

**City of Carson City  
Request for Board Action**

**Date Submitted:** 12/11/12

**Agenda Date Requested:** 12/20/12

**Time Requested:** 20 minutes

**To:** Mayor and Supervisors

**From:** Nick Providenti, Finance Director

**Subject Title:** For Possible Action: Action to accept the Carson City Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012. (Nick Providenti)

**Staff Summary:** City staff and representatives from Kafoury, Armstrong and Co. will be making a presentation of the City's financial status as well as recommendations for improvement.

**Type of Action Requested:** (check one)

Resolution

Ordinance

Formal Action/Motion

Other (Specify)

**Does this action require a Business Impact Statement:** ( ) Yes (X) No

**Recommended Board Action:** I move to accept the Carson City Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012.

**Explanation of Recommended Board Action:** The Carson City Comprehensive Annual Financial Report for the fiscal year ended June 30, 2012 has been completed by the Finance Department and audited by the City's independent auditors, Kafoury, Armstrong and Co. City staff and representatives from Kafoury, Armstrong and Co. will be making a presentation of the City's financial status as well as recommendations for improvement. The Finance Department believes this report continues to meet the Certificate of Achievement in Excellence in Financial Reporting from the Government Finance Officers Association.

**Applicable Statute, Code, Policy, Rule or Regulation:** Nevada Revised Statute 354.624

**Fiscal Impact:** n/a

**Explanation of Impact:** n/a

**Funding Source:** n/a

**Supporting Material:** Carson City Comprehensive Financial Report for the Fiscal Year Ended June 30, 2012.

Prepared By: Nick Providenti

Reviewed By: [Signature]  
(Department Head)

Date: 12/11/12

: [Signature]  
(City Manager)

Date: 12/4/12

: [Signature]  
(District Attorney)

Date: 12/11/12

: [Signature]  
(Finance Director)

Date: 12/11/12

**Board Action Taken:**

Motion: \_\_\_\_\_

- |          |         |
|----------|---------|
| 1) _____ | Aye/Nay |
| 2) _____ | _____   |
|          | _____   |
|          | _____   |
|          | _____   |
|          | _____   |

\_\_\_\_\_  
(Vote Recorded By)



**KAFOURY, ARMSTRONG & CO.**  
A PROFESSIONAL CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS

*Serving our clients since 1941.*

November 30, 2012

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

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carson City, Nevada (City) as of and for the year ended June 30, 2012, and have issued our report thereon dated November 30, 2012. We did not audit the financial statements of the Airport Authority of Carson City, Nevada, or the Carson City Convention and Visitors' Bureau, both of which are discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, *Government Auditing Standards* and OMB Circular A-133, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 19, 2012. Professional standards also require that we communicate to you the following information related to our audit.

#### Significant Audit Findings

##### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the City are described in Note 1 to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during 2012. We noted no transactions entered into by the City during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. The most sensitive estimates affecting the financial statements were:

- useful lives of assets determined for depreciation
- valuation of developer dedicated and other donated capital assets
- liability and related disclosures for postemployment benefits other than pensions (OPEB)

Management's estimate of the useful lives of the City's capital assets is based upon the City's historical usage of its capital assets and consistency with lives utilized by other local governments.

ELKO

FALLON

LAS VEGAS

RENO

To the Honorable Mayor, Members of the  
Board of Supervisors and Audit Committee of  
Carson City, Nevada  
November 30, 2012  
Page 2

Management's estimates of the value of the City's developer dedicated and other donated capital assets is typically based upon the fair value at the time of dedication or donation. Management's estimate of the liability for the City's OPEB is based upon third party actuarial analysis. We evaluated the key factors and assumptions used to develop these sensitive estimates in determining that they are reasonable in relation to the financial statements taken as a whole.

The financial statement disclosures are neutral, consistent and clear.

*Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

*Corrected and Uncorrected Misstatements*

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The attached schedule summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

*Disagreements with Management*

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated November 30, 2012.

*Management Consultations with Other Independent Accountants*

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the City's financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

To the Honorable Mayor, Members of the  
Board of Supervisors and Audit Committee of  
Carson City, Nevada  
November 30, 2012  
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*Other Audit Findings or Issues*

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the City's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

*Other Matters*

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves.

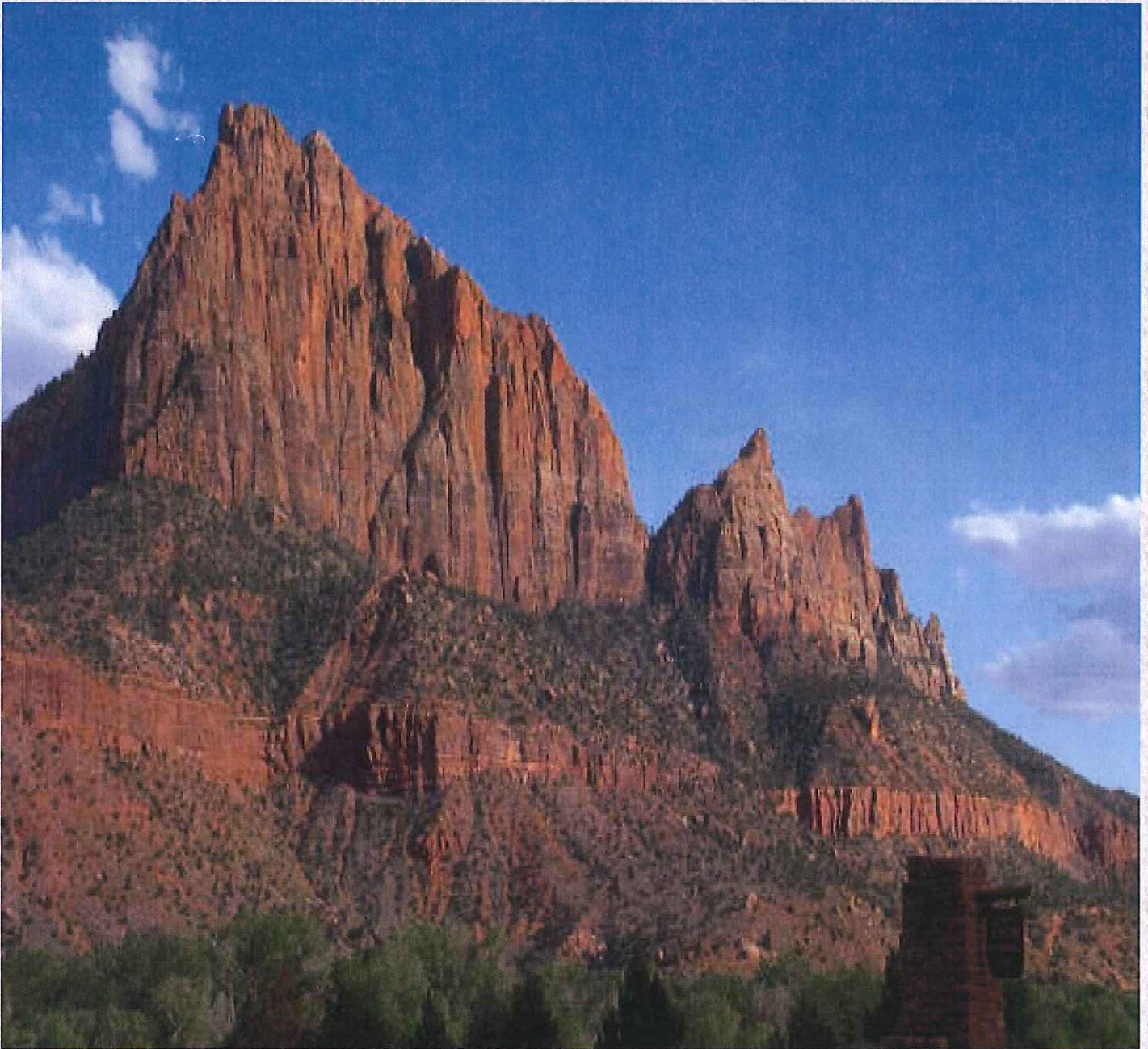
With respect to the introductory and statistical sections accompanying the financial statements, we have read this other information in order to identify any material inconsistencies with the financial statements, of which no such inconsistencies were noted.

This information is intended solely for the use of the Board of Supervisors, the Audit Committee and management of Carson City, Nevada, and is not intended to be and should not be used by anyone other than these specified parties.

Very truly yours,



Kafoury, Armstrong & Co.



## **Carson City, Nevada**

### **COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**YEAR ENDED JUNE 30, 2012**



**CARSON CITY, NEVADA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2012**

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



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# CARSON CITY, NEVADA

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# CARSON CITY, NEVADA

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## **INTRODUCTORY SECTION**



# CARSON CITY, NEVADA

## CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

November 30, 2012

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, 2012, 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, 2012. 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 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 Convention and Visitors' Bureau and Airport Authority are reported as discretely presented component units.

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

## **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 56,105 as of June 30, 2012. 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 \$4,303,919,814 and an assessed value of \$1,506,371,935.

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 increased 1.1% when comparing July 1, 2011 to July 1, 2012. During the past year, Carson City experienced a general slow down 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 fallen to around \$150,000, down from \$215,000 (30% decrease) the prior year. The average price in Carson City hit its peak this decade 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 the economy level out. While housing prices are declining, our tax revenues were almost 2.4% or \$1.3 million more than the prior year. We expect this "bottoming" process to continue into the foreseeable future as our region has one of the largest unemployment rates in the country at 11.7%. Because of the lack of predictability of the local economy, department heads have continued to reduce spending resulting in actual expenditures in the general fund being over \$2.6 million less than the final budget. At the end of the current fiscal year, total fund balance of the general fund exceeded the final budget by \$2,008,675. Of this amount, \$689,300 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 10.8 percent in FY 2011-12, and because of the continued decline in real estate, the values decreased another 8.3 percent in FY 2012-13. 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 was approximately \$4.6 million in FY 2012-13. Because of this large abatement amount, Carson City’s property tax revenues should continue to grow by the 3% and 8% caps in the future.

### **LONG-TERM FINANCIAL PLANNING**

During FY 2011-12, 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. Two major automotive retailers have built dealerships in more desirable locations within the City, the GMC/Chevrolet dealer recently finished a major remodel, and the Olive Garden has opened a new restaurant. The new freeway connecting Reno with Carson City is now open as well. The City has continued to negotiate with various retailers to fill vacant big box locations and as a result, Kohl’s, Big Lots and Cal Ranch have opened locations in former vacant buildings.

### **RELEVANT FINANCIAL POLICIES**

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.

### **MAJOR INITIATIVES**

Improvements to the Wastewater Treatment Plant are being implemented and new federal standards for drinking water have necessitated an agreement with Douglas County establishing a Water Line Intertie Project. The establishment of this Interlocal Agreement will allow Carson City access to water from Douglas County that will forgoe the need to build a Uranium Treatment Plant. Rates and charges for the Sewer and Water Funds are reviewed each January and rates are recommended to the Board of Supervisors to cover all operations and capital costs.

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, 2012 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, 2011. 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-two 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

# 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, 2011

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

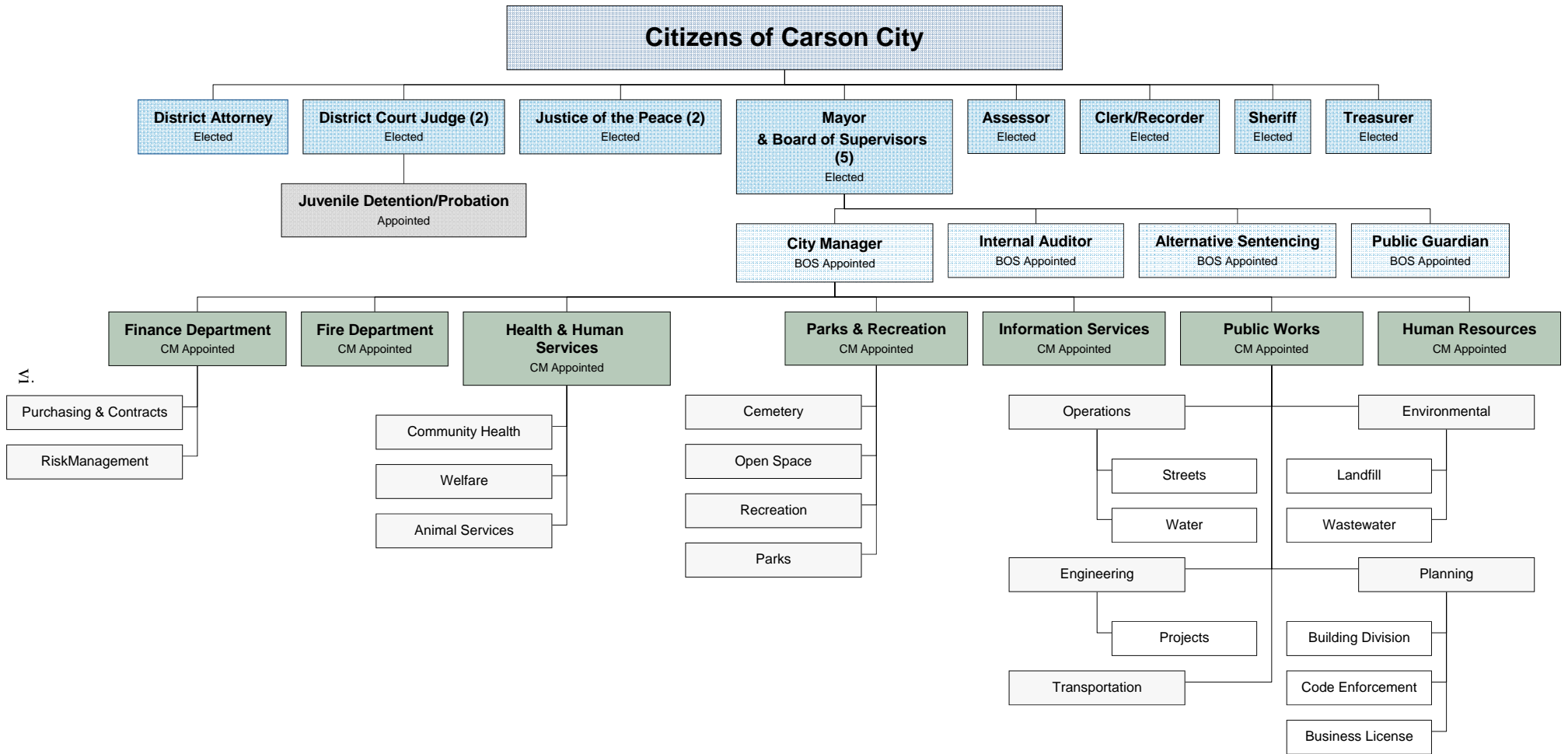


*Linda C. Davidson*

President

*Jeffrey R. Emswiler*

Executive Director



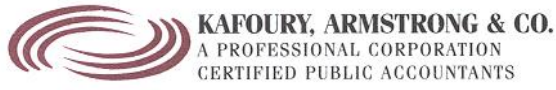
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**CARSON CITY  
LISTING OF PRINCIPAL OFFICIALS  
FY 2012**

<b>TITLE</b>	<b>NAME</b>
Mayor	Robert L. Crowell
Supervisor, Ward 1	Karen Abowd
Supervisor, Ward 2	Shelly Aldean
Supervisor, Ward 3	John McKenna
Supervisor, Ward 4	Molly Walt
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	Larry Werner
Finance Director/Risk Manager	Nick Providenti
Information Services Director	John Wilkinson
Planning Director	Lee Plemel
Cooperative Extension Director	JoAnne Skelly
Library Director	Sara Jones
Health & Human Services Director	Marena Works
Juvenile Special Master	Kristin Luis
Chief Juvenile Probation Officer	Jon Simms
Parks and Recreation Director	Roger Moellendorf
Fire Chief	Stacey Giomi
Senior Center Director	Janice McIntosh
Human Resources Manager	Melanie Bruketta
Public Works Director	Andrew Burnham
City Engineer	Jeff Sharp
Transportation Program Manager	Patrick Pittenger
Chief Building Official	Kevin Gattis

**FINANCIAL SECTION**

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## Independent Auditor's Report

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

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, as of and for the year ended June 30, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Carson City, Nevada's management. 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 represent 100% of the assets, net assets, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the report of other auditors, the financial statements referred to previously 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 Carson City, Nevada, as of June 30, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated November 30, 2012, on our consideration of Carson City, Nevada'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* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, on pages 3A through 3J, 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Carson City, Nevada's financial statements as a whole. The introductory section, nonmajor combining and individual fund financial statements and schedules including budgetary comparisons, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the financial statements. The nonmajor combining and individual fund financial 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 financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole. We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, Carson City, Nevada's basic financial statements for the year ended June 30, 2011, which are not presented with the accompanying financial statements. In our report dated November 30, 2011, we expressed unqualified 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. In our opinion, the 2011 nonmajor combining and individual fund statements and schedules including budgetary comparisons are fairly stated in all material respects in relation to the basic financial statements for the year ended June 30, 2011, 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.

*Kafoory, Armstrong & Co.*

Reno, Nevada  
November 30, 2012

## 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, 2012. 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-iv of this report.

### Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$351,969,762 (*net assets*).
- The City's total net assets increased by \$26,105,690. The largest factor affecting the increase is the increase in capital assets of \$40.6 million, while total long term liabilities only increased by \$14.6 million.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$17,074,776, a decrease of \$6,381,385 in comparison to the prior year.
- At the end of the current fiscal year, unrestricted fund balance for the General Fund was \$3,767,787, or 6.7 percent of total General Fund expenditures.
- The City's total bonded debt increased by \$12,111,352 (8.2 percent) during the current fiscal year, primarily due to draw downs on the State Revolving Water Bond in the amount of \$11,823,466.

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

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused 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 convention and 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 4-7 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 8-12 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 13-17 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 18-19 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 20-48 of this report.

**Other Information.** The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds, and enterprise funds are presented following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 50-138 of this report.

### Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$351,969,762 at the close of the most recent fiscal year.

By far the largest portion of the City's net assets (100 percent) reflects its investment in capital assets (e.g., land, buildings, improvements, machinery and equipment, and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

### Carson City's Net Assets

	Governmental		Business-type		Total	
	Activities		Activities			
	2012	2011	2012	2011	2012	2011
Current and other assets	\$ 33,079,207	\$ 37,274,231	\$ 11,662,021	\$ 6,918,183	\$ 44,741,228	\$ 44,192,414
Capital assets	326,255,657	299,636,772	174,318,673	160,349,926	500,574,330	459,986,698
Total assets	<u>359,334,864</u>	<u>336,911,003</u>	<u>185,980,694</u>	<u>167,268,109</u>	<u>545,315,558</u>	<u>504,179,112</u>
Long-term liabilities outstanding	97,720,130	99,540,631	82,741,018	66,278,566	180,461,148	165,819,197
Other liabilities	9,967,583	7,638,689	2,917,065	4,857,154	12,884,648	12,495,843
Total liabilities	<u>107,687,713</u>	<u>107,179,320</u>	<u>85,658,083</u>	<u>71,135,720</u>	<u>193,345,796</u>	<u>178,315,040</u>
Net assets:						
Invested in capital assets, net of related debt	259,709,061	230,502,492	92,490,506	92,656,159	352,199,567	323,158,651
Restricted	15,165,751	16,058,661	-	-	15,165,751	16,058,661
Unrestricted	<u>(23,227,661)</u>	<u>(16,829,470)</u>	<u>7,832,105</u>	<u>3,476,230</u>	<u>(15,395,556)</u>	<u>(13,353,240)</u>
Total net assets	<u>\$251,647,151</u>	<u>\$ 229,731,683</u>	<u>\$100,322,611</u>	<u>\$ 96,132,389</u>	<u>\$ 351,969,762</u>	<u>\$ 325,864,072</u>

An additional portion of the City's net assets (4.3 percent) represents resources that are subject to external restrictions on how they may be used. This leaves a negative balance of \$15,395,556 for *unrestricted net assets*.

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

The City's net assets increased \$26,105,690 during the current fiscal year. The largest factor affecting the increase is the increase in capital assets of \$40.6 million, while total long term liabilities only increased by \$14.6 million.

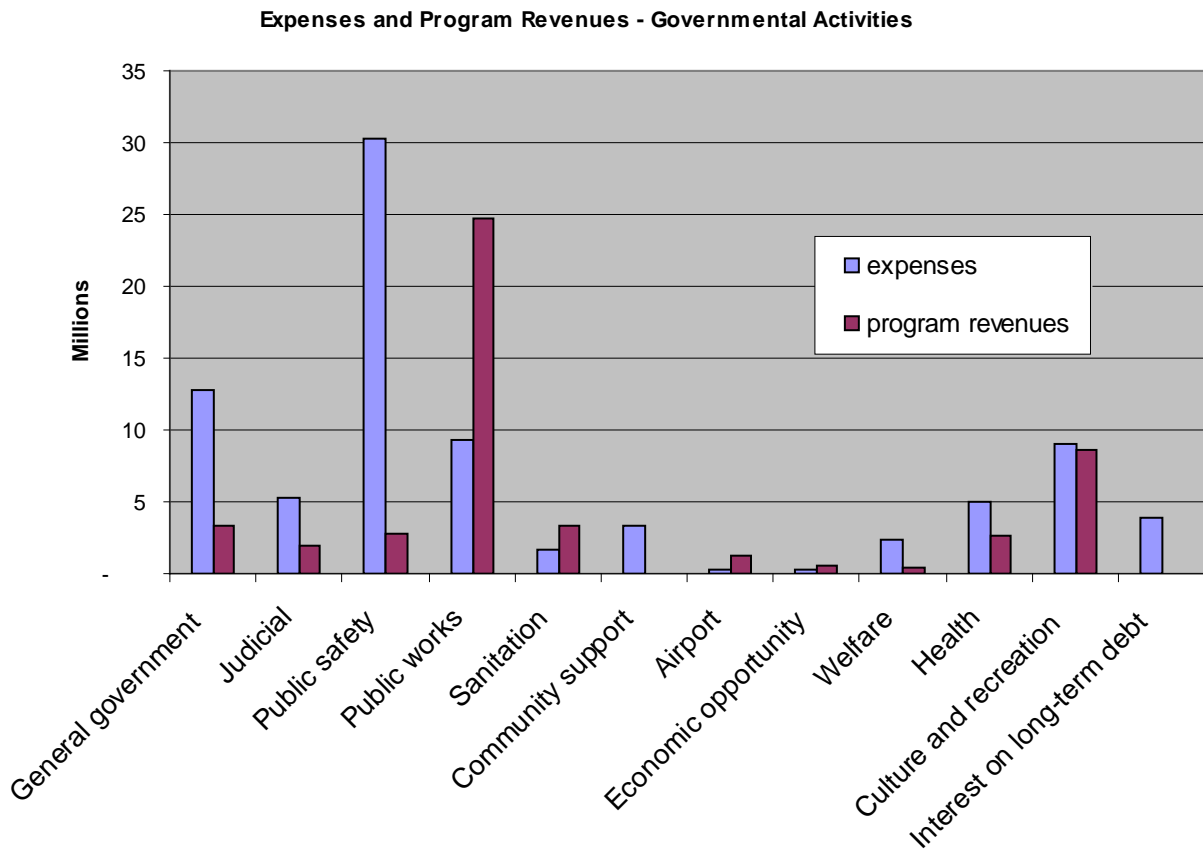
### Carson City's Changes in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>Revenues:</b>						
<b>Program revenues:</b>						
Charges for services	\$ 10,962,362	\$10,295,092	\$27,503,748	\$ 24,121,633	\$ 38,466,110	\$ 34,416,725
Operating grants and contributions	7,895,664	8,040,598	-	-	7,895,664	8,040,598
Capital grants and contributions	30,733,429	56,268,193	2,505,810	1,906,273	33,239,239	58,174,466
<b>General revenues:</b>						
Property taxes	22,773,809	22,144,119	-	-	22,773,809	22,144,119
Other taxes	33,279,999	32,587,810	-	-	33,279,999	32,587,810
Other	489,087	644,578	49,489	51,433	538,576	696,011
<b>Total Revenues</b>	<b>106,134,350</b>	<b>129,980,390</b>	<b>30,059,047</b>	<b>26,079,339</b>	<b>136,193,397</b>	<b>156,059,729</b>
<b>Expenses:</b>						
General government	12,839,523	12,710,114	-	-	12,839,523	12,710,114
Judicial	5,213,231	4,891,274	-	-	5,213,231	4,891,274
Public safety	30,273,949	28,842,714	-	-	30,273,949	28,842,714
Public works	9,249,322	8,188,834	-	-	9,249,322	8,188,834
Sanitation	1,680,283	1,655,363	-	-	1,680,283	1,655,363
Community support	3,386,724	1,643,988	-	-	3,386,724	1,643,988
Airport	285,645	149,667	-	-	285,645	149,667
Economic opportunity	304,571	326,910	-	-	304,571	326,910
Welfare	2,369,073	2,359,998	-	-	2,369,073	2,359,998
Health	4,984,823	4,349,102	-	-	4,984,823	4,349,102
Culture and recreation	8,981,258	8,719,947	-	-	8,981,258	8,719,947
Interest and fiscal charges	3,931,487	4,047,091	-	-	3,931,487	4,047,091
Ambulance	-	-	4,150,587	4,311,731	4,150,587	4,311,731
Sewer	-	-	8,389,001	8,486,538	8,389,001	8,486,538
Water	-	-	12,190,492	12,448,336	12,190,492	12,448,336
Cemetery	-	-	193,726	185,524	193,726	185,524
Building Permits	-	-	464,022	439,863	464,022	439,863
Stormwater Drainage	-	-	1,199,990	1,025,278	1,199,990	1,025,278
<b>Total Expenses</b>	<b>83,499,889</b>	<b>77,885,002</b>	<b>26,587,818</b>	<b>26,897,270</b>	<b>110,087,707</b>	<b>104,782,272</b>
<b>Increase (decrease) in net</b>						
assets before transfers	22,634,461	52,095,388	3,471,229	(817,931)	26,105,690	51,277,457
Transfers	(718,993)	(256,708)	718,993	256,708	-	-
<b>Increase (decrease) in net</b>						
Assets	21,915,468	51,838,680	4,190,222	(561,223)	26,105,690	51,277,457
<b>Net assets – July 1</b>	<b>229,731,683</b>	<b>177,893,003</b>	<b>96,132,389</b>	<b>96,693,612</b>	<b>325,864,072</b>	<b>274,586,615</b>
<b>Net assets - June 30</b>	<b>\$251,647,151</b>	<b>\$229,731,683</b>	<b>\$100,322,611</b>	<b>\$ 96,132,389</b>	<b>\$ 351,969,762</b>	<b>\$ 325,864,072</b>

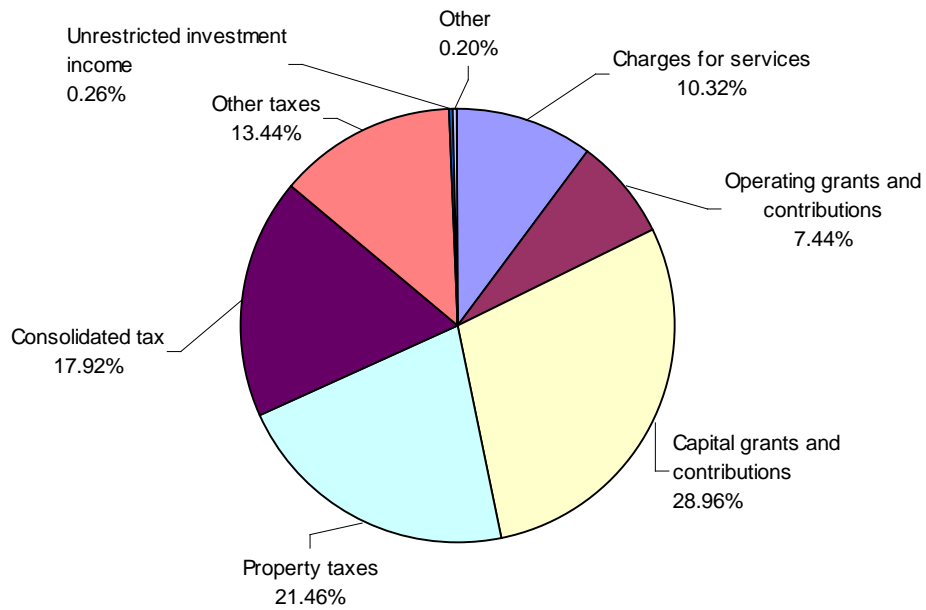
**Governmental activities.** Governmental activities increased the City’s net assets by \$21,915,468. This results in a net change (decrease) of \$29,923,212 when compared to the increase of \$51,838,680 in the prior year. Key elements of the change from prior year are as follows:

- \$25.5 million decrease in capital grants and contributions mostly due to a decrease in donated capital assets such as land and infrastructure.
- \$2.4 million increase in community support expenses related to incentives for business retention.
- \$1.4 million increase to public safety expenses mainly due to internal service fund year end lookback adjustment and an increase in accrued compensated absences due to changes in various public safety employee contracts allowing for increased sick leave payouts upon death or retirement.

Program revenues for governmental activities provided 59.4 percent of the resources necessary to pay the cost of providing program services, however, it should be noted that \$26 million of the program revenues relate to donated land and infrastructure from the State of Nevada and developers and \$4.4 million in capital grants. The remaining program costs were financed with general revenues. The largest general revenues are consolidated tax of \$19,016,195 and property taxes of \$22,773,809.



## Revenues by Source - Governmental Activities

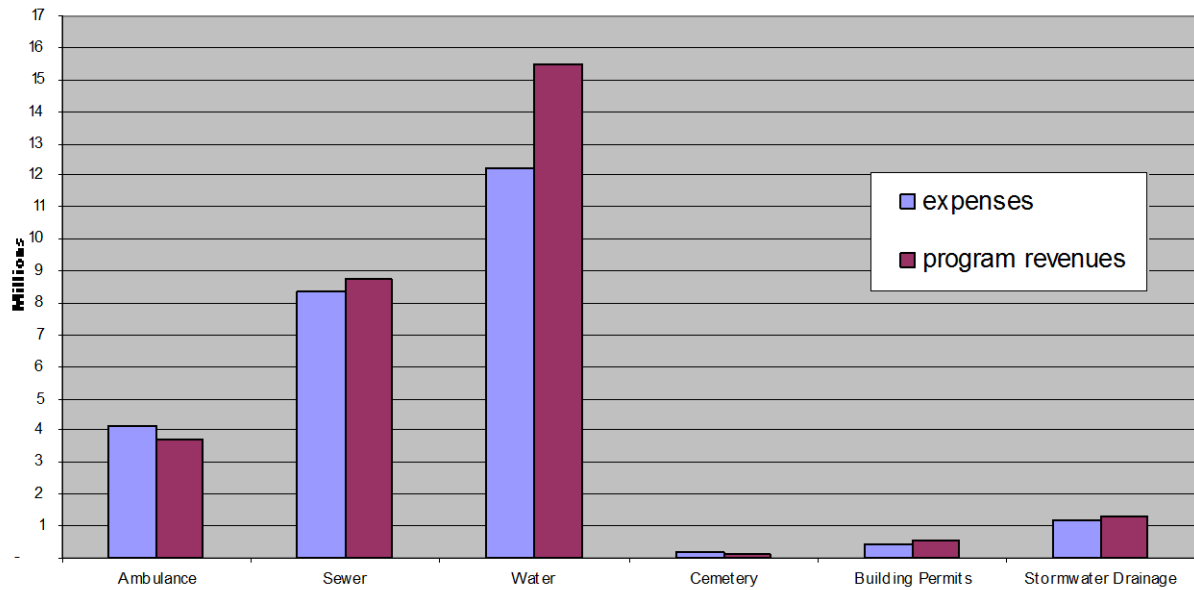


**Business-type activities.** Business-type activities increased the City's net assets by \$4,190,222. This results in a net change (increase) of \$4,751,445 when compared to the decrease of \$561,223 in the prior year. Key elements of the change from prior year are as follows:

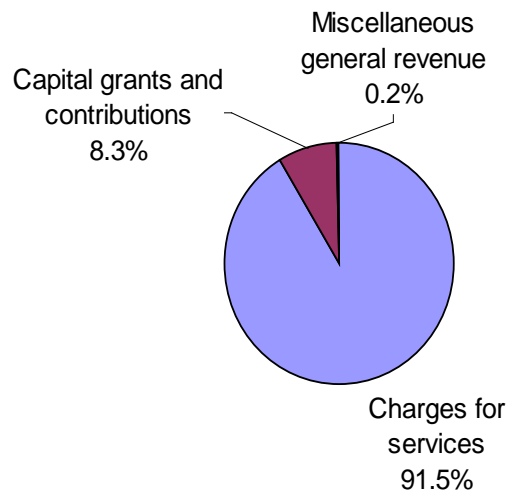
- \$1.9 million (or 28.8 percent) increase in sewer charges for services was realized due to a 14 percent rate increase effective September 2011 and a \$1.4 million solar rebate from NV Energy.
- \$1.5 million (or 13.4 percent) increase in water charges for services was realized due to a 5 percent rate increase effective September 2011, water consumption increased 3 percent due to a dry year and a \$668,000 refund of an overpayment on water purchases.
- \$600,000 increase in capital grants for water projects.
- \$430,000 increase in transfers from general fund were realized due to the growing contractual allowances in the Ambulance fund.

Sewer and water expenses represent 77.4 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, *unrestricted fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2012, the City's governmental funds reported combined ending fund balances of \$17,074,776, a decrease of \$6,381,385 in comparison with the prior year. Of this total amount, \$4,996,897 constitutes *committed, assigned or unassigned fund balance*, which is considered "*unrestricted*". The remainder of fund balance is *nonspendable or restricted*, which is considered "*restricted*" to indicate that it is not available for new spending or restricted by an entity outside of the City. Nonspendable fund balance includes inventory, deposits or prepaid items of \$351,353 and restricted fund balance includes external restrictions by the Nevada Revised Statutes (NRS) or grant documents of \$11,726,526.

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unrestricted fund balance of the General Fund was \$3,767,787, while total fund balance reached \$4,891,942. As a measure of the General Fund's liquidity, it may be useful to compare both unrestricted fund balance and total fund balance to total fund expenditures. Unrestricted fund balance represents 6.7 percent of total General Fund expenditures, while total fund balance represents 8.7 percent of that same amount.

The fund balance of the City's General Fund decreased by \$2,002,960 during the current fiscal year. This results in a net change (increase) of \$71,425 when compared to the decrease of \$2,074,385 in the prior year. Key elements of the change from prior year are as follows:

- Property taxes increased by \$1 million (6.4 percent) over the prior year. Total assessed value decreased by 11.7 percent; and, with no tax rate increases during the current year the property tax abatement decreased by 48 percent to approximately \$4.5 million, allowing the City to realize a 6.4 percent increase in property tax revenue.
- Consolidated tax revenues increased by \$730,000 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.
- \$452,000 increase in health expenditures related to the pass down costs from the State for Child Protective Services and Nevada Mental Health & Development.
- \$430,000 increase in the transfer to Ambulance Fund as contractual write-off's as well as bad debt expense on private payments increased during the current year.
- \$250,000 increase in transfers to the Insurance Fund given higher than normal claims paid in the current year.
- \$270,000 transfer to the Carson City Transit Fund was reinstated per 2012 budget as in 2011 the transfer was removed as a cost saving measure.
- Landfill fees increased \$477,000 due to an increase in rates effective September 2011.

**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 assets at the end of the year amounted to \$3,649,435 in the Sewer Fund and \$3,226,962, in the Water Fund. The total growth in net assets for the funds was \$479,947 and \$3,341,333, respectively. 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 \$2,554,355 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 \$1,018,598 allocated to various departments.
- \$68,662 reduction in appropriations as a result of a reduction in intergovernmental revenues.
- \$346,173 in appropriations to cover increases in expenditures as a result of pass downs from the State.
- \$462,932 increase in transfers out offset by increases in charges for services and taxes.
- \$795,314 increase in various department appropriations offset by increases in charges for services, intergovernmental revenues, and other miscellaneous revenues.

Of this increase, \$783,097 was funded from charges for services, \$356,232 was funded from refunds and reimbursements, grants and donations, and \$50,255 was funded from taxes. The remaining \$1,364,771 was to be budgeted from available fund balance.

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

- Actual intergovernmental revenues were \$430,000 less than the final budget, but offset by an increase in transfers in due to a reclassification of transfers from the Redevelopment Revolving Fund.
- Actual licenses and permits were \$385,000 less than the final budget mostly due to a decline in franchise fee and business and gaming license revenue.
- Actual ad valorem taxes were \$277,000 less than the final budget.
- Actual expenditures by function were less than the final budget as a result of expenditure reductions in response to the declines in revenue.

### 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, 2012, amounts to \$500,574,330 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure and water rights. The total increase in the City's investment in capital assets for the current fiscal year was 8.8 percent (a 8.9 percent increase for governmental activities and a 8.7 percent increase for business-type activities).

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

- Donated land and infrastructure from the State of Nevada and developers was valued at \$26.3 million.
- \$14 million towards the regional pipeline project expected to be completed in 2013.

#### Carson City's Capital Assets (net of depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2012	2011	2012	2011	2012	2011
Land	\$ 104,343,666	\$ 87,137,391	\$ 5,239,385	\$ 3,457,934	\$109,583,051	\$ 90,595,325
CIP - Infrastructure	3,334,186	5,133,570	-	-	3,334,186	5,133,570
Construction in progress	1,486,999	1,276,033	20,899,786	12,332,873	22,386,785	13,608,906
Buildings	54,037,906	55,422,799	16,229,590	13,425,515	70,267,496	68,848,314
Improvements other than						
Buildings	26,933,593	23,365,440	109,881,906	109,414,506	136,815,499	132,779,946
Machinery and equipment	10,403,191	11,458,799	3,675,890	3,591,162	14,079,081	15,049,961
Infrastructure	125,716,116	115,842,740	-	-	125,716,116	115,842,740
Water rights	-	-	18,392,116	18,127,936	18,392,116	18,127,936
<b>Total</b>	<b>\$326,255,657</b>	<b>\$299,636,772</b>	<b>\$174,318,673</b>	<b>\$160,349,926</b>	<b>\$500,574,330</b>	<b>\$459,986,698</b>

Additional information on the City’s capital assets can be found in Note 3-B on pages 30-31 of this report.

**Long-term debt.** At the end of the current fiscal year, the City had total bonded debt outstanding of \$159,310,737. Of this amount, \$139,830,037 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	
	2012	2011	2012	2011	2012	2011
General obligation						
Bonds	\$62,336,401	\$64,990,727	\$77,493,636	\$61,986,558	\$139,830,037	\$126,977,285
Revenue bonds	19,480,700	20,222,100	-	-	19,480,700	20,222,100
Notes Payable	1,360,367	2,212,558	2,148,000	2,395,000	3,508,367	4,607,558
<b>Total</b>	<b>\$83,177,468</b>	<b>\$87,425,385</b>	<b>\$79,641,636</b>	<b>\$64,381,558</b>	<b>\$162,819,104</b>	<b>\$151,806,943</b>

The City’s total bonded debt and notes payable increased by \$11,012,161 (7.3 percent) from the prior year. The key factor in this increase was the issuance of general obligation state revolving fund sewer and water bonds in the amount of \$13.8 million for the regional pipeline project.

The City maintained an “AA-“ rating from Standard & Poor’s and an “Aa3”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 \$235,045,345, 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 35-42 of this report.

**Economic Factors and Next Year’s Budgets and Rates**

- The City’s unemployment rate was 11.7 percent at June 30, 2012, which is a decrease from a rate of 12.5 percent a year ago. The national and state unemployment rates were 8.2 percent and 11.6 percent, respectively, at June 30, 2012.
- The City’s assessed value decreased 10.8 percent in fiscal year 2011-12 to \$1.506 billion and decreased 8.3 percent in fiscal year 2012-13 to \$1.382 billion.
- Sales tax revenue was projected to increase 3 percent for fiscal year 2012-13. July 2012 shows a 3.5 percent increase and August 2012 shows a 15.5 percent increase compared to the same months during fiscal year 2011-12.

All of these factors were considered in preparing the City’s budget for the 2013 fiscal year.

During the current fiscal year, unrestricted fund balance in the General Fund decreased from \$5,793,268 to \$3,767,787. The City has assigned \$689,300 of this amount for eliminating a 2013 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 ASSETS**  
**JUNE 30, 2012**

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>ASSETS</b>			
Cash and investments	\$ 19,548,904	\$ 6,155,060	\$ 25,703,964
Receivables (net of allowances for uncollectibles)	3,162,584	3,990,797	7,153,381
Due from other governments	7,744,413	417,421	8,161,834
Due from component units	11,136	-	11,136
Due from primary government	-	-	-
Internal balances	422,426	(422,426)	-
Inventories	112,981	345,967	458,948
Deposits	51,754	-	51,754
Prepays	321,947	365,753	687,700
Restricted assets:			
Cash and investments	395,615	-	395,615
Other assets	1,093,886	809,449	1,903,335
Net OPEB asset	213,561	-	213,561
Capital assets (net of accumulated depreciation):			
Land	104,343,666	5,239,385	109,583,051
Construction in progress - infrastructure	3,334,186	-	3,334,186
Construction in progress	1,486,999	20,899,786	22,386,785
Buildings	54,037,906	16,229,590	70,267,496
Improvements other than buildings	26,933,593	109,881,906	136,815,499
Machinery and equipment	10,403,191	3,675,890	14,079,081
Infrastructure	125,716,116	-	125,716,116
Water rights	-	18,392,116	18,392,116
Total Assets	<u>359,334,864</u>	<u>185,980,694</u>	<u>545,315,558</u>
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	7,903,192	1,767,541	9,670,733
Accrued interest payable	579,120	722,029	1,301,149
Due to other governments	301,278	136,742	438,020
Due to component units	169,313	-	169,313
Due to primary government	-	-	-
Unearned revenue	120,250	283,553	403,803
Other liabilities	500,159	7,200	507,359
Current liabilities payable from restricted assets	394,271	-	394,271
Noncurrent liabilities:			
Due within one year	5,027,967	4,210,679	9,238,646
Due in more than one year	85,728,821	77,405,402	163,134,223
Net OPEB obligation	6,963,342	1,124,937	8,088,279
Total Liabilities	<u>107,687,713</u>	<u>85,658,083</u>	<u>193,345,796</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	259,709,061	92,490,506	352,199,567
Restricted for:			
General government	273,311	-	273,311
Public safety	550,741	-	550,741
Judicial	479,601	-	479,601
Public works	824,980	-	824,980
Health	205,032	-	205,032
Welfare	4,779	-	4,779
Culture and recreation	8,952,194	-	8,952,194
Debt service	-	-	-
Redevelopment	634,130	-	634,130
Claims	3,240,983	-	3,240,983
Unrestricted	(23,227,661)	7,832,105	(15,395,556)
Total Net Assets	<u>\$ 251,647,151</u>	<u>\$ 100,322,611</u>	<u>\$ 351,969,762</u>

COMPONENT UNITS

AIRPORT AUTHORITY		CONVENTION AND VISITORS' BUREAU	
\$	278,461	\$	957,112
	4,236		149,143
	89,717		16,000
	-		-
	169,313		-
	-		-
	-		26,314
	-		-
	6,885		-
	-		-
	201,413		1,696
	-		-
	146,542		-
	-		-
	145,846		-
	-		87,468
	-		-
	53,574		39,419
	-		-
	-		-
	<u>1,095,987</u>		<u>1,277,152</u>
	10,387		115,629
	-		-
	-		10,535
	-		-
	-		11,136
	6,724		39,773
	-		64,625
	-		-
	15,510		1,241
	589,362		63,301
	-		-
	<u>621,983</u>		<u>306,240</u>
	345,962		124,487
	-		515
	-		-
	-		-
	-		-
	-		-
	-		-
	-		207,144
	-		155,160
	-		-
	-		-
	128,042		483,606
\$	<u>474,004</u>	\$	<u>970,912</u>

**CARSON CITY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2012**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Primary government:				
Governmental Activities:				
General government	\$ 12,839,523	\$ 2,627,410	\$ 672,673	\$ -
Public safety	30,273,949	1,228,238	1,307,908	284,687
Judicial	5,213,231	1,790,286	217,954	-
Public works	9,249,322	287,772	1,882,175	22,593,474
Sanitation	1,680,283	3,302,423	-	-
Health	4,984,823	440,934	2,264,138	-
Welfare	2,369,073	-	357,720	-
Culture and recreation	8,981,258	1,285,299	680,128	6,624,841
Community support	3,386,724	-	-	-
Airport	285,645	-	4,233	1,230,427
Economic opportunity	304,571	-	508,735	-
Debt Service:				
Interest and fiscal charges	3,931,487	-	-	-
Total Governmental Activities	<u>83,499,889</u>	<u>10,962,362</u>	<u>7,895,664</u>	<u>30,733,429</u>
Business-Type Activities:				
Sewer	8,389,001	8,688,226	-	89,885
Water	12,190,492	13,056,457	-	2,415,925
Stormwater Drainage	1,199,990	1,308,666	-	-
Ambulance	4,150,587	3,729,850	-	-
Cemetery	193,726	130,494	-	-
Building Permits	464,022	590,055	-	-
Total Business-Type Activities	<u>26,587,818</u>	<u>27,503,748</u>	<u>-</u>	<u>2,505,810</u>
Total Primary Government	<u>\$ 110,087,707</u>	<u>\$ 38,466,110</u>	<u>\$ 7,895,664</u>	<u>\$ 33,239,239</u>
Component units:				
Airport Authority	\$ 1,744,412	\$ 272,388	\$ 1,269,139	\$ -
Convention and Visitors' Bureau	2,189,948	717,911	144,000	-
Total Component Units	<u>\$ 3,934,360</u>	<u>\$ 990,299</u>	<u>\$ 1,413,139</u>	<u>\$ -</u>

General Revenues:  
  Property taxes  
  Sales taxes  
  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 Assets

NET ASSETS, JULY 1

NET ASSETS, JUNE 30

NET (EXPENSE) REVENUE AND  
CHANGES IN NET ASSETS

COMPONENT UNITS

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	AIRPORT AUTHORITY	CONVENTION AND VISITORS' BUREAU
\$ (9,539,440)	\$ -	\$ (9,539,440)	\$ -	\$ -
(27,453,116)	-	(27,453,116)	-	-
(3,204,991)	-	(3,204,991)	-	-
15,514,099	-	15,514,099	-	-
1,622,140	-	1,622,140	-	-
(2,279,751)	-	(2,279,751)	-	-
(2,011,353)	-	(2,011,353)	-	-
(390,990)	-	(390,990)	-	-
(3,386,724)	-	(3,386,724)	-	-
949,015	-	949,015	-	-
204,164	-	204,164	-	-
<u>(3,931,487)</u>	<u>-</u>	<u>(3,931,487)</u>	<u>-</u>	<u>-</u>
<u>(33,908,434)</u>	<u>-</u>	<u>(33,908,434)</u>	<u>-</u>	<u>-</u>
-	389,110	389,110	-	-
-	3,281,890	3,281,890	-	-
-	108,676	108,676	-	-
-	(420,737)	(420,737)	-	-
-	(63,232)	(63,232)	-	-
<u>-</u>	<u>126,033</u>	<u>126,033</u>	<u>-</u>	<u>-</u>
-	3,421,740	3,421,740	-	-
<u>(33,908,434)</u>	<u>3,421,740</u>	<u>(30,486,694)</u>	<u>-</u>	<u>-</u>
-	-	-	(202,885)	-
-	-	-	-	(1,328,037)
-	-	-	(202,885)	(1,328,037)
22,773,809	-	22,773,809	144,385	-
4,591,472	-	4,591,472	-	-
19,016,195	-	19,016,195	-	-
5,019,809	-	5,019,809	-	-
157,269	-	157,269	-	-
-	-	-	-	1,186,119
4,495,254	-	4,495,254	-	-
275,035	49,489	324,524	601	8,842
214,052	-	214,052	-	-
<u>(718,993)</u>	<u>718,993</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>55,823,902</u>	<u>768,482</u>	<u>56,592,384</u>	<u>144,986</u>	<u>1,194,961</u>
21,915,468	4,190,222	26,105,690	(57,899)	(133,076)
<u>229,731,683</u>	<u>96,132,389</u>	<u>325,864,072</u>	<u>531,903</u>	<u>1,103,988</u>
<u>\$ 251,647,151</u>	<u>\$ 100,322,611</u>	<u>\$ 351,969,762</u>	<u>\$ 474,004</u>	<u>\$ 970,912</u>



**CARSON CITY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2012**

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>			
Cash and investments	\$ 1,687,547	\$ 13,327,014	\$ 15,014,561
Receivables (net of allowances for uncollectibles):			
Taxes, delinquent	608,282	246,921	855,203
Accounts receivable	1,830,520	50,112	1,880,632
Interest	85,231	-	85,231
Due from other funds	1,441,891	34,275	1,476,166
Due from other governments	3,575,161	4,169,252	7,744,413
Due from component units	11,136	-	11,136
Inventories	2,753	-	2,753
Deposits	-	51,754	51,754
Prepaid items	266,564	30,282	296,846
Restricted assets:			
Cash and investments	351,571	44,044	395,615
Total Assets	<u>\$ 9,860,656</u>	<u>\$ 17,953,654</u>	<u>\$ 27,814,310</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 903,822	\$ 3,595,227	\$ 4,499,049
Accrued salaries and benefits	2,919,294	236,155	3,155,449
Due to other funds	-	1,476,166	1,476,166
Due to other governments	134,226	113,113	247,339
Due to component units	169,144	169	169,313
Other liabilities	68,803	-	68,803
Deferred revenue	419,754	190,163	609,917
Unearned revenue	2,100	117,127	119,227
Payable from restricted assets	351,571	42,700	394,271
Total Liabilities	<u>4,968,714</u>	<u>5,770,820</u>	<u>10,739,534</u>
Fund balances:			
Nonspendable:			
Inventories	2,753	-	2,753
Deposits	-	51,754	51,754
Prepaid items	266,564	30,282	296,846
Restricted for:			
Courts	529,035	-	529,035
Technology	42,993	-	42,993
General Government	-	170,473	170,473
Public Safety	-	522,954	522,954
Judicial	-	37,257	37,257
Public works	-	694,856	694,856
Welfare	-	104	104
Health	186,112	12,134	198,246
Culture and recreation	96,698	8,844,097	8,940,795
Redevelopment	-	589,813	589,813
Committed to:			
Public Safety	-	5,853	5,853
Assigned to:			
Technology	47,898	-	47,898
General Government	5,699	-	5,699
Public Safety	82,282	27,154	109,436
Health	149,747	-	149,747
Culture and recreation	61,694	-	61,694
Capital projects	-	284,779	284,779
Debt service	-	511,104	511,104
Other purposes	-	400,220	400,220
Subsequent year's budget deficit	689,300	-	689,300
Unassigned	2,731,167	-	2,731,167
Total Fund Balances	<u>4,891,942</u>	<u>12,182,834</u>	<u>17,074,776</u>
Total Liabilities and Fund Balances	<u>\$ 9,860,656</u>	<u>\$ 17,953,654</u>	<u>\$ 27,814,310</u>

**CARSON CITY, NEVADA**  
**RECONCILIATION OF THE BALANCE SHEET**  
**TO THE STATEMENT OF NET ASSETS**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2012**

Fund Balances - Governmental Funds (page 8)		\$ 17,074,776
<p>Amounts reported for governmental activities in the statement of net assets (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	\$ 402,791,179	
Less: Accumulated depreciation	<u>(77,158,148)</u>	325,633,031
<p>Net OPEB asset is not a financial resource and, therefore, is not reported in the governmental funds.</p>		
		213,561
<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	(62,336,401)	
Notes payable	(1,282,367)	
Revenue bonds payable	(19,480,700)	
Loss on bond refunding	597,776	
Less: current year amortization	(117,443)	
Issuance discount	138,160	
Less: current year amortization	(10,042)	
Issuance premium	(638,276)	
Less: current year amortization	52,054	
Deferred charge for issuance costs	1,108,976	
Less: current year amortization	(85,471)	
Capital leases payable	(43,823)	
Landfill closure / post closure costs	(3,135,760)	
Net OPEB obligation	(6,855,161)	
Compensated absences	<u>(4,292,839)</u>	(96,381,317)
Interest payable		(578,392)
<p>Deferred revenue represents amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds.</p>		
		609,917
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of the internal service funds are reported with governmental activities.</p>		
		4,653,149
<p>Internal balances are receivable from business-type activities.</p>		
		<u>422,426</u>
Net Assets - Governmental Activities (pages 4-5)		<u>\$ 251,647,151</u>

**CARSON CITY**  
**STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>Revenues:</b>			
Taxes	\$ 17,385,373	\$ 13,004,484	\$ 30,389,857
Licenses and permits	6,438,296	218,847	6,657,143
Intergovernmental revenues	19,754,216	13,078,309	32,832,525
Charges for services	11,483,988	401,280	11,885,268
Fines and forfeits	850,158	51,236	901,394
Miscellaneous	1,247,813	508,272	1,756,085
<b>Total Revenues</b>	<b>57,159,844</b>	<b>27,262,428</b>	<b>84,422,272</b>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	13,234,044	718,020	13,952,064
Public safety	25,963,529	1,815,604	27,779,133
Judicial	4,684,196	289,187	4,973,383
Public works	2,184,996	6,302,969	8,487,965
Sanitation	1,485,325	-	1,485,325
Health	2,121,477	2,211,094	4,332,571
Welfare	397,517	1,969,521	2,367,038
Culture and recreation	5,235,228	2,129,901	7,365,129
Community support	482,092	2,616,536	3,098,628
Airport	-	4,234	4,234
Economic opportunity	-	304,571	304,571
Capital outlay	224,777	7,532,615	7,757,392
<b>Debt service:</b>			
Principal retirement	-	4,095,917	4,095,917
Interest and fiscal charges	-	3,835,852	3,835,852
<b>Total Expenditures</b>	<b>56,013,181</b>	<b>33,826,021</b>	<b>89,839,202</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>1,146,663</b>	<b>(6,563,593)</b>	<b>(5,416,930)</b>
<b>Other Financing Sources (Uses):</b>			
Sale of capital assets	-	10,545	10,545
Transfers in	523,387	8,840,819	9,364,206
Transfers out	(3,673,010)	(6,666,196)	(10,339,206)
<b>Total Other Financing Sources (Uses)</b>	<b>(3,149,623)</b>	<b>2,185,168</b>	<b>(964,455)</b>
<b>Net Change in Fund Balances</b>	<b>(2,002,960)</b>	<b>(4,378,425)</b>	<b>(6,381,385)</b>
Fund Balances, July 1	6,894,902	16,561,259	23,456,161
Fund Balances, June 30	\$ 4,891,942	\$ 12,182,834	\$ 17,074,776

**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, 2012**

Net Change in Fund Balances - Governmental Funds (page 10)	\$	(6,381,385)
<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	\$	7,757,392
Contributions of capital assets from business-type activities		6,007
Donated capital assets		26,366,378
Sale/disposition of assets		(227,798)
Less: Current year depreciation		(7,201,831)
		26,700,148
<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 deferred revenue		(90,330)
<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 assets. 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 assets. This is the amount by which bonds and notes issued and capital lease financing exceeded repayments and costs of issuance.</p>		
Accrued interest		(578,392)
Capital lease payments		23,949
Interest payments		597,196
Principal payments		4,095,917
		4,138,670
<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		(117,443)
Amortization of issuance costs		(85,471)
Amortization of bond discounts		(10,042)
Amortization of bond premiums		52,054
Change in long-term landfill closure / post closure		(159,922)
Change in net OPEB asset		(7,205)
Change in net OPEB obligation		(1,919,636)
Change in long-term compensated absences		(277,529)
		(2,525,194)
<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>		
		73,559
Change in Net Assets of Governmental Activities (pages 6-7)	\$	21,915,468

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**CARSON CITY  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
<b>Revenues:</b>				
Taxes	\$ 17,612,090	\$ 17,662,345	\$ 17,385,373	\$ (276,972)
Licenses and permits	6,823,600	6,823,600	6,438,296	(385,304)
Intergovernmental revenues	20,045,945	20,184,554	19,754,216	(430,338)
Charges for services	11,010,069	11,793,166	11,483,988	(309,178)
Fines and forfeits	681,500	681,500	850,158	168,658
Miscellaneous	936,700	1,154,323	1,247,813	93,490
<b>Total Revenues</b>	<b>57,109,904</b>	<b>58,299,488</b>	<b>57,159,844</b>	<b>(1,139,644)</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	13,476,040	13,824,110	13,234,044	590,066
Public safety	26,042,736	26,568,554	25,963,529	605,025
Judicial	4,695,933	5,190,534	4,684,196	506,338
Public works	2,219,838	2,219,838	2,184,996	34,842
Sanitation	1,573,601	1,540,197	1,485,325	54,872
Health	1,772,561	2,640,907	2,121,477	519,430
Welfare	384,943	399,943	397,517	2,426
Culture and recreation	5,352,161	5,494,458	5,235,228	259,230
Community support	482,363	482,363	482,092	271
Capital Outlay	83,250	288,945	224,777	64,168
<b>Total Expenditures</b>	<b>56,083,426</b>	<b>58,649,849</b>	<b>56,013,181</b>	<b>2,636,668</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>1,026,478</b>	<b>(350,361)</b>	<b>1,146,663</b>	<b>1,497,024</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	87,411	87,411	523,387	435,976
Transfers out	(3,260,753)	(3,748,685)	(3,673,010)	75,675
Contingency	(500,000)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(3,673,342)</b>	<b>(3,661,274)</b>	<b>(3,149,623)</b>	<b>511,651</b>
<b>Net Change in Fund Balances</b>	<b>(2,646,864)</b>	<b>(4,011,635)</b>	<b>(2,002,960)</b>	<b>2,008,675</b>
<b>Fund Balances, July 1</b>	<b>5,530,131</b>	<b>6,894,902</b>	<b>6,894,902</b>	<b>-</b>
<b>Fund Balances, June 30</b>	<b>\$ 2,883,267</b>	<b>\$ 2,883,267</b>	<b>\$ 4,891,942</b>	<b>\$ 2,008,675</b>

**CARSON CITY**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2012**  
**(PAGE 1 OF 2)**

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				<u>GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS</u>
	<u>SEWER</u>	<u>WATER</u>	<u>OTHER ENTERPRISE FUNDS</u>	<u>TOTAL ENTERPRISE FUNDS</u>	
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 3,399,046	\$ 1,817,118	\$ 938,896	\$ 6,155,060	\$ 4,534,343
Receivables:					
Accounts and contracts, net	802,336	1,432,969	1,755,492	3,990,797	341,518
Due from other governments	38,584	378,837	-	417,421	-
Inventories	-	324,452	21,515	345,967	110,228
Prepaid items	34,535	327,883	3,335	365,753	25,101
Total Current Assets	<u>4,274,501</u>	<u>4,281,259</u>	<u>2,719,238</u>	<u>11,274,998</u>	<u>5,011,190</u>
Noncurrent assets:					
Other assets	<u>195,935</u>	<u>520,173</u>	<u>93,341</u>	<u>809,449</u>	<u>70,381</u>
Capital assets:					
Land	755,204	2,595,951	1,888,230	5,239,385	-
Buildings	15,294,301	4,558,519	590,143	20,442,963	-
Improvements other than buildings	99,591,312	81,582,957	7,389,400	188,563,669	-
Machinery and equipment	4,329,482	4,286,028	1,758,183	10,373,693	758,535
Water rights	-	18,392,116	-	18,392,116	-
Construction in progress	684,244	20,093,716	121,826	20,899,786	-
	120,654,543	131,509,287	11,747,782	263,911,612	758,535
Less: Accumulated depreciation	<u>(52,998,343)</u>	<u>(34,795,242)</u>	<u>(1,799,354)</u>	<u>(89,592,939)</u>	<u>(135,909)</u>
Net Capital Assets	<u>67,656,200</u>	<u>96,714,045</u>	<u>9,948,428</u>	<u>174,318,673</u>	<u>622,626</u>
Total Noncurrent Assets	<u>67,852,135</u>	<u>97,234,218</u>	<u>10,041,769</u>	<u>175,128,122</u>	<u>693,007</u>
Total Assets	<u>72,126,636</u>	<u>101,515,477</u>	<u>12,761,007</u>	<u>186,403,120</u>	<u>5,704,197</u>

**CARSON CITY**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2012**  
**(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>	
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	\$ 367,010	\$ 1,051,822	\$ 57,676	\$ 1,476,508	\$ 201,594
Accrued salaries and benefits	83,939	84,610	122,484	291,033	47,100
Accrued interest	186,377	511,476	24,176	722,029	728
Due to other governments	441	134,901	1,400	136,742	53,939
Unearned revenue	1,018	3,288	279,247	283,553	1,023
Other current liabilities	-	-	-	-	431,356
Current portion:					
Commitments payable	-	7,200	-	7,200	-
Accrued compensated absences	20,046	13,226	54,988	88,260	11,187
General obligation bonds and notes payable	2,004,635	1,773,784	344,000	4,122,419	78,000
Total Current Liabilities	<u>2,663,466</u>	<u>3,580,307</u>	<u>883,971</u>	<u>7,127,744</u>	<u>824,927</u>
Noncurrent liabilities:					
Accrued compensated absences	146,944	137,294	222,348	506,586	63,784
Net OPEB obligation	208,275	244,536	672,126	1,124,937	108,181
Other liabilities	-	-	-	-	54,156
General obligation bonds and notes payable	15,360,879	56,737,047	4,800,890	76,898,816	-
Total Noncurrent Liabilities	<u>15,716,098</u>	<u>57,118,877</u>	<u>5,695,364</u>	<u>78,530,339</u>	<u>226,121</u>
Total Liabilities	<u>18,379,564</u>	<u>60,699,184</u>	<u>6,579,335</u>	<u>85,658,083</u>	<u>1,051,048</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	50,097,637	37,589,331	4,803,538	92,490,506	544,626
Unrestricted	3,649,435	3,226,962	1,378,134	8,254,531	4,108,523
Total Net Assets	<u>\$ 53,747,072</u>	<u>\$ 40,816,293</u>	<u>\$ 6,181,672</u>	100,745,037	<u>\$ 4,653,149</u>
				(422,426)	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>(422,426)</u>	
Net assets of business - type activities				<u>\$ 100,322,611</u>	



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**CARSON CITY**  
**STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET ASSETS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>			<u>TOTAL ENTERPRISE FUNDS</u>	<u>GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS</u>
	<u>SEWER</u>	<u>WATER</u>	<u>OTHER ENTERPRISE FUNDS</u>		
Operating Revenues:					
Charges for services	\$ 7,277,208	\$ 12,150,129	\$ 5,614,699	\$ 25,042,036	\$ 11,125,942
Operating Expenses:					
Salaries and wages	1,352,762	1,352,240	1,840,544	4,545,546	707,700
Employee benefits	552,511	614,999	1,143,842	2,311,352	298,135
Services and supplies	2,838,110	5,026,503	2,353,524	10,218,137	10,417,297
Depreciation	3,048,829	2,688,152	329,986	6,066,967	62,721
Total Operating Expenses	<u>7,792,212</u>	<u>9,681,894</u>	<u>5,667,896</u>	<u>23,142,002</u>	<u>11,485,853</u>
Operating Income (Loss)	<u>(515,004)</u>	<u>2,468,235</u>	<u>(53,197)</u>	<u>1,900,034</u>	<u>(359,911)</u>
Nonoperating Revenues (Expenses):					
Investment income	23,255	18,121	8,113	49,489	54,317
Miscellaneous	1,410,000	667,538	144,366	2,221,904	87,258
Interest expense	(478,666)	(1,834,407)	(210,641)	(2,523,714)	(3,903)
Federal interest subsidy	1,018	238,790	-	239,808	-
Gain (loss) on sales of capital assets	(34,297)	(617,941)	(89,646)	(741,884)	(98,963)
Arbitrage rebate	-	12,753	-	12,753	-
Bond issuance costs	(16,244)	(27,681)	(8,007)	(51,932)	(2,285)
Total Nonoperating Revenues (Expenses)	<u>905,066</u>	<u>(1,542,827)</u>	<u>(155,815)</u>	<u>(793,576)</u>	<u>36,424</u>
Income (Loss) Before Contributions and Transfers	<u>390,062</u>	<u>925,408</u>	<u>(209,012)</u>	<u>1,106,458</u>	<u>(323,487)</u>
Capital Contributions:					
Capital assets	-	1,775,451	-	1,775,451	-
Capital grants	57,046	539,702	-	596,748	-
Developers	11,836	43,763	-	55,599	-
Connection fees	21,003	57,009	-	78,012	-
Total Capital Contributions	<u>89,885</u>	<u>2,415,925</u>	<u>-</u>	<u>2,505,810</u>	<u>-</u>
Transfers In	<u>-</u>	<u>-</u>	<u>725,000</u>	<u>725,000</u>	<u>250,000</u>
Change in Net Assets	479,947	3,341,333	515,988	4,337,268	(73,487)
Net Assets, July 1	<u>53,267,125</u>	<u>37,474,960</u>	<u>5,665,684</u>	<u>-</u>	<u>4,726,636</u>
Net Assets, June 30	<u>\$ 53,747,072</u>	<u>\$ 40,816,293</u>	<u>\$ 6,181,672</u>	<u>\$ -</u>	<u>\$ 4,653,149</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>(147,046)</u>	
Change in net assets of business - type activities				<u>\$ 4,190,222</u>	

**CARSON CITY**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 1 OF 2)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			TOTAL ENTERPRISE FUNDS	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS		
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received for services	\$ 7,199,651	\$ 11,880,254	\$ 5,386,940	\$ 24,466,845	\$ 1,329,216
Cash received from Employee Contributions	-	-	-	-	1,755,540
Cash received from Employer Contributions	-	-	-	-	8,001,078
Cash payments for personnel costs	(1,823,729)	(1,943,145)	(2,775,296)	(6,542,170)	(961,359)
Cash payments for services and supplies	(2,889,242)	(5,870,201)	(2,404,094)	(11,163,537)	(10,692,884)
Miscellaneous cash received	1,410,000	667,538	144,366	2,221,904	87,258
	<u>3,896,680</u>	<u>4,734,446</u>	<u>351,916</u>	<u>8,983,042</u>	<u>(481,151)</u>
Net Cash Provided (Used) by Operating Activities					
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfer from other funds	-	-	725,000	725,000	250,000
	<u>-</u>	<u>-</u>	<u>725,000</u>	<u>725,000</u>	<u>250,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from capital debt	4,399,004	15,844,321	-	20,243,325	-
Proceeds from sales of capital assets	-	-	-	-	33,617
Connection fees	21,003	57,009	-	78,012	-
Acquisition of capital assets	(4,929,657)	(16,031,440)	(188,181)	(21,149,278)	(114,038)
Principal paid on capital debt	(1,744,634)	(1,783,784)	(332,000)	(3,860,418)	(152,000)
Interest paid on capital debt	(496,624)	(1,749,266)	(213,299)	(2,459,189)	(5,213)
Bond issuance costs	(43,120)	(89,767)	(250)	(133,137)	-
Federal interest subsidy	1,018	238,790	-	239,808	-
Subsidy from grant	57,046	539,702	-	596,748	-
	<u>(2,735,964)</u>	<u>(2,974,435)</u>	<u>(733,730)</u>	<u>(6,444,129)</u>	<u>(237,634)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities					
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment income	23,255	18,121	8,113	49,489	54,317
	<u>23,255</u>	<u>18,121</u>	<u>8,113</u>	<u>49,489</u>	<u>54,317</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,183,971	1,778,132	351,299	3,313,402	(414,468)
Cash and Cash Equivalents, July 1	2,215,075	38,986	587,597	2,841,658	4,948,811
Cash and Cash Equivalents, June 30	<u>\$ 3,399,046</u>	<u>\$ 1,817,118</u>	<u>\$ 938,896</u>	<u>\$ 6,155,060</u>	<u>\$ 4,534,343</u>

**CARSON CITY**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 2 OF 2)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ (515,004)	\$ 2,468,235	\$ (53,197)	\$ 1,900,034	\$ (359,911)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	3,048,829	2,688,152	329,986	6,066,967	62,721
Miscellaneous revenues	1,410,000	667,538	144,366	2,221,904	87,258
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(78,025)	(274,613)	(227,780)	(580,418)	(45,421)
Due from other governments	(11,941)	(125,794)	-	(137,735)	-
Inventories	-	(95,383)	43	(95,340)	(18,309)
Prepaid items	(31,860)	(302,994)	(2,930)	(337,784)	(24,653)
Other assets	-	-	-	-	(10,000)
Increase (decrease) in:					
Accounts payable	(5,000)	194,127	(2,283)	186,844	15,278
Accrued salaries and benefits	13,296	(13,097)	17,294	17,493	7,149
Due to other funds	-	(300,000)	(45,000)	(345,000)	-
Due to other governments	(2,331)	(213,654)	(723)	(216,708)	28,973
Unearned revenue	1,018	3,288	344	4,650	1,023
Connection deposits	(550)	1,450	-	900	-
Accrued compensated absences	13,402	(27,390)	18,927	4,939	9,890
Net OPEB obligation	54,846	64,581	172,869	292,296	27,437
Other liabilities	-	-	-	-	(262,586)
Total Adjustments	4,411,684	2,266,211	405,113	7,083,008	(121,240)
Net Cash Provided (Used) by Operating Activities	\$ 3,896,680	\$ 4,734,446	\$ 351,916	\$ 8,983,042	\$ (481,151)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Purchase of capital assets on account	\$ 113,529	\$ 155,640	\$ -	\$ 269,169	\$ -
Purchase of capital assets due to other governments	-	89,861	-	89,861	-
Retainage payable on construction of capital assets	79,520	361,182	-	440,702	-
Contributed capital assets	11,836	1,819,214	-	1,831,050	-

**CARSON CITY**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2012**

	INVESTMENT TRUST FUND	AGENCY FUNDS
<b>ASSETS</b>		
Cash and investments		
Unrestricted	\$ 4,378,636	\$ 1,443,000
Cash held by Commission	-	85,168
Taxes receivable, delinquent	-	568,776
Due from other governments	-	112,356
Prepaid items	-	11,799
	4,378,636	2,221,099
Total Assets		
<b>LIABILITIES</b>		
Accounts payable	-	73,374
Due to other governments	-	2,129,753
Other liabilities	-	17,972
	-	2,221,099
Total Liabilities		
<b>NET ASSETS</b>		
Held in trust for pool participants	\$ 4,378,636	\$ -

**CARSON CITY**  
**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	<u>INVESTMENT TRUST FUND</u>
<b>ADDITIONS</b>	
Investment income	\$ 71,971
Capital share transactions:	
Shares sold	<u>6,039,686</u>
Total Additions	<u>6,111,657</u>
 <b>DEDUCTIONS</b>	
Capital share transactions:	
Shares redeemed	<u>5,112,767</u>
Change in Net Assets	998,890
 Net Assets, July 1	<u>3,379,746</u>
 Net Assets, June 30	<u><u>\$ 4,378,636</u></u>

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2012**

**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 Convention and 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 Convention and Visitors' Bureau is presented as a governmental fund type.

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 fund type.

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

Carson City Convention and 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 assets 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, 2012**

**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.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Governments also have the *option* of following subsequent private-sector guidance for their business-type activities and proprietary funds, subject to this same limitation. The City has elected not to follow subsequent private-sector guidance.



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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.

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, AND NET ASSETS 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 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.

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**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-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 2012; therefore, there was no allowance for uncollectible accounts at June 30, 2012. Total uncollectible amount related to ambulance charges of the period amounted to \$1,116,053.

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. The managements of the respective entities do 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.

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**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 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 assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. 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 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. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

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. 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.

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**9. Equity Classifications**

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

- Invested in Capital Assets, Net of Related Debt – 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 Assets – Consists of net assets 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 Assets – All other net assets that do not meet the definition of “invested in capital assets, net of related debt” 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.
- 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 has delegated the authority to assign fund balance for specific purposes to the City Manager or the Finance Director. This classification also includes the 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.

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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.

**10. 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, Deputy Finance Director and Treasurer 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 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 expenses exceed those budgeted for the year in the Fleet Management Internal Service Fund by \$127,565, an apparent violation of NRS 354.626.

Total expenses exceed those budgeted for the year in the Stormwater Drainage Enterprise Fund by \$57,520, 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 \$7,726,469 and the bank balance was \$8,541,342. 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 \$571,424, and the bank balance was \$652,729. 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 \$11,380 at the Airport Authority and \$325 at the Convention and Visitors' Bureau which was uninsured and uncollateralized.

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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	\$ 6,005,864	\$ -	\$ 6,005,864	\$ -	\$ -
U.S. Agencies	8,659,989	326,519	6,273,376	2,037,280	22,814
Corporate Bonds	7,093,094	244,460	6,732,152	-	116,482
Money Market Mutual Fund	2,039,390	2,039,390	-	-	-
State of Nevada:					
Local Government					
Investment Pool	<u>392,156</u>	<u>392,156</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total</b>	<b><u>\$ 24,190,493</u></b>	<b><u>\$ 3,002,525</u></b>	<b><u>\$ 19,011,392</u></b>	<b><u>\$ 2,037,280</u></b>	<b><u>\$ 139,296</u></b>

*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.

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, 2012, the City's investments in U.S Agencies were rated AAA by Standard and Poor's and Aaa 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 114 days. Of the City's investments in corporate bonds, \$2,916,231 was rated AAA, \$1,200,914 was rated AA, \$1,862,834 was rated A, and \$1,113,115 was unrated.

*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, 2012 the following investments exceeded 5% of the City's total:

Federal National Mortgage Association	\$4,266,665	17.64%
Federal Home Loan Mortgage Corporation	3,426,376	14.14%

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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>\$ 660,893</u>	<u>\$ 660,893</u>

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

Cash on hand	\$ 7,184
Carrying amount of deposits	7,726,469
Carrying amount of investments	<u>24,190,493</u>
	31,924,146
Less: Carrying amount of deposits held for component unit	<u>(2,931)</u>
	<u>\$31,921,215</u>
Cash and investments – governmental activities	\$19,548,904
Cash and investments – business-type activities	6,155,060
Cash and investments – investment trust fund	4,378,636
Cash and investments – agency funds	1,443,000
Cash and investments – restricted	<u>395,615</u>
	<u>\$31,921,215</u>

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. The fair value of Carson City's investments is determined annually. 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, 2012:

<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	\$ 6,005,864	\$5,895,000	0.25-2.38%	08/15/2014-05/31/2017
U.S. Agencies	8,659,989	9,895,909	0.4-6.3%	07/01/2012-12/25/2020
Corporate Bonds	7,093,094	6,882,597	0.0-6.95%	02/01/2013-10/15/2041
Money Market Mutual Fund	2,039,390	2,039,390	0.04-0.06%	07/01/2012
State of Nevada Local Government Investment Pool	<u>392,156</u>	392,156	Variable	07/01/2012
Total Pooled Investments	<u>\$24,190,493</u>			

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**External Investment Pool financial statements:**

**Statement of Net Assets, June 30, 2012**

Assets:	
Investments in securities:	
U.S. Treasuries	\$ 6,005,864
U.S. Agencies	8,659,989
Corporate Bonds	7,093,094
Money Market Mutual Fund	2,039,390
State of Nevada Local Government Investment Pool	392,156
Interest receivable	<u>85,231</u>
 Total Assets	 <u>\$24,275,724</u>
Net assets consist of:	
Internal participants	\$19,897,088
External participants	<u>4,378,636</u>
 Total Net Assets Held in Trust for Pool Participants (Participant units outstanding, \$1.00/par)	 <u>\$24,275,724</u>

**Statement of Changes in Net Assets, Year Ended June 30, 2012**

Additions:	
Capital share transactions	\$ 2,231,641
Investment income	517,439
Realized gains (losses)	72,491
Unrealized gains (losses)	<u>(132,542)</u>
 Total Additions	 <u>2,689,029</u>
Deductions:	
Investment fees	<u>52,207</u>
 Total Deductions	 <u>52,207</u>
 Net Increase	 2,636,822
Net assets:	
Beginning of Year	<u>21,638,902</u>
End of Year	<u>\$24,275,724</u>



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**B. CAPITAL ASSETS**

Capital asset activity of the primary government for the year ended June 30, 2012 was as follows:

	<u>Balance</u> <u>July 1, 2011</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	<u>Balance</u> <u>June 30, 2012</u>
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 87,137,391	\$17,039,586	\$ (57,822)	\$ 224,511	\$ 104,343,666
Construction in progress – infrastructure	5,133,570	2,161,263	-	(3,960,647)	3,334,186
Construction in progress	<u>1,276,033</u>	<u>259,740</u>	<u>-</u>	<u>(48,774)</u>	<u>1,486,999</u>
Total Capital Assets not being Depreciated	<u>93,546,994</u>	<u>19,460,589</u>	<u>(57,822)</u>	<u>(3,784,910)</u>	<u>109,164,851</u>
Capital assets, being depreciated:					
Buildings	72,514,676	74,394	(2,059)	615	72,587,626
Improvements other than buildings	36,995,138	1,877,734	(6,270)	2,644,539	41,511,141
Machinery and equipment	29,417,546	1,283,982	(917,671)	12,014	29,795,871
Infrastructure	<u>137,809,360</u>	<u>11,541,109</u>	<u>-</u>	<u>1,139,756</u>	<u>150,490,225</u>
Total Capital Assets being Depreciated	<u>276,736,720</u>	<u>14,777,219</u>	<u>(926,000)</u>	<u>3,796,924</u>	<u>294,384,863</u>
Less accumulated depreciation for:					
Buildings	(17,091,877)	(1,457,967)	124	-	(18,549,720)
Improvements other than buildings	(13,629,698)	(947,850)	-	-	(14,577,548)
Machinery and equipment	(17,958,747)	(2,051,246)	623,320	(6,007)	(19,392,680)
Infrastructure	<u>(21,966,620)</u>	<u>(2,807,489)</u>	<u>-</u>	<u>-</u>	<u>(24,774,109)</u>
Total Accumulated Depreciation	<u>(70,646,942)</u>	<u>(7,264,552)</u>	<u>623,444</u>	<u>(6,007)</u>	<u>(77,294,057)</u>
Total Capital Assets being Depreciated, Net	<u>206,089,778</u>	<u>7,512,667</u>	<u>(302,556)</u>	<u>3,790,917</u>	<u>217,090,806</u>
Governmental Activities Capital Assets, Net	<u>\$299,636,772</u>	<u>\$26,973,256</u>	<u>\$ (360,378)</u>	<u>\$ 6,007</u>	<u>\$326,255,657</u>
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 3,457,934	\$ 2,386,000	\$ (609,549)	\$ 5,000	\$ 5,239,385
Construction in progress	12,332,873	12,770,608	-	(4,203,695)	20,899,786
Water rights	<u>18,127,936</u>	<u>260,420</u>	<u>-</u>	<u>3,760</u>	<u>18,392,116</u>
Total Capital Assets not being Depreciated	<u>33,918,743</u>	<u>15,417,028</u>	<u>(609,549)</u>	<u>(4,194,935)</u>	<u>44,531,287</u>
Capital assets, being depreciated:					
Buildings	17,286,569	1,628,721	(13,906)	1,541,579	20,442,963
Improvements other than buildings	183,104,154	2,899,917	(93,758)	2,653,356	188,563,669
Machinery and equipment	<u>9,627,638</u>	<u>851,634</u>	<u>(93,565)</u>	<u>(12,014)</u>	<u>10,373,693</u>
Total Capital Assets being Depreciated	<u>210,018,361</u>	<u>5,380,272</u>	<u>(201,229)</u>	<u>4,182,921</u>	<u>219,380,325</u>

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	Balance July 1, 2011	Increases	Decreases	Transfers	Balance June 30, 2012
<b>Business-type activities (Continued):</b>					
Less accumulated depreciation for:					
Buildings	\$ (3,861,054)	\$ (353,153)	\$ 834	\$ -	\$ (4,213,373)
Improvements other than buildings	(73,689,648)	(5,000,661)	8,546	-	(78,681,763)
Machinery and equipment	<u>(6,036,476)</u>	<u>(713,153)</u>	<u>45,819</u>	<u>6,007</u>	<u>(6,697,803)</u>
 Total Accumulated Depreciation	 <u>(83,587,178)</u>	 <u>(6,066,967)</u>	 <u>55,199</u>	 <u>6,007</u>	 <u>(89,592,939)</u>
 Total Capital Assets being Depreciated, Net	 <u>126,431,183</u>	 <u>(686,695)</u>	 <u>(146,030)</u>	 <u>4,188,928</u>	 <u>129,787,386</u>
 Business-type activities capital assets, net	 <u>\$160,349,926</u>	 <u>\$14,730,333</u>	 <u>\$(755,579)</u>	 <u>\$ (6,007)</u>	 <u>\$174,318,673</u>

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

Governmental activities:	
General government	\$ 348,737
Judicial	40,516
Public safety	1,517,026
Public works	3,091,027
Airport	281,411
Health	523,352
Culture and recreation	1,399,762
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>62,721</u>
 Total Depreciation Expense – Governmental Activities	 <u>\$7,264,552</u>

Business-type activities:	
Ambulance	\$ 52,028
Sewer	3,048,829
Water	2,688,152
Cemetery	16,212
Storm Drainage	256,393
Building Permits	<u>5,353</u>
 Total Depreciation Expense – Business-Type Activities	 <u>\$6,066,967</u>

**Construction commitments**

The City was committed to construction projects in various funds, as of June 30, 2012, as follows:

Project Name Contract Number <u>Vendor Name</u>	<u>Bid Award</u>	Value of Work Completed as of <u>June 30, 2012</u>	Remaining Commitment as of <u>June 30, 2012</u>
<u>Water Fund:</u>			
Municipal Well #50 and 24" Water Line Construction			
#0910-181 Campbell Construction Company, Inc.	\$ 818,201	\$ 751,076	\$ 67,125
 North- South Water Transmission Main			
#1011-201 Contri Construction	7,273,760	7,045,313	228,447

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Project Name Contract Number <u>Vendor Name</u>	<u>Bid Award</u>	Value of Work Completed as of <u>June 30, 2012</u>	Remaining Commitment as of <u>June 30, 2012</u>
Ormsby Booster Station #1011-218 Manhard Consulting, Ltd.	\$ 84,798	\$ 23,490	\$ 61,308
East-West Water Transmission Main #1011-243 A&K Construction	3,472,000	3,280,813	191,187
<u>Sewer Fund:</u>			
North Lift Pump Station #0910-129 Carollo Engineers	574,004	493,130	80,874
<u>Regional Transportation Fund:</u>			
Freeway Landscaping Project #0910-060 Winston Associates	323,978	273,048	50,930
Freeway Landscaping Project #1011-205 Rapid Construction	2,964,856	2,312,840	652,016
Carson City Multi-Purpose Athletic Complex #1112-120 Valentiner Crane	<u>326,800</u>	<u>100,598</u>	<u>226,202</u>
Total	<u>\$15,838,397</u>	<u>\$14,280,308</u>	<u>\$1,558,089</u>

Other Commitments:

On January 7, 2010, the City entered into an agreement with Douglas County to facilitate the delivery of Carson City owned water rights from the Town of Minden, through Douglas County, to Carson City. The agreement sets forth the provisions to construct and operate connection of the Douglas and Carson water systems through a project referred to as the "North Douglas County and Carson City Water Line Intertie Project". The City's current estimated share of the project is \$12.4 million, which is being funded by a loan from the State of Nevada Drinking Water Revolving Loan Program and other bond proceeds. As of June 30, 2012 the City has incurred expenditures in the amount of \$3,679,234.

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, 2012 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, 2012, 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, 2012 was as follows:

	<u>Balance</u> <u>July 1, 2011</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2012</u>
Capital assets not being depreciated:				
Land	\$ 146,542	\$ -	\$ -	\$ 146,542
Construction in progress	<u>145,846</u>	<u>-</u>	<u>-</u>	<u>145,846</u>
Total Capital Assets not being Depreciated	<u>292,388</u>	<u>-</u>	<u>-</u>	<u>292,388</u>
Capital assets being depreciated:				
Machinery and equipment	551,113	-	-	551,113
Less accumulated depreciation for:				
Machinery and equipment	<u>(443,269)</u>	<u>54,270</u>	<u>-</u>	<u>(497,539)</u>
Total Capital Assets being Depreciated, Net	<u>107,844</u>	<u>(54,270)</u>	<u>-</u>	<u>53,574</u>
Airport Authority Capital Assets, Net	<u>\$ 400,232</u>	<u>\$ (54,270)</u>	<u>\$ -</u>	<u>\$ 345,962</u>

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Activity for the Convention and Visitors' Bureau for the year ended June 30, 2012 was as follows:

	<u>Balance</u> <u>July 1, 2011</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2012</u>
Capital assets, not being depreciated:				
Website	\$ 15,050	\$ 21,535	\$ -	\$ 36,585
Capital assets, being depreciated:				
Buildings	161,388	-	-	161,388
Improvement other than buildings	8,729	-	-	8,728
Machinery and equipment	<u>14,772</u>	<u>-</u>	<u>-</u>	<u>14,772</u>
Total Capital Assets being Depreciated	<u>184,889</u>	<u>-</u>	<u>-</u>	<u>184,889</u>
Less accumulated depreciation for:				
Buildings	(68,398)	(5,522)	-	(73,920)
Improvements other than buildings	(8,729)	-	-	(8,728)
Machinery and equipment	<u>(9,562)</u>	<u>(2,376)</u>	<u>-</u>	<u>(11,938)</u>
Total Accumulated Depreciation	<u>(86,689)</u>	<u>(7,898)</u>	<u>-</u>	<u>(94,587)</u>
Total Assets Being Depreciated, Net	<u>98,200</u>	<u>(7,898)</u>	<u>-</u>	<u>90,302</u>
Convention and Visitor's Bureau Capital Assets, Net	<u>\$113,250</u>	<u>\$ 13,637</u>	<u>\$ -</u>	<u>\$ 126,887</u>

**C. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

The composition of interfund balances as of June 30, 2012, is as follows:

**Due to/from other funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor governmental funds	\$1,441,891
Nonmajor governmental funds	Nonmajor governmental funds	<u>34,275</u>
	Total	<u>\$1,476,166</u>

The above interfund balances at June 30, 2012 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 – Convention and Visitors' Bureau	<u>\$ 11,136</u>
Component unit – Airport Authority	Primary government – General Fund	\$169,144
Component unit – Airport Authority	Primary government – Nonmajor Governmental Funds	<u>169</u>
	Total	<u>\$169,313</u>

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**Interfund transfers:**

	Transfers In:				Total
	General Fund	Internal Service Fund	Nonmajor Enterprise Funds	Nonmajor Governmental Funds	
<u>Transfers out:</u>					
General Fund	\$ -	\$250,000	\$725,000	\$2,698,010	\$3,673,010
Nonmajor Governmental Funds	523,387	-	-	6,142,809	6,666,196
Total Transfers	\$523,387	\$250,000	\$725,000	\$8,840,819	\$10,339,206

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. Business-type general obligation bonds issued during the year include, \$3,750,000 for water capital improvement projects, \$11,565,000 issued to refund the 2002, 2003, and 2007 Water Bonds, \$2,250,000 for sewer capital improvement projects and \$3,685,000 issue to refund the 2002 and 2003 Sewer Bonds. In addition, \$11,823,466 in water and \$1,984,630 in sewer general obligation revenue bonds were issued through the State of Nevada revolving loan program to finance capital improvement projects for the City's public water and sewer systems. Business-type general obligation revenue bonds through the State Revolving Fund for capital improvements projects drawn and payable at June 30, 2012 total \$14,630,556 for water and \$2,737,178 for sewer. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
Governmental activities	2.0-5.000%	\$46,511,401
Governmental activities - refunding	2.0-5.000%	15,825,000
Business-type activities	0.0-6.662%	52,248,636
Business-type activities - refunding	2.0-5.000%	25,245,000

**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:

Purpose	Interest Rates	Amount
Governmental activities: Regional Transportation	2.0-5.34%	\$19,480,700

**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:

Purpose	Interest Rates	Amount
Governmental activities: Energy Retrofit	4.3387%	\$ 136,067
Open Space	3.25%	850,800
Fleet Management	1.97%-2.8%	78,000
Redevelopment Refunding note	3.97%	295,500

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<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Business-type activities:		
Stormwater Drainage	1.97-4.81%	\$ 713,000
Sewer	1.97-4.81%	1,435,000

**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 Energy Retrofit Bonds Series 2001; Public Safety Refunding Bonds Series 2003; Capital Improvement Bonds Series 2005 and Refunding Bonds series 2010. The total principal and interest remaining to be paid on the bonds is \$57,301,887 payable through fiscal year 2033. For the current year, principal and interest paid for the bonds totaled \$3,366,148 and pledged revenues totaled \$2,852,429.

The City has pledged future 1/4 cent voter approved (Quality of Life) sales tax revenues to repay \$12,348,000 in Medium Term Bank Note Series 2004, Park Bonds Series 2005, and Parks Refunding Bonds Series 2010. 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 59% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$13,435,043. For the current year, principal and interest paid for the bonds totaled \$1,075,365 and pledged revenues totaled \$1,836,591.

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 \$15,639,203. For the current year, principal and interest paid for the bonds totaled \$1,116,844 and pledged revenues totaled \$918,270.

The City has pledged room tax to repay \$4,150,000 in Room Tax Revenue Supported Bonds, Series 2003. 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 38% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$4,493,955. For the current year, principal and interest paid for the bonds totaled \$410,338 and pledged revenues totaled \$1,079,930.

The City has pledged motor vehicle fuel tax revenues to repay \$5,785,000 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 and \$7,900,000 in Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Improvement Bonds Series 2010. 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 68% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$28,791,900. For the current year, principal and interest paid for the bonds totaled \$1,718,435 and pledged revenues totaled \$2,512,066.

Business-type activities

The City has pledged future sewer utility customer revenues, connection fees and investment earnings, net of specified operating expenses to repay \$23,451,302 in sewer utility system general obligation revenue bonds issued between fiscal years 1995 and 2012. 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 2032. 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 \$18,621,095. For the current year, principal and interest paid for the bonds totaled \$2,309,666 and net pledged revenues totaled \$3,972,857.

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The City has pledged future water utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$68,170,000 in water utility system general obligation revenue bonds issued between fiscal years 1998 and 2012. 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 \$85,996,903. For the current year, principal and interest paid for the bonds totaled \$3,918,659 and net pledged revenues totaled \$6,122,917.

The City has pledged future storm drainage utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$6,000,000 in storm drainage utility system general obligation revenue bonds issued between fiscal years 2005 and 2006. 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 2025. 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 \$5,751,857. For the current year, principal and interest paid for the bonds totaled \$433,097 and net pledged revenues totaled \$667,145.

**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 \$43,823.

The assets acquired through capital leases are as follows:

	Governmental Activities
Asset:	
Machinery and equipment	\$151,184
Less: Accumulated depreciation	<u>(92,459)</u>
Total	<u>\$ 58,725</u>

**Operating Leases.** On June 4, 2010, the City entered into an agreement to lease office space for the period of three years and twenty-six days with lease payments beginning the month of July 2010. Current year expenses related to the lease are \$109,193. Future minimum payments for this lease are:

<u>Year Ended</u> <u>June 30,</u>	<u>Lease</u> <u>Payments</u>
2013	<u>\$109,193</u>

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

**Advanced Refundings.** During the year ended June 30, 2012 the City had the following advanced refundings:

On March 22, 2012, the City issued \$11,565,000 of General Obligation (Limited Tax) Water Refunding Bonds to provide resources to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$12,127,600 of general obligation bonds. The refunding was undertaken to refund the following "Carson City, Nevada General Obligation (Limited Tax) Refunding Water Bonds (Additionally Secured by Pledged Revenues)":

Series 2002 maturing on November 1, 2016	\$1,475,000
Series 2003 maturing on November 1, 2023	3,650,000
Series 2007 maturing on December 1, 2018	7,002,600



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As a result, the refunded bonds are considered to be defeased and the liability has been removed from the statement of net assets of the Water Fund. The reacquisition price exceeded the net carrying amount of the old debt by \$395,256. This amount is being netted against the new debt and amortized over the remaining life of the old debt, which is less than the life of the refunding debt. The advance refunding resulted in a decrease in total debt service payments over the next twelve years of \$1,495,755 and an economic gain of \$1,153,246. The total amount of the outstanding debt defeased and placed in an irrevocable trust at June 30, 2012 was \$12,579,665.

On March 22, 2012, the City issued \$3,685,000 of General Obligation (Limited Tax) Sewer Refunding Bonds to provide resources to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$3,810,000 of general obligation bonds. The refunding was undertaken to refund the following “Carson City, Nevada General Obligation (Limited Tax) Refunding Sewer Bonds (Additionally Secured by Pledged Revenues), Series 2002” maturing on November 1, 2016, and “Sewer General Obligation Revenue Bonds, Series 2003” maturing on November 1, 2023. As a result, the refunded bonds were considered to be defeased and the liability has been removed from the statement of net assets of the Sewer Fund. The reacquisition price exceeded the net carrying amount of the old debt by \$192,777. This amount is being netted against the new debt and amortized over the remaining life of the old debt, which is less than the life of the refunding debt. The advance refunding resulted in a decrease in total debt service payments over the next six years of \$343,674 and an economic gain of \$307,014. The total amount of the outstanding debt defeased and placed in an irrevocable trust at June 30, 2012 was \$4,057,721.

**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. 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, 2012 was \$119,220,000.

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**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2012, was as follows:

	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
<b>Governmental Activities:</b>					
<b>Bonds payable:</b>					
<b>General obligation revenue bonds:</b>					
4.32% 2001 Energy Retrofit general obligation revenue bonds, due 05/28/12 - \$1,329,802	\$ 355,727	\$ -	\$ (169,326)	\$ 186,401	\$ 186,402
2.9 to 3.5% Public Safety refunding general obligation revenue bonds series 2003, due 05/01/15 - \$4,895,000	3,605,000	-	(860,000)	2,745,000	885,000
2.0 to 4.625% Room Tax general obligation revenue bonds series 2003, due 06/01/23 - \$4,150,000	3,755,000	-	(250,000)	3,505,000	260,000
3.0 to 4.4% Parks general obligation revenue bonds series 2005, due 03/01/25 - \$980,000	755,000	-	(40,000)	715,000	45,000
3.0 to 4.625% Parks general obligation revenue bonds series 2005, due 03/01/30 - \$5,835,000	5,720,000	-	(20,000)	5,700,000	25,000
4.0 to 5.0% Sheriff/Hospital general obligation revenue bonds series 2005A, due 05/01/33 - \$18,000,000	18,000,000	-	-	18,000,000	-
4.0 to 5.0% Capital Projects general obligation revenue bonds series 2005A, due 05/01/30 - \$8,000,000	6,935,000	-	(240,000)	6,695,000	250,000
4.0 to 5.0% Refunding general obligation revenue bonds series 2005A, due 05/01/22 - \$8,040,000	6,340,000	-	(5,000)	6,335,000	5,000
4.0 to 4.50% V&T Historical general obligation revenue bonds series 2005B, due 12/01/25 - \$15,000,000	12,315,000	-	(605,000)	11,710,000	630,000
2.0 to 3.5% Park refunding general obligation revenue bonds series 2010, due 5/01/19 - \$2,505,000	2,505,000	-	(195,000)	2,310,000	305,000
2.0 to 4.0% Various Purpose refunding general obligation revenue bonds series 2010, due 6/01/21 - \$4,705,000	4,705,000	-	(270,000)	4,435,000	320,000
Subtotal	<u>64,990,727</u>	<u>-</u>	<u>(2,654,326)</u>	<u>62,336,401</u>	<u>2,911,402</u>
<b>Revenue Bonds:</b>					
2.0 to 4.7% 2003 Highway Revenue motor vehicle fuel tax revenue bonds, due 06/01/23 - \$5,785,000	4,205,000	-	(255,000)	3,950,000	260,000
4.9% 2008 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/27 - \$9,055,000	8,280,800	-	(245,100)	8,035,700	261,500
5.340% 2010 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/29 - \$7,900,000	7,736,300	-	(241,300)	7,495,000	254,500
Subtotal	<u>20,222,100</u>	<u>-</u>	<u>(741,400)</u>	<u>19,480,700</u>	<u>776,000</u>
<b>Notes Payable:</b>					
4.3387% Energy Retrofit Installment Purchase Financing dated 2/11/03, due 2/11/13 - \$802,500	240,558	-	(104,491)	136,067	136,066
3.25% Parks general obligation (limited tax) medium-term note dated 12/15/04, due 12/15/14 - \$3,028,000	1,172,400	-	(321,600)	850,800	332,100
1.97 to 2.8% Fleet general obligation (limited tax) medium-term bond, due 09/01/12 - \$452,000	230,000	-	(152,000)	78,000	78,000
3.97% General obligation (Limited Tax) Redevelopment Authority refunding note series 2006, due 5/1/2013 - \$1,654,300	569,600	-	(274,100)	295,500	295,500
Subtotal	<u>2,212,558</u>	<u>-</u>	<u>(852,191)</u>	<u>1,360,367</u>	<u>841,666</u>

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**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2012, was as follows:

	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
<b>Deferred amounts:</b>					
For issuance premiums	\$ 638,276	\$ -	\$ (52,054)	\$ 586,222	\$ -
For issuance discounts	(138,160)	-	10,042	(128,118)	-
On refunding	(597,776)	-	117,443	(480,333)	-
Total Bonds and Notes Payable	87,327,725	-	(4,172,486)	83,155,239	4,529,068
<b>Incurred but not Reported Claims Liability:</b>	72,636	-	(18,480)	54,156	-
<b>Capital Leases:</b>	67,772	-	(23,949)	43,823	18,233
<b>Landfill Closure/Post closure costs:</b>	2,975,838	159,922	-	3,135,760	122,197
<b>Compensated Absences Payable:</b>	4,080,391	4,403,159	(4,115,740)	4,367,810	358,469
Governmental Activity Long-Term Liabilities	94,524,362	4,563,081	(8,330,655)	90,756,788	5,027,967
<b>Business Type Activities:</b>					
<b>Bonds payable:</b>					
<b>General obligation revenue bonds:</b>					
1.6 to 4.9% Water general obligation revenue bonds series 2002, due 11/01/16 - \$3,465,000	1,730,000	-	(1,730,000)	-	-
3.0 to 5.0% Water refunding general obligation revenue bonds series 2003, due 11/01/15 - \$1,360,000	750,000	-	(135,000)	615,000	145,000
3.0 to 5.0% Water general obligation revenue bonds series 2003, due 11/01/23 - \$6,000,000	4,455,000	-	(3,905,000)	550,000	270,000
3.5 to 4.2% Water general obligation revenue bonds series 2005A, due 6/01/25 - \$9,000,000	6,995,000	-	(375,000)	6,620,000	390,000
4.0% Sewer general obligation revenue bonds, dated 1994 State of Nevada revolving loan, due 7/01/14 - \$2,400,000	621,346	-	(168,828)	452,518	175,649
3.825% Sewer general obligation revenue bonds, dated 1996 State of Nevada revolving loan, due 07/01/15 - \$2,120,000	659,526	-	(137,001)	522,525	142,291
3.23% Sewer general obligation revenue bonds, dated 1998 State of Nevada revolving loan, due 07/01/18 - \$6,096,302	2,993,448	-	(358,805)	2,634,643	370,488
1.6 to 4.9% Sewer general obligation revenue bonds series 2002, due 11/01/16 - \$3,215,000	1,610,000	-	(1,610,000)	-	-
3.0 to 5.0% Sewer refunding general obligation revenue bonds series 2003, due 11/01/15 - \$1,410,000	775,000	-	(140,000)	635,000	150,000
3.0 to 5.0% Sewer general obligation revenue bonds series 2003, due 11/01/23 - \$4,000,000	2,975,000	-	(2,605,000)	370,000	180,000
3.0 to 4.25% Drainage general obligation revenue bonds series 2005B, due 06/01/25 - \$6,000,000	4,665,000	-	(250,000)	4,415,000	260,000
4.34% Water general obligation revenue bonds series 2007, due 12/01/18 - \$7,002,600	7,002,600	-	(7,002,600)	-	-
0% Water general obligation revenue bonds series 2009 State of Nevada revolving loan, due 07/01/29 - \$3,400,000	3,400,000	-	(183,784)	3,216,216	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	7,005,000	-	(580,000)	6,425,000	435,000

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**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2012, was as follows:

	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
3.75% Water general obligation revenue bonds series 2010E State of Nevada revolving loan due 7/1/2030 - \$21,900,000	\$ 2,807,090	\$ 11,823,466	\$ -	\$ 14,630,556	\$ -
2.0-4.5% Sewer refunding general obligation revenue bonds series 2010D, due 11/1/29 - \$2,690,000	2,690,000	-	(370,000)	2,320,000	375,000
3.75% Sewer general obligation revenue bonds series 2010F State of Nevada revolving loan due 7/1/2030 - \$2,800,000	752,548	1,984,630	-	2,737,178	132,207
4% Water general obligation revenue bonds series 2012, due 11/1/31 - \$3,750,000	-	3,750,000	-	3,750,000	95,000
4% Water refunding general obligation revenue bonds series 2012, due 11/1/26 - \$11,565,000	-	11,565,000	-	11,565,000	255,000
3.966% Sewer general obligation revenue bonds series 2012, due 11/1/31 - \$2,250,000	-	2,250,000	-	2,250,000	70,000
4% Sewer refunding general obligation revenue bonds series 2012, due 11/1/23 - \$3,685,000	-	3,685,000	-	3,685,000	240,000
Subtotal	<u>61,986,558</u>	<u>35,058,096</u>	<u>(19,551,018)</u>	<u>77,493,636</u>	<u>3,869,419</u>
<b>Notes Payable:</b>					
1.97 to 4.81% Drainage general obligation (limited tax) medium-term bond, due 09/01/19 - \$848,000	795,000	-	(82,000)	713,000	84,000
1.97 to 4.81% Sewer general obligation (limited tax) medium-term bond, due 09/01/19 - \$1,600,000	<u>1,600,000</u>	<u>-</u>	<u>(165,000)</u>	<u>1,435,000</u>	<u>169,000</u>
Subtotal	<u>2,395,000</u>	<u>-</u>	<u>(247,000)</u>	<u>2,148,000</u>	<u>253,000</u>
<b>Deferred amounts:</b>					
For issuance premiums	559,926	1,779,891	(299,111)	2,040,706	-
For issuance discounts	(10,899)	-	595	(10,304)	-
On refunding	<u>(110,021)</u>	<u>(588,033)</u>	<u>47,251</u>	<u>(650,803)</u>	<u>-</u>
Total bonds and notes payable	64,820,564	36,249,954	(20,049,283)	81,021,235	4,122,419
Arbitrage	35,454	-	(35,454)	-	-
Compensated Absences Payable:	<u>589,907</u>	<u>560,049</u>	<u>(555,110)</u>	<u>594,846</u>	<u>88,260</u>
Business-Type Activity Long-Term Liabilities	<u>65,445,925</u>	<u>36,810,003</u>	<u>(20,639,847)</u>	<u>81,616,081</u>	<u>4,210,679</u>
<b>Total debt</b>	<u>\$ 159,970,287</u>	<u>\$ 41,373,084</u>	<u>\$ (28,970,502)</u>	<u>\$ 172,372,869</u>	<u>\$ 9,238,646</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, \$74,971 of internal service funds compensated absences, \$54,156 of incurred but not reported claims liability, and \$78,000 of fleet general obligation notes payable are included in the above amounts.

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**Discretely presented component units**

Long-term liability activity for the Airport Authority for the year ended June 30, 2012, was as follows:

	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
Capital leases	\$ 207,653	\$ -	\$ (6,240)	\$ 201,413	\$ 6,240
Prepaid Lease Agreement	412,730	-	(9,271)	403,459	9,270
	<u>\$ 620,383</u>	<u>\$ -</u>	<u>\$ (15,511)</u>	<u>\$ 604,872</u>	<u>\$ 15,510</u>

Long-term liability activity for the Convention and Visitors' Bureau for the year ended June 30, 2012, was as follows:

	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
Compensated absences	\$ 60,856	\$ 1,286	\$ -	\$ 62,142	\$ -
Lease obligations	3,615	-	(1,215)	2,400	1,241
	<u>\$ 64,471</u>	<u>\$ 1,286</u>	<u>\$ (1,215)</u>	<u>\$ 64,542</u>	<u>\$ 1,241</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
2013	\$ 2,911,402	\$ 2,700,218	\$ 776,000	\$ 942,435	\$ 841,666	\$ 36,645	\$ 18,233	\$ 7,278
2014	3,155,000	2,603,068	812,800	905,669	343,000	14,094	19,509	3,436
2015	3,305,000	2,492,773	851,700	866,765	175,701	2,855	6,081	258
2016	3,440,000	2,373,386	893,000	825,537	-	-	-	-
2017	3,565,000	2,238,410	936,500	782,064	-	-	-	-
2018-2022	19,180,000	8,783,547	5,423,500	3,169,124	-	-	-	-
2023-2027	14,865,000	4,659,173	6,945,700	1,646,685	-	-	-	-
2028-2032	10,310,000	1,716,156	2,841,500	172,920	-	-	-	-
2033-2035	1,604,999	74,231	-	-	-	-	-	-
Total	<u>\$ 62,336,401</u>	<u>\$ 27,640,963</u>	<u>\$ 19,480,700</u>	<u>\$ 9,311,200</u>	<u>\$ 1,360,367</u>	<u>\$ 53,594</u>	<u>\$ 43,823</u>	<u>\$ 10,972</u>

Year Ended June 30,	BUSINESS-TYPE ACTIVITIES			
	General Obligation Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
2013	\$ 3,869,419	\$ 2,794,970	\$ 253,000	\$ 82,332
2014	4,697,507	2,641,317	262,000	74,025
2015	4,687,133	2,493,649	270,000	64,505
2016	4,611,925	2,342,135	281,000	53,828
2017	4,162,216	2,184,992	293,000	41,887
2018-2022	19,304,331	8,961,311	789,000	44,400
2023-2027	19,290,536	5,556,121	-	-
2028-2032	8,290,568	3,512,393	-	-
2033-2037	4,820,000	2,044,013	-	-
2038-2040	3,760,000	345,314	-	-
Total	<u>\$ 77,493,636</u>	<u>\$ 32,876,216</u>	<u>\$ 2,148,000</u>	<u>\$ 360,977</u>

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**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>\$351,571</u>	<u>\$44,044</u>	<u>\$395,615</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 \$187,000,000 with a deductible of \$25,000 per occurrence. The earth movement policy limit is \$50,000,000 with a deductible of \$100,000 per location. The flood property policy limit is \$100,000,000 with a deductible of \$100,000 per location. The flood property – high hazard zone policy limit is \$5,000,000 with a \$500,000 per location 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 assets of the Worker's Compensation Fund were \$3,341,065 at June 30, 2012.

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>2012</u>	<u>2011</u>
Unpaid claims, beginning of fiscal year	\$ 675,462	\$72,636	\$ 748,098	\$ 582,258
Claims and changes in estimates	616,638	(18,480)	598,158	973,231
Claim payments	<u>(860,744)</u>	<u>-</u>	<u>(860,744)</u>	<u>(807,391)</u>
Unpaid claims, end of fiscal year	<u>\$ 431,356</u>	<u>\$54,156</u>	<u>\$ 485,512</u>	<u>\$ 748,098</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, 2012, \$3,135,760, is reported in governmental activities. It is estimated that the landfill will be used for an additional fifty years and that at June 30, 2012, approximately 36.90 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

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post closure care, \$8,497,994 has been calculated in 2012 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**

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, and sheriff's department employees who retire under Nevada PERS after June 30, 2010, at age 47 or older and with 20 or more years of service receive a percentage of the medical premiums for themselves and their dependents. No subsidy is paid toward the cost of dental, vision or life coverage in retirement. 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.
- All other employees who retire from the City with at least 10 years of service (including firefighters and sheriff's department employees not yet eligible or not qualifying for the benefits above) receive a subsidy of \$6 per month for each year of service toward the cost of their coverage. Retirees may elect to continue coverage for their spouse and other eligible dependents, but 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.

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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, 2011, are shown below:

Retirees Without Medicare	HMO	POS (In Area)	PPO (Out of Area)
Retiree	\$491.32	\$516.39	\$647.88
Retiree & 1 dependent / both without Medicare	1,017.23	1,071.11	1,279.61
Retiree & 1 dependent / 1 without Medicare	894.77	911.22	1,124.94
Retiree & family / both without Medicare	1,339.40	1,410.73	1,686.76
Retiree & family / 1 without Medicare	1,177.02	1,238.51	1,481.66

Retirees With Medicare	HMO	POS (In Area)	PPO (Out of Area)
Retiree	\$377.32	\$395.48	\$536.49
Retiree & 1 dependent / both with Medicare	772.30	811.33	970.27
Retiree & 1 dependent / 1 with Medicare	894.77	911.22	1,124.94
Retiree & family / both with Medicare	1,015.16	1,066.85	1,277.24
Retiree & family / 1 with Medicare	1,177.02	1,238.51	1,481.66

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 \$418.41. For those who retired on or after January 1, 1994, the subsidy depends on years of service and ranges from a minimum of \$104.60 for 5 years of service to a maximum of \$575.31 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 \$0.61 to \$575.31 during the 2012 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 2011. The number of participants as of June 30, 2011, the effective date of the OPEB valuation, as updated on June 30, 2012, follows.

	City Plan	PEBP Plan
Active employees	533	-
Retirees enrolled in City Plan	106	-
Retirees enrolled in PEBP	-	203



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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 2011-2012 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	6/30/10	\$2,326,772	\$ 442,315	19.01%	\$3,681,861
City Plan	6/30/11	\$2,606,177	\$ 439,128	16.85%	\$5,848,910
City Plan	6/30/12	\$2,759,432	\$ 520,063	18.84%	\$8,088,279
PEBP	6/30/10	\$ 564,929	\$ 595,705	105.45%	\$ (140,220)
PEBP	6/30/11	\$ 546,763	\$ 627,309	114.73%	\$ (220,766)
PEBP	6/30/12	\$ 545,018	\$ 537,813	98.67%	\$ (213,561)
Totals	6/30/10	\$2,891,701	\$1,038,020	35.90%	\$3,541,641
Totals	6/30/11	\$3,152,940	\$1,066,437	33.82%	\$5,628,144
Totals	6/30/12	\$3,304,450	\$1,057,876	32.01%	\$7,874,718

The net OPEB obligation (asset) as of June 30, 2012, was calculated as follows:

	City Plan	PEBP Plan	Totals
Normal Cost (Current Service Cost)	\$1,707,915	\$ -	\$1,707,915
Amortization of unfunded actuarial accrued liability	1,050,001	540,330	1,590,331
Total Annual Required Contribution (ARC or Annual OPEB cost)	\$2,757,916	\$ 540,330	\$3,298,246
Interest on the beginning net OPEB obligation (asset)	233,957	(8,831)	225,126
ARC adjustment	(232,441)	13,519	(218,922)
Annual OPEB cost	2,759,432	545,018	3,304,450
Contributions made	(520,063)	(537,813)	(1,057,876)
Increase (decrease) in net OPEB obligation (asset)	\$2,239,369	\$ 7,205	\$2,246,574
Net OPEB obligation (asset), beginning of year	5,848,910	(220,766)	\$5,628,144
Net OPEB obligation (asset), end of year	\$8,088,279	\$(213,561)	\$7,874,718

**Funded Status and Funding Progress.** The funded status of the plans as of the latest actuarial valuation date (June 30, 2011) was as follows:

	City Plan	PEBP Plan	Totals
Accrued actuarial liability (a)	\$25,201,161	\$9,426,565	\$34,627,725
Actuarial value of plan assets (b)	-	-	-
Unfunded actuarial accrued Liability (a) - (b)	\$25,201,161	\$9,426,565	\$34,627,725
Funded ratio (b) / (a)	0%	0%	0%
Covered payroll (c)	\$31,833,256	N/A	N/A
Unfunded actuarial accrued liability as a percentage of covered payroll $([(a) - (b)] / (c))$	79.17%	N/A	N/A

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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	6/30/11	6/30/11
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	28 years, closed
Asset valuation method	N / A	N / A
<u>Actuarial assumptions:</u>		
Investment rate of return	4.0%	4.0%
Projected salary increases	4.0%	4.0%
Healthcare inflation rate * Medical – decreasing 1% each year until ultimate trend rate of 5% is reached.	Medical – 8% *	Medical – 8% *

**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 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 23.75% for regular members and 39.75% for police and fire employee members on all covered payroll for the year ended June 30, 2012. 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 12.25% for the year ended June 30, 2012. 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

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ended June 30, 2012, 2011, and 2010, were \$10,067,471, \$9,390,415, and \$9,778,202, respectively, equal to the required contributions each year. The contribution rates for the years ended June 30, 2011 and June 30, 2010 under the employer pay plan were 21.5% for regular members and 37% for police and fire employees, and the employer employee paid contributions were 11.25% for regular members.

**F. SUBSEQUENT EVENTS**

On July 18, 2012, Carson City issued \$4,259,800 of General Obligation (Limited Tax) Various Purpose Medium Term and Refunding Bonds (Series 2012). Of the bond proceeds, \$1,100,000 will be used to finance the cost of ambulances, wheel chair vans and improvements and equipment for the City landfill. These funds are to be repaid from legally available funds of the City, including, without limitation, monies derived from the City's Capital Project Fund. The remaining \$3,159,800 of the bond proceeds will be used to refund the following medium term debt in order to reduce the interest rate on future payments:

Series 2004 Parks note maturing on December 15, 2014	\$ 850,800
Series 2006 Redevelopment note maturing on May 1, 2013	295,500
Series 2009 Fleet note maturing on September 1, 2012	78,000
Series 2009 Drainage note maturing on September 1, 2019	713,000
Series 2009 Sewer note maturing on September 1, 2019	1,435,000

On September 26, 2012, Carson City issued \$3,332,300 of Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Refunding Bond (Series 2012) for the purpose of refinancing street and highway construction bonds. The Bonds are special obligations of the City, payable solely from the net revenues derived from certain excise taxes on motor vehicle fuel. The purpose of the advanced refunding on the 2003 Highway Bonds is to reduce the interest rate on future bond payments.

**CARSON CITY  
REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2012**

**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	6/30/11	\$ -	\$ 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, 2009 valuation to the June 30, 2011 valuation are:

- (a) recognition of changes in required subsidies to PEBP retirees (decrease);
- (b) an increase in benefits for Sheriff's department employees who retire after 6/30/10 (increase);
- (c) updates to the assumed rates of retirement, termination, disability, and mortality to be consistent with those used in the most recent retirement plan valuation covering City employees (negligible overall change); and
- (d) a net reduction in the number of members covered by the plans. The number of eligible active employees decreased by 44 (8%) while the number of participating retirees increased by 27 (9%).

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## **GENERAL FUND**

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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.

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**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 1 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Ad valorem	\$ 17,662,345	\$ 17,385,373	\$ (276,972)	\$ 16,333,974
Licenses and permits:				
Business licenses and permits:				
Business licenses	725,000	685,831	(39,169)	707,914
Liquor licenses	140,000	117,740	(22,260)	152,714
City / county gaming licenses	675,000	585,475	(89,525)	696,613
Right of way toll	175,000	184,009	9,009	172,252
Franchise fees:				
Gas	1,360,000	1,155,604	(204,396)	1,250,276
Electric	2,000,000	2,049,763	49,763	1,833,011
Telephone	965,000	859,587	(105,413)	952,248
Sanitation	375,000	403,046	28,046	392,595
Cable television	386,000	367,800	(18,200)	377,315
	<u>6,801,000</u>	<u>6,408,855</u>	<u>(392,145)</u>	<u>6,534,938</u>
Nonbusiness licenses and permits:				
Marriage licenses	15,000	14,658	(342)	15,120
Animal licenses	7,500	14,745	7,245	6,173
Mobile home permits	100	38	(62)	18
	<u>22,600</u>	<u>29,441</u>	<u>6,841</u>	<u>21,311</u>
Total Licenses and Permits	<u>6,823,600</u>	<u>6,438,296</u>	<u>(385,304)</u>	<u>6,556,249</u>
Intergovernmental revenues:				
Federal grants:				
Drug Enforcement Administration	-	785	785	1,652
Bulletproof Vest Program	-	-	-	21,575
State Criminal Alien Assistance	-	-	-	40,543
Cooperative Patrol	-	2,450	2,450	-
Federal Child Nutrition	18,000	12,369	(5,631)	18,324
	<u>18,000</u>	<u>15,604</u>	<u>(2,396)</u>	<u>82,094</u>
Federal payments in lieu of taxes	<u>110,000</u>	<u>119,008</u>	<u>9,008</u>	<u>114,974</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 2 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
State shared revenues:				
Consolidated tax revenues	\$ 18,784,240	\$ 19,016,195	\$ 231,955	\$ 18,286,154
State gaming licenses	150,000	145,020	(4,980)	144,522
Candidate filing fee	-	1,250	1,250	-
Court administrative assessments	93,818	86,640	(7,178)	57,471
	<u>19,028,058</u>	<u>19,249,105</u>	<u>221,047</u>	<u>18,488,147</u>
Other local government grants:				
Interlocal cooperative agreements	1,007,996	338,547	(669,449)	858,302
Other local government shared revenues:				
Miscellaneous other governments	20,500	31,952	11,452	55,689
Total Intergovernmental Revenues	<u>20,184,554</u>	<u>19,754,216</u>	<u>(430,338)</u>	<u>19,599,206</u>
Charges for services:				
General government:				
Treasurer fees	25,000	19,470	(5,530)	25,814
Clerk fees	173,000	167,159	(5,841)	176,669
Recorder fees	221,700	224,148	2,448	217,536
Technology fees	30,000	28,149	(1,851)	29,823
Assessor commissions	218,000	179,680	(38,320)	195,573
Building and zoning fees	80,000	28,718	(51,282)	73,063
Public administrator fees	60,954	78,245	17,291	66,335
Administration fees	4,800,155	4,803,628	3,473	4,697,812
Miscellaneous	14,700	12,787	(1,913)	12,652
	<u>5,623,509</u>	<u>5,541,984</u>	<u>(81,525)</u>	<u>5,495,277</u>
Judicial:				
Drug Court	12,000	10,924	(1,076)	13,968
Court facilities	115,000	123,786	8,786	106,363
Justice civil fees	584,500	551,318	(33,182)	632,485
	<u>711,500</u>	<u>686,028</u>	<u>(25,472)</u>	<u>752,816</u>



**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 3 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Public safety:				
Police:				
Sheriff's fees	\$ 355,000	\$ 293,268	\$ (61,732)	\$ 350,878
Fire	5,000	9,316	4,316	4,574
Protective services	114,350	149,110	34,760	117,560
	<u>474,350</u>	<u>451,694</u>	<u>(22,656)</u>	<u>473,012</u>
Public works:				
Street / engineering charges	-	-	-	960
Sanitation:				
Landfill fees	3,542,784	3,199,316	(343,468)	2,722,262
Health:				
Vaccine	147,000	180,242	33,242	148,608
Clinic services	135,000	130,129	(4,871)	120,692
Health inspection fees	60,000	48,224	(11,776)	46,606
	<u>342,000</u>	<u>358,595</u>	<u>16,595</u>	<u>315,906</u>
Culture and recreation	1,099,023	1,246,371	147,348	1,116,155
Total Charges for Services	<u>11,793,166</u>	<u>11,483,988</u>	<u>(309,178)</u>	<u>10,876,388</u>
Fines and forfeits:				
Library	1,500	-	(1,500)	940
Court	641,000	804,280	163,280	673,847
Animal services	39,000	45,878	6,878	38,283
Total Fines and Forfeits	<u>681,500</u>	<u>850,158</u>	<u>168,658</u>	<u>713,070</u>
Miscellaneous:				
Investment income	300,000	63,720	(236,280)	112,279
Rents and royalties	92,600	88,815	(3,785)	103,816
Other	168,000	171,107	3,107	183,315
Gifts and donations	57,623	122,311	64,688	69,060
Refunds and reimbursements	271,100	445,156	174,056	336,709
Penalties and interest - delinquent taxes	265,000	356,704	91,704	336,171
Total Miscellaneous	<u>1,154,323</u>	<u>1,247,813</u>	<u>93,490</u>	<u>1,141,350</u>
Total Revenues	<u>58,299,488</u>	<u>57,159,844</u>	<u>(1,139,644)</u>	<u>55,220,237</u>
Expenditures:				
General Government:				
Legislative:				
Board of Supervisors:				
Salaries and wages	125,834	125,970	(136)	128,806
Employee benefits	75,848	72,914	2,934	64,463
Services and supplies	20,450	18,280	2,170	18,137
Total Legislative	<u>222,132</u>	<u>217,164</u>	<u>4,968</u>	<u>211,406</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
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	FINAL BUDGET	ACTUAL	VARIANCE	2011
Executive:				
Clerk:				
Salaries and wages	\$ 238,474	\$ 224,832	\$ 13,642	\$ 226,611
Employee benefits	74,093	70,786	3,307	67,053
Services and supplies	23,100	19,295	3,805	12,277
	<u>335,667</u>	<u>314,913</u>	<u>20,754</u>	<u>305,941</u>
Elections:				
Salaries and wages	139,979	136,926	3,053	134,519
Employee benefits	49,792	46,989	2,803	45,735
Services and supplies	65,075	32,271	32,804	32,516
	<u>254,846</u>	<u>216,186</u>	<u>38,660</u>	<u>212,770</u>
Treasurer:				
Salaries and wages	286,400	287,393	(993)	286,038
Employee benefits	122,480	116,933	5,547	107,923
Services and supplies	52,780	58,742	(5,962)	54,522
	<u>461,660</u>	<u>463,068</u>	<u>(1,408)</u>	<u>448,483</u>
Recorder:				
Salaries and wages	243,585	243,563	22	245,116
Employee benefits	106,329	101,868	4,461	97,924
Services and supplies	35,160	41,738	(6,578)	39,635
Capital outlay	-	6,300	(6,300)	-
	<u>385,074</u>	<u>393,469</u>	<u>(8,395)</u>	<u>382,675</u>
Assessor:				
Salaries and wages	444,560	463,573	(19,013)	390,479
Employee benefits	182,180	178,412	3,768	145,424
Services and supplies	35,054	35,994	(940)	23,598
Capital outlay	107,903	39,425	68,478	-
	<u>769,697</u>	<u>717,404</u>	<u>52,293</u>	<u>559,501</u>
District Attorney:				
Salaries and wages	1,558,173	1,418,670	139,503	1,437,708
Employee benefits	613,804	556,122	57,682	524,526
Services and supplies	105,560	84,292	21,268	66,020
	<u>2,277,537</u>	<u>2,059,084</u>	<u>218,453</u>	<u>2,028,254</u>
City Manager:				
Salaries and wages	299,665	268,176	31,489	311,922
Employee benefits	124,757	106,619	18,138	111,375
Services and supplies	119,610	208,025	(88,415)	103,077
	<u>544,032</u>	<u>582,820</u>	<u>(38,788)</u>	<u>526,374</u>
Central Services:				
Services and supplies	1,617,480	1,592,197	25,283	1,601,587
Total Executive	<u>6,645,993</u>	<u>6,339,141</u>	<u>306,852</u>	<u>6,065,585</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
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	FINAL BUDGET	ACTUAL	VARIANCE	2011
Finance:				
Finance:				
Salaries and wages	\$ 387,664	\$ 372,621	\$ 15,043	\$ 391,888
Employee benefits	165,682	150,434	15,248	153,112
Services and supplies	82,165	91,594	(9,429)	78,847
	<u>635,511</u>	<u>614,649</u>	<u>20,862</u>	<u>623,847</u>
Internal Auditor:				
Services and supplies	54,000	57,617	(3,617)	8,204
Purchasing:				
Salaries and wages	100,974	94,323	6,651	84,103
Employee benefits	41,046	36,961	4,085	33,379
Services and supplies	8,606	6,691	1,915	6,903
	<u>150,626</u>	<u>137,975</u>	<u>12,651</u>	<u>124,385</u>
Human Resources:				
Salaries and wages	186,515	160,784	25,731	182,865
Employee benefits	81,661	61,703	19,958	71,902
Services and supplies	41,015	32,053	8,962	46,574
	<u>309,191</u>	<u>254,540</u>	<u>54,651</u>	<u>301,341</u>
Total Finance	<u>1,149,328</u>	<u>1,064,781</u>	<u>84,547</u>	<u>1,057,777</u>
Other:				
Community Development:				
Planning:				
Salaries and wages	273,857	256,436	17,421	270,497
Employee benefits	125,171	121,034	4,137	115,126
Services and supplies	43,837	23,099	20,738	35,846
Capital outlay	-	11,760	(11,760)	-
	<u>442,865</u>	<u>412,329</u>	<u>30,536</u>	<u>421,469</u>
Business License:				
Salaries and wages	95,902	96,333	(431)	88,464
Employee benefits	49,700	46,215	3,485	41,715
Services and supplies	16,250	12,426	3,824	15,261
	<u>161,852</u>	<u>154,974</u>	<u>6,878</u>	<u>145,440</u>
Code Enforcement:				
Salaries and wages	75,100	71,604	3,496	153,525
Employee benefits	32,977	31,421	1,556	60,695
Services and supplies	3,130	485	2,645	686
	<u>111,207</u>	<u>103,510</u>	<u>7,697</u>	<u>214,906</u>
Total Community Development	<u>715,924</u>	<u>670,813</u>	<u>45,111</u>	<u>781,815</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
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FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 6 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Automation Services:				
Salaries and wages	\$ 711,271	\$ 719,725	\$ (8,454)	\$ 712,047
Employee benefits	285,454	274,891	10,563	260,337
Services and supplies	496,139	498,512	(2,373)	441,145
Capital outlay	29,000	815	28,185	-
	<u>1,521,864</u>	<u>1,493,943</u>	<u>27,921</u>	<u>1,413,529</u>
Geographic Information Systems:				
Salaries and wages	-	-	-	209,419
Employee benefits	-	-	-	74,711
Services and supplies	278,500	271,000	7,500	35,315
	<u>278,500</u>	<u>271,000</u>	<u>7,500</u>	<u>319,445</u>
Public Defender:				
Services and supplies	1,368,924	1,281,167	87,757	1,232,364
Public Safety Complex / Courthouse:				
Services and supplies	364,725	271,045	93,680	287,837
City Hall:				
Services and supplies	119,760	91,404	28,356	98,276
Northgate:				
Services and supplies	26,000	30,410	(4,410)	31,585
Facilities Maintenance:				
Salaries and wages	694,229	725,174	(30,945)	716,163
Employee benefits	293,018	258,255	34,763	270,436
Services and supplies	442,242	458,722	(16,480)	381,117
	<u>1,429,489</u>	<u>1,442,151</u>	<u>(12,662)</u>	<u>1,367,716</u>
Records Management:				
Salaries and wages	80,110	81,362	(1,252)	79,880
Employee benefits	23,164	22,339	825	21,931
Services and supplies	15,100	15,624	(524)	13,995
	<u>118,374</u>	<u>119,325</u>	<u>(951)</u>	<u>115,806</u>
Total Other	<u>5,943,560</u>	<u>5,671,258</u>	<u>272,302</u>	<u>5,648,373</u>
Total General Government	<u>13,961,013</u>	<u>13,292,344</u>	<u>668,669</u>	<u>12,983,141</u>
Public Safety:				
Sheriff:				
Administrative Services:				
Salaries and wages	482,339	523,350	(41,011)	526,919
Employee benefits	312,517	270,634	41,883	298,123
Services and supplies	494,358	366,916	127,442	396,310
	<u>1,289,214</u>	<u>1,160,900</u>	<u>128,314</u>	<u>1,221,352</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
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FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 7 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Investigations:				
Salaries and wages	\$ 1,112,412	\$ 1,179,330	\$ (66,918)	\$ 1,160,209
Employee benefits	625,662	628,801	(3,139)	588,800
Services and supplies	186,060	367,841	(181,781)	182,538
	<u>1,924,134</u>	<u>2,175,972</u>	<u>(251,838)</u>	<u>1,931,547</u>
Operational Services:				
Salaries and wages	3,392,114	3,449,915	(57,801)	3,367,837
Employee benefits	2,136,087	1,987,589	148,498	2,006,813
Services and supplies	414,047	473,172	(59,125)	434,505
Capital outlay	-	25,665	(25,665)	-
	<u>5,942,248</u>	<u>5,936,341</u>	<u>5,907</u>	<u>5,809,155</u>
Detention Facility:				
Salaries and wages	2,099,929	2,117,946	(18,017)	2,143,633
Employee benefits	1,306,264	1,198,022	108,242	1,217,655
Services and supplies	298,417	294,054	4,363	290,217
Capital outlay	-	10,023	(10,023)	-
	<u>3,704,610</u>	<u>3,620,045</u>	<u>84,565</u>	<u>3,651,505</u>
General Services:				
Salaries and wages	466,261	423,236	43,025	439,602
Employee benefits	207,932	196,864	11,068	190,109
Services and supplies	48,474	50,180	(1,706)	43,788
	<u>722,667</u>	<u>670,280</u>	<u>52,387</u>	<u>673,499</u>
Dispatch:				
Salaries and wages	1,170,101	1,102,320	67,781	1,133,328
Employee benefits	476,066	399,797	76,269	402,674
Services and supplies	182,610	176,680	5,930	214,307
Capital outlay	-	26,725	(26,725)	-
	<u>1,828,777</u>	<u>1,705,522</u>	<u>123,255</u>	<u>1,750,309</u>
Federal, Tri-Net Grant:				
Salaries and wages	17,992	7,837	10,155	22,514
Employee benefits	91,246	86,277	4,969	61,527
Services and supplies	27,692	24,430	3,262	8,025
	<u>136,930</u>	<u>118,544</u>	<u>18,386</u>	<u>92,066</u>
Total Sheriff	<u>15,548,580</u>	<u>15,387,604</u>	<u>160,976</u>	<u>15,129,433</u>
Fire:				
Administration:				
Salaries and wages	147,932	147,815	117	149,887
Employee benefits	62,630	59,850	2,780	58,896
Services and supplies	60,619	121,059	(60,440)	38,151
Capital outlay	-	-	-	34,106
	<u>271,181</u>	<u>328,724</u>	<u>(57,543)</u>	<u>281,040</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
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(PAGE 8 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operations:				
Salaries and wages	\$ 3,907,894	\$ 3,972,748	\$ (64,854)	\$ 4,154,402
Employee benefits	2,252,983	2,090,685	162,298	2,041,951
Services and supplies	480,486	453,865	26,621	430,123
Capital outlay	-	32,400	(32,400)	411
	<u>6,641,363</u>	<u>6,549,698</u>	<u>91,665</u>	<u>6,626,887</u>
Prevention:				
Salaries and wages	217,440	219,464	(2,024)	353,277
Employee benefits	85,893	79,932	5,961	118,069
Services and supplies	42,746	33,836	8,910	39,609
	<u>346,079</u>	<u>333,232</u>	<u>12,847</u>	<u>510,955</u>
Warren Engine Co. No. 1:				
Employee benefits	1,879	-	1,879	-
Services and supplies	5,820	406	5,414	4,277
	<u>7,699</u>	<u>406</u>	<u>7,293</u>	<u>4,277</u>
Emergency Management:				
Salaries and wages	61,729	47,769	13,960	62,954
Employee benefits	62,879	55,085	7,794	58,838
Services and supplies	18,405	18,169	236	14,843
	<u>143,013</u>	<u>121,023</u>	<u>21,990</u>	<u>136,635</u>
Training:				
Salaries and wages	278,773	306,361	(27,588)	276,734
Employee benefits	156,454	157,036	(582)	148,028
Services and supplies	76,183	65,701	10,482	64,043
	<u>511,410</u>	<u>529,098</u>	<u>(17,688)</u>	<u>488,805</u>
Wildland Fire Management:				
Salaries and wages	83,210	53,355	29,855	-
Employee benefits	8,604	4,158	4,446	-
Services and supplies	98,177	47,221	50,956	-
	<u>189,991</u>	<u>104,734</u>	<u>85,257</u>	<u>-</u>
Total Fire	<u>8,110,736</u>	<u>7,966,915</u>	<u>143,821</u>	<u>8,048,599</u>
Corrections:				
Juvenile Probation:				
Salaries and wages	761,895	754,758	7,137	839,867
Employee benefits	426,642	409,088	17,554	407,714
Services and supplies	275,324	237,377	37,947	174,013
	<u>1,463,861</u>	<u>1,401,223</u>	<u>62,638</u>	<u>1,421,594</u>
Juvenile Detention:				
Salaries and wages	940,054	869,985	70,069	940,680
Employee benefits	388,533	326,551	61,982	347,314
Services and supplies	116,790	106,064	10,726	117,260
Capital outlay	-	-	-	5,474
	<u>1,445,377</u>	<u>1,302,600</u>	<u>142,777</u>	<u>1,410,728</u>
Total Corrections	<u>2,909,238</u>	<u>2,703,823</u>	<u>205,415</u>	<u>2,832,322</u>
Total Public Safety	<u>26,568,554</u>	<u>26,058,342</u>	<u>510,212</u>	<u>26,010,354</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 9 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Judicial:				
Juvenile Court:				
Salaries and wages	\$ 226,732	\$ 204,623	\$ 22,109	\$ 232,097
Employee benefits	77,968	87,110	(9,142)	75,159
Services and supplies	152,339	135,462	16,877	108,174
Total Juvenile Court	457,039	427,195	29,844	415,430
Justice Court:				
Salaries and wages	1,762,752	1,774,425	(11,673)	1,729,687
Employee benefits	803,147	760,521	42,626	704,342
Services and supplies	1,002,960	652,172	350,788	540,137
Capital outlay	-	-	-	3,585
Total Justice Court	3,568,859	3,187,118	381,741	2,977,751
Alternative Sentencing:				
Salaries and wages	711,500	679,338	32,162	730,171
Employee benefits	353,687	287,939	65,748	343,572
Services and supplies	99,449	102,606	(3,157)	94,936
Total Alternative Sentencing	1,164,636	1,069,883	94,753	1,168,679
Total Judicial	5,190,534	4,684,196	506,338	4,561,860
Public Works:				
Engineering / Public Works:				
Public Works:				
Salaries and wages	1,507,889	1,499,309	8,580	1,373,695
Employee benefits	609,699	599,436	10,263	495,603
Services and supplies	102,250	86,251	15,999	105,622
Total Public Works	2,219,838	2,184,996	34,842	1,974,920
Sanitation:				
Landfill:				
Salaries and wages	475,500	504,125	(28,625)	577,889
Employee benefits	205,113	162,729	42,384	190,618
Services and supplies	859,584	818,471	41,113	773,864
Capital outlay	51,904	33,404	18,500	14,239
Total Sanitation	1,592,101	1,518,729	73,372	1,556,610
Health:				
Public Health Administration:				
Salaries and wages	206,190	214,851	(8,661)	195,490
Employee benefits	90,783	91,459	(676)	78,041
Services and supplies	742,861	623,869	118,992	199,096
Total Public Health Administration	1,039,834	930,179	109,655	472,627

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 10 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Medical:				
Salaries and wages	\$ 54,394	\$ 53,815	\$ 579	\$ 52,290
Employee benefits	23,416	22,291	1,125	21,241
Services and supplies	427,797	260,057	167,740	276,930
Total Medical	<u>505,607</u>	<u>336,163</u>	<u>169,444</u>	<u>350,461</u>
Environmental Health:				
Salaries and wages	192,076	169,026	23,050	182,116
Employee benefits	75,281	75,421	(140)	64,928
Services and supplies	12,416	5,581	6,835	11,804
Total Environmental Health	<u>279,773</u>	<u>250,028</u>	<u>29,745</u>	<u>258,848</u>
Animal Services:				
Salaries and wages	369,521	322,656	46,865	239,387
Employee benefits	147,954	119,598	28,356	60,538
Services and supplies	298,218	162,853	135,365	168,719
Total Animal Services	<u>815,693</u>	<u>605,107</u>	<u>210,586</u>	<u>468,644</u>
Total Health	<u>2,640,907</u>	<u>2,121,477</u>	<u>519,430</u>	<u>1,550,580</u>
Welfare:				
Salaries and wages	105,452	96,878	8,574	103,036
Employee benefits	30,377	27,989	2,388	27,946
Services and supplies	264,114	272,650	(8,536)	248,455
Total Welfare	<u>399,943</u>	<u>397,517</u>	<u>2,426</u>	<u>379,437</u>
Culture and Recreation:				
Parks:				
Parks and Recreation Administration:				
Salaries and wages	389,425	392,216	(2,791)	343,126
Employee benefits	168,916	161,025	7,891	136,931
Services and supplies	38,063	26,532	11,531	33,829
Total Parks and Recreation Administration	<u>596,404</u>	<u>579,773</u>	<u>16,631</u>	<u>513,886</u>
Park Maintenance:				
Salaries and wages	499,339	527,080	(27,741)	521,845
Employee benefits	232,492	220,946	11,546	213,329
Services and supplies	468,532	424,888	43,644	402,103
Capital outlay	-	523	(523)	-
Total Park Maintenance	<u>1,200,363</u>	<u>1,173,437</u>	<u>26,926</u>	<u>1,137,277</u>
Grants, Gifts, and Donations:				
Services and supplies	280,505	246,957	33,548	190,695
Capital outlay	97,171	16,540	80,631	11,686
Total Grants, Gifts, and Donations	<u>377,676</u>	<u>263,497</u>	<u>114,179</u>	<u>202,381</u>
Total Parks	<u>2,174,443</u>	<u>2,016,707</u>	<u>157,736</u>	<u>1,853,544</u>



**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 11 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Participant Recreation:				
Community Center:				
Salaries and wages	\$ 144,749	\$ 147,377	\$ (2,628)	\$ 138,125
Employee benefits	46,967	46,364	603	35,681
Services and supplies	121,596	109,692	11,904	100,654
	<u>313,312</u>	<u>303,433</u>	<u>9,879</u>	<u>274,460</u>
Recreation:				
Salaries and wages	277,124	238,717	38,407	325,984
Employee benefits	45,605	48,471	(2,866)	64,381
Services and supplies	87,482	61,777	25,705	72,702
	<u>410,211</u>	<u>348,965</u>	<u>61,246</u>	<u>463,067</u>
Swimming Pool:				
Salaries and wages	327,142	327,544	(402)	331,732
Employee benefits	85,553	78,899	6,654	78,631
Services and supplies	278,744	201,421	77,323	223,320
	<u>691,439</u>	<u>607,864</u>	<u>83,575</u>	<u>633,683</u>
Ice Rink:				
Salaries and wages	35,000	25,760	9,240	29,667
Employee benefits		949	(949)	1,509
Services and supplies	60,590	41,877	18,713	66,091
Capital outlay	-	16,936	(16,936)	140,485
	<u>95,590</u>	<u>85,522</u>	<u>10,068</u>	<u>237,752</u>
Sports:				
Salaries and wages	175,241	178,352	(3,111)	178,768
Employee benefits	46,253	43,848	2,405	37,236
Services and supplies	122,850	166,949	(44,099)	193,941
	<u>344,344</u>	<u>389,149</u>	<u>(44,805)</u>	<u>409,945</u>
Total Participant Recreation	<u>1,854,896</u>	<u>1,734,933</u>	<u>119,963</u>	<u>2,018,907</u>
Pony Express Pavilion:				
Salaries and wages	500	-	500	-
Employee benefits	72	-	72	-
Services and supplies	19,515	19,307	208	12,506
	<u>20,087</u>	<u>19,307</u>	<u>780</u>	<u>12,506</u>
Library:				
Salaries and wages	803,526	792,414	11,112	817,491
Employee benefits	352,017	326,057	25,960	323,643
Services and supplies	386,660	379,809	6,851	370,629
Capital outlay	2,967	4,261	(1,294)	-
	<u>1,545,170</u>	<u>1,502,541</u>	<u>42,629</u>	<u>1,511,763</u>
Total Culture and Recreation	<u>5,594,596</u>	<u>5,273,488</u>	<u>321,108</u>	<u>5,396,720</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 12 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Community Support:				
Support Services:				
Services and supplies	\$ 482,363	\$ 482,092	\$ 271	\$ 458,202
Total Expenditures	58,649,849	56,013,181	2,636,668	54,871,824
Excess (Deficiency) of Revenues over Expenditures	(350,361)	1,146,663	1,497,024	348,413
Other Financing Sources (Uses):				
Sale of capital assets	-	-	-	3,535
Transfers in (out):				
Quality of Life Fund	72,411	28,387	(44,024)	69,556
Senior Citizens Fund	15,000	15,000	-	115,000
Capital Facilities Fund	-	-	-	53,504
Landfill Close/Post Closure Costs	-	-	-	2,238,345
Capital Acquisition and Development Fund	-	-	-	2,000
Redevelopment Revolving Fund	-	480,000	480,000	-
Firefighter Retirement Medical Fund	-	-	-	251,136
Capital Project Fund	(25,000)	(25,000)	-	-
Carson City Debt Service Fund	(2,383,010)	(2,383,010)	-	(2,374,786)
Traffic Transportation Fund	(20,000)	(20,000)	-	-
Cemetery Fund	(75,000)	(75,000)	-	(75,000)
Carson City Transit Fund	(270,000)	(270,000)	-	-
Grant Fund	(75,675)	-	75,675	-
Ambulance Fund	(650,000)	(650,000)	-	(220,000)
Insurance Fund	(250,000)	(250,000)	-	-
Total Other Financing Sources (Uses)	(3,661,274)	(3,149,623)	511,651	63,290
Net Change in Fund Balances	(4,011,635)	(2,002,960)	2,008,675	411,703
Fund Balances, July 1	6,894,902	6,894,902	-	6,483,199
Fund Balances, June 30	\$ 2,883,267	\$ 4,891,942	\$ 2,008,675	\$ 6,894,902

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**NONMAJOR GOVERNMENTAL FUNDS**

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**Combining Balance Sheet**

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

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2012**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and investments	\$ 9,605,422	\$ 885,198	\$ 2,836,394	\$ 13,327,014
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	93,209	153,712	-	246,921
Accounts receivable	50,112	-	-	50,112
Due from other funds	34,275	-	-	34,275
Due from other governments	4,169,252	-	-	4,169,252
Deposits	51,754	-	-	51,754
Prepaid items	29,782	500	-	30,282
Restricted assets:				
Cash and investments	44,044	-	-	44,044
Total Assets	<u>\$ 14,077,850</u>	<u>\$ 1,039,410</u>	<u>\$ 2,836,394</u>	<u>\$ 17,953,654</u>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 1,147,589	\$ -	\$ 2,447,638	\$ 3,595,227
Accrued salaries and benefits	234,122	-	2,033	236,155
Due to other funds	1,476,166	-	-	1,476,166
Due to other governments	113,113	-	-	113,113
Due to component units	169	-	-	169
Deferred revenue	87,857	102,306	-	190,163
Unearned revenue	117,127	-	-	117,127
Payable from restricted assets	42,700	-	-	42,700
Total Liabilities	<u>3,218,843</u>	<u>102,306</u>	<u>2,449,671</u>	<u>5,770,820</u>
Fund balances:				
Nonspendable:				
Deposits	51,754	-	-	51,754
Prepaid items	29,782	500	-	30,282
Restricted for:				
General government	170,473	-	-	170,473
Public safety	522,954	-	-	522,954
Judicial	37,257	-	-	37,257
Public works	694,856	-	-	694,856
Welfare	104	-	-	104
Health	12,134	-	-	12,134
Culture and recreation	8,564,981	-	279,116	8,844,097
Redevelopment	70,642	425,500	93,671	589,813
Committed to:				
Public safety	5,853	-	-	5,853
Assigned to:				
Capital projects	270,843	-	13,936	284,779
Public safety	27,154	-	-	27,154
Debt service	-	511,104	-	511,104
Other purposes	400,220	-	-	400,220
Total Fund Balances	<u>10,859,007</u>	<u>937,104</u>	<u>386,723</u>	<u>12,182,834</u>
Total Liabilities and Fund Balances	<u>\$ 14,077,850</u>	<u>\$ 1,039,410</u>	<u>\$ 2,836,394</u>	<u>\$ 17,953,654</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 11,104,536	\$ 1,861,725	\$ 38,223	\$ 13,004,484
Licenses and permits	218,847	-	-	218,847
Intergovernmental revenues	12,667,971	410,338	-	13,078,309
Charges for services	401,280	-	-	401,280
Fines and forfeits	51,236	-	-	51,236
Miscellaneous	456,264	23,584	28,424	508,272
Total Revenues	<u>24,900,134</u>	<u>2,295,647</u>	<u>66,647</u>	<u>27,262,428</u>
Expenditures:				
Current:				
General government	718,020	-	-	718,020
Public safety	1,813,373	-	2,231	1,815,604
Judicial	289,187	-	-	289,187
Public works	6,302,969	-	-	6,302,969
Health	2,211,094	-	-	2,211,094
Welfare	1,969,521	-	-	1,969,521
Culture and recreation	2,092,707	-	37,194	2,129,901
Community support	-	-	2,616,536	2,616,536
Airport	4,234	-	-	4,234
Economic opportunity	304,571	-	-	304,571
Capital outlay	7,470,070	-	62,545	7,532,615
Debt service:				
Principal retirement	-	4,095,917	-	4,095,917
Interest and fiscal charges	-	3,835,852	-	3,835,852
Total Expenditures	<u>23,175,746</u>	<u>7,931,769</u>	<u>2,718,506</u>	<u>33,826,021</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,724,388</u>	<u>(5,636,122)</u>	<u>(2,651,859)</u>	<u>(6,563,593)</u>
Other Financing Sources (Uses):				
Sale of capital assets	10,545	-	-	10,545
Transfers in	1,147,253	6,943,566	750,000	8,840,819
Transfers out	(4,813,208)	(1,372,988)	(480,000)	(6,666,196)
Total Other Financing Sources (Uses)	<u>(3,655,410)</u>	<u>5,570,578</u>	<u>270,000</u>	<u>2,185,168</u>
Net Change in Fund Balances	<u>(1,931,022)</u>	<u>(65,544)</u>	<u>(2,381,859)</u>	<u>(4,378,425)</u>
Fund Balances, July 1	<u>12,790,029</u>	<u>1,002,648</u>	<u>2,768,582</u>	<u>16,561,259</u>
Fund Balances, June 30	<u>\$ 10,859,007</u>	<u>\$ 937,104</u>	<u>\$ 386,723</u>	<u>\$ 12,182,834</u>

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## SPECIAL REVENUE FUNDS

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

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### 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**

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**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, 2012  
(PAGE 1 OF 3)**

	<u>SENIOR CITIZENS CENTER</u>	<u>COOPERATIVE EXTENSION</u>	<u>TRAFFIC TRANSPORTATION</u>	<u>SUPPLEMENTAL INDIGENT</u>
<b>ASSETS</b>				
Cash and investments:				
Unrestricted	\$ 461,970	\$ 283,592	\$ 8,738	\$ 26,701
Restricted	-	-	-	-
Taxes receivable, delinquent	20,455	5,223	-	47,076
Accounts receivable	-	1,255	-	-
Due from other funds	-	-	-	-
Due from other governments	-	5,092	-	-
Deposits	-	-	-	-
Prepaid items	533	-	-	-
	<u>482,958</u>	<u>295,162</u>	<u>8,738</u>	<u>73,777</u>
Total Assets	<u>\$ 482,958</u>	<u>\$ 295,162</u>	<u>\$ 8,738</u>	<u>\$ 73,777</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 5,850	\$ 4,274	\$ 72	\$ 552
Accrued salaries and benefits	14,986	246	2,813	-
Due to other funds	-	-	-	-
Due to other governments	11	22,794	-	39,236
Due to component units	-	-	-	-
Deferred revenue	14,724	3,761	-	33,885
Unearned revenue	-	-	-	-
Payable from restricted assets	-	-	-	-
	<u>35,571</u>	<u>31,075</u>	<u>2,885</u>	<u>73,673</u>
Total Liabilities	<u>35,571</u>	<u>31,075</u>	<u>2,885</u>	<u>73,673</u>
<b>FUND BALANCES</b>				
Nonspendable:				
Deposits	-	-	-	-
Prepaid items	533	-	-	-
Restricted for:				
General government	-	-	-	-
Public safety	-	-	-	-
Judicial	-	-	-	-
Public works	-	-	-	-
Welfare	-	-	-	104
Health	-	-	-	-
Culture and recreation	446,854	264,087	-	-
Redevelopment	-	-	-	-
Committed to:				
Public safety	-	-	5,853	-
Assigned to:				
Capital projects	-	-	-	-
Public safety	-	-	-	-
Other purposes	-	-	-	-
	<u>447,387</u>	<u>264,087</u>	<u>5,853</u>	<u>104</u>
Total Fund Balances	<u>447,387</u>	<u>264,087</u>	<u>5,853</u>	<u>104</u>
Total Liabilities and Fund Balances	<u>\$ 482,958</u>	<u>\$ 295,162</u>	<u>\$ 8,738</u>	<u>\$ 73,777</u>

<u>LIBRARY GIFT</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>911 SURCHARGE</u>	<u>CAPITAL PROJECTS</u>
\$ 217,645	\$ 37,264	\$ 427,679	\$ 353,759
-	-	-	-
-	-	-	20,455
-	-	18,993	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>\$ 217,645</u>	<u>\$ 37,264</u>	<u>\$ 446,672</u>	<u>\$ 374,214</u>
\$ 1,904	\$ 7	\$ 910	\$ 88,638
-	-	-	-
-	-	-	-
-	-	-	9
-	-	-	-
-	-	-	14,724
-	-	-	-
-	-	-	-
<u>1,904</u>	<u>7</u>	<u>910</u>	<u>103,371</u>
-	-	-	-
-	-	-	-
-	-	-	-
-	-	445,762	-
-	37,257	-	-
-	-	-	-
-	-	-	-
215,741	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	270,843
-	-	-	-
-	-	-	-
<u>215,741</u>	<u>37,257</u>	<u>445,762</u>	<u>270,843</u>
<u>\$ 217,645</u>	<u>\$ 37,264</u>	<u>\$ 446,672</u>	<u>\$ 374,214</u>

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2012  
(PAGE 2 OF 3)**

	<u>STREET MAINTENANCE</u>	<u>REDEVELOPMENT ADMINISTRATION</u>	<u>CARSON CITY TRANSIT</u>
<b>ASSETS</b>			
Cash and investments:			
Unrestricted	\$ 23,601	\$ 89,639	\$ 175,476
Restricted	-	-	-
Taxes receivable, delinquent	-	-	-
Accounts receivable	27	-	3,357
Due from other funds	-	-	-
Due from other governments	605,491	-	58,757
Deposits	-	9,099	-
Prepaid items	470	9,439	810
	<u>470</u>	<u>9,439</u>	<u>810</u>
Total Assets	<u>\$ 629,589</u>	<u>\$ 108,177</u>	<u>\$ 238,400</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 66,939	\$ 8,368	\$ 51,213
Accrued salaries and benefits	69,054	10,629	3,896
Due to other funds	-	-	-
Due to other governments	4,000	-	9,526
Due to component units	-	-	-
Deferred revenue	-	-	-
Unearned revenue	-	-	-
Payable from restricted assets	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>139,993</u>	<u>18,997</u>	<u>64,635</u>
<b>FUND BALANCES</b>			
Nonspendable:			
Deposits	-	9,099	-
Prepaid items	470	9,439	810
Restricted for:			
General government	-	-	-
Public safety	-	-	-
Judicial	-	-	-
Public works	489,126	-	172,955
Welfare	-	-	-
Health	-	-	-
Culture and recreation	-	-	-
Redevelopment	-	70,642	-
Committed to:			
Public safety	-	-	-
Assigned to:			
Capital projects	-	-	-
Public safety	-	-	-
Other purposes	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>489,596</u>	<u>89,180</u>	<u>173,765</u>
Total Liabilities and Fund Balances	<u>\$ 629,589</u>	<u>\$ 108,177</u>	<u>\$ 238,400</u>

<u>COMMISSARY</u>	<u>V &amp; T SPECIAL INFRASTRUCTURE</u>	<u>CAMPO</u>	<u>AIRPORT</u>
\$ 97,621	\$ -	\$ -	\$ -
44,044	-	-	-
-	-	-	-
5,072	-	-	-
-	-	-	-
-	170,473	39,879	169
18,655	-	-	-
-	-	799	-
<u>\$ 165,392</u>	<u>\$ 170,473</u>	<u>\$ 40,678</u>	<u>\$ 169</u>
\$ 28,663	\$ -	\$ 1,026	\$ -
3,160	-	-	-
-	-	34,275	-
-	-	-	-
-	-	-	169
-	-	-	-
-	-	-	-
42,700	-	-	-
<u>74,523</u>	<u>-</u>	<u>35,301</u>	<u>169</u>
18,655	-	-	-
-	-	799	-
-	170,473	-	-
72,214	-	-	-
-	-	-	-
-	-	4,578	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>90,869</u>	<u>170,473</u>	<u>5,377</u>	<u>-</u>
<u>\$ 165,392</u>	<u>\$ 170,473</u>	<u>\$ 40,678</u>	<u>\$ 169</u>

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**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2012  
(PAGE 3 OF 3)**

	<u>REGIONAL TRANSPORTATION</u>	<u>QUALITY OF LIFE</u>	<u>GRANT</u>	<u>TOTAL</u>
<b>ASSETS</b>				
Cash and investments:				
Unrestricted	\$ 61,873	\$ 7,339,864	\$ -	\$ 9,605,422
Restricted	-	-	-	44,044
Taxes receivable, delinquent	-	-	-	93,209
Accounts receivable	-	3,875	17,533	50,112
Due from other funds	34,275	-	-	34,275
Due from other governments	1,535,195	340,995	1,413,201	4,169,252
Deposits	-	24,000	-	51,754
Prepaid items	187	1,843	15,701	29,782
	<u>1,631,530</u>	<u>7,710,577</u>	<u>1,446,435</u>	<u>14,077,850</u>
Total Assets	<u>\$ 1,631,530</u>	<u>\$ 7,710,577</u>	<u>\$ 1,446,435</u>	<u>\$ 14,077,850</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 588,966	\$ 33,139	\$ 267,068	\$ 1,147,589
Accrued salaries and benefits	14,180	20,693	94,465	234,122
Due to other funds	1,000,000	-	441,891	1,476,166
Due to other governments	-	3,509	34,028	113,113
Due to component units	-	-	-	169
Deferred revenue	-	-	20,763	87,857
Unearned revenue	-	-	117,127	117,127
Payable from restricted assets	-	-	-	42,700
	<u>1,603,146</u>	<u>57,341</u>	<u>975,342</u>	<u>3,218,843</u>
Total Liabilities	<u>1,603,146</u>	<u>57,341</u>	<u>975,342</u>	<u>3,218,843</u>
<b>FUND BALANCES</b>				
Nonspendable:				
Deposits	-	24,000	-	51,754
Prepaid items	187	1,843	15,701	29,782
Restricted for:				
General government	-	-	-	170,473
Public safety	-	-	4,978	522,954
Judicial	-	-	-	37,257
Public works	28,197	-	-	694,856
Welfare	-	-	-	104
Health	-	-	12,134	12,134
Culture and recreation	-	7,627,393	10,906	8,564,981
Redevelopment	-	-	-	70,642
Committed to:				
Public safety	-	-	-	5,853
Assigned to:				
Capital projects	-	-	-	270,843
Public safety	-	-	27,154	27,154
Other purposes	-	-	400,220	400,220
	<u>28,384</u>	<u>7,653,236</u>	<u>471,093</u>	<u>10,859,007</u>
Total Fund Balances	<u>28,384</u>	<u>7,653,236</u>	<u>471,093</u>	<u>10,859,007</u>
Total Liabilities and Fund Balances	<u>\$ 1,631,530</u>	<u>\$ 7,710,577</u>	<u>\$ 1,446,435</u>	<u>\$ 14,077,850</u>



**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 1 OF 3)**

	<u>SENIOR CITIZENS CENTER</u>	<u>COOPERATIVE EXTENSION</u>	<u>TRAFFIC TRANSPORTATION</u>
Revenues:			
Taxes	\$ 704,308	\$ 180,294	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	-	-	-
Charges for services	-	-	-
Fines and forfeits	-	-	51,236
Miscellaneous	5,853	11,762	13,603
	<u>710,161</u>	<u>192,056</u>	<u>64,839</u>
Total Revenues			
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	77,043
Judicial	-	-	-
Public works	-	-	-
Welfare	-	-	-
Health	-	-	-
Culture and recreation	549,106	162,199	-
Airport	-	-	-
Economic opportunity	-	-	-
Capital outlay	2,550	-	-
	<u>551,656</u>	<u>162,199</u>	<u>77,043</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>158,505</u>	<u>29,857</u>	<u>(12,204)</u>
Other Financing Sources (Uses):			
Sale of capital assets	-	-	-
Transfers in	-	-	20,000
Transfers out	(151,550)	-	-
	<u>(151,550)</u>	<u>-</u>	<u>20,000</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	6,955	29,857	7,796
Fund Balances, July 1	<u>440,432</u>	<u>234,230</u>	<u>(1,943)</u>
Fund Balances, June 30	<u>\$ 447,387</u>	<u>\$ 264,087</u>	<u>\$ 5,853</u>

<u>SUPPLEMENTAL INDIGENT</u>	<u>LIBRARY GIFT</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>911 SURCHARGE</u>	<u>CAPITAL PROJECTS</u>
\$ 1,619,911	\$ -	\$ -	\$ -	\$ 704,316
-	-	-	218,847	-
-	-	87,340	-	-
-	-	-	-	-
-	-	-	-	-
1,381	76,197	-	4,690	7,622
<u>1,621,292</u>	<u>76,197</u>	<u>87,340</u>	<u>223,537</u>	<u>711,938</u>
-	-	-	-	63,177
-	-	-	238,859	26,255
-	-	69,579	-	-
-	-	-	-	-
1,621,333	-	-	-	-
-	-	-	-	-
-	69,439	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	510,830
<u>1,621,333</u>	<u>69,439</u>	<u>69,579</u>	<u>238,859</u>	<u>600,262</u>
<u>(41)</u>	<u>6,758</u>	<u>17,761</u>	<u>(15,322)</u>	<u>111,676</u>
-	-	-	-	-
-	-	-	-	25,000
-	-	-	-	(747,407)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(722,407)</u>
(41)	6,758	17,761	(15,322)	(610,731)
<u>145</u>	<u>208,983</u>	<u>19,496</u>	<u>461,084</u>	<u>881,574</u>
<u>\$ 104</u>	<u>\$ 215,741</u>	<u>\$ 37,257</u>	<u>\$ 445,762</u>	<u>\$ 270,843</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 2 OF 3)**

	STREET MAINTENANCE	REDEVELOPMENT ADMINISTRATION	CARSON CITY TRANSIT
Revenues:			
Taxes	\$ 2,168,528	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	1,481,646	5,379	950,509
Charges for services	150,067	-	96,000
Fines and forfeits	-	-	-
Miscellaneous	934	13,751	15,210
Total Revenues	<u>3,801,175</u>	<u>19,130</u>	<u>1,061,719</u>
Expenditures:			
Current:			
General government	-	575,477	-
Public safety	-	-	-
Judicial	-	-	-
Public works	3,593,474	-	1,097,656
Welfare	-	-	-
Health	-	-	-
Culture and recreation	-	-	-
Airport	-	-	-
Economic opportunity	-	-	-
Capital outlay	30,337	5,040	242,678
Total Expenditures	<u>3,623,811</u>	<u>580,517</u>	<u>1,340,334</u>
Excess (Deficiency) of Revenues over Expenditures	<u>177,364</u>	<u>(561,387)</u>	<u>(278,615)</u>
Other Financing Sources (Uses):			
Sale of capital assets	-	-	10,545
Transfers in	200,000	622,988	270,000
Transfers out	-	-	-
Total Other Financing Sources (Uses)	<u>200,000</u>	<u>622,988</u>	<u>280,545</u>
Net Change in Fund Balances	377,364	61,601	1,930
Fund Balances, July 1	<u>112,232</u>	<u>27,579</u>	<u>171,835</u>
Fund Balances, June 30	<u>\$ 489,596</u>	<u>\$ 89,180</u>	<u>\$ 173,765</u>

<u>COMMISSARY</u>	<u>V &amp; T SPECIAL INFRASTRUCTURE</u>	<u>CAMPO</u>	<u>AIRPORT</u>	<u>REGIONAL TRANSPORTATION</u>
\$ -	\$ 918,270	\$ -	\$ -	\$ 2,972,318
-	-	-	-	-
-	160,000	431,731	1,234,660	2,272,349
134,650	-	-	-	-
-	-	-	-	-
51,368	-	-	-	27,126
<u>186,018</u>	<u>1,078,270</u>	<u>431,731</u>	<u>1,234,660</u>	<u>5,271,793</u>
-	-	-	-	-
248,199	-	-	-	-
-	-	-	-	-
-	-	450,905	-	1,160,934
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	4,234	-
-	-	-	-	-
-	-	-	1,230,426	2,639,531
<u>248,199</u>	<u>-</u>	<u>450,905</u>	<u>1,234,660</u>	<u>3,800,465</u>
<u>(62,181)</u>	<u>1,078,270</u>	<u>(19,174)</u>	<u>-</u>	<u>1,471,328</u>
-	-	-	-	-
-	-	9,265	-	-
-	<u>(1,066,522)</u>	<u>-</u>	<u>-</u>	<u>(1,927,765)</u>
<u>-</u>	<u>(1,066,522)</u>	<u>9,265</u>	<u>-</u>	<u>(1,927,765)</u>
(62,181)	11,748	(9,909)	-	(456,437)
<u>153,050</u>	<u>158,725</u>	<u>15,286</u>	<u>-</u>	<u>484,821</u>
<u>\$ 90,869</u>	<u>\$ 170,473</u>	<u>\$ 5,377</u>	<u>\$ -</u>	<u>\$ 28,384</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 3 OF 3)**

	QUALITY OF LIFE	GRANT	TOTAL
Revenues:			
Taxes	\$ 1,836,591	\$ -	\$ 11,104,536
Licenses and permits	-	-	218,847
Intergovernmental revenues	873,916	5,170,441	12,667,971
Charges for services	-	20,563	401,280
Fines and forfeits	-	-	51,236
Miscellaneous	78,366	148,401	456,264
	<u>2,788,873</u>	<u>5,339,405</u>	<u>24,900,134</u>
Total Revenues			
Expenditures:			
Current:			
General government	-	79,366	718,020
Public safety	-	1,223,017	1,813,373
Judicial	-	219,608	289,187
Public works	-	-	6,302,969
Welfare	-	348,188	1,969,521
Health	-	2,211,094	2,211,094
Culture and recreation	1,008,251	303,712	2,092,707
Airport	-	-	4,234
Economic opportunity	-	304,571	304,571
Capital outlay	2,150,898	657,780	7,470,070
	<u>3,159,149</u>	<u>5,347,336</u>	<u>23,175,746</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>(370,276)</u>	<u>(7,931)</u>	<u>1,724,388</u>
Other Financing Sources (Uses):			
Sale of capital assets	-	-	10,545
Transfers in	-	-	1,147,253
Transfers out	(919,964)	-	(4,813,208)
	<u>(919,964)</u>	<u>-</u>	<u>(3,655,410)</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	<u>(1,290,240)</u>	<u>(7,931)</u>	<u>(1,931,022)</u>
Fund Balances, July 1	<u>8,943,476</u>	<u>479,024</u>	<u>12,790,029</u>
Fund Balances, June 30	<u>\$ 7,653,236</u>	<u>\$ 471,093</u>	<u>\$ 10,859,007</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, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Ad valorem	\$ 705,948	\$ 704,308	\$ (1,640)	\$ 726,422
Miscellaneous:				
Investment income	5,000	5,853	853	8,258
Total Revenues	<u>710,948</u>	<u>710,161</u>	<u>(787)</u>	<u>734,680</u>
Expenditures:				
Culture and recreation:				
Participant recreation:				
Salaries and wages	204,721	200,907	3,814	213,093
Employee benefits	89,696	86,719	2,977	81,559
Services and supplies	302,888	261,480	41,408	249,651
Capital outlay	<u>277,354</u>	<u>2,550</u>	<u>274,804</u>	<u>11,669</u>
Total Expenditures	<u>874,659</u>	<u>551,656</u>	<u>323,003</u>	<u>555,972</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(163,711)</u>	<u>158,505</u>	<u>322,216</u>	<u>178,708</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(15,000)	(15,000)	-	(115,000)
Carson City Debt Service Fund	<u>(136,550)</u>	<u>(136,550)</u>	<u>-</u>	<u>(167,505)</u>
Total Other Financing Sources (Uses)	<u>(151,550)</u>	<u>(151,550)</u>	<u>-</u>	<u>(282,505)</u>
Net Change in Fund Balances	(315,261)	6,955	322,216	(103,797)
Fund Balances, July 1	<u>440,432</u>	<u>440,432</u>	<u>-</u>	<u>544,229</u>
Fund Balances, June 30	<u>\$ 125,171</u>	<u>\$ 447,387</u>	<u>\$ 322,216</u>	<u>\$ 440,432</u>

**CARSON CITY  
COOPERATIVE EXTENSION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Ad valorem	\$ 180,931	\$ 180,294	\$ (637)	\$ 185,958
Miscellaneous:				
Refunds and reimbursements	220	11,762	11,542	22,218
Total Revenues	<u>181,151</u>	<u>192,056</u>	<u>10,905</u>	<u>208,176</u>
Expenditures:				
Culture and recreation:				
Cooperative extension:				
Salaries and wages	10,390	5,617	4,773	6,304
Employee benefits	438	168	270	287
Services and supplies	304,990	156,414	148,576	147,889
Total Expenditures	<u>315,818</u>	<u>162,199</u>	<u>153,619</u>	<u>154,480</u>
Excess (Deficiency) of Revenues over Expenditures	(134,667)	29,857	164,524	53,696
Fund Balances, July 1	<u>234,230</u>	<u>234,230</u>	-	<u>180,534</u>
Fund Balances, June 30	<u>\$ 99,563</u>	<u>\$ 264,087</u>	<u>\$ 164,524</u>	<u>\$ 234,230</u>

**CARSON CITY**  
**TRAFFIC TRANSPORTATION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Fines and forfeits:				
Fines:				
Court	\$ 70,000	\$ 51,236	\$ (18,764)	\$ 60,449
Miscellaneous:				
Investment income	-	38	38	40
Rents and royalties	15,000	13,523	(1,477)	13,724
Other	-	42	42	87
	<u>15,000</u>	<u>13,603</u>	<u>(1,397)</u>	<u>13,851</u>
Total Revenues	<u>85,000</u>	<u>64,839</u>	<u>(20,161)</u>	<u>74,300</u>
Expenditures:				
Public safety:				
Sheriff - parking enforcement:				
Salaries and wages	49,673	47,902	1,771	48,631
Employee benefits	21,391	20,344	1,047	19,699
Services and supplies	9,834	8,797	1,037	7,768
Total Expenditures	<u>80,898</u>	<u>77,043</u>	<u>3,855</u>	<u>76,098</u>
Excess (Deficiency) of Revenues over Expenditures	4,102	(12,204)	(16,306)	(1,798)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	-	20,000	20,000	-
Net Change in Fund Balances	4,102	7,796	3,694	(1,798)
Fund Balances, July 1	<u>817</u>	<u>(1,943)</u>	<u>(2,760)</u>	<u>(145)</u>
Fund Balances, June 30	<u>\$ 4,919</u>	<u>\$ 5,853</u>	<u>\$ 934</u>	<u>\$ (1,943)</u>



**CARSON CITY  
SUPPLEMENTAL INDIGENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Ad valorem	\$ 1,622,272	\$ 1,619,911	\$ (2,361)	\$ 1,670,740
Miscellaneous:				
Investment income	12,000	1,381	(10,619)	7,795
Total Revenues	<u>1,634,272</u>	<u>1,621,292</u>	<u>(12,980)</u>	<u>1,678,535</u>
Expenditures:				
Welfare:				
Institutional care:				
Services and supplies	<u>1,634,272</u>	<u>1,621,333</u>	<u>12,939</u>	<u>1,678,504</u>
Excess (Deficiency) of Revenues over Expenditures	-	(41)	(41)	31
Fund Balances, July 1	<u>-</u>	<u>145</u>	<u>145</u>	<u>114</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 104</u>	<u>\$ 104</u>	<u>\$ 145</u>

**CARSON CITY  
LIBRARY GIFT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Miscellaneous:				
Investment income	\$ 1,500	\$ 2,141	\$ 641	\$ 3,337
Donations and gifts	<u>67,711</u>	<u>74,056</u>	<u>6,345</u>	<u>149,711</u>
Total Revenues	<u>69,211</u>	<u>76,197</u>	<u>6,986</u>	<u>153,048</u>
Expenditures:				
Culture and recreation:				
Libraries:				
Services and supplies	215,000	69,439	145,561	97,166
Capital outlay	<u>30,983</u>	<u>-</u>	<u>30,983</u>	<u>82,261</u>
Total Expenditures	<u>245,983</u>	<u>69,439</u>	<u>176,544</u>	<u>179,427</u>
Excess (Deficiency) of Revenues over Expenditures	(176,772)	6,758	183,530	(26,379)
Fund Balances, July 1	<u>208,983</u>	<u>208,983</u>	-	<u>235,362</u>
Fund Balances, June 30	<u>\$ 32,211</u>	<u>\$ 215,741</u>	<u>\$ 183,530</u>	<u>\$ 208,983</u>

**CARSON CITY  
ADMINISTRATIVE ASSESSMENTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Intergovernmental revenues:				
State shared revenue:				
Administrative assessments	\$ 80,000	\$ 87,340	\$ 7,340	\$ 74,721
Expenditures:				
Judicial:				
Salaries and wages	-	-	-	470
Employee benefits	-	-	-	119
Services and supplies	94,496	69,579	24,917	59,720
Capital outlay	-	-	-	10,340
Total Expenditures	94,496	69,579	24,917	70,649
Excess (Deficiency) of Revenues over Expenditures	(14,496)	17,761	32,257	4,072
Fund Balances, July 1	19,496	19,496	-	15,424
Fund Balances, June 30	\$ 5,000	\$ 37,257	\$ 32,257	\$ 19,496

**CARSON CITY  
911 SURCHARGE FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2011</u>
Revenues:				
Licenses and permits:				
Franchise fees:				
Telephone	\$ 230,000	\$ 218,847	\$ (11,153)	\$ 225,998
Miscellaneous:				
Investment income	2,000	4,690	2,690	5,243
Total Revenues	<u>232,000</u>	<u>223,537</u>	<u>(8,463)</u>	<u>231,241</u>
Expenditures:				
Public Safety:				
Services and supplies	40,500	238,859	(198,359)	19,210
Capital outlay	<u>602,584</u>	<u>-</u>	<u>602,584</u>	<u>-</u>
Total Expenditures	<u>643,084</u>	<u>238,859</u>	<u>404,225</u>	<u>19,210</u>
Excess (Deficiency) of Revenues over Expenditures	(411,084)	(15,322)	395,762	212,031
Fund Balances, July 1	<u>461,084</u>	<u>461,084</u>	<u>-</u>	<u>249,053</u>
Fund Balances, June 30	<u><u>\$ 50,000</u></u>	<u><u>\$ 445,762</u></u>	<u><u>\$ 395,762</u></u>	<u><u>\$ 461,084</u></u>

**CARSON CITY  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Ad valorem	\$ 705,948	\$ 704,316	\$ (1,632)	\$ 726,416
Miscellaneous:				
Investment income	5,000	7,622	2,622	2,423
Total Revenues	<u>710,948</u>	<u>711,938</u>	<u>990</u>	<u>728,839</u>
Expenditures:				
General government:				
Services and supplies	-	63,177	(63,177)	8,990
Capital Outlay	646,618	433,519	213,099	-
	<u>646,618</u>	<u>496,696</u>	<u>149,922</u>	<u>8,990</u>
Public safety:				
Services and supplies	52,734	26,255	26,479	-
Capital outlay	7,600	-	7,600	-
	<u>60,334</u>	<u>26,255</u>	<u>34,079</u>	<u>-</u>
Public works:				
Capital outlay	67,393	67,393	-	-
Culture and recreation:				
Capital outlay	77,741	9,918	67,823	-
Total Expenditures	<u>852,086</u>	<u>600,262</u>	<u>251,824</u>	<u>8,990</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(141,138)</u>	<u>111,676</u>	<u>252,814</u>	<u>719,849</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	25,000	25,000	-	-
Capital Acquisition Fund	-	-	-	819,837
Carson City Debt Service Fund	(747,407)	(747,407)	-	(739,898)
Total Other Financing Sources (Uses)	<u>(722,407)</u>	<u>(722,407)</u>	<u>-</u>	<u>79,939</u>
Net Change in Fund Balances	<u>(863,545)</u>	<u>(610,731)</u>	<u>252,814</u>	<u>799,788</u>
Fund Balances, July 1	<u>881,574</u>	<u>881,574</u>	<u>-</u>	<u>81,786</u>
Fund Balances, June 30	<u>\$ 18,029</u>	<u>\$ 270,843</u>	<u>\$ 252,814</u>	<u>\$ 881,574</u>

**CARSON CITY  
STREET MAINTENANCE FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 346,987	\$ 331,917	\$ (15,070)	\$ 344,289
Sales tax, voter approved	1,766,794	1,836,611	69,817	1,807,437
	<u>2,113,781</u>	<u>2,168,528</u>	<u>54,747</u>	<u>2,151,726</u>
Intergovernmental revenues:				
Federal grants	216,569	216,558	(11)	42,753
State shared revenues:				
Motor vehicle fuel tax	1,225,978	1,191,019	(34,959)	1,219,289
Other local government grants	71,044	74,069	3,025	-
	<u>1,513,591</u>	<u>1,481,646</u>	<u>(31,945)</u>	<u>1,262,042</u>
Charges for services	140,000	150,067	10,067	50,083
Miscellaneous:				
Investment income	1,500	32	(1,468)	(83)
Refunds and reimbursements	-	902	902	1,739
	<u>1,500</u>	<u>934</u>	<u>(566)</u>	<u>1,656</u>
Total Revenues	<u>3,768,872</u>	<u>3,801,175</u>	<u>32,303</u>	<u>3,465,507</u>
Expenditures:				
Public works:				
Salaries and wages	1,241,204	1,215,925	25,279	1,301,002
Employee benefits	479,333	451,783	27,550	445,657
Services and supplies	2,063,335	1,925,766	137,569	2,015,435
Capital outlay	200,000	30,337	169,663	988
	<u>3,983,872</u>	<u>3,623,811</u>	<u>360,061</u>	<u>3,763,082</u>
Total Expenditures	<u>3,983,872</u>	<u>3,623,811</u>	<u>360,061</u>	<u>3,763,082</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(215,000)</u>	<u>177,364</u>	<u>392,364</u>	<u>(297,575)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Regional Transportation Fund	275,000	200,000	(75,000)	(115,000)
Contingency	(60,000)	-	60,000	-
	<u>215,000</u>	<u>200,000</u>	<u>(15,000)</u>	<u>(115,000)</u>
Total Other Financing Sources (Uses)	<u>215,000</u>	<u>200,000</u>	<u>(15,000)</u>	<u>(115,000)</u>
Net Change in Fund Balances	-	377,364	377,364	(412,575)
Fund Balances, July 1	100,000	112,232	12,232	524,807
Fund Balances, June 30	<u>\$ 100,000</u>	<u>\$ 489,596</u>	<u>\$ 389,596</u>	<u>\$ 112,232</u>

**CARSON CITY  
REDEVELOPMENT ADMINISTRATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ 717,950
Intergovernmental revenues:				
Other local government grants	-	5,379	5,379	5,379
Miscellaneous:				
Investment income	5,000	2,251	(2,749)	1,068
Other	11,000	11,500	500	10,892
	<u>16,000</u>	<u>13,751</u>	<u>(2,249)</u>	<u>11,960</u>
Total Revenues	<u>16,000</u>	<u>19,130</u>	<u>3,130</u>	<u>735,289</u>
Expenditures:				
General government:				
Salaries and wages	175,298	170,119	5,179	270,536
Employee benefits	74,755	67,250	7,505	96,550
Services and supplies	366,782	338,108	28,674	413,047
Capital outlay	-	5,040	(5,040)	-
	<u>616,835</u>	<u>580,517</u>	<u>36,318</u>	<u>780,133</u>
Total Expenditures	<u>616,835</u>	<u>580,517</u>	<u>36,318</u>	<u>780,133</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(600,835)</u>	<u>(561,387)</u>	<u>39,448</u>	<u>(44,844)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	<u>622,988</u>	<u>622,988</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	22,153	61,601	39,448	(44,844)
Fund Balances, July 1	<u>18,252</u>	<u>27,579</u>	<u>9,327</u>	<u>72,423</u>
Fund Balances, June 30	<u>\$ 40,405</u>	<u>\$ 89,180</u>	<u>\$ 48,775</u>	<u>\$ 27,579</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, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 901,815	\$ 854,006	\$ (47,809)	\$ 720,949
State grants	86,000	96,503	10,503	72,625
Other local government grants:				
Interlocal cooperative agreements	-	-	-	1,600
	<u>987,815</u>	<u>950,509</u>	<u>(37,306)</u>	<u>795,174</u>
Charges for services:				
Ticket sales	<u>85,000</u>	<u>96,000</u>	<u>11,000</u>	<u>87,881</u>
Miscellaneous:				
Investment income	2,000	1,150	(850)	2,231
Rents and royalties	10,000	12,020	2,020	2,703
Refunds and reimbursements	-	2,040	2,040	1,564
	<u>12,000</u>	<u>15,210</u>	<u>3,210</u>	<u>6,498</u>
Total Revenues	<u>1,084,815</u>	<u>1,061,719</u>	<u>(23,096)</u>	<u>889,553</u>
Expenditures:				
Public works:				
Transit system:				
Salaries and wages	61,868	46,942	14,926	-
Employee benefits	29,130	27,918	1,212	-
Services and supplies	1,058,372	1,022,796	35,576	965,441
Capital outlay	250,000	242,678	7,322	201,837
Total Expenditures	<u>1,399,370</u>	<u>1,340,334</u>	<u>59,036</u>	<u>1,167,278</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(314,555)</u>	<u>(278,615)</u>	<u>35,940</u>	<u>(277,725)</u>
Other Financing Sources (Uses):				
Sale of capital assets	-	10,545	10,545	-
Transfers in (out):				
General Fund	<u>270,000</u>	<u>270,000</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources and (Uses)	<u>270,000</u>	<u>280,545</u>	<u>10,545</u>	<u>-</u>
Net Change in Fund Balances	<u>(44,555)</u>	<u>1,930</u>	<u>46,485</u>	<u>(277,725)</u>
Fund Balances, July 1	<u>381,352</u>	<u>171,835</u>	<u>(209,517)</u>	<u>449,560</u>
Fund Balances, June 30	<u>\$ 336,797</u>	<u>\$ 173,765</u>	<u>\$ (163,032)</u>	<u>\$ 171,835</u>



**CARSON CITY  
COMMISSARY FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Charges for Services:				
Public safety:				
Commissary sales	\$ 120,000	\$ 134,650	\$ 14,650	\$ 138,739
Miscellaneous:				
Investment income	3,000	1,118	(1,882)	2,049
Rents and royalties	30,000	48,553	18,553	35,019
Donations and gifts	-	283	283	1,406
Other	-	1,414	1,414	595
	<u>33,000</u>	<u>51,368</u>	<u>18,368</u>	<u>39,069</u>
Total Revenues	<u>153,000</u>	<u>186,018</u>	<u>33,018</u>	<u>177,808</u>
Expenditures:				
Public safety:				
Salaries and wages	56,881	72,036	(15,155)	56,124
Employee benefits	19,656	18,015	1,641	17,686
Services and supplies	185,481	158,148	27,333	156,038
	<u>262,018</u>	<u>248,199</u>	<u>13,819</u>	<u>229,848</u>
Excess (Deficiency) of Revenues over Expenditures	(109,018)	(62,181)	46,837	(52,040)
Fund Balances, July 1	<u>153,050</u>	<u>153,050</u>	-	<u>205,090</u>
Fund Balances, June 30	<u><u>\$ 44,032</u></u>	<u><u>\$ 90,869</u></u>	<u><u>\$ 46,837</u></u>	<u><u>\$ 153,050</u></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, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Sales tax	\$ 882,015	\$ 918,270	\$ 36,255	\$ 904,113
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	160,000	160,000	-	250,000
Miscellaneous:				
Investment income	-	-	-	70
Total Revenues	1,042,015	1,078,270	36,255	1,154,183
Expenditures:				
General government:				
Services and supplies	1,250	-	1,250	-
Excess (Deficiency) of Revenues over Expenditures	1,040,765	1,078,270	37,505	1,154,183
Other Financing Sources (Uses):				
Transfers in (out):				
Carson City Debt Service Fund	(1,151,781)	(1,066,522)	85,259	(1,080,007)
Net Change in Fund Balances	(111,016)	11,748	122,764	74,176
Fund Balances, July 1	158,725	158,725	-	84,549
Fund Balances, June 30	\$ 47,709	\$ 170,473	\$ 122,764	\$ 158,725

**CARSON CITY  
CAMPO FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 430,602	\$ 421,920	\$ (8,682)	\$ 539,522
State grants	-	-	-	3,710
Other local government grants:				
Interlocal cooperative agreements	9,811	9,811	-	8,609
Total Revenues	<u>440,413</u>	<u>431,731</u>	<u>(8,682)</u>	<u>551,841</u>
Expenditures:				
Public works:				
Services and supplies	464,964	450,905	14,059	578,746
Excess (Deficiency) of Revenues over Expenditures	<u>(24,551)</u>	<u>(19,174)</u>	<u>5,377</u>	<u>(26,905)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Regional Transportation Fund	9,265	9,265	-	30,426
Net Change in Fund Balances	(15,286)	(9,909)	5,377	3,521
Fund Balances, July 1	<u>15,286</u>	<u>15,286</u>	<u>-</u>	<u>11,765</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 5,377</u>	<u>\$ 5,377</u>	<u>\$ 15,286</u>

**CARSON CITY  
AIRPORT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Intergovernmental revenues:				
Federal grant, FAA	\$ 1,177,823	\$ 1,173,139	\$ (4,684)	\$ 2,551,472
Other local shared revenues:				
CC Airport Authority	61,777	61,521	(256)	92,413
Total Revenues	<u>1,239,600</u>	<u>1,234,660</u>	<u>(4,940)</u>	<u>2,643,885</u>
Expenditures:				
Airport:				
Services and supplies	4,064	4,234	(170)	47,506
Capital outlay	1,235,536	1,230,426	5,110	2,596,379
Total Expenditures	<u>1,239,600</u>	<u>1,234,660</u>	<u>4,940</u>	<u>2,643,885</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>

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**CARSON CITY  
REGIONAL TRANSPORTATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 3,106,949	\$ 2,972,318	\$ (134,631)	\$ 3,083,110
Intergovernmental revenues:				
Federal grants	3,127,106	2,024,539	(1,102,567)	182,399
State grants	991,542	202,683	(788,859)	-
Other local government grants: Interlocal cooperative agreements	45,127	45,127	-	45,127
	<u>4,163,775</u>	<u>2,272,349</u>	<u>(1,891,426)</u>	<u>227,526</u>
Miscellaneous:				
Investment income	15,000	383	(14,617)	1,217
Refunds and reimbursements	-	26,743	26,743	4,992
	<u>15,000</u>	<u>27,126</u>	<u>12,126</u>	<u>6,209</u>
Total Revenues	<u>7,285,724</u>	<u>5,271,793</u>	<u>(2,013,931)</u>	<u>3,316,845</u>
Expenditures:				
Public works:				
Paved streets:				
Employee benefits	48,404	21,873	26,531	84,369
Services and supplies	1,070,150	1,139,061	(68,911)	455,464
Capital outlay	4,550,510	2,639,531	1,910,979	3,310,467
Total Expenditures	<u>5,669,064</u>	<u>3,800,465</u>	<u>1,868,599</u>	<u>3,850,300</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,616,660</u>	<u>1,471,328</u>	<u>(145,332)</u>	<u>(533,455)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Street Maintenance Fund	(275,000)	(200,000)	75,000	115,000
Campo Fund	(9,265)	(9,265)	-	(30,426)
Carson City Debt Service Fund	(1,718,500)	(1,718,500)	-	(1,718,509)
Total Other Financing Sources (Uses)	<u>(2,002,765)</u>	<u>(1,927,765)</u>	<u>75,000</u>	<u>(1,633,935)</u>
Net Change in Fund Balances	<u>(386,105)</u>	<u>(456,437)</u>	<u>(70,332)</u>	<u>(2,167,390)</u>
Fund Balances, July 1	<u>484,821</u>	<u>484,821</u>	<u>-</u>	<u>2,652,211</u>
Fund Balances, June 30	<u>\$ 98,716</u>	<u>\$ 28,384</u>	<u>\$ (70,332)</u>	<u>\$ 484,821</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, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Sales tax, voter approved	\$ 1,768,282	\$ 1,836,591	\$ 68,309	\$ 1,807,438
Intergovernmental revenues:				
Federal grants	1,330,140	873,916	(456,224)	368,785
State grants	-	-	-	1,145,000
Other local government grants:				
Interlocal cooperative agreements	-	-	-	19,913
	<u>1,330,140</u>	<u>873,916</u>	<u>(456,224)</u>	<u>1,533,698</u>
Miscellaneous:				
Investment income	100,000	78,331	(21,669)	123,351
Other	-	35	35	-
	<u>100,000</u>	<u>78,366</u>	<u>(21,634)</u>	<u>123,351</u>
Total Revenues	<u>3,198,422</u>	<u>2,788,873</u>	<u>(409,549)</u>	<u>3,464,487</u>
Expenditures:				
Culture and recreation:				
Park maintenance:				
Salaries and wages	110,448	137,864	(27,416)	92,478
Employee benefits	26,022	24,222	1,800	21,987
Services and supplies	255,349	233,768	21,581	215,552
Capital outlay	-	1,935	(1,935)	14,203
	<u>391,819</u>	<u>397,789</u>	<u>(5,970)</u>	<u>344,220</u>
Parks capital:				
Salaries and wages	14,827	15,912	(1,085)	15,534
Employee benefits	676	-	676	-
Services and supplies	51,022	73,980	(22,958)	48,713
Capital outlay	6,477,364	393,469	6,083,895	20,889
	<u>6,543,889</u>	<u>483,361</u>	<u>6,060,528</u>	<u>85,136</u>
Quality of life:				
Salaries and wages	212,337	221,692	(9,355)	216,542
Employee benefits	81,291	77,277	4,014	74,320
Services and supplies	829,579	223,536	606,043	274,733
Capital outlay	2,916,426	1,755,494	1,160,932	3,662,307
	<u>4,039,633</u>	<u>2,277,999</u>	<u>1,761,634</u>	<u>4,227,902</u>
Total Expenditures	<u>10,975,341</u>	<u>3,159,149</u>	<u>7,816,192</u>	<u>4,657,258</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, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Excess (Deficiency) of Revenues over Expenditures	\$ (7,776,919)	\$ (370,276)	\$ 7,406,643	\$ (1,192,771)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(72,411)	(28,387)	44,024	(69,556)
Carson City Debt Service Fund	(891,577)	(891,577)	-	(969,099)
Total Other Financing Sources (Uses)	(963,988)	(919,964)	44,024	(1,038,655)
Net Change in Fund Balances	(8,740,907)	(1,290,240)	7,450,667	(2,231,426)
Fund Balances, July 1	8,943,476	8,943,476	-	11,174,902
Fund Balances, June 30	\$ 202,569	\$ 7,653,236	\$ 7,450,667	\$ 8,943,476



**CARSON CITY  
GRANT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 5,160,806	\$ 4,456,354	\$ (704,452)	\$ 4,980,066
State grants	761,088	572,199	(188,889)	513,381
Other local government grants:				
Interlocal cooperative agreements	246,628	141,888	(104,740)	58,270
	<u>6,168,522</u>	<u>5,170,441</u>	<u>(998,081)</u>	<u>5,551,717</u>
Charges for services	-	20,563	20,563	-
Miscellaneous:				
Donations and gifts	5,200	127,278	122,078	36,788
Other	30,200	21,123	(9,077)	22,451
	<u>35,400</u>	<u>148,401</u>	<u>113,001</u>	<u>59,239</u>
Total Revenues	<u>6,203,922</u>	<u>5,339,405</u>	<u>(864,517)</u>	<u>5,610,956</u>
Expenditures:				
General government:				
Services and supplies	144,248	79,366	64,882	64,530
Public safety:				
Salaries and wages	93,017	90,426	2,591	98,831
Employee benefits	47,291	8,828	38,463	46,098
Services and supplies	1,152,544	1,123,763	28,781	824,619
Capital outlay	69,154	50,000	19,154	65,995
	<u>1,362,006</u>	<u>1,273,017</u>	<u>88,989</u>	<u>1,035,543</u>
Judicial:				
Salaries and wages	89,028	87,769	1,259	91,668
Employee benefits	53,648	46,725	6,923	50,046
Services and supplies	78,554	85,114	(6,560)	64,159
	<u>221,230</u>	<u>219,608</u>	<u>1,622</u>	<u>205,873</u>
Welfare:				
Salaries and wages	111,988	80,650	31,338	86,032
Employee benefits	47,915	41,290	6,625	31,979
Services and supplies	253,710	226,248	27,462	168,202
	<u>413,613</u>	<u>348,188</u>	<u>65,425</u>	<u>286,213</u>
Health:				
Salaries and wages	1,145,573	1,101,065	44,508	1,153,228
Employee benefits	380,440	328,613	51,827	298,951
Services and supplies	1,097,493	781,416	316,077	795,365
Capital outlay	-	16,556	(16,556)	-
	<u>2,623,506</u>	<u>2,227,650</u>	<u>395,856</u>	<u>2,247,544</u>

**CARSON CITY  
GRANT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Culture and recreation:				
Salaries and wages	\$ 38,426	\$ 38,154	\$ 272	\$ -
Employee benefits	12,833	13,443	(610)	-
Services and supplies	332,625	252,115	80,510	252,987
Capital outlay	436,050	392,060	43,990	54,185
	<u>819,934</u>	<u>695,772</u>	<u>124,162</u>	<u>307,172</u>
Economic opportunity:				
Salaries and wages	-	-	-	5,212
Employee benefits	-	-	-	126
Services and supplies	728,101	304,571	423,530	321,619
Capital outlay	-	199,164	(199,164)	724,644
	<u>728,101</u>	<u>503,735</u>	<u>224,366</u>	<u>1,051,601</u>
Total Expenditures	<u>6,312,638</u>	<u>5,347,336</u>	<u>965,302</u>	<u>5,198,476</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(108,716)</u>	<u>(7,931)</u>	<u>100,785</u>	<u>412,480</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	<u>(370,308)</u>	<u>-</u>	<u>370,308</u>	<u>-</u>
Net Change in Fund Balances	<u>(479,024)</u>	<u>(7,931)</u>	<u>471,093</u>	<u>412,480</u>
Fund Balances, July 1	<u>479,024</u>	<u>479,024</u>	<u>-</u>	<u>66,544</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 471,093</u>	<u>\$ 471,093</u>	<u>\$ 479,024</u>

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## DEBT SERVICE FUNDS

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

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### 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, 2012**

	CARSON CITY DEBT	REDEVELOPMENT DEBT	TOTAL
<b>ASSETS</b>			
Cash and investments	\$ 511,104	\$ 374,094	\$ 885,198
Taxes receivable, delinquent	-	153,712	153,712
Prepaid items	500	-	500
Total Assets	\$ 511,604	\$ 527,806	\$ 1,039,410
<b>LIABILITIES</b>			
Deferred revenue	\$ -	\$ 102,306	\$ 102,306
<b>FUND BALANCES</b>			
Nonspendable:			
Prepaid items	500	-	500
Restricted for:			
Redevelopment	-	425,500	425,500
Assigned to:			
Debt service	511,104	-	511,104
Total Fund Balances	511,604	425,500	937,104
Total Liabilities and Fund Balances	\$ 511,604	\$ 527,806	\$ 1,039,410

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	<u>CARSON CITY DEBT</u>	<u>REDEVELOPMENT DEBT</u>	<u>TOTAL</u>
Revenues:			
Taxes	\$          2	\$      1,861,723	\$      1,861,725
Intergovernmental revenues	410,338	-	410,338
Miscellaneous	18,183	5,401	23,584
	<u>428,523</u>	<u>1,867,124</u>	<u>2,295,647</u>
Total Revenues			
Expenditures:			
Debt service:			
Principal	3,821,817	274,100	4,095,917
Interest	3,744,309	90,019	3,834,328
Fiscal charges	1,424	100	1,524
	<u>7,567,550</u>	<u>364,219</u>	<u>7,931,769</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>(7,139,027)</u>	<u>1,502,905</u>	<u>(5,636,122)</u>
Other Financing Sources (Uses):			
Transfers in	6,943,566	-	6,943,566
Transfers out	-	(1,372,988)	(1,372,988)
	<u>6,943,566</u>	<u>(1,372,988)</u>	<u>5,570,578</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	(195,461)	129,917	(65,544)
Fund Balances, July 1	<u>707,065</u>	<u>295,583</u>	<u>1,002,648</u>
Fund Balances, June 30	<u>\$      511,604</u>	<u>\$      425,500</u>	<u>\$      937,104</u>

**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, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Ad valorem	\$ -	\$ 2	\$ 2	\$ 2
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	410,338	410,338	-	407,268
Miscellaneous:				
Investment income	40,000	18,183	(21,817)	17,941
Rents and royalties	120,000	-	(120,000)	30,001
	160,000	18,183	(141,817)	47,942
Total Revenues	570,338	428,523	(141,815)	455,212
Expenditures:				
Debt service:				
General obligation bonds:				
Principal	2,654,326	2,654,326	-	2,623,404
Interest	2,723,207	2,723,207	-	2,846,241
	5,377,533	5,377,533	-	5,469,645
Revenue bonds:				
Principal	741,400	741,400	-	643,900
Interest	977,100	977,100	-	1,074,609
	1,718,500	1,718,500	-	1,718,509
Notes payable:				
Principal	426,091	426,091	-	406,070
Interest	44,002	44,002	-	58,556
	470,093	470,093	-	464,626
Fiscal charges	6,500	1,424	5,076	148,632
Total Expenditures	7,572,626	7,567,550	5,076	7,801,412
Excess (Deficiency) of Revenues over Expenditures	(7,002,288)	(7,139,027)	(136,739)	(7,346,200)

**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, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Other Financing Sources (Uses):				
Refunding bonds issued	\$ -	\$ -	\$ -	\$ 5,360,000
Premium on refunding bonds	-	-	-	158,476
Payment to refunded bond escrow agent	-	-	-	(5,386,577)
Transfers in (out):				
General Fund	2,383,010	2,383,010	-	2,374,786
Senior Citizens Center Fund	136,550	136,550	-	167,505
Regional Transportation Fund	1,718,500	1,718,500	-	1,718,509
Capital Projects Fund	747,407	747,407	-	739,898
V & T Special Infrastructure Fund	1,116,544	1,066,522	(50,022)	1,080,007
Quality of Life Fund	891,577	891,577	-	969,099
Total Other Financing Sources (Uses)	<u>6,993,588</u>	<u>6,943,566</u>	<u>(50,022)</u>	<u>7,181,703</u>
Net Change in Fund Balances	(8,700)	(195,461)	(186,761)	(164,497)
Fund Balances, July 1	<u>826,912</u>	<u>707,065</u>	<u>(119,847)</u>	<u>871,562</u>
Fund Balances, June 30	<u><u>\$ 818,212</u></u>	<u><u>\$ 511,604</u></u>	<u><u>\$ (306,608)</u></u>	<u><u>\$ 707,065</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, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Ad valorem	\$ 1,660,984	\$ 1,861,723	\$ 200,739	\$ 1,305,525
Miscellaneous				
Investment income	15,000	5,401	(9,599)	7,506
Total Revenues	<u>1,675,984</u>	<u>1,867,124</u>	<u>191,140</u>	<u>1,313,031</u>
Expenditures:				
Debt service:				
Principal	274,100	274,100	-	251,300
Interest	90,019	90,019	-	105,596
Fiscal charges	500	100	400	53,258
Total Expenditures	<u>364,619</u>	<u>364,219</u>	<u>400</u>	<u>410,154</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,311,365</u>	<u>1,502,905</u>	<u>191,540</u>	<u>902,877</u>
Other Financing Sources (Uses):				
Refunding bonds issued	-	-	-	1,850,000
Premium on refunding bonds	-	-	-	67,767
Payment to refunded bond escrow agent	-	-	-	(1,858,125)
Transfers in (out):				
Redevelopment Administration Fund	(622,988)	(622,988)	-	-
Redevelopment Revolving Fund	(750,000)	(750,000)	-	(844,669)
Total Other Financing Sources (Uses)	<u>(1,372,988)</u>	<u>(1,372,988)</u>	<u>-</u>	<u>(785,027)</u>
Net Change in Fund Balances	(61,623)	129,917	191,540	117,850
Fund Balances, July 1	<u>295,583</u>	<u>295,583</u>	<u>-</u>	<u>177,733</u>
Fund Balances, June 30	<u>\$ 233,960</u>	<u>\$ 425,500</u>	<u>\$ 191,540</u>	<u>\$ 295,583</u>

## CAPITAL PROJECTS FUNDS

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

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### **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, 2012**

	CAPITAL FACILITIES	RESIDENTIAL CONSTRUCTION	REDEVELOPMENT REVOLVING	TOTAL
<b>ASSETS</b>				
Cash and investments:	\$ 13,936	\$ 310,500	\$ 2,511,958	\$ 2,836,394
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 29,351	\$ 2,418,287	\$ 2,447,638
Accrued salaries and benefits	-	2,033	-	2,033
Total Liabilities	-	31,384	2,418,287	2,449,671
<b>FUND BALANCES</b>				
Restricted for:				
Culture and recreation	-	279,116	-	279,116
Redevelopment	-	-	93,671	93,671
Assigned to:				
Capital projects	13,936	-	-	13,936
Total Fund Balances	13,936	279,116	93,671	386,723
Total Liabilities and Fund Balances	\$ 13,936	\$ 310,500	\$ 2,511,958	\$ 2,836,394

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	<u>CAPITAL FACILITIES</u>	<u>RESIDENTIAL CONSTRUCTION</u>	<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
Revenues:				
Taxes	\$ -	\$ 38,223	\$ -	\$ 38,223
Miscellaneous	142	3,353	24,929	28,424
Total Revenues	<u>142</u>	<u>41,576</u>	<u>24,929</u>	<u>66,647</u>
Expenditures:				
Current:				
Public safety	2,231	-	-	2,231
Culture and recreation	-	37,194	-	37,194
Community support	-	-	2,616,536	2,616,536
Capital outlay:				
Culture and recreation	-	62,545	-	62,545
Total Expenditures	<u>2,231</u>	<u>99,739</u>	<u>2,616,536</u>	<u>2,718,506</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,089)</u>	<u>(58,163)</u>	<u>(2,591,607)</u>	<u>(2,651,859)</u>
Other Financing Sources (Uses):				
Transfers in	-	-	750,000	750,000
Transfers out	-	-	(480,000)	(480,000)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>270,000</u>	<u>270,000</u>
Net Change in Fund Balances	<u>(2,089)</u>	<u>(58,163)</u>	<u>(2,321,607)</u>	<u>(2,381,859)</u>
Fund Balances, July 1	<u>16,025</u>	<u>337,279</u>	<u>2,415,278</u>	<u>2,768,582</u>
Fund Balances, June 30	<u>\$ 13,936</u>	<u>\$ 279,116</u>	<u>\$ 93,671</u>	<u>\$ 386,723</u>

**CARSON CITY  
CAPITAL FACILITIES FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Miscellaneous:				
Investment income	\$ -	\$ 142	\$ 142	\$ 547
Expenditures:				
General government:				
Capital outlay	10,756	-	10,756	-
Public safety:				
Services and supplies	5,269	2,231	3,038	2,231
Total Expenditures	16,025	2,231	13,794	2,231
Excess (Deficiency) of Revenues over Expenditures	(16,025)	(2,089)	13,936	(1,684)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	-	-	-	(53,504)
Net Change in Fund Balances	(16,025)	(2,089)	13,936	(55,188)
Fund Balances, July 1	16,025	16,025	-	71,213
Fund Balances, June 30	\$ -	\$ 13,936	\$ 13,936	\$ 16,025

**CARSON CITY**  
**RESIDENTIAL CONSTRUCTION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Taxes:				
Park residential construction tax	\$ 20,000	\$ 38,223	\$ 18,223	\$ 43,291
Miscellaneous:				
Refunds and reimbursements	-	-	-	1,403
Investment income	1,000	3,353	2,353	4,832
	<u>1,000</u>	<u>3,353</u>	<u>2,353</u>	<u>6,235</u>
Total Revenues	<u>21,000</u>	<u>41,576</u>	<u>20,576</u>	<u>49,526</u>
Expenditures:				
Culture and recreation:				
Parks:				
Salaries and wages	25,824	25,861	(37)	26,197
Employee benefits	11,509	10,957	552	10,481
Services and supplies	3,663	376	3,287	6,008
	<u>40,996</u>	<u>37,194</u>	<u>3,802</u>	<u>42,686</u>
Capital outlay:				
BMX Lighting	28,695	3,000	25,695	1,056
Urban Fishing Pond	38,841	16,573	22,268	-
Trail Improvements	18,529	-	18,529	-
Governors Field Expansion	17,434	-	17,434	-
Community Center Theatre Improv	23,656	-	23,656	-
Concr Playground Border	8,235	-	8,235	-
Carson River Park Phase 1 & 2	42,965	42,589	376	6,231
Nv Landmark Soc / Rbts Hse	101,331	383	100,948	-
Other projects	32,597	-	32,597	-
	<u>312,283</u>	<u>62,545</u>	<u>249,738</u>	<u>7,287</u>
Total Expenditures	<u>353,279</u>	<u>99,739</u>	<u>253,540</u>	<u>49,973</u>
Excess (Deficiency) of Revenues over Expenditures	(332,279)	(58,163)	274,116	(447)
Fund Balances, July 1	<u>337,279</u>	<u>337,279</u>	-	<u>337,726</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 279,116</u>	<u>\$ 274,116</u>	<u>\$ 337,279</u>

**CARSON CITY**  
**REDEVELOPMENT REVOLVING FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Revenues:				
Miscellaneous:				
Investment income	\$ 20,000	\$ 24,929	\$ 4,929	\$ 37,674
Expenditures:				
Community support:				
Redevelopment:				
Services and supplies	3,103,750	2,616,536	487,214	838,749
Capital outlay	50,000	-	50,000	-
Total Expenditures	3,153,750	2,616,536	537,214	838,749
Excess (Deficiency) of Revenues over Expenditures	(3,133,750)	(2,591,607)	542,143	(801,075)
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	750,000	750,000	-	844,669
General Fund	-	(480,000)	(480,000)	-
Total Other Financing Sources (Uses)	750,000	270,000	(480,000)	844,669
Net Change in Fund Balances	(2,383,750)	(2,321,607)	62,143	43,594
Fund Balances, July 1	2,415,278	2,415,278	-	2,371,684
Fund Balances, June 30	\$ 31,528	\$ 93,671	\$ 62,143	\$ 2,415,278

## ENTERPRISE FUNDS

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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.

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### 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.



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**CARSON CITY  
SEWER FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 7,559,803	\$ 7,277,208	\$ (282,595)	\$ 6,743,523
Operating Expenses:				
Salaries and wages	1,360,510	1,352,762	7,748	1,247,128
Employee benefits	623,713	552,511	71,202	521,132
Services and supplies	2,966,932	2,838,110	128,822	3,121,230
Depreciation	3,250,000	3,048,829	201,171	3,003,662
Total Operating Expenses	8,201,155	7,792,212	408,943	7,893,152
Operating Income (Loss)	(641,352)	(515,004)	126,348	(1,149,629)
Nonoperating Revenues (Expenses):				
Investment income	75,000	23,255	(51,745)	32,395
Miscellaneous	1,415,000	1,410,000	(5,000)	750
Interest expense	(666,762)	(478,666)	188,096	(545,118)
Federal interest subsidy	-	1,018	1,018	1,414
Gain (loss) on sales of capital assets	(10,000)	(34,297)	(24,297)	(3,074)
Bond issuance costs	(152,200)	(16,244)	135,956	(22,478)
Total Nonoperating Revenues (Expenses)	661,038	905,066	244,028	(536,111)
Income (Loss) Before Transfers and Contributions	19,686	390,062	370,376	(1,685,740)
Capital Contributions:				
Capital grants	381,536	57,046	(324,490)	181,155
Developers	-	11,836	11,836	69,016
Connection fees	25,000	21,003	(3,997)	45,295
Total Capital Contributions	406,536	89,885	(316,651)	295,466
Transfers out	-	-	-	(28,989)
Change in Net Assets	\$ 426,222	479,947	\$ 53,725	(1,419,263)
Net Assets, July 1		53,267,125		54,686,388
Net Assets, June 30		\$ 53,747,072		\$ 53,267,125

**CARSON CITY  
SEWER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 7,559,803	\$ 7,199,651	\$ (360,152)	\$ 6,672,122
Cash payments for personnel costs	(1,984,223)	(1,823,729)	160,494	(1,749,763)
Cash payments for services and supplies	(2,966,932)	(2,889,242)	77,690	(2,911,775)
Miscellaneous cash received	1,415,000	1,410,000	(5,000)	750
 Net Cash Provided (Used) by Operating Activities	 4,023,648	 3,896,680	 (126,968)	 2,011,334
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	-	4,399,004	4,399,004	3,442,548
Connection fees	25,000	21,003	(3,997)	45,295
Acquisition of capital assets	-	(4,929,657)	(4,929,657)	(1,929,386)
Principal paid on capital debt	-	(1,744,634)	(1,744,634)	(2,926,670)
Interest paid on capital debt	(666,762)	(496,624)	170,138	(552,016)
Bond issuance costs	(152,200)	(43,120)	109,080	(122,563)
Federal interest subsidy	-	1,018	1,018	1,414
Subsidy from grant	-	57,046	57,046	181,155
 Net Cash Provided (Used) by Capital and Related Financing Activities	 (793,962)	 (2,735,964)	 (1,942,002)	 (1,860,223)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	75,000	23,255	(51,745)	32,395
 Net Increase (Decrease) in Cash and Cash Equivalents	 3,304,686	 1,183,971	 (2,120,715)	 183,506
Cash and Cash Equivalents, July 1	2,215,075	2,215,075	-	2,031,569
Cash and Cash Equivalents, June 30	<u>\$ 5,519,761</u>	<u>\$ 3,399,046</u>	<u>\$ (2,120,715)</u>	<u>\$ 2,215,075</u>

**CARSON CITY  
SEWER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (641,352)	\$ (515,004)	\$ 126,348	\$ (1,149,629)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	3,250,000	3,048,829	(201,171)	3,003,662
Nonoperating revenues	1,415,000	1,410,000	(5,000)	750
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(78,025)	(78,025)	(70,800)
Due from other governments	-	(11,941)	(11,941)	1,079
Due from other funds	-	-	-	24,169
Prepaid items	-	(31,860)	(31,860)	16,519
Increase (decrease) in:				
Accounts payable	-	(5,000)	(5,000)	168,177
Accrued salaries and benefits	-	13,296	13,296	7,374
Due to other governments	-	(2,331)	(2,331)	(489)
Unearned revenue	-	1,018	1,018	
Connection deposits	-	(550)	(550)	(601)
Accrued compensated absences	-	13,402	13,402	(40,781)
Net OPEB Obligation	-	54,846	54,846	51,904
Total Adjustments	4,665,000	4,411,684	(253,316)	3,160,963
Net Cash Provided (Used) by Operating Activities	\$ 4,023,648	\$ 3,896,680	\$ (126,968)	\$ 2,011,334
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 113,529		\$ 610,262
Retainage payable on construction of capital assets		79,520		45,515
Contributed capital assets		11,836		69,016
Capital transfers between enterprise funds		-		(28,989)

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**CARSON CITY  
WATER FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 12,180,804	\$ 11,973,014	\$ (207,790)	\$ 11,146,595
Other charges	184,827	177,115	(7,712)	171,787
Total Operating Revenues	<u>12,365,631</u>	<u>12,150,129</u>	<u>(215,502)</u>	<u>11,318,382</u>
Operating Expenses:				
Salaries and wages	1,411,503	1,352,240	59,263	1,545,747
Employee benefits	710,799	614,999	95,800	659,533
Services and supplies	5,542,235	5,026,503	515,732	5,370,151
Depreciation and amortization	2,750,000	2,688,152	61,848	2,493,952
Total Operating Expenses	<u>10,414,537</u>	<u>9,681,894</u>	<u>732,643</u>	<u>10,069,383</u>
Operating Income (Loss)	<u>1,951,094</u>	<u>2,468,235</u>	<u>517,141</u>	<u>1,248,999</u>
Nonoperating Revenues (Expenses):				
Investment income	60,000	18,121	(41,879)	6,039
Miscellaneous	10,500	667,538	657,038	10
Interest expense	(2,088,038)	(1,834,407)	253,631	(1,885,273)
Federal interest subsidy	241,579	238,790	(2,789)	191,659
Gain (loss) on sales of capital assets	(2,500)	(617,941)	(615,441)	(480,455)
Arbitrage rebate (payment)	-	12,753	12,753	(13,949)
Bond issuance costs	(64,000)	(27,681)	36,319	(50,243)
Total Nonoperating Revenues (Expenses)	<u>(1,842,459)</u>	<u>(1,542,827)</u>	<u>299,632</u>	<u>(2,232,212)</u>
Income (Loss) Before Contributions and Transfers	<u>108,635</u>	<u>925,408</u>	<u>816,773</u>	<u>(983,213)</u>
Capital Contributions:				
Capital assets	-	1,775,451	1,775,451	166,398
Capital grants	1,127,043	539,702	(587,341)	1,359,611
Developers	-	43,763	43,763	29,070
Connection fees	26,000	57,009	31,009	36,709
Total Capital Contributions	<u>1,153,043</u>	<u>2,415,925</u>	<u>1,262,882</u>	<u>1,591,788</u>
Transfers in (out):				
Transfers in	-	-	-	28,989
Transfers out	-	-	-	(6,352)
Total Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,637</u>
Change in Net Assets	<u>\$ 1,261,678</u>	<u>3,341,333</u>	<u>\$ 2,079,655</u>	<u>631,212</u>
Net Assets, July 1		<u>37,474,960</u>		<u>36,843,748</u>
Net Assets, June 30		<u>\$ 40,816,293</u>		<u>\$ 37,474,960</u>

**CARSON CITY  
WATER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 12,365,631	\$11,880,254	\$ (485,377)	\$ 11,169,459
Cash payments for personnel costs	(2,122,302)	(1,943,145)	179,157	(2,106,470)
Cash payments for services and supplies	(5,542,235)	(5,870,201)	(327,966)	(5,410,893)
Miscellaneous cash received	10,500	667,538	657,038	10
	<u>4,711,594</u>	<u>4,734,446</u>	<u>22,852</u>	<u>3,652,106</u>
Net Cash Provided (Used) by Operating Activities				
	<u>4,711,594</u>	<u>4,734,446</u>	<u>22,852</u>	<u>3,652,106</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	-	15,844,321	15,844,321	21,890,037
Connection fees	26,000	57,009	31,009	28,604
Acquisition of capital assets	-	(16,031,440)	(16,031,440)	(19,384,084)
Principal paid on capital debt	-	(1,783,784)	(1,783,784)	(8,721,500)
Interest paid on capital debt	-	(1,726,565)	(1,726,565)	(1,557,959)
Bond issuance costs	-	(89,767)	(89,767)	(227,172)
Arbitrage paid	-	(22,701)	(22,701)	(13,949)
Federal interest subsidy	-	238,790	238,790	191,659
Subsidy from grant	1,127,043	539,702	(587,341)	1,359,611
	<u>1,127,043</u>	<u>539,702</u>	<u>(587,341)</u>	<u>1,359,611</u>
Net Cash Provided (Used) by Capital and Related Financing Activities				
	<u>1,153,043</u>	<u>(2,974,435)</u>	<u>(4,127,478)</u>	<u>(6,434,753)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	60,000	18,121	(41,879)	6,039
	<u>60,000</u>	<u>18,121</u>	<u>(41,879)</u>	<u>6,039</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
	5,924,637	1,778,132	(4,146,505)	(2,776,608)
Cash and Cash Equivalents, July 1	38,986	38,986	-	2,815,594
	<u>38,986</u>	<u>38,986</u>	<u>-</u>	<u>2,815,594</u>
Cash and Cash Equivalents, June 30	<u>\$ 5,963,623</u>	<u>\$ 1,817,118</u>	<u>\$ (4,146,505)</u>	<u>\$ 38,986</u>

**CARSON CITY  
WATER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 1,951,094	\$ 2,468,235	\$ 517,141	\$ 1,248,999
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	2,750,000	2,688,152	(61,848)	2,493,952
Nonoperating revenues	10,500	667,538	657,038	10
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(274,613)	(274,613)	(144,273)
Due from other governments	-	(125,794)	(125,794)	1,619
Due from other funds	-	-	-	(147,675)
Inventories	-	(95,383)	(95,383)	3,393
Prepaid items	-	(302,994)	(302,994)	(17,206)
Increase (decrease) in:				
Accounts payable	-	194,127	194,127	(77,409)
Accrued salaries and benefits	-	(13,097)	(13,097)	23,657
Due to other funds	-	(300,000)	(300,000)	300,000
Due to other governments	-	(213,654)	(213,654)	(103,464)
Unearned revenue	-	3,288	3,288	-
Connection deposits	-	1,450	1,450	(4,650)
Accrued compensated absences	-	(27,390)	(27,390)	14,442
Net OPEB Obligation	-	64,581	64,581	60,711
Total Adjustments	2,760,500	2,266,211	(494,289)	2,403,107
Net Cash Provided (Used) by Operating Activities	\$ 4,711,594	\$ 4,734,446	\$ 22,852	\$ 3,652,106
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 155,640		\$ 1,194,235
Purchase of capital assets due to other governments		89,861		904,274
Retainage payable on construction of capital assets		361,182		252,922
Contributed capital assets		1,819,214		195,468
Capital transfers between enterprise funds		-		22,637



**CARSON CITY**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**JUNE 30, 2012**

ASSETS	AMBULANCE	STORMWATER DRAINAGE	CEMETERY	BUILDING PERMITS	TOTAL
Current assets:					
Cash and investments	\$ 197,384	\$ 97,604	\$ 215,733	\$ 428,175	\$ 938,896
Receivables:					
Accounts and contracts, net	1,652,460	103,032	-	-	1,755,492
Inventories	-	-	21,515	-	21,515
Prepaid items	935	1,260	-	1,140	3,335
Total Current Assets	<u>1,850,779</u>	<u>201,896</u>	<u>237,248</u>	<u>429,315</u>	<u>2,719,238</u>
Noncurrent assets:					
Other assets	-	93,341	-	-	93,341
Capital assets:					
Land	-	1,594,781	293,449	-	1,888,230
Buildings	-	235,212	354,931	-	590,143
Improvements other than buildings	-	7,216,190	173,210	-	7,389,400
Machinery and equipment	580,749	995,891	100,903	80,640	1,758,183
Construction in progress	-	121,826	-	-	121,826
	580,749	10,163,900	922,493	80,640	11,747,782
Less: Accumulated depreciation	<u>(432,566)</u>	<u>(1,095,061)</u>	<u>(212,447)</u>	<u>(59,280)</u>	<u>(1,799,354)</u>
Net Capital Assets	<u>148,183</u>	<u>9,068,839</u>	<u>710,046</u>	<u>21,360</u>	<u>9,948,428</u>
Total Noncurrent Assets	<u>148,183</u>	<u>9,162,180</u>	<u>710,046</u>	<u>21,360</u>	<u>10,041,769</u>
Total Assets	<u>1,998,962</u>	<u>9,364,076</u>	<u>947,294</u>	<u>450,675</u>	<u>12,761,007</u>
LIABILITIES:					
Current liabilities:					
Accounts payable	46,617	2,219	2,793	6,047	57,676
Accrued salaries and benefits	92,862	10,346	5,405	13,871	122,484
Accrued interest	-	24,176	-	-	24,176
Due to other governments	-	1,400	-	-	1,400
Unearned revenue	-	-	279,247	-	279,247
Current portion:					
Accrued compensated absences	53,945	1,002	-	41	54,988
General obligation bonds and notes payable	-	344,000	-	-	344,000
Total Current Liabilities	<u>193,424</u>	<u>383,143</u>	<u>287,445</u>	<u>19,959</u>	<u>883,971</u>
Noncurrent liabilities:					
Accrued compensated absences, net of current portion	166,743	19,735	18,597	17,273	222,348
Net OPEB Obligation	551,933	26,765	24,460	68,968	672,126
General obligation bonds and notes payable	-	4,800,890	-	-	4,800,890
Total Noncurrent Liabilities	<u>718,676</u>	<u>4,847,390</u>	<u>43,057</u>	<u>86,241</u>	<u>5,695,364</u>
Total Liabilities	<u>912,100</u>	<u>5,230,533</u>	<u>330,502</u>	<u>106,200</u>	<u>6,579,335</u>
NET ASSETS					
Invested in capital assets, net of related debt	148,183	3,923,949	710,046	21,360	4,803,538
Unrestricted	938,679	209,594	(93,254)	323,115	1,378,134
Total Net Assets	<u>\$ 1,086,862</u>	<u>\$ 4,133,543</u>	<u>\$ 616,792</u>	<u>\$ 344,475</u>	<u>\$ 6,181,672</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
Operating Revenues:					
Charges for services	\$ 3,729,850	\$ 1,167,666	\$ 127,128	\$ 590,055	\$ 5,614,699
Operating Expenses:					
Salaries and wages	1,344,311	163,479	96,154	236,600	1,840,544
Employee benefits	937,902	73,958	40,767	91,215	1,143,842
Services and supplies	1,805,554	397,754	40,723	109,493	2,353,524
Depreciation	52,028	256,393	16,212	5,353	329,986
Total Operating Expenses	<u>4,139,795</u>	<u>891,584</u>	<u>193,856</u>	<u>442,661</u>	<u>5,667,896</u>
Operating Income (Loss)	<u>(409,945)</u>	<u>276,082</u>	<u>(66,728)</u>	<u>147,394</u>	<u>(53,197)</u>
Nonoperating Revenues (Expenses):					
Investment income	365	1,677	1,864	4,207	8,113
Miscellaneous	-	141,000	3,366	-	144,366
Interest expense	-	(210,641)	-	-	(210,641)
Gain (loss) on disposal of capital assets	-	(89,646)	-	-	(89,646)
Bond issue costs	-	(8,007)	-	-	(8,007)
Total Nonoperating Revenues (Expenses)	<u>365</u>	<u>(165,617)</u>	<u>5,230</u>	<u>4,207</u>	<u>(155,815)</u>
Income (Loss) Before Transfers	<u>(409,580)</u>	<u>110,465</u>	<u>(61,498)</u>	<u>151,601</u>	<u>(209,012)</u>
Transfers In	<u>650,000</u>	<u>-</u>	<u>75,000</u>	<u>-</u>	<u>725,000</u>
Change in Net Assets	240,420	110,465	13,502	151,601	515,988
Net Assets, July 1	<u>846,442</u>	<u>4,023,078</u>	<u>603,290</u>	<u>192,874</u>	<u>5,665,684</u>
Net Assets, June 30	<u>\$ 1,086,862</u>	<u>\$ 4,133,543</u>	<u>\$ 616,792</u>	<u>\$ 344,475</u>	<u>\$ 6,181,672</u>

**CARSON CITY**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 1 OF 2)**

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received for services	\$ 3,495,909	\$ 1,173,827	\$ 127,472	\$ 589,732	\$5,386,940
Cash payments for personnel costs	(2,098,691)	(222,348)	(130,582)	(323,675)	(2,775,296)
Cash payments for services and supplies	(1,854,176)	(405,973)	(38,741)	(105,204)	(2,404,094)
Miscellaneous cash received	-	141,000	3,366	-	144,366
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net Cash Provided (Used) by Operating Activities	(456,958)	686,506	(38,485)	160,853	351,916
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfer from other funds	650,000	-	75,000	-	725,000
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Acquisition of capital assets	-	(188,181)	-	-	(188,181)
Principal paid on capital debt	-	(332,000)	-	-	(332,000)
Interest paid on capital debt	-	(213,299)	-	-	(213,299)
Bond issuance costs	-	(250)	-	-	(250)
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net Cash Provided (Used) by Capital and Related Financing Activities	-	(733,730)	-	-	(733,730)
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment income	365	1,677	1,864	4,207	8,113
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net Increase (Decrease) in Cash and Cash Equivalents	193,407	(45,547)	38,379	165,060	351,299
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Cash and Cash Equivalents, July 1	3,977	143,151	177,354	263,115	587,597
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Cash and Cash Equivalents, June 30	<u>\$ 197,384</u>	<u>\$ 97,604</u>	<u>\$ 215,733</u>	<u>\$ 428,175</u>	<u>\$ 938,896</u>

**CARSON CITY**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(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>\$ (409,945)</u>	<u>\$ 276,082</u>	<u>\$ (66,728)</u>	<u>\$ 147,394</u>	<u>\$ (53,197)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	52,028	256,393	16,212	5,353	329,986
Nonoperating revenues	-	141,000	3,366	-	144,366
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(233,941)	6,161	-	-	(227,780)
Inventories	-	-	43	-	43
Prepaid items	(830)	(960)	-	(1,140)	(2,930)
Increase (decrease) in:					
Accounts payable	(2,792)	(6,859)	1,939	5,429	(2,283)
Accrued salaries and benefits	10,865	3,939	61	2,429	17,294
Due to other funds	(45,000)	-	-	-	(45,000)
Due to other governments	-	(400)	-	(323)	(723)
Unearned revenue	-	-	344	-	344
Accrued compensated absences	20,061	3,387	989	(5,510)	18,927
Net OPEB Obligation	<u>152,596</u>	<u>7,763</u>	<u>5,289</u>	<u>7,221</u>	<u>172,869</u>
Total Adjustments	<u>(47,013)</u>	<u>410,424</u>	<u>28,243</u>	<u>13,459</u>	<u>405,113</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (456,958)</u>	<u>\$ 686,506</u>	<u>\$ (38,485)</u>	<u>\$ 160,853</u>	<u>\$ 351,916</u>

**CARSON CITY  
AMBULANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Charges for services	\$ 3,836,810	\$ 3,729,850	\$ (106,960)	\$ 3,540,342
Operating Expenses:				
Salaries and wages	1,287,703	1,344,311	(56,608)	1,333,231
Employee benefits	1,008,972	937,902	71,070	916,010
Services and supplies	1,823,606	1,805,554	18,052	2,044,509
Depreciation	100,000	52,028	47,972	53,348
Total Operating Expenses	4,220,281	4,139,795	80,486	4,347,098
Operating Income (Loss)	(383,471)	(409,945)	(26,474)	(806,756)
Nonoperating Revenues (Expenses):				
Investment income	1,000	365	(635)	826
Miscellaneous	1,000	-	(1,000)	7,500
Total Nonoperating Revenues (Expenses)	2,000	365	(1,635)	8,326
Income (Loss) Before Transfers	(381,471)	(409,580)	(28,109)	(798,430)
Transfers in	220,000	650,000	430,000	220,000
Change in Net Assets	\$ (161,471)	240,420	\$ 401,891	(578,430)
Net Assets, July 1		846,442		1,424,872
Net Assets, June 30		\$ 1,086,862		\$ 846,442

**CARSON CITY  
AMBULANCE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 3,836,810	\$ 3,495,909	\$ (340,901)	\$ 3,734,518
Cash payments for personnel costs	(2,296,675)	(2,098,691)	197,984	(2,158,653)
Cash payments for services and supplies	(1,823,606)	(1,854,176)	(30,570)	(1,984,186)
Miscellaneous cash received	1,000	-	(1,000)	7,500
	<u>(282,471)</u>	<u>(456,958)</u>	<u>(174,487)</u>	<u>(400,821)</u>
<b>Net Cash Provided (Used) by Operating Activities</b>				
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	220,000	650,000	430,000	220,000
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	-	-	(11,800)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	1,000	365	(635)	826
	<u>(61,471)</u>	<u>193,407</u>	<u>254,878</u>	<u>(191,795)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash and Cash Equivalents, July 1	3,977	3,977	-	195,772
Cash and Cash Equivalents, June 30	<u>\$ (57,494)</u>	<u>\$ 197,384</u>	<u>\$ 254,878</u>	<u>\$ 3,977</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (383,471)	\$ (409,945)	\$ (26,474)	\$ (806,756)
<b>Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:</b>				
Depreciation and amortization expense	100,000	52,028	(47,972)	53,348
Nonoperating revenues	1,000	-	(1,000)	7,500
<b>Changes in assets and liabilities:</b>				
<b>(Increase) decrease in:</b>				
Accounts receivable	-	(233,941)	(233,941)	194,176
Prepaid items	-	(830)	(830)	(60)
<b>Increase (decrease) in:</b>				
Accounts payable	-	(2,792)	(2,792)	15,443
Accrued salaries and benefits	-	10,865	10,865	6,411
Due to other funds	-	(45,000)	(45,000)	45,000
Due to other governments	-	-	-	(60)
Accrued compensated absences	-	20,061	20,061	(60,372)
Net OPEB Obligation	-	152,596	152,596	144,549
	<u>101,000</u>	<u>(47,013)</u>	<u>(148,013)</u>	<u>405,935</u>
<b>Total Adjustments</b>				
<b>Net Cash Provided (Used) by Operating Activities</b>				
	<u>\$ (282,471)</u>	<u>\$ (456,958)</u>	<u>\$ (174,487)</u>	<u>\$ (400,821)</u>

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**CARSON CITY  
STORMWATER DRAINAGE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 1,177,102	\$ 1,167,666	\$ (9,436)	\$ 1,169,605
Operating Expenses:				
Salaries and wages	166,537	163,479	3,058	110,883
Employee benefits	80,749	73,958	6,791	51,867
Services and supplies	398,931	397,754	1,177	391,126
Depreciation	275,000	256,393	18,607	248,146
Total Operating Expenses	921,217	891,584	29,633	802,022
Operating Income	255,885	276,082	20,197	367,583
Nonoperating Revenues (Expenses):				
Investment income	15,000	1,677	(13,323)	7,670
Miscellaneous income	141,900	141,000	(900)	500,000
Interest expense	(210,641)	(210,641)	-	(219,597)
Gain (loss) on sales of capital assets	-	(89,646)	(89,646)	-
Bond issuance costs	(10,500)	(8,007)	2,493	(8,007)
Total Nonoperating Revenues (Expenses)	(64,241)	(165,617)	(101,376)	280,066
Income (Loss) Before Contributions and Transfers	191,644	110,465	(81,179)	647,649
Capital Contributions:				
Capital assets	-	-	-	24,012
Transfers in	-	-	-	6,352
Change in Net Assets	\$ 191,644	110,465	\$ (81,179)	678,013
Net Assets, July 1		4,023,078		3,345,065
Net Assets, June 30		\$ 4,133,543		\$ 4,023,078



**CARSON CITY**  
**STORMWATER DRAINAGE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,177,102	\$ 1,173,827	\$ (3,275)	\$ 1,160,991
Cash payments for personnel costs	(247,286)	(222,348)	24,938	(164,326)
Cash payments for services and supplies	(398,931)	(405,973)	(7,042)	(404,143)
Miscellaneous cash received	-	141,000	141,000	500,000
	<u>530,885</u>	<u>686,506</u>	<u>155,621</u>	<u>1,092,522</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	(188,181)	(188,181)	(442,306)
Principal paid on capital debt	-	(332,000)	(332,000)	(293,000)
Interest paid on capital debt	(210,641)	(213,299)	(2,658)	(221,879)
Bond issuance costs	(10,500)	(250)	10,250	(250)
	<u>(221,141)</u>	<u>(733,730)</u>	<u>(512,589)</u>	<u>(957,435)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	<u>15,000</u>	<u>1,677</u>	<u>(13,323)</u>	<u>7,670</u>
	324,744	(45,547)	(370,291)	142,757
Cash and Cash Equivalents, July 1	<u>143,151</u>	<u>143,151</u>	<u>-</u>	<u>394</u>
Cash and Cash Equivalents, June 30	<u>\$ 467,895</u>	<u>\$ 97,604</u>	<u>\$ (370,291)</u>	<u>\$ 143,151</u>

**CARSON CITY**  
**STORMWATER DRAINAGE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 255,885	\$ 276,082	\$ 20,197	\$ 367,583
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	275,000	256,393	(18,607)	248,146
Nonoperating revenues	141,900	141,000	(900)	500,000
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	6,161	6,161	(8,614)
Prepaid items	-	(960)	(960)	150
Increase (decrease) in:				
Accounts payable	-	(6,859)	(6,859)	(7,107)
Accrued salaries and benefits	-	3,939	3,939	(2,719)
Due to other funds	-	-	-	(5,733)
Due to other governments	-	(400)	(400)	(327)
Accrued compensated absences	-	3,387	3,387	(6,300)
Net OPEB Obligation	-	7,763	7,763	7,443
Total Adjustments	416,900	410,424	(6,476)	724,939
Net Cash Provided (Used) by Operating Activities	\$ 672,785	\$ 686,506	\$ 13,721	\$ 1,092,522
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ -		\$ 11,180
Capital transfers between enterprise funds		-		6,352

**CARSON CITY  
CEMETERY FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Charges for services	\$ 79,535	\$ 127,128	\$ 47,593	\$ 109,078
Operating Expenses:				
Salaries and wages	92,411	96,154	(3,743)	93,892
Employee benefits	44,254	40,767	3,487	39,796
Services and supplies	41,023	40,723	300	40,917
Depreciation	30,000	16,212	13,788	16,212
Total Operating Expenses	<u>207,688</u>	<u>193,856</u>	<u>13,832</u>	<u>190,817</u>
Operating Income (Loss)	<u>(128,153)</u>	<u>(66,728)</u>	<u>61,425</u>	<u>(81,739)</u>
Nonoperating Revenues (Expenses):				
Investment income	4,391	1,864	(2,527)	1,925
Miscellaneous	4,522	3,366	(1,156)	2,546
Total Nonoperating Revenues (Expenses)	<u>8,913</u>	<u>5,230</u>	<u>(3,683)</u>	<u>4,471</u>
Income (Loss) Before Transfers	(119,240)	(61,498)	57,742	(77,268)
Transfers in	<u>75,000</u>	<u>75,000</u>	<u>-</u>	<u>75,000</u>
Change in Net Assets	<u>\$ (44,240)</u>	13,502	<u>\$ 57,742</u>	(2,268)
Net Assets, July 1		<u>603,290</u>		<u>605,558</u>
Net Assets, June 30		<u>\$ 616,792</u>		<u>\$ 603,290</u>

**CARSON CITY  
CEMETERY FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 79,535	\$ 127,472	\$ 47,937	\$ 101,421
Cash payments for personnel costs	(136,665)	(130,582)	6,083	(133,461)
Cash payments for services and supplies	(41,023)	(38,741)	2,282	(38,805)
Miscellaneous cash received	4,522	3,366	(1,156)	2,546
	<u>(93,631)</u>	<u>(38,485)</u>	<u>55,146</u>	<u>(68,299)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	75,000	75,000	-	75,000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	4,391	1,864	(2,527)	1,925
	<u>(14,240)</u>	<u>38,379</u>	<u>52,619</u>	<u>8,626</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash and Cash Equivalents, July 1	177,354	177,354	-	168,728
Cash and Cash Equivalents, June 30	<u>\$ 163,114</u>	<u>\$ 215,733</u>	<u>\$ 52,619</u>	<u>\$ 177,354</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (128,153)	\$ (66,728)	\$ 61,425	\$ (81,739)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	30,000	16,212	(13,788)	16,212
Nonoperating revenues	4,522	3,366	(1,156)	2,546
Changes in assets and liabilities:				
(Increase) decrease in:				
Inventories	-	43	43	4,067
Increase (decrease) in:				
Accounts payable	-	1,939	1,939	(1,955)
Accrued salaries and benefits	-	61	61	407
Unearned revenue	-	344	344	(7,657)
Accrued compensated absences	-	989	989	(5,266)
Net OPEB Obligation	-	5,289	5,289	5,086
	<u>34,522</u>	<u>28,243</u>	<u>(6,279)</u>	<u>13,440</u>
Total Adjustments				
Net Cash Provided (Used) by Operating Activities	<u>\$ (93,631)</u>	<u>\$ (38,485)</u>	<u>\$ 55,146</u>	<u>\$ (68,299)</u>

See accompanying notes.

**CARSON CITY  
BUILDING PERMITS FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Charges for services				
User fees and charges	\$ 481,000	\$ 590,055	\$ 109,055	\$ 536,824
Operating Expenses:				
Salaries and wages	238,651	236,600	2,051	225,279
Employee benefits	108,221	91,215	17,006	85,966
Services and supplies	136,642	109,493	27,149	96,487
Depreciation	10,000	5,353	4,647	5,353
Total Operating Expenses	493,514	442,661	50,853	413,085
Operating Income (Loss)	(12,514)	147,394	159,908	123,739
Nonoperating Revenues (Expenses):				
Investment income	4,000	4,207	207	2,578
Change in Net Assets	\$ (8,514)	151,601	\$ 160,115	126,317
Net Assets, July 1		192,874		66,557
Net Assets, June 30		\$ 344,475		\$ 192,874

**CARSON CITY**  
**BUILDING PERMITS FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 481,000	\$ 589,732	\$ 108,732	\$ 530,528
Cash payments for personnel costs	(346,872)	(323,675)	23,197	(315,011)
Cash payments for services and supplies	(136,642)	(105,204)	31,438	(96,482)
	<u>(2,514)</u>	<u>160,853</u>	<u>163,367</u>	<u>119,035</u>
Net Cash Provided (Used) by Operating Activities				
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	4,000	4,207	207	2,578
	<u>4,000</u>	<u>4,207</u>	<u>207</u>	<u>2,578</u>
Net Increase (Decrease) in Cash and Cash Equivalents	1,486	165,060	163,574	121,613
Cash and Cash Equivalents, July 1	263,115	263,115	-	141,502
Cash and Cash Equivalents, June 30	<u>\$ 264,601</u>	<u>\$ 428,175</u>	<u>\$ 163,574</u>	<u>\$ 263,115</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (12,514)	\$ 147,394	\$ 159,908	\$ 123,739
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	10,000	5,353	(4,647)	5,353
Changes in assets and liabilities:				
(Increase) decrease in:				
Prepaid items	-	(1,140)	(1,140)	-
Increase (decrease) in:				
Accounts payable	-	5,429	5,429	5
Accrued salaries and benefits	-	2,429	2,429	1,157
Due to other governments	-	(323)	(323)	(6,296)
Accrued compensated absences	-	(5,510)	(5,510)	(11,871)
Net OPEB Obligation	-	7,221	7,221	6,948
Total Adjustments	<u>10,000</u>	<u>13,459</u>	<u>3,459</u>	<u>(4,704)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (2,514)</u>	<u>\$ 160,853</u>	<u>\$ 163,367</u>	<u>\$ 119,035</u>

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## **INTERNAL SERVICE FUNDS**

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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.

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**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 ASSETS**  
**JUNE 30, 2012**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 93,924	\$ 3,385,874	\$ 370,327	\$ 684,218	\$ 4,534,343
Receivables:					
Accounts and contracts, net	268,078	58,668	14,772	-	341,518
Inventories	-	-	-	110,228	110,228
Prepaid items	228	1,278	23,595	-	25,101
	<u>362,230</u>	<u>3,445,820</u>	<u>408,694</u>	<u>794,446</u>	<u>5,011,190</u>
Total Current Assets					
Noncurrent assets:					
Other assets	-	30,000	40,000	381	70,381
Capital assets:					
Machinery and equipment	6,110	152,698	178,544	421,183	758,535
Less: Accumulated depreciation	-	(28,428)	(26,544)	(80,937)	(135,909)
	<u>6,110</u>	<u>124,270</u>	<u>152,000</u>	<u>340,246</u>	<u>622,626</u>
Net Capital Assets					
	<u>6,110</u>	<u>154,270</u>	<u>192,000</u>	<u>340,627</u>	<u>693,007</u>
Total Noncurrent Assets					
	<u>6,110</u>	<u>154,270</u>	<u>192,000</u>	<u>340,627</u>	<u>693,007</u>
Total Assets	<u>368,340</u>	<u>3,600,090</u>	<u>600,694</u>	<u>1,135,073</u>	<u>5,704,197</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	714	36,326	69,510	95,044	201,594
Accrued salaries and benefits	13,267	6,458	5,354	22,021	47,100
Accrued interest	-	-	-	728	728
Due to other governments	5,340	-	48,599	-	53,939
Unearned revenue	1,023	-	-	-	1,023
Other current liabilities	-	197,865	233,491	-	431,356
Current portion:					
Accrued compensated absences	5,253	3,434	2,024	476	11,187
General obligation bonds and notes payable	-	-	-	78,000	78,000
	<u>25,597</u>	<u>244,083</u>	<u>358,978</u>	<u>196,269</u>	<u>824,927</u>
Total Current Liabilities					
	<u>25,597</u>	<u>244,083</u>	<u>358,978</u>	<u>196,269</u>	<u>824,927</u>
Noncurrent liabilities:					
Accrued compensated absences	11,370	7,816	5,491	39,107	63,784
Net OPEB obligation	18,417	7,126	5,881	76,757	108,181
Other liabilities	-	-	54,156	-	54,156
	<u>29,787</u>	<u>14,942</u>	<u>65,528</u>	<u>115,864</u>	<u>226,121</u>
Total Noncurrent Liabilities					
	<u>29,787</u>	<u>14,942</u>	<u>65,528</u>	<u>115,864</u>	<u>226,121</u>
Total Liabilities	<u>55,384</u>	<u>259,025</u>	<u>424,506</u>	<u>312,133</u>	<u>1,051,048</u>
<b>NET ASSETS</b>					
Invested in capital assets, net of related debt	6,110	124,270	152,000	262,246	544,626
Unrestricted	306,846	3,216,795	24,188	560,694	4,108,523
	<u>312,956</u>	<u>3,341,065</u>	<u>176,188</u>	<u>822,940</u>	<u>4,653,149</u>
Total Net Assets					
	<u>\$ 312,956</u>	<u>\$ 3,341,065</u>	<u>\$ 176,188</u>	<u>\$ 822,940</u>	<u>\$ 4,653,149</u>

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2012**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
Operating Revenues:					
Charges for services	\$ 7,606,778	\$ 786,423	\$ 1,403,525	\$ 1,329,216	\$ 11,125,942
Operating Expenses:					
Salaries and wages	182,764	90,230	75,107	359,599	707,700
Employee benefits	68,359	39,765	33,538	156,473	298,135
Services and supplies	7,555,397	395,147	1,595,873	870,880	10,417,297
Depreciation	-	15,270	5,333	42,118	62,721
Total Operating Expenses	<u>7,806,520</u>	<u>540,412</u>	<u>1,709,851</u>	<u>1,429,070</u>	<u>11,485,853</u>
Operating Income (Loss)	<u>(199,742)</u>	<u>246,011</u>	<u>(306,326)</u>	<u>(99,854)</u>	<u>(359,911)</u>
Nonoperating Revenues (Expenses):					
Investment income	2,834	39,431	2,040	10,012	54,317
Miscellaneous	2,507	5,736	79,015	-	87,258
Interest expense	-	-	-	(3,903)	(3,903)
Gain (loss) on disposal of capital assets	-	-	-	(98,963)	(98,963)
Bond issuance costs	-	-	-	(2,285)	(2,285)
Total Nonoperating Revenues (Expenses)	<u>5,341</u>	<u>45,167</u>	<u>81,055</u>	<u>(95,139)</u>	<u>36,424</u>
Income (Loss) Before Transfers	<u>(194,401)</u>	<u>291,178</u>	<u>(225,271)</u>	<u>(194,993)</u>	<u>(323,487)</u>
Transfers In	<u>-</u>	<u>-</u>	<u>250,000</u>	<u>-</u>	<u>250,000</u>
Change in Net Assets	(194,401)	291,178	24,729	(194,993)	(73,487)
Net Assets, July 1	<u>507,357</u>	<u>3,049,887</u>	<u>151,459</u>	<u>1,017,933</u>	<u>4,726,636</u>
Net Assets, June 30	<u>\$ 312,956</u>	<u>\$ 3,341,065</u>	<u>\$ 176,188</u>	<u>\$ 822,940</u>	<u>\$ 4,653,149</u>

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2012  
(PAGE 1 OF 2)**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received for services	\$ -	\$ -	\$ -	\$ 1,329,216	\$ 1,329,216
Cash received from customers	1,755,540	-	-	-	1,755,540
Cash received from other funds	5,822,127	786,424	1,392,527	-	8,001,078
Cash payments for personnel costs	(235,837)	(126,994)	(106,223)	(492,305)	(961,359)
Cash payments for services and supplies	(7,554,514)	(656,169)	(1,610,333)	(871,868)	(10,692,884)
Miscellaneous cash received	2,507	5,736	79,015	-	87,258
Net Cash Provided (Used) by Operating Activities	(210,177)	8,997	(245,014)	(34,957)	(481,151)
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfer from other funds	-	-	250,000	-	250,000
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from sales of assets	-	-	-	33,617	33,617
Acquisition of capital assets	(6,110)	-	(107,928)	-	(114,038)
Principal paid on capital debt	-	-	-	(152,000)	(152,000)
Interest paid on capital debt	-	-	-	(5,213)	(5,213)
Net Cash Provided (Used) by Capital and Related Financing Activities	(6,110)	-	(107,928)	(123,596)	(237,634)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment income	2,834	39,431	2,040	10,012	54,317
Net Increase (Decrease) in Cash and Cash Equivalents	(213,453)	48,428	(100,902)	(148,541)	(414,468)
Cash and Cash Equivalents, July 1	307,377	3,337,446	471,229	832,759	4,948,811
Cash and Cash Equivalents, June 30	\$ 93,924	\$ 3,385,874	\$ 370,327	\$ 684,218	\$ 4,534,343

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2012  
(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)	\$ (199,742)	\$ 246,011	\$ (306,326)	\$ (99,854)	\$ (359,911)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	-	15,270	5,333	42,118	62,721
Nonoperating revenues	2,507	5,736	79,015	-	87,258
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(34,424)	1	(10,998)	-	(45,421)
Other assets	-	(10,000)	-	-	(10,000)
Inventories	-	-	-	(18,309)	(18,309)
Prepaid items	220	(1,278)	(23,595)	-	(24,653)
Increase (decrease) in:					
Accounts payable	663	25,312	(28,018)	17,321	15,278
Accrued salaries and benefits	3,502	62	148	3,437	7,149
Due to other governments	4,290	-	24,683	-	28,973
Unearned revenue	1,023	-	-	-	1,023
Accrued compensated absences	5,877	(697)	(724)	5,434	9,890
Net OPEB obligation	5,907	3,636	2,998	14,896	27,437
Other liabilities	-	(275,056)	12,470	-	(262,586)
Total Adjustments	<u>(10,435)</u>	<u>(237,014)</u>	<u>61,312</u>	<u>64,897</u>	<u>(121,240)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (210,177)</u>	<u>\$ 8,997</u>	<u>\$ (245,014)</u>	<u>\$ (34,957)</u>	<u>\$ (481,151)</u>

**CARSON CITY  
GROUP MEDICAL INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Employee contributions	\$ 1,907,039	\$ 1,755,540	\$ (151,499)	\$ 1,719,235
Employer contributions	6,191,449	5,851,238	(340,211)	5,582,333
Total Operating Revenues	<u>8,098,488</u>	<u>7,606,778</u>	<u>(491,710)</u>	<u>7,301,568</u>
Operating Expenses:				
Salaries and wages	190,232	182,764	7,468	181,171
Employee benefits	68,365	68,359	6	68,417
Services and supplies	7,850,418	7,555,397	295,021	7,196,065
Total Operating Expenses	<u>8,109,015</u>	<u>7,806,520</u>	<u>302,495</u>	<u>7,445,653</u>
Operating Income (Loss)	<u>(10,527)</u>	<u>(199,742)</u>	<u>(189,215)</u>	<u>(144,085)</u>
Nonoperating Revenues (Expenses):				
Investment income	15,000	2,834	(12,166)	4,547
Miscellaneous	-	2,507	2,507	736
Total Nonoperating Revenues (Expenses)	<u>15,000</u>	<u>5,341</u>	<u>(9,659)</u>	<u>5,283</u>
Income (Loss) Before Transfers	4,473	(194,401)	(198,874)	(138,802)
Transfers out	<u>252,743</u>	<u>-</u>	<u>(252,743)</u>	<u>-</u>
Change in Net Assets	<u>\$ 257,216</u>	<u>(194,401)</u>	<u>\$ (451,617)</u>	<u>(138,802)</u>
Net Assets, July 1		<u>507,357</u>		<u>646,159</u>
Net Assets, June 30		<u>\$ 312,956</u>		<u>\$ 507,357</u>

**CARSON CITY**  
**GROUP MEDICAL INSURANCE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for customers	\$ 1,907,039	\$ 1,755,540	\$ (151,499)	\$ 1,719,235
Cash received from other funds	6,191,449	5,822,127	(369,322)	5,567,472
Cash payments for personnel costs	(258,597)	(235,837)	22,760	(264,942)
Cash payments for services and supplies	(7,850,418)	(7,554,514)	295,904	(7,196,944)
Miscellaneous cash received	-	2,507	2,507	736
	<u>(10,527)</u>	<u>(210,177)</u>	<u>(199,650)</u>	<u>(174,443)</u>
<b>Net Cash Provided (Used) by Operating Activities</b>				
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	(6,110)	(6,110)	-
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	252,743	-	(252,743)	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	15,000	2,834	(12,166)	4,547
	<u>257,216</u>	<u>(213,453)</u>	<u>(470,669)</u>	<u>(169,896)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash and Cash Equivalents, July 1	307,377	307,377	-	477,273
Cash and Cash Equivalents, June 30	<u>\$ 564,593</u>	<u>\$ 93,924</u>	<u>\$ (470,669)</u>	<u>\$ 307,377</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (10,527)	\$ (199,742)	\$ (189,215)	\$ (144,085)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Nonoperating revenues	-	2,507	2,507	736
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(34,424)	(34,424)	(15,911)
Prepaid items	-	220	220	(448)
Increase (decrease) in:				
Accounts payable	-	663	663	(431)
Accrued salaries and benefits	-	3,502	3,502	(1,334)
Due to other governments	-	4,290	4,290	1,050
Unearned revenue	-	1,023	1,023	-
Accrued compensated absences	-	5,877	5,877	(19,536)
Net OPEB obligation	-	5,907	5,907	5,516
	<u>-</u>	<u>(10,435)</u>	<u>(10,435)</u>	<u>(30,358)</u>
<b>Total Adjustments</b>				
Net Cash Provided (Used) by Operating Activities	<u>\$ (10,527)</u>	<u>\$ (210,177)</u>	<u>\$ (199,650)</u>	<u>\$ (174,443)</u>

**CARSON CITY  
WORKERS' COMPENSATION FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2011</u>
Operating Revenues:				
Charges for services:				
Employer contributions	\$ 1,524,251	\$ 786,423	\$ (737,828)	\$ 1,516,050
Operating Expenses:				
Salaries and wages	94,343	90,230	4,113	95,717
Employee benefits	40,529	39,765	764	40,344
Services and supplies	624,572	395,147	229,425	545,917
Depreciation	7,000	15,270	(8,270)	6,579
Total Operating Expenses	<u>766,444</u>	<u>540,412</u>	<u>226,032</u>	<u>688,557</u>
Operating Income (Loss)	<u>757,807</u>	<u>246,011</u>	<u>(511,796)</u>	<u>827,493</u>
Nonoperating Revenues (Expenses):				
Investment income	95,000	39,431	(55,569)	35,698
Miscellaneous	-	5,736	5,736	22,856
Total Nonoperating Revenues (Expenses)	<u>95,000</u>	<u>45,167</u>	<u>(49,833)</u>	<u>58,554</u>
Change in Net Assets	<u>\$ 852,807</u>	291,178	<u>\$ (561,629)</u>	886,047
Net Assets, July 1		<u>3,049,887</u>		<u>2,163,840</u>
Net Assets, June 30		<u>\$ 3,341,065</u>		<u>\$ 3,049,887</u>

**CARSON CITY**  
**WORKERS' COMPENSATION FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received from other funds	\$ 1,524,251	\$ 786,424	\$ (737,827)	\$ 1,504,912
Cash payments for personnel costs	(134,872)	(126,994)	7,878	(130,367)
Cash payments for services and supplies	(624,572)	(656,169)	(31,597)	(728,556)
Miscellaneous cash received	-	5,736	5,736	22,856
	<u>764,807</u>	<u>8,997</u>	<u>(755,810)</u>	<u>668,845</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	-	-	(86,908)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	95,000	39,431	(55,569)	35,698
	<u>859,807</u>	<u>48,428</u>	<u>(811,379)</u>	<u>617,635</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash and Cash Equivalents, July 1	3,337,446	3,337,446	-	2,719,811
Cash and Cash Equivalents, June 30	<u>\$ 4,197,253</u>	<u>\$ 3,385,874</u>	<u>\$ (811,379)</u>	<u>\$ 3,337,446</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 757,807	\$ 246,011	\$ (511,796)	\$ 827,493
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	7,000	15,270	8,270	6,579
Nonoperating revenues	-	5,736	5,736	22,856
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	1	1	(11,138)
Other assets	-	(10,000)	(10,000)	-
Prepaid items	-	(1,278)	(1,278)	(20,000)
Increase (decrease) in:				
Accounts payable	-	25,312	25,312	(321,791)
Accrued salaries and benefits	-	62	62	1,278
Accrued compensated absences	-	(697)	(697)	926
Other liabilities	-	(275,056)	(275,056)	159,152
NET OPEB obligation	-	3,636	3,636	3,490
Total Adjustments	<u>7,000</u>	<u>(237,014)</u>	<u>(244,014)</u>	<u>(158,648)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 764,807</u>	<u>\$ 8,997</u>	<u>\$ (755,810)</u>	<u>\$ 668,845</u>



**CARSON CITY  
INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 1,407,004	\$ 1,403,525	\$ (3,479)	\$ 1,224,725
Operating Expenses:				
Salaries and wages	77,931	75,107	2,824	78,544
Employee benefits	34,600	33,538	1,062	34,102
Services and supplies	1,633,303	1,595,873	37,430	1,502,913
Depreciation	5,000	5,333	(333)	2,368
Total Operating Expenses	1,750,834	1,709,851	40,983	1,617,927
Operating Income (Loss)	(343,830)	(306,326)	37,504	(393,202)
Nonoperating Revenues (Expenses):				
Investment income	40,000	2,040	(37,960)	5,385
Miscellaneous	28,668	79,015	50,347	38,752
Total Nonoperating Revenues (Expenses)	68,668	81,055	12,387	44,137
Income (Loss) Before Transfers	(275,162)	(225,271)	49,891	(349,065)
Transfers in	250,000	250,000	-	-
Change in Net Assets	\$ (25,162)	24,729	\$ 49,891	(349,065)
Net Assets, July 1		151,459		500,524
Net Assets, June 30		\$ 176,188		\$ 151,459

**CARSON CITY  
INSURANCE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received from other funds	\$ 1,407,004	\$ 1,392,527	\$ (14,477)	\$ 1,239,901
Cash payments for personnel costs	(112,531)	(106,223)	6,308	(108,170)
Cash payments for services and supplies	(1,633,303)	(1,610,333)	22,970	(1,469,899)
Miscellaneous cash received	28,668	79,015	50,347	38,752
	<u>(310,162)</u>	<u>(245,014)</u>	<u>65,148</u>	<u>(299,416)</u>
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	250,000	250,000	-	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	(107,928)	(107,928)	(29,651)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	40,000	2,040	(37,960)	5,385
	(20,162)	(100,902)	(80,740)	(323,682)
Cash and Cash Equivalents, July 1	471,229	471,229	-	794,911
Cash and Cash Equivalents, June 30	<u>\$ 451,067</u>	<u>\$ 370,327</u>	<u>\$ (80,740)</u>	<u>\$ 471,229</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (343,830)	\$ (306,326)	\$ 37,504	\$ (393,202)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	5,000	5,333	333	2,368
Nonoperating revenues	28,668	79,015	50,347	38,752
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(10,998)	(10,998)	15,176
Other assets	-	-	-	(40,000)
Prepaid items	-	(23,595)	(23,595)	-
Increase (decrease) in:				
Accounts payable	-	(28,018)	(28,018)	70,629
Accrued salaries and benefits	-	148	148	978
Due to other governments	-	24,683	24,683	(4,303)
Accrued compensated absences	-	(724)	(724)	615
Other liabilities	-	12,470	12,470	6,688
Net OPEB obligation	-	2,998	2,998	2,883
Total Adjustments	33,668	61,312	27,644	93,786
Net Cash Provided (Used) by Operating Activities	<u>\$ (310,162)</u>	<u>\$ (245,014)</u>	<u>\$ 65,148</u>	<u>\$ (299,416)</u>

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**CARSON CITY  
FLEET MANAGEMENT FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 1,329,216	\$ 1,329,216	\$ -	\$ 1,307,207
Operating Expenses:				
Salaries and wages	356,804	359,599	(2,795)	359,542
Employee benefits	171,082	156,473	14,609	144,366
Services and supplies	822,267	870,880	(48,613)	548,868
Depreciation	52,500	42,118	10,382	52,449
Total Operating Expenses	<u>1,402,653</u>	<u>1,429,070</u>	<u>(26,417)</u>	<u>1,105,225</u>
Operating Income (Loss)	<u>(73,437)</u>	<u>(99,854)</u>	<u>(26,417)</u>	<u>201,982</u>
Nonoperating Revenues (Expenses):				
Investment income	40,000	10,012	(29,988)	11,271
Interest expense	(3,903)	(3,903)	-	(7,542)
Gain (loss) on disposal of capital assets	-	(98,963)	(98,963)	16,008
Bond issuance costs	(100)	(2,285)	(2,185)	(2,285)
Total Nonoperating Revenues (Expenses)	<u>35,997</u>	<u>(95,139)</u>	<u>(131,136)</u>	<u>17,452</u>
Income (Loss) Before Contributions	<u>(37,440)</u>	<u>(194,993)</u>	<u>(157,553)</u>	<u>219,434</u>
Capital Contributions:				
Capital grants	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,204</u>
Change in Net Assets	<u>\$ (37,440)</u>	<u>(194,993)</u>	<u>\$ (157,553)</u>	<u>254,638</u>
Net Assets, July 1		<u>1,017,933</u>		<u>763,295</u>
Net Assets, June 30		<u>\$ 822,940</u>		<u>\$ 1,017,933</u>

**CARSON CITY**  
**FLEET MANAGEMENT FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2011
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,329,216	\$ 1,329,216	\$ -	\$ 1,307,207
Cash payments for personnel costs	(527,886)	(492,305)	35,581	(507,629)
Cash payments for services and supplies	(822,267)	(871,868)	(49,601)	(610,128)
	<u>(20,937)</u>	<u>(34,957)</u>	<u>(14,020)</u>	<u>189,450</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from sales of assets	-	33,617	33,617	16,008
Acquisition of capital assets	-	-	-	(44,005)
Principal paid on capital debt	-	(152,000)	(152,000)	(149,000)
Interest paid on capital debt	(3,903)	(5,213)	(1,310)	(8,620)
Bond issuance costs	(100)	-	100	-
Subsidy from grant	-	-	-	35,204
	<u>(4,003)</u>	<u>(123,596)</u>	<u>(119,593)</u>	<u>(150,413)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	40,000	10,012	(29,988)	11,271
	<u>15,060</u>	<u>(148,541)</u>	<u>(163,601)</u>	<u>50,308</u>
Cash and Cash Equivalents, July 1	832,759	832,759	-	782,451
Cash and Cash Equivalents, June 30	<u>\$ 847,819</u>	<u>\$ 684,218</u>	<u>\$ (163,601)</u>	<u>\$ 832,759</u>

**CARSON CITY  
FLEET MANAGEMENT FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2012  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2011)  
(PAGE 2 OF 2)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2011</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (73,437)	\$ (99,854)	\$ (26,417)	\$ 201,982
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	52,500	42,118	(10,382)	52,449
Changes in assets and liabilities:				
(Increase) decrease in:				
Inventories	-	(18,309)	(18,309)	(1,629)
Increase (decrease) in:				
Accounts payable	-	17,321	17,321	(59,631)
Accrued salaries and benefits	-	3,437	3,437	3,907
Accrued compensated absences	-	5,434	5,434	(21,981)
Net OPEB obligation	-	14,896	14,896	14,353
Total Adjustments	<u>52,500</u>	<u>64,897</u>	<u>12,397</u>	<u>(12,532)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (20,937)</u>	<u>\$ (34,957)</u>	<u>\$ (14,020)</u>	<u>\$ 189,450</u>

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## FIDUCIARY FUNDS

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

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**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.



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**FIDUCIARY FUNDS**  
**Continued**

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**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, 2012**  
**(PAGE 1 OF 3)**

	BALANCE JULY 1, 2011	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2012
<b>SIERRA FOREST FIRE PROTECTION FUND</b>				
Assets:				
Cash and investments	\$ 299,916	\$ 477,708	\$ 555,000	\$ 222,624
Taxes receivable, delinquent	1,211	479	445	1,245
Due from other governments	41,593	44,586	41,593	44,586
<b>Total Assets</b>	<b>\$ 342,720</b>	<b>\$ 522,773</b>	<b>\$ 597,038</b>	<b>\$ 268,455</b>
Liabilities:				
Accounts payable	\$ -	\$ 450,238	\$ 450,238	\$ -
Due to other governments	342,720	481,540	555,805	268,455
<b>Total Liabilities</b>	<b>\$ 342,720</b>	<b>\$ 931,778</b>	<b>\$ 1,006,043</b>	<b>\$ 268,455</b>
<b>EAGLE VALLEY WATER DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 296	\$ 14,024	\$ 14,053	\$ 267
Taxes receivable, delinquent	328	134	55	407
<b>Total Assets</b>	<b>\$ 624</b>	<b>\$ 14,158</b>	<b>\$ 14,108</b>	<b>\$ 674</b>
Liabilities:				
Due to other governments	\$ 624	\$ 14,573	\$ 14,523	\$ 674
<b>SUB-CONSERVANCY DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 1,842	\$ 787,490	\$ 786,736	\$ 2,596
Taxes receivable, delinquent	12,383	3,433	3,550	12,266
Due from other governments	10,872	15,994	10,872	15,994
<b>Total Assets</b>	<b>\$ 25,097</b>	<b>\$ 806,917</b>	<b>\$ 801,158</b>	<b>\$ 30,856</b>
Liabilities:				
Accounts payable	\$ -	\$ 422,123	\$ 422,123	\$ -
Due to other governments	14,185	430,178	431,479	12,884
Other liabilities	10,912	17,972	10,912	17,972
<b>Total Liabilities</b>	<b>\$ 25,097</b>	<b>\$ 870,273</b>	<b>\$ 864,514</b>	<b>\$ 30,856</b>
<b>FISH AND GAME FUND</b>				
Assets:				
Cash and investments	\$ 1,316	\$ 2,567	\$ 1,985	\$ 1,898
Liabilities:				
Accounts payable	\$ -	\$ 2,659	\$ 1,986	\$ 673
Due to other governments	1,316	2,567	2,658	1,225
<b>Total Liabilities</b>	<b>\$ 1,316</b>	<b>\$ 5,226</b>	<b>\$ 4,644</b>	<b>\$ 1,898</b>

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 2 OF 3)**

	BALANCE JULY 1, 2011	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2012
<b>CONTROLLER TRUST FUND</b>				
Assets:				
Cash and investments	\$ 34,851	\$ 13,497	\$ 39,864	\$ 8,484
Liabilities:				
Accounts payable	\$ 25	\$ 39,814	\$ 39,839	\$ -
Due to other governments	34,826	13,497	39,839	8,484
Total Liabilities	\$ 34,851	\$ 53,311	\$ 79,678	\$ 8,484
<b>STATE OF NEVADA FUND</b>				
Assets:				
Cash and investments	\$ 315,726	\$ 3,826,189	\$ 3,867,487	\$ 274,428
Taxes receivable, delinquent	70,627	19,749	20,034	70,342
Total Assets	\$ 386,353	\$ 3,845,938	\$ 3,887,521	\$ 344,770
Liabilities:				
Accounts payable	\$ 75	\$ 29,861	\$ 29,841	\$ 95
Due to other governments	386,278	4,104,908	4,146,511	344,675
Total Liabilities	\$ 386,353	\$ 4,134,769	\$ 4,176,352	\$ 344,770
<b>NEVADA COMMISSION FOR THE RECONSTRUCTION OF THE V &amp; T RAILWAY FUND</b>				
Assets:				
Cash and investments	\$ 1,081,157	\$ 1,901,699	\$ 2,147,695	\$ 835,161
Cash held by Commission	85,125	43	-	85,168
Accounts receivable	13,430	-	13,430	-
Due from other governments	43,154	51,777	43,155	51,776
Prepaid items	-	11,916	117	11,799
Total Assets	\$ 1,222,866	\$ 1,965,435	\$ 2,204,397	\$ 983,904
Liabilities:				
Accounts payable	\$ 55,556	\$ 2,095,966	\$ 2,081,026	\$ 70,496
Due to other governments	1,167,310	1,892,833	2,146,735	913,408
Total Liabilities	\$ 1,222,866	\$ 3,988,799	\$ 4,227,761	\$ 983,904
<b>FORFEITURE ACCOUNT FUND</b>				
Assets:				
Cash and investments	\$ 37,739	\$ 11,609	\$ 5,422	\$ 43,926
Liabilities:				
Accounts payable	\$ -	\$ 7,146	\$ 5,036	\$ 2,110
Due to other governments	37,739	8,230	4,153	41,816
Total Liabilities	\$ 37,739	\$ 15,376	\$ 9,189	\$ 43,926

**CARSON CITY  
COMBINING STATEMENT OF CHANGES IN  
ASSETS AND LIABILITIES - ALL AGENCY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2012  
(PAGE 3 OF 3)**

	<u>BALANCE JULY 1, 2011</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE JUNE 30, 2012</u>
<b>CARSON CITY SCHOOL DISTRICT DEBT SERVICE FUND</b>				
Assets:				
Taxes receivable, delinquent	\$ 182,940	\$ 49,580	\$ 55,166	\$ 177,354
Liabilities:				
Accounts payable	\$ -	\$ 977	\$ 977	\$ -
Due to other governments	182,940	6,215,495	6,221,081	177,354
Total Liabilities	<u>\$ 182,940</u>	<u>\$ 6,216,472</u>	<u>\$ 6,222,058</u>	<u>\$ 177,354</u>
<b>CARSON CITY SCHOOL DISTRICT OPERATING FUND</b>				
Assets:				
Cash and investments	\$ 33,663	\$ 10,533,244	\$ 10,513,291	\$ 53,616
Taxes receivable, delinquent	310,074	86,074	88,986	307,162
Total Assets	<u>\$ 343,737</u>	<u>\$ 10,619,318</u>	<u>\$ 10,602,277</u>	<u>\$ 360,778</u>
Liabilities:				
Accounts payable	\$ -	\$ 805	\$ 805	\$ -
Due to other governments	343,737	10,768,824	10,751,783	360,778
Total Liabilities	<u>\$ 343,737</u>	<u>\$ 10,769,629</u>	<u>\$ 10,752,588</u>	<u>\$ 360,778</u>
<b>TOTALS - ALL AGENCY FUNDS</b>				
Assets:				
Cash and investments	\$ 1,806,506	\$ 17,568,027	\$ 17,931,533	\$ 1,443,000
Cash held by Commission	85,125	43	-	85,168
Accounts receivable	13,430	-	13,430	-
Taxes receivable, delinquent	577,563	159,449	168,236	568,776
Due from other governments	95,619	112,357	95,620	112,356
Prepaid items	-	11,916	117	11,799
Total Assets	<u>\$ 2,578,243</u>	<u>\$ 17,851,792</u>	<u>\$ 18,208,936</u>	<u>\$ 2,221,099</u>
Liabilities:				
Accounts payable	\$ 55,656	\$ 3,049,589	\$ 3,031,871	\$ 73,374
Due to other governments	2,511,675	23,932,645	24,314,567	2,129,753
Other liabilities	10,912	17,972	10,912	17,972
Total Liabilities	<u>\$ 2,578,243</u>	<u>\$ 27,000,206</u>	<u>\$ 27,357,350</u>	<u>\$ 2,221,099</u>

**STATISTICAL SECTION**

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**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.*

<b><u>Section Contents</u></b>	<b><u>Schedule #</u></b>
<b>Financial Trends</b> <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>	<b>1.1 - 1.4</b>
<b>Revenue Capacity</b> <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>	<b>2.1 - 2.4</b>
<b>Debt Capacity</b> <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>	<b>3.1 - 3.4</b>
<b>Demographic and Economic Information</b> <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>	<b>4.1 - 4.2</b>
<b>Operating Information</b> <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>	<b>5.1 - 5.3</b>



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

	FISCAL YEAR ENDED JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>GOVERNMENTAL ACTIVITIES</b>										
Invested in capital assets, net of related debt	\$ 259,709,061	\$ 230,502,492	\$ 172,327,528	\$ 142,099,041	\$ 131,338,112	\$ 120,602,072	\$ 65,849,092	\$ 69,600,063	\$ 63,816,236	\$ 60,351,746
Restricted	15,165,751	16,058,661	20,115,371	18,759,556	23,302,315	29,389,902	24,871,291	16,085,638	14,316,416	15,261,474
Unrestricted	(23,227,661)	(16,829,470)	(14,549,896)	(4,678,327)	2,417,112	(1,728,608)	(3,390,070)	15,697,202	14,233,204	15,440,977
Total Governmental Activities Net Assets	<u>\$ 251,647,151</u>	<u>\$ 229,731,683</u>	<u>\$ 177,893,003</u>	<u>\$ 156,180,270</u>	<u>\$ 157,057,539</u>	<u>\$ 148,263,366</u>	<u>\$ 87,330,313</u>	<u>\$ 101,382,903</u>	<u>\$ 92,365,856</u>	<u>\$ 91,054,197</u>
<b>BUSINESS-TYPE ACTIVITIES</b>										
Invested in capital assets, net of related debt	\$ 92,490,506	\$ 92,656,159	\$ 90,457,625	\$ 89,403,212	\$ 87,652,903	\$ 84,123,860	\$ 78,129,888	\$ 71,872,037	\$ 70,977,186	\$ 71,395,417
Restricted	-	-	-	-	-	2,742,096	2,598,135	2,545,363	2,482,872	2,481,867
Unrestricted	7,832,105	3,476,230	6,235,987	11,002,971	14,666,940	16,169,206	16,340,435	17,913,131	16,797,849	16,176,689
Total Business-Type Activities Net Assets	<u>\$ 100,322,611</u>	<u>\$ 96,132,389</u>	<u>\$ 96,693,612</u>	<u>\$ 100,406,183</u>	<u>\$ 102,319,843</u>	<u>\$ 103,035,162</u>	<u>\$ 97,068,458</u>	<u>\$ 92,330,531</u>	<u>\$ 90,257,907</u>	<u>\$ 90,053,973</u>
<b>PRIMARY GOVERNMENT</b>										
Invested in capital assets, net of related debt	\$ 352,199,567	\$ 323,158,651	\$ 262,785,153	\$ 231,502,253	\$ 218,991,015	\$ 204,725,932	\$ 143,978,980	\$ 141,472,100	\$ 134,793,422	\$ 131,747,163
Restricted	15,165,751	16,058,661	20,115,371	18,759,556	23,302,315	32,131,998	27,469,426	18,631,001	16,799,288	17,743,341
Unrestricted	(15,395,556)	(13,353,240)	(8,313,909)	6,324,644	17,084,052	14,440,598	12,950,365	33,610,333	31,031,053	31,617,666
Total Primary Government Net Assets	<u>\$ 351,969,762</u>	<u>\$ 325,864,072</u>	<u>\$ 274,586,615</u>	<u>\$ 256,586,453</u>	<u>\$ 259,377,382</u>	<u>\$ 251,298,528</u>	<u>\$ 184,398,771</u>	<u>\$ 193,713,434</u>	<u>\$ 182,623,763</u>	<u>\$ 181,108,170</u>

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 ASSETS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

		<b>FISCAL YEAR ENDED JUNE 30,</b>									
		<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>EXPENSES</b>											
<b>Governmental Activities:</b>											
General government	\$	12,839,523	\$ 12,710,114	\$ 13,128,842	\$ 13,919,789	\$ 13,042,589	\$ 13,329,480	\$ 15,920,465	\$ 11,732,939	\$ 10,368,245	\$ 9,567,850
Public safety		30,273,949	28,842,714	30,765,050	28,995,649	27,388,924	26,333,209	25,401,443	25,320,788	21,632,395	20,467,651
Judicial		5,213,231	4,891,274	5,301,887	5,065,113	4,526,334	3,656,007	3,505,076	3,158,460	2,826,724	2,792,776
Public works		9,249,322	8,188,834	9,660,646	8,200,517	10,017,131	7,205,824	7,205,695	7,462,191	7,389,511	7,575,408
Sanitation		1,680,283	1,655,363	1,805,049	1,753,575	1,972,849	-	-	-	-	-
Health		4,984,823	4,349,102	4,570,746	3,563,272	2,781,546	2,736,463	1,808,078	1,320,958	1,040,547	987,750
Welfare		2,369,073	2,359,998	2,373,611	2,143,404	2,008,154	2,074,309	2,038,709	1,915,957	1,482,239	1,776,505
Culture and recreation		8,981,258	8,719,947	9,686,659	8,995,601	9,056,223	8,897,085	8,885,644	8,184,715	7,368,395	6,998,621
Community support		3,386,724	1,643,988	3,922,076	2,626,657	991,673	552,307	15,427,942	1,476,257	5,805,226	1,206,737
Airport		285,645	149,667	257,969	51,505	124,386	348,318	85,514	126,043	270,425	59,382
Economic Opportunity		304,571	326,910	4,705,495	2,255,148	560,255	485,422	4,466,036	520,190	243,268	274,626
Interest on long-term debt		3,931,487	4,047,091	4,247,956	3,947,951	3,721,332	3,844,651	3,078,771	2,126,197	1,486,850	1,827,665
Total Governmental Activities Expenses		83,499,889	77,885,002	90,425,986	81,518,181	76,191,396	69,463,075	87,823,373	63,344,695	59,913,825	53,534,971
<b>Business-type Activities:</b>											
Landfill		-	-	-	-	-	2,057,836	1,889,185	1,058,363	1,534,489	1,373,244
Sewer		8,389,001	8,486,538	8,568,534	8,827,557	8,196,029	7,751,960	7,592,212	7,164,159	7,044,425	6,533,017
Water		12,190,492	12,448,336	11,345,020	10,423,075	9,996,906	9,143,663	8,228,357	7,670,393	7,385,857	6,978,156
Stormwater Drainage		1,199,990	1,025,278	1,198,016	1,115,129	880,387	860,866	745,178	286,562	21,170	-
Ambulance		4,150,587	4,311,731	4,288,925	4,657,637	3,444,369	3,314,417	3,159,589	2,599,930	2,635,082	2,439,285
Cemetery		193,726	185,524	192,330	162,706	206,709	201,439	214,107	199,167	193,136	193,882
Building Permits		464,022	439,863	580,576	945,159	1,581,943	1,724,380	1,629,333	1,476,259	1,419,040	1,388,170
Total Business-type Activities Expenses		26,587,818	26,897,270	26,173,401	26,131,263	24,306,343	25,054,561	23,457,961	20,454,833	20,233,199	18,905,754
Total Primary Government Expenses	\$	110,087,707	\$ 104,782,272	\$ 116,599,387	\$ 107,649,444	\$ 100,497,739	\$ 94,517,636	\$ 111,281,334	\$ 83,799,528	\$ 80,147,024	\$ 72,440,725

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

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

	FISCAL YEAR ENDED JUNE 30,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>PROGRAM REVENUES</b>										
<b>Governmental Activities:</b>										
Charges for services:										
General government	\$ 2,627,410	\$ 2,857,504	\$ 2,918,651	\$ 3,351,544	\$ 3,486,025	\$ 2,927,954	\$ 3,248,476	\$ 3,025,997	\$ 2,803,199	\$ 2,541,631
Public safety	1,228,238	1,155,682	1,188,443	1,076,716	832,339	869,747	786,504	953,268	655,685	637,379
Judicial	1,790,286	1,670,098	1,856,416	1,906,511	1,811,532	1,532,800	1,615,910	1,420,357	1,273,887	1,082,356
Public works	287,772	149,922	130,186	135,246	246,581	351,854	121,845	127,930	176,431	349,418
Sanitation	3,302,423	2,903,582	2,808,933	3,068,057	4,902,844	-	-	-	-	-
Health	440,934	368,863	391,320	388,737	323,538	196,846	148,971	99,467	110,343	111,923
Welfare	-	-	2,502	-	-	-	-	-	-	-
Culture and recreation	1,285,299	1,189,441	1,272,141	1,279,607	1,283,107	1,315,279	1,323,132	1,368,658	1,267,487	1,275,047
Community support	-	-	381	-	1,825	-	5,038	-	-	-
Economic opportunity	-	-	-	-	-	-	-	-	11	-
Operating grants, interest, and contributions	7,895,664	8,040,598	13,387,728	6,777,205	5,088,124	6,129,717	8,678,963	6,003,596	3,351,158	2,177,667
Capital grants, interest, and contributions	30,733,429	56,268,193	25,254,636	6,622,668	2,819,030	14,492,662	51,789	2,211,437	568,537	4,241,309
Total Governmental Activities Program Revenues	49,591,455	74,603,883	49,211,337	24,606,291	20,794,945	27,816,859	15,980,628	15,210,710	10,206,738	12,416,730
<b>Business-type Activities:</b>										
Charges for services:										
Landfill	-	-	-	-	-	3,795,200	2,650,501	2,101,413	1,646,918	1,608,821
Sewer	8,688,226	6,745,687	6,221,191	6,070,923	5,078,660	5,084,414	4,947,911	5,038,171	5,095,325	4,566,757
Water	13,056,457	11,510,051	9,213,231	9,366,534	9,023,248	7,593,208	6,533,885	5,696,364	6,098,002	5,809,341
Stormwater Drainage	1,308,666	1,669,605	1,172,877	1,070,093	1,017,917	1,007,484	998,097	572,820	190,219	-
Ambulance	3,729,850	3,547,842	3,809,675	3,979,519	4,036,969	3,373,632	3,314,884	2,878,935	2,597,448	2,462,331
Cemetery	130,494	111,624	91,161	85,437	115,220	150,912	104,211	81,897	138,800	166,010
Building Permits	590,055	536,824	422,320	800,889	1,273,027	1,487,738	1,344,789	1,514,599	1,670,751	1,388,699
Operating grants, interest, and contributions	-	-	200	30	-	-	12,538	31,080	44,830	25,366
Capital grants, interest, and contributions	2,505,810	1,906,273	890,780	2,009,015	4,987,392	6,462,247	7,000,395	5,150,750	2,934,428	2,950,430
Total Business-type Activities Program Revenues	30,009,558	26,027,906	21,821,435	23,382,440	25,532,433	28,954,835	26,907,211	23,066,029	20,416,721	18,977,755
Total Primary Government Program Revenues	\$ 79,601,013	\$ 100,631,789	\$ 71,032,772	\$ 47,988,731	\$ 46,327,378	\$ 56,771,694	\$ 42,887,839	\$ 38,276,739	\$ 30,623,459	\$ 31,394,485
<b>NET (EXPENSE) / REVENUE</b>										
Governmental activities	\$ (33,908,434)	\$ (3,281,119)	\$ (41,214,649)	\$ (56,911,890)	\$ (55,396,451)	\$ (41,646,216)	\$ (71,842,745)	\$ (48,133,985)	\$ (49,707,087)	\$ (41,118,241)
Business-type activities	3,421,740	(869,364)	(4,351,966)	(2,748,823)	1,226,090	3,900,274	3,449,250	2,611,196	183,522	72,001
Total Primary Government Net (Expense) / Revenue	\$ (30,486,694)	\$ (4,150,483)	\$ (45,566,615)	\$ (59,660,713)	\$ (54,170,361)	\$ (37,745,942)	\$ (68,393,495)	\$ (45,522,789)	\$ (49,523,565)	\$ (41,046,240)

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

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

	<b>FISCAL YEAR ENDED JUNE 30,</b>									
	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>GENERAL REVENUES AND OTHER</b>										
<b>CHANGES IN NET ASSETS</b>										
<b>Governmental Activities:</b>										
Taxes:										
Property taxes	\$ 22,773,809	\$ 22,144,119	\$ 20,555,087	\$ 19,362,180	\$ 17,542,259	\$ 16,538,908	\$ 14,842,941	\$ 14,399,482	\$ 13,622,347	\$ 13,163,766
Sales taxes	4,591,472	4,518,988	4,172,071	4,721,317	5,669,448	6,097,893	5,355,446	4,856,154	4,517,602	4,243,911
Consolidated tax	19,016,195	18,286,154	17,477,368	19,969,586	23,442,872	25,944,779	26,808,073	25,661,323	23,827,916	22,273,319
Franchise taxes	5,019,809	4,977,697	5,531,976	5,623,238	5,371,215	4,619,984	4,423,774	4,081,139	3,541,660	3,400,865
Other taxes	157,269	158,283	136,856	194,508	3,911,193	4,262,092	4,273,234	4,193,053	3,889,322	3,520,210
Motor vehicle fuel tax	4,495,254	4,646,688	4,992,322	4,182,742	1,330,616	1,373,902	1,361,374	1,340,152	1,277,083	1,140,911
Grants and contributions not restricted to specific programs	-	-	-	-	3,312	687	589	576	568	-
Unrestricted investment income	275,035	408,911	1,132,477	2,059,082	3,614,317	3,530,584	1,367,181	1,197,060	122,925	1,685,904
Gain on sale of capital assets	-	-	-	-	-	-	1,337,946	-	-	-
Miscellaneous revenue	214,052	235,667	183,639	218,370	305,300	246,304	189,430	191,890	257,974	200,892
Transfers	(718,993)	(256,708)	(398,481)	(296,402)	3,000,092	(746,617)	(2,169,833)	1,230,203	(38,651)	(126,817)
Total Governmental Activities	<u>55,823,902</u>	<u>55,119,799</u>	<u>53,783,315</u>	<u>56,034,621</u>	<u>64,190,624</u>	<u>61,868,516</u>	<u>57,790,155</u>	<u>57,151,032</u>	<u>51,018,746</u>	<u>49,502,961</u>
<b>Business-type Activities:</b>										
Unrestricted investment income	49,489	51,433	240,914	538,761	1,058,683	1,319,813	476,360	691,631	(18,239)	955,581
Transfers	718,993	256,708	398,481	296,402	(3,000,092)	746,617	2,169,833	(1,230,203)	38,651	126,817
Total Business-type Activities	<u>768,482</u>	<u>308,141</u>	<u>639,395</u>	<u>835,163</u>	<u>(1,941,409)</u>	<u>2,066,430</u>	<u>2,646,193</u>	<u>(538,572)</u>	<u>20,412</u>	<u>1,082,398</u>
Total Primary Government Activities	<u>\$ 56,592,384</u>	<u>\$ 55,427,940</u>	<u>\$ 54,422,710</u>	<u>\$ 56,869,784</u>	<u>\$ 62,249,215</u>	<u>\$ 63,934,946</u>	<u>\$ 60,436,348</u>	<u>\$ 56,612,460</u>	<u>\$ 51,039,158</u>	<u>\$ 50,585,359</u>
<b>CHANGE IN NET ASSETS</b>										
Governmental activities	\$ 21,915,468	\$ 51,838,680	\$ 12,568,666	\$ (877,269)	\$ 8,794,173	\$ 20,222,300	\$ (14,052,590)	\$ 9,017,047	\$ 1,311,659	\$ 8,384,720
Business-type activities	4,190,222	(561,223)	(3,712,571)	(1,913,660)	(715,319)	5,966,704	6,095,443	2,072,624	203,934	1,154,399
Total Primary Government Change in Net Assets	<u>\$ 26,105,690</u>	<u>\$ 51,277,457</u>	<u>\$ 8,856,095</u>	<u>\$ (2,790,929)</u>	<u>\$ 8,078,854</u>	<u>\$ 26,189,004</u>	<u>\$ (7,957,147)</u>	<u>\$ 11,089,671</u>	<u>\$ 1,515,593</u>	<u>\$ 9,539,119</u>

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

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

		<b>FISCAL YEAR ENDED JUNE 30,</b>									
		<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>GENERAL FUND</b>											
<b>GASB 54<sup>(a)</sup></b>											
Nonspendable	\$	269,317	\$ 234,703	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted		854,838	866,931	-	-	-	-	-	-	-	-
Committed		-	-	-	-	-	-	-	-	-	-
Assigned		1,036,620	2,962,474	-	-	-	-	-	-	-	-
Unassigned		2,731,167	2,830,794	-	-	-	-	-	-	-	-
<b>Prior to GASB 54<sup>(a)</sup></b>											
Reserved		-	-	1,164,962	877,986	790,253	793,002	867,481	546,825	479,751	532,198
Unreserved:											
Designated		-	-	3,294,193	7,979,901	5,143,029	5,385,581	5,079,437	8,959,556	8,846,685	8,712,714
Undesignated		-	-	2,024,044	2,628,357	8,383,701	5,496,137	4,951,945	2,092,600	2,606,927	16,884
Total General Fund	\$	<u>4,891,942</u>	<u>6,894,902</u>	<u>6,483,199</u>	<u>11,486,244</u>	<u>14,316,983</u>	<u>11,674,720</u>	<u>10,898,863</u>	<u>11,598,981</u>	<u>11,933,363</u>	<u>9,261,796</u>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>											
<b>GASB 54<sup>(a)</sup></b>											
Nonspendable	\$	82,036	\$ 24,582	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted		10,871,688	12,212,046	-	-	-	-	-	-	-	-
Committed		5,853	2,400,000	-	-	-	-	-	-	-	-
Assigned		1,223,257	1,926,574	-	-	-	-	-	-	-	-
Unassigned		-	(1,943)	-	-	-	-	-	-	-	-
<b>Prior to GASB 54<sup>(a)</sup></b>											
Reserved		-	-	20,076	7,742	15,258	12,953	1,287	865	22,400	247
Unreserved:											
Designated in:											
Special Revenue Funds		-	-	5,205,792	10,977,085	14,476,430	5,195,162	9,914,131	10,300,110	5,738,209	2,169,391
Debt Service Funds		-	-	1,036,661	1,140,238	1,259,329	1,143,535	992,243	1,633,794	2,354,377	2,667,705
Capital Projects Funds		-	-	51,609	90,054	73,552	100,358	517,218	130,227	70,197	177,126
Undesignated in:											
Special Revenue Funds		-	-	15,318,046	12,081,931	13,889,408	32,268,590	28,406,279	22,049,919	17,059,026	16,934,032
Debt Service Funds		-	-	12,384	196,616	24,354	37,444	443,148	13,798	27,006	154,164
Capital Projects Funds		-	-	2,729,014	777,393	3,095,754	7,245,512	14,599,397	2,801,349	2,071,348	3,001,323
Total All Other Governmental Funds	\$	<u>12,182,834</u>	<u>16,561,259</u>	<u>24,373,582</u>	<u>25,271,059</u>	<u>32,834,085</u>	<u>46,003,554</u>	<u>54,873,703</u>	<u>36,930,062</u>	<u>27,342,563</u>	<u>25,103,988</u>

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.

<sup>(a)</sup> 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,**

	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>REVENUES</b>										
Taxes	\$ 30,389,857	\$ 29,656,665	\$ 28,093,025	\$ 26,721,962	\$ 26,801,548	\$ 26,649,450	\$ 24,247,771	\$ 23,227,887	\$ 21,806,953	\$ 20,705,621
Special assessments	-	-	-	-	-	-	-	-	192,708	211,484
Licenses and permits	6,657,143	6,782,247	7,340,788	7,377,737	7,089,746	6,183,388	6,191,477	5,688,240	5,099,575	4,877,726
Intergovernmental revenues	32,832,525	32,902,457	49,672,531	32,332,386	30,876,567	43,287,158	36,935,960	33,640,817	29,100,114	27,058,432
Charges for services	11,885,268	11,153,091	11,467,700	11,215,117	13,322,748	8,417,219	7,455,522	6,997,392	6,133,344	5,645,508
Fines and forfeits	901,394	773,519	802,402	1,046,329	1,023,459	901,404	1,011,142	902,536	845,779	789,494
Miscellaneous	1,756,085	1,716,374	2,188,920	3,430,504	4,565,944	4,411,395	2,179,034	2,121,663	1,024,528	2,398,752
Total Revenues	<u>84,422,272</u>	<u>82,984,353</u>	<u>99,565,366</u>	<u>82,124,035</u>	<u>83,680,012</u>	<u>89,850,014</u>	<u>78,020,906</u>	<u>72,578,535</u>	<u>64,203,001</u>	<u>61,687,017</u>
<b>EXPENDITURES</b>										
General government	13,952,064	14,231,116	15,005,013	14,680,918	14,514,253	15,037,996	19,586,502	13,998,307	12,828,474	12,949,568
Public safety	27,779,133	27,313,128	28,362,786	26,595,429	25,954,382	25,956,021	24,295,657	25,614,239	20,531,866	20,448,172
Judicial	4,973,383	4,824,457	5,075,739	4,822,651	4,704,943	3,652,245	3,521,459	3,093,465	2,794,389	2,779,499
Public works	8,487,965	7,821,034	19,917,994	20,642,266	17,079,950	11,965,730	12,148,591	10,441,407	10,201,012	10,749,239
Sanitation	1,485,325	1,542,371	1,673,677	1,734,716	3,386,664	-	-	-	-	-
Health	4,332,571	3,798,124	3,960,626	3,001,006	2,627,724	2,670,894	1,777,541	1,532,341	1,037,614	1,146,927
Welfare	2,367,038	2,344,154	2,359,467	2,127,710	2,011,350	2,073,901	2,033,648	1,911,782	1,478,840	1,773,771
Culture and recreation	7,365,129	7,296,030	13,381,380	11,217,627	15,594,191	9,464,358	8,810,148	11,169,367	10,299,483	7,926,518
Community support	3,098,628	1,296,951	3,573,553	2,617,465	570,916	630,602	15,784,475	752,965	5,547,273	1,058,208
Airport	4,234	47,506	9,144,072	3,107,641	579,295	10,034,403	38,779	79,038	297,124	247,363
Economic opportunity	304,571	326,957	4,742,049	2,275,376	609,176	565,092	4,598,312	593,042	263,279	312,937
Capital outlay	7,757,392	11,231,655	8,028	1,084,955	4,084,369	9,039,514	6,510,301	306,392	265,811	180,704
Debt service:	-	-	-	-	-	-	-	-	-	-
Principal	4,095,917	3,924,674	3,604,885	3,549,588	3,038,832	3,056,246	2,725,880	2,576,513	2,396,506	3,501,418
Interest and fiscal charges	3,835,852	4,286,892	3,956,052	3,873,919	3,651,174	3,764,874	2,932,911	1,958,684	1,282,262	1,961,517
Total Expenditures	<u>89,839,202</u>	<u>90,285,049</u>	<u>114,765,321</u>	<u>101,331,267</u>	<u>98,407,219</u>	<u>97,911,876</u>	<u>104,764,204</u>	<u>74,027,542</u>	<u>69,223,933</u>	<u>65,035,841</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,416,930)</u>	<u>(7,300,696)</u>	<u>(15,199,955)</u>	<u>(19,207,232)</u>	<u>(14,727,207)</u>	<u>(8,061,862)</u>	<u>(26,743,298)</u>	<u>(1,449,007)</u>	<u>(5,020,932)</u>	<u>(3,348,824)</u>

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)**

	<b>FISCAL YEAR ENDED JUNE 30,</b>									
	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>OTHER FINANCING</b>										
<b>SOURCES (USES)</b>										
Capital asset sales	10,545	3,535	-	-	-	-	3,620,000	40,613	141,280	42,026
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	9,935,000	-
Notes issued	-	-	-	-	-	-	-	3,028,000	-	802,500
Payment to refunded bond escrow agent	-	(7,244,702)	-	-	-	-	(9,884,613)	-	-	(4,888,283)
Refunding bonds issued	-	-	-	-	-	-	8,040,000	-	-	4,895,000
Refunding notes issued	-	-	-	-	-	-	1,654,300	-	-	-
Premium on refunding bonds issued	-	226,243	-	-	-	-	278,709	-	-	-
Transfers in	9,364,206	8,279,959	15,500,233	11,826,603	12,952,593	7,736,648	10,162,385	9,961,443	4,121,536	11,074,155
Transfers out	(10,339,206)	(8,574,959)	(14,170,233)	(12,121,603)	(8,763,820)	(7,824,848)	(11,212,920)	(9,162,332)	(4,121,536)	(11,136,634)
Premium on bonds issued	-	-	-	-	-	-	308,908	-	-	-
Discount on bonds issued	-	-	-	-	-	-	-	(66,349)	(145,206)	-
Total Other Financing Sources (Uses)	<u>(964,455)</u>	<u>(99,924)</u>	<u>9,299,433</u>	<u>8,813,467</u>	<u>4,200,001</u>	<u>(32,430)</u>	<u>43,986,821</u>	<u>10,702,124</u>	<u>9,931,074</u>	<u>788,764</u>
Net Change in Fund Balances	<u>\$ (6,381,385)</u>	<u>\$ (7,400,620)</u>	<u>\$ (5,900,522)</u>	<u>\$ (10,393,765)</u>	<u>\$ (10,527,206)</u>	<u>\$ (8,094,292)</u>	<u>\$ 17,243,523</u>	<u>\$ 9,253,117</u>	<u>\$ 4,910,142</u>	<u>\$ (2,560,060)</u>
Debt service as a percentage of noncapital expenditures	<u>9.66%</u>	<u>10.39%</u>	<u>8.44%</u>	<u>9.18%</u>	<u>8.74%</u>	<u>9.30%</u>	<u>6.19%</u>	<u>6.98%</u>	<u>5.97%</u>	<u>9.57%</u>

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				PERSONAL PROPERTY ASSESSED VALUE	LESS: TAX EXEMPT PROPERTY	TOTAL		PERCENTAGE OF TAXABLE VALUE TO ACTUAL VALUE	TOTAL DIRECT TAX RATE (1)
	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	OTHER			TAXABLE ASSESSED VALUE	ESTIMATED ACTUAL VALUE		
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
2004	746,722,428	332,262,156	79,211,607	55,994,871	69,616,260	214,805,768	1,069,001,554	3,054,290,154	35.00%	1.2085
2003	724,967,564	325,002,781	70,047,686	68,951,834	65,168,733	198,173,195	1,055,965,403	3,017,044,009	35.00%	1.1809

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,									
	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>CARSON CITY DIRECT RATE</b>										
Operating Rate	1.2102	1.2102	1.2102	1.2102	1.2102	1.2101	0.9634	0.9634	0.9634	0.9234
Voter Approved	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Legislative Overrides	0.4470	0.4464	0.4468	0.4467	0.2405	0.2153	0.1765	0.1765	0.1620	0.1744
Debt Service	0.0000	0.0000	0.0000	0.0000	0.0000	0.0321	0.0321	0.0321	0.0331	0.0331
Total Carson City Direct Rate	<u>1.7072</u>	<u>1.7066</u>	<u>1.7070</u>	<u>1.7069</u>	<u>1.5007</u>	<u>1.5075</u>	<u>1.2220</u>	<u>1.2220</u>	<u>1.2085</u>	<u>1.1809</u>
<b>OVERLAPPING RATES</b>										
Carson City School District	1.1800	1.1800	1.2200	1.2200	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	0.1500
Eagle Valley Underground Water	0.0000	0.0010	0.0009	0.0009	0.0011	0.0012	0.0016	0.0016	0.0016	0.0016
Carson Valley Ground Water Basin	0.0000	0.0023	0.0020	0.0010	0.0025	0.0029	0.0027	0.0027	0.0033	0.0034
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	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000
Total Overlapping Rates	<u>1.4800</u>	<u>1.4833</u>	<u>1.5229</u>	<u>1.5219</u>	<u>1.5236</u>	<u>1.5241</u>	<u>1.5243</u>	<u>1.5243</u>	<u>1.5249</u>	<u>1.5050</u>
Total Carson City Property Tax Rate	<u>3.1872</u>	<u>3.1899</u>	<u>3.2299</u>	<u>3.2288</u>	<u>3.0243</u>	<u>3.0316</u>	<u>2.7463</u>	<u>2.7463</u>	<u>2.7334</u>	<u>2.6859</u>
<b>REDEVELOPMENT AGENCY OF CARSON CITY</b>										
	<u>2.7427</u>	<u>2.8737</u>	<u>2.8895</u>	<u>2.6362</u>	<u>2.8108</u>	<u>2.7913</u>	<u>2.4845</u>	<u>2.5078</u>	<u>2.4891</u>	<u>2.4802</u>

Source: Nevada Department of Taxation

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

<b>TAXPAYER</b>	<b>2012</b>			<b>2003</b>		
	<b>ASSESSED VALUATION</b>	<b>RANK</b>	<b>PERCENTAGE OF TOTAL ASSESSED VALUATION</b>	<b>ASSESSED VALUATION</b>	<b>RANK</b>	<b>PERCENTAGE OF TOTAL ASSESSED VALUATION</b>
Southwest Gas Corp	\$ 18,645,698	1	1.24%	\$ 11,717,995	2	1.11%
Sierra Pacific Power	\$ 16,641,468	2	1.10%	\$ 12,982,914	1	1.23%
C & A Investments	\$ 13,670,215	3	0.91%	\$ 6,578,231	7	0.62%
Dwight Millard	\$ 11,173,654	4	0.74%	\$ 8,821,030	3	0.84%
Carson - Tahoe Hospital	\$ 10,837,869	5	0.72%	\$ -		-
John Serpa	\$ 10,500,221	6	0.70%	\$ 8,728,664	4	0.83%
Carson Gaming LLC	\$ 8,546,577	7	0.57%	\$ 4,619,366	10	0.44%
Cubix/Ormsby	\$ 7,530,060	8	0.50%	\$ -		-
Hohl, Michael	\$ 7,329,414	9	0.49%	\$ -		-
Hone, Doug & Kathleen	\$ 7,173,082	10	0.48%	\$ -		-
Garth Richards	\$ -		-	\$ 5,265,348	8	0.50%
Bell of Nevada	\$ -		-	\$ 8,605,392	5	0.81%
Russell, Clark/Ormsby, Inc.	\$ -		-	\$ 6,668,684	6	0.63%
Albertsons	\$ -		-	\$ 4,990,917	9	0.47%
Total, Ten Largest Taxpayers	112,048,258		7.44%	78,978,541		7.48%
Total, Other Taxpayers	1,394,323,677		92.56%	976,986,862		92.53%
Total Assessed Valuations	<u>\$ 1,506,371,935</u>		<u>100.00%</u>	<u>\$ 1,055,965,403</u>		<u>100.01%</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)**

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>TAXES LEVIED</b>	<b>CURRENT YEAR</b>			<b>TOTALS TO DATE</b>	
		<b>TAX COLLECTIONS</b>	<b>PERCENT OF TAXES LEVIED</b>	<b>DELINQUENT TAX COLLECTIONS</b>	<b>TAX COLLECTIONS</b>	<b>PERCENT OF TAXES LEVIED</b>
2003	\$ 24,975	\$ 24,726	99.00%	\$ 249	\$ 24,975	100.00%
2004	25,945	25,757	99.28%	188	25,945	100.00%
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%	359	32,944	99.99%
2009	35,529	34,860	98.12%	621	35,481	99.87%
2010	37,735	37,075	98.25%	573	37,648	99.77%
2011	39,450	38,714	98.13%	434	39,148	99.23%
2012	39,450	38,463	97.50%	-	38,463	97.50%

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 PROPRIETARY				
	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)
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	7.20%	\$ 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	6.43%	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	6.24%	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	5.69%	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	6.03%	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	6.17%	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	4.76%	1,808.20
2004	32,973,990	32,973,990	1.08%	587.29	7,670,000	755,713	-	215,000	42,171,690	-	83,786,393	4.07%	1,492.29
2003	30,843,709	30,843,709	1.02%	558.56	2,000,000	802,500	-	430,000	34,578,836	-	68,655,045	3.64%	1,243.30

**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, 2012  
(UNAUDITED)**

<b>NAME OF GOVERNMENT UNIT</b>	<b>GENERAL OBLIGATION DEBT OUTSTANDING</b>	<b>PRESENTLY SELF-SUPPORTING GENERAL OBLIGATION DEBT</b>	<b>PERCENT APPLICABLE (1)</b>	<b>APPLICABLE NET DEBT</b>
Direct:				
City of Carson City:				
Governmental Activity Bonds	\$ 62,336,401	\$ 62,336,401	100.00%	-
Overlapping:				
Carson City School District	<u>56,725,000</u>	<u>-</u>	100.00%	<u>56,725,000</u>
Total General Obligation				
Direct and Overlapping Debt	<u>\$ 119,061,401</u>	<u>\$ 62,336,401</u>		<u>\$ 56,725,000</u>

Source: Carson City Finance Office and Carson City School District

(1) Based on fiscal year 2011-12 assessed valuation in the respective jurisdiction.

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

**Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2012**

Assessed value of taxable property(1)	\$ 1,566,968,968
Debt limit (15% of assessed value)	<u>235,045,345</u>
Debt applicable to limit:	
Governmental activities	\$ 62,336,401
Business-type activities	77,493,636
Less: Amount available for repayment of general obligation debt	<u>(165,430)</u>
Total net debt applicable to limitation	<u>139,664,607</u>
Legal debt margin	<u><u>\$ 95,380,738</u></u>

**FISCAL YEAR ENDED JUNE 30,**

	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Debt limit	\$ 235,045,345	\$ 266,225,881	\$ 288,971,603	\$ 289,552,288	\$ 249,494,536	\$ 219,896,382	\$ 183,981,394	\$ 172,194,764	\$ 163,388,242	\$ 161,241,549
Total net debt subject to limitation	<u>139,664,607</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>	<u>83,571,393</u>	<u>68,225,045</u>
Legal Debt Margin	<u><u>\$ 95,380,738</u></u>	<u><u>\$ 139,448,596</u></u>	<u><u>\$ 173,110,329</u></u>	<u><u>\$ 165,965,347</u></u>	<u><u>\$ 119,587,291</u></u>	<u><u>\$ 84,002,834</u></u>	<u><u>\$ 51,403,155</u></u>	<u><u>\$ 69,021,633</u></u>	<u><u>\$ 79,816,849</u></u>	<u><u>\$ 93,016,504</u></u>
Total net debt subject to limitation as a percentage of debt limit	<u><u>59.4%</u></u>	<u><u>47.6%</u></u>	<u><u>40.1%</u></u>	<u><u>42.7%</u></u>	<u><u>52.1%</u></u>	<u><u>61.8%</u></u>	<u><u>72.1%</u></u>	<u><u>59.9%</u></u>	<u><u>51.1%</u></u>	<u><u>42.3%</u></u>

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

(1) Includes Redevelopment Authority amount of \$60,597,033.

**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	
<b>HIGHWAY REVENUE(MOTOR VEHICLE FUEL TAX) IMPROVEMENT BONDS (1)</b>							
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
2004	-	-	-	-	-	-	N/A
2003	-	-	-	-	-	-	N/A
<b>TAX ALLOCATION BOND - REDEVELOPMENT AUTHORITY (2)</b>							
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
2004	528,702	-	528,702	115,000	136,330	251,330	2.1
2003	605,520	-	605,520	100,000	142,730	242,730	2.5
<b>HIGHWAY REVENUE IMPROVEMENT BONDS (3)</b>							
2012	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A
2011	-	-	-	-	-	-	N/A
2010	-	-	-	-	-	-	N/A
2009	-	-	-	-	-	-	N/A
2008	-	-	-	-	-	-	N/A
2007	-	-	-	-	-	-	N/A
2006	-	-	-	-	-	-	N/A
2005	-	-	-	-	-	-	N/A
2004	-	-	-	-	-	-	N/A
2003	2,805,923	1,990,175	815,748	760,000	18,698	778,698	1.0
<b>GRAVES LANE SPECIAL ASSESSMENT BONDS (4)</b>							
2012	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A
2011	-	-	-	-	-	-	N/A
2010	-	-	-	-	-	-	N/A
2009	-	-	-	-	-	-	N/A
2008	-	-	-	-	-	-	N/A
2007	-	-	-	-	-	-	N/A
2006	-	-	-	-	-	-	N/A
2005	-	-	-	-	-	-	N/A
2004	192,708	-	192,708	215,000	22,575	237,575	0.8
2003	211,484	-	211,484	215,000	33,540	248,540	0.9

**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.

(3) Pledged revenues include the County Option Fuel tax collected in the Regional Transportation Fund. Expenditures include operating expenditures, less capital outlay.

(4) Pledged revenues for Special Assessment Bonds includes assessments, prepaid assessments, assessment interest, and prepaid assessment interest.



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

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>POPULATION (1)</b>	<b>CITY AREA (SQUARE MILES) (6)</b>	<b>TOTAL PERSONAL INCOME (3)</b>	<b>PER CAPITA PERSONAL INCOME (3)</b>	<b>UNEMPLOYMENT RATE (4)</b>	<b>PUBLIC SCHOOL ENROLLMENT (5)</b>	<b>BUSINESS LICENSES ISSUED (2)</b>	<b>TOTAL CONSTRUCTION PERMITS (6)</b>	<b>TOTAL CONSTRUCTION VALUE (6)</b>
2012	56,105	147.00	\$ 2,263,104,000	\$ 40,337	11.7%	12,432	766	818	\$ 46,358,861
2011	55,488	147.00	2,251,173,000	40,570	12.5%	13,346	1,042	939	42,209,740
2010	55,274	147.00	2,216,158,000	40,139	13.8%	13,582	934	276	16,955,005
2009	56,506	147.00	2,199,939,000	39,709	11.5%	13,532	967	242	64,172,562
2008	57,600	147.00	2,374,604,000	42,746	6.7%	13,493	1,242	295	74,801,157
2007	57,723	147.00	2,343,453,000	42,386	5.0%	13,790	1,223	425	87,262,258
2006	57,701	147.00	2,240,643,000	40,438	4.8%	13,638	1,312	385	76,840,787
2005	57,104	147.00	2,167,523,000	38,718	4.7%	14,524	1,182	426	58,999,793
2004	56,146	147.00	2,058,125,000	36,756	5.2%	14,667	1,287	491	129,693,867
2003	55,220	147.00	1,887,767,000	34,178	5.8%	14,906	1,315	600	78,026,678

NR = Not reported

Sources:

- (1) State of Nevada, Demographer's Office estimated, 1986-2009, 2011 and 2012; 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 2012 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>2012</u>			<u>2003</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	4.45%	1000-1499	2	4.53%
Carson Tahoe Hospital	1000-1499	2	4.45%	700-799	3	2.72%
City of Carson City	600-699	3	2.31%	700-799	4	2.72%
State Department of Transportation	600-699	4	2.31%	600-699	5	2.36%
Western Nevada College	500-599	5	1.96%	500-599	6	1.99%
State Department of Corrections	300-399	6	1.24%	-	-	-
State Department of Motor Vehicles	300-399	7	1.24%	-	-	-
Casino Fandango	300-399	8	1.24%	-	-	-
Wal-Mart Supercenter	300-399	9	1.24%	-	-	-
Chromalloy Nevada	300-399	10	1.24%	400-499	9	1.63%
Pinon Plaza Resort	-	-	-	200-299	10	0.90%
State of Nevada (2)	-	-	-	5000-5499	1	19.04%
Carson City Nugget	-	-	-	500-599	7	1.99%
Legislative Counsel Bureau	-	-	-	400-499	8	1.63%
Total Carson City Area Covered Employment	<u>28,095</u>			<u>27,574</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.

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

FISCAL YEAR ENDED JUNE 30.

FUNCTION:	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
General Government	101.00	104.35	108.10	108.80	123.35	127.05	135.30	134.05	131.55	130.75
Public Safety	227.55	228.25	254.75	256.85	259.45	265.70	261.50	259.50	250.00	249.00
Judicial	44.50	42.50	44.05	45.30	45.00	42.25	35.50	29.75	28.75	26.75
Public Works	45.95	44.90	46.10	53.15	58.25	53.59	54.85	45.05	50.40	49.40
Sanitation	9.60	9.30	10.75	13.35	13.05	10.90	11.70	11.20	7.35	9.35
Health	29.96	30.00	30.00	20.00	23.25	18.75	14.00	12.00	12.00	12.50
Welfare	4.00	4.00	5.00	3.00	2.00	1.00	1.00	1.00	1.00	1.50
Culture and Recreation	43.88	43.88	48.88	48.93	57.82	61.95	59.76	58.01	54.01	54.06
Community Support	0.00	0.00	0.00	0.00	2.00	2.00	2.00	2.00	1.00	1.00
Utilities	52.95	52.80	50.90	48.13	47.50	49.65	48.40	47.75	54.00	48.00
Other	0.00	0.00	0.00	0.00	0.00	1.00	1.00	1.00	1.00	1.00
Total	<u>559.39</u>	<u>559.98</u>	<u>598.53</u>	<u>597.51</u>	<u>631.67</u>	<u>633.84</u>	<u>625.01</u>	<u>601.31</u>	<u>591.06</u>	<u>583.31</u>

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

**FISCAL YEAR ENDED JUNE 30,**

	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>FUNCTION / PROGRAM:</b>										
<b>General Government</b>										
Business licenses issued (3)	766	1,042	934	967	1,242	1,223	1,312	1,182	1,287	1,315
<b>Judicial: (1)</b>										
Municipal Court Cases Filed:										
Criminal Cases:										
Felony death penalty	0	0	0	0	0	1	5	0	0	0
Felony, crimes against persons	112	117	112	231	374	407	581	553	651	688
Felony, crimes against property	171	230	196	467	228	227	473	490	444	326
Gross misdemeanor, crimes against persons	54	56	67	43	64	59	102	96	115	88
Gross misdemeanor, crimes against property	11	23	15	45	42	21	57	55	42	8
Misdemeanor, non-traffic	1,696	1,473	1,726	2,228	1,492	1,309	2,040	2,011	2,569	2,117
Traffic and parking violations	13,769	11,869	11,012	19,944	16,460	12,516	20,885	18,190	18,188	16,605
Civil Cases:										
General	1,952	2,249	2,926	2,474	2,514	2,513	2,254	2,197	1,913	1,587
Small claims	421	442	472	535	638	686	601	550	638	528
Landlord/tenant (summary eviction)	1,095	1,126	954	1,165	1,473	1,466	1,235	1,173	1,274	1,293
Request for domestic violence protective orders	454	460	474	496	484	452	361	424	513	622
Request for protection orders (non-dom. violence)	266	293	269	379	346	322	376	506	569	455
<b>Public Safety</b>										
Police: (5)										
Number of sworn police personnel and officers	91	91	99	99	98	94	95	95	93	93
Number of physical arrests	2,784	1,925	2,621	2,797	3,265	2,872	2,742	3,189	3,516	2,829
Number of traffic accidents	474	250	832	973	1,035	558	705	693	858	618
Fire: (6)										
Number of firefighters	60	58	64	64	64	66	66	66	61	65
Number of calls answered	7,838	7,620	7,466	7,515	7,941	7,681	7,200	6,346	6,053	6,109
Number of fire prevention inspections	1,268	1,170	2,529	2,029	2,090	2,061	1,681	1,784	2,185	2,256
<b>Public Works (4)</b>										
Number of street lights	1,702	1,776	1,771	1,702	1,723	1,525	1,406	1,391	1,391	1,290

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

	<b>FISCAL YEAR ENDED JUNE 30,</b>									
	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>Culture and Recreation (7)</b>										
Number of participants in recreation sports	7,688	7,557	14,393	5,302	7,950	6,350	5,090	5,440	5,240	4,910
Number of participants in sports tournaments	56,388	57,291	58,000	56,410	56,410	42,429	38,687	25,098	22,860	12,549
Average number of children enrolled in summer programs per day	165	607	339	265	262	290	370	370	370	390
Average number of children enrolled in latch key programs per day	239	204	202	289	265	275	400	400	370	390
<b>Utilities (4)</b>										
Sewer:										
Customer count as of June 30	15,443	15,041	15,376	15,414	15,379	15,312	15,227	15,151	15,028	14,752
Total discharge (in thousands of gallons)	1,590,547	1,787,778	1,741,894	1,825,000	1,869,403	1,878,804	1,833,250	1,868,459	1,864,459	1,800,538
Water:										
Customer count as of June 30	16,862	16,798	16,804	16,828	16,790	16,705	16,540	16,427	16,300	16,061
Total consumption (in thousands of gallons)	3,525,553	3,619,591	3,557,248	4,561,914	4,077,837	4,165,842	3,956,644	3,860,618	4,236,540	3,984,524
<b>Development Services (2)</b>										
Building permits issued	818	939	276	242	295	425	385	426	491	600

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

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

FISCAL YEAR ENDED JUNE 30,

	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
<b>FUNCTION / PROGRAM:</b>										
<b>General Government</b>										
City owned facilities (1)	80	82	82	82	82	82	82	84	84	83
City owned structures (1)	81	81	81	81	81	81	81	81	81	81
Number of networked computers (5)	595	580	565	550	650	650	517	NR	NR	NR
<b>Public Safety</b>										
Police: (2)										
Marked police vehicles	39	40	39	36	37	36	32	32	32	25
Fire: (3)										
Fire stations	4	3	3	3	3	3	3	3	3	3
Fire engines	14	9	9	9	9	9	9	9	9	9
<b>Public Works (1)</b>										
Paved streets (miles)	273	273	257	257	259	259	250	250	250	241
<b>Culture and Recreation (4)</b>										
Parks:										
Acreage of parks - developed	780.5	780.5	780.5	780.5	780.5	772.5	765.5	765.5	765.5	757.5
Acreage of parks - undeveloped	436.0	436.0	436.0	436.0	436.0	444.0	448.0	448.0	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	3	2	2	2	2
Basketball courts - lighted	0	0	0	0	0	0	0	0	0	0
Basketball courts - unlighted	8	8	8	8	8	6	4	4	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	3	3	3	3	2
<b>Utilities (1)</b>										
Sewer lines (miles)	237.2	236.0	235.0	216.6	216.6	216.6	213	212	226	226
Storm drains (miles)	94.4	94.0	93.9	77.0	76.4	76.4	76.4	NR	NR	NR
Water lines (miles)	330	322	321	297	296	296	235	301	290	240

NR = Not reported

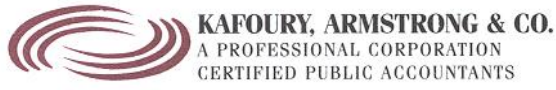
Sources: (1) Carson City Facilities Division  
(2) Carson City Sheriff's Office  
(3) Carson City Fire Department

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

**COMPLIANCE SECTION**



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**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 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, 2012, which collectively comprise Carson City, Nevada's basic financial statements and have issued our report thereon dated November 30, 2012. Our report includes a reference to 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. Other auditors 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**

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

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

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

## Compliance and Other Matters

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

This report is intended solely for the information and use of the Mayor, Board of Supervisors, management, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Reno, Nevada  
November 30, 2012



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

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

**Compliance:**

We have audited Carson City, Nevada's compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Carson City, Nevada's major federal programs for the year ended June 30, 2012. Carson City, Nevada's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Carson City, Nevada's management. Our responsibility is to express an opinion on Carson City, Nevada's compliance based on our audit.

Carson City, Nevada's basic financial statements include the operations of the Airport Authority of Carson City, a discretely presented component unit, which received \$1,257,295 in federal awards which is not included in Carson City, Nevada's Schedule of Expenditures of Federal Awards for the year ended June 30, 2012. 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.

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. 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 Carson City, Nevada's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Carson City, Nevada's compliance with those requirements.

In our opinion, Carson City, Nevada complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying Schedule of Findings and Questioned Costs as Finding 12-1.

## Internal Control over Compliance:

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

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified a deficiency in internal control over compliance that we consider to be a significant deficiency as described in the accompanying Schedule of Findings and Questioned Costs as Finding 12-1. 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.

Carson City, Nevada's response to the finding identified in our audit is included in the accompanying Schedule of Findings and Questioned Costs. We did not audit Carson City, Nevada's response and, accordingly, we express no opinion on the response.

This report is intended solely for the information and use of the Mayor, Board of Supervisors, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Reno, Nevada  
November 30, 2012

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 1 OF 7)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
<u>U.S.Environmental Protection Agency</u>			
Direct programs:			
ARRA Brownfields Assessment and Cleanup Cooperative Agreements	66.818	BF-00T33001-0	\$ 83,063
Congressionally Mandated Projects - Water Infrastructure - Marlette Hobart Systems Improvement	66.202	XP-00T41001	26,861
Passed through Nevada Division of Environmental Protection:			
Capitalization Grants for Clean Water State Revolving Funds	66.458	CS32-1014	1,389,202
Capitalization Grants for Drinking Water State Revolving Funds	66.468	CC-2	5,696,477
Total U.S. Environmental Protection Agency			7,195,603
<u>National Foundation on the Arts and the Humanities:</u>			
Passed through Nevada State Library and Archives:			
Grants to States - Silver State Virtual Library and Archives	45.310	LSTA 2010-05	7,485
Grants to States - ILL Reimbursement	45.310	N/A	5,000
Grants to States - Statewide Reading Program	45.310	LSTA 2011-20	3,253
Grants to States - Overdrive Downloadable Audio Book Service	45.310	LSTA 2011-11	20,000
Grants to States - Boys and Girls Club Automated Branch Library	45.310	LSTA 2011-33	100,000
Grants to States - El Dia de los Ninos	45.310	LSTA 2011-20	4,099
Total Grants to States Program			139,837
<u>U.S. Department of Agriculture:</u>			
Direct programs:			
2010 Cooperative Patrol	10.Unknown	N/A	13,645
Soil and Water Conservation - NRCS	10.902	68-9327-10-13	300,697
Passed through Nevada Division of Forestry:			
Cooperative Forestry Assistance-Carson City Fuels Reduction	10.664	USDA/SFA/10/01	4,291

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

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(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	7NV700NV1/ 7NV700NV7	\$ 187,470
Passed through State Controller: Schools and Roads - Grants to States - Forest Service - Schools and Roads Cluster	10.665	N/A	9,379
Passed through Nevada Department of Administration: National School Lunch Program - Food Distribution Program	10.555	N/A	984
Passed through Nevada Department of Education: National School Lunch Program	10.555	R-1390-10	7,784
Total National School Lunch Program			8,768
School Breakfast Program	10.553	R-1390-10	4,585
Total Child Nutrition Cluster			13,353
Total U.S. Department of Agriculture			528,835
<u>U.S. Department of Commerce:</u>			
Passed through Nevada State Library and Archives: ARRA Broadband Technology Opportunities Program (BTOP)	11.557	2010-01	158,094
<u>U.S. Department of Defense:</u>			
Direct programs: Nevada Environmental Infrastructure - Prison Hill Water Tank	12.Unknown	32680	22,767
ARRA Montana, Nevada, New Mexico, Utah, Idaho and Wyoming Environmental Infrastructure (Section 595) - Prison Hill Water Tank	12.121	32680	133,688
Total Environmental Infrastructure Cluster			156,455
<u>U.S. Department of Energy:</u>			
Passed through Nevada State Office of Energy: ARRA State Energy Program	81.041	SEPARRA032910002	211,869
Total U.S. Department of Energy			211,869
<u>U.S. Department of Health and Human Services:</u>			
Direct programs: Family Planning_Services	93.217	FPHPA096011-03-03	255,400
Family Planning_Services - Program Income	93.217	N/A	130,129
Passed through Nevada Department of Health and Human Services: Family Planning_Services - DC	93.217	5FPHPA091175-35-00	31,000
Family Planning_Services - Program Income - DC	93.217	N/A	13,931
Total Family Planning_Services			430,460

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

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 3 OF 7)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Passed through Nevada Public Health Foundation:			
Maternal and Child Health Federal Consolidated Programs	93.110	N/A	\$ 10,578
Passed through Nevada Department of Health and Human Services:			
Community Services Block Grant Cluster	93.569	N/A	150,440
Adult Viral Hepatitis Prevention and Control	93.270	5U51PS000874-05 5U51PS000874-04	9,426
Affordable Care Act (ACA) Abstinence Education Program	93.235	1101NVAEGP	59,720
Block Grants for Prevention and Treatment of Substance Abuse	93.959	B1 NVSAPT	51,790
Maternal and Child Health Services Block Grant to the States - DC	93.994	B04MC21394	25,378
Maternal and Child Health Services Block Grant to the States	93.994	B04MC11167	53,311
Total Maternal and Child Health Services Block Grant to the States			78,689
Child Support Enforcement - Title IV - D	93.563	N/A	17,583
HIV Care Formula Grants - Ryan White Title II	93.917	2X07HA00001-22-00 2X07HA00001-21-00	36,313
Immunization Grants Cluster	93.268	5H23IP922549-09 5H23IP922549-10	151,393
Immunization Grants Cluster - Program Income	93.268	N/A	40,572
Total Immunization Grants Cluster			191,965
The Affordable Care Act: Centers for Disease Control and Prevention - Investigations and Technical Assistance - Office of Epidemiology	93.283	3U50CI000489-03S4 1U50CK000257-01	8,581
The Affordable Care Act: Centers for Disease Control and Prevention - Investigations and Technical Assistance - Tobacco Prevention and Education	93.283	5U58DP002003-03	72,714
Total Affordable Care Act: Centers for Disease Control and Prevention - Investigations and Technical Assistance			81,295
Public Health Emergency Preparedness	93.069	2U90TP916964-11 3U90TP916964-10W1	487,857

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



**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 4 OF 7)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
ARRA - Prevention & Wellness - State, Territories and Pacific Islands	93.723	3U58DP00203-01S2	\$ 5,000
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	5U52PS907855-20 U52PS907855	19,977
HIV / AIDS Surveillance	93.944	5U62PS001038-05 5U62PS001038-04	10,481
HIV Prevention Activities_Health Department Based	93.940	1U62PS003654-01 2U62/PS923483-06	44,772
National Bioterrorism Hospital Preparedness Program	93.889	5U3REP090220-03-01 6U3REP090220-03-01	324,923
Preventive Health Services-Sexually Transmitted Diseases Control Grants-STD Prevention and Control	93.977	5H25PS001382-04 5H25PS001382-03	26,978
Passed through National Association of County and City Health Officials: Medical Reserve Corps Small Grant Program	93.008	#MRC07411	5,838
Total U.S. Department of Health and Human Services			2,044,085
<u>U.S. Department of Housing and Urban Development:</u>			
Direct programs:			
Community Development Block Grants/ Entitlement Grants Cluster	14.218	B-11-MC-32-0006 B-10-MC-32-0006	420,672
Shelter Plus Care Grants Program	14.238	N/A	35,293
Passed through Nevada Housing Division:			
ARRA Homelessness Prevention and Rapid Re-housing Program	14.257	N/A	91,519
Total U.S. Department of Housing and Urban Development			547,484
<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	13,579
National Fire Plan - Wildland Urban Interface Community Fire Assistance - "You Call / We Haul"	15.228	FAA070019	63,255
Total National Fire Plan - Wildland Urban Interface Community Fire Assistance			76,834

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

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 5 OF 7)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
BLM Law Enforcement Services	15.Unknown	N/A	\$ 4,655
Southern Nevada Public Land Management	15.235	L11AC20155	559,640
Passed through Nevada Division of State Parks: Outdoor Recreation_Acquisition, Development and Planning- Urban Fishing Pond	15.916	32-00301	19,133
Passed through Nevada Department of Museums, Libraries and Arts - State Historic Preservation Office: Historic Preservation Fund Grants-In-Aid - National Register	15.904	32-11-31935(1)	12,500
Total U.S. Department of the Interior			672,762
<u>U.S. Department of Justice:</u>			
Direct programs:			
D.E.A Confiscated Property	16.Unknown	N/A	785
State Criminal Alien Assistance Program	16.606	N/A	31,946
Drug Court Discretionary Grant Program	16.585	2009-DC-BX-0118	143,585
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2011-DJ-BX-3024	3,370
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2009-DJ-BX-1183	851
Edward Byrne Memorial Justice Assistance Grant Program- Cops and Kids Community Policing and Prevention	16.738	2010-DJ-BX-0520	16,335
Edward Byrne Memorial Justice Assistance Grant Program- Cops and Kids Community Prevention Program	16.738	2008-DJ-BX-0530	101
Passed through Nevada Department of Public Safety:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	11-JAG-04	229,500
Edward Byrne Memorial Justice Assistance Grant Program	16.738	11-JAG-03	19,582
Edward Byrne Memorial Justice Assistance Grant Program	16.738	10-JAG-03	61,405
Edward Byrne Memorial Justice Assistance Grant Program - Tri-Net	16.738	11-JAG-05	136,000
Total Edward Byrne Memorial Justice Assistance Grant Program/ JAG Program Cluster			467,144

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

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 6 OF 7)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Direct programs:			
Public Safety Partnership and Community Policing Grants	16.710	2008CKWX0045	\$ 75,701
Passed through Nevada Department of Health and Human Services:			
Juvenile Justice and Delinquency Prevention _Allocation to States - OJJDP Title II Formula Grant	16.540	N/A	7,200
Passed through Nevada Office of the Attorney General:			
Violence Against Women Formula Grants	16.588	10-STOP-48 11-STOP-48	47,291
Statewide Automated Victim Information Notification Program	16.740	N/A	970
Passed through Community Council on Youth:			
Enforcing Underage Drinking Laws Program	16.727	N/A	17,121
Total U.S. Department of Justice			791,743
<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	12-HMEP-01-01	15,845
Passed through Nevada Department of Public Safety:			
State and Community Highway Safety - Joining Forces	20.600	22-JF-1.02	3,421
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	22-JF-1.02	6,913
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	210-K8-18-14	58,441
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	21-k8-18-10	5,263
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	21-JF-1.02	708
Total Alcohol Impaired Driving Countermeasures Incentive Grants I			71,325
Occupant Protection Incentive Grants	20.602	22-JF-1.02	938
Safety Belt Performance Grants	20.609	22-JF-1.02	4,547
State Traffic Safety Information System Improvement Grants	20.610	22-408TR-5.2	15,599
Total Highway Safety Cluster			95,830

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

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2012**  
**(PAGE 7 OF 7)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Direct programs:			
ARRA Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-96-X003-01	\$ 21,460
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X067-01	48,567
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X061-01	89,634
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X059-01	556,216
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X064-00	142,909
Federal Transit - Formula Grants (Urbanized Area Formula Program) - Program Income	20.507	N/A	95,919
Total Federal Transit - Formula Grants (Urbanized Area Formula Program)			<u>954,705</u>
Passed through Nevada Department of Transportation:			
Federal Transit - Capital Investment Grants	20.500	PR-451-09-802	114,446
Total Federal Transit Cluster			<u>1,069,151</u>
Federal Transit - Metropolitan Planning Grants	20.505	PR256-08-802	39,990
Highway Planning and Construction - Unified Planning Work Program	20.205	PR70003-00-804	342,403
Highway Planning and Construction - Federal Enhancement Project	20.205	PR189-08-063	1,790,735
Highway Planning and Construction - Federal Enhancement Project	20.205	PR124-11-063	24,496
Highway Planning and Construction - Moffat Open Space Connection	20.205	P201-10-063	157,758
Highway Planning and Construction - Safe Routes to School Signage and Striping Project	20.205	P255-10-063	51,550
Total Highway Planning and Construction Cluster			<u>2,366,942</u>
Total U.S. Department of Transportation			<u>3,587,758</u>
<u>U.S. Department of Homeland Security:</u>			
Direct programs:			
Assistance to Firefighters Grant	97.044	2011-MO-3120GF -25000000-4101-D	264,399
Passed through Nevada Department of Public Safety:			
Homeland Security Grant Program - DHS/09 SHSP	97.067	97067HT9	6,334
Homeland Security Grant Program - DHS/08 SHSP	97.067	97067HL8	1,472
Homeland Security Grant Program - DHS/08 Mobile Command	97.067	97067	42,015
Homeland Security Grant Program - DHS/07 SHSP	97.067	97067SP7	10,000
Homeland Security Grant Program - DHS/11 CCP	97.067	97067.11-CL1	2,452
Homeland Security Grant Program - DHS/10 CCP	97.067	97067CL1	6,250
Homeland Security Grant Program - DHS/10 SHSP	97.067	97067HL1	33,320
Total Homeland Security Grant Program			<u>101,843</u>
Passed through Nevada Division of Emergency Management:			
Emergency Management Performance Grants	97.042	97042DC	2,216
Emergency Management Performance Grants	97.042	9704212	57,024
Emergency Management Performance Grants	97.042	9704211	14,280
Total Emergency Management Performance Grants			<u>73,520</u>
Total U.S. Department of Homeland Security			<u>439,762</u>
Total Expenditures of Federal Awards			<u>\$ 16,474,287</u>

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

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

**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	\$ 4,690
Community Development Block Grants	14.218	\$160,858
Federal Transit – Formula Grants (Urbanized Area Formula Program)	20.507	\$ 9,258
ARRA Federal Transit – Formula Grants (Urbanized Area Formula Program)	20.507	\$ 21,460
Federal Transit – Capital Investment Grants	20.500	\$ 1,743

**NOTE 3 - NON-CASH ASSISTANCE**

The expenditures for the National School Lunch Program - Food Distribution Program (CFDA #10.555) represent the dollar value of food commodities distributed to eligible recipients during the year. The value of commodities is determined by the U.S. Department of Agriculture.

**CARSON CITY, NEVADA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2012**

**A. Summary of Auditor's Results**

- Kafoury, Armstrong & Co. issued an unqualified opinion on the basic financial statements of Carson City, Nevada for the year ended June 30, 2012.
- 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.
- A significant deficiency, not identified as a material weakness, in internal control over major federal award programs was disclosed during the audit and is reported in the Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with *OMB Circular-A-133*.
- Kafoury, Armstrong & Co. issued an unqualified 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 five major federal award programs for the year ended June 30, 2012, as follows:
  - Southern Nevada Public Land Management – CFDA 15.235
  - Capitalization Grants for Clean Water State Revolving Fund – CFDA 66.458
  - Capitalization Grants for Drinking Water State Revolving Fund – CFDA 66.468
  - ARRA – State Energy Program – CFDA 81.041
  - Public Health Emergency Preparedness – CFDA 93.069
- The dollar threshold used to distinguish between Type A and Type B programs for the year ended June 30, 2012, was \$494,228.
- Carson City, Nevada did not qualify as a low risk auditee for the year ended June 30, 2012 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, 2012**

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

**U.S. DEPARTMENT OF THE INTERIOR:**

Finding 12-1:

Southern Nevada Public Land Management, CFDA 15.235:

*Grant Award Number:* Affects the grant award included under CFDA 15.235 on the Schedule of Expenditures of Federal Awards.

*Criteria:* *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.

*Condition and Context:* As noted in the Catalog of Federal Domestic Assistance and the Grant and Cooperative Agreement, Carson City, Nevada was required to submit quarterly SF-425 Federal Financial Reports for the Southern Nevada Public Land Management Act award within 30 days following the end of each reporting period.

We planned to test the SF-425 report submitted for the quarter ended March 31, 2012. Program personnel at the Parks and Recreation Department represented that they were not aware of the quarterly reporting requirement and had not submitted the SF-425 report. Upon notification of the requirement and confirmation of the applicability of the requirement by the granting agency, program personnel prepared the SF-425 for the quarter ended March 31, 2012 and submitted it June 27, 2012.

We obtained a copy of the March 31, 2012 report and noted that the amount reported as *Cumulative Federal share of expenditures* was the amount for the purchase of a parcel of property, but did not include costs associated with the land purchase, such as cultural resource management services and appraisals. Based on review of the accounting records the total expenditures reported on the SF-425 report for the quarter ended March 31, 2012 were understated by \$45,720.

*Questioned Costs:* None.

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

*Cause:* Parks and Recreation Department program personnel did not have adequate procedures in place to ensure that financial reports were submitted as required and that amounts included in the financial reports were complete and supported by the underlying accounting records.

*Recommendation:* We recommend Parks and Recreation Department program personnel enhance the procedures to ensure that financial reports are submitted as required and that amounts included in the financial reports are complete and supported by the underlying accounting records.

*Management's Response:* See management's response on page 174.



# CARSON CITY, NEVADA

CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

November 30, 2012

Dear Grantor Agency:

The following is a discussion of our corrective action plan in response to the finding noted by Kafoury, Armstrong & Co. in the Schedule of Findings and Questioned Costs for the year ended June 30, 2012.

U.S. Department of the Interior:

Finding 12-1:  
Southern Nevada Public Land Management, CFDA 15.235:

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.

Recommendation:

We recommend Parks and Recreation Department program personnel enhance the procedures to ensure that financial reports are submitted as required and that amounts included in the financial reports are complete and supported by the underlying accounting records.

Corrective Action:

Effective immediately, the staff person assigned to the grant shall prepare a time line and check list of all the grant requirements and accountability reports that must be submitted in order to administer the grant. That check list shall be prepared by the staff assigned to the grant in collaboration with the Administrative Assistant. The check list will be placed in the project file folder on top of the folder's other materials. At the time of preparation of the required reports, the items should be noted as completed on the check list.

In the future, any assistance received from federal agencies regarding the specific methodology for completing financial disclosure forms shall be documented in writing.

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

Implementation CFDA# 15.235

Juan Guzman  
Property Manager  
3303 Butti Way, #9  
Carson City, NV 89701  
E-mail: [jguzman@carson.org](mailto:jguzman@carson.org)  
775-283-7341

Management Official

Roger Moellendorf  
Parks and Recreation Director  
3303 Butti Way, #9  
Carson City, NV 89701  
E-mail: [rmoellendorf@carson.org](mailto:rmoellendorf@carson.org)  
775-283-7345

Sincerely,

  
Roger Moellendorf  
Parks and Recreation Director

**PARKS & RECREATION DEPARTMENT** • 3303 Butti Way, Building #9 • 89701 • (775) 887-2262  
*Parks • Recreation • Open Space • Facilities • Lone Mountain Cemetery*





***Prior Year Findings and Questioned Costs for Federal Awards:***

U.S. Department of Health and Human Services; passed through from the Nevada Department of Health and Human Services:

Finding 11-1:

Public Health Emergency Preparedness, CFDA 93.069:

*Finding Summary:*

The OMB Circular A-133 Compliance Supplement requires that the entity have an internal control process in place designed to provide reasonable assurance that matching requirements are met using only allowable funds or costs which are properly calculated and valued.

Although Carson City, Nevada (the “City”) had a budget prepared to provide the match using in-kind costs, they did not have controls and procedures in place to ensure that the actual match amounts provided during the grant period were adequate. Additionally, during our audit procedures, documentation was not available to support that budgeted and actual costs were properly calculated and valued. The City subsequently provided documentation to support the required match amounts.

*Auditor’s Recommendation:*

We recommend that the City implement procedures to track and monitor in-kind expenditures that are used to meet the match and maintain documentation to support that the costs were properly calculated and valued.

*Current Status:*

Corrective action has been taken. Procedures to track and monitor amounts that are used to meet the match requirement have been implemented.

## **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 175.

### **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, 2012**

Flat Fixed Fees:	
Business license revenue adjusted base at June 30, 2011	<u>\$ 1,104,213</u>
Adjustment to Base:	
Base	
1. Percentage increase (decrease) in population of the local government	0.3872%
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>1.4960%</u>
	<u>1.8832%</u>
	<u>20,795</u>
Adjusted Base at June 30, 2012	1,125,008
Actual Revenue Fiscal 2011-12	<u>685,831</u>
Amount Over (Under) Allowable Amount	<u><u>\$ (439,177)</u></u>