



STAFF REPORT

Report To: Board of Supervisors

Meeting Date: December 6, 2018

Staff Contact: Sheri Russell, Chief Financial Officer

Agenda Title: For Possible Action: To accept the Carson City Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018. (srussell@carson.org)

Staff Summary: NRS 354.624 requires the City to provide for an annual audit of all of its financial statements. In addition, the opinion and findings of the auditor contained in the report of the audit must be presented at a meeting of the governing body held not more than 30 days after the report is submitted to it (November 30). The annual audit must be accepted by the Board of Supervisors prior to filing with the State of Nevada and distribution to outside agencies such as bond holders.

Agenda Action: Formal Action/Motion

Time Requested: 5

Proposed Motion

I move to accept the Carson City Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018.

Board's Strategic Goal

Efficient Government

Previous Action

N/A

Background/Issues & Analysis

The Carson City Comprehensive Annual Financial Report for the fiscal year ended June 30, 2018 has been completed by the Finance Department and audited by the City's independent auditors, Piercy, Bowler, Taylor and Kern.

The City has received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association for the last 28 years and the Finance Department believes this report continues to meet the requirements of the program.

Applicable Statute, Code, Policy, Rule or Regulation

NRS 354.624

Financial Information

Is there a fiscal impact? Yes No

If yes, account name/number:

Is it currently budgeted? Yes No

Explanation of Fiscal Impact: N/A

Alternatives

N/A



CARSON CITY, NEVADA

**COMPREHENSIVE ANNUAL
FINANCIAL REPORT
FISCAL YEAR ENDED
JUNE 30TH, 2018**

**CARSON CITY, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2018**

**Prepared by: Finance Department
Sheri Russell, Chief Financial Officer**

**CARSON CITY, NEVADA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED JUNE 30, 2018**

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INTRODUCTORY SECTION



CARSON CITY, NEVADA

CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

November 7, 2018

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, 2018, 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.

Piercy, Bowler, Taylor, and Kern, Certified Public Accountants & Business Advisors (PBTK), have issued an unmodified opinion on Carson City's financial statements for the year ended June 30, 2018. 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) Compliance Supplement. 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 Culture and Tourism Authority and Airport Authority are reported as discretely presented component units.

THE CITY AND ITS GOVERNING BODY

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

Carson City has a land area of 147 square miles and an estimated population of 55,182 as of June 30, 2018. 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 \$4,291,562,665 and an assessed value of \$1,502,046,933.

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, ranking 6th, and with the recent economic growth in our area, this number is expected to continue to increase for the next few years. Carson City's population increased 1.7% when comparing July 1, 2017 to July 1, 2018. During the past year, Carson City experienced growth in the real estate market, not unlike the region, the state, and the nation. According to the Assessor's office, the average sales price of a home this year has risen to around \$375,452, up from \$328,098 (14.4% increase) in the prior year. The City has finally overcome its peak in 2006 when the average sales price was around \$346,000.

Property tax revenue increased from the prior year (4.4%) due to new construction and an increase in assessed valuation for FY 17-18. Taxable sales are now increasing as the economy improves contributing to the \$2.2 million (7.9%) increase in the consolidated tax revenues. Our regions unemployment rate is at 4.3% as of June 30, 2018, and we haven't seen an unemployment rate this low since June 30, 2000. At the end of the current fiscal year, total fund balance of the general fund exceeded the final budget by \$6,509,174. Of this amount, \$2,976,038 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 increased 3.9% in FY 17-18 and in FY 18-19 the assessed valuation increased by 4.4%. Due to a cap on the growth in property tax for existing property and improvements approved by the 2005 Nevada State Legislature, the real growth in tax revenues is limited. The growth in the tax bill for residential property is limited to 3% annual growth and commercial property can grow by a maximum of 8% per year. Only new construction is outside of this cap for the first year it is on the tax rolls. The difference between the actual tax calculation (assessed valuation (x) tax rate) and the capped tax calculation is termed the “abatement”. In the general fund, this abatement amount will be approximately \$5.73 million in FY 18-19. Due to the property tax caps, property tax revenues are only expected to increase by 4% in FY 18-19.

The economic outlook for Carson City in the next year remains strong, with continued growth expected. Redevelopment of the downtown area continues with the completion of improvements to Curry Street as part of the Downtown Revitalization Project. A mixed use building containing two restaurants, offices and seven apartment units is nearing completion and is expected to be fully occupied by early 2019. Construction activity citywide, including residential units, has steadily increased over the last year and is expected to continue into 2019. Interest remains strong in permitting residential subdivisions with work currently progressing on Schulz Ranch, Ross Park, Clearview Ridge, Jackson Village, Vintage, Mills Landing, Arbor Villas, Lompa Ranch, Silver Oak, and others. In addition, several apartment complexes are in the process of being constructed throughout the city. Commercial development remains strong, as well, with a new car dealership expected to build a new facility on South Carson Street in 2019, adding a new car brand to the list of new car dealers already in Carson City. Building permits have also been submitted for a new Chick-Fil-A on South Carson Street, which is the first tenant in a new retail development complex that will include several other commercial buildings. The city has also seen continued construction of medical offices in the vicinity of the Carson Tahoe Hospital.

LONG-TERM FINANCIAL PLANNING AND MAJOR INITIATIVES

Unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) in the General Fund at year end was 17.9% of total General Fund expenditures. This amount is significantly above the policy goal set by the Board of Supervisors for budgetary and planning purposes (i.e., one month of general fund expenditures, approximately 8.3%).

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.

The City has entered back into a period of economic growth and development. New residential and commercial development has been extremely strong with new building permits valued at \$69.5 million for calendar year 2017 compared to just \$25.1 million in 2009.

Pursuant to Nevada Revised Statutes, the City maintains a five-year Capital Improvement Program (CIP) which serves as its planning document to ensure that its facilities, equipment, and infrastructure are well maintained and operating in peak condition. Under the guidance of a CIP Committee, this process gives the City the ability to plan for its capital needs and allocate short-term and long-term resources appropriately. As part of this process, the City identifies and quantifies the operational costs associated with its capital projects and budgets resources accordingly. The FY 18-19 Capital Improvement Program includes \$12.2 million in capital projects and equipment replacement for Governmental Activities and \$10.9 million for Business-Type Activities for a total

of \$23.0 million. Included in this \$23.0 million is \$3.2 million for the rehabilitation of the Water Resource Recovery Facility and \$2.5 million for sewer line replacement, \$1.5 million for other equipment and sewer system improvements, \$2.9 million for road construction and signals, \$0.9 million in building improvements, \$4.4 million for vehicle and equipment replacement, \$1.6 million in computer system replacement, \$1.5 million in parks, open space and park equipment replacement, and \$3.5 million for other equipment and water system improvements.

A 1/8 cent increase in sales tax was approved and implemented in October 2014 which will be used to pay down capital project bonds. These bonds have been used pursuant to NRS 377B, for projects including, but not limited to, the animal services facility and street and pedestrian improvements in the downtown area which were both completed in FY17, as well as the Downtown Curry Streetscape Project which was completed November 2018. The South Carson Street Corridor Project is currently completing the design phase and construction is anticipated to begin in 2019. The remaining infrastructure sales tax projects are anticipated to be designed and constructed in future years with the proceeds from the issuance of additional bonds.

Improvements to the Water Resource Recovery Facility are being implemented due to our outdated facility. The City recently completed replacing the secondary treatment and solids mixing systems. The construction of this phase was completed in March 2018. There is an additional \$10 million phase called WRRF – Capital Improvements FY18, which is currently under construction that will include some items that weren't covered in the first phase including odor control system, reconditioning of primary settling tanks, new underground piping to the secondary system, reconditioning of the secondary settling tanks, lining of the overflow basin, repurposing existing aeration basin and replacing electrical distribution systems. This work will continue over the next two years.

The Carson Freeway, Phases 2B-1 and 2B-2 are complete and 2B-3 was completed on August 2, 2017, which extended the freeway from Fairview Drive to Highway 50 / S. Carson Street. By agreement with the State, Carson City will defer payment of local fuel taxes until the completion of Phase 2B-4 which will include the S. Carson St. Interchange.

RELEVANT FINANCIAL POLICIES

A minimum unrestricted ending fund balance of 8.33% 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.

For the FY 18-19, the City budgeted an ending fund balance of 8.5% of budgeted expenditures, an increase of 11.8% from the amount budgeted in the prior fiscal year.

OTHER INFORMATION

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, 2017. 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-eight 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,



Sheri Russell, CPA
Chief Financial Officer



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of Carson City
Nevada**

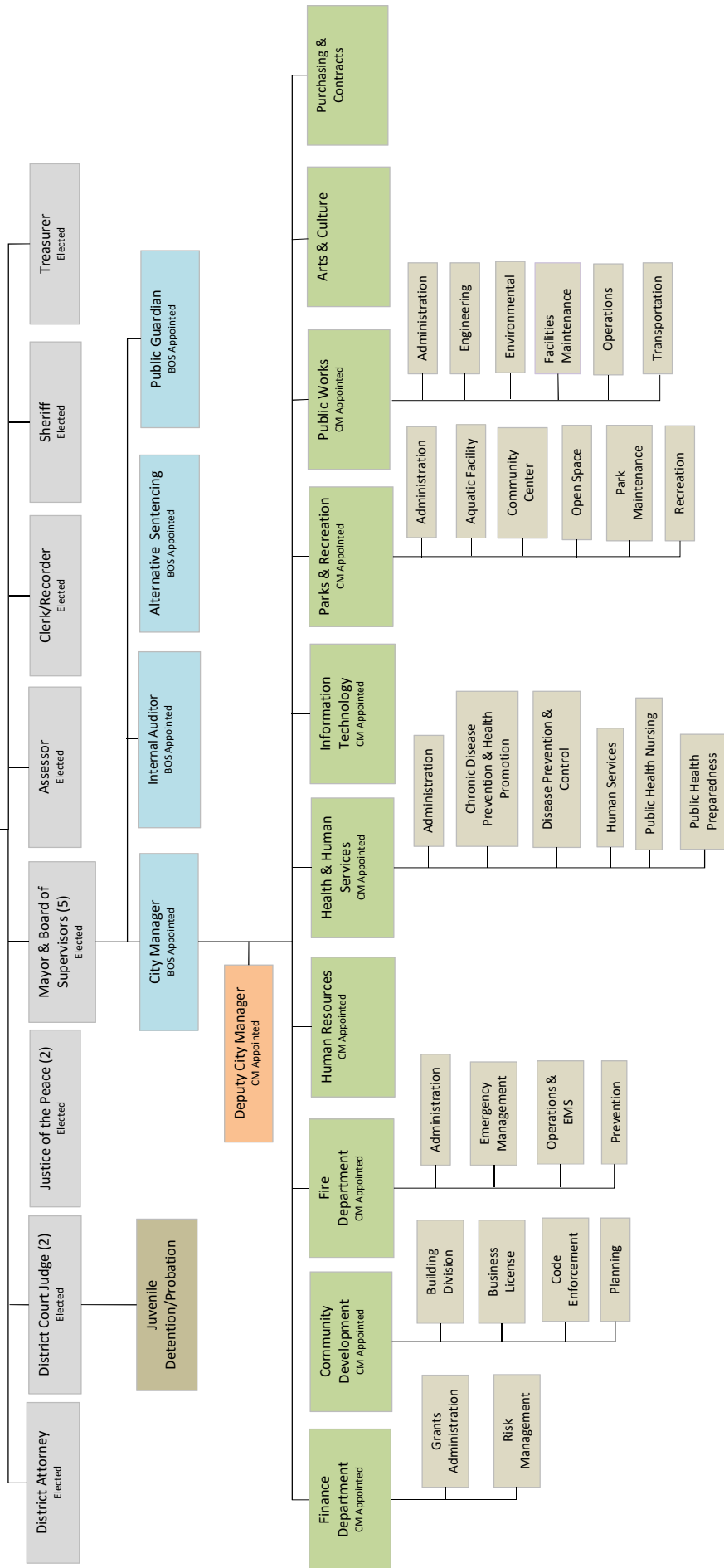
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morrill

Executive Director/CEO

Citizens of Carson City



**CARSON CITY
LISTING OF PRINCIPAL OFFICIALS
FY 2018**

TITLE	NAME
Mayor	Robert L. Crowell
Supervisor, Ward 1	Karen Abowd
Supervisor, Ward 2	Brad Bonkowski
Supervisor, Ward 3	Lori Bagwell
Supervisor, Ward 4	John Barrette
Assessor	Dave Dawley
Treasurer	Gayle Robertson
District Attorney	Jason Woodbury
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	Susan Merriwether
Sheriff	Ken Furlong
Interim City Manager	Nancy Paulson
Chief Financial Officer/Risk Manager	Sheri Russell
Chief Information Officer	Eric Von Schimmelmann
Community Development Director	Lee Plemel
Cooperative Extension Director	Lindsay Chichester
Library Director	Sena Loyd
Health & Human Services Director	Nicki Aaker
Juvenile Special Master	Kimberly Okezie
Chief Juvenile Probation Officer	Ali Banister
Parks and Recreation Director	Jennifer Budge
Fire Chief	Sean Slamon
Senior Center Director	Courtney Warner
Human Resources Director	Melanie Bruketta
Public Works Director	Darren Schulz
Engineering Manager	Daniel Stucky
Transportation Program Manager	Lucia Maloney

FINANCIAL STATEMENT SECTION

INDEPENDENT AUDITORS' REPORT ON FINANCIAL STATEMENTS AND SUPPLEMENTARY INFORMATION

Mayor and Other 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 (the City) as of and for the year ended June 30, 2018, and the budgetary comparison information for the general fund and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

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

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

Auditors' Responsibility. Our responsibility is to express an opinion on the basic financial statements based on our audit.

We did not audit the financial statements of the Carson City Culture and Tourism Authority and Carson City Airport Authority, which are discretely presented component units of the City, and, when combined, represent 100% of the assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position, revenues and expenses of the City's discretely presented component units as of and for the year ended June 30, 2018. Those financial statements were audited by other auditors, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based solely on the reports of 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 basic financial statements are free from material misstatement.

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

Opinion. In our opinion, based on our audit and the reports of other auditors, the basic financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof, and the budgetary comparison information for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

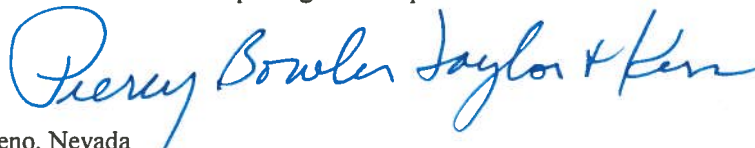
Other Matters. Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedules of changes in the City's net OPEB liability, schedule of the City's OPEB contributions, schedule of the City's proportionate share of the collective net pension liability and schedule of the City's retirement contributions on pages 12-21 and 74-78 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information. Our audit was conducted for the purpose of forming our opinion on the financial statements that collectively comprise the City's basic financial statements. The introductory section, other supplementary information, as listed in the table of contents, statistical section and schedule of fees imposed subject to the provisions of NRS 354.5989 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other supplementary information, as listed in the table of contents, is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, statistical section and schedule of fees imposed subject to the provisions of NRS 354.5989 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.

Other Reporting Required by *Government Auditing Standards*. In accordance with *Government Auditing Standards*, we have also issued our report dated November 7, 2018, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Perry Bowler Taylor & Kern". The signature is written in a cursive style with a large initial "P".

Reno, Nevada
November 7, 2018

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, 2018. 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 1-5 of this report.

Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$281,725,403 (*net position*).
- The City's total net position decreased by \$32,499,646 (10.3%) due to a prior period restatement of \$37,646,239 which is presented primarily to ensure accordance with Governmental Auditing Standards Board Statement No. 75. The statement requires the addition of 100% of the Other Post-Employment Benefits Liability on the Statement of Net Position. The 2017 information was abstracted from our prior year report. See Note 4-H to the financial statements for adjustments affecting 2017. Absent this restatement we had a \$5,146,593 (1.6%) increase in net position, attributable to a year over year consolidated tax increase of 7.9% while the budget only included a 4.0% increase.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$27,861,589, an increase of \$5,594,714 in comparison to the prior year. Approximately 28.8% of this amount (\$8,011,552) is available for spending at the City's discretion (unassigned fund balance).
- At the end of the current fiscal year, unrestricted fund balance for the General Fund was \$11,292,138, or 16.6% of total General Fund expenditures.
- The City's total bonded debt and notes payable increased by \$6,960,582 (3.7%) during the current fiscal year as a result of \$14,617,292 of Sewer, Water and Stormwater debt issuance, \$4,672,945 of Medium Term debt issued and Energy Efficiency Installment Purchase Agreements issued, reduced by current year principal payments on debt.
- The City's total capital assets increased by \$4,496,148 (0.8%) during the fiscal year as a result of the completion of the construction of the water resource recovery facility, various street projects, sewer line replacements, energy efficiency equipment and other City vehicles and equipment.

Overview of the Financial Statements

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

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

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

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

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

The government-wide financial statements include not only the City itself (known as the *primary government*), but also a legally separate airport authority and a legally separate culture and tourism authority 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 22-24 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-five 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-seven 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 schedule has been provided for each of the City's governmental funds to demonstrate compliance with this budget. The budgetary comparison statement 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 25-29 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 30-34 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 35-36 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a gaining 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 37-73 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report presents *required supplementary information* concerning the City's progress in funding its obligation to provide OPEB benefits to its employees, schedule of City's proportionate share of the net pension liability, and the Schedule of City's retirement contributions. Required supplementary information can be found on page 74-78 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds, and enterprise funds are presented following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 79-173 of this report.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$281,725,403 at the close of the most recent fiscal year.

By far the largest portion of the City's net position (140.6%) reflects its investment in capital assets (e.g., land, buildings, improvements, machinery and equipment, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The 2017 information was abstracted from our prior year report. See note 4-H to the financial statements for adjustments affecting 2017.

Carson City's Net Position

	Governmental		Business-type		Total - Primary Government	
	Activities		Activities			
	2018	2017	2018	2017	2018	2017
Current and other assets	\$ 44,390,853	\$ 35,837,763	\$ 43,543,807	\$ 23,301,945	\$ 87,934,660	\$ 59,139,708
Capital assets	376,703,663	373,399,113	204,759,275	203,567,677	581,462,938	576,966,790
Total assets	421,094,516	409,236,876	248,303,082	226,869,622	669,397,598	636,106,498
Deferred outflows of resources	15,609,992	21,559,535	2,268,372	2,938,867	17,878,364	24,498,402
Total assets and deferred outflows of resources	436,704,508	430,796,411	250,571,454	229,808,489	687,275,962	660,604,900
Long-term liabilities outstanding	236,954,994	195,146,009	131,250,616	117,170,531	368,205,610	312,316,540
Other liabilities	17,886,775	115,004,728	10,973,145	10,879,547	28,859,920	25,884,275
Total liabilities	254,841,769	210,150,737	142,223,761	128,050,078	397,065,530	338,200,815
Deferred inflows of resources	7,397,087	7,191,779	1,087,942	987,257	8,485,029	8,179,036
Total liabilities and deferred inflows of resources	262,238,856	217,342,516	143,311,703	129,037,335	405,550,559	346,379,851
Net position:						
Net investment in capital assets	305,474,293	302,089,834	87,823,386	93,571,145	393,297,679	395,660,979
Restricted	10,079,863	10,081,646	-	-	10,079,863	10,081,646
Unrestricted	(141,088,504)	(98,717,585)	19,436,365	7,200,009	(121,652,139)	(91,517,576)
Total net position	\$174,465,652	\$213,453,895	\$107,259,751	\$100,771,154	\$281,725,403	\$314,225,049

Carson City, Nevada
Management's Discussion and Analysis

An additional portion of the City's net position (3.6%) represents resources that are subject to external restrictions on how they may be used. This leaves a negative balance of \$121,652,139 for *unrestricted net position*.

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

The City's net position increased \$5,146,593 during the current fiscal year. The increase is attributable to increases in sales, property and consolidated taxes, as well as charges for services in Building Permits, Sewer and Water Funds. The 2017 information was abstracted from our prior year report. See note 4-H of the financial statements for adjustments affecting 2017.

Carson City's Changes in Net Position

	Governmental Activities		Business-Type Activities		Total – Primary Government	
	2018	2017	2018	2017	2018	2017
Revenues:						
Program revenues:						
Charges for services	\$14,465,122	\$13,326,513	\$39,258,203	\$34,370,565	\$56,238,735	\$47,697,078
Operating grants and contributions	7,339,557	6,263,119	3,875	500	7,343,432	6,263,619
Capital grants and contributions	3,423,812	3,936,604	1,411,898	833,172	4,835,710	4,769,776
General revenues:						
Property taxes	28,745,812	27,522,923	-	-	28,745,812	27,522,923
Other taxes	49,071,587	45,556,767	-	-	49,071,587	45,556,767
Other	501,380	353,939	282,511	60,748	783,891	414,687
Total Revenues	103,547,270	96,959,865	40,956,487	35,264,985	147,019,167	132,224,850
Expenses:						
General government	18,671,569	14,887,443	-	-	18,671,569	14,887,443
Public safety	42,925,438	34,946,511	-	-	42,925,438	34,946,511
Judicial	6,618,160	7,017,989	-	-	6,618,160	7,017,989
Public works	10,357,625	9,904,418	-	-	10,357,625	9,904,418
Sanitation	2,355,660	2,060,980	-	-	2,355,660	2,060,980
Health	6,122,052	5,998,209	-	-	6,122,052	5,998,209
Welfare	2,290,719	2,164,908	-	-	2,290,719	2,164,908
Culture and recreation	10,547,419	9,595,541	-	-	10,547,419	9,595,541
Community support	1,409,254	1,058,025	-	-	1,409,254	1,058,025
Airport	984,645	548,672	-	-	984,645	548,672
Economic opportunity	348,057	90,492	-	-	348,057	90,492
Interest and fiscal charges	2,958,443	3,089,777	-	-	2,958,443	3,089,777
Sewer	-	-	13,213,663	10,249,949	13,213,663	10,249,949
Water	-	-	13,361,264	13,464,964	13,361,264	13,464,964
Stormwater Drainage	-	-	1,335,154	1,033,393	1,335,154	1,033,393
Ambulance	-	-	4,491,321	3,544,833	4,491,321	3,544,833
Cemetery	-	-	151,778	227,792	151,778	227,792
Building Permits	-	-	1,214,943	1,103,828	1,214,943	1,103,828
Total Expenses	105,589,041	91,362,965	33,768,123	29,624,759	139,357,164	120,987,724

Carson City, Nevada Management's Discussion and Analysis

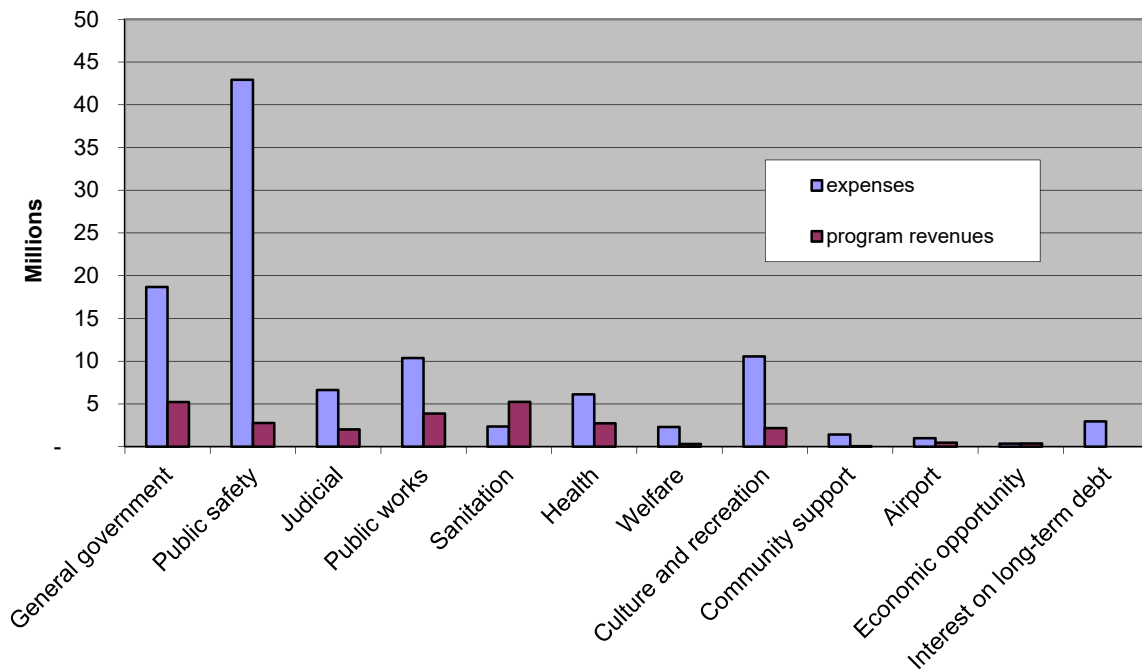
	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Increase (decrease) in net position before transfers	\$ (2,041,771)	\$5,596,900	\$ 7,188,364	\$5,640,226	\$ 5,146,593	\$11,237,126
Transfers	(252,804)	(406,638)	252,804	406,638	-	-
Increase (decrease) in Net Position	(2,294,575)	5,190,262	7,441,168	6,046,864	5,146,593	11,237,126
Net position – July 1	213,453,895	208,263,633	100,771,154	94,724,290	314,225,049	302,987,923
Prior year restatement	(36,693,668)	-	(952,571)	-	(37,646,239)	-
Net position - June 30	<u>\$174,465,652</u>	<u>\$213,453,895</u>	<u>\$107,259,751</u>	<u>\$100,771,154</u>	<u>\$281,725,403</u>	<u>\$314,225,049</u>

Governmental activities. Governmental activities decreased the City's net position by \$2,294,575. This results in a net change (decrease) of \$7,484,837 when compared to the increase of \$5,190,262 in the prior year. Key elements of the change from prior year are as follows:

- \$2.8 million increase in sales and consolidated taxes.
- \$4.2 million increase in property taxes.
- \$1.8 million decrease in Federal Grants for the Airport.
- \$2.7 million increase in OPEB Obligation expense due to changes in actuarial assumptions, and GASB 75 implementation.
- \$4.5 million increase in expenses due to prior period adjustment for PERS 2016 GASB 68 Report restatement.
- \$2.0 million increase in general government and public safety functions primarily due to information technology upgrades, safety equipment replacement, and merit increases in employees' salaries.

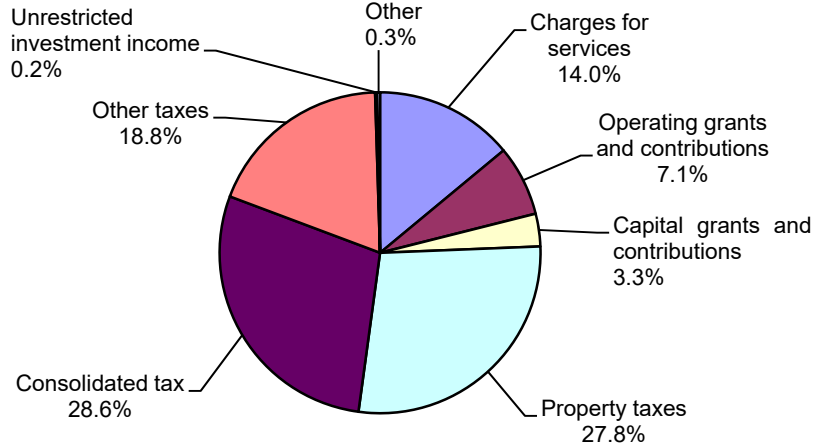
Program revenues for governmental activities provided 23.9% of the resources necessary to pay the cost of providing program services. The remaining program costs were financed with general revenues. The largest general revenues are property taxes of \$28,745,812 and consolidated taxes of \$29,587,668.

Expenses and Program Revenues - Governmental Activities



**Carson City, Nevada
Management's Discussion and Analysis**

Revenues by Source - Governmental Activities

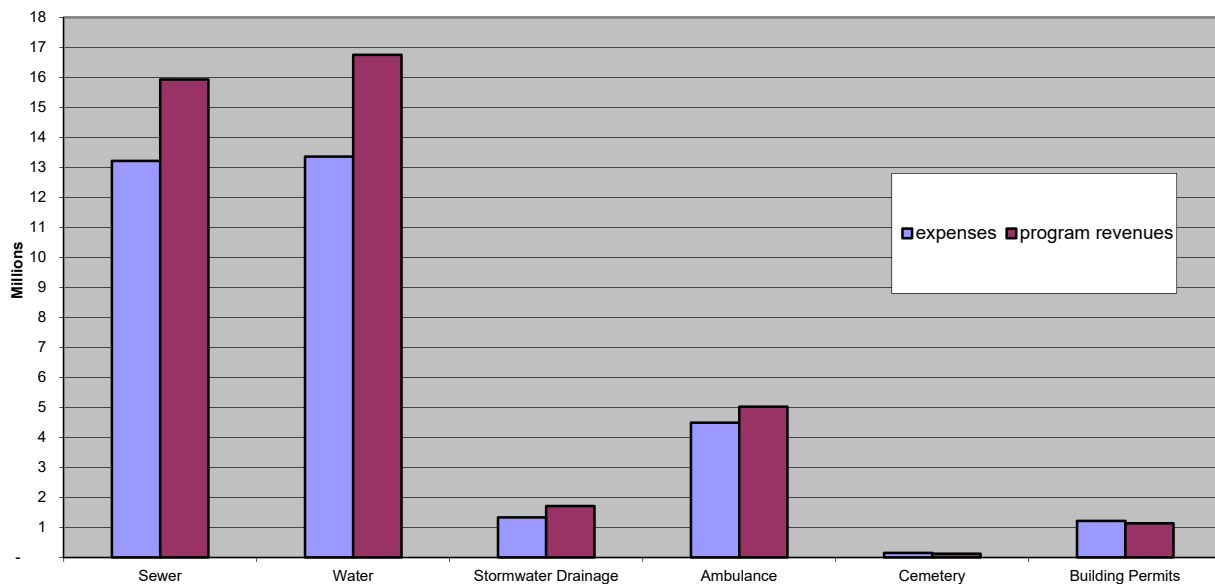


Business-type activities. Business-type activities increased the City's net position by \$7,441,168. This results in a net change (increase) of \$1,394,304 when compared to the increase of \$6,046,864 in the prior year. Key elements of the change from prior year are as follows:

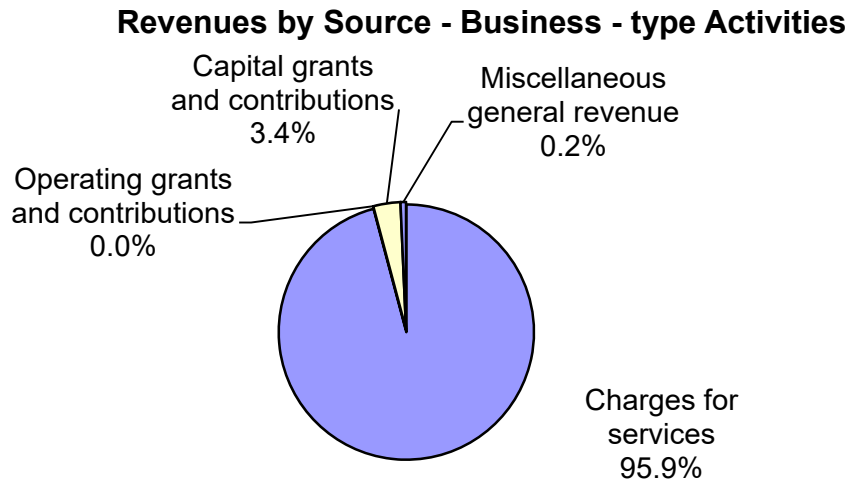
- \$2.1 million (16.1%) increase in sewer revenue is due to a rate increase implemented July 1, 2013 by the Board of Supervisors for upcoming capital purchases and reinvestment.
- \$3.0 million (28.9%) increase in sewer expenses which includes depreciation increase contract adjustments and merit increases for employees, and interest due on debt issues.
- \$795,000 (5.9%) increase in water charges for services expected given rate increases, implemented July 1, 2013 by the Board of Supervisors for upcoming capital purchases and reinvestment.
- \$1.7 million (50.7%) increase in ambulance charges for services due to Medicaid reimbursements accrued.

Sewer and water expenses represent 78.7% of total expenses for business-type activities.

Expenses and Program Revenues - Business - type Activities



**Carson City, Nevada
Management's Discussion and Analysis**



Financial Analysis of the Government's Funds

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

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

At June 30, 2018, the City's governmental funds reported combined ending fund balances of \$27,861,589, an increase of \$5,594,714 in comparison with the prior year. Approximately 28.8% of this amount (\$8,011,552) constitutes *unassigned fund balance*, which is available for spending at the City's discretion. The remainder of the fund balance is either *nonspendable*, *restricted*, *committed*, or *assigned* to indicate that it is: 1) not in spendable form (\$100,822), 2) restricted for particular purposes (\$13,399,390), 3) committed for particular purposes (\$5,315), or 4) assigned for particular purposes (\$6,344,510).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$8,011,552, while total fund balance increased by \$2,757,520. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents 11.8% of total general fund expenditures, while total fund balance represents 17.9% of that same amount.

The fund balance of the City's general fund increased by \$2,757,520 during the current fiscal year. This results in a net change (increase) of \$1,541,646 when compared to the increase of \$1,215,874 in the prior year. Key elements of the change from prior year are as follows:

- Consolidated tax revenues increased by \$2,161,373 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 recovers.
- Property tax revenues increased by \$1,222,889 from the prior year. This is a result of the increase in assessed values.
- Increase in landfill fees of \$622,707.
- General fund expenditures increased by approximately \$2.5 million (or 3.8%). This increase was mostly due to an increase in salaries and benefits during the current fiscal year as a result of the contract adjustments and merit increases.
- Increases in transfers out of \$622,500 to Capital Projects Fund for deferred capital needs, \$6,092 to the Landscape Maintenance Fund, and \$276,104 to the Debt Service Fund.

Carson City, Nevada Management's Discussion and Analysis

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

Unrestricted net position at the end of the year amounted to \$12,971,226 in the Sewer Fund and \$3,982,288 in the Water Fund. The Sewer Funds total net position increased by \$2,968,722 and the Water Funds net position increased by \$3,499,147. 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 \$2,601,688 between the original budget and the final amended budget. The increase can be briefly summarized as follows:

- Carryover of program costs and savings from the prior year budget amounting to \$2,396,376 allocated to various departments.
- \$205,312 increase in various department appropriations offset by increases in charges for services, intergovernmental revenues, and other miscellaneous revenues.

Of this increase, \$5,000 was funded from Click-to-Gov convenience fees, \$40,893 was funded from intergovernmental revenues, \$159,419 was funded from refunds, reimbursements, grants and donations, and \$2,396,376 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 \$1,140,121 more than the final budget due to an increase in consolidated tax revenue of \$1,421,238 million and the marijuana establishment allocation of \$160,611 was not included in the budget. This increase is offset by a decrease of \$480,000 which was budgeted as an intergovernmental revenue but for financial reporting purposes was reclassified as a transfer in from the Redevelopment Revolving Fund.
- Actual expenditures by function were less than the final budget as a result of expenditure reductions, employee vacancies and unspent restricted funds that will be carried over to the next fiscal year's budget.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of June 30, 2018, amounts to \$581,462,938 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure, water capacity and water rights. The total increase in the City's investment in capital assets for the current fiscal year was 0.8% (a 0.8% increase for governmental activities and a 0.6% increase for business-type activities).

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

- East-West Water Transmission Main Phase II and Water Resource Recovery Facility project was completed during FY18 resulting in an increase in construction in progress in the Sewer and Water Funds of approximately \$4.3 million, and a transfer out of construction in progress and into buildings of \$33,113,447.
- Smaller sewer line rehabilitation and replacement projects were completed in FY18, resulting in a reclassification from construction in progress to improvements other than buildings of \$2.0 million.
- The City replaced some large equipment and several vehicles totaling \$2.2 million as well as voting equipment for \$455,000 in machinery and equipment.
- Largest additions in Infrastructure include the Freeway Multiuse Path and Street Improvements totaling \$2.1 million.
- Construction in progress increased in governmental activities primarily due to the new Enterprise Resource Planning (ERP) System we are in the process of implementing.

Carson City, Nevada
Management's Discussion and Analysis

Carson City's Capital Assets
(net of depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2018	2017	2018	2017	2018	2017
Land	\$137,165,662	\$136,918,665	\$ 5,414,697	\$ 5,401,968	\$142,580,359	\$142,320,633
CIP - Infrastructure	921,939	264,514	-	-	921,939	264,514
Construction in progress	2,036,299	3,741,698	7,885,394	41,980,282	9,921,693	45,721,980
Buildings	60,642,076	62,414,757	29,196,799	14,293,308	89,838,875	76,708,065
Improvements other than						
Buildings	32,441,253	28,739,104	114,392,823	114,810,292	146,834,076	143,549,396
Machinery and equipment	10,936,216	9,432,206	23,718,186	2,930,451	34,654,402	12,362,657
Infrastructure	132,560,218	131,888,169	-	-	132,560,218	131,888,169
Water capacity	-	-	4,169,896	4,169,896	4,169,896	4,169,896
Water rights	-	-	19,981,480	19,981,480	19,981,480	19,981,480
Total	\$376,703,663	\$373,399,113	\$204,759,275	\$203,567,677	\$581,462,938	\$576,966,790

Additional information on the City's capital assets can be found in Note 3-B on pages 48-52 of this report.

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of \$185,079,522. Of this amount, \$170,799,922 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	
	2018	2017	2018	2017	2018	2017
General obligation						
Bonds	\$55,860,001	\$59,670,000	\$114,939,921	\$106,628,885	\$170,799,922	\$166,298,885
Revenue bonds	14,279,600	15,384,200	-	-	14,279,600	15,384,200
Notes Payable	10,114,238	6,240,093	475,800	785,800	10,590,038	7,025,893
Total	\$80,253,839	\$81,294,293	\$115,415,721	\$107,414,685	\$195,669,560	\$188,708,978

The City's total bonded debt and notes payable increased by \$6,960,582 (3.7%) from the prior year primarily due to the issuance of \$10.8 million in sewer and storm-water drainage bonds and General Obligation Revenue Bonds - State of Nevada Revolving Loan authorized \$35.8 million in the prior year and \$3.7 million was drawn down during the current year, completing all draw downs available. Notes payable increased by \$3,564,145 (50.7%) due to the issuance of medium term capital equipment bonds in the amount of \$3.8 million and two installment purchase agreements entered into for the Energy Efficiency project during fiscal year 2017 for a total authorized amount of \$4.3 million and \$0.8 million was drawn on those notes as of June 30, 2018, completing all drawdowns available. Revenue Bonds decreased by \$1,104,600 (7.2%) due to current year principal payments.

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

State statutes limit the amount of general obligation debt a governmental entity may issue to 15.0% of its total assessed valuation. The current debt limitation for the City is \$236,821,354, 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 53-60 of this report.

Carson City, Nevada Management's Discussion and Analysis

Economic Factors and Next Year's Budgets and Rates

- The City's unemployment rate was 4.3% at June 30, 2018, which is a decrease from a rate of 4.6% a year ago. The national and state unemployment rates were 4.0% and 4.4%, respectively, at June 30, 2018.
- The City's assessed value increased 3.9% in fiscal year 2017-18 to \$1.502 billion and increased 4.4% in fiscal year 2018-19 to \$1.568 billion.
- Consolidated tax revenue was projected to increase 4.0% for fiscal year 2018-19. July 2018 shows a 11.6% increase and August 2018 shows a 10.4% increase compared to the same months during fiscal year 2017-18.

All of these factors were considered in preparing the City's budget for the 2019 fiscal year.

During the current fiscal year, unrestricted fund balance in the General Fund increased from \$8,179,956 to \$11,292,138. The City has assigned \$2,976,038 of this amount for eliminating a 2019 fiscal year budget deficiency.

Requests for Information

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

BASIC FINANCIAL STATEMENTS

**CARSON CITY
STATEMENT OF NET POSITION
JUNE 30, 2018**

	PRIMARY GOVERNMENT			COMPONENT UNITS	
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	AIRPORT AUTHORITY	CULTURE AND TOURSIM AUTHORITY
ASSETS					
Cash and investments	\$ 27,296,105	\$ 34,305,460	\$ 61,601,565	\$ 876,674	\$ 1,465,824
Receivables (net of allowances for uncollectibles)	2,823,724	6,607,156	9,430,880	3,238	223,640
Due from other governments	11,029,461	3,109,428	14,138,889	25,139	58,792
Due from primary government	-	-	-	264,787	-
Internal balances	924,905	(924,905)	-	-	-
Inventories	229,132	422,704	651,836	-	-
Prepays	100,682	23,964	124,646	-	1,781
Restricted assets:					
Cash and investments	1,896,844	-	1,896,844	-	-
Other assets	90,000	-	90,000	163,973	-
Capital assets (net of accumulated depreciation):					
Land	137,165,662	5,414,697	142,580,359	146,542	-
Construction in progress - infrastructure	921,939	-	921,939	-	-
Construction in progress	2,036,299	7,885,394	9,921,693	-	-
Buildings	60,642,076	29,196,799	89,838,875	-	-
Improvements other than building:	32,441,253	114,392,823	146,834,076	-	5,282
Machinery and equipment	10,936,216	23,718,186	34,654,402	70,827	61,841
Infrastructure	132,560,218	-	132,560,218	-	-
Water capacity	-	4,169,896	4,169,896	-	-
Water rights	-	19,981,480	19,981,480	-	-
Total Assets	<u>421,094,516</u>	<u>248,303,082</u>	<u>669,397,598</u>	<u>1,551,180</u>	<u>1,817,160</u>
DEFERRED OUTFLOWS OF RESOURCES					
Deferred retirement contributions	5,588,067	746,571	6,334,638	10,409	40,905
Deferred actuarial adjustment to contributions	1,104,095	147,336	1,251,431	-	10,280
Deferred earnings on retirement investment	544,805	88,946	633,751	1,304	5,028
Deferred change in assumptions	5,503,672	736,320	6,239,992	13,329	51,376
Deferred change in experience	14,371	491	14,862	-	-
Deferred loss on refundings	2,854,982	548,708	3,403,690	-	-
Total Deferred Outflows of Resources	<u>15,609,992</u>	<u>2,268,372</u>	<u>17,878,364</u>	<u>25,042</u>	<u>107,589</u>
Total Assets and Deferred Outflows of Resources	<u>436,704,508</u>	<u>250,571,454</u>	<u>687,275,962</u>	<u>1,576,222</u>	<u>1,924,749</u>
LIABILITIES					
Accounts payable and accrued expenses	6,117,075	1,778,620	7,895,695	27,358	78,123
Accrued interest payable	529,184	1,173,713	1,702,897	-	-
Due to other governments	286,969	398,888	685,857	-	36,645
Due to component units	264,787	-	264,787	-	-
Unearned revenue	224,069	272,821	496,890	-	-
Other liabilities	284,063	7,200	291,263	11,901	-
Current liabilities payable from restricted assets	1,896,844	-	1,896,844	-	-
Noncurrent liabilities:					
Due within one year	8,283,784	7,341,903	15,625,687	24,627	-
Due in more than one year	86,782,180	111,093,454	197,875,634	476,406	34,486
Net OPEB obligation	66,594,448	9,617,918	76,212,366	-	580,795
Net retirement obligations	83,578,366	10,539,244	94,117,610	200,922	784,823
Total Liabilities	<u>254,841,769</u>	<u>142,223,761</u>	<u>397,065,530</u>	<u>741,214</u>	<u>1,514,872</u>
DEFERRED INFLOWS OF RESOURCES					
Deferred change in retirement experience	5,456,022	740,342	6,196,364	13,185	51,090
Deferred change in retirement contributions	1,186,521	158,743	1,345,264	40,007	11,076
Deferred change in assumptions	754,544	111,977	866,521	-	4,751
Deferred gain on refundings	-	76,880	76,880	-	-
Total Deferred Inflows of Resources	<u>7,397,087</u>	<u>1,087,942</u>	<u>8,485,029</u>	<u>53,192</u>	<u>66,917</u>
Total Liabilities and Deferred Inflows of Resources	<u>262,238,856</u>	<u>143,311,703</u>	<u>405,550,559</u>	<u>794,406</u>	<u>1,581,789</u>
NET POSITION					
Net investment in capital assets	305,474,293	87,823,386	393,297,679	217,369	67,123
Restricted for:					
General government	1,191,428	-	1,191,428	-	-
Public safety	444,183	-	444,183	-	-
Judicial	444,742	-	444,742	-	-
Health	623,138	-	623,138	-	-
Welfare	33,743	-	33,743	-	-
Culture and recreation	2,056,283	-	2,056,283	-	-
Debt service	-	-	-	-	777,015
Economic opportunity	39,726	-	39,726	-	-
Infrastructure projects	3,119,695	-	3,119,695	-	-
Redevelopment	911,264	-	911,264	-	-
Claims	1,215,661	-	1,215,661	-	-
Unrestricted	(141,088,504)	19,436,365	(121,652,139)	564,447	(501,178)
Total Net Position	<u>\$ 174,465,652</u>	<u>\$ 107,259,751</u>	<u>\$ 281,725,403</u>	<u>\$ 781,816</u>	<u>\$ 342,960</u>

See accompanying notes.

CARSON CITY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2018

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Primary government:				
Governmental Activities:				
General government	\$ 18,671,569	\$ 3,392,800	\$ 1,293,100	\$ 527,140
Public safety	42,925,438	1,733,285	1,031,196	7,932
Judicial	6,618,160	1,861,126	123,280	31,580
Public works	10,357,625	233,479	1,095,576	2,547,597
Sanitation	2,355,660	5,237,381	-	-
Health	6,122,052	699,877	2,034,822	-
Welfare	2,290,719	-	313,842	-
Culture and recreation	10,547,419	1,269,731	617,014	284,452
Community support	1,409,254	37,443	-	7,000
Airport	984,645	-	469,749	-
Economic opportunity	348,057	-	360,978	18,111
Debt Service:				
Interest and fiscal charges	2,958,443	-	-	-
Total Governmental Activities	<u>105,589,041</u>	<u>14,465,122</u>	<u>7,339,557</u>	<u>3,423,812</u>
Business-Type Activities:				
Sewer	13,213,663	15,158,304	-	770,103
Water	13,361,264	16,144,324	-	607,333
Stormwater Drainage	1,335,154	1,707,494	-	5,000
Ambulance	4,491,321	4,996,260	-	29,462
Cemetery	151,778	118,213	3,875	-
Building Permits	1,214,943	1,133,608	-	-
Total Business-Type Activities	<u>33,768,123</u>	<u>39,258,203</u>	<u>3,875</u>	<u>1,411,898</u>
Total Primary Government	<u>\$ 139,357,164</u>	<u>\$ 53,723,325</u>	<u>\$ 7,343,432</u>	<u>\$ 4,835,710</u>
Component units:				
Airport Authority	\$ 607,622	\$ 375,041	\$ 258,553	\$ -
Culture and Tourism Authority	2,377,921	-	72,754	-
Total Component Units	<u>\$ 2,985,543</u>	<u>\$ 375,041</u>	<u>\$ 331,307</u>	<u>\$ -</u>

General Revenues:
Property taxes
Sales taxes
Unrestricted intergovernmental revenues - Consolidated tax
Franchise taxes
Other taxes
Room taxes
Motor vehicle fuel tax
Unrestricted investment income
Miscellaneous revenue
Gain on sale of capital assets
Transfers

Total General Revenues and Transfers

Change in Net Position

NET POSITION, JULY 1

Prior-period restatement

NET POSITION, JULY 1, as restated

NET POSITION, JUNE 30

NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			COMPONENT UNITS	
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	AIRPORT AUTHORITY	CULTURE AND TOURISM AUTHORITY
\$ (13,458,529)	\$ -	\$ (13,458,529)	\$ -	\$ -
(40,153,025)	-	(40,153,025)	-	-
(4,602,174)	-	(4,602,174)	-	-
(6,480,973)	-	(6,480,973)	-	-
2,881,721	-	2,881,721	-	-
(3,387,353)	-	(3,387,353)	-	-
(1,976,877)	-	(1,976,877)	-	-
(8,376,222)	-	(8,376,222)	-	-
(1,364,811)	-	(1,364,811)	-	-
(514,896)	-	(514,896)	-	-
31,032	-	31,032	-	-
<u>(2,958,443)</u>	<u>-</u>	<u>(2,958,443)</u>	<u>-</u>	<u>-</u>
<u>(80,360,550)</u>	<u>-</u>	<u>(80,360,550)</u>	<u>-</u>	<u>-</u>
-	2,714,744	2,714,744	-	-
-	3,390,393	3,390,393	-	-
-	377,340	377,340	-	-
-	534,401	534,401	-	-
-	(29,690)	(29,690)	-	-
-	<u>(81,335)</u>	<u>(81,335)</u>	<u>-</u>	<u>-</u>
-	6,905,853	6,905,853	-	-
<u>(80,360,550)</u>	<u>6,905,853</u>	<u>(73,454,697)</u>	<u>-</u>	<u>-</u>
-	-	-	25,972	-
-	-	-	-	<u>(2,305,167)</u>
-	-	-	25,972	<u>(2,305,167)</u>
28,745,812	-	28,745,812	245,051	-
8,382,297	-	8,382,297	-	-
29,587,668	-	29,587,668	-	-
5,332,848	-	5,332,848	-	-
200,779	-	200,779	-	-
-	-	-	-	2,137,978
5,567,995	-	5,567,995	-	-
242,252	262,337	504,589	994	13,807
259,128	-	259,128	-	-
-	20,174	20,174	-	-
<u>(252,804)</u>	<u>252,804</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>78,065,975</u>	<u>535,315</u>	<u>78,601,290</u>	<u>246,045</u>	<u>2,151,785</u>
(2,294,575)	7,441,168	5,146,593	272,017	(153,382)
213,453,895	100,771,154	314,225,049	485,410	806,881
<u>(36,693,668)</u>	<u>(952,571)</u>	<u>(37,646,239)</u>	<u>24,389</u>	<u>(310,539)</u>
<u>176,760,227</u>	<u>99,818,583</u>	<u>276,578,810</u>	<u>509,799</u>	<u>496,342</u>
<u>\$ 174,465,652</u>	<u>\$ 107,259,751</u>	<u>\$ 281,725,403</u>	<u>\$ 781,816</u>	<u>\$ 342,960</u>

See accompanying notes.

**CARSON CITY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018**

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS			
Cash and investments	\$ 9,334,973	\$ 12,747,448	\$ 22,082,421
Receivables (net of allowances for uncollectibles):			
Taxes, delinquent	271,095	38,458	309,553
Accounts receivable	1,898,565	140,446	2,039,011
Interest	212,953	-	212,953
Due from other funds	-	72,678	72,678
Due from other governments	5,443,344	4,799,376	10,242,720
Due from component units	-	-	-
Inventories	2,753	-	2,753
Prepaid items	70,426	27,643	98,069
Restricted assets:			
Cash and investments	1,831,428	65,416	1,896,844
Total Assets	<u>\$ 19,065,537</u>	<u>\$ 17,891,465</u>	<u>\$ 36,957,002</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 1,252,678	\$ 1,563,469	\$ 2,816,147
Accrued salaries and benefits	2,821,759	167,320	2,989,079
Due to other funds	-	72,678	72,678
Due to other governments	102,574	175,310	277,884
Due to component units	251,381	13,406	264,787
Other liabilities	282,163	1,900	284,063
Unearned revenue	127,892	96,177	224,069
Payable from restricted assets	1,831,428	65,416	1,896,844
Total Liabilities	<u>6,669,875</u>	<u>2,155,676</u>	<u>8,825,551</u>
Deferred inflows of resources:			
Unavailable revenue - delinquent landfill fees	31,236	-	31,236
Unavailable revenue - delinquent property taxes	209,890	28,736	238,626
Total Deferred Inflows of Resources	<u>241,126</u>	<u>28,736</u>	<u>269,862</u>
Fund balances:			
Nonspendable	73,179	27,643	100,822
Restricted	789,219	12,610,171	13,399,390
Committed	-	5,315	5,315
Assigned	3,280,586	3,063,924	6,344,510
Unassigned	8,011,552	-	8,011,552
Total Fund Balances	<u>12,154,536</u>	<u>15,707,053</u>	<u>27,861,589</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 19,065,537</u>	<u>\$ 17,891,465</u>	<u>\$ 36,957,002</u>

See accompanying notes.

**CARSON CITY, NEVADA
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET POSITION
GOVERNMENTAL FUNDS
JUNE 30, 2018**

Fund Balances - Governmental Funds (page 25)	\$	27,861,589
<p>Amounts reported for governmental activities in the statement of net position (pages 22-23) 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	\$	491,901,201
Less: Accumulated depreciation		<u>(117,592,896)</u>
		374,308,305
<p>Long-term liabilities, deferred outflows of resources and deferred inflows of resources, 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	(55,860,001)	
Notes payable	(9,630,238)	
Revenue bonds payable	(14,279,600)	
Issuance discount		
Less: current year amortization		
Issuance premium	(3,539,463)	
Less: current year amortization	304,624	
Capital leases payable	(35,144)	
Landfill closure / post closure costs	(3,942,977)	
Net OPEB obligation	(64,858,038)	
Net retirement obligation	(81,659,168)	
Deferred outflows of resources:		
Deferred retirement contributions	5,462,843	
Deferred actuarial adjustment to contributions	1,079,372	
Deferred earnings on retirement investments	538,461	
Deferred change in assumptions	5,380,120	
Deferred change in experience	14,013	
Deferred loss on refundings	2,854,982	
Deferred inflows of resources:		
Deferred difference between expected and actual retirement experience	(5,332,869)	
Deferred change in retirement contributions	(1,159,885)	
Deferred change in assumptions	(735,181)	
Compensated absences	<u>(5,565,930)</u>	
		(230,964,079)
Interest payable		(528,322)
<p>Deferred inflows of resources represent amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds.</p>		
		269,862
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. Net position of the internal service funds are reported with governmental activities.</p>		
		2,593,392
<p>Internal balances are receivable from business-type activities.</p>		
		<u>924,905</u>
Net Position - Governmental Activities (pages 22)	\$	<u><u>174,465,652</u></u>

CARSON CITY
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Revenues:			
Taxes	\$ 23,659,131	\$ 17,496,256	\$ 41,155,387
Licenses and permits	7,130,132	589,094	7,719,226
Intergovernmental revenues	30,562,012	9,519,688	40,081,700
Charges for services	12,983,891	854,973	13,838,864
Fines and forfeits	826,415	17,409	843,824
Miscellaneous	1,444,094	716,165	2,160,259
Total Revenues	<u>76,605,675</u>	<u>29,193,585</u>	<u>105,799,260</u>
Expenditures:			
Current:			
General government	16,122,047	1,216,754	17,338,801
Public safety	33,157,648	1,900,839	35,058,487
Judicial	5,313,469	175,053	5,488,522
Public works	2,223,612	6,837,585	9,061,197
Sanitation	2,026,201	12,139	2,038,340
Health	2,411,940	2,418,825	4,830,765
Welfare	418,827	1,810,729	2,229,556
Culture and recreation	5,805,432	2,016,778	7,822,210
Community support	339,131	583,352	922,483
Airport	-	469,749	469,749
Economic opportunity	-	346,338	346,338
Capital outlay	115,575	9,743,452	9,859,027
Debt service:			
Principal retirement	-	5,597,399	5,597,399
Interest and fiscal charges	-	2,964,395	2,964,395
Total Expenditures	<u>67,933,882</u>	<u>36,093,387</u>	<u>104,027,269</u>
Excess (Deficiency) of Revenues over Expenditures	<u>8,671,793</u>	<u>(6,899,802)</u>	<u>1,771,991</u>
Other Financing Sources (Uses):			
Debt Issued	-	4,072,945	4,072,945
Sale of capital assets	-	36,575	36,575
Transfers in	609,577	12,543,217	13,152,794
Transfers out	(6,523,850)	(6,915,741)	(13,439,591)
Total Other Financing Sources (Uses)	<u>(5,914,273)</u>	<u>9,736,996</u>	<u>3,822,723</u>
Net Change in Fund Balances	2,757,520	2,837,194	5,594,714
Fund Balances, July 1	<u>9,397,016</u>	<u>12,869,859</u>	<u>22,266,875</u>
Fund Balances, June 30	<u>\$ 12,154,536</u>	<u>\$ 15,707,053</u>	<u>\$ 27,861,589</u>

See accompanying notes.

**CARSON CITY, NEVADA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES
TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018**

Net Change in Fund Balances - Governmental Funds (page 27)	\$	5,594,714
<p>Amounts reported for governmental activities in the statement of activities (pages 24-25) 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	\$	9,859,027
Contributions of capital assets from business-type activities		17,704
Donated capital assets		1,221,758
Transfers of capital assets to business-type activities		(14,731)
Sale/disposition of assets		(423,168)
Less: Current year depreciation		<u>(7,306,408)</u>
		3,354,182
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.</p>		
Change in unavailable revenue		7,656
<p>Bond and note proceeds and capital leases provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bonds and note principal and capital leases is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which bonds and notes issued and capital lease financing exceeded repayments and costs of issuance.</p>		
Bonds issued		(4,072,945)
Accrued interest		(528,325)
Capital lease payments		30,060
Interest payments		545,657
Principal payments		<u>5,597,399</u>
		1,571,846
<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		(286,886)
Amortization of bond premiums		304,624
Change in long-term landfill closure / post closure		(161,774)
Change in net OPEB obligation		(2,670,093)
Change in net retirement obligation		(4,091,122)
Change in deferred outflows of resources		(5,548,542)
Change in deferred inflows of resources		(190,343)
Change in long-term compensated absences		<u>(110,738)</u>
		(12,754,874)
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The net income of the internal service funds is reported with governmental activities.</p>		
		<u>(68,099)</u>
Change in Net Assets of Governmental Activities (pages 23-24)	\$	<u><u>(2,294,575)</u></u>

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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, 2018**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
Revenues:				
Taxes	\$ 23,290,000	\$ 23,290,000	\$ 23,659,131	\$ 369,131
Licenses and permits	6,810,651	6,810,651	7,130,132	319,481
Intergovernmental revenues	29,380,998	29,421,891	30,562,012	1,140,121
Charges for services	12,424,731	12,429,731	12,983,891	554,160
Fines and forfeits	716,200	716,200	826,415	110,215
Miscellaneous	1,228,008	1,387,427	1,444,094	56,667
Total Revenues	<u>73,850,588</u>	<u>74,055,900</u>	<u>76,605,675</u>	<u>2,549,775</u>
Expenditures:				
Current:				
General government	16,530,745	16,849,497	16,122,047	727,450
Public safety	32,907,461	34,052,759	33,157,648	895,111
Judicial	4,871,455	5,626,455	5,313,469	312,986
Public works	2,216,343	2,301,343	2,223,612	77,731
Sanitation	2,124,160	2,105,208	2,026,201	79,007
Health	2,489,279	2,754,526	2,411,940	342,586
Welfare	535,833	535,833	418,827	117,006
Culture and recreation	6,063,215	6,323,293	5,805,432	517,861
Community support	340,242	340,242	339,131	1,111
Capital Outlay	-	499,020	115,575	383,445
Total Expenditures	<u>68,078,733</u>	<u>71,388,176</u>	<u>67,933,882</u>	<u>3,454,294</u>
Excess (Deficiency) of Revenues over Expenditures	<u>5,771,855</u>	<u>2,667,724</u>	<u>8,671,793</u>	<u>6,004,069</u>
Other Financing Sources (Uses):				
Capital leases	-	-	-	-
Transfers in	120,948	120,948	609,577	488,629
Transfers out	(6,496,025)	(6,540,326)	(6,523,850)	16,476
Contingency	(752,056)	-	-	-
Total Other Financing Sources (Uses)	<u>(7,127,133)</u>	<u>(6,419,378)</u>	<u>(5,914,273)</u>	<u>505,105</u>
Net Change in Fund Balances	<u>(1,355,278)</u>	<u>(3,751,654)</u>	<u>2,757,520</u>	<u>6,509,174</u>
Fund Balances, July 1	<u>6,518,035</u>	<u>9,397,016</u>	<u>9,397,016</u>	<u>-</u>
Fund Balances, June 30	<u>\$ 5,162,757</u>	<u>\$ 5,645,362</u>	<u>\$ 12,154,536</u>	<u>\$ 6,509,174</u>

CARSON CITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2018
(PAGE 1 OF 2)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
ASSETS					
Current assets:					
Cash and investments	\$ 18,438,227	\$ 7,330,883	\$ 8,536,350	\$ 34,305,460	\$ 5,213,684
Receivables:					
Accounts and contracts, net	2,274,604	2,720,872	1,611,680	6,607,156	262,207
Due from other governments	-	342,265	2,767,163	3,109,428	786,741
Inventories	-	409,550	13,154	422,704	226,379
Prepaid items	21,024	2,531	409	23,964	2,613
Total Current Assets	<u>20,733,855</u>	<u>10,806,101</u>	<u>12,928,756</u>	<u>44,468,712</u>	<u>6,491,624</u>
Noncurrent assets:					
Other assets	-	-	-	-	90,000
Capital assets:					
Land	854,512	2,671,955	1,888,230	5,414,697	-
Water capacity	-	4,169,896	-	4,169,896	-
Buildings	30,694,643	4,821,174	590,143	36,105,960	1,826,185
Improvements other than buildings	109,713,539	108,948,958	8,322,682	226,985,179	-
Machinery and equipment	27,218,785	4,762,854	2,558,669	34,540,308	1,327,705
Water rights	-	19,981,480	-	19,981,480	-
Construction in progress	1,597,897	6,069,899	217,598	7,885,394	-
	170,079,376	151,426,216	13,577,322	335,082,914	3,153,890
Less: Accumulated depreciation	<u>(73,357,423)</u>	<u>(53,464,268)</u>	<u>(3,501,948)</u>	<u>(130,323,639)</u>	<u>(758,534)</u>
Net Capital Assets	<u>96,721,953</u>	<u>97,961,948</u>	<u>10,075,374</u>	<u>204,759,275</u>	<u>2,395,356</u>
Total Noncurrent Assets	<u>96,721,953</u>	<u>97,961,948</u>	<u>10,075,374</u>	<u>204,759,275</u>	<u>2,485,356</u>
Total Assets	<u>117,455,808</u>	<u>108,768,049</u>	<u>23,004,130</u>	<u>249,227,987</u>	<u>8,976,980</u>
Deferred outflows of resources:					
Deferred retirement contributions	199,625	216,438	330,508	746,571	125,224
Deferred actuarial adjustment to contributions	39,456	42,703	65,177	147,336	24,723
Deferred earnings on retirement investments	17,133	30,872	40,941	88,946	6,344
Deferred change in assumptions	197,184	213,408	325,728	736,320	123,552
Deferred change in experience	491	-	-	491	358
Deferred loss on refundings	108,581	356,322	83,805	548,708	-
Total Deferred Outflows of Resources	<u>562,470</u>	<u>859,743</u>	<u>846,159</u>	<u>2,268,372</u>	<u>280,201</u>
Total Assets and Deferred Outflows of Resources	<u>118,018,278</u>	<u>109,627,792</u>	<u>23,850,289</u>	<u>251,496,359</u>	<u>9,257,181</u>

CARSON CITY
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2018
(PAGE 2 OF 2)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 773,764	\$ 635,284	\$ 182,788	\$ 1,591,836	\$ 270,393
Accrued salaries and benefits	50,966	63,501	72,322	186,789	41,457
Accrued interest	588,520	520,130	65,063	1,173,713	859
Due to other governments	-	397,088	1,800	398,888	9,085
Unearned revenue	687	2,227	269,907	272,821	-
Other current liabilities	-	-	-	-	880,597
Current portion:					
Commitments payable	-	7,200	-	7,200	-
Accrued compensated absences	31,393	13,039	63,884	108,316	43,137
General obligation bonds and notes payable	3,144,729	3,561,777	522,433	7,228,939	117,000
Total Current Liabilities	<u>4,590,059</u>	<u>5,200,246</u>	<u>1,178,197</u>	<u>10,968,502</u>	<u>1,362,528</u>
Noncurrent liabilities:					
Accrued compensated absences	190,845	287,349	286,184	764,378	92,543
Net OPEB obligation	3,007,596	2,860,065	3,750,257	9,617,918	1,736,410
Net retirement obligation	2,349,001	2,946,735	5,243,508	10,539,244	1,919,198
Other liabilities	-	-	-	-	1,016,958
General obligation bonds and notes payable	50,625,242	51,331,728	8,376,749	110,333,719	367,000
Total Noncurrent Liabilities	<u>56,172,684</u>	<u>57,425,877</u>	<u>17,656,698</u>	<u>131,255,259</u>	<u>5,132,109</u>
Total Liabilities	<u>60,762,743</u>	<u>62,626,123</u>	<u>18,834,895</u>	<u>142,223,761</u>	<u>6,494,637</u>
Deferred inflows of resources:					
Deferred change in experience	195,026	213,868	331,448	740,342	123,153
Deferred change in retirement contributions	42,511	46,008	70,224	158,743	26,636
Deferred revenue	-	-	-	-	-
Deferred gain on refundings	25,801	51,079	-	76,880	-
Total Deferred Inflows of Resources	<u>296,304</u>	<u>347,426</u>	<u>444,212</u>	<u>1,087,942</u>	<u>169,152</u>
Total Liabilities and Deferred Inflows of Resources	<u>61,059,047</u>	<u>62,973,549</u>	<u>19,279,107</u>	<u>143,311,703</u>	<u>6,663,789</u>
NET POSITION					
Net investment in capital assets	43,988,005	42,671,955	1,163,426	87,823,386	1,911,356
Restricted Claims	-	-	-	-	1,215,661
Unrestricted	12,971,226	3,982,288	3,407,756	20,361,270	(533,625)
Total Net Position	<u>\$ 56,959,231</u>	<u>\$ 46,654,243</u>	<u>\$ 4,571,182</u>	108,184,656	<u>\$ 2,593,392</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				(924,905)	
Net position of business - type activities				<u>\$ 107,259,751</u>	

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**CARSON CITY
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
Operating Revenues:					
Charges for services	\$ 15,131,864	\$ 15,920,047	\$ 7,927,058	\$ 38,978,969	\$ 13,802,544
Operating Expenses:					
Salaries and wages	1,641,850	1,675,034	2,040,781	5,357,665	940,627
Employee benefits	1,064,284	1,239,505	1,840,153	4,143,942	700,506
Services and supplies	3,907,354	5,106,110	2,464,651	11,478,115	12,663,816
Depreciation	4,728,685	3,283,296	391,058	8,403,039	154,165
Total Operating Expenses	11,342,173	11,303,945	6,736,643	29,382,761	14,459,114
Operating Income (Loss)	3,789,691	4,616,102	1,190,415	9,596,208	(656,570)
Nonoperating Revenues (Expenses):					
Investment income	143,894	59,487	58,956	262,337	40,974
Miscellaneous	24,976	-	37,392	62,368	32,641
Interest expense	(1,475,714)	(1,960,200)	(164,351)	(3,600,265)	(12,397)
Federal interest subsidy	1,464	224,277	-	225,741	-
Gain (loss) on sales of capital assets	(91,895)	(46,646)	2,470	(136,071)	(339,783)
Bond issuance costs	(193,797)	(1,206)	(227,134)	(422,137)	(9,721)
Total Nonoperating Revenues (Expenses)	(1,591,072)	(1,724,288)	(292,667)	(3,608,027)	(288,286)
Income (Loss) Before Contributions and Transfers	2,198,619	2,891,814	897,748	5,988,181	(944,856)
Capital Contributions:					
Capital assets	-	-	44,193	44,193	83,363
Capital grants	-	125,000	-	125,000	537,955
Developers	386,886	232,669	-	619,555	-
Connection fees	383,217	249,664	-	632,881	-
Total Capital Contributions	770,103	607,333	44,193	1,421,629	621,318
Transfers In	-	-	286,797	286,797	31,020
Transfers Out	-	-	(31,020)	(31,020)	-
Total Transfers	-	-	255,777	255,777	31,020
Change in Net Position	2,968,722	3,499,147	1,197,718	7,665,587	(292,518)
Net Position, July 1	55,352,044	43,812,076	2,307,520		4,096,622
Prior period restatement	(1,361,535)	(656,980)	1,065,944		(1,210,712)
Net Position, July 1, (as restated)	53,990,509	43,155,096	3,373,464		2,885,910
Net Position, June 30	\$ 56,959,231	\$ 46,654,243	\$ 4,571,182		\$ 2,593,392
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				(224,419)	
Change in net position of business - type activities				\$ 7,441,168	

See accompanying notes.

CARSON CITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 1 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>	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received for services	\$ 14,666,712	\$ 15,739,080	\$ 7,693,509	\$ 38,099,301	\$ 2,272,649
Cash received from employee contributions	-	-	-	-	1,191,003
Cash received from employer contributions	-	-	-	-	10,295,098
Cash payments for personnel costs	(2,310,669)	(2,427,880)	(3,017,423)	(7,755,972)	(1,354,745)
Cash payments for services and supplies	(4,208,941)	(5,171,772)	(2,458,348)	(11,839,061)	(12,769,132)
Miscellaneous cash received	24,976	-	37,392	62,368	56,303
	<u>8,172,078</u>	<u>8,139,428</u>	<u>2,255,130</u>	<u>18,566,636</u>	<u>(308,824)</u>
Net Cash Provided (Used) by Operating Activities					
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer to other funds	-	-	(31,020)	(31,020)	-
Transfer from other funds	-	-	286,797	286,797	31,020
	<u>-</u>	<u>-</u>	<u>255,777</u>	<u>255,777</u>	<u>31,020</u>
Net Cash Provided (Used) by Noncapital Financing Activities					
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from capital debt	10,224,938	-	5,113,503	15,338,441	600,000
Proceeds from sales of capital assets	-	-	2,470	2,470	3,135
Connection fees	383,217	249,664	-	632,881	-
Acquisition of capital assets	(8,874,171)	(244,879)	(254,522)	(9,373,572)	(364,088)
Principal paid on capital debt	(2,752,580)	(3,366,154)	(497,522)	(6,616,256)	(116,000)
Interest paid on capital debt	(1,440,368)	(2,034,156)	(108,450)	(3,582,974)	(11,538)
Bond issuance costs	(193,797)	(1,206)	(227,134)	(422,137)	(9,721)
Federal interest subsidy	1,464	224,277	-	225,741	-
Subsidy from grant	-	125,000	-	125,000	514,293
	<u>(2,651,297)</u>	<u>(5,047,454)</u>	<u>4,028,345</u>	<u>(3,670,406)</u>	<u>616,081</u>
Net Cash Provided (Used) by Capital and Related Financing Activities					
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income	143,894	59,487	58,956	262,337	40,974
	<u>143,894</u>	<u>59,487</u>	<u>58,956</u>	<u>262,337</u>	<u>40,974</u>
Net Increase (Decrease) in Cash and Cash Equivalents	5,664,675	3,151,461	6,598,208	15,414,344	379,251
Cash and Cash Equivalents, July 1	12,773,552	4,179,422	1,938,142	18,891,116	4,834,433
Cash and Cash Equivalents, June 30	<u>\$ 18,438,227</u>	<u>\$ 7,330,883</u>	<u>\$ 8,536,350</u>	<u>\$ 34,305,460</u>	<u>\$ 5,213,684</u>

See accompanying notes.

CARSON CITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 2 OF 2)

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</u>				GOVERNMENTAL
	<u>SEWER</u>	<u>WATER</u>	<u>OTHER ENTERPRISE FUNDS</u>	<u>TOTAL ENTERPRISE FUNDS</u>	<u>INTERNAL SERVICE FUNDS</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ 3,789,691	\$ 4,616,102	\$ 1,190,415	\$ 9,596,208	\$ (656,570)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	4,728,685	3,283,296	391,058	8,403,039	154,165
Miscellaneous revenues	24,976	-	37,392	62,368	56,303
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(464,861)	(205,650)	(125,314)	(795,825)	(43,794)
Due from other governments	117,412	63,735	(117,732)	63,415	(297,991)
Inventories		(61,266)	354	(60,912)	(4,396)
Prepaid items	9,009	1,829	(60)	10,778	47,994
Retirement deferred outflows	111,535	147,826	317,803	577,164	114,115
Increase (decrease) in:					
Accounts payable	(428,008)	(126,976)	4,244	(550,740)	(148,415)
Accrued salaries and benefits	(4,460)	(2,085)	8,102	1,557	6,969
Due to other governments	-	57,016	1,765	58,781	2,960
Unearned revenue	(67)	(142)	9,497	9,288	-
Connection deposits	(224)	24,825		24,601	-
Accrued compensated absences	5,925	13,301	66,718	85,944	137
Net OPEB obligation	100,042	45,839	201,582	347,463	59,390
Net retirement obligation	133,111	239,718	246,484	619,313	90,812
Other liabilities	-	-	-	-	294,532
Retirement deferred outflows	49,312	42,060	22,822	114,194	14,965
Total Adjustments	<u>4,382,387</u>	<u>3,523,326</u>	<u>1,064,715</u>	<u>8,970,428</u>	<u>347,746</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 8,172,078</u>	<u>\$ 8,139,428</u>	<u>\$ 2,255,130</u>	<u>\$ 18,566,636</u>	<u>\$ (308,824)</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Purchase of capital assets on account	\$ -	\$ 393,972	\$ 12,768	\$ 406,740	\$ -
Retainage payable on construction of capital assets	374,895	2,515	-	377,410	-
Contributed capital assets	386,886	232,669	-	619,555	83,363

See accompanying notes.

CARSON CITY
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2018

	INVESTMENT TRUST FUND	AGENCY FUNDS
ASSETS		
Cash and investments		
Unrestricted	\$ 8,492,395	\$ 1,011,077
Cash held by Commission	-	-
Taxes receivable, delinquent	-	170,505
Due from other governments	-	-
	8,492,395	1,184,033
Total Assets		
LIABILITIES		
Accounts payable	-	106,384
Due to other governments	-	1,065,332
Other liabilities	-	12,317
	-	1,184,033
Total Liabilities		
NET POSITION		
Held in trust for pool participants	\$ 8,492,395	\$ -

CARSON CITY
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	<u>INVESTMENT TRUST FUND</u>
ADDITIONS	
Investment income	\$ 76,910
Capital share transactions:	
Shares sold	<u>6,025,609</u>
Total Additions	<u>6,102,519</u>
DEDUCTIONS	
Capital share transactions:	
Shares redeemed	<u>5,833,553</u>
Change in Net Position	268,966
Net Position, July 1	<u>8,223,429</u>
Net Position, June 30	<u><u>\$ 8,492,395</u></u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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 of the City and did not obtain a separate financial audit.

DISCRETELY PRESENTED COMPONENT UNITS. The Carson City Culture and Tourism Authority is responsible for the promotion of tourism in Carson City. The members of the Authority's governing board are appointed by the Board of Supervisors. The Authority 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 Culture and Tourism Authority is presented as a governmental activity.

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

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

Carson City Culture and Tourism Authority
1900 South Carson Street
Carson City, Nevada

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

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

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

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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

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

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

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

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

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

The government reports the following major governmental fund:

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

The government reports the following major proprietary funds:

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

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

Additionally, the government reports the following fund types:

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

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

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

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

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

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

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

1. Deposits and Investments

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

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

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

Investments are reported at fair value.

2. Investment Pool Investment Income

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

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

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
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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. Allowance for uncollectible accounts at June 30, 2018 is \$211,149 and represents claims outstanding more than 180 days. Total uncollectible ambulance charges written off during the period amounted to \$718,329.

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. The City uses the consumption method, expenses are recorded to the period in which those services were used.

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.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
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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, donated works of art and similar items, and capital assets received in a service concession arrangement are reported at acquisition value at the date of donation.

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

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

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

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

7. Long-Term Obligations

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

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

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

8. Postemployment Benefits Other than Pension

For purposes of measuring the net Other Postemployment Benefit (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Carson City OPEB Plan (City's Plan) and Public Employees' Benefit Plan (PEBP) include both additions to and deductions from City's Plan and PEBP net positions have been determined on the same basis as they are reported by the City's Plan and PEBP, respectively. For this purpose, both plans recognize benefit payments when due and payable in accordance with the benefit terms. Investments in the Carson City OPEB Trust Fund are reported at fair value.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
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9. Pension

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employees' Retirement System of the State of Nevada (PERS) Base Plan (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

10. Deferred Outflows and Deferred Inflows of Resources and Restatements

Deferred outflow of resources represents a consumption of net position that applies to a future period and so will not be recognized as an outflow or resources (expense/expenditure) until that time. Deferred inflow of resources represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

Items currently presented as deferred outflows and deferred inflows are as follows:

- Unamortized gains or losses resulting from advance bond refunding's are presented as deferred inflows of resources and deferred outflows of resources.
- Delinquent property taxes and delinquent landfill fees are presented in the General Fund and Other Governmental Funds as a deferred inflow of resources, specifically unavailable revenue-delinquent property taxes and delinquent landfill fees. Property tax revenues are considered "delinquent" when the due date of an assessment has passed and any statutory appeal rights have expired. Landfill fees earned but delinquent are considered delinquent if unpaid within 10 days of the due date.
- The City participates in Public Employees' Retirement System of the State of Nevada (PERS) and Judicial Retirement System of Nevada (JRS), and will now present the City's portion of these Retirement Obligations on the Statement of Net Position. In addition, the City will recognize differences between expected and actual experience and the net difference between projected and actual earnings on pension plans investments as a deferred inflow of resources, and changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions and City contributions subsequent to the measurement date as deferred outflows of resources. Contributions subsequent to the measurement date include the current fiscal year contributions made by the City to PERS and JRS. All other deferred amounts were obtained from the Schedule of Employer Allocations, Schedule of Pension Amounts by Employer, and Related Notes Report prepared by PERS and the GASB 68 Actuarial Valuation for JRS for the Fiscal Year Ended June 30, 2017.

11. 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.

12. Equity Classifications

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

- Net Investment in Capital Assets – Consists of capital assets, net of accumulated depreciation and reduced by outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.
- Restricted Net Position – Consists of net position with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; (2) law through constitutional provisions or enabling legislation.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
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- Unrestricted Net Position – All other net position that do not meet the definition of “net investment 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, in accordance with the Fund Balance Policy, has delegated the authority to assign fund balance for specific purposes to the City Manager or the Chief Financial Officer. 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 8.33% of total budgeted expenditures shall be included in the General Fund budget each fiscal year. An inability to meet this requirement must be approved by the Board of Supervisors.

Spending Order of Fund Balances:

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

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

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

13. 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.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

E. IMPLEMENTATION OF GASB STATEMENT NO. 89

As of July 1, 2017, the City elected to early implement GASB Statement No. 89, Accounting for Interest Cost Incurred before the End of a Construction Period. The implementation of this standard no longer allows for capitalized interest and requires that interest costs incurred before the end of a construction period should be recognized as an expense in the period in which they are incurred.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

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

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

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

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

Total expenditures exceeded those budgeted for the year in the Sewer Fund by \$841,996 and in the Ambulance Fund by \$561,459, which are apparent violations of NRS 354.626.

C. DEFICIT FUND EQUITY

The Ambulance, Building Permits and the Group Medical Insurance Funds have deficit fund balances of \$978,144, \$151,850 and \$516,345, respectively. These deficit balances are due to large retirement obligations added according to GASB 68, Accounting and Financial Reporting for Pensions and GASB 75, Accounting and Financial Reporting for Other Post Employment Benefit Plans.

NOTE 3 - DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

At year end, the City's carrying amount of deposits was \$3,611,699 and the bank balance was \$4,523,754. 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 Carson City Airport Authority, discretely presented component unit, was \$876,674, and the bank balance was \$923,582. 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. As of June 30, 2018, the Carson City Culture and Tourism Authority is investing in the Carson City Investment Pool, their balance is \$1,465,824.

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.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
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The City categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value:

- Level 1 – Inputs are quoted prices in active markets for identical assets;
- Level 2 – Inputs are significant other observable inputs; and
- Level 3 – Inputs are significant unobservable inputs.

The City does not have any investments that are measured using Level 3 inputs. As of June 30, 2018, the City had the following recurring fair value measurements:

<u>Government-wide Balances:</u> <u>Investment Type</u>	<u>Total</u>	<u>Fair Value Measurements Using</u>	
		<u>Level 1 Inputs</u>	<u>Level 2 Inputs</u>
U.S. Treasuries	\$ 24,546,800	\$ 24,546,800	\$ -
U.S. Agencies	19,249,061	-	19,249,061
Corporate Bonds	13,202,837	-	13,202,837
Money Market Mutual Fund	258,236	258,236	-
	<u>57,256,934</u>	<u>24,805,036</u>	<u>32,451,898</u>
State of Nevada:			
Local Government			
Investment Pool	<u>13,663,573</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 70,920,507</u>	<u>\$ 24,805,036</u>	<u>\$ 32,451,898</u>

Investments categorized as Level 1 are valued using prices quoted in active markets for those investments as provided by recognized broker dealers. Investments categorized as Level 2 are based on matrix pricing models that maximize the use of observable inputs for similar securities as provided by recognized broker dealers.

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	\$ 24,546,800	\$ 11,328,146	\$ 13,218,654	\$ -	\$ -
U.S. Agencies	19,249,061	3,731,657	15,517,404	-	-
Corporate Bonds	13,202,837	6,626,234	6,576,603	-	-
Money Market Mutual Fund	258,236	258,236	-	-	-
State of Nevada:					
Local Government					
Investment Pool	<u>13,663,573</u>	<u>13,663,573</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total	<u>\$ 70,920,507</u>	<u>\$ 35,607,846</u>	<u>\$ 35,312,661</u>	<u>\$ -</u>	<u>\$ -</u>

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.**

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
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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, 2018, the City's investments in U.S. Agencies were rated AA- by Standard and Poor's and A1 by Moody's Investors Service. The City's investment in the State of Nevada Local Government Investment Pool is an unrated external investment pool with an average duration of 142 days. The City's investments in corporate bonds were rated as follows:

	<u>AAA</u>	<u>AA</u>	<u>A</u>	<u>Not Rated</u>
Moody's	\$ 737,068	\$ 1,477,638	\$2,141,605	\$8,846,526
S&P	737,203	1,235,863	2,383,380	8,846,391

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, 2018, the following investments exceeded 5% of the City's total:

Federal Home Loan Mortgage Corporation	\$3,954,938	5.58%
Federal Home Loan Banks	8,166,462	11.51%
Federal Farm Credit Banks	3,944,289	5.56%

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

Cash on hand	\$ 10,572
Carrying amount of deposits	3,611,699
Carrying amount of investments	<u>70,920,507</u>
	\$ 74,542,778
Less: Carrying amount of deposits held for component unit	<u>(1,465,824)</u>
	<u>\$ 73,076,954</u>
Cash and investments – governmental activities	\$ 27,296,104
Cash and investments – business-type activities	34,305,460
Cash and investments – investment trust fund	8,492,395
Cash and investments – OPEB trust fund	75,075
Cash and investments – agency funds	1,011,076
Cash and investments – restricted	<u>1,896,844</u>
	<u>\$ 73,076,954</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 and voluntary investments from the Carson City Other Post-Employment Benefits Trust Fund. Each participant's share is equal to their original investment plus or minus monthly allocation of interest income and realized and unrealized gains and losses. Interest allocation is calculated monthly and is based on the month end cash balances of each fund participating in the pool. The fair value and interest receivable allocations are calculated at year end and are based on the average monthly cash balance of each fund participating in the pool. The determination of realized gains and losses is independent of the determination of the net change in the fair value of investments and realized gains and losses on investments that were held by the governmental entity during a previous accounting period(s) but sold during the current period were used to compute the change in the fair value of investments for the previous year(s) as well as the current year. The participant's share and redemption value are calculated using the same method. The Board of Supervisors has overall responsibility for investment of City funds, including the Investment Trust Fund, in accordance with NRS 355.175. The Carson City Chief Investment Official is the Carson City Treasurer, under authority delegated by the Board of Supervisors. The City has not provided or obtained any legally binding guarantees during the period to support the value of shares. The external investment pool is not registered with the SEC as an investment company.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
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Summary of investments held in the external investment pool at June 30, 2018:

<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	\$ 24,546,800	\$ 24,871,000	0.75-2.75%	07/15/2018-09/30/2020
U.S. Agencies	19,249,061	19,400,000	0.875-3.625%	10/19/2018-04/03/2023
Corporate Bonds	13,202,837	13,374,000	1.0-3.3%	07/03/2018-06/28/2023
Money Market Mutual Fund	258,236	258,236	0.0%	07/01/2018
State of Nevada Local Government Investment Pool	<u>13,663,573</u>	13,663,573	Variable	07/01/2018
Total Pooled Investments	<u>\$70,920,507</u>			

External Investment Pool financial statements:

Statement of Net Position, June 30, 2018

Assets:

Investments in securities:

U.S. Treasuries	\$24,546,800
U.S. Agencies	19,249,061
Corporate Bonds	13,202,837
Money Market Mutual Fund	258,236
State of Nevada Local Government Investment Pool	13,663,573
Interest receivable	<u>212,953</u>

Total Assets \$71,133,460

Net position consists of:

Internal participants	\$62,565,990
External participants	<u>8,567,470</u>

Total Net Position Held in Trust for Pool Participants
(Participant units outstanding, \$1.00/par) \$71,133,460

Statement of Changes in Net Position, Year Ended June 30, 2018

Additions:

Capital share transactions	\$ 24,514,115
Investment income	1,013,708
Realized gains (losses)	(344,464)
Unrealized gains (losses)	<u>(26,110)</u>

Total Additions 25,157,249

Deductions:

Investment fees	<u>45,634</u>
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Total Deductions 45,634

Net Increase 25,111,615

Net position:

Beginning of Year 46,021,845

End of Year \$ 71,133,460

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

B. CAPITAL ASSETS

Capital asset activity of the primary government for the year ended June 30, 2018 was as follows:

	Balance July 1, 2017	Increases	Decreases	Transfers	Balance June 30, 2018
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 136,918,665	\$ 240,797	\$ -	\$ 6,200	\$ 137,165,662
Construction in progress – infrastructure	264,514	917,270	(7,064)	(252,781)	921,939
Construction in progress	3,741,698	2,001,618	(220,438)	(3,486,579)	2,036,299
Total Capital Assets not being Depreciated	140,924,877	3,159,685	(227,502)	(3,733,160)	140,123,900
Capital assets, being depreciated:					
Buildings	88,728,408	5,857	(40,365)	-	88,693,900
Improvements other than buildings	49,751,219	1,849,960	(59,695)	3,521,392	55,062,876
Machinery and equipment	36,208,713	3,602,319	(898,260)	29,735	38,942,507
Infrastructure	169,488,841	2,531,300	-	211,768	172,231,909
Total Capital Assets being Depreciated	344,177,181	7,989,436	(998,320)	3,762,895	354,931,192
Less accumulated depreciation for:					
Buildings	(26,313,651)	(1,763,720)	25,547	-	(28,051,824)
Improvements other than buildings	(21,012,115)	(1,646,108)	36,600	-	(22,621,623)
Machinery and equipment	(26,776,507)	(1,979,725)	740,507	9,434	(28,006,291)
Infrastructure	(37,600,672)	(2,071,019)	-	-	(39,671,691)
Total Accumulated Depreciation	(111,702,945)	(7,460,572)	802,654	9,434	(118,351,429)
Total Capital Assets being Depreciated, Net	232,474,236	528,864	(195,666)	3,772,329	236,579,763
Governmental Activities Capital Assets, Net	\$ 373,399,113	\$ 3,688,549	\$ (423,168)	\$ 39,169	\$ 376,703,663

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

	Balance July 1, 2017	Increases	Decreases	Transfers	Balance June 30, 2018
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 5,401,968	\$ 12,729	\$ -	\$ -	\$ 5,414,697
Construction in progress	41,980,282	1,809,967	(44,820)	(35,860,035)	7,885,394
Water rights	19,981,480	-	-	-	19,981,480
Water Capacity	4,169,896	-	-	-	4,169,896
	<hr/>				
Total Capital Assets not being Depreciated	71,533,626	1,822,696	(44,820)	(35,860,035)	37,451,467
	<hr/>				
Capital assets, being depreciated:					
Buildings	20,593,349	4,325,227	-	11,187,383	36,105,959
Improvements other than buildings	221,564,537	2,998,877	-	2,421,765	226,985,179
Machinery and equipment	12,313,140	595,547	(589,530)	22,221,151	34,540,308
	<hr/>				
Total Capital Assets being Depreciated	254,471,026	7,919,651	(589,530)	35,830,299	297,631,446
	<hr/>				
Less accumulated depreciation for:					
Buildings	(6,300,041)	(609,119)	-	-	(6,909,160)
Improvements other than buildings	(106,754,245)	(5,838,111)	-	-	(112,592,356)
Machinery and equipment	(9,382,689)	(1,955,808)	525,809	(9,434)	(10,822,122)
	<hr/>				
Total Accumulated Depreciation	(122,436,975)	(8,403,038)	525,809	(9,434)	(130,323,638)
	<hr/>				
Total Capital Assets being Depreciated, Net	132,034,051	(483,387)	(63,721)	35,820,865	167,307,808
	<hr/>				
Business-type activities capital assets, Net	\$ 203,567,677	\$ 1,339,309	\$ (108,541)	\$ (39,170)	\$ 204,759,275
	<hr/>				

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

Governmental activities:	
General government	\$ 587,657
Judicial	55,487
Public safety	1,308,744
Public works	2,565,021
Airport	514,896
Health	669,961
Culture and recreation	1,604,641
Capital assets held by the government's internal service funds charged to the various functions based on their usage of the assets:	154,165
	<hr/>
Total Depreciation Expense – Governmental Activities	<u>\$ 7,460,572</u>
Business-type activities:	
Ambulance	\$ 94,898
Sewer	4,728,684
Water	3,283,296
Cemetery	12,892
Storm Drainage	283,268
Building Permits	-
	<hr/>
Total Depreciation Expense – Business-Type Activities:	<u>\$ 8,403,038</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Construction commitments

The City was committed to construction projects in various funds, as of June 30, 2018, as follows:

Project Name Contract Number <u>Vendor Name</u>	<u>Bid Award</u>	Value of Work Completed as of <u>June 30, 2018</u>	Remaining Commitment as of <u>June 30, 2018</u>
<u>Sewer Fund:</u>			
CMAR Water Resource Recovery Facility Phase 1 - #1314-132B KG Walters/Q&D	\$29,991,581	\$29,453,014	\$ 538,567
Eagle Valley East Course Pump Station #1718-180 Farr Construction Corp.	224,070	-	224,070
WRRF Capital Improvements #1718-195 K.G. Walters Construction Co. Inc.	7,980,000	-	7,980,000
Clear Creek Avenue Sewer Improvements #1718-203 V&C Construction	1,405,878	-	1,405,878
<u>Stormwater Drainage Projects:</u>			
Kings Canyon Road Culvert Project #1718-227 Justin Wilson Construction, LLC	60,770	-	60,770
<u>Transportation Projects:</u>			
Micro-surfacing Project #1718-021 Sierra Nevada Construction, Inc.	730,408	648,026	82,382
Preservation-Slurry Project #1617-151 Sierra Nevada Construction, Inc.	168,308	53,479	114,829
Fairview Pavement Preservation Project #1718-170 Intermountain Slurry Seal, Inc.	378,778	-	378,778
North Carson Street ADA Improvement #1718-174 V&C Construction	192,579	180,458	12,121
<u>Public Safety Projects:</u>			
Parking Lot Replacement #1718-204 Apex Grading & Paving	268,218	-	268,218
<u>Infrastructure Fund:</u>			
CMAR Downtown Carson Streetscape #1415-145C Q&D Construction	3,990,210	453,640	3,536,570
Complete Streets Project #1718-083 Sierra Nevada Construction	<u>63,007</u>	<u>-</u>	<u>63,007</u>
Total	<u>\$45,453,807</u>	<u>\$30,788,617</u>	<u>\$14,665,190</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Other Commitments:

On June 15, 2017 the board approved an interlocal agreement regarding wholesale water services between the town of Minden and Carson City. A provision in the agreement is that the City will pay \$75,000 per year for the next 20 years, starting July 1, 2018 for a beneficial interest in water rights, a total of \$1,500,000. Minden water rights will not change ownership under this agreement.

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, 2016 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.
- 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 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 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.

On August 10, 2016 the City and the NDOT added Amendment 4. The amendment provides for the following:

- Clarification that the portions of Snyder Avenue and S. Carson Street (including associated Frontage Road) would be relinquished to the City as previously agreed upon following completion and opening to traffic of Phase 2B-3 of the freeway (expected in 2018). Although the freeway is open to traffic the State has not completed the project.
- NDOT shall pay Carson City a sum not to exceed \$5.1 million for improvements to include a Complete Streets Project within the relinquished State highways area, which Carson City agrees to have under construction by the end of 2019.
- Clarification of the deferred \$.03 tax payments for the remaining \$7.1 million was included which states that tax payments are deferred until the completion of Phase 2B, including the completion of the interchange at Carson Street/U.S. Highway 50 West at the southern terminus of the Carson City Freeway, (known as Phase 2B-4).

As of June 30, 2018, Phase 2B-4 had not yet been initiated or programmed by the Nevada Department of Transportation and, as such, the \$.03 tax payments mentioned above remain deferred.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Discretely presented component units

Activity for the Airport Authority for the year ended June 30, 2018 was as follows:

	<u>Balance July 1, 2017</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2018</u>
Capital assets not being depreciated:				
Land	\$ 146,542	\$ -	\$ -	\$146,542
Total Capital Assets not being Depreciated	<u>146,542</u>	<u>-</u>	<u>-</u>	<u>146,542</u>
Capital assets being depreciated:				
Machinery and equipment	705,815	12,599	-	718,414
Less accumulated depreciation for:				
Machinery and equipment	<u>(636,044)</u>	<u>(11,543)</u>	<u>-</u>	<u>(647,587)</u>
Total Capital Assets being Depreciated, Net	<u>69,771</u>	<u>1,056</u>	<u>-</u>	<u>70,827</u>
Airport Authority Capital Assets, Net	<u>\$ 216,313</u>	<u>\$ 1,056</u>	<u>\$ -</u>	<u>\$217,369</u>

Activity for the Culture and Tourism Authority for the year ended June 30, 2018 was as follows:

	<u>Balance July 1, 2017</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance June 30, 2018</u>
Capital assets, not being depreciated:				
Website	\$ 41,028	\$ -	\$ -	\$ 41,028
Total Capital Assets not being Depreciated	<u>41,028</u>	<u>-</u>	<u>-</u>	<u>41,028</u>
Capital assets, being depreciated:				
Improvement other than buildings	8,388	-	-	8,388
Machinery and equipment	<u>42,795</u>	<u>-</u>	<u>-</u>	<u>42,795</u>
Total Capital Assets being Depreciated	<u>51,183</u>	<u>-</u>	<u>-</u>	<u>51,183</u>
Less accumulated depreciation for:				
Improvements other than buildings	(2,547)	(559)	-	(3,106)
Machinery and equipment	<u>(15,659)</u>	<u>(6,323)</u>	<u>-</u>	<u>(21,982)</u>
Total Accumulated Depreciation	<u>(18,206)</u>	<u>(6,882)</u>	<u>-</u>	<u>(25,088)</u>
Total Assets Being Depreciated, Net	<u>32,977</u>	<u>(6,882)</u>	<u>-</u>	<u>26,095</u>
Culture and Tourism Authority Capital Assets, Net	<u>\$ 74,005</u>	<u>\$ (6,882)</u>	<u>\$ -</u>	<u>\$ 67,123</u>

C. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2018, is as follows:

Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Nonmajor governmental funds	Nonmajor governmental funds	<u>\$72,678</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

The above interfund balances at June 30, 2018 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:

Receivable Fund	Payable Fund	Amount
Component unit – Airport Authority	Primary government – General Fund	<u>\$ 251,381</u>

Interfund transfers:

<u>Transfers out:</u>	Transfers In:				Total
	General Fund	Internal Service Funds	Nonmajor Enterprise Funds	Nonmajor Governmental Funds	
General Fund	\$ -	\$ -	\$286,797	\$6,237,053	\$6,523,850
Nonmajor Governmental Funds	609,577	-	-	6,306,164	6,915,741
Nonmajor Enterprise Funds	-	31,020	-	-	31,020
Total Transfers	<u>\$609,577</u>	<u>\$31,020</u>	<u>\$286,797</u>	<u>\$12,543,217</u>	<u>\$13,470,611</u>

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 through the State of Nevada revolving loan program were authorized on July 10, 2015 up to the amounts of \$12,000,000 Sewer Bonds. At June 30, 2018 all amounts have been drawn and are payable. General obligation revenue bonds through the State of Nevada revolving loan program were issued to finance capital improvement projects for the City’s public sewer system. On November 7, 2017 the City issued \$6,000,000 in General Obligation (Limited Tax) Sewer Bonds (Additionally Secured by Pledged Revenues) Series 2017B for the purpose of financing capital improvement projects for the City’s public sewer system. On April 4, 2018 the City issued \$4,875,000 in General Obligation (Limited Tax) Sewer Bonds (Additionally Secured by Pledged Revenues) Series 2018A for the purpose of financing capital improvement projects for the City’s public stormwater drainage system. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
Governmental activities	3.00-5.00%	\$ 13,070,000
Governmental activities - refunding	2.00-5.00%	42,790,001
Business-type activities	0.0-6.662%	93,474,921
Business-type activities - refunding	2.0-5.000%	21,465,000

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities:		
Regional Transportation	2.37-5.00%	\$ 14,279,600

Notes Payable. The City issues notes to provide funds for open space, various improvements, and vehicles and to refund Redevelopment debt. On December 14, 2016 the City issued two installment purchase agreements for an energy efficiency project, one was a 10 year tax exempt note in the amount of \$1,156,700, and the other was a 20 year qualified energy conservation bond in the amount of \$3,101,538. The installment purchase agreements are payable to the City on a reimbursement basis, as of June 30, 2018 all amount have been drawn and are payable. On July 6, 2017 the City issued General Obligation (Limited Tax) Medium Term Bond Series 2017A for the purpose acquiring, improving and equipping vehicles, facilities, information technology and the communications console system. Notes payable outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities:		
Installment purchase agreement		
BRIC Purchase	2.650%	\$ 828,300
Landfill capital equipment	2.230%	1,086,000
911 Surcharge capital equipment	2.230%	574,000
Installment purchase agreement		
Energy Efficiency	2.190%	1,100,400
Energy Efficiency (QECB)	4.690%	3,101,538
Citywide capital equipment	2.130%	2,940,000
Fleet communication console	2.130%	484,000
Business-type activities:		
Stormwater Drainage	1.880%	158,300
Sewer	1.880%	317,500

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 Refunding Bonds series 2010, 2013 Installment Purchase Agreement, Refunding Bonds Series 2013A, Medium Term Landfill Capital Acquisition Bonds Series 2014, Medium Term 911 Surcharge Capital Acquisition Bonds Series 2014 and the Refunding Capital Improvement Bonds Series 2015C. The total principal and interest remaining to be paid on the bonds is \$37,918,451 payable through fiscal year 2033. For the current year, principal and interest paid for the bonds totaled \$3,572,862 and pledged revenues totaled \$4,438,150.

The City has pledged future 1/4 cent voter approved (Quality of Life) sales tax revenues to repay \$9,060,000 in Parks Refunding Bonds Series 2010 and Parks Refunding Bonds Series 2013C. Proceeds of the bonds provided financing for new parks facilities, to purchase open space and to improve and equip current parks facilities. The bonds are intended to be paid solely from the 1/4 cent tax revenues and are payable through fiscal year 2030. Annual principal and interest payments on the bonds are expected to require 23% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$8,217,313. For the current year, principal and interest paid for the bonds totaled \$653,292 and pledged revenues totaled \$2,794,219.

The City has pledged future 1/8 cent sales tax revenues (NRS 377B), to repay \$8,400,000 in General Obligation V&T Historical Refunding Bonds Series 2014E. 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 75% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$8,341,675. For the current year, principal and interest paid for the bonds totaled \$1,042,900 and pledged revenues totaled \$1,397,104.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

The City has pledged future 1/8 cent sales tax revenue (NRS 377B), to repay \$13,600,000 in General Obligation Infrastructure Sales Tax Bonds 2014F. The bonds are intended to be paid solely from the 1/8 cent tax revenues and are payable through fiscal year Fiscal Year 2045. Annual principal and interest payments on the bonds are expected to require 56% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$20,928,250. For the current year, principal and interest paid for the bonds totaled \$775,625, and pledged revenues totaled \$1,396,757.

The City has pledged room tax to repay \$3,350,000 in Room Tax Refunding Revenue Supported Bonds. The bonds are intended to be paid solely from room tax and are payable through fiscal year 2023. Annual principal and interest payments on the bonds are expected to require 15% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$2,028,595. For the current year, principal and interest paid for the bonds totaled \$346,755 and pledged revenues totaled \$2,261,822.

The City has pledged motor vehicle fuel tax revenues to repay \$9,055,000 in Highway Revenue (Motor Vehicle Fuel Tax) Improvement Bonds Series 2008, and \$3,332,300 in Refunding Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Refunding Bonds Series 2012, \$6,170,000 in Refunding Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Improvement Bonds Series 2015, and \$5,951,000 in Refunding Highway Revenue (Motor Vehicle Fuel Tax) Refunding Bonds Series 2017. 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 52% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$16,970,020. For the current year, principal and interest paid for the bonds totaled \$1,580,469 and pledged revenues totaled \$3,065,714.

Business-type activities

The City has pledged future sewer utility customer revenues, connection fees and investment earnings, net of specified operating expenses to repay \$66,939,020 in sewer utility system general obligation revenue bonds issued between fiscal years 1995 and 2018. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2038. 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 \$65,939,744. For the current year, principal and interest paid for the bonds totaled \$4,266,648 and net pledged revenues totaled \$8,976,465.

The City has pledged future water utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$69,147,000 in water utility system general obligation revenue bonds issued between fiscal years 1998 and 2014. 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 \$72,890,293. For the current year, principal and interest paid for the bonds totaled \$5,321,254 and net pledged revenues totaled \$8,523,446.

The City has pledged future storm drainage utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$10,016,738 in storm drainage utility system general obligation revenue bonds issued between fiscal years 2005 and 2018. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2038. 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 \$11,314,413. For the current year, principal and interest paid for the bonds totaled \$664,903 and net pledged revenues totaled \$1,089,534.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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 \$35,144 to be paid in full in 2021.

The assets acquired through capital lease are as follows:

	Governmental Activities
Asset:	
Machinery and equipment	\$ 176,951
Less: Accumulated depreciation	<u>(120,037)</u>
Total	<u>\$ 56,914</u>

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

Conduit Debt. On March 4, 2002, October 1, 2003, and October 27, 2005, the City issued \$45,185,000, \$95,000,000, and \$15,000,000, respectively, in revenue bonds for Carson-Tahoe Regional Healthcare, a non-profit corporation.

As of September 1, 2012 the City issued \$52,930,000 in Hospital Revenue Refunding Bonds (Carson Tahoe Regional HealthCare Project) Series 2012 for the sole purpose of refunding \$20,180,000 of the March 4, 2002 Hospital Revenue Bonds (Carson-Tahoe Hospital Project) Series 2002 and \$39,035,000 of the October 1, 2003 Hospital Revenue Bonds (Carson-Tahoe Hospital Project) Series 2003A.

On December 19, 2017 the City issued \$105,000,000 in Hospital Revenue and Refunding Bonds (Carson Tahoe Regional Healthcare Project) Series 2017 to refund \$36,870,000 in Series 2003B bonds, to refund \$11,540,000 in series 2005 bonds, to terminate \$6,242,000 interest rate swap related to Series 2003B, and to use approximately \$61,340,000 (net of bond premium and issuance costs) to finance master campus construction projects and investment in new technology.

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, 2018 was \$148,960,000.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Changes in long-term liabilities. Long-term liability activity of the primary government for the year ended June 30, 2018, was as follows:

	Balance July 1, 2017	Additions	Reductions	Balance June 30, 2018	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation revenue bonds:					
2.0 to 3.5% Park refunding general obligation revenue bonds series 2010, due 11/01/18 - \$2,505,000	710,000	-	(350,000)	360,000	360,000
2.0 to 4.0% Various Purpose refunding general obligation revenue bonds series 2010, due 6/01/21 - \$4,705,000	1,850,000	-	(630,000)	1,220,000	495,000
2.2 to 3.5% Various Purpose refunding general obligation revenue bonds series 2013A, due 5/31/30 - \$16,520,000	13,715,000	-	(780,000)	12,935,000	1,040,000
2.0 to 2.5% Room Tax refunding general obligation revenue bonds series 2013B, due 6/01/23 - \$3,350,000	2,200,000	-	(300,000)	1,900,000	365,000
2.0 to 4.0% Parks refunding general obligation revenue bonds series 2013C, due 3/01/30 - \$6,555,000	6,425,000	-	(74,999)	6,350,001	140,001
2.0 to 5.0% V&T refunding general obligation revenue bonds series 2014E, due 12/01/25 - \$8,400,000	7,680,000	-	(735,000)	6,945,000	755,000
3.0 to 5.0% Infrastructure Sales Tax general obligation revenue bonds series 2014F, due 9/01/44 - \$13,600,000	13,340,000	-	(270,000)	13,070,000	280,000
2.0 to 5.0% Capital improv. refunding general obligation revenue bonds series 2015C, due 5/01/33 - \$15,410,000	13,750,000	-	(670,000)	13,080,000	620,000
Subtotal	<u>59,670,000</u>	<u>-</u>	<u>(3,809,999)</u>	<u>55,860,001</u>	<u>4,055,001</u>
Revenue Bonds:					
4.9% 2008 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/27 - \$9,055,000	1,046,400	-	(329,700)	716,700	349,900
2.370% 2012 Highway Revenue refunding motor vehicle fuel tax revenue bonds, due 11/01/23 - \$3,332,300	2,591,800	-	(346,900)	2,244,900	351,700
3.0 to 5.0% 2015 Highway Revenue refunding motor vehicle fuel tax revenue bonds, due 11/01/29 - \$6,170,000	5,795,000	-	(345,000)	5,450,000	355,000
2.415% Highway Revenue refunding motor vehicle fuel tax revenue bonds, due 11/1/2027 - \$5,951,000	5,951,000	-	(83,000)	5,868,000	75,000
Subtotal	<u>15,384,200</u>	<u>-</u>	<u>(1,104,600)</u>	<u>14,279,600</u>	<u>1,131,600</u>
Notes Payable:					
2.65% Installment purchase agreement, building purchase, medium-term note dated 4/24/13, due 4/1/28 - \$1,169,500	899,800	-	(71,500)	828,300	73,300
2.230% Landfill general obligation (limited tax) medium-term note dated 6/24/2014, due 6/1/2024 - \$1,733,000	1,253,000	-	(167,000)	1,086,000	171,000
2.230% 911 Surcharge general obligation (limited tax) medium-term note dated 6/24/14, due 6/1/24 - \$918,000	662,000	-	(88,000)	574,000	90,000
2.190% Installment purchase agreement, energy savings contract, medium term note dated 12/14/2016, due 12/1/2025 - \$1,156,700	790,343	366,357	(56,300)	1,100,400	113,000
4.690% Installment purchase agreement, energy savings contract (Qualified Energy Conservation Bond) dated 12/14/16, due 12/1/2036 - \$3,101,538	2,634,950	466,588	-	3,101,538	-
2.130% Capital Projects general obligation (limited tax) medium-term note dated 7/6/17, due 6/1/27 - \$3,240,000	-	3,240,000	(300,000)	2,940,000	300,000
2.13% Fleet general obligation (limited tax) medium-term bond dated 7/6/17, due 6/1/22 - \$600,000	-	600,000	(116,000)	484,000	117,000
Subtotal	<u>6,240,093</u>	<u>4,672,945</u>	<u>(798,800)</u>	<u>10,114,238</u>	<u>864,300</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Changes in long-term liabilities. Long-term liability activity of the primary government for the year ended June 30, 2018, was as follows:

	Balance July 1, 2017	Additions	Reductions	Balance June 30, 2018	Due Within One Year
Deferred amounts:					
For issuance premiums	3,539,463	-	(304,624)	3,234,839	303,862
Total Bonds and Notes Payable	84,833,756	4,672,945	(6,018,023)	83,488,678	6,354,763
Incurred but not Reported Claims Liability:	1,603,023	1,167,931	(873,399)	1,897,555	880,597
Capital Leases:	65,204	-	(30,060)	35,144	30,336
Landfill Closure/Post closure costs:	3,781,203	161,774	-	3,942,977	139,205
Compensated Absences Payable:	5,590,735	4,343,259	(4,232,384)	5,701,610	878,883
Governmental Activity Long-Term Liabilities	95,873,921	10,345,909	(11,153,866)	95,065,964	8,283,784

Business Type Activities:

Bonds payable:

General obligation revenue bonds:

3.23% Sewer general obligation revenue bonds, dated 1998 State of Nevada revolving loan, due 07/01/18 - \$6,096,302	657,578	-	(434,863)	222,715	222,713
0% Water general obligation revenue bonds series 2009 State of Nevada revolving loan, due 07/01/29 - \$3,400,000	2,297,297	-	(183,784)	2,113,513	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	4,130,000	-	(765,000)	3,365,000	795,000
3.75% Water general obligation revenue bonds series 2010E State of Nevada revolving loan due 7/1/2030 authorized up to - \$21,900,000	18,122,527	-	(1,141,752)	16,980,775	1,170,821
2.0-4.5% Sewer refunding general obligation revenue bonds series 2010D, due 11/1/29 - \$2,690,000	905,000	-	(55,000)	850,000	55,000
3.75% Sewer general obligation revenue bonds series 2010F State of Nevada revolving loan due 7/1/2030 - \$2,748,556	2,167,391	-	(137,805)	2,029,586	141,118
4% Water general obligation revenue bonds series 2012, due 11/1/31 - \$3,750,000	3,085,000	-	(155,000)	2,930,000	160,000
4% Water refunding general obligation revenue bonds series 2012, due 11/1/26 - \$11,565,000	9,240,000	-	(335,000)	8,905,000	345,000
3.966% Sewer general obligation revenue bonds series 2012, due 11/1/31 - \$2,250,000	1,840,000	-	(90,000)	1,750,000	95,000
4% Sewer refunding general obligation revenue bonds series 2012, due 11/1/23 - \$3,685,000	1,755,000	-	(220,000)	1,535,000	230,000

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Changes in long-term liabilities. Long-term liability activity of the primary government for the year ended June 30, 2018, was as follows:

	Balance July 1, 2017	Additions	Reductions	Balance June 30, 2018	Due Within One Year
General obligation revenue bonds (Continued):					
2.79% Sewer general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$23,787,662	\$ 23,787,662	\$ -	\$ (1,110,407)	\$ 22,677,255	\$ 1,142,052
2.79% Water general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$6,000,000	5,859,384	-	(273,618)	5,585,766	281,305
2.79% Stormwater general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$962,338	962,338	-	(44,922)	917,416	46,202
2.53% Water refunding general obligation revenue bonds series 2014C, due 6/1/25 - \$5,337,000	4,610,000	-	(512,000)	4,098,000	526,000
2.53% Stormwater refunding general obligation revenue bonds series 2014, due 6/1/25 - \$3,466,000	3,062,000	-	(350,000)	2,712,000	359,000
2.37% Sewer general obligation revenue bonds series 2015 State of Nevada revolving loan due 7/1/2035 - \$12,000,000	8,257,708	3,742,292	(282,105)	11,717,895	547,436
2 to 5% Sewer improv. and refunding general obligation revenue revenue bonds series 2015, due 11/1/34 - \$6,245,000	5,790,000	-	(215,000)	5,575,000	225,000
2.25 to 5% Sewer general obligation (limited tax) revenue bonds series 2017B, due 11/1/37 - \$6,000,000	-	6,000,000	-	6,000,000	190,000
2 to 5% Stormwater Drainage general obligation (limited tax) revenue bonds series 2018, due 11/1/37 - \$4,875,000	-	4,875,000	-	4,875,000	-
Subtotal	<u>106,628,885</u>	<u>14,617,292</u>	<u>(6,306,256)</u>	<u>114,939,921</u>	<u>6,715,431</u>
Notes Payable:					
1.88% Drainage refunding general obligation (limited tax) medium-term bond, due 09/01/19 - \$713,400	260,900	-	(102,600)	158,300	105,000
1.88% Sewer refunding general obligation (limited tax) medium-term bond, due 09/01/19 - \$1,436,500	524,900	-	(207,400)	317,500	210,800
Subtotal	<u>785,800</u>	<u>-</u>	<u>(310,000)</u>	<u>475,800</u>	<u>315,800</u>
Deferred amounts:					
For issuance premiums	1,608,555	721,149	(176,025)	2,153,679	198,303
For issuance discounts	(7,332)	-	595	(6,737)	(594)
Total bonds payable	<u>109,015,908</u>	<u>15,338,441</u>	<u>(6,791,686)</u>	<u>117,562,663</u>	<u>7,228,940</u>
Compensated Absences Payable:					
Business-Type Activity Long-Term Liabilities	<u>109,802,658</u>	<u>15,995,877</u>	<u>(7,363,178)</u>	<u>118,435,357</u>	<u>7,341,903</u>
Total debt	<u>\$ 205,676,579</u>	<u>\$ 26,341,786</u>	<u>\$ (18,517,044)</u>	<u>\$ 213,501,321</u>	<u>\$ 15,625,687</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, \$135,681 of internal service funds compensated absences and \$1,897,555 of incurred but not reported claims liability are included in the above amounts.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Discretely presented component units

Long-term liability activity for the Airport Authority for the year ended June 30, 2018, was as follows:

	Balance July 1, 2017	Additions	Reductions	Balance June 30, 2018	Due Within One Year
Airport lease agreement	\$ 170,213	\$ -	\$ (6,240)	\$ 163,973	\$ 6,240
Prepaid lease Agreements	353,317	-	(16,257)	337,060	18,387
	<u>\$ 523,530</u>	<u>\$ -</u>	<u>\$ (22,497)</u>	<u>\$ 501,033</u>	<u>\$ 24,627</u>

Long-term liability activity for the Culture and Tourism Authority for the year ended June 30, 2018, was as follows:

	Balance July 1, 2017	Additions	Reductions	Balance June 30, 2018	Due Within One Year
Compensated absences	65,692	-	(31,206)	34,486	-

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	
	Principal	Interest	Principal	Interest	Principal	Interest
2019	4,055,001	2,067,498	1,131,600	448,114	864,300	298,912
2020	4,175,000	1,940,874	1,172,600	407,615	889,500	279,701
2021	4,315,000	1,804,323	1,211,100	368,534	916,000	259,932
2022	4,270,000	1,645,099	1,247,600	332,872	941,900	239,572
2023	3,685,000	1,485,719	1,286,100	293,955	858,200	218,543
2024-2028	15,960,000	5,403,497	7,100,600	799,430	3,095,238	825,955
2029-2033	12,005,000	2,596,650	1,130,000	39,900	1,278,400	468,857
2034-2038	2,665,000	1,207,075	-	-	1,270,700	133,720
2039-2043	3,240,000	632,200	-	-	-	-
2044-2046	1,490,000	60,200	-	-	-	-
Total	<u>\$ 55,860,001</u>	<u>\$ 18,843,132</u>	<u>\$ 14,279,600</u>	<u>\$ 2,690,420</u>	<u>\$ 10,114,238</u>	<u>\$ 2,725,192</u>

Year Ended June 30	BUSINESS-TYPE ACTIVITIES			
	General Obligation Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
2019	6,715,431	3,656,780	315,800	13,710
2020	6,687,258	3,459,715	160,000	2,555
2021	7,084,110	3,248,078	-	-
2022	7,304,334	3,036,138	-	-
2023	7,475,994	2,811,158	-	-
2024-2028	35,592,746	10,478,808	-	-
2029-2033	27,639,492	5,798,226	-	-
2034-2038	13,850,549	2,076,792	-	-
2039-2043	2,590,006	146,785	-	-
2044-2046	-	-	-	-
Total	<u>\$ 114,939,921</u>	<u>\$ 34,712,480</u>	<u>\$ 475,800</u>	<u>\$ 16,265</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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	\$1,831,428	\$ 65,416	\$1,896,844

F. FUND BALANCES/NET POSITION

Government-wide Financial Statements. The government-wide Statement of Net Position utilizes a proprietary presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Restricted resources have externally imposed (statutory, bond covenant, contract or grant) limitations on their use. Restricted resources are classified either by function, debt service, capital projects, or claims. Resources restricted by function relate to net resources of governmental and enterprise funds whose use is legally limited by outside parties for a specific purpose. Restrictions for debt service represent resources legally restricted by State Statute or bond covenants for future debt service requirements of both principal and interest. Amounts restricted for capital projects consist of unspent grants, donations, and debt proceeds with third party restrictions for use on specific projects or programs. Net position restricted for claims represents the amount legally required to be held for payment of future claims in the workers compensation fund and insurance fund. The government-wide Statement of Net Position reports \$9,773,723 of restricted net resources, all of which is externally imposed.

Unrestricted net position represents available financial resources of the City.

Fund Financial Statements. Governmental fund balances are classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the County is bound to observe constraints imposed on the use of the resources of the funds.

	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>Fund Balances</u>			
Nonspendable:			
Inventories	\$ 2,753	\$ -	\$ 2,753
Prepaid items	70,426	27,643	98,069
Total Nonspendable	73,179	27,643	100,822
Restricted for:			
Recorder technology	77,026	-	77,026
Court programs and expansion	331,277	60,604	391,881
Health and human services programs	140,746	560,535	701,281
Parks and recreation programs	99,592	-	99,592
Sheriff's programs	63,752	234,697	298,449
Clerk / Recorder programs	2,821	-	2,821
District Attorney programs	74,005	-	74,005
Infrastructure projects	-	3,906,628	3,906,628
Street maintenance	-	927,753	927,753
Extraordinary maintenance	-	73,743	73,743
Redevelopment	-	1,164,887	1,164,887

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

	General Fund	Other Governmental Funds	Total Governmental Funds
Restricted for (continued):			
Public transportation services	\$ -	\$ 118,064	\$ 118,064
Roadways	-	1,357,520	1,357,520
Parks and open space	-	3,160,060	3,160,060
Senior Center	-	87,576	87,576
Cooperative extension	-	243,369	243,369
Indigent programs	-	33,743	33,743
Library	-	55,272	55,272
Business development	-	174,454	174,454
Landscape maintenance	-	21,269	21,269
Arts and culture	-	39,726	39,726
Emergency communications	-	390,271	390,271
Total Restricted	<u>789,219</u>	<u>12,610,171</u>	<u>13,399,390</u>
Committed to:			
Traffic control	-	5,315	5,315
Assigned to:			
Assessor technology	74,829	-	74,829
Fire programs	5,134	-	5,134
Sheriff's programs	78,444	26,595	105,039
Juvenile programs	2,675	-	2,675
Other programs	10,090	-	10,090
Health and human services programs	97,505	121,861	219,366
Parks and recreation programs	35,871	-	35,871
Grant programs	-	402,958	402,958
Subsequent year's budget deficit	2,976,038	-	2,976,038
Capital improvement projects	-	2,445,508	2,445,508
Debt service	-	67,002	67,002
Total Assigned	<u>3,280,586</u>	<u>3,063,924</u>	<u>6,344,510</u>
Unassigned	<u>8,011,552</u>	<u>-</u>	<u>8,011,552</u>
	<u>\$ 12,154,536</u>	<u>\$ 15,707,053</u>	<u>\$ 27,861,589</u>

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

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. For property insurance, the policy limit is \$210,000,000 with a deductible of \$25,000 per occurrence. The earth movement policy limit is \$50,000,000 with a deductible of 2% per unit of insurance or \$100,000 minimum per location. The flood property policy limit is \$50,000,000 with a deductible of \$100,000 per location. The flood property – high hazard zone policy limit is \$5,000,000 with a \$250,000 per occurrence deductible. Other coverage currently held by the City, including airport liability, auto physical damage, boiler and machinery and bonds on public officials, are insured with deductibles varying from \$10,000 to \$50,000.

As of July 1, 2010, the City formed its own self-insured workers compensation program. This program exposes the City to various risks of loss related to large claims based on the health of their work force; therefore, an excess loss policy provides coverage. Statutory limits for worker’s compensation coverage are \$1,000,000 for employer’s liability limits with self-insured retentions of \$2,000,000 for police and fire employees and \$750,000 for all other employees, per accident. The City’s total net position of the Worker’s Compensation Fund was \$399,090 at June 30, 2018.

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>2018</u>	<u>2017</u>
Unpaid claims, beginning of fiscal year	\$ 389,033	\$ 1,213,990	\$1,603,023	\$1,748,612
Claims and changes in estimates	1,364,963	(197,032)	1,167,931	828,535
Claim payments	<u>(873,399)</u>	<u>-</u>	<u>(873,399)</u>	<u>(974,124)</u>
Unpaid claims, end of fiscal year	<u>\$ 880,597</u>	<u>\$ 1,016,958</u>	<u>\$1,897,555</u>	<u>\$ 1,603,023</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, 2018, \$3,942,977 is reported in governmental activities. It is estimated that the landfill will be used for an additional fifty years and that at June 30, 2018, approximately 42.28% 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 post closure care, \$9,325,867 has been calculated in 2018 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.

**CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

D. OTHER POSTEMPLOYMENT BENEFITS (OPEB)

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 a closed agent multiple-employer defined healthcare plan, State of Nevada Public Employees’ Benefits Program (PEBP). Both plans provide medical, dental, vision, accidental death and dismemberment, and life insurance benefits to eligible retired City employees and beneficiaries.

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

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

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.

Benefits provided for PEBP participants 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.

Employees covered by benefit terms: At June 30, 2018, the following employees were covered by the benefit terms:

	PEBP	Carson City OPEB
Inactive employees or beneficiaries currently receiving benefit payments	196	151
Inactive employees entitled to but not yet receiving benefit payments	-	-
Active employees	-	576
	196	727

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Contributions: As of July 1, 2015 the Board of Supervisors established the Carson City Other Post-Employment Benefits Trust Fund. The City intends to fund the Trust annually at a rate of approximately 1% of covered payroll, over normal costs. The net OPEB obligation attributable to governmental activities is liquidated primarily by the General Fund. For Carson City OPEB Plan participants the amount of the subsidy has been described in the Benefit Provisions section of this note. Subsidy payments are transferred to the Carson City OPEB Trust monthly, and the Trust receives PERS deductions for the Employee paid portion of their premiums monthly as well. During the annual budget process it is determined what amount will be contributed to the Trust as an extra employer contribution. At June 30, 2018 the City Contributed \$821,524 to the Carson City OPEB Trust.

The City is required to provide a subsidy for their retirees that have elected to join PEBP. The PEBP 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. 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 \$0.73 to \$876.08 during the 2018 fiscal year. At June 30, 2018 the City Contributed \$432,281 to PEBP.

Net OPEB Liability: The City's net OPEB liability was measured as of June 30, 2018, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuary valuation as of that date.

Actuarial Methods and Assumptions. The total OPEB liability in the June 30, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

	City Plan	PEBP Plan
Actuarial valuation date	6/30/17	6/30/17
Actuarial cost method	Entry age normal cost	Entry age normal cost
Amortization method	Level percentage of pay	Level percentage of pay
Asset valuation method	Market Value	N / A
Actuarial assumptions:		
Inflation rate	2.75%	2.75%
Projected salary increases	4.0%	N/A
Investment rate of return	8.0%	N/A
Healthcare inflation rate	Medical – 6.5% *	Medical – 6.5% *
* Medical – decreasing 0.5% each year until ultimate trend rate of 5% is reached.		

Mortality rates were based on the RP-2000 Combined Healthy Table (set-back 1 year for females). These rates were then adjusted to anticipate future mortality improvement by applying MacLeod Watts Scale 2017 on a generational basis from 2015 forward.

The actuarial assumptions used in the June 30, 2018 valuation were based on the most recently published report of the Nevada Public Employees Retirement System, dated June 30, 2015.

The long-term expected rate of return on the Carson City OPEB Trust Fund investment was determined using the expected yield of 7.5% published by Nevada's Retirement Benefits Investment Fund (RBIF) in November 2017. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity – S&P 500	49%	10.2%
International Equity – MSCI EAFE Index	21%	2.8%
US Bond Index	30%	3.0%
Cash	0%	.3%
	<u>100%</u>	

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Discount Rate: The discount rate used to measure the total PEBP Liability, which is on a pay-as-you-go basis is 3.62% and 3.56% for Fiscal Year Ended, June 30, 2018 and June 30, 2017, respectively. The rate is based on the Fidelity 20-year AA Municipal Bond Index.

For the City Plan the discount rate was based on a crossover test is 3.65% and 3.57% for Fiscal Year ended June 30, 2018 and June 30, 2017, respectively. The projection of cash flows used to determine the discount rate assumed that City Contributions would only equal approximately 1% of total salaries annually, and does not meet the total actuarially determined contribution rate. Based on this assumption, the OPEB plan's fiduciary net position is not projected to meet all projected OPEB payments for current and inactive employees at this time. Therefore the crossover test was applied to all periods of projected benefit payments to determine the total OPEB Liability. The crossover test blended the expected Trust rate of return as well as the Fidelity 20-year AA Municipal Bond index.

Changes in the Net OPEB Liability:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability (a)-(b)
PEBP			
Balance at 6/30/17	\$ 7,251,744	\$ -	\$ 7,251,744
Changes for the year:			
Interest cost	250,467	-	250,467
Contributions - Employer	(432,281)	-	(432,281)
Changes in assumptions	(49,463)	-	(49,463)
Net changes	(231,277)	-	(231,277)
Balance at 6/30/18	<u>\$ 7,020,467</u>	<u>-</u>	<u>\$ 7,020,467</u>
 CARSON CITY PLAN			
Balance at 6/30/17	\$ 66,567,575	\$ 756,715	\$ 65,810,860
Changes for the year:			
Service cost	3,515,230	-	3,515,230
Interest cost	2,479,794	-	2,479,794
Differences between expected and actual experience	2,114	-	2,114
Contributions – employer	-	1,561,560	(1,561,560)
Net investment income	-	65,939	(65,939)
Changes of assumptions	(1,001,704)	-	(1,001,704)
Benefit payments	(1,241,578)	(1,241,578)	-
Administrative expenses	-	(104)	104
Audit fees	-	(13,000)	13,000
Net changes	3,753,856	372,817	3,381,039
Balances at 6/30/18	<u>\$ 70,321,431</u>	<u>\$ 1,129,532</u>	<u>\$ 69,191,899</u>
Total PEBP and City Plan 6/30/18	<u>\$ 77,341,898</u>	<u>\$ 1,129,532</u>	<u>\$76,212,366</u>

The assumptions used to develop the information in the June 30, 2018 actuarial report incorporated the new requirements of GASB Statement No. 75, which required the use of a different discount rate. Prior year's discount rate was 4% for PEBP and 4.47% for the City Plan. Due to this new standard, the discount rate decreased to 3.62% for PEBP and 3.65% for the City Plan

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Sensitivity Tests: Sensitivity of the net OPEB liability to changes in the discount rate and healthcare cost trend rates are included in the table below. The table presents the net OPEB liability of the City as well as what the City's net OPEB liability would be if it were calculated using a discount rate that is 1 percentage-point lower or 1 percentage-point higher than the current discount rate:

	1% Decrease	Discount Rate	1% Increase
PEBP	2.62%	3.62%	4.62%
City Plan	2.65%	3.65%	4.65%
Net PEBP Liability	\$ 8,005,158	\$ 7,020,467	\$ 6,211,679
Net OPEB Liability	83,996,668	69,191,899	57,819,434

Sensitivity of net OPEB liability to changes in the healthcare cost trend rates. The following presents the net OPEB liability of the City, as well as what the City's net OPEB Liability would be if it were calculated using healthcare cost trend rates that are 1 percentage-point lower (5.5% decreasing to 4%) or 1 percentage point higher (7.5% decreasing to 6%) than the current healthcare cost trend rates:

	1% Decrease (5.5% decreasing to 4%)	Health Care Trend Rates (6.5% decreasing to 5%)	1% Increase (7.5% decreasing to 6%)
Net PEBP Liability	\$ 6,244,524	\$ 7,020,467	\$ 7,943,591
Net OPEB Liability	83,996,668	69,191,899	57,819,434

OPEB Plan Fiduciary Net Position: Detailed information about the plan's fiduciary net positions are available in separately issued financial reports as follows:

PEBP: The Nevada PEBP Master Plan Document can be obtained by writing to the Nevada Public Employees' Medical Program, 901 South Stewart Street, Suite 1001, Carson City, NV 89701.

Carson City OPEB Trust Fund: Complete financial statements for the trust may be obtained at City of Carson City, Finance Department, 201 North Carson Street, Suite #3, Carson City, NV 89701.

OPEB Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB: For the year ended June 30, 2018, the City recognized OPEB expense of \$4,008,956. At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	PEBP		City Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes in assumptions or other inputs	\$ -	\$ -	\$ -	\$ 866,521
Plan experience	-	-	1,829	-
Investment experience	-	-	5,498	-
Total	\$ -	\$ -	\$ 7,327	\$ 866,521

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	<u>City Plan</u>
2019	(\$133,523)
2020	(133,523)
2021	(133,523)
2022	(133,523)
2023	(134,898)
Thereafter	(190,202)

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.

E. DEFINED BENEFIT PENSION PLAN

Plan Description. Carson City contributes to the Public Employees’ Retirement System of the State of Nevada (PERS) and Judicial Retirement System of the State of Nevada (JRS). PERS and JRS administer cost-sharing, multiple-employer, defined benefit public employees’ retirement systems, PERS includes both Regular and Police/Fire members, and JRS includes only Justices of the peace and municipal judges. PERS was established by the Nevada Legislature in 1947, effective July 1, 1948. PERS is administered to provide a reasonable base income to qualified employees who have been employed by a public employer and whose earnings capacities have been removed or substantially impaired by age or disability. JRS was established in 2001 by the Nevada Legislature (NRS 1A.160) and is governed by the Public Employees’ Retirement Board.

Benefits Provided. Benefits, as required by the Nevada Revised Statutes (NRS or statute), are determined by the number of years of accredited service at time of retirement and the member’s highest average compensation in any 36 consecutive months with special provisions for members entering PERS on or after January 1, 2010. Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed as 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering PERS and JRS on or after January 1, 2010, there is a 2.5% multiplier. PERS offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death.

Post-retirement increases are provided by authority of NRS 286.575 - .579.

Vesting. Regular members are eligible for retirement at age 65 with five years of service, at age 60 with 10 years of service, or at any age with thirty years of service. Regular members entering PERS on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, at age 62 with 10 years of service, or any age with thirty years of service. Police/Fire members are eligible for retirement at age 65 with five years of service, at age 55 with ten years of service, at age 50 with twenty years of service, or at any age with twenty-five years of service. Police/Fire members entering PERS on or after January 1, 2010, are eligible for retirement at 65 with five years of service, at age 60 with ten years of service, at age 50 with twenty years of service, or at any age with thirty years of service. Only service performed in a position as a police officer or firefighter may be counted towards eligibility for retirement as Police/Fire accredited service.

The normal ceiling limitation on monthly benefits allowances is 75% of average compensation for PERS and JRS. However, a PERS member who has an effective date of membership before July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Both Regular and Police/Fire members become fully vested as to benefits upon completion of five years of service.

**CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018**

Contributions. The authority for establishing and amending the obligation to make contributions and member contribution rates, is set by statute. New hires, in agencies which did not elect the Employer-Pay Contribution (EPC) plan prior to July 1, 1983, have the option of selecting one of two contribution plans. Contributions are shared equally by employer and employee. Employees can take a reduced salary and have contributions made by the employer (EPC) or can make contributions by a payroll deduction matched by the employer.

PERS' and JRS' basic funding policies provide for periodic contributions at a level pattern of cost as a percentage of salary throughout an employee's working lifetime in order to accumulate sufficient assets to pay benefits when due.

PERS and JRS receives an actuarial valuation on an annual basis indicating the contribution rates required to fund PERS and JRS on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by the Nevada Legislature. These statutory rates are increased/decreased pursuant to NRS 286.421, NRS 286.450 and NRS 1A.180(1).

The actuary funding method used is the Entry Age Normal Cost Method. It is intended to meet the funding objective and result in a relatively level long-term contribution requirement as a percentage of salary.

For the fiscal year ended June 30, 2017 and June 30, 2018 the Statutory Employer/employee matching rate was 14.50% for Regular and 20.75% for Police/Fire. The Employer-pay contributions (EPC) rate was 28% for Regular and 40.5% for Police/Fire. For the fiscal years ended June 30, 2017 and June 30, 2018 the Statutory Employer-pay contributions (EPC) rate was 15.25% for justices of the peace and other municipal judges.

The City's contributions were \$6,452,546 and \$6,324,715 for the years ended June 30, 2017 and 2018, respectively. This is a change in estimate from the prior year, as PERS changed their method of valuing City Contributions. In prior years, City contributions was total employer-pay PERS, plus ½ of the Employee/Employer matching City paid contributions. However, PERS has changed their position, and City's Contribution is always equal to ½ of the total rate paid into the Plan.

PERS Investment Policy. PERS' policies which determine the investment portfolio target asset allocation are established by the PERS Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of the System.

The following was the PERS Board adopted policy target asset allocation as of June 30, 2017:

Asset Class	PERS Target Allocation	PERS Long-Term Geometric Expected Real Rate of Return	JRS Target Allocation	JRS Long-Term Geometric Expected Real Rate of Return
Domestic Equity	42%	5.50%	49%	6.60%
International Equity	18%	5.75%	21%	7.37%
Domestic Fixed Income	30%	0.25%	30%	0.36%
Private Markets	10%	6.80%	0%	0.00%

As of June 30, 2017, PERS' and JRS' long-term inflation assumption was 2.75%.

Net Pension Liability. At June 30, 2018, the City reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's allocation percentage of the net pension liability was based on the City's total contributions due on wages paid during the measurement period. The City's proportion of the net pension liability is based on employer contributions relative to the total employer contributions for all employers participating in PERS and JRS for the period ended June 30, 2017. At June 30, 2017, the City's proportion of PERS was 0.71887%, including Carson City Culture and Tourism Authority (A Component Unit of Carson City) and the Carson City Water Sub-Conservancy District (An Agency Fund of Carson City). Once these external entities were removed, Carson City's proportion is 0.70717%, which is an increase of .00525 from its proportion measured as of June 30, 2016. At June 30, 2017, the City's proportion of JRS was 0.37737%, which was an increase of 0.01873% from its proportion measured as of June 30, 2016.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Pension Liability Discount Rate Sensitivity. The following presents the net pension liability of the City as of June 30, 2017, calculated using the discount rate of 7.50%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current discount rate:

	1% Decrease in Discount Rate (6.50%)	Discount Rate (7.50%)	1% Increase in Discount Rate (8.50%)
PERS Net Pension Liability	\$142,181,132	\$94,045,678	\$54,080,931
JRS Net Pension Liability	129,990	71,932	22,734

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the PERS and JRS Comprehensive Annual Financial Report, available on the PERS website or may be obtained from the Public Employees' Retirement System, 693 West Nye Lane, Carson City, Nevada 89703.

Actuarial Assumptions. The City's net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation Rate	2.75%
Payroll Growth	5.00% including inflation
Investment Rate of Return	7.50%
Productivity Pay Increase	0.5%
Projected Salary Increases	Regular: 4.25% to 9.15%, depending on service
	Police/Fire: 4.55% to 13.9%, depending on service
	Justices: 3.0% to 8.0% depending on service
	Rates include inflation and productivity increases
Consumer Price Index	2.75%
Other Assumptions	Same as those used in the June 30, 2017 funding actuarial valuation

Mortality rates for non-disabled male regular members were based on the RP-2000 Combined Healthy Mortality Table projected to 2013 with Scale AA. Mortality rates for non-disabled female regular members were based on the RP-2000 Combined Healthy Mortality Table, projected to 2013 with Scale AA, set back one year. Mortality rates for all non-disabled police/fire members were based on the RP-2000 Combined Healthy Mortality Table projected to 2013 with Scale AA, set forward one year. The mortality table used in the actuarial valuation to project mortality rates for all disabled regular members and all disabled police/fire members is the RP-2000 Disabled Retiree Mortality Table projected to 2013 with Scale AA, set forward three years.

Actuarial assumptions used in the June 30, 2017 valuation were based on the results of the experience review completed in 2017.

The discount rate used to measure the total pension liability was 7.50% as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the pension plan's fiduciary net position at June 30, 2017, was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2017.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended June 30, 2018, the City recognized pension expense of \$7,005,012 for PERS and \$10,118 for JRS. At June 30, 2018, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	PERS		JRS	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 6,171,709	\$ -	\$ 6,494
Changes in assumptions or other inputs	6,239,992	1,345,264	230	-
Net difference between projected and actual earnings on pension plan investments	610,716	-	1,497	-
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	1,248,620	-	13,493	-
City contributions subsequent to the measurement date	6,324,715	-	22,312	-
Total	\$ 14,424,043	\$ 7,516,973	\$ 37,532	\$ 6,494

\$6,347,027 has been reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2019.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) determined at July 1, 2015 (the beginning of the measurement period ended June 30, 2017) is 6.39 years and JRS is 5 years.

Other estimated amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	<u>PERS</u>	<u>JRS</u>
2019	(\$1,718,132)	\$ 4,329
2020	2,151,907	2,657
2021	530,077	2,657
2022	(1,618,626)	4,413
2023	814,458	1,001
Thereafter	422,671	-

Additional Information. Additional information is available on the PERS website at www.nvpers.org under Quick Links – Publications.

F. TAX ABATEMENTS

The City has entered into a revenue sharing agreement in accordance with the provisions of Nevada Revised Statutes (NRS) Chapter 279, the Redevelopment of Communities, in order to stimulate economic growth. The City currently has four agreements in place. Abatements are calculated on the Basic City-County Relief Tax and the Supplemental City-County Relief Tax (“sales taxes”) collected in Carson City for each business. The Southgate Big 5 agreement is for the expansion of an existing business, which provides that the business will not receive abatements on a certain base amount of sales tax, but the City will reimburse 50% of sales taxes paid as abatements, for a 15 year period, on any sales taxes paid beyond that base amount. The remaining agreements are for new businesses moving into Carson City, for which the City agreed to reimburse 50% of sales taxes paid as abatements on all sales for a 15 year period. Abatements are paid at the request of the business and upon the receipt of their Sales Tax forms.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

The City entered into a revenue sharing agreement with Carson City Toyota in accordance with the provisions of NRS 279, the Redevelopment Communities, for a commitment to continue business operations in the South Carson Street Redevelopment Project Area No. 2 until May 1, 2029. For this commitment, the City agrees to reimburse 10% of sales taxes paid which are generated within Carson City through May 14, 2029.

<u>Name</u>	<u>Base Amount</u>	<u>Percentage of Abatement</u>	<u>Calendar 2017 Abatement Paid</u>	<u>Expiration Date</u>
Carson City Toyota	-	10%	\$ 215,180	5/14/2029
Southgate – Big 5	\$ 20,831	50%	-	10/21/2025
Southgate – Big Lots	-	50%	-	10/21/2025
Beall's	-	50%	5,694	12/31/2029
Sportsman's Warehouse	-	50%	94,037	12/31/2029
			<u>\$ 314,911</u>	

Beginning in Fiscal Year 2014 GMRI Olive Garden was granted partial property tax abatement based on the provisions of NAC 701A.280, for a duration of 6 years and in an annual amount that equals 25% of the portion of the taxes imposed pursuant to NRS Chapter 361. This is a State of Nevada Energy Related Tax Incentive to encourage businesses to construct energy efficient buildings. Total Property taxes abated for fiscal year ended June 30, 2018 totaled \$2,123.69.

G. SUBSEQUENT EVENTS

On August 15, 2018, Carson City issued \$10,198,745 of Taxable/Tax-Exempt General Obligation (Limited Tax) Water Refunding Bonds (Additionally Secured by Pledged Revenues) Series 2018B. The bonds are secured by the full faith and credit of the City, subject to Nevada Constitutional and statutory limitations on the aggregate amount of property taxes that may be levied by and within the City, and are additionally secured by pledged water system revenues. The proceeds will be used as part of a crossover refunding arrangement for the purpose of paying and discharging the "General Obligation (Limited Tax) Water Improvement Bonds (Additionally Secured by Pledged Revenues) Series 2010A", maturing on November 1, 2039. The 2010A Water Bonds are subject to redemption on May 1, 2020. To ensure receipt of the Build America Bond Federal Subsidy through the defeasance date, the proceeds of the refunding will be deposited in the crossover escrow account. The 2010A Water Bonds will remain a debt of Carson City until May 1, 2020 when it will be paid in full by the crossover escrow account and considered defeased and the liability will be removed from the Government Wide Statement of Net Position. The reacquisition price was less than the net carrying amount of the old debt by \$11,538. This amount is being netted against the new debt and amortized over the remaining life of the new debt. The crossover refunding will result in a decrease in total debt service payments over the next twenty years of \$3,445,473 and an economic gain of \$2,214,698. The total amount of the outstanding debt to be defeased and placed in the crossover refunding account at August 15, 2018 was \$10,088,462.

H. ADOPTION OF NEW STANDARD AND PRIOR PERIOD ADJUSTMENT

In January 2018 the City was informed by the Public Employees Retirement System (PERS) that they implemented Governmental Accounting Standards Board (GASB), Statement No. 82, Pension Issues and reissued the 2016 report used to prepare the City's June 30, 2017 fiscal year end Comprehensive Annual Financial Report (CAFR), which was issued and accepted by the Board of Supervisors on December 21, 2017. The restatement would have reduced the total employer contributions recognized as deferred outflows and increased pension expense in FY17. Instead of reissuing the prior year statements, the City elected to restate (increase) beginning net position and deferred outflows as of July 1, 2017.

Beginning Net Position was restated (increased) to adjust the receivables to actual on July 1, 2017 and June 30, 2018 for the Sewer, Water and Stormwater Drainage Funds. The City has always recorded twelve months of revenues related to utility billing, as well as what was owed at June 30; however, billings done in July which include June service dates are posted to revenue in the next fiscal year. Since this occurs in both the prior and current year, the difference between the July billings has never been material. In fiscal year 2020, we are implementing a new Enterprise Resource System, and the City decided to make this adjustment in anticipation of the new system.

CARSON CITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2018

Beginning Net Position was restated (increased) to report the Ambulance user fees receivable for services rendered before July 1, 2017 and were reimbursable in accordance with an agreement with the State of which guarantees Medicaid will reimburse the City for a portion of the contractual write-offs taken in prior years, up to \$5.1 million dollars for the three year period ended June 30, 2018. The original contract only included a total of \$1.5 million for the three year period and the calculations were very complex; therefore, it wasn't possible to anticipate what the City would actually receive in the prior years.

As of July 1 2017, the City adopted GASB Statement No. 75, Accounting and Financial Reporting for Postemployment Benefits Other than Pensions. The implementation of the new standard requires governments to calculate and report the total cost and obligations associated with Other Postemployment Benefits in their financial statements, including additional note disclosures and required supplementary information. Beginning Net Position was restated (reduced) retroactively to report the beginning net OPEB Liability related to contributions made during the year ending June 30, 2017.

Adjustments to beginning net position are summarized as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Net Position at June 30, 2017, as previously reported	\$ 213,453,895	\$ 100,771,154	\$ 314,225,049
PERS GASB 82 adjustment	4,569,519	571,125	5,140,644
Receivable adjustments			
Utility user fees receivable	-	1,619,962	1,619,962
Ambulance Medicaid User Fees	-	2,649,431	2,649,431
Net Other Post-Employment Benefits as originally reported	22,601,778	3,388,786	25,990,564
Net Other Post-Employment Benefits as restated	<u>(63,864,965)</u>	<u>(9,181,875)</u>	<u>(73,046,840)</u>
Net Position at July 1, 2017, as restated	<u>\$ 176,760,227</u>	<u>\$ 99,818,583</u>	<u>\$ 276,578,810</u>

	<u>Sewer</u>	<u>Water</u>	<u>NonMajor Enterprise</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
Net Position at June 30, 2017, as previously reported	\$ 55,352,044	\$ 43,812,076	\$ 2,307,520	\$ 101,471,640	\$ 4,096,622
PERS GASB-82 adjustment	140,854	161,930	268,341	571,125	98,187
Receivable adjustments					
Utility user fees receivable	635,672	930,517	53,773	1,619,962	-
Ambulance Medicaid User Fees	-	-	2,649,431	2,649,431	-
Net Other Post-Employment Benefits as originally reported	769,493	976,219	1,643,074	3,388,786	368,121
Net Other Post-Employment Benefits as restated	<u>(2,907,554)</u>	<u>(2,725,646)</u>	<u>(3,548,675)</u>	<u>(9,181,875)</u>	<u>(1,677,020)</u>
Net Position at July 1, 2017, as restated	<u>\$ 53,990,509</u>	<u>\$ 43,155,096</u>	<u>\$ 3,373,464</u>	<u>\$100,519,069</u>	<u>\$ 2,885,910</u>

REQUIRED SUPPLEMENTARY INFORMATION

**CARSON CITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2018**

**Schedule of Changes in the City's net OPEB Liability and Related Ratios - PEBP
Last 10 Fiscal Years****

	2018
<u>Nevada Public Employees' Benefit Plan (PEBP)</u>	
Total OPEB liability	
Intrest	\$ 250,467
Changes of assumption	(49,463)
Benefit payments	(432,281)
Net change in total OPEB liability	\$ (231,277)
Total PEBP OPEB Liability - beginning of year	7,251,744
Total PEBP OPEB Liability - end of year (a)	\$ 7,020,467
Plan fiduciary net position	
Contributions - employer	432,281
Benefit Payments	(432,281)
Plan fiduciary net position - ending (b)*	-
Net OPEB Liability - ending (a)-(b)	\$ 7,020,467

Notes to Schedule

* PEBP is a Pay-as-you-go plan and not included in the Trust, therefore, it will never have a beginning Net Position.

** GASB Statement No. 75 requires ten years of information to be presented in this table. However, until ten years of data is available, the City will present information only for those years for which information is available.

**CARSON CITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2018**

**Schedule of Changes in the City's net OPEB Liability and Related Ratios - City Plan
Last 10 Fiscal Years****

<u>Cash City OPEB Plan & Trust</u>	2018
Total OPEB liability	
Service Cost	\$ 3,515,230
Intrest	2,479,794
Differences between expected and actual experience	2,114
Changes of assumption	(1,001,704)
Benefit payments	(1,241,578)
Net change in total OPEB liability	\$ 3,753,856
Total City OPEB Liability - beginning of year	66,567,575
Total City OPEB Liability - end of year (a)	\$ 70,321,431
 Plan fiduciary net position	
Contributions - employer	1,561,560
Net investment income	65,939
Benefit payments	(1,241,578)
Administrative expenses	(104)
Audit fees	(13,000)
Net change in plan fiduciary net position	372,817
Plan fiduciary net position - ending (b)*	756,715
Plan fiduciary net position - ending (b)*	1,129,532
Net OPEB Liability - ending (a)-(b)	\$ 69,191,899
 Plan fiduciary net position as a percentage of the total OPEB liability	1.61%
 Covered Payroll	\$ 39,084,686
 City's net OPEB Liability as a percentage of covered-employee payroll	55.58%

Notes to Schedule

** GASB Statement No. 75 requires ten years of information to be presented in this table. However, until ten years of data is available, the City will present information only for those years for which information is available.

CARSON CITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2018

Schedule of the City's OPEB Contributions
Last Ten Fiscal Years*

<u>Nevada Public Employees' Benefit Plan (PEBP)**</u>	<u>2018</u>
Actuarially determined contributions	\$ -
Contributions in relation to the actuarilly determined contribution	<u>432,281</u>
Contribution (deficiency) excess	<u><u>\$ 432,281</u></u>
<u>Carson City OPEB Plan and Trust</u>	
Actuarially determined contributions	\$ 3,442,671
Contributions in relation to the actuarilly determined contribution	<u>1,561,560</u>
Contribution (deficiency) excess	<u><u>\$ 1,881,111</u></u>
Covered-employee payroll	\$ 39,084,686
Contributions as a percentage of covered-employee payroll	4.00%

* GASB Statement No. 75 requires ten years of information to be presented in this table. However, until ten years of data is available, the City will present information only for those years for which information is available.

** PEBP is funded through pay-as-you-go basis, therefore the actuary did not determine any prefunding for this plan. The plan is closed, and is paying out it's final retirees, therefore, there is no covered payroll.

Valuation Date:

Actuarially determined contribution rates are calculated as of June 30, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal cost
Amortization method	Level percentage of payroll, closed
Amortization period	30 years (N/A for PEBP)
Asset valuation method	Market value of assets (N/A for PEBP)
Inflation	2.75 percent
Healthcare cost trend rates	6.5 percent initial, decreasing .5 percent per year to an ultimate rate of 5.0 percent
Salary increases	4.0 percent, average, including 3.0 percent wage inflation (N/A for PEBP)
Investment rate of return	8.0 percent 6/30/17 and 7.5% 6/30/18 (N/A for PEBP)
Retirement age	In 2018 actuarial valuation, expected retirement ages of general employees were based on the most recently published report of the Nevada Public Employees Retirement System, dated June 30, 2015.
Mortality	Mortality rates were based on the RP-2000 Combined Healthy Table (set-back 1 year for females). These rates were then adjusted to anticipate future mortality improvement by applying MacLeod Watts Scale 2017 on a generational basis from 2015 forward.

Other information - Dicount rates decreased due to the implementation of GASB75.

CARSON CITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2018

Schedule of the City's Proportionate Share of the Net Pension Liability
Last Ten Fiscal Years*

Public Employees Retirement System of Nevada

	2017	2016	2015	2014
City's proportion of the net pension liability	0.70717%	0.70192%	0.71758%	0.71205%
City's proportionate share of the net pension liability	\$ 94,045,678	\$ 94,464,352	\$ 82,230,821	\$ 74,209,811
Covered Payroll	\$ 39,240,086	\$ 37,585,137	\$ 36,559,436	\$ 35,233,657
City's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	239.67%	251.33%	224.92%	210.62%
Plan fiduciary net position as a percentage of the total pension liability	74.40%	72.20%	75.10%	76.30%

Judicial Retirement System of Nevada

City's proportion of the net pension liability	0.37737%	0.35864%	0.28381%	0.28061%
City's proportionate share of the net pension liability	\$ 71,932	\$ 81,235	\$ 59,219	\$ 46,348
Covered Payroll	\$ 143,174	\$ 136,630	\$ 114,925	\$ 105,258
City's proportionate share of the net pension liability as a percentage of it's covered-employee payroll	50.24%	59.46%	51.53%	44.03%
Plan fiduciary net position as a percentage of the total pension liability	85.70%	81.70%	82.60%	84.80%

* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until ten years of data is available, the City will present information only for those years for which information is available.

CARSON CITY
REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2018

Schedule of the City's Retirement Contributions
Last Ten Fiscal Years*

Public Employees Retirement System of Nevada

	2018	2017 **	2016	2015
Statutorily required contributions	\$ 6,324,715	\$ 6,347,465	\$ 11,099,260	\$ 10,302,384
Contributions in relation to the statutorily required contribution	6,324,715	6,347,465	11,099,260	10,302,384
Contribution (deficiency) excess	-	-	-	-
Covered Payroll	38,890,536	39,240,086	37,585,137	36,559,436
Contributions as a percentage of covered-employee payroll	16.26%	16.18%	29.53%	28.18%

Judicial Retirement System of Nevada

Statutorily required contributions	\$ 22,312	\$ 21,834	\$ 20,704	\$ 17,469
Contributions in relation to the statutorily required contribution	22,312	21,834	20,704	17,469
Contribution (deficiency) excess	-	-	-	-
Covered Payroll	140,356	143,174	136,630	114,925
Contributions as a percentage of covered-employee payroll	15.90%	15.25%	15.15%	15.20%

* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until ten years of data is available, the City will present information only for those years for which information is available.

** 2017 PERS GASB Statement No. 68 Report was restated to include only 1/2 of the Employer 100% paid contributions.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEUDLES**

GENERAL FUND

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

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Ad valorem	\$ 23,290,000	\$ 23,659,131	\$ 369,131	\$ 22,608,987
Licenses and permits:				
Business licenses and permits:				
Business licenses	765,000	1,049,702	284,702	796,531
Liquor licenses	150,000	137,639	(12,361)	159,285
City / county gaming licenses	617,161	598,238	(18,923)	623,380
Right of way toll	256,181	288,146	31,965	262,375
Franchise fees:				
Gas	1,241,636	1,213,888	(27,748)	1,117,342
Electric	2,121,000	2,220,236	99,236	1,981,989
Telephone	706,748	656,361	(50,387)	622,253
Sanitation	485,086	508,821	23,735	489,464
Cable television	455,789	445,396	(10,393)	497,481
	<u>6,798,601</u>	<u>7,118,427</u>	<u>319,826</u>	<u>6,550,100</u>
Nonbusiness licenses and permits:				
Marriage licenses	12,000	11,655	(345)	12,201
Mobile home permits	50	50	-	18
	<u>12,050</u>	<u>11,705</u>	<u>(345)</u>	<u>12,219</u>
Total Licenses and Permits	<u>6,810,651</u>	<u>7,130,132</u>	<u>319,481</u>	<u>6,562,319</u>
Intergovernmental revenues:				
Federal payments in lieu of taxes	119,000	115,857	(3,143)	109,045
State shared revenues:				
Consolidated tax revenues	28,166,430	29,587,668	1,421,238	27,426,295
State gaming licenses	141,400	134,621	(6,779)	137,003
Candidate filing fee	-	1,320	1,320	-
Marijuana establishment allocation	-	160,611	160,611	-
Court administrative assessments	151,511	145,271	(6,240)	140,835
	<u>28,459,341</u>	<u>30,029,491</u>	<u>1,570,150</u>	<u>27,704,133</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Other local government grants:				
Interlocal cooperative agreements	781,448	354,568	(426,880)	410,912
Other local government shared revenues:				
Miscellaneous other governments	62,102	62,096	(6)	62,102
Total Intergovernmental Revenues	29,421,891	30,562,012	1,140,121	28,286,192
Charges for services:				
General government:				
Treasurer fees	18,000	16,442	(1,558)	17,475
Clerk fees	138,000	176,988	38,988	154,907
Recorder fees	209,500	274,919	65,419	234,960
Technology fees	30,000	41,242	11,242	29,877
Assessor commissions	220,000	223,818	3,818	211,320
Building and zoning fees	145,000	131,014	(13,986)	155,028
Public administrator fees	110,000	35,118	(74,882)	122,525
Administration fees	4,284,127	4,320,100	35,973	4,202,504
Miscellaneous	8,200	11,844	3,644	11,227
	5,162,827	5,231,485	68,658	5,139,823
Judicial:				
Drug Court	12,000	9,320	(2,680)	9,655
Court facilities	90,000	106,050	16,050	87,507
Justice civil fees	531,000	606,727	75,727	568,217
	633,000	722,097	89,097	665,379
Public safety:				
Police:				
Sheriff's fees	310,000	307,316	(2,684)	282,132
Fire	17,000	15,286	(1,714)	16,827
Protective services	119,500	110,965	(8,535)	133,680
	446,500	433,567	(12,933)	432,639
Sanitation:				
Landfill fees	4,624,250	5,117,837	493,587	4,555,665

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 3 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Health:				
Vaccine	\$ -	\$ -	\$ -	\$ 187,364
Clinic services	-	-	-	177,504
Health inspection fees	231,311	268,038	36,727	232,535
	<u>231,311</u>	<u>268,038</u>	<u>36,727</u>	<u>597,403</u>
Culture and recreation	1,331,843	1,210,867	(120,976)	1,323,955
Total Charges for Services	<u>12,429,731</u>	<u>12,983,891</u>	<u>554,160</u>	<u>12,714,864</u>
Fines and forfeits:				
Court	716,200	819,956	103,756	755,058
Sheriff	-	6,459	6,459	9,848
Total Fines and Forfeits	<u>716,200</u>	<u>826,415</u>	<u>110,215</u>	<u>764,906</u>
Miscellaneous:				
Investment income	100,000	96,543	(3,457)	37,758
Rents and royalties	208,960	161,962	(46,998)	207,014
Other	95,798	136,205	40,407	118,073
Gifts and donations	1,750	50,128	48,378	37,217
Refunds and reimbursements	630,919	748,456	117,537	654,202
Penalties and interest - delinquent taxes	<u>350,000</u>	<u>250,800</u>	<u>(99,200)</u>	<u>323,741</u>
Total Miscellaneous	<u>1,387,427</u>	<u>1,444,094</u>	<u>56,667</u>	<u>1,378,005</u>
Total Revenues	<u>74,055,900</u>	<u>76,605,675</u>	<u>2,549,775</u>	<u>72,315,273</u>
Expenditures:				
General Government:				
Legislative:				
Board of Supervisors:				
Salaries and wages	132,344	131,562	782	129,084
Employee benefits	100,532	98,334	2,198	95,293
Services and supplies	<u>20,450</u>	<u>18,671</u>	<u>1,779</u>	<u>14,971</u>
Total Legislative	<u>253,326</u>	<u>248,567</u>	<u>4,759</u>	<u>239,348</u>
Executive:				
Clerk:				
Salaries and wages	213,349	204,682	8,667	205,685
Employee benefits	67,957	67,145	812	64,823
Services and supplies	<u>20,397</u>	<u>18,465</u>	<u>1,932</u>	<u>11,533</u>
Total Executive	<u>301,703</u>	<u>290,292</u>	<u>11,411</u>	<u>282,041</u>
Elections:				
Salaries and wages	141,712	124,550	17,162	131,648
Employee benefits	63,800	55,950	7,850	59,780
Services and supplies	<u>73,670</u>	<u>56,526</u>	<u>17,144</u>	<u>65,203</u>
Total Elections	<u>279,182</u>	<u>237,026</u>	<u>42,156</u>	<u>256,631</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 4 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Public Guardian:				
Salaries and wages	\$ 150,704	\$ 150,409	\$ 295	\$ 144,536
Employee benefits	75,348	74,064	1,284	68,630
Services and supplies	6,750	6,996	(246)	5,130
	<u>232,802</u>	<u>231,469</u>	<u>1,333</u>	<u>218,296</u>
Treasurer:				
Salaries and wages	336,303	325,700	10,603	301,250
Employee benefits	164,666	168,613	(3,947)	141,869
Services and supplies	70,180	65,464	4,716	52,447
	<u>571,149</u>	<u>559,777</u>	<u>11,372</u>	<u>495,566</u>
Recorder:				
Salaries and wages	403,277	377,032	26,245	341,305
Employee benefits	160,634	145,215	15,419	156,100
Services and supplies	97,721	29,715	68,006	47,326
	<u>661,632</u>	<u>551,962</u>	<u>109,670</u>	<u>544,731</u>
Assessor:				
Salaries and wages	508,453	507,739	714	488,471
Employee benefits	234,095	231,013	3,082	220,677
Services and supplies	142,330	145,412	(3,082)	23,092
Capital outlay	100,000	13,356	86,644	-
	<u>984,878</u>	<u>897,520</u>	<u>87,358</u>	<u>732,240</u>
District Attorney:				
Salaries and wages	1,814,007	1,741,205	72,802	1,617,457
Employee benefits	790,135	726,904	63,231	709,474
Services and supplies	311,298	116,541	194,757	108,959
	<u>2,915,440</u>	<u>2,584,650</u>	<u>330,790</u>	<u>2,435,890</u>
City Manager:				
Salaries and wages	511,418	464,169	47,249	341,345
Employee benefits	189,141	178,789	10,352	138,432
Services and supplies	72,625	82,813	(10,188)	81,210
	<u>773,184</u>	<u>725,771</u>	<u>47,413</u>	<u>560,987</u>
Central Services:				
Services and supplies	2,002,857	2,041,460	(38,603)	1,946,545
Total Executive	<u>8,722,827</u>	<u>8,119,927</u>	<u>602,900</u>	<u>7,472,927</u>
Finance:				
Finance:				
Salaries and wages	424,144	406,619	17,525	463,835
Employee benefits	236,332	207,159	29,173	216,709
Services and supplies	94,743	79,461	15,282	76,925
	<u>755,219</u>	<u>693,239</u>	<u>61,980</u>	<u>757,469</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 5 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Internal Auditor:				
Services and supplies	\$ 114,700	\$ 90,070	\$ 24,630	\$ 91,882
Purchasing:				
Salaries and wages	99,264	90,822	8,442	86,282
Employee benefits	34,173	29,578	4,595	32,618
Services and supplies	24,185	23,653	532	8,860
	<u>157,622</u>	<u>144,053</u>	<u>13,569</u>	<u>127,760</u>
Human Resources:				
Salaries and wages	212,008	211,717	291	199,537
Employee benefits	91,778	81,639	10,139	84,200
Services and supplies	34,030	20,487	13,543	67,564
	<u>337,816</u>	<u>313,843</u>	<u>23,973</u>	<u>351,301</u>
Total Finance	<u>1,365,357</u>	<u>1,241,205</u>	<u>124,152</u>	<u>1,328,412</u>
Other:				
Community Development:				
Planning:				
Salaries and wages	436,979	433,732	3,247	429,058
Employee benefits	176,566	164,488	12,078	169,797
Services and supplies	46,243	59,155	(12,912)	50,542
	<u>659,788</u>	<u>657,375</u>	<u>2,413</u>	<u>649,397</u>
Business License:				
Salaries and wages	71,346	67,875	3,471	65,034
Employee benefits	36,593	26,245	10,348	30,804
Services and supplies	11,750	8,854	2,896	8,295
	<u>119,689</u>	<u>102,974</u>	<u>16,715</u>	<u>104,133</u>
Total Community Development	<u>779,477</u>	<u>760,349</u>	<u>19,128</u>	<u>753,530</u>
Information Technology:				
Salaries and wages	877,782	796,270	81,512	759,228
Employee benefits	400,500	365,346	35,154	340,849
Services and supplies	992,011	1,007,139	(15,128)	717,864
Capital outlay	102,621	-	102,621	54,845
	<u>2,372,914</u>	<u>2,168,755</u>	<u>204,159</u>	<u>1,872,786</u>
Geographic Information Systems:				
Salaries and wages	10,600	9,876	724	-
Employee benefits	-	251	(251)	-
Services and supplies	306,900	290,585	16,315	160,395
Capital outlay	-	-	-	30,439
	<u>317,500</u>	<u>300,712</u>	<u>16,788</u>	<u>190,834</u>
Public Defender:				
Services and supplies	1,586,114	1,567,375	18,739	1,546,150

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 6 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Public Safety Complex / Courthouse: Services and supplies	\$ 211,725	\$ 200,803	\$ 10,922	\$ 188,919
City Hall: Services and supplies	115,760	79,214	36,546	90,057
Northgate: Services and supplies	32,800	29,892	2,908	26,693
Facilities Maintenance: Salaries and wages	739,837	714,216	25,621	714,666
Employee benefits	340,791	329,530	11,261	315,887
Services and supplies	425,415	374,858	50,557	395,656
	<u>1,506,043</u>	<u>1,418,604</u>	<u>87,439</u>	<u>1,426,209</u>
Total Other	<u>6,710,608</u>	<u>6,525,704</u>	<u>385,707</u>	<u>6,095,178</u>
Total General Government	<u>17,052,118</u>	<u>16,135,403</u>	<u>916,715</u>	<u>15,135,865</u>
Public Safety: Sheriff:				
Chartered Administration:				
Salaries and wages	739,353	698,805	40,548	698,729
Employee benefits	339,888	301,176	38,712	307,037
	<u>1,079,241</u>	<u>999,981</u>	<u>79,260</u>	<u>1,005,766</u>
Administrative Services:				
Salaries and wages	325,574	333,817	(8,243)	304,901
Employee benefits	221,408	247,677	(26,269)	193,974
Services and supplies	592,384	664,251	(71,867)	559,129
	<u>1,139,366</u>	<u>1,245,745</u>	<u>(106,379)</u>	<u>1,058,004</u>
Investigations:				
Salaries and wages	1,303,870	1,324,747	(20,877)	1,286,507
Employee benefits	742,514	740,517	1,997	705,140
Services and supplies	396,405	345,870	50,535	316,996
Capital outlay	20,000	20,000	-	-
	<u>2,462,789</u>	<u>2,431,134</u>	<u>31,655</u>	<u>2,308,643</u>
Operational Services:				
Salaries and wages	3,974,623	4,038,397	(63,774)	3,750,560
Employee benefits	2,373,086	2,373,766	(680)	2,264,453
Services and supplies	805,244	778,823	26,421	622,221
	<u>7,152,953</u>	<u>7,190,986</u>	<u>(38,033)</u>	<u>6,637,234</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 7 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Detention Facility:				
Salaries and wages	\$ 2,475,204	\$ 2,434,862	\$ 40,342	\$ 2,416,609
Employee benefits	1,542,454	1,502,546	39,908	1,467,226
Services and supplies	440,959	478,584	(37,625)	431,452
	<u>4,458,617</u>	<u>4,415,992</u>	<u>42,625</u>	<u>4,315,287</u>
General Services:				
Salaries and wages	437,505	401,496	36,009	361,426
Employee benefits	179,533	158,603	20,930	158,831
Services and supplies	64,655	53,700	10,955	60,638
	<u>681,693</u>	<u>613,799</u>	<u>67,894</u>	<u>580,895</u>
Dispatch:				
Salaries and wages	1,329,548	1,257,913	71,635	1,244,313
Employee benefits	530,398	507,808	22,590	482,357
Services and supplies	155,246	138,336	16,910	144,842
	<u>2,015,192</u>	<u>1,904,057</u>	<u>111,135</u>	<u>1,871,512</u>
Federal, Tri-Net Grant:				
Salaries and wages	21,641	21,672	(31)	11,982
Employee benefits	42,746	49,775	(7,029)	41,307
Services and supplies	10,950	7,632	3,318	10,546
	<u>75,337</u>	<u>79,079</u>	<u>(3,742)</u>	<u>63,835</u>
Total Sheriff	<u>19,065,188</u>	<u>18,880,773</u>	<u>184,415</u>	<u>17,841,176</u>
Fire:				
Administration:				
Salaries and wages	256,008	258,066	(2,058)	357,322
Employee benefits	126,874	100,749	26,125	94,300
Services and supplies	42,508	47,740	(5,232)	48,761
	<u>425,390</u>	<u>406,555</u>	<u>18,835</u>	<u>500,383</u>
Operations:				
Salaries and wages	5,597,363	5,264,376	332,987	4,925,786
Employee benefits	2,334,183	2,341,193	(7,010)	2,281,329
Services and supplies	710,483	697,296	13,187	552,131
	<u>8,642,029</u>	<u>8,302,865</u>	<u>339,164</u>	<u>7,759,246</u>
Prevention:				
Salaries and wages	277,275	258,949	18,326	291,270
Employee benefits	122,330	118,185	4,145	115,938
Services and supplies	56,859	64,757	(7,898)	55,288
	<u>456,464</u>	<u>441,891</u>	<u>14,573</u>	<u>462,496</u>
Emergency Management:				
Salaries and wages	107,221	111,760	(4,539)	222,010
Employee benefits	84,196	75,545	8,651	85,579
Services and supplies	20,706	50	20,656	20,405
	<u>212,123</u>	<u>187,355</u>	<u>24,768</u>	<u>327,994</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 8 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Training:				
Salaries and wages	\$ 166,954	\$ 105,146	\$ 61,808	\$ 132,369
Employee benefits	86,315	54,385	31,930	80,697
Services and supplies	112,991	131,588	(18,597)	101,847
	<u>366,260</u>	<u>291,119</u>	<u>75,141</u>	<u>314,913</u>
Wildland Fire Management:				
Salaries and wages	88,839	53,249	35,590	125,585
Employee benefits	3,291	9,080	(5,789)	9,941
Services and supplies	165,142	152,841	12,301	199,178
Capital outlay	21,000	21,000	-	30,000
	<u>278,272</u>	<u>236,170</u>	<u>42,102</u>	<u>364,704</u>
Total Fire	<u>10,380,538</u>	<u>9,865,955</u>	<u>514,583</u>	<u>9,729,736</u>
Corrections:				
Juvenile Probation:				
Salaries and wages	865,383	829,618	35,765	907,480
Employee benefits	508,654	493,285	15,369	465,138
Services and supplies	294,575	229,094	65,481	215,665
Capital Outlay	-	-	-	46,028
	<u>1,668,612</u>	<u>1,551,997</u>	<u>116,615</u>	<u>1,634,311</u>
Juvenile Detention:				
Salaries and wages	1,020,195	1,031,283	(11,088)	1,005,792
Employee benefits	476,356	411,779	64,577	426,413
Services and supplies	114,292	100,806	13,486	95,918
	<u>1,610,843</u>	<u>1,543,868</u>	<u>66,975</u>	<u>1,528,123</u>
Total Corrections	<u>3,279,455</u>	<u>3,095,865</u>	<u>183,590</u>	<u>3,162,434</u>
Alternative Sentencing:				
Salaries and wages	797,913	794,737	3,176	712,408
Employee benefits	389,210	367,269	21,941	334,178
Services and supplies	181,455	194,049	(12,594)	174,182
	<u>1,368,578</u>	<u>1,356,055</u>	<u>12,523</u>	<u>1,220,768</u>
Total Alternative Sentencing	<u>1,368,578</u>	<u>1,356,055</u>	<u>12,523</u>	<u>1,220,768</u>
Total Public Safety	<u>34,093,759</u>	<u>33,198,648</u>	<u>895,111</u>	<u>31,954,114</u>
Judicial:				
Juvenile Court:				
Salaries and wages	369,765	353,508	16,257	379,593
Employee benefits	187,395	180,823	6,572	178,553
Services and supplies	112,936	68,540	44,396	64,068
	<u>670,096</u>	<u>602,871</u>	<u>67,225</u>	<u>622,214</u>
Total Juvenile Court	<u>670,096</u>	<u>602,871</u>	<u>67,225</u>	<u>622,214</u>
Justice Court:				
Salaries and wages	2,380,887	2,399,657	(18,770)	2,340,967
Employee benefits	1,121,828	1,090,747	31,081	1,066,702
Services and supplies	1,453,644	1,220,194	233,450	1,173,009
Capital outlay	235,515	42,267	193,248	67,761
	<u>5,191,874</u>	<u>4,752,865</u>	<u>439,009</u>	<u>4,648,439</u>
Total Justice Court	<u>5,191,874</u>	<u>4,752,865</u>	<u>439,009</u>	<u>4,648,439</u>
Total Judicial	<u>5,861,970</u>	<u>5,355,736</u>	<u>506,234</u>	<u>5,270,653</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 9 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Public Works:				
Engineering / Public Works:				
Public Works:				
Salaries and wages	\$ 1,297,861	\$ 1,235,412	\$ 62,449	\$ 1,214,720
Employee benefits	893,272	881,425	11,847	843,472
Services and supplies	110,210	106,775	3,435	100,268
Total Public Works	<u>2,301,343</u>	<u>2,223,612</u>	<u>77,731</u>	<u>2,158,460</u>
Sanitation:				
Landfill:				
Salaries and wages	685,761	591,004	94,757	600,220
Employee benefits	307,202	294,656	12,546	270,892
Services and supplies	1,112,245	1,140,541	(28,296)	968,893
Capital outlay	18,952	18,952	-	-
Total Sanitation	<u>2,124,160</u>	<u>2,045,153</u>	<u>79,007</u>	<u>1,840,005</u>
Health:				
Public Health Administration:				
Salaries and wages	250,800	253,833	(3,033)	248,840
Employee benefits	117,007	116,332	675	114,465
Services and supplies	754,417	688,668	65,749	680,715
Total Public Health Administration	<u>1,122,224</u>	<u>1,058,833</u>	<u>63,391</u>	<u>1,044,020</u>
Medical:				
Salaries and wages	71,137	72,452	(1,315)	70,857
Employee benefits	35,881	36,023	(142)	35,035
Services and supplies	-	432	(432)	333,007
Total Medical	<u>107,018</u>	<u>108,907</u>	<u>(1,889)</u>	<u>438,899</u>
Environmental Health:				
Salaries and wages	225,761	208,816	16,945	178,729
Employee benefits	76,617	74,223	2,394	64,050
Services and supplies	35,224	24,179	11,045	4,847
Total Environmental Health	<u>337,602</u>	<u>307,218</u>	<u>30,384</u>	<u>247,626</u>
Douglas County Environmental Health:				
Salaries and wages	151,634	147,999	3,635	140,310
Employee benefits	69,417	66,337	3,080	55,309
Services and supplies	28,380	18,576	9,804	18,317
Total Environmental Health	<u>249,431</u>	<u>232,912</u>	<u>16,519</u>	<u>213,936</u>
Animal Services:				
Services and supplies	938,251	704,070	234,181	710,841
Total Health	<u>2,754,526</u>	<u>2,411,940</u>	<u>342,586</u>	<u>2,655,322</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 10 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Welfare:				
Administration:				
Salaries and wages	109,725	133,214	(23,489)	102,442
Employee benefits	61,176	60,279	897	58,264
Services and supplies	343,469	211,294	132,175	176,022
Total Administration	<u>514,370</u>	<u>404,787</u>	<u>109,583</u>	<u>336,728</u>
Sexual Assault Response Team (SART):				
Salaries and wages	\$ 16,000	\$ 12,727	\$ 3,273	\$ 13,865
Employee benefits	505	404	101	416
Services and supplies	4,958	909	4,049	5,586
Total SART	<u>21,463</u>	<u>14,040</u>	<u>7,423</u>	<u>19,867</u>
Total Welfare	<u>535,833</u>	<u>418,827</u>	<u>117,006</u>	<u>356,595</u>
Culture and Recreation:				
Parks:				
Parks and Recreation Administration:				
Salaries and wages	494,242	451,861	42,381	422,490
Employee benefits	208,102	188,404	19,698	197,511
Services and supplies	81,957	73,843	8,114	74,599
	<u>784,301</u>	<u>714,108</u>	<u>70,193</u>	<u>694,600</u>
Park Maintenance:				
Salaries and wages	621,454	549,153	72,301	507,055
Employee benefits	281,819	240,877	40,942	236,099
Services and supplies	599,874	585,349	14,525	526,657
	<u>1,503,147</u>	<u>1,375,379</u>	<u>127,768</u>	<u>1,269,811</u>
Grants, Gifts, and Donations:				
Salaries and wages	56,000	35,991	20,009	51,696
Services and supplies	83,619	19,019	64,600	16,570
Capital outlay	-	-	-	22,268
	<u>139,619</u>	<u>55,010</u>	<u>84,609</u>	<u>90,534</u>
Youth Sports Association				
Salaries and wages	76,456	21,510	54,946	27,420
Services and supplies	49,490	41,982	7,508	51,999
	<u>125,946</u>	<u>63,492</u>	<u>62,454</u>	<u>79,419</u>
Total Parks	<u>2,553,013</u>	<u>2,207,989</u>	<u>345,024</u>	<u>2,134,364</u>
Participant Recreation:				
Community Center:				
Salaries and wages	176,432	152,279	24,153	150,795
Employee benefits	57,221	55,767	1,454	53,636
Services and supplies	145,428	123,146	22,282	119,528
	<u>379,081</u>	<u>331,192</u>	<u>47,889</u>	<u>323,959</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 11 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Recreation:				
Salaries and wages	336,127	318,191	17,936	329,952
Employee benefits	57,408	46,611	10,797	27,184
Services and supplies	72,073	71,230	843	59,918
	<u>465,608</u>	<u>436,032</u>	<u>29,576</u>	<u>417,054</u>
Swimming Pool:				
Salaries and wages	\$ 384,249	\$ 383,774	\$ 475	\$ 388,138
Employee benefits	85,643	84,246	1,397	82,116
Services and supplies	213,179	183,009	30,170	168,023
	<u>683,071</u>	<u>651,029</u>	<u>32,042</u>	<u>638,277</u>
Ice Rink:				
Salaries and wages	-	-	-	45,704
Employee benefits	-	-	-	849
Services and supplies	-	-	-	45,527
	<u>-</u>	<u>-</u>	<u>-</u>	<u>92,080</u>
Sports:				
Salaries and wages	168,778	180,252	(11,474)	162,970
Employee benefits	55,075	55,167	(92)	43,061
Services and supplies	165,185	168,867	(3,682)	164,767
	<u>389,038</u>	<u>404,286</u>	<u>(15,248)</u>	<u>370,798</u>
Multi-Purpose Athletic Center				
Salaries and wages	53,571	89,942	(36,371)	49,694
Employee benefits	1,692	1,629	63	1,493
Services and supplies	95,500	48,259	47,241	80,206
	<u>150,763</u>	<u>139,830</u>	<u>10,933</u>	<u>131,393</u>
Total Participant Recreation	<u>2,067,561</u>	<u>1,962,369</u>	<u>105,192</u>	<u>1,973,561</u>
Library:				
Salaries and wages	907,587	881,183	26,404	870,109
Employee benefits	375,001	338,650	36,351	342,631
Services and supplies	420,131	415,241	4,890	422,716
Capital outlay	932	-	932	20,560
	<u>1,703,651</u>	<u>1,635,074</u>	<u>68,577</u>	<u>1,656,016</u>
Total Culture and Recreation	<u>6,324,225</u>	<u>5,805,432</u>	<u>518,793</u>	<u>5,763,941</u>

**CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 12 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Community Support:				
Support Services:				
Services and supplies	\$ 340,242	\$ 339,131	\$ 1,111	\$ 331,134
Total Expenditures	<u>71,388,176</u>	<u>67,933,882</u>	<u>3,454,294</u>	<u>65,466,089</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,667,724</u>	<u>8,671,793</u>	<u>6,004,069</u>	<u>6,849,184</u>
Other Financing Sources (Uses):				
Capital Leases	-	-	-	54,845
Transfers in (out):				
Quality of Life Fund	70,948	79,577	8,629	52,321
Insurance Fund	-	-	-	(250,000)
Redevelopment Revolving Fund	-	480,000	480,000	480,000
MAC Maintenance	50,000	50,000	-	50,000
Capital Projects Fund	(2,289,779)	(2,276,236)	13,543	(1,653,700)
Infrastructure Fund	-	-	-	-
Library Gift Fund	-	-	-	(932)
Carson City Debt Service Fund	(3,213,964)	(3,213,964)	-	(2,937,860)
Traffic Transportation Fund	-	-	-	(20,000)
Landscape Maintanenced	(6,092)	(6,092)	-	-
Cemetery Fund	(10,000)	(10,000)	-	(90,000)
Carson City Transit Fund	(400,000)	(400,000)	-	(400,000)
Grant Fund	(243,694)	(240,761)	2,933	(467,984)
Ambulance Fund	(276,797)	(276,797)	-	(350,000)
Extraordinary Maintenance	(100,000)	(100,000)	-	(100,000)
Total Other Financing Sources (Uses)	<u>(6,419,378)</u>	<u>(5,914,273)</u>	<u>505,105</u>	<u>(5,633,310)</u>
Net Change in Fund Balances	<u>(3,751,654)</u>	<u>2,757,520</u>	<u>6,509,174</u>	<u>1,215,874</u>
Fund Balances, July 1	<u>9,397,016</u>	<u>9,397,016</u>	<u>-</u>	<u>8,181,142</u>
Fund Balances, June 30	<u>\$ 5,645,362</u>	<u>\$ 12,154,536</u>	<u>\$ 6,509,174</u>	<u>\$ 9,397,016</u>

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NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

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

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
Cash and investments	\$ 8,278,055	\$ 137,055	\$ 4,332,338	\$ 12,747,448
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	27,226	11,232	-	38,458
Accounts receivable	103,242	-	37,204	140,446
Due from other funds	72,678	-	-	72,678
Due from other governments	4,546,624	-	252,752	4,799,376
Prepaid items	27,643	-	-	27,643
Restricted assets:				
Cash and investments	65,416	-	-	65,416
Total Assets	<u>\$ 13,120,884</u>	<u>\$ 148,287</u>	<u>\$ 4,622,294</u>	<u>\$ 17,891,465</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 1,345,187	\$ -	\$ 218,282	\$ 1,563,469
Accrued salaries and benefits	167,320	-	-	167,320
Due to other funds	72,678	-	-	72,678
Due to other governments	175,310	-	-	175,310
Due to component units	13,406	-	-	13,406
Other liabilities	1,900	-	-	1,900
Unearned revenue	96,177	-	-	96,177
Payable from restricted assets	65,416	-	-	65,416
Total Liabilities	<u>1,937,394</u>	<u>-</u>	<u>218,282</u>	<u>2,155,676</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent property taxes	22,125	6,611	-	28,736
Fund balances:				
Nonspendable	27,643	-	-	27,643
Restricted	8,131,485	74,674	4,404,012	12,610,171
Committed	5,315	-	-	5,315
Assigned	2,996,922	67,002	-	3,063,924
Total Fund Balances	<u>11,161,365</u>	<u>141,676</u>	<u>4,404,012</u>	<u>15,707,053</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 13,120,884</u>	<u>\$ 148,287</u>	<u>\$ 4,622,294</u>	<u>\$ 17,891,465</u>

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 14,160,602	\$ 1,876,297	\$ 1,459,357	\$ 17,496,256
Licenses and permits	589,094	-	-	589,094
Intergovernmental revenues	9,078,844	440,844	-	9,519,688
Charges for services	854,973	-	-	854,973
Fines and forfeits	17,409	-	-	17,409
Miscellaneous	616,718	25,403	74,044	716,165
Total Revenues	<u>25,317,640</u>	<u>2,342,544</u>	<u>1,533,401</u>	<u>29,193,585</u>
Expenditures:				
Current:				
General government	1,118,226	-	98,528	1,216,754
Public safety	1,900,839	-	-	1,900,839
Judicial	175,053	-	-	175,053
Public works	6,837,585	-	-	6,837,585
Sanitation	12,139	-	-	12,139
Health	2,418,825	-	-	2,418,825
Welfare	1,810,729	-	-	1,810,729
Culture and recreation	2,016,778	-	-	2,016,778
Community support	-	-	583,352	583,352
Airport	469,749	-	-	469,749
Economic opportunity	346,338	-	-	346,338
Capital outlay	9,039,636	-	703,816	9,743,452
Debt service:				
Principal retirement	-	5,597,399	-	5,597,399
Interest and fiscal charges	-	2,964,395	-	2,964,395
Total Expenditures	<u>26,145,897</u>	<u>8,561,794</u>	<u>1,385,696</u>	<u>36,093,387</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(828,257)</u>	<u>(6,219,250)</u>	<u>147,705</u>	<u>(6,899,802)</u>
Other Financing Sources (Uses):				
Refunding bonds issued	-	-	-	-
Capital Leases	-	-	-	-
Debt issued	4,072,945	-	-	4,072,945
Payment to refunded bond escrow agent	-	-	-	-
Sale of capital assets	36,575	-	-	36,575
Transfers in	3,207,304	7,828,012	1,507,901	12,543,217
Transfers out	<u>(3,985,003)</u>	<u>(1,675,113)</u>	<u>(1,255,625)</u>	<u>(6,915,741)</u>
Total Other Financing Sources (Uses)	<u>3,331,821</u>	<u>6,152,899</u>	<u>252,276</u>	<u>9,736,996</u>
Net Change in Fund Balances	2,503,564	(66,351)	399,981	2,837,194
Fund Balances, July 1	<u>8,657,801</u>	<u>208,027</u>	<u>4,004,031</u>	<u>12,869,859</u>
Fund Balances, June 30	<u>\$ 11,161,365</u>	<u>\$ 141,676</u>	<u>\$ 4,404,012</u>	<u>\$ 15,707,053</u>

See accompanying notes.

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SPECIAL REVENUE FUNDS

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

Nonmajor Funds

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

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

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

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

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

Business Development Fund - This Fund was established to account for the annual \$200,000 donation from the Hop and Mae Foundation and other program revenues received for the purpose of a program for economic development in Carson City.

Landscape Maintenance Fund - This Fund was established to account for the special assessments paid by the residents of the Schulz Ranch Development to provide for the City maintenance of landscape improvements contained within the borders of the Landscape Maintenance District.

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.

SPECIAL REVENUE FUNDS Continued

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

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

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

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

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

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

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

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

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

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

Arts & Culture Fund – This fund is to account for transient lodging tax dedicated to funding the employment and administration of the Arts and Culture Coordinator, the associated costs in diversifying cultural offerings that allow Carson City to compete in the culture tourism market, and all operational costs associated with the implementation of the Carson City Arts and Culture Master Plan.

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 1 OF 3)**

	<u>SENIOR CITIZENS CENTER</u>	<u>COOPERATIVE EXTENSION</u>	<u>TRAFFIC TRANSPORTATION</u>	<u>SUPPLEMENTAL INDIGENT</u>
ASSETS				
Cash and investments:				
Unrestricted	\$ 101,302	\$ 283,907	\$ 5,989	\$ 146,106
Restricted	-	-	-	-
Taxes receivable, delinquent	6,065	1,550	-	13,553
Accounts receivable	-	-	-	401
Due from other funds	-	-	-	-
Due from other governments	-	-	-	-
Prepaid items	674	1,371	-	-
	<u>108,041</u>	<u>286,828</u>	<u>5,989</u>	<u>160,060</u>
Total Assets	\$ 108,041	\$ 286,828	\$ 5,989	\$ 160,060
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 5,773	\$ 1,983	\$ -	\$ -
Accrued salaries and benefits	9,163	-	674	3,499
Due to other funds	-	-	-	-
Due to other governments	-	38,864	-	111,642
Due to component units	-	-	-	-
Other liabilities	-	-	-	-
Unearned revenue	-	-	-	-
Payable from restricted assets	-	-	-	-
	<u>14,936</u>	<u>40,847</u>	<u>674</u>	<u>115,141</u>
Total Liabilities	14,936	40,847	674	115,141
Deferred inflows of resources:				
Unavailable revenue - delinquent property taxes:	4,855	1,242	-	11,176
	<u>4,855</u>	<u>1,242</u>	<u>-</u>	<u>11,176</u>
Fund balances:				
Nonspendable	674	1,371	-	-
Restricted	87,576	243,368	-	33,743
Committed	-	-	5,315	-
Assigned	-	-	-	-
	<u>88,250</u>	<u>244,739</u>	<u>5,315</u>	<u>33,743</u>
Total Fund Balances	88,250	244,739	5,315	33,743
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 108,041	\$ 286,828	\$ 5,989	\$ 160,060

<u>LIBRARY GIFT</u>	<u>BUSINESS DEVELOPMENT</u>	<u>LANDSCAPE MAINTENANCE</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>911 SURCHARGE</u>
\$ 68,658	\$ 184,720	\$ 21,992	\$ 82,680	\$ 320,065
-	-	-	-	-
-	-	-	-	-
-	2,894	-	-	72,734
-	-	-	-	-
-	-	-	112	-
-	-	-	-	12,254
<u>\$ 68,658</u>	<u>\$ 187,614</u>	<u>\$ 21,992</u>	<u>\$ 82,792</u>	<u>\$ 405,053</u>
\$ 13,386	\$ 8,251	\$ 723	\$ 22,188	\$ 2,528
-	3,009	-	-	-
-	-	-	-	-
-	-	-	-	-
-	1,900	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>13,386</u>	<u>13,160</u>	<u>723</u>	<u>22,188</u>	<u>2,528</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	12,254
55,272	174,454	21,269	60,604	390,271
-	-	-	-	-
-	-	-	-	-
<u>55,272</u>	<u>174,454</u>	<u>21,269</u>	<u>60,604</u>	<u>402,525</u>
<u>\$ 68,658</u>	<u>\$ 187,614</u>	<u>\$ 21,992</u>	<u>\$ 82,792</u>	<u>\$ 405,053</u>

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 2 OF 3)**

	<u>CAPITAL PROJECTS</u>	<u>STREET MAINTENANCE</u>	<u>REDEVELOPMENT ADMINISTRATION</u>	<u>CARSON CITY TRANSIT</u>
ASSETS				
Cash and investments:				
Unrestricted	\$ 2,533,209	\$ 306,784	\$ 81,239	\$ -
Restricted	-	-	-	-
Taxes receivable, delinquent	6,058	-	-	-
Accounts receivable	-	729	-	1,000
Due from other funds	-	-	-	-
Due from other governments	-	825,689	-	306,057
Prepaid items	-	445	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 2,539,267</u>	<u>\$ 1,133,647</u>	<u>\$ 81,239</u>	<u>\$ 307,057</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 88,911	\$ 152,585	\$ 3,306	\$ 186,793
Accrued salaries and benefits	-	52,864	4,878	2,187
Due to other funds	-	-	-	26,349
Due to other governments	-	-	-	3,337
Due to component units	-	-	-	-
Other liabilities	-	-	-	-
Unearned revenue	-	-	-	-
Payable from restricted assets	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>88,911</u>	<u>205,449</u>	<u>8,184</u>	<u>218,666</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent property taxes:	4,852	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
FUND BALANCES				
Nonspendable	-	445	-	-
Restricted	-	927,753	73,055	88,391
Committed	-	-	-	-
Assigned	2,445,504	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>2,445,504</u>	<u>928,198</u>	<u>73,055</u>	<u>88,391</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,539,267</u>	<u>\$ 1,133,647</u>	<u>\$ 81,239</u>	<u>\$ 307,057</u>

<u>COMMISSARY</u>	<u>V & T SPECIAL INFRASTRUCTURE</u>	<u>CAMPO</u>	<u>AIRPORT</u>	<u>REGIONAL TRANSPORTATION</u>
\$ 146,551	\$ 706,192	\$ -	\$ -	\$ 874,094
65,416	-	-	-	-
-	-	-	-	-
8,090	-	-	-	-
-	-	-	-	72,678
-	252,905	79,582	13,406	883,728
-	-	339	-	375
<u>\$ 220,057</u>	<u>\$ 959,097</u>	<u>\$ 79,921</u>	<u>\$ 13,406</u>	<u>\$ 1,830,875</u>
\$ 16,791	\$ -	\$ 3,580	\$ -	\$ 461,392
1,432	-	-	-	8,254
-	-	46,329	-	-
-	-	-	-	3,334
-	-	-	13,406	-
-	-	-	-	-
-	-	-	-	-
65,416	-	-	-	-
<u>83,639</u>	<u>-</u>	<u>49,909</u>	<u>13,406</u>	<u>472,980</u>
-	-	-	-	-
-	-	339	-	375
136,418	959,097	29,673	-	1,357,520
-	-	-	-	-
-	-	-	-	-
<u>136,418</u>	<u>959,097</u>	<u>30,012</u>	<u>-</u>	<u>1,357,895</u>
<u>\$ 220,057</u>	<u>\$ 959,097</u>	<u>\$ 79,921</u>	<u>\$ 13,406</u>	<u>\$ 1,830,875</u>

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**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 3 OF 3)**

	QUALITY OF LIFE	GRANT	ARTS & CULTURE	TOTAL
ASSETS				
Cash and investments:				
Unrestricted	\$ 2,218,616	\$ 117,617	\$ 78,334	\$ 8,278,055
Restricted	-	-	-	65,416
Taxes receivable, delinquent	-	-	-	27,226
Accounts receivable	3,271	14,123	-	103,242
Due from other funds	-	-	-	72,678
Due from other governments	636,366	1,548,779	-	4,546,624
Prepaid items	4	12,181	-	27,643
	<u>2,858,257</u>	<u>1,692,700</u>	<u>78,334</u>	<u>13,120,884</u>
Total Assets	<u>\$ 2,858,257</u>	<u>\$ 1,692,700</u>	<u>\$ 78,334</u>	<u>\$ 13,120,884</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 49,923	\$ 291,470	\$ 35,604	\$ 1,345,187
Accrued salaries and benefits	11,938	66,418	3,004	167,320
Due to other funds	-	-	-	72,678
Due to other governments	1,912	16,221	-	175,310
Due to component units	-	-	-	13,406
Other liabilities	-	-	-	1,900
Unearned revenue	-	96,177	-	96,177
Payable from restricted assets	-	-	-	65,416
	<u>63,773</u>	<u>470,286</u>	<u>38,608</u>	<u>1,937,394</u>
Total Liabilities	<u>63,773</u>	<u>470,286</u>	<u>38,608</u>	<u>1,937,394</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent property tax:	-	-	-	22,125
	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,125</u>
FUND BALANCES				
Nonspendable	4	12,181	-	27,643
Restricted	2,794,480	658,815	39,726	8,131,485
Committed	-	-	-	5,315
Assigned	-	551,418	-	2,996,922
	<u>2,794,484</u>	<u>1,222,414</u>	<u>39,726</u>	<u>11,161,365</u>
Total Fund Balances	<u>2,794,484</u>	<u>1,222,414</u>	<u>39,726</u>	<u>11,161,365</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances				
	<u>\$ 2,858,257</u>	<u>\$ 1,692,700</u>	<u>\$ 78,334</u>	<u>\$ 13,120,884</u>

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 1 OF 3)

	SENIOR CITIZENS CENTER	COOPERATIVE EXTENSION	TRAFFIC TRANSPORTATION	SUPPLEMENTAL INDIGENT
Revenues:				
Taxes	\$ 654,724	\$ 167,597	\$ -	\$ 1,505,854
Licenses and permits	-	-	25	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	17,605	-	-
Fines and forfeits	-	-	17,409	-
Miscellaneous	1,042	536	11,739	2,389
Total Revenues	<u>655,766</u>	<u>185,738</u>	<u>29,173</u>	<u>1,508,243</u>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	33,902	-
Judicial	-	-	-	-
Public works	-	-	-	-
Sanitation	-	-	-	-
Welfare	-	-	-	1,496,036
Health	-	-	-	-
Culture and recreation	484,789	182,723	-	-
Airport	-	-	-	-
Economic opportunity	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	<u>484,789</u>	<u>182,723</u>	<u>33,902</u>	<u>1,496,036</u>
Excess (Deficiency) of Revenues over Expenditures	<u>170,977</u>	<u>3,015</u>	<u>(4,729)</u>	<u>12,207</u>
Other Financing Sources (Uses):				
Debt issued	-	-	-	-
Capital Leases	-	-	-	-
Sale of capital assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(156,000)	-	-	-
Total Other Financing Sources (Uses)	<u>(156,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	14,977	3,015	(4,729)	12,207
Fund Balances, July 1	<u>73,273</u>	<u>241,724</u>	<u>10,044</u>	<u>21,536</u>
Fund Balances, June 30	<u>\$ 88,250</u>	<u>\$ 244,739</u>	<u>\$ 5,315</u>	<u>\$ 33,743</u>

LIBRARY GIFT	BUSINESS DEVELOPMENT	LANDSCAPE MAINTENANCE	ADMINISTRATIVE ASSESSMENTS	911 SURCHARGE
\$ -	\$ -	\$ 22,272	\$ -	\$ -
-	-	-	-	589,069
-	-	-	74,776	-
-	-	-	-	-
-	-	-	-	-
104,097	206,381	163	-	1,923
<u>104,097</u>	<u>206,381</u>	<u>22,435</u>	<u>74,776</u>	<u>590,992</u>
-	-	-	-	-
-	-	-	-	295,687
-	-	-	71,174	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
79,348	-	7,258	-	-
-	31,927	-	-	-
5,469	-	-	32,423	12,235
<u>84,817</u>	<u>31,927</u>	<u>7,258</u>	<u>103,597</u>	<u>307,922</u>
-	-	-	-	-
19,280	174,454	15,177	(28,821)	283,070
-	-	-	-	-
-	-	-	-	-
-	-	6,092	-	-
-	-	-	-	(102,272)
-	-	6,092	-	(102,272)
19,280	174,454	21,269	(28,821)	180,798
<u>35,992</u>	<u>-</u>	<u>-</u>	<u>89,425</u>	<u>221,727</u>
<u>\$ 55,272</u>	<u>\$ 174,454</u>	<u>\$ 21,269</u>	<u>\$ 60,604</u>	<u>\$ 402,525</u>

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 2 OF 3)

	CAPITAL PROJECTS	STREET MAINTENANCE	REDEVELOPMENT ADMINISTRATION	CARSON CITY TRANSIT
Revenues:				
Taxes	\$ 654,727	\$ 3,211,988	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	231,388	1,586,232	-	1,107,381
Charges for services	-	120,139	-	102,610
Fines and forfeits	-	-	-	-
Miscellaneous	22,383	896	8,031	10,469
Total Revenues	908,498	4,919,255	8,031	1,220,460
Expenditures:				
Current:				
General government	828,638	-	289,380	-
Public safety	162,667	-	-	-
Judicial	-	-	-	-
Public works	13,000	4,365,359	-	1,272,629
Sanitation	12,139	-	-	-
Welfare	-	-	-	-
Health	-	-	-	-
Culture and recreation	25,224	-	-	-
Airport	-	-	-	-
Economic opportunity	-	-	-	-
Capital outlay	5,362,707	304,177	-	574,856
Total Expenditures	6,404,375	4,669,536	289,380	1,847,485
Excess (Deficiency) of Revenues over Expenditures	(5,495,877)	249,719	(281,349)	(627,025)
Other Financing Sources (Uses):				
Debt issued	4,072,945	-	-	-
Capital Leases	-	-	-	-
Sale of capital assets	34,200	-	-	2,375
Transfers in	2,276,236	-	271,245	400,000
Transfers out	(362,303)	-	-	-
Total Other Financing Sources (Uses)	6,021,078	-	271,245	402,375
Net Change in Fund Balances	525,201	249,719	(10,104)	(224,650)
Fund Balances, July 1	1,920,303	678,479	83,159	313,041
Fund Balances, June 30	\$ 2,445,504	\$ 928,198	\$ 73,055	\$ 88,391

<u>COMMISSARY</u>	<u>V & T SPECIAL INFRASTRUCTURE</u>	<u>CAMPO</u>	<u>AIRPORT</u>	<u>REGIONAL TRANSPORTATION</u>
\$ -	\$ 1,397,104	\$ -	\$ -	\$ 3,752,117
-	-	-	-	-
-	-	295,682	469,749	1,054,114
186,242	-	-	-	-
-	-	-	-	-
41,970	4,767	-	-	16,994
<u>228,212</u>	<u>1,401,871</u>	<u>295,682</u>	<u>469,749</u>	<u>4,823,225</u>
-	208	-	-	-
206,974	-	-	-	-
-	-	311,276	-	875,321
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	469,749	-
-	-	-	-	-
-	-	-	-	2,021,937
<u>206,974</u>	<u>208</u>	<u>311,276</u>	<u>469,749</u>	<u>2,897,258</u>
<u>21,238</u>	<u>1,401,663</u>	<u>(15,594)</u>	<u>-</u>	<u>1,925,967</u>
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	12,970	-	-
-	(1,042,900)	-	-	(1,597,472)
<u>-</u>	<u>(1,042,900)</u>	<u>12,970</u>	<u>-</u>	<u>(1,597,472)</u>
21,238	358,763	(2,624)	-	328,495
<u>115,180</u>	<u>600,334</u>	<u>32,636</u>	<u>-</u>	<u>1,029,400</u>
<u>\$ 136,418</u>	<u>\$ 959,097</u>	<u>\$ 30,012</u>	<u>\$ -</u>	<u>\$ 1,357,895</u>

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 3 OF 3)

	QUALITY OF LIFE	GRANT	ARTS & CULTURE	TOTAL
Revenues:				
Taxes	\$ 2,794,219	\$ -	\$ -	\$ 14,160,602
Licenses and permits	-	-	-	589,094
Intergovernmental revenues	207,391	3,933,363	118,768	9,078,844
Charges for services	1,197	427,180	-	854,973
Fines and forfeits	-	-	-	17,409
Miscellaneous	18,315	164,335	288	616,718
Total Revenues	3,021,122	4,524,878	119,056	25,317,640
Expenditures:				
Current:				
General government	-	-	-	1,118,226
Public safety	-	1,201,609	-	1,900,839
Judicial	-	103,879	-	175,053
Public works	-	-	-	6,837,585
Sanitation	-	-	-	12,139
Welfare	-	314,693	-	1,810,729
Health	-	2,418,825	-	2,418,825
Culture and recreation	1,053,475	134,631	49,330	2,016,778
Airport	-	-	-	469,749
Economic opportunity	-	314,411	-	346,338
Capital outlay	556,297	139,535	30,000	9,039,636
Total Expenditures	1,609,772	4,627,583	79,330	26,145,897
Excess (Deficiency) of Revenues over Expenditures	1,411,350	(102,705)	39,726	(828,257)
Other Financing Sources (Uses):				
Debt issued	-	-	-	4,072,945
Capital Leases	-	-	-	-
Sale of capital assets	-	-	-	36,575
Transfers in	-	240,761	-	3,207,304
Transfers out	(724,056)	-	-	(3,985,003)
Total Other Financing Sources (Uses)	(724,056)	240,761	-	3,331,821
Net Change in Fund Balances	687,294	138,056	39,726	2,503,564
Fund Balances, July 1	2,107,190	1,084,358	-	8,657,801
Fund Balances, June 30	<u>\$ 2,794,484</u>	<u>\$ 1,222,414</u>	<u>\$ 39,726</u>	<u>\$ 11,161,365</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, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Ad valorem	\$ 640,167	\$ 654,724	\$ 14,557	\$ 629,208
Miscellaneous:				
Investment income	1,500	1,042	(458)	618
Total Revenues	<u>641,667</u>	<u>655,766</u>	<u>14,099</u>	<u>629,826</u>
Expenditures:				
Culture and recreation:				
Participant recreation:				
Salaries and wages	240,494	249,273	(8,779)	230,179
Employee benefits	132,912	129,217	3,695	122,261
Services and supplies	129,153	106,299	22,854	100,224
Total Expenditures	<u>502,559</u>	<u>484,789</u>	<u>17,770</u>	<u>452,664</u>
Excess (Deficiency) of Revenues over Expenditures	<u>139,108</u>	<u>170,977</u>	<u>31,869</u>	<u>177,162</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Carson City Debt Service Fund	(156,000)	(156,000)	-	(151,600)
Total Other Financing Sources (Uses)	<u>(156,000)</u>	<u>(156,000)</u>	<u>-</u>	<u>(151,600)</u>
Net Change in Fund Balances	(16,892)	14,977	31,869	25,562
Fund Balances, July 1	<u>73,273</u>	<u>73,273</u>	<u>-</u>	<u>47,711</u>
Fund Balances, June 30	<u>\$ 56,381</u>	<u>\$ 88,250</u>	<u>\$ 31,869</u>	<u>\$ 73,273</u>

**CARSON CITY
COOPERATIVE EXTENSION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Ad valorem	\$ 163,626	\$ 167,597	\$ 3,971	\$ 161,077
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	-	-	-	10,000
Charges for services	-	17,605	17,605	7,086
Miscellaneous:				
Refunds and reimbursements	11,645	536	(11,109)	13,050
Total Revenues	<u>175,271</u>	<u>185,738</u>	<u>10,467</u>	<u>191,213</u>
Expenditures:				
Culture and recreation:				
Cooperative extension:				
Salaries and wages	28,000	12,068	15,932	12,907
Employee benefits	253	381	(128)	396
Services and supplies	368,742	170,274	198,468	161,168
Total Expenditures	<u>396,995</u>	<u>182,723</u>	<u>214,272</u>	<u>174,471</u>
Excess (Deficiency) of Revenues over Expenditures	(221,724)	3,015	224,739	16,742
Fund Balances, July 1	<u>241,724</u>	<u>241,724</u>	-	<u>224,982</u>
Fund Balances, June 30	<u>\$ 20,000</u>	<u>\$ 244,739</u>	<u>\$ 224,739</u>	<u>\$ 241,724</u>

**CARSON CITY
TRAFFIC TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Licenses and permits:				
Nonbusiness licenses and permits				
Handicapped permits	\$ -	\$ 25	\$ 25	\$ -
Fines and forfeits:				
Fines:				
Court	30,000	17,409	(12,591)	26,034
Miscellaneous:				
Investment income	25	13	(12)	28
Rents and royalties	11,600	11,670	70	9,000
Other	-	56	56	801
	<u>11,625</u>	<u>11,739</u>	<u>114</u>	<u>9,829</u>
Total Revenues	<u>41,625</u>	<u>29,173</u>	<u>(12,452)</u>	<u>35,863</u>
Expenditures:				
Public safety:				
Sheriff - parking enforcement:				
Salaries and wages	24,429	21,853	2,576	31,354
Employee benefits	6,105	5,544	561	16,702
Services and supplies	13,884	6,505	7,379	4,619
	<u>44,418</u>	<u>33,902</u>	<u>10,516</u>	<u>52,675</u>
Excess (Deficiency) of Revenues over Expenditures	(2,793)	(4,729)	(1,936)	(16,812)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	-	-	-	20,000
Net Change in Fund Balances	(2,793)	(4,729)	(1,936)	3,188
Fund Balances, July 1	<u>10,044</u>	<u>10,044</u>	<u>-</u>	<u>6,856</u>
Fund Balances, June 30	<u>\$ 7,251</u>	<u>\$ 5,315</u>	<u>\$ (1,936)</u>	<u>\$ 10,044</u>

**CARSON CITY
SUPPLEMENTAL INDIGENT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Ad valorem	\$ 1,471,778	\$ 1,505,854	\$ 34,076	\$ 1,447,186
Miscellaneous:				
Investment income	3,000	2,389	(611)	1,622
	-			
Total Revenues	<u>1,474,778</u>	<u>1,508,243</u>	<u>33,465</u>	<u>1,448,808</u>
Expenditures:				
Welfare:				
Institutional care:				
Salaries and wages	92,485	90,185	2,300	79,195
Employee benefits	37,655	27,859	9,796	23,478
Services and supplies	<u>1,366,174</u>	<u>1,377,992</u>	<u>(11,818)</u>	<u>1,345,570</u>
Total Expenditures	<u>1,496,314</u>	<u>1,496,036</u>	<u>278</u>	<u>1,448,243</u>
Excess (Deficiency) of Revenues over Expenditures	(21,536)	12,207	33,743	565
Fund Balances, July 1	<u>21,536</u>	<u>21,536</u>	-	<u>20,971</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 33,743</u>	<u>\$ 33,743</u>	<u>\$ 21,536</u>

**CARSON CITY
LIBRARY GIFT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Miscellaneous:				
Investment income	\$ 750	\$ 616	\$ (134)	\$ 155
Donations and gifts	97,550	103,481	5,931	85,073
Total Revenues	<u>98,300</u>	<u>104,097</u>	<u>5,797</u>	<u>85,228</u>
Expenditures:				
Culture and recreation:				
Libraries:				
Salaries and wages	4,055	2,867	1,188	7,993
Employee benefits	-	1	(1)	393
Services and supplies	95,195	76,480	18,715	111,212
Capital outlay	30,042	5,469	24,573	5,469
Total Expenditures	<u>129,292</u>	<u>84,817</u>	<u>44,475</u>	<u>125,067</u>
Excess (Deficiency) of Revenues over Expenditures	(30,992)	19,280	50,272	(39,839)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	-	-	-	932
Net Change in Fund Balances	<u>(30,992)</u>	<u>19,280</u>	<u>50,272</u>	<u>(38,907)</u>
Fund Balances, July 1	<u>35,992</u>	<u>35,992</u>	<u>-</u>	<u>74,899</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 55,272</u>	<u>\$ 50,272</u>	<u>\$ 35,992</u>

**CARSON CITY
BUSINESS DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Miscellaneous:				
Investment income	\$ -	\$ 1,047	\$ 1,047	\$ -
Rents and royalties	6,000	2,989	(3,011)	
Donations and gifts	205,000	200,000	(5,000)	
Miscellaneous	60	2,345	2,285	-
Total Revenues	<u>211,060</u>	<u>206,381</u>	<u>(4,679)</u>	<u>-</u>
Expenditures:				
Economic opportunity:				
Business development:				
Salaries and wages	15,760	18,487	(2,727)	-
Employee benefits	6,707	2,761	3,946	-
Services and supplies	20,756	10,679	10,077	-
Capital outlay	-	-	-	-
Total Expenditures	<u>43,223</u>	<u>31,927</u>	<u>11,296</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	167,837	174,454	6,617	-
Fund Balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, June 30	<u>\$ 167,837</u>	<u>\$ 174,454</u>	<u>\$ 6,617</u>	<u>\$ -</u>

**CARSON CITY
LANDSCAPE MAINTENANCE
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Special assessments	\$ 22,692	\$ 22,272	\$ (420)	\$ -
Miscellaneous:				
Investment income	\$ -	\$ 163	\$ 163	\$ -
Total Revenues	<u>22,692</u>	<u>22,435</u>	<u>(257)</u>	<u>-</u>
Expenditures:				
Culture & recreation				
Landscape maintenance:				
Salaries and wages	3,320	-	3,320	-
Employee benefits	95	-	95	-
Services and supplies	20,369	7,258	13,111	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>23,784</u>	<u>7,258</u>	<u>16,526</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	(1,092)	15,177	16,269	-
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	<u>6,092</u>	<u>6,092</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>5,000</u>	<u>21,269</u>	<u>16,269</u>	<u>-</u>
Fund Balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 21,269</u>	<u>\$ 16,269</u>	<u>\$ -</u>

CARSON CITY
ADMINISTRATIVE ASSESSMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2017</u>
Revenues:				
Intergovernmental revenues:				
State shared revenue:				
Administrative assessments	\$ 60,000	\$ 74,776	\$ 14,776	\$ 61,714
Expenditures:				
Judicial:				
Salaries and wages	1,000	734	266	890
Employee benefits	-	11	(11)	28
Services and supplies	77,410	70,429	6,981	48,039
Capital outlay	66,015	32,423	33,592	-
Total Expenditures	<u>144,425</u>	<u>103,597</u>	<u>40,828</u>	<u>48,957</u>
Excess (Deficiency) of Revenues over Expenditures	(84,425)	(28,821)	55,604	12,757
Fund Balances, July 1	<u>89,425</u>	<u>89,425</u>	<u>-</u>	<u>76,668</u>
Fund Balances, June 30	<u><u>\$ 5,000</u></u>	<u><u>\$ 60,604</u></u>	<u><u>\$ 55,604</u></u>	<u><u>\$ 89,425</u></u>

CARSON CITY
911 SURCHARGE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Licenses and permits:				
Franchise fees:				
Telephone	\$ 400,000	\$ 589,069	\$ 189,069	\$ 209,789
Miscellaneous:				
Investment income	2,500	1,923	(577)	534
Total Revenues	<u>402,500</u>	<u>590,992</u>	<u>188,492</u>	<u>210,323</u>
Expenditures:				
Public Safety:				
Services and supplies	456,072	295,687	160,385	151,725
Capital outlay	15,883	12,235	3,648	172,138
Total Expenditures	<u>471,955</u>	<u>307,922</u>	<u>164,033</u>	<u>323,863</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(69,455)</u>	<u>283,070</u>	<u>352,525</u>	<u>(113,540)</u>
Other Financing Sources (Uses):				
Capital Leases	-	-	-	30,000
Transfers in (out):				
Carson City Debt Service Fund	(102,272)	(102,272)	-	(103,223)
Total Other Financing Sources (Uses)	<u>(102,272)</u>	<u>(102,272)</u>	<u>-</u>	<u>(73,223)</u>
Net Change in Fund Balances	(171,727)	180,798	352,525	(186,763)
Fund Balances, July 1	<u>221,727</u>	<u>221,727</u>	<u>-</u>	<u>408,490</u>
Fund Balances, June 30	<u>\$ 50,000</u>	<u>\$ 402,525</u>	<u>\$ 352,525</u>	<u>\$ 221,727</u>

**CARSON CITY
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Ad valorem	\$ 640,167	\$ 654,727	\$ 14,560	\$ 629,216
Intergovernmental revenues:				
State grants	231,388	231,388	-	76,000
Miscellaneous:				
Investment income	3,500	22,383	18,883	3,265
Donations and gifts	-	-	-	-
	<u>3,500</u>	<u>22,383</u>	<u>18,883</u>	<u>3,265</u>
Total Revenues	<u>875,055</u>	<u>908,498</u>	<u>33,443</u>	<u>708,481</u>
Expenditures:				
General government:				
Services and supplies	743,133	828,638	(85,505)	50,692
Capital Outlay	4,968,875	3,375,968	1,592,907	202,612
	<u>5,712,008</u>	<u>4,204,606</u>	<u>1,507,402</u>	<u>253,304</u>
Public safety:				
Services and supplies	186,954	162,667	24,287	32,263
Capital outlay	59,903	37,589	22,314	148,707
	<u>246,857</u>	<u>200,256</u>	<u>46,601</u>	<u>180,970</u>
Landfill:				
Services and supplies	12,139	12,139	-	-
Capital outlay	1,633,002	1,186,990	446,012	-
	<u>1,645,141</u>	<u>1,199,129</u>	<u>446,012</u>	<u>-</u>
Public works:				
Services and supplies	20,900	13,000	7,900	157,530
Capital outlay	736,650	736,650	-	3,453,960
	<u>757,550</u>	<u>749,650</u>	<u>7,900</u>	<u>3,611,490</u>
Culture and recreation:				
Services and supplies	25,795	25,224	571	-
Capital outlay	437,628	25,510	412,118	-
	<u>463,423</u>	<u>50,734</u>	<u>412,689</u>	<u>-</u>
Total Expenditures	<u>8,824,979</u>	<u>6,404,375</u>	<u>2,420,604</u>	<u>4,045,764</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(7,949,924)</u>	<u>(5,495,877)</u>	<u>2,454,047</u>	<u>(3,337,283)</u>

See accompanying notes.

**CARSON CITY
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Other Financing Sources (Uses):				
Debt issued	\$ 4,072,945	\$ 4,072,945	\$ -	\$ 3,425,293
Sale of capital assets	34,200	34,200	-	15,598
Transfers in (out):				
General Fund	2,289,779	2,276,236	(13,543)	1,653,700
Carson City Debt Service Fund	(362,303)	(362,303)	-	(230,104)
Total Other Financing Sources (Uses)	<u>6,034,621</u>	<u>6,021,078</u>	<u>(13,543)</u>	<u>4,864,487</u>
Net Change in Fund Balances	(1,915,303)	525,201	2,440,504	1,527,204
Fund Balances, July 1	<u>1,920,303</u>	<u>1,920,303</u>	<u>-</u>	<u>393,099</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 2,445,504</u>	<u>\$ 2,440,504</u>	<u>\$ 1,920,303</u>

**CARSON CITY
STREET MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 387,322	\$ 417,771	\$ 30,449	\$ 384,736
Sales tax, voter approved	2,643,491	2,794,217	150,726	2,575,087
	<u>3,030,813</u>	<u>3,211,988</u>	<u>181,175</u>	<u>2,959,823</u>
Intergovernmental revenues				
Federal grants	-	5,094	5,094	648
State grants	112,483	112,483	-	-
State shared revenues:				
Motor vehicle fuel tax	1,333,977	1,398,107	64,130	1,326,985
Other local government grants	55,800	70,548	14,748	65,730
	<u>1,502,260</u>	<u>1,586,232</u>	<u>83,972</u>	<u>1,393,363</u>
Charges for services	<u>65,000</u>	<u>120,139</u>	<u>55,139</u>	<u>159,836</u>
Miscellaneous:				
Investment income	1,000	896	(104)	(1,005)
Refunds and reimbursements	-	-	-	200
	<u>1,000</u>	<u>896</u>	<u>(104)</u>	<u>(805)</u>
Total Revenues	<u>4,599,073</u>	<u>4,919,255</u>	<u>320,182</u>	<u>4,512,217</u>
Expenditures:				
Public works:				
Salaries and wages	1,460,936	1,495,390	(34,454)	1,440,895
Employee benefits	631,859	638,268	(6,409)	592,502
Services and supplies	2,319,675	2,231,701	87,974	2,721,599
Capital outlay	765,082	304,177	460,905	330,966
	<u>5,177,552</u>	<u>4,669,536</u>	<u>508,016</u>	<u>5,085,962</u>
Total Expenditures	<u>5,177,552</u>	<u>4,669,536</u>	<u>508,016</u>	<u>5,085,962</u>
Excess (Deficiency) of Revenue over Expenditures	<u>(578,479)</u>	<u>249,719</u>	<u>828,198</u>	<u>(573,745)</u>
Other Financing Sources (Uses):				
Sale of capital assets	-	-	-	20,639
Transfers in (out):				
General Fund	-	-	-	-
Regional Transportation Fund	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,639</u>
Net Change in Fund Balances	<u>(578,479)</u>	<u>249,719</u>	<u>828,198</u>	<u>(553,106)</u>
Fund Balances, July 1	<u>678,479</u>	<u>678,479</u>	<u>-</u>	<u>1,231,585</u>
Fund Balances, June 30	<u>\$ 100,000</u>	<u>\$ 928,198</u>	<u>\$ 828,198</u>	<u>\$ 678,479</u>

See accompanying notes.

CARSON CITY
REDEVELOPMENT ADMINISTRATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Miscellaneous:				
Investment income	1,500	371	(1,129)	821
Other	9,000	7,660	(1,340)	8,595
	<u>10,500</u>	<u>8,031</u>	<u>(2,469)</u>	<u>9,416</u>
Total Revenues	<u>10,500</u>	<u>8,031</u>	<u>(2,469)</u>	<u>9,416</u>
Expenditures:				
General government:				
Salaries and wages	130,803	117,279	13,524	97,701
Employee benefits	36,668	36,735	(67)	23,864
Services and supplies	173,027	135,366	37,661	154,247
	<u>340,498</u>	<u>289,380</u>	<u>51,118</u>	<u>275,812</u>
Total Expenditures	<u>340,498</u>	<u>289,380</u>	<u>51,118</u>	<u>275,812</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(329,998)</u>	<u>(281,349)</u>	<u>48,649</u>	<u>(266,396)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	271,245	271,245	-	287,342
	<u>271,245</u>	<u>271,245</u>	<u>-</u>	<u>287,342</u>
Net Change in Fund Balances	(58,753)	(10,104)	48,649	20,946
Fund Balances, July 1	<u>83,159</u>	<u>83,159</u>	<u>-</u>	<u>62,213</u>
Fund Balances, June 30	<u>\$ 24,406</u>	<u>\$ 73,055</u>	<u>\$ 48,649</u>	<u>\$ 83,159</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, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 1,391,626	\$ 1,052,381	\$ (339,245)	\$ 1,288,031
State grants	50,000	55,000	5,000	50,000
	<u>1,441,626</u>	<u>1,107,381</u>	<u>(334,245)</u>	<u>1,338,031</u>
Charges for services:				
Ticket sales	90,418	102,610	12,192	96,894
Miscellaneous:				
Investment income	1,000	(261)	(1,261)	1,495
Rents and royalties	15,000	10,730	(4,270)	14,763
	<u>16,000</u>	<u>10,469</u>	<u>(5,531)</u>	<u>16,258</u>
Total Revenues	<u>1,548,044</u>	<u>1,220,460</u>	<u>(327,584)</u>	<u>1,451,183</u>
Expenditures:				
Public works:				
Transit system:				
Salaries and wages	29,354	22,841	6,513	19,503
Employee benefits	39,854	39,323	531	37,158
Services and supplies	1,386,286	1,210,465	175,821	1,177,669
Capital outlay	698,878	574,856	124,022	636,795
Total Expenditures	<u>2,154,372</u>	<u>1,847,485</u>	<u>306,887</u>	<u>1,871,125</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(606,328)</u>	<u>(627,025)</u>	<u>(20,697)</u>	<u>(419,942)</u>
Other Financing Sources (Uses):				
Sale of capital assets	-	2,375	2,375	7,315
Transfers in (out):				
General Fund	400,000	400,000	-	400,000
Net Change in Fund Balances	<u>(206,328)</u>	<u>(224,650)</u>	<u>(18,322)</u>	<u>(12,627)</u>
Fund Balances, July 1	<u>313,041</u>	<u>313,041</u>	<u>-</u>	<u>325,668</u>
Fund Balances, June 30	<u>\$ 106,713</u>	<u>\$ 88,391</u>	<u>\$ (18,322)</u>	<u>\$ 313,041</u>

**CARSON CITY
COMMISSARY FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Charges for Services:				
Public safety:				
Commissary sales	\$ 150,000	\$ 186,242	\$ 36,242	\$ 144,152
Miscellaneous:				
Investment income	1,000	1,059	59	496
Rents and royalties	75,000	38,180	(36,820)	83,686
Donations and gifts	-	-	-	231
Other	-	2,731	2,731	3,375
	<u>76,000</u>	<u>41,970</u>	<u>(34,030)</u>	<u>87,788</u>
Total Revenues	<u>226,000</u>	<u>228,212</u>	<u>2,212</u>	<u>231,940</u>
Expenditures:				
Public safety:				
Salaries and wages	83,303	52,466	30,837	55,519
Employee benefits	23,118	19,629	3,489	16,133
Services and supplies	208,081	134,879	73,202	121,991
Total Expenditures	<u>314,502</u>	<u>206,974</u>	<u>107,528</u>	<u>193,643</u>
Net Change in Fund Balances	(88,502)	21,238	109,740	38,297
Fund Balances, July 1	<u>115,180</u>	<u>115,180</u>	<u>-</u>	<u>76,883</u>
Fund Balances, June 30	<u>\$ 26,678</u>	<u>\$ 136,418</u>	<u>\$ 109,740</u>	<u>\$ 115,180</u>

**CARSON CITY
CAMPO FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 371,687	\$ 289,279	\$ (82,408)	\$ 360,968
Other local government grants:				
Interlocal cooperative agreements	<u>6,593</u>	<u>6,403</u>	<u>(190)</u>	<u>6,403</u>
Total Revenues	<u>378,280</u>	<u>295,682</u>	<u>(82,598)</u>	<u>367,371</u>
Expenditures:				
Public works:				
Services and supplies	<u>397,389</u>	<u>311,276</u>	<u>86,113</u>	<u>373,796</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(19,109)</u>	<u>(15,594)</u>	<u>3,515</u>	<u>(6,425)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Regional Transportation Fund	<u>12,970</u>	<u>12,970</u>	<u>-</u>	<u>12,597</u>
Net Change in Fund Balances	(6,139)	(2,624)	3,515	6,172
Fund Balances, July 1	<u>32,636</u>	<u>32,636</u>	<u>-</u>	<u>26,464</u>
Fund Balances, June 30	<u>\$ 26,497</u>	<u>\$ 30,012</u>	<u>\$ 3,515</u>	<u>\$ 32,636</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, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Sales tax	\$ 1,321,677	\$ 1,397,104	\$ 75,427	\$ 1,287,504
Miscellaneous:				
Investment income	1,500	4,767	3,267	1,283
Total Revenues	<u>1,323,177</u>	<u>1,401,871</u>	<u>78,694</u>	<u>1,288,787</u>
Expenditures:				
General government:				
Services and supplies	<u>18,651</u>	<u>208</u>	<u>18,443</u>	<u>292</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,304,526</u>	<u>1,401,663</u>	<u>97,137</u>	<u>1,288,495</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Carson City Debt Service Fund	<u>(1,042,900)</u>	<u>(1,042,900)</u>	<u>-</u>	<u>(1,042,450)</u>
Net Change in Fund Balances	261,626	358,763	97,137	246,045
Fund Balances, July 1	<u>600,334</u>	<u>600,334</u>	<u>-</u>	<u>354,289</u>
Fund Balances, June 30	<u>\$ 861,960</u>	<u>\$ 959,097</u>	<u>\$ 97,137</u>	<u>\$ 600,334</u>

**CARSON CITY
AIRPORT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Intergovernmental revenues:				
Federal grant, FAA	\$ 693,672	\$ 440,390	\$ (253,282)	\$ 2,163,987
Other local shared revenues:				
CC Airport Authority	29,375	29,359	(16)	144,266
Total Revenues	<u>723,047</u>	<u>469,749</u>	<u>(253,298)</u>	<u>2,308,253</u>
Expenditures:				
Airport:				
Services and supplies	470,000	469,749	251	74,903
Capital outlay	253,047	-	253,047	2,233,350
Total Expenditures	<u>723,047</u>	<u>469,749</u>	<u>253,298</u>	<u>2,308,253</u>
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
Fund Balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CARSON CITY
REGIONAL TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 3,577,428	\$ 3,752,117	\$ 174,689	\$ 3,445,312
Intergovernmental revenues:				
Federal grants	3,560,287	1,054,114	(2,506,173)	411,581
State grants	-	-	-	-
	<u>3,560,287</u>	<u>1,054,114</u>	<u>(2,506,173)</u>	<u>411,581</u>
Miscellaneous:				
Investment income	500	6,759	6,259	1,666
Gifts and donations	10,000	10,235	235	10,208
Miscellaneous other	-	-	-	125,712
	<u>10,500</u>	<u>16,994</u>	<u>6,494</u>	<u>137,586</u>
Total Revenues	<u>7,148,215</u>	<u>4,823,225</u>	<u>(2,324,990)</u>	<u>3,994,479</u>
Expenditures:				
Public works:				
Paved streets:				
Salaries and wages	100,018	136,312	(36,294)	57,070
Employee benefits	152,095	132,990	19,105	116,415
Services and supplies	680,885	606,019	74,866	321,121
Capital outlay	5,537,145	2,021,937	3,515,208	1,781,578
Total Expenditures	<u>6,470,143</u>	<u>2,897,258</u>	<u>3,572,885</u>	<u>2,276,184</u>
Excess (Deficiency) of Revenues over Expenditures	<u>678,072</u>	<u>1,925,967</u>	<u>1,247,895</u>	<u>1,718,295</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Street Maintenance Fund	-	-	-	-
Campo Fund	(12,970)	(12,970)	-	(12,597)
Carson City Debt Service Fund	(1,580,469)	(1,580,469)	-	(1,634,911)
Infrastructure Fund	(14,033)	(4,033)	10,000	(16,387)
Total Other Financing Sources (Uses)	<u>(1,607,472)</u>	<u>(1,597,472)</u>	<u>10,000</u>	<u>(1,663,895)</u>
Net Change in Fund Balances	<u>(929,400)</u>	<u>328,495</u>	<u>1,257,895</u>	<u>54,400</u>
Fund Balances, July 1	<u>1,029,400</u>	<u>1,029,400</u>	<u>-</u>	<u>975,000</u>
Fund Balances, June 30	<u>\$ 100,000</u>	<u>\$ 1,357,895</u>	<u>\$ 1,257,895</u>	<u>\$ 1,029,400</u>

See accompanying notes.

CARSON CITY
QUALITY OF LIFE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Sales tax, voter approved	\$ 2,643,491	\$ 2,794,219	\$ 150,728	\$ 2,575,087
Intergovernmental revenues:				
Federal grants	472,729	114,575	(358,154)	50,577
State grants	99,418	70,271	(29,147)	16,218
Other local government grants:				
Noxious weed abatement	-	15,094	15,094	19,444
Other local grants	11,655	7,451	(4,204)	-
	<u>583,802</u>	<u>207,391</u>	<u>(376,411)</u>	<u>86,239</u>
Charges for services:	-	1,197	1,197	708
Miscellaneous:				
Investment income	10,000	17,315	7,315	5,805
Other	1,000	1,000	-	6,310
	<u>11,000</u>	<u>18,315</u>	<u>7,315</u>	<u>12,115</u>
Total Revenues	<u>3,238,293</u>	<u>3,021,122</u>	<u>(217,171)</u>	<u>2,674,149</u>
Expenditures:				
Culture and recreation:				
Park maintenance:				
Salaries and wages	109,394	77,788	31,606	75,902
Employee benefits	23,945	17,615	6,330	20,956
Services and supplies	313,503	246,893	66,610	227,412
Capital outlay	15,000	-	15,000	-
	<u>461,842</u>	<u>342,296</u>	<u>119,546</u>	<u>324,270</u>
Parks capital:				
Salaries and wages	14,287	14,217	70	13,423
Employee benefits	451	-	451	-
Services and supplies	54,160	43,759	10,401	37,654
Capital outlay	1,173,043	463,380	709,663	326,197
	<u>1,241,941</u>	<u>521,356</u>	<u>720,585</u>	<u>377,274</u>
Quality of life:				
Salaries and wages	336,561	275,248	61,313	232,652
Employee benefits	127,609	103,824	23,785	99,134
Services and supplies	524,847	274,131	250,716	209,693
Capital outlay	1,780,375	92,917	1,687,458	56,224
	<u>2,769,392</u>	<u>746,120</u>	<u>2,023,272</u>	<u>597,703</u>
Total Expenditures	<u>4,473,175</u>	<u>1,609,772</u>	<u>2,863,403</u>	<u>1,299,247</u>

See accompanying notes.

**CARSON CITY
QUALITY OF LIFE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Excess (Deficiency) of Revenues over Expenditures	\$ (1,234,882)	\$ 1,411,350	\$ 2,646,232	\$ 1,374,902
Other Financing Sources (Uses):				
Sale of capital assets	-	-	-	-
Transfers in (out):				
General Fund	(120,948)	(129,577)	(8,629)	(102,321)
Carson City Debt Service Fund	(594,479)	(594,479)	-	(594,736)
Total Other Financing Sources (Uses)	(715,427)	(724,056)	(8,629)	(697,057)
Net Change in Fund Balances	(1,950,309)	687,294	2,637,603	677,845
Fund Balances, July 1	2,107,190	2,107,190	-	1,429,345
Fund Balances, June 30	\$ 156,881	\$ 2,794,484	\$ 2,637,603	\$ 2,107,190

**CARSON CITY
GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 4,340,892	\$ 3,327,141	\$ (1,013,751)	\$ 3,078,807
State grants	479,013	439,481	(39,532)	271,059
Other local government grants:				
Interlocal cooperative agreements	179,963	166,741	(13,222)	409,560
	<u>4,999,868</u>	<u>3,933,363</u>	<u>(1,066,505)</u>	<u>3,759,426</u>
Charges for services	<u>315,000</u>	<u>427,180</u>	<u>112,180</u>	<u>66,770</u>
Miscellaneous:				
Donations and gifts	23,554	70,483	46,929	92,936
Other	69,152	93,852	24,700	102,184
	<u>92,706</u>	<u>164,335</u>	<u>71,629</u>	<u>195,120</u>
Total Revenues	<u>5,407,574</u>	<u>4,524,878</u>	<u>(882,696)</u>	<u>4,021,316</u>
Expenditures:				
General government:				
Services and supplies	54,461	-	54,461	31,678
Public safety:				
Salaries and wages	554,034	401,887	152,147	271,221
Employee benefits	153,054	176,833	(23,779)	150,137
Services and supplies	863,558	622,889	240,669	346,955
Capital outlay	26,380	7,932	18,448	170,486
	<u>1,597,026</u>	<u>1,209,541</u>	<u>387,485</u>	<u>938,799</u>
Public works:				
Capital outlay	71,917	71,917	-	-
Judicial:				
Salaries and wages	62,106	62,393	(287)	60,020
Employee benefits	28,522	19,025	9,497	26,990
Services and supplies	23,000	22,461	539	22,978
Capital outlay	31,580	31,580	-	5,412
	<u>145,208</u>	<u>135,459</u>	<u>9,749</u>	<u>115,400</u>
Welfare:				
Salaries and wages	130,197	127,796	2,401	129,892
Employee benefits	65,893	57,946	7,947	61,806
Services and supplies	188,640	128,951	59,689	129,006
Capital outlay	-	-	-	25,500
	<u>384,730</u>	<u>314,693</u>	<u>70,037</u>	<u>346,204</u>

See accompanying notes.

**CARSON CITY
GRANT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Health:				
Salaries and wages	1,399,920	1,235,154	164,766	1,397,121
Employee benefits	567,481	522,040	45,441	542,213
Services and supplies	1,291,471	661,631	629,840	567,358
	<u>3,258,872</u>	<u>2,418,825</u>	<u>840,047</u>	<u>2,506,692</u>
Culture and recreation:				
Salaries and wages	\$ 50,750	\$ 44,485	\$ 6,265	\$ 52,348
Employee benefits	1,476	1,546	(70)	2,067
Services and supplies	94,617	88,600	6,017	71,422
Capital outlay	10,000	9,995	5	-
	<u>156,843</u>	<u>144,626</u>	<u>12,217</u>	<u>125,837</u>
Economic opportunity:				
Services and supplies	377,407	314,411	62,996	90,492
Capital outlay	318,854	18,111	300,743	31,250
	<u>696,261</u>	<u>332,522</u>	<u>363,739</u>	<u>121,742</u>
Total Expenditures	<u>6,365,318</u>	<u>4,627,583</u>	<u>1,737,735</u>	<u>4,186,352</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(957,744)</u>	<u>(102,705)</u>	<u>855,039</u>	<u>(165,036)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	243,694	240,761	(2,933)	467,984
General Fund	(170,308)	-	170,308	-
Total Other Financing Sources (Uses)	<u>73,386</u>	<u>240,761</u>	<u>167,375</u>	<u>467,984</u>
Net Change in Fund Balances	<u>(884,358)</u>	<u>138,056</u>	<u>1,022,414</u>	<u>302,948</u>
Fund Balances, July 1	<u>1,084,358</u>	<u>1,084,358</u>	<u>-</u>	<u>781,410</u>
Fund Balances, June 30	<u>\$ 200,000</u>	<u>\$ 1,222,414</u>	<u>\$ 1,022,414</u>	<u>\$ 1,084,358</u>

CARSON CITY
ARTS & CULTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	\$ 98,931	\$ 118,768	\$ 19,837	\$ -
Miscellaneous:				
Investment income	\$ -	\$ 288	\$ 288	\$ -
Total Revenues	<u>98,931</u>	<u>119,056</u>	<u>20,125</u>	<u>-</u>
Expenditures:				
Culture & recreation				
Arts & culture				
Salaries and wages	28,446	28,446	-	-
Employee benefits	13,016	13,233	(217)	-
Services and supplies	27,469	7,651	19,818	-
Capital outlay	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>98,931</u>	<u>79,330</u>	<u>19,601</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	-	39,726	39,726	-
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>39,726</u>	<u>39,726</u>	<u>-</u>
Fund Balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 39,726</u>	<u>\$ 39,726</u>	<u>\$ -</u>

DEBT SERVICE FUNDS

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

Nonmajor Funds

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

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

**CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>CARSON CITY DEBT</u>	<u>REDEVELOPMENT DEBT</u>	<u>TOTAL</u>
ASSETS			
Cash and investments	\$ 67,002	\$ 70,053	\$ 137,055
Taxes receivable, delinquent	-	11,232	11,232
Accounts receivable	-	-	-
	<u>67,002</u>	<u>81,285</u>	<u>148,287</u>
Total Assets	<u>\$ 67,002</u>	<u>\$ 81,285</u>	<u>\$ 148,287</u>
DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ -	\$ -	\$ -
Deferred inflows of resources:			
Unavailable revenue - delinquent property taxes	\$ -	\$ 6,611	\$ 6,611
Fund balances:			
Restricted	-	74,674	74,674
Assigned	67,002	-	67,002
	<u>67,002</u>	<u>74,674</u>	<u>141,676</u>
Total Fund Balances	<u>67,002</u>	<u>74,674</u>	<u>141,676</u>
Total Deferred Inflows of Resources and Fund Balances	<u>\$ 67,002</u>	<u>\$ 81,285</u>	<u>\$ 148,287</u>

**CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018**

	CARSON CITY DEBT	REDEVELOPMENT DEBT	TOTAL
Revenues:			
Taxes	\$ -	\$ 1,876,297	\$ 1,876,297
Intergovernmental revenues	440,844	-	440,844
Miscellaneous	17,570	7,833	25,403
Total Revenues	458,414	1,884,130	2,342,544
Expenditures:			
Debt service:			
Principal	5,362,399	235,000	5,597,399
Interest	2,923,194	40,400	2,963,594
Fiscal charges	801	-	801
Total Expenditures	8,286,394	275,400	8,561,794
Excess (Deficiency) of Revenues over Expenditures	(7,827,980)	1,608,730	(6,219,250)
Other Financing Sources (Uses):			
Refunding bonds issued	-	-	-
Premium on refunding bonds	-	-	-
Payment to refunded bond escrow agent	-	-	-
Transfers in	7,828,012	-	7,828,012
Transfers out	-	(1,675,113)	(1,675,113)
Total Other Financing Sources (Uses)	7,828,012	(1,675,113)	6,152,899
Net Change in Fund Balances	32	(66,383)	(66,351)
Fund Balances, July 1	66,970	141,057	208,027
Fund Balances, June 30	\$ 67,002	\$ 74,674	\$ 141,676

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, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Intergovernmental revenues:				
Federal interest subsidy	\$ 93,787	\$ 94,089	\$ 302	\$ 43,507
Other local government grants:				
Interlocal cooperative agreements	346,755	346,755	-	347,655
	<u>440,542</u>	<u>440,844</u>	<u>302</u>	<u>391,162</u>
Miscellaneous:				
Investment income	8,000	6,532	(1,468)	2,518
Rents and royalties	11,039	11,038	(1)	95,127
	<u>19,039</u>	<u>17,570</u>	<u>(1,469)</u>	<u>97,645</u>
Total Revenues	<u>459,581</u>	<u>458,414</u>	<u>(1,167)</u>	<u>488,807</u>
Expenditures:				
Debt service:				
General obligation bonds:				
Principal	3,574,999	3,574,999	-	3,475,000
Interest	2,149,873	2,149,873	-	2,247,449
	<u>5,724,872</u>	<u>5,724,872</u>	<u>-</u>	<u>5,722,449</u>
Revenue bonds:				
Principal	1,104,600	1,104,600	-	987,800
Interest	475,869	475,869	-	647,111
	<u>1,580,469</u>	<u>1,580,469</u>	<u>-</u>	<u>1,634,911</u>
Notes payable:				
Principal	682,800	682,800	-	546,500
Interest	297,452	297,452	-	154,561
	<u>980,252</u>	<u>980,252</u>	<u>-</u>	<u>701,061</u>
Fiscal charges	5,241	801	4,440	79,645
Total Expenditures	<u>8,290,834</u>	<u>8,286,394</u>	<u>4,440</u>	<u>8,138,066</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(7,831,253)</u>	<u>(7,827,980)</u>	<u>3,273</u>	<u>(7,649,259)</u>

See accompanying notes.

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, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Other Financing Sources (Uses):				
Refunding bonds issued	\$ -	\$ -	\$ -	\$ 5,951,000
Premium on refunding bonds	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	(5,859,759)
Transfers in (out):				
General Fund	3,213,964	3,213,964	-	2,937,860
Senior Citizens Center Fund	156,000	156,000	-	151,600
Regional Transportation Fund	1,580,469	1,580,469	-	1,634,911
Capital Projects Fund	362,303	362,303	-	230,104
Infrastructure Tax Fund	775,625	775,625	-	773,575
V & T Special Infrastructure Fund	1,042,900	1,042,900	-	1,042,450
Quality of Life Fund	594,479	594,479	-	594,736
911 Surcharge Fund	102,272	102,272	-	103,223
Total Other Financing Sources (Uses)	<u>7,828,012</u>	<u>7,828,012</u>	<u>-</u>	<u>7,559,700</u>
Net Change in Fund Balances	(3,241)	32	3,273	(89,559)
Fund Balances, July 1	<u>66,970</u>	<u>66,970</u>	<u>-</u>	<u>156,529</u>
Fund Balances, June 30	<u>\$ 63,729</u>	<u>\$ 67,002</u>	<u>\$ 3,273</u>	<u>\$ 66,970</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, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Ad valorem	\$ 1,837,963	\$ 1,876,297	\$ 38,334	\$ 1,745,597
Miscellaneous				
Investment income	2,500	7,833	5,333	(75)
Total Revenues	<u>1,840,463</u>	<u>1,884,130</u>	<u>43,667</u>	<u>1,745,522</u>
Expenditures:				
Debt service:				
Principal	235,000	235,000	-	230,000
Interest	40,400	40,400	-	49,600
Fiscal charges	100	-	100	100
Total Expenditures	<u>275,500</u>	<u>275,400</u>	<u>100</u>	<u>279,700</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,564,963</u>	<u>1,608,730</u>	<u>43,767</u>	<u>1,465,822</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Administration Fund	(271,245)	(271,245)	-	(287,342)
Redevelopment Revolving Fund	(1,403,868)	(1,403,868)	-	(1,193,387)
Total Other Financing Sources (Uses)	<u>(1,675,113)</u>	<u>(1,675,113)</u>	<u>-</u>	<u>(1,480,729)</u>
Net Change in Fund Balances	(110,150)	(66,383)	43,767	(14,907)
Fund Balances, July 1	<u>141,057</u>	<u>141,057</u>	<u>-</u>	<u>155,964</u>
Fund Balances, June 30	<u>\$ 30,907</u>	<u>\$ 74,674</u>	<u>\$ 43,767</u>	<u>\$ 141,057</u>

CAPITAL PROJECTS FUNDS

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

Nonmajor Funds

Extraordinary Maintenance Fund - This Fund is used to account for expenditures in accordance with NRS 354.6105 for the extraordinary maintenance, repair, or improvement of capital projects or facilities that replace capital projects of the City.

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.

Infrastructure Fund This Fund accounts for one-eighth of one percent (.125) increase in Sales Taxes pursuant to Nevada Revised Statute 377B. Proceeds from this tax must be spent in accordance with the Plan set forth, which includes payment of principal and interest on notes, bonds or other securities issued to provide money for the cost of the capital projects, facilities, and activities described in the Plan.

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
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>EXTRAORDINARY MAINTENANCE</u>	<u>RESIDENTIAL CONSTRUCTION</u>	<u>INFRASTRUCTURE TAX</u>	<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
ASSETS					
Cash and investments:	\$ 73,743	\$ 391,580	\$ 2,851,661	\$ 1,015,354	\$ 4,332,338
Accounts receivable	-	-	-	37,204	37,204
Due from other governments	-	-	252,752	-	252,752
Total Assets	<u><u>\$ 73,743</u></u>	<u><u>\$ 391,580</u></u>	<u><u>\$ 3,104,413</u></u>	<u><u>\$ 1,052,558</u></u>	<u><u>\$ 4,622,294</u></u>
LIABILITIES					
Accounts payable	-	26,000	156,882	35,400	218,282
FUND BALANCES					
Restricted	73,743	365,580	2,947,531	1,017,158	4,404,012
Total Liabilities and Fund Balances	<u><u>\$ 73,743</u></u>	<u><u>\$ 391,580</u></u>	<u><u>\$ 3,104,413</u></u>	<u><u>\$ 1,052,558</u></u>	<u><u>\$ 4,622,294</u></u>

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	<u>EXTRAORDINARY MAINTENANCE</u>	<u>RESIDENTIAL CONSTRUCTION</u>	<u>INFRASTRUCTURE TAX</u>	<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
Revenues:					
Taxes	\$ -	\$ 62,600	\$ 1,396,757	\$ -	\$ 1,459,357
Miscellaneous	-	2,873	28,406	42,765	74,044
Total Revenues	-	65,473	1,425,163	42,765	1,533,401
Expenditures:					
Current:					
General Government	98,528	-	-	-	98,528
Community support	-	-	35,032	548,320	583,352
Capital outlay:					
General Government	42,324	-	-	-	42,324
Culture and recreation	-	17,412	-	-	17,412
Community support	-	-	562,582	81,498	644,080
Total Expenditures	140,852	17,412	597,614	629,818	1,385,696
Excess (Deficiency) of Revenues over Expenditures	(140,852)	48,061	827,549	(587,053)	147,705
Other Financing Sources (Uses):					
Transfers in	100,000	-	4,033	1,403,868	1,507,901
Transfers out	-	-	(775,625)	(480,000)	(1,255,625)
Total Other Financing Sources (Uses)	100,000	-	(771,592)	923,868	252,276
Net Change in Fund Balances	(40,852)	48,061	55,957	336,815	399,981
Fund Balances, July 1	114,595	317,519	2,891,574	680,343	4,004,031
Fund Balances, June 30	<u>\$ 73,743</u>	<u>\$ 365,580</u>	<u>\$ 2,947,531</u>	<u>\$ 1,017,158</u>	<u>\$ 4,404,012</u>

**CARSON CITY
EXTRAORDINARY MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Expenditures:				
General Government:				
Services and supplies	\$ -	\$ 98,528	\$ (98,528)	\$ -
Capital Outlay	209,595	42,324	167,271	1,472
Total Expenditures	<u>209,595</u>	<u>140,852</u>	<u>68,743</u>	<u>1,472</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(209,595)</u>	<u>(140,852)</u>	<u>68,743</u>	<u>(1,472)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	100,000	100,000	-	100,000
Net Change in Fund Balances	(109,595)	(40,852)	68,743	98,528
Fund Balances, July 1	<u>114,595</u>	<u>114,595</u>	<u>-</u>	<u>16,067</u>
Fund Balances, June 30	<u><u>\$ 5,000</u></u>	<u><u>\$ 73,743</u></u>	<u><u>\$ 68,743</u></u>	<u><u>\$ 114,595</u></u>

**CARSON CITY
RESIDENTIAL CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Park residential construction tax	\$ 80,000	\$ 62,600	\$ (17,400)	\$ 172,000
Intergovernmental revenues:				
Federal grants	261,657	-	(261,657)	-
Miscellaneous:				
Investment income	2,500	2,873	373	1,290
Total Revenues	<u>344,157</u>	<u>65,473</u>	<u>(278,684)</u>	<u>173,290</u>
Expenditures:				
Culture and recreation:				
Capital outlay:				
Schulz Ranch	-	-	-	49,000
Ross Gold Park	524,480	17,412	507,068	4,103
Other projects	132,196	-	132,196	6,226
	<u>656,676</u>	<u>17,412</u>	<u>639,264</u>	<u>59,329</u>
Total Expenditures	<u>656,676</u>	<u>17,412</u>	<u>639,264</u>	<u>59,329</u>
Excess (Deficiency) of Revenues over Expenditures	(312,519)	48,061	360,580	113,961
Fund Balances, July 1	<u>317,519</u>	<u>317,519</u>	-	<u>203,558</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 365,580</u>	<u>\$ 360,580</u>	<u>\$ 317,519</u>

**CARSON CITY
INFRASTRUCTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Taxes:				
Sales tax	\$ 1,318,628	\$ 1,396,757	\$ 78,129	\$ 1,283,794
Miscellaneous:				
Investment income	35,000	21,406	(13,594)	3,562
Donations and gifts	7,000	7,000	-	12,600
	<u>42,000</u>	<u>28,406</u>	<u>(13,594)</u>	<u>16,162</u>
Total Revenues	<u>1,360,628</u>	<u>1,425,163</u>	<u>64,535</u>	<u>1,299,956</u>
Expenditures:				
Health				
Services & supplies	-	-	-	4,656
Capital outlay	-	-	-	699,051
	<u>-</u>	<u>-</u>	<u>-</u>	<u>703,707</u>
Culture & Recreation:				
Services & supplies	11,450	-	11,450	-
Capital outlay	25,000	-	25,000	-
	<u>36,450</u>	<u>-</u>	<u>36,450</u>	<u>-</u>
Community Support:				
Services & supplies	104,780	35,032	69,748	2,140
Capital outlay	3,315,767	562,582	2,753,185	3,994,336
	<u>3,420,547</u>	<u>597,614</u>	<u>2,822,933</u>	<u>3,996,476</u>
Total Expenditures	<u>3,456,997</u>	<u>597,614</u>	<u>2,859,383</u>	<u>4,700,183</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,096,369)</u>	<u>827,549</u>	<u>2,923,918</u>	<u>(3,400,227)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	-	-	-	-
Regional Transportation Fund	14,033	4,033	10,000	16,387
Debt Service Fund	(775,625)	(775,625)	-	(773,575)
	<u>(761,592)</u>	<u>(771,592)</u>	<u>(10,000)</u>	<u>(757,188)</u>
Total Other Financing Sources (Uses)	<u>(761,592)</u>	<u>(771,592)</u>	<u>(10,000)</u>	<u>(757,188)</u>
Net Change in Fund Balances	<u>(2,857,961)</u>	<u>55,957</u>	<u>2,913,918</u>	<u>(4,157,415)</u>
Fund Balances, July 1	<u>2,891,574</u>	<u>2,891,574</u>	<u>-</u>	<u>7,048,989</u>
Fund Balances, June 30	<u>\$ 33,613</u>	<u>\$ 2,947,531</u>	<u>\$ 2,913,918</u>	<u>\$ 2,891,574</u>

See accompanying notes.

**CARSON CITY
REDEVELOPMENT REVOLVING FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Revenues:				
Miscellaneous:				
Investment income	\$ 4,000	\$ 5,322	\$ 1,322	\$ 3,725
Gifts and donations	-	-	-	-
Miscellaneous other	-	37,443	37,443	576
Total Revenues	<u>4,000</u>	<u>42,765</u>	<u>38,765</u>	<u>4,301</u>
Expenditures:				
Community support:				
Redevelopment:				
Services and supplies	1,262,190	548,320	713,870	400,454
Capital outlay	431,356	81,498	349,858	254,375
Total Expenditures	<u>1,693,546</u>	<u>629,818</u>	<u>1,063,728</u>	<u>654,829</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,689,546)</u>	<u>(587,053)</u>	<u>1,102,493</u>	<u>(650,528)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	1,403,868	1,403,868	-	1,193,387
General Fund	-	(480,000)	(480,000)	(480,000)
Total Other Financing Sources (Uses)	<u>1,403,868</u>	<u>923,868</u>	<u>(480,000)</u>	<u>713,387</u>
Net Change in Fund Balances	(285,678)	336,815	622,493	62,859
Fund Balances, July 1	<u>680,343</u>	<u>680,343</u>	<u>-</u>	<u>617,484</u>
Fund Balances, June 30	<u>\$ 394,665</u>	<u>\$ 1,017,158</u>	<u>\$ 622,493</u>	<u>\$ 680,343</u>

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ENTERPRISE FUNDS

Enterprise Funds are used to account for operations that are financed and operated in a manner similar to private business enterprises—where the intent of the government's board is that the costs of providing goods and services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the government's board has decided that periodic determination of net income is appropriate for accountability purposes.

Major Funds

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

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

Nonmajor Funds

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

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

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

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

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**CARSON CITY
SEWER FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 14,837,878	\$ 15,131,864	\$ 293,986	\$ 12,996,501
Operating Expenses:				
Salaries and wages	1,718,486	1,641,850	76,636	1,491,839
Employee benefits	825,834	1,064,284	(238,450)	782,452
Services and supplies	4,455,857	3,907,354	548,503	3,508,870
Depreciation	3,500,000	4,728,685	(1,228,685)	3,385,557
Total Operating Expenses	<u>10,500,177</u>	<u>11,342,173</u>	<u>(841,996)</u>	<u>9,168,718</u>
Operating Income (Loss)	<u>4,337,701</u>	<u>3,789,691</u>	<u>(548,010)</u>	<u>3,827,783</u>
Nonoperating Revenues (Expenses):				
Investment income	10,000	143,894	133,894	29,684
Miscellaneous	23,000	24,976	1,976	23,138
Interest expense	(1,514,069)	(1,475,714)	38,355	(1,002,575)
Federal interest subsidy	1,550	1,464	(86)	1,508
Gain (loss) on sales of capital assets	-	(91,895)	(91,895)	4,085
Bond issuance costs	(202,521)	(193,797)	8,724	(1,402)
Total Nonoperating Revenues (Expenses)	<u>(1,682,040)</u>	<u>(1,591,072)</u>	<u>90,968</u>	<u>(945,562)</u>
Income (Loss) Before Transfers and Contributions	<u>2,655,661</u>	<u>2,198,619</u>	<u>(457,042)</u>	<u>2,882,221</u>
Capital Contributions:				
Capital assets	-	-	-	-
Developers	-	386,886	386,886	41,974
Connection fees	153,500	383,217	229,717	244,160
Total Capital Contributions	<u>153,500</u>	<u>770,103</u>	<u>616,603</u>	<u>286,134</u>
Transfers out	-	-	-	-
Change in Net Position	<u>\$ 2,809,161</u>	2,968,722	<u>\$ 159,561</u>	3,168,355
Net Position, July 1		55,352,044		52,183,689
Prior period restatement		(1,361,535)		-
Net Position, July 1 (as restated)		<u>53,990,509</u>		<u>52,183,689</u>
Net Position, June 30		<u>\$ 56,959,231</u>		<u>\$ 55,352,044</u>

See accompanying notes.

**CARSON CITY
SEWER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 14,837,878	\$ 14,666,712	\$ (171,166)	\$ 13,008,697
Cash payments for personnel costs	(2,423,936)	(2,310,669)	113,267	(2,314,441)
Cash payments for services and supplies	(4,455,857)	(4,208,941)	246,916	(3,202,442)
Miscellaneous cash received	23,000	24,976	1,976	23,138
	<u>7,981,085</u>	<u>8,172,078</u>	<u>190,993</u>	<u>7,514,952</u>
Net Cash Provided (Used) by Operating Activities				
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	9,742,292	10,224,938	482,646	25,075,445
Connection fees	153,500	383,217	229,717	244,160
Acquisition of capital assets	(24,802,616)	(8,874,171)	15,928,445	(24,437,754)
Principal paid on capital debt	(2,752,580)	(2,752,580)	-	(1,614,719)
Interest paid on capital debt	(1,514,069)	(1,440,368)	73,701	(732,338)
Bond issuance costs	(202,521)	(193,797)	8,724	(1,402)
Federal interest subsidy	1,550	1,464	(86)	1,508
	<u>(19,374,444)</u>	<u>(2,651,297)</u>	<u>16,723,147</u>	<u>(1,465,100)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities				
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	10,000	143,894	133,894	29,684
	<u>10,000</u>	<u>143,894</u>	<u>133,894</u>	<u>29,684</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(11,383,359)	5,664,675	17,048,034	6,079,536
Cash and Cash Equivalents, July 1	12,773,552	12,773,552	-	6,694,016
	<u>12,773,552</u>	<u>12,773,552</u>	<u>-</u>	<u>6,694,016</u>
Cash and Cash Equivalents, June 30	\$ 1,390,193	\$ 18,438,227	\$ 17,048,034	\$ 12,773,552
	<u>\$ 1,390,193</u>	<u>\$ 18,438,227</u>	<u>\$ 17,048,034</u>	<u>\$ 12,773,552</u>

**CARSON CITY
SEWER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 4,337,701	\$ 3,789,691	\$ (548,010)	\$ 3,827,783
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	3,500,000	4,728,685	1,228,685	3,385,557
Nonoperating revenues	23,000	24,976	1,976	23,138
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(464,861)	(464,861)	12,445
Due from other governments	-	117,412	117,412	(21,647)
Prepaid items	-	9,009	9,009	(1,174)
Deferred outflows	-	111,535	111,535	(258,760)
Increase (decrease) in:				
Accounts payable	-	(428,008)	(428,008)	329,422
Accrued salaries and benefits	-	(4,460)	(4,460)	(64,386)
Due to other governments	-	-	-	(173)
Unearned revenue	-	(67)	(67)	(23)
Connection deposits	-	(224)	(224)	(226)
Accrued compensated absences	-	5,925	5,925	(114,249)
Net OPEB obligation	-	100,042	100,042	132,441
Net retirement obligation	-	133,111	133,111	320,273
Deferred inflows	-	49,312	49,312	(55,469)
Total Adjustments	3,523,000	4,382,387	859,387	3,687,169
Net Cash Provided (Used) by Operating Activities	\$ 7,860,701	\$ 8,172,078	\$ 311,377	\$ 7,514,952
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ -		\$ 151,403
Retainage payable on construction of capital assets		374,895		763,314
Refunding amounts paid to escrow		-		-
Contributed capital assets		386,886		41,974

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**CARSON CITY
WATER FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 15,418,126	\$ 15,652,915	\$ 234,789	\$ 14,715,096
Other charges	306,800	267,132	(39,668)	337,919
Total Operating Revenues	<u>15,724,926</u>	<u>15,920,047</u>	<u>195,121</u>	<u>15,053,015</u>
Operating Expenses:				
Salaries and wages	1,836,061	1,675,034	161,027	1,559,356
Employee benefits	1,002,109	1,239,505	(237,396)	934,593
Services and supplies	5,710,502	5,106,110	604,392	5,453,566
Depreciation and amortization	3,500,000	3,283,296	216,704	3,331,454
Total Operating Expenses	<u>12,048,672</u>	<u>11,303,945</u>	<u>744,727</u>	<u>11,278,969</u>
Operating Income (Loss)	<u>3,676,254</u>	<u>4,616,102</u>	<u>939,848</u>	<u>3,774,046</u>
Nonoperating Revenues (Expenses):				
Investment income	15,000	59,487	44,487	17,742
Miscellaneous	-	-	-	1,582
Interest expense	(1,955,101)	(1,960,200)	(5,099)	(2,047,931)
Federal interest subsidy	195,678	224,277	28,599	224,329
Gain (loss) on sales of capital assets	-	(46,646)	(46,646)	(98,004)
Bond issuance costs	(2,000)	(1,206)	794	(1,331)
Total Nonoperating Revenues (Expenses)	<u>(1,746,423)</u>	<u>(1,724,288)</u>	<u>22,135</u>	<u>(1,903,613)</u>
Income (Loss) Before Contributions and Transfers	<u>1,929,831</u>	<u>2,891,814</u>	<u>961,983</u>	<u>1,870,433</u>
Capital Contributions:				
Capital assets	-	-	-	4,161
Capital grants	-	125,000	125,000	125,000
Developers	-	232,669	232,669	75,648
Connection fees	30,000	249,664	219,664	185,015
Total Capital Contributions	<u>30,000</u>	<u>607,333</u>	<u>577,333</u>	<u>389,824</u>
Transfers out	-	-	-	-
Change in Net Position	<u>\$ 1,959,831</u>	<u>3,499,147</u>	<u>\$ 1,539,316</u>	<u>2,260,257</u>
Net Position, July 1		43,812,076		41,551,819
Prior period restatement		(656,980)		-
Net Position, July 1 (as restated)		<u>43,155,096</u>		<u>41,551,819</u>
Net Position, June 30		<u>\$ 46,654,243</u>		<u>\$ 43,812,076</u>

See accompanying notes.

**CARSON CITY
WATER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 15,724,926	\$ 15,739,080	\$ 14,154	\$ 14,972,082
Cash payments for personnel costs	(2,674,530)	(2,427,880)	246,650	(2,383,873)
Cash payments for services and supplies	(5,710,502)	(5,171,772)	538,730	(5,824,882)
Miscellaneous cash received	-	-	-	1,582
	<u>7,339,894</u>	<u>8,139,428</u>	<u>799,534</u>	<u>6,764,909</u>
Net Cash Provided (Used) by Operating Activities				
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	-	-	-	831,455
Connection fees	30,000	249,664	219,664	185,015
Acquisition of capital assets	(2,986,030)	(244,879)	2,741,151	(1,088,285)
Principal paid on capital debt	(3,366,154)	(3,366,154)	-	(3,229,806)
Interest paid on capital debt	(1,955,101)	(2,034,156)	(79,055)	(2,089,288)
Bond issuance costs	(2,000)	(1,206)	794	(1,331)
Federal interest subsidy	195,678	224,277	28,599	224,329
Subsidy from grant	-	125,000	125,000	125,000
	<u>(8,083,607)</u>	<u>(5,047,454)</u>	<u>3,036,153</u>	<u>(5,042,911)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities				
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	15,000	59,487	44,487	17,742
	<u>15,000</u>	<u>59,487</u>	<u>44,487</u>	<u>17,742</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(728,713)	3,151,461	3,880,174	1,739,740
Cash and Cash Equivalents, July 1	4,179,422	4,179,422	-	2,439,682
Cash and Cash Equivalents, June 30	<u>\$ 3,450,709</u>	<u>\$ 7,330,883</u>	<u>\$ 3,880,174</u>	<u>\$ 4,179,422</u>

**CARSON CITY
WATER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 3,676,254	\$ 4,616,102	\$ 939,848	\$ 3,774,046
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	3,500,000	3,283,296	(216,704)	3,331,454
Nonoperating revenues	-	-	-	1,582
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(205,650)	(205,650)	115,892
Due from other governments	-	63,735	63,735	496
Inventories	-	(61,266)	(61,266)	(937)
Prepaid items	-	1,829	1,829	12,949
Deferred outflows	-	147,826	147,826	(284,269)
Increase (decrease) in:				
Accounts payable	-	(126,976)	(126,976)	(142,132)
Accrued salaries and benefits	-	(2,085)	(2,085)	(64,673)
Due to other governments	-	57,016	57,016	(241,692)
Unearned revenue	-	(142)	(142)	(201,551)
Connection deposits	-	24,825	24,825	4,726
Accrued compensated absences	-	13,301	13,301	(8,935)
Net OPEB obligation	-	45,839	45,839	164,422
Net retirement obligation	-	239,718	239,718	380,381
Deferred inflows	-	42,060	42,060	(76,850)
Total Adjustments	3,500,000	3,523,326	23,326	2,990,863
Net Cash Provided (Used) by Operating Activities	\$ 7,176,254	\$ 8,139,428	\$ 963,174	\$ 6,764,909
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 393,972		\$ 50,793
Retainage payable on construction of capital assets		2,515		2,515
Contributed capital assets		232,669		79,809

CARSON CITY
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	STORMWATER		CEMETERY	BUILDING	
	AMBULANCE	DRAINAGE		PERMITS	TOTAL
ASSETS					
Current assets:					
Cash and investments	\$ 2,065,225	\$ 5,668,838	\$ 230,078	\$ 572,209	\$ 8,536,350
Receivables:					
Accounts and contracts, net	1,380,349	231,331	-	-	1,611,680
Due from other governments	2,767,163	-	-	-	2,767,163
Inventories	-	-	13,154	-	13,154
Prepaid items	409	-	-	-	409
Total Current Assets	<u>6,213,146</u>	<u>5,900,169</u>	<u>243,232</u>	<u>572,209</u>	<u>12,928,756</u>
Capital assets:					
Land	-	1,594,781	293,449	-	1,888,230
Buildings	-	235,212	354,931	-	590,143
Improvements other than buildings	-	8,149,471	173,211	-	8,322,682
Machinery and equipment	1,035,779	1,395,241	127,649	-	2,558,669
Construction in progress	-	217,598	-	-	217,598
	<u>1,035,779</u>	<u>11,592,303</u>	<u>949,240</u>	<u>-</u>	<u>13,577,322</u>
Less: Accumulated depreciation	(635,560)	(2,542,092)	(324,296)	-	(3,501,948)
Net Capital Assets	<u>400,219</u>	<u>9,050,211</u>	<u>624,944</u>	<u>-</u>	<u>10,075,374</u>
Total Noncurrent Assets	<u>400,219</u>	<u>9,050,211</u>	<u>624,944</u>	<u>-</u>	<u>10,075,374</u>
Total Assets	<u>6,613,365</u>	<u>14,950,380</u>	<u>868,176</u>	<u>572,209</u>	<u>23,004,130</u>
Deferred Outflows of Resources					
Deferred retirement contributions	291,881	17,706	4,363	16,558	330,508
Deferred actuarial adjustment to contributions	57,561	3,496	874	3,246	65,177
Deferred earnings on retirement investments	35,254	3,166	358	2,163	40,941
Deferred change in assumptions	287,664	17,472	4,368	16,224	325,728
Deferred loss on refundings	-	83,805	-	-	83,805
Total Deferred Outflows of Resources	<u>672,360</u>	<u>125,645</u>	<u>9,963</u>	<u>38,191</u>	<u>846,159</u>
Total Assets and Deferred Outflows of Resources	<u>7,285,725</u>	<u>15,076,025</u>	<u>878,139</u>	<u>610,400</u>	<u>23,850,289</u>
LIABILITIES:					
Current liabilities:					
Accounts payable	35,404	14,812	903	131,669	182,788
Accrued salaries and benefits	59,756	4,112	2,007	6,447	72,322
Accrued interest	-	65,063	-	-	65,063
Due to other governments	-	1,800	-	-	1,800
Unearned revenue	-	-	269,907	-	269,907
Current portion:					
Accrued compensated absences	54,432	605	1,517	7,330	63,884
General obligation bonds and notes payable	-	522,433	-	-	522,433
Total Current Liabilities	<u>149,592</u>	<u>608,825</u>	<u>274,334</u>	<u>145,446</u>	<u>1,178,197</u>
Noncurrent liabilities:					
Accrued compensated absences, net of current portion	248,988	24,473	-	12,723	286,184
Net OPEB obligation	2,836,208	205,541	314,505	394,003	3,750,257
Net retirement obligation	4,642,816	216,342	195,667	188,683	5,243,508
General obligation bonds and notes payable	-	8,376,749	-	-	8,376,749
Total Noncurrent Liabilities	<u>7,728,012</u>	<u>8,823,105</u>	<u>510,172</u>	<u>595,409</u>	<u>17,656,698</u>
Total Liabilities	<u>7,877,604</u>	<u>9,431,930</u>	<u>784,506</u>	<u>740,855</u>	<u>18,834,895</u>
Deferred inflows of resources:					
Deferred earnings on retirement investments	-	-	-	-	-
Deferred change in experience	289,879	17,760	7,747	16,062	331,448
Deferred change in retirement contributions	62,017	3,767	942	3,498	70,224
Deferred change in assumptions	34,369	2,113	4,223	1,835	42,540
Total Deferred Inflows of Resources	<u>386,265</u>	<u>23,640</u>	<u>12,912</u>	<u>21,395</u>	<u>444,212</u>
Total Liabilities and Deferred Inflows of Resources	<u>8,263,869</u>	<u>9,455,570</u>	<u>797,418</u>	<u>762,250</u>	<u>19,279,107</u>
NET POSITION					
Net investment in capital assets	400,219	138,263	624,944	-	1,163,426
Unrestricted	(1,378,363)	5,482,192	(544,223)	(151,850)	3,407,756
Total Net Position	<u>\$ (978,144)</u>	<u>\$ 5,620,455</u>	<u>\$ 80,721</u>	<u>\$ (151,850)</u>	<u>\$ 4,571,182</u>

See accompanying notes.

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
Operating Revenues:					
Charges for services	\$ 4,973,579	\$ 1,707,494	\$ 112,577	\$ 1,133,408	\$ 7,927,058
Operating Expenses:					
Salaries and wages	1,698,351	130,779	46,744	164,907	2,040,781
Employee benefits	1,636,818	84,381	57,849	61,105	1,840,153
Services and supplies	1,042,071	435,538	35,160	951,882	2,464,651
Depreciation	94,898	283,268	12,892	-	391,058
Total Operating Expenses	<u>4,472,138</u>	<u>933,966</u>	<u>152,645</u>	<u>1,177,894</u>	<u>6,736,643</u>
Operating Income (Loss)	<u>501,441</u>	<u>773,528</u>	<u>(40,068)</u>	<u>(44,486)</u>	<u>1,190,415</u>
Nonoperating Revenues (Expenses):					
Investment income	13,233	38,855	1,805	5,063	58,956
Miscellaneous	22,681	5,000	9,511	200	37,392
Interest expense	-	(164,351)	-	-	(164,351)
Gain (loss) on disposal of capital assets	2,470	-	-	-	2,470
Bond issue costs	-	(227,134)	-	-	(227,134)
Total Nonoperating Revenues (Expenses)	<u>38,384</u>	<u>(347,630)</u>	<u>11,316</u>	<u>5,263</u>	<u>(292,667)</u>
Income (Loss) Before Capital Contributions and Transfers	<u>539,825</u>	<u>425,898</u>	<u>(28,752)</u>	<u>(39,223)</u>	<u>897,748</u>
Capital Contributions:					
Capital assets	44,193	-	-	-	44,193
Transfers:					
Transfers In	276,797	-	10,000	-	286,797
Transfers Out	(31,020)	-	-	-	(31,020)
Total Transfers	<u>245,777</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>255,777</u>
Change in Net Position	829,795	425,898	(18,752)	(39,223)	1,197,718
Net Position, July 1	(3,407,938)	5,236,489	304,035	174,934	2,307,520
Prior period restatement	1,599,999	(41,932)	(204,562)	(287,561)	1,065,944
Net Position, July 1, (as restated)	<u>(1,807,939)</u>	<u>5,194,557</u>	<u>99,473</u>	<u>(112,627)</u>	<u>3,373,464</u>
Net Position, June 30	<u>\$ (978,144)</u>	<u>\$ 5,620,455</u>	<u>\$ 80,721</u>	<u>\$ (151,850)</u>	<u>\$ 4,571,182</u>

See accompanying notes.

CARSON CITY
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 1 OF 2)

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received for services	\$ 4,789,332	\$ 1,648,695	\$ 122,074	\$ 1,133,408	\$ 7,693,509
Cash payments for personnel costs	(2,534,292)	(193,272)	(76,973)	(212,886)	(3,017,423)
Cash payments for services and supplies	(1,063,650)	(434,420)	(40,071)	(920,207)	(2,458,348)
Miscellaneous cash received	22,681	5,000	9,511	200	37,392
Net Cash Provided (Used) by Operating Activities	<u>1,214,071</u>	<u>1,026,003</u>	<u>14,541</u>	<u>515</u>	<u>2,255,130</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer from other funds	276,797	-	10,000	-	286,797
Transfer to other funds	(31,020)	-	-	-	(31,020)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>245,777</u>	<u>-</u>	<u>10,000</u>	<u>-</u>	<u>255,777</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from capital debt	-	5,113,503	-	-	5,113,503
Proceeds from sale of capital assets	2,470	-	-	-	2,470
Acquisition of capital assets	(213,675)	(40,847)	-	-	(254,522)
Principal paid on capital debt	-	(497,522)	-	-	(497,522)
Interest paid on capital debt	-	(108,450)	-	-	(108,450)
Bond issuance costs	-	(227,134)	-	-	(227,134)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(211,205)</u>	<u>4,239,550</u>	<u>-</u>	<u>-</u>	<u>4,028,345</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income	13,233	38,855	1,805	5,063	58,956
Net Increase (Decrease) in Cash and Cash Equivalents	1,261,876	5,304,408	26,346	5,578	6,598,208
Cash and Cash Equivalents, July 1	<u>803,349</u>	<u>364,430</u>	<u>203,732</u>	<u>566,631</u>	<u>1,938,142</u>
Cash and Cash Equivalents, June 30	<u><u>\$ 2,065,225</u></u>	<u><u>\$ 5,668,838</u></u>	<u><u>\$ 230,078</u></u>	<u><u>\$ 572,209</u></u>	<u><u>\$ 8,536,350</u></u>

CARSON CITY
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(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)	\$ 501,441	\$ 773,528	\$ (40,068)	\$ (44,486)	\$ 1,190,415
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	94,898	283,268	12,892	-	391,058
Nonoperating revenues	22,681	5,000	9,511	200	37,392
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(66,515)	(58,799)	-	-	(125,314)
Due from other governments	(117,732)	-	-	-	(117,732)
Inventories	-	-	354	-	354
Prepaid items	(216)	156	-	-	(60)
Retirement deferred outflows	301,579	(25)	21,118	(4,869)	317,803
Increase (decrease) in:					
Accounts payable	(21,328)	(838)	(5,265)	31,675	4,244
Accrued salaries and benefits	4,586	(912)	269	4,159	8,102
Due to other governments	(35)	1,800	-	-	1,765
Unearned revenue	-	-	9,497	-	9,497
Accrued compensated absences	72,408	(3,626)	(6,476)	4,412	66,718
Net OPEB obligation	194,743	8,803	5,533	(7,497)	201,582
Net retirement obligation	221,516	10,153	6,373	8,442	246,484
Retirement deferred inflows	6,045	7,495	803	8,479	22,822
Total Adjustments	<u>712,630</u>	<u>252,475</u>	<u>54,609</u>	<u>45,001</u>	<u>1,064,715</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,214,071</u>	<u>\$ 1,026,003</u>	<u>\$ 14,541</u>	<u>\$ 515</u>	<u>\$ 2,255,130</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Purchase of capital assets on account	\$ -	\$ 12,768	\$ -	\$ -	\$ 12,768

**CARSON CITY
AMBULANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services	\$ 3,123,626	\$ 4,973,579	\$ 1,849,953	\$ 3,314,887
Operating Expenses:				
Salaries and wages	1,695,706	1,698,351	(2,645)	1,537,779
Employee benefits	1,111,168	1,636,818	(525,650)	1,093,582
Services and supplies	1,048,805	1,042,071	6,734	847,780
Depreciation	55,000	94,898	(39,898)	46,432
Total Operating Expenses	3,910,679	4,472,138	(561,459)	3,525,573
Operating Income (Loss)	(787,053)	501,441	1,288,494	(210,686)
Nonoperating Revenues (Expenses):				
Investment income	3,000	13,233	10,233	2,689
Miscellaneous	14,457	22,681	8,224	825
Gain (loss) on disposal of capital assets	2,470	2,470	-	-
Total Nonoperating Revenues (Expenses)	19,927	38,384	18,457	3,514
Income (Loss) Before Transfers	(767,126)	539,825	1,306,951	(207,172)
Capital Contributions:				
Capital assets	-	44,193	44,193	-
Capital grants	1,206,983	-	(1,206,983)	-
Transfers in (out):				
General Fund	276,797	276,797	-	350,000
Fleet Management Fund	(31,020)	(31,020)	-	(31,020)
Total Transfers	245,777	245,777	-	318,980
Change in Net Position	<u>\$ 685,634</u>	829,795	<u>\$ 144,161</u>	111,808
Net Position, July 1		(3,407,938)		(3,519,746)
Prior period restatement		1,599,999		-
Net Position, July 1 (as restated)		<u>(1,807,939)</u>		<u>(3,519,746)</u>
Net Position, June 30		<u>\$ (978,144)</u>		<u>\$ (3,407,938)</u>

**CARSON CITY
AMBULANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for service:	\$ 3,123,626	\$ 4,789,332	\$ 1,665,706	\$ 3,185,122
Cash payments for personnel cost	(2,655,885)	(2,534,292)	121,593	(2,473,132)
Cash payments for services and supplies	(1,048,805)	(1,063,650)	(14,845)	(895,614)
Miscellaneous cash received	14,457	22,681	8,224	825
Net Cash Provided (Used) by Operating Activities	<u>(566,607)</u>	<u>1,214,071</u>	<u>1,780,678</u>	<u>(182,799)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other fund:	276,797	276,797	-	350,000
Transfer to other funds:	(31,020)	(31,020)	-	(31,020)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>245,777</u>	<u>245,777</u>	<u>-</u>	<u>318,980</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital asset:	(238,764)	(213,675)	25,089	(205,606)
Proceeds from sale of capital asset	-	2,470	2,470	-
Subsidy from grant	1,206,983	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>968,219</u>	<u>(211,205)</u>	<u>27,559</u>	<u>(205,606)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income:	3,000	13,233	10,233	2,689
Net Increase (Decrease) in Cash and Cash Equivalents:	650,389	1,261,876	611,487	(66,736)
Cash and Cash Equivalents, July	803,349	803,349	-	870,085
Cash and Cash Equivalents, June 30	<u>\$ 1,453,738</u>	<u>\$ 2,065,225</u>	<u>\$ 611,487</u>	<u>\$ 803,349</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss):	\$ (787,053)	\$ 501,441	\$ 1,288,494	\$ (210,686)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	55,000	94,898	39,898	46,432
Nonoperating revenue:	14,457	22,681	8,224	825
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(66,515)	(66,515)	(129,765)
Due from other government	-	(117,732)	(117,732)	-
Prepaid items	-	(216)	(216)	534
Deferred outflows	-	301,579	301,579	(412,194)
Increase (decrease) in:				
Accounts payable	-	(21,328)	(21,328)	(48,403)
Accrued salaries and benefit:	-	4,586	4,586	(76,654)
Due to other government:	-	(35)	(35)	35
Accrued compensated absence	-	72,408	72,408	9,416
Net OPEB obligation	-	194,743	194,743	184,649
Net retirement obligation	-	221,516	221,516	580,180
Deferred inflows	-	6,045	6,045	(127,168)
Total Adjustment:	<u>69,457</u>	<u>712,630</u>	<u>643,173</u>	<u>27,887</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (717,596)</u>	<u>\$ 1,214,071</u>	<u>\$ 1,931,667</u>	<u>\$ (182,799)</u>

See accompanying notes.

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**CARSON CITY
STORMWATER DRAINAGE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 1,654,473	\$ 1,707,494	\$ 53,021	\$ 1,361,322
Operating Expenses:				
Salaries and wages	145,054	130,779	14,275	45,118
Employee benefits	84,195	84,381	(186)	70,169
Services and supplies	467,916	435,538	32,378	443,349
Depreciation	325,000	283,268	41,732	321,472
Total Operating Expenses	1,022,165	933,966	88,199	880,108
Operating Income	632,308	773,528	141,220	481,214
Nonoperating Revenues (Expenses):				
Investment income	6,039	38,855	32,816	1,200
Miscellaneous income	-	5,000	5,000	1,194
Interest expense	(155,752)	(164,351)	(8,599)	(128,528)
Gain (loss) on sales of capital assets	-	-	-	-
Bond issuance costs	(228,134)	(227,134)	1,000	-
Total Nonoperating Revenues (Expenses)	(377,847)	(347,630)	30,217	(126,134)
Income (Loss) Before Contributions and Transfers	254,461	425,898	171,437	355,080
Capital Contributions:				
Capital assets	-	-	-	157,214
Developers	-	-	-	-
Total Capital Contributions	-	-	-	157,214
Change in Net Position	\$ 254,461	425,898	\$ 171,437	512,294
Net Position, July 1		5,236,489		4,724,195
Prior period restatement		(41,932)		-
Net Position, July 1, (as restated)		5,194,557		4,724,195
Net Position, June 30		\$ 5,620,455		\$ 5,236,489

CARSON CITY
STORMWATER DRAINAGE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 1,654,473	\$ 1,648,695	\$ (5,778)	\$ 1,359,864
Cash payments for personnel costs	(212,731)	(193,272)	19,459	(171,767)
Cash payments for services and supplies	(467,916)	(434,420)	33,496	(446,581)
Miscellaneous cash received	-	5,000	5,000	1,194
	<u>973,826</u>	<u>1,026,003</u>	<u>52,177</u>	<u>742,710</u>
Net Cash Provided (Used) by Operating Activities				
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	5,113,503	5,113,503	-	305,456
Acquisition of capital assets	(5,051,452)	(40,847)	5,010,605	(189,671)
Principal paid on capital debt	(497,522)	(497,522)	-	(443,001)
Interest paid on capital debt	(155,752)	(108,450)	47,302	(108,555)
Bond issuance costs	(228,134)	(227,134)	1,000	-
	<u>(819,357)</u>	<u>4,239,550</u>	<u>5,058,907</u>	<u>(435,771)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities				
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	6,039	38,855	32,816	1,200
	<u>6,039</u>	<u>38,855</u>	<u>32,816</u>	<u>1,200</u>
Net Increase (Decrease) in Cash and Cash Equivalents	160,508	5,304,408	5,143,900	308,139
Cash and Cash Equivalents, July 1	364,430	364,430	-	56,291
	<u>364,430</u>	<u>364,430</u>	<u>-</u>	<u>56,291</u>
Cash and Cash Equivalents, June 30	<u>\$ 524,938</u>	<u>\$ 5,668,838</u>	<u>\$ 5,143,900</u>	<u>\$ 364,430</u>

CARSON CITY
STORMWATER DRAINAGE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 632,308	\$ 773,528	\$ 141,220	\$ 481,214
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	325,000	283,268	(41,732)	321,472
Nonoperating revenues	-	5,000	5,000	1,194
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(58,799)	(58,799)	14,776
Prepaid items	-	156	156	1,928
Deferred outflows	-	(25)	(25)	(13,259)
Increase (decrease) in:				
Accounts payable	-	(838)	(838)	(3,398)
Accrued salaries and benefits	-	(912)	(912)	(6,008)
Due to other governments	-	1,800	1,800	(1,762)
Unearned revenue	-	-	-	(16,234)
Accrued compensated absences	-	(3,626)	(3,626)	(69,397)
Net OPEB obligation	-	8,803	8,803	13,229
Net retirement obligation	-	10,153	10,153	28,446
Deferred inflows	-	7,495	7,495	(9,491)
Total Adjustments	325,000	252,475	(72,525)	261,496
Net Cash Provided (Used) by Operating Activities	\$ 957,308	\$ 1,026,003	\$ 68,695	\$ 742,710
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 12,768		\$ 5,400
Refunding amounts paid to escrow		-		-
Contributed capital assets		-		157,214

**CARSON CITY
CEMETERY FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services	\$ 104,729	\$ 112,577	\$ 7,848	\$ 147,138
Operating Expenses:				
Salaries and wages	56,603	46,744	9,859	104,895
Employee benefits	36,866	57,849	(20,983)	59,065
Services and supplies	47,702	35,160	12,542	46,626
Depreciation	12,900	12,892	8	12,892
Total Operating Expenses	<u>154,071</u>	<u>152,645</u>	<u>1,426</u>	<u>223,478</u>
Operating Income (Loss)	<u>(49,342)</u>	<u>(40,068)</u>	<u>9,274</u>	<u>(76,340)</u>
Nonoperating Revenues (Expenses):				
Investment income	1,000	1,805	805	755
Miscellaneous	6,178	9,511	3,333	5,377
Total Nonoperating Revenues (Expenses)	<u>7,178</u>	<u>11,316</u>	<u>4,138</u>	<u>6,132</u>
Income (Loss) Before Transfers	(42,164)	(28,752)	13,412	(70,208)
Transfers in (out)				
General Fund	10,000	10,000	-	90,000
Change in Net Position	<u>\$ (32,164)</u>	<u>(18,752)</u>	<u>\$ 13,412</u>	<u>19,792</u>
Net Position, July 1		304,035		284,243
Prior period restatement		(204,562)		-
Net Position, July 1 (as restated)		<u>99,473</u>		<u>284,243</u>
Net Position, June 30		<u>\$ 80,721</u>		<u>\$ 304,035</u>

**CARSON CITY
CEMETERY FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 104,729	\$ 122,074	\$ 17,345	\$ 123,277
Cash payments for personnel costs	(84,480)	(76,973)	7,507	(188,707)
Cash payments for services and supplies	(47,702)	(40,071)	7,631	(38,928)
Miscellaneous cash received	6,178	9,511	3,333	5,377
Net Cash Provided (Used) by Operating Activities	<u>(21,275)</u>	<u>14,541</u>	<u>35,816</u>	<u>(98,981)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>90,000</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	<u>1,000</u>	<u>1,805</u>	<u>805</u>	<u>755</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(10,275)	26,346	36,621	(8,226)
Cash and Cash Equivalents, July 1	<u>203,732</u>	<u>203,732</u>	<u>-</u>	<u>211,958</u>
Cash and Cash Equivalents, June 30	<u>\$ 193,457</u>	<u>\$ 230,078</u>	<u>\$ 36,621</u>	<u>\$ 203,732</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	<u>\$ (49,342)</u>	<u>\$ (40,068)</u>	<u>\$ 9,274</u>	<u>\$ (76,340)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	12,900	12,892	(8)	12,892
Nonoperating revenues	6,178	9,511	3,333	5,377
Changes in assets and liabilities:				
(Increase) decrease in:				
Inventories	-	354	354	2,376
Deferred outflows	-	21,118	21,118	(5,786)
Increase (decrease) in:				
Accounts payable	-	(5,265)	(5,265)	5,322
Accrued salaries and benefits	-	269	269	(6,942)
Unearned revenue	-	9,497	9,497	(23,861)
Accrued compensated absences	-	(6,476)	(6,476)	(40,148)
Net OPEB obligation	-	5,533	5,533	14,131
Net retirement obligation	-	6,373	6,373	24,321
Deferred inflows	-	803	803	(10,323)
Total Adjustments	<u>19,078</u>	<u>54,609</u>	<u>35,531</u>	<u>(22,641)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (30,264)</u>	<u>\$ 14,541</u>	<u>\$ 44,805</u>	<u>\$ (98,981)</u>

See accompanying notes.

**CARSON CITY
BUILDING PERMITS FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services				
User fees and charges	\$ 1,277,867	\$ 1,133,408	\$ (144,459)	\$ 1,240,249
Operating Expenses:				
Salaries and wages	192,876	164,907	27,969	28,305
Employee benefits	72,394	61,105	11,289	36,358
Services and supplies	974,000	951,882	22,118	1,040,681
Total Operating Expenses	<u>1,239,270</u>	<u>1,177,894</u>	<u>61,376</u>	<u>1,105,344</u>
Operating Income (Loss)	<u>38,597</u>	<u>(44,486)</u>	<u>(83,083)</u>	<u>134,905</u>
Nonoperating Revenues (Expenses):				
Investment income	1,000	5,063	4,063	2,251
Miscellaneous	-	200	200	-
Total Nonoperating Revenues (Expenses)	<u>1,000</u>	<u>5,263</u>	<u>4,263</u>	<u>2,251</u>
Change in Net Position	<u>\$ 39,597</u>	<u>(39,223)</u>	<u>\$ (78,820)</u>	137,156
Net Position, July 1		174,934		37,778
Prior period restatement		(287,561)		-
Net Position, July 1 (as restated)		<u>(112,627)</u>		<u>37,778</u>
Net Position, June 30		<u>\$ (151,850)</u>		<u>\$ 174,934</u>

CARSON CITY
BUILDING PERMITS FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 1,277,867	\$ 1,133,408	\$ (144,459)	\$ 1,240,249
Cash payments for personnel costs	(257,511)	(212,886)	44,625	(98,043)
Cash payments for services and supplies	(974,000)	(920,207)	53,793	(1,034,710)
Miscellaneous cash received	-	200	200	-
	<u>46,356</u>	<u>515</u>	<u>(45,841)</u>	<u>107,496</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	1,000	5,063	4,063	2,251
	<u>47,356</u>	<u>5,578</u>	<u>(41,778)</u>	<u>109,747</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
	<u>566,631</u>	<u>566,631</u>	<u>-</u>	<u>456,884</u>
Cash and Cash Equivalents, July 1	566,631	566,631	-	456,884
Cash and Cash Equivalents, June 30	<u>\$ 613,987</u>	<u>\$ 572,209</u>	<u>\$ (41,778)</u>	<u>\$ 566,631</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 38,597	\$ (44,486)	\$ (83,083)	\$ 134,905
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Non operating revenues	-	200	200	-
Changes in assets and liabilities:				
(Increase) decrease in:				
Prepaid items	-	-	-	-
Deferred outflows	-	(4,869)	(4,869)	(14,366)
Increase (decrease) in:				
Accounts payable	-	31,675	31,675	5,971
Accrued salaries and benefits	-	4,159	4,159	(3,170)
Due to other governments	-	-	-	-
Accrued compensated absences	-	4,412	4,412	(37,106)
Net OPEB obligation	-	(7,497)	(7,497)	5,862
Net retirement obligation	-	8,442	8,442	19,575
Deferred inflows	-	8,479	8,479	(4,175)
	<u>-</u>	<u>45,001</u>	<u>45,001</u>	<u>(27,409)</u>
	<u>\$ 38,597</u>	<u>\$ 515</u>	<u>\$ (38,082)</u>	<u>\$ 107,496</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 38,597</u>	<u>\$ 515</u>	<u>\$ (38,082)</u>	<u>\$ 107,496</u>

See accompanying notes.

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INTERNAL SERVICE FUNDS

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

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

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

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

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

**CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2018
(PAGE 1 OF 2)**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
ASSETS					
Current assets:					
Cash and investments	\$ 15,192	\$ 3,085,889	\$ 655,655	\$ 1,456,948	\$ 5,213,684
Receivables:					
Accounts and contracts, net	196,014	47,956	18,237	-	262,207
Due from other governments	-	-	786,741	-	786,741
Inventories	-	-	-	226,379	226,379
Prepaid items	1,795	-	456	362	2,613
Total Current Assets	<u>213,001</u>	<u>3,133,845</u>	<u>1,461,089</u>	<u>1,683,689</u>	<u>6,491,624</u>
Noncurrent assets:					
Other assets	-	50,000	40,000	-	90,000
Capital assets:					
Buildings	-	-	-	1,826,185	1,826,185
Machinery and equipment	-	219,799	186,748	921,158	1,327,705
	-	219,799	186,748	2,747,343	3,153,890
Less: Accumulated depreciation	-	(151,920)	(125,549)	(481,065)	(758,534)
Net Capital Assets	-	67,879	61,199	2,266,278	2,395,356
Total Noncurrent Assets	-	117,879	101,199	2,266,278	2,485,356
Total Assets	<u>213,001</u>	<u>3,251,724</u>	<u>1,562,288</u>	<u>3,949,967</u>	<u>8,976,980</u>
Deferred outflows of resources:					
Deferred retirement contributions	27,983	16,884	10,613	69,744	125,224
Deferred actuarial adjustment to contributions	5,494	3,371	2,123	13,735	24,723
Deferred earnings on retirement investments	5,061	(5,998)	1,742	5,539	6,344
Deferred change in assumptions	27,456	16,848	10,608	68,640	123,552
Deferred change in experience	-	-	-	358	358
Total Deferred Outflows of Resources	<u>65,994</u>	<u>31,105</u>	<u>25,086</u>	<u>158,016</u>	<u>280,201</u>
Total Assets and Deferred Outflows of Resources	<u>278,995</u>	<u>3,282,829</u>	<u>1,587,374</u>	<u>4,107,983</u>	<u>9,257,181</u>

CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET POSITION
JUNE 30, 2018
(PAGE 2 OF 2)

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
LIABILITIES					
Current liabilities:					
Accounts payable	43	38,161	87,297	144,892	270,393
Accrued salaries and benefits	7,587	5,994	2,469	25,407	41,457
Accrued interest	-	-	-	859	859
Due to other governments	-	-	9,085	-	9,085
Other current liabilities	-	653,072	227,525	-	880,597
Current portion:					
Accrued compensated absences	3,726	22,917	1,834	14,660	43,137
General obligation bonds and notes payable	-	-	-	117,000	117,000
Total Current Liabilities	<u>11,356</u>	<u>720,144</u>	<u>328,210</u>	<u>302,818</u>	<u>1,362,528</u>
Noncurrent liabilities:					
Accrued compensated absences	34,707	-	6,358	51,478	92,543
Net OPEB obligation	309,711	721,831	49,528	655,340	1,736,410
Net retirement obligation	404,679	449,905	187,826	876,788	1,919,198
Other liabilities	-	960,586	56,372	-	1,016,958
General obligation bonds and notes payable	-	-	-	367,000	367,000
Total Noncurrent Liabilities	<u>749,097</u>	<u>2,132,322</u>	<u>300,084</u>	<u>1,950,606</u>	<u>5,132,109</u>
Total Liabilities	<u>760,453</u>	<u>2,852,466</u>	<u>628,294</u>	<u>2,253,424</u>	<u>6,494,637</u>
Deferred inflows of resources:					
Deferred change in experience	27,180	17,567	10,517	67,889	123,153
Deferred change in retirement contributions	5,919	3,632	2,287	14,798	26,636
Deferred change in assumptions	1,788	10,074	627	6,874	19,363
Deferred revenue	-	-	-	-	-
Total Deferred Inflows of Resources	<u>34,887</u>	<u>31,273</u>	<u>13,431</u>	<u>89,561</u>	<u>169,152</u>
Total Liabilities and Deferred Inflows of Resources	<u>795,340</u>	<u>2,883,739</u>	<u>641,725</u>	<u>2,342,985</u>	<u>6,663,789</u>
NET POSITION					
Net investment in capital assets	-	67,879	61,199	1,782,278	1,911,356
Restricted					
Claims	-	331,211	884,450	-	1,215,661
Unrestricted	<u>(516,345)</u>	<u>-</u>	<u>-</u>	<u>(17,280)</u>	<u>(533,625)</u>
Total Net Position	<u>\$ (516,345)</u>	<u>\$ 399,090</u>	<u>\$ 945,649</u>	<u>\$ 1,764,998</u>	<u>\$ 2,593,392</u>

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**CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2018**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
Operating Revenues:					
Charges for services	\$ 8,767,878	\$ 957,329	\$ 1,804,688	\$ 2,272,649	\$ 13,802,544
Operating Expenses:					
Salaries and wages	208,292	118,451	72,931	540,953	940,627
Employee benefits	157,038	98,646	62,009	382,813	700,506
Services and supplies	8,549,995	852,446	2,268,062	993,313	12,663,816
Depreciation	-	21,980	16,946	115,239	154,165
Total Operating Expenses	8,915,325	1,091,523	2,419,948	2,032,318	14,459,114
Operating Income (Loss)	(147,447)	(134,194)	(615,260)	240,331	(656,570)
Nonoperating Revenues (Expenses):					
Investment income	1,798	22,657	1,936	14,583	40,974
Miscellaneous	3,056	-	29,585	-	32,641
Interest expense	-	-	-	(12,397)	(12,397)
Gain (loss) on disposal of capital assets	-	-	(298,725)	(41,058)	(339,783)
Bond issuance costs	-	-	-	(9,721)	(9,721)
Total Nonoperating Revenues (Expenses)	4,854	22,657	(267,204)	(48,593)	(288,286)
Income (Loss) Before Transfers	(142,593)	(111,537)	(882,464)	191,738	(944,856)
Capital Contributions:					
Capital assets	-	-	-	83,363	83,363
Capital grants	-	29,962	507,993	-	537,955
Total Capital Contributions	-	29,962	507,993	83,363	621,318
Transfers:					
Transfers In	-	-	-	31,020	31,020
Change in Net Position	(142,593)	(81,575)	(374,471)	306,121	(292,518)
Net Position, July 1	(181,135)	1,157,011	1,327,365	1,793,381	4,096,622
Prior period restatement	(192,617)	(676,346)	(7,245)	(334,504)	(1,210,712)
Net Position, July 1 (as restated)	(373,752)	480,665	1,320,120	1,458,877	2,885,910
Net Position, June 30	\$ (516,345)	\$ 399,090	\$ 945,649	\$ 1,764,998	\$ 2,593,392

See accompanying notes.

**CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 1 OF 2)**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received for services	\$ -	\$ -	\$ -	\$ 2,272,649	\$ 2,272,649
Cash received from customers	1,191,003	-	-	-	1,191,003
Cash received from other funds	7,574,153	933,579	1,787,366	-	10,295,098
Cash payments for personnel costs	(298,728)	(178,155)	(115,409)	(762,453)	(1,354,745)
Cash payments for services and supplies	(8,712,804)	(678,550)	(2,423,662)	(954,116)	(12,769,132)
Miscellaneous cash received	3,056	23,662	29,585	-	56,303
Net Cash Provided (Used) by Operating Activities	(243,320)	100,536	(722,120)	556,080	(308,824)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfer from other funds	-	-	-	31,020	31,020
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from capital debt	-	-	-	600,000	600,000
Proceeds from sales of assets	-	-	-	3,135	3,135
Acquisition of capital assets	-	-	(298,725)	(65,363)	(364,088)
Principal paid on capital debt	-	-	-	(116,000)	(116,000)
Interest paid on capital debt	-	-	-	(11,538)	(11,538)
Bond issue costs	-	-	-	(9,721)	(9,721)
Subsidy from grant	-	6,300	507,993	-	514,293
Net Cash Provided (Used) by Capital and Related Financing Activities	-	6,300	209,268	400,513	616,081
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income	1,798	22,657	1,936	14,583	40,974
Net Increase (Decrease) in Cash and Cash Equivalents	(241,522)	129,493	(510,916)	1,002,196	379,251
Cash and Cash Equivalents, July 1	256,714	2,956,396	1,166,571	454,752	4,834,433
Cash and Cash Equivalents, June 30	\$ 15,192	\$ 3,085,889	\$ 655,655	\$ 1,456,948	\$ 5,213,684

See accompanying notes.

**CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 2 OF 2)**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ (147,447)	\$ (134,194)	\$ (615,260)	\$ 240,331	\$ (656,570)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	-	21,980	16,946	115,239	154,165
Nonoperating revenues	3,056	23,662	29,585	-	56,303
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(2,722)	(23,750)	(17,322)	-	(43,794)
Inventories	-	-	-	(4,396)	(4,396)
Prepaid items	38,010	8,525	306	1,153	47,994
Retirement deferred outflows	26,956	18,928	15,966	52,265	114,115
Increase (decrease) in:					
Accounts payable	(200,819)	23,166	(13,202)	42,440	(148,415)
Accrued salaries and benefits	826	2,589	(311)	3,865	6,969
Due to other governments	-	-	2,960	-	2,960
Accrued compensated absences	4,421	(4,576)	(7,752)	8,044	137
Net OPEB obligation	14,679	(1,497)	5,164	41,044	59,390
Net retirement obligation	21,160	11,599	9,178	48,875	90,812
Other liabilities	-	142,205	152,327	-	294,532
Retirement deferred inflows	(1,440)	11,899	(2,714)	7,220	14,965
Total Adjustments	(95,873)	234,730	(106,860)	315,749	347,746
Net Cash Provided (Used) by Operating Activities	\$ (243,320)	\$ 100,536	\$ (722,120)	\$ 556,080	\$ (308,824)
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Contributed capital assets	\$ -	\$ -	\$ -	\$ 83,363	\$ 83,363

CARSON CITY
GROUP MEDICAL INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Employee contributions	\$ 1,217,664	\$ 1,191,003	\$ (26,661)	\$ 1,152,002
Employer contributions	7,991,497	7,576,875	(414,622)	7,260,722
Total Operating Revenues	<u>9,209,161</u>	<u>8,767,878</u>	<u>(441,283)</u>	<u>8,412,724</u>
Operating Expenses:				
Salaries and wages	255,458	208,292	47,166	166,553
Employee benefits	108,733	157,038	(48,305)	105,277
Services and supplies	8,879,097	8,549,995	329,102	8,243,676
Depreciation	-	-	-	-
Total Operating Expenses	<u>9,243,288</u>	<u>8,915,325</u>	<u>327,963</u>	<u>8,515,506</u>
Operating Income (Loss)	<u>(34,127)</u>	<u>(147,447)</u>	<u>(113,320)</u>	<u>(102,782)</u>
Nonoperating Revenues (Expenses):				
Investment income	1,000	1,798	798	457
Miscellaneous	-	3,056	3,056	1,760
Gain (loss) on disposal of capital assets	-	-	-	-
Total Nonoperating Revenues (Expenses)	<u>1,000</u>	<u>4,854</u>	<u>3,854</u>	<u>2,217</u>
Income (Loss) Before Transfers	<u>(33,127)</u>	<u>(142,593)</u>	<u>(109,466)</u>	<u>(100,565)</u>
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Position	<u>\$ (33,127)</u>	<u>(142,593)</u>	<u>\$ (109,466)</u>	<u>(100,565)</u>
Net Position, July 1		(181,135)		(80,570)
Prior period restatement		<u>(192,617)</u>		<u>-</u>
Net Position, July 1 (as restated)		(373,752)		(80,570)
Net Position, June 30		<u>\$ (516,345)</u>		<u>\$ (181,135)</u>

CARSON CITY
GROUP MEDICAL INSURANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	\$ 1,217,664	\$ 1,191,003	\$ (26,661)	\$ 1,152,002
Cash received from other funds	7,991,497	7,574,153	(417,344)	7,522,082
Cash payments for personnel costs	(323,954)	(298,728)	25,226	(306,287)
Cash payments for services and supplies	(8,879,097)	(8,712,804)	166,293	(8,282,021)
Miscellaneous cash received	-	3,056	3,056	1,760
	<u>6,110</u>	<u>(243,320)</u>	<u>(249,430)</u>	<u>87,536</u>
Net Cash Provided (Used) by Operating Activities				
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	1,000	1,798	798	457
	<u>1,000</u>	<u>1,798</u>	<u>798</u>	<u>457</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
	7,110	(241,522)	(248,632)	87,993
Cash and Cash Equivalents, July 1	256,714	256,714	-	168,721
Cash and Cash Equivalents, June 30	<u>\$ 263,824</u>	<u>\$ 15,192</u>	<u>\$ (248,632)</u>	<u>\$ 256,714</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (34,127)	\$ (147,447)	\$ (113,320)	\$ (102,781)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	-	-	-	-
Nonoperating revenues	-	3,056	3,056	1,760
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(2,722)	(2,722)	261,360
Prepaid items	-	38,010	38,010	(38,957)
Deferred outflows	-	26,956	26,956	(41,707)
Increase (decrease) in:				
Accounts payable	-	(200,819)	(200,819)	611
Accrued salaries and benefits	-	826	826	(9,576)
Accrued compensated absences	-	4,421	4,421	(40,153)
Net OPEB obligation	-	14,679	14,679	13,523
Net retirement obligation	-	21,160	21,160	53,060
Deferred inflows	-	(1,440)	(1,440)	(9,604)
Total Adjustments	<u>-</u>	<u>(95,873)</u>	<u>(95,873)</u>	<u>190,317</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (34,127)</u>	<u>\$ (243,320)</u>	<u>\$ (209,193)</u>	<u>\$ 87,536</u>

See accompanying notes.

**CARSON CITY
WORKERS' COMPENSATION FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services:				
Employer contributions	\$ 959,600	\$ 957,329	\$ (2,271)	\$ 952,719
Operating Expenses:				
Salaries and wages	161,507	118,451	43,056	32,667
Employee benefits	74,107	98,646	(24,539)	52,712
Services and supplies	1,096,410	852,446	243,964	1,014,982
Depreciation	21,980	21,980	-	21,980
Total Operating Expenses	<u>1,354,004</u>	<u>1,091,523</u>	<u>262,481</u>	<u>1,122,341</u>
Operating Income (Loss)	<u>(394,404)</u>	<u>(134,194)</u>	<u>260,210</u>	<u>(169,622)</u>
Nonoperating Revenues (Expenses):				
Investment income	20,000	22,657	2,657	9,795
Miscellaneous	-	-	-	-
Total Nonoperating Revenues (Expenses)	<u>20,000</u>	<u>22,657</u>	<u>2,657</u>	<u>9,795</u>
Income (Loss) Before Contributi	<u>(374,404)</u>	<u>(111,537)</u>	<u>262,867</u>	<u>(159,827)</u>
Capital Contributions:				
Capital grants	15,545	29,962	14,417	6,300
Change in Net Position	<u>\$ (358,859)</u>	<u>(81,575)</u>	<u>\$ 277,284</u>	<u>(153,527)</u>
Net Position, July 1		1,157,011		1,310,538
Prior period adjustment		<u>(676,346)</u>		-
Net Position, July 1 (as restated)		480,665		<u>1,310,538</u>
Net Position, June 30		<u>\$ 399,090</u>		<u>\$ 1,157,011</u>

CARSON CITY
WORKERS' COMPENSATION FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from other funds	\$ 959,600	\$ 933,579	\$ (26,021)	\$ 951,851
Cash payments for personnel cost:	(230,045)	(178,155)	51,890	(150,610)
Cash payments for services and supplies	(1,096,410)	(678,550)	417,860	(1,078,226)
Miscellaneous cash received	-	23,662	23,662	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Cash Provided (Used) by Operating Activities:	(366,855)	100,536	467,391	(276,985)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Subsidy from grant	15,545	6,300	(9,245)	6,300
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income	20,000	22,657	2,657	9,795
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Increase (Decrease) in Cash and Cash Equivalents	(331,310)	129,493	460,803	(260,890)
Cash and Cash Equivalents, July 1	2,956,396	2,956,396	-	3,217,286
Cash and Cash Equivalents, June 30	<u>\$ 2,625,086</u>	<u>\$ 3,085,889</u>	<u>\$ 460,803</u>	<u>\$ 2,956,396</u>
RECONCILIATION OF OPERATING INCOME (LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (394,404)	\$ (134,194)	\$ 260,210	\$ (169,622)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Depreciation	21,980	21,980	-	21,980
Nonoperating revenues	-	23,662	23,662	-
Changes in assets and liabilities				
(Increase) decrease in				
Accounts receivable	-	(23,750)	(23,750)	19,213
Other assets	-	-	-	(20,000)
Prepaid items	-	8,525	8,525	(942)
Deferred outflows	-	18,928	18,928	(21,165)
Increase (decrease) in				
Accounts payable	-	23,166	23,166	14,719
Accrued salaries and benefits:				
Due to other governments	-	-	-	(20,081)
Accrued compensated absence:				
Other liabilities:	-	(4,576)	(4,576)	(68,221)
NET OPEB obligation	-	142,205	142,205	(57,021)
NET retirement obligation	-	(1,497)	(1,497)	5,951
Retirement obligation	-	11,599	11,599	29,360
Retirement deferred inflow:				
Retirement deferred inflow:	-	11,899	11,899	(6,262)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Adjustments	21,980	234,730	212,750	(107,363)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (372,424)</u>	<u>\$ 100,536</u>	<u>\$ 472,960</u>	<u>\$ (276,985)</u>

See accompanying notes.

**CARSON CITY
INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 1,785,000	\$ 1,804,688	\$ 19,688	\$ 1,792,429
Operating Expenses:				
Salaries and wages	85,971	72,931	13,040	55,671
Employee benefits	43,674	62,009	(18,335)	43,196
Services and supplies	2,213,128	2,268,062	(54,934)	2,024,685
Depreciation	16,946	16,946	-	16,946
Total Operating Expenses	<u>2,359,719</u>	<u>2,419,948</u>	<u>(60,229)</u>	<u>2,140,498</u>
Operating Income (Loss)	<u>(574,719)</u>	<u>(615,260)</u>	<u>(40,541)</u>	<u>(348,069)</u>
Nonoperating Revenues (Expenses):				
Investment income	3,000	1,936	(1,064)	4,070
Miscellaneous	10,000	29,585	19,585	72,181
Gain (loss) on disposal of capital assets	<u>-</u>	<u>(298,725)</u>	<u>(298,725)</u>	<u>(21,129)</u>
Total Nonoperating Revenues (Expenses)	<u>13,000</u>	<u>(267,204)</u>	<u>(280,204)</u>	<u>55,122</u>
Income (Loss) Before Transfers	(561,719)	(882,464)	(320,745)	(292,947)
Capital Contributions:				
Capital grants	<u>522,710</u>	<u>507,993</u>	<u>(14,717)</u>	<u>488,750</u>
Transfers in (out):				
General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>250,000</u>
Change in Net Position	<u>\$ (39,009)</u>	<u>(374,471)</u>	<u>\$ (335,462)</u>	<u>445,803</u>
Net Position, July 1		1,327,365		881,562
Prior period restatement		<u>(7,245)</u>		<u>-</u>
Net Position, July 1 (as restated)		1,320,120		881,562
Net Position, June 30		<u>\$ 945,649</u>		<u>\$ 1,327,365</u>

**CARSON CITY
INSURANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from other funds	\$ 1,785,000	\$ 1,787,366	\$ 2,366	\$ 1,800,068
Cash payments for personnel costs	(125,732)	(115,409)	10,323	(123,259)
Cash payments for services and supplies	(2,213,128)	(2,423,662)	(210,534)	(2,554,241)
Miscellaneous cash received	10,000	29,585	19,585	72,181
Net Cash Provided (Used) by Operating Activities	<u>(543,860)</u>	<u>(722,120)</u>	<u>(178,260)</u>	<u>(805,251)</u>
CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	-	-	-	250,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(298,725)	(298,725)	-	(21,130)
Subsidy from grant	522,710	507,993	(14,717)	488,750
Net Cash provided (Used) by Capital and Related Financing Activities	<u>223,985</u>	<u>209,268</u>	<u>(14,717)</u>	<u>467,620</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	3,000	1,936	(1,064)	4,070
Net Increase (Decrease) in Cash and Cash Equivalents	(316,875)	(510,916)	(194,041)	(83,561)
Cash and Cash Equivalents, July 1	1,166,571	1,166,571	-	1,250,132
Cash and Cash Equivalents, June 30	<u>\$ 849,696</u>	<u>\$ 655,655</u>	<u>\$ (194,041)</u>	<u>\$ 1,166,571</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (574,719)	\$ (615,260)	\$ (40,541)	\$ (348,069)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	16,946	16,946	-	16,946
Nonoperating revenues	10,000	29,585	19,585	72,181
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(17,322)	(17,322)	7,639
Due from other governments	-	(297,991)	(297,991)	(488,750)
Prepaid items	-	306	306	308
Deferred outflows	-	15,966	15,966	(17,515)
Increase (decrease) in:				
Accounts payable	-	(13,202)	(13,202)	50,034
Accrued salaries and benefits	-	(311)	(311)	(4,054)
Due to other governments	-	2,960	2,960	(2,580)
Accrued compensated absences	-	(7,752)	(7,752)	(26,540)
Other liabilities	-	152,327	152,327	(88,568)
Net OPEB obligation	-	5,164	5,164	4,469
Net retirement obligation	-	9,178	9,178	24,467
Deferred inflows	-	(2,714)	(2,714)	(5,219)
Total Adjustments	<u>26,946</u>	<u>(106,860)</u>	<u>(133,806)</u>	<u>(457,182)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (547,773)</u>	<u>\$ (722,120)</u>	<u>\$ (174,347)</u>	<u>\$ (805,251)</u>

See accompanying notes.

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**CARSON CITY
FLEET MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 2,272,379	\$ 2,272,649	\$ 270	\$ 1,797,883
Operating Expenses:				
Salaries and wages	561,648	540,953	20,695	493,013
Employee benefits	282,907	382,813	(99,906)	280,248
Services and supplies	1,213,040	993,313	219,727	810,591
Depreciation	160,000	115,239	44,761	123,082
Total Operating Expenses	<u>2,217,595</u>	<u>2,032,318</u>	<u>185,277</u>	<u>1,706,934</u>
Operating Income (Loss)	<u>54,784</u>	<u>240,331</u>	<u>185,547</u>	<u>90,949</u>
Nonoperating Revenues (Expenses):				
Investment income	4,000	14,583	10,583	1,489
Interest expense	(17,604)	(12,397)	5,207	-
Gain (loss) on disposal of capital assets	-	(41,058)	(41,058)	(43,171)
Bond issuance costs	(11,719)	(9,721)	1,998	-
Total Nonoperating Revenues (Expenses)	<u>(25,323)</u>	<u>(48,593)</u>	<u>(23,270)</u>	<u>(41,682)</u>
Income (Loss) Before Contributi	29,461	191,738	162,277	49,267
Capital Contributions:				
Capital assets	-	83,363	83,363	-
Total Capital Contributions	<u>-</u>	<u>83,363</u>	<u>83,363</u>	<u>-</u>
Transfers in (out):				
Ambulance Fund	31,020	31,020	-	31,020
Total Transfers	<u>31,020</u>	<u>31,020</u>	<u>-</u>	<u>31,020</u>
Change in Net Position	<u>\$ 60,481</u>	306,121	<u>\$ 245,640</u>	80,287
Net Position, July 1		1,793,381		1,713,094
Prior period restatement		(334,504)		-
Net Position, July 1 (as restated)		<u>1,458,877</u>		<u>1,713,094</u>
Net Position, June 30		<u>\$ 1,764,998</u>		<u>\$ 1,793,381</u>

See accompanying notes.

**CARSON CITY
FLEET MANAGEMENT FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	\$ 2,272,379	\$ 2,272,649	\$ 270	\$ 1,797,883
Cash payments for personnel costs	(817,846)	(762,453)	55,393	(797,999)
Cash payments for services and supplies	(1,213,040)	(954,116)	258,924	(927,175)
	<u>241,493</u>	<u>556,080</u>	<u>314,587</u>	<u>72,709</u>
Net Cash Provided (Used) by Operating Activities				
	<u>241,493</u>	<u>556,080</u>	<u>314,587</u>	<u>72,709</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from other funds	31,020	31,020	-	31,020
	<u>31,020</u>	<u>31,020</u>	<u>-</u>	<u>31,020</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	600,000	600,000	-	-
Proceeds from sales of assets	-	3,135	3,135	3,477
Acquisition of capital assets	655,000	(65,363)	(720,363)	(55,379)
Principal paid on capital debt	(114,000)	(116,000)	(2,000)	-
Interest paid on capital debt	(17,604)	(11,538)	6,066	-
Bond issuance costs	(11,719)	(9,721)	1,998	-
Subsidy from grant	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>1,111,677</u>	<u>400,513</u>	<u>(711,164)</u>	<u>(51,902)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities				
	<u>1,111,677</u>	<u>400,513</u>	<u>(711,164)</u>	<u>(51,902)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	4,000	14,583	10,583	1,489
	<u>4,000</u>	<u>14,583</u>	<u>10,583</u>	<u>1,489</u>
	<u>1,388,190</u>	<u>1,002,196</u>	<u>(385,994)</u>	<u>53,316</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
	<u>1,388,190</u>	<u>1,002,196</u>	<u>(385,994)</u>	<u>53,316</u>
Cash and Cash Equivalents, July 1	454,752	454,752	-	401,436
	<u>454,752</u>	<u>454,752</u>	<u>-</u>	<u>401,436</u>
Cash and Cash Equivalents, June 30	<u>\$ 1,842,942</u>	<u>\$ 1,456,948</u>	<u>\$ (385,994)</u>	<u>\$ 454,752</u>

**CARSON CITY
FLEET MANAGEMENT FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2018
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2017
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 54,784	\$ 240,331	\$ 185,547	\$ 90,949
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	160,000	115,239	(44,761)	123,082
Changes in assets and liabilities:				
(Increase) decrease in:				
Inventories	-	(4,396)	(4,396)	(53,933)
Prepaid items	-	1,153	1,153	(1,515)
Deferred outflows	-	52,265	52,265	(97,666)
Increase (decrease) in:				
Accounts payable	-	42,440	42,440	(61,136)
Accrued salaries and benefits	-	3,865	3,865	(19,375)
Accrued compensated absences	-	8,044	8,044	(48,366)
Net OPEB obligation	-	41,044	41,044	41,989
Net retirement obligation	-	48,875	48,875	117,816
Deferred inflows	-	7,220	7,220	(19,136)
Total Adjustments	160,000	315,749	155,749	(18,240)
Net Cash Provided (Used) by Operating Activities	<u>\$ 214,784</u>	<u>\$ 556,080</u>	<u>\$ 341,296</u>	<u>\$ 72,709</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Contributed Capital Assets	\$ -	\$ 83,363	\$ -	\$ -

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FIDUCIARY FUNDS

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

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

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

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.

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.

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FIDUCIARY FUNDS

Continued

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.

Downtown Neighborhood Improvement District – This Fund is used to account for the collection of special assessment taxes paid by the Downtown Neighborhood Improvement District for the purpose of paying for maintenance of the Downtown Streetscape Enhancement Project.

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 1 OF 3)

	<u>BALANCE</u> <u>JULY 1, 2017</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2018</u>
EAGLE VALLEY WATER DISTRICT FUND				
Assets:				
Cash and investments	\$ 257	\$ 6,142	\$ 6,302	\$ 97
Taxes receivable, delinquent	249	33	147	135
Total Assets	<u>\$ 506</u>	<u>\$ 6,175</u>	<u>\$ 6,449</u>	<u>\$ 232</u>
Liabilities:				
Due to other governments	<u>\$ 506</u>	<u>\$ 6,503</u>	<u>\$ 6,777</u>	<u>\$ 232</u>
SUB-CONSERVANCY DISTRICT FUND				
Assets:				
Cash and investments	\$ 1,600	\$ 945,046	\$ 941,805	\$ 4,841
Taxes receivable, delinquent	3,917	957	1,223	3,651
Total Assets	<u>\$ 5,517</u>	<u>\$ 946,003</u>	<u>\$ 943,028</u>	<u>\$ 8,492</u>
Liabilities:				
Accounts payable	\$ 6,812	\$ 414,278	\$ 414,278	\$ 6,812
Due to other governments	(14,412)	949,941	946,166	(10,637)
Other liabilities	13,117	12,310	13,110	12,317
Total Liabilities	<u>\$ 5,517</u>	<u>\$ 1,376,529</u>	<u>\$ 1,373,554</u>	<u>\$ 8,492</u>
FISH AND GAME FUND				
Assets:				
Cash and investments	<u>\$ 2,387</u>	<u>\$ 1,856</u>	<u>\$ 1,748</u>	<u>\$ 2,495</u>
Liabilities:				
Accounts payable	\$ 108	\$ 2,119	\$ 1,748	\$ 479
Due to other governments	2,279	1,856	2,119	2,016
Total Liabilities	<u>\$ 2,387</u>	<u>\$ 3,975</u>	<u>\$ 3,867</u>	<u>\$ 2,495</u>
CONTROLLER TRUST FUND				
Assets:				
Cash and investments	<u>\$ 42,881</u>	<u>\$ 4,294</u>	<u>\$ 40,821</u>	<u>\$ 6,354</u>
Liabilities:				
Accounts payable	\$ -	\$ 9,965	\$ 9,965	\$ -
Due to other governments	42,881	4,294	40,821	6,354
Total Liabilities	<u>\$ 42,881</u>	<u>\$ 14,259</u>	<u>\$ 50,786</u>	<u>\$ 6,354</u>

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 2 OF 3)

	BALANCE JULY 1, 2017	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2018
STATE OF NEVADA FUND				
Assets:				
Cash and investments	\$ 701,320	\$ 5,013,141	\$ 5,007,413	\$ 707,048
Taxes receivable, delinquent	22,162	5,546	6,940	20,768
Total Assets	<u>\$ 723,482</u>	<u>\$ 5,018,687</u>	<u>\$ 5,014,353</u>	<u>\$ 727,816</u>
Liabilities:				
Accounts payable	\$ 4	\$ 15,006	\$ 15,006	\$ 4
Due to other governments	723,478	6,400,069	6,395,735	727,812
Total Liabilities	<u>\$ 723,482</u>	<u>\$ 6,415,075</u>	<u>\$ 6,410,741</u>	<u>\$ 727,816</u>
NEVADA COMMISSION FOR THE RECONSTRUCTION OF THE V & T RAILWAY FUND				
Assets:				
Cash and investments	\$ 187,257	\$ 109,876	\$ 297,133	\$ -
Due from other governments	19,347	-	19,347	-
Total Assets	<u>\$ 206,604</u>	<u>\$ 109,876</u>	<u>\$ 316,480</u>	<u>\$ -</u>
Liabilities:				
Accounts payable	\$ 10,803	\$ 283,397	\$ 294,200	\$ -
Due to other governments	195,801	101,867	297,668	-
Total Liabilities	<u>\$ 206,604</u>	<u>\$ 385,264</u>	<u>\$ 591,868</u>	<u>\$ -</u>
FORFEITURE ACCOUNT FUND				
Assets:				
Cash and investments	\$ 20,872	\$ 65,423	\$ 17,299	\$ 68,996
Accounts receivable	-	2,451	-	2,451
Total Assets	<u>\$ 20,872</u>	<u>\$ 67,874</u>	<u>\$ 17,299</u>	<u>\$ 71,447</u>
Liabilities:				
Accounts payable	\$ -	\$ 9,169	\$ 9,169	\$ -
Due to other governments	20,872	67,750	17,175	71,447
Total Liabilities	<u>\$ 20,872</u>	<u>\$ 76,919</u>	<u>\$ 26,344</u>	<u>\$ 71,447</u>
CARSON CITY SCHOOL DISTRICT DEBT SERVICE FUND				
Assets:				
Taxes receivable, delinquent	\$ 57,135	\$ 14,312	\$ 17,607	\$ 53,840
Liabilities:				
Accounts payable	\$ -	\$ 56	\$ 56	\$ -
Due to other governments	57,135	6,171,890	6,175,185	53,840
Total Liabilities	<u>\$ 57,135</u>	<u>\$ 6,171,946</u>	<u>\$ 6,175,241</u>	<u>\$ 53,840</u>

See accompanying notes.

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 3 OF 3)

	<u>BALANCE</u> <u>JULY 1, 2017</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2018</u>
CARSON CITY SCHOOL DISTRICT				
OPERATING FUND				
Assets:				
Cash and investments	\$ 28,613	\$ 10,058,570	\$ 9,977,570	\$ 109,613
Taxes receivable, delinquent	97,586	24,164	30,601	91,149
Total Assets	<u>\$ 126,199</u>	<u>\$ 10,082,734</u>	<u>\$ 10,008,171</u>	<u>\$ 200,762</u>
Liabilities:				
Accounts payable	\$ 9,131	\$ 109,710	\$ 28,712	\$ 90,129
Due to other governments	117,068	10,115,123	10,121,558	110,633
Total Liabilities	<u>\$ 126,199</u>	<u>\$ 10,224,833</u>	<u>\$ 10,150,270</u>	<u>\$ 200,762</u>
DOWNTOWN NEIGHBORHOOD				
IMPROVEMENT DISTRICT (NID)				
Assets:				
Cash and investments	\$ 78,740	\$ 84,465	\$ 51,572	\$ 111,633
Taxes receivable, delinquent	-	962	-	962
Total Assets	<u>\$ 78,740</u>	<u>\$ 85,427</u>	<u>\$ 51,572</u>	<u>\$ 112,595</u>
Liabilities:				
Accounts payable	\$ -	\$ 52,800	\$ 43,840	\$ 8,960
Due to other governments	78,740	84,761	59,866	103,635
Total Liabilities	<u>\$ 78,740</u>	<u>\$ 137,561</u>	<u>\$ 103,706</u>	<u>\$ 112,595</u>
TOTALS - ALL AGENCY FUNDS				
Assets:				
Cash and investments	\$ 1,063,927	\$ 16,288,813	\$ 16,341,663	\$ 1,011,077
Cash held by Commission	-	-	-	-
Accounts receivable	-	2,451	-	2,451
Taxes receivable, delinquent	181,049	45,974	56,518	170,505
Due from other governments	19,347	-	19,347	-
Total Assets	<u>\$ 1,264,323</u>	<u>\$ 16,337,238</u>	<u>\$ 16,417,528</u>	<u>\$ 1,184,033</u>
Liabilities:				
Accounts payable	\$ 26,858	\$ 896,500	\$ 816,974	\$ 106,384
Due to other governments	1,224,348	23,904,054	24,063,070	1,065,332
Other liabilities	13,117	12,310	13,110	12,317
Total Liabilities	<u>\$ 1,264,323</u>	<u>\$ 24,812,864</u>	<u>\$ 24,893,154</u>	<u>\$ 1,184,033</u>

STATISTICAL SECTION (UNAUDITED)

**CARSON CITY
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.

Section Contents	Schedule #
Financial Trends These schedules contain trend information to help the reader understand how the city’s financial performance and well-being have changed over time.	1.1 - 1.4
Revenue Capacity These schedules contain information to help the reader assess the factors affecting the city’s ability to generate its property and sales taxes.	2.1 - 2.4
Debt Capacity 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.	3.1 - 3.4
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the city’s financial activities take place and to help make comparisons over time and with other governments.	4.1 - 4.2
Operating Information 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.	5.1 - 5.3

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

	FISCAL YEAR ENDED JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
GOVERNMENTAL ACTIVITIES										
Net investment in capital assets	\$ 305,474,293	\$ 302,089,834	\$ 299,558,400	\$ 293,236,174	\$ 260,795,570	\$ 260,370,604	\$ 259,709,061	\$ 230,502,492	\$ 172,327,528	\$ 142,099,041
Restricted	10,079,863	10,081,646	13,049,482	8,227,111	14,907,036	15,013,156	15,165,751	16,058,661	20,115,371	18,759,556
Unrestricted	(141,088,504)	(98,717,585)	(104,344,249)	(95,565,722)	(27,614,698)	(22,471,320)	(23,227,661)	(16,829,470)	(14,549,896)	(4,678,327)
Total Governmental Activities	\$ 174,465,652	\$ 213,453,895	\$ 208,263,633	\$ 205,897,563	\$ 248,087,908	\$ 252,912,440	\$ 251,647,151	\$ 229,731,683	\$ 177,893,003	\$ 156,180,270
Net Position										
BUSINESS-TYPE ACTIVITIES										
Net investment in capital assets	\$ 87,823,386	\$ 93,571,145	\$ 94,521,657	\$ 95,262,713	\$ 93,600,537	\$ 92,023,344	\$ 92,490,506	\$ 92,656,159	\$ 90,457,625	\$ 89,403,212
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	19,436,365	7,200,009	202,633	(3,826,793)	5,348,056	7,849,919	7,832,105	3,476,230	6,235,987	11,002,971
Total Business-Type Activities	\$ 107,259,751	\$ 100,771,154	\$ 94,724,290	\$ 91,435,920	\$ 98,948,593	\$ 99,873,263	\$ 100,322,611	\$ 96,132,389	\$ 96,693,612	\$ 100,406,183
Net Position										
PRIMARY GOVERNMENT										
Net investment in capital assets	\$ 393,297,679	\$ 395,660,979	\$ 394,080,057	\$ 388,498,887	\$ 354,396,107	\$ 352,393,948	\$ 352,199,567	\$ 323,158,651	\$ 262,785,153	\$ 231,502,253
Restricted	10,079,863	10,081,646	13,049,482	8,227,111	14,907,036	15,013,156	15,165,751	16,058,661	20,115,371	18,759,556
Unrestricted	(121,652,139)	(91,517,576)	(104,141,616)	(99,392,515)	(22,266,642)	(14,621,401)	(15,395,556)	(13,355,240)	(8,313,909)	6,324,644
Total Primary Government	\$ 281,725,403	\$ 314,225,049	\$ 302,987,923	\$ 297,333,483	\$ 347,036,501	\$ 352,785,703	\$ 351,969,762	\$ 325,864,072	\$ 274,586,615	\$ 256,586,453
Net Position										

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

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

FISCAL YEAR ENDED JUNE 30,

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
EXPENSES										
Governmental Activities:										
General government	\$ 18,671,569	\$ 14,887,443	\$ 14,820,254	\$ 14,332,092	\$ 15,080,364	\$ 13,270,490	\$ 12,839,523	\$ 12,710,114	\$ 13,128,842	\$ 13,919,789
Public safety	42,925,438	34,946,511	34,442,723	33,270,317	32,434,444	31,081,304	30,273,949	28,842,714	30,765,050	28,995,649
Judicial	6,618,160	7,017,989	6,241,597	5,908,078	5,471,384	5,438,232	5,213,231	4,891,274	5,301,887	5,065,113
Public works	10,357,625	9,904,418	9,052,258	9,903,839	9,720,781	8,616,739	9,249,322	8,188,834	9,660,646	8,200,517
Sanitation	2,355,660	2,060,980	1,838,049	1,876,842	1,777,521	1,730,139	1,680,283	1,655,363	1,805,049	1,753,575
Health	6,122,052	5,998,209	6,344,506	6,197,262	6,180,675	5,451,016	4,984,823	4,349,102	4,570,746	3,563,272
Welfare	2,290,719	2,164,908	2,038,500	2,013,875	2,317,891	2,028,677	2,369,073	2,359,998	2,373,611	2,143,404
Culture and recreation	10,547,419	9,595,541	9,530,025	9,562,092	9,345,624	9,084,415	8,981,258	8,719,947	9,686,659	8,995,601
Community support	1,409,254	1,058,025	597,679	1,067,743	578,988	704,500	3,386,724	1,643,988	3,922,076	2,626,657
Airport	984,645	548,672	465,157	344,845	333,521	388,786	285,645	149,667	257,969	51,505
Economic Opportunity	348,057	90,492	119,127	87,026	179,513	186,695	304,571	326,910	4,705,495	2,255,148
Interest on long-term debt	2,958,443	3,089,777	3,167,238	3,535,870	3,323,887	3,513,966	3,931,487	4,047,091	4,247,956	3,947,951
Total Governmental Activities Expenses:	105,589,041	91,362,965	88,657,113	88,099,881	86,744,593	81,494,959	83,499,889	77,885,002	90,425,986	81,518,181
Business-type Activities:										
Sewer	13,213,663	10,249,949	9,596,628	9,307,854	9,135,280	8,965,346	8,389,001	8,486,538	8,568,534	8,827,557
Water	13,361,264	13,464,964	13,710,079	13,171,346	12,833,407	11,847,582	12,190,492	12,448,336	11,345,020	10,423,075
Stormwater Drainage	1,335,154	1,033,393	1,159,632	1,104,191	1,288,357	1,186,768	1,199,990	1,025,278	1,198,016	1,115,129
Ambulance	4,491,321	3,544,833	3,505,024	3,270,221	3,473,925	3,203,882	4,150,587	4,311,731	4,288,925	4,657,637
Cemetery	151,778	227,792	233,663	225,667	225,515	191,888	193,726	185,524	192,330	162,706
Building Permits	1,214,943	1,103,828	1,148,900	642,601	555,315	574,273	464,022	439,863	580,576	945,159
Total Business-type Activities Expenses:	33,768,123	29,624,759	29,353,926	27,721,880	27,511,799	25,969,739	26,587,818	26,897,270	26,173,401	26,131,263
Total Primary Government Expenses	\$ 139,357,164	\$ 120,987,724	\$ 118,011,039	\$ 115,821,761	\$ 114,256,392	\$ 107,464,698	\$ 110,087,707	\$ 104,782,272	\$ 116,599,387	\$ 107,649,444

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

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

FISCAL YEAR ENDED JUNE 30,

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
PROGRAM REVENUES										
Governmental Activities:										
Charges for services:										
General government	\$ 3,392,800	\$ 3,203,733	\$ 2,970,058	\$ 2,747,130	\$ 2,838,317	\$ 2,953,439	\$ 2,627,410	\$ 2,857,504	\$ 2,918,651	\$ 3,351,544
Public safety	1,733,285	1,403,924	1,448,762	1,587,007	1,649,571	2,359,100	1,228,238	1,155,682	1,188,443	1,076,716
Judicial	1,861,126	1,732,900	1,648,156	1,634,912	1,734,901	1,849,102	1,790,286	1,670,098	1,856,416	1,906,511
Public works	233,479	271,693	195,440	195,610	139,078	155,388	287,772	149,922	130,186	135,246
Sanitation	5,237,381	4,614,674	3,787,474	3,645,563	3,472,835	2,989,716	3,302,423	2,903,582	2,808,933	3,068,057
Health	699,877	665,181	809,369	742,478	673,249	547,415	440,934	368,863	391,320	388,737
Welfare	-	-	-	-	-	-	-	-	2,502	-
Culture and recreation	1,269,731	1,433,832	1,535,957	1,458,645	1,376,723	1,320,758	1,285,299	1,189,441	1,272,141	1,279,607
Community support	37,443	576	-	-	-	8,000	-	-	381	-
Operating grants, interest, and contributions	7,339,557	6,263,119	6,910,090	7,403,908	6,598,135	6,924,384	7,895,664	8,040,598	13,387,728	6,777,205
Capital grants, interest, and contributions	3,423,812	3,936,604	1,767,300	3,350,910	3,253,933	3,414,668	30,733,429	56,268,193	25,254,636	6,622,668
Total Governmental Activities Program Revenues	25,228,491	23,526,236	21,072,606	53,366,163	21,736,742	22,521,970	49,591,455	74,603,883	49,211,337	24,606,291
Business-type Activities:										
Charges for services:										
Sewer	15,158,304	13,021,147	11,449,986	10,017,282	8,393,907	7,475,566	8,688,226	6,745,687	6,221,191	6,070,923
Water	16,144,324	15,278,926	14,060,971	13,700,586	13,235,852	12,868,228	13,056,457	11,510,051	9,213,231	9,366,534
Stormwater Drainage	1,707,494	1,362,516	1,391,102	1,395,114	1,333,434	1,169,116	1,308,666	1,669,605	1,172,877	1,070,093
Ambulance	4,996,260	3,315,712	3,205,144	3,136,867	2,356,233	2,466,832	3,729,850	3,547,842	3,809,675	3,979,519
Cemetery	118,213	152,015	94,150	99,686	96,045	116,562	130,494	111,624	91,161	85,437
Building Permits	1,133,608	1,240,249	1,159,586	574,056	619,648	379,300	590,055	536,824	422,320	800,889
Operating grants, interest, and contributions	3,875	500	-	-	-	-	-	200	30	30
Capital grants, interest, and contributions	1,411,898	833,172	782,391	495,899	707,241	419,206	2,505,810	1,906,273	890,780	2,009,015
Total Business-type Activities Program Revenues	40,673,976	35,204,237	32,143,330	29,419,490	26,742,360	24,894,810	30,009,558	26,027,906	21,821,435	23,382,440
Total Primary Government Program Revenues	\$ 65,902,467	\$ 58,730,473	\$ 53,215,936	\$ 82,785,653	\$ 48,479,102	\$ 47,416,780	\$ 79,601,013	\$ 100,631,789	\$ 71,032,772	\$ 47,988,731
NET (EXPENSE) / REVENUE										
Governmental activities	\$ (80,360,550)	\$ (67,836,729)	\$ (67,584,507)	\$ (34,733,718)	\$ (65,007,851)	\$ (58,972,989)	\$ (33,908,434)	\$ (3,281,119)	\$ (41,214,649)	\$ (56,911,890)
Business-type activities	6,905,853	5,579,478	2,789,404	1,697,610	(769,439)	(1,074,929)	3,421,740	(869,364)	(4,351,966)	(2,748,823)
Total Primary Government Net (Expense) / Revenue	\$ (73,454,697)	\$ (62,257,251)	\$ (64,795,103)	\$ (33,036,108)	\$ (65,777,290)	\$ (60,047,918)	\$ (30,486,694)	\$ (4,150,483)	\$ (45,566,615)	\$ (59,660,713)

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

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

FISCAL YEAR ENDED JUNE 30.

	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION										
Governmental Activities:										
Taxes:										
Property taxes	\$ 28,745,812	\$ 27,522,923	\$ 27,166,226	\$ 26,661,147	\$ 25,726,135	\$ 26,381,752	\$ 22,773,809	\$ 22,144,119	\$ 20,555,087	\$ 19,362,180
Sales taxes	8,382,297	7,721,472	7,084,666	6,298,574	4,939,639	4,798,620	4,591,472	4,518,988	4,172,071	4,721,317
Consolidated tax	29,587,668	27,426,295	24,846,886	22,993,975	20,733,724	19,825,135	19,016,195	18,286,154	17,477,368	19,969,586
Franchise taxes	5,332,848	4,970,904	5,244,176	5,446,480	5,418,344	5,003,989	5,019,809	4,977,697	5,531,976	5,623,238
Other taxes	200,779	281,063	270,240	130,249	133,266	124,158	157,269	158,283	136,856	194,508
Motor vehicle fuel tax	5,567,995	5,157,033	5,047,358	4,670,983	4,538,990	4,462,870	4,495,254	4,646,688	4,992,322	4,182,742
Grants and contributions not restricted to specific programs	-	-	-	-	-	-	-	-	-	-
Unrestricted investment income	242,252	81,370	303,823	206,828	228,425	62,846	275,035	408,911	1,132,477	2,059,082
Gain on sale of capital assets	-	-	53,428	164,799	-	-	-	-	-	-
Miscellaneous revenue	259,128	272,569	243,396	251,943	227,982	181,733	214,052	235,667	183,639	218,370
Transfers	(252,804)	(406,638)	(311,622)	(64,733)	(520,602)	(602,825)	(718,993)	(256,708)	(398,481)	(296,402)
Total Governmental Activities	\$ 78,065,975	\$ 73,026,991	\$ 69,950,577	\$ 66,760,245	\$ 61,425,903	\$ 60,238,278	\$ 55,823,902	\$ 55,119,799	\$ 53,783,315	\$ 56,034,621
Business-type Activities:										
Unrestricted investment income	262,337	54,321	105,117	37,662	63,812	22,756	49,489	51,433	240,914	538,761
Gain on sale of capital assets	20,174	6,427	82,227	48,009	-	-	-	-	-	-
Transfers	252,804	406,638	311,622	64,733	520,602	602,825	718,993	256,708	398,481	296,402
Total Business-type Activities	\$ 535,315	\$ 467,386	\$ 498,966	\$ 150,404	\$ 584,414	\$ 625,581	\$ 768,482	\$ 308,141	\$ 639,395	\$ 835,163
Total Primary Government Activities	\$ 78,601,290	\$ 73,494,377	\$ 70,449,543	\$ 66,910,649	\$ 62,010,317	\$ 60,863,859	\$ 56,592,384	\$ 55,427,940	\$ 54,422,710	\$ 56,869,784
CHANGE IN NET POSITION										
Governmental activities	\$ (2,294,575)	\$ 5,190,262	\$ 2,366,070	\$ 32,026,527	\$ (3,581,948)	\$ 1,265,289	\$ 21,915,468	\$ 51,838,680	\$ 12,568,666	\$ (877,269)
Business-type activities	7,441,168	6,046,864	3,288,370	1,848,014	(185,025)	(449,348)	4,190,222	(561,223)	(3,712,571)	(1,913,660)
Total Primary Government Change in Net Position	\$ 5,146,593	\$ 11,237,126	\$ 5,654,440	\$ 33,874,541	\$ (3,766,973)	\$ 815,941	\$ 26,105,690	\$ 51,277,457	\$ 8,856,095	\$ (2,790,929)

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

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

	FISCAL YEAR ENDED JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
GENERAL FUND										
GASB 54 (a)										
Nonspendable	\$ 73,179	\$ 415,162	\$ 37,929	\$ 88,563	\$ 287,383	\$ 703,349	\$ 269,317	\$ 234,703	\$ -	\$ -
Restricted	789,219	801,898	794,732	726,536	507,733	698,926	854,838	866,931	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	3,280,586	1,732,478	1,312,836	2,855,740	1,453,798	1,597,932	1,036,620	2,962,474	-	-
Unassigned	8,011,552	6,447,478	6,005,645	3,957,473	4,202,660	3,296,337	2,731,167	2,830,794	-	-
Prior to GASB 54 (a)										
Reserved	-	-	-	-	-	-	-	-	1,164,962	877,986
Unreserved:										
Designated	-	-	-	-	-	-	-	-	3,294,193	7,979,901
Undesignated	-	-	-	-	-	-	-	-	2,024,044	2,628,357
Total General Fund	<u>\$ 12,154,536</u>	<u>\$ 9,397,016</u>	<u>\$ 8,151,142</u>	<u>\$ 7,628,312</u>	<u>\$ 6,451,574</u>	<u>\$ 6,296,544</u>	<u>\$ 4,891,942</u>	<u>\$ 6,894,902</u>	<u>\$ 6,483,199</u>	<u>\$ 11,486,244</u>
ALL OTHER GOVERNMENTAL FUNDS										
GASB 54 (a)										
Nonspendable	\$ 27,643	\$ 39,975	\$ 49,683	\$ 64,001	\$ 101,924	\$ 64,913	\$ 82,036	\$ 24,582	\$ -	\$ -
Restricted	12,610,171	10,233,247	13,686,499	21,885,985	11,835,435	11,130,067	10,871,688	12,212,046	-	-
Committed	5,315	10,044	6,856	7,726	11,513	7,606	5,853	2,400,000	-	-
Assigned	3,063,924	2,586,593	972,086	1,278,375	2,693,268	1,082,317	1,223,257	1,926,574	-	-
Unassigned	-	-	-	-	-	(6,749)	-	(1,943)	-	-
Prior to GASB 54 (a)										
Reserved	-	-	-	-	-	-	-	-	20,076	7,742
Unreserved:										
Designated in:										
Special Revenue Funds	-	-	-	-	-	-	-	-	5,205,792	10,977,085
Debt Service Funds	-	-	-	-	-	-	-	-	1,036,661	1,140,238
Capital Projects Funds	-	-	-	-	-	-	-	-	51,609	90,054
Undesignated in:										
Special Revenue Funds	-	-	-	-	-	-	-	-	15,318,046	12,081,931
Debt Service Funds	-	-	-	-	-	-	-	-	12,384	196,616
Capital Projects Funds	-	-	-	-	-	-	-	-	2,729,014	777,393
Total All Other Governmental Funds	<u>\$ 15,707,053</u>	<u>\$ 12,869,859</u>	<u>\$ 14,715,124</u>	<u>\$ 23,236,087</u>	<u>\$ 14,642,140</u>	<u>\$ 12,278,154</u>	<u>\$ 12,182,834</u>	<u>\$ 16,561,259</u>	<u>\$ 24,373,582</u>	<u>\$ 25,271,059</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.

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

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

	FISCAL YEAR ENDED JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
REVENUES										
Taxes	\$ 41,155,387	\$ 38,944,791	\$ 37,886,252	\$ 36,116,924	\$ 33,841,031	\$ 33,842,019	\$ 30,389,857	\$ 29,656,665	\$ 28,093,025	\$ 26,721,962
Licenses and permits	7,719,226	6,772,108	6,941,765	7,023,943	7,133,133	6,742,835	6,657,143	6,782,247	7,340,788	7,377,737
Intergovernmental revenues	40,081,700	38,489,332	34,111,823	33,641,746	31,402,152	31,361,448	32,832,525	32,902,457	49,672,531	32,332,386
Charges for services	13,838,864	13,190,310	12,618,224	11,899,821	11,582,832	11,049,184	11,885,268	11,153,091	11,467,700	11,215,117
Fines and forfeits	843,824	790,940	725,895	859,277	896,537	944,937	901,394	773,519	802,402	1,046,329
Miscellaneous	2,160,259	2,070,235	2,889,112	2,538,244	2,269,062	2,007,642	1,756,085	1,716,374	2,188,920	3,430,504
Total Revenues	105,799,260	100,257,716	95,173,071	92,079,955	87,124,747	85,948,065	84,422,272	82,984,353	99,565,366	82,124,035
EXPENDITURES										
General government	17,338,801	15,440,966	15,794,000	15,497,972	15,043,487	14,240,694	13,952,064	14,231,116	15,005,013	14,680,918
Public safety	35,058,487	31,855,937	31,680,370	30,277,531	28,880,330	28,605,267	27,779,133	27,313,128	28,362,786	26,595,429
Judicial	5,488,522	6,582,605	6,034,387	5,604,500	5,355,803	5,143,470	4,973,383	4,824,457	5,075,739	4,822,651
Public works	9,061,197	9,173,718	8,689,689	8,543,967	8,053,108	7,251,585	8,487,965	7,821,034	19,917,994	20,642,266
Sanitation	2,038,340	1,840,005	1,664,165	1,677,631	1,579,314	1,558,251	1,485,325	1,542,371	1,673,677	1,734,716
Health	4,830,765	5,166,670	5,562,398	5,421,238	5,154,954	4,741,438	4,332,571	3,798,124	3,960,626	3,001,006
Welfare	2,229,556	2,151,042	2,024,632	2,010,398	1,956,932	2,014,083	2,367,038	2,344,154	2,359,467	2,127,710
Culture and recreation	7,822,210	7,510,509	7,892,747	7,715,341	7,347,424	7,354,482	7,365,129	7,296,030	13,381,380	11,217,627
Community support	922,483	733,728	655,952	897,172	615,765	757,714	3,098,628	1,296,951	3,573,553	2,617,465
Airport	469,749	74,903	-	-	-	45,765	4,234	47,506	9,144,072	3,107,641
Economic opportunity	346,338	90,492	160,396	138,778	179,513	186,695	304,571	326,957	4,742,049	2,275,376
Capital outlay	9,859,027	14,803,697	14,524,131	10,109,046	4,538,465	6,144,702	7,757,392	11,231,655	8,028	1,084,955
Debt service:										
Principal	5,597,399	5,239,300	4,498,100	4,974,700	4,793,200	5,694,368	4,095,917	3,924,674	3,604,885	3,549,588
Interest and fiscal charges	2,964,395	3,178,466	3,369,056	3,171,918	3,072,875	4,148,852	3,835,852	4,286,892	3,956,052	3,873,919
Total Expenditures	104,027,269	103,842,038	102,550,023	96,040,192	86,571,170	87,887,366	89,839,202	90,285,049	114,765,321	101,331,267
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,771,991	(3,584,322)	(7,376,952)	(3,960,237)	553,577	(1,939,301)	(5,416,930)	(7,300,696)	(15,199,955)	(19,207,232)

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

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

	FISCAL YEAR ENDED JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
OTHER FINANCING SOURCES (USES)										
Capital asset sales	36,575	43,552	73,929	64,812	-	13,097	10,545	3,535	-	-
Capital leases	-	84,845	10,300	-	-	-	-	-	69,433	53,467
Bonds issued	4,072,945	3,425,293	-	13,600,000	-	-	-	7,210,000	7,900,000	9,055,000
Notes issued	-	-	-	-	2,651,000	2,269,500	-	-	-	-
Payment to refunded bond escrow agent	-	(5,859,759)	(23,701,582)	(9,418,592)	-	(30,026,827)	-	(7,244,702)	-	-
Refunding bonds issued	-	5,951,000	21,580,000	8,400,000	-	30,767,200	-	-	-	-
Refunding notes issued	-	-	-	-	-	-	-	-	-	-
Premium on refunding bonds issued	-	-	1,836,172	1,571,223	-	840,062	-	226,243	-	-
Transfers in	13,152,794	11,953,109	11,919,064	10,821,056	10,928,630	9,668,856	9,364,206	8,279,959	15,500,233	11,826,603
Transfers out	(13,439,591)	(12,643,109)	(12,309,064)	(11,307,577)	(11,614,191)	(10,092,665)	(10,339,206)	(8,574,959)	(14,170,233)	(12,121,603)
Premium on bonds issued	-	-	-	-	-	-	-	-	-	-
Discount on bonds issued	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	3,822,723	2,954,931	(591,181)	13,730,922	1,965,439	3,439,223	(964,455)	(99,924)	9,299,433	8,813,467
Net Change in Fund Balances	\$ 5,594,714	\$ (629,391)	\$ (7,968,133)	\$ 9,770,685	\$ 2,519,016	\$ 1,499,922	\$ (6,381,385)	\$ (7,400,620)	\$ (5,900,522)	\$ (10,393,765)
Debt service as a percentage of noncapital expenditures	9.09%	9.45%	8.94%	9.48%	9.59%	12.04%	9.66%	10.39%	8.44%	9.18%

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

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

FISCAL YEAR ENDED JUNE 30,	REAL PROPERTY ASSESSED VALUE				OTHER	PERSONAL PROPERTY		LESS: TAX EXEMPT PROPERTY	TAXABLE ASSESSED VALUE	TOTAL		PERCENTAGE OF TAXABLE VALUE TO ACTUAL VALUE	TOTAL DIRECT TAX RATE (1)
	RESIDENTIAL	COMMERCIAL	INDUSTRIAL			ASSESSED VALUE	PROPERTY			ESTIMATED ACTUAL VALUE	ESTIMATED ACTUAL VALUE		
2018	\$ 1,201,819,791	\$ 522,405,392	\$ 87,923,832	\$ 66,776,525	\$ 83,432,004	\$ 460,310,611	\$ 1,502,046,933	\$ 4,291,562,665	\$ 4,291,562,665	35.00%	2.1900		
2017	1,143,413,105	511,051,223	84,437,524	83,517,286	79,293,413	456,557,778	1,445,154,773	4,129,013,637	4,129,013,637	35.00%	2.1400		
2016	1,106,925,704	495,344,116	75,167,547	36,056,808	70,831,634	410,916,956	1,373,408,853	3,924,025,294	3,924,025,294	35.00%	2.1400		
2015	988,583,791	514,498,082	70,590,643	33,235,070	69,757,391	389,774,295	1,286,890,682	3,676,830,520	3,676,830,520	35.00%	2.1600		
2014	935,189,789	495,884,820	70,652,606	26,031,984	69,572,163	358,575,304	1,238,756,058	3,539,303,022	3,539,303,022	35.00%	2.1800		
2013	1,016,454,814	510,880,941	80,961,017	25,825,504	68,172,306	320,479,554	1,381,815,028	3,948,042,937	3,948,042,937	35.00%	2.1800		
2012	1,136,664,056	554,083,272	90,326,979	30,174,883	71,820,430	376,697,685	1,506,371,935	4,303,919,814	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	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	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	5,266,419,991	35.00%	1.7069		

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,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
CARSON CITY DIRECT RATE										
Operating Rate	1.9149	1.8652	1.8525	1.8508	1.8858	1.7040	1.2102	1.2102	1.2102	1.2102
Voter Approved	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Legislative Overrides	0.2251	0.2248	0.2375	0.2592	0.2442	0.4260	0.4470	0.4464	0.4468	0.4467
Debt Service	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000
Total Carson City Direct Rate	2.1900	2.1400	2.1400	2.1600	2.1800	2.1800	1.7072	1.7066	1.7070	1.7069
OVERLAPPING RATES										
Carson City School District	1.1800	1.1800	1.1800	1.1800	1.1800	1.1800	1.1800	1.1800	1.2200	1.2200
State of Nevada	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700
Eagle Valley Underground Water	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0010	0.0009	0.0009
Carson Valley Ground Water Basin	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0023	0.0020	0.0010
Sub-Conservancy	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
Sierra Forest Fire	0.0000	0.0000	0.0000	0.0000	0.0000	0.1000	0.1000	0.1000	0.1000	0.1000
Total Overlapping Rates	1.3800	1.3800	1.3800	1.3800	1.3800	1.4800	1.4800	1.4833	1,5229	1,5219
Total Carson City Property Tax Rate	3.5700	3.5200	3.5200	3.5400	3.5600	3.6600	3.1872	3.1899	3.2299	3.2288
REDEVELOPMENT AGENCY OF CARSON CITY	3.0745	3.0745	3.0745	3.0955	3.1155	3.2155	2.7427	2.8737	2.8895	2.6362

Source: Nevada Department of Taxation

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

<u>TAXPAYER</u>	<u>2018</u>			<u>2009</u>		
	<u>ASSESSED VALUATION</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL ASSESSED VALUATION</u>	<u>ASSESSED VALUATION</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL ASSESSED VALUATION</u>
Carson-Tahoe Hospital	\$ 9,105,728	1	0.61%	\$ 11,987,996	5	0.65%
ARHC CTCRCNV001, LLC	\$ 7,559,629	2	0.50%			
C&A Investments	\$ 6,195,749	3	0.41%	\$ 9,710,577	7	0.53%
Carson Gaming, LLC	\$ 5,014,539	4	0.33%	\$ 11,482,870	6	0.62%
Wal-Mart Real Est Bus Trust	\$ 4,607,366	5	0.31%			
Harley Davidson Credit Corp	\$ 4,509,400	6	0.30%			
Lennar Reno, LLC	\$ 4,264,041	7	0.28%			
Adams Carson, LLC	\$ 4,229,147	8	0.28%			
Dophin Bay-Beal, LLC	\$ 4,031,121	9	0.27%			
Carson City Parkway, LLC	\$ 4,028,294	10	0.27%			
Southwest Gas				\$ 16,658,801	1	0.90%
Millard, Dwight				\$ 16,299,666	2	0.88%
Serpa, John C				\$ 16,250,714	3	0.88%
Sierra Pacific Power Company				\$ 14,133,025	4	0.77%
Cubix/Ormsby				\$ 9,489,229	8	0.51%
Doug & Kathleen Hone				\$ 8,427,232	9	0.46%
Garth, Richard				\$ 8,309,942	10	0.45%
Total, Ten Largest Taxpayers	53,545,014		3.56%	122,750,052		6.65%
Total, Other Taxpayers	1,448,501,919		96.44%	1,720,496,945		93.35%
Total Assessed Valuations	\$ 1,502,046,933		100.00%	\$ 1,843,246,997		100.00%

Source: Carson City Assessor

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

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

FISCAL YEAR ENDED JUNE 30,	TAXES LEVIED	CURRENT YEAR			TOTALS TO DATE	
		TAX COLLECTIONS	PERCENT OF TAXES LEVIED	DELINQUENT TAX COLLECTIONS	TAX COLLECTIONS	PERCENT OF TAXES LEVIED
2009	35,529	34,860	98.12%	669	35,529	100.00%
2010	37,735	37,075	98.25%	660	37,735	100.00%
2011	39,448	38,714	98.14%	733	39,447	100.00%
2012	39,450	38,463	97.50%	987	39,450	100.00%
2013	40,823	40,082	98.18%	741	40,823	100.00%
2014	39,994	39,314	98.30%	680	39,994	100.00%
2015	41,363	41,061	99.27%	301	41,362	100.00%
2016	41,696	41,237	98.90%	451	41,688	99.98%
2017	42,164	41,916	99.41%	192	42,108	99.87%
2018	43,881	43,543	99.23%	-	43,543	99.23%

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				TOTAL PRIMARY GOVERNMENT	PERCENT OF PERSONAL INCOME(2)	PER CAPITA(2)
	GENERAL OBLIGATION BONDS	GENERAL BONDED DEBT	TOTAL GENERAL BONDED DEBT	PERCENT OF ACTUAL PROPERTY VALUE(1)	REVENUE BONDS	GENERAL OBLIGATION NOTES	CAPITAL LEASES	PROPRIETARY		NOTES	BONDS				
								BONDS	NOTES						
2018	\$ 59,094,840	\$59,094,840	\$59,094,840	1.38%	\$14,279,600	\$ 10,114,238	\$ 35,144	\$ 117,086,863	\$ 475,800	\$ 475,800	\$ 201,086,485	8.22%	\$3,705.09		
2017	63,209,463	63,209,463	63,209,463	1.53%	15,384,200	6,240,093	65,202	108,230,108	785,800	785,800	193,914,866	8.06%	\$3,593.08		
2016	67,219,087	67,219,087	67,219,087	1.71%	15,970,500	3,361,300	10,181	87,158,785	1,090,801	1,090,801	174,810,654	7.47%	3,197.68		
2015	67,230,067	67,245,540	67,245,540	1.83%	17,159,100	3,895,800	-	78,225,519	1,389,700	1,389,700	167,915,659	6.98%	3,111.34		
2014	56,356,923	56,356,923	56,356,923	1.59%	18,047,900	4,591,700	6,081	78,475,307	1,682,100	1,682,100	159,160,011	6.99%	2,870.80		
2013	59,511,054	59,511,054	59,511,054	1.51%	18,897,000	2,554,800	25,590	80,154,498	1,970,500	1,970,500	163,113,442	7.33%	2,868.23		
2012	62,336,401	62,336,401	62,336,401	1.45%	19,480,700	1,360,367	43,823	77,493,636	2,148,000	2,148,000	162,862,927	7.60%	2,902.82		
2011	64,990,727	64,990,727	64,990,727	1.35%	20,222,100	2,212,558	67,772	61,986,558	2,395,000	2,395,000	151,874,715	7.25%	2,737.07		
2010	67,519,131	67,519,131	67,519,131	1.29%	20,866,000	3,018,928	99,470	48,542,143	2,448,000	2,448,000	142,493,672	6.38%	2,577.95		
2009	70,042,700	70,042,700	70,042,700	1.33%	13,427,600	3,259,644	109,182	50,484,597	-	-	137,323,723	6.16%	2,430.25		

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, 2018
(UNAUDITED)**

NAME OF GOVERNMENT UNIT	GENERAL OBLIGATION DEBT OUTSTANDING	PRESENTLY SELF-SUPPORTING GENERAL OBLIGATION DEBT	PERCENT APPLICABLE (1)	APPLICABLE NET DEBT
Direct:				
City of Carson City:				
Governmental Activity Bonds	\$ 55,860,001	\$ 55,860,001	100.00%	-
Revenue Bonds ⁽²⁾	14,279,600	14,279,600		
Notes Payable	10,114,238	10,114,238		
Bond premiums	3,234,839	3,234,839		
Capital leases	35,144	35,144		
Total Direct Debt	<u>83,523,822</u>	<u>83,523,822</u>		<u>-</u>
Overlapping:				
Carson City School District	<u>56,574,000</u>	<u>-</u>	100.00%	<u>56,574,000</u>
Total General Obligation				
Direct and Overlapping Debt	<u>\$ 140,097,822</u>	<u>\$ 83,523,822</u>		<u>\$ 56,574,000</u>

Source: Carson City Finance Office and Carson City School District

(1) Based on fiscal year 2016-17 assessed valuation in the respective jurisdiction.

(2) Revenue bonds are not general obligation, but are special limited obligations payable solely from the pledged revenue.

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

<u>Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2018</u>		<u>FISCAL YEAR ENDED JUNE 30,</u>									
		<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Assessed value of taxable property(1)					\$ 1,578,809,029						
Debt limit (15% of assessed value)					<u>236,821,354</u>						
Debt applicable to limit:											
Governmental activities				\$ 55,860,001							
Business-type activities				114,939,921							
Less: Amount available for repayment of general obligation debt				<u>(911,264)</u>							
Total net debt applicable to limitation					<u>169,888,658</u>						
Legal debt margin					<u>\$ 66,932,696</u>						
<u>DEBT LIMIT</u>											
Debt limit		\$ 236,821,354	\$ 226,790,989	\$ 213,697,900	\$ 200,701,004	\$ 192,949,840	\$ 214,833,139	\$ 235,045,345	\$ 266,225,881	\$ 288,971,603	\$ 289,552,288
Total net debt subject to limitation		<u>169,888,658</u>	<u>164,646,030</u>	<u>148,000,607</u>	<u>143,734,928</u>	<u>134,576,370</u>	<u>139,259,606</u>	<u>139,630,037</u>	<u>126,777,285</u>	<u>115,861,274</u>	<u>123,586,941</u>
Legal Debt Margin		<u>\$ 66,932,696</u>	<u>\$ 62,144,959</u>	<u>\$ 65,697,293</u>	<u>\$ 56,966,076</u>	<u>\$ 58,373,470</u>	<u>\$ 75,573,533</u>	<u>\$ 95,415,308</u>	<u>\$ 139,448,596</u>	<u>\$ 173,110,329</u>	<u>\$ 165,965,347</u>
Total net debt subject to limitation as a percentage of debt limit		<u>71.7%</u>	<u>72.6%</u>	<u>69.3%</u>	<u>71.6%</u>	<u>69.7%</u>	<u>64.8%</u>	<u>59.4%</u>	<u>47.6%</u>	<u>40.1%</u>	<u>42.7%</u>

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

(1) Includes Redevelopment Authority amount of \$76,762,096

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

FISCAL YEAR ENDED JUNE 30,	PLEDGED REVENUE	LESS: OPERATING EXPENSES	NET AVAILABLE REVENUE	DEBT SERVICE REQUIREMENTS			COVERAGE RATIOS
				PRINCIPAL	INTEREST	TOTAL	
HIGHWAY REVENUE(MOTOR VEHICLE FUEL TAX) IMPROVEMENT BONDS (1)							
2018	\$ 3,065,714	\$ 1,890,423	\$ 1,175,291	\$ 1,104,600	\$ 475,869	\$ 1,580,469	0.7
2017	2,858,234	2,289,781	568,453	987,800	647,111	1,634,911	0.3
2016	2,796,394	2,032,584	763,810	968,600	616,683	1,585,283	0.5
2015	2,606,416	2,498,161	108,255	888,800	808,236	1,697,036	0.1
2014	2,535,983	2,487,780	48,203	849,100	848,009	1,697,109	0.0
2013	2,497,509	1,854,919	642,590	776,000	853,397	1,629,397	0.4
2012	2,571,885	2,585,880	(13,995)	741,400	977,100	1,718,500	0.0
2011	2,589,547	2,150,201	439,346	643,900	1,074,609	1,718,509	0.3
2010	2,754,992	4,072,621	(1,317,629)	461,600	608,961	1,070,561	-1.2
2009	2,370,083	3,020,383	(650,300)	542,400	528,077	1,070,477	-0.6

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.

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

FISCAL YEAR ENDED JUNE 30,	POPULATION (1)	CITY AREA (SQUARE MILES) (6)	TOTAL PERSONAL INCOME (3)		PER CAPITA PERSONAL INCOME (3)	UNEMPLOYMENT RATE (4)	PUBLIC SCHOOL ENROLLMENT (5)	BUSINESS LICENSES ISSUED (2)	TOTAL CONSTRUCTION PERMITS (6)	TOTAL CONSTRUCTION VALUE (6)
			PERSONAL INCOME (3)	PERSONAL INCOME (3)						
2018	55,182	147.00	\$ 2,472,636,000	\$ 44,809	4.3%	11,547	549	1,667	\$ 71,801,969	
2017	54,273	147.00	2,445,733,000	45,064	4.6%	11,308	569	1,355	96,537,447	
2016	53,969	147.00	2,404,851,000	44,560	6.9%	11,615	541	1,272	77,937,428	
2015	54,668	147.00	2,339,349,000	42,792	7.3%	11,748	531	934	36,780,188	
2014	55,441	147.00	2,275,631,286	41,046	9.0%	11,425	553	1,029	40,284,101	
2013	56,869	147.00	2,225,170,232	39,128	10.1%	11,624	620	788	22,908,525	
2012	56,105	147.00	2,142,088,900	38,180	11.7%	12,432	766	818	46,358,861	
2011	55,488	147.00	2,094,672,000	37,750	12.5%	13,346	1,042	939	42,209,740	
2010	55,274	147.00	2,233,741,000	40,409	13.8%	13,582	934	276	16,955,005	
2009	56,506	147.00	2,228,378,000	40,233	11.5%	13,532	967	242	64,172,562	
2008	57,600	147.00	2,364,850,000	42,570	6.7%	13,493	1,242	295	74,801,157	

NR = Not reported

Sources:

- (1) State of Nevada, Demographer's Office estimated, 1986-2009 and 2011-2015; Final Census information available for 2010.
- (2) City of Carson City, Business License Division
- (3) U.S. Department of Commerce, Bureau of Economic Analysis, 2005-2013, for Carson City Metropolitan Area; Estimated for 2014 and 2015 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>2018</u>			<u>2009</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>
State Department of Corrections	1000-4999	1	11.35%			
Employment Security Division	1000-4999	2	11.35%			
State Department of Transportation	1000-4999	3	11.35%	600-699	4	2.12%
Army National Guard	1000-4999	4	11.35%			
Carson Tahoe Hospital	500-999	5	2.84%	1000-1499	1	3.49%
State Department of Motor Vehicles	500-999	6	2.84%	300-399	9	1.22%
Public & Behavioral Health	500-999	7	2.84%			
Legislative Counsel Bureau	500-999	8	2.84%			
City of Carson City	500-999	9	2.84%	700-799	3	2.42%
Carson City School District	250-499	10	1.42%	1000-1499	2	3.24%
Carson City Nugget				600-699	5	2.12%
Casino Fandango				400-499	6	1.46%
Western Nevada College				400-499	7	1.43%
Chromalloy Nevada				400-499	8	1.36%
Wal-Mart Supercenter				300-399	10	1.13%
Total Carson City Area Covered Employment	<u>26,426</u>			<u>29,297</u>		

Source: Each of the two years reflect respective June information as compiled by the Nevada Department of Employment, Training, and Rehabilitation (DETR), Division of Labor Marketing. In Fiscal Year 2018, the data changed significantly as it is now coming from DETR's third party source Infogroup. In prior years, it came from an internally sourced system QCEW.

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 2008 - each division now reports information separately.

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

	FISCAL YEAR ENDED JUNE 30,									
FUNCTION:	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
General Government	109.50	109.50	107.50	106.75	102.48	100.55	101.00	104.35	108.10	108.80
Public Safety	243.70	240.70	229.60	228.10	228.00	228.80	227.55	228.25	254.75	256.85
Judicial	36.00	36.00	44.00	44.00	43.00	42.75	44.50	42.50	44.05	45.30
Public Works	50.20	50.60	50.60	46.35	45.45	43.95	45.95	44.90	46.10	53.15
Sanitation	10.50	10.50	9.50	9.50	9.60	9.70	9.60	9.30	10.75	13.35
Health	31.33	36.28	36.15	43.85	37.75	37.25	29.96	30.00	30.00	20.00
Welfare	5.47	5.47	4.95	4.95	4.00	4.00	4.00	4.00	5.00	3.00
Culture and Recreation	45.88	44.88	43.88	44.88	44.88	43.88	43.88	43.88	48.88	48.93
Utilities	51.15	51.05	51.05	51.05	48.45	48.85	52.95	52.80	50.90	48.13
Total	583.73	584.98	577.23	579.43	563.61	559.73	559.39	559.98	598.53	597.51

Source: City of Carson City Finance Department

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

	FISCAL YEAR ENDED JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
FUNCTION / PROGRAM:										
General Government										
Business licenses issued (3)	549	569	541	531	553	620	788	818	934	967
Judicial: (1)										
Municipal Court Cases Filed:										
Criminal Cases:										
Felony death penalty	0	0	0	0	0	0	0	0	0	0
Felony, crimes against persons	168	137	132	138	110	126	112	117	112	231
Felony, crimes against property	243	238	182	200	170	194	171	230	196	467
Gross misdemeanor, crimes against persons	43	50	58	47	52	81	54	56	67	43
Gross misdemeanor, crimes against property	27	26	22	12	24	19	11	23	15	45
Misdemeanor, non-traffic	1,395	1,560	1,505	1,553	1,386	1,633	1,696	1,473	1,726	2,228
Traffic and parking violations	11,984	8,975	8,634	9,899	10,692	12,414	13,769	11,869	11,012	19,944
Civil Cases:										
General	1,493	1,042	655	748	1,154	1,708	1,952	2,249	2,926	2,474
Small claims	287	298	379	283	258	350	421	442	472	535
Landlord/tenant (summary eviction)	821	835	959	893	1,281	1,189	1,095	1,126	954	1,165
Request for domestic violence protective orders	247	355	454	401	431	431	454	460	474	496
Request for protection orders (non-dom. violence)	380	340	292	299	335	271	266	293	269	379
Public Safety										
Police: (5)										
Number of sworn police personnel and officers	95	95	95	92	92	92	91	91	99	99
Number of physical arrests	3,688	3,295	2,911	2,865	2,140	2,823	2,784	1,925	2,621	2,797
Number of traffic accidents	510	549	485	434	427	358	474	250	832	973
Fire: (6)										
Number of firefighters	58	58	58	59	59	59	60	58	64	64
Number of calls answered	10,364	10,198	9,876	9,465	8,503	8,332	7,838	7,620	7,466	7,515
Number of fire prevention inspections	1,615	1,337	1,478	1,515	1,410	638	1,268	1,170	2,529	2,029
Public Works (4)										
Number of street lights	1,705	1,713	1,713	1,723	1,731	1,717	1,702	1,776	1,771	1,702

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

	FISCAL YEAR ENDED JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
Culture and Recreation (7)										
Number of participants in recreation sports	3,178	2,924	2,678	2,526	2,463	3,184	7,688	7,557	14,393	5,302
Number of participants in sports tournaments (8)	15,138	15,715	10,629	17,625	17,293	77,164	56,388	57,291	58,000	56,410
Average number of children enrolled in summer programs per day	120	145	167	175	172	178	165	607	339	265
Average number of children enrolled in latch key programs per day	290	212	259	287	246	239	239	204	202	289
Utilities (4)										
Sewer:										
Customer count as of June 30	15,734	15,600	15,500	15,435	15,514	15,476	15,443	15,041	15,376	15,414
Total discharge (in thousands of gallons)	1,603,760	1,874,714	1,584,700	1,543,299	1,450,900	1,586,030	1,590,547	1,787,778	1,741,894	1,825,000
Water:										
Customer count as of June 30	17,148	17,676	17,272	16,962	16,860	16,889	16,862	16,798	16,804	16,828
Total consumption (in thousands of gallons)	3,245,600	3,219,786	3,245,845	3,418,789	3,589,085	3,656,071	3,525,553	3,619,591	3,557,248	4,561,914
Development Services (2)										
Building permits issued	1,667	1,355	1,272	934	1,029	788	818	939	276	242

NR = Not reported

Sources:

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

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

	FISCAL YEAR ENDED JUNE 30,									
	2018	2017	2016	2015	2014	2013	2012	2011	2010	2009
FUNCTION / PROGRAM:										
General Government										
City owned facilities (1)	105	105	105	101	83	81	80	82	82	82
City owned structures (1)	87	89	81	85	81	81	81	81	81	81
Number of networked computers (5)	776	734	693	717	593	595	595	580	565	550
Public Safety										
Police: (2)										
Marked police vehicles	39	39	42	41	41	39	39	40	39	36
Fire: (3)										
Fire stations	4	4	4	4	4	4	4	3	3	3
Fire engines	14	14	14	14	14	14	14	9	9	9
Public Works (1)										
Paved streets (miles)	281	281	273	273	273	273	273	273	257	257
Culture and Recreation (4)										
Parks:										
Acreage of parks - developed	785.1	785.1	785.1	780.5	780.5	780.5	780.5	780.5	780.5	780.5
Acreage of parks - undeveloped	7,332.0	7,332.0	7,332.0	436.0	436.0	436.0	436.0	436.0	436.0	436.0
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	14	15	15	16	16	16	16	16	16	16
Ball fields - unlighted	20	20	20	19	19	19	19	19	19	19
Tennis courts - lighted	12	12	12	12	12	12	12	12	12	12
Tennis courts - unlighted	4	4	4	4	4	4	4	4	4	4
Basketball courts - lighted	0	0	0	0	0	0	0	0	0	0
Basketball courts - unlighted	8	8	8	8	8	8	8	8	8	8
Community Centers	2	2	2	1	1	1	1	1	1	1
Rodeo arenas	1	1	1	1	1	1	1	1	1	1
Sand volleyball courts	4	4	4	4	4	4	4	4	4	4
Utilities (1)										
Sewer lines (miles)	231.0	230.0	226.0	228.0	237.2	237.2	237.2	236.0	235.0	216.6
Storm drains (miles)	105.0	93.0	93.0	92.0	94.4	94.4	94.4	94.0	93.9	77.0
Water lines (miles)	334.0	331.0	329.0	323.0	330.0	330.0	330.0	322.0	320.8	297.2
Sources:	(1) Sources:	(1) Sources:	(1) Sources:	(1) Sources:	(1) Sources:	(1) Sources:	(1) Sources:	(1) Sources:	(1) Sources:	(1) Sources:
	(2) Carson City	(2) Carson City	(2) Carson City	(2) Carson City	(2) Carson City	(2) Carson City	(2) Carson City	(2) Carson City	(2) Carson City	(2) Carson City
	(3) Carson City	(3) Carson City	(3) Carson City	(3) Carson City	(3) Carson City	(3) Carson City	(3) Carson City	(3) Carson City	(3) Carson City	(3) Carson City
	(4) Carson Cit:	(4) Carson Cit:	(4) Carson Cit:	(4) Carson Cit:	(4) Carson Cit:	(4) Carson Cit:	(4) Carson Cit:	(4) Carson Cit:	(4) Carson Cit:	(4) Carson Cit:
	(5) Carson Cit:	(5) Carson Cit:	(5) Carson Cit:	(5) Carson Cit:	(5) Carson Cit:	(5) Carson Cit:	(5) Carson Cit:	(5) Carson Cit:	(5) Carson Cit:	(5) Carson Cit:

COMPLIANCE SECTION

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

Mayor and Other Members of the Board of Supervisors
Carson City, Nevada

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carson City, Nevada (the City) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents, and have issued our report thereon dated November 7, 2018. Our report includes a reference to other auditors who audited the financial statements of the Carson City Culture and Tourism Authority and Carson City Airport Authority, which are discretely presented component units of the City, as described in our report on the City's basic 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 that are reported on separately by those auditors.

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

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

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies; and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2018 - 001 and 2018 - 002 that we consider to be material weaknesses.

Compliance and Other Matters. As part of obtaining reasonable assurance about whether the City's basic financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of basic financial statement amounts, including whether the funds established by the City, as listed in Nevada Revised Statutes (NRS) 354.624 (5)(a)(1 through 5), complied with the express purposes required by NRS 354.6241. 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*.

The City's Responses to Findings. The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

We noted certain matters that we reported to the City in a separate letter dated November 7, 2018.

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



Reno, Nevada
November 7, 2018

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR
EACH MAJOR PROGRAM; REPORT ON INTERNAL CONTROL
OVER COMPLIANCE; AND REPORT ON SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS REQUIRED BY THE UNIFORM GUIDANCE**

Mayor and Other Members of the Board of Supervisors
Carson City, Nevada

We have audited the compliance of Carson City, Nevada (the City) with the types of compliance requirements described in the Office of Management and Budget (OMB) *Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2018. The City's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

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

Auditors' Responsibility. Our responsibility is to express an opinion on compliance for each of the City's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (the Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

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

Opinion on Each Major Federal Program. In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2018.

Other Matters. The results of our auditing procedures disclosed an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2018 - 003. Our opinion on each major federal program is not modified with respect to this matter.

The City's response to the noncompliance finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on it.

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

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

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

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

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance. 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 the City as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated November 7, 2018, which contained an unmodified opinion on those basic financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements. Our report includes a reference to other auditors who audited the financial statements of the Carson City Culture and Tourism Authority and Carson City Airport Authority, which are discretely presented component units of the City, as described in our report on the City's basic 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 that are reported on separately by those auditors.

The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, based on our audit and the reports of other auditors, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

A handwritten signature in blue ink that reads "Percy Bowler Taylor & Kim". The signature is written in a cursive, flowing style.

Reno, Nevada
November 7, 2018

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CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 1 OF 6)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES	PAYMENTS TO SUBRECIPIENTS
<u>U.S.Environmental Protection Agency</u>				
Passed through Nevada Department of Conservation & Natural Resources:				
Nonpoint Source Implementation Grants				
Ash Canyon Erosion Control & Sediment	66.460	DEP-S 17-023	\$ 1,347	\$ -
Total Nonpoint Source Implementation Grants			<u>1,347</u>	<u>-</u>
Clean Water State Revolving Fund Cluster:				
Capitalization Grants for Clean Water State Revolving Funds	66.458	CW1601	1,355,259	-
Total Clean Water State Revolving Fund Cluster			<u>1,355,259</u>	<u>-</u>
Total U.S. Environmental Protection Agency			<u>1,356,606</u>	<u>-</u>
<u>National Aeronautics and Space Administration:</u>				
Passed through American Library Association:				
Science - NASA@My Library	43.001	N/A	424	-
<u>U. S. Institute of Museum and Library Services:</u>				
Passed through Nevada State Library and Archives:				
Grants to States - Playaway Audiobook Collection Upgrade	45.310	LSTA 2017-01	5,000	-
Grants to States - MakeIt@Two: The Maker Movement at the Carson City Library	45.310	LSTA 2017-02	45,000	-
Grants to States - Build a Better Community at the Carson City Libra:	45.310	LSTA 2017-20	5,000	-
Total U.S. Institute fo Museum and Library Services			<u>55,000</u>	<u>-</u>
<u>U.S. Department of Agriculture:</u>				
Direct programs:				
Cooperative Patrol	10.Unknown	11-LE-11051360-036	6,700	-
Passed through Nevada Department of Agriculture				
Forest Health Protection	10.680	14-DG-11046000-606	1,567	-
Passed through Nevada Department of Health & Human Services:				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	187NVNV7W1003	216,278	-
Passed through Nevada State Controller:				
Forest Service - Schools and Roads Cluster				
Schools and Roads - Grants to States -	10.665	N/A	10,188	5,094
Total U.S. Department of Agriculture			<u>234,733</u>	<u>5,094</u>

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 2 OF 6)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES	PAYMENTS TO SUBRECIPIENTS
<u>U.S. Department of Health and Human Services:</u>				
Direct programs:				
Family Planning_Services	93.217	FHPA096239-02-01	\$ 335,326	\$ 48,567
Family Planning_Services - Program Income	93.217	N/A	200,697	-
Total Family Planning_Services			536,023	48,567
Passed through Nevada Department of Health and Human Services:				
Public Health Emergency Preparedness	93.069	5U90TP000534-06	359,032	-
Public Health Preparedness - CDC - Ebola	93.074	3U90TP000534-03S2	78	-
Affordable Care Act (ACA) Personal Responsibility Education Progr.	93.092	1601 NVPREP	44,049	-
Food and Drug Administration Research				
Trained Regulatory Staff Utilizing Behavior Change in Food Safety Education	93.103	G-T-1709-05634	2,526	-
Open and Transparent Government-Online Food Establishment Inspections	93.103	G-MP-1611-03733	2,731	-
Total Food and Drug Administration Research			5,257	-
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	5NU52PS004681-04-00 5NU52PS004681-03-00	12,759	-
Affordable Care Act (ACA) Abstinence Education Program	93.235	1701 NVAEGP 1601 NVAEGP	126,187	-
Immunization Cooperative Agreements	93.268	NH23IP000727-05-00	41,189	-
Immunization Cooperative Agreements - Program Income	93.268	N/A	25,361	-
Total Immunization Cooperative Agreements			66,550	-
National State Based Tobacco Control Programs	93.305	1U58DP006009	80,229	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	6NU50CK000419.04-00	32,136	-
The Affordable Care Act: Building Epidemiology, Laboratory, and Health Information Systems Capacity in the Epidemiology and Laboratory Capacity for Infectious Disease (ELC) and Emerging Infections Program (EIP) Cooperative Agreements;PPHF	93.521	6NU50CK000419.04-02	25,268	-
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds	93.539	NH23IP000727-05-00	54,599	-
Child Support Enforcement - Title IV - D	93.563	N/A 1164.06	22,461	-
Community Services Block Grant	93.569	G-17BINVCOSR	143,036	-
Preventative Health and Health Services Block Grant	93.758	B01OT009040	5,438	-
Epidemiology & Laboratory Capacity (ELC) Program - Ebola Supplement	93.815	3U50CK000419.01S2	6,260	-

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 3 OF 6)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES	PAYMENTS TO SUBRECIPIENTS
Public Health Preparedness - Assistant Secretary for Preparedness and Response -Ebola	93.817	1U3REP150510.01-00	\$ 185	\$ -
National Bioterrorism Hospital Preparedness Program	93.889	1NU90TP921907-01-00 5U90TP000534-04	154,632	-
HIV Care Formula Grants - Ryan White Title II	93.917	X07HA00001-27 X07HA00001-28	95,899	-
HIV Prevention Activities - Health Department Based	93.940	NU62PS924579-01-00 5U62PS003654-05	26,162	-
HIV/AIDS and Surveillance Program	93.944	5NU62PS004024-05-00 1NU62PS924579-01	6,339	-
Block Grants for Prevention and Treatment of Substance Abuse Tobacco & Opioids	93.959	2B08TI010039-16	26,860	-
Tobacco	93.959	2B08TI010039-17	10,081	-
Total Block Grants for Preventsion and Treatment of Substance Abuse			36,941	-
Preventive Health Services-Sexually Transmitted Diseases Control Grants-STD Prevention and Control	93.977	5NH25PS004376-05 5NH25PS004376-04 B04MC30626	18,199	-
Maternal and Child Health Services Block Grant to the States	93.994	B04MC29352	56,612	-
Passed through National Association of County and City Health Officials: Medical Reserve Courts Small Grant Program	93.008	HITEP150026-01-00	3,865	-
Passed through Oregon Social Learning Center: Drug Abuse and Addiction Research Programs	93.279	5R01DA041434	856	-
Total U.S. Department of Health and Human Services			1,919,052	48,567
<u>U.S. Department of Housing and Urban Development:</u>				
Direct programs:				
Community Development Block Grants/ Entitlement Grants Cluster	14.218	B-16-MC-32-0006 B-17-MC-32-0006	332,479	47,180
Shelter Plus Care	14.238	N/A	32,717	-
Passed through Nevada Housing Division: Emergency Solutions Grant Program	14.231	E16-DC-32-0001 E17-DC-32-0001	48,775	-
Total U.S. Department of Housing and Urban Development			413,971	47,180
<u>U.S. Department of the Interior:</u>				
Direct programs:				
Southern Nevada Public Land Management	15.235	2710 (NVS00550)	254,049	-
Southern Nevada Public Land Management	15.235	L17AS00048	2,125	-
Total Southern Nevada Public Land Management Grants			256,174	-

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 4 OF 6)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES	PAYMENTS TO SUBRECIPIENTS
<u>Fish and Wildlife Cluster:</u>				
Passed through Nevada Department of Wildlife				
Wildlife Restoration and Basic Hunter Education		F17AF00389		
Shooting Range - Restroom	15.611	#W-51-HS-15	\$ 42,922	\$ -
Expand & Reconstruct Pistol Bays	15.611	#W-51-HS-16	<u>32,603</u>	<u>-</u>
Total Fish and Wildlife Cluster			75,525	-
Total U.S. Department of the Interior			<u>331,699</u>	<u>-</u>
<u>National Parks Service:</u>				
Passed through Division of State Parks:				
Land and Water Conservation Fund Grants	15.916	P17AP00160	<u>34,011</u>	<u>-</u>
<u>U.S. Department of Justice:</u>				
Passed through Nevada Office of the Attorney General:				
Sexual Assault Exam Program Support	16.588	2017-VAWA-37	<u>5,319</u>	<u>-</u>
<u>Direct Programs:</u>				
State Criminal Alien Assistance Program	16.606	N/A	<u>1,274</u>	<u>-</u>
Safe Streets Program	16.Unknown	281D-LV-C37135	<u>20,600</u>	<u>-</u>
School Resource Officer Program	16.710	2015-UM-WX-0049	<u>79,946</u>	<u>-</u>
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2016-DJ-BX-0458	1,482	-
Passed through Nevada Department of Public Safety:				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	17-JAG-03	100,000	-
Edward Byrne Memorial Justice Assistance Grant Program - Tri-Net	16.738	17-JAG-02	<u>65,257</u>	<u>-</u>
Total Edward Byrne Memorial Justice Assistance Grant Program			<u>166,739</u>	<u>-</u>
Passed through Nevada Department of Health and Human Services:				
Juvenile Accountability Block Grants	16.523	N/A	<u>505</u>	<u>-</u>
Total U.S. Department of Justice			<u>274,383</u>	<u>-</u>
<u>U.S. Department of Transportation:</u>				
Passed through Nevada State Emergency Response Commission:				
Interagency Hazardous Materials Public Sector				
Training and Planning Grants - HMEP Training				
Attendance -Hazardous Materials Track - FireShowsWest Conference	20.703	18-HMEP-01-01-16	<u>780</u>	<u>-</u>
<u>Highway Safety Cluster:</u>				
Passed through Nevada Department of Public Safety:				
National Priority Safety Programs:				
Felony DUI Court	20.616	TS-2017-CC-DC-48	25,000	-
National Priority Safety Programs	20.616	JF-2018-CCSO-00026	<u>7,132</u>	<u>-</u>
Total National Priority Safety Programs			<u>32,132</u>	<u>-</u>

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 5 OF 6)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES	PAYMENTS TO SUBRECIPIENTS
Highway Safety Cluster (Continued): Passed through Nevada Department of Public Safety: State and Community Highway Safety- Joining Forces	20.600	JF-2017-CCSO-00006 JF-2018-CCSO-00026	\$ 17,573	\$ -
Total State and Community Highway Safety Grants			<u>17,573</u>	<u>-</u>
Total Highway Safety Cluster			<u>49,705</u>	<u>-</u>
Federal Transit Cluster: Direct programs:				
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X077-00	71,917	-
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X075-00	22,403	-
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-2016-007-00	185,124	-
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-2017-002-00	664,409	-
Bus and Bus Facilities Formula Program - Formula Grant	20.526	NV-2017-003-00	<u>95,539</u>	<u>-</u>
Total Federal Transit Cluster			<u>1,039,392</u>	<u>-</u>
Transit Services Programs Cluster: Direct programs:				
Enhanced Mobility for Seniors and Individuals with Disabilities - Enhance Mobility	20.513	NV-2017-007-00	<u>61,944</u>	<u>-</u>
Highway Planning and Construction Cluster: Passed through Nevada Department of Transportation:				
Highway Planning and Construction - Unified Planning Work Program	20.205	PR223-17-804	289,279	-
Highway Planning and Construction - Safe Routes to School - Public Works	20.205	PR062-17-063	143,158	-
Highway Planning and Construction - Crash Data Collection Improvement	20.205	P005-18-816	164,536	-
Highway Planning and Construction - Carson City Freeway Multi-Use Path Project	20.205	P402-15-063	577,514	-
Airport Road & Freeway Multi-Use Path Project			304,007	-
Highway Planning and Construction - Federal Transportation Alternatives Program - I-580 Path To Colorado Street Project	20.205	P502-17-063	778	-
Highway Planning and Construction - Silver Sage Drive Reconstruction Project	20.205	P191-17-063	<u>28,657</u>	<u>-</u>
Total Highway Planning and Construction Cluster			<u>1,507,929</u>	<u>-</u>
Total U.S. Department of Transportation			<u>2,659,750</u>	<u>-</u>

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018
(PAGE 6 OF 6)

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>AWARD NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>	<u>PAYMENTS TO SUBRECIPIENTS</u>
<u>U.S. Department of Homeland Security:</u>				
Passed through Nevada Division of Emergency Management:				
Disaster Grants - Public Assistance (Presidentially Declared Disasters) 2017 Nevada Flood*	97.036	FEMA-4303-DR	\$ 798,954	\$ -
Emergency Management Performance Grants	97.042	9704218 / 9704217	119,789	-
Homeland Security Grant Program - Mass Care Shelter	97.067	97067HL5	7,932	-
Total U.S. Department of Homeland Security			926,675	-
Total Expenditures of Federal Awards			\$ 8,206,304	\$ 100,841

* \$273,676 in FEMA expenses were incurred in Fiscal Year 2017 but the PW was not approved until Fiscal Year 2018

CARSON CITY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2018

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 Uniform Guidance. 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 – De Minimis Cost Rate

The City has not elected to use the 10% de minimis cost rate.

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CARSON CITY, NEVADA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2018

Section I - Summary of Auditors' Results

Financial Statements

Type of auditors' report issued	Unmodified
Internal control over financial reporting	
Material weaknesses identified	Yes
Significant deficiencies identified that are not considered to be material weaknesses	None reported
Noncompliance material to financial statements	No

Federal Awards

Internal control over major programs	
Material weaknesses identified	No
Significant deficiencies identified that are not considered to be material weaknesses	None reported
Type of auditors' report issued on compliance for major programs	Unmodified
Audit findings required to be reported in accordance with 2 CFR 200.516(a)	Yes

Identification of major programs

CFDA number	20.205
Name of federal program or cluster	United States Department of Transportation, Highway Research and Development Program
CFDA number	66.458
Name of federal program or cluster	United States Environmental Protection Agency, Capitalization Grants for Clean Water State Revolving Funds
CFDA number	97.036
Name of federal program or cluster	United States Department of Homeland Security, Disaster Grants-Public Assistance (Presidentially Declared Disasters)

Dollar threshold used to distinguish between Type A and Type B programs	\$750,000
Auditee qualified as low-risk auditee	No

(Continued)

CARSON CITY, NEVADA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2018

Section II – Findings relating to the financial statements, which are required to be reported in accordance with auditing standards generally accepted in the United States and *Government Auditing Standards*

2018 - 001

Criteria or specific requirement	All journal entries are reviewed for accuracy and appropriateness by someone other than the preparer who is appropriately skilled and knowledgeable.
Condition and context	The review of complicated and/or non-recurring journal entries is ineffective and, as a result, two misstatements relating to PERS Accounting (GASB 82 Implementation) and depreciation expense were not detected in the review process.
Effect	Financial statements may be materially misstated as a result of ineffective review of complicated and/or non-recurring journal entries and other similar transactions.
Cause	The review of such journal entries was not effective.
Recommendation	We recommend that more attention and thoughtful consideration be given to the supervision and review of complicated, individually material and/or non-recurring journal entries and other similar transactions. We also recommend that annual adjustments related to PERS and OPEB liabilities and related balances be prepared by someone other than the Chief Financial Officer so that the Chief Financial Officer is available to review such adjustments.
Management's response	Management informed us that depreciation procedures have been updated and the implementation of new standards will be shifted to the Deputy Chief Financial Officer or Accounting Managers within the Finance Department, allowing for a more in depth review by the Chief Financial Officer.

(Continued)

CARSON CITY, NEVADA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2018

Section II – Findings relating to the financial statements, which are required to be reported in accordance with auditing standards generally accepted in the United States and *Government Auditing Standards* (continued)

2018 - 002

Criteria or specific requirement	The Finance Department and other departments within the City effectively communicate about contracts and other matters that might require accounting recognition and/or disclosure in the City's financial statements.
Condition and context	Management of ambulance operations was aware of an amendment to a medicaid reimbursement contract that was not communicated timely to the Finance Department and, as a result, revenue for services rendered in the current and prior year was materially understated.
Effect	Financial statements may be materially misstated as a result of the failure to appropriately, and timely, communicate significant transactions and/or contractual changes between various operational departments and the Finance Department.
Cause	The Finance Department based accrual decisions on a lower threshold stated in the initial contract and other information that was less certain than a formal contract amendment.
Recommendation	We recommend that the Finance Department give greater attention and care to the review of all minutes of the Board of Supervisors, its committees, and other organizations in which the City participates that might identify matters requiring accounting recognition and/or disclosures. We also recommend a greater degree of person-to-person communications between Finance and other departments related primarily (but not limited to) contract administration because most will require accounting recognition and/or disclosure
Management's response	Management informed us that a representative from the Finance Department will attend all Board of Supervisors meetings, and read agendas of its committees and attend committee meetings as necessary to ensure we are apprised of all City activities. Carson City Fire will update their procedures to ensure that the Finance Department receives notification within 5 business days of all proposed contracts, contract amendments, or program changes, which will ensure proper reporting.

(Continued)

CARSON CITY, NEVADA

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2018

Section III – Findings and questioned costs for federal awards, including audit findings required by 2 CFR 200.516(a)

2018 - 003

Federal program	CFDA 97.036, United States Department of Homeland Security, Disaster Grants-Public Assistance (Presidentially Declared Disasters)
Criteria or specific requirement	The City must determine that an entity with which it plans to enter into a covered transaction is not debarred, suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs or activities (2 CFR §200.212, §200.213, §200.318(h), §180.300 and 48 CFR §52.209-6).
Condition and context	Per discussion with management on October 31, 2018, the determination that the entity was not debarred, suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs or activities was not performed before entering into a covered transaction.
A statistically valid sample was used	No
Questioned costs	Not determined
Effect	Transactions with entities that are debarred, suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs or activities may occur.
Cause	Failure to appropriately verify entity status and not debarred, suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs or activities prior to entering into a covered transaction.
Repeat finding	No
Recommendation	We recommend that the City verify that an entity is not debarred, suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs or activities before entering into a covered transaction.
Management's response	Management informed us that the Purchasing & Contracts Department will verify debarment and suspension status on the System for Award Management (SAM) website (www.sam.gov) Moving forward a pdf print screen will be saved electronically and a paper copy will be included in the contract project file as supporting documentation. The contract will not be executed until the verification is completed.

CARSON CITY, NEVADA

SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS

FOR THE YEAR ENDED JUNE 30, 2017

Section II – Findings relating to the financial statements, which are required to be reported in accordance with auditing standards generally accepted in the United States and *Government Auditing Standards*

2017 - A

Criteria or specific requirement	Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. An important component of an effective system of internal control over financial reporting includes ensuring cash is adequately evaluated, disclosed, and recognized, if applicable, in accordance with accepted accounting principles generally accepted in the United States of America (GAAP).
Condition and context	An adjustment of \$558,662 was required to properly record cash and a corresponding liability (i.e. funds held in trust) that was not previously disclosed or recognized in accordance with GAAP.
Current status	Corrected.

(Continued)

CARSON CITY, NEVADA

SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2017

Section II – Findings relating to the financial statements, which are required to be reported in accordance with auditing standards generally accepted in the United States and *Government Auditing Standards* (continued)

2017 - B

Criteria or specific requirement	Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. An important component of an effective system of internal control over financial reporting includes ensuring disclosure of the funded status and funding progress notes and the schedule of funding progress – other post employment benefits (RSI) are adequately evaluated, disclosed, and recognized, if applicable, in accordance with accepted accounting principles generally accepted in the United States of America (GAAP).
Condition and context	An adjustment of \$1,211,219 was required to properly disclose the funded status and funding progress notes and the schedule of funding progress – other post employment benefits (RSI).
Current status	Corrected.

(Continued)

CARSON CITY, NEVADA

SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2017

Section III – Findings and questioned costs for federal awards, including audit findings required by 2 CFR 200.516(a)

2017 - 001

Federal program

U.S. Department of Transportation, Passed-through Nevada Department of Transportation Highway Planning and Construction Cluster: Highway Planning and Construction, CFDA 20.205

Criteria or specific requirement

The OMB Compliance Supplement requires that non-Federal entities receiving Federal awards establish and maintain internal control designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements.

Condition and context

The Transportation Division of the Carson City Public Works Department submits reimbursement requests to the pass-through entity, the Nevada Department of Transportation. During our testing of the reimbursement requests, we noted instances where payment was requested and received for expenses that had been previously submitted and reimbursed. In addition we noted instances where evidence of review and approval was not present for certain expenses submitted for reimbursement.

Current status

Corrected.

(Continued)

CARSON CITY, NEVADA

SCHEDULE OF PRIOR FINDINGS AND QUESTIONED COSTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2017

Section III – Findings and questioned costs for federal awards, including audit findings required by 2 CFR 200.516(a) (continued)

2017 - 002

Federal program

U.S. Department of Transportation, passed-through Nevada Department of Transportation, Highway Planning and Construction Cluster: Highway Planning and Construction, CFDA 20.205

Criteria or specific requirement

The OMB Compliance Supplement requires competitive bidding when awarding construction contracts. In addition the City is required to have written policies and procedures for each method of procurement used to procure engineering and design services, accept indirect cost rates for consultants, and obtain a "Certificate of Final Indirect Costs" from consultants.

Condition and context

During our testing of the schedule, we noted instances where there was no competitive bid process used for awarding contracts. In addition, written policies and procedures for procurement of engineering and design services and "Certificates of Final Indirect Costs" were not available.

Current status

Corrected.



Management's Response to Auditor's Findings:
Summary Schedule of Prior Audit Findings and
Corrective Action Plan
June 30, 2018

Prepared by Management of: **Carson City, Nevada**

The following is a discussion of our corrective action plan in response to the findings noted by Piercy Bowler Taylor & Kern, Certified Public Accountants & Business Advisors in the Schedule of Findings and Questioned Costs for the year ended June 30, 2018, and any prior year findings noted by Eide Bailly, LLP.

SECTION II – FINANCIAL STATEMENT FINDINGS

Finding 2018-001:

Finding Summary: PBTk proposed material adjustments for PERS and Depreciation and noted that the review of complicated and/or non-recurring Journal Entries is ineffective and, as a result, two misstatements relating to PERS Accounting (GASB 82 Implementation) and depreciation expense were not detected in the review process

Responsible Individuals: Sheri Russell, Chief Financial Officer

Corrective Action Plan: Depreciation procedures have been updated and the implementation of new standards will be shifted to the Deputy Chief Financial Officer or Accounting Managers within the Finance Department, allowing for a more in depth review by the Chief Financial Officer

Finding 2018-002:

Finding Summary: PBTk proposed material adjustments for revenue accruals and noted that the department management of Ambulance operations was aware of an amendment to a Medicaid reimbursement contract that was not communicated timely to the Finance Department and, as a result, revenue for services rendered in the current and prior year was materially understated.

Responsible Individuals: Sheri Russell, Chief Financial Officer & Sean Slamon, Fire Chief

Corrective Action Plan: A representative from the Finance Department will attend all Board of Supervisors meetings, and read agendas of its committees and attend committee meetings as necessary to ensure we are apprised of all City activities. Carson City Fire will update their procedures to ensure that the Finance Department receives notification within 5 business days of all proposed contracts, contract amendments, or program changes, which will ensure proper reporting.

Finding 2017-A:

Finding Summary: Eide Bailly LLP proposed a material adjustment to the City's annual 2017 financial statements that was identified as a material weakness in the City's internal controls system.

Status: Corrected

Finding 2017-B:

Finding Summary: Eide Bailly LLP proposed a change to the Notes and the Required Supplementary Information of the City's annual 2017 financial statements that was identified as a material weakness in the City's internal control system.

Status: Corrected

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONS COSTS – CURRENT YEAR

Finding 2018-003:

Federal Agency Name: U.S. Department of Homeland Security, passed through Nevada Department of Emergency Management

Program Name: Disaster Grants-Public Assistance (Presidentially Declared Disasters)
CFDA # 97.036

Finding Summary: PBTK noted that transactions were being entered into where the determination that the entity was not debarred, suspended, or otherwise excluded from or ineligible for participation in Federal assistance programs or activities was not performed before entering into a covered transaction.

Responsible Individual: Carol Akers, Purchasing and Contracts Administrator

Corrective Action Plan: The Purchasing & Contracts Department will verify debarment and suspension status on the System for Award Management (SAM) website (www.sam.gov) Moving forward a pdf print screen will be saved electronically and a paper copy will be included in the contract project file as supporting documentation. The contract will not be executed until the verification is completed.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONS COSTS – PRIOR YEAR

Finding 2017-001:

Federal Agency Name: U.S. Department of Transportation, passed through Nevada Department of Transportation

Program Name: Highway Planning and Construction Cluster
CFDA # 20.205

Finding Summary: Eide Bailly, LLP discovered a weakness in internal controls related to instances where inaccurate reimbursement requests were submitted and funds were received resulting in an overpayment of \$6,919 during the grant period.

Status: Corrected

Finding 2017-002:

Federal Agency Name: U.S. Department of Transportation, passed through Nevada Department of Transportation
Program Name: Highway Planning and Construction Cluster
CFDA #: 20.205

Finding Summary: Eide Bailly, LLP discovered a material weakness in internal controls related to awarded construction contracts not subject to the provisions of the competitive bid process required by the OMB Compliance Supplement. This weakness in internal control procedures could result in an over-expenditure of necessary resources.

Responsible Individual: Lucia Maloney, Transportation Manager

Status: Partially corrected as we have put professional services contracts on hold; however, there is a discrepancy between the requirements of the OMB Compliance Supplement (OMB) and the Nevada Revised Statute (NRS) for professional services. OMB requires that we get quotes for any service in excess of \$3,500; however, NRS 625.530 does not allow a professional engineer to be hired based on competitive fees, but must be based on competence and qualifications; therefore, a request for proposal would be required, which is a two to three month interview and selection process. We are currently in the process of determining how other local governments are handling this issue.

Finding 2017-003:

Federal Agency Name: U.S. Department of Transportation
Program Name: Federal Transit Cluster
CFDA #: 20.507

Finding Summary: Eide Bailly, LLP discovered that no review was done at the department level prior to submittal for reimbursement, which had the potential of reporting inaccurate information to the federal granting agency.

Status: Corrected

Finding 2016-001:

Federal Agency Name: U.S. Department of Transportation
Program Name: Federal Transit Cluster
CFDA #: 20.507

Initial Fiscal Year Finding Occurred: 2016

Finding Summary: Eide Bailly, LLP discovered that no review was done at the department level prior to submittal for reimbursement, which had the potential of reporting inaccurate information to the federal Granting Agency.

Status: Corrected

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**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, 2018**

Flat Fixed Fees:		
Business license revenue adjusted base at June 30, 2017	\$	1,195,880
Adjustment to Base:		
Base		
1. Percentage increase (decrease) in population of the local government		0.5633%
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		2.1091%
		2.6724%
		31,959
Adjusted Base at June 30, 2018		1,227,839
Actual Revenue Fiscal 2017-18		1,049,702
Amount Over (Under) Allowable Amount	\$	(178,137)