

**CARSON CITY, NEVADA**

**COMPREHENSIVE**  
**ANNUAL FINANCIAL REPORT**  
**FOR THE YEAR ENDED JUNE 30, 2003**

Prepared by:

Department of Finance  
Thomas Minton, CPA  
Director of Finance/Controller



# CARSON CITY, NEVADA

## COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE YEAR ENDED JUNE 30, 2003

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**INTRODUCTORY SECTION**

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# CARSON CITY, NEVADA

CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

November 21, 2003

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, 2003, 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. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. All disclosures necessary to enable the reader to gain an understanding of Carson City's activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and compliance. The introductory section, which is unaudited, includes this letter of transmittal, an organizational chart and a list of Carson City's principal elected and appointed officials. The financial section includes management's discussion and analysis the basic financial statements and the combining and individual fund statements and schedules, as well as the independent auditor's report on these financial statements and schedules. The statistical section, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis.

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

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

DEPARTMENT OF FINANCE

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

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. 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.

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

### **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 54,844 as of July 1, 2003. Real and personal taxable property located within the City has an estimated market value of \$3,865,054,334 and an assessed value of \$1,055,965,403.

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.

### **ECONOMIC CONDITION AND OUTLOOK**

Carson City is located in the Northwestern part of the State. Nevada's rate of growth in population is one of the highest in the country and is expected to continue over the next several years. The 2000 Census reported Carson City with a population of 52,457 which reflects a 30.5 percent increase over the 1990 population of 40,192. Carson City is expected to experience a steady growth rate. This growth has had a positive effect on local employment and the City's tax base.

In FY 02-03, Nevada's economy rebounded from the events of September 11<sup>th</sup>. Statewide taxable sales increased by 5.6% for FY 02-03 compared to .2% for FY 01-02 and 5.1% for FY 00-01.

Carson City experienced a decrease in taxable sales over the last two years. This decline is due in large part to the loss of two major retailers. In FY 02-03, Carson City's taxable sales decreased 3.2% from the prior year compared to an 8% increase in FY 01-02 and a 9.2% increase in FY 00-01.

The City's unemployment rate was 6.2% in FY 02-03, 5.7% in FY 01-02 and 5.1% in FY 00-01.

The City's position as the regional retail center is eroding due to national retailers electing to locate in neighboring Douglas County.

### **MAJOR INITIATIVES**

**FOR THE YEAR.** Carson City continues to make progress on major initiatives. During FY 02-03 the City continued its commitment to increase public safety staffing by funding five new dispatch positions, one patrol deputy sheriff, one radio technician and a programmer/analyst to support public safety operations. The City's approved capital budget in fiscal 2003, totaling two million dollars, provides for the timely replacement of equipment and facilities.

During 2003, the City continued to work with the Nevada Department of Transportation (NDOT) on planning for a \$230 million freeway bypass around downtown Carson City, of which the City's \$19 million share will be funded by a five cent fuel tax increase allowed by NRS 373. Construction began in 2000 with completion anticipated in 2008.

**FOR THE FUTURE.** The Carson City Board of Supervisors have identified several major areas of improvement in the next fiscal year:

1. Increase public safety staffing.
2. Provide funding for storm drainage.
3. Remodel or replace sheriff's administrative offices.
4. Increase water and sewer rates to fund Federal EPA requirements.

The fiscal year 2003-04 budget addresses each of these goals by providing resources and staffing.

## FINANCIAL INFORMATION

The management of Carson City is responsible for establishing and maintaining internal control for the purpose of ensuring that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The objective of internal control is to provide management with reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

**SINGLE AUDIT.** As a recipient of federal and state awards, Carson City is also responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs.

As a part of Carson City's single audit, described earlier, testing of internal control and compliance is performed as it relates to federal programs. The results of the single audit for the fiscal year ended June 30, 2003 provided no instances of non-compliance with the requirements applicable to each of the City's major federal programs or matters involving the internal control over compliance and its operation that were considered to be material weaknesses.

**BUDGETARY CONTROLS.** 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.

The City's Internal Finance Committee, comprised of the City Manager, City Treasurer, Director of Finance and Deputy Finance Director, evaluates and reviews each department's budget in detail to determine annual funding levels. The budget is then presented to the citizens and the Board of Supervisors at several public hearings. After giving due consideration to public and staff comments, the Board adopts the final budget.

As demonstrated by the statements and schedules included in the financial section of this report, Carson City continues to meet its responsibility for sound financial management.

**CASH MANAGEMENT.** Cash temporarily idle during the year was invested in certificates of deposit, U.S. Government Securities, corporate bonds and the State of Nevada Local Government Investment Pool. The City follows the pooled cash concept which allows greater investment flexibility and greater investment returns. As of June 30, 2003, the City had total cash investments of \$54,330,726.

**RISK MANAGEMENT.** Carson City insures a portion of its risks and self-funds other. Property damage, general liability, law, errors and omissions, and auto are insured subject to a \$100,000 deductible per occurrence and, therefore, claims under \$100,000 are funded by the City. Other coverage currently held by the City include applicable airport liability, boiler and machinery, and bonds for public officials. In addition, certain automobile damages are self-insured by the City. The Insurance Fund (an Internal Service Fund) has been established for the purpose of those self-insured areas discussed above and funding insurance premiums. Reserves are being accumulated to protect against future liability claims against the City as resources are available.

As of July 1, 1992, Carson City elected to become self-insured for the provision of workers compensation benefits. For FY 02-03, the annual claims cost increased to \$1,057,945 due to heart/lung claims made by retired public safety personnel. Given the possibility of additional claims from retired employees, coupled with the City's inability to purchase acceptable stop loss coverage, the City has elected to purchase workers' compensation insurance.

## **OTHER INFORMATION**

**INDEPENDENT AUDIT.** State statutes require an annual audit by independent certified public accountants. The accounting firm of Kafoury, Armstrong and Co. was selected by the City's audit committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-profit Organizations. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's compliance reports related specifically to the single audit are included in the Compliance Section.

**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, 2002. 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 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 thirteen 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 and City Manager, the continued strengthening of the City's finances and the continued dedication to financial excellence would not have been possible.

Sincerely,

A handwritten signature in cursive script, appearing to read "T. Minton".

Thomas Minton, CPA  
Director of Finance/Controller

# 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, 2002

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



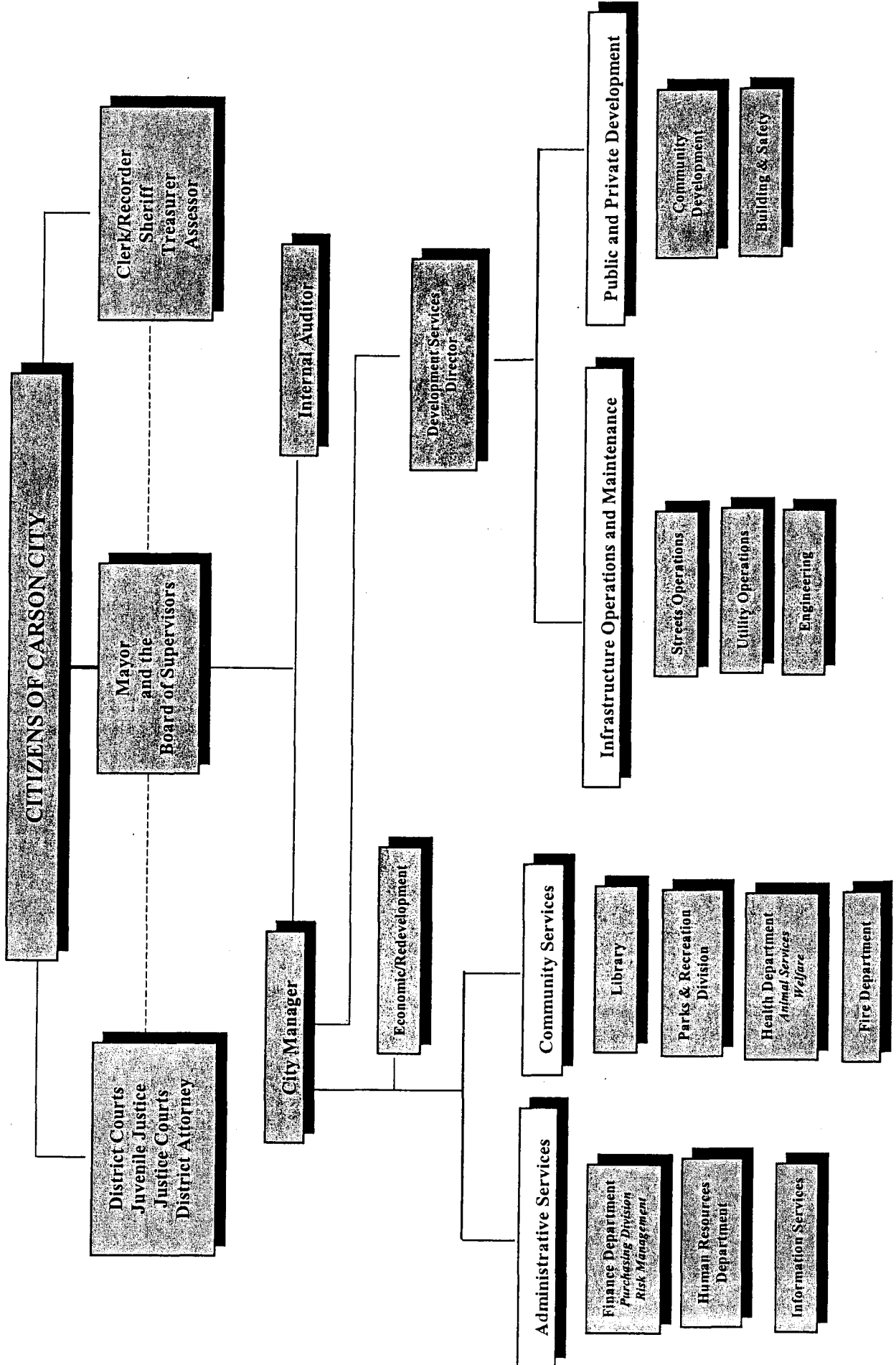
*William Patrick Bate*

President

*Jeffrey R. Emer*

Executive Director

# Carson City Organizational Chart





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**CARSON CITY**  
**LISTING OF PRINCIPAL OFFICIALS**  
**FY 2003-04**

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<b>TITLE</b>	<b>NAME</b>
Mayor	Ray Masayko
Supervisor, Ward 1	Pete Livermore
Supervisor, Ward 2	Shelly Aldean
Supervisor, Ward 3	Robin Williamson
Supervisor, Ward 4	Richard Staub
Assessor	Dave Dawley
Treasurer	Al Kramer
District Attorney	Noel Waters
District Court I	Judge Michael Griffin
District Court II	Judge William Maddox
Justice of the Peace	Judge Robey Willis
Justice of the Peace	Judge John Tatro
Clerk-Recorder	Alan Glover
Sheriff	Ken Furlong
City Manager	Linda Ritter
Finance Director/Risk Manager	Tom Minton (Acting)
Information Services Director	Bill Naylor
Community Development Director	Walter Sullivan
Economic/Redevelopment Director	Joe McCarthy
Cooperative Extension Director	JoAnn Skelly
Library Director	Sally Edwards
Health Director	Daren Winkleman
Juvenile Special Master	David Nielsen
Chief Juvenile Probation Officer	Sheila Banister
Parks and Recreation Director	Steve Kastens
Fire Chief	Louis Buckley
Internal Auditor	Steve Wolkomir
Senior Center Director	Janice McIntosh
Human Resources Manager	Vacant
Development Services Director	Andrew Burnham
City Engineer	Larry Werner
Utilities Operations Manager	Tom Hoffert
Streets Operations Manager	John Flansberg
Chief Building Official	Phil Herrington

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**FINANCIAL SECTION**

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

## Independent Auditor's Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carson City, Nevada as of and for the year ended June 30, 2003, which collectively comprise Carson City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of Carson City. Our responsibility is to express an opinion on these financial statements based on our audit.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carson City, Nevada as of June 30, 2003, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 21, 2003, on our consideration of Carson City's internal control structure over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The Management's Discussion and Analysis on pages 3A through 3K is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consist principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise Carson City's basic financial statements. The combining and individual fund statements and schedules and the Schedule of Expenditures of Federal Awards (as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*) are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly presented in all material respects, in relation to the basic financial statements taken as a whole. The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements. Accordingly, we express no opinion on them.

*Kafoury, Armstrong & Co.*

Reno, Nevada  
November 21, 2003

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

As management of Carson City, Nevada (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2003. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-vi of this report.

### Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$181,108,170 (*net assets*). Of this amount, \$31,617,666 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$9,539,119. Approximately, one third of this increase is attributable to capital assets contributed by developers and connection fees in the Sewer and Water funds.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$34,365,784, a decrease of \$2,560,060 in comparison with the prior year. \$33,833,339 is available for spending at the government's discretion (*unreserved fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the General Fund was \$8,729,598, or 20 percent of total General Fund expenditures.
- The City's total bonded debt decreased by \$4,050,990 (6 percent) during the current fiscal year.

### Overview of the Financial Statements

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

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

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

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

Both of the government-wide financial statements distinguish functions of the City that are principally

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

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

The government-wide financial statements can be found on pages 4-7 of this report.

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

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

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

The City maintains twenty-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-four governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report.

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

the basic financial statements and budgetary comparison schedules for the nonmajor governmental funds are provided in the individual funds statements.

The basic governmental fund financial statements can be found on pages 8-12 of this report.

**Proprietary funds.** The City maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, ambulance, cemetery, landfill, and building permit 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 water and sewer, both of which are considered to be major funds of the City. Conversely, internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Data from the other four enterprise funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report. Individual fund data for the internal service funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report.

The basic proprietary fund financial statements can be found on pages 13-22 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 23-24 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 25-50 of this report.

**Other Information.** The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds, and enterprise funds are presented following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 51-149 of this report.

## Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by \$181,108,170 at the close of the most recent fiscal year.

By far the largest portion of the City's net assets (73 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

### Carson City's Net Assets

	Governmental activities 2003	Business-type activities 2003	Total 2003
Current and other assets	\$ 45,307,015	\$ 22,417,419	\$ 67,724,434
Capital assets	89,145,407	106,453,815	195,599,222
Total assets	134,452,422	128,871,234	263,323,656
Long-term liabilities outstanding	36,117,010	36,304,316	72,421,326
Other liabilities	7,281,215	2,512,945	9,794,160
Total liabilities	43,398,225	38,817,261	82,215,486
Net assets:			
Invested in capital assets, net of related debt	60,351,746	71,395,417	131,747,163
Restricted	15,261,474	2,481,867	17,743,341
Unrestricted	15,440,977	16,176,689	31,617,666
Total net assets	\$ 91,054,197	\$ 90,053,973	\$ 181,108,170

An additional portion of the City's net assets (10 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* (\$31,617,666) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

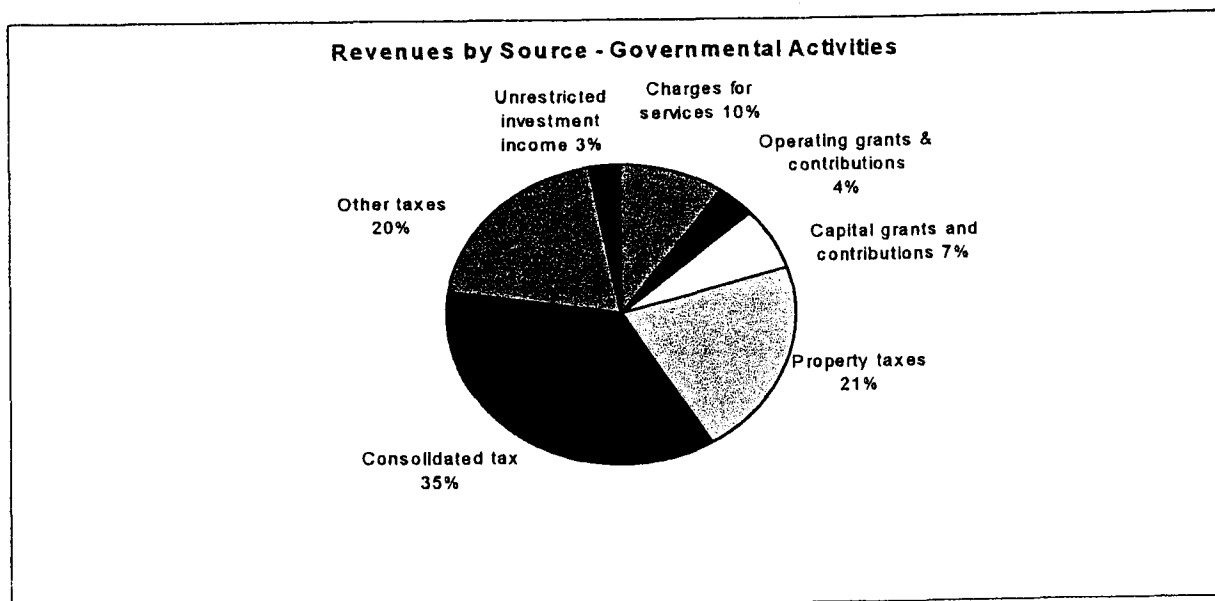
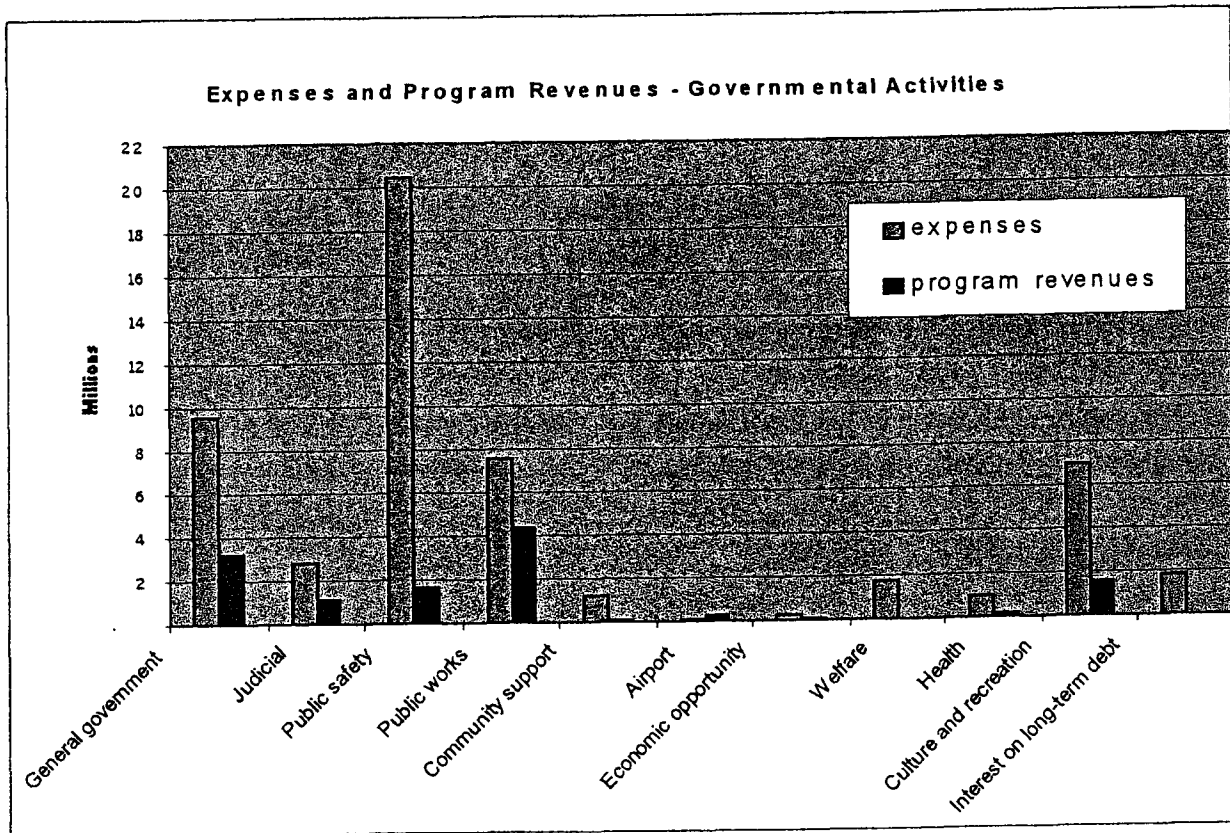
**Governmental activities.** Governmental activities increased the City's net assets by \$8,384,720, thereby accounting for 88 percent of the total growth in the net assets of the City.

## Carson City's Changes in Net Assets

	Governmental activities 2003	Business-type activities 2003	Total 2003
<b>Revenues:</b>			
<b>Program revenues:</b>			
Charges for services	\$ 5,997,754	\$ 16,001,959	\$ 21,999,713
Operating grants and contributions	2,177,667	25,366	2,203,033
Capital grants and contributions	4,241,309	2,950,430	7,191,739
<b>General revenues:</b>			
Property taxes	13,163,766	-	13,163,766
Other taxes	34,579,216	-	34,579,216
Other	1,886,796	955,581	2,842,377
<b>Total Revenues</b>	<b>62,046,508</b>	<b>19,933,336</b>	<b>81,979,844</b>
<b>Expenses:</b>			
General government	9,567,850	-	9,567,850
Judicial	2,792,776	-	2,792,776
Public safety	20,467,651	-	20,467,651
Public works	7,575,408	-	7,575,408
Community support	1,206,737	-	1,206,737
Airport	59,382	-	59,382
Economic opportunity	274,626	-	274,626
Welfare	1,776,505	-	1,776,505
Health	987,750	-	987,750
Culture and recreation	6,998,621	-	6,998,621
Interest and fiscal charges	1,827,665	-	1,827,665
Landfill	-	1,373,244	1,373,244
Ambulance	-	2,439,285	2,439,285
Sewer	-	6,533,017	6,533,017
Water	-	6,978,156	6,978,156
Cemetery	-	193,882	193,882
Building Permits	-	1,388,170	1,388,170
<b>Total Expenses</b>	<b>53,534,971</b>	<b>18,905,754</b>	<b>72,440,725</b>
Increase in net assets before transfers	8,511,537	1,027,582	9,539,119
Transfers	(126,817)	126,817	-
<b>Increase in net assets</b>	<b>8,384,720</b>	<b>1,154,399</b>	<b>9,539,119</b>
Net assets - July 1	82,669,477	88,899,574	171,569,051
<b>Net assets - June 30</b>	<b>\$ 91,054,197</b>	<b>\$ 90,053,973</b>	<b>\$ 181,108,170</b>

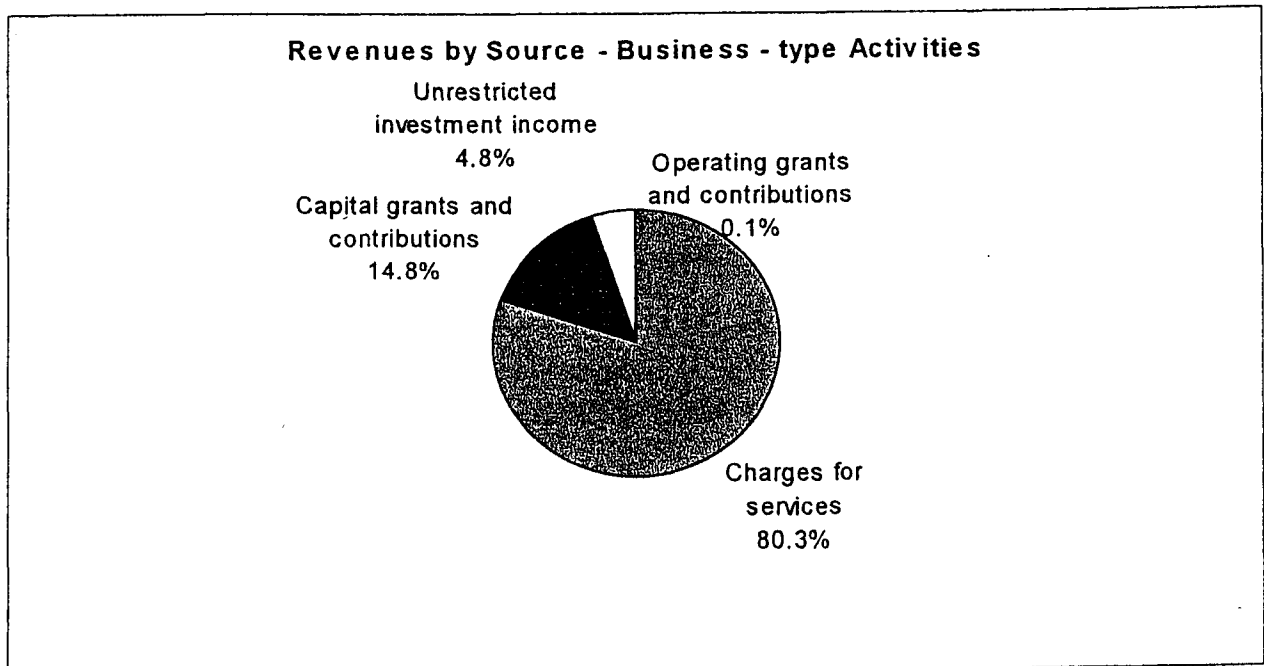
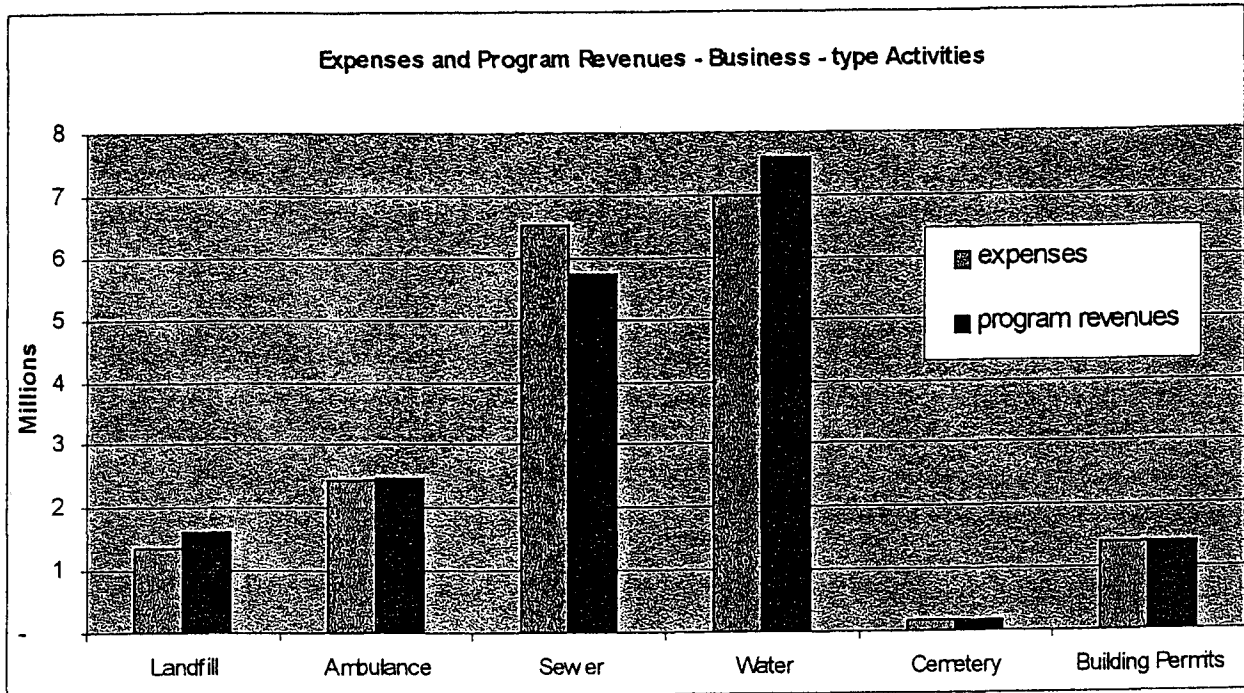
Program revenues for governmental activities provided 23 percent of the resources necessary to pay the cost of providing program services. The remaining program costs were financed with general revenues. The value of contributions from developers for infrastructure was \$2,524,180 and is included in program revenues.

The largest general revenues are consolidated tax of \$22,273,319 and property taxes of \$13,163,766.



**Business-type activities.** Business-type activities increased the City's net assets by \$1,154,399, accounting for 12 percent of the total growth in the City's net assets. Key elements of this increase were capital assets contributed by developers and connection fees in the Sewer and Water funds.

Sewer and water expenses represent 71 percent of total expenses for business-type activities.



## Financial Analysis of the Government's Funds

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

**Governmental funds.** The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$34,365,784, a decrease of \$2,560,060 in comparison with the prior year. Of this total amount, \$33,833,339 constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed 1) for unspent donations (\$164,727) or 2) for a variety of other restricted purposes (\$367,718).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$8,729,598, while total fund balance reached \$9,261,796. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 20 percent of total General Fund expenditures, while total fund balance represents 22 percent of that same amount.

The fund balance of the City's General Fund decreased by \$3,529,030 during the current fiscal year. Key factors in this decline are as follows:

- Intergovernmental revenues of the General Fund decreased, by \$2,295,805, as a result of a decrease in sales tax collections, a decrease in State grants relating to the construction of the Carson City bypass, and the transfer of motor vehicle fuel tax to the Street Maintenance Fund, a special revenue fund. However, the decrease in the fuel tax is offset by the decrease in expenditures in the public works function.
- Transfers out in the General Fund increased by \$4,231,054. During fiscal year 2003, the City transferred \$3,000,000 to the Stabilization Fund to stabilize the operation of the City and mitigate the effects of natural disasters. The remaining increase is due to transfers to payoff outstanding notes payable and transfers to the Supplemental Indigent Special Revenue Fund to offset the deficit in that fund.

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

Unrestricted net assets of the Sewer Fund at the end of the year amounted to \$7,285,827, and those for the Water Fund amounted to \$7,322,047. The total growth (decline) in net assets for both funds was (\$301,391) and \$1,021,225, respectively. Other factors concerning the finances of these two funds have already been addressed in the discussion of the City's business-type activities.



## General Fund Budgetary Highlights

Budgeted appropriations increased \$4,117,843 between the original budget and the final amended budget. The increase can be briefly summarized as follows:

- \$2.5 million increase in expenditures due to carryover of grants and donations from the prior year and current year increase in grants and donations.
- \$1.2 million increase in transfers out due to payoff of notes payable, to offset deficit in the Supplemental Indigent Fund, funding of capital projects and various other transfers.
- \$400,000 in increases allocated to various departments.

Of this increase, \$2.8 million was to be funded out of grant and donation carryovers from the prior year, current year increases in these revenues and miscellaneous increases in various charges for services. The remaining \$1.3 million was to be budgeted from available fund balance.

## 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, 2003, amounts to \$195,599,222 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure and water rights. The total increase in the City's investment in capital assets for the current fiscal year was 6 percent (a 10 percent increase for governmental activities and a 2 percent increase for business-type activities).

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

- Donated infrastructure (streets, curb and gutter) from developers was valued at \$2,524,180.
- Acquisition of land associated with the Carson City bypass project and open space at a cost of approximately \$1.6 million.
- A variety of street construction projects are on-going, such as widening and expansion projects, at a cost of approximately \$1.2 million.
- Various building and park improvements at approximately \$2.7 million.

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

	Governmental activities 2003	Business-type activities 2003	Total 2003
Land	\$ 16,598,845	\$ 1,485,815	\$ 18,084,660
Construction in progress/infrastructure	1,722,637	-	1,722,637
Construction in progress	4,877,824	6,258,528	11,136,352
Buildings	42,092,899	10,400,532	52,493,431
Improvements other than buildings	11,982,548	77,906,159	89,888,707
Machinery and equipment	7,932,413	2,395,521	10,327,934
Infrastructure	3,938,241	-	3,938,241
Water rights	-	8,007,260	8,007,260
Total	\$ 89,145,407	\$ 106,453,815	\$ 195,599,222

Additional information on the City's capital assets can be found in note 3-C on pages 37-40 of this report.

**Long-term debt.** At the end of the current fiscal year, the City had total bonded debt outstanding of \$67,852,545. Of this amount, \$65,422,545 comprises debt backed by the full faith and credit of the government and \$430,000 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The remainder of the City's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

**Carson City's Outstanding Debt**  
General Obligation and Revenue Bonds

	Governmental activities 2003	Business-type activities 2003	Total 2003
General obligation bonds	\$ 30,843,709	\$ 34,578,836	\$ 65,422,545
Special assessment debt with governmental commitment	430,000	-	430,000
Revenue bonds	2,000,000	-	2,000,000
<b>Total</b>	<b>\$ 33,273,709</b>	<b>\$ 34,578,836</b>	<b>\$ 67,852,545</b>

The City's total bonded debt decreased by \$4,050,990 (6 percent) during the current fiscal year. Total bonded debt decreased because the only bond issue in the current fiscal year was a refunding bond.

During the current fiscal year, the government refinanced some of its existing debt to take advantage of favorable interest rates. The City issued general obligation bonds to refinance a portion of previously outstanding public safety general obligation revenue bonds. The result was a decrease in annual debt service payments over the next several years.

The City maintains an "A+" rating from Standard & Poor's and a "A1" rating from Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue up to 15 percent of its total assessed valuation. The current debt limitation for the City is \$161,241,549, 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-E on pages 41-47 of this report.

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

During the current fiscal year, unreserved fund balance in the General Fund decreased to \$8,729,598 net of \$3,000,000 transfer to a local government revenue stabilization fund pursuant to NRS 354.6115. The City has appropriated \$8,712,714 of this amount for spending in the 2004 fiscal year budget.

Looking forward to fiscal 2003-04, total revenue growth is projected to be flat at best. Carson City will continue to experience the effects of regional retail competition which requires the City to adopt

conservative sales tax revenue projections. The City's assessed value grew a scant 1.2% from 1.056 billion in Fiscal 2002-03 to 1.069 billion in fiscal 2003-04. The Board of Supervisors took the following actions to balance the fiscal 2003-04 budget:

- Increased property taxes 4.1 cents per \$100 of assessed value.
- Reduced expenditures \$661,000.
- Reduced capital expenditures by \$450,000.
- Rescheduled and defeased existing debt saving \$670,000 in fiscal 2003-04.

### **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.

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**BASIC FINANCIAL STATEMENTS**

**CARSON CITY**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2003**

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>ASSETS</b>			
Cash and investments	\$ 31,679,140	\$ 16,183,073	\$ 47,862,213
Receivables (net of allowances for uncollectibles)	1,628,865	1,604,487	3,233,352
Due from other governments	10,190,165	1,498,020	11,688,185
Due from component units	9,672	-	9,672
Due from primary government	-	-	-
Internal balances	(5,928)	5,928	-
Inventories	90,271	308,372	398,643
Prepays	121,353	357	121,710
Restricted assets:			
Cash and investments	1,593,477	2,573,020	4,166,497
Other assets	-	244,162	244,162
Capital assets (net of accumulated depreciation):			
Land	16,598,845	1,485,815	18,084,660
Construction in progress - infrastructure	1,722,637	-	1,722,637
Construction in progress	4,877,824	6,258,528	11,136,352
Buildings	42,092,899	10,400,532	52,493,431
Improvements other than buildings	11,982,548	77,906,159	89,888,707
Machinery and equipment	7,932,413	2,395,521	10,327,934
Infrastructure	3,938,241	-	3,938,241
Water rights	-	8,007,260	8,007,260
<b>Total assets</b>	<b>134,452,422</b>	<b>128,871,234</b>	<b>263,323,656</b>
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	5,579,598	1,720,315	7,299,913
Accrued interest payable	250,836	346,679	597,515
Due to other governments	520,067	152,334	672,401
Due to component units	131,311	-	131,311
Due to primary government	-	-	-
Unearned revenue	67,881	178,029	245,910
Other liabilities	-	24,435	24,435
Current liabilities payable from restricted assets	731,522	91,153	822,675
Noncurrent liabilities:			
Due within one year	2,286,506	2,462,040	4,748,546
Due in more than one year	33,830,504	33,842,276	67,672,780
<b>Total liabilities</b>	<b>43,398,225</b>	<b>38,817,261</b>	<b>82,215,486</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	60,351,746	71,395,417	131,747,163
Restricted for:			
General government	38,654	-	38,654
Public safety	177,725	-	177,725
Judicial	218,501	-	218,501
Public works	2,980,367	-	2,980,367
Health	63,628	-	63,628
Culture and recreation	8,135,855	-	8,135,855
Community support	5,477	-	5,477
Capital projects	738,006	-	738,006
Debt service	643,500	-	643,500
Claims	2,259,761	-	2,259,761
Emergency replacement	-	2,481,867	2,481,867
Unrestricted	15,440,977	16,176,689	31,617,666
<b>Total net assets</b>	<b>\$ 91,054,197</b>	<b>\$ 90,053,973</b>	<b>\$ 181,108,170</b>

See accompanying notes.

COMPONENT UNITS	
AIRPORT AUTHORITY	CONVENTION AND VISITORS' BUREAU
\$ 255,442	\$ 742,600
4,290	144,188
-	22,500
-	-
129,269	2,042
-	-
-	7,222
8,757	-
-	-
257,573	330
60,042	-
-	-
-	-
-	104,350
-	3,782
166,583	11,243
-	-
-	-
<u>881,956</u>	<u>1,038,257</u>
16,425	50,404
-	-
-	54,752
-	-
-	9,672
4,252	-
-	18,728
-	-
6,240	-
<u>251,333</u>	<u>39,523</u>
<u>278,250</u>	<u>173,079</u>
226,625	119,375
-	1,805
-	-
-	-
-	-
-	91,787
-	-
-	-
-	-
-	-
<u>377,081</u>	<u>652,211</u>
<u>\$ 603,706</u>	<u>\$ 865,178</u>

See accompanying notes.

**CARSON CITY  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2003**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
<b>Primary government:</b>				
<b>Governmental Activities:</b>				
General government	\$ 9,567,850	\$ 2,541,631	\$ 646,911	\$ 18,669
Judicial	2,792,776	1,082,356	15,395	-
Public safety	20,467,651	637,379	900,646	121,082
Public works	7,575,408	349,418	285,794	3,682,949
Community support	1,206,737	-	105,901	-
Airport	59,382	-	-	247,363
Economic opportunity	274,626	-	68,203	-
Welfare	1,776,505	-	16,413	-
Health	987,750	111,923	62,534	-
Culture and recreation	6,998,621	1,275,047	75,870	171,246
<b>Debt Service:</b>				
Interest and fiscal charges	1,827,665	-	-	-
<b>Total Governmental Activities</b>	<b>53,534,971</b>	<b>5,997,754</b>	<b>2,177,667</b>	<b>4,241,309</b>
<b>Business-Type Activities:</b>				
Landfill	1,373,244	1,608,821	9,950	-
Ambulance	2,439,285	2,462,331	-	-
Sewer	6,533,017	4,566,757	-	1,183,903
Water	6,978,156	5,809,341	15,116	1,766,527
Cemetery	193,882	166,010	300	-
Building Permits	1,388,170	1,388,699	-	-
<b>Total Business-Type Activities</b>	<b>18,905,754</b>	<b>16,001,959</b>	<b>25,366</b>	<b>2,950,430</b>
<b>Total Primary Government</b>	<b>\$ 72,440,725</b>	<b>\$ 21,999,713</b>	<b>\$ 2,203,033</b>	<b>\$ 7,191,739</b>
<b>Component units:</b>				
Airport Authority	\$ 437,921	\$ 145,508	\$ 231,902	\$ -
Convention and Visitors' Bureau	763,458	11,578	35,500	-
<b>Total Component Units</b>	<b>\$ 1,201,379</b>	<b>\$ 157,086</b>	<b>\$ 267,402</b>	<b>\$ -</b>

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

Total General Revenues and Transfers

Change in Net Assets

NET ASSETS, JULY 1

NET ASSETS, JUNE 30

See accompanying notes.



NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			COMPONENT UNITS	
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	AIRPORT AUTHORITY	CONVENTION AND VISITORS' BUREAU
\$ (6,360,639)	\$ -	\$ (6,360,639)	\$ -	\$ -
(1,695,025)	-	(1,695,025)	-	-
(18,808,544)	-	(18,808,544)	-	-
(3,257,247)	-	(3,257,247)	-	-
(1,100,836)	-	(1,100,836)	-	-
187,981	-	187,981	-	-
(206,423)	-	(206,423)	-	-
(1,760,092)	-	(1,760,092)	-	-
(813,293)	-	(813,293)	-	-
(5,476,458)	-	(5,476,458)	-	-
(1,827,665)	-	(1,827,665)	-	-
(41,118,241)	-	(41,118,241)	-	-
-	245,527	245,527	-	-
-	23,046	23,046	-	-
-	(782,357)	(782,357)	-	-
-	612,828	612,828	-	-
-	(27,572)	(27,572)	-	-
-	529	529	-	-
-	72,001	72,001	-	-
(41,118,241)	72,001	(41,046,240)	-	-
-	-	-	(60,511)	-
-	-	-	-	(716,380)
-	-	-	(60,511)	(716,380)
13,163,766	-	13,163,766	67,692	-
4,243,911	-	4,243,911	-	-
22,273,319	-	22,273,319	-	-
3,400,865	-	3,400,865	-	-
3,520,210	-	3,520,210	-	-
-	-	-	-	716,622
1,140,911	-	1,140,911	-	-
1,685,904	955,581	2,641,485	4,919	10,575
200,892	-	200,892	-	-
(126,817)	126,817	-	-	-
49,502,961	1,082,398	50,585,359	72,611	727,197
8,384,720	1,154,399	9,539,119	12,100	10,817
82,669,477	88,899,574	171,569,051	591,606	854,361
\$ 91,054,197	\$ 90,053,973	\$ 181,108,170	\$ 603,706	\$ 865,178

See accompanying notes.

CARSON CITY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2003

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>			
Cash and investments	\$ 5,489,117	\$ 21,694,881	\$ 27,183,998
Receivables (net of allowances for uncollectibles):			
Taxes, delinquent	106,117	30,755	136,872
Accounts receivable	786,778	635	787,413
Special assessments	-	352,635	352,635
Interest	350,028	-	350,028
Due from other funds	76,954	3,006,950	3,083,904
Due from other governments	8,572,482	1,617,082	10,189,564
Due from component units	9,672	-	9,672
Inventories	18,724	-	18,724
Prepaid items	121,106	247	121,353
Advance to other fund	50,000	-	50,000
Restricted assets:			
Cash and investments	789,028	804,449	1,593,477
<b>Total Assets</b>	<b>\$ 16,370,006</b>	<b>\$ 27,507,634</b>	<b>\$ 43,877,640</b>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities:</b>			
Accounts payable	\$ 949,216	\$ 1,238,246	\$ 2,187,462
Accrued salaries and benefits	2,020,093	117,558	2,137,651
Payable from restricted assets	720,206	11,316	731,522
Due to other funds	3,023,456	77,306	3,100,762
Due to other governments	50,854	452,545	503,399
Due to component units	67,692	63,619	131,311
Matured interest payable	-	10,291	10,291
Other liabilities	111,388	-	111,388
Deferred revenue	105,367	374,822	480,189
Unearned revenue	59,938	7,943	67,881
Advance from other fund	-	50,000	50,000
<b>Total Liabilities</b>	<b>7,108,210</b>	<b>2,403,646</b>	<b>9,511,856</b>
<b>Fund balances:</b>			
Reserved for inventory	18,724	-	18,724
Reserved for gifts and donations	164,727	-	164,727
Reserved for administrative assessments	53,949	-	53,949
Reserved for mediation services	85,388	-	85,388
Reserved for Co. Recorder technology	37,969	-	37,969
Reserved for LLEBG grant	335	-	335
Reserved for prepaid items	121,106	247	121,353
Reserved for advance	50,000	-	50,000
Unreserved, reported in:			
General fund:			
Designated for subsequent year's expenditures	8,712,714	-	8,712,714
Undesignated	16,884	-	16,884
Special revenue funds	-	19,103,423	19,103,423
Debt service funds	-	2,821,869	2,821,869
Capital projects funds	-	3,178,449	3,178,449
<b>Total Fund Balances</b>	<b>9,261,796</b>	<b>25,103,988</b>	<b>34,365,784</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 16,370,006</b>	<b>\$ 27,507,634</b>	<b>\$ 43,877,640</b>

See accompanying notes.

**CARSON CITY, NEVADA  
RECONCILIATION OF THE BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2003**

Fund Balances - Governmental Funds (page 8)		\$ 34,365,784
<p>Amounts reported for governmental activities in the statement of net assets (pages 4-5) are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.</p>		
Governmental capital assets	\$ 114,446,088	
Less: Accumulated depreciation	<u>(25,313,390)</u>	89,132,698
<p>Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.</p>		
General obligation bonds payable	(1,950,000)	
General obligation revenue bonds payable	(28,893,709)	
Special assessment bonds payable	(430,000)	
Notes payable	(802,500)	
Revenue bonds payable	(2,000,000)	
Loss on bond refunding	1,063,283	
Less: current year amortization	(7,384)	
Compensated absences	<u>(2,997,721)</u>	(36,018,031)
Interest payable		(240,545)
<p>Deferred revenue represents amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds.</p>		
		480,189
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of the internal service funds are reported with governmental activities.</p>		
		3,323,172
<p>Internal balances are receivable from business-type activities.</p>		
		<u>10,930</u>
Net Assets - Governmental Activities (pages 4-5)		<u>\$ 91,054,197</u>

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

	GENERAL	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>Revenues:</b>			
Taxes	\$ 9,657,998	\$ 11,047,623	\$ 20,705,621
Special assessments	-	211,484	211,484
Licenses and permits	4,877,726	-	4,877,726
Intergovernmental revenues	25,465,048	1,593,384	27,058,432
Charges for services	5,356,366	289,142	5,645,508
Fines and forfeits	738,977	50,517	789,494
Miscellaneous	1,131,898	1,266,854	2,398,752
<b>Total Revenues</b>	<b>47,228,013</b>	<b>14,459,004</b>	<b>61,687,017</b>
<b>Expenditures:</b>			
<b>Current:</b>			
General government	10,463,736	2,485,832	12,949,568
Public safety	19,095,021	1,353,151	20,448,172
Judicial	2,723,347	56,152	2,779,499
Public works	2,850,936	7,898,303	10,749,239
Health	966,322	180,605	1,146,927
Welfare	320,879	1,452,892	1,773,771
Culture and recreation	5,166,063	2,760,455	7,926,518
Community support	951,972	106,236	1,058,208
Airport	-	247,363	247,363
Economic opportunity	185,437	127,500	312,937
Capital outlay	-	180,704	180,704
<b>Debt service:</b>			
Principal retirement	-	3,501,418	3,501,418
Interest and fiscal charges	-	1,961,517	1,961,517
<b>Total Expenditures</b>	<b>42,723,713</b>	<b>22,312,128</b>	<b>65,035,841</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>4,504,300</b>	<b>(7,853,124)</b>	<b>(3,348,824)</b>
<b>Other Financing Sources (Uses):</b>			
Note issued	-	802,500	802,500
Sales of surplus property	42,026	-	42,026
Transfers in	-	11,074,155	11,074,155
Transfers out	(8,075,356)	(3,061,278)	(11,136,634)
Refunding bonds issued	-	4,895,000	4,895,000
Payment to refunded bond escrow agent	-	(4,888,283)	(4,888,283)
<b>Total Other Financing Sources (Uses)</b>	<b>(8,033,330)</b>	<b>8,822,094</b>	<b>788,764</b>
<b>Net Change in Fund Balances</b>	<b>(3,529,030)</b>	<b>968,970</b>	<b>(2,560,060)</b>
Fund Balances, July 1	12,790,826	24,135,018	36,925,844
Fund Balances, June 30	<u>\$ 9,261,796</u>	<u>\$ 25,103,988</u>	<u>\$ 34,365,784</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, 2003**

Net Change in Fund Balances - Governmental Funds (page 10) \$ (2,560,060)

Amounts reported for governmental activities in the statement of activities (pages 6-7) are different because:

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.

Expenditures for capital assets	\$ 7,981,171	
Sale/disposition of assets	(126,344)	
Less: Current year depreciation	<u>(2,448,411)</u>	5,406,416

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.

Change in deferred revenue	(156,480)	
Donated capital assets	<u>2,817,035</u>	2,660,555

Bond and note proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond and note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which bonds and notes issued exceeded repayments and costs of issuance.

Bonds and notes issued	(5,697,500)	
Accrued interest	(240,545)	
Interest payments	381,781	
Principal payments	7,326,418	
Principal payments - loss on bond refunding	<u>1,063,283</u>	2,833,437

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.

Amortization of loss on bond refunding	(7,384)	
Change in long-term compensated absences	<u>(47,686)</u>	(55,070)

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.

99,442

Change in Net Assets of Governmental Activities (pages 6-7) \$ 8,384,720

See accompanying notes.

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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, 2003**

	<u>BUDGETED AMOUNTS</u>		<u>ACTUAL AMOUNTS</u>	<u>VARIANCE WITH FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>Revenues:</b>				
Taxes	\$ 9,714,835	\$ 9,714,835	\$ 9,657,998	\$ (56,837)
Licenses and permits	5,212,139	5,212,139	4,877,726	(334,413)
Intergovernmental revenues	23,458,606	26,115,277	25,465,048	(650,229)
Charges for services	5,006,188	5,038,147	5,356,366	318,219
Fines and forfeits	769,750	769,750	738,977	(30,773)
Miscellaneous	615,350	787,265	1,131,898	344,633
<b>Total Revenues</b>	<u>44,776,868</u>	<u>47,637,413</u>	<u>47,228,013</u>	<u>(409,400)</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	10,640,643	11,026,296	10,463,736	562,560
Public safety	19,175,995	20,106,550	19,095,021	1,011,529
Judicial	2,486,095	2,825,812	2,723,347	102,465
Public works	1,932,239	3,555,395	2,850,936	704,459
Health	1,025,034	1,055,034	966,322	88,712
Welfare	319,382	320,879	320,879	-
Culture and recreation	5,349,317	5,485,826	5,166,063	319,763
Community support	971,823	1,060,288	951,972	108,316
Economic opportunity	299,930	228,975	185,437	43,538
<b>Total Expenditures</b>	<u>42,200,458</u>	<u>45,665,055</u>	<u>42,723,713</u>	<u>2,941,342</u>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<u>2,576,410</u>	<u>1,972,358</u>	<u>4,504,300</u>	<u>2,531,942</u>
<b>Other Financing Sources (Uses):</b>				
Sales of surplus property	-	-	42,026	42,026
Contingency	(600,000)	-	-	-
Transfers out	(3,966,392)	(5,219,638)	(8,075,356)	(2,855,718)
<b>Total Other Financing Sources (Uses)</b>	<u>(4,566,392)</u>	<u>(5,219,638)</u>	<u>(8,033,330)</u>	<u>(2,813,692)</u>
<b>Net Change in Fund Balances</b>	<u>(1,989,982)</u>	<u>(3,247,280)</u>	<u>(3,529,030)</u>	<u>(281,750)</u>
<b>Fund Balances, July 1</b>	<u>9,368,308</u>	<u>12,790,826</u>	<u>12,790,826</u>	<u>-</u>
<b>Fund Balances, June 30</b>	<u>\$ 7,378,326</u>	<u>\$ 9,543,546</u>	<u>\$ 9,261,796</u>	<u>\$ (281,750)</u>

See accompanying notes.

CARSON CITY  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
JUNE 30, 2003  
(PAGE 1 OF 2)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE		
	SEWER	WATER	OTHER ENTERPRISE FUNDS
<b>ASSETS</b>			
Current assets (unrestricted):			
Cash and investments	\$ 6,559,894	\$ 7,036,277	\$ 2,586,902
Receivables:			
Accounts and contracts, net	280,836	453,060	870,591
Due from other funds	1,681	15,393	-
Due from other governments	1,156,957	337,514	3,549
Inventories	-	299,474	8,898
Prepaid items	-	-	357
	7,999,368	8,141,718	3,470,297
Total Current Assets (Unrestricted)			
Current assets (restricted):			
Cash and investments	30,286	60,867	-
	8,029,654	8,202,585	3,470,297
Total Current Assets			
Noncurrent assets:			
Restricted cash and investments	2,481,867	-	-
Other assets	6,764	237,398	-
Capital assets:			
Land	757,704	437,016	291,095
Buildings	10,298,161	1,585,664	272,828
Improvements other than buildings	74,396,765	45,867,308	107,660
Machinery and equipment	2,855,090	1,408,930	2,043,514
Water rights	-	8,007,260	-
Construction in progress	3,634,971	2,553,148	70,409
	91,942,691	59,859,326	2,785,506
Less: Accumulated depreciation	(30,148,755)	(17,348,046)	(636,907)
Net Capital Assets	61,793,936	42,511,280	2,148,599
Total Noncurrent Assets	64,282,567	42,748,678	2,148,599
Total Assets	72,312,221	50,951,263	5,618,896

See accompanying notes.



<u>FUNDS</u>	<u>GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS</u>
<u>TOTAL ENTERPRISE FUNDS</u>	
\$ 16,183,073	\$ 4,495,142
1,604,487	1,917
17,074	-
1,498,020	601
308,372	71,547
357	-
<u>19,611,383</u>	<u>4,569,207</u>
91,153	-
<u>19,702,536</u>	<u>4,569,207</u>
<u>2,481,867</u>	<u>-</u>
<u>244,162</u>	<u>-</u>
1,485,815	-
12,156,653	-
120,371,733	-
6,307,534	25,609
8,007,260	-
6,258,528	-
<u>154,587,523</u>	<u>25,609</u>
<u>(48,133,708)</u>	<u>(12,900)</u>
<u>106,453,815</u>	<u>12,709</u>
<u>109,179,844</u>	<u>12,709</u>
<u>128,882,380</u>	<u>4,581,916</u>

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2003**  
**(PAGE 2 OF 2)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE		
	SEWER	WATER	OTHER ENTERPRISE FUNDS
<b>LIABILITIES:</b>			
Current liabilities payable from unrestricted assets:			
Accounts payable	\$ 289,294	\$ 884,882	\$ 238,417
Accrued salaries and benefits	61,922	97,055	148,745
Accrued interest	196,007	148,386	2,286
Due to other funds	-	-	216
Due to other governments	20,073	132,023	238
Unearned revenue	-	-	178,029
Other current liabilities	-	-	-
Current portion:			
Commitments payable	-	19,625	-
General obligation bonds and notes payable	1,042,040	1,295,000	125,000
Total Current Liabilities Payable from Unrestricted Assets	1,609,336	2,576,971	692,931
Current liabilities payable from restricted assets:			
Construction contracts, retained percent	6,963	20,959	-
Connection deposits	23,323	39,908	-
Total Current Liabilities Payable from Restricted Assets	30,286	60,867	-
Total Current Liabilities	1,639,622	2,637,838	692,931
Noncurrent liabilities:			
Accrued compensated absences	151,120	214,539	238,125
Other liabilities	4,810	-	-
Closure / post closure care costs	-	-	1,121,696
General obligation bonds and notes payable	16,096,796	15,465,000	555,000
Total Noncurrent Liabilities	16,252,726	15,679,539	1,914,821
Total Liabilities	17,892,348	18,317,377	2,607,752
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	44,652,179	25,311,839	1,431,399
Restricted for emergency replacement	2,481,867	-	-
Unrestricted	7,285,827	7,322,047	1,579,745
Total Net Assets	\$ 54,419,873	\$ 32,633,886	\$ 3,011,144

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Net assets of business - type activities

See accompanying notes.

FUNDS		GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS	
TOTAL ENTERPRISE FUNDS			
\$ 1,412,593	\$	35,944	
307,722		31,130	
346,679		-	
216		-	
152,334		16,668	
178,029		-	
-		984,114	
19,625		-	
<u>2,462,040</u>		<u>-</u>	
4,879,238		1,067,856	
27,922		-	
<u>63,231</u>		<u>-</u>	
91,153		-	
<u>4,970,391</u>		<u>1,067,856</u>	
603,784		98,979	
4,810		91,909	
1,121,696		-	
<u>32,116,796</u>		<u>-</u>	
33,847,086		190,888	
<u>38,817,477</u>		<u>1,258,744</u>	
71,395,417		12,709	
2,481,867		-	
<u>16,187,619</u>		<u>3,310,463</u>	
90,064,903	\$	<u>3,323,172</u>	
<u>(10,930)</u>			
<u>\$ 90,053,973</u>			

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET ASSETS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE</u>		
	<u>SEWER</u>	<u>WATER</u>	<u>OTHER ENTERPRISE FUNDS</u>
Operating Revenues:			
Charges for services	\$ 4,532,663	\$ 5,806,875	\$ 5,693,549
Operating Expenses:			
Salaries and wages	978,870	1,351,108	2,228,892
Employee benefits	309,555	368,022	788,396
Services and supplies	2,162,455	2,877,735	2,252,892
Depreciation	2,307,914	1,444,564	157,236
Total Operating Expenses	<u>5,758,794</u>	<u>6,041,429</u>	<u>5,427,416</u>
Operating Income (Loss)	<u>(1,226,131)</u>	<u>(234,554)</u>	<u>266,133</u>
Nonoperating Revenues (Expenses):			
Investment income	449,329	388,452	117,800
Intergovernmental revenues	-	15,116	9,950
Miscellaneous	45,725	4,666	15,731
Interest expense	(728,964)	(902,841)	(31,825)
Gain (loss) on sales of capital assets	(13,083)	(12,252)	(11,573)
Bond issuance costs	(539)	(1,689)	-
Total Nonoperating Revenues (Expenses)	<u>(247,532)</u>	<u>(508,548)</u>	<u>100,083</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(1,473,663)</u>	<u>(743,102)</u>	<u>366,216</u>
Capital Contributions:			
Capital assets	-	-	129,212
Governmental activities	-	-	-
Developers	349,860	545,658	-
Connection fees	822,412	1,218,669	-
Total Capital Contributions	<u>1,172,272</u>	<u>1,764,327</u>	<u>129,212</u>
Transfers In	<u>-</u>	<u>-</u>	<u>-</u>
Change in Net Assets	<u>(301,391)</u>	<u>1,021,225</u>	<u>495,428</u>
Net Assets, July 1	<u>54,721,264</u>	<u>31,612,661</u>	<u>2,515,716</u>
Net Assets, June 30	<u>\$ 54,419,873</u>	<u>\$ 32,633,886</u>	<u>\$ 3,011,144</u>

Adjustment to reflect the consolidation of internal service  
fund activities related to enterprise funds.

Change in net assets of business - type activities

See accompanying notes.

<u>FUNDS</u>	<u>GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS</u>
TOTAL ENTERPRISE FUNDS	
\$ 16,033,087	\$ 7,268,687
4,558,870	476,230
1,465,973	148,029
7,293,082	6,887,971
3,909,714	2,561
<u>17,227,639</u>	<u>7,514,791</u>
<u>(1,194,552)</u>	<u>(246,104)</u>
955,581	173,035
25,066	-
66,122	49,169
(1,663,630)	-
(36,908)	-
(2,228)	-
<u>(655,997)</u>	<u>222,204</u>
<u>(1,850,549)</u>	<u>(23,900)</u>
129,212	-
-	(69,947)
895,518	-
2,041,081	-
<u>3,065,811</u>	<u>(69,947)</u>
<u>-</u>	<u>62,479</u>
1,215,262	(31,368)
<u>88,849,641</u>	<u>3,354,540</u>
90,064,903	<u>\$ 3,323,172</u>
<u>(10,930)</u>	
<u>\$ 90,053,973</u>	

See accompanying notes.

**CARSON CITY  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2003  
(PAGE 1 OF 2)**

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE</u>		
	<u>SEWER</u>	<u>WATER</u>	<u>OTHER ENTERPRISE FUNDS</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received for services	\$ 4,597,861	\$ 5,940,127	\$ 5,678,894
Cash payments for personnel costs	(1,302,349)	(1,682,549)	(2,991,082)
Cash payments for services and supplies	(2,332,158)	(2,520,080)	(2,026,677)
Miscellaneous cash received	45,725	4,666	15,731
	<u>1,009,079</u>	<u>1,742,164</u>	<u>676,866</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Subsidy from federal grant	-	15,116	-
Subsidy from state grant	-	-	9,950
	<u>-</u>	<u>15,116</u>	<u>9,950</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Acquisition of capital assets	-	-	(435,598)
Proceeds from sales of capital assets	-	5,270	-
Assessments for construction	2,626	-	-
Connection fees	834,190	1,218,669	-
Acquisition of capital assets	(2,066,720)	(2,451,352)	-
Principal paid on capital debt	(964,897)	(1,185,000)	(120,000)
Interest paid on capital debt	(752,021)	(884,818)	(32,225)
Bond issuance costs	(539)	(1,689)	-
	<u>(2,947,361)</u>	<u>(3,298,920)</u>	<u>(587,823)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received on investments	449,329	388,812	117,800
	<u>449,329</u>	<u>388,812</u>	<u>117,800</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,488,953)	(1,152,828)	216,793
Cash and Cash Equivalents, July 1	10,561,000	8,249,972	2,370,109
Cash and Cash Equivalents, June 30	<u>\$ 9,072,047</u>	<u>\$ 7,097,144</u>	<u>\$ 2,586,902</u>

See accompanying notes.

FUNDS	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
TOTAL ENTERPRISE FUNDS	
\$ 16,216,882	\$ 7,361,707
(5,975,980)	(600,013)
(6,878,915)	(6,374,747)
66,122	49,169
3,428,109	436,116
15,116	
9,950	-
25,066	-
(435,598)	-
5,270	-
2,626	-
2,052,859	-
(4,518,072)	-
(2,269,897)	-
(1,669,064)	-
(2,228)	-
(6,834,104)	-
955,941	173,035
(2,424,988)	609,151
21,181,081	3,885,991
\$ 18,756,093	\$ 4,495,142

See accompanying notes.

**CARSON CITY  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED JUNE 30, 2003  
(PAGE 2 OF 2)**

	<u>BUSINESS-TYPE ACTIVITIES - ENTERPRISE</u>		
	<u>SEWER</u>	<u>WATER</u>	<u>OTHER ENTERPRISE FUNDS</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>			
Operating income (loss)	\$ (1,226,131)	\$ (234,554)	\$ 266,133
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization expense	2,307,914	1,444,564	157,236
Provision for uncollectible accounts	-	-	230,134
Nonoperating revenues	45,725	4,666	15,731
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	68,986	98,624	(278,377)
Due from other funds	905	58,499	-
Due from other governments	24	(23,871)	45
Inventories	-	67,863	3,920
Prepaid items	520	12,787	266
Increase (decrease) in:			
Accounts payable	(61,887)	230,534	65,641
Accrued salaries and benefits	11,236	21,770	15,381
Due to other funds	(129,062)	(63,986)	(12,825)
Due to other governments	19,821	113,154	(1,587)
Unearned revenue	-	-	33,543
Connection deposits	(3,812)	(2,697)	-
Accrued compensated absences	(25,160)	14,811	10,825
Other liabilities	-	-	-
Closure/post closure care costs	-	-	170,800
Total Adjustments	<u>2,235,210</u>	<u>1,976,718</u>	<u>410,733</u>
Net Cash Provided by Operating Activities	<u>\$ 1,009,079</u>	<u>\$ 1,742,164</u>	<u>\$ 676,866</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>			
Contributions of capital assets from developers	\$ 349,860	\$ 545,658	\$ -
Gain (loss) on sales of capital assets	(9,863)	(7,468)	-
Purchase of capital assets on account	212,933	533,893	-
Purchase of capital assets due to other governments	-	10,340	-
Contributions of capital assets from governmental activities	-	-	126,817
Contributions of capital assets from Sewer Fund	-	-	2,395
Retainage payable on construction of capital assets	6,963	20,959	-
Amortization of deferred gain (loss) - bond refunding	2,508	(33,997)	-

See accompanying notes.



<u>FUNDS</u>	<u>GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS</u>
<u>TOTAL ENTERPRISE FUNDS</u>	
<u>\$ (1,194,552)</u>	<u>\$ (246,104)</u>
3,909,714	2,561
230,134	-
66,122	49,169
(110,767)	5,160
59,404	88,461
(23,802)	(601)
71,783	(9,068)
13,573	-
234,288	15,188
48,387	23,698
(205,873)	-
131,388	16,668
33,543	-
(6,509)	-
476	548
-	490,436
<u>170,800</u>	<u>-</u>
<u>4,622,661</u>	<u>682,220</u>
<u>\$ 3,428,109</u>	<u>\$ 436,116</u>
\$ 895,518	\$ -
(17,331)	-
746,826	-
10,340	-
126,817	-
2,395	-
27,922	-
(31,489)	-

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2003**

	INVESTMENT TRUST FUND	AGENCY FUNDS
<b>ASSETS</b>		
Cash and investments	\$ 4,102,705	\$ 1,194,437
Taxes receivable, delinquent	-	139,806
Due from other governments	-	70,188
Total Assets	4,102,705	1,404,431
<b>LIABILITIES</b>		
Accounts payable	-	1,014
Due to other governments	-	1,392,348
Other liabilities	-	11,069
Total Liabilities	-	1,404,431
<b>NET ASSETS</b>		
Held in trust for pool participants	\$ 4,102,705	\$ -

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

	INVESTMENT TRUST FUND
Investment income	\$ 233,705
Capital share transactions:	
Shares sold	4,966,290
Less shares redeemed	(5,544,065)
Increase (decrease) from capital share transactions	(577,775)
Change in net assets	(344,070)
Net Assets, July 1	4,446,775
Net Assets, June 30	\$ 4,102,705

See accompanying notes.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**

**NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. REPORTING ENTITY**

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

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

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

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

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

Carson City Convention and Visitors' Bureau  
1900 South Carson Street  
Carson City, Nevada

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

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

**B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

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

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

**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 available if they are collected within 60 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period.

CARSON CITY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2003  
(Continued)

Shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements 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.

*Agency funds* are used to account for assets held by the City in a purely custodial capacity for other organizations or governments.

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

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

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

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

CARSON CITY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2003  
(Continued)

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY

1. Deposits and Investments

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

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

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

Investments are reported at fair value.

2. Investment Pool Investment Income

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

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

CARSON CITY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2003  
(Continued)

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 a fund balance reserve account in 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 uncollectibles.

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.

4. Inventories and Prepaid Items

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

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

5. Restricted Assets

Certain assets of Carson City's General Fund, Capital Acquisition and Development Special Revenue 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**  
**JUNE 30, 2003**  
**(Continued)**

Amounts in the Sewer Enterprise Fund are restricted for plant expansion and emergency replacement in accordance with grant agreements. In addition, amounts for connection deposits and construction contract retentions in the Sewer and Water Enterprise Funds are restricted given contractual requirements.

**6. Capital Assets**

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

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

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

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

<u>Assets</u>	<u>Years</u>
Buildings	40-50
Improvements other than buildings	30-50
Machinery and equipment	5-20
Infrastructure	30-50

GASB Statement No. 34 requires the City to report and depreciate new infrastructure assets effective with the beginning of the current year. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The retroactive reporting of infrastructure is subject to an extended implementation period and is first mandated for the fiscal year ending in 2007. The City has elected to implement the general provisions of GASB Statement No. 34 in the current year and implement the retroactive infrastructure provisions in or before fiscal year ending June 30, 2007.

**7. Compensated Absences**

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. The City pays 33-1/3 percent of a portion of the employee's unused sick leave at 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.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

**8. Long-Term Obligations**

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

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

**9. Connection Fees**

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

The fee for hooking up to the sewer system increased as of June 1, 2003 from \$2,226 to \$5,777. The fee for hooking up to the water system increased as of June 1, 2003 from \$3,334 to \$3,968.

**10. Equity Classifications**

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

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

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent the estimated opening fund balance in the City's 2003-2004 final budget. The undesignated fund balance represents the amount by which the actual ending fund balance exceeded the reservations and designations.

**11. Comparative Data**

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in financial position and operations for the funds.

**NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY**

**A. BUDGETARY INFORMATION**

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

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

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

**B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

The City conformed to all significant statutory constraints on its financial administration during the year with the following possible exceptions:

- Actual expenditures exceeded appropriations in the Welfare Function of the Supplemental Indigent Special Revenue Fund by \$133,532. This is an apparent violation of NRS 354.626.
- Actual expenditures exceeded appropriations in the Public Safety Function of the Capital Projects Special Revenue Fund by \$50,476. This is an apparent violation of NRS 354.626.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

- Actual expenditures exceeded appropriations in the Carson City Debt Service Fund by \$127,908. These overexpenditures were funded by available fund balance and are not apparent violations of NRS.
- Actual expenses exceeded budgeted appropriations in the Cemetery Enterprise Fund by \$8,721. This is an apparent violation of NRS 354.626.
- Actual expenses exceeded appropriations in the Workers' Compensation Internal Service Fund by \$463,517. While this appears to be a violation of NRS 354.626, it is deemed an exception by NRS 354.626(2)(a).

**C. DEFICIT FUND BALANCES/NET ASSETS**

The Supplemental Indigent Special Revenue Fund has a deficit fund balance of \$144,555 and the Fleet Management Internal Service Fund has deficit net assets of \$41,497.

**D. SHORTFALL IN RESERVED AND UNRESERVED/DESIGNATED FUND BALANCES**

The Supplemental Indigent Special Revenue Fund's and the Carson City Debt Service Fund's fund balances were insufficient to cover the budgeted July 1, 2003 opening fund balance by \$144,555 and \$238,007, respectively.

**NOTE 3 - DETAILED NOTES ON ALL FUNDS**

**A. DEPOSITS AND INVESTMENTS**

At year end, the City's carrying amount of deposits was \$2,991,670 and the bank balance was \$3,308,650. All of the bank balance was covered by FDIC, SIPC, or by collateral held by the City's agent in the City's name.

The carrying amount of deposits for discretely presented component units was \$423,424 and the bank balance was \$492,874. All of the bank balance was covered by federal depository insurance or by collateral held by the component unit's agent in the component unit's name, with the exception of \$143,081, which was uninsured and uncollateralized.

Investments are categorized into three categories of credit risk:

1. Insured or registered, or securities held by the City or its agent in the City's name.
2. Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the City's name.
3. Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the City's name.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

At year end, the City's investment balances were as follows:

	Category			Fair Value
	1	2	3	
U.S. Government Securities	\$38,347,249	\$ -	\$ -	\$38,347,249
Certificates of Deposit	861,489	-	-	861,489
Corporate Bonds	<u>7,396,376</u>	<u>-</u>	<u>-</u>	<u>7,396,376</u>
Total	<u>\$46,605,114</u>	<u>\$ -</u>	<u>\$ -</u>	46,605,114

Investments not subject to categorization:

Investments in State of Nevada Local Government Investment Pool (7,725,612 shares)	<u>7,725,612</u>
---	------------------

Total Investments \$54,330,726

At year end, the component units' investment balances, which are not subject to categorization, were as follows:

Investments in State of Nevada Local Government Investment Pool (570,680 shares)	<u>\$570,680</u>
--	------------------

A reconciliation of cash and investments as shown on the Statement of Net Assets for the primary government follows:

Cash on hand	\$ 6,597
Carrying amount of deposits	2,991,670
Carrying amount of investments	<u>54,330,726</u>
	57,328,993
Less: Carrying amount of deposits held for component unit	<u>(3,141)</u>
	<u>\$57,325,852</u>
Cash and investments – governmental activities	\$31,679,140
Cash and investments – business-type activities	16,183,073
Cash and investments – investment trust fund	4,102,705
Cash and investments – agency funds	1,194,437
Cash and investments - restricted	<u>4,166,497</u>
	<u>\$57,325,852</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.

Carson City administers an external investment pool combining Carson City money with involuntary investments from the Carson City School District. Each participant's share is equal to their original investment plus or minus monthly allocation of interest income and realized and unrealized gains and losses. The fair value of Carson City's investments is determined annually. The determination of realized gains and losses is independent of the determination of the net change in the fair value of investments and realized gains and losses on investments that

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were held by the governmental entity during a previous accounting period(s) but sold during the current period were used to compute the change in the fair value of investments for the previous year(s) as well as the current year. The participant's share and redemption value are calculated using the same method. The Board of Supervisors has overall responsibility for investment of City funds, including the Investment Trust Fund, in accordance with NRS 355.175. The Carson City Chief Investment Official is the Carson City Treasurer, under authority delegated by the Board of Supervisors. The City has not provided or obtained any legally binding guarantees during the period to support the value of shares. The external investment pool is not registered with the SEC as an investment company.

Summary of investments held in the external investment pool at June 30, 2003:

<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. Treasury Notes and Bonds	\$15,868,452	\$15,512,060	1.25-7.25%	11/15/2003-05/15/2008
U.S. Government and Agencies	22,478,797	\$21,546,868	2.75-6.00%	02/15/2004-09/25/2017
Corporate Bonds	7,396,376	\$7,136,622	1.69-8.25%	10/15/2004-5/15/2029
Certificates of Deposit	861,489	\$832,000	4.40-6.80%	7/05/2006-8/14/2012
State of Nevada Local Government Investment Pool	<u>7,725,612</u>	7,725,612 Shares	Variable	7/1/2003
Total Pooled Investments	<u>\$54,330,726</u>			

**External Investment Pool financial statements:**

**Statement of Net Assets, June 30, 2003**

<b>Assets</b>	
Investments in securities	
U.S. Treasury Notes and Bonds	\$15,868,452
U.S. Government and Agencies	22,478,797
Corporate Bonds	7,396,376
Certificates of Deposit	861,489
State of Nevada Local Government Investment Pool	7,725,612
Interest receivable	<u>350,028</u>
Total assets	<u>\$54,680,754</u>
Net assets consist of:	
Internal participants	\$50,578,049
External participants	<u>4,102,705</u>
Total net assets held in trust for pool participants (Participant units outstanding, \$1.00/par)	<u>\$54,680,754</u>

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**Statement of Changes in Net Assets, Year Ended June 30, 2003**

Additions	
Investment income	\$ 2,880,908
Capital share transactions	<u>(11,159,175)</u>
Total decrease	(8,278,267)
Net assets	
Beginning of year	<u>62,959,021</u>
End of year	<u>\$ 54,680,754</u>

**B. RECEIVABLES**

Receivables as of year end for the City's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, including the applicable allowances for uncollectible accounts, are as follows:

	<u>General</u>	<u>Sewer</u>	<u>Water</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Receivables:					
Taxes	\$ 106,117	\$ -	\$ -	\$ 170,561	\$ 276,678
Accounts	786,778	280,836	453,060	1,715,922	3,236,596
Special assessments	-	-	-	352,635	352,635
Interest	350,028	-	-	-	350,028
Due from component units	9,672	-	-	-	9,672
Intergovernmental	<u>8,572,482</u>	<u>1,156,957</u>	<u>337,514</u>	<u>1,691,420</u>	<u>11,758,373</u>
Gross Receivables	9,825,077	1,437,793	790,574	3,930,538	15,983,982
Less: Allowance for uncollectibles	<u>-</u>	<u>-</u>	<u>-</u>	<u>(842,779)</u>	<u>(842,779)</u>
Net Total Receivables	<u>\$9,825,077</u>	<u>\$1,437,793</u>	<u>\$790,574</u>	<u>\$3,087,759</u>	<u>\$15,141,203</u>

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.

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

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At the end of the current fiscal year, the various components of *deferred revenue* and *unearned revenue* reported in the fund financial statements were as follows:

	<u>Unavailable</u>	<u>Unearned</u>
<u>Governmental Funds</u>		
Delinquent property taxes receivable (general fund)	\$ 61,972	\$ -
Delinquent property taxes receivable (nonmajor governmental)	22,187	-
Special assessments not yet due (nonmajor governmental)	352,635	-
Other (general fund)	43,395	-
Grant drawdowns prior to meeting all eligibility requirements	<u>-</u>	<u>67,881</u>
Total deferred / unearned revenue for governmental funds	<u>\$480,189</u>	<u>\$67,881</u>
 <u>Enterprise Funds</u>		
Prepayment of burial plots and crypts (nonmajor business-type)	<u>\$ -</u>	<u>\$178,029</u>

**C. CAPITAL ASSETS**

Capital asset activity of the primary government for the year ended June 30, 2003 was as follows:

	<u>Balance</u>		<u>Balance</u>
	<u>July 1, 2002</u>	<u>Increases</u>	<u>June 30, 2003</u>
		<u>Decreases</u>	
<b>Governmental activities:</b>			
<b>Capital assets, not being depreciated:</b>			
Land	\$ 14,388,070	\$ 2,210,775	\$ -
Construction in progress – infrastructure	440,817	1,281,820	-
Construction in progress	<u>5,594,643</u>	<u>1,467,321</u>	<u>(2,184,140)</u>
Total capital assets, not being depreciated	<u>20,423,530</u>	<u>4,959,916</u>	<u>(2,184,140)</u>
 <b>Capital assets, being depreciated:</b>			
Buildings	50,021,189	337,906	-
Improvements other than buildings	18,763,644	1,899,632	-
Machinery and equipment	14,747,130	2,047,602	(482,953)
Infrastructure	<u>195,564</u>	<u>3,742,677</u>	<u>-</u>
Total capital assets, being depreciated	<u>83,727,527</u>	<u>8,027,817</u>	<u>(482,953)</u>



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	<u>Balance</u> <u>July 1, 2002</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2003</u>
Less accumulated depreciation for:				
Buildings	\$ (7,369,916)	\$ (896,280)	\$ -	\$ (8,266,196)
Improvements other than buildings	(8,268,094)	(412,634)	-	(8,680,728)
Machinery and equipment	<u>(7,588,530)</u>	<u>(1,142,058)</u>	<u>351,222</u>	<u>(8,379,366)</u>
Total accumulated depreciation	<u>(23,226,540)</u>	<u>(2,450,972)</u>	<u>351,222</u>	<u>(25,326,290)</u>
Total capital assets, being depreciated, net	<u>60,500,987</u>	<u>5,576,845</u>	<u>(131,731)</u>	<u>65,946,101</u>
Governmental activities capital assets, net	<u>\$ 80,924,517</u>	<u>\$10,536,761</u>	<u>\$(2,315,871)</u>	<u>\$ 89,145,407</u>
<b>Business-type activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 1,485,815	\$ -	\$ -	\$ 1,485,815
Construction in progress	4,790,849	1,745,314	(277,635)	6,258,528
Water rights	<u>7,640,900</u>	<u>366,360</u>	<u>-</u>	<u>8,007,260</u>
Total capital assets, not being depreciated	<u>13,917,564</u>	<u>2,111,674</u>	<u>(277,635)</u>	<u>15,751,603</u>
Capital assets, being depreciated:				
Buildings	11,988,700	183,917	(15,964)	12,156,653
Improvements other than buildings	116,919,939	3,460,440	(8,646)	120,371,733
Machinery and equipment	<u>5,825,664</u>	<u>670,370</u>	<u>(188,500)</u>	<u>6,307,534</u>
Total capital assets, being depreciated	<u>134,734,303</u>	<u>4,314,727</u>	<u>(213,110)</u>	<u>138,835,920</u>
Less accumulated depreciation for:				
Buildings	(1,512,096)	(248,417)	4,392	(1,756,121)
Improvements other than buildings	(39,228,610)	(3,245,611)	8,647	(42,465,574)
Machinery and equipment	<u>(3,633,915)</u>	<u>(415,686)</u>	<u>137,588</u>	<u>(3,912,013)</u>
Total accumulated depreciation	<u>(44,374,621)</u>	<u>(3,909,714)</u>	<u>150,627</u>	<u>(48,133,708)</u>
Total capital assets, being depreciated, net	<u>90,359,682</u>	<u>405,013</u>	<u>(62,483)</u>	<u>90,702,212</u>
Business-type activities capital assets, net	<u>\$104,277,246</u>	<u>\$ 2,516,687</u>	<u>\$(340,118)</u>	<u>\$106,453,815</u>

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

Governmental activities:	
General government	\$ 183,200
Public safety	1,097,065
Judicial	11,925
Public works	268,173
Health	12,207
Culture and recreation	816,459
Airport	59,382
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>2,561</u>

Total depreciation expense – governmental activities \$2,450,972

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Business-type activities:	
Sewer	\$2,307,914
Water	1,444,564
Ambulance	41,767
Cemetery	10,022
Carson City Sanitary Landfill	94,148
Building permits	<u>11,299</u>
 Total depreciation expense – business-type activities	 <u>\$3,909,714</u>

**Construction commitments**

The City was committed to construction projects in various funds, as of June 30, 2003, as follows:

Project Name Contract Number <u>Vendor Name</u>	<u>Bid Award</u>	Value of Work Completed as of <u>June 30, 2003</u>	Remaining Commitment as of <u>June 30, 2003</u>
<u>Various Funds:</u>			
Murphy Drive & Van Patten Avenue Improvements #2002-087 Canyon Creek Construction	\$303,962	\$163,463	\$140,499
<u>Quality of Life Fund:</u>			
Fuji Park Landscaping & Site Improvements #2002-030 Interstate Utility Constructors, Inc.	808,700	735,899	72,801
<u>Capital Acquisition Fund:</u>			
Fuji Park Pre-manufactured Modular Restroom Building Project. #2002-020 Sierra Builders of Nevada	209,960	188,964	20,996
<u>Water Fund:</u>			
Carson City Production Well #49 #2002-104 RDC, Inc.	309,500	79,730	229,770
Carson City Well #25 Remodel #2002-105 RDC, Inc.	277,650	86,255	<u>191,395</u>
 Total			 <u>\$655,461</u>

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Other Commitments:

On April 1, 1997, the City entered into an agreement with the State of Nevada, Department of Transportation (Highway Agreement No. R159-97-060) to help construct the Carson City Bypass. The City is funding this obligation through a \$.05 increase in the county motor vehicle fuel tax. The City intends to contribute a total of \$19 million plus interest. As of June 30, 2003 the City has contributed \$10,858,809.

**Discretely presented component units**

Activity for the Airport Authority for the year ended June 30, 2003 was as follows:

	<u>Balance</u> <u>July 1, 2002</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2003</u>
Capital assets, not being depreciated:				
Land	\$ 60,042	\$ -	\$ -	\$ 60,042
Capital assets, being depreciated:				
Machinery and equipment	<u>608,666</u>	<u>3,598</u>	<u>-</u>	<u>612,264</u>
Less accumulated depreciation for:				
Machinery and equipment	<u>(434,666)</u>	<u>(11,015)</u>	<u>-</u>	<u>(445,681)</u>
Total capital assets, being depreciated, net	<u>174,000</u>	<u>(7,417)</u>	<u>-</u>	<u>166,583</u>
Airport Authority capital assets, net	<u>\$ 234,042</u>	<u>\$ (7,417)</u>	<u>\$ -</u>	<u>\$ 226,625</u>

Activity for the Convention and Visitors' Bureau for the year ended June 30, 2003 was as follows:

	<u>Balance</u> <u>July 1, 2002</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2003</u>
Capital assets, being depreciated:				
Buildings	\$135,000	\$ -	\$ -	\$135,000
Improvement other than buildings	8,729	-	-	8,729
Machinery and equipment	<u>25,019</u>	<u>-</u>	<u>-</u>	<u>25,019</u>
Total capital assets, being depreciated	<u>168,748</u>	<u>-</u>	<u>-</u>	<u>168,748</u>
Less accumulated depreciation for:				
Buildings	(26,467)	(4,183)	-	(30,650)
Improvements other than buildings	(4,365)	(582)	-	(4,947)
Machinery and equipment	<u>(6,279)</u>	<u>(7,497)</u>	<u>-</u>	<u>(13,776)</u>
Total accumulated depreciation	<u>(37,111)</u>	<u>(12,262)</u>	<u>-</u>	<u>(49,373)</u>
Convention and Visitor's Bureau capital assets, net	<u>\$131,637</u>	<u>\$ (12,262)</u>	<u>\$ -</u>	<u>\$119,375</u>

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

The composition of interfund balances as of June 30, 2003, is as follows:

**Due to/from other funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor governmental fund	\$76,954
Sewer	General	1,471
	Nonmajor governmental funds	200
	Nonmajor enterprise fund	10
Water	General	15,035
	Nonmajor governmental fund	152
	Nonmajor enterprise fund	206
Nonmajor governmental funds	General	<u>3,006,950</u>
	Total	<u>\$3,100,978</u>

**Advances to/from other funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Nonmajor governmental fund	<u>\$50,000</u>

**Interfund transfers:**

<u>Transfer out:</u>	<u>Transfer In:</u>		
	<u>Nonmajor Governmental Funds</u>	<u>Internal Service Funds</u>	<u>Total</u>
General fund	\$ 8,012,877	\$62,479	\$ 8,075,356
Nonmajor governmental funds	<u>3,061,278</u>	<u>-</u>	<u>3,061,278</u>
Total transfers out	<u>\$11,074,155</u>	<u>\$62,479</u>	<u>\$11,136,634</u>

**E. 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.

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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. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
Governmental activities	3.5-8.0%	\$21,533,709
Governmental activities - refunding	2.9-5.4%	9,310,000
Business-type activities	1.6-7.5%	27,643,836
Business-type activities - refunding	3.7-6.5%	<u>6,935,000</u>
		<u>\$65,422,545</u>

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

Purpose	Interest Rates	Amount
Tax Allocation Bond - Redevelopment Authority	5.30-7.00%	<u>\$2,000,000</u>

**Special Assessment Debt.** The City issues special assessment bonds to provide funds for road construction to serve new commercial development. The costs of improvements are assessed against parcels of land and constitute a lien against the parcel until paid. The City has deposited ten percent of the bond proceeds in a reserve fund to secure payment of the bonds in the event assessments are insufficient to pay principal and interest when due. If assessments and the reserve fund are insufficient to pay principal and interest, the deficiency must be paid from the General Fund of the City. Special assessment bonds outstanding at year end are as follows:

Purpose	Interest Rates	Amount
Local Improvement District 1	4.0-5.3%	<u>\$430,000</u>

**Notes Payable.** The City issues notes to provide funds for building improvements. Notes payable outstanding at year end are as follows:

Purpose	Interest Rates	Amount
Energy Retrofit	4.3287%	<u>\$802,500</u>

**Advance Refundings.** On June 25, 2003, the City issued \$4,895,000 of general obligation refunding bonds to provide resources to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$3,825,000 of general obligation bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the statement of net assets. The reacquisition price exceeded the net carrying amount of the old debt by \$1,063,283. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is the same as the life of the refunded debt. The advance refunding resulted in an increase in total debt service payments over the next twelve years of \$244,840 and an economic gain of \$36,355.

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**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2003, was as follows:

	<u>Balance July 1, 2002</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2003</u>	<u>Due Within One Year</u>
<b>Governmental Activities:</b>					
<b>Bonds payable:</b>					
<b>General obligation bonds:</b>					
4.0 to 4.1% Parks refunding general obligation bonds series 1998A, due 02/01/2007	\$ 1,595,000	\$ -	\$ (285,000)	\$ 1,310,000	\$ 300,000
4.0 to 4.1% Fire refunding general obligation bonds series 1998A, due 02/01/2006	<u>830,000</u>	<u>-</u>	<u>(190,000)</u>	<u>640,000</u>	<u>205,000</u>
<b>Subtotal</b>	<u>2,425,000</u>	<u>-</u>	<u>(475,000)</u>	<u>1,950,000</u>	<u>505,000</u>
<b>General obligation revenue bonds:</b>					
5.05 to 8.0% Public Safety general obligation revenue bonds series 1997A, due 05/01/22	13,535,000	-	(4,190,000)	9,345,000	375,000
3.50 to 5.0% Parks general obligation revenue bonds series series 1998A, due 11/01/18	4,360,000	-	(180,000)	4,180,000	185,000
3.50 to 5.1% Capital Improvement general obligation revenue bonds series 1998B, due 11/01/18	895,000	-	(35,000)	860,000	40,000
5.0 to 5.4% Capital Improvement general obligation revenue bonds series 1999A, due 07/01/20	2,350,000	-	(85,000)	2,265,000	85,000
4.0 to 5.0% 2001 Redevelopment general obligation revenue bonds, due 06/01/21	2,000,000	-	-	2,000,000	50,000
4.0 to 5.0% 2001 Senior Citizens Center general obligation revenue bonds, due 06/01/18	1,715,000	-	(75,000)	1,640,000	80,000
4.32% 2001 Energy Retrofit general obligation revenue bonds, due 05/28/12	1,329,802	-	(86,093)	1,243,709	84,719
5.0% Golf Course refunding general obligation revenue bonds series 1997D, due 01/01/06	1,515,000	-	(345,000)	1,170,000	370,000
4.0 to 5.4% Parks refunding general obligation revenue bonds series 1997C, due 02/01/11	1,425,000	-	(130,000)	1,295,000	135,000
2.9 to 3.5% Public Safety refunding general obligation revenue bonds series 2003, due 05/01/15	<u>-</u>	<u>4,895,000</u>	<u>-</u>	<u>4,895,000</u>	<u>-</u>
<b>Subtotal</b>	<u>29,124,802</u>	<u>4,895,000</u>	<u>(5,126,093)</u>	<u>28,893,709</u>	<u>1,404,719</u>
<b>Special Assessment Bonds:</b>					
4.0 to 5.3% Graves Lane improvement district bonds series 1994, due 06/01/05	<u>645,000</u>	<u>-</u>	<u>(215,000)</u>	<u>430,000</u>	<u>215,000</u>
<b>Revenue Bonds:</b>					
5.3 to 7.0% 1996 Redevelopment revenue bonds, due 05/01/13	2,100,000	-	(100,000)	2,000,000	115,000
5.5 to 6.75% 1994 Highway Improvement RTC fuel tax revenue bonds, due 12/01/04	<u>760,000</u>	<u>-</u>	<u>(760,000)</u>	<u>-</u>	<u>-</u>
<b>Subtotal</b>	<u>2,860,000</u>	<u>-</u>	<u>(860,000)</u>	<u>2,000,000</u>	<u>115,000</u>

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	Balance July 1, 2002	Additions	Reductions	Balance June 30, 2003	Due Within One Year
<b>Notes Payable:</b>					
5.85% capital equipment note due 5/01/03	\$ 42,000	\$ -	\$ (42,000)	\$ -	\$ -
4.81% City Hall bank note due 2/01/06	608,325	-	(608,325)	-	-
4.3287% Energy Retrofit , due 1/11/13	-	802,500	-	802,500	46,787
Subtotal	650,325	802,500	(650,325)	802,500	46,787
<b>Less deferred amounts:</b>					
On refunding	-	(1,063,283)	7,384	(1,055,899)	-
Total bonds and notes payable	35,705,127	4,634,217	(7,319,034)	33,020,310	2,286,506
<b>Compensated Absences Payable:</b>					
	3,048,466	48,234	-	3,096,700	-
Governmental activity long-term liabilities	38,753,593	4,682,451	(7,319,034)	36,117,010	2,286,506
<b>Business-Type Activities:</b>					
<b>Bonds payable:</b>					
<b>General obligation revenue bonds:</b>					
6.5% 1990 Water construction general obligation revenue bonds due 12/01/02	135,000	-	(135,000)	-	-
6.4 to 9.4% 1991 Water construction general obligation revenue bonds due 12/01/02	205,000	-	(205,000)	-	-
4.6 to 5.1% Water refunding general obligation revenue bonds series 1993, due 12/01/09	2,630,000	-	(265,000)	2,365,000	285,000
5.0 to 5.8% Water general obligation revenue bonds series 1995, due 6/16/15	1,625,000	-	(90,000)	1,535,000	95,000
3.7 to 6.5% Water refunding general obligation revenue bonds series 1997, due 9/01/11	4,325,000	-	(20,000)	4,305,000	385,000
4.4 to 7.5% Water general obligation revenue bonds series 1997, due 5/01/13	1,465,000	-	(105,000)	1,360,000	110,000
3.5 to 4.7% Water general obligation revenue bonds series 1998C, due 5/01/14	1,435,000	-	(95,000)	1,340,000	100,000
4.9 to 5.0% Water general obligation revenue bonds series 1999B, due 11/01/14	1,390,000	-	(80,000)	1,310,000	85,000
4.875 to 5.2% Water general obligation revenue bonds series 2000B, due 12/01/15	1,270,000	-	(65,000)	1,205,000	70,000
1.6 to 4.9% Water general obligation revenue bonds series 2002, due 11/01/16	3,465,000	-	(125,000)	3,340,000	165,000
4.0% Sewer general obligation revenue bonds, dated 1994 State of Nevada revolving loan, due 07/01/2014	1,874,356	-	(118,207)	1,756,149	122,982
3.825% Sewer general obligation revenue bonds, dated 1996 State of Nevada revolving loan, due 07/01/2015	1,684,630	-	(97,416)	1,587,214	101,178

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

	Balance July 1, 2002	Additions	Reductions	Balance June 30, 2003	Due Within One Year
5.0 to 5.8% Sewer general obligation revenue bonds series 1995, due 07/01/15	\$ 1,685,000	\$ -	\$ (95,000)	\$ 1,590,000	\$ 100,000
5.0 to 6.5% Sewer refunding general obligation revenue bonds series 1997, due 09/01/05	345,000	-	(80,000)	265,000	80,000
3.23% Sewer general obligation revenue bonds, dated 1998 State of Nevada revolving loan, due 07/01/18	5,654,747	-	(264,274)	5,390,473	272,880
3.5 to 4.7% Sewer general obligation revenue bonds series 1998D, due 11/01/13	1,010,000	-	(65,000)	945,000	70,000
4.875 to 5.2% Sewer general obligation revenue bonds series 2000B, due 12/01/15	2,635,000	-	(135,000)	2,500,000	140,000
1.6 to 4.9% Sewer general obligation revenue bonds series 2002, due 11/01/16	3,215,000	-	(110,000)	3,105,000	155,000
4.0 to 4.15% 2001 Landfill general obligation revenue bonds, due 06/01/08	800,000	-	(120,000)	680,000	125,000
Subtotal	<u>36,848,733</u>	<u>-</u>	<u>(2,269,897)</u>	<u>34,578,836</u>	<u>2,462,040</u>
Landfill Closure/Post closure costs:	950,896	170,800	-	1,121,696	-
Compensated Absences Payable:	<u>603,308</u>	<u>476</u>	<u>-</u>	<u>603,784</u>	<u>-</u>
Business-type activity long-term liabilities	<u>38,402,937</u>	<u>171,276</u>	<u>(2,269,897)</u>	<u>36,304,316</u>	<u>2,462,040</u>
<b>Total debt</b>	<u>\$ 77,156,530</u>	<u>\$ 4,853,727</u>	<u>\$ (9,588,931)</u>	<u>\$ 72,421,326</u>	<u>\$ 4,748,546</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, \$98,979 of internal service funds compensated absences are included in the above amounts.

**Discretely presented component units**

Long-term liability activity for the Airport Authority for the year ended June 30, 2003, was as follows:

	Balance July 1, 2002	Additions	Reductions	Balance June 30, 2003	Due Within One Year
Capital leases	<u>\$ 263,813</u>	<u>\$ -</u>	<u>\$ (6,240)</u>	<u>\$ 257,573</u>	<u>\$ 6,240</u>

Long-term liability activity for the Convention and Visitors' Bureau for the year ended June 30, 2003, was as follows:

	Balance July 1, 2002	Additions	Reductions	Balance June 30, 2003	Due Within One Year
Compensated absences	<u>\$ 29,427</u>	<u>\$ 10,096</u>	<u>\$ -</u>	<u>\$ 39,523</u>	<u>\$ -</u>



**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

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

GOVERNMENTAL ACTIVITIES						
Year Ended June 30	General Obligation Bonds		General Obligation Revenue Bonds		Special Assessment Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2004	\$ 505,000	\$ 78,632	\$ 1,404,719	\$ 828,504	\$ 215,000	\$ 22,575
2005	535,000	58,432	1,260,835	1,285,839	215,000	11,395
2006	555,000	37,032	1,388,861	1,221,435	-	-
2007	355,000	14,555	1,144,942	1,154,716	-	-
2008	-	-	1,271,897	1,100,123	-	-
2009-2013	-	-	8,117,455	4,475,488	-	-
2014-2018	-	-	8,730,000	2,746,489	-	-
2019-2024	-	-	5,575,000	679,683	-	-
Total	<u>\$ 1,950,000</u>	<u>\$ 188,651</u>	<u>\$ 28,893,709</u>	<u>\$ 13,492,277</u>	<u>\$ 430,000</u>	<u>\$ 33,970</u>

GOVERNMENTAL ACTIVITIES				BUSINESS-TYPE ACTIVITIES		
Year Ended June 30	Revenue Bonds		Notes Payable		General Obligation Revenue Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest
2004	\$ 115,000	\$ 136,330	\$ 46,787	\$ 34,465	\$ 2,462,040	\$ 1,518,440
2005	130,000	128,912	56,377	32,043	2,569,800	1,407,350
2006	145,000	120,463	62,019	29,476	2,698,204	1,289,098
2007	160,000	110,965	65,804	26,666	2,747,267	1,167,194
2008	180,000	100,325	72,635	23,653	2,892,022	1,037,398
2009-2013	1,270,000	284,392	498,878	60,954	13,702,331	3,125,887
2014-2018	-	-	-	-	7,288,304	575,525
2019-2024	-	-	-	-	218,868	-
Total	<u>\$ 2,000,000</u>	<u>\$ 881,387</u>	<u>\$ 802,500</u>	<u>\$ 207,257</u>	<u>\$ 34,578,836</u>	<u>\$ 10,120,892</u>

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
(Continued)

**Conduit Debt.** On March 4, 2002, the City issued \$45,185,000 in revenue bonds for Carson-Tahoe Hospital, a non-profit corporation. The bonds, issued pursuant to NRS Chapter 268, are not obligations of the City, nor shall they ever constitute a debt of the City and therefore have been excluded from the City's financial statements. The principal balance outstanding at June 30, 2003 was \$45,185,000.

**F. RESTRICTED ASSETS**

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

	Sewer	Water	Total
Connection deposits	\$ 23,323	\$39,908	\$ 63,231
Construction contracts, retained percent	6,963	20,959	27,922
Emergency replacement	2,481,867	-	2,481,867
	<u>\$2,512,153</u>	<u>\$60,867</u>	<u>\$2,573,020</u>

**NOTE 4 - OTHER INFORMATION**

**A. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The City has joined together with similar public agencies (cities, counties and special districts) throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The Nevada Public Agency Insurance Pool (Pool) is a public entity risk pool currently operating as a common risk management and insurance program for its members. The City pays an annual premium and is subject to a \$100,000 deductible per occurrence. In addition, the City has designated \$200,000 of the Insurance Fund equity as a catastrophic reserve. The Pool is considered a self-sustaining risk pool that will provide coverage for its members up to \$100,000/\$250,000 per insured event. The Pool obtains independent coverage for insured events in excess of these limits. Other coverage currently held by the City, including airport liability, boiler and machinery, and bonds on public officials, are insured without a deductible. In addition, certain automobile damage is self-insured by the City.

The City has established a risk management program for workers' compensation. Premiums are paid into an internal service fund by all other funds and are available to pay claims, claims reserves, and administrative costs of the program. An excess coverage insurance policy covers individual claims in excess of \$300,000. As of June 30, 2003, such interfund premiums exceeded reimbursable expenses.

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.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

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</u> <u>Portion</u>	<u>Long-Term</u> <u>Portion</u>	<u>Totals</u>	
			<u>2003</u>	<u>2002</u>
Unpaid claims, beginning of fiscal year	\$ 504,793	\$80,794	\$ 585,587	\$ 387,131
Claims and changes in estimates	1,581,014	11,115	1,592,129	846,286
Claim payments	<u>(1,101,693)</u>	<u>-</u>	<u>(1,101,693)</u>	<u>(647,830)</u>
Unpaid claims, end of fiscal year	<u>\$ 984,114</u>	<u>\$91,909</u>	<u>\$ 1,076,023</u>	<u>\$ 585,587</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, 2003, \$1,121,696, is reported in the Carson City Sanitary Landfill Enterprise Fund. It is estimated that the landfill will be used for an additional thirty-three years and that at June 30, 2003, approximately 16.52 percent of its capacity had been utilized. The City passes the EPA "financial assurance test" for local governments, and will self-assure payment for its obligations for closure, post closure, and corrective care costs. The estimated total current cost of closure and post closure care, \$6,789,929, has been calculated in 2003 dollars in accordance with current federal and state regulations and will be adjusted each year for the effects of inflation or deflation.

**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.

The City has wells that currently exceed the proposed federal drinking water standard for naturally occurring arsenic concentrations. Depending upon the final outcome of the regulations, the City may incur approximately \$6,700,000 by 2006 to meet the new standard.

**D. OTHER POSTEMPLOYMENT BENEFITS**

In addition to the pension benefits described in Note 4E, the City provides for a portion of postretirement health care benefits, in accordance with Carson City Administration Policy No. 3, to all employees who have been full-time, permanent employees for 10 or more years and have served 5 years immediately prior to retirement with Carson City. They must also be eligible to draw retirement benefits in accordance with the policies set forth under the Retirement Board regulations, be insurable under the eligibility requirements established by the City's insurance carrier, have been covered under a City paid group insurance program other than Industrial Insurance, and have been favorably terminated from City services. The City reimburses a portion of the monthly premium paid to the group insurance company at a rate of \$6 per month for each year of service up to the total cost of the premium. The City accounts for and finances these benefits on a pay-as-you-go basis. Currently, 116 retirees are receiving these benefits. Expenditures of \$163,620 were recognized for the portion paid by the City for postretirement health care

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

for the fiscal year ended June 30, 2003. There are 127 retirees deducting medical insurance premiums from their pension benefits. Such deductions were in the amount of \$419,694 during the fiscal year ended June 30, 2003.

**E. DEFINED BENEFIT PENSION PLAN**

**Plan Description.** Carson City contributes to the Public Employees Retirement System of the State of Nevada (PERS), a cost sharing, multiple employer, defined benefit plan administered by the Public Employees Retirement System of the State of Nevada. PERS provides retirement benefits, disability benefits, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Chapter 286 of the Nevada Revised Statutes establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. The Public Employees Retirement System of the State of Nevada issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, NV 89703-1599 or by calling (775) 687-4200.

**Funding Policy.** Plan members' benefits are funded under one of two methods. Under the employer pay contribution plan, the City is required to contribute all amounts due under the plan. The rate for those contributions was 18.75% for regular members and 28.50% for police and fire employee members on all covered payroll. The second funding mechanism for providing benefits to regular employees is the employer/employee paid contribution plan. Under this method, employees are required to contribute a percentage of their compensation to the plan, while the City is required to match that contribution. The rate for regular employees under this plan was 9.75%. The contribution requirements of plan members and the City are established by NRS Chapter 286. The funding mechanism may only be amended through legislation. The City's contributions to PERS for the years ended June 30, 2003, 2002, and 2001 were \$5,933,500, \$5,732,696, and \$4,868,038, respectively, equal to the required contributions each year. The contribution rates for the years ended June 30, 2003, 2002, and 2001 were the same as disclosed above.

**F. SUBSEQUENT EVENTS**

On November 1, 2003, Carson City issued \$4,150,000 of General Obligation (Limited Tax) V&T Recreation Bonds (Series 2003) 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. The bonds are additionally secured by a pledge of up to 15% of the Consolidated Taxes allocable to the City. Consolidated Taxes consist of local government revenues from six sources: Supplemental City/County Relief Tax (SCCRT), Basic City/County Relief Tax (BCCRT), Cigarette Tax, Liquor Tax, Motor Vehicle Privilege Tax (MVPT) and Real Property Transfer Tax (RPTT). The proceeds of the Bonds will be used to fund a short-line railroad which will transport visitors between Carson City and Virginia City, and to pay the costs of issuing the Bonds.

On November 1, 2003, Carson City issued \$5,785,000 of Highway Revenue (Motor Vehicle Fuel Tax) Improvement Bonds (Series 2003). The Bonds are special obligations of the City, payable solely from the net revenues derived from certain excise taxes on motor vehicle fuel and, if necessary, to the extent it is funded as herein described, The Reserve Fund. The Reserve Fund will not be funded at the time the Bonds are issued. In the event that, in any complete fiscal year, the Net Pledged Revenues received in such fiscal year are less than two times the debt service requirements for such fiscal year with respect to the Bonds and all parity obligations outstanding (if any), the City is required by the Bond Ordinance to fund the Reserve Fund over a twenty-four month period, with twenty-four equal monthly payments. Such funding is required to continue until the Reserve Fund is accumulated to an amount equal to the maximum annual debt service requirements of the Bonds and any outstanding parity obligations. The proceeds of the Bonds will be used to fund various road improvements and to pay the costs of issuing the Bonds.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2003**  
**(Continued)**

**G. FUND ADDITIONS/DELETIONS**

The Fleet Management Fund, an internal service fund, was created during fiscal year 2002-2003. This fund was established to fully cost the City's fleet maintenance operations. This activity was previously reported in the General Fund.

The Stabilization Fund, a special revenue fund, was created during fiscal year 2002-2003. This fund was established to stabilize the operation of the City and mitigate the effects of natural disasters.

For fiscal year 2002-2003, the Road Maintenance Sales Tax Fund, a special revenue fund, was changed to the Street Maintenance Fund and now includes the activities that were previously accounted for in the Road Maintenance Gas Tax Fund, a special revenue fund, and the street maintenance department of the General Fund.

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**NONMAJOR GOVERNMENTAL FUNDS**

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**Combining Balance Sheet**

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

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
JUNE 30, 2003**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and investments	\$ 15,100,982	\$ 2,885,378	\$ 3,708,521	\$ 21,694,881
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	22,578	8,177	-	30,755
Accounts receivable	205	430	-	635
Special assessments	-	352,635	-	352,635
Due from other funds	3,006,950	-	-	3,006,950
Due from other governments	1,617,082	-	-	1,617,082
Prepaid items	247	-	-	247
Restricted assets:				
Cash and investments	804,449	-	-	804,449
<b>Total Assets</b>	<b>\$ 20,552,493</b>	<b>\$ 3,246,620</b>	<b>\$ 3,708,521</b>	<b>\$ 27,507,634</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 659,508	\$ 54,966	\$ 523,772	\$ 1,238,246
Accrued salaries and benefits	113,300	-	4,258	117,558
Payable from restricted assets	11,316	-	-	11,316
Due to other funds	77,306	-	-	77,306
Due to other governments	452,545	-	-	452,545
Due to component units	61,577	-	2,042	63,619
Matured interest payable	-	10,291	-	10,291
Deferred revenue	15,328	359,494	-	374,822
Unearned revenue	7,943	-	-	7,943
Advance from other fund	50,000	-	-	50,000
<b>Total Liabilities</b>	<b>1,448,823</b>	<b>424,751</b>	<b>530,072</b>	<b>2,403,646</b>
Fund balances:				
Reserved for prepaid items	247	-	-	247
Unreserved:				
Designated for subsequent year's expenditures	2,169,391	2,667,705	177,126	5,014,222
Undesignated	16,934,032	154,164	3,001,323	20,089,519
<b>Total Fund Balances</b>	<b>19,103,670</b>	<b>2,821,869</b>	<b>3,178,449</b>	<b>25,103,988</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 20,552,493</b>	<b>\$ 3,246,620</b>	<b>\$ 3,708,521</b>	<b>\$ 27,507,634</b>



**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 9,755,179	\$ 955,178	\$ 337,266	\$ 11,047,623
Special assessments	-	211,484	-	211,484
Intergovernmental revenues	1,593,384	-	-	1,593,384
Charges for services	289,142	-	-	289,142
Fines and forfeits	50,517	-	-	50,517
Miscellaneous	766,350	354,456	146,048	1,266,854
Total Revenues	<u>12,454,572</u>	<u>1,521,118</u>	<u>483,314</u>	<u>14,459,004</u>
Expenditures:				
Current:				
General government	2,485,832	-	-	2,485,832
Public safety	1,353,151	-	-	1,353,151
Judicial	56,152	-	-	56,152
Public works	7,898,303	-	-	7,898,303
Health	180,605	-	-	180,605
Welfare	1,452,892	-	-	1,452,892
Culture and recreation	2,713,010	-	47,445	2,760,455
Community support	-	-	106,236	106,236
Airport	247,363	-	-	247,363
Economic opportunity	127,500	-	-	127,500
Capital outlay	-	-	180,704	180,704
Debt service:				
Principal retirement	-	3,501,418	-	3,501,418
Interest and fiscal charges	-	1,961,517	-	1,961,517
Total Expenditures	<u>16,514,808</u>	<u>5,462,935</u>	<u>334,385</u>	<u>22,312,128</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(4,060,236)</u>	<u>(3,941,817)</u>	<u>148,929</u>	<u>(7,853,124)</u>
Other Financing Sources (Uses):				
Note issued	802,500	-	-	802,500
Transfers in	6,826,847	3,774,902	472,406	11,074,155
Transfers out	(2,345,737)	(512,406)	(203,135)	(3,061,278)
Refunding bonds issued	-	4,895,000	-	4,895,000
Payment to refunded bond escrow agent	-	(4,888,283)	-	(4,888,283)
Total Other Financing Sources (Uses)	<u>5,283,610</u>	<u>3,269,213</u>	<u>269,271</u>	<u>8,822,094</u>
Net Change in Fund Balances	1,223,374	(672,604)	418,200	968,970
Fund Balances, July 1	<u>17,880,296</u>	<u>3,494,473</u>	<u>2,760,249</u>	<u>24,135,018</u>
Fund Balances, June 30	<u>\$ 19,103,670</u>	<u>\$ 2,821,869</u>	<u>\$ 3,178,449</u>	<u>\$ 25,103,988</u>

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## GENERAL FUND

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

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**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 1 OF 15)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Ad valorem	\$ 9,714,835	\$ 9,657,998	\$ (56,837)	\$ 9,168,492
Licenses and permits:				
Business licenses and permits:				
Business licenses	785,000	766,453	(18,547)	754,963
Liquor licenses	127,000	132,919	5,919	128,840
City / county gaming licenses	510,000	537,978	27,978	511,668
Right of way toll	100,000	67,725	(32,275)	-
Franchise fees:				
Gas	842,219	722,094	(120,125)	814,917
Electric	1,571,920	1,065,644	(506,276)	893,550
Telephone	633,000	860,579	227,579	804,102
Sanitation	285,000	327,289	42,289	328,665
Cable television	315,000	357,534	42,534	349,969
	<u>5,169,139</u>	<u>4,838,215</u>	<u>(330,924)</u>	<u>4,586,674</u>
Nonbusiness licenses and permits:				
Marriage licenses	28,000	24,885	(3,115)	23,970
Animal licenses	15,000	14,566	(434)	12,717
Mobile home permits	-	60	60	-
	<u>43,000</u>	<u>39,511</u>	<u>(3,489)</u>	<u>36,687</u>
Total Licenses and Permits	<u>5,212,139</u>	<u>4,877,726</u>	<u>(334,413)</u>	<u>4,623,361</u>
Intergovernmental revenues:				
Federal grants:				
Drug Enforcement Administration	-	5,717	5,717	8,898
Tri-Net	125,990	125,990	-	114,637
State Criminal Alien Assistance	24,231	110,143	85,912	-
Juvenile Drug Court	15,840	5,595	(10,245)	11,176
Economic Development Plan	5,844	5,844	-	169,156
Digital Imaging	37,254	37,247	(7)	-
Con Plan 1A	5,001	5,001	-	34,999
Linear Park Phase 3B	-	-	-	64,660
SERC	19,400	-	(19,400)	-
Roberts House Doors	596	596	-	4,404
SAVE	-	-	-	20,000
F.E.M.A. Training	-	-	-	1,324
Project Impact	-	-	-	93,556

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 2 OF 15)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Emergency Management	\$ 35,000	\$ 43,196	\$ 8,196	\$ 34,849
Business Development & Activity	54,200	21,268	(32,932)	-
Federal Child Nutrition	24,000	23,176	(824)	21,680
Juvenile Offender	13,625	11,530	(2,095)	19,130
Juvenile Food Donation	2,400	1,963	(437)	2,725
Byrne Grant	-	172	172	-
BIA Housing, Juvenile	-	3,314	3,314	2,720
U.S. Marshall, Juvenile Housing	-	1,000	1,000	14,400
COPS In Schools	74,084	67,582	(6,502)	85,074
Stand Tall	-	444	444	-
Child Support Enforcement	300,000	367,540	67,540	353,765
Rehab of Historic Homes	-	-	-	742
Community Services Block Grant	73,021	51,901	(21,120)	83,680
Carson City Kids Safe	-	-	-	688
North Canyon Improvements	-	-	-	12,500
HIV / AIDS Program	30,000	12,047	(17,953)	-
Lake Tahoe Erosion Control	66,133	66,133	-	-
Health Alert Network	-	-	-	14,770
National Forest	-	562	562	557
HMEP Training	6,561	6,561	-	4,460
COPS More 2000	-	-	-	15,309
State Fire Assistance	213,484	27,341	(186,143)	36,085
Automated Citation System	10,191	9,356	(835)	-
In Car Video	20,018	-	(20,018)	-
Accountability Grant	30,667	25,472	(5,195)	24,777
Volunteers in Partnership	24,191	567	(23,624)	-
Anti-Terrorism Task Force	1,590	1,590	-	-
Title IIE Challenge	3,000	1,508	(1,492)	-
Title V Prevention	31,000	21,401	(9,599)	26,547
Highest and Best Use Study	25,000	19,903	(5,097)	-
Joining Forces	21,646	14,837	(6,809)	16,432
HUD Home	-	2,404	2,404	-
LLEBG	101,055	82,007	(19,048)	29,124
DOJ FY 00/01 WMD Equipment	198,757	121,082	(77,675)	-
DOJ FY 02 WMD Equipment	216,215	185,605	(30,610)	-
	<u>1,809,994</u>	<u>1,487,595</u>	<u>(322,399)</u>	<u>1,322,824</u>
Federal payments in lieu of taxes	<u>37,000</u>	<u>63,625</u>	<u>26,625</u>	<u>107,770</u>
State grants	<u>1,511,326</u>	<u>1,159,189</u>	<u>(352,137)</u>	<u>1,947,917</u>
State shared revenues:				
Consolidated tax revenues	22,407,173	22,273,319	(133,854)	22,748,157
Motor vehicle fuel tax	-	-	-	1,165,100
State gaming licenses	-	157,847	157,847	157,577
Candidate Filing Fee	-	-	-	1,590

**CARSON CITY**  
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	FINAL BUDGET	ACTUAL	VARIANCE	2002
Court administrative assessments	\$ 22,500	\$ 25,728	\$ 3,228	\$ 22,589
	<u>22,429,673</u>	<u>22,456,894</u>	<u>27,221</u>	<u>24,095,013</u>
Other local government grants:				
Interlocal cooperative agreements	302,284	297,745	(4,539)	239,268
Other local government shared revenues:				
Miscellaneous other governments	25,000	-	(25,000)	48,061
Total Intergovernmental Revenues	<u>26,115,277</u>	<u>25,465,048</u>	<u>(650,229)</u>	<u>27,760,853</u>
Charges for services:				
General government:				
Treasurer fees	40,000	43,225	3,225	42,375
Clerk fees	115,000	162,617	47,617	147,058
Recorder fees	215,000	352,170	137,170	266,439
Technology fees	44,000	60,026	16,026	36,531
Assessor commissions	110,000	131,901	21,901	131,914
Building and zoning fees	55,000	41,785	(13,215)	19,989
Public administrator fees	25,500	41,834	16,334	29,626
Administration fees	2,648,335	2,591,465	(56,870)	2,444,587
Miscellaneous	15,000	11,612	(3,388)	81,249
	<u>3,267,835</u>	<u>3,436,635</u>	<u>168,800</u>	<u>3,199,768</u>
Judicial:				
Drug Court	6,000	13,790	7,790	11,890
Justice civil fees	329,000	291,414	(37,586)	281,090
	<u>335,000</u>	<u>305,204</u>	<u>(29,796)</u>	<u>292,980</u>
Public safety:				
Police:				
Sheriff's fees	183,500	228,185	44,685	191,293
Fire	3,500	4,818	1,318	3,961
Protective services	18,807	51,094	32,287	34,479
	<u>205,807</u>	<u>284,097</u>	<u>78,290</u>	<u>229,733</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2002
Public works:				
Street / engineering charges	\$ -	\$ 90,606	\$ 90,606	\$ 221,224
Health and sanitation:				
Pet cemetery charges	8,000	11,317	3,317	14,778
Health inspection fees	45,000	47,412	2,412	46,226
	53,000	58,729	5,729	61,004
Culture and recreation	1,176,505	1,181,095	4,590	1,035,763
Total Charges for Services	5,038,147	5,356,366	318,219	5,040,472
Fines and forfeits:				
Library	16,500	27,491	10,991	22,585
Court	712,000	673,100	(38,900)	721,906
Animal services	41,250	38,386	(2,864)	35,713
Total Fines and Forfeits	769,750	738,977	(30,773)	780,204
Miscellaneous:				
Investment income	500,000	563,739	63,739	487,322
Rents and royalties	21,000	62,844	41,844	71,677
Other	30,572	43,077	12,505	93,582
Gifts and donations	184,193	244,632	60,439	95,549
Refunds and reimbursements	51,500	48,012	(3,488)	28,483
Penalties and interest - delinquent taxes	-	169,594	169,594	166,257
Total Miscellaneous	787,265	1,131,898	344,633	942,870
Total Revenues	47,637,413	47,228,013	(409,400)	48,316,252
Expenditures:				
General Government:				
Legislative:				
Board of Supervisors:				
Salaries and wages	101,167	98,214	2,953	99,363
Employee benefits	52,932	49,593	3,339	49,512
Services and supplies	31,761	31,740	21	25,938
Total Legislative	185,860	179,547	6,313	174,813

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	FINAL BUDGET	ACTUAL	VARIANCE	2002
Executive:				
Clerk:				
Salaries and wages	\$ 183,743	\$ 185,114	\$ (1,371)	\$ 171,825
Employee benefits	63,730	63,788	(58)	58,411
Services and supplies	35,642	31,059	4,583	18,904
	<u>283,115</u>	<u>279,961</u>	<u>3,154</u>	<u>249,140</u>
Court Clerk:				
Salaries and wages	332,602	319,575	13,027	306,566
Employee benefits	100,263	96,400	3,863	93,954
Services and supplies	24,725	17,533	7,192	16,986
	<u>457,590</u>	<u>433,508</u>	<u>24,082</u>	<u>417,506</u>
Elections:				
Salaries and wages	128,740	119,370	9,370	77,727
Employee benefits	32,579	32,379	200	26,497
Services and supplies	84,775	83,531	1,244	7,817
	<u>246,094</u>	<u>235,280</u>	<u>10,814</u>	<u>112,041</u>
Treasurer:				
Salaries and wages	457,339	441,689	15,650	460,160
Employee benefits	161,061	153,169	7,892	145,425
Services and supplies	84,030	70,668	13,362	75,622
	<u>702,430</u>	<u>665,526</u>	<u>36,904</u>	<u>681,207</u>
Recorder:				
Salaries and wages	172,371	174,310	(1,939)	166,737
Employee benefits	63,857	64,003	(146)	78,226
Services and supplies	32,350	45,473	(13,123)	27,786
Capital outlay	38,291	-	38,291	7,560
	<u>306,869</u>	<u>283,786</u>	<u>23,083</u>	<u>280,309</u>
Assessor:				
Salaries and wages	325,270	325,174	96	339,642
Employee benefits	110,753	108,066	2,687	106,067
Services and supplies	36,727	30,661	6,066	24,156
	<u>472,750</u>	<u>463,901</u>	<u>8,849</u>	<u>469,865</u>



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	FINAL BUDGET	ACTUAL	VARIANCE	2002
District Attorney:				
Salaries and wages	\$ 1,380,279	\$ 1,363,217	\$ 17,062	\$ 1,298,489
Employee benefits	418,932	409,289	9,643	383,497
Services and supplies	172,998	180,455	(7,457)	135,318
Capital outlay	15,390	14,472	918	-
	<u>1,987,599</u>	<u>1,967,433</u>	<u>20,166</u>	<u>1,817,304</u>
City Manager:				
Salaries and wages	266,013	262,982	3,031	246,639
Employee benefits	86,600	76,039	10,561	78,651
Services and supplies	310,912	340,064	(29,152)	93,349
	<u>663,525</u>	<u>679,085</u>	<u>(15,560)</u>	<u>418,639</u>
Total Executive	<u>5,119,972</u>	<u>5,008,480</u>	<u>111,492</u>	<u>4,446,011</u>
Finance:				
Finance:				
Salaries and wages	460,924	443,734	17,190	430,799
Employee benefits	148,566	149,546	(980)	138,932
Services and supplies	86,950	89,444	(2,494)	61,534
	<u>696,440</u>	<u>682,724</u>	<u>13,716</u>	<u>631,265</u>
Internal Auditor:				
Salaries and wages	67,498	43,588	23,910	23,159
Employee benefits	21,220	25,366	(4,146)	4,088
Services and supplies	3,100	6,393	(3,293)	316
	<u>91,818</u>	<u>75,347</u>	<u>16,471</u>	<u>27,563</u>
Purchasing:				
Salaries and wages	118,431	110,265	8,166	108,905
Employee benefits	34,496	34,036	460	32,963
Services and supplies	24,825	21,227	3,598	10,633
	<u>177,752</u>	<u>165,528</u>	<u>12,224</u>	<u>152,501</u>
Personnel:				
Salaries and wages	185,476	172,997	12,479	171,511
Employee benefits	56,354	49,459	6,895	42,563
Services and supplies	103,137	74,151	28,986	177,096
	<u>344,967</u>	<u>296,607</u>	<u>48,360</u>	<u>391,170</u>
Total Finance	<u>1,310,977</u>	<u>1,220,206</u>	<u>90,771</u>	<u>1,202,499</u>

**CARSON CITY  
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	FINAL BUDGET	ACTUAL	VARIANCE	2002
Other:				
Community Development:				
Planning:				
Salaries and wages	\$ 475,395	\$ 395,596	\$ 79,799	\$ 430,124
Employee benefits	153,043	130,357	22,686	138,394
Services and supplies	112,953	101,223	11,730	50,320
	<u>741,391</u>	<u>627,176</u>	<u>114,215</u>	<u>618,838</u>
Automation Services:				
Salaries and wages	460,197	435,871	24,326	409,781
Employee benefits	144,647	132,926	11,721	124,714
Services and supplies	431,534	339,921	91,613	315,902
Capital outlay	7,750	5,725	2,025	-
	<u>1,044,128</u>	<u>914,443</u>	<u>129,685</u>	<u>850,397</u>
Geographic Information Systems:				
Salaries and wages	178,109	170,643	7,466	115,103
Employee benefits	57,274	54,276	2,998	34,237
Services and supplies	17,250	16,924	326	21,943
	<u>252,633</u>	<u>241,843</u>	<u>10,790</u>	<u>171,283</u>
Public Defender:				
Services and supplies	714,178	692,816	21,362	666,927
Public Safety Complex / Courthouse:				
Services and supplies	354,900	321,219	33,681	349,446
Capital outlay	6,423	-	6,423	-
	<u>361,323</u>	<u>321,219</u>	<u>40,104</u>	<u>349,446</u>
Northgate Center:				
Services and supplies	-	-	-	38,704
City Hall:				
Services and supplies	127,868	106,262	21,606	104,922
Records Management:				
Salaries and wages	77,058	73,845	3,213	69,585
Employee benefits	13,771	13,677	94	13,177
Services and supplies	36,525	35,052	1,473	30,059
	<u>127,354</u>	<u>122,574</u>	<u>4,780</u>	<u>112,821</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2002
Facilities Maintenance:				
Salaries and wages	\$ 584,096	\$ 564,615	\$ 19,481	\$ 548,960
Employee benefits	200,821	188,403	12,418	184,258
Services and supplies	255,695	276,152	(20,457)	229,987
	<u>1,040,612</u>	<u>1,029,170</u>	<u>11,442</u>	<u>963,205</u>
Vehicle Maintenance:				
Salaries and wages	-	-	-	369,072
Employee benefits	-	-	-	161,148
Services and supplies	-	-	-	146,187
	<u>-</u>	<u>-</u>	<u>-</u>	<u>676,407</u>
Total Other	<u>4,409,487</u>	<u>4,055,503</u>	<u>353,984</u>	<u>4,552,950</u>
Total General Government	<u>11,026,296</u>	<u>10,463,736</u>	<u>562,560</u>	<u>10,376,273</u>
Public Safety:				
Sheriff:				
Administrative Services:				
Salaries and wages	299,442	308,278	(8,836)	295,761
Employee benefits	126,992	135,014	(8,022)	118,598
Services and supplies	304,650	244,400	60,250	258,525
	<u>731,084</u>	<u>687,692</u>	<u>43,392</u>	<u>672,884</u>
Operational Services:				
Salaries and wages	3,372,533	3,143,438	229,095	2,979,536
Employee benefits	1,655,210	1,540,438	114,772	1,360,019
Services and supplies	378,145	358,116	20,029	191,078
Capital outlay	-	13,304	(13,304)	-
	<u>5,405,888</u>	<u>5,055,296</u>	<u>350,592</u>	<u>4,530,633</u>
Detention Facility:				
Salaries and wages	1,402,056	1,526,067	(124,011)	1,331,132
Employee benefits	670,033	715,600	(45,567)	591,933
Services and supplies	314,965	341,102	(26,137)	335,431
	<u>2,387,054</u>	<u>2,582,769</u>	<u>(195,715)</u>	<u>2,258,496</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>General Services:</b>				
Salaries and wages	\$ 729,871	\$ 654,734	\$ 75,137	\$ 665,624
Employee benefits	268,955	227,169	41,786	238,133
Services and supplies	82,761	76,251	6,510	88,967
	<u>1,081,587</u>	<u>958,154</u>	<u>123,433</u>	<u>992,724</u>
<b>Federal, Various Grants:</b>				
Salaries and wages	21,646	14,573	7,073	13,892
Employee benefits	-	2,576	(2,576)	2,551
Services and supplies	180,757	122,544	58,213	22,655
Capital outlay	-	15,997	(15,997)	-
	<u>202,403</u>	<u>155,690</u>	<u>46,713</u>	<u>39,098</u>
<b>Dispatch:</b>				
Salaries and wages	880,251	740,113	140,138	640,655
Employee benefits	283,506	214,879	68,627	194,693
Services and supplies	189,625	184,709	4,916	165,980
	<u>1,353,382</u>	<u>1,139,701</u>	<u>213,681</u>	<u>1,001,328</u>
<b>Federal, Tri-Net Grant:</b>				
Salaries and wages	99,571	109,834	(10,263)	102,419
Employee benefits	51,315	52,859	(1,544)	46,916
Services and supplies	17,100	19,558	(2,458)	21,976
	<u>167,986</u>	<u>182,251</u>	<u>(14,265)</u>	<u>171,311</u>
<b>Total Sheriff</b>	<u>11,329,384</u>	<u>10,761,553</u>	<u>567,831</u>	<u>9,666,474</u>
<b>Fire:</b>				
<b>Administration:</b>				
Salaries and wages	179,595	180,250	(655)	171,694
Employee benefits	61,277	63,884	(2,607)	56,894
Services and supplies	68,354	190,872	(122,518)	32,640
Capital outlay	628,456	189,567	438,889	60,750
	<u>937,682</u>	<u>624,573</u>	<u>313,109</u>	<u>321,978</u>
<b>Operations:</b>				
Salaries and wages	2,751,598	2,809,533	(57,935)	2,483,877
Employee benefits	1,098,662	1,131,696	(33,034)	984,380
Services and supplies	354,710	352,023	2,687	233,302
Capital outlay	30,500	-	30,500	16,369
	<u>4,235,470</u>	<u>4,293,252</u>	<u>(57,782)</u>	<u>3,717,928</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2002
Prevention:				
Salaries and wages	\$ 261,733	\$ 260,988	\$ 745	\$ 239,242
Employee benefits	100,722	102,463	(1,741)	93,904
Services and supplies	17,525	9,487	8,038	13,978
	<u>379,980</u>	<u>372,938</u>	<u>7,042</u>	<u>347,124</u>
Warren Engine Co. No. 1				
Employee benefits	7,258	969	6,289	211
Services and supplies	55,475	39,954	15,521	24,271
	<u>62,733</u>	<u>40,923</u>	<u>21,810</u>	<u>24,482</u>
Training:				
Salaries and wages	99,238	78,474	20,764	92,537
Employee benefits	20,242	25,812	(5,570)	22,754
Services and supplies	61,250	39,695	21,555	59,686
	<u>180,730</u>	<u>143,981</u>	<u>36,749</u>	<u>174,977</u>
Total Fire	<u>5,796,595</u>	<u>5,475,667</u>	<u>320,928</u>	<u>4,586,489</u>
Corrections:				
Juvenile Probation:				
Salaries and wages	661,015	640,232	20,783	626,904
Employee benefits	292,827	288,166	4,661	245,414
Services and supplies	893,000	795,961	97,039	614,824
Capital outlay	-	-	-	11,917
	<u>1,846,842</u>	<u>1,724,359</u>	<u>122,483</u>	<u>1,499,059</u>
Juvenile Detention:				
Salaries and wages	688,803	708,180	(19,377)	662,889
Employee benefits	225,052	228,491	(3,439)	208,674
Services and supplies	117,540	101,679	15,861	104,378
Capital outlay	-	-	-	433
	<u>1,031,395</u>	<u>1,038,350</u>	<u>(6,955)</u>	<u>976,374</u>
Total Corrections	<u>2,878,237</u>	<u>2,762,709</u>	<u>115,528</u>	<u>2,475,433</u>

**CARSON CITY**  
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	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>Protective Services:</b>				
<b>Emergency Management:</b>				
Salaries and wages	\$ 64,858	\$ 64,278	\$ 580	\$ 61,435
Employee benefits	19,901	21,754	(1,853)	18,434
Services and supplies	17,575	9,060	8,515	102,069
<b>Total Protective Services</b>	<b>102,334</b>	<b>95,092</b>	<b>7,242</b>	<b>181,938</b>
<b>Total Public Safety</b>	<b>20,106,550</b>	<b>19,095,021</b>	<b>1,011,529</b>	<b>16,910,334</b>
<b>Judicial:</b>				
<b>Criminal - Civil Courts:</b>				
<b>District Court I:</b>				
Salaries and wages	165,137	160,448	4,689	150,582
Employee benefits	55,484	55,798	(314)	50,160
Services and supplies	334,949	312,563	22,386	114,384
	<u>555,570</u>	<u>528,809</u>	<u>26,761</u>	<u>315,126</u>
<b>District Court II:</b>				
Salaries and wages	339,814	342,441	(2,627)	327,638
Employee benefits	105,137	102,939	2,198	97,632
Services and supplies	94,285	76,613	17,672	108,234
	<u>539,236</u>	<u>521,993</u>	<u>17,243</u>	<u>533,504</u>
<b>Total Criminal - Civil Courts</b>	<b>1,094,806</b>	<b>1,050,802</b>	<b>44,004</b>	<b>848,630</b>
<b>Juvenile Court:</b>				
Salaries and wages	167,021	167,545	(524)	160,154
Employee benefits	51,736	51,618	118	48,847
Services and supplies	40,987	17,853	23,134	30,712
Capital outlay	-	-	-	30,000
	<u>259,744</u>	<u>237,016</u>	<u>22,728</u>	<u>269,713</u>
<b>Total Juvenile Court</b>	<b>259,744</b>	<b>237,016</b>	<b>22,728</b>	<b>269,713</b>
<b>Justice Court:</b>				
Salaries and wages	659,219	657,643	1,576	613,943
Employee benefits	237,734	224,202	13,532	202,858
Services and supplies	240,842	231,408	9,434	202,140
	<u>1,137,795</u>	<u>1,113,253</u>	<u>24,542</u>	<u>1,018,941</u>
<b>Total Justice Court</b>	<b>1,137,795</b>	<b>1,113,253</b>	<b>24,542</b>	<b>1,018,941</b>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 12 OF 15)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Alternative Sentencing:				
Salaries and wages	\$ 215,923	\$ 213,701	\$ 2,222	\$ 204,040
Employee benefits	82,778	82,210	568	66,157
Services and supplies	34,766	26,365	8,401	12,392
Total Alternative Sentencing	<u>333,467</u>	<u>322,276</u>	<u>11,191</u>	<u>282,589</u>
Total Judicial	<u>2,825,812</u>	<u>2,723,347</u>	<u>102,465</u>	<u>2,419,873</u>
Public Works:				
Engineering / Public Works:				
Engineering:				
Salaries and wages	1,320,460	1,116,926	203,534	1,195,432
Employee benefits	381,184	329,055	52,129	392,575
Services and supplies	262,698	250,099	12,599	265,752
Capital outlay	1,591,053	1,154,856	436,197	1,787,467
Total Engineering / Public Works	<u>3,555,395</u>	<u>2,850,936</u>	<u>704,459</u>	<u>3,641,226</u>
Highways and Streets:				
Streets and Roads:				
Street Maintenance:				
Salaries and wages	-	-	-	1,100,390
Employee benefits	-	-	-	324,781
Services and supplies	-	-	-	369,585
Total Streets and Roads	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,794,756</u>
Total Public Works	<u>3,555,395</u>	<u>2,850,936</u>	<u>704,459</u>	<u>5,435,982</u>
Health:				
Public Health Administration:				
Salaries and wages	278,476	279,441	(965)	261,080
Employee benefits	90,137	88,560	1,577	79,400
Services and supplies	295,009	257,360	37,649	240,697
Total Public Health Administration	<u>663,622</u>	<u>625,361</u>	<u>38,261</u>	<u>581,177</u>
Communicable Disease Control:				
Animal Services:				
Salaries and wages	215,312	217,457	(2,145)	189,255
Employee benefits	72,518	71,062	1,456	61,419
Services and supplies	103,582	52,442	51,140	58,705
Total Communicable Disease Control	<u>391,412</u>	<u>340,961</u>	<u>50,451</u>	<u>309,379</u>
Total Health	<u>1,055,034</u>	<u>966,322</u>	<u>88,712</u>	<u>890,556</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 13 OF 15)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Welfare:				
Salaries and wages	\$ 55,030	\$ 51,367	\$ 3,663	\$ 53,673
Employee benefits	17,476	17,115	361	16,509
Services and supplies	248,373	252,397	(4,024)	237,116
Total Welfare	320,879	320,879	-	307,298
Culture and Recreation:				
Parks:				
Parks and Recreation Administration:				
Salaries and wages	267,978	229,761	38,217	253,503
Employee benefits	92,670	81,449	11,221	84,906
Services and supplies	37,839	31,687	6,152	26,220
Total Parks and Recreation Administration	398,487	342,897	55,590	364,629
Park Maintenance:				
Salaries and wages	669,913	647,641	22,272	666,388
Employee benefits	210,622	205,355	5,267	195,938
Services and supplies	695,651	608,325	87,326	482,428
Capital outlay	10,000	-	10,000	-
Total Park Maintenance	1,586,186	1,461,321	124,865	1,344,754
Grants, Gifts, and Donations:				
Salaries and wages	30,169	29,450	719	20,738
Employee benefits	-	-	-	2,065
Services and supplies	90,524	102,874	(12,350)	141,057
Capital outlay	13,500	9,996	3,504	64,640
Total Grants, Gifts, and Donations	134,193	142,320	(8,127)	228,500
Total Parks	2,118,866	1,946,538	172,328	1,937,883
Participant Recreation:				
Community Center:				
Salaries and wages	150,474	144,304	6,170	150,631
Employee benefits	32,897	28,752	4,145	31,783
Services and supplies	125,277	101,170	24,107	96,669
Capital outlay	4,250	786	3,464	-
Total Participant Recreation	312,898	275,012	37,886	279,083



**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 14 OF 15)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>Recreation:</b>				
Salaries and wages	\$ 576,018	\$ 531,367	\$ 44,651	\$ 490,394
Employee benefits	99,521	100,027	(506)	93,334
Services and supplies	221,192	183,857	37,335	162,395
	<u>896,731</u>	<u>815,251</u>	<u>81,480</u>	<u>746,123</u>
<b>Swimming Pool:</b>				
Salaries and wages	196,763	243,282	(46,519)	205,733
Employee benefits	44,106	56,935	(12,829)	45,990
Services and supplies	254,800	204,512	50,288	252,500
Capital outlay	5,250	-	5,250	-
	<u>500,919</u>	<u>504,729</u>	<u>(3,810)</u>	<u>504,223</u>
<b>Sports:</b>				
Salaries and wages	94,430	104,896	(10,466)	84,181
Employee benefits	17,888	18,756	(868)	16,731
Services and supplies	79,000	92,038	(13,038)	49,889
	<u>191,318</u>	<u>215,690</u>	<u>(24,372)</u>	<u>150,801</u>
Total Participant Recreation	<u>1,901,866</u>	<u>1,810,682</u>	<u>91,184</u>	<u>1,680,230</u>
<b>Pony Express Pavilion:</b>				
Salaries and wages	2,500	496	2,004	402
Employee benefits	305	35	270	98
Services and supplies	19,545	22,406	(2,861)	12,427
	<u>22,350</u>	<u>22,937</u>	<u>(587)</u>	<u>12,927</u>
<b>Library:</b>				
Salaries and wages	833,676	817,315	16,361	791,232
Employee benefits	275,381	263,466	11,915	255,071
Services and supplies	333,687	305,125	28,562	290,876
	<u>1,442,744</u>	<u>1,385,906</u>	<u>56,838</u>	<u>1,337,179</u>
Total Culture and Recreation	<u>5,485,826</u>	<u>5,166,063</u>	<u>319,763</u>	<u>4,968,219</u>

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 15 OF 15)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Community Support:				
Support Services:				
Services and supplies	\$ 1,060,288	\$ 951,972	\$ 108,316	\$ 950,733
Economic Opportunity:				
Economic Development:				
Salaries and wages	68,188	73,193	(5,005)	71,310
Employee benefits	21,228	16,191	5,037	20,270
Services and supplies	99,559	63,963	35,596	168,256
Capital outlay	40,000	32,090	7,910	-
Total Economic Opportunity	228,975	185,437	43,538	259,836
Total Expenditures	45,665,055	42,723,713	2,941,342	42,519,104
Excess (Deficiency) of Revenues over Expenditures	1,972,358	4,504,300	2,531,942	5,797,148
Other Financing Sources (Uses):				
Sales of surplus property	-	42,026	42,026	39,250
Transfers in (out):				
Supplemental Indigent	(250,812)	(250,812)	-	-
Street Maintenance	(149,545)	-	149,545	-
Continuous Quality Improvement Fund	(388,079)	(388,079)	-	(311,106)
Capital Acquisition and Development Fund	(2,399,466)	(2,399,466)	-	(1,325,876)
Capital Projects Fund	(300,000)	(300,000)	-	(166,000)
Carson City Debt Service Fund	(1,361,520)	(1,361,520)	-	(1,371,320)
Ambulance Fund	-	-	-	(410,000)
Fleet Management	(57,216)	(62,479)	(5,263)	-
Stabilization Fund	-	(3,000,000)	(3,000,000)	-
Carson City Transit Fund	(313,000)	(313,000)	-	(260,000)
Total Other Financing Sources (Uses)	(5,219,638)	(8,033,330)	(2,813,692)	(3,805,052)
Net Change in Fund Balances	(3,247,280)	(3,529,030)	(281,750)	1,992,096
Fund Balances, July 1	12,790,826	12,790,826	-	10,798,730
Fund Balances, June 30	\$ 9,543,546	\$ 9,261,796	\$ (281,750)	\$ 12,790,826

## SPECIAL REVENUE FUNDS

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

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**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.

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

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

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

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

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

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

**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.

**Road Maintenance Gas Tax Fund** - This Fund is used to account for 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. Beginning in fiscal year 2003, this activity is accounted for in the Street Maintenance Fund.

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## SPECIAL REVENUE FUNDS Continued

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**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.

**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.

**Capital Acquisition and Development Fund** - This Fund is used to account for sales of City property and the financing and purchasing of large capital items for the benefit of the public at large.

**Stabilization Fund** - This fund is used to stabilize the operation of the City and mitigate the effects of natural disasters.

**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.

**Continuous Quality Improvement Fund** - This Fund is used to account for budgetary savings from General Fund departments. The City has established a policy that a department will receive 30% of its prior year savings for nonrecurring items.

**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.

**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.

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2003  
(PAGE 1 OF 3)**

	<u>SENIOR CITIZENS CENTER</u>	<u>AIRPORT</u>	<u>COOPERATIVE EXTENSION</u>
<b>ASSETS</b>			
Cash and investments:			
Unrestricted	\$ 2,886,747	\$ -	\$ 80,527
Restricted	-	-	-
Taxes receivable, delinquent	4,953	-	1,255
Accounts receivable	-	-	-
Due from other funds	-	-	-
Due from other governments	15,006	61,577	-
Prepaid items	46	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 2,906,752</u>	<u>\$ 61,577</u>	<u>\$ 81,782</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 62,820	\$ -	\$ 1,139
Accrued salaries and benefits	5,976	-	2,282
Due to component unit	-	61,577	-
Due to other funds	-	-	-
Due to other governments	-	-	8,136
Deferred revenue	3,364	-	851
Unearned revenue	-	-	-
Advance from other fund	-	-	-
Payable from restricted assets	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Liabilities	<u>72,160</u>	<u>61,577</u>	<u>12,408</u>
<b>FUND BALANCES</b>			
Reserved for prepaid items	46	-	-
Unreserved:			
Designated for subsequent year's expenditures	229,403	-	46,062
Undesignated (deficit)	2,605,143	-	23,312
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Fund Balances (Deficit)	<u>2,834,592</u>	<u>-</u>	<u>69,374</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Liabilities and Fund Balances (Deficit)	<u>\$ 2,906,752</u>	<u>\$ 61,577</u>	<u>\$ 81,782</u>

<u>TRAFFIC TRANSPORTATION</u>	<u>SUPPLEMENTAL INDIGENT</u>	<u>LIBRARY GIFT</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>REGIONAL TRANSPORTATION</u>
\$ 102,158	\$ 53,488	\$ 79,924	\$ 131,913	\$ 1,391,743
-	-	-	-	-
-	11,412	-	-	-
-	-	-	-	-
-	7,233	-	-	517,744
-	-	-	201	-
<u>\$ 102,158</u>	<u>\$ 72,133</u>	<u>\$ 79,924</u>	<u>\$ 132,114</u>	<u>\$ 1,909,487</u>
\$ 415	\$ 80,820	\$ -	\$ 4,690	\$ 112,689
2,575	-	-	-	7,720
-	-	-	-	-
-	76,954	-	-	-
-	51,165	-	-	392,633
-	7,749	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>2,990</u>	<u>216,688</u>	<u>-</u>	<u>4,690</u>	<u>513,042</u>
-	-	-	201	-
93,399	-	39,540	37,473	145,000
5,769	(144,555)	40,384	89,750	1,251,445
<u>99,168</u>	<u>(144,555)</u>	<u>79,924</u>	<u>127,424</u>	<u>1,396,445</u>
<u>\$ 102,158</u>	<u>\$ 72,133</u>	<u>\$ 79,924</u>	<u>\$ 132,114</u>	<u>\$ 1,909,487</u>

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2003  
(PAGE 2 OF 3)**

	ROAD MAINTENANCE GAS TAX	CAPITAL PROJECTS	STREET MAINTENANCE
<b>ASSETS</b>			
Cash and investments:			
Unrestricted	\$ -	\$ 405,731	\$ 1,084,033
Restricted	-	-	-
Taxes receivable, delinquent	-	4,958	-
Accounts receivable	-	-	133
Due from other funds	-	-	4,450
Due from other governments	-	-	636,908
Prepaid items	-	-	-
	<u>-\$ -</u>	<u>\$ 410,689</u>	<u>\$ 1,725,524</u>
Total Assets			
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ 3,774	\$ 66,127
Accrued salaries and benefits	-	-	74,512
Due to component unit	-	-	-
Due to other funds	-	-	352
Due to other governments	-	-	611
Deferred revenue	-	3,364	-
Unearned revenue	-	-	-
Advance from other fund	-	-	-
Payable from restricted assets	-	-	-
	<u>-</u>	<u>7,138</u>	<u>141,602</u>
Total Liabilities			
<b>FUND BALANCES</b>			
Reserved for prepaid items	-	-	-
Unreserved:			
Designated for subsequent year's expenditures	-	78,689	138,296
Undesignated (deficit)	-	324,862	1,445,626
	<u>-</u>	<u>403,551</u>	<u>1,583,922</u>
Total Fund Balances (Deficit)			
Total Liabilities and Fund Balances (Deficit)	<u>\$ -</u>	<u>\$ 410,689</u>	<u>\$ 1,725,524</u>



<u>CAPITAL ACQUISITION AND DEVELOPMENT</u>	<u>STABILIZATION</u>	<u>REDEVELOPMENT ADMINISTRATION</u>	<u>CONTINUOUS QUALITY IMPROVEMENT</u>	<u>QUALITY OF LIFE</u>
\$ 3,085,157	\$ -	\$ 29,920	\$ 727,525	\$ 4,850,856
793,133	-	-	-	-
-	-	-	-	-
-	-	-	-	72
-	3,000,000	-	-	-
1,614	-	-	-	366,574
-	-	-	-	-
<u>\$ 3,879,904</u>	<u>\$ 3,000,000</u>	<u>\$ 29,920</u>	<u>\$ 727,525</u>	<u>\$ 5,217,502</u>
\$ 215,846	\$ -	\$ 23,811	\$ 14,760	\$ 36,771
1,640	-	-	245	16,542
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
7,943	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>225,429</u>	<u>-</u>	<u>23,811</u>	<u>15,005</u>	<u>53,313</u>
-	-	-	-	-
747,771	-	2,835	35,397	513,454
<u>2,906,704</u>	<u>3,000,000</u>	<u>3,274</u>	<u>677,123</u>	<u>4,650,735</u>
<u>3,654,475</u>	<u>3,000,000</u>	<u>6,109</u>	<u>712,520</u>	<u>5,164,189</u>
<u>\$ 3,879,904</u>	<u>\$ 3,000,000</u>	<u>\$ 29,920</u>	<u>\$ 727,525</u>	<u>\$ 5,217,502</u>

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**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2003  
(PAGE 3 OF 3)**

	<u>CARSON CITY TRANSIT</u>	<u>COMMISSARY</u>	<u>TOTAL</u>
<b>ASSETS</b>			
Cash and investments:			
Unrestricted	\$ 91,339	\$ 99,921	\$ 15,100,982
Restricted	-	11,316	804,449
Taxes receivable, delinquent	-	-	22,578
Accounts receivable	-	-	205
Due from other funds	2,500	-	3,006,950
Due from other governments	10,426	-	1,617,082
Prepaid items	-	-	247
	<u>          </u>	<u>          </u>	<u>          </u>
Total Assets	<u>\$ 104,265</u>	<u>\$ 111,237</u>	<u>\$ 20,552,493</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 29,411	\$ 6,435	\$ 659,508
Accrued salaries and benefits	-	1,808	113,300
Due to component unit	-	-	61,577
Due to other funds	-	-	77,306
Due to other governments	-	-	452,545
Deferred revenue	-	-	15,328
Unearned revenue	-	-	7,943
Advance from other fund	50,000	-	50,000
Payable from restricted assets	-	11,316	11,316
	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities	<u>79,411</u>	<u>19,559</u>	<u>1,448,823</u>
<b>FUND BALANCES</b>			
Reserved for prepaid items	-	-	247
Unreserved:			
Designated for subsequent year's expenditures	26	62,046	2,169,391
Undesignated (deficit)	24,828	29,632	16,934,032
	<u>          </u>	<u>          </u>	<u>          </u>
Total Fund Balances (Deficit)	<u>24,854</u>	<u>91,678</u>	<u>19,103,670</u>
	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities and Fund Balances (Deficit)	<u>\$ 104,265</u>	<u>\$ 111,237</u>	<u>\$ 20,552,493</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES (DEFICIT)**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 1 OF 3)**

	SENIOR CITIZENS CENTER	AIRPORT	COOPERATIVE EXTENSION
Revenues:			
Taxes	\$ 525,024	\$ -	\$ 134,418
Intergovernmental revenues	17,746	247,363	-
Charges for services	-	-	-
Fines and forfeits	-	-	-
Miscellaneous	133,729	-	38
Total Revenues	<u>676,499</u>	<u>247,363</u>	<u>134,456</u>
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	-
Judicial	-	-	-
Public works	-	-	-
Welfare	-	-	-
Health	-	-	-
Culture and recreation	664,920	-	132,984
Economic opportunity	-	-	-
Airport	-	247,363	-
Total Expenditures	<u>664,920</u>	<u>247,363</u>	<u>132,984</u>
Excess (Deficiency) of Revenues over Expenditures	<u>11,579</u>	<u>-</u>	<u>1,472</u>
Other Financing Sources (Uses):			
Note issued	-	-	-
Transfers in	-	-	-
Transfers out	(152,813)	-	-
Total Other Financing Sources (Uses)	<u>(152,813)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(141,234)	-	1,472
Fund Balances (Deficit), July 1	<u>2,975,826</u>	<u>-</u>	<u>67,902</u>
Fund Balances (Deficit), June 30	<u>\$ 2,834,592</u>	<u>\$ -</u>	<u>\$ 69,374</u>

<u>TRAFFIC TRANSPORTATION</u>	<u>SUPPLEMENTAL INDIGENT</u>	<u>LIBRARY GIFT</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>REGIONAL TRANSPORTATION</u>
\$ -	\$ 1,207,541	\$ -	\$ -	\$ 2,805,923
-	-	7,939	70,214	23,275
-	-	-	-	-
50,517	-	-	-	-
19,778	10,796	9,752	-	92,825
<u>70,295</u>	<u>1,218,337</u>	<u>17,691</u>	<u>70,214</u>	<u>2,922,023</u>
-	-	-	-	-
65,728	-	-	-	-
-	-	-	38,290	-
-	-	-	-	3,197,813
-	1,452,892	-	-	-
-	-	-	-	-
-	-	16,629	-	-
-	-	-	-	-
-	-	-	-	-
<u>65,728</u>	<u>1,452,892</u>	<u>16,629</u>	<u>38,290</u>	<u>3,197,813</u>
<u>4,567</u>	<u>(234,555)</u>	<u>1,062</u>	<u>31,924</u>	<u>(275,790)</u>
-	-	-	-	-
-	250,812	-	-	-
-	-	-	-	(778,698)
<u>-</u>	<u>250,812</u>	<u>-</u>	<u>-</u>	<u>(778,698)</u>
4,567	16,257	1,062	31,924	(1,054,488)
94,601	(160,812)	78,862	95,500	2,450,933
<u>\$ 99,168</u>	<u>\$ (144,555)</u>	<u>\$ 79,924</u>	<u>\$ 127,424</u>	<u>\$ 1,396,445</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES (DEFICIT)**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 2 OF 3)**

	<u>ROAD MAINTENANCE GAS TAX</u>	<u>CAPITAL PROJECTS</u>	<u>STREET MAINTENANCE</u>
Revenues:			
Taxes	\$ -	\$ 525,026	\$ 2,434,672
Intergovernmental revenues	-	-	1,145,361
Charges for services	-	-	189,714
Fines and forfeits	-	-	-
Miscellaneous	-	10,707	46,336
	<hr/>	<hr/>	<hr/>
Total Revenues	-	535,733	3,816,083
	<hr/>	<hr/>	<hr/>
Expenditures:			
Current:			
General government	-	384,992	-
Public safety	-	465,396	-
Judicial	-	-	-
Public works	-	11,165	4,239,298
Welfare	-	-	-
Health	-	-	-
Culture and recreation	-	-	-
Economic opportunity	-	-	-
Airport	-	-	-
	<hr/>	<hr/>	<hr/>
Total Expenditures	-	861,553	4,239,298
	<hr/>	<hr/>	<hr/>
Excess (Deficiency) of Revenues over Expenditures	-	(325,820)	(423,215)
	<hr/>	<hr/>	<hr/>
Other Financing Sources (Uses):			
Note issued	-	-	-
Transfers in	-	300,000	75,490
Transfers out	(75,490)	(60,000)	-
	<hr/>	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(75,490)	240,000	75,490
	<hr/>	<hr/>	<hr/>
Net Change in Fund Balances	(75,490)	(85,820)	(347,725)
	<hr/>	<hr/>	<hr/>
Fund Balances (Deficit), July 1	75,490	489,371	1,931,647
	<hr/>	<hr/>	<hr/>
Fund Balances (Deficit), June 30	\$ -	\$ 403,551	\$ 1,583,922
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

CAPITAL ACQUISITION AND DEVELOPMENT	STABILIZATION	REDEVELOPMENT ADMINISTRATION	CONTINUOUS QUALITY IMPROVEMENT	QUALITY OF LIFE
\$ -	\$ -	\$ -	\$ -	\$ 2,122,575
34,350	-	-	-	-
-	-	-	-	2,720
-	-	-	-	-
140,670	-	15,101	-	218,813
<u>175,020</u>	<u>-</u>	<u>15,101</u>	<u>-</u>	<u>2,344,108</u>
1,952,320	-	82,481	66,039	-
586,700	-	-	120,446	-
-	-	-	17,862	-
-	-	-	-	-
-	-	-	-	-
180,605	-	-	-	-
233,514	-	-	28,417	1,636,546
127,500	-	-	-	-
-	-	-	-	-
<u>3,080,639</u>	<u>-</u>	<u>82,481</u>	<u>232,764</u>	<u>1,636,546</u>
<u>(2,905,619)</u>	<u>-</u>	<u>(67,380)</u>	<u>(232,764)</u>	<u>707,562</u>
802,500	-	-	-	-
2,459,466	3,000,000	40,000	388,079	-
(906,466)	-	-	-	(372,270)
<u>2,355,500</u>	<u>3,000,000</u>	<u>40,000</u>	<u>388,079</u>	<u>(372,270)</u>
(550,119)	3,000,000	(27,380)	155,315	335,292
4,204,594	-	33,489	557,205	4,828,897
<u>\$ 3,654,475</u>	<u>\$ 3,000,000</u>	<u>\$ 6,109</u>	<u>\$ 712,520</u>	<u>\$ 5,164,189</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES (DEFICIT)**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 3 OF 3)**

	CARSON CITY TRANSIT	COMMISSARY	TOTAL
Revenues:			
Taxes	\$ -	\$ -	\$ 9,755,179
Intergovernmental revenues	47,136	-	1,593,384
Charges for services	45,822	50,886	289,142
Fines and forfeits	-	-	50,517
Miscellaneous	25,309	42,496	766,350
Total Revenues	<u>118,267</u>	<u>93,382</u>	<u>12,454,572</u>
Expenditures:			
Current:			
General government	-	-	2,485,832
Public safety	-	114,881	1,353,151
Judicial	-	-	56,152
Public works	450,027	-	7,898,303
Welfare	-	-	1,452,892
Health	-	-	180,605
Culture and recreation	-	-	2,713,010
Economic opportunity	-	-	127,500
Airport	-	-	247,363
Total Expenditures	<u>450,027</u>	<u>114,881</u>	<u>16,514,808</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(331,760)</u>	<u>(21,499)</u>	<u>(4,060,236)</u>
Other Financing Sources (Uses):			
Note issued	-	-	802,500
Transfers in	313,000	-	6,826,847
Transfers out	-	-	(2,345,737)
Total Other Financing Sources (Uses)	<u>313,000</u>	<u>-</u>	<u>5,283,610</u>
Net Change in Fund Balances	<u>(18,760)</u>	<u>(21,499)</u>	<u>1,223,374</u>
Fund Balances (Deficit), July 1	<u>43,614</u>	<u>113,177</u>	<u>17,880,296</u>
Fund Balances (Deficit), June 30	<u>\$ 24,854</u>	<u>\$ 91,678</u>	<u>\$ 19,103,670</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, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Ad valorem	\$ 527,983	\$ 525,024	\$ (2,959)	\$ 500,250
Intergovernmental revenues:				
Federal grant, CDBG	17,746	17,746	-	-
Miscellaneous:				
Investment income	10,000	133,729	123,729	136,913
Total Revenues	<u>555,729</u>	<u>676,499</u>	<u>120,770</u>	<u>637,163</u>
Expenditures:				
Culture and recreation:				
Participant recreation:				
Salaries and wages	125,420	125,541	(121)	106,703
Employee benefits	47,853	47,083	770	37,856
Services and supplies	191,659	105,124	86,535	175,497
Capital outlay	2,779,307	387,172	2,392,135	307,015
Total Expenditures	<u>3,144,239</u>	<u>664,920</u>	<u>2,479,319</u>	<u>627,071</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,588,510)</u>	<u>11,579</u>	<u>2,600,089</u>	<u>10,092</u>
Other Financing Sources (Uses):				
Bonds issued	-	-	-	1,800,000
Transfers in (out):				
Carson City Debt Service Fund	(152,813)	(152,813)	-	(152,677)
Contingency	(5,100)	-	5,100	-
Total Other Financing Sources (Uses)	<u>(157,913)</u>	<u>(152,813)</u>	<u>5,100</u>	<u>1,647,323</u>
Net Change in Fund Balances	<u>(2,746,423)</u>	<u>(141,234)</u>	<u>2,605,189</u>	<u>1,657,415</u>
Fund Balances, July 1	<u>2,975,826</u>	<u>2,975,826</u>	<u>-</u>	<u>1,318,411</u>
Fund Balances, June 30	<u>\$ 229,403</u>	<u>\$ 2,834,592</u>	<u>\$ 2,605,189</u>	<u>\$ 2,975,826</u>

**CARSON CITY  
AIRPORT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
Revenues:				
Intergovernmental revenues:				
Federal grant, FAA	\$ 11,371,875	\$ 231,902	\$ (11,139,973)	\$ 68,768
Other local shared revenues:				
CC Airport Authority	758,125	15,461	(742,664)	4,584
Total Revenues	<u>12,130,000</u>	<u>247,363</u>	<u>(11,882,637)</u>	<u>73,352</u>
Expenditures:				
Airport:				
Capital outlay	<u>12,130,000</u>	<u>247,363</u>	<u>11,882,637</u>	<u>73,352</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**  
**COOPERATIVE EXTENSION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Ad valorem	\$ 135,164	\$ 134,418	\$ (746)	\$ 128,059
Miscellaneous:				
Refunds/reimbursements	-	38	38	200
Total Revenues	135,164	134,456	(708)	128,259
Expenditures:				
Culture and recreation:				
Cooperative extension:				
Salaries and wages	52,315	46,428	5,887	43,872
Employee benefits	12,195	11,818	377	11,019
Services and supplies	92,494	74,738	17,756	78,775
Total Expenditures	157,004	132,984	24,020	133,666
Excess (Deficiency) of Revenues over Expenditures	(21,840)	1,472	23,312	(5,407)
Fund Balances, July 1	67,902	67,902	-	73,309
Fund Balances, June 30	\$ 46,062	\$ 69,374	\$ 23,312	\$ 67,902

**CARSON CITY**  
**TRAFFIC TRANSPORTATION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Licenses and permits:				
Nonbusiness licenses and permits:				
Handicapped permits	\$ 50	\$ -	\$ (50)	\$ -
Fines and forfeits:				
Fines:				
Court	50,000	50,517	517	48,363
Miscellaneous:				
Investment income	6,000	4,403	(1,597)	4,304
Rents and royalties	15,015	14,852	(163)	15,167
Other	-	523	523	-
	<u>21,015</u>	<u>19,778</u>	<u>(1,237)</u>	<u>19,471</u>
Total Revenues	<u>71,065</u>	<u>70,295</u>	<u>(770)</u>	<u>67,834</u>
Expenditures:				
Public safety:				
Sheriff - parking enforcement:				
Salaries and wages	41,163	39,371	1,792	38,944
Employee benefits	15,377	15,387	(10)	14,756
Services and supplies	15,727	10,970	4,757	20,235
Total Expenditures	<u>72,267</u>	<u>65,728</u>	<u>6,539</u>	<u>73,935</u>
Excess (Deficiency) of Revenues over Expenditures	(1,202)	4,567	5,769	(6,101)
Fund Balances, July 1	<u>91,352</u>	<u>94,601</u>	<u>3,249</u>	<u>100,702</u>
Fund Balances, June 30	<u>\$ 90,150</u>	<u>\$ 99,168</u>	<u>\$ 9,018</u>	<u>\$ 94,601</u>

**CARSON CITY**  
**SUPPLEMENTAL INDIGENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Ad valorem	\$ 1,214,360	\$ 1,207,541	\$ (6,819)	\$ 1,150,502
Miscellaneous:				
Investment income	15,000	10,796	(4,204)	15,790
Total Revenues	<u>1,229,360</u>	<u>1,218,337</u>	<u>(11,023)</u>	<u>1,166,292</u>
Expenditures:				
Welfare:				
Institutional care:				
Services and supplies	1,319,360	1,452,892	(133,532)	1,331,520
Excess (Deficiency) of Revenues over Expenditures	(90,000)	(234,555)	(144,555)	(165,228)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	250,812	250,812	-	-
Net Change in Fund Balances	160,812	16,257	(144,555)	(165,228)
Fund Balances (Deficit), July 1	(160,812)	(160,812)	-	4,416
Fund Balances (Deficit), June 30	<u>\$ -</u>	<u>\$ (144,555)</u>	<u>\$ (144,555)</u>	<u>\$ (160,812)</u>

**CARSON CITY  
LIBRARY GIFT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>Revenues:</b>				
<b>Intergovernmental revenues:</b>				
Federal grants	\$ 7,939	\$ 7,939	\$ -	\$ 16,931
State grants	-	-	-	61,827
	<u>7,939</u>	<u>7,939</u>	<u>-</u>	<u>78,758</u>
<b>Miscellaneous:</b>				
Donations and gifts	2,500	6,436	3,936	6,154
Investment income	1,000	3,316	2,316	4,979
	<u>3,500</u>	<u>9,752</u>	<u>6,252</u>	<u>11,133</u>
<b>Total Revenues</b>	<u>11,439</u>	<u>17,691</u>	<u>6,252</u>	<u>89,891</u>
<b>Expenditures:</b>				
<b>Culture and recreation:</b>				
<b>Libraries:</b>				
Services and supplies	41,819	13,433	28,386	85,059
Capital outlay	14,442	3,196	11,246	25,330
<b>Total Expenditures</b>	<u>56,261</u>	<u>16,629</u>	<u>39,632</u>	<u>110,389</u>
<b>Excess (Deficiency) of Revenues           over Expenditures</b>	(44,822)	1,062	45,884	(20,498)
<b>Fund Balances, July 1</b>	<u>78,862</u>	<u>78,862</u>	<u>-</u>	<u>99,360</u>
<b>Fund Balances, June 30</b>	<u>\$ 34,040</u>	<u>\$ 79,924</u>	<u>\$ 45,884</u>	<u>\$ 78,862</u>

**CARSON CITY**  
**ADMINISTRATIVE ASSESSMENTS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>Revenues:</b>				
Intergovernmental revenues:				
State shared revenue:				
Administrative assessments	\$ 79,310	\$ 70,214	\$ (9,096)	\$ 68,979
<b>Expenditures:</b>				
Judicial:				
Services and supplies	-	37,114	(37,114)	45,042
Capital outlay	159,027	1,176	157,851	7,910
Total Expenditures	159,027	38,290	120,737	52,952
Excess (Deficiency) of Revenues over Expenditures	(79,717)	31,924	111,641	16,027
Fund Balances, July 1	95,500	95,500	-	79,473
Fund Balances, June 30	\$ 15,783	\$ 127,424	\$ 111,641	\$ 95,500

**CARSON CITY**  
**REGIONAL TRANSPORTATION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 3,100,000	\$ 2,805,923	\$ (294,077)	\$ 2,987,769
Intergovernmental revenues:				
Federal grants	-	23,275	23,275	-
Miscellaneous:				
Investment income	50,000	86,525	36,525	91,429
Other	-	-	-	50
Refunds and reimbursements	-	6,300	6,300	-
	50,000	92,825	42,825	91,479
Total Revenues	3,150,000	2,922,023	(227,977)	3,079,248
Expenditures:				
Public works:				
Paved streets:				
Salaries and wages	127,008	130,101	(3,093)	101,377
Employee benefits	39,249	39,545	(296)	30,867
Services and supplies	2,020,487	1,820,529	199,958	1,899,149
Capital outlay	2,490,491	1,207,638	1,282,853	89,313
Total Expenditures	4,677,235	3,197,813	1,479,422	2,120,706
Excess (Deficiency) of Revenues over Expenditures	(1,527,235)	(275,790)	1,251,445	958,542
Other Financing Sources (Uses):				
Sales of surplus property	-	-	-	27,500
Transfers in (out):				
Carson City Debt Service Fund	(778,698)	(778,698)	-	(279,612)
Total Other Financing Sources (Uses)	(778,698)	(778,698)	-	(252,112)
Net Change in Fund Balances	(2,305,933)	(1,054,488)	1,251,445	706,430
Fund Balances, July 1	2,450,933	2,450,933	-	1,744,503
Fund Balances, June 30	\$ 145,000	\$ 1,396,445	\$ 1,251,445	\$ 2,450,933



**CARSON CITY  
ROAD MAINTENANCE GAS TAX FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ -	\$ -	\$ -	\$ 333,643
Miscellaneous:				
Investment income	-	-	-	4,415
Total Revenues	-	-	-	338,058
Expenditures:				
Public works:				
Highways and streets:				
Services and supplies	-	-	-	394,074
Excess (Deficiency) of Revenues over Expenditures	-	-	-	(56,016)
Other Financing Sources (Uses):				
Transfers in (out):				
Street Maintenance Fund	(75,490)	(75,490)	-	-
Net Change in Fund Balances	(75,490)	(75,490)	-	(56,016)
Fund Balances, July 1	75,490	75,490	-	131,506
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ 75,490

**CARSON CITY  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Ad valorem	\$ 527,983	\$ 525,026	\$ (2,957)	\$ 500,249
Miscellaneous:				
Investment income	15,000	10,707	(4,293)	16,818
Total Revenues	<u>542,983</u>	<u>535,733</u>	<u>(7,250)</u>	<u>517,067</u>
Expenditures:				
General government:				
Services and supplies	35,867	73,803	(37,936)	157,947
Capital outlay	659,324	311,189	348,135	525,635
	<u>695,191</u>	<u>384,992</u>	<u>310,199</u>	<u>683,582</u>
Public safety:				
Services and supplies	-	3,617	(3,617)	-
Capital outlay	414,920	461,779	(46,859)	-
	<u>414,920</u>	<u>465,396</u>	<u>(50,476)</u>	<u>-</u>
Public works:				
Services and supplies	83,554	11,165	72,389	-
Total Expenditures	<u>1,193,665</u>	<u>861,553</u>	<u>332,112</u>	<u>683,582</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(650,682)</u>	<u>(325,820)</u>	<u>324,862</u>	<u>(166,515)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	300,000	300,000	-	166,000
Capital Acquisition and Development Fund	(60,000)	(60,000)	-	-
Capital Facilities Fund	-	-	-	3,641
Total Other Financing Sources (Uses)	<u>240,000</u>	<u>240,000</u>	<u>-</u>	<u>169,641</u>
Net Change in Fund Balances	<u>(410,682)</u>	<u>(85,820)</u>	<u>324,862</u>	<u>3,126</u>
Fund Balances, July 1	<u>489,371</u>	<u>489,371</u>	<u>-</u>	<u>486,245</u>
Fund Balances, June 30	<u>\$ 78,689</u>	<u>\$ 403,551</u>	<u>\$ 324,862</u>	<u>\$ 489,371</u>

**CARSON CITY**  
**STREET MAINTENANCE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 345,000	\$ 313,336	\$ (31,664)	\$ -
Sales tax, voter approved	2,171,310	2,121,336	(49,974)	2,180,605
	<u>2,516,310</u>	<u>2,434,672</u>	<u>(81,638)</u>	<u>2,180,605</u>
Intergovernmental revenues:				
Federal grant, CDBG	250,000	-	(250,000)	-
State grants	-	4,450	4,450	-
State shared revenues:				
Motor vehicle fuel tax	1,130,000	1,140,911	10,911	-
	<u>1,380,000</u>	<u>1,145,361</u>	<u>(234,639)</u>	<u>-</u>
Charges for services:	100,000	189,714	89,714	147,929
Miscellaneous:				
Investment income	50,000	46,336	(3,664)	69,886
Other	-	-	-	6
	<u>50,000</u>	<u>46,336</u>	<u>(3,664)</u>	<u>69,892</u>
<b>Total Revenues</b>	<u>4,046,310</u>	<u>3,816,083</u>	<u>(230,227)</u>	<u>2,398,426</u>
Expenditures:				
Public works:				
Salaries and wages	1,223,582	1,283,689	(60,107)	68,316
Employee benefits	348,341	345,746	2,595	5,203
Services and supplies	4,260,773	2,558,591	1,702,182	1,245,821
Capital outlay	172,000	51,272	120,728	99,435
	<u>6,004,696</u>	<u>4,239,298</u>	<u>1,765,398</u>	<u>1,418,775</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,958,386)</u>	<u>(423,215)</u>	<u>1,535,171</u>	<u>979,651</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Road Maintenance Gas Tax Fund	75,490	75,490	-	-
General Fund	149,545	-	(149,545)	-
Sales of surplus property	-	-	-	4,416
Contingency	(60,000)	-	60,000	-
	<u>165,035</u>	<u>75,490</u>	<u>(89,545)</u>	<u>4,416</u>
Net Change in Fund Balances	<u>(1,793,351)</u>	<u>(347,725)</u>	<u>1,445,626</u>	<u>984,067</u>
Fund Balances, July 1	1,931,647	1,931,647	-	947,580
Fund Balances, June 30	<u>\$ 138,296</u>	<u>\$ 1,583,922</u>	<u>\$ 1,445,626</u>	<u>\$ 1,931,647</u>

**CARSON CITY**  
**CAPITAL ACQUISITION AND DEVELOPMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Ad valorem	\$ -	\$ -	\$ -	\$ 76
Intergovernmental:				
Federal grant, Project Impact	-	-	-	19,696
State grants	42,293	34,350	(7,943)	59,175
Other local government grants:				
Interlocal cooperative agreements	-	-	-	85,280
	<u>42,293</u>	<u>34,350</u>	<u>(7,943)</u>	<u>164,151</u>
Miscellaneous:				
Investment income	75,000	140,670	65,670	181,755
Refunds and reimbursements	-	-	-	5,034
	<u>75,000</u>	<u>140,670</u>	<u>65,670</u>	<u>186,789</u>
Total Revenues	<u>117,293</u>	<u>175,020</u>	<u>57,727</u>	<u>351,016</u>
Expenditures:				
General government:				
Employee benefits	-	-	-	156
Services and supplies	131,887	172,218	(40,331)	244,451
Capital outlay	3,949,417	1,780,102	2,169,315	834,753
	<u>4,081,304</u>	<u>1,952,320</u>	<u>2,128,984</u>	<u>1,079,360</u>
Public safety:				
Employee benefits	-	121	(121)	563
Services and supplies	46,276	75,173	(28,897)	56,392
Capital outlay	666,174	511,406	154,768	1,061,923
	<u>712,450</u>	<u>586,700</u>	<u>125,750</u>	<u>1,118,878</u>
Public works:				
Services and supplies	11,064	-	11,064	48,836
Health:				
Employee benefits	-	802	(802)	653
Services and supplies	2,000	7,120	(5,120)	8,035
Capital outlay	389,588	172,683	216,905	30,907
	<u>391,588</u>	<u>180,605</u>	<u>210,983</u>	<u>39,595</u>

**CARSON CITY**  
**CAPITAL ACQUISITION AND DEVELOPMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Culture and recreation:				
Salaries and wages	\$ -	\$ -	\$ -	\$ 180
Employee benefits	-	1	(1)	8
Services and supplies	57,987	32,333	25,654	34,299
Capital outlay	546,223	201,180	345,043	38,358
	<u>604,210</u>	<u>233,514</u>	<u>370,696</u>	<u>72,845</u>
Economic opportunity:				
Services and supplies	129,000	127,500	1,500	114,500
	<u>5,929,616</u>	<u>3,080,639</u>	<u>2,848,977</u>	<u>2,474,014</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(5,812,323)</u>	<u>(2,905,619)</u>	<u>2,906,704</u>	<u>(2,122,998)</u>
Other Financing Sources (Uses):				
Bonds issued	-	-	-	1,329,802
Note issued	802,500	802,500	-	-
Transfers in (out):				
General Fund	2,399,466	2,399,466	-	1,325,876
Continuous Quality Improvement Fund	-	-	-	100,000
Capital Projects Fund	60,000	60,000	-	-
Commissary Fund	-	-	-	13,120
Capital Facilities Fund	-	-	-	428,270
Carson City Debt Service Fund	(906,466)	(906,466)	-	(306,563)
Total Other Financing Sources (Uses)	<u>2,355,500</u>	<u>2,355,500</u>	<u>-</u>	<u>2,890,505</u>
Net Change in Fund Balances	<u>(3,456,823)</u>	<u>(550,119)</u>	<u>2,906,704</u>	<u>767,507</u>
Fund Balances, July 1	<u>4,204,594</u>	<u>4,204,594</u>	<u>-</u>	<u>3,437,087</u>
Fund Balances, June 30	<u>\$ 747,771</u>	<u>\$ 3,654,475</u>	<u>\$ 2,906,704</u>	<u>\$ 4,204,594</u>

**CARSON CITY  
STABILIZATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Other Financing Sources (Uses):			
Transfers in (out):			
General Fund	\$ -	\$ 3,000,000	\$ 3,000,000
Net Change in Fund Balances	-	3,000,000	3,000,000
Fund Balances, July 1	-	-	-
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 3,000,000</u>	<u>\$ 3,000,000</u>

**CARSON CITY  
REDEVELOPMENT ADMINISTRATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Miscellaneous:				
Investment income	\$ 2,000	\$ 1,260	\$ (740)	\$ 1,535
Gifts and donations	5,200	2,016	(3,184)	7,149
Other	8,620	11,825	3,205	2,473
Total Revenues	<u>15,820</u>	<u>15,101</u>	<u>(719)</u>	<u>11,157</u>
Expenditures:				
General government:				
Services and supplies	86,474	82,481	3,993	53,753
Excess (Deficiency) of Revenues over Expenditures	<u>(70,654)</u>	<u>(67,380)</u>	<u>3,274</u>	<u>(42,596)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	40,000	40,000	-	60,000
Net Change in Fund Balances	<u>(30,654)</u>	<u>(27,380)</u>	<u>3,274</u>	<u>17,404</u>
Fund Balances, July 1	<u>33,489</u>	<u>33,489</u>	<u>-</u>	<u>16,085</u>
Fund Balances, June 30	<u>\$ 2,835</u>	<u>\$ 6,109</u>	<u>\$ 3,274</u>	<u>\$ 33,489</u>

**CARSON CITY**  
**CONTINUOUS QUALITY IMPROVEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Miscellaneous:				
Refunds and reimbursements	\$ -	\$ -	\$ -	\$ -
Expenditures:				
General government:				
Salaries and wages	-	877	(877)	-
Employee benefits	-	123	(123)	18
Services and supplies	-	51,420	(51,420)	77,938
Capital outlay	311,681	13,619	298,062	37,131
	311,681	66,039	245,642	115,087
Public safety:				
Services and supplies	-	111,190	(111,190)	32,188
Capital outlay	361,856	9,256	352,600	6,499
	361,856	120,446	241,410	38,687
Judicial:				
Salaries and wages	-	3,919	3,919	-
Employee benefits	-	164	164	-
Services and supplies	-	8,862	8,862	372
Capital outlay	72,505	4,917	67,588	-
	72,505	17,862	54,643	372
Public works:				
Services and supplies	-	-	-	26,083
Capital outlay	34,326	-	34,326	5,500
	34,326	-	34,326	31,583
Welfare:				
Capital outlay	2,137	-	2,137	-
Health:				
Employee benefits	-	-	-	217
Services and supplies	-	-	-	4,485
Capital outlay	18,939	-	18,939	-
	18,939	-	18,939	4,702
Culture and recreation:				
Employee benefits	-	-	-	102
Services and supplies	-	28,417	(28,417)	32,956
Capital outlay	108,443	-	108,443	-
	108,443	28,417	80,026	33,058
Total Expenditures	909,887	232,764	677,123	223,489



**CARSON CITY**  
**CONTINUOUS QUALITY IMPROVEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Excess (Deficiency) of Revenues over Expenditures	\$ (909,887)	\$ (232,764)	\$ 677,123	\$ (223,489)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	388,079	388,079	-	311,106
Capital Acquisition and Development Fund	-	-	-	(100,000)
Total Other Financing Sources (Uses)	388,079	388,079	-	211,106
Net Change in Fund Balances	(521,808)	155,315	677,123	(12,383)
Fund Balances, July 1	557,205	557,205	-	569,588
Fund Balances, June 30	\$ 35,397	\$ 712,520	\$ 677,123	\$ 557,205

**CARSON CITY  
QUALITY OF LIFE FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>Revenues:</b>				
<b>Taxes:</b>				
Sales tax, voter approved	\$ 2,165,833	\$ 2,122,575	\$ (43,258)	\$ 2,176,030
<b>Intergovernmental:</b>				
Federal grants	-	-	-	67,413
Charges for services:	3,200	2,720	(480)	2,880
<b>Miscellaneous:</b>				
Investment income	50,000	218,813	168,813	177,379
Other	-	-	-	22,782
	50,000	218,813	168,813	200,161
<b>Total Revenues</b>	<b>2,219,033</b>	<b>2,344,108</b>	<b>125,075</b>	<b>2,446,484</b>
<b>Expenditures:</b>				
<b>Culture and recreation:</b>				
<b>Park maintenance:</b>				
Salaries and wages	208,245	149,396	58,849	174,585
Employee benefits	21,943	9,791	12,152	7,821
Services and supplies	62,039	64,694	(2,655)	92,066
Capital outlay	183,101	102,837	80,264	32,148
	475,328	326,718	148,610	306,620
<b>Parks capital:</b>				
Salaries and wages	16,510	41,830	(25,320)	16,308
Employee benefits	5,531	12,765	(7,234)	5,250
Services and supplies	70,661	12,081	58,580	38,584
Capital outlay	2,602,881	316,506	2,286,375	693,064
	2,695,583	383,182	2,312,401	753,206
<b>Quality of life:</b>				
Salaries and wages	90,983	103,425	(12,442)	77,083
Employee benefits	27,005	31,555	(4,550)	24,378
Services and supplies	236,525	49,505	187,020	68,998
Capital outlay	2,524,563	742,161	1,782,402	1,075,162
	2,879,076	926,646	1,952,430	1,245,621
<b>Total Expenditures</b>	<b>6,049,987</b>	<b>1,636,546</b>	<b>4,413,441</b>	<b>2,305,447</b>

**CARSON CITY**  
**QUALITY OF LIFE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Excess (Deficiency) of Revenues over Expenditures	\$ (3,830,954)	\$ 707,562	\$ 4,538,516	\$ 141,037
Other Financing Sources (Uses):				
Transfers in (out):				
Carson City Debt Service Fund	(372,270)	(372,270)	-	(373,928)
Net Change in Fund Balances	(4,203,224)	335,292	4,538,516	(232,891)
Fund Balances, July 1	4,828,897	4,828,897	-	5,061,788
Fund Balances, June 30	<u>\$ 625,673</u>	<u>\$ 5,164,189</u>	<u>\$ 4,538,516</u>	<u>\$ 4,828,897</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, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Intergovernmental:				
Federal grants	\$ 98,793	\$ 34,739	\$ (64,054)	\$ 172,334
State grants	4,793	2,397	(2,396)	-
Other local government grants:				
Carson City Welfare	10,000	10,000	-	10,000
	<u>113,586</u>	<u>47,136</u>	<u>(66,450)</u>	<u>182,334</u>
Charges for services:				
Public works:				
Ticket sales	22,300	19,780	(2,520)	24,410
Contract payments	23,000	26,042	3,042	22,578
	<u>45,300</u>	<u>45,822</u>	<u>522</u>	<u>46,988</u>
Miscellaneous:				
Investment income	4,000	1,752	(2,248)	24
Rents and royalties	12,750	6,000	(6,750)	6,000
Gifts and donations	23,650	17,557	(6,093)	25,298
	<u>40,400</u>	<u>25,309</u>	<u>(15,091)</u>	<u>31,322</u>
Total Revenues	<u>199,286</u>	<u>118,267</u>	<u>(81,019)</u>	<u>260,644</u>
Expenditures:				
Public works:				
Transit system:				
Services and supplies	552,232	450,027	102,205	516,727
Capital outlay	-	-	-	8,391
Total Expenditures	<u>552,232</u>	<u>450,027</u>	<u>102,205</u>	<u>525,118</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(352,946)</u>	<u>(331,760)</u>	<u>21,186</u>	<u>(264,474)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	313,000	313,000	-	260,000
Net Change in Fund Balances	<u>(39,946)</u>	<u>(18,760)</u>	<u>21,186</u>	<u>(4,474)</u>
Fund Balances, July 1	<u>43,614</u>	<u>43,614</u>	<u>-</u>	<u>48,088</u>
Fund Balances, June 30	<u>\$ 3,668</u>	<u>\$ 24,854</u>	<u>\$ 21,186</u>	<u>\$ 43,614</u>

**CARSON CITY  
COMMISSARY FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Charges for Services:				
Public safety:				
Commissary sales	\$ 58,500	\$ 50,886	\$ (7,614)	\$ 55,063
Miscellaneous:				
Investment income	5,000	4,844	(156)	5,335
Rents and royalties	42,600	34,333	(8,267)	41,547
Gift/donations	5,000	3,319	(1,681)	3,749
	<u>52,600</u>	<u>42,496</u>	<u>(10,104)</u>	<u>50,631</u>
Total Revenues	<u>111,100</u>	<u>93,382</u>	<u>(17,718)</u>	<u>105,694</u>
Expenditures:				
Public safety:				
Salaries and wages	30,544	28,936	1,608	25,092
Employee benefits	10,517	9,895	622	9,185
Services and supplies	99,473	76,050	23,423	75,876
Total Expenditures	<u>140,534</u>	<u>114,881</u>	<u>25,653</u>	<u>110,153</u>
Excess (Deficiency) of Revenues over Expenditures	(29,434)	(21,499)	7,935	(4,459)
Other Financing Sources (Uses):				
Transfers in (out):				
Capital Acquisition and Development Fund	-	-	-	(13,120)
Net Change in Fund Balances	(29,434)	(21,499)	7,935	(17,579)
Fund Balances, July 1	<u>128,613</u>	<u>113,177</u>	<u>(15,436)</u>	<u>130,756</u>
Fund Balances, June 30	<u>\$ 99,179</u>	<u>\$ 91,678</u>	<u>\$ (7,501)</u>	<u>\$ 113,177</u>

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## DEBT SERVICE FUNDS

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

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

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

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
JUNE 30, 2003**

	<u>CARSON CITY DEBT</u>	<u>REDEVELOPMENT DEBT</u>	<u>TOTAL</u>
<b>ASSETS</b>			
Cash and investments	\$ 2,294,923	\$ 590,455	\$ 2,885,378
Taxes receivable, delinquent	3,309	4,868	8,177
Accounts receivable	430	-	430
Special assessments receivable	<u>352,635</u>	<u>-</u>	<u>352,635</u>
 Total Assets	 <u>\$ 2,651,297</u>	 <u>\$ 595,323</u>	 <u>\$ 3,246,620</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 54,966	\$ -	\$ 54,966
Matured interest payable	10,291	-	10,291
Deferred revenue	<u>354,882</u>	<u>4,612</u>	<u>359,494</u>
 Total Liabilities	 <u>420,139</u>	 <u>4,612</u>	 <u>424,751</u>
<b>FUND BALANCES</b>			
Unreserved:			
Designated for subsequent year's expenditures	2,231,158	436,547	2,667,705
Undesignated	<u>-</u>	<u>154,164</u>	<u>154,164</u>
 Total Fund Balances	 <u>2,231,158</u>	 <u>590,711</u>	 <u>2,821,869</u>
 Total Liabilities and Fund Balances	 <u>\$ 2,651,297</u>	 <u>\$ 595,323</u>	 <u>\$ 3,246,620</u>



**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

	CARSON CITY DEBT	REDEVELOPMENT DEBT	TOTAL
Revenues:			
Taxes	\$ 349,658	\$ 605,520	\$ 955,178
Special assessments	211,484	-	211,484
Miscellaneous	315,107	39,349	354,456
Total Revenues	<u>876,249</u>	<u>644,869</u>	<u>1,521,118</u>
Expenditures:			
Debt service:			
Principal	3,401,418	100,000	3,501,418
Interest	1,601,951	239,240	1,841,191
Fiscal charges	2,000	-	2,000
Bond issuance costs	118,326	-	118,326
Total Expenditures	<u>5,123,695</u>	<u>339,240</u>	<u>5,462,935</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(4,247,446)</u>	<u>305,629</u>	<u>(3,941,817)</u>
Other Financing Sources (Uses):			
Transfers in	3,774,902	-	3,774,902
Transfers out	-	(512,406)	(512,406)
Refunding bonds issued	4,895,000	-	4,895,000
Payment to refunded bond escrow agent	(4,888,283)	-	(4,888,283)
Total Other Financing Sources (Uses)	<u>3,781,619</u>	<u>(512,406)</u>	<u>3,269,213</u>
Net Change in Fund Balances	<u>(465,827)</u>	<u>(206,777)</u>	<u>(672,604)</u>
Fund Balances, July 1	<u>2,696,985</u>	<u>797,488</u>	<u>3,494,473</u>
Fund Balances, June 30	<u>\$ 2,231,158</u>	<u>\$ 590,711</u>	<u>\$ 2,821,869</u>

**CARSON CITY**  
**CARSON CITY DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Ad valorem	\$ 349,525	\$ 349,658	\$ 133	\$ 346,505
Special assessments:				
Principal	215,000	184,680	(30,320)	197,224
Interest	33,540	26,804	(6,736)	37,570
	248,540	211,484	(37,056)	234,794
Miscellaneous:				
Miscellaneous	-	37	37	165
Rents and royalties	240,000	240,000	-	240,000
Investment income	158,223	75,070	(83,153)	56,671
	398,223	315,107	(83,116)	296,836
Total Revenues	996,288	876,249	(120,039)	878,135
Expenditures:				
Debt service:				
General obligation bonds:				
Principal	2,751,093	2,751,093	-	2,070,000
Interest	1,548,067	1,556,692	(8,625)	1,636,723
	4,299,160	4,307,785	(8,625)	3,706,723
Notes payable:				
Principal	650,325	650,325	-	170,450
Interest	41,802	45,259	(3,457)	38,786
	692,127	695,584	(3,457)	209,236
Services and supplies	-	-	-	1,617
Fiscal charges	4,500	2,000	2,500	1,851
Refunding bond issuance costs	-	118,326	(118,326)	-
	4,500	120,326	(115,826)	3,468
Total Expenditures	4,995,787	5,123,695	(127,908)	3,919,427
Excess (Deficiency) of Revenues over Expenditures	(3,999,499)	(4,247,446)	(247,947)	(3,041,292)

**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, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	\$ 1,361,520	\$ 1,361,520	\$ -	\$ 1,371,320
Senior Citizens Center Fund	152,813	152,813	-	152,677
Capital Acquisition and Development Fund	906,466	906,466	-	306,563
Regional Transportation Fund	778,698	778,698	-	279,612
Park Bond Construction Fund	203,135	203,135	-	202,690
Quality of Life Fund	372,270	372,270	-	373,928
Refunding bonds issued	-	4,895,000	4,895,000	-
Payment to refunded bond escrow agent	-	(4,888,283)	(4,888,283)	-
Total Other Financing Sources (Uses)	<u>3,774,902</u>	<u>3,781,619</u>	<u>6,717</u>	<u>2,686,790</u>
Net Change in Fund Balances	(224,597)	(465,827)	(241,230)	(354,502)
Fund Balances, July 1	<u>2,696,985</u>	<u>2,696,985</u>	<u>-</u>	<u>3,051,487</u>
Fund Balances, June 30	<u>\$ 2,472,388</u>	<u>\$ 2,231,158</u>	<u>\$ (241,230)</u>	<u>\$ 2,696,985</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, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Ad valorem	\$ 470,705	\$ 605,520	\$ 134,815	\$ 624,528
Miscellaneous				
Investment income	20,000	39,349	19,349	33,577
Total Revenues	490,705	644,869	154,164	658,105
Expenditures:				
Debt service:				
Principal	100,000	100,000	-	124,300
Interest	239,240	239,240	-	230,139
Total Expenditures	339,240	339,240	-	354,439
Excess (Deficiency) of Revenues over Expenditures	151,465	305,629	154,164	303,666
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Administration Fund	(40,000)	(40,000)	-	(60,000)
Redevelopment Revolving Fund	(472,406)	(472,406)	-	-
Total Other Financing Sources (Uses)	(512,406)	(512,406)	-	(60,000)
Net Change in Fund Balances	(360,941)	(206,777)	154,164	243,666
Fund Balances, July 1	797,488	797,488	-	553,822
Fund Balances, June 30	\$ 436,547	\$ 590,711	\$ 154,164	\$ 797,488

## CAPITAL PROJECTS FUNDS

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

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**Capital Facilities Fund** - This Fund is used to account for acquisition, construction, or renovation of City facilities from SCCRT AB 104 funds.

**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.

**Park Bond Construction Fund** - This Fund is used to account for the 1986 voter-approved Park Bond for construction of park improvements.

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

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2003**

	CAPITAL FACILITIES	RESIDENTIAL CONSTRUCTION	PARK BOND CONSTRUCTION
<b>ASSETS</b>			
Cash and investments:			
Unrestricted	\$ 579,003	\$ 847,710	\$ 371,315
<b>LIABILITIES</b>			
Accounts payable	\$ -	\$ 479,283	\$ -
Accrued salaries and benefits	-	1,736	-
Due to component unit	-	-	-
Total Liabilities	-	481,019	-
<b>FUND BALANCES</b>			
Unreserved:			
Designated for subsequent year's expenditures	-	55,221	121,657
Undesignated	579,003	311,470	249,658
Total Fund Balances	579,003	366,691	371,315
Total Liabilities and Fund Balances	\$ 579,003	\$ 847,710	\$ 371,315

<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
<u>\$ 1,910,493</u>	<u>\$ 3,708,521</u>
\$ 44,489	\$ 523,772
2,522	4,258
<u>2,042</u>	<u>2,042</u>
<u>49,053</u>	<u>530,072</u>
248	177,126
<u>1,861,192</u>	<u>3,001,323</u>
<u>1,861,440</u>	<u>3,178,449</u>
<u>\$ 1,910,493</u>	<u>\$ 3,708,521</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

	<u>CAPITAL FACILITIES</u>	<u>RESIDENTIAL CONSTRUCTION</u>	<u>PARK BOND CONSTRUCTION</u>
Revenues:			
Taxes	\$ -	\$ 153,537	\$ 183,729
Miscellaneous	<u>24,803</u>	<u>33,627</u>	<u>16,481</u>
Total Revenues	<u>24,803</u>	<u>187,164</u>	<u>200,210</u>
Expenditures:			
Current:			
Culture and recreation	-	47,445	-
Community support	-	-	-
Capital outlay:			
Culture and recreation	-	107,480	41,309
Community support	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>154,925</u>	<u>41,309</u>
Excess (Deficiency) of Revenues over Expenditures	<u>24,803</u>	<u>32,239</u>	<u>158,901</u>
Other Financing Sources (Uses):			
Transfers in	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>(203,135)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>(203,135)</u>
Net Change in Fund Balances	24,803	32,239	(44,234)
Fund Balances, July 1	<u>554,200</u>	<u>334,452</u>	<u>415,549</u>
Fund Balances, June 30	<u>\$ 579,003</u>	<u>\$ 366,691</u>	<u>\$ 371,315</u>



<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
\$ -	\$ 337,266
71,137	146,048
71,137	483,314
-	47,445
106,236	106,236
-	148,789
31,915	31,915
138,151	334,385
(67,014)	148,929
472,406	472,406
-	(203,135)
472,406	269,271
405,392	418,200
1,456,048	2,760,249
\$ 1,861,440	\$ 3,178,449

**CARSON CITY  
CAPITAL FACILITIES FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Miscellaneous:				
Investment income	\$ -	\$ 24,803	\$ 24,803	\$ 28,378
Expenditures:				
General government:				
Capital outlay	554,200	-	554,200	-
Public safety:				
Services and supplies	-	-	-	3,500
Total Expenditures	554,200	-	554,200	3,500
Excess (Deficiency) of Revenues over Expenditures	(554,200)	24,803	579,003	24,878
Other Financing Sources (Uses):				
Transfers in (out):				
Capital Acquisition and Development Fund	-	-	-	(428,270)
Capital Projects Fund	-	-	-	(3,641)
Total Other Financing Sources (Uses)	-	-	-	(431,911)
Net Change in Fund Balances	(554,200)	24,803	579,003	(407,033)
Fund Balances, July 1	554,200	554,200	-	961,233
Fund Balances, June 30	\$ -	\$ 579,003	\$ 579,003	\$ 554,200

**CARSON CITY  
RESIDENTIAL CONSTRUCTION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Park residential construction tax	\$ 260,000	\$ 153,537	\$ (106,463)	\$ 213,260
Miscellaneous:				
Investment income	20,000	32,327	12,327	24,967
Other	-	1,300	1,300	-
	20,000	33,627	13,627	24,967
Total Revenues	280,000	187,164	(92,836)	238,227
Expenditures:				
Culture and recreation:				
Parks:				
Salaries and wages	28,130	26,329	1,801	28,750
Employee benefits	9,663	8,523	1,140	8,895
Services and supplies	9,589	12,593	(3,004)	8,055
	47,382	47,445	(63)	45,700
Capital outlay:				
Northridge	50,000	3,462	46,538	77,236
Empire Ranch	10,000	-	10,000	7,239
Clear Creek area	28,665	-	28,665	-
Governors Field	-	-	-	8,340
Park Portable Picnic Tables	11,500	-	11,500	-
Fairgrounds	20,478	-	20,478	-
Mills Park	6,072	5,716	356	26,706
Sound System Theatre	23,100	-	23,100	-
Sunset Park Equipment	1,427	-	1,427	-
Recreational Trails Engineering	2,885	-	2,885	-
Aquatic Fac. Equipment	-	-	-	5,995
Centennial Park Play Equipment	11,038	-	11,038	-
Community Center	16,579	11,314	5,265	862
V & T Railroad Trail	49,850	49,850	-	-
Edmonds Sports Complex	3,908	-	3,908	-
Silver Oak	50,000	165	49,835	-
Mountain Park	-	-	-	4,557
Hidden Meadows	5,000	3,473	1,527	5,000
Long Ranch	25,000	28,950	(3,950)	14,050
Carson River Park Phase 1	3,224	-	3,224	36,379
Centennial Park Archery	-	-	-	32,109
CC Radio Club	9,000	-	9,000	-
Ronald D. Wilson	69,747	4,550	65,197	740
Nv Landmark Soc / Rbts Hse	3,168	-	3,168	-
Governors Field Expansion	7,790	-	7,790	-

**CARSON CITY  
RESIDENTIAL CONSTRUCTION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Sunland Vista	\$ 779	\$ -	\$ 779	\$ -
Other projects	96,639	-	96,639	-
	<u>505,849</u>	<u>107,480</u>	<u>398,369</u>	<u>219,213</u>
Total Expenditures	<u>553,231</u>	<u>154,925</u>	<u>398,306</u>	<u>264,913</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(273,231)</u>	<u>32,239</u>	<u>305,470</u>	<u>(26,686)</u>
Other Financing Sources (Uses):				
Contingency	<u>(6,000)</u>	<u>-</u>	<u>6,000</u>	<u>-</u>
Net Change in Fund Balances	<u>(279,231)</u>	<u>32,239</u>	<u>311,470</u>	<u>(26,686)</u>
Fund Balances, July 1	<u>334,452</u>	<u>334,452</u>	<u>-</u>	<u>361,138</u>
Fund Balances, June 30	<u>\$ 55,221</u>	<u>\$ 366,691</u>	<u>\$ 311,470</u>	<u>\$ 334,452</u>

**CARSON CITY**  
**PARK BOND CONSTRUCTION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Taxes:				
Room tax	\$ 180,000	\$ 183,729	\$ 3,729	\$ 223,723
Miscellaneous:				
Investment income	14,000	16,481	2,481	14,627
Total Revenues	<u>194,000</u>	<u>200,210</u>	<u>6,210</u>	<u>238,350</u>
Expenditures:				
Culture and recreation:				
Parks:				
Employee benefits	110	-	110	-
Services and supplies	<u>1,000</u>	<u>-</u>	<u>1,000</u>	<u>-</u>
	<u>1,110</u>	<u>-</u>	<u>1,110</u>	<u>-</u>
Capital outlay:				
Pony Express Pavillion	25,086	10,868	14,218	-
Mills Park Hwy 50 Parking Lot	133,561	5,660	127,901	16,439
Mills Park	<u>125,000</u>	<u>24,781</u>	<u>100,219</u>	<u>-</u>
	<u>283,647</u>	<u>41,309</u>	<u>242,338</u>	<u>16,439</u>
Total Expenditures	<u>284,757</u>	<u>41,309</u>	<u>243,448</u>	<u>16,439</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(90,757)</u>	<u>158,901</u>	<u>249,658</u>	<u>221,911</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Revolving Fund	-	-	-	75,000
Carson City Debt Service Fund	<u>(203,135)</u>	<u>(203,135)</u>	<u>-</u>	<u>(202,690)</u>
Total Other Financing Sources (Uses)	<u>(203,135)</u>	<u>(203,135)</u>	<u>-</u>	<u>(127,690)</u>
Net Change in Fund Balances	<u>(293,892)</u>	<u>(44,234)</u>	<u>249,658</u>	<u>94,221</u>
Fund Balances, July 1	<u>415,549</u>	<u>415,549</u>	<u>-</u>	<u>321,328</u>
Fund Balances, June 30	<u>\$ 121,657</u>	<u>\$ 371,315</u>	<u>\$ 249,658</u>	<u>\$ 415,549</u>

**CARSON CITY  
REDEVELOPMENT REVOLVING FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Revenues:				
Miscellaneous:				
Investment income	\$ 28,000	\$ 71,137	\$ 43,137	\$ 65,779
Expenditures:				
Community support:				
Redevelopment:				
Salaries and wages	6,942	12,648	(5,706)	8,807
Employee benefits	-	2,172	(2,172)	1,009
Services and supplies	440,868	91,416	349,452	778,480
Capital outlay	1,508,396	31,915	1,476,481	16,472
Total Expenditures	1,956,206	138,151	1,818,055	804,768
Excess (Deficiency) of Revenues over Expenditures	(1,928,206)	(67,014)	1,861,192	(738,989)
Other Financing Sources (Uses):				
Bonds issued	-	-	-	2,000,000
Transfers in (out):				
Redevelopment Debt Service Fund	472,406	472,406	-	-
Park Bond Construction Fund	-	-	-	(75,000)
Total Other Financing Sources (Uses)	472,406	472,406	-	1,925,000
Net Change in Fund Balances	(1,455,800)	405,392	1,861,192	1,186,011
Fund Balances, July 1	1,456,048	1,456,048	-	270,037
Fund Balances, June 30	\$ 248	\$ 1,861,440	\$ 1,861,192	\$ 1,456,048

## ENTERPRISE FUNDS

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

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### Major Funds

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

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

### Nonmajor Funds

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

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

**Carson City Sanitary Landfill Fund** - This Fund is used to account for the revenues and expenses of the Carson City Sanitary Landfill.

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

**CARSON CITY  
SEWER FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 4,890,219	\$ 4,532,663	\$ (357,556)	\$ 4,516,558
Operating Expenses:				
Salaries and wages	1,060,572	978,870	81,702	924,637
Employee benefits	342,243	309,555	32,688	295,810
Services and supplies	2,675,661	2,162,455	513,206	2,012,001
Depreciation	2,500,000	2,307,914	192,086	2,255,852
	<u>6,578,476</u>	<u>5,758,794</u>	<u>819,682</u>	<u>5,488,300</u>
Total Operating Expenses				
Operating Income (Loss)	<u>(1,688,257)</u>	<u>(1,226,131)</u>	<u>462,126</u>	<u>(971,742)</u>
Nonoperating Revenues (Expenses):				
Investment income	341,936	449,329	107,393	411,546
Grant revenue	-	-	-	199,446
Miscellaneous	55,579	45,725	(9,854)	51,004
Interest expense	(743,766)	(728,964)	14,802	(667,308)
Gain (loss) on sales of capital assets	(4,618)	(13,083)	(8,465)	(33,686)
Bond issuance costs	(2,200)	(539)	1,661	(57,900)
	<u>(353,069)</u>	<u>(247,532)</u>	<u>105,537</u>	<u>(96,898)</u>
Total Nonoperating Revenues (Expenses)				
Income (Loss) Before Capital Contributions	<u>\$ (2,041,326)</u>	<u>(1,473,663)</u>	<u>\$ 567,663</u>	<u>(1,068,640)</u>
Capital Contributions:				
Developers		349,860		557,972
Connection fees		822,412		851,472
		<u>1,172,272</u>		<u>1,409,444</u>
Total Capital Contributions				
Change in Net Assets		(301,391)		340,804
Net Assets, July 1		<u>54,721,264</u>		<u>54,380,460</u>
Net Assets, June 30		<u>\$ 54,419,873</u>		<u>\$ 54,721,264</u>



**CARSON CITY  
SEWER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 1 OF 2)**

	BUDGET	ACTUAL	VARIANCE	2002
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 4,890,219	\$ 4,597,861	\$ (292,358)	\$ 4,533,705
Cash payments for personnel costs	(1,385,940)	(1,302,349)	83,591	(1,263,548)
Cash payments for services and supplies	(2,675,661)	(2,332,158)	343,503	(1,890,043)
Miscellaneous cash received	55,579	45,725	(9,854)	51,005
	<u>884,197</u>	<u>1,009,079</u>	<u>124,882</u>	<u>1,431,119</u>
<b>Net Cash Provided by Operating Activities</b>				
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	-	-	-	3,215,000
Proceeds from sales of capital assets	5,382	-	(5,382)	3,515
Assessments for construction	-	2,626	2,626	4,350
Connection fees	946,050	834,190	(111,860)	854,602
Acquisition of capital assets	(6,542,028)	(2,066,720)	4,475,308	(1,427,915)
Principal paid on capital debt	(928,065)	(964,897)	(36,832)	(1,103,351)
Interest paid on capital debt	(743,766)	(752,021)	(8,255)	(641,381)
Bond issuance costs	(2,200)	(539)	1,661	(57,900)
	<u>(7,264,627)</u>	<u>(2,947,361)</u>	<u>4,317,266</u>	<u>846,920</u>
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>				
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received on investments	341,936	449,329	107,393	411,546
	<u>341,936</u>	<u>449,329</u>	<u>107,393</u>	<u>411,546</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
	(6,038,494)	(1,488,953)	4,549,541	2,689,585
Cash and Cash Equivalents, July 1	10,561,000	10,561,000	-	7,871,415
	<u>10,561,000</u>	<u>10,561,000</u>	<u>-</u>	<u>7,871,415</u>
Cash and Cash Equivalents, June 30	<u>\$ 4,522,506</u>	<u>\$ 9,072,047</u>	<u>\$ 4,549,541</u>	<u>\$ 10,561,000</u>

**CARSON CITY  
SEWER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 2 OF 2)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating loss	\$ (1,688,257)	\$ (1,226,131)	\$ 462,126	\$ (971,742)
Adjustments to reconcile operating loss to net cash provided by operating activities:				
Depreciation and amortization expense	2,500,000	2,307,914	(192,086)	2,255,852
Nonoperating revenues	55,579	45,725	(9,854)	51,005
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	68,986	68,986	23,136
Due from other funds	-	905	905	(1,628)
Due from other governments	-	24	24	(24)
Prepaid items	-	520	520	(520)
Increase (decrease) in:				
Accounts payable	-	(61,887)	(61,887)	5,993
Accrued salaries and benefits	-	11,236	11,236	(14,704)
Due to other funds	-	(129,062)	(129,062)	119,305
Due to other governments	-	19,821	19,821	(1,192)
Connection deposits	-	(3,812)	(3,812)	(5,965)
Accrued compensated absences	16,875	(25,160)	(42,035)	(28,397)
Total Adjustments	<u>2,572,454</u>	<u>2,235,210</u>	<u>(337,244)</u>	<u>2,402,861</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 884,197</u>	<u>\$ 1,009,079</u>	<u>\$ 124,882</u>	<u>\$ 1,431,119</u>

NONCASH INVESTING, CAPITAL AND  
FINANCING ACTIVITIES

Contributions of capital assets from developers	\$ 349,860	\$ 557,972
Gain (loss) on sales of capital assets	(9,863)	(37,201)
Purchase of capital assets on account	212,933	101,280
Purchase of capital assets due to other funds	-	193,403
Transfer of capital assets to governmental activities	-	36,361
Transfer of capital assets to the Cemetery Fund	-	840
Retainage payable on construction of capital assets	6,963	37,921
Amortization of deferred gain (loss) - bond refunding	2,508	2,508
Construction grants due from other governments	-	199,446

**CARSON CITY  
WATER FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>Operating Revenues:</b>				
Charges for services:				
User fees and charges	\$ 5,960,593	\$ 5,644,150	\$ (316,443)	\$ 5,650,341
Other charges	178,390	162,725	(15,665)	164,630
Total Operating Revenues	<u>6,138,983</u>	<u>5,806,875</u>	<u>(332,108)</u>	<u>5,814,971</u>
<b>Operating Expenses:</b>				
Utility enterprise:				
Salaries and wages	1,392,797	1,351,108	41,689	1,278,757
Employee benefits	384,247	368,022	16,225	348,807
Services and supplies	3,020,276	2,877,735	142,541	3,024,783
Depreciation and amortization	1,615,025	1,444,564	170,461	1,471,590
Total Operating Expenses	<u>6,412,345</u>	<u>6,041,429</u>	<u>370,916</u>	<u>6,123,937</u>
Operating Income (Loss)	<u>(273,362)</u>	<u>(234,554)</u>	<u>38,808</u>	<u>(308,966)</u>
<b>Nonoperating Revenues (Expenses):</b>				
Investment income	240,224	388,452	148,228	309,643
Grant revenue	1,375,000	15,116	(1,359,884)	73,141
Miscellaneous	352	4,666	4,314	443
Interest expense	(894,107)	(902,841)	(8,734)	(827,575)
Gain (loss) on sales of capital assets	(5,000)	(12,252)	(7,252)	3,089
Bond issuance costs	(4,000)	(1,689)	2,311	(63,473)
Total Nonoperating Revenues (Expenses)	<u>712,469</u>	<u>(508,548)</u>	<u>(1,221,017)</u>	<u>(504,732)</u>
Income (Loss) Before Capital Contributions	<u>\$ 439,107</u>	<u>(743,102)</u>	<u>\$ (1,182,209)</u>	<u>(813,698)</u>
<b>Capital Contributions:</b>				
Developers		545,658		734,647
Connection fees		1,218,669		1,275,094
Total Capital Contributions		<u>1,764,327</u>		<u>2,009,741</u>
Change in Net Assets		1,021,225		1,196,043
Net Assets, July 1		<u>31,612,661</u>		<u>30,416,618</u>
Net Assets, June 30		<u>\$ 32,633,886</u>		<u>\$ 31,612,661</u>

**CARSON CITY  
WATER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 1 OF 2)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 6,138,983	\$ 5,940,127	\$ (198,856)	\$ 5,760,276
Cash payments for personnel costs	(1,757,044)	(1,682,549)	74,495	(1,676,912)
Cash payments for services and supplies	(3,020,276)	(2,520,080)	500,196	(2,909,199)
Miscellaneous cash received	10,352	4,666	(5,686)	443
	<u>1,372,015</u>	<u>1,742,164</u>	<u>370,149</u>	<u>1,174,608</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Subsidy from federal grant	-	15,116	15,116	-
Subsidy from state grant	1,375,000	-	(1,375,000)	3,177
	<u>1,375,000</u>	<u>15,116</u>	<u>(1,359,884)</u>	<u>3,177</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	-	-	-	3,465,000
Proceeds from sales of capital assets	-	5,270	5,270	9,031
Connection fees	1,334,400	1,218,669	(115,731)	1,275,094
Acquisition of capital assets	(7,102,967)	(2,451,352)	4,651,615	(1,109,870)
Principal paid on capital debt	(1,185,000)	(1,185,000)	-	(1,165,000)
Interest paid on capital debt	(894,107)	(884,818)	9,289	(779,015)
Bond issuance costs	(4,000)	(1,689)	2,311	(63,473)
	<u>(7,851,674)</u>	<u>(3,298,920)</u>	<u>4,552,754</u>	<u>1,631,767</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received on investments	240,224	388,812	148,588	310,003
	<u>240,224</u>	<u>388,812</u>	<u>148,588</u>	<u>310,003</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(4,864,435)	(1,152,828)	3,711,607	3,119,555
Cash and Cash Equivalents, July 1	<u>8,249,972</u>	<u>8,249,972</u>	<u>-</u>	<u>5,130,417</u>
Cash and Cash Equivalents, June 30	<u>\$ 3,385,537</u>	<u>\$ 7,097,144</u>	<u>\$ 3,711,607</u>	<u>\$ 8,249,972</u>

**CARSON CITY  
WATER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)  
(PAGE 2 OF 2)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (273,362)	\$ (234,554)	\$ 38,808	\$ (308,966)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization expense	1,615,025	1,444,564	(170,461)	1,471,590
Nonoperating revenues	10,352	4,666	(5,686)	443
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	98,624	98,624	8,933
Due from other funds	-	58,499	58,499	(63,909)
Due from other governments	-	(23,871)	(23,871)	281
Inventories	-	67,863	67,863	92,757
Prepaid items	-	12,787	12,787	(12,787)
Increase (decrease) in:				
Accounts payable	-	230,534	230,534	397
Accrued salaries and benefits	-	21,770	21,770	(10,807)
Due to other funds	-	(63,986)	(63,986)	51,190
Due to other governments	-	113,154	113,154	517
Connection deposits	-	(2,697)	(2,697)	(16,490)
Accrued compensated absences	20,000	14,811	(5,189)	(38,541)
Total Adjustments	<u>1,645,377</u>	<u>1,976,718</u>	<u>331,341</u>	<u>1,483,574</u>
Net Cash Provided by Operating Activities	<u>\$ 1,372,015</u>	<u>\$ 1,742,164</u>	<u>\$ 370,149</u>	<u>\$ 1,174,608</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Contributions of capital assets from developers		\$ 545,658		\$ 734,647
Gain (loss) on sales of capital assets		(7,468)		-
Purchase of capital assets on account		533,893		176,645
Purchase of capital assets due to other funds		-		99,934
Purchase of capital assets due to other governments		10,340		-
Transfer of capital assets to governmental activities		-		3,842
Retainage payable on construction of capital assets		20,959		29,625
Amortization of deferred gain (loss) - bond refunding		(33,997)		(33,997)
Construction grants due from other governments		-		262,037

**CARSON CITY**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**JUNE 30, 2003**

	<u>AMBULANCE</u>	<u>CEMETERY</u>	<u>CARSON CITY SANITARY LANDFILL</u>
<b>ASSETS</b>			
Current assets (unrestricted):			
Cash and investments	\$ 207,661	\$ 204,599	\$ 1,404,989
Receivables:			
Accounts and contracts, net	611,436	1,525	257,630
Due from other governments	-	-	3,549
Inventories	-	8,898	-
Prepaid items	-	-	203
	<u>819,097</u>	<u>215,022</u>	<u>1,666,371</u>
Total Current Assets (Unrestricted)			
Noncurrent assets:			
Capital assets:			
Land	-	277,000	14,095
Buildings	-	183,917	88,911
Improvements other than buildings	-	107,660	-
Machinery and equipment	704,097	99,842	1,131,966
Construction in progress	14,658	-	-
	<u>718,755</u>	<u>668,419</u>	<u>1,234,972</u>
Less: Accumulated depreciation	<u>(221,220)</u>	<u>(80,153)</u>	<u>(283,307)</u>
Net Capital Assets	<u>497,535</u>	<u>588,266</u>	<u>951,665</u>
Total Assets	<u>1,316,632</u>	<u>803,288</u>	<u>2,618,036</u>
<b>LIABILITIES:</b>			
Current liabilities (payable from unrestricted assets):			
Accounts payable	15,861	2,548	180,757
Accrued salaries and benefits	69,243	5,330	25,419
Accrued interest	-	-	2,286
Due to other funds	-	216	-
Due to other governments	-	-	238
Unearned revenue	-	178,029	-
Current portion:			
General obligation bonds and notes payable	-	-	125,000
	<u>85,104</u>	<u>186,123</u>	<u>333,700</u>
Total Current Liabilities Payable from Unrestricted Assets			
Noncurrent liabilities:			
Accrued compensated absences	80,608	16,933	16,309
Closure / post closure care costs	-	-	1,121,696
General obligation bonds and notes payable	-	-	555,000
	<u>80,608</u>	<u>16,933</u>	<u>1,693,005</u>
Total Noncurrent Liabilities			
Total Liabilities	<u>165,712</u>	<u>203,056</u>	<u>2,026,705</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	497,535	588,266	271,665
Unrestricted	653,385	11,966	319,666
Total Net Assets	<u>\$ 1,150,920</u>	<u>\$ 600,232</u>	<u>\$ 591,331</u>

<u>BUILDING PERMITS</u>	<u>TOTAL</u>
\$ 769,653	\$ 2,586,902
-	870,591
-	3,549
-	8,898
154	357
<u>769,807</u>	<u>3,470,297</u>
-	291,095
-	272,828
-	107,660
107,609	2,043,514
55,751	70,409
<u>163,360</u>	<u>2,785,506</u>
<u>(52,227)</u>	<u>(636,907)</u>
<u>111,133</u>	<u>2,148,599</u>
<u>880,940</u>	<u>5,618,896</u>
39,251	238,417
48,753	148,745
-	2,286
-	216
-	238
-	178,029
-	125,000
<u>88,004</u>	<u>692,931</u>
124,275	238,125
-	1,121,696
-	555,000
<u>124,275</u>	<u>1,914,821</u>
<u>212,279</u>	<u>2,607,752</u>
73,933	1,431,399
594,728	1,579,745
<u>\$ 668,661</u>	<u>\$ 3,011,144</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

	<u>AMBULANCE</u>	<u>CEMETERY</u>	<u>CARSON CITY SANITARY LANDFILL</u>
Operating Revenues:			
Charges for services	\$ 2,451,784	\$ 161,150	\$ 1,608,821
Operating Expenses:			
Salaries and wages	963,094	85,288	399,591
Employee benefits	422,657	30,866	95,143
Services and supplies	1,007,115	57,100	752,391
Depreciation	41,767	10,022	94,148
Total Operating Expenses	<u>2,434,633</u>	<u>183,276</u>	<u>1,341,273</u>
Operating Income (Loss)	<u>17,151</u>	<u>(22,126)</u>	<u>267,548</u>
Nonoperating Revenues (Expenses):			
Investment income	13,590	7,599	59,170
Intergovernmental revenue	-	-	9,950
Miscellaneous	10,547	5,160	-
Interest expense	-	-	(31,825)
Gain (loss) on disposal of capital assets	-	(11,573)	-
Bond issuance costs	-	-	-
Total Nonoperating Revenues (Expenses)	<u>24,137</u>	<u>1,186</u>	<u>37,295</u>
Income (Loss) Before Capital Contributions	<u>41,288</u>	<u>(20,940)</u>	<u>304,843</u>
Capital Contributions:			
Capital assets	<u>-</u>	<u>126,817</u>	<u>2,395</u>
Change in Net Assets	41,288	105,877	307,238
Net Assets, July 1	<u>1,109,632</u>	<u>494,355</u>	<u>284,093</u>
Net Assets, June 30	<u>\$ 1,150,920</u>	<u>\$ 600,232</u>	<u>\$ 591,331</u>



<u>BUILDING PERMITS</u>	<u>TOTAL</u>
<u>\$ 1,471,794</u>	<u>\$ 5,693,549</u>
780,919	2,228,892
239,730	788,396
436,286	2,252,892
<u>11,299</u>	<u>157,236</u>
<u>1,468,234</u>	<u>5,427,416</u>
<u>3,560</u>	<u>266,133</u>
37,441	117,800
-	9,950
24	15,731
-	(31,825)
-	(11,573)
<u>-</u>	<u>-</u>
<u>37,465</u>	<u>100,083</u>
<u>41,025</u>	<u>366,216</u>
<u>-</u>	<u>129,212</u>
41,025	495,428
<u>627,636</u>	<u>2,515,716</u>
<u>\$ 668,661</u>	<u>\$ 3,011,144</u>

**CARSON CITY**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 1 OF 2)**

	<u>AMBULANCE</u>	<u>CEMETERY</u>	<u>CARSON CITY SANITARY LANDFILL</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received for services	\$ 2,411,201	\$ 195,974	\$ 1,599,925
Cash payments for personnel costs	(1,399,563)	(115,878)	(496,663)
Cash payments for services and supplies	(1,001,223)	(51,744)	(573,024)
Miscellaneous cash received	10,547	5,160	-
Net Cash Provided by Operating Activities	<u>20,962</u>	<u>33,512</u>	<u>530,238</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Subsidy from state grant	-	-	9,950
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Acquisition of capital assets	(281,066)	-	(77,500)
Principal paid on capital debt	-	-	(120,000)
Interest paid on capital debt	-	-	(32,225)
Net Cash Used by Capital and Related Financing Activities	<u>(281,066)</u>	<u>-</u>	<u>(229,725)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest received on investments	13,590	7,599	59,170
Net Increase (Decrease) in Cash and Cash Equivalents	(246,514)	41,111	369,633
Cash and Cash Equivalents, July 1	454,175	163,488	1,035,356
Cash and Cash Equivalents, June 30	<u>\$ 207,661</u>	<u>\$ 204,599</u>	<u>\$ 1,404,989</u>

<u>BUILDING PERMITS</u>	<u>TOTAL</u>
\$ 1,471,794	\$ 5,678,894
(978,978)	(2,991,082)
(400,686)	(2,026,677)
24	15,731
92,154	676,866
-	9,950
(77,032)	(435,598)
-	(120,000)
-	(32,225)
(77,032)	(587,823)
37,441	117,800
52,563	216,793
717,090	2,370,109
<u>\$ 769,653</u>	<u>\$ 2,586,902</u>

**CARSON CITY  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2003  
(PAGE 2 OF 2)**

	<u>AMBULANCE</u>	<u>CEMETERY</u>	<u>CARSON CITY SANITARY LANDFILL</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>			
Operating income (loss)	\$ 17,151	\$ (22,126)	\$ 267,548
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:			
Depreciation and amortization expense	41,767	10,022	94,148
Provision for uncollectible accounts	230,134	-	-
Nonoperating revenues	10,547	5,160	-
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(270,717)	(1,525)	(6,135)
Due from other governments	-	-	45
Inventories	-	3,920	-
Prepaid items	-	-	32
Increase (decrease) in:			
Accounts payable	5,892	1,430	21,865
Accrued salaries and benefits	(1,480)	578	708
Due to other funds	-	6	(11,743)
Due to other governments	-	-	(1,587)
Unearned revenue	-	36,349	(2,806)
Accrued compensated absences	(12,332)	(302)	(2,637)
Closure / post closure care costs	-	-	170,800
Total Adjustments	<u>3,811</u>	<u>55,638</u>	<u>262,690</u>
Net Cash Provided by Operating Activities	<u>\$ 20,962</u>	<u>\$ 33,512</u>	<u>\$ 530,238</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>			
Contributions of capital assets from Governmental Activities	\$ -	\$ 126,817	\$ -
Contributions of capital assets from Sewer Fund	-	-	2,395

<u>BUILDING PERMITS</u>	<u>TOTAL</u>
<u>\$ 3,560</u>	<u>\$ 266,133</u>
11,299	157,236
-	230,134
24	15,731
-	(278,377)
-	45
-	3,920
234	266
36,454	65,641
15,575	15,381
(1,088)	(12,825)
-	(1,587)
-	33,543
26,096	10,825
-	170,800
<u>88,594</u>	<u>410,733</u>
<u>\$ 92,154</u>	<u>\$ 676,866</u>

\$ -	\$ 126,817
-	2,395

**CARSON CITY  
AMBULANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Operating Revenues:				
Charges for services	\$ 2,465,889	\$ 2,451,784	\$ (14,105)	\$ 2,315,460
Operating Expenses:				
Salaries and wages	998,630	963,094	35,536	1,065,817
Employee benefits	473,501	422,657	50,844	427,235
Services and supplies	989,102	1,007,115	(18,013)	825,612
Depreciation	77,500	41,767	35,733	42,797
Total Operating Expenses	<u>2,538,733</u>	<u>2,434,633</u>	<u>104,100</u>	<u>2,361,461</u>
Operating Income (Loss)	<u>(72,844)</u>	<u>17,151</u>	<u>89,995</u>	<u>(46,001)</u>
Nonoperating Revenues (Expenses):				
Investment income	15,000	13,590	(1,410)	13,041
Miscellaneous	1,000	10,547	9,547	8,589
Gain (loss) on disposal of capital assets	<u>(2,000)</u>	<u>-</u>	<u>2,000</u>	<u>-</u>
Total Nonoperating Revenues (Expenses)	<u>14,000</u>	<u>24,137</u>	<u>10,137</u>	<u>21,630</u>
Income (Loss) Before Transfers	<u>(58,844)</u>	<u>41,288</u>	<u>100,132</u>	<u>(24,371)</u>
Transfers In (Out):				
General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>410,000</u>
Change in Net Assets	<u>\$ (58,844)</u>	<u>41,288</u>	<u>\$ 100,132</u>	<u>385,629</u>
Net Assets, July 1		<u>1,109,632</u>		<u>724,003</u>
Net Assets, June 30		<u>\$ 1,150,920</u>		<u>\$ 1,109,632</u>

**CARSON CITY  
AMBULANCE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 2,465,889	\$ 2,411,201	\$ (54,688)	\$ 2,212,531
Cash payments for personnel costs	(1,472,131)	(1,399,563)	72,568	(1,477,170)
Cash payments for services and supplies	(989,102)	(1,001,223)	(12,121)	(823,402)
Miscellaneous cash received	1,000	10,547	9,547	8,589
Net Cash Provided (Used) by Operating Activities	<u>5,656</u>	<u>20,962</u>	<u>15,306</u>	<u>(79,452)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers from other funds	-	-	-	410,000
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	(295,000)	(281,066)	13,934	(113)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received on investments	15,000	13,590	(1,410)	13,041
Net Increase (Decrease) in Cash and Cash Equivalents	(274,344)	(246,514)	27,830	343,476
Cash and Cash Equivalents, July 1	454,175	454,175	-	110,699
Cash and Cash Equivalents, June 30	<u>\$ 179,831</u>	<u>\$ 207,661</u>	<u>\$ 27,830</u>	<u>\$ 454,175</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (72,844)	\$ 17,151	\$ 89,995	\$ (46,001)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	77,500	41,767	(35,733)	42,797
Provision for uncollectible accounts	-	230,134	230,134	46,904
Nonoperating revenues	1,000	10,547	9,547	8,589
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(270,717)	(270,717)	(149,833)
Increase (decrease) in:				
Accounts payable	-	5,892	5,892	2,210
Accrued salaries and benefits	-	(1,480)	(1,480)	8,410
Accrued compensated absences	-	(12,332)	(12,332)	7,472
Total Adjustments	<u>78,500</u>	<u>3,811</u>	<u>(74,689)</u>	<u>(33,451)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 5,656</u>	<u>\$ 20,962</u>	<u>\$ 15,306</u>	<u>\$ (79,452)</u>

**CARSON CITY  
CEMETERY FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Operating Revenues:				
Charges for services	\$ 163,500	\$ 161,150	\$ (2,350)	\$ 150,685
Operating Expenses:				
Salaries and wages	85,992	85,288	704	86,351
Employee benefits	31,276	30,866	410	29,707
Services and supplies	56,860	57,100	(240)	32,363
Depreciation	12,000	10,022	1,978	10,110
Total Operating Expenses	<u>186,128</u>	<u>183,276</u>	<u>2,852</u>	<u>158,531</u>
Operating Loss	<u>(22,628)</u>	<u>(22,126)</u>	<u>502</u>	<u>(7,846)</u>
Nonoperating Revenues (Expenses):				
Investment income	6,000	7,599	1,599	6,799
Miscellaneous	4,000	5,160	1,160	320
Gain (loss) on disposal of capital assets	-	(11,573)	(11,573)	98
Total Nonoperating Revenues (Expenses)	<u>10,000</u>	<u>1,186</u>	<u>(8,814)</u>	<u>7,217</u>
Income (Loss) Before Capital Contributions	<u>\$ (12,628)</u>	<u>(20,940)</u>	<u>\$ (8,312)</u>	<u>(629)</u>
Capital Contributions:				
Capital assets		<u>126,817</u>		<u>18,039</u>
Change in Net Assets		105,877		17,410
Net Assets, July 1		<u>494,355</u>		<u>476,945</u>
Net Assets, June 30		<u>\$ 600,232</u>		<u>\$ 494,355</u>



**CARSON CITY  
CEMETERY FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	BUDGET	ACTUAL	VARIANCE	2002
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 163,500	\$ 195,974	\$ 32,474	\$ 161,630
Cash payments for personnel costs	(117,268)	(115,878)	1,390	(114,008)
Cash payments for services and supplies	(56,860)	(51,744)	5,116	(43,281)
Miscellaneous cash received	4,000	5,160	1,160	320
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>(6,628)</u>	<u>33,512</u>	<u>40,140</u>	<u>4,661</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from sales of capital assets	-	-	-	1,045
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received on investments	6,000	7,599	1,599	6,799
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	(628)	41,111	41,739	12,505
Cash and Cash Equivalents, July 1	163,488	163,488	-	150,983
Cash and Cash Equivalents, June 30	<u>\$ 162,860</u>	<u>\$ 204,599</u>	<u>\$ 41,739</u>	<u>\$ 163,488</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating loss	<u>\$ (22,628)</u>	<u>\$ (22,126)</u>	<u>\$ 502</u>	<u>\$ (7,846)</u>
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:				
Depreciation and amortization expense	12,000	10,022	(1,978)	10,110
Nonoperating revenues	4,000	5,160	1,160	320
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(1,525)	(1,525)	-
Inventories	-	3,920	3,920	1,310
Increase (decrease) in:				
Accounts payable	-	1,430	1,430	(12,438)
Accrued salaries and benefits	-	578	578	66
Due to other funds	-	6	6	210
Unearned revenue	-	36,349	36,349	10,945
Accrued compensated absences	-	(302)	(302)	1,984
<b>Total Adjustments</b>	<u>16,000</u>	<u>55,638</u>	<u>39,638</u>	<u>12,507</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ (6,628)</u>	<u>\$ 33,512</u>	<u>\$ 40,140</u>	<u>\$ 4,661</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>				
Contributions of capital assets from Governmental Activities		\$ 126,817		\$ 17,198
Contribution of capital assets from Sewer Fund		-		840

**CARSON CITY**  
**CARSON CITY SANITARY LANDFILL FUND**  
**SCHEDULE OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
<b>Operating Revenues:</b>				
Charges for services				
User fees and charges	\$ 1,712,433	\$ 1,600,182	\$ (112,251)	\$ 1,645,381
Other charges	4,000	8,639	4,639	51,256
Total Operating Revenues	<u>1,716,433</u>	<u>1,608,821</u>	<u>(107,612)</u>	<u>1,696,637</u>
<b>Operating Expenses:</b>				
Salaries and wages	367,917	399,591	(31,674)	505,714
Employee benefits	98,600	95,143	3,457	104,881
Services and supplies	1,012,465	752,391	260,074	220,351
Depreciation	100,000	94,148	5,852	18,683
Total Operating Expenses	<u>1,578,982</u>	<u>1,341,273</u>	<u>237,709</u>	<u>849,629</u>
Operating Income	<u>137,451</u>	<u>267,548</u>	<u>130,097</u>	<u>847,008</u>
<b>Nonoperating Revenues (Expenses):</b>				
Investment income	50,000	59,170	9,170	43,265
Grant revenue	-	9,950	9,950	7,978
Interest expense	(31,825)	(31,825)	-	(33,707)
Bond issuance costs	-	-	-	(23,065)
Total Nonoperating Revenues (Expenses)	<u>18,175</u>	<u>37,295</u>	<u>19,120</u>	<u>(5,529)</u>
Income Before Capital Contributions	<u>\$ 155,626</u>	<u>304,843</u>	<u>\$ 149,217</u>	<u>841,479</u>
<b>Capital Contributions:</b>				
Capital assets		2,395		-
Special Revenue Fund		-		(557,386)
Total Capital Contributions		<u>2,395</u>		<u>(557,386)</u>
Change in Net Assets		307,238		284,093
Net Assets, July 1		<u>284,093</u>		<u>-</u>
Net Assets, June 30		<u>\$ 591,331</u>		<u>\$ 284,093</u>

**CARSON CITY**  
**CARSON CITY SANITARY LANDFILL FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 1 OF 2)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,716,433	\$ 1,599,925	\$ (116,508)	\$ 1,444,354
Cash payments for personnel costs	(466,517)	(496,663)	(30,146)	(566,938)
Cash payments for services and supplies	(1,012,465)	(573,024)	439,441	(354,074)
	<u>237,451</u>	<u>530,238</u>	<u>292,787</u>	<u>523,342</u>
<b>Net Cash Provided by Operating Activities</b>				
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Subsidy from state grant	-	9,950	9,950	7,978
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Capital debt issued	-	-	-	925,000
Capital contributions	-	-	-	623,459
Acquisition of capital assets	(154,435)	(77,500)	76,935	(908,602)
Principal paid on capital debt	(120,000)	(120,000)	-	(125,000)
Interest paid on capital debt	(31,825)	(32,225)	(400)	(31,021)
Bond issuance costs	-	-	-	(23,065)
	<u>(306,260)</u>	<u>(229,725)</u>	<u>76,535</u>	<u>460,771</u>
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>				
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received on investments	50,000	59,170	9,170	43,265
	<u>(18,809)</u>	<u>369,633</u>	<u>388,442</u>	<u>1,035,356</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash and Cash Equivalents, July 1	579,522	1,035,356	455,834	-
Cash and Cash Equivalents, June 30	<u>\$ 560,713</u>	<u>\$ 1,404,989</u>	<u>\$ 844,276</u>	<u>\$ 1,035,356</u>

**CARSON CITY**  
**CARSON CITY SANITARY LANDFILL FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**  
**(PAGE 2 OF 2)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
<b>RECONCILIATION OF OPERATING INCOME TO</b>				
<b>NET CASH PROVIDED BY OPERATING</b>				
<b>ACTIVITIES:</b>				
Operating income	\$ 137,451	\$ 267,548	\$ 130,097	\$ 847,008
Adjustments to reconcile operating income				
to net cash provided by				
operating activities:				
Depreciation and amortization expense	100,000	94,148	(5,852)	18,683
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(6,135)	(6,135)	(251,495)
Due from other governments	-	45	45	(3,594)
Prepaid items	-	32	32	(235)
Increase (decrease) in:				
Accounts payable	-	21,865	21,865	158,892
Accrued salaries and benefits	-	708	708	24,711
Due to other funds	-	(11,743)	(11,743)	11,743
Due to other governments	-	(1,587)	(1,587)	1,825
Unearned revenue	-	(2,806)	(2,806)	2,806
Accrued compensated absences	-	(2,637)	(2,637)	18,946
Closure / post closure care costs	-	170,800	170,800	(305,948)
Total Adjustments	<u>100,000</u>	<u>262,690</u>	<u>162,690</u>	<u>(323,666)</u>
Net Cash Provided by Operating Activities	<u>\$ 237,451</u>	<u>\$ 530,238</u>	<u>\$ 292,787</u>	<u>\$ 523,342</u>
<b>NONCASH INVESTING, CAPITAL AND</b>				
<b>FINANCING ACTIVITIES:</b>				
Contributions of capital assets from Governmental Activities		\$ -		\$ 75,999
Contributions of capital assets from Sewer Fund		2,395		-

**CARSON CITY  
BUILDING PERMITS FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
<b>Operating Revenues:</b>				
Charges for services				
User fees and charges	\$ 1,575,700	\$ 1,388,675	\$ (187,025)	\$ 1,254,995
Other charges	83,619	83,119	(500)	24,381
Total Operating Revenues	<u>1,659,319</u>	<u>1,471,794</u>	<u>(187,525)</u>	<u>1,279,376</u>
<b>Operating Expenses:</b>				
Salaries and wages	784,948	780,919	4,029	615,723
Employee benefits	257,915	239,730	18,185	187,782
Services and supplies	594,419	436,286	158,133	238,205
Depreciation	20,000	11,299	8,701	9,863
Total Operating Expenses	<u>1,657,282</u>	<u>1,468,234</u>	<u>189,048</u>	<u>1,051,573</u>
Operating Income	<u>2,037</u>	<u>3,560</u>	<u>1,523</u>	<u>227,803</u>
<b>Nonoperating Revenues (Expenses):</b>				
Investment income	20,000	37,441	17,441	29,939
Miscellaneous	-	24	24	-
Total Nonoperating Revenues (Expenses)	<u>20,000</u>	<u>37,465</u>	<u>17,465</u>	<u>29,939</u>
Change in Net Assets	<u>\$ 22,037</u>	<u>41,025</u>	<u>\$ 18,988</u>	<u>257,742</u>
Net Assets, July 1		<u>627,636</u>		<u>369,894</u>
Net Assets, June 30		<u>\$ 668,661</u>		<u>\$ 627,636</u>

**CARSON CITY**  
**BUILDING PERMITS FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,659,319	\$ 1,471,794	\$ (187,525)	\$ 1,279,376
Cash payments for personnel costs	(1,042,863)	(978,978)	63,885	(789,892)
Cash payments for services and supplies	(594,419)	(400,686)	193,733	(241,693)
Miscellaneous cash received	-	24	24	-
	<u>22,037</u>	<u>92,154</u>	<u>70,117</u>	<u>247,791</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	<u>(132,549)</u>	<u>(77,032)</u>	<u>55,517</u>	<u>(7,631)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received on investments	<u>20,000</u>	<u>37,441</u>	<u>17,441</u>	<u>29,939</u>
	<u>(90,512)</u>	<u>52,563</u>	<u>143,075</u>	<u>270,099</u>
Cash and Cash Equivalents, July 1	<u>717,090</u>	<u>717,090</u>	<u>-</u>	<u>446,991</u>
Cash and Cash Equivalents, June 30	<u>\$ 626,578</u>	<u>\$ 769,653</u>	<u>\$ 143,075</u>	<u>\$ 717,090</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>				
Operating income	<u>\$ 2,037</u>	<u>\$ 3,560</u>	<u>\$ 1,523</u>	<u>\$ 227,803</u>
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization expense	20,000	11,299	(8,701)	9,863
Nonoperating revenues	-	24	24	-
Changes in assets and liabilities:				
(Increase) decrease in:				
Prepaid items	-	234	234	(388)
Increase (decrease) in:				
Accounts payable	-	36,454	36,454	1,170
Accrued salaries and benefits	-	15,575	15,575	2,262
Due to other funds	-	(1,088)	(1,088)	(4,270)
Accrued compensated absences	-	26,096	26,096	11,351
Total Adjustments	<u>20,000</u>	<u>88,594</u>	<u>68,594</u>	<u>19,988</u>
Net Cash Provided by Operating Activities	<u>\$ 22,037</u>	<u>\$ 92,154</u>	<u>\$ 70,117</u>	<u>\$ 247,791</u>

## INTERNAL SERVICE FUNDS

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

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

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

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

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

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET ASSETS  
JUNE 30, 2003**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 1,115,569	\$ 2,689,743	\$ 667,985
Receivables:			
Accounts and contracts	-	1,917	-
Due from other governments	-	601	-
Inventories	-	-	-
	1,115,569	2,692,261	667,985
Total Current Assets			
Noncurrent assets:			
Capital assets:			
Machinery and equipment	-	-	25,609
Less: Accumulated depreciation	-	-	(12,900)
	-	-	12,709
Net Capital Assets			
	1,115,569	2,692,261	680,694
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	3,191	3,509	390
Accrued salaries and benefits	6,020	5,032	-
Due to other governments	-	-	-
Other liabilities	-	914,703	69,411
	9,211	923,244	69,801
Total Current Liabilities			
Noncurrent liabilities:			
Accrued compensated absences	14,159	15,531	-
Other liabilities	-	-	91,909
	14,159	15,531	91,909
Total Noncurrent Liabilities			
	23,370	938,775	161,710
Total Liabilities			
<b>NET ASSETS (DEFICIT)</b>			
Invested in capital assets	-	-	12,709
Unrestricted	1,092,199	1,753,486	506,275
	1,092,199	1,753,486	518,984
Total Net Assets (Deficit)	\$ 1,092,199	\$ 1,753,486	\$ 518,984



<u>FLEET MANAGEMENT</u>	<u>TOTAL</u>
\$ 21,845	\$ 4,495,142
-	1,917
-	601
<u>71,547</u>	<u>71,547</u>
<u>93,392</u>	<u>4,569,207</u>
-	25,609
<u>-</u>	<u>(12,900)</u>
<u>-</u>	<u>12,709</u>
<u>93,392</u>	<u>4,581,916</u>
28,854	35,944
20,078	31,130
16,668	16,668
<u>-</u>	<u>984,114</u>
<u>65,600</u>	<u>1,067,856</u>
69,289	98,979
<u>-</u>	<u>91,909</u>
<u>69,289</u>	<u>190,888</u>
<u>134,889</u>	<u>1,258,744</u>
-	12,709
<u>(41,497)</u>	<u>3,310,463</u>
<u>\$ (41,497)</u>	<u>\$ 3,323,172</u>

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET ASSETS (DEFICIT)  
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>GROUP MEDICAL INSURANCE</u>	<u>WORKERS' COMPENSATION</u>	<u>INSURANCE</u>
Operating Revenues:			
Charges for services	\$ 4,631,608	\$ 1,115,461	\$ 623,489
Operating Expenses:			
Salaries and wages	57,073	87,865	-
Employee benefits	17,005	28,041	-
Services and supplies	4,520,340	1,113,594	742,173
Depreciation	-	-	2,561
Total Operating Expenses	<u>4,594,418</u>	<u>1,229,500</u>	<u>744,734</u>
Operating Income (Loss)	<u>37,190</u>	<u>(114,039)</u>	<u>(121,245)</u>
Nonoperating Revenues (Expenses):			
Investment income	44,109	102,718	14,329
Miscellaneous	3,840	34,250	8,977
Total Nonoperating Revenues (Expenses)	<u>47,949</u>	<u>136,968</u>	<u>23,306</u>
Income (Loss) Before Capital Contributions and Transfers	85,139	22,929	(97,939)
Capital Contributions	-	-	-
Transfers in	-	-	-
Change in Net Assets	85,139	22,929	(97,939)
Net Assets, July 1	<u>1,007,060</u>	<u>1,730,557</u>	<u>616,923</u>
Net Assets (Deficit), June 30	<u>\$ 1,092,199</u>	<u>\$ 1,753,486</u>	<u>\$ 518,984</u>

<u>FLEET MANAGEMENT</u>	<u>TOTAL</u>
<u>\$ 898,129</u>	<u>\$ 7,268,687</u>
331,292	476,230
102,983	148,029
511,864	6,887,971
-	2,561
<u>946,139</u>	<u>7,514,791</u>
<u>(48,010)</u>	<u>(246,104)</u>
11,879	173,035
2,102	49,169
<u>13,981</u>	<u>222,204</u>
(34,029)	(23,900)
(69,947)	(69,947)
62,479	62,479
<u>(41,497)</u>	<u>(31,368)</u>
-	3,354,540
<u>\$ (41,497)</u>	<u>\$ 3,323,172</u>

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2003**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received for services	\$ 4,724,789	\$ 1,113,250	\$ 625,539
Cash payments for personnel costs	(70,335)	(114,823)	-
Cash payments for services and supplies	(4,517,149)	(605,219)	(776,969)
Miscellaneous cash received	3,840	34,250	8,977
Net Cash Provided (Used) by Operating Activities	141,145	427,458	(142,453)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on investments	44,109	102,718	14,329
Net Increase (Decrease) in Cash and Cash Equivalents	185,254	530,176	(128,124)
Cash and Cash Equivalents, July 1	930,315	2,159,567	796,109
Cash and Cash Equivalents, June 30	\$ 1,115,569	\$ 2,689,743	\$ 667,985
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>			
Operating income (loss)	\$ 37,190	\$ (114,039)	\$ (121,245)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization expense	-	-	2,561
Nonoperating revenues	3,840	34,250	8,977
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	4,971	(1,861)	2,050
Due from other funds	88,210	251	-
Due from other governments	-	(601)	-
Inventories	-	-	-
Increase (decrease) in:			
Accounts payable	3,191	(6,511)	(10,346)
Accrued salaries and benefits	3,142	478	-
Due to other governments	-	-	-
Other liabilities	-	514,886	(24,450)
Accrued compensated absences	601	605	-
Total Adjustments	103,955	541,497	(21,208)
Net Cash Provided (Used) by Operating Activities	\$ 141,145	\$ 427,458	\$ (142,453)

<u>FLEET MANAGEMENT</u>	<u>TOTAL</u>
\$ 898,129	\$ 7,361,707
(414,855)	(600,013)
(475,410)	(6,374,747)
2,102	49,169
9,966	436,116
11,879	173,035
21,845	609,151
-	3,885,991
\$ 21,845	\$ 4,495,142
\$ (48,010)	\$ (246,104)
-	2,561
2,102	49,169
-	5,160
-	88,461
-	(601)
(9,068)	(9,068)
28,854	15,188
20,078	23,698
16,668	16,668
-	490,436
(658)	548
57,976	682,220
\$ 9,966	\$ 436,116

**CARSON CITY  
GROUP MEDICAL INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Operating Revenues:				
Employee contributions	\$ 936,172	\$ 1,188,647	\$ 252,475	\$ 1,062,247
Employer contributions	3,671,455	3,442,961	(228,494)	3,259,055
Total Operating Revenues	<u>4,607,627</u>	<u>4,631,608</u>	<u>23,981</u>	<u>4,321,302</u>
Operating Expenses:				
Salaries and wages	54,169	57,073	(2,904)	84,057
Employee benefits	17,122	17,005	117	18,155
Services and supplies	4,524,427	4,520,340	4,087	4,032,246
Total Operating Expenses	<u>4,595,718</u>	<u>4,594,418</u>	<u>1,300</u>	<u>4,134,458</u>
Operating Income (Loss)	<u>11,909</u>	<u>37,190</u>	<u>25,281</u>	<u>186,844</u>
Nonoperating Revenues (Expenses):				
Investment income	40,000	44,109	4,109	36,721
Miscellaneous	-	3,840	3,840	4,628
Total Nonoperating Revenues (Expenses)	<u>40,000</u>	<u>47,949</u>	<u>7,949</u>	<u>41,349</u>
Change in Net Assets	<u>\$ 51,909</u>	<u>85,139</u>	<u>\$ 33,230</u>	<u>228,193</u>
Net Assets, July 1		<u>1,007,060</u>		<u>778,867</u>
Net Assets, June 30		<u>\$ 1,092,199</u>		<u>\$ 1,007,060</u>

**CARSON CITY**  
**GROUP MEDICAL INSURANCE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 4,607,627	\$ 4,724,789	\$ 117,162	\$ 4,373,692
Cash payments for personnel costs	(71,291)	(70,335)	956	(86,039)
Cash payments for services and supplies	(4,524,427)	(4,517,149)	7,278	(4,032,246)
Miscellaneous cash received	-	3,840	3,840	4,628
	<u>11,909</u>	<u>141,145</u>	<u>129,236</u>	<u>260,035</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on investments	<u>40,000</u>	<u>44,109</u>	<u>4,109</u>	<u>36,721</u>
	<u>51,909</u>	<u>185,254</u>	<u>133,345</u>	<u>296,756</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
	<u>760,153</u>	<u>930,315</u>	<u>170,162</u>	<u>633,559</u>
Cash and Cash Equivalents, July 1	<u>760,153</u>	<u>930,315</u>	<u>170,162</u>	<u>633,559</u>
Cash and Cash Equivalents, June 30	<u>\$ 812,062</u>	<u>\$ 1,115,569</u>	<u>\$ 303,507</u>	<u>\$ 930,315</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>				
Operating income	<u>\$ 11,909</u>	<u>\$ 37,190</u>	<u>\$ 25,281</u>	<u>\$ 186,844</u>
<b>Adjustments to reconcile operating income to net cash provided by operating activities:</b>				
Nonoperating revenues	-	3,840	3,840	4,628
<b>Changes in assets and liabilities:</b>				
<b>(Increase) decrease in:</b>				
Accounts receivable	-	4,971	4,971	(4,482)
Due from other funds	-	88,210	88,210	(1,960)
Due from other governments	-	-	-	58,832
<b>Increase (decrease) in:</b>				
Accounts payable	-	3,191	3,191	-
Accrued salaries and benefits	-	3,142	3,142	2,615
Accrued compensated absences	-	601	601	13,558
	<u>-</u>	<u>103,955</u>	<u>103,955</u>	<u>73,191</u>
Total Adjustments	<u>-</u>	<u>103,955</u>	<u>103,955</u>	<u>73,191</u>
Net Cash Provided by Operating Activities	<u>\$ 11,909</u>	<u>\$ 141,145</u>	<u>\$ 129,236</u>	<u>\$ 260,035</u>

**CARSON CITY  
WORKERS' COMPENSATION FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Operating Revenues:				
Charges for services:				
Employer contributions	\$ 1,029,089	\$ 1,115,461	\$ 86,372	\$ 799,222
Operating Expenses:				
Salaries and wages	74,005	87,865	(13,860)	79,132
Employee benefits	26,849	28,041	(1,192)	25,753
Services and supplies	665,129	1,113,594	(448,465)	615,128
Total Operating Expenses	765,983	1,229,500	(463,517)	720,013
Operating Income (Loss)	263,106	(114,039)	(377,145)	79,209
Nonoperating Revenues (Expenses):				
Investment income	90,000	102,718	12,718	82,485
Miscellaneous	-	34,250	34,250	51,267
Total Nonoperating Revenues (Expenses)	90,000	136,968	46,968	133,752
Change in Net Assets	\$ 353,106	22,929	\$ (330,177)	212,961
Net Assets, July 1		1,730,557		1,517,596
Net Assets, June 30		\$ 1,753,486		\$ 1,730,557



**CARSON CITY  
WORKERS' COMPENSATION FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,029,089	\$ 1,113,250	\$ 84,161	\$ 853,859
Cash payments for personnel costs	(99,854)	(114,823)	(14,969)	(101,342)
Cash payments for services and supplies	(665,129)	(605,219)	59,910	(412,836)
Miscellaneous cash received	-	34,250	34,250	-
	<u>264,106</u>	<u>427,458</u>	<u>163,352</u>	<u>339,681</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on investments	<u>90,000</u>	<u>102,718</u>	<u>12,718</u>	<u>82,485</u>
	<u>354,106</u>	<u>530,176</u>	<u>176,070</u>	<u>422,166</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
	<u>2,159,567</u>	<u>2,159,567</u>	<u>-</u>	<u>1,737,401</u>
Cash and Cash Equivalents, July 1	<u>2,159,567</u>	<u>2,159,567</u>	<u>-</u>	<u>1,737,401</u>
Cash and Cash Equivalents, June 30	<u>\$ 2,513,673</u>	<u>\$ 2,689,743</u>	<u>\$ 176,070</u>	<u>\$ 2,159,567</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	<u>\$ 263,106</u>	<u>\$ (114,039)</u>	<u>\$ (377,145)</u>	<u>\$ 79,209</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Nonoperating revenues	-	34,250	34,250	51,267
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(1,861)	(1,861)	889
Due from other funds	-	251	251	(236)
Due from other governments	-	(601)	(601)	2,717
Increase (decrease) in:				
Accounts payable	-	(6,511)	(6,511)	2,184
Accrued salaries and benefits	-	478	478	672
Other liabilities	-	514,886	514,886	200,108
Accrued compensated absences	1,000	605	(395)	2,871
	<u>1,000</u>	<u>541,497</u>	<u>540,497</u>	<u>260,472</u>
Total Adjustments	<u>1,000</u>	<u>541,497</u>	<u>540,497</u>	<u>260,472</u>
Net Cash Provided by Operating Activities	<u>\$ 264,106</u>	<u>\$ 427,458</u>	<u>\$ 163,352</u>	<u>\$ 339,681</u>

**CARSON CITY  
INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	FINAL BUDGET	ACTUAL	VARIANCE	2002
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 623,489	\$ 623,489	\$ -	\$ 649,250
Operating Expenses:				
Services and supplies	937,900	742,173	195,727	614,842
Depreciation	5,000	2,561	2,439	2,561
Total Operating Expenses	942,900	744,734	198,166	617,403
Operating Income (Loss)	(319,411)	(121,245)	198,166	31,847
Nonoperating Revenues (Expenses):				
Investment income	20,000	14,329	(5,671)	22,994
Miscellaneous	7,500	8,977	1,477	12,505
Total Nonoperating Revenues (Expenses)	27,500	23,306	(4,194)	35,499
Change in Net Assets	<u>\$ (291,911)</u>	<u>(97,939)</u>	<u>\$ 193,972</u>	67,346
Net Assets, July 1		<u>616,923</u>		<u>549,577</u>
Net Assets, June 30		<u>\$ 518,984</u>		<u>\$ 616,923</u>

**CARSON CITY  
INSURANCE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2002)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2002</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 623,489	\$ 625,539	\$ 2,050	\$ 647,240
Cash payments for services and supplies	(937,900)	(776,969)	160,931	(674,479)
Miscellaneous cash received	7,500	8,977	1,477	12,505
	<u>(306,911)</u>	<u>(142,453)</u>	<u>164,458</u>	<u>(14,734)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest on investments	20,000	14,329	(5,671)	22,994
	<u>(286,911)</u>	<u>(128,124)</u>	<u>158,787</u>	<u>8,260</u>
Cash and Cash Equivalents, July 1	796,109	796,109	-	787,849
Cash and Cash Equivalents, June 30	<u>\$ 509,198</u>	<u>\$ 667,985</u>	<u>\$ 158,787</u>	<u>\$ 796,109</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (319,411)	\$ (121,245)	\$ 198,166	\$ 31,847
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	5,000	2,561	(2,439)	2,561
Nonoperating revenues	7,500	8,977	1,477	12,505
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	2,050	2,050	(2,010)
Increase (decrease) in:				
Accounts payable	-	(10,346)	(10,346)	(57,985)
Other liabilities	-	(24,450)	(24,450)	(1,652)
Total Adjustments	<u>12,500</u>	<u>(21,208)</u>	<u>(33,708)</u>	<u>(46,581)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (306,911)</u>	<u>\$ (142,453)</u>	<u>\$ 164,458</u>	<u>\$ (14,734)</u>

**CARSON CITY  
FLEET MANAGEMENT FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS (DEFICIT) - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
Operating Revenues:			
Charges for services:			
Administrative Fees	\$ 892,337	\$ 898,129	\$ 5,792
Operating Expenses:			
Salaries and wages	375,873	331,292	44,581
Employee benefits	116,053	102,983	13,070
Services and supplies	462,407	511,864	(49,457)
Total Operating Expenses	<u>954,333</u>	<u>946,139</u>	<u>8,194</u>
Operating Income (Loss)	<u>(61,996)</u>	<u>(48,010)</u>	<u>13,986</u>
Nonoperating Revenues (Expenses):			
Investment income	12,000	11,879	(121)
Miscellaneous	-	2,102	2,102
Total Nonoperating Revenues (Expenses)	<u>12,000</u>	<u>13,981</u>	<u>1,981</u>
Income (Loss) Before Capital Contributions and Transfers	<u>\$ (49,996)</u>	<u>(34,029)</u>	<u>\$ 15,967</u>
Capital Contributions		(69,947)	
Transfers in		<u>62,479</u>	
Change in Net Assets		(41,497)	
Net Assets, July 1		<u>-</u>	
Net Assets (Deficit), June 30		<u>\$ (41,497)</u>	

**CARSON CITY  
FLEET MANAGEMENT FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2003**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received for services	\$ 892,337	\$ 898,129	\$ 5,792
Cash payments for personnel costs	(491,926)	(414,855)	77,071
Cash payments for services and supplies	(462,407)	(475,410)	(13,003)
Miscellaneous cash received	-	2,102	2,102
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net Cash Provided (Used) by Operating Activities	(61,996)	9,966	71,962
	<u>                    </u>	<u>                    </u>	<u>                    </u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Interest on investments	12,000	11,879	(121)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net Increase (Decrease) in Cash and Cash Equivalents	(49,996)	21,845	71,841
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Cash and Cash Equivalents, July 1	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Cash and Cash Equivalents, June 30	<u>\$ (49,996)</u>	<u>\$ 21,845</u>	<u>\$ 71,841</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>			
Operating loss	<u>\$ (61,996)</u>	<u>\$ (48,010)</u>	<u>\$ 13,986</u>
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
Nonoperating revenues	-	2,102	2,102
Changes in assets and liabilities:			
(Increase) decrease in:			
Inventories		(9,068)	(9,068)
Increase (decrease) in:			
Accounts payable	-	28,854	28,854
Accrued salaries and benefits	-	20,078	20,078
Due to other governments	-	16,668	16,668
Accrued compensated absences	-	(658)	(658)
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Adjustments	-	57,976	57,976
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (61,996)</u>	<u>\$ 9,966</u>	<u>\$ 71,962</u>

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## FIDUCIARY FUNDS

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

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

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

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

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

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

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

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

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

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**FIDUCIARY FUNDS**  
**Continued**

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

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

**Carson-Tahoe Hospital Debt Service Fund** - This Fund is used to account for the annual principal and interest payments necessary to retire the Carson-Tahoe Hospital's general obligation debt due to expansion of facilities.

**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.

**Economic Vitality Coalition Fund** - This Fund is used to account for the collection and distribution of donations from member agencies to fund economic development studies.

**Tricounty Railway Commission 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.

**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.

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 1 OF 4)**

	<u>BALANCE</u> <u>JULY 1, 2002</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2003</u>
<b>SIERRA FOREST FIRE PROTECTION FUND</b>				
Assets:				
Cash and investments	\$ 117,341	\$ 362,605	\$ 364,680	\$ 115,266
Taxes receivable, delinquent	1,046	537	1,045	538
Due from other governments	51,347	50,359	51,347	50,359
<b>Total Assets</b>	<b>\$ 169,734</b>	<b>\$ 413,501</b>	<b>\$ 417,072</b>	<b>\$ 166,163</b>
Liabilities:				
Accounts payable	\$ 90	\$ 457,058	\$ 457,101	\$ 47
Due to other governments	169,644	454,275	457,803	166,116
<b>Total Liabilities</b>	<b>\$ 169,734</b>	<b>\$ 911,333</b>	<b>\$ 914,904</b>	<b>\$ 166,163</b>
<b>EAGLE VALLEY WATER DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 471	\$ 15,631	\$ 15,658	\$ 444
Taxes receivable, delinquent	166	139	166	139
<b>Total Assets</b>	<b>\$ 637</b>	<b>\$ 15,770</b>	<b>\$ 15,824</b>	<b>\$ 583</b>
Liabilities:				
Accounts payable	\$ 6	\$ 15	\$ 21	\$ -
Due to other governments	631	16,160	16,208	583
<b>Total Liabilities</b>	<b>\$ 637</b>	<b>\$ 16,160</b>	<b>\$ 16,208</b>	<b>\$ 583</b>
<b>CONSERVANCY DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 620	\$ 3,802	\$ 4,087	\$ 335
Due from other governments	662	687	662	687
<b>Total Assets</b>	<b>\$ 1,282</b>	<b>\$ 4,489</b>	<b>\$ 4,749</b>	<b>\$ 1,022</b>
Liabilities:				
Accounts payable	\$ -	\$ 4,422	\$ 4,087	\$ 335
Due to other governments	1,282	3,827	4,422	687
<b>Total Liabilities</b>	<b>\$ 1,282</b>	<b>\$ 8,249</b>	<b>\$ 8,509</b>	<b>\$ 1,022</b>

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 2 OF 4)**

	<u>BALANCE</u> <u>JULY 1, 2002</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2003</u>
<b>SUB-CONSERVANCY DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 5,700	\$ 577,015	\$ 581,727	\$ 988
Taxes receivable, delinquent	3,110	2,973	3,110	2,973
Due from other governments	3,108	11,069	3,108	11,069
	<u>\$ 11,918</u>	<u>\$ 591,057</u>	<u>\$ 587,945</u>	<u>\$ 15,030</u>
Total Assets				
Liabilities:				
Accounts payable	\$ 108	\$ 321,274	\$ 321,382	\$ -
Due to other governments	-	317,099	313,138	3,961
Other liabilities	11,810	11,069	11,810	11,069
	<u>\$ 11,918</u>	<u>\$ 649,442</u>	<u>\$ 646,330</u>	<u>\$ 15,030</u>
Total Liabilities				
<b>FISH AND GAME FUND</b>				
Assets:				
Cash and investments	\$ 762	\$ 2,727	\$ 1,218	\$ 2,271
Liabilities:				
Accounts payable	\$ 19	\$ 1,794	\$ 1,218	\$ 595
Due to other governments	743	2,727	1,794	1,676
	<u>\$ 762</u>	<u>\$ 4,521</u>	<u>\$ 3,012</u>	<u>\$ 2,271</u>
Total Liabilities				
<b>CONTROLLER TRUST FUND</b>				
Assets:				
Cash and investments	\$ 67,590	\$ 26,109	\$ 26,789	\$ 66,910
Liabilities:				
Accounts payable	\$ 320	\$ 26,433	\$ 26,753	\$ -
Due to other governments	55,522	31,483	20,095	66,910
Other liabilities	11,748	-	11,748	-
	<u>\$ 67,590</u>	<u>\$ 57,916</u>	<u>\$ 58,596</u>	<u>\$ 66,910</u>
Total Liabilities				
<b>STATE OF NEVADA FUND</b>				
Assets:				
Cash and investments	\$ 213,852	\$ 2,455,590	\$ 2,477,568	\$ 191,874
Taxes receivable, delinquent	15,551	14,893	15,551	14,893
	<u>\$ 229,403</u>	<u>\$ 2,470,483</u>	<u>\$ 2,493,119</u>	<u>\$ 206,767</u>
Total Assets				
Liabilities:				
Accounts payable	\$ 642	\$ 2,438	\$ 3,070	\$ 10
Due to other governments	228,761	2,657,131	2,679,135	206,757
	<u>\$ 229,403</u>	<u>\$ 2,659,569</u>	<u>\$ 2,682,205</u>	<u>\$ 206,767</u>
Total Liabilities				

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 3 OF 4)**

	<u>BALANCE</u> <u>JULY 1, 2002</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2003</u>
<b>CARSON CITY SCHOOL DISTRICT</b>				
<b>DEBT SERVICE FUND</b>				
Assets:				
Taxes receivable, delinquent	\$ 48,865	\$ 46,712	\$ 48,865	\$ 46,712
Liabilities:				
Accounts payable	\$ 1,693	\$ 5,242	\$ 6,935	\$ -
Due to other governments	47,172	5,230,889	5,231,349	46,712
Total Liabilities	<u>\$ 48,865</u>	<u>\$ 5,236,131</u>	<u>\$ 5,238,284</u>	<u>\$ 46,712</u>
<b>CARSON CITY SCHOOL DISTRICT</b>				
<b>OPERATING FUND</b>				
Assets:				
Cash and investments	\$ 11,685	\$ 7,876,886	\$ 7,876,337	\$ 12,234
Taxes receivable, delinquent	77,755	74,550	77,754	74,551
Total Assets	<u>\$ 89,440</u>	<u>\$ 7,951,436</u>	<u>\$ 7,954,091</u>	<u>\$ 86,785</u>
Liabilities:				
Accounts payable	\$ 2,702	\$ 7,168	\$ 9,870	\$ -
Due to other governments	86,738	7,938,654	7,938,607	86,785
Total Liabilities	<u>\$ 89,440</u>	<u>\$ 7,945,822</u>	<u>\$ 7,948,477</u>	<u>\$ 86,785</u>
<b>CARSON -TAHOE</b>				
<b>HOSPITAL DEBT FUND</b>				
Assets:				
Cash and investments	\$ 1,087	\$ -	\$ -	\$ 1,087
Liabilities:				
Due to other governments	\$ 1,087	\$ -	\$ -	\$ 1,087
<b>FORFEITURE ACCOUNT FUND</b>				
Assets:				
Cash and investments	\$ 1,788	\$ 2,863	\$ 16	\$ 4,635
Liabilities:				
Due to other governments	\$ 1,788	\$ 2,847	\$ -	\$ 4,635
<b>ECONOMIC VITALITY COALITION FUND</b>				
Assets:				
Cash and investments	\$ -	\$ 8,500	\$ -	\$ 8,500
Liabilities:				
Due to other governments	\$ -	\$ 8,500	\$ -	\$ 8,500

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 4 OF 4)**

	<u>BALANCE</u> <u>JULY 1, 2002</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2003</u>
<b>TRICOUNTY RAILWAY COMMISSION FUND</b>				
Assets:				
Cash and investments	\$ 671,468	\$ 223,966	\$ 105,541	\$ 789,893
Due from other governments	89,290	8,073	89,290	8,073
<b>Total Assets</b>	<b>\$ 760,758</b>	<b>\$ 232,039</b>	<b>\$ 194,831</b>	<b>\$ 797,966</b>
Liabilities:				
Accounts payable	\$ 23,373	\$ 77,275	\$ 100,621	\$ 27
Due to other governments	737,385	137,829	77,275	797,939
<b>Total Liabilities</b>	<b>\$ 760,758</b>	<b>\$ 215,104</b>	<b>\$ 177,896</b>	<b>\$ 797,966</b>
<b>TOTALS - ALL AGENCY FUNDS</b>				
Assets:				
Cash and investments	\$ 1,092,364	\$ 11,555,694	\$ 11,453,621	\$ 1,194,437
Taxes receivable, delinquent	146,493	139,804	146,491	139,806
Due from other governments	144,407	70,188	144,407	70,188
<b>Total Assets</b>	<b>\$ 1,383,264</b>	<b>\$ 11,765,686</b>	<b>\$ 11,744,519</b>	<b>\$ 1,404,431</b>
Liabilities:				
Accounts payable	\$ 28,953	\$ 903,119	\$ 931,058	\$ 1,014
Due to other governments	1,330,753	16,801,421	16,739,826	1,392,348
Other liabilities	23,558	11,069	23,558	11,069
<b>Total Liabilities</b>	<b>\$ 1,383,264</b>	<b>\$ 17,715,609</b>	<b>\$ 17,694,442</b>	<b>\$ 1,404,431</b>

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**STATISTICAL SECTION**

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**CARSON CITY**  
**GOVERNMENT – WIDE EXPENSES BY FUNCTION**  
**(AMOUNTS EXPRESSED IN THOUSANDS)**  
**(UNAUDITED)**

	JUNE 30, <u>2003</u>
GENERAL GOVERNMENT	\$ 9,568
JUDICIAL	2,793
PUBLIC SAFETY	20,468
PUBLIC WORKS	7,575
COMMUNITY SUPPORT	1,207
AIRPORT	59
ECONOMIC OPPORTUNITY	275
WELFARE	1,776
HEALTH	988
CULTURE AND RECREATION	6,999
INTEREST ON LONG-TERM DEBT	1,828
LANDFILL	1,373
AMBULANCE	2,439
SEWER	6,533
WATER	6,978
CEMETERY	194
BUILDING PERMITS	<u>1,388</u>
	<u>\$72,441</u>

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Table 2

**CARSON CITY  
GOVERNMENT - WIDE REVENUES  
(AMOUNTS EXPRESSED IN THOUSANDS)  
(UNAUDITED)**

FISCAL YEAR	PROGRAM REVENUES			GENERAL REVENUES			TOTAL
	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	TAXES	UNRESTRICTED INVESTMENT INCOME	MISCELLANEOUS	
2003	<u>\$22,000</u>	<u>\$2,203</u>	<u>\$7,192</u>	<u>\$47,743</u>	<u>\$2,641</u>	<u>\$201</u>	<u>\$81,980</u>

**CARSON CITY  
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION<sup>1</sup>  
LAST TEN FISCAL YEARS  
(AMOUNTS EXPRESSED IN THOUSANDS)  
(UNAUDITED)**

<u>FISCAL YEAR</u>	<u>GENERAL GOVERNMENT</u>	<u>PUBLIC SAFETY</u>	<u>JUDICIAL</u>	<u>PUBLIC WORKS</u>	<u>HEALTH</u>	<u>SANITATION</u>	<u>WELFARE</u>	<u>CULTURE AND RECREATION</u>
1994	\$7,829	\$10,640	\$1,183	\$5,762	\$763	\$95	\$739	\$3,212
1995	7,315	10,924	1,345	5,935	683	141	898	3,408
1996	9,327	11,658	1,435	4,882	758	163	681	4,265
1997	9,015	12,794	1,622	4,966	946	173	849	4,284
1998	9,278	13,110	1,620	9,248	957	195	1,099	5,110
1999	9,729	14,397	1,969	9,588	915	153	1,098	7,444
2000	9,937	15,901	1,897	12,651	922	210	1,283	8,263
2001	11,496	16,960	2,258	11,093	880	227	1,342	6,520
2002	12,308	18,252	2,473	9,975	935	-	1,389	8,251
2003	12,950	20,448	2,779	10,749	1,147	-	1,774	7,879

<sup>1</sup>Includes General, Special Revenue, and Debt Service Funds. Also includes Carson-Tahoe Hospital Debt for years prior to June 30, 2003.

Table 3

<u>COMMUNITY SUPPORT</u>	<u>AIRPORT</u>	<u>ECONOMIC OPPORTUNITY</u>	<u>DEBT SERVICE</u>	<u>INTER- GOVERNMENTAL</u>	<u>TOTAL</u>
\$ 551	\$1,170	\$ 25	\$2,317	\$ 63	\$34,349
637	494	36	2,656	61	34,533
659	74	64	2,848	74	36,888
797	424	28	3,760	80	39,738
840	944	5	5,181	83	47,670
963	41	82	6,013	88	52,480
1,096	247	36	6,747	93	59,274
875	444	49	6,596	98	58,838
951	73	374	6,901	100	61,982
952	247	313	5,463	-	64,701

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**CARSON CITY  
GENERAL GOVERNMENTAL REVENUES BY SOURCE<sup>1</sup>  
LAST TEN FISCAL YEARS  
(AMOUNTS EXPRESSED IN THOUSANDS)  
(UNAUDITED)**

<u>FISCAL YEAR</u>	<u>TAXES</u>	<u>LICENSES AND PERMITS</u>	<u>INTER- GOVERNMENTAL</u>	<u>CHARGES FOR SERVICES</u>	<u>FINES</u>	<u>MISCELLANEOUS</u>	<u>TOTAL</u>
1994	\$ 9,052	\$3,341	\$16,921	\$3,498	\$796	\$ 814	\$34,422
1995	10,272	3,547	16,833	2,840	679	1,232	35,403
1996	10,986	3,849	17,682	3,001	659	1,547	37,724
1997	11,748	4,138	20,531	3,071	681	1,675	41,844
1998	15,979	4,170	20,074	3,223	725	1,856	46,027
1999	16,736	4,424	20,850	3,728	741	1,611	48,090
2000	17,839	4,647	22,287	4,316	715	2,582	52,386
2001	19,295	4,693	29,634	4,223	903	2,880	61,628
2002	19,947	4,623	31,023	5,293	829	2,119	63,834
2003	20,917	4,878	27,058	5,646	789	2,399	61,687

<sup>1</sup>Includes General, Special Revenue, and Debt Service Funds, and Carson-Tahoe Hospital Debt.

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

<u>FISCAL YEAR</u>	<u>TOTAL TAX LEVY</u>	<u>CURRENT TAX COLLECTIONS</u>	<u>PERCENT OF CURRENT TAXES COLLECTED</u>	<u>DELINQUENT TAX COLLECTIONS</u>	<u>TOTAL TAX COLLECTIONS</u>	<u>TOTAL TAX LEVY</u>
1994	\$15,287	\$15,101	98.8%	\$515	\$15,616	102.2%
1995	16,356	16,154	98.8%	688	16,842	103.0%
1996	17,120	16,899	98.7%	301	17,200	100.5%
1997	18,252	17,921	98.3%	139	18,060	99.0%
1998	19,280	19,015	98.6%	233	19,248	99.8%
1999	20,013	19,810	98.9%	290	20,100	100.4%
2000	21,287	21,024	98.8%	218	21,242	99.8%
2001	22,597	22,406	99.2%	217	22,623	100.1%
2002	23,617	23,407	99.1%	244	23,651	100.2%
2003	24,975	24,726	99.0%	208	24,934	99.8%

<sup>1</sup>Outstanding Delinquent Taxes were those taxes of the current year tax levy that were delinquent as of the end of June of each year. This figure does not reflect other tax years that were still delinquent in the fiscal year being reported.

Source: Carson City Treasurer's Office.



Table 5

<u>OUTSTANDING DELINQUENT TAXES<sup>1</sup></u>	<u>RATIO OF DELINQUENT TAXES TO TOTAL TAX LEVY</u>
\$186	1.22%
202	1.24%
221	1.29%
308	1.69%
263	1.36%
222	1.11%
214	1.01%
191	0.85%
211	0.89%
209	0.84%

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

TAX YEAR	REAL PROPERTY		PERSONAL PROPERTY		ASSESSED VALUE EXEMPTIONS
	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	REAL PROPERTY
1993/94	\$601,262,594	\$2,151,578,859	\$42,234,431	\$191,974,686	\$ 980,200
1994/95	642,570,544	2,291,003,014	41,185,855	195,477,240	1,089,700
1995/96	690,050,487	2,445,569,596	49,321,970	238,847,312	1,091,000
1996/97	749,749,658	2,660,781,274	49,843,464	242,727,351	1,128,250
1997/98	779,365,551	2,783,448,396	52,488,987	243,539,081	1,306,688
1998/99	830,681,814	2,965,486,057	54,256,056	251,362,171	1,203,950
1999/00	873,265,136	3,118,804,075	54,453,372	253,172,631	1,206,810
2000/01	920,275,879	3,286,699,568	59,752,573	284,536,062	1,222,730
2001/02	937,427,995	3,347,957,125	62,910,695	299,574,738	2,344,997
2002/03	992,615,243	3,545,054,439	67,199,978	319,999,895	3,849,818

Source: Carson City Assessor's Office.

Table 6

<u>ASSESSED</u> <u>VALUE</u>	<u>TOTAL</u> <u>ESTIMATED</u> <u>ACTUAL VALUE</u>	<u>RATIO OF</u> <u>TOTAL ASSESSED</u> <u>VALUE TO</u> <u>TOTAL ESTIMATED</u> <u>ACTUAL VALUE</u>
\$642,516,825	\$2,343,553,545	27.42%
682,666,699	2,486,480,254	27.46%
738,281,457	2,684,416,908	27.50%
798,464,872	2,903,508,625	27.50%
830,547,850	3,026,987,477	27.45%
883,733,920	3,216,848,228	27.47%
926,511,698	3,371,976,706	27.48%
978,805,722	3,571,235,630	27.41%
997,993,693	3,647,531,863	27.36%
1,055,965,403	3,865,054,334	27.32%

Table 7

**CARSON CITY  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

FISCAL YEAR	CARSON CITY			SCHOOL DISTRICT			OTHER	TOTAL
	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL CITY MILLAGE	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL SCHOOL MILLAGE		
1993/94	0.8917	0.0752	0.9669	0.7500	0.7500	1.5000	0.1827	2.6496
1994/95	0.9761	0.0721	1.0482	0.7500	0.6500	1.4000	0.1825	2.6307
1995/96	0.9270	0.0470	0.9740	0.7500	0.6500	1.4000	0.1823	2.5563
1996/97	0.9304	0.0436	0.9740	0.7500	0.6500	1.4000	0.1827	2.5567
1997/98	0.9858	0.0425	1.0283	0.7500	0.6000	1.3500	0.1826	2.5609
1998/99	1.0021	0.0405	1.0426	0.7500	0.5200	1.2700	0.1824	2.4950
1999/00	1.0709	0.0388	1.1097	0.7500	0.4700	1.2200	0.1819	2.5116
2000/01	1.1132	0.0352	1.1484	0.7500	0.4700	1.2200	0.1818	2.5502
2001/02	1.1445	0.0346	1.1791	0.7500	0.4700	1.2200	0.1816	2.5807
2002/03	1.1478	0.0331	1.1809	0.7500	0.4700	1.2200	0.1816	2.5825

Source: Carson City Treasurer's Office.

**CARSON CITY  
PRINCIPAL TAXPAYERS  
2002-03 FISCAL YEAR  
(UNAUDITED)**

<u>TAXPAYER</u>	<u>TYPE OF BUSINESS</u>	<u>2002-03 ASSESSED VALUATION</u>	<u>PERCENTAGE OF TOTAL ASSESSED VALUATION<sup>1</sup></u>
1. Sierra Pacific Power	Electric Company	\$12,982,914	1.23%
2. Southwest Gas	Gas Distribution	11,717,995	1.11%
3. Dwight Millard	Developer	8,821,030	0.84%
4. John Serpa	Developer	8,728,664	0.83%
5. Nevada Bell	Telecommunications	8,605,392	0.81%
6. Clark Russell	Casino	6,668,684	0.63%
7. C & A Investment	Property Management	6,578,231	0.62%
8. Garth Richards	Developer	5,265,348	0.50%
9. Albertsons	Retail	4,990,917	0.47%
10. Carson Nugget	Casino	<u>4,619,366</u>	<u>0.44%</u>
		<u>\$78,978,541</u>	<u>7.48%</u>

<sup>1</sup>Based on Carson City 2002-03 total assessed value of \$1,055,965,403 (excludes assessed valuation of the Carson City Redevelopment Agency).

Source: Carson City Assessor's Office.

**CARSON CITY  
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(AMOUNTS EXPRESSED IN THOUSANDS)  
(UNAUDITED)**

SPECIAL ASSESSMENT BILLINGS <sup>1</sup>				
FISCAL YEAR	NORTHEAST CARSON SPECIAL ASSESSMENT DISTRICT	COMSTOCK HILLS WATER IMPROVEMENT DISTRICT	GRAVES LANE SPECIAL ASSESSMENT DISTRICT	TOTAL
1993/94	\$18	N/A <sup>3</sup>	N/A <sup>3</sup>	\$ 18
1994/95	16	N/A <sup>3</sup>	N/A <sup>3</sup>	16
1995/96	7	N/A <sup>3</sup>	331	338
1996/97	-	N/A <sup>3</sup>	312	312
1997/98	-	N/A <sup>3</sup>	293	293
1998/99	-	N/A <sup>3</sup>	272	272
1999/00	-	N/A <sup>3</sup>	252	252
2000/01	-	N/A <sup>3</sup>	234	234
2001/02	-	N/A <sup>3</sup>	220	220
2002/03	-	N/A <sup>3</sup>	205	205

<sup>1</sup>This reflects the Special Assessment Comstock Hills Water Improvement District, the Northeast Carson Special Assessment District, and the Graves Lane Special Assessment District which began in August, 1978, April, 1986, and October, 1995, respectively. Billings reflect any outstanding delinquencies owed at the time the billings went out each fiscal year. Billings include principal and interest billed during the fiscal year.

<sup>2</sup>Collections include everything collected during the fiscal year (including delayed payments, delinquent payments and penalties, prepayments, and current payments).

<sup>3</sup>Detail not available.

Note: Total owed, including principal and interest, for Comstock Hills Water Improvement District at its inception was \$171,480. Total owed, including principal and interest, for Northeast Carson Special Assessment District at its inception was \$428,932. Total owed, including principal and interest, for Graves Lane Special Assessment District was \$2,785,195.

Source: Carson City Treasurer's Office.

Table 9

<u>SPECIAL ASSESSMENTS COLLECTED<sup>2</sup></u>			
<u>NORTHEAST</u>		<u>GRAVES</u>	
<u>CARSON</u>	<u>COMSTOCK</u>	<u>LANE</u>	
<u>SPECIAL</u>	<u>HILLS WATER</u>	<u>SPECIAL</u>	
<u>ASSESSMENT</u>	<u>IMPROVEMENT</u>	<u>ASSESSMENT</u>	
<u>DISTRICT</u>	<u>DISTRICT</u>	<u>DISTRICT</u>	<u>TOTAL</u>
\$25	N/A <sup>3</sup>	N/A <sup>3</sup>	\$ 25
25	N/A <sup>3</sup>	N/A <sup>3</sup>	25
13	N/A <sup>3</sup>	345	358
3	N/A <sup>3</sup>	368	371
0	N/A <sup>3</sup>	347	347
15	N/A <sup>3</sup>	303	318
6	N/A <sup>3</sup>	284	290
6	N/A <sup>3</sup>	236	242
4	N/A <sup>3</sup>	235	239
1	N/A <sup>3</sup>	213	214

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**CARSON CITY  
COMPUTATION OF LEGAL DEBT MARGIN  
JUNE 30, 2003  
(UNAUDITED)**

Assessed valuation	<u>\$1,074,943,659<sup>1</sup></u>
Legal debt margin:	
Debt limitation, 15% of total assessed value	161,241,549
Debt applicable to limitation:	
Total bonded debt	\$68,655,045
Less: Special assessment bonds	<u>(430,000)</u> <u>68,225,045</u>
Legal Debt Margin	<u>\$ 93,016,504</u>

<sup>1</sup>Includes Redevelopment Authority amount of \$18,978,256.

**CARSON CITY**  
**RATIO OF NET GENERAL OBLIGATION BONDED DEBT**  
**TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA**  
**LAST TEN FISCAL YEARS**  
**(AMOUNTS EXPRESSED IN THOUSANDS)**  
**(UNAUDITED)**

<u>FISCAL YEAR</u>	<u>POPULATION<sup>1</sup></u>	<u>ASSESSED VALUE<sup>2</sup></u>	<u>GROSS BONDED DEBT<sup>3</sup></u>	<u>LESS DEBT SERVICE FUND<sup>4</sup></u>	<u>DEBT PAYABLE FROM ENTERPRISE AND HOSPITAL REVENUES<sup>5</sup></u>	<u>NET BONDED DEBT</u>
1994	43	\$ 642,517	\$46,803	\$ 539	\$37,948	\$ 8,316
1995	45	682,667	42,591	523	35,051	6,800
1996	47	738,281	57,491	580	48,546	8,365
1997	49	798,465	73,316	604	49,983	22,729
1998	50	830,548	70,096	609	47,775	21,712
1999	52	883,734	76,222	692	49,106	26,424
2000	53	926,512	77,499	2,895	46,944	27,660
2001	53	978,806	76,162	2,838	47,257	26,067
2002	54	997,994	69,049	2,514	36,849	29,686
2003	55	1,055,965	68,225	2,086	34,579	31,560

<sup>1</sup>From Carson City Community Development Department and the State of Nevada, Department of Taxation.

<sup>2</sup>From Table 4.

<sup>3</sup>Amount does not include special assessment bonds.

<sup>4</sup>Amount available to repay general obligation bonds.

<sup>5</sup>These amounts include the general obligation bonds that are being repaid from the Water, Sewer and Carson-Tahoe Hospital revenues.

Table 11

<u>RATIO OF NET BONDED DEBT TO ASSESSED VALUE</u>	<u>NET BONDED DEBT PER CAPITA</u>
1.29%	\$193
1.00%	151
1.13%	178
2.85%	464
2.61%	434
2.99%	518
2.99%	522
2.66%	492
2.97%	550
2.99%	574

**CARSON CITY**  
**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES**  
**FOR GENERAL OBLIGATION BONDED DEBT**  
**TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES**  
**LAST TEN FISCAL YEARS**  
**(AMOUNTS EXPRESSED IN THOUSANDS)**  
**(UNAUDITED)**

<u>FISCAL</u> <u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u> <u>DEBT SERVICE</u>	<u>TOTAL GENERAL</u> <u>GOVERNMENT</u> <u>EXPENDITURES</u>	<u>RATIO</u>
1994	\$1,120	\$ 986	\$2,106	\$34,349	6.1%
1995	1,224	1,134	2,358	34,533	6.8%
1996	1,120	1,149	2,269	36,888	6.2%
1997	1,370	1,544	2,914	39,738	7.3%
1998	1,743	1,365	3,108	47,670	6.5%
1999	1,946	2,262	4,208	52,480	8.0%
2000	2,368	2,398	4,766	59,274	8.0%
2001	2,470	2,406	4,876	58,838	8.3%
2002	2,690	2,370	5,060	61,982	8.2%
2003	2,426	1,550	3,976	64,701	6.2%

**CARSON CITY**  
**COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT**  
**GENERAL OBLIGATION BONDS**  
**JUNE 30, 2003**  
**(AMOUNTS EXPRESSED IN THOUSANDS)**  
**(UNAUDITED)**

<u>JURISDICTION</u>	<u>NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING</u>	<u>PERCENT APPLICABLE TO CARSON CITY</u>	<u>AMOUNT APPLICABLE TO CARSON CITY</u>
City of Carson <sup>1</sup>	\$29,646	100%	\$29,646
Carson City Redevelopment Authority	2,000	100%	2,000
Carson City School District	<u>43,450</u>	<u>100%</u>	<u>43,450</u>
Total	<u>\$75,096</u>	<u>100%</u>	<u>\$75,096</u>

<sup>1</sup>Excluding general obligation bonds reported in the Enterprise Funds, including Sewer and Water, and Carson-Tahoe Hospital debt.

**CARSON CITY**  
**GENERAL OBLIGATION REVENUE SUPPORTED BOND COVERAGE**  
**WATER, SEWER AND LANDFILL ENTERPRISES**  
**LAST TEN FISCAL YEARS**  
**(AMOUNTS EXPRESSED IN THOUSANDS)**  
**(UNAUDITED)**

<u>FISCAL YEAR</u>	<u>GROSS REVENUES<sup>1</sup></u>	<u>OPERATING EXPENSES<sup>2</sup></u>	<u>NET REVENUE AVAILABLE FOR DEBT SERVICE</u>	<u>DEBT SERVICE REQUIREMENTS<sup>3</sup></u>			
				<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>TOTAL</u>	<u>COVERAGE</u>
1994	\$11,036	\$5,332	\$5,704	\$2,012	\$1,690	\$3,702	1.54
1995	11,793	5,532	6,261	2,172	1,581	3,753	1.67
1996	12,283	5,944	6,339	2,250	1,698	3,948	1.61
1997	14,242	6,541	7,701	2,403	1,628	4,031	1.91
1998	12,232	6,752	5,480	2,870	1,501	4,371	1.25
1999	12,123	6,584	5,539	3,434	1,636	5,070	1.09
2000	13,246	7,318	5,928	3,191	1,498	4,689	1.26
2001	14,322	7,952	6,370	3,245	1,492	4,737	1.34
2002	15,262	8,716	6,546	2,393	1,529	3,922	1.67
2003	14,962	9,295	5,667	2,270	1,664	3,934	1.44

<sup>1</sup>Gross revenues include operating revenues, non-operating revenues, and connection fees.

<sup>2</sup>Total operating expenses exclusive of depreciation.

<sup>3</sup>Includes principal and interest of general obligation bonds supported by water, sewer and landfill revenues.

**CARSON CITY  
DEMOGRAPHIC STATISTICS  
LAST TEN YEARS  
(UNAUDITED)**

<u>FISCAL YEAR</u>	<u>POPULATION<sup>3</sup></u>	<u>PER CAPITA INCOME</u>	<u>MEDIAN AGE</u>	<u>SCHOOL ENROLLMENT<sup>1</sup></u>	<u>UNEMPLOYMENT RATE<sup>3</sup></u>
1994	43,460	N/A <sup>2</sup>	N/A <sup>2</sup>	12,371	6.5%
1995	44,620	N/A <sup>2</sup>	N/A <sup>2</sup>	12,337	6.8%
1996	46,770	N/A <sup>2</sup>	N/A <sup>2</sup>	12,743	6.7%
1997	48,860	N/A <sup>2</sup>	N/A <sup>2</sup>	11,306	6.9%
1998	50,410	N/A <sup>2</sup>	N/A <sup>2</sup>	11,918	6.1%
1999	51,922	N/A <sup>2</sup>	N/A <sup>2</sup>	12,514	4.7%
2000	52,620	N/A <sup>2</sup>	N/A <sup>2</sup>	12,457	3.0%
2001	53,095	N/A <sup>2</sup>	N/A <sup>2</sup>	12,809	5.1%
2002	54,171	N/A <sup>2</sup>	N/A <sup>2</sup>	15,480	5.7%
2003	54,844	N/A <sup>2</sup>	N/A <sup>2</sup>	14,906	6.2%

<sup>1</sup>Includes elementary, junior high, high school, and community college enrollment. Information obtained from the Carson City School District and Western Nevada Community College - Carson City campus.

<sup>2</sup>Information not available.

<sup>3</sup>Information obtained from the Nevada State Research and Analysis Bureau.

**CARSON CITY  
PROPERTY VALUE AND CONSTRUCTION  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<u>FISCAL YEAR</u>	<u>PROPERTY VALUE<sup>1</sup> *</u>				<u>COMMERCIAL CONSTRUCTION</u>	
	<u>COMMERCIAL</u>	<u>RESIDENTIAL</u>	<u>EXEMPTIONS</u>	<u>TOTAL</u>	<u>NUMBER OF UNITS</u>	<u>VALUE*</u>
1994	\$214,098	\$431,359	\$ 980	\$ 644,477	46	\$29,065
1995	229,059	454,698	1,090	682,667	19	14,666
1996	251,386	487,986	1,091	738,281	65	16,161
1997	279,734	519,859	1,128	798,465	38	20,977
1998	287,149	544,706	1,307	830,548	27	7,884
1999	301,631	583,307	1,204	883,734	34	11,475
2000	319,780	607,939	1,207	926,512	29	12,239
2001	331,565	648,464	1,223	978,806	37	8,785
2002	339,684	660,655	2,345	997,994	53	10,436
2003	363,182	688,933	3,850	1,055,965	38	4,869

<sup>1</sup>Estimated assessed value from Table 4.

\*Amounts expressed in thousands.

Source: Carson City Assessor's Office.



Table 16

<u>RESIDENTIAL CONSTRUCTION</u>	
<u>NUMBER OF UNITS</u>	<u>VALUE*</u>
418	\$35,049
309	22,454
323	30,608
378	25,511
338	23,382
286	21,122
289	15,466
265	19,352
289	15,068
347	20,168

Table 17

**CARSON CITY**  
**MISCELLANEOUS STATISTICS**  
**JUNE 30, 2003**  
**(UNAUDITED)**

Date of incorporation	1875
Form of government	Council/Manager
Number of employees:	
Classified (excluding police and fire)	325
Unclassified and mid-management	91
Area in square miles	147
Carson City facilities and services:	
Miles of paved streets	241
Number of street lights	1,290
Culture and recreation:	
Community centers	1
Parks	31
Park acreage	798
Golf courses	4
Swimming pools	2
Tennis courts	14
Baseball fields	29
Exhibit halls	1
Rodeo arenas	1
Special events arenas	2
Fire protection/emergency medical services:	
Number of stations	3
Number of fire personnel, officers, and paramedics	65
Number of calls answered	6,109
Number of fire prevention inspections	2,256
Police protection:	
Number of stations	1
Number of police personnel and officers (including jailers)	130
Number of patrol units	25
Number of law violations:	
Physical arrests	2,829
Traffic accident reports	618
Sewer system:	
Miles of sanitary sewers	226
Number of treatment plants	1
Number of service connections	14,750
Daily average treatment in gallons	5,185,000
Maximum daily designed capacity in treatment plant in gallons	6,900,000
Water system:	
Miles of water mains	240
Number of service connections	16,060
Number of fire hydrants	2,690
Daily average consumption in gallons	11,082,000
Maximum daily production in gallons	26,400,000
Facilities and services not included in the reporting entity:	
Education:	
Number of secondary schools	3
Number of elementary schools	6
Number of community colleges	1
Hospitals:	
Number of hospitals	2
Number of patient beds	158

**COMPLIANCE SECTION**

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

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

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

We have audited the financial statements of Carson City, Nevada as of and for the year ended June 30, 2003, and have issued our report thereon dated November 21, 2003. 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. The financial statements of the Carson City Convention and Visitors' Bureau and Airport Authority (discretely presented component units) were not audited in accordance with *Government Auditing Standards*.

Compliance:

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

Internal Control over Financial Reporting:

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

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

*Kafoury, Armstrong & Co.*

Reno, Nevada  
November 21, 2003

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

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH  
MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH OMB CIRCULAR A-133**

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

Compliance:

We have audited the compliance of Carson City, Nevada with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2003. Carson City, Nevada's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Carson City, Nevada's management. Our responsibility is to express an opinion on Carson City, Nevada's compliance based on our audit.

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

In our opinion, Carson City, Nevada complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2003. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements, which is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying schedule of findings and questioned costs as item 03-1.

Internal Control over Compliance:

The management of Carson City, Nevada is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Carson City, Nevada's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

We noted a certain matter involving the internal control over compliance and its operation that we consider to be a reportable condition. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control over compliance that, in our judgment, could adversely affect Carson City, Nevada's ability to administer a major federal program in accordance with the applicable

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requirements of laws, regulations, contracts, and grants. The reportable condition is described in the accompanying schedule of findings and questioned costs as item 03-1.

A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be reportable conditions that are also considered to be material weaknesses. However, we believe that the reportable condition described above is not a material weakness.

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

*Kafoury, Armstrong & Co.*

Reno, Nevada  
November 21, 2003

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**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 1 OF 4)**

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTOR'S NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
<u>Environmental Protection Agency:</u>			
Passed through Nevada Division of Environmental Protection:			
Water Pollution Control: State and Interstate Program Support - Wellhead Protection	66.419	DEP 04-005	\$ 1,282
Water Pollution Control: State and Interstate Program Support - Wellhead Protection	66.419	DEP 02-033	<u>13,835</u>
Total Environmental Protection Agency			<u>15,117</u>
<u>National Foundation on the Arts and the Humanities:</u>			
Passed through Nevada State Library and Archives:			
State Library Program - Project OPAC	45.310	LSTA 2002-04	<u>7,939</u>
<u>U.S. Department of Agriculture:</u>			
Direct programs:			
Cooperative Forestry Assistance - Lake Tahoe Erosion Control / North Canyon Improvements	10.664	N/A	66,133
Passed through Nevada Division of Forestry:			
Cooperative Forestry Assistance - Joost / Ash Canyon Interface	10.664	USDA/SFA/ 01/#003	1,158
Cooperative Forestry Assistance - Joost / Lower Vicee Connection Interface	10.664	USDA/SFA/ 01/#004	1,088
Cooperative Forestry Assistance - Lower Vicee Canyon South	10.664	USDA/SFA/ 01/#007	1,369
Cooperative Forestry Assistance - Lakeview Estates	10.664	USDA/SFA/ 01/#005	<u>24,000</u>
Total Cooperative Forestry Assistance			<u>93,748</u>
Passed through State Controller:			
Schools and Roads - Grants to States	10.665	N/A	<u>1,123</u>
Passed through Nevada Department of Administration:			
Food Donation	10.550	E027	<u>1,963</u>
Passed through Nevada Department of Education:			
School Breakfast Program	10.553	N/A	<u>9,188</u>
National School Lunch Program	10.555	N/A	<u>13,988</u>
Total Child Nutrition Cluster			<u>23,176</u>
Total U.S. Department of Agriculture			<u>120,010</u>
<u>U.S. Department of Health and Human Services:</u>			
Passed through Nevada Department of Human Resources:			
Community Services Block Grant	93.569	CSBG/02/004	7,171
Community Services Block Grant	93.569	CSBG/03/004	<u>44,729</u>
Total Community Services Block Grant			<u>51,900</u>

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 2 OF 4)**

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTOR'S NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
HIV Prevention Activities - Health Department Based	93.940	N/A	<u>\$ 12,047</u>
Child Support Enforcement - Title IV - D	93.563	N/A	<u>367,540</u>
Passed through Division for Aging Services: Special Programs for the Aging: Title III, Part B: Grants for Supportive Services and Senior Centers - Sr Transportation	93.044	0101-10-03	<u>18,519</u>
Total U.S. Department of Health and Human Services			<u>450,006</u>
<u>U.S. Department of Housing and Urban Development:</u>			
Passed through Commission on Economic Development:			
Community Development Block Grants/State's Program/ Con Plan / IA	14.228	CDBG/01/PCB/009	5,001
Community Development Block Grants/State's Program/ Economic Development Plan	14.228	CDBG/01/PCB/010	5,844
Community Development Block Grants/State's Program/ Highest and Best Use Study	14.228	CDBG/02/PCB/001	19,903
Community Development Block Grants/State's Program/ Business Development and Activity Project	14.228	CDBG/02/002	21,268
Community Development Block Grants/State's Program/ Senior Center Kitchen Floor	14.228	CDBG/02/003	<u>17,746</u>
Total Community Development Block Grants/State's Program			<u>69,762</u>
Passed through Nevada Housing Division: HOME Investment Partnerships Program	14.239	N/A	<u>2,404</u>
Total U.S. Department of Housing and Urban Development			<u>72,166</u>
<u>U.S. Department of Interior:</u>			
Direct programs:			
Indian Social Services - Child Welfare Assistance - B.I.A. Detention Service Agreement	15.113	N/A	<u>3,314</u>
Passed through Nevada Department of Museums, Libraries and Arts - State Historic Preservation Office: Historic Preservation Fund Grants-In-Aid - Rehab of Roberts House	15.904	32-01-16428	<u>596</u>
Total U.S. Department of Interior			<u>3,910</u>

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 3 OF 4)**

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTOR'S NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
<u>U.S. Department of Justice:</u>			
Direct programs:			
U.S. Marshall Juvenile Housing	N/A	N/A	\$ 1,000
D.E.A. Confiscated Property	N/A	N/A	5,717
Anti-Terrorism Task Force	N/A	N/A	1,590
State Criminal Alien Assistance Program	16.606	N/A	110,143
Public Safety Partnership and Community Policing Grants- COPS in Schools	16.710	N/A	67,582
Local Law Enforcement Block Grants Program	16.592	N/A	46,844
Local Law Enforcement Block Grants Program	16.592	N/A	30,426
Local Law Enforcement Block Grants Program	16.592	N/A	4,737
Total Local Law Enforcement Block Grants Program			82,007
Passed through Nevada Department of Human Resources: Part E - State Challenge Activities	16.549	N/A	1,508
Passed through Nevada Department of Motor Vehicles and Public Safety:			
Byrne Formula Grant Program - Tri-Net	16.579	02-NC-003	125,990
Byrne Formula Grant Program - Alternative Sentencing	16.579	02-NC-024	172
Byrne Formula Grant Program - Digital Imaging	16.579	02-NC-023	37,247
Byrne Formula Grant Program - Volunteers in Partnership with Sheriff	16.579	01-NC-034	567
Total Byrne Formula Grant Program			163,976
State Domestic Preparedness Equipment Support - DOJ FFY 00/01	16.007	N/A	121,082
State Domestic Preparedness Equipment Support - DOJ FFY 00/01	16.007	1600702	185,605
Total WMD Equipment			306,687
Enforcing Underage Drinking Laws Program	16.727	N/A	444
Juvenile Justice and Delinquency Prevention - Allocation to States - Accountability Grant	16.540	N/A	31,067
Juvenile Justice and Delinquency Prevention - Allocation to States - Status Offender	16.540	N/A	11,530
Total Juvenile Justice and Delinquency Prevention			42,597

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2003**  
**(PAGE 4 OF 4)**

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>PASS-THROUGH GRANTOR'S NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
Title V Delinquency Prevention Program	16.548	N/A	\$ 19,638
Title V Delinquency Prevention Program	16.548	N/A	<u>1,763</u>
Total Title V Delinquency Prevention Program			<u>21,401</u>
Total U.S. Department of Justice			<u>804,652</u>
<u>U.S. Department of Transportation:</u>			
Direct Programs:			
Airport Improvement Program - Airport Development	20.106	N/A	<u>231,902</u>
Passed through Emergency Response Commission:			
Interagency Hazardous Materials Public Sector Training and Planning Grants - HMEP Planning & Training	20.703	03-HMEP-01-01	<u>6,561</u>
Passed through Nevada Department of Motor Vehicles and Public Safety:			
State and Community Highway Safety - Automated Citation System - NCATS Implementation	20.600	23-TR-411-6 21J8-18-16.2/	9,356
State and Community Highway Safety - Joining Forces	20.600	21-157INV-1.2 23J8-18-16.2/	6,723
State and Community Highway Safety - Joining Forces	20.600	23J8-18-1.2	<u>8,114</u>
Total State and Community Highway Safety			<u>24,193</u>
Passed through Nevada Department of Transportation:			
Formula Grants for Other Than Urbanized Areas	20.509	NV-16-0028	<u>4,084</u>
Job Access: Reverse Commute	20.516	NV-37-X002 NV-37-X001	<u>12,136</u>
Highway Planning and Construction - Unified Planning Work Program	20.205	N/A	<u>23,275</u>
Total U.S. Department of Transportation			<u>302,151</u>
<u>Federal Emergency Management Administration:</u>			
Passed through Nevada Division of Emergency Management:			
Civil Defense - State and Local Emergency Management Assistance	83.534	8355203	34,653
Civil Defense - State and Local Emergency Management Assistance	83.534	8355202	<u>8,543</u>
Total Federal Emergency Management Administration			<u>43,196</u>
Total Federal Awards			<u>\$ 1,819,147</u>

**CARSON CITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

***Summary of Auditor's Results:***

- Kafoury, Armstrong & Co. issued an unqualified opinion on the financial statements of Carson City, Nevada for the year ended June 30, 2003.
- No reportable conditions or material weaknesses were disclosed during the audit of the financial statements.
- The audit disclosed no instances of noncompliance, which were material to the financial statements of Carson City.
- A reportable condition was disclosed during the audit of the major federal award programs. No material weaknesses were disclosed during the audit of the major federal award programs.
- Kafoury, Armstrong & Co. issued an unqualified opinion on compliance for major programs of Carson City.
- An audit finding relative to a major federal award program for Carson City, which is required to be reported under section .510(a) of OMB Circular A-133 is included on the following page.
- Carson City had two major programs for the year ended June 30, 2003, as follows:
  - Child Support Enforcement – CFDA 93.563
  - State Domestic Preparedness Equipment Support – CFDA 16.007
- The dollar threshold used to distinguish between Type A and Type B programs for the year ended June 30, 2003, was \$300,000.
- Carson City qualified as a low risk auditee for the year ended June 30, 2003 under the criteria set forth in section .530 of OMB Circular A-133.

***Findings Relating to the Financial Statements Reported in Accordance with GAGAS:***

There were no such findings in relation to the financial statements of Carson City for the year ended June 30, 2003.

**CARSON CITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

*Findings and Questioned Costs for Federal Awards:*

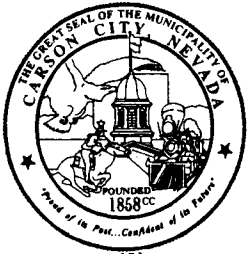
**U.S. Department of Justice**

Finding 03-1:

State Domestic Preparedness Equipment Support - CFDA #16.007

<i>Grant Award Number:</i>	Affects grant awards "DOJ FFY 00-01" and "DOJ FFY 01-02" included under CFDA #16.007.
<i>Criteria and Condition:</i>	<p>The A-102 Common Rule requires that when equipment is acquired under federal awards, equipment records shall be maintained, a physical inventory shall be taken at least once every two years and reconciled to the equipment records, an appropriate control system shall be used to safeguard equipment, equipment shall be adequately maintained and equipment shall be identified as having been purchased with federal funds.</p> <p>Carson City, Nevada's equipment records do not adequately identify equipment acquired under federal awards.</p>
<i>Questioned Costs:</i>	None.
<i>Context:</i>	This appears to be a systemic problem as there were no procedures in place to ensure that all equipment acquired under federal awards was identified in the City's equipment records.
<i>Effect:</i>	Equipment acquired under federal awards that is not identified as such may not be used for the purposes specified in the award.
<i>Cause:</i>	Although the City has the record-keeping capability for identifying equipment purchased under federal awards, responsibility was not clearly assigned, and procedures were not clearly stated in the Carson City Fixed Asset Policy and Procedures Manual.
<i>Recommendation:</i>	We recommend that the City amend the Fixed Asset Policy and Procedures Manual to address the maintenance of equipment purchased with federal awards. Additionally, we recommend that the City designate an individual to be responsible for maintaining records of equipment purchased with federal awards, and that departments that purchase equipment with federal awards be required to provide copies of invoices for such purchases to the individual with record-keeping responsibility.
<i>Management's Response:</i>	See management's response on page 186.





**CARSON CITY, NEVADA**  
CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

December 4, 2003

Dear Grantor Agency:

The following is a discussion of our corrective action plan in response to the finding noted by Kafoury, Armstrong & Co. in the Schedule of Findings and Questioned Costs for the year ended June 30, 2003.

03-1 - U.S. Department of Justice

State Domestic Preparedness Equipment Support – CFDA #16.007

In response to this finding, the City will implement the following procedures:

1. The City's Finance Department will amend the Fixed Asset Policy and Procedures Manual to address the acquisition and maintenance of capital assets purchased with federal awards.
2. A memo will be forwarded to all City departments that would require them to provide the Finance Department with copies of invoices for capital assets purchased with federal awards.
3. When capital assets purchased with federal awards are added to the capital asset program they would be designated as acquired with federal awards.
4. During the review of federal grants by the Finance Department at fiscal year end, the capital asset listing will be reviewed and compared to the federal grant activity for the year to ensure that capital assets acquired with federal awards are designated as such.

This corrective action will be implemented immediately to improve the City's internal control over compliance with requirements applicable to federal programs and compliance with the types of compliance requirements applicable to its federal programs.

Sincerely,

Thomas Minton  
Director of Finance

DEPARTMENT OF FINANCE

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

**CARSON CITY**  
**SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**  
**FOR THE YEAR ENDED JUNE 30, 2003**

There was one finding for the year ended June 30, 2002.

**U.S. Department of Transportation:**

Finding 02-1

Recreational Trails Program - CFDA #20.219

*Prior Year Finding:* Adequate control procedures were not in place to ensure that prevailing wage rates were paid on applicable construction contracts, as the Parks and Recreation Department was unaware of the \$2,000 threshold.

*City's Response:* In response to this finding, the City will implement procedures to have the City's Purchasing Department notify contractors and subcontractors of the requirements to comply with the Davis-Bacon Act on all construction contracts in excess of \$2,000 financed by Federal assistance funds. The Purchasing Department will also monitor the contractors and subcontractors to ensure they are paying the prevailing wage rates when required.

The corrective action will be implemented immediately to improve the City's internal control over compliance with requirements applicable to federal programs and compliance with the types of compliance requirements applicable to its federal programs.

*Current Year Status:* Corrective action was taken.



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

Independent Accountant's Report on  
Nevada Revised Statute 354.6241

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

We have reviewed the assertion provided by management in accordance with Nevada Revised Statute 354.624 (5) (a):

- The identified funds are being used expressly for the purposes for which they were created,
- The funds are administered in accordance with accounting principles generally accepted in the United States of America,
- The reserved fund balances/net assets in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2003 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau),
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements,
- The funds conform to significant statutory and regulatory constraints on their financial administration during the year ended June 30, 2003 (except as previously noted under statute compliance in Note 2B to the financial statements),
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of Carson City, Nevada.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on the assertion. Accordingly, we do not express such an opinion.

Based on our review, nothing came to our attention that caused us to believe that the assertion provided by management referred to above is not fairly stated in all material respects.

*Kafoury, Armstrong & Co.*

Reno, Nevada  
November 21, 2003

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## **AUDITOR'S COMMENTS**

### **STATUTE COMPLIANCE**

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

### **PROGRESS ON PRIOR YEAR STATUTE VIOLATIONS**

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

### **PRIOR YEAR RECOMMENDATIONS**

There were no recommendations made in the audit report for the year ended June 30, 2002.

### **CURRENT YEAR RECOMMENDATIONS**

We did not find any financial weaknesses of a magnitude to justify inclusion within our audit report.

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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, 2003**

Flat Fixed Fees:	
Business license revenue adjusted base at June 30, 2002	<u>\$      854,560</u>
Adjustment to Base:	
Base	
1. Percentage increase in population of the local government	2.0266%
2. Percentage increase in the Consumer Price Index for the year ending on December 31 next preceding the year for which the limit is being calculated	<u>1.6000%</u>
	<u>3.6266%</u>
	<u>30,991</u>
Adjusted Base at June 30, 2003	885,551
Actual Revenue Fiscal 2002-03	<u>766,453</u>
Amount Over (Under) Allowable Amount	<u><u>\$      (119,098)</u></u>

