

City of
Greeley Colorado
Great. From the Ground Up.



CITY OF GREELEY, COLORADO

Comprehensive Annual Financial Report

For the Year Ended December 31, 2011

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**CITY OF GREELEY, COLORADO
YEAR ENDED DECEMBER 31, 2011**



Submitted by
DEPARTMENT OF FINANCE

Timothy J. Nash, CPA
Director of Finance

Front Cover (left to right): 1) As part of the 1% art program, this sculpture pays tribute to Greeley's founding fathers and their insight into assuring an ample supply of water for Greeley. 2) A new ice skating facility was built from sales tax funds raised from a Quality of Life sales tax initiative approved by voters in 2002. 3) University of Northern Colorado combines the atmosphere and activities available at large public universities with the personal attention usually found at smaller colleges. 4) Historic downtown Greeley has many amenities including an art gallery, museum, dining, and shopping in distinctive specialty stores.

CITY OF GREELEY, COLORADO
 Comprehensive Annual Financial Report
 For the Year Ended December 31, 2011

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June 26, 2012

To the Honorable Mayor, Members of the City Council, and Citizens of the City of Greeley:

The Comprehensive Annual Financial Report (CAFR) of the City of Greeley for fiscal year ended December 31, 2011 is hereby submitted in accordance with Colorado statutes and City charter provisions.

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

CliftonLarsonAllen LLP, Certified Public Accountants, have issued an unqualified ("clean") opinion on the City of Greeley's financial statements for the year ended December 31, 2011. The independent auditor's report is located at the front of the financial section of this report.

The independent audit of the financial statements of the City of Greeley 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.

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

Profile of the City

The City of Greeley, incorporated in 1886, lies thirty miles east of the front range of the majestic Rocky Mountains near the junction of the Cache la Poudre and South Platte Rivers and fifty-two miles north of Denver, Colorado. Greeley later became a Home Rule City in 1958 with the Council-Manager form of government. The City of Greeley currently occupies a land area of 47.2 square miles and serves a population of approximately 94,896 and is located at an elevation of 4,658 feet above sea level.

Policy-making and legislative authority are vested in the City Council consisting of the Mayor and six other members. The City Council is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, and hiring the City's Manager, Attorney, and Municipal Judge. The City Manager is responsible for carrying out the policies and ordinances of the City Council, for overseeing the day-to-day operations of the City, and for appointing the heads of the various departments. The Council is elected on a non-partisan basis. Council members serve four-year terms and the Mayor is elected to serve a two-year term. Four of the Council members are elected by ward. The Mayor, two council ward seats and one council at-large seat are elected at every general municipal election.

The City of Greeley provides a full range of services to its citizens including public safety, public records, art, museums, recreational programs and facilities, parks, forestry services, two golf courses, development services (planning, building inspections, code enforcement), transit services, traffic management services, infrastructure maintenance and improvements (streets, drainage, water, wastewater), cemetery services, downtown parking lots, and other general government services to administer the operations of the City (management, human resources, finance, equipment maintenance, purchasing, information technology services, and City employee benefit and liability insurance). Electric, gas, and solid waste removal/disposal services are provided by private companies. The City has financial accountability for the Greeley Building Authority, the Greeley Urban Renewal Authority, and the Downtown Development Authority; therefore, these activities are included in the City of Greeley, Colorado reporting entity.

The annual budget serves as the foundation for the City of Greeley's financial planning and control. On or before the fifteenth of September of each year the City Manager is required to submit to the City Council a recommended budget covering the next fiscal year including the following information: (1) proposed expenditures for each fund of the City; (2) debt service requirements; (3) an estimate of the amount of revenues from all sources other than property taxes; (4) an estimate of the fund equity balance or deficit for the end of the current fiscal year; (5) an estimate of the amount of money to be raised from property taxes and bond issues and (6) other supporting information as the City Council may request.

Each year, the City Council is required to set a property tax levy and certify the same to the Weld County Commissioners. Upon completion of a public hearing and the tax levy certification, City Council must adopt the budget and make the necessary appropriations by ordinance no later than December 15th. The City Manager may, without Council action, approve the transfer of budgeted expenditures between programs within departments or divisions or between departments or divisions within the same fund.

Local Economy

Greeley has prospered as the education, trade, transportation and marketing center of Weld County, one of the richest and most productive agricultural counties in the United States. Numerous companies are located in and around the Greeley area including JBS-Swift & Company, State Farm Insurance Regional Offices, Banner Health/North Colorado Medical Center, and Leprino Foods Company. Leprino Foods Company is planning on adding about 200 new jobs in 2012. The City of Greeley is committed to actively promoting the development of a progressive economy by creating opportunities to attract and grow targeted business and industry activity. Greeley is the home to University of Northern Colorado (UNC) which employs 1,650 and has a student population of approximately 12,500; according to UNC's website the university's operational expenditures and spending by faculty, staff and students results in direct and indirect impact of \$131 million in Weld County. Aims Community College, one of the largest and most comprehensive two-year colleges in Colorado, main campus is located in Greeley. The student population of Aims is 5,000 and Aims employs nearly 900 full and part-time employees.

Greeley has experienced the same uncertain economic conditions as other cities around the county. Building permits for new single family dwellings decreased to 35 in 2011 from 80 in 2010. However, permits for new commercial projects were 17 in 2011 and 7 in 2010. The total value of building permits issued in 2011 was \$70,909,238 compared to \$72,534,290 in 2010. To date staff has reviewed 149 development review land use applications as compared to 104 submittals for the same period in 2011.

Business development included the opening of a new King Soopers Market Place, a T.J. Maxx, and the completion of Leprino Foods Company main office building and phase I of the production facility. Projects slated to be completed in 2012 are phase II of the Leprino Foods production facility, Poudre Valley Health emergency clinic, Noble Energy's 67,000 SF field operations office building.

Total sales and use tax collections for 2011 were 9.5% more than 2010; retail sales increased 9.2% and sales tax on building permits, use tax, and auto use tax increased 7.7%, 11.5% and 11.4% respectively. Lodging tax collections were up 21.8% when compared to 2010 collections. While local economic indicators are still unstable, this may be an indication of the reversal of the downward trend. Property assessed values continue to decrease from \$791,691,400 in 2010 to \$780,864,620 in 2011; residential values decreased \$19,850,590, but due to increased oil & gas exploration and drilling activity oil & gas values increased \$17,196,920.

Long-term Financial Planning and Major Initiatives

In March 2011 the US Department of Housing and Urban Development (HUD) notified the City of approval of \$1.2 million in Neighborhood Stabilizations Program (NSP3) funds to purchase foreclosed homes for rehabilitation and resale to eligible homeowners. In 2010 Greeley was awarded \$5.4 million in NSP1 funds; the last property purchased with these funds closed in April 2012; the focus will now be on using the NSP3 grant funds.

A new 20 year franchise agreement between the City and Xcel Energy was approved by City Council on December 20, 2011. The City is building a 29-mile, 60-inch diameter pipeline that will transport drinking water from its Bellvue Water Treatment Plant northwest of Fort Collins to Greeley. To date nineteen of the 29 miles are in service. City Council continues to make road maintenance a priority; with an approved budget of \$7.8 million for 2012.

On December 20, 2011 City Council authorized the issuance and sale of \$31,275,000 in Water Revenue Bonds, this bond issue served two purposes for the City's water operation. First, \$2.5 million will be used to refund the 1999 Water Revenue bonds at a lower interest rate; the refunding will generate a net present value savings of \$352,394. The second purpose for this bond issue is to provide funding for new water acquisition; \$28 million will be used to purchase water.

On March 6, 2012 City Council authorized the issuance of \$18,740,000 in Sales and Use Tax Refunding Bonds the proceeds of which refunded a portion of the 2003 Sales and Use Tax Revenue Bonds. The portion of the bonds to be refunded is those bonds that mature from 2014 to 2022. The refunding will generate a gross savings of \$1.6 million over the next ten years or a net present value savings of \$1.5 million.

Relevant Financial Policies

The City feels that it is fiscally prudent to establish reserves in the General, Sewer, Water and Storm Water funds to provide a fiscal cushion to absorb fluctuations in revenue due to economic conditions and fluctuations in expenditures due to unanticipated conditions. The City of Greeley's fund balance policy requires that the General fund unassigned fund balance shall initially be maintained at 10% of the prior year expenditures plus transfers out; and that as resources are available the General fund unrestricted fund balance shall be increased to a minimum of two months operating expenditures to be calculated as 16.67% of the prior year audited general fund expenditures plus transfers out. At December 31, 2011 this "reserve" is at 16.67% or \$10,453,319. This same policy requires that the Sewer, Water and Storm Water funds working capital balances shall be maintained at 25% of prior year audited operating expenses less depreciation; these funds have the appropriate working capital.

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 the City of Greeley for its comprehensive annual financial report (CAFR) for the fiscal year ended December 31, 2010. This was the twenty-eighth consecutive year that the City of Greeley has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

In addition, the City also received the GFOA's Distinguished Budget Presentation Award for its biennial budget document January 1, 2011-December 31, 2012. In order to qualify for the Distinguished Budget Presentation Award, the City's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operations guide, and a communications device.

We recognize the dedicated efforts of all officials and staff involved in managing and accounting for the City's financial operations. We would also like to express our appreciation to all members of the Finance department who assisted and contributed to the preparation of this report. Special recognition and sincere appreciation is extended to the following employees: Lezlie Philp, Deputy Finance Director; Tena Mose, Senior Accountant; Julie Lorton, Senior Accountant, Rochelle Sandoval, Budget Officer, Margaret Hurley, Accountant II; Ana Retana-Ramirez, Accountant II; Jamie Miller, Accountant I;

Christina Hernandez, Accountant I and Mary Lenhart, Senior Administrative Specialist. Credit also must be given to the Mayor and the City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Greeley's finances.

Respectfully submitted,



Roy H. Otto
City Manager



Timothy J. Nash, CPA
Director of Finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Greeley
Colorado

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2010

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



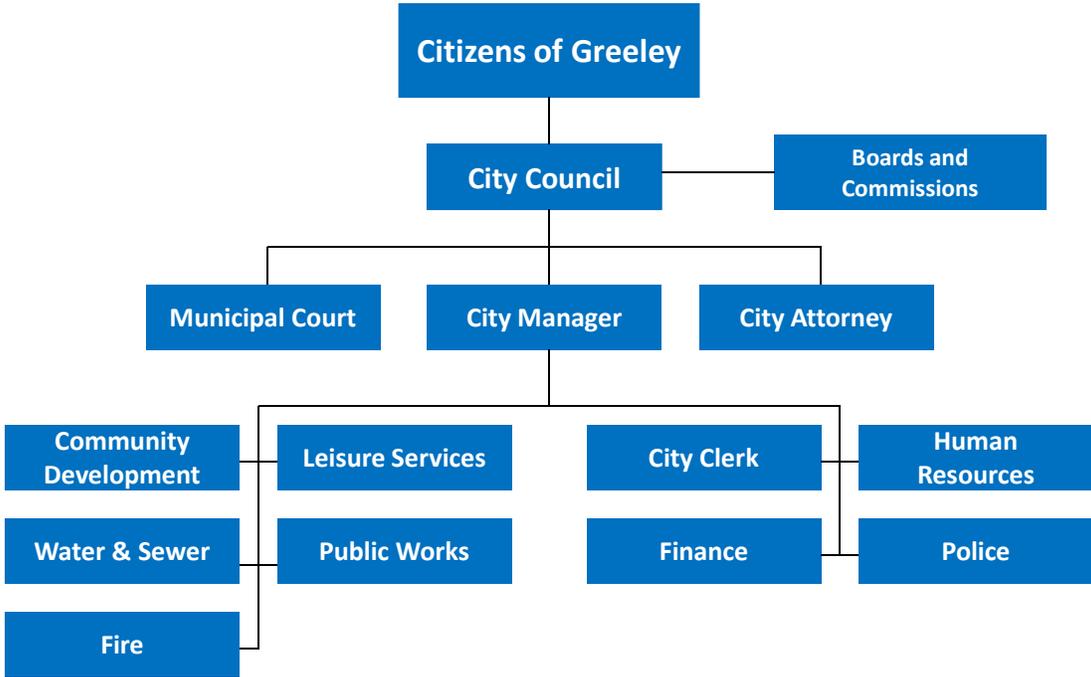
Linda C. Davison

President

Jeffrey R. Egan

Executive Director

City of Greeley Organization Chart



City of Greeley, Colorado
Principal City Officials

December 31, 2011

TOM NORTON, MAYOR

Charles Archibeque	Ward I – Council Member
Donna Sapienza	Ward II – Mayor Pro Tem
John Gates	Ward III – Council Member
Mike Finn	Ward IV – Council Member
Sandi Elder	At Large – Council Member
Rob Cassedy	At Large – Council Member
Roy H. Otto	City Manager
Richard P. Brady	City Attorney
Robert Frick	Municipal Judge
William “Bob” Adams	Director of Leisure Service
Joel Hemeseth	Director of Public Works
Duane McDonald	Fire Chief
Jerry Garner	Chief of Police
Betsy D. Holder	City Clerk
Sharon McCabe	Director of Human Resources
Jon G. Monson	Director of Water and Sewer
Timothy J. Nash	Director of Finance
Rebecca L. Safarik	Director of Community Development

Independent Auditor's Report

Honorable Mayor and Members of the City Council
City of Greeley
Greeley, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Greeley, Colorado (the City) as of and for the year ended December 31 2011, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City'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 units, each major fund, and the aggregate remaining fund information of the City as of December 31, 2011, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and Sales and Use Tax 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 June 26, 2012 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension disclosures on pages 17 through 27 and 75 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules, component unit financial statements and the Counties, Cities and Towns Annual Statements of Receipts and Expenditures for Roads, Bridges and Streets as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The combining and individual nonmajor fund financial statements, component unit financial statements, the Counties, Cities and Towns Annual Statements of Receipts and Expenditures for Roads, Bridges and Streets and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The introductory section and statistical section listed in the table of contents 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.

CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 26, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Greeley, we offer readers of the City of Greeley's financial statements this narrative overview and analysis of the financial activities of the City of Greeley for the fiscal year ended December 31, 2011. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found starting on page 8 of this report.

FINANCIAL HIGHLIGHTS

- The assets of the City of Greeley exceeded its liabilities at the close of 2011 by \$662,453,450 (*net assets*). Of this amount, \$75,211,014 (*unrestricted net assets*) may be used to meet the City's ongoing obligations to citizens and creditors.
- The City's net assets increased by \$7,043,422 during the current fiscal year. There was a decrease of \$5,379,931 in net assets reported in connection with the City's governmental activities; this decrease can be attributed to the decreasing net book value of capital assets. City's business-type activities net assets increased \$12,423,353; the majority of this increase represents the degree to which increases in ongoing revenues have outstripped similar increases in ongoing expenses.
- At the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$40,050,599, an increase of \$8,443,589 in comparison with 2010. 39.5% is unassigned fund balance which is available for spending at the government's discretion; unassigned fund balance represents the spendable portion of fund balance that has not been restricted, committed, or assigned to specific purposes.
- The City's total investments increased by \$674,847 during the current fiscal year. The key factor in this increase was due to a \$4,059,488 increase in sales and use tax revenue.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

The *statement of net assets* presents information on all of the City of Greeley's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Greeley is improving or deteriorating.

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

Both of the government-wide financial statements distinguish functions of the City of Greeley that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Greeley include general government, public safety, public works, community development, and leisure services. The business-type activities of the City of Greeley include sewer and water operations, two municipal golf courses, cemetery operations, downtown parking facilities, storm water operations and public safety communications.

The government-wide financial statements include not only the City of Greeley itself (known as the *primary government*), but also a legally separate Urban Renewal Authority, and a legally separate Downtown Development Authority which the City of Greeley is financially accountable. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 30, 31, 32 and 33 of this report.

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

Governmental funds. Most of the City's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending. The funds are reported using an accounting method called *modified accrual*, which measures cash and all other financial assets that can readily be converted to cash. The governmental funds statements provide a detailed short-term view to cash, the governmental fund operations and the basic services it provides. These statements help you determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Assets and the Statement of Activities) and governmental funds in reconciliation on page 37 and 39.

The basic governmental fund financial statements can be found on pages 36 and 38 of this report.

Proprietary funds. The City of Greeley maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Greeley uses enterprise funds to account for its sewer and water operations, two municipal golf courses, cemetery operations, downtown parking facilities, storm water operations and public safety communications. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Greeley's various functions. The City of Greeley uses internal service funds to account for maintaining its equipment and vehicles, information technology systems, a defined benefit health and dental insurance plan, workers' compensation plan, copying and mailing services, and a self-insurance program for liability claims. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements, except for a small amount allocated to *business-type activities*.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for sewer operations, water operations, public safety combined services which are considered to be major funds of the City of Greeley. Conversely, all internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 46-49 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the City. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are *not* available to support the City of Greeley's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City does not have any fiduciary funds.

Additional information on deferred compensation plans and pension plans can be found in Notes 15 and 16 on pages 70-74.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 50-74 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Greeley's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page 75 of this report.

The combining statements referred to earlier in connection with non-major governmental funds, non-major proprietary funds, internal service funds, and component units are presented immediately following the required supplementary information on pensions. Combining schedules can be found on pages 80-81, 122-124, 136-141, 150-151, and 154-155, of this report.

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Greeley, assets exceeded liabilities by \$662,453,450 at the close of 2011.

By far the largest portion of the City of Greeley's net assets (87.8%) reflects its investment in capital assets (e.g., land, infrastructure, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Unrestricted net assets may be used to meet the City's ongoing obligations to citizens and creditors. Our analysis below focuses on the net assets of the City's governmental and business-type activities.

Net Assets

(in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Current and other assets	\$ 65,908	\$ 58,333	\$ 44,070	\$ 50,761	\$109,978	\$ 109,094
Capital assets	313,768	330,895	397,870	383,558	711,638	714,453
Total assets	379,676	389,228	441,940	434,319	821,616	823,547
Long-term debt outstanding	55,975	60,775	83,053	87,845	139,028	148,620
Other liabilities	15,526	14,898	4,609	4,619	20,135	19,517
Total liabilities	71,501	75,673	87,662	92,464	159,163	168,137
Net assets:						
Invested in capital assets, net of related debt	261,037	273,964	320,432	305,002	581,469	578,966
Restricted	5,773	3,945	-	-	5,773	3,945
Unrestricted	41,365	35,646	33,846	36,853	75,211	72,499
Total net assets	\$308,175	\$313,555	\$354,278	\$341,855	\$662,453	\$655,410

The restricted portion of net assets (.87%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$75,211,014) may be used to meet the City's ongoing obligations to citizens and creditors.

At the end of 2011 the City is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate government and business-type activities. The same situation held true for 2010.

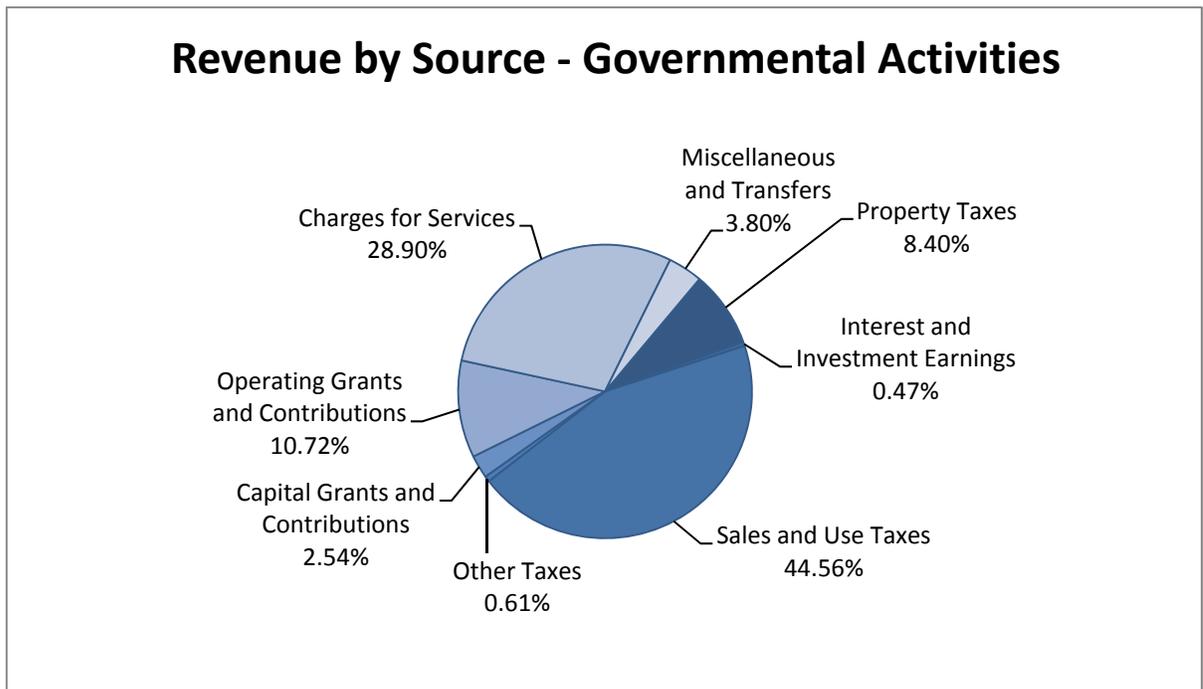
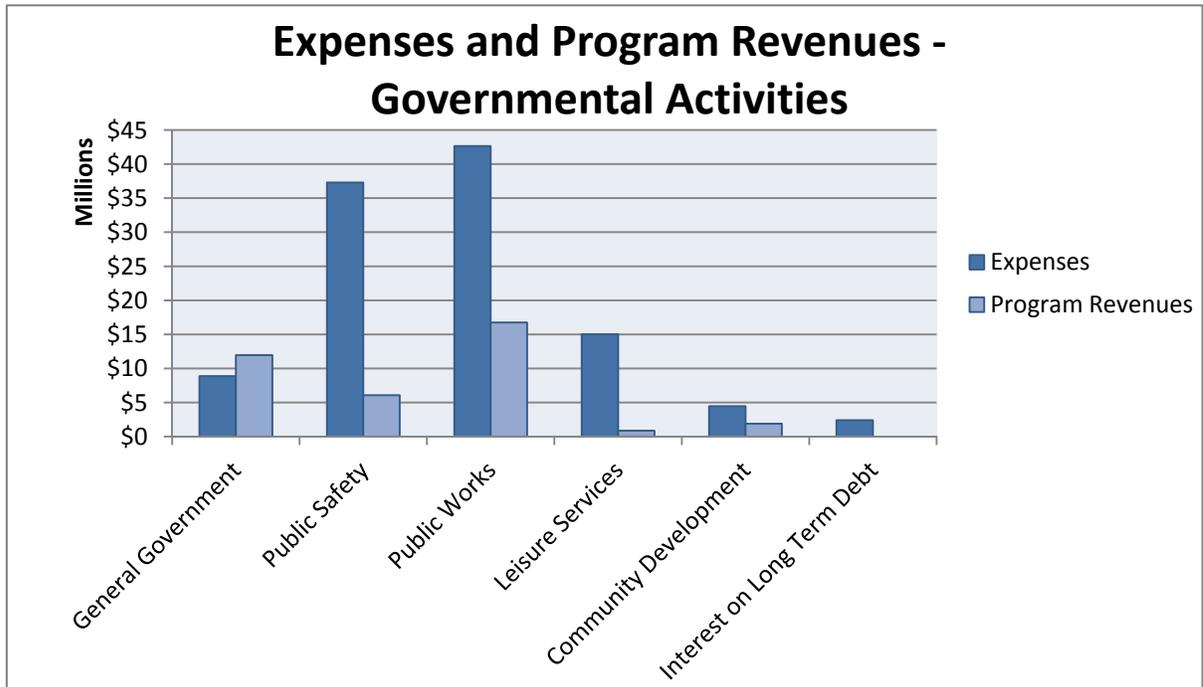
The City's net assets increased by \$7,043,422 during the current fiscal year. There was a decrease of \$5,379,931 in net assets reported in connection with the City's governmental activities; this decrease can be attributed to the decreasing net book value of the assets. City's business-type activities net assets increased \$12,423,356; the majority of this increase represents the degree to which increases in ongoing revenues have outstripped similar increases in ongoing expenses.

Our next analysis focuses on changes in net assets of the City's governmental and business-type activities.

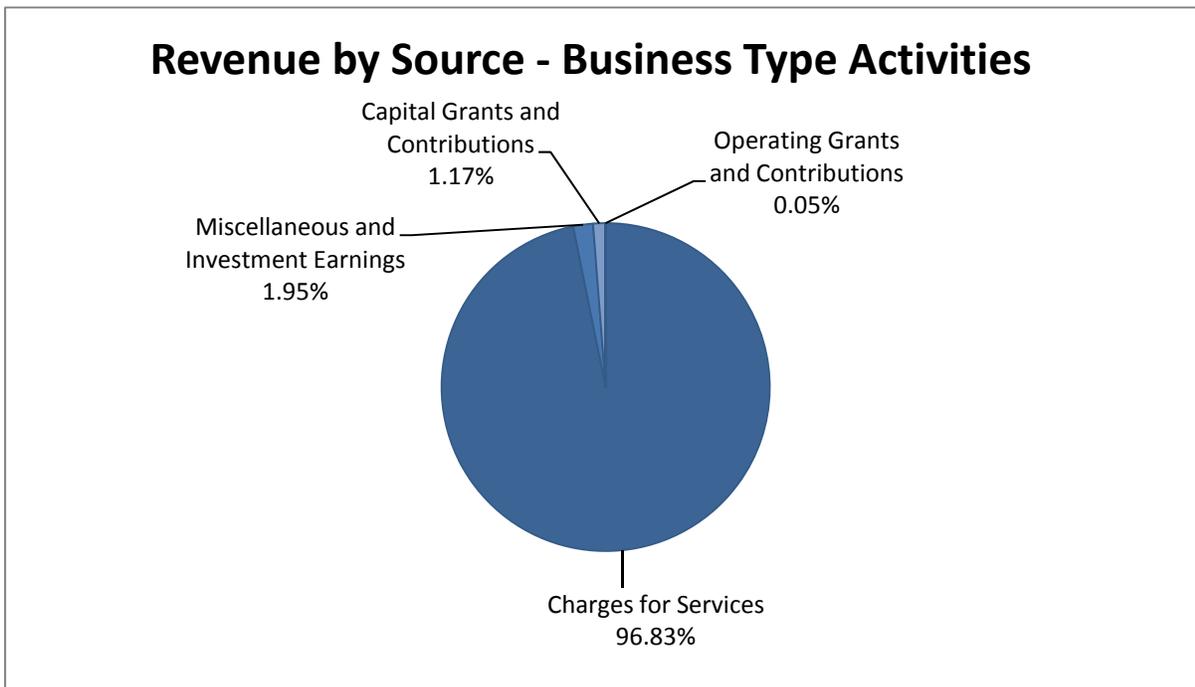
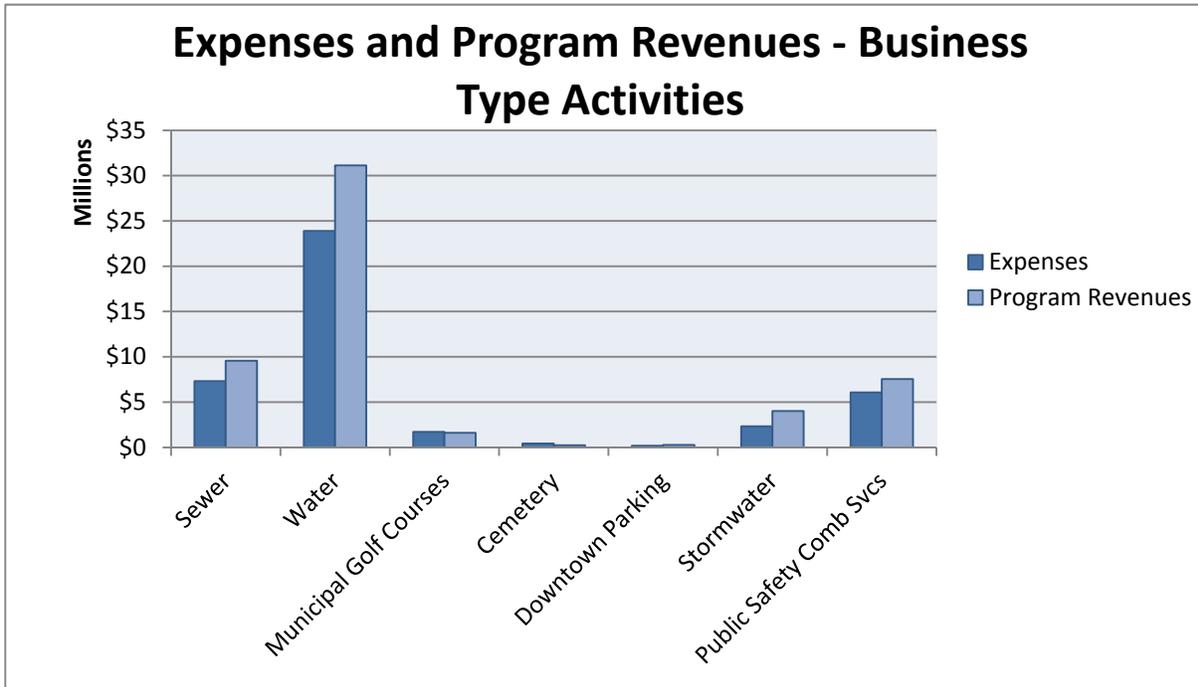
Changes in Net Assets
(in thousands)

	Governmental Activities		Business-type Activities		Total Primary Government	
	2011	2010	2011	2010	2011	2010
Revenues:						
Program revenues:						
Charges for services	\$ 30,450	\$ 29,277	\$ 53,704	\$ 43,997	\$ 84,154	\$ 73,274
Operating grants and contributions	11,295	13,777	28	214	11,323	13,991
Capital grants and contributions	2,675	952	651	1,292	3,326	2,244
General revenues:						
Property taxes	8,844	9,222	-	-	8,844	9,222
Sales and use taxes	46,943	42,603	-	-	46,943	42,603
Other taxes	639	567	-	-	639	567
Other	3,421	3,081	1,084	1,336	4,505	4,417
Total Revenues	104,267	99,479	55,467	46,839	159,734	146,318
Expenses:						
General government	8,880	10,632	-	-	8,880	10,632
Public safety	37,298	25,185	-	-	37,298	25,185
Public works	42,643	42,541	-	-	42,643	42,541
Leisure services	15,028	12,086	-	-	15,028	12,086
Community development	4,463	3,898	-	-	4,463	3,898
Union Colony Fire/Rescue Authority	-	9,938	-	-	-	9,938
Interest on long-term debt	2,416	2,592	-	-	2,416	2,592
Sewer	-	-	7,325	6,828	7,325	6,828
Water	-	-	23,894	23,060	23,894	23,060
Cemetery	-	-	428	403	428	403
Municipal golf courses	-	-	1,715	1,729	1,715	1,729
Downtown parking	-	-	191	200	191	200
Stormwater	-	-	2,337	2,318	2,337	2,318
Public safety combined services	-	-	6,073	68	6,073	68
Total Expenses	110,728	106,872	41,963	34,606	152,691	141,478
Increase (decrease) in net assets before transfers and special item	(6,461)	(7,393)	13,504	12,233	7,043	4,840
Special item	-	960	-	-	-	960
Transfers	1,081	768	(1,081)	(768)	-	-
Increase (decrease) in net assets	(5,380)	(5,665)	12,423	11,465	7,043	5,800
Net assets – January 1	313,555	317,046	341,855	330,390	655,410	647,436
Prior period adjustment	-	2,174	-	-	-	2,174
Adjusted net assets – January 1	313,555	319,220	341,855	330,390	655,410	649,610
Net assets – December 31	\$308,175	\$313,555	\$354,278	\$341,855	\$662,453	\$655,410

Governmental Activities. The additional \$3,168,686 that was expended primarily on street maintenance projects is the primary reason for the negative change in net assets in the governmental activities of \$5,379,931. Capital grants increased and operating grants decreased for a net decrease of \$760,195. The capital grant increase of \$1,722,270 was due to capital ARRA grants.



Business-type Activities. Business-type activities net assets increased by \$12,423,353 which combined with the governmental activities decrease accounted for the increase of \$7,043,422 in the City of Greeley’s 2011 net assets. Charges for services for business-type activities increased by 22%. There were approved rate increases for water and sewer; an average 8.89% increase for commercial sewer, an average 6.27% for residential sewer and an average 7.5% increase for water. Revenues also increased as a result of an increase in demand; 2% for water.



Financial Analysis of the City's Funds

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

Governmental funds. The focus of the City of Greeley's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City of Greeley's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. As of the end of the current fiscal year, the City of Greeley's governmental funds reported combined ending fund balances of \$40,050,599. Approximately 4% of this total amount, \$1,476,361 constitutes assigned fund balance, which is designated by the City for specific programs, but is legally available for other spending if needed. \$15,802,752 approximately 39% constitutes unassigned fund balance which is available for spending at the government's discretion. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been legally committed.

Fund balance in the City's governmental funds increased \$8,443,589.

The City's two major governmental funds are:

The General Fund is the chief operating fund of the City of Greeley. At the end of the current fiscal year, unassigned fund balance of the general fund was \$16,760,352, while total fund balance reached \$19,932,738. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 27% of total fund expenditures, while total fund balance represents 32% of that same amount.

Fund balance of the City of Greeley's General Fund increased by \$7,639,316 during the current fiscal year. Key factors in this increase are as follows:

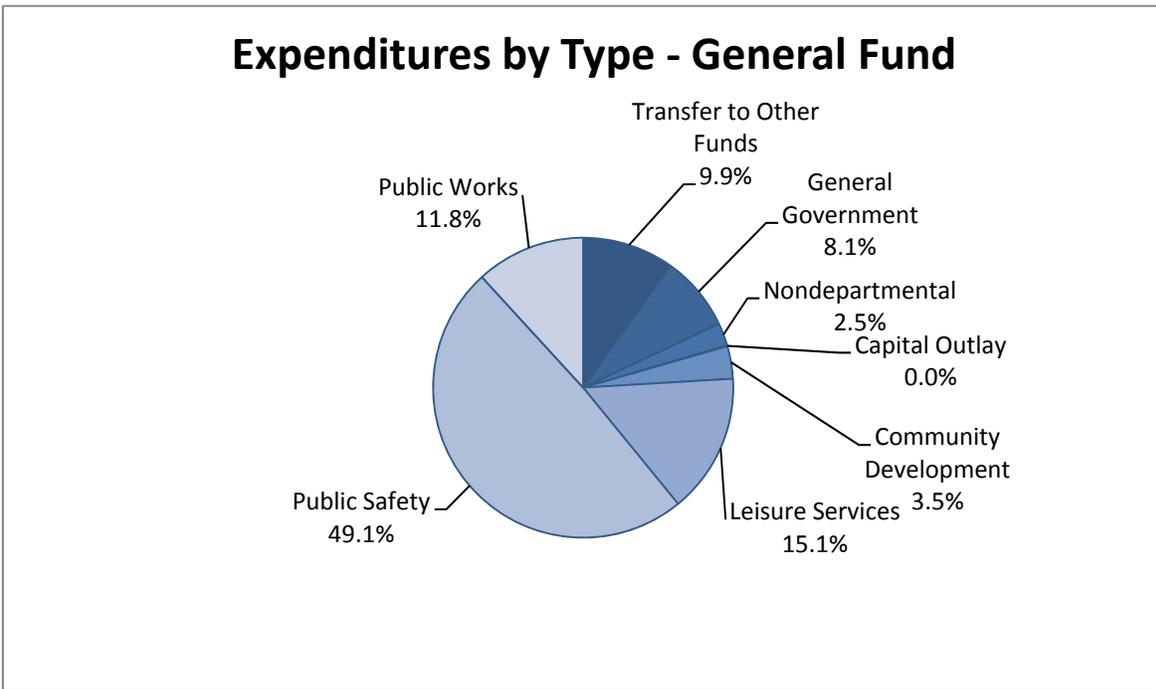
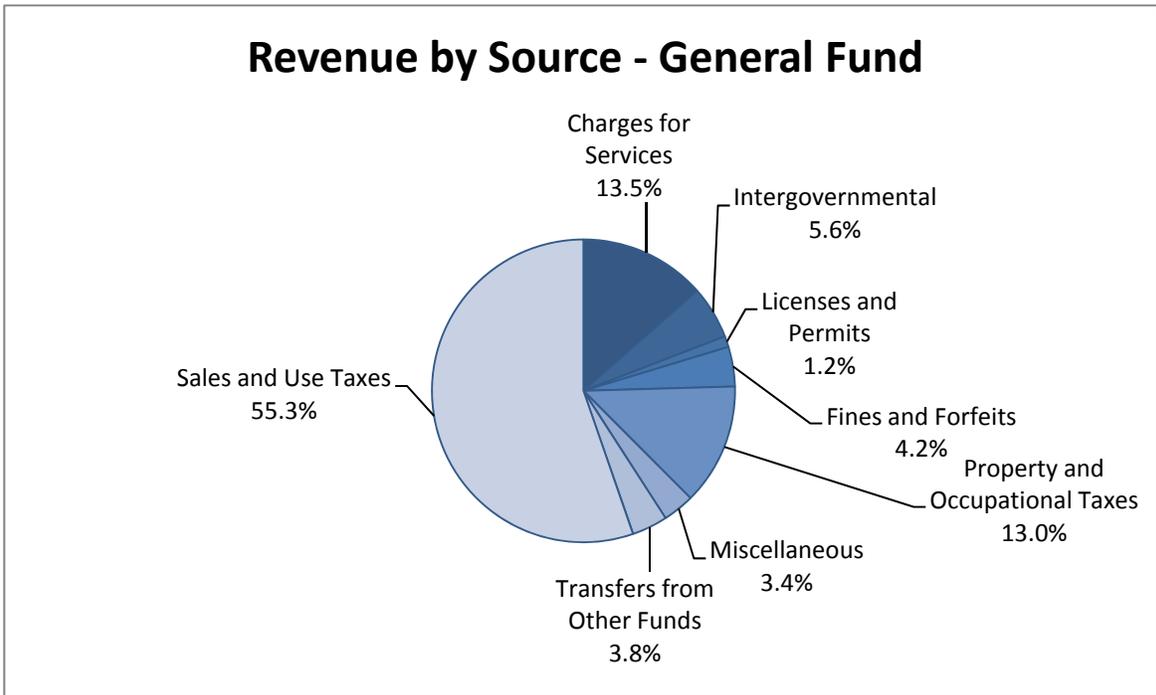
- An increase in the operating transfer from the Sales and Use Tax Fund of \$7,625,267; total sales tax collected increased 9.5% for 2011 over 2010.
- Expenditures (including operating transfers) were \$147,626 more in 2011 than 2010. A reduction in the purchase of capital equipment created a \$634,630 savings.

The Sales and Use Tax Fund accounts for all sales and use tax revenue received by the City of Greeley. The Sales and Use Tax Fund transfers revenue to the General Debt Service Fund to meet bond covenants and transfers the remaining revenue to the General Fund, Food Tax Fund, Island Grove Development Fund, and the Quality of Life Fund. At year end the Sales and Use Tax Fund had a total fund balance of \$939,425, this amount is committed. Fund balance of the City of Greeley's Sales and Use Tax Fund decreased by \$7,302,355 during the current fiscal year. \$4,416,036 from fund balance was transferred to General Fund at year end 2011 and \$1,499,361 for the bond required reserve was transferred to the General Debt Service Fund in 2011 instead of being reserved in the Sales and Use Tax Fund.

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

Unrestricted net assets of the major proprietary funds at the end of the year were \$26,275,706; Sewer Fund \$7,263,278, Water Fund \$18,905,686 and Public Safety Combined Services Fund \$106,742. The growth in total nets assets for the Sewer, Water and Public Safety Combined Services Funds was \$2,151,271, \$7,110,927 and \$1,425,142 respectively. Other factors concerning the finances of these funds have already been addressed in the discussion of the City of Greeley's business-type activities.

General government expenditures include all administrative functions of the City (i.e. City Council, City Clerk, Municipal Court, City Manager, Finance, City Attorney, Human Resources). Non-departmental expenditures include partnering agencies contributions, and liability insurance. The detail for general government and non-departmental can be found on pages 41 and 42.



GENERAL FUND BUDGETARY HIGHLIGHTS

During 2011, the City Council approved three amendments to the General Fund budget. All recommended amendments for budget changes came through the Finance Department, to City Council via Ordinance as required by the City's Charter. Ordinance enactment requires public hearing and the opportunity for public discussion. The City Charter allows the City Manager to make intradepartmental budget changes that modify line items within departments in the same fund.

The General Fund's original budgeted revenues were \$59.6 million. The final budgeted amount was \$63.7 million. Amendments to revenues included increasing revenue estimates for federal grants, lease proceeds and other intergovernmental revenue.

The General Fund's original budgeted expenditures of \$59.6 million increased by \$3.9 million to \$63.5 million in the final budget. The increase included a transfer of \$3.1 to the Food Tax fund street maintenance program; \$2.1 was 2010 fund balance and \$1.0 was from an increase in severance taxes received.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital assets. The City of Greeley's investment in capital assets for its governmental and business type activities as of December 31, 2011, amounts to \$711,638,235 (net of accumulated depreciation). This investment in capital assets includes land, buildings and system improvements, machinery and equipment, park facilities, roads, highways, and bridges. The City of Greeley's investment in capital assets for the current fiscal year decreased .39% (a 5.2% decrease for governmental activities and a 3.7% increase for business-type activities). The decrease in governmental activities is due to depreciation expense and a decrease in capital acquisitions.

Major capital asset events during the current fiscal year included the following:

- Three transit buses were purchased for \$478,218, and a new \$251,625 bus wash was installed. These items were purchased with FTA-ARRA grant funds.
- A boiler was replaced at City Hall Annex and Recreation Center for \$144,718 and radiant tube heaters were installed in the transit garage for \$106,275; EECBG-ARRA grant provided the funding.
- Four police vehicles were replaced for \$90,343 and a public works dump truck was replaced for \$187,252.
- Purchases of water rights totaled \$8,437,359, including 400 units of C-BT and 240 shares of Boyd Irrigation. Construction on the Northern segment of the Bellvue transmission line continued at \$1,535,899 and \$576,899 was expended on the Bellvue residual handling project.
- \$458,715 was spent on computer equipment for the Greeley/Weld Communications Center.
- \$1,348,636 was expended on two miles of a 24-inch sanitary sewer line from the Greeley Tech Center to an existing sewer trunk.

Capital Assets at Year End (net of depreciation in thousands)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
Land and improvements	\$ 88,885	\$ 90,532	\$ 19,388	\$ 19,115	\$ 108,273	\$ 109,647
Buildings and improvements	70,846	73,011	3,537	3,704	74,383	76,715
Machinery & equipment	10,090	10,922	5,465	4,965	15,555	15,887
Infrastructure	137,550	149,908	254,880	254,346	392,430	404,254
Artwork	2,862	2,836	422	322	3,284	3,158
Water rights	-	-	88,938	80,501	88,938	80,501
Construction in progress	3,535	3,686	25,240	20,605	28,775	24,291
Total	\$313,768	\$330,895	\$397,870	\$383,558	\$711,638	\$714,453

Additional information on the City of Greeley's capital assets can be found in Note 6 on pages 59-60 of this report.

Long-term debt. At the end of the current fiscal year, the City of Greeley had total debt outstanding of \$134,217,704. The City of Greeley's debt is secured solely by specified revenue sources (i.e., sales and use tax revenue, water revenue) and specified assets (i.e. municipal golf courses).

Outstanding Debt at Year End

(in thousands)

	Governmental Activities		Business-type Activities		Total	
	2011	2010	2011	2010	2011	2010
General obligation bonds (backed by the City)	\$ -	\$ -	\$ -	\$ 750	\$ -	\$ 750
Revenue Bonds (backed by specific tax and fee revenue)	49,865	53,590	68,240	70,195	118,105	123,785
Certificates of Participation	1,410	1,550	2,280	2,695	3,690	4,245
Notes and Contracts	-	54	11,297	13,196	11,297	13,250
Capital Leases	1,126	1,374	-	-	1,126	1,374
Total	\$52,401	\$56,568	\$81,817	\$86,836	\$134,218	\$143,404

The above outstanding debt schedule does not include compensated absences of \$3,243,994 for governmental activities and \$991,490 for business-type activities for the year 2011, as well as, adjustments for deferred amounts, in the business-type activities of \$245,401 and \$329,628 in governmental activities.

The City of Greeley's governmental activities outstanding debt decreased by \$4,166,382 during the current fiscal year due to annual principal payments on outstanding debt.

The City of Greeley's business-type activities outstanding debt decreased by \$5,019,694 during the current fiscal year as a result of principal payment on debt.

The City of Greeley has an "AA" rating from Standard & Poor's and an "Aa2" rating from Moody's Investors Service on water revenue bond issues. The sales and use tax revenue bonds have been rated "AA" and "Aa3" respectively by the two rating agencies. The City's charter imposes a legal debt margin on general obligation bonds of ten percent (10%) of assessed valuation. The debt limit at December 31, 2011 was \$78,086,462. The amount of debt applicable to the debt limit is zero, leaving a legal debt margin of \$78,086,462.

Additional information on the City of Greeley's long-term debt can be found in Note 9 on pages 63-67 of this report.

NEXT YEAR'S BUDGETS

The Annual Budget assures the efficient, effective and economic uses of City's resources, as well as, establishing that highest priority objectives are accomplished. Through the budget, the City Council sets the direction for the City, allocates its resources, and establishes its priorities.

The 2012 Budget was approved by the City Council on October 18, 2011, appropriating \$196,485,340 for expenditures and \$70,092,386 for transfers between funds; a total of \$266,577,726. The 2011 appropriation is a 10% increase (excluding transfers) from the 2011 original budget; this is mainly due to increases in the utility construction and water rights acquisition budgets. The operating budget places a priority on existing programs to insure that the City is able to maintain an excellent level of service and address the overall needs of the community.

The 2012 total budgeted revenues, excluding operating transfers, are expected to decrease .07% from the 2011 original budget estimates. This slight variation is due to an increase in taxes and charges for services and a decrease in bond proceeds.

The City added 4.0 full-time equivalent (FTE) positions to the 2012 budget. The departments affected are as follows (FTE's): Water 3 and Police 1. Total budgeted FTE's for 2012 are 853.05, which is an increase of about 1% from the 2011 year end count. The 853.05 FTE's for 2012 continue to remain below the 2003 FTE level.

The 2012 budget includes \$50.6 million for capital construction and equipment. This includes \$2.6 million for equipment, \$46.9 million for streets, drainage, parks, public buildings and utility infrastructure improvements and maintenance; and \$1.1 million for Quality of Life projects.

CONTACTING THE CITY'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the City of Greeley's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Greeley Director of Finance, 1000 10th Street, Greeley, Colorado 80631.



BASIC FINANCIAL STATEMENTS

CITY OF GREELEY, COLORADO
STATEMENT OF NET ASSETS
DECEMBER 31, 2011

Primary Government

	Governmental Activities	Business-Type Activities	Total 2011
ASSETS			
Cash and cash equivalents	\$ 2,339,735	\$ 5,159,029	\$ 7,498,764
Investments	38,903,369	31,666,776	70,570,145
Receivables	20,831,684	4,885,946	25,717,630
Internal balances	(596,062)	596,062	-
Due from other governments	304,049	-	304,049
Inventories	-	433,974	433,974
Accrued interest	1,267,671	65,225	1,332,896
Prepaid items	140,469	34,380	174,849
Other assets	348,845	729,269	1,078,114
Designated:			
Cash and cash equivalents	781,898	499,500	1,281,398
Investments	1,499,617		1,499,617
Due from other governments	86,830	-	86,830
Capital assets not being depreciated:			
Land	65,958,080	17,303,253	83,261,333
Artwork	2,861,964	421,757	3,283,721
Water rights	-	88,938,123	88,938,123
Construction in progress	3,535,292	25,240,632	28,775,924
Capital assets net of accumulated depreciation:			
Buildings/building improvements	70,845,944	3,537,516	74,383,460
Land improvements	22,927,434	2,084,676	25,012,110
Machinery and equipment	10,089,463	5,464,632	15,554,095
Infrastructure	137,549,541	254,879,928	392,429,469
Total assets	<u>379,675,823</u>	<u>441,940,678</u>	<u>821,616,501</u>
LIABILITIES			
Accounts payable	2,539,853	2,423,800	4,963,653
Other liabilities	3,178,215	408,524	3,586,739
Accrued interest	541,594	1,468,043	2,009,637
Unearned revenue	9,266,212	308,593	9,574,805
Noncurrent liabilities:			
Due within one year	6,719,273	6,535,583	13,254,856
Due in more than one year	49,255,547	76,517,814	125,773,361
Total liabilities	<u>71,500,694</u>	<u>87,662,357</u>	<u>159,163,051</u>
NET ASSETS			
Invested in capital assets, net of related debt	261,036,892	320,432,239	581,469,131
Restricted for:			
TABOR emergency reserve	2,621,845	-	2,621,845
Debt service	961,111	-	961,111
Other purposes - expendable	2,190,349	-	2,190,349
Unrestricted	41,364,932	33,846,082	75,211,014
Total net assets	<u>\$ 308,175,129</u>	<u>\$ 354,278,321</u>	<u>\$ 662,453,450</u>

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

**CITY OF GREELEY, COLORADO
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2011**

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Government activities:				
General government	\$ 8,879,923	10,135,901	\$ 1,815,658	\$ -
Public safety	37,297,515	4,928,257	1,141,072	9,900
Public works	42,643,457	7,156,112	6,928,282	2,664,948
Leisure services	15,027,674	7,657,775	91,364	-
Community development	4,463,452	572,308	1,318,328	-
Interest on long-term debt	2,416,172	-	-	-
Total governmental activities (see note 1)	110,728,193	30,450,353	11,294,704	2,674,848
Business-type activities:				
Sewer	7,324,885	9,558,071	-	-
Water	23,893,470	30,983,538	13,215	137,972
Cemetery	427,986	243,567	-	-
Municipal golf courses	1,715,262	1,462,344	-	152,318
Downtown parking	191,378	271,247	-	-
Stormwater	2,337,181	3,654,841	300	360,339
Public safety combined services	6,072,399	7,529,963	14,817	-
Total business-type activities	41,962,561	53,703,571	28,332	650,629
Total primary government	152,690,754	84,153,924	11,323,036	3,325,477
Component Units:				
Greeley Urban Renewal Authority	1,867,447	9,459	-	-
Downtown Development Authority	327,422	151,515	-	-
Total component units	\$ 2,194,869	\$ 160,974	\$ -	\$ -

General revenues:

Taxes:

Property taxes, levied for general purposes

Sales and use taxes

Lodging taxes

Occupational taxes

Interest and investment earnings

Intergovernmental

Miscellaneous

Transfers

Total general revenues and transfers

Change in net assets

Net assets - January 1

Net assets - December 31

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

Net (Expense) Revenue and Changes in Net Assets				
Governmental Activities	Business-type Activities	Total 2011	Component Units	
			Greeley Urban Renewal Authority	Downtown Development Authority
\$ 3,071,636	\$ -	\$ 3,071,636	\$ -	\$ -
(31,218,286)	-	(31,218,286)	-	-
(25,894,115)	-	(25,894,115)	-	-
(7,278,535)	-	(7,278,535)	-	-
(2,572,816)	-	(2,572,816)	-	-
(2,416,172)	-	(2,416,172)	-	-
(66,308,288)	-	(66,308,288)	-	-
-	2,233,186	2,233,186	-	-
-	7,241,255	7,241,255	-	-
-	(184,419)	(184,419)	-	-
-	(100,600)	(100,600)	-	-
-	79,869	79,869	-	-
-	1,678,299	1,678,299	-	-
-	1,472,381	1,472,381	-	-
-	12,419,971	12,419,971	-	-
(66,308,288)	12,419,971	(53,888,317)	-	-
-	-	-	(1,857,988)	-
-	-	-	-	(175,907)
-	-	-	(1,857,988)	(175,907)
8,844,402	-	8,844,402	80,381	443,509
46,942,789	-	46,942,789	-	-
340,152	-	340,152	-	-
298,947	-	298,947	-	-
495,865	578,354	1,074,219	5,422	3,472
-	-	-	1,110,118	-
2,925,267	505,963	3,431,230	2,043,855	-
1,080,935	(1,080,935)	-	-	-
60,928,357	3,382	60,931,739	3,239,776	446,981
(5,379,931)	12,423,353	7,043,422	1,381,788	271,074
313,555,060	341,854,968	655,410,028	2,116,844	956,999
\$ 308,175,129	\$ 354,278,321	\$ 662,453,450	\$ 3,498,632	\$ 1,228,073



GOVERNMENTAL FUNDS

Major Governmental Funds

General Fund

This fund accounts for all financial resources of the City not required by law or administrative action to be accounted for in another fund.

Sales and Use Tax Fund

This Special Revenue Fund accounts for the collection of the City's 3.46% Sales and Use Tax which is utilized in accordance with the 2000 Sales and Use Tax Revenue Bonds, the 2003 Sales and Use Tax Revenue Bonds, the 2005 Bond Sales and Use Tax Revenue Bond and the 2005B Sales and Use Tax Refunding Revenue Bonds.

CITY OF GREELEY, COLORADO
GOVERNMENTAL FUNDS
BALANCE SHEET
DECEMBER 31, 2011

	General Fund	Sales and Use Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 1,566,998	\$ 1,836	\$ 254,409	\$ 1,823,243
Investments	15,679,801	193,541	16,299,325	32,172,667
Accounts receivable	1,571,580	13,485	1,419,484	3,004,549
Taxes receivable	8,733,676	5,455,066	-	14,188,742
Accrued interest	32,290	399	1,221,121	1,253,810
Special assessments	321,375	-	-	321,375
Due from other funds	5,747,551	-	1,573,086	7,320,637
Due from other governments	175,699	128,350	-	304,049
Advances to other funds	-	-	1,234,857	1,234,857
Notes receivable	-	-	3,265,948	3,265,948
Restricted:				
Cash and cash equivalents	14,942	-	766,956	781,898
Investments	-	-	1,499,617	1,499,617
Due from other governments	-	-	86,830	86,830
Total assets	\$ 33,843,912	\$ 5,792,677	\$ 27,621,633	\$ 67,258,222
LIABILITIES AND FUND BALANCE				
Liabilities:				
Accounts/retainages payable	\$ 692,096	\$ 108,725	\$ 1,313,328	\$ 2,114,149
Due to other funds	1,474,415	4,733,022	1,015,226	7,222,663
Advances from other funds	839,626	-	1,040,477	1,880,103
Other liabilities	588,786	11,482	11,337	611,605
Accrued liabilities	1,041,577	23	108,358	1,149,958
Deferred revenue	9,274,674	-	4,954,471	14,229,145
Total liabilities	13,911,174	4,853,252	8,443,197	27,207,623
Fund balances:				
Nonspendable	-	-	2,190,349	2,190,349
Restricted	2,824,175	-	3,741,874	6,566,049
Committed	27,143	939,425	13,048,520	14,015,088
Assigned	321,068	-	1,155,293	1,476,361
Unassigned	16,760,352	-	(957,600)	15,802,752
Total fund balances	19,932,738	939,425	19,178,436	40,050,599
Total liabilities and fund balances	\$ 33,843,912	\$ 5,792,677	\$ 27,621,633	\$ 67,258,222

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

**CITY OF GREELEY, COLORADO
RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET
TO STATEMENT OF NET ASSETS
DECEMBER 31, 2011**

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

Total fund balances - governmental funds	\$	40,050,599
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Capital assets net of accumulated depreciation used in governmental activities are not current financial resources. Therefore they are not reported in the funds.

Primary governmental capital assets	562,477,635	
Less accumulated depreciation	<u>(250,871,056)</u>	311,606,579

In governmental funds revenue is not recognized until it is available to liquidate current year liabilities and it is deferred.

Deferred revenue	4,962,933
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Long-term liabilities, including bonds payable, the related unamortized issuance costs and accrued interest payable, are not due and payable in the current period; therefore, not reported in the funds.

Bonds payable	(49,865,000)	
Deferred premium	(651,797)	
Deferred charge for issuance costs	348,849	
Deferred charge on refunding	322,169	
Certificate of participation	(1,410,000)	
Compensated absences	(3,097,555)	
Capital leases payable	(1,126,197)	
Interest payable	(541,594)	
Net pension obligation	<u>(665,917)</u>	(56,687,042)

Internal services funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in the governmental activities in the statement of net assets.

Net assets of internal service funds	9,182,612	
Less adjustment for changes in excess costs to the business-type activities	<u>(940,552)</u>	8,242,060

Net assets of governmental activities	<u>\$</u>	<u>308,175,129</u>
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The notes to the financial statements are an integral part of this statement.

CITY OF GREELEY, COLORADO
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	General Fund	Sales and Use Tax Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES				
Taxes	\$ 9,143,350	\$ 46,942,789	\$ 340,152	\$ 56,426,291
Licenses & permits	823,085	-	102,819	925,904
Intergovernmental revenue	3,986,776	-	9,966,075	13,952,851
Charges for services	9,504,608	-	2,996,168	12,500,776
Fines & forfeits	2,987,086	-	91,674	3,078,760
Special assessments	105,573	-	-	105,573
Miscellaneous revenue	2,268,951	34,002	818,539	3,121,492
Total revenues	28,819,429	46,976,791	14,315,427	90,111,647
EXPENDITURES				
Current:				
General government	5,073,703	-	30,000	5,103,703
Public safety	30,866,707	-	6,398	30,873,105
Public works	7,411,032	-	6,114,903	13,525,935
Leisure services	9,462,062	-	11,075	9,473,137
Community development	2,215,196	-	1,359,493	3,574,689
Nondepartmental	1,563,588	80,518	8,539,706	10,183,812
Debt service	-	-	6,621,965	6,621,965
Capital outlay	30,384	-	3,054,248	3,084,632
Total expenditures	56,622,672	80,518	25,737,788	82,440,978
Excess (deficiency) of revenues over expenditure:	(27,803,243)	46,896,273	(11,422,361)	7,670,669
OTHER FINANCING SOURCES (USES)				
Transfers in	41,674,887	-	22,557,053	64,231,940
Transfers out	(6,232,328)	(54,198,628)	(3,028,064)	(63,459,020)
Total other financing sources (uses)	35,442,559	(54,198,628)	19,528,989	772,920
Net change in fund balances	7,639,316	(7,302,355)	8,106,628	8,443,589
Fund balances - January 1	11,357,246	8,241,780	12,007,984	31,607,010
Prior period adjustment	936,176	-	(936,176)	-
Adjusted fund balance - January 1	12,293,422	8,241,780	11,071,808	31,607,010
Fund balances - December 31	\$ 19,932,738	\$ 939,425	\$ 19,178,436	\$ 40,050,599

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

CITY OF GREELEY, COLORADO
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2011

Amounts reported for Governmental Activities in the Statement of Activities are different because:

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS \$ 8,443,589

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Expenditures for capital assets	3,080,035	
Less current year depreciation	(20,272,030)	
Less current year dispositions, net accumulated depreciation	(258,252)	
Contributed capital	16,700	
Transfers from business-type activities	<u>28,331</u>	(17,405,216)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds.

Repayment of bond and lease principal	4,166,382
Net pension expense	(200,807)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. (471,076)

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

Current year compensated absences	144,611	
Current year bond premium amortization	82,014	
Current year bond issuance amortization	(33,573)	
Current year deferred amount on refunding	(47,729)	
Current year interest related to debt service payments	<u>38,699</u>	184,022

Internal service funds are used by management to charge the costs of equipment maintenance, management information systems, health and dental insurance plan, workers compensation, copying and mailing services, and self-insurance program for liability claims to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.

Change in net assets for internal service funds	(136,940)	
Less reduction in revenue due to reduction in expenses to the business-type activities	<u>40,115</u>	(96,825)

CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES \$ (5,379,931)

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

CITY OF GREELEY, COLORADO

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property taxes	\$ 8,927,000	\$ 8,927,000	\$ 8,822,035	\$ (104,965)
Occupational taxes	138,900	138,900	146,265	7,365
Telephone occupational taxes	170,000	170,000	152,683	(17,317)
Penalties and interest on taxes	21,000	21,000	22,367	1,367
Total taxes	9,256,900	9,256,900	9,143,350	(113,550)
Licenses and permits:				
Liquor licenses	29,000	29,000	39,310	10,310
Building permits	380,298	380,298	579,029	198,731
Animal licenses	15,000	15,000	13,799	(1,201)
Inspection fees	50,220	50,220	143,024	92,804
Interest penalty	-	-	3,316	3,316
Other licenses and permits	23,375	23,375	44,607	21,232
Total licenses and permits	497,893	497,893	823,085	325,192
Intergovernmental revenue:				
Federal grants	1,214,761	1,441,350	1,527,081	85,731
Federal intergovernmental agreement	17,500	17,500	13,580	(3,920)
State grants	31,000	36,985	100,988	64,003
State pass through grants	118,396	178,182	143,648	(34,534)
State intergovernmental agreement	276,289	353,701	172,722	(180,979)
Local governmental assistance	64,686	77,400	76,448	(952)
Cigarette taxes	200,000	200,000	192,410	(7,590)
Severance taxes	500,000	1,089,878	1,090,087	209
Federal mineral LS funds	75,000	533,159	533,159	-
Intergovernmental - county	134,748	134,748	136,653	1,905
Total intergovernmental revenue	2,632,380	4,062,903	3,986,776	(76,127)
Charges for services:				
Sales of publications	1,286	1,286	173	(1,113)
Court fees and charges	181,197	181,197	176,970	(4,227)
Sanitation enforcement	50,000	50,000	55,252	5,252
Advertising contracts	156,550	156,550	106,103	(50,447)
Police fees and charges	3,150	3,150	19,739	16,589
Transit fees	773,265	773,265	774,538	1,273
Leisure service fees	3,421,382	3,421,382	3,632,150	210,768
Park fees	12,654	12,654	22,304	9,650
Electric franchise fees	1,920,000	1,920,000	2,176,318	256,318
Gas franchise fees	1,800,000	1,800,000	1,507,798	(292,202)
Cable franchise fees	680,000	680,000	714,957	34,957

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For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Expense reimbursement	196,115	215,671	265,455	49,784
Other charges	53,375	53,375	52,851	(524)
Total charges for services	9,248,974	9,268,530	9,504,608	236,078
Fines and forfeits:				
Court fines	3,052,200	3,052,200	2,987,086	(65,114)
Miscellaneous revenue:				
Earnings on investments	55,000	55,000	153,678	98,678
Rents	1,103,225	1,105,145	983,647	(121,498)
Royalties	15,000	15,000	149,659	134,659
County reimbursement	441,682	441,682	435,566	(6,116)
Contributions	118,800	133,654	83,827	(49,827)
Sales of assets	4,500	4,500	72,189	67,689
Miscellaneous	57,049	94,896	376,571	281,675
Total miscellaneous revenue	1,795,256	1,849,877	2,255,137	405,260
Total revenues	26,483,603	27,988,303	28,700,042	711,739
EXPENDITURES:				
General government:				
Legislative	552,286	552,286	546,932	5,354
Judicial	675,124	675,124	706,696	(31,572)
Executive	602,150	632,451	622,632	9,819
Finance	1,949,510	1,952,880	1,848,960	103,920
Law	813,958	813,958	841,965	(28,007)
Human resources	504,222	513,800	506,518	7,282
Total general government	5,097,250	5,140,499	5,073,703	66,796
Police:				
Patrol	11,114,690	11,259,035	11,332,614	(73,579)
Services	7,883,371	8,243,766	8,231,724	12,042
Total police	18,998,061	19,502,801	19,564,338	(61,537)
Fire:				
Administration	331,259	331,259	323,004	8,255
Community Safety	696,091	698,991	673,423	25,568
Operations	10,548,378	10,574,703	10,305,942	268,761
Total fire	11,575,728	11,604,953	11,302,369	302,584

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CITY OF GREELEY, COLORADO

GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
Public works:				
Building maintenance	1,878,111	1,878,111	1,840,229	37,882
Transit services	2,473,339	2,473,339	2,684,179	(210,840)
Parks	2,857,931	2,906,912	2,886,624	20,288
Total public works	7,209,381	7,258,362	7,411,032	(152,670)
Leisure services:				
Administration	728,731	728,731	717,917	10,814
Marketing	488,927	488,927	398,035	90,892
Museums	829,929	839,797	827,929	11,868
Culture and public art	1,595,724	1,580,324	1,577,377	2,947
Facility services	618,293	611,206	588,800	22,406
Recreation	3,405,471	3,445,091	3,375,163	69,928
Youth enrichment	558,899	576,370	563,543	12,827
Island Grove	1,430,006	1,436,544	1,413,298	23,246
Total leisure services	9,655,980	9,706,990	9,462,062	244,928
Community development:				
Planning	782,535	873,843	856,568	17,275
Building inspection	536,702	536,702	542,146	(5,444)
Natural resources	589,748	644,851	515,395	129,456
Neighborhood resources	138,381	68,073	59,891	8,182
Engineering development review	230,928	238,481	241,196	(2,715)
Total community development	2,278,294	2,361,950	2,215,196	146,754
Nondepartmental:				
Partnering agencies contributions	161,395	161,395	156,129	5,266
Insurance	263,873	263,873	290,304	(26,431)
Sundry expenses	538,387	388,762	378,468	10,294
Miscellaneous	460,638	416,035	390,468	25,567
Total nondepartmental	1,424,293	1,230,065	1,215,369	14,696
Capital outlay	6,070	40,155	30,384	9,771
Total expenditures	56,245,057	56,845,775	56,274,453	571,322

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For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Deficiency of revenues under expenditures	(29,761,454)	(28,857,472)	(27,574,411)	1,283,061
OTHER FINANCING SOURCES (USES):				
Transfers in:				
Convention & visitor fund	40,000	60,000	52,900	(7,100)
Road development fund	1,711	-	-	-
Conservation trust fund	850,000	850,000	836,158	(13,842)
Sales and use tax fund	30,389,618	33,089,618	38,987,275	5,897,657
Designated revenue fund	34,003	34,003	34,003	-
Quality of life fund	350,307	343,811	343,811	-
Sewer fund	315,814	315,814	278,489	(37,325)
Water fund	824,511	824,511	894,963	70,452
Stormwater fund	228,611	202,572	199,813	(2,759)
Public safety combined services Fund	47,475	47,475	47,475	-
Total transfers in	33,082,050	35,767,804	41,674,887	5,907,083
Transfers out:				
Streets and roads fund	(2,283,978)	(2,439,449)	(1,499,470)	939,979
General debt service fund	(33,623)	(33,623)	(33,585)	38
Greeley building authority fund	(135,408)	(135,408)	(135,408)	-
Food tax fund	(430,678)	(3,530,678)	(3,530,678)	-
Fire equipment acquisition & replacement fund	-	-	(326,413)	(326,413)
Cemetery fund	(126,187)	(126,187)	(72,297)	53,890
Municipal golf course fund	(310,722)	(338,462)	(338,462)	-
Total transfers out	(3,320,596)	(6,603,807)	(5,936,313)	667,494
Total other financing sources (uses)	29,761,454	29,163,997	35,738,574	6,574,577
Net change in fund balance	-	306,525	8,164,163	7,857,638
Fund balance - January 1	8,021,272	11,357,246	11,357,246	-
Fund balance - December 31	\$ 8,021,272	\$ 11,663,771	\$ 19,521,409	\$ 7,857,638

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

**CITY OF GREELEY, COLORADO
SPECIAL REVENUE FUNDS
SALES & USE TAX FUND**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
General sales taxes	\$ 37,217,000	\$ 40,492,000	\$ 41,529,956	\$ 1,037,956
Sales tax on building permits	865,000	990,000	1,058,243	68,243
General use taxes	1,200,000	1,710,000	2,271,018	561,018
Auto use taxes	1,700,000	1,720,000	1,984,515	264,515
Penalties and interest on taxes	50,000	95,000	99,057	4,057
Total taxes	41,032,000	45,007,000	46,942,789	1,935,789
Miscellaneous revenue:				
Earnings on investments	20,000	24,750	32,533	7,783
Miscellaneous	-	-	1,469	1,469
Total miscellaneous revenue	20,000	24,750	34,002	9,252
Total revenues	41,052,000	45,031,750	46,976,791	1,945,041
EXPENDITURES:				
Nondepartmental:				
Sales tax collections	50,000	50,000	9,340	40,660
Miscellaneous	100,000	604,750	71,178	533,572
Total expenditures	150,000	654,750	80,518	574,232
Excess of revenues over expenditures	40,902,000	44,377,000	46,896,273	2,519,273
OTHER FINANCING USES:				
Transfers out:				
General fund	(30,389,618)	(33,089,618)	(38,987,275)	(5,897,657)
General debt service fund	(5,990,693)	(7,490,054)	(7,490,053)	1
Food tax fund	(3,835,838)	(4,300,838)	(4,400,898)	(100,060)
Island grove development fund	(26,012)	(26,012)	(21,026)	4,986
Quality of life fund	(924,839)	(1,234,839)	(1,396,602)	(161,763)
Information technology fund	(12,000)	(12,000)	(12,000)	-
Restricted fees fund	-	(2,100,000)	(1,890,774)	209,226
Total other financing uses	(41,179,000)	(48,253,361)	(54,198,628)	(5,945,267)
Net change in fund balance	(277,000)	(3,876,361)	(7,302,355)	(3,425,994)
Fund balance - January 1	5,887,301	8,241,780	8,241,780	-
Fund balance - December 31	\$ 5,610,301	\$ 4,365,419	\$ 939,425	\$ (3,425,994)

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

PROPRIETARY FUNDS

Major Enterprise Funds

Sewer Fund

This fund accounts for user charges and expenses for operating, financing, and maintaining the City's sanitary sewer system.

Water Fund

This fund accounts for user charges and the expenses for operating, financing, and maintaining the City's water system.

Public Safety Combined Services Fund

This fund accounts for user charges and expenses for operating and maintaining a regional communication dispatch center, criminal records and warrants management services and public safety information system.

CITY OF GREELEY, COLORADO
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS

December 31, 2011	Business-type Activities -- Enterprise Funds					Governmental Activities --
	Sewer Fund	Water Fund	Public Safety Combined Services Fund	Nonmajor Proprietary Funds	Totals	Internal Service Funds
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 581,735	\$ 4,188,248	\$ -	\$ 389,046	\$ 5,159,029	\$ 516,492
Investments	6,077,836	18,679,375	-	6,909,565	31,666,776	6,730,702
Accounts receivable, net	743,544	1,914,221	280,320	420,422	3,358,507	51,070
Special assessments	199,266	-	-	-	199,266	-
Accrued interest	12,516	38,480	-	14,229	65,225	13,861
Unbilled services	360,043	826,908	-	141,222	1,328,173	-
Due from other funds	38,162	2,193,047	185,546	125,482	2,542,237	65,900
Advances to other funds	548,000	-	-	-	548,000	2,584,357
Inventories	-	433,974	-	-	433,974	-
Prepaid items	1,495	3,608	27,830	1,447	34,380	140,468
Total current assets	8,562,597	28,277,861	493,696	8,001,413	45,335,567	10,102,850
Noncurrent assets:						
Restricted assets						
Cash and cash equivalents	-	-	-	499,500	499,500	-
Other assets	-	637,702	-	91,567	729,269	-
Capital assets:						
Land	573,135	12,539,970	-	4,190,148	17,303,253	16,986
Land improvements	34,078	329,189	-	4,369,985	4,733,252	-
Water rights	28,100	88,910,023	-	-	88,938,123	-
Artwork	-	421,757	-	-	421,757	-
Buildings/building improvements	3,556,933	1,972,097	-	1,555,430	7,084,460	278,837
Machinery and equipment	3,214,712	6,763,925	601,605	2,417,494	12,997,736	5,356,527
Infrastructure	92,248,729	262,399,937	-	36,336,941	390,985,607	-
Construction in progress	7,668,185	14,802,777	1,472,647	1,297,023	25,240,632	152,414
	107,323,872	388,139,675	2,074,252	50,167,021	547,704,820	5,804,764
Less: Accumulated depreciation	(36,988,395)	(83,847,978)	(28,578)	(28,969,352)	(149,834,303)	(3,643,625)
Total capital assets	70,335,477	304,291,697	2,045,674	21,197,669	397,870,517	2,161,139
Total noncurrent assets	70,335,477	304,929,399	2,045,674	21,788,736	399,099,286	2,161,139
Total assets	78,898,074	333,207,260	2,539,370	29,790,149	444,434,853	12,263,989
LIABILITIES						
Current liabilities:						
Accounts payable	918,690	1,106,204	27,753	371,153	2,423,800	365,570
Claims incurred but not reported	-	-	-	-	-	724,185
Compensated absences	143,273	307,973	165,674	123,342	740,262	132,921
Accrued liabilities	55,522	125,219	123,216	47,582	351,539	53,732
Accrued interest payable	74,285	1,360,362	-	33,396	1,468,043	-
Due to other funds	13,830	2,306,003	61,070	253,824	2,634,727	71,384
Current portion of long-term obligations	1,067,984	4,302,337	-	425,000	5,795,321	-
Unearned revenue	-	500	-	44,242	44,742	-
Other liabilities	-	56,985	-	-	56,985	32,956
Advances from other city funds	-	-	-	800,000	800,000	1,687,111
Total current liabilities	\$ 2,273,584	\$ 9,565,583	\$ 377,713	\$ 2,098,539	\$ 14,315,419	\$ 3,067,859

Continued on next page

**CITY OF GREELEY, COLORADO
 PROPRIETARY FUNDS
 STATEMENT OF NET ASSETS**

December 31, 2011	Business-type Activities --					Governmental Activities -- Internal Service Funds
	Enterprise Funds				Totals	
	Sewer Fund	Water Fund	Public Safety Combined Services Fund	Nonmajor Proprietary Funds		
Noncurrent liabilities:						
Accrued compensated absences	\$ 86,080	\$ 110,321	\$ 9,241	\$ 45,586	\$ 251,228	\$ 13,518
Unearned revenue	7,639	12,681	-	243,531	263,851	-
Notes payable (net of deferred amount from unamortized premium)	2,391,089	6,916,176	-	-	9,307,265	-
Certificate of participation debt (net of deferred amount from refunding and unamortized premium)	-	-	-	1,647,363	1,647,363	-
Revenue bonds (net of deferred amount for issuance premium)	-	65,311,958	-	-	65,311,958	-
Noncurrent liabilities	2,484,808	72,351,136	9,241	1,936,480	76,781,665	13,518
Total liabilities	4,758,392	81,916,719	386,954	4,035,019	91,097,084	3,081,377
NET ASSETS						
Invested in capital assets, net of related debt	66,876,404	232,384,855	2,045,674	19,125,306	320,432,239	2,161,139
Unrestricted	7,263,278	18,905,686	106,742	6,629,824	32,905,530	7,021,473
Total net assets	\$ 74,139,682	\$ 251,290,541	\$ 2,152,416	\$ 25,755,130	\$ 353,337,769	\$ 9,182,612

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

Internal receivable representing charges in excess of costs to the business-type activities	<u>940,552</u>
Net assets of business-type activities	<u>\$ 354,278,321</u>

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

CITY OF GREELEY, COLORADO
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE YEAR ENDED DECEMBER 31, 2011

	Business-type Activities --					Governmental Activities -- Internal Service Funds
	Enterprise Funds				Total	
	Sewer Fund	Water Fund	Public Safety Combined Services Fund	Nonmajor Proprietary Funds		
OPERATING REVENUES:						
Charges for services	\$ 9,252,137	\$ 30,292,195	\$ 7,529,963	\$ 5,273,824	\$ 52,348,119	\$ 18,068,394
Intergovernmental revenue	-	13,215	14,817	300	28,332	-
Licenses and permits	3,293	-	-	392	3,685	-
Fines and forfeits	-	-	-	205,560	205,560	-
Miscellaneous revenue	-	-	-	-	-	75,838
Total operating revenues	9,255,430	30,305,410	7,544,780	5,480,076	52,585,696	18,144,232
OPERATING EXPENSES:						
Personnel services	2,496,514	5,042,920	4,612,374	2,146,700	14,298,508	2,437,527
Supplies	285,101	1,219,748	20,737	200,665	1,726,251	1,867,232
Purchased services	735,549	1,472,862	1,216,165	371,164	3,795,740	2,398,633
Assessments	-	3,802,726	-	-	3,802,726	-
Insurance and bonds	200,000	200,000	-	-	400,000	945,694
Utilities	570,115	872,222	71,918	198,241	1,712,496	178,556
Repairs and maintenance	255,082	590,550	2,167	330,415	1,178,214	691,847
Rentals	18,715	99,332	-	95,473	213,520	-
Depreciation	2,414,261	6,603,849	28,578	1,042,825	10,089,513	488,652
Claims	-	-	-	-	-	9,704,069
Other expenses	6,201	40,552	8,509	2,811	58,073	71,044
Total operating expenses	6,981,538	19,944,761	5,960,448	4,388,294	37,275,041	18,783,254
Operating income (loss)	2,273,892	10,360,649	1,584,332	1,091,782	15,310,655	(639,022)
NONOPERATING REVENUES (EXPENSES):						
Plant investment fees	302,641	691,343	-	-	993,984	-
Development fees	-	-	-	152,223	152,223	-
Interest and investment earnings	96,824	418,320	236	62,974	578,354	123,227
Rents	14,047	241,230	-	100	255,377	-
Oil and gas royalties	110,539	310	-	48,680	159,529	-
Damages recovered	-	5,145	-	7,034	12,179	-
Intergovernmental agreement	-	-	(111,737)	-	(111,737)	-
Miscellaneous	75,835	(49,605)	(214)	(40,593)	(14,577)	95,241
Amortization	-	(62,486)	-	(18,313)	(80,799)	-
Interest expense	(210,955)	(3,530,957)	-	(183,451)	(3,925,363)	(45,037)
Gain (loss) on sale of capital assets	(131,345)	(307,749)	-	3,043	(436,051)	20,636
Total nonoperating revenues (expenses)	257,586	(2,594,449)	(111,715)	31,697	(2,416,881)	194,067
Income (loss) before capital contributions and transfers	2,531,478	7,766,200	1,472,617	1,123,479	12,893,774	(444,955)
Capital contributions	-	137,972	-	512,657	650,629	-
Transfers in	-	101,718	-	483,517	585,235	308,015
Transfers out	(380,207)	(894,963)	(47,475)	(343,525)	(1,666,170)	-
Change in net assets	2,151,271	7,110,927	1,425,142	1,776,128	12,463,468	(136,940)
Total net assets - January 1	71,988,411	244,179,614	727,274	23,979,002		9,319,552
Total net assets - December 31	\$ 74,139,682	\$ 251,290,541	\$ 2,152,416	\$ 25,755,130		\$ 9,182,612

Amounts reported for proprietary activities in the Statement of Net Activities are different because:

Internal service funds reduction of expenses because charges less
then costs to the business-type activities

(40,115)

Change in business-type activities

\$ 12,423,353

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

**CITY OF GREELEY, COLORADO
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2011**

	Business-type Activities --					Governmental Activities -- Internal Service Funds
	Enterprise Funds				Total	
	Sewer Fund	Water Fund	Public Safety Combined Services Fund	Nonmajor Proprietary Funds		
CASH FLOWS FROM OPERATING ACTIVITIES:						
Receipts from customers and users	\$ 9,130,270	\$ 29,949,919	\$ 7,784,981	\$ 5,606,730	\$ 52,471,900	\$ 311,499
Receipts from interfund services provided	-	-	-	-	-	17,943,985
Payments to suppliers	(1,729,667)	(7,814,276)	(1,319,062)	(873,147)	(11,736,152)	(15,857,684)
Payments to employees	(2,469,749)	(5,005,459)	(4,496,493)	(2,135,130)	(14,106,831)	(2,420,174)
Payments for interfund services used	(224,760)	(629,942)	(115,543)	(335,396)	(1,305,641)	(46,142)
Other receipts	240,789	313,220	15,017	42,421	611,447	104,726
Net cash provided by operating activities	4,946,883	16,813,462	1,868,900	2,305,478	25,934,723	36,210
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:						
(Increase) decrease in pooled cash reported as due (to) from other funds	249,091	399,399	(474,269)	306,729	480,950	74,484
Repayment of cash advances to/from other funds	196,000	(115,500)	-	(75,175)	5,325	3,384
Transfers in from other funds	20,166	70,031	-	585,519	675,716	-
Transfers out to other funds	(363,407)	(900,241)	(47,475)	(338,802)	(1,649,925)	-
Net cash provided (used) by noncapital financing activities	101,850	(546,311)	(521,744)	478,271	(487,934)	77,868
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:						
Advances from other funds	-	-	-	-	-	702,387
Capital contributions	299,475	690,163	-	150,939	1,140,577	-
Purchases and construction of capital assets	(4,389,284)	(17,697,012)	(1,346,978)	(1,061,225)	(24,494,499)	(766,257)
Principal paid on capital debt	(1,020,867)	(3,583,827)	-	(415,000)	(5,019,694)	(337,023)
Interest paid on capital debt	(217,429)	(3,415,992)	-	(105,697)	(3,739,118)	(45,037)
Sale of capital assets	-	31,690	-	3,043	34,733	20,636
Net cash used by capital and related financing activities	(5,328,105)	(23,974,978)	(1,346,978)	(1,427,940)	(32,078,001)	(425,294)
CASH FLOWS FROM INVESTING ACTIVITIES:						
Withdrawals from investment pool	4,412,747	23,250,970	225,141	1,492,200	29,381,058	3,967,240
Deposits into investment pool	(4,525,095)	(13,235,961)	(225,141)	(3,022,687)	(21,008,884)	(4,035,445)
Interest and investment earnings earned	76,526	187,293	236	47,645	311,700	108,316
Bank and investment charges paid	(45,001)	(101,504)	(414)	(41,654)	(188,573)	(8,456)
Net cash provided (used) by investing activities	(80,823)	10,100,798	(178)	(1,524,496)	8,495,301	31,655
Net increase (decrease) in cash and cash equivalents	(360,195)	2,392,971	-	(168,687)	1,864,089	(279,561)
Cash and cash equivalents - January 1	941,930	1,795,277	-	1,057,233	3,794,440	796,053
Cash and cash equivalents - December 31	\$ 581,735	\$ 4,188,248	\$ -	\$ 888,546	\$ 5,658,529	\$ 516,492
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 2,273,892	\$ 10,360,649	\$ 1,584,332	\$ 1,091,782	\$ 15,310,655	\$ (639,022)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:						
Depreciation expense	2,414,261	6,603,849	28,578	1,042,825	10,089,513	488,652
Miscellaneous nonoperating revenue	245,672	413,204	200	57,117	716,193	104,726
Miscellaneous nonoperating expense	-	(114,859)	(111,737)	-	(226,596)	-
Change in assets and liabilities:						
(Increase) decrease in receivables, net	(137,314)	(467,966)	255,018	88,542	(261,720)	126,374
(Increase) decrease in due from other funds	(3,683)	(10,405)	(185,546)	1,471	(198,163)	105,905
Decrease in inventory	-	15,247	-	-	15,247	-
(Increase) decrease in prepaid expenses	(1,495)	(137)	(27,829)	(58)	(29,519)	113,526
Increase (decrease) in accounts payable	129,637	(24,859)	27,753	(6,276)	126,255	(7,097)
Decrease in other payable	-	3,264	-	-	3,264	209,063
Increase in payroll liability	9,024	23,698	123,216	5,955	161,893	7,001
Decrease in due to other funds	(851)	(1,986)	-	(5,073)	(7,910)	(480,104)
Increase in compensated absences payable	17,740	13,763	174,915	5,616	212,034	10,351
Increase (decrease) in unearned revenue	-	-	-	23,577	23,577	(3,165)
Total adjustments	2,672,991	6,452,813	284,568	1,213,696	10,624,068	675,232
Net cash provided by operating activities	\$ 4,946,883	\$ 16,813,462	\$ 1,868,900	\$ 2,305,478	\$ 25,934,723	\$ 36,210
Noncash investing, capital, and financing activities:						
Contributions of capital assets	-	137,972	-	512,657	650,629	-
Increase in fair value of investments	13,467	35,003	-	15,330	63,800	14,913

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

CITY OF GREELEY, COLORADO
Notes to the Financial Statements
December 31, 2011

NOTE 1: REPORTING ENTITY

The City of Greeley is a Colorado Home Rule City operating under a charter provided by the Authority of the Constitution of the State of Colorado, and adopted by its citizens on June 24, 1958. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: police, fire, public records, art programs, museums, recreational programs and facilities, parks, forestry services, two golf courses, development services (planning, building inspections, code enforcement), transit services, traffic management services, infrastructure maintenance and improvements (streets, drainage, water, wastewater), cemetery services, downtown parking lots, and other general government services to administer the operations of the City. Electric, gas, and solid waste removal/disposal services are provided by private companies. Ambulance services are provided by Weld County.

Management has considered all potential component units in defining the City for financial reporting purposes. As required by generally accepted accounting principles, these financial statements present the City of Greeley (the primary government) and its component units. The component units discussed below are included in the City's reporting entity because of the significance of their operational or financial relationships with the City.

Blended component unit

The Greeley Building Authority (Authority) was created as a nonprofit corporation under Colorado law on October 21, 1980. The Authority was created for the purpose of assisting with projects that are beneficial to the City of Greeley such as borrowing or lending funds to assist in the building of City facilities. Members of the Board of Directors of the Authority are appointed by the Greeley City Council and provide services entirely for the City of Greeley. The City of Greeley has the ability to modify or approve the Authority's annual operating budget. The City also has the ability to appoint, hire, reassign, or dismiss those individuals responsible for the day-to-day operations of the Authority.

Discretely presented component units

The Greeley Urban Renewal Authority (GURA) was established by Ordinance 45 on December 23, 1969 by the City of Greeley as a dependent organization under Colorado law with the objective of carrying on urban renewal activities in the City of Greeley. Members of GURA are appointed by the City Mayor and subject to confirmation by the City Council. The City is able to impose its will by significantly influencing the programs, projects, activities, or level of services performed or provided by GURA. The City also has the ability to modify or approve GURA's budget and remove appointed members of GURA's governing board at will. However, the two governing boards are not substantively the same and GURA does not provide services entirely for the City.

The Downtown Development Authority (DDA) was created in 1998 by City Council and the qualified electors for the public health, safety, prosperity, security and welfare and to halt and prevent deterioration of property values in the central business district. The purpose of the DDA is generally to serve as a vehicle for planning and improving the central business district. The board is appointed by City Council. The board of directors of the DDA reviews and considers a proposed annual budget then submits that budget to City Council for approval. The City Council is authorized, in addition to the regular ad valorem tax and special assessments for improvements, to impose and levy an ad valorem tax on all real and personal property within the boundaries of the DDA not exceeding five mills on the valuation for assessment of such property.

None of the component units included in the reporting entity issue their own financial statements.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Government-wide and Fund Financial Statements

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

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

Separate financial statements are provided for governmental funds and proprietary funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 180 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Cigarette taxes, sales taxes, auto use taxes, special assessments taxpayer-assessed taxes, interest revenue and charges for services are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major governmental funds:

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

The *sales and use tax fund* a special revenue fund accounts for the collection of the City's 3.46% sales and use tax.

The City reports the following major proprietary funds:

The *sewer fund* accounts for user charges and expenses for operating, financing and maintaining the City's sanitary sewer system.

The *water fund* accounts for user charges and the expenses for operating, financing and maintaining the City's water system.

The *public safety combined services fund* accounts for user charges and expenses for operating and maintaining a regional communication dispatch center, criminal records and warrants management services and public safety information system.

Additionally, the City reports the following fund types:

Internal service funds are used by management to charge the costs of equipment maintenance, management information systems, health and dental insurance plan, workers compensation, copying and mailing services, and self insurance program for liability claims to individual funds.

Certain eliminations have been made as prescribed by the Governmental Accounting Standards Board (GASB) Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

The City applies all applicable Financial Accounting Standards Board (FASB) pronouncements as well as private-sector standards issued on or before November 30, 1989, to the government-wide financial statements and the proprietary fund types, unless those pronouncements conflict with or contradict GASB pronouncements. The City has elected not to apply private-sector standards issued after November 30, 1989.

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

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds and of the government's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed. When expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the City considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds.

Assets, Liabilities, and Net Assets or Equity

Property Taxes

Property taxes attach as an enforceable lien on property as of January 1. Taxes are payable in two installments on February 28 and June 15, or in total on April 30. Property taxes are billed and collected by Weld County, Colorado. Taxes for the following year are levied no later than December 15 and are recorded as a receivable with a corresponding offset to unearned revenue.

Cash and Investments

The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Investment practices for the City and its component units are governed by the City's investment policy and procedures. Note 4 identify authorized investment securities and their monetary value. Interest income earned on pooled investments is allocated based on each fund's share of those investments. Investments for the City as well as for its component units are reported at fair value.

For purposes of the statement of cash flows, the City defines cash and cash equivalents as amounts in demand deposits as well as short-term, highly liquid investments with original maturities of three months or less. Cash equivalents are both readily convertible to cash and are so near their maturity that they present insignificant risk of change in value due to interest rate changes.

Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Inventories and Prepaid Items

Inventories of enterprise funds are valued at cost using the first-in/first-out (FIFO) method. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Restricted Assets

Certain proceeds of bond issues, as well as certain resources set aside for their repayment, are classified as restricted assets on the balance sheet because their use is limited by applicable covenants. Also, certain funds are constrained due to grant requirements.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., streets and roads, bridges, stormwater drainage, traffic signals, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City and its component units as assets with an initial, individual cost of \$5,000 or more and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value on the date received.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Assets are depreciated using the straight-line method. Depreciation expense is reflected as an operating expense in the government-wide statement of activities.

Estimated useful lives for asset types are as follows:

Buildings and Improvements	10 – 50 years
Machinery and Equipment	3 – 30 years
Infrastructure	10 – 50 years
Land Improvements	15 – 25 years

Compensated Absences

The City allow employees to accumulate unused vacation or paid time off (PTO) pay and to defer overtime pay by accumulating compensatory leave up to a maximum limit of 40 hours. In the event of termination or retirement, an employee is paid for accumulated vacation hours up to a maximum of 169 hours or PTO hours up to a maximum of 320 hours, accumulated compensatory leave, and 50% of the accumulated sick leave earned as of December 31, 1988 up to a maximum of 60 days. The City Manager and department heads have a maximum vacation accrual of 560 hours or a maximum PTO accrual of 600 hours. All vacation/PTO pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

Long-term Obligations

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

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

Fund Balance

In the fund financial statements, governmental funds report reservations of fund balance in accordance with Statement No. 54 of the Governmental Accounting Standards Board; *Fund Balance Reporting and Governmental Fund Type Definitions* and is described in Note 5.

NOTE 3: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

An annual budget and appropriation ordinance is adopted by the City Council in accordance with the City of Greeley Home Rule Charter. Budgets are adopted on a basis consistent with GAAP, except for the following: proceeds from long-term debt are budgeted as revenue in the proprietary funds; note, lease and bond principal payments are budgeted as expenses in the proprietary funds; repayments of advances to/from other city funds are budgeted as revenues and expenditures/expense in all fund types; and purchases of fixed assets are budgeted as capital outlay expenses in the proprietary funds.

On or before the fifteenth of September of each year the City Manager is required to submit to the City Council a recommended budget covering the next fiscal year which include the following information: 1) proposed expenditures for each fund; 2) debt service requirements; 3) an estimate of the amount of revenues from all sources other than property taxes; 4) an estimate of the fund equity balance or deficit for the end of the current fiscal year; 5) an estimate of the amount of money to be raised from property taxes and bond issues; and 6) other supporting information as the City Council may request.

Annually, the City Council is required to set a property tax levy and certify the same to the Weld County Commissioners. Upon completion of a public hearing and the tax levy certification, City council must adopt the budget and make the necessary appropriations by ordinance no later than December 15.

The adopted appropriation ordinance does not include estimated revenues. Yet, since the City Manager is required to provide an estimate of all revenues, this information, as revised, is used in the budgetary comparison schedules.

Formal budgetary integration is employed as a management control device during the year to monitor the individual departments or divisions within departments. The fund level of classification is the level of classification at which expenditures may not exceed appropriations. All appropriations lapse at the end of the budget year, to the extent that they shall not have been expended, committed, reserved or lawfully encumbered; however, appropriations for capital projects shall in no event lapse before the end of the second full year after the budget year.

After the adoption of the annual appropriation ordinance, the City Council may, by ordinance, transfer any uncommitted appropriation balance from one department to another; and make additional appropriations during the fiscal year for unanticipated expenditures to the extent that actual or anticipated revenues of the year exceed the estimated revenues in the budget, unless the appropriations are necessary to relieve an emergency situation. The City Manager may, without Council action, approve the transfer of budgeted expenditures between programs within departments or divisions or between departments or divisions within the same funds.

An annual budget is approved by the GURA board in accordance with the Local Government Budget Law. The budget is prepared on a basis consistent with generally accepted accounting principles (GAAP). The appropriation is at the total fund expenditures level and lapses at year end.

An annual budget is proposed by the DDA board in accordance with the Local Government Budget Law and then submitted to the City Council for approval. The budget is prepared on a basis consistent with generally accepted accounting principles (GAAP). The appropriation is at the total fund expenditures level and lapses at year end.

Excess of Expenditures/Expenses Over Appropriations

For the year ended December 31, 2011, expenditures/expenses exceeded appropriations in the following City funds:

Special Revenue Fund	
Sales and Use Tax Fund	\$5,371,035
Capital Project Fund	
Fire Protection Development Fund	\$34
Internal Service Fund	
Health Fund	\$439,850
Liability Fund	\$23,714
Permanent Funds	
Cemetery Endowment Fund	\$5,557
Memorials Fund	\$75

For the year ended December 31, 2011, expenditures/expenses exceeded appropriations in the following DDA fund:

Debt Service Fund	\$2,166
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Deficit Fund Equity

Capital Project Funds:

The Island Grove Development Fund has a deficit fund balance of \$955,251 as of December 31, 2011. The shortage is due to improvements done at the park; the deficit will be eliminated by the collection of fees.

Tax, Spending, and Debt Limitations

On November 3, 1992, Colorado voters passed an amendment to the State Constitution, Article X, Section 20, commonly known as the Taxpayers Bill of Rights or TABOR. TABOR contains several limitations, including revenue rising, spending

abilities, and other specific requirements of state and local governments. On November 2, 1999, Greeley voters chose to waive the revenue limitations imposed by TABOR. The City believes it is in compliance with the other requirements of the Amendment. However, the City has made certain interpretations of the Amendment's language in order to determine its compliance. The Amendment is complex and subject to judicial interpretation.

NOTE 4: DEPOSITS, INVESTMENTS AND RECEIVABLES

Bank Deposits and Investments

The City and its discretely presented component units' (Greeley Urban Renewal Authority and Downtown Development Authority) bank accounts at year-end were entirely covered by federal depository insurance or by collateral held by the City's, the Greeley Urban Renewal Authority's, and the Downtown Development Authority's, custodial banks in their respective names under provisions of the Colorado Public Deposit Protection Act (CPDPA).

The CPDPA requires financial institutions to pledge collateral having a market value of at least 102% of the aggregate public deposits not insured by federal depository insurance. Eligible collateral includes municipal bonds, U.S. government securities, mortgages and deeds of trust.

The City's investment policy authorizes the City to invest in bonds or other interest bearing obligations of the United States of America or its agencies thereof; banker's acceptances issued by state or national bank, commercial paper; repurchase agreements; money market funds; and local government pools.

The City has invested \$12,505,478 in the Colorado Government Liquid Asset Trust (COLOTRUST), an investment vehicle established by state statute for local governmental entities in Colorado to pool surplus funds for investment purposes. COLOTRUST operates similarly to a money market fund and each share is equal in value to \$1.00. At December 31, 2011 the fair value of the City's investment is \$12,505,478.

As of December 31, 2011, the City had the following investments. (Dollars are in thousands.)

Investment	S&P Rating	Moody Rating	Fair Value	Weighted Average Maturity (in days)	Concentration of Credit Risk
U.S. Instrumentalities					
FNMA	AA+	Aaa	\$ 25,043	518	35%
FHLMC	AA+	Aaa	8,693	252	12%
FHLB	AA+	Aaa	2,998	467	4%
FFCB	AA+	Aaa	5,006	212	7%
Freddie Mac	AA+	Aaa	3,002	343	4%
U.S. Treasuries	AA+	Aaa	9,075	1099	13%
Commercial Paper					
Golden Funding Corp	A-1	P-1	3,000	1	4%
ING Funding	A-1	P-1	2,494	1	3%
ColoTrust	AAA	Aaa	12,505	9	
Contributed Stocks/Mutual Funds	Not rated	Not rated	<u>254</u>	N/A	
Total Investments			\$ 72,070		
Reconciliation to Total Cash and Investments:					
Add:					
Cash (unrestricted)			7,499		
Cash (designated)			<u>1,281</u>		
Total Cash and Investments			<u><u>\$ 80,850</u></u>		

The City's investment policy calls for investment diversification within the portfolio to avoid unreasonable risks inherent in over investing in specific instruments, individual financial institutions or maturities. The City's investment policy limits maturity to five years or less from the date of purchase.

Discretely Presented Component Units

As of December 31, 2011, the **Greeley Urban Renewal Authority** had the following investments. (Dollars are in thousands.)

Investment	S&P Rating	Moody Rating	Fair Value	Weighted Average Maturity (in days)
ColoTrust	AAA	Aaa	\$ 242	9
Total Investments			<u>242</u>	
Reconciliation to Total Cash and Investments:				
Add:				
Cash (unrestricted)			<u>2,364</u>	
Total Cash and Investments			<u><u>\$ 2,606</u></u>	

As of December 31, 2011, the **Downtown Development Authority** had the following deposits. (Dollars are in thousands.)

Cash	S&P Rating	Moody Rating	Fair Value	Weighted Average Maturity (in days)
Cash (unrestricted)			<u>\$ 1,254</u>	
Total Cash			<u><u>\$ 1,254</u></u>	

Receivables

Receivables as of year-end for the City's individual major funds and nonmajor funds, in the aggregate, are as follows:

	General	Sales and Use Tax	Sewer	Water	Public Safety Combined Services	Nonmajor and Other Funds	Total
Receivables:							
Interest	\$ 32,290	\$ 399	\$ 12,516	\$ 38,480	\$ -	\$ 1,249,211	\$ 1,332,896
Taxes	8,733,676	5,455,066	-	-	-	-	14,188,742
Accounts	1,571,580	13,485	743,544	1,914,221	280,320	1,890,976	6,414,126
Notes	-	-	-	-	-	3,265,948	3,265,948
Unbilled	-	-	360,043	826,908	-	141,222	1,328,173
Special							
Assessments	321,375	-	199,266	-	-	-	520,641
Intergovernmental	175,699	128,350	-	-	-	86,830	390,879
Total receivables	<u>\$ 10,834,620</u>	<u>\$ 5,597,300</u>	<u>\$ 1,315,369</u>	<u>\$ 2,779,609</u>	<u>\$ 280,320</u>	<u>\$ 6,634,187</u>	<u>\$ 27,441,405</u>

Receivables are ordinarily collected within one year, except for special assessments which are collected over several years.

Receivables as of year-end for the **Greeley Urban Renewal Authority** are as follows:

	All Funds
Receivables:	
Taxes	\$ 180,410
Notes	<u>313,812</u>
Total receivables	<u><u>\$ 494,222</u></u>

Receivables as of year-end for the **Downtown Development Authority** are as follows:

	All Funds
Receivables:	
Taxes	\$ 416,737
Total receivables	<u>\$ 416,737</u>

Governmental funds report *unearned revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

	Unavailable	Unearned
Property taxes receivable (general fund)	\$ -	\$ 8,733,676
Grant funds (general fund)	-	14,942
Administrative hearings receivable (general fund)	224,602	-
Account receivable (general fund)	3,725	-
Charges for services not yet earned (general fund)	-	1,075
Permit fees (special revenue fund)	-	10,442
Community Development notes receivable (special revenue fund)	4,437,952	-
Special assessments not yet due (general fund)	296,654	-
Grant funds (capital project fund)	-	82,300
Development fees (capital project fund)	-	423,777
Total unearned revenue tied to receivables for governmental funds	<u>\$ 4,962,933</u>	<u>\$ 9,266,212</u>

Discretely Presented Component Units

Greeley Urban Renewal Authority		Unavailable	Unearned
Property taxes receivable (special revenue fund)		\$ -	\$ 180,410
Community Development notes receivable (special revenue fund)		46,182	-
Total unearned revenue tied to receivables for governmental funds		<u>\$ 46,182</u>	<u>\$ 180,410</u>

Downtown Development Authority		Unavailable	Unearned
Property taxes receivable (special revenue fund)		\$ -	\$ 416,737
Total unearned revenue tied to receivables for governmental funds		<u>\$ -</u>	<u>\$ 416,737</u>

NOTE 5: FUND BALANCE DESIGNATION

The Governmental Accounting Standards Board (GASB) Statement No. 54 Fund Balance Reporting and Governmental Fund Type Definitions require the fund balance amounts to be properly reported within one of the fund balance categories listed below:

Non-spendable fund balance

- Portion of net resources that cannot be spent because of their form; including inventories, prepaid amounts, long-term amount of loans and notes
- Portion of net resources that cannot be spent because they must be maintained intact; principal of a permanent fund

Restricted fund balance

- Includes amounts that can be spent only for the specific purposes imposed by creditors, grantors, contributors, or laws and regulations of other governments
- Limitation imposed by government's own charter

Committed fund balance

- Includes amounts that can only be used for the specific purposes determined by a formal action of City Council. Commitments may be established, modified, or rescinded only through ordinances approved by City Council.

Assigned fund balance

- Represents amounts that reflect the City's intended use of resources. It has to be established at either the highest level of decision making, or by an official designated for that purpose. On December 20, 2011, the City Council adopted Resolution 86, 2011 that grants the City Manager, or the City Manager's Designee, authority to designate the assigned fund balance based on the intended use of such resources

Unassigned fund balance

- Total fund balance in the general fund in excess of non-spendable, restricted, committed, and assigned fund balance
- Excess of non-spendable, restricted, and committed fund balance over total fund balance (deficit)
- This classification includes the residual fund balance for the General Fund and the amount established as a reserve in the General Fund to provide a fiscal cushion to absorb fluctuations in revenue due to economic conditions and fluctuations in expenditures due to unanticipated conditions as established in Resolution 17, 2010. The resolution requires a fund balance equal to at least ten percent (10%) of the prior year audited expenditures plus transfers out; at December 31, 2011 this balance was \$10,453,319 or 16.67%.

As of December 31, 2011, fund balances are composed of the following:

Fund Balances	General Fund	Sales and Use Tax Fund	Other Governmental Funds	Total Governmental Funds
Nonspendable:				
Permanent fund principal	-	-	2,190,349	2,190,349
Total nonspendable	-	-	2,190,349	2,190,349
Restricted:				
Poudre trail	70,823	-	-	70,823
FTA-capital	16,500	-	-	16,500
Recreation donations	115,007	-	-	115,007
TABOR emergency reserve	2,621,845	-	-	2,621,845
Debt service	-	-	1,502,705	1,502,705
Urban development	-	-	821,104	821,104
Conservation trust	-	-	585	585
FTA-ARRA grant	-	-	1	1
FASTER funds	-	-	1,276,367	1,276,367
Petriken memorial	-	-	56	56
Memorials	-	-	141,056	141,056
Total restricted	2,824,175	-	3,741,874	6,566,049
Committed:				
Encumbrances	27,143	-	5,000	32,143
Capital projects	-	600,954	1,716,765	2,317,718
Quality of life projects	-	246,330	2,775,504	3,021,834
Police/LPA maintenance	-	92,142	2,896,893	2,989,035
Art in public places	-	-	302,898	302,898
Convention & visitor	-	-	266,686	266,686
Drug/alcohol surcharge	-	-	19,044	19,044
Victim's assistance program	-	-	289,715	289,715
Traffic calming	-	-	69,190	69,190
Senior center clubs	-	-	33,612	33,612
Softball improvements	-	-	15,061	15,061
Fire protection development fees	-	-	383,136	383,136
Police development fees	-	-	105,657	105,657
Transportation development fees	-	-	2,740,093	2,740,093

Fund Balances	General Fund	Sales and Use Tax Fund	Other Governmental Funds	Total Governmental Funds
Park development fees	-	-	1,124,261	1,124,261
Trails development fees	-	-	305,005	305,005
Total committed	27,143	929,425	13,048,520	14,015,088
Assigned:				
Poudre learning center	5,000	-	-	5,000
Consortium	19,393	-	-	19,393
Computer software projects	296,675	-	-	296,675
UCCC improvements	-	-	64,143	64,143
Recreation center improvements	-	-	4,437	4,437
Adventure golf improvements	-	-	8,919	8,919
Cable franchise PEG	-	-	248,743	248,743
Museum programs	-	-	207,782	207,782
Senior center improvements	-	-	44,652	44,652
Community memorials	-	-	115,168	115,168
Railway projects	-	-	19,248	19,248
Fire equipment acquisition & replacement	-	-	446,913	446,913
Total assigned	321,068	-	1,155,293	1,476,361
Unassigned	16,760,352	-	(957,600)	15,802,752
Total Fund Balances	19,932,738	939,425	19,178,436	40,050,599

NOTE 6: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2011 was as follows:

Primary Government	Beginning Balance	Increases	(Decreases) Reclassifications	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 65,956,177	\$ 1,903	\$ -	\$ 65,958,080
Artwork	2,835,924	26,040	-	2,861,964
Construction in progress	3,686,562	979,441	(1,130,711)	3,535,292
Total capital assets, not being depreciated	72,478,663	1,007,384	(1,130,711)	72,355,336
Capital assets, being depreciated:				
Buildings/building improvements	104,139,196	1,014,536	(386,743)	104,766,989
Land improvements	39,224,818	141,161	206,837	39,572,816
Machinery and equipment	34,487,403	1,341,746	(2,181,170)	33,647,979
Infrastructure	316,804,616	382,427	752,236	317,939,279
Total capital assets, being depreciated	494,656,033	2,879,870	(1,608,840)	495,927,063
Less accumulated depreciation for:				
Buildings/building improvements	(31,128,363)	(3,160,160)	267,478	(33,921,045)
Land improvements	(14,648,979)	(1,996,403)	-	(16,645,382)
Machinery and equipment	(23,565,054)	(2,111,352)	2,117,890	(23,558,516)
Infrastructure	(166,896,972)	(13,492,766)	-	(180,389,738)
Total accumulated depreciation	(236,239,368)	(20,760,681)	2,485,368	(254,514,681)
Total capital assets, being depreciated, net	258,416,665	(17,880,811)	876,528	241,412,382
Governmental activities capital assets, net	\$ 330,895,328	\$ (16,873,427)	\$ (254,183)	\$ 313,767,718

Primary Government	Beginning Balance	Increases	(Decreases) Reclassifications	Ending Balance
Business-type Activities:				
Capital assets, not being depreciated				
Land	\$ 16,961,346	\$ 341,907	\$ -	\$ 17,303,253
Water rights	80,500,764	8,437,359	-	88,938,123
Artwork	321,500	100,257	-	421,757
Construction in progress	20,605,079	11,740,982	(7,105,429)	25,240,632
Total capital assets, not being depreciated	118,388,689	20,620,505	(7,105,429)	131,903,765
Capital assets, being depreciated				
Buildings/building improvements	6,857,622	97,580	129,258	7,084,460
Land improvements	4,632,638	100,614	-	4,733,252
Machinery and equipment	11,958,571	1,284,172	(245,007)	12,997,736
Infrastructure	382,453,868	2,617,796	5,913,943	390,985,607
Total capital assets, being depreciated	405,902,699	4,100,162	5,798,194	415,801,055
Less accumulated depreciation for:				
Buildings/building improvements	(3,153,500)	(393,444)	-	(3,546,944)
Land improvements	(2,478,508)	(170,068)	-	(2,648,576)
Machinery and equipment	(6,993,639)	(789,548)	250,083	(7,533,104)
Infrastructure	(128,107,906)	(8,736,453)	738,680	(136,105,679)
Total accumulated depreciation	(140,733,553)	(10,089,513)	988,763	(149,834,303)
Total capital assets, being depreciated, net	265,169,146	(5,989,351)	6,786,957	265,966,752
Business-type activities capital assets, net	\$ 383,557,835	\$ 14,631,154	\$ (318,472)	\$ 397,870,517

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

Governmental activities:	
General government	\$ 46,446
Public safety	1,528,160
Public works	16,820,529
Leisure services	1,853,155
Community development	23,740
Capital assets held by government's internal service funds are charged to the various functions based on their usage of the assets	488,651
Total depreciation expense – governmental activities	\$20,760,681
Business-type activities	
Sewer	\$ 2,414,261
Water	6,603,849
Public Safety Combined Services	28,578
Other business activities	1,042,825
Total depreciation expense – business-type activities	\$ 10,089,513

Discretely Presented Component Units

Activity for the **Greeley Urban Renewal Authority** for the year ended December 31, 2010, was as follows:

Component Unit	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$591,627	\$ -	\$ -	\$591,627
GURA capital assets, net	\$591,627	\$ -	\$ -	\$591,627

NOTE 7: INTERFUND TRANSACTIONS

Interfund balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Due to/Due from December 31, 2011	Interfund Receivables	Interfund Payables
Governmental Funds:		
Major Funds:		
General Fund	\$ 5,747,551	\$ 1,474,415
Sales and Use Tax Fund	-	4,733,022
Total Major Funds	<u>5,747,551</u>	<u>6,207,437</u>
Nonmajor Funds	<u>1,573,086</u>	<u>1,015,226</u>
Total Governmental Funds	<u>7,320,637</u>	<u>7,222,663</u>
Proprietary Funds:		
Major Funds:		
Sewer Fund	38,162	13,830
Water Fund	2,193,047	2,306,003
Public Safety Combined Services Fund	185,546	61,070
Total Major Funds	<u>2,416,755</u>	<u>2,380,903</u>
Nonmajor Funds	<u>125,482</u>	<u>253,824</u>
Total Proprietary Funds	<u>2,542,237</u>	<u>2,634,727</u>
Governmental Activities:		
Internal Service Funds	<u>65,900</u>	<u>71,384</u>
Total	<u>\$9,928,774</u>	<u>\$9,928,774</u>
Advances to/from other funds: December 31, 2011	Receivable Fund	Payable Fund
Governmental Funds:		
Major Fund:		
General Fund	\$ -	\$ 839,626
Total Major Funds	-	839,626
Nonmajor Funds	<u>1,234,857</u>	<u>1,040,477</u>
Total Governmental Funds	<u>1,234,857</u>	<u>1,880,103</u>
Proprietary Funds:		
Major Funds:		
Sewer Fund	548,000	-
Total Major Funds	<u>548,000</u>	<u>-</u>
Nonmajor Funds	<u>-</u>	<u>800,000</u>
Total Proprietary Funds	<u>548,000</u>	<u>800,000</u>
Governmental Activities:		
Internal Service Funds	<u>2,584,357</u>	<u>1,687,111</u>
Total	<u>\$4,367,214</u>	<u>\$4,367,214</u>

On December 31, 2005, the Cemetery Endowment Fund loaned the Municipal Golf Course \$800,000 for operations. As positive cash balances accrue, those balances are to be used to repay the loan until paid in full with interest at 5%. Interest began to accrue on January 1, 2006. The balance on this loan at December 31, 2011 is \$800,000.

On December 31, 2005, the Cemetery Endowment Fund loaned the Island Grove Development Fund \$706,357 to fund various projects at Island Grove Park. As funds become available, those monies are to be used to repay this loan plus 5% interest. Interest began to accrue on January 1, 2006. The balance on this loan at December 31, 2011 is \$434,857.

On December 31, 2006, the Sewer Fund loaned the Island Grove Development Fund \$820,000 to fund various projects at Island Grove Park. As funds become available, those monies are to be used to repay this loan plus 5% interest. Interest began to accrue on January 1, 2007. The balance on this loan at December, 31, 2011 is \$548,000.

On December 31, 2008, the Health Fund loaned the General Fund \$393,492 for the payout of the 1989 sick leave accrual. It is a no interest loan that will be paid back by departments as employees leave their employment with the City. The balance of this loan at December 31, 2011 is \$350,759.

On December 31, 2008, the Health Fund loaned the Streets and Roads Fund \$81,794 for the payout of the 1989 sick leave accrual. It is a no interest loan that will be paid back by departments as employees leave their employment with the City. The balance of this loan at December 31, 2011 is \$57,620.

On December 31, 2009, the Health Fund loaned the Equipment Maintenance Fund \$480,738 for equipment purchases. Payments are required on a quarterly basis to repay this loan plus 4% interest. Interest began to accrue on January 1, 2010. The balance of this loan at December 31, 2011 is \$282,881.

On December 31, 2010, the Health Fund loaned the General Fund \$539,440 to fund the purchase of a fire truck. As funds become available, those monies are to be used to repay this loan plus 4% interest. Interest began to accrue on January 1, 2011. The balance of this loan at December 31, 2011 is \$488,867.

On April 1, 2010, the Health Fund loaned the Equipment Maintenance Fund \$401,212 for equipment purchases. As funds become available, those monies are to be used to repay this loan plus 4% interest. Interest began to accrue on April 1, 2010. The balance of this loan at December 31, 2011 is \$280,848.

On December 31, 2010, the Health Fund loaned the Equipment Maintenance Fund \$552,029 for equipment purchases. Payments are required on a quarterly basis to repay this loan plus 4% interest. Interest began to accrue on January 1, 2011. The balance of this loan at December 31, 2011 is \$444,982.

On April 1, 2011, the Health Fund loaned the Equipment Maintenance Fund \$239,873 for equipment purchases. Payments are required on a quarterly basis to repay this loan plus 2% interest. Interest began to accrue on April 1, 2011. The balance of this loan at December 31, 2011 is \$215,886.

On December 31, 2011, the Health Fund loaned the Equipment Maintenance Fund \$462,514 for equipment purchases. Payments are required on a quarterly basis beginning in April, 2012 to repay this loan plus 2% interest. Interest began to accrue on January 1, 2012.

Interfund Transfers	Transfers In	Transfers Out
Governmental Funds:		
Major Funds:		
General Fund	\$41,674,887	\$ 6,232,328
Sales and Use Tax Fund	-	54,198,628
Total Major Funds	41,674,887	60,430,956
Nonmajor Funds	22,557,053	3,028,064
Total Governmental Funds	64,231,940	63,459,020
Proprietary Funds:		
Major Funds:		
Sewer Fund	-	380,207
Water Fund	101,718	894,963
Public Safety Combined Services Fund	-	47,475
Total Major Funds	101,718	1,322,645
Nonmajor Funds	483,517	343,525
Total Proprietary Funds	585,235	1,666,170
Internal Service Funds	308,015	-
Total Transfers	\$65,125,190	\$65,125,190

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

NOTE 8: LEASE OBLIGATIONS

Operating Leases

The City leases golf equipment under a five-year non-cancelable operating lease. The total cost for this lease was \$59,894 for the year ended December 31, 2011. The future minimum payments for this lease are as follows:

Year Ending December 31	Amount
2012	\$ 127,500
Total	<u>\$ 127,500</u>

The City entered into an agreement with a third party on April 20, 2008 that the third party would make the final payment on this lease in 2012. In exchange for making the final payment the leased property will become the property of the third-party.

Capital Leases

On December 17, 2008, the City entered into a seven-year lease agreement to purchase two fire trucks with a zero down payment. On March 19, 2009, the City entered into a seven-year lease agreement to finance the purchase of a fire truck with a zero down payment.

Governmental Activities	
Asset:	
Vehicles	\$1,830,367
Less: Accumulated depreciation	<u>(527,157)</u>
Total	<u>\$1,307,880</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2011, were as follows:

Year Ending December 31	Amount
2012	\$ 296,625
2013	296,625
2014	296,625
2015	296,625
2016	<u>35,556</u>
Total minimum lease payments	1,222,056
Less: amount representing interest	<u>(95,859)</u>
Present value of minimum lease payments	<u>\$1,126,197</u>

NOTE 9: LONG-TERM DEBT

Revenue Bonds

The City issues revenue bonds where the City pledges specific revenues to pay debt service. The original amount of the outstanding revenue bonds issued for governmental activities was \$69,330,000, and for business-type activities was \$78,995,000.

The 1998 Sales and Use Tax revenue bonds and the 2000 Sales and Use Tax revenue bonds were issued to provide funds for major capital acquisitions, construction, and improvements. These revenue bond issues were payable from the City's 3% sales tax and did not include the City's sales tax on food. During 2005, \$3,050,000 of the 1998 Sales and Use Tax revenue bonds and \$7,350,000 of the 2000 Sales and Use Tax revenue bonds were defeased by the \$10,390,000 Sales and Use Tax Revenue Refunding Bonds – Series 2005B. The tax on food was scheduled to expire on December 31, 2011, and this tax was extended to December 31, 2016 in accordance with applicable law. During 2003, the City issued \$34,000,000 Sales and Use Tax revenue bonds, this revenue bond issue was payable from the City's 3.46% sales and use tax, and does not include the City's sales tax on food. It does include the .3% increase in sales and use tax approved by the electors at the November 5, 2002 election, and that increase will expire on December 31, 2022. This revenue bond issue was used to finance certain recreational, parks and landscaping and cultural amenities, and to pay capitalized interest and cost of the bond issue. During 2005, the City issued

\$24,940,000 Sales and Use Tax revenue bonds, and this revenue bond issue is payable from the City's 3.46% sales and use tax, and does not include the City's sales tax on food. It does include the .16% increase in sales and use tax approved by the electors at the November 2, 2004 election, and this increase will expire on December 31, 2024. The 2005 bond issue was used to finance the acquisition, construction, and equipping of a new police station and to renovate the City's public safety building.

The 1999 Water revenue bonds were issued to finance the acquisition and construction to the City's municipal water system, and pledge the net revenues of the water system. The 2004 Water revenue bonds were issued to finance the capital improvements, betterments, extensions, and expansions of the City's municipal water system, and pledge the net revenues of the water system. The 2006 Water revenue bonds were issued to finance capital improvements to the water system, including the acquisition of water rights. The net revenues of the water system are pledged on these bonds. The City issued the 2008 Water revenue bonds to finance and reimburse the costs of the water system capital improvements. The net revenues of the water system are pledged on this bond issue.

Revenue bonds outstanding at year end are as follows:

Purpose	Interest Rate	Amount
Governmental Activities		
\$10,390,000, 2005B Sales & Use Tax revenue bonds, final payment in 2018	3.50% - 5.50%	\$ 8,800,000
\$24,940,000, 2005 Sales & Use Tax revenue bonds, final payment in 2024	3.00% - 4.25%	18,520,000
\$34,000,000, 2003 Sales & Use Tax revenue bonds, final payment in 2022	3.00% - 4.60%	22,545,000
Total Governmental Activities		<u>49,865,000</u>
Business-type Activities		
\$4,645,000, 1999 Water revenue bonds, final payment in 2019	4.40% - 5.00%	2,435,000
\$17,210,000, 2004 Water revenue bonds, final payment in 2024	2.50% - 4.50%	12,360,000
\$25,000,000, 2006 Water revenue bonds, final payment in 2026	2.50% - 4.50%	21,305,000
\$32,140,000, 2008 Water revenue bonds, final payment in 2028	3.50% - 5.00%	32,140,000
Total Business-type Activity		<u>68,240,000</u>
Total Revenue Bonds		<u>\$118,105,000</u>

Revenue bond debt service requirements to maturity are as follows:

Year Ending December 31	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2012	\$ 3,870,000	\$ 2,127,443	\$ 3,410,000	\$ 2,911,341
2013	4,025,000	1,983,805	3,530,000	2,785,374
2014	4,180,000	1,821,318	3,655,000	2,648,545
2015	4,355,000	1,642,255	3,800,000	2,510,920
2016	4,550,000	1,451,880	3,950,000	2,359,370
2017-2021	21,200,000	4,266,487	21,650,000	9,148,605
2022-2026	7,685,000	534,380	23,170,000	4,273,295
2027-2028	-	-	5,075,000	377,038
Total	<u>\$49,865,000</u>	<u>\$13,827,568</u>	<u>\$68,240,000</u>	<u>\$27,014,488</u>

Certificates of Participation

The City has used the proceeds from certificates of participation to fund certain projects. The proceeds of the 2000 Greeley Building Authority Certificates were used in a cooperative project for the construction, acquisition, and equipping of a new community building in the Island Grove Regional Park. This debt is funded by the General Fund and Colorado Ag Education, Inc., d/b/a Colorado Farm Show, Inc. The proceeds of the 1997 Golf Course Certificates of Participation were used to pay a

1989 lease in full, and to finance improvements at the Highland Hills Golf Course. The 1997 issue was refunded in 2005 by the \$4,995,000 Greeley Building Authority Refunding Certificates of Participation Series 2005.

Purpose	Interest Rate	Amount
Governmental Activities		
\$2,635,000, 2000 Greeley Building Authority Certificates of Participation, final payment 2019	4.80% - 5.60%	\$1,410,000
Total Governmental Activities		1,410,000
Business-type Activities		
\$4,995,000, 2005 Golf Course Refunding Certificates of Participation, final payment in 2016	3.00% - 4.00%	2,280,000
Total Business-type Activity		2,280,000
Total Certificates of Participation		\$3,690,000

The debt service requirements to maturity for the certificates of participation are as follows:

Year Ending December 31	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2012	145,000	76,680	425,000	89,056
2013	155,000	69,213	440,000	73,650
2014	160,000	61,075	460,000	56,600
2015	170,000	52,595	480,000	38,200
2016	180,000	43,500	475,000	19,000
2017-2019	600,000	68,320	-	-
Total	\$1,410,000	\$371,383	\$2,280,000	\$276,506

Notes and Contracts

The City issued various notes to complete various water and sewer projects. The debt service on these notes is payable from water and sewer revenues.

Purpose	Interest Rate	Amount
Business-type Activities		
Colorado Water Conservation Board notes, for water projects, funded by the Water Fund:		
1990 note, final payment in 2016	5.00%	\$ 337,897
1991 note, final payment in 2012	5.00%	23,953
1996 note, final payment in 2021	5.00%	352,961
Colorado Water Resources and Power Development Authority, 1994 note, final payment in 2014, funded by the Sewer Fund	4.97%	3,487,994
Colorado Water Resources and Power Development Authority, 1999 note, final payment in 2019, funded by the Water Fund	3.80%	7,093,702
Total Business-type Activity		\$11,296,507

Notes payable and contracts debt service requirements to maturity are as follows:

Year Ending December 31	Business-type Activities	
	Principal	Interest
2012	\$ 1,960,321	\$ 549,894
2013	2,009,589	468,303
2014	2,231,135	376,720
2015	958,198	277,553
2016	990,417	248,499
2017-2021	3,146,847	421,102
Total	\$11,296,507	\$2,342,071

Changes in long-term liabilities

Long-term liability activity for the year ended December 31, 2011, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
Revenue bonds	\$53,590,000	\$ -	\$(3,725,000)	\$49,865,000	\$3,870,000
Less deferred amount on refunding	(369,897)	-	47,729	(322,168)	-
Add deferred amount for premium	733,809	-	(82,012)	651,797	-
Total bonds payable	53,953,912	-	(3,759,283)	50,194,629	3,870,000
Certificates of participation	1,550,000	-	(140,000)	1,410,000	145,000
Notes and contracts	53,560	-	(53,560)	-	-
Capital leases	1,374,019	-	(247,822)	1,126,197	257,409
Compensated absences	3,378,255	2,246,141	(2,380,402)	3,243,994	2,446,864
Governmental activity long-term liabilities	\$60,309,746	\$2,246,141	\$(6,581,067)	\$55,974,820	\$6,719,273
Business-type activities:					
Bonds payable:					
General obligation bonds	\$ 750,000	\$ -	\$(750,000)	\$ -	\$ -
Less deferred amount on refunding	(6,405)	-	6,405	-	-
Add deferred amount for premium	1,217	-	(1,217)	-	-
Total general obligation bonds	744,812	-	(744,812)	-	-
Revenue bonds	70,195,000	-	(1,955,000)	68,240,000	3,410,000
Add deferred amount for premium	522,044	-	(40,086)	481,958	-
Total revenue bonds	70,717,044	-	(1,995,086)	68,721,958	3,410,000
Total bonds payable	71,461,856	-	(2,739,898)	68,721,958	3,410,000
Certificates of participation	2,695,000	-	(415,000)	2,280,000	425,000
Less deferred amount on refunding	(234,495)	-	39,081	(195,414)	-
Less deferred amount for discount	(14,669)	-	2,446	(12,223)	-
Total certificates of participation	2,445,836	-	(373,473)	2,072,363	425,000
Notes and contracts	13,196,201	-	(1,899,694)	11,296,507	1,960,321
Add deferred amount for premium	(38,562)	-	9,641	(28,921)	-
Total notes and contracts	13,157,639	-	(1,890,053)	11,267,586	1,960,321
Compensated absences	779,460	725,080	(513,050)	991,490	740,262
Business-type activity long-term liabilities	\$ 87,844,791	\$ 725,080	\$(5,516,474)	\$83,053,397	\$ 6,535,583

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year end, \$146,439 of internal service funds compensated absences is included in the above amounts.

There are certain limitations and restrictions contained in the City's various bond indentures and loan agreements. Among other restrictions, the bond indentures require that the City establish certain reserve accounts in the General Debt Service Fund. As of December 31, 2011, investments amounting to \$1,499,617 in the General Debt Service Fund were restricted as a

result of these requirements. The City has complied with all significant limitations and restrictions during the year ended December 31, 2011.

The City has two component units – the Greeley Urban Renewal Authority and the Downtown Development Authority. The Greeley Urban Renewal Authority did not have any long-term liabilities.

A summary of the changes in long-term liabilities for the **Downtown Development Authority** component is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Line of Credit 1	\$ -	\$90,798	\$(90,798)	\$ -	\$ -
Line of Credit 2	45,000	-	(22,500)	22,500	22,500
Total	\$45,000	\$90,798	\$(113,298)	\$22,500	\$22,500

Conduit Debt Obligation

The City has issued Multifamily Housing Mortgage Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of a multifamily housing project deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loan. Upon repayment of the bonds, ownership of the acquired housing project transfers to the private-sector entity served by the bond issuance. Neither the City, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

NOTE 10: RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omission; injuries to employees; and natural disasters.

On January 1, 1984 the City established the Health Fund (an internal service fund) to account for allowable medical claims of the City of Greeley employees and their covered dependents. Self-insurance is in effect for claims up to \$140,000 per employee per year. Claims greater than \$140,000 per employee per year, and those in excess of the \$8,346,086 aggregate stop loss, are insured by private insurance companies. On January 1, 1985, the City established the City of Greeley Dental Assistance Plan to reimburse employees for 50% of eligible expenses up to a maximum of \$500 per year. Effective July 1, 1989, the maximum eligible expenses were increased to \$1,000 per calendar year. On January 1, 1997, the City modified the plan to reimburse 80% of eligible preventative expenses and 50% of other eligible expenses. This plan is accounted for within the Health Fund.

In February, 1986, the Workers Compensation Fund (an internal service fund) was established to pay worker’s compensation claims from accumulated assets of the fund. On April 30, 1996, the City of Greeley went fully insured with its Workers Compensation Insurance Program. Insurance is in effect for claims up to \$1,000,000 for each accident, \$1,000,000 policy limit, and \$1,000,000 for each employee.

In January, 1987, the Liability Fund (an internal service fund) was established to maintain adequate reserves to cover current and future liability claims not covered by the Health Fund or Workers Compensation Fund. The fund was established with a \$250,000 deposit and a bank line of credit of \$1,000,000. Advances on the bank line of credit are due in full, at maturity on September 1, 2012, and require monthly interest payments. Interest shall accrue on the unpaid principal balance of the credit at a floating rate equal to the index plus .000%; the index is the prime rate. This credit shall be subject to an interest rate floor of 5.00%. No advances were made on the line of credit in 2011 and it will be renewed in 2012 when the existing line of credit expires. As the reserves increase through transfers and accumulation of interest earnings, the bank line of credit will be phased out. Substantially all liability insurance coverage has been canceled.

In each of the above funds, interfund premiums are accounted for as interfund services provided and used. Claims incurred but not reported are considered when determining the claims liability of each fund. Liabilities for claims are reported if it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Claim liabilities, including incurred but not reported claims, are based on the estimated ultimate cost of settling the claims, using past experience adjusted for current trends, and any other factors that would modify past experience. Liabilities are estimated through a case-by-case review of all claims and the application of historical experience for outstanding claims.

A summary of changes in liabilities for claims follows:

	Balance January 1, 2011	Incurred Claims	Claims Payments	Balance December 31, 2011
Health Fund	\$652,224	\$8,910,784	\$8,898,962	\$664,046
Workers Compensation Fund	300	620,543	560,704	60,139
Liability Fund	-	172,742	172,742	-
Total	\$652,524	\$9,704,069	\$9,632,408	\$724,185

	Balance January 1, 2010	Incurred Claims	Claims Payments	Balance December 31, 2010
Health Fund	\$976,259	\$7,409,184	\$7,733,219	\$652,224
Workers Compensation Fund	20,992	550,519	571,211	300
Liability Fund	-	458,642	458,642	-
Total	\$997,251	\$8,418,345	\$8,763,072	\$652,524

NOTE 11: SUBSEQUENT EVENTS

On January 26, 2012, a sale of \$31,275,000 in Water Revenue bonds was conducted. The bonds were issued for the purpose of financing capital improvements to the water system, including acquisition of water rights, and refunding the City's outstanding Water Revenue Bonds, Series June 1, 1999.

On April 17, 2012, a sale of \$18,740,000 in Sales and Use Tax Refunding Revenue bonds was conducted. The bonds were issued for the purpose of refunding the City's outstanding Sales and Use Tax Revenue Bonds, Series 2003 maturing on and after October 1, 2014.

On June 1, 2012 the City called all the outstanding bonds, \$1,410,000, of the Greeley Building Authority Certificate of Participation.

NOTE 12: COMMITMENTS AND CONTINGENT LIABILITIES

The City is currently the defendant in several lawsuits. Management and legal counsel are of the opinion that the potential loss to the City resulting from such litigation would not materially affect the accompanying financial statements.

Several claims have been made against the City, with litigation possible. It is not possible at this time to determine the ultimate loss, if any. These claims are entirely self-insured through the liability fund.

The City receives financial assistance from federal, state, and local government agencies in the form of grants. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and is subject to audit by the grantor agencies. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable fund(s).

Colorado voters passed an amendment to the State Constitution, Article X, Section 20, which has several limitations, including revenue-raising, spending abilities, and other specific requirements of state and local governments. The amendment is complex and subject to judicial interpretation. The City believes it is in compliance with the requirements of the amendment. This amendment also allows the taxing entity to approach the voters with a measure that eliminates the revenue growth restriction. The measure became a ballot question on the November 1999 election and was approved by the voters. With this approval, the City is no longer required to calculate and refund excess revenue.

In 1981, the City entered into an intergovernmental agreement with the City of Evans to pay to the City of Evans a consideration determined by a percentage of sales tax on gross retail sales from businesses located in the development known as the Gallery Green Annexation.

As of December 31, 2011, the City has signed contracts for various projects totaling \$8,397,495.

In 1975, the City entered into a water allotment contract, known as the Windy Gap Project, with the Municipal Subdistrict, Northern Colorado Water Conservancy District, a political subdivision of the State of Colorado. The original contract allocated to the City approximately 8,000 acre feet of water per year for which the City will annually pay a portion of the costs relating to the project. Each year the City may elect to either pay its share of the annual costs or request that the Municipal Subdistrict levy taxes directly through the County Assessor against property owners within the boundaries of the City to pay such costs. In November 1989, the City sold and exchanged thirteen units of the water allotment contract. The exchange relieved the City of the future assessments due on the thirteen units.

The City expects to pay the following estimated amounts in annual costs:

<u>Year Ending December 31</u>	<u>Amount</u>
2012	\$1,323,128
2013 – 2017	\$1,323,068 - \$1,360,100

In July 1994, the City entered into a lease with option to purchase agreement for three units of Windy Gap water allotment with the City of Louisville. The agreement allows the City of Louisville to lease the three units through the year 2017 and to exercise the option to purchase at any time during the term of the agreement. The agreement does not relieve the City of Greeley of the future assessments due on the three units.

In June 2004, the City entered into a lease with option to purchase agreement for five units of Windy Gap water allotment with the City of Evans. The agreement allows the City of Evans to lease the five units through the year 2015 and to exercise the option to purchase at any time during the term of the agreement. The agreement does not relieve the City of Greeley of the future assessments due on the five units.

In October 2004, the City entered into an agreement with the City of Fort Lupton to sell three units of Windy Gap water allotment. Under the agreement, the City of Fort Lupton assumes responsibility for the future assessments due; however, the City of Greeley retains the primary obligation for the indebtedness of the three units. If the City of Fort Lupton fails to pay the assessments, all title and interest transferred to them will revert back to the City of Greeley.

In April 2005, the City entered into a lease with option to purchase agreement for 12 units of Windy Gap water allotment with the Little Thompson Water District. The agreement allows Little Thompson Water District to lease the 12 units through the year 2010, and to exercise the option to purchase at any time during the term of the agreement. The agreement does not relieve the City of Greeley of the future assessments due on the 12 units. In November 2010, an amendment to this agreement automatically renews the lease each year until either Little Thompson Water District purchases the 12 Windy Gap units, or the lease is terminated, or December 31, 2012, whichever is earlier.

In January, 2006, the City entered into an agreement with the Northern Colorado Conservancy District, Windy Gap Firing Project Water Activity Enterprise, for participation in the Windy Gap Firing Project. The agreement is for the fourth phase of the water storage project. Under the agreement, overall project costs will be divided among all entities participating in the project. The City's estimated share of the costs for the 2012 calendar year is \$609,190. Participation in the fourth phase of the project does not obligate the City to participate in subsequent phases.

In June 1999, Greeley Urban Renewal Authority (GURA) entered into a Sand, Gravel and Aggregate Mining Lease with Aggregate Industries (Tenant) giving the Tenant the exclusive right to remove sand, gravel and aggregate from property owned by GURA. The lease shall expire upon the earlier of (a) the date upon which all the material is fully mined, or (b) twenty years. Aggregate Industries agreed to pay GURA \$100,000 per year as Annual Minimum Royalties with a cap of Annual Minimum Royalties of \$2,000,000 subject to a credit for Earned royalties mined during the term of the lease.

NOTE 13: PRIOR PERIOD ADJUSTMENT

In 2011, the City implemented Statement No. 54 of the Governmental Accounting Standards Board, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB Statement 54). As a result of the implementation, it was determined that certain special revenue funds did not meet the definition of a special revenue fund and were reclassified to the general fund.

As a result, the following adjustments have been made to the December 31, 2010 balances:

Governmental Activities:	General Fund	Nonmajor Governmental Funds
Fund balances – January 1	\$11,357,246	\$12,007,984
Prior Period Adjustment	936,176	(936,176)
Adjusted fund balance – January 1	<u>\$12,293,422</u>	<u>\$11,071,808</u>

NOTE 14: EXPLANATION OF DIFFERENCES BETWEEN REVENUES, EXPENDITURES AND OTHER FINANCING SOURCES (USES) FOR THE GENERAL FUND BUDGETARY COMPARISON SCHEDULE AND THE GENERAL FUND AS REPORTED IN THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE

As part of the City’s current year implementation of GASB Statement No. 54 (see Note 5), a special revenue fund reported in the previous year no longer qualifies as a special revenue fund, and has been combined with the General fund for reporting purposes. In accordance with GASB Statement No. 41, *Budgetary Comparison Schedules-Perspective Differences*, the activity of this fund is not included in the General fund budgetary comparison schedule. The following is a reconciliation of the General Fund Expenditures and Changes in fund Balance for the year ended December 31, 2011.

Explanation of Differences	
Revenues	
Actual amounts “revenue” from the General Fund budgetary comparison schedule	\$28,700,042
Adjustments:	
The City reports revenue of the Improvement District Collection Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures, and Changes in Fund Balance	<u>119,387</u>
Total General Fund revenues as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance	<u><u>\$28,819,429</u></u>
Expenditures	
Actual amounts “expenditures” from the General Fund budgetary comparison schedule	\$56,274,453
Adjustments:	
The City reports expenditures of the Improvement District Collection Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures, and Changes in Fund Balance	<u>348,219</u>
Total General Fund expenditures as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance	<u><u>\$56,622,672</u></u>
Other financing sources (uses)	
Actual amounts “other financing sources (uses) expenditures” from the General Fund budgetary comparison schedule	\$35,738,574
Adjustments:	
The City reports other financing sources (uses) of the Improvement District Collection Fund as part of the General Fund for reporting purposes, in the Statement of Revenues, Expenditures, and Changes in Fund Balance	<u>(296,015)</u>
Total General Fund other financing sources (uses) as reported in the Statement of Revenues, Expenditures, and Changes in Fund Balance	<u><u>\$35,442,559</u></u>

NOTE 15: DEFERRED COMPENSATION PLANS

The City of Greeley offers three deferred compensation plans available to City. Participation in any of these plans is on a voluntary basis. These plans permit employees the opportunity to defer a portion of their salary until future years. Three separate entities administer these deferred compensation plans and they are as follows:

FPPA:

The Fire and Police Pension Association (FPPA) of Colorado administers a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The City offers this plan to all paid police and fire employees.

ICMA:

The International City Management Association (ICMA) administers a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The City offers this plan to regular full-time, regular three-quarter time, and regular part-time employees.

Nationwide Retirement:

Nationwide administers a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The City offers this plan to all paid firefighter employees.

Principal Financial Group:

The Principal Financial Group administers a 401(k) deferred compensation plan. The City offers this plan to regular full-time, regular three-quarter time, and regular part-time non-civil service employees. On all three of these plans, the assets are not considered property of the City and are held by a second party administrator for the exclusive benefit of the plan participants and their beneficiaries. The City has little administrative involvement in any of these plans and does not perform the investing function for the plans; therefore, these assets are not included as part of the financial statements of the City.

NOTE 16: EMPLOYEE RETIREMENT PLANS

The City of Greeley is covered under five separate retirement plans. In addition, employees may also make voluntary contributions to the deferred compensation plans discussed in the Deferred Compensation Plans. The City's general fund has been used in prior years to liquidate any net pension obligation. The assets under these plans are not considered property of the City and are held by a third party administrator for the exclusive benefit of the plan participants and their beneficiaries. The City has little administrative involvement and does not perform the investing function for the plans. Therefore, these assets are not included as part of the financial statements of the City. The City's five retirement plans and related disclosures are as follows:

The City of Greeley Money Purchase Plan

Plan Description. The City of Greeley Money Purchase Plan is a single-employer defined contribution plan. This plan provides retirement and death benefits to plan participants and beneficiaries. The participants of this plan are regular full-time and permanent part-time non-civil service employees of the City of Greeley. At December 31, 2011, there were 756 active plan participants. Certain eligible employees who have department head status or higher may elect to have the City's contribution applied to either this plan or to the ICMA deferred compensation plan described in the deferred compensation plans.

The City is the plan administrator and has the authority to establish and amend benefit provisions to the Money Purchase Plan. The City delegated to Principal Financial Group the record-keeping and other duties which are necessary for the administration of the plan.

Per the plan's provisions, the amount of pension benefits the participant will receive depends on the amount contributed to the participant's account, earnings on investments of those contributions, and forfeitures of other participants' benefits that may be allocated to the participant's account. Covered employees begin active participation upon performance of an hour-of-service. Participants become 25% vested after two years of service and a 25% increase each year thereafter until fully vested after five years. Participants are eligible for a normal retirement pension at age sixty-five.

Funding Policy. The City has the authority to establish and amend the plan's funding policy. The provisions of the plan require the City to contribute 5% of the employee's base wage for each plan year; there is no required employee contribution. For the year ended December 31, 2011, the City contributed \$1,536,798 to the City of Greeley Money Purchase Plan, equal to the required contributions. For the year ended December 31, 2011, the plan members contributed \$ 1,470,962 to the Plan.

Greeley Police Department Personal Defined Contribution Pension Plan

Plan Description. The Greeley Police Department Personal Defined Contribution Pension Plan is a single-employer defined contribution plan. This plan provides retirement and death benefits to plan participants and beneficiaries. The participants of this plan are full-time, paid, sworn police officers of the Greeley Police Department. At December 31, 2011, there were 171 active plan members.

The City of Greeley is the plan administrator, and the City of Greeley Police Pension Board has the authority to establish and amend benefit provisions of the plan.

The City delegated to Principal Financial Group the record-keeping and other duties which are necessary for the administration of the plan.

Per the plan's provisions, the amount of pension benefits the participant will receive depends on the amount contributed to the participant's account, earnings on investments of those contributions, and forfeitures of other participant's benefits that may be allocated to the participant's account net of administrative expenses. Participation in the plan begins on the first day of the pay period following entry into the department. The participant becomes 25% vested after two years of service with a 25% increase each year thereafter until fully vested after five years. Participants are eligible for a normal retirement pension at age sixty-five.

Loans are made available to all participants according to the loan policy of the plan. The Pension Board Loan Committee is authorized to administer the loan program. The loan committee is comprised of three members of the City of Greeley Police Pension Board. At December 31, 2011, the outstanding loans receivable totaled \$698,668.

Funding Policy. The City of Greeley Police Pension Board has the authority to establish and amend the plan's funding policy. The provisions of the plan require the City contribute 10.5% and each participant to contribute 9.5%, for all members under the under the collective bargaining agreement, of the participant's base salary. For members not covered under the collective bargaining agreement the contribution for both the City and the participant is 10%. The City, in accordance with Internal Revenue Code Section 414(h), shall make all mandatory contributions required of participants. As a condition of employment, participants agree that their wages from the City for personal services, as reported on Form W-2, shall automatically be reduced by an amount equal to the participant's mandatory contribution. The plan does not provide for voluntary participant contributions. For the year ended December 31, 2011, the City of Greeley contributed \$1,083,605 and the participants contributed \$964,770.

Fire New-Hire Plan

Plan Description. The City of Greeley contributes to the Greeley Fire New-Hire Pension Plan, a cost-sharing multiple-employer Statewide Defined Benefit Plan administered by the Fire and Police Pension Association (FPPA) of Colorado. The City began making the required contributions starting in 2011. The pension plan provides retirement benefits to plan members. Death and disability coverage is provided for plan members through the Statewide Death and Disability Plan which is also administered by the FPPA. The plan's membership consists of: (1) All full-time, paid firefighters of Greeley Fire who were hired on or after April 8, 1978, (New Hires), provided that they are not already covered by a statutorily exempt plan, and (2) All full-time, paid firefighters of Greeley Fire who were hired prior to April 8, 1978, and they elected to enroll in the new-hire plan. As of December 31, 2011, there were 100 active plan members. The FPPA Board of Directors is responsible for the formulation of official rules and regulations to implement state statutes governing fire and police pensions. These statutes may be found in Title 31, Article 31 of the *Colorado Revised Statutes (CRS)*, as amended. The FPPA issues a publicly available financial report that includes financial statements and required supplementary information for both the Statewide Defined Benefit Plan and the Statewide Death and Disability Plan. That report may be obtained by writing to FPPA of Colorado, 5290 DTC Parkway, Suite 100, Greenwood Village, Colorado 80111-2721 or by calling 1-800-332-3722.

Funding Policy. The contributions of the Statewide Defined Benefit Plan are governed by Title 31, Article 31, *Colorado Revised Statutes (CRS)*, as amended. At the present time, both plan members and UCFRA are required by Colorado statute to contribute 8% of the members' salary to the Plan. The Plan's policy is to have the contribution rate established at a level that will result in all benefits being fully funded at the retirement date of all members of the Statewide Defined Benefit Plan. Union Colony Fire/Rescue Authority (UCFRA), a component unit of the City of Greeley through December 31, 2010 contributed to the Statewide Defined Benefit Plan for the years ending December 31, 2010, and 2009, in the amount of \$490,983, and \$534,375, and respectively, equal to its required contributions for each year. The City of Greeley contributed \$507,273 in 2011 equal to its required contributions for the year.

Police Old-Hire Pension Plan

Plan Description. The City of Greeley contributes to the Police Old-Hire Pension Plan which is an affiliated local plan of the Public Employee Retirement System (PERS), an agent multiple-employer defined benefit pension plan administered by the Fire and Police Pension Association (FPPA) of Colorado. The pension plan provides retirement benefits, postretirement death and disability benefits, and annual cost-of-living adjustments to plan members and beneficiaries. Currently the plan's membership consist of 10 members: 4 retired members 1 disabled retired and 5 beneficiaries. The City has elected to affiliate with FPPA to manage the pension plan's assets for plan administration and investment purposes only. The FPPA Board of Directors is responsible for formulating official rules and regulations to implement state statutes governing fire and police pensions. These statutes may be found in Title 31, Article 30.5 of the *Colorado Revised Statutes (CRS)*, as amended. The FPPA issues a publicly available financial report that includes financial statements and required supplementary information for Public Employee Retirement System (PERS) Affiliated Local Plans. That report may be obtained by writing to FPPA of Colorado, 5290 DTC Parkway, Suite 100, Greenwood Village, Colorado 80111-2721 or by calling 1-800-332-3772.

Funding Policy. The authority for establishing and amending the plan's funding policy is governed by Title 31, Article 30.5 of the *CRS*, as amended. The Police Old-Hire Pension Plan does not have any active plan members participating in the plan; therefore, no contributions were required in 2011. The active plan members required contributions discontinued with the payroll ending June 23, 1999.

Annual Pension Cost. The annual pension cost (APC) is \$21,636.

The annual required contribution (ARC) was determined as part of the January 1, 2010, actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 8% investment rate of return (net of operating expenses), (b) 3% per year cost-of-living adjustments, and (c) 3.5% inflation rate per year. The actuarial value of the Police Old-Hire Pension Plan assets was determined using the three-year smoothed market value method. The unfunded actuarial accrued liability is being amortized as a level amount on an open basis.

Three-Year Trend Information for Police Old-Hire Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/09	\$ (360)	0%	\$ 8,259
12/31/10	\$ (394)	0%	\$ 7,865
12/31/11	\$ 21,636	0%	\$ 7,536

Required Supplementary Information. The required supplementary information, which can be found following the Notes to Financial Statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Fire Old-Hire Pension Plan

Plan Description. The Union Colony Fire/Rescue Authority (UCFRA), a component unit of the City of Greeley through December 31, 2010, contributed to the Fire Old-Hire Pension Plan which is an affiliated local plan of the Public Employee Retirement Systems (PERS), an agent multiple-employer defined benefit pension plan administered by the Fire and Police Pension Association (FPPA) of Colorado. The pension plan provides retirement benefits, post-retirement death and disability benefits, and limited rank escalation benefits to plan members and beneficiaries. The Fire Old-Hire Pension Plan’s members are full-time, paid firefighters hired prior to April 8, 1978, and these members have elected to remain covered under the provisions of this plan. Currently the plan’s membership consists of 31 members: 22 retired members, 1 disabled and 8 dependent. The City has elected to affiliate with FPPA to manage the pension plan’s assets for plan administration and investment purposes only. The FPPA Board of Directors is responsible for formulating official rules and regulations to implement state statutes governing fire and police pensions. These statutes may be found in Title 31, Article 30.5 of the *Colorado Revised Statutes (CRS)*, as amended. The FPPA issues a publicly available financial report that includes financial statements and required supplementary information for PERS Affiliated Local Plans. That report may be obtained by writing to FPPA of Colorado, 5290 DTC Parkway, Suite 100, Greenwood Village, Colorado 80111-2721 or by calling 1-800-332-3772.

Funding Policy. The authority for establishing and amending the plan’s funding policy is governed by Title 31, Article 30.5 of the *CRS*, as amended. Active plan members are required to contribute 9% of their annual covered salary. Contributions are required at an actuarially determined amount to the plan. For the years ended December 31, 2011, 2010, and 2009, the contribution amount was \$0 for each year. The State of Colorado also contributes to the plan in an amount set by statute. For the year ended December 31, 2011, 2010, and 2009 the state contributed \$0. The state had suspended its 2009, 2010, and 2011 contributions with the expectation to restart the normal contributions in 2012, continuing through 2014, with a balloon payment in 2015.

Annual Pension Cost. The annual pension cost (APC) of \$200,807 for the Old-Hire Pension Plan consisted of \$210,235 annual required contribution (ARC), \$37,209 of interest on net pension obligation (NPO), and an adjustment to ARC of (\$46,637).

Net Pension Obligation (NPO)

NPO – 12/31/10	\$ 465,110
Interest on NPO	37,209
Adjustment to ARC	(46,637)
ARC	210,235
Contribution	(0)
NPO – 12/31/11	<u>\$ 665,917</u>

The ARC was determined as part of the January 1, 2010 actuarial valuation using the entry age actuarial cost method. The actuarial assumptions included (a) 8% investment rate of return (net of operating expenses), (b) projected salary (merit) increases from 4.75% for less than one year of service to 0.5% for ten years of service and longer (including inflation at 3.5%), (c) cost-of-living adjustments are based upon limited rank escalation benefits assumed to increase 4% per year for service before 1980 and 3% per year for service after 1979, and (d) 3.5% inflation rate per year. The actuarial value of the Fire Old-

Hire Pension Plan assets was determined using the three-year smoothed market value method. The unfunded actuarial accrued liability is being amortized as a level amount on an open basis.

Three-Year Trend Information for Fire Old-Hire Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/09	\$ 629,010	0%	\$ 1,084,472
12/31/10	\$ 3,320	0%	\$ 465,110
12/31/11	\$ 200,807	0%	\$ 665,917

Required Supplementary Information. The required supplementary information, which can be found following the Notes to Financial Statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

Required Supplementary Information

Schedule of Funding Progress *Police Old-Hire Pension Plan*

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) – Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
01/01/06	1,653,237	1,747,505	94,268	94.6%	-	-
01/01/08	1,655,716	1,611,558	(44,158)	102.7%	-	-
01/01/10	1,288,098	1,455,024	116,926	88.5%	-	-

January 1, 2012 biennial actuarial valuation report was not available at the time this report was printed.

Union Colony Fire/Rescue Authority – Fire Old-Hire Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) – Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll [(b-a)/c]
01/01/06	9,288,167	13,606,599	4,318,432	68.3%	121,896	3542.7%
01/01/08	11,377,909	12,719,778	1,341,869	89.5%	0	N/A
01/01/10	9,886,817	11,852,624	1,965,807	83.4%	0	N/A

**Required Supplementary Information (Unaudited)
Notes To Required Supplementary Information
December 31, 2011**

	<i>Police Old-Hire</i>	<i>Fire Old-Hire</i>
Valuation date:	01/01/10	01/01/10
Actuarial cost method:	Entry Age	Entry Age
Amortization method:	Level Amount Open	Level Amount Open
Amortization period:	Open	Open
Remaining amortization period: (Equivalent Single Amortization Period)	14 years	20 years
Asset valuation method:	3 Year Smoothed Market Value	3 Year Smoothed Market Value
Investment rate of return:	8.00%	8.00%
Projected pay increases:	4.75%	4.75%
Cost of living	3%	3%-4%

January 1, 2012 biennial actuarial valuation report was not available at the time this report was printed.



NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

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

Conventions and Visitors Fund – to account for the collection of the City's 3% lodging tax which is utilized to support convention and visitor activities.

Community Development Fund – to account for federal grant revenues which are utilized to administer rehabilitation loan and grant programs, special projects for the benefit of the elderly and handicapped and various other projects in accordance with Housing and Urban Development regulations.

Streets and Roads Fund – to account for the collection of highway user taxes, road and bridge taxes and registration and ownership fees which are utilized to operate and maintain the streets, roads, traffic lights and signs within the City.

Conservation Trust Fund – to account for revenues received from the Colorado State lottery which are utilized for the acquisition, development and maintenance of new and existing conservation sites in accordance within C.R.S. 29-21-101.

Designated Revenue Fund – to account for the collection of court imposed surcharges and assigned revenues.

DOE-ARRA Revolving Loan Fund – to account for grant funds for the purpose of administering a commercial property energy audit program and revolving loan program.

Museum Fund – to account for all donations and interest earnings on donations bequeathed to the City for the museums.

Senior Citizens Fund – to account for contributions from individuals, corporations and organizations for capital improvements to the Senior Activity Center.

Senior Center Clubs Fund – to account for all dues, interest earnings and expenses related to senior clubs.

Community Memorials Fund – to account for all donations and interest earnings on donations bequeathed to the City for a specific purpose.

Debt Service Funds

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

General Debt Service Fund - to account for the accumulation of resources for, and the periodic payments of principal and interest on notes and contracts, bond issues and capital leases.

Greeley Building Authority – to account for periodic payment of principal and interest on the 2000 Greeley Building Authority Certificates of Participation.

Capital Projects Funds

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

Public Improvement Fund – to account for the costs of purchasing major equipment items, constructing major capital facilities and improving existing facilities. Revenues are derived from grant monies and General Fund operating transfers.

Food Tax Fund – to account for the costs of specific capital improvement and repair and maintenance projects. Revenues are derived from taxes collected due to the repeal of the City sales tax exemption on sales of food for domestic consumption.

Softball Improvement Fund – to account for the costs of improving the facilities used for the Greeley adult softball programs. Revenues are derived from non-City softball tournament fees.

Fire Equipment Acquisition & Replacement Fund – to account for the costs of replacing and acquiring fire equipment, trucks and vehicles.

Fire Protection Development Fund – to account for the costs of developing fire protection improvements on new development. Revenues are derived from the collection of fees from developers.

Police Development Fund – to account for the costs of developing police protection improvements on new development. Revenues are derived from the collection of fees from developers.

Island Grove Development Fund – to account for the costs of capital improvements at Island Grove Park. Revenues are derived from a park development fee charged on all concession sales at the park and facility use fees.

Road Development Fund – to account for the costs of constructing new roads and improving existing roads. Revenues are derived from the collection of fees from developers.

Park Development Fund – to account for the costs of developing and improving City parks. Revenues derived from the collection of fees from developers.

Trails Development Fund – to account for the costs of establishing linear parks, open spaces, and trail systems. Revenues are derived from the collection of fees from developers.

2003 Bond Issue Fund – accounts for the costs of acquiring, constructing, and equipping certain recreational, parks and landscaping, and cultural amenities. Revenues are derived from the sale of the 2003 Sales and Use Tax Bond Issue.

Quality of Life Fund – to account for the costs of construction, improvements, or renovation of recreation, parks, and cultural amenities. Revenues are derived from .3% sales and use tax.

2005 Bond Issue - to accounts for the cost of acquisition, construction and equipping of the new police station and to renovate the City's public safety building. Revenues are derived from the sale of the 2005 Sales and Use Tax Bond Issue.

Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the City's programs.

Cemetery Endowment – to account for all funds granted, bequeathed, or devised to the City in trust for the preservation of lots in the Linn Grove Cemetery.

Petriken Memorial Fund – to account for interest earnings on funds bequeathed to the City for the maintenance of the grave sites as specified by the J.G.B. Petriken will.

Memorials Fund – to account for interest earnings on funds bequeathed to the City as specified by the donor.

**CITY OF GREELEY, COLORADO
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS**

December 31, 2011	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Permanent Funds	Total Nonmajor Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 171,834	\$ -	\$ 82,575	\$ -	\$ 254,409
Investments	4,204,583	-	10,995,691	1,099,051	16,299,325
Accounts receivable, net	62,089	800	1,356,595	-	1,419,484
Accrued interest	1,193,651	3,088	22,643	1,739	1,221,121
Due from other funds	241,931	1,200	1,324,534	5,421	1,573,086
Advances to other funds	-	-	-	1,234,857	1,234,857
Notes receivable	3,265,948	-	-	-	3,265,948
Restricted assets:					
Cash and cash equivalents	766,956	-	-	-	766,956
Investments	-	1,499,617	-	-	1,499,617
Due from other governments	86,830	-	-	-	86,830
Total assets	\$ 9,993,822	\$ 1,504,705	\$ 13,782,038	\$ 2,341,068	\$ 27,621,633
LIABILITIES AND FUND BALANCE					
Liabilities:					
Accounts payable	\$ 254,218	\$ 2,000	\$ 521,350	\$ 95	\$ 777,663
Contracts payable-retainage	-	-	535,665	-	535,665
Due to other funds	18,221	-	987,493	9,512	1,015,226
Advances from other funds	57,620	-	982,857	-	1,040,477
Other liabilities	11,337	-	-	-	11,337
Accrued liabilities	108,358	-	-	-	108,358
Deferred revenue	4,448,394	-	506,077	-	4,954,471
Total liabilities	4,898,148	2,000	3,533,442	9,607	8,443,197
Fund balances:					
Nonspendable	-	-	-	2,190,349	2,190,349
Restricted	821,689	1,502,705	1,276,368	141,112	3,741,874
Committed	3,580,140	-	9,468,380	-	13,048,520
Assigned	693,845	-	461,448	-	1,155,293
Unassigned	-	-	(957,600)	-	(957,600)
Total fund balances	5,095,674	1,502,705	10,248,596	2,331,461	19,178,436
Total liabilities and fund balances	\$ 9,993,822	\$ 1,504,705	\$ 13,782,038	\$ 2,341,068	\$ 27,621,633

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended December 31, 2011	Total Nonmajor Special Revenue Funds	Total Nonmajor Debt Service Funds	Total Nonmajor Capital Projects Funds	Total Nonmajor Permanent Funds	Total Nonmajor Funds
REVENUES					
Taxes	\$ 340,152	\$ -	\$ -	\$ -	\$ 340,152
Licenses and permits	102,819	-	-	-	102,819
Intergovernmental revenue	5,695,866	-	4,270,209	-	9,966,075
Charges for services	1,052,050	-	1,944,118	-	2,996,168
Fines & forfeits	91,674	-	-	-	91,674
Miscellaneous revenue	232,723	114,261	370,628	100,927	818,539
Total revenues	7,515,284	114,261	6,584,955	100,927	14,315,427
EXPENDITURES					
Current:					
General government	30,000	-	-	-	30,000
Public safety	6,398	-	-	-	6,398
Public works	6,114,903	-	-	-	6,114,903
Leisure services	11,075	-	-	-	11,075
Community development	1,359,493	-	-	-	1,359,493
Nondepartmental	310,056	-	8,228,892	758	8,539,706
Debt service	-	6,567,227	54,738	-	6,621,965
Capital outlay	37,821	-	3,016,427	-	3,054,248
Total expenditures	7,869,746	6,567,227	11,300,057	758	25,737,788
Excess (deficiency) of revenues over expenditures	(354,462)	(6,452,966)	(4,715,102)	100,169	(11,422,361)
OTHER FINANCING SOURCES (USES)					
Transfers in	4,473,861	7,955,671	10,127,521	-	22,557,053
Transfers out	(923,061)	-	(2,032,245)	(72,758)	(3,028,064)
Total other financing sources (uses)	3,550,800	7,955,671	8,095,276	(72,758)	19,528,989
Net change in fund balances	3,196,338	1,502,705	3,380,174	27,411	8,106,628
Fund balances - January 1	2,835,512	-	6,868,422	2,304,050	12,007,984
Prior period adjustment	(936,176)	-	-	-	(936,176)
Adjusted fund balance - January 1	1,899,336	-	6,868,422	2,304,050	11,071,808
Fund balances - December 31	\$ 5,095,674	\$ 1,502,705	\$ 10,248,596	\$ 2,331,461	\$ 19,178,436

**CITY OF GREELEY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS**

December 31, 2011	Conventions and Visitors Fund	Community Development Fund	Streets and Roads Fund	Conservation Trust Fund
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ 170,492	\$ -
Investments	228,058	-	-	683
Accounts receivables, net	38,189	-	142	-
Accrued interest	470	1,184,992	-	2
Due from other funds	-	339	226,188	-
Note receivable	-	3,252,960	-	-
Restricted assets:				
Cash and cash equivalents	-	766,956	-	-
Due from other governments	-	86,830	-	-
Total assets	\$ 266,717	\$ 5,292,077	\$ 396,822	\$ 685
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 31	\$ 8,769	\$ 220,748	\$ 100
Due to other funds	-	7,569	-	-
Advances from other city funds	-	-	57,620	-
Other liabilities	-	11,337	-	-
Accrued liabilities	-	5,346	103,012	-
Deferred revenue	-	4,437,952	10,442	-
Total liabilities	31	4,470,973	391,822	100
Fund balances:				
Restricted:				
Urban development	-	821,104	-	-
Conservation trust	-	-	-	585
Committed:				
Convention & visitor	266,686	-	-	-
Encumbrances	-	-	5,000	-
Drug/alcohol surcharge	-	-	-	-
Victim's assistance program	-	-	-	-
Traffic calming	-	-	-	-
Police/LPA maintenance	-	-	-	-
Senior center clubs	-	-	-	-
Assigned:				
UCCC improvements	-	-	-	-
Recreation center improvements	-	-	-	-
Adventure golf improvements	-	-	-	-
Cable franchise PEG	-	-	-	-
Museum programs	-	-	-	-
Senior center improvements	-	-	-	-
Community memorials	-	-	-	-
Total fund balances	266,686	821,104	5,000	585
Total liabilities and fund balances	\$ 266,717	\$ 5,292,077	\$ 396,822	\$ 685

Designated Revenue Fund	DOE-ARRA Revolving Loan Fund	Museum Fund	Senior Citizens Fund	Senior Center Clubs Fund	Community Memorials Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,342	\$ 171,834
3,590,778	-	207,380	44,565	33,867	99,252	4,204,583
23,272	-	-	-	-	486	62,089
7,394	-	427	92	70	204	1,193,651
14,496	-	-	-	-	908	241,931
-	-	-	-	-	12,988	3,265,948
-	-	-	-	-	-	766,956
-	-	-	-	-	-	86,830
<u>\$ 3,635,940</u>	<u>\$ -</u>	<u>\$ 207,807</u>	<u>\$ 44,657</u>	<u>\$ 33,937</u>	<u>\$ 115,180</u>	<u>\$ 9,993,822</u>
\$ 24,204	\$ -	\$ 24	\$ 5	\$ 325	\$ 12	\$ 254,218
10,652	-	-	-	-	-	18,221
-	-	-	-	-	-	57,620
-	-	-	-	-	-	11,337
-	-	-	-	-	-	108,358
-	-	-	-	-	-	4,448,394
<u>34,856</u>	<u>-</u>	<u>24</u>	<u>5</u>	<u>325</u>	<u>12</u>	<u>4,898,148</u>
-	-	-	-	-	-	821,104
-	-	-	-	-	-	585
-	-	-	-	-	-	266,686
-	-	-	-	-	-	5,000
19,044	-	-	-	-	-	19,044
289,715	-	-	-	-	-	289,715
69,190	-	-	-	-	-	69,190
2,896,893	-	-	-	-	-	2,896,893
-	-	-	-	33,612	-	33,612
64,143	-	-	-	-	-	64,143
4,437	-	-	-	-	-	4,437
8,919	-	-	-	-	-	8,919
248,743	-	-	-	-	-	248,743
-	-	207,783	-	-	-	207,783
-	-	-	44,652	-	-	44,652
-	-	-	-	-	115,168	115,168
<u>3,601,084</u>	<u>-</u>	<u>207,783</u>	<u>44,652</u>	<u>33,612</u>	<u>115,168</u>	<u>5,095,674</u>
<u>\$ 3,635,940</u>	<u>\$ -</u>	<u>\$ 207,807</u>	<u>\$ 44,657</u>	<u>\$ 33,937</u>	<u>\$ 115,180</u>	<u>\$ 9,993,822</u>

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS

For the Year Ended December 31, 2011	Convention and Visitors Fund	Community Development Fund	Streets and Roads Fund	Conservation Trust Fund
REVENUES				
Taxes	\$ 340,152	\$ -	\$ -	\$ -
Licenses and permits	-	-	102,819	-
Intergovernmental revenue	-	1,246,415	3,612,367	831,859
Charges for services	-	-	956,534	-
Fines and forfeits	-	-	-	-
Miscellaneous	1,801	158,550	31,713	2,979
Total revenues	341,953	1,404,965	4,703,433	834,838
EXPENDITURES				
General government	-	-	-	-
Public safety	-	-	-	-
Public works	-	-	6,043,204	-
Leisure services	-	-	-	-
Community development	-	1,354,268	-	-
Nondepartmental	180,163	-	124,733	394
Capital outlay	-	-	32,816	-
Total expenditures	180,163	1,354,268	6,200,753	394
Excess (deficiency) of revenues over expenditures	161,790	50,697	(1,497,320)	834,444
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	1,499,470	-
Transfers out	(52,900)	-	-	(836,158)
Total other financing sources (uses)	(52,900)	-	1,499,470	(836,158)
Net change in fund balances	108,890	50,697	2,150	(1,714)
Fund balances - January 1	157,796	770,407	2,850	2,299
Fund balances - December 31	\$ 266,686	\$ 821,104	\$ 5,000	\$ 585

Designated Revenue Fund	DOE-ARRA Revolving Loan Fund	Museum Fund	Senior Citizens Fund	Senior Center Clubs Fund	Community Memorials Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 340,152
-	-	-	-	-	-	102,819
-	5,225	-	-	-	-	5,695,866
87,451	-	-	-	5,604	2,461	1,052,050
91,674	-	-	-	-	-	91,674
12,576	-	12,252	431	7,869	4,552	232,723
191,701	5,225	12,252	431	13,473	7,013	7,515,284
30,000	-	-	-	-	-	30,000
4,398	-	-	-	-	2,000	6,398
68,947	-	-	-	-	2,752	6,114,903
-	-	-	-	11,075	-	11,075
-	5,225	-	-	-	-	1,359,493
4,402	-	206	40	30	88	310,056
5,005	-	-	-	-	-	37,821
112,752	5,225	206	40	11,105	4,840	7,869,746
78,949	-	12,046	391	2,368	2,173	(354,462)
2,974,391	-	-	-	-	-	4,473,861
(34,003)	-	-	-	-	-	(923,061)
2,940,388	-	-	-	-	-	3,550,800
3,019,337	-	12,046	391	2,368	2,173	3,196,338
581,747	-	195,737	44,261	31,244	112,995	1,899,336
\$ 3,601,084	\$ -	\$ 207,783	\$ 44,652	\$ 33,612	\$ 115,168	\$ 5,095,674

CITY OF GREELEY, COLORADO
SPECIAL REVENUE FUNDS
CONVENTIONS AND VISITORS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Lodgers room taxes	\$ 240,000	\$ 240,000	\$ 339,743	\$ 99,743
Penalties and interest on taxes	-	-	409	409
Total taxes	240,000	240,000	340,152	100,152
Miscellaneous revenue:				
Interest and investment earnings	45	135	1,801	1,666
Total revenues	240,045	240,135	341,953	101,818
EXPENDITURES:				
Nondepartmental:				
Visitors Bureau	180,000	180,000	180,000	-
Miscellaneous	45	135	163	(28)
Total nondepartmental	180,045	180,135	180,163	(28)
Excess of revenues over expenditures	60,000	60,000	161,790	101,790
OTHER FINANCING USES:				
Transfers out:				
General fund	(40,000)	(60,000)	(52,900)	7,100
Total other financing uses	(40,000)	(60,000)	(52,900)	7,100
Net change in fund balance	20,000	-	108,890	108,890
Fund balance - January 1	97,753	157,796	157,796	-
Fund balance - December 31	\$ 117,753	\$ 157,796	\$ 266,686	\$ 108,890

CITY OF GREELEY, COLORADO
SPECIAL REVENUE FUNDS
COMMUNITY DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Intergovernmental revenue:				
Federal grants	\$ -	\$ 4,612,393	\$ 1,246,415	\$ (3,365,978)
Miscellaneous revenue:				
Sale of capital assets	-	-	10	10
Program income	-	-	157,972	157,972
Interest and investment earnings	-	-	568	568
Miscellaneous	252,642	252,642	-	(252,642)
Total miscellaneous revenue	252,642	252,642	158,550	(94,092)
Total revenues	252,642	4,865,035	1,404,965	(3,460,070)
EXPENDITURES:				
Community development:				
Administration	112,199	436,133	102,135	333,998
Weld food bank	-	5,000	5,000	-
CDBG miscellaneous projects	-	27,257	26,477	780
Housing rehabilitation	140,443	271,263	148,795	122,468
Acquisition of property	-	74,015	25,575	48,440
Clean up weekend	-	15,000	15,000	-
North Greeley infrastructure	-	254,699	196,524	58,175
PW sunrise	-	283,000	1,610	281,390
Consumer credit counsel	-	10,000	10,000	-
Tree removal	-	22,260	4,888	17,372
Catholic charities	-	332,500	414,377	(81,877)
Greeley center for independence	-	50,000	-	50,000
Greeley community development	-	50,000	-	50,000
CDBG code enforcement	-	85,208	47,027	38,181
Contingency	-	7,158	-	7,158
Rehabilitation loans	-	-	13,826	(13,826)
HAPP housing loans	-	-	90,926	(90,926)
Down payment assistance loans	-	-	1,218	(1,218)
HOME grant	-	1,667,796	240,390	1,427,406
Unallocated	-	70,000	-	70,000
NSP3 administration	-	120,375	10,500	109,875
NSP3 project costs	-	1,083,371	-	1,083,371
Total community development	252,642	4,865,035	1,354,268	3,510,767
Total expenditures	252,642	4,865,035	1,354,268	3,510,767
Excess of revenues over expenditures	-	-	50,697	50,697
Fund balance - January 1	1,270,599	770,407	770,407	-
Fund balance - December 31	\$ 1,270,599	\$ 770,407	\$ 821,104	\$ 50,697

CITY OF GREELEY, COLORADO
SPECIAL REVENUE FUNDS
STREETS AND ROADS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Licenses and permits:				
Engineering permits	\$ 45,100	\$ 45,100	\$ 101,474	\$ 56,374
Other licenses and permits	8,400	8,400	1,345	(7,055)
Total licenses and permits	53,500	53,500	102,819	49,319
Intergovernmental revenue:				
Intergovernmental agreement	600	600	875	275
Highway user taxes	2,050,000	2,050,000	2,110,020	60,020
County road and bridge taxes	520,000	520,000	592,977	72,977
Special registration fees	268,237	268,237	266,488	(1,749)
Specific ownership B & D taxes	715,400	715,400	642,007	(73,393)
Total intergovernmental revenue	3,554,237	3,554,237	3,612,367	58,130
Charges for services:				
Sale of publications	100	100	25	(75)
Outside jobbing projects	-	-	166	166
State highway maintenance agreement	246,393	246,393	271,177	24,784
Labor reimbursement	504,000	504,000	575,305	71,305
Other	20,000	140,022	109,861	(30,161)
Total charges for services	770,493	890,515	956,534	66,019
Miscellaneous revenue:				
Sale of assets	-	-	9,235	9,235
Payments for damages	2,000	2,000	3,024	1,024
Interest and investment earnings	-	800	1,111	311
Miscellaneous	500	500	18,343	17,843
Total miscellaneous revenue	2,500	3,300	31,713	28,413
Total revenues	4,380,730	4,501,552	4,703,433	201,881
EXPENDITURES:				
Public works:				
General management	247,317	328,717	277,458	51,259
Engineering	1,390,079	1,390,079	1,329,390	60,689
Street maintenance	1,970,010	2,276,503	2,244,164	32,339
Transportation services	2,925,567	2,793,197	2,192,192	601,005
Total public works	6,532,973	6,788,496	6,043,204	745,292
Nondepartmental	131,735	132,535	124,733	7,802
Capital outlay	-	32,820	32,816	4
Total expenditures	6,664,708	6,953,851	6,200,753	753,098
Deficiency of revenues under expenditures	(2,283,978)	(2,452,299)	(1,497,320)	954,979
OTHER FINANCING SOURCES				
Transfers in:				
General fund	2,283,978	2,439,449	1,499,470	(939,979)
Storm water fund	-	10,000	-	(10,000)
Total other financing sources	2,283,978	2,449,449	1,499,470	(949,979)
Net change in fund balance	-	(2,850)	2,150	5,000
Fund balance - January 1	30,030	2,850	2,850	-
Fund balance - December 31	\$ 30,030	\$ -	\$ 5,000	\$ 5,000

**CITY OF GREELEY, COLORADO
SPECIAL REVENUE FUNDS
CONSERVATION TRUST FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental revenue:				
State lottery funds	\$ 847,000	\$ 847,000	\$ 831,859	\$ (15,141)
Miscellaneous revenue:				
Interest and investment earnings	3,000	3,000	2,979	(21)
Total revenues	850,000	850,000	834,838	(15,162)
EXPENDITURES:				
Nondepartmental:				
Miscellaneous	-	-	394	(394)
Total expenditures	-	-	394	(394)
Excess of revenues over expenditures	850,000	850,000	834,444	(15,556)
OTHER FINANCING USES:				
Transfers out:				
General fund	(850,000)	(850,000)	(836,158)	13,842
Total other financing uses	(850,000)	(850,000)	(836,158)	13,842
Net change in fund balance	-	-	(1,714)	(1,714)
Fund balance - January 1	2,302	2,299	2,299	-
Fund balance - December 31	\$ 2,302	\$ 2,299	\$ 585	\$ (1,714)

CITY OF GREELEY, COLORADO
SPECIAL REVENUE FUNDS
DESIGNATED REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services:				
Cable television franchise fee	\$ -	\$ 34,208	\$ 86,856	\$ 52,648
Expense reimbursement	-	-	595	595
Total charges for services	-	34,208	87,451	53,243
Fines and forfeits:				
Court charges	30,000	30,000	91,674	61,674
Miscellaneous revenue:				
Interest and investment earnings	2,000	2,000	12,576	10,576
Total revenues	32,000	66,208	191,701	125,493
EXPENDITURES:				
General government:				
Drug/Alcohol	30,000	30,000	30,000	-
Public safety:				
Victim Assistance	-	4,398	4,398	-
Public works:				
Traffic Calming	-	113,350	68,947	44,403
Nondepartmental:				
Cable franchise PEG funds	-	34,208	3,845	30,363
Miscellaneous	150	720	557	163
Total nondepartmental	150	34,928	4,402	30,526
Capital outlay	-	-	5,005	(5,005)
Total expenditures	30,150	182,676	112,752	69,924
Excess (deficiency) of revenues over expenditures	1,850	(116,468)	78,949	195,417
OTHER FINANCING SOURCES (USES)				
Transfers in:				
2005 bond issue fund	-	1,010,000	1,006,119	(3,881)
Public improvement fund	-	74,500	77,499	2,999
Sales and use tax fund	-	2,100,000	1,890,773	(209,227)
Total transfers in	-	3,184,500	2,974,391	(210,109)
Transfers out:				
General fund	(34,003)	(34,003)	(34,003)	-
Total other financing sources (uses)	(34,003)	3,150,497	2,940,388	(210,109)
Net change in fund balance	(32,153)	3,034,029	3,019,337	(14,692)
Fund balance - January 1	526,049	581,747	581,747	-
Fund balance - December 31	\$ 493,896	\$ 3,615,776	\$ 3,601,084	\$ (14,692)

CITY OF GREELEY, COLORADO
SPECIAL REVENUE FUNDS
DOE-ARRA REVOLVING LOAN FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2010	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental revenue:				
State pass through grant		\$ -	\$ 5,225	\$ 5,225
Total revenues	-	-	5,225	5,225
EXPENDITURES:				
Community Development:				
Energy efficiency audits	-	5,225	5,225	-
Total expenditures	-	5,225	5,225	-
Deficiency of revenues under expenditures	-	(5,225)	-	5,225
Net change in fund balance	-	(5,225)	-	5,225
Fund balance - January 1	-	-	-	-
Fund balance - December 31	\$ -	\$ (5,225)	\$ -	\$ 5,225

**CITY OF GREELEY
SPECIAL REVENUE FUNDS
MUSEUM FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous revenue:				
Interest and investment earnings		\$ 206	\$ 1,997	\$ 1,791
Other private contributions		-	10,255	10,255
Total revenues	-	206	12,252	12,046
EXPENDITURES:				
Nondepartmental:				
Miscellaneous	-	206	206	-
Total expenditures	-	206	206	-
Excess of revenues over expenditures	-	-	12,046	12,046
Fund balance - January 1	185,427	195,737	195,737	-
Fund balance - December 31	\$ 185,427	\$ 195,737	\$ 207,783	\$ 12,046

**CITY OF GREELEY
SPECIAL REVENUE FUNDS
SENIOR CITIZENS FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous revenue:				
Interest and investment earnings		\$ 43	\$ 431	\$ 388
Total revenues	-	43	431	388
EXPENDITURES:				
Nondepartmental:				
Miscellaneous	-	43	40	3
Total expenditures	-	43	40	3
Excess of revenues over expenditures	-	-	391	391
Fund balance - January 1	43,944	44,261	44,261	-
Fund balance - December 31	\$ 43,944	\$ 44,261	\$ 44,652	\$ 391

**CITY OF GREELEY
SPECIAL REVENUE FUNDS
SENIOR CENTER CLUBS FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services:				
Registration and membership fees	\$ 8,640	\$ 8,640	\$ 5,600	\$ (3,040)
Inventory sales	100	100	4	(96)
Total charges for services	8,740	8,740	5,604	(3,136)
Miscellaneous revenue:				
Interest and investment earnings	-	30	321	291
Contributions	4,700	4,700	7,548	2,848
Total miscellaneous revenue	4,700	4,730	7,869	3,139
Total revenues	13,440	13,470	13,473	3
EXPENDITURES:				
Leisure services:				
Senior clubs	19,200	19,200	11,075	8,125
Nondepartmental:				
Miscellaneous	-	30	30	-
Total expenditures	19,200	19,230	11,105	8,125
Excess (deficiency) of revenues over expenditures	(5,760)	(5,760)	2,368	8,128
Fund balance - January 1	33,381	31,244	31,244	-
Fund balance - December 31	\$ 27,621	\$ 25,484	\$ 33,612	\$ 8,128

CITY OF GREELEY
SPECIAL REVENUE FUNDS
COMMUNITY MEMORIALS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services:				
Expense reimbursement	\$ -	\$ -	\$ 2,250	\$ 2,250
Sales of publications	-	-	211	211
Total miscellaneous revenue	-	-	2,461	2,461
Miscellaneous revenue:				
Interest and investment earnings	-	88	942	854
Interest-Historic preservation loans	-	-	532	532
Contributions	-	2,780	3,078	298
Total miscellaneous revenue	-	2,868	4,552	1,684
Total revenues	-	2,868	7,013	4,145
EXPENDITURES:				
Public Works:				
Memorial tree program	-	2,780	2,752	28
Public Safety:				
Longworth	-	2,000	2,000	-
Nondepartmental:				
Miscellaneous	-	88	88	-
Total expenditures	-	4,868	4,840	28
Excess (deficiency) of revenues over expenditures	-	(2,000)	2,173	4,173
Fund balance - January 1	118,510	112,995	112,995	-
Fund balance - December 31	\$ 118,510	\$ 110,995	\$ 115,168	\$ 4,173

**CITY OF GREELEY, COLORADO
 COMBINING BALANCE SHEET
 NONMAJOR DEBT SERVICE FUNDS**

December 31, 2011	General Debt Service Fund	Greeley Building Authority Fund	Total
ASSETS			
Accounts receivable	\$ -	\$ 800	\$ 800
Accrued interest	3,088	-	3,088
Due from other funds	-	1,200	1,200
Restricted assets:			
Investments	1,499,617	-	1,499,617
Total assets	\$ 1,502,705	\$ 2,000	\$ 1,504,705
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ 2,000	\$ 2,000
Total liabilities	-	2,000	2,000
Fund balances:			
Restricted:			
Reserved for debt	1,502,705	-	1,502,705
Total fund balances	1,502,705	-	1,502,705
Total liabilities and fund balances	\$ 1,502,705	\$ 2,000	\$ 1,504,705

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
NONMAJOR DEBT SERVICE FUNDS

For the Year Ended December 31, 2011	General Debt Service Fund	Greeley Building Authority Fund	Total
REVENUES			
Miscellaneous revenue	\$ 23,989	\$ 90,272	\$ 114,261
Total revenues	23,989	90,272	114,261
EXPENDITURES			
Debt service	6,341,547	225,680	6,567,227
Total expenditures	6,341,547	225,680	6,567,227
Deficiency of revenues under expenditures	(6,317,558)	(135,408)	(6,452,966)
OTHER FINANCING SOURCES			
Transfers in	7,820,263	135,408	7,955,671
Total other financing sources	7,820,263	135,408	7,955,671
Net change in fund balances	1,502,705	-	1,502,705
Fund balances - January 1	-	-	-
Fund balances - December 31	\$ 1,502,705	\$ -	\$ 1,502,705

CITY OF GREELEY, COLORADO
DEBT SERVICE FUNDS
GENERAL DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous revenue:				
Rent	\$ 20,607	\$ 20,607	\$ 20,645	\$ 38
Interest and investment earnings	-	-	3,344	3,344
Total miscellaneous revenue	20,607	20,607	23,989	3,382
Total revenues	20,607	20,607	23,989	3,382
EXPENDITURES:				
Debt service:				
Principal retirement	4,108,139	4,026,382	4,026,382	-
Interest and fiscal charges	2,315,166	2,315,166	2,315,165	1
Total debt service	6,423,305	6,341,548	6,341,547	1
Total expenditures	6,423,305	6,341,548	6,341,547	1
Deficiency of revenues under expenditures	(6,402,698)	(6,320,941)	(6,317,558)	3,383
OTHER FINANCING SOURCES:				
Transfers in:				
General fund	33,623	33,623	33,585	(38)
Sales and use tax fund	5,990,693	7,490,054	7,490,053	(1)
Police development fund	378,382	296,625	296,625	-
Total transfers in	6,402,698	7,820,302	7,820,263	(39)
Total other financing sources	6,402,698	7,820,302	7,820,263	(39)
Net change in fund balance	-	1,499,361	1,502,705	3,344
Fund balance - January 1	2,865	-	-	-
Fund balance - December 31	\$ 2,865	\$ 1,499,361	\$ 1,502,705	\$ 3,344

CITY OF GREELEY, COLORADO
DEBT SERVICE FUNDS
GREELEY BUILDING AUTHORITY FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous revenue:				
Contributions	\$ 90,272	\$ 90,272	\$ 90,272	\$ -
Total revenues	90,272	90,272	90,272	-
EXPENDITURES:				
Debt service:				
Principal retirement	140,000	140,000	140,000	-
Interest and fiscal charges	85,680	85,680	85,680	-
Total debt service	225,680	225,680	225,680	-
Total expenditures	225,680	225,680	225,680	-
Deficiency of revenue under expenditures	(135,408)	(135,408)	(135,408)	-
OTHER FINANCING SOURCES:				
Transfers in:				
General fund	135,408	135,408	135,408	-
Total other financing sources	135,408	135,408	135,408	-
Net change in fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	\$ -	\$ -	\$ -	\$ -

**CITY OF GREELEY, COLORADO
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS**

December 31, 2011	Public Improvement Fund	Food Tax Fund	Softball Improvement Fund	Fire Equipment Acquisition & Replacement Fund	Fire Protection Development Fund
ASSETS					
Cash and cash equivalents	\$ 82,300	\$ 275	\$ -	\$ -	\$ -
Investments	1,590,514	1,096,854	14,787	471,317	785,583
Accounts receivables, net	1,219,313	128,299	246	-	-
Accrued interest	3,275	2,259	30	971	1,618
Due from other funds	21,610	1,160,947	-	-	-
Total assets	\$ 2,917,012	\$ 2,388,634	\$ 15,063	\$ 472,288	\$ 787,201
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 281,212	\$ 204,347	\$ 2	\$ 25,375	\$ 93
Contracts payable - retainage	67,496	466,914	-	-	-
Due to other funds	874,552	20,608	-	-	-
Advances from other funds	-	-	-	-	-
Deferred revenue	82,300	-	-	-	403,972
Total liabilities	1,305,560	691,869	2	25,375	404,065
Fund balances:					
Restricted:					
FTA - ARRA grant	1	-	-	-	-
FASTER funds	1,276,367	-	-	-	-
Committed:					
Art in public places	302,898	-	-	-	-
Sales tax on food	20,000	1,696,765	-	-	-
Softball improvements	-	-	15,061	-	-
Fire protection development fees	-	-	-	-	383,136
Police development fees	-	-	-	-	-
Transportation development fees	-	-	-	-	-
Park development fees	-	-	-	-	-
Trails development fees	-	-	-	-	-
Quality of life projects	-	-	-	-	-
Assigned:					
Railway projects	14,535	-	-	-	-
Fire equipment acquisition and replacement	-	-	-	446,913	-
Unassigned	(2,349)	-	-	-	-
Total fund balances	1,611,452	1,696,765	15,061	446,913	383,136
Total liabilities and fund balances	\$ 2,917,012	\$ 2,388,634	\$ 15,063	\$ 472,288	\$ 787,201

Police Development Fund	Island Grove Development Fund	Road Development Fund	Park Development Fund	Trails Development Fund	Quality of Life Fund	2005 Bond Issue Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 82,575
105,453	31,059	2,741,080	1,214,970	304,549	2,639,406	119	10,995,691
-	8,737	-	-	-	-	-	1,356,595
217	64	5,645	2,502	627	5,435	-	22,643
-	-	-	-	-	141,977	-	1,324,534
<u>\$ 105,670</u>	<u>\$ 39,860</u>	<u>\$ 2,746,725</u>	<u>\$ 1,217,472</u>	<u>\$ 305,176</u>	<u>\$ 2,786,818</u>	<u>\$ 119</u>	<u>\$ 13,782,038</u>
\$ 13	\$ 2	\$ 4,011	\$ 142	\$ 171	\$ 5,863	\$ 119	\$ 521,350
-	-	-	-	-	1,255	-	535,665
-	12,252	-	75,885	-	4,196	-	987,493
-	982,857	-	-	-	-	-	982,857
-	-	2,621	17,184	-	-	-	506,077
<u>13</u>	<u>995,111</u>	<u>6,632</u>	<u>93,211</u>	<u>171</u>	<u>11,314</u>	<u>119</u>	<u>3,533,442</u>
-	-	-	-	-	-	-	1
-	-	-	-	-	-	-	1,276,367
-	-	-	-	-	-	-	302,898
-	-	-	-	-	-	-	1,716,765
-	-	-	-	-	-	-	15,061
-	-	-	-	-	-	-	383,136
105,657	-	-	-	-	-	-	105,657
-	-	2,740,093	-	-	-	-	2,740,093
-	-	-	1,124,261	-	-	-	1,124,261
-	-	-	-	305,005	-	-	305,005
-	-	-	-	-	2,775,504	-	2,775,504
-	-	-	-	-	-	-	14,535
-	-	-	-	-	-	-	446,913
-	(955,251)	-	-	-	-	-	(957,600)
<u>105,657</u>	<u>(955,251)</u>	<u>2,740,093</u>	<u>1,124,261</u>	<u>305,005</u>	<u>2,775,504</u>	<u>-</u>	<u>10,248,596</u>
<u>\$ 105,670</u>	<u>\$ 39,860</u>	<u>\$ 2,746,725</u>	<u>\$ 1,217,472</u>	<u>\$ 305,176</u>	<u>\$ 2,786,818</u>	<u>\$ 119</u>	<u>\$ 13,782,038</u>

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS

For the Year Ended December 31, 2011	Public Improvement Fund	Food Tax Fund	Softball Improvement Fund	Fire Equipment Acquisition & Replacement Fund	Fire Protection Development Fund
REVENUES					
Intergovernmental revenue	\$ 3,417,425	\$ 420,469	\$ -	\$ 432,315	\$ -
Charges for services	105,412	52,306	2,213	-	321,496
Miscellaneous revenue	195,121	67,326	136	10,419	5,915
Total revenues	3,717,958	540,101	2,349	442,734	327,411
EXPENDITURES					
Nondepartmental	871,730	7,338,315	771	294	524
Debt service	-	-	-	-	-
Capital outlay	2,290,549	152,043	-	25,315	-
Total expenditures	3,162,279	7,490,358	771	25,609	524
Excess (deficiency) of revenues over expenditures	555,679	(6,950,257)	1,578	417,125	326,887
OTHER FINANCING SOURCES (USES)					
Transfers in	47,628	8,221,054	-	326,413	-
Transfers out	(283,898)	(20,000)	-	(296,625)	-
Total other financing sources (uses)	(236,270)	8,201,054	-	29,788	-
Net change in fund balances	319,409	1,250,797	1,578	446,913	326,887
Fund balances (deficits) - January 1	1,292,043	445,968	13,483	-	56,249
Fund balances (deficits) - December 31	\$ 1,611,452	\$ 1,696,765	\$ 15,061	\$ 446,913	\$ 383,136

Police Development Fund	Island Grove Development Fund	Road Development Fund	Park Development Fund	Trails Development Fund	Quality of Life Fund	2005 Bond Issue Fund	Total
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,270,209
50,459	198,704	1,084,196	118,876	10,456	-	-	1,944,118
749	26,034	21,319	11,261	2,975	21,688	7,685	370,628
51,208	224,738	1,105,515	130,137	13,431	21,688	7,685	6,584,955
65	31	1,896	1,045	279	8,015	5,927	8,228,892
-	54,738	-	-	-	-	-	54,738
-	-	211,317	-	26,872	167,570	142,761	3,016,427
65	54,769	213,213	1,045	27,151	175,585	148,688	11,300,057
51,143	169,969	892,302	129,092	(13,720)	(153,897)	(141,003)	(4,715,102)
-	21,026	-	-	-	1,511,400	-	10,127,521
-	-	(1,711)	(75,885)	-	(348,007)	(1,006,119)	(2,032,245)
-	21,026	(1,711)	(75,885)	-	1,163,393	(1,006,119)	8,095,276
51,143	190,995	890,591	53,207	(13,720)	1,009,496	(1,147,122)	3,380,174
54,514	(1,146,246)	1,849,502	1,071,054	318,725	1,766,008	1,147,122	6,868,422
\$ 105,657	\$ (955,251)	\$ 2,740,093	\$ 1,124,261	\$ 305,005	\$ 2,775,504	\$ -	\$ 10,248,596

**CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
PUBLIC IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental revenue:				
Federal grants	\$ -	\$ 2,430,845	\$ 1,625,311	\$ (805,534)
Intergovernmental agreement	-	5,000	-	(5,000)
State grants	-	800,000	501,372	(298,628)
FASTER funds	200,000	200,000	544,484	344,484
State pass through grants	-	1,824,669	746,258	(1,078,411)
Total intergovernmental revenue	200,000	5,260,514	3,417,425	(1,843,089)
Charges for services:				
Expense reimbursement	-	52,852	52,852	-
Daily fees	-	-	1,318	1,318
Facility use fee	-	16,000	51,242	35,242
Total charges for services	-	68,852	105,412	36,560
Miscellaneous revenue:				
Interest and investment earnings	-	1,440	14,406	12,966
Miscellaneous	-	514,159	180,715	(333,444)
Total miscellaneous revenue	-	515,599	195,121	(320,478)
Total revenues	200,000	5,844,965	3,717,958	(2,127,007)
EXPENDITURES:				
Nondepartmental:				
Other	-	3,368,241	871,730	2,496,511
Capital outlay:				
Land	10,000	10,000	1,903	8,097
Land improvements	584,000	1,385,876	1,019,126	366,750
Buildings/building improvements	-	1,508,511	765,262	743,249
Art Acquisition	-	68,685	26,040	42,645
Machinery and equipment	-	-	478,218	(478,218)
Total capital outlay	594,000	2,973,072	2,290,549	682,523
Total expenditures	594,000	6,341,313	3,162,279	3,179,034
Excess (deficiency) of revenues over expenditures	(394,000)	(496,348)	555,679	1,052,027
OTHER FINANCING SOURCES (USES):				
Transfers in:				
Food tax fund	-	20,000	20,000	-
Quality of life fund	-	6,496	-	(6,496)
Road Development fund	-	1,711	1,711	-
Stormwater Construction fund	-	31,164	25,917	(5,247)
Total transfers in	-	59,371	47,628	(11,743)
Transfers out:				
Designated Revenue fund	-	(74,500)	(77,499)	(2,999)
Food tax fund	-	(166,000)	(167,486)	(1,486)
Quality of Life fund	-	-	(38,913)	(38,913)
Total transfers out	-	(240,500)	(283,898)	(43,398)
Total other financing sources (uses)	-	(181,129)	(236,270)	(55,141)
Net change in fund balance	(394,000)	(677,477)	319,409	996,886
Fund balance - January 1	403,427	1,292,043	1,292,043	-
Fund balance - December 31	\$ 9,427	\$ 614,566	\$ 1,611,452	\$ 996,886

**CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
FOOD TAX FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental revenue:				
State pass through grants	\$ -	\$ 458,905	\$ 370,469	\$ (88,436)
Intergovernmental agreement	-	50,000	50,000	-
Total intergovernmental revenue	-	508,905	420,469	(88,436)
Charges for services:				
Expense reimbursement	-	-	52,306	52,306
Miscellaneous revenue:				
Interest and investment earnings	4,000	4,990	8,768	3,778
Miscellaneous	-	53,557	58,558	5,001
Total miscellaneous revenue	4,000	58,547	67,326	8,779
Total revenues	4,000	567,452	540,101	(27,351)
EXPENDITURES:				
Nondepartmental:				
Rebates	85,000	85,000	44,283	40,717
Other	4,157,258	8,208,129	7,294,032	914,097
Total nondepartmental	4,242,258	8,293,129	7,338,315	954,814
Capital outlay:				
Land improvements	-	177,108	-	177,108
Buildings/building improvements	-	153,150	152,043	1,107
Total capital outlay	-	330,258	152,043	178,215
Total expenditures	4,242,258	8,623,387	7,490,358	1,133,029
Deficiency of revenues under expenditures	(4,238,258)	(8,055,935)	(6,950,257)	1,105,678
OTHER FINANCING SOURCES (USES):				
Transfers in:				
General fund	430,678	3,530,678	3,530,678	-
Public improvement fund	-	166,000	167,486	1,486
Sales and use tax fund	3,835,838	4,300,838	4,400,899	100,061
Quality of life fund	-	13,123	4,196	(8,927)
Downtown parking fund	-	117,795	117,795	-
Total transfers in	4,266,516	8,128,434	8,221,054	92,620
Transfers out:				
Public improvement fund	-	(20,000)	(20,000)	-
Total other financing sources (uses)	4,266,516	8,108,434	8,201,054	92,620
Net change in fund balance	28,258	52,499	1,250,797	1,198,298
Fund balance - January 1	-	445,968	445,968	-
Fund balance - December 31	\$ 28,258	\$ 498,467	\$ 1,696,765	\$ 1,198,298

CITY OF GREELEY, COLORADO
 CAPITAL PROJECTS FUNDS
 SOFTBALL IMPROVEMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Charges for services:				
Softball tournament fees	\$ -	\$ 1,967	\$ 2,213	\$ 246
Miscellaneous revenue:				
Interest and investment earnings	-	-	136	136
Total revenues	-	1,967	2,349	382
EXPENDITURES:				
Nondepartmental:				
Other	-	776	771	5
Total expenditures	-	776	771	5
Excess of revenues over expenditures	-	1,191	1,578	387
Fund balance - January 1	11,023	13,483	13,483	-
Fund balance - December 31	\$ 11,023	\$ 14,674	\$ 15,061	\$ 387

CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
FIRE EQUIPMENT ACQUISITION & REPLACEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental revenue:				
Western Hills appropriation	\$ 100,294	\$ 100,294	\$ 432,315	\$ 332,021
Miscellaneous revenue:				
Interest and investment earnings	3,340	3,645	3,600	(45)
Sale of assets	-	-	6,819	6,819
Total miscellaneous revenue	3,340	3,645	10,419	6,774
Total revenues	103,634	103,939	442,734	338,795
EXPENDITURES:				
Nondepartmental:				
Other	-	305	294	11
Debt service:				
Principal		66,126	-	66,126
Interest		15,631	-	15,631
Total debt service	-	81,757	-	81,757
Capital outlay:				
Equipment	66,916	66,916	25,315	41,601
Total expenditures	66,916	148,978	25,609	123,369
Excess (deficiency) of revenues over expenditures	36,718	(45,039)	417,125	462,164
OTHER FINANCING SOURCES:				
Transfers in:				
General fund	-	-	326,413	326,413
Transfers out:				
General debt service fund	(378,382)	(296,625)	(296,625)	-
Total transfers out	(378,382)	(296,625)	(296,625)	-
Total other financing sources (uses)	(378,382)	(296,625)	29,788	326,413
Net change in fund balance	(341,664)	(341,664)	446,913	788,577
Fund balance (deficit) - January 1	526,614	-	-	-
Fund balance (deficit) - December 31	\$ 184,950	\$ (341,664)	\$ 446,913	\$ 788,577

CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
FIRE PROTECTION DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Charges for services:				
Fire protection fees	\$ 45,000	\$ 45,000	\$ 321,496	\$ 276,496
Miscellaneous revenue:				
Interest and investment earnings	-	490	5,915	5,425
Total revenues	45,000	45,490	327,411	281,921
EXPENDITURES:				
Nondepartmental:				
Other	-	490	524	(34)
Total expenditures	-	490	524	(34)
Excess of revenues over expenditures	45,000	45,000	326,887	281,887
Fund balance (deficit) - January 1	(246,263)	56,249	56,249	-
Fund balance (deficit) - December 31	\$ (201,263)	\$ 101,249	\$ 383,136	\$ 281,887

**CITY OF GREELEY, COLORADO
 CAPITAL PROJECTS FUNDS
 POLICE DEVELOPMENT FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services:				
Police protection fees	\$ 20,000	\$ 20,000	\$ 50,459	\$ 30,459
Miscellaneous revenue:				
Interest and investment earnings	-	70,000	749	(69,251)
Total revenues	20,000	90,000	51,208	(38,792)
EXPENDITURES				
Nondepartmental:				
Other	-	70	65	5
Total expenditures	-	70	65	5
Excess of revenues over expenditures	20,000	89,930	51,143	(38,787)
Fund balance - January 1	42,452	54,514	54,514	-
Fund balance - December 31	\$ 62,452	\$ 144,444	\$ 105,657	\$ (38,787)

CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
ISLAND GROVE DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Charges for services:				
Island Grove development fee	\$ 16,000	\$ 16,000	\$ 17,050	\$ 1,050
Concessions	-	-	13,298	13,298
Facility use fee	100,000	100,000	168,356	68,356
Total charges for services	116,000	116,000	198,704	82,704
Miscellaneous revenue:				
Interest and investment earnings	-	-	309	309
Rents from facilities	15,000	15,000	25,725	10,725
Total miscellaneous revenues	15,000	15,000	26,034	11,034
Total revenues	131,000	131,000	224,738	93,738
EXPENDITURES:				
Nondepartmental				
Other	-	-	31	(31)
Debt service:				
Principal	76,000	76,000	-	76,000
Interest	57,843	57,843	54,738	3,105
Total debt service	133,843	133,843	54,738	79,105
Total expenditures	133,843	133,843	54,769	79,074
Excess (deficiency) of revenues over expenditures	(2,843)	(2,843)	169,969	172,812
OTHER FINANCING SOURCES:				
Transfers in:				
Sales and use tax fund	26,012	26,012	21,026	(4,986)
Total other financing sources	26,012	26,012	21,026	(4,986)
Net change in fund balance	23,169	23,169	190,995	167,826
Fund balance (deficit) - January 1	(1,105,341)	(1,146,246)	(1,146,246)	-
Fund balance (deficit) - December 31	\$ (1,082,172)	\$ (1,123,077)	\$ (955,251)	\$ 167,826

**CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
ROAD DEVELOPMENT FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Charges for services:				
Transportation fees	\$ 300,000	\$ 300,000	\$ 1,084,196	\$ 784,196
Miscellaneous revenue:				
Interest and investment earnings	5,000	6,780	21,319	14,539
Total revenues	305,000	306,780	1,105,515	798,735
EXPENDITURES:				
Nondepartmental:				
Other	-	1,780	1,896	(116)
Capital outlay:				
Land improvements	171,050	324,020	211,317	112,703
Total expenditures	171,050	325,800	213,213	112,587
Excess (deficiency) of revenues over expenditures	133,950	(19,020)	892,302	911,322
OTHER FINANCING USES:				
Transfers out:				
Public Improvement fund	(1,711)	(1,711)	(1,711)	-
Total other financing uses	(1,711)	(1,711)	(1,711)	-
Net change in fund balance	132,239	(20,731)	890,591	911,322
Fund balance - January 1	1,384,133	1,849,502	1,849,502	-
Fund balance - December 31	\$ 1,516,372	\$ 1,828,771	\$ 2,740,093	\$ 911,322

CITY OF GREELEY, COLORADO
 CAPITAL PROJECTS FUNDS
 PARK DEVELOPMENT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Charges for services:				
Park fees	\$ 170,500	\$ 170,500	\$ 118,876	\$ (51,624)
Miscellaneous revenue:				
Interest and investment earnings	-	-	11,261	11,261
Total revenues	170,500	170,500	130,137	(40,363)
EXPENDITURES:				
Nondepartmental:				
Other	-	-	1,045	(1,045)
Total expenditures	-	-	1,045	(1,045)
Excess of revenues over expenditures	170,500	170,500	129,092	(41,408)
OTHER FINANCING USES:				
Transfers out:				
Quality of life fund	-	(95,113)	(75,885)	19,228
Total other financing uses	-	(95,113)	(75,885)	19,228
Net change in fund balance	170,500	75,387	53,207	(22,180)
Fund balance - January 1	702,743	1,071,054	1,071,054	-
Fund balance - December 31	\$ 873,243	\$ 1,146,441	\$ 1,124,261	\$ (22,180)

**CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
TRAILS DEVELOPMENT FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental revenue:				
State pass through grants	\$ -	\$ 287,000	\$ -	\$ (287,000)
Charges for services:				
Trails fee	20,000	20,000	10,456	(9,544)
Miscellaneous revenue:				
Interest and investment earnings	-	-	2,975	2,975
Total revenues	20,000	307,000	13,431	(293,569)
EXPENDITURES:				
Non-departmental:				
Other	-	-	279	(279)
Capital outlay:				
Land	-	22,300	21,424	876
Land improvements	-	371,418	5,448	365,970
Total capital outlay	-	393,718	26,872	366,846
Total expenditures	-	393,718	27,151	366,567
Excess (deficiency) of revenues over expenditures	20,000	(86,718)	(13,720)	72,998
Fund balance - January 1	193,647	318,725	318,725	-
Fund balance - December 31	\$ 213,647	\$ 232,007	\$ 305,005	\$ 72,998

**CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
QUALITY OF LIFE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
REVENUES:				
Miscellaneous revenue:				
Interest and investment earnings	-	1,900	21,688	\$ 19,788
Total revenues	-	1,900	21,688	19,788
EXPENDITURES:				
Nondepartmental:				
Other	-	1,900	8,015	(6,115)
Capital outlay:				
Land improvements	679,634	1,032,521	167,570	864,951
Total expenditures	679,634	1,034,421	175,585	858,836
Deficiency of revenues under expenditures	(679,634)	(1,032,521)	(153,897)	878,624
OTHER FINANCING SOURCES (USES):				
Transfers in:				
Sales and use tax fund	924,839	1,234,839	1,396,602	161,763
Parks development fund	-	95,113	75,885	(19,228)
Public Improvement fund	-	-	38,913	38,913
Total transfers in	924,839	1,329,952	1,511,400	181,448
Transfers out:				
General fund	(350,307)	(343,811)	(343,811)	-
Public improvement fund	-	(7,591)	-	7,591
Food tax fund	-	(13,123)	(4,196)	8,927
Total transfers out	(350,307)	(364,525)	(348,007)	16,518
Total other financing sources (uses)	574,532	965,427	1,163,393	197,966
Net change in fund balance	(105,102)	(67,094)	1,009,496	1,076,590
Fund balance - January 1	1,168,439	1,766,008	1,766,008	-
Fund balance - December 31	\$ 1,063,337	\$ 1,698,914	\$ 2,775,504	\$ 1,076,590

**CITY OF GREELEY, COLORADO
CAPITAL PROJECTS FUNDS
2005 BOND ISSUE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous revenue:				
Interest and investment earnings	-	960	7,685	6,725
Total revenues	-	960	7,685	6,725
EXPENDITURES:				
Nondepartmental:				
Other	-	5,955	5,927	28
Capital outlay:				
Land improvements	-	40,686	43,036	(2,350)
Buildings/building improvements		90,000	92,753	(2,753)
Machinery and equipment		18,198	6,972	11,226
Total capital outlay	-	148,884	142,761	6,123
Total expenditures	-	154,839	148,688	6,151
Deficiency of revenues under expenditures	-	(153,879)	(141,003)	12,876
OTHER FINANCING USES:				
Transfers out:				
Designated revenue fund	-	(1,010,000)	(1,006,119)	3,881
Total other financing uses	-	(1,010,000)	(1,006,119)	3,881
Net change in fund balance	-	(1,163,879)	(1,147,122)	16,757
Fund balance (deficit) - January 1	3,148,463	1,147,122	1,147,122	-
Fund balance (deficit) - December 31	\$ 3,148,463	\$ (16,757)	\$ -	\$ 16,757

**CITY OF GREELEY, COLORADO
COMBINING BALANCE SHEET
NONMAJOR PERMANENT FUNDS**

December 31, 2011	Cemetery Endowment Fund	Petriken Memorial Fund	Memorials Fund	Totals
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Investments	825,743	2,105	271,203	1,099,051
Accrued interest	1,700	4	35	1,739
Due from other funds	5,421	-	-	5,421
Advances to other funds	1,234,857	-	-	1,234,857
Total assets	\$ 2,067,721	\$ 2,109	\$ 271,238	\$ 2,341,068
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 93	\$ -	\$ 2	95
Due to other funds	7,262	-	2,250	9,512
Total liabilities	7,355	-	2,252	9,607
Fund balances:				
Nonspendable:				
Permanent fund principal	2,060,366	2,053	127,930	2,190,349
Restricted:				
Petriken Memorial	-	56	-	56
Memorials fund	-	-	141,056	141,056
Total fund balances	2,060,366	2,109	268,986	2,331,461
Total liabilities and fund balances	\$ 2,067,721	\$ 2,109	\$ 271,238	\$ 2,341,068

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR PERMANENT FUNDS

For the Year Ended December 31, 2011	Cemetery Endowment Fund	Petriken Memorial Fund	Memorials Fund	Totals
REVENUES:				
Miscellaneous revenue	\$ 73,426	\$ 20	\$ 27,481	\$ 100,927
Total revenues	73,426	20	27,481	100,927
EXPENDITURES:				
Nondepartmental	668	1	89	758
Total expenditures	668	1	89	758
Excess of revenues over expenditures	72,758	19	27,392	100,169
OTHER FINANCING USES:				
Transfers out	(72,758)	-	-	(72,758)
Total other financing uses	(72,758)	-	-	(72,758)
Net change in fund balances	-	19	27,392	27,411
Fund balance - January 1	2,060,366	2,090	241,594	2,304,050
Fund balance - December 31	\$ 2,060,366	\$ 2,109	\$ 268,986	\$ 2,331,461

CITY OF GREELEY, COLORADO
PERMANENT FUNDS
CEMETERY ENDOWMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous revenue:				
Interest and investment earnings	\$ 67,618	\$ 67,869	\$ 73,426	\$ 5,557
Total revenues	67,618	67,869	73,426	5,557
EXPENDITURES				
Nondepartmental:				
Miscellaneous	400	651	668	(17)
Total expenditures	400	651	668	(17)
Excess of revenues over expenditures	67,218	67,218	72,758	5,540
OTHER FINANCING USES:				
Operating transfers out:				
Cemetery fund	(67,218)	(67,218)	(72,758)	(5,540)
Total other financing uses	(67,218)	(67,218)	(72,758)	(5,540)
Net change in fund balance	-	-	-	-
Fund balance - January 1	2,060,366	2,060,366	2,060,366	-
Fund balance - December 31	\$ 2,060,366	\$ 2,060,366	\$ 2,060,366	\$ -

CITY OF GREELEY, COLORADO
PERMANENT FUNDS
PETRIKEN MEMORIAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous revenue:				
Interest and investment earnings	\$ -	\$ 3	\$ 20	\$ 17
Total revenues	-	3	20	17
EXPENDITURES:				
Nondepartmental:				
Miscellaneous	-	3	1	2
Total expenditures	-	3	1	2
Net change in fund balance	-	-	19	19
Fund balance - January 1	2,075	2,075	2,090	15
Fund balance - December 31	\$ 2,075	\$ 2,075	\$ 2,109	\$ 34

CITY OF GREELEY, COLORADO

PERMANENT FUNDS

MEMORIALS FUND

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

For the Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Miscellaneous revenue:				
Interest and investment earnings	\$ -	\$ 14	\$ 27,481	\$ 27,467
Total revenues	-	14	27,481	27,467
EXPENDITURES:				
Nondepartmental:				
Miscellaneous	-	14	89	(75)
Total expenditures	-	14	89	(75)
Net change in fund balance	-	-	27,392	27,392
Fund balance - January 1	-	241,594	241,594	-
Fund balance - December 31	\$ -	\$ 241,594	\$ 268,986	\$ 27,392

NONMAJOR ENTERPRISE FUNDS

Enterprise funds are used to report an activity for which a fee is charged to external users for goods or services.

Cemetery Fund – accounts for user charges and expenses for operating, financing, and maintaining the Linn Grove Cemetery.

Municipal Golf Course Fund– accounts for user charges and the expenses for operating, financing and maintaining the municipal golf courses.

Downtown Parking Fund – accounts for user charges and expenses for operating and maintaining the downtown parking areas.

Stormwater Fund – accounts for user charges, fees collected from developers and expenses for developing and maintaining storm water facilities for the drainage and control of flood and water surfaces within the City.

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS

December 31, 2011	Cemetery Fund	Municipal Golf Course	Downtown Parking Fund	Stormwater Fund	Total
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 59,410	\$ 8,555	\$ 2	\$ 321,079	\$ 389,046
Investments	-	524,089	949,696	5,435,780	6,909,565
Accounts receivables, net	66,083	8,286	10,479	335,574	420,422
Accrued interest	-	1,080	1,955	11,194	14,229
Unbilled services	-	-	-	141,222	141,222
Due from other funds	47,783	359	121	77,219	125,482
Prepaid items	-	-	448	999	1,447
Total current assets	173,276	542,369	962,701	6,323,067	8,001,413
Restricted assets:					
Cash and cash equivalents	-	499,500	-	-	499,500
Other assets	-	91,567	-	-	91,567
Capital assets:					
Land	3,300	527,438	1,329,781	2,329,629	4,190,148
Land improvements	581,300	2,835,774	932,630	20,281	4,369,985
Buildings/building improvements	196,835	1,358,595	-	-	1,555,430
Machinery and equipment	267,900	1,428,351	19,941	701,302	2,417,494
Infrastructure	-	-	-	36,336,941	36,336,941
Construction in progress	-	-	20,749	1,276,274	1,297,023
	1,049,335	6,150,158	2,303,101	40,664,427	50,167,021
Less: Accumulated depreciation	(773,947)	(3,436,351)	(834,010)	(23,925,044)	(28,969,352)
Total capital assets	275,388	2,713,807	1,469,091	16,739,383	21,197,669
Total noncurrent assets	275,388	3,304,874	1,469,091	16,739,383	21,788,736
Total assets	448,664	3,847,243	2,431,792	23,062,450	29,790,149
LIABILITIES					
Current liabilities:					
Accounts payable	6,899	8,839	19,030	336,385	371,153
Compensated absences	16,960	36,094	6,238	64,050	123,342
Accrued liabilities	7,861	9,910	2,721	27,090	47,582
Accrued interest payable	-	33,396	-	-	33,396
Due to other funds	45,128	-	-	208,696	253,824
Current portion of long-term obligations	-	425,000	-	-	425,000
Unearned revenue	-	27,547	16,695	-	44,242
Advances from other funds	-	800,000	-	-	800,000
Total current liabilities	76,848	1,340,786	44,684	636,221	2,098,539
Noncurrent liabilities:					
Accrued compensated absences	15,467	15,422	-	14,697	45,586
Unearned revenue	233,920	-	-	9,611	243,531
Certificates of participation debt (net of deferred amount from refunding and unamortized premium)	-	1,647,363	-	-	1,647,363
Total noncurrent liabilities	249,387	1,662,785	-	24,308	1,936,480
Total liabilities	326,235	3,003,571	44,684	660,529	4,035,019
NET ASSETS					
Invested in capital assets, net of related debt	275,388	641,444	1,469,091	16,739,383	19,125,306
Unrestricted	(152,959)	202,228	918,017	5,662,538	6,629,824
Total net assets	\$ 122,429	\$ 843,672	\$ 2,387,108	\$ 22,401,921	\$ 25,755,130

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
NONMAJOR PROPRIETARY FUNDS

For the Year Ended December 31, 2011	Cemetery Fund	Municipal Golf Course Fund	Downtown Parking Fund	Stormwater Fund	Total
OPERATING REVENUES:					
Charges for services	\$ 243,567	\$ 1,462,344	\$ 65,687	\$ 3,502,226	\$ 5,273,824
Intergovernmental revenue	-	-	-	300	300
Licenses and permits	-	-	-	392	392
Fines and forfeits	-	-	205,560	-	205,560
Total operating revenues	243,567	1,462,344	271,247	3,502,918	5,480,076
OPERATING EXPENSES:					
Personnel services	303,348	670,123	130,918	1,042,311	2,146,700
Supplies	18,757	118,202	4,834	58,872	200,665
Purchased services	21,575	148,832	14,161	186,596	371,164
Utilities	24,638	166,815	1,549	5,239	198,241
Repairs and maintenance	21,428	111,531	17,684	179,772	330,415
Rentals	11,703	67,218	15,149	1,403	95,473
Depreciation	21,068	202,653	1,994	817,110	1,042,825
Other expenses	115	620	-	2,076	2,811
Total operating expenses	422,632	1,485,994	186,289	2,293,379	4,388,294
Operating income (loss)	(179,065)	(23,650)	84,958	1,209,539	1,091,782
NONOPERATING REVENUES (EXPENSES):					
Development fees	-	-	-	152,223	152,223
Interest and investment earnings	6	4,628	10,277	48,063	62,974
Rents	-	100	-	-	100
Oil and gas royalties	48,680	-	-	-	48,680
Damages recovered	-	6,025	-	1,009	7,034
Miscellaneous	(569)	(22,098)	(1,328)	(16,598)	(40,593)
Amortization	-	(18,313)	-	-	(18,313)
Interest expense	(1,675)	(181,776)	-	-	(183,451)
Gain on sales of capital assets	-	2,631	412	-	3,043
Total nonoperating revenues (expenses)	46,442	(208,803)	9,361	184,697	31,697
Income (loss) before capital contributions and transfers	(132,623)	(232,453)	94,319	1,394,236	1,123,479
Contributions from developers	-	-	-	360,339	360,339
Contributions from general government	-	152,318	-	-	152,318
Transfers in	145,055	338,462	-	-	483,517
Transfers out	-	-	(117,795)	(225,730)	(343,525)
Change in net assets	12,432	258,327	(23,476)	1,528,845	1,776,128
Total net assets - January 1	109,997	585,345	2,410,584	20,873,076	23,979,002
Total net assets - December 31	\$ 122,429	\$ 843,672	\$ 2,387,108	\$ 22,401,921	\$ 25,755,130

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS

Year Ended December 31, 2011	Cemetery Fund	Municipal Golf Course Fund	Downtown Parking Fund	Stormwater Fund	Total
CASH FLOWS FROM OPERATING ACTIVITIES:					
Receipts from customers and users	\$ 263,374	\$ 1,462,459	\$ 268,819	\$ 3,612,078	\$ 5,606,730
Payments to suppliers	(63,363)	(549,772)	(47,327)	(212,685)	(873,147)
Payments to employees	(300,075)	(678,428)	(130,907)	(1,025,720)	(2,135,130)
Payments for interfund services used	(31,831)	(66,975)	(9,103)	(227,487)	(335,396)
Other receipts	33,930	7,482	-	1,009	42,421
Net cash provided (used) by operating activities	<u>(97,965)</u>	<u>174,766</u>	<u>81,482</u>	<u>2,147,195</u>	<u>2,305,478</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:					
Increase (decrease) in pooled cash reported as due to (from) other funds	(16,842)	72,159	20,513	230,899	306,729
Repayment of cash advances to/from other funds	(35,175)	(40,000)	-	-	(75,175)
Transfers in from other funds	179,382	406,137	-	-	585,519
Transfers out to other funds	-	-	(117,795)	(221,007)	(338,802)
Net cash provided (used) by noncapital financing activities	<u>127,365</u>	<u>438,296</u>	<u>(97,282)</u>	<u>9,892</u>	<u>478,271</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:					
Capital contributions	-	-	-	150,939	150,939
Purchases and construction of capital assets	-	(19,000)	(123,047)	(919,178)	(1,061,225)
Principal paid on capital debt	-	(415,000)	-	-	(415,000)
Interest paid on capital debt	-	(105,697)	-	-	(105,697)
Sale of capital assets	-	2,631	412	-	3,043
Net cash used by capital and related financing activities	<u>-</u>	<u>(537,066)</u>	<u>(122,635)</u>	<u>(768,239)</u>	<u>(1,427,940)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:					
Withdrawals from investment pool	-	464,008	260,000	768,192	1,492,200
Deposits into investment pool	-	(615,781)	(155,577)	(2,251,329)	(3,022,687)
Interest and investment earnings received	6	3,465	8,175	35,999	47,645
Bank and investment charges paid	(719)	(23,240)	(1,325)	(16,370)	(41,654)
Net cash provided (used) by investing activities	<u>(713)</u>	<u>(171,548)</u>	<u>111,273</u>	<u>(1,463,508)</u>	<u>(1,524,496)</u>
Net increase in cash and cash equivalents	28,687	(95,552)	(27,162)	(74,660)	(168,687)
Cash and cash equivalents - January 1	30,723	603,607	27,164	395,739	1,057,233
Cash and cash equivalents - December 31	<u>\$ 59,410</u>	<u>\$ 508,055</u>	<u>\$ 2</u>	<u>\$ 321,079</u>	<u>\$ 888,546</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:					
Operating income (loss)	\$ (179,065)	\$ (23,650)	\$ 84,958	\$ 1,209,539	\$ 1,091,782
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Depreciation expense	21,068	202,653	1,994	817,110	1,042,825
Miscellaneous nonoperating revenue	48,829	7,279	-	1,009	57,117
Change in assets and liabilities:					
(Increase) decrease in receivables, net	(13,687)	(2,973)	(3,958)	109,160	88,542
(Increase) decrease in due from other funds	(477)	(356)	(120)	2,424	1,471
Increase in prepaid expenses	-	-	(58)	-	(58)
Increase (decrease) in accounts payable	3,553	(3,265)	(2,791)	(3,773)	(6,276)
Increase in payroll liability	1,109	100	410	4,336	5,955
Decrease in due to other funds	(55)	(119)	(34)	(4,865)	(5,073)
Increase (decrease) in compensated absences payable	2,165	(8,405)	(399)	12,255	5,616
Increase in unearned revenue	18,595	3,502	1,480	-	23,577
Total adjustments	<u>81,100</u>	<u>198,416</u>	<u>(3,476)</u>	<u>937,656</u>	<u>1,213,696</u>
Net cash provided (used) by operating activities	<u>\$ (97,965)</u>	<u>\$ 174,766</u>	<u>\$ 81,482</u>	<u>\$ 2,147,195</u>	<u>\$ 2,305,478</u>
Noncash investing, capital, and financing activities:					
Contributions of capital assets	-	152,318	-	360,339	512,657
Increase in fair value of investments	-	1,163	2,103	12,064	15,330

CITY OF GREELEY, COLORADO

ENTERPRISE FUNDS

CEMETERY FUND

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 232,669	\$ 232,669	\$ 243,567	\$ 10,898
Total operating revenues	232,669	232,669	243,567	10,898
OPERATING EXPENSES:				
Personnel services	307,059	307,059	303,348	3,711
Supplies	17,586	17,586	18,757	(1,171)
Purchased services	21,781	21,781	21,575	206
Utilities	25,060	25,060	24,638	422
Repairs and maintenance	25,622	25,622	21,428	4,194
Rentals	12,591	12,591	11,703	888
Depreciation	25,000	25,000	21,068	3,932
Other expenses	-	-	115	(115)
Total operating expenses	434,699	434,699	422,632	12,067
Operating loss	(202,030)	(202,030)	(179,065)	22,965
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	-	-	6	6
Oil and gas royalties	20,000	20,000	48,680	28,680
Miscellaneous	(1,200)	(1,200)	(569)	631
Interest expense	(1,675)	(1,675)	(1,675)	-
Principal retirement	(33,500)	(33,500)	(33,500)	-
Total nonoperating revenues (expenses)	(16,375)	(16,375)	12,942	29,317
Net loss before transfers	(218,405)	(218,405)	(166,123)	52,282
TRANSFERS IN:				
General fund	126,187	126,187	72,297	(53,890)
Cemetery endowment fund	67,218	67,218	72,758	5,540
Total transfers in	193,405	193,405	145,055	(48,350)
Net loss on a budgetary basis	\$ (25,000)	\$ (25,000)	(21,068)	\$ 3,932
Reconciliation to a GAAP Basis:				
Principal retirement			33,500	
Net income			12,432	
Net assets - January 1			109,997	
Net assets - December 31			<u>\$ 122,429</u>	

CITY OF GREELEY, COLORADO
ENTERPRISE FUNDS
MUNICIPAL GOLF COURSE FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget
	Original	Final		Positive (Negative)
OPERATING REVENUES:				
Charges for services	\$ 1,527,680	\$ 1,527,680	\$ 1,462,344	\$ (65,336)
Total operating revenues	1,527,680	1,527,680	1,462,344	(65,336)
OPERATING EXPENSES:				
Personnel services	700,690	703,190	670,123	33,067
Supplies	100,615	105,848	118,202	(12,354)
Purchased services	156,628	155,028	148,832	6,196
Utilities	156,751	156,751	166,815	(10,064)
Repairs and maintenance	102,014	104,621	111,531	(6,910)
Rentals	63,695	63,695	67,218	(3,523)
Depreciation	186,000	186,000	202,653	(16,653)
Other expenses	-	-	620	(620)
Total operating expenses	1,466,393	1,475,133	1,485,994	(10,861)
Operating income (loss)	61,287	52,547	(23,650)	(76,197)
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	-	-	4,628	4,628
Rents	21,000	21,000	100	(20,900)
Damages recovered	-	-	6,025	6,025
Miscellaneous	(22,427)	(22,427)	(22,098)	329
Amortization	(18,313)	(18,313)	(18,313)	-
Interest expense	(183,112)	(183,112)	(181,776)	1,336
Gain on sale of capital assets	-	-	2,631	2,631
Principal retirement	(415,000)	(415,000)	(415,000)	-
Capital outlay	-	(19,000)	(19,000)	-
Total nonoperating revenues (expenses)	(617,852)	(636,852)	(642,803)	(5,951)
Net loss before capital contributions and transfers	(556,565)	(584,305)	(666,453)	(82,148)
Capital contributions from general government	-	-	152,318	152,318
TRANSFERS IN:				
General fund	310,722	338,462	338,462	-
Net loss on a budgetary basis	\$ (245,843)	\$ (245,843)	(175,673)	\$ 70,170
Reconciliation to a GAAP Basis:				
Capital outlay			19,000	
Principal retirement			415,000	
Net income			258,327	
Net assets - January 1			585,345	
Net assets - December 31			\$ 843,672	

**CITY OF GREELEY, COLORADO
ENTERPRISE FUNDS
DOWNTOWN PARKING FUND**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 79,860	\$ 79,860	\$ 65,687	\$ (14,173)
Fines and forfeits	191,000	191,000	205,560	14,560
Total operating revenues	270,860	270,860	271,247	387
OPERATING EXPENSES:				
Personnel services	186,905	181,905	130,918	50,987
Supplies	6,756	8,556	4,834	3,722
Purchased services	34,960	57,960	14,161	43,799
Utilities	850	850	1,549	(699)
Repairs and maintenance	526,100	432,600	17,684	414,916
Rentals	7,680	7,680	15,149	(7,469)
Depreciation	31,000	31,000	1,994	29,006
Other expenses	1,000	500	-	500
Total operating expenses	795,251	721,051	186,289	534,762
Operating income (loss)	(524,391)	(450,191)	84,958	535,149
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	10,000	10,000	10,277	277
Miscellaneous	(375)	(375)	(1,328)	(953)
Gain on sale of capital assets	-	-	412	412
Capital outlay	(225,000)	(223,200)	(141,304)	81,896
Total nonoperating revenues (expenses)	(215,375)	(213,575)	(131,943)	81,632
Net loss before transfers	(739,766)	(663,766)	(46,985)	616,781
TRANSFERS OUT:				
Food tax fund	-	(117,795)	(117,795)	-
Net loss on a budgetary basis	\$ (739,766)	\$ (781,561)	(164,780)	\$ 616,781
Reconciliation to a GAAP Basis:				
Capital outlay			141,304	
Net loss			(23,476)	
Net assets - January 1			2,410,584	
Net assets - December 31			<u>\$ 2,387,108</u>	

**CITY OF GREELEY, COLORADO
ENTERPRISE FUNDS
STORMWATER FUND**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 3,444,447	\$ 3,444,447	\$ 3,502,226	\$ 57,779
Intergovernmental revenue	300	300	300	-
Licenses and permits	-	-	392	392
Total operating revenues	3,444,747	3,444,747	3,502,918	58,171
OPERATING EXPENSES:				
Personnel services	1,240,581	1,318,605	1,042,311	276,294
Supplies	72,241	70,241	58,872	11,369
Purchased services	252,194	354,148	186,596	167,552
Utilities	7,920	10,920	5,239	5,681
Repairs and maintenance	515,285	765,889	179,772	586,117
Rentals	-	-	1,403	(1,403)
Depreciation	823,061	823,061	817,110	5,951
Other expenses	31,720	72,250	2,076	70,174
Total operating expenses	2,943,002	3,415,114	2,293,379	1,121,735
Operating income	501,745	29,633	1,209,539	1,179,906
NONOPERATING REVENUES (EXPENSES):				
Development fees	27,095	27,095	152,223	125,128
Interest and investment earnings	11,757	11,757	48,063	36,306
Damages recovered	-	-	1,009	1,009
Miscellaneous	(7,500)	(7,500)	(16,598)	(9,098)
Capital outlay	(2,655,000)	(3,972,000)	(1,184,908)	2,787,092
Total nonoperating revenues (expenses)	(2,623,648)	(3,940,648)	(1,000,211)	2,940,437
Net gain (loss) before capital contributions and transfers	(2,121,903)	(3,911,015)	209,328	4,120,343
Contribution from developers	-	-	360,339	360,339
TRANSFERS OUT:				
General fund	(228,611)	(202,572)	(199,813)	2,759
Streets and roads fund	-	(10,000)	-	10,000
Public Improvement fund	-	(31,164)	(25,917)	5,247
Total transfers out	(228,611)	(243,736)	(225,730)	18,006
Net gain (loss) on a budgetary basis	\$ (2,350,514)	\$ (4,154,751)	343,937	\$ 4,498,688
Reconciliation to a GAAP Basis:				
Capital outlay			<u>1,184,908</u>	
Net income			1,528,845	
Net assets - January 1			<u>20,873,076</u>	
Net assets - December 31			<u>\$ 22,401,921</u>	

MAJOR ENTERPRISE FUNDS

Sewer Fund

This fund accounts for user charges and expenses for operating, financing, and maintaining the City's sanitary sewer system.

Water Fund

This fund accounts for user charges and the expenses for operating, financing, and maintaining the City's water system.

Public Safety Combined Services Fund

This fund accounts for user charges and expenses for operating and maintaining a regional communication dispatch center, criminal records and warrants management services and public safety information system.

**CITY OF GREELEY, COLORADO
ENTERPRISE FUNDS
SEWER FUND**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 8,567,691	\$ 8,567,691	\$ 9,252,137	\$ 684,446
Licenses and permits	500	500	3,293	2,793
Total operating revenues	8,568,191	8,568,191	9,255,430	687,239
OPERATING EXPENSES:				
Personnel services	2,762,873	2,765,873	2,496,514	269,359
Supplies	403,806	381,619	285,101	96,518
Purchased services	984,394	999,244	735,549	263,695
Insurance and bonds	200,000	200,000	200,000	-
Utilities	492,909	492,909	570,115	(77,206)
Repairs and maintenance	1,717,396	1,555,154	255,082	1,300,072
Rentals	16,461	18,461	18,715	(254)
Depreciation	2,258,686	2,258,686	2,414,261	(155,575)
Other expenses	33,271	28,271	6,201	22,070
Total operating expenses	8,869,796	8,700,217	6,981,538	1,718,679
Operating income (loss)	(301,605)	(132,026)	2,273,892	2,405,918
NONOPERATING REVENUES (EXPENSES):				
Plant investment fees	531,164	531,164	302,641	(228,523)
Interest and investment earnings	227,412	227,412	96,824	(130,588)
Rents	4,000	4,000	14,047	10,047
Oil and gas royalties	71,000	71,000	110,539	39,539
Miscellaneous	(33,400)	(33,400)	75,835	109,235
Interest expense	(217,450)	(217,450)	(210,955)	6,495
Loss on sale of capital assets	-	-	(131,345)	(131,345)
Principal retirement	(1,020,867)	(1,020,867)	(1,020,867)	-
Capital outlay	(1,341,352)	(5,718,521)	(4,612,353)	1,106,168
Total nonoperating revenues (expenses)	(1,779,493)	(6,156,662)	(5,375,634)	781,028
Loss before transfers	\$ (2,081,098)	\$ (6,288,688)	\$ (3,101,742)	\$ 3,186,946

Continued on next page

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
TRANSFERS OUT:				
General fund	\$ (315,814)	\$ (315,814)	\$ (278,489)	\$ 37,325
Water fund	(88,963)	(102,793)	(101,718)	1,075
Total transfers out	(404,777)	(418,607)	(380,207)	38,400
Net loss on a budgetary basis	\$ (2,485,875)	\$ (6,707,295)	(3,481,949)	\$ 3,225,346
Reconciliation to a GAAP Basis:				
Principal retirement			1,020,867	
Capital outlay			<u>4,612,353</u>	
Net income			2,151,271	
Net assets - January 1			<u>71,988,411</u>	
Net assets - December 31			<u>\$ 74,139,682</u>	

**CITY OF GREELEY, COLORADO
ENTERPRISE FUNDS
WATER FUND**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 29,515,045	\$ 29,515,045	\$ 30,292,195	\$ 777,150
Licenses and permits	500	500	13,215	12,715
Total operating revenues	29,515,545	29,515,545	30,305,410	789,865
OPERATING EXPENSES:				
Personnel services	5,901,811	5,990,310	5,042,920	947,390
Supplies	1,923,085	2,103,685	1,219,748	883,937
Purchased services	2,737,715	3,235,650	1,472,862	1,762,788
Assessments	2,749,921	3,799,921	3,802,726	(2,805)
Insurance and bonds	200,000	200,000	200,000	-
Utilities	1,183,361	1,068,361	872,222	196,139
Repairs and maintenance	871,212	1,228,643	590,550	638,093
Rentals	114,225	114,225	99,332	14,893
Depreciation	6,292,076	6,292,076	6,603,849	(311,773)
Other expenses	199,167	195,601	40,552	155,049
Total operating expenses	22,172,573	24,228,472	19,944,761	4,283,711
Operating income	7,342,972	5,287,073	10,360,649	5,073,576
NONOPERATING REVENUES (EXPENSES):				
Plant investment fees	930,336	930,336	691,343	(238,993)
Interest and investment earnings	191,200	191,200	418,320	227,120
Bond proceeds	28,000,000	28,000,000	-	(28,000,000)
Rents	47,000	47,000	241,230	194,230
Oil and gas royalties	-	-	310	310
Damages recovered	-	-	5,145	5,145
Miscellaneous	(231,829)	(231,829)	(49,605)	182,224
Amortization	-	-	(62,486)	(62,486)
Interest expenses	(3,508,992)	(3,508,992)	(3,530,957)	(21,965)
Loss on sale of capital assets	-	-	(307,749)	(307,749)
Principal retirement	(5,464,457)	(5,464,457)	(3,693,827)	1,770,630
Capital outlay	(25,078,520)	(51,931,713)	(16,917,813)	35,013,900
Total nonoperating revenues (expenses)	(5,115,262)	(31,968,455)	(23,206,089)	8,762,366
Income (loss) before capital contributions and transfers	\$ 2,227,710	\$ (26,681,382)	\$ (12,845,440)	\$ 13,835,942

Continued on next page

For The Year Ended December 31, 2011	Original	Final Budget	Actual Amounts	Variance with Final Budget Positive (Negative)
Contributions from developers	\$ -	\$ -	\$ 137,972	\$ 137,972
TRANSFERS IN:				
Sewer fund	88,963	102,793	101,718	(1,075)
TRANSFERS OUT:				
General fund	(824,511)	(824,511)	(894,963)	(70,452)
Net income on a budgetary basis	<u>\$ 1,492,162</u>	<u>\$ (27,403,100)</u>	(13,500,713)	<u>\$ 13,902,387</u>
Reconciliation to a GAAP Basis:				
Principal retirement			3,693,827	
Capital outlay			<u>16,917,813</u>	
Net income			7,110,927	
Net assets - January 1			<u>244,179,614</u>	
Net assets - December 31			<u>\$251,290,541</u>	

CITY OF GREELEY, COLORADO
ENTERPRISE FUNDS
PUBLIC SAFETY COMBINED SERVICES FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 6,159,961	\$ 8,445,330	\$ 7,529,963	\$ (915,367)
Intergovernmental revenue	21,000	34,033	14,817	(19,216)
Total operating revenues	6,180,961	8,479,363	7,544,780	(934,583)
OPERATING EXPENSES:				
Personnel services	4,528,229	4,528,229	4,612,374	(84,145)
Supplies	50,828	55,561	20,737	34,824
Purchased services	1,347,632	1,356,169	1,216,165	140,004
Utilities	88,960	88,960	71,918	17,042
Repairs and maintenance	6,000	6,129	2,167	3,962
Depreciation	-	-	28,578	(28,578)
Other expenses	100	7,902	8,509	(607)
Total operating expenses	6,021,749	6,042,950	5,960,448	82,502
Operating income	159,212	2,436,413	1,584,332	(852,081)
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	-	-	236	236
Intergovernmental agreement	(111,737)	(111,737)	(111,737)	-
Miscellaneous	-	-	(214)	(214)
Capital outlay	-	(2,277,201)	(1,346,978)	930,223
Total nonoperating revenues (expenses)	(111,737)	(2,388,938)	(1,458,693)	930,245
Income before transfers	47,475	47,475	125,639	78,164
TRANSFERS OUT:				
General fund	(47,475)	(47,475)	(47,475)	-
Net Income on a budgetary basis	\$ -	\$ -	78,164	\$ 78,164
Reconciliation to a GAAP Basis:				
Capital outlay			1,346,978	
Net income			1,425,142	
Net assets - January 1			727,274	
Net assets - December 31			<u>\$ 2,152,416</u>	

INTERNAL SERVICE FUNDS

Internal Service Funds are established to account for goods and services provided by one department of the City to other departments of the City, or to other agencies, on a cost-reimbursement basis.

Equipment Maintenance Fund - accounts for user charges and expenses for maintaining the City's equipment and vehicles.

Information Technology Fund - accounts for user charges and expenses for providing data processing and telecommunication services to other City departments.

Health Fund - accounts for the cost of providing a defined-benefit health and dental insurance plan that covers substantially all regular full-time and regular part-time employees of the City.

Workers Compensation Fund – accounts for user charges and expenses for insuring the City for workers' compensation.

Communications Fund – accounts for user charges and expenses for providing mailing and copying services to City departments.

Liability Fund – accounts for user charges and expenses for providing a self-insurance program for liability claims against the City.

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS

December 31, 2011	Equipment Maintenance Fund	Information Technology Fund	Health Fund
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 5	\$ 81,265	\$ 420,306
Investments	1,270,154	307,726	2,849,679
Accounts receivable, net	14,877	186	26,309
Accrued interest	2,616	634	5,868
Due from other funds	852	54,960	1
Advances to other funds	-	-	2,584,357
Prepaid items	-	128,865	-
Total current assets	1,288,504	573,636	5,886,520
Noncurrent assets:			
Capital assets:			
Land	16,986	-	-
Buildings/building improvements	77,494	164,417	36,926
Machinery and equipment	3,252,173	1,872,092	-
Construction in progress	-	152,414	-
	3,346,653	2,188,923	36,926
Less: Accumulated depreciation	(1,770,425)	(1,654,042)	(3,693)
Total capital assets	1,576,228	534,881	33,233
Total assets	2,864,732	1,108,517	5,919,753
LIABILITIES			
Current liabilities:			
Accounts payable	116,940	70,082	176,151
Claims incurred but not reported	-	-	664,046
Compensated absences	37,732	76,691	11,217
Accrued liabilities	14,701	33,344	3,036
Due to other funds	-	69,481	-
Other liabilities	-	-	32,956
Advances from other funds	1,687,111	-	-
Total current liabilities	1,856,484	249,598	887,406
Noncurrent liabilities:			
Accrued compensated absences	1,197	-	8,473
Total noncurrent liabilities	1,197	-	8,473
Total liabilities	1,857,681	249,598	895,879
NET ASSETS			
Invested in capital assets, net of related debt	1,576,228	534,881	33,233
Unrestricted	(569,177)	324,038	4,990,641
Total net assets	\$ 1,007,051	\$ 858,919	\$ 5,023,874

Workers			
Compensation	Communications	Liability	Total
Fund	Fund	Fund	
\$ 14,914	\$ -	\$ 2	\$ 516,492
645,226	414,840	1,243,077	6,730,702
-	-	9,698	51,070
1,329	854	2,560	13,861
10,086	-	1	65,900
-	-	-	2,584,357
-	6,132	5,471	140,468
671,555	421,826	1,260,809	10,102,850
-	-	-	16,986
-	-	-	278,837
-	232,262	-	5,356,527
-	-	-	152,414
-	232,262	-	5,804,764
-	(215,465)	-	(3,643,625)
-	16,797	-	2,161,139
671,555	438,623	1,260,809	12,263,989
66	764	1,567	365,570
60,139	-	-	724,185
1,867	-	5,414	132,921
689	-	1,962	53,732
-	-	1,903	71,384
-	-	-	32,956
-	-	-	1,687,111
62,761	764	10,846	3,067,859
609	-	3,239	13,518
609	-	3,239	13,518
63,370	764	14,085	3,081,377
-	16,797	-	2,161,139
608,185	421,062	1,246,724	7,021,473
\$ 608,185	\$ 437,859	\$ 1,246,724	\$ 9,182,612

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
INTERNAL SERVICE FUNDS

For the Year Ended December 31, 2011	Equipment Maintenance Fund	Information Technology Fund	Health Fund
OPERATING REVENUES:			
Charges for services	\$ 3,742,143	\$ 2,184,597	\$ 9,423,351
Miscellaneous - damages recovered	-	-	-
Total operating revenues	3,742,143	2,184,597	9,423,351
OPERATING EXPENSES:			
Personnel services	785,543	1,394,007	149,392
Supplies	1,482,957	276,909	82,400
Purchased services	69,685	480,912	1,742,860
Insurance and bonds	-	-	-
Utilities	1,097	177,459	-
Repairs and maintenance	630,067	47,306	76
Depreciation	306,469	135,848	3,693
Claims	-	-	8,910,784
Other expenses	729	4,166	-
Total operating expenses	3,276,547	2,516,607	10,889,205
Operating income (loss)	465,596	(332,010)	(1,465,854)
NONOPERATING REVENUES (EXPENSES):			
Interest and investment earnings	6,258	1,563	99,732
Miscellaneous	97,054	(527)	(5,358)
Interest expense	(45,037)	-	-
Gain on sale of capital assets	20,636	-	-
Total nonoperating revenues (expenses)	78,911	1,036	94,374
Income (loss) before transfers	544,507	(330,974)	(1,371,480)
Transfers in	-	308,015	-
Change in net assets	544,507	(22,959)	(1,371,480)
Total net assets - January 1	462,544	881,878	6,395,354
Total net assets - December 31	\$ 1,007,051	\$ 858,919	\$ 5,023,874

Workers			
Compensation	Communications	Liability	Total
Fund	Fund	Fund	
\$ 1,510,246	\$ 195,714	\$ 1,012,343	\$ 18,068,394
52,995	-	22,843	75,838
<u>1,563,241</u>	<u>195,714</u>	<u>1,035,186</u>	<u>18,144,232</u>
40,355	-	68,230	2,437,527
-	24,966	-	1,867,232
11,005	56,900	37,271	2,398,633
482,979	-	462,715	945,694
-	-	-	178,556
-	14,398	-	691,847
-	42,642	-	488,652
620,543	-	172,742	9,704,069
-	-	66,149	71,044
<u>1,154,882</u>	<u>138,906</u>	<u>807,107</u>	<u>18,783,254</u>
<u>408,359</u>	<u>56,808</u>	<u>228,079</u>	<u>(639,022)</u>
3,607	3,588	8,479	123,227
5,448	(327)	(1,049)	95,241
-	-	-	(45,037)
-	-	-	20,636
<u>9,055</u>	<u>3,261</u>	<u>7,430</u>	<u>194,067</u>
417,414	60,069	235,509	(444,955)
-	-	-	308,015
417,414	60,069	235,509	(136,940)
<u>190,771</u>	<u>377,790</u>	<u>1,011,215</u>	<u>9,319,552</u>
<u>\$ 608,185</u>	<u>\$ 437,859</u>	<u>\$ 1,246,724</u>	<u>\$ 9,182,612</u>

CITY OF GREELEY, COLORADO
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS

Year Ended December 31, 2011	Equipment Maintenance Fund	Information Technology Fund	Health Fund
CASH FLOWS FROM OPERATING ACTIVITIES:			
Receipts from customers and users	\$ 1,850	\$ 1,950	\$ 307,699
Receipts from interfund services provided	3,727,728	2,358,782	9,086,178
Payments to suppliers	(2,113,621)	(911,580)	(11,122,952)
Payments to employees	(782,111)	(1,386,699)	(143,429)
Payments for interfund services used	(41,710)	(3,642)	(790)
Other receipts	98,495	500	-
Net cash provided (used) by operating activities	<u>890,631</u>	<u>59,311</u>	<u>(1,873,294)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Increase in pooled cash reported as due to other funds	22,860	8,918	1,431
Repayment of cash advances to (from) other funds	-	308,015	(304,631)
Net cash provided (used) by noncapital financing activities	<u>22,860</u>	<u>316,933</u>	<u>(303,200)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Advances from other funds	702,387	-	-
Purchases and construction of capital assets	(636,903)	(129,354)	-
Principal paid on capital debt	(337,023)	-	-
Interest paid on capital debt	(45,037)	-	-
Sale of capital assets	20,636	-	-
Net cash used by capital and related financing activities	<u>(295,940)</u>	<u>(129,354)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:			
Withdrawals from investment pool	455,000	149,000	2,494,240
Deposits into investment pool	(1,104,867)	(399,394)	(599,100)
Interest and investment earnings received	3,435	878	93,447
Bank and investment charges paid	(1,389)	(694)	(4,967)
Net cash provided (used) by investing activities	<u>(647,821)</u>	<u>(250,210)</u>	<u>1,983,620</u>
Net decrease in cash and cash equivalents	<u>(30,270)</u>	<u>(3,320)</u>	<u>(192,874)</u>
Cash and cash equivalents - January 1	30,275	84,585	613,180
Cash and cash equivalents - December 31	<u>\$ 5</u>	<u>\$ 81,265</u>	<u>\$ 420,306</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$ 465,596	\$ (332,010)	\$ (1,465,854)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	306,469	135,848	3,693
Miscellaneous nonoperating revenue	98,496	500	-
Change in assets and liabilities:			
(Increase) decrease in receivables, net	(12,554)	(100)	(26,309)
(Increase) decrease in due from other funds	(849)	106,754	-
(Increase) decrease in prepaid expenses	-	88,563	-
Increase (decrease) in accounts payable	30,175	(17,032)	(3,144)
Increase in other payable	-	-	154,962
Increase in payroll liability	822	5,275	522
Increase (decrease) in due to other funds	(134)	69,481	(539,440)
Increase (decrease) in compensated absences payable	2,610	2,032	5,441
Decrease in unearned revenue	-	-	(3,165)
Total adjustments	<u>425,035</u>	<u>391,321</u>	<u>(407,440)</u>
Net cash provided (used) by operating activities	<u>\$ 890,631</u>	<u>\$ 59,311</u>	<u>\$ (1,873,294)</u>
Noncash investing, capital, and financing activities:			
Increase in fair value of investments	2,823	685	6,286

Workers			
Compensation Fund	Communications Fund	Liability Fund	Total
\$ -	\$ -	\$ -	\$ 311,499
1,563,240	195,714	1,012,343	17,943,985
(1,036,549)	(99,581)	(573,401)	(15,857,684)
(40,495)	-	(67,440)	(2,420,174)
-	-	-	(46,142)
5,731	-	-	104,726
491,927	96,133	371,502	36,210
31,264	7,234	2,777	74,484
-	-	-	3,384
31,264	7,234	2,777	77,868
-	-	-	702,387
-	-	-	(766,257)
-	-	-	(337,023)
-	-	-	(45,037)
-	-	-	20,636
-	-	-	(425,294)
350,000	19,000	500,000	3,967,240
(914,986)	(134,334)	(882,764)	(4,035,445)
2,169	2,667	5,720	108,316
(215)	(279)	(912)	(8,456)
(563,032)	(112,946)	(377,956)	31,655
(39,841)	(9,579)	(3,677)	(279,561)
54,755	9,579	3,679	796,053
\$ 14,914	\$ -	\$ 2	\$ 516,492
\$ 408,359	\$ 56,808	\$ 228,079	\$ (639,022)
5,730	42,642	-	488,652
-	-	-	104,726
-	-	165,337	126,374
-	-	-	105,905
25,000	(1,132)	1,095	113,526
(1,123)	(2,185)	(13,788)	(7,097)
54,101	-	-	209,063
145	-	237	7,001
-	-	(10,011)	(480,104)
(285)	-	553	10,351
-	-	-	(3,165)
83,568	39,325	143,423	675,232
\$ 491,927	\$ 96,133	\$ 371,502	\$ 36,210
1,438	921	2,760	14,913

**CITY OF GREELEY, COLORADO
INTERNAL SERVICE FUNDS
EQUIPMENT MAINTENANCE FUND**

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 3,590,406	\$ 3,955,406	\$ 3,742,143	\$ (213,263)
Miscellaneous - damages recovered	20,000	20,000	-	(20,000)
Total operating revenues	3,610,406	3,975,406	3,742,143	(233,263)
OPERATING EXPENSES:				
Personnel services	769,603	769,907	785,543	(15,636)
Supplies	1,188,611	1,520,563	1,482,957	37,606
Purchased services	79,399	78,949	69,685	9,264
Utilities	1,052	1,052	1,097	(45)
Repairs and maintenance	651,700	751,700	630,067	121,633
Depreciation	400,000	400,000	306,469	93,531
Other expenses	2,600	2,600	729	1,871
Total operating expenses	3,092,965	3,524,771	3,276,547	248,224
Operating income	517,441	450,635	465,596	14,961
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	150	150	6,258	6,108
Miscellaneous	(850)	(850)	97,054	97,904
Interest expense	(28,141)	(28,141)	(45,037)	(16,896)
Gain on sale of capital assets	-	-	20,636	20,636
Advance from other funds	582,236	822,109	702,387	(119,722)
Principal retirement	(475,993)	(475,993)	(337,023)	138,970
Capital outlay	(582,236)	(755,607)	(661,165)	94,442
Total nonoperating revenues (expenses)	(504,834)	(438,332)	(216,890)	221,442
Net income on a budgetary basis	\$ 12,607	\$ 12,303	248,706	\$ 236,403
Reconciliation to a GAAP basis:				
Advance from other funds			(702,387)	
Principal retirement			337,023	
Capital outlay			661,165	
Net income			544,507	
Net assets - January 1			462,544	
Net assets - December 31			\$ 1,007,051	

CITY OF GREELEY, COLORADO
INTERNAL SERVICE FUNDS
INFORMATION TECHNOLOGY FUND

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL (NON-GAAP BUDGET BASIS)

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 2,341,923	\$ 2,341,923	\$ 2,184,597	\$ (157,326)
Total operating revenues	2,341,923	2,341,923	2,184,597	(157,326)
OPERATING EXPENSES:				
Personnel services	1,405,280	1,405,280	1,394,007	11,273
Supplies	170,608	317,425	276,909	40,516
Purchased services	514,125	582,884	480,912	101,972
Utilities	169,478	169,478	177,459	(7,981)
Repairs and maintenance	78,432	127,648	47,306	80,342
Depreciation	140,000	140,000	135,848	4,152
Other expenses	-	-	4,166	(4,166)
Total operating expenses	2,477,923	2,742,715	2,516,607	226,108
Operating loss	(136,000)	(400,792)	(332,010)	68,782
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	3,000	3,000	1,563	(1,437)
Miscellaneous	4,000	4,000	(527)	(4,527)
Capital outlay	(23,000)	(157,051)	(129,354)	27,697
Total nonoperating revenues (expenses)	(16,000)	(150,051)	(128,318)	21,733
Loss before transfers	(152,000)	(550,843)	(460,328)	90,515
TRANSFERS IN:				
Improvement district fund	-	398,843	296,015	(102,828)
Sales and use tax fund	12,000	12,000	12,000	-
Total transfers in	12,000	410,843	308,015	(102,828)
Net loss on a budgetary basis	\$ (140,000)	\$ (140,000)	(152,313)	\$ (12,313)
Reconciliation to a GAAP basis:				
Capital outlay			129,354	
Net loss			(22,959)	
Net assets - January 1			881,878	
Net assets - December 31			\$ 858,919	

CITY OF GREELEY, COLORADO
INTERNAL SERVICE FUNDS
HEALTH FUND

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 8,535,753	\$ 8,535,753	\$ 9,423,351	\$ 887,598
Total operating revenues	8,535,753	8,535,753	9,423,351	887,598
OPERATING EXPENSES:				
Personnel services	139,998	139,998	149,392	(9,394)
Supplies	12,366	12,366	82,400	(70,034)
Purchased services	1,896,355	1,938,355	1,742,860	195,495
Insurance and bonds	25,000	25,000	-	25,000
Repairs and maintenance	13,500	13,500	76	13,424
Claims	7,684,294	8,320,294	8,910,784	(590,490)
Depreciation	-	-	3,693	(3,693)
Total operating expenses	9,771,513	10,449,513	10,889,205	(439,692)
Operating loss	(1,235,760)	(1,913,760)	(1,465,854)	447,906
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	60,000	88,000	99,732	11,732
Miscellaneous	(5,200)	(5,200)	(5,358)	(158)
Total nonoperating revenues (expenses)	54,800	82,800	94,374	11,574
Net loss	\$ (1,180,960)	\$ (1,830,960)	(1,371,480)	\$ 459,480
Net assets - January 1			<u>6,395,354</u>	
Net assets - December 31			<u>\$ 5,023,874</u>	

CITY OF GREELEY, COLORADO
INTERNAL SERVICE FUNDS
WORKERS COMPENSATION
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 1,521,192	\$ 1,521,192	\$ 1,510,246	\$ (10,946)
Expense reimbursement	-	-	52,995	52,995
Total operating revenues	1,521,192	1,521,192	1,563,241	42,049
OPERATING EXPENSES:				
Personnel services	39,769	39,769	40,355	(586)
Purchased services	11,568	11,568	11,005	563
Insurance and bonds	515,000	515,000	482,979	32,021
Claims	950,000	950,000	620,543	329,457
Total operating expenses	1,516,337	1,516,337	1,154,882	361,455
Operating income	4,855	4,855	408,359	403,504
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	-	-	3,607	3,607
Miscellaneous	-	-	5,448	5,448
Total nonoperating revenues (expenses)	-	-	9,055	9,055
Net income	\$ 4,855	\$ 4,855	417,414	\$ 412,559
Net assets - January 1			<u>190,771</u>	
Net assets - December 31			<u>\$ 608,185</u>	

CITY OF GREELEY, COLORADO
INTERNAL SERVICE FUNDS
COMMUNICATIONS FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 205,000	\$ 205,000	\$ 195,714	\$ (9,286)
Total operating revenues	205,000	205,000	195,714	(9,286)
OPERATING EXPENSES:				
Supplies	16,000	12,745	24,966	(12,221)
Purchased services	60,000	61,900	56,900	5,000
Repairs and maintenance	30,000	31,355	14,398	16,957
Depreciation	46,500	46,500	42,642	3,858
Total operating expenses	152,500	152,500	138,906	13,594
Operating income	52,500	52,500	56,808	4,308
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	2,000	2,000	3,588	1,588
Miscellaneous	(100)	(100)	(327)	(227)
Total nonoperating revenue (expenses)	1,900	1,900	3,261	1,361
Net income	<u>\$ 54,400</u>	<u>\$ 54,400</u>	60,069	<u>\$ 5,669</u>
Net assets - January 1			<u>377,790</u>	
Net assets - December 31			<u>\$ 437,859</u>	

CITY OF GREELEY, COLORADO

INTERNAL SERVICE FUNDS

LIABILITY FUND

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
OPERATING REVENUES:				
Charges for services	\$ 1,025,200	\$ 1,025,200	\$ 1,012,343	\$ (12,857)
Miscellaneous - damages recovered	20,000	20,000	22,843	2,843
Total operating revenues	1,045,200	1,045,200	1,035,186	(10,014)
OPERATING EXPENSES:				
Personnel services	66,146	66,146	68,230	(2,084)
Purchased services	45,120	50,285	37,271	13,014
Insurance and bonds	466,276	466,276	462,715	3,561
Claims	200,900	195,735	172,742	22,993
Other expenses	5,000	5,000	66,149	(61,149)
Total operating expenses	783,442	783,442	807,107	(23,665)
Operating income	261,758	261,758	228,079	(33,679)
NONOPERATING REVENUES (EXPENSES):				
Interest and investment earnings	3,000	3,000	8,479	5,479
Miscellaneous	(1,000)	(1,000)	(1,049)	(49)
Total nonoperating revenues (expenses)	2,000	2,000	7,430	5,430
Net income	\$ 263,758	\$ 263,758	235,509	\$ (28,249)
Net assets - January 1			<u>1,011,215</u>	
Net assets - December 31			<u>\$ 1,246,724</u>	



COMPONENT UNITS OF THE CITY OF GREELEY

Greeley Urban Renewal Authority (GURA) reports the following governmental funds:

Special Revenue Fund – is primary operating fund. It accounts for all financial resources of the entity, except those required to be accounted for in another fund.

Special Revenue Fund NSP – to account for Neighborhood Stabilization Program grant funds for the purpose of purchasing foreclosed homes for rehabilitation and resale to eligible homeowners.

Downtown Development Authority (DDA) reports the following governmental funds:

Operating Fund – accounts for all financial resources of the entity, except those required to be accounting for in another fund.

Special Revenue Fund – accounts for tax increment financing revenue.

Debt Service Fund – accounts for servicing of DDA's debt involved in carrying on the downtown development activities.

**GREELEY URBAN RENEWAL AUTHORITY
CITY OF GREELEY COMPONENT UNIT
COMBINING BALANCE SHEET**

December 31, 2011	Special Revenue Fund	NSP Special Revenue Fund	Total Governmental Funds
ASSETS			
Cash and cash equivalents	\$ 1,278,745	\$ 1,085,301	\$ 2,364,046
Investments	242,404	-	242,404
Notes receivable, net of allowance for doubtful accounts	46,498	267,315	313,813
Taxes receivable	180,410	-	180,410
Total assets	\$ 1,748,057	\$ 1,352,616	\$ 3,100,673
LIABILITIES AND FUND BALANCE			
Liabilities:			
Deferred revenue	\$ 226,592	\$ -	\$ 226,592
Other liabilities	3,150	10,107	13,257
Total liabilities	229,742	10,107	239,849
Fund balances:			
Restricted		-	-
Committed	242,404	1,342,508	1,584,912
Unassigned	1,275,911	-	1,275,911
Total fund balances	1,518,315	1,342,508	2,860,823
Total liabilities and fund balances	\$ 1,748,057	\$ 1,352,615	
Amounts reported for governmental activities in the Statement of Net Assets are different because:			
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds			591,627
Deferred revenue			46,182
Net assets of government activities			\$ 3,498,632

**GREELEY URBAN RENEWAL AUTHORITY
CITY OF GREELEY COMPONENT UNIT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE**

For the Year Ended December 31, 2011	Special Revenue Fund	NSP Special Revenue Fund	Total Governmental Funds
REVENUES:			
Taxes	\$ 80,381	\$ -	\$ 80,381
Charges for services	9,459	-	9,459
Intergovernmental	-	1,122,647	1,122,647
Miscellaneous revenue	116,874	1,926,982	2,043,856
Total revenues	206,714	3,049,629	3,256,343
EXPENDITURES:			
Tax increment	7,766	-	7,766
Economic development	152,560	-	152,560
Adminstration	-	37,639	37,639
Resell single family units	-	1,450,136	1,450,136
Lease multi-family units	-	219,346	219,346
Total expenditures	160,326	1,707,121	1,867,447
Excess of revenues over expenditures	46,388	1,342,508	1,388,896
Fund balance - January 1	1,471,927	-	-
Fund balance - December 31	\$ 1,518,315	\$ 1,342,508	

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

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds.	(7,108)
Change in net assets of governmental activities	<u>\$ 1,381,788</u>

**GREELEY URBAN RENEWAL AUTHORITY
CITY OF GREELEY COMPONENT UNIT
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL**

For The Year Ended December 31, 2011	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 76,000	\$ 76,000	\$ 80,381	\$ 4,381
Intergovernmental revenue:				
Federal grants	82,300	82,300	-	(82,300)
Charges for services:				
Inspection fee revenues	9,000	9,000	9,459	459
Miscellaneous revenue:				
Program Income	-	-	4,867	4,867
Interest and investment earnings	1,000	1,000	4,475	3,475
Miscellaneous	100,000	100,000	107,532	7,532
Total miscellaneous revenue	101,000	101,000	116,874	15,874
Total revenues	268,300	268,300	206,714	(61,586)
EXPENDITURES:				
Tax increment	40,000	40,000	7,766	32,234
Economic development	372,300	372,300	152,560	219,740
Total expenditures	412,300	412,300	160,326	251,974
Excess (deficiency) of revenues over expenditures	(144,000)	(144,000)	46,388	190,388
Fund balance - January 1	1,471,927	1,471,927	1,471,927	-
Fund balance - December 31	\$ 1,327,927	\$ 1,327,927	\$ 1,518,315	\$ 190,388

**GREELEY URBAN RENEWAL AUTHORITY
CITY OF GREELEY COMPONENT UNIT
SPECIAL REVENUE FUND - NSP
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL**

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Intergovernmental:				
State pass through	\$ 1,340,213	\$ 1,340,213	\$ 1,122,647	\$ (217,566)
Miscellaneous:				
Program Income	1,998,589	1,998,589	1,926,036	(72,553)
Interest	-	-	946	946
Total miscellaneous revenue	1,998,589	1,998,589	1,926,982	(71,607)
Total revenues	3,338,802	3,338,802	3,049,629	(289,173)
EXPENDITURES:				
Administration	50,000	50,000	37,639	12,361
Resell single family units	2,966,746	2,966,746	1,450,136	1,516,610
Lease multi-family units	322,056	322,056	219,346	102,710
Total expenditures	3,338,802	3,338,802	1,707,121	1,631,681
Excess of revenues over expenditures	-	-	1,342,508	1,342,508
Fund balance - January 1	-	-	-	-
Fund balance - December 31	\$ -	\$ -	\$ 1,342,508	\$ 1,342,508

**DOWNTOWN DEVELOPMENT AUTHORITY
CITY OF GREELEY COMPONENT UNIT
COMBINING BALANCE SHEET**

December 31, 2011	Operating Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 106,592	\$ 1,147,491	\$ -	\$ 1,254,083
Taxes receivable	107,304	309,433	-	416,737
Due from other funds	2,000	-	-	2,000
Total assets	\$ 215,896	\$ 1,456,924	\$ -	\$ 1,672,820
LIABILITIES AND FUND BALANCE				
Liabilities:				
Due to other funds	\$ -	\$ 2,000	\$ -	\$ 2,000
Accrued liabilities	3,510	-	-	3,510
Deferred revenue	107,304	309,433	-	416,737
Total liabilities	110,814	311,433	-	422,247
Fund balances:				
Assigned	-	1,147,491	-	-
Unassigned	105,082	(2,000)	-	103,082
Total fund balances	105,082	1,145,491	-	1,250,573
Total liabilities and fund balances	\$ 215,896	\$ 1,456,924	\$ -	-

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

Some liabilities, including notes payable are not due and payable in the current period and therefore are not reportable in the funds	(22,500)
Net assets of government activities	<u>\$ 1,228,073</u>

**DOWNTOWN DEVELOPMENT AUTHORITY
CITY OF GREELEY COMPONENT UNIT
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE**

For the Year Ended December 31, 2011	Operating Fund	Special Revenue Fund	Debt Service Fund	Total Governmental Funds
REVENUES:				
Taxes	\$ 132,496	\$ 311,013	\$ -	\$ 443,509
Intergovernmental revenue	44,687	-	-	44,687
Charges for services	77,795	-	-	77,795
Miscellaneous revenue	29,996	2,509	-	32,505
Total revenues	284,974	313,522	-	598,496
EXPENDITURES:				
Nondepartmental	235,126	90,928	-	326,054
Debt service	-	-	114,666	114,666
Total expenditures	235,126	90,928	114,666	440,720
Excess (deficiency) of revenues over expenditures	49,848	222,594	(114,666)	157,776
OTHER FINANCING SOURCES (USES):				
Issuance of debt	-	90,798	-	90,798
Transfers in	-	-	114,666	114,666
Transfers out	(22,500)	(92,166)	-	(114,666)
Total other financing sources (uses)	(22,500)	(1,368)	114,666	90,798
Net change in fund balances	27,348	221,226	-	248,574
Fund balance - January 1	77,734	924,265	-	-
Fund balance - December 31	\$ 105,082	\$ 1,145,491	\$ -	-

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

The issuance of long-term debt provides current financial resources to governmental funds. While the repayment of the principal of long-term debt consumes the current financial resources of governmental funds

Issuance of debt	(90,798)
Repayment of debt principal	113,298

Change in net assets of governmental activities	<u>\$ 271,074</u>
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**DOWNTOWN DEVELOPMENT AUTHORITY
CITY OF GREELEY COMPONENT UNIT
OPERATING FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property taxes	\$ 120,000	\$ 120,000	\$ 132,496	\$ 12,496
Intergovernmental revenue:				
Intergovernmental agreement	48,750	48,750	44,687	(4,063)
Charges for services:				
Membership fees	50,000	50,000	43,448	(6,552)
Concessions	30,000	30,000	31,866	1,866
Inventory sales	3,000	3,000	2,481	(519)
Total charges for services	83,000	83,000	77,795	(5,205)
Miscellaneous revenue:				
Interest and investment earnings	-	-	963	963
Contributions	22,000	22,000	13,032	(8,968)
Miscellaneous	7,000	7,000	16,001	9,001
Total miscellaneous revenue	29,000	29,000	29,996	996
Total revenues	280,750	280,750	284,974	4,224
EXPENDITURES:				
Nondepartmental	280,250	280,250	235,126	45,124
Total expenditures	280,250	280,250	235,126	45,124
Excess of revenues over expenditures	500	500	49,848	49,348
Transfer out:				
DDA debt service fund	-	(22,500)	(22,500)	-
Net change in fund balance	500	(22,000)	27,348	49,348
Fund balance - January 1	-	77,734	77,734	-
Fund balance - December 31	\$ 500	\$ 55,734	\$ 105,082	\$ 49,348

**DOWNTOWN DEVELOPMENT AUTHORITY
CITY OF GREELEY COMPONENT UNIT
DDA - TIF FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Taxes:				
Property	\$ 300,000	\$ 300,000	\$ 311,013	\$ 11,013
Miscellaneous revenue:				
Interest and investment earnings	-	-	2,509	2,509
Total revenues	300,000	300,000	313,522	13,522
EXPENDITURES:				
Nondepartmental	100,000	100,000	90,928	9,072
Total expenditures	100,000	100,000	90,928	9,072
Excess of revenues over expenditures	200,000	200,000	222,594	22,594
OTHER FINANCING SOURCES (USES):				
Issuance of debt	-	90,000	90,798	798
Transfer out:				
DDA debt service fund	-	(90,000)	(92,166)	(2,166)
Net change in fund balance	200,000	200,000	221,226	21,226
Fund balance - January 1	-	924,265	924,265	-
Fund balance - December 31	\$ 200,000	\$ 1,124,265	\$ 1,145,491	\$ 21,226

**DOWNTOWN DEVELOPMENT AUTHORITY
CITY OF GREELEY COMPONENT UNIT
DDA - DEBT SERVICE FUND**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE-BUDGET AND ACTUAL

For The Year Ended December 31, 2011	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:	\$ -	\$ -	\$ -	\$ -
EXPENDITURES:				
Debt service	-	112,500	114,666	(2,166)
Total expenditures	-	112,500	114,666	(2,166)
Deficiency of revenues over expenditures	-	(112,500)	(114,666)	(2,166)
OTHER FINANCING SOURCES:				
Transfers in:				
DDA operations fund	-	22,500	22,500	-
DDA TIF fund	-	90,000	92,166	2,166
Total other financing sources	-	112,500	114,666	2,166
Net change in fund balance	-	-	-	-
Fund balance - January 1	-	-	-	-
Fund balance - December 31	\$ -	\$ -	\$ -	\$ -

STATISTICAL SECTION

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

Financial Trends

These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.

Revenue Capacity

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

Debt Capacity

These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.

Demographic and Economic Information

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

Sources

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

City of Greeley
Changes in Net Assets,
Last Nine Fiscal Years
(accrual basis of accounting)
(unaudited)

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses									
Governmental activities:									
General government	\$ 4,545,360	\$ 5,283,979	\$ 7,163,480	\$ 6,928,531	\$ 8,249,488	\$ 9,068,579	\$ 9,174,640	\$ 10,632,371	\$ 8,879,923
Public safety	16,697,456	18,204,959	22,548,706	23,732,081	26,994,913	28,698,777	28,531,171	25,185,374	37,297,515
Public works	18,762,757	23,372,010	27,464,894	32,665,943	30,228,942	37,004,213	36,222,237	42,540,570	42,643,457 (3)
Leisure services	3,422,484	3,005,626	4,050,359	3,659,898	14,156,243	11,407,556	11,197,272	12,085,669	15,027,674 (1)
Parks	10,315,428	9,703,673	12,331,294	13,521,214	7,645,083	7,676,692	5,325,028	-	- (1) & (3)
Community development	3,276,807	3,450,865	3,977,470	3,075,025	4,410,986	5,409,301	5,180,693	3,897,557	4,463,452
Nondepartmental									
Grants to outside agencies	336,958	290,870	331,303	312,098	-	-	-	-	- (2)
Union Colony Fire/Rescue Authority	9,058,685	9,834,407	9,898,233	9,785,851	10,647,700	11,344,501	11,678,171	9,938,306	- (2)
Other	2,667,636	6,661,285	11,634,859	10,011,405	-	-	-	-	- (2)
Interest on long-term debt	1,982,882	2,567,685	2,392,147	3,166,770	2,908,612	2,916,292	2,755,906	2,592,244	2,416,172
Total governmental activities expenses	71,066,453	82,375,359	101,792,745	106,858,816	105,241,967	113,525,911	110,065,118	106,872,091	110,728,193
Business-type activities:									
Sewer	6,146,528	6,264,388	6,543,857	6,848,707	6,692,838	7,277,814	6,941,793	6,827,408	7,324,885
Water	16,238,684	16,403,214	18,851,269	20,796,832	21,283,872	23,691,663	22,573,296	23,060,183	23,893,470
Cemetery	519,875	514,204	539,757	521,458	543,305	529,210	533,819	403,233	427,986
Municipal golf courses	2,377,371	2,234,801	2,135,353	2,149,194	2,104,341	2,194,434	1,746,028	1,729,255	1,715,262
Downtown parking	281,348	298,316	280,142	272,268	290,581	284,613	193,589	200,362	191,378
Stormwater	1,817,521	1,836,488	2,412,255	2,332,800	2,356,748	2,932,840	2,508,259	2,317,809	2,337,181
Public safety combined services	-	-	-	-	-	-	-	67,610	6,072,399 (4)
Total business-type activities expenses	27,381,327	27,551,411	30,762,633	32,921,259	33,271,685	36,910,574	34,496,784	34,605,860	41,962,561
Total primary government expenses	\$ 98,447,780	\$ 109,926,770	\$ 132,555,378	\$ 139,780,075	\$ 138,513,652	\$ 150,436,485	\$ 144,561,902	\$ 141,477,951	\$ 152,690,754
Program Revenues									
Governmental activities:									
Charges for services:									
General government	\$ 3,215,487	\$ 4,153,586	\$ 5,420,982	\$ 5,954,648	\$ 5,615,480	\$ 10,811,799	\$ 10,689,989	\$ 11,981,978	\$ 10,135,901
Public safety	1,548,613	1,855,684	4,148,316	4,295,400	5,308,813	5,690,157	5,152,316	4,658,987	4,928,257
Public works	2,459,910	4,344,033	6,364,318	5,502,457	5,335,742	5,273,180	6,247,070	6,371,326	7,156,112 (3)
Leisure services	810,156	681,456	1,233,487	1,068,312	4,595,636	4,953,951	5,304,896	5,451,919	7,657,775 (1)
Parks	2,968,351	4,380,239	6,539,435	6,383,645	1,781,489	1,606,123	1,592,609	-	- (1) & (3)
Community development	119,297	146,284	174,090	337,848	775,915	1,212,271	888,452	812,464	572,308
Other activities	2,757,829	2,940,464	6,437,350	6,852,466	-	-	-	-	- (2)
Operating grants and contributions	10,907,251	11,462,762	11,699,192	11,243,513	10,948,337	12,314,183	13,711,157	13,777,169	11,294,704
Capital grants and contributions	2,204,359	47,304,881	22,541,626	13,199,775	8,091,370	3,890,735	10,371,790	952,578	2,674,848
Total governmental activities program revenues	26,991,253	77,269,389	64,558,796	54,838,064	42,452,782	45,752,399	53,958,279	44,006,421	44,419,905
Business-type activities:									
Sewer	5,900,654	8,460,755	6,437,157	7,018,079	7,320,952	7,617,243	8,459,978	8,767,092	9,558,071
Water	20,073,087	18,800,511	20,343,318	22,299,525	23,065,710	24,807,415	25,263,977	28,914,295	30,983,538
Cemetery	74,866	230,718	213,751	230,449	185,003	256,502	233,453	227,081	243,567
Municipal golf courses	2,062,726	1,900,681	1,911,803	1,877,549	1,966,878	1,959,049	1,567,463	1,533,349	1,462,344
Downtown parking	282,045	277,122	251,898	227,450	277,703	252,528	298,741	285,466	271,247
Stormwater	2,194,619	2,533,783	2,604,961	2,683,768	2,851,818	2,924,398	3,210,316	3,474,588	3,654,841
Public safety combined services	-	-	-	-	-	-	-	794,884	7,529,963 (4)
Operating grants and contributions	-	-	-	-	-	-	38,606	213,734	28,332
Capital grants and contributions	16,281,312	12,384,033	16,642,724	6,706,838	9,579,331	4,122,249	4,118,752	1,291,613	650,629
Total business-type activities program revenues	46,869,309	44,587,603	48,405,612	41,043,658	45,247,395	41,939,384	43,191,286	45,502,102	54,382,532
Total primary government program revenues	\$ 73,860,562	\$ 121,856,992	\$ 112,964,408	\$ 95,881,722	\$ 87,700,177	\$ 87,691,783	\$ 97,149,565	\$ 89,508,523	\$ 98,802,437

**City of Greeley
Net Assets by Component,
Last Nine Fiscal Years
(accrual basis of accounting)
(unaudited)**

TABLE 2

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities									
Invested in capital assets, net of related debt	\$ 136,574,259	\$ 249,302,600	\$ 266,737,348	\$ 287,193,525	\$ 295,914,075	\$ 286,199,484	\$ 282,915,245	\$ 273,963,833	\$ 261,036,892
Restricted	53,251,636	47,214,784	48,042,590	27,632,005	4,551,854	3,924,765	3,930,811	3,945,312	5,773,305
Unrestricted	4,858,344	6,055,132	8,721,804	13,390,089	26,809,768	28,961,366	30,199,454	35,645,915	41,364,932
Total governmental activities net assets	\$ 194,684,239	\$ 302,572,516	\$ 323,501,742	\$ 328,215,619	\$ 327,275,697	\$ 319,085,615	\$ 317,045,510	\$ 313,555,060	\$ 308,175,129
Business-type activities									
Invested in capital assets, net of related debt	\$ 212,379,689	\$ 96,196,738	\$ 249,208,643	\$ 250,589,216	\$ 286,301,800	\$ 290,596,925	\$ 294,992,775	\$ 305,001,523	\$ 320,432,239
Restricted	-	-	-	-	-	-	-	-	-
Unrestricted	37,919,537	172,703,994	41,178,282	51,772,209	29,734,223	30,607,279	35,397,050	36,853,442	33,846,082
Total business-type activities net assets	\$ 250,299,226	\$ 268,900,732	\$ 290,386,925	\$ 302,361,425	\$ 316,036,023	\$ 321,204,204	\$ 330,389,825	\$ 341,854,965	\$ 354,278,321
Primary government									
Invested in capital assets, net of related debt	\$ 348,953,948	\$ 345,499,338	\$ 515,945,991	\$ 537,782,741	\$ 582,215,875	\$ 576,796,409	\$ 577,908,020	\$ 578,965,356	\$ 581,469,131
Restricted	53,251,636	47,214,784	48,042,590	27,632,005	4,551,854	3,924,765	3,930,811	3,945,312	5,773,305
Unrestricted	42,777,881	178,759,126	49,900,086	65,162,298	56,543,991	59,568,645	65,596,504	72,499,357	75,211,014
Total primary government net assets	\$ 444,983,465	\$ 571,473,248	\$ 613,888,667	\$ 630,577,044	\$ 643,311,720	\$ 640,289,819	\$ 647,435,335	\$ 655,410,025	\$ 662,453,450

**City of Greeley
Net Assets by Component,
Last Nine Fiscal Years
(accrual basis of accounting)
(unaudited)**

TABLE 2

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Governmental activities									
Invested in capital assets, net of related debt	\$ 136,574,259	\$ 249,302,600	\$ 266,737,348	\$ 287,193,525	\$ 295,914,075	\$ 286,199,484	\$ 282,915,245	\$ 273,963,833	\$ 261,036,892
Restricted	53,251,636	47,214,784	48,042,590	27,632,005	4,551,854	3,924,765	3,930,811	3,945,312	6,314,899
Unrestricted	4,858,344	6,055,132	8,721,804	13,390,089	26,809,768	28,961,366	30,199,454	35,645,915	40,823,338
Total governmental activities net assets	\$ 194,684,239	\$ 302,572,516	\$ 323,501,742	\$ 328,215,619	\$ 327,275,697	\$ 319,085,615	\$ 317,045,510	\$ 313,555,060	\$ 308,175,129
Business-type activities									
Invested in capital assets, net of related debt	\$ 212,379,689	\$ 96,196,738	\$ 249,208,643	\$ 250,589,216	\$ 286,301,800	\$ 290,596,925	\$ 294,992,775	\$ 305,001,523	\$ 320,432,239
Restricted	-	-	-	-	-	-	-	-	-
Unrestricted	37,919,537	172,703,994	41,178,282	51,772,209	29,734,223	30,607,279	35,397,050	36,853,442	33,846,082
Total business-type activities net assets	\$ 250,299,226	\$ 268,900,732	\$ 290,386,925	\$ 302,361,425	\$ 316,036,023	\$ 321,204,204	\$ 330,389,825	\$ 341,854,965	\$ 354,278,321
Primary government									
Invested in capital assets, net of related debt	\$ 348,953,948	\$ 345,499,338	\$ 515,945,991	\$ 537,782,741	\$ 582,215,875	\$ 576,796,409	\$ 577,908,020	\$ 578,965,356	\$ 581,469,131
Restricted	53,251,636	47,214,784	48,042,590	27,632,005	4,551,854	3,924,765	3,930,811	3,945,312	6,314,899
Unrestricted	42,777,881	178,759,126	49,900,086	65,162,298	56,543,991	59,568,645	65,596,504	72,499,357	74,669,420
Total primary government net assets	\$ 444,983,465	\$ 571,473,248	\$ 613,888,667	\$ 630,577,044	\$ 643,311,720	\$ 640,289,819	\$ 647,435,335	\$ 655,410,025	\$ 662,453,450

**City of Greeley
Fund Balances, Governmental Funds,
Last Nine Fiscal Years
(modified accrual basis of accounting)
(unaudited)**

TABLE 3

	Fiscal Year								
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
General fund									
Fund balance:									
Nonspendable	-	-	-	-	-	-	-	-	-
Restricted	93,191	37,280	7,231	-	-	307,647	319,631	55,103	2,824,175
Committed	-	-	-	-	3,051,708	2,947,136	6,804,905	8,507,601	27,143
Assigned	152,394	446,663	218,111	231,635	499,559	390,098	386,620	308,673	321,068
Unassigned	5,585,305	6,146,872	2,719,861	4,042,209	1,094,176	2,801,958	535,116	2,485,869	16,760,352
Total general fund	5,830,890	6,630,815	2,945,203	4,273,844	4,645,443	6,446,839	8,046,272	11,357,246	19,932,738
All other governmental funds									
Fund balances:									
Nonspendable	2,071,670	2,067,654	2,066,132	2,073,559	2,077,909	2,240,474	2,282,844	2,190,349	2,190,349
Restricted	37,455,861	30,329,042	33,319,351	17,784,010	11,254,660	8,966,621	8,510,597	5,836,385	3,741,874
Committed	10,147,837	11,152,952	13,482,456	9,762,291	7,771,562	6,061,361	6,632,537	10,128,705	13,987,945
Assigned	4,219,418	4,454,769	3,702,880	3,342,962	1,849,387	2,898,038	2,464,406	1,957,263	1,155,293
Unassigned	272,144	(41,721)	(77,760)	(671,465)	(747,243)	(391,044)	25,761	137,062	(957,600)
Total all other governmental funds	54,166,930	47,962,696	52,493,059	32,291,357	22,206,275	19,775,450	19,916,145	20,249,764	20,117,861

**City of Greeley
Changes in Fund Balances, Governmental Funds,
Last Nine Fiscal Years
(modified accrual basis of accounting)
(unaudited)**

TABLE 4

	Fiscal Year								
	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues									
Taxes	\$ 48,077,501	\$ 48,812,378	\$ 51,973,984	\$ 52,285,340	\$ 54,803,330	\$ 55,685,125	\$ 50,451,892	\$ 52,650,452	\$ 56,426,291
Licenses and permits	1,987,032	2,182,373	2,010,689	1,244,253	1,109,937	1,054,224	823,882	1,024,229	925,904
Intergovernmental	12,909,348	12,320,142	12,674,071	12,738,694	12,381,187	15,810,314	15,281,645	14,667,972	13,952,851
Charges for services	10,628,221	13,868,518	12,474,136	12,036,472	11,686,215	11,792,360	11,848,266	11,029,015	12,500,776
Fines & Forfeits	1,264,390	1,477,087	1,605,835	2,285,121	2,947,398	3,526,835	3,582,663	3,267,196	3,078,760
Special Assessments	52,443	129,610	705,683	237,141	224,148	397,245	412,053	137,040	105,573
Miscellaneous Revenue	3,062,701	2,696,137	3,740,806	4,715,732	3,925,506	3,049,941	2,865,295	2,730,481	3,121,492
Total revenues	77,981,636	81,486,245	85,185,204	85,542,753	87,077,721	91,316,044	85,265,696	85,506,385	90,111,647
Expenditures									
General government	4,432,066	4,813,699	5,255,076	5,269,910	5,018,290	5,066,376	5,011,977	4,684,609	5,103,703
Public safety	15,923,740	17,462,587	18,799,423	19,830,313	20,329,566	21,981,173	22,410,898	21,920,057	30,873,105
Public works	10,248,488	10,778,559	11,268,020	10,729,821	11,315,663	12,040,315	11,446,492	13,293,110	13,525,935 (2)
Leisure services	2,894,089	2,748,979	3,404,175	3,039,579	8,358,034	8,457,049	8,104,003	9,257,753	9,473,137 (1)
Parks	7,831,209	8,152,956	9,088,999	9,904,329	4,716,206	4,888,723	4,783,955	-	- (1) & (2)
Community Development	3,139,905	3,311,948	3,868,919	2,853,235	3,368,788	4,447,792	3,564,047	3,157,598	3,574,689
Nondepartmental									
Grants to outside agencies	336,958	290,870	331,303	312,098	355,810	314,295	315,226	157,692	156,129
Union Colony Fire/Rescue Authority	9,058,685	9,834,407	9,898,233	9,785,851	10,647,699	11,344,502	10,593,699	10,556,394	- (3)
Other	2,655,037	6,567,631	8,625,033	6,879,102	4,084,498	10,691,003	6,817,696	8,753,391	10,027,683
Bond issuance costs	-	-	206,689	-	-	-	-	-	-
Debt Service									
Interest	2,018,671	3,386,260	3,892,291	4,602,570	3,015,723	2,877,789	2,783,434	2,627,838	2,455,583
Principal	1,980,662	2,486,360	2,305,508	3,166,770	3,551,325	3,822,098	4,160,129	4,310,356	4,166,382
Capital outlay	17,327,039	18,608,447	32,759,315	28,730,095	19,300,073	7,609,654	4,862,204	4,427,854	3,084,632
Total expenditures	77,846,549	88,442,703	109,702,984	105,103,673	94,061,675	93,540,769	84,853,760	83,146,652	82,440,978
Other financing sources (uses)									
Transfers in	50,358,542	51,143,699	53,908,140	52,282,809	53,718,012	51,542,248	46,446,884	48,456,150	64,231,940
Transfers out	(48,273,796)	(49,591,549)	(53,350,468)	(51,594,950)	(52,928,543)	(50,883,619)	(45,996,827)	(47,831,874)	(63,459,020)
Lease proceeds	-	-	-	-	544,346	936,666	878,135	-	-
Payment to refunding bond escrow agent	-	-	(11,337,957)	-	-	-	-	-	-
Issuance of debt	34,000,000	-	36,142,227	-	-	-	-	-	-
Sale of capital asset	-	-	-	-	-	-	-	224,290	-
Total other financing sources (uses)	36,084,746	1,552,150	25,361,942	6,878,859	1,333,815	1,595,295	1,328,192	848,566	772,920
Special item	-	-	-	-	-	-	-	436,294	-
Net change in fund balances	\$ 36,219,833	\$ (5,404,308)	\$ 844,162	\$ (18,873,061)	\$ (5,650,139)	\$ (629,430)	\$ 1,740,128	\$ 3,644,593	\$ 8,443,589
Debt services as a percentage of noncapital expenditures	6.61%	8.41%	8.05%	10.17%	8.78%	7.80%	8.68%	8.81%	8.34%

(1) In 2007, the culture and recreation departments combined to become Leisure Services. In prior years, recreation costs were included with parks and culture was reported separately.

(2) In 2010, the parks department was combined with the public works department.

(3) In 2011, Union Colony Fire/Rescue Authority was dissolved and rejoined with the City of Greeley

City of Greeley
Tax Revenues by Source, Governmental Funds,
Last Ten Fiscal Years
(modified accrual basis of accounting)
(unaudited)

TABLE 5

Year	Property & Occupational	Sales & Use Tax	Other	Total
2002	6,271,869	35,395,157	199,941	41,866,967
2003	7,154,218	40,713,752 (1)	209,531	48,077,501
2004	7,713,539	40,909,969	188,870	48,812,378
2005	7,997,979	43,773,197 (2)	202,808	51,973,984
2006	8,648,812	43,416,022	220,506	52,285,340
2007	9,083,872	45,479,451	240,007	54,803,330
2008	9,999,805	45,413,011	272,309	55,685,125
2009	9,822,198	40,395,709	233,985	50,451,892
2010	9,487,725	42,883,301	279,426	52,650,452
2011	9,143,350	46,942,789	340,152	56,426,291
Change 2002-2011	31.41%	24.60%	41.22%	25.80%

Note: Due to increases in sales tax rate, comparability between years for sales and use tax is diminished.

(1) Citizens approved a .3% increase for the purpose of financing recreational, parks and landscaping and cultural amenities.

(2) Citizens approved a .16% rate increase to build a new police station and renovate the public safety building.

City of Greeley
Assessed and Actual Value of Taxable Property
Last Ten Fiscal Years
(unaudited)

Assessment Year	Vacant Property	Residential Property	Commercial Property	Industrial Property	Other
2002	15,781,460	285,471,570	189,160,400	31,442,710	74,504,005
2003	19,355,530	297,787,300	216,685,530	29,932,800	73,846,492
2004	19,006,470	310,088,790	236,519,840	29,180,390	82,032,730
2005	21,700,870	342,562,670	264,714,160	29,518,750	86,689,900
2006	21,276,000	357,467,950	271,843,260	27,399,150	88,005,020
2007	23,318,950	369,317,320	306,183,180	28,050,860	116,001,910
2008	22,150,570	376,741,030	315,640,260	27,008,110	123,921,790
2009	20,750,130	334,946,220	324,487,610	27,903,870	110,762,090
2010	19,765,350	336,063,400	321,266,930	27,359,420	87,236,300
2011	17,571,900	316,212,810	312,905,190	27,372,550	106,802,170

Source: Weld County Assessor's Office

Other includes agricultural property, natural resources, oil and gas property and state assessed property

continued next page

TABLE 6

Less: Tax- Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Value	Assessed Value as a Percentage of
95,564,990	596,360,145	11.274	4,170,044,909	14.30%
107,320,470	637,607,652	11.274	4,893,271,547	13.03%
117,153,260	676,828,220	11.274	5,126,681,062	13.20%
132,354,690	745,186,350	11.274	5,644,699,785	13.20%
140,108,250	765,991,380	11.274	5,826,746,661	13.15%
155,664,620	842,872,220	11.274	6,179,700,628	13.64%
159,984,120	865,461,760	11.274	6,318,247,044	13.70%
180,011,770	818,849,920	11.274	5,726,756,078	14.30%
186,798,890	791,691,400	11.274	5,694,756,741	13.90%
197,774,600	780,864,620	11.274	5,437,554,358	14.36%

City of Greeley
Property Tax Levies and Collections
Last Ten Fiscal Years

TABLE 7

Levy Year	Collections Year	Total Tax Levy	Current Tax Collections	Percent of Current Taxes Collected	Delinquent Tax Collections	Total Tax Collections	Ratio of Total Tax Collections to Total Tax Levy
2001	2002	5,945,221	5,926,040	99.68%	15,465	5,941,505	99.94%
2002	2003	6,695,007	6,612,551	98.77%	66,379	6,678,930	99.76%
2003	2004	7,154,344	7,109,285	99.37%	20,848	7,130,133	99.66%
2004	2005	7,597,246	7,554,938	99.44%	49,308	7,604,246	100.09%
2005	2006	8,352,847	8,317,519	99.58%	3,535	8,321,054	99.62%
2006	2007	8,590,114	8,427,420	98.11%	14,507	8,441,927	98.27%
2007	2008	9,429,698	9,304,489	98.67%	31,897	9,336,386	99.01%
2008	2009	9,702,342	9,622,500	99.18%	3,646	9,626,146	99.21%
2009	2010	9,167,181	9,134,275	99.64%	15,869	9,150,144	99.81%
2010	2011	8,868,091	8,827,055	99.54%	9,444	8,836,499	99.64%

Delinquent taxes not collected in the subsequent year are expensed.

City of Greeley
Sales and Use Tax by Category
(unaudited)

TABLE 8

	<u>2010</u>	<u>2011</u>
Retail Trade	\$ 23,376,038	\$ 25,702,797
Accommodation and Food Services	4,867,123	5,299,136
Information	3,033,679	2,986,866
Utilities	2,788,065	2,826,469
Wholesale Trade	1,985,220	2,395,957
Automotive Use Tax	1,781,560	1,984,515
Manufacturing	702,114	1,692,941
Real Estate and Rental and Leasing	1,260,548	967,531
Sales Tax on Buildings	982,165	1,058,243
Other Services (except Public Administration)	708,894	747,831
Construction	214,701	260,315
Professional, Scientific, and Technical Services	191,748	241,707
Administrative and Support and Waste Management and Remediation Services	162,996	199,439
Miscellaneous	254,147	106,010
Finance and Insurance	139,086	130,460
Health Care and Social Assistance	122,695	105,437
Mining	138,964	71,014
Educational Services	72,959	75,514
Arts, Entertainment, and Recreation	66,120	61,292
Transportation & Warehousing	15,249	15,351
Agriculture, Forestry, Fishing and Hunting	16,874	12,800
Public Administration	1,423	945
Management of Companies and Enterprises	933	219
Total	\$ 42,883,301	\$ 46,942,789
Sales tax rate	3.46%	3.46%

Note: These totals are for sales tax revenue not adjusted for receivables.

**City of Greeley
Ten Principal Generators of Sales Tax Revenues
December 31, 2011**

TABLE 9

Type of Business	2011			2002		
	Amount Collected	Rank	Percentage of Total Collections (%) *	Amount Collected	Rank	Percentage of Total Collections (%) *
Discount Store	\$ 2,814,490	1	6.00%	\$ -	-	-
Utility Company	1,742,583	2	3.71%	802,746	5	2.27%
Discount Store	1,730,686	3	3.69%	1,661,394	1	4.69%
Re-sale Company	1,343,237	4	2.86%	780,151	6	2.20%
Manufacturing	1,244,103	5	2.65%	-	-	-
Discount Store	1,091,556	6	2.33%	657,187	7	1.86%
Grocery Store	1,072,686	7	2.29%	1,091,524	3	3.08%
Home Improvement Store	952,535	8	2.03%	1,361,542	2	3.85%
Utility Company	926,295	9	1.97%	-	-	-
Grocery Store	921,150	10	1.96%	-	-	-
Discount Store	-	-	-	853,117	4	2.41%
Utility Company	-	-	-	591,191	8	1.67%
Grocery Store	-	-	-	554,117	9	1.57%
Utility Company	-	-	-	519,921	10	1.47%
	<u>\$ 13,839,321</u>		<u>29.48%</u>	<u>\$ 8,872,890</u>		<u>25.07%</u>

The table is based on sales tax remittances to the City during the twelve-month period ended December 31. Because of the confidential nature of the gross sales of such entities, the identities of the vendors cannot be divulged under penalty of law.

* rounded percentages are based upon total sales tax collections of \$35,395,157 in 2002, and \$46,942,789 in 2011.

City of Greeley
Ratio of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years

TABLE 10

Fiscal Year	Total Bonded Debt (1)	Ratio of Net General Bonded Debt to Assessed Values	Net Bonded Debt Per Capita
2002	3,955,000	0.66%	\$ 48
2003	2,870,000	0.45%	\$ 34
2004	1,960,000	0.29%	\$ 23
2005	1,005,000	0.13%	\$ 11
2006	-	0.00%	\$ -
2007	-	0.00%	\$ -
2008	-	0.00%	\$ -
2009	-	0.00%	\$ -
2010	-	0.00%	\$ -
2011	-	0.00%	\$ -

(1) Amount does not include special assessment bonds, revenue bonds or bonds payable from enterprise revenues.

Sources: Weld County Assessor's Office

City of Greeley
Ratios of Outstanding Debt by Type,
Last Ten Fiscal Years

Governmental Activities

Fiscal Year	General Obligation Bonds	Revenue Bonds	Certificates of Participation	Notes and Contracts	Capital Lease
2002	3,955,000	16,575,000	2,455,000	1,331,445	86,572
2003	2,870,000	49,885,000	2,360,000	1,210,273	678,187
2004	1,960,000	47,870,000	2,260,000	1,079,695	447,506
2005	1,005,000	70,345,000	2,155,000	938,980	210,931
2006	-	67,220,000	2,045,000	787,340	-
2007	-	63,990,000	1,930,000	623,928	769,693
2008	-	60,640,000	1,810,000	447,830	1,436,201
2009	-	57,180,000	1,685,000	258,061	1,830,981
2010	-	53,590,000	1,550,000	53,560	1,374,019
2011	-	49,865,000	1,410,000	-	1,126,197

(1) See Table 15 for population data

continued next page

TABLE 11

Business-Type Activities

General Obligation Bonds	Revenue Bonds	Certificates of Participation	Notes and Contracts	Total Primary Government	Percentage of Personal Income (1)	Per Capita (1)
17,070,000	4,235,000	4,960,000	26,161,752	76,829,769	6.43%	943
14,570,000	4,075,000	4,720,000	24,710,509	105,078,969	4.74%	1,249
11,810,000	21,115,000	4,465,000	23,318,614	114,325,815	4.66%	1,335
8,855,000	20,280,000	4,580,000	21,768,528	130,138,439	4.36%	1,477
5,790,000	44,425,000	4,225,000	20,166,070	144,658,410	4.16%	1,607
2,855,000	43,550,000	3,860,000	18,511,004	136,089,625	4.98%	1,495
2,175,000	73,915,000	3,485,000	16,797,846	160,706,877	4.40%	1,718
1,475,000	72,085,000	3,095,000	15,026,336	152,635,378	4.52%	1,613
750,000	70,195,000	2,695,000	13,196,201	143,403,780	N/A	1,520
-	68,240,000	2,280,000	11,296,506	134,217,703	N/A	1,414

City of Greeley
Direct and Overlapping Property Tax Rates
Last Ten Fiscal Years
(rates per \$1,000 of assessed value)

	Assessment Year				
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
City of Greeley	11.274	11.274	11.274	11.274	11.274
Weld County	20.056	21.474	19.957	17.900	16.804
Aims Jr College	6.316	6.322	6.328	6.357	6.330
General Improvement District	0.000	0.000	0.000	0.000	0.000
School Districts	29.764-56.224	37.028-55.118	35.992-52.964	31.503-48.735	25.408-43.446
Water Districts	.871-3.850	.871-3.850	.703-3.518	.607-6.000	.550-9.000
Fire Districts	.380-9.000	1.308-9.000	.200-9.000	.159-8.922	.134-9.000
Other Districts	3.249-35.000	3.249-35.000	3.249-35.000	3.281-35.000	3.261-35.000

Source: Weld County abstract of assessments and tax levies.

continued on next page

TABLE 12

Assessment Year

<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
11.274	11.274	11.274	11.274	11.274
16.804	16.804	16.804	16.804	16.804
6.308	6.323	6.312	6.360	6.355
0.000	0.000	0.000	0.000	0.000
24.614-46.129	30.149-47.418	26.886-46.372	30.385-48.449	27.010-48.991
.487-1.000	.540-9.000	.425-9.000	.425-9.000	.392-9.000
.137-9.000	.136-9.524	.110-9.464	.136-10.327	.710-10.804
.414-35.000	.414-39.550	.414-39.550	.414-39.550	.414-39.550

**City of Greeley
 Legal Debt Margin Information,
 Last Ten Fiscal Years**

	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
Debt limit	\$ 59,636,015	\$ 63,760,765	\$ 67,682,822	\$ 74,518,635
Total net debt applicable to limit	<u>3,955,000</u>	<u>2,870,000</u>	<u>1,960,000</u>	<u>1,005,000</u>
Legal debt margin	<u>\$ 55,681,015</u>	<u>\$ 60,890,765</u>	<u>\$ 65,722,822</u>	<u>\$ 73,513,635</u>
Total net debt applicable to the limit as a percentage of debt limit	6.63%	4.50%	2.90%	1.35%

Note: The total outstanding general obligation indebtedness of the City, other than for water or sewer bonds, shall not at any time exceed 10% of the assessed valuation of the taxable property within the City.

continued on next page

TABLE 13

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed value	\$ 780,864,620
Debt limit	78,086,462
Debt applicable to limit:	
General obligation bonds	-
Legal debt margin	<u>\$ 78,086,462</u>

<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
\$ 76,599,138	\$ 84,287,222	\$ 86,546,176	\$ 81,884,992	\$ 79,169,140	\$ 78,086,462
-	-	-	-	-	-
<u>\$ 76,599,138</u>	<u>\$ 84,287,222</u>	<u>\$ 86,546,176</u>	<u>\$ 81,884,992</u>	<u>\$ 79,169,140</u>	<u>\$ 78,086,462</u>
0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**City of Greeley
Pledged-Revenue Coverage,
Last Ten Fiscal Years
(dollars in thousands)**

TABLE 14

Fiscal Year	Gross Revenue	Operating Expenses	Net Available Revenue	Debt Service Requirement			Coverage
				Principal	Interest	Total	
Water Revenue Bonds							
2002	41,399,664	10,136,618	31,263,046	155,000	220,560	375,560	83.24
2003	33,023,209	11,865,111	21,158,098	160,000	210,872	370,872	57.05
2004	30,655,005	10,960,463	19,694,542	170,000	463,448	633,448	31.09
2005	36,469,852	12,325,428	24,144,424	835,000	820,428	1,655,428	14.59
2006	30,037,485	14,449,118	15,588,367	855,000	792,803	1,647,803	9.46
2007	32,530,429	14,195,913	18,334,516	875,000	768,104	1,643,104	11.16
2008	29,374,164	15,748,232	13,625,932	1,775,000	1,781,630	3,556,630	3.83
2009	30,060,724	13,918,620	16,142,104	1,830,000	3,115,821	4,945,821	3.26
2010	30,617,865	14,090,474	16,527,391	1,890,000	3,056,621	4,946,621	3.34
2011	31,907,698	14,593,229	17,314,469	1,955,000	2,983,941	4,938,941	3.51
Sales & Use Tax Revenue Bonds							
2002	35,412,406	-	35,412,406	650,000	862,000	1,512,000	23.42
2003	40,726,824	-	40,726,824	690,000	1,714,619	2,404,619	16.94
2004	40,930,453	-	40,930,453	2,015,000	2,122,874	4,137,874	9.89
2005	43,832,201	-	43,832,201	2,455,000	2,406,391	4,861,391	9.02
2006	43,479,992	-	43,479,992	3,125,000	2,866,409	5,991,409	7.26
2007	45,590,240	-	45,590,240	3,230,000	2,752,598	5,982,598	7.62
2008	45,461,070	-	45,461,070	3,350,000	2,640,285	5,990,285	7.59
2009	40,411,127	-	40,411,127	3,460,000	2,523,455	5,983,455	6.75
2010	42,905,676	-	42,905,676	3,590,000	2,400,830	5,990,830	7.16
2011	46,976,791	-	46,976,791	3,725,000	2,265,693	5,990,693	7.84

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization. Sales and Use Tax Bonds are backed by the sales tax revenue produced by the sales tax rate in effect when the bonds were issued.

**City of Greeley
Demographic and Economic Statistics,
Last Ten Fiscal Years**

TABLE 15

Fiscal Year	Greeley Population	Greeley Median Age	Denver/Boulder/ Greeley Consumer Price Index	School District Six Enrollment	Greeley MSA Unemployment Rate (1)	Greeley MSA Personal Income (2)	Greeley MSA per Capita Personal Income
2002	82,091	31.2	184.8	17,232	6.1	4,939,537	24,159
2003	84,519	31.3	186.8	17,682	6.7	4,979,902	23,508
2004	85,887	31.2	187.0	18,113	6.6	5,322,106	24,246
2005	88,249	29.6	190.9	18,213	5.6	5,668,873	24,846
2006	90,078	31.2	197.7	18,534	4.6	6,025,000	25,668
2007	91,109	29.9	202	18,859	3.9	6,780,000	27,988
2008	93,543	29.9	210	19,284	5.2	7,068,000	28,402
2009	94,632	30.1	209	19,117	9.1	6,906,000	27,109
2010	94,358	30.1	212	19,546	11.1	N/A	N/A
2011	94,896	N/A	220	19,762	9.7	N/A	N/A

(1) Greeley MSA is made up of Weld County

(2) Millions of dollars

Source: Upstate Colorado Economic Development
City of Greeley Planning
U.S. Department of Commerce - Bureau of Economic Analysis
U.S. Department of Labor - Bureau of Labor Statistics
State of Colorado Division of Local Government
Greeley/Evans School District 6

**City of Greeley
Demographic and Economic Statistics,
Principal Employers - Greeley/Weld County
(Unaudited)**

TABLE 16

Employer	2010			2001		
	Number of Employees	Rank	% of Total City Employment	Number of Employees	Rank	% of Total City Employment
JBS Swift & Company	4,192	1	5.38%	4,000	1	5.68%
North Colorado Medical Center	2,889	2	3.71%	1,616	5	2.30%
Greeley/Evans School District Six	2,189	3	2.81%	1,856	3	2.64%
State of Colorado	-		-	2,191	2	3.11%
U.S. Government	1,400	4	1.80%	-	-	-
Weld County	1,383	5	1.78%	800	9	1.14%
State Farm Insurance Companies	1,350	6	1.73%	1,317	7	1.87%
City of Greeley	1,130	7	1.45%	790	10	1.12%
Wal-Mart Supercenter	1,015	8	1.30%	-	-	-
Aims Community College	874	9	1.12%	1,434	6	2.04%
StarTek, Inc	702	10	0.90%	1,200	8	-
Kodak Colorado Division	-		-	1,800	4	2.56%
Hewlett Packard	-		-	650	11	0.92%
	<u>17,124</u>		<u>21.98%</u>	<u>17,654</u>		<u>23.37%</u>
Total City of Greeley Labor Force	<u>77,900</u>			<u>70,400</u>		

Source: Upstate Colorado Economic Development
Colorado Department of Labor and Employment

Note: Information from 2010 CAFR listed. 2011 information not available at this time.

Function/Program	Fiscal Year				
	2007	2008	2009	2010	2011
General government					
Court cases	17,094	17,209	19,234	18,230	17,590
Number of employees					
Regular (FTE)	942.25	905.50	908.75	860.50	849.05
Seasonal/hourly (FTE)	242.08	193.38	186.32	179.36	165.94
Public safety					
Calls for basic police service	57,850	65,200	66,046	66,782	65,364
Traffic citations	19,336	19,134	22,418	21,893	19,128
Smoke detectors installed	94	32	21	27	25
Community development					
Reviewed development submittals	349	329	273	261	269
Building permits	152	60	46	80	35
Registered neighborhoods/watch groups	256	283	300	431	608
Historic properties designated	4	1	4	3	1
Code enforcement violations	3,942	5,554	4,550	4,310	3,684
Leisure services					
Recreation center memberships	7,952	8,200	8,475	7,654	69,594
Youth enrichment program attendance/registration	47,824	46,296	1,335	1,820	4,616 (3)
Neighborhood block party participants	2,200	2,000	-	-	- (1)
Public art collection pieces	269	276	288	299	322
Number of individuals using museums	62,058	62,121	39,074	40,754	37,548 (4)
Number events hosted at Union Colony Civic Center	412	273	317	295	257 (2)
Parks					
Park acres	916	916	933	933	933
Park shelter rentals	549	499	461	500	510
New street trees planted	30	27	27	17	15
Public works					
Miles of streets	355.29	356.64	359.12	359.92	360.42
Number of traffic signals	118	117	117	117	116
Graffiti cases handled	788	1,840	1,567	1,467	1,047
Water/sewer					
Miles of sewer line cleaned	304	239	337	389	345
Number of water line valves exercised	917	489	987	842	713

(1) In 2009, 2010, and 2011 the City did not sponsor neighborhood block parties due to budget cuts.

(2) Prior to 2008, events hosted at Union Colony Civic Center included city-sponsored events that were not charged user fees.

(3) Starting in 2009, youth enrichment program registration is being tracked rather than program attendance.

(4) In 2009, a new method for tracking attendance was implemented

City of Greeley
Full-time Equivalent City Government Employees by Function/Program,
Last Ten Fiscal Years

	Fiscal Year				
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
General government	70.92	77.17	85.00	92.05	92.50
Public safety	204.00	217.50	228.50	231.00	246.00
Public works	164.25	151.25	149.25	152.75	152.50
Culture	27.50	27.25	27.00	30.00	20.00
Leisure services	-	-	-	-	-
Parks	-	-	-	-	-
Parks and recreation	94.00	93.50	95.50	104.00	122.50
Community development	33.00	34.00	36.75	36.75	38.00
Fire	104.00	111.00	111.00	111.00	111.00
Sewer	38.80	39.05	39.20	39.20	40.20
Water	70.03	68.53	67.05	73.50	76.05
Cemetery	6.00	6.00	5.75	5.75	5.75
Municipal golf courses	14.50	14.50	12.50	12.50	13.50
Downtown parking	4.00	4.00	4.00	4.00	5.00
Stormwater	5.00	17.00	16.00	18.00	18.00
Total	836.00	860.75	877.50	910.50	941.00

Note: Prior to 2002 Stormwater FTE's are in Public Works. In 2007, Culture and Recreation reorganized to become Leisure Services. In 2010, Parks and Cemetery were combined with Public Works and Municipal Golf Courses were combined with Leisure Services.

TABLE 18

Fiscal Year				
<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
88.50	82.10	81.10	82.60	82.00
250.00	248.40	258.90	249.40	243.75
151.50	140.50	141.00	158.50	163.80
-	-	-	-	-
84.50	73.75	73.75	88.75	96.00
56.00	49.00	47.00	-	-
-	-	-	-	-
44.00	40.50	40.50	35.50	33.50
111.00	109.00	109.00	107.00	106.00
38.60	40.30	40.30	40.30	40.30
75.90	79.70	79.45	80.45	64.45
5.75	5.75	5.75	-	-
13.50	13.50	9.00	-	-
5.00	5.00	5.00	2.00	3.25
18.00	18.00	18.00	16.00	16.00
<u>942.25</u>	<u>905.50</u>	<u>908.75</u>	<u>860.50</u>	<u>849.05</u>

City of Greeley
Capital Asset Statistics by Function/Program

	Fiscal Year				
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Governmental activities:					
General government					
Land/land improvements	\$ -	\$ -	\$ -	\$ -	\$ -
Buildings/building improvements	1,855	1,444	95,151	121,252	106,735
Machinery/equipment	668,697	645,224	672,494	495,564	540,059
Artwork	1,000	16,540	16,540	16,540	16,540
Infrastructure	-	-	-	-	-
Construction in progress	-	807	-	235,402	152,414
Total general government	<u>671,552</u>	<u>664,015</u>	<u>784,185</u>	<u>868,758</u>	<u>815,748</u>
Public safety					
Land/land improvements	2,840,458	3,012,928	3,059,950	3,270,040	3,311,750
Buildings/building improvements	16,793,824	20,014,269	19,534,788	21,627,778	21,141,688
Machinery/equipment	3,523,718	3,903,817	4,033,828	5,175,983	4,123,930
Artwork	-	231,600	231,600	231,600	231,600
Infrastructure	-	-	-	-	-
Construction in progress	-	-	18,888	17,060	-
Total public safety	<u>23,158,000</u>	<u>27,162,614</u>	<u>26,879,054</u>	<u>30,322,461</u>	<u>28,808,968</u>
Public works					
Land/land improvements	52,728,633	53,292,124	62,825,615	76,474,593	75,238,828
Buildings/building improvements	10,160,061	10,030,122	12,326,287	16,946,669	16,576,543
Machinery/equipment	2,159,406	2,887,190	3,507,481	4,354,061	4,651,013
Artwork	-	-	-	378,296	378,296
Infrastructure	188,863,110	175,430,447	163,410,723	149,907,644	137,549,541
Construction in progress	10,311,223	6,877,831	1,231,997	3,348,788	3,312,877
Total public works	<u>264,222,433</u>	<u>248,517,714</u>	<u>243,302,103</u>	<u>251,410,051</u>	<u>237,707,098</u>
Leisure services					
Land/land improvements	7,113,751	9,921,638	9,504,151	9,246,906	8,795,976
Buildings/building improvements	35,561,371	34,534,252	33,789,484	33,381,270	32,310,464
Machinery/equipment	1,077,057	1,087,819	967,808	886,651	765,602
Artwork	2,630,742	2,152,738	2,196,988	2,209,488	2,235,528
Infrastructure	-	-	-	-	-
Construction in progress	70,000	86,000	85,312	85,312	70,000
Total leisure	<u>46,452,921</u>	<u>47,782,447</u>	<u>46,543,743</u>	<u>45,809,627</u>	<u>44,177,570</u>
Parks					
Land/land improvements	15,136,329	14,309,175	15,513,171	-	-
Buildings/building improvements	9,278,940	8,690,800	8,215,333	-	-
Machinery/equipment	557,072	486,386	593,460	-	-
Artwork	133,538	378,296	378,296	-	-
Infrastructure	107,042	101,571	96,104	-	-
Construction in progress	-	2,600	2,200	-	-
Total parks	<u>25,212,921</u>	<u>23,968,828</u>	<u>24,798,564</u>	<u>-</u>	<u>- (1)</u>

Continued on next page

TABLE 19

	Fiscal Year				
	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>
Community development					
Land/land improvements	\$ 1,790,149	\$ 1,785,963	\$ 1,541,993	\$ 1,540,477	\$ 1,538,961
Buildings/building improvements	423,286	410,948	371,218	933,864	710,514
Machinery/equipment	14,303	6,108	1,860	10,090	8,859
Artwork	-	-	-	-	-
Infrastructure	-	-	-	-	-
Construction in progress	-	-	-	-	-
Total community development	<u>2,227,738</u>	<u>2,203,019</u>	<u>1,915,071</u>	<u>2,484,431</u>	<u>2,258,334</u>
Total governmental activities	<u>\$ 361,945,565</u>	<u>\$ 350,298,637</u>	<u>\$ 344,222,720</u>	<u>\$ 330,895,328</u>	<u>\$ 313,767,718</u>
Business-type activities:					
Sewer					
Land/land improvements	380,113	376,705	562,945	559,539	596,989
Water rights	28,100	28,100	28,100	28,100	28,100
Buildings/building improvements	2,503,514	2,828,814	2,373,623	2,122,491	1,867,950
Machinery/equipment	1,514,184	1,195,251	1,539,260	1,725,470	1,689,493
Artwork	-	-	-	-	-
Infrastructure	61,426,129	59,954,830	59,415,272	59,923,113	58,484,760
Construction in progress	319,924	1,394,635	1,113,453	3,910,018	7,668,185
Total sewer	<u>66,171,964</u>	<u>65,778,335</u>	<u>65,032,653</u>	<u>68,268,731</u>	<u>70,335,477</u>
Water					
Land/land improvements	9,667,203	10,513,741	11,489,894	12,422,768	12,674,126
Water rights	66,938,123	69,138,690	74,762,664	80,472,664	88,910,023
Buildings/building improvements	968,882	647,155	893,372	1,284,723	1,296,639
Machinery/equipment	2,000,628	2,004,077	2,420,503	2,465,914	2,606,137
Artwork	321,500	321,500	321,500	321,500	421,757
Infrastructure	161,696,485	160,979,110	173,190,503	181,338,302	183,580,238
Construction in progress	20,715,877	24,161,022	18,611,353	15,873,330	14,802,777
Total water	<u>262,308,698</u>	<u>267,765,295</u>	<u>281,689,789</u>	<u>294,179,201</u>	<u>304,291,697</u>
Public safety combined services					
Land/land improvements	-	-	-	-	-
Water rights	-	-	-	-	-
Buildings/building improvements	-	-	-	-	-
Machinery/equipment	-	-	-	-	573,027
Artwork	-	-	-	-	-
Infrastructure	-	-	-	-	-
Construction in progress	-	-	-	-	1,472,647
Total water	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,045,674</u> (2)
Other business activities					
Land/land improvements	6,950,734	6,476,285	6,301,908	6,133,169	6,116,814
Buildings/building improvements	(177,185)	102,988	73,387	296,908	372,927
Machinery/equipment	444,358	522,749	664,873	773,548	595,975
Artwork	-	-	-	-	-
Infrastructure	12,014,216	12,235,173	12,269,236	13,084,547	12,814,930
Construction in progress	275,869	613,483	1,066,717	821,731	1,297,023
Total other business activities	<u>19,507,992</u>	<u>19,950,678</u>	<u>20,376,121</u>	<u>21,109,903</u>	<u>21,197,669</u>
Total business-type activities	<u>\$ 347,988,654</u>	<u>\$ 353,494,308</u>	<u>\$ 367,098,563</u>	<u>\$ 383,557,835</u>	<u>\$ 397,870,517</u>

(1) In 2010, the Parks Department capital assets were combined into the Public Works and/or Leisure Services departments.

(2) Prior to 2011, the Public Safety Combined Services capital assets were categorized under Other Business Activities.



**Independent Auditor's Report on Internal Control Over Financial Reporting
and on Compliance and Other Matters Based on an Audit of Financial Statements
Performed in Accordance with Government Auditing Standards**

Honorable Mayor and Members of the City Council
City of Greeley
Greeley, Colorado

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund and the aggregate remaining fund information of the City of Greeley (the City) as of and for the year ended December 31, 2011, and have issued our report thereon dated June 26, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

Management of the City is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control over financial reporting.

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However,

providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use the Mayor and Members of City Council, management, and federal awarding agencies and is not intended to be and should not be used by anyone other than these specified parties.

CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 26, 2012

Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect On Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Honorable Mayor and Members of the City Council
City of Greeley
Greeley, Colorado

Compliance

We have audited the compliance of the City of Greeley (the City) with the types of compliance requirements described in the OMB *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2011-01, 2011-02, 2011-03, 2011-05 and 2011-06.

Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's

internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 2011-01, 2011-02, 2011-03, 2011-04, 2011-05 and 2011-06. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's responses and, accordingly, we express no opinion on them.

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

CliftonLarsonAllen LLP

Greenwood Village, Colorado
June 26, 2012

CITY OF GREELEY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2011

Section I—Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued: Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? yes no
- Significant deficiency (ies) identified that are not considered to be material weaknesses? yes none reported

Noncompliance material to financial statements noted? yes no

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? yes no
- Significant deficiency (ies) identified that are not considered to be material weaknesses? yes none reported

Type of auditor’s report issued on compliance for major programs: Unqualified

Any audit findings, disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? yes no

Identification of major program:

CFDA Number(s)	Name of Federal Program or Cluster
14.218	Community Development Block Grant
14.253	Community Development Block Grant-ARRA (CDBG-R)
14.239	HOME Investment Partnerships Program
20.507	Federal Transit Administration Sections 5307 and 5309
20.205	Intermodal Surface Transportation Efficiency Act Program
81.128	Energy Efficiency and Conservation Block Grant-ARRA

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

Auditee qualified as low-risk auditee? yes no

(Continued)

CITY OF GREELEY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2011

Section II—Financial Statement Findings

None noted.

Section III—Federal Award Findings and Questioned Costs

Finding 2011-01 Federal Transit Administration (FTA) Sections 5307 and 5309, CFDA 20.507

Allowable Costs
Significant Deficiency, Noncompliance

Criteria: Per OMB Circular A-87, when employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having firsthand knowledge of the work performed by the employee. Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation, and they must reflect an after-the-fact distribution of the actual activity of each employee, must account for the total activity for which each employee is compensated, must be prepared at least monthly and must coincide with one or more pay periods, and must be signed by the employee.

Condition: Certain salaries and wages charged against the FTA grant were not properly supported by time certifications or time and effort reports.

Effect: FTA could have been charged for time not actually spent on the grant.

Questioned Costs: Known questioned costs of \$6,798 for the FTA grant – calculated as all exceptions (two in total – for the same employee) noted during our testing over salaries and wages..

Context: Total amount of salaries and benefits tested in our sample of forty was \$40,727.

Cause: Lack of procedures to obtain periodic time certifications for all employees that charge 100% of their time to a grant.

Recommendation: The City should ensure that either time certifications or time and effort reports, are completed for all employees to support the amount of salaries and related benefits charged to federal grants.

Views of responsible officials and planned corrective actions: A new FTA tracking tool will be implemented that will track employee hours, hours worked, salary earned, and scope of work performed as it relates to the grant. A supervisor will verify data on a quarterly basis. This report will be completed by the transit grant specialist and will be submitted to the transit manager and Public Works' budget analyst who will track that the report was completed. Quarterly reminders on Outlook will be set up to ensure report is completed. This process will be implemented for 2nd quarter 2012 reporting.

Contact information: Contact information: Joel Hemesath, Public Works Director.

CITY OF GREELEY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2011

**Finding 2011-02 Energy Efficiency and Conservation Block Grant-ARRA (EECBG),
CFDA 81.128**

Allowable Costs
Significant Deficiency, Noncompliance

Criteria: Circular A-133 requires a grantee to maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. Effective controls ensure that only allowable costs are charged to a grant. According to special terms and conditions of the EECBG grant, fringe benefits may not be charged to the grant.

Condition: The City charged certain fringe benefits to the grant during 2011.

Effect: The City charged unallowable costs to the grant during 2011.

Questioned Costs: The City charged \$4,713 of unallowable fringe benefits to the grant during 2011.

Context: Salaries and wages are considered allowable costs of the EECBG grant. Only fringe benefits are unallowable costs. Based on subsequent discussions with management, the City reclassified questioned costs of \$4,713 from grant related expenditures to non-grant related expenditures, remove the expenditures from the Schedule of Expenditures of Federal Awards, and reduced the December 31, 2011 EECBG grant receivable and related revenue by the same amount. The City plans to reduce the next draw (in 2012) by \$4,713.

Cause: The City was unaware that fringe benefits are considered unallowable costs of the EECBG grant program.

Recommendation: The City should ensure that it reviews all grant awards and related documents to identify costs that are allowable. The City should implement procedures to ensure that only allowable costs are charged to the EECBG grant.

Views of responsible officials and planned corrective actions: Since federal grants, even under the same program, may differ somewhat in eligible allowed expenditures, a grant "checklist" of common allowed and non-allowed expenditures will be developed by July 31, 2012 and used as part of the grant preparation process to estimate total program costs and then reviewed again prior to actual draws to ensure that expenditures are correctly authorized.

Contact information: Becky Safarik, Assistant City Manager.

CITY OF GREELEY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2011

Finding 2011-03 HOME Investment Partnerships Program (HOME), CFDA 14.239

**Eligibility and Matching, Level of Effort, and Earmarking
Significant Deficiency, Noncompliance**

Criteria: Circular A-133 requires a grantee to maintain internal control over Federal programs that provides reasonable assurance that the auditee is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs. Effective controls ensure that eligibility requirements are met, where participating jurisdictions (i.e. the City) must maintain records for each family assisted. Also, effective controls ensure that earmarking requirements are met, where each participating jurisdiction must invest HOME funds made available during a fiscal year so that with respect to homeownership assistance, 100 percent of these funds are invested in dwelling units that are occupied by households that qualify as low-income families.

Condition: Eligibility and earmarking requirements were initially determined by Habitat for Humanity, the HOME grant's Community Housing Development Organization (CHDO). A City representative was involved in the process to determine eligibility and ensure earmarking requirements were met; however, documentation was not retained by the City representative.

Effect: Due to the lack of adequate documentation, the City could be out of compliance with eligibility and earmarking requirements.

Questioned Costs: None.

Context: During 2011, two individuals received HOME funds, both of which were processed through Habitat for Humanity.

Cause: Lack of procedures requiring City representatives to retain required documentation may have lead to this finding.

Recommendation: We recommend that the City amend its policies and procedures to require City representatives to retain copies of all documentation necessary to substantiate eligibility and earmarking requirements.

Views of responsible officials and planned corrective actions: The Greeley Urban Renewal Authority board adopted Policies and Procedures associated with Greeley Area Habitat for Humanity HOME purchases on April 11, 2012. These policies address all aspects of client eligibility, process and documentation. In the referenced case, the fund sub-recipient, Greeley Area Habitat for Humanity, followed GURA-directed standards which support the appropriate authorization and confirmation of client income eligibility. An internal review of the process used with the subject of the auditors' concerns, indicates that the lack of paperwork documenting the client eligibility in this file is the exception and not typical of the materials contained in the balance of the HOME property case files. This anomaly apparently occurred when the closing for the property was scheduled by Habitat without consultation by the Authority (which requires representation at such closings). Since the client was already determined to be eligible, Authority staff quickly prepared the necessary material for closing and facilitated the successful transfer of the property. While it did not have a copy of the client eligibility paper work that material was known to be on file with Habitat.

Contact information: Becky Safarik, Assistant City Manager.

CITY OF GREELEY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2011

**Finding 2011-04 Energy Efficiency and Conservation Block Grant-ARRA (EECBG),
CFDA 81.128**

**Reporting
Significant Deficiency**

Criteria: Recipients receiving ARRA funding are required to submit section 1512 reporting over such funding on a quarterly basis. In addition, recipients of EECBG funding are required to submit form SF-425 (Federal Financial Report) over such funding on a quarterly basis.

Condition: The City's Natural Resources Manager submits the section 1512 reporting and form SF-425 on a quarterly basis. However, we note the reports are not reviewed by anyone other than the preparer prior to being submitted to the federal government.

Effect: The lack of review could cause the City to submit reports that are incorrect.

Questioned Costs: None.

Context: Good internal controls include a review of all required forms prior to being submitted. In addition, we note the section 1512 reporting and form SF-425 include a significant amount of financial data, though no one from the City's finance department is involved in either the creation, review or submission of the respective reports.

Cause: The City does not have a policy in place that requires federal reports are reviewed by an appropriate member of the finance department prior to being submitted.

Recommendation: We recommend that the City implement the necessary procedures to ensure section 1512 ARRA reports and SF-425 forms are reviewed by an appropriate member of the finance department prior to being submitted to the federal government.

Views of responsible officials and planned corrective actions: An internal circulation form will be developed for the EECBG which requires a Finance Department review prior to report submission; this form will be incorporated into a checklist review prior to submission for reimbursement. This process will be implemented for the 2nd quarter 2012 reporting.

Contact information: Becky Safarik, Assistant City Manager.

CITY OF GREELEY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2011

**Finding 2011-05 Intermodal Surface Transportation Efficiency Act Program
(Intermodal), CFDA 20.205**

**Suspension and Debarment
Significant Deficiency, Noncompliance**

Criteria: Per Circular A-133 requirements, when a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity (2 CFR section 180.300). Further, Form 1273, which is incorporated into the grant award from the Colorado Department of Transportation, specifically requires the City to include the suspension and debarment clause in contracts (covered transactions) with all lower tier entities.

Condition: During our testing of Procurement, Suspension and Debarment compliance requirements, we noted one contract under the Intermodal grant program for which the City did not verify the vendor was not suspended or debarred.

Effect: Vendors that are suspended or debarred could be used by the City. The City is out of compliance with Form 1273 issued by the Colorado Department of Transportation.

Questioned Costs: None.

Context: It was noted through our verification that the vendor was not listed on the website as being suspended or debarred; however, the City did not conduct this verification.

Cause: During our discussions with City representatives, we noted management was under the impression that the suspension and debarment requirements were being addressed at the State level, which could have led to this issue.

Recommendation: For all vendors to be paid out of federal funds, we recommend the City verify that the vendors are not suspended or debarred. To ensure compliance with Form 1273, we recommend the City include a clause in its contracts with all such vendors that they are not suspended or debarred.

Views of responsible officials and planned corrective actions: All City contracts were revised to include a Debarment/Suspension Certification Statement; this revision was done in 2010 just after contract with this vendor was signed.

Contact information: Joel Hemesath, Public Works Director.

CITY OF GREELEY, COLORADO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2011

Finding 2011-06 Federal Transit Administration (FTA) Sections 5607 and 5309, CFDA 20.507

Reporting
Significant Deficiency, Noncompliance

Criteria: Recipients of ARRA funding are required to submit section 1512 reporting over such funding on a quarterly basis. Recipients are also required to submit BDE reports on a semi-annual basis.

Condition: The City did not submit the 1512 report for the quarter ended September 30, 2011. In addition, the City did not submit the semi-annual DBE report for the period ended December 31, 2011.

Effect: The City is not in compliance with grant reporting requirements.

Questioned Costs: None.

Context: 1512 reports cannot be submitted to the federal government past the deadline.

Cause: Insufficient understanding of the submission process and disruption in personnel may have lead to this issue.

Recommendation: We recommend that the City implement the necessary procedures to ensure all section 1512 reports and DBE reports are submitted by the dates due.

Views of responsible officials and planned corrective actions: Due to vacancies within the division, the March 31, 2012 report was not submitted. Going forward, the Public Works budget analyst and transit grant specialist will work together to develop a procedure for submitting this report on time. The Transit grant specialist will have primary responsibility for submitting this report. A reporting tracker is being created by the Grant Specialist to ensure compliance and will be completed by July 1st, 2012. This report will be sent to the Public Works budget analyst and transit manager on a quarterly basis to ensure that the report has been submitted. The grant specialist will cross-train the budget analyst so this report can be completed in the absence of the grant specialist. Quarterly reminders on Outlook will be set up to ensure report is completed.

Contact information: Joel Hemesath, Public Works Director.

**CITY OF GREELEY, COLORADO
SCHEDULE OF PRIOR YEAR FINDINGS
December 31, 2011**

Part II – Findings related to the Financial Statements

Finding 2010-01 Prior Period Adjustment for Loans Receivables Not Recorded

Material Weakness

Summary: The City did not record long-term loan receivable agreements in its general ledger, which required a prior period adjustment of \$2,174,593 in the 2010 Statement of Net Assets. We recommended that the City implement controls to ensure all executed agreements are routed to the appropriate finance personnel for financial impact analysis in order to allow the City to report all financial information appropriately.

Status: Implemented.

Part III – Federal Award Findings and Questioned Costs

**Finding 2010-02 Community Services Block Grant (CDBG), CFDA 14.218
Community Services Block Grant ARRA (CDBG ARRA), CFDA 14.253**

**Allowable Costs
Significant Deficiency, Noncompliance**

Summary: During testing, we noted certain employees did not complete either semi-annual time certifications or use time and effort reports, to support time spent on the CDBG grant versus other activities. We recommended the City implement procedures to verify time charged to the CDBG grant program.

Status: Implemented.

Finding 2010-03 HOME Investment Partnerships Program (HOME), CFDA 14.239

**Eligibility and Matching, Level of Effort, and Earmarking
Significant Deficiency, Noncompliance**

Summary: During testing, we noted the City did not conduct on-site monitoring visits for Habitat for Humanity, the HOME grant's Community Housing Development Organization (CHDO), which is necessary to monitor the eligibility of individuals receiving HOME funds, and to ensure the earmarking requirements are being met. We recommended the City conduct the on-site monitoring to ensure compliance.

Status: Partially implemented. Finding revised and repeated as 2011-03.

**CITY OF GREELEY, COLORADO
SCHEDULE OF PRIOR YEAR FINDINGS
December 31, 2011**

Finding 2010-04 HOME Investment Partnerships Program (HOME), CFDA 14.239

**Special Tests and Provisions
Significant Deficiency, Noncompliance**

Summary: During testing, we noted that on-site inspections for HOME assisted rental housing were not conducted for 2010. We recommended that the City conduct the on-site inspections to ensure that the proper controls are in place over housing quality standards requirements.

Status: Implemented.

Finding 2010-05 Federal Transit Administration (FTA) Sections 5607 and 5609, CFDA 20.507

**Reporting
Significant Deficiency, Noncompliance**

Summary: The City did not submit the section 1512 report for the quarter ended December 31, 2010. We recommended the City implement the necessary procedures to ensure compliance with ARRA reporting requirements related to the FTA grant program.

Status: Not implemented. Finding repeated as 2011-06.



**CITY OF GREELEY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Year Ended December 31, 2011

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA #	Grantor's Identification Number	2011 Program Expenditures
Department of Housing and Urban Development:			
Direct Programs:			
Community Development Block Grant	14.218	B-08-MC-08-0009	112,831
Community Development Block Grant	14.218	B-09-MC-08-0009	190,079
Community Development Block Grant	14.218	B-10-MC-08-0009	605,855
Community Development Block Grant	14.218	B-11-MC-08-0010	87,826
Community Development Block Grant	14.218	Program Income	1,960 *
Total CFDA #14.218			998,551
Neighborhood Stabilization Program (NSP3)	14.228	B-11-MN-08-0004	10,501
Home Program	14.239	B-09-MC-08-0218	194,129
Home Program	14.239	B-10-MC-08-0218	45,194
Home Program	14.239	Program Income	16,563 *
Total CFDA # 14.239			255,886
Community Development Block Grant Recovery Funds	14.253	B-09-MY-08-0009	182,221
Pass-through Colorado Department of Housing and Urban Development			
Neighborhood Stabilization Program	14.228	B-08-DN-08-0001	1,122,648
Neighborhood Stabilization Program	14.228	Program Income	1,926,036
Total CRDA#14.228			3,048,684
Total Department of Housing and Urban Development			4,495,843
Department of Interior			
Pass-through Colorado Department of Natural Resources Division of Wildlife			
Sport Fish Restoration Program	15.605	F-523-D	44,857
National Park Service Pass-through Colorado Historical Society			
CLG Grant-POW Camp 202 Interpretive Panels	15.904	CO-07-014	3,623
Total Department of Interior			48,480
Department of Justice:			
Direct Programs:			
Recovery Act-Edward Byrne Memorial Justice Assistance Grant	16.804	2009-SB-B9-1197	56,550
Edward Byrne Justice Assistance Grant (JAG)	16.738	2010-DJ-BX-0984	91,485
Edward Byrne Justice Assistance Grant (JAG)	16.738	2011-DJ-BX-2549	455
Total CFDA # 16.738			91,940
Bulletproof Vest Partnership	16.607	No award #	29,667
Pass-through Colorado Division of Criminal Justice:			
Greeley Gang Unit Project Safe Neighborhood	16.609	29-CP-04-3-2	11,921
Greeley Gang Unit Project Safe Neighborhood	16.609	10-CP-04-3-3	19,857
Total CFDA # 16.609			31,778

Continued on next page

Year Ended December 31, 2011

Federal Grantor/ Pass Through Grantor/ Program Title	Federal CFDA #	Grantor's Identification Number	2011 Program Expenditures
2011 VOCA Grant	16.575	10-VA-19-89	47,418
Pass-through Colorado Department of Revenue Enforcing Underage Drinking Laws	16.727	No award #	8,929
Total Department of Justice			266,282
Department of Transportation:			
Direct Programs:			
Federal Transit Administration Section 5307	20.507		1,288,424
Federal Transit Administration 49 USC 5307 Economic Recovery	20.507	CO-96-X006-00	878,760
Total CFDA # 20.507			2,167,184
Pass-through State Department of Transportation:			
Intermodal Surface Transportation Efficiency Act Program	20.205	AQC M570-041	657,899
Intermodal Surface Transportation Efficiency Act Program	20.205	STE M570-035	370,469
Intermodal Surface Transportation Efficiency Act Program	20.205	SHO M570-038	43,502
Total CFDA # 20.205			1,071,870
Total Department of Transportation			3,239,054
Executive Office of the President			
Office of National Drug Control Policy			
Direct Programs:			
HIDTA	95.001	G09RM0024A	9,692
HIDTA	95.001	G11RM0024A	50,808
Total Executive Office of the President			60,500
Department of Energy			
Office of Energy Efficiency and Renewable			
Direct Programs:			
Energy Efficiency and Conservation Block Grant - ARRA	81.128	DE-SC0002527	564,331
Energy Efficiency and Conservation Block Grant - ARRA	81.128	Program Income	17,469
Total Department of Energy			581,800
Federal Emergency Management Agency:			
Pass-through Colorado Department of Local Affairs			
Emergency Management Performance Grand	97.042	11EM709L85	4,000
2011 Emergency Management Performance Grant	97.042	12EM1L85	47,900
Total CFDA # 97.042			51,900
Total Emergency Management Agency			51,900
TOTAL EXPENDITURES OF FEDERAL AWARDS			8,743,859

BASIS OF ACCOUNTING - The schedule of expenditure of Federal Awards is prepared on the same basis of accounting as the City's fund financial statements. The City uses the modified accrual basis of accounting for all governmental fund types. The accrual basis of accounting is utilized by proprietary fund types.

PROGRAM COSTS - The amounts shown as current year expenditures represent only the federal portion of the program costs. Actual program costs, including the City's portion, may be more than shown.

* PROGRAM INCOME - The City has a revolving loan program for low income housing. Under this federal grant, repayments to the City are considered program income and loans of such funds to eligible recipients are considered expenditures.

Of the federal expenditures presented in the accompanying schedule of expenditures, the City provided federal awards to subrecipients as follows; CDBG, CFDA 14.218, \$455,854, JAG, CFDA 16.804 \$6,897, and JAG, CFDA 16.738 \$19,912.

**CITY OF GREELEY, COLORADO
COUNTIES, CITIES, AND TOWNS ANNUAL STATEMENT OF RECEIPTS
AND EXPENDITURES FOR ROADS, BRIDGES, AND STREETS
SCHEDULE OF RECEIPTS FOR ROAD, BRIDGE, AND STREET PURPOSES**

For the Year Ended December 31, 2011

Local Sources:	
General fund appropriations	\$ 2,510,376
Sales tax	11,411,550
Infrastructure and Impact Fees	296,423
Specific ownership taxes	642,008
Interest on investments	18,492
Traffic fines	2,415,057
Sale of surplus property	9,235
Charges for services	345,344
From other cities / counties	594,152
Other	732,176
Total Local Sources	18,974,813
Private Contributions	80,751
State Sources:	
Motor vehicle registration fee	285,618
Highway maintenance agreement	271,177
Highway users tax	2,110,020
Total State Sources	2,666,815
Federal Sources:	
Federal grants	840,120
Total Receipts	22,562,499
Beginning Balances, January 1, 2011	154,336
Total Receipts and Balances	\$ 22,716,835

**CITY OF GREELEY, COLORADO
COUNTIES, CITIES, AND TOWNS ANNUAL STATEMENT OF RECEIPTS
AND EXPENDITURES FOR ROADS, BRIDGES, AND STREETS
SCHEDULE OF EXPENDITURES FOR ROAD, BRIDGE, AND STREET PURPOSES**

For the Year Ended December 31, 2011

Local Highway Expenditures:	
Engineering	\$ 101,517
Total construction	909,392
Maintenance	7,621,095
Traffic control operations	1,918,644
Snow and ice removal	576,783
Administration	1,427,667
Traffic enforcement	7,981,416
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Total Direct Highway Expenditures	20,536,514
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Debt Payments on Bonds and Notes:	
Interest on bonds	236,920
Redemption on bonds	532,950
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Total Debt Payments	769,870
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Other Local Purposes:	
Street lighting	869,991
Vegetation management	535,460
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Total Other Local Purposes	1,405,451
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Total Expenditures	22,711,835
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Ending Balances, December 31, 2011	5,000
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Total Expenditures and Balances	\$ 22,716,835

