

Ogden, Utah



Comprehensive Annual Financial Report

Year Ended
June 30, 2006

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

For Year Ended June 30, 2006

Ogden, Utah



Mayor

Matthew R. Godfrey

City Council

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William Glasmann III
Dorrene Jeske
Rick Safsten
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Prepared by:

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OGDEN CITY, UTAH
COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended June 30, 2006

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OGDEN CITY, UTAH
COMPREHENSIVE ANNUAL FINANCIAL REPORT
Year Ended June 30, 2006

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November 27, 2006

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

Dear Mayor and Members of the City Council:

We are furnishing you with the Fiscal Year 2005-2006 Comprehensive Annual Financial Report of the City of Ogden, in accordance with Section 10-6-150 of the Utah Code Unannotated 1993. This report has been formatted to comply with the financial reporting model developed by the Governmental Accounting Standards Board (GASB) Statement 34. The statistical section of this report has also been formatted to comply with the new Governmental Accounting Standards Board (GASB) Statement 44. It is intended that this format will provide further information not previously available in governmental financial statements. This report includes Government-Wide Financial Statements. The Government-Wide Financial Statements include a statement of net assets that provide the total net assets of the government, including all capital assets (including infrastructure) and the statement of activities that shows the cost of providing government services. Additional information can be found in Management's Discussion and Analysis which begins on page 17.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge, the enclosed data are accurate in all material respects and are reported in a manner designed to fairly present the financial position and results of operations of the City's various funds and account groups. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The Introductory Section includes the title page, the table of contents, this transmittal letter, the City's organization chart, a list of principal officers, and the Certificate of Achievement for Excellence in Financial Reporting for the 2005 Comprehensive Annual Financial Report. The Financial Section includes the basic financial statements and the combining and individual fund financial statements and schedules, as well as the auditors' report on the financial statements and schedules. This section also includes the management's discussion and analysis (MD&A) as required by GASB Statement 34. The Statistical Section includes selected financial and demographic information generally presented on a multiyear basis.

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

THE REPORTING ENTITY AND ITS SERVICES

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

The Tax Increment Districts of the Ogden Redevelopment Agency and Union Station are reported as a Special Revenue Fund in this report. The Municipal Building Authority and the Downtown Ogden Special Improvement District are also reported as Special Revenue Funds. The Gomer A. Nicholas Park Endowment is reported as a permanent fund. The interest from this fund is used to improve our parks system. Major grants received by the City, several developments and operations throughout the City that are assisted by donations from business and individuals are handled in expendable trust funds.

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

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

As a part of the City's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal awards, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's single audit for the fiscal year ending June 30, 2006 can be found in a supplemental report, prepared by our auditors, which accompanies this report.

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

ECONOMIC CONDITION AND OUTLOOK



During fiscal year 2006, Ogden City experienced traditional increases in revenue while expense growth was well above average. High construction, fuel and heating costs are stimulating the expense concerns. Ogden is progressing in the rebirth of the greater downtown which will continue to stimulate revenue enhancement.

The revitalization of the mall is progressing with the completion and grand opening of the Treehouse Children's Museum. In the last six years the city has already redeveloped 45 acres in the downtown and still has at least 130 acres coming in varied phases of development. Currently underway is the construction of the High Adventure Recreation Center, the Larry Miller Theater Complex, two new office buildings and new residential units and condos.



During the past year Ogden has become home to three new skiing-related companies. Already located in Ogden are Descente, SnowSports Interactive, GOODE Ski Technologies, Scott USA and Kahuna Creations. Newly announced additions include Amer Sports, Rossignol and Nidecker. When Amer Sports Corp. decided to consolidate its winter and outdoor sports operations into a single division, the sports-equipment company set up an internal task force to evaluate numerous potential cities for its U.S. headquarters. Ogden won out. Easily, said Mike Dowse, president and general manager of the division, citing the city's proximity to an international airport, the fabulous snow in the Wasatch Mountains and Mayor Matthew Godfrey's steadily expanding goal of making Ogden the "hub" of the ski industry.

Ogden are Descente, SnowSports Interactive, GOODE Ski Technologies, Scott USA and Kahuna Creations. Newly announced additions include Amer Sports, Rossignol and Nidecker. When Amer Sports Corp. decided to consolidate its winter and outdoor sports operations into a single division, the sports-equipment company set up an internal task force to evaluate numerous potential cities for its U.S. headquarters. Ogden won out.

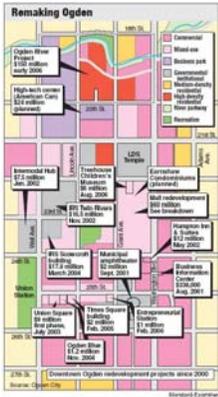


"We were driven by the cultural fit. . . . I loved the mayor's attitude," Dowse said in the formal announcement that Amer Sports, the world's largest sports equipment company, will make Ogden the home of the new combined U.S. headquarters for its Salomon, Atomic and Suunto brands. "We believe Ogden will be the next Boulder of the U.S.," he added, referring to the Colorado city renowned since the 1960s for its appeal to outdoor recreationists. "We wanted to be at the front edge of that vision."

The Kemp development at the Airport continues to grow with construction beginning on a new facility for Adam Aircraft Industries to begin full assembly of its A500 twin-engine piston airplane and A700 AdamJet. The 96,000 square foot



**Ogden City Corporation
Letter of Transmittal**



facility will have about 400 employees producing 10 planes per month. Senator Orrin Hatch stated at the ground breaking ceremony "Ogden and Weber County are blossoming. I see Ogden becoming a very intense place, with people vying to come here and set up their business."

The Ogden River Project is progressing in phase one of the redevelopment, the most ambitious of the city's redevelopment efforts. The \$150 million, three-phase plan encompasses about 60 acres around the river and north of 20th Street and has been in the works since 2001. The first phase, a 12-acre parcel between Washington Boulevard and Grant Avenue, is awaiting City Council approval to rezone the area for commercial development. Demolition of homes in the area should happen by the spring of 2007.

GOVERNMENT REVENUES

Revenues for general governmental functions (General Fund) for the fiscal year ended June 30, 2006 totaled \$52,724,524. The amounts of revenue from various sources are shown in the following tabulation:

<u>Revenue Source</u>	<u>Amount</u>	<u>Percent of Total</u>
Taxes	\$ 34,171,668	64.8%
Licenses and permits	2,100,508	4.0
Intergovernmental revenue	7,707,958	14.6
Charges for services	6,028,844	11.4
Fines and forfeitures	960,148	1.8
Interest Income	617,056	1.2
Other revenue	1,138,342	2.2
Totals	<u>\$ 52,724,524</u>	<u>100.0%</u>

Taxes produced 64.8 percent of general revenues. The amount of taxes collected was more than last year, which caused a slight increase in the percentage total. This is due to the increase in revenues received through grants and other intergovernmental funding. Taxable value of property in Ogden City was \$2.87 billion. Included in this amount is \$208 million in the tax increment districts. When the districts are formed, the taxable base value is determined and frozen. As the districts develop, the increase in property taxes received because of the increased taxable value above the frozen base is used to finance debt and or improvements in the increment districts.

Licenses and permits provided 4.0 percent of general revenues. A decrease of \$65,519 was due to less permits issued and the value of the construction.

Intergovernmental revenues represented 14.6 percent of total general revenue. GASB Statement 34 requires the City's trust funds to be combined in the General Fund. This source fluctuates year by year, depending on federal and state grants.

Charges for services provided 11.4 percent of general revenues. This source of revenue tends to fluctuate because of the nature of most activities in this category.

Fines and forfeitures provided 1.8 percent of general revenues. The revenue previously generated by property cleanup violations has been incorporated into another account tracking all associated cost and revenues.

Interest Income totaled \$617,056 for 1.2 percent.

Other revenue includes police auctions, insurance rebates, and other administrative revenues.

GENERAL FUND EXPENDITURES

Expenditures for general governmental purposes (General Fund) for the fiscal year ended June 30, 2006 totaled \$51,379,452. Levels of expenditures for major functions of the city are as follows:

<u>Expenditure by Function</u>	<u>Amount</u>	<u>Percent of Total</u>
General Government	\$ 7,080,910	12.8%
Police and Fire	20,593,990	38.5
Public Services	9,999,399	19.1
Community & Economic Development	11,499,394	25.3
Debt Service	2,205,759	4.3
Totals	<u>\$ 51,379,452</u>	<u>100.0%</u>

This year the employees were provided a 2% cost of living increase but no merit increases were budgeted

or provided. The City did however cover the 13% increased cost of health care insurance.

Because of this compensation position, action was taken to hold employee costs for the City relatively neutral. In total, basic operating costs for the City remained, essentially, the same as last year.

Community and Economic Development had an increase in spending due to the activities in promoting Ogden to new businesses and those looking to invest in the City's economic structure.

There are a couple of reasons for the debt service increase in cost. First, there were some bonds that matured during the year and final year payments were made, which were greater than yearly payments. Secondly, as indicated in the financial statements, there were some new bond issues and loans this year that added to the payment schedules.

FUND BALANCE GUIDELINES

Utah State Code Section 10-6-116 establishes guidelines on the use of fund balance in the General Fund. As outlined, any fund balance in excess of five percent of estimated revenues may be utilized for budget purposes. The section further indicates the fund balance shall not exceed eighteen percent of estimated revenues. Under these guidelines the City's fund balance parameters are approximately \$2,327,294 and \$8,378,258 based on next fiscal year's budgeted receipts. The unreserved portion of the General Fund balance at June 30, 2006 is \$4,579,463.

ENTERPRISE FUNDS

The Change in Net Assets and the Unrestricted Net Assets for the enterprise funds for Fiscal Year 2006 are as follows:

<u>Fund</u>	<u>Change in Net Assets</u>	<u>Unrestricted Net Assets</u>
Water Utility	\$ 5,205,095	\$ 2,489,435
Sewer Utility	9,063,166	(1,864,130)
Refuse Collection	1,842,288	944,975
BDO	(23,379,758)	17,617,415
Municipal Airport	(821,152)	(2,625,149)
Golf Courses	(341,839)	(2,074,521)
Recreation	13,046	151,817
Medical Services	231,329	1,095,840

DEBT ADMINISTRATION

New Debt Issued in Fiscal Year 2006:

During fiscal year 2006, Ogden City issued \$45,152,005 in new debt. Debt was issued to finance construction of the Recreation Center and remodel the building which is now the Justice Court. Additional debt was used to purchase properties in the Ogden River Project District, finance affordable housing and purchase a new fire engine. For more information, please see Note 8 Long-term debt in the Notes to the Financial Statements.

Outstanding bonds:

General Obligation issued in 1996 have \$1,520,000 principal outstanding. These bonds mature June 15, 2016.

General Obligation issued in 1998 have \$8,755,000 principal outstanding. These bonds mature December 15, 2015.

General Obligation Refunding issued in 2003 have \$7,750,000 principal outstanding. These bonds mature December 15, 2011.

General Obligation Sales Tax Revenue issued in 2006 have \$1,995,000 principal outstanding. These bonds mature March 1, 2026.

Special Assessment bonds issued in 1999 for Paving District 190 have \$83,000 in outstanding principal. These bonds mature July 1, 2009.

Special Assessment bonds issued in 1999 for Paving District 191 have \$174,000 in outstanding principal. These bonds mature July 1, 2009.

Tax Increment Revenue bonds have \$50,305,000 principal outstanding. These bonds mature by February 2026.

Water & Sewer Revenue bonds issued in 1999 have \$6,665,000 principal outstanding. These bonds mature June 15, 2024.

Storm Water Revenue bonds issued in 2003 have \$1,213,494 principal outstanding. These bonds mature March 2010.

Solid Waste Revenue bonds issued in 2002 have \$2,640,000 principal outstanding. These bonds mature June 15, 2016.

Ogden Municipal Building Authority bonds issued in 1997 have \$195,000 principal outstanding and mature January 1, 2007.

Ogden Municipal Building Authority bonds issued in 2000 have \$280,000 principal outstanding and mature June 15, 2021.

Ogden Municipal Building Authority Refunding bonds issued in 2006 have \$2,865,000 principal outstanding and mature June 15, 2021.

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

CASH MANAGEMENT

Ogden City's cash management is handled through a pooled cash system. The cash in each fund is accounted for separately, but is maintained in one bank account. The excess cash in this account is invested to provide income for the funds involved. Excess cash is transferred to various investment accounts in accordance with the Utah Money Management Act, including, the State Treasurer's Investment Fund. Interest income is allocated to each fund based on its monthly cash balance at a rate comparable to the investment rate. Funds with a negative cash balance are assessed an interest expense.

RISK MANAGEMENT

Ogden City belongs to the Utah Risk Management Mutual Association (URMMA), a risk sharing pool of 35 municipalities. Membership in this association provides coverage for general liability. The other major focus is on training of association members in all areas of risk management. Risk Management policies of Ogden City are designed to identify potential areas of loss and reduce the opportunity or severity of the losses so that the City may continue to serve the public in an efficient, effective manner. Policies are to assist departments and divisions in identifying and controlling exposures to risk in their areas of responsibility in an effort to protect Ogden City and its citizens from loss. General areas of loss exposure to an organization include legal liability, property damage, on the job injuries and personnel losses, and maintenance of employee benefits. Exposures to loss may be controlled and reduced through many methods including increased awareness and education, safety programs, use of protective equipment, active claims management and changes or implementation of new policies and procedures.

INDEPENDENT AUDIT

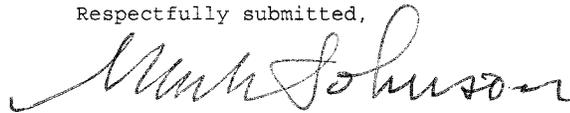
The State Uniform Fiscal Procedures Act (10-6-151) requires an annual audit of the City's accounts by an independent auditor. The City has complied with this requirement and the auditors' opinion has been included in this report.

ACKNOWLEDGMENTS

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

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

Respectfully submitted,



Mark L. Johnson
Director of Management Services

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Ogden
Utah

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2005

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.



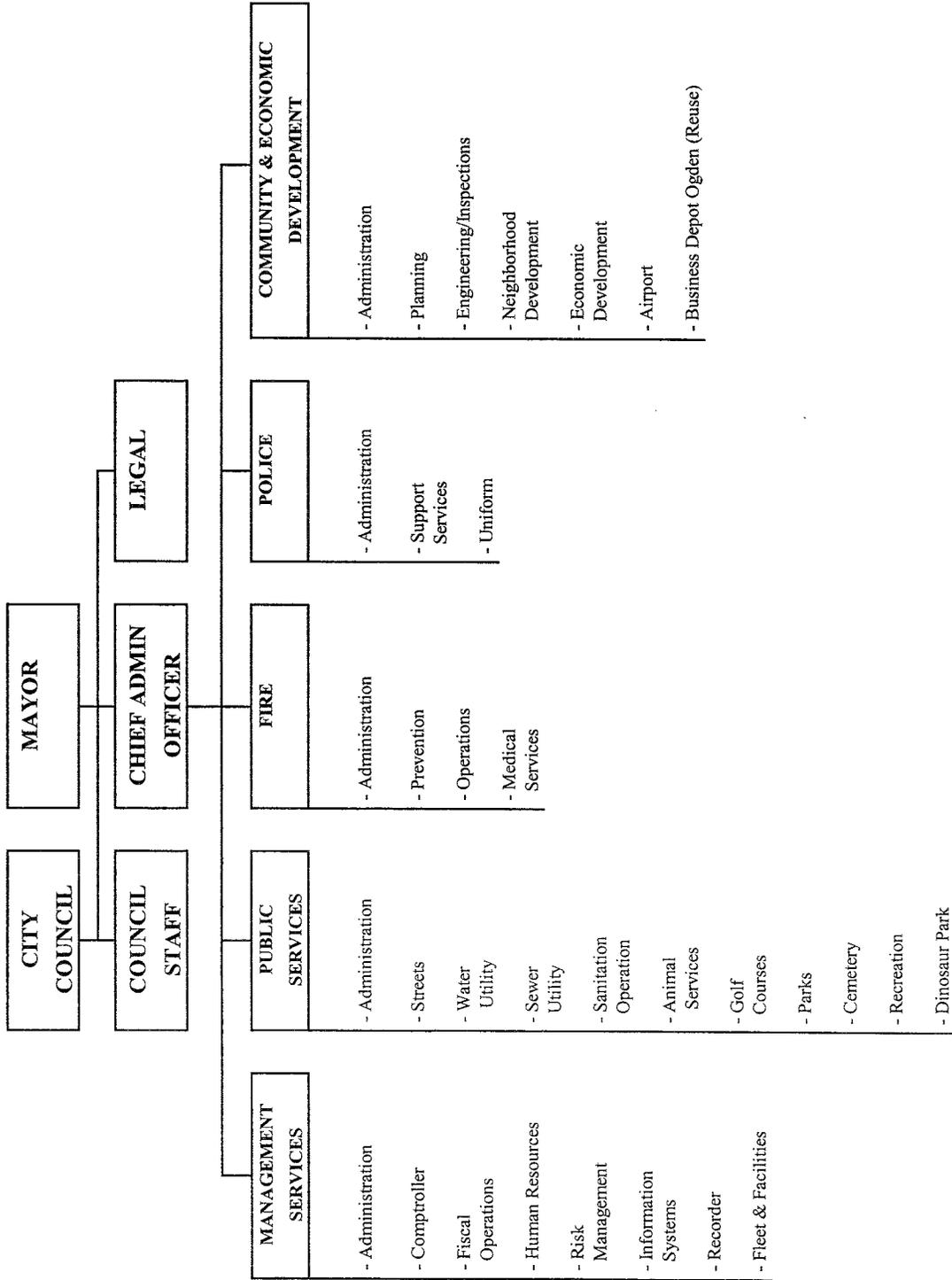
Carla E. Perry

President

Jeffrey R. Emmer

Executive Director

OGDEN CITY CORPORATION ORGANIZATIONAL STRUCTURE



OGDEN CITY CORPORATION

PRINCIPAL CITY OFFICIALS

June 30, 2006

<u>Title</u>	<u>Name</u>
Mayor	Matthew Godfrey
City Council Member	Jesse M. Garcia
City Council Member	William Glasmann III
City Council Member	Dorrene Jeske
City Council Member	Rick Safsten
City Council Member	Doug Stephens
City Council Member	Brandon S. Stephenson
City Council Member	Amy L. Wicks
City Council Executive Director	William Cook
Chief Administrative Officer	John Patterson
City Recorder	Cindi Mansell
City Attorney	Norman L. Ashton
Management Services Director	Mark L. Johnson
Police Chief	Jon Greiner
Fire Chief	Michael L. Mathieu
Public Services Director	George Benford
Community and Econ. Dev. Director	David Harmer

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Financial Section



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

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ogden City Corporation, as of and for the year ended June 30, 2006, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Ogden City Corporation's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental 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, each major fund, and the aggregate remaining fund information of Ogden City Corporation, as of June 30, 2006, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 27, 2006, on our consideration of Ogden City Corporation's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Ogden, Utah basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and statistical tables are presented for the purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the City of Ogden, Utah.

The combining and individual nonmajor fund financial statements and the schedule of expenditures of

15



federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables 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.

Schmitt, Huffiter, Linton; C.P.C.

November 27, 2006

OGDEN CITY, UTAH
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
Year Ended June 30, 2006

INTRODUCTION

The following is a discussion and analysis of Ogden City's financial performance and activities for the year ended June 30, 2006. Please read it in conjunction with the transmittal letter in the Introductory Section of this report and with the financial statements that follow.

HIGHLIGHTS

Government-wide

- The City's total net assets increased \$7,194,643 or 2.64 percent from the prior year. Net assets of governmental activities increased \$15,382,457 or 17.59 percent, and net assets of business-type activities decreased by \$8,187,825 or 4.43 percent.

Fund Level

- Fund balances in the City's governmental funds increased \$29,044,695 or 2497.01 percent from the prior year, mostly due to debt activities.
- Property tax revenues were 1.96 percent higher than the prior year due to growth of the property tax base throughout the City. The City's total sales taxes increased 8.64 percent indicating that the local economy is recovering from sluggish growth in previous periods.

Long-term Debt

- The City's long-term debt increased due to borrowings in the Redevelopment Agency (RDA) and for the Justice Court.
- The City issued the 2006 General Obligation Sales Tax Revenue Bonds and 2006 Lease Revenue Refunding Bonds, while the RDA issued the 2005A, 2005B, and 2005C Tax Increment Revenue Bonds.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

Government-wide Statements - Reporting the City as a Whole

The Statement of Net Assets and the Statement of Activities beginning on page 27 comprise the government-wide financial statements. These statements provide a broad overview with a long-term focus of the City's finances as a whole and are prepared using the full-accrual basis of accounting, similar to private-sector companies. This means all revenues and expenses are recognized regardless of when cash is received or spent, and all assets and liabilities, including capital assets and long-term debt, are reported at the entity level.

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

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

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

The fund financial statements beginning on page 31 provide detailed information about individual major funds, and not the City as a whole. A fund is a group of related accounts that the City uses to keep track of specific resources that are segregated for a specific purpose. Some funds are required by law to exist, while others are established internally to maintain control over a particular activity. All of the City's funds are divided into two types, each of which uses a different accounting approach.

Governmental Funds - Most of the City's basic services are accounted for in governmental funds and are essentially the

OGDEN CITY, UTAH
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
Year Ended June 30, 2006

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

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

Reconciliation between Government-wide and Fund Statements

The financial statements include schedules on pages 35 and 38 that reconcile the amounts reported for governmental activities on the government-wide statements (full-accrual accounting, long-term focus) with amounts reported on the governmental fund statements (modified accrual accounting, short-term focus). Following are some of the major differences between the two statements:

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

Notes to the Financial Statements

The notes beginning on page 50 provide additional schedules and information that are essential to a complete understanding of the financial statements. The notes apply to both the government-wide financial statements and the fund financial statements.

Required Supplementary Information

Ogden City adopts an annual budget for all of its governmental and proprietary funds. Beginning on page 75 are budgetary comparison schedules for the City's General and major Special Revenue funds.

Supplementary Information

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

FINANCIAL ANALYSIS OF THE CITY AS A WHOLE

Net Assets

The largest component of the City's net assets, 83.3 percent, reflects investments in capital assets (land, buildings, equipment, roads, and other infrastructure) less all outstanding debt that was issued to buy or build those assets. As capital assets, these resources are not available for future spending, nor can they all be readily liquidated to pay off the related liabilities. Resources needed to repay capital-related debt must be provided from other sources.

Restricted net assets comprise 9.6 percent of total net assets and are subject to external restrictions on how they may be used. Unrestricted net assets is \$19,026,138.

OGDEN CITY, UTAH
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
 Year Ended June 30, 2006

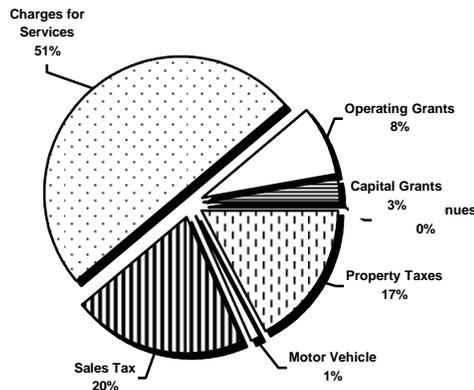
Ogden City
 Net Assets
 June 30,

	Governmental		Business-type		Total	
	Activities		Activities			
	2006	2005	2006	2005	2006	2005
Current and Other Assets	\$ 65,013,382	\$ 32,098,664	\$ 19,889,741	\$ 17,055,735	\$ 84,903,123	\$ 49,154,399
Capital Assets	151,322,543	135,612,359	175,023,347	188,116,115	326,345,890	323,728,474
Total Assets	216,335,925	167,711,023	194,913,088	205,171,850	411,249,013	372,882,873
Current and Other Liabilities	33,785,118	33,317,788	2,618,172	4,648,515	36,403,290	37,966,303
Long-term Liabilities	79,703,499	42,706,772	15,800,447	15,841,041	95,503,946	58,547,813
Total Liabilities	113,488,617	76,024,560	18,418,619	20,489,556	131,907,236	96,514,116
Net Assets:						
Invested in Capital Assets,						
Net of Related Debt	87,853,981	88,862,111	159,802,111	172,829,482	247,656,092	261,691,593
Restricted	11,702,871	11,419,430	956,676	1,971,539	12,659,547	13,390,969
Unrestricted (restated)	3,290,456	(12,816,700)	15,735,682	9,881,273	19,026,138	(2,935,427)
Total Net Assets	\$ 102,847,308	\$ 87,464,841	\$ 176,494,469	\$ 184,682,294	\$ 279,341,777	\$ 272,147,135
Change from prior year:	17.59%	3.70%	-4.43%	-0.04%	2.64%	148%

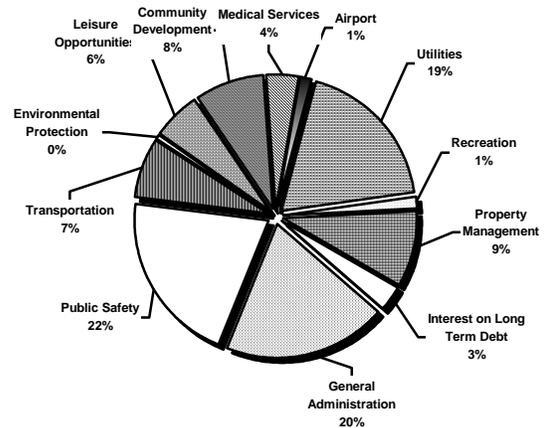
Changes in Net Assets

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

Ogden City
Total Revenues - 2006



Ogden City
Total Expenses - 2006



OGDEN CITY, UTAH
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
Year Ended June 30, 2006

Governmental Activities

Total tax revenues showed a moderate increase during 2006. Property taxes edged downward due to a decrease in taxes collected from redevelopment tax districts. Net assets for governmental activities increased this year due to moderate increases in charges for services and sales taxes without any tax rate increase. The change was also the result of a one-time transfer of infrastructure assets from BDO to the City's general fixed asset infrastructure. Originally, the City was anticipating budget shortfall during the fiscal year causing implementation of cost cutting measures.

Ogden City							
Changes in Net Assets							
Years Ended June 30,							
	Governmental		Business-type		Total		Total Percent Change
	Activities		Activities		Total		
	2006	2005	2006	2005	2006	2005	2005-2006
Revenues							
General Revenues							
Taxes	\$ 38,373,228	\$ 38,328,343	\$ -	\$ -	\$ 38,373,228	\$ 38,328,343	0.1%
Other General Revenues	2,043,186	2,488,495	4,664,474	862,142	6,707,660	3,350,637	50.0%
Program Revenues							
Charges for Services	21,190,908	17,711,336	27,093,866	27,339,430	48,284,774	45,050,766	6.7%
Operating Grants	5,469,986	7,264,383	2,974,921	2,042,822	8,444,907	9,307,205	-10.2%
Capital Grants	2,552,825	2,650,734	265,319	716,645	2,818,144	3,367,379	-19.5%
Total Revenues	69,630,133	68,443,291	34,998,580	30,961,039	104,628,713	99,404,330	5.0%
Expenses							
General Administration	20,092,363	14,507,052	-	-	20,092,363	14,507,052	27.8%
Public Safety	21,241,719	20,360,855	-	-	21,241,719	20,360,855	4.1%
Transportation	7,526,427	6,728,128	-	-	7,526,427	6,728,128	10.6%
Environmental Protection	398,019	425,139	-	-	398,019	425,139	-6.8%
Leisure Opportunities	6,162,480	5,688,692	-	-	6,162,480	5,688,692	7.7%
Community Development	8,422,124	9,908,295	-	-	8,422,124	9,908,295	-17.6%
Interest on Long-term Debt	3,138,558	3,745,000	-	-	3,138,558	3,745,000	-19.3%
Medical Services	-	-	3,946,947	3,528,822	3,946,947	3,528,822	10.6%
Airport	-	-	1,499,326	1,408,112	1,499,326	1,408,112	6.1%
Utilities	-	-	18,937,363	18,871,487	18,937,363	18,871,487	0.3%
Recreation	-	-	1,347,419	1,585,168	1,347,419	1,585,168	-17.6%
Property Management	-	-	4,721,336	7,966,783	4,721,336	7,966,783	-68.7%
Total Expenses	66,981,690	61,363,161	30,452,391	33,360,372	97,434,081	94,723,533	2.8%
Change in Net Assets before Transfers	2,648,443	7,080,130	4,546,189	(2,399,333)	7,194,632	4,680,797	34.9%
Transfers	12,734,014	(2,960,213)	(12,734,014)	2,960,213	-	-	0.0%
Change in Net Assets	15,382,457	4,119,917	(8,187,825)	560,880	7,194,632	4,680,797	34.9%
Net Assets - Beginning (restated)	87,464,851	83,344,934	184,682,294	184,121,414	272,147,145	267,466,348	1.7%
Net Assets - Ending	\$ 102,847,308	\$ 87,464,851	\$ 176,494,469	\$ 184,682,294	\$ 279,341,777	\$ 272,147,145	2.6%

OGDEN CITY, UTAH
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
Year Ended June 30, 2006

The table below shows to what extent the City's governmental activities relied on taxes and other general revenue to cover all of their costs. For 2006, these programs generated \$29,213,719 million or 43.6 percent of their total expenses through charges for services and grants. Taxes and other general revenues covered the remaining 56.4 percent of expenses.

Ogden City							
Net Cost of Governmental Activities							
Years Ended June 30							
Program Expenses	Less Program Revenues		Net Program Costs		Program Revenues as a Percentage of Program Expenses		
	2006	2006	2006	2005	2006	2005	
Activities							
General Administration	\$ 20,092,363	\$ (12,903,129)	\$ 7,189,234	\$ 2,248,350	64.2%	96.2%	
Public Safety	21,241,719	(3,388,320)	17,853,399	12,843,364	16.0%	38.1%	
Transportation	7,526,427	(2,552,825)	4,973,602	4,497,617	33.9%	52.0%	
Environmental Protection	398,019	(3,080,519)	(2,682,500)	(419,714)	774.0%	21.6%	
Leisure Opportunities	6,162,480	(1,106,687)	5,055,793	16,790	18.0%	1.6%	
Community Development	8,422,124	(6,182,239)	2,239,885	10,805,298	73.4%	28.3%	
Interest on Long-term Debt	3,138,558	-	3,138,558	3,745,001	0.0%	0.0%	
Total Governmental Activities	\$ 66,981,690	\$ (29,213,719)	\$ 37,767,971	\$ 33,736,706	43.6%	45.0%	

Business-type Activities

The business-type activities are generating sufficient revenue to cover costs in the Sewer, Refuse, BDO Property Management, Recreation, and Medical Services Funds. Reduction in net assets occurred in the Water, Airport, and Golf Funds. This combined with non-operating transfer activities resulted in a decrease in net assets of \$8,187,825 for the combined business activities.

CAPITAL ASSETS AND LONG-TERM DEBT ADMINISTRATION

Capital Assets

Ogden City added \$16,347,750 in new capital assets during 2006. Buildings and improvements increased \$8,509,059, equipment increased \$1,751,674, and construction in progress of \$6,087,017. The City sold or disposed of \$4,194,652 in capital assets. Also, \$676,568 in Construction in Progress is now completed at the BDO project and was considered in buildings and improvements. During the year, the BDO Property Management Fund transferred improvements totaling \$6,071,454, \$8,521,842 and 15,204,502 to the Water, Sewer and General fixed assets, respectively, for a total transfer of \$29,797,798.

Infrastructure

The City has elected to use the modified-approach for reporting infrastructure. This election allows the City to forego reporting depreciation on infrastructure assets, provided that the City has made a commitment to maintain those particular assets at predetermined condition levels. Detailed information on the City's modified approach for reporting infrastructure is presented in the Required Supplementary Information on page 86.

During the year, there were no significant changes in condition levels of infrastructure assets. The City has been able to maintain infrastructure at a level of approximately 5% above its committed level of maintenance of 50% for Fair or better condition on Roads and Bridges for the past 4 years. In addition, the City has maintained a very low level of roads and bridges with a rating of very poor. Condition levels for the past four years have remained approximately 10% lower than the committed ceiling level for roads and 15% lower than the committed ceiling level for bridges.

OGDEN CITY, UTAH
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
Year Ended June 30, 2006

The City spent less than estimated for maintenance of condition levels in the current year. Nevertheless, the City spent more in the current year than any of the previous 4 years showing commitment to maintain quality infrastructure. During fiscal year 2006 the City spent \$4,712,018 on infrastructure compared to a budget estimate of \$5,232,744.

More information about capital assets is included in Note 5 on page 61 and more

Long-term Debt

During 2006, The City issued the 2006 General Obligation Sales Tax Revenue Bonds for the remodel and establishment of the Justice Court Building. The 2006 Lease Revenue Refunding Bonds which were used to refinance debt of the Municipal Building Authority. The RDA issued the 2005A, 2005B, and 2005C Tax Increment Revenue Bonds to finance the construction of the new City recreation center. The City entered into a line-of-credit arrangement with a financial institution to help finance other activities of the RDA. Ogden City also entered into a capital lease arrangement totaling \$355,000 for equipment in the Fleet and Facilities Fund. Note 8 on page 63 provides more information on the City's long-term debt activity for the year. The following table presents changes in Ogden City's long-term obligations in relation to the previous year.

Ogden City
Long-term Liabilities
Years Ended June 30,

	Governmental		Business-type		Total		Total
	Activities		Activities		Total		Percent
	2006	2005	2006	2005	2006	2005	Change
General Obligation Bonds	\$ 20,020,000	\$ 19,475,000	\$ -	\$ -	\$ 20,020,000	\$ 19,475,000	2.80%
Lease Revenue Bonds	3,340,000	3,475,000	-	-	3,340,000	3,475,000	-3.88%
Tax Increment Revenue Bonds	50,305,000	12,875,000	-	-	50,305,000	12,875,000	290.72%
Enterprise Revenue Bonds	-	-	15,221,236	16,013,163	15,221,236	16,013,163	-4.95%
Notes Payable	3,110,305	3,704,000	-	-	3,110,305	3,704,000	-16.03%
Capital Leases	1,033,025	820,186	-	-	1,033,025	820,186	25.95%
Compensated Absences	2,169,495	2,198,151	579,211	554,408	2,748,706	2,752,559	-0.14%
Bond Premium	45,159	54,191	-	-	45,159	54,191	-16.67%
Bond Discount	(319,485)	-	-	-	(319,485)	-	100.00%
	<u>79,703,499</u>	<u>42,601,528</u>	<u>15,800,447</u>	<u>16,567,571</u>	<u>95,503,946</u>	<u>59,169,099</u>	<u>61.41%</u>
Compensated Absences, Current	928,725	942,065	248,234	237,603	1,176,959	1,179,668	-0.23%
Total	<u>\$ 80,632,224</u>	<u>\$ 43,543,593</u>	<u>\$ 16,048,681</u>	<u>\$ 16,805,174</u>	<u>\$ 96,680,905</u>	<u>\$ 60,348,767</u>	<u>61.18%</u>

FINANCIAL ANALYSIS OF THE CITY'S FUNDS

Fund Balances

At June 30, 2006, Ogden City's governmental funds reported combined fund balances of \$28,766,478. An amount of, \$31,918,513 is reserved for various purposes such as debt service, encumbrances, and interfund loans and is therefore unavailable for future spending. Another \$84,109 has been designated for specific programs and projects. The following chart presents the City's 2006 ending fund balances.

OGDEN CITY, UTAH
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
Year Ended June 30, 2006

Ogden City					
Governmental Fund Balances					
June 30, 2006					
	General	Debt	Redevelopment	No major	
	Fund	Service	Agency	Funds	Total
Reserved	\$ 12,431,274	\$ 366,563	\$ 17,538,299	\$ 1,582,377	\$ 31,918,513
Unreserved/Designated	84,109	-	-	-	84,109
Unreserved/Undesignated	4,579,463	-	(8,971,457)	1,155,850	(3,236,144)
Total	\$ 17,094,846	\$ 366,563	\$ 8,566,842	\$ 2,738,227	\$ 28,766,478
Percent Change from Prior Year:	-6.08%	-14.38%	139.63%	108%	10439.58%

General Fund

During 2006, the fund balance in the General Fund decreased \$1,106,893 or 6.4 percent due primarily to transfers to other governmental funds to support operations.

Total General Fund expenditures increased \$1,242,383 or 2 percent due mainly to the following factors:

- Cost of living increases in all departments
- Increased costs related to Police and Public Services

General Fund Budgetary Highlights

Ogden City prepares its budget according to state statutes. The most significant budgeted fund is the General Fund. The City amended the General Fund budget several times during the year to meet the needs of the departments as issues arose. The most significant change to the original adopted budget was a \$3,936,773 increase to property development for various economic development projects in the City.

Actual General Fund revenues were \$2,710,112 or 6 percent above the original budget and \$609,260 or 2 percent below the final budget. Actual expenditures were \$2,045,738 or 4 percent above the original budget. Actual expenditures were \$4,785,023 or 9 percent below the final budget. The City decreased the existing fund balance in the General Fund this year.

Debt Service Fund

The fund balance in the Debt Service Fund decreased \$61,563 primarily due to a shortage of income compared to debt service requirements. In addition, the determination was made during 2006 to reclassify the funds associated with the individual tax increment districts from presentation in the debt service fund to the special revenue fund. The result was a net decrease in the fund balance of the fund of 2,466,732 compared to the prior year presentation.

Redevelopment Agency Fund

During the fiscal year, the fund balance in the Redevelopment Agency Fund increased \$30,183,849 mostly due to bond proceeds used to fulfill the obligations of the Central Business District Mall that were being carried by the Redevelopment Agency Fund. Revenues increased \$56,112. Expenditures were \$4,324,168 greater than the prior year primarily as a result of increased property development costs, which were covered by the mentioned bonding activities. In addition, the determination was made during 2006 to reclassify the funds associated with the individual tax increment districts from presentation in the debt service fund to the special revenue fund. The result was a net increase in the fund balance of the fund of 2,466,732 compared to the prior year presentation.

Water Fund

In the current year, net assets increased \$5,205,095 primarily as a result of the transfer in of infrastructure assets from Business Depot Ogden. Results from operations were in a deficit position of \$401,234, due to flat water charges and higher costs of operations and contracted agreements. The City has encouraged several conservation measures be taken by its citizens causing a decrease in water consumption. This action plus the increase costs caused by the limited supply are the primary cause for the deficit in operating net income.

OGDEN CITY, UTAH
MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)
Year Ended June 30, 2006

Sewer Fund

Net assets increased \$9,063,166 over the previous year, of which \$543,224 was the result of operations.

Refuse Fund

Net assets increased overall in the fund due to a one time recovery insurance payment of \$2,071,591. Increased operating expenses and debt costs resulted in a net operating loss (including cost of debt) of \$294,272.

BDO Property Management Fund

The Business Depot Ogden Property Management Fund decreased fund balance \$23,379,758 due to the transfer of infrastructure asset to the Water and Sewer funds and the General fixed assets of the City. Leasing revenue decreased \$990,587 from the previous year due to transition in tenants.

Nonmajor Governmental Funds

Ogden City's nonmajor governmental funds remained relatively constant with a combined increase in fund balance of \$29,302.

Nonmajor Enterprise Funds

The combined change in net assets of the nonmajor enterprise funds shows a decrease of \$918,616 or 9 percent from the previous year. This was primarily due to substantial losses in the Airport and Golf Funds.

OTHER MATTERS

Current and Future Projects

The City and the Ogden Redevelopment Agency are involved in significant development projects downtown including the targeted creation of 4,000 new jobs and the addition of market rate housing units to support an additional 4,000 residents over the next four years. In addition, there are increased opportunities for jobs in the industrial, retail and service markets.

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

During fiscal year 2006, Ogden City issued \$40,575,000 in new bonded debt. Debt was issued to finance the Recreation Center and cover previously existing obligations of the Central Business District. The City entered into a new capital lease for the purchase of a fire engine. The City also opened two new lines-of-credit for transactions related to the Ogden River Project and affordable housing program.

REQUESTS FOR INFORMATION

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

Basic Financial Section



OGDEN CITY CORPORATION
STATEMENT OF NET ASSETS
June 30, 2006

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
ASSETS			
Current assets			
Cash and investments	\$ 7,337,715	\$ 17,595,985	\$ 24,933,700
Receivables (net of allowance for uncollectibles):			
Accounts	4,504,363	6,390,315	10,894,678
Notes	140,000	-	140,000
Taxes	15,316,384	-	15,316,384
Special assessments	344,564	-	344,564
Prepaid items	19,904	363,086	382,990
Inventory, at cost	938,131	56,155	994,286
Internal balances	6,244,013	(6,244,013)	-
Total current assets	<u>34,845,074</u>	<u>18,161,528</u>	<u>53,006,602</u>
Noncurrent assets			
Restricted assets:			
Cash	2,039,029	35,197	2,074,226
Accounts receivable	69,163	-	69,163
Interest receivable	63,789	-	63,789
Grant loans	8,926,364	-	8,926,364
Investments	15,076,868	922,474	15,999,342
Total restricted assets	<u>26,175,213</u>	<u>957,671</u>	<u>27,132,884</u>
Capital assets:			
Land	19,474,551	36,802,240	56,276,791
Construction in progress	6,087,017	-	6,087,017
Infrastructure	70,980,602	-	70,980,602
Buildings and improvements	100,070,880	183,962,041	284,032,921
Machinery and equipment	22,791,585	320,265	23,111,850
Less: accumulated depreciation	(68,082,092)	(46,061,199)	(114,143,291)
Net capital assets	<u>151,322,543</u>	<u>175,023,347</u>	<u>326,345,890</u>
Deferred charge	1,330,924	90,811	1,421,735
Assets held-for-resale	2,662,171	-	2,662,171
Water rights	-	4,633	4,633
Water stock	-	675,098	675,098
Total noncurrent assets	<u>181,490,851</u>	<u>176,751,560</u>	<u>358,242,411</u>
Total assets	<u>216,335,925</u>	<u>194,913,088</u>	<u>411,249,013</u>
LIABILITIES			
Current liabilities			
Accounts payable	5,077,304	927,612	6,004,916
Accrued wages payable	1,211,791	327,682	1,539,473
Accrued compensated absences	928,725	248,234	1,176,959
Other payables and liabilities	1,882,423	104,556	1,986,979
Unearned revenue	24,277,975	572,484	24,850,459
Current liabilities (payable from restricted assets):			
Accrued bond interest	406,900	23,493	430,393
Customer deposits	-	414,111	414,111
Total current liabilities (payable from restricted assets)	<u>406,900</u>	<u>437,604</u>	<u>844,504</u>
Total current liabilities	<u>33,785,118</u>	<u>2,618,172</u>	<u>36,403,290</u>
Noncurrent liabilities			
Due within one year	5,424,688	4,903,520	10,328,208
Due in more than one year	74,278,811	10,896,927	85,175,738
Total noncurrent liabilities	<u>79,703,499</u>	<u>15,800,447</u>	<u>95,503,946</u>
Total liabilities	<u>113,488,617</u>	<u>18,418,619</u>	<u>131,907,236</u>
NET ASSETS			
Investment in general capital assets			
net of related debt	87,853,981	159,802,111	247,656,092
Temporarily restricted net assets	11,292,226	956,676	12,248,902
Permanantly restricted net assets	410,645	-	410,645
Unrestricted net assets	<u>3,290,456</u>	<u>15,735,682</u>	<u>19,026,138</u>
Total net assets	<u>\$ 102,847,308</u>	<u>\$ 176,494,469</u>	<u>\$ 279,341,777</u>

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

OGDEN CITY CORPORATION
STATEMENT OF ACTIVITIES
Year Ended June 30, 2006

Page 1 of 2

Function/Programs	Expenses	Charges for Services	Program Revenues	
			Operating Grants and Contributions	Capital Grants and Contributions
Primary government:				
Governmental activities:				
General administration	\$ 20,092,363	\$ 12,903,129	\$ -	\$ -
Public safety	21,241,719	2,206,926	1,181,394	-
Transportation	7,526,427	-	-	2,552,825
Environmental protection	398,019	3,080,519	-	-
Leisure opportunities	6,162,480	1,104,187	2,500	-
Community development	8,422,124	1,896,147	4,286,092	-
Interest on long-term debt	3,138,558	-	-	-
Total governmental activities	<u>66,981,690</u>	<u>21,190,908</u>	<u>5,469,986</u>	<u>2,552,825</u>
Business-type activities:				
Medical services	3,946,947	2,599,408	1,575,590	-
Airport	1,499,326	304,641	-	227,608
Utilities	18,937,363	20,703,204	-	37,711
Recreation	1,347,419	1,012,274	-	-
Property management	4,721,336	2,474,339	1,399,331	-
Total business-type activities	<u>30,452,391</u>	<u>27,093,866</u>	<u>2,974,921</u>	<u>265,319</u>
Total primary government	<u>\$ 97,434,081</u>	<u>\$ 48,284,774</u>	<u>\$ 8,444,907</u>	<u>\$ 2,818,144</u>

General revenues:

Taxes:

Property

Sales

Motor vehicle

Unrestricted investment earnings

Gain on sale of capital assets

Transfers

Total general revenues

Change in net assets

Net assets - beginning (restated)

Net assets - ending

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

**Net (Expense) Revenue and Changes in Net Assets
Primary Government**

<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
\$ (7,189,234)	\$ -	\$ (7,189,234)
(17,853,399)	-	(17,853,399)
(4,973,602)	-	(4,973,602)
2,682,500	-	2,682,500
(5,055,793)	-	(5,055,793)
(2,239,885)	-	(2,239,885)
<u>(3,138,558)</u>	<u>-</u>	<u>(3,138,558)</u>
<u>(37,767,971)</u>	<u>-</u>	<u>(37,767,971)</u>
-	228,051	228,051
-	(967,077)	(967,077)
-	1,803,552	1,803,552
-	(335,145)	(335,145)
-	<u>(847,666)</u>	<u>(847,666)</u>
<u>-</u>	<u>(118,285)</u>	<u>(118,285)</u>
<u>(37,767,971)</u>	<u>(118,285)</u>	<u>(37,886,256)</u>
16,717,390	-	16,717,390
20,593,363	-	20,593,363
1,062,475	-	1,062,475
1,346,319	691,612	2,037,931
696,867	3,972,862	4,669,729
12,734,014	<u>(12,734,014)</u>	<u>-</u>
<u>53,150,428</u>	<u>(8,069,540)</u>	<u>45,080,888</u>
15,382,457	(8,187,825)	7,194,632
87,464,851	184,682,294	272,147,145
<u>\$ 102,847,308</u>	<u>\$ 176,494,469</u>	<u>\$ 279,341,777</u>

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Governmental Fund Financial Statements

General Fund

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

Debt Service

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

Redevelopment Agency

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

Nonmajor Governmental Funds

Nonmajor governmental funds are presented beginning on page 86.

**OGDEN CITY CORPORATION
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2006**

Page 1 of 2

	General	Debt Service	Special Revenue Redevelopment Agency
ASSETS			
Cash and investments	\$ 424,576	\$ 208,185	\$ 2,380,612
Due from other funds	7,130,968	-	1,886,463
Receivables (net of allowance for uncollectibles):			
Accounts	3,999,877	-	177,333
Taxes	9,571,171	-	5,745,213
Special assessments	-	158,378	-
Note	-	-	140,000
Inventory, at cost	79,734	-	-
Restricted assets:			
Cash	483,990	-	1,544,585
Interest receivable	-	-	-
Prepaid expenses	19,904	-	-
Investments / grant loans	8,926,364	-	14,271,045
Loans to other funds	9,122,738	-	346,498
Other assets	-	-	2,662,171
Total assets	\$ 39,759,322	\$ 366,563	\$ 29,153,920
LIABILITIES			
Due to other funds	\$ -	\$ -	\$ -
Accounts payable	930,288	-	2,757,903
Accrued wages payable	1,124,283	-	-
Other payables and liabilities	1,854,938	-	-
Loans from other funds	346,498	-	10,522,739
Short-term notes payable	304,676	-	1,388,630
Unearned revenue	18,103,793	-	5,917,806
Total liabilities	22,664,476	-	20,587,078
FUND BALANCE			
Reserved fund balance:			
Reserved - encumbrances	1,839,943	-	-
Reserved - prepaid expenses	19,904	-	-
Reserved - inventory	79,734	-	-
Reserved - loans to other funds	9,122,739	-	-
Reserved - haircut program	-	-	295,194
Reserved - debt service	-	366,563	1,482,321
Reserved - accrued compensated absences	884,964	-	-
Reserved - restricted cash and investments	483,990	-	15,760,784
Unreserved, designated for:			
Tax districts	84,109	-	-
Unreserved, undesignated reported in:			
Capital projects fund	-	-	-
Special revenue funds	-	-	(8,971,457)
General fund	4,579,463	-	-
Total fund balances	17,094,846	366,563	8,566,842
Total liabilities and fund balances	\$ 39,759,322	\$ 366,563	\$ 29,153,920

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

	<u>Non-Major Governmental Funds</u>		<u>Total Governmental Funds</u>
\$	1,544,660	\$	4,558,033
	130,881		9,148,312
	26,729		4,203,939
	-		15,316,384
	186,186		344,564
	-		140,000
	97,300		177,034
	10,454		2,039,029
	63,789		63,789
	-		19,904
	805,823		24,003,232
	513,045		9,982,281
	-		2,662,171
	<u>3,378,867</u>		<u>72,658,672</u>
\$	<u>3,378,867</u>	\$	<u>72,658,672</u>
\$	130,881	\$	130,881
	225,898		3,914,089
	-		1,124,283
	27,485		1,882,423
	-		10,869,237
	-		1,693,306
	256,376		24,277,975
	<u>640,640</u>		<u>43,892,194</u>
	166,209		2,006,152
	-		19,904
	97,300		177,034
	513,045		9,635,784
	-		295,194
	-		1,848,884
	-		884,964
	805,823		17,050,597
	-		84,109
	586,744		586,744
	569,106		(8,402,351)
	-		4,579,463
	<u>2,738,227</u>		<u>28,766,478</u>
\$	<u>3,378,867</u>	\$	<u>72,658,672</u>

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OGDEN CITY CORPORATION
Reconciliation of the Balance Sheet - Governmental Funds
to the Statement of Net Assets
June 30, 2006

Total Fund Balances - Governmental Funds \$ 28,766,478

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

Capital assets in governmental activities are not financial resources and therefore are not reported in governmental funds. These assets consist of the following:

Land	\$	19,465,551	
Infrastructure		70,980,602	
Other capital assets		106,513,087	
Accumulated depreciation		<u>(50,028,259)</u>	
			146,930,981

Bond issuance costs are assets that are reported for governmental activities, but not in the governmental funds as they are considered to be long-term and amortized over the life of the associated liabilities. 1,330,924

Management uses internal service funds to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the Statement of Net Assets. 3,578,949

Some liabilities are considered to be current in the governmental funds, because they are due on demand. However, they are reported as long-term liabilities, due within a year in the Statement of Net Assets 1,693,306

Some liabilities are not due and payable in the current year and therefore are not reported in the governmental funds. These liabilities and related costs consist of the following:

Bonds and notes payable		(76,500,977)	
Compensated absences		(2,952,353)	
			<u>(79,453,330)</u>

Net Assets of Governmental Activities \$ 102,847,308

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

OGDEN CITY CORPORATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUND
Year Ended June 30, 2006

Page 1 of 2

	<u>General</u>	<u>Debt Service</u>	<u>Special Revenue Redevelopment Agency</u>
REVENUES:			
Taxes and special assessments	\$ 34,171,668	\$ 15,661	\$ 6,344,648
Licenses and permits	2,100,508	-	-
Intergovernmental	7,707,958	-	-
Charges for services	6,028,844	-	1,200
Fines and forfeitures	960,148	-	-
Miscellaneous	1,053,214	-	705,491
Outside donations	80,806	-	-
Interest	617,056	18,605	542,992
Sale of property	4,322	-	564,981
Total revenues	<u>52,724,524</u>	<u>34,266</u>	<u>8,159,312</u>
EXPENDITURES:			
Current:			
Mayor	433,797	-	-
City council	625,647	-	8,630
Management services	2,293,113	-	-
Circuit court	34,020	-	-
Corporate counsel	896,177	-	-
Non-departmental	2,798,156	-	-
Police	14,267,656	-	-
Fire	6,326,334	-	-
Public services	9,999,399	-	-
Community and economic development	11,499,394	-	9,698,399
Debt service:			
Principal	1,450,000	77,000	3,250,000
Interest and fiscal charges	715,809	18,829	2,872,936
Fees and assessments	39,950	-	-
Capital outlay	-	-	-
Total expenditures	<u>51,379,452</u>	<u>95,829</u>	<u>15,829,965</u>
Excess (deficiency) of revenues over expenditures	<u>1,345,072</u>	<u>(61,563)</u>	<u>(7,670,653)</u>
OTHER FINANCING SOURCES (USES):			
Issuance of debt	1,995,000	-	38,580,000
Bond discount	-	-	(336,300)
Payment to refunded bond escrow	-	-	-
Transfers in	250,000	-	19,948,649
Transfers out	(4,696,965)	-	(20,337,847)
Total other financing sources (uses)	<u>(2,451,965)</u>	<u>-</u>	<u>37,854,502</u>
Net change in fund balances	(1,106,893)	(61,563)	30,183,849
Fund balance at beginning of year (restated)	<u>18,201,739</u>	<u>428,126</u>	<u>(21,617,007)</u>
Fund balance at end of year	<u>\$ 17,094,846</u>	<u>\$ 366,563</u>	<u>\$ 8,566,842</u>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 68,653	\$ 40,600,630
-	2,100,508
-	7,707,958
501,952	6,531,996
-	960,148
34,903	1,793,608
-	80,806
109,019	1,287,672
-	569,303
<u>714,527</u>	<u>61,632,629</u>
-	433,797
-	634,277
-	2,293,113
-	34,020
-	896,177
1,822,210	4,620,366
-	14,267,656
-	6,326,334
655,634	10,655,033
-	21,197,793
225,000	5,002,000
257,056	3,864,630
-	39,950
91,000	91,000
<u>3,050,900</u>	<u>70,356,146</u>
<u>(2,336,373)</u>	<u>(8,723,517)</u>
2,865,000	43,440,000
-	(336,300)
(2,865,000)	(2,865,000)
2,382,175	22,580,824
(16,500)	(25,051,312)
<u>2,365,675</u>	<u>37,768,212</u>
29,302	29,044,695
<u>2,708,925</u>	<u>(278,217)</u>
\$ <u><u>2,738,227</u></u>	\$ <u><u>28,766,478</u></u>

OGDEN CITY CORPORATION
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Government Funds to the Statement of Activities
Year Ended June 30, 2006

Net Change in Fund Balances-Total Governmental Funds		\$ 29,044,695
<p>Amounts reported for governmental activities in the statement of activities are different because:</p>		
<p>Capital outlays are reported as expenditures in the governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current year, these amounts were as follows:</p>		
Capital outlay	\$ 8,928,533	
Depreciation expense	<u>(4,280,240)</u>	4,648,293
<p>Debt proceeds provide current financial resources to governmental funds; however, issuing debt increases long-term liabilities in the Statement of Net Assets. In the current year, proceeds were received from issuing bonds including bond discounts.</p>		
		(43,103,700)
<p>Repayment of long-term debt is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Activities</p>		
		7,867,000
<p>Management uses internal service funds to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities</p>		
		925,214
<p>Management reassigned certain infrastructure assets of an enterprise fund to the general fixed assets of the City. Since capital contributions can not be negative, the transaction is treated as a transfer out in the enterprise fund without a corresponding recipient governmental fund. The transfer in is recognized in the government-wide statement of activities</p>		
		15,204,502
<p>Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of the following:</p>		
Capitalization of bond issuance costs	938,965	
Amortization of bond premiums, discounts and costs	(142,512)	
		<u>796,453</u>
Change in Net Assets of Governmental Activities		<u><u>\$ 15,382,457</u></u>

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

Proprietary Fund Financial Statements

Water Utility Fund

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

Sewer Utility Fund

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

Refuse Utility Fund

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

Business Development Ogden (BDO) Property Management

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

Nonmajor Enterprise Funds

Nonmajor enterprise funds are presented beginning on page 95.

Governmental Activities - Internal Service Funds

These funds account for certain activities that are charged to the other departments on a cost-reimbursement basis. These funds are presented beginning on page 102.

OGDEN CITY CORPORATION
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2006

Page 1 of 4

	Water	Sewer	Refuse
ASSETS			
Current assets			
Cash	\$ 632,691	\$ -	\$ -
Due from other funds	493,227	-	-
Accounts receivable (net)	1,264,732	504,023	1,047,050
Notes receivable	-	-	-
Inventory, at cost	-	-	-
Prepaid expenses	363,086	-	-
Total current assets	2,753,736	504,023	1,047,050
Noncurrent assets			
Loans to other funds	-	266,894	1,400,000
Deferred charge	60,571	30,240	-
Total loans to other funds and deferred charges	60,571	297,134	1,400,000
Restricted assets:			
Cash	6,125	-	28,077
Employee PC loans receivable	-	-	-
Investments	402,654	201,025	318,795
Total restricted assets	408,779	201,025	346,872
Capital assets:			
Land	297,512	944,867	502,250
Buildings	2,139,395	-	1,110,983
Improvements	41,591,542	25,706,117	-
Project under construction	-	-	-
Office furniture	40,442	-	-
Equipment	240,233	5,295	-
Vehicles	-	-	-
Total capital assets	44,309,124	26,656,279	1,613,233
Less accumulated depreciation	(14,069,233)	(4,531,722)	(254,610)
Net capital assets	30,239,891	22,124,557	1,358,623
Water rights	4,633	-	-
Water stock	675,098	-	-
Total noncurrent assets	31,388,972	22,622,716	3,105,495
Total assets	\$ 34,142,708	\$ 23,126,739	\$ 4,152,545

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

	BDO Property Management	Non-Major Enterprise Funds	Total	Total Internal Service
\$	16,752,564	\$ 210,730	\$ 17,595,985	\$ 2,779,682
	-	-	493,227	-
	1,550,054	2,024,456	6,390,315	300,424
	-	-	-	-
	-	56,155	56,155	761,097
	-	-	363,086	-
	<u>18,302,618</u>	<u>2,291,341</u>	<u>24,898,768</u>	<u>3,841,203</u>
	-	-	1,666,894	-
	-	-	90,811	-
	-	-	<u>1,757,705</u>	-
	-	995	35,197	-
	-	-	-	69,163
	-	-	922,474	-
	-	<u>995</u>	<u>957,671</u>	<u>69,163</u>
	33,081,350	1,976,261	36,802,240	9,000
	92,587,513	1,599,139	97,437,030	723,002
	-	19,227,352	86,525,011	364,760
	-	-	-	-
	-	26,205	66,647	5,528
	-	8,090	253,618	8,148,700
	-	-	-	13,194,405
	<u>125,668,863</u>	<u>22,837,047</u>	<u>221,084,546</u>	<u>22,445,395</u>
	<u>(17,252,858)</u>	<u>(9,952,776)</u>	<u>(46,061,199)</u>	<u>(18,053,833)</u>
	<u>108,416,005</u>	<u>12,884,271</u>	<u>175,023,347</u>	<u>4,391,562</u>
	-	-	4,633	-
	-	-	675,098	-
	<u>108,416,005</u>	<u>12,885,266</u>	<u>178,418,454</u>	<u>4,460,725</u>
\$	<u>126,718,623</u>	<u>\$ 15,176,607</u>	<u>\$ 203,317,222</u>	<u>\$ 8,301,928</u>

OGDEN CITY CORPORATION
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2006

Page 3 of 4

	Water	Sewer	Refuse
LIABILITIES AND NET ASSETS			
LIABILITIES:			
Current liabilities			
Due to other funds	\$ -	\$ 2,527,168	\$ 1,236,753
Accounts payable	87,899	12,057	117,196
Contracts payable	-	-	-
Property tax payable	-	-	-
Claims payable	-	-	-
Unearned revenue	-	-	-
Accrued wages payable	106,568	27,740	40,364
Accrued compensated absences	91,611	19,869	30,738
Other accrued payables	82,020	22,536	-
Deposits payable	414,111	-	-
	<u>782,209</u>	<u>2,609,370</u>	<u>1,425,051</u>
Total current liabilities (payable from current assets)			
CURRENT LIABILITIES (payable from restricted assets):			
Revenue bonds/note payable	166,750	367,980	185,000
Accrued bond interest	8,635	9,554	5,304
Customer deposits	-	-	-
	<u>175,385</u>	<u>377,534</u>	<u>190,304</u>
Total current liabilities (payable from restricted assets)			
Total current liabilities	<u>957,594</u>	<u>2,986,904</u>	<u>1,615,355</u>
Noncurrent liabilities			
Revenue bonds/note payable	4,278,805	3,064,961	2,455,000
Compensated absences	213,759	46,363	71,720
Loans from other funds	-	-	-
	<u>4,492,564</u>	<u>3,111,324</u>	<u>2,526,720</u>
Total noncurrent liabilities			
Total liabilities	<u>5,450,158</u>	<u>6,098,228</u>	<u>4,142,075</u>
NET ASSETS:			
Investment in general capital assets (net of related debt)	25,794,336	18,691,616	(1,281,377)
Restricted net assets	408,779	201,025	346,872
Unrestricted net assets	2,489,435	(1,864,130)	944,975
	<u>28,692,550</u>	<u>17,028,511</u>	<u>10,470</u>
Total net assets	<u>\$ 28,692,550</u>	<u>\$ 17,028,511</u>	<u>\$ 10,470</u>

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

	BDO Property Management	Non-Major Enterprise Funds	Total	Total Internal Service
\$	-	\$ 3,860,274	\$ 7,624,195	\$ 1,886,463
	676,425	34,035	927,612	657,677
	-	-	-	1,033,024
	-	-	-	-
	-	-	-	912,438
	-	572,484	572,484	-
	3,143	149,867	327,682	87,508
	1,691	104,325	248,234	43,761
	-	-	104,556	-
	-	-	414,111	-
	<u>681,259</u>	<u>4,720,985</u>	<u>10,218,874</u>	<u>4,620,871</u>
	4,183,790	-	4,903,520	-
	-	-	23,493	-
	-	-	-	-
	<u>4,183,790</u>	<u>-</u>	<u>4,927,013</u>	<u>-</u>
	<u>4,865,049</u>	<u>4,720,985</u>	<u>15,145,887</u>	<u>4,620,871</u>
	518,950	-	10,317,716	-
	3,944	243,425	579,211	102,108
	-	779,939	779,939	-
	<u>522,894</u>	<u>1,023,364</u>	<u>11,676,866</u>	<u>102,108</u>
	<u>5,387,943</u>	<u>5,744,349</u>	<u>26,822,753</u>	<u>4,722,979</u>
	103,713,265	12,884,271	159,802,111	4,391,562
	-	-	956,676	-
	<u>17,617,415</u>	<u>(3,452,013)</u>	<u>15,735,682</u>	<u>(812,613)</u>
\$	<u><u>121,330,680</u></u>	<u><u>9,432,258</u></u>	<u><u>176,494,469</u></u>	<u><u>3,578,949</u></u>

OGDEN CITY CORPORATION
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2006

Page 1 of 2

	Water	Sewer	Refuse
OPERATING REVENUES:			
Charges for services	\$ 7,775,694	\$ 5,801,639	\$ 3,828,593
OPERATING EXPENSES:			
Cost of materials and parts	-	-	-
Personal services:			
Salaries and wages	1,986,535	517,224	753,307
Benefits	809,941	203,185	277,245
Supplies:			
Office supplies	155,053	1,402	618
Operating supplies	387,454	35,627	26,151
Repair and maintenance supplies	40,614	3,538	884
Charges for services:			
Sewer district charges	-	1,219,690	-
Disposal charges	-	-	934,904
Public utility services	407,557	34,758	24,693
Travel and education	9,194	2,326	447
Contracted agreements	1,285,973	781,038	62,971
Other operating expenses:			
Depreciation	717,502	338,304	44,439
Data processing and computer equipment	446,800	110,250	13,975
Maintenance and repair	363,360	639,803	47,853
Vehicle operating expenses	315,915	286,860	773,300
Water purchase	847,398	-	-
Claims payments	-	-	-
Miscellaneous	41,225	7,694	106,474
Total operating expenses	7,814,521	4,181,699	3,067,261
Operating income (loss)	(38,827)	1,619,940	761,332
NON-OPERATING REVENUES (EXPENSES):			
Revenues:			
Interest income	99,626	20,404	1,714
Gain on sale of assets	58,982	-	-
Accounting charges	404,938	-	-
Special district taxes	726,172	-	-
Grants and donations	-	-	-
Miscellaneous income	3,027	26,581	2,136,560
Expenses:			
Interest expense	(217,539)	(274,882)	(177,200)
Rental charges	(116,144)	(109,965)	(74,399)
Fiscal charges	(1,359,180)	(738,854)	(805,719)
Total non-operating revenues (expenses)	(400,118)	(1,076,716)	1,080,956
Contributed capital	37,711	-	-
Income before operating transfers	(401,234)	543,224	1,842,288
Transfers in	6,071,454	8,521,842	-
Transfers out	(465,125)	(1,900)	-
Change in net assets	5,205,095	9,063,166	1,842,288
Net assets, July 1 (restated)	23,487,455	7,965,345	(1,831,818)
Net assets, June 30	\$ 28,692,550	\$ 17,028,511	\$ 10,470

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

	BDO Property Management	Non-Major Enterprise Funds	Total	Internal Service Funds
\$	2,474,339	\$ 3,894,734	\$ 23,774,999	\$ 12,102,053
	-	149,345	149,345	2,649,133
	73,748	2,706,293	6,037,107	1,623,941
	15,411	949,875	2,255,657	606,078
	5,039	8,630	170,742	47,553
	-	178,967	628,199	39,843
	-	2,580	47,616	7,137
	-	-	1,219,690	-
	-	-	934,904	-
	6,584	222,255	695,847	1,172,200
	316	16,896	29,179	34,524
	556,988	527,687	3,214,657	2,661,871
	3,701,673	856,768	5,658,686	1,874,587
	33,000	55,975	660,000	562,997
	8,554	83,127	1,142,697	76,636
	7,156	523,065	1,906,296	96,296
	-	-	847,398	-
	-	-	-	1,530,413
	1,702	90,307	247,402	2,724
	4,410,171	6,371,770	25,845,422	12,985,933
	(1,935,832)	(2,477,036)	(2,070,423)	(883,880)
	560,238	9,630	691,612	58,647
	3,913,880	-	3,972,862	127,563
	-	-	404,938	-
	-	-	726,172	-
	1,399,331	1,575,590	2,974,921	-
	-	21,589	2,187,757	1,658,368
	(311,165)	(161,646)	(1,142,432)	(30,428)
	-	(8,670)	(309,178)	(5,056)
	-	(251,606)	(3,155,359)	-
	5,562,284	1,412,495	6,351,293	1,809,094
	-	227,608	265,319	-
	3,626,452	(836,933)	4,546,189	925,214
	2,791,588	146,425	17,531,309	-
	(29,797,798)	(500)	(30,265,323)	-
	(23,379,758)	(918,616)	(8,187,825)	925,214
	144,710,438	10,350,874	184,682,294	2,653,735
\$	<u>121,330,680</u>	<u>\$ 9,432,258</u>	<u>\$ 176,494,469</u>	<u>\$ 3,578,949</u>

**OGDEN CITY CORPORATION
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2006**

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	Water	Sewer	Refuse
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers	\$ 7,471,578	\$ 5,709,097	\$ 3,785,207
Cash received (paid) from (to) other funds	330,004	(379,229)	413,432
Cash payments to suppliers for goods and services	(4,385,281)	(3,167,391)	(1,995,579)
Cash payments to employees for services	(2,783,926)	(716,814)	(1,024,411)
Miscellaneous income	-	-	-
Net cash from operating activities	632,375	1,445,663	1,178,649
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Fiscal charges paid to other funds	(1,486,106)	(864,468)	(1,198,823)
Fiscal charges received - other funds	404,938	-	-
Payments paid - interfund loans	-	-	-
Payments received - interfund loans	-	-	-
Special district taxes	726,172	-	-
Deposits collected for other govts	-	-	-
Change in long-term compensated absences	(8,257)	2,395	3,035
Grants/donations	-	-	-
Transfers in	-	-	-
Transfers out	(465,125)	(1,900)	-
PC loans paid	-	-	-
Net cash from noncapital financing activities	(828,378)	(863,973)	(1,195,788)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	(10,415)	-	-
Proceeds from capital debt	-	-	-
Capital grants	37,711	-	-
Principal paid on revenue bonds	(160,080)	(353,057)	(175,000)
Interest paid on revenue bonds	(217,810)	(275,618)	(177,551)
Payments on contracts payable	-	-	-
Interest expense on loans	-	-	-
Proceeds from sale of assets	58,982	-	-
Net cash from capital and related financing activities	(291,612)	(628,675)	(352,551)
CASH FLOWS FROM INVESTING ACTIVITIES:			
Interest on investments	99,626	20,404	1,714
Miscellaneous non-operating income	3,027	26,581	1,450,894
Interest expense on cash deficit	-	-	(1,400,000)
Net cash from investing activities	102,653	46,985	52,608
Net increase (decrease) in cash equivalents	(384,962)	-	(317,082)
Cash/equivalents at beginning of year	1,023,778	-	345,159
Cash/equivalents at end of year	638,816	-	28,077
Cash/equivalents, end of year (unrestricted)	632,691	-	-
Cash/equivalents, end of year (restricted)	6,125	-	28,077
Total cash/equivalents, end of year	\$ 638,816	\$ -	\$ 28,077

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

	BDO Property Management	Non-Major Enterprise Funds	Totals	Internal Service Funds
\$	1,702,776	\$ 3,652,298	\$ 22,320,956	\$ 12,153,542
	-	722,263	1,086,470	(18,993)
	(822,854)	(1,877,161)	(12,248,266)	(8,803,007)
	(97,758)	(3,630,733)	(8,253,642)	(2,222,626)
	-	-	-	1,658,368
	<u>782,164</u>	<u>(1,133,333)</u>	<u>2,905,518</u>	<u>2,767,284</u>
	-	(260,276)	(3,809,673)	(5,056)
	-	-	404,938	-
	-	-	-	-
	11,703,808	-	11,703,808	-
	-	-	726,172	-
	-	-	-	-
	-	-	(2,827)	(2,860)
	1,399,331	1,575,590	2,974,921	-
	2,791,588	145,925	2,937,513	-
	-	-	(467,025)	-
	-	-	-	764
	<u>15,894,727</u>	<u>1,493,445</u>	<u>14,467,827</u>	<u>(7,152)</u>
	(8,150,390)	(424,883)	(8,585,688)	(1,827,303)
	-	-	-	-
	-	227,608	265,319	-
	-	-	(688,137)	355,000
	-	-	(670,979)	-
	(103,790)	-	-	(110,829)
	(311,165)	-	-	(2,503)
	<u>4,113,850</u>	<u>-</u>	<u>4,172,832</u>	<u>127,563</u>
	<u>(4,451,495)</u>	<u>(167,276)</u>	<u>(5,506,653)</u>	<u>(1,458,072)</u>
	560,238	28,055	710,037	58,648
	-	-	(1,400,000)	(27,925)
	<u>560,238</u>	<u>(133,591)</u>	<u>(689,963)</u>	<u>30,723</u>
	12,785,634	59,245	12,142,835	1,332,783
	<u>3,966,930</u>	<u>152,480</u>	<u>5,488,347</u>	<u>1,446,899</u>
	<u>16,752,564</u>	<u>211,725</u>	<u>17,631,182</u>	<u>2,779,682</u>
	16,752,564	210,730	17,595,985	2,779,682
	-	995	35,197	-
\$	<u>16,752,564</u>	<u>\$ 211,725</u>	<u>\$ 17,631,182</u>	<u>\$ 2,779,682</u>

**OGDEN CITY CORPORATION
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2006**

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

	<u>Water</u>	<u>Sewer</u>	<u>Refuse</u>
Operating income (loss)	\$ (38,827)	\$ 1,619,940	\$ 761,332
Reconciliation adjustments:			
Depreciation	717,502	338,304	44,439
Miscellaneous non-operating revenues (expenses)	-	-	-
Changes in assets and liabilities:			
Change in due from other funds	330,004	-	-
Change in accounts receivable	(304,116)	(92,542)	(43,386)
Change in inventory	-	-	-
Change in prepaid expenses	25,143	-	-
Change in due from other funds	-	-	-
Change in due to other funds	-	(379,229)	413,432
Change in accounts payable	(123,874)	(19,166)	(3,309)
Change in deposits payable	9,177	-	-
Change in unearned revenue	-	-	-
Change in other accrued liabilities	4,816	(25,239)	-
Change in wages payable and compensated absences	12,550	3,595	6,141
Total adjustments	<u>671,202</u>	<u>(174,277)</u>	<u>417,317</u>
Net cash provided by operating activities	<u>\$ 632,375</u>	<u>\$ 1,445,663</u>	<u>\$ 1,178,649</u>

NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:

The City entered into a capital lease to buy equipment in the Fleet and Facilities fund. The lease amount totaled \$355,000.

BDO Property Management	Non-Major Enterprise Funds	Totals	Internal Service Funds
\$ (1,935,832)	\$ (2,477,036)	\$ (2,070,423)	\$ (883,880)
3,701,673	856,768	5,658,686	1,874,587
-	-	-	1,658,368
-	-	330,004	-
(771,563)	(242,436)	(1,454,043)	51,489
-	6,873	6,873	(85,784)
-	-	25,143	-
-	-	-	-
-	722,263	756,466	(18,993)
(203,515)	(10,660)	(360,524)	(25,622)
-	-	9,177	-
-	(14,540)	(14,540)	-
-	-	(20,423)	189,726
(8,599)	25,435	39,122	7,393
<u>2,717,996</u>	<u>1,343,703</u>	<u>4,975,941</u>	<u>3,651,164</u>
\$ <u>782,164</u>	\$ <u>(1,133,333)</u>	\$ <u>2,905,518</u>	\$ <u>2,767,284</u>

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

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

A. Reporting Entity

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

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

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

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

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

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

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

B. Government-wide And Fund Financial Statements

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

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

Government-wide Financial Statements

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

The *Statement of Net Assets* presents the City's non-fiduciary assets and liabilities, with the difference reported as net assets. Net assets are restricted when constraints placed upon them are either externally imposed or are imposed by constitutional provisions or enabling legislation. The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. The City does not allocate general government (indirect) expenses to other functions. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not meeting the definition of program revenues are reported as general revenues.

Fund Financial Statements

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

The City reports the following major governmental funds:

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

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

The City reports the following major proprietary funds:

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

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

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

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

C. Measurement Focus and Basis of Accounting

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

The proprietary fund statements are also prepared using the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues generally result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating items, such as interest expense and investment earnings, result from nonexchange transactions or ancillary activities.

For business-type activities and enterprise funds, the City follows all GASB pronouncements and all Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989 unless those standards conflict with a GASB pronouncement.

The governmental fund financial statements are prepared and reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Expenditures are generally recorded when the related liability is incurred.

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

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

Pooled Cash and Temporary Investments

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

Long-term Investments

Investments are reported in accordance with GASB Statement 31. Investments are reported at fair market value or amortized cost.

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

Interest Rate Swap

The Ogden City Redevelopment Agency (RDA) entered into two Libor-indexed interest rate swaps with Bear Stearns Capital Markets Inc. on November 10, 2005 in conjunction with the issuance of its \$8,900,000 RDA Taxable Variable Rate Revenue Bonds Series 2005B and its \$22,400,000 RDA Taxable Variable Rate Bonds Series 2005C-1 and 2005C-2. The Series 2005B Bonds will be paid from lease revenues derived from a commercial lease agreement. The Series 2005C-1 and 2005C-2 bonds will be paid with tax increment revenues from the American Can Redevelopment District and lease revenues. The Series 2005B and Series 2005C-1 and 2005C-2 bonds are further secured by a letter of credit issued by Bank of New York. The Bank of New York letter of credit terminates on November 28, 2008.

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

Terms: The Series 2005 Bonds were issued November 29, 2005, which is the same day the Swap became effective. The Series 2005B bonds amortize over a 25 year period ending January 1, 2031 and the Series 2005C bonds amortize over a 20 year period ending January 1, 2026. The swap terminates on December 1, 2015. Under terms of the Bear Stearns swap, the RDA pays the counterparty (Bank of New York) a fixed rate of 4.95% on the Series 2005B Bonds and 5.507% on the Series 2005C Bonds on the first business day of January, April, July, and October during the term of the Transaction. The RDA receives a floating rate on the same dates equal to 1 month Libor plus .20% applicable for the same calculation period.

Fair Value: As of 06/30/2006 the following mid-market values based upon the market close rate data provided by Bloomberg Financial were:

\$ 8.9M	100% Libor Swap	\$548,406
\$22.4M	100% Libor Swap	\$494,170

Basis risk: The floating rate paid to the RDA under the Bear Stearns Swap is the actual 1 month Libor plus .20% on the Series 2005 Bonds. There is no mismatch between the amortization schedule for the Series 2005 Bonds and the Notional Amount Reduction schedule for the Bear Stearns Swap, either in the amount or timing of payments.

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

Short-term Interfund Receivables and Payables

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

Loans to Other Funds

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

Inventories

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

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

Prepaid Items

Payments made to vendors for services that will benefit periods beyond June 30, 2006 are recorded as prepaid items.

Restricted Assets

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

Capital Assets

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

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

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

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

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

Compensated Absences - Accumulated Unpaid Vacation, Sick Pay, and Compensation Time

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

Long-term Obligations

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

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

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

Net Assets/Fund Balances

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

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

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

Permanently restricted net assets are those assets on which an outside party has imposed a restriction of use, and the funds are not expendable.

E. Revenues and Expenditures

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

Property Tax Revenue

Ad valorem (based on value) property taxes constitute a major source of General Fund revenue. Taxes are levied through the passage of an ordinance in June of each year. The levy is applicable to only one fiscal year. All taxable property is required to be assessed and taxed at a uniform and equal rate on the basis of fair market value. The State Tax Commission is required to assess certain statutorily specified types of property including public utilities and mining property. The County Assessor is required to assess all other types of taxable property, and both entities are required to assess the respective types of property as of January 1, the assessment (lien) date. The County is then required to complete the tax rolls by May 15th. By July 21st, the County Treasurer is to mail assessed value and tax notices to property owners. Then a taxpayer may petition the County Board of Equalization between August 1st and August 15th for a revision of the assessed value. Approved changes in assessed value are made by the County Auditor by November 1st and on this same date the Auditor is to deliver the completed assessment rolls to the County Treasurer. Tax notices are mailed with a due date of November 30th, and delinquent taxes are subject to penalty. Unless delinquent taxes and penalties are paid before January 15th, a lien is attached to the property, and the amount of taxes and penalties bear interest from January 1st until paid. After five years delinquent taxes have not been paid, the County sells the property at a tax sale. Tax collections are remitted to the City from the County on a monthly basis. With the July 1, 2000 adoption of GASB Statement No. 33, more fully described below, the City changed its accounting for property taxes.

GASB Statement No. 33, Accounting and Financial Reporting for nonexchange Transactions, defines a nonexchange transaction as one in which, "a government either gives value to another party without directly receiving equal value in exchange or receives value from another party without giving equal value in exchange." For property taxes, at January 1 of each year (the assessment date), the City has the legal right to collect the taxes, and in accordance with the provisions of the statement, has now recorded a receivable and a corresponding deferred revenue for the assessed amount of those property taxes as of January 1, 2006.

Revenue Availability

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

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
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Expenditure Recognition

In governmental funds, expenditures are generally recorded when the related liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Capital asset acquisitions are reported as expenditures, and proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources.

When an expenditure is incurred for purposes for which both restricted and unrestricted resources are available, the City generally uses restricted resources first, then unrestricted resources.

F. Interfund Activity and Balances

Government-wide Statements

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

Governmental Fund Statements

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

G. Budgets and Budgetary Accounting

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

Summary of City Budget Procedures and Calendar:

1. The City Council can amend the budget to any extent, provided the budgeted expenditures do not exceed budgeted revenues and appropriated fund balance.
2. Budgets are required by the State of Utah for the General, Special Revenue, Debt Service, and Capital Improvement Project Funds. The city also prepares budgets for Enterprise and Internal Service Funds
3. The City's organizational structure is divided into major administrative areas of management responsibility for an operation or group of related operations within a functional area referred to as "departments." Within a department may be several related operations. Each of which is referred to as a "division." The legal level of control (defined as the level at which the governing body must approve any expenditures in excess of appropriations or transfers of appropriated amounts) required by the State of Utah is at the departmental level. Each year the City publishes a separate budget document prepared according to this legal level of control.
4. The City's budget is a Financial Plan of all estimated revenues and all appropriations for expenditures. Revenues and Expenditures must balance for the funds required by the State Code as indicated in item 2 above.
5. A tentative budget is presented by the Mayor to the City Council by the first regularly scheduled council meeting in May. The tentative budget is reviewed and tentatively adopted by the Council no later than June 22.
6. The tentative budget is a public record and is available for inspection at the County library, City finance department, and City Recorder's office for at least ten days prior to adoption of the final budget.
7. Notice of public hearing on adoption of the final budget is published seven days prior to the public hearing.

OGDEN CITY, UTAH
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8. The public hearing on the tentatively adopted budget is held no later than June 22. Final adjustments are made to the tentative budget by the council after the public hearing.
9. Occasionally the City Council will exercise their option to open the budget to indicate additional financing sources that become available. One each year, as the financial report for the prior year is completed, there is a substantial budget opening. At that time carryover funds in the form of encumbrance reserves, capital projects funding and unallocated federal funds are included in the next year's budget.
10. The final budget is adopted by ordinance before June 22 and a copy of the budget certified by the Budget Officer is filed with the State Auditor within thirty days of adoption.
11. In connection with budget adoption:
 - a. An annual tax ordinance establishing the property tax rate is adopted before June 22.
 - b. The City Recorder is to certify the property tax rate to the County Auditor before June 22.
12. Budgets for the General, Special Revenue, Debt Service and Capital Improvement Projects Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

Summary of Action Required for Budget Changes:

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

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

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

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

NOTE 2. DEPOSITS AND INVESTMENTS

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

A. Custodial Credit Risk

Deposits. Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be recovered. The City's policy for managing custodial credit risk is to adhere to the Act. The Act requires all deposits of City funds to be in a qualified depository, defined as any financial institution whose deposits are insured by an agency of the federal government and which has been certified by the Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council.

The City's deposits in the bank in excess of the insured amount are uninsured and are not collateralized, nor do state statutes require them to be. The City's deposits at June 30, 2006 were \$26,333,124 of which \$25,833,124 were uninsured and uncollateralized.

Investments. Custodial credit risk for investments is the risk that in the event of the failure of the counterparty, the City will not be able to recover the value of its investments that are in the possession of an outside party. The City does not have a formal policy for custodial credit risk of investments. The entire \$16,674,619 of the City's investments in government agency securities, corporate bonds, commercial paper, corporate notes and money market funds are uninsured, unregistered, and held by the counterparty's trust department. However, the investments are held in the City's name and therefore are not exposed to custodial credit risk.

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

B. Credit Risk

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

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

Following are the City's cash and investments at June 30, 2006:

<u>Cash deposit and Investment Type</u>	<u>Fair Value</u>	<u>Maturity</u>	<u>Quality Ratings</u>
Cash on deposit **	\$ 2,448,093	n/a	not rated
PTIF Investments	3,119,833	n/a	not rated
Certificates of deposit	5,088,599	n/a	not rated
Trust accounts	15,676,124	n/a	not rated
Government agency	992,685	150 days*	Aaa
Corporate bond	493,785	105 days	Aaa
Commercial paper	10,527,781	15 days*	P-1
Government agency floater	1,946,299	147 days*	Aaa
Corporate floating note	1,701,197	40 days*	Aaa
Corporate demand note	134,057	5 days	P-1
Money Market Funds	878,815	n/a	not rated
Total	<u>\$ 43,007,268</u>		

* Weight-average maturity

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

Cash and investments	\$ 24,933,700
Restricted cash	2,074,226
Restricted investments	15,999,342
Total	<u>\$ 43,007,268</u>

C. Interest Rate Risk

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

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

D. Concentration of Credit Risk

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

The City's investments are diversified in such a manner that no individual investment represents more than 5% of the City's total investments at June 30, 2006. These investments are reported within the General Fund, and Gomer A. Nicholas Park Fund

NOTE 3. RECEIVABLES AND PAYABLES

A. Interfund Payables and Receivables:

Due To/From other funds - Cash overdrafts:

Funds which have overdrawn their share of pooled cash show a due to other funds on the balance sheet for the amount of the overdraft. Funds which management selected because of their strong cash position show an offsetting due from other funds on the balance sheet. Funds which had overdrawn their share of pooled cash and the offsetting funds as of June 30, 2006 were as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Sewer	\$ 2,527,168
General	Refuse	1,236,753
General	Airport	2,095,013
General	Golf	1,272,034
Special revenue	Internal service (facilities)	1,886,463
Water	Medical services	493,227
Capital projects (non-major gov't)	Union Station (non-major gov't)	123,292
Capital projects (non-major gov't)	Gomer Nicolas (non-major gov't)	7,589
Total		<u>\$ 9,641,539</u>

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

B. Loans To/From Other Funds:

Funds which have received loans from other funds as of June 30, 2006 were:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Redevelopment Agency	General	\$ 346,498
General	Redevelopment Agency	9,122,738
Sewer	Golf Course	266,894
Cemetery	Golf Course	513,045
Refuse	Redevelopment Agency	1,400,000
Total		<u>\$ 11,649,175</u>

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

Repayment terms – Interfund Lending Activity :

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

General fund to the Redevelopment Agency : These loans have been reserved for in the general fund. Terms of the note specify that tax increment revenue from the individual project areas is to be used to repay these loans.

Sewer fund loan to Golf Courses fund : Terms of the note indicate that principal and interest payments are to be made from Golf Courses fund excess each year.

Cemetery perpetual care fund loan to Golf Courses fund : Terms of the note indicate that principal and interest payments are to be made from Golf Courses fund excess each year.

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

C. Management Information Services:

Upon Recommendation of the Administration, the City Council approved an interest free computer purchase loan program for City employees. \$100,000 was set aside in the MIS (Data Processing) Internal Service Fund as the funding mechanism. The program has strict controls to ensure that quality equipment is purchased and payment is handled automatically through payroll deduction with additional protection for early termination. \$4,000 is the maximum allowed for each employee and as payments are received to replenish the funding for additional purchases, employees on a waiting list are given the opportunity to participate. In addition to the increased morale of City employees, this program benefits the City through increased employee computer literacy.

The Management information Systems Internal Service Fund showed a receivable of \$69,163 at June 30, 2006 for these PC loans to employees.

D. Special Assessments Receivable:

Current.....	\$	22,264
Delinquent.....		322,300
Total.....	\$	344,564

NOTE 4. INTERFUND TRANSFERS

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

	Transfers in reported in:						Total Transfers In
	General Fund	Redevel- opment Agency	Water and Sewer Funds	BDO Fund	Nonmajor Funds	Gov't Wide Statement of Activities	
Transfers out reported in:							
General Fund	\$ 100,000	\$ 787,452	\$ -	\$ 1,308,813	\$ 2,500,700	\$ -	\$ 4,696,965
Debt Service Fund	-	-	-	-	-	-	-
Redevelopment Agency	150,000	19,161,197	-	1,026,650	-	-	20,337,847
Water Fund	-	-	-	456,125	9,000	-	465,125
Sewer Fund	-	-	-	-	1,900	-	1,900
BDO Property Management	-	-	14,593,296	-	-	15,204,502	29,797,798
Nonmajor Funds	-	-	-	-	17,000	-	17,000
Total Transfers Out	\$ 250,000	\$ 19,948,649	\$ 14,593,296	\$ 2,791,588	\$ 2,528,600	\$ 15,204,502	\$ 55,316,635

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

NOTE 5. CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2006 was as follows:

	Capital Assets			
	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
Capital assets being depreciated:				
Buildings and Improvements (restated)	\$ 97,277,101	\$ 2,793,779	\$ -	\$ 100,070,880
Equipment (restated)	22,353,332	1,741,259	(1,303,006)	22,791,585
Total	<u>117,984,891</u>	<u>4,535,038</u>	<u>(1,303,006)</u>	<u>122,862,465</u>
Less Accumulated Depreciation for:				
Building and Improvements (restated)	(45,404,828)	(4,253,872)	-	(49,658,700)
Equipment (restated)	(17,552,184)	(1,900,954)	1,029,746	(18,423,392)
Total	<u>(62,623,183)</u>	<u>(6,154,826)</u>	<u>1,029,746</u>	<u>(68,082,092)</u>
Capital assets being depreciated, net	55,361,708	(1,619,788)	(273,260)	54,780,373
Land (restated)	19,474,551	-	-	19,474,551
Construction in Progress	-	6,087,017	-	6,087,017
Infrastructure	55,776,100	15,204,502	-	70,980,602
Governmental Activity Capital Assets, Net	<u>\$ 130,612,359</u>	<u>\$ 19,671,731</u>	<u>\$ (273,260)</u>	<u>\$ 151,322,543</u>
Business-type Activities:				
Capital assets being depreciated:				
Building and Improvements	\$ 196,342,909	\$ 20,308,576	\$ (32,689,444)	\$ 183,962,041
Equipment	309,850	10,415	-	320,265
Total	<u>196,652,759</u>	<u>20,318,991</u>	<u>(32,689,444)</u>	<u>184,282,306</u>
Less Accumulated Depreciation for:				
Buildings and Improvements	(45,447,623)	(5,948,338)	5,520,566	(45,875,395)
Equipment	(164,012)	(21,792)	-	(185,804)
Total	<u>(45,611,635)</u>	<u>(5,970,130)</u>	<u>5,520,566</u>	<u>(46,061,199)</u>
Capital assets being depreciated, net	151,041,124	14,348,861	(27,168,878)	138,221,107
Land (restated)	37,361,390	-	(559,150)	36,802,240
Construction in Progress	676,568	-	(676,568)	-
Business-type Activities Capital Assets, Net	<u>\$ 189,550,041</u>	<u>\$ 14,348,861</u>	<u>\$ (28,404,596)</u>	<u>\$ 175,023,347</u>

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

General Administration.....	\$ 1,019,594
Public Safety.....	537,700
Transportation.....	773,925
Environmental Protection.....	19,771
Leisure Opportunities.....	963,508
Community Development.....	965,742
Depreciation on capital assets of the City's internal service funds is charged to the various functions based on their usage of assets	1,874,586
Total.....	<u>\$ 6,154,826</u>

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

The City has an active construction projects as of June 30, 2006. At year-end the City's commitments with contractors are as follows:

Project	Commitment	Expended @ 6/30/06	Remaining Commitment
Recreation Center (Mall)	\$ 15,000,000	\$ 6,087,017	\$ 8,912,983

At the end of 2006, the determination was made that infrastructure assets should no longer be carried in the Business Depot Ogden enterprise fund. The determination resulted in a transfer of infrastructure assets to the Water and Sewer funds and to the General infrastructure of the City. A total of \$29,797,798 in infrastructure was transferred out of BDO. Transfers to Water, Sewer and General Infrastructure were \$6,071,454, \$8,521,842 and \$15,204,502, respectively.

During the year, the City recognized a net insurance recovery on the fire loss of the Shupe-Williams building of \$2,071,591. The recovery was recorded as miscellaneous non-operating income in the City refuse enterprise fund. The refuse fund holds title to the property and held the title at the time of the loss of the structure.

NOTE 6. ASSETS HELD-FOR-RESALE

As part of the redevelopment of the Central Business District and the Ogden River District, the City has purchased a number of real properties. As of June 30, 2006, the City held \$2,662,171 in property for resale to purchasers meeting the criteria for the redevelopment district.

NOTE 7. LEASE COMMITMENTS

The City has entered into non-cancelable leases for equipment. Leases that in substance are purchases are reported as capital lease obligations. In the government-wide and proprietary fund statements, assets and liabilities resulting from capital leases are recorded at the inception of the lease at either the lower of fair value or the present value of the future minimum lease payments. The principal portion of lease payments reduces the liability, and the interest portion is expensed. In governmental fund statements, both the principal and interest portions of capital lease payments are recorded as expenditures of the applicable governmental function. The City entered into a new lease obligation in the amount of \$355,000 during the year. These lease obligations are shown in the Fleet and Facilities and Management Information Systems funds which are both internal service funds

Lease Commitment Table:

Year	Governmental Activities	Business-type Activities	Total
2007	\$ 310,615	\$ -	\$ 310,615
2008	301,555	-	301,555
2009	228,553	-	228,553
2010	228,553	-	228,553
2011	65,344	-	65,344
thereafter	-	-	-
Total	1,134,621	-	1,134,621
Less amounts representing interest	101,596	-	101,596
Present value of future minimum lease payments	\$ 1,033,025	\$ -	\$ 1,033,025

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

NOTE 8. LONG-TERM LIABILITIES

A. Changes in Long-term Liabilities

Changes in long-term liabilities for the year ended June 30, 2006 were as follows:

	Long-term Liabilities				
	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental Activities:					
General Obligation Bonds	\$ 19,475,000	\$ 1,995,000	\$ 1,450,000	\$ 20,020,000	\$ 1,565,000
Lease Revenue Bonds	3,475,000	2,865,000	3,000,000	3,340,000	335,000
Tax Increment Revenue Bonds	12,875,000	38,580,000	1,150,000	50,305,000	1,335,000
Special Assessment	334,000	-	77,000	257,000	81,000
RDA Notes Payable	2,100,000	-	2,100,000	-	-
Section 108	1,270,000	-	110,000	1,160,000	120,000
Lines-of-credit	-	1,693,305	-	1,693,305	1,693,305
Capital Leases	820,186	355,000	142,161	1,033,025	269,536
Compensated Absences	2,198,151	-	28,656	2,169,495	-
Add: Bond Premium	54,191	-	9,032	45,159	9,032
less: Bond Discounts	-	(336,300)	16,815	(319,485)	16,815
	<u>42,601,528</u>	<u>45,152,005</u>	<u>8,083,664</u>	<u>79,703,499</u>	<u>5,424,688</u>
Compensated Absences, current portion	942,065	-	13,340	928,725	928,725
Total Governmental Long-term Liabilities	<u>\$ 43,543,593</u>	<u>\$ 45,152,005</u>	<u>\$ 8,097,004</u>	<u>\$ 80,632,224</u>	<u>\$ 6,353,413</u>
Business-type Activities:					
Revenue Bonds and Note	\$ 16,013,163	-	\$ 791,927	\$ 15,221,236	\$ 4,903,520
Compensated Absences	554,408	24,803	-	579,211	-
	<u>16,567,571</u>	<u>24,803</u>	<u>791,927</u>	<u>15,800,447</u>	<u>4,903,520</u>
Compensated Absences, current portion	237,603	10,631	-	248,234	248,234
Total Business-type Long-term Liabilities	<u>\$ 16,805,174</u>	<u>\$ 35,434</u>	<u>\$ 791,927</u>	<u>\$ 16,048,681</u>	<u>\$ 5,151,754</u>

The compensated absence liability of governmental activities is liquidated in the General Fund, Enterprise Funds, or Internal Service Funds where the related employing department operates.

Additional information related to these long-term liabilities is found in the following tables including debt service requirements to maturity and information related to the City's defeased bonds.

B. General Obligation Bonds

During 2006, the City issued the 2006 Series Sales Tax Revenue Bonds. General Obligation Bonds Payable at June 30, 2006 consists of the following:

General Obligation Bonds Payable					
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2006
1996 Series Bonds	12/15/96	06/15/16	3.00% to 4.85%	\$ 23,000,000	\$ 1,520,000
1998 Refunding Bonds	11/03/98	12/15/15	3.35% to 4.35%	9,375,000	8,755,000
2003 Refunding Bonds	12/15/03	12/15/11	2.50% to 3.15%	8,000,000	7,750,000
2006 Sales Tax Revenue Bonds	03/01/06	03/01/26	5.10% to 6.00%	1,995,000	1,995,000
Total General Obligation Bonds Outstanding				<u>\$ 20,020,000</u>	

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

B. General Obligation Bonds, Continued

General Obligation Bonds-Debt Service Requirements to Maturity						
Year	1996 Series		1998 Refunding		2003 Refunding	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$ 1,290,000	\$ 516,590	\$ 100,000	\$ 373,180	\$ 130,000	\$ 220,363
2008	230,000	76,503	105,000	369,130	1,250,000	203,113
2009			105,000	364,904	1,525,000	166,519
2010	-	-	105,000	360,650	1,565,000	124,031
2011	-	-	110,000	356,242	1,615,000	77,479
2012-2016	-	-	8,230,000	1,070,880	1,665,000	26,223
2017	-	-	-	-	-	-
Total	\$ 1,520,000	\$ 593,093	\$ 8,755,000	\$ 2,894,986	\$ 7,750,000	\$ 817,728

Year	2006 Sales Tax		Total	
	Principal	Interest	Principal	Interest
2007	\$ 45,000	\$ 121,348	\$ 1,565,000	\$ 1,231,481
2008	60,000	100,575	1,645,000	749,321
2009	65,000	96,975	1,695,000	628,398
2010	70,000	93,075	1,740,000	577,756
2011	75,000	89,505	1,800,000	523,226
2012-2016	525,000	381,605	10,420,000	1,478,708
2017-2026	1,155,000	384,160	1,155,000	384,160
Total	\$ 1,995,000	\$ 1,267,243	\$ 20,020,000	\$ 5,573,050

C. Lease Revenue Bonds

During the fiscal year ending June 30, 2006, the Municipal Building Authority issued the Series 2006 Refunding bonds to partially refund the Series 2000A Bonds. Lease Revenue Bonds Payable at June 30, 2006 consists of the following:

Lease Revenue Bonds Payable					
	Issue	Maturity	Interest	Original	Balance
	Date	Date	Rate	Amount	June 30, 2006
Series 1997 (Stadium) Bonds	03/01/97	01/01/07	3.75% to 7.00%	\$ 900,000	\$ 195,000
Series 2000A Bonds (refunded)	03/01/00	06/15/21	4.90% to 6.00%	3,680,000	280,000
Series 2006 refunding	04/04/06	06/15/21	4.35%	2,865,000	2,865,000
Total Lease Revenue Bonds Payable					\$ 3,340,000

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

C. Lease Revenue Bonds, Continued

Lease Revenue Bonds-Debt Service Requirements to Maturity						
Year	Series 1997		Series 2000A		Series 2006 refunding	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$ 195,000	\$ 10,140	\$ 135,000	\$ 163,442	\$ 5,000	\$ 288,873
2008	-	-	145,000	157,680	15,000	278,873
2009	-	-	-	-	170,000	123,873
2010	-	-	-	-	175,000	118,873
2011	-	-	-	-	185,000	108,873
2012-2016	-	-	-	-	1,035,000	434,365
2017-2021	-	-	-	-	1,280,000	175,492
Total	\$ 195,000	\$ 10,140	\$ 280,000	\$ 321,122	\$ 2,865,000	\$ 1,529,222

Total		
Year	Principal	Interest
2007	\$ 335,000	\$ 462,455
2008	160,000	436,553
2009	170,000	123,873
2010	175,000	118,873
2011	185,000	108,873
2012-2016	1,035,000	434,365
2017-2021	1,280,000	175,492
Total	\$ 2,060,000	\$ 1,684,992

D. Tax Increment Revenue Bonds

During 2006, the Redevelopment Agency issued tax increment revenue bonds for work in the Mall District related to the Recreation Center development. Tax Increment Revenue Bonds Payable at June 30, 2006 consists of the following:

Tax Increment Bonds Payable					
	Issue	Maturity	Interest	Original	Balance
	Date	Date	Rate	Amount	June 30, 2006
Washington Blvd Series 2001 C	11/30/01	12/30/06	3.75%	\$ 1,425,000	\$ 320,000
25th Street (Crown Plaza)	09/18/01	02/01/18	variable	1,610,000	1,380,000
BDO Tax Increment Series 2001D	12/28/01	12/30/16	4.58%	6,670,000	6,340,000
BDO Tax Increment Series 2002A	01/10/02	12/30/05	3.78%	2,000,000	-
BDO Tax Increment Series 2002B	01/10/02	12/30/16	4.58%	3,330,000	3,225,000
Wall Ave Tax Increment	08/29/02	02/01/19	variable	675,000	675,000
2005 Series A - Recreation Center	11/01/05	04/01/25	variable	7,280,000	7,065,000
2005 Series B - Recreation Center	11/01/05	04/01/25	variable / swap	8,900,000	8,900,000
2005 Series C - Recreation Center	11/29/05	01/01/26	variable / swap	22,400,000	22,400,000
Total Tax Increment Revenue Bonds Payable				\$	50,305,000

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

D. Tax Increment Revenue Bonds, Continued

Tax Increment Revenue Bonds-Debt Service Requirements to Maturity						
Year	Washington Blvd Series 2001C		25th Street (Crown Plaza)		BDO Tax Increment Series 2001D	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$ 320,000	\$ 6,000	\$ 70,000	\$ 41,400	\$ 460,000	\$ 290,372
2008	-	-	80,000	39,300	480,000	269,304
2009	-	-	85,000	36,900	500,000	247,320
2010	-	-	90,000	34,350	520,000	224,420
2011	-	-	100,000	31,650	550,000	200,604
2012-2016	-	-	625,000	108,750	3,120,000	603,644
2017-2021	-	-	330,000	15,000	710,000	32,518
thereafter	-	-	-	-	-	-
Total	\$ 320,000	\$ 6,000	\$ 1,380,000	\$ 307,350	\$ 6,340,000	\$ 1,868,182

Year	BDO Tax Increment Series 2002B		Wall Ave Tax Increment		Recreation Center 2005 Series A	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$ 230,000	\$ 147,705	\$ 30,000	\$ 9,788	\$ 225,000	\$ 297,975
2008	240,000	137,171	35,000	9,353	245,000	288,187
2009	255,000	126,179	35,000	8,845	275,000	277,530
2010	265,000	114,500	40,000	7,758	455,000	272,581
2011	275,000	102,363	40,000	7,757	475,000	255,127
2012-2016	1,595,000	309,837	275,000	28,636	2,720,000	947,646
2017-2021	365,000	16,717	220,000	6,597	1,360,000	479,586
thereafter	-	-	-	-	1,310,000	139,634
Total	\$ 3,225,000	\$ 954,472	\$ 675,000	\$ 78,734	\$ 7,065,000	\$ 2,958,266

Year	Recreation Center 2005 Series B		Recreation Center 2005 Series C		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	-	\$ 387,148	-	\$ 1,233,568	\$ 1,335,000	\$ 2,413,956
2008	180,000	383,235	640,000	1,216,083	1,900,000	2,342,633
2009	190,000	375,187	685,000	1,179,668	2,025,000	2,251,629
2010	200,000	366,705	730,000	1,140,637	2,300,000	2,160,951
2011	215,000	357,733	775,000	1,099,266	2,430,000	2,054,500
2012-2016	1,270,000	1,633,424	4,665,000	4,778,216	14,270,000	8,410,153
2017-2021	1,675,000	1,315,601	6,325,000	3,277,282	10,985,000	5,143,301
thereafter	5,170,000	1,327,082	8,580,000	1,240,725	15,060,000	2,707,441
Total	\$ 8,900,000	\$ 6,146,115	\$ 22,400,000	\$ 15,165,445	\$ 50,305,000	\$ 27,484,564

Swap payments and associated debt

Using rates as of June 30, 2006, debt service requirements of the Adjustable Rate 2005 Series B, 2005 Series C-1 and 2005 Series C-2 contain provisions for net swap payments. These payments assume current interest rates remain the same. As rates vary, variable-rate bond interest payments and net swap payments will vary. For the year ended June 30, 2006, the net swap payments on the 2005 Series B and 2005 Series C Bonds were \$8,513 and \$64,748.44, respectively. These payments represent the total paid for the first and second quarters of 2006 and are in addition to the interest expense represented in the chart above.

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

E. Special Assessment Bonds

The City did not issue additional Special Assessment Bonds during the fiscal year ending June 30, 2006. Special Assessment Bonds payable at year end consists of the following:

Special Assessment Bonds Payable					
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2006
District 190	06/30/99	07/01/09	4.80% to 5.40%	\$ 233,000	\$ 83,000
District 191	06/30/99	07/01/09	4.80% to 5.40%	491,000	174,000
Total Special Assessment Bonds Payable				\$	257,000

Special Assessment Bonds-Debt Service Requirements to Maturity						
Year	District 190		District 191		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$ 26,000	\$ 4,455	\$ 55,000	\$ 14,720	\$ 81,000	\$ 19,175
2008	28,000	3,064	58,000	12,095	86,000	15,159
2009	29,000	1,566	61,000	9,339	90,000	10,905
Total	\$ 83,000	\$ 9,085	\$ 174,000	\$ 36,154	\$ 257,000	\$ 45,239

F. Section 108

The Section 108 loan was created to refurbish the Eccles Building located in the heart of the City's downtown district. The loan is scheduled to be retired in August of 2012.

G. Enterprise Fund Revenue Bonds

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

Enterprise Fund Revenue and Note					
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2006
Series 1999 Refunding Bond (water and sewer)	04/01/99	06/15/24	5.00% to 6.20%	\$ 8,160,000	\$ 6,665,000
Series 2001 Bonds (solid waste)	08/29/01	06/15/16	4.90%	3,300,000	2,640,000
Series 2003 Refunding Bonds	02/24/03	03/03/10	4.20%	2,000,000	1,213,494
Note Payable (BDO)	11/09/04	05/01/07	Prime or 4.00%	4,080,000	4,080,000
Note Payable (BDO)	04/22/05	04/22/11	None Contracted	726,530	622,742
Total Bonds and Note Outstanding					\$ 15,221,236

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

G. Enterprise Fund Revenue Bonds, Continued

Year	Series 1999		Series 2001		Series 2003	
	Principal	Interest	Principal	Interest	Principal	Interest
2007	\$ 250,000	\$ 314,358	\$ 185,000	\$ 129,360	\$ 284,729	\$ 48,008
2008	260,000	303,858	195,000	120,295	296,814	35,924
2009	270,000	292,808	205,000	110,740	309,411	23,327
2010	280,000	281,333	215,000	100,695	322,542	10,195
2011	295,000	269,152	225,000	90,160	-	-
2012-2016	1,675,000	1,134,530	1,615,000	274,155	-	-
2017-2021	2,105,000	701,012	-	-	-	-
2022-2026	1,530,000	155,500	-	-	-	-
Total	\$ 6,665,000	\$ 3,452,551	\$ 2,640,000	\$ 825,405	\$ 1,213,496	\$ 117,454

Year	Notes Payable (BDO)		Total	
	Principal	Interest	Principal	Interest
2006	\$ 4,183,790	\$ 136,000	\$ 4,903,519	\$ 627,726
2007	103,790	-	855,604	460,077
2008	103,790	-	888,201	426,875
2009	103,790	-	921,332	392,223
2010	103,790	-	623,790	359,312
2011-2015	103,790	-	3,393,790	1,408,685
2016-2020	-	-	2,105,000	701,012
2021-2024	-	-	1,530,000	155,500
Total	\$ 4,702,740	\$ 136,000	\$ 15,221,236	\$ 4,531,410

H. Defeased Bonds

In prior years and in the current year, the City defeased certain general obligation and lease revenue bonds by placing the proceeds of new bonds and other monies into irrevocable trusts to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the Statement of Net Assets. At June 30, 2006, defeased outstanding bonds totaled \$15,770,000.

NOTE 9. LINES-OF-CREDIT

During the year the City entered into a line-of-credit agreement with a financial institution to help fund the activities of the Ogden River Project Tax Increment District. The line is for \$3,000,000 and carried a balance of \$1,388,930 as of June 30, 2006. The line-of-credit has a maturity date of June 8, 2011.

During the year the City entered into a line-of-credit agreement with Fannie Mae to help fund activities of the Community Development department and specifically the Housing and Urban Development program known as Asset Control Area. The line-of-credit is for \$1,000,000 and carried a balance of \$304,375. The line-of-credit has a maturity date of June 24, 2008.

NOTE 10. FUND BALANCES

A. Reserved

Ogden City's reserved fund balances represent amounts that are legally restricted for specific purposes by external contracts, bond agreements, or city ordinances. Fund balances are also reserved for encumbrances, inventories, and interfund loans as these amounts are not available for future appropriation or expenditure. The purposes for the reservations are noted on the face of the statements.

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

B. Designated

The City has designated \$84,109 of unreserved fund balance in certain funds for specific programs or projects.

C. Deficits

At June 30, 2006, Union Station and Golf Courses had deficit fund balances/net assets of \$123,292 and \$639,664 respectively.

The City expects these deficits to be eliminated through increased revenue or transfers in future years.

NOTE 11. UNEARNED REVENUE

Unearned revenues are resource inflows that do not yet meet the criteria for revenue recognition. Deferred amounts are always reported as unearned revenue. In governmental funds, earned amounts also are reported as unearned revenue until they are available to liquidate liabilities of the current period.

Ogden City has unearned revenues as of June 30, 2006 as follows:

General Fund	\$ 18,103,793
Special Revenue Fund (Redevelopment Agency)	5,917,806
Nonmajor Governmental Funds	256,376
Nonmajor Enterprise Funds	<u>572,484</u>
Total	<u>\$ 24,850,459</u>
Taxes receivable	\$ 14,406,216
Grant loans receivable	9,098,957
Prepaid airport lease	572,484
Deferred by State of Utah Legislation	404,045
Special assessments receivable	256,376
Unspent grant advances	61,429
Prepaid interments	44,650
Miscellaneous	<u>6,302</u>
Total	<u>\$ 24,850,459</u>

NOTE 12. RETIREMENT PLANS

A. Pension Plans

Ogden City contributes to the Local Government Contributory Retirement System, the Local Government Noncontributory Retirement Systems (collectively, the Systems), all of which are cost-sharing multiple-employer defined benefit pension plans. The Systems are administered by Utah Retirement Systems (URS) under the direction of the URS Board, which consists of the State Treasurer and six members appointed by the governor. URS is established under and governed by Title 49 of *Utah Code Annotated*, 1953, as amended (UCA). URS publishes an annual financial report that includes financial statements and required supplementary information for all retirement systems and deferred compensation plans administered by it. Copies of the report may be obtained by writing to Utah Retirement Systems, 560 East 200 South, Salt Lake City, Utah 84102; by calling 1-800-365-8772; or by visiting www.urs.org.

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

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

A. Pension Plans, Continued

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

	Local Government		Public Safety/ Fire Fighter System
	Contributory System	Noncontributory System	
Highest Average Salary.....	Highest 5 years	Highest 3 years	Highest 3 years
Years of Service and Age of Eligibility.....	30 years any age 20 years any age 10 years any age 4 years any age	30 years any age 25 years any age (a) 20 years age 60 (a) 10 years age 62 (a) 4 years age 65	20 years any age 10 years age 60 4 years age 65
Benefit Percent per Year of Service.....	1.10% to June 1967 1.25% to June 1975 2.00% thereafter	2.00% per year	2.50% per year up to 20 years 2.00% per year over 20 years Benefit cannot exceed 70% of final average salary
Annual Cost of Living Adjustment.....	up to 4.00%	up to 4.00%	up to 2.50%
2006 Rates as Percent of Covered Payroll:			
Employer.....	7.08%	11.09%	24.30%
Member.....	6.00%	-	7.083% (b)
Actual City Contributions Made, by year:			
2006.....	\$ 193,136	\$ 1,211,046	\$ 1,608,275
2005.....	186,190	1,096,567	1,524,131
2004.....	185,009	1,024,102	1,438,456

(a) Requires full actuarial reductions

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

B. Deferred Compensation Plans

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

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

NOTE 13. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City purchases commercial insurance through the Utah Risk Management Mutual Association to mitigate the costs of these risks. The City's responsibility extends only to payment of premiums, and deductibles are \$15,000 for general liability and property claims and \$2,500 for auto physical damage. The amount of settlements has not exceeded insurance coverage for the past three years.

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

The City maintains the Risk Management Fund (an internal service fund) to account for the cost of commercial insurance and to finance its risk of losses not covered by insurance. All departments of the City make payments to the Risk Management Fund based on estimates of each department's insurable risks of loss and on amounts needed to pay prior and current-year uninsured claims. Changes in fiscal years 2004, 2005 and 2006 were as follows:

Risk Management Fund - Uninsured Claims Liability						
		Beginning of Year Liability	Changes in Estimates	Claim Payments		End of Year Liability
2004	\$	361,804	\$ 1,397,557	\$ 998,618	\$	760,743
2005		760,743	788,861	990,193		559,411
2006		559,411	1,490,108	681,321		1,368,198

NOTE 14. LITIGATION AND CONTINGENCIES

The City records liabilities resulting from claims and legal actions when they become fixed or determinable in amount. The City is currently the defendant in several pending lawsuits. Legal counsel is of the opinion that potential claims against the City resulting from such litigation not covered by insurance do not pose a threat of significant liability to the City.

The City has received several federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to grantor agencies for expenditures disallowed under the terms of the grant. Based upon prior experience, the City believes such disallowances, if any, will be immaterial.

NOTE 15. REDEVELOPMENT AGENCY

The Ogden Redevelopment Agency had the following project areas which collected tax increment monies in the Fiscal Year ended June 30, 2006:

Fairmont District.....	\$	713,710
Central Business District Mall.....		59,487
South Central Business District.....		21,908
Lincoln Redevelopment.....		249,564
Washington Blvd.....		312,203
Lester Park.....		53,201
Golden Links.....		702
Park Blvd.....		43,325
25th Street.....		541,326
St. Benedicts Manor.....		182,611
Union Gardens.....		7,327
12th Street.....		138,616
BDO.....		2,240,413
American Can		309,064
Wall Ave		150,252
West 12th Street.....		854,178
Hinckley Dr.....		379,162
Hinckley Airport.....		87,594

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

Outstanding principal amounts on bonded debt and other debt for the project areas at June 30, 2006:

	<u>Bonded Debt</u>	<u>Other Loans</u>
Central Business District.....	\$ 38,365,000	\$ -
Washington Blvd.....	545,000	-
25th Street.....	1,445,000	-
BDO.....	10,210,000	-
Wall Ave.....	675,000	-

NOTE 16. LEASE AGREEMENTS

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

In addition, the City, as landlord, has entered into various tract leases with the Company at the Business Depot Ogden Project. The initial term for such leases is 40 years with rents based on a percentage of net operating revenue. The income generated from these lease arrangements is recorded in the BDO Property Management Enterprise fund of the City along with other City activities at the BDO facility.

NOTE 17. CONTINGENCIES

As shown in the accompanying financial statements, the City incurred a deficiency of expenditures over revenues of \$1,163,181 for the year in the Governmental Funds. These deficits are the results of past and present activity related to the redevelopment of the City. Management considers these deficits as an investment in the City's needed revitalization development. Management also feels the increased property values generated by the revitalization will increase future tax increment payments. Management also believes these tax increment payments and the related tax increment financing should eliminate this deficit over the next few years. The City will likewise benefit from additional taxes and other revenue sources from this investment.

As of June 30, 2006, it was determined that negative cash balances being carried by the Airport and Golf Courses funds may not be recoverable under the current operating arrangement. Negative cash balances in these funds totaled \$2,095,013 and \$1,272,034, respectively. At the time of issuance of the CAFR, the City was in the process of drafting an ordinance in which these amounts would be converted to notes with defined interest and payment terms.

NOTE 18. COMPLIANCE WITH PURCHASE CONTRACT

In a letter dated, July 19, 2006, the Acting United States Attorney, District of Utah, U.S. Department of Justice, confirmed that the matter involving the alleged misappropriation of funds from Business Depot Ogden to the City is resolved and the investigation is closed. The parties were able to arrive at a settlement agreement once the loan was repaid by the City in December, 2005.

NOTE 19. RECLASSIFICATION

Certain amounts in the prior year Comprehensive Annual Financial Report were reclassified to be comparable with the 2006 presentation.

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

NOTE 20. RESTATEMENT OF NET ASSETS AND FUND BALANCES

Certain amounts reported in the prior period (June 30, 2005) were improperly reported causing a restatement of beginning fund balances and net assets in the current period. These errors occurred in the following areas:

Governmental Funds / Governmental-Type Activities	Enterprise Funds / Business-Type Activities
Capital projects	Business Depot Ogden
\$ (119,661)	\$ (962,967)
Internal Service - Fleet	Sewer
476,939	(470,959)
Internal Service - MIS	
(8,733)	
Governmental Net Assets	
\$ (4,221,607)	\$ (1,433,926)

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

General fund: In addition to the amounts above, there was a reclassification of amounts accrued in the general fund for the current portion of compensated absences from accrued liabilities to reserved fund balance in the amount of \$884,964. The amount remains classified as an accrued liability on the government-wide basis.

Capital projects: A proposed audit adjustment was included in the general ledger, however it was not reported in the 2005 CAFR.

Internal Service – Fleet: It was determined during the year that the assets schedule maintained by the Fleet department did not coincide with the schedule maintained by the accounting department resulting in adjustments.

Internal Service – MIS: It was determined that a lease of computer equipment was not reported in the prior year.

Governmental Net Assets: It was determined that an amount capitalized as land in the prior year was recorded incorrectly. In addition, adjustments to the Governmental net assets in connection with the reconciliation of the Internal Service – fleet fund caused an adjustment.

Business Depot Ogden: Accumulated depreciation reported in the fund in the prior year did not tie to the depreciation schedule.

Sewer Fund: Land as reported in the prior year CAFR did not tie to the detail land records.

NOTE 21. RECLASSIFICATION OF FUNDS FOR REPORTING

During 2006, the determination was made that to reclassify certain funds associated with the individual tax increment districts from presentation in the debt service fund to the special revenue fund. The determination was made based on a review of the activities that occurred in the funds during 2006. In prior years, the activities in the funds were primarily debt service in nature. During 2006, debt service continued to be a significant portion of the expenditures in the funds. However, material expenditures for activities other than debt service would not allow the presentation to continue as in prior years.

The net effect of the reclassification on fund balance was a net decrease in the debt service fund and a net increase in the special revenue fund of \$2,466,732.

OGDEN CITY, UTAH
NOTES TO THE FINANCIAL STATEMENTS
Year Ended June 30, 2006

NOTE 22. SUBSEQUENT EVENTS

In August and September 2006, the City transferred \$675,000 to a title company escrow account with the intent of purchasing additional properties in the Ogden River Project Tax Increment District. This transaction added the stated amount to the line-of-credit and assets held-for-sale balances in the statement of net assets.

Under the contract between the City and the United States Army, regarding the reconveyance of the property known as Business Depot Ogden, the seven-year reinvestment period, as defined in the United States Army reconveyance contract ended September 30, 2006.

Required Supplementary Information



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**OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2006**

Page 1 of 2

	Budgetary Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes				
Property	\$ 10,337,750	\$ 10,137,750	\$ 10,288,430	\$ 150,680
Sales	12,392,000	12,392,000	13,452,590	1,060,590
Franchise	6,100,000	6,100,000	7,140,773	1,040,773
Other	3,227,400	3,227,400	3,289,875	62,475
Total Taxes	<u>32,057,150</u>	<u>31,857,150</u>	<u>34,171,668</u>	<u>2,314,518</u>
Licenses and permits	2,075,000	2,075,000	2,100,508	25,508
Intergovernmental	7,184,425	10,687,205	7,707,958	(2,979,247)
Charges for services	6,010,825	5,946,617	6,028,844	82,227
Fines and forfeitures	1,015,000	1,015,000	960,148	(54,852)
Interest	500,000	500,000	617,056	117,056
Miscellaneous	935,750	935,750	1,053,214	117,464
Donations	5,000	85,800	80,806	(4,994)
Sale of property	15,000	15,000	4,322	(10,678)
Total revenues	<u>49,798,150</u>	<u>53,117,522</u>	<u>52,724,524</u>	<u>(392,998)</u>
EXPENDITURES:				
Mayor	434,375	445,866	433,797	12,069
City council	618,550	657,496	625,647	31,849
Management services				
Administration	213,500	237,075	237,195	(120)
Human resources	367,100	353,474	346,131	7,343
Comptroller	549,350	576,248	541,096	35,152
Fiscal operations	458,725	471,621	467,943	3,678
Purchasing	143,600	149,410	148,063	1,347
Recorder	454,800	484,248	475,513	8,735
Justice Court	-	190,725	77,172	113,553
Total Management services	<u>2,187,075</u>	<u>2,462,801</u>	<u>2,293,113</u>	<u>169,688</u>
Circuit court	35,800	35,800	34,020	1,780
Corporate counsel	924,500	924,500	896,177	28,323
Non departmental	2,876,450	2,950,325	2,798,156	152,169
Police				
Administration	220,550	1,253,300	1,228,410	24,890
Uniform	7,558,675	7,291,775	7,061,180	230,595
Support services	5,602,275	5,877,694	5,978,066	(100,372)
Total Police	<u>13,381,500</u>	<u>14,422,769</u>	<u>14,267,656</u>	<u>155,113</u>
Fire				
Administration	397,700	614,600	429,318	185,282
Prevention	349,475	363,886	409,862	(45,976)
Operations	5,883,575	5,886,156	5,487,154	399,002
Dispatch	-	-	-	-
Total Fire	<u>6,630,750</u>	<u>6,864,642</u>	<u>6,326,334</u>	<u>538,308</u>
Public services				
Administration	227,675	217,425	215,052	2,373
Streets	2,899,675	3,775,759	3,623,796	151,963

	Budgetary Amounts		Actual	Variance with Final Budget
	Original	Final		
Public services (cont.)				
Arts, culture & events	\$ 535,050	\$ 425,395	\$ 363,571	\$ 61,824
Animal services	680,650	688,620	702,826	(14,206)
Parks and cemetery	3,092,800	3,657,378	3,491,606	165,772
Recreation	1,554,300	1,574,067	1,602,548	(28,481)
Total Public services	8,990,150	10,338,644	9,999,399	339,245
Community & economic development				
Administration	967,150	1,022,690	1,007,902	14,788
Property development	9,325,275	13,262,048	9,988,265	3,273,783
Planning	329,550	329,550	282,625	46,925
Inspections	8,625	241,596	220,602	20,994
Total Community and economic development	10,630,600	14,855,884	11,499,394	3,356,490
Debt service				
Principal	1,450,000	1,450,000	1,450,000	-
Interest	1,173,975	1,173,975	715,809	458,166
Fees and assessments	-	-	39,950	(39,950)
Capital outlay	-	-	-	-
Total expenditures	49,333,725	56,582,702	51,379,452	4,785,034
Excess (deficiency) of revenues over expenditures	464,425	(3,465,180)	1,345,072	(2,120,108)
OTHER FINANCING SOURCES (USES):				
Bond proceeds	-	3,995,000	1,995,000	(2,000,000)
Transfers in	232,000	332,000	250,000	82,000
Transfers out	(696,425)	(2,600,700)	(4,696,965)	2,096,265
Total other financing sources/(uses)	(464,425)	1,726,300	(2,451,965)	178,265
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	(1,738,880)	(1,106,893)	631,987
Fund balances at beginning of year	18,201,739	18,201,739	18,201,739	-
Fund balances at end of year	\$ 18,201,739	\$ 16,462,859	\$ 17,094,846	\$ 631,987

OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
OGDEN REDEVELOPMENT AGENCY - SPECIAL REVENUE FUND
Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget Favorable (Unfavorable)
	Original	Final		
REVENUES:				
Taxes and special assessments	\$ 7,920,475	\$ 8,230,175	\$ 6,344,648	\$ (1,885,527)
Charges for services	5,000	5,000	1,200	(3,800)
Miscellaneous income	666,175	1,090,875	705,491	(385,384)
Interest income	67,700	67,700	542,992	475,292
Sale of property	-	548,737	564,981	16,244
Total revenues	8,659,350	9,942,487	8,159,312	(1,783,175)
EXPENDITURES:				
Current:				
City Council	10,000	30,000	8,630	21,370
Community & Economic Development	4,002,175	39,431,003	9,698,399	29,732,604
Debt service:				
Debt service principal	2,420,625	16,797,960	3,250,000	13,547,960
Debt service interest	815,500	2,417,006	2,872,936	(455,930)
Total expenditures	7,248,300	58,675,969	15,829,965	42,846,004
Excess (deficiency) of revenues over expenditures	1,411,050	(48,733,482)	(7,670,653)	41,062,829
OTHER FINANCING SOURCES (USES):				
Bond proceeds	-	49,080,000	38,580,000	(10,500,000)
Bond discount	-	-	(336,300)	(336,300)
Operating transfers in	961,425	13,238,760	19,948,649	6,709,889
Operating transfers out	(2,372,475)	(14,944,810)	(20,337,847)	(5,393,037)
Total other financing sources (uses)	(1,411,050)	47,373,950	37,854,502	(9,519,448)
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	(1,359,532)	30,183,849	31,543,381
Fund balance at beginning of year	(21,617,007)	(21,617,007)	(21,617,007)	
Fund balance at end of year	\$ (21,617,007)	\$ (22,976,539)	\$ 8,566,842	

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Budgets are adopted on a basis consistent with Generally Accepted Accounting Principals. Annual appropriated budgets are for all the funds. All annual appropriations lapse at the fiscal year end. Project-length financial plans are adopted for all capital projects funds.

OGDEN CITY, UTAH
Year Ended June 30, 2006
Required Supplementary Information

INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED USING THE MODIFIED APPROACH

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

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

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

Roads

Ogden City uses the Utah State Local Technology Assistance Program (LTAP) to determine the condition of 303 centerline miles of City roads. The assessment is based on the Remaining Service Life (RSL). Our goal is to keep the overall RSL at or above ten years. This is the point at which pavement maintenance is able to keep up with deterioration of pavement and much more expensive street reconstruction projects are not needed. The cost to maintain a pavement with preventative maintenance treatments is about one-third the cost of rehabilitation, or one-sixth the cost of reconstruction.

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

Condition Level

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

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

<u>Rating</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Fair or Better	55.2%	54.9%	55.0%	55.1%	52.3%
Very Poor	2.3%	2.4%	2.0%	1.1%	5.2%

OGDEN CITY, UTAH
 Year Ended June 30, 2006
Required Supplementary Information

Bridges

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

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

Condition Level

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

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

<u>Rating</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Good	56%	56%	51 %	57%	50%
Poor	7%	7%	7 %	7%	7%

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

FISCAL YEAR	ESTIMATED SPENDING	ACTUAL SPENDING
2006	\$5,232,744	\$4,712,018
2005	3,978,556	3,522,452
2004	4,204,103	3,672,784
2003	9,993,688	3,750,530
2002	5,623,411	4,389,253

Supplementary Information



Nonmajor Governmental Funds

Capital Improvement Projects Fund

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

Municipal Building Authority Fund

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

Downtown Special Assessment Fund

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

Union Station Fund

A special revenue fund used to account for the specific revenues that are legally restricted to expenditures for Union Station. Union Station was established as a museum in 1976. It is listed on the National Register of Historical Places and the Utah Bicentennial Project. The Grand Opening was in October 1978. Activities include: guided tours, dances, live theater productions, exhibits, research and acquisition programs and a scale model railroad depicting the nation's first transcontinental railroad. Museums include: railroad, John M. Browning firearms and the Browning-Kimball Car Museum. Special facilities include: M. S. Browning Theater, Myra Powell Gallery, convention and meeting rooms, restaurant and a gift shop.

Cemetery Perpetual Care Fund

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

Gomer A. Nicholas Park Endowment Fund

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

**OGDEN CITY CORPORATION
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2006**

	Special Revenue					Permanent	Totals
	Capital Improvement Projects	Municipal Building Authority	Downtown Special Assessment	Union Station	Cemetery Perpetual Care	Gomer A. Nicholas	
ASSETS							
Cash	\$ 865,001	\$ 77,575	\$ 149,091	\$ -	\$ 452,993	\$ -	\$ 1,544,660
Due from other funds	130,881	-	-	-	-	-	130,881
Accounts receivable (net)	-	-	-	-	19,140	7,589	26,729
Inventory, at cost	-	-	-	-	97,300	-	97,300
Special assess. receivable	-	-	186,186	-	-	-	186,186
Interest receivable	-	-	63,789	-	-	-	63,789
Restricted assets:							
Cash	10,454	-	-	-	-	-	10,454
Loans due from other funds	-	-	-	-	513,045	-	513,045
Investments	-	395,178	-	-	-	410,645	805,823
Interest receivable (net)	-	-	-	-	-	-	-
Total restricted assets	<u>10,454</u>	<u>395,178</u>	<u>-</u>	<u>-</u>	<u>513,045</u>	<u>410,645</u>	<u>1,329,322</u>
Total assets	<u>\$ 1,006,336</u>	<u>\$ 472,753</u>	<u>\$ 399,066</u>	<u>\$ -</u>	<u>\$ 1,082,478</u>	<u>\$ 418,234</u>	<u>\$ 3,378,867</u>
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Due to other funds	\$ -	\$ -	\$ -	\$ 123,292	\$ -	\$ 7,589	\$ 130,881
Accounts payable	225,898	-	-	-	-	-	225,898
Deposits payable	-	-	-	-	-	-	-
Other payables	27,485	-	-	-	-	-	27,485
Unearned revenue	-	-	249,975	-	6,401	-	256,376
Total current liabilities	<u>253,383</u>	<u>-</u>	<u>249,975</u>	<u>123,292</u>	<u>6,401</u>	<u>7,589</u>	<u>640,640</u>
LONG-TERM LIABILITIES:							
Compensated absences	-	-	-	-	-	-	-
Total long-term liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>253,383</u>	<u>-</u>	<u>249,975</u>	<u>123,292</u>	<u>6,401</u>	<u>7,589</u>	<u>640,640</u>
FUND BALANCE							
Reserved for restricted investments	-	395,178	-	-	-	410,645	805,823
Reserved for loans to other funds	-	-	-	-	513,045	-	513,045
Reserved for inventory	-	-	-	-	97,300	-	97,300
Reserved for encumbrances	166,209	-	-	-	-	-	166,209
Reserved for debt service	-	-	149,091	-	-	-	149,091
Unreserved/undesignated	586,744	77,575	-	(123,292)	465,732	-	1,006,759
Total fund equity	<u>752,953</u>	<u>472,753</u>	<u>149,091</u>	<u>(123,292)</u>	<u>1,076,077</u>	<u>410,645</u>	<u>2,738,227</u>
Total liabilities and fund balances	<u>\$ 1,006,336</u>	<u>\$ 472,753</u>	<u>\$ 399,066</u>	<u>\$ -</u>	<u>\$ 1,082,478</u>	<u>\$ 418,234</u>	<u>\$ 3,378,867</u>

OGDEN CITY CORPORATION
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENT FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2006

	Capital Improvement Projects	Special Revenue				Permanent Gomer A. Nicholas	Totals
		Municipal Building Authority	Downtown Special Assessment	Union Station	Cemetery Perpetual Care		
REVENUES:							
Charges for services	\$ -	\$ 495,225	\$ -	\$ -	\$ 6,727	\$ -	\$ 501,952
Special assessments	-	-	68,653	-	-	-	68,653
Interest	23,005	23,040	8,757	-	37,714	16,503	109,019
Intergovernmental	-	-	-	-	-	-	-
Sale of property	-	-	-	-	-	-	-
Miscellaneous	11,903	-	23,000	-	-	-	34,903
Total revenue	<u>34,908</u>	<u>518,265</u>	<u>100,410</u>	<u>-</u>	<u>44,441</u>	<u>16,503</u>	<u>714,527</u>
EXPENDITURES:							
Public services	650,987	-	-	-	4,647	-	655,634
Non-departmental	1,822,210	-	-	-	-	-	1,822,210
Community and economic dev.	-	-	91,000	-	-	-	91,000
Bond principal	-	225,000	-	-	-	-	225,000
Interest	-	257,056	-	-	-	-	257,056
Total expenditures	<u>2,473,197</u>	<u>482,056</u>	<u>91,000</u>	<u>-</u>	<u>4,647</u>	<u>-</u>	<u>3,050,900</u>
Excess (deficiency) of revenues over expenditures before operating transfers	<u>(2,438,289)</u>	<u>36,209</u>	<u>9,410</u>	<u>-</u>	<u>39,794</u>	<u>16,503</u>	<u>(2,336,373)</u>
OTHER FINANCING SOURCES (USES):							
Transfers in (out).	<u>2,382,175</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(16,500)</u>	<u>2,365,675</u>
Total financing sources/uses:	<u>2,382,175</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(16,500)</u>	<u>2,365,675</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>(56,114)</u>	<u>36,209</u>	<u>9,410</u>	<u>-</u>	<u>39,794</u>	<u>3</u>	<u>29,302</u>
Fund balance at the beginning of year	<u>809,067</u>	<u>436,544</u>	<u>139,681</u>	<u>(123,292)</u>	<u>1,036,283</u>	<u>410,642</u>	<u>2,708,925</u>
Fund balance at the end of year	<u>\$ 752,953</u>	<u>\$ 472,753</u>	<u>\$ 149,091</u>	<u>\$ (123,292)</u>	<u>\$ 1,076,077</u>	<u>\$ 410,645</u>	<u>\$ 2,738,227</u>

**OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE
YEAR ENDED JUNE 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Taxes and special assessments	145,000	\$ 145,000	\$ 15,661	\$ (129,339)
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Interest	17,500	17,500	18,605	1,105
Sale of property	-	-	-	-
Total revenues	<u>162,500</u>	<u>162,500</u>	<u>34,266</u>	<u>(128,234)</u>
EXPENDITURES:				
Current:				
Non-departmental	-	-	-	-
Debt service:				
Principal	74,000	74,000	77,000	(3,000)
Interest and fiscal charges	21,775	21,775	18,829	2,946
Capital outlay	66,725	66,725	-	66,725
Total expenditures	<u>162,500</u>	<u>162,500</u>	<u>95,829</u>	<u>66,671</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>(61,563)</u>	<u>(194,905)</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues/sources over (under) expenditures/uses	<u>-</u>	<u>-</u>	<u>(61,563)</u>	<u>(194,905)</u>
Fund balance at beginning of year	<u>428,126</u>	<u>428,126</u>	<u>428,126</u>	<u>-</u>
Fund balance at end of year	<u>\$ 428,126</u>	<u>\$ 428,126</u>	<u>\$ 366,563</u>	<u>\$ (194,905)</u>

**OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENT PROJECTS
Year Ended June 30, 2006**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	-	-	-	-
Miscellaneous	-	536,491	11,903	(524,588)
Interest	25,000	25,000	23,005	(1,995)
Total revenues	<u>25,000</u>	<u>561,491</u>	<u>34,908</u>	<u>(526,583)</u>
EXPENDITURES:				
Current:				
Non-departmental	5,000	1,892,125	1,822,210	69,915
Public services	580,000	1,448,278	650,987	797,291
Debt service:				
Principal	-	-	-	-
Interest and fiscal charges	-	-	-	-
Capital outlay	-	-	-	-
Total expenditures	<u>585,000</u>	<u>3,340,403</u>	<u>2,473,197</u>	<u>867,206</u>
Excess (deficiency) of revenues over expenditures	<u>(560,000)</u>	<u>(2,778,912)</u>	<u>(2,438,289)</u>	<u>340,623</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	560,000	2,375,675	2,382,175	6,500
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>560,000</u>	<u>2,375,675</u>	<u>2,382,175</u>	<u>6,500</u>
Excess (deficiency) of revenues/sources over (under) expenditures/uses	-	(403,237)	(56,114)	347,123
Fund balance at beginning of year	<u>809,067</u>	<u>809,067</u>	<u>809,067</u>	<u>-</u>
Fund balance at end of year	<u>809,067</u> \$	<u>405,830</u> \$	<u>752,953</u> \$	<u>347,123</u>

OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
MUNICIPAL BUILDING AUTHORITY
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 407,200	\$ 407,200	\$ 495,225	\$ 88,025
Miscellaneous	-	-	-	-
Interest	<u>10,500</u>	<u>10,500</u>	<u>23,040</u>	<u>12,540</u>
Total revenues	<u>417,700</u>	<u>417,700</u>	<u>518,265</u>	<u>100,565</u>
EXPENDITURES:				
Debt service:				
Principal	225,000	225,000	225,000	-
Interest and fiscal charges	<u>192,700</u>	<u>192,700</u>	<u>257,056</u>	<u>(64,356)</u>
Total expenditures	<u>417,700</u>	<u>417,700</u>	<u>482,056</u>	<u>(64,356)</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>36,209</u>	<u>36,209</u>
Fund balance at beginning of year	<u>436,544</u>	<u>436,544</u>	<u>436,544</u>	<u>-</u>
Fund balance at end of year	<u>\$ 436,544</u>	<u>\$ 436,544</u>	<u>\$ 472,753</u>	<u>\$ 36,209</u>

**OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
DOWNTOWN SPECIAL ASSESSMENT
Year Ended June 30, 2006**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Taxes and special assessments	76,500	76,500	68,653	(7,847)
Miscellaneous	23,000	23,000	23,000	-
Interest	500	500	8,757	8,257
Total revenues	100,000	100,000	100,410	410
EXPENDITURES:				
Current:				
Community and Economic Development	100,000	100,000	91,000	9,000
Total expenditures	100,000	100,000	91,000	9,000
Excess (deficiency) of revenues over expenditures	-	-	9,410	9,410
Fund balance at beginning of year	139,681	139,681	139,681	-
Fund balance at end of year	<u>\$ 139,681</u>	<u>\$ 139,681</u>	<u>\$ 149,091</u>	<u>\$ 9,410</u>

OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
UNION STATION
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXPENDITURES:				
Current:				
Public services	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues/sources over (under) expenditures/uses	-	-	-	-
Fund balance at beginning of year	<u>(123,292)</u>	<u>(123,292)</u>	<u>(123,292)</u>	<u>-</u>
Fund balance at end of year	<u>\$ (123,292)</u>	<u>\$ (123,292)</u>	<u>\$ (123,292)</u>	<u>\$ -</u>

OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
CEMETERY PERPETUAL CARE EXPENDABLE TRUST
Year Ended June 30, 2006

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES:				
Charges for services	\$ 9,000	\$ 9,000	\$ 6,727	\$ (2,273)
Interest	25,000	25,000	37,714	12,714
Total revenues	<u>34,000</u>	<u>34,000</u>	<u>44,441</u>	<u>10,441</u>
EXPENDITURES:				
Current:				
Public services	34,000	34,000	4,647	29,353
Total expenditures	<u>34,000</u>	<u>34,000</u>	<u>4,647</u>	<u>29,353</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>39,794</u>	<u>39,794</u>
Fund balance at beginning of year	<u>1,036,283</u>	<u>1,036,283</u>	<u>1,036,283</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,036,283</u>	<u>\$ 1,036,283</u>	<u>\$ 1,076,077</u>	<u>\$ 39,794</u>

OGDEN CITY CORPORATION
BUDGETARY COMPARISON SCHEDULE
Permanent Trust Fund
GOMER A. NICHOLAS
Year Ended June 30, 2006

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
REVENUES:				
Interest	\$ 10,000	\$ 10,000	\$ 16,503	\$ 6,503
Total revenues	<u>10,000</u>	<u>10,000</u>	<u>16,503</u>	<u>6,503</u>
EXPENDITURES:				
Current:				
Management services	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>10,000</u>	<u>10,000</u>	<u>16,503</u>	<u>6,503</u>
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	-	-
Transfers out	<u>(10,000)</u>	<u>(10,000)</u>	<u>(16,500)</u>	<u>(6,500)</u>
Total other financing sources (uses)	<u>(10,000)</u>	<u>(10,000)</u>	<u>(16,500)</u>	<u>(6,500)</u>
Excess (deficiency) of revenues/sources over (under) expenditures/uses	-	-	3	3
Fund balance at beginning of year	<u>410,642</u>	<u>410,642</u>	<u>410,642</u>	<u>-</u>
Fund balance at end of year	<u>\$ 410,642</u>	<u>\$ 410,642</u>	<u>\$ 410,645</u>	<u>\$ 3</u>

Nonmajor Enterprise Funds

Airport Fund

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

Golf Courses Fund

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

Recreation Fund

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

Medical Services Fund

To account for ambulance and paramedic services provided by the City.

OGDEN CITY CORPORATION
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2006

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ASSETS	Airport	Golf Courses
Current assets		
Cash	\$ -	\$ -
Accounts receivable (net)	115,401	-
Inventory, at cost	-	56,155
	115,401	56,155
Total current assets		
Noncurrent assets		
Restricted:		
Cash	50	775
Total restricted assets	50	775
Capital Assets:		
Land	1,941,461	34,800
Buildings	884,653	714,486
Improvements	16,796,039	2,199,687
Office furniture	12,841	-
Equipment	-	-
	19,634,994	2,948,973
Less accumulated depreciation	(8,192,421)	(1,514,116)
Net capital assets	11,442,573	1,434,857
Total noncurrent assets	11,442,623	1,435,632
Total assets	11,558,024	1,491,787
LIABILITIES AND FUND EQUITY		
LIABILITIES:		
Current liabilities		
Due to other funds	2,095,013	1,272,034
Accounts payable	4,609	19,726
Accrued wages payable	13,637	28,769
Accrued compensated absences	16,661	9,091
Deferred revenue	571,804	680
Total current liabilities	2,701,724	1,330,300
CURRENT LIABILITIES (payable from restricted assets):		
Bonds payable	-	-
Accrued bond interest	-	-
Total current liabilities (payable from restricted assets)	-	-
Total current liabilities	2,701,724	1,330,300
Noncurrent liabilities		
Revenue bonds	-	-
Compensated absences	38,876	21,212
Loans from other funds	-	779,939
Total noncurrent liabilities	38,876	801,151
Total liabilities	2,740,600	2,131,451
NET ASSETS:		
Investment in capital assets (net of related debt)	11,442,573	1,434,857
Restricted net assets	-	-
Unrestricted net assets	(2,625,149)	(2,074,521)
Total Net Assets	\$ 8,817,424	\$ (639,664)

<u>Recreation</u>	<u>Medical Services</u>	<u>Total</u>
\$ 155,480	\$ 55,250	\$ 210,730
-	1,909,055	2,024,456
-	-	56,155
<u>155,480</u>	<u>1,964,305</u>	<u>2,291,341</u>
170	-	995
<u>170</u>	<u>-</u>	<u>995</u>
-	-	1,976,261
-	-	1,599,139
231,626	-	19,227,352
-	13,364	26,205
8,090	-	8,090
<u>239,716</u>	<u>13,364</u>	<u>22,837,047</u>
<u>(232,875)</u>	<u>(13,364)</u>	<u>(9,952,776)</u>
6,841	-	12,884,271
<u>7,011</u>	<u>-</u>	<u>12,885,266</u>
<u>162,491</u>	<u>1,964,305</u>	<u>15,176,607</u>
-	493,227	3,860,274
1,264	8,436	34,035
2,569	104,892	149,867
-	78,573	104,325
-	-	572,484
<u>3,833</u>	<u>685,128</u>	<u>4,720,985</u>
-	-	-
-	-	-
-	-	-
<u>3,833</u>	<u>685,128</u>	<u>4,720,985</u>
-	-	-
-	183,337	243,425
-	-	779,939
-	183,337	1,023,364
<u>3,833</u>	<u>868,465</u>	<u>5,744,349</u>
6,841	-	12,884,271
-	-	-
<u>151,817</u>	<u>1,095,840</u>	<u>(3,452,013)</u>
<u>\$ 158,658</u>	<u>\$ 1,095,840</u>	<u>\$ 9,432,258</u>

OGDEN CITY CORPORATION
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2006

Page 1 of 2

	Airport	Golf Courses
OPERATING REVENUES		
Charges for services	\$ 287,780	\$ 879,590
OPERATING EXPENSES		
Cost of materials and parts	-	149,345
Personal services:		
Salaries and wages	261,918	437,519
Benefits	84,472	95,754
Supplies		
Office supplies	1,877	3,034
Operating supplies	9,283	34,505
Repair and maintenance supplies	8,518	587
Charges for services:		
Disposal charges	-	-
Public utility services	60,898	80,817
Travel and education	2,289	1,899
Contracted agreements	32,420	18,595
Other operating expenses:		
Depreciation	782,970	73,038
Data processing	17,350	11,000
Maintenance and repair	50,516	14,444
Vehicle operating expenses	105,119	163,951
Miscellaneous	2,711	15,922
Total operating expenses	1,420,341	1,100,410
Operating income (loss)	(1,132,561)	(220,820)
NON-OPERATING REVENUES (EXPENSES)		
Revenues		
Interest income	-	-
Gain on sale of assets	-	-
Accounting charges	-	-
Special district taxes	-	-
Grants and donation	227,608	-
Miscellaneous income	16,861	4,728
Expenses:		
Interest expense	(77,038)	(84,608)
Rental charges	(1,947)	(795)
Fiscal charges	-	(40,344)
Total non-operating revenues (expenses)	165,484	(121,019)
Income before operating transfers	(967,077)	(341,839)
Transfers in	145,925	-
Transfers out	-	-
Change in net assets	(821,152)	(341,839)
Net assets, July 1	9,638,576	(297,825)
Net assets, June 30	\$ 8,817,424	\$ (639,664)

<u>Recreation</u>	<u>Medical Services</u>	<u>Totals</u>
\$ 127,956	\$ 2,599,408	\$ 3,894,734
-	-	149,345
20,930	1,985,926	2,706,293
2,193	767,456	949,875
1,225	2,494	8,630
31,411	103,768	178,967
-	(6,525)	2,580
-	-	-
10,103	70,437	222,255
-	12,708	16,896
44,713	431,959	527,687
760	-	856,768
-	27,625	55,975
3,925	14,242	83,127
-	253,995	523,065
-	71,674	90,307
<u>115,260</u>	<u>3,735,759</u>	<u>6,371,770</u>
12,696	(1,136,351)	(2,477,036)
6,352	3,278	9,630
-	-	-
-	-	-
-	-	-
-	1,575,590	1,803,198
-	-	21,589
-	-	(161,646)
-	(5,928)	(8,670)
<u>(6,002)</u>	<u>(205,260)</u>	<u>(251,606)</u>
350	1,367,680	1,412,495
13,046	231,329	(1,064,541)
-	-	145,925
-	-	-
<u>13,046</u>	<u>231,329</u>	<u>(918,616)</u>
145,612	864,511	10,350,874
<u>\$ 158,658</u>	<u>\$ 1,095,840</u>	<u>\$ 9,432,258</u>

OGDEN CITY CORPORATION
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2005

Page 1 of 2

	Airport	Golf
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from customers	\$ 218,082	\$ 879,590
Cash received (paid) from (to) other funds	540,208	232,358
Cash payments to suppliers for goods and services	(303,292)	(491,812)
Cash payments to employees for services	(345,962)	(530,261)
Miscellaneous non-operating expenses	-	-
Refund/receipt of customer deposits	-	-
Net cash provided by operating activities	109,036	89,875
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Fiscal charges paid to other funds	(1,947)	(41,139)
Payments paid - interfund loans	-	-
Payments received - interfund loans	-	-
Grants/donations	-	-
Change in long-term compensated absences	-	1,146
Transfers in	145,925	-
Transfers (out)	-	-
Net cash provided by noncapital financing activities	143,978	(39,993)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition of capital assets	(417,283)	-
Capital grants	227,608	-
Interest paid on revenue bonds	-	-
Change in loans from other funds	-	29,999
Proceeds from sale of assets	-	-
Net cash provided by capital and related financing activities	(189,675)	29,999
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on investments	13,699	4,727
Interest expense on deficit balances	(77,038)	(84,608)
Net cash for investing activities	(63,339)	(79,881)
Net increase (decrease) in cash equivalents	-	-
Cash/equivalents at beginning of year	50	775
Cash/equivalents at end of year	50	775
Cash/equivalents, end of year (unrest.)	-	-
Cash/equivalents, end of year (restricted)	50	775
Total cash/equivalents, end of year	\$ 50	\$ 775
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income (loss)	\$ (1,132,561)	\$ (220,820)
Reconciliation adjustments:		
Depreciation	782,970	73,038
Miscellaneous non-operating revenues (expenses)	-	-
Changes in assets and liabilities:		
Change in accounts receivable	(69,698)	-
Change in inventory	-	6,873
Change in due from other funds	-	-
Change in due to other funds	540,208	232,358
Change in accounts payable	987	(3,344)
Change in deposits payable	-	-
Change in unearned revenue	(13,298)	(1,242)
Change in wages payable and compensated absences	428	3,012
Total adjustments	1,241,597	310,695
Net cash provided by operating activities	\$ 109,036	\$ 89,875

	<u>Recreation</u>	<u>Medical Services</u>	<u>Total</u>
\$	127,956	\$ 2,426,670	\$ 3,652,298
	-	(50,303)	722,263
	(95,033)	(987,024)	(1,877,161)
	(21,677)	(2,732,833)	(3,630,733)
	-	-	-
	-	-	-
	<u>11,246</u>	<u>(1,343,490)</u>	<u>(1,133,333)</u>
	(6,002)	(211,188)	(260,276)
	-	-	-
	-	-	-
	-	1,575,590	1,575,590
	-	31,060	32,206
	-	-	145,925
	-	-	-
	<u>(6,002)</u>	<u>1,395,462</u>	<u>1,493,445</u>
	(7,600)	-	(424,883)
	-	-	227,608
	-	-	-
	-	-	29,999
	-	-	-
	<u>(7,600)</u>	<u>-</u>	<u>(167,276)</u>
	6,351	3,278	28,055
	-	-	(161,646)
	<u>6,351</u>	<u>3,278</u>	<u>(133,591)</u>
	3,995	55,250	59,245
	151,655	-	152,480
	<u>155,650</u>	<u>55,250</u>	<u>211,725</u>
	155,480	55,250	210,730
	170	-	995
\$	<u>155,650</u>	<u>55,250</u>	<u>211,725</u>
\$	<u>12,696</u>	<u>(1,136,351)</u>	<u>(2,477,036)</u>
	760	-	856,768
	-	-	-
	-	(172,738)	(242,436)
	-	-	6,873
	-	-	-
	-	(50,303)	722,263
	(3,656)	(4,647)	(10,660)
	-	-	-
	-	-	(14,540)
	<u>1,446</u>	<u>20,549</u>	<u>25,435</u>
	<u>(1,450)</u>	<u>(207,139)</u>	<u>1,343,703</u>
\$	<u>11,246</u>	<u>(1,343,490)</u>	<u>(1,133,333)</u>

Internal Service Funds

Fleet & Facilities Fund

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

Management Information Systems Fund

Provides services to other departments using a Hewlett Packard 9000 K series computer and accounts for the costs of these services. Costs are charged to the departments on an estimated usage basis.

Risk Management Fund

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

OGDEN CITY CORPORATION
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
June 30, 2006

ASSETS	Fleet and Facilities	Management Information Systems	Risk Management	Totals
Current assets				
Cash	\$ 709,763	\$ 1,621,785	\$ 448,134	\$ 2,779,682
Accounts receivable (net)	251,973	48,451	-	300,424
Due from other funds	-	-	-	-
Loans to other funds	-	-	-	-
Inventory, at cost	761,097	-	-	761,097
Total current assets	<u>1,722,833</u>	<u>1,670,236</u>	<u>448,134</u>	<u>3,841,203</u>
Noncurrent assets				
Restricted assets:				
Cash	-	-	-	-
Employee PC loans receivable	-	69,163	-	69,163
Total noncurrent restricted assets	<u>-</u>	<u>69,163</u>	<u>-</u>	<u>69,163</u>
Capital assets:				
Land	9,000	-	-	9,000
Buildings	723,002	-	-	723,002
Improvements other than buildings	364,760	-	-	364,760
Office furniture	5,528	-	-	5,528
Equipment	4,678,408	3,470,292	-	8,148,700
Vehicles	13,194,405	-	-	13,194,405
Total capital assets	<u>18,975,103</u>	<u>3,470,292</u>	<u>-</u>	<u>22,445,395</u>
Less accumulated depreciation	<u>(15,541,591)</u>	<u>(2,512,242)</u>	<u>-</u>	<u>(18,053,833)</u>
Net capital assets	<u>3,433,512</u>	<u>958,050</u>	<u>-</u>	<u>4,391,562</u>
Total noncurrent assets	<u>3,433,512</u>	<u>1,027,213</u>	<u>-</u>	<u>4,460,725</u>
Total assets	<u>\$ 5,156,345</u>	<u>\$ 2,697,449</u>	<u>\$ 448,134</u>	<u>\$ 8,301,928</u>
LIABILITIES AND FUND EQUITY				
Current liabilities				
Due to other funds	\$ 1,886,463	-	-	\$ 1,886,463
Accounts payable	390,883	176,720	90,074	657,677
Contracts payable	975,585	57,439	-	1,033,024
Interest payable	-	-	-	-
Claims payable	-	93,741	818,697	912,438
Accrued wages payable	45,301	35,551	6,656	87,508
Accrued compensated absences	23,587	14,577	5,597	43,761
Total current liabilities	<u>3,321,819</u>	<u>378,028</u>	<u>921,024</u>	<u>4,620,871</u>
Noncurrent liabilities				
Compensated absences	55,036	34,013	13,059	102,108
Total noncurrent liabilities	<u>55,036</u>	<u>34,013</u>	<u>13,059</u>	<u>102,108</u>
Total liabilities	<u>3,376,855</u>	<u>412,041</u>	<u>934,083</u>	<u>4,722,979</u>
NET ASSETS				
RETAINED EARNINGS:				
Investment in general capital assets (net of related debt)	3,433,512	958,050	-	4,391,562
Restricted net assets	-	-	-	-
Unrestricted net assets	(1,654,022)	1,327,358	(485,949)	(812,613)
Total net assets	<u>1,779,490</u>	<u>2,285,408</u>	<u>(485,949)</u>	<u>3,578,949</u>
Total liabilities/fund equity	<u>\$ 5,156,345</u>	<u>\$ 2,697,449</u>	<u>\$ 448,134</u>	<u>\$ 8,301,928</u>

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

OGDEN CITY CORPORATION
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS
Year Ended June 30, 2006

	<u>Fleet and Facilities</u>	<u>Management Information Systems</u>	<u>Risk Management</u>	<u>Totals</u>
OPERATING REVENUES:				
Charges to departments	\$ 7,002,147	\$ 3,796,176	\$ 1,303,730	\$ 12,102,053
OPERATING EXPENSES:				
Cost of materials and parts	2,649,133	-	-	2,649,133
Personal services:				
Salaries and wages	822,332	690,868	110,741	1,623,941
Benefits	307,650	266,782	31,646	606,078
Supplies:				
Office supplies	50,076	(4,999)	2,476	47,553
Operating supplies	33,243	6,600	-	39,843
Repair and maint. Supplies	7,137	-	-	7,137
Charges for services:				
Public utility services	562,655	603,419	6,126	1,172,200
Travel and education	5,007	27,078	2,439	34,524
Contracted agreements	1,199,045	1,258,202	204,624	2,661,871
Other operating expenses:				
Computer equipment	-	427,650	-	427,650
Depreciation	1,566,224	308,363	-	1,874,587
Data processing	115,475	3,917	15,955	135,347
Maintenance and repair	57,319	19,317	-	76,636
Vehicle operating expenses	96,181	115	-	96,296
Claims payments	-	-	1,530,413	1,530,413
Miscellaneous	365	1,425	934	2,724
Total operating expenses	<u>7,471,842</u>	<u>3,608,737</u>	<u>1,905,354</u>	<u>12,985,933</u>
Operating income (loss)	<u>(469,695)</u>	<u>187,439</u>	<u>(601,624)</u>	<u>(883,880)</u>
NON-OPERATING REVENUES (EXPENSES):				
Revenues:				
Interest income	3,080	47,426	8,141	58,647
Gain on sale of assets	127,563	-	-	127,563
Miscellaneous income	511,702	1,144,352	2,314	1,658,368
Expenses:				
Rental expense	(5,056)	-	-	(5,056)
Interest expense	(27,925)	(2,503)	-	(30,428)
Total non-operating revenue (expense)	<u>609,364</u>	<u>1,189,275</u>	<u>10,455</u>	<u>1,809,094</u>
Income before operating transfers	139,669	1,376,714	(591,169)	925,214
Transfers in	-	-	-	-
Change in net assets	139,669	1,376,714	(591,169)	925,214
Net Assets, July 1 (restated)	<u>1,639,821</u>	<u>908,694</u>	<u>105,220</u>	<u>2,653,735</u>
Net Assets, June 30	<u>\$ 1,779,490</u>	<u>\$ 2,285,408</u>	<u>\$ (485,949)</u>	<u>\$ 3,578,949</u>

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

OGDEN CITY CORPORATION
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
Year Ended June 30, 2006

	<u>Fleet and Facilities</u>	<u>Management Information Systems</u>	<u>Risk Management</u>	<u>Totals</u>
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers	\$ 7,058,694	\$ 3,789,162	\$ 1,305,686	\$ 12,153,542
Cash received (paid) from (to) other funds	(18,993)	-	-	(18,993)
Cash payments to suppliers for goods and services	(5,111,487)	(2,260,320)	(1,431,200)	(8,803,007)
Cash payments to employees for services	(1,132,643)	(944,076)	(145,907)	(2,222,626)
Miscellaneous income	511,702	1,144,352	2,314	1,658,368
Net cash from operating activities	<u>1,307,273</u>	<u>1,729,118</u>	<u>(269,107)</u>	<u>2,767,284</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Operating transfers in	-	-	-	-
Fiscal charges paid to other funds	(5,056)	-	-	(5,056)
Grants/donations	-	-	-	-
Change in long term comp. absences	(2,710)	10,650	(10,800)	(2,860)
Proceeds from due to other funds	-	-	-	-
Payments on due from other funds	-	-	-	-
PC loans paid	-	764	-	764
Net cash from noncapital financing activities	<u>(7,766)</u>	<u>11,414</u>	<u>(10,800)</u>	<u>(7,152)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Acquisition of capital assets	(1,099,330)	(727,973)	-	(1,827,303)
Loan proceeds	355,000	-	-	355,000
Payments on contracts payable	(110,829)	-	-	(110,829)
Interest expense on loans	-	(2,503)	-	(2,503)
Proceeds from sale of assets	-	127,563	-	127,563
Net cash from capital financing activities	<u>(855,159)</u>	<u>(602,913)</u>	<u>-</u>	<u>(1,458,072)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Interest on investments	3,080	47,426	8,142	58,648
Interest expense on cash deficit	(27,925)	-	-	(27,925)
Net cash from investing activities	<u>(24,845)</u>	<u>47,426</u>	<u>8,142</u>	<u>30,723</u>
Net increase				
in cash equivalents	419,503	1,185,045	(271,765)	1,332,783
Cash/equivalents, July 1	290,260	436,740	719,899	1,446,899
Cash/equivalents, June 30	<u>709,763</u>	<u>1,621,785</u>	<u>448,134</u>	<u>2,779,682</u>
Cash and cash equivalents at end of year:				
Unrestricted cash	709,763	1,621,785	448,134	2,779,682
Restricted cash	-	-	-	-
Total cash at end of year	<u>\$ 709,763</u>	<u>\$ 1,621,785</u>	<u>\$ 448,134</u>	<u>\$ 2,779,682</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (469,695)	\$ 187,439	\$ (601,624)	\$ (883,880)
Reconciliation adjustments:				
Depreciation	1,566,224	308,363	-	1,874,587
Miscellaneous non-operating revenues	511,702	1,144,352	2,314	1,658,368
Changes in assets and liabilities:				
Change in accounts receivable	56,547	(7,014)	1,956	51,489
Change in inventory	(85,784)	-	-	(85,784)
Change in due to other funds	(18,993)	-	-	(18,993)
Change in accounts payable	(250,067)	151,963	72,482	(25,622)
Change in claims payable	-	(69,559)	259,285	189,726
Change in wages payable and compensated absences	(2,661)	13,574	(3,520)	7,393
Total adjustments	<u>1,776,968</u>	<u>1,541,679</u>	<u>332,517</u>	<u>3,651,164</u>
Net cash provided by operating activities	<u>\$ 1,307,273</u>	<u>\$ 1,729,118</u>	<u>\$ (269,107)</u>	<u>\$ 2,767,284</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				

The City entered into a capital lease to buy a fire truck in the Fleet and Facilities fund. The lease amount totaled \$355,000.

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

OGDEN CITY, UTAH
Year Ended June 30, 2006
Supplementary Information

INFORMATION ABOUT IMPACT FEES AS REQUIRED BY UTAH CODE

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

Ogden City Corporation does not collect impact fees as described in Utah Code Sections 10-5-129, 10-6-150, 17-36-37, and 17A-1-4.

Statistical Section



Statistical Section (Unaudited)

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

Contents

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

FINANCIAL TRENDS

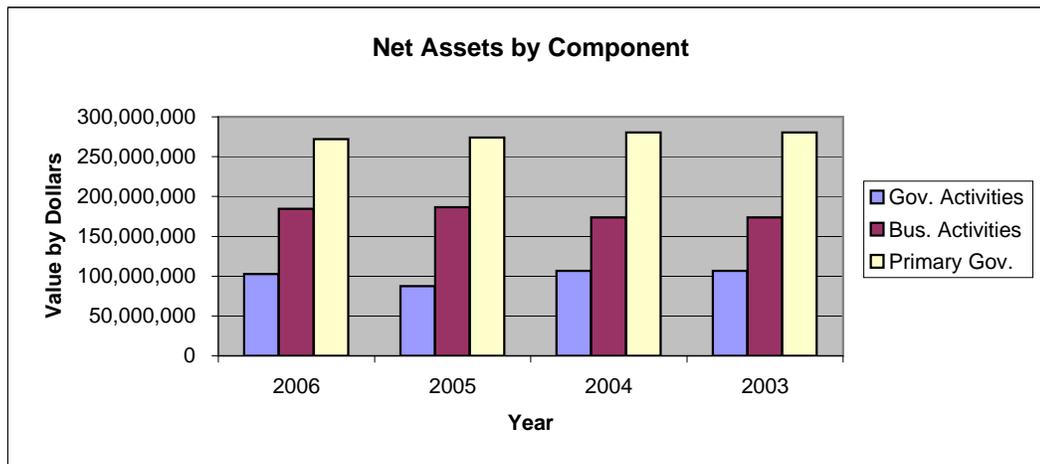
(Unaudited)

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

	<u>Fiscal Year 2006</u>	<u>Fiscal Year 2005</u>	<u>Fiscal Year 2004</u>	<u>Fiscal Year 2003</u>
Governmental activities				
Invested in capital assets, net of related debt	\$ 87,853,981	\$ 88,862,111	\$ 90,026,228	\$ 90,469,850
Restricted	11,702,871	11,419,430	11,917,845	14,956,114
Unrestricted	3,290,456	(12,816,700)	(14,377,522)	1,225,344
Total governmental activities net assets	<u>\$ 102,847,308</u>	<u>\$ 87,464,841</u>	<u>\$ 87,566,551</u>	<u>\$ 106,651,308</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 159,802,111	\$ 172,829,482	\$ 173,651,238	\$ 137,083,566
Restricted	956,676	1,971,539	2,045,380	1,986,251
Unrestricted	15,735,682	9,881,273	10,687,031	34,547,615
Total business-type activities net assets	<u>\$ 176,494,469</u>	<u>\$ 184,682,294</u>	<u>\$ 186,383,649</u>	<u>\$ 173,617,432</u>
Primary government				
Invested in capital assets, net of related debt	\$ 247,656,092	\$ 261,691,593	\$ 263,677,466	\$ 227,553,416
Restricted	12,659,547	13,390,969	13,963,225	16,942,365
Unrestricted	19,026,138	(2,935,427)	(3,690,491)	35,772,959
Total primary government net assets	<u>\$ 279,341,777</u>	<u>\$ 272,147,135</u>	<u>\$ 273,950,200</u>	<u>\$ 280,268,740</u>

Source: Ogden City Comptroller Division

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



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

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

Page 1 of 2

	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003
Revenues				
Governmental Activities:				
General Revenues:				
Taxes	\$ 38,373,228	\$ 38,328,343	\$ 36,017,959	\$ 33,971,622
Other General Revenues	2,043,186	2,488,495	882,611	4,307,620
Program Revenues:				
Charges for Services	21,190,908	17,711,336	16,216,235	14,525,970
Operating Grants	5,469,986	7,264,383	7,743,220	6,265,843
Capital Grants	2,552,825	2,650,734	3,158,693	2,310,903
Total Governmental Activities Revenues	69,630,133	68,443,291	64,018,718	61,381,958
Business-Type Activities:				
General Revenues:				
Other General Revenues	4,664,474	862,142	828,125	1,057,772
Program Revenues:				
Charges for Services	27,093,866	27,339,430	27,952,185	27,854,371
Operating Grants	2,974,921	2,042,822	4,694,006	8,964,319
Capital Grants	265,319	716,645	3,148,221	-
Total Business-Type Activities Revenues	34,998,580	30,961,039	36,622,537	37,876,462
Total Primary Government Revenues	\$ 104,628,713	\$ 99,404,330	\$ 100,641,255	\$ 99,258,420
Expenses				
Governmental Activities:				
General Administration	\$ 20,092,363	\$ 14,507,052	\$ 14,870,625	\$ 15,513,093
Public Safety	21,241,719	20,360,855	20,761,099	19,290,381
Transportation	7,526,427	6,728,128	4,511,192	5,206,523
Environmental Protection	398,019	425,139	13,848	1,650,660
Leisure Opportunities	6,162,480	5,688,692	1,878,428	1,378,373
Community Development	8,422,124	9,908,295	18,252,479	16,896,453
Interest on Long-Term Debt	3,138,558	3,745,000	3,691,124	1,440,965
Total Governmental Activities Program Expenses	66,981,690	61,363,161	63,978,795	61,376,448

	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003
Business-Type Activities:				
Medical Services	\$ 3,946,947	\$ 3,528,822	\$ 3,165,958	\$ 3,183,742
Airport	1,499,326	1,408,112	1,603,342	1,176,054
Utilities	18,937,363	18,871,487	17,474,990	15,662,746
Recreation	1,347,419	1,585,168	1,498,993	1,507,983
Property Management	4,721,336	7,966,783	9,156,306	6,279,954
Total Business-Type Activities Program Expenses	<u>30,452,391</u>	<u>33,360,372</u>	<u>32,899,589</u>	<u>27,810,479</u>
Total Primary Government Program Expenses	<u>\$ 97,434,081</u>	<u>\$ 94,723,533</u>	<u>\$ 96,878,384</u>	<u>\$ 89,186,927</u>
Change in Net Assets Before Transfers:				
Net (Expense)/Revenue				
Governmental activities	\$ 2,648,443	\$ 7,080,130	\$ 39,923	\$ 5,510
Business-type activities	4,546,189	(2,399,333)	3,722,948	10,065,983
Total primary government net (expense)/revenue	<u>\$ 7,194,632</u>	<u>\$ 4,680,797</u>	<u>\$ 3,762,871</u>	<u>\$ 10,071,493</u>
General Revenues and Other Changes in Net Assets				
Governmental Activities:				
Transfers	12,734,014	(2,960,213)	\$ (7,817,707)	\$ (4,545,300)
Total Governmental Activities	<u>12,734,014</u>	<u>(2,960,213)</u>	<u>(7,817,707)</u>	<u>(4,545,300)</u>
Business-Type Activities:				
Transfers	(12,734,014)	2,960,213	7,817,707	4,545,300
Total Business-Type Activities	<u>(12,734,014)</u>	<u>2,960,213</u>	<u>7,817,707</u>	<u>4,545,300</u>
Total Primary Government	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Change in Net Assets				
Governmental Activities	\$ 15,382,457	\$ 4,119,917	\$ (7,777,784)	\$ (4,539,790)
Business-Type Activities	<u>(8,187,825)</u>	<u>560,880</u>	<u>11,540,655</u>	<u>14,611,283</u>
Total primary government	<u>\$ 7,194,632</u>	<u>\$ 4,680,797</u>	<u>\$ 3,762,871</u>	<u>\$ 10,071,493</u>

Source: Ogden City Comptroller Division

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

Further discussion of this data is available in the Management Discussion & Analysis, the Transmittal Letter, and the notes found in the Financial Section.

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

Page 1 of 2

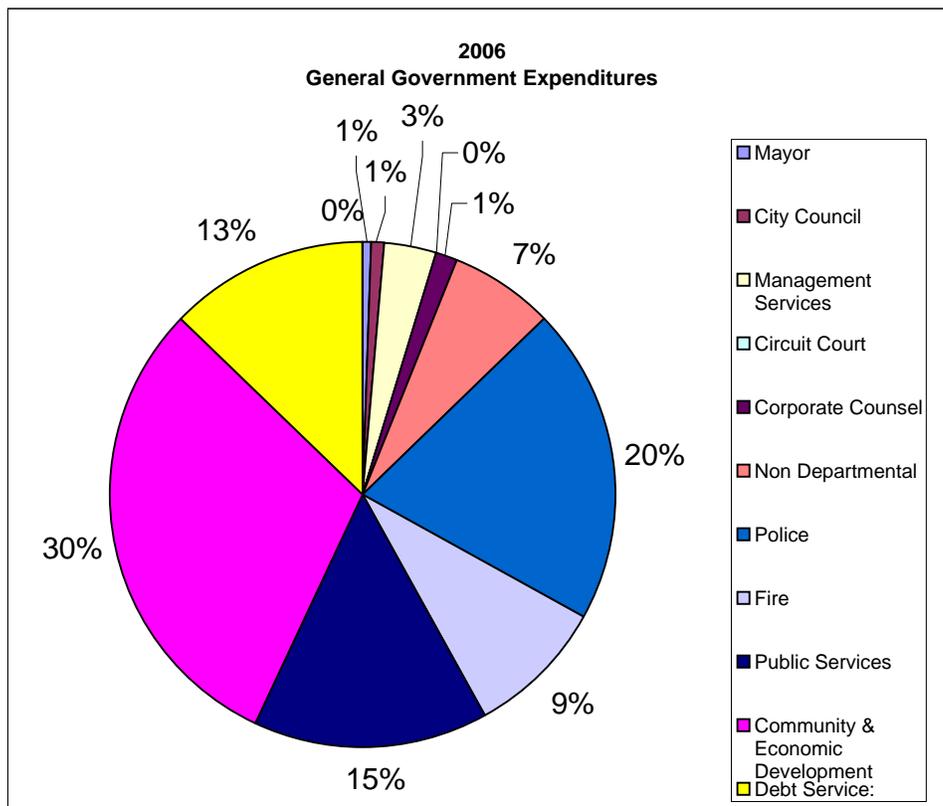
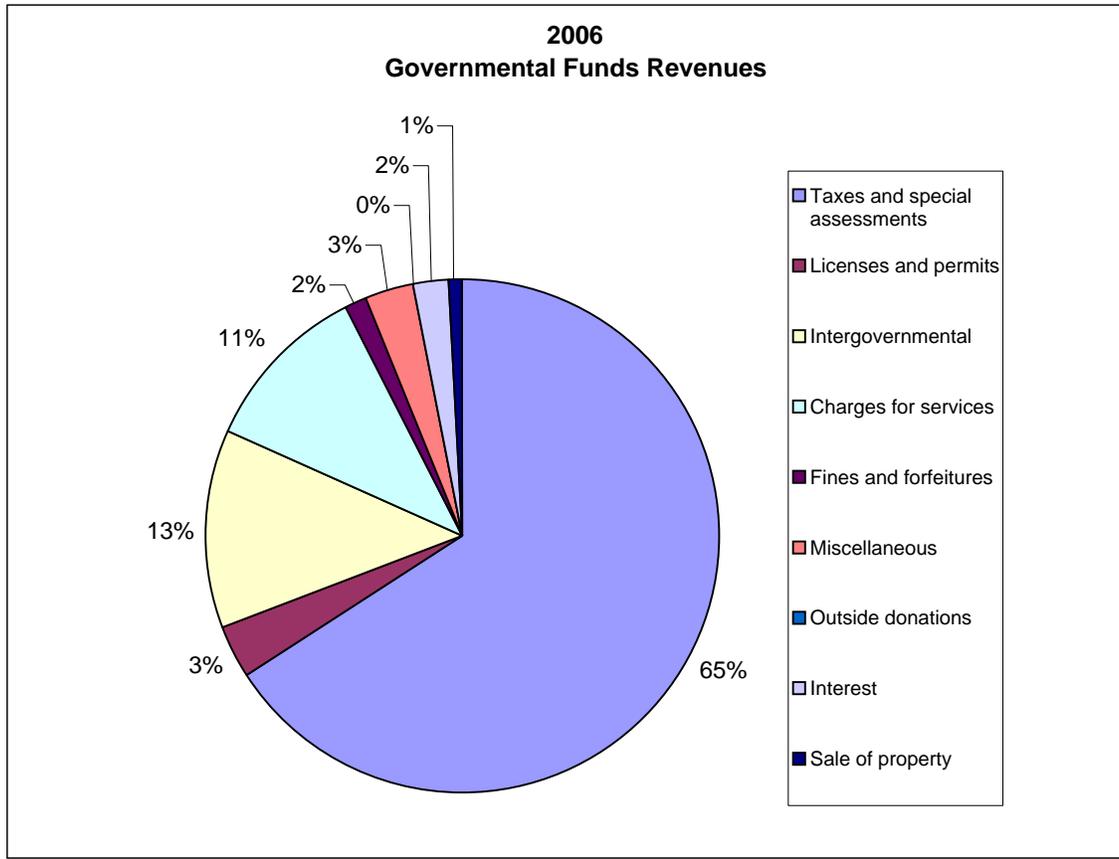
	<u>Fiscal Year 2006</u>	<u>Fiscal Year 2005</u>	<u>Fiscal Year 2004</u>	<u>Fiscal Year 2003</u>
Revenues				
Taxes and special assessments	\$ 40,600,630	\$ 38,300,398	\$ 36,017,959	\$ 33,674,649
Licenses and permits	2,100,508	2,165,027	1,760,100	1,761,584
Intergovernmental	7,707,958	9,827,317	9,873,197	6,118,536
Charges for services	6,531,996	6,117,999	5,993,359	7,016,822
Fines and forfeitures	960,148	832,712	847,954	561,075
Miscellaneous	1,793,608	1,419,727	1,948,517	2,172,698
Outside donations	80,806	63,431	114,306	718,694
Interest	1,287,672	896,004	802,363	999,930
Sale of property	569,303	1,434,827	29,352	1,703,047
Total revenues	<u>61,632,629</u>	<u>61,057,442</u>	<u>57,387,107</u>	<u>54,727,035</u>
Expenditures				
General government:				
Mayor	433,797	415,256	419,481	422,142
City Council	634,277	537,695	606,812	600,025
Management services	2,293,113	2,027,169	2,089,066	2,042,904
Circuit court	34,020	34,020	34,020	32,400
Corporate counsel	896,177	814,485	803,345	765,768
Non departmental	4,620,366	2,579,605	4,176,233	4,736,949
Police	14,267,656	12,799,940	13,017,997	11,769,534
Fire	6,326,334	6,488,091	6,458,664	6,290,897
² Public works	-	-	4,708,270	6,434,126
² Community services	-	-	7,265,426	7,576,512
Community & economic dev.	21,197,793	12,672,324	10,901,179	8,567,845
² Publics services	10,655,033	9,670,977	-	-
Debt service:				
Principal	5,002,000	4,018,091	2,634,000	4,802,447
Interest and fiscal charges	3,864,630	2,721,531	2,984,634	2,011,960
Fees and assessments	39,950	-	657,362	569,375
Capital outlay	91,000	9,064,289	935,738	2,950,360
Total expenditures	<u>70,356,146</u>	<u>63,843,473</u>	<u>57,692,227</u>	<u>59,573,244</u>
Excess of revenues over (under) expenditures	(8,723,517)	(2,786,031)	(305,120)	(4,846,209)
Other Financing Sources (Uses)				
Loan/bond proceeds	43,440,000	2,100,000	8,072,255	1,426,359
Bond discount	(336,300)	-	-	-
Payment to refund bond escrow	(2,865,000)	-	(7,970,446)	-
Operating transfers in	22,580,824	16,064,479	4,482,782	12,253,102
Operating transfers out	(25,051,312)	(19,187,992)	(12,300,490)	(17,183,552)
Total other financing sources (uses)	<u>37,768,212</u>	<u>(1,023,513)</u>	<u>(7,715,899)</u>	<u>(3,504,091)</u>
Net change in fund balances	\$ 29,044,695	\$ (3,809,544)	\$ (8,021,019)	\$ (8,350,300)
Debt service as a percentage of noncapital expenditures	12.7%	12.3%	11.1%	13.0%

Source: Ogden City Comptroller Division

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

² The departments of Public Works & Community Services were combined into one department of Public Services in fiscal year 2005

Further discussion of this data is available in the Management Discussion & Analysis, the Transmittal Letter, and notes found in the Financial Section.



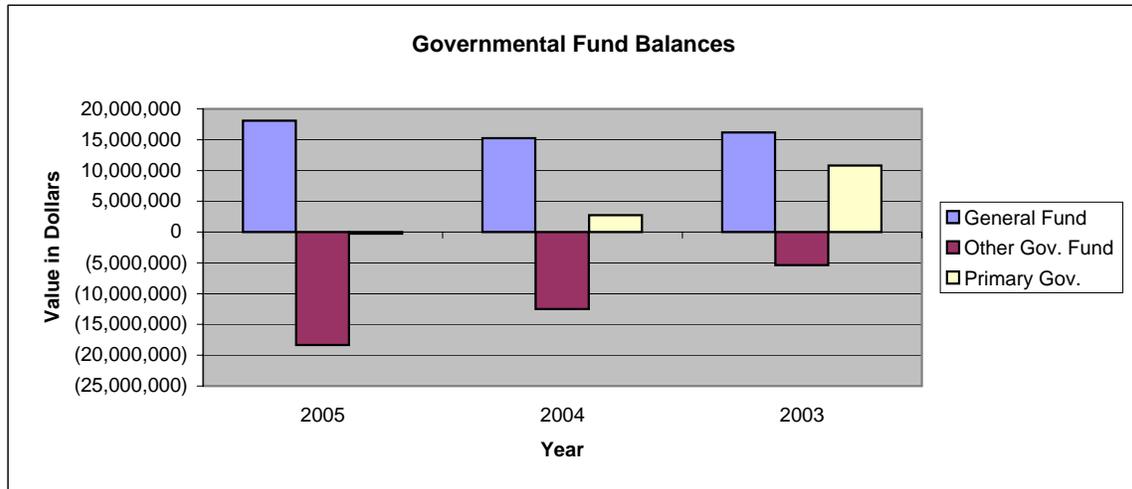
Ogden City
Fund Balances, Governmental Funds
Last Three Fiscal Years
(modified accrual basis of accounting)
(UNAUDITED)

	<u>Fiscal Year 2006</u>	<u>Fiscal Year 2005</u>	<u>Fiscal Year 2004</u>	<u>Fiscal Year 2003</u>
General Fund				
Reserved	\$ 12,431,274	\$ 11,361,573	\$ 10,875,511	\$ 11,476,944
Unreserved/Designated	84,109	276,897	321,722	302,961
Unreserved/Undesignated	4,579,463	6,443,605	4,059,669	4,377,072
Total General Fund	\$ 17,094,846	\$ 18,082,075	\$ 15,256,902	\$ 16,156,977
All Other Governmental Funds				
Reserved	\$ 19,487,239	\$ 4,185,603	\$ (8,025,320)	\$ (6,664,374)
Unreserved, reported in:				
Redevelopment Agency Funds	(8,971,457)	(24,378,933)	(5,787,733)	969,739
Nonmajor Funds	1,155,850	1,833,038	1,322,178	324,705
Total all Other Governmental Funds	\$ 11,671,632	\$ (18,360,292)	\$ (12,490,875)	\$ (5,369,930)
Total Primary Government	\$ 28,766,478	\$ (278,217)	\$ 2,766,027	\$ 10,787,047

Net fund balances are discussed in detail in Management's Discussion and Analysis

Source: Ogden City Comptroller Division

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



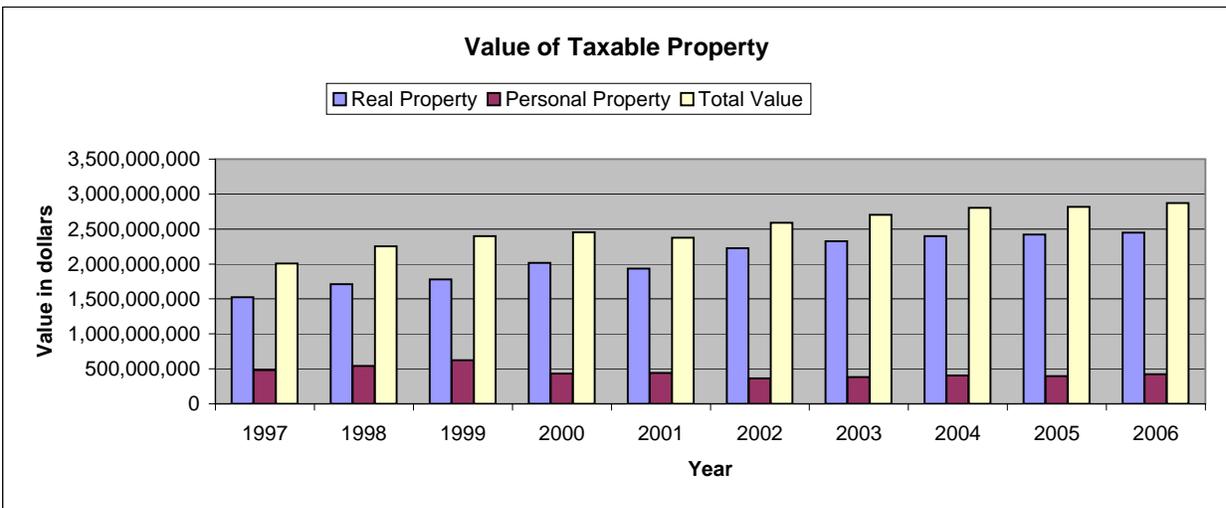
**REVENUE CAPACITY
(Unaudited)**

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

Fiscal Year	Real Property		Personal Property		Total		Total Direct Tax Rate ⁵
	Taxable Value ²	Est. Market Value ²	Taxable Value ²	Est. Market Value ²	Taxable Value ⁴	Est. Market Value ⁴	
1997	1,523,188,806	³	481,770,690	³	2,004,959,496	³	5.370
1998	1,712,815,675	³	541,662,411	³	2,254,478,086	³	4.891
1999	1,777,846,557	³	621,942,949	³	2,399,789,506	³	4.929
2000	2,017,785,103	³	434,263,817	³	2,452,048,920	³	4.784
2001	1,934,343,839	³	440,861,847	³	2,375,205,686	³	4.295
2002	2,224,267,428	³	366,364,801	³	2,590,632,229	³	4.135
2003 ¹	2,323,499,514	3,423,332,047	381,171,565	385,751,543	2,704,671,079	3,809,083,590	4.082
2004	2,397,547,847	3,533,599,330	404,124,480	408,578,318	2,801,672,327	3,942,177,648	4.061
2005	2,420,191,163	3,574,141,695	398,027,860	402,294,494	2,818,219,023	3,976,436,189	4.161
2006	2,448,901,445	3,614,684,061	424,839,874	428,998,796	2,873,741,319	4,043,682,857	4.253

Source: The Annual Report of the Weber County Auditor (1997-2006)
 Weber County Auditor's Office

- ¹ GASB 34 and 44 conversion; comparative data in previous years provided as available
- ² Taxable and market values as provided by Weber County Auditor's office. Includes State Assessed Utilities.
- ³ Information not available in previous years
- ⁴ Calendar year valuations (i.e., FY 2006 is the 2005 calendar year valuation)
- ⁵ Total direct tax rate is the Ogden City General Fund tax rate for the calendar year as provided by Weber County. (I.e., FY 2006 is the 2005 calendar year tax rate)



**OGDEN CITY CORPORATION
PRINCIPAL TAXPAYERS FOR THE CALENDAR YEAR 2005
June 30, 2006**

**TEN LARGEST PROPERTY TAXPAYERS
(UNAUDITED)**

Taxpayer	Type of Business	2005 Taxable Value	Percentage of Total Taxable Value	1996	
				Taxable Value	Ranking
Fresenius USA (Delmed Medical)	Health care products	111,805,207	3.9%	na	
Boyer Company	Construction/space leasing	\$ 111,345,962	3.9%	na	
Morton International/Autoliv	Automotive safety products	56,220,625	2.0%	\$ 59,487,695	1
Williams International	Manufacture of jet airplane engines	47,251,564	1.6%	15,289,081	6
McDonnell Douglas (The Boeing Company)	Air force subcontractor	43,264,131	1.5%	na	
Qwest Communications (US West)	Telephone/communications	31,410,325	1.1%	31,055,240	2
Newgate Mall	Space leasing for retail sales	27,697,330	1.0%	16,799,250	5
Pacificorp (Utah Power)	Electric utility	27,210,876	0.9%	28,786,190	3
IHC Health Services	Health services	26,558,347	0.9%	na	
Flying J	Gasoline refining and sales	17,129,770	0.6%	na	
Connecticut General Life (Ogden City Mall)	Space leasing for retail sales			19,870,625	4
Ogden City Mall Parking Terrace	Parking structure for mall			13,251,439	7
Mountain Fuel Supply	Natural gas utility			11,678,720	8
Cargill Inc.	Grain processing			8,005,370	9
Dillards	Retail sales			6,809,873	10
Total taxable value of 10 largest taxpayers.....		<u>499,894,137</u>	<u>17.4%</u>	<u>211,033,483</u>	
Total taxable value of all other taxpayers.....		<u>2,373,847,182</u>	<u>82.6%</u>	<u>1,586,928,739</u>	
Total taxable value of all taxpayers.....		<u>\$ 2,873,741,319</u>	<u>100.0%</u>	<u>\$ 1,797,962,222</u>	

Sources: Weber County Treasurer's Office Most Recent Available Data
Weber County Auditor's Office

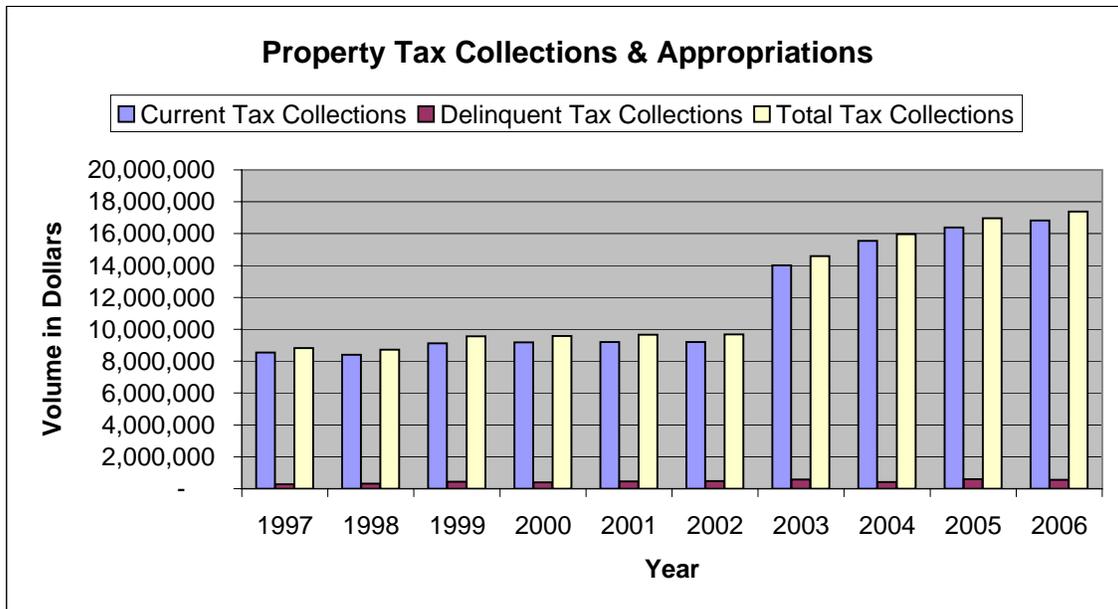
**OGDEN CITY CORPORATION
PROPERTY TAX APPROPRIATIONS AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Total Tax Appropriation	Current Tax Collections	Percent of Approp. Collected	Delinquent Tax Collections ²	Total Tax Collections	Percent of Total Tax Collections to Tax Approp.
1997	8,634,725	8,543,293	98.9%	287,455	8,830,748	102.3%
1998	8,633,250	8,409,720	97.4%	313,342	8,723,062	101.0%
1999	9,053,900	9,128,673	100.8%	433,924	9,562,597	105.6%
2000	9,428,300	9,180,537	97.4%	391,002	9,571,539	101.5%
2001	9,234,050	9,208,085	99.7%	450,212	9,658,297	104.6%
2002	9,545,200	9,197,405	96.4%	485,721	9,683,126	101.4%
2003 ¹	15,834,825	14,004,703	88.4%	582,987	14,587,690	92.1%
2004	17,371,150	15,541,405	89.5%	426,611	15,968,016	91.9%
2005	18,089,832	16,377,964	90.5%	594,603	16,972,567	93.8%
2006	19,306,325	16,820,852	87.1%	556,156	17,377,008	90.0%

¹ GASB 34 conversion; now includes Redevelopment Agency

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

Source: Ogden City Comptroller Division



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

<u>Calendar Year</u>	<u>Ogden City General Fund</u>	<u>Weber County General Fund</u>	<u>Weber County Library Fund</u>	<u>Consolidated Health Fund</u>	<u>Weber County Paramedic</u>	<u>Mosquito Abatement Dist.</u>	<u>Weber Basin Water General Levy</u>	<u>Weber Basin Water Ogden Special</u>	<u>Central Weber Sewer</u>	<u>Ogden City School District</u>	<u>State Assess and Collect</u>	<u>Total</u>
1996	5.370	2.235	0.922	0.220	0.275	0.132	0.154	0.284	0.680	6.795	0.446	17.513
1997	4.891	2.106	0.866	0.206	0.258	0.125	0.145	0.240	0.635	7.846	0.414	17.732
1998	4.929	1.246	1.234	0.210	0.263	0.127	0.141	0.240	0.638	7.865	0.406	17.299
1999	4.784	2.109	1.250	0.210	0.262	0.125	0.139	0.237	0.638	7.722	0.400	17.876
2000	4.295	1.973	1.221	0.198	0.247	0.118	0.200	0.222	0.603	7.761	0.373	17.211
2001	4.135	1.853	1.028	0.186	0.232	0.111	0.193	0.216	0.578	7.476	0.348	16.356
2002	4.082	1.868	1.004	0.187	0.234	0.111	0.193	0.159	0.575	7.458	0.336	16.207
2003	4.061	1.880	0.968	0.187	0.234	0.111	0.196	0.282	0.574	7.284	0.340	16.117
2004	4.161	1.893	1.006	0.188	0.236	0.112	0.198	0.358	0.552	7.342	0.340	16.386
2005	4.253	2.405	1.124	0.193	0.185	0.110	0.193	0.310	0.567	7.312	0.377	17.029

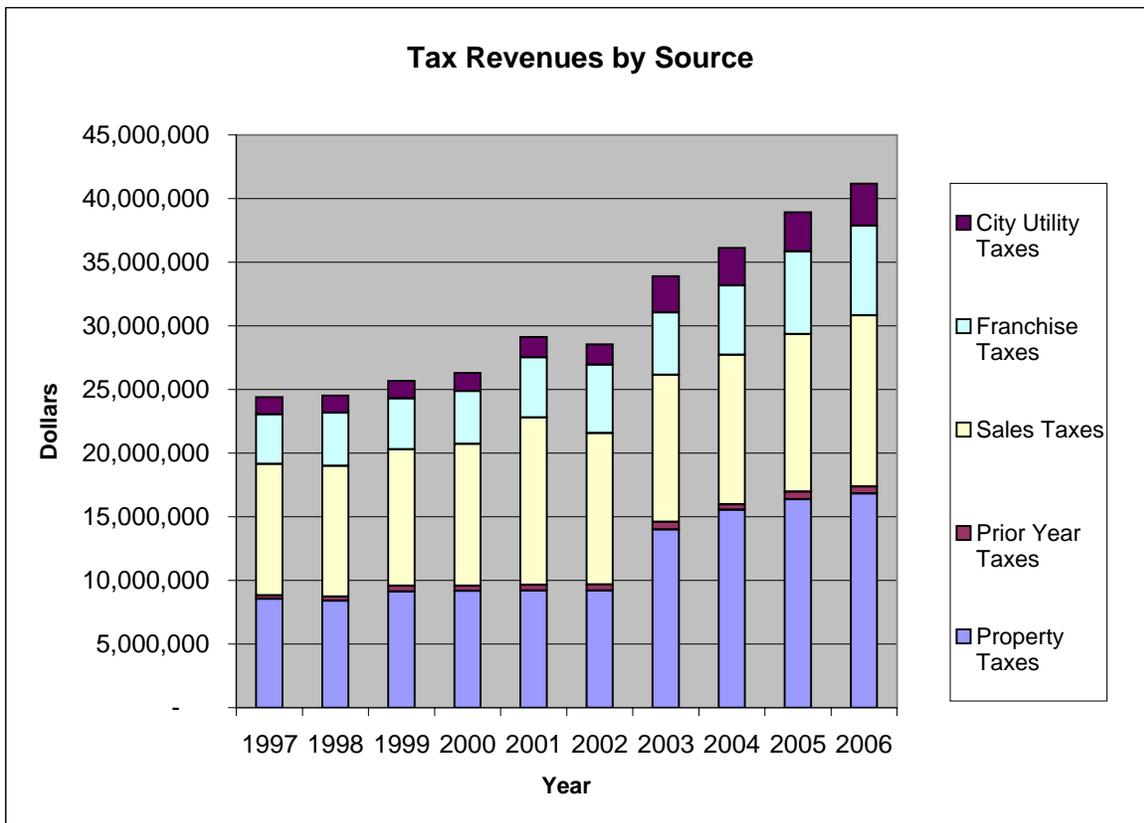
Source: Weber County Auditor's Office

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

Fiscal Year	Property Taxes	Prior Year Taxes	Sales Taxes	Franchise Taxes	City Utility Taxes	Total
1997	8,543,293	287,455	10,324,128	3,893,530	1,351,041	24,399,447
1998	8,409,720	313,342	10,286,617	4,158,396	1,362,167	24,530,242
1999	9,128,673	433,925	10,734,184	3,999,085	1,372,550	25,668,417
2000	9,180,537	391,002	11,165,428	4,126,722	1,448,101	26,311,790
2001	9,208,085	450,212	13,153,887	4,714,683	1,602,975	29,129,842
2002	9,197,405	485,721	11,900,477	5,368,914	1,607,400	28,559,917
2003 ¹	14,004,702	582,987	11,573,480	4,893,599	2,857,528	33,912,296
2004	15,541,405	426,611	11,756,091	5,456,826	2,943,145	36,124,078
2005	16,377,964	594,603	12,383,198	6,502,958	3,078,524	38,937,247
2006	16,820,852	556,156	13,452,590	7,054,842	3,289,875	41,174,315

¹ GASB 34 conversion; now includes Ogden City Redevelopment Agency

Source: Ogden City Comptroller Division



DEBT CAPACITY (Unaudited)

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

Fiscal Year	Population	Personal Income ²	Governmental Activities			Business-Type Activities			Total Primary Government	Percentage of Personal Income	Per Capita
			General Obligation Bonds	Lease Revenue Bonds	Tax Increment Revenue Bonds	Special Assessment	Revenue Bonds	Notes and Leases Payable			
2003 ¹	80,599	\$ 5,053,300,000	\$ 21,410,000	\$ 4,315,000	\$ 14,655,000	\$ 543,000	\$ 12,500,000	\$ 1,737,309	\$ 55,160,309	1.09 %	\$ 684.38
2004	81,416	5,263,200,000	20,850,000	3,905,000	13,770,000	477,000	11,868,650	1,619,056	52,489,706	1.00	644.71
2005	82,007	5,331,000,000	19,475,000	3,475,000	12,875,000	408,000	11,206,633	9,027,965	56,467,598	1.06	688.57
2006	82,007	5,824,100,000	20,020,000	3,495,000	50,520,000	257,000	10,518,496	8,219,070	93,029,566	1.60	1,134.41

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

Source: Ogden City Comptrollers Office
 Utah Department of Workforce Services

¹ GASB 34 and 44 conversion. Ten years of comparative data is not available.

² Personal income numbers are for Weber County. This data is not available on a city level. Ogden City is the largest city in Weber County. Calendar year numbers (i.e., FY 2006 is calendar year 2005 numbers); 2005 is a preliminary number, 2006 is a forecasted number.

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

Fiscal Year	Population ²	Taxable Value/ Est. Market Value ³	Gross Bonded Debt	General Debt Service Monies Available	Debt Payable from Enterprise Revenues	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt per Capita
1996	66,573	1,797,962,222	6,305,000	0	2,480,000	3,825,000	0.21	57.46
1997	67,468	2,004,959,496	27,920,000	0	2,135,000	25,785,000	1.29	382.18
1998	68,226	2,254,478,086	26,730,000	0	1,775,000	24,955,000	1.11	365.77
1999	69,262	2,399,789,506	34,015,000	0	8,335,000	25,680,000	1.07	370.77
2000	69,262	2,452,048,920	32,650,000	0	7,970,000	24,680,000	1.01	356.33
2001	77,226	2,375,205,686	31,410,000	0	7,770,000	23,640,000	1.00	306.11
2002	79,757	2,590,632,229	33,415,000	0	10,865,000	22,550,000	0.87	282.73
2003 ¹	80,599	3,809,083,590	53,423,000	0	12,500,000	40,923,000	1.07	507.74
2004	81,416	3,942,177,648	50,870,650	0	11,868,650	39,002,000	0.99	479.05
2005	82,007	5,246,039,171	47,439,633	0	11,206,633	36,233,000	0.69	441.83
2006	82,007	4,043,682,857	44,690,236	0	11,141,236	33,549,000	0.83	409.10

Sources: The Annual Report of the Weber County Auditor
(1995-2000)
Weber County Auditor's Office
Ogden City Planning and U.S. Census Bureau

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

¹ GASB 34 and 44 conversion. Debt now includes Redevelopment Agency.

² Calendar year estimates prepared by the Ogden City Planning Division (i.e., FY 2006 population is the calendar year 2005 estimate) Population from the 1990 census was 63,909. The population figures have been revised to bring them in line with the census.

³ Calendar year valuations (i.e., FY 2006 is calendar year 2005 valuation) . Taxable and market values as provided by Weber County Auditor's office. Includes State Assessed Utilities. Estimated market value not available prior to FY 2003; numbers provided in FY 2002 and prior are taxable values.

⁴ Includes all long-term general obligation debt

**OGDEN CITY CORPORATION
COMPUTATION OF DIRECT AND OVERLAPPING DEBT
June 30, 2006
(UNAUDITED)**

<u>Jurisdiction</u>	<u>Net Debt Outstanding</u>	<u>Percentage Applicable to Ogden City</u>	<u>Amount Applicable to Ogden City</u>
Ogden City Corporation	\$ 70,540,000	100%	\$ 70,540,000
Ogden City School District	2,865,000	100%	2,865,000
Weber County	23,165,000	35%	8,107,750
Weber Basin Water Conservancy Dist.	33,806,619	10%	<u>3,380,662</u>
 Total Overlapping General Obligation Debt			 \$ <u><u>84,893,412</u></u>

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

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

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

OGDEN CITY CORPORATION
COMPUTATION OF LEGAL DEBT MARGIN
Last Ten Fiscal Years
June 30, 2006
(UNAUDITED)

Net assessed value for 2005:	
Residential valuation	\$ 1,421,521,063 @ 55% ¹ 781,836,585
Non-residential valuation	1,452,220,256 @ 100% <u>1,452,220,256</u>
Total taxable value.....	\$ <u>2,234,056,841</u>
Debt limit:	
4% of total taxable value ²	\$ 89,362,274
4% of total taxable value for utilities	<u>89,362,274</u>
	\$ <u>178,724,547</u>
Amount of debt applicable to debt limit:	
Total bonded debt ³	
(including Special Assessment Bonds).....	20,277,000
Less:	
Assets in Debt Service Fund available	
for payment of principal.....	0
Other deductions allowed by law:	
Special Assessment Bonds.....	<u>(257,000)</u>
Total amount of debt applicable to debt limit	<u>20,020,000</u>
General debt margin.....	69,342,274
Utilities debt margin.....	<u>89,362,274</u>
Total legal debt margin.....	\$ <u>158,704,547</u>

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	Fiscal Year									
	1997	1998	1999	2000	2001	2002	2003	2004	2005	2006
Debt limit	\$ 120,115,778	\$ 133,261,504	\$ 142,990,488	\$ 149,816,983	\$ 146,522,762	\$ 160,360,586	\$ 168,112,203	\$ 174,262,311	\$ 175,095,774	\$ 178,724,547
Total net debt applicable to limit	<u>25,785,000</u>	<u>24,955,000</u>	<u>25,680,000</u>	<u>24,680,000</u>	<u>23,640,000</u>	<u>22,550,000</u>	<u>21,410,000</u>	<u>20,850,000</u>	<u>19,475,000</u>	<u>20,020,000</u>
Legal debt margin	\$ <u>94,330,778</u>	\$ <u>108,306,504</u>	\$ <u>117,310,488</u>	\$ <u>125,136,983</u>	\$ <u>122,882,762</u>	\$ <u>137,810,586</u>	\$ <u>146,702,203</u>	\$ <u>153,412,311</u>	\$ <u>155,620,774</u>	\$ <u>158,704,547</u>
Total net debt applicable to the limit as a percentage of debt limit	21.47%	18.73%	17.96%	16.47%	16.13%	14.06%	12.74%	11.96%	11.12%	11.20%

¹ Primary residences only. Secondary homes are assessed at 100%.

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

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

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

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

Fiscal Year	Gross Revenues ¹	Direct Operating Expense ²	Net Revenue Available for Debt Service	Debt Service Requirements ³			Coverage
				Principal	Interest	Total	
1997	\$ 5,891,168	\$ 4,685,032	\$ 1,206,136	\$ 0	\$ 0	0	N/A
1998	5,560,745	5,573,539	(12,794)	0	0	0	N/A
1999	6,051,558	6,127,248	(75,690)	0	0	0	N/A
2000	5,978,358	6,357,166	(378,808)	126,730	247,269	373,999	(1.01)
2001	6,005,759	5,841,241	164,518	133,400	243,150	376,550	0.44
2002	6,185,153	7,429,156	(1,244,003)	136,735	238,481	375,216	(3.32)
2003	6,704,260	6,347,438	356,822	140,070	233,422	373,492	0.96
2004	7,303,641	6,227,386	1,076,255	146,740	228,099	374,839	2.87
2005	6,930,588	7,475,593	(545,005)	153,410	222,376	375,786	(1.45)
2006	7,775,694	7,814,521	(38,827)	160,080	216,240	376,320	(0.10)

¹ Total operating revenues.

² Total operating expenses including depreciation.

³ Operating income is used to cover debt service requirements.

Source: Ogden City Comptrollers Office

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

<u>Fiscal Year</u>	<u>Gross Revenues</u> ¹	<u>Direct Operating Expense</u> ²	<u>Net Revenue Available for Debt Service</u>	<u>Debt Service Requirements</u> ³			<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	<u>Total</u>	
1996 \$	2,220,241	\$ 1,951,156	\$ 269,085	\$ 145,000	\$ 103,178	\$ 248,178	1.08
1997	2,806,842	2,181,395	625,447	150,000	95,578	245,578	2.55
1998	2,877,179	2,867,179	10,000	160,000	87,203	247,203	0.04
1999	3,377,708	3,292,357	85,351	165,000	78,141	243,141	0.35
2000	3,334,844	2,891,226	443,618	63,270	123,449	186,719	2.38
2001	3,515,391	3,303,623	211,768	66,600	121,393	187,993	1.13
2002	4,243,319	6,075,737	(1,832,418)	68,265	119,062	187,327	(9.78)
2003	4,794,832	3,534,101	1,260,731	69,930	116,536	186,466	6.76
2004	5,544,291	4,155,325	1,388,966	324,610	195,267	519,877	2.67
2005	5,541,685	4,353,094	1,188,591	338,607	181,743	520,350	2.28
2006	5,801,639	4,181,699	1,619,940	353,057	167,558	520,615	3.11

¹ Total operating revenues.

² Total operating expenses including depreciation.

³ Operating income is used to cover debt service requirements.

Source: Ogden City Comptrollers Office

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

Fiscal Year	Gross Revenues	Direct Operating Expense	Net Revenue Available for Debt Service	Debt Service Requirements³			Coverage
				Principal	Interest	Total	
1997 \$	2,349,474 \$	1,646,142 \$	703,332 \$	190,001 \$	38,774 \$	228,775	3.07
1998	2,912,235	2,193,616	718,619	200,000	24,713	224,713	3.20
1999	2,803,705	2,304,789	498,916	210,000	16,713	226,713	2.20
2000	2,765,325	2,395,809	369,516	175,000	7,788	182,788	2.02
2001	2,856,440	2,253,569	602,871	-	-	-	N/A
2002	3,096,018	4,980,428	(1,884,410)	-	-	-	N/A
2003	3,543,164	2,898,915	644,249	155,000	161,700	316,700	2.03
2004	3,611,435	2,950,847	660,588	160,000	154,105	314,105	2.10
2005	3,691,825	3,198,080	493,745	170,000	146,265	316,265	1.56
2006	3,828,593	3,067,261	761,332	175,000	137,935	312,935	2.43

¹ Total operating revenues.

² Total operating expenses including depreciation.

³ Operating income is used to cover debt service requirements.

Source: Ogden City Comptrollers Office

OGDEN CITY CORPORATION
INDUSTRIAL REVENUE BONDS OUTSTANDING
As of June 30, 2005
(UNAUDITED)

Company	Date Issued	Outstanding July 1, 2005	Issued in 2006	Retired in 2006	Outstanding June 30, 2006
Albion Manufacturing	12-01-98	\$ 2,488,116	-	\$ 135,553	\$ 2,352,563
Enable Industries	10-29-97	770,000	-	80,000	690,000
Infiltrator Systems Inc.	06-06-95	1,235,000	-	100,000	1,135,000

Sources: Financial institutions, bond contracts, accounting firms

Demographic and Economic Information (Unaudited)

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

Fiscal Year	Population ²	Personal Income ³	Per Capita Personal Income ³	School Enrollment ⁴	Unemployment Rate ⁵
1997	67,468	Not available	Not available	12,834	5.6%
1998	68,226	Not available	Not available	12,800	6.9%
1999	69,262	Not available	Not available	12,809	6.5%
2000	69,262	Not available	Not available	12,809	6.0%
2001	77,226	Not available	Not available	12,835	7.2%
2002	79,757	Not available	Not available	12,816	9.2%
2003 ¹	80,599	\$ 5,053,300,000	\$ 24,856	13,141	9.6%
2004	81,416	5,265,200,000	25,584	12,877	8.1%
2005	82,007	5,331,000,000	26,551	12,604	6.8%
2006	82,007	5,824,100,000	27,635	12,059	Not Available ⁵

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

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- ¹ GASB 34 and 44 conversion; comparison data in prior years provided as available
- ² Calendar year estimates prepared by the Ogden City Planning Division (i.e., FY 2006 population is the calendar year 2005 estimate). Population from the 1990 census was 63,909. The population figures have been revised to bring them more in line with the census. Population from the 1980 census was 64,407. FY 2001 population is from the 2000 census.
- ³ Personal income and per capita personal income numbers are for Weber County. This data is not available on a city level. Ogden City is the largest city in Weber County. Calendar year numbers (i.e., FY 2006 is calendar year 2005 numbers); FY 2005 is a preliminary number, FY 2006 is a forecasted number. Prior year data is adjusted to actual as available.
- ⁴ Calendar year data.
- ⁵ Rates are raw annual calendar year averages. The unemployment rate for calendar year 2005 is not yet available. The unemployment rates for the years 1990-1996 were revised by the Utah Dept. of Employment Security based on the 1990 census data.

**OGDEN CITY CORPORATION
LARGEST EMPLOYERS
FOR 2005
(UNAUDITED)**

<u>Company</u>	<u>Type of Business</u>	<u>Employment Range</u>	<u>1995</u>	
			<u>Employment Range</u>	<u>Ranking</u>
Internal Revenue Service	Federal government	5,000-6,999	Not available	
Weber County School District	Public education	3,000-3,999	Not available	
Autoliv	Motor vehicle equipment manufacturing	2,000-2,999	Not available	
McKay Dee Hospital Center	Hospital	2,000-2,999	Not available	
Weber State University	Public education	2,000-2,999	Not available	
Convergys	Telephone call center	1,000-1,999	Not available	
Fresenius USA Manufacturing Inc.	Medical instrument manufacturing	1,000-1,999	Not available	
Ogden City School District	Public education	1,000-1,999	Not available	
State of Utah	State government	1,000-1,999	Not available	
Wal-Mart	Discount department store	1,000-1,999	Not available	

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

² Information indicating each employer's percentage of total employment is not available.

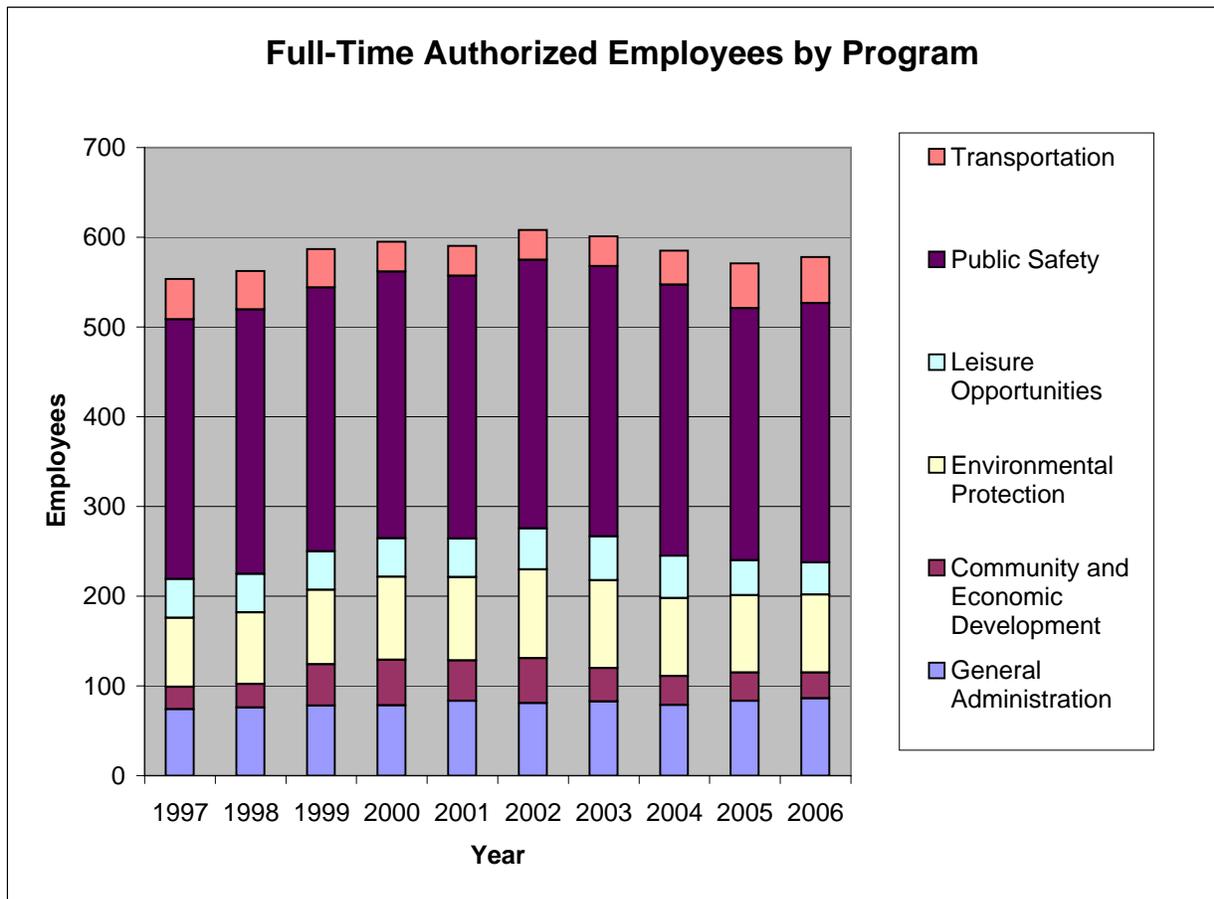
Source: Utah Department of Workforce Services

Operating Information (Unaudited)

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

<u>Fiscal Year</u>	<u>General Administration</u>	<u>Community and Economic Development</u>	<u>Environmental Protection</u>	<u>Leisure Opportunities</u>	<u>Public Safety</u>	<u>Transportation</u>	<u>Total</u>
1997	74	25	77	43	289.5	45	553.5
1998	76	26	80	43	294.5	43	562.5
1999	78	46	83	43	294	43	587
2000	78.5	50.5	92.66	43	297	33.34	595
2001	83.5	45	92.66	43	293	33.34	590.5
2002	80.8	50.2	98.66	46	299	33.34	608
2003	82.8	37.2	97.66	49	301	33.34	601
2004	78.8	32.2	87	47	302	38	585
2005	83.3	31.7	86	39	281	50	571
2006	86	29	86.66	36	289	51.34	578

Source: Ogden City Adopted Budget



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

Function	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Police										
Part I: Crimes of Violence	382	389	432	425	443	358	387	392	372	250 ¹
Part I: Crimes of Non-Violence	6,067	6,218	5,651	4,981	5,088	4,886	4,900	4,790	5,177	4,853 ¹
Total all UCR Offenses	6,449	6,607	6,083	5,406	5,531	5,244	5,287	5,182	5,549	5,103 ¹
Total Averages of UCR Crimes per 1,000 Population										
Violent Crimes per 1,000	5.3	5.3	5.8	5.6	5.7	4.6	4.8	4.9	4.3	4.4 ¹
Non-Violent Crimes per 1,000	84.4	84.9	75.8	65.6	65.9	62.2	61.3	59.9	64.0	68.0 ¹
All UCR Crime per 1,000	89.7	90.2	81.6	71.2	71.6	66.8	66.1	64.8	68.3	72.4 ¹
Fire										
Incident Responses	2	2	2	2	9,177	10,469	11,199	10,917	12,113	12,152
Inspections/Preplanning Property Visits (excludes Public Nuisance inspections)	2	2	2	2	2	2	2,285	3,372	2,943	1,072
Fire Investigation Hours	2	2	2	2	2	2	509	387	395	226
Public Education Hours	2	2	2	2	2	2	2	2	793	635

¹ 2005 Projected; 2004 revised to actual

² Information not available for prior years

Notes: Information on this report presents available indicators of demand or level of service for Public Safety. This information is not tracked for General Administration, Transportation, Environmental Protection, Leisure Opportunities or Community Development.

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

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

Function	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Number of policemen and officers (do not include reserve police officers)	107	113	114	116	112	125	125	124	122	126
Fire										
Stations	5	5	5	5	5	5	5	5	5	5
Number of firemen and officers	105	109	109	103	106	111	111	110	104	115

Source: Ogden City Comptroller's Division

**OGDEN CITY CORPORATION
MISCELLANEOUS STATISTICS
June 30, 2006
(UNAUDITED)**

		<u>1996 Comparative Data</u>
Date of Incorporation:	February 6, 1851	
Form of government:	Council - Mayor	
Area (in square miles):	27	27
Miles of streets:	273	227
Number of street lights:	2,965	2,642
Fire protection:		
Number of stations	5	5
Number of firemen and officers	116	105
Police protection:		
Number of stations	1	1
Number of policemen and officers (Does not include reserve police officers)	132	107
Education (elementary only):		
Attendance centers	15	15
Number of teachers	325	271
Number of students	6,146	6,292
Municipal water department:		
Number of consumers	23,513	20,929
Average daily consumption (in gallons)	12,589,602	12,090,216
Miles of water mains	350	251
Sewers:		
Sanitary sewers (in miles)	335	224
Storm sewers (in miles)	116	57
Building permits issued:	2,029	1,673
Recreation and culture:		
Number of parks	40 with 238.67 acres	38 with 232.6 acres
Number of libraries	1	1
Number of volumes	413,870	354,020
Employees:		
Classified service	518	499
Exempt	314	360
Sources:	Various Ogden City departments Ogden School District Weber County Library	

Ogden City Corporation
Schedule of Insurance Coverage
as of June 30, 2006

(UNAUDITED)

Coverage	Carrier	Limits	Deductible	Expiration Date	Description
General Liability Law Enforcement Public Official Auto Liability Auto Comprehensive Auto Collision Auto First Party Auto Uninsured Motorist Planning and Zoning	URMMA (Ogden)	\$ 6,000,000 6,000,000 6,000,000 6,000,000	\$ 15,000 15,000 15,000 15,000	Indefinite Indefinite Indefinite Indefinite	Covers bodily injury, property damage, personal injury, errors and omissions, and personal injury protection. This is a Claims Made policy. Excludes Airport.
Airport Liability Contractual Ground Hangar Keepers	ACE Ins. Co. (AAPN00987116)	15,000,000 15,000,000 15,000,000	0 0 0	Oct 1, 2006	Covers general liability occurrences at airport.
Off-duty Vehicle Coverage	Federal Ins. (Chubb Group) 74969965	1,000,000	0	July 1, 2006	Liability coverage for off-duty vehicles.
Blanket Property Real & Business Personal Property Municipal Mobile Equipment Scheduled & Unscheduled Electronic Data Processing Extra Expense Valuable Papers	Federal Ins. (Chubb Group) 35833430	136,945,608 223,400 1,455,600 250,000 15,000	5,000 5,000 5,000 5,000 5,000	July 1, 2006 July 1, 2006 July 1, 2006 July 1, 2006 July 1, 2006	Covers buildings and contents listed on schedule as a result of covered causes of loss. Covers City Owned Mobile Equipment as a result of covered causes of loss. Covers EDP Equipment as a result of covered causes of loss. Covers necessary expenses incurred from a covered cause of loss. Covers costs to research and restore lost information from a covered cause of loss.
Auto Physical Damage Vehicles Under \$50,000 Comprehensive & Collision Perils Vehicles Over \$50,000	Federal Ins. (Chubb Group) 74969966	Scheduled Vehicles 314,900	500 5,000	July 1, 2006	Covers property damage to City owned vehicles including Strike Force Vehicles.
Antique Cars Schedule included under Property Policy	Federal Ins. (Chubb Group) 35833430	917,000	1,000	July 1, 2006	Covers property damage for antique cars owned by the City

Coverage	Carrier	Limits	Deductible	Expiration Date	Description
Fine Arts Floater	National Farmers Union 1SI0473530	Scheduled \$1,847,530	\$ 1,000	Oct 1, 2006	Covers owned firearms, murals, statues, tiara, belt buckle, pet statue, owned/un-owned misc. art displays & Honeywell alarm system for Direct Physical Loss
Boiler & Machinery	Hartford Steam Boiler (FBPDN2226704)	50,000,000	2,500	July 1, 2006	Covers loss of pressure, mechanical or electrical equipment as per statement of values.
Commercial Crime Employee Theft Faithful Performance of Duty Incl. Forgery & Alterations & Computer Fraud Coverage	St. Paul Travelers 104448569	1,000,000	25,000	Jan 1, 2007	Covers loss caused through failure of any employee to perform duties faithfully or account properly for all monies and property received.
Monies and Securities In & Outside		50,000	25,000	Jan 1, 2007	
Public Official Bond (Michael Goodwin, Treasurer)	St. Paul Travelers 103929954	3,147,000	N/A	Oct 1, 2008 (3 yr pre-paid term)	Covers loss caused through failure of City Treasurer to perform duties faithfully or to account properly for all monies.
Excess Workers Compensation	Midwest Employers Casualty Company	Statutory work comp; 1,000,000 Employers Liability	350,000 & 500,000 Self Insured Retention	Apr 1, 2007	Coverage for employee accident or illness as per workers compensation law above self-insured retention limit.
Business Interruption Rental Value (Municipal Building Authority)	Federal Ins. (Chubb Group) 35833430	113,558	5,000	July 1, 2006	Covers loss of income for Baseball Stadium as required by contract.

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

<u>Fiscal Year</u>	<u>Population</u> ¹	<u>Total Full-Time Authorized Employees</u> ²	<u>Staff per 1000 Residents</u>
1997	67,468	553.5	8.20
1998	68,226	562.5	8.24
1999	69,262	587	8.48
2000	69,262	595	8.59
2001	77,226	590.5	7.65
2002	79,757	608	7.62
2003	80,599	601	7.46
2004	81,416	585	7.19
2005	82,007	571	6.96
2006	82,007	578	7.05

¹ Calendar year estimates prepared by the Ogden City Planning Division (i.e., FY 2006 population is the calendar year 2005 estimate). Population from the 1990 census was 63,909. The population figures have been revised to bring them more in line with the census. FY 2001 population is from the 2000 census.

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

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

<u>Fiscal Year</u>	<u>Population</u> ¹	<u>Total General Government Expenditures (Excluding Capital Outlay)</u> ²	<u>Cost per Resident to Run City Government</u>
1997	67,468	2	N/A
1998	68,226	2	N/A
1999	69,262	2	N/A
2000	69,262	2	N/A
2001	77,226	2	N/A
2002	79,757	2	N/A
2003	80,599	\$ 45,799,388	\$ 568.24
2004	81,416	49,023,867	602.14
2005	82,007	50,137,069	611.38
2006	82,007	51,379,452	626.53

¹ Calendar year estimates prepared by the Ogden City Planning Division (i.e., FY 2006 population is the calendar year 2005 estimate). Population from the 1990 census was 63,909. The population figures have been revised to bring them more in line with the census. FY 2001 population is from the 2000 census.

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