

Carson City Nevada
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
YEAR ENDED JUNE 30, 2014

**CARSON CITY, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED JUNE 30, 2014**

**Prepared by: Finance Department
Nick Providenti, Finance Director**

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CARSON CITY, NEVADA

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INTRODUCTORY SECTION



CARSON CITY, NEVADA

CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

November 30, 2014

Honorable Mayor,
Members of the Board of Supervisors
and the Citizens of Carson City:

The comprehensive annual financial report of Carson City for the fiscal year ended June 30, 2014, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that Carson City issue annually a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants.

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

Kafoury, Armstrong & Co., Certified Public Accountants, have issued an unqualified opinion on Carson City's financial statements for the year ended June 30, 2014. The independent auditor's report is located at the front of the financial section of this report.

Carson City is required to undergo an annual single audit in conformity with the provisions of Government Auditing Standards and the U.S. Office of Management and Budget (OMB) Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Information related to this single audit, including the schedule of expenditures of federal awards, the independent auditor's reports on internal controls and compliance, the schedule of findings and questioned costs and the summary schedule of prior audit findings are included in the compliance section.

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

The financial reporting entity, Carson City, includes all the funds of the primary government (i.e., the Consolidated Municipality of Carson City as legally defined), as well as, all of its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units, although legally separate

DEPARTMENT OF FINANCE
201 North Carson Street, Suite #3 • 89701 • (775) 887-2133

entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Accordingly, the Redevelopment Authority is reported as special revenue, debt service and capital project funds of the primary government. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position and results of operations from those of the primary government. The Carson City Visitors' Bureau and Airport Authority are reported as discretely presented component units.

THE CITY AND ITS GOVERNING BODY

Carson City is the capital city of the State of Nevada. Carson City was founded as a trading post in 1858 and incorporated February 25, 1875. Carson City is a combined City and County governmental entity formed by the consolidation of the City of Carson City and Ormsby County on July 19, 1969.

Carson City has a land area of 147 square miles and an estimated population of 55,441 as of June 30, 2014. The City is empowered to levy a property tax on both real and personal property located within its boundaries. Real and personal taxable property located within the City has an estimated market value of \$3,539,303,022 and an assessed value of \$1,238,756,058.

The City operates under what is commonly known as a "council-manager" form of government which was established by charter and adopted by the State Legislature. Under this form of government, Carson City is governed by a mayor and four supervisors who are elected at large, on a non-partisan basis, for overlapping four year terms. The Board of Supervisors is a policy-making board, appointing a city manager to oversee daily operations.

Carson City provides a full range of services including police and fire protection; sewer and water services; the construction and maintenance of highways, streets and infrastructure; and culture and recreational activities.

The City maintains several budgetary controls to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City's governing body in accordance with Nevada Revised Statutes Chapter 354, the Local Government Budget and Finance Act. Activities of the general fund, special revenue funds, capital projects funds, debt service funds, enterprise funds and internal service funds are included in the annual appropriated budget. The level of budgetary control (that is, the level of which expenditures cannot legally exceed the appropriated amount) is established by function within an individual fund for governmental funds and the sum of operating and non-operating expenses in the proprietary funds.

LOCAL ECONOMY

Carson City is located in the Northwestern part of the State. Nevada's rate of growth in population had been one of the highest in the nation, but with the current economic downturn, this number is expected to remain flat at best for the next several years. Carson City's population decreased 2.5 percent when comparing July 1, 2013 to July 1, 2014. During the past year, Carson City experienced growth in the real estate market, not unlike the region, the state, and the nation. According to the Assessor's office, the average sales price of a home this year has risen to around \$208,000, up from \$183,000 (13.7% increase) the prior year. The average price in Carson City hit its peak in 2006 with the average sales price around \$346,000.

Carson City's economy has been slow to recover from "the great recession", although we are starting to see signs of economic recovery. Property tax revenue decreased slightly from the prior year (2.5%) due to a decrease in assessed valuation for FY 2013-14. Taxable sales are now increasing as the economy improves contributing to the \$1.5 million (4.5%) increase in the remaining tax revenues. We expect the recovery to continue gradually into the foreseeable future as our region still has one of the largest unemployment rates in the country at 9 percent. At the end of the current fiscal year, total fund balance of the general fund exceeded the final budget by \$2,607,408. Of this amount, \$1,013,237 has been included as a budgetary resource in the subsequent year's budget to eliminate a projected excess of expected expenditures over expected revenues.

The assessed valuation of Carson City decreased 10.4 percent in FY 2013-14 which we believe is the low point for the City due to the great recession, as in FY 2014-15 the assessed valuation increased by 3.9 percent. Due to a cap on the growth in property tax for existing property and improvements approved by the 2005 Nevada State Legislature, the real growth in tax revenues is limited. The growth in the tax bill for residential property is limited to 3% annual growth and commercial property can grow by a maximum of 8% per year. Only new construction is outside of this cap for the first year it is on the tax rolls. The difference between the actual tax calculation (assessed valuation (x) tax rate) and the capped tax calculation is termed the "abatement". In the general fund, this abatement amount will be approximately \$2.5 million in FY 2014-15. Due to a two cent reduction in the property tax rate for FY 2014-15, property tax revenues are budgeted to increase by only 1.1 percent.

LONG-TERM FINANCIAL PLANNING

Fees charged at the Carson City Landfill were set based upon regional market rates rather than actual costs. The resultant change in rates has produced revenues in excess of expenditures at the Landfill. These excess revenues will be used to help offset overall General Fund ongoing expenditures.

Carson City remains very active in recruiting and retaining retail development in order to enhance the sales tax base. Within the past several years, two major automotive retailers have built dealerships in more desirable locations within the City, the GMC/Chevrolet dealer recently finished a major remodel and national retail chains including Olive Garden, Kohl's, Big Lots, Cal Ranch, Tractor Supply Company, and Jimmy Johns have opened new locations within the

City. During fiscal year 2014, Sportsman's Warehouse, Bealls Department Store, Ross Dress for Less, Dollar General, and Buffalo Wild Wings opened new locations in the City. We brought the Nevada State Fair to Carson City at the end of fiscal year 2014 and with the overwhelming support we received from the residents we hope to continue the event on an annual basis. The City is continuing to negotiate with national retailers and as a result a new Taco Bell and Dunkin' Donuts are scheduled to open in fiscal year 2015.

RELEVANT FINANCIAL POLICIES

A minimum unrestricted ending fund balance of not less than 5 percent (with a goal of 8.3%) of total budgeted expenditures shall be included in the General Fund budget each fiscal year. An inability to meet this requirement must be approved by the Board of Supervisors.

MAJOR INITIATIVES

A 1/8 cent increase in sales tax was approved and will be implemented in October 2014 which will be used to pay down capital project bonds expected to be sold in December 2014. These bonds will be used pursuant to NRS 377B, including, but not limited to, construction of an animal services facility, a multi-purpose athletic center, street and pedestrian improvements in the downtown area, Carson Street and William Street/Highway 50 East Commercial Corridors, and/or other projects as directed by the Board of Supervisors.

Improvements to the Wastewater Treatment Plant are being implemented due to our inadequate and outdated facility. The City will be upgrading the preliminary/primary treatment facilities, secondary treatment facilities, solids handling and effluent pumping, as well as overall site improvements. We have hired a Construction Manager at Risk and are currently working on design and implementation strategies to ensure the services are available throughout all phases of construction. The City expects actual construction to begin during winter 2014, and continue for 3 years. The Board authorized a comprehensive review of water and sewer rates in fiscal year 2013 and as a result authorized water and sewer rate increases for the next five years to fund these upgrades as well as provide reserves for system reinvestment as the comprehensive review determined we were relying too heavily on debt for capital improvements.

The Carson Freeway, Phase 2 A was completed in September 2009. This extended the Carson Freeway from Highway 50 to Fairview Drive and required the relocation of Carson City utilities. These improvements were funded through their respective enterprise funds. Construction has begun on a portion of Carson Freeway, Phase 2 B (Fairview Drive to Highway 50 at Spooner Summit), although the entire project has not been funded by the State of Nevada. By agreement with the state, Carson City will defer payment of local fuel taxes until the project is completed.

OTHER INFORMATION

SINGLE AUDIT. As a recipient of federal and state awards, Carson City is also responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. As a part of Carson City's single audit, testing of internal control and compliance is performed as it relates to federal programs. The results of the single audit for the fiscal year ended June 30, 2014 provided no instances of non-compliance with the requirements applicable to each of the City's major federal programs or matters involving the internal control over compliance and its operation that were considered to be material weaknesses.

AWARDS. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Carson City for its comprehensive annual financial report for the fiscal year ended June 30, 2013. 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. Such a 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. Carson City has received a Certificate of Achievement for the last twenty-four consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

ACKNOWLEDGMENTS. The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Finance Department. Each member of the department has my sincere appreciation for the contribution made in the preparation of this report.

In closing, without the leadership and support of the Carson City Board of Supervisors, the continued strengthening of the City's finances and the continued dedication to financial excellence would not have been possible.

Sincerely,



Nickolas Providenti
Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

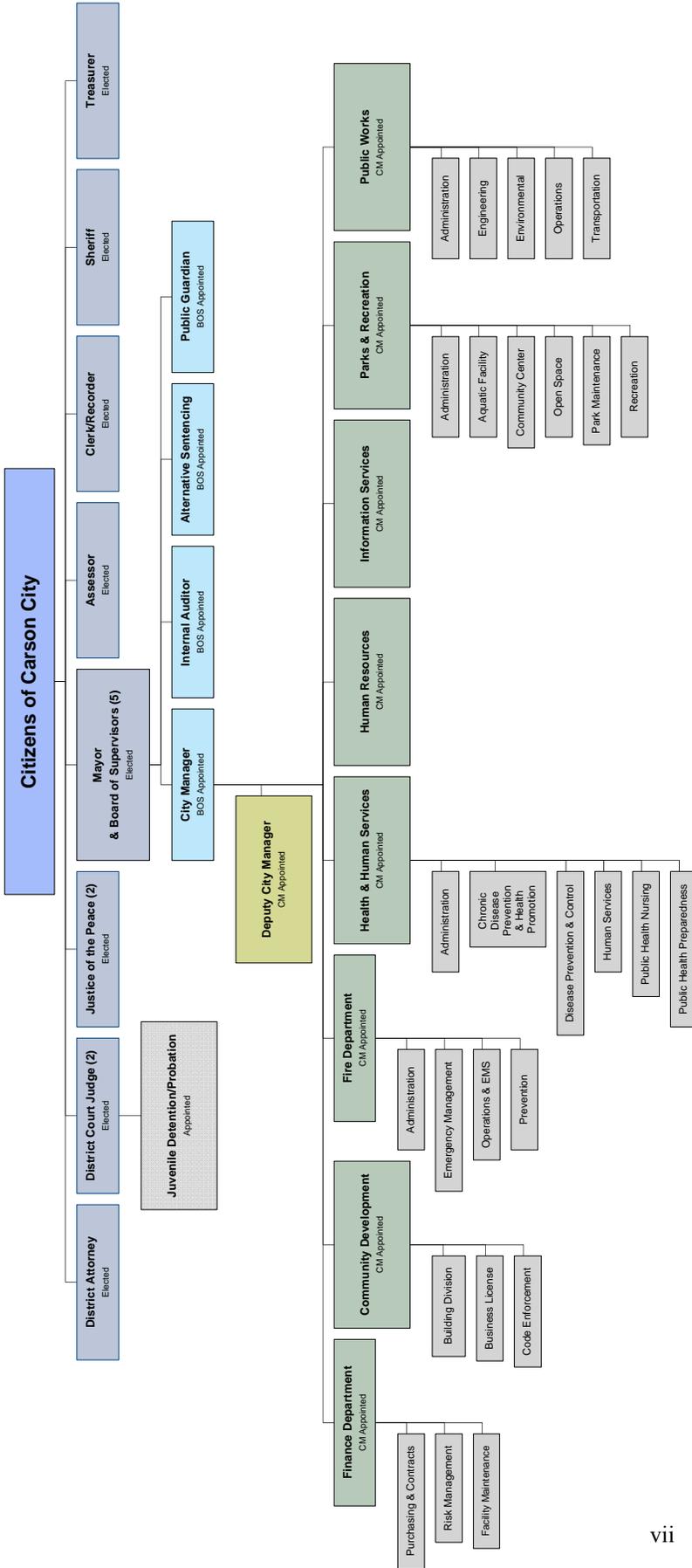
Presented to

**City of Carson City
Nevada**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO



**CARSON CITY
LISTING OF PRINCIPAL OFFICIALS
FY 2014**

TITLE	NAME
Mayor	Robert L. Crowell
Supervisor, Ward 1	Karen Abowd
Supervisor, Ward 2	Brad Bonkowski
Supervisor, Ward 3	John McKenna
Supervisor, Ward 4	Jim Shirk
Assessor	Dave Dawley
Treasurer	Al Kramer
District Attorney	Neil Rombardo
District Court I	Judge James T. Russell
District Court II	Judge James E. Wilson, Jr.
Justice of the Peace	Judge Thomas Armstrong
Justice of the Peace	Judge John Tatro
Clerk-Recorder	Alan Glover
Sheriff	Ken Furlong
City Manager	Nick Marano
Deputy City Manager	Marena Works
Finance Director/Risk Manager	Nick Providenti
Information Technology Director	John Wilkinson
Community Development Director	Lee Plemel
Cooperative Extension Director	JoAnne Skelly
Library Director	Sena Loyd
Health & Human Services Director	Nicki Aaker
Juvenile Special Master	Kristin Luis
Chief Juvenile Probation Officer	Ben Bianchi
Parks and Recreation Director	Roger Moellendorf
Fire Chief	Stacey Giomi
Senior Center Director	Janice McIntosh
Human Resources Director	Melanie Bruketta
Public Works Director	Darren Schulz
Engineering Manager	Daniel Rotter
Transportation Program Manager	Patrick Pittenger

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FINANCIAL SECTION

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Independent Auditor's Report

To the Honorable Mayor and Members of the
Board of Supervisors, Carson City, Nevada

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carson City, Nevada (the City), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Airport Authority of Carson City, Nevada, or the Carson City Convention and Visitors' Bureau, which represents 100% of the assets, net position, and revenues of the aggregate discretely presented component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Airport Authority of Carson City, Nevada and the Carson City Convention and Visitors' Bureau is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate

remaining fund information of the City as of June 30, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4A through 4J, and the schedule of funding progress on page 49 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

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

The combining and individual fund statements and schedules including budgetary comparisons and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules including budgetary comparisons and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Prior Year Partial Comparative Information

We have previously audited, in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the City as of and for the year ended June 30, 2013 (not presented herein), and have issued our report thereon dated November 25, 2013, which contained unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information. The combining and individual fund statements and schedules including budgetary comparisons related to the 2013 financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules including budgetary comparisons are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the 2013 financial statements. The information has been subjected to the auditing procedures applied in the

audit of the 2013 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statement themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules including budgetary comparisons are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 26, 2014, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Reno, Nevada
November 26, 2014

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Carson City, Nevada Management's Discussion and Analysis

As management of Carson City, Nevada (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report.

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$347,036,501 (*net financial position*).
- The City's total net position decreased by \$5,749,202 (1.6%). This decrease is attributable to an increase in the Other Post-Employment Benefits (OPEB) Liability of \$4,596,630 which is a much greater increase than in the past as retiree benefits were increased during Carson City Employee Association negotiations. In addition a prior period restatement of \$1,982,229 was presented, in accordance with Governmental Auditing Standards Board Statement No. 65 which no longer allows bond issuance costs to be amortized over the life of the bonds.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$21,093,714, an increase of \$2,519,016 in comparison to the prior year. Approximately 20% of this amount (\$4,202,660) is available for spending at the City's discretion (unassigned fund balance).
- At the end of the current fiscal year, unrestricted fund balance for the General Fund was \$5,656,458, or 9.5 percent of total General Fund expenditures.
- The City's total bonded debt and notes payable decreased by \$3,945,278 (2.4 percent) during the current fiscal year as a result of principal payments on debt.

Overview of the Financial Statements

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

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, public safety, judicial, public works, sanitation, health, welfare, community support, airport, economic opportunity, and culture and recreation. The business-type activities of the City include water, sewer, ambulance, cemetery, building permits and stormwater drainage.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also a legally separate airport authority and a legally separate visitors' bureau for which the City is financially accountable. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself. The Redevelopment Authority, although also legally separate, functions for all practical purposes as a department of the City, therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 5-8 of this report.

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

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of the governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City maintains twenty-four individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund which is considered to be a major fund. Data from the other twenty-three governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report.

The City adopts an annual appropriated budget for its General Fund and for each of its special revenue funds, debt service funds and capital projects funds. A budgetary comparison statement has been provided for each of the City's governmental funds to demonstrate compliance with this budget. The budgetary comparison schedule for the General Fund, the major governmental fund, is located in the basic financial statements and budgetary comparison schedules for the nonmajor governmental funds are provided in the individual funds statements.

The basic governmental fund financial statements can be found on pages 9-13 of this report.

Proprietary funds. The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, ambulance, cemetery, building permit, and stormwater drainage operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its group medical insurance, workers' compensation, insurance and fleet management. Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water and sewer operations, each of which are considered to be major funds of the City. Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Data from the other four enterprise funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report. Individual fund data for the internal service funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 14-18 of this report.

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

The basic fiduciary fund financial statements can be found on pages 19-20 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 21-48 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report presents *required supplementary information* concerning the City's progress in funding its obligation to provide OPEB benefits to its employees. Required supplementary information can be found on page 49 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds, and enterprise funds are presented following the required supplementary information on OPEB. Combining and individual fund statements and schedules can be found on pages 50-139 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$347,036,501 at the close of the most recent fiscal year.

By far the largest portion of the City's net position (102 percent) reflects its investment in capital assets (e.g., land, buildings, improvements, machinery and equipment, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Carson City's Net Position

	Governmental Activities		Business-type Activities		Total - Primary Government	
	2014	2013	2014	2013	2014	2013
Current and other assets	\$ 34,943,800	\$ 33,149,193	\$ 10,179,414	\$ 12,028,573	\$ 45,123,214	\$ 45,177,766
Capital assets	322,522,216	325,409,347	175,186,903	174,386,807	497,709,119	499,796,154
Total assets	357,466,016	358,558,540	185,366,317	186,415,380	542,832,233	544,973,920
Deferred outflows of resources	2,785,371	-	650,638	-	3,436,009	-
Total assets and deferred outflows of resources	360,251,387	358,558,540	186,016,955	186,415,380	546,268,342	544,973,920
Long-term liabilities outstanding	104,948,073	98,067,613	83,134,972	83,577,431	188,083,045	181,645,044
Other liabilities	7,215,406	7,578,487	3,818,481	2,964,686	11,033,887	10,543,173
Total liabilities	112,163,479	105,646,100	86,953,453	86,542,117	199,116,932	192,188,217
Deferred inflows of resources	-	-	114,909	-	114,909	-
Total liabilities and deferred inflows of resources	112,163,479	105,646,100	87,068,362	86,542,117	199,231,841	192,188,217
Net position:						
Net investment in capital assets	260,795,570	260,370,604	93,600,537	92,023,344	354,396,107	352,393,948
Restricted	14,907,036	15,013,156	-	-	14,907,036	15,013,156
Unrestricted	(27,614,698)	(22,471,320)	5,348,056	7,849,919	(22,266,642)	(14,621,401)
Total net position	\$248,087,908	\$252,912,440	\$98,948,593	\$99,873,263	\$347,036,501	\$352,785,703

An additional portion of the City's net position (4.3 percent) represents resources that are subject to external restrictions on how they may be used. This leaves a negative balance of \$22,266,642 for *unrestricted net position*.

At the end of the current fiscal year, the City is able to report positive balances in two of the three categories of net position for the government as a whole, as well as for its separate governmental activities. Unrestricted net position is reported as a negative balance. The business-type activities reported positive balances in all categories of net position. In the prior fiscal year, the City reported positive balances in all categories of net position for business-type activities and governmental activities reported a negative balance for unrestricted net position.

The City's net position decreased \$3,766,973 during the current fiscal year. This decrease is attributable to an increase in the Other Post-Employment Benefits (OPEB) Liability of \$4,596,630.

Carson City's Changes in Net Position

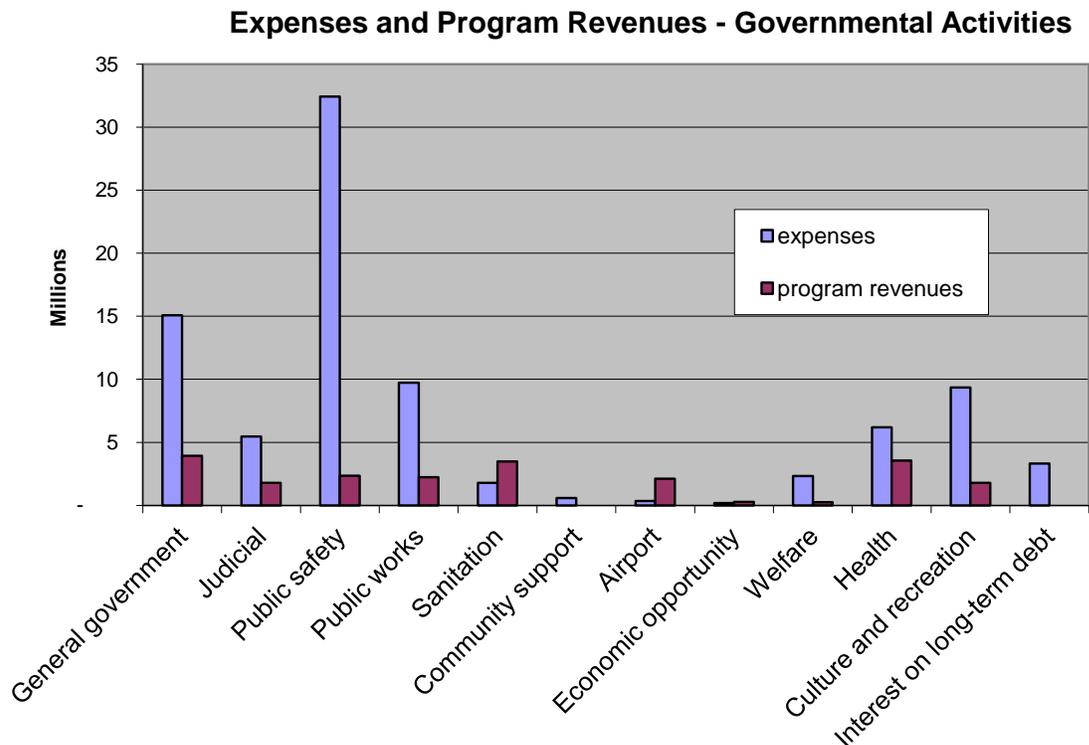
	Governmental Activities		Business-Type Activities		Total – Primary Government	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	11,884,674	\$ 12,182,918	\$26,035,119	\$24,475,604	\$37,919,793	\$ 36,658,522
Operating grants and contributions	6,598,135	6,924,384	-	-	6,598,135	6,924,384
Capital grants and contributions	3,253,933	3,414,668	707,241	419,206	3,961,174	3,833,874
General revenues:						
Property taxes	25,726,135	26,381,752	-	-	25,726,135	26,381,752
Other taxes	35,763,963	34,214,772	-	-	35,763,963	34,214,772
Other	456,407	244,579	63,812	22,756	520,219	267,335
Total Revenues	83,683,247	83,363,073	26,806,172	24,917,566	110,489,419	108,280,639
Expenses:						
General government	15,080,364	13,270,490	-	-	15,080,364	13,270,490
Judicial	5,471,384	5,438,232	-	-	5,471,384	5,438,232
Public safety	32,434,444	31,081,304	-	-	32,434,444	31,081,304
Public works	9,720,781	8,616,739	-	-	9,720,781	8,616,739
Sanitation	1,777,521	1,730,139	-	-	1,777,521	1,730,139
Community support	578,988	704,500	-	-	578,988	704,500
Airport	333,521	388,786	-	-	333,521	388,786
Economic opportunity	179,513	186,695	-	-	179,513	186,695
Welfare	2,317,891	2,028,677	-	-	2,317,891	2,028,677
Health	6,180,675	5,451,016	-	-	6,180,675	5,451,016
Culture and recreation	9,345,624	9,084,415	-	-	9,345,624	9,084,415
Interest and fiscal charges	3,323,887	3,513,966	-	-	3,323,887	3,513,966
Ambulance	-	-	3,473,925	3,203,882	3,473,925	3,203,882
Sewer	-	-	9,135,280	8,965,346	9,135,280	8,965,346
Water	-	-	12,833,407	11,847,582	12,833,407	11,847,582
Cemetery	-	-	225,515	191,888	225,515	191,888
Building permits	-	-	555,315	574,273	555,315	574,273
Stormwater drainage	-	-	1,288,357	1,186,768	1,288,357	1,186,768
Total Expenses	86,744,593	81,494,959	27,511,799	25,969,739	114,256,392	107,464,698

	Governmental Activities		Business-Type Activities		Total – Primary Government	
	2014	2013	2014	2013	2014	2013
Increase (decrease) in net position before transfers	\$ (3,061,346)	\$ 1,868,114	\$ (705,627)	\$ (1,052,173)	\$ (3,766,973)	\$ 815,941
Transfers	(520,602)	(602,825)	520,602	602,825	-	-
Increase (decrease) in net position	(3,581,948)	1,265,289	(185,025)	(449,348)	(3,766,973)	815,941
Net position – July 1	252,912,440	251,647,151	99,873,263	100,322,611	352,785,703	351,969,762
Prior year restatement	(1,242,584)	-	(739,645)	-	(1,982,229)	-
Net position - June 30	\$248,087,908	\$252,912,440	\$98,948,593	\$99,873,263	\$347,036,501	\$ 352,785,703

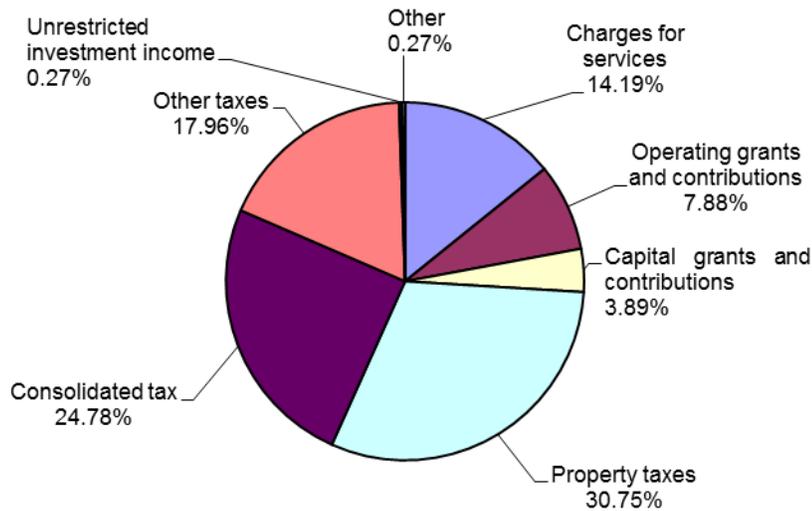
Governmental activities. Governmental activities decreased the City’s net position by \$3,581,948. This results in a net change (decrease) of \$4,847,237 when compared to the increase of \$1,265,289 in the prior year. Key elements of the change from prior year are as follows:

- \$1.6 million increase in OPEB obligation expense due to a change in plan benefits.
- \$1.1 million increase in compensated absences due to changes in various employee contracts allowing for increased sick leave payouts upon separation, death or retirement.
- \$2.2 million increase in governmental activities expenses mostly due to an increase in salaries and benefits during the current fiscal year due to the reinstatement of employee cost of living and contract adjustments.

Program revenues for governmental activities provided 25 percent of the resources necessary to pay the cost of providing program services. The remaining program costs were financed with general revenues. The largest general revenues are consolidated tax of \$20,733,724 and property taxes of \$25,726,135.



Revenues by Source - Governmental Activities

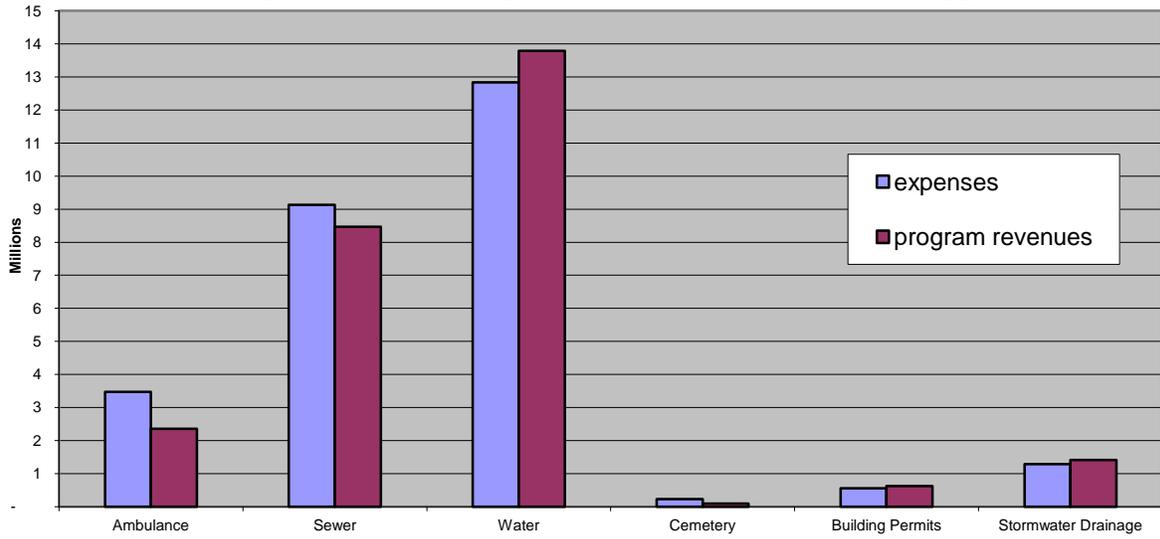


Business-type activities. Business-type activities decreased the City's net position by \$185,025. This results in a net change (increase) of \$264,323 when compared to the decrease of \$449,348 in the prior year. Key elements of the change from prior year are as follows:

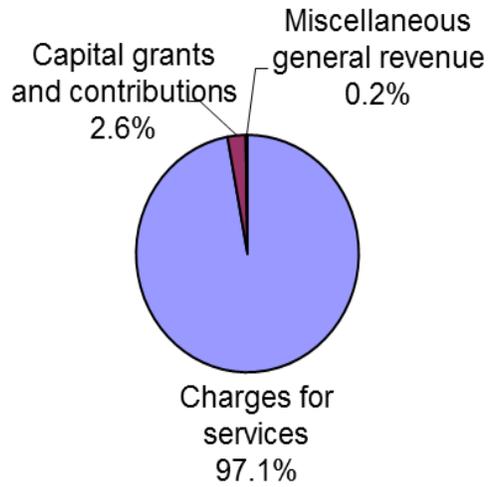
- \$163,000 increase in water capital contributions from grants.
- \$918,000 (or 12.3 percent) increase in sewer revenue is due to a rate increase implemented July 1, 2013 by the Board of Supervisors for upcoming capital purchases and reinvestment. Expenses for this fund only increased by 2% which is the cost of living increase in employees' salaries.
- \$367,600 (or 2.9 percent) increase in water revenue is due to a rate increase implemented July 1, 2013 by the Board of Supervisors for upcoming capital purchases and reinvestment.
- \$986,000 (or 8.3 percent) increase in water expenses for this fund are due to a 2% cost of living increase in employees' salaries and because it's been a very dry year water purchases/usage fees from the State and Douglas County were up by approximately \$500,000.
- \$380,600 increase in ambulance program loss is due to a bad debt write-off by the newly hired billing company of uncollectible charges still in receivables from the previous billing company. We recognized a \$1,117,600 program loss this year and last year only recognized a loss of \$737,000 due to this write-off.
- \$240,348 (or 63.4 percent) increase in building permits was realized. As consumer confidence increases and the unemployment rate continues to decline, we suspect this revenue will continue to increase.
- In addition, the Sewer Fund completed a large capital project and purchased several pumps and motors, in preparation for the large waste water treatment plant expansion, so their capital assets increased by approximately \$2.2 million dollars. No new debt was incurred in the Sewer Fund to pay for these projects.

Sewer and water expenses represent 79.9 percent of total expenses for business-type activities.

Expenses and Program Revenues - Business - type Activities



Revenues by Source - Business - type Activities



Financial Analysis of the Government's Funds

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

Governmental funds. The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. In particular, unassigned fund balance may serve as a useful measure of a government's net resources available for discretionary use as they represent the portion of fund balance which has not yet been limited to use for a particular purpose by either an external party, the City itself, or a group or individual that has been delegated authority to assign resources for use for particular purposes by the City's Board.

At June 30, 2014, the City's governmental funds reported combined ending fund balances of \$21,093,714, an increase of \$2,519,016 in comparison with the prior year. Approximately 20% of this amount (\$4,202,660) constitutes *unassigned fund balance*, which is available for spending at the City's discretion. The remainder of the fund balance is either *nonspendable, restricted, committed, or assigned* to indicate that it is 1) not in spendable form (\$389,307), 2) restricted for particular purposes (\$12,343,168), 3) committed for particular purposes (\$11,513), or 4) assigned for particular purposes (\$4,147,066).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$4,202,660, while total fund balance increased to \$6,451,574. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents 7.1 percent of total general fund expenditures, while total fund balance represents 10.8 percent of that same amount.

The fund balance of the City's General Fund increased by \$155,030 during the current fiscal year. This results in a net change (decrease) of \$1,249,572 when compared to the increase of \$1,404,602 in the prior year. Key elements of the change from prior year are as follows:

- Consolidated tax revenues increased by \$909,000 from the prior year. This is revenue passed through from the State, which is the result of an increase in taxable sales as our economy slowly recovers.
- Increase of \$453,000 in landfill fees.
- Decrease of \$690,000 in other local government grants as a result of the dissolution of the Sierra Forest Fire Protection District in the prior year.
- General fund expenditures increased by approximately \$2 million (or 3.5 percent). This increase was mostly due to an increase in salaries and benefits during the current fiscal year as a result of the reinstatement of employee cost of living and contract adjustments and an increase in general fund full time equivalent employees.

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

Unrestricted net position at the end of the year amounted to \$1,163,270 in the Sewer Fund and \$4,364,927 in the Water Fund. The Sewer Fund's total net position decreased by \$694,502 and the Water Fund's net position increased by \$960,915. Other factors concerning the finances of these two funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights:

Budgeted appropriations increased \$1,901,289 between the original budget and the final amended budget. The increase can be briefly summarized as follows:

- Carryover of program costs from the prior year budget amounting to \$1,289,503 allocated to various departments.

- \$611,786 increase in various department appropriations offset by increases in charges for services, intergovernmental revenues, fines and forfeits and other miscellaneous revenues.

Of this increase, \$183,218 was funded from charges for services, \$408,568 was funded from refunds, reimbursements, grants and donations, \$20,000 was funded from fines and forfeits and the remaining \$1,289,503 was to be budgeted from available fund balance.

The significant differences between the final amended budget and actual amounts are as follows:

- Actual tax revenue was \$467,000 less than the final budget due to a decrease in centrally assessed property taxes, taxes receivable of \$231,000 at year end and actual current year ad valorem and personal property tax levies were \$174,000 less than originally estimated.
- Actual expenditures by function were less than the final budget as a result of expenditure reductions, employee vacancies and unspent restricted funds that will be carried over to the next fiscal year's budget.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of June 30, 2014, amounts to \$497,709,119 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure, water capacity and water rights. The total decrease in the City's investment in capital assets for the current fiscal year was 0.4 percent (a 0.9 percent decrease for governmental activities and a 0.5 percent increase for business-type activities).

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

- Completion of the Digester Dome resulted in a transfer out of construction in progress in the Sewer Fund of \$1.1 million.
- Completion of the East-West Transmission Main and Regional Pipeline projects resulted in a transfer out of construction in progress in the Water Fund of \$11.5 million
- Water capacity purchased from Douglas County was capitalized in the amount of \$4.2 million.

Carson City's Capital Assets (net of depreciation)

	Governmental Activities		Business-Type Activities		Total – Primary Government	
	2014	2013	2014	2013	2014	2013
Land	\$105,261,624	\$ 105,381,238	\$ 5,311,227	\$ 5,311,227	\$110,572,851	\$110,692,465
CIP - Infrastructure	508,349	3,822,493	-	-	508,349	3,822,493
Construction in progress	4,520,531	1,770,212	4,164,411	15,436,916	8,684,942	17,207,128
Buildings	52,522,102	54,011,129	15,396,210	15,812,900	67,918,312	69,824,029
Improvements other than buildings	25,171,830	25,914,976	124,171,445	115,872,669	149,343,275	141,787,645
Machinery and equipment	8,994,011	9,981,934	3,261,598	3,240,979	12,255,609	13,222,913
Infrastructure	125,543,769	124,527,365	-	-	125,543,769	124,527,365
Water capacity	-	-	4,169,896	-	4,169,896	-
Water rights	-	-	18,712,116	18,712,116	18,712,116	18,712,116
Total	\$322,522,216	\$325,409,347	\$175,186,903	\$174,386,807	\$497,709,119	\$499,796,154

Additional information on the City's capital assets can be found in Note 3-B on pages 31-32 of this report.

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of \$152,836,828. Of this amount, \$134,788,928 comprises debt backed by the full faith and credit of the government. The remainder of the City's bonded debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

Carson City's Outstanding Debt
General Obligation, Revenue Bonds and Notes Payable

	Governmental Activities		Business-Type Activities		Total – Primary Government	
	2014	2013	2014	2013	2014	2013
General obligation						
bonds	\$58,015,000	\$61,345,000	\$76,773,928	\$78,288,606	\$134,788,928	\$139,633,606
Revenue bonds	18,047,900	18,897,000	-	-	18,047,900	18,897,000
Notes payable	4,591,700	2,554,800	1,682,100	1,970,500	6,273,800	4,525,300
Total	\$80,654,600	\$82,796,800	78,456,028	\$80,259,106	\$159,110,628	\$163,055,906

The City's total bonded debt and notes payable decreased by \$3,945,278 (2.4 percent) from the prior year due to current year principal payments. However, notes payable increased by \$1,748,500 (38.6 percent) due to the issuance of medium term capital acquisition notes to purchase landfill equipment as well as 911 surcharge equipment.

The City maintained an "AA-" rating from Standard & Poor's and an "A1" rating from Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue to 15 percent of its total assessed valuation. The current debt limitation for the City is \$192,949,840, which is significantly in excess of the City's outstanding general obligation debt.

Additional information on the City's long-term debt can be found in Note 3-D on pages 36-42 of this report.

Economic Factors and Next Year's Budgets and Rates

- The City's unemployment rate was 9.0 percent at June 30, 2014, which is a decrease from a rate of 10.1 percent a year ago. The national and state unemployment rates were 6.1 percent and 7.7 percent, respectively, at June 30, 2014.
- The City's assessed value decreased 10.4 percent in fiscal year 2013-14 to \$1.239 billion and increased 3.9 percent in fiscal year 2014-15 to \$1.287 billion.
- Sales tax revenue was projected to increase 4 percent for fiscal year 2014-15. July 2014 shows an 8.4 percent increase and August 2014 shows a 12 percent increase compared to the same months during fiscal year 2013-14.

All of these factors were considered in preparing the City's budget for the 2015 fiscal year.

During the current fiscal year, unrestricted fund balance in the General Fund increased from \$4,894,269 to \$5,656,458. The City has assigned \$1,013,237 of this amount for eliminating a 2015 fiscal year budget deficiency.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Carson City Finance Department, 201 N. Carson Street, Suite 3, Carson City, Nevada 89701.

BASIC FINANCIAL STATEMENTS

CARSON CITY
STATEMENT OF NET POSITION
JUNE 30, 2014

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and investments	\$ 23,086,901	\$ 5,422,684	\$ 28,509,585
Receivables (net of allowances for uncollectibles)	3,255,815	3,991,024	7,246,839
Due from other governments	7,128,622	667,486	7,796,108
Due from component units	75,733	-	75,733
Due from primary government	-	-	-
Internal balances	278,405	(278,405)	-
Inventories	179,701	328,335	508,036
Deposits	16,075	-	16,075
Prepays	391,496	48,290	439,786
Restricted assets:			
Cash and investments	394,541	-	394,541
Other assets	70,000	-	70,000
Net OPEB asset	66,511	-	66,511
Capital assets (net of accumulated depreciation):			
Land	105,261,624	5,311,227	110,572,851
Construction in progress - infrastructure	508,349	-	508,349
Construction in progress	4,520,531	4,164,411	8,684,942
Buildings	52,522,102	15,396,210	67,918,312
Improvements other than buildings	25,171,830	124,171,445	149,343,275
Machinery and equipment	8,994,011	3,261,598	12,255,609
Infrastructure	125,543,769	-	125,543,769
Water capacity	-	4,169,896	4,169,896
Water rights	-	18,712,116	18,712,116
Total Assets	<u>357,466,016</u>	<u>185,366,317</u>	<u>542,832,333</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on refundings	2,785,371	650,638	3,436,009
Total Assets and Deferred Outflows of Resources	<u>360,251,387</u>	<u>186,016,955</u>	<u>546,268,342</u>
LIABILITIES			
Accounts payable and accrued expenses	5,660,885	2,409,933	8,070,818
Accrued interest payable	495,922	675,680	1,171,602
Due to other governments	165,678	437,422	603,100
Due to component units	217,607	-	217,607
Due to primary government	-	-	-
Unearned revenue	195,176	288,246	483,422
Other liabilities	89,522	7,200	96,722
Current liabilities payable from restricted assets	390,616	-	390,616
Noncurrent liabilities:			
Due within one year	6,288,619	5,600,946	11,889,565
Due in more than one year	85,254,561	75,531,379	160,785,940
Net OPEB obligation	13,404,893	2,002,647	15,407,540
Total Liabilities	<u>112,163,479</u>	<u>86,953,453</u>	<u>199,116,932</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred gain on refundings	-	114,909	114,909
Total Liabilities and Deferred Inflows of Resources	<u>112,163,479</u>	<u>87,068,362</u>	<u>199,231,841</u>
NET POSITION			
Net investment in capital assets	260,795,570	93,600,537	354,396,107
Restricted for:			
General government	268,108	-	268,108
Public safety	1,574,883	-	1,574,883
Judicial	252,313	-	252,313
Public works	988,475	-	988,475
Health	290,537	-	290,537
Welfare	244	-	244
Culture and recreation	7,433,635	-	7,433,635
Debt service	-	-	-
Redevelopment	415,093	-	415,093
Claims	3,683,748	-	3,683,748
Unrestricted	(27,614,698)	5,348,056	(22,266,642)
Total Net Position	<u>\$ 248,087,908</u>	<u>\$ 98,948,593</u>	<u>\$ 347,036,501</u>

See accompanying notes.

COMPONENT UNITS	
AIRPORT AUTHORITY	CONVENTION AND VISITORS' BUREAU
\$ 388,995	\$ 806,271
7,186	141,427
56,272	33,887
-	-
217,607	-
-	-
-	9,982
-	-
565	-
-	-
188,933	-
-	-
146,542	-
-	-
-	-
-	76,434
-	-
136,597	62,865
-	-
-	-
<u>1,142,697</u>	<u>1,130,866</u>
-	-
<u>1,142,697</u>	<u>1,130,866</u>
90,346	20,143
-	-
-	69,215
-	-
-	75,733
-	-
14,931	-
-	-
19,782	-
541,765	27,604
-	-
<u>666,824</u>	<u>192,695</u>
-	-
<u>666,824</u>	<u>192,695</u>
283,139	139,299
-	-
-	-
-	-
-	-
-	-
-	-
-	413,765
-	-
-	-
192,734	443,940
<u>\$ 475,873</u>	<u>\$ 997,004</u>

See accompanying notes.

**CARSON CITY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2014**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Primary government:				
Governmental Activities:				
General government	\$ 15,080,364	\$ 2,838,317	\$ 649,497	\$ 448,026
Public safety	32,434,444	1,649,571	681,449	5,695
Judicial	5,471,384	1,734,901	49,653	-
Public works	9,720,781	139,078	1,465,028	617,903
Sanitation	1,777,521	3,472,835	-	-
Health	6,180,675	673,249	2,882,485	-
Welfare	2,317,891	-	249,920	-
Culture and recreation	9,345,624	1,376,723	345,936	70,695
Community support	578,988	-	-	-
Airport	333,521	-	-	2,111,614
Economic opportunity	179,513	-	274,167	-
Debt Service:				
Interest and fiscal charges	3,323,887	-	-	-
Total Governmental Activities	<u>86,744,593</u>	<u>11,884,674</u>	<u>6,598,135</u>	<u>3,253,933</u>
Business-Type Activities:				
Sewer	9,135,280	8,393,907	-	70,288
Water	12,833,407	13,235,852	-	556,830
Stormwater drainage	1,288,357	1,333,434	-	80,123
Ambulance	3,473,925	2,356,233	-	-
Cemetery	225,515	96,045	-	-
Building permits	555,315	619,648	-	-
Total Business-Type Activities	<u>27,511,799</u>	<u>26,035,119</u>	<u>-</u>	<u>707,241</u>
Total Primary Government	<u>\$ 114,256,392</u>	<u>\$ 37,919,793</u>	<u>\$ 6,598,135</u>	<u>\$ 3,961,174</u>
Component units:				
Airport Authority	\$ 2,679,822	\$ 282,137	\$ 2,095,110	\$ -
Convention and Visitors' Bureau	1,326,625	14,890	33,887	-
Total Component Units	<u>\$ 4,006,447</u>	<u>\$ 297,027</u>	<u>\$ 2,128,997</u>	<u>\$ -</u>

General Revenues:
 Property taxes
 Sales taxes
 Unrestricted intergovernmental revenues - Consolidated tax
 Franchise taxes
 Other taxes
 Room taxes
 Motor vehicle fuel tax
 Unrestricted investment income
 Miscellaneous revenue
 Transfers

Total General Revenues and Transfers

Change in Net Position

NET POSITION, JULY 1

Prior-period restatement

NET ASSETS, JULY 1, as restated

NET POSITION, JUNE 30

See accompanying notes.

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			COMPONENT UNITS	
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	AIRPORT AUTHORITY	CONVENTION AND VISITORS' BUREAU
\$ (11,144,524)	\$ -	\$ (11,144,524)	\$ -	\$ -
(30,097,729)	-	(30,097,729)	-	-
(3,686,830)	-	(3,686,830)	-	-
(7,498,772)	-	(7,498,772)	-	-
1,695,314	-	1,695,314	-	-
(2,624,941)	-	(2,624,941)	-	-
(2,067,971)	-	(2,067,971)	-	-
(7,552,270)	-	(7,552,270)	-	-
(578,988)	-	(578,988)	-	-
1,778,093	-	1,778,093	-	-
94,654	-	94,654	-	-
<u>(3,323,887)</u>	<u>-</u>	<u>(3,323,887)</u>	<u>-</u>	<u>-</u>
<u>(65,007,851)</u>	<u>-</u>	<u>(65,007,851)</u>	<u>-</u>	<u>-</u>
-	(671,085)	(671,085)	-	-
-	959,275	959,275	-	-
-	125,200	125,200	-	-
-	(1,117,692)	(1,117,692)	-	-
-	(129,470)	(129,470)	-	-
<u>-</u>	<u>64,333</u>	<u>64,333</u>	<u>-</u>	<u>-</u>
<u>-</u>	<u>(769,439)</u>	<u>(769,439)</u>	<u>-</u>	<u>-</u>
<u>(65,007,851)</u>	<u>(769,439)</u>	<u>(65,777,290)</u>	<u>-</u>	<u>-</u>
-	-	-	(302,575)	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,277,848)</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>(302,575)</u>	<u>(1,277,848)</u>
25,726,135	-	25,726,135	203,296	-
4,939,639	-	4,939,639	-	-
20,733,724	-	20,733,724	-	-
5,418,344	-	5,418,344	-	-
133,266	-	133,266	-	-
-	-	-	-	1,289,932
4,538,990	-	4,538,990	-	-
228,425	63,812	292,237	382	1,237
227,982	-	227,982	-	-
<u>(520,602)</u>	<u>520,602</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>61,425,903</u>	<u>584,414</u>	<u>62,010,317</u>	<u>203,678</u>	<u>1,291,169</u>
<u>(3,581,948)</u>	<u>(185,025)</u>	<u>(3,766,973)</u>	<u>(98,897)</u>	<u>13,321</u>
252,912,440	99,873,263	352,785,703	574,770	983,683
<u>(1,242,584)</u>	<u>(739,645)</u>	<u>(1,982,229)</u>	<u>-</u>	<u>-</u>
<u>251,669,856</u>	<u>99,133,618</u>	<u>350,803,474</u>	<u>574,770</u>	<u>983,683</u>
<u>\$ 248,087,908</u>	<u>\$ 98,948,593</u>	<u>\$ 347,036,501</u>	<u>\$ 475,873</u>	<u>\$ 997,004</u>

See accompanying notes.

**CARSON CITY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014**

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS			
Cash and investments	\$ 4,576,158	\$ 12,733,488	\$ 17,309,646
Receivables (net of allowances for uncollectibles):			
Taxes, delinquent	587,139	128,499	715,638
Accounts receivable	1,974,006	98,208	2,072,214
Interest	55,633	-	55,633
Due from other funds	127,542	31,837	159,379
Due from other governments	3,802,695	3,325,927	7,128,622
Due from component units	16,900	58,833	75,733
Inventories	2,753	-	2,753
Deposits	-	16,075	16,075
Prepaid items	284,630	85,849	370,479
Restricted assets:			
Cash and investments	337,763	56,778	394,541
Total Assets	\$ 11,765,219	\$ 16,535,494	\$ 28,300,713
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 1,042,129	\$ 1,032,260	\$ 2,074,389
Accrued salaries and benefits	3,063,142	261,268	3,324,410
Due to other funds	-	159,379	159,379
Due to other governments	53,994	100,361	154,355
Due to component units	203,344	14,263	217,607
Other liabilities	89,522	-	89,522
Unearned revenue	30,000	165,176	195,176
Payable from restricted assets	337,763	52,853	390,616
Total Liabilities	4,819,894	1,785,560	6,605,454
Deferred inflows of resources:			
Unavailable revenue - delinquent landfill fees	1,424	-	1,424
Unavailable revenue - delinquent property taxes	492,327	107,794	600,121
Total Deferred Inflows of Resources	493,751	107,794	601,545
Fund balances:			
Nonspendable:			
Inventories	2,753	-	2,753
Deposits	-	16,075	16,075
Prepaid items	284,630	85,849	370,479
Restricted for:			
Courts	295,974	-	295,974
Technology	21,428	-	21,428
General government	-	176,919	176,919
Public safety	-	1,470,960	1,470,960
Judicial	-	59,499	59,499
Public works	-	1,826,456	1,826,456
Welfare	-	244	244
Health	176,478	107,239	283,717
Culture and recreation	13,853	7,766,850	7,780,703
Redevelopment	-	427,268	427,268
Committed to:			
Public safety	-	11,513	11,513
Assigned to:			
Technology	52,105	-	52,105
General government	66,453	-	66,453
Public safety	77,026	60,080	137,106
Health	182,344	-	182,344
Culture and recreation	62,633	-	62,633
Capital projects	-	2,036,366	2,036,366
Debt service	-	162,815	162,815
Other purposes	-	434,007	434,007
Subsequent year's budget deficit	1,013,237	-	1,013,237
Unassigned	4,202,660	-	4,202,660
Total Fund Balances	6,451,574	14,642,140	21,093,714
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 11,765,219	\$ 16,535,494	\$ 28,300,713

See accompanying notes.

**CARSON CITY, NEVADA
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
JUNE 30, 2014**

Fund Balances - Governmental Funds (page 8)		\$ 21,093,714
<p>Amounts reported for governmental activities in the statement of net position (pages 4-5) are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.</p>		
Governmental capital assets	\$ 413,375,537	
Less: Accumulated depreciation	<u>(91,648,303)</u>	
		321,727,234
<p>Net OPEB asset is not a financial resource and, therefore, is not reported in the governmental funds.</p>		
		66,511
<p>Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.</p>		
General obligation revenue bonds payable	(58,015,000)	
Notes payable	(4,591,700)	
Revenue bonds payable	(18,047,900)	
Loss on bond refunding	3,087,126	
Less: current year amortization	(301,755)	
Issuance premium	(1,253,180)	
Less: current year amortization	125,886	
Capital leases payable	(6,081)	
Landfill closure / post closure costs	(3,365,716)	
Net OPEB obligation	(13,201,218)	
Compensated absences	<u>(5,453,569)</u>	
		(101,023,107)
Interest payable		(495,922)
<p>Deferred inflows of resources represent amounts that are not available to fund current expenditures and, therefore, are not reported as revenues in the governmental funds.</p>		
		601,545
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. Net position of the internal service funds are reported with governmental activities.</p>		
		5,839,528
<p>Internal balances are receivable from business-type activities.</p>		
		<u>278,405</u>
Net Position - Governmental Activities (pages 4-5)		<u><u>\$ 248,087,908</u></u>

See accompanying notes.

CARSON CITY
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Revenues:			
Taxes	\$ 21,211,280	\$ 12,629,751	\$ 33,841,031
Licenses and permits	6,909,449	223,684	7,133,133
Intergovernmental revenues	21,459,631	9,942,521	31,402,152
Charges for services	11,191,650	391,182	11,582,832
Fines and forfeits	846,507	50,030	896,537
Miscellaneous	1,573,016	696,046	2,269,062
Total Revenues	63,191,533	23,933,214	87,124,747
Expenditures:			
Current:			
General government	14,345,548	632,115	14,977,663
Public safety	27,668,275	1,159,100	28,827,375
Judicial	5,233,733	122,070	5,355,803
Public works	1,819,270	6,233,838	8,053,108
Sanitation	1,579,314	-	1,579,314
Health	2,318,800	2,836,154	5,154,954
Welfare	337,846	1,619,086	1,956,932
Culture and recreation	5,295,220	2,046,849	7,342,069
Community support	458,979	156,786	615,765
Economic opportunity	-	179,513	179,513
Capital outlay	404,913	4,257,686	4,662,599
Debt service:			
Principal retirement	-	4,793,200	4,793,200
Interest and fiscal charges	-	3,072,875	3,072,875
Total Expenditures	59,461,898	27,109,272	86,571,170
Excess (Deficiency) of Revenues over Expenditures	3,729,635	(3,176,058)	553,577
Other Financing Sources (Uses):			
Debt issued	-	2,651,000	2,651,000
Transfers in	540,724	10,387,906	10,928,630
Transfers out	(4,115,329)	(7,498,862)	(11,614,191)
Total Other Financing Sources (Uses)	(3,574,605)	5,540,044	1,965,439
Net Change in Fund Balances	155,030	2,363,986	2,519,016
Fund Balances, July 1	6,296,544	12,278,154	18,574,698
Fund Balances, June 30	\$ 6,451,574	\$ 14,642,140	\$ 21,093,714

See accompanying notes.

CARSON CITY, NEVADA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

Net Change in Fund Balances - Governmental Funds (page 10)	\$	2,519,016
<p>Amounts reported for governmental activities in the statement of activities (pages 6-7) are different because:</p>		
<p>Governmental funds report capital outlays as expenditures and the proceeds from the sale of assets as other financing sources. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and only the gain or loss is recorded when assets are sold.</p>		
Expenditures for capital assets	\$	4,662,599
Donated capital assets		536,069
Sale/disposition of assets		(729,342)
Less: Current year depreciation		<u>(7,580,033)</u>
		(3,110,707)
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.</p>		
Change in unavailable revenue		(213,002)
<p>Bond and note proceeds and capital leases provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bonds and note principal and capital leases is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which bonds and notes issued and capital lease financing exceeded repayments and costs of issuance.</p>		
Bonds issued		(2,651,000)
Accrued interest		(495,922)
Capital lease payments		19,509
Interest payments		420,779
Principal payments		4,793,200
		2,086,566
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Amortization of loss on bond refunding		(301,755)
Amortization of bond premiums		125,886
Change in long-term landfill closure / post closure		(118,763)
Change in net OPEB asset		(92,772)
Change in net OPEB obligation		(3,962,079)
Change in long-term compensated absences		<u>(1,125,760)</u>
		(5,475,243)
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The net income of the internal service funds is reported with governmental activities.</p>		
		<u>611,422</u>
Change in Net Assets of Governmental Activities (pages 6-7)	\$	<u><u>(3,581,948)</u></u>

See accompanying notes.

**CARSON CITY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
Revenues:				
Taxes	\$ 21,678,083	\$ 21,678,083	\$ 21,211,280	\$ (466,803)
Licenses and permits	6,771,130	6,771,130	6,909,449	138,319
Intergovernmental revenues	21,547,833	21,562,697	21,459,631	(103,066)
Charges for services	10,912,556	11,095,774	11,191,650	95,876
Fines and forfeits	785,500	805,500	846,507	41,007
Miscellaneous	1,122,851	1,516,555	1,573,016	56,461
Total Revenues	<u>62,817,953</u>	<u>63,429,739</u>	<u>63,191,533</u>	<u>(238,206)</u>
Expenditures:				
Current:				
General government	14,418,384	14,828,210	14,345,548	482,662
Public safety	27,802,009	28,257,596	27,668,275	589,321
Judicial	5,015,380	5,635,542	5,233,733	401,809
Public works	1,875,664	1,910,169	1,819,270	90,899
Sanitation	1,874,352	1,869,896	1,579,314	290,582
Health	2,240,524	2,734,031	2,318,800	415,231
Welfare	434,145	433,147	337,846	95,301
Culture and recreation	5,452,530	5,540,792	5,295,220	245,572
Community support	459,013	459,013	458,979	34
Capital Outlay	78,750	433,919	404,913	29,006
Total Expenditures	<u>59,650,751</u>	<u>62,102,315</u>	<u>59,461,898</u>	<u>2,640,417</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,167,202</u>	<u>1,327,424</u>	<u>3,729,635</u>	<u>2,402,211</u>
Other Financing Sources (Uses):				
Transfers in	92,890	92,890	540,724	447,834
Transfers out	(3,849,921)	(3,872,692)	(4,115,329)	(242,637)
Contingency	(573,046)	-	-	-
Total Other Financing Sources (Uses)	<u>(4,330,077)</u>	<u>(3,779,802)</u>	<u>(3,574,605)</u>	<u>205,197</u>
Net Change in Fund Balances	(1,162,875)	(2,452,378)	155,030	2,607,408
Fund Balances, July 1	<u>4,143,604</u>	<u>6,296,544</u>	<u>6,296,544</u>	<u>-</u>
Fund Balances, June 30	<u>\$ 2,980,729</u>	<u>\$ 3,844,166</u>	<u>\$ 6,451,574</u>	<u>\$ 2,607,408</u>

See accompanying notes.

CARSON CITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2014
(PAGE 1 OF 2)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
ASSETS					
Current assets:					
Cash and investments	\$ 996,924	\$ 3,662,807	\$ 762,953	\$ 5,422,684	\$ 5,777,255
Receivables:					
Accounts and contracts, net	990,260	1,686,138	1,314,626	3,991,024	412,330
Due from other governments	6,892	585,152	75,442	667,486	-
Inventories	-	301,480	26,855	328,335	176,948
Prepaid items	27,403	9,443	11,444	48,290	21,017
Total Current Assets	<u>2,021,479</u>	<u>6,245,020</u>	<u>2,191,320</u>	<u>10,457,819</u>	<u>6,387,550</u>
Noncurrent assets:					
Other assets	-	-	-	-	70,000
Capital assets:					
Land	755,204	2,667,793	1,888,230	5,311,227	-
Water capacity	-	4,169,896	-	4,169,896	-
Buildings	15,294,301	4,558,519	590,143	20,442,963	-
Improvements other than buildings	101,784,790	104,451,523	7,454,497	213,690,810	-
Machinery and equipment	4,825,583	4,523,807	2,113,780	11,463,170	906,008
Water rights	-	18,712,116	-	18,712,116	-
Construction in progress	1,238,411	2,827,600	98,400	4,164,411	188,281
	123,898,289	141,911,254	12,145,050	277,954,593	1,094,289
Less: Accumulated depreciation	<u>(59,436,731)</u>	<u>(40,855,244)</u>	<u>(2,475,715)</u>	<u>(102,767,690)</u>	<u>(299,307)</u>
Net Capital Assets	<u>64,461,558</u>	<u>101,056,010</u>	<u>9,669,335</u>	<u>175,186,903</u>	<u>794,982</u>
Total Noncurrent Assets	<u>64,461,558</u>	<u>101,056,010</u>	<u>9,669,335</u>	<u>175,186,903</u>	<u>864,982</u>
Total Assets	<u>66,483,037</u>	<u>107,301,030</u>	<u>11,860,655</u>	<u>185,644,722</u>	<u>7,252,532</u>
Deferred outflows of resources:					
Deferred loss on refundings	239,668	396,374	14,596	650,638	-
Total Assets and Deferred Outflows of Resources	<u>66,722,705</u>	<u>107,697,404</u>	<u>11,875,251</u>	<u>186,295,360</u>	<u>7,252,532</u>

See accompanying notes.

CARSON CITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2014
(PAGE 2 OF 2)

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	<u>SEWER</u>	<u>WATER</u>	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 741,780	\$ 1,271,321	\$ 48,361	\$ 2,061,462	\$ 199,195
Accrued salaries and benefits	97,882	98,420	152,169	348,471	62,891
Accrued interest	121,313	536,099	18,268	675,680	-
Due to other governments	-	355,547	81,875	437,422	11,323
Unearned revenue	861	2,787	284,598	288,246	-
Other current liabilities	-	-	-	-	562,966
Current portion:					
Commitments payable	-	7,200	-	7,200	-
Accrued compensated absences	21,446	8,104	55,949	85,499	26,462
General obligation bonds and notes payable	2,016,982	3,115,896	382,569	5,515,447	-
Total Current Liabilities	<u>3,000,264</u>	<u>5,395,374</u>	<u>1,023,789</u>	<u>9,419,427</u>	<u>862,837</u>
Noncurrent liabilities:					
Accrued compensated absences	257,903	283,696	347,820	889,419	302,217
Net OPEB obligation	393,635	485,897	1,123,115	2,002,647	203,675
Other liabilities	-	-	-	-	44,275
General obligation bonds and notes payable	11,627,979	58,770,436	4,243,545	74,641,960	-
Total Noncurrent Liabilities	<u>12,279,517</u>	<u>59,540,029</u>	<u>5,714,480</u>	<u>77,534,026</u>	<u>550,167</u>
Total Liabilities	<u>15,279,781</u>	<u>64,935,403</u>	<u>6,738,269</u>	<u>86,953,453</u>	<u>1,413,004</u>
Deferred inflows of resources:					
Deferred gain on refundings	44,453	70,456	-	114,909	-
Total Liabilities and Deferred Inflows of Resources	<u>15,324,234</u>	<u>65,005,859</u>	<u>6,738,269</u>	<u>87,068,362</u>	<u>1,413,004</u>
NET POSITION					
Net investment in capital assets	50,235,201	38,326,618	5,038,718	93,600,537	791,310
Restricted for:					
Claims	-	-	-	-	3,683,748
Unrestricted	1,163,270	4,364,927	98,264	5,626,461	1,364,470
Total Net Position	<u>\$ 51,398,471</u>	<u>\$ 42,691,545</u>	<u>\$ 5,136,982</u>	99,226,998	<u>\$ 5,839,528</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>(278,405)</u>	
Net position of business - type activities				<u>\$ 98,948,593</u>	

See accompanying notes.

CARSON CITY
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
Operating Revenues:					
Charges for services	\$ 8,391,386	\$ 13,007,403	\$ 4,398,276	\$ 25,797,065	\$ 12,160,363
Operating Expenses:					
Salaries and wages	1,502,853	1,545,589	2,066,258	5,114,700	1,167,982
Employee benefits	673,508	797,966	1,286,818	2,758,292	462,974
Services and supplies	3,135,984	5,242,077	1,657,119	10,035,180	10,208,301
Depreciation	3,229,468	3,025,758	354,989	6,610,215	86,405
Total Operating Expenses	<u>8,541,813</u>	<u>10,611,390</u>	<u>5,365,184</u>	<u>24,518,387</u>	<u>11,925,662</u>
Operating Income (Loss)	<u>(150,427)</u>	<u>2,396,013</u>	<u>(966,908)</u>	<u>1,278,678</u>	<u>234,701</u>
Nonoperating Revenues (Expenses):					
Investment income	12,306	46,309	5,197	63,812	43,898
Miscellaneous	750	5,943	7,084	13,777	160,216
Interest expense	(440,618)	(2,207,134)	(180,262)	(2,828,014)	-
Federal interest subsidy	1,771	222,506	-	224,277	-
Gain (loss) on sales of capital assets	-	-	-	-	36,680
Bond issuance costs	(176,053)	(46,951)	(14,399)	(237,403)	-
Total Nonoperating Revenues (Expenses)	<u>(601,844)</u>	<u>(1,979,327)</u>	<u>(182,380)</u>	<u>(2,763,551)</u>	<u>240,794</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(752,271)</u>	<u>416,686</u>	<u>(1,149,288)</u>	<u>(1,484,873)</u>	<u>475,495</u>
Capital Contributions:					
Capital assets	29,507	-	-	29,507	-
Capital grants	456	500,515	80,123	581,094	42,973
Developers	6,474	32,260	-	38,734	-
Connection fees	33,851	24,055	-	57,906	-
Total Capital Contributions	<u>70,288</u>	<u>556,830</u>	<u>80,123</u>	<u>707,241</u>	<u>42,973</u>
Transfers In	-	-	575,000	575,000	253,153
Transfers Out	(12,519)	(12,601)	(29,278)	(54,398)	(88,194)
Total Transfers	<u>(12,519)</u>	<u>(12,601)</u>	<u>545,722</u>	<u>520,602</u>	<u>164,959</u>
Change in Net Position	<u>(694,502)</u>	<u>960,915</u>	<u>(523,443)</u>	<u>(257,030)</u>	<u>683,427</u>
Net Position, July 1	52,262,923	42,217,374	5,743,376		5,156,101
Prior period restatement	(169,950)	(486,744)	(82,951)		-
Net Position, July 1, (as restated)	<u>52,092,973</u>	<u>41,730,630</u>	<u>5,660,425</u>		<u>5,156,101</u>
Net Position, June 30	<u>\$ 51,398,471</u>	<u>\$ 42,691,545</u>	<u>\$ 5,136,982</u>		<u>\$ 5,839,528</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>72,005</u>	
Change in net position of business - type activities				<u>\$ (185,025)</u>	

See accompanying notes.

CARSON CITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 1 OF 2)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received for services	\$ 8,206,955	\$ 12,756,683	\$ 4,801,539	\$ 25,765,177	\$ 1,549,318
Cash received from employee contributions	-	-	-	-	1,789,318
Cash received from employer contributions	-	-	-	-	8,731,521
Cash payments for personnel costs	(1,899,110)	(2,018,120)	(2,994,637)	(6,911,867)	(1,300,712)
Cash payments for services and supplies	(3,227,618)	(5,121,736)	(1,599,211)	(9,948,565)	(10,360,401)
Miscellaneous cash received	750	5,943	7,084	13,777	160,216
Net Cash Provided (Used) by Operating Activities	3,080,977	5,622,770	214,775	8,918,522	569,260
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer to other funds	(12,519)	(12,601)	(29,278)	(54,398)	(88,194)
Transfer from other funds	-	-	575,000	575,000	253,153
Net Cash Provided (Used) by Noncapital Financing Activities	(12,519)	(12,601)	545,722	520,602	164,959
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from capital debt	120,562	2,742,917	168,522	3,032,001	-
Proceeds from sales of capital assets	-	-	-	-	36,681
Connection fees	33,851	24,055	-	57,906	-
Acquisition of capital assets	(2,451,098)	(4,074,933)	(246,084)	(6,772,115)	(309,755)
Principal paid on capital debt	(2,095,994)	(2,373,287)	(365,800)	(4,835,081)	-
Interest paid on capital debt	(476,012)	(2,248,978)	(178,500)	(2,903,490)	-
Bond issuance costs	(176,053)	(46,951)	(14,399)	(237,403)	-
Federal interest subsidy	-	222,506	-	222,506	-
Subsidy from grant	2,227	500,515	80,123	582,865	42,973
Net Cash Provided (Used) by Capital and Related Financing Activities	(5,042,517)	(5,254,156)	(556,138)	(10,852,811)	(230,101)
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income	12,306	46,309	5,197	63,812	43,898
Net Increase (Decrease) in Cash and Cash Equivalents	(1,961,753)	402,322	209,556	(1,349,875)	548,016
Cash and Cash Equivalents, July 1	2,958,677	3,260,485	553,397	6,772,559	5,229,239
Cash and Cash Equivalents, June 30	<u>\$ 996,924</u>	<u>\$ 3,662,807</u>	<u>\$ 762,953</u>	<u>\$ 5,422,684</u>	<u>\$ 5,777,255</u>

See accompanying notes.

CARSON CITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 2 OF 2)

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	<u>SEWER</u>	<u>WATER</u>	<u>OTHER ENTERPRISE FUNDS</u>	<u>TOTAL ENTERPRISE FUNDS</u>	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ (150,427)	\$ 2,396,013	\$ (966,908)	\$ 1,278,678	\$ 234,701
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	3,229,468	3,025,758	354,989	6,610,215	86,405
Miscellaneous revenues	750	5,943	7,084	13,777	160,216
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(184,153)	(252,169)	384,965	(51,357)	(90,206)
Due from other governments	(6,572)	(149,018)	-	(155,590)	-
Inventories		62,634	(4,150)	58,484	(122,525)
Prepaid items	(5,523)	(4,317)	(10,053)	(19,893)	(3,110)
Increase (decrease) in:					
Accounts payable	(79,539)	12,096	(2,286)	(69,729)	19,828
Accrued salaries and benefits	16,995	12,906	29,140	59,041	18,007
Due to other governments	-	198,946	78,875	277,821	(1,856)
Unearned revenue	(28)	(86)	13,820	13,706	-
Connection deposits	(250)	1,535	-	1,285	-
Accrued compensated absences	122,768	128,963	83,063	334,794	244,976
Net OPEB obligation	137,488	183,566	246,236	567,290	67,261
Other liabilities	-	-	-	-	(44,437)
Total Adjustments	<u>3,231,404</u>	<u>3,226,757</u>	<u>1,181,683</u>	<u>7,639,844</u>	<u>334,559</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,080,977</u>	<u>\$ 5,622,770</u>	<u>\$ 214,775</u>	<u>\$ 8,918,522</u>	<u>\$ 569,260</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Purchase of capital assets on account	\$ 581,395	\$ 774,104	\$ 4,500	\$ 1,359,999	\$ 3,672
Purchase of capital assets due to other governments	-	61,754	-	61,754	-
Retainage payable on construction of capital assets	-	36,702	-	36,702	-
Contributed capital assets	35,981	32,260	-	68,241	-

See accompanying notes.

CARSON CITY
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2014

	INVESTMENT TRUST FUND	AGENCY FUNDS
ASSETS		
Cash and investments		
Unrestricted	\$ 7,436,749	\$ 1,015,895
Cash held by Commission	-	85,253
Taxes receivable, delinquent	-	380,225
Due from other governments	-	135,772
	<u>7,436,749</u>	<u>1,617,145</u>
Total Assets		
LIABILITIES		
Accounts payable	-	38,657
Due to other governments	-	1,557,663
Other liabilities	-	20,825
	<u>-</u>	<u>1,617,145</u>
Total Liabilities		
NET POSITION		
Held in trust for pool participants	<u>\$ 7,436,749</u>	<u>\$ -</u>

See accompanying notes.

CARSON CITY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	INVESTMENT TRUST FUND
ADDITIONS	
Investment income	\$ 80,996
Capital share transactions:	
Shares sold	5,401,732
Total Additions	5,482,728
DEDUCTIONS	
Capital share transactions:	
Shares redeemed	4,424,522
Change in Net Position	1,058,206
Net Position, July 1	6,378,543
Net Position, June 30	\$ 7,436,749

See accompanying notes.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

Carson City (the City) is a consolidated municipality governed by an elected mayor and a four-member board, which comprise the Board of Supervisors. The accompanying financial statements present the City and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations, and, therefore, data from these units are combined with data of the primary government. Each discretely presented component unit, on the other hand, is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. Each blended and discretely presented component unit has a June 30 year end.

BLENDED COMPONENT UNIT. The Redevelopment Authority is governed by a board comprised of the City's elected Board of Supervisors. The ad valorem tax rates and bond issuance authorizations are approved by the Redevelopment Authority and the Board of Supervisors and the legal liability for the general obligation portion of the Authority's debt remains with the City. The financial statements of the Authority are reported as special revenue, debt service and capital projects funds.

DISCRETELY PRESENTED COMPONENT UNITS. The Carson City Visitors Bureau is responsible for the promotion of tourism in Carson City. The members of the Bureau's governing board are appointed by the Board of Supervisors. The Bureau is fiscally dependent upon the City since the Board of Supervisors sets the room tax rates and must approve any general obligation debt issuances. The Visitors Bureau is presented as a governmental activity.

The Carson City Airport Authority is responsible for the operations of the Carson City Airport. The members of the Authority are appointed by the Board of Supervisors. The Authority is fiscally dependent upon the City since the Board of Supervisors is the recognized grantee for any Federal Aviation Administration grants awarded on behalf of the Authority and any property tax levies must be approved by the Board of Supervisors. The Authority is presented as a governmental activity.

Complete financial statements for each of the discretely presented component units may be obtained at the entity's administrative offices.

Carson City Visitors Bureau
1900 South Carson Street
Carson City, Nevada

Carson City Airport Authority
2600 East Graves Lane, Suite 6
Carson City, Nevada

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

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

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Fund Financial Statements – Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION

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

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. Carson City considers all revenues, except grants, available if they are collected within 60 days of the end of the current fiscal period. Grant revenues are considered available if they are collected within 120 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, consolidated taxes, franchise fees, motor vehicle fuel taxes, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period.

Shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Grants and similar items are recognized as revenues when eligibility requirements imposed by the provider have been met. All other revenue items are considered to be measurable and available only when cash is received by the City.

The government reports the following major governmental fund:

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

The government reports the following major proprietary funds:

The *Sewer Fund* accounts for the activities of the sewer services provided to the residents of Carson City.

The *Water Fund* accounts for the activities of the water services provided to the residents of Carson City.

Additionally, the government reports the following fund types:

Internal service funds account for group medical insurance, workers' compensation, liability and property insurance, and fleet management services provided to other departments or agencies of the government, or to other governments, on a cost reimbursement basis.

The *Investment Trust Fund* accounts for the external portion of the investment pool administered by the City which includes assets held in trust for the school district.

Agency funds are custodial in nature and do not involve measurement of results of operations. The funds account for assets held by the City as an agent for various local governments, special districts and individuals. Included are funds for property taxes, sales taxes, shared revenues and other financial resources for schools, special districts, and other state and city agencies.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are interfund services provided and used and other charges between the City's business-type activities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

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

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

D. ASSETS, LIABILITIES, DEFERRED OUTFLOWS AND INFLOWS OF RESOURCES, AND NET POSITION OR EQUITY

1. Deposits and Investments

For purposes of the statement of cash flows presented for proprietary funds, cash equivalents are defined as short-term, highly liquid investments, generally with original maturities of three months or less. Since all cash in proprietary funds is pooled with the rest of the City's cash and is available upon demand, all cash and investments in those funds except restricted cash and investments are considered cash equivalents. The City considers cash purchases and sales of the following types of investments as part of its cash management program rather than part of its operating, capital, investing, and financing activities.

Pursuant to NRS 355.170 and 355.167, Carson City may only invest in the following types of securities:

- a) United States bonds and debentures maturing within ten (10) years from the date of purchase.
- b) Certain farm loan bonds.
- c) Bills and notes of the United States Treasury and obligations of an agency or instrumentality of the United States of America or a corporation sponsored by the government maturing within ten (10) years from the date of purchase.
- d) Negotiable and non-negotiable certificates of deposit from commercial banks and insured credit unions or savings and loan associations.
- e) Certain securities issued by local governments of the State of Nevada.
- f) Other securities expressly provided by other Statutes, including repurchase agreements.
- g) State of Nevada Local Government Investment Pool.
- h) Certain bankers' acceptances, commercial paper issued by a corporation organized and operating in the United States, and money market mutual funds.

Investments are reported at fair value.

2. Investment Pool Investment Income

Interest income is recorded on the accrual basis in the investment pool. Net realized gains (losses) on investments are the sum of differences between the cost (if purchased during the fiscal year) or the fair value of the investment at the beginning of the year, and the net selling price received for investments that are sold or matured.

The net increase (decrease) in fair value of investments in the investment pool is the difference between the cost (if purchased during the fiscal year) or the fair value of the investments at the beginning of the year, and the fair value of the investments at the end of the year.

3. Receivables and Payables

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

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

wide financial statements as “internal balances.” Operating appropriations and subsidies are accounted for as transfers in the funds involved.

Advances between funds, as reported in the fund financial statements, are offset by nonspendable fund balance in the applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All funds employ the allowance method of recognizing bad debts. Management does not anticipate any material collection losses with respect to its accounts receivable balances in any fund, except the Ambulance Fund; and, therefore, the allowance in those funds is zero.

The Ambulance Fund accounts receivable are presented net of the allowance for uncollectible accounts. All uncollectible accounts were written off during fiscal year 2014; therefore, there was no allowance for uncollectible accounts at June 30, 2014. Total uncollectible ambulance charges written off during the period amounted to \$1,281,486.

Property taxes are levied as of July 1 on property values assessed the previous December. Taxes may be paid in four installments on the third Monday in August and the first Mondays in October, January, and March. Penalties are assessed if a taxpayer fails to pay an installment within ten days of the installment due date. On the first Monday in June, if the taxes remain unpaid, a Treasurer's Trustee Certificate is issued conveying the property to the Treasurer as Trustee, constituting a lien for back taxes and accumulated delinquency charges. A two year redemption period begins after the certificate placing such property in trust is issued. Redemption may be made by the owner and such persons as described by Statute by paying all back taxes and accumulated penalties, interest, and costs before sale. For property with taxes remaining unpaid at the end of the two year redemption period, Carson City may take a deed to the property and proceed to a tax sale. Secured roll property taxes receivable reflect only those taxes receivable from the delinquent roll years. No provision for uncollectible accounts has been established since management does not anticipate any material collection losses in respect to the remaining balances.

Accounts receivable for the discretely presented component units do not reflect an allowance for uncollectible accounts. Management of the respective entities does not anticipate any material collection losses with respect to accounts receivable balances.

4. Inventories and Prepaid Items

The City's policy is to value inventories in governmental funds at cost using the average cost method, while proprietary fund inventories are valued at cost using the weighted average method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

5. Restricted Assets

Certain assets of Carson City's General Fund and Commissary Special Revenue Fund are classified as restricted assets because their use is restricted as the amounts are held for others.

6. Capital Assets

Capital assets, which include land, construction in progress, buildings, improvements, machinery and equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of at least one year. Such assets are recorded at historical cost or estimated historical cost

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Improvements other than buildings	30-45
Machinery and equipment	5-10
Infrastructure	15-50

7. Long-Term Obligations

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, are deferred and amortized over the life of the bonds using the straight-line method. For current and advanced refundings resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred as an inflow or an outflow and amortized as a component of interest expense using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

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

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. The City pays a portion of the employee's unused sick leave at the time of employee termination if provided for in the applicable Employee Association contract. Vacation pay and sick leave payoff are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

8. Deferred Outflows and Deferred Inflows of Resources and Restatements

In fiscal year 2013, the City implemented GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*. Deferred outflows of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflow of resources represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The Statement of Net Assets is now reported as Statement of Net Position.

In fiscal year 2014, the City implemented GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities* which requires governments to adopt provisions of Concepts Statement No. 4 for all other items reported as assets and liabilities, which were not addressed as part of GASB Statement No. 63.

GASB Concepts Statement No. 4, *Elements of Financial Statements*, specifies that recognition of deferred outflows and deferred inflows should be limited to those instances specifically identified in authoritative

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GASB pronouncements. Consequently, guidance was needed to determine which balances being reported as assets and liabilities should actually be reported as deferred outflows of resources or deferred inflows of resources, according to the definitions in Concepts Statement No. 4. Based on those definitions, GASB Statement No. 65 reclassifies certain items currently being reported as assets and liabilities as deferred outflows of resources and deferred inflows of resources.

In fiscal year 2014 the basic financial statements have been adjusted in accordance with GASB Statement No. No. 65. First, a prior year restatement of the beginning net position to fully expense unamortized debt issuance costs, not related to prepaid bond insurance costs. These were previously classified as noncurrent assets, and expensed as a component of bond issuance costs. Second, unamortized gains or losses resulting from advance bond refundings, previously reported as an adjustment to long-term bonds payable, have been reclassified as deferred inflows of resources and deferred outflows of resources. Finally, delinquent property taxes and delinquent landfill fees are now reported in the General Fund and other governmental funds as a deferred inflow of resources, specifically unavailable revenue-delinquent property taxes and delinquent landfill fees. Property tax revenues are considered “delinquent” when the due date of an assessment has passed and any statutory appeal rights have expired. Landfill fees earned but delinquent are considered delinquent if unpaid within 10 days of the due date. Property taxes and landfill fees are considered unavailable if they have not been collected within 60 days of the end of the current fiscal period.

9. Connection Fees

It is the policy of the Board of Supervisors that new users hooking up to the water and sewer systems pay a "pro rata" share of the cost of the existing systems as calculated on the basis of "Equivalent Residential Customers." To this end, a connection fee is charged for new hookups to the water and sewer systems and the amounts are reported as capital contributions.

10. Equity Classifications

In the government-wide financial statements, equity is classified as net position and displayed in three components:

- Net Investment in Capital Assets – Consists of capital assets, net of accumulated depreciation and reduced by outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- Restricted Net Position – Consists of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; (2) law through constitutional provisions or enabling legislation.
- Unrestricted Net Position – All other net position that does not meet the definition of “net investment in capital assets, or “restricted.”

In the fund financial statements, governmental fund equity is classified as fund balance.

Fund Balance Classification:

In the governmental fund statements, fund balance classifications describe the relative strength of the spending constraints:

- **Nonspendable:** This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.
- **Restricted:** This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.

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- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Supervisors. These amounts cannot be used for any other purpose unless the Board of Supervisors removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed.
- Assigned: This classification includes amounts that are constrained by the City's intended use for a specific purpose but are neither restricted nor committed. The Board of Supervisors, in accordance with the Fund Balance Policy, has delegated the authority to assign fund balance for specific purposes to the City Manager or the Finance Director. This classification also includes any remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned: This classification includes the residual fund balance for the General Fund. The General Fund is the only fund that would report a positive amount in unassigned fund balance. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

A minimum unrestricted ending fund balance of not less than 5% (with a goal of 8.3%) of total budgeted expenditures shall be included in the General Fund budget each fiscal year. An inability to meet this requirement must be approved by the Board of Supervisors.

Spending Order of Fund Balances:

Fund balance classifications should depict the nature of the net resources that are reported in the governmental fund. Fund balance in individual governmental funds may be comprised of a single classification or many classifications.

When both restricted and unrestricted funds are available for expenditure, it is the City's policy to expend restricted resources first then unrestricted resources.

Unrestricted fund balance includes the committed, assigned, and unassigned classifications. When any of these amounts are available for expenditure, it is the City's policy to expend committed resources first, followed by assigned resources, then unassigned resources.

11. Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in financial position and operations for the funds. Also, certain amounts presented in prior year data have been reclassified in order to be consistent with current year's presentation.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental and proprietary funds. All annual appropriations lapse at fiscal year end.

On or before mid-February of each year, all agencies of the City must submit requests for appropriations to the Internal Finance Committee comprised of the City Manager, Finance Director, District Attorney and Human Resources Director in order that a budget may be prepared. Before April 15th, a tentative budget is submitted to the Board of Supervisors, the Redevelopment Authority, and the State of Nevada. The City then holds a series of public hearings and a final budget must be prepared and adopted no later than June 1st.

The appropriated budget is prepared by fund, function and department. The City's department heads may request transfers of appropriations within the department's budget categories. Transfers of appropriations between department categories or

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functions within a fund may be made with the City Manager's approval. Transfers of appropriations between funds, from contingency accounts, or increases in budget appropriations require the approval of the Board of Supervisors or Redevelopment Authority. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the function level for governmental funds and the sum of operating and nonoperating expenses in the proprietary funds. There are no budgetary restrictions in the debt service funds regarding expenditures related to payments of principal and interest on long-term debt. The Board made several supplemental budgetary appropriations throughout the year.

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Total expenditures exceed those budgeted for the year in the Ambulance Fund by \$8,810, an apparent violation of NRS 354.626.

Total expenditures exceed those budgeted for the year in the Cemetery Fund by \$28,997, an apparent violation of NRS 354.626.

NOTE 3 - DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

At year end, the City's carrying amount of deposits was \$5,587,811 and the bank balance was \$6,131,744. All of the bank balance was covered by FDIC, SIPC, or collateralized by the Office of the State Treasurer/Nevada Collateral Pool.

The carrying amount of deposits for discretely presented component units was \$1,195,266, and the bank balance was \$1,200,851. All of the bank balance was covered by federal depository insurance or by collateral held by the component unit's agent in the component unit's name, with the exception of \$72,823 at the Airport Authority and \$360 at the Visitor's Bureau which were uninsured and uncollateralized.

The City has a formal investment policy to establish guidelines for the prudent investment of City funds. Funds of the City will be invested in compliance with the provisions of Nevada Revised Statutes, Chapters 355.167 through 355.200, and other applicable statutes. Allowable investments are described in Note 1.D.1.

At year end, the City had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Less Than 1</u>	<u>Investment Maturities (in Years)</u>		
			<u>1-5</u>	<u>6-10</u>	<u>10+</u>
U.S. Treasuries	\$ 5,940,957	\$ -	\$ 5,940,957	\$ -	\$ -
U.S. Agencies	8,523,053	41,439	6,639,066	1,701,020	141,528
Corporate Bonds	9,258,269	703,087	6,964,048	190,458	1,400,676
Money Market Mutual Fund	643,932	643,932	-	-	-
State of Nevada:					
Local Government					
Investment Pool	7,398,642	7,398,642	-	-	-
Total	\$ 31,764,853	\$ 8,787,100	\$ 19,544,071	\$ 1,891,478	\$ 1,542,204

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City's investment policy states that portfolio maturities must be structured to avoid the forced sale of securities in any but the most severe circumstances. To this end, portfolio management procedures will provide for the projection of a "minimum liquidity requirement" for the City's operating fund.

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The following procedures will be applied:

- **Minimum Liquidity Requirement:** This is defined as the total cash flow needed to pay City obligations for a period of four weeks. All securities to be included in the “minimum liquidity requirement” must mature within 28 days.
- **Intermediate Market Investment:** That portion of City funds remaining after deletion of the “minimum liquidity requirement” may be invested in the intermediate market, defined herein as instruments maturing between zero and ten years.
- **No U.S. bonds, debentures, bills, notes, agency obligations or other securities, including those used as collateral for repurchase agreements, may have a maturity date of more than 10 years from the date of purchase. Securities purchased by money managers under the provisions of NRS 355.171 may have a longer stated maturity date.**

Credit Risk. Funds invested with the State of Nevada Treasurer in the Local Government Investment Pool may be invested as permitted by Nevada Revised Statutes. City policy does not further restrict these investments. As of June 30, 2014, the City’s investments in U.S Agencies were rated AA- by Standard and Poor’s and A1 by Moody’s Investors Service. The City’s investment in the State of Nevada Local Government Investment Pool is an unrated external investment pool with an average duration of 80 days. The City’s investments in corporate bonds were rated as follows:

	<u>AAA</u>	<u>AA</u>	<u>A</u>	<u>Not Rated</u>
Moody’s	\$3,330,506	\$ 582,680	\$3,313,155	\$2,031,928
S&P	3,720,952	1,200,073	2,601,199	1,736,046

Concentration of Credit Risk. The City’s investment policy states that no more than 20% of the total book value of the portfolio will be invested in a single security type with the exception of U.S. Treasury and government agency securities.

At June 30, 2014 the following investments exceeded 5% of the City’s total:

Federal National Mortgage Association	\$5,528,381	17.40%
Federal Home Loan Mortgage Corporation	2,226,254	7.01%

At year end, the discretely presented component units' investments and maturities were as follows:

	<u>Fair Value</u>	<u>Investment Maturity Less Than 1 Year</u>
State of Nevada Local Government Investment Pool	<u>\$ 423,477</u>	<u>\$ 423,477</u>

A reconciliation of cash and investments for the primary government follows:

Cash on hand	\$ 7,184	
Carrying amount of deposits	5,587,811	
Carrying amount of investments	<u>31,764,853</u>	
	\$37,359,848	
Less: Carrying amount of deposits held for component unit	<u>(3,078)</u>	
	<u>\$37,356,770</u>	
Cash and investments – governmental activities	\$23,086,901	
Cash and investments – business-type activities	5,422,684	
Cash and investments – investment trust fund	7,436,749	
Cash and investments – agency funds	1,015,895	
Cash and investments – restricted	<u>394,541</u>	
	<u>\$37,356,770</u>	

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The State of Nevada Local Government Investment Pool is an external pool administered by the State Treasurer, with oversight by the State of Nevada Board of Finance. Investment in the Local Government Investment Pool is carried at fair value, which is the same as the value of the pool shares.

Carson City administers an external investment pool combining Carson City money with involuntary investments from the Carson City School District. Each participant's share is equal to their original investment plus or minus monthly allocation of interest income and realized and unrealized gains and losses. Interest allocation is calculated monthly and is based on the month end cash balances of each fund participating in the pool. The fair value and interest receivable allocations are calculated at year end and are based on the average monthly cash balance of each fund participating in the pool. The determination of realized gains and losses is independent of the determination of the net change in the fair value of investments and realized gains and losses on investments that were held by the governmental entity during a previous accounting period(s) but sold during the current period were used to compute the change in the fair value of investments for the previous year(s) as well as the current year. The participant's share and redemption value are calculated using the same method. The Board of Supervisors has overall responsibility for investment of City funds, including the Investment Trust Fund, in accordance with NRS 355.175. The Carson City Chief Investment Official is the Carson City Treasurer, under authority delegated by the Board of Supervisors. The City has not provided or obtained any legally binding guarantees during the period to support the value of shares. The external investment pool is not registered with the SEC as an investment company.

Summary of investments held in the external investment pool at June 30, 2014:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Principal Amount/ Number of Shares</u>	<u>Interest Rate</u>	<u>Maturity Dates</u>
U.S. Treasuries	\$ 5,940,957	\$ 5,985,000	0.50-1.25%	10/31/2015-5/31/2019
U.S. Agencies	8,523,053	8,346,598	0.0-6.3%	4/20/2015-02/25/2034
Corporate Bonds	9,258,269	9,074,314	0.0-6.75%	12/1/2014-1/15/2047
Money Market Mutual Fund	643,932	643,932	0.0-0.01%	07/01/2014
State of Nevada Local Government Investment Pool	<u>7,398,642</u>	7,398,642	Variable	07/01/2014
Total Pooled Investments	<u>\$31,764,853</u>			

External Investment Pool financial statements:

Statement of Net Position, June 30, 2014

Assets:	
Investments in securities:	
U.S. Treasuries	\$ 5,940,957
U.S. Agencies	8,523,053
Corporate Bonds	9,258,269
Money Market Mutual Fund	643,932
State of Nevada Local Government Investment Pool	7,398,642
Interest receivable	<u>55,633</u>
Total Assets	<u>\$31,820,486</u>
Net position consist of:	
Internal participants	\$24,383,737
External participants	<u>7,436,749</u>
Total Net Position Held in Trust for Pool Participants (Participant units outstanding, \$1.00/par)	<u>\$31,820,486</u>

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Statement of Changes in Net Position, Year Ended June 30, 2014

Additions:	
Capital share transactions	\$ 2,059,961
Investment income	507,242
Realized gains (losses)	(261,126)
Unrealized gains (losses)	<u>179,980</u>
Total Additions	<u>2,486,057</u>
Deductions:	
Investment fees	<u>50,391</u>
Total Deductions	<u>50,391</u>
Net Increase	2,435,666
Net position:	
Beginning of Year	<u>29,384,820</u>
End of Year	<u>\$31,820,486</u>

B. CAPITAL ASSETS

Capital asset activity of the primary government for the year ended June 30, 2014 was as follows:

	Balance July 1, 2013	Increases	Decreases	Transfers	Balance June 30, 2014
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$105,381,238	\$ 620,163	\$(742,277)	\$ 2,500	\$105,261,624
Construction in progress – infrastructure	3822,493	144,380	-	(3,458,524)	508,349
Construction in progress	<u>1,770,212</u>	<u>2,788,388</u>	-	<u>(38,069)</u>	<u>4,520,531</u>
Total Capital Assets not being Depreciated	<u>110,973,943</u>	<u>3,552,931</u>	<u>(742,277)</u>	<u>(3,494,093)</u>	<u>110,290,504</u>
Capital assets, being depreciated:					
Buildings	74,033,465	-	-	-	74,033,465
Improvements other than buildings	41,526,093	281,461	-	7,252	41,814,806
Machinery and equipment	31,236,762	1,165,265	(436,562)	63,821	32,029,286
Infrastructure	<u>152,280,895</u>	<u>564,846</u>	-	<u>3,456,024</u>	<u>156,301,765</u>
Total Capital Assets being Depreciated	<u>299,077,215</u>	<u>2,011,572</u>	<u>(436,562)</u>	<u>3,527,097</u>	<u>304,179,322</u>
Less accumulated depreciation for:					
Buildings	(20,022,336)	(1,489,027)	-	-	(21,511,363)
Improvements other than buildings	(15,611,117)	(1,031,859)	-	-	(16,642,976)
Machinery and equipment	(21,254,828)	(2,141,087)	393,644	(33,004)	(23,035,275)
Infrastructure	<u>(27,753,530)</u>	<u>(3,004,466)</u>	-	-	<u>(30,757,996)</u>
Total Accumulated Depreciation	<u>(84,641,811)</u>	<u>(7,666,439)</u>	<u>393,644</u>	<u>(33,004)</u>	<u>(91,947,610)</u>
Total Capital Assets being Depreciated, Net	<u>214,435,404</u>	<u>(5,654,867)</u>	<u>(42,918)</u>	<u>3,494,093</u>	<u>212,231,712</u>
Governmental Activities Capital Assets, Net	<u>\$325,409,347</u>	<u>\$(2,101,936)</u>	<u>\$(785,195)</u>	<u>\$ -</u>	<u>\$322,522,216</u>

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	Balance July 1, 2013	Increases	Decreases	Transfers	Balance June 30, 2014
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 5,311,227	\$ -	\$ -	\$ -	\$ 5,311,227
Construction in progress	15,436,916	3,962,151	-	(15,234,656)	4,164,411
Water rights	18,712,116	-	-	-	18,712,116
Water Capacity	-	-	-	4,169,896	4,169,896
	39,460,259	3,962,151	-	(11,064,760)	32,357,650
Capital assets, being depreciated:					
Buildings	20,442,963	-	-	-	20,442,963
Improvements other than buildings	199,988,087	2,637,963	-	11,064,760	213,690,810
Machinery and equipment	10,685,977	810,197	-	(33,004)	11,463,170
	231,117,027	3,448,160	-	11,031,756	245,596,943
Less accumulated depreciation for:					
Buildings	(4,630,063)	(416,690)	-	-	(5,046,753)
Improvements other than buildings	(84,115,418)	(5,403,947)	-	-	(89,519,365)
Machinery and equipment	(7,444,998)	(789,578)	-	33,004	(8,201,572)
	(96,190,479)	(6,610,215)	-	33,004	(102,767,690)
Total Capital Assets being Depreciated, Net	134,926,548	(3,162,055)	-	11,064,760	142,829,253
Business-type activities capital assets, net	\$174,386,807	\$ 800,096	\$ -	\$ -	\$175,186,903

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

Governmental activities:	
General government	\$ 325,066
Judicial	51,053
Public safety	1,527,692
Public works	3,324,522
Airport	333,521
Health	538,634
Culture and recreation	1,479,545
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	86,406
Total Depreciation Expense – Governmental Activities	\$7,666,439

Business-type activities:	
Ambulance	\$ 67,062
Sewer	3,229,468
Water	3,025,758
Cemetery	14,844
Storm Drainage	267,687
Building Permits	5,396
Total Depreciation Expense – Business-Type Activities	\$6,610,215

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Construction commitments

The City was committed to construction projects in various funds, as of June 30, 2014, as follows:

Project Name Contract Number <u>Vendor Name</u>	<u>Bid Award</u>	Value of Work Completed as of <u>June 30, 2014</u>	Remaining Commitment as of <u>June 30, 2014</u>
<u>Water Fund:</u>			
Costco Waterline Intertie #1314-142 Sierra Nevada Construction, Inc.	\$1,129,007	\$ 971,031	\$ 157,976
<u>Stormwater Drainage Fund:</u>			
Timberline Estates Sediment Control Project #1314-207 Justin Wilson Construction, LLC	75,992	-	75,992
<u>Sewer Fund:</u>			
Water Reclamation Plant Improvements #1314-127 Carollo Engineers	2,996,000	833,949	2,162,051
CMAR Pre-Construction WWTP #1314-132A KG Walters	293,500	40,649	252,851
<u>Redevelopment Revolving Fund:</u>			
Fuji Park Electrical Infrastructure #1314-185 Briggs Electric	112,175	7,988	104,187
<u>Quality of Life Fund:</u>			
Carson City ADA Transition Plan #1314-101 Kimley-Horn & Associates	<u>190,000</u>	<u>31,576</u>	<u>158,424</u>
Total	<u>\$ 4,796,674</u>	<u>\$ 1,885,193</u>	<u>\$ 2,911,481</u>

Other Commitments:

On April 1, 1997, the City entered into an agreement with the State of Nevada, Department of Transportation (Highway Agreement No. R159-97-060) to help construct the Carson City Bypass. The City is funding this obligation through a \$.05 increase in the county motor vehicle fuel tax. The City intends to contribute a total of \$19 million plus interest. As of June 30, 2013 the City has contributed \$14,196,189.

In August 2004, the City and the State of Nevada, Department of Transportation (NDOT) added Amendment 1 to the above Agreement. The amendment provides for the following:

- The City shall pay to NDOT an amount of \$15,000,000, with payments beginning upon completion of the funding obligation for Phase I of the freeway as prescribed in Highway Agreement No. R159-97-060 and amended herein, estimated to start in 2011 and finish in 2026. For Phase 2, the City shall pay the tax based on a \$.03 levy in the county motor vehicle fuel tax. The amounts received from the additional \$.02 levy will be used to maintain Carson Street and Fairview Drive as described below.
- It is further agreed that the City will assume ownership and maintenance responsibility for Carson Street from approximately Arrowhead Drive in the north to the intersection of the Carson City Freeway at the Spooner Intersection to the south, upon construction completion to the point when vehicles are using Phase 2.

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- The City also agrees to construct Fairview Drive to a minimum of four through lanes with turn lanes, from the terminus of Phase 2A at Fairview Drive to US 395/Carson Street, and to be responsible for maintenance of Fairview Drive.
- NDOT agrees to defer payment by the City of the current \$.05 tax as defined in Highway Agreement No. R159-97-060 from the period beginning July 1, 2005 through June 30, 2008, to allow the City to utilize the payments for the Fairview Drive improvements.

In December 2007, the City and the State of Nevada, Department of Transportation (NDOT) added Amendment 2. The amendment provides for the following:

- City agreed to assume ownership and maintenance responsibility of additional State streets in lieu of remaining payment due for Phase 1 in the amount of \$4.8 million dollars.
- Deferred payment of \$.03 tax to July 1, 2009, to allow construction of Fairview Drive.

In 2009, the City and the State of Nevada, Department of Transportation (NDOT) added Amendment 3. The amendment provides for the following:

- City agreed to take additional State streets for maintenance and forego pavement rehabilitation by NDOT of Carson Street in lieu of a portion of the remaining payment due for Phase 2 in the amount of \$7.9 million dollars.
- Deferred \$.03 tax payments for remaining \$7.1 million until completion of phase 2B.

As of June 30, 2014, Phase 2B had not yet been completed and, as such, the \$.03 tax payments mentioned above remain deferred.

Discretely presented component units

Activity for the Airport Authority for the year ended June 30, 2014 was as follows:

	<u>Balance</u> <u>July 1, 2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2014</u>
Capital assets not being depreciated:				
Land	\$ 146,542	\$ -	\$ -	\$146,542
Total Capital Assets not being Depreciated	<u>146,542</u>	<u>-</u>	<u>-</u>	<u>146,542</u>
Capital assets being depreciated:				
Machinery and equipment	703,344	2,471	-	705,815
Less accumulated depreciation for:				
Machinery and equipment	<u>(538,225)</u>	<u>(30,993)</u>	<u>-</u>	<u>(569,218)</u>
Total Capital Assets being Depreciated, Net	<u>165,119</u>	<u>(28,522)</u>	<u>-</u>	<u>136,597</u>
Airport Authority Capital Assets, Net	<u>\$ 311,661</u>	<u>\$ (28,522)</u>	<u>\$ -</u>	<u>\$283,139</u>

Activity for the Visitors Bureau for the year ended June 30, 2014 was as follows:

	<u>Balance</u> <u>July 1, 2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2014</u>
Capital assets, not being depreciated:				
Website	\$ -	\$ 41,028	\$ -	\$ 41,028
Marketing van, not yet placed in service	<u>-</u>	<u>21,837</u>	<u>-</u>	<u>21,837</u>
Total Capital Assets not being Depreciated	<u>-</u>	<u>62,865</u>	<u>-</u>	<u>62,865</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

	<u>Balance</u> <u>July 1, 2013</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2014</u>
Capital assets, being depreciated:				
Buildings	\$ 161,388	\$ -	\$ -	\$ 161,388
Improvement other than buildings	8,729	-	-	8,729
Machinery and equipment	<u>14,772</u>	<u>-</u>	<u>(6,640)</u>	<u>8,132</u>
Total Capital Assets being Depreciated	<u>184,889</u>	<u>-</u>	<u>-</u>	<u>178,249</u>
Less accumulated depreciation for:				
Buildings	(79,442)	(5,512)	-	(84,954)
Improvements other than buildings	(8,729)	-	-	(8,729)
Machinery and equipment	<u>(13,644)</u>	<u>(1,128)</u>	<u>6,640</u>	<u>(8,132)</u>
Total Accumulated Depreciation	<u>(101,815)</u>	<u>(6,640)</u>	<u>-</u>	<u>(101,815)</u>
Total Assets Being Depreciated, Net	<u>83,074</u>	<u>(6,640)</u>	<u>-</u>	<u>76,434</u>
Convention and Visitor's Bureau Capital Assets, Net	<u>\$ 83,074</u>	<u>\$ 56,225</u>	<u>\$ -</u>	<u>\$ 139,299</u>

C. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2014, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor governmental funds	\$127,542
Nonmajor governmental funds	Nonmajor governmental funds	<u>31,837</u>
	Total	<u>\$159,379</u>

The above interfund balances at June 30, 2014 are generally short-term loans to cover temporary cash deficits in various funds. They are expected to be repaid in the next fiscal year.

Due to/from primary government and component units:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary government – General Fund	Component unit – Carson City Visitors' Bureau	<u>\$ 16,900</u>
Primary government - Nonmajor Governmental Funds	Component unit – Carson City Visitors' Bureau	<u>\$ 58,833</u>
Component unit – Airport Authority	Primary government – General Fund	\$203,344
Component unit – Airport Authority	Primary government – Nonmajor Governmental Funds	<u>14,263</u>
	Total	<u>\$217,607</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Interfund transfers:

<u>Transfers Out:</u>	<u>Transfers In:</u>				Total
	General Fund	Internal Service Funds	Nonmajor Enterprise Funds	Nonmajor Governmental Funds	
General Fund	\$ -	\$172,132	\$575,000	\$3,368,197	\$4,115,329
Internal Service Funds	-	5,584	-	82,610	88,194
Sewer Fund	-	12,519	-	-	12,519
Water Fund	-	12,601	-	-	12,601
Nonmajor Governmental Funds	540,724	21,039	-	6,937,099	7,498,862
Nonmajor Enterprise Funds	-	29,278	-	-	29,278
Total Transfers	\$540,724	\$253,153	\$575,000	\$10,387,906	\$11,756,783

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

D. LONG-TERM DEBT

General Obligation Bonds. The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. In addition, general obligation bonds have been issued to refund general obligation bonds.

General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year. Governmental-type medium term general obligation bonds issued during the year include \$1,733,000 issued to purchase landfill capital equipment and \$918,000 issued for capital acquisitions in the 911 Surcharge Fund.

Business-type general obligation bonds through the State of Nevada revolving loan program were authorized on April 4, 2014 up to the amounts of \$6,000,000 in Water Bonds, \$22,900,000 in Sewer Bonds and \$1,850,000 for Stormwater Drainage Bonds. At June 30, 2014 amounts drawn and payable are \$55,826 from Water, \$120,562 from Sewer, and \$168,523 from Stormwater Drainage. General obligation revenue bonds through the State of Nevada revolving loan program were issued to finance capital improvement projects for the City's public water and sewer systems. General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	3.0-5.000%	\$ 21,335,000
Governmental activities - refunding	2.0-5.000%	36,680,000
Business-type activities	0.0-6.662%	54,773,928
Business-type activities - refunding	2.0-5.000%	22,000,000

Revenue Bonds. The City also issues bonds where the City pledges income derived from the acquired or constructed assets to pay debt service. Revenue bonds outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities: Regional Transportation	2.0-5.34%	\$ 18,047,900

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
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Notes Payable. The City issues notes to provide funds for open space, various improvements, and vehicles and to refund Redevelopment debt. Notes payable outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities:		
Open Space Refunding	1.880%	\$ 169,300
Capital Projects	1.880%	668,200
Installment purchase agreement	2.650%	1,103,200
Landfill capital equipment	2.230%	1,733,000
911 Surcharge capital equipment	2.230%	918,000
Business-type activities:		
Stormwater Drainage	1.880%	558,300
Sewer	1.880%	1,123,800

Pledged Revenues. The City has pledged specific revenues to repay bonds in governmental and business-type activities.

Governmental activities

The City has pledged 15% of the Consolidated tax revenue receipts for the repayment of various General Obligation Revenue bonds consisting of the Capital Improvement Bonds Series 2005, Refunding Bonds series 2010, Medium Term Capital Improvement Bonds series 2012, 2013 Installment Purchase Agreement, Refunding Bonds Series 2013A, Medium Term Landfill Capital Acquisition Bonds Series 2014, and Medium Term 911 Surcharge Capital Acquisition Bonds Series 2014. The total principal and interest remaining to be paid on the bonds is \$54,563,513 payable through fiscal year 2033. For the current year, principal and interest paid for the bonds totaled \$3,700,218 and pledged revenues totaled \$3,110,058.

The City has pledged future 1/4 cent voter approved (Quality of Life) sales tax revenues to repay \$10,549,300 in Park Bonds Series 2005, Parks Refunding Bonds Series 2010, Parks Medium Term Refunding Bonds Series 2012, and Parks Refunding Bonds Series 2013C. Proceeds of the bonds provided financing for new parks facilities, to purchase open space and to improve and equip current parks facilities. The bonds are intended to be paid solely from the 1/4 cent tax revenues and are payable through fiscal year 2030. Annual principal and interest payments on the bonds are expected to require 51% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$11,015,919. For the current year, principal and interest paid for the bonds totaled \$1,001,028 and pledged revenues totaled \$1,975,849.

The City has pledged future 1/8 cent sales tax revenues (NRS 377B), to repay \$15,000,000 in V&T Historical Bonds Series 2005. The bonds are intended to be paid solely from the 1/8 cent tax revenues and are payable through fiscal year 2026. Annual principal and interest payments on the bonds are expected to require 100% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$13,406,215. For the current year, principal and interest paid for the bonds totaled \$1,116,144 and pledged revenues totaled \$987,944.

The City has pledged room tax to repay \$3,350,000 in Room Tax Refunding Revenue Supported Bonds. The bonds are intended to be paid solely from room tax and are payable through fiscal year 2023. Annual principal and interest payments on the bonds are expected to require 29% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$3,420,615. For the current year, principal and interest paid for the bonds totaled \$349,949 and pledged revenues totaled \$1,225,527.

The City has pledged motor vehicle fuel tax revenues to repay \$2,645,000 in Highway Revenue (Motor Vehicle Fuel Tax) Improvement Bonds Series 2003; \$9,055,000 in Highway Revenue (Motor Vehicle Fuel Tax) Improvement Bonds Series 2008, \$7,900,000 in Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Improvement Bonds Series 2010, and \$3,332,300 in Refunding Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Refunding Bonds Series 2012. The bonds are secured solely from motor vehicle fuel tax and are payable through fiscal year 2030. Annual principal and interest payments on the bonds are expected to require 67% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$25,140,821. For the current year, principal and interest paid for the bonds totaled \$1,697,109 and pledged revenues totaled \$2,535,983.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Business-type activities

The City has pledged future sewer utility customer revenues, connection fees and investment earnings, net of specified operating expenses to repay \$26,521,920 in sewer utility system general obligation revenue bonds issued between fiscal years 1995 and 2014. Proceeds from the bonds provided financing for expansion of, and improvements to, the sewer utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2034. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$15,461,030. For the current year, principal and interest paid for the bonds totaled \$2,536,612 and net pledged revenues totaled \$2,951,666.

The City has pledged future water utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$70,575,826 in water utility system general obligation revenue bonds issued between fiscal years 1998 and 2014. Proceeds from the bonds provided financing for expansion of, and improvements to, the water utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2040. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$86,275,140. For the current year, principal and interest paid for the bonds totaled \$4,580,420 and net pledged revenues totaled \$5,673,633.

The City has pledged future storm drainage utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$6,881,923 in storm drainage utility system general obligation revenue bonds issued between fiscal years 2005 and 2014. Proceeds from the bonds provided financing for expansion of, and improvements to, the storm drainage utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2034. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$5,693,547. For the current year, principal and interest paid for the bonds totaled \$543,282 and net pledged revenues totaled \$485,272.

Capital Leases. The City has entered into lease agreements as lessee for financing the acquisition of office equipment. The net present value of minimum lease payments at year end was \$6,081 to be paid in full in 2015.

The assets acquired through capital leases are as follows:

	Governmental Activities
Asset:	
Machinery and equipment	\$111,350
Less: Accumulated depreciation	<u>(96,398)</u>
Total	<u>\$ 14,952</u>

Compensated Absences. The compensated absences liability attributable to governmental activities is liquidated primarily by the General Fund.

Conduit Debt. On March 4, 2002, October 1, 2003, and October 27, 2005, the City issued \$45,185,000, \$95,000,000, and \$15,000,000, respectively, in revenue bonds for Carson-Tahoe Regional Healthcare, a non-profit corporation. As of September 1, 2012 the City issued \$52,930,000 in Hospital Revenue Refunding Bonds (Carson Tahoe Regional HealthCare Project) Series 2012 for the sole purpose of refunding \$20,180,000 of the March 4, 2002 Hospital Revenue Bonds (Carson-Tahoe Hospital Project) Series 2002 and \$39,035,000 of the October 1, 2003 Hospital Revenue Bonds (Carson-Tahoe Hospital Project) Series 2003A. The bonds issued pursuant to NRS Chapter 268, are not obligations of the City, nor shall they ever constitute a debt of the City and therefore have been excluded from the City's financial statements. The principal balance outstanding at June 30, 2014 was \$106,530,000.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Changes in long-term liabilities. Long-term liability activity of the primary government for the year ended June 30, 2014, was as follows:

	Balance July 1, 2013	Additions	Reductions	Balance June 30, 2014	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation revenue bonds:					
3.0 to 4.4% Parks general obligation revenue bonds series 2005, due 03/01/25 - \$980,000	\$ 140,000	\$ -	\$ (45,000)	\$ 95,000	\$ 45,000
3.0 to 4.625% Parks general obligation revenue bonds series 2005, due 03/01/30 - \$5,835,000	85,000	-	(25,000)	60,000	30,000
4.0 to 5.0% Sheriff/Hospital general obligation revenue bonds series 2005A, due 05/01/33 - \$18,000,000	8,955,000	-	(150,000)	8,805,000	165,000
4.0 to 5.0% Capital Projects general obligation revenue bonds series 2005A, due 05/01/30 - \$8,000,000	2,210,000	-	(260,000)	1,950,000	270,000
4.0 to 5.0% Refunding general obligation revenue bonds series 2005A, due 05/01/22 - \$8,040,000	6,330,000	-	(10,000)	6,320,000	10,000
4.0 to 4.50% V&T Historical general obligation revenue bonds series 2005B, due 12/01/25 - \$15,000,000	11,080,000	-	(655,000)	10,425,000	680,000
2.0 to 3.5% Park refunding general obligation revenue bonds series 2010, due 5/01/19 - \$2,505,000	2,005,000	-	(315,000)	1,690,000	315,000
2.0 to 4.0% Various Purpose refunding general obligation revenue bonds series 2010, due 6/01/21 - \$4,705,000	4,115,000	-	(510,000)	3,605,000	565,000
2.2 to 3.5% Various Purpose refunding general obligation revenue bonds series 2013A, due 5/31/30 - \$16,520,000	16,520,000	-	(1,030,000)	15,490,000	1,025,000
2.0 to 2.5% Room Tax refunding general obligation revenue bonds series 2013B, due 6/01/23 - \$3,350,000	3,350,000	-	(280,000)	3,070,000	285,000
2.0 to 4.0% Parks refunding general obligation revenue bonds series 2013C, due 3/01/30 - \$6,555,000	6,555,000	-	(50,000)	6,505,000	-
Subtotal	<u>61,345,000</u>	<u>-</u>	<u>(3,330,000)</u>	<u>58,015,000</u>	<u>3,390,000</u>
Revenue Bonds:					
2.0 to 4.7% 2003 Highway Revenue motor vehicle fuel tax revenue bonds, due 06/01/23 - \$5,785,000	550,000	-	(270,000)	280,000	280,000
4.9% 2008 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/27 - \$9,055,000	7,774,200	-	(274,300)	7,499,900	288,500
5.340% 2010 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/29 - \$7,900,000	7,240,500	-	(268,500)	6,972,000	283,200
2.370% 2012 Highway Revenue motor vehicle fuel tax revenue bonds, due 5/01/24 - \$3,332,300	3,332,300	-	(36,300)	3,296,000	37,100
Subtotal	<u>18,897,000</u>	<u>-</u>	<u>(849,100)</u>	<u>18,047,900</u>	<u>888,800</u>
Notes Payable:					
1.88% Parks refunding general obligation (limited tax) medium-term note dated 7/18/12, due 12/15/14 - \$794,300	502,700	-	(333,400)	169,300	169,300
1.88% Capital Projects general obligation (limited tax) medium-term note dated 7/8/12, due 3/1/17 - \$1,100,000	882,600	-	(214,400)	668,200	218,600
2.65% Installment purchase agreement, building purchase, medium-term note dated 4/24/13, due 4/1/28 - \$1,169,500	1,169,500	-	(66,300)	1,103,200	66,000
2.230% Landfill general obligation (limited tax) medium-term note dated 6/24/2014, due 6/1/2024 - \$1,733,000	-	1,733,000	-	1,733,000	158,000

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Changes in long-term liabilities. Long-term liability activity of the primary government for the year ended June 30, 2014, was as follows:

	Balance July 1, 2013	Additions	Reductions	Balance June 30, 2014	Due Within One Year
Notes Payable (Continued):					
2.230% 911 Surcharge general obligation (limited tax) medium-term note dated 6/24/14, due 6/1/24 - \$918,000	\$ -	\$ 918,000	\$ -	\$ 918,000	\$ 84,000
Subtotal	2,554,800	2,651,000	(614,100)	4,591,700	695,900
Deferred amounts:					
For issuance premiums	1,253,180	-	(125,886)	1,127,294	120,778
On refunding	(3,087,126)	-	301,755	(2,785,371)	(282,446)
Total Bonds and Notes Payable	80,962,854	2,651,000	(4,617,331)	78,996,523	4,813,032
Incurred but not Reported Claims Liability:	651,678	530,619	(575,056)	607,241	562,966
Capital Leases:	25,590	-	(19,509)	6,081	6,081
Landfill Closure/Post closure costs:	3,246,953	118,763	-	3,365,716	149,137
Compensated Absences Payable:	4,411,512	5,234,666	(3,863,930)	5,782,248	474,957
Governmental Activity Long-Term Liabilities	89,298,587	8,535,048	(9,075,826)	88,757,809	6,006,173
Business Type Activities:					
Bonds payable:					
General obligation revenue bonds:					
3.0 to 5.0% Water refunding general obligation revenue bonds series 2003, due 11/01/15 - \$1,360,000	470,000	-	(150,000)	320,000	155,000
3.0 to 5.0% Water general obligation revenue bonds series 2003, due 11/01/23 - \$6,000,000	280,000	-	(280,000)	-	-
3.5 to 4.2% Water general obligation revenue bonds series 2005A, due 6/01/25 - \$9,000,000	6,230,000	-	(405,000)	5,825,000	420,000
4.0% Sewer general obligation revenue bonds, dated 1994 State of Nevada revolving loan, due 7/01/14 - \$2,400,000	276,869	-	(182,745)	94,124	94,124
3.825% Sewer general obligation revenue bonds, dated 1996 State of Nevada revolving loan, due 07/01/15 - \$2,120,000	380,234	-	(147,786)	232,448	153,493
3.23% Sewer general obligation revenue bonds, dated 1998 State of Nevada revolving loan, due 07/01/18 - \$6,096,302	2,264,155	-	(382,551)	1,881,604	395,008
3.0 to 5.0% Sewer refunding general obligation revenue bonds series 2003, due 11/01/15 - \$1,410,000	485,000	-	(155,000)	330,000	160,000
3.0 to 5.0% Sewer general obligation revenue bonds series 2003, due 11/01/23 - \$4,000,000	190,000	-	(190,000)	-	-
3.0 to 4.25% Drainage general obligation revenue bonds series 2005B, due 06/01/25 - \$6,000,000	4,155,000	-	(270,000)	3,885,000	280,000
0% Water general obligation revenue bonds series 2009 State of Nevada revolving loan, due 07/01/29 - \$3,400,000	3,032,432	-	(183,784)	2,848,648	183,784
6.662% Water general obligation revenue bonds series 2010A, due 11/01/39 - \$10,100,000	10,100,000	-	-	10,100,000	-
2.0 to 4.125% Water refunding general obligation revenue bonds series 2010B, due 11/01/21 - \$7,095,000	5,990,000	-	(430,000)	5,560,000	475,000
3.75% Water general obligation revenue bonds series 2010E State of Nevada revolving loan due 7/1/2030 authorized up to - \$21,900,000	19,212,908	2,687,092	(519,503)	21,380,497	1,058,804
2.0-4.5% Sewer refunding general obligation revenue bonds series 2010D, due 11/1/29 - \$2,690,000	1,945,000	-	(390,000)	1,555,000	295,000

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Changes in long-term liabilities. Long-term liability activity of the primary government for the year ended June 30, 2014, was as follows:

	Balance July 1, 2013	Additions	Reductions	Balance June 30, 2014	Due Within One Year
General obligation revenue bonds (Continued):					
3.75% Sewer general obligation revenue bonds series 2010F State of Nevada revolving loan due 7/1/2030 - \$2,748,556	\$ 2,687,008	\$ -	\$ (125,312)	\$ 2,561,696	\$ 128,325
4% Water general obligation revenue bonds series 2012, due 11/1/31 - \$3,750,000	3,655,000	-	(135,000)	3,520,000	140,000
4% Water refunding general obligation revenue bonds series 2012, due 11/1/26 - \$11,565,000	11,310,000	-	(270,000)	11,040,000	575,000
3.966% Sewer general obligation revenue bonds series 2012, due 11/1/31 - \$2,250,000	2,180,000	-	(80,000)	2,100,000	85,000
4% Sewer refunding general obligation revenue bonds series 2012, due 11/1/23 - \$3,685,000	3,445,000	-	(250,000)	3,195,000	460,000
2.79% Sewer general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$22,900,000	-	120,562	-	120,562	-
2.79% Water general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$6,000,000	-	55,826	-	55,826	-
2.79% Stormwater general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$1,850,000	-	168,523	-	168,523	-
Subtotal	<u>78,288,606</u>	<u>3,032,003</u>	<u>(4,546,681)</u>	<u>76,773,928</u>	<u>5,058,538</u>
Notes Payable:					
1.88% Drainage refunding general obligation (limited tax) medium-term bond, due 09/01/19 - \$713,400	654,100	-	(95,800)	558,300	97,500
1.88% Sewer refunding general obligation (limited tax) medium-term bond, due 09/01/19 - \$1,436,500	1,316,400	-	(192,600)	1,123,800	194,900
Subtotal	<u>1,970,500</u>	<u>-</u>	<u>(288,400)</u>	<u>1,682,100</u>	<u>292,400</u>
Deferred amounts:					
For issuance premiums	1,875,602	-	(165,108)	1,710,494	165,104
For issuance discounts	(9,710)	-	595	(9,115)	(595)
On refunding	(623,048)	-	87,319	(535,729)	(87,318)
Total bonds payable	81,501,950	3,032,003	(4,912,275)	79,621,678	5,428,129
Compensated Absences Payable:					
Business-Type Activity Long-Term Liabilities	<u>640,124</u>	<u>905,731</u>	<u>(570,937)</u>	<u>974,918</u>	<u>85,499</u>
Business-Type Activity Long-Term Liabilities	<u>82,142,074</u>	<u>3,937,734</u>	<u>(5,483,212)</u>	<u>80,596,596</u>	<u>5,513,628</u>
Total debt	<u>\$ 171,440,661</u>	<u>\$ 12,472,782</u>	<u>\$ (14,559,038)</u>	<u>\$ 169,354,405</u>	<u>\$ 11,519,801</u>

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, \$328,679 of internal service funds compensated absences and \$607,241 of incurred but not reported claims liability are included in the above amounts.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Discretely presented component units

Long-term liability activity for the Airport Authority for the year ended June 30, 2014, was as follows:

	Balance July 1, 2013	Additions	Reductions	Balance June 30, 2014	Due Within One Year
Airport lease agreement	\$ 195,173	\$ -	\$ (6,240)	\$ 188,933	\$ 6,240
Prepaid lease Agreements	389,917	-	(17,303)	372,614	17,303
	<u>\$ 585,090</u>	<u>\$ -</u>	<u>\$ (23,543)</u>	<u>\$ 561,547</u>	<u>\$ 23,543</u>

Long-term liability activity for the Visitors Bureau for the year ended June 30, 2014, was as follows:

	Balance July 1, 2013	Additions	Reductions	Balance June 30, 2014	Due Within One Year
Compensated absences	\$ 21,354	\$ 6,250		\$ 27,604	\$ -
Lease obligations	1,159	-	(1,159)	-	-
	<u>\$ 22,513</u>	<u>\$ 6,250</u>	<u>\$ (1,159)</u>	<u>\$ 27,604</u>	<u>\$ -</u>

Payment requirements for debt service. The annual debt service requirements to maturity for all bonds outstanding of the primary government are as follows:

Year Ended June 30	GOVERNMENTAL ACTIVITIES							
	General Obligation Revenue Bonds		Revenue Bonds		Notes Payable		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2015	\$ 3,390,000	\$ 2,157,226	\$ 888,800	\$ 808,236	\$ 695,900	\$ 95,910	\$ 6,081	\$ 258
2016	3,440,000	2,045,662	928,600	768,550	534,500	86,821		
2017	3,620,000	1,916,487	968,000	729,172	546,500	75,333	-	-
2018	3,760,000	1,788,729	1,009,100	687,953	326,500	64,662	-	-
2019	4,095,000	1,645,342	1,052,300	644,782	334,300	57,036	-	-
2020-2024	18,930,000	5,996,660	5,984,800	2,500,781	1,796,200	164,157	-	-
2025-2029	13,595,000	2,948,156	6,585,200	936,597	357,800	21,659	-	-
2030-2034	7,185,000	735,722	631,100	16,850	-	-	-	-
2035-2039	-	-	-	-	-	-	-	-
Total	<u>\$58,015,000</u>	<u>\$ 19,233,984</u>	<u>\$18,047,900</u>	<u>\$ 7,092,921</u>	<u>\$ 4,591,700</u>	<u>\$ 565,578</u>	<u>\$ 6,081</u>	<u>\$ 258</u>

Year Ended June 30	BUSINESS-TYPE ACTIVITIES			
	General Obligation Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
2015	\$ 5,058,538	\$ 2,649,981	\$ 292,400	\$ 33,857
2016	4,993,943	2,488,735	298,900	28,292
2017	4,561,752	2,325,813	305,000	22,604
2018	4,323,857	2,179,827	310,000	16,814
2019	4,239,528	2,040,875	315,800	10,931
2020-2024	22,216,245	8,103,969	160,000	1,860
2025-2029	17,140,945	4,726,389	-	-
2030-2034	7,399,120	2,964,375	-	-
2035-2039	5,500,000	1,349,611	-	-
2039-2040	1,340,000	29,756	-	-
Total	<u>\$76,773,928</u>	<u>\$ 28,859,330</u>	<u>\$ 1,682,100</u>	<u>\$ 114,358</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

E. RESTRICTED ASSETS

The balances of the City's restricted asset accounts in the governmental funds are as follows:

	<u>General</u>	<u>Commissary</u>	<u>Total</u>
Funds held in trust	<u>\$337,763</u>	<u>\$56,778</u>	<u>\$394,541</u>

NOTE 4 - OTHER INFORMATION

A. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. General liability insurance has a \$1,000,000 maximum coverage per occurrence, \$1,000,000 personal injury, and a \$2,000,000 general aggregate maximum benefit, with a self insured retention of \$100,000 per occurrence, with an annual aggregate retention of \$400,000. For property insurance, the policy limit is \$210,000,000 with a deductible of \$25,000 per occurrence. The earth movement policy limit is \$50,000,000 with a deductible of 2% per unit of insurance or \$100,000 minimum per location. The flood property policy limit is \$50,000,000 with a deductible of \$100,000 per location. The flood property – high hazard zone policy limit is \$5,000,000 with a \$250,000 per occurrence deductible. Other coverage currently held by the City, including airport liability, auto physical damage, boiler and machinery and bonds on public officials, are insured without a deductible.

As of July 1, 2010, the City formed its own self-insured workers compensation program. This program exposes the City to various risks of loss related to large claims based on the health of their work force; therefore, an excess loss policy provides coverage. Statutory limits for worker's compensation coverage are \$1,000,000 for employer's liability limits with self-insured retentions of \$2,000,000 for police and fire employees and \$750,000 for all other employees, per accident. The City's total net position of the Worker's Compensation Fund was \$3,151,763 at June 30, 2014.

Liabilities are reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amount of payouts, and other economic and social factors.

The liabilities for claims and judgments are reported in the Workers' Compensation and Insurance Funds. Changes in the balances of claims liabilities during the past two years are as follows:

	<u>Current Portion</u>	<u>Long-Term Portion</u>	<u>Totals</u>	
			<u>2014</u>	<u>2013</u>
Unpaid claims, beginning of fiscal year	\$ 606,527	\$ 45,151	\$ 651,678	\$ 485,512
Claims and changes in estimates	531,495	(876)	530,619	836,175
Claim payments	<u>(575,056)</u>	<u>-</u>	<u>(575,056)</u>	<u>(670,019)</u>
Unpaid claims, end of fiscal year	<u>\$ 562,966</u>	<u>\$ 44,275</u>	<u>\$ 607,241</u>	<u>\$ 651,678</u>

Settlements have not exceeded coverages in any of the past three fiscal years.

B. LANDFILL CLOSURE AND POSTCLOSURE COSTS

The City operates a Municipal Solid Waste Landfill. The operation of this landfill is regulated by both federal and state governments under Subtitle D (40 CFR Part 258) and NRS 444.556. Recognition of liability for closure and post closure care costs is based on landfill capacity used to date. This liability at June 30, 2014, \$3,365,716 is reported in governmental activities. It is estimated that the landfill will be used for an additional fifty one years and that at June 30, 2014, approximately 38.38 percent of its capacity had been utilized. The City passes the EPA "financial assurance test" for local governments, and will self-assure payment for its obligations for closure, post closure, and corrective care costs. The estimated total current cost of closure and

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

post closure care, \$8,769,452 has been calculated in 2014 dollars in accordance with current federal and state regulations and will be adjusted each year for changes resulting from inflation, deflation or technology.

C. CONTINGENT LIABILITIES

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not determinable, it is the opinion of the District Attorney, the City's counsel, that resolution of these matters will not have a material adverse effect on the financial condition of the City.

D. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

From an accrual accounting perspective, the cost of postemployment healthcare and life insurance benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future when it will be paid. The City recognizes the cost of postemployment healthcare and life insurance in the year when the employee services are received, reports the accumulated liability from prior years, and provides information useful in assessing potential demands on the City's future cash flows.

Plan Descriptions. The City contributes to a single-employer defined benefit healthcare and life insurance plan, the City's Retiree Subsidy Plan (City's Plan), and an agent multiple-employer defined healthcare plan, State of Nevada Public Employees' Benefits Program (PEBP). Both plans provide medical, dental, vision, accidental death and dismemberment, and life insurance benefits to eligible retired City employees and beneficiaries.

Benefit provisions for the City's Plan are established pursuant to NRS 287.023 and amended through Board resolution and contracts between the City and the various bargaining units. The City explicitly subsidizes the healthcare premiums pursuant to the City's Plan and contracts negotiated with various bargaining units. The City currently contributes toward the cost of coverage as follows:

- Firefighters who retire under Nevada PERS after July 1, 2002, sheriff's department employees who retire under Nevada PERS after June 30, 2010, and Carson City Employee Association (CCEA – Classified Employees) who retire under Nevada PERS after July 1, 2013, at age 47 or older and with 20 or more years of service receive a percentage of the medical, dental, vision and life insurance premiums for themselves and their dependents. The City pays 90% of the retiree group health premium until age 65, then 50% of the retiree's Medicare supplement medical premium. The City pays 50% of dependent coverage until age 65, then 25% of the dependent's Medicare supplement medical premium.
- Unclassified Employees who retire under Nevada PERS after July 1, 2013, at age 47 or older and with 15 or more years of service receive a percentage of their medical, dental, vision and life insurance premiums for themselves and their dependents. If an employee has more than 15 years of service, the City pays 75% of the retiree group health premiums and 25% of their dependent's premium. Employees with over 20 years of service the City pays 90% of the retiree group health premiums and 50% of their dependent's premium. Once the retiree reaches age 65, the City pays 50% of the retiree's and 25% of their dependent's supplement medical premium.
- Employees that retired from the City prior to the above contract changes who had at least 10 years of service (including firefighters and sheriff's department retirees not yet eligible or not qualifying for the benefits above) received a subsidy of \$6 per month for each year of service toward the cost of their coverage. Retirees were allowed to elect to continue coverage for their spouse and other eligible dependents, however, had to do so entirely at their expense.

Under state law, retiree loss experience is pooled with active loss experience for the purposes of setting rates in the City's Plan. The difference between the true claims cost and the blended premium is an implicit rate subsidy that creates an OPEB obligation for the City.

**CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014**

The City serves as a secondary carrier for retirees eligible for Medicare. Expenditures for post-employment healthcare and life insurance are recognized each month when premiums are paid. A summary of the premium rates for the City's Plan, as of July 1, 2013, are shown below:

Retirees Without Medicare	HMO	POS (In Area)	PPO (Out of Area)
Retiree	\$ 525.47	\$ 581.92	\$ 717.55
Retiree & spouse/both without Medicare	1,035.04	1,150.76	1,428.80
Retiree & spouse 1 without Medicare	938.01	1,038.97	1,281.52
Retiree & children without Medicare	994.40	1,102.72	1,363.00
Retiree & family/both without Medicare	1,587.66	1,764.57	2,189.63
Retiree & family/1 without Medicare	1,152.20	1,263.41	1,530.61

Retirees With Medicare	HMO	POS (In Area)	PPO (Out of Area)
Retiree	\$ 401.42	\$ 438.95	\$ 529.12
Retiree & spouse/both with Medicare	805.48	886.11	1,079.83
Retiree & spouse 1 with Medicare	938.01	1,038.97	1,281.52
Retiree & children with Medicare	987.11	1,093.84	1,350.29
Retiree & family/both with Medicare	1,007.82	1,096.64	1,310.04
Retiree & family/1 with Medicare	1,152.20	1,263.41	1,530.61

Benefit provisions for PEBP are established pursuant to NRS 287.023 and are subject to amendment by the State of Nevada each biennium. Pursuant to NRS 287.023 (as amended during the 2007 session of the Nevada Legislature), through November 29, 2008, retirees had the option to participate in the City's Plan for post-employment healthcare and life insurance benefits or to join PEBP offered by the State of Nevada. However, subsequent to November 29, 2008, retirees no longer have the option of joining PEBP, yet still retain the option to participate in the City's Plan. Local governments are required to pay the same portion of cost of coverage for those persons joining PEBP that the State of Nevada pays for those persons retired from state service who have continued to participate in the plan.

The City is required to provide a subsidy for their retirees that have elected to join PEBP. The subsidy is paid on the pay-as-you-go basis. Contribution requirements for plan members and the participating employers are assessed by the PEBP Board annually. The contributions required for PEBP subsidies depend on the date of retirement of prior years of PERS service for employees earned while working for the City. For retirees retiring prior to January 1, 1994, the subsidy is \$456.20. For those who retired on or after January 1, 1994, the subsidy depends on years of service and ranges from a minimum of \$114.05 for 5 years of service to a maximum of \$627.28 for 20 or more years of service. These subsidies are then allocated and billed to all applicable former employers of the retiree. The City's portion of the monthly subsidies ranged from \$0.68 to \$627.28 during the 2014 fiscal year.

Funding Policy and Annual OPEB Cost. The City has always and is currently funding the annual OPEB cost on a pay as you go basis for both plans. The net OPEB obligation attributable to governmental activities is liquidated primarily by the General Fund.

The City's actuarial valuation for the plans was prepared from employee and retiree data as of June 30, 2013. The City engaged the original actuary to incorporate the July 1, 2013 benefit changes into the fiscal year ended June 30, 2014 OPEB estimate. Demographic data did not significantly change, so a full valuation was

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

not deemed necessary. The number of participants as of June 30, 2013, the effective date of the OPEB valuation, as updated on June 30, 2014, is as follows:

	City Plan	PEBP Plan
Active employees	534	-
Retirees enrolled in City Plan	106	-
Retirees enrolled in PEBP	-	189

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plans, and the net OPEB obligations (assets), by plan, for fiscal year 2013-2014 and the two preceding years were as follows:

	Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
City Plan	6/30/12	\$ 2,759,432	\$ 520,063	18.84%	\$ 8,088,279
City Plan	6/30/13	\$ 3,214,280	\$ 491,649	15.30%	\$10,810,910
City Plan	6/30/14	\$ 5,171,110	\$ 574,480	11.11%	\$15,407,540
PEBP	6/30/12	\$ 545,018	\$ 537,813	98.67%	\$ (213,561)
PEBP	6/30/13	\$ 565,075	\$ 510,797	90.40%	\$ (159,283)
PEBP	6/30/14	\$ 568,504	\$ 475,732	83.68%	\$ (66,511)
Totals	6/30/12	\$ 3,304,450	\$ 1,057,876	32.01%	\$ 7,874,718
Totals	6/30/13	\$ 3,779,355	\$ 1,002,446	26.53%	\$10,651,627
Totals	6/30/14	\$ 5,739,614	\$ 1,050,212	18.30%	\$15,341,029

The net OPEB obligation (asset) as of June 30, 2014, was calculated as follows:

	City Plan	PEBP Plan	Totals
Normal Cost (Current Service Cost)	\$ 2,926,269	\$ -	\$ 2,926,269
Amortization of unfunded actuarial accrued liability	2,242,041	564,679	2,806,720
Total Annual Required Contribution (ARC or Annual OPEB cost)	\$ 5,168,310	564,679	5,732,989
Interest on the beginning net OPEB obligation (asset)	432,436	(6,371)	426,065
ARC adjustment	(429,636)	10,196	(419,440)
Annual OPEB cost	5,171,110	568,504	5,739,614
Contributions made	(574,480)	(475,732)	(1,050,212)
Increase (decrease) in net OPEB obligation (asset)	4,596,630	92,772	4,689,402
Net OPEB obligation (asset), beginning of year	10,810,910	(159,283)	10,651,627
Net OPEB obligation (asset), end of year	\$15,407,540	\$ (66,511)	\$15,341,029

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Funded Status and Funding Progress. The funded status of the plans as of the latest actuarial valuation date (June 30, 2013), as updated through June 30, 2014, was as follows:

	City Plan	PEBP Plan	Totals
Accrued actuarial liability (a)	\$ 58,673,068	\$ 9,174,312	\$ 67,847,380
Actuarial value of plan assets (b)	-	-	-
Unfunded actuarial accrued Liability (a) - (b)	\$ 58,673,068	\$ 9,174,312	\$ 67,847,380
Funded ratio (b) / (a)	0%	0%	0%
Covered payroll (c)	\$ 33,299,853	N/A	N/A
Unfunded actuarial accrued liability as a percentage of covered payroll ((a) – (b)) / (c)	176.20%	N/A	N/A

Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of the events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedule of funding progress presented as required supplementary information provides multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits).

Actuarial Methods and Assumptions. Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefits between the City and the plan members at that point. Actuarial calculations reflect long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

	City Plan	PEBP Plan
Actuarial valuation date	6/30/13	6/30/13
Actuarial cost method	Entry age normal cost	Entry age normal cost
Amortization method	Level percentage of pay	Level dollar
Remaining amortization period	30 years, open	26 years, closed
Asset valuation method	N / A	N / A
<u>Actuarial assumptions:</u>		
Investment rate of return	4.0%	4.0%
Inflation rate	3.0%	3.0%
Projected salary increases	4.0%	4.0%
Healthcare inflation rate	Medical – 8.5% *	Medical – 8.5% *
* Medical – decreasing 0.5% each year until ultimate trend rate of 5% is reached.		

E. DEFINED BENEFIT PENSION PLAN

Plan Description. Carson City contributes to the Public Employees Retirement System of the State of Nevada (PERS), a cost sharing, multiple employer, defined benefit plan administered by the Public Employees Retirement System of the State of Nevada. PERS provides retirement benefits, disability benefits, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Chapter 286 of the Nevada Revised Statutes establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. The Public Employees Retirement System of the State of Nevada issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2014

Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, NV 89703-1599 or by calling (775) 687-4200.

Funding Policy. Plan members' benefits are funded under one of two methods. Under the employer pay contribution plan, the City is required to contribute all amounts due under the plan. The rate for those contributions was 25.75% for regular members and 40.5% for police and fire employee members on all covered payroll for the year ended June 30, 2014. The second funding mechanism for providing benefits to regular employees is the employer/employee paid contribution plan. Under this method, employees are required to contribute a percentage of their compensation to the plan, while the City is required to match that contribution. The rate for regular employees under this plan was 13.25% for the year ended June 30, 2014. The contribution requirements of plan members and the City are established by NRS Chapter 286. The funding mechanism may only be amended through legislation. The City's contributions to PERS for the years ended June 30, 2014, 2013, and 2012, were \$10,852,439, \$10,207,624, and \$10,067,471, respectively, equal to the required contributions each year. The contribution rates for the years ended June 30, 2012 and 2013 under the employer pay plan was 23.75% for regular members and 39.75% for police and fire employees, and the employer employee paid contributions were 12.25% for regular members.

F. SUBSEQUENT EVENTS

On October 7, 2014, Carson City issued \$8,975,000 of General Obligation (Limited Tax) Refunding Bonds (Series 2014). Of the bond proceeds, \$5,337,000 will be used to refund the 2003A and partially refund the 2005A Water Bonds, the remaining \$3,638,000 will be used to refund the 2003B Sewer Bonds and partially refund the 2005B Drainage Bonds. These funds will be repaid from legally available funds of the City, including, without limitation, monies originally pledged in the Water, Sewer and Drainage Funds. The following amounts were refunded in order to reduce interest rates on future payments:

Series 2003A Water Refunding Bonds Maturing on November 1, 2015	\$ 165,000
Series 2005A Water Bonds Maturing on June 1, 2025	4,970,000
Series 2003B Sewer Refunding Bonds Maturing on November 1, 2015	170,000
Series 2005B Drainage Bonds Maturing on June 1, 2025	3,315,000

**CARSON CITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2014**

Schedule of Funding Progress - Other Post Employment Benefits

	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age Normal Cost (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
City Plan	6/30/13	\$ -	\$ 32,624,566	\$ 32,624,566	\$ -	\$32,019,089	101.89%
PEBP	6/30/13	-	9,312,605	9,312,605	-	N/A	N/A
Total	6/30/13	<u>\$ -</u>	<u>\$ 41,937,171</u>	<u>\$ 41,937,171</u>	<u>\$ -</u>		
City Plan	6/30/11	\$ -	\$ 25,201,161	\$ 25,201,161	\$ -	\$31,833,256	79.17%
PEBP	6/30/11	-	9,426,565	9,426,565	-	N/A	N/A
Total	6/30/11	<u>\$ -</u>	<u>\$ 34,627,726</u>	<u>\$ 34,627,726</u>	<u>\$ -</u>		
City Plan	6/30/09	\$ -	\$ 20,788,605	\$ 20,788,605	\$ -	\$31,781,336	65.41%
PEBP	6/30/09	-	14,867,523	14,867,523	-	N/A	N/A
Total	6/30/09	<u>\$ -</u>	<u>\$ 35,656,128</u>	<u>\$ 35,656,128</u>	<u>\$ -</u>		

Trend Analysis

The principal changes from the June 30, 2011 valuation to the June 30, 2013 valuation are:

- (a) Improvements in the mortality table resulting in longer life expectancies for City Retirees and PEBP retirees (increase);
- (b) updates of employees and premium data (increase);
- (c) an extension of paid dental, vision, and life insurance benefits for Sheriff's department retirees (increase);
- (c) a small increase in the assumed percentage of employees and their dependents who will elect coverage in retirement;
- (d) an update to the trend assumptions for future increases in medical premiums (increase).

GENERAL FUND

The General Fund is used to account for resources traditionally associated with government, which are not required legally or by sound financial management to be accounted for in another fund.

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Ad valorem	\$ 21,678,083	\$ 21,211,280	\$ (466,803)	\$ 21,258,565
Licenses and permits:				
Business licenses and permits:				
Business licenses	650,000	628,019	(21,981)	631,819
Liquor licenses	140,000	164,760	24,760	140,640
City / county gaming licenses	675,000	662,230	(12,770)	701,870
Right of way toll	209,230	199,723	(9,507)	189,271
Franchise fees:				
Gas	1,034,900	1,198,871	163,971	1,006,612
Electric	2,400,000	2,426,715	26,715	2,193,599
Telephone	837,000	769,139	(67,861)	819,731
Sanitation	405,000	422,626	17,626	406,764
Cable television	385,000	401,270	16,270	388,012
	<u>6,736,130</u>	<u>6,873,353</u>	<u>137,223</u>	<u>6,478,318</u>
Nonbusiness licenses and permits:				
Marriage licenses	15,000	13,713	(1,287)	13,755
Animal licenses	20,000	22,333	2,333	21,203
Mobile home permits	-	50	50	20
	<u>35,000</u>	<u>36,096</u>	<u>1,096</u>	<u>34,978</u>
Total Licenses and Permits	<u>6,771,130</u>	<u>6,909,449</u>	<u>138,319</u>	<u>6,513,296</u>
Intergovernmental revenues:				
Federal grants:				
Drug Enforcement Administration	-	2,470	2,470	908
Emergency Medical System	-	500	500	-
	<u>-</u>	<u>2,970</u>	<u>2,970</u>	<u>908</u>
Federal payments in lieu of taxes	<u>110,000</u>	<u>120,016</u>	<u>10,016</u>	<u>116,138</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
State shared revenues:				
Consolidated tax revenues	\$ 20,565,869	\$ 20,733,724	\$ 167,855	\$ 19,825,135
State gaming licenses	145,000	141,872	(3,128)	139,946
Candidate filing fee	-	1,510	1,510	-
Court administrative assessments	106,172	92,718	(13,454)	117,047
	<u>20,817,041</u>	<u>20,969,824</u>	<u>152,783</u>	<u>20,082,128</u>
State grants	<u>3,367</u>	<u>3,367</u>	<u>-</u>	<u>-</u>
Other local government grants:				
Interlocal cooperative agreements	<u>611,489</u>	<u>313,672</u>	<u>(297,817)</u>	<u>1,001,234</u>
Other local government shared revenues:				
Miscellaneous other governments	<u>20,800</u>	<u>49,782</u>	<u>28,982</u>	<u>942</u>
Total Intergovernmental Revenues	<u>21,562,697</u>	<u>21,459,631</u>	<u>(103,066)</u>	<u>21,201,350</u>
Charges for services:				
General government:				
Treasurer fees	20,000	17,570	(2,430)	16,325
Clerk fees	174,000	136,413	(37,587)	164,515
Recorder fees	246,500	208,672	(37,828)	255,653
Technology fees	30,000	26,173	(3,827)	33,156
Assessor commissions	218,000	188,037	(29,963)	224,187
Building and zoning fees	75,000	61,806	(13,194)	66,418
Public administrator fees	125,000	90,069	(34,931)	118,259
Administration fees	4,083,231	4,091,936	8,705	4,079,880
Miscellaneous	11,000	12,657	1,657	12,272
	<u>4,982,731</u>	<u>4,833,333</u>	<u>(149,398)</u>	<u>4,970,665</u>
Judicial:				
Drug Court	12,000	17,873	5,873	10,084
Court facilities	115,000	99,586	(15,414)	117,098
Justice civil fees	654,500	568,987	(85,513)	549,685
	<u>781,500</u>	<u>686,446</u>	<u>(95,054)</u>	<u>676,867</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
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	FINAL BUDGET	ACTUAL	VARIANCE	2013
Public safety:				
Police:				
Sheriff's fees	\$ 300,000	\$ 324,838	\$ 24,838	\$ 320,240
Fire	5,000	6,778	1,778	5,129
Protective services	118,600	118,747	147	145,146
	<u>423,600</u>	<u>450,363</u>	<u>26,763</u>	<u>470,515</u>
Sanitation:				
Landfill fees	3,330,000	3,414,517	84,517	2,961,228
Health:				
Vaccine	147,000	195,965	48,965	193,070
Clinic services	95,000	106,627	11,627	131,391
Health inspection fees	140,656	207,724	67,068	47,199
	<u>382,656</u>	<u>510,316</u>	<u>127,660</u>	<u>371,660</u>
Culture and recreation	1,195,287	1,296,675	101,388	1,247,366
Total Charges for Services	<u>11,095,774</u>	<u>11,191,650</u>	<u>95,876</u>	<u>10,698,301</u>
Fines and forfeits:				
Library	700	-	(700)	332
Court	764,800	788,421	23,621	844,362
Animal services	40,000	58,086	18,086	51,241
Total Fines and Forfeits	<u>805,500</u>	<u>846,507</u>	<u>41,007</u>	<u>895,935</u>
Miscellaneous:				
Investment income	125,000	82,185	(42,815)	26,786
Rents and royalties	172,671	188,640	15,969	92,935
Other	108,000	101,392	(6,608)	101,275
Gifts and donations	21,931	94,442	72,511	74,931
Refunds and reimbursements	748,953	721,151	(27,802)	865,125
Penalties and interest - delinquent taxes	340,000	385,206	45,206	363,739
Total Miscellaneous	<u>1,516,555</u>	<u>1,573,016</u>	<u>56,461</u>	<u>1,524,791</u>
Total Revenues	<u>63,429,739</u>	<u>63,191,533</u>	<u>(238,206)</u>	<u>62,092,238</u>
Expenditures:				
General Government:				
Legislative:				
Board of Supervisors:				
Salaries and wages	123,301	123,345	(44)	122,843
Employee benefits	91,460	88,557	2,903	75,675
Services and supplies	20,450	17,407	3,043	25,789
Total Legislative	<u>235,211</u>	<u>229,309</u>	<u>5,902</u>	<u>224,307</u>

**CARSON CITY
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	FINAL BUDGET	ACTUAL	VARIANCE	2013
Executive:				
Clerk:				
Salaries and wages	\$ 246,154	\$ 247,260	\$ (1,106)	\$ 223,084
Employee benefits	76,568	74,991	1,577	71,268
Services and supplies	26,188	25,255	933	21,940
	<u>348,910</u>	<u>347,506</u>	<u>1,404</u>	<u>316,292</u>
Elections:				
Salaries and wages	141,275	126,831	14,444	142,504
Employee benefits	50,919	45,817	5,102	45,763
Services and supplies	89,638	71,126	18,512	53,029
	<u>281,832</u>	<u>243,774</u>	<u>38,058</u>	<u>241,296</u>
Treasurer:				
Salaries and wages	294,116	300,190	(6,074)	288,346
Employee benefits	127,963	131,895	(3,932)	119,198
Services and supplies	52,780	46,411	6,369	40,581
	<u>474,859</u>	<u>478,496</u>	<u>(3,637)</u>	<u>448,125</u>
Recorder:				
Salaries and wages	243,717	244,733	(1,016)	242,083
Employee benefits	111,445	114,198	(2,753)	104,308
Services and supplies	35,160	41,210	(6,050)	39,557
Capital outlay	45,094	14,286	30,808	1,900
	<u>435,416</u>	<u>414,427</u>	<u>20,989</u>	<u>387,848</u>
Assessor:				
Salaries and wages	455,536	468,852	(13,316)	451,582
Employee benefits	194,941	183,742	11,199	181,847
Services and supplies	35,014	42,966	(7,952)	55,150
Capital outlay	130,966	-	130,966	-
	<u>816,457</u>	<u>695,560</u>	<u>120,897</u>	<u>688,579</u>
District Attorney:				
Salaries and wages	1,597,976	1,523,632	74,344	1,482,744
Employee benefits	678,871	624,185	54,686	595,367
Services and supplies	117,344	97,883	19,461	95,398
	<u>2,394,191</u>	<u>2,245,700</u>	<u>148,491</u>	<u>2,173,509</u>
City Manager:				
Salaries and wages	318,691	312,405	6,286	254,748
Employee benefits	136,438	120,152	16,286	105,516
Services and supplies	281,160	203,486	77,674	159,284
	<u>736,289</u>	<u>636,043</u>	<u>100,246</u>	<u>519,548</u>
Central Services:				
Services and supplies	1,845,303	1,859,592	(14,289)	1,756,194
Total Executive	<u>7,333,257</u>	<u>6,921,098</u>	<u>412,159</u>	<u>6,531,391</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2013
Finance:				
Finance:				
Salaries and wages	\$ 363,049	\$ 357,151	\$ 5,898	\$ 373,488
Employee benefits	161,559	151,171	10,388	156,248
Services and supplies	94,743	85,631	9,112	76,714
	<u>619,351</u>	<u>593,953</u>	<u>25,398</u>	<u>606,450</u>
Internal Auditor:				
Services and supplies	110,200	101,178	9,022	78,623
Purchasing:				
Salaries and wages	88,962	86,847	2,115	86,723
Employee benefits	39,096	38,229	867	36,525
Services and supplies	8,486	6,728	1,758	6,707
	<u>136,544</u>	<u>131,804</u>	<u>4,740</u>	<u>129,955</u>
Human Resources:				
Salaries and wages	169,220	155,896	13,324	164,277
Employee benefits	74,046	66,536	7,510	68,526
Services and supplies	130,383	99,480	30,903	46,749
	<u>373,649</u>	<u>321,912</u>	<u>51,737</u>	<u>279,552</u>
Total Finance	<u>1,239,744</u>	<u>1,148,847</u>	<u>90,897</u>	<u>1,094,580</u>
Other:				
Community Development:				
Planning:				
Salaries and wages	337,400	317,617	19,783	266,254
Employee benefits	169,971	166,357	3,614	113,146
Services and supplies	43,201	30,536	12,665	45,333
	<u>550,572</u>	<u>514,510</u>	<u>36,062</u>	<u>424,733</u>
Business License:				
Salaries and wages	89,555	87,916	1,639	92,619
Employee benefits	42,610	41,622	988	43,130
Services and supplies	16,750	7,447	9,303	9,398
	<u>148,915</u>	<u>136,985</u>	<u>11,930</u>	<u>145,147</u>
Code Enforcement:				
Salaries and wages	-	-	-	56,720
Employee benefits	-	-	-	33,241
Services and supplies	-	-	-	764
	<u>-</u>	<u>-</u>	<u>-</u>	<u>90,725</u>
Total Community Development	<u>699,487</u>	<u>651,495</u>	<u>47,992</u>	<u>660,605</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2013
Automation Services:				
Salaries and wages	\$ 739,531	\$ 726,170	\$ 13,361	\$ 736,663
Employee benefits	305,307	304,137	1,170	287,830
Services and supplies	515,088	613,720	(98,632)	538,444
Capital outlay	39,130	39,130	-	19,516
	<u>1,599,056</u>	<u>1,683,157</u>	<u>(84,101)</u>	<u>1,582,453</u>
Geographic Information Systems:				
Services and supplies	279,000	268,009	10,991	270,067
	<u>279,000</u>	<u>268,009</u>	<u>10,991</u>	<u>270,067</u>
Public Defender:				
Services and supplies	1,540,941	1,517,055	23,886	1,366,126
Public Safety Complex / Courthouse:				
Services and supplies	364,725	295,594	69,131	273,594
Capital outlay	-	-	-	1,260
	<u>364,725</u>	<u>295,594</u>	<u>69,131</u>	<u>274,854</u>
City Hall:				
Services and supplies	119,760	101,634	18,126	78,552
Capital outlay	-	12,245	(12,245)	-
	<u>119,760</u>	<u>113,879</u>	<u>5,881</u>	<u>78,552</u>
Northgate:				
Services and supplies	29,500	32,845	(3,345)	32,020
Facilities Maintenance:				
Salaries and wages	702,169	687,061	15,108	686,912
Employee benefits	284,721	258,579	26,142	241,868
Services and supplies	492,362	486,154	6,208	418,364
Capital outlay	53,579	53,579	-	-
	<u>1,532,831</u>	<u>1,485,373</u>	<u>47,458</u>	<u>1,347,144</u>
Records Management:				
Salaries and wages	83,013	79,103	3,910	79,600
Employee benefits	25,354	24,610	744	23,051
Services and supplies	15,100	14,414	686	13,860
	<u>123,467</u>	<u>118,127</u>	<u>5,340</u>	<u>116,511</u>
Total Other	<u>6,288,767</u>	<u>6,165,534</u>	<u>123,233</u>	<u>5,728,332</u>
Total General Government	<u>15,096,979</u>	<u>14,464,788</u>	<u>632,191</u>	<u>13,578,610</u>
Public Safety:				
Sheriff:				
Administrative Services:				
Salaries and wages	482,540	525,247	(42,707)	539,439
Employee benefits	333,171	314,614	18,557	290,350
Services and supplies	535,355	433,994	101,361	414,042
	<u>1,351,066</u>	<u>1,273,855</u>	<u>77,211</u>	<u>1,243,831</u>

**CARSON CITY
GENERAL FUND
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	FINAL BUDGET	ACTUAL	VARIANCE	2013
Investigations:				
Salaries and wages	\$ 1,157,855	\$ 1,166,800	\$ (8,945)	\$ 1,146,712
Employee benefits	660,010	631,887	28,123	614,148
Services and supplies	308,561	360,503	(51,942)	299,563
Capital outlay	-	-	-	1,999
	<u>2,126,426</u>	<u>2,159,190</u>	<u>(32,764)</u>	<u>2,062,422</u>
Operational Services:				
Salaries and wages	3,559,534	3,534,789	24,745	3,631,339
Employee benefits	2,181,219	2,072,051	109,168	2,165,185
Services and supplies	501,421	603,016	(101,595)	542,923
Capital outlay	42,214	28,793	13,421	39,501
	<u>6,284,388</u>	<u>6,238,649</u>	<u>45,739</u>	<u>6,378,948</u>
Detention Facility:				
Salaries and wages	2,203,299	2,253,401	(50,102)	2,196,734
Employee benefits	1,364,141	1,274,551	89,590	1,248,479
Services and supplies	302,653	318,030	(15,377)	342,924
Capital outlay	-	9,397	(9,397)	-
	<u>3,870,093</u>	<u>3,855,379</u>	<u>14,714</u>	<u>3,788,137</u>
General Services:				
Salaries and wages	439,323	436,975	2,348	428,241
Employee benefits	204,041	185,112	18,929	190,496
Services and supplies	52,380	57,325	(4,945)	55,416
Capital outlay	40,000	52,955	(12,955)	-
	<u>735,744</u>	<u>732,367</u>	<u>3,377</u>	<u>674,153</u>
Dispatch:				
Salaries and wages	1,200,860	1,108,748	92,112	1,080,731
Employee benefits	495,333	400,498	94,835	419,866
Services and supplies	117,950	132,108	(14,158)	149,376
Capital outlay	-	-	-	7,100
	<u>1,814,143</u>	<u>1,641,354</u>	<u>172,789</u>	<u>1,657,073</u>
Federal, Tri-Net Grant:				
Salaries and wages	46,241	28,683	17,558	38,318
Employee benefits	80,122	72,771	7,351	82,583
Services and supplies	15,452	18,711	(3,259)	20,590
	<u>141,815</u>	<u>120,165</u>	<u>21,650</u>	<u>141,491</u>
Total Sheriff	<u>16,323,675</u>	<u>16,020,959</u>	<u>302,716</u>	<u>15,946,055</u>
Fire:				
Administration:				
Salaries and wages	145,403	146,985	(1,582)	143,382
Employee benefits	62,578	60,011	2,567	61,619
Services and supplies	61,855	56,376	5,479	97,960
	<u>269,836</u>	<u>263,372</u>	<u>6,464</u>	<u>302,961</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operations:				
Salaries and wages	\$ 4,460,349	\$ 4,572,710	\$ (112,361)	\$ 4,481,720
Employee benefits	2,267,593	2,263,829	3,764	2,150,584
Services and supplies	510,446	540,023	(29,577)	540,079
Capital outlay	9,000	9,000	-	-
	<u>7,247,388</u>	<u>7,385,562</u>	<u>(138,174)</u>	<u>7,172,383</u>
Prevention:				
Salaries and wages	231,285	233,521	(2,236)	187,010
Employee benefits	86,117	98,910	(12,793)	64,589
Services and supplies	43,098	37,607	5,491	38,858
	<u>360,500</u>	<u>370,038</u>	<u>(9,538)</u>	<u>290,457</u>
Warren Engine Co. No. 1:				
Services and supplies	5,820	3,768	2,052	3,093
	<u>5,820</u>	<u>3,768</u>	<u>2,052</u>	<u>3,093</u>
Emergency Management:				
Salaries and wages	78,422	67,622	10,800	39,937
Employee benefits	74,380	71,329	3,051	71,968
Services and supplies	16,507	22,428	(5,921)	23,647
Capital outlay	-	-	-	1,000
	<u>169,309</u>	<u>161,379</u>	<u>7,930</u>	<u>136,552</u>
Training:				
Salaries and wages	288,698	248,486	40,212	303,922
Employee benefits	143,935	120,812	23,123	143,130
Services and supplies	77,493	82,624	(5,131)	82,366
Capital outlay	-	-	-	1,637
	<u>510,126</u>	<u>451,922</u>	<u>58,204</u>	<u>531,055</u>
Wildland Fire Management:				
Salaries and wages	178,772	144,696	34,076	127,475
Employee benefits	11,986	11,426	560	14,188
Services and supplies	270,974	197,183	73,791	226,563
Capital outlay	-	-	-	2,000
	<u>461,732</u>	<u>353,305</u>	<u>108,427</u>	<u>370,226</u>
Total Fire	<u>9,024,711</u>	<u>8,989,346</u>	<u>35,365</u>	<u>8,806,727</u>
Corrections:				
Juvenile Probation:				
Salaries and wages	806,684	801,513	5,171	766,029
Employee benefits	447,648	408,737	38,911	406,760
Services and supplies	317,020	204,843	112,177	238,680
	<u>1,571,352</u>	<u>1,415,093</u>	<u>156,259</u>	<u>1,411,469</u>
Juvenile Detention:				
Salaries and wages	932,181	904,127	28,054	846,131
Employee benefits	380,101	358,873	21,228	338,811
Services and supplies	116,790	80,022	36,768	89,449
	<u>1,429,072</u>	<u>1,343,022</u>	<u>86,050</u>	<u>1,274,391</u>
Total Corrections	<u>3,000,424</u>	<u>2,758,115</u>	<u>242,309</u>	<u>2,685,860</u>
Total Public Safety	<u>28,348,810</u>	<u>27,768,420</u>	<u>580,390</u>	<u>27,438,642</u>

**CARSON CITY
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	FINAL BUDGET	ACTUAL	VARIANCE	2013
Judicial:				
Juvenile Court:				
Salaries and wages	\$ 227,492	\$ 224,419	\$ 3,073	\$ 206,662
Employee benefits	101,154	103,770	(2,616)	93,571
Services and supplies	164,499	89,361	75,138	112,756
Total Juvenile Court	493,145	417,550	75,595	412,989
Justice Court:				
Salaries and wages	1,940,507	1,939,330	1,177	1,846,621
Employee benefits	886,689	853,750	32,939	815,399
Services and supplies	1,088,914	825,411	263,503	818,489
Capital outlay	-	103,502	(103,502)	48,290
Total Justice Court	3,916,110	3,721,993	194,117	3,528,799
Alternative Sentencing:				
Salaries and wages	793,857	769,430	24,427	691,424
Employee benefits	310,335	309,225	1,110	268,368
Services and supplies	122,095	119,037	3,058	112,480
Total Alternative Sentencing	1,226,287	1,197,692	28,595	1,072,272
Total Judicial	5,635,542	5,337,235	298,307	5,014,060
Public Works:				
Engineering / Public Works:				
Public Works:				
Salaries and wages	1,132,016	1,071,426	60,590	997,184
Employee benefits	678,188	654,876	23,312	620,448
Services and supplies	99,965	92,968	6,997	94,155
Total Public Works	1,910,169	1,819,270	90,899	1,711,787
Sanitation:				
Landfill:				
Salaries and wages	590,173	486,897	103,276	542,226
Employee benefits	237,755	202,149	35,606	213,159
Services and supplies	1,041,968	890,268	151,700	802,866
Capital outlay	-	-	-	10,438
Total Sanitation	1,869,896	1,579,314	290,582	1,568,689
Health:				
Public Health Administration:				
Salaries and wages	227,156	217,611	9,545	206,802
Employee benefits	106,650	98,253	8,397	93,914
Services and supplies	585,008	492,547	92,461	607,666
Total Public Health Administration	918,814	808,411	110,403	908,382

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	FINAL BUDGET	ACTUAL	VARIANCE	2013
Medical:				
Salaries and wages	\$ 63,572	\$ 64,691	\$ (1,119)	\$ 62,522
Employee benefits	31,551	29,953	1,598	28,268
Services and supplies	485,850	329,583	156,267	266,034
Total Medical	<u>580,973</u>	<u>424,227</u>	<u>156,746</u>	<u>356,824</u>
Environmental Health:				
Salaries and wages	217,028	210,013	7,015	158,479
Employee benefits	83,393	67,465	15,928	58,601
Services and supplies	28,381	11,727	16,654	9,465
Total Environmental Health	<u>328,802</u>	<u>289,205</u>	<u>39,597</u>	<u>226,545</u>
Animal Services:				
Salaries and wages	417,001	410,776	6,225	352,120
Employee benefits	167,622	146,464	21,158	134,855
Services and supplies	320,819	239,717	81,102	158,850
Total Animal Services	<u>905,442</u>	<u>796,957</u>	<u>108,485</u>	<u>645,825</u>
Total Health	<u>2,734,031</u>	<u>2,318,800</u>	<u>415,231</u>	<u>2,137,576</u>
Welfare:				
Salaries and wages	98,848	100,169	(1,321)	64,509
Employee benefits	46,330	50,234	(3,904)	29,516
Services and supplies	287,969	187,443	100,526	172,251
Total Welfare	<u>433,147</u>	<u>337,846</u>	<u>95,301</u>	<u>266,276</u>
Culture and Recreation:				
Parks:				
Parks and Recreation Administration:				
Salaries and wages	361,700	396,017	(34,317)	378,502
Employee benefits	180,330	176,829	3,501	171,385
Services and supplies	40,083	28,504	11,579	28,035
Total Parks and Recreation Administration	<u>582,113</u>	<u>601,350</u>	<u>(19,237)</u>	<u>577,922</u>
Park Maintenance:				
Salaries and wages	523,510	538,387	(14,877)	550,800
Employee benefits	242,413	197,937	44,476	215,576
Services and supplies	480,331	486,383	(6,052)	466,213
Capital outlay	-	-	-	1,668
Total Park Maintenance	<u>1,246,254</u>	<u>1,222,707</u>	<u>23,547</u>	<u>1,234,257</u>
Grants, Gifts, and Donations:				
Services and supplies	225,425	183,605	41,820	208,235
Capital outlay	73,936	76,671	(2,735)	11,695
Total Grants, Gifts, and Donations	<u>299,361</u>	<u>260,276</u>	<u>39,085</u>	<u>219,930</u>
Total Parks	<u>2,127,728</u>	<u>2,084,333</u>	<u>43,395</u>	<u>2,032,109</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 11 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Participant Recreation:				
Community Center:				
Salaries and wages	\$ 165,431	\$ 161,163	\$ 4,268	\$ 149,811
Employee benefits	52,270	50,770	1,500	48,228
Services and supplies	151,328	137,266	14,062	122,866
	<u>369,029</u>	<u>349,199</u>	<u>19,830</u>	<u>320,905</u>
Recreation:				
Salaries and wages	279,072	252,351	26,721	268,494
Employee benefits	49,135	38,559	10,576	44,049
Services and supplies	89,394	61,924	27,470	70,369
	<u>417,601</u>	<u>352,834</u>	<u>64,767</u>	<u>382,912</u>
Swimming Pool:				
Salaries and wages	326,568	349,658	(23,090)	330,605
Employee benefits	91,669	82,509	9,160	81,696
Services and supplies	270,444	202,342	68,102	198,686
Capital outlay	-	5,355	(5,355)	-
	<u>688,681</u>	<u>639,864</u>	<u>48,817</u>	<u>610,987</u>
Ice Rink:				
Salaries and wages	35,000	29,298	5,702	30,459
Employee benefits	1,051	1,145	(94)	997
Services and supplies	58,330	50,913	7,417	43,280
	<u>94,381</u>	<u>81,356</u>	<u>13,025</u>	<u>74,736</u>
Sports:				
Salaries and wages	145,211	135,414	9,797	144,850
Employee benefits	40,826	42,981	(2,155)	28,074
Services and supplies	144,400	167,872	(23,472)	163,389
	<u>330,437</u>	<u>346,267</u>	<u>(15,830)</u>	<u>336,313</u>
Total Participant Recreation	<u>1,900,129</u>	<u>1,769,520</u>	<u>130,609</u>	<u>1,725,853</u>
Pony Express Pavilion:				
Salaries and wages	6,500	8,246	(1,746)	-
Employee benefits	7	-	7	-
Services and supplies	13,515	15,920	(2,405)	20,005
	<u>20,022</u>	<u>24,166</u>	<u>(4,144)</u>	<u>20,005</u>
Library:				
Salaries and wages	801,416	763,263	38,153	765,591
Employee benefits	359,128	322,562	36,566	319,581
Services and supplies	406,305	413,402	(7,097)	395,642
	<u>1,566,849</u>	<u>1,499,227</u>	<u>67,622</u>	<u>1,480,814</u>
Total Culture and Recreation	<u>5,614,728</u>	<u>5,377,246</u>	<u>237,482</u>	<u>5,258,781</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 12 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Community Support:				
Support Services:				
Services and supplies	\$ 459,013	\$ 458,979	\$ 34	\$ 458,979
Total Expenditures	<u>62,102,315</u>	<u>59,461,898</u>	<u>2,640,417</u>	<u>57,433,400</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,327,424</u>	<u>3,729,635</u>	<u>2,402,211</u>	<u>4,658,838</u>
Other Financing Sources (Uses):				
Sale of capital assets	-	-	-	632
Transfers in (out):				
Quality of Life Fund	77,890	45,724	(32,166)	34,800
Senior Citizens Fund	15,000	15,000	-	15,000
Redevelopment Revolving Fund	-	480,000	480,000	480,000
Carson City Debt Service Fund	(2,948,663)	(2,948,663)	-	(3,028,272)
Traffic Transportation Fund	(15,000)	(15,000)	-	(15,000)
Cemetery Fund	(75,000)	(75,000)	-	(75,000)
Carson City Transit Fund	(350,000)	(350,000)	-	(270,000)
Grant Fund	(61,897)	(54,534)	7,363	(46,396)
Ambulance Fund	(250,000)	(500,000)	(250,000)	(350,000)
Group Medical Fund	(172,132)	(172,132)	-	-
Total Other Financing Sources (Uses)	<u>(3,779,802)</u>	<u>(3,574,605)</u>	<u>205,197</u>	<u>(3,254,236)</u>
Net Change in Fund Balances	(2,452,378)	155,030	2,607,408	1,404,602
Fund Balances, July 1	<u>6,296,544</u>	<u>6,296,544</u>	<u>-</u>	<u>4,891,942</u>
Fund Balances, June 30	<u>\$ 3,844,166</u>	<u>\$ 6,451,574</u>	<u>\$ 2,607,408</u>	<u>\$ 6,296,544</u>

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NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2014**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
Cash and investments	\$ 11,998,099	\$ 219,029	\$ 516,360	\$ 12,733,488
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	62,576	65,923	-	128,499
Accounts receivable	74,842	23,366	-	98,208
Due from other funds	31,837	-	-	31,837
Due from other governments	3,325,927	-	-	3,325,927
Due from component units	58,833	-	-	58,833
Deposits	16,075	-	-	16,075
Prepaid items	85,849	-	-	85,849
Restricted assets:				
Cash and investments	56,778	-	-	56,778
Total Assets	\$ 15,710,816	\$ 308,318	\$ 516,360	\$ 16,535,494
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 901,764	\$ -	\$ 130,496	\$ 1,032,260
Accrued salaries and benefits	261,268	-	-	261,268
Due to other funds	159,379	-	-	159,379
Due to other governments	100,361	-	-	100,361
Due to component units	14,263	-	-	14,263
Unearned revenue	165,176	-	-	165,176
Payable from restricted assets	52,853	-	-	52,853
Total Liabilities	1,655,064	-	130,496	1,785,560
Deferred inflows of resources:				
Unavailable revenue - delinquent property taxes	53,511	54,283	-	107,794
Fund balances:				
Nonspendable:				
Deposits	16,075	-	-	16,075
Prepaid items	85,849	-	-	85,849
Restricted for:				
General government	176,919	-	-	176,919
Public safety	1,470,960	-	-	1,470,960
Judicial	59,499	-	-	59,499
Public works	1,826,456	-	-	1,826,456
Welfare	244	-	-	244
Health	107,239	-	-	107,239
Culture and recreation	7,599,128	-	167,722	7,766,850
Redevelopment	128,916	91,220	207,132	427,268
Committed to:				
Public safety	11,513	-	-	11,513
Assigned to:				
Capital projects	2,025,356	-	11,010	2,036,366
Public safety	60,080	-	-	60,080
Debt service	-	162,815	-	162,815
Other purposes	434,007	-	-	434,007
Total Fund Balances	14,002,241	254,035	385,864	14,642,140
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 15,710,816	\$ 308,318	\$ 516,360	\$ 16,535,494

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 10,981,240	\$ 1,635,311	\$ 13,200	\$ 12,629,751
Licenses and permits	223,684	-	-	223,684
Intergovernmental revenues	9,592,572	349,949	-	9,942,521
Charges for services	391,182	-	-	391,182
Fines and forfeits	50,030	-	-	50,030
Miscellaneous	505,501	116,501	74,044	696,046
Total Revenues	<u>21,744,209</u>	<u>2,101,761</u>	<u>87,244</u>	<u>23,933,214</u>
Expenditures:				
Current:				
General government	632,115	-	-	632,115
Public safety	1,158,380	-	720	1,159,100
Judicial	122,070	-	-	122,070
Public works	6,233,838	-	-	6,233,838
Health	2,836,154	-	-	2,836,154
Welfare	1,619,086	-	-	1,619,086
Culture and recreation	2,042,849	-	4,000	2,046,849
Community support	-	-	156,786	156,786
Economic opportunity	179,513	-	-	179,513
Capital outlay	3,861,615	-	396,071	4,257,686
Debt service:				
Principal retirement	-	4,793,200	-	4,793,200
Interest and fiscal charges	-	3,072,875	-	3,072,875
Total Expenditures	<u>18,685,620</u>	<u>7,866,075</u>	<u>557,577</u>	<u>27,109,272</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,058,589</u>	<u>(5,764,314)</u>	<u>(470,333)</u>	<u>(3,176,058)</u>
Other Financing Sources (Uses):				
Debt issued	2,651,000	-	-	2,651,000
Transfers in	2,457,200	7,040,706	890,000	10,387,906
Transfers out	(5,493,862)	(1,525,000)	(480,000)	(7,498,862)
Total Other Financing Sources (Uses)	<u>(385,662)</u>	<u>5,515,706</u>	<u>410,000</u>	<u>5,540,044</u>
Net Change in Fund Balances	2,672,927	(248,608)	(60,333)	2,363,986
Fund Balances, July 1	<u>11,329,314</u>	<u>502,643</u>	<u>446,197</u>	<u>12,278,154</u>
Fund Balances, June 30	<u>\$ 14,002,241</u>	<u>\$ 254,035</u>	<u>\$ 385,864</u>	<u>\$ 14,642,140</u>

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SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Nonmajor Funds

Senior Citizens Center Fund - This Fund is used to account for the 1984 voter-approved tax override of five cents to provide for the construction, furnishing, equipment, operation, and ongoing maintenance of Senior Citizens facilities in Carson City.

Cooperative Extension Fund - This Fund was established in accordance with Nevada Revised Statute 549.020 and is used to account for the City's share of the Cooperative Extension work which is funded by a one cent to five cent tax rate subject to Board of Supervisor approval.

Traffic Transportation Fund - This Fund was established in accordance with the Carson City Charter Section 2.240 and is used to account for monies received for parking fees and fines and may be expended only for the establishment, repair, and control of parking meters, facilities for parking, and any other appurtenances necessary for traffic control.

Supplemental Indigent Fund - This Fund is used to account for additional indigent expenditures other than General Fund requirements and for the collection and payment to the State of Nevada for the auto accident indigent ad valorem tax levy.

Library Gift Fund - This Fund was established in accordance with Nevada Revised Statute 379.106 and is used to account for all gifts to the Ormsby Public Library.

Administrative Assessments Fund - This Fund was established by NRS 176.059 and is used to account for the City's share of assessments on misdemeanor convictions.

911 Surcharge Fund - This Fund was established in accordance with Nevada Revised Statute 244A.7643 and is used to account for the 911 surcharge monies that may be expended only for the enhancement or improvement of the telephone system for reporting an emergency in Carson City County.

Capital Projects Fund - This Fund is used to account for the additional ad valorem tax imposed in accordance with Nevada Revised Statute 354.598155 for the purpose of replacing major assets.

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SPECIAL REVENUE FUNDS
Continued

Street Maintenance Fund - This Fund is used to account for the one-quarter percent (0.25%) retail sales and use tax for the sole purpose of maintaining and repairing public roads within Carson City; the one cent per gallon motor vehicle fuel tax approved by the voters in 1986 for the purpose of repairing or restoring existing paved roads, streets, and alleys; and the 3.60 and 1.75 cents per gallon motor vehicle fuel taxes collected in accordance with Nevada Revised Statutes 365.180 and 365.190.

Redevelopment Administration Fund - This Fund is used to account for the operations of the Redevelopment Agency, which has been combined with Carson City for financial statement purposes.

Carson City Transit Fund - This Fund is used to account for transit grants, fares, donations, and additional City funding to be used for the sole purpose of providing public transportation services within Carson City.

Commissary Fund - This Fund is used to operate a commissary to allow the Sheriff to sell to the prisoners food, beverages, toiletries, and similar items as the Sheriff may approve. The Sheriff must expend the profits from the operation of the commissary only for the welfare and benefit of the prisoners in the jail.

V & T Special Infrastructure Fund – This fund is used to account for the 0.125% sales tax revenue that is pledged for the payment of principal and interest on the bonds known as the V & T Historical Bonds.

Campo Fund - This fund is used to account for revenues received and expenditures incurred related to the administration of Federal Highway Administration and Federal Transit Administration Metropolitan Planning activities.

Airport Fund - This Fund is used to account for Federal Aviation Administration grants awarded to the City.

Regional Transportation Fund - This Fund is used to account for the nine cent per gallon County fuel tax imposed in accordance with Nevada Revised Statute 373.030. The monies are to be used for the purpose of street and highway construction.

Quality of Life Fund - This Fund is used to account for a voter approved one-quarter percent (0.25%) sales tax for the purpose of acquiring open space and the construction and maintenance of park and trail facilities.

Grant Fund - This fund is used to account for state and federal grants.

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014
(PAGE 1 OF 3)**

	SENIOR CITIZENS CENTER	COOPERATIVE EXTENSION	TRAFFIC TRANSPORTATION	SUPPLEMENTAL INDIGENT
ASSETS				
Cash and investments:				
Unrestricted	\$ 115,558	\$ 284,856	\$ 14,882	\$ 124,214
Restricted	-	-	-	-
Taxes receivable, delinquent	13,739	3,502	-	31,602
Accounts receivable	-	1,375	-	-
Due from other funds	-	-	-	-
Due from other governments	-	2,871	-	1,337
Due from component units	-	-	-	-
Deposits	-	-	-	-
Prepaid items	-	-	1	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 129,297</u>	<u>\$ 292,604</u>	<u>\$ 14,883</u>	<u>\$ 157,153</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 5,629	\$ 936	\$ 250	\$ 95,181
Accrued salaries and benefits	14,495	-	3,119	-
Due to other funds	-	-	-	-
Due to other governments	-	41,377	-	34,707
Due to component units	-	-	-	-
Unearned revenue	-	-	-	-
Payable from restricted assets	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>20,124</u>	<u>42,313</u>	<u>3,369</u>	<u>129,888</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent property taxes	11,748	2,998	-	27,021
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Fund balances:				
Nonspendable:				
Deposits	-	-	-	-
Prepaid items	-	-	1	-
Restricted for:				
General government	-	-	-	-
Public safety	-	-	-	-
Judicial	-	-	-	-
Public works	-	-	-	-
Welfare	-	-	-	244
Health	-	-	-	-
Culture and recreation	97,425	247,293	-	-
Redevelopment	-	-	-	-
Committed to:				
Public safety	-	-	11,513	-
Assigned to:				
Capital projects	-	-	-	-
Public safety	-	-	-	-
Other purposes	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>97,425</u>	<u>247,293</u>	<u>11,514</u>	<u>244</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 129,297</u>	<u>\$ 292,604</u>	<u>\$ 14,883</u>	<u>\$ 157,153</u>

LIBRARY GIFT	ADMINISTRATIVE ASSESSMENTS	911 SURCHARGE	CAPITAL PROJECTS
\$ 208,644	\$ 59,499	\$ 1,426,945	\$ 2,155,688
-	-	-	-
-	-	-	13,733
32,910	-	19,155	-
-	-	-	-
-	672	-	-
-	-	-	-
-	-	-	-
-	-	65,275	-
<u>\$ 241,554</u>	<u>\$ 60,171</u>	<u>\$ 1,511,375</u>	<u>\$ 2,169,421</u>
\$ 38,724	\$ 672	\$ 34,355	\$ 132,321
-	-	-	-
-	-	-	-
21	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>38,745</u>	<u>672</u>	<u>34,355</u>	<u>132,321</u>
-	-	-	11,744
-	-	-	-
-	-	65,275	-
-	-	-	-
-	-	1,411,745	-
-	59,499	-	-
-	-	-	-
-	-	-	-
202,809	-	-	-
-	-	-	-
-	-	-	-
-	-	-	2,025,356
-	-	-	-
-	-	-	-
<u>202,809</u>	<u>59,499</u>	<u>1,477,020</u>	<u>2,025,356</u>
<u>\$ 241,554</u>	<u>\$ 60,171</u>	<u>\$ 1,511,375</u>	<u>\$ 2,169,421</u>

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014
(PAGE 2 OF 3)**

	<u>STREET MAINTENANCE</u>	<u>REDEVELOPMENT ADMINISTRATION</u>	<u>CARSON CITY TRANSIT</u>
ASSETS			
Cash and investments:			
Unrestricted	\$ 513,548	\$ 149,803	\$ 121,165
Restricted	-	-	-
Taxes receivable, delinquent	-	-	-
Accounts receivable	-	-	5,938
Due from other funds	-	-	-
Due from other governments	692,003	-	148,844
Due from component units	-	-	-
Deposits	-	-	-
Prepaid items	23	52	12,355
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 1,205,574</u>	<u>\$ 149,855</u>	<u>\$ 288,302</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 134,615	\$ 3,044	\$ 55,673
Accrued salaries and benefits	80,967	13,260	3,436
Due to other funds	-	-	-
Due to other governments	-	-	10,108
Due to component units	-	-	-
Unearned revenue	-	4,583	-
Payable from restricted assets	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>215,582</u>	<u>20,887</u>	<u>69,217</u>
Deferred inflows of resources:			
Unavailable revenue - delinquent property taxes	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Fund balances:			
Nonspendable:			
Deposits	-	-	-
Prepaid items	23	52	12,355
Restricted for:			
General government	-	-	-
Public safety	-	-	-
Judicial	-	-	-
Public works	989,969	-	206,730
Welfare	-	-	-
Health	-	-	-
Culture and recreation	-	-	-
Redevelopment	-	128,916	-
Committed to:			
Public safety	-	-	-
Assigned to:			
Capital projects	-	-	-
Public safety	-	-	-
Other purposes	-	-	-
	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>989,992</u>	<u>128,968</u>	<u>219,085</u>
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,205,574</u>	<u>\$ 149,855</u>	<u>\$ 288,302</u>

COMMISSARY	V & T SPECIAL INFRASTRUCTURE	CAMPO	AIRPORT
\$ 60,133	\$ -	\$ -	\$ -
56,778	-	-	-
-	-	-	-
9,597	-	-	-
-	-	-	-
-	176,919	72,929	14,263
-	-	-	-
16,075	-	-	-
1	-	275	-
<u>\$ 142,584</u>	<u>\$ 176,919</u>	<u>\$ 73,204</u>	<u>\$ 14,263</u>
\$ 14,321	\$ -	\$ 20,118	\$ -
2,764	-	-	-
-	-	31,837	-
-	-	-	-
-	-	-	14,263
-	-	-	-
52,853	-	-	-
<u>69,938</u>	<u>-</u>	<u>51,955</u>	<u>14,263</u>
-	-	-	-
16,075	-	-	-
1	-	275	-
-	176,919	-	-
56,570	-	-	-
-	-	-	-
-	-	20,974	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>72,646</u>	<u>176,919</u>	<u>21,249</u>	<u>-</u>
<u>\$ 142,584</u>	<u>\$ 176,919</u>	<u>\$ 73,204</u>	<u>\$ 14,263</u>

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**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2014
(PAGE 3 OF 3)**

	REGIONAL TRANSPORTATION	QUALITY OF LIFE	GRANT	TOTAL
ASSETS				
Cash and investments:				
Unrestricted	\$ 27,508	\$ 6,735,656	\$ -	\$ 11,998,099
Restricted	-	-	-	56,778
Taxes receivable, delinquent	-	-	-	62,576
Accounts receivable	-	2,505	3,362	74,842
Due from other funds	31,837	-	-	31,837
Due from other governments	656,934	360,646	1,198,509	3,325,927
Due from component units	-	-	58,833	58,833
Deposits	-	-	-	16,075
Prepaid items	315	67	7,485	85,849
	<u>716,594</u>	<u>7,098,874</u>	<u>1,268,189</u>	<u>15,710,816</u>
Total Assets	<u>\$ 716,594</u>	<u>\$ 7,098,874</u>	<u>\$ 1,268,189</u>	<u>\$ 15,710,816</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 94,942	\$ 29,411	\$ 241,572	\$ 901,764
Accrued salaries and benefits	12,554	15,455	115,218	261,268
Due to other funds	-	-	127,542	159,379
Due to other governments	-	2,340	11,808	100,361
Due to component units	-	-	-	14,263
Unearned revenue	-	-	160,593	165,176
Payable from restricted assets	-	-	-	52,853
	<u>107,496</u>	<u>47,206</u>	<u>656,733</u>	<u>1,655,064</u>
Total Liabilities	<u>107,496</u>	<u>47,206</u>	<u>656,733</u>	<u>1,655,064</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent property tax	-	-	-	53,511
	<u>-</u>	<u>-</u>	<u>-</u>	<u>53,511</u>
Fund balances:				
Nonspendable:				
Deposits	-	-	-	16,075
Prepaid items	315	67	7,485	85,849
Restricted for:				
General government	-	-	-	176,919
Public safety	-	-	2,645	1,470,960
Judicial	-	-	-	59,499
Public works	608,783	-	-	1,826,456
Welfare	-	-	-	244
Health	-	-	107,239	107,239
Culture and recreation	-	7,051,601	-	7,599,128
Redevelopment	-	-	-	128,916
Committed to:				
Public safety	-	-	-	11,513
Assigned to:				
Capital projects	-	-	-	2,025,356
Public safety	-	-	60,080	60,080
Other purposes	-	-	434,007	434,007
	<u>609,098</u>	<u>7,051,668</u>	<u>611,456</u>	<u>14,002,241</u>
Total Fund Balances	<u>609,098</u>	<u>7,051,668</u>	<u>611,456</u>	<u>14,002,241</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances				
	<u>\$ 716,594</u>	<u>\$ 7,098,874</u>	<u>\$ 1,268,189</u>	<u>\$ 15,710,816</u>

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 1 OF 3)

	<u>SENIOR CITIZENS CENTER</u>	<u>COOPERATIVE EXTENSION</u>	<u>TRAFFIC TRANSPORTATION</u>
Revenues:			
Taxes	\$ 593,584	\$ 151,957	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	-	-	-
Charges for services	-	-	-
Fines and forfeits	-	-	50,030
Miscellaneous	2,045	11,891	14,091
	<u>595,629</u>	<u>163,848</u>	<u>64,121</u>
Total Revenues			
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	74,733
Judicial	-	-	-
Public works	-	-	-
Welfare	-	-	-
Health	-	-	-
Culture and recreation	549,125	208,306	-
Economic opportunity	-	-	-
Capital outlay	150,377	-	-
	<u>699,502</u>	<u>208,306</u>	<u>74,733</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>(103,873)</u>	<u>(44,458)</u>	<u>(10,612)</u>
Other Financing Sources (Uses):			
Debt issued	-	-	-
Transfers in	-	-	15,000
Transfers out	(166,912)	-	(481)
	<u>(166,912)</u>	<u>-</u>	<u>14,519</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	(270,785)	(44,458)	3,907
Fund Balances, July 1	<u>368,210</u>	<u>291,751</u>	<u>7,607</u>
Fund Balances, June 30	<u>\$ 97,425</u>	<u>\$ 247,293</u>	<u>\$ 11,514</u>

<u>SUPPLEMENTAL INDIGENT</u>	<u>LIBRARY GIFT</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>911 SURCHARGE</u>	<u>CAPITAL PROJECTS</u>
\$ 1,365,253	\$ -	\$ -	\$ -	\$ 593,580
-	-	-	223,684	-
-	-	69,804	-	-
-	-	-	-	-
-	-	-	-	-
4,426	87,843	-	6,348	7,007
<u>1,369,679</u>	<u>87,843</u>	<u>69,804</u>	<u>230,032</u>	<u>600,587</u>
-	-	-	-	4,110
-	-	-	136,087	3,260
-	-	41,162	-	-
-	-	-	-	31,676
1,369,437	-	-	-	-
-	-	-	-	-
-	125,787	-	-	37,339
-	-	-	-	-
-	-	14,930	99,323	312,122
<u>1,369,437</u>	<u>125,787</u>	<u>56,092</u>	<u>235,410</u>	<u>388,507</u>
242	(37,944)	13,712	(5,378)	212,080
-	-	-	918,000	1,733,000
-	-	-	-	-
-	-	-	-	(229,990)
-	-	-	918,000	1,503,010
242	(37,944)	13,712	912,622	1,715,090
2	240,753	45,787	564,398	310,266
<u>\$ 244</u>	<u>\$ 202,809</u>	<u>\$ 59,499</u>	<u>\$ 1,477,020</u>	<u>\$ 2,025,356</u>

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 2 OF 3)

	STREET MAINTENANCE	REDEVELOPMENT ADMINISTRATION	CARSON CITY TRANSIT
Revenues:			
Taxes	\$ 2,311,077	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	1,403,326	5,796	900,854
Charges for services	12,343	-	94,963
Fines and forfeits	-	-	-
Miscellaneous	7,237	10,938	33,078
Total Revenues	<u>3,733,983</u>	<u>16,734</u>	<u>1,028,895</u>
Expenditures:			
Current:			
General government	-	600,773	-
Public safety	-	-	-
Judicial	-	-	-
Public works	4,508,273	-	1,062,842
Welfare	-	-	-
Health	-	-	-
Culture and recreation	-	-	-
Economic opportunity	-	-	-
Capital outlay	76,377	-	217,388
Total Expenditures	<u>4,584,650</u>	<u>600,773</u>	<u>1,280,230</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(850,667)</u>	<u>(584,039)</u>	<u>(251,335)</u>
Other Financing Sources (Uses):			
Debt issued	-	-	-
Transfers in	1,300,000	635,000	350,000
Transfers out	(10,760)	(2,481)	(650)
Total Other Financing Sources (Uses)	<u>1,289,240</u>	<u>632,519</u>	<u>349,350</u>
Net Change in Fund Balances	438,573	48,480	98,015
Fund Balances, July 1	<u>551,419</u>	<u>80,488</u>	<u>121,070</u>
Fund Balances, June 30	<u>\$ 989,992</u>	<u>\$ 128,968</u>	<u>\$ 219,085</u>

COMMISSARY	V & T SPECIAL INFRASTRUCTURE	CAMPO	AIRPORT	REGIONAL TRANSPORTATION
\$ -	\$ 987,944	\$ -	\$ -	\$ 3,001,996
-	-	-	-	-
-	100,000	325,598	2,111,614	511,717
202,274	-	-	-	-
-	-	-	-	-
52,529	74	-	-	3,222
<u>254,803</u>	<u>1,088,018</u>	<u>325,598</u>	<u>2,111,614</u>	<u>3,516,935</u>
-	250	-	-	-
277,434	-	-	-	-
-	-	-	-	-
-	-	340,463	-	290,584
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	2,111,614	383,308
<u>277,434</u>	<u>250</u>	<u>340,463</u>	<u>2,111,614</u>	<u>673,892</u>
(22,631)	1,087,768	(14,865)	-	2,843,043
-	-	-	-	-
82,610	-	20,056	-	-
(369)	(1,081,999)	-	-	(3,019,051)
<u>82,241</u>	<u>(1,081,999)</u>	<u>20,056</u>	<u>-</u>	<u>(3,019,051)</u>
59,610	5,769	5,191	-	(176,008)
<u>13,036</u>	<u>171,150</u>	<u>16,058</u>	<u>-</u>	<u>785,106</u>
<u>\$ 72,646</u>	<u>\$ 176,919</u>	<u>\$ 21,249</u>	<u>\$ -</u>	<u>\$ 609,098</u>

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 3 OF 3)

	QUALITY OF LIFE	GRANT	TOTAL
Revenues:			
Taxes	\$ 1,975,849	\$ -	\$ 10,981,240
Licenses and permits	-	-	223,684
Intergovernmental revenues	22,809	4,141,054	9,592,572
Charges for services	-	81,602	391,182
Fines and forfeits	-	-	50,030
Miscellaneous	58,528	206,244	505,501
Total Revenues	<u>2,057,186</u>	<u>4,428,900</u>	<u>21,744,209</u>
Expenditures:			
Current:			
General government	-	26,982	632,115
Public safety	-	666,866	1,158,380
Judicial	-	80,908	122,070
Public works	-	-	6,233,838
Welfare	-	249,649	1,619,086
Health	-	2,836,154	2,836,154
Culture and recreation	930,826	191,466	2,042,849
Economic opportunity	-	179,513	179,513
Capital outlay	325,716	170,460	3,861,615
Total Expenditures	<u>1,256,542</u>	<u>4,401,998</u>	<u>18,685,620</u>
Excess (Deficiency) of Revenues over Expenditures	<u>800,644</u>	<u>26,902</u>	<u>3,058,589</u>
Other Financing Sources (Uses):			
Debt issued	-	-	2,651,000
Transfers in	-	54,534	2,457,200
Transfers out	(981,169)	-	(5,493,862)
Total Other Financing Sources (Uses)	<u>(981,169)</u>	<u>54,534</u>	<u>(385,662)</u>
Net Change in Fund Balances	(180,525)	81,436	2,672,927
Fund Balances, July 1	<u>7,232,193</u>	<u>530,020</u>	<u>11,329,314</u>
Fund Balances, June 30	<u>\$ 7,051,668</u>	<u>\$ 611,456</u>	<u>\$ 14,002,241</u>

CARSON CITY
SENIOR CITIZENS CENTER FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Ad valorem	\$ 603,470	\$ 593,584	\$ (9,886)	\$ 656,738
Miscellaneous:				
Investment income	5,000	2,045	(2,955)	1,257
Total Revenues	<u>608,470</u>	<u>595,629</u>	<u>(12,841)</u>	<u>657,995</u>
Expenditures:				
Culture and recreation:				
Participant recreation:				
Salaries and wages	209,045	209,069	(24)	200,482
Employee benefits	98,040	96,655	1,385	89,551
Services and supplies	249,545	243,401	6,144	253,211
Capital outlay	150,000	150,377	(377)	30,528
Total Expenditures	<u>706,630</u>	<u>699,502</u>	<u>7,128</u>	<u>573,772</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(98,160)</u>	<u>(103,873)</u>	<u>(5,713)</u>	<u>84,223</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(15,000)	(15,000)	-	(15,000)
Group Medical Fund	(2,112)	(2,112)	-	-
Carson City Debt Service Fund	(149,800)	(149,800)	-	(148,400)
Total Other Financing Sources (Uses)	<u>(166,912)</u>	<u>(166,912)</u>	<u>-</u>	<u>(163,400)</u>
Net Change in Fund Balances	<u>(265,072)</u>	<u>(270,785)</u>	<u>(5,713)</u>	<u>(79,177)</u>
Fund Balances, July 1	<u>368,210</u>	<u>368,210</u>	<u>-</u>	<u>447,387</u>
Fund Balances, June 30	<u>\$ 103,138</u>	<u>\$ 97,425</u>	<u>\$ (5,713)</u>	<u>\$ 368,210</u>

**CARSON CITY
COOPERATIVE EXTENSION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Ad valorem	\$ 154,698	\$ 151,957	\$ (2,741)	\$ 168,116
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	-	-	-	7,274
Miscellaneous:				
Refunds and reimbursements	11,714	11,891	177	11,619
Total Revenues	<u>166,412</u>	<u>163,848</u>	<u>(2,564)</u>	<u>187,009</u>
Expenditures:				
Culture and recreation:				
Cooperative extension:				
Salaries and wages	10,390	3,966	6,424	4,358
Employee benefits	295	120	175	131
Services and supplies	320,894	204,220	116,674	154,856
Total Expenditures	<u>331,579</u>	<u>208,306</u>	<u>123,273</u>	<u>159,345</u>
Excess (Deficiency) of Revenues over Expenditures	(165,167)	(44,458)	120,709	27,664
Fund Balances, July 1	<u>291,751</u>	<u>291,751</u>	-	<u>264,087</u>
Fund Balances, June 30	<u>\$ 126,584</u>	<u>\$ 247,293</u>	<u>\$ 120,709</u>	<u>\$ 291,751</u>

CARSON CITY
TRAFFIC TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Fines and forfeits:				
Fines:				
Court	\$ 50,000	\$ 50,030	\$ 30	\$ 49,002
Miscellaneous:				
Investment income	100	95	(5)	26
Rents and royalties	15,650	13,856	(1,794)	14,055
Other	-	140	140	136
	<u>15,750</u>	<u>14,091</u>	<u>(1,659)</u>	<u>14,217</u>
Total Revenues	<u>65,750</u>	<u>64,121</u>	<u>(1,629)</u>	<u>63,219</u>
Expenditures:				
Public safety:				
Sheriff - parking enforcement:				
Salaries and wages	49,639	47,781	1,858	47,837
Employee benefits	22,272	21,787	485	20,781
Services and supplies	9,772	5,165	4,607	7,847
	<u>81,683</u>	<u>74,733</u>	<u>6,950</u>	<u>76,465</u>
Total Expenditures	<u>81,683</u>	<u>74,733</u>	<u>6,950</u>	<u>76,465</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(15,933)</u>	<u>(10,612)</u>	<u>5,321</u>	<u>(13,246)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	15,000	15,000	-	15,000
Group Medical Fund	(481)	(481)	-	-
	<u>14,519</u>	<u>14,519</u>	<u>-</u>	<u>15,000</u>
Total Other Financing Sources (Uses)	<u>14,519</u>	<u>14,519</u>	<u>-</u>	<u>15,000</u>
Net Change in Fund Balances	(1,414)	3,907	5,321	1,754
Fund Balances, July 1	<u>7,607</u>	<u>7,607</u>	<u>-</u>	<u>5,853</u>
Fund Balances, June 30	<u>\$ 6,193</u>	<u>\$ 11,514</u>	<u>\$ 5,321</u>	<u>\$ 7,607</u>

**CARSON CITY
SUPPLEMENTAL INDIGENT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Ad valorem	\$ 1,386,578	\$ 1,365,253	\$ (21,325)	\$ 1,510,507
Miscellaneous:				
Investment income	3,000	4,426	1,426	3,301
Total Revenues	<u>1,389,578</u>	<u>1,369,679</u>	<u>(19,899)</u>	<u>1,513,808</u>
Expenditures:				
Welfare:				
Institutional care:				
Services and supplies	<u>1,389,578</u>	<u>1,369,437</u>	<u>20,141</u>	<u>1,513,910</u>
Excess (Deficiency) of Revenues over Expenditures	-	242	242	(102)
Fund Balances, July 1	<u>-</u>	<u>2</u>	<u>2</u>	<u>104</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 244</u>	<u>\$ 244</u>	<u>\$ 2</u>

**CARSON CITY
LIBRARY GIFT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Miscellaneous:				
Investment income	\$ 2,000	\$ 1,980	\$ (20)	\$ 459
Donations and gifts	<u>82,837</u>	<u>85,863</u>	<u>3,026</u>	<u>91,166</u>
Total Revenues	<u>84,837</u>	<u>87,843</u>	<u>3,006</u>	<u>91,625</u>
Expenditures:				
Culture and recreation:				
Libraries:				
Services and supplies	283,416	125,787	157,629	57,363
Capital outlay	<u>37,174</u>	<u>-</u>	<u>37,174</u>	<u>9,250</u>
Total Expenditures	<u>320,590</u>	<u>125,787</u>	<u>194,803</u>	<u>66,613</u>
Excess (Deficiency) of Revenues over Expenditures	(235,753)	(37,944)	197,809	25,012
Fund Balances, July 1	<u>240,753</u>	<u>240,753</u>	-	<u>215,741</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 202,809</u>	<u>\$ 197,809</u>	<u>\$ 240,753</u>

CARSON CITY
ADMINISTRATIVE ASSESSMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Intergovernmental revenues:				
State shared revenue:				
Administrative assessments	\$ 80,000	\$ 69,804	\$ (10,196)	\$ 82,617
Expenditures:				
Judicial:				
Salaries and wages	7,000	-	7,000	-
Employee benefits	200	-	200	-
Services and supplies	113,587	41,162	72,425	66,130
Capital outlay	-	14,930	(14,930)	7,957
Total Expenditures	120,787	56,092	64,695	74,087
Excess (Deficiency) of Revenues over Expenditures	(40,787)	13,712	54,499	8,530
Fund Balances, July 1	45,787	45,787	-	37,257
Fund Balances, June 30	\$ 5,000	\$ 59,499	\$ 54,499	\$ 45,787

CARSON CITY
911 SURCHARGE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2013</u>
Revenues:				
Licenses and permits:				
Franchise fees:				
Telephone	\$ 205,000	\$ 223,684	\$ 18,684	\$ 229,539
Miscellaneous:				
Investment income	5,000	6,348	1,348	1,260
Total Revenues	<u>210,000</u>	<u>230,032</u>	<u>20,032</u>	<u>230,799</u>
Expenditures:				
Public Safety:				
Services and supplies	147,136	136,087	11,049	112,163
Capital outlay	<u>1,225,700</u>	<u>99,323</u>	<u>1,126,377</u>	<u>-</u>
Total Expenditures	<u>1,372,836</u>	<u>235,410</u>	<u>1,137,426</u>	<u>112,163</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,162,836)</u>	<u>(5,378)</u>	<u>1,157,458</u>	<u>118,636</u>
Other Financing Sources (Uses):				
Debt issued	<u>921,700</u>	<u>918,000</u>	<u>(3,700)</u>	<u>-</u>
Net Change in Fund Balances	(241,136)	912,622	1,153,758	118,636
Fund Balances, July 1	<u>564,398</u>	<u>564,398</u>	<u>-</u>	<u>445,762</u>
Fund Balances, June 30	<u>\$ 323,262</u>	<u>\$ 1,477,020</u>	<u>\$ 1,153,758</u>	<u>\$ 564,398</u>

**CARSON CITY
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Ad valorem	\$ 603,470	\$ 593,580	\$ (9,890)	\$ 656,748
Intergovernmental revenues:				
State grants	-	-	-	6,765
Miscellaneous:				
Investment income	5,000	7,007	2,007	2,404
Total Revenues	<u>608,470</u>	<u>600,587</u>	<u>(7,883)</u>	<u>665,917</u>
Expenditures:				
General government:				
Services and supplies	13,251	4,110	9,141	122,213
Capital Outlay	436,529	139,312	297,217	84,412
	<u>449,780</u>	<u>143,422</u>	<u>306,358</u>	<u>206,625</u>
Public safety:				
Services and supplies	4,554	3,260	1,294	1,925
Capital outlay	100,000	100,000	-	310,315
	<u>104,554</u>	<u>103,260</u>	<u>1,294</u>	<u>312,240</u>
Judicial:				
Services and supplies	-	-	-	7,600
Capital outlay	-	-	-	41,186
	<u>-</u>	<u>-</u>	<u>-</u>	<u>48,786</u>
Public works:				
Services and supplies	240,864	31,676	209,188	18,828
Capital outlay	1,500,036	-	1,500,036	727,357
	<u>1,740,900</u>	<u>31,676</u>	<u>1,709,224</u>	<u>746,185</u>
Culture and recreation:				
Services and supplies	13,601	37,339	(23,738)	8,210
Capital outlay	115,811	72,810	43,001	33,081
	<u>129,412</u>	<u>110,149</u>	<u>19,263</u>	<u>41,291</u>
Economic opportunity:				
Capital outlay	-	-	-	1,172,112
Total Expenditures	<u>2,424,646</u>	<u>388,507</u>	<u>2,036,139</u>	<u>2,527,239</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,816,176)</u>	<u>212,080</u>	<u>2,028,256</u>	<u>(1,861,322)</u>

**CARSON CITY
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Other Financing Sources (Uses):				
Debt issued	1,740,900	1,733,000	(7,900)	2,269,500
Transfers in (out):				
Carson City Debt Service Fund	(229,990)	(229,990)	-	(368,755)
Total Other Financing Sources (Uses)	1,510,910	1,503,010	(7,900)	1,900,745
Net Change in Fund Balances	(305,266)	1,715,090	2,020,356	39,423
Fund Balances, July 1	310,266	310,266	-	270,843
Fund Balances, June 30	\$ 5,000	\$ 2,025,356	\$ 2,020,356	\$ 310,266

**CARSON CITY
STREET MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 334,077	\$ 335,231	\$ 1,154	\$ 328,931
Sales tax, voter approved	1,999,505	1,975,846	(23,659)	1,919,372
	<u>2,333,582</u>	<u>2,311,077</u>	<u>(22,505)</u>	<u>2,248,303</u>
Intergovernmental revenues:				
Federal grants	4,800	80,455	75,655	54,507
State grants	3,500	26,347	22,847	-
State shared revenues:				
Motor vehicle fuel tax	1,208,050	1,201,763	(6,287)	1,188,366
Other local government grants	90,500	94,761	4,261	64,106
	<u>1,306,850</u>	<u>1,403,326</u>	<u>96,476</u>	<u>1,306,979</u>
Charges for services	<u>40,000</u>	<u>12,343</u>	<u>(27,657)</u>	<u>26,731</u>
Miscellaneous:				
Investment income	100	237	137	120
Refunds and reimbursements	7,000	7,000	-	918
	<u>7,100</u>	<u>7,237</u>	<u>137</u>	<u>1,038</u>
Total Revenues	<u>3,687,532</u>	<u>3,733,983</u>	<u>46,451</u>	<u>3,583,051</u>
Expenditures:				
Public works:				
Salaries and wages	1,263,381	1,295,096	(31,715)	1,210,145
Employee benefits	508,033	461,540	46,493	466,470
Services and supplies	3,150,409	2,751,637	398,772	2,123,665
Capital outlay	79,315	76,377	2,938	413
Total Expenditures	<u>5,001,138</u>	<u>4,584,650</u>	<u>416,488</u>	<u>3,800,693</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,313,606)</u>	<u>(850,667)</u>	<u>462,939</u>	<u>(217,642)</u>
Other Financing Sources (Uses):				
Sale of capital assets	-	-	-	4,465
Transfers in (out):				
Regional Transportation Fund	1,400,000	1,300,000	(100,000)	275,000
Group Medical Fund	(10,760)	(10,760)	-	-
Total Other Financing Sources (Uses)	<u>1,389,240</u>	<u>1,289,240</u>	<u>(100,000)</u>	<u>279,465</u>
Net Change in Fund Balances	75,634	438,573	362,939	61,823
Fund Balances, July 1	<u>551,419</u>	<u>551,419</u>	<u>-</u>	<u>489,596</u>
Fund Balances, June 30	<u>\$ 627,053</u>	<u>\$ 989,992</u>	<u>\$ 362,939</u>	<u>\$ 551,419</u>

**CARSON CITY
REDEVELOPMENT ADMINISTRATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Intergovernmental revenues:				
Other local government grants	\$ 5,379	\$ 5,796	\$ 417	\$ 10,379
Miscellaneous:				
Investment income	1,000	688	(312)	950
Other	11,000	10,250	(750)	11,170
	<u>12,000</u>	<u>10,938</u>	<u>(1,062)</u>	<u>12,120</u>
Total Revenues	<u>17,379</u>	<u>16,734</u>	<u>(645)</u>	<u>22,499</u>
Expenditures:				
General government:				
Salaries and wages	261,828	235,697	26,131	161,818
Employee benefits	111,225	92,581	18,644	64,892
Services and supplies	329,425	272,495	56,930	284,481
Total Expenditures	<u>702,478</u>	<u>600,773</u>	<u>101,705</u>	<u>511,191</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(685,099)</u>	<u>(584,039)</u>	<u>101,060</u>	<u>(488,692)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	635,000	635,000	-	480,000
Group Medical Fund	(2,481)	(2,481)	-	-
Total Other Financing Sources (Uses)	<u>632,519</u>	<u>632,519</u>	<u>-</u>	<u>480,000</u>
Net Change in Fund Balances	(52,580)	48,480	101,060	(8,692)
Fund Balances, July 1	<u>80,488</u>	<u>80,488</u>	<u>-</u>	<u>89,180</u>
Fund Balances, June 30	<u>\$ 27,908</u>	<u>\$ 128,968</u>	<u>\$ 101,060</u>	<u>\$ 80,488</u>

**CARSON CITY
CARSON CITY TRANSIT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 957,373	\$ 850,854	\$ (106,519)	\$ 858,868
State grants	50,000	50,000	-	87,501
	<u>1,007,373</u>	<u>900,854</u>	<u>(106,519)</u>	<u>946,369</u>
Charges for services:				
Ticket sales	98,800	94,963	(3,837)	99,574
Miscellaneous:				
Investment income	2,000	1,306	(694)	52
Rents and royalties	25,000	31,772	6,772	26,877
Refunds and reimbursements	-	-	-	1,288
	<u>27,000</u>	<u>33,078</u>	<u>6,078</u>	<u>28,217</u>
Total Revenues	<u>1,133,173</u>	<u>1,028,895</u>	<u>(104,278)</u>	<u>1,074,160</u>
Expenditures:				
Public works:				
Transit system:				
Salaries and wages	34,375	6,815	27,560	58,179
Employee benefits	31,343	21,731	9,612	26,117
Services and supplies	1,093,356	1,034,296	59,060	983,763
Capital outlay	250,000	217,388	32,612	336,796
Total Expenditures	<u>1,409,074</u>	<u>1,280,230</u>	<u>128,844</u>	<u>1,404,855</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(275,901)</u>	<u>(251,335)</u>	<u>24,566</u>	<u>(330,695)</u>
Other Financing Sources (Uses):				
Sale of capital assets	-	-	-	8,000
Transfers in (out):				
General Fund	350,000	350,000	-	270,000
Group Medical Fund	(650)	(650)	-	-
Total Other Financing Sources and (Uses)	<u>349,350</u>	<u>349,350</u>	<u>-</u>	<u>278,000</u>
Net Change in Fund Balances	73,449	98,015	24,566	(52,695)
Fund Balances, July 1	<u>121,070</u>	<u>121,070</u>	<u>-</u>	<u>173,765</u>
Fund Balances, June 30	<u>\$ 194,519</u>	<u>\$ 219,085</u>	<u>\$ 24,566</u>	<u>\$ 121,070</u>

**CARSON CITY
COMMISSARY FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Charges for Services:				
Public safety:				
Commissary sales	\$ 194,000	\$ 202,274	\$ 8,274	\$ 157,904
Miscellaneous:				
Investment income	1,000	107	(893)	(28)
Rents and royalties	60,000	51,217	(8,783)	35,086
Donations and gifts	-	1,205	1,205	279
	<u>61,000</u>	<u>52,529</u>	<u>(8,471)</u>	<u>35,337</u>
Total Revenues	<u>255,000</u>	<u>254,803</u>	<u>(197)</u>	<u>193,241</u>
Expenditures:				
Public safety:				
Salaries and wages	58,558	52,723	5,835	55,404
Employee benefits	20,410	18,852	1,558	18,440
Services and supplies	257,006	205,859	51,147	197,230
Total Expenditures	<u>335,974</u>	<u>277,434</u>	<u>58,540</u>	<u>271,074</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(80,974)</u>	<u>(22,631)</u>	<u>58,343</u>	<u>(77,833)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Insurance Fund	82,610	82,610	-	-
Group Medical Fund	(369)	(369)	-	-
Total Other Financing Sources and (Uses)	<u>82,241</u>	<u>82,241</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	1,267	59,610	58,343	(77,833)
Fund Balances, July 1	<u>13,036</u>	<u>13,036</u>	<u>-</u>	<u>90,869</u>
Fund Balances, June 30	<u>\$ 14,303</u>	<u>\$ 72,646</u>	<u>\$ 58,343</u>	<u>\$ 13,036</u>

CARSON CITY
V & T SPECIAL INFRASTRUCTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Sales tax	\$ 1,009,145	\$ 987,944	\$ (21,201)	\$ 959,874
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	100,000	100,000	-	100,000
Miscellaneous:				
Investment income	-	74	74	118
Total Revenues	<u>1,109,145</u>	<u>1,088,018</u>	<u>(21,127)</u>	<u>1,059,992</u>
Expenditures:				
General government:				
Services and supplies	1,250	250	1,000	-
Excess (Deficiency) of Revenues over Expenditures	<u>1,107,895</u>	<u>1,087,768</u>	<u>(20,127)</u>	<u>1,059,992</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Carson City Debt Service Fund	<u>(1,258,932)</u>	<u>(1,081,999)</u>	<u>176,933</u>	<u>(1,059,315)</u>
Net Change in Fund Balances	(151,037)	5,769	156,806	677
Fund Balances, July 1	<u>171,150</u>	<u>171,150</u>	<u>-</u>	<u>170,473</u>
Fund Balances, June 30	<u>\$ 20,113</u>	<u>\$ 176,919</u>	<u>\$ 156,806</u>	<u>\$ 171,150</u>

**CARSON CITY
CAMPO FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 447,500	\$ 315,403	\$ (132,097)	\$ 286,528
Other local government grants:				
Interlocal cooperative agreements	<u>10,000</u>	<u>10,195</u>	<u>195</u>	<u>10,057</u>
Total Revenues	<u>457,500</u>	<u>325,598</u>	<u>(131,902)</u>	<u>296,585</u>
Expenditures:				
Public works:				
Services and supplies	<u>475,000</u>	<u>340,463</u>	<u>134,537</u>	<u>306,322</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(17,500)</u>	<u>(14,865)</u>	<u>2,635</u>	<u>(9,737)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Regional Transportation Fund	<u>17,500</u>	<u>20,056</u>	<u>2,556</u>	<u>20,418</u>
Net Change in Fund Balances	-	5,191	5,191	10,681
Fund Balances, July 1	<u>-</u>	<u>16,058</u>	<u>16,058</u>	<u>5,377</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 21,249</u>	<u>\$ 21,249</u>	<u>\$ 16,058</u>

**CARSON CITY
AIRPORT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Intergovernmental revenues:				
Federal grant, FAA	\$ 2,457,937	\$ 1,979,637	\$ (478,300)	\$ 384,386
Other local shared revenues:				
CC Airport Authority	163,864	131,977	(31,887)	22,456
Total Revenues	<u>2,621,801</u>	<u>2,111,614</u>	<u>(510,187)</u>	<u>406,842</u>
Expenditures:				
Airport:				
Services and supplies	-	-	-	45,765
Capital outlay	2,621,801	2,111,614	510,187	361,077
Total Expenditures	<u>2,621,801</u>	<u>2,111,614</u>	<u>510,187</u>	<u>406,842</u>
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
Fund Balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CARSON CITY
REGIONAL TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 3,008,044	\$ 3,001,996	\$ (6,048)	\$ 2,945,573
Intergovernmental revenues:				
Federal grants	772,186	340,187	(431,999)	953,679
State grants	200,472	171,530	(28,942)	636,078
Other local government grants:				
Interlocal cooperative agreements	-	-	-	162,124
	<u>972,658</u>	<u>511,717</u>	<u>(460,941)</u>	<u>1,751,881</u>
Miscellaneous:				
Investment income	200	3,222	3,022	1,309
Total Revenues	<u>3,980,902</u>	<u>3,516,935</u>	<u>(463,967)</u>	<u>4,698,763</u>
Expenditures:				
Public works:				
Paved streets:				
Salaries and wages	-	-	-	57
Employee benefits	69,535	28,280	41,255	27,759
Services and supplies	333,008	262,304	70,704	318,493
Capital outlay	1,084,286	383,308	700,978	1,709,255
Total Expenditures	<u>1,486,829</u>	<u>673,892</u>	<u>812,937</u>	<u>2,055,564</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,494,073</u>	<u>2,843,043</u>	<u>348,970</u>	<u>2,643,199</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Street Maintenance Fund	(1,400,000)	(1,300,000)	100,000	(275,000)
Campo Fund	(20,056)	(20,056)	-	(20,418)
Carson City Debt Service Fund	(1,697,110)	(1,697,110)	-	(1,591,059)
Group Medical Fund	(1,885)	(1,885)	-	-
Total Other Financing Sources (Uses)	<u>(3,119,051)</u>	<u>(3,019,051)</u>	<u>100,000</u>	<u>(1,886,477)</u>
Net Change in Fund Balances	<u>(624,978)</u>	<u>(176,008)</u>	<u>448,970</u>	<u>756,722</u>
Fund Balances, July 1	<u>785,106</u>	<u>785,106</u>	<u>-</u>	<u>28,384</u>
Fund Balances, June 30	<u>\$ 160,128</u>	<u>\$ 609,098</u>	<u>\$ 448,970</u>	<u>\$ 785,106</u>

**CARSON CITY
QUALITY OF LIFE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Sales tax, voter approved	\$ 1,999,505	\$ 1,975,849	\$ (23,656)	\$ 1,919,374
Intergovernmental revenues:				
Federal grants	652,802	22,809	(629,993)	44,695
Miscellaneous:				
Investment income	50,000	55,867	5,867	14,554
Other	-	2,661	2,661	-
	<u>50,000</u>	<u>58,528</u>	<u>8,528</u>	<u>14,554</u>
Total Revenues	<u>2,702,307</u>	<u>2,057,186</u>	<u>(645,121)</u>	<u>1,978,623</u>
Expenditures:				
Culture and recreation:				
Park maintenance:				
Salaries and wages	116,315	116,486	(171)	118,874
Employee benefits	21,758	18,481	3,277	16,708
Services and supplies	211,020	214,400	(3,380)	213,293
	<u>349,093</u>	<u>349,367</u>	<u>(274)</u>	<u>348,875</u>
Parks capital:				
Salaries and wages	14,827	16,491	(1,664)	17,031
Employee benefits	445	-	445	-
Services and supplies	74,247	66,521	7,726	61,707
Capital outlay	6,273,643	77,744	6,195,899	65,059
	<u>6,363,162</u>	<u>160,756</u>	<u>6,202,406</u>	<u>143,797</u>
Quality of life:				
Salaries and wages	215,498	218,021	(2,523)	220,731
Employee benefits	82,354	79,082	3,272	75,448
Services and supplies	754,725	201,344	553,381	207,605
Capital outlay	925,676	247,972	677,704	393,160
	<u>1,978,253</u>	<u>746,419</u>	<u>1,231,834</u>	<u>896,944</u>
Total Expenditures	<u>8,690,508</u>	<u>1,256,542</u>	<u>7,433,966</u>	<u>1,389,616</u>

**CARSON CITY
QUALITY OF LIFE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Excess (Deficiency) of Revenues over Expenditures	\$ (5,988,201)	\$ 800,644	\$ 6,788,845	\$ 589,007
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(77,890)	(45,724)	32,166	(34,800)
Group Medical Fund	(2,301)	(2,301)	-	-
Carson City Debt Service Fund	(933,145)	(933,144)	1	(975,250)
Total Other Financing Sources (Uses)	(1,013,336)	(981,169)	32,167	(1,010,050)
Net Change in Fund Balances	(7,001,537)	(180,525)	6,821,012	(421,043)
Fund Balances, July 1	7,232,193	7,232,193	-	7,653,236
Fund Balances, June 30	\$ 230,656	\$ 7,051,668	\$ 6,821,012	\$ 7,232,193

**CARSON CITY
GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 4,607,044	\$ 3,501,897	\$ (1,105,147)	\$ 3,972,074
State grants	502,280	342,086	(160,194)	525,142
Other local government grants:				
Interlocal cooperative agreements	384,451	297,071	(87,380)	292,158
	<u>5,493,775</u>	<u>4,141,054</u>	<u>(1,352,721)</u>	<u>4,789,374</u>
Charges for services	-	81,602	81,602	66,674
Miscellaneous:				
Donations and gifts	185,959	119,965	(65,994)	178,158
Other	69,998	86,279	16,281	6,278
	<u>255,957</u>	<u>206,244</u>	<u>(49,713)</u>	<u>184,436</u>
Total Revenues	<u>5,749,732</u>	<u>4,428,900</u>	<u>(1,320,832)</u>	<u>5,040,484</u>
Expenditures:				
General government:				
Services and supplies	95,895	26,982	68,913	51,356
Public safety:				
Salaries and wages	65,547	80,336	(14,789)	70,126
Employee benefits	40,800	45,009	(4,209)	40,236
Services and supplies	833,669	541,521	292,148	645,555
Capital outlay	86,758	26,678	60,080	68,121
	<u>1,026,774</u>	<u>693,544</u>	<u>333,230</u>	<u>824,038</u>
Judicial:				
Salaries and wages	33,183	25,828	7,355	44,281
Employee benefits	9,025	9,890	(865)	25,877
Services and supplies	84,134	45,190	38,944	33,812
Capital outlay	9,663	9,451	212	7,957
	<u>136,005</u>	<u>90,359</u>	<u>45,646</u>	<u>111,927</u>
Welfare:				
Salaries and wages	97,709	82,091	15,618	93,792
Employee benefits	41,187	34,569	6,618	35,241
Services and supplies	307,028	132,989	174,039	104,864
	<u>445,924</u>	<u>249,649</u>	<u>196,275</u>	<u>233,897</u>
Health:				
Salaries and wages	1,857,437	1,746,493	110,944	1,604,553
Employee benefits	525,335	513,272	12,063	449,620
Services and supplies	862,466	576,389	286,077	549,689
Capital outlay	-	28,800	(28,800)	22,789
	<u>3,245,238</u>	<u>2,864,954</u>	<u>380,284</u>	<u>2,626,651</u>

**CARSON CITY
GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Culture and recreation:				
Salaries and wages	\$ 123,201	\$ 99,135	\$ 24,066	\$ 142,174
Employee benefits	1,404	23,534	(22,130)	41,736
Services and supplies	67,049	68,797	(1,748)	221,252
Capital outlay	142,721	-	142,721	156,156
	<u>334,375</u>	<u>191,466</u>	<u>142,909</u>	<u>561,318</u>
Economic opportunity:				
Services and supplies	344,195	179,513	164,682	186,695
Capital outlay	342,935	105,531	237,404	433,262
	<u>687,130</u>	<u>285,044</u>	<u>402,086</u>	<u>619,957</u>
Total Expenditures	<u>5,971,341</u>	<u>4,401,998</u>	<u>1,569,343</u>	<u>5,029,144</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(221,609)</u>	<u>26,902</u>	<u>248,511</u>	<u>11,340</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	61,897	54,534	(7,363)	46,396
Stormwater Drainage Fund	-	-	-	1,191
General Fund	<u>(370,308)</u>	<u>-</u>	<u>370,308</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(308,411)</u>	<u>54,534</u>	<u>362,945</u>	<u>47,587</u>
Net Change in Fund Balances	(530,020)	81,436	611,456	58,927
Fund Balances, July 1	<u>530,020</u>	<u>530,020</u>	<u>-</u>	<u>471,093</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 611,456</u>	<u>\$ 611,456</u>	<u>\$ 530,020</u>

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DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources and payment of long-term obligation principal and interest from governmental resources.

Nonmajor Funds

Carson City Debt Service Fund - This Fund is used to accumulate monies for payment of general obligation bonds, notes, and capital lease obligations of the City that are not required to be accounted for in the Proprietary Funds.

Redevelopment Debt Service Fund - This Fund is used to accumulate monies for the payment of bonds and notes of the Redevelopment Agency.

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2014**

	CARSON CITY DEBT	REDEVELOPMENT DEBT	TOTAL
ASSETS			
Cash and investments	\$ 139,449	\$ 79,580	\$ 219,029
Taxes receivable, delinquent	-	65,923	65,923
Accounts receivable	23,366	-	23,366
Total Assets	\$ 162,815	\$ 145,503	\$ 308,318
DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Deferred inflows of resources:			
Unavailable revenue - delinquent property taxes	\$ -	\$ 54,283	\$ 54,283
Fund balances:			
Restricted for:			
Redevelopment	-	91,220	91,220
Assigned to:			
Debt service	162,815	-	162,815
Total Fund Balances	162,815	91,220	254,035
Total Deferred Inflows of Resources and Fund Balances	\$ 162,815	\$ 145,503	\$ 308,318

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	CARSON CITY DEBT	REDEVELOPMENT DEBT	TOTAL
Revenues:			
Taxes	\$ -	\$ 1,635,311	\$ 1,635,311
Intergovernmental revenues	349,949	-	349,949
Miscellaneous	112,991	3,510	116,501
Total Revenues	462,940	1,638,821	2,101,761
Expenditures:			
Debt service:			
Principal	4,618,200	175,000	4,793,200
Interest	3,001,149	70,100	3,071,249
Fiscal charges	1,563	63	1,626
Total Expenditures	7,620,912	245,163	7,866,075
Excess (Deficiency) of Revenues over Expenditures	(7,157,972)	1,393,658	(5,764,314)
Other Financing Sources (Uses):			
Transfers in	7,040,706	-	7,040,706
Transfers out	-	(1,525,000)	(1,525,000)
Total Other Financing Sources (Uses)	7,040,706	(1,525,000)	5,515,706
Net Change in Fund Balances	(117,266)	(131,342)	(248,608)
Fund Balances, July 1	280,081	222,562	502,643
Fund Balances, June 30	\$ 162,815	\$ 91,220	\$ 254,035

CARSON CITY
CARSON CITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	\$ 349,950	\$ 349,949	\$ (1)	\$ 410,338
Miscellaneous:				
Investment income	25,000	11,386	(13,614)	5,960
Rents and royalties	100,000	101,605	1,605	71,437
	125,000	112,991	(12,009)	77,397
Total Revenues	474,950	462,940	(12,010)	487,735
Expenditures:				
Debt service:				
General obligation bonds:				
Principal	3,155,001	3,155,000	1	2,911,401
Interest	2,101,098	2,101,097	1	2,560,149
	5,256,099	5,256,097	2	5,471,550
Revenue bonds:				
Principal	849,100	849,100	-	776,000
Interest	848,010	848,009	1	853,397
	1,697,110	1,697,109	1	1,629,397
Notes payable:				
Principal	614,100	614,100	-	1,495,867
Interest	52,043	52,043	-	27,074
	666,143	666,143	-	1,522,941
Fiscal charges	2,000	1,563	437	631,256
Total Expenditures	7,621,352	7,620,912	440	9,255,144
Excess (Deficiency) of Revenues over Expenditures	(7,146,402)	(7,157,972)	(11,570)	(8,767,409)

CARSON CITY
CARSON CITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Other Financing Sources (Uses):				
Refunding bonds issued	\$ -	\$ -	\$ -	\$ 30,551,600
Premium on refunding bonds	-	-	-	840,062
Payment to refunded bond escrow agent	-	-	-	(30,026,827)
Transfers in (out):				
General Fund	2,948,663	2,948,663	-	3,028,272
Senior Citizens Center Fund	149,800	149,800	-	148,400
Regional Transportation Fund	1,697,110	1,697,110	-	1,591,059
Capital Projects Fund	229,990	229,990	-	368,755
V & T Special Infrastructure Fund	1,258,932	1,081,999	(176,933)	1,059,315
Quality of Life Fund	933,145	933,144	(1)	975,250
Total Other Financing Sources (Uses)	<u>7,217,640</u>	<u>7,040,706</u>	<u>(176,934)</u>	<u>8,535,886</u>
Net Change in Fund Balances	71,238	(117,266)	(188,504)	(231,523)
Fund Balances, July 1	<u>280,081</u>	<u>280,081</u>	<u>-</u>	<u>511,604</u>
Fund Balances, June 30	<u><u>\$ 351,319</u></u>	<u><u>\$ 162,815</u></u>	<u><u>\$ (188,504)</u></u>	<u><u>\$ 280,081</u></u>

CARSON CITY
REDEVELOPMENT DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Ad valorem	\$ 1,707,932	\$ 1,635,311	\$ (72,621)	\$ 1,510,221
Miscellaneous				
Investment income	2,000	3,510	1,510	(683)
Total Revenues	<u>1,709,932</u>	<u>1,638,821</u>	<u>(71,111)</u>	<u>1,509,538</u>
Expenditures:				
Debt service:				
Principal	175,000	175,000	-	511,100
Interest	70,100	70,100	-	75,120
Fiscal charges	500	63	437	1,856
Total Expenditures	<u>245,600</u>	<u>245,163</u>	<u>437</u>	<u>588,076</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,464,332</u>	<u>1,393,658</u>	<u>(70,674)</u>	<u>921,462</u>
Other Financing Sources (Uses):				
Refunding bonds issued	-	-	-	215,600
Transfers in (out):				
Redevelopment Administration Fund	(635,000)	(635,000)	-	(480,000)
Redevelopment Revolving Fund	(890,000)	(890,000)	-	(860,000)
Total Other Financing Sources (Uses)	<u>(1,525,000)</u>	<u>(1,525,000)</u>	<u>-</u>	<u>(1,124,400)</u>
Net Change in Fund Balances	(60,668)	(131,342)	(70,674)	(202,938)
Fund Balances, July 1	<u>222,562</u>	<u>222,562</u>	<u>-</u>	<u>425,500</u>
Fund Balances, June 30	<u>\$ 161,894</u>	<u>\$ 91,220</u>	<u>\$ (70,674)</u>	<u>\$ 222,562</u>

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by Proprietary Funds.

Nonmajor Funds

Capital Facilities Fund - This Fund is used to account for acquisition, construction, or renovation of City facilities.

Residential Construction Fund - This Fund is used to account for the one percent tax on the valuation of each building permit issued or \$1,000 per residential dwelling unit, whichever is less, to be used for the purpose of providing neighborhood parks and park facilities in accordance with Nevada Revised Statute 278.4983.

Redevelopment Revolving Fund - This Fund is used to account for construction projects of the Redevelopment Agency.

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2014**

	CAPITAL FACILITIES	RESIDENTIAL CONSTRUCTION	REDEVELOPMENT REVOLVING	TOTAL
ASSETS				
Cash and investments:	\$ 11,010	\$ 234,949	\$ 270,401	\$ 516,360
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ -	\$ 67,227	\$ 63,269	\$ 130,496
Fund balances:				
Restricted for:				
Culture and recreation	-	167,722	-	167,722
Redevelopment	-	-	207,132	207,132
Assigned to:				
Capital projects	11,010	-	-	11,010
Total Fund Balances	11,010	167,722	207,132	385,864
Total Liabilities and Fund Balances	\$ 11,010	\$ 234,949	\$ 270,401	\$ 516,360

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	<u>CAPITAL FACILITIES</u>	<u>RESIDENTIAL CONSTRUCTION</u>	<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
Revenues:				
Taxes	\$ -	\$ 13,200	\$ -	\$ 13,200
Miscellaneous	90	72,594	1,360	74,044
Total Revenues	<u>90</u>	<u>85,794</u>	<u>1,360</u>	<u>87,244</u>
Expenditures:				
Current:				
Public safety	720	-	-	720
Culture and recreation	-	4,000	-	4,000
Community support	-	-	156,786	156,786
Capital outlay:				
Culture and recreation	-	183,636	-	183,636
Community support	-	-	212,435	212,435
Total Expenditures	<u>720</u>	<u>187,636</u>	<u>369,221</u>	<u>557,577</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(630)</u>	<u>(101,842)</u>	<u>(367,861)</u>	<u>(470,333)</u>
Other Financing Sources (Uses):				
Transfers in	-	-	890,000	890,000
Transfers out	-	-	(480,000)	(480,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>410,000</u>	<u>410,000</u>
Net Change in Fund Balances	(630)	(101,842)	42,139	(60,333)
Fund Balances, July 1	<u>11,640</u>	<u>269,564</u>	<u>164,993</u>	<u>446,197</u>
Fund Balances, June 30	<u>\$ 11,010</u>	<u>\$ 167,722</u>	<u>\$ 207,132</u>	<u>\$ 385,864</u>

**CARSON CITY
CAPITAL FACILITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Miscellaneous:				
Investment income	\$ -	\$ 90	\$ 90	\$ 22
Expenditures:				
General government:				
Capital outlay	10,920	-	10,920	-
Public safety:				
Services and supplies	720	720	-	2,318
Total Expenditures	11,640	720	10,920	2,318
Excess (Deficiency) of Revenues over Expenditures	(11,640)	(630)	11,010	(2,296)
Fund Balances, July 1	11,640	11,640	-	13,936
Fund Balances, June 30	\$ -	\$ 11,010	\$ 11,010	\$ 11,640

**CARSON CITY
RESIDENTIAL CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Taxes:				
Park residential construction tax	\$ 11,200	\$ 13,200	\$ 2,000	\$ 8,000
Miscellaneous:				
Investment income	1,500	2,594	1,094	644
Donations and gifts	70,000	70,000	-	-
	<u>71,500</u>	<u>72,594</u>	<u>1,094</u>	<u>644</u>
Total Revenues	<u>82,700</u>	<u>85,794</u>	<u>3,094</u>	<u>8,644</u>
Expenditures:				
Culture and recreation:				
Parks:				
Salaries and wages	-	-	-	875
Employee benefits	-	-	-	401
Services and supplies	4,000	4,000	-	3,067
	<u>4,000</u>	<u>4,000</u>	<u>-</u>	<u>4,343</u>
Capital outlay:				
BMX Lighting	41,374	3,968	37,406	1,755
Urban Fishing Pond	-	-	-	3,336
Trail Improvements	18,529	-	18,529	-
Fairground Improvements	18,280	16,271	2,009	-
Community Center Theatre Improv	83,656	-	83,656	-
Concrete Playground Border	-	-	-	8,187
Nv Landmark Soc / Rbts Hse	170,373	163,397	6,976	575
Other projects	11,052	-	11,052	-
	<u>343,264</u>	<u>183,636</u>	<u>159,628</u>	<u>13,853</u>
Total Expenditures	<u>347,264</u>	<u>187,636</u>	<u>159,628</u>	<u>18,196</u>
Excess (Deficiency) of Revenues over Expenditures	(264,564)	(101,842)	162,722	(9,552)
Fund Balances, July 1	<u>269,564</u>	<u>269,564</u>	<u>-</u>	<u>279,116</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 167,722</u>	<u>\$ 162,722</u>	<u>\$ 269,564</u>

CARSON CITY
REDEVELOPMENT REVOLVING FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Revenues:				
Miscellaneous:				
Investment income	\$ 5,000	\$ 1,360	\$ (3,640)	\$ (5,341)
Refunds and reimbursements	-	-	-	8,000
Total Revenues	<u>5,000</u>	<u>1,360</u>	<u>(3,640)</u>	<u>2,659</u>
Expenditures:				
Community support:				
Redevelopment:				
Services and supplies	677,646	156,786	520,860	298,735
Capital outlay	348,943	212,435	136,508	12,602
Total Expenditures	<u>1,026,589</u>	<u>369,221</u>	<u>657,368</u>	<u>311,337</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,021,589)</u>	<u>(367,861)</u>	<u>653,728</u>	<u>(308,678)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	890,000	890,000	-	860,000
General Fund	-	(480,000)	(480,000)	(480,000)
Total Other Financing Sources (Uses)	<u>890,000</u>	<u>410,000</u>	<u>(480,000)</u>	<u>380,000</u>
Net Change in Fund Balances	<u>(131,589)</u>	<u>42,139</u>	<u>173,728</u>	<u>71,322</u>
Fund Balances, July 1	<u>164,993</u>	<u>164,993</u>	<u>-</u>	<u>93,671</u>
Fund Balances, June 30	<u>\$ 33,404</u>	<u>\$ 207,132</u>	<u>\$ 173,728</u>	<u>\$ 164,993</u>

ENTERPRISE 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 government's board is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's board has decided that periodic determination of net income is appropriate for accountability purposes.

Major Funds

Sewer Fund - This Fund is used to account for the revenues and expenses of sewer services provided to the residents of Carson City.

Water Fund - This Fund is used to account for the revenues and expenses of water services provided to the residents of Carson City.

Nonmajor Funds

Ambulance Fund - This Fund is used to account for the operations of the ambulance service provided by the Carson City Fire Department.

Stormwater Drainage Fund – This Fund is used to account for the revenues and expenses of the stormwater management program.

Cemetery Fund - This Fund is used to account for the costs of providing interment services and perpetual care of the City's cemetery.

Building Permits Fund - This Fund is used to account for the revenues and expenses of the Building Permit Program.

**CARSON CITY
SEWER FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 8,349,475	\$ 8,391,386	\$ 41,911	\$ 7,466,053
Operating Expenses:				
Salaries and wages	1,411,456	1,502,853	(91,397)	1,350,493
Employee benefits	631,262	673,508	(42,246)	543,044
Services and supplies	3,345,330	3,135,984	209,346	3,335,690
Depreciation	3,500,000	3,229,468	270,532	3,218,810
Total Operating Expenses	<u>8,888,048</u>	<u>8,541,813</u>	<u>346,235</u>	<u>8,448,037</u>
Operating Income (Loss)	<u>(538,573)</u>	<u>(150,427)</u>	<u>388,146</u>	<u>(981,984)</u>
Nonoperating Revenues (Expenses):				
Investment income	50,000	12,306	(37,694)	6,014
Miscellaneous	5,000	750	(4,250)	7,500
Interest expense	(441,090)	(440,618)	472	(490,023)
Federal interest subsidy	-	1,771	1,771	2,013
Gain (loss) on sales of capital assets	-	-	-	(30,606)
Bond issuance costs	(468,342)	(176,053)	292,289	(21,439)
Total Nonoperating Revenues (Expenses)	<u>(854,432)</u>	<u>(601,844)</u>	<u>252,588</u>	<u>(526,541)</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(1,393,005)</u>	<u>(752,271)</u>	<u>640,734</u>	<u>(1,508,525)</u>
Capital Contributions:				
Capital assets	-	29,507	29,507	-
Capital grants	343,066	456	(342,610)	4,283
Developers	-	6,474	6,474	-
Connection fees	18,000	33,851	15,851	20,093
Total Capital Contributions	<u>361,066</u>	<u>70,288</u>	<u>(290,778)</u>	<u>24,376</u>
Transfers out	<u>(12,519)</u>	<u>(12,519)</u>	<u>-</u>	<u>-</u>
Change in Net Position	<u>\$ (1,044,458)</u>	<u>(694,502)</u>	<u>\$ 349,956</u>	<u>(1,484,149)</u>
Net Position, July 1		52,262,923		53,747,072
Prior period restatement		(169,950)		-
Net Position, July 1, (as restated)		<u>52,092,973</u>		<u>53,747,072</u>
Net Position, June 30		<u>\$ 51,398,471</u>		<u>\$ 52,262,923</u>

**CARSON CITY
SEWER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 8,349,475	\$ 8,206,955	\$ (142,520)	\$ 7,461,853
Cash payments for personnel costs	(1,991,626)	(1,899,110)	92,516	(1,859,126)
Cash payments for services and supplies	(3,345,330)	(3,227,618)	117,712	(3,215,770)
Miscellaneous cash received	5,000	750	(4,250)	7,500
	<u>3,017,519</u>	<u>3,080,977</u>	<u>63,458</u>	<u>2,394,457</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	(12,519)	(12,519)	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	1,000,000	120,562	(879,438)	11,379
Connection fees	18,000	33,851	15,851	20,093
Acquisition of capital assets	(4,297,124)	(2,451,098)	1,846,026	(411,746)
Principal paid on capital debt	(2,095,994)	(2,095,994)	-	(1,905,599)
Interest paid on capital debt	(441,090)	(476,012)	(34,922)	(548,424)
Bond issuance costs	(298,391)	(176,053)	122,338	(12,839)
Federal interest subsidy	-	-	-	2,013
Subsidy from grant	343,066	2,227	(340,839)	4,283
	<u>(5,771,533)</u>	<u>(5,042,517)</u>	<u>729,016</u>	<u>(2,840,840)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	50,000	12,306	(37,694)	6,014
	<u>(2,716,533)</u>	<u>(1,961,753)</u>	<u>754,780</u>	<u>(440,369)</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
	<u>2,958,677</u>	<u>2,958,677</u>	<u>-</u>	<u>3,399,046</u>
Cash and Cash Equivalents, July 1	<u>2,958,677</u>	<u>2,958,677</u>	<u>-</u>	<u>3,399,046</u>
Cash and Cash Equivalents, June 30	<u>\$ 242,144</u>	<u>\$ 996,924</u>	<u>\$ 754,780</u>	<u>\$ 2,958,677</u>

**CARSON CITY
SEWER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 2)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2013</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (538,573)	\$ (150,427)	\$ 388,146	\$ (981,984)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	3,500,000	3,229,468	(270,532)	3,218,810
Nonoperating revenues	5,000	750	(4,250)	7,500
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(184,153)	(184,153)	(3,771)
Due from other governments	-	(6,572)	(6,572)	38,264
Prepaid items	-	(5,523)	(5,523)	12,655
Increase (decrease) in:				
Accounts payable	-	(79,539)	(79,539)	69,442
Accrued salaries and benefits	-	16,995	16,995	(3,052)
Due to other governments	-	-	-	(441)
Unearned revenue	-	(28)	(28)	(129)
Connection deposits	-	(250)	(250)	(300)
Accrued compensated absences	-	122,768	122,768	(10,409)
Net OPEB Obligation	51,092	137,488	86,396	47,872
Total Adjustments	<u>3,556,092</u>	<u>3,231,404</u>	<u>(324,688)</u>	<u>3,376,441</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,017,519</u>	<u>\$ 3,080,977</u>	<u>\$ 63,458</u>	<u>\$ 2,394,457</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 581,395		\$ 44,574
Contributed capital assets		35,981		-

**CARSON CITY
WATER FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 12,661,913	\$ 12,767,525	\$ 105,612	\$ 12,398,935
Other charges	180,628	239,878	59,250	210,292
Total Operating Revenues	<u>12,842,541</u>	<u>13,007,403</u>	<u>164,862</u>	<u>12,609,227</u>
Operating Expenses:				
Salaries and wages	1,460,892	1,545,589	(84,697)	1,387,860
Employee benefits	694,477	797,966	(103,489)	620,775
Services and supplies	5,312,973	5,242,077	70,896	4,586,837
Depreciation and amortization	3,300,000	3,025,758	274,242	3,067,251
Total Operating Expenses	<u>10,768,342</u>	<u>10,611,390</u>	<u>156,952</u>	<u>9,662,723</u>
Operating Income (Loss)	<u>2,074,199</u>	<u>2,396,013</u>	<u>321,814</u>	<u>2,946,504</u>
Nonoperating Revenues (Expenses):				
Investment income	70,000	46,309	(23,691)	15,064
Miscellaneous	500	5,943	5,443	16,993
Interest expense	(2,254,844)	(2,207,134)	47,710	(2,178,866)
Federal interest subsidy	241,578	222,506	(19,072)	242,008
Bond issuance costs	(548,240)	(46,951)	501,289	(34,567)
Total Nonoperating Revenues (Expenses)	<u>(2,491,006)</u>	<u>(1,979,327)</u>	<u>511,679</u>	<u>(1,939,368)</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(416,807)</u>	<u>416,686</u>	<u>833,493</u>	<u>1,007,136</u>
Capital Contributions:				
Capital assets	-	-	-	50,750
Capital grants	785,089	500,515	(284,574)	222,137
Developers	-	32,260	32,260	107,474
Connection fees	9,951	24,055	14,104	13,584
Total Capital Contributions	<u>795,040</u>	<u>556,830</u>	<u>(238,210)</u>	<u>393,945</u>
Transfers out - Group Medical Fund	<u>(12,601)</u>	<u>(12,601)</u>	<u>-</u>	<u>-</u>
Change in Net Position	<u>\$ 365,632</u>	<u>960,915</u>	<u>\$ 595,283</u>	<u>1,401,081</u>
Net Position, July 1		42,217,374		40,816,293
Prior period restatement		(486,744)		-
Net Position, July 1, (as restated)		<u>41,730,630</u>		<u>40,816,293</u>
Net Position, June 30		<u>\$ 42,691,545</u>		<u>\$ 42,217,374</u>

**CARSON CITY
WATER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 12,842,541	\$12,756,683	\$ (85,858)	\$ 12,611,627
Cash payments for personnel costs	(2,093,569)	(2,018,120)	75,449	(1,937,619)
Cash payments for services and supplies	(5,312,973)	(5,121,736)	191,237	(4,353,466)
Miscellaneous cash received	500	5,943	5,443	16,993
	<u>5,436,499</u>	<u>5,622,770</u>	<u>186,271</u>	<u>6,337,535</u>
Net Cash Provided (Used) by Operating Activities				
	<u>5,436,499</u>	<u>5,622,770</u>	<u>186,271</u>	<u>6,337,535</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	(12,601)	(12,601)	-	-
	<u>(12,601)</u>	<u>(12,601)</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	4,527,092	2,742,917	(1,784,175)	4,582,353
Connection fees	9,951	24,055	14,104	13,584
Acquisition of capital assets	(7,117,402)	(4,074,933)	3,042,469	(5,953,377)
Principal paid on capital debt	(2,373,287)	(2,373,287)	-	(1,773,784)
Interest paid on capital debt	(2,254,844)	(2,248,978)	5,866	(2,241,015)
Bond issuance costs	(61,496)	(46,951)	14,545	(1,138)
Federal interest subsidy	241,578	222,506	(19,072)	242,008
Subsidy from grant	785,089	500,515	(284,574)	222,137
	<u>785,089</u>	<u>500,515</u>	<u>(284,574)</u>	<u>222,137</u>
Net Cash Provided (Used) by Capital and Related Financing Activities				
	<u>(6,243,319)</u>	<u>(5,254,156)</u>	<u>989,163</u>	<u>(4,909,232)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	70,000	46,309	(23,691)	15,064
	<u>70,000</u>	<u>46,309</u>	<u>(23,691)</u>	<u>15,064</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(749,421)	402,322	1,151,743	1,443,367
Cash and Cash Equivalents, July 1	<u>3,260,485</u>	<u>3,260,485</u>	<u>-</u>	<u>1,817,118</u>
Cash and Cash Equivalents, June 30	<u>\$ 2,511,064</u>	<u>\$ 3,662,807</u>	<u>\$ 1,151,743</u>	<u>\$ 3,260,485</u>

**CARSON CITY
WATER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 2,074,199	\$ 2,396,013	\$ 321,814	\$ 2,946,504
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	3,300,000	3,025,758	(274,242)	3,067,251
Nonoperating revenues	500	5,943	5,443	16,993
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(252,169)	(252,169)	(1,000)
Due from other governments	-	(149,018)	(149,018)	(57,297)
Inventories	-	62,634	62,634	(39,662)
Prepaid items	-	(4,317)	(4,317)	322,757
Increase (decrease) in:				
Accounts payable	-	12,096	12,096	(42,675)
Accrued salaries and benefits	-	12,906	12,906	904
Due to other governments	-	198,946	198,946	50,248
Unearned revenue	-	(86)	(86)	(415)
Connection deposits	-	1,535	1,535	3,815
Accrued compensated absences	-	128,963	128,963	12,317
Net OPEB Obligation	61,800	183,566	121,766	57,795
Total Adjustments	<u>3,362,300</u>	<u>3,226,757</u>	<u>(135,543)</u>	<u>3,391,031</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 5,436,499</u>	<u>\$ 5,622,770</u>	<u>\$ 186,271</u>	<u>\$ 6,337,535</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 774,104		\$ 43,339
Purchase of capital assets due to other governments		61,754		763,885
Retainage payable on construction of capital assets		36,702		2,515
Contributed capital assets		32,260		158,224

CARSON CITY
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2014

	AMBULANCE	STORMWATER DRAINAGE	CEMETERY	BUILDING PERMITS	TOTAL
ASSETS					
Current assets:					
Cash and investments	\$ 235,497	\$ 669	\$ 230,384	\$ 296,403	\$ 762,953
Receivables:					
Accounts and contracts, net	1,175,310	139,316	-	-	1,314,626
Due from other governments	-	75,442	-	-	75,442
Inventories	-	-	26,855	-	26,855
Prepaid items	21	403	1	11,019	11,444
Total Current Assets	1,410,828	215,830	257,240	307,422	2,191,320
Noncurrent assets:					
Capital assets:					
Land	-	1,594,781	293,449	-	1,888,230
Buildings	-	235,212	354,931	-	590,143
Improvements other than buildings	-	7,281,286	173,211	-	7,454,497
Machinery and equipment	732,949	1,207,286	100,904	72,641	2,113,780
Construction in progress	-	98,400	-	-	98,400
	732,949	10,416,965	922,495	72,641	12,145,050
Less: Accumulated depreciation	(544,732)	(1,625,388)	(243,523)	(62,072)	(2,475,715)
Total Noncurrent Assets	188,217	8,791,577	678,972	10,569	9,669,335
Total Assets	1,599,045	9,007,407	936,212	317,991	11,860,655
Deferred Outflows of Resources					
Deferred loss on refundings	-	14,596	-	-	14,596
Total Assets and Deferred Outflows of Resources	1,599,045	9,022,003	936,212	317,991	11,875,251
LIABILITIES:					
Current liabilities:					
Accounts payable	34,850	8,760	397	4,354	48,361
Accrued salaries and benefits	119,120	8,337	6,699	18,013	152,169
Accrued interest	-	18,268	-	-	18,268
Due to other governments	91	77,309	-	4,475	81,875
Unearned revenue	-	-	284,598	-	284,598
Current portion:					
Accrued compensated absences	53,256	1,343	-	1,350	55,949
General obligation bonds and notes payable	-	382,569	-	-	382,569
Total Current Liabilities	207,317	496,586	291,694	28,192	1,023,789
Noncurrent liabilities:					
Accrued compensated absences, net of current portion	225,001	84,450	38,102	267	347,820
Net OPEB Obligation	934,923	54,950	49,244	83,998	1,123,115
General obligation bonds and notes payable	-	4,243,545	-	-	4,243,545
Total Noncurrent Liabilities	1,159,924	4,382,945	87,346	84,265	5,714,480
Total Liabilities	1,367,241	4,879,531	379,040	112,457	6,738,269
NET POSITION					
Net investment in capital assets	188,218	4,160,962	678,970	10,568	5,038,718
Unrestricted	43,586	(18,490)	(121,798)	194,966	98,264
Total Net Position	\$ 231,804	\$ 4,142,472	\$ 557,172	\$ 205,534	\$ 5,136,982

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
Operating Revenues:					
Charges for services	\$ 2,352,993	\$ 1,333,434	\$ 92,201	\$ 619,648	\$ 4,398,276
Operating Expenses:					
Salaries and wages	1,576,521	182,335	119,816	187,586	2,066,258
Employee benefits	1,046,029	77,879	58,911	103,999	1,286,818
Services and supplies	785,837	574,146	35,452	261,684	1,657,119
Depreciation	67,062	267,687	14,844	5,396	354,989
Total Operating Expenses	<u>3,475,449</u>	<u>1,102,047</u>	<u>229,023</u>	<u>558,665</u>	<u>5,365,184</u>
Operating Income (Loss)	<u>(1,122,456)</u>	<u>231,387</u>	<u>(136,822)</u>	<u>60,983</u>	<u>(966,908)</u>
Nonoperating Revenues (Expenses):					
Investment income	346	597	1,770	2,484	5,197
Miscellaneous	3,240	-	3,844	-	7,084
Interest expense	-	(180,262)	-	-	(180,262)
Bond issue costs	-	(14,399)	-	-	(14,399)
Total Nonoperating Revenues (Expenses)	<u>3,586</u>	<u>(194,064)</u>	<u>5,614</u>	<u>2,484</u>	<u>(182,380)</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(1,118,870)</u>	<u>37,323</u>	<u>(131,208)</u>	<u>63,467</u>	<u>(1,149,288)</u>
Capital Contributions:					
Capital grants	-	80,123	-	-	80,123
Transfers In	500,000	-	75,000	-	575,000
Transfers Out	(24,855)	(1,307)	(996)	(2,120)	(29,278)
Total Transfers	<u>475,145</u>	<u>(1,307)</u>	<u>74,004</u>	<u>(2,120)</u>	<u>545,722</u>
Change in Net Position	<u>(643,725)</u>	<u>116,139</u>	<u>(57,204)</u>	<u>61,347</u>	<u>(523,443)</u>
Net Position, July 1	875,529	4,109,284	614,376	144,187	5,743,376
Prior period restatement	-	(82,951)	-	-	(82,951)
Net Position, July 1, (as restated)	<u>875,529</u>	<u>4,026,333</u>	<u>614,376</u>	<u>144,187</u>	<u>5,660,425</u>
Net Position, June 30	<u>\$ 231,804</u>	<u>\$ 4,142,472</u>	<u>\$ 557,172</u>	<u>\$ 205,534</u>	<u>\$ 5,136,982</u>

CARSON CITY
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 1 OF 2)

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received for services	\$ 2,848,800	\$ 1,222,592	\$ 106,024	\$ 624,123	\$4,801,539
Cash payments for personnel costs	(2,379,875)	(175,035)	(141,551)	(298,176)	(2,994,637)
Cash payments for services and supplies	(777,700)	(507,382)	(39,686)	(274,443)	(1,599,211)
Miscellaneous cash received	3,240	-	3,844	-	7,084
	<u>3,240</u>	<u>-</u>	<u>3,844</u>	<u>-</u>	<u>7,084</u>
Net Cash Provided (Used) by Operating Activities	<u>(305,535)</u>	<u>540,175</u>	<u>(71,369)</u>	<u>51,504</u>	<u>214,775</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer from other funds	500,000	-	75,000	-	575,000
Transfer to other funds	(24,855)	(1,307)	(996)	(2,120)	(29,278)
	<u>(24,855)</u>	<u>(1,307)</u>	<u>(996)</u>	<u>(2,120)</u>	<u>(29,278)</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>475,145</u>	<u>(1,307)</u>	<u>74,004</u>	<u>(2,120)</u>	<u>545,722</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from capital debt	-	168,522	-	-	168,522
Acquisition of capital assets	-	(246,084)	-	-	(246,084)
Principal paid on capital debt	-	(365,800)	-	-	(365,800)
Interest paid on capital debt	-	(178,500)	-	-	(178,500)
Bond issuance costs	-	(14,399)	-	-	(14,399)
Subsidy from grant	-	80,123	-	-	80,123
	<u>-</u>	<u>80,123</u>	<u>-</u>	<u>-</u>	<u>80,123</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>-</u>	<u>(556,138)</u>	<u>-</u>	<u>-</u>	<u>(556,138)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income	346	597	1,770	2,484	5,197
	<u>346</u>	<u>597</u>	<u>1,770</u>	<u>2,484</u>	<u>5,197</u>
Net Increase (Decrease) in Cash and Cash Equivalents	169,956	(16,673)	4,405	51,868	209,556
Cash and Cash Equivalents, July 1	<u>65,541</u>	<u>17,342</u>	<u>225,979</u>	<u>244,535</u>	<u>553,397</u>
Cash and Cash Equivalents, June 30	<u>\$ 235,497</u>	<u>\$ 669</u>	<u>\$ 230,384</u>	<u>\$ 296,403</u>	<u>\$ 762,953</u>

CARSON CITY
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 2 OF 2)

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
RECONCILIATION OF OPERATING INCOME					
(LOSS) TO NET CASH PROVIDED (USED)					
BY OPERATING ACTIVITIES:					
Operating income (loss)	<u>\$ (1,122,456)</u>	<u>\$ 231,387</u>	<u>\$ (136,822)</u>	<u>\$ 60,983</u>	<u>\$ (966,908)</u>
Adjustments to reconcile operating income					
(loss) to net cash provided (used) by					
operating activities:					
Depreciation and amortization expense	67,062	267,687	14,844	5,396	354,989
Nonoperating revenues	3,240	-	3,844	-	7,084
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	495,807	(110,842)	-	-	384,965
Inventories	-	-	(4,150)	-	(4,150)
Prepaid items	860	101	-	(11,014)	(10,053)
Increase (decrease) in:					
Accounts payable	7,186	(7,646)	(81)	(1,745)	(2,286)
Accrued salaries and benefits	23,594	(1,398)	1,131	5,813	29,140
Due to other governments	91	74,309	-	4,475	78,875
Unearned revenue	-	-	13,820	-	13,820
Accrued compensated absences	22,514	65,524	16,563	(21,538)	83,063
Net OPEB Obligation	<u>196,567</u>	<u>21,053</u>	<u>19,482</u>	<u>9,134</u>	<u>246,236</u>
 Total Adjustments	 <u>816,921</u>	 <u>308,788</u>	 <u>65,453</u>	 <u>(9,479)</u>	 <u>1,181,683</u>
 Net Cash Provided (Used) by Operating Activities	 <u>\$ (305,535)</u>	 <u>\$ 540,175</u>	 <u>\$ (71,369)</u>	 <u>\$ 51,504</u>	 <u>\$ 214,775</u>
 NONCASH INVESTING, CAPITAL AND					
FINANCING ACTIVITIES:					
Purchase of capital assets on account	\$ -	\$ 4,500	\$ -	\$ -	\$ 4,500

**CARSON CITY
AMBULANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services	\$ 2,737,273	\$ 2,352,993	\$ (384,280)	\$ 2,466,832
Operating Expenses:				
Salaries and wages	1,484,457	1,576,521	(92,064)	1,417,936
Employee benefits	1,127,488	1,046,029	81,459	971,783
Services and supplies	786,694	785,837	857	743,853
Depreciation	68,000	67,062	938	74,420
Total Operating Expenses	3,466,639	3,475,449	(8,810)	3,207,992
Operating Income (Loss)	(729,366)	(1,122,456)	(393,090)	(741,160)
Nonoperating Revenues (Expenses):				
Investment income	2,000	346	(1,654)	811
Miscellaneous	3,240	3,240	-	-
Total Nonoperating Revenues (Expenses)	5,240	3,586	(1,654)	811
Income (Loss) Before Capital Contributions and Transfers	(724,126)	(1,118,870)	(394,744)	(740,349)
Capital Contributions:				
Capital assets	-	-	-	179,016
Transfers in (out)				
General Fund	500,000	500,000	-	350,000
Fleet Management Fund	(24,855)	(24,855)	-	-
Total Transfers	475,145	475,145	-	350,000
Change in Net Position	\$ (248,981)	(643,725)	\$ (394,744)	(211,333)
Net Position, July 1		875,529		1,086,862
Net Position, June 30		\$ 231,804		\$ 875,529

**CARSON CITY
AMBULANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 2,737,273	\$ 2,848,800	\$ 111,527	\$ 2,448,175
Cash payments for personnel costs	(2,411,945)	(2,379,875)	32,070	(2,165,577)
Cash payments for services and supplies	(786,694)	(777,700)	8,994	(762,752)
Miscellaneous cash received	3,240	3,240	-	-
	<u>(458,126)</u>	<u>(305,535)</u>	<u>152,591</u>	<u>(480,154)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	500,000	500,000	-	350,000
Transfer to other funds	(24,855)	(24,855)	-	-
	<u>475,145</u>	<u>475,145</u>	<u>-</u>	<u>350,000</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	-	-	-	(2,500)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	2,000	346	(1,654)	811
	19,019	169,956	150,937	(131,843)
Cash and Cash Equivalents, July 1	65,541	65,541	-	197,384
Cash and Cash Equivalents, June 30	<u>\$ 84,560</u>	<u>\$ 235,497</u>	<u>\$ 150,937</u>	<u>\$ 65,541</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (729,366)	\$ (1,122,456)	\$ (393,090)	\$ (741,160)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	68,000	67,062	(938)	74,420
Nonoperating revenues	3,240	3,240	-	-
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	495,807	495,807	(18,657)
Prepaid items	-	860	860	54
Increase (decrease) in:				
Accounts payable	-	7,186	7,186	(18,953)
Accrued salaries and benefits	-	23,594	23,594	2,664
Due to other governments	-	91	91	-
Accrued compensated absences	-	22,514	22,514	35,055
Net OPEB Obligation	200,000	196,567	(3,433)	186,423
Total Adjustments	<u>271,240</u>	<u>816,921</u>	<u>545,681</u>	<u>261,006</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (458,126)</u>	<u>\$ (305,535)</u>	<u>\$ 152,591</u>	<u>\$ (480,154)</u>

**CARSON CITY
STORMWATER DRAINAGE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 1,379,126	\$ 1,333,434	\$ (45,692)	\$ 1,169,116
Operating Expenses:				
Salaries and wages	144,915	182,335	(37,420)	140,589
Employee benefits	82,274	77,879	4,395	75,347
Services and supplies	555,510	574,146	(18,636)	528,349
Depreciation	270,000	267,687	2,313	262,640
Total Operating Expenses	<u>1,052,699</u>	<u>1,102,047</u>	<u>(49,348)</u>	<u>1,006,925</u>
Operating Income	<u>326,427</u>	<u>231,387</u>	<u>(95,040)</u>	<u>162,191</u>
Nonoperating Revenues (Expenses):				
Investment income	5,000	597	(4,403)	125
Interest expense	(176,009)	(180,262)	(4,253)	(178,700)
Bond issuance costs	(98,000)	(14,399)	83,601	(7,569)
Total Nonoperating Revenues (Expenses)	<u>(269,009)</u>	<u>(194,064)</u>	<u>74,945</u>	<u>(186,144)</u>
Income (Loss) Before Capital Contributions and Transfers	<u>57,418</u>	<u>37,323</u>	<u>(20,095)</u>	<u>(23,953)</u>
Capital Contributions:				
Capital grants	75,442	80,123	4,681	885
Transfers out - Group Medical Fund	(1,307)	(1,307)	-	(1,191)
Change in Net Position	<u>\$ 131,553</u>	<u>116,139</u>	<u>\$ (15,414)</u>	<u>(24,259)</u>
Net Position, July 1		4,109,284		4,133,543
Prior period restatement		(82,951)		-
Net Position, July 1, (as restated)		<u>4,026,333</u>		<u>4,133,543</u>
Net Position, June 30		<u>\$ 4,142,472</u>		<u>\$ 4,109,284</u>

CARSON CITY
STORMWATER DRAINAGE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 1,379,126	\$ 1,222,592	\$ (156,534)	\$ 1,168,232
Cash payments for personnel costs	(219,189)	(175,035)	44,154	(209,883)
Cash payments for services and supplies	(555,510)	(507,382)	48,128	(516,306)
Net Cash Provided (Used) by Operating Activities	<u>604,427</u>	<u>540,175</u>	<u>(64,252)</u>	<u>442,043</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	<u>(1,307)</u>	<u>(1,307)</u>	<u>-</u>	<u>(1,191)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	194,593	168,522	(26,071)	-
Acquisition of capital assets	(278,000)	(246,084)	31,916	(2,481)
Principal paid on capital debt	(365,800)	(365,800)	-	(329,842)
Interest paid on capital debt	(176,009)	(178,500)	(2,491)	(183,408)
Bond issuance costs	(15,049)	(14,399)	650	(6,393)
Subsidy from grant	75,442	80,123	4,681	885
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(564,823)</u>	<u>(556,138)</u>	<u>8,685</u>	<u>(521,239)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	<u>5,000</u>	<u>597</u>	<u>(4,403)</u>	<u>125</u>
Net Increase (Decrease) in Cash and Cash Equivalents	43,297	(16,673)	(59,970)	(80,262)
Cash and Cash Equivalents, July 1	<u>17,342</u>	<u>17,342</u>	<u>-</u>	<u>97,604</u>
Cash and Cash Equivalents, June 30	<u>\$ 60,639</u>	<u>\$ 669</u>	<u>\$ (59,970)</u>	<u>\$ 17,342</u>

CARSON CITY
STORMWATER DRAINAGE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
RECONCILIATION OF OPERATING INCOME (LOSS) TO				
NET CASH PROVIDED (USED) BY OPERATING				
ACTIVITIES:				
Operating income (loss)	\$ 326,427	\$ 231,387	\$ (95,040)	\$ 162,191
Adjustments to reconcile operating income (loss)				
to net cash provided (used) by operating				
activities:				
Depreciation and amortization expense	270,000	267,687	(2,313)	262,640
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(110,842)	(110,842)	(884)
Prepaid items	-	101	101	756
Increase (decrease) in:				
Accounts payable	-	(7,646)	(7,646)	9,687
Accrued salaries and benefits	-	(1,398)	(1,398)	(611)
Due to other governments	-	74,309	74,309	1,600
Accrued compensated absences	-	65,524	65,524	(468)
Net OPEB obligation	8,000	21,053	13,053	7,132
Total Adjustments	278,000	308,788	30,788	279,852
Net Cash Provided (Used) by Operating Activities	<u>\$ 604,427</u>	<u>\$ 540,175</u>	<u>\$ (64,252)</u>	<u>\$ 442,043</u>
NONCASH INVESTING, CAPITAL AND				
FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 4,500		\$ -
Capital transfers between enterprise funds		-		(1,191)

**CARSON CITY
CEMETERY FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services	\$ 100,550	\$ 92,201	\$ (8,349)	\$ 110,460
Operating Expenses:				
Salaries and wages	98,638	119,816	(21,178)	97,450
Employee benefits	45,553	58,911	(13,358)	42,151
Services and supplies	40,835	35,452	5,383	38,513
Depreciation	15,000	14,844	156	16,231
Total Operating Expenses	<u>200,026</u>	<u>229,023</u>	<u>(28,997)</u>	<u>194,345</u>
Operating Income (Loss)	<u>(99,476)</u>	<u>(136,822)</u>	<u>(37,346)</u>	<u>(83,885)</u>
Nonoperating Revenues (Expenses):				
Investment income	3,000	1,770	(1,230)	367
Miscellaneous	5,000	3,844	(1,156)	6,102
Total Nonoperating Revenues (Expenses)	<u>8,000</u>	<u>5,614</u>	<u>(2,386)</u>	<u>6,469</u>
Income (Loss) Before Transfers	<u>(91,476)</u>	<u>(131,208)</u>	<u>(39,732)</u>	<u>(77,416)</u>
Transfers in (out)				
General Fund	75,000	75,000	-	75,000
Group Medical Fund	(996)	(996)	-	-
Total Transfers	<u>74,004</u>	<u>74,004</u>	<u>-</u>	<u>75,000</u>
Change in Net Position	<u>\$ (17,472)</u>	<u>(57,204)</u>	<u>\$ (39,732)</u>	<u>(2,416)</u>
Net Position, July 1		<u>614,376</u>		<u>616,792</u>
Net Position, June 30		<u>\$ 557,172</u>		<u>\$ 614,376</u>

**CARSON CITY
CEMETERY FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 100,550	\$ 106,024	\$ 5,474	\$ 101,991
Cash payments for personnel costs	(144,191)	(141,551)	2,640	(131,194)
Cash payments for services and supplies	(40,835)	(39,686)	1,149	(42,020)
Miscellaneous cash received	5,000	3,844	(1,156)	6,102
	<u>5,000</u>	<u>3,844</u>	<u>(1,156)</u>	<u>6,102</u>
Net Cash Provided (Used) by Operating Activities	<u>(79,476)</u>	<u>(71,369)</u>	<u>8,107</u>	<u>(65,121)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	(996)	(996)	-	-
Transfer from other funds	75,000	75,000	-	75,000
	<u>75,000</u>	<u>75,000</u>	<u>-</u>	<u>75,000</u>
Net Cash Provided (Used) by Noncapital Financing Activities	<u>74,004</u>	<u>74,004</u>	<u>-</u>	<u>75,000</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	3,000	1,770	(1,230)	367
	<u>3,000</u>	<u>1,770</u>	<u>(1,230)</u>	<u>367</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(2,472)	4,405	6,877	10,246
Cash and Cash Equivalents, July 1	225,979	225,979	-	215,733
	<u>225,979</u>	<u>225,979</u>	<u>-</u>	<u>215,733</u>
Cash and Cash Equivalents, June 30	<u>\$ 223,507</u>	<u>\$ 230,384</u>	<u>\$ 6,877</u>	<u>\$ 225,979</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (99,476)	\$ (136,822)	\$ (37,346)	\$ (83,885)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	15,000	14,844	(156)	16,231
Nonoperating revenues	5,000	3,844	(1,156)	6,102
Changes in assets and liabilities:				
(Increase) decrease in:				
Inventories	-	(4,150)	(4,150)	(1,190)
Prepaid items	-	-	-	(2)
Increase (decrease) in:				
Accounts payable	-	(81)	(81)	(2,315)
Accrued salaries and benefits	-	1,131	1,131	163
Unearned revenue	-	13,820	13,820	(8,469)
Accrued compensated absences	-	16,563	16,563	2,942
Net OPEB Obligation	-	19,482	19,482	5,302
	<u>20,000</u>	<u>65,453</u>	<u>45,453</u>	<u>18,764</u>
Total Adjustments	<u>20,000</u>	<u>65,453</u>	<u>45,453</u>	<u>18,764</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (79,476)</u>	<u>\$ (71,369)</u>	<u>\$ 8,107</u>	<u>\$ (65,121)</u>

**CARSON CITY
BUILDING PERMITS FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services				
User fees and charges	\$ 434,979	\$ 619,648	\$ 184,669	\$ 379,300
Operating Expenses:				
Salaries and wages	209,840	187,586	22,254	220,638
Employee benefits	103,918	103,999	(81)	94,404
Services and supplies	256,310	261,684	(5,374)	259,527
Depreciation	5,400	5,396	4	5,394
Total Operating Expenses	575,468	558,665	16,803	579,963
Operating Income (Loss)	(140,489)	60,983	201,472	(200,663)
Nonoperating Revenues (Expenses):				
Investment income	6,000	2,484	(3,516)	375
Income (Loss) Before Transfers	(134,489)	63,467	197,956	(200,288)
Transfers out - Group Medical Fund	(2,120)	(2,120)	-	-
Change in Net Position	<u>\$ (136,609)</u>	61,347	<u>\$ 197,956</u>	(200,288)
Net Position, July 1		144,187		344,475
Net Position, June 30		<u>\$ 205,534</u>		<u>\$ 144,187</u>

**CARSON CITY
BUILDING PERMITS FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 434,979	\$ 624,123	\$ 189,144	\$ 379,300
Cash payments for personnel costs	(306,258)	(298,176)	8,082	(304,976)
Cash payments for services and supplies	(256,310)	(274,443)	(18,133)	(258,339)
	<u>(127,589)</u>	<u>51,504</u>	<u>179,093</u>	<u>(184,015)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	(2,120)	(2,120)	-	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	6,000	2,484	(3,516)	375
	<u>(123,709)</u>	<u>51,868</u>	<u>175,577</u>	<u>(183,640)</u>
Cash and Cash Equivalents, July 1	244,535	244,535	-	428,175
Cash and Cash Equivalents, June 30	<u>\$ 120,826</u>	<u>\$ 296,403</u>	<u>\$ 175,577</u>	<u>\$ 244,535</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (140,489)	\$ 60,983	\$ 201,472	\$ (200,663)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	5,400	5,396	(4)	5,394
Changes in assets and liabilities:				
(Increase) decrease in:				
Prepaid items	-	(11,014)	(11,014)	1,136
Increase (decrease) in:				
Accounts payable	-	(1,745)	(1,745)	52
Accrued salaries and benefits	-	5,813	5,813	(1,671)
Due to other governments	-	4,475	4,475	-
Accrued compensated absences	-	(21,538)	(21,538)	5,841
Net OPEB Obligation	7,500	9,134	1,634	5,896
	<u>12,900</u>	<u>(9,479)</u>	<u>(22,379)</u>	<u>16,648</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (127,589)</u>	<u>\$ 51,504</u>	<u>\$ 179,093</u>	<u>\$ (184,015)</u>

INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency of a government to other departments or agencies on a cost reimbursement basis. Accounting for Internal Service Funds as a proprietary fund type is designed to accumulate the total cost (including depreciation) of providing a particular service. Costs for services are reimbursed by the departments or agencies to which the services are provided.

Group Medical Insurance Fund - This Fund is used to account for monies collected from City departments and employees to be expended for claims for medical services provided to employees and their dependents.

Workers' Compensation Fund - This Fund is used to account for monies collected for the insurance program from City departments to be expended for payment of claims, as required by law, to employees injured by accident while at work.

Insurance Fund - This Fund is used to account for monies collected from City departments for liability and property insurance.

Fleet Management Fund – This fund is used to account for monies collected from City departments for fleet maintenance operations.

**CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2014**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
ASSETS					
Current assets:					
Cash and investments	\$ 558,007	\$ 3,482,022	\$ 954,171	\$ 783,055	\$ 5,777,255
Receivables:					
Accounts and contracts, net	328,801	32,108	51,369	52	412,330
Inventories	-	-	-	176,948	176,948
Prepaid items	3	5,624	7,749	7,641	21,017
Total Current Assets	<u>886,811</u>	<u>3,519,754</u>	<u>1,013,289</u>	<u>967,696</u>	<u>6,387,550</u>
Noncurrent assets:					
Other assets	-	30,000	40,000	-	70,000
Capital assets:					
Machinery and equipment	6,110	219,799	179,119	500,980	906,008
Construction in progress	-	-	31,792	156,489	188,281
	6,110	219,799	210,911	657,469	1,094,289
Less: Accumulated depreciation	<u>(1,222)</u>	<u>(64,000)</u>	<u>(58,911)</u>	<u>(175,174)</u>	<u>(299,307)</u>
Net Capital Assets	<u>4,888</u>	<u>155,799</u>	<u>152,000</u>	<u>482,295</u>	<u>794,982</u>
Total Noncurrent Assets	<u>4,888</u>	<u>185,799</u>	<u>192,000</u>	<u>482,295</u>	<u>864,982</u>
Total Assets	<u>891,699</u>	<u>3,705,553</u>	<u>1,205,289</u>	<u>1,449,991</u>	<u>7,252,532</u>
LIABILITIES					
Current liabilities:					
Accounts payable	507	28,753	71,357	98,578	199,195
Accrued salaries and benefits	12,457	16,046	5,047	29,341	62,891
Due to other governments	-	-	11,323	-	11,323
Other current liabilities	-	392,149	170,817	-	562,966
Current portion:					
Accrued compensated absences	<u>3,152</u>	<u>16,599</u>	<u>1,214</u>	<u>5,497</u>	<u>26,462</u>
Total Current Liabilities	<u>16,116</u>	<u>453,547</u>	<u>259,758</u>	<u>133,416</u>	<u>862,837</u>
Noncurrent liabilities:					
Accrued compensated absences	61,120	83,151	50,688	107,258	302,217
Net OPEB obligation	43,520	17,092	13,860	129,203	203,675
Other liabilities	-	-	44,275	-	44,275
Total Noncurrent Liabilities	<u>104,640</u>	<u>100,243</u>	<u>108,823</u>	<u>236,461</u>	<u>550,167</u>
Total Liabilities	<u>120,756</u>	<u>553,790</u>	<u>368,581</u>	<u>369,877</u>	<u>1,413,004</u>
NET POSITION					
Net investment in capital assets	4,888	155,799	148,924	481,699	791,310
Restricted					
Claims	-	2,995,964	687,784	-	3,683,748
Unrestricted	<u>766,055</u>	<u>-</u>	<u>-</u>	<u>598,415</u>	<u>1,364,470</u>
Total Net Position	<u>\$ 770,943</u>	<u>\$ 3,151,763</u>	<u>\$ 836,708</u>	<u>\$ 1,080,114</u>	<u>\$ 5,839,528</u>

**CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2014**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
Operating Revenues:					
Charges for services	\$ 8,153,958	\$ 793,583	\$ 1,663,452	\$ 1,549,370	\$ 12,160,363
Operating Expenses:					
Salaries and wages	235,115	287,753	119,283	525,831	1,167,982
Employee benefits	91,325	114,737	37,433	219,479	462,974
Services and supplies	7,769,921	581,699	1,239,294	617,387	10,208,301
Depreciation	611	20,302	16,183	49,309	86,405
Total Operating Expenses	8,096,972	1,004,491	1,412,193	1,412,006	11,925,662
Operating Income (Loss)	56,986	(210,908)	251,259	137,364	234,701
Nonoperating Revenues (Expenses):					
Investment income	2,975	28,080	5,614	7,229	43,898
Miscellaneous	4,010	11,204	104,967	40,035	160,216
Gain (loss) on disposal of capital assets	-	-	-	36,680	36,680
Total Nonoperating Revenues (Expenses)	6,985	39,284	110,581	83,944	240,794
Income (Loss) Before Capital Contributions and Transfers	63,971	(171,624)	361,840	221,308	475,495
Capital Contributions:					
Capital grants	-	-	-	42,973	42,973
Transfers:					
Transfers In	228,298	-	-	24,855	253,153
Transfers Out	-	(893)	(83,365)	(3,936)	(88,194)
Total Transfers	228,298	(893)	(83,365)	20,919	164,959
Change in Net Position	292,269	(172,517)	278,475	285,200	683,427
Net Position, July 1	478,674	3,324,280	558,233	794,914	5,156,101
Net Position, June 30	\$ 770,943	\$ 3,151,763	\$ 836,708	\$ 1,080,114	\$ 5,839,528

**CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 1 OF 2)**

	GROUP				TOTAL
	MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received for services	\$ -	\$ -	\$ -	\$ 1,549,318	\$ 1,549,318
Cash received from customers	1,789,318	-	-	-	1,789,318
Cash received from other funds	6,326,139	793,299	1,612,083	-	8,731,521
Cash payments for personnel costs	(263,867)	(297,400)	(106,823)	(632,622)	(1,300,712)
Cash payments for services and supplies	(7,770,786)	(612,256)	(1,207,091)	(770,268)	(10,360,401)
Miscellaneous cash received	4,010	11,204	104,967	40,035	160,216
Net Cash Provided (Used) by Operating Activities	<u>84,814</u>	<u>(105,153)</u>	<u>403,136</u>	<u>186,463</u>	<u>569,260</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer to other funds	-	(893)	(83,365)	(3,936)	(88,194)
Transfer from other funds	228,298	-	-	24,855	253,153
Net Cash Provided (Used) by Noncapital Financing Activities	<u>228,298</u>	<u>(893)</u>	<u>(83,365)</u>	<u>20,919</u>	<u>164,959</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from sales of assets	-	-	-	36,681	36,681
Acquisition of capital assets	-	(67,101)	(28,715)	(213,939)	(309,755)
Subsidy from grant	-	-	-	42,973	42,973
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>-</u>	<u>(67,101)</u>	<u>(28,715)</u>	<u>(134,285)</u>	<u>(230,101)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income	2,975	28,080	5,614	7,229	43,898
Net Increase (Decrease) in Cash and Cash Equivalents	316,087	(145,067)	296,670	80,326	548,016
Cash and Cash Equivalents, July 1	<u>241,920</u>	<u>3,627,089</u>	<u>657,501</u>	<u>702,729</u>	<u>5,229,239</u>
Cash and Cash Equivalents, June 30	<u>\$ 558,007</u>	<u>\$ 3,482,022</u>	<u>\$ 954,171</u>	<u>\$ 783,055</u>	<u>\$ 5,777,255</u>

**CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 2 OF 2)**

	GROUP MEDICAL <u>INSURANCE</u>	WORKERS' <u>COMPENSATION</u>	<u>INSURANCE</u>	FLEET <u>MANAGEMENT</u>	<u>TOTAL</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO					
NET CASH PROVIDED (USED) BY OPERATING					
ACTIVITIES:					
Operating income (loss)	\$ 56,986	\$ (210,908)	\$ 251,259	\$ 137,364	\$ 234,701
Adjustments to reconcile operating					
income (loss) to net cash provided					
(used) by operating activities:					
Depreciation and amortization expense	611	20,302	16,183	49,309	86,405
Nonoperating revenues	4,010	11,204	104,967	40,035	160,216
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(38,501)	(284)	(51,369)	(52)	(90,206)
Inventories	-	-	-	(122,525)	(122,525)
Prepaid items	(1)	(1,318)	5,843	(7,634)	(3,110)
Increase (decrease) in:					
Accounts payable	(864)	(482)	43,896	(22,722)	19,828
Accrued salaries and benefits	1,720	10,375	583	5,329	18,007
Due to other governments	-	-	(1,856)	-	(1,856)
Accrued compensated absences	43,411	87,657	43,871	70,037	244,976
Net OPEB obligation	17,442	7,058	5,439	37,322	67,261
Other liabilities	-	(28,757)	(15,680)	-	(44,437)
Total Adjustments	<u>27,828</u>	<u>105,755</u>	<u>151,877</u>	<u>49,099</u>	<u>334,559</u>
Net Cash Provided (Used) by					
Operating Activities	<u>\$ 84,814</u>	<u>\$ (105,153)</u>	<u>\$ 403,136</u>	<u>\$ 186,463</u>	<u>\$ 569,260</u>
NONCASH INVESTING, CAPITAL AND					
FINANCING ACTIVITIES:					
Purchase of capital assets on account	\$ -	\$ -	\$ 3,076	\$ 596	\$ 3,672

**CARSON CITY
GROUP MEDICAL INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Employee contributions	\$ 1,751,946	\$ 1,789,318	\$ 37,372	\$ 1,745,338
Employer contributions	6,767,129	6,364,640	(402,489)	6,316,957
Total Operating Revenues	<u>8,519,075</u>	<u>8,153,958</u>	<u>(365,117)</u>	<u>8,062,295</u>
Operating Expenses:				
Salaries and wages	201,410	235,115	(33,705)	182,833
Employee benefits	81,420	91,325	(9,905)	76,272
Services and supplies	8,071,015	7,769,921	301,094	7,643,387
Depreciation	1,222	611	611	611
Total Operating Expenses	<u>8,355,067</u>	<u>8,096,972</u>	<u>258,095</u>	<u>7,903,103</u>
Operating Income (Loss)	<u>164,008</u>	<u>56,986</u>	<u>(107,022)</u>	<u>159,192</u>
Nonoperating Revenues (Expenses):				
Investment income	3,000	2,975	(25)	565
Miscellaneous	-	4,010	4,010	5,961
Total Nonoperating Revenues (Expenses)	<u>3,000</u>	<u>6,985</u>	<u>3,985</u>	<u>6,526</u>
Income (Loss) Before Transfers	167,008	63,971	(103,037)	165,718
Transfers in	<u>228,298</u>	<u>228,298</u>	<u>-</u>	<u>-</u>
Change in Net Position	<u>\$ 395,306</u>	292,269	<u>\$ (103,037)</u>	165,718
Net Position, July 1		<u>478,674</u>		<u>312,956</u>
Net Position, June 30		<u>\$ 770,943</u>		<u>\$ 478,674</u>

CARSON CITY
GROUP MEDICAL INSURANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for customers	\$ 1,751,946	\$ 1,789,318	\$ 37,372	\$ 1,744,315
Cash received from other funds	6,767,129	6,326,139	(440,990)	6,289,395
Cash payments for personnel costs	(282,830)	(263,867)	18,963	(249,736)
Cash payments for services and supplies	(8,071,015)	(7,770,786)	300,229	(7,642,504)
Miscellaneous cash received	-	4,010	4,010	5,961
	<u>165,230</u>	<u>84,814</u>	<u>(80,416)</u>	<u>147,431</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	<u>228,298</u>	<u>228,298</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	<u>3,000</u>	<u>2,975</u>	<u>(25)</u>	<u>565</u>
	396,528	316,087	(80,441)	147,996
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash and Cash Equivalents, July 1	<u>241,920</u>	<u>241,920</u>	<u>-</u>	<u>93,924</u>
Cash and Cash Equivalents, June 30	<u>\$ 638,448</u>	<u>\$ 558,007</u>	<u>\$ (80,441)</u>	<u>\$ 241,920</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	<u>\$ 164,008</u>	<u>\$ 56,986</u>	<u>\$ (107,022)</u>	<u>\$ 159,192</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	1,222	611	(611)	611
Nonoperating revenues	-	4,010	4,010	5,961
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(38,501)	(38,501)	(22,222)
Prepaid items	-	(1)	(1)	226
Increase (decrease) in:				
Accounts payable	-	(864)	(864)	657
Accrued salaries and benefits	-	1,720	1,720	(2,530)
Due to other governments	-	-	-	(5,340)
Unearned revenue	-	-	-	(1,023)
Accrued compensated absences	-	43,411	43,411	4,238
Net OPEB obligation	-	17,442	17,442	7,661
	<u>1,222</u>	<u>27,828</u>	<u>26,606</u>	<u>(11,761)</u>
Total Adjustments				
Net Cash Provided (Used) by Operating Activities	<u>\$ 165,230</u>	<u>\$ 84,814</u>	<u>\$ (80,416)</u>	<u>\$ 147,431</u>

**CARSON CITY
WORKERS' COMPENSATION FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services:				
Employer contributions	\$ 729,504	\$ 793,583	\$ 64,079	\$ 798,332
Operating Expenses:				
Salaries and wages	200,909	287,753	(86,844)	87,375
Employee benefits	112,557	114,737	(2,180)	38,497
Services and supplies	891,954	581,699	310,255	749,777
Depreciation	18,625	20,302	(1,677)	15,270
Total Operating Expenses	<u>1,224,045</u>	<u>1,004,491</u>	<u>219,554</u>	<u>890,919</u>
Operating Income (Loss)	<u>(494,541)</u>	<u>(210,908)</u>	<u>283,633</u>	<u>(92,587)</u>
Nonoperating Revenues (Expenses):				
Investment income	60,000	28,080	(31,920)	5,544
Miscellaneous	10,000	11,204	1,204	70,258
Total Nonoperating Revenues (Expenses)	<u>70,000</u>	<u>39,284</u>	<u>(30,716)</u>	<u>75,802</u>
Income (Loss) Before Transfers	(424,541)	(171,624)	252,917	(16,785)
Transfers out - Group Medical Fund	<u>(893)</u>	<u>(893)</u>	<u>-</u>	<u>-</u>
Change in Net Position	<u>\$ (425,434)</u>	<u>(172,517)</u>	<u>\$ 252,917</u>	<u>(16,785)</u>
Net Position, July 1		<u>3,324,280</u>		<u>3,341,065</u>
Net Position, June 30		<u>\$ 3,151,763</u>		<u>\$ 3,324,280</u>

**CARSON CITY
WORKERS' COMPENSATION FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from other funds	\$ 729,504	\$ 793,299	\$ 63,795	\$ 825,176
Cash payments for personnel costs	(309,816)	(297,400)	12,416	(122,908)
Cash payments for services and supplies	(891,954)	(612,256)	279,698	(536,855)
Miscellaneous cash received	10,000	11,204	1,204	70,258
	<u>(462,266)</u>	<u>(105,153)</u>	<u>357,113</u>	<u>235,671</u>
Net Cash Provided (Used) by Operating Activities				
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	(893)	(893)	-	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(67,101)	(67,101)	-	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	60,000	28,080	(31,920)	5,544
	<u>60,000</u>	<u>28,080</u>	<u>(31,920)</u>	<u>5,544</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(470,260)	(145,067)	325,193	241,215
Cash and Cash Equivalents, July 1	3,627,089	3,627,089	-	3,385,874
Cash and Cash Equivalents, June 30	<u>\$ 3,156,829</u>	<u>\$ 3,482,022</u>	<u>\$ 325,193</u>	<u>\$ 3,627,089</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (494,541)	\$ (210,908)	\$ 283,633	\$ (92,587)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	18,625	20,302	1,677	15,270
Nonoperating revenues	10,000	11,204	1,204	70,258
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(284)	(284)	26,844
Prepaid items	-	(1,318)	(1,318)	(3,028)
Increase (decrease) in:				
Accounts payable	-	(482)	(482)	(7,091)
Accrued salaries and benefits	-	10,375	10,375	(787)
Accrued compensated absences	-	87,657	87,657	223,041
Other liabilities	-	(28,757)	(28,757)	843
NET OPEB obligation	3,650	7,058	3,408	2,908
	<u>32,275</u>	<u>105,755</u>	<u>73,480</u>	<u>328,258</u>
Total Adjustments				
Net Cash Provided (Used) by Operating Activities	<u>\$ (462,266)</u>	<u>\$ (105,153)</u>	<u>\$ 357,113</u>	<u>\$ 235,671</u>

**CARSON CITY
INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 1,664,190	\$ 1,663,452	\$ (738)	\$ 1,473,094
Operating Expenses:				
Salaries and wages	74,771	119,283	(44,512)	73,191
Employee benefits	35,360	37,433	(2,073)	32,279
Services and supplies	1,478,529	1,239,294	239,235	1,069,409
Depreciation	16,200	16,183	17	16,183
Total Operating Expenses	<u>1,604,860</u>	<u>1,412,193</u>	<u>192,667</u>	<u>1,191,062</u>
Operating Income (Loss)	<u>59,330</u>	<u>251,259</u>	<u>191,929</u>	<u>282,032</u>
Nonoperating Revenues (Expenses):				
Investment income	4,000	5,614	1,614	733
Miscellaneous	10,000	104,967	94,967	99,280
Total Nonoperating Revenues (Expenses)	<u>14,000</u>	<u>110,581</u>	<u>96,581</u>	<u>100,013</u>
Income (Loss) Before Transfers	<u>73,330</u>	<u>361,840</u>	<u>288,510</u>	<u>382,045</u>
Transfers in (out)				
Commissary Fund	(82,610)	(82,610)	-	-
Group Medical Fund	(755)	(755)	-	-
Total Transfers	<u>(83,365)</u>	<u>(83,365)</u>	<u>-</u>	<u>-</u>
Change in Net Position	<u>\$ (10,035)</u>	<u>278,475</u>	<u>\$ 288,510</u>	<u>382,045</u>
Net Position, July 1		<u>558,233</u>		<u>176,188</u>
Net Position, June 30		<u>\$ 836,708</u>		<u>\$ 558,233</u>

**CARSON CITY
INSURANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from other funds	\$ 1,664,190	\$ 1,612,083	\$ (52,107)	\$ 1,487,866
Cash payments for personnel costs	(110,131)	(106,823)	3,308	(103,304)
Cash payments for services and supplies	(1,478,529)	(1,207,091)	271,438	(1,196,826)
Miscellaneous cash received	10,000	104,967	94,967	99,280
Net Cash Provided (Used) by Operating Activities	<u>85,530</u>	<u>403,136</u>	<u>317,606</u>	<u>287,016</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	<u>(83,365)</u>	<u>(83,365)</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	<u>(36,000)</u>	<u>(28,715)</u>	<u>7,285</u>	<u>(575)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	<u>4,000</u>	<u>5,614</u>	<u>1,614</u>	<u>733</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(29,835)	296,670	326,505	287,174
Cash and Cash Equivalents, July 1	<u>657,501</u>	<u>657,501</u>	<u>-</u>	<u>370,327</u>
Cash and Cash Equivalents, June 30	<u>\$ 627,666</u>	<u>\$ 954,171</u>	<u>\$ 326,505</u>	<u>\$ 657,501</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	<u>\$ 59,330</u>	<u>\$ 251,259</u>	<u>\$ 191,929</u>	<u>\$ 282,032</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	16,200	16,183	(17)	16,183
Nonoperating revenues	10,000	104,967	94,967	99,280
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(51,369)	(51,369)	14,772
Prepaid items	-	5,843	5,843	10,003
Increase (decrease) in:				
Accounts payable	-	43,896	43,896	(45,125)
Accrued salaries and benefits	-	583	583	(890)
Due to other governments	-	(1,856)	(1,856)	(35,420)
Accrued compensated absences	-	43,871	43,871	(56,875)
Other liabilities	-	(15,680)	(15,680)	516
Net OPEB obligation	-	5,439	5,439	2,540
Total Adjustments	<u>26,200</u>	<u>151,877</u>	<u>125,677</u>	<u>4,984</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 85,530</u>	<u>\$ 403,136</u>	<u>\$ 317,606</u>	<u>\$ 287,016</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 3,076		\$ -

**CARSON CITY
FLEET MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)**

	FINAL BUDGET	ACTUAL	VARIANCE	2013
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 1,549,370	\$ 1,549,370	\$ -	\$ 1,432,508
Operating Expenses:				
Salaries and wages	444,673	525,831	(81,158)	382,936
Employee benefits	204,070	219,479	(15,409)	174,135
Services and supplies	881,498	617,387	264,111	870,577
Depreciation	47,700	49,309	(1,609)	44,929
Total Operating Expenses	<u>1,577,941</u>	<u>1,412,006</u>	<u>165,935</u>	<u>1,472,577</u>
Operating Income (Loss)	<u>(28,571)</u>	<u>137,364</u>	<u>165,935</u>	<u>(40,069)</u>
Nonoperating Revenues (Expenses):				
Investment income	15,000	7,229	(7,771)	2,837
Miscellaneous	40,000	40,035	35	-
Interest expense	-	-	-	(484)
Gain (loss) on disposal of capital assets	-	36,680	36,680	9,690
Total Nonoperating Revenues (Expenses)	<u>55,000</u>	<u>83,944</u>	<u>28,944</u>	<u>12,043</u>
Income (Loss) Before Capital Contributions and Transfers	<u>26,429</u>	<u>221,308</u>	<u>194,879</u>	<u>(28,026)</u>
Capital Contributions:				
Capital grants	<u>320,000</u>	<u>42,973</u>	<u>(277,027)</u>	<u>-</u>
Transfers in (out)				
Ambulance Fund	24,855	24,855	-	-
Group Medical Fund	<u>(3,936)</u>	<u>(3,936)</u>	<u>-</u>	<u>-</u>
Transfers	<u>20,919</u>	<u>20,919</u>	<u>-</u>	<u>-</u>
Change in Net Position	<u>\$ 367,348</u>	285,200	<u>\$ (82,148)</u>	(28,026)
Net Position, July 1		<u>794,914</u>		<u>822,940</u>
Net Position, June 30		<u>\$ 1,080,114</u>		<u>\$ 794,914</u>

CARSON CITY
FLEET MANAGEMENT FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2013
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 1,549,370	\$ 1,549,318	\$ (52)	\$ 1,432,508
Cash payments for personnel costs	(633,743)	(632,622)	1,121	(536,821)
Cash payments for services and supplies	(881,498)	(770,268)	111,230	(789,119)
Miscellaneous cash received	40,000	40,035	35	-
	<u>74,129</u>	<u>186,463</u>	<u>112,334</u>	<u>106,568</u>
Net Cash Provided (Used) by Operating Activities				
	<u>74,129</u>	<u>186,463</u>	<u>112,334</u>	<u>106,568</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	24,855	24,855	-	-
Transfer to other funds	(3,936)	(3,936)	-	-
	<u>20,919</u>	<u>20,919</u>	<u>-</u>	<u>-</u>
Net Cash Provided (Used) by Noncapital Financing Activities				
	<u>20,919</u>	<u>20,919</u>	<u>-</u>	<u>-</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from sales of assets	-	36,681	36,681	9,691
Acquisition of capital assets	(1,075,582)	(213,939)	861,643	(21,754)
Principal paid on capital debt	-	-	-	(78,000)
Interest paid on capital debt	-	-	-	(831)
Subsidy from grant	320,000	42,973	(277,027)	-
	<u>(755,582)</u>	<u>(134,285)</u>	<u>621,297</u>	<u>(90,894)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities				
	<u>(755,582)</u>	<u>(134,285)</u>	<u>621,297</u>	<u>(90,894)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	15,000	7,229	(7,771)	2,837
	<u>15,000</u>	<u>7,229</u>	<u>(7,771)</u>	<u>2,837</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
	<u>(645,534)</u>	<u>80,326</u>	<u>725,860</u>	<u>18,511</u>
Cash and Cash Equivalents, July 1	<u>702,729</u>	<u>702,729</u>	<u>-</u>	<u>684,218</u>
Cash and Cash Equivalents, June 30	<u>\$ 57,195</u>	<u>\$ 783,055</u>	<u>\$ 725,860</u>	<u>\$ 702,729</u>

**CARSON CITY
FLEET MANAGEMENT FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2014
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2013)
(PAGE 2 OF 2)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2013</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (28,571)	\$ 137,364	\$ 165,935	\$ (40,069)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	47,700	49,309	1,609	44,929
Nonoperating revenues	40,000	40,035	35	-
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(52)	(52)	-
Inventories	-	(122,525)	(122,525)	55,805
Prepaid items	-	(7,634)	(7,634)	(7)
Increase (decrease) in:				
Accounts payable	-	(22,722)	(22,722)	25,660
Accrued salaries and benefits	-	5,329	5,329	1,991
Accrued compensated absences	-	70,037	70,037	3,135
Net OPEB obligation	15,000	37,322	22,322	15,124
Total Adjustments	<u>102,700</u>	<u>49,099</u>	<u>(53,601)</u>	<u>146,637</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 74,129</u>	<u>\$ 186,463</u>	<u>\$ 112,334</u>	<u>\$ 106,568</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 596		\$ 3,445

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by the government in a trustee or agency capacity.

Investment Trust Fund - This Fund is used to account for the external investment pool administered by Carson City. The pool has one involuntary participant, the Carson City School District Debt Service Fund. These statements can be found in the City's basic financial statements.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency Funds are merely clearing accounts and have no fund equity. The following information is presented to describe each of the City's Agency Funds:

Sierra Forest Fire Protection Fund - This Fund is used to accumulate ad valorem and supplemental City/County relief tax monies and provide payment of debts and just claims against the District.

Eagle Valley Water District Fund - This Fund is used to account for the collection and payment of ad valorem taxes on behalf of the District.

Sub-Conservancy District Fund - This Fund is used to account for the collection and payment of ad valorem taxes on behalf of the District.

Fish and Game Fund - This Fund is used to account for monies withdrawn from the wildlife account within the State General Fund and transferred to the City for disposition by the City's Advisory Board to manage wildlife.

Controller Trust Fund - This Fund is used to account for unclaimed payroll warrants and accounts payable warrants during the required statutory period, which have been returned to the City until claimed or remitted to the State of Nevada Unclaimed Property Division.

State of Nevada Fund - This Fund is used to account for the collection and payment of the State of Nevada's share of ad valorem taxes, District and Justice Court fees, marriage fees, or fees otherwise mandated by statute, and collected by the City.

FIDUCIARY FUNDS

Continued

Nevada Commission for the Reconstruction of the V & T Railway Fund - This Fund is used to account for the collection and distribution of gifts, grants, and donations to reconstruct the Virginia and Truckee Railroad between Virginia City and Carson City.

Forfeiture Account Fund - This Fund is used to account for currency that is seized by the Sheriff's Office and will remain in the Fund until the court determines if the currency is subject to forfeiture.

Carson City School District Debt Service Fund - This Fund is used to account for ad valorem taxes and interest earned thereon, specifically apportioned and appropriated for the retirement of long-term general obligation principal and interest of the School District.

Carson City School District Operating Fund - This Fund is used to account for the collection of and remittance to the school district of ad valorem taxes.

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 1 OF 3)

	BALANCE JULY 1, 2013	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2014
SIERRA FOREST FIRE PROTECTION FUND				
Assets:				
Cash and investments	\$ -	\$ 48,143	\$ 48,143	\$ -
Taxes receivable, delinquent	1,655	3	1,658	-
Due from other governments	47,141	-	47,141	-
Total Assets	\$ 48,796	\$ 48,146	\$ 96,942	\$ -
Liabilities:				
Due to other governments	\$ 48,796	\$ 723	\$ 49,519	\$ -
EAGLE VALLEY WATER DISTRICT FUND				
Assets:				
Cash and investments	\$ 375	\$ 15,795	\$ 15,946	\$ 224
Taxes receivable, delinquent	471	45	148	368
Total Assets	\$ 846	\$ 15,840	\$ 16,094	\$ 592
Liabilities:				
Due to other governments	\$ 846	\$ 16,151	\$ 16,405	\$ 592
SUB-CONSERVANCY DISTRICT FUND				
Assets:				
Cash and investments	\$ 1,430	\$ 802,009	\$ 795,806	\$ 7,633
Taxes receivable, delinquent	12,125	1,131	5,016	8,240
Due from other governments	18,131	20,692	18,131	20,692
Total Assets	\$ 31,686	\$ 823,832	\$ 818,953	\$ 36,565
Liabilities:				
Accounts payable	\$ -	\$ 360,781	\$ 353,963	\$ 6,818
Due to other governments	13,183	362,560	366,821	8,922
Other liabilities	18,503	20,825	18,503	20,825
Total Liabilities	\$ 31,686	\$ 744,166	\$ 739,287	\$ 36,565
FISH AND GAME FUND				
Assets:				
Cash and investments	\$ 690	\$ 3,578	\$ 3,313	\$ 955
Liabilities:				
Accounts payable	\$ 690	\$ 2,547	\$ 3,220	\$ 17
Due to other governments	-	3,578	2,640	938
Total Liabilities	\$ 690	\$ 6,125	\$ 5,860	\$ 955

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 2 OF 3)

	BALANCE JULY 1, 2013	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2014
CONTROLLER TRUST FUND				
Assets:				
Cash and investments	\$ 5,360	\$ 17,945	\$ 5,233	\$ 18,072
Liabilities:				
Accounts payable	\$ -	\$ 4,542	\$ 4,542	\$ -
Due to other governments	5,360	17,254	4,542	18,072
Total Liabilities	\$ 5,360	\$ 21,796	\$ 9,084	\$ 18,072
STATE OF NEVADA FUND				
Assets:				
Cash and investments	\$ 477,850	\$ 3,661,575	\$ 3,813,964	\$ 325,461
Accounts receivable	65	-	65	-
Taxes receivable, delinquent	69,046	6,469	28,482	47,033
Total Assets	\$ 546,961	\$ 3,668,044	\$ 3,842,511	\$ 372,494
Liabilities:				
Accounts payable	\$ -	\$ 1,106	\$ 1,088	\$ 18
Due to other governments	546,961	3,993,907	4,168,392	372,476
Total Liabilities	\$ 546,961	\$ 3,995,013	\$ 4,169,480	\$ 372,494
NEVADA COMMISSION FOR THE RECONSTRUCTION OF THE V & T RAILWAY FUND				
Assets:				
Cash and investments	\$ 735,888	\$ 570,796	\$ 881,522	\$ 425,162
Cash held by Commission	85,253	-	-	85,253
Due from other governments	72,803	115,081	72,804	115,080
Total Assets	\$ 893,944	\$ 685,877	\$ 954,326	\$ 625,495
Liabilities:				
Accounts payable	\$ 24,101	\$ 784,757	\$ 780,020	\$ 28,838
Due to other governments	869,843	611,817	885,003	596,657
Total Liabilities	\$ 893,944	\$ 1,396,574	\$ 1,665,023	\$ 625,495
FORFEITURE ACCOUNT FUND				
Assets:				
Cash and investments	\$ 54,287	\$ 113,077	\$ 104,824	\$ 62,540
Liabilities:				
Accounts payable	\$ 445	\$ 107,310	\$ 104,789	\$ 2,966
Due to other governments	53,842	113,043	107,311	59,574
Total Liabilities	\$ 54,287	\$ 220,353	\$ 212,100	\$ 62,540

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 3 OF 3)

	<u>BALANCE</u> <u>JULY 1, 2013</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2014</u>
CARSON CITY SCHOOL DISTRICT				
DEBT SERVICE FUND				
Assets:				
Taxes receivable, delinquent	\$ 174,473	\$ 16,255	\$ 72,453	\$ 118,275
Liabilities:				
Accounts payable	\$ -	\$ 182	\$ 182	\$ -
Due to other governments	174,473	5,519,799	5,575,997	118,275
Total Liabilities	<u>\$ 174,473</u>	<u>\$ 5,519,981</u>	<u>\$ 5,576,179</u>	<u>\$ 118,275</u>
CARSON CITY SCHOOL DISTRICT				
OPERATING FUND				
Assets:				
Cash and investments	\$ 19,827	\$ 9,019,675	\$ 8,863,654	\$ 175,848
Taxes receivable, delinquent	308,252	28,354	130,297	206,309
Total Assets	<u>\$ 328,079</u>	<u>\$ 9,048,029</u>	<u>\$ 8,993,951</u>	<u>\$ 382,157</u>
Liabilities:				
Accounts payable	\$ -	\$ 318	\$ 318	\$ -
Due to other governments	328,079	9,264,058	9,209,980	382,157
Total Liabilities	<u>\$ 328,079</u>	<u>\$ 9,264,376</u>	<u>\$ 9,210,298</u>	<u>\$ 382,157</u>
TOTALS - ALL AGENCY FUNDS				
Assets:				
Cash and investments	\$ 1,295,707	\$ 14,252,593	\$ 14,532,405	\$ 1,015,895
Cash held by Commission	85,253	-	-	85,253
Accounts receivable	65	-	65	-
Taxes receivable, delinquent	566,022	52,257	238,054	380,225
Due from other governments	138,075	135,773	138,076	135,772
Total Assets	<u>\$ 2,085,122</u>	<u>\$ 14,440,623</u>	<u>\$ 14,908,600</u>	<u>\$ 1,617,145</u>
Liabilities:				
Accounts payable	\$ 25,236	\$ 1,261,543	\$ 1,248,122	\$ 38,657
Due to other governments	2,041,383	19,902,890	20,386,610	1,557,663
Other liabilities	18,503	20,825	18,503	20,825
Total Liabilities	<u>\$ 2,085,122</u>	<u>\$ 21,185,258</u>	<u>\$ 21,653,235</u>	<u>\$ 1,617,145</u>

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STATISTICAL SECTION

CITY OF CARSON CITY, NEVADA
STATISTICAL SECTION
(UNAUDITED)

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

<u>Section Contents</u>	<u>Schedule #</u>
Financial Trends <i>These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.</i>	1.1 - 1.4
Revenue Capacity <i>These schedules contain information to help the reader assess the factors affecting the city's ability to generate its property and sales taxes.</i>	2.1 - 2.4
Debt Capacity <i>These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt, and its ability to issue additional future debt.</i>	3.1 - 3.4
Demographic and Economic Information <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place and to help make comparisons over time and with other governments.</i>	4.1 - 4.2
Operating Information <i>These schedules contain information about the city's operations and resources to help the reader understand how the city's financial information relates to the services the city provides and the activities it performs.</i>	5.1 - 5.3

**CARSON CITY
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets	\$ 260,795,570	\$ 260,370,604	\$ 259,709,061	\$ 230,502,492	\$ 172,327,528	\$ 142,099,041	\$ 131,338,112	\$ 120,602,072	\$ 65,849,092	\$ 69,600,063
Restricted	14,907,036	15,013,156	15,165,751	16,058,661	20,115,371	18,759,556	23,302,315	29,389,902	24,871,291	16,085,638
Unrestricted	(27,614,698)	(22,471,320)	(23,227,661)	(16,829,470)	(14,549,896)	(4,678,327)	2,417,112	(1,728,608)	(3,390,070)	15,697,202
Total Governmental Activities	\$ 248,087,908	\$ 252,912,440	\$ 251,647,151	\$ 229,731,683	\$ 177,893,003	\$ 156,180,270	\$ 157,057,539	\$ 148,263,366	\$ 87,330,313	\$ 101,382,903
Net Position										
BUSINESS-TYPE ACTIVITIES										
Net investment in capital assets	\$ 93,600,537	\$ 92,023,344	\$ 92,490,506	\$ 92,656,159	\$ 90,457,625	\$ 89,403,212	\$ 87,652,903	\$ 84,123,860	\$ 78,129,888	\$ 71,872,037
Restricted	-	-	-	-	-	-	-	2,742,096	2,598,135	2,545,363
Unrestricted	5,348,056	7,849,919	7,832,105	3,476,230	6,235,987	11,002,971	14,666,940	16,169,206	16,340,435	17,913,131
Total Business-Type Activities	\$ 98,948,593	\$ 99,873,263	\$ 100,322,611	\$ 96,132,389	\$ 96,693,612	\$ 100,406,183	\$ 102,319,843	\$ 103,035,162	\$ 97,068,458	\$ 92,330,531
Net Position										
PRIMARY GOVERNMENT										
Net investment in capital assets	\$ 354,396,107	\$ 352,393,948	\$ 352,199,567	\$ 323,158,651	\$ 262,785,153	\$ 231,502,253	\$ 218,991,015	\$ 204,725,932	\$ 143,978,980	\$ 141,472,100
Restricted	14,907,036	15,013,156	15,165,751	16,058,661	20,115,371	18,759,556	23,302,315	32,131,998	27,469,426	18,631,001
Unrestricted	(22,266,642)	(14,621,401)	(15,395,556)	(13,353,240)	(8,313,909)	6,324,644	17,084,052	14,440,598	12,950,565	33,610,333
Total Primary Government	\$ 347,036,501	\$ 352,785,703	\$ 351,969,762	\$ 325,864,072	\$ 274,586,615	\$ 256,586,453	\$ 259,377,382	\$ 251,298,528	\$ 184,398,771	\$ 193,713,434
Net Position										

Note: Information above is presented on the accrual basis of accounting. Accrual-basis financial information for the city government as a whole is available in the Basic Financial Statements.

**CARSON CITY
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
EXPENSES										
Governmental Activities:										
General government	\$ 15,080,364	\$ 13,270,490	\$ 12,839,523	\$ 12,710,114	\$ 13,128,842	\$ 13,919,789	\$ 13,042,589	\$ 13,329,480	\$ 15,920,465	\$ 11,732,939
Public safety	32,434,444	31,081,304	30,273,949	28,842,714	30,765,050	28,995,649	27,388,924	26,333,209	25,401,443	25,320,788
Judicial	5,471,384	5,438,232	5,213,231	4,891,274	5,301,887	5,065,113	4,526,334	3,656,007	3,505,076	3,158,460
Public works	9,720,781	8,616,739	9,249,322	8,188,834	9,660,646	8,200,517	10,017,131	7,205,824	7,205,695	7,462,191
Sanitation	1,777,521	1,730,139	1,680,283	1,655,363	1,805,049	1,753,575	1,972,849	-	-	-
Health	6,180,675	5,451,016	4,984,823	4,349,102	4,570,746	3,563,272	2,781,546	2,736,463	1,808,078	1,320,958
Welfare	2,317,891	2,028,677	2,369,073	2,359,998	2,373,611	2,143,404	2,008,154	2,074,309	2,038,709	1,915,957
Culture and recreation	9,345,624	9,084,415	8,981,258	8,719,947	9,686,659	8,995,601	9,056,223	8,897,085	8,885,644	8,184,715
Community support	578,988	704,500	3,386,724	1,643,988	3,922,076	2,626,657	991,673	552,307	15,427,942	1,476,257
Airport	333,521	388,786	285,645	149,667	257,969	51,505	124,386	348,318	85,514	126,043
Economic Opportunity	179,513	186,695	304,571	326,910	4,705,495	2,255,148	560,255	485,422	4,466,036	520,190
Interest on long-term debt	3,323,887	3,513,966	3,931,487	4,047,091	4,247,956	3,947,951	3,721,332	3,844,651	3,078,771	2,126,197
Total Governmental Activities Expenses	86,744,593	81,494,959	83,499,889	77,885,002	90,425,986	81,518,181	76,191,396	69,463,075	87,823,373	63,344,695
Business-type Activities:										
Landfill	-	-	-	-	-	-	-	2,057,836	1,889,185	1,058,363
Sewer	9,135,280	8,965,346	8,389,001	8,486,538	8,568,534	8,827,557	8,196,029	7,751,960	7,592,212	7,164,159
Water	12,833,407	11,847,582	12,190,492	12,448,336	11,345,020	10,423,075	9,996,906	9,143,663	8,228,357	7,670,393
Stormwater Drainage	1,288,357	1,186,768	1,199,990	1,025,278	1,198,016	1,115,129	880,387	860,866	745,178	286,562
Ambulance	3,473,925	3,203,882	4,150,587	4,311,731	4,288,925	4,657,637	3,444,369	3,314,417	3,159,589	2,599,930
Cemetery	225,515	191,888	193,726	185,524	192,330	162,706	206,709	201,439	214,107	199,167
Building Permits	555,315	574,273	464,022	439,863	580,576	945,159	1,581,943	1,724,380	1,629,333	1,476,259
Total Business-type Activities Expenses	27,511,799	25,969,739	26,587,818	26,897,270	26,173,401	26,131,263	24,306,343	25,054,561	23,457,961	20,454,833
Total Primary Government Expenses	\$ 114,256,392	\$ 107,464,698	\$ 110,087,707	\$ 104,782,272	\$ 116,599,387	\$ 107,649,444	\$ 100,497,739	\$ 94,517,636	\$ 111,281,334	\$ 83,799,528

Note: This information is presented on the accrual basis of accounting.

CARSON CITY
CHANGES IN NET POSITION (Continued)
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
PROGRAM REVENUES										
Governmental Activities:										
Charges for services:										
General government	\$ 2,838,317	\$ 2,953,439	\$ 2,627,410	\$ 2,857,504	\$ 2,918,651	\$ 3,351,544	\$ 3,486,025	\$ 2,927,954	\$ 3,248,476	\$ 3,025,997
Public safety	1,649,571	2,359,100	1,228,238	1,155,682	1,188,443	1,076,716	832,339	869,747	786,504	953,268
Judicial	1,734,901	1,849,102	1,790,286	1,670,098	1,856,416	1,906,511	1,811,532	1,532,800	1,615,910	1,420,357
Public works	139,078	155,388	287,772	149,922	130,186	135,246	246,581	351,854	121,845	127,930
Sanitation	3,472,835	2,989,716	3,302,423	2,903,582	2,808,933	3,068,057	4,902,844	-	-	-
Health	673,249	547,415	440,934	368,863	391,320	388,737	323,538	196,846	148,971	99,467
Welfare	-	-	-	-	2,502	-	-	-	-	-
Culture and recreation	1,376,723	1,320,758	1,285,299	1,189,441	1,272,141	1,279,607	1,283,107	1,315,279	1,323,132	1,368,658
Community support	-	8,000	-	-	381	-	1,825	-	5,038	-
Operating grants, interest, and contributions	6,598,135	6,924,384	7,895,664	8,040,598	13,387,728	6,777,205	5,088,124	6,129,717	8,678,963	6,003,596
Capital grants, interest, and contributions	3,253,933	3,414,668	30,733,429	56,268,193	25,254,636	6,622,668	2,819,030	14,492,662	51,789	2,211,437
Total Governmental Activities Program Revenues	21,736,742	22,521,970	49,591,455	74,603,883	49,211,337	24,606,291	20,794,945	27,816,859	15,980,628	15,210,710
Business-type Activities:										
Charges for services:										
Landfill	-	-	-	-	-	-	-	-	-	-
Sewer	8,393,907	7,475,566	8,688,226	6,745,687	6,221,191	6,070,923	5,078,660	3,795,200	2,650,501	2,101,413
Water	13,235,852	12,868,228	13,056,457	11,510,051	9,213,231	9,366,534	9,023,248	5,084,414	4,947,911	5,038,171
Stormwater Drainage	1,333,434	1,169,116	1,308,666	1,669,605	1,172,877	1,070,093	1,017,917	7,593,208	6,533,885	5,696,364
Ambulance	2,356,233	2,466,832	3,729,850	3,547,842	3,809,675	3,979,519	4,036,969	1,007,484	998,097	572,820
Cemetery	96,045	116,562	130,494	111,624	91,161	85,437	115,220	3,373,632	3,314,884	2,878,935
Building Permits	619,648	379,300	590,055	536,824	422,320	800,889	1,273,027	150,912	104,211	81,897
Operating grants, interest, and contributions	-	-	-	-	200	-	-	1,487,738	1,344,789	1,514,599
Capital grants, interest, and contributions	707,241	419,206	2,505,810	1,906,273	890,780	2,009,015	4,987,392	-	12,538	31,080
Total Business-type Activities Program Revenues	26,742,360	24,894,810	30,009,558	26,027,906	21,821,435	23,382,440	25,532,433	28,954,835	26,907,211	23,066,029
Total Primary Government Program Revenues	\$ 48,479,102	\$ 47,416,780	\$ 79,601,013	\$ 100,631,789	\$ 71,032,772	\$ 47,988,731	\$ 46,327,378	\$ 56,771,694	\$ 42,887,839	\$ 38,276,739
NET (EXPENSE) / REVENUE										
Governmental activities	\$ (65,007,851)	\$ (58,972,989)	\$ (33,908,434)	\$ (3,281,119)	\$ (41,214,649)	\$ (56,911,890)	\$ (55,396,451)	\$ (41,646,216)	\$ (71,842,745)	\$ (48,133,985)
Business-type activities	(769,439)	(1,074,929)	3,421,740	(869,364)	(4,351,966)	(2,748,823)	1,226,090	3,900,274	3,449,250	2,611,196
Total Primary Government Net (Expense) / Revenue	\$ (65,777,290)	\$ (60,047,918)	\$ (30,486,694)	\$ (4,150,483)	\$ (45,566,615)	\$ (59,660,713)	\$ (54,170,361)	\$ (37,745,942)	\$ (68,393,495)	\$ (45,522,789)

Note: This information is presented on the accrual basis of accounting.

CARSON CITY
CHANGES IN NET POSITION (Continued)
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Taxes:										
Property taxes	\$ 25,726,135	\$ 26,381,752	\$ 22,773,809	\$ 22,144,119	\$ 20,555,087	\$ 19,362,180	\$ 17,542,259	\$ 16,538,908	\$ 14,842,941	\$ 14,399,482
Sales taxes	4,939,639	4,798,620	4,591,472	4,518,988	4,172,071	4,721,317	5,669,448	6,097,893	5,355,446	4,856,154
Consolidated tax	20,733,724	19,825,135	19,016,195	18,286,154	17,477,368	19,969,586	23,442,872	25,944,779	26,808,073	25,661,323
Franchise taxes	5,418,344	5,003,989	5,019,809	4,977,697	5,531,976	5,623,238	5,371,215	4,619,984	4,423,774	4,081,139
Other taxes	133,266	124,158	157,269	158,283	136,856	194,508	3,911,193	4,262,092	4,273,234	4,193,053
Motor vehicle fuel tax	4,538,990	4,462,870	4,495,254	4,646,688	4,992,322	4,182,742	1,330,616	1,373,902	1,361,374	1,340,152
Grants and contributions not restricted to specific programs	-	-	-	-	-	-	3,312	687	589	576
Unrestricted investment income	228,425	62,846	275,035	408,911	1,132,477	2,059,082	3,614,317	3,530,584	1,367,181	1,197,060
Gain on sale of capital assets	-	-	-	-	-	-	-	-	1,337,946	-
Miscellaneous revenue	227,982	181,733	214,052	235,667	183,639	218,370	305,300	246,304	189,430	191,890
Transfers	(520,602)	(602,825)	(718,993)	(256,708)	(398,481)	(296,402)	3,000,092	(746,617)	(2,169,833)	1,230,203
Total Governmental Activities	61,425,903	60,238,278	55,823,902	55,119,799	53,783,315	56,034,621	64,190,624	61,868,516	57,790,155	57,151,032
Business-type Activities:										
Unrestricted investment income	63,812	22,756	49,489	51,433	240,914	538,761	1,058,683	1,319,813	476,360	691,631
Transfers	520,602	602,825	718,993	256,708	398,481	296,402	(3,000,092)	746,617	2,169,833	(1,230,203)
Total Business-type Activities	584,414	625,581	768,482	308,141	639,395	835,163	(1,941,409)	2,066,430	2,646,193	(538,572)
Total Primary Government Activities	\$ 62,010,317	\$ 60,863,859	\$ 56,592,384	\$ 55,427,940	\$ 54,422,710	\$ 56,869,784	\$ 62,249,215	\$ 63,934,946	\$ 60,436,348	\$ 56,612,460
CHANGE IN NET POSITION										
Governmental activities	\$ (3,581,948)	\$ 1,265,289	\$ 21,915,468	\$ 51,838,680	\$ 12,568,666	\$ (877,269)	\$ 8,794,173	\$ 20,222,300	\$ (14,052,590)	\$ 9,017,047
Business-type activities	(185,025)	(449,348)	4,190,222	(561,223)	(3,712,571)	(1,913,660)	(715,319)	5,966,704	6,095,443	2,072,624
Total Primary Government Change in Net Position	\$ (3,766,973)	\$ 815,941	\$ 26,105,690	\$ 51,277,457	\$ 8,856,095	\$ (2,790,929)	\$ 8,078,854	\$ 26,189,004	\$ (7,957,147)	\$ 11,089,671

Note: This information is presented on the accrual basis of accounting.

**CARSON CITY
FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,

GENERAL FUND	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
GASB 54^(a)										
Nonspendable	\$ 287,383	\$ 703,349	\$ 269,317	\$ 234,703	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	507,733	698,926	854,838	866,931	-	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	1,453,798	1,597,932	1,036,620	2,962,474	-	-	-	-	-	-
Unassigned	4,202,660	3,296,337	2,731,167	2,830,794	-	-	-	-	-	-
Prior to GASB 54^(a)										
Reserved	-	-	-	-	1,164,962	877,986	790,253	793,002	867,481	546,825
Unreserved:										
Designated	-	-	-	-	3,294,193	7,979,901	5,143,029	5,385,581	5,079,437	8,959,556
Undesignated	-	-	-	-	2,024,044	2,628,357	8,383,701	5,496,137	4,951,945	2,092,600
Total General Fund	\$ 6,451,574	\$ 6,296,544	\$ 4,891,942	\$ 6,894,902	\$ 6,483,199	\$ 11,486,244	\$ 14,316,983	\$ 11,674,720	\$ 10,898,863	\$ 11,598,981
ALL OTHER GOVERNMENTAL FUNDS										
GASB 54^(a)										
Nonspendable	\$ 101,924	\$ 64,913	\$ 82,036	\$ 24,582	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	11,835,435	11,130,067	10,871,688	12,212,046	-	-	-	-	-	-
Committed	11,513	7,606	5,853	2,400,000	-	-	-	-	-	-
Assigned	2,693,268	1,082,317	1,223,257	1,926,574	-	-	-	-	-	-
Unassigned	-	(6,749)	-	(1,943)	-	-	-	-	-	-
Prior to GASB 54^(a)										
Reserved	-	-	-	-	20,076	7,742	15,258	12,953	1,287	865
Unreserved:										
Designated in:										
Special Revenue Funds	-	-	-	-	5,205,792	10,977,085	14,476,430	5,195,162	9,914,131	10,300,110
Debt Service Funds	-	-	-	-	1,036,661	1,140,238	1,259,329	1,143,535	992,243	1,633,794
Capital Projects Funds	-	-	-	-	51,609	90,054	73,552	100,358	517,218	130,227
Undesignated in:										
Special Revenue Funds	-	-	-	-	15,318,046	12,081,931	13,889,408	32,268,590	28,406,279	22,049,919
Debt Service Funds	-	-	-	-	12,384	196,616	24,354	37,444	443,148	13,798
Capital Projects Funds	-	-	-	-	2,729,014	777,393	3,095,754	7,245,512	14,599,397	2,801,349
Total All Other Governmental Funds	\$ 14,642,140	\$ 12,278,154	\$ 12,182,834	\$ 16,561,259	\$ 24,373,582	\$ 25,271,059	\$ 32,834,085	\$ 46,003,554	\$ 54,873,703	\$ 36,930,062

Note: Fluctuations in the general fund and all other governmental fund balance restricted and unrestricted amounts are explained in the relevant year Management's Discussion and Analysis. This information is presented on the modified accrual basis of accounting.

^(a) Prior to 2011 and the implementation of GASB Statement No. 54, fund balances were classified as Reserved or Unreserved. Under GASB Statement No. 54, fund balances are classified as Nonspendable, Restricted, Committed, Assigned

CARSON CITY
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
REVENUES										
Taxes	\$ 33,841,031	\$ 33,842,019	\$ 30,389,857	\$ 29,656,665	\$ 28,093,025	\$ 26,721,962	\$ 26,801,548	\$ 26,649,450	\$ 24,247,771	\$ 23,227,887
Special assessments	-	-	-	-	-	-	-	-	-	-
Licenses and permits	7,133,133	6,742,835	6,657,143	6,782,247	7,340,788	7,377,737	7,089,746	6,183,388	6,191,477	5,688,240
Intergovernmental revenues	31,402,152	31,361,448	32,832,525	32,902,457	49,672,531	32,332,386	30,876,567	43,287,158	36,935,960	33,640,817
Charges for services	11,582,832	11,049,184	11,885,268	11,153,091	11,467,700	11,215,117	13,322,748	8,417,219	7,455,522	6,997,392
Fines and forfeits	896,537	944,937	901,394	773,519	802,402	1,046,329	1,023,459	901,404	1,011,142	902,536
Miscellaneous	2,269,062	2,007,642	1,756,085	1,716,374	2,188,920	3,430,504	4,565,944	4,411,395	2,179,034	2,121,663
Total Revenues	87,124,747	85,948,065	84,422,272	82,984,353	99,565,366	82,124,035	83,680,012	89,850,014	78,020,906	72,578,535
EXPENDITURES										
General government	15,043,487	14,240,694	13,952,064	14,231,116	15,005,013	14,680,918	14,514,253	15,037,996	19,586,502	13,998,307
Public safety	28,880,330	28,605,267	27,779,133	27,313,128	28,362,786	26,595,429	25,954,382	25,956,021	24,295,657	25,614,239
Judicial	5,355,803	5,143,470	4,973,383	4,824,457	5,075,739	4,822,651	4,704,943	3,652,245	3,521,459	3,093,465
Public works	8,053,108	7,251,585	8,487,965	7,821,034	19,917,994	20,642,266	17,079,950	11,965,730	12,148,591	10,441,407
Sanitation	1,579,314	1,558,251	1,485,325	1,542,371	1,673,677	1,734,716	3,386,664	-	-	-
Health	5,154,954	4,741,438	4,332,571	3,798,124	3,960,626	3,001,006	2,627,724	2,670,894	1,777,541	1,532,341
Welfare	1,956,932	2,014,083	2,367,038	2,344,154	2,359,467	2,127,710	2,011,350	2,073,901	2,033,648	1,911,782
Culture and recreation	7,347,424	7,354,482	7,365,129	7,296,030	13,381,380	11,217,627	15,594,191	9,464,358	8,810,148	11,169,367
Community support	615,765	757,714	3,098,628	1,296,951	3,573,553	2,617,465	570,916	630,602	15,784,475	752,965
Airport	-	45,765	4,234	47,506	9,144,072	3,107,641	579,295	10,034,403	38,779	79,038
Economic opportunity	179,513	186,695	304,571	326,957	4,742,049	2,275,376	609,176	565,092	4,598,312	593,042
Capital outlay	4,538,465	6,144,702	7,757,392	11,231,655	8,028	1,084,955	4,084,369	9,039,514	6,510,301	306,392
Debt service:										
Principal	4,793,200	5,694,368	4,095,917	3,924,674	3,604,885	3,549,588	3,038,832	3,056,246	2,725,880	2,576,513
Interest and fiscal charges	3,072,875	4,148,852	3,835,852	4,286,892	3,956,052	3,873,919	3,651,174	3,764,874	2,932,911	1,958,684
Total Expenditures	86,571,170	87,887,366	89,839,202	90,285,049	114,765,321	101,331,267	98,407,219	97,911,876	104,764,204	74,027,542
Excess (Deficiency) of Revenues Over (Under) Expenditures	553,577	(1,939,301)	(5,416,930)	(7,300,696)	(15,199,955)	(19,207,232)	(14,727,207)	(8,061,862)	(26,743,298)	(1,449,007)

Note: This information is presented on the modified accrual basis of accounting.

**CARSON CITY
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS (Continued)
LAST TEN FISCAL YEARS
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
OTHER FINANCING SOURCES (USES)										
Capital asset sales	-	13,097	10,545	3,535	-	-	-	-	3,620,000	40,613
Capital leases	-	-	-	-	69,433	53,467	11,228	55,770	20,052	85,749
Bonds issued	-	-	-	7,210,000	7,900,000	9,055,000	-	-	41,000,000	6,815,000
Notes issued	2,651,000	2,269,500	-	-	-	-	-	-	-	3,028,000
Payment to refunded bond escrow agent	-	(30,026,827)	-	(7,244,702)	-	-	-	-	(9,884,613)	-
Refunding bonds issued	-	30,767,200	-	-	-	-	-	-	8,040,000	-
Refunding notes issued	-	-	-	-	-	-	-	-	1,654,300	-
Premium on refunding bonds issued	-	840,062	-	226,243	-	-	-	-	278,709	-
Transfers in	10,928,630	9,668,856	9,364,206	8,279,959	15,500,233	11,826,603	12,952,593	7,736,648	10,162,385	9,961,443
Transfers out	(11,614,191)	(10,092,665)	(10,339,206)	(8,574,959)	(14,170,233)	(12,121,603)	(8,763,820)	(7,824,848)	(11,212,920)	(9,162,332)
Premium on bonds issued	-	-	-	-	-	-	-	-	308,908	-
Discount on bonds issued	-	-	(964,455)	(99,924)	9,299,433	8,813,467	4,200,001	(32,430)	43,986,821	(66,349)
Total Other Financing Sources (Uses)	1,965,439	3,439,223	(964,455)	(99,924)	9,299,433	8,813,467	4,200,001	(32,430)	43,986,821	10,702,124
Net Change in Fund Balances	\$ 2,519,016	\$ 1,499,922	\$ (6,381,385)	\$ (7,400,620)	\$ (5,900,522)	\$ (10,393,765)	\$ (10,527,206)	\$ (8,094,292)	\$ 17,243,523	\$ 9,253,117
Debt service as a percentage of noncapital expenditures	9.59%	12.04%	9.66%	10.39%	8.44%	9.18%	8.74%	9.30%	6.19%	6.98%

Note: This information is presented on the modified accrual basis of accounting.

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

FISCAL YEAR ENDED JUNE 30,	REAL PROPERTY ASSESSED VALUE				OTHER	PERSONAL PROPERTY ASSESSED VALUE		LESS: TAX EXEMPT PROPERTY	TAXABLE ASSESSED VALUE	TOTAL		PERCENTAGE OF TAXABLE VALUE TO ACTUAL VALUE	TOTAL DIRECT TAX RATE (1)
	RESIDENTIAL	COMMERCIAL	INDUSTRIAL			ASSESSED VALUE	PROPERTY ASSESSED VALUE			ESTIMATED ACTUAL VALUE	ACTUAL VALUE		
2014	\$ 935,189,789	\$ 495,884,820	\$ 70,652,606	\$ 26,031,984	\$ 69,572,163	\$ 358,575,304	\$ 1,238,756,058	\$ 3,539,303,022	35.00%	2.1800			
2013	1,016,454,814	510,880,941	80,961,017	25,825,504	68,172,306	320,479,554	1,381,815,028	3,948,042,937	35.00%	2.1800			
2012	1,136,664,056	554,083,272	90,326,979	30,174,883	71,820,430	376,697,685	1,506,371,935	4,303,919,814	35.00%	1.7072			
2011	1,296,755,931	627,675,034	105,367,926	34,738,957	79,406,876	455,801,189	1,688,143,535	4,823,267,242	35.00%	1.7066			
2010	1,434,764,128	660,942,065	104,145,754	25,954,361	83,861,120	482,594,796	1,827,072,632	5,220,207,520	35.00%	1.7070			
2009	1,426,052,054	631,533,390	99,424,981	30,383,765	87,038,009	431,185,202	1,843,246,997	5,266,419,991	35.00%	1.7069			
2008	1,206,800,499	547,565,065	81,726,034	48,675,299	86,113,782	358,490,827	1,612,389,852	4,606,828,149	35.00%	1.5007			
2007	1,083,303,781	451,206,734	73,847,370	48,854,565	83,969,393	307,878,233	1,433,303,610	4,095,153,171	35.00%	1.5075			
2006	849,173,104	377,913,118	70,855,130	43,912,722	90,645,832	228,104,138	1,204,395,768	3,441,130,766	35.00%	1.2220			
2005	787,818,702	353,104,623	66,465,018	49,625,614	85,499,759	216,695,480	1,125,818,236	3,216,623,531	35.00%	1.2220			

Source: Carson City Assessor

Pursuant to NRS 361.227, real property is valued at taxable value, determined by calculating the full cash value (market value) of land and estimated replacement cost of improvements less appropriate depreciation. Taxable assessed value is 35% of estimated actual value. Real property is reappraised at least every five years. Property not reappraised is revalued annually using various approved methods.

(1) Per hundred dollars of assessed valuation.

**CARSON CITY
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST TEN FISCAL YEARS
(TAX RATE PER \$100 ASSESSED VALUATION)
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
CARSON CITY DIRECT RATE										
Operating Rate	1.8858	1.7040	1.2102	1.2102	1.2102	1.2102	1.2102	1.2101	0.9634	0.9634
Voter Approved	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Legislative Overrides	0.2442	0.4260	0.4470	0.4464	0.4468	0.4467	0.2405	0.2153	0.1765	0.1765
Debt Service	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0321	0.0321	0.0321
Total Carson City Direct Rate	2.1800	2.1800	1.7072	1.7066	1.7070	1.7069	1.5007	1.5075	1.2220	1.2220
OVERLAPPING RATES										
Carson City School District	1.1800	1.1800	1.1800	1.1800	1.2200	1.2200	1.2200	1.2200	1.2200	1.2200
State of Nevada	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700
Eagle Valley Underground Water	0.0000	0.0000	0.0000	0.0010	0.0009	0.0009	0.0011	0.0012	0.0016	0.0016
Carson Valley Ground Water Basin	0.0000	0.0000	0.0000	0.0023	0.0020	0.0010	0.0025	0.0029	0.0027	0.0027
Sub-Conservancy	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
Sierra Forest Fire	0.0000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000
Total Overlapping Rates	1.3800	1.4800	1.4800	1.4833	1.5229	1.5219	1.5236	1.5241	1.5243	1.5243
Total Carson City Property Tax Rate	3.5600	3.6600	3.1872	3.1899	3.2299	3.2288	3.0243	3.0316	2.7463	2.7463
REDEVELOPMENT AGENCY OF CARSON CITY	3.1155	3.2155	2.7427	2.8737	2.8895	2.6362	2.8108	2.7913	2.4845	2.5078

Source: Nevada Department of Taxation

CARSON CITY
TEN LARGEST ASSESSED VALUATIONS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)

TAXPAYER	2014			2005		
	ASSESSED VALUATION	RANK	PERCENTAGE OF TOTAL ASSESSED VALUATION	ASSESSED VALUATION	RANK	PERCENTAGE OF TOTAL ASSESSED VALUATION
Carson-Tahoe Hospital	\$ 7,924,601	1	0.64%			
C&A Investments	\$ 5,773,302	2	0.47%	\$ 6,692,580	7	0.59%
ARHC CTCRCNV001, LLC	\$ 5,534,819	3	0.45%			
Harley Davidson Credit Corp	\$ 5,026,134	4	0.41%			
Carson Gaming, LLC	\$ 4,263,541	5	0.34%			-
Adams Carson, LLC	\$ 4,057,774	6	0.33%			
Wal-Mart Real Est Bus Trust	\$ 4,054,024	7	0.33%			
Joda Limited Partnership	\$ 3,564,862	8	0.29%			
Carson City Parkway, LLC	\$ 3,554,237	9	0.29%			
Dophin Bay-Beal, LLC	\$ 3,518,113	10	0.28%			
Sierra Pacific Power Company				\$ 12,246,340	1	1.09%
Southwest Gas				\$ 11,637,215	2	1.03%
Millard, Dwight				\$ 10,440,035	3	0.93%
Serpa, John C				\$ 7,867,464	4	0.70%
SBC Nevada				\$ 7,771,688	5	0.69%
Russell, Clark				\$ 6,904,942	6	0.61%
Albertsons				\$ 5,556,240	8	0.49%
Cubix/Ormsby				\$ 4,692,666	9	0.42%
Garth, Richard				\$ 4,664,317	10	0.41%
Total, Ten Largest Taxpayers	47,271,407		3.82%	78,473,487		6.96%
Total, Other Taxpayers	1,191,484,651		96.18%	1,047,344,749		93.04%
Total Assessed Valuations	<u>\$ 1,238,756,058</u>		<u>100.00%</u>	<u>\$ 1,125,818,236</u>		<u>100.00%</u>

Source: Carson City Assessor

Note: This list represents the ten largest property assessments based on property-owning taxpayers in the City. It is possible that an owner of several parcels may have an aggregate assessed value that is larger than those listed above.

CARSON CITY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(AMOUNT EXPRESSED IN THOUSANDS)
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED	CURRENT YEAR			TOTALS TO DATE	
		TAX COLLECTIONS	PERCENT OF TAXES LEVIED	DELINQUENT TAX COLLECTIONS	TAX COLLECTIONS	PERCENT OF TAXES LEVIED
2005	27,274	27,054	99.19%	220	27,274	100.00%
2006	28,436	28,213	99.22%	223	28,436	100.00%
2007	30,839	30,592	99.20%	247	30,839	100.00%
2008	32,946	32,585	98.90%	361	32,946	100.00%
2009	35,529	34,860	98.12%	669	35,529	100.00%
2010	37,735	37,075	98.25%	660	37,735	100.00%
2011	39,450	38,714	98.13%	731	39,445	99.99%
2012	39,450	38,463	97.50%	901	39,364	99.78%
2013	40,823	40,082	98.18%	519	40,601	99.46%
2014	39,994	39,314	98.30%	-	39,314	98.30%

Source: Carson City Treasurer's Office

CARSON CITY
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT					OTHER GOVERNMENTAL ACTIVITIES DEBT					BUSINESS TYPE ACTIVITIES				
	GENERAL OBLIGATION BONDS	TOTAL GENERAL BONDED DEBT	PERCENT OF ACTUAL PROPERTY VALUE (1)	PER CAPITA (2)	REVENUE BONDS	GENERAL OBLIGATION NOTES	CAPITAL LEASES	SPECIAL ASSESSMENT BONDS	BONDS	NOTES	TOTAL PRIMARY GOVERNMENT	PERCENT OF PERSONAL INCOME(2)	PER CAPITA (2)	PROPRIETARY	
2014	\$ 56,356,923	\$ 56,356,923	1.59%	\$ 1,016.52	\$ 18,047,900	\$ 4,591,700	\$ 6,081	\$ -	\$ 77,939,578	\$ 1,682,100	\$ 158,624,282	6.73%	\$ 2,861.14		
2013	59,511,054	59,511,054	1.51%	1,046.46	18,897,000	2,554,800	25,590	-	79,548,826	1,970,500	162,507,770	6.97%	2,857.58		
2012	62,336,401	62,336,401	1.45%	1,111.07	19,480,700	1,360,367	43,823	-	77,493,636	2,148,000	162,862,927	7.03%	2,902.82		
2011	64,990,727	64,990,727	1.35%	1,171.26	20,222,100	2,212,558	67,772	-	61,986,558	2,395,000	151,874,715	6.75%	2,737.07		
2010	67,519,131	67,519,131	1.29%	1,221.54	20,866,000	3,018,928	99,470	-	48,542,143	2,448,000	142,493,672	6.38%	2,577.95		
2009	70,042,700	70,042,700	1.33%	1,239.56	13,427,600	3,259,644	109,182	-	50,484,597	-	137,323,723	6.16%	2,430.25		
2008	72,462,454	72,462,454	1.57%	1,258.03	4,915,000	3,847,078	100,363	-	53,797,713	-	135,122,608	5.71%	2,345.88		
2007	74,574,351	74,574,351	1.82%	1,291.93	5,140,000	4,399,013	120,447	-	57,120,185	-	141,353,996	5.83%	2,448.83		
2006	76,884,293	76,884,293	2.23%	1,332.46	5,360,000	4,925,317	86,777	-	50,968,629	-	138,225,016	5.95%	2,395.54		
2005	37,953,154	37,953,154	1.18%	664.63	7,330,000	3,598,036	82,473	-	54,291,941	-	103,255,604	4.61%	1,808.20		

Notes:

- (1) See Schedule 2.1 for estimated actual property value.
- (2) See Schedule 4.1 for population and personal income data.

**CARSON CITY
GENERAL OBLIGATION DIRECT
AND OVERLAPPING DEBT
FISCAL YEAR ENDED JUNE 30, 2014
(UNAUDITED)**

NAME OF GOVERNMENT UNIT	GENERAL OBLIGATION DEBT OUTSTANDING	PRESENTLY SELF-SUPPORTING GENERAL OBLIGATION DEBT	PERCENT APPLICABLE (1)	APPLICABLE NET DEBT
Direct:				
City of Carson City:				
Governmental Activity Bonds	\$ 58,015,000	\$ 58,015,000	100.00%	-
Overlapping:				
Carson City School District	<u>52,720,000</u>	<u>-</u>	100.00%	<u>52,720,000</u>
Total General Obligation				
Direct and Overlapping Debt	<u>\$ 110,735,000</u>	<u>\$ 58,015,000</u>		<u>\$ 52,720,000</u>

Source: Carson City Finance Office and Carson City School District

(1) Based on fiscal year 2013-14 assessed valuation in the respective jurisdiction.

CARSON CITY
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2014</u>		<u>FISCAL YEAR ENDED JUNE 30,</u>									
		<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Assessed value of taxable property(1)				\$ 1,286,332,269							
Debt limit (1.5% of assessed value)				<u>192,949,840</u>							
Debt applicable to limit:											
Governmental activities	\$ 58,015,000										
Business-type activities	76,849,370										
Less: Amount available for repayment of general obligation debt	<u>(288,000)</u>										
Total net debt applicable to limitation				<u>134,576,370</u>							
Legal debt margin				<u>\$ 58,373,470</u>							
Debt limit		\$ 192,949,840	\$ 214,833,139	\$ 235,045,345	\$ 266,225,881	\$ 288,971,603	\$ 289,552,288	\$ 249,494,536	\$ 219,896,382	\$ 183,981,394	\$ 172,194,764
Total net debt subject to limitation		<u>134,576,370</u>	<u>139,259,606</u>	<u>139,630,037</u>	<u>126,777,285</u>	<u>115,861,274</u>	<u>123,586,941</u>	<u>129,907,245</u>	<u>135,893,548</u>	<u>132,578,239</u>	<u>103,173,131</u>
Legal Debt Margin		<u>\$ 58,373,470</u>	<u>\$ 75,573,533</u>	<u>\$ 95,415,308</u>	<u>\$ 139,448,596</u>	<u>\$ 173,110,329</u>	<u>\$ 165,965,347</u>	<u>\$ 119,587,291</u>	<u>\$ 84,002,834</u>	<u>\$ 51,403,155</u>	<u>\$ 69,021,633</u>
Total net debt subject to limitation as a percentage of debt limit		<u>69.7%</u>	<u>64.8%</u>	<u>59.4%</u>	<u>47.6%</u>	<u>40.1%</u>	<u>42.7%</u>	<u>52.1%</u>	<u>61.8%</u>	<u>72.1%</u>	<u>59.9%</u>

Note: The legal debt limit is set forth in NRS 266.600.

(1) Includes Redevelopment Authority amount of \$47,576,211.

CARSON CITY
PLEDGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	PLEDGED REVENUE	LESS: OPERATING EXPENSES	NET AVAILABLE REVENUE	DEBT SERVICE REQUIREMENTS			COVERAGE RATIOS
				PRINCIPAL	INTEREST	TOTAL	
HIGHWAY REVENUE(MOTOR VEHICLE FUEL TAX) IMPROVEMENT BONDS (1)							
2014	\$ 2,535,983	\$ 2,487,780	\$ 48,203	\$ 849,100	\$ 848,009	\$ 1,697,109	0.0
2013	2,497,509	1,854,919	642,590	776,000	853,397	1,629,397	0.4
2012	2,571,885	2,585,880	(13,995)	741,400	977,100	1,718,500	0.0
2011	2,589,547	2,150,201	439,346	643,900	1,074,609	1,718,509	0.3
2010	2,754,992	4,072,621	(1,317,629)	461,600	608,961	1,070,561	-1.2
2009	2,370,083	3,020,383	(650,300)	542,400	528,077	1,070,477	-0.6
2008	2,846,668	3,351,447	(504,779)	225,000	199,925	424,925	-1.2
2007	2,919,391	2,022,026	897,365	220,000	205,500	425,500	2.1
2006	2,911,491	1,698,400	1,213,091	215,000	212,000	427,000	2.8
2005	2,882,846	1,076,793	1,806,053	210,000	216,200	426,200	4.2
TAX ALLOCATION BOND - REDEVELOPMENT AUTHORITY (2)							
2014	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A
2013	-	-	-	-	-	-	N/A
2012	-	-	-	-	-	-	N/A
2011	-	-	-	-	-	-	N/A
2010	-	-	-	-	-	-	N/A
2009	-	-	-	-	-	-	N/A
2008	-	-	-	-	-	-	N/A
2007	-	-	-	-	-	-	N/A
2006	511,325	-	511,325	145,000	120,463	265,463	1.9
2005	544,413	-	544,413	130,000	128,912	258,912	2.1

Notes:

(1) Pledged revenues include a tax currently levied at the rate of four cents per gallon by the City, and the City's interest in taxes equal in the aggregate to 5.35 cents per gallon, levied by the State of Nevada on certain motor vehicle fuel sold in the City and the State. Operating expenses include amounts in the Regional Transportation Fund, less NDOT bypass portion and expenses in the Streets Maintenance Fund, less County Option Sales Taxes and the County Option 1 cent fuel tax.

(2) Pledged revenues include the property taxes levied in the Redevelopment District.

CARSON CITY
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN FISCAL YEARS
(UNAUDITED)

FISCAL YEAR ENDED JUNE 30,	POPULATION (1)	CITY AREA (SQUARE MILES) (6)	TOTAL PERSONAL INCOME (3)	PER CAPITA PERSONAL INCOME (3)	UNEMPLOYMENT RATE (4)	PUBLIC SCHOOL ENROLLMENT (5)	BUSINESS LICENSES ISSUED (2)	TOTAL CONSTRUCTION PERMITS (6)	TOTAL CONSTRUCTION VALUE (6)
2014	55,441	147.00	\$ 2,355,455,000	\$ 42,486	9.0%	11,425	553	1,029	\$ 40,284,101
2013	56,869	147.00	2,330,288,000	40,976	10.1%	11,624	620	788	22,908,525
2012	56,105	147.00	2,316,159,000	42,236	11.7%	12,432	766	818	46,358,861
2011	55,488	147.00	2,250,703,000	41,033	12.5%	13,346	1,042	939	42,209,740
2010	55,274	147.00	2,233,741,000	40,409	13.8%	13,582	934	276	16,955,005
2009	56,506	147.00	2,228,378,000	40,233	11.5%	13,532	967	242	64,172,562
2008	57,600	147.00	2,364,850,000	42,570	6.7%	13,493	1,242	295	74,801,157
2007	57,723	147.00	2,423,586,000	43,836	5.0%	13,790	1,223	425	87,262,258
2006	57,701	147.00	2,321,964,000	41,905	4.8%	13,638	1,312	385	76,840,787
2005	57,104	147.00	2,240,643,000	38,718	4.7%	14,524	1,182	426	58,999,793

NR = Not reported

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Sources:

- (1) State of Nevada, Demographer's Office estimated, 1986-2009 and 2011-2014; Final Census information available for 2010.
(2) City of Carson City, Business License Division
(3) U.S. Department of Commerce, Bureau of Economic Analysis, 2001-2010, for Carson City Metropolitan Area; Estimated for 2013 and 2014 as data was unavailable at time of publication.
(4) State of Nevada, Department of Employment Training & Rehabilitation for Carson City Metropolitan Area
(5) Includes elementary, junior high, high school, and community college enrollment. Information obtained from the Carson City School District and Western Nevada College - Carson City campus.
(6) City of Carson City, Building and Safety Department

**CARSON CITY
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

<u>EMPLOYER</u>	<u>2014</u>			<u>2005</u>		
	<u>EMPLOYEES (1)</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL COUNTY(2) EMPLOYMENT</u>	<u>EMPLOYEES (1)</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL COUNTY EMPLOYMENT</u>
Carson City School District	1000-1499	1	4.71%	1000-1499	1	4.56%
Carson Tahoe Hospital	1000-1499	2	4.71%	800-999	2	3.28%
City of Carson City	700-799	3	2.82%	700-799	3	2.73%
State Department of Transportation	700-799	4	2.82%	600-699	4	2.37%
Western Nevada College	500-599	5	2.07%	600-699	5	2.37%
State Department of Corrections	300-399	6	1.32%			
State Department of Motor Vehicles	300-399	7	1.32%	300-399	10	1.27%
Casino Fandango	300-399	8	1.32%	400-499	8	1.64%
Click Bond Inc.	300-399	9	1.32%			
Wal-Mart Supercenter	300-399	10	1.32%			-
Legislative Counsel Bureau				500-599	6	2.00%
Chromalloy Nevada				300-399	9	1.27%
Carson City Nugget				400-499	7	1.64%
Total Carson City Area Covered Employment	<u>26,531</u>			<u>27,415</u>		

Source: Each of the two years reflect respective June information as compiled by the Nevada Department of Employment, Training, and Rehabilitation, Division of Labor Marketing.

Notes:

- (1) Nevada Revised Statutes Chapter 612 stipulate that actual employment for individual employers may not be published.
(2) The State of Nevada changed it's reporting requirements in 2005 - each division now reports information separately.

**CARSON CITY
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
FUNCTION:										
General Government	102.48	100.55	101.00	104.35	108.10	108.80	123.35	127.05	135.30	134.05
Public Safety	228.00	228.80	227.55	228.25	254.75	256.85	259.45	265.70	261.50	259.50
Judicial	43.00	42.75	44.50	42.50	44.05	45.30	45.00	42.25	35.50	29.75
Public Works	45.45	43.95	45.95	44.90	46.10	53.15	58.25	53.59	54.85	45.05
Sanitation	9.60	9.70	9.60	9.30	10.75	13.35	13.05	10.90	11.70	11.20
Health	37.75	37.25	29.96	30.00	30.00	20.00	23.25	18.75	14.00	12.00
Welfare	4.00	4.00	4.00	4.00	5.00	3.00	2.00	1.00	1.00	1.00
Culture and Recreation	44.88	43.88	43.88	43.88	48.88	48.93	57.82	61.95	59.76	58.01
Community Support	0.00	0.00	0.00	0.00	0.00	0.00	2.00	2.00	2.00	2.00
Utilities	48.45	48.85	52.95	52.80	50.90	48.13	47.50	49.65	48.40	47.75
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.00	1.00	1.00
Total	563.61	559.73	559.39	559.98	598.53	597.51	631.67	633.84	625.01	601.31

Source: City of Carson City Finance Department

CARSON CITY
OPERATING INDICATORS BY FUNCTION / PROGRAM
LAST TEN FISCAL YEARS
(UNAUDITED)

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
FUNCTION / PROGRAM:										
General Government										
Business licenses issued (3)	553	620	788	818	934	967	1,242	1,223	1,312	1,182
Judicial: (1)										
Municipal Court Cases Filed:										
Criminal Cases:										
Felony death penalty	0	0	0	0	0	0	0	1	5	0
Felony, crimes against persons	110	126	112	117	112	231	374	407	581	553
Felony, crimes against property	170	194	171	230	196	467	228	227	473	490
Gross misdemeanor, crimes against persons	52	81	54	56	67	43	64	59	102	96
Gross misdemeanor, crimes against property	24	19	11	23	15	45	42	21	57	55
Misdemeanor, non-traffic	1,386	1,633	1,696	1,473	1,726	2,228	1,492	1,309	2,040	2,011
Traffic and parking violations	10,692	12,414	13,769	11,869	11,012	19,944	16,460	12,516	20,885	18,190
Civil Cases:										
General	1,154	1,708	1,952	2,249	2,926	2,474	2,514	2,513	2,254	2,197
Small claims	258	350	421	442	472	535	638	686	601	550
Landlord/tenant (summary eviction)	1,281	1,189	1,095	1,126	954	1,165	1,473	1,466	1,235	1,173
Request for domestic violence protective orders	431	431	454	460	474	496	484	452	361	424
Request for protection orders (non-dom. violence)	335	271	266	293	269	379	346	322	376	506
Public Safety										
Police: (5)										
Number of sworn police personnel and officers	92	92	91	91	99	99	98	94	95	95
Number of physical arrests	2,140	2,823	2,784	1,925	2,621	2,797	3,265	2,872	2,742	3,189
Number of traffic accidents	427	358	474	250	832	973	1,035	558	705	693
Fire: (6)										
Number of firefighters	59	59	60	58	64	64	64	66	66	66
Number of calls answered	8,503	8,332	7,838	7,620	7,466	7,515	7,941	7,681	7,200	6,346
Number of fire prevention inspections	1,410	638	1,268	1,170	2,529	2,029	2,090	2,061	1,681	1,784
Public Works (4)										
Number of street lights	1,731	1,717	1,702	1,776	1,771	1,702	1,723	1,525	1,406	1,391

**CARSON CITY
OPERATING INDICATORS BY FUNCTION / PROGRAM (Continued)
LAST TEN FISCAL YEARS
(UNAUDITED)**

	FISCAL YEAR ENDED JUNE 30,									
	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
Culture and Recreation (7)										
Number of participants in recreation sports	2,463	3,184	7,688	7,557	14,393	5,302	7,950	6,350	5,090	5,440
Number of participants in sports tournaments (8)	17,293	77,164	56,388	57,291	58,000	56,410	56,410	42,429	38,687	25,098
Average number of children enrolled in summer programs per day	172	178	165	607	339	265	262	290	370	370
Average number of children enrolled in latch key programs per day	246	239	239	204	202	289	265	275	400	400
Utilities (4)										
Sewer:										
Customer count as of June 30	15,514	15,476	15,443	15,041	15,376	15,414	15,379	15,312	15,227	15,151
Total discharge (in thousands of gallons)	1,450,900	1,586,030	1,590,547	1,787,778	1,741,894	1,825,000	1,869,403	1,878,804	1,833,250	1,868,459
Water:										
Customer count as of June 30	16,860	16,889	16,862	16,798	16,804	16,828	16,790	16,705	16,540	16,427
Total consumption (in thousands of gallons)	3,589,085	3,656,071	3,525,553	3,619,591	3,557,248	4,561,914	4,077,837	4,165,842	3,956,644	3,860,618
Development Services (2)										
Building permits issued	1,029	788	818	939	276	242	295	425	385	426
NR = Not reported										

Sources:

- (1) Carson City Municipal Court
- (2) Carson City Community Development Department
- (3) Carson City Treasurer's Office
- (4) Carson City Public Works
- (5) Carson City Sheriff's Office
- (6) Carson City Fire Department
- (7) Carson City Parks & Recreation
- (8) "Participants" as of fiscal year ended 2014 means players and coaches. In previous years this figure also included estimates for spectators.

**CARSON CITY
CAPITAL ASSETS STATISTICS BY FUNCTION / PROGRAM
LAST TEN FISCAL YEARS
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,

	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
FUNCTION / PROGRAM:										
General Government										
City owned facilities (1)	83	81	80	82	82	82	82	82	82	84
City owned structures (1)	81	81	81	81	81	81	81	81	81	81
Number of networked computers (5)	593	595	595	580	565	550	650	650	517	NR
Public Safety										
Police: (2)										
Marked police vehicles	41	39	39	40	39	36	37	36	32	32
Fire: (3)										
Fire stations	4	4	4	3	3	3	3	3	3	3
Fire engines	14	14	14	9	9	9	9	9	9	9
Public Works (1)										
Paved streets (miles)	273	273	273	273	257	257	259	259	250	250
Culture and Recreation (4)										
Parks:										
Acres of parks - developed	780.5	780.5	780.5	780.5	780.5	780.5	780.5	772.5	765.5	765.5
Acres of parks - undeveloped	436.0	436.0	436.0	436.0	436.0	436.0	436.0	444.0	448.0	448.0
Swimming pools - outdoors	1	1	1	1	1	1	1	1	1	1
Swimming pools - indoors	3	3	3	3	3	3	3	3	3	3
Ball fields - lighted	16	16	16	16	16	16	16	16	16	16
Ball fields - unlighted	19	19	19	19	19	19	19	19	19	19
Tennis courts - lighted	12	12	12	12	12	12	12	12	12	12
Tennis courts - unlighted	4	4	4	4	4	4	4	3	2	2
Basketball courts - lighted	0	0	0	0	0	0	0	0	0	0
Basketball courts - unlighted	8	8	8	8	8	8	8	6	4	4
Community Centers	1	1	1	1	1	1	1	1	1	1
Rodeo arenas	1	1	1	1	1	1	1	1	1	1
Sand volleyball courts	4	4	4	4	4	4	4	3	3	3
Utilities (1)										
Sewer lines (miles)	237.2	237.2	237.2	236.0	235.0	216.6	216.6	216.6	213	212
Storm drains (miles)	94.4	94.4	94.4	94.0	93.9	77.0	76.4	76.4	76.4	NR
Water lines (miles)	330	330	330	322	321	297	296	296	235	301

NR = Not reported

Sources: (1) Sources: (1) Carson City Facilities Division
(2) Carson City (2) Carson City Sheriff's Office
(3) Carson City (3) Carson City Fire Department

(4) Carson City Parks & Recreation
(5) Carson City Information Technology Department

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COMPLIANCE SECTION

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

To the Honorable Mayor and Members of the
Board of Supervisors, Carson City, Nevada

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carson City, Nevada, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise Carson City, Nevada's basic financial statements, and have issued our report thereon dated November 26, 2014. Our report includes a reference to other auditors who audited the financial statements of the Airport Authority of Carson City, Nevada and the Carson City Convention and Visitors' Bureau, as described in our report on Carson City, Nevada's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters for the Airport Authority of Carson City, Nevada or the Carson City Convention and Visitors' Bureau that are reported on separately by those auditors.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Carson City, Nevada's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Carson City, Nevada's internal control. Accordingly, we do not express an opinion on the effectiveness of Carson City, Nevada's internal control.

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

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

Compliance and Other Matters

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

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Kafoury, Armstrong & Co.

Reno, Nevada
November 26, 2014



Independent Auditor's Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by OMB Circular A-133

To the Honorable Mayor and Members of the
Board of Supervisors, Carson City, Nevada

Report on Compliance for Each Major Federal Program

We have audited Carson City, Nevada's, (the City), compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2014. The City's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

The City's basic financial statements include the operations of the Airport Authority of Carson City, a discretely presented component unit, which received \$2,046,950 in federal awards which are not included in the City's Schedule of Expenditures of Federal Awards for the year ended June 30, 2014. Our audit, as described below, did not include the operations of the Airport Authority of Carson City because the Airport Authority of Carson City engaged other auditors to perform an audit in accordance with OMB Circular A-133.

Management's Responsibility

The City's management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on Each Major Federal Programs

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2014.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questions costs as items 2014-001, 2014-002, 2014-003, 2014-004 and 2014-005. Our opinion on each major federal program is not modified with respect to these matters.

The City's responses to the noncompliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

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

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

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

of findings and questioned costs as items 2014-001, 2014-002, 2014-003, 2014-004 and 2014-005 which we consider to be a significant deficiencies.

The City's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.

Kafoory, Armstrong & Co.

Reno, Nevada
November 26, 2014

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 1 OF 7)

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>AWARD NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
<u>U.S.Environmental Protection Agency</u>			
Passed through Nevada Division of Environmental Protection State Clean Diesel Grant Program - Early Vehicle Attrition	66.040	DEP-S14-014	<u>75,442</u>
Passed through Nevada Department of Conservation & Natural Resources: Nonpoint Source Implementation Grants - Ash Canyon Erosion Control	66.460	DEP-S 13-019	<u>2,539</u>
Capitalization Grants for Clean Water State Revolving Funds	66.458	CW1403	<u>272,906</u>
Capitalization Grants for Drinking Water State Revolving Funds	66.468	DW1405	55,826
Capitalization Grants for Drinking Water State Revolving Funds	66.468	CC-2	<u>1,171,595</u>
Total Capitalization Grants for Drinking Water State Revolving Funds			<u>1,227,421</u>
Total U.S. Environmental Protection Agency			<u>1,578,308</u>
<u>U. S. Institute of Museum and Library Services:</u>			
Passed through Nevada State Library and Archives:			
Grants to States - Summer Reading Program & Technology Enrichment	45.310	LSTA 2013-02	5,000
Grants to States - El Dia de los Ninos	45.310	LSTA 2013-20	2,855
Grants to States - Digital Literacy & Instruction Outreach Project	45.310	LSTA 2013-12	89,446
Grants to States - Statewide Reading Program	45.310	LSTA 2013-20	<u>3,356</u>
Total U.S. Institute of Museum and Library Services			<u>100,657</u>
<u>U.S. Department of Agriculture:</u>			
Direct programs:			
Cooperative Patrol	10.Unknown	N/A	<u>7,520</u>
Passed through Nevada Division of Forestry:			
Cooperative Forestry Assistance-Carson City Fuels Reduction	10.664	USDA/SFA/13/02	<u>20,773</u>

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 2 OF 7)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Passed through Nevada Department of Health & Human Services: Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	7NV700NV7	\$ 182,735
Passed through Nevada State Controller: Forest Service - Schools and Roads Cluster Schools and Roads - Grants to States -	10.665	N/A	9,723
Total U.S. Department of Agriculture			220,751
<u>U.S. Department of Health and Human Services:</u>			
Direct programs:			
Family Planning_Services	93.217	FPHPA096011-05-00	234,796
Family Planning_Services - Program Income	93.217	N/A	106,627
Family Planning_Services - DC	93.217	1FPHPA096077-01-00	75,000
Family Planning_Services - Program Income - DC	93.217	N/A	47,417
Total Family Planning_Services			463,840
Passed through Nevada Aging and Disability Services Division: National Family Caregiver Support, Title III, Part E	93.052	18-053-15-EX-14	13,609
Passed through Nevada Department of Health and Human Services: Public Health Emergency Preparedness	93.069	5U90TP000534-02	440,223
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	5U52PS907855-22 5U52PS907855-23	18,608
Emergency Medical Services for Children	93.127	H33MC06694	500
Affordable Care Act (ACA) Abstinence Education Program	93.235	1301NVAEGP 1101NVAEGP	130,854
Immunization Cooperative Agreements	93.268	1H23IP000727-01	112,497
Immunization Cooperative Agreements - Program Income	93.268	1H23IP000727-02 N/A	27,925
Total Immunization Cooperative Agreements			140,422

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 3 OF 7)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Office of Epidemiology	93.283	3U50CI000900-02S4	18,641
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Office of Epidemiology	93.283	5U58DP002003-06 5U58DP002003-05	<u>48,677</u>
Total Centers for Disease Control and Prevention - Investigations and Technical Assistance			<u>67,318</u>
PPHF National Public Health Improvement Initiative	93.507	5U58CD001288-03	<u>12,069</u>
The Affordable Care Act: Building Epidemiology, Laboratory, and Health Information Systems Capacity in the Epidemiology and Laboratory Capacity for Infectious Disease (ELC) and Emerging Infections Program (EIP) Cooperative Agreements;PPHF	93.521	3U50CI000900-02S5 3U50CI000900-02S2	<u>15,800</u>
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds	93.539	3H23IP000573-01S1	284,600
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds - Program Income	93.539	N/A	<u>79,309</u>
Total PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds			<u>363,909</u>
Child Support Enforcement - Title IV - D	93.563	N/A	<u>21,275</u>
Community Services Block Grant	93.569	243.08 / 1164.03	<u>115,952</u>
National Bioterrorism Hospital Preparedness Program	93.889	5U90TP000534-02	<u>312,935</u>
HIV Care Formula Grants - Ryan White Title II	93.917	2X07HA00001-24-00 2X07HA00001-23-00	<u>73,112</u>
HIV Prevention Activities_Health Department Based	93.940	1U62PS003654-02 1U62PS003654-01	<u>51,745</u>
HIV / AIDS Surveillance	93.944	1U62PS004024-02 1U62PS004024-01	<u>3,400</u>

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 4 OF 7)

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>AWARD NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959	2B08TI010039-13	53,233
Preventive Health Services-Sexually Transmitted Diseases Control Grants-STD Prevention and Control	93.977	1H25PS004376-01 5H25PS001382-05	19,229
Maternal and Child Health Services Block Grant to the States	93.994	B04MC23393	32,993
Passed through National Association of County and City Health Officials: Medical Reserve Corps Small Grant Program	93.008	#MRC07411	6,576
National Public Health Improvement Initiative	93.292	2013-121201	21,662
Total U.S. Department of Health and Human Services			2,379,264
<u>U.S. Department of Housing and Urban Development:</u>			
Direct programs:			
Community Development Block Grants/ Entitlement Grants Cluster	14.218	B-13-MC-32-0006 B-12-MC-32-0006	269,409
Shelter Plus Care	14.238	N/A	43,397
Passed through Nevada Housing Division: Emergency Solutions Grant Program	14.231	E-11-DC-32-001	45,878
Total U.S. Department of Housing and Urban Development			358,684
<u>U.S. Department of the Interior:</u>			
Direct programs:			
National Fire Plan - Wildland Urban Interface Community Fire Assistance - Biological Control and Fuels Reduction	15.228	FAA080090	19,575
National Fire Plan - Wildland Urban Interface Community Fire Assistance - "You Call / We Haul"	15.228	L12AC20470	4,090
Total National Fire Plan - Wildland Urban Interface Community Fire Assistance			23,665

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 5 OF 7)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Southern Nevada Public Land Management	15.235	CR02	\$ 695
Passed through Nevada Department of Conservation and Natural Resources - State Historic Preservation Office: Historic Preservation Fund Grants-In-Aid - Kings Canyon Cultural Resources Inventory	15.904	32-13-51935(1)	6,000
Total U.S. Department of the Interior			30,360
<u>U.S. Department of Justice:</u>			
Direct programs:			
D.E.A Confiscated Property	16.Unknown	N/A	2,470
D.E.A. Integrated Drug Enforcement Assistance	16.Unknown	N/A	3,824
State Criminal Alien Assistance Program	16.606	N/A	18,969
Criminal & Juvenile Justice & Mental Health Collaboration Program	16.745	2013-MO-BX-0007	51,821
JAG Program Clusters:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2012-DJ-BX-1049	8,016
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2011-DJ-BX-3024	1,840
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2013-DJ-BX-0688	7,182
Edward Byrne Memorial Justice Assistance Grant Program- Cops and Kids Community Policing and Prevention	16.738	2010-DJ-BX-0520	3,780
Passed through Nevada Department of Public Safety:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	12-JAG-04	16,327
Edward Byrne Memorial Justice Assistance Grant Program	16.738	13-JAG-04	180,000
Edward Byrne Memorial Justice Assistance Grant Program	16.738	13-JAG-05	6,836
Edward Byrne Memorial Justice Assistance Grant Program	16.738	12-JAG-13	19,430
Edward Byrne Memorial Justice Assistance Grant Program	16.738	13-JAG-03	12,739
Edward Byrne Memorial Justice Assistance Grant Program	16.738	10-JAG-36	8,243
Edward Byrne Memorial Justice Assistance Grant Program - Tri-Net	16.738	13-JAG-06	91,000
Total JAG Program Cluster			355,393

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 6 OF 7)

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>AWARD NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
Passed through Nevada Department of Health and Human Services: Juvenile Justice and Delinquency Prevention _Allocation to States	16.540	N/A	<u>4,311</u>
Passed through Community Council on Youth: Enforcing Underage Drinking Laws Program	16.727	2011-AH-FX-0010	<u>8,887</u>
Total U.S. Department of Justice			<u>445,675</u>
<u>U.S. Department of Transportation:</u>			
Passed through Nevada State Emergency Response Commission: Interagency Hazardous Materials Public Sector Training and Planning Grants - HMEP Training	20.703	14-HMEP-01-01	<u>13,500</u>
Highway Safety Cluster: Passed through Nevada Department of Public Safety: Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	210-K8-18-14	<u>36,972</u>
Federal Transit Cluster:			
Direct programs:			
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X067-02	338,659
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X061-01	354,668
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X064-02	63,219
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X071-00	37,084
Federal Transit - Formula Grants (Urbanized Area Formula Program) - Program Income	20.507	N/A	<u>126,735</u>
Total Federal Transit Cluster			<u>920,365</u>

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014
(PAGE 7 OF 7)

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>AWARD NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
Transit Services Programs Cluster:			
Passed through Nevada Department of Transportation:			
Enhanced Mobility of Seniors and Individuals with Disabilities - Improvement Program	20.513	PR-375-13-802	122,853
Transit Services Program Cluster - JARC Program (Job Access and Reverse Commute Program)	20.516	PR-363-11-802	<u>22,479</u>
Total Transit Services Programs Cluster			<u>145,332</u>
Metropolitan Transportation Planning and State and Non- Metropolitan Planning and Research	20.505	PR256-08-802	<u>26,590</u>
Highway Planning and Construction Cluster:			
Highway Planning and Construction - Unified Planning Work Program	20.205	PR70003-00-804	272,426
Highway Planning and Construction - Safe Routes to School - Health	20.205	P449-12-802	117,454
Highway Planning and Construction - Safe Routes to School - Fairview Project	20.205	P082-13-063	89,587
Highway Planning and Construction - Safe Routes to School - 5th Street Project	20.205	PR278-12-063	216,678
Highway Planning and Construction - Safe Routes to School - Hells Bells Project	20.205	P187-12-063	3,855
Highway Planning and Construction - Safe Routes to School - Signage and Striping	20.205	P083-13-063	<u>30,013</u>
Total Highway Planning and Construction Cluster			<u>730,013</u>
Total U.S. Department of Transportation			<u>1,872,772</u>
<u>U.S. Department of Homeland Security:</u>			
Passed through Nevada Division of Emergency Management:			
Emergency Management Performance Grants	97.042	9704214	61,057
Emergency Management Performance Grants	97.042	9704213	<u>13,542</u>
Total Emergency Management Performance Grants			<u>74,599</u>
Total Expenditures of Federal Awards			<u>\$ 7,061,070</u>

CARSON CITY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2014

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Carson City, Nevada and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

NOTE 2 - SUBRECIPIENTS

Of the federal expenditures presented in the schedule, Carson City, Nevada provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
Schools and Roads - Grants to States	10.665	\$ 4,861
Community Development Block Grants	14.218	\$91,613

CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014

A. Summary of Auditor's Results

- Kafoury, Armstrong & Co. issued an unmodified opinion on the basic financial statements of Carson City, Nevada for the year ended June 30, 2014.
- No significant deficiencies or material weaknesses were disclosed during the audit of the financial statements.
- The audit disclosed no instances of noncompliance, which were material to the financial statements of Carson City, Nevada.
- Significant deficiencies, not identified as material weaknesses, were disclosed during the audit and are reported in the Independent Auditor's Report on Compliance for Each Major Program and on Internal Control over Compliance Required by OMB Circular-A-133.
- Kafoury, Armstrong & Co. issued an unmodified opinion on compliance for major federal award programs of Carson City, Nevada.
- An audit finding relative to a major federal award program for Carson City, Nevada, which is required to be reported under Section .510(a) of the OMB Circular A-133, is reported in the following pages.
- Carson City, Nevada had four major federal award programs for the year ended June 30, 2014, as follows:
 - Federal Transit Cluster – CFDA 20.507
 - Family Planning Services – CFDA 93.217
 - PPHF Capacity Building Assistance to Strengthen Public Health
Immunization Infrastructure and Performance financed in part by
Prevention and Public Health Funds – CFDA 93.539
 - National Bioterrorism Hospital Preparedness Program – CFDA 93.889
- The dollar threshold used to distinguish between Type A and Type B programs for the year ended June 30, 2014, was \$300,000.
- Carson City, Nevada qualified as a low risk auditee for the year ended June 30, 2014 under the criteria set forth in section .530 of OMB Circular A-133.

B. Findings Relating to the Financial Statement Audit Reported in Accordance with Generally Accepted Governmental Auditing Standards (GAGAS):

There were no findings relating to the financial statement audit.

**CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014**

C. Findings and Questioned Costs for Major Federal Award Programs:

U.S. DEPARTMENT OF TRANSPORTATION:

Finding 2014-001:

Federal Transit Cluster, CFDA 20.207:

Grant Award Number: Potentially affects all grant awards under CFDA 20.207 on the Schedule of Expenditures of Federal Awards.

Criteria: The OMB Circular A-87 *Cost Principles for State, Local, and Indian Tribal Governments*, compliance requirements state that where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having first hand knowledge of the work performed by the employee. Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports that reflect an after-the-fact distribution of the actual activity, be prepared at least monthly, and must be signed by the employee. Budget estimates or other distribution percentages determined before the services are performed do not qualify as support for charges to Federal awards.

Condition and Context: The Carson City Public Works Department allocates salary and benefit charges to Federal programs according to hours worked each pay period using personnel activity reports (time cards). However, the employees do not consistently identify the Federal programs on their time cards.

During our testing of payroll amounts charged to this program, we examined 13 time cards of employees who work on multiple activities or Federal programs, including the Federal Transit Cluster. It was noted that five of the 13 time cards tested did not identify which Federal program the employee's time was being charged to. In addition, the time cards were not signed by the employee. Because those time cards did not identify the Federal programs the employee's time was charged to and the employee's signature was not present, the time cards did not meet the standards for documentation.

Questioned Costs: Undetermined. The potential for variances in the hours charged to the Federal program exists.

Effect: Unallowable costs could be charged to the Federal program.

Cause: Procedures were not in place at the Carson City Public Works Department to ensure that the documentation of time and effort by all employees was adequate to support salary and benefit charges to the Federal Transit Cluster.

CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014

Recommendation: We recommend that the Carson City Public Works Department implement procedures to ensure that the documentation of time and effort by all employees is adequate to support salary and benefit charges to the Federal Transit Cluster.

Management's Response: See management's response on page 178.

CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014

U.S. DEPARTMENT OF TRANSPORTATION:

Finding 2014-002:

Federal Transit Cluster, CFDA 20.207:

Grant Award Number: Affects the grant award NV-90-X061-01 included under CFDA 20.507 on the Schedule of Expenditures of Federal Awards.

Criteria: The *OMB Circular A-133* requires that reports submitted to the Federal awarding agency include all activity of the reporting period, and are presented in accordance with program requirements. Per the SF-425 Federal Financial Report instructions, the department submitting the report should report the “amount of program income that was used to reduce the Federal share of the total project costs” in the line titled “Program Income Expended in Accordance with the Deduction Alternative.”

Condition and Context: The Carson City Public Works Department submits SF-425 Federal Financial Reports (SF-425) for Federal Transit Cluster awards.

As part of our audit procedures we tested three SF-425 reports submitted during fiscal year 2014, including the SF-425 report submitted for the quarter ended March 31, 2014 for grant award NV-90-X061-01. The Carson City Public Works department did not report the amount of program income used to reduce the federal share of project costs on the aforementioned report.

Questioned Costs: None.

Effect: Incomplete information was reported to the Federal awarding agency.

Cause: Carson City Public Works Department personnel did not have adequate procedures in place to ensure that the SF-425 Federal Financial Reports for the Federal Transit Cluster submitted to the Federal awarding agency included all the required information, specifically program income.

Recommendation: We recommend the Public Works Department personnel enhance the procedures over preparation of the SF-425 Federal Financial Reports for Federal Transit Cluster to ensure the reports include all the required information prior to submission.

Management's Response: See management's response on page 178.

**PUBLIC WORKS
DEPARTMENT**

ADMINISTRATION

3505 Butti Way
Carson City, NV 89701-3498
Ph: 775-887-2355
Fx: 775-887-2112

CONTRACTS

3505 Butti Way
Carson City, NV 89701-3498
Ph: 775-887-2355
Fx: 775-887-2112

FLEET SERVICES

3303 Butti Way, Building 2
Carson City, NV 89701-3498
Ph: 775-887-2356
Fx: 775-887-2258

OPERATIONS

(Water, Sewer, Wastewater,
Streets, Landfill, Environmental)
3505 Butti Way
Carson City, NV 89701-3498
Ph: 775-887-2355
Fx: 775-887-2112

**TRANSPORTATION/
CAPITAL PROJECTS**

3505 Butti Way
Carson City, NV 89701-3498
Ph: 775-887-2355
Fx: 775-887-2112

**DEVELOPMENT
SERVICES**

**BUILDING and SAFETY
PERMIT CENTER**

2621 Northgate Lane, Suite 6
Carson City, NV 89706-1319
Ph: 775-887-2310
Fx: 775-887-2202

DEVELOPMENT ENGINEERING

2621 Northgate Lane, Suite 54
Carson City, NV 89706-1319
Ph: 775-887-2300
Fx: 775-887-2283

PLANNING

2621 Northgate Lane, Suite 62
Carson City, NV 89706-1319
Ph: 775-887-2180
Fx: 775-887-2278

CARSON CITY NEVADA
Consolidated Municipality and State Capital



November 24, 2014

Dear Grantor Agency:

The following is a discussion of our corrective action plan in response to the findings noted by Kafoury, Armstrong and Co. in the Schedule of Findings and Questioned Costs for the year ended June 30, 2014

U.S. DEPARTMENT OF TRANSPORTATION:

Finding 2014-001:

Federal Transit Cluster, CFDA 20.207:

Criteria:

The OMB Circular A-87 *Cost Principles for State, Local, and Indian Tribal Governments*, compliance requirements state that where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having first hand knowledge of the work performed by the employee. Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports that reflect an after-the-fact distribution of the actual activity, be prepared at least monthly, and must be signed by the employee. Budget estimates or other distribution percentages determined before the services are performed do not qualify as support for charges to Federal awards.

Recommendation:

We recommend that the Carson City Public Works Department implement procedures to ensure that the documentation of time and effort by all employees is adequate to support salary and benefit charges to the Federal Transit Cluster.

Management's Response:

In the future, the City will take corrective action by developing a timesheet which includes an area for the employee to sign and date the form as well as identify the federal program to which their time is being billed. These timesheets will be kept in a file for a minimum of three years.

Finding 2014-002:

Federal Transit Cluster, CFDA 20.207:

Criteria:

The *OMB Circular A-133* requires that reports submitted to the Federal awarding agency include all activity of the reporting period, and are presented in accordance with program requirements. Per the SF-425 Federal Financial Report instructions, the department submitting the report should report the "amount of program income that was used to reduce the Federal share of the total project costs" in the line titled "Program Income Expended in Accordance with the Deduction Alternative."

Recommendation:

We recommend the Public Works Department personnel enhance the procedures over preparation of the SF-425 Federal Financial Reports for Federal Transit Cluster to ensure the reports include all the required information prior to submission.

Management's Response:

In the future, the City will take corrective action by including on the FS-425 report submitted to the Federal awarding agency the amount of program income that was used to reduce the Federal share of the total project costs, effectively providing all information necessary in the report.

The contact information for the person responsible for implementing the corrective action and management official responsible for ensuring that the corrective action has been taken is as follows:

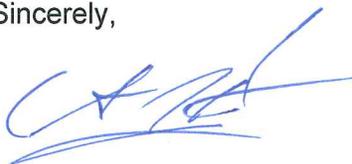
Implementation CFDA # 20.207

Graham Dollarhide
Transit Coordinator
3505 Butti Way, Carson City, NV 89701
E-mail: gdollarhide@carson.org
775-283-7583

Management Official

Patrick Pittenger
Transportation Manager
3505 Butti Way, Carson City, NV 89701
E-mail: ppittenger@carson.org
775-283-7396

Sincerely,



Curtis Horton
Acting Public Works Director

CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:

Finding 2014-003:

Prevention and Public Health Fund Affordable Care Act – Immunization Program, CFDA 93.539
National Bioterrorism Hospital Preparedness Program, CFDA 93.889:

Grant Award Number: Potentially affects all grant awards under CFDA 93.539 and CFDA 93.889 on the Schedule of Expenditures of Federal Awards.

Criteria: The OMB Circular A-87 *Cost Principles for State, Local, and Indian Tribal Governments*, compliance requirements state that where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having firsthand knowledge of the work performed by the employee. Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports that reflect an after-the-fact distribution of the actual activity, be prepared at least monthly, and must be signed by the employee. Budget estimates or other distribution percentages determined before the services are performed do not qualify as support for charges to Federal awards.

Condition and Context: The City allocates salary and benefit charges to the Prevention and Public Health Fund Affordable Care Act – Immunization Program and the National Bioterrorism Hospital Preparedness Program according to percentages assigned to the employee positions. The personnel activity reports (time cards) signed by employees are exception-only reports, and by including a notation of the percent of time worked on each program on the time cards, they effectively support the amount of salary and benefit costs charged to the program.

During our testing of payroll amounts charged to the Prevention and Public Health Fund Affordable Care Act – Immunization Program, we examined 14 time cards for both employees who work solely on the program and employees who work on multiple activities or Federal programs, including the Prevention and Public Health Fund Affordable Care Act – Immunization Program. It was noted that four of the 14 time cards tested did not identify which Federal program the employee's time was charged to. In addition, three of the four aforementioned time cards were for employees who worked solely on the program. However the periodic certifications required by OMB Circular A-87 were not prepared for these employees. Because the four aforementioned time cards did not identify which Federal program the employee's time was charged to, the time cards did not meet the standards for documentation. In addition, since periodic certifications were not prepared for employees who worked solely on the program, the requirements of OMB Circular A-87 were not met.

During our testing of payroll amounts charged to the National Bioterrorism Hospital Preparedness Program, we examined 14 time cards for both employees who work solely on the program and

CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014

employees who work on multiple activities or Federal programs, including the National Bioterrorism Hospital Preparedness Program. It was noted that three of the 14 time cards tested did not identify which Federal program the employee's time was charged to. Because the aforementioned time cards did not identify which Federal programs the employee's time was charged to, the time cards did not meet the standards for documentation.

Questioned Costs: Undetermined. The potential for variances in the hours charged to the Federal program and actual hours spent working on the Federal program exists.

Effect: Unallowable costs could be charged to the Federal program.

Cause: Procedures were not in place at the City to ensure that the documentation of time and effort by all employees was adequate to support salary and benefit charges to the Prevention and Public Health Fund Affordable Care Act – Immunization Program and the National Bioterrorism Hospital Preparedness Program.

Recommendation: We recommend that the City implement procedures to ensure that the documentation of time and effort by all employees is adequate to support salary and benefit charges to the Prevention and Public Health Fund Affordable Care Act – Immunization Program and the National Bioterrorism Hospital Preparedness Program.

Management's Response: See management's response on page 185.

**CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014**

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:

Finding 2014-004:

Family Planning - Services, CFDA 93.217:

Grant Award Number: Potentially affects all grant awards under CFDA 93.217 on the Schedule of Expenditures of Federal Awards.

Criteria: The *OMB Circular A-133* requires that reports submitted to the Federal awarding agency include all activity of the reporting period, and are presented in accordance with program requirements. Per the SF-425 Federal Financial Report instructions, the transactions reported on Line 10 should be reported using cumulative amounts from the date of inception of the award through the end date of the reporting period. The instructions also state that the report should include the recipient share of actual cash disbursement or outlays including payments to sub-recipients and contractors. This amount may include the value of allowable third party in-kind contributions and recipient share of program income used to finance the non-Federal share of the project or program.

Condition and Context: The Carson City Department of Health and Human Services submits SF-425 Federal Financial Reports (SF-425) for the Family Planning – Services program.

As part of our audit procedures, we tested two SF-425 reports submitted during fiscal year 2014. During our testing of the SF-425 report submitted for grant award FPHPA096011-05-00 for the period ending March 31, 2014, we noted that the recipient share of actual cash disbursements did not agree to the underlying accounting records. In relation to testing this report, we also noted that the reports submitted for the two previous quarters did not report the cumulative amount of transactions on Line 10.

During our testing of the SF-425 report submitted for grant award FPHPA096077-01-00 for the period ended June 30, 2014, we noted that the recipient share of expenditures did not agree to the underlying accounting records.

Questioned Costs: None.

Effect: Inaccurate and incomplete information was reported to the Federal granting agency.

Cause: The Carson City Department of Health and Human Services did not have adequate procedures in place to ensure that financial amounts included in the SF-425 reports were complete and supported by the underlying accounting records.

Recommendation: We recommend the Carson City Department of Health and Human Services enhance the procedures to ensure that financial amounts included in the SF-425 reports are complete and supported by the underlying accounting records.

**CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014**

Management's Response: See management's response on page 185.

CARSON CITY, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:

Finding 2014-005:

National Bioterrorism Hospital Preparedness Program, CFDA 93.889:

Grant Award Number: Potentially affects all grant awards under CFDA 93.889 on the Schedule of Expenditures of Federal Awards.

Criteria: The OMB Circular A-133 Compliance Supplement requires that amounts claimed as matching contributions must be necessary and reasonable for the proper and efficient accomplishment of project and program objectives and are allowed under the applicable cost principles.

Condition and Context: The Carson City Department of Health and Human Services claimed as matching contributions for the National Bioterrorism Hospital Preparedness Program an allocated portion of costs recorded in the City's General Fund that included equipment repair and maintenance, vehicle repair and maintenance, vehicle fuel and oil, utility costs, fleet management costs and depreciation.

During our testing of the amounts that comprised the total matching contribution for the National Bioterrorism Hospital Preparedness Program, we noted that certain amounts were not necessary and reasonable for the proper and efficient accomplishment of the program's objectives. The program's objectives did not require the use of the City's equipment and vehicles. Therefore the allocated costs associated with these assets, including maintenance, fuel, depreciation, and fleet management costs did not constitute allowable matching contributions.

Questioned Costs: Undetermined.

Effect: Matching contributions for the program did not meet the requirements of the OMB Circular A-133 Compliance Supplement.

Cause: Procedures were not in place at the Carson City Department of Health and Human Services to ensure that the matching contributions for the National Bioterrorism Hospital Preparedness Program were comprised of amounts that were necessary and reasonable for the proper and efficient accomplishment of the program's objectives.

Recommendation: We recommend that the Carson City Department of Health and Human Services implement procedures to ensure that amounts used for matching contributions for the National Bioterrorism Hospital Preparedness Program are reviewed to ensure they are necessary and reasonable for the proper and efficient accomplishment of the program's objectives.

Management's Response: See management's response on page 185.



CARSON CITY, NEVADA
CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

November 24, 2014

Dear Grantor Agency:

The following is a discussion of our corrective action plan in response to the findings noted by Kafoury, Armstrong and Co. in the Schedule of Findings and Questioned Costs for the year ended June 30, 2014

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:

Finding 2014-003:

Prevention and Public Health Fund Affordable Care Act – Immunization Program, CFDA 93.539

National Bioterrorism Hospital Preparedness Program, CFDA 93.889:

Criteria:

The OMB Circular A-87 *Cost Principles for State, Local, and Indian Tribal Governments*, compliance requirements state that where employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared at least semi-annually and will be signed by the employee or supervisory official having first-hand knowledge of the work performed by the employee. Where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports that reflect an after-the-fact distribution of the actual activity, be prepared at least monthly, and must be signed by the employee. Budget estimates or other distribution percentages determined before the services are performed do not qualify as support for charges to Federal awards.

Recommendation:

We recommend that the City implement procedures to ensure that the documentation of time and effort by all employees is adequate to support salary and benefit charges to the Prevention and Public Health Fund Affordable Care Act – Immunization Program and the National Bioterrorism Hospital Preparedness Program.

Management's Response:

Carson City Health & Human Services will develop a procedure for documenting time and effort of employees' work, reflecting an after-the-fact distribution of the actual activity.

Carson City Health & Human Services

900 East Long Street • Carson City, Nevada 89706 • (775) 887-2190 • Hearing Impaired–Use 711

Clinic Services (775) 887-2195 Fax: (775) 887-2192	Public Health Preparedness (775) 887-2190 Fax: (775) 887-2248	Human Services (775) 887-2110 Fax: (775) 887-2539	Disease Prevention & Health Promotion (775) 887-2190 Fax: (775) 887-2248
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The contact information for the person responsible for implementing the corrective action and management official responsible for ensuring that the corrective action has been taken is as follows:

Implementation CFDA # 93.539/93.889

Ana J. Jimenez
Department Business Mgr.
900 East Long St., Carson City
E-mail: ajimenez@carson.org

Management Official

Nicola Aaker, Director, MSN, MPH, RN
Carson City Health & Human Services
900 East Long St., Carson City
E-mail: naaker@carson.org

Finding 2014-004:

Family Planning - Services, CFDA 93.217:

Criteria:

The *OMB Circular A-133* requires that reports submitted to the Federal awarding agency include all activity of the reporting period, and are presented in accordance with program requirements. Per the SF-425 Federal Financial Report instructions, the transactions reported on Line 10 should be reported using cumulative amounts from the date of inception of the award through the end date of the reporting period. The instructions also state that the report should include the recipient share of actual cash disbursement or outlays including payments to sub-recipients and contractors. This amount may include the value of allowable third party in-kind contributions and recipient share of program income used to finance the non-Federal share of the project or program.

Recommendation:

We recommend the Carson City Department of Health and Human Services enhance the procedures to ensure that financial amounts included in the SF-425 reports are complete and supported by the underlying accounting records.

Management's Response:

Carson City Health & Human Services' Grant Analyst prepares a spreadsheet documenting cumulative amounts from the grant's inception, cash disbursements and program income. The amounts will be verified to ensure that they balance with the supported actual accounting records. The Clinical Services Manager and will sign off quarterly on the SF-425 report.

The contact information for the person responsible for implementing the corrective action and management official responsible for ensuring that the corrective action has been taken is as follows:

Implementation CFDA # 93.217
Ana J. Jimenez
Department Business Mgr.
900 East Long St., Carson City
E-mail: ajimenez@carson.org
775-283-7228

Management Official
Nicola Aaker, Director, MSN, MPH, RN
Carson City Health & Human Services
900 East Long St., Carson City
E-mail: naaker@carson.org
775-283-7704

Finding 2014-005:

National Bioterrorism Hospital Preparedness Program, CFDA 93.889:

Criteria:

The OMB Circular A-133 Compliance Supplement requires that amounts claimed as matching contributions must be necessary and reasonable for the proper and efficient accomplishment of project and program objectives and are allowed under the applicable cost principles.

Recommendation:

We recommend that the Carson City Department of Health and Human Services implement procedures to ensure that amounts used for matching contributions for the National Bioterrorism Hospital Preparedness Program are reviewed to ensure they are necessary and reasonable for the proper and efficient accomplishment of the program's objectives.

Management's Response:

Carson City Health & Human Services will use the following General Fund categories as matching contribution; personnel, power, heating, fax/DSL line and equipment repair and maintenance costs. An allocated portion of Carson City grant employees and MRC volunteers will also be used as matching contributions.

The contact information for the person responsible for implementing the corrective action and management official responsible for ensuring that the corrective action has been taken is as follows:

Implementation CFDA # 93.889
Ana J. Jimenez
Department Business Mgr.
Carson City Health & Human Services
900 E. Long Street, Carson City
Email: ajimenez@carson.org
775-283-7228

Management Official
Nicola Aaker, Director, MSN, MPH, RN
Carson City Health & Human Services
900 East Long Streets, Carson
Email: naaker@carson.org
775-283-7704

Sincerely,

A handwritten signature in blue ink that reads "Nicola Aaker, MSN, MPH, RN". The signature is written in a cursive style.

Nicola Aaker, MSN, MPH, RN
Health and Human Services Director

CARSON CITY, NEVADA
SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2014

D. Prior Year Findings and Questioned Costs for Major Federal Award Programs:

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT :

Finding 2013-001:

Community Development Block Grants/Entitlement Grants Cluster, CFDA 14.218:

Finding Summary:

The Federal Funding Accountability and Transparency Act (FFATA) requires that direct recipients of federal awards (prime awardees) awarded a federal grant are required to file a FFATA sub-award report by the end of the month following the month in which the prime awardee awards any sub-grant equal to or greater than \$25,000. This requirement is for both mandatory and discretionary grants awarded on or after October 1, 2010.

As part of our testing, we requested to view the sub-award report data entered into the Federal Funding Accountability and Transparency Act Reporting System (FSRS). It was noted that this data had not been entered into the FSRS within the required timeline.

City program personnel represented that they were not aware of the reporting requirement and had not submitted the sub-grant information.

Auditor Recommendation:

We recommended the City enhance procedures to ensure that new reporting requirements are identified and to submit information as required.

Current Status:

Corrective action has been taken. The staff person assigned to this grant files FFATA reports as required.

AUDITOR'S COMMENTS

STATUTE COMPLIANCE

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2B to the financial statements.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

The City monitored expenditures during the current year in order to prevent over-expenditures; however, refer to Note 2B to the financial statements

PRIOR YEAR RECOMMENDATIONS

See the Summary Schedule of Prior Year Findings on page 189.

CURRENT YEAR RECOMMENDATIONS

Our recommendations for the current year are included in the Schedule of Findings and Questioned Costs.

**CARSON CITY
SCHEDULE OF FEES IMPOSED
SUBJECT TO THE PROVISIONS OF NRS 354.5989
LIMITATION OF FEES FOR BUSINESS LICENSES
FOR THE YEAR ENDED JUNE 30, 2014**

Flat Fixed Fees:	
Business license revenue adjusted base at June 30, 2013	<u>\$ 1,170,845</u>
Adjustment to Base:	
Base	
1. Percentage increase (decrease) in population of the local government	1.3620%
2. Percentage increase in the Consumer Price Index for the year ending on December 31 next preceding the year for which the limit is being calculated	<u>1.7410%</u>
	<u>3.1030%</u>
	<u>36,331</u>
Adjusted Base at June 30, 2014	1,207,176
Actual Revenue Fiscal 2013-14	<u>628,019</u>
Amount Over (Under) Allowable Amount	<u><u>\$ (579,157)</u></u>

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