

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2010**

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

**A. REPORTING ENTITY**

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

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

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

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

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

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

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

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

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital

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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, except grants, available if they are collected within 60 days of the end of the current fiscal period. Grant revenues are considered available if they are collected within 120 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments and postemployment benefits, are recorded only when payment is due.

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

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

The government reports the following major governmental funds:

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 *Quality of Life Fund* accounts for the voter approved one-quarter percent sales tax for the purpose of acquiring open space and the construction and maintenance of park and trail facilities.

The *Regional Transportation Fund* accounts for the nine cent per gallon county fuel tax imposed in accordance with NRS 373.030. The monies are to be used for the purpose of street and highway construction.

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.

The *Stormwater Drainage Fund* accounts for the activities of the stormwater management program provided to the residents of Carson City.

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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.

**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.

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- e) Certain securities issued by local governments of the State of Nevada.
- f) Other securities expressly provided by other Statutes, including repurchase agreements.
- g) State of Nevada Local Government Investment Pool.
- h) Certain bankers' acceptances, commercial paper issued by a corporation organized and operating in the United States, and money market mutual funds.

Investments are reported at fair value.

**2. Investment Pool Investment Income**

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

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

**3. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-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 uncollectible accounts. All uncollectible accounts were written off during fiscal year 2010; therefore, there was no allowance for uncollectible accounts at June 30, 2010.

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.

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

**4. Inventories and Prepaid Items**

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

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

**5. Restricted Assets**

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

**6. Capital Assets**

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

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

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

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

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

**7. Long-Term Obligations**

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

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premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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

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

**8. Connection Fees**

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

**9. Equity Classifications**

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

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

In the fund financial statements, governmental 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 2010-2011 final budget. The undesignated fund balance represents the amount by which the actual ending fund balance exceeded the reservations and designations.

**10. Comparative Data**

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

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**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 fiscal year with the following possible exceptions:

- Actual expenses exceeded appropriations in the Sewer Enterprise Fund by \$132,113. This is an apparent violation of NRS 354.626.
- Actual expenses exceeded appropriations in the Water Enterprise Fund by \$548,720. This is an apparent violation of NRS 354.626.

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

The Traffic Transportation Special Revenue Fund's fund balance was insufficient to cover the budgeted July 1, 2010 opening fund balance by \$2,549. The Redevelopment Debt Service Fund's fund balance was insufficient to cover the budgeted July 1, 2010 opening fund balance by \$179,208.

**D. DEFICIT FUND EQUITY**

The Traffic Transportation Special Revenue Fund has a deficit fund balance of \$145.

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

**A. DEPOSITS AND INVESTMENTS**

At year end, the City's carrying amount of deposits was \$6,906,988 and the bank balance was \$7,091,171. All of the bank balance was covered by FDIC, SIPC, or collateralized by the Office of the State Treasurer/Nevada Collateral Pool.

The carrying amount of deposits for discretely presented component units was \$780,407, and the bank balance was \$848,001. 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 \$252,398 which was uninsured and uncollateralized.

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

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

Investment Type	<u>Investment Maturities (in Years)</u>			
	<u>Fair Value</u>	<u>Less Than 1</u>	<u>1-5</u>	<u>6-10</u>
U.S. Treasuries	\$ 4,386,196	\$ -	\$ 4,386,196	\$ -
U.S. Agencies	20,331,146	1,268,773	14,991,477	4,070,896
Corporate Bonds	8,892,287	543,613	8,291,623	57,051
Money Market Mutual Fund	1,361,658	1,361,658	-	-
State of Nevada:				
Local Government				
Investment Pool	410	410	-	-
<b>Total</b>	<u>\$ 34,971,697</u>	<u>\$ 3,174,454</u>	<u>\$ 27,669,296</u>	<u>\$ 4,127,947</u>

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

The following procedures will be applied:

- **Minimum Liquidity Requirement:** This is defined as the total cash flow needed to pay City obligations for a period of four weeks. All securities to be included in the "minimum liquidity requirement" must mature within 28 days.
- **Intermediate Market Investment:** That portion of City funds remaining after deletion of the "minimum liquidity requirement" may be invested in the intermediate market, defined herein as instruments maturing between zero and ten years.
- **No U.S. bonds, debentures, bills, notes, agency obligations or securities purchased may have a maturity date of more than 10 years from the date of purchase.**

*Credit Risk.* Funds invested with the State of Nevada Treasurer in the Local Government Investment Pool may be invested as permitted by Nevada Revised Statutes. City policy does not further restrict these investments. As of June 30, 2010, the City's investments in U.S Agencies were rated AAA by Standard and Poor's and Aaa by Moody's Investors Service. The City's investment in the State of Nevada Local Government Investment Pool is an unrated external investment pool with an average duration of 80 days. Of the City's investments in corporate bonds, \$4,876,775 was rated AAA, \$1,310,025 was rated AA, \$1,868,648 was rated A and \$836,839 was unrated.

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

At June 30, 2010 the following investments exceeded 5% of the City's total:

Federal Home Loan Bank	\$6,517,789	18.64%
Federal National Mortgage Association	6,272,230	17.94%
Federal Home Loan Mortgage Corporation	5,345,522	15.29%



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*Securities Lending.* Having been approved by the State Board of Finance, Nevada Revised Statute (NRS) 355.178 authorizes the City to participate in securities lending transactions, where the City's securities are loaned to broker/dealers and other entities for collateral with a simultaneous agreement to return the collateral for the same securities in the future. The City's securities lending agent administers the securities lending program and receives collateral from the borrower in the form of cash or marketable securities equal to at least 102 percent of the fair value of the securities borrowed. The fair values of the securities loaned and the collateral provided by the borrowers are monitored on a daily basis.

Cash collateral is invested in accordance with the investment guidelines stated in NRS 355.170. According to the City's investment policy, every attempt will be made to match the maturity of the lending contract with the maturity of the investment. In no case shall the maturity for the investment contract be longer than the corresponding lending contract. The maturity of the investment shall not be more than 30 days less than the maturity of the lending contract.

At year end, the City had no credit risk exposure to borrowers because there were no outstanding securities lending transactions.

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

	<u>Fair Value</u>	<u>Investment Maturity Less Than 1 Year</u>
State of Nevada Local Government Investment Pool	<u>\$1,080,467</u>	<u>\$1,080,467</u>

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

Cash on hand	\$ 6,734
Carrying amount of deposits	6,906,988
Carrying amount of investments	<u>34,971,697</u>
	41,885,419
Less: Carrying amount of deposits held for component unit	<u>(2,931)</u>
	<u>\$41,882,488</u>
Cash and investments – governmental activities	\$29,781,970
Cash and investments – business-type activities	5,353,559
Cash and investments – investment trust fund	4,152,131
Cash and investments – agency funds	2,187,351
Cash and investments – restricted	<u>407,477</u>
	<u>\$41,882,488</u>

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

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

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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, 2010:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Principal Amount/ Number of Shares</u>	<u>Interest Rate</u>	<u>Maturity Dates</u>
U.S. Treasuries	\$ 4,386,196	\$ 4,280,000	.75-2.625%	12/31/2011-04/30/2015
U.S. Agencies	20,331,146	19,648,687	0.0-6.48%	05/01/2011-09/01/2019
Corporate Bonds	8,892,287	8,587,640	0.0-7.202%	08/15/2010-09/25/2018
Money Market Mutual Fund	1,361,658	1,361,658	.03%	07/01/2010
State of Nevada Local Government Investment Pool	<u>410</u>	410 Shares	Variable	7/1/2010
Total Pooled Investments	<u>\$34,971,697</u>			

**External Investment Pool financial statements:**

**Statement of Net Assets, June 30, 2010**

Assets:	
Investments in securities:	
U.S. Treasuries	\$ 4,386,196
U.S. Agencies	20,331,146
Corporate Bonds	8,892,287
Money Market Mutual Fund	1,361,658
State of Nevada Local Government Investment Pool	410
Interest receivable	<u>154,980</u>
Total Assets	<u>\$35,126,677</u>
Net assets consist of:	
Internal participants	\$30,974,546
External participants	<u>4,152,131</u>
Total Net Assets Held in Trust for Pool Participants (Participant units outstanding, \$1.00/par)	<u>\$35,126,677</u>

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**Statement of Changes in Net Assets, Year Ended June 30, 2010**

Additions:	
Investment income	\$ 1,624,366
Capital share transactions	<u>(22,567,369)</u>
Total Decrease	(20,943,003)
Net assets:	
Beginning of Year	<u>56,069,680</u>
End of Year	<u>\$ 35,126,677</u>

**B. CAPITAL ASSETS**

Capital asset activity of the primary government for the year ended June 30, 2010 was as follows:

	Restated Balance July 1, 2009	Increases	Decreases	Transfers	Balance June 30, 2010
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 36,729,345	\$10,157,818	\$ -	\$ -	\$ 46,887,163
Construction in progress – infrastructure	7,001,687	11,476,556	-	(4,845,806)	13,632,437
Construction in progress	<u>863,779</u>	<u>433,654</u>	<u>(8,725)</u>	<u>(30,015)</u>	<u>1,258,693</u>
Total Capital Assets not being Depreciated	<u>44,594,811</u>	<u>22,068,028</u>	<u>(8,725)</u>	<u>(4,875,821)</u>	<u>61,778,293</u>
Capital assets, being depreciated:					
Buildings	72,304,174	136,303	(27,531)	-	72,412,946
Improvements other than buildings	27,003,505	283,910	-	30,015	27,317,430
Machinery and equipment	27,527,824	2,339,186	(912,241)	50,113	29,004,882
Infrastructure	<u>103,741,828</u>	<u>8,611,953</u>	<u>-</u>	<u>4,845,806</u>	<u>117,199,587</u>
Total Capital Assets being Depreciated	<u>230,577,331</u>	<u>11,371,352</u>	<u>(939,772)</u>	<u>4,925,934</u>	<u>245,934,845</u>
Less accumulated depreciation for:					
Buildings	(14,196,174)	(1,453,247)	13,517	-	(15,635,904)
Improvements other than buildings	(12,143,833)	(751,908)	-	-	(12,895,741)
Machinery and equipment	(14,790,825)	(2,058,742)	731,644	(28,594)	(16,146,517)
Infrastructure	<u>(17,443,977)</u>	<u>(2,132,020)</u>	<u>-</u>	<u>-</u>	<u>(19,575,997)</u>
Total Accumulated Depreciation	<u>(58,574,809)</u>	<u>(6,395,917)</u>	<u>745,161</u>	<u>(28,594)</u>	<u>(64,254,159)</u>
Total Capital Assets being Depreciated, Net	<u>172,002,522</u>	<u>4,975,435</u>	<u>(194,611)</u>	<u>4,897,340</u>	<u>181,680,686</u>
Governmental Activities Capital Assets, Net	<u>\$216,597,333</u>	<u>\$27,043,463</u>	<u>\$ (203,336)</u>	<u>\$ 21,519</u>	<u>\$243,458,979</u>

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	Restated Balance <u>July 1, 2009</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	Balance <u>June 30, 2010</u>
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 3,236,804	\$ 10,424	\$ -	\$ -	\$ 3,247,228
Construction in progress	5,635,982	5,962,515	-	(2,592,504)	9,005,993
Water rights	<u>8,019,152</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,019,152</u>
Total Capital Assets not being Depreciated	<u>16,891,938</u>	<u>5,972,939</u>	<u>-</u>	<u>(2,592,504)</u>	<u>20,272,373</u>
Capital assets, being depreciated:					
Buildings	14,380,072	-	-	-	14,380,072
Improvements other than buildings	173,691,440	2,385,019	-	1,871,289	177,947,748
Machinery and equipment	<u>8,509,599</u>	<u>413,203</u>	<u>(480,172)</u>	<u>671,102</u>	<u>9,113,732</u>
Total Capital Assets being Depreciated	<u>196,581,111</u>	<u>2,798,222</u>	<u>(480,172)</u>	<u>2,542,391</u>	<u>201,441,552</u>
Less accumulated depreciation for:					
Buildings	(3,270,452)	(295,301)	-	-	(3,565,753)
Improvements other than buildings	(63,943,871)	(4,882,633)	-	-	(68,826,504)
Machinery and equipment	<u>(5,360,660)</u>	<u>(638,158)</u>	<u>388,903</u>	<u>28,594</u>	<u>(5,581,321)</u>
Total Accumulated Depreciation	<u>(72,574,983)</u>	<u>(5,816,092)</u>	<u>388,903</u>	<u>28,594</u>	<u>(77,973,578)</u>
Total Capital Assets being Depreciated, Net	<u>124,006,128</u>	<u>(3,017,870)</u>	<u>(91,269)</u>	<u>2,570,985</u>	<u>123,467,974</u>
Business-type activities capital assets, net	<u>\$140,898,066</u>	<u>\$ 2,955,069</u>	<u>\$ (91,269)</u>	<u>\$ (21,519)</u>	<u>\$143,740,347</u>

Note: July 1, 2009 governmental activities infrastructure has been restated to reflect a correction of an error (see Note 4H).

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

Governmental activities:	
General government	\$ 388,451
Judicial	40,241
Public safety	1,607,175
Public works	2,339,689
Airport	102,405
Health	538,640
Culture and recreation	1,370,632
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>8,684</u>
Total Depreciation Expense – Governmental Activities	<u>\$6,395,917</u>
Business-type activities:	
Ambulance	\$ 51,475
Sewer	3,079,635
Water	2,444,917
Cemetery	16,213
Storm Drainage	218,499
Building Permits	<u>5,353</u>
Total Depreciation Expense – Business-Type Activities	<u>\$5,816,092</u>

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**Construction commitments**

The City was committed to construction projects in various funds, as of June 30, 2010, as follows:

Project Name Contract Number <u>Vendor Name</u>	<u>Bid Award</u>	Value of Work Completed as of <u>June 30, 2010</u>	Remaining Commitment as of <u>June 30, 2010</u>
<u>Water Fund:</u>			
North-South Water Transmission Main #0910-125 El Camino	\$ 2,179,987	\$1,370,616	\$ 809,371
ARRA/Well 41 & Well 24 #0910-217 RDC, Inc.	970,959	557,149	413,810
Production Well 41 #0910-143 Hydro Resources Nevada, Inc.	468,532	376,841	91,691
Management Services for North/South Water Transmission #0910-156 HDR	210,812	106,654	104,158
Municipal Well #50 and 24" Water Line Construction #0910-181 Campbell Construction Company, Inc.	767,548	-	767,548
Robinson Street Transmission Main #0910-201 Manhard Consulting Ltd.	284,750	81,165	203,585
Regional Transmission System #0910-202 Black & Veatch Corporation	357,200	41,986	315,214
Roop Street Widening – Phase II #0910-131 Peavine Construction	988,017	429,569	558,448
Roop Street Widening – Phase II #0910-150 Bowling Mamola Group	167,901	-	167,901
<u>Sewer Fund:</u>			
North Lift Pump Station #0910-129 Carollo Engineers	319,329	176,198	143,131
Roop Street Widening – Phase II #0910-131 Peavine Construction	727,604	413,333	314,271
Roop Street – Phase II #0910-150 Bowling Mamola	97,356	-	97,356

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<u>Project Name</u> <u>Contract Number</u> <u>Vendor Name</u>	<u>Bid Award</u>	<u>Value of Work Completed as of June 30, 2010</u>	<u>Remaining Commitment as of June 30, 2010</u>
<u>Regional Transportation Fund:</u>			
South Carson Street/Eagle Station #0910-092 A & K Earth Movers, Inc.	\$ 488,700	\$ 412,289	\$ 76,411
Snyder Avenue Re-alignment Median #0910-210 A & K Earth Movers, Inc.	209,410	129,247	80,163
Roop Street Widening – Phase II #0910-131 Peavine Construction, Inc.	2,271,141	163,657	2,107,484
Roop Street – Phase II #0910-150 Bowling Mamola Group	<u>357,987</u>	<u>357,987</u>	<u>-</u>
Total	<u>\$10,867,233</u>	<u>\$4,616,691</u>	<u>\$6,250,542</u>

Other Commitments:

On April 1, 1997, the City entered into an agreement with the State of Nevada, Department of Transportation (Highway Agreement No. R159-97-060) to help construct the Carson City Bypass. The City is funding this obligation through a \$.05 increase in the county motor vehicle fuel tax. The City intends to contribute a total of \$19 million plus interest. As of June 30, 2010 the City has contributed \$14,196,189.

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

- The City shall pay to NDOT an amount of \$15,000,000, with payments beginning upon completion of the funding obligation for Phase I of the freeway as prescribed in Highway Agreement No. R159-97-060 and amended herein, estimated to start in 2011 and finish in 2026. For Phase 2, the City shall pay the tax based on a \$.03 levy in the county motor vehicle fuel tax. The amounts received from the additional \$.02 levy will be used to maintain Carson Street and Fairview Drive as described below.
- It is further agreed that the City will assume ownership and maintenance responsibility for Carson Street from approximately Arrowhead Drive in the north to the intersection of the Carson City Freeway at the Spooner Intersection to the south, upon construction completion to the point when vehicles are using Phase 2.
- The City also agrees to construct Fairview Drive to a minimum of four through lanes with turn lanes, from the terminus of Phase 2A at Fairview Drive to US 395/Carson Street, and to be responsible for maintenance of Fairview Drive.
- NDOT agrees to defer payment by the City of the current \$.05 tax as defined in Highway Agreement No. R159-97-060 from the period beginning July 1, 2005 through June 30, 2008, to allow the City to utilize the payments for the Fairview Drive improvements.

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

- City agreed to assume ownership and maintenance responsibility of additional State streets in lieu of remaining payment due for Phase 1 in the amount of \$4.8 million dollars.

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- Deferred payment of \$.03 tax to July 1, 2009, to allow construction of Fairview Drive.

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

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

**Discretely presented component units**

Activity for the Airport Authority for the year ended June 30, 2010 was as follows:

	Balance <u>July 1, 2009</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>June 30, 2010</u>
Capital assets not being depreciated:				
Land	\$ 146,542	\$ -	\$ -	\$ 146,542
Construction in progress	<u>-</u>	<u>163,751</u>	<u>-</u>	<u>163,751</u>
Total Capital Assets not being Depreciated	<u>146,542</u>	<u>163,751</u>	<u>-</u>	<u>310,293</u>
Capital assets being depreciated:				
Machinery and equipment	551,113	-	-	551,113
Less accumulated depreciation for:				
Machinery and equipment	<u>(473,425)</u>	<u>(2,535)</u>	<u>(475,960)</u>	
Total Capital Assets being Depreciated, Net	<u>77,688</u>	<u>(2,535)</u>	<u>-</u>	<u>75,153</u>
Airport Authority Capital Assets, Net	<u>\$ 224,230</u>	<u>\$ 161,216</u>	<u>\$ -</u>	<u>\$ 385,446</u>

Activity for the Convention and Visitors' Bureau for the year ended June 30, 2010 was as follows:

	Balance <u>July 1, 2009</u>	<u>Increases</u>	<u>Decreases</u>	Balance <u>June 30, 2010</u>
Capital assets, being depreciated:				
Buildings	\$ 161,388	\$ -	\$ -	\$ 161,388
Improvement other than buildings	8,729	-	-	8,729
Machinery and equipment	<u>108,334</u>	<u>-</u>	<u>-</u>	<u>108,334</u>
Total Capital Assets being Depreciated	<u>278,451</u>	<u>-</u>	<u>-</u>	<u>278,451</u>
Less accumulated depreciation for:				
Buildings	(57,353)	(5,523)	-	(62,876)
Improvements other than buildings	(8,439)	(289)	-	(8,728)
Machinery and equipment	<u>(62,294)</u>	<u>(22,826)</u>	<u>-</u>	<u>(85,120)</u>
Total Accumulated Depreciation	<u>(128,086)</u>	<u>(28,638)</u>	<u>-</u>	<u>(156,724)</u>
Convention and Visitor's Bureau Capital Assets, Net	<u>\$ 150,365</u>	<u>\$(28,638)</u>	<u>\$ -</u>	<u>\$ 121,727</u>

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

The composition of interfund balances as of June 30, 2010, is as follows:

**Due to/from other funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Nonmajor governmental funds	\$ 655,000
	Stormwater Drainage Fund	<u>3,035</u>
		<u>658,035</u>
Quality of Life Fund	Nonmajor governmental funds	<u>1,000,000</u>
Regional Transportation Fund	Nonmajor governmental funds	<u>35,866</u>
Nonmajor governmental fund	Nonmajor governmental fund	<u>87,473</u>
Sewer Fund	Stormwater Drainage Fund	<u>1,079</u>
Water Fund	Stormwater Drainage Fund	<u>1,619</u>
	Total	<u>\$1,784,072</u>

The above interfund balances at June 30, 2010 are generally short-term loans to cover temporary cash deficits in various funds. They are expected to be repaid in the next fiscal year.

**Due to/from primary government and component units:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary government – General Fund	Component unit – Convention and Visitors' Bureau	\$ 10,882
Component unit – Airport Authority	Primary government – General Fund	122,785
Component unit – Convention and Visitors' Bureau	Primary government – Redevelopment Administration Fund	10,000
Component unit – Airport Authority	Primary government – Airport Fund	<u>467,911</u>
	Total	<u>\$611,578</u>

**Interfund transfers:**

	<u>Transfers In:</u>			<u>Total</u>
	<u>General Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Nonmajor Governmental Funds</u>	
<u>Transfers out:</u>				
General Fund	\$ -	\$420,000	\$2,687,575	\$ 3,107,575
Quality of Life Fund	102,869	-	1,004,394	1,107,263
Regional Transportation Fund	-	-	1,761,691	1,761,691
Nonmajor Governmental Funds	4,031,326	-	4,162,378	8,193,704
Internal Service Funds	<u>1,750,000</u>	<u>-</u>	<u>-</u>	<u>1,750,000</u>
Total Transfers	<u>\$5,884,195</u>	<u>\$420,000</u>	<u>\$9,616,038</u>	<u>\$15,920,233</u>



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

**D. LONG-TERM DEBT**

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

General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year. During the year, \$1,512,053 in general obligation bonds were issued to finance arsenic mitigation for the City's public water system. General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	2.0-5.4%	\$56,539,131
Governmental activities - refunding	2.9-5.4%	10,980,000
Business-type activities	0.0-7.5%	44,470,543
Business-type activities - refunding	3.0-5.0%	4,071,600

**Revenue Bonds.** The City also issues bonds where the City pledges income derived from the acquired or constructed assets to pay debt service. During the year, \$7,900,000 in revenue bonds were issued to finance street and highway construction. Revenue bonds outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Regional Transportation	2.0-5.34%	\$20,866,000

**Notes Payable.** The City issues notes to provide funds for open space, various improvements, and vehicles and to refund Redevelopment debt. During the year, \$2,900,000 in notes payable were issued to finance the cost of ambulances, sewer improvements and stormwater drainage improvements. Notes payable outstanding at year end are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities:		
Energy Retrofit	4.3387%	\$ 335,328
Open Space	3.25%	1,483,700
Fleet Management	1.97%-2.8%	379,000
Redevelopment Refunding note	3.97%	820,900
Business-type activities:		
Stormwater Drainage	1.97-4.81%	848,000
Sewer	1.97-4.81%	1,600,000

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

Governmental activities

The City has pledged 15% of the Consolidated tax revenue receipts for the repayment of various General Obligation Revenue bonds consisting of the Capital Improvement Bonds Series 1998B; Capital Improvement Bonds Series 1999A; Various Purpose Bonds Series 2001; Energy Retrofit Bonds Series 2001; Medium Term Lease Purchase Series 2003; Public Safety Refunding Bonds Series 2003; Capital Improvement Bonds Series 2005; and Medium Term Redevelopment Funding Series 2006. The total principal and interest remaining to be paid on the bonds is \$65,432,341 payable through fiscal year 2033. For the current year, principal and interest paid for the bonds totaled \$3,384,151 and pledged revenues totaled \$2,621,605.

The City has pledged future ¼ cent voter approved (Quality of Life) sales tax revenues to repay \$14,703,000 in Park Bonds Series 1998A; Medium Term Bank Note Series 2004; and Park Bonds Series 2005. Proceeds of the bonds provided financing for new parks facilities, to purchase open space and to improve and equip current parks facilities. The bonds are intended to be paid solely from the ¼ cent tax revenues and are payable through fiscal year 2030. Annual principal and interest payments on the bonds are expected to require 65% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$15,601,876. For the current year, principal and interest paid for the bonds totaled \$1,078,018 and pledged revenues totaled \$1,669,985.

The City has pledged future 1/8 cent sales tax revenues (NRS 377B), to repay \$15,000,000 in V&T Historical Bonds Series 2005. The bonds are intended to be paid solely from the 1/8 cent tax revenues and are payable through fiscal year 2025. Annual principal and interest payments on the bonds are expected to require 100% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$17,870,993. For the current year, principal and interest paid for the bonds totaled \$1,118,044 and pledged revenues totaled \$833,551.

The City has pledged room tax and Residential Construction tax revenues to repay \$5,665,000 in Park Refunding Bonds Series 1997C; and Room Tax Revenue Supported Bonds, Series 2003. The bonds are intended to be paid solely from room tax and Residential Construction tax revenues and are payable through fiscal year 2023. Annual principal and interest payments on the bonds are expected to require 47% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$5,311,561. For the current year, principal and interest paid for the bonds totaled \$408,360 and pledged revenues totaled \$864,360.

The City has pledged motor vehicle fuel tax revenues to repay \$5,785,000 in Highway Revenue (Motor Vehicle Fuel Tax) Improvement Bonds Series 2003; \$9,055,000 in Highway Revenue (Motor Vehicle Fuel Tax) Improvement Bonds Series 2008 and \$7,900,000 in Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Improvement Bonds Series 2010. The bonds are secured solely from motor vehicle fuel tax and are payable through fiscal year 2030. Annual principal and interest payments on the bonds are expected to require 39% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$32,228,911. For the current year, principal and interest paid for the bonds totaled \$1,070,561 and pledged revenues totaled \$2,754,992.

The City has pledged future fleet management fund revenues and investment earnings, net of specified operating expenses to repay \$452,000 in fleet management general obligation revenue bonds issued in fiscal year 2010. Proceeds from the bonds provided financing of ambulances. The bonds are intended to be paid solely from fleet management fund net revenues and are payable through fiscal year 2013. Annual principal and interest payments on the bonds are expected to require as much as 45% of the funds net revenues. The total principal and interest remaining to be paid on the bonds is \$390,808. For the current year, principal and interest paid for the bonds totaled \$78,421 and net pledged revenues totaled \$172,860.

Business-type activities

The City has pledged future sewer utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$24,806,302 in sewer utility system general obligation revenue bonds issued between fiscal years

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1995 and 2010. Proceeds from the bonds provided financing for expansion of, and improvements to, the sewer utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2024. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$16,808,761. For the current year, principal and interest paid for the bonds totaled \$1,985,996 and net pledged revenues totaled \$1,524,025.

The City has pledged future water utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$43,951,600 in water utility system general obligation revenue bonds issued between fiscal years 1998 and 2010. Proceeds from the bonds provided financing for expansion of, and improvements to, the water utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2030. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$42,496,231. For the current year, principal and interest paid for the bonds totaled \$3,142,072 and net pledged revenues totaled \$1,862,645.

The City has pledged future storm drainage utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$6,848,000 in storm drainage utility system general obligation revenue bonds issued between fiscal years 2005 and 2006. Proceeds from the bonds provided financing for expansion of, and improvements to, the storm drainage utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2025. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$7,639,921. For the current year, principal and interest paid for the bonds totaled \$448,085 and net pledged revenues totaled \$426,716.

**Capital Leases.** The City has entered into lease agreements as lessee for financing the acquisition of office equipment. The net present value of minimum lease payments at year end was \$99,470.

The assets acquired through capital leases are as follows:

	<u>Governmental Activities</u>
Asset:	
Machinery and equipment	\$201,423
Less: Accumulated depreciation	<u>(61,511)</u>
Total	<u>\$139,912</u>

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

<u>Year Ended June 20,</u>	<u>Lease Payments</u>
2011	\$ 109,193
2012	109,193
2013	<u>109,193</u>
Total	<u>\$ 327,579</u>

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

**Conduit Debt.** On March 4, 2002, October 1, 2003, and October 27, 2005, the City issued \$45,185,000, \$95,000,000, and \$15,000,000, respectively, in revenue bonds for Carson-Tahoe Regional Healthcare, a non-profit corporation. 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, 2010 was \$125,130,000.

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**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
<b>Governmental Activities:</b>					
<b>Bonds payable:</b>					
<b>General obligation revenue bonds:</b>					
3.50 to 5.0% Parks general obligation revenue bonds series 1998A, due 11/01/18 - \$4,860,000	\$ 2,940,000	\$ -	\$ (240,000)	\$ 2,700,000	\$ 250,000
3.50 to 5.1% Capital Improvement general obligation revenue bonds series 1998B, due 11/01/18 - \$1,000,000	605,000	-	(50,000)	555,000	50,000
5.0 to 5.4% Capital Improvement general obligation revenue bonds series 1999A, due 07/01/20 - \$2,505,000	1,680,000	-	(115,000)	1,565,000	120,000
4.0 to 5.0% 2001 Redevelopment general obligation revenue bonds, due 06/01/21 - \$2,000,000	1,820,000	-	(5,000)	1,815,000	-
4.0 to 5.0% 2001 Senior Citizens Center general obligation revenue bonds, due 06/01/18 - \$1,800,000	1,105,000	-	(100,000)	1,005,000	105,000
4.32% 2001 Energy Retrofit general obligation revenue bonds, due 05/28/12 - \$1,329,802	647,700	-	(138,569)	509,131	153,404
4.0 to 5.4% Parks refunding general obligation revenue bonds series 1997C, due 02/01/11 - \$1,515,000	375,000	-	(180,000)	195,000	195,000
2.9 to 3.5% Public Safety refunding general obligation revenue bonds series 2003, due 05/01/15 - \$4,895,000	4,670,000	-	(230,000)	4,440,000	835,000
2.0 to 4.625% Room Tax Revenue supported general obligation revenue bonds series 2003, due 06/01/23 - \$4,150,000	3,840,000	-	(45,000)	3,795,000	40,000
3.0 to 4.4% Parks general obligation revenue bonds series 2005, due 03/01/25 - \$980,000	835,000	-	(40,000)	795,000	40,000
3.0 to 4.625% Parks general obligation revenue bonds series 2005, due 03/01/30 - \$5,835,000	5,760,000	-	(20,000)	5,740,000	20,000
4.0 to 5.0% Sheriff/Hospital general obligation revenue bonds series 2005A, due 05/01/33 - \$18,000,000	18,000,000	-	-	18,000,000	-
4.0 to 5.0% Capital Projects general obligation revenue bonds series 2005A, due 05/01/30 - \$8,000,000	7,385,000	-	(220,000)	7,165,000	230,000
4.0 to 5.0% Refunding general obligation revenue bonds series 2005A, due 05/01/22 - \$8,040,000	6,925,000	-	(580,000)	6,345,000	5,000
4.0 to 4.50% V&T Historical general obligation revenue bonds series 2005B, due 12/01/25 - \$15,000,000	13,455,000	-	(560,000)	12,895,000	580,000
Subtotal	<u>70,042,700</u>	<u>-</u>	<u>(2,523,569)</u>	<u>67,519,131</u>	<u>2,623,404</u>
<b>Revenue Bonds:</b>					
2.0 to 4.7% 2003 Highway Revenue motor vehicle fuel tax revenue bonds, due 06/01/23 - \$5,785,000	4,685,000	-	(235,000)	4,450,000	245,000
4.9% 2008 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/27 - \$9,055,000	8,742,600	-	(226,600)	8,516,000	235,200
5.340% 2010 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/29 - \$7,900,000	-	7,900,000	-	7,900,000	163,700
Subtotal	<u>13,427,600</u>	<u>7,900,000</u>	<u>(461,600)</u>	<u>20,866,000</u>	<u>643,900</u>

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**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
<b>Notes Payable:</b>					
4.3387% Energy Retrofit Installment Purchase Financing dated 2/11/03, due 2/11/13 - \$802,500	\$ 421,044	\$ -	\$ (85,716)	\$ 335,328	\$ 94,770
3.25% Parks general obligation (limited tax) medium-term note dated 12/15/04, due 12/15/14 - \$3,028,000	1,785,200	-	(301,500)	1,483,700	311,300
1.97 to 2.8% Fleet general obligation (limited tax) medium-term bond, due 09/01/12 - \$452,000	-	452,000	(73,000)	379,000	149,000
3.97% general obligation (Limited Tax) Redevelopment Authority refunding note series 2006, due 05/01/13 - \$1,654,300	1,053,400	-	(232,500)	820,900	251,300
Subtotal	<u>3,259,644</u>	<u>452,000</u>	<u>(692,716)</u>	<u>3,018,928</u>	<u>806,370</u>
<b>Deferred amounts:</b>					
For issuance premiums	482,192	-	(29,421)	452,771	-
For issuance discounts	(158,244)	-	10,042	(148,202)	-
On refunding	(680,465)	-	102,446	(578,019)	-
Total Bonds and Notes Payable	86,373,427	8,352,000	(3,594,818)	91,130,609	4,073,674
<b>Incurred but not Reported Claims Liability:</b>	106,396	-	(32,918)	73,478	-
<b>Capital Leases:</b>	109,182	69,433	(79,145)	99,470	30,627
<b>Landfill Closure/Post closure costs:</b>	2,769,168	102,292	-	2,871,460	-
<b>Net OPEB Obligation</b>	1,418,998	1,706,863	-	3,125,861	-
<b>Compensated Absences Payable:</b>	<u>4,347,989</u>	<u>4,571,201</u>	<u>(4,147,619)</u>	<u>4,771,571</u>	<u>378,394</u>
Governmental Activity Long-Term Liabilities	95,125,160	14,801,789	(7,854,500)	102,072,449	4,482,695
<b>Business Type Activities:</b>					
<b>Bonds payable:</b>					
<b>General obligation revenue bonds:</b>					
4.4 to 7.5% Water general obligation revenue bonds series 1997, due 5/01/13 - \$1,820,000	620,000	-	(145,000)	475,000	150,000
3.5 to 4.7% Water general obligation revenue bonds series 1998C, due 5/01/14 - \$1,700,000	685,000	-	(125,000)	560,000	130,000
4.9 to 5.0% Water general obligation revenue bonds series 1999B, due 11/01/14 - \$1,525,000	750,000	-	(110,000)	640,000	115,000
4.875 to 5.2% Water general obligation revenue bonds series 2000B, due 12/01/15 - \$1,330,000	745,000	-	(90,000)	655,000	95,000
1.6 to 4.9% Water general obligation revenue bonds series 2002, due 11/01/16 - \$3,465,000	2,200,000	-	(230,000)	1,970,000	240,000
3.0 to 5.0% Water refunding general obligation revenue bonds series 2003, due 11/01/09 - \$2,005,000	375,000	-	(375,000)	-	-
3.0 to 5.0% Water refunding general obligation revenue bonds series 2003, due 11/01/15 - \$1,360,000	1,010,000	-	(125,000)	885,000	135,000
3.0 to 5.0% Water general obligation revenue bonds series 2003, due 11/01/23 - \$6,000,000	4,950,000	-	(245,000)	4,705,000	250,000
3.5 to 4.2% Water general obligation revenue bonds series 2005A, due 6/01/25 - \$9,000,000	7,705,000	-	(350,000)	7,355,000	360,000

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**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
4.0% Sewer general obligation revenue bonds, dated 1994 State of Nevada revolving loan, due 07/01/14 - \$2,400,000	\$ 939,590	\$ -	\$ (155,971)	\$ 783,619	\$ 162,273
3.825% Sewer general obligation revenue bonds, dated 1996 State of Nevada revolving loan, due 07/01/15 - \$2,120,000	918,436	-	(127,003)	791,433	131,907
3.23% Sewer general obligation revenue bonds, dated 1998 State of Nevada revolving loan, due 07/01/18 - \$6,096,302	3,677,471	-	(336,533)	3,340,938	347,490
3.5 to 4.7% Sewer general obligation revenue bonds series 1998D, due 11/01/13 - \$1,200,000	485,000	-	(90,000)	395,000	95,000
4.875 to 5.2% Sewer general obligation revenue bonds series 2000B, due 12/01/15 - \$2,765,000	1,550,000	-	(190,000)	1,360,000	200,000
1.6 to 4.9% Sewer general obligation revenue bonds series 2002, due 11/01/16 - \$3,215,000	2,045,000	-	(210,000)	1,835,000	225,000
3.0 to 5.0% Sewer refunding general obligation revenue bonds series 2003, due 11/01/15 - \$1,410,000	1,045,000	-	(130,000)	915,000	140,000
3.0 to 5.0% Sewer general obligation revenue bonds series 2003, due 11/01/23 - \$4,000,000	3,300,000	-	(160,000)	3,140,000	165,000
3.0 to 4.25% Drainage general obligation revenue bonds series 2005B, due 06/01/25 - \$6,000,000	5,140,000	-	(235,000)	4,905,000	240,000
4.34% Water refunding general obligation revenue bonds series 2007, due 12/01/18 - \$2,346,600	2,296,600	-	(25,000)	2,271,600	25,000
4.34% Water general obligation revenue bonds series 2007, due 12/01/18 - \$10,000,000	10,047,500	-	-	10,047,500	-
0% Water general obligation revenue bonds series 2009 State of Nevada revolving loan, due 01/01/30 - \$3,400,000	-	1,512,053	-	1,512,053	170,000
Subtotal	<u>50,484,597</u>	<u>1,512,053</u>	<u>(3,454,507)</u>	<u>48,542,143</u>	<u>3,376,670</u>
<b>Notes Payable:</b>					
1.97 to 4.81% Drainage general obligation (limited tax) medium- term bond, due 09/01/19 - \$848,000	-	848,000	-	848,000	53,000
1.97 to 4.81% Sewer general obligation (limited tax) medium- term bond, due 09/01/19 - \$1,600,000	-	1,600,000	-	1,600,000	-
Subtotal	<u>-</u>	<u>2,448,000</u>	<u>-</u>	<u>2,448,000</u>	<u>53,000</u>
<b>Deferred amounts:</b>					
For issuance premiums	420,518	-	(46,104)	374,414	-
On refunding	(169,170)	-	51,473	(117,697)	-
Total Bonds and Notes Payable	<u>50,735,945</u>	<u>3,960,053</u>	<u>(3,449,138)</u>	<u>51,246,860</u>	<u>3,429,670</u>
<b>Arbitrage</b>	95,863	-	(60,409)	35,454	-
<b>Net OPEB Obligation</b>	268,962	287,038	-	556,000	-
<b>Compensated Absences Payable:</b>	<u>579,944</u>	<u>693,503</u>	<u>(573,392)</u>	<u>700,055</u>	<u>104,478</u>
Business-Type Activity Long-Term Liabilities	<u>51,680,714</u>	<u>4,940,594</u>	<u>(4,082,939)</u>	<u>52,538,369</u>	<u>3,534,148</u>
<b>Total debt</b>	<u>\$ 146,805,874</u>	<u>\$ 19,742,383</u>	<u>\$ (11,937,439)</u>	<u>\$ 154,610,818</u>	<u>\$ 8,016,843</u>

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, \$105,057 of internal service funds compensated absences, \$73,478 of incurred but not reported claims liability and \$54,502 of net opeb obligation are included in the above amounts.

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**Discretely presented component units**

Long-term liability activity for the Airport Authority for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
Capital leases	\$ 220,133	\$ -	\$ (6,240)	\$ 213,893	\$ 6,240
Prepaid Lease Agreement	431,242	-	(9,242)	422,000	9,124
	<u>\$ 651,375</u>	<u>\$ -</u>	<u>\$ (15,482)</u>	<u>\$ 635,893</u>	<u>\$ 15,364</u>

Long-term liability activity for the Convention and Visitors' Bureau for the year ended June 30, 2010, was as follows:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
Compensated absences	\$ 84,115	\$ -	\$ (24,351)	\$ 59,764	\$ -
Lease obligations	5,971	-	(1,166)	4,805	1,166
	<u>\$ 90,086</u>	<u>\$ -</u>	<u>\$ (25,517)</u>	<u>\$ 64,569</u>	<u>\$ 1,166</u>

**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 Revenue Bonds		Revenue Bonds		Notes Payable		Capital Leases	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
	2011	\$ 2,623,404	\$ 2,994,918	\$ 643,900	\$ 1,074,609	\$ 806,370	\$ 96,217	\$ 30,627
2012	2,744,326	2,891,788	741,400	977,100	852,192	67,824	25,020	11,094
2013	2,861,401	2,785,057	776,000	942,436	841,666	36,645	18,233	7,278
2014	3,125,000	2,675,441	812,800	905,669	343,000	14,094	19,509	3,436
2015	3,260,000	2,549,732	851,700	866,765	175,700	2,855	6,081	258
2016-2020	18,400,000	10,515,307	4,924,100	3,668,536	-	-	-	-
2021-2025	17,150,000	6,204,231	6,285,000	2,307,586	-	-	-	-
2026-2030	12,750,000	2,802,972	5,831,100	620,210	-	-	-	-
2031-2033	4,605,000	432,437	-	-	-	-	-	-
Total	<u>\$ 67,519,131</u>	<u>\$ 33,851,883</u>	<u>\$ 20,866,000</u>	<u>\$ 11,362,911</u>	<u>\$ 3,018,928</u>	<u>\$ 217,635</u>	<u>\$ 99,470</u>	<u>\$ 38,088</u>

**BUSINESS-TYPE ACTIVITIES**

Year Ended June 30	General Obligation Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
	2011	\$ 3,376,670	\$ 1,903,908	\$ 53,000
2012	3,494,634	1,775,644	247,000	89,423
2013	3,653,428	1,632,538	253,000	82,332
2014	3,628,082	1,484,114	262,000	74,025
2015	3,595,924	1,338,148	270,000	64,505
2016-2020	14,205,505	4,838,895	1,363,000	140,115
2021-2025	12,815,400	2,244,392	-	-
2026-2030	3,772,500	193,209	-	-
Total	<u>\$ 48,542,143</u>	<u>\$ 15,410,848</u>	<u>\$ 2,448,000</u>	<u>\$ 543,922</u>

**CARSON CITY  
NOTES TO FINANCIAL STATEMENTS  
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**E. RESTRICTED ASSETS**

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

	<u>General</u>	<u>Commissary</u>	<u>Total</u>
Funds held in trust - nonspendable	<u>\$331,016</u>	<u>\$26,461</u>	<u>\$357,477</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. The Pool is considered a self-sustaining risk pool that will provide liability coverage for its members up to \$10,000,000 per event and a \$13,000,000 general aggregate per member. Property, crime and equipment breakdown coverage is provided to its members up to \$300,000,000 per loss with various sublimits established for earthquake, flood, equipment breakdown, and money and securities. 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 became a member of the Public Agency Compensation Trust (PACT) for workers' compensation beginning July 1, 2003. The City pays an annual premium and there are no deductibles. The PACT is considered a self-sustaining risk pool that will provide coverage for its members based on established statutory limits. The City retains liability for claims for the period from July 1, 1992 to June 30, 2003 when the City was self-insured.

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

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

	<u>Current Portion</u>	<u>Long-Term Portion</u>	<u>Totals</u>	
			<u>2010</u>	<u>2009</u>
Unpaid claims, beginning of fiscal year	\$ 540,350	\$106,396	\$ 646,746	\$ 651,523
Claims and changes in estimates	380,299	(32,918)	347,381	235,677
Claim payments	<u>(411,869)</u>	<u>-</u>	<u>(411,869)</u>	<u>(240,454)</u>
Unpaid claims, end of fiscal year	<u>\$ 508,780</u>	<u>\$ 73,478</u>	<u>\$ 582,258</u>	<u>\$ 646,746</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, 2010,



**CARSON CITY**  
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\$2,871,460, is reported in governmental activities. It is estimated that the landfill will be used for an additional fifty-one years and that at June 30, 2010, approximately 34.87 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, \$8,234,268, has been calculated in 2010 dollars in accordance with current federal and state regulations and will be adjusted each year for changes resulting from inflation, deflation or technology.

**C. CONTINGENT LIABILITIES**

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

**D. OTHER POSTEMPLOYMENT BENEFITS**

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

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

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

- Firefighters who retire under Nevada PERS after July 1, 2002 at age 47 or older and with 20 or more years of service receive a percentage of the medical premiums for themselves and their dependents. No subsidy is paid toward the cost of firefighter's dental, vision or life coverage in retirement. In 2005, the City established the Firefighter Retirement Medical Fund to accumulate resources to provide for these subsidies. The City pays 90% of the premium until age 65, then 50% of the retiree's Medicare supplement medical premium. The City pays 50% of dependent coverage until age 65, then 25% of the dependent's Medicare supplement medical premium.
- All other employees who retire from the City with at least 10 years of service (including firefighters not yet eligible or not qualifying for the benefits above) receive a subsidy of \$6 per month for each year of service toward the cost of their coverage. Retirees may elect to continue coverage for their spouse and other eligible dependents, but do so entirely at their expense.

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

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The City serves as a secondary carrier for retirees eligible for Medicare. Expenditures for post-employment healthcare and life insurance are recognized each month when premiums are paid. A summary of the premium rates for the City's Plan, as of July 1, 2009, are shown below:

Retirees Without Medicare	POS (In Area)	PPO (Out of Area)
Retiree	\$469.24	\$637.66
Retiree & 1 dependent / both without Medicare	1,002.21	1,332.78
Retiree & 1 dependent / 1 without Medicare	882.53	1,216.14
Retiree & family / both without Medicare	1,311.72	1,749.29
Retiree & family / 1 without Medicare	1,153.30	1,594.89

Retirees With Medicare	POS (In Area)	PPO (Out of Area)
Retiree	\$357.84	\$526.27
Retiree & 1 dependent / both with Medicare	762.87	1,099.51
Retiree & 1 dependent / 1 with Medicare	882.53	1,216.14
Retiree & family / both with Medicare	994.88	1,440.50
Retiree & family / 1 without Medicare	1,153.30	1,594.89

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

The City is required to provide a subsidy for their retirees that have elected to join PEBP. The subsidy is paid on the pay-as-you-go basis. Contribution requirements for plan members and the participating employers are assessed by the PEBP Board annually. The contributions required for PEBP subsidies depend on the date of retirement of prior years of PERS service for employees earned while working for the City. For retirees retiring prior to January 1, 1994, the subsidy is \$317.30. For those who retired on or after January 1, 1994, the subsidy depends on years of service and ranges from a minimum of \$79.33 for 5 years of service to a maximum of \$436.29 for 20 or more years of service. These subsidies are then allocated and billed to all applicable former employers of the retiree. The City's portion of the monthly subsidies ranged from \$1.35 to \$446.58 during the 2010 fiscal year.

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**Funding Policy and Annual OPEB Cost.** The City is currently funding the annual OPEB cost on a pay as you go basis for both plans. The City makes annual transfers to the Firefighter Retirement Medical Fund equal to a 1% salary reduction for Fire Department employees covered under the Collective Bargaining Agreement between the City of Carson City and the Carson City Firefighters' Association Local 2251 and \$6 per month for each year of service for current Firefighter retirees with a minimum of ten years of service pursuant to City policy. For fiscal year 2009-2010, \$75,408 was transferred to the Firefighter Retirement Medical Fund to be used to fund firefighter retiree subsidies. However, as an irrevocable trust fund has not been established this amount does not reduce the City's unfunded actuarial accrued liability.

The City's actuarial valuation for the plans was prepared from employee and retiree data as of May 2009. The number of participants as of June 30, 2009, the effective date of the OPEB valuation, as updated on June 30, 2010, follows.

	City Plan	PEBP Plan
Active employees	580	-
Retirees enrolled in City Plan	95	
Retirees enrolled in PEBP		205

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plans, and the net OPEB obligations (assets), by plan, for fiscal year 2009-2010 and the preceding year were as follows:

	Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
City Plan	6/30/09	\$2,197,916	\$ 400,512	18.22%	\$1,797,404
City Plan	6/30/10	\$2,326,772	\$ 442,315	19.01%	\$3,681,861
PEBP	6/30/09	\$568,124	\$677,568	119.26%	\$(109,444)
PEBP	6/30/10	\$564,929	\$595,705	105.45%	\$(140,220)
Totals	6/30/09	\$2,766,040	\$1,078,080	38.98%	\$1,687,960
Totals	6/30/10	\$2,891,701	\$1,038,020	35.90%	\$3,541,641

The net OPEB obligation (asset) as of June 30, 2010, was calculated as follows:

	City Plan	PEBP Plan	Totals
Normal Cost (Current Service Cost)	\$1,459,673	\$ -	\$1,459,673
Amortization of unfunded actuarial accrued liability	866,632	564,958	1,431,590
Total Annual Required Contribution (ARC or Annual OPEB cost)	2,326,305	564,958	2,891,263
Interest on the beginning net OPEB obligation (asset)	71,898	(4,378)	67,520
ARC adjustment	(71,431)	4,349	(67,082)
Annual OPEB cost	2,326,772	564,929	2,891,701
Contributions made	(442,315)	(595,705)	(1,038,020)

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	City Plan	PEBP Plan	Totals
Increase (decrease) in net OPEB obligation (asset)	\$1,884,457	\$(30,776)	\$1,853,681
Net OPEB obligation (asset), beginning of year	1,797,404	(109,444)	1,687,960
Net OPEB obligation (asset), end of year	\$3,681,861	\$(140,220)	\$3,541,641

**Funded Status and Funding Progress.** The funded status of the plans as of the latest actuarial valuation date (June 30, 2009), was as follows:

	City Plan	PEBP Plan	Totals
Accrued actuarial liability (a)	\$20,788,605	\$14,867,523	\$35,656,128
Actuarial value of plan assets (b)	-	-	-
Unfunded actuarial accrued Liability (a) - (b)	\$20,788,605	\$14,867,523	\$35,656,128
Funded ratio (b) / (a)	0%	0%	0%
Covered payroll (c)	\$31,781,336	N/A	N/A
Unfunded actuarial accrued liability as a percentage of covered payroll $([(a) - (b)] / (c))$	65.41%	N/A	N/A

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

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

	City Plan	PEBP Plan
Actuarial valuation date	6/30/09	6/30/09
Actuarial cost method	Entry age normal cost	Entry age normal cost
Amortization method	Level percentage of pay	Level percentage of pay
Remaining amortization period	30 years, open	30 years, open
Asset valuation method	N / A	N / A
<u>Actuarial assumptions:</u>		
Investment rate of return	4.0%	4.0%
Projected salary increases		
Healthcare inflation rate	4.0%	4.0%
* Medical – decreasing 1% each year until ultimate trend rate of 5% is reached.	Medical – 10% *	Medical – 10% *
Dental & vision - decreasing .5% each year until ultimate trend rate of 4.5% is reached.	Dental & vision – 6% *	Dental & vision – 6% *
Life insurance – increasing 1% each year.	Life insurance – 1% *	

**CARSON CITY**  
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**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 21.5% for regular members and 37% 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 11.25%. 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, 2010, 2009, and 2008 were \$9,778,202, \$8,849,179, and \$8,523,859, respectively, equal to the required contributions each year. The contribution rates for the year ended June 30, 2010 were the same as disclosed above. The contribution rates for the years ended June 30, 2009 and June 30, 2008 were 20.5% for regular employees, 33.5% for police and fire employees under the employer paid plan, and 10.50% for regular employees under the employer/employee paid plan.

**F. SUBSEQUENT EVENTS**

**Bond Issues**

On July 14, 2010, Carson City issued \$10,100,000 of General Obligation (Limited Tax) Water Improvement Bonds (Additionally Secured by Pledged Revenues), Series 2010A (Taxable Direct Pay Build America Bonds) 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 pledged water system revenues. The proceeds of the bonds will be used for the purpose of acquiring, constructing, improving and equipping water projects and to pay the costs of issuing the Bonds.

On July 14, 2010, Carson City issued \$7,095,000 of General Obligation (Limited Tax) Water Improvement and Refunding Bonds (Additionally Secured by Pledged Revenues) Series 2010B (Tax-Exempt) 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 pledged water system revenues. The proceeds of the bonds will be used for the purpose of acquiring, constructing, improving and equipping water projects, to refund outstanding City water bonds, and to pay the costs of issuing the Bonds.

On July 14, 2010, Carson City issued \$2,690,000 of General Obligation (Limited Tax) Sewer Improvement and Refunding Bonds (Additionally Secured by Pledged Revenues) Series 2010D (Tax-Exempt) secured by the full faith and credit of the City, subject to Nevada constitutional and statutory limitations on the

**CARSON CITY**  
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aggregate amount of property taxes that may be levied by and within the City. The bonds are additionally secured by pledged sanitary sewer system revenues. The proceeds of the bonds will be used for the purpose of acquiring, constructing, improving and equipping sewer projects, to refund outstanding City sewer bonds, and to pay the costs of issuing the Bonds.

On October 22, 2010, Carson City issued \$21,900,000 of General Obligation (Limited Tax) Water Improvement Bonds (Additionally Secured by Pledged Revenues), Series 2010E (Taxable Direct Pay Build America Bonds) 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 pledged water system revenues. The proceeds of the bonds will be used for the purpose of acquiring, constructing, improving and equipping water projects and to pay the costs of issuing the Bonds.

On October 22, 2010, Carson City issued \$2,800,000 of General Obligation (Limited Tax) Sewer Improvement Bonds (Additionally Secured by Pledged Revenues), Series 2010F (Taxable Direct Pay Build America Bonds) 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 pledged sanitary sewer system revenues. The proceeds of the bonds will be used for the purpose of acquiring, constructing, improving and equipping sewer projects and to pay the costs of issuing the Bonds.

**Risk Management**

**General Liability.** Beginning July 1, 2010, the City elected to leave the Nevada Public Agency Insurance Pool (NPAIP), which is a public entity risk pool currently operating as a common risk management and insurance program for its members and elected to purchase private property, auto physical damage and excess liability coverage and government crime insurance. For property insurance, the policy limit is \$187,000,000 with a deductible of \$25,000 per occurrence. The earth movement policy limit is \$50,000,000 with a deductible of \$100,000 per location. The flood property policy limit is \$100,000,000 with a deductible of \$100,000 per location. The flood property – high hazard zone policy limit is \$5,000,000 with a \$500,000 per location deductible. Other coverage currently held by the City, including airport liability, boiler and machinery and bonds on public officials, are insured without a deductible. In addition, automobile damage is self-insured by the City.

**Workers' Compensation.** Beginning July 1, 2010, the City elected to leave the Nevada Public Agency Compensation Trust (PACT) which is a fully insured program for workers compensation and formed its own self-insurance program. The coverage provides for statutory limits for worker's compensation coverage and \$1,000,000 for employer's liability limits with self-insured retentions of \$2,000,000 for police and fire employees and \$750,000 for all other employees. The City anticipates achieving a contingency reserve amount in the Worker's Compensation Fund of approximately \$3,500,000 by the end of FY 2011.

**G. TERMINATION BENEFITS**

On April 1, 2010, the City approved the Voluntary Separation Program (VSP). This program was designed to give employees an incentive to voluntarily choose to leave City employment at the earliest date, while allowing the City to review and consider what essential functions are necessary to the operations of the City and what positions may be eliminated or resources realigned due to vacancies created.

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Employees were required to apply for the VSP. If the employee was accepted into the VSP, they would receive \$1,000 per full year of full time continuous service with Carson City. As of June 30, 2010, nine employees had terminated under the VSP. The VSP amount for these employees was \$120,000 and is reported in governmental activities and in the governmental funds. All voluntary terminations under the VSP are expected to be completed by July 2010 at an additional cost in fiscal year 2011 of \$355,000.

**H. PRIOR PERIOD ADJUSTMENT – ERROR CORRECTION**

A prior period adjustment in the amount of \$9,144,067 is reported in governmental activities. Infrastructure donated in prior years was not capitalized in the year of donation. The beginning balance of infrastructure and accumulated depreciation – infrastructure in Note B – Capital Assets, has been restated to include this correction. The following is a summary of the increases to infrastructure and net assets as a result of this prior period adjustment:

	Balance July 1, 2009 (as previously reported)	Increases	Balance July 1, 2009 (as adjusted)
Capital Assets:			
Infrastructure	\$ 94,458,663	\$ 9,283,165	\$103,741,828
Less accumulated depreciation for:			
Infrastructure	(17,304,879)	(139,098)	(17,443,977)
Net balance / change	<u>\$77,153,784</u>	<u>\$ 9,144,067</u>	<u>\$ 86,297,851</u>

**CARSON CITY  
REQUIRED SUPPLEMENTARY INFORMATION  
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**Other Post-Employment Benefits  
Schedule of Funding Progress**

	Actuarial Valuation Date	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age Normal Cost (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
City Plan	6/30/09	\$ -	\$ 20,788,605	\$ 20,788,605	-	\$31,781,336	65.41%
PEBP	6/30/09	-	14,867,523	14,867,523	-	N/A	N/A
		<u>\$ -</u>	<u>\$ 35,656,128</u>	<u>\$ 35,656,128</u>	<u>-</u>		

\*Multiyear trend information will be provided as it becomes available.



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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,  
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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Ad valorem	\$ 15,173,223	\$ 15,033,876	\$ (139,347)	\$ 14,203,996
Licenses and permits:				
Business licenses and permits:				
Business licenses	803,400	743,950	(59,450)	775,921
Liquor licenses	135,000	154,493	19,493	197,902
City / county gaming licenses	685,000	648,808	(36,192)	729,818
Right of way toll	156,000	150,314	(5,686)	150,253
Franchise fees:				
Gas	1,375,000	1,441,625	66,625	1,326,861
Electric	2,350,000	2,098,785	(251,215)	2,333,193
Telephone	775,000	1,070,156	295,156	1,003,178
Sanitation	405,000	390,851	(14,149)	401,464
Cable television	430,000	380,245	(49,755)	408,289
	<u>7,114,400</u>	<u>7,079,227</u>	<u>(35,173)</u>	<u>7,326,879</u>
Nonbusiness licenses and permits:				
Marriage licenses	20,000	15,813	(4,187)	16,926
Animal licenses	8,900	8,877	(23)	3,733
Mobile home permits	-	118	118	552
	<u>28,900</u>	<u>24,808</u>	<u>(4,092)</u>	<u>21,211</u>
Total Licenses and Permits	<u>7,143,300</u>	<u>7,104,035</u>	<u>(39,265)</u>	<u>7,348,090</u>
Intergovernmental revenues:				
Federal grants:				
Drug Enforcement Administration	-	7,974	7,974	10,636
Status Offender	-	-	-	840
State Criminal Alien Assistance	-	51,736	51,736	40,871
Federal Lands Lease	-	19	19	-
Federal Child Nutrition	29,000	16,611	(12,389)	20,133
	<u>29,000</u>	<u>76,340</u>	<u>47,340</u>	<u>72,480</u>
Federal payments in lieu of taxes	<u>110,000</u>	<u>113,938</u>	<u>3,938</u>	<u>157,844</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2009
State grants	\$ -	\$ -	\$ -	\$ 1,600
State shared revenues:				
Consolidated tax revenues	20,617,345	17,477,368	(3,139,977)	19,969,586
State gaming licenses	160,000	150,947	(9,053)	146,458
Candidate filing fee	-	2,100	2,100	-
Court administrative assessments	167,480	157,799	(9,681)	170,161
	<u>20,944,825</u>	<u>17,788,214</u>	<u>(3,156,611)</u>	<u>20,286,205</u>
Other local government grants:				
Interlocal cooperative agreements	415,592	587,280	171,688	175,825
Other local government shared revenues:				
Miscellaneous other governments	17,258	940	(16,318)	32,766
Total Intergovernmental Revenues	<u>21,516,675</u>	<u>18,566,712</u>	<u>(2,949,963)</u>	<u>20,726,720</u>
Charges for services:				
General government:				
Treasurer fees	43,000	28,139	(14,861)	40,539
Clerk fees	201,000	171,066	(29,934)	197,946
Recorder fees	186,500	221,532	35,032	204,163
Technology fees	30,000	28,788	(1,212)	28,242
Assessor commissions	220,000	210,355	(9,645)	230,216
Building and zoning fees	100,000	72,924	(27,076)	84,958
Public administrator fees	45,000	128,154	83,154	56,322
Administration fees	4,698,470	4,727,980	29,510	4,206,214
Miscellaneous	24,300	20,746	(3,554)	30,071
	<u>5,548,270</u>	<u>5,609,684</u>	<u>61,414</u>	<u>5,078,671</u>
Judicial:				
Drug Court	12,000	11,662	(338)	13,710
Court facilities	115,000	103,500	(11,500)	134,028
Justice civil fees	580,000	660,921	80,921	452,531
	<u>707,000</u>	<u>776,083</u>	<u>69,083</u>	<u>600,269</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Public safety:				
Police:				
Sheriff's fees	\$ 280,000	\$ 334,388	\$ 54,388	\$ 288,780
Fire	12,800	7,653	(5,147)	10,597
Protective services	194,547	171,737	(22,810)	177,054
	<u>487,347</u>	<u>513,778</u>	<u>26,431</u>	<u>476,431</u>
Public works:				
Street / engineering charges	3,000	-	(3,000)	1,683
Sanitation:				
Landfill fees	3,215,000	2,674,172	(540,828)	2,996,529
Health:				
Pet cemetery charges	6,000	-	(6,000)	-
Vaccine	192,000	183,205	(8,795)	160,006
Clinic Services	95,000	94,401	(599)	110,245
Health inspection fees	48,000	52,982	4,982	70,674
	<u>341,000</u>	<u>330,588</u>	<u>(10,412)</u>	<u>340,925</u>
Culture and recreation	1,455,328	1,208,624	(246,704)	1,251,892
Total Charges for Services	<u>11,756,945</u>	<u>11,112,929</u>	<u>(644,016)</u>	<u>10,746,400</u>
Fines and forfeits:				
Library	20,000	11,622	(8,378)	18,623
Court	859,000	676,838	(182,162)	905,497
Animal services	45,000	41,902	(3,098)	43,269
Total Fines and Forfeits	<u>924,000</u>	<u>730,362</u>	<u>(193,638)</u>	<u>967,389</u>
Miscellaneous:				
Investment income	730,000	406,686	(323,314)	844,095
Rents and royalties	174,000	105,866	(68,134)	170,792
Other	76,000	202,031	126,031	148,756
Gifts and donations	59,980	48,336	(11,644)	258,458
Refunds and reimbursements	65,800	148,257	82,457	275,584
Penalties and interest - delinquent taxes	125,000	306,569	181,569	206,290
Total Miscellaneous	<u>1,230,780</u>	<u>1,217,745</u>	<u>(13,035)</u>	<u>1,903,975</u>
Total Revenues	<u>57,744,923</u>	<u>53,765,659</u>	<u>(3,979,264)</u>	<u>55,896,570</u>
Expenditures:				
General Government:				
Legislative:				
Board of Supervisors:				
Salaries and wages	132,957	132,745	212	135,419
Employee benefits	76,756	72,482	4,274	67,436
Services and supplies	37,950	19,739	18,211	28,672
Total Legislative	<u>247,663</u>	<u>224,966</u>	<u>22,697</u>	<u>231,527</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Executive:				
Clerk:				
Salaries and wages	\$ 248,878	\$ 243,713	\$ 5,165	\$ 257,375
Employee benefits	91,971	82,065	9,906	76,986
Services and supplies	28,350	18,945	9,405	17,176
	<u>369,199</u>	<u>344,723</u>	<u>24,476</u>	<u>351,537</u>
Elections:				
Salaries and wages	145,861	132,455	13,406	147,808
Employee benefits	47,501	45,350	2,151	45,076
Services and supplies	51,350	36,352	14,998	61,795
	<u>244,712</u>	<u>214,157</u>	<u>30,555</u>	<u>254,679</u>
Treasurer:				
Salaries and wages	298,160	307,383	(9,223)	263,434
Employee benefits	115,481	114,716	765	103,847
Services and supplies	67,580	55,280	12,300	67,418
	<u>481,221</u>	<u>477,379</u>	<u>3,842</u>	<u>434,699</u>
Recorder:				
Salaries and wages	238,817	240,959	(2,142)	231,810
Employee benefits	98,895	96,416	2,479	91,727
Services and supplies	79,755	16,890	62,865	18,353
	<u>417,467</u>	<u>354,265</u>	<u>63,202</u>	<u>341,890</u>
Assessor:				
Salaries and wages	398,926	394,061	4,865	376,314
Employee benefits	155,831	151,180	4,651	143,807
Services and supplies	42,022	27,246	14,776	56,378
Capital outlay	53,750	-	53,750	22,328
	<u>650,529</u>	<u>572,487</u>	<u>78,042</u>	<u>598,827</u>
District Attorney:				
Salaries and wages	1,722,769	1,647,530	75,239	1,579,508
Employee benefits	585,512	548,035	37,477	510,995
Services and supplies	112,400	81,925	30,475	87,662
	<u>2,420,681</u>	<u>2,277,490</u>	<u>143,191</u>	<u>2,178,165</u>
City Manager:				
Salaries and wages	318,050	310,222	7,828	251,458
Employee benefits	101,695	111,721	(10,026)	93,307
Services and supplies	110,610	112,498	(1,888)	108,275
	<u>530,355</u>	<u>534,441</u>	<u>(4,086)</u>	<u>453,040</u>
Central Services:				
Services and supplies	1,491,952	1,467,808	24,144	1,476,207
Total Executive	<u>6,606,116</u>	<u>6,242,750</u>	<u>363,366</u>	<u>6,089,044</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Finance:				
Finance:				
Salaries and wages	\$ 425,681	\$ 428,682	\$ (3,001)	\$ 413,198
Employee benefits	161,453	164,828	(3,375)	144,335
Services and supplies	87,165	72,358	14,807	72,485
	<u>674,299</u>	<u>665,868</u>	<u>8,431</u>	<u>630,018</u>
Internal Auditor:				
Salaries and wages	-	-	-	37,058
Employee benefits	-	-	-	11,655
Services and supplies	60,000	1,158	58,842	13,536
	<u>60,000</u>	<u>1,158</u>	<u>58,842</u>	<u>62,249</u>
Purchasing:				
Salaries and wages	86,878	75,431	11,447	98,575
Employee benefits	35,702	25,377	10,325	29,151
Services and supplies	18,110	5,765	12,345	6,365
	<u>140,690</u>	<u>106,573</u>	<u>34,117</u>	<u>134,091</u>
Personnel:				
Salaries and wages	162,471	181,485	(19,014)	175,630
Employee benefits	67,418	69,624	(2,206)	52,371
Services and supplies	82,470	38,450	44,020	51,890
	<u>312,359</u>	<u>289,559</u>	<u>22,800</u>	<u>279,891</u>
Total Finance	<u>1,187,348</u>	<u>1,063,158</u>	<u>124,190</u>	<u>1,106,249</u>
Other:				
Community Development:				
Planning:				
Salaries and wages	294,551	280,979	13,572	307,157
Employee benefits	121,190	123,152	(1,962)	109,551
Services and supplies	64,225	54,413	9,812	66,405
	<u>479,966</u>	<u>458,544</u>	<u>21,422</u>	<u>483,113</u>
Business License:				
Salaries and wages	73,897	64,764	9,133	50,244
Employee benefits	19,405	28,258	(8,853)	15,361
Services and supplies	16,250	11,775	4,475	18,906
	<u>109,552</u>	<u>104,797</u>	<u>4,755</u>	<u>84,511</u>
Code Enforcement:				
Salaries and wages	107,372	122,519	(15,147)	104,892
Employee benefits	47,615	49,344	(1,729)	43,683
Services and supplies	10,318	6,478	3,840	7,000
	<u>165,305</u>	<u>178,341</u>	<u>(13,036)</u>	<u>155,575</u>
Total Community Development	<u>754,823</u>	<u>741,682</u>	<u>13,141</u>	<u>723,199</u>

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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Automation Services:				
Salaries and wages	\$ 656,427	\$ 697,779	\$ (41,352)	\$ 637,002
Employee benefits	238,681	246,141	(7,460)	215,802
Services and supplies	599,070	512,657	86,413	516,686
Capital outlay	-	37,319	(37,319)	-
	<u>1,494,178</u>	<u>1,493,896</u>	<u>282</u>	<u>1,369,490</u>
Geographic Information Systems:				
Salaries and wages	217,415	217,180	235	211,365
Employee benefits	74,941	73,862	1,079	69,435
Services and supplies	15,500	13,088	2,412	12,712
Capital outlay	-	-	-	3,500
	<u>307,856</u>	<u>304,130</u>	<u>3,726</u>	<u>297,012</u>
Public Defender:				
Services and supplies	1,305,691	1,296,104	9,587	1,107,100
Public Safety Complex / Courthouse:				
Services and supplies	392,175	365,992	26,183	391,456
City Hall:				
Services and supplies	121,260	122,259	(999)	117,392
Facilities Maintenance:				
Salaries and wages	836,288	820,047	16,241	822,420
Employee benefits	328,759	312,865	15,894	300,984
Services and supplies	327,238	349,213	(21,975)	347,674
	<u>1,492,285</u>	<u>1,482,125</u>	<u>10,160</u>	<u>1,471,078</u>
Records Management:				
Salaries and wages	108,189	105,618	2,571	100,503
Employee benefits	23,067	23,196	(129)	21,844
Services and supplies	56,100	42,425	13,675	53,942
	<u>187,356</u>	<u>171,239</u>	<u>16,117</u>	<u>176,289</u>
Total Other	<u>6,055,624</u>	<u>5,977,427</u>	<u>78,197</u>	<u>5,653,016</u>
Total General Government	<u>14,096,751</u>	<u>13,508,301</u>	<u>588,450</u>	<u>13,079,836</u>
Public Safety:				
Sheriff:				
Administrative Services:				
Salaries and wages	468,497	511,298	(42,801)	527,137
Employee benefits	250,466	257,836	(7,370)	237,973
Services and supplies	569,993	432,463	137,530	556,965
Capital outlay	27,318	27,318	-	-
	<u>1,316,274</u>	<u>1,228,915</u>	<u>87,359</u>	<u>1,322,075</u>
Investigations:				
Salaries and wages	897,416	833,304	64,112	-
Employee benefits	444,198	419,077	25,121	-
Services and supplies	165,658	173,114	(7,456)	-
	<u>1,507,272</u>	<u>1,425,495</u>	<u>81,777</u>	<u>-</u>



**CARSON CITY  
GENERAL FUND  
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	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>Operational Services:</b>				
Salaries and wages	\$ 4,003,976	\$ 3,938,830	\$ 65,146	\$ 4,785,588
Employee benefits	2,424,298	2,428,093	(3,795)	2,678,730
Services and supplies	383,257	399,485	(16,228)	551,552
Capital outlay	10,624	29,470	(18,846)	6,222
	<u>6,822,155</u>	<u>6,795,878</u>	<u>26,277</u>	<u>8,022,092</u>
<b>Detention Facility:</b>				
Salaries and wages	2,168,653	2,190,920	(22,267)	2,186,603
Employee benefits	1,250,290	1,243,748	6,542	1,156,565
Services and supplies	306,070	285,958	20,112	312,507
Capital outlay	-	-	-	13,323
	<u>3,725,013</u>	<u>3,720,626</u>	<u>4,387</u>	<u>3,668,998</u>
<b>General Services:</b>				
Salaries and wages	499,009	489,724	9,285	473,003
Employee benefits	202,839	194,887	7,952	178,786
Services and supplies	45,332	55,515	(10,183)	27,301
Capital outlay	-	-	-	23,272
	<u>747,180</u>	<u>740,126</u>	<u>7,054</u>	<u>702,362</u>
<b>Dispatch:</b>				
Salaries and wages	1,163,402	1,120,755	42,647	1,076,385
Employee benefits	406,681	407,287	(606)	365,395
Services and supplies	204,885	201,140	3,745	185,358
Capital outlay	-	-	-	22,231
	<u>1,774,968</u>	<u>1,729,182</u>	<u>45,786</u>	<u>1,649,369</u>
<b>Federal, Tri-Net Grant:</b>				
Salaries and wages	115,907	25,123	90,784	40,800
Employee benefits	63,148	33,396	29,752	34,148
Services and supplies	27,500	-	27,500	14,055
Capital outlay	-	11,093	(11,093)	-
	<u>206,555</u>	<u>69,612</u>	<u>136,943</u>	<u>89,003</u>
Total Sheriff	<u>16,099,417</u>	<u>15,709,834</u>	<u>389,583</u>	<u>15,453,899</u>
<b>Fire:</b>				
<b>Administration:</b>				
Salaries and wages	141,965	144,162	(2,197)	142,407
Employee benefits	57,193	59,980	(2,787)	59,780
Services and supplies	60,872	39,959	20,913	29,391
Capital outlay	19,231	19,231	-	-
	<u>279,261</u>	<u>263,332</u>	<u>15,929</u>	<u>231,578</u>
<b>Operations:</b>				
Salaries and wages	3,939,943	3,939,124	819	3,609,177
Employee benefits	2,252,770	2,217,242	35,528	2,075,541
Services and supplies	432,275	453,928	(21,653)	469,750
Capital outlay	-	5,715	(5,715)	-
	<u>6,624,988</u>	<u>6,616,009</u>	<u>8,979</u>	<u>6,154,468</u>

**CARSON CITY  
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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Prevention:				
Salaries and wages	\$ 411,690	\$ 413,806	\$ (2,116)	\$ 393,652
Employee benefits	147,921	145,330	2,591	135,882
Services and supplies	26,234	21,183	5,051	20,175
	<u>585,845</u>	<u>580,319</u>	<u>5,526</u>	<u>549,709</u>
Warren Engine Co. No. 1:				
Employee benefits	2,088	-	2,088	(232)
Services and supplies	10,820	9,073	1,747	17,197
	<u>12,908</u>	<u>9,073</u>	<u>3,835</u>	<u>16,965</u>
Emergency Management:				
Salaries and wages	73,465	71,832	1,633	24,630
Employee benefits	64,957	65,433	(476)	39,366
Services and supplies	14,170	16,561	(2,391)	15,597
Capital outlay	-	-	-	94
	<u>152,592</u>	<u>153,826</u>	<u>(1,234)</u>	<u>79,687</u>
Training:				
Salaries and wages	295,090	251,051	44,039	242,354
Employee benefits	147,977	147,894	83	133,198
Services and supplies	71,334	75,284	(3,950)	64,393
	<u>514,401</u>	<u>474,229</u>	<u>40,172</u>	<u>439,945</u>
Total Fire	<u>8,169,995</u>	<u>8,096,788</u>	<u>73,207</u>	<u>7,472,352</u>
Corrections:				
Juvenile Probation:				
Salaries and wages	901,507	933,004	(31,497)	750,377
Employee benefits	448,224	467,009	(18,785)	372,878
Services and supplies	145,988	138,263	7,725	131,906
	<u>1,495,719</u>	<u>1,538,276</u>	<u>(42,557)</u>	<u>1,255,161</u>
Juvenile Detention:				
Salaries and wages	930,797	913,069	17,728	889,894
Employee benefits	343,775	341,539	2,236	329,391
Services and supplies	126,485	115,999	10,486	116,473
	<u>1,401,057</u>	<u>1,370,607</u>	<u>30,450</u>	<u>1,335,758</u>
Total Corrections	<u>2,896,776</u>	<u>2,908,883</u>	<u>(12,107)</u>	<u>2,590,919</u>
Total Public Safety	<u>27,166,188</u>	<u>26,715,505</u>	<u>450,683</u>	<u>25,517,170</u>
Judicial:				
Juvenile Court:				
Salaries and wages	245,317	237,571	7,746	226,881
Employee benefits	83,621	83,318	303	77,907
Services and supplies	85,161	41,984	43,177	58,307
Total Juvenile Court	<u>414,099</u>	<u>362,873</u>	<u>51,226</u>	<u>363,095</u>

**CARSON CITY  
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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Justice Court:				
Salaries and wages	\$ 2,059,864	\$ 2,022,156	\$ 37,708	\$ 1,925,126
Employee benefits	753,354	776,266	(22,912)	746,449
Services and supplies	802,026	505,772	296,254	544,215
Total Justice Court	<u>3,615,244</u>	<u>3,304,194</u>	<u>311,050</u>	<u>3,215,790</u>
Alternative Sentencing:				
Salaries and wages	752,712	760,561	(7,849)	747,881
Employee benefits	348,721	336,633	12,088	299,077
Services and supplies	134,745	147,756	(13,011)	124,720
Total Alternative Sentencing	<u>1,236,178</u>	<u>1,244,950</u>	<u>(8,772)</u>	<u>1,171,678</u>
Total Judicial	<u>5,265,521</u>	<u>4,912,017</u>	<u>353,504</u>	<u>4,750,563</u>
Public Works:				
Engineering / Public Works:				
Public Works:				
Salaries and wages	1,487,027	1,449,020	38,007	1,645,125
Employee benefits	527,763	529,233	(1,470)	532,912
Services and supplies	126,650	123,751	2,899	95,727
Capital outlay	-	-	-	2,000
Total Public Works	<u>2,141,440</u>	<u>2,102,004</u>	<u>39,436</u>	<u>2,275,764</u>
Sanitation:				
Landfill:				
Salaries and wages	637,056	572,629	64,427	637,919
Employee benefits	229,184	203,710	25,474	246,656
Services and supplies	1,008,060	887,413	120,647	791,899
Capital outlay	-	9,925	(9,925)	58,242
Total Sanitation	<u>1,874,300</u>	<u>1,673,677</u>	<u>200,623</u>	<u>1,734,716</u>
Health:				
Public Health Administration:				
Salaries and wages	205,677	203,145	2,532	201,627
Employee benefits	73,976	76,409	(2,433)	69,594
Services and supplies	217,130	216,064	1,066	222,637
Total Public Health Administration	<u>496,783</u>	<u>495,618</u>	<u>1,165</u>	<u>493,858</u>

**CARSON CITY  
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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Medical:				
Salaries and wages	\$ 66,927	\$ 36,728	\$ 30,199	\$ 124,321
Employee benefits	29,504	12,641	16,863	19,481
Services and supplies	419,280	166,462	252,818	264,103
Total Medical	515,711	215,831	299,880	407,905
Environmental Health:				
Salaries and wages	199,278	192,099	7,179	137,483
Employee benefits	70,967	68,775	2,192	44,147
Services and supplies	96,034	91,430	4,604	114,725
Total Environmental Health	366,279	352,304	13,975	296,355
Animal Services:				
Salaries and wages	253,108	240,166	12,942	247,803
Employee benefits	84,250	74,275	9,975	87,017
Services and supplies	120,037	124,371	(4,334)	101,759
Total Animal Services	457,395	438,812	18,583	436,579
Total Health	1,836,168	1,502,565	333,603	1,634,697
Welfare:				
Salaries and wages	86,460	88,352	(1,892)	88,934
Employee benefits	26,669	26,486	183	24,950
Services and supplies	269,045	267,336	1,709	235,862
Total Welfare	382,174	382,174	-	349,746
Culture and Recreation:				
Parks:				
Parks and Recreation Administration:				
Salaries and wages	248,799	266,943	(18,144)	254,192
Employee benefits	102,138	104,173	(2,035)	97,290
Services and supplies	38,667	36,821	1,846	39,006
Total Parks and Recreation Administration	389,604	407,937	(18,333)	390,488
Park Maintenance:				
Salaries and wages	570,137	566,981	3,156	590,930
Employee benefits	223,565	228,556	(4,991)	210,435
Services and supplies	826,952	737,558	89,394	771,022
Capital outlay	-	-	-	372
Total Park Maintenance	1,620,654	1,533,095	87,559	1,572,759
Grants, Gifts, and Donations:				
Services and supplies	238,524	184,818	53,706	134,646
Capital outlay	119,524	17,395	102,129	12,209
Total Grants, Gifts, and Donations	358,048	202,213	155,835	146,855
Total Parks	2,368,306	2,143,245	225,061	2,110,102

**CARSON CITY  
GENERAL FUND  
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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Participant Recreation:				
Community Center:				
Salaries and wages	\$ 199,440	\$ 173,384	\$ 26,056	\$ 191,471
Employee benefits	48,671	40,077	8,594	44,359
Services and supplies	118,260	118,843	(583)	103,236
	<u>366,371</u>	<u>332,304</u>	<u>34,067</u>	<u>339,066</u>
Recreation:				
Salaries and wages	595,326	414,459	180,867	424,970
Employee benefits	124,650	96,893	27,757	84,497
Services and supplies	175,847	65,460	110,387	154,022
Capital outlay	12,260	12,260	-	-
	<u>908,083</u>	<u>589,072</u>	<u>319,011</u>	<u>663,489</u>
Swimming Pool:				
Salaries and wages	446,179	360,164	86,015	365,390
Employee benefits	94,157	90,336	3,821	85,864
Services and supplies	319,664	268,396	51,268	271,126
	<u>860,000</u>	<u>718,896</u>	<u>141,104</u>	<u>722,380</u>
Ice Rink:				
Salaries and wages	26,991	26,991	-	-
Employee benefits	1,583	1,583	-	-
Services and supplies	156,518	156,425	93	-
	<u>185,092</u>	<u>184,999</u>	<u>93</u>	<u>-</u>
Sports:				
Salaries and wages	170,298	159,825	10,473	165,137
Employee benefits	37,372	36,356	1,016	46,946
Services and supplies	183,166	194,313	(11,147)	180,505
	<u>390,836</u>	<u>390,494</u>	<u>342</u>	<u>392,588</u>
Total Participant Recreation	<u>2,710,382</u>	<u>2,215,765</u>	<u>494,617</u>	<u>2,117,523</u>
Pony Express Pavilion:				
Salaries and wages	500	-	500	-
Employee benefits	122	-	122	(8)
Services and supplies	21,160	22,000	(840)	24,262
	<u>21,782</u>	<u>22,000</u>	<u>(218)</u>	<u>24,254</u>
Library:				
Salaries and wages	867,357	866,662	695	805,675
Employee benefits	336,974	341,869	(4,895)	294,597
Services and supplies	385,924	377,290	8,634	386,902
	<u>1,590,255</u>	<u>1,585,821</u>	<u>4,434</u>	<u>1,487,174</u>
Total Culture and Recreation	<u>6,690,725</u>	<u>5,966,831</u>	<u>723,894</u>	<u>5,739,053</u>
Community Support:				
Support Services:				
Services and supplies	555,313	531,683	23,630	345,199

**CARSON CITY  
GENERAL FUND  
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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Economic Opportunity:				
Economic Development:				
Services and supplies	\$ 4,320,000	\$ 4,320,000	\$ -	\$ 2,000,000
Total Expenditures	<u>64,328,580</u>	<u>61,614,757</u>	<u>2,713,823</u>	<u>57,426,744</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(6,583,657)</u>	<u>(7,849,098)</u>	<u>(1,265,441)</u>	<u>(1,530,174)</u>
Other Financing Sources (Uses):				
Capital leases	69,433	69,433	-	53,467
Transfers in (out):				
Quality of Life Fund	147,262	102,869	(44,393)	80,140
Senior Citizens Fund	15,000	15,000	-	15,000
Capital Facilities Fund	5,000	5,000	-	1,150,000
Grant Fund	-	-	-	142,578
Capital Acquisition and Development Fund	502,692	502,692	-	6,750
Insurance Fund	500,000	500,000	-	-
Administrative Assessment Fund	-	-	-	50,000
Fleet Management Fund	500,000	500,000	-	-
Group Medical Fund	750,000	750,000	-	-
Stabilization Fund	1,618,771	3,508,634	1,889,863	-
Carson City Debt Service Fund	(2,367,575)	(2,367,575)	-	(2,203,500)
Traffic Transportation Fund	(20,000)	(20,000)	-	-
Cemetery Fund	(75,000)	(75,000)	-	(75,000)
Carson City Transit Fund	(300,000)	(300,000)	-	(300,000)
Ambulance Fund	(220,000)	(220,000)	-	(100,000)
Building Permits Fund	(125,000)	(125,000)	-	(120,000)
Contingency	<u>(289,497)</u>	<u>-</u>	<u>289,497</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>711,086</u>	<u>2,846,053</u>	<u>2,134,967</u>	<u>(1,300,565)</u>
Net Change in Fund Balances	(5,872,571)	(5,003,045)	869,526	(2,830,739)
Fund Balances, July 1	<u>10,894,991</u>	<u>11,486,244</u>	<u>591,253</u>	<u>14,316,983</u>
Fund Balances, June 30	<u>\$ 5,022,420</u>	<u>\$ 6,483,199</u>	<u>\$ 1,460,779</u>	<u>\$ 11,486,244</u>

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## SPECIAL REVENUE FUNDS

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

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### Major Funds

**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.

**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.

### Nonmajor Funds

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

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

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

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

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

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



**SPECIAL REVENUE FUNDS**  
**Continued**

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**911 Surcharge Fund** - This fund was established to account for the 911 surcharge imposed for the enhancement or improvement of the telephone system for reporting an emergency in Carson City County.

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

**Landfill Closure / Post Closure** - This fund is used to accumulate resources to pay for future landfill closure and post closure care costs.

**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.

**Firefighter Retirement Medical Fund** - This fund is used to account for revenues raised and expenditures incurred to provide retirement medical benefits to qualified retirees of the Carson City Fire Department.

**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.

**SPECIAL REVENUE FUNDS**  
**Continued**

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

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

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

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

**CARSON CITY**  
**QUALITY OF LIFE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
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	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Sales tax, voter approved	\$ 1,662,345	\$ 1,669,985	\$ 7,640	\$ 1,889,028
Intergovernmental revenues:				
Federal grants	868,039	165,742	(702,297)	661,131
State grants	5,045,220	6,563,546	1,518,326	85,000
Other local government grants:				
Interlocal cooperative agreements	20,000	87	(19,913)	-
	<u>5,933,259</u>	<u>6,729,375</u>	<u>796,116</u>	<u>746,131</u>
Charges for services:	-	-	-	705
Miscellaneous:				
Investment income	100,000	308,978	208,978	364,595
Donations and gifts	50,000	50,000	-	600
	<u>150,000</u>	<u>358,978</u>	<u>208,978</u>	<u>365,195</u>
Total Revenues	<u>7,745,604</u>	<u>8,758,338</u>	<u>1,012,734</u>	<u>3,001,059</u>
Expenditures:				
Culture and recreation:				
Park maintenance:				
Salaries and wages	104,316	106,821	(2,505)	91,141
Employee benefits	21,545	20,507	1,038	19,782
Services and supplies	308,304	280,138	28,166	154,947
Capital outlay	33,622	33,622	-	6,950
	<u>467,787</u>	<u>441,088</u>	<u>26,699</u>	<u>272,820</u>
Parks capital:				
Salaries and wages	110,792	113,361	(2,569)	99,770
Employee benefits	34,756	32,858	1,898	31,046
Services and supplies	109,881	83,772	26,109	46,358
Capital outlay	6,606,032	398,596	6,207,436	1,364,307
	<u>6,861,461</u>	<u>628,587</u>	<u>6,232,874</u>	<u>1,541,481</u>
Quality of life:				
Salaries and wages	220,181	216,504	3,677	200,319
Employee benefits	77,501	76,917	584	68,466
Services and supplies	1,179,329	222,026	957,303	218,968
Capital outlay	6,595,406	3,834,143	2,761,263	2,015,789
	<u>8,072,417</u>	<u>4,349,590</u>	<u>3,722,827</u>	<u>2,503,542</u>
Total Expenditures	<u>15,401,665</u>	<u>5,419,265</u>	<u>9,982,400</u>	<u>4,317,843</u>

**CARSON CITY**  
**QUALITY OF LIFE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Excess (Deficiency) of Revenues over Expenditures	\$ (7,656,061)	\$ 3,339,073	\$ 10,995,134	\$ (1,316,784)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(147,262)	(102,869)	44,393	(80,140)
Carson City Debt Service Fund	(1,004,394)	(1,004,394)	-	(999,878)
Total Other Financing Sources (Uses)	(1,151,656)	(1,107,263)	44,393	(1,080,018)
Net Change in Fund Balances	(8,807,717)	2,231,810	11,039,527	(2,396,802)
Fund Balances, July 1	8,943,092	8,943,092	-	11,339,894
Fund Balances, June 30	\$ 135,375	\$ 11,174,902	\$ 11,039,527	\$ 8,943,092

**CARSON CITY  
REGIONAL TRANSPORTATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 3,295,099	\$ 3,353,185	\$ 58,086	\$ 2,716,715
Intergovernmental revenues:				
Federal grants	2,833,330	1,826,144	(1,007,186)	342,880
State grants	210,000	4,721	(205,279)	-
Other local government grants:				
Interlocal cooperative agreements	21,915	21,915	-	-
	<u>3,065,245</u>	<u>1,852,780</u>	<u>(1,212,465)</u>	<u>342,880</u>
Miscellaneous:				
Investment income	100,000	36,413	(63,587)	275,777
Rents and royalties	15,000	-	(15,000)	-
Donations and gifts	-	-	-	182,522
Refunds and reimbursements	-	52,408	52,408	-
	<u>115,000</u>	<u>88,821</u>	<u>(26,179)</u>	<u>458,299</u>
Total Revenues	<u>6,475,344</u>	<u>5,294,786</u>	<u>(1,180,558)</u>	<u>3,517,894</u>
Expenditures:				
Public works:				
Paved streets:				
Salaries and wages	244,618	242,087	2,531	383,012
Employee benefits	79,142	79,961	(819)	108,850
Services and supplies	2,508,576	2,128,367	380,209	974,594
Capital outlay	12,187,498	9,376,221	2,811,277	11,412,138
Total Expenditures	<u>15,019,834</u>	<u>11,826,636</u>	<u>3,193,198</u>	<u>12,878,594</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(8,544,490)</u>	<u>(6,531,850)</u>	<u>2,012,640</u>	<u>(9,360,700)</u>
Other Financing Sources (Uses):				
Debt issued	7,900,000	7,900,000	-	9,055,000
Transfers in (out):				
Campo Fund	(26,060)	(21,130)	4,930	(15,691)
Street Maintenance Fund	(670,000)	(670,000)	-	(350,000)
Carson City Debt Service Fund	(1,070,561)	(1,070,561)	-	(1,114,985)
Total Other Financing Sources (Uses)	<u>6,133,379</u>	<u>6,138,309</u>	<u>4,930</u>	<u>7,574,324</u>
Net Change in Fund Balances	<u>(2,411,111)</u>	<u>(393,541)</u>	<u>2,017,570</u>	<u>(1,786,376)</u>
Fund Balances, July 1	<u>3,045,752</u>	<u>3,045,752</u>	<u>-</u>	<u>4,832,128</u>
Fund Balances, June 30	<u>\$ 634,641</u>	<u>\$ 2,652,211</u>	<u>\$ 2,017,570</u>	<u>\$ 3,045,752</u>

**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, 2010**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and investments	\$ 6,423,838	\$ 956,310	\$ 2,876,713	\$ 10,256,861
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	77,095	66,949	-	144,044
Accounts receivable	52,263	-	1,902	54,165
Due from other funds	-	87,473	-	87,473
Due from other governments	3,922,986	-	-	3,922,986
Deposits	9,099	-	-	9,099
Prepaid items	19,249	250	-	19,499
Restricted assets:				
Cash and investments	26,461	-	-	26,461
<b>Total Assets</b>	<b>\$ 10,530,991</b>	<b>\$ 1,110,982</b>	<b>\$ 2,878,615</b>	<b>\$ 14,520,588</b>
<b>LIABILITIES AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 482,715	\$ -	\$ 96,301	\$ 579,016
Accrued salaries and benefits	159,684	-	1,691	161,375
Due to other funds	1,778,339	-	-	1,778,339
Due to other governments	275,786	-	-	275,786
Due to component units	477,911	-	-	477,911
Deferred revenue	501,210	61,687	-	562,897
Unearned revenue	112,334	-	-	112,334
Payable from restricted assets	26,461	-	-	26,461
<b>Total Liabilities</b>	<b>3,814,440</b>	<b>61,687</b>	<b>97,992</b>	<b>3,974,119</b>
Fund balances:				
Reserved for prepaid items	19,249	250	-	19,499
Unreserved:				
Designated for subsequent year's expenditures	4,074,045	1,036,661	51,609	5,162,315
Undesignated	2,623,257	12,384	2,729,014	5,364,655
<b>Total Fund Balances</b>	<b>6,716,551</b>	<b>1,049,295</b>	<b>2,780,623</b>	<b>10,546,469</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 10,530,991</b>	<b>\$ 1,110,982</b>	<b>\$ 2,878,615</b>	<b>\$ 14,520,588</b>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	\$ 6,118,058	\$ 1,895,121	\$ 22,800	\$ 8,035,979
Licenses and permits	236,753	-	-	236,753
Intergovernmental revenues	17,795,304	408,360	4,320,000	22,523,664
Charges for services	354,771	-	-	354,771
Fines and forfeits	72,040	-	-	72,040
Miscellaneous	393,847	101,899	27,630	523,376
Total Revenues	<u>24,970,773</u>	<u>2,405,380</u>	<u>4,370,430</u>	<u>31,746,583</u>
Expenditures:				
Current:				
General government	1,496,712	-	-	1,496,712
Public safety	1,645,043	-	2,238	1,647,281
Judicial	163,722	-	-	163,722
Public works	5,989,354	-	-	5,989,354
Health	2,458,061	-	-	2,458,061
Welfare	1,977,293	-	-	1,977,293
Culture and recreation	1,954,264	-	41,020	1,995,284
Community support	-	-	3,041,870	3,041,870
Airport	9,144,072	-	-	9,144,072
Economic opportunity	422,049	-	-	422,049
Capital outlay	-	-	8,028	8,028
Debt service:				
Principal retirement	-	3,604,885	-	3,604,885
Interest and fiscal charges	-	3,956,052	-	3,956,052
Total Expenditures	<u>25,250,570</u>	<u>7,560,937</u>	<u>3,093,156</u>	<u>35,904,663</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(279,797)</u>	<u>(5,155,557)</u>	<u>1,277,274</u>	<u>(4,158,080)</u>
Other Financing Sources (Uses):				
Transfers in	2,521,183	6,453,953	640,902	9,616,038
Transfers out	(6,602,749)	(1,585,955)	(5,000)	(8,193,704)
Total Other Financing Sources (Uses)	<u>(4,081,566)</u>	<u>4,867,998</u>	<u>635,902</u>	<u>1,422,334</u>
Net Change in Fund Balances	<u>(4,361,363)</u>	<u>(287,559)</u>	<u>1,913,176</u>	<u>(2,735,746)</u>
Fund Balances, July 1	<u>11,077,914</u>	<u>1,336,854</u>	<u>867,447</u>	<u>13,282,215</u>
Fund Balances, June 30	<u>\$ 6,716,551</u>	<u>\$ 1,049,295</u>	<u>\$ 2,780,623</u>	<u>\$ 10,546,469</u>



**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2010  
(PAGE 1 OF 3)**

	<u>SENIOR CITIZENS CENTER</u>	<u>COOPERATIVE EXTENSION</u>	<u>TRAFFIC TRANSPORTATION</u>
<b>ASSETS</b>			
Cash and investments:			
Unrestricted	\$ 558,568	\$ 201,716	\$ 3,128
Restricted	-	-	-
Taxes receivable, delinquent	16,924	4,314	-
Accounts receivable	-	315	-
Due from other governments	-	5,269	-
Deposits	-	-	-
Prepaid items	58	132	-
	<u>575,550</u>	<u>211,746</u>	<u>3,128</u>
Total Assets	<u>\$ 575,550</u>	<u>\$ 211,746</u>	<u>\$ 3,128</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 7,392	\$ 2,422	\$ 21
Accrued salaries and benefits	9,939	232	3,252
Due to other funds	-	-	-
Due to other governments	-	24,986	-
Due to component units	-	-	-
Deferred revenue	13,990	3,572	-
Unearned revenue	-	-	-
Payable from restricted assets	-	-	-
	<u>31,321</u>	<u>31,212</u>	<u>3,273</u>
Total Liabilities	<u>31,321</u>	<u>31,212</u>	<u>3,273</u>
<b>FUND BALANCES</b>			
Reserved for prepaid items	58	132	-
Unreserved:			
Designated for subsequent year's expenditures	523,743	128,872	-
Undesignated	20,428	51,530	(145)
	<u>544,229</u>	<u>180,534</u>	<u>(145)</u>
Total Fund Balances	<u>544,229</u>	<u>180,534</u>	<u>(145)</u>
	<u>\$ 575,550</u>	<u>\$ 211,746</u>	<u>\$ 3,128</u>
Total Liabilities and Fund Balances	<u>\$ 575,550</u>	<u>\$ 211,746</u>	<u>\$ 3,128</u>

<u>SUPPLEMENTAL INDIGENT</u>	<u>LIBRARY GIFT</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>911 SURCHARGE</u>	<u>CAPITAL PROJECTS</u>
\$ 189,307	\$ 239,470	\$ 15,424	\$ 229,648	\$ 78,853
-	-	-	-	-
38,931	-	-	-	16,926
-	-	-	19,405	-
-	-	-	-	-
-	-	-	-	-
<u>228,238</u>	<u>239,470</u>	<u>15,424</u>	<u>249,053</u>	<u>95,779</u>
\$ 18,717	\$ 4,108	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
177,229	-	-	-	-
-	-	-	-	-
32,178	-	-	-	13,993
-	-	-	-	-
-	-	-	-	-
<u>228,124</u>	<u>4,108</u>	<u>-</u>	<u>-</u>	<u>13,993</u>
-	-	-	-	-
-	60,136	5,000	31,862	45,462
114	175,226	10,424	217,191	36,324
<u>114</u>	<u>235,362</u>	<u>15,424</u>	<u>249,053</u>	<u>81,786</u>
<u>\$ 228,238</u>	<u>\$ 239,470</u>	<u>\$ 15,424</u>	<u>\$ 249,053</u>	<u>\$ 95,779</u>

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2010  
(PAGE 2 OF 3)**

	<u>LANDFILL CLOSURE / POST CLOSURE</u>	<u>STREET MAINTENANCE</u>	<u>CAPITAL ACQUISITION AND DEVELOPMENT</u>	<u>STABILIZATION</u>
<b>ASSETS</b>				
Cash and investments:				
Unrestricted	\$ 2,238,345	\$ 139,101	\$ 1,540,204	\$ -
Restricted	-	-	-	-
Taxes receivable, delinquent	-	-	-	-
Accounts receivable	-	25	1,614	-
Due from other governments	-	574,253	-	-
Deposits	-	-	-	-
Prepaid items	-	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Assets	<u>\$ 2,238,345</u>	<u>\$ 713,379</u>	<u>\$ 1,541,818</u>	<u>\$ -</u>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 92,503	\$ 32,450	\$ -
Accrued salaries and benefits	-	63,036	-	-
Due to other funds	-	-	-	-
Due to other governments	-	1,033	-	-
Due to component units	-	-	-	-
Deferred revenue	-	-	-	-
Unearned revenue	-	32,000	-	-
Payable from restricted assets	-	-	-	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Liabilities	<u>-</u>	<u>188,572</u>	<u>32,450</u>	<u>-</u>
<b>FUND BALANCES</b>				
Reserved for prepaid items	-	-	-	-
Unreserved:				
Designated for subsequent year's expenditures	2,238,345	179,579	10,000	-
Undesignated	-	345,228	1,499,368	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Fund Balances	<u>2,238,345</u>	<u>524,807</u>	<u>1,509,368</u>	<u>-</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total Liabilities and Fund Balances	<u>\$ 2,238,345</u>	<u>\$ 713,379</u>	<u>\$ 1,541,818</u>	<u>\$ -</u>

<u>REDEVELOPMENT ADMINISTRATION</u>	<u>FIREFIGHTER RETIREMENT MEDICAL</u>	<u>CARSON CITY TRANSIT</u>	<u>COMMISSARY</u>	<u>V &amp; T SPECIAL INFRASTRUCTURE</u>
\$ 75,719	\$ 247,743	\$ 419,246	\$ 216,484	\$ 28,444
-	-	-	26,461	-
-	-	-	-	-
-	-	99,435	-	143,578
9,099	-	-	-	-
12,784	-	750	-	-
<u>\$ 97,602</u>	<u>\$ 247,743</u>	<u>\$ 519,431</u>	<u>\$ 242,945</u>	<u>\$ 172,022</u>
\$ 3,552	\$ -	\$ 63,702	\$ 8,837	\$ -
11,627	-	-	2,557	-
-	-	-	-	87,473
-	-	6,169	-	-
10,000	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	26,461	-
<u>25,179</u>	<u>-</u>	<u>69,871</u>	<u>37,855</u>	<u>87,473</u>
12,784	-	750	-	-
19,769	242,610	365,543	144,236	78,888
39,870	5,133	83,267	60,854	5,661
<u>72,423</u>	<u>247,743</u>	<u>449,560</u>	<u>205,090</u>	<u>84,549</u>
<u>\$ 97,602</u>	<u>\$ 247,743</u>	<u>\$ 519,431</u>	<u>\$ 242,945</u>	<u>\$ 172,022</u>

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**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
JUNE 30, 2010  
(PAGE 3 OF 3)**

	<u>CAMPO</u>	<u>AIRPORT</u>	<u>GRANT</u>	<u>TOTAL</u>
<b>ASSETS</b>				
Cash and investments:				
Unrestricted	\$ -	\$ -	\$ 2,438	\$ 6,423,838
Restricted	-	-	-	26,461
Taxes receivable, delinquent	-	-	-	77,095
Accounts receivable	-	-	30,904	52,263
Due from other governments	92,216	467,911	2,540,324	3,922,986
Deposits	-	-	-	9,099
Prepaid items	80	-	5,445	19,249
	<u>80</u>	<u>-</u>	<u>5,445</u>	<u>19,249</u>
Total Assets	<u>\$ 92,296</u>	<u>\$ 467,911</u>	<u>\$ 2,579,111</u>	<u>\$ 10,530,991</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 129	\$ -	\$ 248,882	\$ 482,715
Accrued salaries and benefits	-	-	69,041	159,684
Due to other funds	35,866	-	1,655,000	1,778,339
Due to other governments	44,536	-	21,833	275,786
Due to component units	-	467,911	-	477,911
Deferred revenue	-	-	437,477	501,210
Unearned revenue	-	-	80,334	112,334
Payable from restricted assets	-	-	-	26,461
	<u>-</u>	<u>-</u>	<u>-</u>	<u>26,461</u>
Total Liabilities	<u>80,531</u>	<u>467,911</u>	<u>2,512,567</u>	<u>3,814,440</u>
<b>FUND BALANCES</b>				
Reserved for prepaid items	80	-	5,445	19,249
Unreserved:				
Designated for subsequent year's expenditures	-	-	-	4,074,045
Undesignated	11,685	-	61,099	2,623,257
	<u>11,685</u>	<u>-</u>	<u>61,099</u>	<u>2,623,257</u>
Total Fund Balances	<u>11,765</u>	<u>-</u>	<u>66,544</u>	<u>6,716,551</u>
Total Liabilities and Fund Balances	<u>\$ 92,296</u>	<u>\$ 467,911</u>	<u>\$ 2,579,111</u>	<u>\$ 10,530,991</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 1 OF 3)**

	SENIOR CITIZENS CENTER	COOPERATIVE EXTENSION	TRAFFIC TRANSPORTATION
Revenues:			
Taxes	\$ 711,492	\$ 182,133	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	-	-	-
Charges for services	-	-	-
Fines and forfeits	-	-	72,040
Miscellaneous	22,087	-	14,485
	<u>733,579</u>	<u>182,133</u>	<u>86,525</u>
Total Revenues			
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	104,811
Judicial	-	-	-
Public works	-	-	-
Welfare	-	-	-
Health	-	-	-
Culture and recreation	555,339	154,190	-
Airport	-	-	-
Economic opportunity	-	-	-
	<u>555,339</u>	<u>154,190</u>	<u>104,811</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>178,240</u>	<u>27,943</u>	<u>(18,286)</u>
Other Financing Sources (Uses):			
Transfers in	-	-	20,000
Transfers out	(232,970)	-	-
	<u>(232,970)</u>	<u>-</u>	<u>20,000</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	(54,730)	27,943	1,714
Fund Balances, July 1	<u>598,959</u>	<u>152,591</u>	<u>(1,859)</u>
Fund Balances, June 30	<u>\$ 544,229</u>	<u>\$ 180,534</u>	<u>\$ (145)</u>

<u>SUPPLEMENTAL INDIGENT</u>	<u>LIBRARY GIFT</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>911 SURCHARGE</u>	<u>CAPITAL PROJECTS</u>
\$ 1,636,419	\$ -	\$ -	\$ -	\$ 711,479
-	-	-	236,753	-
-	-	72,955	-	-
-	-	-	-	-
-	-	-	-	-
20,400	63,704	-	5,794	5,557
<u>1,656,819</u>	<u>63,704</u>	<u>72,955</u>	<u>242,547</u>	<u>717,036</u>
-	-	-	-	-
-	-	-	23,356	-
-	-	61,774	-	-
-	-	-	-	-
1,656,705	-	-	-	-
-	-	-	-	-
-	64,086	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>1,656,705</u>	<u>64,086</u>	<u>61,774</u>	<u>23,356</u>	<u>-</u>
114	(382)	11,181	219,191	717,036
-	-	-	-	-
-	-	-	-	(740,409)
-	-	-	-	(740,409)
114	(382)	11,181	219,191	(23,373)
-	235,744	4,243	29,862	105,159
<u>\$ 114</u>	<u>\$ 235,362</u>	<u>\$ 15,424</u>	<u>\$ 249,053</u>	<u>\$ 81,786</u>



**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 2 OF 3)**

	LANDFILL CLOSURE / POST CLOSURE	STREET MAINTENANCE	CAPITAL ACQUISITION AND DEVELOPMENT
Revenues:			
Taxes	\$ -	\$ 2,042,984	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	-	1,269,530	2,000
Charges for services	-	25,046	-
Fines and forfeits	-	-	-
Miscellaneous	-	2,541	53,538
Total Revenues	<u>-</u>	<u>3,340,101</u>	<u>55,538</u>
Expenditures:			
Current:			
General government	-	-	450,884
Public safety	-	-	71,054
Judicial	-	-	-
Public works	-	3,845,866	5,438
Welfare	-	-	-
Health	-	-	-
Culture and recreation	-	-	105,058
Airport	-	-	-
Economic opportunity	-	-	-
Total Expenditures	<u>-</u>	<u>3,845,866</u>	<u>632,434</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>(505,765)</u>	<u>(576,896)</u>
Other Financing Sources (Uses):			
Transfers in	-	670,000	565,000
Transfers out	(500,000)	-	(502,692)
Total Other Financing Sources (Uses)	<u>(500,000)</u>	<u>670,000</u>	<u>62,308</u>
Net Change in Fund Balances	<u>(500,000)</u>	<u>164,235</u>	<u>(514,588)</u>
Fund Balances, July 1	<u>2,738,345</u>	<u>360,572</u>	<u>2,023,956</u>
Fund Balances, June 30	<u>\$ 2,238,345</u>	<u>\$ 524,807</u>	<u>\$ 1,509,368</u>

<u>STABILIZATION</u>	<u>REDEVELOPMENT ADMINISTRATION</u>	<u>FIREFIGHTER RETIREMENT MEDICAL</u>	<u>CARSON CITY TRANSIT</u>	<u>COMMISSARY</u>
\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-
-	-	-	1,460,124	-
-	10,800	108,186	81,487	129,252
-	-	-	-	-
-	92,407	7,430	9,356	56,846
<u>-</u>	<u>103,207</u>	<u>115,616</u>	<u>1,550,967</u>	<u>186,098</u>
-	1,010,132	-	-	-
-	-	61,717	-	201,540
-	-	-	-	-
-	-	-	1,699,330	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>-</u>	<u>1,010,132</u>	<u>61,717</u>	<u>1,699,330</u>	<u>201,540</u>
-	(906,925)	53,899	(148,363)	(15,442)
-	945,053	-	300,000	-
<u>(3,508,634)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
(3,508,634)	945,053	-	300,000	-
(3,508,634)	38,128	53,899	151,637	(15,442)
3,508,634	34,295	193,844	297,923	220,532
<u>\$ -</u>	<u>\$ 72,423</u>	<u>\$ 247,743</u>	<u>\$ 449,560</u>	<u>\$ 205,090</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 3 OF 3)**

	<u>V &amp; T SPECIAL INFRASTRUCTURE</u>	<u>CAMPO</u>
Revenues:		
Taxes	\$ 833,551	\$ -
Licenses and permits	-	-
Intergovernmental revenues	300,000	428,578
Charges for services	-	-
Fines and forfeits	-	-
Miscellaneous	548	-
	<hr/>	<hr/>
Total Revenues	1,134,099	428,578
	<hr/>	<hr/>
Expenditures:		
Current:		
General government	1,000	-
Public safety	-	-
Judicial	-	-
Public works	-	438,720
Welfare	-	-
Health	-	-
Culture and recreation	-	-
Airport	-	-
Economic opportunity	-	-
	<hr/>	<hr/>
Total Expenditures	1,000	438,720
	<hr/>	<hr/>
Excess (Deficiency) of Revenues over Expenditures	1,133,099	(10,142)
	<hr/>	<hr/>
Other Financing Sources (Uses):		
Transfers in	-	21,130
Transfers out	(1,118,044)	-
	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(1,118,044)	21,130
	<hr/>	<hr/>
Net Change in Fund Balances	15,055	10,988
	<hr/>	<hr/>
Fund Balances, July 1	69,494	777
	<hr/>	<hr/>
Fund Balances, June 30	\$ 84,549	\$ 11,765
	<hr/> <hr/>	<hr/> <hr/>

AIRPORT	GRANT	TOTAL
\$ -	\$ -	\$ 6,118,058
-	-	236,753
9,144,072	5,118,045	17,795,304
-	-	354,771
-	-	72,040
-	39,154	393,847
<u>9,144,072</u>	<u>5,157,199</u>	<u>24,970,773</u>
-	34,696	1,496,712
-	1,182,565	1,645,043
-	101,948	163,722
-	-	5,989,354
-	320,588	1,977,293
-	2,458,061	2,458,061
-	1,075,591	1,954,264
9,144,072	-	9,144,072
-	422,049	422,049
<u>9,144,072</u>	<u>5,595,498</u>	<u>25,250,570</u>
-	(438,299)	(279,797)
-	-	2,521,183
-	-	(6,602,749)
-	-	(4,081,566)
-	(438,299)	(4,361,363)
-	504,843	11,077,914
<u>\$ -</u>	<u>\$ 66,544</u>	<u>\$ 6,716,551</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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Ad valorem	\$ 725,390	\$ 711,492	\$ (13,898)	\$ 686,722
Miscellaneous:				
Investment income	5,000	22,047	17,047	27,236
Donations and gifts	-	40	40	25,000
	5,000	22,087	17,087	52,236
Total Revenues	730,390	733,579	3,189	738,958
Expenditures:				
Culture and recreation:				
Participant recreation:				
Salaries and wages	196,901	198,318	(1,417)	192,492
Employee benefits	80,201	81,131	(930)	75,846
Services and supplies	316,514	275,890	40,624	195,796
Capital outlay	-	-	-	6,487
Total Expenditures	593,616	555,339	38,277	470,621
Excess (Deficiency) of Revenues over Expenditures	136,774	178,240	41,466	268,337
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(15,000)	(15,000)	-	(15,000)
Capital Acquisition & Development Fund	-	(65,000)	65,000	-
Carson City Debt Service Fund	(152,970)	(152,970)	-	(157,270)
Total Other Financing Sources (Uses)	(167,970)	(232,970)	65,000	(172,270)
Net Change in Fund Balances	(31,196)	(54,730)	(23,534)	96,067
Fund Balances, July 1	571,975	598,959	26,984	502,892
Fund Balances, June 30	\$ 540,779	\$ 544,229	\$ 3,450	\$ 598,959

**CARSON CITY  
COOPERATIVE EXTENSION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Ad valorem	\$ 185,348	\$ 182,133	\$ (3,215)	\$ 175,797
Miscellaneous:				
Refunds and reimbursements	11,000	-	(11,000)	11,278
Total Revenues	<u>196,348</u>	<u>182,133</u>	<u>(14,215)</u>	<u>187,075</u>
Expenditures:				
Culture and recreation:				
Cooperative extension:				
Salaries and wages	10,390	6,743	3,647	5,423
Employee benefits	470	330	140	231
Services and supplies	207,321	147,117	60,204	185,915
Capital Outlay	-	-	-	7,677
Total Expenditures	<u>218,181</u>	<u>154,190</u>	<u>63,991</u>	<u>199,246</u>
Excess (Deficiency) of Revenues over Expenditures	(21,833)	27,943	49,776	(12,171)
Fund Balances, July 1	<u>54,304</u>	<u>152,591</u>	<u>98,287</u>	<u>164,762</u>
Fund Balances, June 30	<u>\$ 32,471</u>	<u>\$ 180,534</u>	<u>\$ 148,063</u>	<u>\$ 152,591</u>

**CARSON CITY  
TRAFFIC TRANSPORTATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Fines and forfeits:				
Fines:				
Court	\$ 87,000	\$ 72,040	\$ (14,960)	\$ 78,940
Miscellaneous:				
Investment income	500	32	(468)	(4)
Rents and royalties	15,000	13,471	(1,529)	12,848
Other	-	982	982	101
	<u>15,500</u>	<u>14,485</u>	<u>(1,015)</u>	<u>12,945</u>
Total Revenues	<u>102,500</u>	<u>86,525</u>	<u>(15,975)</u>	<u>91,885</u>
Expenditures:				
Public safety:				
Sheriff - parking enforcement:				
Salaries and wages	67,580	67,094	486	63,971
Employee benefits	26,435	26,779	(344)	26,628
Services and supplies	13,080	10,938	2,142	20,520
Total Expenditures	<u>107,095</u>	<u>104,811</u>	<u>2,284</u>	<u>111,119</u>
Excess (Deficiency) of Revenues over Expenditures	(4,595)	(18,286)	(13,691)	(19,234)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	-	20,000	20,000	-
Net Change in Fund Balances	(4,595)	1,714	6,309	(19,234)
Fund Balances, July 1	<u>6,199</u>	<u>(1,859)</u>	<u>(8,058)</u>	<u>17,375</u>
Fund Balances, June 30	<u>\$ 1,604</u>	<u>\$ (145)</u>	<u>\$ (1,749)</u>	<u>\$ (1,859)</u>

**CARSON CITY  
SUPPLEMENTAL INDIGENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Ad valorem	\$ 1,662,989	\$ 1,636,419	\$ (26,570)	\$ 1,579,477
Miscellaneous:				
Investment income	20,000	20,400	400	31,752
Total Revenues	<u>1,682,989</u>	<u>1,656,819</u>	<u>(26,170)</u>	<u>1,611,229</u>
Expenditures:				
Welfare:				
Institutional care:				
Services and supplies	<u>1,802,989</u>	<u>1,656,705</u>	<u>146,284</u>	<u>1,648,230</u>
Excess (Deficiency) of Revenues over Expenditures	(120,000)	114	120,114	(37,001)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	<u>120,000</u>	<u>-</u>	<u>(120,000)</u>	<u>-</u>
Net Change in Fund Balances	-	114	114	(37,001)
Fund Balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,001</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 114</u>	<u>\$ 114</u>	<u>\$ -</u>



**CARSON CITY  
LIBRARY GIFT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Miscellaneous:				
Investment income	\$ 1,500	\$ 8,079	\$ 6,579	\$ 8,163
Donations and gifts	5,000	55,625	50,625	140,157
Total Revenues	6,500	63,704	57,204	148,320
Expenditures:				
Culture and recreation:				
Libraries:				
Services and supplies	197,108	64,086	133,022	46,450
Capital outlay	30,000	-	30,000	10,420
Total Expenditures	227,108	64,086	163,022	56,870
Excess (Deficiency) of Revenues over Expenditures	(220,608)	(382)	220,226	91,450
Fund Balances, July 1	235,744	235,744	-	144,294
Fund Balances, June 30	\$ 15,136	\$ 235,362	\$ 220,226	\$ 235,744

**CARSON CITY  
ADMINISTRATIVE ASSESSMENTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Intergovernmental revenues:				
State shared revenue:				
Administrative assessments	\$ 95,000	\$ 72,955	\$ (22,045)	\$ 94,242
Miscellaneous:				
Other	-	-	-	1,060
Total Revenues	95,000	72,955	(22,045)	95,302
Expenditures:				
Judicial:				
Salaries and wages	-	10,827	(10,827)	2,370
Employee benefits	-	4,433	(4,433)	858
Services and supplies	60,000	46,514	13,486	56,642
Capital outlay	35,000	-	35,000	-
Total Expenditures	95,000	61,774	33,226	59,870
Excess (Deficiency) of Revenues over Expenditures	-	11,181	11,181	35,432
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	-	-	-	(50,000)
Net Change in Fund Balances	-	11,181	11,181	(14,568)
Fund Balances, July 1	5,000	4,243	(757)	18,811
Fund Balances, June 30	\$ 5,000	\$ 15,424	\$ 10,424	\$ 4,243

**CARSON CITY**  
**911 SURCHARGE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Licenses and permits:				
Franchise fees:				
Telephone	\$ 250,000	\$ 236,753	\$ (13,247)	\$ 29,647
Miscellaneous:				
Investment income	-	5,794	5,794	215
Total Revenues	<u>250,000</u>	<u>242,547</u>	<u>(7,453)</u>	<u>29,862</u>
Expenditures:				
Public Safety:				
Services and supplies	40,500	-	40,500	56,642
Capital outlay	209,500	23,356	186,144	-
Total Expenditures	<u>250,000</u>	<u>23,356</u>	<u>226,644</u>	<u>59,870</u>
Excess (Deficiency) of Revenues over Expenditures	-	219,191	219,191	(30,008)
Fund Balances, July 1	-	29,862	29,862	-
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 249,053</u>	<u>\$ 249,053</u>	<u>\$ 29,862</u>

**CARSON CITY  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Ad valorem	\$ 725,389	\$ 711,479	\$ (13,910)	\$ 686,730
Miscellaneous:				
Investment income	5,000	5,557	557	9,743
Total Revenues	730,389	717,036	(13,353)	696,473
Expenditures:				
General government:				
Capital Outlay:				
Board Designated	41,208	-	41,208	-
Excess (Deficiency) of Revenues over Expenditures	689,181	717,036	27,855	696,473
Other Financing Sources (Uses):				
Transfers in (out):				
Carson City Debt Service Fund	(740,409)	(740,409)	-	(892,867)
Total Other Financing Sources (Uses)	(740,409)	(740,409)	-	(892,867)
Net Change in Fund Balances	(51,228)	(23,373)	27,855	(196,394)
Fund Balances, July 1	105,159	105,159	-	301,553
Fund Balances, June 30	\$ 53,931	\$ 81,786	\$ 27,855	\$ 105,159

**CARSON CITY**  
**LANDFILL CLOSURE/POST CLOSURE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	\$ 233,429	\$ -	\$ (233,429)	\$ -
Capital Acquisition & Development Fund	-	(500,000)	(500,000)	-
Total Other Financing Sources (Uses)	233,429	(500,000)	(733,429)	-
Fund Balances, July 1	2,964,975	2,738,345	(226,630)	2,738,345
Fund Balances, June 30	\$ 3,198,404	\$ 2,238,345	\$ (960,059)	\$ 2,738,345

**CARSON CITY  
STREET MAINTENANCE FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 326,645	\$ 374,449	\$ 47,804	\$ 303,373
Sales tax, voter approved	1,947,019	1,668,535	(278,484)	1,889,080
	<u>2,273,664</u>	<u>2,042,984</u>	<u>(230,680)</u>	<u>2,192,453</u>
Intergovernmental revenues:				
Federal grants	-	4,842	4,842	4,902
State shared revenues:				
Motor vehicle fuel tax	1,211,293	1,264,688	53,395	1,162,654
	<u>1,211,293</u>	<u>1,269,530</u>	<u>58,237</u>	<u>1,167,556</u>
Charges for services	<u>100,000</u>	<u>25,046</u>	<u>(74,954)</u>	<u>40,065</u>
Miscellaneous:				
Investment income	10,000	2,133	(7,867)	(1,214)
Refunds and reimbursements	-	408	408	-
	<u>10,000</u>	<u>2,541</u>	<u>(7,459)</u>	<u>(1,214)</u>
Total Revenues	<u>3,594,957</u>	<u>3,340,101</u>	<u>(254,856)</u>	<u>3,398,860</u>
Expenditures:				
Public works:				
Salaries and wages	1,309,552	1,349,638	(40,086)	1,434,080
Employee benefits	485,340	489,588	(4,248)	482,729
Services and supplies	2,005,346	1,825,959	179,387	1,829,571
Capital outlay	160,000	180,681	(20,681)	377,948
Total Expenditures	<u>3,960,238</u>	<u>3,845,866</u>	<u>114,372</u>	<u>4,124,328</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(365,281)</u>	<u>(505,765)</u>	<u>(140,484)</u>	<u>(725,468)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Regional Transportation Fund	300,000	670,000	370,000	350,000
Total Other Financing Sources (Uses)	<u>300,000</u>	<u>670,000</u>	<u>370,000</u>	<u>350,000</u>
Net Change in Fund Balances	<u>(65,281)</u>	<u>164,235</u>	<u>229,516</u>	<u>(375,468)</u>
Fund Balances, July 1	<u>265,281</u>	<u>360,572</u>	<u>95,291</u>	<u>736,040</u>
Fund Balances, June 30	<u>\$ 200,000</u>	<u>\$ 524,807</u>	<u>\$ 324,807</u>	<u>\$ 360,572</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, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	\$ -	\$ 2,000	\$ 2,000	\$ 63,515
Miscellaneous:				
Investment income	37,020	53,538	16,518	81,854
Total Revenues	37,020	55,538	18,518	145,369
Expenditures:				
General government:				
Services and supplies	523,069	202,890	320,179	193,947
Capital outlay	1,289,010	247,994	1,041,016	309,851
	1,812,079	450,884	1,361,195	503,798
Public safety:				
Services and supplies	72,260	53,222	19,038	77,367
Capital outlay	17,832	17,832	-	47,689
	90,092	71,054	19,038	125,056
Public works:				
Services and supplies	45,438	5,438	40,000	-
Culture and recreation:				
Services and supplies	32,882	33,087	(205)	24,998
Capital outlay	132,793	71,971	60,822	29,762
	165,675	105,058	60,617	54,760
Economic opportunity:				
Services and supplies	-	-	-	83,250
Total Expenditures	2,113,284	632,434	1,480,850	766,864
Excess (Deficiency) of Revenues over Expenditures	(2,076,264)	(576,896)	1,499,368	(621,495)

**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, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Other Financing Sources (Uses):				
Transfers in (out):				
Capital Facilities Fund	\$ -	\$ -	\$ -	\$ 50,000
Landfill Clos/Post Clos	500,000	500,000	-	-
Senior Citizens' Fund	65,000	65,000	-	-
General Fund	<u>(502,692)</u>	<u>(502,692)</u>	<u>-</u>	<u>(6,750)</u>
Total Other Financing Sources (Uses)	<u>62,308</u>	<u>62,308</u>	<u>-</u>	<u>43,250</u>
Net Change in Fund Balances	(2,013,956)	(514,588)	1,499,368	(578,245)
Fund Balances, July 1	<u>2,023,956</u>	<u>2,023,956</u>	<u>-</u>	<u>2,602,201</u>
Fund Balances, June 30	<u>\$ 10,000</u>	<u>\$ 1,509,368</u>	<u>\$ 1,499,368</u>	<u>\$ 2,023,956</u>



**CARSON CITY  
STABILIZATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	\$ (1,618,771)	\$ (3,508,634)	\$ (1,889,863)	\$ -
Total Other Financing Sources (Uses)	(1,618,771)	(3,508,634)	(1,889,863)	-
Fund Balances, July 1	3,508,634	3,508,634	-	3,508,634
Fund Balances, June 30	\$ 1,889,863	\$ -	\$ (1,889,863)	\$ 3,508,634

**CARSON CITY  
REDEVELOPMENT ADMINISTRATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Intergovernmental revenues:				
Other local government grants	\$ -	\$ -	\$ -	\$ 2,000,000
Charges for services:				
Ice Rink	10,800	10,800	-	106,976
Miscellaneous:				
Investment income	5,500	4,828	(672)	2,988
Other	98,483	87,579	(10,904)	83,105
	103,983	92,407	(11,576)	86,093
Total Revenues	114,783	103,207	(11,576)	2,193,069
Expenditures:				
General government:				
Salaries and wages	303,195	296,881	6,314	283,241
Employee benefits	111,060	110,453	607	90,479
Services and supplies	662,097	602,798	59,299	696,920
Total Expenditures	1,076,352	1,010,132	66,220	1,070,640
Excess (Deficiency) of Revenues over Expenditures	(961,569)	(906,925)	54,644	1,122,429
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Revolving Fund	-	-	-	61,000
Redevelopment Debt Service Fund	945,053	945,053	-	847,000
Redevelopment Revolving Fund	-	-	-	(2,000,000)
Total Other Financing Sources (Uses)	945,053	945,053	-	(1,092,000)
Net Change in Fund Balances	(16,516)	38,128	54,644	30,429
Fund Balances, July 1	34,295	34,295	-	3,866
Fund Balances, June 30	\$ 17,779	\$ 72,423	\$ 54,644	\$ 34,295

**CARSON CITY  
FIREFIGHTER RETIREMENT MEDICAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Charges for services:				
Employee contributions	\$ 12,306	\$ 15,426	\$ 3,120	\$ 11,290
Employer contributions	93,976	92,760	(1,216)	87,174
	<u>106,282</u>	<u>108,186</u>	<u>1,904</u>	<u>98,464</u>
Miscellaneous:				
Investment income	3,500	7,430	3,930	6,651
Total Revenues	<u>109,782</u>	<u>115,616</u>	<u>5,834</u>	<u>105,115</u>
Expenditures:				
Public safety:				
Services and supplies	70,000	61,717	8,283	52,517
Excess (Deficiency) of Revenues over Expenditures	<u>39,782</u>	<u>53,899</u>	<u>14,117</u>	<u>52,598</u>
Fund Balances, July 1	<u>193,844</u>	<u>193,844</u>	-	<u>141,246</u>
Fund Balances, June 30	<u>\$ 233,626</u>	<u>\$ 247,743</u>	<u>\$ 14,117</u>	<u>\$ 193,844</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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 1,294,836	\$ 1,386,521	\$ 91,685	\$ 632,366
State grants	72,625	67,904	(4,721)	62,625
Other local government grants:				
Interlocal cooperative agreements	-	5,699	5,699	-
	<u>1,367,461</u>	<u>1,460,124</u>	<u>92,663</u>	<u>694,991</u>
Charges for services:				
Ticket sales	<u>85,000</u>	<u>81,487</u>	<u>(3,513)</u>	<u>92,321</u>
Miscellaneous:				
Investment income	2,000	8,569	6,569	4,047
Refunds and reimbursements	-	787	787	1,177
	<u>2,000</u>	<u>9,356</u>	<u>7,356</u>	<u>5,224</u>
Total Revenues	<u>1,454,461</u>	<u>1,550,967</u>	<u>96,506</u>	<u>792,536</u>
Expenditures:				
Public works:				
Transit system:				
Services and supplies	1,002,871	929,718	73,153	895,075
Capital outlay	775,665	769,612	6,053	197,760
Total Expenditures	<u>1,778,536</u>	<u>1,699,330</u>	<u>79,206</u>	<u>1,092,835</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(324,075)</u>	<u>(148,363)</u>	<u>175,712</u>	<u>(300,299)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	<u>300,000</u>	<u>300,000</u>	<u>-</u>	<u>300,000</u>
Net Change in Fund Balances	<u>(24,075)</u>	<u>151,637</u>	<u>175,712</u>	<u>(299)</u>
Fund Balances, July 1	<u>329,157</u>	<u>297,923</u>	<u>(31,234)</u>	<u>298,222</u>
Fund Balances, June 30	<u>\$ 305,082</u>	<u>\$ 449,560</u>	<u>\$ 144,478</u>	<u>\$ 297,923</u>

**CARSON CITY  
 COMMISSARY FUND  
 SCHEDULE OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Charges for Services:				
Public safety:				
Commissary sales	\$ 105,000	\$ 129,252	\$ 24,252	\$ 130,186
Miscellaneous:				
Investment income	1,500	6,968	5,468	8,837
Rents and royalties	65,000	46,557	(18,443)	57,416
Donations and gifts	-	3,321	3,321	2,995
	<u>66,500</u>	<u>56,846</u>	<u>(9,654)</u>	<u>69,248</u>
Total Revenues	<u>171,500</u>	<u>186,098</u>	<u>14,598</u>	<u>199,434</u>
Expenditures:				
Public safety:				
Salaries and wages	56,307	55,264	1,043	51,977
Employee benefits	17,746	15,647	2,099	14,962
Services and supplies	153,530	130,629	22,901	115,078
Total Expenditures	<u>227,583</u>	<u>201,540</u>	<u>26,043</u>	<u>182,017</u>
Excess (Deficiency) of Revenues over Expenditures	(56,083)	(15,442)	40,641	17,417
Fund Balances, July 1	<u>158,594</u>	<u>220,532</u>	<u>61,938</u>	<u>203,115</u>
Fund Balances, June 30	<u>\$ 102,511</u>	<u>\$ 205,090</u>	<u>\$ 102,579</u>	<u>\$ 220,532</u>

**CARSON CITY**  
**V & T SPECIAL INFRASTRUCTURE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Sales tax	\$ 974,927	\$ 833,551	\$ (141,376)	\$ 943,209
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	100,000	300,000	200,000	100,000
Miscellaneous:				
Investment income	-	548	548	(370)
Total Revenues	<u>1,074,927</u>	<u>1,134,099</u>	<u>59,172</u>	<u>1,042,839</u>
Expenditures:				
General government:				
Services and supplies	1,250	1,000	250	1,250
Excess (Deficiency) of Revenues over Expenditures	<u>1,073,677</u>	<u>1,133,099</u>	<u>59,422</u>	<u>1,041,589</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Carson City Debt Service Fund	(1,118,044)	(1,118,044)	-	(1,114,944)
Net Change in Fund Balances	(44,367)	15,055	59,422	(73,355)
Fund Balances, July 1	<u>101,582</u>	<u>69,494</u>	<u>(32,088)</u>	<u>142,849</u>
Fund Balances, June 30	<u>\$ 57,215</u>	<u>\$ 84,549</u>	<u>\$ 27,334</u>	<u>\$ 69,494</u>

**CARSON CITY  
CAMPO FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 481,524	\$ 422,791	\$ (58,733)	\$ 244,127
State grants	-	1,911	1,911	-
Other local government grants:				
Interlocal cooperative agreements	4,780	3,876	(904)	2,878
Total Revenues	<u>486,304</u>	<u>428,578</u>	<u>(57,726)</u>	<u>247,005</u>
Expenditures:				
Public works:				
Services and supplies	512,364	438,720	73,644	270,745
Excess (Deficiency) of Revenues over Expenditures	<u>(26,060)</u>	<u>(10,142)</u>	<u>15,918</u>	<u>(23,740)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Regional Transportation Fund	26,060	21,130	(4,930)	15,691
Net Change in Fund Balances	-	10,988	10,988	(8,049)
Fund Balances, July 1	<u>-</u>	<u>777</u>	<u>777</u>	<u>8,826</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 11,765</u>	<u>\$ 11,765</u>	<u>\$ 777</u>

**CARSON CITY  
AIRPORT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Intergovernmental revenues:				
Federal grant, FAA	\$ 9,774,453	\$ 9,143,126	\$ (631,327)	\$ 2,952,260
State Grant			-	-
Other local shared revenues:				
CC Airport Authority	9,164	946	(8,218)	155,381
Total Revenues	<u>9,783,617</u>	<u>9,144,072</u>	<u>(639,545)</u>	<u>3,107,641</u>
Expenditures:				
Airport:				
Services and supplies	-	155,564	(155,564)	8,280
Capital outlay	9,783,617	8,988,508	795,109	3,099,361
Total Expenditures	<u>9,783,617</u>	<u>9,144,072</u>	<u>639,545</u>	<u>3,107,641</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  
GRANT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 7,106,814	\$ 4,697,302	\$ (2,409,512)	\$ 2,364,743
State grants	967,019	295,046	(671,973)	232,158
Other local government grants:				
Interlocal cooperative agreements	157,802	125,697	(32,105)	34,909
	<u>8,231,635</u>	<u>5,118,045</u>	<u>(3,113,590)</u>	<u>2,631,810</u>
Miscellaneous:				
Donations and gifts	44,275	8,050	(36,225)	16,900
Other	39,639	31,104	(8,535)	17,596
	<u>83,914</u>	<u>39,154</u>	<u>(44,760)</u>	<u>34,496</u>
Total Revenues	<u>8,315,549</u>	<u>5,157,199</u>	<u>(3,158,350)</u>	<u>2,666,306</u>
Expenditures:				
General government:				
Services and supplies	51,114	34,696	16,418	24,394
Public safety:				
Salaries and wages	350,000	82,159	267,841	458
Employee benefits	-	32,126	(32,126)	-
Services and supplies	1,407,012	1,020,225	386,787	544,582
Capital outlay	-	48,055	(48,055)	59,263
	<u>1,757,012</u>	<u>1,182,565</u>	<u>574,447</u>	<u>604,303</u>
Judicial:				
Salaries and wages	161,382	41,569	119,813	-
Employee benefits	-	24,763	(24,763)	-
Services and supplies	30,000	35,616	(5,616)	12,218
	<u>191,382</u>	<u>101,948</u>	<u>89,434</u>	<u>12,218</u>
Welfare:				
Salaries and wages	243,732	128,970	114,762	44,571
Employee benefits	32,883	48,407	(15,524)	19,513
Services and supplies	281,731	143,211	138,520	65,650
	<u>558,346</u>	<u>320,588</u>	<u>237,758</u>	<u>129,734</u>
Health:				
Salaries and wages	1,558,609	1,203,556	355,053	510,351
Employee benefits	224,662	320,463	(95,801)	182,337
Services and supplies	759,408	928,714	(169,306)	637,119
Capital outlay	-	5,328	(5,328)	36,502
	<u>2,542,679</u>	<u>2,458,061</u>	<u>84,618</u>	<u>1,366,309</u>
Culture and recreation:				
Services and supplies	131,944	132,311	(367)	81,730
Capital outlay	1,456,603	943,280	513,323	246,863
	<u>1,588,547</u>	<u>1,075,591</u>	<u>512,956</u>	<u>328,593</u>

**CARSON CITY  
GRANT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Economic opportunity:				
Salaries and wages	\$ -	\$ 14,046	\$ (14,046)	\$ -
Employee benefits	-	689	(689)	-
Services and supplies	827,445	370,804	456,641	182,276
Capital outlay	933,559	36,510	897,049	9,850
	<u>1,761,004</u>	<u>422,049</u>	<u>1,338,955</u>	<u>192,126</u>
Total Expenditures	<u>8,450,084</u>	<u>5,595,498</u>	<u>2,854,586</u>	<u>2,657,677</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(134,535)</u>	<u>(438,299)</u>	<u>(303,764)</u>	<u>8,629</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	<u>(370,308)</u>	<u>-</u>	<u>370,308</u>	<u>(142,578)</u>
Net Change in Fund Balances	<u>(504,843)</u>	<u>(438,299)</u>	<u>66,544</u>	<u>(133,949)</u>
Fund Balances, July 1	<u>504,843</u>	<u>504,843</u>	<u>-</u>	<u>638,792</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 66,544</u>	<u>\$ 66,544</u>	<u>\$ 504,843</u>

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## DEBT SERVICE FUNDS

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

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### Nonmajor Funds

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

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

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
JUNE 30, 2010**

	<u>CARSON CITY DEBT</u>	<u>REDEVELOPMENT DEBT</u>	<u>TOTAL</u>
<b>ASSETS</b>			
Cash and investments	\$ 783,839	\$ 172,471	\$ 956,310
Taxes receivable, delinquent	-	66,949	66,949
Due from other funds	87,473	-	87,473
Prepaid items	<u>250</u>	<u>-</u>	<u>250</u>
Total Assets	<u>\$ 871,562</u>	<u>\$ 239,420</u>	<u>\$ 1,110,982</u>
<b>LIABILITIES</b>			
Deferred revenue	<u>\$ -</u>	<u>\$ 61,687</u>	<u>\$ 61,687</u>
<b>FUND BALANCES</b>			
Reserved for prepaid items	250	-	250
Unreserved:			
Designated for subsequent year's expenditures	858,928	177,733	1,036,661
Undesignated	<u>12,384</u>	<u>-</u>	<u>12,384</u>
Total Fund Balances	<u>871,562</u>	<u>177,733</u>	<u>1,049,295</u>
Total Liabilities and Fund Balances	<u>\$ 871,562</u>	<u>\$ 239,420</u>	<u>\$ 1,110,982</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	<u>CARSON CITY DEBT</u>	<u>REDEVELOPMENT DEBT</u>	<u>TOTAL</u>
Revenues:			
Taxes	\$ 136	\$ 1,894,985	\$ 1,895,121
Intergovernmental revenues	408,360	-	408,360
Miscellaneous	87,765	14,134	101,899
Total Revenues	<u>496,261</u>	<u>1,909,119</u>	<u>2,405,380</u>
Expenditures:			
Debt service:			
Principal	3,367,385	237,500	3,604,885
Interest	3,691,749	128,785	3,820,534
Services and supplies	-	133,738	133,738
Fiscal charges	1,632	148	1,780
Total Expenditures	<u>7,060,766</u>	<u>500,171</u>	<u>7,560,937</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(6,564,505)</u>	<u>1,408,948</u>	<u>(5,155,557)</u>
Other Financing Sources (Uses):			
Transfers in	6,453,953	-	6,453,953
Transfers out	-	(1,585,955)	(1,585,955)
Total Other Financing Sources (Uses)	<u>6,453,953</u>	<u>(1,585,955)</u>	<u>4,867,998</u>
Net Change in Fund Balances	(110,552)	(177,007)	(287,559)
Fund Balances, July 1	<u>982,114</u>	<u>354,740</u>	<u>1,336,854</u>
Fund Balances, June 30	<u>\$ 871,562</u>	<u>\$ 177,733</u>	<u>\$ 1,049,295</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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Ad valorem	\$ -	\$ 136	\$ 136	\$ 480
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	408,360	408,360	-	408,835
Miscellaneous:				
Investment income	60,000	47,765	(12,235)	76,383
Rents and royalties	200,000	40,000	(160,000)	-
	260,000	87,765	(172,235)	76,383
Total Revenues	668,360	496,261	(172,099)	485,698
Expenditures:				
Debt service:				
General obligation bonds:				
Principal	2,518,569	2,518,569	-	2,409,754
Interest	3,010,410	3,010,410	-	3,110,067
	5,528,979	5,528,979	-	5,519,821
Revenue bonds:				
Principal	461,600	461,600	-	542,400
Interest	608,961	608,961	-	528,077
	1,070,561	1,070,561	-	1,070,477
Notes payable:				
Principal	387,216	387,216	-	369,834
Interest	72,378	72,378	-	85,507
	459,594	459,594	-	455,341
Fiscal charges	6,500	1,632	4,868	1,382
Total Expenditures	7,065,634	7,060,766	4,868	7,047,021
Excess (Deficiency) of Revenues over Expenditures	(6,397,274)	(6,564,505)	(167,231)	(6,561,323)

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	\$ 2,367,575	\$ 2,367,575	\$ -	\$ 2,203,500
Senior Citizens Center Fund	152,970	152,970	-	157,270
Regional Transportation Fund	1,070,561	1,070,561	-	1,114,985
Capital Projects Fund	740,409	740,409	-	892,867
V & T Special Infrastructure Fund	1,118,044	1,118,044	-	1,114,944
Quality of Life Fund	1,004,394	1,004,394	-	999,878
Total Other Financing Sources (Uses)	6,453,953	6,453,953	-	6,483,444
Net Change in Fund Balances	56,679	(110,552)	(167,231)	(77,879)
Fund Balances, July 1	916,400	982,114	65,714	1,059,993
Fund Balances, June 30	\$ 973,079	\$ 871,562	\$ (101,517)	\$ 982,114



**CARSON CITY**  
**REDEVELOPMENT DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Ad valorem	\$ 2,068,679	\$ 1,894,985	\$ (173,694)	\$ 1,610,724
Miscellaneous				
Investment income	20,000	14,134	(5,866)	18,562
Total Revenues	<u>2,088,679</u>	<u>1,909,119</u>	<u>(179,560)</u>	<u>1,629,286</u>
Expenditures:				
Debt service:				
Principal	237,500	237,500	-	227,600
Interest	128,785	128,785	-	138,001
Services and supplies	133,738	133,738	-	-
Fiscal charges	500	148	352	10,885
Total Expenditures	<u>500,523</u>	<u>500,171</u>	<u>352</u>	<u>376,486</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,588,156</u>	<u>1,408,948</u>	<u>(179,208)</u>	<u>1,252,800</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Administration Fund	(945,053)	(945,053)	-	(847,000)
Redevelopment Revolving Fund	(640,902)	(640,902)	-	(275,000)
Total Other Financing Sources (Uses)	<u>(1,585,955)</u>	<u>(1,585,955)</u>	<u>-</u>	<u>(1,122,000)</u>
Net Change in Fund Balances	2,201	(177,007)	(179,208)	130,800
Fund Balances, July 1	<u>354,740</u>	<u>354,740</u>	<u>-</u>	<u>223,940</u>
Fund Balances, June 30	<u>\$ 356,941</u>	<u>\$ 177,733</u>	<u>\$ (179,208)</u>	<u>\$ 354,740</u>

## CAPITAL PROJECTS FUNDS

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

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### **Nonmajor Funds**

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

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

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

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
JUNE 30, 2010**

	<u>CAPITAL FACILITIES</u>	<u>RESIDENTIAL CONSTRUCTION</u>	<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
<b>ASSETS</b>				
Cash and investments:				
Unrestricted	\$ 71,221	\$ 352,545	\$ 2,452,947	\$ 2,876,713
Accounts receivable	-	-	1,902	1,902
Total Assets	<u>\$ 71,221</u>	<u>\$ 352,545</u>	<u>\$ 2,454,849</u>	<u>\$ 2,878,615</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 8	\$ 13,128	\$ 83,165	\$ 96,301
Accrued salaries and benefits	-	1,691	-	1,691
Total Liabilities	<u>8</u>	<u>14,819</u>	<u>83,165</u>	<u>97,992</u>
<b>FUND BALANCES</b>				
Unreserved:				
Designated for subsequent year's expenditures	-	24,122	27,487	51,609
Undesignated	71,213	313,604	2,344,197	2,729,014
Total Fund Balances	<u>71,213</u>	<u>337,726</u>	<u>2,371,684</u>	<u>2,780,623</u>
Total Liabilities and Fund Balances	<u>\$ 71,221</u>	<u>\$ 352,545</u>	<u>\$ 2,454,849</u>	<u>\$ 2,878,615</u>

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	<u>CAPITAL FACILITIES</u>	<u>RESIDENTIAL CONSTRUCTION</u>	<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
Revenues:				
Taxes	\$ -	\$ 22,800	\$ -	\$ 22,800
Intergovernmental revenues	-	-	4,320,000	4,320,000
Miscellaneous	2,277	11,369	13,984	27,630
Total Revenues	<u>2,277</u>	<u>34,169</u>	<u>4,333,984</u>	<u>4,370,430</u>
Expenditures:				
Current:				
Public safety	2,238	-	-	2,238
Culture and recreation	-	41,020	-	41,020
Community support	-	-	3,041,870	3,041,870
Capital outlay:				
Culture and recreation	-	8,028	-	8,028
Total Expenditures	<u>2,238</u>	<u>49,048</u>	<u>3,041,870</u>	<u>3,093,156</u>
Excess (Deficiency) of Revenues over Expenditures	<u>39</u>	<u>(14,879)</u>	<u>1,292,114</u>	<u>1,277,274</u>
Other Financing Sources (Uses):				
Transfers in	-	-	640,902	640,902
Transfers out	(5,000)	-	-	(5,000)
Total Other Financing Sources (Uses)	<u>(5,000)</u>	<u>-</u>	<u>640,902</u>	<u>635,902</u>
Net Change in Fund Balances	<u>(4,961)</u>	<u>(14,879)</u>	<u>1,933,016</u>	<u>1,913,176</u>
Fund Balances, July 1	<u>76,174</u>	<u>352,605</u>	<u>438,668</u>	<u>867,447</u>
Fund Balances, June 30	<u>\$ 71,213</u>	<u>\$ 337,726</u>	<u>\$ 2,371,684</u>	<u>\$ 2,780,623</u>

**CARSON CITY  
CAPITAL FACILITIES FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Miscellaneous:				
Investment income	\$ -	\$ 2,277	\$ 2,277	\$ 25,546
Expenditures:				
General government:				
Services and supplies	-	-	-	1,000
Capital outlay	7,931	-	7,931	-
	7,931	-	7,931	1,000
Public safety:				
Employee benefits	-	-	-	4
Services and supplies	63,243	2,238	61,005	3,243
Capital outlay	-	-	-	502,769
	63,243	2,238	61,005	506,016
Total Expenditures	71,174	2,238	68,936	507,016
Excess (Deficiency) of Revenues over Expenditures	(71,174)	39	71,213	(481,470)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(5,000)	(5,000)	-	(1,150,000)
Capital Acquisition and Development Fund	-	-	-	(50,000)
Total Other Financing Sources (Uses)	(5,000)	(5,000)	-	(1,200,000)
Net Change in Fund Balances	(76,174)	(4,961)	71,213	(1,681,470)
Fund Balances, July 1	76,174	76,174	-	1,757,644
Fund Balances, June 30	\$ -	\$ 71,213	\$ 71,213	\$ 76,174

**CARSON CITY**  
**RESIDENTIAL CONSTRUCTION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Taxes:				
Park residential construction tax	\$ 5,000	\$ 22,800	\$ 17,800	\$ 36,631
Miscellaneous:				
Investment income	1,000	11,369	10,369	17,649
Total Revenues	<u>6,000</u>	<u>34,169</u>	<u>28,169</u>	<u>54,280</u>
Expenditures:				
Culture and recreation:				
Parks:				
Salaries and wages	25,456	26,112	(656)	25,268
Employee benefits	10,177	10,226	(49)	9,728
Services and supplies	10,751	4,682	6,069	15,645
	<u>46,384</u>	<u>41,020</u>	<u>5,364</u>	<u>50,641</u>
Capital outlay:				
Theater Lighting Fixtures	9,627	6,047	3,580	75,608
BMX Lighting	30,500	750	29,750	9,500
Urban Fishing Pond	39,269	-	39,269	3,000
Rec Trails Engineering	2,885	-	2,885	-
Governors Field Expansion	17,434	-	17,434	7,856
YSA Babe Ruth Fields	-	-	-	6,900
Community Center Theatre Improv	8,937	-	8,937	10,004
Concr Playground Border	8,235	-	8,235	-
Centennial Park Play Equipment	9,057	-	9,057	-
Carson River Park Phase 1 & 2	49,196	-	49,196	6,098
Wungnema House	-	-	-	4,819
Ronald D. Wilson	1,336	-	1,336	31,010
Nv Landmark Soc / Rbts Hse	77,562	1,231	76,331	11,841
Governors Field Landscape	-	-	-	19,314
Other projects	53,262	-	53,262	-
	<u>307,300</u>	<u>8,028</u>	<u>299,272</u>	<u>185,950</u>
Total Expenditures	<u>353,684</u>	<u>49,048</u>	<u>304,636</u>	<u>236,591</u>
Excess (Deficiency) of Revenues over Expenditures	(347,684)	(14,879)	332,805	(182,311)
Fund Balances, July 1	<u>352,605</u>	<u>352,605</u>	<u>-</u>	<u>534,916</u>
Fund Balances, June 30	<u>\$ 4,921</u>	<u>\$ 337,726</u>	<u>\$ 332,805</u>	<u>\$ 352,605</u>

**CARSON CITY  
REDEVELOPMENT REVOLVING FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Revenues:				
Intergovernmental revenues:				
Other local government grants	\$ 4,320,000	\$ 4,320,000	\$ -	\$ -
Miscellaneous:				
Investment income	10,000	13,603	3,603	16,424
Refunds and reimbursements	-	381	381	-
	10,000	13,984	3,984	16,424
Total Revenues	4,330,000	4,333,984	3,984	16,424
Expenditures:				
Community support:				
Redevelopment:				
Services and supplies	5,399,570	3,041,870	2,357,700	2,272,266
Capital outlay	-	-	-	396,236
Total Expenditures	5,399,570	3,041,870	2,357,700	2,668,502
Excess (Deficiency) of Revenues over Expenditures	(1,069,570)	1,292,114	2,361,684	(2,652,078)
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	640,902	640,902	-	275,000
Redevelopment Administration Fund	-	-	-	2,000,000
Redevelopment Administration Fund	-	-	-	(61,000)
Total Other Financing Sources (Uses)	640,902	640,902	-	2,214,000
Net Change in Fund Balances	(428,668)	1,933,016	2,361,684	(438,078)
Fund Balances, July 1	438,668	438,668	-	876,746
Fund Balances, June 30	\$ 10,000	\$ 2,371,684	\$ 2,361,684	\$ 438,668

## 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.

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

### 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.

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 6,388,591	\$ 6,220,277	\$ (168,314)	\$ 6,068,373
Operating Expenses:				
Salaries and wages	1,255,746	1,239,304	16,442	1,171,870
Employee benefits	513,946	498,405	15,541	445,480
Services and supplies	3,047,021	3,092,966	(45,945)	3,264,443
Depreciation	2,900,000	3,079,635	(179,635)	2,800,840
Total Operating Expenses	7,716,713	7,910,310	(193,597)	7,682,633
Operating Income (Loss)	(1,328,122)	(1,690,033)	(361,911)	(1,614,260)
Nonoperating Revenues (Expenses):				
Investment income	200,000	80,390	(119,610)	107,152
Miscellaneous	10,000	910	(9,090)	2,550
Interest expense	(612,913)	(584,520)	28,393	(586,051)
Gain (loss) on sales of capital assets	(10,000)	(22,004)	(12,004)	(575,277)
Bond issuance costs	(52,200)	(7,105)	45,095	(4,878)
Total Nonoperating Revenues (Expenses)	(465,113)	(532,329)	(67,216)	(1,056,504)
Income (Loss) Before Capital Contributions	(1,793,235)	(2,222,362)	(429,127)	(2,670,764)
Capital Contributions:				
Capital grants	-	181,568	181,568	-
Developers	-	-	-	287,469
Connection fees	250,000	60,228	(189,772)	529,310
Total Capital Contributions	250,000	241,796	(8,204)	816,779
Change in Net Assets	<u>\$ (1,543,235)</u>	(1,980,566)	<u>\$ (437,331)</u>	(1,853,985)
Net Assets, July 1		56,666,954		58,520,939
Net Assets, June 30		<u>\$ 54,686,388</u>		<u>\$ 56,666,954</u>

**CARSON CITY  
SEWER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 6,388,591	\$ 6,074,787	\$ (313,804)	\$ 6,659,236
Cash payments for personnel costs	(1,769,692)	(1,647,520)	122,172	(1,570,202)
Cash payments for services and supplies	(3,047,021)	(3,279,789)	(232,768)	(3,239,288)
Miscellaneous cash received	10,000	910	(9,090)	2,550
	<u>1,581,878</u>	<u>1,148,388</u>	<u>(433,490)</u>	<u>1,852,296</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	1,600,000	1,600,000	-	-
Connection fees	250,000	60,228	(189,772)	529,313
Acquisition of capital assets	(1,526,000)	(1,459,877)	66,123	(1,551,038)
Principal paid on capital debt	(1,447,895)	(1,399,507)	48,388	(1,343,116)
Interest paid on capital debt	(612,913)	(586,489)	26,424	(609,197)
Bond issuance costs	(52,200)	(29,714)	22,486	(437)
Subsidy from grant	-	181,568	181,568	-
	<u>(1,789,008)</u>	<u>(1,633,791)</u>	<u>155,217</u>	<u>(2,974,475)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	200,000	80,390	(119,610)	107,152
	<u>(7,130)</u>	<u>(405,013)</u>	<u>(397,883)</u>	<u>(1,015,027)</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash and Cash Equivalents, July 1	2,436,582	2,436,582	-	3,451,609
Cash and Cash Equivalents, June 30	<u>\$ 2,429,452</u>	<u>\$ 2,031,569</u>	<u>\$ (397,883)</u>	<u>\$ 2,436,582</u>

**CARSON CITY  
SEWER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)  
(PAGE 2 OF 2)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2009</u>
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating loss	<u>\$ (1,328,122)</u>	<u>\$ (1,690,033)</u>	<u>\$ (361,911)</u>	<u>\$ (1,614,260)</u>
Adjustments to reconcile operating loss to net cash provided by operating activities:				
Depreciation and amortization expense	2,900,000	3,079,635	179,635	2,800,840
Nonoperating revenues	10,000	910	(9,090)	2,550
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(129,898)	(129,898)	(76,058)
Due from other governments	-	(12,314)	(12,314)	667,222
Due from other funds	-	(1,079)	(1,079)	-
Prepaid items	-	(8,810)	(8,810)	(9,711)
Increase (decrease) in:				
Accounts payable	-	(179,843)	(179,843)	33,435
Accrued salaries and benefits	-	11,221	11,221	7,881
Due to other governments	-	1,830	1,830	1,431
Connection deposits	-	(2,199)	(2,199)	(301)
Accrued compensated absences	-	26,633	26,633	(9,923)
Net OPEB Obligation	-	52,335	52,335	49,190
Total Adjustments	<u>2,910,000</u>	<u>2,838,421</u>	<u>(71,579)</u>	<u>3,466,556</u>
Net Cash Provided by Operating Activities	<u>\$ 1,581,878</u>	<u>\$ 1,148,388</u>	<u>\$ (433,490)</u>	<u>\$ 1,852,296</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES				
Purchase of capital assets on account		\$ 291,851		\$ 90,211
Retainage payable on construction of capital assets		31,981		-

**CARSON CITY  
WATER FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 9,821,342	\$ 9,054,623	\$ (766,719)	\$ 9,226,621
Other charges	182,959	158,567	(24,392)	139,407
Total Operating Revenues	<u>10,004,301</u>	<u>9,213,190</u>	<u>(791,111)</u>	<u>9,366,028</u>
Operating Expenses:				
Salaries and wages	1,615,170	1,513,142	102,028	1,375,461
Employee benefits	585,270	596,458	(11,188)	546,539
Services and supplies	4,936,546	5,489,270	(552,724)	5,003,005
Depreciation and amortization	2,150,000	2,444,918	(294,918)	2,100,936
Total Operating Expenses	<u>9,286,986</u>	<u>10,043,788</u>	<u>(756,802)</u>	<u>9,025,941</u>
Operating Income (Loss)	<u>717,315</u>	<u>(830,598)</u>	<u>(1,547,913)</u>	<u>340,087</u>
Nonoperating Revenues (Expenses):				
Investment income	400,000	142,446	(257,554)	389,052
Miscellaneous	10,495	43	(10,452)	506
Interest expense	(1,487,609)	(1,326,400)	161,209	(1,402,614)
Gain (loss) on sales of capital assets	(2,166)	(7,557)	(5,391)	(34,836)
Arbitrage rebate	-	60,409	60,409	1,648
Bond issuance costs	(54,000)	(1,736)	52,264	(24,351)
Total Nonoperating Revenues (Expenses)	<u>(1,133,280)</u>	<u>(1,132,795)</u>	<u>485</u>	<u>(1,070,595)</u>
Income (Loss) Before Capital Contributions	<u>(415,965)</u>	<u>(1,963,393)</u>	<u>(1,547,428)</u>	<u>(730,508)</u>
Capital Contributions:				
Capital assets	-	-	-	35,917
Capital grants	117,324	143,591	26,267	547,647
Developers	-	444,709	444,709	389,649
Connection fees	250,000	47,163	(202,837)	251,180
Total Capital Contributions	<u>367,324</u>	<u>635,463</u>	<u>268,139</u>	<u>1,224,393</u>
Change in Net Assets	<u>\$ (48,641)</u>	<u>(1,327,930)</u>	<u>\$ (1,279,289)</u>	<u>493,885</u>
Net Assets, July 1		<u>38,171,678</u>		<u>37,677,793</u>
Net Assets, June 30		<u>\$ 36,843,748</u>		<u>\$ 38,171,678</u>

**CARSON CITY  
WATER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 10,004,301	\$ 9,090,633	\$ (913,668)	\$ 9,413,162
Cash payments for personnel costs	(2,200,440)	(2,018,974)	181,466	(1,861,107)
Cash payments for services and supplies	(4,936,546)	(5,252,080)	(315,534)	(5,193,100)
Miscellaneous cash received	10,495	43	(10,452)	506
	<u>2,877,810</u>	<u>1,819,622</u>	<u>(1,058,188)</u>	<u>2,359,461</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	3,700,000	1,512,053	(2,187,947)	-
Proceeds from sales of capital assets	12,834	-	(12,834)	-
Connection fees	250,000	47,163	(202,837)	251,178
Acquisition of capital assets	(4,399,517)	(4,533,031)	(133,514)	(5,190,317)
Principal paid on capital debt	(1,931,898)	(1,820,000)	111,898	(1,745,000)
Interest paid on capital debt	(1,487,609)	(1,322,072)	165,537	(1,394,643)
Bond issuance costs	(54,000)	(50,973)	3,027	(1,987)
Subsidy from grant	117,324	77,784	(39,540)	548,884
	<u>(3,792,866)</u>	<u>(6,089,076)</u>	<u>(2,296,210)</u>	<u>(7,531,885)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	400,000	142,446	(257,554)	389,052
	<u>(515,056)</u>	<u>(4,127,008)</u>	<u>(3,611,952)</u>	<u>(4,783,372)</u>
Cash and Cash Equivalents, July 1	<u>6,942,602</u>	<u>6,942,602</u>	<u>-</u>	<u>11,725,974</u>
Cash and Cash Equivalents, June 30	<u>\$ 6,427,546</u>	<u>\$ 2,815,594</u>	<u>\$ (3,611,952)</u>	<u>\$ 6,942,602</u>

**CARSON CITY  
WATER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 717,315	\$ (830,598)	\$ (1,547,913)	\$ 340,087
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization expense	2,150,000	2,444,918	294,918	2,100,936
Nonoperating revenues	10,495	43	(10,452)	506
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(129,006)	(129,006)	51,670
Due from other governments	-	8,068	8,068	(4,536)
Due from other funds	-	(1,619)	(1,619)	-
Inventories	-	15,495	15,495	24,393
Prepaid items	-	719	719	(6,006)
Increase (decrease) in:				
Accounts payable	-	(26,848)	(26,848)	58,655
Accrued salaries and benefits	-	12,124	12,124	11,580
Due to other governments	-	249,124	249,124	(265,637)
Connection deposits	-	(1,300)	(1,300)	(1,500)
Accrued compensated absences	-	16,870	16,870	(8,299)
Net OPEB Obligation	-	61,632	61,632	57,612
Total Adjustments	<u>2,160,495</u>	<u>2,650,220</u>	<u>489,725</u>	<u>2,019,374</u>
Net Cash Provided by Operating Activities	<u>\$ 2,877,810</u>	<u>\$ 1,819,622</u>	<u>\$ (1,058,188)</u>	<u>\$ 2,359,461</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 1,657,617		\$ 527,746
Retainage payable on construction of capital assets		164,712		114,677
Contributed capital assets		-		35,917

**CARSON CITY  
STORMWATER DRAINAGE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services				
User fees and charges	\$ 1,175,694	\$ 1,172,879	\$ (2,815)	\$ 1,070,093
Operating Expenses:				
Salaries and wages	263,697	245,196	18,501	327,308
Employee benefits	113,032	111,501	1,531	121,797
Services and supplies	403,583	391,300	12,283	309,101
Depreciation	150,000	218,499	(68,499)	150,894
Total Operating Expenses	930,312	966,496	(36,184)	909,100
Operating Income	245,382	206,383	(38,999)	160,993
Nonoperating Revenues (Expenses):				
Investment income	25,000	9,737	(15,263)	33,633
Interest expense	(305,126)	(221,874)	83,252	(202,050)
Gain (loss) on sales of capital assets	-	-	-	(320)
Bond issuance costs	(50,500)	(7,903)	42,597	(6,471)
Total Nonoperating Revenues (Expenses)	(330,626)	(220,040)	110,586	(175,208)
Income (Loss) Before Capital Contributions	(85,244)	(13,657)	71,587	(14,215)
Capital Contributions:				
Capital grants	-	13,521	13,521	-
Developers	-	-	-	3,760
Total Capital Contributions	-	13,521	13,521	3,760
Change in Net Assets	\$ (85,244)	(136)	\$ 85,108	(10,455)
Net Assets, July 1		3,345,201		3,355,656
Net Assets, June 30		\$ 3,345,065		\$ 3,345,201

**CARSON CITY**  
**STORMWATER DRAINAGE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,175,694	\$ 1,147,940	\$ (27,754)	\$ 1,068,975
Cash payments for personnel costs	(376,729)	(370,350)	6,379	(411,543)
Cash payments for services and supplies	(403,583)	(395,436)	8,147	(272,437)
	<u>395,382</u>	<u>382,154</u>	<u>(13,228)</u>	<u>384,995</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	2,197,000	848,000	(1,349,000)	-
Acquisition of capital assets	(2,147,000)	(1,268,297)	878,703	(538,043)
Principal paid on capital debt	(301,443)	(235,000)	66,443	(225,000)
Interest paid on capital debt	(305,126)	(213,085)	92,041	(203,912)
Bond issuance costs	(50,500)	(13,217)	37,283	-
Subsidy from grant	-	13,521	13,521	-
	<u>(607,069)</u>	<u>(868,078)</u>	<u>(261,009)</u>	<u>(966,955)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	25,000	9,737	(15,263)	33,633
	<u>(186,687)</u>	<u>(476,187)</u>	<u>(289,500)</u>	<u>(548,327)</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash and Cash Equivalents, July 1	476,581	476,581	-	1,024,908
Cash and Cash Equivalents, June 30	<u>\$ 289,894</u>	<u>\$ 394</u>	<u>\$ (289,500)</u>	<u>\$ 476,581</u>



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**CARSON CITY**  
**STORMWATER DRAINAGE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**  
**(PAGE 2 OF 2)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2009</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income	<u>\$ 245,382</u>	<u>\$ 206,383</u>	<u>\$ (38,999)</u>	<u>\$ 160,993</u>
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization expense	150,000	218,499	68,499	150,894
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(24,939)	(24,939)	(1,118)
Prepaid items	-	170	170	(400)
Increase (decrease) in:				
Accounts payable	-	(8,966)	(8,966)	33,864
Accrued salaries and benefits	-	(4,451)	(4,451)	8,316
Due to other funds	-	5,733	5,733	-
Due to other governments	-	(1,073)	(1,073)	3,200
Accrued compensated absences	-	(15,169)	(15,169)	23,654
Net OPEB Obligation	-	5,967	5,967	5,592
Total Adjustments	<u>150,000</u>	<u>175,771</u>	<u>25,771</u>	<u>224,002</u>
Net Cash Provided by Operating Activities	<u>\$ 395,382</u>	<u>\$ 382,154</u>	<u>\$ (13,228)</u>	<u>\$ 384,995</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 14,519		\$ 408,973

**CARSON CITY**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**JUNE 30, 2010**

	<u>AMBULANCE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>
<b>ASSETS</b>			
Current assets (unrestricted):			
Cash and investments	\$ 195,772	\$ 168,728	\$ 141,502
Receivables:			
Accounts and contracts, net	1,612,695	-	-
Inventories	-	25,625	-
Prepaid items	45	-	-
Total Current Assets (Unrestricted)	<u>1,808,512</u>	<u>194,353</u>	<u>141,502</u>
Noncurrent assets:			
Capital assets:			
Land	-	293,449	-
Buildings	-	354,931	-
Improvements other than buildings	-	173,211	-
Machinery and equipment	602,831	100,902	80,639
Less: Accumulated depreciation	602,831 (361,072)	922,493 (180,024)	80,639 (48,575)
Net Capital Assets	<u>241,759</u>	<u>742,469</u>	<u>32,064</u>
Total Assets	<u>2,050,271</u>	<u>936,822</u>	<u>173,566</u>
<b>LIABILITIES:</b>			
Current liabilities (payable from unrestricted assets):			
Accounts payable	33,966	2,808	611
Accrued salaries and benefits	75,586	4,937	10,285
Due to other governments	60	-	6,619
Unearned revenue	-	286,560	-
Current portion:			
Accrued compensated absences	79,184	-	-
Total Current Liabilities (Payable from Unrestricted Assets)	<u>188,796</u>	<u>294,305</u>	<u>17,515</u>
Noncurrent liabilities:			
Accrued compensated absences, net of current portion	181,815	22,874	34,695
Net OPEB Obligation	254,788	14,085	54,799
Total Noncurrent Liabilities	<u>436,603</u>	<u>36,959</u>	<u>89,494</u>
Total Liabilities	<u>625,399</u>	<u>331,264</u>	<u>107,009</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	241,759	742,469	32,064
Unrestricted	1,183,113	(136,911)	34,493
Total Net Assets	<u>\$ 1,424,872</u>	<u>\$ 605,558</u>	<u>\$ 66,557</u>

TOTAL

\$ 506,002

1,612,695

25,625

45

2,144,367

293,449

354,931

173,211

784,372

1,605,963

(589,671)

1,016,292

3,160,659

37,385

90,808

6,679

286,560

79,184

500,616

239,384

323,672

563,056

1,063,672

1,016,292

1,080,695

\$ 2,096,987

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

	<u>AMBULANCE</u>	<u>CEMETERY</u>
Operating Revenues:		
Charges for services	\$ 3,584,675	\$ 86,375
Operating Expenses:		
Salaries and wages	1,427,698	95,977
Employee benefits	954,344	41,478
Services and supplies	1,780,005	41,616
Depreciation	51,475	16,213
Total Operating Expenses	<u>4,213,522</u>	<u>195,284</u>
Operating Income (Loss)	<u>(628,847)</u>	<u>(108,909)</u>
Nonoperating Revenues (Expenses):		
Investment income	1,066	5,051
Miscellaneous	225,000	4,986
Gain (loss) on disposal of capital assets	<u>(61,708)</u>	<u>(841)</u>
Total Nonoperating Revenues (Expenses)	<u>164,358</u>	<u>9,196</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(464,489)</u>	<u>(99,713)</u>
Transfers In	<u>220,000</u>	<u>75,000</u>
Change in Net Assets	(244,489)	(24,713)
Net Assets, July 1	<u>1,669,361</u>	<u>630,271</u>
Net Assets, June 30	<u>\$ 1,424,872</u>	<u>\$ 605,558</u>

<u>BUILDING PERMITS</u>	<u>TOTAL</u>
<u>\$ 422,320</u>	<u>\$ 4,093,370</u>
300,720	1,824,395
135,990	1,131,812
108,781	1,930,402
5,353	73,041
<u>550,844</u>	<u>4,959,650</u>
<u>(128,524)</u>	<u>(866,280)</u>
2,224	8,341
-	229,986
<u>(20,678)</u>	<u>(83,227)</u>
<u>(18,454)</u>	<u>155,100</u>
<u>(146,978)</u>	<u>(711,180)</u>
<u>125,000</u>	<u>420,000</u>
(21,978)	(291,180)
<u>88,535</u>	<u>2,388,167</u>
<u>\$ 66,557</u>	<u>\$ 2,096,987</u>

**CARSON CITY**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 1 OF 2)**

	<u>AMBULANCE</u>	<u>CEMETERY</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Cash received for services	\$ 3,435,685	\$ 95,180
Cash payments for personnel costs	(2,144,367)	(128,199)
Cash payments for services and supplies	(1,787,339)	(44,276)
Miscellaneous cash received	225,000	4,986
	<u>225,000</u>	<u>4,986</u>
Net Cash Provided (Used) by Operating Activities	<u>(271,021)</u>	<u>(72,309)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>		
Transfer from other funds	220,000	75,000
	<u>220,000</u>	<u>75,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>		
Acquisition of capital assets	(38,885)	-
	<u>(38,885)</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Investment income	1,066	5,051
	<u>1,066</u>	<u>5,051</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(88,840)</u>	<u>7,742</u>
Cash and Cash Equivalents, July 1	<u>284,612</u>	<u>160,986</u>
Cash and Cash Equivalents, June 30	<u>\$ 195,772</u>	<u>\$ 168,728</u>

BUILDING PERMITS	TOTAL
\$ 422,320	\$ 3,953,185
(423,163)	(2,695,729)
(102,617)	(1,934,232)
<u>-</u>	<u>229,986</u>
<u>(103,460)</u>	<u>(446,790)</u>
<u>125,000</u>	<u>420,000</u>
<u>-</u>	<u>(38,885)</u>
<u>2,224</u>	<u>8,341</u>
23,764	(57,334)
<u>117,738</u>	<u>563,336</u>
<u>\$ 141,502</u>	<u>\$ 506,002</u>



**CARSON CITY**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 2 OF 2)**

	<u>AMBULANCE</u>	<u>CEMETERY</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating income (loss)	<u>\$ (628,847)</u>	<u>\$ (108,909)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation and amortization expense	51,475	16,213
Nonoperating revenues	225,000	4,986
Changes in assets and liabilities:		
(Increase) decrease in:		
Accounts receivable	(148,990)	-
Inventories	-	(4,437)
Prepaid items	980	120
Increase (decrease) in:		
Accounts payable	(8,345)	1,657
Accrued salaries and benefits	6,818	1,237
Due to other governments	31	-
Unearned revenue	-	8,805
Accrued compensated absences	99,316	783
Net OPEB Obligation	<u>131,541</u>	<u>7,236</u>
Total Adjustments	<u>357,826</u>	<u>36,600</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (271,021)</u>	<u>\$ (72,309)</u>

<u>BUILDING PERMITS</u>	<u>TOTAL</u>
<u>\$ (128,524)</u>	<u>\$ (866,280)</u>
5,353	73,041
-	229,986
-	(148,990)
-	(4,437)
240	1,340
(695)	(7,383)
(6,458)	1,597
6,619	6,650
-	8,805
(8,322)	91,777
<u>28,327</u>	<u>167,104</u>
<u>25,064</u>	<u>419,490</u>
<u><u>\$ (103,460)</u></u>	<u><u>\$ (446,790)</u></u>

**CARSON CITY  
AMBULANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services	\$ 3,920,993	\$ 3,584,675	\$ (336,318)	\$ 3,633,447
Operating Expenses:				
Salaries and wages	1,338,255	1,427,698	(89,443)	1,254,996
Employee benefits	967,950	954,344	13,606	892,851
Services and supplies	1,939,899	1,780,005	159,894	2,413,565
Depreciation	100,000	51,475	48,525	86,621
Total Operating Expenses	4,346,104	4,213,522	132,582	4,648,033
Operating Income (Loss)	(425,111)	(628,847)	(203,736)	(1,014,586)
Nonoperating Revenues (Expenses):				
Investment income	1,000	1,066	66	1,627
Miscellaneous	1,000	225,000	224,000	346,072
Gain (loss) on disposal of capital assets	-	(61,708)	(61,708)	-
Total Nonoperating Revenues (Expenses)	2,000	164,358	162,358	347,699
Income (Loss) Before Transfers	(423,111)	(464,489)	(41,378)	(666,887)
Transfers in	100,000	220,000	120,000	100,000
Change in Net Assets	\$ (323,111)	(244,489)	\$ 78,622	(566,887)
Net Assets, July 1		1,669,361		2,236,248
Net Assets, June 30		\$ 1,424,872		\$ 1,669,361

**CARSON CITY  
AMBULANCE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 3,920,993	\$ 3,435,685	\$ (485,308)	\$ 4,164,835
Cash payments for personnel costs	(2,306,205)	(2,144,367)	161,838	(1,994,588)
Cash payments for services and supplies	(1,939,899)	(1,787,339)	152,560	(2,481,384)
Miscellaneous cash received	1,000	225,000	224,000	346,072
Net Cash Provided (Used) by Operating Activities	<u>(324,111)</u>	<u>(271,021)</u>	<u>53,090</u>	<u>34,935</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	<u>100,000</u>	<u>220,000</u>	<u>120,000</u>	<u>100,000</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	<u>-</u>	<u>(38,885)</u>	<u>(38,885)</u>	<u>-</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	<u>1,000</u>	<u>1,066</u>	<u>66</u>	<u>1,627</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(223,111)	(88,840)	134,271	136,562
Cash and Cash Equivalents, July 1	<u>284,612</u>	<u>284,612</u>	<u>-</u>	<u>148,050</u>
Cash and Cash Equivalents, June 30	<u>\$ 61,501</u>	<u>\$ 195,772</u>	<u>\$ 134,271</u>	<u>\$ 284,612</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	<u>\$ (425,111)</u>	<u>\$ (628,847)</u>	<u>\$ (203,736)</u>	<u>\$ (1,014,586)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	100,000	51,475	(48,525)	86,621
Provision for uncollectible accounts	-	-	-	(2,691,841)
Nonoperating revenues	1,000	225,000	224,000	346,072
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(148,990)	(148,990)	3,223,147
Due from other governments	-	-	-	82
Prepaid items	-	980	980	134
Increase (decrease) in:				
Accounts payable	-	(8,345)	(8,345)	(67,982)
Accrued salaries and benefits	-	6,818	6,818	6,838
Due to other governments	-	31	31	29
Accrued compensated absences	-	99,316	99,316	23,174
Net OPEB Obligation	-	131,541	131,541	123,247
Total Adjustments	<u>101,000</u>	<u>357,826</u>	<u>256,826</u>	<u>1,049,521</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (324,111)</u>	<u>\$ (271,021)</u>	<u>\$ 53,090</u>	<u>\$ 34,935</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>				
Purchase of capital assets on account		\$ -		\$ 24,000

**CARSON CITY  
CEMETERY FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services	\$ 111,100	\$ 86,375	\$ (24,725)	\$ 83,677
Operating Expenses:				
Salaries and wages	94,346	95,977	(1,631)	74,867
Employee benefits	41,385	41,478	(93)	31,535
Services and supplies	48,810	41,616	7,194	44,113
Depreciation	30,000	16,213	13,787	16,212
Total Operating Expenses	214,541	195,284	19,257	166,727
Operating Loss	(103,441)	(108,909)	(5,468)	(83,050)
Nonoperating Revenues (Expenses):				
Investment income	3,500	5,051	1,551	4,944
Miscellaneous	1,500	4,986	3,486	1,790
Gain (loss) on disposal of capital assets	-	(841)	(841)	-
Total Nonoperating Revenues (Expenses)	5,000	9,196	4,196	6,734
Income (Loss) Before Transfers	(98,441)	(99,713)	(1,272)	(76,316)
Transfers in	75,000	75,000	-	75,000
Change in Net Assets	<u>\$ (23,441)</u>	<u>(24,713)</u>	<u>\$ (1,272)</u>	<u>(1,316)</u>
Net Assets, July 1		<u>630,271</u>		<u>631,587</u>
Net Assets, June 30		<u>\$ 605,558</u>		<u>\$ 630,271</u>

**CARSON CITY  
CEMETERY FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 111,100	\$ 95,180	\$ (15,920)	\$ 88,977
Cash payments for personnel costs	(135,731)	(128,199)	7,532	(111,666)
Cash payments for services and supplies	(48,810)	(44,276)	4,534	(43,408)
Miscellaneous cash received	1,500	4,986	3,486	1,790
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>(71,941)</u>	<u>(72,309)</u>	<u>(368)</u>	<u>(64,307)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	75,000	75,000	-	75,000
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	3,500	5,051	1,551	4,944
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	6,559	7,742	1,183	15,637
Cash and Cash Equivalents, July 1	160,986	160,986	-	145,349
Cash and Cash Equivalents, June 30	<u>\$ 167,545</u>	<u>\$ 168,728</u>	<u>\$ 1,183</u>	<u>\$ 160,986</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating loss	<u>\$ (103,441)</u>	<u>\$ (108,909)</u>	<u>\$ (5,468)</u>	<u>\$ (83,050)</u>
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:				
Depreciation and amortization expense	30,000	16,213	(13,787)	16,212
Nonoperating revenues	1,500	4,986	3,486	1,790
Changes in assets and liabilities:				
(Increase) decrease in:				
Inventories	-	(4,437)	(4,437)	709
Prepaid items	-	120	120	(100)
Increase (decrease) in:				
Accounts payable	-	1,657	1,657	96
Accrued salaries and benefits	-	1,237	1,237	(55)
Unearned revenue	-	8,805	8,805	5,300
Accrued compensated absences	-	783	783	(12,058)
Net OPEB Obligation	-	7,236	7,236	6,849
<b>Total Adjustments</b>	<u>31,500</u>	<u>36,600</u>	<u>5,100</u>	<u>18,743</u>
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ (71,941)</u>	<u>\$ (72,309)</u>	<u>\$ (368)</u>	<u>\$ (64,307)</u>

**CARSON CITY  
BUILDING PERMITS FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services				
User fees and charges	\$ 856,000	\$ 422,320	\$ (433,680)	\$ 799,889
Operating Expenses:				
Salaries and wages	390,247	300,720	89,527	492,813
Employee benefits	139,726	135,990	3,736	203,131
Services and supplies	126,680	108,781	17,899	239,474
Depreciation	20,000	5,353	14,647	8,861
Total Operating Expenses	676,653	550,844	125,809	944,279
Operating Income (Loss)	179,347	(128,524)	(307,871)	(144,390)
Nonoperating Revenues (Expenses):				
Investment income	5,000	2,224	(2,776)	2,353
Miscellaneous	-	-	-	1,000
Gain (loss) on disposal of capital assets	-	(20,678)	(20,678)	-
Total Nonoperating Revenues (Expenses)	5,000	(18,454)	(23,454)	3,353
Income (Loss) Before Transfers	184,347	(146,978)	(331,325)	(141,037)
Transfers In	-	125,000	125,000	120,000
Change in Net Assets	\$ 184,347	(21,978)	\$ (206,325)	(21,037)
Net Assets, July 1		88,535		109,572
Net Assets, June 30		\$ 66,557		\$ 88,535

**CARSON CITY**  
**BUILDING PERMITS FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 856,000	\$ 422,320	\$ (433,680)	\$ 799,889
Cash payments for personnel costs	(529,973)	(423,163)	106,810	(680,412)
Cash payments for services and supplies	(126,680)	(102,617)	24,063	(246,940)
Miscellaneous Cash Received	-	-	-	1,000
	<u>199,347</u>	<u>(103,460)</u>	<u>(302,807)</u>	<u>(126,463)</u>
<b>Net Cash Provided (Used) by Operating Activities</b>				
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	-	125,000	125,000	120,000
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	-	-	(6,620)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	5,000	2,224	(2,776)	2,353
	<u>204,347</u>	<u>23,764</u>	<u>(180,583)</u>	<u>(10,730)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash and Cash Equivalents, July 1	117,738	117,738	-	128,468
Cash and Cash Equivalents, June 30	<u>\$ 322,085</u>	<u>\$ 141,502</u>	<u>\$ (180,583)</u>	<u>\$ 117,738</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	<u>\$ 179,347</u>	<u>\$ (128,524)</u>	<u>\$ (307,871)</u>	<u>\$ (144,390)</u>
<b>Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:</b>				
Depreciation and amortization expense	20,000	5,353	(14,647)	8,861
Nonoperating revenues	-	-	-	1,000
<b>Changes in assets and liabilities:</b>				
<b>(Increase) decrease in:</b>				
Prepaid items	-	240	240	(21)
<b>Increase (decrease) in:</b>				
Accounts payable	-	(695)	(695)	(1,184)
Accrued salaries and benefits	-	(6,458)	(6,458)	(3,580)
Due to other governments	-	6,619	6,619	(6,261)
Accrued compensated absences	-	(8,322)	(8,322)	(7,360)
Net OPEB Obligation	-	28,327	28,327	26,472
	<u>20,000</u>	<u>25,064</u>	<u>5,064</u>	<u>17,927</u>
<b>Total Adjustments</b>	<u>20,000</u>	<u>25,064</u>	<u>5,064</u>	<u>17,927</u>
	<u>\$ 199,347</u>	<u>\$ (103,460)</u>	<u>\$ (302,807)</u>	<u>\$ (126,463)</u>
<b>Net Cash Provided (Used) by Operating Activities</b>				



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## INTERNAL SERVICE FUNDS

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

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

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

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

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

**CARSON CITY**  
**INTERNAL SERVICE FUNDS**  
**COMBINING STATEMENT OF NET ASSETS**  
**JUNE 30, 2010**

	<u>GROUP MEDICAL INSURANCE</u>	<u>WORKERS' COMPENSATION</u>	<u>INSURANCE</u>
<b>ASSETS</b>			
Current assets:			
Cash and investments	\$ 477,273	\$ 2,719,811	\$ 794,911
Receivables:			
Accounts and contracts, net	217,743	47,531	18,950
Inventories	-	-	-
Total Current Assets	<u>695,016</u>	<u>2,767,342</u>	<u>813,861</u>
Noncurrent assets:			
Other assets	-	-	-
Capital assets:			
Machinery and equipment	-	65,790	40,966
Less: Accumulated depreciation	-	(6,579)	(18,844)
Net Capital Assets	<u>-</u>	<u>59,211</u>	<u>22,122</u>
Total Noncurrent Assets	<u>-</u>	<u>59,211</u>	<u>22,122</u>
Total Assets	<u>695,016</u>	<u>2,826,553</u>	<u>835,983</u>
<b>LIABILITIES</b>			
Current liabilities:			
Accounts payable	482	332,805	26,899
Accrued salaries and benefits	11,099	5,118	4,228
Accrued interest	-	-	-
Due to other governments	-	-	28,219
Other current liabilities	-	313,769	195,011
Current portion:			
Accrued compensated absences	-	-	-
General obligation bonds and notes payable	-	-	-
Total Current Liabilities	<u>11,581</u>	<u>651,692</u>	<u>254,357</u>
Noncurrent liabilities:			
Accrued compensated absences	30,282	11,021	7,624
Net OPEB obligation	6,994	-	-
Other liabilities	-	-	73,478
General obligation bonds and notes payable	-	-	-
Total Noncurrent Liabilities	<u>37,276</u>	<u>11,021</u>	<u>81,102</u>
Total Liabilities	<u>48,857</u>	<u>662,713</u>	<u>335,459</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	-	59,211	22,122
Unrestricted	<u>646,159</u>	<u>2,104,629</u>	<u>478,402</u>
Total Net Assets	<u>\$ 646,159</u>	<u>\$ 2,163,840</u>	<u>\$ 500,524</u>

<u>FLEET MANAGEMENT</u>	<u>TOTAL</u>
\$ 782,451	\$ 4,774,446
-	284,224
<u>90,290</u>	<u>90,290</u>
<u>872,741</u>	<u>5,148,960</u>
<u>4,951</u>	<u>4,951</u>
524,488	631,244
<u>(1,100)</u>	<u>(26,523)</u>
<u>523,388</u>	<u>604,721</u>
<u>528,339</u>	<u>609,672</u>
<u>1,401,080</u>	<u>5,758,632</u>
137,354	497,540
14,677	35,122
3,116	3,116
-	28,219
-	508,780
16,556	16,556
<u>149,000</u>	<u>149,000</u>
<u>320,703</u>	<u>1,238,333</u>
39,574	88,501
47,508	54,502
-	73,478
<u>230,000</u>	<u>230,000</u>
<u>317,082</u>	<u>446,481</u>
<u>637,785</u>	<u>1,684,814</u>
144,388	225,721
<u>618,907</u>	<u>3,848,097</u>
<u>\$ 763,295</u>	<u>\$ 4,073,818</u>

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>GROUP MEDICAL INSURANCE</u>	<u>WORKERS' COMPENSATION</u>	<u>INSURANCE</u>
Operating Revenues:			
Charges for services	\$ 7,274,314	\$ 1,818,156	\$ 1,087,735
Operating Expenses:			
Salaries and wages	192,971	75,983	57,608
Employee benefits	65,276	25,290	19,974
Services and supplies	7,302,204	1,536,042	1,411,270
Depreciation	-	6,579	1,555
Total Operating Expenses	<u>7,560,451</u>	<u>1,643,894</u>	<u>1,490,407</u>
Operating Income (Loss)	<u>(286,137)</u>	<u>174,262</u>	<u>(402,672)</u>
Nonoperating Revenues (Expenses):			
Investment income	20,065	80,417	25,767
Miscellaneous	695	52,381	21,108
Interest expense	-	-	-
Gain (loss) on disposal of capital assets	-	-	-
Bond issuance costs	-	-	-
Total Nonoperating Revenues (Expenses)	<u>20,760</u>	<u>132,798</u>	<u>46,875</u>
Income (Loss) Before Transfers	<u>(265,377)</u>	<u>307,060</u>	<u>(355,797)</u>
Transfers Out	<u>(750,000)</u>	<u>-</u>	<u>(500,000)</u>
Change in Net Assets	<u>(1,015,377)</u>	<u>307,060</u>	<u>(855,797)</u>
Net Assets, July 1	<u>1,661,536</u>	<u>1,856,780</u>	<u>1,356,321</u>
Net Assets, June 30	<u>\$ 646,159</u>	<u>\$ 2,163,840</u>	<u>\$ 500,524</u>

<u>FLEET MANAGEMENT</u>	<u>TOTAL</u>
<u>\$ 1,134,738</u>	<u>\$ 11,314,943</u>
376,259	702,821
154,485	265,025
462,955	10,712,471
550	8,684
<u>994,249</u>	<u>11,689,001</u>
<u>140,489</u>	<u>(374,058)</u>
26,100	152,349
5,721	79,905
(8,479)	(8,479)
43,426	43,426
(1,962)	(1,962)
<u>64,806</u>	<u>265,239</u>
<u>205,295</u>	<u>(108,819)</u>
<u>(500,000)</u>	<u>(1,750,000)</u>
(294,705)	(1,858,819)
<u>1,058,000</u>	<u>5,932,637</u>
<u>\$ 763,295</u>	<u>\$ 4,073,818</u>

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2010**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash received for services	\$ 7,283,654	\$ 1,842,254	\$ 1,086,036
Cash payments for personnel costs	(246,387)	(91,226)	(70,533)
Cash payments for services and supplies	(7,299,998)	(1,616,203)	(815,762)
Miscellaneous cash received	695	52,381	21,108
	<u>(262,036)</u>	<u>187,206</u>	<u>220,849</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>			
Transfer to other funds	(750,000)	-	(500,000)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>			
Proceeds from capital debt	-	-	-
Proceeds from sales of assets	-	-	-
Acquisition of capital assets	-	-	(8,128)
Principal paid on capital debt	-	-	-
Interest paid on capital debt	-	-	-
Bond issuance costs	-	-	-
	<u>-</u>	<u>-</u>	<u>(8,128)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Investment income	20,065	80,417	25,767
	<u>20,065</u>	<u>80,417</u>	<u>25,767</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(991,971)	267,623	(261,512)
Cash and Cash Equivalents, July 1	1,469,244	2,452,188	1,056,423
Cash and Cash Equivalents, June 30	<u>\$ 477,273</u>	<u>\$ 2,719,811</u>	<u>\$ 794,911</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>			
Operating income (loss)	\$ (286,137)	\$ 174,262	\$ (402,672)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization expense	-	6,579	1,555
Nonoperating revenues	695	52,381	21,108
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(21,511)	24,098	(1,699)
Due from other governments	30,851	-	-
Inventories	-	-	-
Prepaid items	3,167	240	584,625
Increase (decrease) in:			
Accounts payable	(961)	(24,202)	17,582
Accrued salaries and benefits	1,702	1,833	1,613
Due to other governments	-	-	1,590
Accrued compensated absences	6,567	8,214	5,436
Net OPEB obligation	3,591	-	-
Other liabilities	-	(56,199)	(8,289)
	<u>24,101</u>	<u>12,944</u>	<u>623,521</u>
Total Adjustments	<u>24,101</u>	<u>12,944</u>	<u>623,521</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (262,036)</u>	<u>\$ 187,206</u>	<u>\$ 220,849</u>

<u>FLEET MANAGEMENT</u>	<u>TOTAL</u>
\$ 1,134,738	\$ 11,346,682
(522,426)	(930,572)
33,862	(9,698,101)
<u>5,721</u>	<u>79,905</u>
<u>651,895</u>	<u>797,914</u>
<u>(500,000)</u>	<u>(1,750,000)</u>
452,000	452,000
43,426	43,426
(518,986)	(527,114)
(73,000)	(73,000)
(5,421)	(5,421)
<u>(6,855)</u>	<u>(6,855)</u>
<u>(108,836)</u>	<u>(116,964)</u>
<u>26,100</u>	<u>152,349</u>
69,159	(916,701)
<u>713,292</u>	<u>5,691,147</u>
<u>\$ 782,451</u>	<u>\$ 4,774,446</u>
<u>\$ 140,489</u>	<u>\$ (374,058)</u>
550	8,684
5,721	79,905
-	888
-	30,851
(2,126)	(2,126)
442,171	1,030,203
56,772	49,191
(725)	4,423
-	1,590
(15,419)	4,798
24,462	28,053
<u>-</u>	<u>(64,488)</u>
<u>511,406</u>	<u>1,171,972</u>
<u>\$ 651,895</u>	<u>\$ 797,914</u>



**CARSON CITY  
GROUP MEDICAL INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Employee contributions	\$ 1,573,595	\$ 1,553,862	\$ (19,733)	\$ 1,413,913
Employer contributions	5,688,535	5,720,452	31,917	5,415,634
Total Operating Revenues	<u>7,262,130</u>	<u>7,274,314</u>	<u>12,184</u>	<u>6,829,547</u>
Operating Expenses:				
Salaries and wages	178,456	192,971	(14,515)	151,795
Employee benefits	60,009	65,276	(5,267)	51,580
Services and supplies	7,461,595	7,302,204	159,391	6,792,981
Total Operating Expenses	<u>7,700,060</u>	<u>7,560,451</u>	<u>139,609</u>	<u>6,996,356</u>
Operating Income (Loss)	<u>(437,930)</u>	<u>(286,137)</u>	<u>151,793</u>	<u>(166,809)</u>
Nonoperating Revenues (Expenses):				
Investment income	50,000	20,065	(29,935)	60,351
Miscellaneous	-	695	695	4,193
Total Nonoperating Revenues (Expenses)	<u>50,000</u>	<u>20,760</u>	<u>(29,240)</u>	<u>64,544</u>
Income (Loss) Before Transfers	<u>(387,930)</u>	<u>(265,377)</u>	<u>122,553</u>	<u>(102,265)</u>
Transfers out	<u>(750,000)</u>	<u>(750,000)</u>	<u>-</u>	<u>-</u>
Change in Net Assets	<u><u>\$ (1,137,930)</u></u>	<u><u>(1,015,377)</u></u>	<u><u>\$ 122,553</u></u>	<u><u>(102,265)</u></u>
Net Assets, July 1		<u>1,661,536</u>		<u>1,763,801</u>
Net Assets, June 30		<u><u>\$ 646,159</u></u>		<u><u>\$ 1,661,536</u></u>

**CARSON CITY**  
**GROUP MEDICAL INSURANCE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 7,262,130	\$ 7,283,654	\$ 21,524	\$ 6,820,606
Cash payments for personnel costs	(238,465)	(246,387)	(7,922)	(191,866)
Cash payments for services and supplies	(7,461,595)	(7,299,998)	161,597	(6,878,433)
Miscellaneous cash received	-	695	695	4,193
Net Cash Provided (Used) by Operating Activities	<u>(437,930)</u>	<u>(262,036)</u>	<u>175,894</u>	<u>(245,500)</u>
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	<u>(750,000)</u>	<u>(750,000)</u>	-	-
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	<u>50,000</u>	<u>20,065</u>	<u>(29,935)</u>	<u>60,351</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(1,137,930)	(991,971)	145,959	(185,149)
Cash and Cash Equivalents, July 1	<u>1,469,244</u>	<u>1,469,244</u>	-	<u>1,654,393</u>
Cash and Cash Equivalents, June 30	<u>\$ 331,314</u>	<u>\$ 477,273</u>	<u>\$ 145,959</u>	<u>\$ 1,469,244</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	<u>\$ (437,930)</u>	<u>\$ (286,137)</u>	<u>\$ 151,793</u>	<u>\$ (166,809)</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Nonoperating revenues	-	695	695	4,193
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(21,511)	(21,511)	23,120
Due from other governments	-	30,851	30,851	(30,851)
Prepaid items	-	3,167	3,167	(3,127)
Increase (decrease) in:				
Accounts payable	-	(961)	(961)	(54,747)
Unearned revenue	-	-	-	(1,210)
Accrued salaries and benefits	-	1,702	1,702	5,508
Due to other governments	-	-	-	(27,578)
Accrued compensated absences	-	6,567	6,567	2,598
Net OPEB obligation	-	3,591	3,591	3,403
Total Adjustments	<u>-</u>	<u>24,101</u>	<u>24,101</u>	<u>(78,691)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (437,930)</u>	<u>\$ (262,036)</u>	<u>\$ 175,894</u>	<u>\$ (245,500)</u>

**CARSON CITY  
WORKERS' COMPENSATION FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services:				
Employer contributions	\$ 1,618,007	\$ 1,818,156	\$ 200,149	\$ 1,669,909
Operating Expenses:				
Salaries and wages	62,528	75,983	(13,455)	56,074
Employee benefits	25,323	25,290	33	17,121
Services and supplies	1,783,495	1,536,042	247,453	1,660,321
Depreciation	-	6,579	(6,579)	-
Total Operating Expenses	1,871,346	1,643,894	227,452	1,733,516
Operating Income (Loss)	(253,339)	174,262	427,601	(63,607)
Nonoperating Revenues (Expenses):				
Investment income	70,000	80,417	10,417	87,835
Miscellaneous	140,000	52,381	(87,619)	129,385
Total Nonoperating Revenues (Expenses)	210,000	132,798	(77,202)	217,220
Change in Net Assets	\$ (43,339)	307,060	\$ 350,399	153,613
Net Assets, July 1		1,856,780		1,703,167
Net Assets, June 30		\$ 2,163,840		\$ 1,856,780

**CARSON CITY  
WORKERS' COMPENSATION FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,618,007	\$ 1,842,254	\$ 224,247	\$ 1,664,792
Cash payments for personnel costs	(87,851)	(91,226)	(3,375)	(67,199)
Cash payments for services and supplies	(1,783,495)	(1,616,203)	167,292	(1,657,471)
Miscellaneous cash received	140,000	52,381	(87,619)	129,385
	<u>(113,339)</u>	<u>187,206</u>	<u>300,545</u>	<u>69,507</u>
<b>Net Cash Provided (Used) by Operating Activities</b>				
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	-	-	(65,790)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	70,000	80,417	10,417	87,835
	<u>(43,339)</u>	<u>267,623</u>	<u>310,962</u>	<u>91,552</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash and Cash Equivalents, July 1	2,452,188	2,452,188	-	2,360,636
Cash and Cash Equivalents, June 30	<u>\$ 2,408,849</u>	<u>\$ 2,719,811</u>	<u>\$ 310,962</u>	<u>\$ 2,452,188</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (253,339)	\$ 174,262	\$ 427,601	\$ (63,607)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	-	6,579	6,579	-
Nonoperating revenues	140,000	52,381	(87,619)	129,385
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	24,098	24,098	(5,117)
Prepaid items	-	240	240	(200)
Increase (decrease) in:				
Accounts payable	-	(24,202)	(24,202)	23,101
Accrued salaries and benefits	-	1,833	1,833	3,189
Accrued compensated absences	-	8,214	8,214	(20,051)
Other liabilities	-	(56,199)	(56,199)	2,807
	<u>140,000</u>	<u>12,944</u>	<u>(127,056)</u>	<u>133,114</u>
<b>Total Adjustments</b>				
<b>Net Cash Provided (Used) by Operating Activities</b>				
	<u>\$ (113,339)</u>	<u>\$ 187,206</u>	<u>\$ 300,545</u>	<u>\$ 69,507</u>

**CARSON CITY  
INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 1,088,000	\$ 1,087,735	\$ (265)	\$ 1,102,828
Operating Expenses:				
Salaries and wages	50,175	57,608	(7,433)	41,304
Employee benefits	21,069	19,974	1,095	13,488
Services and supplies	1,427,225	1,411,270	15,955	917,342
Depreciation	5,000	1,555	3,445	1,569
Total Operating Expenses	1,503,469	1,490,407	13,062	973,703
Operating Income (Loss)	(415,469)	(402,672)	12,797	129,125
Nonoperating Revenues (Expenses):				
Investment income	40,000	25,767	(14,233)	53,247
Miscellaneous	20,000	21,108	1,108	21,335
Total Nonoperating Revenues (Expenses)	60,000	46,875	(13,125)	74,582
Income (Loss) Before Transfers	(355,469)	(355,797)	(328)	203,707
Transfers out	(500,000)	(500,000)	-	-
Change in Net Assets	\$ (855,469)	(855,797)	\$ (328)	203,707
Net Assets, July 1		1,356,321		1,152,614
Net Assets, June 30		\$ 500,524		\$ 1,356,321

**CARSON CITY  
INSURANCE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,088,000	\$ 1,086,036	\$ (1,964)	\$ 1,103,008
Cash payments for personnel costs	(71,244)	(70,533)	711	(49,989)
Cash payments for services and supplies	(1,427,225)	(815,762)	611,463	(888,685)
Miscellaneous cash received	20,000	21,108	1,108	21,335
	<u>(390,469)</u>	<u>220,849</u>	<u>611,318</u>	<u>185,669</u>
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	(500,000)	(500,000)	-	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	(8,128)	(8,128)	(15,549)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	40,000	25,767	(14,233)	53,247
	<u>(850,469)</u>	<u>(261,512)</u>	<u>588,957</u>	<u>223,367</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash and Cash Equivalents, July 1	1,056,423	1,056,423	-	833,056
Cash and Cash Equivalents, June 30	<u>\$ 205,954</u>	<u>\$ 794,911</u>	<u>\$ 588,957</u>	<u>\$ 1,056,423</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (415,469)	\$ (402,672)	\$ 12,797	\$ 129,125
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	5,000	1,555	(3,445)	1,569
Nonoperating revenues	20,000	21,108	1,108	21,335
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(1,699)	(1,699)	180
Prepaid items	-	584,625	584,625	(9,844)
Increase (decrease) in:				
Accounts payable	-	17,582	17,582	2,348
Accrued salaries and benefits	-	1,613	1,613	2,615
Due to other governments	-	1,590	1,590	20,879
Accrued compensated absences	-	5,436	5,436	2,188
Other liabilities	-	(8,289)	(8,289)	15,274
Total Adjustments	<u>25,000</u>	<u>623,521</u>	<u>598,521</u>	<u>56,544</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (390,469)</u>	<u>\$ 220,849</u>	<u>\$ 611,318</u>	<u>\$ 185,669</u>

**CARSON CITY**  
**FLEET MANAGEMENT FUND**  
**SCHEDULE OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
Operating Revenues:				
Charges for services:				
Administrative Fees	\$ 1,180,000	\$ 1,134,738	\$ (45,262)	\$ 1,147,025
Operating Expenses:				
Salaries and wages	403,494	376,259	27,235	362,220
Employee benefits	154,647	154,485	162	135,482
Services and supplies	669,412	462,955	206,457	471,668
Depreciation	-	550	(550)	550
Total Operating Expenses	<u>1,227,553</u>	<u>994,249</u>	<u>233,304</u>	<u>969,920</u>
Operating Income (Loss)	<u>(47,553)</u>	<u>140,489</u>	<u>188,042</u>	<u>177,105</u>
Nonoperating Revenues (Expenses):				
Investment income	40,000	26,100	(13,900)	38,720
Miscellaneous	-	5,721	5,721	-
Interest expense	(11,500)	(8,479)	3,021	-
Gain (loss) on disposal of capital assets	43,426	43,426	-	22,150
Bond issuance costs	-	(1,962)	(1,962)	-
Total Nonoperating Revenues (Expenses)	<u>71,926</u>	<u>64,806</u>	<u>(7,120)</u>	<u>60,870</u>
Income (Loss) Before Transfers	24,373	205,295	180,922	237,975
Transfers out	<u>(500,000)</u>	<u>(500,000)</u>	<u>-</u>	<u>-</u>
Change in Net Assets	<u>\$ (475,627)</u>	<u>(294,705)</u>	<u>\$ 180,922</u>	<u>237,975</u>
Net Assets, July 1		<u>1,058,000</u>		<u>820,025</u>
Net Assets, June 30		<u>\$ 763,295</u>		<u>\$ 1,058,000</u>

**CARSON CITY**  
**FLEET MANAGEMENT FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	FINAL BUDGET	ACTUAL	VARIANCE	2009
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,180,000	\$ 1,134,738	\$ (45,262)	\$ 1,147,974
Cash payments for personnel costs	(558,141)	(522,426)	35,715	(523,286)
Cash payments for services and supplies	(669,412)	33,862	703,274	(947,352)
Miscellaneous cash received	-	5,721	5,721	-
	<u>(47,553)</u>	<u>651,895</u>	<u>699,448</u>	<u>(322,664)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	(500,000)	(500,000)	-	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	452,000	452,000	-	-
Proceeds from sales of assets	43,426	43,426	-	22,150
Acquisition of capital assets	(524,000)	(518,986)	5,014	-
Principal paid on capital debt	(73,000)	(73,000)	-	-
Interest paid on capital debt	(11,500)	(5,421)	6,079	-
Bond issuance costs	-	(6,855)	(6,855)	-
	<u>(113,074)</u>	<u>(108,836)</u>	<u>4,238</u>	<u>22,150</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	40,000	26,100	(13,900)	38,720
	<u>(620,627)</u>	<u>69,159</u>	<u>689,786</u>	<u>(261,794)</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash and Cash Equivalents, July 1	713,292	713,292	-	975,086
Cash and Cash Equivalents, June 30	<u>\$ 92,665</u>	<u>\$ 782,451</u>	<u>\$ 689,786</u>	<u>\$ 713,292</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (47,553)	\$ 140,489	\$ 188,042	\$ 177,105
<b>Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:</b>				
Depreciation	-	550	550	550
Nonoperating revenues	-	5,721	5,721	-
<b>Changes in assets and liabilities:</b>				
<b>(Increase) decrease in:</b>				
Accounts receivable	-	-	-	949
Due from other governments	-	-	-	-
Inventories	-	(2,126)	(2,126)	(12,842)
Prepaid items	-	442,171	442,171	(441,888)
<b>Increase (decrease) in:</b>				
Accounts payable	-	56,772	56,772	(20,954)
Accrued salaries and benefits	-	(725)	(725)	(14,861)
Accrued compensated absences	-	(15,419)	(15,419)	(33,769)
Net OPEB obligation	-	24,462	24,462	23,046
Total Adjustments	<u>-</u>	<u>511,406</u>	<u>511,406</u>	<u>(499,769)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (47,553)</u>	<u>\$ 651,895</u>	<u>\$ 699,448</u>	<u>\$ (322,664)</u>



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## FIDUCIARY FUNDS

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

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

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

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

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

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

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

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

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

**FIDUCIARY FUNDS**  
**Continued**

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

**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.

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

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 1 OF 3)**

	<u>BALANCE</u> <u>JULY 1, 2009</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2010</u>
<b>SIERRA FOREST FIRE PROTECTION FUND</b>				
Assets:				
Cash and investments	\$ 322,381	\$ 337,312	\$ 370,219	\$ 289,474
Taxes receivable, delinquent	1,167	582	441	1,308
Due from other governments	43,337	58,305	62,125	39,517
<b>Total Assets</b>	<b>\$ 366,885</b>	<b>\$ 396,199</b>	<b>\$ 432,785</b>	<b>\$ 330,299</b>
Liabilities:				
Accounts payable	\$ 96	\$ 370,095	\$ 370,072	\$ 119
Due to other governments	366,789	353,630	390,239	330,180
<b>Total Liabilities</b>	<b>\$ 366,885</b>	<b>\$ 723,725</b>	<b>\$ 760,311</b>	<b>\$ 330,299</b>
<b>EAGLE VALLEY WATER DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 242	\$ 11,824	\$ 11,767	\$ 299
Taxes receivable, delinquent	226	91	43	274
<b>Total Assets</b>	<b>\$ 468</b>	<b>\$ 11,915</b>	<b>\$ 11,810</b>	<b>\$ 573</b>
Liabilities:				
Accounts payable	\$ -	\$ 2	\$ 2	\$ -
Due to other governments	468	12,574	12,469	573
<b>Total Liabilities</b>	<b>\$ 468</b>	<b>\$ 12,576</b>	<b>\$ 12,471</b>	<b>\$ 573</b>
<b>SUB-CONSERVANCY DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 1,312	\$ 785,575	\$ 785,191	\$ 1,696
Taxes receivable, delinquent	7,920	3,693	1,467	10,146
Due from other governments	11,427	24,423	23,639	12,211
<b>Total Assets</b>	<b>\$ 20,659</b>	<b>\$ 813,691</b>	<b>\$ 810,297</b>	<b>\$ 24,053</b>
Liabilities:				
Accounts payable	\$ -	\$ 426,654	\$ 426,654	\$ -
Due to other governments	9,232	809,063	806,453	11,842
Other liabilities	11,427	12,211	11,427	12,211
<b>Total Liabilities</b>	<b>\$ 20,659</b>	<b>\$ 1,247,928</b>	<b>\$ 1,244,534</b>	<b>\$ 24,053</b>

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 2 OF 3)**

	<u>BALANCE</u> <u>JULY 1, 2009</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2010</u>
<b>FISH AND GAME FUND</b>				
Assets:				
Cash and investments	\$ 2,063	\$ 3,033	\$ 2,730	\$ 2,366
Liabilities:				
Accounts payable	\$ 410	\$ 2,827	\$ 2,730	\$ 507
Due to other governments	1,653	3,033	2,827	1,859
Total Liabilities	<u>\$ 2,063</u>	<u>\$ 5,860</u>	<u>\$ 5,557</u>	<u>\$ 2,366</u>
<b>CONTROLLER TRUST FUND</b>				
Assets:				
Cash and investments	\$ 43,224	\$ 15,914	\$ 32,400	\$ 26,738
Liabilities:				
Accounts payable	\$ -	\$ 32,400	\$ 32,400	\$ -
Due to other governments	43,224	15,914	32,400	26,738
Total Liabilities	<u>\$ 43,224</u>	<u>\$ 48,314</u>	<u>\$ 64,800</u>	<u>\$ 26,738</u>
<b>STATE OF NEVADA FUND</b>				
Assets:				
Cash and investments	\$ 327,571	\$ 3,819,197	\$ 3,779,310	\$ 367,458
Taxes receivable, delinquent	44,917	21,269	8,351	57,835
Total Assets	<u>\$ 372,488</u>	<u>\$ 3,840,466</u>	<u>\$ 3,787,661</u>	<u>\$ 425,293</u>
Liabilities:				
Accounts payable	\$ -	\$ 738	\$ 738	\$ -
Due to other governments	372,488	4,567,202	4,514,397	425,293
Total Liabilities	<u>\$ 372,488</u>	<u>\$ 4,567,940</u>	<u>\$ 4,515,135</u>	<u>\$ 425,293</u>
<b>NEVADA COMMISSION FOR THE RECONSTRUCTION OF THE V &amp; T RAILWAY FUND</b>				
Assets:				
Cash and investments				
Unrestricted	\$ 2,502,941	\$ 3,656,975	\$ 4,728,999	\$ 1,430,917
Restricted	50,000	-	-	50,000
Cash held by Commission	5,054	3	-	5,057
Due from other governments	1,178,503	45,456	1,190,975	32,984
Prepaid items	9,524	450	9,524	450
Total Assets	<u>\$ 3,746,022</u>	<u>\$ 3,702,884</u>	<u>\$ 5,929,498</u>	<u>\$ 1,519,408</u>
Liabilities:				
Accounts payable	\$ 1,156,623	\$ 3,416,635	\$ 4,500,142	\$ 73,116
Due to other governments	2,589,399	4,483,600	5,626,707	1,446,292
Total Liabilities	<u>\$ 3,746,022</u>	<u>\$ 7,900,235</u>	<u>\$ 10,126,849</u>	<u>\$ 1,519,408</u>

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 3 OF 3)**

	<u>BALANCE</u> <u>JULY 1, 2009</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2010</u>
<b>CARSON CITY SCHOOL DISTRICT</b>				
<b>DEBT SERVICE FUND</b>				
Assets:				
Taxes receivable, delinquent	\$ 124,210	\$ 58,095	\$ 23,076	\$ 159,229
Liabilities:				
Accounts payable	\$ 250	\$ 1,961	\$ 1,961	\$ 250
Due to other governments	123,960	7,502,159	7,467,140	158,979
Total Liabilities	<u>\$ 124,210</u>	<u>\$ 7,504,120</u>	<u>\$ 7,469,101</u>	<u>\$ 159,229</u>
<b>CARSON CITY SCHOOL DISTRICT</b>				
<b>OPERATING FUND</b>				
Assets:				
Cash and investments	\$ 20,311	\$ 10,720,547	\$ 10,710,856	\$ 30,002
Taxes receivable, delinquent	198,217	92,718	36,824	254,111
Due from other governments	-	6	-	6
Total Assets	<u>\$ 218,528</u>	<u>\$ 10,813,271</u>	<u>\$ 10,747,680</u>	<u>\$ 284,119</u>
Liabilities:				
Accounts payable	\$ -	\$ 1,533	\$ 1,533	\$ -
Due to other governments	218,528	10,975,321	10,909,730	284,119
Total Liabilities	<u>\$ 218,528</u>	<u>\$ 10,976,854</u>	<u>\$ 10,911,263</u>	<u>\$ 284,119</u>
<b>FORFEITURE ACCOUNT FUND</b>				
Assets:				
Cash and investments	\$ 56,830	\$ 6,273	\$ 24,702	\$ 38,401
Liabilities:				
Due to other governments	\$ 56,830	\$ 30,765	\$ 49,194	\$ 38,401
<b>TOTALS - ALL AGENCY FUNDS</b>				
Assets:				
Cash and investments				
Unrestricted	\$ 3,276,875	\$ 19,356,650	\$ 20,446,174	\$ 2,187,351
Restricted	50,000	-	-	50,000
Cash held by Commission	5,054	3	-	5,057
Taxes receivable, delinquent	376,657	176,448	70,202	482,903
Due from other governments	1,233,267	128,190	1,276,739	84,718
Prepaid items	9,524	450	9,524	450
Total Assets	<u>\$ 4,951,377</u>	<u>\$ 19,661,741</u>	<u>\$ 21,802,639</u>	<u>\$ 2,810,479</u>
Liabilities:				
Accounts payable	\$ 1,157,379	\$ 4,252,845	\$ 5,336,232	\$ 73,992
Due to other governments	3,782,571	28,753,261	29,811,556	2,724,276
Other liabilities	11,427	12,211	11,427	12,211
Total Liabilities	<u>\$ 4,951,377</u>	<u>\$ 33,018,317</u>	<u>\$ 35,159,215</u>	<u>\$ 2,810,479</u>

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**STATISTICAL SECTION**



**CITY OF CARSON CITY, NEVADA**  
**STATISTICAL SECTION**  
**(UNAUDITED)**

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

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

**Sources:** *Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented GASB Statement 34 in 2003, and schedules presenting government-wide information include information beginning in that year.*

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

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

Note: Accrual-basis financial information for the city government as a whole is available back to 2003 only; the year GASB Statement 34 was implemented.

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

	FISCAL YEAR			
	2010	2009	2008	2007
<b>EXPENSES</b>				
<b>Governmental Activities:</b>				
General government	\$ 13,128,842	\$ 13,919,789	\$ 13,042,589	\$ 13,329,480
Public safety	30,765,050	28,995,649	27,388,924	26,333,209
Judicial	5,301,887	5,065,113	4,526,334	3,656,007
Public works	9,660,646	8,200,517	10,017,131	7,205,824
Sanitation	1,805,049	1,753,575	1,972,849	-
Health	4,570,746	3,563,272	2,781,546	2,736,463
Welfare	2,373,611	2,143,404	2,008,154	2,074,309
Culture and recreation	9,686,659	8,995,601	9,056,223	8,897,085
Community support	3,922,076	2,626,657	991,673	552,307
Airport	257,969	51,505	124,386	348,318
Economic Opportunity	4,705,495	2,255,148	560,255	485,422
Interest on long-term debt	4,247,956	3,947,951	3,721,332	3,844,651
Total Governmental Activities Expenses	<u>90,425,986</u>	<u>81,518,181</u>	<u>76,191,396</u>	<u>69,463,075</u>
<b>Business-type Activities:</b>				
Landfill	-	-	-	2,057,836
Sewer	8,568,534	8,827,557	8,196,029	7,751,960
Water	11,345,020	10,423,075	9,996,906	9,143,663
Stormwater Drainage	1,198,016	1,115,129	880,387	860,866
Ambulance	4,288,925	4,657,637	3,444,369	3,314,417
Cemetery	192,330	162,706	206,709	201,439
Building Permits	580,576	945,159	1,581,943	1,724,380
Total Business-type Activities Expenses	<u>26,173,401</u>	<u>26,131,263</u>	<u>24,306,343</u>	<u>25,054,561</u>
Total Primary Government Expenses	<u>\$ 116,599,387</u>	<u>\$ 107,649,444</u>	<u>\$ 100,497,739</u>	<u>\$ 94,517,636</u>
<b>PROGRAM REVENUES</b>				
<b>Governmental Activities:</b>				
Charges for services:				
General government	\$ 2,918,651	\$ 3,351,544	\$ 3,486,025	\$ 2,927,954
Public safety	1,188,443	1,076,716	832,339	869,747
Judicial	1,856,416	1,906,511	1,811,532	1,532,800
Public works	130,186	135,246	246,581	351,854
Sanitation	2,808,933	3,068,057	4,902,844	-
Health	391,320	388,737	323,538	196,846
Welfare	2,502	-	-	-
Culture and recreation	1,272,141	1,279,607	1,283,107	1,315,279
Community support	381	-	1,825	-
Economic opportunity	-	-	-	-
Operating grants, interest, and contributions	13,387,728	6,777,205	5,088,124	6,129,717
Capital grants, interest, and contributions	25,254,636	6,622,668	2,819,030	14,492,662
Total Governmental Activities Program Revenues	<u>49,211,337</u>	<u>24,606,291</u>	<u>20,794,945</u>	<u>27,816,859</u>
<b>Business-type Activities:</b>				
Charges for services:				
Landfill	-	-	-	3,795,200
Sewer	6,221,191	6,070,923	5,078,660	5,084,414
Water	9,213,231	9,366,534	9,023,248	7,593,208
Stormwater Drainage	1,172,877	1,070,093	1,017,917	1,007,484
Ambulance	3,809,675	3,979,519	4,036,969	3,373,632
Cemetery	91,161	85,437	115,220	150,912
Building Permits	422,320	800,889	1,273,027	1,487,738
Operating grants, interest, and contributions	200	30	-	-
Capital grants, interest, and contributions	890,780	2,009,015	4,987,392	6,462,247
Total Business-type Activities Program Revenues	<u>21,821,435</u>	<u>23,382,440</u>	<u>25,532,433</u>	<u>28,954,835</u>
Total Primary Government Program Revenues	<u>\$ 71,032,772</u>	<u>\$ 47,988,731</u>	<u>\$ 46,327,378</u>	<u>\$ 56,771,694</u>
<b>NET (EXPENSE) / REVENUE</b>				
Governmental activities	\$ (41,214,649)	\$ (56,911,890)	\$ (55,396,451)	\$ (41,646,216)
Business-type activities	(4,351,966)	(2,748,823)	1,226,090	3,900,274
Total Primary Government Net (Expense) / Revenue	<u>\$ (45,566,615)</u>	<u>\$ (59,660,713)</u>	<u>\$ (54,170,361)</u>	<u>\$ (37,745,942)</u>
<b>GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS</b>				
<b>Governmental Activities:</b>				
Taxes:				
Property taxes	\$ 20,555,087	\$ 19,362,180	\$ 17,542,259	\$ 16,538,908
Sales taxes	4,172,071	4,721,317	5,669,448	6,097,893
Consolidated tax	17,477,368	19,969,586	23,442,872	25,944,779
Franchise taxes	5,531,976	5,623,238	5,371,215	4,619,984
Other taxes	136,856	194,508	3,911,193	4,262,092
Motor vehicle fuel tax	4,992,322	4,182,742	1,330,616	1,373,902
Grants and contributions not restricted to specific programs	-	-	3,312	687
Unrestricted investment income	1,132,477	2,059,082	3,614,317	3,530,584
Gain on sale of capital assets	-	-	-	-
Miscellaneous revenue	183,639	218,370	305,300	246,304
Transfers	(398,481)	(296,402)	3,000,092	(746,617)
Total Governmental Activities	<u>53,783,315</u>	<u>56,034,621</u>	<u>64,190,624</u>	<u>61,868,516</u>
<b>Business-type Activities:</b>				
Unrestricted investment income	240,914	538,761	1,058,683	1,319,813
Transfers	398,481	296,402	(3,000,092)	746,617
Total Business-type Activities	<u>639,395</u>	<u>835,163</u>	<u>(1,941,409)</u>	<u>2,066,430</u>
Total Primary Government Activities	<u>\$ 54,422,710</u>	<u>\$ 56,869,784</u>	<u>\$ 62,249,215</u>	<u>\$ 63,934,946</u>
<b>CHANGE IN NET ASSETS</b>				
Governmental activities	\$ 12,568,666	\$ (877,269)	\$ 8,794,173	\$ 20,222,300
Business-type activities	(3,712,571)	(1,913,660)	(715,319)	5,966,704
Total Primary Government Change in Net Assets	<u>\$ 8,856,095</u>	<u>\$ (2,790,929)</u>	<u>\$ 8,078,854</u>	<u>\$ 26,189,004</u>

Note: Accrual-basis financial information for the city government as a whole is available back to 2003 only; the year GASB Statement 34 was implemented.

## ENDED JUNE 30,

	2006	2005	2004	2003
\$	15,920,465	\$ 11,732,939	\$ 10,368,245	\$ 9,567,850
	25,401,443	25,320,788	21,632,395	20,467,651
	3,505,076	3,158,460	2,826,724	2,792,776
	7,205,695	7,462,191	7,389,511	7,575,408
	-	-	-	-
	1,808,078	1,320,958	1,040,547	987,750
	2,038,709	1,915,957	1,482,239	1,776,505
	8,885,644	8,184,715	7,368,395	6,998,621
	15,427,942	1,476,257	5,805,226	1,206,737
	85,514	126,043	270,425	59,382
	4,466,036	520,190	243,268	274,626
	3,078,771	2,126,197	1,486,850	1,827,665
	<u>87,823,373</u>	<u>63,344,695</u>	<u>59,913,825</u>	<u>53,534,971</u>
	1,889,185	1,058,363	1,534,489	1,373,244
	7,592,212	7,164,159	7,044,425	6,533,017
	8,228,357	7,670,393	7,385,857	6,978,156
	745,178	286,562	21,170	-
	3,159,589	2,599,930	2,635,082	2,439,285
	214,107	199,167	193,136	193,882
	1,629,333	1,476,259	1,419,040	1,388,170
	23,457,961	20,454,833	20,233,199	18,905,754
\$	<u>111,281,334</u>	<u>\$ 83,799,528</u>	<u>\$ 80,147,024</u>	<u>\$ 72,440,725</u>
\$	3,248,476	\$ 3,025,997	\$ 2,803,199	\$ 2,541,631
	786,504	953,268	655,685	637,379
	1,615,910	1,420,357	1,273,887	1,082,356
	121,845	127,930	176,431	349,418
	-	-	-	-
	148,971	99,467	110,343	111,923
	-	-	-	-
	1,323,132	1,368,658	1,267,487	1,275,047
	5,038	-	-	-
	-	-	11	-
	8,678,963	6,003,596	3,351,158	2,177,667
	51,789	2,211,437	568,537	4,241,309
	<u>15,980,628</u>	<u>15,210,710</u>	<u>10,206,738</u>	<u>12,416,730</u>
	2,650,501	2,101,413	1,646,918	\$ 1,608,821
	4,947,911	5,038,171	5,095,325	4,566,757
	6,533,885	5,696,364	6,098,002	5,809,341
	998,097	572,820	190,219	-
	3,314,884	2,878,935	2,597,448	2,462,331
	104,211	81,897	138,800	166,010
	1,344,789	1,514,599	1,670,751	1,388,699
	12,538	31,080	44,830	25,366
	7,000,395	5,150,750	2,934,428	2,950,430
	26,907,211	23,066,029	20,416,721	18,977,755
\$	<u>42,887,839</u>	<u>\$ 38,276,739</u>	<u>\$ 30,623,459</u>	<u>\$ 31,394,485</u>
\$	(71,842,745)	\$ (48,133,985)	\$ (49,707,087)	\$ (41,118,241)
	3,449,250	2,611,196	183,522	72,001
\$	<u>(68,393,495)</u>	<u>\$ (45,522,789)</u>	<u>\$ (49,523,565)</u>	<u>\$ (41,046,240)</u>
\$	14,842,941	\$ 14,399,482	\$ 13,622,347	\$ 13,163,766
	5,355,446	4,856,154	4,517,602	4,243,911
	26,808,073	25,661,323	23,827,916	22,273,319
	4,423,774	4,081,139	3,541,660	3,400,865
	4,273,234	4,193,053	3,889,322	3,520,210
	1,361,374	1,340,152	1,277,083	1,140,911
	589	576	568	-
	1,367,181	1,197,060	122,925	1,685,904
	1,337,946	-	-	-
	189,430	191,890	257,974	200,892
	(2,169,833)	1,230,203	(38,651)	(126,817)
	<u>57,790,155</u>	<u>57,151,032</u>	<u>51,018,746</u>	<u>49,502,961</u>
	476,360	691,631	(18,239)	955,581
	2,169,833	(1,230,203)	38,651	126,817
	2,646,193	(538,572)	20,412	1,082,398
\$	<u>60,436,348</u>	<u>\$ 56,612,460</u>	<u>\$ 51,039,158</u>	<u>\$ 50,585,359</u>
\$	(14,052,590)	\$ 9,017,047	\$ 1,311,659	\$ 8,384,720
	6,095,443	2,072,624	203,934	1,154,399
\$	<u>(7,957,147)</u>	<u>\$ 11,089,671</u>	<u>\$ 1,515,593</u>	<u>\$ 9,539,119</u>

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

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

**FISCAL YEAR ENDED JUNE 30,**

<b>GENERAL FUND</b>	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>
Reserved	\$ 1,164,962	\$ 877,986	\$ 790,253	\$ 793,002	\$ 867,481	\$ 546,825	\$ 479,751	\$ 532,198	\$ 450,765	\$ 525,190
Unreserved:										
Designated	3,294,193	7,979,901	5,143,029	5,385,581	5,079,437	8,959,556	8,846,685	8,712,714	9,368,308	6,385,072
Undesignated	2,024,044	2,628,357	8,383,701	5,496,137	4,951,945	2,092,600	2,606,927	16,884	2,971,753	3,888,468
Total General Fund	<u>\$ 6,483,199</u>	<u>\$ 11,486,244</u>	<u>\$ 14,316,983</u>	<u>\$ 11,674,720</u>	<u>\$ 10,898,863</u>	<u>\$ 11,598,981</u>	<u>\$ 11,933,363</u>	<u>\$ 9,261,796</u>	<u>\$ 12,790,826</u>	<u>\$ 10,798,730</u>
<b>ALL OTHER GOVERNMENTAL FUNDS</b>										
Reserved	\$ 20,076	\$ 7,742	\$ 15,258	\$ 12,953	\$ 1,287	\$ 865	\$ 22,400	\$ 247	\$ 3,798,655	\$ 3,605,309
Unreserved:										
Designated in:										
Special Revenue Funds	5,205,792	10,977,085	14,476,430	5,195,162	9,914,131	10,300,110	5,738,209	2,169,391	3,007,135	9,846,252
Debt Service Funds	1,036,661	1,140,238	1,259,329	1,143,535	992,243	1,633,794	2,354,377	2,667,705	-	-
Capital Projects Funds	51,609	90,054	73,552	100,358	517,218	130,227	70,197	177,126	1,385,905	671,734
Undesignated in:										
Special Revenue Funds	15,318,046	12,081,931	13,889,408	32,268,590	28,406,279	22,049,919	17,059,026	16,934,032	14,588,849	5,026,104
Debt Service Funds	12,384	196,616	24,354	37,444	443,148	13,798	27,006	154,164	-	-
Capital Projects Funds	2,729,014	777,393	3,095,754	7,245,512	14,599,397	2,801,349	2,071,348	3,001,323	1,354,474	1,242,002
Total All Other Governmental Funds	<u>\$ 24,373,582</u>	<u>\$ 25,271,059</u>	<u>\$ 32,834,085</u>	<u>\$ 46,003,554</u>	<u>\$ 54,873,703</u>	<u>\$ 36,930,062</u>	<u>\$ 27,342,563</u>	<u>\$ 25,103,988</u>	<u>\$ 24,135,018</u>	<u>\$ 20,391,401</u>

Fluctuations in the general fund and all other governmental fund balance reserved and unreserved amounts are explained in the relevant year Management's Discussion and Analysis.

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

	<b>FISCAL YEAR ENDED JUNE 30,</b>									
	<b>2010</b>	<b>2009</b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>	<b>2002</b>	<b>2001</b>
<b>REVENUES</b>										
Taxes	\$ 28,093,025	\$ 26,721,962	\$ 26,801,548	\$ 26,649,450	\$ 24,247,771	\$ 23,227,887	\$ 21,806,953	\$ 20,705,621	\$ 20,533,691	\$ 19,696,288
Special assessments	-	-	-	-	-	-	192,708	211,484	234,794	236,113
Licenses and permits	7,340,788	7,377,737	7,089,746	6,183,388	6,191,477	5,688,240	5,099,575	4,877,726	4,623,361	4,692,980
Intergovernmental revenues	49,672,531	32,332,386	30,876,567	43,287,158	36,935,960	33,640,817	29,100,114	27,058,432	28,395,840	27,071,037
Charges for services	11,467,700	11,215,117	13,322,748	8,417,219	7,455,522	6,997,392	6,133,344	5,645,508	5,293,332	4,222,609
Fines and forfeits	802,402	1,046,329	1,023,459	901,404	1,011,142	902,536	845,779	789,494	828,567	902,643
Miscellaneous	2,188,920	3,430,504	4,565,944	4,411,395	2,179,034	2,121,663	1,024,528	2,398,752	2,253,205	3,089,543
<b>Total Revenues</b>	<b>99,565,366</b>	<b>82,124,035</b>	<b>83,680,012</b>	<b>89,850,014</b>	<b>78,020,906</b>	<b>72,578,535</b>	<b>64,203,001</b>	<b>61,687,017</b>	<b>62,162,790</b>	<b>59,911,213</b>
<b>EXPENDITURES</b>										
General government	15,005,013	14,680,918	14,514,253	15,037,996	19,586,502	13,998,307	12,828,474	12,949,568	12,308,055	11,496,429
Public safety	28,362,786	26,595,429	25,954,382	25,956,021	24,295,657	25,614,239	20,531,866	20,448,172	18,255,487	16,975,277
Judicial	5,075,739	4,822,651	4,704,943	3,652,245	3,521,459	3,093,465	2,794,389	2,779,499	2,473,197	2,271,193
Public works	19,917,994	20,642,266	17,079,950	11,965,730	12,148,591	10,441,407	10,201,012	10,749,239	9,975,074	11,093,375
Sanitation	1,673,677	1,734,716	3,386,664	-	-	-	-	-	-	227,215
Health	3,960,626	3,001,006	2,627,724	2,670,894	1,777,541	1,532,341	1,037,614	1,146,927	934,853	880,340
Welfare	2,359,467	2,127,710	2,011,350	2,073,901	2,033,648	1,911,782	1,478,840	1,773,771	1,388,945	1,342,230
Culture and recreation	13,381,380	11,217,627	15,594,191	9,464,358	8,810,148	11,169,367	10,299,483	7,926,518	8,296,395	6,560,870
Community support	3,573,553	2,617,465	570,916	630,602	15,784,475	752,965	5,547,273	1,058,208	1,739,029	1,246,276
Intergovernmental	-	-	-	-	-	-	-	-	249,873	243,687
Airport	9,144,072	3,107,641	579,295	10,034,403	38,779	79,038	297,124	247,363	73,352	444,188
Economic opportunity	4,742,049	2,275,376	609,176	565,092	4,598,312	593,042	263,279	312,937	374,336	48,500
Capital outlay	8,028	1,084,955	4,084,369	9,039,514	6,510,301	306,392	265,811	180,704	252,124	1,282,214
Debt service:	-	-	-	-	-	-	-	-	-	-
Principal	3,604,885	3,549,588	3,038,832	3,056,246	2,725,880	2,576,513	2,396,506	3,501,418	2,364,750	2,114,792
Interest and fiscal charges	3,956,052	3,873,919	3,651,174	3,764,874	2,932,911	1,958,684	1,282,262	1,961,517	1,909,116	1,851,904
<b>Total Expenditures</b>	<b>114,765,321</b>	<b>101,331,267</b>	<b>98,407,219</b>	<b>97,911,876</b>	<b>104,764,204</b>	<b>74,027,542</b>	<b>69,223,933</b>	<b>65,035,841</b>	<b>60,594,586</b>	<b>58,078,490</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(15,199,955)	(19,207,232)	(14,727,207)	(8,061,862)	(26,743,298)	(1,449,007)	(5,020,932)	(3,348,824)	1,568,204	1,832,723
<b>OTHER FINANCING SOURCES (USES)</b>										
Capital asset sales	-	-	-	-	3,620,000	40,613	141,280	42,026	71,166	2,314,843
Capital leases	69,433	53,467	11,228	55,770	20,052	85,749	-	-	-	-
Bonds issued	7,900,000	9,055,000	-	-	41,000,000	6,815,000	9,935,000	-	5,129,802	-
Notes issued	-	-	-	-	-	3,028,000	-	802,500	-	-
Payment to refunded bond escrow agent	-	-	-	-	(9,884,613)	-	-	(4,888,283)	-	-
Refunding bonds issued	-	-	-	-	8,040,000	-	-	4,895,000	-	-
Refunding notes issued	-	-	-	-	1,654,300	-	-	-	-	-
Premium on refunding bonds issued	-	-	-	-	278,709	-	-	-	-	-
Transfers in	15,500,233	11,826,603	12,952,593	7,736,648	10,162,385	9,961,443	4,121,536	11,074,155	5,429,803	5,522,848
Transfers out	(14,170,233)	(12,121,603)	(8,763,820)	(7,824,848)	(11,212,920)	(9,162,332)	(4,121,536)	(11,136,634)	(5,839,803)	(5,742,848)
Premium on bonds issued	-	-	-	-	308,908	-	-	-	-	-
Discount on bonds issued	-	-	-	-	-	(66,349)	(145,206)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>9,299,433</b>	<b>8,813,467</b>	<b>4,200,001</b>	<b>(32,430)</b>	<b>43,986,821</b>	<b>10,702,124</b>	<b>9,931,074</b>	<b>788,764</b>	<b>4,790,968</b>	<b>2,094,843</b>
<b>Net Change in Fund Balances</b>	<b>\$ (5,900,522)</b>	<b>\$ (10,393,765)</b>	<b>\$ (10,527,206)</b>	<b>\$ (8,094,292)</b>	<b>\$ 17,243,523</b>	<b>\$ 9,253,117</b>	<b>\$ 4,910,142</b>	<b>\$ (2,560,060)</b>	<b>\$ 6,359,172</b>	<b>\$ 3,927,566</b>
Debt service as a percentage of noncapital expenditures	8.16%	9.36%	8.76%	9.30%	6.19%	6.98%	5.97%	9.57%	7.08%	6.98%

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

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

FISCAL YEAR ENDED JUNE 30,	REAL PROPERTY ASSESSED VALUE				PERSONAL PROPERTY ASSESSED VALUE	LESS: TAX EXEMPT PROPERTY	TOTAL		PERCENTAGE OF TAXABLE VALUE TO ACTUAL VALUE	TOTAL DIRECT TAX RATE (1)
	RESIDENTIAL	COMMERCIAL	INDUSTRIAL	OTHER			TAXABLE ASSESSED VALUE	ESTIMATED ACTUAL VALUE		
2010	\$ 1,434,764,128	\$ 660,942,065	\$ 104,145,754	\$ 25,954,361	\$ 83,861,120	\$ 482,594,796	\$ 1,827,072,632	\$ 5,220,207,520	35.00%	1.7070
2009	1,426,052,054	631,533,390	99,424,981	30,383,765	87,038,009	431,185,202	1,843,246,997	5,266,419,991	35.00%	1.7069
2008	1,206,800,499	547,565,065	81,726,034	48,675,299	86,113,782	358,490,827	1,612,389,852	4,606,828,149	35.00%	1.5007
2007	1,083,303,781	451,206,734	73,847,370	48,854,565	83,969,393	307,878,233	1,433,303,610	4,095,153,171	35.00%	1.5075
2006	849,173,104	377,913,118	70,855,130	43,912,722	90,645,832	228,104,138	1,204,395,768	3,441,130,766	35.00%	1.2220
2005	787,818,702	353,104,623	66,465,018	49,625,614	85,499,759	216,695,480	1,125,818,236	3,216,623,531	35.00%	1.2220
2004	746,722,428	332,262,156	79,211,607	55,994,871	69,616,260	214,805,768	1,069,001,554	3,054,290,154	35.00%	1.2085
2003	724,967,564	325,002,781	70,047,686	68,951,834	65,168,733	198,173,195	1,055,965,403	3,017,044,009	35.00%	1.1809
2002	686,167,611	309,358,914	70,055,946	63,028,774	62,501,598	193,119,150	997,993,693	2,851,410,551	35.00%	1.1791
2001	666,155,934	287,996,135	66,598,662	85,471,818	55,041,111	182,457,938	978,805,722	2,796,587,777	35.00%	1.1484

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Source: Carson City Assessor

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

(1) Per hundred dollars of assessed valuation.

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

	FISCAL YEAR ENDED JUNE 30,									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>CITY OF CARSON CITY DIRECT RATE</b>										
Operating Rate	1.2102	1.2102	1.2102	1.2101	0.9634	0.9634	0.9634	0.9234	0.9234	0.8922
Voter Approved	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Legislative Overrides	0.4468	0.4467	0.2405	0.2153	0.1765	0.1765	0.1620	0.1744	0.1711	0.1710
Debt Service	0.0000	0.0000	0.0000	0.0321	0.0321	0.0321	0.0331	0.0331	0.0346	0.0352
Total Carson City Direct Rate	1.7070	1.7069	1.5007	1.5075	1.2220	1.2220	1.2085	1.1809	1.1791	1.1484
<b>OVERLAPPING RATES</b>										
Carson City School District	1.2200	1.2200	1.2200	1.2200	1.2200	1.2200	1.2200	1.2200	1.2200	1.2200
State of Nevada	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1500	0.1500	0.1500
Eagle Valley Underground Water	0.0009	0.0009	0.0011	0.0012	0.0016	0.0016	0.0016	0.0016	0.0016	0.0018
Carson Valley Ground Water Basin	0.0020	0.0010	0.0025	0.0029	0.0027	0.0027	0.0033	0.0034	0.0033	0.0036
Sub-Conservancy	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
Sierra Forest Fire	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000
Total Overlapping Rates	1.5229	1.5219	1.5236	1.5241	1.5243	1.5243	1.5249	1.5050	1.5049	1.5054
Total Carson City Property Tax Rate	3.2299	3.2288	3.0243	3.0316	2.7463	2.7463	2.7334	2.6859	2.6840	2.6538
<b>REDEVELOPMENT AGENCY OF CARSON CITY</b>	2.8895	2.6362	2.8108	2.7913	2.4845	2.5078	2.4891	2.4802	2.5239	2.5502

Source: Nevada Department of Taxation



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

<b>TAXPAYER</b>	<b>2010</b>			<b>2001</b>		
	<b>ASSESSED VALUATION</b>	<b>RANK</b>	<b>PERCENTAGE OF TOTAL ASSESSED VALUATION</b>	<b>ASSESSED VALUATION</b>	<b>RANK</b>	<b>PERCENTAGE OF TOTAL ASSESSED VALUATION</b>
Southwest Gas Corp	\$ 17,070,483	1	0.93%	\$ 12,393,176	2	1.27%
John Serpa	16,665,163	2	0.91%	5,720,509	5	0.58%
Sierra Pacific Power	15,764,380	3	0.86%	13,882,282	1	1.42%
Dwight Millard	14,798,390	4	0.81%	7,740,217	4	0.79%
Carson - Tahoe Hospital	14,621,042	5	0.80%	-		0.00%
Carson Gaming LLC	11,365,937	6	0.62%	3,395,012	10	0.35%
Cubix/Ormsby	8,799,855	7	0.48%	-		0.00%
Garth Richards	7,612,528	8	0.42%	5,180,505	6	0.53%
Doug & Kathleen Hone	7,499,426	9	0.41%	-		0.00%
AT&T Nevada	7,226,667	10	0.40%	-		0.00%
C & A Investments	-		0.00%	3,634,312	9	0.37%
Bell of Nevada	-		-	8,560,036	3	0.87%
Russell, Clark/Ormsby, Inc.	-		-	4,438,735	7	0.45%
Wilmington Trust Co.	-		-	3,805,069	8	0.39%
Total, Ten Largest Taxpayers	121,423,871		6.65%	68,749,853		7.02%
Total, Other Taxpayers	1,705,648,761		93.35%	910,055,869		92.98%
Total Assessed Valuations	\$ 1,827,072,632		100.00%	\$ 978,805,722		100.00%

Source: Carson City Assessor

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

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

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>TAXES LEVIED</b>	<b>CURRENT YEAR</b>		<b>DELINQUENT TAX COLLECTIONS</b>	<b>TOTALS TO DATE</b>	
		<b>TAX COLLECTIONS</b>	<b>PERCENT OF TAXES LEVIED</b>		<b>TAX COLLECTIONS</b>	<b>PERCENT OF TAXES LEVIED</b>
2001	\$ 22,597	\$ 22,406	99.15%	\$ 217.00	\$ 22,623	100.12%
2002	23,617	23,407	99.11%	244.00	23,651	100.14%
2003	24,975	24,726	99.00%	208.00	24,934	99.84%
2004	25,945	25,757	99.28%	234.00	25,991	100.18%
2005	27,274	27,054	99.19%	193.00	27,247	99.90%
2006	28,436	28,213	99.22%	135.00	28,348	99.69%
2007	30,839	30,592	99.20%	166.00	30,758	99.74%
2008	32,957	32,585	98.87%	260.00	32,845	99.66%
2009	35,546	34,860	98.07%	302.00	35,162	98.92%
2010	37,826	37,075	98.01%	541.00	37,616	99.44%

Source: Carson City Treasurer's Office

Note: 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.

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

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT			PERCENTAGE OF ACTUAL PROPERTY VALUE (1)		OTHER GOVERNMENTAL ACTIVITIES DEBT			BUSINESS TYPE ACTIVITIES			PERCENTAGE OF PERSONAL INCOME(2)	
	GENERAL OBLIGATION BONDS	GENERAL OBLIGATION NOTES	TOTAL GENERAL BONDED DEBT	PER CAPITA (2)	REVENUE BONDS	CAPITAL LEASES	SPECIAL ASSESSMENT BONDS	PROPRIETARY BONDS	PROPRIETARY NOTES	TOTAL PRIMARY GOVERNMENT	PER CAPITA (2)		
2010	\$ 67,519,131	\$ 3,018,928	\$ 70,538,059	1.29%	\$ 1,248.33	\$ 20,866,000	\$ 99,470	\$ -	\$ 48,542,143	\$ 2,448,000	\$ 142,493,672	5.73%	\$ 2,521.74
2009	70,042,700	3,259,644	73,302,344	1.33%	1,272.61	13,427,600	109,182	-	50,484,597	-	137,323,723	5.70%	2,384.09
2008	72,462,454	3,847,078	76,309,532	1.57%	1,322.00	4,915,000	100,363	-	53,797,713	-	135,122,608	5.92%	2,340.88
2007	74,574,351	4,399,013	78,973,364	1.82%	1,368.67	5,140,000	120,447	-	57,120,185	-	141,353,996	6.41%	2,449.77
2006	76,884,293	4,925,317	81,809,610	2.23%	1,432.64	5,360,000	86,777	-	50,968,629	-	138,225,016	6.46%	2,420.58
2005	37,953,154	3,598,036	41,551,190	1.18%	740.06	7,330,000	82,473	-	54,291,941	-	103,255,604	5.08%	1,839.06
2004	32,973,990	755,713	33,729,703	1.08%	610.82	7,670,000	-	215,000	42,171,690	-	83,786,393	4.51%	1,517.32
2003	30,843,709	802,500	31,646,209	1.02%	577.02	2,000,000	-	430,000	34,578,836	-	68,655,045	3.92%	1,251.82
2002	31,549,802	650,325	32,200,127	1.11%	594.42	2,860,000	-	645,000	36,848,733	-	72,553,860	4.21%	1,339.35
2001	28,045,000	860,075	28,905,075	1.00%	544.40	3,170,000	-	977,050	25,726,396	-	58,778,521	3.49%	1,107.04

**Notes:**

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

**CARSON CITY  
GENERAL OBLIGATION DIRECT  
AND OVERLAPPING DEBT  
FISCAL YEAR ENDED JUNE 30, 2010  
(UNAUDITED)**

<b>NAME OF GOVERNMENT UNIT</b>	<b>GENERAL OBLIGATION DEBT OUTSTANDING</b>	<b>PRESENTLY SELF-SUPPORTING GENERAL OBLIGATION DEBT</b>	<b>PERCENT APPLICABLE (1)</b>	<b>APPLICABLE NET DEBT</b>
Direct:				
City of Carson City:				
Governmental Activity Bonds	\$ 67,519,131	\$ 67,519,131	100.00%	\$ -
Business-Type Activity Bonds	48,542,143	48,542,143	100.00%	-
Total Direct Debt	<u>116,061,274</u>	<u>116,061,274</u>		<u>-</u>
Overlapping:				
Carson City School District	<u>38,190,000</u>	<u>-</u>	100.00%	<u>38,190,000</u>
Total Overlapping Debt	<u>38,190,000</u>	<u>-</u>		<u>38,190,000</u>
Total General Obligation Direct and Overlapping Debt	<u>\$ 154,251,274</u>	<u>\$ 116,061,274</u>		<u>\$ 38,190,000</u>

Source: Carson City Finance Office and Carson City School District

(1) Based on fiscal year 2009-10 assessed valuation in the respective jurisdiction.

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

**Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2010**

Assessed value of taxable property(1)	<u>\$ 1,926,477,352</u>
Debt limit (15% of assessed value)	<u>288,971,603</u>
Debt applicable to limit:	
Governmental activities	\$ 67,519,131
Business-type activities	48,542,143
Less: Amount available for repayment of general obligation debt	<u>(200,000)</u>
Total net debt applicable to limitation	<u>115,861,274</u>
Legal debt margin	<u>\$ 173,110,329</u>

**FISCAL YEAR ENDED JUNE 30,**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
Debt limit	\$ 288,971,603	\$ 289,552,288	\$ 249,494,536	\$ 219,896,382	\$ 183,981,394	\$ 172,194,764	\$ 163,388,242	\$ 161,241,549	\$ 152,079,436	\$ 148,736,738
Total net debt subject to limitation	<u>115,861,274</u>	<u>123,586,941</u>	<u>129,907,245</u>	<u>135,893,548</u>	<u>132,578,239</u>	<u>103,173,131</u>	<u>83,571,393</u>	<u>68,225,045</u>	<u>69,048,860</u>	<u>76,162,159</u>
Legal Debt Margin	<u>\$ 173,110,329</u>	<u>\$ 165,965,347</u>	<u>\$ 119,587,291</u>	<u>\$ 84,002,834</u>	<u>\$ 51,403,155</u>	<u>\$ 69,021,633</u>	<u>\$ 79,816,849</u>	<u>\$ 93,016,504</u>	<u>\$ 83,030,576</u>	<u>\$ 72,574,579</u>
Total net debt subject to limitation as a percentage of debt limit	<u>40.1%</u>	<u>42.7%</u>	<u>52.1%</u>	<u>61.8%</u>	<u>72.1%</u>	<u>59.9%</u>	<u>51.1%</u>	<u>42.3%</u>	<u>45.4%</u>	<u>51.2%</u>

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

(1) Includes Redevelopment Authority amount of \$99,404,720.

**CARSON CITY  
PLEGDED REVENUE COVERAGE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

FISCAL YEAR ENDED JUNE 30,	PLEGDED REVENUE	LESS:	NET	DEBT SERVICE REQUIREMENTS			COVERAGE RATIOS
		OPERATING EXPENSES	AVAILABLE REVENUE	PRINCIPAL	INTEREST	TOTAL	
<b>REGIONAL TRANSPORTATION IMPROVEMENT PROGRAM NOTE, SERIES 2008 (1)</b>							
2010	\$ 2,754,992	\$ 4,072,621	\$ (1,317,629)	\$ 226,600	\$ 422,836	\$ 649,436	-2.0
2009	2,370,083	3,020,383	(650,300)	312,400	334,977	647,377	-1.0
2008	-	-	-	-	-	-	N/A
2007	-	-	-	-	-	-	N/A
2006	-	-	-	-	-	-	N/A
2005	-	-	-	-	-	-	N/A
2004	-	-	-	-	-	-	N/A
2003	-	-	-	-	-	-	N/A
2002	-	-	-	-	-	-	N/A
2001	-	-	-	-	-	-	N/A
<b>HIGHWAY REVENUE(MOTOR VEHICLE FUEL TAX) IMPROVEMENT BONDS (2)</b>							
2010	\$ 2,754,992	\$ 4,072,621	\$ (1,317,629)	\$ 235,000	\$ 186,125	\$ 421,125	-3.1
2009	2,370,083	3,020,383	(650,300)	230,000	193,100	423,100	-1.5
2008	2,846,668	3,351,447	(504,779)	225,000	199,925	424,925	-1.2
2007	2,919,391	2,022,026	897,365	220,000	205,500	425,500	2.1
2006	2,911,491	1,698,400	1,213,091	215,000	212,000	427,000	2.8
2005	2,882,846	1,076,793	1,806,053	210,000	216,200	426,200	4.2
2004	-	-	-	-	-	-	N/A
2003	-	-	-	-	-	-	N/A
2002	-	-	-	-	-	-	N/A
2001	-	-	-	-	-	-	N/A
<b>TAX ALLOCATION BOND - REDEVELOPMENT AUTHORITY (3)</b>							
2010	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0
2009	-	-	-	-	-	-	N/A
2008	-	-	-	-	-	-	N/A
2007	-	-	-	-	-	-	N/A
2006	511,325	-	511,325	145,000	120,463	265,463	1.9
2005	544,413	-	544,413	130,000	128,912	258,912	2.1
2004	528,702	-	528,702	115,000	136,330	251,330	2.1
2003	605,520	-	605,520	100,000	142,730	242,730	2.5
2002	624,528	-	624,528	85,000	148,000	233,000	2.7
2001	592,329	-	592,329	35,000	150,100	185,100	3.2
<b>HIGHWAY REVENUE IMPROVEMENT BONDS (4)</b>							
2010	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0
2009	-	-	-	-	-	-	N/A
2008	-	-	-	-	-	-	N/A
2007	-	-	-	-	-	-	N/A
2006	-	-	-	-	-	-	N/A
2005	-	-	-	-	-	-	N/A
2004	-	-	-	-	-	-	N/A
2003	2,805,923	1,990,175	815,748	760,000	18,698	778,698	1.0
2002	2,987,769	2,031,393	956,376	225,000	51,288	276,288	3.5
2001	3,064,787	2,048,783	1,016,004	210,000	63,580	273,580	3.7
<b>GRAVES LANE SPECIAL ASSESSMENT BONDS (5)</b>							
2010	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	0.0
2009	-	-	-	-	-	-	N/A
2008	-	-	-	-	-	-	N/A
2007	-	-	-	-	-	-	N/A
2006	-	-	-	-	-	-	N/A
2005	-	-	-	-	-	-	N/A
2004	192,708	-	192,708	215,000	22,575	237,575	0.8
2003	211,484	-	211,484	215,000	33,540	248,540	0.9
2002	234,794	-	234,794	220,000	44,540	264,540	0.9
2001	236,113	-	236,113	220,000	55,320	275,320	0.9

**Notes:**

- (1) Pledged revenues include a tax currently levied at the rate of four cents per gallon by the City, and the City's interest in taxes equal in the aggregate to 5.35 cents per gallon, levied by the State of Nevada on certain motor vehicle fuel sold in the City and the State. Operating expenses include amounts in the Regional Transportation Fund, less NDOT bypass portion and expenses in the Streets Maintenance Fund, less County Option Sales Taxes and the County Option 1 cent fuel tax.
- (2) Pledged revenues are the same as those for (1).
- (3) Pledged revenues include the property taxes levied in the Redevelopment District.
- (4) Pledged revenues include the County Option Fuel tax collected in the Regional Transportation Fund. Expenditures include operating expenditures, less capital outlay.
- (5) Pledged revenues for Special Assessment Bonds includes assessments, prepaid assessments, assessment interest, and prepaid assessment interest.

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

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>POPULATION (1)</b>	<b>CITY AREA (SQUARE MILES) (6)</b>	<b>TOTAL PERSONAL INCOME (3)</b>	<b>PER CAPITA PERSONAL INCOME (3)</b>	<b>UNEMPLOYMENT RATE (4)</b>	<b>PUBLIC SCHOOL ENROLLMENT (5)</b>	<b>BUSINESS LICENSES ISSUED (2)</b>	<b>TOTAL CONSTRUCTION PERMITS (6)</b>	<b>TOTAL CONSTRUCTION VALUE (6)</b>
2010	56,506	147.00	\$ 2,486,831,000	\$ 47,034	13.3%	13,582	934	286	\$ 19,760,212
2009	57,600	147.00	2,408,024,000	43,928	11.5%	13,532	967	242	64,172,562
2008	57,723	147.00	2,282,920,000	41,717	6.7%	13,493	1,242	295	74,801,157
2007	57,701	147.00	2,206,735,000	40,135	5.0%	13,790	1,223	425	87,262,258
2006	57,104	147.00	2,138,263,000	38,481	4.8%	13,638	1,312	385	76,840,787
2005	56,146	147.00	2,031,906,000	36,499	4.7%	14,524	1,182	426	58,999,793
2004	55,220	147.00	1,859,588,000	33,815	5.2%	14,667	1,287	491	129,693,867
2003	54,844	147.00	1,751,205,000	32,211	5.8%	14,906	1,315	600	78,026,678
2002	54,171	147.00	1,724,799,000	32,298	5.8%	15,480	1,209	612	69,999,803
2001	53,095	147.00	1,683,799,000	32,044	5.1%	12,809	1,246	610	73,703,153

NR = Not reported

Sources:

- (1) State of Nevada, Demographer's Office, 1986-2009; Estimated for 2010 as data was unavailable at time of publication
- (2) City of Carson City, Business License Division
- (3) U.S. Department of Commerce, Bureau of Economic Analysis, 2000-2008, for Carson City Metropolitan Area; Estimated for 2010 as data was unavailable at time of publication.
- (4) State of Nevada, Department of Employment Training & Rehabilitation for Carson City Metropolitan Area
- (5) Includes elementary, junior high, high school, and community college enrollment. Information obtained from the Carson City School District and Western Nevada College - Carson City campus.
- (6) City of Carson City, Building and Safety Department

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

<b>EMPLOYER</b>	<b>2010</b>			<b>2001</b>		
	<b>EMPLOYEES (1)</b>	<b>RANK</b>	<b>PERCENTAGE OF TOTAL COUNTY(2) EMPLOYMENT</b>	<b>EMPLOYEES (1)</b>	<b>RANK</b>	<b>PERCENTAGE OF TOTAL COUNTY EMPLOYMENT</b>
Carson City School District	1000-1499	1	4.34%	1000-1499	2	4.61%
Carson Tahoe Hospital	1000-1499	2	4.34%	700-799	4	2.77%
City of Carson City	700-799	3	2.60%	700-799	3	2.77%
State Department of Transportation	600-699	4	2.25%	600-699	5	2.40%
Western Nevada College	600-699	5	2.25%	500-599	7	2.03%
Legislative Counsel Bureau	500-599	6	1.91%			
State Department of Corrections	300-399	7	1.21%			
Wal-Mart Supercenter	300-399	8	1.21%	200-299	9	0.92%
State Department of Motor Vehicles	300-399	9	1.21%			
Casino Fandango	300-399	10	1.21%			
State of Nevada (2)				5000-5499	1	19.37%
Carson City Nugget				500-599	6	2.03%
Chromalloy Nevada				300-399	8	1.29%
Harley-Davidson Credit Corp				200-299	10	0.92%
Total Carson City Area Covered Employment	<u>28,825</u>			<u>27,107</u>		

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

**Notes:**

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



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

FUNCTION:	FISCAL YEAR ENDED JUNE 30,									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
General Government	108.50	108.80	123.35	127.05	135.30	134.05	131.55	130.75	128.50	128.25
Public Safety	254.75	256.85	259.45	265.70	261.50	259.50	250.00	249.00	240.00	237.50
Judicial	44.75	45.30	45.00	42.25	35.50	29.75	28.75	26.75	26.75	28.75
Public Works	46.10	53.15	58.25	53.59	54.85	45.05	50.40	49.40	52.90	41.81
Sanitation	10.75	13.35	13.05	10.90	11.70	11.20	7.35	9.35	1.50	1.50
Health	30.00	20.00	23.25	18.75	14.00	12.00	12.00	12.50	12.00	15.00
Welfare	5.00	3.00	2.00	1.00	1.00	1.00	1.00	1.50	1.00	1.25
Culture and Recreation	48.88	48.93	57.82	61.95	59.76	58.01	54.01	54.06	52.44	54.62
Community Support	0.00	0.00	2.00	2.00	2.00	2.00	1.00	1.00	0.00	0.00
Utilities	50.90	48.13	47.50	49.65	48.40	47.75	54.00	48.00	48.20	58.69
Hospitals (1)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	754.54	733.65
Other	0.00	0.00	0.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
<b>Total</b>	<b>599.63</b>	<b>597.51</b>	<b>631.67</b>	<b>633.84</b>	<b>625.01</b>	<b>601.31</b>	<b>591.06</b>	<b>583.31</b>	<b>1,318.83</b>	<b>1,302.02</b>

Source: City of Carson City Finance Department

(1) The hospital was transferred from a City owned facility to a private, non-profit corporation on March 1, 2002.

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

FUNCTION / PROGRAM:	FISCAL YEAR ENDED JUNE 30,									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>General Government</b>										
Business licenses issued (3)	934	967	1,242	1,223	1,312	1,182	1,287	1,315	1,209	1,246
<b>Judicial: (1)</b>										
Municipal Court Cases Filed:										
Criminal Cases:										
Felony death penalty	0	0	0	1	5	0	0	0	0	0
Felony, crimes against persons	279	231	374	407	581	553	651	688	549	728
Felony, crimes against property	196	467	228	227	473	490	444	326	415	385
Gross misdemeanor, crimes against persons	134	43	64	59	102	96	115	88	67	48
Gross misdemeanor, crimes against property	15	45	42	21	57	55	42	8	35	33
Misdemeanor, non-traffic	1,728	2,228	1,492	1,309	2,040	2,011	2,569	2,117	2,201	2,108
Traffic and parking violations	11,012	19,944	16,460	12,516	20,885	18,190	18,188	16,605	15,624	18,090
Civil Cases:										
General	2,926	2,474	2,514	2,513	2,254	2,197	1,913	1,587	1,775	1,641
Small claims	472	535	638	686	601	550	638	528	504	534
Landlord/tenant (summary eviction)	954	1,165	1,473	1,466	1,235	1,173	1,274	1,293	1,290	1,190
Request for domestic violence protective orders	474	496	484	452	361	424	513	622	593	445
Request for protection orders (non-dom. violence)	269	379	346	322	376	506	569	455	342	240
<b>Public Safety</b>										
Police: (5)										
Number of sworn police personnel and officers	99	99	98	94	95	95	93	93	93	93
Number of physical arrests	2,621	2,797	3,265	2,872	2,742	3,189	3,516	2,829	4,461	3,995
Number of traffic accidents	832	973	1,035	558	705	693	858	618	962	522
Fire: (6)										
Number of firefighters	64	64	64	66	66	66	61	65	66	58
Number of calls answered	7,466	7,515	7,941	7,681	7,200	6,346	6,053	6,109	5,715	5,280
Number of fire prevention inspections	2,529	2,029	2,090	2,061	1,681	1,784	2,185	2,256	3,020	3,219
<b>Public Works (7)</b>										
Number of street lights	1,771	1,702	1,723	1,525	1,406	1,391	1,391	1,290	1,292	1,292
<b>Culture and Recreation (8)</b>										
Number of participants in recreation sports	14,393	5,302	7,950	6,350	5,090	5,440	5,240	4,910	4,060	NR
Number of participants in sports tournaments	58,000	56,410	56,410	42,429	38,687	25,098	22,860	12,549	6,500	NR
Average number of children enrolled in summer program per day	339	265	262	290	370	370	370	390	390	390
Average number of children enrolled in latch key programs per day	202	289	265	275	400	400	370	390	390	418
<b>Utilities (4)</b>										
Sewer:										
Customer count as of June 30	15,376	15,414	15,379	15,312	15,227	15,151	15,028	14,752	14,442	14,080
Total discharge (in thousands of gallons)	1,741,894	1,825,000	1,869,403	1,878,804	1,833,250	1,868,459	1,864,459	1,800,538	1,793,575	1,819,101
Water:										
Customer count as of June 30	16,804	16,828	16,790	16,705	16,540	16,427	16,300	16,061	15,754	15,394
Total consumption (in thousands of gallons)	3,557,248	4,561,914	4,077,837	4,165,842	3,956,644	3,860,618	4,236,540	3,984,524	4,127,355	4,026,432
<b>Development Services (2)</b>										
Building permits issued	286	242	295	425	385	426	491	600	612	610

NR = Not reported

- Sources:  
 (1) Carson City Municipal Court  
 (2) Carson City Community Development Department  
 (3) Carson City Treasurer's Office  
 (4) Carson City Public Works  
 (5) Carson City Sheriff's Office  
 (6) Carson City Fire Department  
 (7) Carson City Public Works  
 (8) Carson City Parks & Recreation

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

FUNCTION / PROGRAM:	FISCAL YEAR ENDED JUNE 30,									
	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>General Government</b>										
City owned facilities (1)	82	82	82	82	82	84	84	83	82	81
City owned structures (1)	81	81	81	81	81	81	81	81	81	81
Number of networked computers (5)	565	550	650	650	517	NR	NR	NR	NR	NR
<b>Public Safety</b>										
Police: (2)										
Marked police vehicles	39	36	37	36	32	32	32	25	25	25
Fire: (3)										
Fire stations	3	3	3	3	3	3	3	3	3	3
Fire engines	6	9	9	9	9	9	9	9	9	9
<b>Public Works (1)</b>										
Paved streets (miles)	257	257	259	259	250	250	250	241	241	241
<b>Culture and Recreation (4)</b>										
Parks:										
Acreage of parks - developed	780.5	780.5	780.5	772.5	765.5	765.5	765.5	757.5	754.5	754.5
Acreage of parks - undeveloped	436.0	436.0	436.0	444.0	448.0	448.0	448.0	448.0	448.0	448.0
Swimming pools - outdoors	1	1	1	1	1	1	1	1	1	1
Swimming pools - indoors	3	3	3	3	3	3	3	3	3	3
Ball fields - lighted	16	16	16	16	16	16	16	16	16	16
Ball fields - unlighted	19	19	19	19	19	19	19	19	19	19
Tennis courts - lighted	12	12	12	12	12	12	12	12	12	12
Tennis courts - unlighted	4	4	4	3	2	2	2	2	2	2
Basketball courts - lighted	0	0	0	0	0	0	0	0	0	0
Basketball courts - unlighted	8	8	8	6	4	4	4	4	4	4
Community Centers	1	1	1	1	1	1	1	1	1	1
Rodeo arenas	1	1	1	1	1	1	1	1	1	1
Sand volleyball courts	4	4	4	3	3	3	3	2	2	2
<b>Utilities (1)</b>										
Sewer lines (miles)	235.0	216.6	216.6	216.6	213	212	226	226	226	225
Storm drains (miles)	93.9	77.0	76.4	76.4	76.4	NR	NR	NR	NR	NR
Water lines (miles)	321	297	296	296	235	301	290	240	240	239

NR = Not reported

## Sources:

- (1) Carson City Facilities Division
- (2) Carson City Sheriff's Office
- (3) Carson City Fire Department
- (4) Carson City Parks & Recreation
- (5) Carson City Information Technology Department

**COMPLIANCE SECTION**

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

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carson City, Nevada as of and for the year ended June 30, 2010, which collectively comprise Carson City, Nevada's basic financial statements, and have issued our report thereon dated December 21, 2010. Our report includes a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the Airport Authority of Carson City, Nevada and the Carson City Convention and Visitors' Bureau, as described in our report on Carson City, Nevada's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters for the Airport Authority of Carson City that are reported on separately by those auditors. The financial statements of the Carson City Convention and Visitors' Bureau were not audited in accordance with *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 as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Carson City, Nevada's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Carson City, Nevada's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in items 10-1 and 10-2 in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses.

## Compliance and Other Matters

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

Carson City, Nevada's responses to the identified findings are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit Carson City, Nevada's responses, and accordingly, we express no opinion on them.

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



Reno, Nevada  
December 21, 2010



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

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

**Compliance:**

We have audited Carson City, Nevada's compliance with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Carson City, Nevada's major federal programs for the year ended June 30, 2010. Carson City, Nevada's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Carson City, Nevada's management. Our responsibility is to express an opinion on Carson City, Nevada's compliance based on our audit.

Carson City, Nevada's basic financial statements include the operations of the Airport Authority of Carson City, a discretely presented component unit, which received \$9,244,692 in federal awards which is not included in the Carson City, Nevada's schedule of expenditures of federal awards for the year ended June 30, 2010. Our audit, as described below, did not include the operations of the Airport Authority of Carson City because the Airport Authority of Carson City engaged other auditors to perform its audit in accordance with OMB Circular A-133.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

**Internal Control over Compliance:**

Management of Carson City, Nevada is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs.



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

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

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, we identified deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying Schedule of Findings and Questioned Costs as items 10-3 through 10-7. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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



Reno, Nevada  
December 21, 2010

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 1 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
<u>U.S.Environmental Protection Agency</u>			
Direct programs:			
ARRA Brownfields Assessment and Cleanup Cooperative Agreements	66.818	BF-00T33001-0	\$ 20,493
Congressionally Mandated Projects - Water Infrastructure - Hydraulic Modeling	66.202	XP-98975301-0	27,319
Surveys - Studies - Investigations and Special Purpose Grants- Water Infrastructure - Water Supply Plan	66.606	XP-96939101-0	36,571
Passed through NV Division of Environmental Protection: Non Point Source Implementation Grants - Urban Fishing Pond	66.460	C9-97908109	88,022
ARRA Capitalization Grants for Drinking Water State Revolving Funds	66.468	ARRA CC-1	2,408,091
Total U.S. Environmental Protection Agency			2,580,496
<u>National Foundation on the Arts and the Humanities:</u>			
Passed through Nevada State Library and Archives:			
Grants to States - Silver State Virtual Library and Archives	45.310	LSTA 2010-05	80
Grants to States - Statewide Reading Program	45.310	LSTA 2009-20-02	1,200
Grants to States - Capitol City Business Resource Center	45.310	LSTA 2010-30	947
Grants to States - Job Support Resource Project	45.310	LSTA 2009-01	3,397
Grants to States - Three Cups of Tea	45.310	LSTA 2009-34	39,200
Grants to States - Service and Automation Project	45.310	LSTA 2009-12	62,571
Grants to States - El Dia de los Ninos	45.310	LSTA 2009-20-17	2,500
Grants to States - ILL Reimbursement	45.310	N/A	2,500
Total Grants to States Program			112,395
<u>U.S. Department of Agriculture:</u>			
Direct programs:			
2009-2010 Cooperative Patrol	10.Unknown	06LE11051360-044	12,715
Soil and Water Conservation - NRCS	10.902	68-9327-8-02/ 68-9327-9-04	124,692
Passed through Nevada Division of Forestry:			
Cooperative Forestry Assistance-Carson City Fuels Reduction	10.664	USDA/SFA/09/01	6,403
Cooperative Forestry Assistance-Waterfall Fire Spring Rehab 2010	10.664	USDA/UF/FFY07/#03	3,000
Total Cooperative Forestry Assistance			9,403
Passed through Nevada Department of Health & Human Services:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	7NV700NV7	161,108
Passed through Nevada State Controller:			
Schools and Roads - Grants to States - - Schools and Roads Cluster	10.665	N/A	9,684

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 2 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Passed through Nevada Department of Administration: National School Lunch Program - Food Distribution Program	10.555	N/A	\$ 2,440
Passed through Nevada Department of Education: National School Lunch Program	10.555	R-1390-09	<u>10,738</u>
Total National School Lunch Program			<u>13,178</u>
School Breakfast Program	10.553	R-1390-09	<u>5,873</u>
Total Child Nutrition Cluster			<u>19,051</u>
Total U.S. Department of Agriculture			<u>336,653</u>
<u>U.S. Department of Energy:</u>			
Direct programs: ARRA Energy Efficiency and Conservation Block Grant Program	81.128	DE-SC0002243	<u>35,985</u>
<u>U.S. Department of Health and Human Services:</u>			
Direct programs: Family Planning_Services	93.217	FPHA096011-01-03	342,174
Family Planning_Services - Program Income	93.217	N/A	<u>94,401</u>
Total Family Planning_Services			<u>436,575</u>
Passed through Nevada Department of Health and Human Services: ARRA Community Services Block Grant	93.710	N/A	166,119
Community Services Block Grant	93.569	N/A	<u>67,738</u>
Total Community Services Block Grant Cluster			<u>233,857</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959	08/09 BI NVSAPT	<u>38,739</u>
Maternal and Child Health Services Block Grant to the States	93.994	B04MC11167	<u>50,572</u>
Temporary Assistance for Needy Families (TANF) Cluster	93.558	1B04MC021419-01-03	<u>36,660</u>
Child Support Enforcement - Title IV - D	93.563	N/A	<u>15,664</u>
HIV Care Formula Grants - Ryan White Title II	93.917	2X07HA00001-20-00 X07HA00001-17-03	<u>67,636</u>
Immunization Grants Cluster	93.268	5H23IP922549-08	96,761
Immunization Grants Cluster - Program Income	93.268	N/A	<u>38,609</u>
Total Immunization Grants Cluster			<u>135,370</u>

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 3 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Office of Epidemiology	93.283	3U50CI000489-03S3	\$ 4,634
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Diabetes Prevention and Control	93.283	1U58DP002003-01	4,400
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Adult Viral Hepatitis Prevention	93.283	PS08-80102	7,813
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Tobacco Prevention and Education	93.283	5U58DP002003-02 /1U58DP002003-01	<u>33,318</u>
Total Centers for Disease Control and Prevention - Investigations and Technical Assistance			<u>50,165</u>
Public Health Emergency Preparedness - H1N1 Phase 3	93.069	1H75TP000337-01	298,932
Public Health Emergency Preparedness - H1N1 Phase 1-2	93.069	1H75TP000337-01	328,225
Public Health Emergency Preparedness	93.069	CDC 01-08/01-09	<u>446,326</u>
Total Public Health Emergency Preparedness			<u>1,073,483</u>
Emergency System for Advance Registration of Volunteer Health Professionals	93.089	ASPR09-09	<u>42,415</u>
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	5U52PS907855-18 5U62PS001038-03	<u>1,837</u>
HIV / AIDS Surveillance	93.944	5U62PS001038-02	<u>6,101</u>
HIV Prevention Activities_Health Department Based	93.940	3U62/PS923483-05S1 2U62/PS923483-06	<u>20,340</u>
National Bioterrorism Hospital Preparedness Program	93.889	ASPR 01-08/ ASPR 01-09	321,278
National Bioterrorism Hospital Preparedness Program	93.889	H1N122-09	<u>77,378</u>
Total National Bioterrorism Hospital Preparedness Program			<u>398,656</u>
Preventive Health Services-Sexually Transmitted Diseases Control Grants-STD Prevention and Control	93.977	1H25PS001382-02 1H25PS001382-01	<u>7,941</u>
Passed through National Association of County and City Health Officials: Medical Reserve Corps Small Grant Program	93.008	#MRC07411	<u>9,896</u>
Passed through Community Council on Youth: Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243	N/A	<u>8,699</u>
Total U.S. Department of Health and Human Services			<u>2,634,606</u>
<u>U.S. Department of Housing and Urban Development:</u>			
Direct programs:			
ARRA Community Development Block Grant Entitlement Grants (CDBG-R)	14.253	B-09-MY-32-0006 B-07-MC-32-0006/ B-08-MC-32-0006/ B-09-MC-32-0006	115,473
Community Development Block Grants/ Entitlement Grants	14.218		<u>830,920</u>
Total Community Development Block Grants / Entitlement Grants Cluster			<u>946,393</u>
Emergency Shelter Grants Program	14.231	N/A	<u>20,101</u>
Passed through Nevada Housing Division: ARRA Homelessness Prevention and Rapid Re-housing Program	14.257	N/A	<u>22,497</u>
Total U.S. Department of Housing and Urban Development			<u>988,991</u>

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 4 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
<u>U.S. Department of the Interior:</u>			
Direct programs:			
National Fire Plan - Wildland Urban Interface Community Fire Assistance - Biological Control and Fuels Reduction	15.228	FAA080090	\$ 38,050
National Fire Plan - Wildland Urban Interface Community Fire Assistance - "You Call / We Haul"	15.228	FAA070019	<u>20,179</u>
Total National Fire Plan - Wildland Urban Interface Community Fire Assistance			<u>58,229</u>
BLM Law Enforcement Services	15.Unknown	N/A	<u>3,031</u>
Passed through Nevada Division of State Parks:			
Outdoor Recreation_Acquisition, Development and Planning- Morgan Mill Trailhead	15.916	32-00303	77,212
Outdoor Recreation_Acquisition, Development and Planning- Urban Fishing Pond	15.916	32-00301	<u>102,697</u>
Total Outdoor Recreation_Acquisition, Development and Planning			<u>179,909</u>
Passed through Nevada Department of Museums, Libraries and Arts - State Historic Preservation Office:			
Historic Preservation Fund Grants-In-Aid - Multiple Preservation Projects	15.904	32-09-21834(4)	<u>23,392</u>
Total U.S. Department of the Interior			<u>264,561</u>
<u>U.S. Department of Justice:</u>			
Direct programs:			
D.E.A. Confiscated Property	16.Unknown	N/A	<u>7,974</u>
D.E.A. Integrated Drug Enforcement Assistance	16.Unknown	N/A	<u>9,250</u>
State Criminal Alien Assistance Program	16.606	N/A	<u>60,866</u>
ARRA Edward Byrne Memorial Justice Assistance Grant Program- Grants to Units of Local Government	16.804	2009-SB-B9-2235	<u>123,229</u>
Drug Court Discretionary Grant Program	16.585	2009-DC-BX-0118	<u>65,131</u>
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2007-DJ-BX-1384	7,316
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2006-DJ-BX-1183	7,342
Edward Byrne Memorial Justice Assistance Grant Program- Cops and Kids Community Prevention Program	16.738	2008-DJ-BX-0530	8,113
Passed through Nevada Department of Public Safety:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	06-JAG-29	8,277
Edward Byrne Memorial Justice Assistance Grant Program	16.738	09-JAG-02	63,526
Edward Byrne Memorial Justice Assistance Grant Program - Tri-Net	16.738	09-JAG-03	<u>162,093</u>
Total Edward Byrne Memorial Justice Assistance Grant Program			<u>256,667</u>

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 5 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Direct programs:			
Public Safety Partnership and Community Policing Grants	16.710	2008CKWX0045	\$ 91,780
Passed through Partnership Carson City:			
Public Safety Partnership and Community Policing Grants	16.710	N/A	12,010
Passed through Nevada Department of Public Safety:			
Public Safety Partnership and Community Policing Grants	16.710	08-METH-02	<u>85,463</u>
Total Public Safety Partnership and Community Policing Grants			<u>189,253</u>
ARRA Edward Byrne Memorial Justice Assistance Grant Program-			
Grants to States and Territories	16.803	00-ARRA-16	5,890
ARRA Edward Byrne Memorial Justice Assistance Grant Program-			
Grants to States and Territories	16.803	09-ARRA-03	11,304
ARRA Edward Byrne Memorial Justice Assistance Grant Program-			
Grants to States and Territories	16.803	09-ARRA-04	<u>220,634</u>
Total ARRA Edward Byrne Memorial Justice Assistance Grant Program - Grants to States and Territories			<u>237,828</u>
Passed through Nevada Department of Health and Human Services:			
Juvenile Accountability Block Grants	16.523	N/A	<u>12,143</u>
Juvenile Justice and Delinquency Prevention _Allocation to States - FFY 09 OJJDP Title II Formula Grant	16.540	N/A	<u>5,900</u>
Passed through Community Council on Youth:			
Enforcing Underage Drinking Laws Program	16.727	N/A	<u>17,355</u>
Total U.S. Department of Justice			<u>985,596</u>
<u>U.S. Department of Transportation:</u>			
Passed through NV State Emergency Response Commission:			
Interagency Hazardous Materials Public Sector Training and Planning Grants - HMEP Training	20.703	10-HMEP-01-01	<u>44,400</u>
Passed through Nevada Department of Public Safety:			
State and Community Highway Safety - Joining Forces	20.600	29-JF-1.02	7,782
State and Community Highway Safety - Joining Forces	20.600	210-JF-1.02	14,101
State and Community Highway Safety - JF Incentive Award	20.600	29-406PT-4.5	<u>7,534</u>
Total State and Community Highway Safety			<u>29,417</u>
Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	210-K8-18-14	<u>15,263</u>
Total Highway Safety Cluster			<u>44,680</u>
Passed through Nevada Department of Transportation:			
Job Access Reverse Commute - Transit Services Programs Cluster	20.516	PR 384-08-802	<u>152,364</u>

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(PAGE 6 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Direct programs:			
ARRA Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-96-X003-01	\$ 965,261
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X058-01	336,348
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X061-01	22,187
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X059-01	97,730
Passed through Nevada Department of Transportation:			
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	PR 799-05-802	43,250
Federal Transit - Formula Grants (Urbanized Area Formula Program) - Program Income	20.507	N/A	<u>84,600</u>
Total Federal Transit - Formula Grants (Urbanized Area Formula Program)			<u>1,549,376</u>
Federal Transit - Capital Investment Grants	20.500	PR-451-09-802/ PR-155-08-802	<u>53,165</u>
Total Federal Transit Cluster			<u>1,602,541</u>
Federal Transit - Metropolitan Planning Grants	20.505	PR256-08-802	<u>24,916</u>
Highway Planning and Construction - Unified Planning Work Program	20.205	PR70003-00-804	147,766
Highway Planning and Construction - Federal Enhancement Project	20.205	PR333-08-063	629,935
ARRA Highway Planning and Construction - Micropaving	20.205	PR369-09-063	<u>570,230</u>
Total Highway Planning and Construction			<u>1,347,931</u>
Passed through Nevada Division of State Parks:			
Recreational Trails Program - Urban Fishing Pond - Access and Trails	20.219	FY 2009-13	<u>100,000</u>
Total Highway Planning and Construction Cluster			<u>1,447,931</u>
Total U.S. Department of Transportation			<u>3,316,832</u>
<u>U.S. Department of Homeland Security:</u>			
Passed through United Way:			
ARRA - Emergency Food and Shelter Program Cluster	97.114	590400-007	<u>3,827</u>
Passed through Nevada Department of Public Safety:			
Homeland Security Grant Program - DHS/08 SHSP	97.067	97067HL8	15,011
Homeland Security Grant Program - DHS/08 CCP	97.067	97067CL8	1,950
Homeland Security Grant Program - DHS/07 CCP	97.067	97067CL7	2,886
Passed through Washoe County Emergency Management:			
Homeland Security Grant Program - DHS/08 SHSP	97.067	97067HL8	<u>15,761</u>
Total Homeland Security Cluster			<u>35,608</u>
Passed through Nevada Division of Emergency Management:			
Emergency Management Performance Grants	97.042	9704210	58,255
Emergency Management Performance Grants	97.042	9704209	<u>15,565</u>
Total Emergency Management Performance Grants			<u>73,820</u>
Total U.S. Department of Homeland Security			<u>113,255</u>
Total Expenditures of Federal Awards			<u>\$ 11,369,370</u>

See accompanying notes to the Schedule of Expenditures of Federal Awards

**CARSON CITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

**NOTE 1 - BASIS OF PRESENTATION**

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

**NOTE 2 - SUBRECIPIENTS**

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

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
Schools and Roads - Grants to States	10.665	<u>\$ 4,842</u>
Community Development Block Grants	14.218	<u>\$298,290</u>
Job Access Reverse Commute – Transit Services Programs Cluster	20.516	<u>\$152,364</u>
Federal Transit – Formula Grants (Urbanized Area Formula Program)	20.507	\$ 43,379
ARRA Federal Transit – Formula Grants (Urbanized Area Formula Program)	20.507	32,367
Federal Transit – Capital Investment Grants	20.500	<u>1,135</u>
Total Federal Transit Cluster		<u>\$ 76,881</u>

**NOTE 3 - NON-CASH ASSISTANCE**

The expenditures for the Food Donation program (CFDA #10.555) represent the dollar value of food commodities distributed to eligible recipients during the year. The value of commodities is determined by the U.S. Department of Agriculture.



**CARSON CITY, NEVADA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

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

- Kafoury, Armstrong & Co. issued an unqualified opinion on the basic financial statements of Carson City, Nevada for the year ended June 30, 2010.
- Significant deficiencies, considered to be material weaknesses, were identified during the audit of the financial statements as reported in the Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*.
- The audit disclosed no instances of noncompliance, which were material to the financial statements of Carson City, Nevada.
- Significant deficiencies, not identified as material weaknesses, in internal control over major federal award programs were disclosed during the audit and are reported in the Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with *OMB Circular-A-133*.
- Kafoury, Armstrong & Co. issued an unqualified opinion on compliance for major federal award programs of Carson City, Nevada.
- Audit findings relative to major federal award programs for Carson City, Nevada, which are required to be reported under Section .510(a) of the OMB Circular A-133, are reported in the following pages.
- Carson City, Nevada had seven major federal award programs for the year ended June 30, 2010, as follows:
  - CDBG – Entitlement Grants Cluster – CFDA 14.218 and 14.253
  - Highway Planning and Construction Cluster:
    - Highway Planning and Construction – CFDA 20.205
    - Recreational Trails Program – CFDA 20.219
  - Federal Transit Cluster:
    - Federal Transit - Capital Investment Grants – CFDA 20.507
    - Federal Transit - Formula Grants – CFDA 20.507
  - ARRA Capitalization Grants for Drinking Water State Revolving Funds – CFDA 66.468
  - Public Health Emergency Preparedness – CFDA 93.069
  - Family Planning Services – CFDA 93.217
  - National Bioterrorism Hospital Preparedness Program – CFDA 93.889
- The dollar threshold used to distinguish between Type A and Type B programs for the year ended June 30, 2010, was \$341,081.
- Carson City, Nevada qualified as a low risk auditee for the year ended June 30, 2010 under the criteria set forth in section .530 of OMB Circular A-133.

**CARSON CITY, NEVADA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010**

***B. Financial Statement Findings:***

Significant Deficiency Considered a Material Weakness:

Finding 10-1: Year-End Accrual

<i>Criteria:</i>	Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the key components of an effective system of internal control is maintaining accounting records that do not require adjustments as part of the audit process, including adjustments for year-end accruals.
<i>Condition:</i>	During our audit testing, we noted an instance where the financial statements required audit adjustment to accrue insurance expense for the last quarter of FY10 in the Workers' Compensation Internal Service Fund.
<i>Effect:</i>	The financial statements were materially misstated prior to recording of the audit adjustment.
<i>Cause:</i>	Sufficient controls over year-end accruals have not been implemented to ensure that expenses are reflected in the proper reporting period.
<i>Recommendation:</i>	We recommend the Carson City, Nevada's Finance Department staff implement a control to prevent or detect and correct errors in the year-end accrual process.
<i>Management's Response:</i>	The Finance Department will work with the Treasurer's Office to develop more standardized procedures related to the initiation, processing and reporting of wire transfers.

**CARSON CITY, NEVADA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

Significant Deficiency Considered a Material Weakness:

Finding 10-2: Capital Assets

<i>Criteria:</i>	Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the key components of an effective system of internal control is reconciliation of accounts to ensure proper reporting in the financial statements.
<i>Condition:</i>	During our audit testing, we noted several instances where donated capital assets were 1) recorded in the current fiscal year but were contributed in the previous year, 2) omitted in current year's capital asset subsidiary ledger and thus not reflected in the capital asset balance in the general ledger, and 3) recorded in duplicate in the subsidiary ledger and thus duplicated in the general ledger. As a result, capital asset contributions were not captured correctly in the general ledger.
<i>Effect:</i>	The internally-prepared financial information utilized during the year was not accurate and the financial statements were materially misstated, resulting in a prior period adjustment to correct the error.
<i>Cause:</i>	Responsibility for identification and reporting of donated capital assets is shared by the Public Works and Finance departments. Adequate communication between the two departments has not been implemented to ensure capital asset donations are recorded properly and accurately.
<i>Recommendation:</i>	We recommend the Carson City, Nevada's Finance Department and Public Works Department staff coordinate no less than quarterly to ensure donated capital asset activity is accurately reflected in the financial statements and supporting ledgers.
<i>Management's Response:</i>	The City's Finance Department will review all Board of Supervisors and Regional Transportation Commission agenda reports and meeting minutes to determine what assets have been contributed during the fiscal year. The Finance Department staff will meet quarterly with Public Works Department staff to review these transactions and determine the value of the assets.

**CARSON CITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010**

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

U.S. Department of Transportation; passed through from the Nevada Department of Transportation:

Finding 10-3:

Highway Planning and Construction Cluster:  
Highway Planning and Construction, CFDA 20.205  
Recreational Trails, CFDA 20.219

*Grant Award Number:* Affects the grant award PR70003-00-804 included under CFDA 20.205 on the Schedule of Expenditures of Federal Awards.

*Condition and Criteria:* General principles for determining allowable costs found in OMB Circular A-87 Attachment A (G), provide that the cost of services provided by one agency to another within the governmental unit may include allowable direct costs of the service plus a pro rate share of indirect costs. A standard indirect cost allowance equal to ten percent of the direct salary and wage cost of providing the service (excluding overtime, shift premiums, and fringe benefits) may be used in lieu of determining the actual indirect costs of the service.

For indirect cost rates in excess of ten percent, the OMB Circular A-87 Attachment E (D)(1)(a) compliance requirements state that all departments or agencies of the governmental unit desiring to claim indirect costs under Federal awards must prepare an indirect cost rate proposal and related documentation, which includes, among other things, financial data and a certification to support those costs. The proposal and related documentation must be retained for audit in accordance with the records retention requirements contained in the Common Rule.

During payroll testing it was noted that Carson City, Nevada was applying a twenty percent indirect cost rate to direct program payroll expenditures being reimbursed by this grant award. The amount requested during the fiscal year was approximately \$15,000, and was included as payroll costs rather than identified separately from actual payroll costs on the reimbursement requests. Documentation was not available to support that a complete indirect cost rate proposal had been prepared.

*Questioned Cost:* Undetermined.

*Context:* The condition noted above appears to be a systemic condition.

*Effect:* Unallowable costs may have been charged to the Federal program.

*Cause:* Procedures were not in place to ensure that indirect cost rates were supported by adequate proposal documentation to ensure costs to the Federal program were allowable.

*Recommendation:* We recommend that Carson City, Nevada implement procedures to ensure that indirect cost rate proposals are communicated to the granting entity, are adequately documented, and such documentation is maintained for audit purposes.

*Management's Response:* See management's response on page 197 .

**CARSON CITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2010**

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

Finding 10-4:

Public Health Emergency Preparedness, CFDA 93.069:  
National Bioterrorism Hospital Preparedness, CFDA 93.889:  
Family Planning Services, CFDA 93.217:

*Grant Award Number:* Potentially affects all grant awards under CFDA 93.069, 93.889 and 93.217 on the Schedule of Expenditures of Federal Awards.

*Criteria and Condition:* OMB Circular A-87 states that when employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employee worked solely on that program for the period covered by the certification. These certifications will be prepared at *least semi-annually* and will be signed by the employee or supervisory official having first hand knowledge of the work performed by the employee.

Additionally, the Circular states where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which: must reflect an after the fact distribution of the actual activity of each employee, must account for the total activity for which each employee is compensated, *must be prepared monthly* and coincide with one or more pay periods, and must be signed by the employee.

During our testing of charges for salaries and wages for these programs it was noted that, although Carson City, Nevada prepared certifications for some of the employees charged to the programs, these certifications did not always meet the criteria for compliance with OMB Circular A-87. Certifications were not consistently prepared for all covered employees, and some that we tested were not prepared in compliance with the OMB Circular A-87 requirement, as outlined above, for either classification of employee.

*Questioned Costs:* None.

*Context:* The condition noted above appears to be a systemic problem.

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

*Cause:* Adequate procedures were not in place to ensure the required certifications were prepared timely and in accordance with the criteria set forth in OMB Circular A-87.

*Recommendation:* We recommend that Carson City, Nevada implement procedures to ensure that the required certifications are prepared timely and in accordance with the criteria set forth in OMB Circular A-87.

*Management's Response:* See management's response on page 197.

**CARSON CITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010**

U.S. Department of Housing and Urban Development:

Finding 10-5:

Community Development Block Grant – Entitlement Grants Cluster:

Community Development Block Grants/Entitlement Grants, CFDA 14.218

ARRA Community Development Block Grant ARRA Entitlement Grants (CDBG-R), CFDA 14.253

*Grant Award Number:* Affects the grant award under CFDA 14.218 on the Schedule of Expenditures of Federal Awards.

*Criteria and Condition:* As noted in *OMB Circular A-133*, a pass-through entity is responsible for communicating certain Federal award information to each subrecipient, including informing each subrecipient of the Catalog of Federal Domestic Assistance (CFDA) title and number.

As part of our testing over subrecipient monitoring, we tested a sample of two subrecipient awards for communication of required information, and noted that the awards did not include the CFDA number, and no documentation was available to support that the CFDA number was communicated in a different manner.

*Questioned Cost:* None.

*Context:* The condition noted above appears to be a systemic problem.

*Effect:* Subrecipients may be unaware of specific Federal award information and requirements, which could result in noncompliance at the subrecipient level that is not detected by the Carson City, Nevada.

*Cause:* Carson City, Nevada does not have adequate procedures in place to ensure that communication of all the required grant information is made to subrecipients.

*Recommendation:* We recommend that Carson City, Nevada implement procedures to ensure subrecipient awards contain all of the required information.

*Management's Response:* See management's response on page 197.

**CARSON CITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010**

U.S. Department of Transportation: Direct and passed through from the Nevada Department of Transportation:

Finding 10-6:

Federal Transit Cluster:

Federal Transit – Capital Investment Grants, CFDA 20.500

Federal Transit – Formula Grants, CFDA 20.507

ARRA Federal Transit – Formula Grants, CFDA 20.507

*Grant Award Number:* Affects the grant award numbers NV-96-X003-01, NV-90-X058-01, PR 799-05-802 and PR-155-08-802 on the Schedule of Expenditures of Federal Awards.

*Criteria and Condition:* As noted in *OMB Circular A-133*, a pass-through entity is responsible for communicating certain Federal award information to each subrecipient, including informing each subrecipient of the Catalog of Federal Domestic Assistance (CFDA) title and number.

As part of our testing over subrecipient monitoring, we tested a sample of two subrecipient awards for communication of required information, and noted that the awards did not include the CFDA number, and no documentation was available to support that the CFDA number was communicated in a different manner.

*Questioned Cost:* None.

*Context:* The condition noted above appears to be a systemic problem.

*Effect:* Subrecipients may be unaware of specific Federal award information and requirements, which could result in noncompliance at the subrecipient level that is not detected by Carson City, Nevada.

*Cause:* Carson City, Nevada does not have adequate procedures in place to ensure that communication of all the required grant information is made to subrecipients.

*Recommendation:* We recommend that Carson City, Nevada implement procedures to ensure subrecipient awards contain all of the required information.

*Management's Response:* See management's response on page 197.

**CARSON CITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010**

U.S. Department of Transportation:

Finding 10-7:

Federal Transit Cluster:

Federal Transit – Formula Grants, CFDA 20.507  
ARRA Federal Transit – Formula Grants, CFDA 20.507  
Federal Transit – Capital Investment Grants, CFDA 20.500

*Grant Award Number:* Affects the grant award number NV-96-X003-01 on the Schedule of Expenditures of Federal Awards.

*Criteria and Condition:* As noted in Part 3 of the June 2010 *OMB Circular A-133 Compliance Supplement*, there are special tests and provisions which apply to all programs with expenditures of American Recovery and Reinvestment Act (ARRA) funds. Recipients to agree to: (1) separately identify to each subrecipient, and document at the time of the subaward and disbursement of funds, the Federal award number, CFDA number, and the amount of ARRA funds; and (2) require their subrecipients to provide similar identification in their Schedule of Expenditures of Federal Awards (SEFA) and the Data Collection Form (SF-SAC).

As part of our testing over subrecipient monitoring, we tested subrecipient awards for communication of the required information, and noted that a subgrant award related to the ARRA funds containing the required information had not been provided to the subrecipient. Additionally, we noted that Carson City, Nevada did not include the Federal award number, CFDA number, and the amount of ARRA funds with the disbursement of funds to the subrecipient.

*Questioned Cost:* None.

*Context:* The condition noted above appears to be a systemic problem.

*Effect:* Subrecipients may be unaware of specific Federal award information and requirements, which could result in noncompliance at the subrecipient level.

*Cause:* Carson City, Nevada does not have adequate procedures in place to ensure that communication of all the required grant information is made to subrecipients.

*Recommendation:* We recommend that Carson City, Nevada implement procedures to ensure subrecipient awards contain all of the required information.

*Management's Response:* See management's response on page 197.





## CARSON CITY, NEVADA CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

December 21, 2010

Dear Grantor Agencies:

The following is a discussion of our corrective action plan in response to the findings noted by Kafoury, Armstrong & Co. in the Schedule of Findings and Questioned Costs for the year ended June 30, 2010.

U.S. Department of Transportation; passed through from the Nevada Department of Transportation:

Finding 10-3:

Highway Planning and Construction Cluster:  
Highway Planning and Construction, CFDA 20.205  
Recreational Trails, CFDA 20.219

Criteria and Condition:

General principles for determining allowable costs found in OMB Circular A-87 Attachment A (G), provide that the cost of services provided by one agency to another within the governmental unit may include allowable direct costs of the service plus a pro rate share of indirect costs. A standard indirect cost allowance equal to ten percent of the direct salary and wage cost of providing the service (excluding overtime, shift premiums, and fringe benefits) may be used in lieu of determining the actual indirect costs of the service.

For indirect cost rates in excess of ten percent, the OMB Circular A-87 Attachment E (D)(1)(a) compliance requirements state that all departments or agencies of the governmental unit desiring to claim indirect costs under Federal awards must prepare an indirect cost rate proposal and related documentation, which includes, among other things, financial data and a certification to support those costs. The proposal and related documentation must be retained for audit in accordance with the records retention requirements contained in the Common Rule.

During payroll testing it was noted that Carson City, Nevada was applying a twenty percent indirect cost rate to direct program payroll expenditures being reimbursed by this grant award. The amount requested during the fiscal year was approximately \$15,000, and was included as payroll costs rather than identified separately from actual payroll costs on the reimbursement requests. Documentation was not available to support that a complete indirect cost rate proposal had been prepared.

Recommendation:

We recommend that Carson City, Nevada implement procedures to ensure that indirect cost rate proposals are communicated to the granting entity, are adequately documented, and such documentation is maintained for audit purposes.

**DEPARTMENT OF FINANCE**

201 North Carson Street, Suite #3, Carson City, NV 89701 - (775) 887-2133 (775) 887-2107 fax

Comment:

During fiscal year 2010, the City received verbal approval from the Nevada Department of Transportation to add an indirect cost rate of twenty percent to direct program payroll expenditures being reimbursed by this grant award. As a result of this audit finding, the City received written approval on November 8, 2010 from the Nevada Department of Transportation for using an indirect cost rate of twenty percent effective back to January 1, 2010.

Corrective Action:

In the future, the City will obtain written authorization from the granting entity for indirect cost rates in excess of ten percent. The indirect cost rate proposal and related backup documentation will be maintained for audit purposes. The contact information for the management official responsible for ensuring that corrective action has been taken is as follows:

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

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

Finding 10-4:

Public Health Emergency Preparedness, CFDA 93.069:  
National Bioterrorism Hospital Preparedness, CFDA 93.889:  
Family Planning Services, CFDA 93.217:

Criteria and Condition:

OMB Circular A-87 states that when employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employee worked solely on that program for the period covered by the certification. These certifications will be prepared at *least semi-annually* and will be signed by the employee or supervisory official having first hand knowledge of the work performed by the employee.

Additionally, the Circular states where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which: must reflect an after the fact distribution of the actual activity of each employee, must account for the total activity for which each employee is compensated, *must be prepared monthly* and coincide with one or more pay periods, and must be signed by the employee.

During our testing of charges for salaries and wages for these programs it was noted that, although Carson City, Nevada prepared certifications for some of the employees charged to the programs, these certifications did not always meet the criteria for compliance with OMB Circular A-87. Certifications were not consistently prepared for all covered employees, and some that we tested were not prepared in compliance with the OMB Circular A-87 requirement, as outlined above, for either classification of employee.

Recommendation:

We recommend that Carson City, Nevada implement procedures to ensure that the required certifications are prepared timely and in accordance with the criteria set forth in OMB circular A-87.

Corrective Action:

When an employee's salaries and wages are charged to either a single Federal award or cost objective or multiple activities and cost objectives, the appropriate distribution will be reflected on their bi-weekly timesheet which is signed by the employee and a supervisor. The contact information for the person responsible for implementing the corrective action and management official responsible for ensuring that corrective action has been taken is as follows:

Implementation CFDA# 93.069 / 93.889

Angela Barosso  
PHP Program Manager  
900 East Long Street  
Carson City, NV 89706  
E-mail: abarosso@carson.org  
775-283-7217

Implementation CFDA #93.217

Veronica Galas  
Senior Public Health Nurse  
900 East Long Street  
Carson City, NV 89706  
E-mail: vgalas@carson.org  
775-283-7620

Management Official

Marena Works  
Health Director  
900 East Long Street  
Carson City, NV 89706  
E-mail: mworks@carson.org  
775-283-7235

U.S. Department of Housing and Urban Development::

Finding 10-5:

Community Development Block Grant – Entitlement Grants Cluster:  
Community Development Block Grants/Entitlement Grants, CFDA 14.218  
ARRA Community Development Block Grant ARRA Entitlement Grants (CDBG-R), CFDA 14.253

Criteria and Condition:

As noted in *OMB Circular A-133*, a pass-through entity is responsible for communicating certain Federal award information to each subrecipient, including informing each subrecipient of the Catalog of Federal Domestic Assistance (CFDA) title and number.

As part of our testing over subrecipient monitoring, we tested a sample of two subrecipient awards for communication of required information, and noted that the awards did not include the CFDA number, and no documentation was available to support that the CFDA number was communicated in a different manner.

Recommendation:

We recommend that Carson City, Nevada implement procedures to ensure subrecipient awards contain all of the required information.

Corrective Action:

The City will revise subrecipient awards to include the Catalog of Federal Domestic Assistance (CFDA) number associated with the federal grant they are receiving from the City as the pass-through entity. The contact information for the person responsible for implementing the corrective action and management official responsible for ensuring that corrective action has been taken is as follows:

Implementation

Janice Brod -Mgmt Asst/CDBG Coordinator  
108 E. Proctor St., Carson City, NV 89701  
E-mail: jbrod@carson.org  
(775) 283-7069

Management Official

Lee Plemel  
108 E. Proctor St., Carson City, NV 89701  
E-mail: lplemel@carson.org  
(775) 283-7075

U.S. Department of Transportation: Direct and passed through from the Nevada Department of Transportation:

Finding 10-6:

Federal Transit Cluster:  
Federal Transit – Formula Grants, CFDA 20.507  
ARRA Federal Transit – Formula Grants, CFDA 20.507  
Federal Transit – Capital Investment Grants, CFDA 20.500

Criteria and Condition:

As noted in *OMB Circular A-133*, a pass-through entity is responsible for communicating certain Federal award information to each subrecipient, including informing each subrecipient of the Catalog of Federal Domestic Assistance (CFDA) title and number.

As part of our testing over subrecipient monitoring, we tested a sample of two subrecipient awards for communication of required information, and noted that the awards did not include the CFDA number, and no documentation was available to support that the CFDA number was communicated in a different manner.

Recommendation:

We recommend that Carson City, Nevada implement procedures to ensure subrecipient awards contain all of the required information.

Corrective Action:

The City will revise subrecipient awards to include the Catalog of Federal Domestic Assistance (CFDA) number associated with the federal grant they are receiving from the City as the pass-through entity. The contact information for the management official responsible for ensuring that corrective action has been taken is as follows:

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

U.S. Department of Transportation:

Finding 10-7:

Federal Transit Cluster:  
Federal Transit – Formula Grants, CFDA 20.507  
ARRA Federal Transit – Formula Grants, CFDA 20.507  
Federal Transit – Capital Investment Grants, CFDA 20.500

Criteria and Condition:

As noted in Part 3 of the June 2010 *OMB Circular A-133 Compliance Supplement*, there are special tests and provisions which apply to all programs with expenditures of American Recovery and Reinvestment Act (ARRA) funds. Recipients to agree to: (1) separately identify to each subrecipient, and document at the time of the subaward and disbursement of funds, the Federal award number, CFDA number, and the amount of ARRA funds; and (2) require their subrecipients to provide similar identification in their Schedule of Expenditures of Federal Awards (SEFA) and the Data Collection Form (SF-SAC).

As part of our testing over subrecipient monitoring, we tested subrecipient awards for communication of the required information, and noted that a subgrant award related to the ARRA funds containing the required information had not been provided to the subrecipient. Additionally, we noted that Carson City, Nevada did not include the Federal award number, CFDA number, and the amount of ARRA funds with the disbursement of funds to the subrecipient.

Recommendation:

We recommend that Carson City, Nevada implement procedures to ensure subrecipient awards contain all of the required information.

Corrective Action:

The City will revise subrecipient awards of American Recovery and Reinvestment Act (ARRA) funds to include the following:

- The Federal award number, CFDA number, and the amount of ARRA funds awarded.
- Information related to the requirement that subrecipients provide similar identification in their Schedule of Expenditures of Federal Awards (SEFA) and the Data Collection Form (SF-SAC).

In addition, the backup related to the disbursement of funds to subrecipient will include the federal award number, CFDA number, and the amount of ARRA funds.

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

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

Sincerely,



Nickolas Providenti  
Director of Finance

**CARSON CITY, NEVADA  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2010**

**U.S. DEPARTMENT OF TRANSPORTATION:**

Finding 09-2:

Highway Planning and Construction Cluster:  
Highway Planning and Construction, CFDA 20.205:  
Recreational Trails Program, CFDA 20.219:

*Condition and Criteria:*

The OMB Circular A-133 Compliance Supplement requires that non-federal entities include in their construction contracts subject to the Davis-Bacon Act a requirement that the contractor or subcontractor comply with the requirements of the Davis-Bacon Act, and the DOL regulations (29 CFR Part 5, "Labor Standards Provisions Applicable to Contracts Governing Federally Financed and Assisted Construction"). This includes a requirement for the contractor or subcontractor to submit to the non-federal entity weekly, for each week in which any contract work is performed, a copy of the payroll and a statement of compliance (certified payrolls).

One construction contract related to this major program was subject to the Davis-Bacon Act provisions and was selected for testing. Our tests included reviewing the contract documents for the Davis-Bacon Act provisions, and reviewing the payroll files maintained at the Carson City Public Works Department. We noted that payroll submission requirements were communicated to the contractor via a "Notice to Proceed" letter from the Carson City Purchasing and Contracts Department, and that notice stated that certified payrolls for both the contractor and subcontractor were to be submitted within seven calendar days after the end of the weekly pay period, as per Davis-Bacon Act requirements. Subsequently, the Carson City Public Works Department communicated separately and verbally to the contractor that it was preferable for certified payrolls to be submitted bi-weekly or monthly. We noted that the payroll submissions for the contracts tested were submitted in batches on a bi-weekly or monthly basis, rather than weekly.

*Auditor's Recommendation:* We recommend that Carson City enhance procedures to ensure that certified payrolls are received weekly, as required.

*Current Status:* Corrective action has been taken. The City's Capital Program Manager oversees the required compliance with the Davis-Bacon Act provisions. Certified payrolls are required to be submitted to the City within seven calendar days after the end of the weekly pay period. The City has also contracted with a consultant to ensure that the review of certified payroll submissions is done on a timely basis.

**U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:**

Finding 09-3:

Public Health Emergency Preparedness, CFDA 93.069:

*Criteria and Condition:*

OMB Circular A-87 states that when employees are expected to work solely on a single Federal award or cost objective, charges for their salaries and wages will be supported by periodic certifications that the employees worked solely on that program for the period covered by the certification. These certifications will be prepared *at least semi-annually* and will be signed by the employee or

**CARSON CITY, NEVADA  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2010**

supervisory official having first hand knowledge of the work performed by the employee.

Additionally, the Circular states where employees work on multiple activities or cost objectives, a distribution of their salaries or wages will be supported by personnel activity reports or equivalent documentation which: must reflect an after the fact distribution of the actual activity of each employee, must account for the total activity for which each employee is compensated, *must be prepared monthly* and coincide with one or more pay periods, and must be signed by the employee.

During our testing of salary and wage expenditures for this program it was noted that, although the City prepared certifications for the employees charged to the program, those certifications did not meet the criteria for compliance with OMB Circular A-87. The certifications included both employees who work solely on this award objectives and employees who work on multiple cost objectives. Two certifications were prepared for the period under audit, and were for the six-month period July 1, 2008 to December 31, 2008 and for the seventh month period from January 1, 2009 to July 31, 2009. The certifications were not prepared frequently enough for compliance with the OMB Circular A-87 requirement, as outlined above, for either classification of employee.

*Auditor's Recommendation:* We recommend that Carson City implement procedures to ensure that the required certifications are prepared timely and in accordance with the criteria set forth in OMB Circular A-87.

*Current Status:* Corrective action has been partially implemented. When an employee's salaries and wages are charged to either a single Federal award or cost objective or multiple activities and cost objectives, the appropriate distribution will be reflected on their bi-weekly timesheet which is signed by the employee and a supervisor.

**U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:**

Finding 09-4:

Family Planning Services, CFDA 93.217:

*Criteria and Condition:* OMB Circular A-133 requires the City to prepare a Schedule of Expenditures of Federal Awards (Schedule) showing total Federal expenditures for the year and to maintain internal control over Federal programs that provides reasonable assurance that the City is managing Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements that could have a material effect on each of its Federal programs.

Carson City has assigned the responsibility for accumulating the information to prepare the Schedule to the Finance Department. The Finance Department compiles this information based on award information provided from the personnel who administer the various programs. During our testing and reconciliation of the Schedule we noted that program income for the Family Planning Services program was not included on the Schedule of Expenditures of Federal Awards.

**CARSON CITY, NEVADA  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS  
FOR THE YEAR ENDED JUNE 30, 2010**

*Auditor's Recommendation:* We recommend the Finance Department and grant program personnel, develop procedures to enhance communication regarding program income related to Federal awards and the related expenditures to ensure that Federal expenditures are completely and accurately reported to comply with the requirements of OMB Circular A-133.

*Current Status:* Corrective action has been implemented. The Finance Department reviews grant award documents for program income requirements and communicates with grant program personnel to ensure that program income is accurately reflected on the Schedule of Expenditures of Federal Awards.



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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, 2010 (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 conformed to significant statutory and regulatory constraints on their financial administration during the year ended June 30, 2010 (except as previously noted 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  
December 21, 2010

## **AUDITOR'S COMMENTS**

### **STATUTE COMPLIANCE**

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

### **PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE**

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

### **PRIOR YEAR RECOMMENDATIONS**

See the Summary Schedule of Prior Year Findings on pages 202-204.

### **CURRENT YEAR RECOMMENDATIONS**

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

### **NRS 354.6115**

The financial statements of the Stabilization Fund are located in this report.

As noted above, compliance with Nevada Revised Statutes is contained in Note 2B to the financial statements.

**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, 2010**

Flat Fixed Fees:	
Business license revenue adjusted base at June 30, 2009	<u>\$ 1,120,213</u>
Adjustment to Base:	
Base	
1. Percentage increase (decrease) in population of the local government	-0.2131%
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>0.1000%</u>
	<u>-0.1131%</u>
	<u>(1,267)</u>
Adjusted Base at June 30, 2010	1,118,946
Actual Revenue Fiscal 2009-10	<u>743,950</u>
Amount Over (Under) Allowable Amount	<u><u>\$ (374,996)</u></u>

