

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**OF THE**  
**CITY OF WASILLA, ALASKA**

June 30, 2000

Sarah Palin  
Mayor

Prepared By  
Finance Department

Ted Leonard  
Finance Director



# CITY OF WASILLA, ALASKA

## Comprehensive Annual Financial Report

Year Ended June 30, 2000

### Table of Contents

#### INTRODUCTORY SECTION

Letter of Transmittal	vii
City Officials	xiv
Organizational Chart	xv
Certificate of Achievement for Excellence in Financial Reporting	xvi

#### FINANCIAL SECTION

	<u>Exhibit</u>	<u>Page</u>
<b>Independent Auditor's Report</b>		1-2
<b>General Purpose Financial Statements:</b>		
Combined Balance Sheet - All Fund Types and Account Groups	A-1	4-5
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Governmental Fund Types	B-1	6
Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - General, Special Revenue and Debt Service Funds	C-1	7
Combined Statement of Revenues, Expenses and Changes in Retained Earnings/Fund Balance - Proprietary Fund Type and Nonexpendable Trust Fund	D-1	8
Combined Statement of Cash Flows - Proprietary Fund Type and Nonexpendable Trust Fund	E-1	9
Notes to General Purpose Financial Statements		11-30
<b>Additional Information</b>		
Combining, Individual Fund, and Account Group Statements and Schedules:		
General Fund:		
Balance Sheet	F-1	34
Statement of Revenues, Expenditures and Changes in Fund Balance	F-2	35
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	F-3	36-39

CITY OF WASILLA, ALASKA

Comprehensive Annual Financial Report

Table of Contents, continued

	<u>Exhibit</u>	<u>Page</u>
<b>FINANCIAL SECTION, continued</b>		
<b>Additional Information, continued</b>		
Combining, Individual Fund, and Account Group Statements and Schedules, continued:		
Special Revenue Funds:		
Combining Balance Sheet	G-1	42
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	G-2	43
Library:		
Balance Sheet	G-3	44
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	G-4	45
Youth Court:		
Balance Sheet	G-5	46
Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	G-6	47
Asset Forfeiture:		
Balance Sheet	G-7	48
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	G-8	49
Debt Service Funds:		
Combining Balance Sheet	H-1	52
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	H-2	53
Statement of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual:		
1982 Original Water Bond	H-3	54
1986 Southside Water District Bond	H-4	55
1987 Sewer Improvement District Bond	H-5	56
Paving Bonds	H-6	57
Statement of Revenues, Expenditures and Changes in Fund Balance:		
1988 Overlook Sewer Improvement Bond	H-7	58
Gas Assessments	H-8	59
Bond Guarantee	H-9	60

**CITY OF WASILLA, ALASKA**

Comprehensive Annual Financial Report

Table of Contents, continued

	<u>Exhibit</u>	<u>Page</u>
<b>FINANCIAL SECTION, continued</b>		
<b>Additional Information, continued</b>		
Combining, Individual Fund, and Account Group		
Financial Statements and Schedules, continued:		
Capital Project Funds:		
Combining Balance Sheet	I-1	62
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	I-2	63
Miscellaneous Projects and Road and Street Improvements Capital Project Fund – Schedule of Expenditures by Project	I-3	64
Enterprise Funds:		
Combining Balance Sheet	J-1	66
Combining Statement of Revenues, Expenses and Changes in Retained Earnings	J-2	67
Combining Statement of Cash Flows	J-3	68
Sewer Utility:		
Balance Sheet	J-4	69
Statement of Revenues, Expenses and Changes in Retained Earnings	J-5	70
Statement of Cash Flows	J-6	71
Water Utility:		
Balance Sheet	J-7	72
Statement of Revenues, Expenses and Changes in Retained Earnings	J-8	73
Statement of Cash Flows	J-9	74
Municipal Airport:		
Balance Sheet	J-10	75
Statement of Revenues, Expenses and Changes in Retained Earnings	J-11	76
Statement of Cash Flows	J-12	77
Cemetery Nonexpendable Trust Fund:		
Balance Sheet	K-1	80
Statement of Revenues, Expenses and Changes in Fund Balance	K-2	81
Statement of Cash Flows	K-3	82

# CITY OF WASILLA, ALASKA

## Comprehensive Annual Financial Report

### Table of Contents, continued

	<u>Exhibit</u>	<u>Page</u>
<b>FINANCIAL SECTION, continued</b>		
<b>Additional Information, continued</b>		
Combining, Individual Fund, and Account Group		
Financial Statements and Schedules:		
General Fixed Assets Account Group:		
Schedule of General Fixed Assets by Source	L-1	84
Schedule of General Fixed Assets by Function and Activity	L-2	85
Schedule of Changes in General Fixed Assets by Function and Activity	L-3	86
Schedule of Expenditures of Federal Awards	M-1	87
<b>STATISTICAL SECTION</b>		
	<u>Table</u>	
General Governmental Expenditures by Function	1	89
General Governmental Revenues by Source	2	90
Assessed Valuation, Tax Levies and Collections	3	91
Tax Revenues By Source	4	92
Assessed and Estimated Actual Value of Taxable Property	5	93
Property Tax Rates – All Direct and Overlapping Governments	6	94
Principal Taxpayers	7	95
Special Assessment Collections	8	96
Computation of Legal Debt Margin	9	97
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita	10	98
Ratio of Annual Debt Service Expenditures for General Obligation Bonded Debt to Total General Governmental Expenditures	11	99
Computation of Direct and Overlapping Bonded Debt		
General Obligation Bonds	12	100
Demographic Statistics	13	101
Property Value, Construction and Bank Deposits	14	102
Land Use Permits Issued	15	103

CITY OF WASILLA, ALASKA

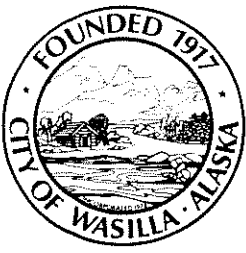
Comprehensive Annual Financial Report

Table of Contents, continued

	<u>Page</u>
<b>SINGLE AUDIT SECTION</b>	
<b>Federal Single Audit Reports</b>	
Independent Auditor's Report on Compliance and on Internal Control Over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	105-106
Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133	107-108
Schedule of Findings and Questioned Costs	109
Summary Schedule of Prior Audit Findings	110
Corrective Action Plan	111

(this page left blank intentionally)





# CITY OF WASILLA

290 E Herning Avenue  
Wasilla, AK 99654-7091  
Phone: (907) 373-9050  
Fax: (907) 373-9092

September 28, 2000

To the Citizens of the City of Wasilla:

The comprehensive annual financial report of the City of Wasilla for the fiscal year ended June 30, 2000, is hereby submitted. The City's Finance Department prepared the report. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to fairly present the financial position and results of operations of the various funds and account groups of the City. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and single audit. The introductory section includes this transmittal letter, the City's organizational chart and a list of principal officials. The financial section includes the general-purpose financial statements, the combining and individual fund and account group financial statements, and related schedules. This section also includes the auditor's report on the financial statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis.

The City of Wasilla is required to undergo an annual single audit in conformity with the provisions of the Federal and State Single Audit Acts. Information related to assistance, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations, are included in the single audit section of this report.

This report includes all funds and account groups of the City. The City provides a full range of municipal services authorized by state statute and city code. This includes police, planning and land use control, animal control, sewer, water, road maintenance, parks and recreation, museums, library and other cultural services. In addition to general governmental activities, the City provides financial support to certain community service organizations, which promote education, health care, recreation, arts, and economic stability for the citizens of the community.

<b>ADMINISTRATION</b> Phone: (907) 373-9055 Fax: (907) 373-9096	<b>CLERK'S OFFICE</b> Phone: (907) 373-9090 Fax: (907) 373-9092	<b>FINANCE</b> Phone: (907) 373-9070 Fax: (907) 373-9085	<b>LIBRARY</b> Phone: (907) 376-5913 Fax: (907) 376-2347	<b>MUSEUM</b> Phone: (907) 373-9071 Fax: (907) 373-9072
<b>PARKS AND RECREATION</b> Phone: (907) 373-9053 Fax: (907) 373-9092	<b>PLANNING</b> Phone: (907) 373-9094 Fax: (907) 373-9089	<b>POLICE</b> Phone: (907) 373-9077 Fax: (907) 373-9051	<b>PUBLIC WORKS</b> Phone: (907) 373-9095 Fax: (907) 373-9054	

## **The Reporting Entity**

The City of Wasilla is a First Class City incorporated under Title 29 of the Alaska State Statutes. City code establishes a June 30 fiscal year end. There are no component units included in our financial statements.

## **Summary of Local Economy**

The City of Wasilla is located in the fastest growing area of Alaska and serves as the retail trade center for the Matanuska-Susitna Borough. As measured by increased population and sales tax receipts, the growth of the service oriented economy of the City of Wasilla remains steady. We remain primarily a bedroom community of Anchorage due to a lack of large-scale primary industry. The City of Wasilla offers an attractive lifestyle where the cost of housing is much less than in Anchorage due to an abundance of less expensive land. Many residents in our workforce travel the daily commute to Anchorage and find the quality of life quite high in our community. Tourism is a growing part of our economy, as it is in all of Alaska.

## **The Future**

The City continues to look toward growth in the tourism and service industries to maintain our position as trade center for the Matanuska-Susitna Valley. Also, resource extraction industries will continue to fuel our economic growth in an indirect way. Other proposed projects that will benefit our economy are the Port development at Pt. McKenzie and the proposed Trans Alaska Gas Pipeline.

The population growth trend in the City of Wasilla and the Matanuska-Susitna Valley continues to show an upward trend. The continuing increase in Wasilla sales tax receipts and Anchorage-Valley vehicle counts are indicators of the continuing population growth occurring in the Wasilla and the Valley.

## **Major Initiatives for the Year**

The most significant actions that the City took in FY99 and FY00 were the initiation of projects to reconstruct and pave major roads and subdivision streets, several of which are included in Local Improvement Districts (LID). Construction is completed on Spruce Ave Phase I, Weber Dr, the roads within Tallerico Subdivision LID and Susitna Ave LID. Major improvements in parks and recreation facilities built at Iditapark include four basketball courts, a concrete skateboard park, two tennis courts, a BMX bike track and landscaping throughout the park. Work has also begun on a Honor Garden and permanent restrooms with site preparation and utility installations. The East Wasilla Water Main extension and major sewer lines were complete allowing the City to serve the new Wal-Mart store and future business development in this area. Water and sewer

main lines to the Fred Meyer store will also spur development in this area of the City as well.

### **Accounting System and Budgetary Control**

The City's financial statement for governmental funds has been prepared on the modified accrual basis of accounting in conformity with generally accepted accounting principles. Revenues on this basis are recognized when measurable and available to finance current expenditures; expenditures are recognized when goods and services are received and liabilities are due and payable at year-end.

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

The City adopts fiscal year budgets for all governmental funds. Budget amendments over \$5,000 within funds and transfers between funds require approval of the City Council. The City's policy is that estimated purchase order amounts are encumbered prior to the release of the order to the vendor. When an encumbrance exceeds the available appropriation authority, policy is that the order is delayed until the budget is amended. Operating budgets lapse at year-end. Any outstanding operating encumbrances are charged against the new year's budget. Capital budget funds remaining are reappropriated in the new year's budget.

### **General Government Functions**

Revenues for general governmental functions accounted for in the General, Special Revenue and Debt Service Funds totaled \$8,297,786 in FY00, an increase of 8.34 percent over FY99. Sales tax produced 66.39 percent of FY00 revenues compared to 64.40 percent in FY99.

	Amount	Percent Of Total	Increase (Decrease) From FY99
Taxes			
Sales Taxes	\$5,509,279	66.39	\$ 576,785
Property and Vehicle Taxes	440,877	5.31	976
Licenses and Permits	33,630	0.40	462
Fines, Forfeitures & Penalties	71,191	0.85	(5,614)
Intergovernmental	663,232	7.99	(216,220)
Matanuska-Susitna Borough	333,000	4.02	(20,000)
Special Assessments	345,511	4.17	(3,717)
Investment Income	323,881	3.91	(21,992)
Other	577,185	6.96	328,117
Total	<u>\$8,297,786</u>	<u>100.00</u>	<u>\$ 638,797</u>

Assessed valuation for FY00 (Net of Exempt) of \$304,377,400 represented an increase 1.06 percent over FY99. This increase is attributable to an increase in real property valuation, due mainly to new construction.

FY00 tax collections were 120.70 percent of the tax levy as compared to 117.96 percent for FY99. Variation in the collection rate from year to year is normal.

Expenditures for general governmental purposes totaled \$5,605,562 not including transfers to other funds. Increase (decrease) in levels of expenditures for major functions of the City over the preceding year are shown in the following tabulation:

	Amount	Percent of Total	Increase (Decrease) From FY99
General Government	\$1,362,431	24.30	\$ 27,123
Police	1,632,413	29.12	129,429
Public Works	754,122	13.45	25,730
Nondepartmental	63,326	1.12	49,868
Museum and Recreation Services	480,528	8.58	40,757
Library & Youth Court	669,743	11.95	(26,790)
Debt Service	642,999	11.48	156,701
Total	<u>\$5,605,562</u>	<u>100.00</u>	<u>\$ 402,818</u>

## **Debt Administration**

During FY98 the City of Wasilla incurred General Obligation Debt of \$5,500,000. The bond issue was done through the Alaska Municipal Bond Bank. Interest rates vary on the annual payments from 4.625% to 6.0%. Interest and principal payments of \$446,241 were made during FY00 leaving \$5,330,000 of General Obligation Debt remaining. Special Assessment Bond Debt of \$1,165,747 is secured by liens levied against the properties specifically benefited by the improvement within each district. The City is obligated to the extent of making timely payments to the bondholders from assessment payments collected and or from the bond guarantee fund.

## **Cash Management**

All funds of the City are invested and earn interest every day of the year. Funds not needed for daily outlay are invested in overnight repurchase agreements with the National Bank of Alaska.

All investments are made according to the City's conservative investment and collateralization policy approved by the City Council in 1986, Chapter 6.30 of the Wasilla Municipal Code.

## **Proprietary Operations**

The City of Wasilla operates proprietary funds to provide water and sewer services to parts of the city, and an airport, which serves the general public.

### **Water Fund**

The Water Utility showed a small operating profit before depreciation for FY00.

### **Sewer Fund**

The Sewer Utility also showed a small operating profit before depreciation for FY00. In FY99, the Sewer Utility showed an operating loss of \$59,544.

### **Airport**

The Airport continues to show an operating loss. Based on completion of the paving of the runway and taxiways and security fencing, it is believed that there will be increased utilization of this most important asset in FY01. Based on this increased utilization of the Airport, administration believes that the operating loss will be reduced in FY01.

## **Fiduciary Operations**

Full-time, regular part-time and seasonal employees participate in the State of Alaska Public Employees' Retirement System (PERS). Council participation is optional. PERS is a defined benefit plan in which policemen contribute 7.5% and other employees are required to contribute 6.75% of their compensation. The City's contribution rate for FY00 was 8.56%.

The City participates in two deferred compensation programs where the assets and income of the plans are held in trust for the exclusive benefit of participants and their beneficiaries.

The City also maintains an irreducible fund for the cemetery where funds are being accumulated to pay for maintenance in perpetuity after all the lots are sold.

## **General Fixed Assets**

The general fixed assets of the city are those assets such as buildings, land and equipment that are used in the performance of general governmental functions and exclude certain improvements, such as streets, drainage systems etc. which are considered infrastructure. As of June 30, 2000, the general fixed assets of the City amounted to \$8,730,831. This amount represents the original cost or fair market value at date of gift of the assets and may be less than their replacement cost. Depreciation of general fixed assets is not recognized in the City's accounting system.

## **Risk Management**

The City of Wasilla is a member in good standing in the Alaska Municipal League Joint Insurance Association, Inc., which is a pooling arrangement of Alaskan cities, boroughs and school districts. The concept of shared risk was originally started to make sure that all municipalities had access to insurance coverage on a long term basis, although not necessarily the least expensive coverage. Claims are covered on an occurrence basis. The JIA provides risk management services, appraisal services and there is also a separate pool for police liability.

## **Independent Audit**

The City Code, Section 6.04.050 requires examination of the City's financial records and statements by a Certified Public Accounting Firm, licensed to perform financial audits in the State of Alaska. The completion of this examination with the Accountants' opinion on the financial statements must be completed by November 30 of each year.

## **Acknowledgments**

The preparation of this report could not have been accomplished without the efficient and dedicated services of the entire staff of the Finance Department. We would like to express our appreciation to Erling Nelson, Susan Colligan, April Kilgore, Rene Richardson Sharon Sinko, Candie Graham, Deborah Davis and Connie James for their capable help. Also, thanks to John Bost, Audit Partner, and the staff of Mikunda-Cottrell for their very professional manner, patience, and communication skills.

We would also like to thank the City Council for their interest and support in planning and conducting the financial operations of the City in a responsible manner.

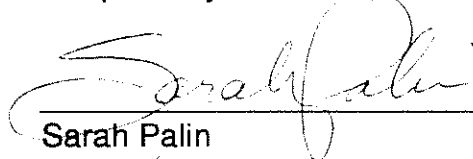
## **Certificate of Achievement**

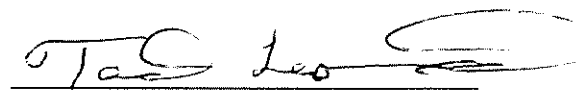
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Wasilla for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 1999. The Certificate of Achievement is a prestigious national award-recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. The CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

Respectfully submitted,

  
\_\_\_\_\_  
Sarah Palin  
Mayor

  
\_\_\_\_\_  
Ted Leonard  
Finance Director

CITY OF WASILLA, ALASKA

CITY OFFICIALS

CITY COUNCIL

Council Members:

Don Bennett  
Colleen Cottle  
Norman Fuller  
Dianne Keller  
Noel Lowe  
Judy Patrick

STAFF

Mayor  
Deputy Administrator  
Public Works Director  
City Clerk  
Finance Director  
Library Director  
Police Chief  
Senior Accountant

Sarah Palin  
John Cramer  
Don Shiesl  
Kristie VanGorder  
Ted Leonard  
Cornel Thomas  
DuWayne Fannon  
Susan Colligan

PLANNING COMMISSION

Verdie Bowen  
William McCain  
Ray McCarthy  
Howard O'Neil

Verne E. Rupright  
Stan Tucker  
John Vinette

PARKS AND RECREATION COMMISSION

Jesse Chandler  
Maureen McCombs  
Debra J. Remus

Joan Matthews  
Peter Powell  
Bernadette Rupright

CONSULTANTS

City Attorney  
Auditors  
Insurance Broker  
Insurance Advisor

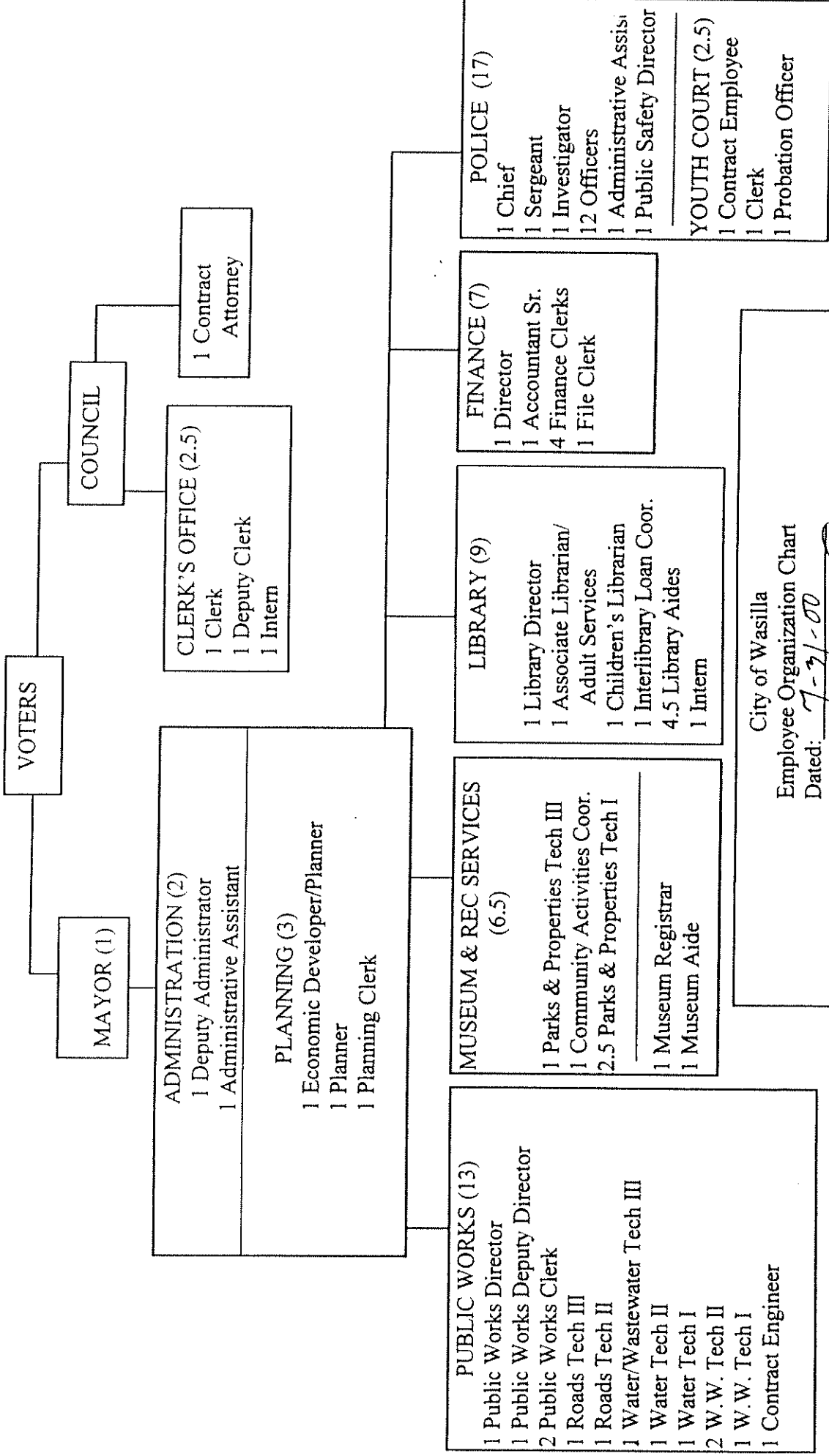
Ken Jacobus  
Mikunda, Cottrell & Co.  
Alaska Municipal League  
Alaska Municipal League



FY00  
Dated 06/30/00

City of Wasilla

Employee Organization Chart FY00



City of Wasilla  
Employee Organization Chart  
Dated: 7-31-00  
Approved: *Sarah Palmer*

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Wasilla,  
Alaska

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 1999

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.



*Cary Brueck*  
President

*Jeffrey L. Esler*  
Executive Director

# MIKUNDA, COTTRELL & Co.

*A Professional Corporation*

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

3601 "C" Street, Suite 600 • Anchorage, Alaska 99503

(907) 278-8878, Fax (907) 278-5779

www.mcc-cpa.com

## Independent Auditor's Report

Honorable Mayor and City Council  
City of Wasilla, Alaska

We have audited the accompanying general purpose financial statements of City of Wasilla, Alaska, as of and for the year ended June 30, 2000. These general purpose financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of City of Wasilla, Alaska, as of June 30, 2000, and the results of its operations and the cash flows of its proprietary fund type and nonexpendable trust fund for the year then ended in conformity with generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated September 14, 2000 on our consideration of City of Wasilla's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Honorable Mayor and City Council  
City of Wasilla, Alaska

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of City of Wasilla, Alaska taken as a whole. The accompanying Schedule of Expenditures of Federal Awards, and the combining, individual fund, and account group statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of City of Wasilla, Alaska. The Schedule of Expenditures of Federal Awards is required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Such information has been subjected to the auditing procedures applied in our audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects, in relation to the general purpose financial statements taken as a whole.

The other data included in this report, designated as the "statistical section" in the table of contents, has not been audited by us and, accordingly, we express no opinion on such data.

*Mikurda, Cottrell & Co.*

September 14, 2000

**GENERAL PURPOSE FINANCIAL STATEMENTS**

**CITY OF WASILLA, ALASKA**  
 Combined Balance Sheet - All Fund Types and Account Groups  
 June 30, 2000  
 (With Comparative Totals for 1999)

	Governmental Fund Types					Proprietary Fund Type			Fiduciary Fund Type		Account Groups			Totals (Memorandum Only)	
	Assets	General	Special Revenue	Debt Service	Capital Project	Enterprise	Nonexpendable Trust	General Fixed Assets	Long-Term Debt	2000	1999	2000		1999	
												2000	1999	2000	1999
Cash and investments	\$ 3,888,741	74,671	1,096,673	3,897,363	2,139,188	100,484	-	-	-	11,197,120	13,135,039	-	-	-	-
Receivables (net where applicable, of allowances for doubtful receivables):															
Taxes	529,535	-	-	-	-	-	-	-	-	-	-	-	-	-	460,228
Accounts	-	-	-	-	94,389	-	-	-	-	-	-	-	-	-	79,805
Grants and shared revenues	182,067	22,793	-	336,373	-	-	-	-	-	-	-	-	-	-	1,130,402
Accrued interest	32,334	-	3,879	27,187	14,997	1,621	-	-	-	-	-	-	-	-	81,167
Special assessments	913	-	1,057,686	-	-	-	-	-	-	-	-	-	-	-	1,101,678
Other	73,696	-	-	-	-	-	-	-	-	-	-	-	-	-	148,692
Notes receivable	-	-	-	-	57,846	-	-	-	-	-	-	-	-	-	65,647
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-	-	57,802
Inventory	-	-	-	-	81,872	-	-	-	-	-	-	-	-	-	67,372
Advances to other funds	109,064	-	-	-	-	-	-	-	-	-	-	-	-	-	109,064
Deferred charges, net of accumulated amortization	-	-	-	-	14,931	-	-	-	-	-	-	-	-	-	14,931
Property, plant and equipment, net where applicable	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
of accumulated depreciation	-	-	-	-	25,336,080	-	-	8,730,831	-	-	-	-	-	-	34,066,911
Amount available for payment of long-term debt	-	-	-	-	-	-	-	-	989,228	-	-	-	-	-	804,347
Amount to be provided for payment of long-term debt	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<b>Total assets</b>	<b>\$ 4,816,350</b>	<b>97,464</b>	<b>2,158,238</b>	<b>4,260,923</b>	<b>27,739,303</b>	<b>102,105</b>	<b>8,730,831</b>	<b>6,664,098</b>	<b>5,674,870</b>	<b>54,569,312</b>	<b>56,453,997</b>	<b>54,569,312</b>	<b>56,453,997</b>	<b>54,569,312</b>	<b>56,453,997</b>

**CITY OF WASILLA, ALASKA**  
 Combined Balance Sheet - All Fund Types and Account Groups, continued

	Governmental Fund Types					Proprietary Fund Type		Fiduciary Fund Type		Account Groups			Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Project	Enterprise	Nonexpendable Trust	General	Fixed Assets	Long-Term Debt	2000	1999			
<b>Liabilities and Fund Equity</b>														
Liabilities:														
Accounts payable	84,542	5,637	-	114,680	160,940	-	-	-	-	365,799	1,291,366			
Accrued payroll and employee benefits	101,417	15,986	-	2,882	13,842	-	-	-	-	134,127	-			
Accrued annual and sick leave	133,742	15,193	-	-	23,073	-	-	-	-	172,008	171,326			
Due to other funds	-	-	-	-	-	-	-	-	-	-	57,802			
Customer deposits	-	-	-	-	41,335	-	-	-	-	41,335	41,094			
Revenue billed in advance	-	-	-	-	33,082	-	-	-	-	33,082	28,849			
Deferred revenue	3,755	-	1,059,946	10,000	-	-	-	-	-	1,073,701	1,110,539			
Advances from other funds	-	-	109,064	-	-	-	-	-	-	109,064	109,597			
Bonds payable	-	-	-	-	164,436	-	-	-	6,495,747	6,495,747	6,604,837			
Note payable	-	-	-	-	5,299	-	-	-	-	164,436	177,100			
Other liabilities	-	-	-	-	-	-	-	-	168,351	173,650	157,052			
<b>Total liabilities</b>	<b>323,456</b>	<b>36,816</b>	<b>1,169,010</b>	<b>127,562</b>	<b>442,007</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>6,664,098</b>	<b>8,762,949</b>	<b>9,749,562</b>			
Fund equity:														
Investment in general fixed assets	-	-	-	-	-	-	-	-	8,730,831	8,730,831	8,683,969			
Contributed capital, net of accumulated amortization	-	-	-	-	26,359,323	-	-	-	-	26,359,323	25,753,834			
Retained earnings - unreserved	-	-	-	-	937,973	-	-	-	-	937,973	626,977			
<b>Fund balances:</b>														
Reserved:														
Encumbrances	101,639	2,057	-	222,110	-	-	-	-	-	325,806	2,257,598			
Debt service	-	-	656,400	-	-	-	-	-	-	656,400	506,746			
Advances to other funds	109,064	-	-	-	-	-	-	-	-	109,064	109,597			
Investment	-	-	-	-	-	102,105	-	-	-	102,105	90,346			
Insurance premium increases	44,776	-	-	-	-	-	-	-	-	44,776	25,868			
Unreserved:														
Designated:														
Subsequent year's expenditures	274,810	-	-	-	-	-	-	-	-	274,810	-			
Operations	-	58,591	-	-	-	-	-	-	-	58,591	132,311			
Capital improvements	-	-	-	3,911,251	-	-	-	-	-	3,911,251	3,525,143			
Undesignated	3,962,605	-	332,828	-	-	-	-	-	-	4,295,433	4,992,046			
<b>Total fund equity</b>	<b>4,492,894</b>	<b>60,648</b>	<b>989,228</b>	<b>4,133,361</b>	<b>27,297,296</b>	<b>102,105</b>	<b>-</b>	<b>-</b>	<b>8,730,831</b>	<b>45,806,363</b>	<b>46,704,435</b>			
<b>Total liabilities and fund equity</b>	<b>\$ 4,816,350</b>	<b>97,464</b>	<b>2,158,238</b>	<b>4,260,923</b>	<b>27,739,303</b>	<b>102,105</b>	<b>-</b>	<b>-</b>	<b>8,730,831</b>	<b>54,569,312</b>	<b>56,453,997</b>			

See accompanying notes to general purpose financial statements.

**CITY OF WASILLA, ALASKA**  
 Combined Statement of Revenues, Expenditures and Changes in  
 Fund Balances - All Governmental Fund Types  
 Year Ended June 30, 2000  
 (With Comparative Totals for 1999)

	Governmental Fund Types				Totals	
	General	Special Revenue	Debt Service	Capital Project	(Memorandum Only)	
					2000	1999
<b>Revenues:</b>						
Taxes	\$ 5,950,156	-	-	-	5,950,156	5,372,395
Licenses and permits	33,630	-	-	-	33,630	33,168
Fines, forfeitures and penalties	55,458	15,733	-	-	71,191	76,805
Intergovernmental	485,511	177,721	-	376,817	1,040,049	1,874,966
Matanuska-Susitna Borough	11,000	322,000	-	290,228	623,228	443,167
Special assessments	-	-	345,511	-	345,511	349,228
Investment income	275,615	5,661	42,605	204,671	528,552	653,695
Other	562,785	3,101	11,299	21,495	598,680	258,115
<b>Total revenues</b>	<u>7,374,155</u>	<u>524,216</u>	<u>399,415</u>	<u>893,211</u>	<u>9,190,997</u>	<u>9,061,539</u>
<b>Expenditures:</b>						
<b>Current:</b>						
General government	1,362,431	-	-	-	1,362,431	1,265,731
Public safety	1,535,216	97,197	-	-	1,632,413	1,502,984
Public works	754,122	-	-	-	754,122	728,392
Culture and recreation	480,528	-	-	-	480,528	439,771
Nondepartmental	63,326	-	-	-	63,326	69,577
Library	-	539,217	-	-	539,217	575,833
Youth court	-	130,526	-	-	130,526	120,700
Pass-through grants	-	-	-	-	-	13,458
Debt service	446,241	-	196,758	-	642,999	486,298
Capital outlay	-	-	-	4,840,525	4,840,525	4,382,531
<b>Total expenditures</b>	<u>4,641,864</u>	<u>766,940</u>	<u>196,758</u>	<u>4,840,525</u>	<u>10,446,087</u>	<u>9,585,275</u>
<b>Excess of revenues over (under) expenditures</b>	<b>2,732,291</b>	<b>(242,724)</b>	<b>202,657</b>	<b>(3,947,314)</b>	<b>(1,255,090)</b>	<b>(523,736)</b>
<b>Other financing sources (uses):</b>						
Bond proceeds	-	-	-	189,320	189,320	287,200
Operating transfers from other funds	21,793	189,179	-	2,143,096	2,354,068	1,213,425
Operating transfers to other funds	(2,497,798)	-	(8,888)	-	(2,506,686)	(1,311,267)
<b>Net other financing sources (uses)</b>	<u>(2,476,005)</u>	<u>189,179</u>	<u>(8,888)</u>	<u>2,332,416</u>	<u>36,702</u>	<u>189,358</u>
<b>Excess of revenues and other financing sources over (under) expenditures and other uses</b>	<b>256,286</b>	<b>(53,545)</b>	<b>193,769</b>	<b>(1,614,898)</b>	<b>(1,218,388)</b>	<b>(334,378)</b>
<b>Beginning fund balances</b>	<b>4,857,388</b>	<b>114,193</b>	<b>804,347</b>	<b>5,748,259</b>	<b>11,524,187</b>	<b>12,881,394</b>
<b>Residual equity transfers to other funds</b>	<u>(620,780)</u>	<u>-</u>	<u>(8,888)</u>	<u>-</u>	<u>(629,668)</u>	<u>(1,022,829)</u>
<b>Ending fund balances</b>	<u>\$ 4,492,894</u>	<u>60,648</u>	<u>989,228</u>	<u>4,133,361</u>	<u>9,676,131</u>	<u>11,524,187</u>

See accompanying notes to general purpose financial statements.



**CITY OF WASILLA, ALASKA**  
 Combined Statement of Revenues, Expenditures and Changes in Fund Balances -  
 Budget and Actual - General, Special Revenue and Debt Service Funds  
 Year Ended June 30, 2000

	General Fund			Special Revenue Funds			Debt Service Funds (With Annual Budgets)		
	Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
			Favorable (Unfavorable)			Favorable (Unfavorable)			Favorable (Unfavorable)
<b>Revenues:</b>									
Taxes	\$ 5,437,378	5,950,156	512,778	-	-	-	-	-	-
Licenses and permits	30,600	33,630	3,030	-	-	-	-	-	-
Fines, forfeitures and penalties	64,000	55,458	(8,542)	16,500	15,733	(767)	-	-	-
Intergovernmental	366,509	485,511	119,002	174,542	177,721	3,179	-	-	-
Matanuska-Susitna Borough	11,600	11,000	(600)	346,000	322,000	(24,000)	-	-	-
Special assessments	-	-	-	-	-	-	183,900	340,596	156,696
Investment income	275,000	275,615	615	200	5,661	5,461	9,526	28,044	18,518
Other	122,029	562,785	440,756	5,500	3,101	(2,399)	-	-	-
<b>Total revenues</b>	<b>6,307,116</b>	<b>7,374,155</b>	<b>1,067,039</b>	<b>542,742</b>	<b>524,216</b>	<b>(18,526)</b>	<b>193,426</b>	<b>368,640</b>	<b>175,214</b>
<b>Expenditures:</b>									
General government	1,516,721	1,362,431	154,290	-	-	-	-	-	-
Public safety	1,550,347	1,535,216	15,131	64,000	97,197	(33,197)	-	-	-
Public works	985,433	754,122	231,311	-	-	-	-	-	-
Culture and recreation	500,514	480,528	19,986	-	-	-	-	-	-
Nondepartmental	80,692	63,326	17,366	-	-	-	-	-	-
Library	-	-	-	598,430	539,217	59,213	-	-	-
Youth court	-	-	-	127,500	130,526	(3,026)	-	-	-
Debt service	446,242	446,241	1	-	-	-	196,760	196,758	2
<b>Total expenditures</b>	<b>5,079,949</b>	<b>4,641,864</b>	<b>438,085</b>	<b>789,930</b>	<b>766,940</b>	<b>22,990</b>	<b>196,760</b>	<b>196,758</b>	<b>2</b>
<b>Excess of revenues over (under) expenditures</b>	<b>1,227,167</b>	<b>2,732,291</b>	<b>1,505,124</b>	<b>(247,188)</b>	<b>(242,724)</b>	<b>4,464</b>	<b>(3,334)</b>	<b>171,882</b>	<b>175,216</b>
<b>Other financing sources (uses):</b>									
Operating transfers from other funds	-	21,793	21,793	248,187	189,179	(59,008)	-	-	-
Operating transfers to other funds	(2,556,806)	(2,497,798)	59,008	-	-	-	(8,888)	(8,888)	-
<b>Net other financing sources (uses)</b>	<b>(2,556,806)</b>	<b>(2,476,005)</b>	<b>80,801</b>	<b>248,187</b>	<b>189,179</b>	<b>(59,008)</b>	<b>(8,888)</b>	<b>(8,888)</b>	<b>-</b>
<b>Excess of revenues and other financing sources over (under) expenditures and other uses</b>	<b>(1,329,639)</b>	<b>256,286</b>	<b>1,585,925</b>	<b>999</b>	<b>(53,545)</b>	<b>(54,544)</b>	<b>(12,222)</b>	<b>162,994</b>	<b>175,216</b>
<b>Beginning fund balances</b>	<b>4,857,388</b>	<b>4,857,388</b>	<b>1,528,944</b>	<b>114,193</b>	<b>114,193</b>	<b>67,262</b>	<b>582,134</b>	<b>582,134</b>	<b>214,013</b>
<b>Residual equity transfers to other funds</b>	<b>(620,780)</b>	<b>(620,780)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(8,888)</b>	<b>(8,888)</b>	<b>-</b>
<b>Ending fund balances</b>	<b>\$ 2,906,969</b>	<b>4,492,894</b>	<b>1,585,925</b>	<b>115,192</b>	<b>60,648</b>	<b>(54,544)</b>	<b>561,024</b>	<b>736,240</b>	<b>175,216</b>

See accompanying notes to general purpose financial statements.

**CITY OF WASILLA, ALASKA**  
 Combined Statement of Revenues, Expenses and Changes in  
 Retained Earnings/Fund Balance - Proprietary Fund Type and Nonexpendable Trust Fund  
 Year Ended June 30, 2000  
 (With Comparative Totals for 1999)

	Proprietary Fund Type	Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Non- expendable Trust	2000	1999
Operating revenues:				
Sales and user charges	\$ 803,846	8,200	812,046	698,610
Fees and rentals	21,258	-	21,258	20,975
Meters	4,907	-	4,907	4,160
Investment income	-	5,281	5,281	4,644
Other	546	-	546	6,988
Total operating revenues	<u>830,557</u>	<u>13,481</u>	<u>844,038</u>	<u>735,377</u>
Operating expenses:				
Salaries	335,744	-	335,744	287,596
Employee benefits	102,349	-	102,349	102,075
Other purchased services	62,131	-	62,131	35,260
Professional and technical services	21,314	-	21,314	39,758
Supplies	97,092	5,051	102,143	93,175
Administration	41,195	-	41,195	50,109
Property services	126,719	-	126,719	116,919
Equipment	5,032	-	5,032	-
Bad debt expense	2,210	-	2,210	10,300
Other	-	-	-	1,063
Total operating expenses	<u>793,786</u>	<u>5,051</u>	<u>798,837</u>	<u>736,255</u>
Operating income (loss) before depreciation	36,771	8,430	45,201	(878)
Depreciation	<u>780,537</u>	<u>-</u>	<u>780,537</u>	<u>717,447</u>
Operating income (loss)	(743,766)	8,430	(735,336)	(718,325)
Nonoperating revenues (expenses):				
Loss on dry well	-	-	-	(79,761)
Payments in lieu of assessments	118,486	-	118,486	30,522
Sewer hook-up grants	(4,000)	-	(4,000)	-
Interest expense	(5,299)	-	(5,299)	-
Investment income	80,904	-	80,904	70,831
Net nonoperating revenues (expenses)	<u>190,091</u>	<u>-</u>	<u>190,091</u>	<u>21,592</u>
Income (loss) before operating transfers	(553,675)	8,430	(545,245)	(696,733)
Operating transfers:				
Operating transfers in	213,664	-	213,664	122,842
Operating transfers out	(39,253)	(21,793)	(61,046)	(25,000)
Net operating transfers	<u>174,411</u>	<u>(21,793)</u>	<u>152,618</u>	<u>97,842</u>
Net loss	(379,264)	(13,363)	(392,627)	(598,891)
Amortization of contributed capital	<u>690,260</u>	<u>-</u>	<u>690,260</u>	<u>644,348</u>
Increase (decrease) in retained earnings/fund balance	310,996	(13,363)	297,633	45,457
Beginning retained earnings/fund balance	<u>626,977</u>	<u>115,468</u>	<u>742,445</u>	<u>696,988</u>
Ending retained earnings/fund balance	<u>\$ 937,973</u>	<u>102,105</u>	<u>1,040,078</u>	<u>742,445</u>

See accompanying notes to general purpose financial statements.

**CITY OF WASILLA, ALASKA**  
 Combined Statement of Cash Flows  
 Proprietary Fund Type and Nonexpendable Trust Fund  
 Year Ended June 30, 2000  
 (With Comparative Totals for 1999)

	Proprietary Fund Type	Fiduciary Fund Type	Totals (Memorandum Only)	
	Enterprise	Non- expendable Trust	2000	1999
Cash flows from operating activities:				
Operating income (loss)	\$ (743,766)	8,430	(735,336)	(718,325)
Adjustments to reconcile operating income (loss) to net cash flows from operating activities:				
Depreciation	780,537	-	780,537	717,447
Amortization	382	-	382	381
Bad debt expense	2,210	-	2,210	10,300
Investment income	-	(5,281)	(5,281)	(4,644)
(Increase) decrease in assets:				
Accounts receivable	(19,680)	-	(19,680)	(8,785)
Inventory	(14,500)	-	(14,500)	49,723
Increase (decrease) in liabilities:				
Accounts payable	(225,476)	(1,309)	(226,785)	365,109
Accrued payroll and employee benefits	13,842	-	13,842	-
Accrued annual and sick leave	1,174	-	1,174	(2,314)
Customer deposits	241	-	241	1,743
Revenue billed in advance	4,233	-	4,233	-
Net cash flows from operating activities	<u>(200,803)</u>	<u>1,840</u>	<u>(198,963)</u>	<u>410,635</u>
Cash flows from noncapital financing activities:				
Operating transfers in	213,664	-	213,664	122,842
Operating transfers out	<u>(39,253)</u>	<u>(21,793)</u>	<u>(61,046)</u>	<u>(25,000)</u>
Net cash flows from noncapital financing activities	<u>174,411</u>	<u>(21,793)</u>	<u>152,618</u>	<u>97,842</u>
Cash flows from capital and related financing activities:				
Proceeds from issuance of note payable	-	-	-	177,100
Principal payments on note payable	(12,665)	-	(12,665)	-
Receipt of special assessments and payments in lieu of assessments	118,486	-	118,486	30,522
Acquisition and construction of capital assets	(1,561,220)	-	(1,561,220)	(2,248,759)
Residual equity transfers in as contributed capital	629,668	-	629,668	1,022,829
Other contributed capital received	686,513	-	686,513	1,151,288
Sewer hook-up grants	(4,000)	-	(4,000)	-
Loss on dry well	-	-	-	(79,761)
Net cash flows from capital and related financing activities	<u>(143,218)</u>	<u>-</u>	<u>(143,218)</u>	<u>53,219</u>
Cash flows from investing activities:				
Investment income received	78,955	5,145	84,100	76,227
Increase in notes receivable	(12,000)	-	(12,000)	-
Principal payments received on notes receivable	19,801	-	19,801	73,157
Net cash flows from investing activities	<u>86,756</u>	<u>5,145</u>	<u>91,901</u>	<u>149,384</u>
Net increase (decrease) in cash and investments	(82,854)	(14,808)	(97,662)	711,080
Cash and investments at beginning of year	<u>2,222,042</u>	<u>115,292</u>	<u>2,337,334</u>	<u>1,626,254</u>
Cash and investments at end of year	<u>\$ 2,139,188</u>	<u>100,484</u>	<u>2,239,672</u>	<u>2,337,334</u>

See accompanying notes to general purpose financial statements.

## **NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS**

The Notes to the General Purpose Financial Statements are a summary of significant accounting policies and other notes to the financial statements necessary for adequate disclosure.

# CITY OF WASILLA, ALASKA

## Notes to General Purpose Financial Statements

June 30, 2000

### (1) Summary of Significant Accounting Policies

#### General

The accompanying financial statements include all activities of the City of Wasilla, a municipal corporation operating as a first class city under the provisions of Alaska statutes. The City operates under a Mayor-Council form of government.

#### Reporting Entity

In evaluating how to define the government for financial reporting purposes, management has considered all potential component units by using criteria provided by the Governmental Accounting Standards Board. Based upon the application of these criteria, there are no component units for which the City of Wasilla is financially accountable, nor do any special financial relationships exist between the City and any other entity.

The accounting policies of the City conform to generally accepted accounting principles as applicable to governments. The following is a summary of the more significant policies:

#### Fund Accounting

The accounts of the City are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. City resources are allocated to and accounted for in individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, as follows:

#### Governmental Funds

The General Fund is the general operating fund of the City. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trusts, or major capital projects) that are restricted to expenditures for specified purposes.

Debt Service Funds are used to account for the accumulation of resources for and payment of principal, interest and related costs.

Capital Project Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

# CITY OF WASILLA, ALASKA

## Notes to General Purpose Financial Statements, continued

### **Summary of Significant Accounting Policies, continued**

#### **Proprietary Funds**

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

#### **Fiduciary Funds**

Trust Funds account for assets held in a trustee capacity for individuals, private organizations and other funds. Nonexpendable trust funds are accounted for in essentially the same manner as proprietary funds since capital maintenance is critical.

#### **Fixed Assets and Long-Term Liabilities**

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or “financial flow” measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of “available spendable resources.” Governmental fund operating statements present increases (revenues and other financing sources) and decreases (expenditures and other uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during a period.

Fixed assets used in governmental fund type operations (general fixed assets) are accounted for in the General Fixed Assets Account Group, rather than in governmental funds. Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, are not capitalized along with other general fixed assets. No depreciation has been provided on general fixed assets.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated fixed assets are valued at their estimated fair market value on the date donated.

Long-term liabilities expected to be financed from the governmental funds are accounted for in the General Long-Term Debt Account Group, not in the governmental funds.

**Summary of Significant Accounting Policies, continued**

**Fixed Assets and Long-Term Liabilities, continued**

Because of their spending measurement focus, expenditure recognition for governmental fund types is limited to exclude amounts represented by noncurrent liabilities. Since they do not affect current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities. They are instead reported as liabilities in the General Long-Term Debt Account Group.

The two account groups are not "funds." They are concerned only with the measurement of financial position. They are not involved with measurement of results of operations.

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in net total assets.

Portions of the property, plant and equipment of the Enterprise Funds have been constructed through the use of contributed capital from State and federal agencies and private sources. Depreciation on all assets has been charged against operations. However, depreciation applicable to the assets acquired with contributed capital does not reduce earnings or increase losses transferred to retained earnings. Instead it is included in accumulated amortization which offsets contributed capital in the fund equity section of the Enterprise Fund balance sheets.

Depreciation of property, plant and equipment of the Enterprise Funds is computed by use of the straight-line method over the estimated economic life of the asset. Estimated lives of major assets are as follows:

Distribution system and plant in service	40-50 years
Equipment	5 years
Land improvements	20 years

**Measurement Focus and Basis of Accounting**

Measurement focus refers to which resources are being measured when reporting financial position and performance. Basis of accounting refers to when revenues, expenditures, expenses and transfers, and the related assets and liabilities are recognized in the accounts and reported in the financial statements. Specifically, it relates to the timing of the measurements made regardless of the measurement focus applied.

## CITY OF WASILLA, ALASKA

### Notes to General Purpose Financial Statements, continued

#### **Summary of Significant Accounting Policies, continued**

##### **Measurement Focus and Basis of Accounting, continued**

The modified accrual basis of accounting is utilized in the General Fund, Special Revenue Funds, Capital Project Funds, and Debt Service Funds. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, meaning both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. Expenditures are recognized on the accrual basis, with the exception of principal and interest on general long-term debt, which are reported only when due.

Sales taxes and property taxes are recognized as revenue when they are collected or when they become available to finance expenditures of the current period. Sales taxes are considered available if they are collected within 30 days after year end. Property taxes are considered available if they have been collected by the Matanuska-Susitna Borough by the City's year end. Certain grant revenues are dependent upon expenditures, and revenues from these grants are recognized when the expenditures are made; revenues from other grants are recognized on the cash basis or earlier if the measurable and available criteria are met. Revenues from licenses, permits, fines, forfeitures and penalties are recognized on the cash basis. Interest income is accrued when earned.

The Enterprise Funds and the Nonexpendable Trust Fund are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

##### **Proprietary Fund Types and GASB Statement No. 20**

Governmental Accounting Standards Board (GASB) Statement No. 20 allows proprietary activities to elect to follow either GASB pronouncements or Financial Accounting Standards Board (FASB) pronouncements which are not in conflict with GASB and have been issued after November 30, 1989. The City has elected to follow only GASB pronouncements subsequent to November 30, 1989.

##### **Budgets**

The annual City operating budget is prepared by management in the spring preceding the fiscal year to which it relates. All funds are budgeted on an annual basis encompassing a fiscal year, except for the following Debt Service Funds: 1988 Overlook Sewer Improvement Bond, Gas Assessments, and Bond Guarantee. The Capital Project Funds have project-length budgets. The budget is submitted to the City Council for review and approval. Legal enactment of the budget is obtained through passage of a City ordinance. Amendments to the budget can occur any time during the fiscal year through City Council action. The legal level of budgetary control for all funds is at the function or activity level. All appropriations lapse at the end of the budget year to the extent that they have not been expended or lawfully encumbered, except for capital projects.



**Summary of Significant Accounting Policies, continued**

**Budgets, continued**

Annual budgets for the General, Special Revenue and Debt Service Funds, (excluding those mentioned above), are legally adopted on the same modified accrual basis used to reflect actual revenues and expenditures.

Annual budgets are also adopted for the Enterprise Funds. However, generally accepted accounting principles do not require the adoption of budgets for Enterprise Funds, and budgetary comparisons are not included for these funds since the measurement focus is upon determination of net income and financial position.

A summary of legal appropriations for governmental fund types at the fund level follows:

	<u>Original</u>	<u>Revisions</u>	<u>Revised</u>
General Fund	\$ 6,303,998	1,953,537	8,257,535
Special Revenue Funds	765,028	24,902	789,930
Debt Service Funds	214,536	-	214,536

**Central Treasury**

The cash transactions of the City’s funds are handled primarily in an overnight repurchase agreement account. Investment earnings are allocated among the funds based on their respective equity in the central treasury.

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, the proprietary funds consider all cash and investments to be cash and cash equivalents. The central treasury, which holds cash and investments, is used essentially as a cash management pool by each fund.

**Inventory**

Inventory is valued at the lower of average cost or market in the Enterprise Funds.

**Short-Term Interfund Receivables/Payables**

Short-term interfund loans are classified as “due from other funds” or “due to other funds” on the balance sheet.

**Advances to Other Funds**

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

# CITY OF WASILLA, ALASKA

## Notes to General Purpose Financial Statements, continued

### Summary of Significant Accounting Policies, continued

#### Accrued Leave

All full-time employees are eligible for paid leave (vacation and sick leave). Employees may accrue a maximum of 480 hours of vacation which may be cashed out upon termination at 100% of value. Sick leave has no limit on the amount that can be accrued and may be cashed out at 25% of the value upon termination. Accrued leave is recorded as an expense in the period it is earned by the employees, with the total liability for accrued leave presented in the related fund balance sheet.

#### Deferred Grant Revenue

Amounts received from grantor agencies which are restricted as to use and have not been expended for the intended use are shown as deferred revenue.

#### Encumbrances

Encumbrances outstanding at year end, including purchase orders, contracts and other commitments for the expenditure of monies, are reported as reservations of fund balances in the General Fund, Special Revenue Funds, Debt Service Funds and Capital Project Funds since they do not constitute expenditures or liabilities.

#### Property Taxes

Property taxes are levied on the assessed value of taxable property as of January 1 and are payable in two installments in August and February. An enforceable lien is attached on all taxable property as of January 1. The Matanuska-Susitna Borough bills and collects all property taxes for the City.

#### Grants and Other Intergovernmental Revenues

In applying the measurable and available concepts to grants and intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts are considered "earned"; therefore, revenues are recognized based upon expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed compliance requirements. These resources are reflected as revenues at the time of receipt or earlier if the measurable and available criteria are met.

#### Interfund Transactions

During the course of normal operations, the City has numerous transactions between funds, including expenditures and transfers of resources to provide services, construct assets, and service debt. The accompanying financial statements generally reflect such transactions as operating transfers. Operating subsidies are also recorded as operating transfers. The classification of amounts recorded as subsidies, advances, or residual equity transfers is determined by City management.

# CITY OF WASILLA, ALASKA

## Notes to General Purpose Financial Statements, continued

### Summary of Significant Accounting Policies, continued

#### Administrative Fees

Grants are charged an administrative fee if allowable under the terms of the grants. The fee is recorded as revenue in the General Fund.

#### Pension Plans

Substantially all employees of the City participate in the Public Employees' Retirement System (PERS) administered by the State of Alaska.

#### Reclassifications

Certain reclassifications have been made to the 1999 financial statements to make them comparable with the 2000 presentation.

#### Comparative Data

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the City's financial position and operations.

#### Total Columns on Combined Statements

Total columns on the Combined Statements are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

### (2) Cash and Investments

#### Deposits

At June 30, 2000, the carrying amount of the City's deposits was \$6,157,803 and the bank balances were \$6,507,037. The bank balances are categorized as follows:

Amount insured by the FDIC	\$ 500,000
Amount collateralized with securities held by the financial institution's trust department or agent in the City's name	5,984,473
Uncollateralized	<u>22,564</u>
Total bank balances	<u>\$ 6,507,037</u>

In compliance with the current banking services contract with National Bank of Alaska, the City is required to keep a minimum of \$500,000 on deposit with the bank. In consideration of the services provided by the bank under the contract, the City is required to keep a \$78,000 noninterest bearing time certificate of deposit with the bank.

**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

**Cash and Investments, continued**

**Investments**

The City is authorized to invest in the following:

- Obligations of, or obligations insured or guaranteed by the United States government or an agency or instrumentality of the United States.
- Negotiable certificates of deposit issued by rated banks.
- Certificates of deposit issued by banks with a main or branch office within the State of Alaska.
- Repurchase agreements secured by obligations insured or guaranteed by the United States government or agencies or instrumentalities of the United States government.
- The Alaska Municipal League Investment Pool (AMLIP).
- Federally insured deposits in banks with a main or branch office within the State of Alaska.

The AMLIP is an external investment pool which is not SEC registered. Alaska Statute 37.23 establishes regulatory oversight of the pool. The law sets forth numerous requirements regarding authorized investments and reporting. At June 30, 2000, the share value of investments in the AML pool is approximately equal to fair value.

The City's investments, which are carried at fair value, are categorized to give an indication of the level of risk assumed by the City at year end. Category 1 includes investments that are insured or registered or for which the securities are held by the City or its agent in the City's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the financial institution's trust department or agent in the City's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the financial institution or by its trust department or agent, but not in the City's name.

	Category			Fair Value
	1	2	3	
Repurchase agreements	\$ -	1,272,984	-	1,272,984
U.S. government securities	<u>1,260,000</u>	-	-	<u>1,260,000</u>
	<u>\$ 1,260,000</u>	<u>1,272,984</u>	<u>-</u>	2,532,984
Alaska Municipal League Investment Pool				<u>2,506,333</u>
Total investments				<u>\$ 5,039,317</u>

**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

(3) **Fixed Assets**

A summary of changes in general fixed assets follows:

	Balance July 1, <u>1999</u>	Additions/ <u>Transfers In</u>	Deletions/ <u>Transfers Out</u>	Balance June 30, <u>2000</u>
Land	\$ 1,635,627	221,556	34,020	1,823,163
Buildings	2,802,474	47,152	-	2,849,626
Office furniture and equipment	463,245	227,836	-	691,081
Vehicles and equipment	982,799	179,395	-	1,162,194
Library collections	1,929,952	32,024	10,500	1,951,476
Construction in progress	<u>869,872</u>	<u>27,431</u>	<u>644,012</u>	<u>253,291</u>
	<u>\$ 8,683,969</u>	<u>735,394</u>	<u>688,532</u>	<u>8,730,831</u>

The following is a summary of Enterprise Fund property, plant and equipment at June 30, 2000:

	Sewer <u>Utility</u>	Water <u>Utility</u>	Municipal <u>Airport</u>	<u>Total</u>
Land	\$ 657,810	149,170	1,470,000	2,276,980
Land improvements	-	-	5,315,544	5,315,544
Treatment system	4,475,624	-	-	4,475,624
Collection/distribution system	7,822,752	5,254,225	-	13,076,977
Water tank and fence	-	2,337,975	-	2,337,975
Wells/well house	-	271,276	-	271,276
Other plant in service	2,894,496	-	-	2,894,496
Equipment	1,945,100	72,725	213,954	2,231,779
Construction in progress	<u>779,052</u>	<u>1,452,744</u>	<u>14,000</u>	<u>2,245,796</u>
	18,574,834	9,538,115	7,013,498	35,126,447
Accumulated depreciation	<u>(5,623,978)</u>	<u>(2,325,836)</u>	<u>(1,840,553)</u>	<u>(9,790,367)</u>
Net property, plant and equipment	<u>\$ 12,950,856</u>	<u>7,212,279</u>	<u>5,172,945</u>	<u>25,336,080</u>

**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

(4) **Operating Transfers**

A summary of operating transfers between funds for the year ended June 30, 2000, follows:

	Transfers <u>In</u>	Transfers <u>Out</u>
General Fund	\$ 21,793	2,497,798
Library Special Revenue Fund	189,179	-
1982 Original Water Bond Debt Service Fund	-	8,888
Capital Project Funds:		
Miscellaneous Projects and Road and Street Improvements	1,988,096	-
Vehicle Replacement	150,000	-
Right-of-Way Acquisition	5,000	-
Enterprise Funds:		
Sewer Utility	107,425	24,812
Water Utility	52,104	14,441
Municipal Airport	54,135	-
Cemetery Nonexpendable Trust Fund	-	21,793
	<u>\$ 2,567,732</u>	<u>2,567,732</u>

(5) **Residual Equity Transfers**

Residual equity transfers between funds for the year ended June 30, 2000 follow:

	Transfers <u>In</u>	Transfers <u>Out</u>
General Fund	\$ -	620,780
1982 Original Water Bond Debt Service Fund	-	8,888
Enterprise Funds:		
Sewer Utility	205,915	-
Water Utility	423,753	-
	<u>\$ 629,668</u>	<u>629,668</u>

The residual equity transfers to the Enterprise Funds were recorded in contributed capital.

**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

(6) **Long-Term Debt**

Long-term debt consists of the following at June 30, 2000:

Special Assessment Bonds

\$329,300 1986 Southside Water District Bond, due in annual installments of \$3,954 to \$6,454 through June 30, 2026; interest at 6.125%	\$ 140,048
\$626,000 1987 Sewer Improvement District Bond, due in annual installments of \$3,400 to \$4,900 through August 17, 2027; interest at 6.5%	117,700
\$403,700 1988 Phase I Paving Improvement District Bond, due in annual installments of \$16,400 to \$21,400 through February 12, 2003; interest at 6.125%	61,386
\$147,370 1993 Glenwood/Naomi/Shadowood Paving Improvement Districts Bond, due in annual installments of \$11,656 through December 22, 2003; interest 5.10%	46,624
\$159,560 1994 Mountain Village/Crestwood Paving Improvement Districts Bond, due in annual installments of \$15,956 through November 29, 2003 with a final installment of \$3,654 due November 29, 2004; interest at 6.05%	67,115
\$261,942 1995 Whispering Woods/Nelson Avenue/Lake View Avenue Paving Improvement Districts Bond, due in annual installments of \$18,194 through July 26, 2005; interest at 6.825%;	109,165
\$251,298 1997 Westpoint/Hallea Lane/Wild Adventure/Southview Paving Improvement Districts Bond, due in annual installments of \$25,130 through March 17, 2007; interest at 6.435%	175,909
\$287,200 1999 WoodCrest/Patricia/Century Park Paving Improvement Districts Bond, due in annual installments of \$28,720 through November 24, 2008; interest at 5.9%	258,480
\$189,320 2000 North Country Paving Improvement District Bond, due in annual installments of \$18,932 through April 6, 2010; interest at 6.545%	<u>189,320</u>
Total Special Assessment Bonds	<u>1,165,747</u>

**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

**Long-Term Debt, continued**

General Obligation Bonds

\$5,500,000 Street Paving/Street Improvements General Obligation Bonds, due in annual installments of \$170,000 to \$420,000 through October 1, 2018, variable interest from 4.625% to 6.0% 5,330,000

Note Payable

\$177,100 Water Utility note payable, due in annual installments of \$8,855 through August 3, 2018, plus interest at 3.68% 164,436

Free Main Allowances

The amount that has been received through June 30, 2000 from the natural gas provider that is to be rebated to property owners pursuant to an agreement with the City and the natural gas provider. 168,351

Total long-term debt \$ 6,828,534

Special assessment bond debt service requirements to maturity, including \$485,906 of interest, are as follows:

Year Ending June 30,	1986 Southside Water District Bond	1987 Sewer Improvement District Bond	1988 Phase I Paving Improvement District Bond	1993 Glenwood/ Naomi/ Shadowood Paving Improvement Districts Bond	1994 Mountain Village/ Crestwood Paving Improvement Districts Bond
2001	\$ 12,532	11,051	25,160	14,034	20,016
2002	12,290	10,829	23,849	13,439	19,051
2003	12,047	10,984	19,724	12,845	18,086
2004	11,805	10,738	-	12,250	16,758
2005	11,563	10,493	-	-	3,874
Thereafter	<u>208,050</u>	<u>181,555</u>	<u>-</u>	<u>-</u>	<u>-</u>
	268,287	235,650	68,733	52,568	77,785
Less amount of interest	<u>128,239</u>	<u>117,950</u>	<u>7,347</u>	<u>5,944</u>	<u>10,670</u>
	<u>\$ 140,048</u>	<u>117,700</u>	<u>61,386</u>	<u>46,624</u>	<u>67,115</u>



**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

**Long-Term Debt, continued**

Year Ending June 30,	1995	1997	1999	2000	Total
	Whispering Woods/ Nelson Ave./ Lake View Ave. Paving Improvement Districts Bond	Westpoint/ Hallea Lane/ Wild Adventure/ Southview Paving Improvement Districts Bond	WoodCrest Patricia/ Century Park Paving Improvement Districts Bond	North Country Paving Improvement District Bond	
2001	\$ 25,645	36,450	43,970	31,323	220,181
2002	24,403	34,832	42,276	30,084	211,053
2003	23,161	33,215	40,581	28,845	199,488
2004	21,919	31,598	38,887	27,606	171,561
2005	20,678	29,981	37,192	26,367	140,148
Thereafter	<u>19,436</u>	<u>55,111</u>	<u>131,825</u>	<u>113,245</u>	<u>709,222</u>
	135,242	221,187	334,731	257,470	1,651,653
Less amount of interest	<u>26,077</u>	<u>45,278</u>	<u>76,251</u>	<u>68,150</u>	<u>485,906</u>
	<u>\$ 109,165</u>	<u>175,909</u>	<u>258,480</u>	<u>189,320</u>	<u>1,165,747</u>

General obligation bond debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2001	\$ 175,000	265,891	440,891
2002	185,000	255,323	440,323
2003	195,000	244,398	439,398
2004	205,000	233,026	438,026
2005	215,000	221,348	436,348
Thereafter	<u>4,355,000</u>	<u>1,681,314</u>	<u>6,036,314</u>
Total	<u>\$ 5,330,000</u>	<u>2,901,300</u>	<u>8,231,300</u>

The Water Utility note debt service requirements to maturity are as follows:

Year Ending June 30,	Principal	Interest	Total
2001	\$ 8,855	6,051	14,906
2002	8,855	5,725	14,580
2003	8,855	5,400	14,255
2004	8,855	5,074	13,929
2005	8,855	4,748	13,603
Thereafter	<u>120,161</u>	<u>32,253</u>	<u>152,414</u>
Total	<u>\$ 164,436</u>	<u>59,251</u>	<u>223,687</u>

## CITY OF WASILLA, ALASKA

### Notes to General Purpose Financial Statements, continued

#### Long-Term Debt, continued

During the year ended June 30, 2000, the following changes occurred in long-term liabilities:

<u>General Government</u>	<u>Balance July 1, 1999</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2000</u>
Special Assessment Debt	\$ 1,104,837	189,320	128,410	1,165,747
General Obligation Bonds	5,500,000	-	170,000	5,330,000
Free Main Allowances	<u>157,052</u>	<u>11,299</u>	<u>-</u>	<u>168,351</u>
	<u>\$ 6,761,889</u>	<u>200,619</u>	<u>298,410</u>	<u>6,664,098</u>
<u>Water Utility Enterprise Fund</u>				
ADEC Note Payable	<u>\$ 177,100</u>	<u>-</u>	<u>12,664</u>	<u>164,436</u>

#### Special Assessment Bond Covenants

By City Ordinance 82-14 and as amended by subsequent ordinances, the City created a bond guarantee fund. The purpose of the fund is to guarantee the payment of the principal of all special assessment bonds, warrants, and notes issued on any special assessment district funds and interest pertaining thereto. The City covenants that:

- The Bond Guarantee Fund shall be kept separate from all other money and funds of the City and shall be held in trust for the uses and purposes provided for in the ordinances.
- From the date of delivery of the bonds, the City will make certain minimum payments into the bond guarantee fund. The payments vary with each special assessment bond issue.

All special assessment bonds are secured by special assessments levied against properties specifically benefited by the improvement within each district.

**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

(7) **Contributed Capital**

A summary of changes in contributed capital of the Enterprise Funds for the year ended June 30, 2000 follows:

	<u>Balance at</u> <u>July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>June 30, 2000</u>
Sewer Utility	\$ 18,141,222	469,756	-	18,610,978
Water Utility	9,035,131	526,935	-	9,562,066
Municipal Airport	<u>6,706,688</u>	<u>299,056</u>	<u>-</u>	<u>7,005,744</u>
	<u>\$ 33,883,041</u>	<u>1,295,747</u>	<u>-</u>	<u>35,178,788</u>

A summary of changes in accumulated amortization of contributed capital follows:

	<u>Balance at</u> <u>July 1, 1999</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance at</u> <u>June 30, 2000</u>
Sewer Utility	\$ 5,028,346	317,718	-	5,346,064
Water Utility	1,526,047	108,498	-	1,634,545
Municipal Airport	<u>1,574,814</u>	<u>264,042</u>	<u>-</u>	<u>1,838,856</u>
	<u>\$ 8,129,207</u>	<u>690,258</u>	<u>-</u>	<u>8,819,465</u>

(8) **Defined Benefit Pension Plan**

Description of Plan

The City participates in the Alaska Public Employees Retirement System (PERS), an agent multiple employer plan which covers eligible State and local government employees. The plan was established and is administered by the State of Alaska to provide pension, postemployment healthcare, death, and disability benefits. Benefit and contribution provisions are established by State law and may be amended only by the State Legislature.

The plan is included in a comprehensive annual financial report that includes financial statements and other required supplemental information. The report is available at the following address:

Department of Administration  
 Division of Retirement and Benefits  
 P.O. Box 110203  
 Juneau, AK 99811-0203

# CITY OF WASILLA, ALASKA

## Notes to General Purpose Financial Statements, continued

### **Defined Benefit Pension Plan, continued**

#### **Funding Policy**

Under PERS, employees are required to contribute 6.75% (7.5% for peace officers and firefighters) of their annual covered salary. Under the plan, the funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as a percentage of annual covered payroll, are sufficient to accumulate sufficient assets to pay both pension and postemployment healthcare benefits when due. The City's current contribution rate for PERS follows:

Pension	6.08%
Postemployment healthcare	<u>2.48%</u>
Total contribution rate	<u>8.56%</u>

Under the plan, employer contribution rates are level percentages of payroll and are determined using the projected unit credit actuarial funding method. The plan uses the level dollar method to amortize the unfunded liability over an open, rolling twenty-five year period. Funding surpluses are amortized over five years.

#### **Annual Pension Cost**

For the year ended June 30, 2000, the City's annual pension cost of \$218,443 for PERS was equal to its required and actual contributions.

The required contribution was determined as part of the June 30, 1997 actuarial valuation. The significant actuarial assumptions used in the valuation of the plan follow:

1. Investment return of 8.25% per annum, compounded annually, net of expenses;
2. Projected salary increases of 5.5% for the first five years of employment and 4.5% per year thereafter;
3. Health cost inflation of 6.5% in 1998, trending downward to 5.5% in 1999 and thereafter;
4. Total inflation, as measured by the Consumer Price Index for urban and clerical workers for Anchorage, is assumed to increase 4% annually; and
5. Asset valuation – assets are valued at fair value; the asset valuation method recognizes 20% of the investment gain or loss in each of the current and preceding four years.

**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

**Defined Benefit Pension Plan, continued**

Three-year trend information for PERS follows:

	<u>Fiscal Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
June 30, 1998		\$ 254,311	100%	\$ -
	1999	240,119	100%	-
	2000	218,443	100%	-

A schedule of funding progress for PERS follows:

	<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability</u>	<u>Unfunded (Assets in Excess of) Liability</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>Unfunded (Assets in Excess of) Liability as Percentage of Covered Payroll</u>
June 30, 1997:							
Pension		\$ 2,949,000	\$ 2,730,000	\$ (219,000)	108%	\$ 1,946,000	(11%)
Postemployment healthcare		1,099,000	1,018,000	(81,000)	108%	1,946,000	(4%)
June 30, 1998:							
Pension		3,320,000	3,277,000	(43,000)	101%	2,179,000	(2%)
Postemployment healthcare		1,233,000	1,217,000	(16,000)	101%	2,179,000	(1%)
June 30, 1999:							
Pension		3,740,000	3,654,000	(86,000)	102%	2,225,000	(4%)
Postemployment healthcare		1,517,000	1,482,000	(35,000)	102%	2,225,000	(2%)

**CITY OF WASILLA, ALASKA**

Notes to General Purpose Financial Statements, continued

(9) **Deferred Compensation Plan**

The City offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all full-time City employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

In accordance with the current Internal Revenue Code, all assets and income of the plan are held in trust for the exclusive benefit of participants and their beneficiaries. The City does not report these assets and income in the financial statements.

(10) **Enterprise Fund Segment Information**

The City maintains three enterprise funds which provide sewer, water, and municipal airport services. Segment information as of and for the year ended June 30, 2000 follows:

	<u>Sewer</u>	<u>Water</u>	<u>Municipal</u>	<u>Total</u>
	<u>Utility</u>	<u>Utility</u>	<u>Airport</u>	
Operating revenues	\$ 427,377	381,922	21,258	830,557
Depreciation	342,928	172,170	265,439	780,537
Operating loss	337,676	105,570	300,520	743,766
Net income (loss)	(143,730)	10,239	(245,773)	(379,264)
Operating transfers in	107,425	52,104	54,135	213,664
Operating transfers out	24,812	14,441	-	39,253
Capital contributions	469,756	526,935	299,056	1,295,747
Property, plant and equipment additions	588,693	666,371	306,156	1,561,220
Net working capital	659,782	1,388,356	25,196	2,073,334
Total assets	13,840,473	8,694,982	5,203,848	27,739,303
Total equity	13,639,170	8,459,985	5,198,141	27,297,296

(11) **Risk Management**

The City faces a considerable number of risks of loss, including (a) damage to and loss of property and contents, (b) employee torts, (c) professional liability; i.e., errors and omissions, (d) environmental damage, (3) workers' compensation; i.e., employee injuries, and (f) medical insurance costs of employees. Commercial policies, transferring the risk of loss, except for relatively small deductible amounts, are purchased for employee medical costs.

The City is a member of the Alaska Municipal League Joint Insurance Association (JIA), a governmental insurance pool established by the Alaska Municipal League. The JIA provides the City coverage for property, including building and contents, automobiles, mobile equipment and data processing equipment; casualty, including general liability, public officials and employees liability, law enforcement professional liability, auto liability and employee benefit liability; workers' compensation, including employers liability; and commercial blanket bond. The City also has boiler and machinery, and airport liability coverage. The City has no coverage for potential losses from environmental damages.

The JIA is a public entity risk pool organized to share risks among its members. The Association's bylaws provide for the assessment of supplemental contributions from members in the event that losses and expenses for any coverage year exceed the annual contributions and income earned on such contributions for the year. Such supplemental contributions shall be based upon each member's annual deposit contribution in comparison to the aggregate annual deposit contributions of all members. The Association made no supplemental assessments during the year ended June 30, 2000. Coverage limits and the deductibles on the policies have stayed relatively constant for the past few years.

(12) **Conduit Debt**

On April 22, 1996, the City Council authorized the issuance of nonrecourse revenue bonds for the purpose of providing funds to loan to the Cook Inlet Housing Development Corporation to purchase a facility. The bonds were issued in the amount of \$2,327,532 on October 17, 1996. The bonds do not constitute a general obligation debt or pledge of the full faith and credit of the City and, accordingly the bonds and related assets are not reflected in the accompanying financial statements.

## CITY OF WASILLA, ALASKA

### Notes to General Purpose Financial Statements, continued

(13) **Contingencies**

The City, in the normal course of its activities, is involved in various claims and pending litigation and has accrued amounts it considers sufficient to cover settlements that may be payable as a result of unfavorable outcomes. The City intends to vigorously defend actions against it and pursue claims in its favor, and in the opinion of management and legal counsel, the disposition of these matters is not expected to have a material effect on the City's financial statements.

Amounts received or receivable from grantor agencies are subject to audit and adjustment by the grantor agencies. Any disallowed claims, including amounts already collected, would become a liability of the applicable funds.



COMBINING AND INDIVIDUAL FUND  
FINANCIAL STATEMENTS AND SCHEDULES

(this page left blank intentionally)

## GENERAL FUND

The General Fund accounts for all transactions not recorded in other funds and receives financial support from such sources as property taxes, sales taxes, licenses and permits, intergovernmental revenues and charges for services. Expenditures are authorized in the budget for such functions as general administration, police, property and road maintenance, and museum and other recreational services.

## CITY OF WASILLA, ALASKA

General Fund

Balance Sheet

June 30, 2000

(With Comparative Amounts for 1999)

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and investments	\$ 3,888,741	4,240,642
Receivables:		
Sales taxes	529,535	460,228
Grants and shared revenues	182,067	226,397
Matanuska-Susitna Borough	-	2,886
Accrued interest	32,334	46,384
Special assessments	913	1,826
Other	73,696	68,192
Total receivables	<u>818,545</u>	<u>805,913</u>
Due from other funds	-	57,802
Advances to other funds	109,064	109,597
Total assets	<u>\$ 4,816,350</u>	<u>5,213,954</u>
<u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts payable	84,542	221,118
Accrued payroll and employee benefits	101,417	-
Accrued annual and sick leave	133,742	131,667
Deferred revenue	3,755	3,781
Total liabilities	<u>323,456</u>	<u>356,566</u>
Fund balance:		
Reserved:		
Encumbrances	101,639	27,478
Advances to other funds	109,064	109,597
Insurance premium increases	44,776	25,868
Unreserved:		
Designated for subsequent year's expenditures	274,810	-
Undesignated	3,962,605	4,694,445
Total fund balance	<u>4,492,894</u>	<u>4,857,388</u>
Total liabilities and fund balance	<u>\$ 4,816,350</u>	<u>5,213,954</u>

## CITY OF WASILLA, ALASKA

## General Fund

Statement of Revenues, Expenditures  
and Changes in Fund Balance

Year Ended June 30, 2000

(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Revenues:		
Taxes	\$ 5,950,156	5,372,395
Licenses and permits	33,630	33,168
Fines, forfeitures and penalties	55,458	59,725
Intergovernmental	485,511	625,600
Matanuska-Susitna Borough	11,000	11,000
Investment income	275,615	309,518
Other	562,785	157,815
Total revenues	<u>7,374,155</u>	<u>6,569,221</u>
Expenditures:		
General government:		
City Council	269,417	263,941
Administration	321,802	281,497
Finance	586,886	570,338
Planning	184,326	149,955
Total general government	<u>1,362,431</u>	<u>1,265,731</u>
Public safety	<u>1,535,216</u>	<u>1,441,365</u>
Public works:		
Administration	170,178	114,390
Road maintenance	425,779	445,878
Property maintenance	158,165	168,124
Total public works	<u>754,122</u>	<u>728,392</u>
Culture and recreation:		
Museum	94,387	96,786
Recreation	386,141	342,985
Total culture and recreation	<u>480,528</u>	<u>439,771</u>
Nondepartmental	<u>63,326</u>	<u>69,577</u>
Debt service	<u>446,241</u>	<u>281,341</u>
Total expenditures	<u>4,641,864</u>	<u>4,226,177</u>
Excess of revenues over expenditures	2,732,291	2,343,044
Other financing sources (uses):		
Operating transfers from other funds	21,793	-
Operating transfers to other funds	(2,497,798)	(1,300,950)
Net other financing sources (uses)	<u>(2,476,005)</u>	<u>(1,300,950)</u>
Excess of revenues and other financing sources over expenditures and other uses	256,286	1,042,094
Beginning fund balance	4,857,388	4,822,672
Residual equity transfers to other funds	<u>(620,780)</u>	<u>(1,007,378)</u>
Ending fund balance	\$ <u>4,492,894</u>	<u>4,857,388</u>

## CITY OF WASILLA, ALASKA

## General Fund

Statement of Revenues, Expenditures and Changes in Fund Balance -  
Budget and Actual

Year Ended June 30, 2000

(With Comparative Amounts for 1999)

	2000		Variance Favorable (Unfavorable)	1999
	Budget	Actual		Actual
Revenues:				
Taxes:				
Sales tax, including penalty and interest	\$ 5,019,000	5,509,279	490,279	4,932,494
Property and vehicle taxes	418,378	440,877	22,499	439,901
Total taxes	<u>5,437,378</u>	<u>5,950,156</u>	<u>512,778</u>	<u>5,372,395</u>
Licenses and permits:				
City business licenses	11,000	14,905	3,905	15,170
Land use permits	7,500	7,010	(490)	7,615
Utility permits	9,000	6,670	(2,330)	6,823
Driveway permits	2,000	1,575	(425)	1,775
Taxicab permits	1,000	3,420	2,420	1,715
Animal licenses	100	50	(50)	70
Total licenses and permits	<u>30,600</u>	<u>33,630</u>	<u>3,030</u>	<u>33,168</u>
Fines, forfeitures and penalties	<u>64,000</u>	<u>55,458</u>	<u>(8,542)</u>	<u>59,725</u>
Intergovernmental:				
Safe communities	124,408	126,927	2,519	185,684
Revenue-sharing	80,635	74,738	(5,897)	123,337
Electric and telephone co-op tax	90,000	142,715	52,715	207,282
Public safety grants	48,691	122,584	73,893	88,877
Museum grants	3,775	3,775	-	-
Alcoholic beverage tax	19,000	13,900	(5,100)	18,600
Other	-	872	872	1,820
Total intergovernmental	<u>366,509</u>	<u>485,511</u>	<u>119,002</u>	<u>625,600</u>
Matanuska-Susitna Borough:				
Solid waste	1,000	1,000	-	1,000
Parks and recreation	10,000	10,000	-	10,000
Other	600	-	(600)	-
Total Matanuska-Susitna Borough	<u>11,600</u>	<u>11,000</u>	<u>(600)</u>	<u>11,000</u>
Investment income	<u>275,000</u>	<u>275,615</u>	<u>615</u>	<u>309,518</u>
Other:				
Administration fee revenue	68,195	57,471	(10,724)	89,725
Sale of land	-	331,373	331,373	-
Charges for services	7,480	6,752	(728)	7,649
Building rentals	1,050	870	(180)	750
Donations	1,000	19,851	18,851	11,681
Youth litter patrol	5,000	1,328	(3,672)	10,500
Miscellaneous	39,304	145,140	105,836	37,510
Total other	<u>122,029</u>	<u>562,785</u>	<u>440,756</u>	<u>157,815</u>
Total revenues	<u>6,307,116</u>	<u>7,374,155</u>	<u>1,067,039</u>	<u>6,569,221</u>

**CITY OF WASILLA, ALASKA**  
 General Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance -  
 Budget and Actual, continued

	2000		Variance Favorable (Unfavorable)	1999
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Expenditures:				
General government:				
City Council:				
Salaries	\$ 124,403	103,080	21,323	96,312
Employee benefits	37,095	28,539	8,556	29,307
Professional and technical services	71,990	66,872	5,118	82,131
Property services	3,300	3,347	(47)	3,062
Other purchased services	61,975	47,417	14,558	36,143
Supplies	11,214	10,760	454	8,803
Capital expenditures	9,864	9,402	462	8,183
Total City Council	<u>319,841</u>	<u>269,417</u>	<u>50,424</u>	<u>263,941</u>
Administration:				
Salaries	167,005	161,594	5,411	155,271
Employee benefits	53,996	50,946	3,050	52,213
Professional and technical services	93,746	91,070	2,676	52,052
Property services	3,829	3,816	13	-
Other purchased services	16,221	8,049	8,172	10,095
Supplies	1,419	1,413	6	2,532
Capital expenditures	5,000	4,914	86	9,334
Total administration	<u>341,216</u>	<u>321,802</u>	<u>19,414</u>	<u>281,497</u>
Finance:				
Salaries	312,051	307,682	4,369	305,446
Employee benefits	91,192	91,911	(719)	89,824
Professional and technical services	15,535	5,082	10,453	50,303
Property services	60,789	56,471	4,318	55,235
Other purchased services	92,979	91,022	1,957	40,401
Supplies	22,453	21,955	498	17,671
Other expenditures	1,500	-	1,500	-
Capital expenditures	17,196	12,763	4,433	11,458
Total finance	<u>613,695</u>	<u>586,886</u>	<u>26,809</u>	<u>570,338</u>
Planning:				
Salaries	135,530	119,716	15,814	87,082
Employee benefits	46,606	34,639	11,967	31,822
Professional and technical services	12,050	6,560	5,490	2,035
Property services	3,213	2,347	866	2,288
Other purchased services	32,630	10,732	21,898	13,332
Supplies	7,340	5,333	2,007	3,880
Capital expenditures	4,600	4,999	(399)	9,516
Total planning	<u>241,969</u>	<u>184,326</u>	<u>57,643</u>	<u>149,955</u>
Total general government	<u>1,516,721</u>	<u>1,362,431</u>	<u>154,290</u>	<u>1,265,731</u>

**CITY OF WASILLA, ALASKA**  
 General Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance -  
 Budget and Actual, continued

	2000		1999	
	<u>Budget</u>	<u>Actual</u>	Variance Favorable (Unfavorable)	<u>Actual</u>
Expenditures continued:				
Public safety - police:				
Salaries	\$ 795,441	823,864	(28,423)	752,648
Employee benefits	286,041	264,687	21,354	251,231
Professional and technical services	7,515	4,404	3,111	5,574
Property services	16,152	17,558	(1,406)	13,635
Other purchased services	383,296	358,749	24,547	344,623
Supplies	43,661	44,851	(1,190)	38,470
Capital expenditures	18,241	21,103	(2,862)	35,184
Total public safety - police	<u>1,550,347</u>	<u>1,535,216</u>	<u>15,131</u>	<u>1,441,365</u>
Public works:				
Administration:				
Salaries	96,710	107,721	(11,011)	52,195
Employee benefits	28,631	23,430	5,201	13,803
Professional and technical services	13,900	11,325	2,575	14,573
Property services	17,599	7,327	10,272	1,066
Other purchased services	17,952	10,960	6,992	25,730
Supplies	6,850	6,115	735	2,261
Capital expenditures	5,250	3,300	1,950	4,762
Total administration	<u>186,892</u>	<u>170,178</u>	<u>16,714</u>	<u>114,390</u>
Road maintenance:				
Salaries	125,668	131,164	(5,496)	117,895
Employee benefits	48,114	42,121	5,993	47,909
Property services	17,484	15,955	1,529	12,471
Other purchased services	201,815	178,506	23,309	187,397
Supplies	133,500	46,091	87,409	54,224
Capital expenditures	79,000	11,942	67,058	25,982
Total road maintenance	<u>605,581</u>	<u>425,779</u>	<u>179,802</u>	<u>445,878</u>
Property maintenance:				
Salaries	37,687	25,877	11,810	45,445
Employee benefits	11,589	9,837	1,752	22,782
Property services	67,990	65,372	2,618	53,142
Other purchased services	14,088	13,807	281	13,388
Supplies	47,000	32,292	14,708	30,911
Capital expenditures	6,700	2,527	4,173	-
Other	7,906	8,453	(547)	2,456
Total property maintenance	<u>192,960</u>	<u>158,165</u>	<u>34,795</u>	<u>168,124</u>
Total public works	<u>985,433</u>	<u>754,122</u>	<u>231,311</u>	<u>728,392</u>



**CITY OF WASILLA, ALASKA**  
 General Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance -  
 Budget and Actual, continued

	2000		1999	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Expenditures continued:				
Culture and recreation:				
Museum:				
Salaries	\$ 59,871	56,181	3,690	45,793
Employee benefits	22,947	16,631	6,316	21,268
Professional and technical services	1,050	797	253	2,549
Property services	4,000	2,563	1,437	9,573
Other purchased services	9,145	7,930	1,215	6,235
Supplies	5,650	6,025	(375)	10,932
Capital expenditures	6,400	4,260	2,140	436
Total museum	<u>109,063</u>	<u>94,387</u>	<u>14,676</u>	<u>96,786</u>
Recreation:				
Salaries	228,186	228,368	(182)	197,841
Employee benefits	64,016	61,437	2,579	51,039
Professional and technical services	11,945	7,641	4,304	11,902
Property services	29,975	34,427	(4,452)	36,812
Other purchased services	19,128	17,459	1,669	14,061
Supplies	27,701	26,409	1,292	23,095
Capital expenditures	10,500	10,400	100	8,235
Total recreation	<u>391,451</u>	<u>386,141</u>	<u>5,310</u>	<u>342,985</u>
Total culture and recreation	<u>500,514</u>	<u>480,528</u>	<u>19,986</u>	<u>439,771</u>
Nondepartmental:				
Insurance deductible	10,000	-	10,000	-
Foreclosed tax payments	10,000	-	10,000	-
Animal control	22,490	26,000	(3,510)	26,000
Donations to nonprofit organizations	38,202	37,326	876	43,577
Total nondepartmental	<u>80,692</u>	<u>63,326</u>	<u>17,366</u>	<u>69,577</u>
Debt service:				
Principal payments on general obligation bonds	170,000	170,000	-	-
Interest payments on general obligation bonds	276,242	276,241	1	281,341
Total debt service	<u>446,242</u>	<u>446,241</u>	<u>1</u>	<u>281,341</u>
Total expenditures	<u>5,079,949</u>	<u>4,641,864</u>	<u>438,085</u>	<u>4,226,177</u>
Excess of revenues over expenditures	1,227,167	2,732,291	1,505,124	2,343,044
Other financing sources (uses) -				
operating transfers from (to) other funds:				
Special Revenue Funds	(248,187)	(189,179)	59,008	(236,448)
Capital Project Funds	(2,114,208)	(2,114,208)	-	(941,660)
Enterprise Funds	(194,411)	(194,411)	-	(119,092)
Nonexpendable Trust Fund	-	21,793	21,793	(3,750)
Net other financing sources (uses)	<u>(2,556,806)</u>	<u>(2,476,005)</u>	<u>80,801</u>	<u>(1,300,950)</u>
Excess of revenues and other financing sources over (under) expenditures and other uses	(1,329,639)	256,286	1,585,925	1,042,094
Beginning fund balance	4,857,388	4,857,388	-	4,822,672
Residual equity transfers to Enterprise Funds	(620,780)	(620,780)	-	(1,007,378)
Ending fund balance	\$ <u>2,906,969</u>	<u>4,492,894</u>	<u>1,585,925</u>	<u>4,857,388</u>

(this page left blank intentionally)

## SPECIAL REVENUE FUNDS

Library – This fund is used to account for the activities of the City library.

Youth Court – This fund is used to account for the activities of the Mat-Su Youth Court.

Asset Forfeiture – This fund is used to account for the activities related to federal drug enforcement activities.

**CITY OF WASILLA, ALASKA**  
Special Revenue Funds  
Combining Balance Sheet  
June 30, 2000  
(With Comparative Totals for 1999)

<u>Assets</u>	<u>Library</u>	<u>Youth Court</u>	<u>Asset Forfeiture</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
Cash and investments	\$ 31,987	30,725	11,959	74,671	117,104
Receivables:					
Grants	-	22,793	-	22,793	10,444
Matanuska-Susitna Borough	-	-	-	-	80,500
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total assets	\$ <u>31,987</u>	<u>53,518</u>	<u>11,959</u>	<u>97,464</u>	<u>208,048</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	4,339	1,298	-	5,637	15,725
Accrued payroll and employee benefits	12,292	3,694	-	15,986	-
Accrued annual and sick leave	14,467	726	-	15,193	17,760
Due to other funds	-	-	-	-	57,802
Deferred revenue	-	-	-	-	2,568
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities	<u>31,098</u>	<u>5,718</u>	<u>-</u>	<u>36,816</u>	<u>93,855</u>
Fund balances:					
Reserved for encumbrances	889	1,168	-	2,057	1,953
Unreserved - designated for operations	-	46,632	11,959	58,591	112,240
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total fund balances	<u>889</u>	<u>47,800</u>	<u>11,959</u>	<u>60,648</u>	<u>114,193</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total liabilities and fund balances	\$ <u>31,987</u>	<u>53,518</u>	<u>11,959</u>	<u>97,464</u>	<u>208,048</u>

**CITY OF WASILLA, ALASKA**  
Special Revenue Funds  
Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Year Ended June 30, 2000  
(With Comparative Totals for 1999)

	<u>Library</u>	<u>Youth Court</u>	<u>Asset Forfeiture</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
<b>Revenues:</b>					
Intergovernmental	\$ 6,300	123,385	48,036	177,721	253,852
Matanuska-Susitna Borough	322,000	-	-	322,000	342,000
Library fines	15,733	-	-	15,733	17,080
Investment income	3,267	1,578	816	5,661	3,922
Other	2,333	768	-	3,101	10,105
Total revenues	<u>349,633</u>	<u>125,731</u>	<u>48,852</u>	<u>524,216</u>	<u>626,959</u>
<b>Expenditures:</b>					
Salaries	300,573	91,724	-	392,297	355,886
Employee benefits	85,297	27,370	-	112,667	119,224
Travel and training	1,414	2,405	-	3,819	3,192
Communications	9,953	3,303	-	13,256	11,519
Utilities	8,687	-	-	8,687	9,124
Contractual services	45,153	680	-	45,833	63,077
Insurance	15,377	2,655	-	18,032	17,875
Janitorial services	8,750	-	-	8,750	7,435
Equipment maintenance and rental	89	-	243	332	6,489
Supplies	7,968	1,405	18,117	27,490	36,446
Fuel	927	-	-	927	1,124
Books, periodicals and audio visual	33,506	-	-	33,506	59,532
Administration	-	-	-	-	8,000
Building maintenance	4,510	-	-	4,510	5,400
Furniture and equipment	17,013	146	78,837	95,996	52,962
Other	-	838	-	838	867
Pass-through payments	-	-	-	-	13,458
Total expenditures	<u>539,217</u>	<u>130,526</u>	<u>97,197</u>	<u>766,940</u>	<u>771,610</u>
Excess of revenues over (under) expenditures	(189,584)	(4,795)	(48,345)	(242,724)	(144,651)
<b>Other financing sources -</b>					
operating transfers from General Fund	<u>189,179</u>	<u>-</u>	<u>-</u>	<u>189,179</u>	<u>236,448</u>
Excess of revenues and other financing sources over (under) expenditures	(405)	(4,795)	(48,345)	(53,545)	91,797
Beginning fund balances	<u>1,294</u>	<u>52,595</u>	<u>60,304</u>	<u>114,193</u>	<u>22,396</u>
Ending fund balances	\$ <u>889</u>	<u>47,800</u>	<u>11,959</u>	<u>60,648</u>	<u>114,193</u>

**CITY OF WASILLA, ALASKA**  
 Library Special Revenue Fund  
 Balance Sheet  
 June 30, 2000  
 (With Comparative Amounts for 1999)

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and investments	\$ 31,987	-
Accounts receivable - Matanuska-Susitna Borough	<u>-</u>	<u>80,500</u>
 Total assets	 <u>\$ 31,987</u>	 <u>80,500</u>
 <u>Liabilities and Fund Balance</u>		
Liabilities:		
Accounts payable	4,339	6,166
Accrued payroll and employee benefits	12,292	-
Accrued annual and sick leave	14,467	15,238
Due to other funds	<u>-</u>	<u>57,802</u>
Total liabilities	31,098	79,206
 Fund balance - reserved for encumbrances	 <u>889</u>	 <u>1,294</u>
 Total liabilities and fund balance	 <u>\$ 31,987</u>	 <u>80,500</u>

## CITY OF WASILLA, ALASKA

## Library Special Revenue Fund

## Statement of Revenues, Expenditures and Changes in Fund Balance -

## Budget and Actual

Year Ended June 30, 2000

(With Comparative Amounts for 1999)

	2000		Variance Favorable (Unfavorable)	1999
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Intergovernmental	\$ 6,300	6,300	-	8,040
Matanuska-Susitna Borough	322,000	322,000	-	322,000
Library fines	16,500	15,733	(767)	17,080
Investment income	-	3,267	3,267	1,816
Other	2,500	2,333	(167)	2,785
Total revenues	<u>347,300</u>	<u>349,633</u>	<u>2,333</u>	<u>351,721</u>
Expenditures:				
Salaries	313,839	300,573	13,266	289,508
Employee benefits	103,787	85,297	18,490	95,839
Travel and training	750	1,414	(664)	1,528
Communications	11,147	9,953	1,194	9,699
Utilities	9,720	8,687	1,033	9,124
Contractual services	45,097	45,153	(56)	52,629
Insurance	15,490	15,377	113	15,053
Janitorial services	6,720	8,750	(2,030)	7,435
Equipment maintenance and rental	6,147	89	6,058	2,343
Supplies	10,024	7,968	2,056	11,648
Fuel	860	927	(67)	1,124
Books, periodicals and audio visual	47,502	33,506	13,996	59,532
Administration	-	-	-	8,000
Building maintenance	5,400	4,510	890	5,400
Furniture and equipment	21,947	17,013	4,934	6,971
Total expenditures	<u>598,430</u>	<u>539,217</u>	<u>59,213</u>	<u>575,833</u>
Excess of revenues over (under) expenditures	(251,130)	(189,584)	61,546	(224,112)
Other financing sources -				
operating transfers from General Fund	<u>248,187</u>	<u>189,179</u>	<u>(59,008)</u>	<u>224,891</u>
Excess of revenues and other financing sources over (under) expenditures	\$ <u>(2,943)</u>	<u>(405)</u>	<u>2,538</u>	<u>779</u>
Beginning fund balance		<u>1,294</u>		<u>515</u>
Ending fund balance	\$	<u>889</u>		<u>1,294</u>

**CITY OF WASILLA, ALASKA**  
 Youth Court Special Revenue Fund  
 Balance Sheet  
 June 30, 2000  
 (With Comparative Amounts for 1999)

	<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and investments		\$ 30,725	51,525
Receivables - grants		<u>22,793</u>	<u>10,444</u>
Total assets		\$ <u>53,518</u>	<u>61,969</u>
<u>Liabilities and Fund Balance</u>			
Liabilities:			
Accounts payable		1,298	4,284
Accrued payroll and employee benefits		3,694	-
Accrued annual and sick leave		726	2,522
Deferred revenue		-	<u>2,568</u>
Total liabilities		<u>5,718</u>	<u>9,374</u>
Fund balance:			
Reserved for encumbrances		1,168	659
Unreserved - designated for operations		<u>46,632</u>	<u>51,936</u>
		<u>47,800</u>	<u>52,595</u>
Total liabilities and fund balance		\$ <u>53,518</u>	<u>61,969</u>



## CITY OF WASILLA, ALASKA

## Youth Court Special Revenue Fund

## Statement of Revenues, Expenditures and Changes in Fund Balance -

## Budget and Actual

Year Ended June 30, 2000

(With Comparative Amounts for 1999)

	2000		Variance Favorable (Unfavorable)	1999
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Intergovernmental	\$ 118,242	123,385	5,143	115,293
Matanuska-Susitna Borough	24,000	-	(24,000)	20,000
Investment income	200	1,578	1,378	831
Other	3,000	768	(2,232)	7,320
Total revenues	<u>145,442</u>	<u>125,731</u>	<u>(19,711)</u>	<u>143,444</u>
Expenditures:				
Salaries	84,981	91,724	(6,743)	66,378
Employee benefits	28,936	27,370	1,566	23,385
Travel and training	1,000	2,405	(1,405)	1,000
Communications	3,372	3,303	69	1,820
Contractual services	-	680	(680)	9,138
Insurance	2,639	2,655	(16)	2,822
Supplies	4,005	1,405	2,600	8,442
Furniture and equipment	1,717	146	1,571	6,848
Other	850	838	12	867
Total expenditures	<u>127,500</u>	<u>130,526</u>	<u>(3,026)</u>	<u>120,700</u>
Excess of revenues over (under) expenditures	17,942	(4,795)	(22,737)	22,744
Other financing sources - operating transfers from General Fund	-	-	-	7,970
Excess of revenues and other financing sources over (under) expenditures	<u>\$ 17,942</u>	<u>(4,795)</u>	<u>(22,737)</u>	<u>30,714</u>
Beginning fund balance		<u>52,595</u>		<u>21,881</u>
Ending fund balance	\$	<u>47,800</u>		<u>52,595</u>

**CITY OF WASILLA, ALASKA**  
 Asset Forfeiture Special Revenue Fund  
 Balance Sheet  
 June 30, 2000  
 (With Comparative Amounts for 1999)

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and investments	\$ <u>11,959</u>	<u>65,579</u>
 <u>Liabilities and Fund Balance</u>  		
Liabilities - accounts payable	-	5,275
Fund balance - designated for operations	<u>11,959</u>	<u>60,304</u>
Total liabilities and fund balance	\$ <u>11,959</u>	<u>65,579</u>

**CITY OF WASILLA, ALASKA**  
 Asset Forfeiture Special Revenue Fund  
 Statement of Revenues, Expenditures and Changes in Fund Balance -  
 Budget and Actual  
 Year Ended June 30, 2000  
 (With Comparative Amounts for 1999)

	2000		Variance Favorable (Unfavorable)	1999
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Intergovernmental	\$ 50,000	48,036	(1,964)	117,061
Investment income	-	816	816	1,275
Total revenues	<u>50,000</u>	<u>48,852</u>	<u>(1,148)</u>	<u>118,336</u>
Expenditures:				
Equipment maintenance and rental	244	243	1	4,146
Supplies	18,117	18,117	-	16,356
Equipment	45,639	78,837	(33,198)	39,143
Other	-	-	-	1,974
Total expenditures	<u>64,000</u>	<u>97,197</u>	<u>(33,197)</u>	<u>61,619</u>
Excess of revenues over (under) expenditures	(14,000)	(48,345)	(34,345)	56,717
Other financing sources - operating transfers from General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,587</u>
Excess of revenues and other financing sources over (under) expenditures	\$ <u>(14,000)</u>	(48,345)	<u>(34,345)</u>	60,304
Beginning fund balance		<u>60,304</u>		<u>-</u>
Ending fund balance	\$	<u>11,959</u>		<u>60,304</u>

(this page left blank intentionally)

## DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, special assessment debt principal, interest and related costs.

**CITY OF WASILLA, ALASKA**

Debt Service Funds

Combining Balance Sheet

June 30, 2000

(With Comparative Totals for 1999)

Assets	1986	1987	1988	Totals					
	Original Water Bond	Southside Water District Bond	Sewer Improvement District Bond	1986	1987				
Cash and investments	\$ 78,219	38,089	121,873	496,439	23,903	195,103	143,047	1,096,673	906,797
Receivables:									
Special assessments, net	201,558	92,182	128,594	628,113	5,286	1,953	-	1,057,686	1,099,852
Interest and penalty	<u>1,621</u>	-	-	<u>2,258</u>	-	-	-	<u>3,879</u>	<u>1,485</u>
Total assets	\$ <u>281,398</u>	<u>130,271</u>	<u>250,467</u>	<u>1,126,810</u>	<u>29,189</u>	<u>197,056</u>	<u>143,047</u>	<u>2,158,238</u>	<u>2,008,134</u>

Liabilities and Fund Balances

Liabilities:									
Advances from other funds	-	-	-	-	-	-	109,064	109,064	109,597
Deferred revenue	201,558	92,182	128,594	630,372	5,286	1,954	-	1,059,946	1,094,190
Total liabilities	<u>201,558</u>	<u>92,182</u>	<u>128,594</u>	<u>630,372</u>	<u>5,286</u>	<u>1,954</u>	<u>109,064</u>	<u>1,169,010</u>	<u>1,203,787</u>
Fund balances:									
Reserved for debt service	-	38,089	121,873	496,438	-	-	-	656,400	506,746
Unreserved and undesignated	79,840	-	-	-	23,903	195,102	33,983	332,828	297,601
Total fund balances	<u>79,840</u>	<u>38,089</u>	<u>121,873</u>	<u>496,438</u>	<u>23,903</u>	<u>195,102</u>	<u>33,983</u>	<u>989,228</u>	<u>804,347</u>
Total liabilities and fund balances	\$ <u>281,398</u>	<u>130,271</u>	<u>250,467</u>	<u>1,126,810</u>	<u>29,189</u>	<u>197,056</u>	<u>143,047</u>	<u>2,158,238</u>	<u>2,008,134</u>

**CITY OF WASILLA, ALASKA**

Debt Service Funds

Combining Statement of Revenues, Expenditures and

Changes in Fund Balances

Year Ended June 30, 2000

(With Comparative Totals for 1999)

	1986		1987		1988		2000		1999	
	Original Water Bond	Southside Water District Bond	Water Improvement District Bond	Paving Bonds	Sewer Improvement Bond	Overlook Sewer Bond	Gas Assessments	Bond Guarantee	Totals	Totals
Revenues:										
Special assessments	\$ 18,671	13,733	33,731	274,461	2,066	2,849	-	345,511	349,228	
Investment income	3,557	1,650	3,954	18,883	849	7,320	6,392	42,605	32,433	
Free main allowances	-	-	-	-	-	11,299	-	11,299	81,148	
Total revenues	<u>22,228</u>	<u>15,383</u>	<u>37,685</u>	<u>293,344</u>	<u>2,915</u>	<u>21,468</u>	<u>6,392</u>	<u>399,415</u>	<u>462,809</u>	
Expenditures - debt service:										
Principal	-	3,954	3,400	117,329	-	-	-	124,683	99,690	
Interest	-	8,821	7,872	55,382	-	-	-	72,075	57,594	
Gas LID refund	-	-	-	-	-	-	-	-	47,673	
Total expenditures	<u>-</u>	<u>12,775</u>	<u>11,272</u>	<u>172,711</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>196,758</u>	<u>204,957</u>	
Excess of revenues over expenditures	22,228	2,608	26,413	120,633	2,915	21,468	6,392	202,657	257,852	
Other uses - operating transfers to other funds	(8,888)	-	-	-	-	-	-	(8,888)	(10,317)	
Excess of revenues over expenditures and other uses	13,340	2,608	26,413	120,633	2,915	21,468	6,392	193,769	247,535	
Beginning fund balances	75,388	35,481	95,460	375,805	20,988	173,634	27,591	804,347	567,129	
Residual equity transfer to Water Enterprise Fund	(8,888)	-	-	-	-	-	-	(8,888)	(10,317)	
Ending fund balances	\$ <u>79,840</u>	<u>38,089</u>	<u>121,873</u>	<u>496,438</u>	<u>23,903</u>	<u>195,102</u>	<u>33,983</u>	<u>989,228</u>	<u>804,347</u>	

**CITY OF WASILLA, ALASKA**  
 1982 Original Water Bond Debt Service Fund  
 Statement of Revenues, Expenditures  
 and Changes in Fund Balance - Budget and Actual  
 Year Ended June 30, 2000  
 (With Comparative Amounts for 1999)

	2000		Variance	1999
	Budget	Actual	Favorable (Unfavorable)	Actual
Revenues:				
Special assessments	\$ 16,550	18,671	2,121	33,078
Investment income	1,226	3,557	2,331	3,036
Total revenues	17,776	22,228	4,452	36,114
Other uses - operating transfers to Miscellaneous Projects and Road and Street Improvements Capital Project Fund	(8,888)	(8,888)	-	(10,317)
Excess of revenues over other uses	8,888	13,340	4,452	25,797
Beginning fund balance	75,388	75,388	-	59,908
Residual equity transfer to Water Enterprise Fund	(8,888)	(8,888)	-	(10,317)
Ending fund balance	\$ 75,388	79,840	4,452	75,388



**CITY OF WASILLA, ALASKA**  
 1986 Southside Water District Bond Debt Service Fund  
 Statement of Revenues, Expenditures  
 and Changes in Fund Balance - Budget and Actual  
 Year Ended June 30, 2000  
 (With Comparative Amounts for 1999)

	2000		Variance Favorable (Unfavorable)	1999
	Budget	Actual		Actual
Revenues:				
Special assessments	\$ 11,594	13,733	2,139	26,240
Investment income	500	1,650	1,150	920
Total revenues	<u>12,094</u>	<u>15,383</u>	<u>3,289</u>	<u>27,160</u>
Expenditures - debt service:				
Principal	3,954	3,954	-	3,954
Interest	8,821	8,821	-	9,062
Total expenditures	<u>12,775</u>	<u>12,775</u>	<u>-</u>	<u>13,016</u>
Excess of revenues over (under) expenditures	(681)	2,608	3,289	14,144
Beginning fund balance	<u>35,481</u>	<u>35,481</u>	<u>-</u>	<u>21,337</u>
Ending fund balance	<u>\$ 34,800</u>	<u>38,089</u>	<u>3,289</u>	<u>35,481</u>

**CITY OF WASILLA, ALASKA**  
 1987 Sewer Improvement District Bond Debt Service Fund  
 Statement of Revenues, Expenditures  
 and Changes in Fund Balance - Budget and Actual  
 Year Ended June 30, 2000  
 (With Comparative Amounts for 1999)

	2000		Variance Favorable (Unfavorable)	1999
	Budget	Actual		Actual
Revenues:				
Special assessments	\$ 9,872	33,731	23,859	32,285
Investment income	<u>1,200</u>	<u>3,954</u>	<u>2,754</u>	<u>2,657</u>
Total revenues	<u>11,072</u>	<u>37,685</u>	<u>26,613</u>	<u>34,942</u>
Expenditures - debt service:				
Principal	3,400	3,400	-	3,400
Interest	<u>7,872</u>	<u>7,872</u>	<u>-</u>	<u>8,093</u>
Total expenditures	<u>11,272</u>	<u>11,272</u>	<u>-</u>	<u>11,493</u>
Excess of revenues over (under) expenditures	(200)	26,413	26,613	23,449
Beginning fund balance	<u>95,460</u>	<u>95,460</u>	<u>-</u>	<u>72,011</u>
Ending fund balance	<u>\$ 95,260</u>	<u>121,873</u>	<u>26,613</u>	<u>95,460</u>

**CITY OF WASILLA, ALASKA**  
Paving Bonds Debt Service Fund  
Statement of Revenues, Expenditures  
and Changes in Fund Balance - Budget and Actual  
Year Ended June 30, 2000  
(With Comparative Amounts for 1999)

	2000		Variance Favorable (Unfavorable)	1999
	<u>Budget</u>	<u>Actual</u>		<u>Actual</u>
Revenues:				
Special assessments	\$ 145,884	274,461	128,577	255,583
Investment income	6,600	18,883	12,283	12,616
Total revenues	<u>152,484</u>	<u>293,344</u>	<u>140,860</u>	<u>268,199</u>
Expenditures - debt service:				
Principal	117,337	117,329	8	92,336
Interest	55,376	55,382	(6)	40,439
Total expenditures	<u>172,713</u>	<u>172,711</u>	<u>2</u>	<u>132,775</u>
Excess of revenues over (under) expenditures	(20,229)	120,633	140,862	135,424
Beginning fund balance	<u>375,805</u>	<u>375,805</u>	-	<u>240,381</u>
Ending fund balance	\$ <u>355,576</u>	<u>496,438</u>	<u>140,862</u>	<u>375,805</u>

**CITY OF WASILLA, ALASKA**  
 1988 Overlook Sewer Improvement Bond Debt Service Fund  
 Statement of Revenues, Expenditures  
 and Changes in Fund Balance  
 Year Ended June 30, 2000  
 (With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Revenues:		
Special assessments	\$ 2,066	-
Investment income	849	708
Total revenues	<u>2,915</u>	<u>708</u>
Beginning fund balance	<u>20,988</u>	<u>20,280</u>
Ending fund balance	<u>\$ 23,903</u>	<u>20,988</u>

**CITY OF WASILLA, ALASKA**

Gas Assessments Debt Service Fund  
Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Year Ended June 30, 2000  
(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Revenues:		
Special assessments	\$ 2,849	2,042
Investment income	7,320	5,863
Free main allowances	<u>11,299</u>	<u>81,148</u>
Total revenues	21,468	89,053
 Expenditures - Gas LID refund	 <u>-</u>	 <u>47,673</u>
 Excess of revenues over expenditures	 21,468	 41,380
 Beginning fund balance	 <u>173,634</u>	 <u>132,254</u>
 Ending fund balance	 \$ <u>195,102</u>	 <u>173,634</u>

**CITY OF WASILLA, ALASKA**  
Bond Guarantee Debt Service Fund  
Statement of Revenues, Expenditures  
and Changes in Fund Balance  
Year Ended June 30, 2000  
(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Revenues - investment income	\$ 6,392	6,633
Beginning fund balance	<u>27,591</u>	<u>20,958</u>
Ending fund balance	\$ <u>33,983</u>	<u>27,591</u>

## 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.

**CITY OF WASILLA, ALASKA**  
 Capital Project Funds  
 Combining Balance Sheet  
 June 30, 2000  
 (With Comparative Totals for 1999)

<u>Assets</u>	Miscellaneous Projects and Road and Street <u>Improvements</u>	Vehicle <u>Replacement</u>	Right- of-Way <u>Acquisition</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
Cash and investments	\$ 3,347,508	486,201	63,654	3,897,363	5,533,162
Receivables:					
Grants	336,373	-	-	336,373	873,130
Accrued interest	23,945	3,242	-	27,187	18,765
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ <u>3,707,826</u>	<u>489,443</u>	<u>63,654</u>	<u>4,260,923</u>	<u>6,425,057</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	113,920	760	-	114,680	666,798
Accrued payroll and employee benefits	2,882	-	-	2,882	-
Deferred revenue	10,000	-	-	10,000	10,000
Total liabilities	<hr/> 126,802	<hr/> 760	<hr/> -	<hr/> 127,562	<hr/> 676,798
Fund balances:					
Reserved for encumbrances	222,110	-	-	222,110	2,223,116
Unreserved - designated for capital improvements	<hr/> 3,358,914	<hr/> 488,683	<hr/> 63,654	<hr/> 3,911,251	<hr/> 3,525,143
Total fund balances	<hr/> 3,581,024	<hr/> 488,683	<hr/> 63,654	<hr/> 4,133,361	<hr/> 5,748,259
Total liabilities and fund balances	\$ <u>3,707,826</u>	<u>489,443</u>	<u>63,654</u>	<u>4,260,923</u>	<u>6,425,057</u>



**CITY OF WASILLA, ALASKA**  
 Capital Project Funds  
 Combining Statement of Revenues, Expenditures and  
 Changes in Fund Balances  
 Year Ended June 30, 2000  
 (With Comparative Totals for 1999)

	Miscellaneous Projects and Road and Street			Right- of-Way	
	<u>Improvements</u>	<u>Vehicle Replacement</u>	<u>Acquisition</u>	<u>Totals</u>	
				<u>2000</u>	<u>1999</u>
Revenues:					
Intergovernmental	\$ 376,817	-	-	376,817	995,514
Matanuska-Susitna Borough	290,228	-	-	290,228	90,167
Investment income	181,682	20,516	2,473	204,671	307,822
Other	21,495	-	-	21,495	9,047
Total revenues	<u>870,222</u>	<u>20,516</u>	<u>2,473</u>	<u>893,211</u>	<u>1,402,550</u>
Expenditures - capital outlay	<u>4,720,693</u>	<u>119,832</u>	<u>-</u>	<u>4,840,525</u>	<u>4,382,531</u>
Excess of revenues over (under) expenditures	(3,850,471)	(99,316)	2,473	(3,947,314)	(2,979,981)
Other financing sources:					
Bond proceeds	189,320	-	-	189,320	287,200
Operating transfers from other funds	1,988,096	150,000	5,000	2,143,096	976,977
Total other financing sources	<u>2,177,416</u>	<u>150,000</u>	<u>5,000</u>	<u>2,332,416</u>	<u>1,264,177</u>
Excess of revenues and other financing sources over (under) expenditures	(1,673,055)	50,684	7,473	(1,614,898)	(1,715,804)
Beginning fund balances	5,254,079	437,999	56,181	5,748,259	7,469,197
Residual equity transfer to Sewer Enterprise Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,134)</u>
Ending fund balances	<u>\$ 3,581,024</u>	<u>488,683</u>	<u>63,654</u>	<u>4,133,361</u>	<u>5,748,259</u>

**CITY OF WASILLA, ALASKA**  
 Miscellaneous Projects and Road and Street  
 Improvement Capital Project Fund  
 Schedule of Expenditures by Project  
 Year Ended June 30, 2000

## Expenditures:

Computer conversion	\$ 51,088
Thermal imaging device	7,500
Y2K renovation	8,232
Cemetery electricity	13,626
Airport upgrade	14,000
Storm drain rehabilitation	12,715
Land acquisition	130,952
Building modification	36,143
Library carpeting	11,008
New maintenance shop	65,499
Iditapark development	217,192
Bike paths	21,399
Bumpus recreation area	10,784
Paving LID engineering	64,301
Road upgrading	33,193
Paving projects:	
Airport paving	285,056
Church Road South	412,492
Spruce Avenue	1,400,484
Weber Drive	7,791
North Country	10,236
Susitna Avenue	591,613
Mystery Avenue	668,874
Tallerico Avenue	348,727
Palmer - Wasilla Highway	20,003
Strip paving	214,424
Other miscellaneous projects	<u>63,361</u>
 Total expenditures	 \$ <u>4,720,693</u>

## ENTERPRISE FUNDS

The Sewer and Water Utility Funds are used to account for the provision of sewer and water services to the residents of the City. The Municipal Airport Fund is used to account for the activities of the Wasilla Municipal Airport. All activities necessary to provide such services are accounted for in these funds, including but not limited to, administration, operations, maintenance, financing and related debt service, and billing and collection.

## CITY OF WASILLA, ALASKA

Enterprise Funds  
Combining Balance Sheet  
June 30, 2000

(With Comparative Totals for 1999)

<u>Assets</u>	Sewer Utility	Water Utility	Municipal Airport	Totals	
				2000	1999
Current assets:					
Cash and investments	\$ 715,806	1,392,993	30,389	2,139,188	2,222,042
Receivables:					
Accounts	62,902	51,483	514	114,899	95,219
Allowance for doubtful accounts	(10,428)	(10,082)	-	(20,510)	(18,300)
Grants	-	-	-	-	20,431
Accrued interest	4,896	10,101	-	14,997	13,048
Notes receivable, current portion	29,314	-	-	29,314	41,136
Inventory	58,595	23,277	-	81,872	67,372
Total current assets	<u>861,085</u>	<u>1,467,772</u>	<u>30,903</u>	<u>2,359,760</u>	<u>2,440,948</u>
Notes receivable, net of current portion	<u>28,532</u>	<u>-</u>	<u>-</u>	<u>28,532</u>	<u>24,511</u>
Property, plant and equipment:					
Land	657,810	149,170	1,470,000	2,276,980	2,276,980
Land improvements	-	-	5,315,544	5,315,544	4,097,204
Treatment system	4,475,624	-	-	4,475,624	4,475,624
Collection/distribution system	7,822,752	5,254,225	-	13,076,977	12,708,433
Water tank and fence	-	2,337,975	-	2,337,975	2,337,975
Wells/well house	-	271,276	-	271,276	271,276
Other plant in service	2,894,496	-	-	2,894,496	2,828,264
Equipment	1,945,100	72,725	213,954	2,231,779	2,224,184
Construction in progress	779,052	1,452,744	14,000	2,245,796	2,345,287
Total property, plant and equipment	<u>18,574,834</u>	<u>9,538,115</u>	<u>7,013,498</u>	<u>35,126,447</u>	<u>33,565,227</u>
Less accumulated depreciation	<u>(5,623,978)</u>	<u>(2,325,836)</u>	<u>(1,840,553)</u>	<u>(9,790,367)</u>	<u>(9,009,830)</u>
Net property, plant and equipment	<u>12,950,856</u>	<u>7,212,279</u>	<u>5,172,945</u>	<u>25,336,080</u>	<u>24,555,397</u>
Deferred charges, net of accumulated amortization	<u>-</u>	<u>14,931</u>	<u>-</u>	<u>14,931</u>	<u>15,313</u>
Total assets	<u>\$ 13,840,473</u>	<u>8,694,982</u>	<u>5,203,848</u>	<u>27,739,303</u>	<u>27,036,169</u>
<u>Liabilities and Fund Equity</u>					
Current liabilities:					
Accounts payable	129,920	30,519	501	160,940	386,416
Revenue billed in advance	28,849	1,079	3,154	33,082	28,849
Accrued payroll and employee benefits	6,378	6,848	616	13,842	-
Accrued annual and sick leave	10,761	10,876	1,436	23,073	21,899
Customer deposits	25,395	15,940	-	41,335	41,094
Accrued interest	-	5,299	-	5,299	-
Current portion of note payable	-	8,855	-	8,855	12,644
Total current liabilities	<u>201,303</u>	<u>79,416</u>	<u>5,707</u>	<u>286,426</u>	<u>490,902</u>
Note payable, net of current portion	<u>-</u>	<u>155,581</u>	<u>-</u>	<u>155,581</u>	<u>164,456</u>
Total liabilities	<u>201,303</u>	<u>234,997</u>	<u>5,707</u>	<u>442,007</u>	<u>655,358</u>
Fund equity:					
Contributed capital:					
Federal and state grants	16,323,242	4,928,581	6,965,296	28,217,119	27,684,569
Other	2,287,736	4,633,485	40,448	6,961,669	6,198,472
Total contributed capital	<u>18,610,978</u>	<u>9,562,066</u>	<u>7,005,744</u>	<u>35,178,788</u>	<u>33,883,041</u>
Less accumulated amortization	<u>(5,346,064)</u>	<u>(1,634,545)</u>	<u>(1,838,856)</u>	<u>(8,819,465)</u>	<u>(8,129,207)</u>
Net contributed capital	<u>13,264,914</u>	<u>7,927,521</u>	<u>5,166,888</u>	<u>26,359,323</u>	<u>25,753,834</u>
Retained earnings - unreserved	<u>374,256</u>	<u>532,464</u>	<u>31,253</u>	<u>937,973</u>	<u>626,977</u>
Total fund equity	<u>13,639,170</u>	<u>8,459,985</u>	<u>5,198,141</u>	<u>27,297,296</u>	<u>26,380,811</u>
Total liabilities and fund equity	<u>\$ 13,840,473</u>	<u>8,694,982</u>	<u>5,203,848</u>	<u>27,739,303</u>	<u>27,036,169</u>

**CITY OF WASILLA, ALASKA**  
 Enterprise Funds  
 Combining Statement of Revenues, Expenses  
 and Changes in Retained Earnings  
 Year Ended June 30, 2000  
 (With Comparative Totals for 1999)

	Sewer Utility	Water Utility	Municipal Airport	Totals	
				2000	1999
<b>Operating revenues:</b>					
Sales and user charges	\$ 427,377	376,469	-	803,846	684,210
Fees and rentals	-	-	21,258	21,258	20,975
Meters	-	4,907	-	4,907	4,160
Other	-	546	-	546	6,988
<b>Total operating revenues</b>	<u>427,377</u>	<u>381,922</u>	<u>21,258</u>	<u>830,557</u>	<u>716,333</u>
<b>Operating expenses:</b>					
Salaries	174,704	146,196	14,844	335,744	287,596
Employee benefits	56,253	41,832	4,264	102,349	102,075
Other purchased services	25,957	12,107	24,067	62,131	35,260
Professional and technical services	5,971	11,667	3,676	21,314	38,608
Supplies	50,876	39,523	6,693	97,092	90,766
Administration	16,478	24,717	-	41,195	50,109
Property services	86,149	37,775	2,795	126,719	116,919
Equipment	4,459	573	-	5,032	-
Bad debt expense	1,278	932	-	2,210	10,300
Other	-	-	-	-	1,063
<b>Total operating expenses</b>	<u>422,125</u>	<u>315,322</u>	<u>56,339</u>	<u>793,786</u>	<u>732,696</u>
<b>Operating income (loss) before depreciation</b>	5,252	66,600	(35,081)	36,771	(16,363)
Depreciation	<u>342,928</u>	<u>172,170</u>	<u>265,439</u>	<u>780,537</u>	<u>717,447</u>
<b>Operating loss</b>	(337,676)	(105,570)	(300,520)	(743,766)	(733,810)
<b>Nonoperating revenues (expenses):</b>					
Loss on dry well	-	-	-	-	(79,761)
Payments in lieu of assessments	86,073	32,413	-	118,486	30,522
Sewer hook-up grants	(4,000)	-	-	(4,000)	-
Interest expense	-	(5,299)	-	(5,299)	-
Investment income	29,260	51,032	612	80,904	70,831
<b>Net nonoperating revenues (expenses)</b>	<u>111,333</u>	<u>78,146</u>	<u>612</u>	<u>190,091</u>	<u>21,592</u>
<b>Loss before operating transfers</b>	(226,343)	(27,424)	(299,908)	(553,675)	(712,218)
<b>Operating transfers:</b>					
Operating transfers in	107,425	52,104	54,135	213,664	119,092
Operating transfers out	(24,812)	(14,441)	-	(39,253)	(25,000)
<b>Net operating transfers</b>	<u>82,613</u>	<u>37,663</u>	<u>54,135</u>	<u>174,411</u>	<u>94,092</u>
<b>Net income (loss)</b>	(143,730)	10,239	(245,773)	(379,264)	(618,126)
Amortization of contributed capital	<u>317,718</u>	<u>108,497</u>	<u>264,045</u>	<u>690,260</u>	<u>644,348</u>
<b>Increase in retained earnings</b>	173,988	118,736	18,272	310,996	26,222
Beginning retained earnings	<u>200,268</u>	<u>413,728</u>	<u>12,981</u>	<u>626,977</u>	<u>600,755</u>
Ending retained earnings	\$ <u>374,256</u>	<u>532,464</u>	<u>31,253</u>	<u>937,973</u>	<u>626,977</u>

**CITY OF WASILLA, ALASKA**  
Enterprise Funds  
Combining Statement of Cash Flows  
Year Ended June 30, 2000  
(With Comparative Totals for 1999)

	Sewer Utility	Water Utility	Municipal Airport	Totals	
				2000	1999
Cash flows from operating activities:					
Operating loss	\$ (337,676)	(105,570)	(300,520)	(743,766)	(733,810)
Adjustments to reconcile operating loss to net cash flows from operating activities:					
Depreciation	342,928	172,170	265,439	780,537	717,447
Amortization	-	382	-	382	381
Bad debt expense	1,278	932	-	2,210	10,300
(Increase) decrease in assets:					
Accounts receivable	(20,118)	(1,423)	1,861	(19,680)	(8,785)
Inventory	(5,594)	(8,906)	-	(14,500)	49,723
Increase (decrease) in liabilities:					
Accounts payable	(31,358)	(194,186)	68	(225,476)	363,800
Accrued payroll and employee benefits	6,378	6,848	616	13,842	-
Accrued annual and sick leave	(327)	1,542	(41)	1,174	(2,314)
Customer deposits	3,024	(2,783)	-	241	1,743
Revenue billed in advance	-	1,079	3,154	4,233	-
Net cash flows from operating activities	<u>(41,465)</u>	<u>(129,915)</u>	<u>(29,423)</u>	<u>(200,803)</u>	<u>398,485</u>
Cash flows from noncapital financing activities:					
Operating transfers in	107,425	52,104	54,135	213,664	119,092
Operating transfers out	<u>(24,812)</u>	<u>(14,441)</u>	-	<u>(39,253)</u>	<u>(25,000)</u>
Net cash flows from noncapital financing activities	<u>82,613</u>	<u>37,663</u>	<u>54,135</u>	<u>174,411</u>	<u>94,092</u>
Cash flows from capital and related financing activities:					
Proceeds from issuance of note payable	-	-	-	-	177,100
Principal payment on note payable	-	(12,665)	-	(12,665)	-
Receipt of special assessments and payments in lieu of assessments	86,073	32,413	-	118,486	30,522
Acquisition and construction of capital assets	(588,693)	(666,371)	(306,156)	(1,561,220)	(2,248,759)
Residual equity transfers in as contributed capital	205,915	423,753	-	629,668	1,022,829
Other contributed capital received	284,272	103,182	299,059	686,513	1,151,288
Sewer hook-up grants	(4,000)	-	-	(4,000)	-
Loss on dry well	-	-	-	-	(79,761)
Net cash flows from capital and related financing activities	<u>(16,433)</u>	<u>(119,688)</u>	<u>(7,097)</u>	<u>(143,218)</u>	<u>53,219</u>
Cash flows from investing activities:					
Investment income received	28,190	50,153	612	78,955	71,504
Increase in notes receivable	(12,000)	-	-	(12,000)	-
Principal payments received on notes receivable	19,801	-	-	19,801	73,157
Net cash flows from investing activities	<u>35,991</u>	<u>50,153</u>	<u>612</u>	<u>86,756</u>	<u>144,661</u>
Net increase (decrease) in cash and investments	60,706	(161,787)	18,227	(82,854)	690,457
Cash and investments at beginning of year	<u>655,100</u>	<u>1,554,780</u>	<u>12,162</u>	<u>2,222,042</u>	<u>1,531,585</u>
Cash and investments at end of year	\$ <u>715,806</u>	<u>1,392,993</u>	<u>30,389</u>	<u>2,139,188</u>	<u>2,222,042</u>

## CITY OF WASILLA, ALASKA

Sewer Utility Enterprise Fund

Balance Sheet

June 30, 2000

(With Comparative Amounts for 1999)

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Current assets:		
Cash and investments	\$ 715,806	655,100
Receivables:		
Accounts	62,902	42,784
Allowance for doubtful accounts	(10,428)	(9,150)
Grants	-	20,431
Accrued interest	4,896	3,826
Notes receivable, current portion	29,314	41,136
Inventory	58,595	53,001
Total current assets	<u>861,085</u>	<u>807,128</u>
Notes receivable, net of current portion	<u>28,532</u>	<u>24,511</u>
Property, plant and equipment:		
Land	657,810	657,810
Treatment system	4,475,624	4,475,624
Collection system	7,822,752	7,658,842
Other plant in service	2,894,496	2,828,264
Equipment	1,945,100	1,943,305
Construction in progress	779,052	422,296
Total property, plant and equipment	18,574,834	17,986,141
Less accumulated depreciation	(5,623,978)	(5,281,050)
Net property, plant and equipment	<u>12,950,856</u>	<u>12,705,091</u>
Total assets	\$ <u>13,840,473</u>	<u>13,536,730</u>
<u>Liabilities and Fund Equity</u>		
Current liabilities:		
Accounts payable	129,920	161,278
Revenue billed in advance	28,849	28,849
Accrued payroll and employee benefits	6,378	-
Accrued annual and sick leave	10,761	11,088
Customer deposits	25,395	22,371
Total current liabilities	<u>201,303</u>	<u>223,586</u>
Fund equity:		
Contributed capital:		
Federal and state grants	16,323,242	16,059,401
Other	2,287,736	2,081,821
Total contributed capital	18,610,978	18,141,222
Less accumulated amortization	(5,346,064)	(5,028,346)
Net contributed capital	13,264,914	13,112,876
Retained earnings - unreserved	<u>374,256</u>	<u>200,268</u>
Total fund equity	<u>13,639,170</u>	<u>13,313,144</u>
Total liabilities and fund equity	\$ <u>13,840,473</u>	<u>13,536,730</u>

**CITY OF WASILLA, ALASKA**  
 Sewer Utility Enterprise Fund  
 Statement of Revenues, Expenses  
 and Changes in Retained Earnings  
 Year Ended June 30, 2000  
 (With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Operating revenues -user charges	\$ 427,377	374,171
Operating expenses:		
Salaries	174,704	171,727
Employee benefits	56,253	63,399
Other purchased services	25,957	14,497
Professional and technical services	5,971	9,317
Supplies	50,876	54,440
Administration	16,478	21,108
Property services	86,149	93,014
Equipment	4,459	-
Bad debt expense	1,278	5,150
Other	-	1,063
Total operating expenses	<u>422,125</u>	<u>433,715</u>
Operating income (loss) before depreciation	5,252	(59,544)
Depreciation	<u>342,928</u>	<u>335,694</u>
Operating loss	(337,676)	(395,238)
Nonoperating revenues (expenses):		
Payments in lieu of assessments	86,073	6,584
Sewer hook-up grants	(4,000)	-
Investment income	29,260	28,517
Net nonoperating revenues (expenses)	<u>111,333</u>	<u>35,101</u>
Loss before operating transfers	(226,343)	(360,137)
Operating transfers:		
Operating transfers in	107,425	79,394
Operating transfers out	(24,812)	(20,000)
Net operating transfers	<u>82,613</u>	<u>59,394</u>
Net loss	(143,730)	(300,743)
Amortization of contributed capital	<u>317,718</u>	<u>318,674</u>
Increase in retained earnings	173,988	17,931
Beginning retained earnings	<u>200,268</u>	<u>182,337</u>
Ending retained earnings	\$ <u>374,256</u>	<u>200,268</u>



## CITY OF WASILLA, ALASKA

Sewer Utility Enterprise Fund

Statement of Cash Flows

Year Ended June 30, 2000

(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Cash flows from operating activities:		
Operating loss	\$ (337,676)	(395,238)
Adjustments to reconcile operating loss to net cash flows from operating activities:		
Depreciation	342,928	335,694
Bad debt expense	1,278	5,150
(Increase) decrease in assets:		
Accounts receivable	(20,118)	(534)
Inventory	(5,594)	42,296
Increase (decrease) in liabilities:		
Accounts payable	(31,358)	146,483
Accrued payroll and employee benefits	6,378	-
Accrued annual and sick leave	(327)	(1,332)
Customer deposits	3,024	2,730
Net cash flows from operating activities	<u>(41,465)</u>	<u>135,249</u>
Cash flows from noncapital financing activities:		
Operating transfers in	107,425	79,394
Operating transfers out	<u>(24,812)</u>	<u>(20,000)</u>
Net cash flows from noncapital financing activities	<u>82,613</u>	<u>59,394</u>
Cash flows from capital and related financing activities:		
Receipt of special assessments and payments in lieu of assessments	86,073	6,584
Acquisition and construction of capital assets	(588,693)	(285,990)
Residual equity transfers in as contributed capital	205,915	104,639
Other contributed capital received	284,272	92,238
Sewer hook-up grants	(4,000)	-
Net cash flows from capital and related financing activities	<u>(16,433)</u>	<u>(82,529)</u>
Cash flows from investing activities:		
Investment income received	28,190	28,778
Increase in notes receivable	(12,000)	-
Principal payments received on notes receivable	<u>19,801</u>	<u>73,157</u>
Net cash flows from investing activities	<u>35,991</u>	<u>101,935</u>
Net increase in cash and investments	60,706	214,049
Cash and investments at beginning of year	<u>655,100</u>	<u>441,051</u>
Cash and investments at end of year	\$ <u>715,806</u>	<u>655,100</u>

## CITY OF WASILLA, ALASKA

Water Utility Enterprise Fund

Balance Sheet

June 30, 2000

(With Comparative Amounts for 1999)

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Current assets:		
Cash and investments	\$ 1,392,993	1,554,780
Receivables:		
Accounts	51,483	50,060
Allowance for doubtful accounts	(10,082)	(9,150)
Accrued interest	10,101	9,222
Inventory	23,277	14,371
Total current assets	<u>1,467,772</u>	<u>1,619,283</u>
Property, plant and equipment:		
Land	149,170	149,170
Collection/distribution system	5,254,225	5,049,591
Water tank and fence	2,337,975	2,337,975
Wells/well house	271,276	271,276
Equipment	72,725	72,725
Construction in progress	1,452,744	991,007
Total property, plant and equipment	<u>9,538,115</u>	<u>8,871,744</u>
Less accumulated depreciation	<u>(2,325,836)</u>	<u>(2,153,666)</u>
Net property, plant and equipment	<u>7,212,279</u>	<u>6,718,078</u>
Deferred charges, net of accumulated amortization	<u>14,931</u>	<u>15,313</u>
Total assets	<u>\$ 8,694,982</u>	<u>8,352,674</u>
<u>Liabilities and Fund Equity</u>		
Current liabilities:		
Accounts payable	30,519	224,705
Accrued payroll and employee benefits	6,848	-
Accrued annual and sick leave	10,876	9,334
Customer deposits	15,940	18,723
Revenue billed in advance	1,079	-
Accrued interest	5,299	-
Current portion of note payable	8,855	12,644
Total current liabilities	<u>79,416</u>	<u>265,406</u>
Note payable, net of current portion	<u>155,581</u>	<u>164,456</u>
Total liabilities	<u>234,997</u>	<u>429,862</u>
Fund equity:		
Contributed capital:		
Federal and state grants	4,928,581	4,928,581
Other	4,633,485	4,106,550
Total contributed capital	<u>9,562,066</u>	<u>9,035,131</u>
Less accumulated amortization	<u>(1,634,545)</u>	<u>(1,526,047)</u>
Net contributed capital	<u>7,927,521</u>	<u>7,509,084</u>
Retained earnings - unreserved	<u>532,464</u>	<u>413,728</u>
Total fund equity	<u>8,459,985</u>	<u>7,922,812</u>
Total liabilities and fund equity	<u>\$ 8,694,982</u>	<u>8,352,674</u>

## CITY OF WASILLA, ALASKA

Water Utility Enterprise Fund  
Statement of Revenues, Expenses  
and Changes in Retained Earnings  
Year Ended June 30, 2000  
(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Operating revenues:		
Metered sales	\$ 376,469	310,039
Meters	4,907	4,160
Other	546	6,988
Total operating revenues	<u>381,922</u>	<u>321,187</u>
Operating expenses:		
Salaries	146,196	99,459
Employee benefits	41,832	35,794
Other purchased services	12,107	10,979
Professional and technical services	11,667	16,313
Supplies	39,523	32,526
Administration	24,717	29,001
Property services	37,775	21,853
Bad debt expense	932	5,150
Equipment	573	-
Total operating expenses	<u>315,322</u>	<u>251,075</u>
Operating income before depreciation	66,600	70,112
Depreciation	<u>172,170</u>	<u>157,048</u>
Operating loss	(105,570)	(86,936)
Nonoperating revenues (expenses):		
Loss on dry well	-	(79,761)
Payments in lieu of assessments	32,413	23,938
Interest expense	(5,299)	-
Investment income	51,032	41,974
Net nonoperating revenues (expenses)	<u>78,146</u>	<u>(13,849)</u>
Loss before operating transfers	(27,424)	(100,785)
Operating transfers in	52,104	-
Operating transfers out	<u>(14,441)</u>	<u>(5,000)</u>
Net operating transfers	<u>37,663</u>	<u>(5,000)</u>
Net income (loss)	10,239	(105,785)
Amortization of contributed capital	<u>108,497</u>	<u>101,095</u>
Increase (decrease) in retained earnings	118,736	(4,690)
Beginning retained earnings	<u>413,728</u>	<u>418,418</u>
Ending retained earnings	\$ <u>532,464</u>	<u>413,728</u>

## CITY OF WASILLA, ALASKA

Water Utility Enterprise Fund

Statement of Cash Flows

Year Ended June 30, 2000

(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Cash flows from operating activities:		
Operating loss	\$ (105,570)	(86,936)
Adjustments to reconcile operating loss to net cash flows from operating activities:		
Depreciation	172,170	157,048
Amortization	382	381
Bad debt expense	932	5,150
(Increase) decrease in assets:		
Accounts receivable	(1,423)	(6,836)
Inventory	(8,906)	7,427
Increase (decrease) in liabilities:		
Accounts payable	(194,186)	217,214
Accrued payroll and employee benefits	6,848	-
Accrued annual and sick leave	1,542	(654)
Customer deposits	(2,783)	(987)
Revenue billed in advance	1,079	-
Net cash flows from operating activities	<u>(129,915)</u>	<u>291,807</u>
Cash flows from noncapital financing activities - net operating transfers in (out)	<u>37,663</u>	<u>(5,000)</u>
Cash flows from capital and related financing activities:		
Proceeds from issuance of note payable	-	177,100
Principal payments on note payable	(12,665)	-
Receipt of special assessments and payments in lieu of assessments	32,413	23,938
Acquisition and construction of capital assets	(666,371)	(1,021,334)
Residual equity transfers in as contributed capital	423,753	918,190
Other contributed capital received	103,182	117,615
Loss on dry well	-	(79,761)
Net cash flows from capital and related financing activities	<u>(119,688)</u>	<u>135,748</u>
Cash flows from investing activities- investment income received	<u>50,153</u>	<u>42,386</u>
Net increase (decrease) in cash and investments	(161,787)	464,941
Cash and investments at beginning of year	<u>1,554,780</u>	<u>1,089,839</u>
Cash and investments at end of year	\$ <u>1,392,993</u>	<u>1,554,780</u>

## CITY OF WASILLA, ALASKA

Municipal Airport Enterprise Fund

Balance Sheet

June 30, 2000

(With Comparative Amounts for 1999)

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Current assets:		
Cash and investments	\$ 30,389	12,162
Accounts receivable	514	2,375
Total current assets	<u>30,903</u>	<u>14,537</u>
Property, plant and equipment:		
Land	1,470,000	1,470,000
Land improvements	5,315,544	4,097,204
Equipment	213,954	208,154
Construction work in process	14,000	931,984
Total property, plant and equipment	7,013,498	6,707,342
Less accumulated depreciation	(1,840,553)	(1,575,114)
Net property, plant and equipment	<u>5,172,945</u>	<u>5,132,228</u>
 Total assets	 \$ <u>5,203,848</u>	 <u>5,146,765</u>
<u>Liabilities and Fund Equity</u>		
Current liabilities:		
Accounts payable	501	433
Revenue billed in advance	3,154	-
Accrued payroll and employee benefits	616	-
Accrued annual and sick leave	1,436	1,477
Total current liabilities	<u>5,707</u>	<u>1,910</u>
Fund equity:		
Contributed capital:		
Federal and state grants	6,965,296	6,696,587
Other	40,448	10,101
Total contributed capital	7,005,744	6,706,688
Less accumulated amortization	(1,838,856)	(1,574,814)
Net contributed capital	5,166,888	5,131,874
Retained earnings - unreserved	<u>31,253</u>	<u>12,981</u>
Total fund equity	<u>5,198,141</u>	<u>5,144,855</u>
 Total liabilities and fund equity	 \$ <u>5,203,848</u>	 <u>5,146,765</u>

**CITY OF WASILLA, ALASKA**  
Municipal Airport Enterprise Fund  
Statement of Revenues, Expenses  
and Changes in Retained Earnings  
Year Ended June 30, 2000  
(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Operating revenues - fees and rentals	\$ <u>21,258</u>	<u>20,975</u>
Operating expenses:		
Salaries	14,844	16,410
Employee benefits	4,264	2,882
Other purchased services	24,067	9,784
Professional and technical services	3,676	12,978
Supplies	6,693	3,800
Property services	2,795	2,052
Total operating expenses	<u>56,339</u>	<u>47,906</u>
Operating loss before depreciation	(35,081)	(26,931)
Depreciation	<u>265,439</u>	<u>224,705</u>
Operating loss	(300,520)	(251,636)
Nonoperating revenues - investment income	<u>612</u>	<u>340</u>
Loss before operating transfers	(299,908)	(251,296)
Operating transfers in	<u>54,135</u>	<u>39,698</u>
Net loss	(245,773)	(211,598)
Amortization of contributed capital	<u>264,045</u>	<u>224,579</u>
Increase in retained earnings	18,272	12,981
Beginning retained earnings	<u>12,981</u>	<u>-</u>
Ending retained earnings	\$ <u>31,253</u>	<u>12,981</u>

**CITY OF WASILLA, ALASKA**  
Municipal Airport Enterprise Fund  
Statement of Cash Flows  
Year Ended June 30, 2000  
(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Cash flows from operating activities:		
Operating loss	\$ (300,520)	(251,636)
Adjustments to reconcile operating loss to net cash flows from operating activities:		
Depreciation	265,439	224,705
(Increase) decrease in accounts receivable	1,861	(1,415)
Increase (decrease) in liabilities:		
Accounts payable	68	103
Accrued payroll and employee benefits	616	-
Accrued annual and sick leave	(41)	(328)
Revenue billed in advance	<u>3,154</u>	<u>-</u>
Net cash flows from operating activities	<u>(29,423)</u>	<u>(28,571)</u>
 Cash flows from noncapital financing activities - operating transfers in	 <u>54,135</u>	 <u>39,698</u>
 Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(306,156)	(941,435)
Contributed capital received	<u>299,059</u>	<u>941,435</u>
Net cash flows from capital and related financing activities	<u>(7,097)</u>	<u>-</u>
 Cash flows from investing activities - investment income received	 <u>612</u>	 <u>340</u>
 Net increase in cash and investments	 18,227	 11,467
 Cash and investments at beginning of year	 <u>12,162</u>	 <u>695</u>
 Cash and investments at end of year	 \$ <u>30,389</u>	 <u>12,162</u>

(this page left blank intentionally)



## TRUST FUNDS

### Nonexpendable Trust Fund

The Cemetery Fund is used to account for cemetery funds received and related investment income. The Cemetery Fund sets aside proceeds from lot sales in perpetuity to generate investment income to help fund the operations, maintenance and capital improvements of the cemetery.

**CITY OF WASILLA, ALASKA**  
 Cemetery Nonexpendable Trust Fund  
 Balance Sheet  
 June 30, 2000  
 (With Comparative Amounts for 1999)

<u>Assets</u>	<u>2000</u>	<u>1999</u>
Cash and investments	\$ 100,484	115,292
Accrued interest receivable	<u>1,621</u>	<u>1,485</u>
Total assets	<u>\$ 102,105</u>	<u>116,777</u>
<u>Liabilities and Fund Balance</u>		
Liabilities - accounts payable	<u>-</u>	<u>1,309</u>
Fund balance:		
Reserved:		
Investment	102,105	90,346
Encumbrance	-	5,051
Unreserved - designated for operations	<u>-</u>	<u>20,071</u>
Total fund balance	<u>102,105</u>	<u>115,468</u>
Total liabilities and fund balance	<u>\$ 102,105</u>	<u>116,777</u>

**CITY OF WASILLA, ALASKA**  
 Cemetery Nonexpendable Trust Fund  
 Statement of Revenues, Expenses  
 and Changes in Fund Balance  
 Year Ended June 30, 2000  
 (With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Revenues:		
Lot sales	\$ 8,200	14,400
Investment income	5,281	4,644
Total revenues	<u>13,481</u>	<u>19,044</u>
Expenses:		
Professional services	-	1,150
Supplies	5,051	2,409
Total expenses	<u>5,051</u>	<u>3,559</u>
Income before operating transfers	8,430	15,485
Operating transfers in (out)	<u>(21,793)</u>	<u>3,750</u>
Net income (loss)	(13,363)	19,235
Beginning fund balance	<u>115,468</u>	<u>96,233</u>
Ending fund balance	<u>\$ 102,105</u>	<u>115,468</u>

**CITY OF WASILLA, ALASKA**  
 Cemetery Nonexpendable Trust Fund  
 Statement of Cash Flows  
 Year Ended June 30, 2000  
 (With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
Cash flows from operating activities:		
Operating income	\$ 8,430	15,485
Adjustments to reconcile operating income to net cash flows from operating activities:		
Investment income	(5,281)	(4,644)
Increase (decrease) in accounts payable	<u>(1,309)</u>	<u>1,309</u>
Net cash flows from operating activities	<u>1,840</u>	<u>12,150</u>
 Cash flows from noncapital financing activities - operating transfers in (out)	 <u>(21,793)</u>	 <u>3,750</u>
 Cash flows from investing activities - investment income received	 <u>5,145</u>	 <u>4,723</u>
 Net increase (decrease) in cash and investments	 (14,808)	 20,623
 Cash and investments at beginning of year	 <u>115,292</u>	 <u>94,669</u>
 Cash and investments at end of year	 \$ <u>100,484</u>	 <u>115,292</u>

#### GENERAL FIXED ASSETS ACCOUNT GROUP

The General Fixed Assets Account Group is a self-balancing group of accounts used to account for the fixed assets of the City of Wasilla. These are tangible assets of significant value having a life which extends beyond one year other than those recorded in the Enterprise Funds.

**CITY OF WASILLA, ALASKA**

Exhibit L-1

General Fixed Assets Account Group  
Schedule of General Fixed Assets by Source  
June 30, 2000  
(With Comparative Amounts for 1999)

	<u>2000</u>	<u>1999</u>
General fixed assets:		
Land	\$ 1,823,163	1,635,627
Buildings	2,849,626	2,802,474
Office furniture and equipment	691,081	463,245
Vehicles and equipment	1,162,194	982,799
Library collections	1,951,476	1,929,952
Construction in progress	<u>253,291</u>	<u>869,872</u>
 Total general fixed assets	 \$ <u>8,730,831</u>	 <u>8,683,969</u>
 Investment in general fixed assets:		
Prior years - unidentified sources	7,995,437	8,683,969
General funds	652,927	-
Grants from other governments	<u>82,467</u>	<u>-</u>
 Total investment in general fixed assets	 \$ <u>8,730,831</u>	 <u>8,683,969</u>

CITY OF WASILLA, ALASKA

Exhibit L-2

General Fixed Assets Account Group  
 Schedule of General Fixed Assets by Function and Activity  
 June 30, 2000

	<u>Land</u>	<u>Buildings</u>	<u>Office Furniture and Equipment</u>	<u>Vehicles and Equipment</u>	<u>Library Collections</u>	<u>Total</u>
General government						
Administration	\$ -	-	19,709	-	-	19,709
City Council	-	-	72,906	-	-	72,906
Planning	-	-	26,267	26,302	-	52,569
Finance	-	-	333,411	3,500	-	336,911
Museum	90,640	98,136	15,380	1,420	-	205,576
Recreation services	788,262	306,180	6,859	138,204	-	1,239,505
Nondepartmental	924,261	1,573,161	12,020	4,805	-	2,514,247
Total general government	1,803,163	1,977,477	486,552	174,231	-	4,441,423
Police	-	-	96,055	621,755	-	717,810
Public works	-	161,283	54,229	366,208	-	581,720
Library	20,000	710,866	54,245	-	1,951,476	2,736,587
Total general fixed assets allocated to functions	\$ <u>1,823,163</u>	<u>2,849,626</u>	<u>691,081</u>	<u>1,162,194</u>	<u>1,951,476</u>	8,477,540
Construction in progress						<u>253,291</u>
					\$	<u>8,730,831</u>

**CITY OF WASILLA, ALASKA**

Exhibit L-3

General Fixed Assets Account Group  
 Schedule of Changes in General Fixed Assets by Function and Activity  
 Year Ended June 30, 2000

	General Fixed Assets July 1, <u>1999</u>	<u>Additions</u>	<u>Deletions</u>	General Fixed Assets June 30, <u>2000</u>
General government				
Administration	\$ 13,742	5,967	-	19,709
City Council	57,051	15,855	-	72,906
Planning	42,422	10,147	-	52,569
Finance	211,223	125,688	-	336,911
Museum	205,031	545	-	205,576
Recreation services	1,227,340	12,165	-	1,239,505
Nondepartmental	<u>2,290,567</u>	<u>257,700</u>	<u>34,020</u>	<u>2,514,247</u>
Total general government	4,047,376	428,067	34,020	4,441,423
Police	530,526	187,284	-	717,810
Public works	544,234	37,486	-	581,720
Library	2,691,961	55,126	10,500	2,736,587
Construction in progress	<u>869,872</u>	<u>27,431</u>	<u>644,012</u>	<u>253,291</u>
Total general fixed assets	\$ <u>8,683,969</u>	<u>735,394</u>	<u>688,532</u>	<u>8,730,831</u>



## CITY OF WASILLA, ALASKA

Schedule of Expenditures of Federal Awards  
Year Ended June 30, 2000

Name of Award	Grant Number	Catalog of Federal Domestic Assistance Number	Total Grant Award	July 1,	Federal Share of Expenditures	Federal Receipts	Adjustments	June 30,
				1999 Receivable (Deferred)				2000 Receivable (Deferred)
DEPARTMENT OF TRANSPORTATION								
▪ Airport Paving Phase I	3-02-0417-0598-98-1	20.106	\$ 140,900	140,900	-	102,772	(38,128)	-
▪ Airport Paving Phase II	3-02-0417-0699	20.106	1,037,323	731,760	267,435	701,780	38,128	335,543
Passed through the State of Alaska:								
Department of Natural Resources:								
Winter Recreation Staging	CC-10795161	20.219	10,844	-	120	-	-	120
Trail Marker Install	10795220	20.219	30,000	-	710	-	-	710
Department of Public Safety:								
Bicycle/Pedestrian Safety	PS 99-04-03	20.600	750	617	-	617	-	-
Bicycle/Pedestrian Safety	PS 00-04-04	20.600	750	-	750	-	-	750
				<u>873,277</u>	<u>269,015</u>	<u>805,169</u>	<u>-</u>	<u>337,123</u>
DEPARTMENT OF EDUCATION								
Passed through the State of Alaska:								
Department of Education:								
Governor's Drug Prevention	DA 00.157.01	84.186B	30,000	-	25,091	24,014	-	1,077
Governor's Drug Prevention	DA 99.105.01	84.186	44,240	7,899	-	7,899	-	-
				<u>7,899</u>	<u>25,091</u>	<u>31,913</u>	<u>-</u>	<u>1,077</u>
NATIONAL FOUNDATION OF ARTS AND HUMANITIES								
Museum Assessment Program	IM-90094-99	45.302	1,775	-	1,775	1,775	-	-
DEPARTMENT OF JUSTICE								
Local Law Enforcement Block Grant	98LBVX3047	16.592	20,582	-	20,582	20,582	-	-
Local Law Enforcement Block Grant	1999LBVX7003	16.592	20,030	-	10,435	-	-	10,435
Troops to COPS	1999TCWX0001	16.711	17,941	-	15,317	15,167	-	150
COPS Universal Hiring Grant	98UMWX1538	16.710	150,000	-	41,384	27,590	-	13,794
Asset Seizure and Forfeiture Program	N/A	16.xxx	117,061	(55,442)	55,442	-	-	-
Asset Seizure and Forfeiture Program	N/A	16.xxx	48,037	-	41,755	48,037	-	(6,282) **
Passed through the State of Alaska:								
Department of Health and Social Services:								
Youth Court Program	06-9638	16.540	30,000	(1,853)	-	-	1,853	-
Youth Court Program	06-9640	16.540	29,780	(714)	-	-	714	-
Youth Court Program	06-9755	16.523	23,500	2,545	-	2,545	-	-
Local Delinquency Prevention Grant	06-0724	16.523	40,000	-	39,714	30,000	-	9,714
Juvenile Accountability Incentive Grant	06-0708	16.523	26,260	-	26,260	24,947	-	1,313
Department of Public Safety:								
MJTFFPA	98-023E	16.579	56,153	13,173	-	13,173	-	-
MJTFFPA	99-023E	16.579	54,522	-	54,522	43,636	-	10,886
				<u>(42,291)</u>	<u>305,411</u>	<u>225,677</u>	<u>2,567</u>	<u>40,010</u>
TOTAL FEDERAL FINANCIAL ASSISTANCE			\$	<u>838,885</u>	<u>601,292</u>	<u>1,064,534</u>	<u>2,567</u>	<u>378,210</u>

\* Major Program

\*\* This balance is included in ending fund balance of the Asset Forfeiture Special Revenue Fund.

(this page left blank intentionally)

**CITY OF WASILLA, ALASKA**  
**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION (1)**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR	(2) GENERAL GOVERN- MENT	(3) PUBLIC SAFETY	PUBLIC WORKS	(4) (5) LIBRARY, YOUTH COURT & PASS-THRU GRANTS	MUSEUM & RECREA- TION SERVICES	DEBT SERVICE	CAPITAL OUTLAY	TOTAL
1991	\$ 703,388	\$ -	\$ 380,229	\$ 334,837	\$ 116,720	\$ 329,421	\$ 494,980	\$ 2,359,575
1992	717,596	-	388,558	342,072	174,940	518,835	379,252	2,521,253
1993	832,358	151,459	420,550	372,372	201,032	207,064	1,145,857	3,330,692
1994	994,402	861,096	484,963	435,082	285,469	336,819	2,556,528	5,954,359
1995	1,353,163	981,124	603,926	436,098	345,626	179,975	1,663,337	5,563,249
1996	1,286,594	1,090,305	587,309	520,367	442,987	390,385	2,309,488	6,627,435
1997	1,319,683	1,280,540	668,716	653,242	477,911	264,826	1,376,179	6,041,097
1998	1,283,709	1,289,878	731,585	674,234	486,756	333,429	1,805,596	6,605,187
1999	1,335,308	1,502,984	728,392	709,991	439,771	486,298	4,382,531	9,585,275
2000	1,425,757	1,632,413	754,122	669,743	480,528	642,999	4,840,525	10,446,087

(1) Includes General, Special Revenue, Debt Service, and Capital Project Funds.

(2) Includes Administration, City Council, Planning, Finance and Nondepartmental.

(3) Police Department established in FY93.

(4) Library is shown as a Special Revenue Fund as the expenditures are funded partly by the Matanuska-Susitna Borough.

(5) Youth Court established in FY96.

**CITY OF WASILLA, ALASKA**  
**GENERAL GOVERNMENTAL REVENUES BY SOURCE (1)**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR	(2) TAXES	STATE SHARED REVENUES	OTHER GOVERN- MENTS	PENAL- TIES FINES AND FORFEI- TURES	INVEST- MENT INCOME	FEEES, PERMITS AND OTHER REVENUES	SPECIAL ASSESS- MENTS	OTHER	TOTAL
1991	\$ 620,564	\$ 772,100	\$ 303,571	\$ 9,849	\$ 259,094	\$ 38,307	\$ 230,820	\$ 142,423	\$ 2,376,728
1992	829,773	880,899	332,212	9,951	25,202	31,798	488,635	233,686	2,832,156
1993	2,094,933	1,334,508	280,690	5,520	42,585	37,276	245,685	216,267	4,257,464
1994	3,699,781	2,381,351	131,316	19,450	58,809	39,650	355,433	312,073	6,997,863
1995	4,252,607	955,571	282,216	53,297	107,130	44,251	303,141	388,141	6,386,354
1996	4,626,864	879,473	315,499	53,728	110,929	52,585	407,258	529,828	6,976,164
1997	4,960,321	1,140,947	345,711	58,641	392,417	51,005	407,887	211,959	7,568,888
1998	5,121,764	680,238	379,770	79,841	490,879	48,922	332,234	299,437	7,433,085
1999	5,372,395	671,215	1,646,918	76,805	653,695	33,168	349,228	258,115	9,061,539
2000	5,950,156	685,834	977,443	71,191	528,552	33,630	345,511	598,680	9,190,997

(1) Includes General, Special Revenue, Debt Service, and Capital Project Funds.

(2) A 2% sales tax on retail sales and services was approved by the voters in October 1992, becoming effective January 1, 1993.

**CITY OF WASILLA, ALASKA**  
**ASSESSED VALUATION, TAX LEVIES AND COLLECTIONS**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR	CITY LEVY	AMOUNT COLLECTED	% OF LEVY	AMOUNT OF LEVY UNCOLLECTED	AMOUNT OF LEVY UNCOLLECTED AS A PERCENT OF TOTAL TAXES
1991	\$ 738,349	\$ 620,564	84.05%	\$ 117,785	15.95%
1992	856,969	829,773	96.83%	27,196	3.17%
1993	989,302	971,184	98.17%	18,118	1.83%
1994	483,319	480,179	99.35%	3,140	0.65%
1995	418,659	427,566	102.13%	(8,907)	(2.13%)
1996	468,773	447,548	95.47%	21,225	4.53%
1997	465,016	553,962	119.13%	(88,946)	(19.13%)
1998	449,064	455,322	101.39%	(6,258)	(1.39%)
1999	372,930	439,901	117.96%	(66,971)	(17.96%)
2000	365,253	440,877	120.70%	(75,624)	(20.70%)

- (1) The Matanuska-Susitna Borough (MSB) does all of the assessment, collection and foreclosure regarding property taxes for the City of Wasilla. No breakdown is furnished for delinquent taxes. Taxes are periodically forwarded to the city.

**CITY OF WASILLA, ALASKA  
TAX REVENUES BY SOURCE  
LAST TEN FISCAL YEARS**

<u>FISCAL YEAR</u>	<u>PROPERTY TAXES</u>	<u>SALES TAXES</u>	<u>TOTAL TAXES</u>
1991	\$ 620,564	\$ -	\$ 620,564
1992	829,773	-	829,773
1993	971,184	1,123,749	2,094,933
1994	480,179	3,219,602	3,699,781
1995	427,566	3,825,041	4,252,607
1996	447,548	4,179,316	4,626,864
1997	553,962	4,406,359	4,960,321
1998	465,494	4,656,270	5,121,764
1999	439,901	4,932,494	5,372,395
2000	440,877	5,509,279	5,950,156

- (1) A 2% sales tax on retail sales and services was approved by the voters in October 1992, becoming effective January 1, 1993.
- (2) Property taxes were capped at 2 mils effective for FY 94.
- (3) During FY95 the City implemented GASB 22.

**CITY OF WASILLA, ALASKA**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**

FISCAL YEAR	REAL PROPERTY	PERSONAL PROPERTY (1)	TOTAL ASSESSED VALUE NET OF EXEMPTIONS (1)	ESTIMATED ACTUAL VALUE (1)	RATIO OF TOTAL ASSESSED TO TOTAL ESTIMATED ACTUAL VALUE
1991	\$ 175,382,500	\$ 29,714,387	\$ 205,096,887	\$ 223,597,400	91.73%
1992	182,453,700	31,788,493	214,242,193	229,966,200	93.16%
1993	201,681,900	33,866,234	235,548,134	251,040,200	93.83%
1994	207,793,416	33,866,234	241,659,650	244,474,200	98.85%
1995	222,219,600	34,652,956	246,270,256	269,881,500	91.25%
1996	249,438,500	38,301,293	275,748,993	272,626,900	101.15%
1997	244,837,100	41,981,450	273,538,950	297,377,900	91.98%
1998	268,459,100	46,586,585	299,376,085	305,409,300	98.02%
1999	303,475,800	-	286,868,900	305,214,400	93.99%
2000	322,482,900	-	304,377,400	342,576,700	88.85%

(1) Effective with Fiscal Year 1999, Personal Property was exempted from property tax.

**CITY OF WASILLA, ALASKA  
PROPERTY TAX RATES-ALL DIRECT AND  
OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS**

FISCAL YEAR	MAT-SU BOROUGH	WASILLA FIRE SERVICE AREA	CITY OF WASILLA	TOTAL
1991	11.00	0.70	3.60	15.30
1992	13.00	0.90	4.00	17.90
1993	13.00	0.90	4.20	18.10
1994	15.78	0.90	2.00	18.68
1995	15.78	1.30	1.70	18.78
1996	13.75	1.30	1.70	16.75
1997	12.25	1.30	2.00	15.55
1998	11.50	1.30	1.50	14.30
1999	11.73	1.00	1.30	14.03
2000	12.50	1.00	1.20	14.70

Tax Rate - Millage per \$1,000 of assessed value.



**CITY OF WASILLA, ALASKA**  
**PRINCIPAL TAXPAYERS**  
 June 30, 2000

TAXPAYER	NATURE OF BUSINESS	ASSESSED VALUE (1)	PERCENTAGE OF TOTAL VALUATION
WILLMINGTON TRUST CO.	RETAIL	\$ 14,014,900	4.60%
COTTONWOOD CREEK MALL LLC	PROPERTY DEVELOPMENT AND RETAIL MALLS	11,376,800	3.74%
PEDERSEN FLOYD/CREEKSIDE	PROPERTY DEVELOPMENT AND RETAIL MALLS	8,804,100	2.89%
WAL MART STORES INC.	RETAIL	8,686,900	2.85%
WASILLA LLC	PROPERTY DEVELOPMENT AND RETAIL MALLS	7,780,100	2.56%
KARABLLNIKOFF/NEWCOMB	FAMILY TRUST	6,814,400	2.24%
SEAGULL ENERGY CORP.	NATURAL GAS TRANSMISSION LINES	4,657,400	1.52%
VALLEY HOSPITAL ASSOCIATION INC	MEDICAL CENTER	3,797,000	1.25%
NYE FRONTIER FORD (HAROLD NYE)	AUTOMOBILE DEALERSHIP	3,433,800	1.13%
MARY E. JOHNSON	PROPERTY DEVELOPMENT AND RETAIL MALLS	3,113,600	1.02%

(1) The 2000 assessed values are exclusive of personal property.

**CITY OF WASILLA, ALASKA  
SPECIAL ASSESSMENT COLLECTIONS  
LAST TEN FISCAL YEARS**

<u>FISCAL YEAR</u>	<u>(1) SPECIAL ASSESSMENT COLLECTIONS</u>
1991	\$ 230,820
1992	488,635
1993	245,685
1994	355,433
1995	303,141
1996	407,258
1997	407,887
1998	332,234
1999	349,228
2000	345,511

(1) Includes prepayment, foreclosure, current and delinquent payments

**CITY OF WASILLA, ALASKA**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
June 30, 2000

No debt limit is mandated by law.

**CITY OF WASILLA, ALASKA**  
**COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT**  
**GENERAL OBLIGATION BONDS**  
 June 30, 2000

<u>JURISDICTION</u>	<u>NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING</u>	<u>PERCENTAGE APPLICABLE TO CITY OF WASILLA</u>	<u>AMOUNT APPLICABLE TO CITY OF WASILLA</u>
DIRECT:			
CITY OF WASILLA	\$ 5,330,000	100.00%	\$ 5,330,000
OVERLAPPING:			
MATANUSKA-SUSITNA BOROUGH	<u>106,774,962</u> (1)	10.73% (2)	<u>11,461,245</u>
TOTAL	\$ <u>112,104,962</u>		\$ <u>16,791,245</u>

(1) Source: Matanuska-Susitna Borough Finance Department.

(2) Based upon the ratio of the City of Wasilla total assessed value to total assessed value of the Matanuska-Susitna Borough.

**CITY OF WASILLA, ALASKA  
DEMOGRAPHIC STATISTICS  
LAST TEN FISCAL YEARS**

<u>FISCAL YEAR</u>	<u>(1) POPULATION</u>
1991	3,342
1992	3,818
1993	4,028
1994	4,124
1995	4,381
1996	4,635
1997	4,917
1998	5,134
1999	5,213
2000	5,568

- (1) 1991 population from 1990 census.  
All other numbers are estimates from  
Department of Labor or DCRA

**CITY OF WASILLA, ALASKA**  
**PROPERTY VALUE, CONSTRUCTION AND BANK DEPOSITS (1)**  
**LAST TEN FISCAL YEARS**

<u>FISCAL YEAR</u>	<u>PROPERTY VALUE</u>	<u>CONSTRUCTION</u>	<u>BANK DEPOSITS</u>
1991	\$ 205,096,887	(a)	(a)
1992	214,242,193	(a)	(a)
1993	235,548,134	(a)	(a)
1994	241,659,650	(a)	(a)
1995	246,270,256	(a)	(a)
1996	275,748,993	(a)	(a)
1997	273,538,950	(a)	(a)
1998	299,376,085	(a)	(a)
1999	286,868,900	(a)	(a)
2000	304,377,400	(a)	(a)

(1) Effective in Fiscal Year 1999, Personal Property was exempted from property tax.

(a) Not available

**CITY OF WASILLA, ALASKA  
LAND USE PERMITS ISSUED  
LAST TEN CALENDAR YEARS**

<u>CALENDAR YEAR</u>	<u>NUMBER ISSUED</u>
1990	35
1991	48
1992	47
1993	78
1994	104
1995	140
1996	130
1997	159
1998	144
1999	100

- (1) The City Of Wasilla does not issue building permits.
- (2) No value is assigned to the land use permits.
- (3) Source: Wasilla Planning Office

(this page left blank intentionally)



# MIKUNDA, COTTRELL & Co.

*A Professional Corporation*

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

3601 "C" Street, Suite 600 • Anchorage, Alaska 99503

(907) 278-8878, Fax (907) 278-5779

www.mcc-cpa.com

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

Honorable Mayor and City Council  
City of Wasilla, Alaska

We have audited the financial statements of City of Wasilla, as of and for the year ended June 30, 2000, and have issued our report thereon dated September 14, 2000. We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

### Compliance

As part of obtaining reasonable assurance about whether City of Wasilla's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, 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*.

### Internal Control Over Financial Reporting

In planning and performing our audit, we considered City of Wasilla's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Honorable Mayor and City Council  
City of Wasilla, Alaska

This report is intended solely for the information of City of Wasilla's management, Honorable Mayor and City Council, and appropriate federal and state agencies, and is not intended to be and should not be used by anyone other than these specified parties.

*Mikunda, Cottrell & Co.*

September 14, 2000

# MIKUNDA, COTTRELL & Co.

*A Professional Corporation*

CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

3601 "C" Street, Suite 600 • Anchorage, Alaska 99503

(907) 278-8878, Fax (907) 278-5779

www.mcc-cpa.com

## Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133

Honorable Mayor and City Council  
City of Wasilla, Alaska

### Compliance

We have audited the compliance of City of Wasilla, with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2000. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of City of Wasilla's management. Our responsibility is to express an opinion on City of Wasilla's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards; 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 City of Wasilla'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 on City of Wasilla's compliance with those requirements.

In our opinion, City of Wasilla complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2000.

Honorable Mayor and City Council  
City of Wasilla, Alaska

Internal Control Over Compliance

The management of City of Wasilla is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered City of Wasilla's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order 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.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information of City of Wasilla's management, Honorable Mayor and City Council, and appropriate federal and state agencies, and is not intended to be and should not be used by anyone other than these specified parties.

*Mikunda, Cottrell & Co.*

September 14, 2000

CITY OF WASILLA, ALASKA

Schedule of Findings and Questioned Costs

Year Ended June 30, 2000

AUDIT RESULT

I. Summary of Auditor's Results:

Financial Statements:

Type of auditor's report issued:

Unqualified

Internal control over financial reporting:

- Material weaknesses identified?

\_\_\_yes x no

- Reportable conditions identified that are 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 weaknesses identified?

\_\_\_yes x no

- Reportable conditions identified that are not considered to be material weaknesses?

\_\_\_yes x none reported

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

Unqualified

Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?

\_\_\_yes x no

Major program:

Agency

CFDA Number

Program

Department of Transportation  
Direct

20.106

Airport Improvement Program

Dollar threshold used to distinguish between Type A and B programs

\$300,000

Low-risk auditee

Yes

II. Financial Statement Findings

None noted

III. Federal Awards Findings and Questioned Costs

None noted

**CITY OF WASILLA, ALASKA**

Summary Schedule of Prior Audit Findings

Year Ended June 30, 2000

There were no prior year audit findings.

**CITY OF WASILLA, ALASKA**

Corrective Action Plan

Year Ended June 30, 2000

There are no current year findings; therefore no corrective action plan is required.

