COMPREHENSIVE

ANNUAL FINANCIAL REPORT

FOR BRIGHAM CITY CORPORATION

FOR THE FISCAL YEAR ENDED

JUNE 30, 2012

BRIGHAM CITY, UTAH

COMPREHENSIVE
ANNUAL FINANCIAL REPORT
OF BRIGHAM CITY CORPORATION
FOR THE FISCAL YEAR ENDED
JUNE 30, 2012
BRIGHAM CITY, UTAH

PREPARED BY

JASON ROBERTS, CPA
DIRECTOR OF FINANCE

INTRODUCTORY SECTION

BRIGHAM CITY CORPORATION

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED JUNE 30, 2011

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WELCOME TO

BRIGHAM CITY

Beautiful Brigham City-
Your Future is Here!

CORPORATION

December 5, 2012

Members of the Brigham City Council,

In accordance with state statutes, I hereby transmit the annual financial report of Brigham City as of June 30, 2012, and for the fiscal year then ended. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the City. Management believes that the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of the operation of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain the maximum understanding of the City's financial affairs have been included.

In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are discussed by the Director of Finance in his accompanying letter of transmittal, and within that framework, I believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

This report has been prepared following the guidelines recommended by the Government Finance Officers Association of the United States and Canada.

State law requires that the financial statements of Brigham City be audited by a Certified Public Accountant selected by the City Council. This requirement has been complied with, and our auditors' opinion is included in the financial section of this report.

The preparation of the financial report could not have been accomplished without the dedicated effort of the Finance Director and his entire staff. Their efforts over the past year in continuing to upgrade the accounting and financial systems of Brigham City have led substantially to the improved quality of the information being reported to the City Council, state oversight boards, and the citizens of Brigham City.

Respectfully submitted,

Dennis J. Fife

Dennis J. Fife
Mayor

PHONE: (435) 734-6600 • P.O. BOX 1005 • 20 NORTH MAIN, BRIGHAM CITY, UTAH 84302

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WELCOME TO
BRIGHAM CITY
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CORPORATION

December 5, 2012

To the Honorable Mayor, Members of the City Council, City Manager, and Citizens of Brigham City,

It is with great pleasure that the Comprehensive Annual Financial Report (CAFR) for Brigham City for the year ended June 30, 2012, is presented.

In addition to the fund financial information currently presented in the Government's 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.

This report consists of management's representations concerning the finances of the Government. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management has established an internal control framework that is designed to both protect the assets of the government from loss, theft, or misuse and to allow for the compiling of sufficient reliable information for the preparation of the Government's financial statements in conformity with generally accepted accounting principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the Government's internal control procedures have been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of management's knowledge and belief, this financial report is complete and reliable in all material respects.

The Government's financial statements have been audited by a firm of licensed certified public accountants, Davis & Bott, Certified Public Accountants, LC. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Government for the fiscal year ended June 30, 2012, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Brigham City's financial statements for the fiscal year ended June 30, 2012, are presented in conformity with GAAP. The independent auditors' report is presented as the first component of the financial section of this report.

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

The financial reporting entity includes all funds of the Primary Government (i.e., Brigham City Corporation as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. The Redevelopment Agency of Brigham City component unit is reported in the statements as a special revenue fund.

GOVERNMENT STRUCTURE

State statutes detail the functions to be performed by state municipalities. Title 10 of the Utah Code generally sets out laws to provide for the incorporation, organization and classification of cities and towns in proportion to population. Cities of the fourth class, such as the City, are those with fewer than 30,000 and more than 10,000 inhabitants. State law allows cities of the fourth class to choose government either by Mayor and City Council or by Mayor, City Council, and City Manager. The Government is organized under general law and governed by a Mayor and five City Councilmembers elected at large for staggered four-year terms. The Mayor presides over all meetings but casts no vote in the City Council other than in the case of a tie or matters affecting the authority of the Mayor. The Government has a City Administrator that reports to the Mayor. The Human Resoucres Coordinator also reports directly to the Mayor. Operational directors are full-time employees of the Government and are responsible for day-to-day operations within the policy framework of the governing body. They report to the City Administrator. The principal powers and duties of municipalities are to maintain law and order, abate nuisances, guard public health and sanitation, promote recreation, provide fire protection, and construct and maintain streets, sidewalks, waterworks and sewers. Municipalities also regulate commercial and residential development within their boundaries by means of zoning ordinances, building codes and licensing procedures.

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ECONOMIC CONDITION AND OUTLOOK

The Government is located in the northern part of the state along the Wasatch front. The economic condition and outlook of the government continues to look good even though ATK Aerospace has experienced significant layoffs, and the future of the booster rocket program for NASA is uncertain. Autoliv's automotive division has their air bag division within the Government boundaries. Autoliv is the largest employer within the government boundaries. This has had a positive effect on employment, the Government's tax base, and utility revenue. The Government currently has more diversity in manufacturing and other employers. Some of the larger employers within the City limits besides Autoliv are: Box Elder School District, Nucor Building Systems, Nucor Vulcraft, Storm Products, Whitaker Construction, ABC Construction and GEM Building Systems.

In recent years the Government’s economy has experienced a downturn consistent with the national economic downturn. It appears that the economy has stabilized and is improving through expanded development within the City. Even with the economic conditions, the Government has been able to maintain a high level of service to the residents through prudent management of limited resources.

Procter and Gamble Paper Products Company has built a manufacturing plant in Box Elder County. The Government is providing water and waste treatment to the plant. At full operation, up to four million gallons of water will be sold to the company each day. The Government has the capacity to provide this demand and still provide for growth within the corporate limits. The construction of the water and waste water line is complete. The Government has obtained financing from State of Utah agencies. The financing is fully secured by the tax increment coming from the County Redevelopment Agency. The Government will have no liability to make the debt service payment on the financing. Operations of the plant began during the calendar year 2010.

The Brigham City temple of The Church of Jesus Christ of Latter-Day Saints completed construction during the summer of 2012. It is estimated that approximately 400,000 guests toured the temple during an open house held during August and September of 2012. It is anticipated that the temple will have a significant positive economic impact on the Government, bringing hundreds of visitors per week.

Utah State University has purchased approximately 40 acres in the area of the old Intermountain Indian School. Demolition of all of the old buildings in the purchased area is projected to be complete by the end of calendar year 2012. Utah State University has plans to increase the size of a Brigham City Regional Campus and has plans for the first building as soon as financing is available through the Utah State Legislature. Construction may start as early as the next Utah State fiscal year. The expansion of the Utah State University Brigham City regional campus will enhance and provide further economic development to the Government.

The airport has the capacity for a Boeing 737 to land; however, no commercial service is available. The airport also has space for future development.

MAJOR INITIATIVES

In preparing the 2011-12 budget, the Government identified several major programs needed to meet citizens' needs for services, recreation and to safeguard the environment, in conformity with applicable federal and state standards. These programs included the maintenance and expansion of the Government's infrastructures and continued upgrading of the Government’s parks. The Government's fleet leasing program acquires all motorized vehicles and equipment and leases the equipment to the various departments of the Government.

Maintenance and expansion of the community's general infrastructure (such as roads, curb and gutter, and sidewalks) and the water and sewer distribution systems still remain a major concern of the Government. The Government has budgeted for the last several years to replace, on a systematic program, the older water and sewer lines and during 2011-12 continued on this program.

The waste water treatment plant was permitted to handle the pretreatment demands of Procter and Gamble and other companies during the fiscal year.

The Government completed major work to expand and improve park infrastructure in the City during the fiscal year. Construction began on multi-use fields as part of a mid-term plan for a sports complex facility. Also, a new community park was begun along with a new bowery at another park in the City. The development of these facilities will make the Government better able to handle the increased demand for recreational activities.

The transfer from the enterprise fund to the general fund was 14.9% of the enterprise funds’ sales revenue, while last year the percentage was approximately 10.1%. The 10.1% transfer budgeted for the 2010-11 budget is unusually low due to fund balance in excess of state prescribed limits being used for operations. In the 2012-13 budget, the enterprise fund transfer is 15.0% of sales revenue.

FUTURE PROJECTS

The Government continues to maintain the streets and with additional curb and sidewalk improvements, to improve the effectiveness of the maintenance program.
As stated under "Economic Condition and Outlook," the Government has constructed the water and waste water lines to the Procter and Gamble plant. The Government is currently upgrading and adding additional water resources.

In the fiscal year 2012-13 budget the Government has budgeted to upgrade the generating capacity of a hydroelectric generator located on a major water feed in the City. The development of this generating capacity will help the Government meet the energy needs of citizens with local resources.

FINANCIAL INFORMATION

Financial policies – the Government's financial policies had no significant impact on the current period's financial statements.

Long-term financial planning. The Government prides itself in conservative financial management and prudent financial planning. The Government maintains a pay-as-you-go financing mechanism for the majority of capital facility needs, but also utilizes the debt markets as market conditions become favorable and need arises. The Government prepares and regularly updates its twenty-five year capital improvement plan to ensure that capital needs are identified and funded. Operating budgets are reviewed extensively and balanced annually with conservatively estimated revenues, expenditures and expenses.

OTHER INFORMATION

Awards. The Government Finance Officers Association (GFOA) awarded a certificate of achievement for excellence in financial reporting to the Government for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2011. This was the twenty-sixth consecutive year that the Government has received this prestigious award. In order to be awarded a certificate of achievement, the Government published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A certificate of achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the certificate of achievement program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Acknowledgments. The preparation of the Comprehensive Annual Financial Report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has my sincere appreciation for the contributions made in the preparation of this report. In closing, without the leadership and support of the governing body of the Government, preparation of this report would not have been possible.

Sincerely,

Jason Roberts, CPA
Director of finance

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Brigham City Corporation
Utah

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

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

President

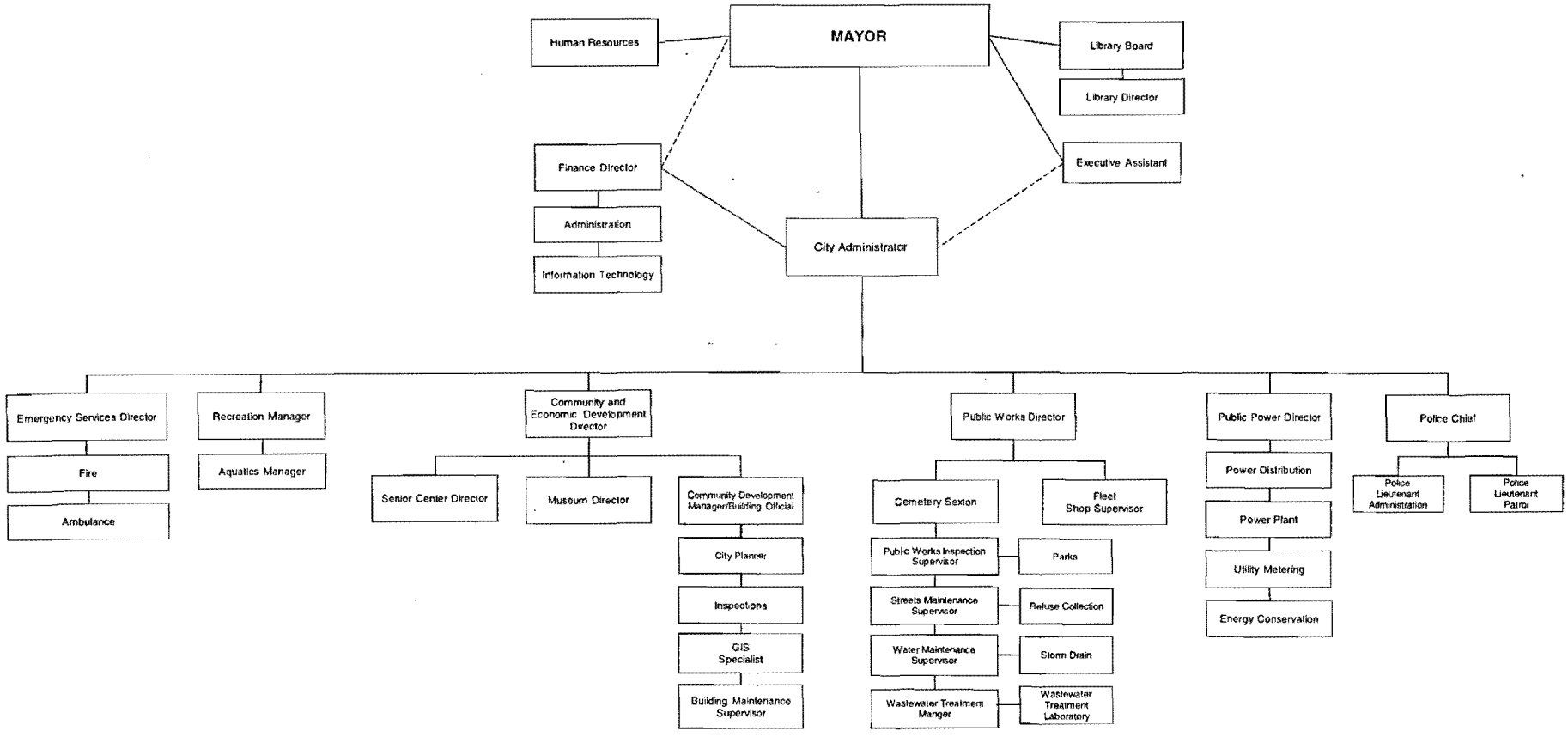
Executive Director

BRIGHAM CITY CORPORATION
LIST OF PRINCIPAL OFFICIALS
JUNE 30, 2012

TITLE	NAME
CITY ADMINISTRATOR	E. BRUCE LEONARD
DIRECTOR OF FINANCE	JASON ROBERTS, C.P.A.
CITY RECORDER	MARY KATE CHRISTENSEN, MMC
TREASURER	DIANE REICHARD
ATTORNEY	MANN, HADFIELD & THORNE, PC
CITY PLANNER	MARK BRADLEY
PUBLIC WORKS DIRECTOR	TYLER PUGSLEY
PUBLIC POWER DIRECTOR	DAVE BURNETT
POLICE CHIEF	PAUL TITTENSOR
FIRE CHIEF	JIM BUCHANAN
SENIOR CITIZEN DIRECTOR	NANCY J. GREEN
MUSEUM-GALLERY DIRECTOR	KAIA LANDON
AMBULANCE CHIEF	JIM BUCHANAN
LIBRARIAN	SUE HILL
EMERGENCY SERVICES DIRECTOR	JIM BUCHANAN
ECONOMIC DEVELOPMENT DIRECTOR	PAUL H. LARSEN

Brigham City Organizational Chart

November 26, 2012



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FINANCIAL SECTION

Davis & Bott
Certified Public Accountants, L.C.

50 West Forest, Suite 101
P.O. Box 369
Brigham City, Utah 84302
435-723-5224

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Council
Brigham City Corporation
Brigham City, Utah

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 Brigham City Corporation (City) as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the 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 the City as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund and the Economic Development – Northwest Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 5, 2012, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to

INDEPENDENT AUDITOR'S REPORT
Continued

provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 15 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison information and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Davis & Bott

Davis & Bott
Certified Public Accountants, L.C.

Brigham City, Utah
December 5, 2012

Brigham City Corporation
Management's Discussion and Analysis (Unaudited)
For the Year Ended June 30, 2012

Our discussion and analysis of the Government's financial performance provides an overview of the Government's financial activities for the fiscal year ended June 30, 2012.

Please read in conjunction with the Government's basic financial statements, which begin on page 16.

FINANCIAL HIGHLIGHTS

- The Government's change in net assets (in thousands):

	June 30,		Change	
	2012	2011	Amount	Percent
Change in Net Assets:				
Governmental Activities	$ (740)	(430)	$(310)	(72.1)
Business Type Activities	4,355	1,820	2,535	139.3
Total Change in Net Assets	$ 3,615	$1,390	$2,225	160.1

- The Government's return on total ending net assets:

	June 30,	
	2012	2011
Governmental	(1.6)%	(0.9)%
Business Type	12.2%	5.8%
Total	4.4%	1.8%

- The change in net assets - governmental activities was a decrease of $740,000. This is less than the prior year primarily due to a large amount received from the sale of assets during the fiscal year ended June 30, 2011. Net asset changes may fluctuate based on capital assets purchased which are not reported as expenses on the government wide statements. Major capital assets purchased by the Government include the construction of a bike trail of approximately $455,000 funded through federal grants, and new park development and existing park upgrades of approximately $242,000 funded during the budget process.
- Total cost of all of the Government's programs was $31,634,000 in 2012 and $29,931,000 in 2011.
- During the year, the Government had expenses for governmental activities that were $10,000,000 more than the $5,846,000 generated in program revenues for the year ended June 30, 2012, and were $10,146,000 more than the $5,204,000 generated in program revenues for the year ended June 30, 2011. General revenues decreased from $9,716,000 for the year ended June 30, 2011, to $9,259,000 for the year ended June 30, 2012.

USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 16-18) provide information about the activities of the Government as a whole and present a longer-term view of the Government's finances. Fund Financial Statements start on page 19. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Government's operations in more detail than the Government-wide statements by providing information about the Government's most financially significant funds.

Reporting the Government as a whole:

The Statement of Net Assets and the Statement of Activities

Our analysis of the Government as a whole begins on page 4. One of the most important questions asked about the Government's finances is "is the Government as a whole better off or worse off as a result of the year's activities?" The Statement of Net Assets and the Statement of Activities report information about the Government as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements also report the Government's net assets and changes in them. You can think of the Government's net assets as the difference between assets, what the citizens own, and liabilities, what the citizens owe, as one way to measure the Government's financial health, or financial position. Over time, increases or decreases in the Government's net assets are one indicator of whether its financial health is improving or deteriorating. You will need to consider other nonfinancial factors, however, such as changes in the Government's property tax base and the condition of the Government's capital assets (roads, buildings, water and sewer lines) to assess the overall health of the Government.

In the Statement of Net Assets and the Statement of Activities, we divide the Government into two kinds of activities:

- Governmental Activities: most of the Government's basic services are reported here, including the police, fire, street maintenance, parks and recreation, and general administration. Sales taxes, property taxes, and state and federal grants and operating transfers finance most of these activities.
- Business-Type Activities: the Government charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Government's water, sewer, electric, refuse and storm drain systems are reported here.

FUND FINANCIAL STATEMENTS

Our analysis of the Government's major funds begins on page 11. The Fund Financial Statements begin on page 19 and provide detailed information about the most significant funds - not the Government as a whole. Some funds are required to be established by state law. However, the City Council establishes many other funds to help it control and manage money for particular purposes (i.e., Redevelopment Agency funds). The Government's two kinds of funds, Governmental and Proprietary, use different accounting approaches.

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

Proprietary Funds: when the Government charges customers for the full cost of the services it provides, whether to outside customers or to other units of the Government, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Assets and the Statement of Activities. In fact, the Government's enterprise funds (a component of business type funds) are the same as the business-type activities we report in the Government-Wide Statements but provide more detail and additional information, such as cash flows, for proprietary funds. We use an internal service fund to report activities that provide supplies and services to the Government's other programs and activities.

THE GOVERNMENT AS A WHOLE

The Government's combined net assets changed from a year ago, increasing from $78 million to $82 million. This increase is mainly due to increased industrial water and sewer flows and capital expenditures for water, storm drain, and electrical infrastructure. Looking at the net assets and net expenses of governmental and business-type activities separately, different stories emerge. Our analysis below focuses on the net assets (Table 1) and changes in net assets (Table 2) of the Government's governmental and business-type activities.

TABLE 1

NET ASSETS (IN THOUSANDS)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL PRIMARY GOVERNMENT	
	2012	2011	2012	2011	2012	2011
CURRENT ASSETS	$10,809	$10,491	$15,783	$12,721	$26,592	$23,212
NONCURRENT ASSETS	48,779	50,641	48,150	48,388	96,929	99,029
TOTAL ASSETS	59,588	61,132	63,933	61,109	123,521	122,241
CURRENT LIABILITIES	(6,196)	(5,977)	(1,684)	(1,962)	(7,880)	(7,939)
NONCURRENT LIABILITIES OUTSTANDING	(6,660)	(7,683)	(26,643)	(27,896)	(33,303)	(35,579)
TOTAL LIABILITIES	(12,856)	(13,660)	(28,327)	(29,858)	(41,183)	(43,518)
NET ASSETS:						
INVESTED IN CAPITAL ASSETS, NET OF DEBT	43,001	43,915	21,228	20,228	64,229	64,143
RESTRICTED	4,431	5,064	1,171	1,273	5,602	6,337
UNRESTRICTED (DEFICIT)	(700)	(1,507)	13,207	9,750	12,507	8,243
TOTAL NET ASSETS	$46,732	$47,471	$35,606	$31,251	$82,338	$78,773

Net assets of the Government's governmental activities decreased by 1.6 percent at June 30, 2012, while there was a decrease of 3.0 percent at June 30, 2011. Unrestricted net assets, the part of net assets that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements, was a deficit of $700,000 at June 30, 2012 and a deficit of $1,507,000 at June 30, 2011. The increase is primarily due to increases in RDA fund net assets. Restricted net assets, those restricted mainly for capital projects and special purposes totaled $4,431,000 at June 30, 2012 and $5,064,000 at June 30, 2011. The total net assets decreased because a decrease of investment in capital assets, net of debt. The investment in capital assets net of debt for governmental activities was $43,001,000 at June 30, 2012 and $43,915,000 at June 30, 2011.

The major reason for the change in governmental net assets from June 30, 2011 to June 30, 2012 was smaller governmental construction projects in the current fiscal year. The net assets decreased by $739,000 and $1,463,000 for the years ended June 30, 2012 and June 30, 2011, respectively.

The net assets of business-type activities increased by $4,355,000 in 2012 and by $3,297,000 in 2011. The Government generally can use these net assets to finance the continuing operations of the water, sewer, electric, and refuse operations. The Government makes transfers from these operations to the governmental activities to help finance the governmental programs. The operating profit at June 30, 2012 was $7,124,000 which was $2,461,000 more than at June 30, 2011.

FINANCIAL RATIOS

(Dollars in thousands)

The following financial ratios should be used to assess the financial stability of the government over an extended period of time.

The ratios of working capital and days cash demonstrate the continuing ability to finance operations with cash. The current ratio increased compared to prior year primarily due to increased industrial water and sewer flows and a large volume of utility permits and fee revenue resulting in increased cash on hand. The liabilities to net assets ratio has decreased and days cash ratio has increased due to increased industrial water and sewer flows and a large volume of utility permits and fee revenue resulting in increased cash on hand.

Working capital is the amount by which current assets exceed current liabilities. The current ratio, which compares current assets to current liabilities, is an indicator of the ability to pay current obligations.

	WORKING CAPITAL		CURRENT RATIO	
	2012	2011	2012	2011
ENTITY WIDE SUMMARY	$18,712	$15,273	3.37	2.92
GOVERNMENTAL	4,613	4,514	1.74	1.76
BUSINESS-TYPE	14,099	10,759	9.37	6.48

Days Cash represents the number of days normal operations could continue with no revenue collection.

	DAYS CASH		LIABILITIES TO NET ASSETS	
	2012	2011	2012	2011
ENTITY WIDE SUMMARY	193	167	50%	56%
GOVERNMENTAL	151	147	28%	29%
BUSINESS-TYPE	234	187	80%	96%

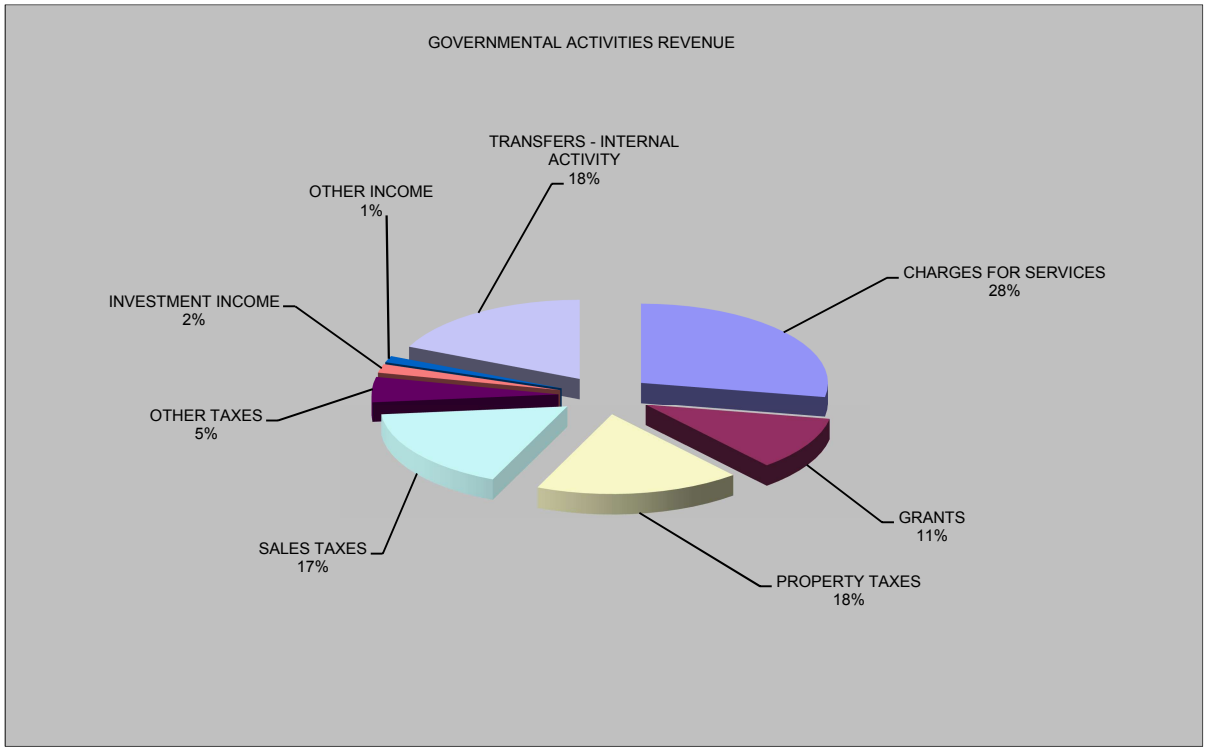
Return on assets from operations illustrates to what extent there will be sufficient funds from operations to replace assets in the future.

	RETURN ON ASSETS	
	2012	2011
ENTITY WIDE SUMMARY	2.9%	1.1%
GOVERNMENTAL	(1.2)%	(0.7)%
BUSINESS-TYPE	6.8%	3%

TABLE 2
CHANGES IN NET ASSETS
(IN THOUSANDS)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTAL	
	2012	2011	2012	2011	2012	2011
REVENUES:						
PROGRAM REVENUES:						
CHARGES FOR SERVICES	$ 4,210	$ 4,092	$22,899	$19,075	$27,109	$23,167
OPERATING GRANTS & CONTRIBUTIONS	753	875			753	875
CAPITAL GRANTS & CONTRIBUTIONS	883	238			883	238
GENERAL REVENUES:						
PROPERTY TAXES	2,678	2,765			2,678	2,765
SALES TAXES	2,549	2,450			2,549	2,450
OTHER TAXES	777	795			777	795
GRANTS AND CONTRIBUTIONS	14	7			14	7
INVESTMENT INCOME	270	241	14	169	284	410
OTHER REVENUES	203	613			203	613
TOTAL REVENUES	12,337	12,076	22,913	19,244	35,250	31,320
EXPENSES:						
GENERAL GOVERNMENT	2,396	1,796			2,396	1,796
PUBLIC SAFETY	4,878	4,829			4,878	4,829
PUBLIC WORKS	4,014	4,085			4,014	4,085
CULTURE, PARKS & RECREATION	3,767	3,938			3,767	3,938
COMMUNITY AND ECONOMIC DEVELOPMENT	464	329			464	329
INTEREST ON LONG-TERM DEBT	327	372			327	372
WATER			1,788	1,204	1,788	1,204
WASTE TREATMENT			2,495	2,239	2,495	2,239
ELECTRIC			9,772	9,504	9,772	9,504
WASTE COLLECTION			997	852	997	852
STORM DRAINAGE			737	782	737	782
TOTAL EXPENSES	15,846	15,349	15,789	14,581	31,635	29,930
INCREASE (DECREASE) IN NET ASSETS BEFORE TRANSFERS	(3,509)	(3,273)	7,124	4,663	3,615	1,390
TRANSFERS	2,769	2,843	(2,769)	(2,843)	—	—
INCREASE IN NET ASSETS	(740)	(430)	4,355	1,820	3,615	1,390
NET ASSETS, BEGINNING	47,472	47,902	31,251	9,431	78,723	77,333
NET ASSETS, ENDING	$46,732	$47,472	$35,606	$31,251	$82,338	$78,723

The following graphs illustrate in a visual form the make-up of the governmental activities revenues, expenses and transfers.



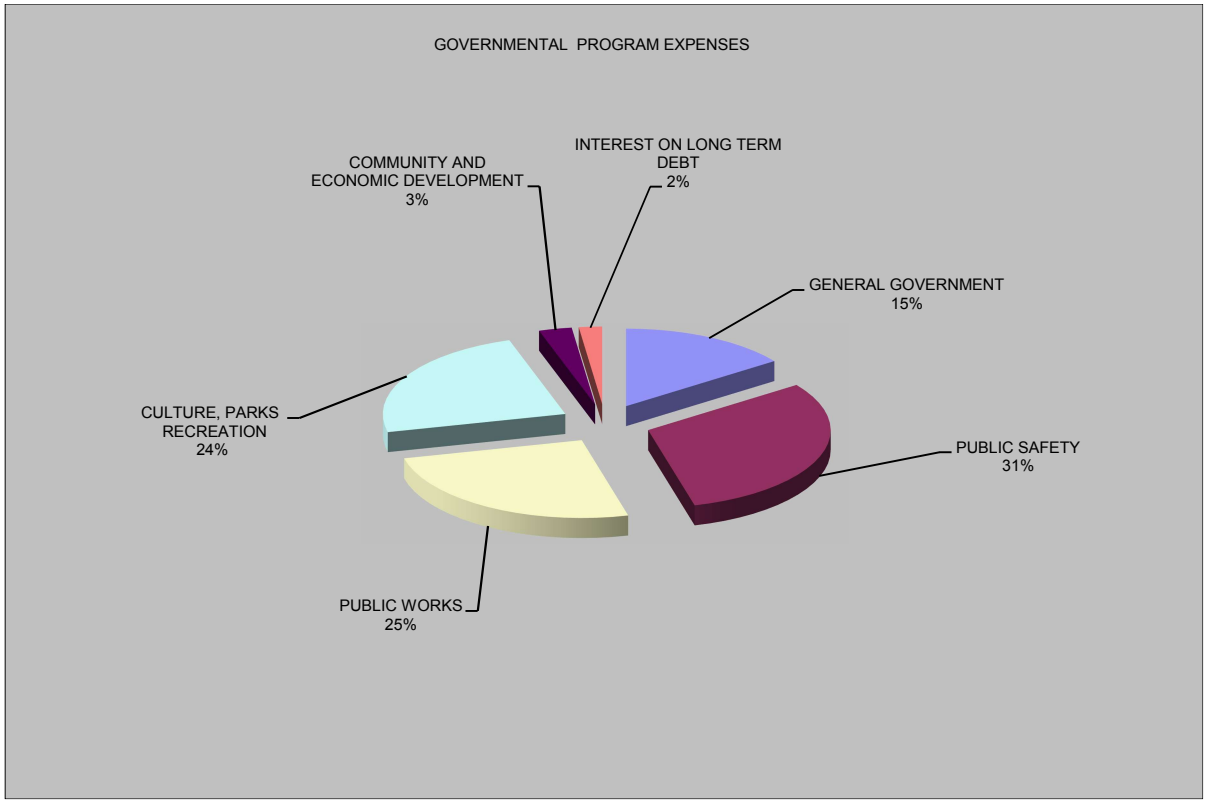
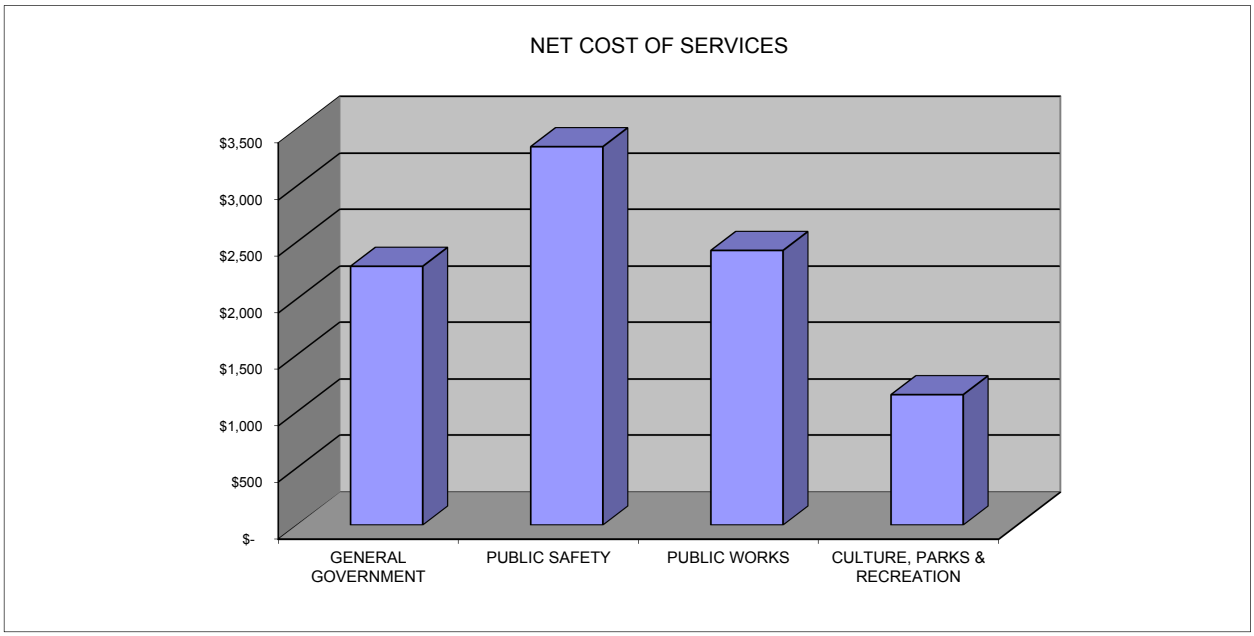


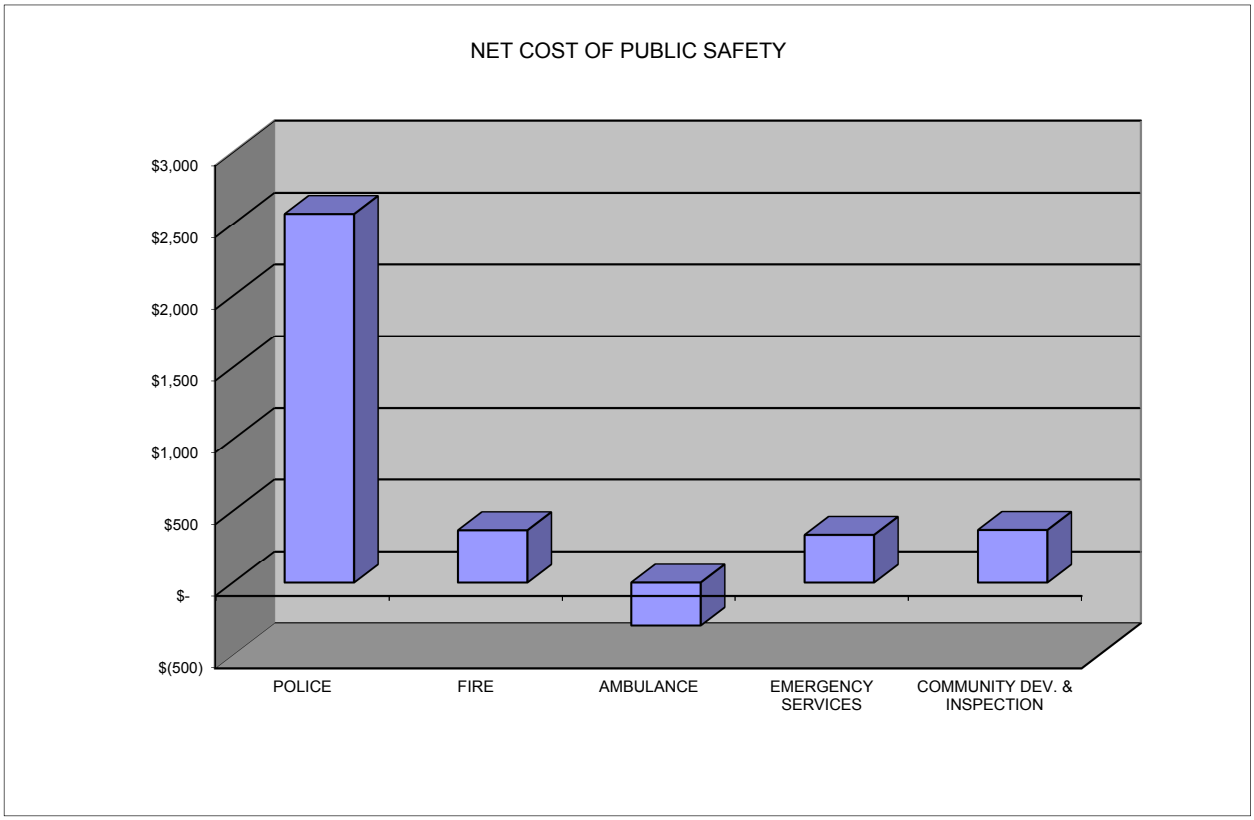
Table 3 presents the program's net cost (total cost less revenues generated by the activities) of each of the Government's four largest Governmental programs: general government, public safety, public works, cultural, parks and recreation. The net cost shows the financial burden that was placed on the Government's taxpayers by each of these functions. Included in public safety is the police, fire, ambulance, emergency services and community development (inspection). The major source of revenue in public safety is from ambulance services.

TABLE 3
GOVERNMENTAL ACTIVITIES
(IN THOUSANDS)

	NET COST OF SERVICES	
	2012	2011
General Government	$2,287	$1,685
Public Safety	3,346	3,051
Public Works	2,426	2,860
Cultural, Parks and Recreation	1,151	1,849
Detail of Public Safety:		
Police	$2,572	$2,342
Fire	367	560
Ambulance	(297)	(262)
Emergency Services	335	265
Community Development/Inspection	369	146
	$3,346	$3,051

The following graphs show the percentage of the net cost of services of the four major cost centers and the net cost of services for the departments within public safety.

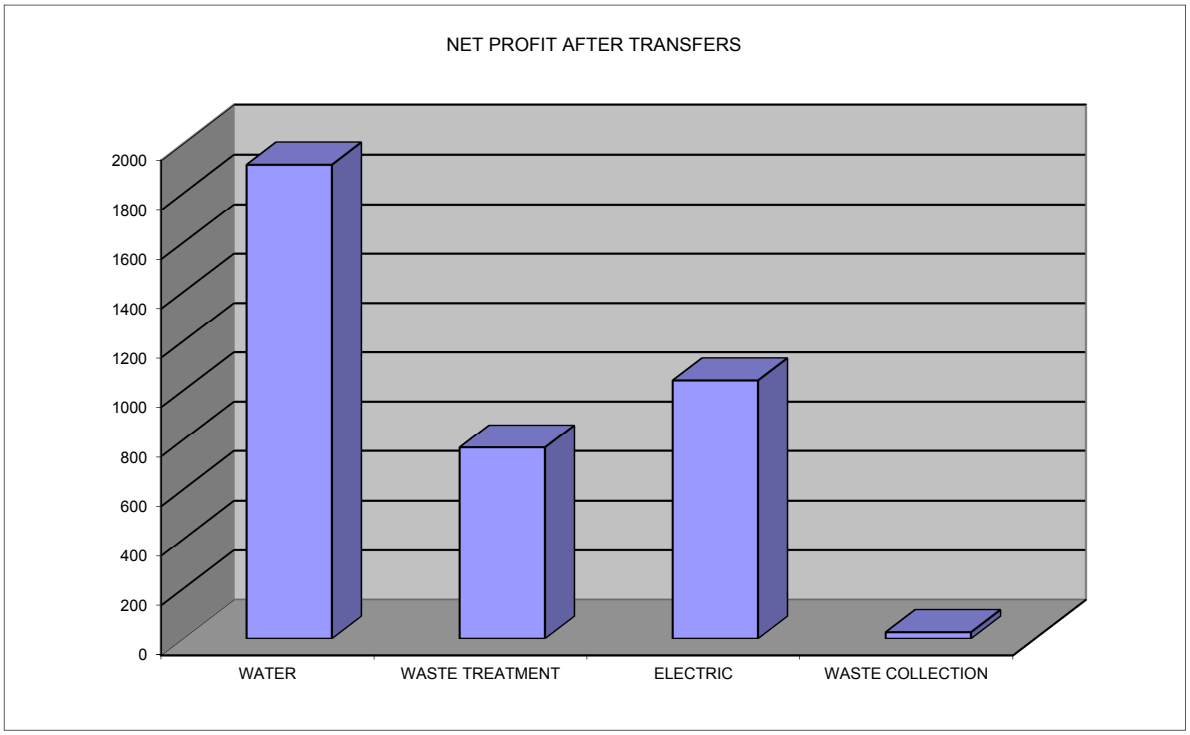




BUSINESS-TYPE FUNDS

The Government's major enterprise fund is the public utility fund. The electrical, water, waste treatment and waste collection operations are combined under the public utility fund. Only one balance sheet is maintained for the public utility fund. The following is a summary of the net profit/(loss) of each of the operations of the public utility fund (in thousands).

	Net Profit Before Transfers		Transfers In		Transfers To General Fund		To Other Funds		Net Profit After Transfers	
	2012	2011	2012	2011	2012	2011	2012	2011	2012	2011
Water	$2,578	$1,456	$ —	$1,215	$ (451)	$ (234)	$(211)	$ (787)	$1,916	$1,650
Waste Treatment	1,155	355	—	—	(385)	(238)	—	(704)	770	(587)
Electric	2,911	2,436	—	—	(1,718)	(1,115)	(150)	(792)	1,043	529
Waste Collection	182	320	—	13	(156)	(104)	—	(212)	26	17
	$6,826	$4,567	$ —	$1,228	$(2,710)	$(1,691)	$(361)	$(2,495)	$3,755	$1,609



The transfers to the general fund help to cover the costs of services provided by the general fund. As shown, the transfers to the general and other funds decrease the profit of the public utility fund.

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS

The focus of the Government's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the Government's financing requirements.

The Government's governmental funds (general, capital projects, debt service, and special revenue) reported combined fund balances of $3,296,000 as of June 30, 2012 and $3,052,000 as of June 30, 2011. This represents an increase of $244,000 (8%) over last year's ending balances, while the change from 2010 to 2011 increased $887,000 (41%). The main reasons for the increase from 2011 to 2012 were increased General Fund and RDA/EDA fund balances offset by a planned decreases to capital project and internal service fund balances.

The general fund is the chief operating fund of the government. All activities which are not required to be accounted for in separate funds either by state or local ordinance or by a desire to maintain a matching of revenues and expenses, are accounted for in this fund. Expenditures exceeded revenues by $1,953,000 as of June 30, 2012 and $1,491,000 as of June 30, 2011. However, after including other financing sources the excess became $469,000 as of June 30, 2011 and a deficit of $759,000 as of June 30, 2011. These changes are mainly due to the transfer received from the public utility fund of $2,712,000 as of June 30, 2012 and $1,691,000 as of June 30, 2011. Thus the general fund total fund balance increased by 17.6% to $3,129,000 as of June 30, 2012 as compared to a decrease of 22.2% to $2,660,000 for the prior year. An analysis of the unrestricted general fund balance at June 30, 2012 of $2,004,000 shows that it represents just over 16.8% of projected revenues for the new fiscal year which ends June 30, 2013. State laws allow for a maximum fund balance of 18%, so the Government is within those limits.

TABLE 4
GENERAL FUND REVENUE AND TRANSFERS IN
(IN THOUSANDS)

	2012	2011
Taxes - Property	$ 655	$ 666
Taxes - Sales	2,524	2,454
Taxes - Other	777	795
Licenses and Permits	629	481
Intergovernmental Revenues	1,624	1,198
Charges for Services	2,913	2,716
Fines and Forfeitures	87	108
Miscellaneous	593	1,187
Transfers In	2,712	1,691
	$12,514	$11,296

Charges for services were the largest source of general fund revenue representing 23.2% of total in 2012 and 24.0% in 2011. Sales taxes are the next largest source of general fund revenue representing 20.2% of the total in 2012 and 21.7% in 2011. Also, the Government's policy of transferring from the public utility funds, mainly the electric operation, to supplement the general fund operation accounted for 21.7% of the total in 2012 and 15.0% in 2011. The following graph illustrates the make-up of the revenue sources of the general fund.

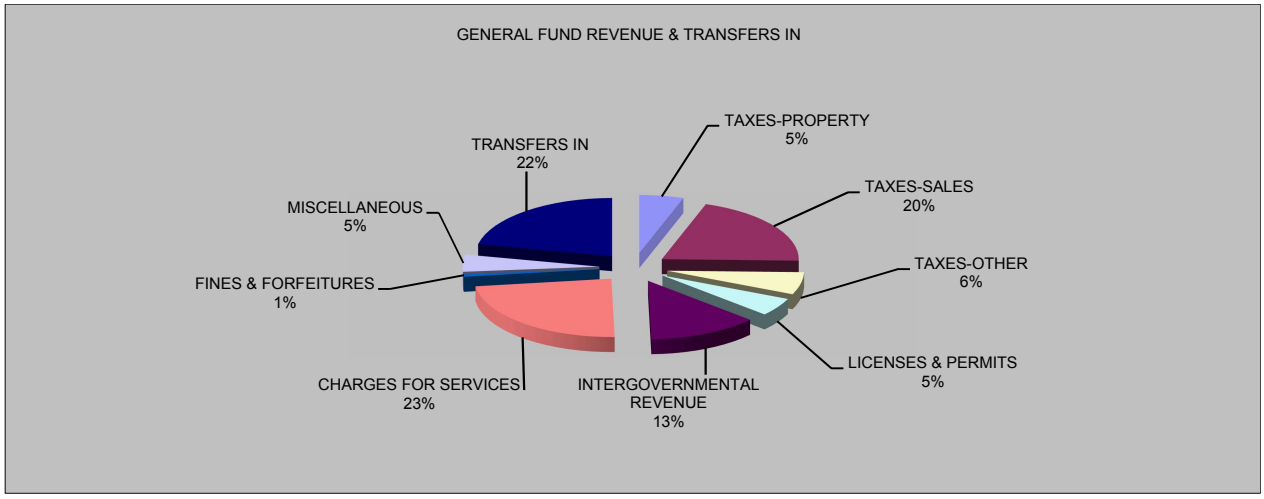
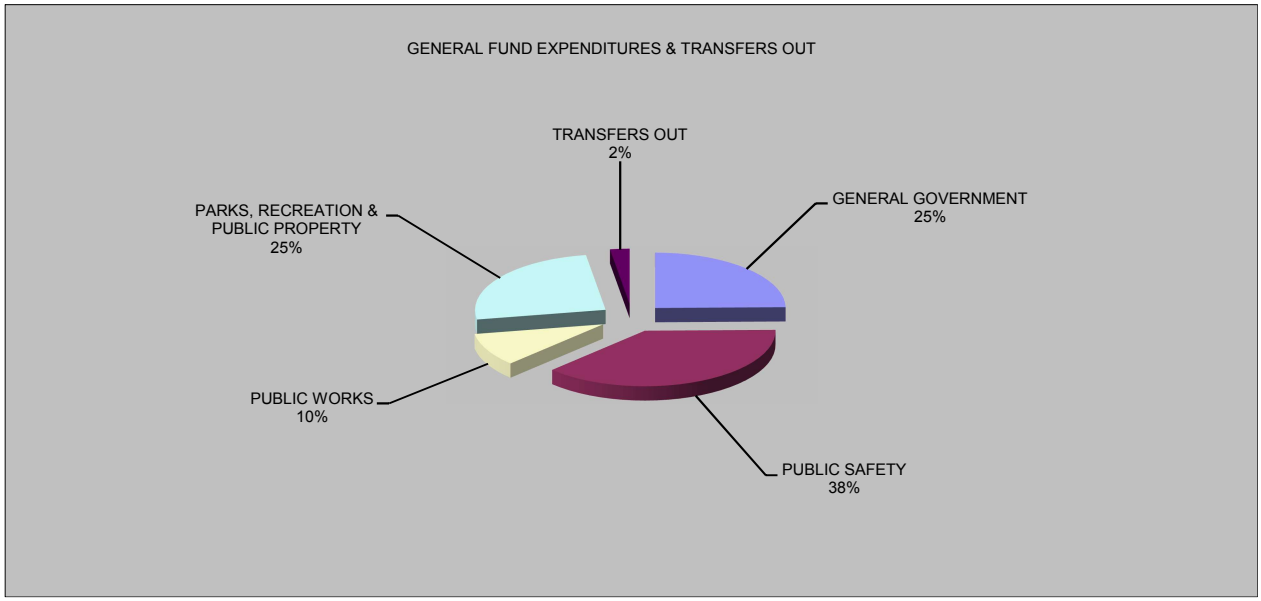


TABLE 5
GENERAL FUND EXPENDITURES AND TRANSFERS OUT
(IN THOUSANDS)

	2012	2011
General Government	$ 2,983	$ 2,659
Public Safety	4,551	4,891
Public Works	1,163	1,239
Parks, Recreation & Public Property	3,058	2,308
Transfers Out	291	958
	$12,046	$12,055

Public safety continues to be the major cost center in the general fund. The police department accounts for 64.5%, or $2,936,000, of the public safety operations and 24.4% of the total general fund expenditures for the year 2012. While as of June 30, 2011, the police accounted for 61.7% or $3,019,000, of the public safety operation and 25.0% of the total general fund expenditures. The percent of each as of June 30, 2012 is shown in the following graph.



GENERAL FUND BUDGETARY HIGHLIGHTS

During the fiscal year, the general fund original budget was amended from an original budgeted expenditure total of $11,236,000 to a final budget of $12,113,000, an increase from the original budget of 7.8%. These increases (mainly from grant funds, sale of property and appropriated fund balances) were made to take advantage of revenues being greater than originally anticipated. The increase in the June 30, 2011 original budget to the final budget was 4.9%.

The general fund did not over expend the 2011-12 budget. The actual revenues exceeded the actual expenditures by $469,000.

ECONOMIC DEVELOPMENT AGENCY - NORTHWEST PROJECT

The fund was set up to account for expenditures related to an inducement package to purchase land and site improvements. The expenditures were made in prior years by the general fund, public utility funds and the internal service fund lending money to the economic development agency. The loans will be repaid as tax increment is collected.

TABLE 6

	2012	2011
Community and Economic Development Expenditures	$ 186,865	$ 311,347

CAPITAL ASSET AND DEBT ADMINISTRATION

CAPITAL ASSETS

At June 30, 2012, the Government had $96,929,000 net investment in a broad range of capital assets, including police and fire equipment, buildings, park facilities, roads, bridges, airport facilities, fiber optic infrastructure, water and sewer lines, waste treatment plant, electrical system and storm drain. This amount represents a net increase (including additions and deductions) of $511,000, or 0.5% over last year. The net decrease from June 30, 2011 to June 30, 2012 was $2,099,000 or 2.1%.

TABLE 7
CAPITAL ASSETS AT YEAR-END
(NET OF DEPRECIATION, IN THOUSANDS)

	Governmental Activities		Business-Type Activities		Totals	
	2012	2011	2012	2011	2012	2011
Land	$5,910	$5,654	$3,281	$ 3,281	$ 9,191	$ 8,935
Buildings	10,728	10,567	11,833	11,631	22,561	22,198
Improvements Other Than Buildings	57,551	56,430	68,286	47,001	125,837	103,431
Equipment	13,277	12,725	802	536	14,079	13,261
Cosntruction In Progress	49	13	—	19,567	49	19,580
Subtotal	87,515	85,389	84,202	82,016	171,717	167,405
Accumulated Depreciation	(38,736)	(34,748)	(36,052)	(33,629)	(74,788)	(68,377)
Totals	$48,779	$50,641	$48,150	$48,387	$96,929	$99,028

The year's major additions in the governmental activities included infrastructure within the Government in addition to Government vehicles and equipment. The major additions to business-type activities represents the construction of water capacity to service the Procter and Gamble site, improvements to the electrical service center and electric substation upgrades.

The Government's 2013 capital budget anticipates a spending level of $3,517,000 for capital projects. A major portion of the anticipated spending will be for upgrades to the water and sewer systems needed to provide service to a new manufacturing plant ($677,000). More detailed information about the Government's capital assets is presented in note 7 to the Basic Financial Statements.

DEBT

At year-end, the Government had $32,641,000 in bonds outstanding versus $34,740,000 last year, a decrease of 6.0% as shown in the table below. The Government issued $446,000 of revenue bonds to finance the construction of water and waste treatment lines to Procter & Gamble. The bonds are fully secured by the tax increment of the Box Elder County Redevelopment Agency. If the tax increment is insufficient to pay the annual debt service, Proctor & Gamble is committed to make up the difference.

TABLE 8
OUTSTANDING DEBT AT YEAR-END
(IN THOUSANDS)

	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES		TOTALS	
	2012	2011	2012	2011	2012	2011
GENERAL OBLIGATION BONDS (BACKED BY THE GOVERNMENT)	$2,650	$3,110	$ ---	$ ---	$ 2,650	$3,110
GENERAL OBLIGATION REVENUE BONDS AND NOTES (BACKED BY SPECIFIC REVENUES AND THE GOVERNMENT)	3,298	3,755	$26,693	$27,876	29,991	31,630
TOTALS	$5,948	$6,865	$26,693	$27,876	$32,641	$34,740

The bond rating agencies have rated the Government's outstanding bonds as follows:

	MOODY'S INVESTOR'S SERVICE
General Obligation Bonds	Aa3
Water, Sewer and Electric Revenue Bonds	
Series 2006	A1
Special Assessment Bonds	
Series 2009	A1

Under current state statutes, the Government's general obligation bonded debt issuances are subject to a legal limitation based on 4% of the value of the taxable property. As of June 30, 2011, the government's general obligation bonded debt was well below the legal limit of $31,634,000.

Additional information on the outstanding debt obligations of the Government can be found in note 17 to the Basic Financial Statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- The unemployment rate for Box Elder County (of which the Government is the largest city) was 7.1% compared with a state unemployment rate of 6.0% and a national rate of 8.2%.
- The general fund budget for the fiscal year-ending June 30, 2013 reflects a decrease of 3.6% from the final budget for the fiscal year-ended June 30, 2012.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of Brigham City Corporation's finances for all those with an interest in the Government's finances. Questions concerning any information provided in this report or requests for additional financial information should be addressed to: Brigham City Corporation, Finance Director, P.O. Box 1005, Brigham City, UT 84302.

BRIGHAM CITY CORPORATION

STATEMENT OF NET ASSETS

JUNE 30, 2012

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
CASH AND CASH EQUIVALENTS	$ 5,928,087	$ 10,117,832	$ 16,045,919
INVESTMENTS	644,921	- -	644,921
RECEIVABLES (NET)	6,495,047	2,448,283	8,943,330
INTERNAL BALANCES	(2,342,623)	2,342,623	- -
INVENTORIES	16,455	873,724	890,179
PREPAID ASSETS	67,147	- -	67,147
CAPITAL ASSETS NOT BEING DEPRECIATED:			
LAND	5,909,844	3,281,322	9,191,166
CONSTRUCTION IN PROGRESS	49,161	- -	49,161
CAPITAL ASSETS NET OF ACCUMULATED			
DEPRECIATION	42,819,589	44,868,958	87,688,547
TOTAL ASSETS	$ 59,587,628	$ 63,932,742	$ 123,520,370
LIABILITIES			
ACCOUNTS PAYABLE AND ACCRUED EXPENSES	$ 1,411,808	$ 1,683,937	$ 3,095,745
DEFERRED INCOME	4,784,254	- -	4,784,254
NONCURRENT LIABILITIES:			
DUE WITHIN ONE YEAR	740,565	1,722,477	2,463,042
DUE IN MORE THAN ONE YEAR	5,919,347	24,920,104	30,839,451
TOTAL LIABILITIES	12,855,974	28,326,518	41,182,492
NET ASSETS			
INVESTED IN CAPITAL ASSETS, NET			
OF RELATED DEBT	43,001,218	21,227,829	64,229,047
RESTRICTED FOR:			
CAPITAL PROJECTS	2,537,302	- -	2,537,302
DEBT SERVICE	811,285	1,171,022	1,982,307
CEMETERY PERPETUAL CARE	598,395	- -	598,395
SENIOR CENTER DONATIONS	356,621	- -	356,621
OTHER PURPOSES	127,010	- -	127,010
UNRESTRICTED (DEFICIT)	(700,177)	13,207,373	12,507,196
TOTAL NET ASSETS	46,731,654	35,606,224	82,337,878
TOTAL LIABILITIES AND NET ASSETS	$ 59,587,628	$ 63,932,742	$ 123,520,370

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2012

FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SERVICES	PROGRAM REVENUES OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANT AND CONTRIBUTION
GOVERNMENTAL ACTIVITIES:				
GENERAL GOVERNMENT	S (2,395,517)	S 8,544	S 100,000	S - -
PUBLIC SAFETY	(4,878,303)	1,276,643	223,998	32,099
PUBLIC WORKS	(4,014,656)	1,046,965	148,959	392,476
CULTURE, PARKS AND RECREATION	(3,767,117)	1,878,341	279,733	457,965
COMMUNITY AND ECONOMIC DEVELOPMENT	(463,466)	- -	- -	- -
INTEREST ON LONG TERM DEBT	(326,458)	- -	- -	- -
TOTAL GOVERNMENTAL ACTIVITIES	(15,845,517)	4,210,493	752,690	882,540
BUSINESS-TYPE ACTIVITIES:				
WATER	(1,787,505)	4,333,173	- -	- -
WASTE TREATMENT	(2,494,760)	3,621,076	- -	- -
ELECTRIC	(9,771,439)	12,653,921	- -	- -
WASTE COLLECTION	(996,771)	1,178,432	- -	- -
STORM DRAINAGE	(737,720)	1,111,960	- -	- -
TOTAL BUSINESS-TYPE ACTIVITIES	(15,788,195)	22,898,562	- -	- -
TOTAL DIRECT ACTIVITIES	S (31,633,712)	S 27,109,055	S 752,690	S 882,540

GENERAL REVENUES:

PROPERTY TAXES

SALES TAXES

FRANCHISE TAXES

GRANTS AND CONTRIBUTION-UNRESTRICTED

INTEREST AND INVESTMENT EARNINGS

MISCELLANEOUS

TRANSFERS--INTERNAL ACTIVITY

TOTAL GENERAL REVENUES AND TRANSFERS

CHANGE IN NET ASSETS

NET ASSETS--BEGINNING

NET ASSETS--ENDING

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2012

	CHANGES IN NET ASSETS		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
FUNCTIONS/PROGRAMS			
GOVERNMENTAL ACTIVITIES:			
GENERAL GOVERNMENT	(2,286,973)	- -	(2,286,973)
PUBLIC SAFETY	(3,345,563)	- -	(3,345,563)
PUBLIC WORKS	(2,426,256)	- -	(2,426,256)
CULTURE, PARKS AND RECREATION	(1,151,078)	- -	(1,151,078)
COMMUNITY AND ECONOMIC DEVELOPMENT	(463,466)	- -	(463,466)
INTEREST ON LONG TERM DEBT	(326,458)	- -	(326,458)
TOTAL GOVERNMENTAL ACTIVITIES	(9,999,794)	- -	(9,999,794)
BUSINESS-TYPE ACTIVITIES:			
WATER	- -	2,545,668	2,545,668
WASTE TREATMENT	- -	1,126,316	1,126,316
ELECTRIC	- -	2,882,482	2,882,482
WASTE COLLECTION	- -	181,661	181,661
STORM DRAINAGE	- -	374,240	374,240
TOTAL BUSINESS-TYPE ACTIVITIES	- -	7,110,367	7,110,367
TOTAL DIRECT ACTIVITIES	(9,999,794)	7,110,367	(2,889,427)
GENERAL REVENUES:			
PROPERTY TAXES	$ 2,677,796	$ - -	$ 2,677,796
SALES TAXES	2,549,098	- -	2,549,098
FRANCHISE TAXES	777,083	- -	777,083
GRANTS AND CONTRIBUTION-UNRESTRICTED	14,623	- -	14,623
INTEREST AND INVESTMENT EARNINGS	269,972	14,214	284,186
MISCELLANEOUS	201,627	- -	201,627
TRANSFERS--INTERNAL ACTIVITY	2,769,150	(2,769,150)	- -
TOTAL GENERAL REVENUES AND TRANSFERS	9,259,349	(2,754,936)	6,504,413
CHANGE IN NET ASSETS	(740,445)	4,355,431	3,614,986
NET ASSETS--BEGINNING	47,472,099	31,250,793	78,722,892
NET ASSETS--ENDING	$ 46,731,654	$ 35,606,224	$ 82,337,878

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

BALANCE SHEET

GOVERNMENTAL FUNDS

JUNE 30, 2012

	GENERAL FUND	ECONOMIC DEVELOPMENT AGENCY NORTHWEST PROJECT	DEBT SERVICE SPECIAL ASSESSMENT AREA 2009-01	OTHER NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS					
CASH AND CASH EQUIVALENTS	S 52,310	S 536,349	S 230,745	S 4,539,230	S 5,358,634
INVESTMENTS	644,921	- -	3,040,837	1,443,623	5,129,381
RECEIVABLES (NET)	2,010,586	- -	- -	- -	2,010,586
INVENTORIES	- -	- -	- -	- -	- -
PREPAIDS	67,147	- -	- -	- -	67,147
INTERNAL BALANCES TO	2,032,079	- -	- -	112,072	2,144,151
TOTAL ASSETS	S 4,807,043	S 536,349	S 3,271,582	S 6,094,925	S 14,709,899
LIABILITIES					
ACCOUNTS PAYABLE AND ACCRUALS	S 557,978	S - -	S - -	S 691,717	S 1,249,695
DEFFERRED INCOME	1,120,267	- -	3,040,837	1,089,321	5,250,425
INTERNAL BALANCES FROM	- -	4,336,700	- -	577,508	4,914,208
TOTAL LIABILITIES	1,678,245	4,336,700	3,040,837	2,358,546	11,414,328
FUND BALANCES					
NON-SPENDABLE	62,225	- -	- -	4,083	66,308
RESTRICTED FOR SPECIFIC PURPOSES	1,062,707	- -	- -	189,974	1,252,681
ASSIGNED, REPORTED IN:					
CAPITAL PROJECT FUNDS	- -	- -	- -	2,366,647	2,366,647
DEBT SERVICE FUNDS	- -	- -	230,745	580,540	811,285
SPECIAL REVENUE FUNDS	- -	- -	- -	1,171,809	1,171,809
GENERAL FUND	250,173	- -	- -	- -	250,173
UNASSIGNED, REPORTED IN:					
SPECIAL REVENUE FUNDS	- -	(3,800,351)	- -	(576,674)	(4,377,025)
GENERAL FUND	1,753,693	- -	- -	- -	1,753,693
TOTAL FUND BALANCES	3,128,798	(3,800,351)	230,745	3,736,379	3,295,571
TOTAL LIABILITIES AND FUND BALANCES	S 4,807,043	S 536,349	S 3,271,582	S 6,094,925	S 14,709,899

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCE

TO NET ASSETS OF GOVERNMENTAL ACTIVITIES

JUNE 30, 2012

	TOTAL GOVERNMENTAL FUNDS
TOTAL GOVERNMENTAL FUND BALANCES	S 3,295,571
ANOUNTS REPORTED IN THE STATEMENT OF NET ASSETS ARE DIFFERENT BECAUSE:	
CAPITAL ASSETS USED IN GOVERNMENTAL ACTIVITIES ARE NOT FINANCIAL RESOURCES AND THEREFORE ARE NOT REPORTED IN THE FUNDS	46,150,350
CERTAIN REVENUE IS DEFERRED IN GOVERNMENTAL FUNDS BUT NOT IN THE STATEMENT OF NET ASSETS AND THEREFORE ARE NOT REPORTED IN THE FUNDS	466,171
LONG-TERM LIABILITIES ARE NOT DUE AND PAYABLE IN THE CURRENT PERIOD AND THEREFORE ARE NOT REPORTED IN THE FUNDS	(6,305,628)
ELIMINATION OF INTERFUND OPERATION PROFITS ARE NOT REQUIRED AND THEREFORE ARE NOT REPORTED IN THE FUNDS	(11,989)
FUND BALANCE IN THE INTERNAL SERVICE FUND IS NOT REPORTED IN THE GOVERNMENTAL FUNDS	3,137,179
NET ASSETS OF GOVERNMENTAL ACTIVITIES	S 46,731,654

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCES

GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2012

	GENERAL FUND	ECONOMIC DEVELOPMENT AGENCY NORTHWEST PROJECT	DEBT SERVICE SPECIAL ASSESSMENT AREA 2009-1	OTHER NONMAJOR GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
REVENUES:					
TAXES	S 3,955,508	S 441,158	S - -	S 1,582,538	S 5,979,204
LICENSES AND PERMITS	629,617	- -	- -	- -	629,617
INTERGOVERNMENTAL REVENUE	1,624,020	- -	- -	469,657	2,093,677
CHARGES FOR SERVICES	2,912,773	- -	- -	807,120	3,719,893
FINES AND FORFEITURES	87,001	- -	- -	28,828	115,829
MISCELLANEOUS	592,878	- -	481,934	102,575	1,177,387
TOTAL REVENUES	9,801,797	441,158	481,934	2,990,718	13,715,607
EXPENDITURES:					
CURRENT:					
GENERAL GOVERNMENT	2,982,778	- -	- -	- -	2,982,778
PUBLIC SAFETY	4,550,751	- -	- -	193,653	4,744,404
PUBLIC WORKS	1,162,598	- -	- -	112,978	1,275,576
PARKS, RECREATION AND PUBLIC PROPERTY	3,058,640	- -	- -	1,306,478	4,365,118
COMMUNITY AND ECONOMIC DEVELOPMENT	- -	186,865	- -	401,981	588,846
CAPITAL OUTLAY	- -	- -	- -	1,112,784	1,112,784
DEBT SERVICE:					
PRINCIPAL	- -	- -	- -	505,000	505,000
INTEREST AND FISCAL CHARGES	- -	- -	627,155	130,833	757,988
TOTAL EXPENDITURES	11,754,767	186,865	627,155	3,763,707	16,332,494
EXCESS [DEFICIENCY] OF REVENUES OVER EXPENDITURES	(1,952,970)	254,293	(145,221)	(772,989)	(2,616,887)
OTHER FINANCING SOURCES [USES]:					
TRANSFERS IN	2,712,411	- -	50,693	440,941	3,204,045
TRANSFERS OUT	(290,932)	- -	- -	(52,693)	(343,625)
ISSUANCE OF BONDS AND LEASES	- -	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES [USES]	2,421,479	- -	50,693	388,248	2,860,420
NET CHANGE IN FUND BALANCE	468,509	254,293	(94,528)	(384,741)	243,533
FUND BALANCE AT BEGINNING OF YEAR	2,660,289	(4,054,644)	325,273	4,121,120	3,052,038
FUND BALANCE AT END OF YEAR	S 3,128,798	S (3,800,351)	S 230,745	S 3,736,379	S 3,295,571

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES

AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

TO THE STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2012

		TOTAL GOVERNMENTAL FUNDS
NET CHANGE IN FUND BALANCES	S	243,533
AMOUNTS REPORTED FOR GOVERNMENTAL ACTIVITIES IN THE STATEMENT OF ACTIVITIES ARE DIFFERENT BECAUSE:		
GOVERNMENTAL FUNDS REPORT CAPITAL OUTLAYS AS EXPENDITURES. HOWEVER IN THE STATEMENT OF ACTIVITIES THE COST OF THOSE ASSETS IS ALLOCATED OVER THEIR ESTIMATED LIVES AS DEPRECIATION EXPENSE:		
CAPITAL OUTLAY		1,725,717
DEPRECIATION EXPENSE		(3,240,699)
REPAYMENT OF BOND AND NOTE PAYABLE PRINCIPAL ARE EXPENDITURES IN THE GOVERNMENTAL FUNDS, ON THE STATEMENT OF NET ASSETS IT REDUCES LONG-TERM LIABLITITES		917,000
NOTE PROCEEDS IS A REVENUE IN THE GOVERNMENTAL FUNDS, BUT THE PROCEEDS INCREASE LONG-TERM DEBT IN THE STATEMENT OF NET ASSETS		- -
IN THE STATEMENT OF ACTIVITIES, INTEREST ON OUTSTANDING BONDS AND SALARY ON COMPENSATED ABSENCES ARE ACCRUED, WHEREAS IN GOVERNMENTAL FUNDS, THE EXPENSE IS REPORTED WHEN DUE		43,417
ELIMINATION OF INTERFUND OPERATIONS PROFITS ARE NOT REPORTED IN THE GOVERNMENTAL FUNDS		313,824
NET REVENUE OF INTERNAL SERVICE FUND NOT REPORTED IN THE GOVERNMENTAL FUNDS		(743,237)
CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES	S	(740,445)

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

(CONTINUED)

BUDGETARY COMPARISON STATEMENT

GENERAL FUND

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES:				
GENERAL PROPERTY TAXES	$ 681,000	$ 715,615	$ 654,100	$ (61,515)
GENERAL SALES AND USE TAXES	2,500,000	2,500,000	2,524,325	24,325
FRANCHISE TAXES	809,250	833,154	777,083	(56,071)
TOTAL TAXES	3,990,250	4,048,769	3,955,508	(93,261)
LICENSES AND PERMITS:				
BUSINESS LICENSES	75,800	87,800	87,191	(609)
OTHER LICENSES AND PERMITS	235,900	482,825	542,426	59,601
TOTAL LICENSES AND PERMITS	311,700	570,625	629,617	58,992
INTERGOVERNMENTAL REVENUES:				
FEDERAL GRANTS	232,178	846,178	952,294	106,116
STATE GRANTS	- -	25,750	7,712	(18,038)
STATE SHARED REVENUE	645,727	675,727	664,014	(11,713)
TOTAL INTERGOVERNMENTAL REVENUES	877,905	1,547,655	1,624,020	76,365
CHARGES FOR SERVICES:				
GENERAL GOVERNMENT	1,340,128	1,359,128	1,358,019	(1,109)
PUBLIC SAFETY	962,000	792,350	927,028	134,678
PARKS AND RECREATION	372,950	372,950	424,327	51,377
CEMETERIES	155,500	173,500	181,863	8,363
MISCELLANEOUS SERVICES	9,000	9,000	21,536	12,536
TOTAL CHARGES FOR SERVICES	2,839,578	2,706,928	2,912,773	205,845
FINES AND FORFEITURES:				
FINES AND FORFEITURES	145,000	145,000	87,001	(57,999)
TOTAL FINES AND FORFEITURES	145,000	145,000	87,001	(57,999)
MISCELLANEOUS REVENUE:				
INTEREST INCOME	111,038	132,038	163,924	31,886
RENTS AND CONCESSIONS	17,000	17,000	20,633	3,633
SENIOR CITIZENS	251,129	277,129	257,712	(19,417)
MUSEUM GALLERY	8,100	8,100	6,796	(1,304)
OTHER	52,300	124,458	143,813	19,355
TOTAL MISCELLANEOUS REVENUES	439,567	558,725	592,878	34,153
TOTAL REVENUES	8,604,000	9,577,702	9,801,797	224,095

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

(CONTINUED)

BUDGETARY COMPARISON STATEMENT

GENERAL FUND

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
EXPENDITURES:				
GENERAL GOVERNMENT:				
CITY COUNCIL:				
PERSONNEL SERVICES	$ 71,720	$ 71,720	$ 67,419	$ 4,301
SUPPLIES	11,150	11,150	3,325	7,825
OTHER SERVICES AND CHARGES	97,000	97,000	94,035	2,965
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL CITY COUNCIL	179,870	179,870	164,779	15,091
MAYOR'S OFFICE/HUMAN RESOURCES:				
PERSONNEL SERVICES	298,349	326,023	322,563	3,460
SUPPLIES	48,819	48,819	25,677	23,142
OTHER SERVICES AND CHARGES	219,456	229,456	204,871	24,585
CAPITAL OUTLAY	- -	7,700	5,758	1,942
TOTAL MAYOR'S OFFICE	566,624	611,998	558,869	53,129
ADMINISTRATIVE:				
PERSONNEL SERVICES	568,013	568,013	559,768	8,245
SUPPLIES	56,450	58,450	56,644	1,806
OTHER SERVICES AND CHARGES	219,700	329,200	295,405	33,795
CAPITAL OUTLAY	29,500	29,500	19,049	10,451
TOTAL ADMINISTRATIVE	873,663	985,163	930,866	54,297
BUILDINGS:				
PERSONNEL SERVICES	121,395	121,395	122,187	(792)
SUPPLIES	98,046	98,046	77,238	20,808
OTHER SERVICES AND CHARGES	97,000	97,000	96,747	253
CAPITAL OUTLAY	15,000	15,000	16,320	(1,320)
TOTAL BUILDINGS	331,441	331,441	312,492	18,949
PLANNING AND ECOMONIC DEVELOPMENT				
PERSONNEL SERVICES	132,776	142,174	141,084	1,090
SUPPLIES	17,588	17,588	17,208	380
OTHER SERVICES AND CHARGES	486,200	632,908	640,333	(7,425)
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PLANNING AND ZONING	636,564	792,670	798,625	(5,955)
RISK MANAGEMENT:				
OTHER SUPPLIES AND CHARGES	262,500	237,500	217,156	20,344
TOTAL RISK MANAGEMENT	262,500	237,500	217,156	20,344
TOTAL GENERAL GOVERNMENT	2,850,662	3,138,642	2,982,787	155,855

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON STATEMENT

GENERAL FUND

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
PUBLIC SAFETY:				
POLICE:				
PERSONNEL SERVICES	$ 2,550,467	$ 2,594,754	$ 2,413,615	$ 181,139
SUPPLIES	190,819	190,819	238,110	(47,291)
OTHER SERVICES AND CHARGES	218,617	226,017	273,103	(47,086)
CAPITAL OUTLAY	11,250	11,250	11,359	(109)
TOTAL POLICE	2,971,153	3,022,840	2,936,187	86,653
EMERGENCY SERVICES:				
PERSONNEL SERVICES	689,148	657,148	657,677	(529)
SUPPLIES	143,515	155,515	149,914	5,601
OTHER SERVICES AND CHARGES	195,331	223,331	234,048	(10,717)
CAPITAL OUTLAY	3,000	65,050	112,394	(47,344)
TOTAL EMERGENCY SERVICES	1,030,994	1,101,044	1,154,033	(52,989)
COMMUNITY DEVELOPMENT/INSPECTION:				
PERSONNEL SERVICES	404,386	404,386	399,266	5,120
SUPPLIES	37,374	37,374	24,745	12,629
OTHER SERVICES AND CHARGES	52,290	45,290	36,520	8,770
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL COMMUNITY DEVELOPMENT/ INSPECTION	494,050	487,050	460,531	26,519
TOTAL PUBLIC SAFETY	4,496,197	4,610,934	4,550,751	60,183
PUBLIC WORKS:				
STREETS AND HIGHWAYS:				
PERSONNEL SERVICES	420,790	420,790	380,916	39,874
SUPPLIES	239,481	239,481	200,810	38,671
OTHER SERVICES AND CHARGES	579,512	529,512	460,555	68,957
CAPITAL OUTLAY	242,760	72,760	76,225	(3,465)
TOTAL STREETS AND HIGHWAYS	1,482,543	1,262,543	1,118,506	144,037
ENGINEERING:				
PERSONNEL SERVICES	30,282	30,282	28,510	1,772
SUPPLIES	10,880	10,880	7,388	3,492
OTHER SERVICES AND CHARGES	3,800	3,800	8,194	(4,394)
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL ENGINEERING	44,962	44,962	44,092	870
TOTAL PUBLIC WORKS	1,527,505	1,307,505	1,162,598	144,907

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON STATEMENT

GENERAL FUND

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
PARKS, RECREATION, AND PUBLIC PROPERTY:				
PARKS:				
PERSONNEL SERVICES	$ 266,758	$ 266,758	$ 267,176	$ (418)
SUPPLIES	179,191	179,191	157,870	21,321
OTHER SERVICES AND CHARGES	20,363	20,363	17,158	3,205
CAPITAL OUTLAY	86,268	556,268	568,921	(12,653)
TOTAL PARKS	552,580	1,022,580	1,011,125	11,455
RECREATION:				
PERSONNEL SERVICES	452,667	454,167	459,947	(5,780)
SUPPLIES	77,410	77,410	76,104	1,306
OTHER SERVICES AND CHARGES	201,250	201,250	196,262	4,988
CAPITAL OUTLAY	54,000	44,400	32,387	12,013
TOTAL RECREATION	785,327	777,227	764,700	12,527
CEMETERY:				
PERSONNEL SERVICES	114,475	114,475	121,572	(7,097)
SUPPLIES	37,196	37,196	36,189	1,007
OTHER SERVICES AND CHARGES	6,183	6,183	5,301	882
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL CEMETERY	157,854	157,854	163,062	(5,208)
MUSEUM GALLERY:				
PERSONNEL SERVICES	110,295	110,295	112,317	(2,022)
SUPPLIES	6,700	6,700	7,030	(330)
OTHER SERVICES AND CHARGES	32,900	45,900	47,793	(1,893)
CAPITAL OUTLAY	1,500	1,500	1,705	(205)
TOTAL MUSEUM GALLERY	151,395	164,395	168,845	(4,450)
SENIOR CITIZENS:				
PERSONNEL SERVICES	409,104	421,104	470,164	(49,060)
SUPPLIES	29,398	29,398	27,013	2,385
OTHER SERVICES AND CHARGES	276,203	302,203	251,047	51,156
CAPITAL OUTLAY	- -	181,092	202,684	(21,592)
TOTAL SENIOR CITIZENS	714,705	933,797	950,908	(17,111)
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	2,361,861	3,055,853	3,058,640	(2,787)
TOTAL EXPENDITURES	11,236,225	12,112,934	11,754,776	358,158
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(2,632,225)	(2,535,232)	(1,952,979)	582,253

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

(CONTINUED)

BUDGETARY COMPARISON STATEMENT

GENERAL FUND

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
OTHER FINANCING SOURCES (USES):				
ISSUANCE OF BONDS & LEASES	S - -	S - -	S - -	S - -
OPERATING TRANSFERS IN	2,652,566	2,654,566	2,712,420	57,854
OPERATING TRANSFERS OUT	(40,341)	(290,941)	(290,932)	9
TOTAL OTHER FINANCING SOURCES (USES)	2,612,225	2,363,625	2,421,488	57,863
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER FINANCING SOURCES (USES)	(20,000)	(171,607)	468,509	640,116
FUND BALANCE AT BEGINNING OF YEAR	2,660,289	2,660,289	2,660,289	- -
FUND BALANCE AT END OF YEAR	S 2,640,289	S 2,488,682	S 3,128,798	S 640,116

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON STATEMENT

SPECIAL REVENUE - ECONOMIC DEVELOPMENT - NORTHWEST

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ 600,000	$ 600,000	$ 441,158	$ (158,842)
INTERGOVERNMENTAL REVENU	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	- -	- -	- -	- -
TOTAL REVENUES	600,000	600,000	441,158	(158,842)
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	429,516	429,516	186,865	242,651
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	429,516	429,516	186,865	242,651
TOTAL EXPENDITURES	429,516	429,516	186,865	242,651
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	170,484	170,484	254,293	83,809
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	170,484	170,484	254,293	83,809
FUND BALANCE AT BEGINNING OF YEAR	(4,054,644)	(4,054,644)	(4,054,644)	- -
FUND BALANCE AT END OF YEAR	$ (3,884,160)	$ (3,884,160)	$ (3,800,351)	$ 83,809

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

STATEMENT OF NET ASSETS

PROPRIETARY FUNDS

JUNE 30, 2012

	BUSINESS-TYPE ACTIVITIES			GOVERNMENTAL ACTIVITIES
	PUBLIC UTILITY	STORM DRAIN	TOTAL	INTERNAL SERVICE
ASSETS				
CURRENT ASSETS:				
CASH AND CASH EQUIVALENTS	S 9,357,834	S 759,998	S 10,117,832	S 569,453
RECEIVABLES (NET)	2,407,345	40,938	2,448,283	- -
INVENTORIES	873,724	- -	873,724	16,455
PREPAIDS	- -	- -	- -	- -
INTERNAL BALANCES TO	52,593	8,255	60,848	11,102
TOTAL CURRENT ASSETS	12,691,496	809,191	13,500,687	597,010
NONCURRENT ASSETS:				
INTERNAL BALANCES TO	1,972,225	309,550	2,281,775	416,333
CAPITAL ASSETS:				
NOT BEING DEPRECIATED:				
LAND	1,364,699	1,916,623	3,281,322	- -
CONSTRUCTION IN PROGRESS	- -	- -	- -	- -
CAPITAL ASSETS NET OF ACCUMULATED DEPRECIATION	39,088,228	5,780,730	44,868,958	2,628,244
TOTAL NONCURRENT ASSETS	42,425,152	8,006,903	50,432,055	3,044,577
TOTAL ASSETS	S 55,116,648	S 8,816,094	S 63,932,742	S 3,641,587
LIABILITIES				
CURRENT LIABILITIES:				
ACCOUNTS PAYABLE AND ACCRUED EXPENSES	S 1,569,909	S 114,028	S 1,683,937	S 74,989
DEFFERRED INCOME	- -	- -	- -	- -
CURRENT PORTION OF LONG-TERM DEBT	1,172,803	549,674	1,722,477	69,563
TOTAL CURRENT LIABILITIES	2,742,712	663,702	3,406,414	144,552
NONCURRENT LIABILITIES:				
OTHER	163,649	- -	163,649	18,770
LONG-TERM DEBT (BONDS, NOTES & CAPITAL LEASES), NET OF CURRENT PORTION AND BOND ISSUANCE COSTS	21,917,437	2,839,018	24,756,455	353,075
TOTAL NONCURRENT LIABITLITIES	22,081,086	2,839,018	24,920,104	371,845
TOTAL LIABILITIES	24,823,798	3,502,720	28,326,518	516,397
NET ASSETS				
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	16,915,150	4,312,679	21,227,829	2,205,606
RESTRICTED FOR:				
CAPITAL PROJECTS	1,213,000	200,000	1,413,000	- -
DEBT SERVICE	1,064,971	106,051	1,171,022	- -
OTHER PURPOSES	- -	- -	- -	- -
UNRESTRICTED (DEFICIT)	11,099,729	694,644	11,794,373	919,584
TOTAL NET ASSETS	30,292,850	5,313,374	35,606,224	3,125,190
TOTAL LIABILITIES AND NET ASSETS	S 55,116,648	S 8,816,094	S 63,932,742	S 3,641,587

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIGHAM CITY CORPORATION

STATEMENT OF REVENUES, EXPENSES AND CHANGES

IN NET ASSETS

PROPRIETARY FUNDS

YEAR ENDED JUNE 30, 2012

	BUSINESS-TYPE ACTIVITIES			GOVERNMENTAL ACTIVITIES
	PUBLIC UTILITY	STORM DRAIN	TOTAL	INTERNAL SERVICE
OPERATING REVENUES:				
CHARGES FOR SERVICES	S 21,786,602	S 1,111,960	S 22,898,562	S - -
INTERFUND SERVICES PROVIDED	- -	- -	- -	1,227,881
TOTAL OPERATING REVENUES	21,786,602	1,111,960	22,898,562	1,227,881
OPERATING EXPENSES:				
SALARIES AND WAGES	2,726,513	70,195	2,796,708	235,386
MATERIAL AND SUPPLIES	469,185	89,538	558,723	682,282
SERVICES	240,395	- -	240,395	13,214
SPECIAL DEPARTMENT SUPPLIES	1,223,721	- -	1,223,721	- -
OTHER CHARGES	539,847	840	540,687	(313,824)
DEPRECIATION	2,016,150	416,739	2,432,889	1,039,485
POWER PURCHASE	5,897,871	- -	5,897,871	- -
SUNDRY EXPENSES	91,481	11,977	103,458	- -
INTRAGOVERNMENTAL CHARGES	1,251,381	31,212	1,282,593	- -
TOTAL OPERATING EXPENSES	14,456,544	620,501	15,077,045	1,656,543
OPERATING INCOME	7,330,058	491,459	7,821,517	(428,662)
NON-OPERATING REVENUES [EXPENSES]:				
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
INTEREST INCOME	89,375	16,109	105,484	19,910
INTEREST EXPENSE	(593,931)	(117,219)	(711,150)	(20,661)
TOTAL NON-OPERATING REVEUES [EXPENSES]	(504,556)	(101,110)	(605,666)	(751)
INCOME BEFORE OPERATING TRANSFERS	6,825,502	390,349	7,215,851	(429,413)
TRANSFERS	(3,071,259)	210,839	(2,860,420)	- -
CHANGE IN NET ASSETS	3,754,243	601,188	4,355,431	(429,413)
TOTAL NET ASSETS AT BEGINNING OF YEAR	26,538,607	4,712,186	31,250,793	3,554,603
TOTAL NET ASSETS AT END OF YEAR	S 30,292,850	S 5,313,374	S 35,606,224	S 3,125,190

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT

BRIHGAM CITY CORPORATION
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2012

	BUSINESS-TYPE ACTIVITIES			GOVERNMENTAL ACTIVITIES
	PUBLIC UTILITY FUND	STORM DRAIN	TOTAL	INTERNAL SERVICE FUND
CASH FLOWS FROM OPERATING ACTIVITIES:				
CASH RECEIVED FROM CUSTOMERS	$ 21,481,393	$ 1,111,960	$ 22,593,353	$ -
CASH PAID TO SUPPLIERS	(10,164,933)	(90,686)	(10,255,619)	(350,326)
CASH PAID TO EMPLOYEES	(2,726,513)	(70,195)	(2,796,708)	(235,386)
CASH RECEIVED/(PAID) FROM INTERFUND SERVICES	$ -	$ -	-	1,227,881
NET CASH PROVIDED BY OPERATING ACTIVITIES	8,589,947	951,079	9,541,026	642,169
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
TRANSFERS	(3,071,262)	210,839	(2,860,423)	-
NET CASH PROVIDED (USED) BY NONCAPITAL ACTIVITIES	(3,071,262)	210,839	(2,860,423)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
PURCHASE OF CAPITAL ASSETS	(1,693,552)	(502,461)	(2,196,013)	(716,480)
PRINCIPAL PAYMENT ON CAPITAL DEBT	(1,127,497)	(520,876)	(1,648,373)	(67,853)
PROCEEDS FROM CAPITAL DEBT	394,742	-	394,742	-
OTHER CAPITAL FINANCING	-	-	-	
INTEREST PAID ON CAPITAL DEBT	(593,931)	(117,218)	(711,149)	(20,661)
NET CASH (USED) BY CAPITAL AND RELATED FINANCING ACTIVIT	(3,020,238)	(1,140,555)	(4,160,793)	(804,994)
CASH FLOWS FROM INVESTING ACTIVITIES:				
NOTE PRINCIPAL REPAYMENT	-	-	-	244,280
INTEREST	89,375	16,109	105,484	19,910
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	2,587,822	37,472	2,625,294	101,365
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	6,770,012	722,526	7,492,538	468,088
CASH AND CASH EQUIVALENTS AT END OF YEAR	$ 9,357,834	$ 759,998	$ 10,117,832	$ 569,453

RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
OPERATING INCOME	$ 7,330,058	$ 491,459	$ 7,821,517	$ (428,662)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
DEPRECIATION	2,016,150	416,739	2,432,889	1,039,485
CHANGES IN ASSETS & LIABILITIES:				
RECEIVABLES	(365,209)	(37,558)	(402,767)	-
INVENTORY	(73,288)	-	(73,288)	7,118
PREPAID EXPENSES	38,816	1,461	40,277	4,971
INTERNAL BALANCES TO	-	-	-	6,514
ACCOUNTS PAYABLE AND ACCRUALS	(356,580)	78,978	(277,602)	12,743
NET CASH PROVIDED FROM OPERATIONS	$ 8,589,947	$ 951,079	$ 9,541,026	$ 642,169

THE ACCOMPANYING NOTES ARE AN INTEGRAL PART OF THIS STATEMENT.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Brigham City Corporation (Government) have been prepared in conformity with Generally Accepted Accounting Principles (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Government's accounting policies are described below.

A. REPORTING ENTITY

Brigham City Corporation is a municipal corporation governed by an elected Mayor and five-member Council. The accompanying financial statements present the Government and its component units, entities for which the Government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the Government's operations.

BLENDED COMPONENT UNITS:

Redevelopment Agency of Brigham City, Utah. The Government's governing board is the board of the Redevelopment Agency of Brigham City, Utah (Agency). The Agency is financially dependent upon the Government.

Municipal Building Authority of Brigham City (MBA). The Government's governing board is the board of the Municipal Building Authority of Brigham City (Agency). The Agency is financially dependent upon the Government. There was no activity during the year.

Basis of Presentation - Fund Accounting. The accounting system is organized and operated on a fund basis. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts, which are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations.

The City's funds are grouped into two broad fund categories and six generic fund types for financial statement presentation purposes. Governmental funds include the general, special revenue, debt service and capital projects funds. Proprietary funds include enterprise funds and an internal service fund. The City does not have fiduciary agency funds.

B. BASIS OF ACCOUNTING

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the non-fiduciary activities of the Primary Government. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which primarily rely on fees and charges for support. Internal service fund activity is eliminated to avoid "doubling up" revenues and expenses.

The government-wide statements are prepared using the economic resources measurement focus and the accrual basis of accounting. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Therefore, governmental fund financial statements include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds. The primary effect of internal activity has been eliminated from the government-wide financial statements.

The government-wide statement of activities presents a comparison between expenses, both direct and indirect, and program revenues for each segment of the business-type activities of the City and for each governmental program. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Indirect expenses for centralized services and administrative overhead are allocated among the programs, functions and segments using a full cost allocation approach and are presented separately to enhance comparability of direct expenses between governments that allocate direct expenses and those that do not. Program revenues include charges paid by the recipients of the goods or services offered by the programs and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues not classified as program revenues are presented as

general revenues. The comparison of program revenues and expenses identifies the extent to which each program or business segment is self-financing or draws from the general revenues of the Government.

Net assets should be reported as restricted when constraints placed on net assets are either externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments or imposed by law through constitutional provisions or enabling legislation.

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

FUND FINANCIAL STATEMENTS

Fund financial statements report detailed information about the Government. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. The general fund, Debt Service SAA 2009-01 and EDA Northwest fund are presented in a separate column. All other funds are aggregated and presented in a single column.

C. GOVERNMENTAL FUNDS

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in net current assets.

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The Government considers property taxes as available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

Those revenues susceptible to accrual are property taxes, franchise taxes, special assessments, licenses, interest revenue and charges for services. Sales taxes collected and held by the state at year end on behalf of the government also are recognized as revenue. Fines and permits are not susceptible to accrual because generally they are not measurable until received in cash.

Deferred revenues arise when a potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when resources are received by the Government before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the Government has a legal claim to the resources, the liability for deferred revenue is removed from the combined balance sheet and revenue is recognized.

PROPRIETARY FUNDS

All proprietary funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net total assets.

The accrual basis of accounting is utilized by proprietary fund types. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. The Government has elected to follow the GASB pronouncements issued after November 30, 1989, as they apply to proprietary fund types.

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

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

The Government reports the following major proprietary funds:

Public Utility - The public utility fund accounts for the activities of the Government's electric, sewer, water and waste collection activities and operations.

Storm Drain - The storm drain fund accounts for the activities of the Government as they relate to the storm drain system, including improvements, expenses and maintenance thereof.

These two funds make up the proprietary fund.

D. BUDGETS

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for the general, special revenue, debt service and capital project funds. All annual appropriations lapse at fiscal year end.

Encumbrances represent commitments related to unperformed contracts for goods or services. Encumbrance accounting is not used because the Government cancels all contracts in progress at year end. New contracts are made in the next budget year for the unfinished project after review by the governing body.

E. CASH AND INVESTMENTS

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the Government. The Utah Money Management Act authorizes the government to invest in specific types of investments. The types of investment are explained in note 4 and are valued in accordance with GASB Statement 31.

For purposes of the statements of cash flows, the Government considers all highly liquid investments (including restricted assets) with maturity of three months or less when purchased to be cash equivalents.

Unrestricted cash balances of all funds are combined to form a pool of cash and investments which is managed by the City Treasurer in accordance with the Utah Money Management Act. Income from the investment of pooled cash is allocated to the general fund. Restricted cash consists of that portion of pooled cash that is restricted for a specific use due to constraints imposed by external parties or enabling legislation, or is cash held in trust in compliance with bond covenants, terms and conditions. When both restricted and unrestricted sources are available for use, it is the Government's policy to use restricted resources first, then unrestricted resources as they are needed.

Restricted cash includes amounts required for the payment of debt service. The Government currently has $343,831 in cash restricted for debt service payments.

F. SHORT-TERM INTERFUND RECEIVABLES/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 interfund receivables or interfund payables on the balance sheet.

G. INVENTORIES

Inventories are recorded using the purchases method of accounting with purchases being recorded as expenditures when goods are purchased. Significant inventories are recorded as an asset at year end. Inventories are valued at cost, which approximates market, using the first-in/first-out (FIFO) method.

H. PREPAID ASSETS

Prepaid assets are recorded using the purchases method of accounting with purchases being recorded as expenditures when cash is expended. Significant prepaid assets are recorded at year end.

I. RESTRICTED ASSETS

Assets are restricted because of constraints placed on the assets use by either:

1. Externally approved by creditors;
2. Grantors and/or contributions;
3. Laws or regulations of other governments; or
4. Imposed by law through constitution provisions or enabling legislation.

The following is a summary of assets restricted for specific purposes.

Escrow funds	$769,050
Restrictions set by creditors, grantors or contributors	411,636
Other	71,995
	$1,252,681

J. CAPITAL ASSETS

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the Government-wide financial statements. Capital assets are defined by the Government as assets with an initial, individual cost of more than $5,000 (amount not rounded) and an estimated useful life in excess of two years. All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. 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.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from date of the borrowing until completion of the project with interest earned on invested proceeds over the same period. During the 2012 fiscal year the Government did not capitalize any interest.

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

Assets	Years
Buildings	20-30
Improvements	20-40
Equipment	3-20
Vehicles	3-5

K. COMPENSATED ABSENCES

Vested or accumulated vacation leave and sick pay benefits that are expected to be liquidated with expendable available financial resources are reported as an expenditure and a fund liability of the governmental fund that will pay it in the government-wide financial statements. The vested or accumulated benefits are reported as required by GASB interpretation #6, recognition and measurement of certain liabilities and expenditures in governmental fund financial statements in the fund financial statements. Vested or accumulated vacation leave and sick pay benefits of proprietary funds are recorded as an expense and liability of those funds as the benefits accrue to employees. Compensated absences are reported in the governmental funds only if they have matured (i.e., unused reimbursable leave still outstanding following an employee's resignation or retirement).

	Balance June 30, 2011	Additions	Retirements	Balance June 30, 2012	Estimated Amount Due 2013
Governmental Activities	$492,059	$305,717	$(362,641)	$435,135	$261,000
Business-type Activities	214,422	38,930	(143,127)	163,649	98,000
	$706,481	$344,647	$(505,768)	$598,784	$359,000

L. LONG-TERM OBLIGATIONS

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

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. 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.

M. FUND EQUITY

In February 2009, GASB issued Statement No. 54 fund balance reporting and governmental fund type definitions. The statement is effective for years beginning after June 15, 2010. The statement applies only to fund financial statements and not to government-wide statements or proprietary fund statements. Proprietary fund equity is classified the same as in the government-wide statements. The fund balances may be classified as follows:

A. Non-Spendable – Fund balances that cannot be spent either because they are in non-spendable form or because they are legally or contractually required to be maintained.
B. Restricted Fund Balance –Ffund balances are reported as restricted when they are constrained by externally imposed legal restrictions, by law through constitutional provisions or enabling legislation, or restrictions set by creditors, grantors, or contributors.
C. Committed Fund Balance –Fund balances are reports as committed when the Council formally designates the use of resources by ordinance for a specific purpose and cannot be used for any other purpose unless the City Council likewise formally changes the use.
D. Assigned Fund Balance – Fund balances are reported as assigned when the City Council or management intends to use funds for a specific purpose. Normally funds are assigned by the appropriation process of setting the budget. Additionally, funds in special revenue, debt service, and capital project funds are by their nature assigned to the purpose of those respective funds.
E. Unassigned Fund Balance – Fund balances in the general fund are reported as unassigned when they are neither restricted, committed, nor assigned. They may be used for any governmental purpose. Negative fund balances in special revenue, capital project, and debt service funds are reported as unassigned.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Government considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Government considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless City Council has provided otherwise in its' commitment or assigned actions.

The following is a summary of non-spendable, restricted, and committed fund balances in governmental funds:

Non-Spendable:	
Prepaid Assets	66,308
Restricted for:	
Cemetery Perpetual Care	598,395
Senior Center Donations	356,621
Fiber Optic Construction	170,655
Police Agency Contract Amounts	71,995
Grant Purposes	55,015

N. INTERFUND TRANSACTIONS

Interfund services provided and used are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed.

All other interfund transactions, except interfund services provided and used and reimbursements, are reported as transfers. All other interfund transfers are reported as non-operating transfers.

O. ALLOWANCE FOR BAD DEBTS

An allowance for bad debts of $60,000 has been deducted from the total accounts and notes receivable of the enterprise fund to arrive at the amount shown on the combined balance sheet.

P. JOINTLY GOVERNED ORGANIZATIONS

Utah Risk Management Mutual Association (URMMA) - The Government provides for its general liability risks and worker's compensation through a joint protection agreement with URMMA. During the year ended June 30, 2012, the Government paid premiums of approximately $69,900 to URMMA.

Utah Telecommunication Open Infrastructure Agency (UTOPIA) - UTOPIA was formed under the Utah Interlocal Cooperation Act by its 18 founding cities, of which the Government is a member. This agency has the assignment to design, finance, build, operate and maintain a fiber-to-home and fiber-to-business fiber optic communication network. UTOPIA is building the infrastructure but private companies deliver the services over the network. During the year ended June 30, 2012 the Government paid no membership fees to UTOPIA. See Footnote 14, Contingent Liabilities, for additional information.

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

Following the governmental funds balance sheet is a reconciliation between fund balance - total governmental funds and net assets - governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds." The details of the difference are as follows:

Bonds payable, net of bond costs	$5,736,099
Interest payable	68,354
Notes payable	84,810
Compensated absences	416,365
Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental activities	$6,305,628

NOTE 3. LEGAL COMPLIANCE - BUDGET

Annual budgets are prepared and adopted by the governing body on or before June 22nd for the following fiscal year which begins on July 1. Budgets may be increased by resolution of the Government at any time during the year, following a public hearing. Budgets are adopted at subdepartment levels; however, budget amendments by resolution are generally required only if the department desires to exceed its total budget appropriation.

Utah state law prohibits an appropriation of the unreserved fund balance in the general fund until it exceeds 5% of total revenues of the general fund. The law prohibits the accumulation of a fund balance in the general fund in excess of 18% of the total estimated revenue of the general fund. Until the unreserved fund balance is greater than the 18% of total estimated revenue, it may be used only to provide working capital until tax revenue is received, meeting emergency expenditures, and cover unanticipated deficits as long as the fund balance is greater than 5% of total revenues. Fund balances may be appropriated (reserved) for specific purposes.

SUMMARY OF THE GOVERNMENT'S BUDGET PROCEDURES AND CALENDAR

1. The State of Utah requires formal budgetary integration as a management control device during the year for the general, special revenue, debt service, and capital project funds.[1] The Government prepares budgets for enterprise[2] and internal service funds, but is not required to report on such budgets. (As such no budget to actual statements are presented in the financial statements).

[1]Utah Code Section 10-6-109

[2]Utah Code Section 10-6-135

2. The Government's budget is a financial plan of all estimated revenues and all appropriations for expenditures. Revenues and expenditures must balance.[3]

3. The budget is prepared sometime between the 1st of March and the 1st of May.

4. A tentative budget is presented by the Mayor to the governing body by the first regularly scheduled council meeting in May. The tentative budget is reviewed and tentatively adopted by the Governing Body no later than June 22nd.[4]

5. The tentative budget is public record and is available for inspection at the Government's main office for at least ten days prior to adoption of the final budget.[5]

6. Notice of the public hearing on adoption of the final budget is published seven days prior to the public hearing.[6]

7. The public hearing on the tentatively adopted budget is held no later than June 14th.[7] Final adjustments are made to the tentative budget by the governing body after the public hearing.[8]

8. The final budget is adopted by ordinance before June 22nd and a copy of the budget certified by the Budget Officer is filed with the State Auditor within thirty days of adoption.[9]

9. In connection with budget adoption:
   A. An annual tax ordinance establishing the tax rate is adopted before June 22nd.[10]
   B. The City Recorder is to certify the tax rate to the County Auditor before June 22nd.[11]

10. Budgets for the general, special revenue, debt service, and capital projects funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP).

SUMMARY OF ACTION REQUIRED FOR BUDGET CHANGES

Transfers of unexpended appropriation from one expenditure account to another in the same department can be made with the consent of the Budget Officer.[12]

The governing body may, by resolution, transfer unexpended appropriations from one department to another department within the same fund.[13]

The budget appropriation for any department may be reduced by resolution.[14]

Final budgets[15] may be increased by resolution after the public hearing.[16] Final amendments in the current year budgets shall be adopted by the governing body by the last day of the fiscal year.[17]

Budgets of enterprise funds may be increased by resolution of the governing body (public hearing not required).[18]

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[3]Utah Code Section 10-6-110

[4]Utah Code Section 10-6-111

[5]Utah Code Section 10-6-112

[6]Utah Code Section 10-6-113

[7]Utah Code Section 10-6-114

[8]Utah Code Section 10-6-115

[9]Utah Code Section 10-6-118

[10]Utah Code Section 10-6-113

[11]Taxes Other Than Property Tax Require Legislative Enactment, by Continuing Statutes of Ordinances

[12]Utah Code Section 10-6-124

[13]Utah Code Section 10-6-125

[14]Utah Code Section 10-6-126

[15]Utah Code Section 10-6-109

[16]Utah Code Section 10-6-113 and 10-6-114

[17]Utah Code Section 10-6-128

All unexpended appropriations shall lapse at the end of the budget year.[19]

City officers shall not make or incur expenditures in excess of total appropriations for any department in the budget as adopted or as subsequently amended.[20]

Budgeted amounts are as originally adopted, or as amended by the City Council during the year ended June 30, 2012. Individual amendments were not material in relation to the original appropriations which were amended.

NOTE 4. DEPOSITS AND INVESTMENTS

The Government maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the combined balance sheet as "cash and cash equivalents."

Deposits. At year end, the carrying amount of the Government's total deposits was $1,908,191 and the total bank balance was $2,334,351 at year end, $2,081,198 was uninsured and not collateralized. Utah State Statutes do not require deposits to be collateralized. However, the State Commissioner of Financial Institutions monitors financial institutions monthly and establishes limits for deposit of public money at individual financial institutions and the Government follows these recommendations.

Investments. Statutes authorize the Government to invest in obligations of the U.S. treasury, agencies, and instrumentalities, commercial paper rated A-1 by Standard & Poor's Corporation or P-1 by Moody's commercial paper record, bankers' acceptances, repurchase agreements, and the Utah Public Treasurer's Investment Fund (UPTIF), which is controlled by the State of Utah Money Management Act. The amounts recorded approximate fair value at June 30, 2012.

The Government's investment balances at June 30, 2012 were as follows:

Investment type	Fair Value	Maturity	Rating
Certificates of Deposits	$ 644,921	< 1 Year	N/A
U.S. Treasuries	1,560,484	< 1 Year	AAA
UPTIF	12,575,147	N/A	Not Rated
Total	$14,780,552		

Reconciliation of deposits and investments to cash and cash equivalents + investments:

Deposits	$ 1,908,191
Investments	14,780,552
Cash on Hand	2,097
Cash and Cash Equivalents + Investments	$16,690,840

The Government does not have a formal investment policy. The Government, however, invests the majority of the excess funds, other than the funds held by the bond trustee, in the UPTIF. The UPTIF permits the Government to withdraw funds one day after notifying the UPTIF of the withdrawal.

For an investment, the custodial risk is the risk that in the event of the failure of the counterparty, the Government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Government follows the State of Utah Money Management Act relating to custodial credit risk.

The Utah Public Treasurer's Investment Fund (UPTIF) is an external deposit and investment pool wherein governmental entities are able to pool the monies from several entities to improve investment efficiency and yield. These monies are invested primarily in money market securities and contain no withdrawal restrictions. As such, the monies invested in this fund are not insured and are subject to the same market risks as any similar investment in money market funds. The fund investments must comply with the provisions of the Utah Money Management Act. The fund is not SEC registered. The fair value of the Government's position in the fund is the same as the value of fund shares.

NOTE 5. PROPERTY TAX

Property taxes are attached as an enforceable lien on property as of January 1. Taxes are levied on June 22 for the next fiscal year beginning July 1 and are due November 30. City property tax revenues are not recognized when levied, because they are not expected to be collected within 60 days after the end of the current year. The property taxes levied for 2012 have been included in taxes receivable and deferred revenue amounts.

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[18]Utah Code Section 10-6-135

[19]Utah Code Section 10-6-130

[20]Utah Code Section 10-6-10-6-123

The Government is permitted by the state to levy taxes up to $7.00 per $1,000 of taxable valuation for general governmental services other than the payment of principal and interest on long-term debt and in unlimited amounts for the payment of principal and interest on long-term debt. The combined tax rate to finance general governmental services other than the payment of principal and interest on long-term debt, for the year ended June 30, 2012, was $1.52 per $1,000 which means that the Government has a tax margin of $5.48 per $1,000 and could raise up to $3,340,000 additional revenue per year from the present taxable valuation of $609,494,000 before the limit is reached.

NOTE 6. EMPLOYEE RETIREMENT SYSTEM

PLAN DESCRIPTIONS:

The Government contributes to the local governmental contributory retirement system, local governmental noncontributory retirement system and public safety retirement system for employers with social security coverage cost-sharing multiple-employer defined benefit pension plans and IRC 401K plan (collectively, the systems) administered by the Utah Retirement Systems. Utah Retirement Systems provide refunds, retirement benefits, annual cost of living adjustments and death benefits to plan members and beneficiaries in accordance with retirement statutes.

The Utah State Retirement Act provides for the administration of the Utah Retirement Systems and plans under the direction of the Utah State Retirement Board whose members are appointed by the Governor. The systems issue a publicly available financial report that includes financial statements and required supplementary information for the local governmental contributory retirement system, local governmental noncontributory retirement system, and the public safety retirement system for employers with social security coverage. A copy of the report may be obtained by writing to the Utah Retirement Systems, 560 East 200 South, Salt Lake City, UT 84102 or by calling 1-800-365-8772.

The Government provides pension benefits for those full-time employees who have exempted out of the Government's defined benefit plan described above through a defined contribution plan, administered by the ICMA retirement corporation (ICMA).

DEFINED BENEFIT PENSION PLAN:

Funding Policy. Plan members in the local governmental contributory retirement system are required to contribute 6.00% of their annual covered salary (all or part may be paid by the employer for the employee) and the Government is required to contribute 9.76% of their annual covered salary. In the local governmental noncontributory Tier 1 retirement system the Government is required to contribute 13.77% of their annual covered salary. The local governmental noncontributory Tier 2 retirement system requires the Government to contribute 10.33% of the annual covered salary. In the public safety retirement system for employers with social security coverage, the contributory government is required to contribute 28.82% for Tier 1 and 17.18% for Tier 2 of their annual covered salary. The contribution rates are the actuarially determined rates. The contribution requirements of the systems are authorized by statute and specified by the board.

The Government contributions to the local governmental contributory retirement system for the years ended June 30, 2012, 2011 and 2010 were $6,224; $5,303 and $9,065 respectively. For the noncontributory retirement system the contributions for June 30, 2012, 2011 and 2010 were $542,343; $510,590 and $477,262 respectively. For the public safety retirement system the contributions for June 30, 2012, 2011 and 2010 were $318,108; $312,429 and $289,296 respectively. The contributions were equal to the required contributions for each year.

DEFINED CONTRIBUTION PLAN:

In the ICMA defined contribution plan, benefits depend solely on amounts contributed to the plan plus investment earnings. Employees are eligible to participate from the date of employment. The employer's obligation of 13.77% is contributed to the plan monthly. The contributions (and earnings allocated to the participant's account) are fully vested from the date of participation in the plan. The Government's contributions were calculated using a base salary amount of $166,546, which is $22,933 or 13.77% of covered payroll.

The 401K plan sponsored by the Government is available to all eligible employees. During the year ended June 30, 2012, the Government matched up to 3% of the employee’s contribution to this plan. The Government’s contribution for the year ended June 30, 2012 was $122,708.

The local governmental noncontributory Tier 2 retirement system requires the Government contribute 2.41% of the annual covered salary to the URS sponsored 401K plan. The Tier 2 public safety retirement system for employers with social security coverage, the contributory government is required to contribute 1.55% of their annual covered salary to the URS sponsored 401K plan. The Government contributions to the local governmental noncontributory defined benefit Tier 2 retirement system for the years ended June 30, 2012, were $2,361. For the noncontributory Tier 2 public safety defined benefit retirement system the contributions were $31. The contributions were equal to the required contributions for each year.

NOTE 7. CAPITAL ASSETS

CAPITAL ASSET ACTIVITY FOR THE YEAR ENDED JUNE 30, 2012 WAS AS FOLLOWS:

	BEGINNING BALANCE	INCREASE	DECREASES	ENDING BALANCE
CAPITAL ASSETS, NOT BEING DEPRECIATED:				
LAND				
GENERAL	$ 5,654,236	$ 255,608	$ -	$ 5,909,844
INTERNAL SERVICE FUND	-	-	-	-
TOTAL LAND	5,654,236	255,608	-	5,909,844
CONSTRUCTION IN PROGRESS				
GENERAL	12,985	36,176	-	49,161
TOTAL CAPITAL ASSETS, NOT BEING DEPRECIATED	5,667,221	291,784	-	5,959,005
CAPITAL ASSETS, BEING DEPRECIATED				
BUILDINGS				
GENERAL	10,220,014	160,689	-	10,380,703
INTERNAL SERVICE FUND	347,452	-	-	347,452
TOTAL	10,567,466	160,689	-	10,728,155
IMPROVEMENTS OTHER THAN BUILDINGS, INCLUDING INFRASTRUCTURE				
GENERAL	56,394,231	1,121,648	-	57,515,879
INTERNAL SERVICE FUND	35,286	-	-	35,286
TOTAL	56,429,517	1,121,648	-	57,551,166
EQUIPMENT				
GENERAL	2,341,874	126,824	-	2,468,698
INTERNAL SERVICE FUND	10,383,268	716,596	(291,975)	10,807,889
TOTAL	12,725,142	843,420	(291,975)	13,276,587
TOTAL CAPITAL ASSETS, BEING DEPRECIATED				
GENERAL	68,956,119	1,409,161	-	70,365,281
INTERNAL SERVICE FUND	10,766,007	716,596	(291,975)	11,190,627
TOTAL	79,722,126	2,125,757	(291,975)	81,555,907
LESS ACCUMULATED DEPRECIATION FOR:				
BUILDINGS				
GENERAL	(4,001,345)	(361,651)	-	(4,362,996)
INTERNAL SERVICE FUND	(184,908)	(15,945)	-	(200,853)
TOTAL	(4,186,253)	(377,595)	-	(4,563,850)
IMPROVEMENTS				
GENERAL	(21,115,270)	(2,508,072)	-	(23,623,342)
INTERNAL SERVICE FUND	(35,286)	-	-	(35,286)
TOTAL	(21,150,556)	(2,508,072)	-	(23,658,628)
EQUIPMENT				
GENERAL	(1,816,620)	(370,977)	-	(2,187,597)
INTERNAL SERVICE FUND	(7,594,563)	(1,023,541)	291,859	(8,326,245)
TOTAL	(9,411,184)	(1,394,517)	291,859	(10,513,842)
TOTAL ACCUMULATED DEPRECIATION				
GENERAL	(26,933,235)	(3,240,700)	-	(30,173,935)
INTERNAL SERVICE FUND	(7,814,758)	(1,039,485)	291,859	(8,562,383)
TOTAL	(34,747,993)	(4,280,185)	291,859	(38,736,318)
TOTAL CAPITAL ASSETS, BEING DEPRECIATED, NET				
GENERAL	42,022,884	(1,831,539)	-	40,191,346
INTERNAL SERVICE FUND	2,951,249	(322,889)	(116)	2,628,244
TOTAL	44,974,133	(2,154,428)	(116)	42,819,590
GOVERNMENTAL ACTIVITES CAPITAL ASSETS, NET				
GENERAL	47,690,105	(1,539,755)	-	46,150,351
INTERNAL SERVICE FUND	2,951,249	(322,889)	(116)	2,628,244
TOTAL	$ 50,641,354	$ (1,862,644)	$ (116)	$ 48,778,595

	BEGINNING BALANCE	INCREASE	DECREASE	ENDING BALANCE
BUSINESS-TYPE ACTIVITIES:				
CAPIAL ASSETS, NOT BEING DEPRECIATED:				
LAND	$ 3,281,322	$ ---	---	$ 3,281,322
CONSTRUCTION IN PROGRESS	19,567,366	58 ,298	(19,625,664)	---
TOTAL CAPITAL ASSETS NOT BEING DEPRECIATED	22,848,688	58 ,298	(19,625,664)	3,281,322
ASSETS, BEING DEPRECIATED:				
BUILDINGS	11,630,674	202,545	---	11,833,219
IMPROVEMENTS OTHER THAN BUILDINGS	46,990,934	21,294,852	---	68,285,786
EQUIPMENT	535,700	265,981	---	801,681
TOTAL CAPITAL ASSETS BEING DEPRECIATED	59,157,308	21,763,378	---	80,920,686
LESS ACCUMULATED DEPRECIATION FOR:				
BUILDINGS	(10,603,940)	(465,520)	---	(11,069,460)
IMPROVEMENTS OTHER BUILDINGS	(22,509,134)	(1,931,214)	---	(24,440,348)
EQUIPMENT	(505,765)	(36,155)	---	(541,920)
TOTAL ACCUMULATED DEPRECIATION	(33,618,839)	(2,432,889)	---	(36,051,728)
TOTAL CAPITAL ASSETS, BEING DEPRECIATED, NET	25,538,469	19,330,489	---	44,868,958
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS NET	$48,387,157	$19,388,787	(19,625,664)	$48,150,280

The Government has not experienced an event or a change in circumstances which would affect the carrying value of the Government's capital assets.

Depreciation expense was charged to functions/departments of the Primary Government as follows:

Governmental Activities:	
General Government	$1,096,179
Public Safety	483,012
Public Works	2,087,980
Culture, Parks and Recreation	544,886
Community and Economic Development	68,128
Total Depreciation Expense - Governmental Activities	$4,280,185

(Note: Depreciation expense related to capital assets held by the internal service fund are included in general government)

Business-Type Activities:	
Public Utilities (Electric, Water, Sewer and Waste Collection)	$2,016,150
Storm Drain	416,739
Total Depreciation Expense - Business-Type Activities	$2,432,889

NOTE 8. MISCELLANEOUS REVENUE

The miscellaneous revenue shown on page 21 of the accompanying financial statements is detailed as follows for the material items:

General Fund:	
Interest Income	$ 163,924
Senior Citizen Revenue	257,716
Police Revenue	17,168
Sale of Assets	59,571
Lease Proceeds	25,501
Other	68,998
	$592,878

Other Nonmajor Governmental Funds:	
Special Assessment Revenue	$ 12,450
Rental Income	29,184
Donations	40,500
Other	20,441
	$102,575

NOTE 9. INTERNAL BALANCES

The composition of internal balances are as follows:

Governmental:	
From	
General Fund	$2,032,079
RDA #2	112,073
Internal Service Fund	427,435
	2,571,587
To	
RDA #1	(337,777)
RDA West Forest Street	(239,732)
EDA Northwest	(4,336,701)
	(4,914,210)
	(2,342,623)
Enterprise:	
From	
Public Utility	2,342,623
	$ —

The internal balances between the general fund and the RDA and EDA funds are to cover the cash deficits in those funds and to cover costs to set up the RDAs and EDAs. The deficits will be eliminated as the tax increment is collected.

The EDA - Northwest is part of an inducement package for purchasing land and site improvements. The funds to accomplish the purchase were advanced by the general fund, public utility fund and the internal service fund. The payback by the EDA - Northwest will continue as the tax increment is collected over the next twelve years.

Interfund Transfers:

	Governmental Funds			
	General Fund	Major Fund	Non-Major	Total
Governmental Funds:				
General Fund	$(2,672,079)	$ —	$ 250,600	$(2,421,479)
Major Governmental Fund	—	—	(199,907)	(199,907)
Non-Major Governmental Fund	(38,341)	(50,693)	(150,000)	(239,034)
Total	$(2,710,420)	$ (50,693)	$ (99,307)	$(2,860,420)
Enterprise Fund:	$ 2,710,420	$ —	$ 150,000	$ 2,860,420

The enterprise funds transfer to the general fund represents a rate of return to the general fund. The enterprise funds' transfer to the non-major governmental funds is to build fund balance in emergency funds. The general fund transfer to the non-major governmental fund is to cover uncompleted capital projects.

NOTE 10. REDEVELOPMENT AGENCY

The State of Utah requires the following information of the Redevelopment Agency to be reported in the notes to the financial statements:

Tax Increment Collected	$966,974
Tax Increment Paid to Another Taxing Entity	423,013
Outstanding Bonds or Loans of the Agency	4,224,059
The Actual Amount Expended For:	
Acquisition of Property	—
Site Improvements	348,806
Installation of Utilities	—
Administrative Costs	23,841

NOTE 11. CAPITAL PROJECT FUNDS

The Government continued to receive federal and state funds for improvements to the Government's airport. The improvements will be financed by approximately 95.47% federal and state funds with the Government funding the remainder. The major improvements are runway work and taxiing areas.

The Government set up a capital project fund for major capital expenditures. This capital project fund was funded by transfers from the general fund and utility fund. Various projects were in progress at June 30, 2012.

The Government has completed construction of the water and waste treatment lines to service a new manufacturing plant. Projects were under way at fiscal year end to upgrade capacity of water and waste treatment systems in order to accommodate usage by the manufacturing plant.

NOTE 12. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

The following individual funds incurred expenditures in excess of budget:

	Budget	Actual	Actual Over Budget
All Governmental Fund Types:			
General Fund:			
Planning and Economic Development	$ 792,670	$ 798,625	$ 5,955
Emergency Services	1,101,044	1,154,033	52,989
Cemetery	157,854	163,062	5,208
Museum Gallery	164,395	168,845	4,450
Senior Citizens	933,797	950,908	17,111
Golf Course	724,064	762,103	38,039
Capital Projects – Airport	425,891	430,943	5,052
Capital Projects – Emergency Disaster	116,000	193,653	77,653
RDA #1	51,341	101,366	50,025
CDA 1100 South	--	1,295	1,295

The following funds had a deficit fund balance at June 30, 2012:

RDA #1	$ 334,596
RDA - West Forest	$ 240,785
CDA – 1100 South	$ 1,295
EDA - Northwest	$ 3,800,352

The RDA - West Forest and CDA 1100 South project funds were established to account for the new RDA and CDA project areas. The RDA west forest deficit is mainly the result of acquiring land. The deficits will be eliminated as the tax increment is collected and land purchased is resold.

The EDA - Northwest deficit is the result of acquiring land and paying for onsite land improvements. This deficit will be eliminated as the tax increment is collected over a 15-year period which began in the previous fiscal year.

The RDA #1 deficit will be eliminated by tax increment funds.

NOTE 13. RISK MANAGEMENT

The Government is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; error and omissions; injuries to employees; and natural disasters. All real property and all vehicles, including heavy equipment, are insured through commercial policies, and injuries to employees are insured through employees' workers compensation. Settled claims have not exceeded the Government's insurance coverage for any of the past three years. All general liability is insured through Utah Risk Management Mutual Association, a risk pool to which the Government belongs, along with 32 other cities in Utah. Payment of the insurance premium indemnifies the Government for claims that exceed $7,500 deductible per occurrence. Rights and responsibilities of member cities are governed by the interlocal risk pool agreement.

NOTE 14. CONTINGENT LIABILITIES – UTOPIA/UIA

The Government is a member of Utah Telecommunication Open Infrastructure Agency (UTOPIA), an interlocal, nonprofit agency. UTOPIA was formed under the Utah Interlocal Cooperation Act by its 18 founding cities, of which the Government is one of the eleven pledged members. This agency has the assignment to design, finance, build, operate and maintain a fiber-to-home and fiber-to-business fiber optic communication network. UTOPIA will build the infrastructure but private companies will deliver the services over the network. UTOPIA acts as the wholesaler, not the retailer. In July 2004, UTOPIA issued an $85,000,000 revenue bond. The first four years of bond payments will be made from a debt service reserve fund. From that point on, until the bonds are due (July 2026), net revenues from the communication network will reimburse the debt service reserve fund for payments on the bond debt. To the extent that there are insufficient net revenues to pay the debt service, the eleven pledged members are required to reimburse the UTOPIA debt service reserve fund of any shortfall by their respective percentages up to a specific dollar amount. The Government's yearly liability limit was set at a maximum of $134,978. In relation to this yearly liability limit, the Government was required on July 2, 2007 to deposit $111,736 with the trustee as its pledge amount for fiscal year 2009.

On May 1, 2008, the Government approved an amended and restated pledge and loan agreement. The Government sales tax was pledged up to a maximum amount of $397,290 for the fiscal year 2009 and increasing each fiscal year by 2%. At this time the Government increased their deposit with the trustee to $335,956. The remaining funding needed to pay the maximum pledge amount of the sales tax pledge for the Government was taken from the loan proceeds and deposited with the trustee. The payment

of the pledge will be required upon receipt of notice from the trustee of any debt service reserve fund shortfall. If the payment of the pledge is required, the Government has one year to replenish the amount needed to pay the next years' maximum pledge amount. The Government began making pledge payments during fiscal year 2010-11. During fiscal year 2011-12 the Government paid approximately $437,000 to replenish the pledge amount. The pledged members have been notified by the trustee that they will continue to reimburse the UTOPIA debt service reserve fund during the fiscal year 2012-13 due to insufficient net revenues to make payments.

The Government is a member of Utah Infrastructure Agency (UIA), an interlocal nonprofit agency. UIA was formed under the Utah Interlocal Cooperation Act by its nine member cities, of which the Government is one of the eight contracting members. This agency was organized to provide for the acquisition, construction, and installation of telecommunication and cable television lines to a customer's premises using a demand utility model. The UIA network will be connected to the fiber optic network of UTOPIA (see above) pursuant to an Indefeasible Right of Use (IRU) agreement which provides UIA access to certain facilities of and capacity in the UTOPIA network. In May 2011, UIA issued $29,390,000 in revenue bonds. The 2011 revenue bonds have principal payments due annually commencing April 2012 and continuing through April 2036. Service fee revenues from the UIA network will be used to make the debt service payments. To the extent there are insufficient service fee revenues to pay a debt service payment, the eight contracting members are required to pay to UIA any shortfall by their respective percentages up to a specific dollar amount. Each contracting city has pledged franchise tax revenues to pay their respective percentage of any shortfall amount. The City's liability limit (pledge) is set at $176,340.

NOTE 15. CAPITAL LEASES

The Government has entered into lease agreements as lessee for financing the acquisition of public safety equipment (general fixed assets) and improvements other than buildings. The lease agreements qualify as capital leases for accounting purposes (titles transfer at the end of the lease terms) and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception. The following is an analysis of assets leased under capital leases as of June 30, 2012:

	Internal Service	Public Utility
Improvements Other Than Buildings	$ —	$ 140,185
Equipment & Vehicles	795,809	—
Less: Accumulated Depreciation	(716,446)	(37,395)
Carrying Value	$ 79,363	$ 102,790

The current year's amortization for capital leases included in depreciation expense is $163,835.

The following is a schedule of the future minimum lease payments under capital leases and the present value of the net minimum lease payments at June 30, 2012:

	Capital Lease Payments	
Fiscal Year Ended June 30,	**Internal Service**	**Public Utility**
2013	87,280	8,398
2014	87,280	8,398
2015	87,280	8,398
2016	87,280	8,398
2017	87,280	8,398
2018-2021	43,640	33,589
Total Minimum Lease Payments	480,040	75,579
Less Amount Representing Interest	(57,402)	(3,008)
Present Value Of Future Minimum Lease Payments	$422,638	$ 72,571

The changes in capital leases payable for the year ended June 30, 2012 are:

Type	Outstanding June 30, 2011	Additions	Payments	Outstanding June 30, 2012
Internal Service	$489,258	$ —	$ 66,620	$422,638
Public Utility	80,310	—	7,739	72,571
	$569,568	$ —	$74,359	$495,209

NOTE 16. SUBSEQUENT EVENTS

On September 6, 2012, the Government issued $2,615,000 in General Obligation Refunding Bonds Series 2012 to refund the existing General Obligation Refunding Bonds, Series 2002. The refunding of the bonds is projected to provide a net present value savings of approximately $186,000 to the Government.

On October 18, 2012 the Government voted to refund the $1,025,000 of principal remaining outstanding for the Water, Sewer and Electric Revenue Bonds Series 2006A. The repayment will be made from cash in the public utility fund.

NOTE 17. LONG-TERM DEBT

General Obligation Bonds. The Government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the Government.

Revenue Bonds. The Government issues bonds where the Government pledges income derived from the acquired or constructed assets to pay debt service.

Special Assessment Bonds. The Government issues special assessment bonds to provide funds for construction of curb and gutter, irrigation pipe, street, culinary water improvements, or other improvements to property. The special assessment bonds are secured by a lien on the individual properties improved. The Government is required to establish a special guarantee fund when special assessment bonds are issued. The guarantee fund can be funded by an appropriation from the general fund, a levy of a tax not to exceed .002 per dollar of taxable value of taxable property, issue general obligation bonds; or appropriation from other sources as determined by the governing body. The amount transferred to the guarantee fund each year must equal .002 per dollar of taxable value of taxable property. The transfer to the guarantee fund must be made until the fund is equal to not less than the aggregate of ten percent (10%) of the amount of outstanding special assessment bonds issued on or after April 23, 1990.

As of June 30, 2012, the required balance in the guarantee fund is $318,625. The fund has a balance of $343,831.

Tax Increment Bonds. As of June 30, 2012 the Government had obtained commitments from the State of Utah Board of Water Resources (BWR) and Permanent Community Impact Fund Board (CIB) to finance the construction of water and waste treatment lines to the Procter and Gamble paper company (P&G) new manufacturing facility and improvements to the Government's water resources and to the waste treatment facility. As of June 30, 2012 the bonds were issued and are fully secured by the tax increment collected by the Box Elder County Redevelopment Agency (Agency). The Agency and the Government have an interlocal agreement committing the Agency to remit to the Government the tax increment to pay the annual debt service. If the tax increment is insufficient to pay the annual debt service, P&G is committed to make up the difference.

Defeasance of Debt. As of June 30, 2012, the government has no outstanding balance of defeased debt.

Bonds payable at June 30, 2012, are comprised of the following individual issues:

DATE OF BOND ISSUE	INTEREST ISSUE	TOTAL RATE	ISSUED	OUTSTANDING JUNE 30, 2011	CHANGES ISSUED	CHANGES MATURED	OUTSTANDING JUNE 30, 2012	AMOUNT DUE 2013
GOVERNMENTAL ACTIVITIES:								
General Obligation Bonds:								
Refunding Bonds, Series 2002	9-1-02	1.45% - 4.25%	$4,640,000	$3,110,000	—	$(460,000)	$2,650,000	$475,000
Special Assessment Bonds:								
Series 2000 - #26	3-18-98	4.50% - 4.90%	$ 535,000	95,000	—	(45,000)	50,000	$ 50,000
Series 2009	12-16-09	5.25% - 5.5%	$ 3,660,000	3,660,000	—	(412,000)	3,248,000	$ 125,000
Total Special Assessments				3,755,000	—	(457,000)	3,298,000	
Total Governmental Activities Bonds				6,865,000	—	(917,000)	5,948,000	
Notes Payable	7/31/07 - 1/23/08	0%-8%	$ 171,000	104,256	—	(19,446)	84,810	$ 21,002
Bond Issuance Cost				(247,337)	—	35,436	(211,901)	
Capital Leases (See Note 14)				489,257	—	(66,619)	422,638	$ 69,563
Total Governmental Activities Long-Term Debt				$7,211,176	—	$(967,629)	$6,243,547	
BUSINESS-TYPE ACTIVITIES:								
Revenue Bonds:								
Enterprise Fund:								
Water, Sewer and Electric								
Revenue Bonds:								
Series 2006A	7-6-06	3.95%	$1,640,000	$1,127,000	$ —	$(102,000)	$ 1,025,000	$103,000
Series 2006B	7-6-06	4.00% - 4.10%	$6,000,000	3,820,000	—	(485,000)	3,335,000	$500,000
Series 2006C	12-14-06	3.50% - 4.00%	$2,915,000	2,070,000	—	(175,000)	1,895,000	$180,000
Tax Increment Bonds:								
Series 2008A	12-10-08	4.0%	$6,000,000	3,057,769	445,516	(153,000)	3,350,285	$159,000
Series 2008B	12-10-08	0%	$7,900,000	7,900,000	—	(346,000)	7,554,000	$346,000
Series 2008C	12-10-08	0%	$1,100,000	1,100,000	—	(55,000)	1,045,000	$ 55,000
Series 2008D	12-10-08	3.5%	$8,800,000	8,800,000	—	(311,000)	8,489,000	$322,000
Total Business-Type Activities Bonds				27,874,769	445,516	$(1,627,000)	26,693,285	
Notes Payable	4-30-10	5.0%	$ 248,960	203,905	—	(47,308)	156,597	$ 49,674
Bond Issuance Cost				(477,195)	—	33,676	(443,519)	
Capital Leases (See Note 14)				80,311	—	(7,740)	72,571	$ 7,803
Total Business-Type Activities Long-Term Debt				$27,681,790	$445,516	$(1,648,370)	$26,478,934	

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THE ANNUAL REQUIREMENTS TO AMORTIZE ALL LONG-TERM DEBT OUTSTANDING AS OF JUNE 30, 2012, ARE AS FOLLOWS:

GOVERNMENTAL ACTIVITIES:

	GENERAL OBLIGATION BONDS		SPECIAL		
	REFUNDING BONDS, SERIES 2002		ASSESSMENTS		
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	TOTAL
2013	$ 475,000	$ 107,828	$ 165,000	$ 174,599	$ 922,427
2014	$ 490,000	$ 88,828	$ 120,000	$ 166,414	$ 865,242
2015	$ 510,000	$ 69,228	$ 124,000	$ 160,450	$ 863,678
2016	$ 530,000	$ 48,828	$ 134,000	$ 154,257	$ 867,085
2017	$ 315,000	$ 27,098	$ 138,000	$ 147,605	$ 627,703
2018-2022	$ 330,000	$ 14,025	$ 809,000	$ 624,645	$ 1,777,670
2023-2027			$ 1,045,000	$ 388,120	$ 1,433,120
2028-2031			$ 763,000	$ 86,292	$ 849,292
TOTAL	$ 2,650,000	$ 355,835	$ 3,298,000	$ 1,902,382	$ 8,206,217

BUSINESS-TYPE ACTIVITIES:

	WATER, SEWER AND ELECTRIC REVENUE BONDS					
	REFUNDING, SERIES 2006A		SERIES 2006B		SERIES 2006C	
	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST
2013	$ 103,000	$ 40,488	$ 500,000	$ 134,593	$ 180,000	$ 74,900
2014	$ 102,000	$ 36,419	$ 520,000	$ 114,593	$ 185,000	$ 68,600
2015	$ 103,000	$ 32,390	$ 545,000	$ 93,793	$ 195,000	$ 61,200
2016	$ 102,000	$ 28,322	$ 565,000	$ 71,993	$ 200,000	$ 53,400
2017	$ 103,000	$ 24,293	$ 590,000	$ 49,110	$ 210,000	$ 45,400
2018-2022	$ 512,000	$ 60,673	$ 615,000	$ 25,215	$ 925,000	$ 94,200
2023-2027						
2028-2031						
TOTAL	$ 1,025,000	$ 222,585	$ 3,335,000	$ 489,297	$ 1,895,000	$ 397,700

	NOTES PAYABLE - GOVERNMENTAL ACTIVITIES			NOTES PAYABLE - BUSINESS-TYPE ACTIVITIES		
	PRINCIPAL	INTEREST	TOTAL	PRINCIPAL	INTEREST	TOTAL
2013	$ 21,002	$ 3,105	$ 24,107	$ 49,674	$ 7,830	$ 57,504
2014	$ 17,808	$ 1,425	$ 19,233	$ 52,157	$ 5,346	$ 57,503
2015	$ -	$ -	$ -	$ 54,766	$ 2,737	$ 57,503
2016	$ -	$ -	$ -	$ -	$ -	$ -
2017	$ -	$ -	$ -	$ -	$ -	$ -
2018	$ 46,000		$ 46,000	$ -	$ -	$ -
TOTAL	$ 84,810	$ 4,530	$ 89,340	$ 156,597	$ 15,913	$ 172,510

COMBINED:

	ACTIVITIES		
	GOVERNMENTAL	BUSINESS-TYPE	TOTAL
2013	$ 946,534	$ 2,539,735	$ 3,486,269
2014	$ 884,475	$ 2,385,622	$ 3,270,097
2015	$ 863,678	$ 2,389,353	$ 3,253,031
2016	$ 867,085	$ 2,322,447	$ 3,189,532
2017	$ 627,703	$ 2,324,137	$ 2,951,840
2018-2022	$ 1,823,670	$ 9,543,035	$ 11,366,705
2023-2027	$ 1,433,120	$ 6,545,210	$ 7,978,330
2028-2031	$ 849,292	$ 4,360,370	$ 5,209,662
TOTAL	$ 8,295,557	$ 32,409,909	$ 40,705,466

TAX INCREMENT REVENUE BONDS

2008A		2008B		2008C		2008D		
PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	PRINCIPAL	INTEREST	TOTAL
$ 159,000	$ 270,133	$ 346,000	$ -	$ 55,000	$ -	$ 322,000	$ 297,117	$ 2,482,231
$ 166,000	$ 115,661	$ 346,000	$ -	$ 55,000	$ -	$ 333,000	$ 285,846	$ 2,328,119
$ 172,000	$ 109,277	$ 346,000	$ -	$ 55,000	$ -	$ 345,000	$ 274,190	$ 2,331,850
$ 179,000	$ 102,617	$ 346,000	$ -	$ 55,000	$ -	$ 357,000	$ 262,115	$ 2,322,447
$ 186,000	$ 95,714	$ 346,000	$ -	$ 55,000	$ -	$ 370,000	$ 249,620	$ 2,324,137
$ 1,475,000	$ 384,337	$ 2,080,000	$ -	$ 275,000	$ -	$ 2,052,000	$ 1,044,610	$ 9,543,035
$ 1,013,285	$ 81,314	$ 2,080,000	$ -	$ 275,000	$ -	$ 2,436,000	$ 659,611	$ 6,545,210
		$ 1,664,000	$ -	$ 220,000	$ -	$ 2,274,000	$ 202,370	$ 4,360,370
$ 3,350,285	$ 1,159,053	$ 7,554,000	$ -	$ 1,045,000	$ -	$ 8,489,000	$ 3,275,479	$ 32,237,399

SUPPLEMENTAL DATA

FUND DESCRIPTIONS

GENERAL FUND - TO ACCOUNT FOR ALL FINANCIAL RESOURCES EXCEPT THOSE REQUIRED TO BE ACCOUNTED FOR IN ANOTHER FUND.

SPECIAL REVENUE FUNDS - SPECIAL REVENUE FUNDS ARE USED TO ACCOUNT FOR SPECIFIC REVENUES THAT ARE LEGALLY RESTRICTED TO EXPENDITURES FOR PARTICULAR PURPOSES.

REDEVELOPMENT AGENCY -

AGENCY #1 - TO ACCOUNT FOR THE TAX INCREMENT REVENUE RECEIVED BY PROJECT AREA #1 FOR USE TO DEVELOP THE DOWNTOWN DISTRICT.

TRUST - TO ACCOUNT FOR THE REPAYMENT OF REVOLVING LOAN FUNDS AND FOR GRANTS MADE BY THE GOVERNMENT PROVIDED TO BUSINESSES IN THE DOWNTOWN REDEVELOPMENT DISTRICT. THE FUNDS ARE TO BE USED BY BUSINESSES IN THE DISTRICT TO UPGRADE OR RELOCATE.

AGENCY #2 - TO ACCOUNT FOR THE TAX INCREMENT RECEIVED BY PROJECT AREA #2 FOR USE TO DEVELOP THE PROJECT AREA.

WEST FOREST - TO ACCOUNT FOR THE TAX INCREMENT RECEIVED BY THE WEST FOREST PROJECT FOR USE TO DEVELOP THE PROJECT AREA.

ECONOMIC DEVELOPMENT AGENCY -

X-20 PROJECT - TO ACCOUNT FOR THE TAX INCREMENT RECEIVED BY THE X-20 PROJECT TO DEVELOP ECONOMIC GROWTH IN THE PROJECT AREA.

WEST FOREST - TO ACCOUNT FOR THE TAX INCREMENT RECEIVED BY THE WEST FOREST PROJECT TO DEVELOP ECONOMIC GROWTH IN THE PROJECT AREA.

NORTHWEST - TO ACCOUNT FOR THE INCREMENT RECEIVED AND EXPENDITURES MADE TO DEVELOP THE PROJECT AREA.

COMMUNITY DEVELOPMENT AGENCY –

1100 SOUTH – TO ACCOUNT FOR INCREMENT RECEIVED AND EXPENDITURES MADE TO DEVELOP THE PROJECT AREA.

OPERATING TRANSFERS FROM THE GENERAL FUND TO THE EXTENT USER FEES ARE NOT SUFFICIENT TO PROVIDE SUCH FINANCING. IT IS THE INTENT OF THE COUNCIL TO TREAT THE FUND AS A SPECIAL REVENUE FUND.

LIBRARY FUND - TO ACCOUNT FOR THE OPERATIONS AND MAINTENANCE OF THE GOVERNMENT-OWNED LIBRARY. FINANCING IS PROVIDED BY A SPECIFIC ANNUAL PROPERTY TAX LEVY TO THE EXTENT MISCELLANEOUS REVENUES (PRIMARILY COUNTY REIMBURSEMENT AND FINES) ARE NOT SUFFICIENT TO PROVIDE SUCH FINANCING. SUCH PROPERTY TAXES MAY ONLY BE USED TO FINANCE THE LIBRARY.

AIRPORT FUND - TO ACCOUNT FOR THE OPERATIONS AND MAINTENANCE OF THE GOVERNMENT-OWNED AIRPORT. FINANCING IS PROVIDED BY FEDERAL AND STATE GRANTS AND BY USER FEES, WITH THE GENERAL FUND TRANSFERRING FUNDS INTO THE AIRPORT FUND TO THE EXTENT THE REVENUE SOURCES ARE NOT SUFFICIENT TO COVER EXPENDITURES. THE GOVERNING BODY, BY RESOLUTION, STATED THAT THIS FUND IS NOT INTENDED TO GENERATE PROFITS.

DEBT SERVICE FUND - THE DEBT SERVICE FUND IS USED TO ACCOUNT FOR THE ACCUMULATION OF RESOURCES AND PAYMENT OF GENERAL OBLIGATION BOND PRINCIPAL AND INTEREST FROM GOVERNMENTAL RESOURCES AND SPECIAL ASSESSMENT BOND PRINCIPAL AND INTEREST FROM SPECIAL ASSESSMENT LEVIES WHEN THE GOVERNMENT IS OBLIGATED IN SOME MANNER FOR THE PAYMENT.

CAPITAL PROJECT FUNDS - CAPITAL PROJECT FUNDS ARE USED TO ACCOUNT FOR THE ACQUISITION AND CONSTRUCTION OF MAJOR CAPITAL FACILITIES OTHER THAN THOSE FINANCED BY PROPRIETARY FUNDS AND TRUST FUNDS.

EMERGENCY DISASTER - TO ACCOUNT FOR SET ASIDE FUNDS TO ASSIST IN REPAIRS TO THE CAPITAL FACILITIES OF THE GOVERNMENT IN CASE OF A NATURAL DISASTER.

GENERAL GOVERNMENT IMPROVEMENTS - TO ACCOUNT FOR THE COST OF CONSTRUCTION OF CAPITAL FACILITIES.

AIRPORT - TO ACCOUNT FOR THE COST OF RUNWAY EXTENSIONS.

ELECTRIC EMERGENCY - TO ACCOUNT FOR SET ASIDE FUNDS TO ASSIST IN REPAIRS OF THE ELECTRICAL SYSTEM IN CASE OF A NATURAL DISASTER.

CEMETERY IMPROVEMENT - TO ACCOUNT FOR THE COST OF UPGRADING AND INCREASING THE SIZE OF THE GOVERNMENT'S CEMETERY.

FIBER OPTICS - TO ACCOUNT FOR THE CONSTRUCTION OF A FIBER OPTIC NETWORK

BRIGHAM CITY CORPORATION

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

JUNE 30, 2012

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
CASH AND CASH EQUIVALENTS	S 1,450,796	S 574,496	S 2,513,938	S 4,539,230
RECEIVABLES (NET)	427,336	680,121	336,166	1,443,623
INVENTORIES	- -	- -	- -	- -
PREPAIDS	- -	- -	- -	- -
INTERNAL BALANCES TO	112,072	- -	- -	112,072
TOTAL ASSETS	S 1,990,204	S 1,254,617	S 2,850,104	S 6,094,925
LIABILITIES				
ACCOUNTS PAYABLE AND ACCRUALS	S 378,915	S - -	S 312,802	S 691,717
DEFFERRED INCOME	415,244	674,077	- -	1,089,321
INTERNAL BALANCES FROM	577,508	- -	- -	577,508
TOTAL LIABILITIES	1,371,667	674,077	312,802	2,358,546
FUND BALANCES				
NON-SPENDABLE	4,083	- -	- -	4,083
RESERVED FOR SPECIFIC PURPOSES	19,319	- -	170,655	189,974
ASSIGNED, REPORTED IN:				
CAPITAL PROJECT FUNDS	- -	- -	2,366,647	2,366,647
DEBT SERVICE FUNDS	- -	580,540	- -	580,540
SPECIAL REVENUE FUNDS	1,171,809	- -	- -	1,171,809
GENERAL FUND	- -	- -	- -	- -
UNASSIGNED, REPORTED IN:				
SPECIAL REVENUE FUNDS	(576,674)	- -	- -	(576,674)
GENERAL FUND	- -	- -	- -	- -
TOTAL FUND BALANCES	618,537	580,540	2,537,302	3,736,379
TOTAL LIABILITIES AND FUND BALANCES	S 1,990,204	S 1,254,617	S 2,850,104	S 6,094,925

BRIGHAM CITY CORPORATION

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES

IN FUND BALANCE

NONMAJOR GOVERNMENTAL FUNDS

YEAR ENDED JUNE 30, 2012

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECT FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
REVENUES:				
TAXES	S 1,002,690	S 579,848	S - -	S 1,582,538
LICENSES AND PERMITS	- -	- -	- -	- -
INTERGOVERNMENTAL REVENUE	22,961	- -	446,696	469,657
CHARGES FOR SERVICES	787,028	- -	20,092	807,120
FINES AND FORFEITURES	28,828	- -	- -	28,828
MISCELLANEOUS	80,991	20,963	621	102,575
TOTAL REVENUES	1,922,498	600,811	467,409	2,990,718
EXPENDITURES:				
CURRENT:				
GENERAL GOVERNMENT	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	193,653	193,653
PUBLIC WORKS	74,218	- -	38,760	112,978
PARKS, RECREATION AND PUBLIC PROPERTY	1,266,013	- -	40,465	1,306,478
COMMUNITY AND ECONOMIC DEVELOPMENT	401,981	- -	- -	401,981
CAPITAL OUTLAY	- -	- -	1,112,784	1,112,784
DEBT SERVICE:				
PRINCIPAL	- -	505,000	- -	505,000
INTEREST AND FISCAL CHARGES	- -	130,833	- -	130,833
TOTAL EXPENDITURES	1,742,212	635,833	1,385,662	3,763,707
EXCESS [DEFICIENCY] OF REVENUES OVER EXPENDITURES	180,286	(35,022)	(918,253)	(772,989)
OTHER FINANCING SOURCES [USES]:				
TRANSFERS IN	40,341	- -	400,600	440,941
TRANSFERS OUT	- -	- -	(52,693)	(52,693)
ISSUANCE OF BONDS AND LEASES	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES [USES]	40,341	- -	347,907	388,248
NET CHANGE IN FUND BALANCE	220,627	(35,022)	(570,346)	(384,741)
FUND BALANCE AT BEGINNING OF YEAR	397,910	615,562	3,107,648	4,121,120
FUND BALANCE AT END OF YEAR	S 618,537	S 580,540	S 2,537,302	S 3,736,379

BRIGHAM CITY CORPORATION

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

JUNE 30, 2012

	REVELOPMENT AGENCY				ECONOMIC DEVELOPMENT AGENCY	
	AGENCY #1	TRUST	AGENCY #2	WEST FOREST	X20 PROJECT	WEST FOREST
ASSETS						
CASH AND CASH EQUIVALENTS	$ 5,581	$ 58,976	$ 276,764	$ - -	$ 32,493	$ 422,310
RECEIVABLES (NET)	(650)	10,249	- -	(1,053)	- -	- -
INVENTORIES	- -	- -	- -	- -	- -	- -
PREPAIDS	- -	- -	- -	- -	- -	- -
INTERNAL BALANCES TO	- -	- -	112,072	- -	- -	- -
TOTAL ASSETS	$ 4,931	$ 69,225	$ 388,836	$ (1,053)	$ 32,493	$ 422,310
LIABILITIES						
ACCOUNTS PAYABLE AND ACCRUALS	$ 1,750	$ - -	$ 258,475	$ - -	$ 198	$ 6,056
DEFFERRED INCOME	- -	10,249	- -	- -	- -	- -
INTERNAL BALANCES FROM	337,777	- -	- -	239,731	- -	- -
TOTAL LIABILITIES	339,527	10,249	258,475	239,731	198	6,056
FUND BALANCES						
NON-SPENDABLE	- -	- -	- -	- -	- -	- -
RESTRICTED FOR SPECIFIC PURPOSES	- -	- -	- -	- -	- -	- -
ASSIGNED, REPORTED IN:						
CAPITAL PROJECT FUNDS	- -	- -	- -	- -	- -	- -
DEBT SERVICE FUNDS	- -	- -	- -	- -	- -	- -
SPECIAL REVENUE FUNDS	- -	58,976	130,361	- -	32,295	416,254
GENERAL FUND	- -	- -	- -	- -	- -	- -
UNASSIGNED, REPORTED IN:						
SPECIAL REVENUE FUNDS	(334,596)	- -	- -	(240,784)	- -	- -
GENERAL FUND	- -	- -	- -	- -	- -	- -
TOTAL FUND BALANCES	(334,596)	58,976	130,361	(240,784)	32,295	416,254
TOTAL LIABILITIES AND FUND BALANCES	$ 4,931	$ 69,225	$ 388,836	$ (1,053)	$ 32,493	$ 422,310

BRIGHAM CITY CORPORATION

(CONTINUED)

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

JUNE 30, 2012

	COMMUNITY DEVELOPMENT AGENCY 1100 SOUTH	GOLF FUND	LIBRARY FUND	AIRPORT FUND	TOTAL SPECIAL REVENUE FUNDS
ASSETS					
CASH AND CASH EQUIVALENTS	S - -	S 127,944	S 506,467	S 20,261	S 1,450,796
RECEIVABLES (NET)	- -	- -	416,786	2,004	427,336
INVENTORIES	- -	- -	- -	- -	- -
PREPAIDS	- -	- -	- -	- -	- -
INTERNAL BALANCES TO	- -	- -	- -	- -	112,072
TOTAL ASSETS	S - -	S 127,944	S 923,253	S 22,265	S 1,990,204
LIABILITIES					
ACCOUNTS PAYABLE AND ACCRUALS	S 1,294	S 95,863	S 14,624	S 655	S 378,915
DEFFERRED INCOME	- -	- -	404,995	- -	415,244
INTERNAL BALANCES FROM	- -	- -	- -	- -	577,508
TOTAL LIABILITIES	1,294	95,863	419,619	655	1,371,667
FUND BALANCES					
NON-SPENDABLE	- -	- -	4,083	- -	4,083
RESTRICTED FOR SPECIFIC PURPOSES	- -	- -	19,319	- -	19,319
ASSIGNED, REPORTED IN:					
CAPTIAL PROJECT FUNDS	- -	- -	- -	- -	- -
DEBT SERVICE FUNDS	- -	- -	- -	- -	- -
SPECIAL REVENUE FUNDS	- -	32,081	480,232	21,610	1,171,809
GENERAL FUND	- -	- -	- -	- -	- -
UNASSIGNED, REPORTED IN:					
SPECIAL REVENUE FUNDS	(1,294)	- -	- -	- -	(576,674)
GENERAL FUND	- -	- -	- -	- -	- -
TOTAL FUND BALANCES	(1,294)	32,081	503,634	21,610	618,537
TOTAL LIABILITIES AND FUND BALANCES	S - -	S 127,944	S 923,253	S 22,265	S 1,990,204

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BRIGHAM CITY CORPORATION

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

JUNE 30, 2012

	REFUNDING SERIES 2002 BONDS	SPECIAL ASSESSMENT BONDS DISTRICT #26	GUARANTEE	TOTAL DEBT SERVICE FUNDS
ASSETS				
CASH AND CASH EQUIVALENTS	S 210,995	S 19,670	S 343,831	S 574,496
RECEIVABLES (NET)	589,622	35,651	54,848	680,121
INVENTORIES	- -	- -	- -	- -
PREPAIDS	- -	- -	- -	- -
INTERNAL BALANCES TO	- -	- -	- -	- -
TOTAL ASSETS	S 800,617	S 55,321	S 398,679	S 1,254,617
LIABILITIES				
ACCOUNTS PAYABLE AND ACCRUALS	S - -	S - -	S - -	S - -
DEFFERRED INCOME	583,578	35,651	54,848	674,077
INTERNAL BALANCES FROM				
TOTAL LIABILITIES	583,578	35,651	54,848	674,077
FUND BALANCES				
NON-SPENDABLE	- -	- -	- -	- -
RESTRICTED FOR SPECIFIC PURPOSES	- -	- -	- -	- -
ASSIGNED, REPORTED IN:	- -	- -	- -	- -
CAPTIAL PROJECT FUNDS	- -	- -	- -	- -
DEBT SERVICE FUNDS	217,039	19,670	343,831	580,540
SPECIAL REVENUE FUNDS	- -	- -	- -	- -
GENERAL FUND	- -	- -	- -	- -
UNASSIGNED, REPORTED IN:				
SPECIAL REVENUE FUNDS	- -	- -	- -	- -
GENERAL FUND	- -	- -	- -	- -
TOTAL FUND BALANCES	217,039	19,670	343,831	580,540
TOTAL LIABILITIES AND FUND BALANCES	S 800,617	S 55,321	S 398,679	S 1,254,617

BRIGHAM CITY CORPORATION

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

JUNE 30, 2012

	EMERGENCY DISASTER	FIBER OPTICS
ASSETS		
CASH AND CASH EQUIVALENTS	S 135,573	S 170,655
RECEIVABLES (NET)	104,583	- -
INVENTORIES	- -	- -
PREPAIDS	- -	- -
INTERNAL BALANCES TO	- -	- -
TOTAL ASSETS	S 240,156	S 170,655
LIABILITIES		
ACCOUNTS PAYABLE AND ACCRUALS	S 2,753	S - -
DEFFERRED INCOME	- -	- -
INTERNAL BALANCES FROM	- -	- -
TOTAL LIABILITIES	2,753	- -
FUND BALANCES		
NON-SPENDABLE	- -	- -
RESTRICTED FOR SPECIFIC PURPOSES	- -	170,655
ASSIGNED, REPORTED IN:		
CAPITAL PROJECT FUNDS	237,403	- -
DEBT SERVICE FUNDS	- -	- -
SPECIAL REVENUE FUNDS	- -	- -
GENERAL FUND	- -	- -
UNASSIGNED, REPORTED IN:		
SPECIAL REVENUE FUNDS	- -	- -
GENERAL FUND	- -	- -
TOTAL FUND BALANCES	237,403	170,655
TOTAL LIABILITIES AND FUND BALANCES	S 240,156	S 170,655

BRIGHAM CITY CORPORATION

COMBINING BALANCE SHEET

NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

JUNE 30, 2012

	ELECTRIC EMERGENCY	CEMETERY IMPROVEMENT	GOVERNMENTAL IMPROVEMENT	AIRPORT	TOTAL CAPITAL PROJECT FUNDS
ASSETS					
CASH AND CASH EQUIVALENTS	S 453,955	S 101,685	S 1,245,459	S 406,611	S 2,513,938
RECEIVABLES (NET)	- -	- -	36,525	195,058	336,166
INVENTORIES	- -	- -	- -	- -	- -
PREPAIDS	- -	- -	- -	- -	- -
INTERNAL BALANCES TO	- -	- -	- -	- -	- -
TOTAL ASSETS	S 453,955	S 101,685	S 1,281,984	S 601,669	S 2,850,104
LIABILITIES					
ACCOUNTS PAYABLE AND ACCRUALS	S - -	S 15,125	S 66,742	S 228,182	S 312,802
DEFFERRED INCOME	- -	- -	- -	- -	- -
INTERNAL BALANCES FROM	- -	- -	- -	- -	- -
TOTAL LIABILITIES	- -	15,125	66,742	228,182	312,802
FUND BALANCES					
NON-SPENDABLE	- -	- -	- -	- -	- -
RESTRICTED FOR SPECIFIC PURPOSES	- -	- -	- -	- -	170,655
ASSIGNED, REPORTED IN:					
CAPTIAL PROJECT FUNDS	453,955	86,560	1,215,242	373,487	2,366,647
DEBT SERVICE FUNDS	- -	- -	- -	- -	- -
SPECIAL REVENUE FUNDS	- -	- -	- -	- -	- -
GENERAL FUND	- -	- -	- -	- -	- -
UNASSIGNED, REPORTED IN:					
SPECIAL REVENUE FUNDS	- -	- -	- -	- -	- -
GENERAL FUND	- -	- -	- -	- -	- -
TOTAL FUND BALANCES	453,955	86,560	1,215,242	373,487	2,537,302
TOTAL LIABILITIES AND FUND BALANCES	S 453,955	S 101,685	S 1,281,984	S 601,669	S 2,850,104

BRIGHAM CITY CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCES --- NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

YEAR ENDED JUNE 30, 2012

	REDEVELOPMENT AGENCY				ECONOMIC DEVELOPMENT AGENCY	
	AGENCY #1	TRUST	AGENCY #2	WEST FOREST	X20 PROJECT	WEST FOREST
REVENUES:						
TAXES	$ 42,342	$ - -	$ 226,002	$ - -	$ 79,795	$ 177,677
LICENSES AND PERMITS	- -	- -	- -	- -	- -	- -
INTERGOVERNMENTAL REVENUE	9,229	- -	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -	- -	- -
MISCELLANEOUS	38,039	6,084	1,136	16,184	- -	15,500
TOTAL REVENUES	89,610	6,084	227,138	16,184	79,795	193,177
EXPENDITURES:						
CURRENT:						
GENERAL GOVERNMENT	- -	- -	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	- -	- -	- -	- -
PUBLIC WORKS	- -	- -	- -	- -	- -	- -
PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT	101,365	3,382	273,870	98	197	21,775
CAPITAL OUTLAY	- -	- -	- -	- -	- -	- -
DEBT SERVICE:						
PRINCIPAL	- -	- -	- -	- -	- -	- -
INTEREST AND FISCAL CHARGES	- -	- -	- -	- -	- -	- -
TOTAL EXPENDITURES	101,365	3,382	273,870	98	197	21,775
EXCESS [DEFICIENCY] OF REVENUES OVER EXPENDITURES	(11,755)	2,702	(46,732)	16,086	79,598	171,402
OTHER FINANCING SOURCES [USES]:						
TRANSFERS IN	- -	- -	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -	- -	- -
ISSUANCE OF BONDS & LEASES	- -	- -	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES [USES]	- -	- -	- -	- -	- -	- -
NET CHANGE IN FUND BALANCE	(11,755)	2,702	(46,732)	16,086	79,598	171,402
FUND BALANCE AT BEGINNING OF YEAR	(322,841)	56,274	177,093	(256,870)	(47,303)	244,852
FUND BALANCE AT END OF YEAR	$ (334,596)	$ 58,976	$ 130,361	$ (240,784)	$ 32,295	$ 416,254

BRIGHAM CITY CORPORATION (CONTINUED)

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES

IN FUND BALANCE --- NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

FOR YEAR ENDED JUNE 30, 2012

	COMMUNITY DEVELOPMENT AGENCY 1100 SOUTH	GOLF FUND	LIBRARY FUND	AIRPORT FUND	TOTAL SPECIAL REVENUE FUNDS
REVENUES:					
TAXES	S - -	S - -	S 469,748	S 7,126	S 1,002,690
LICENSES AND PERMITS	- -	- -	- -	- -	- -
INTERGOVERNMENTAL REVENUE	- -	- -	13,732	- -	22,961
CHARGES FOR SERVICES	- -	734,960	- -	52,068	787,028
FINES AND FORFEITURES	- -	- -	28,828	- -	28,828
MISCELLANEOUS	- -	4,048	- -	- -	80,991
TOTAL REVENUES	- -	739,008	512,308	59,194	1,922,498
EXPENDITURES:					
CURRENT:					
GENERAL GOVERNMENT	- -	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	- -	- -	- -
PUBLIC WORKS	- -	- -	- -	74,218	74,218
PARKS, RECREATION AND PUBLIC PROPERTY	- -	762,104	503,909	- -	1,266,013
COMMUNITY AND ECONOMIC DEVELOPMENT	1,294	- -	- -	- -	401,981
CAPITAL OUTLAY	- -	- -	- -	- -	- -
DEBT SERVICE:					
PRINCIPAL	- -	- -	- -	- -	- -
INTEREST AND FISCAL CHARGES	- -	- -	- -	- -	- -
TOTAL EXPENDITURES	1,294	762,104	503,909	74,218	1,742,212
EXCESS [DEFICIENCY] OF REVENUES OVER EXPENDITURES	(1,294)	(23,096)	8,399	(15,024)	180,286
OTHER FINANCING SOURCES [USES]:					
TRANSFERS IN	- -	40,341	- -	- -	40,341
TRANSFERS OUT	- -	- -	- -	- -	- -
ISSUANCE OF BONDS AND LEASES	- -	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES [USES]	- -	40,341	- -	- -	40,341
NET CHANGE IN FUND BALANCE	(1,294)	17,245	8,399	(15,024)	220,627
FUND BALANCE AT BEGINNING OF YEAR	- -	14,836	495,235	36,634	397,910
FUND BALANCE AT END OF YEAR	S (1,294)	S 32,081	S 503,634	S 21,610	S 618,537

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BRIGHAM CITY CORPORATION

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE --- NONMAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

FOR YEAR ENDED JUNE 30, 2012

	REFUNDING SERIES 2002 BONDS	SPECIAL ASSESSMENT BONDS DISTRICT #26	GUARANTY	TOTAL DEBT SERVICE FUNDS
REVENUES:				
TAXES	S 579,848	S - -	S - -	S 579,848
LICENSES AND PERMITS	- -	- -	- -	- -
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	- -	15,521	5,442	20,963
TOTAL REVENUES	579,848	15,521	5,442	600,811
EXPENDITURES:				
CURRENT:				
GENERAL GOVERNMENT	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	- -	- -
PUBLIC WORKS	- -	- -	- -	- -
PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
DEBT SERVICE:				
PRINCIPAL	460,000	45,000	- -	505,000
INTEREST AND FISCAL CHARGES	125,827	5,006	- -	130,833
TOTAL EXPENDITURES	585,827	50,006	- -	635,833
EXCESS [DEFICIENCY] OF REVENUES OVER EXPENDITURES	(5,979)	(34,485)	5,442	(35,022)
OTHER FINANCING SOURCES [USES]:				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
ISSUANCE OF BONDS AND LEASES	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES [USES]	- -	- -	- -	- -
NET CHANGE IN FUND BALANCE	(5,979)	(34,485)	5,442	(35,022)
FUND BALANCE AT BEGINNING OF YEAR	223,018	54,155	338,389	615,562
FUND BALANCE AT END OF YEAR	S 217,039	S 19,670	S 343,831	S 580,540

BRIGHAM CITY CORPORATION

COMBINING STATEMENT OF REVENUE, EXPENDITURES AND CHANGES

IN FUND BALANCE --- NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

YEAR ENDED JUNE 30, 2012

	FIBER OPTICS	EMERGENCY DISASTER	GOVERNMENT IMPROVEMENTS
REVENUES:			
TAXES	S - -	S - -	S - -
LICENSES AND PERMITS	- -	- -	- -
INTERGOVERNMENTAL REVENUE	- -	148,959	- -
CHARGES FOR SERVICES	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -
MISCELLANEOUS	621	- -	- -
TOTAL REVENUES	621	148,959	- -
EXPENDITURES:			
CURRENT:			
GENERAL GOVERNMENT	- -	- -	- -
PUBLIC SAFETY	- -	193,653	- -
PUBLIC WORKS	38,760	- -	- -
PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	- -
CAPITAL OUTLAY	- -	- -	681,841
DEBT SERVICE:			
PRINCIPAL	- -	- -	- -
INTEREST AND FISCAL CHARGES	- -	- -	- -
TOTAL EXPENDITURES	38,760	193,653	681,841
EXCESS [DEFICIENCY] OF REVENUES OVER EXPENDITURES	(38,139)	(44,694)	(681,841)
OTHER FINANCING SOURCES [USES]:			
TRANSFERS IN	- -	100,000	250,600
TRANSFERS OUT	- -	- -	(52,693)
ISSUANCE OF BONDS AND LEASES	- -	- -	- -
TOTAL OTHER FINANCING SOURCES [USES]	- -	100,000	197,907
NET CHANGE IN FUND BALANCE	(38,139)	55,306	(483,934)
FUND BALANCE AT BEGINNING OF YEAR	208,794	182,097	1,699,176
FUND BALANCE AT END OF YEAR	S 170,655	S 237,403	S 1,215,242

BRIGHAM CITY CORPORATION

(CONTINUED)

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES

IN FUND BALANCE --- NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

YEAR ENDED JUNE 30, 2012

	ELECTRIC EMERGENCY	CEMETERY IMPROVEMENT	AIRPORT	TOTAL CAPITAL PROJECT FUNDS
REVENUES:				
TAXES	$ - -	$ - -	$ - -	$ - -
LICENSES AND PERMITS	- -	- -	- -	- -
INTERGOVERNMENTAL REVENUE	- -	- -	297,737	446,696
CHARGES FOR SERVICES	- -	20,092	- -	20,092
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	- -	- -	- -	621
TOTAL REVENUES	- -	20,092	297,737	467,409
EXPENDITURES:				
CURRENT:				
GENERAL GOVERNMENT	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	- -	193,653
PUBLIC WORKS	- -	- -	- -	38,760
PARKS, RECREATION AND PUBLIC PROPERTY	- -	40,465	- -	40,465
COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	430,943	1,112,784
DEBT SERVICE:				
PRINCIPAL	- -	- -	- -	- -
INTEREST AND FISCAL CHARGES	- -	- -	- -	- -
TOTAL EXPENDITURES	- -	40,465	430,943	1,385,662
EXCESS [DEFICIENCY] OF REVENUES OVER EXPENDITURES	- -	(20,373)	(133,206)	(918,253)
OTHER FINANCING SOURCES [USES]:				
TRANSFERS IN	50,000	- -	- -	400,600
TRANSFERS OUT	- -	- -	- -	(52,693)
ISSUANCE OF BONDS AND LEASES	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES [USES]	50,000	- -	- -	347,907
NET CHANGE IN FUND BALANCE	50,000	(20,373)	(133,206)	(570,346)
FUND BALANCE AT BEGINNING OF YEAR	403,955	106,933	506,693	3,107,648
FUND BALANCE AT END OF YEAR	$ 453,955	$ 86,560	$ 373,487	$ 2,537,302

BRIGHAM CITY CORPORATION

BUDGERTARY COMPARISON SCHEDULE

SPECIAL REVENUE - REDEVELOPMENT AGENCY - AGENCY #1

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ 80,000	$ 80,000	$ 42,342	$ (37,658)
INTERGOVERNMENTAL REVENUE	- -	9,229	9,229	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	8,000	10,160	38,039	27,879
TOTAL REVENUES	88,000	99,389	89,610	(9,779)
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	2,160	2,158	2
OTHER SERVICES AND CHARGES	39,952	39,952	91,958	(52,006)
CAPITAL OUTLAY	- -	9,229	7,249	1,980
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	39,952	51,341	101,365	(50,024)
TOTAL EXPENDITURES	39,952	51,341	101,365	(50,024)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	48,048	48,048	(11,755)	(59,803)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	48,048	48,048	(11,755)	(59,803)
FUND BALANCE AT BEGINNING OF YEAR	(322,841)	(322,841)	(322,841)	- -
FUND BALANCE AT END OF YEAR	$ (274,793)	$ (274,793)	$ (334,596)	$ (59,803)

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - REDEVELOPMENT AGENCY - TRUST

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ - -	$ - -	$ - -	$ - -
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	1,000	1,000	6,084	5,084
TOTAL REVENUES	1,000	1,000	6,084	5,084
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	4,000	3,382	618
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	- -	4,000	3,382	618
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	- -	- -
TOTAL EXPENDITURES	- -	4,000	3,382	618
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,000	(3,000)	2,702	5,702
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	1,000	(3,000)	2,702	5,702
FUND BALANCE AT BEGINNING OF YEAR	56,274	56,274	56,274	- -
FUND BALANCE AT END OF YEAR	$ 57,274	$ 53,274	$ 58,976	$ 5,702

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - REDEVELOPMENT AGENCY - AGENCY #2

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ 500,000	$ 500,000	$ 226,002	$ (273,998)
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	1,000	1,000	1,136	136
TOTAL REVENUES	501,000	501,000	227,138	(273,862)
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	6,000	6,000	267,797	(261,797)
CAPITAL OUTLAY	495,000	495,000	6,073	488,927
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	501,000	501,000	273,870	227,130
TOTAL EXPENDITURES	501,000	501,000	273,870	227,130
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	- -	(46,732)	(46,732)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	(46,732)	(46,732)
FUND BALANCE AT BEGINNING OF YEAR	177,093	177,093	177,093	- -
FUND BALANCE AT END OF YEAR	$ 177,093	$ 177,093	$ 130,361	$ (46,732)

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - REDEVELOPMENT AGENCY - WEST FOREST

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	S - -	S - -	S - -	S - -
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	2,400	2,400	16,184	13,784
TOTAL REVENUES	2,400	2,400	16,184	13,784
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	98	(98)
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	98	(98)
TOTAL EXPENDITURES	- -	- -	98	(98)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	2,400	2,400	16,086	13,686
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	16,086	16,086
FUND BALANCE AT BEGINNING OF YEAR	(256,870)	(256,870)	(256,870)	- -
FUND BALANCE AT END OF YEAR	S (256,870)	S (256,870)	S (240,784)	S 16,086

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - ECONOMIC DEVELOPMENT - X20 PROJECT

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	BUDGETARY AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ 500,000	$ 500,000	$ 79,795	$ (420,205)
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	- -	- -	- -	- -
TOTAL REVENUES	500,000	500,000	79,795	(420,205)
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	500,000	500,000	197	499,803
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	500,000	500,000	197	499,803
TOTAL EXPENDITURES	500,000	500,000	197	499,803
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	- -	79,598	79,598
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	79,598	79,598
FUND BALANCE AT BEGINNING OF YEAR	(47,303)	(47,303)	(47,303)	- -
FUND BALANCE AT END OF YEAR	$ (47,303)	$ (47,303)	$ 32,295	$ 79,598

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - ECONOMIC DEVELOPMENT - WEST FOREST

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	BUDGETARY AMOUNTS FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ 500,000	$ 500,000	$ 177,677	$ (322,323)
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	- -	- -	15,500	15,500
TOTAL REVENUES	500,000	500,000	193,177	(306,823)
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	3,195	3,195	3,195	- -
CAPITAL OUTLAY	496,805	496,805	18,580	478,225
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	500,000	500,000	21,775	478,225
TOTAL EXPENDITURES	500,000	500,000	21,775	478,225
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	- -	171,402	171,402
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	171,402	171,402
FUND BALANCE AT BEGINNING OF YEAR	244,852	244,852	244,852	- -
FUND BALANCE AT END OF YEAR	$ 244,852	$ 244,852	$ 416,254	$ 171,402

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - COMMUNITY DEVELOPMENT - 1100 SOUTH

YEAR ENDED JUNE 30, 2012

REVENUES:				
TAXES	S - -	S - -	S - -	S - -
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	- -	- -	- -	- -
TOTAL REVENUES	- -	- -	- -	- -
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	1,294	(1,294)
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	1,294	(1,294)
TOTAL EXPENDITURES	- -	- -	1,294	(1,294)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	- -	(1,294)	(1,294)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	(1,294)	(1,294)
FUND BALANCE AT BEGINNING OF YEAR	- -	- -	- -	- -
FUND BALANCE AT END OF YEAR	S - -	S - -	S (1,294)	S (1,294)

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - GOLF FUND

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ - -	$ - -	$ - -	$ - -
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	650,623	680,623	734,960	54,337
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	3,100	3,100	4,048	948
TOTAL REVENUES	653,723	683,723	739,008	55,285
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	141,047	141,047	171,407	(30,360)
OTHER SERVICES AND CHARGES	518,017	548,017	556,546	(8,529)
CAPITAL OUTLAY	35,000	35,000	34,151	849
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	694,064	724,064	762,104	(38,040)
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	- -	- -
TOTAL EXPENDITURES	694,064	724,064	762,104	(38,040)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(40,341)	(40,341)	(23,096)	17,245
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	40,341	40,341	40,341	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	40,341	40,341	40,341	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	17,245	17,245
FUND BALANCE AT BEGINNING OF YEAR	14,836	14,836	14,836	- -
FUND BALANCE AT END OF YEAR	$ 14,836	$ 14,836	$ 32,081	$ 17,245

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - LIBRARY FUND

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ 484,642	$ 510,524	$ 469,748	$ (40,776)
INTERGOVERNMENTAL REVENUE	14,650	14,650	13,732	(918)
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	37,409	37,409	28,828	(8,581)
MISCELLANEOUS	- -	- -	- -	- -
TOTAL REVENUES	536,701	562,583	512,308	(50,275)
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	373,542	373,542	348,687	24,855
MATERIALS AND SUPPLIES	31,000	31,000	26,016	4,984
OTHER SERVICES AND CHARGES	125,655	125,655	124,206	1,449
CAPITAL OUTLAY	5,000	5,000	5,000	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	535,197	535,197	503,909	31,288
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	- -	- -
TOTAL EXPENDITURES	535,197	535,197	503,909	31,288
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	1,504	27,386	8,399	(18,987)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	8,399	8,399
FUND BALANCE AT BEGINNING OF YEAR	495,235	495,235	495,235	- -
FUND BALANCE AT END OF YEAR	$ 495,235	$ 495,235	$ 503,634	$ 8,399

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

SPECIAL REVENUE - AIRPORT FUND

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ 12,000	$ 12,000	$ 7,126	$ (4,874)
INTERGOVERNMENTAL REVENUE	- -	- -	- -	- -
CHARGES FOR SERVICES	- -	- -	- -	- -
FINES AND FORFEITURES	- -	- -	- -	- -
MISCELLANEOUS	75,170	75,170	52,068	(23,102)
TOTAL REVENUES	87,170	87,170	59,194	(27,976)
EXPENDITURES:				
PARKS, RECREATION AND PUBLIC PROPERTY				
PERSONNEL SERVICES	22,789	22,789	20,288	2,501
MATERIALS AND SUPPLIES	58,620	58,620	44,829	13,791
OTHER SERVICES AND CHARGES	11,982	11,982	9,101	2,881
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL PARKS, RECREATION AND PUBLIC PROPERTY	93,391	93,391	74,218	19,173
COMMUNITY AND ECONOMIC DEVELOPMENT:				
PERSONNEL SERVICES	- -	- -	- -	- -
MATERIALS AND SUPPLIES	- -	- -	- -	- -
OTHER SERVICES AND CHARGES	- -	- -	- -	- -
CAPITAL OUTLAY	- -	- -	- -	- -
TOTAL COMMUNITY AND ECONOMIC DEVELOPMENT	- -	- -	- -	- -
TOTAL EXPENDITURES	93,391	93,391	74,218	19,173
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,221)	(6,221)	(15,024)	(8,803)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(6,221)	(6,221)	(15,024)	(8,803)
FUND BALANCE AT BEGINNING OF YEAR	36,634	36,634	36,634	- -
FUND BALANCE AT END OF YEAR	$ 30,413	$ 30,413	$ 21,610	$ (8,803)

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

DEBT SERVICE - GENERAL OBLIGATION REFUNDING BONDS - 2002

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ 585,828	$ 585,828	$ 579,848	$ (5,980)
SPECIAL ASSESSMENTS	- -	- -	- -	- -
INTEREST	- -	- -	- -	- -
TOTAL REVENUES	585,828	585,828	579,848	(5,980)
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL RETIREMENT	460,000	460,000	460,000	- -
INTEREST AND FISCAL CHARGES	125,828	125,828	125,827	1
TOTAL EXPENDITURES	585,828	585,828	585,827	1
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	- -	(5,979)	(5,979)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	(5,979)	(5,979)
FUND BALANCE AT BEGINNING OF YEAR	223,018	223,018	223,018	- -
FUND BALANCE AT ENDED OF YEAR	$ 223,018	$ 223,018	$ 217,039	$ (5,979)

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

DEBT SERVICE - SPECIAL ASSESSMENT DISTRICT #26

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ - -	$ - -	$ - -	$ - -
SPECIAL ASSESSMENTS	15,000	15,000	12,440	(2,560)
INTEREST	4,000	4,000	3,081	(919)
TOTAL REVENUES	19,000	19,000	15,521	(3,479)
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL RETIREMENT	45,000	45,000	45,000	- -
INTEREST AND FISCAL CHARGES	5,005	5,005	5,006	(1)
TOTAL EXPENDITURES	50,005	50,005	50,006	(1)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(31,005)	(31,005)	(34,485)	(3,480)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(31,005)	(31,005)	(34,485)	(3,480)
FUND BALANCE AT BEGINNING OF YEAR	54,155	54,155	54,155	- -
FUND BALANCE AT ENDED OF YEAR	$ 23,150	$ 23,150	$ 19,670	$ (3,480)

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

DEBT SERVICE - SPECIAL ASSESSMENT AREA 2009-1

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ - -	$ - -	$ - -	$ - -
SPECIAL ASSESSMENTS	334,375	334,375	323,181	(11,194)
INTEREST	- -	- -	158,753	158,753
TOTAL REVENUES	334,375	334,375	481,934	147,559
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL RETIREMENT	120,000	495,694	412,000	83,694
INTEREST AND FISCAL CHARGES	214,375	214,375	215,155	(780)
TOTAL EXPENDITURES	334,375	710,069	627,155	82,914
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	(375,694)	(145,221)	230,473
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	50,694	50,693	(1)
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	50,694	50,693	(1)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	(325,000)	(94,528)	230,472
FUND BALANCE AT BEGINNING OF YEAR	325,273	325,273	325,273	- -
FUND BALANCE AT ENDED OF YEAR	$ 325,273	$ 273	$ 230,745	$ 230,472

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

DEBT SERVICE - SPECIAL ASSESSMENT GUARANTY

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
TAXES	$ - -	$ - -	$ - -	$ - -
SPECIAL ASSESSMENTS	- -	- -	2,525	2,525
INTEREST	- -	- -	2,917	2,917
TOTAL REVENUES	- -	- -	5,442	5,442
EXPENDITURES:				
DEBT SERVICE:				
PRINCIPAL RETIREMENT	- -	- -	- -	- -
INTEREST AND FISCAL CHARGES	- -	- -	- -	- -
TOTAL EXPENDITURES	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	- -	5,442	5,442
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	- -	5,442	5,442
FUND BALANCE AT BEGINNING OF YEAR	338,389	338,389	338,389	- -
FUND BALANCE AT ENDED OF YEAR	$ 338,389	$ 338,389	$ 343,831	$ 5,442

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

CAPITAL PROJECT - EMERGENCY DISASTER

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
INTERGOVERNMENTAL REVENUES	$ - -	$ 116,000	$ 148,959	$ 32,959
MISCELLANEOUS	- -	- -	- -	- -
TOTAL REVENUES	- -	116,000	148,959	32,959
EXPENDITURES:				
CAPITAL OUTLAY:				
GENERAL GOVERNMENT	- -	- -	- -	- -
PUBLIC SAFETY	- -	116,000	193,653	(77,653)
PUBLIC WORKS	- -	- -	- -	- -
PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
TOTAL EXPENDITURES	- -	116,000	193,653	(77,653)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	- -	(44,694)	(44,694)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	100,000	100,000	100,000	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	100,000	100,000	100,000	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	100,000	100,000	55,306	(44,694)
FUND BALANCE AT BEGINNING OF YEAR	182,097	182,097	182,097	- -
FUND BALANCE AT END OF YEAR	$ 282,097	$ 282,097	$ 237,403	$ (44,694)

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON STATEMENT

CAPITAL PROJECT - FIBER OPTICS

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
INTERGOVERNMENTAL REVENUES	$ - -	$ - -	$ - -	$ - -
MISCELLANEOUS	- -	- -	621	621
TOTAL REVENUES	- -	- -	621	621
EXPENDITURES:				
CAPITAL OUTLAY:				
GENERAL GOVERNMENT	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	- -	- -
PUBLIC WORKS	- -	100,000	38,760	61,240
PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
TOTAL EXPENDITURES	- -	100,000	38,760	61,240
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	(100,000)	(38,139)	61,861
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
ISSUANCE OF BONDS & LEASES	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	(100,000)	(38,139)	61,861
FUND BALANCE AT BEGINNING OF YEAR	208,794	208,794	208,794	- -
FUND BALANCE AT END OF YEAR	$ 208,794	$ 108,794	$ 170,655	$ 61,861

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

CAPITAL PROJECT - GENERAL GOVERNMENT IMPROVEMENTS

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS			VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL	ACTUAL	(NEGATIVE)
REVENUES:				
INTERGOVERNMENTAL REVENUES	S - -	S - -	S - -	S - -
MISCELLANEOUS	- -	- -	- -	- -
TOTAL REVENUES	- -	- -	- -	- -
EXPENDITURES:				
CAPITAL OUTLAY:				
GENERAL GOVERNMENT	- -	- -	4,420	(4,420)
PUBLIC SAFETY	- -	933	- -	933
PUBLIC WORKS	- -	836,998	494,395	342,603
PARKS, RECREATION AND PUBLIC PROPERTY	- -	1,037,984	183,026	854,958
TOTAL EXPENDITURES	- -	1,875,915	681,841	1,194,074
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	(1,875,915)	(681,841)	1,194,074
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	250,600	250,600	- -
TRANSFERS OUT	- -	(52,694)	(52,693)	1
TOTAL OTHER FINANCING SOURCES (USES)	- -	197,906	197,907	1
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	- -	(1,678,009)	(483,934)	1,194,075
FUND BALANCE AT BEGINNING OF YEAR	1,699,176	1,699,176	1,699,176	- -
FUND BALANCE AT END OF YEAR	S 1,699,176	S 21,167	S 1,215,242	S 1,194,075

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

CAPITAL PROJECT - AIRPORT

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
INTERGOVERNMENTAL REVENUES	$ 404,596	$ 404,596	$ 297,737	$ (106,859)
MISCELLANEOUS	- -	- -	- -	- -
TOTAL REVENUES	404,596	404,596	297,737	(106,859)
EXPENDITURES:				
CAPITAL OUTLAY:				
GENERAL GOVERNMENT	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	- -	- -
PUBLIC WORKS	425,891	425,891	430,943	(5,052)
PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
TOTAL EXPENDITURES	425,891	425,891	430,943	(5,052)
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(21,295)	(21,295)	(133,206)	(111,911)
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(21,295)	(21,295)	(133,206)	(111,911)
FUND BALANCE AT BEGINNING OF YEAR	506,693	506,693	506,693	- -
FUND BALANCE AT END OF YEAR	$ 485,398	$ 485,398	$ 373,487	$ (111,911)

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

CAPITAL PROJECT - ELECTRIC EMERGENCY

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
INTERGOVERNMENTAL REVENUES	$ - -	$ - -	$ - -	$ - -
MISCELLANEOUS	- -	- -	- -	- -
TOTAL REVENUES	- -	- -	- -	- -
EXPENDITURES:				
CAPITAL OUTLAY:				
GENERAL GOVERNMENT	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	- -	- -
PUBLIC WORKS	- -	- -	- -	- -
PARKS, RECREATION AND PUBLIC PROPERTY	- -	- -	- -	- -
TOTAL EXPENDITURES	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	- -	- -	- -	- -
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	50,000	50,000	50,000	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	50,000	50,000	50,000	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	50,000	50,000	50,000	- -
FUND BALANCE AT BEGINNING OF YEAR	403,955	403,955	403,955	- -
FUND BALANCE AT END OF YEAR	$ 453,955	$ 453,955	$ 453,955	$ - -

BRIGHAM CITY CORPORATION

BUDGETARY COMPARISON SCHEDULE

CAPITAL PROJECT - CEMETERY IMPROVEMENT

YEAR ENDED JUNE 30, 2012

	BUDGETARY AMOUNTS ORIGINAL	FINAL	ACTUAL	VARIANCE WITH FINAL BUDGET POSITIVE (NEGATIVE)
REVENUES:				
INTERGOVERNMENTAL REVENUES	$ - -	$ - -	$ - -	$ - -
MISCELLANEOUS	16,000	16,000	20,092	4,092
TOTAL REVENUES	16,000	16,000	20,092	4,092
EXPENDITURES:				
CAPITAL OUTLAY:				
GENERAL GOVERNMENT	- -	- -	- -	- -
PUBLIC SAFETY	- -	- -	- -	- -
PUBLIC WORKS	- -	- -	- -	- -
PARKS, RECREATION AND PUBLIC PROPERTY	77,000	77,000	40,465	36,535
TOTAL EXPENDITURES	77,000	77,000	40,465	36,535
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(61,000)	(61,000)	(20,373)	40,627
OTHER FINANCING SOURCES (USES):				
TRANSFERS IN	- -	- -	- -	- -
TRANSFERS OUT	- -	- -	- -	- -
TOTAL OTHER FINANCING SOURCES (USES)	- -	- -	- -	- -
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES AND OTHER SOURCES (USES)	(61,000)	(61,000)	(20,373)	40,627
FUND BALANCE AT BEGINNING OF YEAR	106,933	106,933	106,933	- -
FUND BALANCE AT END OF YEAR	$ 45,933	$ 45,933	$ 86,560	$ 40,627

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BRIGHAM CITY CORPORATION

SCHEDULE OF GOVERNMENTAL CAPITAL ASSETS - BY SOURCE

JUNE 30, 2012

GOVERNMENTAL CAPITAL ASSETS:	
LAND	$ 5,909,844
BUILDINGS	10,728,155
IMPROVEMENT OTHER THAN BUILDINGS	57,551,164
EQUIPMENT	13,276,588
CONSTRUCTION IN PROGRESS	49,161
TOTAL GOVERNMENTAL CAPITAL ASSETS	$ 87,514,912
INVESTMENT IN GOVERNMENTAL CAPITAL ASSETS FROM:	
GENERAL OBLIGATION BONDS	$ 8,636,242
GENERAL FUND REVENUES	26,616,647
SPECIAL REVENUE FUND REVENUES	6,189,305
REDEVELOPMENT AGENCY REVENUES	2,296,168
CAPITAL PROJECT FUND REVENUES	24,455,947
CAPITAL PROJECT FUND DEBT	8,129,974
INTERNAL SERVICE FUND REVENUES	11,190,629
TOTAL INVESTMENT IN GOVERNMENTAL CAPITAL ASSETS	$ 87,514,912

BRIGHAM CITY CORPORATION

SCHEDULE OF CHANGES IN GOVERNMENTAL CAPITAL ASSETS - BY FUNCTION, ACTIVITY AND FUND

FOR FISCAL YEAR ENDED JUNE 30, 2012

	BALANCE JUNE 30, 2011	ADDITIONS	(DEDUCTIONS) TRANSFERS	BALANCE JUNE 30, 2012
GENERAL FUND:				
GENERAL GOVERNMENT:				
CITY COUNCIL	$ 7,126	$ -	$ -	$ 7,126
MAYOR'S OFFICE	5,165	7,654	-	12,819
ADMINISTRATION	396,888	30,398	-	427,286
BUILDINGS	2,140,529	121,419	-	2,261,948
TOTAL GENERAL GOVERNMENT	2,549,708	159,471	-	2,709,179
PUBLIC SAFETY:				
POLICE	619,979	70,396	-	690,375
ANIMAL CONTROL	296,461	-	-	296,461
FIRE	53,812	-	-	53,812
AMBULANCE	113,498	25,114	(11,558)	127,054
ENERGENCY SERVICES	4,594,399	6,738	-	4,601,137
COMMUNITY DEVELOPMENT/INSPECTION	7,270	-	-	7,270
TOTAL PUBLIC SAFETY	5,685,419	102,248	(11,558)	5,776,110
PUBLIC WORKS:				
STREETS AND HIGHWAYS	11,662,571	260,206	-	11,922,777
FIBER OPTICS	4,356,982	38,760	-	4,395,742
ENGINEERING	76,350		-	76,350
AIRPORT	34,408,851	157,237	-	34,566,088
TOTAL PUBLIC WORKS	50,504,754	456,203	-	50,960,957
LEISURE SERVICES AND PUBLIC PROPERTY:				
RECREATION	494,833	-	-	494,833
SWIMMING POOL	2,994,850	32,002	-	3,026,852
LEISURE SERVICES	8,868		-	8,868
PARKS	3,033,892	721,859	-	3,755,751
CEMETERY	852,326	31,777	-	884,103
MUSEUM GALLERY	11,092	-	-	11,092
SENIOR CITIZENS	47,897	160,375	-	208,272
TOTAL LEISURE SERVICES AND PUBLIC PROPERTY	7,443,758	946,014	-	8,389,772
TOTAL GENERAL FUND	66,183,639	1,663,936	(11,558)	67,836,017
SPECIAL REVENUE FUNDS:				
GOLF FUND	4,731,431	37,009	-	4,768,440
LIBRARY FUND	1,412,102	-	-	1,412,102
REDEVELOPMENT AGENCY #1 FUND	1,651,856	-	-	1,651,856
REDEVELOPMENT AGENCY - WEST FOREST	644,312		-	644,312
TOTAL SPECIAL REVENUE FUNDS	8,439,701	37,009	-	8,476,710
INTERNAL SERVICE FUNDS	10,766,007	984,262	(57,110)	11,693,159
TOTAL GOVERNMENTAL CAPITAL ASSETS	$ 85,389,347	$ 2,685,207	$ (68,668)	$ 88,005,886

BRIGHAM CITY CORPORATION

SCHEDULE OF GOVERNMENTAL CAPITAL ASSETS - BY FUNCTION, ACTIVITY AND FUND

JUNE 30, 2012

	TOTAL	LAND	BUILDINGS	IMPROVEMENTS OTHER THAN BUILDINGS	EQUIPMENT	CONSTRUCTION IN PROGRESS
GENERAL FUND:						
GENERAL GOVERNMENT:						
CITY COUNCIL	$ 7,126			$ 1,727	$ 5,399	$ -
MAYOR'S OFFICE	12,819				12,819	-
ADMINISTRATIVE	427,286				427,286	-
BUILDINGS	2,133,601	745,543	954,518	278,216	155,324	-
TOTAL GENERAL GOVERNMENT	2,580,832	745,543	954,518	279,943	600,828	-
PUBLIC SAFETY:						
POLICE	690,375		73,151	33,881	583,343	-
ANIMAL CONTROL	296,461	44,271	252,190			-
FIRE	53,812				53,812	-
AMBULANCE	138,612				138,612	-
EMERGENCY SERVICES	4,601,137	429,915	3,755,951		415,271	-
COMMUNITY DEVELOPMENT/INSPECTION	7,270				7,270	-
TOTAL PUBLIC SAFETY	5,787,668	474,186	4,081,292	33,881	1,198,309	-
PUBLIC WORKS:						
STREETS AND HIGHWAYS	11,922,781	411,003	74,374	11,415,823	5,439	16,142
FIBER OPTICS	4,395,742			4,395,742		-
ENGINEERING	76,350				76,350	-
AIRPORT	34,566,085	2,527,458	347,731	31,681,127	9,768	-
TOTAL PUBLIC WORKS	50,960,957	2,938,461	422,105	47,492,692	91,557	16,142
LEISURE SERVICES AND PUBLIC PROPERTY:						
RECREATION	494,833		17,525	467,309	10,000	-
SWIMMING POOL	3,026,852			2,900,943	125,909	-
LEISURE SERVICES	8,868				8,868	-
PARKS	3,755,751	926,679	392,296	2,157,950	278,827	-
CEMETERY	884,104		93,633	773,824	16,647	-
MUSEUM GALLERY	11,092			5,931	5,161	-
SENIOR CITIZENS	336,618	140,341	128,346	2,571	32,341	33,019
TOTAL LEISURE SERVICES AND PUBLIC PROPERTY	8,518,119	1,067,020	631,800	6,308,527	477,753	33,019
TOTAL GENERAL FUND	67,847,576	5,225,211	6,089,714	54,115,043	2,368,446	49,161
SPECIAL REVENUE FUNDS:						
GOLF FUND	4,768,440	2,500	1,525,590	3,180,993	59,356	-
LIBRARY FUND	1,412,102		1,328,965	42,241	40,895	-
REDEVELOPMENT AGENCY #1 FUND	1,651,856	170,513	1,436,434	44,909		-
REDEVELOPMENT AGENCY - WEST FOREST	644,312	511,620		132,692		-
TOTAL SPECIAL REVENUE FUNDS	8,476,709	684,633	4,290,989	3,400,835	100,252	-
INTERNAL SERVICE FUND	11,190,629	-	347,452	35,286	10,807,890	-
TOTAL GOVERNMENTAL CAPITAL ASSETS	$ 87,514,914	$ 5,909,844	$ 10,728,155	$ 57,551,165	$ 13,276,588	$ 49,161

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STATISTICAL SECTION

THE STATISTICAL SECTION PRESENTS DETAILED INFORMATION AS A CONTEXT FOR UNDERSTANDING WHAT THE INFORMATION IN THE FINANCIAL STATEMENTS, NOTE DISCLOSURES, AND REQUIRED SUPPLEMENTARY INFORMATION SAYS ABOUT THE GOVERNMENT'S OVERALL FINANCIAL HEALTH.

FINANCIAL TRENDS

THESE SCHEDULES CONTAIN TREND INFORMATION TO HELP THE READER UNDERSTAND HOW THE GOVERNMENT'S FINANCIAL PERFORMANCE AND WELL-BEING HAVE CHANGED OVER TIME.

REVENUE CAPACITY

THESE SCHEDULES CONTAIN INFORMATION TO HELP THE READER ASSESS THE GOVERNMENT'S MOST SIGNIFICANT LOCAL REVENUE SOURCE, THE PROPERTY TAX.

DEBT CAPACITY

THESE SCHEDULES PRESENT INFORMATION TO HELP THE READER ASSESS THE AFFORDABILITY OF THE GOVERNMENT'S CURRENT LEVELS OF OUTSTANDING DEBT AND THE GOVERNMENT'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 GOVERNMENT'S FINANCIAL ACTIVITIES TAKE PLACE.

OPERATING INFORMATION

THESE SCHEDULES CONTAIN SERVICE AND INFRASTRUCTURE DATA TO HELP THE READER UNDERSTAND HOW THE INFORMATION IN THE GOVERNMENT'S FINANCIAL REPORT RELATES TO THE SERVICES THE GOVERNMENT PROVIDES AND THE ACTIVITIES IT PERFORMS.

SOURCES: UNLESS OTHERWISE NOTED, THE INFORMATION IN THESE SCHEDULES IS DERIVED FROM THE COMPREHENSIVE ANNUAL FINANCIAL REPORTS FOR THE RELEVANT YEAR. THE GOVERNMENT IMPLEMENTED GASB STATEMENT 34 IN 2002; SCHEDULES PRESENTING GOVERNMENT-WIDE INFORMATION INCLUDE INFORMATION BEGINNING IN THAT YEAR.

BRIGHAM CITY CORPORATION

NET ASSETS BY COMPONENT

JUNE 30,

(ACCRUAL BASIS OF ACCOUNTING)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
GOVERNMENTAL ACTIVITIES:										
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	$ 17,428,367	$ 17,781,447	$ 20,030,078	$ 28,434,274	$ 38,911,887	$ 43,668,099	$ 43,879,525	$ 44,656,227	$ 43,914,231	$ 43,001,218
RESTRICTED	2,532,446	2,395,709	2,519,447	3,101,253	2,739,409	2,291,073	2,609,620	3,359,311	5,064,431	4,430,613
UNRESTRICTED	4,017,445	4,080,578	3,474,085	2,708,975	887,991	1,114,726	649,122	918,177	(1,506,564)	(700,177)
TOTAL GOVERNMENTAL ACTIVITIES NET ASSETS	$ 23,978,258	$ 24,257,734	$ 26,023,610	$ 34,244,502	$ 42,539,287	$ 47,073,898	$ 47,138,267	$ 48,933,715	$ 47,472,098	$ 46,731,654
BUSINESS-TYPE ACTIVITIES:										
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	$ 18,838,013	$ 19,893,949	$ 19,908,722	$ 19,552,129	$ 14,955,514	$ 18,220,857	$ 13,948,884	$ 18,436,927	$ 20,228,173	$ 21,227,829
RESTRICTED	224,402	133,437	395,113	315,957	520,664	512,660	7,419,565	4,528,402	1,273,063	1,171,022
UNRESTRICTED	1,421,977	2,069,626	1,548,693	2,511,663	8,117,521	6,405,231	4,801,314	4,988,671	9,749,560	13,207,373
TOTAL BUSINESS-TYPE ACTIVITIES NET ASSETS	$ 20,484,392	$ 22,097,012	$ 21,852,528	$ 22,379,749	$ 23,593,699	$ 25,138,748	$ 26,169,763	$ 27,954,000	$ 31,250,796	$ 35,606,224
PRIMARY GOVERNMENT:										
INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT	$ 19,960,813	$ 20,177,156	$ 22,549,525	$ 31,535,527	$ 53,867,401	$ 61,888,956	$ 57,828,409	$ 63,093,154	$ 64,142,404	$ 64,229,047
RESTRICTED	2,756,848	2,529,146	2,914,560	3,417,210	3,260,073	2,803,733	10,029,185	7,887,713	6,337,494	5,601,635
UNRESTRICTED	5,439,422	6,150,204	5,022,778	5,220,638	9,005,512	7,519,957	5,450,436	5,906,848	8,242,996	12,507,196
TOTAL PRIMARY GOVERNMENT NET ASSETS	$ 28,157,083	$ 28,856,506	$ 30,486,863	$ 40,173,375	$ 66,132,986	$ 72,212,646	$ 73,308,030	$ 76,887,715	$ 78,722,894	$ 82,337,878

BRIGHAM CITY CORPORTION

CHANGES IN FUND BALANCES, GOVERNMENTAL FUND

JUNE 30,

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
REVENUE:										
TAXES	$ 4,788,647	$ 4,619,399	$ 5,131,576	$ 5,501,288	$ 5,986,918	$ 6,327,842	$ 5,586,927	$ 6,287,520	$ 6,014,480	$ 5,979,204
LICENSES AND PERMITS	213,260	255,711	282,049	264,107	471,146	439,887	624,897	365,281	481,324	629,617
INTERGOVERNMENTAL REVENUE	1,365,309	1,740,870	3,636,158	9,415,295	12,249,158	6,373,316	3,178,513	2,874,500	1,626,502	2,093,677
CHARGES FOR SERVICES	2,457,151	2,470,146	2,600,076	2,699,765	3,019,669	3,016,916	3,016,962	3,168,287	3,423,880	3,719,893
FINES AND FORFEITURES	168,761	156,766	154,202	172,582	172,618	165,015	155,729	156,287	140,195	115,829
MISCELLANEOUS	814,741	970,687	935,793	1,368,775	1,287,916	1,427,844	870,157	2,287,748	1,601,892	1,177,387
TOTAL REVENUE	9,807,869	10,213,579	12,739,854	19,421,812	23,187,425	17,750,820	13,433,185	15,139,623	13,288,273	13,715,607
EXPENDITURES:										
GENERAL GOVERNMENT	1,715,733	1,931,139	1,873,166	2,101,478	2,213,167	2,540,202	2,225,497	2,506,895	2,659,035	2,982,778
PUBLIC SAFETY	3,359,135	3,467,934	4,681,612	4,457,451	4,199,482	4,515,074	5,102,643	4,873,680	4,891,804	4,744,404
PUBLIC WORKS	1,619,170	1,721,413	1,512,358	1,667,977	1,810,645	1,632,737	1,675,792	2,068,207	1,805,786	1,275,576
PARKS, RECREATION AND PUBLIC PROPERTY	3,146,816	3,615,921	3,280,435	3,474,375	3,755,349	3,901,233	4,396,868	4,874,875	3,671,189	4,365,118
COMMUNITY AND ECONOMIC DEVELOPMENT	320,269	489,132	466,887	614,170	3,733,412	804,301	1,278,135	413,983	590,569	588,846
CAPITAL OUTLAY	382,431	344,150	2,596,518	7,791,097	10,880,753	5,547,015	949,894	5,110,053	904,021	1,112,784
DEBT SERVICE:										
PRINCIPAL	5,110,338	2,722,000	829,000	855,000	851,000	805,000	688,000	687,000	480,000	505,000
INTEREST AND FISCAL CHARGES	461,146	497,998	350,885	310,956	273,167	239,456	208,224	180,176	394,200	757,988
TOTAL EXPENDITURES	16,115,038	14,789,687	15,590,861	21,272,504	27,716,975	19,985,018	16,525,053	20,714,869	15,396,604	16,332,494
EXCESS/(DEFICIENCY) OF REVENUES OVER EXPENDITURES	(6,307,169)	(4,576,108)	(2,851,007)	(1,850,692)	(4,529,550)	(2,234,198)	(3,091,868)	(5,575,246)	(2,108,331)	(2,616,887)
OTHER FINANCING SOURCES/(USES):										
TRANSFERS IN	2,607,618	2,482,371	2,992,590	3,337,870	3,153,225	3,098,971	3,573,005	4,075,732	4,172,708	3,204,045
TRANSFERS OUT	(587,338)	(424,932)	(734,293)	(822,782)	(789,132)	(950,524)	(449,384)	(1,180,090)	(1,177,641)	(343,625)
BOND AND LEASE PROCEEDS	4,177,008	2,315,000	9,647	-	-	-	-	3,822,743	-	-
TOTAL OTHER FINANCING SOURCES/(USES)	6,197,288	4,372,439	2,267,944	2,515,088	2,364,093	2,148,447	3,123,621	6,718,385	2,995,067	2,860,420
NET CHANGE IN FUND BALANCE	$ (109,881)	$ (203,669)	$ (583,063)	$ 664,396	$ (2,165,457)	$ (85,751)	$ 31,753	$ 1,143,139	$ 886,736	$ 243,533
DEBT SERVICE AS A PERCENTAGE OF NONCAPITAL EXPENDITURES	56.31%	31.13%	10.16%	9.70%	7.45%	7.80%	6.11%	5.88%	6.42%	9.05%

NOTE: FISCAL YEARS 2003 AND 2004 THE GOVERNMENT REFINANCED GOVERNMENTAL BONDS TO TAKE ADVANTAGE OF LOWER INTEREST RATES.

BRIGHAM CITY CORPORATION

CHANGES IN NET ASSETS

JUNE 30,

(ACCRUAL BASIS OF ACCOUNTING)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
EXPENSES:										
GOVERNMENTAL ACTIVITIES:										
GENERAL GOVERNMENT	$ 1,773,020	$ 1,902,881	$ 1,726,364	$ 2,004,209	$ 1,988,056	$ 2,202,743	$ 2,071,460	$ 2,742,191	$ 1,796,619	$ 2,395,517
PUBLIC SAFETY	3,520,954	3,561,814	4,679,585	4,389,712	4,478,239	4,694,158	5,086,769	4,885,993	4,829,427	4,878,303
PUBLIC WORKS	2,183,658	2,029,973	2,433,215	2,640,303	2,445,121	3,300,668	3,899,533	4,894,628	4,085,208	4,014,656
CULTURE, PARKS AND RECREATION	3,492,612	3,539,746	3,611,969	3,777,252	4,435,294	4,506,912	4,727,043	3,185,629	3,938,266	3,767,117
COMMUNITY AND ECONOMIC DEVELOPMENT	283,268	442,711	354,724	480,743	3,520,783	420,709	225,403	313,940	328,606	463,466
INTEREST ON LONG-TERM DEBT	461,146	497,998	350,885	310,956	273,167	239,456	208,224	180,176	371,852	326,458
TOTAL GOVERNMENTAL ACTIVITIES EXPENSES	11,714,658	11,975,123	13,156,742	13,603,175	17,140,660	15,364,646	16,218,432	16,202,557	15,349,978	15,845,517
BUSINESS-TYPE ACTIVITIES:										
WATER	1,131,110	1,235,291	1,357,390	1,433,978	1,413,002	1,615,469	1,644,905	1,329,779	1,204,137	1,787,505
WASTE TREATMENT	1,689,325	1,628,899	1,703,830	1,617,149	1,767,235	1,864,871	1,993,432	2,333,961	2,239,112	2,494,760
ELECTRIC	6,229,495	6,316,426	6,587,064	6,773,513	6,898,401	7,703,068	8,257,164	8,732,430	9,504,192	9,771,439
WASTE COLLECTION	602,439	680,195	684,724	702,979	763,037	888,560	861,166	872,702	851,856	996,771
STORM DRAINAGE	275,480	269,908	375,225	364,142	560,712	739,899	833,194	794,596	781,846	737,720
TOTAL BUSINESS-TYPE ACTIVITIES	9,927,849	10,130,719	10,708,233	10,891,761	11,402,387	12,811,867	13,589,861	14,063,468	14,581,143	15,788,195
TOTAL PRIMARY GOVERNMENT EXPENSES	21,642,507	22,105,842	23,864,975	24,494,936	28,543,047	28,176,513	29,808,293	30,266,025	29,931,121	31,633,712
PROGRAM REVENUES:										
GOVERNMENTAL ACTIVITIES:										
CHARGES FOR SERVICES:										
GENERAL GOVERNMENT	18,333	19,704	23,815	20,235	16,875	956,146	951,385	905,395	11,336	8,544
PUBLIC SAFETY	676,381	706,368	815,804	859,516	1,122,009	1,261,431	1,098,456	1,207,186	1,373,764	1,276,643
PUBLIC WORKS	1,023,580	1,301,567	917,454	991,702	1,071,239	982,836	1,192,106	2,308,875	1,099,533	1,046,965
CULTURE, PARKS AND RECREATION	1,379,260	1,380,508	1,388,913	1,418,640	1,605,753	1,568,716	1,497,474	1,485,239	1,606,999	1,878,341
OPERATING GRANTS AND CONTRIBUTIONS	682,693	748,669	784,521	775,879	1,038,595	778,153	1,917,466	1,344,626	874,525	752,690
CAPITAL GRANTS AND CONTRIBUTIONS	284,767	481,446	2,599,178	8,298,327	10,829,295	5,087,880	875,051	1,139,597	238,089	882,540
TOTAL GOVERNMENTAL ACTIVITIES PROGRAM REVENUE	4,065,014	4,638,262	6,529,685	12,364,299	15,683,766	10,635,162	7,531,938	8,390,918	5,204,246	5,845,723

BRIGHAM CITY CORPORATION

CHANGES IN NET ASSETS

JUNE 30,

(ACCRUAL BASIS OF ACCOUNTING)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
BUSINESS-TYPE ACTIVITIES:										
CHARGES FOR SERVICES:										
WATER	1,628,708	2,661,093	1,623,106	1,898,811	2,140,688	2,195,537	2,197,666	2,120,471	2,606,343	4,333,173
WASTE TREATMENT	1,938,859	1,940,499	1,960,427	1,830,315	1,869,468	2,126,657	2,230,960	2,300,531	2,530,198	3,621,076
ELECTRIC	8,058,635	8,521,539	8,472,501	9,181,507	9,407,350	9,856,440	10,581,388	11,771,645	11,735,360	12,653,921
WASTE COLLECTION	865,177	912,961	909,055	960,964	1,056,810	1,097,616	1,135,585	1,143,335	1,154,252	1,178,432
STORM DRAINAGE	452,869	453,500	473,438	776,292	965,845	961,175	986,790	961,342	1,049,427	1,111,960
CAPITAL GRANTS AND CONTRIBUTIONS	-	-	-	-	-	-	198,414	-	-	-
TOTAL BUSINESS-TYPE ACTIVITIES PROGRAM										
REVENUES	12,944,248	14,489,592	13,438,527	14,647,889	15,440,161	16,237,425	17,330,803	18,297,324	19,075,580	22,898,562
TOTAL PRIMARY GOVERNMENT PROGRAM										
REVENUES	17,009,262	19,127,854	19,968,212	27,012,188	31,123,927	26,872,587	24,862,741	26,688,242	24,279,826	28,744,285
NET (EXPENSE)/REVENUE:										
GOVERNMENTAL ACTIVITIES	(7,649,644)	(7,336,861)	(6,627,057)	(1,238,876)	(1,456,894)	(4,729,484)	(8,686,494)	(7,811,639)	(10,145,732)	(9,999,794)
BUSINESS-TYPE ACTIVITIES	3,016,399	4,358,873	2,730,294	3,756,128	4,037,774	3,425,558	3,740,942	4,233,856	4,494,437	7,110,367
TOTAL PRIMARY GOVERNMENT NET (EXPENSE)	(4,633,245)	(2,977,988)	(3,896,763)	2,517,252	2,580,880	(1,303,926)	(4,945,552)	(3,577,783)	(5,651,295)	(2,889,427)
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS										
GOVERNMENTAL ACTIVITIES:										
PROPERTY TAXES	2,032,019	1,842,421	2,017,745	2,061,502	2,160,266	2,317,205	1,861,172	2,843,589	2,764,873	2,677,796
SALES TAXES	2,132,213	2,119,018	2,322,064	2,561,715	2,946,781	3,107,836	2,776,828	2,521,454	2,450,467	2,549,098
FRANCHISE TAXES	624,415	657,960	791,767	878,071	879,871	902,801	948,927	922,477	795,287	777,083
GRANTS AND CONTRIBUTIONS (UNRESTRICTED)	33,834	18,112	12,081	20,949	37,435	120,249	5,991	525	7,473	14,623
INTEREST AND INVESTMENT EARNINGS	209,640	181,963	199,592	370,242	442,675	344,828	161,694	121,209	241,441	269,972
MISCELLANEOUS	41,906	50,612	74,922	338,389	101,108	322,739	146,635	502,193	613,200	201,627
TRANSFERS	2,657,776	2,746,252	2,974,768	3,228,906	3,183,538	2,148,447	2,849,621	2,695,642	2,842,948	2,769,150
TOTAL GOVERNMENTAL ACTIVITIES	7,731,803	7,616,338	8,392,939	9,459,774	9,751,674	9,264,105	8,750,868	9,607,089	9,715,689	9,259,349
BUSINESS-TYPE ACTIVITIES:										
INTEREST AND INVESTMENT EARNINGS	-	-	-	-	359,716	267,937	139,697	246,024	168,534	14,214
TRANSFERS	(2,657,776)	(2,746,252)	(2,974,780)	(3,228,906)	(3,183,538)	(2,148,447)	(2,849,621)	(2,695,642)	(2,842,948)	(2,769,150)
TOTAL BUSINESS-TYPE ACTIVITIES	(2,657,776)	(2,746,252)	(2,974,780)	(3,228,906)	(2,823,822)	(1,880,510)	(2,709,924)	(2,449,618)	(2,674,414)	(2,754,936)
TOTAL PRIMARY GOVERNMENT	5,074,027	4,870,086	5,418,159	6,230,868	6,927,852	7,383,595	6,040,944	7,157,471	7,041,275	6,504,413
CHANGE IN NET ASSETS:										
GOVERNMENTAL ACTIVITIES	82,159	279,477	1,765,882	8,220,898	8,294,780	4,534,621	64,374	1,795,450	(430,043)	(740,445)
BUSINESS-TYPE ACTIVITIES	358,623	1,612,621	(244,486)	527,222	1,213,952	1,545,048	1,031,018	1,784,238	1,820,023	4,355,431
TOTAL PRIMARY GOVERNMENT	$ 440,782	$ 1,892,098	$ 1,521,396	$ 8,748,120	$ 9,508,732	$ 6,079,669	$ 1,095,392	$ 3,579,688	$ 1,389,980	$ 3,614,986

BRIGHAM CITY CORPORATION

FUND BALANCES, GOVERNMENTAL FUNDS

JUNE 30,

(MODIFIED ACCRUAL BASIS OF ACCOUNTING)

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
GENERAL FUND:										
NON-SPENDABLE									$ 193,675	$ 62,225
RESERVED	$ 618,632	$ 879,488	$ 967,500	$ 1,170,420	$ 1,511,320	$ 1,677,353	$ 889,744	$ 1,050,619	$ 994,922	$ 1,062,707
ASSIGNED									272,400	250,173
UNASSIGNED	1,088,371	1,082,198	968,594	926,370	1,537,316	1,707,557	2,779,616	2,199,083	1,199,290	1,753,693
TOTAL GENERAL FUND	$ 1,707,003	$ 1,961,686	$ 1,936,094	$ 2,096,790	$ 3,048,636	$ 3,384,910	$ 3,669,360	$ 3,249,702	$ 2,660,287	$ 3,128,798
SPECIAL ASSESSMENT BONDS #22 FUND:										
RESERVED	$ -	$ -	$ -	$ -						
UNASSIGNED	-	49,277	98,259	117,450						
TOTAL SPECIAL ASSESSMENT BONDS #22 FUND	$ -	$ 49,277	$ 98,259	$ 117,450						
DEBT SERVICE SAA 2009-01										
RESERVED								$ -	$ 325,273	$ 230,745
UNASSIGNED								-	-	-
TOTAL CAPITAL PROJECT - FIBER OPTIC FUND								$ -	$ 325,273	$ 230,745
ECONOMIC DEVELOPEMNT AGENCY NORTHWEST PROJECT:										
RESERVED	$ -	$ -	$ -	$ -	$ -	$ -	-	-		
UNASSIGNED	-	-	-	-	-	(2,955,882)	(2,955,882)	(2,467,694)	(4,054,644)	(3,800,351)
TOTAL ECONOMIC DEVELOPMENT AGENCY NORTHWEST PROJECT	$ -	$ -	$ -	$ -	$ -	$ (2,955,882)	$ (2,955,882)	$ (2,467,694)	$ (4,054,644)	$ (3,800,351)
CAPITAL PROJECT - AIRPORT FUND:										
RESERVED	$ -	$ -	$ -	$ -	$ -	$ -				
UNRESERVED	-	-	443,760	722,288	769,471	530,217				
TOTAL CAPITAL PROJECT - AIRPORT FUND	$ -	$ -	$ 443,760	$ 722,288	$ 769,471	$ 530,217				
ALL OTHER GOVERNMENTAL FUNDS:										
NON-SPENDABLE									4,083	4,083
RESERVED	$ -	$ 23,999	$ 28,610	$ 31,307	$ 35,771	$ 26,518	21,554	16,008	229,819	189,974
ASSIGNED REPORTED IN:										
SPECIAL REVENUE FUNDS									999,816	1,171,809
DEBT SERVICE FUNDS									615,563	580,540
CAPITAL PROJECT FUNDS									1,199,678	2,366,647
UNASSIGNED REPORTED IN:										
SPECIAL REVENUE FUNDS	1,078,956	1,004,555	424,172	521,466	(2,639,087)	1,585	(283,239)	92,233	(576,674)	(627,012)
DEBT SERVICE FUNDS	917,629	562,761	516,974	562,477	601,404	607,493	533,551	711,787	-	-
CAPITAL PROJECT FUNDS	985,776	1,125,291	696,633	757,119	827,249	962,846	1,604,091	1,444,142	-	-
TOTAL ALL OTHER GOVERNMENTAL FUNDS	$ 2,982,361	$ 2,716,606	$ 1,666,389	$ 1,872,369	$ (1,174,663)	$ 1,598,442	$ 1,875,957	$ 2,264,170	$ 2,472,285	$ 3,686,041

NOTE: THE INDIVIDUAL FUNDS, OTHER THAN THE GENERAL FUND, ARE LISTED WHEN THE FUND BECOMES A MAJOR FUND. AT JUNE 30, 2007 SPECIAL ASSESSMENT BONDS #22 FUND BECAME A NONMAJOR FUND.

AT JUNE 30, 2008 THE ECONOMIC DEVELOPMENT AGENCY NORTHWEST FUND BECAME A MAJOR FUND.

AT JUNE 30, 2009 THE CAPITAL PROJECT AIRPORT FUND BECAME A NONMAJOR FUND.

BRIGHAM CITY CORPORATION

ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY

JUNE 30,

(IN THOUSANDS OF DOLLARS)

FISCAL YEAR	ASSESSED VALUE OF PROPERTY			LESS: RESIDENTIAL EXEMPTION	TOTAL TAXABLE VALUE	TOTAL DIRECT RATE
	RESIDENTIAL	COMMERCIAL	TOTAL			
2003	$ 569,617	$ 115,469	$ 685,086	$ 256,268	$ 428,818	$ 2.601
2004	573,215	116,788	690,003	257,880	432,123	2.626
2005	582,659	117,495	700,154	261,155	438,999	2.636
2006	606,536	128,138	734,674	272,848	461,826	2.686
2007	641,535	142,232	783,767	288,578	495,189	2.565
2008	715,995	148,507	864,502	322,091	542,411	2.169
2009	796,864	169,423	966,287	358,482	607,805	2.242
2010	804,156	165,471	969,627	361,657	607,970	2.334
2011	770,136	183,355	953,491	346,336	607,155	2.282
2012	776,379	182,199	958,578	349,085	609,494	2.453

SOURCE: BOX ELDER COUNTY ASSESSOR / AUDITOR

NOTE: PROPERTY IN THE CITY IS REASSESSED BY THE COUNTY APPROXIMATELY EVERY FIVE YEARS. THE STATE OF UTAH REQUIRES A RESIDENTIAL EXEMPTION WHICH LOWERS THE ASSESSED VALUE, WHICH APPROXIMATES MARKET, TO THE TAXABLE VALUE. THERE IS NO EXEMPTION FOR COMMERCIAL PROPERTY.

BRIGHAM CITY CORPORATION

DIRECT AND OVERLAPPING PROPERTY TAX RATES

JUNE 30,

(RATE PER $1,000 OF ASSESSED VALUE)

	DIRECT RATES				OVERLAPPING RATES				
FISCAL YEAR	BASIC RATE	GENERAL OBLIGATION DEBT SERVICE	LIBRARY RATE	TOTAL DIRECT	BOX ELDER COUNTY	BOX ELDER COUNTY SCHOOL DISTRICT	BOX ELDER MOSQUITO ABATEMENT DISTRICT	BEAR RIVER WATER CONSERVANCY DISTRICT	TOTAL DIRECT & OVERLAPPING
2003	0.800	1.199	0.602	2.601	1.881	6.387	0.327	0.166	11.362
2004	0.801	1.233	0.592	2.626	2.255	6.408	0.328	0.167	11.784
2005	0.804	1.238	0.594	2.636	2.295	6.359	0.321	0.163	11.774
2006	0.783	1.324	0.579	2.686	2.626	6.252	0.316	0.200	12.080
2007	0.775	1.217	0.573	2.565	2.574	5.958	0.316	0.194	11.607
2008	0.752	0.861	0.556	2.169	2.182	7.567	0.307	0.188	12.413
2009	0.778	0.888	0.576	2.242	2.162	8.201	0.313	0.197	13.115
2010	0.803	0.936	0.595	2.334	2.581	7.980	0.314	0.193	13.402
2011	0.816	0.862	0.604	2.282	2.711	8.442	0.204	0.200	13.839
2012	0.874	0.932	0.647	2.453	2.697	8.725	0.208	0.200	14.283

NOTES: THE GOVERNMENT'S DIRECT RATES MAY BE INCREASED BY THE MAJORITY VOTE OF THE GOVERNMENT'S COUNCIL. AFTER THE GOVERNMENT COMPLIES WITH THE STATE OF UTAH'S "TRUTH IN TAXATION" LAW, WHICH REQUIRES THE GOVERNMENT TO ADVERTISE ITS INTENT TO RAISE THE DIRECT PROPERTY TAX RATE AND TO HOLD PUBLIC HEARINGS REGARDING THE INCREASE.

THE OVERLAPPING RATES ARE THOSE OF COUNTY AND DISTRICT GOVERNMENTS THAT APPLY TO PROPERTY OWNERS WITHIN THE GOVERNMENT'S GEOGRAPHIC BOUNDARIES.

SOURCE: BOX ELDER COUNTY

BRIGHAM CITY CORPORATION

PRINCIPAL ELECTRIC PAYERS

CURRENT YEAR AND TEN YEARS AGO

	2012			2002		
TAXPAYER	ELECTRIC REVENUE	RANK	PERCENTAGE OF TOTAL CITY ELECTRIC REVENUE	ELECTRIC REVENUE	RANK	PERCENTAGE OF TOTAL CITY ELECTRIC REVENUE
AUTOLIV	$ 2,392,773	1	20.81%	$ 1,750,992	1	22.43%
NUCOR BUILDING SYSTEMS	273,276	2	2.38%			
STAKER PARSON	268,114	3	2.33%	43,846	10	0.56%
BRIGHAM COMMUNITY HOSPITAL	184,470	4	1.60%	114,653	3	1.47%
SMITH'S FOOD AND DRUG	133,650	5	1.16%	119,310	2	1.53%
BIG J MILL	131,568	6	1.14%	106,309	4	1.36%
ROTATIONAL MOLDING	123,009	7	1.07%			
KENT'S THRIFTWAY	83,578	8	0.73%	102,542	5	1.31%
SHOPKO	75,691	9	0.66%	58,225	7	0.75%
STORM PRODUCTS	70,140	10	0.61%	54,253	8	0.70%
BOX ELDER HIGH SCHOOL				67,096	6	0.86%
BOX ELDER MIDDLE SCHOOL				45,540	9	0.58%
	$ 3,736,269		32.50%	$ 2,462,766		31.55%

NOTE: 2003 ELECTRIC PAYER INFORMATION IS NO LONGER AVAILABLE IN THE CITY FINANCIAL SYSTEM. 2002 DATA IS SHOWN.

SOURCE: CITY'S FINANCIAL RECORDS

BRIGHAM CITY CORPORATION

PROPERTY TAX APPROPRIATION AND COLLECTIONS

YEAR	TOTAL TAX APPROPRIATIONS	COLLECTED WITHIN THE FISCAL YEAR OF APPROPRIATION AMOUNT	COLLECTED WITHIN THE FISCAL YEAR OF APPROPRIATION PERCENTAGE OF APPROPRIATION	DELINQUENT TAX COLLECTION	TOTAL COLLECTIONS AMOUNT	TOTAL COLLECTIONS PERCENTAGE OF APPROPRIATION
2003	1,333,309	1,247,183	93.5%	50,979	1,298,162	97.4%
2004	1,340,493	1,235,278	92.2%	45,577	1,280,855	95.6%
2005	1,445,952	1,419,750	98.2%	77,076	1,496,826	103.5%
2006	1,544,787	1,472,853	95.3%	71,857	1,544,710	100.0%
2007	1,639,888	1,606,536	98.0%	79,583	1,686,119	102.8%
2008	1,606,535	1,439,407	89.6%	51,590	1,490,997	92.8%
2009	1,492,280	1,464,104	98.1%	124,701	1,588,805	106.5%
2010	1,644,452	1,515,401	92.2%	58,070	1,573,471	95.7%
2011	1,627,600	1,495,106	91.9%	-	1,495,106	91.9%
2012			NOT AVAILABLE			

NOTES: INFORMATION SHOWN FOR YEARS PRIOR TO 2011 SHOWS TOTAL CASH COLLECTED IN A GIVEN YEAR
BEGINNING 2011 REPORTING SHOWS CUMULATIVE CASH COLLECTED RELATING TO THE YEARS' LEVY
THE YEAR IS THE COUNTY'S CALENDAR YEAR

SOURCES: UTAH.GOV ; BOX ELDER COUNTY INFORMATION SYSTEMS

BRIGHAM CITY CORPORATION

DIRECT AND OVERLAPPING SALES TAX RATES

JUNE 30,

		OVERLAPPING RATE			
YEAR	DIRECT RATE	BOX ELDER COUNTY	UTAH TRANSIT AUTHORITY	STATE OF UTAH	TOTAL RATE
2003	1.00%	0.25%	0.25%	4.75%	6.25%
2004	1.00%	0.25%	0.25%	4.75%	6.25%
2005	1.00%	0.25%	0.25%	4.75%	6.25%
2006	1.00%	0.25%	0.25%	4.75%	6.25%
2007	1.00%	0.25%	0.25%	4.75%	6.25%
2008	1.00%	0.25%	0.25%	4.75%	6.25%
2009	1.00%	0.25%	0.55%	4.70%	6.50%
2010	1.00%	0.25%	0.55%	4.70%	6.50%
2011	1.00%	0.25%	0.55%	4.70%	6.50%
2012	1.00%	0.25%	0.55%	4.70%	6.50%

SOURCE: CITY FINANCE DEPARTMENT

BRIGHAM CITY CORPORATION

SCHEDULE OF UTILITY RATES

JUNE 30,

FUNCTION/PROGRAM:	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
SCHEDULE 1 - RESIDENTIAL:										
MINIMUM MONTHLY CHARGE:										
SINGLE PHASE	$ 4.53	$ 4.53	$ 4.53	$ 5.03	$ 5.03	$ 5.18	$ 5.63	$ 6.27	$ 6.27	$ 6.27
THREE PHASE	$ 13.60	$ 13.60	$ 13.60	$ 15.09	$ 15.09	$ 15.54	$ 16.88	$ 18.80	$ 18.80	$ 18.80
CHARGE PER KWH	$ 0.0698	$ 0.0698	$ 0.0698	$ 0.0775	$ 0.0775	$ 0.0798	$ 0.0866	$ 9.0964	$ 0.0964	$ 0.0964
SCHEDULE 2 - RESIDENTAL ALL										
ELECTRIC SERVICE:										
MINIMUM MONTHLY CHARGE:										
SINGLE PHASE	$ 4.53	$ 4.53	$ 4.53	$ 5.03	$ 5.03	N/A	N/A	N/A	N/A	N/A
THREE PHASE	$ 13.60	$ 13.60	$ 13.60	$ 15.09	$ 15.09	N/A	N/A	N/A	N/A	N/A
CHARGE PER KWH	$ 0.0578	$ 0.0578	$ 0.0578	$ 0.0775	$ 0.0775	N/A	N/A	N/A	N/A	N/A
SCHEDULE 6 - GENERAL SERVICE:										
POWER RATE:										
ALL KWH OVER - 5KW YEARS 2002-2008; 10KW YEAR 2009	$ 6.75	$ 6.75	$ 6.75	$ 6.75	$ 6.75	$ 6.95	$ 7.55	$ 8.13	$ 8.13	$ 8.13
ENERGY RATE:										
PER FIRST 500 KWH	$ 0.1201	$ 0.1201	$ 0.1201	$ 0.1201	$ 0.1201	$ 0.1237	$ 0.1344	$ 0.1496	$ 0.1496	$ 0.1496
PER NEXT 7,500 KWH	$ 0.0530	$ 0.0530	$ 0.0530	$ 0.0530	$ 0.0530	$ 0.0546	$ 0.0593	$ 0.0661	$ 0.0661	$ 0.0661
PER ADDITIONAL KWH OVER 8,000 KWH	$ 0.0367	$ 0.0367	$ 0.0367	$ 0.0367	$ 0.0367	$ 0.0378	$ 0.0411	$ 0.0458	$ 0.0458	$ 0.0458
SCHEDULE 8 :										
MINIMUM MONTHLY RATE	$ 263.68	$ 263.68	$ 263.68	$ 263.68	$ 263.68	$ 286.46	$ 286.46	$ 319.17	$ 319.17	$ 319.17
POWER RATE:										
PER FIRST 500 KWH	$ 7.70	$ 7.70	$ 7.70	$ 7.70	$ 7.70	$ 7.93	$ 8.62	$ 9.59	$ 9.59	$ 9.59
PER ADDITIONAL KWH OVER 500 KWH	$ 7.70	$ 7.70	$ 7.70	$ 7.70	$ 7.70	$ 7.28	$ 7.90	$ 8.79	$ 8.79	$ 8.80
ENERGY RATE:										
PER ALL KWH	$ 0.0290	$ 0.0290	$ 0.0290	$ 0.0290	$ 0.0290	$ 0.0299	$ 0.0325	$ 0.0361	$ 0.0361	$ 0.0361
SCHEDULE 9:										
MINIMUM MONTHLY RATE	$ 1,030.00	$ 1,030.00	$ 1,030.00	$ 1,030.00	$ 1,030.00	$ 1,119.00	$ 1,119.00	$ 1,245.92	$ 1,245.92	$ 1,245.92
POWER RATE:										
DAILY 0700 HRS THROUGH 2300 HRS - PER KWH	$ 5.87	$ 5.87	$ 5.87	$ 5.87	$ 5.87	$ 6.04	$ 6.56	$ 7.30	$ 7.30	$ 7.30
ENERGY RATE:										
PER KWH	$ 3.09	$ 3.09	$ 3.09	$ 3.09	$ 3.09	$ 3.18	$ 3.45	$ 3.84	$ 3.84	$ 3.84

BRIGHAM CITY CORPORATION

SCHEDULE OF UTILITY RATES

JUNE 30,

FUNCTION/PROGRAM:	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
WATER RATES:										
EXCESS WATER RATE CHARGE FOR GALLONS OVER										
THE MINIMUM MONTHLY GALLON USAGE ALLOWANCE (MMGUA)										
PER 1,000 GALLONS	$ 0.90	$ 1.10	$ 1.10	$ 1.10	$ 1.20	$ 1.24	$ 1.27	$ 1.31	$ 1.31	$ 1.31
WATER LINE SIZE MONTHLY RATE:										
3/4 INCH SERVICE	$ 7.00	$ 7.50	$ 7.50	$ 7.50	$ 8.50	$ 8.76	$ 9.01	$ 9.31	$ 9.31	$ 9.31
MMGUA	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000	7,000
1 INCH SERVICE	$ 10.00	$ 11.00	$ 11.00	$ 11.00	$ 12.54	$ 12.92	$ 13.28	$ 13.72	$ 13.72	$ 13.72
MMGUA	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000
1 1/2 INCH SERVICE	$ 20.00	$ 22.00	$ 22.00	$ 22.00	$ 25.08	$ 26.83	$ 26.55	$ 27.43	$ 27.43	$ 27.43
MMGUA	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000	20,000
2 INCH SERVICE	$ 32.00	$ 35.00	$ 35.00	$ 35.00	$ 39.90	$ 41.19	$ 42.34	$ 43.74	$ 43.74	$ 43.74
MMGUA	32,000	32,000	32,000	32,000	32,000	32,000	32,000	32,000	32,000	32,000
3 INCH SERVICE	$ 61.00	$ 65.00	$ 65.00	$ 65.00	$ 74.10	$ 76.32	$ 78.46	$ 81.06	$ 81.06	$ 81.06
MMGUA	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000	61,000
4 INCH SERVICE	$ 107.00	$ 115.00	$ 115.00	$ 115.00	$ 131.10	$ 135.03	$ 138.81	$ 143.41	$ 143.41	$ 143.41
MMGUA	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000	107,000
6 INCH SERVICE	$ 241.00	$ 265.00	$ 265.00	$ 265.00	$ 302.10	$ 311.16	$ 319.87	$ 330.47	$ 330.47	$ 330.47
MMGUA	241,000	241,000	241,000	241,000	241,000	241,000	241,000	241,000	241,000	241,000
8 INCH SERVICE	$ 577.00	$ 440.00	$ 440.00	$ 440.00	$ 501.60	$ 516.65	$ 531.12	$ 548.73	$ 548.73	$ 548.73
MMGUA	577,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000	400,000
SEWER RATES:										
TYPE OF DWELLING - MONTHLY RATES:										
SINGLE	$ 24.10	$ 25.00	$ 25.00	$ 23.00	$ 23.00	$ 25.69	$ 26.35	$ 25.16	$ 25.16	$ 25.16
MULTIPLE:										
FIRST TWO UNITS - RATE PER UNIT	$ 25.00	$ 25.00	$ 25.00	$ 23.00	$ 23.00	$ 25.69	$ 26.35	$ 25.16	$ 25.16	$ 25.16
NEXT THREE UNITS - RATE PER UNIT	$ 16.10	$ 16.10	$ 16.10	$ 14.80	$ 14.80	$ 15.24	$ 15.67	$ 16.19	$ 16.19	$ 16.19
RATE IN EXCESS OF FIVE UNITS - PER UNIT	$ 7.15	$ 7.15	$ 7.15	$ 6.60	$ 6.60	$ 6.80	$ 6.99	$ 7.22	$ 7.22	$ 7.22
COMMERICAL AND INDUSTRIAL:										
MINIMUM MONTHLY RATE PER UNIT OF OCCUPANCY	$ 25.00	$ 25.00	$ 25.00	$ 23.00	$ 23.00	$ 25.69	$ 26.35	$ 25.16	$ 25.16	$ 25.16
ADDITIONAL MONTHLY RATE CHARGE FOR WATER USE IN										
EXCESS OF 10,000 GALLONS - PER 1,000 GALLONS	$ 0.44	$ 0.44	$ 0.44	$ 0.44	$ 0.44	$ 0.45	$ 0.46	$ 0.48	$ 0.48	$ 0.48

BRIGHAM CITY CORPORATION

SCHEDULE OF UTILITY RATES

JUNE 30,

FUNCTION/PROGRAM:	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
STORM DRAIN RATES:										
SINGLE FAMILY RESIDENDIAL MONTHLY ESU RATE	$ 3.50	$ 3.50	$ 3.50	$ 5.50	$ 6.25	$ 6.44	$ 6.62	$ 6.84	$ 6.84	$ 6.84
OTHER DEVELOPED PARCELS MONTHLY RATE:										
THE AVERAGE AMOUNT OF IMPERVIOUS SURFACE EXPRESSED IN SQUARE FEET (EQUIVALENT SERVICE UNIT - ESU) DIVIDED BY 3,000 SQUARE FEET ROUNDED TO THE NEAREST WHOLE NUMBER TIMES THE ESU RATE	$ 3.50	$ 3.50	$ 3.50	$ 5.50	$ 6.25	$ 6.44	$ 6.62	$ 6.84	$ 6.84	$ 6.84
WASTE COLLECTION:										
SINGLE 90 GALLON CAN	$ 7.41	$ 7.41	$ 7.41	$ 7.41	$ 8.41	$ 8.66	$ 8.90	$ 9.20	$ 9.20	$ 9.20
COUNTY TIPPING FEE	$ 5.39	$ 5.39	$ 5.56	$ 5.56	$ 5.56	$ 5.56	$ 5.56	$ 5.56	$ 5.56	$ 5.56
TOTAL SINGLE CAN	$ 12.80	$ 12.80	$ 12.97	$ 12.97	$ 13.97	$ 14.22	$ 14.46	$ 14.76	$ 14.76	$ 14.76
EACH ADDITONAL 90 GALLON CAN	$ 7.41	$ 7.41	$ 7.41	$ 7.41	$ 7.41	$ 7.41	$ 7.41	$ 7.66	$ 7.66	$ 7.66
300 GALLON CAN (INCLUDES THE COUNTY TIPPING FEE)	$ 42.70	$ 42.70	$ 43.26	$ 43.26	$ 42.70	$ 43.98	$ 45.21	$ 46.17	$ 46.17	$ 46.17
GREEN WASTE RECYCLING:										
SINGLE CAN	$ 4.00	$ 4.00	$ 4.00	$ 4.00	$ 4.00	$ 4.00	$ 4.00	$ 4.13	$ 4.13	$ 4.13

BRIGHAM CITY CORPORATION

RATIOS OF OUTSTANDING DEBT BY TYPE

JUNE 30,

	GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES														
					WATER, SEWER AND ELECTRIC														
					REVENUE BONDS														
FISCAL YEAR	GENERAL OBLIGATION BONDS	SPECIAL ASSESSMENT BONDS	NOTES PAYABLE	CAPITAL LEASES	SERIES 2001	SERIES 1993	SERIES 1987A	SERIES 2006A	SERIES 2006B	SERIES 2006C	SERIES 2008A	SERIES 2008B	SERIES 2008C	SERIES 2008D	Notes Payable	CAPITAL LEASES	TOTAL PRIMARY GOVERNMENT	PERCENTAGE OF PERSONAL INCOME	PER CAPITA
2003	6,775,000	2,532,000	-	232,426	1,947,000	2,240,000	195,000	-	-	-	-	-	-	-		-	13,921,426	0.151%	782.10
2004	6,353,000	2,047,000	298,000	187,301	1,845,000	1,130,000	146,250	-	-	-	-	-	-	-		132,750	12,139,301	0.178%	681.98
2005	5,884,000	1,687,000	198,000	147,240	1,452,000	-	97,500	-	-	-	-	-	-	-		125,441	9,591,181	0.232%	524.71
2006	5,393,000	1,323,001	98,000	112,440	1,350,000	-	48,750	-	-	-	-	-	-	-		118,072	8,443,263	0.283%	456.39
2007	4,890,000	975,000	-	75,921	-	-	-	1,537,000	5,575,000	2,710,000	-	-	-	-		110,643	15,873,564	0.150%	858.03
2008	4,365,000	695,000	171,000	710,274	-	-	-	1,435,000	5,160,000	2,560,000	-	-	-	-		103,152	15,199,426	0.166%	812.80
2009	3,965,000	407,000	138,935	614,160	-	-	-	1,332,000	4,730,000	2,405,000	6,000,000	7,900,000	1,100,000	8,800,000		95,600	37,487,695	0.194%	731.96
2010	3,545,000	3,800,000	122,262	553,058	-	-	-	1,230,000	4,285,000	2,240,000	2,001,000	7,900,000	1,100,000	8,800,000	248,960	87,987	35,913,267	0.177%	861.62
2011	3,110,000	3,755,000	104,256	489,258	-	-	-	1,127,000	3,820,000	2,070,000	3,057,769	7,900,000	1,100,000	8,800,000	203,905	80,310	35,617,498	0.191%	824.61
2012	2,650,000	3,298,000	84,810	422,638	-	-	-	1,025,000	3,335,000	1,895,000	3,350,285	7,554,000	1,045,000	8,489,000	156,597	72,571	33,377,901	0.230%	718.39

NOTE: DETAILS REGARDING THE GOVERNMENT'S OUTSTANDING DEBT CAN BE FOUND IN THE NOTES TO THE FINANCIAL STATEMENTS.

THE REVENUE BONDS SERIES 2008A, 2008B, 2008C AND 2008D ARE FULLY SECURED BY TAX INCREMENT OF THE BOX ELDER COUNTY REDEVELOPMENT AGENCY.

AS SUCH THE PERCENTAGE OF PERSONAL INCOME AND PER CAPITA DOES NOT TAKE THESE BONDS INTO CONSIDERATION.

SEE DEMOGRAPHIC AND ECONOMIC STATISTICS, PAGE 114 FOR PERSONAL INCOME AND POPULATION DATA

BRIGHAM CITY CORPORATION

RATIOS OF GENERAL BONDED DEBT OUTSTANDING

JUNE 30,

	GENERAL BONDED DEBT OUTSTANDING				PERCENTAGE OF	
YEAR	GENERAL OBLIGATION BONDS	SPECIAL ASSESSMENT BONDS	REDEVELOPMENT BONDS	TOTAL	ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
2003	$ 6,775,000	$ 2,532,000	$ -	$ 9,307,000	1.81%	$ 516.85
2004	6,353,000	2,047,000	-	8,400,000	1.72%	459.54
2005	5,884,000	1,687,000	-	7,571,000	1.40%	412.48
2006	5,393,000	1,323,000	-	6,716,000	1.11%	363.03
2007	4,890,000	975,000	-	5,865,000	0.93%	317.03
2008	4,365,000	695,000	-	5,060,000	0.80%	270.59
2009	3,965,000	407,000	-	4,372,000	0.57%	233.80
2010	3,545,000	3,800,000	-	7,345,000	0.98%	392.78
2011	3,110,000	3,755,000	-	6,865,000	0.86%	383.54
2012	2,650,000	3,298,000	-	5,948,000	0.75%	328.58

NOTE: DETAILS REGARDING THE GOVERNMENT'S OUTSTANDING DEBT CAN BE FOUND IN THE NOTES TO THE FINANCIAL STATEMENTS.

SEE ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY, PAGE 97 FOR PROPERTY VALUE DATA

SEE DEMOGRAPHIC AND ECONOMIC STATISTICS, PAGE 114 FOR POPULATION DATA

BRIGHAM CITY CORPORATION

RATIOS OF NET GENERAL BONDED DEBT OUTSTANDING

JUNE 30,

	GENERAL BONDED DEBT OUTSTANDING						
FISCAL YEAR	GENERAL OBLIGATION BONDS	REDEVELOPMENT BONDS	TOTAL	DEBT SERVICE MONIES AVAILABLE	NET BONDED DEBT	PERCENTAGE OF ACTUAL TAXABLE VALUE OF PROPERTY	PER CAPITA
2003	$ 6,775,000	$ -	$ 6,775,000	$ 170,272	6,604,728	1.40%	$ 366.79
2004	6,353,000	-	6,353,000	96,232	6,256,768	1.33%	342.29
2005	5,884,000	-	5,884,000	177,645	5,706,355	1.13%	310.89
2006	5,393,000	-	5,393,000	189,166	5,203,834	0.86%	281.29
2007	4,890,000	-	4,890,000	220,599	4,669,401	0.74%	252.40
2008	4,365,000	-	4,365,000	274,463	4,090,537	0.65%	218.75
2009	3,965,000	-	3,965,000	272,835	3,692,165	0.48%	197.44
2010	3,545,000	-	3,545,000	229,456	3,315,544	0.44%	177.30
2011	3,110,000	-	3,110,000	148,985	2,961,015	0.37%	165.43
2012	2,650,000	-	2,650,000	217,038	2,432,962	0.31%	135.93

NOTE: DETAILS REGARDING THE GOVERNMENT'S OUTSTANDING DEBT CAN BE FOUND IN THE NOTES TO THE FINANCIAL STATEMENTS

BRIGHAM CITY CORPORATION

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

AS OF JUNE 30, 2012

GOVERNMENTAL UNIT	DEBT OUTSTANDING	ESTIMATED PERCENTAGE APPLICABLE	ESTIMATED SHARE OF OVERLAPPING DEBT
DEBT PAID WITH PROPERTY TAXES:			
BOX ELDER COUNTY GENERAL OBLIGATION DEBT	$ 1,900,000	19.800%	$ 376,200
BOX ELDER SCHOOL DISTRICT	53,750,000	19.800%	10,642,500
OVERLAPPING DEBT			11,018,700
DIRECT DEBT			2,650,000
TOTAL DIRECT AND OVERLAPPING DEBT			$ 13,668,700

SOURCES: ASSESSED VALUE DATA USED TO ESTIMATE APPLICABLE PERCENTAGES PROVIDED BY
BOX ELDER COUNTY'S FINANCIAL REPORT
DEBT OUTSTANDING DATA PROVIDED BY EACH GOVERNMENTAL UNIT.

NOTE: OVERLAPPING GOVERNMENTS ARE THOSE THAT COINCIDE, AT LEAST IN PART, WITH THE GEOGRAPHIC BOUNDARIES OT THE CITY. THIS SCHEDULE ESTIMATES THE PORTION OF THE OUTSTANDING DEBT OF THOSE OVERLAPPING GOVERNMENTS THAT IS BORNE BY THE RESIDENTS AND BUSINESSES OF BRIGHAM CITY CORPORATION. THIS PROCESS RECOGNIZES THAT, WHEN CONSIDERING THE CITY'S ABILITY TO ISSUE AND REPAY LONG-TERM DEBT, THE ENTIRE DEBT BURDEN BORNE BY THE RESIDENTS AND BUSINESSES SHOULD BE TAKEN INTO ACCOUNT. HOWEVER, THIS DOES NOT IMPLY THAT EVERY TAXPAYER IS A RESIDENT, AND THEREFORE RESPONSIBLE FOR REPAYING THE DEBT, OF EACH OVERLAPPING GOVERNMENT.

FOR DEBT REPAID WITH PROPERTY TAXES, THE PERCENTAGE OF OVERLAPPING DEBT APPLICABLE IS ESTIMATED USING TAXABLE ASSESSED PROPERTY VALUES. APPLICABLE PERCENTAGES WERE ESTIMATED BY DETERMINING THE PORTION OF ANOTHER GOVERNMENT'S TAXABLE ASSESSED VALUE THAT IS WITHIN THE CITY'S BOUNDARIES AND DIVIDING IT BY EACH UNIT'S TOTAL TAXABLE ASSESSED VALUE. THIS APPROACH WAS ALSO USED FOR BOX ELDER COUNTY CAPITAL LEASE. BOX ELDER COUNTY'S REVENUE BONDS, TAXABLE SALES TAX BONDS, AND SPECIAL ASSESSMENT BONDS ARE REPAID THROUGH REVENUE GENERATED OUTSIDE THE BOUNDARIES OF THE CITY AND AS SUCH THE APPLICABLE PERCENTAGE IS ZERO.

BRIGHAM CITY CORPORATION

LEGAL DEBT MARGIN INFORMATION

JUNE 30,

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2011
TAXABLE VALUE	$ 514,959,000	$ 488,259,000	$ 538,963,000	$ 606,233,000	$ 632,550,000	$ 677,111,534	$ 772,332,539	$ 749,282,456	$ 799,055,003	$ 790,840,303
PERMITTED PERCENTAGE	4%	4%	4%	4%	4%	4%	4%	4%	4%	4%
INDEBTEDNESS WHICH MAYBE INCURRED	$ 20,598,360	$ 19,530,360	$ 21,558,520	$ 24,249,320	$ 25,302,000	$ 27,084,461	$ 30,893,302	$ 29,971,298	$ 31,962,200	$ 31,633,612
AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT:										
GENERAL OBLIGATION BONDS	6,775,000	6,353,000	5,884,000	5,393,000	4,890,000	4,365,000	3,965,000	3,545,000	3,110,000	2,650,000
LESS: ASSETS RESTRICTED FOR PAYMENT	(170,272)	(96,232)	(177,645)	(189,166)	(220,599)	(274,463)	(272,835)	(229,456)	(148,985)	(217,038)
TOTAL AMOUNT OF DEBT APPLICABLE TO DEBT LIMIT	6,604,728	6,256,768	5,706,355	5,203,834	4,669,401	4,090,537	3,692,165	3,315,544	2,961,015	2,432,962
LEGAL DEBT MARGIN	$ 13,993,632	$ 13,273,592	$ 15,852,165	$ 19,045,486	$ 20,632,599	$ 22,993,924	$ 27,201,137	$ 26,655,754	$ 29,001,185	$ 29,200,650
TOTAL NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT	32.06%	32.04%	26.47%	21.46%	18.45%	15.10%	11.95%	11.06%	9.26%	7.69%

BRIGHAM CITY CORPORATION

PLEDGED-REVENUE COVERAGE

JUNE 30,

	WATER, SEWER, AND ELECTRIC REVENUE BONDS							SPECIAL ASSESSMENT BONDS				
	DIRECT							SPECIAL				
FISCAL	GROSS	OPERATING	AVAILABLE	DEBT SERVICE REQUIREMENTS				ASSESSMENT	DEBT SERVICE REQUIREMENTS			
YEAR	REVENUES	EXPENSES	DEBT SERVICE	PRINCIPAL	INTEREST	TOTAL	COVERAGE	COLLECTIONS	PRINCIPAL	INTEREST	TOTAL	COVERAGE
2003	$ 12,905,444	$ 9,927,843	$ 2,977,601	$ 1,271,750	$ 279,809	$ 1,551,559	1.92	$ 364,630	$ 327,000	$ 171,221	$ 498,221	0.73
2004	14,450,286	10,581,094	3,869,192	1,260,750	127,904	1,388,654	2.79	306,313	342,000	151,120	493,120	0.62
2005	13,403,635	11,254,494	2,149,141	1,281,750	138,975	1,420,725	1.51	321,612	367,000	130,186	497,186	0.65
2006	14,613,467	11,556,733	3,056,734	199,500	50,641	250,141	12.22	308,127	364,000	67,760	431,760	0.71
2007	15,440,161	11,862,950	3,577,211	2,373,000	358,937	2,731,937	1.31	310,852	348,000	50,980	398,980	0.78
2008	16,237,425	12,422,180	3,815,245	667,000	385,418	1,052,418	3.63	276,431	280,000	35,819	315,819	0.88
2009	17,132,389	13,226,068	3,906,321	712,000	335,757	1,047,757	3.73	228,694	267,000	15,610	282,610	0.81
2010	18,297,323	13,275,687	5,021,636	738,000	308,153	1,046,153	4.80	201,207	45,000	127,876	172,876	1.16
2011	19,075,580	13,800,693	5,274,887	1,551,973	1,012,164	2,564,137	2.06	373,633	165,000	198,280	363,280	1.03
2012	22,898,562	15,077,045	7,821,517	1,665,000	817,228	2,482,228	3.15	502,897	175,000	174,599	349,599	1.44

NOTE: DETAILS REGARDING THE GOVERNMENT'S DEBT CAN BE FOUND IN THE NOTES TO THE FINANCIAL STATEMENTS. OPERATING EXPENSES INCLUDE DEPRECIATION AND AMORTIZATION, BUT DO NOT INCLUDE INTEREST.

BRIGHAM CITY CORPORATION

DEMOGRAPHIC AND ECONOMIC STATISTICS

JUNE 30,

	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
DATE OF INCORPORATION - JANUARY 12, 1867										
SQUARE MILES IN CORPORATE LIMITS	12.5	12.5	24.0	24.0	24.0	24.0	24.0	24.0	24.0	24.9
EDUCATION INFORMATION										
ATTENDANCE CENTERS										
ELEMENTARY	5	5	5	5	5	5	5	4	4	4
SECONDARY	3	3	3	3	3	3	3	3	3	3
TEACHERS										
ELEMENTARY	105	95	103	73	96	99	97	74	86	86
SECONDARY	184	152	163	125	166	180	163	158	102	102
STUDENTS										
ELEMENTARY	1,929	1,901	2,202	1,860	1,894	1,937	1,910	1,816	1,816	1,816
SECONDARY	3,508	3,398	3,117	3,302	3,294	3,449	3,325	3,566	3,587	3,587
POPULATION	18,007	18,279	18,355	18,500	18,500	18,700	18,700	18,700	17,899	18,012
PERSONAL INCOME (IN THOUSANDS)	$ 378,273	$ 394,132	$ 408,858	$ 441,688	$ 441,688	$ 475,059	$ 495,587	$ 523,150	$ 504,501	$ 535,787
PER CAPITA PERSONAL INCOME	$ 21,007	$ 21,562	$ 22,275	$ 23,875	$ 23,875	$ 25,298	$ 26,502	$ 28,449	$ 28,186	$ 29,746
UNEMPLOYMENT RATES:										
COUNTY	5.50%	4.90%	4.20%	3.10%	2.90%	3.40%	5.90%	8.10%	8.60%	7.10%
STATE	5.80%	5.00%	4.10%	3.20%	2.80%	3.23%	6.20%	7.20%	7.00%	6.00%
NATIONAL	6.00%	5.40%	4.90%	4.70%	4.70%	5.50%	9.80%	9.70%	9.10%	8.20%

SOUCES:

EDUCATION INFORMATION OBTAINED FROM THE BOX ELDER COUNTY SCHOOL DISTRICT

POPULATION OBTAINED FROM THE U.S. CENSUS BUREAU

PERSONAL INCOME FROM THE U.S. BUREAU OF ECONOMIC ANALYSIS

UNEMPLOYMENT RATES OBTAINED FROM THE STATE OF UTAH WORKFORCE SERVICES

BRIGHAM CITY CORPORATION

PRINCIPAL EMPLOYERS

JUNE 30, 2012

	JUNE 30, 2012			JUNE 30, 2006		
EMPLOYER	EMPLOYEES	RANK	PERCENTAGE OF GOVERNMENT EMPLOYMENT	EMPLOYEES	RANK	PERCENTAGE OF GOVERNMENT EMPLOYMENT
AUTOLIV ASP	500-999		NOT AVAILABLE	500-999		NOT AVAILABLE
BOX ELDER COUNTY SCHOOL DISTRICT	500-999		NOT AVAILABLE	250-499		NOT AVAILABLE
VULCRAFT	250-499		NOT AVAILABLE	250-499		NOT AVAILABLE
ABC - ASSOCIATED BRIGHAM CONTRACTORS	500-999		NOT AVAILABLE			NOT AVAILABLE
WALMART SUPERSTORE	100-249		NOT AVAILABLE			NOT AVAILABLE
BRIGHAM CITY CORPORATION	100-249		NOT AVAILABLE	100-249		NOT AVAILABLE
BRIGHAM CITY COMMUNITY HOSPITAL	100-249		NOT AVAILABLE	100-249		NOT AVAILABLE
WHITAKER CONSTRUCTION CO.	100-249		NOT AVAILABLE	100-249		NOT AVAILABLE
GOLDEN EMPIRE MANUFACTURING	100-249		NOT AVAILABLE			NOT AVAILABLE
STORM PRODUCTS	100-249		NOT AVAILABLE	100-249		NOT AVAILABLE
KENT'S FOOD	50-99		NOT AVAILABLE	50-99		NOT AVAILABLE
SMITH'S FOOD & DRUG	50-99		NOT AVAILABLE	50-99		NOT AVAILABLE
JACK B. PARSONS COMPANIES	50-99		NOT AVAILABLE			NOT AVAILABLE

EMPLOYERS LISTED IN ALPHABETICAL ORDER BY NUMBER OF EMPLOYEES

BRIGHAM CITY CORPORATION

FULL-TIME EQUIVALENT GOVERNMENT EMPLOYEES BY FUNTION/PROGRAM

JUNE 30,

FUNCTION/PROGRAM:	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
GENERAL GOVERNMENT:										
CITY COUNCIL	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
MAYOR'S OFFICE	4.0	4.0	5.0	4.0	3.0	3.0	3.0	3.0	3.0	3.0
HUMAN RESOURCES	-	-	-	-	1.0	1.0	1.0	1.0	1.0	1.0
ADMINISTRATION	7.0	7.0	7.0	7.2	7.2	7.2	7.2	8.2	8.6	8.6
BUILDINGS	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
PLANNING & ECONOMIC DEVELOPMENT	1.0	1.0	1.0	1.0	1.0	1.0	1.0	2.0	3.0	3.0
RISK MANAGEMENT										
PUBLIC SAFETY										
POLICE										
OFFICERS	25.0	24.0	25.0	25.0	26.0	25.0	25.5	25.5	25.5	24.5
CIVILIANS	7.0	7.0	7.0	6.0	6.0	6.4	4.9	6.7	5.8	4.3
FIRE										
AMBULANCE										
EMERGENCY SERVICES	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
COMMUNITY DEVELOPMENT/INSPECTION	4.5	4.5	4.5	7.0	7.0	9.0	9.0	5.0	4.0	4.0
PUBLIC WORKS										
STREETS & HIGHWAYS	7.0	7.0	7.0	7.0	6.0	6.0	5.0	5.0	6.0	6.0
ENGINEERING	2.5	2.5	2.0	2.0	2.0	4.0	4.0	3.0	3.0	2.0
AIRPORT										
CULTURE, PARKS AND RECREATION										
PARKS	5.5	5.5	5.5	7.5	8.5	9.2	9.3	4.0	4.0	4.0
RECREATION	1.5	2.0	2.0	2.0	2.0	2.0	2.0	4.2	5.2	4.2
CEMETERY	2.0	2.0	2.0	3.0	3.0	3.0	3.0	1.0	1.0	1.0
MUSEUM GALLERY	1.7	1.7	1.7	1.7	1.7	1.7	2.0	2.0	2.0	2.0
SENIOR CITIZENS	8.0	8.0	7.8	8.0	8.0	8.0	9.4	9.4	9.9	9.9
GOLF	2.0	2.0	2.0	2.0	2.0	2.0	3.0	0.0	0.0	0.0
LIBRARY	7.5	7.5	7.0	7.7	7.8	8.2	8.1	8.1	8.0	8.0
COMMUNITY AND ECONOMIC DEVELOPMENT										
RDA'S AND EDA'S	-	-	-	-	-					
WATER	6.0	6.0	6.0	6.0	6.0	4.0	4.0	5.0	5.0	5.0
WASTE TREATMENT	10.0	10.0	10.0	10.0	10.0	9.0	9.5	9.5	9.5	10.5
ELECTRIC	14.5	14.5	14.0	14.0	13.0	13.0	13.0	13.5	13.0	13.0
WASTE COLLECTION	4.0	4.0	4.0	4.0	4.0	3.0	3.0	3.0	3.0	3.0
STORM DRAIN	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
FLEET LEASING	6.0	5.0	5.0	5.0	5.0	4.0	4.0	3.0	3.0	3.0
TOTAL	135.7	134.2	134.5	139.1	139.2	138.7	139.9	131.1	132.5	129.0

SOURCE: GOVERNMENT'S PERSONNEL OFFICE

NOTE: CITY COUNCIL REPRESENTS THE FIVE ELECTED COUNCILMEMBERS

MAYOR'S OFFICE INCLUDES THE ELECTED MAYOR

FIRE AND AMBULANCE ARE NOT INCLUDED BECAUSE BOTH DEPARTMENTS ARE VOLUNTEER

BRIGHAM CITY CORPORATION

OPERATING INDICATORS BY FUNCTION/PROGRAM

JUNE 30,

FUNCTION/PROGRAM	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
POLICE										
CITATIONS	3,639	2,765	2,248	1,973	2,040	1,448	1,645	1,437	1,532	1,705
ACCIDENTS (TRAFFIC)	602	754	480	527	582	689	894	801	502	485
STOLEN PROPERTY VALUE (DOLLARS)	$ 381,573	$ 269,783	$ 313,441	$ 271,176	$ 321,476	$ 270,474	$ 281,204	$ 348,649	$ 229,980	$ 334,782
FIRE										
EMERGENCY RESPONSES	322	249	266	306	327	389	369	388	324	373
INSPECTIONS	44	51	102	146	163	190	186	158	105	98
AMBULANCE CALLS	1,334	1,458	1,722	1,803	1,986	2,004	2,028	2,040	1,690	1,946
COMMUNITY DEVELOPMENT										
BUILDING PERMITS ISSUED	339	385	379	325	349	337	262	268	239	304
VALUE OF BUILDING PERMITS	$ 7,027,034	$ 8,794,496	$ 14,157,700	$ 12,189,600	$ 47,137,997	$ 17,821,545	$ 15,327,668	$ 21,287,468	$ 29,331,868	$ 22,689,337
NEW BUSINESS LICENSES ISSUED	156	126	120	114	109	147	108	209	143	3
STREETS										
STREET RESURFACING (MILES)	7	8	5	4	3.5	5.3	5	2	2	3
TOTAL STREET MILES	80	80	87	87	89	89	89	93	93	94
SWIMMING POOL										
NUMBER OF ADMISSIONS	49,361	41,661	37,203	31,415	33,944	29,249	40,594	45,201	27,269	28,479
NUMBER OF AFTER HOUR RESERVATIONS	36	62	55	65	67	53	62	50	50	54
NUMBER TAKING SWIMMING LESSONS	606	636	854	808	774	707	776	785	813	949
RECREATION										
NUMBER OF PROGRAMS										
YOUTH	35	34	35	42	37	47	47	34	71	73
ADULTS	14	12	17	16	21	24	24	14	31	29
NUMBER OF PARTICIPANTS										
YOUTH	2,478	2,733	2,222	3,293	3,437	5,377	5,498	6,220	5,217	7,498
ADULTS	1,394	1,081	1,948	1,492	2,440	4,060	4,019	3,275	2,316	2,113
MUSEUM GALLERY										
NUMBER OF EXHIBITS HELD	8	9	12	9	8	7	9	10	8	7
NUMBER OF VISITORS	6,000	8,100	8,200	7,900	7,950	8,500	8,250	12,000	10,000	5,814
SENIOR CENTER										
NUMBER OF MEALS SERVED				71,686	71,848	75,322	75,367	76,124	65,621	65,602
NUMBER OF SENIOR PARTICIPATION				2,099	2,123	2,327	2,493	2,478	1,331	1,277

BRIGHAM CITY CORPORATION

OPERATING INDICATORS BY FUNCTION/PROGRAM

JUNE 30,

FUNCTION/PROGRAM	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
CEMETERY										
NUMBER OF BURIALS	172	184	157	160	169	179	137	184	197	177
GOLF										
NUMBER OF ROUNDS	63,151	53,951	56,524	55,497	55,152	53,561	52,207	50,164	51,056	58,723
AIRPORT										
NUMBER OF LANDINGS	33,970	34,970	36,000	35,000	34,000	34,500	37,770	36,900	38,000	39,000
LIBRARY										
VOLUMES IN COLLECTION	53,858	60,829	57,551	59,482	60,655	63,176	66,594	67,820	68,350	73,000
TOTAL CIRCULATION	234,046	224,881	246,241	239,869	254,127	255,304	266,190	256,652	260,346	269,774
WATER										
NUMBER OF CONNECTIONS	5,414	5,445	5,496	5,539	6,238	5,626	5,724	5,710	5,783	5,877
TOTAL CONSUMPTION (1,000 OF GALLONS)	1,756,565	1,637,214	1,319,689	1,600,880	1,516,575	1,635,339	1,457,260	1,234,607	1,952,867	2,100,526
AVERAGE DAILY CONSUMPTION (1,000 OF GALLONS)	4,813	4,486	3,616	4,386	4,155	4,480	3,992	3,382	5,350	5,755
AVERAGE MONTHLY BILLING	$ 23.71	$ 28.77	$ 23.05	$ 28.57	$ 28.60	$ 29.47	$ 30.05	$ 29.95	$ 29.95	$ 36.50
WASTE TREATMENT										
NUMBER OF CONNECTIONS	5,610	5,692	5,736	5,800	5,976	6,007	6,032	6,721	6,841	6,924
TOTAL SEWAGE TREATED (1,000 OF GALLONS)	577,500	572,220	661,970	681,870	620,500	573,400	584,000	584,000	851,660	851,660
AVERAGE DAILY SEWAGE TREATMENT (1,000 OF GALLONS)	1,582	1,568	1,814	1,868	1,700	1,571	1,600	1,600	2,330	2,450
AVERAGE MONTHLY BILLING	$ 27.11	$ 28.29	$ 26.70	$ 26.30	$ 26.07	$ 25.93	$ 29.13	$ 27.28	$ 25.16	$ 25.16
ELECTRIC										
NUMBER OF CONNECTIONS	6,846	6,916	7,003	7,035	7,109	7,200	7,410	7,276	7,521	7,538
TOTAL KWH CONSUMED	132,743,343	143,633,275	136,624,365	145,460,421	147,382,596	154,021,743	143,743,210	141,565,143	148,915,244	156,368,003
KWH GENERATED	5,304,152	4,992,189	7,032,647	9,527,357	7,678,145	7,271,580	7,774,917	8,274,540	8,697,608	9,000,264
KWH PURCHASED	136,952,405	145,407,420	141,921,015	145,125,854	146,542,056	152,374,509	139,889,600	138,162,729	147,097,460	154,444,405
AVERAGE DAILY KWH CONSUMED	363,680	393,516	374,313	398,522	403,788	421,977	393,817	387,850	407,987	421,979
AVERAGE MONTHLY BILLING	$ 95.01	$ 102.32	$ 96.14	$ 108.76	$ 110.28	$ 109.51	$ 111.46	$ 129.12	$ 122.58	$ 126.55

NOTE:

FIRE INSPECTIONS IN 2005 STARTED TO DO LIFE SAFETY INSPECTIONS

BRIGHAM CITY CORPORATION

CAPITAL ASSETS BY FUNCTION/PROGRAM

JUNE 30,

FUNCTION/PROGRAM	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
PUBLIC SAFETY:										
POLICE:										
STATIONS	1	1	1	1	1	1	1	1	1	1
PATROL UNITS	15	15	15	15	15	15	15	15	15	15
FIRE:										
STATIONS	1	1	1	1	1	1	1	1	1	1
FIRE FIGHTING VEHICLES	9	9	9	9	9	10	10	10	10	10
AMBULANCE:										
STATIONS	1	1	1	1	1	1	1	1	1	1
AMBULANCE VEHICLES	5	5	5	5	5	5	5	5	5	5
PUBLIC WORKS:										
STREETS:										
MILES	80	80	87	87	89	89	89	93	93	94
TRAFFIC SIGNALS	7	7	7	7	7	8	8	8	8	8
CULTURE, PARKS & RECREATION:										
PARKS AND RECREATION:										
PARK ACREAGE	92.6	92.6	85.4	85.4	85.4	85.4	85.4	85.4	85.4	87.6
PLAYGROUNDS	8	8	8	8	8	8	9	9	9	9
BASEBALL/SOFTBALL DIAMONDS	6	6	6	6	6	6	6	6	6	7
SOCCER/FOOTBALL FIELDS	8	8	8	8	8	8	8	8	8	9
TENNIS COURTS	4	4	4	4	4	4	4	4	4	4
OUTDOOR SPORTS/BASKETBALL COURT						1	2	2	2	2
COMMUNITY CENTER	1	1	1	1	1	1	1	1	1	1
GOLF:										
EIGHTEEN HOLE COURSES	1	1	1	1	1	1	1	1	1	1
SWIMMING POOL:										
NUMBER	1	1	1	1	1	1	1	1	1	1
SIZE (GALLONS)	603,244	603,244	603,244	603,244	603,244	603,244	603,244	603,244	603,244	603,244
CULTURE:										
LIBRARY	1	1	1	1	1	1	1	1	1	1
MUSEUM GALLERY	1	1	1	1	1	1	1	1	1	1
OTHER:										
CEMETERY:										
NUMBER	1	1	1	1	1	1	1	1	1	1
TOTAL POTENTIAL PLOTS	NOT AVAILABLE		22,077	22,077	22,077	22,077	22,077	22,077	22,462	22,462
TOTAL USED PLOTS	NOT AVAILABLE		12,559	12,719	12,893	13,069	13,204	13,388	13,586	13,763
COLUMBARIUM'S:										
NUMBER		NOT APPLICABLE		1	1	1	1	1	1	2
TOTAL NICHES		NOT APPLICABLE		48	48	48	48	48	48	96
TOTAL NICHES SOLD		NOT APPLICABLE		6	10	13	24	25	32	34
UTILITIES:										
WATER:										
WATER MAINS (MILES)	88	88	88	88	88	94.5	94.5	95.0	106.0	106.0
FIRE HYDRANTS	600	600	600	602	610	631	640	649	621	736
STORAGE CAPACITY:										
RESERVOIRS (MILLIONS - GALLONS)	12.2	12.2	12.2	12.2	12.2	12.2	12.2	12.2	12.2	12.2
WELL STORAGE (GALLONS) (NOTE)										

BRIGHAM CITY CORPORATION

CAPITAL ASSETS BY FUNCTION/PROGRAM

JUNE 30,

FUNCTION/PROGRAM	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
WASTE TREATMENT:										
TREATMENT PLANTS	1	1	1	1	1	1	1	1	1	1
TREATMENT CAPACITY (MILLIONS - GALLONS)										
NORMAL FLOW	4.0	4.0	4.0	4.0	4.0	4.0	4.0	6.0	6.0	6.0
PEAK FLOW	6.0	6.0	6.0	6.0	6.0	6.0	6.0	9.0	9.0	9.0
SANITARY SEWERS (MILES)	83.5	83.5	83.5	83.5	83.5	88.0	88.0	88.0	88.2	88.2
ELECTRIC:										
SUBSTATIONS	6	6	6	6	6	6	6	7	7	7
TRANSMISSION/DISTRIBUTION LINES (MILES)	90.5	90.5	93.0	94.0	95.0	96.0	96.0	96.0	90.0	90.0
SERVICE CENTERS	1	1	1	1	1	1	1	1	1	1
GENERATION PLANT	1	1	1	1	1	1	1	1	1	1
GENERATING CAPACITY (KW)	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800	1,800
NUMBER OF STREET LIGHTS	1,013	1,013	1,025	1,025	1,139	1,152	1,164	1,164	1,191	1,191
STORM DRAIN:										
STORM DRAINAGE SYSTEM (MILES)	1.43	2.14	2.14	29.56	32.46	60.8	60.8	60.8	65.5	67.0

NOTE:

WATER STORAGE - WELLS: THE GOVERNMENT INJECTS WATER INTO THE WELLS DURING THE WINTER MONTHS USING THE OVERFLOW WATER FROM ITS SPRINGS. THE GOVERNMENT IS ABLE TO RECLAIM ALL THE WATER INJECTED INTO THE WELLS.

CEMETERY - COLUMBARIUMS: JUNE 30, 2006 IS THE FIRST YEAR.

STORM DRAINAGE SYSTEM (MILES): THE INCREASE IN 2006 IS THE RESULT OF THE GOVERNMENT CONSTRUCTING A STORM DRAINAGE SYSTEM.

BRIGHAM CITY CORPORATION

MANAGEMENT REPORT

FOR THE YEAR ENDED
JUNE 30, 2012

Davis & Bott
Certified Public Accountants, L.C.
50 West Forest, Suite 101
P.O. Box 369
Brigham City, Utah 84302
435-723-5224

BRIGHAM CITY CORPORATION
MANAGEMENT REPORT
FOR THE YEAR ENDED JUNE 30, 2012

BRIGHAM CITY CORPORATION
MANAGEMENT REPORT
FOR THE YEAR ENDED JUNE 30, 2012

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Davis & Bott
Certified Public Accountants, L.C.
50 West Forest, Suite 101
P.O. Box 369
Brigham City, Utah 84302
435-723-5224

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

The Honorable Mayor and City Council
Brigham City Corporation

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Brigham City Corporation (City) as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 5, 2012. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses. Given these limitations during our audit, we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL OVER FINANCIALREPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Continued

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance, which we have reported to management of the City in the accompanying Schedule of Findings, Recommendations and Responses.

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

This report is intended solely for the information and use of the audit committee, management, Brigham City Council, others within the entity, and federal awarding agencies and pass-through entities, and is not intended to be, and should not be, used by anyone other than those specified parties.

Davis & Bott

Davis & Bott
Certified Public Accountants, L.C.

Brigham City, Utah
December 5, 2012

Davis & Bott
Certified Public Accountants, L.C.
50 West Forest, Suite 101
P.O. Box 369
Brigham City, Utah 84302
435-723-5224

INDEPENDENT AUDITOR'S REPORT ON STATE OF UTAH LEGAL COMPLIANCE

The Honorable Mayor and City Council
Brigham City Corporation
Brigham City, Utah

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Brigham City Corporation (City) for the year ended June 30, 2012, and have issued our report thereon dated December 5, 2012. As part of our audit, we have audited the City's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort or earmarking; reporting; and special tests and provisions as applicable to each of its major state assistance programs as required by the State of Utah Legal Compliance Audit Guide for the year ended June 30, 2012.

The City received the following major assistance programs from the State of Utah:

- B & C road funds (Department of Transportation)
- Liquor Law Enforcement (State Tax Commission)

The City also received the following nonmajor grants which are not required to be audited for specific compliance requirements: (However, these programs were subject to test work as part of the audit of the City's financial statements.)

- Airport Grant (Department of Transportation)
- Emergency Relief (Department of Transportation)
- Strike Force Grant (Utah Commission on Criminal & Juvenile Justice)
- Humanities Grant (Utah Humanities Council)
- Library Grant (Department of Community and Culture)
- Museum Grant (Department of Community and Culture)

Our audit also included test work on the City's compliance with those general compliance requirements identified in the State of Utah Legal Compliance Audit Guide:

- Public debt
- Cash management
- Purchasing requirements
- Budgetary compliance
- Utah Retirement Systems
- Class B & C road funds
- Fund balance
- Truth in taxation
- Uniform building code standards
- Impact fees
- Liquor law enforcement
- Other compliance requirements
- Asset forfeiture

INDEPENDENT AUDITOR'S REPORT ON STATE OF UTAH LEGAL COMPLIANCE

Continued

Management of the City is responsible for the City's compliance with all compliance requirements identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements. We believe our audit provides a reasonable basis for our opinion.

Our audit does not provide a legal determination on the City's compliance with these requirements. The results of our audit procedures disclosed immaterial instances of noncompliance with requirements referred to above, which are described in the accompanying Schedule of Findings, Recommendations and Responses. We considered these instances of noncompliance in forming our opinion on compliance, which is expressed in the following paragraph.

In our opinion, Brigham City Corporation complied, in all material respects, with the general compliance requirements identified above and the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and special tests and provisions that are applicable to each of its major state assistance programs for the year ended June 30, 2012.

The City's written responses to the findings identified in our audit are described in the accompanying Schedule of Findings, Recommendations and Responses. We did not audit the City's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management of the City and is not intended to be and should not be used by anyone other than these specified parties. However, the report is a matter of public record and its distribution is not limited.

Davis & Bott

Davis & Bott
Certified Public Accountants, L.C.

Brigham City, Utah
December 5, 2012

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012

INTERNAL CONTROL OVER FINANCIAL REPORTING

Material Weaknesses

Current Year - There are no material weaknesses in the current year.

Prior Year

2011-1 Internal Controls over Financial Reporting

Condition – During our audit we noted the financial statements provided to the auditor were materially incorrect and did not tie to the general ledger. Instances of this were exhibited where total columns did not tie to the sum of the columns and the cash flow statement was off by $5 million.

Criteria – Internal control standards adopted by the Government Accountability Office (GAO) expect that the individuals charged with governance of an organization establish controls over financial reporting such that material misstatements will be prevented, or detected and corrected, in a timely manner.

Cause – It appears there is inadequate review of the financial statements by anyone other than the preparer before they are submitted for audit.

Effect – This could result in material misstatement of the financial statements.

Recommendation – We recommend the City have someone review the financial statements before they are submitted to the auditor. If this is not feasible or possible, earlier preparation of the financial statements, with a detailed final review by the preparer of the financial statements, could greatly improve the quality of financial statements.

Response – Management will ensure that a draft of the financial statements with a detailed final review by the Finance Director is available to the auditors prior to November 15th, and sooner, if possible.

Current Status – **This has been implemented.** A draft financial statement was provided to the auditors at the beginning of the audit. The financial statements tied to the TB and there were no major concerns with the format or content of the financial statements. Financial statement notes and the management's discussion and analysis were provided toward the end of the audit, so as to have final numbers when preparing them. The Finance Director prepared the financial statements and had his staff review and tie out the statements before presenting it to the auditor. This no longer appears to be a material weakness or a significant deficiency.

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012
Continued

INTERNAL CONTROL OVER FINANCIAL REPORTING (Continued)

Significant Deficiencies

Current Year – There are no significant deficiencies in the current year.

Prior Year

2011-2 Journal Entry Review

Condition – A number of client-prepared journal entries were incorrect and had to be corrected during the audit.

Criteria – There should be sufficient control over the journal entry process such that journal entries posted to the general ledger are correct, or if not correct, that they are detected and corrected in a timely manner.

Cause – The purpose and effects of the journal entries are not being adequately considered before the entries are being posted.

Effect – This could result in a material misstatement of the financial statements.

Recommendation – We recommend that those employees who review journal entries take extra time to understand the purpose of the journal entry. It would also be helpful to check the balances of the accounts immediately after the journal entry is made to ensure that the balance seems reasonable in relation to the intent of the journal entry.

Response – Management agrees and will implement the recommendation.

Current Status – **This has been implemented.** Our journal entry testing for the year ended June 30, 2012 found no instances of journal entries not being made in a proper manner. This will no longer be considered a significant deficiency.

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012
Continued

UTAH STATE LEGAL COMPLIANCE FINDINGS

Current Year

2012-1 Budgetary Compliance

Finding - Utah Code 10-6 states that officers and employees of the entity shall not incur expenditures or encumbrances in excess of the total appropriation for any department. We noted the following departments/funds were over budget.

General Fund:	Planning and Economic Development Emergency Services Cemetery Museum Gallery Senior Citizens
Special Revenue Fund:	Golf Course RDA – Project #1 CDA – 1100 South
Capital Projects Fund:	Capital Projects – Airport Capital Projects – Emergency Disaster

Recommendation – We recommend the City monitor expenditures and make necessary budgetary changes when appropriate.

Response – The City tries to anticipate the actual expenditures through the end of the year and make changes accordingly. Sometimes estimates used are incorrect and we go over. We will continue to try to keep departments and funds within budget.

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012
Continued

UTAH STATE LEGAL COMPLIANCE FINDINGS (*Continued*)

2012-2 Fund Balances

Finding
Utah Code Section 17-36-17(1): 10-6-117(1): 10-5 114: 17a-1-416(1), states that appropriations in the final budget may not be made for any fund in excess of the estimated expendable revenues for the budget year. In other words, deficits in any fund are illegal. We noted the following deficit fund balances:

- RDA – Project #1
- RDA – West Forest Street
- EDA – Northwest Project
- CDA – 1100 South

Recommendation - We recommend the City monitor these funds and take appropriate corrective measures to bring these balances into compliance in the near future. We also recommend the City carefully consider future projects that request RDA or EDA status. The City should review the projects for viability and capability to return the investment in a reasonable time period.

Response - These RDA and EDA deficits will be eliminated when the tax increment is collected. The deficit in the EDA-Northwest will be eliminated over the next 13 years. The deficit resulted from the purchase of land and site improvements as an inducement for a company to locate their operations in the City.

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012
Continued

UTAH STATE LEGAL COMPLIANCE FINDINGS (*Continued*)

Status of Prior Year Findings

2011-3 Budgetary Compliance

Finding - Utah Code 10-6 states that officers and employees of the entity shall not incur expenditures or encumbrances in excess of the total appropriation for any department. We noted the following departments/funds were over budget.

General Fund:	Senior Citizens
Special Revenue Fund:	RDA – Project #1

Recommendation – We recommend the City monitor expenditures and make necessary budgetary changes when appropriate.

Response – The City tries to anticipate the actual expenditures through the end of the year and make changes accordingly. Sometimes estimates used are incorrect and we go over. We will continue to try to keep departments and funds within budget.

Current Status – Several departments and funds were over budget. See current year finding 2012-1.

2011-4 General Compliance B and C Road Funds

Finding – Utah Code 72-3-105(6) states that any payment on a contract with a private contractor for work on a class B or C road is retained or withheld, it shall be placed in an interest-bearing account and the interest shall accrue for the benefit of the contractor and subcontractors to be paid after the project is completed and accepted by the governing officials. The City does not hold retainage in a separate account.

Recommendation – Set up a separate interest bearing account to use when there is retainage on Class B and C Road projects.

Response – The City agrees and will implement this recommendation.

Current Status – This has been implemented.

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012
Continued

UTAH STATE LEGAL COMPLIANCE FINDINGS (*Continued*)

Status of Prior Year Findings *(Continued)*

2011-5 Other General Compliance Issues

Finding - State statute requires that unclaimed property be remitted annually to the Utah State Treasurer. This includes unclaimed (outstanding) vendor or payroll checks. We noted several checks that were more than one year outstanding.

Recommendation - We recommend the City review the unclaimed checks to see if they are valid claims against the City. If the payees cannot be located, then the funds should be submitted to the Utah State Treasurer's Office.

Response - The City agrees and will implement this recommendation.

Current Status – This has been implemented.

2011-6 Fund Balances

Finding
Utah Code Section 17-36-17(1): 10-6-117(1): 10-5 114: 17a-1-416(1), states that appropriations in the final budget may not be made for any fund in excess of the estimated expendable revenues for the budget year. We noted the following deficit fund balances:

- RDA – Project #1
- RDA – West Forest Street
- EDA – X20 Economic Project
- EDA – Northwest Project

Recommendation - We recommend the City monitor these funds and take appropriate corrective measures to bring these balances into compliance in the near future. We also recommend the City carefully consider future projects that request RDA or EDA status. The City should review the projects for viability and capability to return the investment in a reasonable time period.

Response - These RDA and EDA deficits will be eliminated when the tax increment is collected. The deficit in the EDA-Northwest will be eliminated over the next 12 years. The deficit resulted from the purchase of land and site improvements as an inducement for a company to locate their operations in the City.

Current Status – This will be an ongoing issue. As of June 30, 2012, the EDA – X20 Economic Project fund now has a positive fund balance. See current year finding 2012-2.

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012
Continued

OTHER MANAGEMENT POINTS

In the course of our audit, we came across various items that could be improved upon in future years. The first two issues relate to overhead allocations and shop lease charge allocations. The third issue is regarding management of federal grants awarded for the Bank Protection program.

2012-3 Overhead Allocation

Condition - Typically, overhead allocations evenly distribute costs among all departments based upon a pro-rata allocation factor. This type of transaction requires the departments to record the charge as an expense and the administration records it as a reduction in expense. However, on the fund financial statements this is reported as income for the administration and an expense to the departments and funds, and it is not a pro-rata allocation.

Criteria -- Overhead allocations are supposed to be recorded as a reduction of expense and are typically pro-rata based upon an allocation factor.

Cause – After discussing the issue with management, the intent of this transaction is to allow the costs of administrating the City to be distributed to the various departments and funds that benefit from the administration. The administration charges for the services provided, so it should be recorded as a revenue for administration and expense for the departments and funds.

Effect – The chart of accounts and accounting procedures don't clearly reflect the intent of the transaction.

Recommendation - We recommend the City take steps to modify its chart of accounts and the accounting processes to more clearly reflect the substance of the transaction. A methodology of charging for services to each department and fund needs to be established and implemented.

Response -- Management will ensure that the chart of accounts and supporting accounting documents are adjusted to reflect the true nature of the transaction. A methodology will be adopted to more accurately track the departments' and funds' use of services provided by the administration.

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012
Continued

OTHER MANAGEMENT POINTS (*Continued*)

2012-4 Shop Lease Charge Allocation

Condition – The allocation of expense to each department and fund was dramatically less than prior years.

Criteria – Allocation of expense for a fleet lease fund should remain relatively consistent from year to year unless there is a policy change.

Cause – The City Council approved action to subsidize the fleet allocation with cash available in the fleet fund.

Effect – Expenses allocated to each department were very small compared to prior years, and didn't accurately reflect the actual costs assumed by each department.

Recommendation – We recommend that in the future instead of reducing the allocation a transfer should be made from one fund/department to another.

Response – In future budgets beginning in the 2013-14 year, management will keep the allocation of expense consistent with the calculated allocation to each department. If management intends to subsidize other funds with cash available in the fleet fund, a transfer will be made.

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS, RECOMMENDATIONS AND RESPONSES
FOR THE YEAR ENDED JUNE 30,2012
Continued

OTHER MANAGEMENT POINTS (*Continued*)

2012-5 Management of Federal Grants

Condition – In testing the expenses of federal programs we were unable to get a timely listing of expenses charged to the program. The form to request reimbursement was not timely prepared. In addition, another federal program included costs from a prior period.

Criteria – Expenses charged to federal programs are limited to those allowed and allowable. To make this determination, the expenses must be identified by year.

Cause – The timing of the single audit was delayed.

Effect – The inclusion of costs from a prior year caused the schedule of federal awards to be overstated. It also resulted in more time required to perform the single audit.

Recommendation – We recommend that expenses of federal programs be tracked on an ongoing basis by year, and that requests for reimbursements be timely prepared.

Response – Requests for reimbursement cannot be submitted until inspected by the Federal Agency. Management agrees and will implement the recommendation that reimbursement requests be prepared more timely, and that costs be tracked on an ongoing basis.

BRIGHAM CITY CORPORATION

SINGLE AUDIT REPORT

FOR THE YEAR ENDED
JUNE 30, 2012

Davis & Bott
Certified Public Accountants, L.C.
50 West Forest, Suite 101
P.O. Box 369
Brigham City, Utah 84302
435-723-5224

BRIGHAM CITY CORPORATION
SINGLE AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2012

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Davis & Bott
Certified Public Accountants, L.C.
50 West Forest, Suite 101
P.O. Box 369
Brigham City, Utah 84302
435-723-5224

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Honorable Mayor and City Council
Brigham City Corporation
Brigham City, Utah 84302

We have audited Brigham City Corporation's (City) compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of City's major federal programs for the year ended June 30, 2012. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, Brigham City Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012.

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

(Continued)

Internal Control over Compliance

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

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

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

INDEPENDENT AUDITORS' REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133 AND INDEPENDENT AUDITORS' REPORT ON SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

(Continued)

Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of and for the year ended June 30, 2012, and have issued our report thereon dated December 5, 2012, which contained unqualified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards is fairly stated in all material respects in relation to the financial statements as a whole.

This report is intended solely for the information and use of the audit committee, management, Brigham City Council, others within the entity, federal awarding agencies and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties:

Davis & Bott

Davis & Bott
Certified Public Accountants, L.C.

Brigham City, Utah
December 5, 2012

BRIGHAM CITY CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012

Department of Homeland Security				
Passed Through Utah Dept Of Emergency Management:				
Homeland Security SHSP-FY09	97.023	2009-SHSP-002	$ 10,484	
Total CFDA 97.023				10,484
Homeland Security 2011 Bank Protection/Repair	97.036	DR-4011-UTAH	148,959	
Total CFDA 97.036				148,959
Homeland Security 2011 EMPG Proj Incident Mgmt	97.042	2011-DEM-002	18,750	
Homeland Security 2011 Wages For EMS Manager	97.042	2011-DEM-002	10,000	
Total CFDA 97.042				28,750
Homeland Security SHSP-001 USAR Equipment	97.067	2011-SHSP-001	4,615	
Total CFDA 97.067				4,615
Total Department of Homeland Security				**192,808**
US Department of Justice:				
Passed Through State of Utah:				
JAG Block Grant	16.738	11A109	7,806	
Total CFDA 16.738				7,806
2010 Violence Against Women	16.588	10-VAWA-02	14,984	
2011 Violence Against Women	16.588	11-VAWA-02	6,540	
Total CFDA 16.588				21,524
Total US Department of Justice				**29,330**
US Department of Energy				
Direct:				
Brigham City Hydro Generation Project	81.087	DE-FG36-06GO86093	54,320	
Total CFDA 81.807				54,320
Total US Department of Energy				**54,320**
National Endowment for the Humanities				
Direct:				
National Edowment for the Humanities	45.164	MR-50115-11	1,000	
Total CFDA 45.164				1,000
Passed Through Utah Humanities Council:				
Utah Humanities Council Quick Grant	45.168	870307076	1,500	
Utah Humanities Museum Interpretation Grant	45.168	870307076	2,000	
Total CFDA 45.168				3,500
Utah Humanities Book Festival Partner	45.129	40004 6507 102 1180	250	
Total CFDA 45.129				250
Total National Endowment for the Humanities				**4,750**

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

BRIGHAM CITY CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012
(Continued)

US Department of Health and Human Services:				
Passed Through Bear River Association of Governments:				
* Federal Aging III B	93.044	Aging SC'12	16,586	
Total CFDA 93.044				16,586
* Federal Aging III C	93.045	Aging SC'11	1,763	
* Federal Aging III C	93.045	Aging SC'12	39,919	
* Federal Aging III C-2	93.045	Aging SC'12	14,131	
Total CFDA 93.045				55,813
* Federal Aging III C-1 CIL	93.045	Aging SC'12	37,921	
* Federal Aging III C-2 CIL FY 2010-11	93.045	Aging SC'11	1,763	
* Federal Aging III C-2 CIL	93.045	Aging SC'12	21,130	
Total CFDA 10.55				60,814
Federal HEAT	93.568	121087	637	
Total CFDA 93.568				637
HIIP	93.779	Aging SC'12	7,500	
Total CFDA 93.779				7,500
Federal III D - FY 2010-11	93.043	Aging SC'11	1,389	
Federal III D	93.043	Aging SC'12	3,245	
Total CFDA 93.043				4,634
Federal SSBG	93.667	112484	4,200	
Adult Literacy 2010-11	93.667	111004	1,535	
Adult Literacy 2011-12	93.667	112484	1,535	
Total CFDA 93.667				7,270
Total US Department of Health and Human Services				**153,254**

* These lines represent a cluster of aging grants

US Department of Transportation				
Passed Through Utah Department of Transportation:				
FAA Grants:				
Project 03-49-003-21	20.106		36,680	
Project 03-49-003-22	20.106		75,000	
Project 03-49-003-23	20.106		27,559	
Project 03-49-003-24	20.106		81,998	
Total CFDA 20.106				221,237
1200 W 600 N Emergency Relief	20.205	108848	84,802	
Total CFDA 20.205				84,802

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

BRIGHAM CITY CORPORATION
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012
(Continued)

Central Federal Lands Highway Division				
Direct:				
W. Forest St. Trail Expansion	20.205	N/A	457,965	
Total CFDA 20.205				457,965
Total Us Central Lands Highway Division				**457,965**
US Department of Housing and Urban Development				
Direct:				
Academy Square Project	14.246	N/A	9,229	
Total CFDA 14.246				9,229
Passed Through Bear River Association of Governments:				
CDBG Food Pantry - FY 2010-11	14.228	50307H	9,937	
CDBG Neighborhood Nonprofit Housing Corporation	14.228	12-0248	100,000	
Total CFDA 14.228				109,937
Total US Department of Housing and Urban Development				**119,166**
National Arcives & Records Administration				
National Historical Publications & Records Commission				
Passed Through Utah State Archives:				
Bernice Gibbs Anderson Collection storage	89.003	121637	500	
Total CFDA 89.003				500
Total National Archives & Records Administration				**500**
Institute for Museum & Library Services				
Passed Through Utah State Library				
Utah State Library	45.310	USL 12-0016	207	
Total CFDA 45.310				207
Total Institute for Museum & Library Services				**207**
			Total Expenditures of Federal Awards	**$ 1,318,339**

See accompanying Notes to the Schedule of Expenditures of Federal Awards.

BRIGHAM CITY CORPORATION
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2012

NOTE 1. PURPOSE OF THE SCHEDULE

The accompanying Schedule of Expenditures of Federal Awards (Schedule) is a supplementary schedule of the City's basic financial statements and is presented for purposes of additional analysis. Because the Schedule presents only a select portion of the activities of the City, it is not intended to and does not present the financial position, changes in fund balances or the revenues or expenditures of the City.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

A. **Basis of Presentation** - The information in the Schedule is presented in accordance with OMB Circular A-133.

1. **Federal Awards** - Federal awards are defined as assistance provided by a federal agency, either directly or indirectly, in the form of grants, contracts, cooperative agreements, loans, loan guarantees, property, interest subsidies, insurance or direct appropriations. Accordingly, nonmonetary federal awards, including federal surplus property, would be included in federal awards, if applicable, and therefore, would be reported on the Schedule. Federal awards do not include direct federal cash assistance to individuals. Solicited contracts between the state and federal government for which the federal government procures tangible goods or services are not considered to be federal awards.
2. **Type A and Type B Programs** - OMB Circular A-133 establishes the levels of expenditures or expenses to be used in defining Type A and Type B federal awards programs. Type A programs for the City are those programs which exceed $300,000 in federal expenditures, distributions or issuances for the fiscal year ended June 30, 2012.

B. **Reporting Entity** - The reporting entity is fully described in the footnotes of the City's basic financial statements. The Schedule includes all federal awards programs administered by the City for the year ended June 30, 2012.

C. **Basis of Accounting** - The Schedule is presented using the same basis of accounting as that used in reporting the expenditures of the related funds in the City's basic financial statements. The basis of accounting used for each fund is described in Footnote 1.B. of the City's basic financial statements.

1. **Matching Costs** - The Schedule does not include matching expenditures.
2. **Direct and Indirect (Pass-Through) Federal Financial Assistance** - Some of the City's federal awards are received directly from the granting federal agency (i.e., the City is the primary recipient). However, the majority of federal awards, as identified on the Schedule, are passed through a separate entity prior to receipt by the City (i.e., the City is a subrecipient).

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued: ..... Unqualified

Internal control over financial reporting:

Material weakness(es) identified? ..... ___ yes _X_ no

Significant deficiency(ies) identified not considered to be material weaknesses? ..... ___ yes _X_ none reported

Noncompliance material to financial statements noted? ..... ___ yes _X_ no

Federal Awards

Internal control over major programs:

Material weakness(es) identified? ..... ___ yes _X_ no

Significant deficiency(ies) identified not considered to be material weaknesses? ..... ___ yes _X_ no

Type of auditors' report issued on compliance for major programs: ..... Unqualified

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

Identification of major programs:

CFDA Number(s)	
20.106	FAA grants
97.036	Bank Protection/Repair
20.205	Trail Expansion

Dollar threshold used to distinguish between Type A and Type B programs: $300,000

Auditee qualified as low-risk auditee? ..... ___ yes _X_ no

BRIGHAM CITY CORPORATION
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012
(Continued)

Section II - Financial Statement Findings

Material Weaknesses

There were no material weaknesses in the current year.

Significant Deficiencies

There were no significant deficiencies in the current year.

Section III - Federal Awards

Material Weaknesses

There were no material weaknesses in the current year.

Significant Deficiencies

There were no significant deficiencies in the current year.

BRIGHAM CITY CORPORATION
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2012

Financial statement findings:

In the June 30, 2011, year, audit finding 2011-1 was reported regarding Internal Controls over Financial Reporting. The financial statements provided to the auditor were materially incorrect and did not tie to the general ledger.

The status of this finding is that it has been fully corrected. A draft financial statement was provided to the auditors at the beginning of the audit. The financial statements tied to the TB and there were no major concerns with the format or content of the financial statements. Financial statement notes and the management's discussion and analysis were provided toward the end of the audit, so as to have final numbers when preparing them. The Finance Director prepared the financial statements and had his staff review and tie out the statements before presenting it to the auditor. This no longer appears to be a material weakness or a significant deficiency.

Audit finding 2011-2 was reported in 2011 concerning journal entries that were incorrect. This has also been corrected. Journal entry testing for the year ended June 30, 2012 found no instances of journal entries not being made in a proper manner.

Federal awards findings:

Audit finding 2011-3 was reported in 2011 regarding independent review of reimbursement requests. The status of this finding is that most reimbursement requests of federal programs now have a second independent review with continued effort being made to bring all federal programs into compliance.