



CARSON CITY NEVADA  
COMPREHENSIVE ANNUAL  
FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2015



**CARSON CITY, NEVADA  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED JUNE 30, 2015**

**Prepared by: Finance Department  
Nancy Paulson, Chief Financial Officer**



# CARSON CITY, NEVADA

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## **INTRODUCTORY SECTION**





# CARSON CITY, NEVADA

## CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

November 24, 2015

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

The comprehensive annual financial report of Carson City for the fiscal year ended June 30, 2015, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that Carson City issue annually a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants.

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

Eide Bailly, LLP, Certified Public Accountants, have issued an unmodified opinion on Carson City's financial statements for the year ended June 30, 2015. The independent auditor's report is located at the front of the financial section of this report.

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

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

The financial reporting entity, Carson City, includes all the funds of the primary government (i.e., the Consolidated Municipality of Carson City as legally defined), as well as, all of its component units. Component units are legally separate entities for which the primary government is financially accountable. Blended component units, although legally separate entities, are, in substance, part of the primary government's operations and are included as part of the primary government. Accordingly, the Redevelopment Authority is reported as special revenue, debt service and capital project funds of the primary government. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the primary

**DEPARTMENT OF FINANCE**

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government and to differentiate their financial position and results of operations from those of the primary government. The Carson City Visitors' Bureau and Airport Authority are reported as discretely presented component units.

## **THE CITY AND ITS GOVERNING BODY**

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

Carson City has a land area of 147 square miles and an estimated population of 54,668 as of June 30, 2015. The City is empowered to levy a property tax on both real and personal property located within its boundaries. Real and personal taxable property located within the City has an estimated market value of \$3,676,830,520 and an assessed value of \$1,286,890,682.

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

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

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

## **LOCAL ECONOMY**

Carson City is located in the Northwestern part of the State. Nevada's rate of growth in population had been one of the highest in the nation, but with the current economic downturn, this number is expected to remain flat at best for the next several years. Carson City's population decreased 1.4 percent when comparing July 1, 2014 to July 1, 2015. During the past year, Carson City experienced growth in the real estate market, not unlike the region, the state, and the nation. According to the Assessor's office, the average sales price of a home this year has risen to around \$265,000, up from \$208,000 (27.4% increase) the prior year. The average price in Carson City hit its peak in 2006 with the average sales price around \$346,000.

Carson City is finally seeing signs of economic recovery. Property tax revenue increased slightly from the prior year (2.7%) due to an increase in assessed valuation for FY 2014-15. Taxable sales are now increasing as the economy improves contributing to the \$2.2 million (10.9%) increase in the consolidated tax revenues. We expect the recovery to continue gradually into the foreseeable future

as our region still has one of the largest unemployment rates in the country at 7.3 percent. At the end of the current fiscal year, total fund balance of the general fund exceeded the final budget by \$4,065,872. Of this amount, \$1,945,189 has been included as a budgetary resource in the subsequent year's budget to eliminate a projected excess of expected expenditures over expected revenues.

The assessed valuation of Carson City increased 3.9 percent in FY 2014-15 and in FY 2015-16 the assessed valuation increased by 6.7 percent. Due to a cap on the growth in property tax for existing property and improvements approved by the 2005 Nevada State Legislature, the real growth in tax revenues is limited. The growth in the tax bill for residential property is limited to 3% annual growth and commercial property can grow by a maximum of 8% per year. Only new construction is outside of this cap for the first year it is on the tax rolls. The difference between the actual tax calculation (assessed valuation (x) tax rate) and the capped tax calculation is termed the "abatement". In the general fund, this abatement amount will be approximately \$3.5 million in FY 2015-16. Due to a two cent reduction in the property tax rate for FY 2015-16, property tax revenues are budgeted to increase by only 2.5 percent.

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

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

Carson City remains very active in recruiting and retaining retail development in order to enhance the sales tax base. Within the past few years, Sportsman's Warehouse, Bealls Department Store, Ross Dress for Less, Dollar General, and Buffalo Wild Wings opened new locations in the City. During Fiscal Year 2015, a new Ramada Inn, Taco Bell and Yogurt Beach opened at the North end of town, and a Dunkin Donuts opened going East on Highway 50. The City is continuing to negotiate with national and local retailers, and as a result, the Carson Station will be renamed to "Max Casino" and will be bringing a Black Bear Diner to Carson City; the property previously known as the Copland Lumber Site on 9<sup>th</sup> and Stewart was purchased by the Carrington Co., who are investigating residential, commercial, or mixed use possibilities for the property; the City Bank Building was purchased, and has plans for a mixed use development (retail, office and residential); and lastly, we have already seen and expect further expansion of the Adams Hub, which brings new small business to Carson City.

### **RELEVANT FINANCIAL POLICIES**

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

### **MAJOR INITIATIVES**

In Fiscal Year 2015 the City has begun a transparency initiative which will allow residents of Carson City to review financial and budgetary data for the City On-Line, the website is set to launch in December 2015. During Fiscal Year 2015, the City launched a website called Carson Connect, which allows residents to ask questions, read about the City, and inform City Officials of problems with City Services. Residents are invited to visit these websites through [www.carson.org](http://www.carson.org), as they become available.

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

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

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

#### **OTHER INFORMATION**

**AWARDS.** The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Carson City for its comprehensive annual financial report for the fiscal year ended June 30, 2014. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such a CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. Carson City has received a Certificate of Achievement for the last twenty-five consecutive years. We believe our current report continues to conform to the Certificate of Achievement program requirements, and we are submitting it to GFOA.

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

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

Sincerely,

A handwritten signature in blue ink that reads "Nancy Paulson". The signature is written in a cursive style with a horizontal line at the end.

Nancy Paulson  
Chief Financial Officer



Government Finance Officers Association

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

Presented to

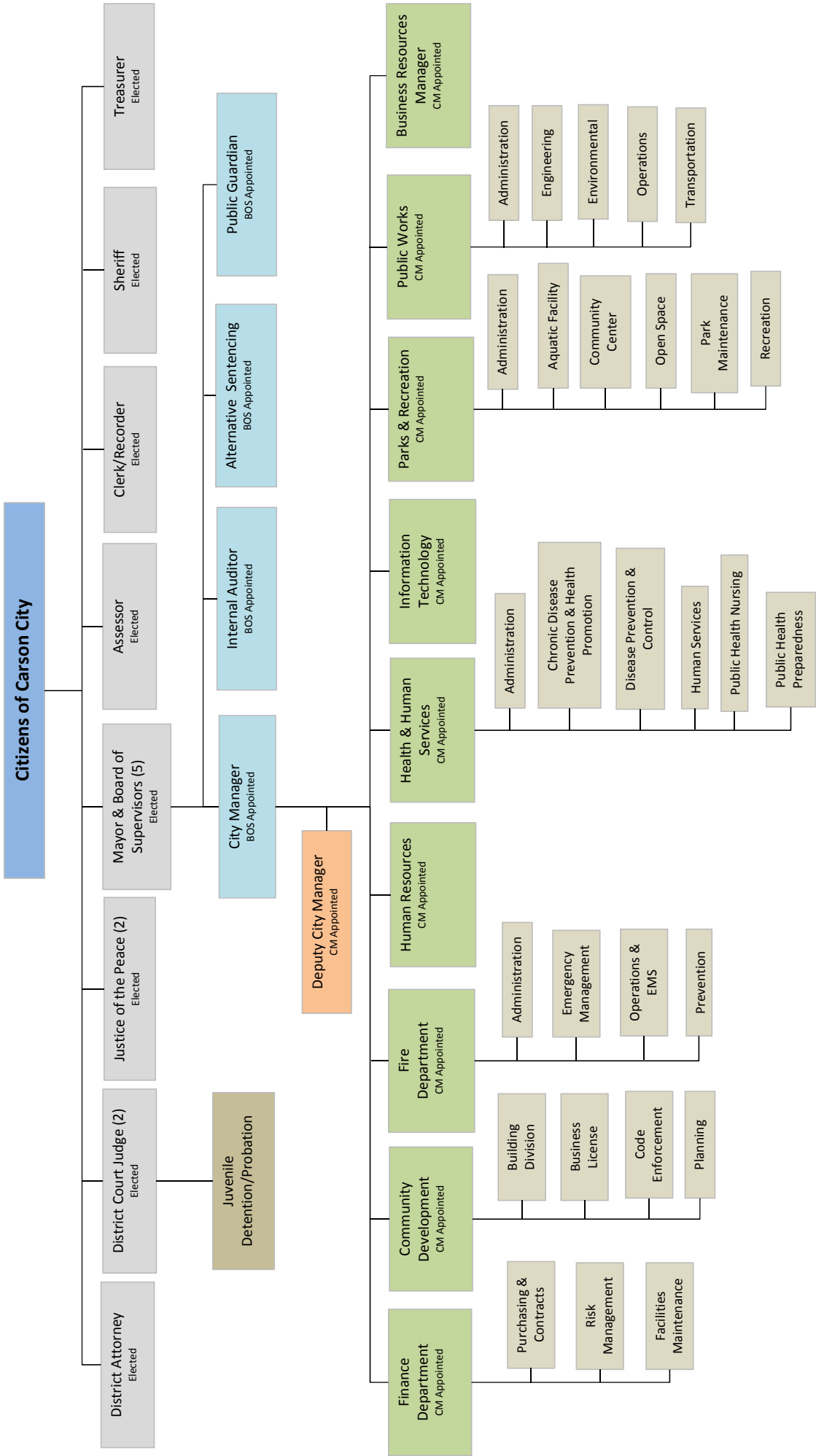
**City of Carson City  
Nevada**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2014**

Executive Director/CEO





**CARSON CITY  
LISTING OF PRINCIPAL OFFICIALS  
FY 2015**

<b>TITLE</b>	<b>NAME</b>
Mayor	Robert L. Crowell
Supervisor, Ward 1	Karen Abowd
Supervisor, Ward 2	Brad Bonkowski
Supervisor, Ward 3	Lori Bagwell
Supervisor, Ward 4	Jim Shirk
Assessor	Dave Dawley
Treasurer	Gayle Robertson
District Attorney	Jason Woodbury
District Court I	Judge James T. Russell
District Court II	Judge James E. Wilson, Jr.
Justice of the Peace	Judge Thomas Armstrong
Justice of the Peace	Judge John Tatro
Clerk-Recorder	Susan Merriwether
Sheriff	Ken Furlong
City Manager	Nick Marano
Chief Financial Officer/Risk Manager	Nancy Paulson
Chief Information Officer	Eric Von Schimmelmann
Community Development Director	Lee Plemel
Cooperative Extension Director	Vacant
Library Director	Sena Loyd
Health & Human Services Director	Nicki Aaker
Juvenile Special Master	Kimberly Okezie
Chief Juvenile Probation Officer	Ben Bianchi
Parks and Recreation Director	Roger Moellendorf
Fire Chief	Robert Schreihans
Senior Center Director	Courtney Warner
Human Resources Director	Melanie Bruketta
Public Works Director	Darren Schulz
Engineering Manager	Daniel Rotter
Transportation Program Manager	Patrick Pittenger

**FINANCIAL SECTION**





## **Independent Auditor's Report**

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

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carson City, Nevada (the City), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

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

### **Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's



internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### **Opinions**

In our opinion, based on our audit and the report of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of June 30, 2015, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Change in Accounting Principle**

As discussed in Notes 1 and 4G to the financial statements, the City has adopted the provisions of GASB Statement No. 68 *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date*, which has resulted in a restatement of the net position as of July 1, 2014. Our opinions are not modified with respect to this matter.

### **Other Matters**

#### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 12-21, the other post-employment benefits schedule of funding progress on page 73, the schedule of the City's share of net pension liability on page 74, and the schedule of the City's contributions on Page 75, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### **Other Information**

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





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

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

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated November 24, 2015, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Reno, Nevada  
November 24, 2015



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

As management of Carson City, Nevada (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-v of this report.

### Financial Highlights

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$297,333,483 (*net financial position*).
- The City's total net position decreased by \$49,703,018 (14.3%). This decrease is attributable to a prior period restatement of \$83,577,559 which is presented in accordance with Governmental Auditing Standards Board Statement No. 68 and GASB Statement No. 71 which requires the City to include its portion of the Public Employees' Retirement System (PERS) liability on the Statement of Net Position. In addition, we received \$31,158,197 in donated capital assets, the majority of which was from the Bureau of Lands Management as part of the Lands Bill.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$30,864,399, an increase of \$9,770,685 in comparison to the prior year. Approximately 13% of this amount (\$3,957,473) is available for spending at the City's discretion (unassigned fund balance).
- At the end of the current fiscal year, unrestricted fund balance for the General Fund was \$6,813,213, or 11.1 percent of total General Fund expenditures.
- The City's total bonded debt and notes payable increased by \$7,645,891 (4.8 percent) during the current fiscal year as a result of the Infrastructure Fund Debt Issuance of \$13,600,000, plus \$4,696,527 of Sewer, Water and Stormwater State Revolving Fund Debt Issuance, reduced by current year principal payments on debt.

### Overview of the Financial Statements

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

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

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

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

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

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

The government-wide financial statements can be found on pages 22-25 of this report.

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

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

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

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

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

The basic governmental fund financial statements can be found on pages 26-31 of this report.

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

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

The basic proprietary fund financial statements can be found on pages 32-36 of this report.

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

The basic fiduciary fund financial statements can be found on pages 37-38 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a gaining full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 39-72 of this report.

**Other Information.** In addition to the basic financial statements and accompanying notes, this report presents *required supplementary information* concerning the City's progress in funding its obligation to provide OPEB benefits to its employees, schedule of City's proportionate share of the net pension liability, and the Schedule of City's PERS contributions. Required supplementary information can be found on page 73-75 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds, and enterprise funds are presented following the required supplementary information on OPEB and PERS. Combining and individual fund statements and schedules can be found on pages 76-166 of this report.

### Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City, assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$297,333,483 at the close of the most recent fiscal year.

By far the largest portion of the City's net position (131 percent) reflects its investment in capital assets (e.g., land, buildings, improvements, machinery and equipment, and infrastructure), less any related outstanding debt that was used to acquire those assets. The City uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

#### Carson City's Net Position

	Governmental		Business-type		Total - Primary Government	
	Activities		Activities		2015	2014
	2015	2014	2015	2014		
Current and other assets	\$ 47,027,886	\$ 34,943,800	\$ 10,381,756	\$ 10,179,414	\$ 57,409,642	\$ 45,123,214
Capital assets	358,380,858	322,522,216	176,362,462	175,186,903	534,743,320	497,709,119
Total assets	405,408,744	357,466,016	186,744,218	185,366,317	592,152,962	542,832,233
Deferred outflows of resources	12,038,387	2,785,371	2,010,648	650,638	14,049,035	3,436,009
Total assets and deferred outflows of resources	417,447,131	360,251,387	188,754,866	186,106,955	606,201,997	546,268,342
Long-term liabilities outstanding	184,119,021	104,948,073	91,359,885	83,134,972	275,478,906	188,083,045
Other liabilities	10,435,606	7,215,406	3,698,041	3,818,481	14,133,647	11,033,887
Total liabilities	194,554,627	112,163,479	95,057,926	86,953,453	289,612,553	199,116,932
Deferred inflows of resources	16,994,941	-	2,261,020	114,909	19,255,961	114,909
Total liabilities and deferred inflows of resources	211,549,568	112,163,479	97,318,946	87,068,362	308,868,514	199,231,841
Net position:						
Net investment in capital assets	293,236,174	260,795,570	95,262,713	93,600,537	388,498,887	354,396,107
Restricted	8,227,111	14,907,036	-	-	8,227,111	14,907,036
Unrestricted	(95,565,722)	(27,614,698)	(3,826,793)	5,348,056	(99,392,515)	(22,266,642)
Total net position	\$205,897,563	\$248,087,908	\$91,435,920	\$98,948,593	\$297,333,483	\$347,036,501

An additional portion of the City's net position (2.8 percent) represents resources that are subject to external restrictions on how they may be used. This leaves a negative balance of \$99,392,515 for *unrestricted net position*.

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

The City's net position increased \$33,874,541 during the current fiscal year. This increase is attributable to an increase in donated property from the Bureau of Lands Management as a result of the Lands Bill.

### Carson City's Changes in Net Position

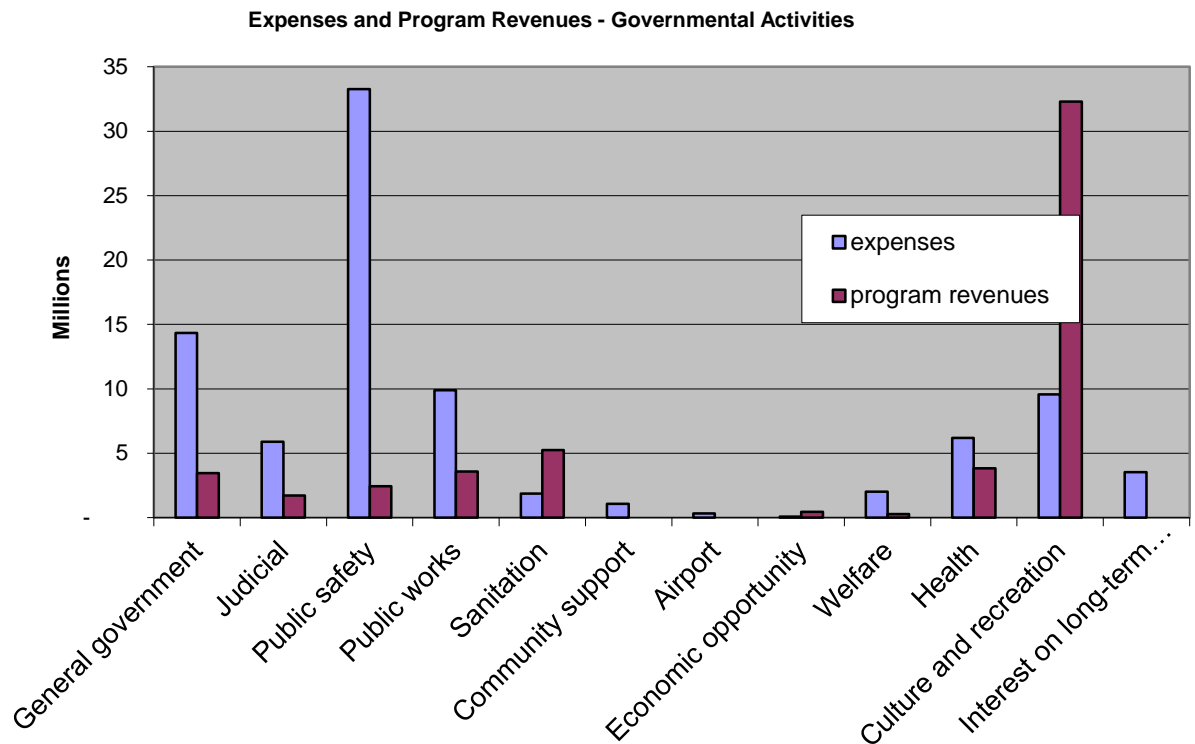
	Governmental Activities		Business-Type Activities		Total – Primary Government	
	2015	2014	2015	2014	2015	2014
Revenues:						
Program revenues:						
Charges for services	12,011,345	\$ 11,884,674	\$28,923,591	\$26,035,119	\$40,934,936	\$ 37,919,793
Operating grants and contributions	7,403,908	6,598,135	-	-	7,403,908	6,598,135
Capital grants and contributions	33,950,910	3,253,933	495,899	707,241	34,446,809	3,961,174
General revenues:						
Property taxes	26,661,147	25,726,135	-	-	26,661,147	25,726,135
Other taxes	39,540,261	35,763,963	-	-	39,540,261	35,763,963
Other	623,570	456,407	85,671	63,812	709,241	520,219
<b>Total Revenues</b>	<b>120,191,141</b>	<b>83,683,247</b>	<b>29,505,161</b>	<b>26,806,172</b>	<b>149,696,302</b>	<b>110,489,419</b>
Expenses:						
General government	14,332,092	15,080,364	-	-	14,332,092	15,080,364
Judicial	5,908,078	5,471,384	-	-	5,908,078	5,471,384
Public safety	33,270,317	32,434,444	-	-	33,270,317	32,434,444
Public works	9,903,839	9,720,781	-	-	9,903,839	9,720,781
Sanitation	1,876,842	1,777,521	-	-	1,876,842	1,777,521
Community support	1,067,743	578,988	-	-	1,067,743	578,988
Airport	344,845	333,521	-	-	344,845	333,521
Economic opportunity	87,026	179,513	-	-	87,026	179,513
Welfare	2,013,875	2,317,891	-	-	2,013,875	2,317,891
Health	6,197,262	6,180,675	-	-	6,197,262	6,180,675
Culture and recreation	9,562,092	9,345,624	-	-	9,562,092	9,345,624
Interest and fiscal charges	3,535,870	3,323,887	-	-	3,535,870	3,323,887
Ambulance	-	-	3,270,221	3,473,925	3,270,221	3,473,925
Sewer	-	-	9,307,854	9,135,280	9,307,854	9,135,280
Water	-	-	13,171,346	12,833,407	13,171,346	12,833,407
Cemetery	-	-	225,667	225,515	225,667	225,515
Building Permits	-	-	642,601	555,315	642,601	555,315
Stormwater Drainage	-	-	1,104,191	1,288,357	1,104,191	1,288,357
<b>Total Expenses</b>	<b>88,099,881</b>	<b>86,744,593</b>	<b>27,721,880</b>	<b>27,511,799</b>	<b>115,821,761</b>	<b>114,256,392</b>

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Increase (decrease) in net position before transfers	32,091,260	(3,061,346)	1,783,281	(705,627)	33,874,541	(3,766,973)
Transfers	(64,733)	(520,602)	64,733	520,602	-	-
Increase (decrease) in Net Position	32,026,527	(3,581,948)	1,848,014	(185,025)	33,874,541	(3,766,973)
Net position – July 1	248,087,908	252,912,440	98,948,593	99,873,263	347,036,501	352,785,703
Prior year restatement	(74,216,872)	(1,242,584)	(9,360,687)	(739,645)	(83,577,559)	(1,982,229)
Net position - June 30	\$205,897,563	\$248,087,908	\$91,435,920	\$98,948,593	\$297,333,483	\$ 347,036,501

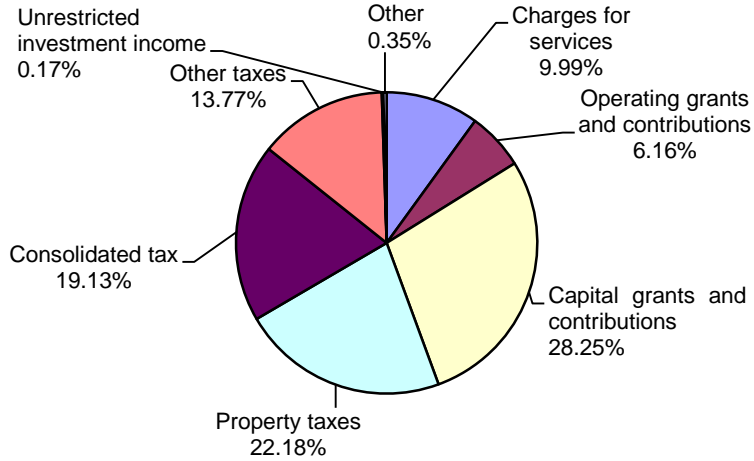
**Governmental activities.** Governmental activities increased the City’s net position by \$32,026,527. This results in a net change (increase) of \$35,608,475 when compared to the decrease of \$3,581,948 in the prior year. Key elements of the change from prior year are as follows:

- \$30.7 million increase in capital grants and contributions, primarily due to the Lands Bill. The City received over \$30 million in land from the Bureau of Lands Management.
- \$3.62 million increase in sales and consolidated taxes.
- \$935,000 increase in property taxes.

Program revenues for governmental activities provided 61 percent of the resources necessary to pay the cost of providing program services. The remaining program costs were financed with general revenues. The largest general revenues are property taxes of \$26,661,147 and consolidated taxes of \$22,993,975.



### Revenues by Source - Governmental Activities

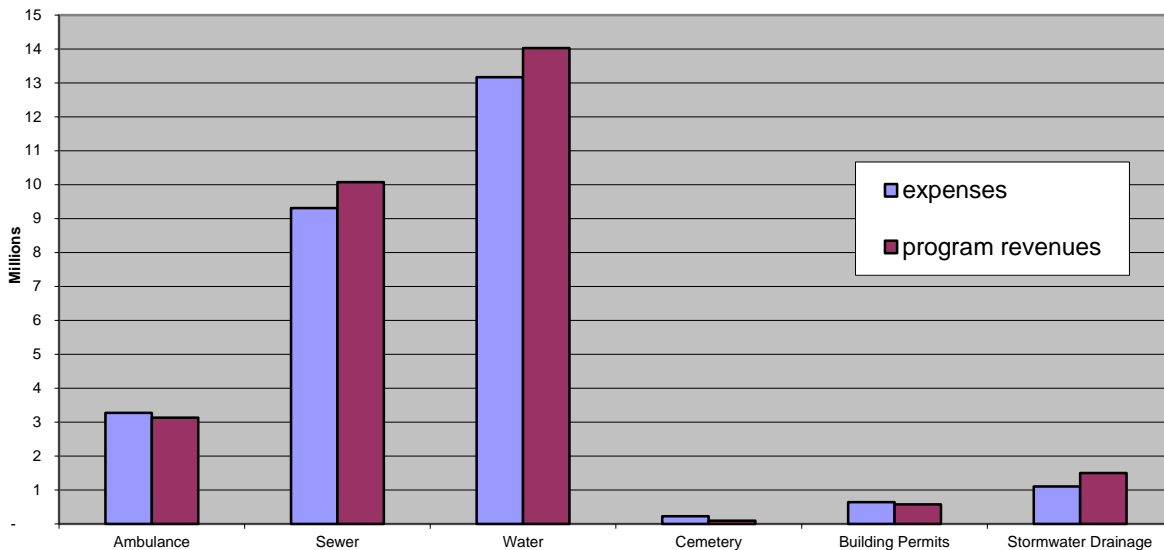


**Business-type activities.** Business-type activities increased the City’s net position by \$1,848,014. This results in a net change (increase) of \$2,033,039 when compared to the decrease of \$185,025 in the prior year. Key elements of the change from prior year are as follows:

- \$465,000 (3.5%) increase in water charges for services expected given rate increases, implemented July 1, 2013 by the Board of Supervisors for upcoming capital purchases and reinvestment.
- \$173,000 increase in sewer expenses which includes cost of living and merit increases for employees.
- \$1.6 million (19.3%) increase in sewer revenue is due to a rate increase implemented July 1, 2013 by the Board of Supervisors for upcoming capital purchases and reinvestment.
- \$338,000 increase in expenses for the water fund due to the cost of living and merit increases in employees’ salaries and savings in services and supplies.
- \$180,000 decrease in the Water Fund capital grants and contributions from the Carson Water Sub Conservancy District.
- \$784,000 increase in ambulance charges for services.

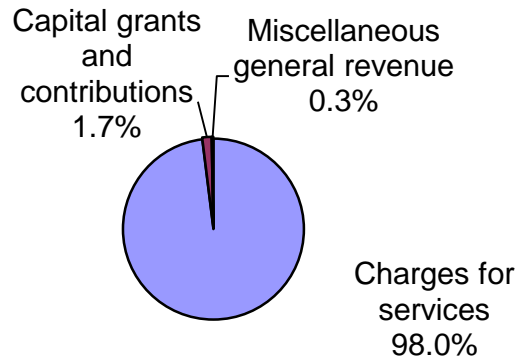
Sewer and water expenses represent 79.8 percent of total expenses for business-type activities.

### Expenses and Program Revenues - Business - type Activities





## Revenues by Source - Business - type Activities



### Financial Analysis of the Government's Funds

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

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

At June 30, 2015, the City's governmental funds reported combined ending fund balances of \$30,864,399, an increase of \$9,770,685 in comparison with the prior year. Approximately 13% of this amount (\$3,957,473) constitutes *unassigned fund balance*, which is available for spending at the City's discretion. The remainder of the fund balance is either *nonspendable, restricted, committed, or assigned* to indicate that it is: 1) not in spendable form (\$152,564), 2) restricted for particular purposes (\$22,612,521), 3) committed for particular purposes (\$7,726), or 4) assigned for particular purposes (\$4,134,115).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$3,957,473, while total fund balance increased to \$7,628,312. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total general fund expenditures. Unassigned fund balance represents 6.4 percent of total general fund expenditures, while total fund balance represents 12.4 percent of that same amount.

The fund balance of the City's general fund increased by \$1,176,738 during the current fiscal year. This results in a net change (increase) of \$1,021,708 when compared to the increase of \$155,030 in the prior year. Key elements of the change from prior year are as follows:

- Consolidated tax revenues increased by \$2,260,251 from the prior year. This is revenue passed through from the State, which is the result of an increase in taxable sales as our economy slowly recovers.
- Property tax revenues increased by \$576,005 from the prior year. This is a result of the increase in assessed values.
- Increase in landfill fees of \$185,623.
- Gifts and donations increased by \$239,775.
- General fund expenditures increased by approximately \$2.2 million (or 3.7 percent). This increase was mostly due to an increase in salaries and benefits during the current fiscal year as a result of the cost of living adjustment, contract adjustments and merit increases and an increase in general fund full time equivalent employees.

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

Unrestricted net position at the end of the year amounted to \$409,354 in the Sewer Fund and \$267,038 in the Water Fund. The Sewer Funds total net position increased by \$781,473 and the Water Funds net position increased by \$602,614. Other factors concerning the finances of these two funds have already been addressed in the discussion of the City's business-type activities.

#### **General Fund Budgetary Highlights:**

Budgeted appropriations increased \$2,524,901 between the original budget and the final amended budget. The increase can be briefly summarized as follows:

- Carryover of program costs and savings from the prior year budget amounting to \$1,875,897 allocated to various departments.
- \$649,004 increase in various department appropriations offset by increases in charges for services, intergovernmental revenues, and other miscellaneous revenues.

Of this increase, \$168,440 was funded from charges for services, \$480,564 was funded from refunds, reimbursements, grants and donations, and \$1,875,897 was to be budgeted from available fund balance.

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

- Actual intergovernmental revenues were \$1,120,496 more than the final budget due to an increase of \$1,529,932 in consolidated tax revenue and \$63,573 in additional revenue from interlocal cooperative agreements. This increase is offset by a decrease of \$480,000 which was budgeted as an intergovernmental revenue but for financial reporting purposes was reclassified as a transfer in from the Redevelopment Revolving Fund.
- Actual expenditures by function were less than the final budget as a result of expenditure reductions, employee vacancies and unspent restricted funds that will be carried over to the next fiscal year's budget.

#### **Capital Asset and Debt Administration**

**Capital assets.** The City's investment in capital assets for its governmental and business-type activities as of June 30, 2015, amounts to \$534,743,320 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure, water capacity and water rights. The total increase in the City's investment in capital assets for the current fiscal year was 7.4 percent (an 11.1 percent increase for governmental activities and a 0.7 percent increase for business-type activities).

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

- Bureau of Land Management donated \$30.4 million in land in accordance with the Lands Bill.
- Fleet Facility Expansion Project also broke ground increasing construction in progress by \$1.6 million.
- Multi-Use Athletic Center broke ground in the current year increasing construction in progress by \$3.4 million.
- East-West Transmission Main Phase II and Waste Water Treatment Plan Phase I projects began in FY15 resulting in an increase in construction in progress the Sewer and Water Fund of approximately \$4 million.

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

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
Land	\$136,064,548	\$ 105,261,624	\$ 5,380,457	\$ 5,311,227	\$141,445,005	\$110,572,851
CIP - Infrastructure	1,635,460	508,349	-	-	1,635,460	508,349
Construction in progress	7,686,058	4,520,531	9,190,967	4,164,411	16,877,025	8,684,942
Buildings	51,263,225	52,522,102	14,979,520	15,396,210	66,242,745	67,918,312
Improvements other than						
Buildings	28,518,840	25,171,830	120,618,596	124,171,445	149,137,436	149,343,275
Machinery and equipment	9,467,069	8,994,011	3,310,910	3,261,598	12,777,979	12,255,609
Infrastructure	123,745,658	125,543,769	-	-	123,745,658	125,543,769
Water capacity	-	-	4,169,896	4,169,896	4,169,896	4,169,896
Water rights	-	-	18,712,116	18,712,116	18,712,116	18,712,116
<b>Total</b>	<b>\$358,380,858</b>	<b>\$322,522,216</b>	<b>\$176,362,462</b>	<b>\$175,186,903</b>	<b>\$534,743,320</b>	<b>\$497,709,119</b>

Additional information on the City's capital assets can be found in Note 3-B on pages 49-53 of this report.

**Long-term debt.** At the end of the current fiscal year, the City had total bonded debt outstanding of \$161,471,019. Of this amount, \$144,311,919 comprises debt backed by the full faith and credit of the government. The remainder of the City's bonded debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

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

	Governmental Activities		Business-Type Activities		Total	
	2015	2014	2015	2014	2015	2014
General obligation						
Bonds	\$67,590,000	\$58,015,000	\$76,721,919	\$76,733,928	\$144,311,919	\$134,788,928
Revenue bonds	17,159,100	18,047,900	-	-	17,159,100	18,047,900
Notes Payable	3,895,800	4,591,700	1,389,700	1,682,100	5,285,500	6,273,800
<b>Total</b>	<b>\$88,644,900</b>	<b>\$80,654,600</b>	<b>78,111,619</b>	<b>\$78,456,028</b>	<b>\$166,756,519</b>	<b>\$159,110,628</b>

The City's total bonded debt and notes payable increased by \$7,645,891 (4.8 percent) from the prior year due to the Infrastructure Sales Tax General Obligation Bond issuance of \$13,600,000 and General Obligation Revenue Bonds - State of Nevada Revolving Loan authorized \$30,750,000 in the prior year and \$4,696,527 was drawn down during the current year. Total new issues of \$18,296,527 are reduced by current year principal payments. Notes payable decreased by \$988,300 (15.8 percent) and Revenue Bonds decreased by \$888,800 (4.9%) due to current year principal payments.

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

State statutes limit the amount of general obligation debt a governmental entity may issue to 15 percent of its total assessed valuation. The current debt limitation for the City is \$200,701,004, which is significantly in excess of the City's outstanding general obligation debt.

Additional information on the City's long-term debt can be found in Note 3-D on pages 54-61 of this report.

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

- The City's unemployment rate was 7.3 percent at June 30, 2015, which is a decrease from a rate of 9.0 percent a year ago. The national and state unemployment rates were 5.5 percent and 6.9 percent, respectively, at June 30, 2015.
- The City's assessed value increased 3.9 percent in fiscal year 2014-15 to \$1.287 billion and increased 6.7 percent in fiscal year 2015-16 to \$1.373 billion.
- Consolidated tax revenue was projected to increase 4 percent for fiscal year 2015-16. July 2015 shows a 5.6 percent increase and August 2015 shows an 8.2 percent increase compared to the same months during fiscal year 2014-15.

All of these factors were considered in preparing the City's budget for the 2016 fiscal year.

During the current fiscal year, unrestricted fund balance in the General Fund increased from \$5,656,458 to \$6,813,213. The City has assigned \$1,945,189 of this amount for eliminating a 2016 fiscal year budget deficiency.

### **Requests for Information**

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

**BASIC FINANCIAL STATEMENTS**

**CARSON CITY**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2015**

	PRIMARY GOVERNMENT		
	GOVERNMENTAL	BUSINESS-TYPE	TOTAL
	ACTIVITIES	ACTIVITIES	
<b>ASSETS</b>			
Cash and investments	\$ 34,104,102	\$ 5,824,022	\$ 39,928,124
Receivables (net of allowances for uncollectibles)	3,139,819	4,110,683	7,250,502
Due from other governments	7,894,795	487,547	8,382,342
Due from component units	19,185	-	19,185
Due from primary government	-	-	-
Internal balances	382,532	(382,532)	-
Inventories	213,616	338,066	551,682
Prepays	161,292	3,970	165,262
Restricted assets:			
Cash and investments	1,000,599	-	1,000,599
Other assets	70,000	-	70,000
Net OPEB asset	41,946	-	41,946
Capital assets (net of accumulated depreciation):			
Land	136,064,548	5,380,457	141,445,005
Construction in progress - infrastructure	1,635,460	-	1,635,460
Construction in progress	7,686,058	9,190,967	16,877,025
Buildings	51,263,225	14,979,520	66,242,745
Improvements other than buildings	28,518,840	120,618,596	149,137,436
Machinery and equipment	9,467,069	3,310,910	12,777,979
Infrastructure	123,745,658	-	123,745,658
Water capacity	-	4,169,896	4,169,896
Water rights	-	18,712,116	18,712,116
Total Assets	<u>405,408,744</u>	<u>186,744,218</u>	<u>592,152,962</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred PERS contributions	9,147,681	1,154,703	10,302,384
Deferred actuarial adjustment to 2014 contributions	38,958	4,914	43,872
Deferred loss on refundings	2,851,748	851,031	3,702,779
Total Deferred Outflows of Resources	<u>12,038,387</u>	<u>2,010,648</u>	<u>14,049,035</u>
Total Assets and Deferred Outflows of Resources	<u>417,447,131</u>	<u>188,754,866</u>	<u>606,201,997</u>
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	7,957,361	2,550,716	10,508,077
Accrued interest payable	749,361	663,731	1,413,092
Due to other governments	308,724	190,008	498,732
Due to component units	202,072	-	202,072
Due to primary government	-	-	-
Unearned revenue	135,662	286,386	422,048
Other liabilities	81,827	7,200	89,027
Current liabilities payable from restricted assets	1,000,599	-	1,000,599
Noncurrent liabilities:			
Due within one year	6,620,449	5,656,722	12,277,171
Due in more than one year	94,980,481	74,916,885	169,897,366
Net OPEB obligation	16,619,780	2,474,778	19,094,558
Net PERS obligation	65,898,311	8,311,500	74,209,811
Total Liabilities	<u>194,554,627</u>	<u>95,057,926</u>	<u>289,612,553</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred earnings on PERS investments	13,841,344	1,745,755	15,587,099
Deferred difference between expected and actual PERS experience	3,153,597	397,751	3,551,348
Deferred gain on refundings	-	117,514	117,514
Total Deferred Inflows of Resources	<u>16,994,941</u>	<u>2,261,020</u>	<u>19,255,961</u>
Total Liabilities and Deferred Inflows of Resources	<u>211,549,568</u>	<u>97,318,946</u>	<u>308,868,514</u>
<b>NET POSITION</b>			
Net investment in capital assets	293,236,174	95,262,713	388,498,887
Restricted for:			
General government	279,265	-	279,265
Public safety	865,555	-	865,555
Judicial	291,000	-	291,000
Health	596,617	-	596,617
Welfare	43	-	43
Culture and recreation	2,979,242	-	2,979,242
Debt service	-	-	-
Redevelopment	457,589	-	457,589
Claims	2,757,800	-	2,757,800
Unrestricted	(95,565,722)	(3,826,793)	(99,392,515)
Total Net Position	<u>\$ 205,897,563</u>	<u>\$ 91,435,920</u>	<u>\$ 297,333,483</u>

See accompanying notes.

COMPONENT UNITS			
AIRPORT AUTHORITY		CONVENTION AND VISITORS' BUREAU	
\$	474,916	\$	987,651
	7,857		168,331
	-		42,700
	-		-
	202,072		-
	-		-
	-		6,827
	5,166		250
	-		-
	182,693		-
	-		-
	146,542		-
	-		-
	-		-
	-		7,969
	113,759		77,622
	-		-
	-		-
	-		-
	<u>1,133,005</u>		<u>1,291,350</u>
	13,892		59,237
	314		202
	-		-
	<u>14,206</u>		<u>59,439</u>
	<u>1,147,211</u>		<u>1,350,789</u>
	69,525		73,233
	-		-
	-		5,884
	-		-
	-		13,302
	-		-
	11,087		-
	-		-
	21,618		-
	518,310		54,985
	-		-
	<u>203,442</u>		<u>340,878</u>
	<u>823,982</u>		<u>488,282</u>
	42,731		71,598
	20,487		16,313
	-		-
	<u>63,218</u>		<u>87,911</u>
	<u>887,200</u>		<u>576,193</u>
	260,301		85,591
	-		-
	-		-
	-		-
	-		-
	-		572,624
	-		-
	-		-
	(290)		116,381
\$	<u>260,011</u>	\$	<u>774,596</u>

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2015**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES		
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Primary government:				
Governmental Activities:				
General government	\$ 14,332,092	\$ 2,747,130	\$ 703,474	\$ -
Public safety	33,270,317	1,587,007	851,528	14,000
Judicial	5,908,078	1,634,912	99,959	-
Public works	9,903,839	195,610	1,500,827	1,888,325
Sanitation	1,876,842	3,645,563	-	-
Health	6,197,262	742,478	3,091,039	-
Welfare	2,013,875	-	292,128	-
Culture and recreation	9,562,092	1,458,645	402,944	30,444,654
Community support	1,067,743	-	-	-
Airport	344,845	-	-	1,603,931
Economic opportunity	87,026	-	462,009	-
Debt Service:				
Interest and fiscal charges	3,535,870	-	-	-
Total Governmental Activities	88,099,881	12,011,345	7,403,908	33,950,910
Business-Type Activities:				
Sewer	9,307,854	10,017,282	-	58,538
Water	13,171,346	13,700,586	-	328,012
Stormwater Drainage	1,104,191	1,395,114	-	109,349
Ambulance	3,270,221	3,136,867	-	-
Cemetery	225,667	99,686	-	-
Building Permits	642,601	574,056	-	-
Total Business-Type Activities	27,721,880	28,923,591	-	495,899
Total Primary Government	\$ 115,821,761	\$ 40,934,936	\$ 7,403,908	\$ 34,446,809
Component units:				
Airport Authority	\$ 1,920,406	\$ 296,482	\$ 1,449,227	\$ -
Convention and Visitors' Bureau	1,382,234	27,100	62,985	-
Total Component Units	\$ 3,302,640	\$ 323,582	\$ 1,512,212	\$ -
General Revenues:				
Property taxes				
Sales taxes				
Unrestricted intergovernmental revenues - Consolidated tax				
Franchise taxes				
Other taxes				
Room taxes				
Motor vehicle fuel tax				
Unrestricted investment income				
Miscellaneous revenue				
Gain on sale of capital assets				
Transfers				
Total General Revenues and Transfers				
Change in Net Position				
NET POSITION, JULY 1				
Prior-period restatement				
NET POSITION, JULY 1, as restated				
NET POSITION, JUNE 30				

See accompanying notes.



NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION			COMPONENT UNITS	
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	AIRPORT AUTHORITY	CONVENTION AND VISITORS' BUREAU
\$ (10,881,488)	\$ -	\$ (10,881,488)	\$ -	\$ -
(30,817,782)	-	(30,817,782)	-	-
(4,173,207)	-	(4,173,207)	-	-
(6,319,077)	-	(6,319,077)	-	-
1,768,721	-	1,768,721	-	-
(2,363,745)	-	(2,363,745)	-	-
(1,721,747)	-	(1,721,747)	-	-
22,744,151	-	22,744,151	-	-
(1,067,743)	-	(1,067,743)	-	-
1,259,086	-	1,259,086	-	-
374,983	-	374,983	-	-
(3,535,870)	-	(3,535,870)	-	-
(34,733,718)	-	(34,733,718)	-	-
-	767,966	767,966	-	-
-	857,252	857,252	-	-
-	400,272	400,272	-	-
-	(133,354)	(133,354)	-	-
-	(125,981)	(125,981)	-	-
-	(68,545)	(68,545)	-	-
-	1,697,610	1,697,610	-	-
(34,733,718)	1,697,610	(33,036,108)	-	-
-	-	-	(174,697)	-
-	-	-	-	(1,292,149)
-	-	-	(174,697)	(1,292,149)
26,661,147	-	26,661,147	200,259	-
6,298,574	-	6,298,574	-	-
22,993,975	-	22,993,975	-	-
5,446,480	-	5,446,480	-	-
130,249	-	130,249	-	-
-	-	-	-	1,422,989
4,670,983	-	4,670,983	-	-
206,828	37,662	244,490	477	7,094
251,943	-	251,943	-	-
164,799	48,009	212,808	-	23,566
(64,733)	64,733	-	-	-
66,760,245	150,404	66,910,649	200,736	1,453,649
32,026,527	1,848,014	33,874,541	26,039	161,500
248,087,908	98,948,593	347,036,501	475,873	997,004
(74,216,872)	(9,360,687)	(83,577,559)	(241,901)	(383,908)
173,871,036	89,587,906	263,458,942	233,972	613,096
<u>\$ 205,897,563</u>	<u>\$ 91,435,920</u>	<u>\$ 297,333,483</u>	<u>\$ 260,011</u>	<u>\$ 774,596</u>

See accompanying notes.

**CARSON CITY  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
JUNE 30, 2015**

	GENERAL	INFRASTRUCTURE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and investments	\$ 5,904,137	\$ 13,828,978	\$ 9,165,632	\$ 28,898,747
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	654,919	-	88,183	743,102
Accounts receivable	1,875,765	-	37,798	1,913,563
Interest	72,196	-	-	72,196
Due from other funds	-	-	28,763	28,763
Due from other governments	4,208,530	197,569	3,488,696	7,894,795
Due from component units	13,302	-	5,883	19,185
Inventories	2,753	-	-	2,753
Prepaid items	85,810	-	64,001	149,811
Restricted assets:				
Cash and investments	980,580	-	20,019	1,000,599
Total Assets	<u>\$ 13,797,992</u>	<u>\$ 14,026,547</u>	<u>\$ 12,898,975</u>	<u>\$ 40,723,514</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 953,550	\$ 232,539	\$ 2,829,870	\$ 4,015,959
Accrued salaries and benefits	3,290,067	-	288,217	3,578,284
Due to other funds	-	-	28,763	28,763
Due to other governments	214,049	-	94,675	308,724
Due to component units	202,072	-	-	202,072
Other liabilities	81,827	-	-	81,827
Unearned revenue	2,184	-	133,478	135,662
Payable from restricted assets	980,580	-	20,019	1,000,599
Total Liabilities	<u>5,724,329</u>	<u>232,539</u>	<u>3,395,022</u>	<u>9,351,890</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent landfill fees	1,187	-	-	1,187
Unavailable revenue - delinquent property taxes	444,164	-	61,874	506,038
Total Deferred Inflows of Resources	<u>445,351</u>	<u>-</u>	<u>61,874</u>	<u>507,225</u>
Fund balances:				
Nonspendable	88,563	-	64,001	152,564
Restricted	726,536	13,794,008	8,091,977	22,612,521
Committed	-	-	7,726	7,726
Assigned	2,855,740	-	1,278,375	4,134,115
Unassigned	3,957,473	-	-	3,957,473
Total Fund Balances	<u>7,628,312</u>	<u>13,794,008</u>	<u>9,442,079</u>	<u>30,864,399</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 13,797,992</u>	<u>\$ 14,026,547</u>	<u>\$ 12,898,975</u>	<u>\$ 40,723,514</u>

See accompanying notes.

**CARSON CITY, NEVADA**  
**RECONCILIATION OF THE BALANCE SHEET**  
**TO THE STATEMENT OF NET POSITION**  
**GOVERNMENTAL FUNDS**  
**JUNE 30, 2015**

Fund Balances - Governmental Funds (page 9)		\$ 30,864,399
<p>Amounts reported for governmental activities in the statement of net position (pages 5-6) are different because:</p>		
<p>Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.</p>		
Governmental capital assets	\$ 453,801,746	
Less: Accumulated depreciation	<u>(98,104,687)</u>	355,697,059
<p>Net OPEB asset is not a financial resource and, therefore, is not reported in the governmental funds.</p>		
		41,946
<p>Long-term liabilities, deferred outflows of resources and deferred inflows of resources, including bonds payable, are not due and payable in the current period, and therefore are not reported in the governmental funds.</p>		
General obligation revenue bonds payable	(67,590,000)	
Notes payable	(3,895,800)	
Revenue bonds payable	(17,159,100)	
Issuance premium	(2,683,282)	
Less: current year amortization	191,467	
Landfill closure / post closure costs	(3,498,748)	
Net OPEB obligation	(16,359,798)	
Net PERS obligation	(64,384,433)	
Deferred outflows of resources:		
Deferred PERS contributions	8,938,415	
Deferred actuarial adjustment to 2014 contributions	38,063	
Deferred loss on refundings	2,851,748	
Deferred inflows of resources:		
Deferred earnings on PERS investments	(13,523,368)	
Deferred difference between expected and actual PERS experience	(3,081,149)	
Compensated absences	<u>(5,774,657)</u>	(185,930,642)
Interest payable		(749,361)
<p>Deferred inflows of resources represent amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds.</p>		
		507,225
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. Net position of the internal service funds are reported with governmental activities.</p>		
		5,084,405
<p>Internal balances are receivable from business-type activities.</p>		
		<u>382,532</u>
Net Position - Governmental Activities (pages 5-6)		<u><u>\$ 205,897,563</u></u>

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	GENERAL	INFRASTRUCTURE FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>Revenues:</b>				
Taxes	\$ 21,787,285	\$ 821,866	\$ 13,507,773	\$ 36,116,924
Licenses and permits	6,807,369	-	216,574	7,023,943
Intergovernmental revenues	23,704,138	-	9,937,608	33,641,746
Charges for services	11,501,032	-	398,789	11,899,821
Fines and forfeits	818,911	-	40,366	859,277
Miscellaneous	1,830,460	70,084	637,700	2,538,244
<b>Total Revenues</b>	<b>66,449,195</b>	<b>891,950</b>	<b>24,738,810</b>	<b>92,079,955</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	14,925,271	-	572,701	15,497,972
Public safety	29,094,708	-	1,182,823	30,277,531
Judicial	5,401,494	-	189,207	5,590,701
Public works	1,829,518	-	6,714,449	8,543,967
Sanitation	1,506,921	-	170,710	1,677,631
Health	2,547,798	99,966	2,773,474	5,421,238
Welfare	318,563	-	1,691,835	2,010,398
Culture and recreation	5,499,512	54,338	2,155,958	7,709,808
Community support	463,770	190,182	243,220	897,172
Economic opportunity	-	-	138,778	138,778
Capital outlay	61,592	745,895	9,320,891	10,128,378
<b>Debt service:</b>				
Principal retirement	-	-	4,974,700	4,974,700
Interest and fiscal charges	-	-	3,171,918	3,171,918
<b>Total Expenditures</b>	<b>61,649,147</b>	<b>1,090,381</b>	<b>33,300,664</b>	<b>96,040,192</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>4,800,048</b>	<b>(198,431)</b>	<b>(8,561,854)</b>	<b>(3,960,237)</b>
<b>Other Financing Sources (Uses):</b>				
Debt issued	-	13,600,000	-	13,600,000
Refunding debt issued	-	-	8,400,000	8,400,000
Premium on debt issued	-	392,439	1,178,784	1,571,223
Payment to refunded bond escrow agent	-	-	(9,418,592)	(9,418,592)
Sale of capital assets	-	-	64,812	64,812
Transfers in	554,977	-	10,266,079	10,821,056
Transfers out	(4,178,287)	-	(7,129,290)	(11,307,577)
<b>Total Other Financing Sources (Uses)</b>	<b>(3,623,310)</b>	<b>13,992,439</b>	<b>3,361,793</b>	<b>13,730,922</b>
<b>Net Change in Fund Balances</b>	<b>1,176,738</b>	<b>13,794,008</b>	<b>(5,200,061)</b>	<b>9,770,685</b>
Fund Balances, July 1	6,451,574	-	14,642,140	21,093,714
Fund Balances, June 30	<u>\$ 7,628,312</u>	<u>\$ 13,794,008</u>	<u>\$ 9,442,079</u>	<u>\$ 30,864,399</u>

See accompanying notes.

**CARSON CITY, NEVADA  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES  
TO THE STATEMENT OF ACTIVITIES  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015**

Net Change in Fund Balances - Governmental Funds (page 11)	\$	9,770,685
<p>Amounts reported for governmental activities in the statement of activities (pages 7-8) are different because:</p>		
<p>Governmental funds report capital outlays as expenditures and the proceeds from the sale of assets as other financing sources. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and only the gain or loss is recorded when assets are sold.</p>		
Expenditures for capital assets	\$	10,128,378
Contributions of capital assets from business-type activities		43,005
Donated capital assets		31,158,197
Sale/disposition of assets		99,987
Less: Current year depreciation		<u>(7,459,742)</u>
		33,969,825
<p>Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.</p>		
Change in unavailable revenue		(94,320)
<p>Bond and note proceeds and capital leases provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of bonds and note principal and capital leases is an expenditure in the governmental fund, but the repayment reduces long-term liabilities in the statement of net position. This is the amount by which bonds and notes issued and capital lease financing exceeded repayments and costs of issuance.</p>		
Bonds issued		(22,000,000)
Bond premiums		(1,571,223)
Accrued interest		(749,361)
Capital lease payments		6,081
Interest payments		495,922
Principal payments		4,974,700
Payment to escrow agent for refunding		<u>9,418,592</u>
		(9,425,289)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.</p>		
Amortization of loss on bond refunding		(301,980)
Amortization of bond premiums		191,467
Change in long-term landfill closure / post closure		(133,032)
Change in net OPEB asset		(24,565)
Change in net OPEB obligation		(3,158,580)
Change in net PERS obligation		8,127,458
Change in deferred outflows of resources		8,976,478
Change in deferred inflows of resources		(16,604,517)
Change in long-term compensated absences		<u>(321,088)</u>
		(3,248,359)
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. The net income of the internal service funds is reported with governmental activities.</p>		
		<u>1,053,985</u>
Change in Net Assets of Governmental Activities (pages 7-8)	\$	<u><u>32,026,527</u></u>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
<b>Revenues:</b>				
Taxes	\$ 21,916,181	\$ 21,916,181	\$ 21,787,285	\$ (128,896)
Licenses and permits	7,015,785	7,015,785	6,807,369	(208,416)
Intergovernmental revenues	22,525,682	22,583,642	23,704,138	1,120,496
Charges for services	11,181,984	11,350,424	11,501,032	150,608
Fines and forfeits	863,100	863,100	818,911	(44,189)
Miscellaneous	1,096,350	1,518,954	1,830,460	311,506
<b>Total Revenues</b>	<b>64,599,082</b>	<b>65,248,086</b>	<b>66,449,195</b>	<b>1,201,109</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	14,872,690	15,678,892	14,925,271	753,621
Public safety	28,387,243	29,559,359	29,094,708	464,651
Judicial	5,286,515	5,618,153	5,401,494	216,659
Public works	1,831,668	1,831,668	1,829,518	2,150
Sanitation	1,627,819	1,707,819	1,506,921	200,898
Health	2,523,302	2,951,028	2,547,798	403,230
Welfare	455,159	455,159	318,563	136,596
Culture and recreation	5,487,583	5,695,486	5,499,512	195,974
Community support	467,254	467,254	463,770	3,484
Capital Outlay	53,750	81,082	61,592	19,490
<b>Total Expenditures</b>	<b>60,992,983</b>	<b>64,045,900</b>	<b>61,649,147</b>	<b>2,396,753</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>3,606,099</b>	<b>1,202,186</b>	<b>4,800,048</b>	<b>3,597,862</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	83,230	83,230	554,977	471,747
Transfers out	(4,052,566)	(4,174,550)	(4,178,287)	(3,737)
Contingency	(650,000)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(4,619,336)</b>	<b>(4,091,320)</b>	<b>(3,623,310)</b>	<b>468,010</b>
<b>Net Change in Fund Balances</b>	<b>(1,013,237)</b>	<b>(2,889,134)</b>	<b>1,176,738</b>	<b>4,065,872</b>
Fund Balances, July 1	4,575,677	6,451,574	6,451,574	-
Fund Balances, June 30	\$ 3,562,440	\$ 3,562,440	\$ 7,628,312	\$ 4,065,872

See accompanying notes.

**CARSON CITY  
INFRASTRUCTURE FUND  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015**

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
Revenues:				
Taxes	\$ 787,133	\$ 787,133	\$ 821,866	\$ 34,733
Miscellaneous	-	-	70,084	70,084
Total Revenues	<u>787,133</u>	<u>787,133</u>	<u>891,950</u>	<u>104,817</u>
Expenditures:				
Current:				
Health	-	97,281	99,966	(2,685)
Culture & recreation	-	55,589	54,338	1,251
Community support	-	194,561	190,182	4,379
Capital Outlay	700,000	13,645,008	745,895	12,899,113
Total Expenditures	<u>700,000</u>	<u>13,992,439</u>	<u>1,090,381</u>	<u>12,902,058</u>
Excess (Deficiency) of Revenues over Expenditures	<u>87,133</u>	<u>(13,205,306)</u>	<u>(198,431)</u>	<u>13,006,875</u>
Other Financing Sources (Uses):				
Debt issued	-	13,600,000	13,600,000	-
Premium on debt issued	-	392,439	392,439	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>13,992,439</u>	<u>13,992,439</u>	<u>-</u>
Net Change in Fund Balances	<u>87,133</u>	<u>787,133</u>	<u>13,794,008</u>	<u>13,006,875</u>
Fund Balances, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, June 30	<u>\$ 87,133</u>	<u>\$ 787,133</u>	<u>\$ 13,794,008</u>	<u>\$ 13,006,875</u>

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2015**  
**(PAGE 1 OF 2)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 2,428,532	\$ 2,114,166	\$ 1,281,324	\$ 5,824,022	\$ 5,205,355
Receivables:					
Accounts and contracts, net	1,097,836	1,726,383	1,286,464	4,110,683	410,958
Due from other governments	79,060	408,487	-	487,547	-
Inventories	-	314,257	23,809	338,066	210,863
Prepaid items	873	2,597	500	3,970	11,481
Total Current Assets	<u>3,606,301</u>	<u>4,565,890</u>	<u>2,592,097</u>	<u>10,764,288</u>	<u>5,838,657</u>
Noncurrent assets:					
Other assets	-	-	-	-	70,000
Capital assets:					
Land	824,434	2,667,793	1,888,230	5,380,457	-
Water capacity	-	4,169,896	-	4,169,896	-
Buildings	15,294,301	4,558,519	590,143	20,442,963	-
Improvements other than buildings	101,974,549	106,262,997	7,580,295	215,817,841	-
Machinery and equipment	4,749,671	4,663,444	2,023,579	11,436,694	1,258,660
Water rights	-	18,712,116	-	18,712,116	-
Construction in progress	4,497,769	4,593,850	99,348	9,190,967	1,823,300
	127,340,724	145,628,615	12,181,595	285,150,934	3,081,960
Less: Accumulated depreciation	<u>(62,456,785)</u>	<u>(43,884,398)</u>	<u>(2,447,289)</u>	<u>(108,788,472)</u>	<u>(398,163)</u>
Net Capital Assets	<u>64,883,939</u>	<u>101,744,217</u>	<u>9,734,306</u>	<u>176,362,462</u>	<u>2,683,797</u>
Total Noncurrent Assets	<u>64,883,939</u>	<u>101,744,217</u>	<u>9,734,306</u>	<u>176,362,462</u>	<u>2,753,797</u>
Total Assets	<u>68,490,240</u>	<u>106,310,107</u>	<u>12,326,403</u>	<u>187,126,750</u>	<u>8,592,454</u>
Deferred outflows of resources:					
Deferred PERS Contributions	256,883	322,757	575,063	1,154,703	209,266
Deferred Actuarial Adjustment to 2014 Contributions	1,093	1,373	2,448	4,914	895
Deferred loss on refundings	191,872	532,124	127,035	851,031	-
Total Deferred Outflows of Resources	<u>449,848</u>	<u>856,254</u>	<u>704,546</u>	<u>2,010,648</u>	<u>210,161</u>
Total Assets and Deferred Outflows of Resources	<u>68,940,088</u>	<u>107,166,361</u>	<u>13,030,949</u>	<u>189,137,398</u>	<u>8,802,615</u>

See accompanying notes.



**CARSON CITY**  
**STATEMENT OF NET POSITION**  
**PROPRIETARY FUNDS**  
**JUNE 30, 2015**  
**(PAGE 2 OF 2)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	\$ 1,125,544	\$ 910,926	\$ 107,989	\$ 2,144,459	\$ 305,972
Accrued salaries and benefits	130,442	147,745	128,070	406,257	57,144
Accrued interest	123,952	526,398	13,381	663,731	-
Due to other governments	-	188,237	1,771	190,008	-
Unearned revenue	817	2,645	282,924	286,386	-
Other current liabilities	-	-	-	-	804,086
Current portion:					
Commitments payable	-	7,200	-	7,200	-
Accrued compensated absences	26,414	12,274	63,594	102,282	41,005
General obligation bonds and notes payable	1,895,298	3,232,541	426,601	5,554,440	-
Total Current Liabilities	<u>3,302,467</u>	<u>5,027,966</u>	<u>1,024,330</u>	<u>9,354,763</u>	<u>1,208,207</u>
Noncurrent liabilities:					
Accrued compensated absences	251,453	275,649	329,004	856,106	299,547
Net OPEB obligation	527,612	663,033	1,284,133	2,474,778	259,982
Net PERS obligation	1,847,824	2,322,767	4,140,909	8,311,500	1,513,878
Other liabilities	-	-	-	-	46,172
General obligation bonds and notes payable	12,395,478	57,522,061	4,143,240	74,060,779	-
Total Noncurrent Liabilities	<u>15,022,367</u>	<u>60,783,510</u>	<u>9,897,286</u>	<u>85,703,163</u>	<u>2,119,579</u>
Total Liabilities	<u>18,324,834</u>	<u>65,811,476</u>	<u>10,921,616</u>	<u>95,057,926</u>	<u>3,327,786</u>
Deferred inflows of resources:					
Deferred earnings on PERS investments	388,119	487,876	869,760	1,745,755	317,976
Deferred difference between expected and actual PERS experience	88,429	111,157	198,165	397,751	72,448
Deferred gain on refundings	39,844	77,670	-	117,514	-
Total Deferred Inflows of Resources	<u>516,392</u>	<u>676,703</u>	<u>1,067,925</u>	<u>2,261,020</u>	<u>390,424</u>
Total Liabilities and Deferred Inflows of Resources	<u>18,841,226</u>	<u>66,488,179</u>	<u>11,989,541</u>	<u>97,318,946</u>	<u>3,718,210</u>
<b>NET POSITION</b>					
Net investment in capital assets	49,689,508	40,411,144	5,162,061	95,262,713	2,517,003
Restricted Claims	-	-	-	-	2,757,800
Unrestricted	409,354	267,038	(4,120,653)	(3,444,261)	(190,398)
Total Net Position	<u>\$ 50,098,862</u>	<u>\$ 40,678,182</u>	<u>\$ 1,041,408</u>	91,818,452	<u>\$ 5,084,405</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				(382,532)	
Net position of business - type activities				<u>\$ 91,435,920</u>	

See accompanying notes.

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**CARSON CITY**  
**STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			TOTAL ENTERPRISE FUNDS	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS		
Operating Revenues:					
Charges for services	\$ 10,015,582	\$ 13,460,101	\$ 5,202,698	\$ 28,678,381	\$ 12,864,933
Operating Expenses:					
Salaries and wages	1,477,482	1,568,557	1,852,609	4,898,648	974,297
Employee benefits	688,567	861,127	1,077,931	2,627,625	427,287
Services and supplies	3,338,211	5,320,345	1,700,000	10,358,556	11,662,474
Depreciation	3,296,397	3,267,904	392,799	6,957,100	98,856
Total Operating Expenses	8,800,657	11,017,933	5,023,339	24,841,929	13,162,914
Operating Income (Loss)	1,214,925	2,442,168	179,359	3,836,452	(297,981)
Nonoperating Revenues (Expenses):					
Investment income	9,741	21,864	6,057	37,662	29,186
Miscellaneous	-	16,674	3,025	19,699	58,014
Interest expense	(399,475)	(2,047,604)	(101,673)	(2,548,752)	-
Federal interest subsidy	1,700	223,811	-	225,511	-
Gain (loss) on sales of capital assets	5,004	(19,823)	(19,283)	(34,102)	-
Bond issuance costs	(68,652)	(62,130)	(57,184)	(187,966)	-
Total Nonoperating Revenues (Expenses)	(451,682)	(1,867,208)	(169,058)	(2,487,948)	87,200
Income (Loss) Before Contributions and Transfers	763,243	574,960	10,301	1,348,504	(210,781)
Capital Contributions:					
Capital assets	-	-	103,200	103,200	-
Capital grants	-	267,393	-	267,393	781,856
Developers	17,606	37,021	6,149	60,776	-
Connection fees	40,932	23,598	-	64,530	-
Total Capital Contributions	58,538	328,012	109,349	495,899	781,856
Transfers In	-	-	491,800	491,800	378,783
Transfers Out	(40,308)	(300,358)	(43,396)	(384,062)	-
Total Transfers	(40,308)	(300,358)	448,404	107,738	378,783
Change in Net Position	781,473	602,614	568,054	1,952,141	949,858
Net Position, July 1	51,398,471	42,691,545	5,136,982		5,839,528
Prior period restatement	(2,081,082)	(2,615,977)	(4,663,628)		(1,704,981)
Net Position, July 1, (as restated)	49,317,389	40,075,568	473,354		4,134,547
Net Position, June 30	\$ 50,098,862	\$ 40,678,182	\$ 1,041,408		\$ 5,084,405
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				(104,127)	
Change in net position of business - type activities				\$ 1,848,014	

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 1 OF 2)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received for services	\$ 9,907,563	\$ 13,423,314	\$ 5,300,854	\$ 28,631,731	\$ 1,647,739
Cash received from employee contributions	-	-	-	-	1,878,120
Cash received from employer contributions	-	-	-	-	9,340,446
Cash payments for personnel costs	(2,015,680)	(2,225,407)	(2,837,100)	(7,078,187)	(1,349,991)
Cash payments for services and supplies	(3,292,404)	(5,178,515)	(1,700,616)	(10,171,535)	(11,435,182)
Miscellaneous cash received	-	16,674	3,025	19,699	58,014
Net Cash Provided (Used) by Operating Activities	<u>4,599,479</u>	<u>6,036,066</u>	<u>766,163</u>	<u>11,401,708</u>	<u>139,146</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfer to other funds	(40,308)	(300,358)	(43,396)	(384,062)	-
Transfer from other funds	-	-	491,800	491,800	378,783
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(40,308)</u>	<u>(300,358)</u>	<u>448,404</u>	<u>107,738</u>	<u>378,783</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from capital debt	2,670,480	1,820,530	207,634	4,698,644	-
Connection fees	40,932	23,598	-	64,530	-
Acquisition of capital assets	(3,403,450)	(4,441,314)	(369,797)	(8,214,561)	(1,900,871)
Principal paid on capital debt	(1,966,850)	(3,028,588)	(400,500)	(5,395,938)	-
Interest paid on capital debt	(411,464)	(2,109,513)	(82,406)	(2,603,383)	-
Bond issuance costs	(68,652)	(62,130)	(57,184)	(187,966)	-
Federal interest subsidy	1,700	223,811	-	225,511	-
Subsidy from grant	-	267,393	-	267,393	781,856
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(3,137,304)</u>	<u>(7,306,213)</u>	<u>(702,253)</u>	<u>(11,145,770)</u>	<u>(1,119,015)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment income	9,741	21,864	6,057	37,662	29,186
Net Increase (Decrease) in Cash and Cash Equivalents	1,431,608	(1,548,641)	518,371	401,338	(571,900)
Cash and Cash Equivalents, July 1	<u>996,924</u>	<u>3,662,807</u>	<u>762,953</u>	<u>5,422,684</u>	<u>5,777,255</u>
Cash and Cash Equivalents, June 30	<u>\$ 2,428,532</u>	<u>\$ 2,114,166</u>	<u>\$ 1,281,324</u>	<u>\$ 5,824,022</u>	<u>\$ 5,205,355</u>

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 2 OF 2)**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS				GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
	SEWER	WATER	OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:					
Operating income (loss)	\$ 1,214,925	\$ 2,442,168	\$ 179,359	\$ 3,836,452	\$ (297,981)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	3,296,397	3,267,904	392,799	6,957,100	98,856
Miscellaneous revenues	-	16,674	3,025	19,699	58,014
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(107,576)	(40,245)	103,604	(44,217)	1,372
Due from other governments	(72,168)	176,665	-	104,497	-
Inventories		(12,777)	3,046	(9,731)	(33,915)
Prepaid items	26,530	6,846	10,944	44,320	9,536
PERS deferred outflows	(257,976)	(324,130)	(577,511)	(1,159,617)	(210,161)
Increase (decrease) in:					
Accounts payable	91,445	77,214	61,724	230,383	19,977
Accrued salaries and benefits	32,560	49,325	(24,099)	57,786	(5,747)
Due to other governments	-	(106,118)	(80,104)	(186,222)	(11,323)
Unearned revenue	(44)	(142)	(1,674)	(1,860)	-
Connection deposits	(399)	3,600		3,201	-
Accrued compensated absences	(1,482)	(3,877)	(11,174)	(16,533)	11,873
Net OPEB obligation	133,977	177,136	161,018	472,131	56,307
Net PERS obligation	(233,258)	(293,210)	(522,719)	(1,049,187)	(191,103)
Other liabilities	-	-	-	-	243,017
PERS deferred outflows	476,548	599,033	1,067,925	2,143,506	390,424
Total Adjustments	3,384,554	3,593,898	586,804	7,565,256	437,127
Net Cash Provided (Used) by Operating Activities	\$ 4,599,479	\$ 6,036,066	\$ 766,163	\$ 11,401,708	\$ 139,146
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:					
Purchase of capital assets on account	\$ 874,110	\$ 332,893	\$ 2,404	\$ 1,209,407	\$ 90,472
Purchase of capital assets due to other governments	-	562	-	562	-
Retainage payable on construction of capital assets	29,542	237,814	-	267,356	76,324
Contributed capital assets	17,606	37,021	-	54,627	-

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2015**

	<u>INVESTMENT TRUST FUND</u>	<u>AGENCY FUNDS</u>
<b>ASSETS</b>		
Cash and investments		
Unrestricted	\$ 7,508,965	\$ 593,864
Cash held by Commission	-	85,342
Taxes receivable, delinquent	-	506,848
Due from other governments	-	62,074
	<u>7,508,965</u>	<u>1,248,128</u>
Total Assets		
<b>LIABILITIES</b>		
Accounts payable	-	30,840
Due to other governments	-	1,193,318
Other liabilities	-	23,970
	<u>-</u>	<u>1,248,128</u>
Total Liabilities		
<b>NET POSITION</b>		
Held in trust for pool participants	<u>\$ 7,508,965</u>	<u>\$ -</u>

See accompanying notes.

**CARSON CITY**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	<u>INVESTMENT TRUST FUND</u>
<b>ADDITIONS</b>	
Investment income	\$ 55,107
Capital share transactions:	
Shares sold	<u>5,494,664</u>
Total Additions	<u>5,549,771</u>
<b>DEDUCTIONS</b>	
Capital share transactions:	
Shares redeemed	<u>5,477,555</u>
Change in Net Position	72,216
Net Position, July 1	<u>7,436,749</u>
Net Position, June 30	<u><u>\$ 7,508,965</u></u>

See accompanying notes.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

**A. REPORTING ENTITY**

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

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

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

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

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

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

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

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

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

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



**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

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

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

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

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

The government reports the following major governmental fund:

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

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

The government reports the following major proprietary funds:

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

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

Additionally, the government reports the following fund types:

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

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

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

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

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

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

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

**1. Deposits and Investments**

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

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

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

Investments are reported at fair value.

**2. Investment Pool Investment Income**

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

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

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**3. Receivables and Payables**

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.” Operating appropriations and subsidies are accounted for as transfers in the funds involved.

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

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

The Ambulance Fund accounts receivable are presented net of the allowance for uncollectible accounts. Allowance for uncollectible accounts at June 30, 2015 is \$95,266 and represents claims outstanding more than 180 days. Total uncollectible ambulance charges written off during the period amounted to \$737,547.

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

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

**4. Inventories and Prepaid Items**

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The City uses the consumption method, expenses are recorded to the period in which those services were used.

**5. Restricted Assets**

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

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**6. Capital Assets**

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

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

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

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

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

**7. Long-Term Obligations**

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

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

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

**8. Pension**

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

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**9. Deferred Outflows and Deferred Inflows of Resources and Restatements**

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

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

- Unamortized gains or losses resulting from advance bond refunding's are presented as deferred inflows of resources and deferred outflows of resources.
- Delinquent property taxes and delinquent landfill fees are presented in the General Fund and Other Governmental Funds as a deferred inflow of resources, specifically unavailable revenue-delinquent property taxes and delinquent landfill fees. Property tax revenues are considered "delinquent" when the due date of an assessment has passed and any statutory appeal rights have expired. Landfill fees earned but delinquent are considered delinquent if unpaid within 10 days of the due date.
- In fiscal year 2015, the City implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71 *Pension Transition for Contributions Made Subsequent to the Measurement Date*. The City participates in Public Employees' Retirement System of the State of Nevada (PERS), and will now present the City's portion of PERS Obligation on the Statement of Net Position. In addition, the City will recognize differences between expected and actual experience and the net difference between projected and actual earnings on pension plan investments as a deferred inflow of resources, and changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions and City contributions subsequent to the measurement date as deferred outflows of resources. Contributions subsequent to the measurement date include fiscal year 2015 contributions made by the City to PERS. All other deferred amounts were obtained from the Schedule of Employer Allocations, Schedule of Pension Amounts by Employer, and Related Notes Report prepared by PERS for the Fiscal Year Ended June 30, 2014.

**10. 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.

**11. Equity Classifications**

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

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

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

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Fund Balance Classification:

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

- Nonspendable: This classification includes amounts that cannot be spent because they are either (a) not in spendable form or (b) are legally or contractually required to be maintained intact.
- Restricted: This classification includes amounts for which constraints have been placed on the use of the resources either (a) externally imposed by creditors (such as through a debt covenant), grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation.
- Committed: This classification includes amounts that can be used only for specific purposes pursuant to constraints imposed by formal action of the Board of Supervisors. These amounts cannot be used for any other purpose unless the Board of Supervisors removes or changes the specified use by taking the same type of action (resolution) that was employed when the funds were initially committed.
- Assigned: This classification includes amounts that are constrained by the City's intended use for a specific purpose but are neither restricted nor committed. The Board of Supervisors, in accordance with the Fund Balance Policy, has delegated the authority to assign fund balance for specific purposes to the City Manager or the Finance Director. This classification also includes the remaining positive fund balance for all governmental funds except for the General Fund.
- Unassigned: This classification includes the residual fund balance for the General Fund. The General Fund is the only fund that would report a positive amount in unassigned fund balance. The unassigned classification also includes negative residual fund balance of any other governmental fund that cannot be eliminated by offsetting of assigned fund balance amounts.

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

Spending Order of Fund Balances:

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

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

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

**12. 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, District Attorney and Human Resources Director in order that a budget may be prepared. Before April 15th, a tentative budget is submitted to the Board of Supervisors, the Redevelopment Authority, and the State of Nevada. The City then holds a series of public hearings and a final budget must be prepared and adopted no later than June 1st.

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

**B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

Total expenses exceed those budgeted for the year in the Workers' Compensation Fund by \$183,558, an apparent violation of NRS 354.626.

Total expenses exceed those budgeted for the year in the Cemetery Fund by \$18,933, an apparent violation of NRS 354.626.

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

**A. DEPOSITS AND INVESTMENTS**

At year end, the City's carrying amount of deposits was \$13,681,921 and the bank balance was \$8,903,283. All of the bank balance was covered by FDIC, SIPC, or collateralized by the Office of the State Treasurer/Nevada Collateral Pool.

The carrying amount of deposits for Carson City Airport Authority, discretely presented component unit, was \$474,916, and the bank balance was \$476,444. All of the bank balance was covered by federal depository insurance or by collateral held by the component unit's agent in the component unit's name. As of June 30, 2015, the Carson City Convention and Visitors Bureau is investing in the Carson City Investment Pool, their balance is \$987,351.

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	Fair Value	Less Than 1	Investment Maturities (in Years)		
			1-5	6-10	10+
U.S. Treasuries	\$ 10,654,845	\$ -	\$ 10,654,845	\$ -	\$ -
U.S. Agencies	11,217,049	2,463,989	6,542,237	1,964,493	246,330
Corporate Bonds	7,296,556	389,691	5,926,218	319,178	661,469
Money Market Mutual Fund	1,479,531	1,479,531	-	-	-
State of Nevada:					
Local Government					
Investment Pool	5,681,730	5,681,730	-	-	-
Total	\$ 36,329,711	\$10,014,941	\$ 23,123,300	\$ 2,283,671	\$ 907,799

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

The following procedures will be applied:

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

*Credit Risk.* Funds invested with the State of Nevada Treasurer in the Local Government Investment Pool may be invested as permitted by Nevada Revised Statutes. City policy does not further restrict these investments. As of June 30, 2015, the City’s investments in U.S Agencies were rated AA- by Standard and Poor’s and A1 by Moody’s Investors Service. The City’s investment in the State of Nevada Local Government Investment Pool is an unrated external investment pool with an average duration of 108 days. The City’s investments in corporate bonds were rated as follows:

	<u>AAA</u>	<u>AA</u>	<u>A</u>	<u>BAA</u>	<u>Not Rated</u>
Moody’s	\$2,607,117	\$ 590,101	\$2,350,367	\$80,169	\$1,668,801
S&P	2,769,429	1,231,463	1,789,174	-	1,506,490

*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, 2015, the following investments exceeded 5% of the City’s total:

Federal Home Loan Mortgage Corporation	\$5,959,917	16.41%
Federal National Mortgage Association	4,050,257	11.15%

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

Cash on hand	\$ 7,584
Carrying amount of deposits	13,681,921
Carrying amount of investments	<u>36,329,711</u>
	\$50,019,216
Less: Carrying amount of deposits held for component unit	<u>(987,664)</u>
	<u>\$49,031,552</u>
Cash and investments – governmental activities	\$34,104,102
Cash and investments – business-type activities	5,824,022
Cash and investments – investment trust fund	7,508,965
Cash and investments – agency funds	593,864
Cash and investments – restricted	<u>1,000,598</u>
	<u>\$49,031,552</u>



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

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

Summary of investments held in the external investment pool at June 30, 2015:

<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	\$ 10,654,845	\$ 10,650,000	0.50-1.50%	08/31/2016-02/29/2020
U.S. Agencies	11,217,049	11,057,073	0.0-6.3%	08/18/2015-07/01/2035
Corporate Bonds	7,296,556	7,229,893	0.0-5.46%	04/15/2016-10/01/2046
Money Market Mutual Fund	1,479,531	1,477,272	0.0-1.3%	07/01/2015
State of Nevada Local Government Investment Pool	<u>5,681,730</u>	5,681,730	Variable	07/01/2015
Total Pooled Investments	<u>\$36,329,711</u>			

**External Investment Pool financial statements:**

**Statement of Net Position, June 30, 2015**

Assets:	
Investments in securities:	
U.S. Treasuries	\$10,654,845
U.S. Agencies	11,217,049
Corporate Bonds	7,296,556
Money Market Mutual Fund	1,479,531
State of Nevada Local Government Investment Pool	5,681,730
Interest receivable	<u>72,196</u>
Total Assets	<u>\$36,401,907</u>
Net position consists of:	
Internal participants	\$28,892,942
External participants	<u>7,508,965</u>
Total Net Position Held in Trust for Pool Participants (Participant units outstanding, \$1.00/par)	<u>\$36,401,907</u>

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**Statement of Changes in Net Position, Year Ended June 30, 2015**

Additions:	
Capital share transactions	\$ 4,257,978
Investment income	448,314
Realized gains (losses)	(104,876)
Unrealized gains (losses)	<u>33,086</u>
Total Additions	<u>4,634,502</u>
Deductions:	
Investment fees	<u>53,081</u>
Total Deductions	<u>53,081</u>
Net Increase	4,581,421
Net position:	
Beginning of Year	<u>\$31,820,486</u>
End of Year	<u>\$36,401,907</u>

**B. CAPITAL ASSETS**

Capital asset activity of the primary government for the year ended June 30, 2015, was as follows:

	Balance <u>July 1, 2014</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers</u>	Balance <u>June 30, 2015</u>
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$105,261,624	\$ 30,802,924	\$ -	\$ -	\$136,064,548
Construction in progress – infrastructure	508,349	1,247,378	-	(120,267)	1,635,460
Construction in progress	<u>4,520,531</u>	<u>5,935,800</u>	<u>(750)</u>	<u>(2,769,523)</u>	<u>7,686,058</u>
Total Capital Assets not being Depreciated	<u>110,290,504</u>	<u>37,986,102</u>	<u>(750)</u>	<u>(2,889,790)</u>	<u>145,386,066</u>
Capital assets, being depreciated:					
Buildings	74,033,465	146,600	-	81,054	74,261,119
Improvements other than buildings	41,814,806	2,137,234	(13,799)	2,497,607	46,435,848
Machinery and equipment	32,029,286	2,568,174	(1,164,718)	182,453	33,615,195
Infrastructure	<u>156,301,765</u>	<u>647,636</u>	<u>-</u>	<u>236,077</u>	<u>157,185,478</u>
Total Capital Assets being Depreciated	<u>304,179,322</u>	<u>5,499,644</u>	<u>(1,178,517)</u>	<u>2,997,191</u>	<u>311,497,640</u>
Less accumulated depreciation for:					
Buildings	(21,511,363)	(1,486,531)	-	-	(22,997,894)
Improvements other than buildings	(16,642,976)	(1,274,032)	-	-	(17,917,008)
Machinery and equipment	(23,035,275)	(2,116,211)	1,075,254	(71,896)	(24,148,128)
Infrastructure	<u>(30,757,996)</u>	<u>(2,681,824)</u>	<u>-</u>	<u>-</u>	<u>(33,439,820)</u>
Total Accumulated Depreciation	<u>(91,947,610)</u>	<u>(7,558,598)</u>	<u>1,075,254</u>	<u>(71,896)</u>	<u>(98,502,850)</u>
Total Capital Assets being Depreciated, Net	<u>212,231,712</u>	<u>(2,058,954)</u>	<u>(103,263)</u>	<u>2,925,295</u>	<u>212,994,790</u>
Governmental Activities Capital Assets, Net	<u>\$322,522,216</u>	<u>\$35,927,148</u>	<u>\$(104,013)</u>	<u>\$ 35,505</u>	<u>\$358,380,856</u>

**CARSON CITY**  
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	Balance July 1, 2014	Increases	Decreases	Transfers	Balance June 30, 2015
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 5,311,227	\$ 65,230	\$ -	\$ 4,000	\$ 5,380,457
Construction in progress	4,164,411	6,262,069	-	(1,235,513)	9,190,967
Water rights	18,712,116	-	-	-	18,712,116
Water Capacity	4,169,896	-	-	-	4,169,896
	<hr/>				
Total Capital Assets not being Depreciated	32,357,650	6,327,299	-	(1,231,513)	37,453,436
Capital assets, being depreciated:					
Buildings	20,442,963	-	-	-	20,442,963
Improvements other than buildings	213,690,810	895,518	-	1,231,513	215,817,841
Machinery and equipment	11,463,170	961,862	(880,937)	(107,401)	11,436,694
	<hr/>				
Total Capital Assets being Depreciated	245,596,943	1,857,380	(880,937)	1,124,112	247,697,498
Less accumulated depreciation for:					
Buildings	(5,046,753)	(416,690)	-	-	(5,463,443)
Improvements other than buildings	(89,519,365)	(5,679,880)	-	-	(95,199,245)
Machinery and equipment	(8,201,572)	(860,530)	864,422	71,896	(8,125,784)
	<hr/>				
Total Accumulated Depreciation	(102,767,690)	(6,957,100)	864,422	71,896	(108,788,472)
Total Capital Assets being Depreciated, Net	142,829,253	(5,099,720)	(16,515)	1,196,008	138,909,026
	<hr/>				
Business-type activities capital assets, net	\$175,186,903	\$ 1,227,579	\$ (16,515)	\$ (35,505)	\$176,362,462

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

Governmental activities:	
General government	\$ 325,766
Judicial	52,917
Public safety	1,525,540
Public works	3,140,347
Airport	344,845
Health	593,492
Culture and recreation	1,476,835
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	<u>98,856</u>
Total Depreciation Expense – Governmental Activities	<u>\$7,558,598</u>
Business-type activities:	
Ambulance	\$ 64,993
Sewer	3,296,397
Water	3,267,904
Cemetery	14,842
Storm Drainage	312,964
Building Permits	<u>-</u>
Total Depreciation Expense – Business-Type Activities	<u>\$6,957,100</u>

**CARSON CITY**  
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**Construction commitments**

The City was committed to construction projects in various funds, as of June 30, 2015, as follows:

Project Name Contract Number <u>Vendor Name</u>	<u>Bid Award</u>	Value of Work Completed as of <u>June 30, 2015</u>	Remaining Commitment as of <u>June 30, 2015</u>
<u>Stormwater Drainage Fund:</u>			
Washington Street Storm Drain Improvements			
#1415-164			
Coons Construction	96,120	-	96,120
<u>Sewer Fund:</u>			
Water Reclamation Plant Improvements			
#1314-127			
Carollo Engineers	2,996,000	2,508,001	487,999
CMAR Pre-Construction WWTP			
#1314-132A			
KG Walters	293,500	40,649	252,851
West 8 <sup>th</sup> Street Sewer Replacement			
#1415-156			
ARMAC	147,012	34,683	112,329
Clear Creek Ave Sanitary Sewer Extension			
#1415-171			
A&K Earth Movers	876,000	-	876,000
Mountain Street Utility Rehab			
#1415-189			
Sierra Nevada Construction, Inc.	1,865,007	-	1,865,007
<u>Infrastructure Fund:</u>			
Design Animal Services Facility			
#1415-113			
BDA	283,995	215,012	68,983
Animal Shelter Facility			
#1415-143			
Shaheen Beauchamp	3,063,000	-	3,063,000
<u>Regional Transportation Fund:</u>			
Long Street Sidewalk			
#1415-169			
Justin Wilson Construction, LLC	147,924	-	147,924
East Williams Street Shared Use Path			
#1415-136			
A&K Earth Movers	<u>218,445</u>	<u>-</u>	<u>218,445</u>
Total	<u>\$ 9,987,003</u>	<u>\$ 2,798,345</u>	<u>\$ 7,188,658</u>

Other Commitments:

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

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

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

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

As of June 30, 2015, Phase 2B had not yet been completed and, as such, the \$.03 tax payments mentioned above remain deferred.

**Discretely presented component units**

Activity for the Airport Authority for the year ended June 30, 2015 was as follows:

	<u>Balance</u> <u>July 1, 2014</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2015</u>
Capital assets not being depreciated:				
Land	\$ 146,542	\$ -	\$ -	\$146,542
 Total Capital Assets not being Depreciated	<u>146,542</u>	<u>-</u>	<u>-</u>	<u>146,542</u>
Capital assets being depreciated:				
Machinery and equipment	705,815	-	-	705,815
Less accumulated depreciation for:				
Machinery and equipment	<u>(569,218)</u>	<u>(22,838)</u>	<u>-</u>	<u>(592,056)</u>
 Total Capital Assets being Depreciated, Net	<u>136,597</u>	<u>(22,838)</u>	<u>-</u>	<u>113,759</u>
 Airport Authority Capital Assets, Net	<u>\$ 283,139</u>	<u>\$(22,838)</u>	<u>\$ -</u>	<u>\$260,301</u>

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Activity for the Visitors Bureau for the year ended June 30, 2015 was as follows:

	<u>Balance</u> <u>July 1, 2014</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2015</u>
Capital assets, not being depreciated:				
Website	\$ 41,028	\$ -	\$ -	\$ 41,028
Marketing van, not yet placed in service	<u>21,837</u>	<u>-</u>	<u>(21,837)</u>	<u>-</u>
Total Capital Assets not being Depreciated	<u>62,865</u>	<u>-</u>	<u>(21,837)</u>	<u>41,028</u>
Capital assets, being depreciated:				
Buildings	161,388	-	(161,388)	-
Improvement other than buildings	8,729	8,388	(8,729)	8,388
Machinery and equipment	<u>8,132</u>	<u>40,622</u>	<u>(8,132)</u>	<u>40,622</u>
Total Capital Assets being Depreciated	<u>178,249</u>	<u>49,010</u>	<u>(178,349)</u>	<u>49,010</u>
Less accumulated depreciation for:				
Buildings	(84,954)	-	84,954	-
Improvements other than buildings	(8,729)	(419)	8,729	(419)
Machinery and equipment	<u>(8,132)</u>	<u>(4,028)</u>	<u>8,132</u>	<u>(4,028)</u>
Total Accumulated Depreciation	<u>(101,815)</u>	<u>(4,447)</u>	<u>101,815</u>	<u>(4,447)</u>
Total Assets Being Depreciated, Net	<u>76,434</u>	<u>44,563</u>	<u>(76,434)</u>	<u>76,434</u>
Convention and Visitor's Bureau Capital Assets, Net	<u>\$ 139,299</u>	<u>\$ 44,563</u>	<u>\$(98,271)</u>	<u>\$ 85,591</u>

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

The composition of interfund balances as of June 30, 2015, is as follows:

**Due to/from other funds:**

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Nonmajor governmental funds	Nonmajor governmental funds	<u>\$28,763</u>

The above interfund balances at June 30, 2015 are generally short-term loans to cover temporary cash deficits in various funds. They are expected to be repaid in the next fiscal year.

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

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Primary government – General Fund	Component unit – Carson City Visitors' Bureau	<u>\$ 13,302</u>
Primary government - Nonmajor Governmental Funds	Component unit – Carson City Visitors' Bureau	<u>\$ 5,883</u>
Component unit – Airport Authority	Primary government – General Fund	<u>\$ 202,072</u>

**CARSON CITY**  
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**Interfund transfers:**

<u>Transfers out:</u>	<u>Transfers In:</u>				<u>Total</u>
	<u>General Fund</u>	<u>Internal Service Funds</u>	<u>Nonmajor Enterprise Funds</u>	<u>Nonmajor Governmental Funds</u>	
General Fund	\$ -	\$ -	\$475,000	\$3,703,287	\$4,178,287
Sewer Fund	-	23,508	16,800	-	40,308
Water Fund	-	300,358	-	-	300,358
Nonmajor Governmental Funds	554,977	11,521	-	6,562,792	7,129,290
Nonmajor Enterprise Funds	-	43,396	-	-	43,396
<b>Total Transfers</b>	<b>\$554,977</b>	<b>\$378,783</b>	<b>\$ 491,800</b>	<b>\$10,266,079</b>	<b>\$11,691,639</b>

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

**D. LONG-TERM DEBT**

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

General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year. Governmental-type general obligation bonds issued during the year include \$8,400,000 V&T Historical Refunding Bonds, proceeds were used to refund the 2005B V&T Historical Bonds, and \$13,600,000 Infrastructure Sales Tax Bonds, proceeds are to be spent on Capital Projects of the City.

Business-type general obligation bonds through the State of Nevada revolving loan program were authorized on April 4, 2014 up to the amounts of \$6,000,000 in Water Bonds, \$22,900,000 in Sewer Bonds and \$1,850,000 for Stormwater Drainage Bonds. At June 30, 2015 amounts drawn and payable are \$1,876,355 from Water, \$2,789,042 from Sewer, and \$376,041 from Stormwater Drainage. General obligation revenue bonds through the State of Nevada revolving loan program were issued to finance capital improvement projects for the City's public water and sewer systems. On October 7, 2014 the City issued General Obligation Water Refunding Bonds series 2014C and General Obligation Sewer Refunding Bonds series 2014D, in amounts of \$5,337,000 and \$3,638,000 respectively. Proceeds were used to refund 2003A and 2005A Water Bonds, and 2003B Sewer Bonds and 2005B Stormwater Bonds. General obligation bonds currently outstanding are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities	3.00-5.00%	\$ 24,710,000
Governmental activities - refunding	2.00-5.00%	42,880,000
Business-type activities	0.0-6.662%	48,246,919
Business-type activities - refunding	2.0-5.000%	28,475,000

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

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities: Regional Transportation	2.0-5.34%	\$ 17,159,100

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

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Governmental activities:		
Capital Projects	1.880%	\$ 449,600
Installment purchase agreement	2.650%	1,037,200
Landfill capital equipment	2.230%	1,575,000
911 Surcharge capital equipment	2.230%	834,000
Business-type activities:		
Stormwater Drainage	1.880%	460,800
Sewer	1.880%	928,900

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

Governmental activities

The City has pledged 15% of the Consolidated tax revenue receipts for the repayment of various General Obligation Revenue bonds consisting of the Capital Improvement Bonds Series 2005, Refunding Bonds series 2010, Medium Term Capital Improvement Bonds series 2012, 2013 Installment Purchase Agreement, Refunding Bonds Series 2013A, Medium Term Landfill Capital Acquisition Bonds Series 2014, and Medium Term 911 Surcharge Capital Acquisition Bonds Series 2014. The total principal and interest remaining to be paid on the bonds is \$50,514,874 payable through fiscal year 2033. For the current year, principal and interest paid for the bonds totaled \$4,048,639 and pledged revenues totaled \$3,449,096.

The City has pledged future 1/4 cent voter approved (Quality of Life) sales tax revenues to repay \$10,549,300 in Park Bonds Series 2005, Parks Refunding Bonds Series 2010, Parks Medium Term Refunding Bonds Series 2012, and Parks Refunding Bonds Series 2013C. Proceeds of the bonds provided financing for new parks facilities, to purchase open space and to improve and equip current parks facilities. The bonds are intended to be paid solely from the 1/4 cent tax revenues and are payable through fiscal year 2030. Annual principal and interest payments on the bonds are expected to require 38% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$10,189,121. For the current year, principal and interest paid for the bonds totaled \$826,798 and pledged revenues totaled \$2,190,782.

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 and \$8,400,000 General Obligation V&T Historical Refunding Bonds Series 2014E. The bonds are intended to be paid solely from the 1/8 cent tax revenues and are payable through fiscal year 2026. Annual principal and interest payments on the bonds are expected to require 98% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$11,480,875. For the current year, principal and interest paid for the bonds totaled \$1,068,396 and pledged revenues totaled \$1,095,148.

The City has pledged future 1/8 cent sales tax revenue (NRS 377B), to repay \$13,600,000 in General Obligation Infrastructure Sales Tax Bonds 2014F. The bonds are intended to be paid solely from the 1/8 cent tax revenues and are payable through fiscal year Fiscal Year 2045. Annual principal and interest payments on the bonds are expected to require 0% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$23,101,295. For the current year, principal and interest paid for the bonds totaled \$0, and pledged revenues totaled \$821,866.

The City has pledged room tax to repay \$3,350,000 in Room Tax Refunding Revenue Supported Bonds. The bonds are intended to be paid solely from room tax and are payable through fiscal year 2023. Annual principal and interest payments on the bonds are expected to require 26% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$3,071,460. For the current year, principal and interest paid for the bonds totaled \$349,155 and pledged revenues totaled \$1,362,937.

The City has pledged motor vehicle fuel tax revenues to repay \$2,645,000 in Highway Revenue (Motor Vehicle Fuel Tax) Improvement Bonds Series 2003; \$9,055,000 in Highway Revenue (Motor Vehicle Fuel Tax) Improvement Bonds Series 2008, \$7,900,000 in Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Improvement Bonds Series 2010, and \$3,332,300 in Refunding Highway Revenue (Motor Vehicle Fuel Tax) Subordinate Lien Refunding Bonds Series 2012. The bonds are secured solely from motor vehicle fuel tax and are payable through fiscal year 2030. Annual principal and interest payments



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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 \$23,443,785. For the current year, principal and interest paid for the bonds totaled \$1,697,036 and pledged revenues totaled \$2,606,416.

Business-type activities

The City has pledged future sewer utility customer revenues, connection fees and investment earnings, net of specified operating expenses to repay \$22,550,900 in sewer utility system general obligation revenue bonds issued between fiscal years 1995 and 2014. Sewer State Revolving Fund Bonds issued April 4, 2014 totaled \$22,900,000 are not fully drawn down, as of June 30, 2015 only \$2,789,042 was drawn. Proceeds from the bonds provided financing for expansion of, and improvements to, the sewer utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2034. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$16,552,097. For the current year, principal and interest paid for the bonds totaled \$2,343,143 and net pledged revenues totaled \$4,495,043.

The City has pledged future water utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$69,053,355 in water utility system general obligation revenue bonds issued between fiscal years 1998 and 2014. Water State Revolving Fund Bonds issued April 4, 2014 totaled \$6,000,000 are not fully drawn down, as of June 30, 2015 only \$1,876,355 was drawn. Proceeds from the bonds provided financing for expansion of, and improvements to, the water utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2040. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$83,186,729. For the current year, principal and interest paid for the bonds totaled \$5,076,193 and net pledged revenues totaled \$5,933,889.

The City has pledged future storm drainage utility customer revenues and connection fees and investment earnings, net of specified operating expenses to repay \$6,527,041 in storm drainage utility system general obligation revenue bonds issued between fiscal years 2005 and 2014. Stormwater State Revolving Fund Bonds issued April 4, 2014 totaled \$1,850,000 are not fully drawn down, as of June 30, 2015 only \$376,041 was drawn. Proceeds from the bonds provided financing for expansion of, and improvements to, the storm drainage utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2034. Annual principal and interest payments on the bonds are expected to require as much as 100% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$5,352,440. For the current year, principal and interest paid for the bonds totaled \$514,367 and net pledged revenues totaled \$713,404.

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

**Advanced Refundings.** During the year ended June 30, 2015 the City had the following advanced refundings:

On October 7, 2014, the City issued \$5,337,000 of General Obligation (Limited Tax) Water Refunding Bonds (Additionally Secured by Pledged Revenues) Series 2014C to provide resources to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$5,135,000 of Water Bonds. The refunding was undertaken to refund the "General Obligation (Limited Tax) Water Bonds (Additionally Secured by Pledged Revenue) Series 2003A" maturing on November 1, 2015 and "General Obligation (Limited Tax) Water Bonds (Additionally Secured by Pledged Revenue) Series 2005A" maturing on June 1, 2025. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the Government Wide Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$188,677. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is the same as the old debt. The advanced refunding resulted in a decrease in total debt service payments over the next ten years of \$329,559 and an economic gain of \$289,658. The total amount of the outstanding debt defeased and placed in an irrevocable trust at October 7, 2014 was \$5,339,899.

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On October 7, 2014, the City issued \$3,638,000 of General Obligation (Limited Tax) Sewer Refunding Bonds (Additionally Secured by Pledged Revenues) Series 2014D to provide resources to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$3,485,000 of Sewer and Storm Drainage Bonds. The refunding was undertaken to refund the “General Obligation (Limited Tax) Sewer Bonds (Additionally Secured by Pledged Revenue) Series 2003B” maturing on November 1, 2015 and “General Obligation (Limited Tax) Drainage Bonds (Additionally Secured by Pledged Revenue) Series 2005B” maturing on June 1, 2025. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the Government Wide Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$124,145. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is the same as the old debt. The advanced refunding resulted in a decrease in total debt service payments over the next ten years of \$210,200 and an economic gain of \$179,102. The total amount of the outstanding debt defeased and placed in an irrevocable trust at October 7, 2014 was \$3,623,651.

On December 17, 2014, the City issued \$8,400,000 of General Obligation (Limited Tax) V&T Historical Refunding Bonds (Additionally Secured by Pledged Revenues) Series 2014E to provide resources to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$9,035,000 of V&T Historical Bonds. The refunding was undertaken to refund the “General Obligation (Limited Tax) V&T Historical Bonds (Additionally Secured by Pledged Revenue)” maturing on December 1, 2025. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the Government Wide Statement of Net Position. The reacquisition price exceeded the net carrying amount of the old debt by \$368,357. This amount is being netted against the new debt and amortized over the remaining life of the new debt, which is the same as the old debt. The advanced refunding resulted in a decrease in total debt service payments over the next ten years of \$858,886 and an economic gain of \$762,186. The total amount of the outstanding debt defeased and placed in an irrevocable trust at December 17, 2014 was \$9,418,592.

**Conduit Debt.** On March 4, 2002, October 1, 2003, and October 27, 2005, the City issued \$45,185,000, \$95,000,000, and \$15,000,000, respectively, in revenue bonds for Carson-Tahoe Regional Healthcare, a non-profit corporation. As of September 1, 2012 the City issued \$52,930,000 in Hospital Revenue Refunding Bonds (Carson Tahoe Regional HealthCare Project) Series 2012 for the sole purpose of refunding \$20,180,000 of the March 4, 2002 Hospital Revenue Bonds (Carson-Tahoe Hospital Project) Series 2002 and \$39,035,000 of the October 1, 2003 Hospital Revenue Bonds (Carson-Tahoe Hospital Project) Series 2003A. The bonds issued pursuant to NRS Chapter 268, are not obligations of the City, nor shall they ever constitute a debt of the City and therefore have been excluded from the City’s financial statements. The principal balance outstanding at June 30, 2015 was \$103,195,000.

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**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2015, was as follows:

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
<b>Governmental Activities:</b>					
<b>Bonds payable:</b>					
<b>General obligation revenue bonds:</b>					
3.0 to 4.4% Parks general obligation revenue bonds series 2005, due 03/01/25 - \$980,000	\$ 95,000	\$ -	\$ (45,000)	\$ 50,000	\$ 50,000
3.0 to 4.625% Parks general obligation revenue bonds series 2005, due 03/01/30 - \$5,835,000	60,000	-	(30,000)	30,000	30,000
4.0 to 5.0% Sheriff/Hospital general obligation revenue bonds series 2005A, due 05/01/33 - \$18,000,000	8,805,000	-	(165,000)	8,640,000	375,000
4.0 to 5.0% Capital Projects general obligation revenue bonds series 2005A, due 05/01/30 - \$8,000,000	1,950,000	-	(270,000)	1,680,000	280,000
4.0 to 5.0% Refunding general obligation revenue bonds series 2005A, due 05/01/22 - \$8,040,000	6,320,000	-	(10,000)	6,310,000	790,000
4.0 to 4.50% V&T Historical general obligation revenue bonds series 2005B, due 12/01/25 - \$15,000,000	10,425,000	-	(9,715,000)	710,000	710,000
2.0 to 3.5% Park refunding general obligation revenue bonds series 2010, due 5/01/19 - \$2,505,000	1,690,000	-	(315,000)	1,375,000	330,000
2.0 to 4.0% Various Purpose refunding general obligation revenue bonds series 2010, due 6/01/21 - \$4,705,000	3,605,000	-	(565,000)	3,040,000	585,000
2.2 to 3.5% Various Purpose refunding general obligation revenue bonds series 2013A, due 5/31/30 - \$16,520,000	15,490,000	-	(1,025,000)	14,465,000	-
2.0 to 2.5% Room Tax refunding general obligation revenue bonds series 2013B, due 6/01/23 - \$3,350,000	3,070,000	-	(285,000)	2,785,000	290,000
2.0 to 4.0% Parks refunding general obligation revenue bonds series 2013C, due 3/01/30 - \$6,555,000	6,505,000	-	-	6,505,000	-
2.0 to 5.0% V&T refunding general obligation revenue bonds series 2014E, due 12/01/25 - \$8,400,000	-	8,400,000	-	8,400,000	-
3.0 to 5.0% Infrastructure Sales Tax general obligation revenue bonds series 2014F, due 9/01/44 - \$13,600,000	-	13,600,000	-	13,600,000	-
Subtotal	<u>58,015,000</u>	<u>22,000,000</u>	<u>(12,425,000)</u>	<u>67,590,000</u>	<u>3,440,000</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	280,000	-	(280,000)	-	-
4.9% 2008 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/27 - \$9,055,000	7,499,900	-	(288,500)	7,211,400	299,200
5.340% 2010 Highway Revenue motor vehicle fuel tax revenue bonds, due 11/01/29 - \$7,900,000	6,972,000	-	(283,200)	6,688,800	298,800
2.370% 2012 Highway Revenue motor vehicle fuel tax revenue bonds, due 5/01/24 - \$3,332,300	3,296,000	-	(37,100)	3,258,900	330,600
Subtotal	<u>18,047,900</u>	<u>-</u>	<u>(888,800)</u>	<u>17,159,100</u>	<u>928,600</u>
<b>Notes Payable:</b>					
1.88% Parks refunding general obligation (limited tax) medium-term note dated 7/18/12, due 12/15/14 - \$794,300	169,300	-	(169,300)	-	-
1.88% Capital Projects general obligation (limited tax) medium-term note dated 7/8/12, due 3/1/17 - \$1,100,000	668,200	-	(218,600)	449,600	222,700

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2015, was as follows:

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
<b>Notes Payable (Continued):</b>					
2.65% Installment purchase agreement, building purchase, medium-term note dated 4/24/13, due 4/1/28 - \$1,169,500	\$ 1,103,200	\$ -	\$ (66,000)	\$ 1,037,200	\$ 67,800
2.230% Landfill general obligation (limited tax) medium-term note dated 6/24/2014, due 6/1/2024 - \$1,733,000	1,733,000	-	(158,000)	1,575,000	159,000
2.230% 911 Surcharge general obligation (limited tax) medium-term note dated 6/24/14, due 6/1/24 - \$918,000	918,000	-	(84,000)	834,000	85,000
Subtotal	<u>4,591,700</u>	<u>-</u>	<u>(695,900)</u>	<u>3,895,800</u>	<u>534,500</u>
<b>Deferred amounts:</b>					
For issuance premiums	1,127,294	1,571,223	(206,702)	2,491,815	214,369
Total Bonds and Notes Payable	81,781,894	23,571,223	(14,216,402)	91,136,715	5,117,469
<b>Incurred but not Reported Claims Liability:</b>	607,241	1,192,614	(949,597)	850,258	804,086
<b>Capital Leases:</b>	6,081		(6,081)	-	-
<b>Landfill Closure/Post closure costs:</b>	3,365,716	133,032		3,498,748	121,597
<b>Compensated Absences Payable:</b>	5,782,248	4,278,608	(3,945,647)	6,115,209	577,297
Governmental Activity Long-Term Liabilities	<u>91,543,180</u>	<u>29,175,477</u>	<u>(19,117,727)</u>	<u>101,600,930</u>	<u>6,620,449</u>
<b>Business Type Activities:</b>					
<b>Bonds payable:</b>					
<b>General obligation revenue bonds:</b>					
3.0 to 5.0% Water refunding general obligation revenue bonds series 2003, due 11/01/15 - \$1,360,000	320,000	-	(320,000)	-	-
3.5 to 4.2% Water general obligation revenue bonds series 2005A, due 6/01/25 - \$9,000,000	5,825,000	-	(5,390,000)	435,000	435,000
4.0% Sewer general obligation revenue bonds, dated 1994 State of Nevada revolving loan, due 7/01/14 - \$2,400,000	94,124	-	(94,124)	-	-
3.825% Sewer general obligation revenue bonds, dated 1996 State of Nevada revolving loan, due 07/01/15 - \$2,120,000	232,448	-	(153,493)	78,955	78,955
3.23% Sewer general obligation revenue bonds, dated 1998 State of Nevada revolving loan, due 07/01/18 - \$6,096,302	1,881,604	-	(395,007)	1,486,597	407,869
3.0 to 5.0% Sewer refunding general obligation revenue bonds series 2003, due 11/01/15 - \$1,410,000	330,000	-	(330,000)	-	-
3.0 to 4.25% Drainage general obligation revenue bonds series 2005B, due 06/01/25 - \$6,000,000	3,885,000	-	(3,595,000)	290,000	290,000
0% Water general obligation revenue bonds series 2009 State of Nevada revolving loan, due 07/01/29 - \$3,400,000	2,848,648	-	(183,783)	2,664,865	183,784
6.662% Water general obligation revenue bonds series 2010A, due 11/01/39 - \$10,100,000	10,100,000	-	-	10,100,000	-
2.0 to 4.125% Water refunding general obligation revenue bonds series 2010B, due 11/01/21 - \$7,095,000	5,560,000	-	(475,000)	5,085,000	435,000
3.75% Water general obligation revenue bonds series 2010E State of Nevada revolving loan due 7/1/2030 authorized up to - \$21,900,000	21,380,497		(1,058,804)	20,321,693	1,085,761
2.0-4.5% Sewer refunding general obligation revenue bonds series 2010D, due 11/1/29 - \$2,690,000	1,555,000	-	(295,000)	1,260,000	300,000

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**Changes in long-term liabilities.** Long-term liability activity of the primary government for the year ended June 30, 2015, was as follows:

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
<b>General obligation revenue bonds (Continued):</b>					
3.75% Sewer general obligation revenue bonds series 2010F State of Nevada revolving loan due 7/1/2030 - \$2,748,556	\$ 2,561,696	\$ -	\$ (128,325)	\$ 2,433,371	\$ 131,410
4% Water general obligation revenue bonds series 2012, due 11/1/31 - \$3,750,000	3,520,000	-	(140,000)	3,380,000	145,000
4% Water refunding general obligation revenue bonds series 2012, due 11/1/26 - \$11,565,000	11,040,000	-	(575,000)	10,465,000	600,000
3.966% Sewer general obligation revenue bonds series 2012, due 11/1/31 - \$2,250,000	2,100,000	-	(85,000)	2,015,000	85,000
4% Sewer refunding general obligation revenue bonds series 2012, due 11/1/23 - \$3,685,000	3,195,000	-	(460,000)	2,735,000	480,000
2.79% Sewer general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$22,900,000	120,562	2,668,480	-	2,789,042	-
2.79% Water general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$6,000,000	55,826	1,820,529	-	1,876,355	39,129
2.79% Stormwater general obligation revenue bonds series 2014 State of Nevada revolving loan due 1/1/2034 - \$1,850,000	168,523	207,518	-	376,041	-
2.53% Water refunding general obligation revenue bonds series 2014C, due 6/1/25 - \$5,337,000	-	5,337,000	(21,000)	5,316,000	209,000
2.53% Sewer refunding general obligation revenue bonds series 2014, due 12/1/15 - \$172,000	-	172,000	(1,000)	171,000	171,000
2.53% Stormwater refunding general obligation revenue bonds series 2014, due 6/1/25 - \$3,466,000	-	3,466,000	(23,000)	3,443,000	39,000
Subtotal	<u>76,773,928</u>	<u>13,671,527</u>	<u>(13,723,536)</u>	<u>76,721,919</u>	<u>5,115,908</u>
<b>Notes Payable:</b>					
1.88% Drainage refunding general obligation (limited tax) medium-term bond, due 09/01/19 - \$713,400	558,300	-	(97,500)	460,800	98,900
1.88% Sewer refunding general obligation (limited tax) medium-term bond, due 09/01/19 - \$1,436,500	1,123,800	-	(194,900)	928,900	200,000
Subtotal	<u>1,682,100</u>	<u>-</u>	<u>(292,400)</u>	<u>1,389,700</u>	<u>298,900</u>
<b>Deferred amounts:</b>					
For issuance premiums	1,710,494	-	(198,373)	1,512,121	140,226
For issuance discounts	(9,115)	-	594	(8,521)	(594)
Total bonds payable	<u>80,157,407</u>	<u>13,671,527</u>	<u>(14,213,715)</u>	<u>79,615,219</u>	<u>5,554,440</u>
<b>Compensated Absences Payable:</b>					
Business-Type Activity Long-Term Liabilities	<u>81,132,325</u>	<u>14,211,885</u>	<u>(14,770,602)</u>	<u>80,573,607</u>	<u>5,656,723</u>
<b>Total debt</b>	<u>\$172,675,505</u>	<u>\$ 43,387,361</u>	<u>\$ (33,888,329)</u>	<u>\$182,174,537</u>	<u>\$ 12,277,172</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, \$340,552 of internal service funds compensated absences and \$850,258 of incurred but not reported claims liability are included in the above amounts.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
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**Discretely presented component units**

Long-term liability activity for the Airport Authority for the year ended June 30, 2015, was as follows:

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Airport lease agreement	\$ 188,933	\$ -	\$ (6,240)	\$ 182,693	\$ 6,240
Prepaid lease Agreements	372,614	-	(15,379)	357,235	15,378
	<u>\$ 561,547</u>	<u>\$ -</u>	<u>\$ (21,619)</u>	<u>\$ 539,928</u>	<u>\$ 21,618</u>

Long-term liability activity for the Visitors Bureau for the year ended June 30, 2015, was as follows:

	Balance July 1, 2014	Additions	Reductions	Balance June 30, 2015	Due Within One Year
Compensated absences	\$ 27,604	\$ 27,381		\$ 54,985	\$ -

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

Year Ended June 30	GOVERNMENTAL ACTIVITIES					
	General Obligation Revenue Bonds		Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest	Principal	Interest
2016	\$ 3,440,000	\$ 2,606,713	\$ 928,600	\$ 768,550	\$ 534,500	\$ 86,821
2017	3,860,000	2,374,868	968,000	729,172	546,500	75,333
2018	3,995,000	2,255,292	1,009,100	687,953	326,500	64,662
2019	4,325,000	2,116,567	1,052,300	644,782	334,300	57,036
2020	4,410,000	1,970,242	1,097,600	599,537	342,300	49,227
2021-2025	19,265,000	7,546,896	6,272,400	2,234,482	1,539,900	123,846
2026-2030	14,900,000	4,266,812	5,831,100	620,209	271,800	12,743
2031-2035	7,010,000	1,906,392	-	-	-	-
2036-2040	2,875,000	995,975	-	-	-	-
2041-2045	3,510,000	362,400	-	-	-	-
Total	<u>\$ 67,590,000</u>	<u>\$ 26,402,157</u>	<u>\$ 17,159,100</u>	<u>\$ 6,284,685</u>	<u>\$ 3,895,800</u>	<u>\$ 469,668</u>

Year Ended June 30	BUSINESS-TYPE ACTIVITIES			
	General Obligation Revenue Bonds		Notes Payable	
	Principal	Interest	Principal	Interest
2016	\$ 5,115,908	\$ 2,483,421	\$ 298,900	\$ 31,072
2017	4,782,627	2,345,133	305,000	25,384
2018	4,606,954	2,202,625	310,000	19,594
2019	4,516,535	2,067,623	315,800	13,711
2020	4,425,548	1,936,419	160,000	2,555
2021-2025	23,713,398	7,628,629	-	-
2026-2030	16,386,907	4,545,587	-	-
2031-2035	7,294,042	2,711,572	-	-
2036-2040	5,880,000	966,323	-	-
Total	<u>\$ 76,721,919</u>	<u>\$ 26,887,332</u>	<u>\$ 1,389,700</u>	<u>\$ 92,317</u>

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**E. RESTRICTED ASSETS**

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

	<u>General</u>	<u>Commissary</u>	<u>Total</u>
Funds held in trust	<u>\$980,580</u>	<u>\$20,019</u>	<u>\$1,000,599</u>

**F. FUND BALANCES/NET POSITION**

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

Restricted resources have externally imposed (statutory, bond covenant, contract or grant) limitations on their use. Restricted resources are classified either by function, debt service, capital projects, or claims. Resources restricted by function relate to net resources of governmental and enterprise funds whose use is legally limited by outside parties for a specific purpose. Restrictions for debt service represent resources legally restricted by State Statute or bond covenants for future debt service requirements of both principal and interest. Amounts restricted for capital projects consist of unspent grants, donations, and debt proceeds with third party restrictions for use on specific projects or programs. Net position restricted for claims represents the amount legally required to be held for payment of future claims in the workers compensation fund and insurance fund. The government-wide Statement of Net Position reports \$8,227,111 of restricted net resources, all of which is externally imposed.

Unrestricted net position represents available financial resources of the City.

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

Fund balances classification by City function and purpose consist of the following:

	<u>Major Governmental Funds</u>		<u>Other</u>	<u>Total</u>
	<u>General</u>	<u>Infrastructure</u>	<u>Governmental</u>	<u>Governmental</u>
	<u>Fund</u>	<u>Fund</u>	<u>Funds</u>	<u>Funds</u>
<b><u>Fund Balances</u></b>				
Nonspendable:				
Inventories	\$ 2,753	\$ -	\$ -	\$ 2,753
Prepaid items	<u>85,810</u>	<u>-</u>	<u>64,001</u>	<u>149,811</u>
Total Nonspendable	<u>88,563</u>	<u>-</u>	<u>64,001</u>	<u>152,564</u>

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

	<u>Major Governmental Funds</u>		<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
	<u>General</u>	<u>Infrastructure</u>		
	<u>Fund</u>	<u>Fund</u>		
<b><u>Fund Balances</u></b>				
Restricted for:				
Recorder technology	\$ 4,185	\$ -	\$ -	\$ 4,185
Court programs and expansion	358,508	-	63,575	422,083
Health and human services programs	292,981	-	278,454	571,435
Parks and recreation programs	15,852	-	-	15,852
Sheriff's programs	50,690	-	89,696	140,386
District Attorney programs	4,320	-	2,920	7,240
Infrastructure projects	-	13,794,008	198,705	13,992,713
Street maintenance	-	-	1,202,049	1,202,049
Redevelopment	-	-	663,157	663,157
Public transportation services	-	-	238,110	238,110
Roadways	-	-	553,999	553,999
Parks and open space	-	-	3,656,818	3,656,818
Fire programs	-	-	27,913	27,913
Juvenile programs	-	-	59	59
Senior Center	-	-	25,684	25,684
Cooperative extension	-	-	230,137	230,137
Indigent programs	-	-	43	43
Library	-	-	143,619	143,619
Emergency communications	-	-	717,039	717,039
<b>Total Restricted</b>	<b>726,536</b>	<b>13,794,008</b>	<b>8,091,977</b>	<b>22,612,521</b>
Committed to:				
Traffic control	-	-	7,726	7,726
Assigned to:				
Assessor technology	93,178	-	-	93,178
Fire programs	11,507	-	-	11,507
Sheriff's programs	70,160	-	70,174	140,334
Juvenile programs	3,159	-	-	3,159
Other programs	31,108	-	-	31,108
Health and human services programs	274,878	-	-	274,878
Parks and recreation programs	56,364	-	-	56,364
Street maintenance	370,197	-	-	370,197
Grant programs	-	-	390,935	390,935
Subsequent year's budget deficit	1,945,189	-	-	1,945,189
Capital improvement projects	-	-	632,411	632,411
Debt service	-	-	184,855	184,855
<b>Total Assigned</b>	<b>2,855,740</b>	<b>-</b>	<b>1,278,375</b>	<b>4,134,115</b>
Unassigned	3,957,473	-	-	3,957,473
	<b>\$ 7,628,312</b>	<b>\$ 13,794,008</b>	<b>\$ 9,442,079</b>	<b>\$ 30,864,399</b>



**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**NOTE 4 - OTHER INFORMATION**

**A. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. General liability insurance has a \$1,000,000 maximum coverage per occurrence, \$1,000,000 personal injury, and a \$2,000,000 general aggregate maximum benefit, with a self insured retention of \$100,000 per occurrence, with an annual aggregate retention of \$500,000. For property insurance, the policy limit is \$210,000,000 with a deductible of \$25,000 per occurrence. The earth movement policy limit is \$50,000,000 with a deductible of 2% per unit of insurance or \$100,000 minimum per location. The flood property policy limit is \$50,000,000 with a deductible of \$100,000 per location. The flood property – high hazard zone policy limit is \$5,000,000 with a \$250,000 per occurrence deductible. Other coverage currently held by the City, including airport liability, auto physical damage, boiler and machinery and bonds on public officials, are insured without a deductible.

As of July 1, 2010, the City formed its own self-insured workers compensation program. This program exposes the City to various risks of loss related to large claims based on the health of their work force; therefore, an excess loss policy provides coverage. Statutory limits for worker’s compensation coverage are \$1,000,000 for employer’s liability limits with self-insured retentions of \$2,000,000 for police and fire employees and \$750,000 for all other employees, per accident. The City’s total net position of the Worker’s Compensation Fund were \$2,397,472 at June 30, 2015.

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>2015</u>	<u>2014</u>
Unpaid claims, beginning of fiscal year	\$ 562,966	\$ 44,275	\$ 607,241	\$ 651,678
Claims and changes in estimates	1,425,243	1,897	1,427,140	530,619
Claim payments	<u>(1,184,123)</u>	<u>-</u>	<u>(1,184,123)</u>	<u>(575,056)</u>
Unpaid claims, end of fiscal year	<u>\$ 804,086</u>	<u>\$ 46,172</u>	<u>\$ 850,258</u>	<u>\$ 607,241</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, 2015, \$3,498,748 is reported in governmental activities. It is estimated that the landfill will be used for an additional fifty years and that at June 30, 2015, approximately 39.18 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, \$8,929,933 has been calculated in 2015 dollars in accordance with current federal and state regulations and will be adjusted each year for changes resulting from inflation, deflation or technology.

**C. CONTINGENT LIABILITIES**

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

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**D. OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

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

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

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

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

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

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, 2014, are shown below:

**CARSON CITY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

Retirees Without Medicare	HMO	POS (In Area)	PPO (Out of Area)
Retiree	\$ 559.40	\$ 619.32	\$ 763.28
Retiree & spouse/both without Medicare	1,104.62	1,227.42	1,522.47
Retiree & spouse 1 without Medicare	1,001.66	1,108.79	1,366.17
Retiree & children without Medicare	1,059.47	1,174.43	1,450.62
Retiree & family/both without Medicare	1,694.25	1,881.99	2,333.04
Retiree & family/1 without Medicare	1,232.16	1,350.17	1,633.71

Retirees With Medicare	HMO	POS (In Area)	PPO (Out of Area)
Retiree	\$ 427.77	\$ 467.59	\$ 563.29
Retiree & spouse/both with Medicare	861.02	946.58	1,152.15
Retiree & spouse 1 with Medicare	1,001.66	1,108.79	1,366.17
Retiree & children with Medicare	1,051.74	1,164.99	1,437.14
Retiree & family/both with Medicare	1,078.95	1,173.20	1,399.66
Retiree & family/1 with Medicare	1,232.16	1,350.17	1,633.71

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

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 \$462.20. For those who retired on or after January 1, 1994, the subsidy depends on years of service and ranges from a minimum of \$115.55 for 5 years of service to a maximum of \$635.53 for 20 or more years of service. These subsidies are then allocated and billed to all applicable former employers of the retiree. The City's portion of the monthly subsidies ranged from \$0.68 to \$635.53 during the 2015 fiscal year.

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

The City's actuarial valuation for the plans was prepared from employee and retiree data as of June 30, 2015. The City engaged the original actuary to incorporate the July 1, 2014 benefit changes into the fiscal year ended June 30, 2015 OPEB estimate. The number of participants as of June 30, 2015, the effective date of the OPEB valuation, is as follows:

	City Plan	PEBP Plan
Active employees	523	-
Retirees enrolled in City Plan	122	-
Retirees enrolled in PEBP	-	191

**CARSON CITY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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 2014-2015 and the two preceding years were as follows:

	Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
City Plan	6/30/13	\$ 3,214,280	\$ 491,649	15.30%	\$10,810,910
City Plan	6/30/14	\$ 5,171,110	\$ 574,480	11.11%	\$15,407,540
City Plan	6/30/15	\$ 4,436,073	\$ 749,055	16.89%	\$19,094,558
PEBP	6/30/13	\$ 565,075	\$ 510,797	90.40%	\$ (159,283)
PEBP	6/30/14	\$ 568,504	\$ 475,732	83.68%	\$ (66,511)
PEBP	6/30/15	\$ 449,893	\$ 425,328	94.54%	\$ (41,946)
Totals	6/30/13	\$ 3,779,355	\$ 1,002,446	26.53%	\$10,651,627
Totals	6/30/14	\$ 5,739,614	\$ 1,050,212	18.30%	\$15,341,029
Totals	6/30/15	\$ 4,885,966	\$ 1,174,383	24.04%	\$19,052,612

The net OPEB obligation (asset) as of June 30, 2015, was calculated as follows:

	City Plan	PEBP Plan	Totals
Normal Cost (Current Service Cost)	\$ 2,562,176	\$ -	\$ 2,562,176
Amortization of unfunded actuarial accrued liability	1,869,906	448,191	2,318,097
Total Annual Required Contribution (ARC or Annual OPEB cost)	\$ 4,432,082	448,191	4,880,273
Interest on the beginning net OPEB obligation (asset)	616,302	(2,660)	613,642
ARC adjustment	(612,311)	4,362	(607,949)
Annual OPEB cost	4,436,073	449,893	4,885,966
Contributions made	(749,055)	(425,328)	(1,174,383)
Increase (decrease) in net OPEB obligation (asset)	3,687,018	24,565	3,711,583
Net OPEB obligation (asset), beginning of year	15,407,540	(66,511)	15,341,029
Net OPEB obligation (asset), end of year	\$19,094,558	\$ (41,946)	\$19,052,612

**Funded Status and Funding Progress.** The funded status of the plans as of the latest actuarial valuation date of June 30, 2015, was as follows:

	City Plan	PEBP Plan	Totals
Accrued actuarial liability (a)	\$ 48,934,473	\$ 7,106,896	\$ 56,041,369
Actuarial value of plan assets (b)	-	-	-
Unfunded actuarial accrued Liability (a) - (b)	\$ 48,934,473	\$ 7,106,896	\$ 56,041,369
Funded ratio (b) / (a)	0%	0%	0%
Covered payroll (c)	\$ 32,085,798	N/A	N/A
Unfunded actuarial accrued liability as a percentage of covered payroll ((a) - (b)) / (c)	152.51%	N/A	N/A

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

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

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

	City Plan	PEBP Plan
Actuarial valuation date	6/30/15	6/30/15
Actuarial cost method	Entry age normal cost	Entry age normal cost
Amortization method	Level percentage of pay	Level dollar
Remaining amortization period	30 years, open	24 years, closed
Asset valuation method	N / A	N / A
<b>Actuarial assumptions:</b>		
Investment rate of return	4.0%	4.0%
Inflation rate	2.75%	2.75%
Projected salary increases	4.0%	4.0%
Healthcare inflation rate	Medical – 7.5% *	Medical – 7.5% *
* Medical – decreasing 0.5% each year until ultimate trend rate of 5% is reached.		

**E. DEFINED BENEFIT PENSION PLAN**

**Plan Description.** Carson City contributes to the Public Employees’ Retirement System of the State of Nevada (PERS). PERS administers a cost-sharing, multiple-employer, defined benefit public employees’ retirement system which includes both Regular and Police/Fire members. PERS was established by the Nevada Legislature in 1947, effective July 1, 1948. PERS is administered to provide a reasonable base income to qualified employees who have been employed by a public employer and whose earnings capacities have been removed or substantially impaired by age or disability.

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

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

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

**CARSON CITY  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2015**

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

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

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

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

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

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

For the fiscal year ended June 30, 2014 and June 30, 2015 the Statutory Employer/employee matching rate was 13.25% for Regular and 20.75% for Police/Fire. The Employer-pay contribution (EPC) rate was 25.75% for Regular and 40.50% for Police/Fire.

The City's contributions were \$10,302,384 and \$10,055,934 for the years ended June 30, 2015 and 2014, respectively.

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

The following was the PERS Board adopted policy target asset allocation as of June 30, 2014:

Asset Class	Target Allocation	Long-Term Geometric Expected Real Rate of Return
Domestic Equity	42%	5.50%
International Equity	18%	5.75%
Domestic Fixed Income	30%	0.25%
Private Markets	10%	6.80%

As of June 30, 2014, PERS' long-term inflation assumption was 3.5%.

**Net Pension Liability.** At June 30, 2015, the City reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's share of contributions in PERS pension plan relative to the total contributions of all participating PERS employers and members. At July 1, 2014, the City's proportion was 0.72041 percent.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**Pension Liability Discount Rate Sensitivity.** The following presents the net pension liability of the City as of June 30, 2014, calculated using the discount rate of 8.00%, as well as what the City’s net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00%) or 1-percentage-point higher (9.00%) than the current discount rate:

	1% Decrease in Discount Rate (7.00%)	Discount Rate (8.00%)	1% Increase in Discount Rate (9.00%)
Net Pension Liability	\$115,404,371	\$74,209,811	\$39,966,642

**Pension Plan Fiduciary Net Position.** Detailed information about the pension plan’s fiduciary net position is available in the PERS Comprehensive Annual Financial Report, available on the PERS website.

**Actuarial Assumptions.** The City’s net pension liability was measured as of June 30, 2014, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation Rate	3.50%
Payroll Growth	5.00% including inflation
Investment Rate of Return	8.00%
Productivity Pay Increase	0.75%
Projected Salary Increases	Regular: 4.60% to 9.75%, depending on service Police/Fire: 5.25% to 14.5%, depending on service
	Rates include inflation and productivity increases
Consumer Price Index	3.50%
Other Assumptions	Same as those used in the June 30, 2014 funding actuarial valuation

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

Actuarial assumptions used in the June 30, 2014 valuation were based on the results of the experience review completed in 2013.

The discount rate used to measure the total pension liability was 8.00% as of June 30, 2014 and June 30, 2013. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the pension plan’s fiduciary net position at June 30, 2014, was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2014 and June 30, 2013.

**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions.** For the year ended June 30, 2015, the City recognized pension expense of \$9,726,827. At June 30, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ -	\$ 3,551,348
Changes in assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	-	15,587,099
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	43,872	-
City contributions subsequent to the measurement date	10,302,384	-
<b>Total</b>	<b>\$ 10,346,256</b>	<b>\$ 19,138,447</b>

\$10,302,384 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2016.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) determined at July 1, 2013 (the beginning of the measurement period ended June 30, 2014) is 6.7 years.

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

<b>Year ended June 30:</b>	
2016	(\$ 4,512,122)
2017	(4,512,122)
2018	(4,512,122)
2019	(4,512,122)
2020	(615,347)
Thereafter	(430,741)

<b>Reconciliation of Net Pension Liability</b>	
Beginning Net Pension Liability	\$ 93,633,493
Pension Expense	9,726,827
Employer Contributions	(10,055,934)
New Net Deferred Inflows/Outflows	(19,094,575)
Recognition of Prior Deferred (Inflows)/Outflows	-
Ending Net Pension Liability	\$74,209,811

**Additional Information.** Additional information is available on the PERS website at [www.nvpers.org](http://www.nvpers.org) under Quick Links – Publications.



**CARSON CITY**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2015**

**F. SUBSEQUENT EVENTS**

On July 10, 2015, Carson City issued \$12,000,000 of General Obligation (Limited Tax) Sewer Bonds (Additionally Secured by Pledged Revenues), Series 2015, through the Clean Water State Revolving Fund of the State of Nevada. Of the bond proceeds, \$12,000,000 will be used in the rehabilitation of the Wastewater Reclamation Facility as well as various improvements to the wastewater system.. These funds will be draw on a reimbursement basis, and repaid from legally available funds of the City, including, without limitation, monies originally pledged in the Sewer Funds.

On August 3, 2015, Carson City issued \$27,825,000 of General Obligation (Limited Tax) Refunding Bonds (Additionally Secured by Pledged Revenues) Series 2015. Of the \$27,825,000 bond proceeds \$245,000 will be used to refund the final payment of the 2005B Drainage Bonds and \$6,000,000 will be used in the rehabilitation of the Wastewater Reclamation Facility as well as various improvements to the wastewater system, \$15,410,000 will be used to refund the 2005A Capital Improvement Bonds, and \$6,170,000 will be used to refund the 2010 Highway Revenue motor vehicle fuel tax revenue bonds. These funds will be repaid from legally available funds of the City, including, without limitation, monies originally pledged in the Sewer, General, and Regional Transportation Funds. The following amounts were refunded in order to reduce interest rates on future payments:

Series 2005B Drainage Bonds, Maturing on June 1, 2016	\$ 290,000
Series 2005A Capital Improvement Bonds, Maturing on May 1, 2033	16,630,000
Series 2010 Highway Revenue Bonds, Maturing on November 1, 2029	6,390,000

**G. ADOPTION OF NEW STANDARD AND PRIOR PERIOD ADJUSTEMENT**

As of July 1, 2014, the City adopted GASB Statement No. 68, Accounting and Financial Reporting for Pensions and GASB Statement No. 71 Pension Transition for Contributions Made Subsequent to the Measurement Date. The implementation of these standards requires governments to calculate and report the cost and obligations associated with pensions in their financial statements, including additional note disclosures and required supplementary information. Beginning net pension was restated to retroactively report the beginning net pension liability and deferred outflows of resources related to contributions made during the year ended June 30, 2014 as follows:

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>		
Net position at June 30, 2014, As previously reported	\$ 248,087,908	\$ 98,948,593	\$ 347,036,501		
Net pension liability at June 30, 2013	(83,146,542)	(10,486,951)	(93,633,493)		
Deferred outflows of resources related to contributions made during the year ended June 30, 2014	<u>8,929,670</u>	<u>1,126,264</u>	<u>10,055,934</u>		
Net position at July 1, 2014, as restated	<u>\$ 173,871,036</u>	<u>\$ 89,587,906</u>	<u>\$ 263,458,942</u>		
	<u>Sewer</u>	<u>Water</u>	<u>Nonmajor Enterprise</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Funds</u>
Net position at June 30, 2014, as previously reported	\$51,398,471	\$42,691,545	\$5,136,982	\$99,226,998	\$5,839,528
Net pension liability at June 30, 2013	(2,331,474)	(2,930,728)	(5,224,749)	(10,486,951)	(1,910,122)
Deferred outflows of resources related to contributions made during the year ended June 30, 2014	<u>250,392</u>	<u>314,751</u>	<u>561,121</u>	<u>1,126,264</u>	<u>205,141</u>
Net position at July 1, 2014, as restated	<u>\$49,317,389</u>	<u>\$40,075,568</u>	<u>\$ 473,354</u>	<u>\$89,866,311</u>	<u>\$4,134,547</u>

**CARSON CITY  
REQUIRED SUPPLEMENTARY INFORMATION  
FOR THE YEAR ENDED JUNE 30, 2015**

**Schedule of Funding Progress - Other Post Employment Benefits**

	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age Normal Cost (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
City Plan	6/30/15	\$ -	\$ 50,747,594	\$ 50,747,594	\$ -	\$32,085,798	158.16%
PEBP	6/30/15	-	6,681,568	6,681,568	-	N/A	N/A
Total	6/30/15	<u>\$ -</u>	<u>\$ 57,429,162</u>	<u>\$ 57,429,162</u>	<u>\$ -</u>		
City Plan	6/30/13	\$ -	\$ 32,624,566	\$ 32,624,566	\$ -	\$32,019,089	101.89%
PEBP	6/30/13	-	9,312,605	9,312,605	-	N/A	N/A
Total	6/30/13	<u>\$ -</u>	<u>\$ 41,937,171</u>	<u>\$ 41,937,171</u>	<u>\$ -</u>		
City Plan	6/30/11	\$ -	\$ 25,201,161	\$ 25,201,161	\$ -	\$31,833,256	79.17%
PEBP	6/30/11	-	9,426,565	9,426,565	-	N/A	N/A
Total	6/30/11	<u>\$ -</u>	<u>\$ 34,627,726</u>	<u>\$ 34,627,726</u>	<u>\$ -</u>		

**Trend Analysis**

The principal changes from the June 30, 2011 valuation to the June 30, 2015 valuation are:

- (a) Improvements in the mortality table resulting in longer life expectancies for City Retirees and PEBP retirees (increase);
- (b) updates of employees and premium data (increase);
- (c) an extension of paid dental, vision, and life insurance benefits for Sheriff's department retirees (increase);
- (c) a small increase in the assumed percentage of employees and their dependents who will elect coverage in retirement;
- (d) an update to the trend assumptions for future increases in medical premiums (Increase).
- (e) Carson City Employees Association negotiated a percentage of premium paid for the retirees subsidy in lieu of raises during FY14, instead of the prior subsidy, which was \$6 per year of service. (Increase)

**CARSON CITY**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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

	2014
City's proportion of the net pension liability	0.71205%
City's proportionate share of the net pension liability	74,209,811
City's covered-employee payroll	40,682,875
City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	182.41%
Plan fiduciary net position as a percentage of the total pension liability	76.30%

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

**CARSON CITY**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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

	<u>2015</u>
Statutorily required contributions	\$ 10,302,384
Contributions in relation to the statutorily required contribution	10,302,384
Contribution (deficiency) excess	-
Employer's covered-employee payroll	41,718,744
Contributions as a percentage of covered-employee payroll	24.69%

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

## **GENERAL FUND**

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

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**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 1 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
Ad valorem	\$ 21,916,181	\$ 21,787,285	\$ (128,896)	\$ 21,211,280
Licenses and permits:				
Business licenses and permits:				
Business licenses	620,000	633,825	13,825	628,019
Liquor licenses	140,000	137,870	(2,130)	164,760
City / county gaming licenses	635,000	570,365	(64,635)	662,230
Right of way toll	246,285	220,238	(26,047)	199,723
Franchise fees:				
Gas	1,272,500	1,242,556	(29,944)	1,198,871
Electric	2,450,000	2,397,439	(52,561)	2,426,715
Telephone	787,000	719,357	(67,643)	769,139
Sanitation	425,000	454,120	29,120	422,626
Cable television	405,000	412,770	7,770	401,270
	<u>6,980,785</u>	<u>6,788,540</u>	<u>(192,245)</u>	<u>6,873,353</u>
Nonbusiness licenses and permits:				
Marriage licenses	15,000	12,579	(2,421)	13,713
Animal licenses	20,000	6,182	(13,818)	22,333
Mobile home permits	-	68	68	50
	<u>35,000</u>	<u>18,829</u>	<u>(16,171)</u>	<u>36,096</u>
Total Licenses and Permits	<u>7,015,785</u>	<u>6,807,369</u>	<u>(208,416)</u>	<u>6,909,449</u>
Intergovernmental revenues:				
Federal grants:				
Drug Enforcement Administration	-	-	-	2,470
USFS Coop Patrol	-	1,075	1,075	-
Emergency Medical System	-	-	-	500
	<u>-</u>	<u>1,075</u>	<u>1,075</u>	<u>2,970</u>
Federal payments in lieu of taxes	<u>110,000</u>	<u>109,381</u>	<u>(619)</u>	<u>120,016</u>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
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	FINAL BUDGET	ACTUAL	VARIANCE	2014
State shared revenues:				
Consolidated tax revenues	\$ 21,464,043	\$ 22,993,975	\$ 1,529,932	\$ 20,733,724
State gaming licenses	145,000	142,504	(2,496)	141,872
Candidate filing fee	-	-	-	1,510
Court administrative assessments	103,346	96,436	(6,910)	92,718
	<u>21,712,389</u>	<u>23,232,915</u>	<u>1,520,526</u>	<u>20,969,824</u>
State grants	<u>30,000</u>	<u>30,000</u>	<u>-</u>	<u>3,367</u>
Other local government grants:				
Interlocal cooperative agreements	<u>681,583</u>	<u>265,156</u>	<u>(416,427)</u>	<u>313,672</u>
Other local government shared revenues:				
Miscellaneous other governments	<u>49,670</u>	<u>65,611</u>	<u>15,941</u>	<u>49,782</u>
Total Intergovernmental Revenues	<u>22,583,642</u>	<u>23,704,138</u>	<u>1,120,496</u>	<u>21,459,631</u>
Charges for services:				
General government:				
Treasurer fees	20,000	18,262	(1,738)	17,570
Clerk fees	169,000	129,579	(39,421)	136,413
Recorder fees	231,500	205,404	(26,096)	208,672
Technology fees	30,000	27,036	(2,964)	26,173
Assessor commissions	218,000	205,732	(12,268)	188,037
Building and zoning fees	40,000	101,159	61,159	61,806
Public administrator fees	101,500	104,059	2,559	90,069
Administration fees	4,081,933	4,089,739	7,806	4,091,936
Miscellaneous	8,100	11,659	3,559	12,657
	<u>4,900,033</u>	<u>4,892,629</u>	<u>(7,404)</u>	<u>4,833,333</u>
Judicial:				
Drug Court	12,000	10,130	(1,870)	17,873
Court facilities	115,000	95,126	(19,874)	99,586
Justice civil fees	614,500	517,047	(97,453)	568,987
	<u>741,500</u>	<u>622,303</u>	<u>(119,197)</u>	<u>686,446</u>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
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	FINAL BUDGET	ACTUAL	VARIANCE	2014
Public safety:				
Police:				
Sheriff's fees	\$ 300,000	\$ 301,589	\$ 1,589	\$ 324,838
Fire	5,000	7,161	2,161	6,778
Protective services	118,200	107,341	(10,859)	118,747
	<u>423,200</u>	<u>416,091</u>	<u>(7,109)</u>	<u>450,363</u>
Sanitation:				
Landfill fees	3,460,000	3,600,140	140,140	3,414,517
Health:				
Vaccine	185,000	183,561	(1,439)	195,965
Clinic services	130,000	205,887	75,887	106,627
Health inspection fees	230,311	230,178	(133)	207,724
	<u>545,311</u>	<u>619,626</u>	<u>74,315</u>	<u>510,316</u>
Culture and recreation	1,280,380	1,350,243	69,863	1,296,675
Total Charges for Services	<u>11,350,424</u>	<u>11,501,032</u>	<u>150,608</u>	<u>11,191,650</u>
Fines and forfeits:				
Court	813,100	754,279	(58,821)	788,421
Sheriff	-	55,011	55,011	-
Animal services	50,000	9,621	(40,379)	58,086
Total Fines and Forfeits	<u>863,100</u>	<u>818,911</u>	<u>(44,189)</u>	<u>846,507</u>
Miscellaneous:				
Investment income	75,000	40,183	(34,817)	82,185
Rents and royalties	153,600	189,168	35,568	188,640
Other	110,230	90,483	(19,747)	101,392
Gifts and donations	97,120	334,217	237,097	94,442
Refunds and reimbursements	741,216	778,937	37,721	721,151
Penalties and interest - delinquent taxes	341,788	397,472	55,684	385,206
Total Miscellaneous	<u>1,518,954</u>	<u>1,830,460</u>	<u>311,506</u>	<u>1,573,016</u>
Total Revenues	<u>65,248,086</u>	<u>66,449,195</u>	<u>1,201,109</u>	<u>63,191,533</u>
Expenditures:				
General Government:				
Legislative:				
Board of Supervisors:				
Salaries and wages	125,921	122,116	3,805	123,345
Employee benefits	95,344	89,645	5,699	88,557
Services and supplies	20,450	21,697	(1,247)	17,407
Total Legislative	<u>241,715</u>	<u>233,458</u>	<u>8,257</u>	<u>229,309</u>

See accompanying notes.



**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
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	FINAL BUDGET	ACTUAL	VARIANCE	2014
Executive:				
Clerk:				
Salaries and wages	\$ 190,228	\$ 187,609	\$ 2,619	\$ 247,260
Employee benefits	74,518	57,602	16,916	74,991
Services and supplies	19,405	14,167	5,238	25,255
	<u>284,151</u>	<u>259,378</u>	<u>24,773</u>	<u>347,506</u>
Elections:				
Salaries and wages	142,178	122,673	19,505	126,831
Employee benefits	49,177	44,282	4,895	45,817
Services and supplies	68,870	62,527	6,343	71,126
	<u>260,225</u>	<u>229,482</u>	<u>30,743</u>	<u>243,774</u>
Public Guardian:				
Salaries and wages	113,979	118,462	(4,483)	-
Employee benefits	47,480	41,150	6,330	-
Services and supplies	6,750	5,746	1,004	-
	<u>168,209</u>	<u>165,358</u>	<u>2,851</u>	<u>-</u>
Treasurer:				
Salaries and wages	309,661	287,209	22,452	300,190
Employee benefits	138,410	127,388	11,022	131,895
Services and supplies	49,280	39,950	9,330	46,411
	<u>497,351</u>	<u>454,547</u>	<u>42,804</u>	<u>478,496</u>
Recorder:				
Salaries and wages	359,146	355,459	3,687	244,733
Employee benefits	141,484	143,592	(2,108)	114,198
Services and supplies	71,489	62,823	8,666	41,210
Capital outlay	-	-	-	14,286
	<u>572,119</u>	<u>561,874</u>	<u>10,245</u>	<u>414,427</u>
Assessor:				
Salaries and wages	446,442	441,854	4,588	468,852
Employee benefits	211,038	200,160	10,878	183,742
Services and supplies	142,661	42,741	99,920	42,966
	<u>800,141</u>	<u>684,755</u>	<u>115,386</u>	<u>695,560</u>
District Attorney:				
Salaries and wages	1,681,560	1,625,476	56,084	1,523,632
Employee benefits	701,230	652,627	48,603	624,185
Services and supplies	107,372	79,807	27,565	97,883
	<u>2,490,162</u>	<u>2,357,910</u>	<u>132,252</u>	<u>2,245,700</u>
City Manager:				
Salaries and wages	369,258	349,752	19,506	312,405

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
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	FINAL BUDGET	ACTUAL	VARIANCE	2014
Employee benefits	151,052	138,503	12,549	120,152
Services and supplies	388,229	302,931	85,298	203,486
	<u>908,539</u>	<u>791,186</u>	<u>117,353</u>	<u>636,043</u>
Central Services:				
Services and supplies	1,830,822	1,850,170	(19,348)	1,859,592
Total Executive	<u>7,811,719</u>	<u>7,354,660</u>	<u>457,059</u>	<u>6,921,098</u>
Finance:				
Finance:				
Salaries and wages	\$ 376,691	\$ 379,570	\$ (2,879)	\$ 357,151
Employee benefits	172,905	162,519	10,386	151,171
Services and supplies	94,743	72,079	22,664	85,631
	<u>644,339</u>	<u>614,168</u>	<u>30,171</u>	<u>593,953</u>
Internal Auditor:				
Services and supplies	160,200	171,841	(11,641)	101,178
Purchasing:				
Salaries and wages	90,721	89,428	1,293	86,847
Employee benefits	40,441	34,798	5,643	38,229
Services and supplies	8,498	7,746	752	6,728
	<u>139,660</u>	<u>131,972</u>	<u>7,688</u>	<u>131,804</u>
Human Resources:				
Salaries and wages	195,552	198,852	(3,300)	155,896
Employee benefits	77,369	73,920	3,449	66,536
Services and supplies	125,413	109,765	15,648	99,480
	<u>398,334</u>	<u>382,537</u>	<u>15,797</u>	<u>321,912</u>
Total Finance	<u>1,342,533</u>	<u>1,300,518</u>	<u>42,015</u>	<u>1,148,847</u>
Other:				
Community Development:				
Planning:				
Salaries and wages	371,786	364,666	7,120	317,617
Employee benefits	190,303	189,201	1,102	166,357
Services and supplies	51,919	42,592	9,327	30,536
	<u>614,008</u>	<u>596,459</u>	<u>17,549</u>	<u>514,510</u>
Business License:				
Salaries and wages	92,580	83,639	8,941	87,916
Employee benefits	44,437	39,345	5,092	41,622
Services and supplies	16,750	8,014	8,736	7,447
	<u>153,767</u>	<u>130,998</u>	<u>22,769</u>	<u>136,985</u>
Total Community Development	<u>767,775</u>	<u>727,457</u>	<u>40,318</u>	<u>651,495</u>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
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	FINAL BUDGET	ACTUAL	VARIANCE	2014
Information Technology:				
Salaries and wages	\$ 810,399	\$ 782,436	\$ 27,963	\$ 726,170
Employee benefits	326,911	288,815	38,096	304,137
Services and supplies	509,058	564,365	(55,307)	613,720
Capital outlay	-	-	-	39,130
	<u>1,646,368</u>	<u>1,635,616</u>	<u>10,752</u>	<u>1,683,157</u>
Geographic Information Systems:				
Services and supplies	279,000	269,751	9,249	268,009
	<u>279,000</u>	<u>269,751</u>	<u>9,249</u>	<u>268,009</u>
Public Defender:				
Services and supplies	1,543,700	1,478,073	65,627	1,517,055
	<u>1,543,700</u>	<u>1,478,073</u>	<u>65,627</u>	<u>1,517,055</u>
Public Safety Complex / Courthouse:				
Services and supplies	364,725	284,178	80,547	295,594
	<u>364,725</u>	<u>284,178</u>	<u>80,547</u>	<u>295,594</u>
City Hall:				
Services and supplies	119,760	105,468	14,292	101,634
Capital outlay	-	-	-	12,245
	<u>119,760</u>	<u>105,468</u>	<u>14,292</u>	<u>113,879</u>
Northgate:				
Services and supplies	29,500	30,820	(1,320)	32,845
	<u>29,500</u>	<u>30,820</u>	<u>(1,320)</u>	<u>32,845</u>
Facilities Maintenance:				
Salaries and wages	758,617	768,397	(9,780)	687,061
Employee benefits	283,878	277,366	6,512	258,579
Services and supplies	489,602	459,509	30,093	486,154
Capital outlay	-	-	-	53,579
	<u>1,532,097</u>	<u>1,505,272</u>	<u>26,825</u>	<u>1,485,373</u>
Records Management:				
Salaries and wages	-	-	-	79,103
Employee benefits	-	-	-	24,610
Services and supplies	-	-	-	14,414
	<u>-</u>	<u>-</u>	<u>-</u>	<u>118,127</u>
Total Other	<u>6,282,925</u>	<u>6,036,635</u>	<u>246,290</u>	<u>6,165,534</u>
Total General Government	<u>15,678,892</u>	<u>14,925,271</u>	<u>753,621</u>	<u>14,464,788</u>
Public Safety:				
Sheriff:				
Chartered Administration:				
Salaries and wages	691,426	652,997	38,429	-
Employee benefits	329,580	299,202	30,378	-
	<u>1,021,006</u>	<u>952,199</u>	<u>68,807</u>	<u>-</u>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
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	FINAL BUDGET	ACTUAL	VARIANCE	2014
Administrative Services:				
Salaries and wages	107,442	154,708	(47,266)	525,247
Employee benefits	113,844	123,424	(9,580)	314,614
Services and supplies	523,491	463,941	59,550	433,994
Capital outlay	35,000	-	35,000	-
	<u>779,777</u>	<u>742,073</u>	<u>37,704</u>	<u>1,273,855</u>
Investigations:				
Salaries and wages	\$ 1,168,758	\$ 1,190,814	\$ (22,056)	\$ 1,166,800
Employee benefits	641,348	615,499	25,849	631,887
Services and supplies	321,024	283,908	37,116	360,503
	<u>2,131,130</u>	<u>2,090,221</u>	<u>40,909</u>	<u>2,159,190</u>
Operational Services:				
Salaries and wages	3,540,247	3,481,494	58,753	3,534,789
Employee benefits	2,036,204	2,018,516	17,688	2,072,051
Services and supplies	603,615	587,814	15,801	603,016
Capital outlay	-	220	(220)	28,793
	<u>6,180,066</u>	<u>6,088,044</u>	<u>92,022</u>	<u>6,238,649</u>
Detention Facility:				
Salaries and wages	2,343,523	2,330,091	13,432	2,253,401
Employee benefits	1,403,509	1,395,371	8,138	1,274,551
Services and supplies	322,921	383,449	(60,528)	318,030
Capital outlay	-	-	-	9,397
	<u>4,069,953</u>	<u>4,108,911</u>	<u>(38,958)</u>	<u>3,855,379</u>
General Services:				
Salaries and wages	417,586	420,324	(2,738)	436,975
Employee benefits	200,439	190,123	10,316	185,112
Services and supplies	53,038	57,372	(4,334)	57,325
Capital outlay	-	3,795	(3,795)	52,955
	<u>671,063</u>	<u>671,614</u>	<u>(551)</u>	<u>732,367</u>
Dispatch:				
Salaries and wages	1,250,802	1,237,242	13,560	1,108,748
Employee benefits	454,871	440,922	13,949	400,498
Services and supplies	131,791	140,107	(8,316)	132,108
	<u>1,837,464</u>	<u>1,818,271</u>	<u>19,193</u>	<u>1,641,354</u>
Federal, Tri-Net Grant:				
Salaries and wages	67,274	65,950	1,324	28,683
Employee benefits	84,993	86,830	(1,837)	72,771
Services and supplies	14,044	14,396	(352)	18,711
	<u>166,311</u>	<u>167,176</u>	<u>(865)</u>	<u>120,165</u>
Total Sheriff	<u>16,856,770</u>	<u>16,638,509</u>	<u>218,261</u>	<u>16,020,959</u>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
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	FINAL BUDGET	ACTUAL	VARIANCE	2014
Fire:				
Administration:				
Salaries and wages	276,929	278,610	(1,681)	146,985
Employee benefits	92,869	96,460	(3,591)	60,011
Services and supplies	50,123	36,720	13,403	56,376
	<u>419,921</u>	<u>411,790</u>	<u>8,131</u>	<u>263,372</u>
Operations:				
Salaries and wages	\$ 4,870,149	\$ 4,932,431	\$ (62,282)	\$ 4,572,710
Employee benefits	2,301,132	2,327,322	(26,190)	2,263,829
Services and supplies	553,447	562,803	(9,356)	540,023
Capital outlay	16,082	-	16,082	9,000
	<u>7,740,810</u>	<u>7,822,556</u>	<u>(81,746)</u>	<u>7,385,562</u>
Prevention:				
Salaries and wages	242,233	240,649	1,584	233,521
Employee benefits	105,612	107,495	(1,883)	98,910
Services and supplies	44,162	36,529	7,633	37,607
	<u>392,007</u>	<u>384,673</u>	<u>7,334</u>	<u>370,038</u>
Warren Engine Co. No. 1:				
Services and supplies	-	-	-	3,768
	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,768</u>
Emergency Management:				
Salaries and wages	162,166	160,579	1,587	67,622
Employee benefits	74,482	85,823	(11,341)	71,329
Services and supplies	19,438	40,619	(21,181)	22,428
	<u>256,086</u>	<u>287,021</u>	<u>(30,935)</u>	<u>161,379</u>
Training:				
Salaries and wages	174,577	182,745	(8,168)	248,486
Employee benefits	84,901	86,066	(1,165)	120,812
Services and supplies	123,628	95,527	28,101	82,624
	<u>383,106</u>	<u>364,338</u>	<u>18,768</u>	<u>451,922</u>
Wildland Fire Management:				
Salaries and wages	178,772	146,608	32,164	144,696
Employee benefits	11,986	11,519	467	11,426
Services and supplies	271,220	177,070	94,150	197,183
	<u>461,978</u>	<u>335,197</u>	<u>126,781</u>	<u>353,305</u>
Total Fire	<u>9,653,908</u>	<u>9,605,575</u>	<u>48,333</u>	<u>8,989,346</u>
Corrections:				
Juvenile Probation:				
Salaries and wages	815,167	788,211	26,956	801,513
Employee benefits	465,760	451,652	14,108	408,737
Services and supplies	337,720	208,651	129,069	204,843
Capital Outlay	-	7,423	(7,423)	-
	<u>1,618,647</u>	<u>1,455,937</u>	<u>162,710</u>	<u>1,415,093</u>
Juvenile Detention:				
Salaries and wages	968,089	925,633	42,456	904,127
Employee benefits	393,737	385,492	8,245	358,873
Services and supplies	119,290	95,000	24,290	80,022
	<u>1,481,116</u>	<u>1,406,125</u>	<u>74,991</u>	<u>1,343,022</u>
Total Corrections	<u>3,099,763</u>	<u>2,862,062</u>	<u>237,701</u>	<u>2,758,115</u>
Total Public Safety	<u>29,610,441</u>	<u>29,106,146</u>	<u>504,295</u>	<u>27,768,420</u>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
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	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>Judicial:</b>				
<b>Juvenile Court:</b>				
Salaries and wages	\$ 232,501	\$ 229,124	\$ 3,377	\$ 224,419
Employee benefits	112,494	114,484	(1,990)	103,770
Services and supplies	145,592	109,136	36,456	89,361
<b>Total Juvenile Court</b>	<b>490,587</b>	<b>452,744</b>	<b>37,843</b>	<b>417,550</b>
<b>Justice Court:</b>				
Salaries and wages	2,134,601	2,139,355	(4,754)	1,939,330
Employee benefits	1,008,767	1,006,670	2,097	853,750
Services and supplies	962,055	779,696	182,359	825,411
Capital outlay	30,000	50,154	(20,154)	103,502
<b>Total Justice Court</b>	<b>4,135,423</b>	<b>3,975,875</b>	<b>159,548</b>	<b>3,721,993</b>
<b>Alternative Sentencing:</b>				
Salaries and wages	614,864	628,899	(14,035)	769,430
Employee benefits	281,314	265,983	15,331	309,225
Services and supplies	125,965	128,147	(2,182)	119,037
<b>Total Alternative Sentencing</b>	<b>1,022,143</b>	<b>1,023,029</b>	<b>(886)</b>	<b>1,197,692</b>
<b>Total Judicial</b>	<b>5,648,153</b>	<b>5,451,648</b>	<b>196,505</b>	<b>5,337,235</b>
<b>Public Works:</b>				
<b>Engineering / Public Works:</b>				
<b>Public Works:</b>				
Salaries and wages	1,037,467	1,051,574	(14,107)	1,071,426
Employee benefits	694,451	676,058	18,393	654,876
Services and supplies	99,750	101,886	(2,136)	92,968
<b>Total Public Works</b>	<b>1,831,668</b>	<b>1,829,518</b>	<b>2,150</b>	<b>1,819,270</b>
<b>Sanitation:</b>				
<b>Landfill:</b>				
Salaries and wages	565,723	507,983	57,740	486,897
Employee benefits	220,969	214,775	6,194	202,149
Services and supplies	921,127	784,163	136,964	890,268
<b>Total Sanitation</b>	<b>1,707,819</b>	<b>1,506,921</b>	<b>200,898</b>	<b>1,579,314</b>
<b>Health:</b>				
<b>Public Health Administration:</b>				
Salaries and wages	246,740	249,889	(3,149)	217,611
Employee benefits	109,199	107,753	1,446	98,253
Services and supplies	587,868	526,777	61,091	492,547
<b>Total Public Health Administration</b>	<b>943,807</b>	<b>884,419</b>	<b>59,388</b>	<b>808,411</b>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 10 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Medical:				
Salaries and wages	\$ 66,223	\$ 68,807	\$ (2,584)	\$ 64,691
Employee benefits	31,886	31,766	120	29,953
Services and supplies	531,859	371,486	160,373	329,583
Total Medical	<u>629,968</u>	<u>472,059</u>	<u>157,909</u>	<u>424,227</u>
Environmental Health:				
Salaries and wages	311,832	277,294	34,538	210,013
Employee benefits	104,395	99,781	4,614	67,465
Services and supplies	46,346	31,196	15,150	11,727
Total Environmental Health	<u>462,573</u>	<u>408,271</u>	<u>54,302</u>	<u>289,205</u>
Animal Services:				
Salaries and wages	154,557	154,557	-	410,776
Employee benefits	30,538	30,538	-	146,464
Services and supplies	729,585	597,954	131,631	239,717
Total Animal Services	<u>914,680</u>	<u>783,049</u>	<u>131,631</u>	<u>796,957</u>
Total Health	<u>2,951,028</u>	<u>2,547,798</u>	<u>403,230</u>	<u>2,318,800</u>
Welfare:				
Salaries and wages	100,894	98,952	1,942	100,169
Employee benefits	52,558	49,723	2,835	50,234
Services and supplies	301,707	169,888	131,819	187,443
Total Welfare	<u>455,159</u>	<u>318,563</u>	<u>136,596</u>	<u>337,846</u>
Culture and Recreation:				
Parks:				
Parks and Recreation Administration:				
Salaries and wages	401,364	409,050	(7,686)	396,017
Employee benefits	189,041	188,049	992	176,829
Services and supplies	40,095	26,123	13,972	28,504
Total Parks and Recreation Administration	<u>630,500</u>	<u>623,222</u>	<u>7,278</u>	<u>601,350</u>
Park Maintenance:				
Salaries and wages	534,438	495,092	39,346	538,387
Employee benefits	224,537	215,552	8,985	197,937
Services and supplies	510,229	499,012	11,217	486,383
Capital outlay	-	-	-	-
Total Park Maintenance	<u>1,269,204</u>	<u>1,209,656</u>	<u>59,548</u>	<u>1,222,707</u>
Grants, Gifts, and Donations:				
Services and supplies	236,002	211,866	24,136	183,605
Capital outlay	-	-	-	76,671
Total Grants, Gifts, and Donations	<u>236,002</u>	<u>211,866</u>	<u>24,136</u>	<u>260,276</u>
Total Parks	<u>2,135,706</u>	<u>2,044,744</u>	<u>90,962</u>	<u>2,084,333</u>

See accompanying notes.

**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 11 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Participant Recreation:				
Community Center:				
Salaries and wages	\$ 170,748	\$ 182,382	\$ (11,634)	\$ 161,163
Employee benefits	55,538	45,342	10,196	50,770
Services and supplies	172,721	141,093	31,628	137,266
	<u>399,007</u>	<u>368,817</u>	<u>30,190</u>	<u>349,199</u>
Recreation:				
Salaries and wages	269,067	278,608	(9,541)	252,351
Employee benefits	51,197	49,215	1,982	38,559
Services and supplies	90,456	57,254	33,202	61,924
	<u>410,720</u>	<u>385,077</u>	<u>25,643</u>	<u>352,834</u>
Swimming Pool:				
Salaries and wages	337,144	362,663	(25,519)	349,658
Employee benefits	86,409	85,322	1,087	82,509
Services and supplies	256,875	217,413	39,462	202,342
Capital outlay	-	-	-	5,355
	<u>680,428</u>	<u>665,398</u>	<u>15,030</u>	<u>639,864</u>
Ice Rink:				
Salaries and wages	35,000	28,978	6,022	29,298
Employee benefits	1,051	1,023	28	1,145
Services and supplies	58,330	39,108	19,222	50,913
	<u>94,381</u>	<u>69,109</u>	<u>25,272</u>	<u>81,356</u>
Sports:				
Salaries and wages	147,689	144,537	3,152	135,414
Employee benefits	47,824	45,765	2,059	42,981
Services and supplies	165,535	160,717	4,818	167,872
	<u>361,048</u>	<u>351,019</u>	<u>10,029</u>	<u>346,267</u>
Total Participant Recreation	<u>1,945,584</u>	<u>1,839,420</u>	<u>106,164</u>	<u>1,769,520</u>
Pony Express Pavilion:				
Salaries and wages	6,500	5,045	1,455	8,246
Employee benefits	7	-	7	-
Services and supplies	13,515	14,677	(1,162)	15,920
	<u>20,022</u>	<u>19,722</u>	<u>300</u>	<u>24,166</u>
Library:				
Salaries and wages	828,366	831,960	(3,594)	763,263
Employee benefits	356,621	341,386	15,235	322,562
Services and supplies	409,187	422,280	(13,093)	413,402
	<u>1,594,174</u>	<u>1,595,626</u>	<u>(1,452)</u>	<u>1,499,227</u>
Total Culture and Recreation	<u>5,695,486</u>	<u>5,499,512</u>	<u>195,974</u>	<u>5,377,246</u>

See accompanying notes.



**CARSON CITY  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 12 OF 12)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Community Support:				
Support Services:				
Services and supplies	\$ 467,254	\$ 463,770	\$ 3,484	\$ 458,979
Total Expenditures	<u>64,045,900</u>	<u>61,649,147</u>	<u>2,396,753</u>	<u>59,461,898</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,202,186</u>	<u>4,800,048</u>	<u>3,597,862</u>	<u>3,729,635</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Quality of Life Fund	74,230	63,968	(10,262)	45,724
Senior Citizens Fund	9,000	9,000	-	15,000
Residential Construction tax	-	2,009	2,009	-
Redevelopment Revolving Fund	-	480,000	480,000	480,000
Senior Citizens Fund	(110,000)	(110,000)	-	-
Carson City Debt Service Fund	(3,149,395)	(3,149,395)	-	(2,948,663)
Traffic Transportation Fund	(15,000)	(15,000)	-	(15,000)
Cemetery Fund	(75,000)	(75,000)	-	(75,000)
Carson City Transit Fund	(350,000)	(350,000)	-	(350,000)
Grant Fund	(75,155)	(78,892)	(3,737)	(54,534)
Ambulance Fund	(400,000)	(400,000)	-	(500,000)
Group Medical Fund	-	-	-	(172,132)
Total Other Financing Sources (Uses)	<u>(4,091,320)</u>	<u>(3,623,310)</u>	<u>468,010</u>	<u>(3,574,605)</u>
Net Change in Fund Balances	<u>(2,889,134)</u>	<u>1,176,738</u>	<u>4,065,872</u>	<u>155,030</u>
Fund Balances, July 1	<u>6,451,574</u>	<u>6,451,574</u>	<u>-</u>	<u>6,296,544</u>
Fund Balances, June 30	<u>\$ 3,562,440</u>	<u>\$ 7,628,312</u>	<u>\$ 4,065,872</u>	<u>\$ 6,451,574</u>

See accompanying notes.

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## **INFRASTRUCTURE FUND**

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

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**CARSON CITY  
INFRASTRUCTURE FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
Sales tax	\$ 787,133	\$ 821,866	\$ 34,733	\$ -
Miscellaneous:				
Investment income	-	70,084	70,084	-
Total Revenues	787,133	891,950	104,817	-
Expenditures:				
Health				
Services & supplies	97,281	99,966	(2,685)	-
Capital outlay	3,700,000	270,159	3,429,841	-
	3,797,281	370,125	3,427,156	-
Culture & Recreation:				
Services & supplies	55,589	54,338	1,251	-
Capital outlay	2,225,000	-	2,225,000	-
	2,280,589	54,338	2,226,251	-
Community Support:				
Services & supplies	194,561	190,182	4,379	-
Capital outlay	7,720,008	475,736	7,244,272	-
	7,914,569	665,918	7,248,651	-
Total Expenditures	13,992,439	1,090,381	12,902,058	-
Excess (Deficiency) of Revenues over Expenditures	(13,205,306)	(198,431)	13,006,875	-
Other Financing Sources (Uses):				
Debt issued	13,600,000	13,600,000	-	-
Premium on debt issued	392,439	392,439	-	-
Total Other Financing Sources (Uses)	13,992,439	13,992,439	-	-
Net Change in Fund Balances	787,133	13,794,008	13,006,875	-
Fund Balances, July 1	-	-	-	-
Fund Balances, June 30	\$ 787,133	\$ 13,794,008	\$ 13,006,875	\$ -

See accompanying notes.

**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, 2015**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>ASSETS</b>				
Cash and investments	\$ 8,207,084	\$ 369,668	\$ 588,880	\$ 9,165,632
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	70,284	17,899	-	88,183
Accounts receivable	21,197	16,601	-	37,798
Due from other funds	28,763	-	-	28,763
Due from other governments	3,488,696	-	-	3,488,696
Due from component units	5,883	-	-	5,883
Prepaid items	64,001	-	-	64,001
Restricted assets:				
Cash and investments	20,019	-	-	20,019
Total Assets	<u>\$ 11,905,927</u>	<u>\$ 404,168</u>	<u>\$ 588,880</u>	<u>\$ 12,898,975</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 2,751,924	\$ -	\$ 77,946	\$ 2,829,870
Accrued salaries and benefits	288,217	-	-	288,217
Due to other funds	28,763	-	-	28,763
Due to other governments	94,675	-	-	94,675
Unearned revenue	133,478	-	-	133,478
Payable from restricted assets	20,019	-	-	20,019
Total Liabilities	<u>3,317,076</u>	<u>-</u>	<u>77,946</u>	<u>3,395,022</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent property taxes	47,214	14,660	-	61,874
Fund balances:				
Nonspendable	64,001	-	-	64,001
Restricted	7,376,390	204,653	510,934	8,091,977
Committed	7,726	-	-	7,726
Assigned	1,093,520	184,855	-	1,278,375
Total Fund Balances	<u>8,541,637</u>	<u>389,508</u>	<u>510,934</u>	<u>9,442,079</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 11,905,927</u>	<u>\$ 404,168</u>	<u>\$ 588,880</u>	<u>\$ 12,898,975</u>

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
<b>Revenues:</b>				
Taxes	\$ 11,688,588	\$ 1,798,385	\$ 20,800	\$ 13,507,773
Licenses and permits	216,574	-	-	216,574
Intergovernmental revenues	9,588,453	349,155	-	9,937,608
Charges for services	398,789	-	-	398,789
Fines and forfeits	40,366	-	-	40,366
Miscellaneous	523,032	111,826	2,842	637,700
Total Revenues	<u>22,455,802</u>	<u>2,259,366</u>	<u>23,642</u>	<u>24,738,810</u>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	572,701	-	-	572,701
Public safety	1,182,823	-	-	1,182,823
Judicial	189,207	-	-	189,207
Public works	6,714,449	-	-	6,714,449
Sanitation	170,710	-	-	170,710
Health	2,773,474	-	-	2,773,474
Welfare	1,691,835	-	-	1,691,835
Culture and recreation	2,155,958	-	-	2,155,958
Community support	-	-	243,220	243,220
Economic opportunity	138,778	-	-	138,778
Capital outlay	9,142,212	-	178,679	9,320,891
<b>Debt service:</b>				
Principal retirement	-	4,974,700	-	4,974,700
Interest and fiscal charges	-	3,171,918	-	3,171,918
Total Expenditures	<u>24,732,147</u>	<u>8,146,618</u>	<u>421,899</u>	<u>33,300,664</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(2,276,345)</u>	<u>(5,887,252)</u>	<u>(398,257)</u>	<u>(8,561,854)</u>
<b>Other Financing Sources (Uses):</b>				
Refunding bonds issued	-	8,400,000	-	8,400,000
Premium on refunding bonds	-	1,178,784	-	1,178,784
Payment to refunded bond escrow agent	-	(9,418,592)	-	(9,418,592)
Sale of capital assets	64,812	-	-	64,812
Transfers in	1,978,809	7,270,874	1,016,396	10,266,079
Transfers out	(5,227,880)	(1,408,341)	(493,069)	(7,129,290)
Total Other Financing Sources (Uses)	<u>(3,184,259)</u>	<u>6,022,725</u>	<u>523,327</u>	<u>3,361,793</u>
Net Change in Fund Balances	(5,460,604)	135,473	125,070	(5,200,061)
Fund Balances, July 1	<u>14,002,241</u>	<u>254,035</u>	<u>385,864</u>	<u>14,642,140</u>
Fund Balances, June 30	<u>\$ 8,541,637</u>	<u>\$ 389,508</u>	<u>\$ 510,934</u>	<u>\$ 9,442,079</u>

See accompanying notes.

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## SPECIAL REVENUE FUNDS

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

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### Nonmajor Funds

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015  
(PAGE 1 OF 3)**

	SENIOR CITIZENS CENTER	COOPERATIVE EXTENSION	TRAFFIC TRANSPORTATION	SUPPLEMENTAL INDIGENT
<b>ASSETS</b>				
Cash and investments:				
Unrestricted	\$ 39,073	\$ 259,720	\$ 9,039	\$ 76,274
Restricted	-	-	-	-
Taxes receivable, delinquent	15,428	3,938	-	35,486
Accounts receivable	-	13	-	-
Due from other funds	-	-	-	-
Due from other governments	-	497	-	-
Due from component units	-	-	-	-
Prepaid items	197	-	-	-
	<u>54,698</u>	<u>264,168</u>	<u>9,039</u>	<u>111,760</u>
Total Assets	<u>\$ 54,698</u>	<u>\$ 264,168</u>	<u>\$ 9,039</u>	<u>\$ 111,760</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 7,599	\$ 1,627	\$ 273	\$ 53,709
Accrued salaries and benefits	10,855	-	1,040	-
Due to other funds	-	-	-	-
Due to other governments	-	29,759	-	34,170
Unearned revenue	-	-	-	-
Payable from restricted assets	-	-	-	-
	<u>18,454</u>	<u>31,386</u>	<u>1,313</u>	<u>87,879</u>
Total Liabilities	<u>18,454</u>	<u>31,386</u>	<u>1,313</u>	<u>87,879</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent property taxes	10,363	2,645	-	23,838
	<u>10,363</u>	<u>2,645</u>	<u>-</u>	<u>23,838</u>
Fund balances:				
Nonspendable	197	-	-	-
Restricted	25,684	230,137	-	43
Committed	-	-	7,726	-
Assigned	-	-	-	-
	<u>25,881</u>	<u>230,137</u>	<u>7,726</u>	<u>43</u>
Total Fund Balances	<u>25,881</u>	<u>230,137</u>	<u>7,726</u>	<u>43</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 54,698</u>	<u>\$ 264,168</u>	<u>\$ 9,039</u>	<u>\$ 111,760</u>

See accompanying notes.

<u>LIBRARY GIFT</u>	<u>ADMINISTRATIVE ASSESSMENTS</u>	<u>911 SURCHARGE</u>	<u>CAPITAL PROJECTS</u>
\$ 156,928	\$ 63,702	\$ 793,404	\$ 668,407
-	-	-	-
-	-	-	15,432
-	-	18,086	-
-	362	-	-
-	-	-	-
-	-	61,196	885
<u>\$ 156,928</u>	<u>\$ 64,064</u>	<u>\$ 872,686</u>	<u>\$ 684,724</u>
\$ 12,751	\$ 489	\$ 94,451	\$ 41,060
558	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>13,309</u>	<u>489</u>	<u>94,451</u>	<u>41,060</u>
-	-	-	10,368
-	-	61,196	885
143,619	63,575	717,039	-
-	-	-	-
-	-	-	632,411
<u>143,619</u>	<u>63,575</u>	<u>778,235</u>	<u>633,296</u>
<u>\$ 156,928</u>	<u>\$ 64,064</u>	<u>\$ 872,686</u>	<u>\$ 684,724</u>

See accompanying notes.

**CARSON CITY  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015  
(PAGE 2 OF 3)**

	<u>STREET MAINTENANCE</u>	<u>REDEVELOPMENT ADMINISTRATION</u>	<u>CARSON CITY TRANSIT</u>
<b>ASSETS</b>			
Cash and investments:			
Unrestricted	\$ 1,256,328	\$ 94,016	\$ 263,083
Restricted	-	-	-
Taxes receivable, delinquent	-	-	-
Accounts receivable	-	-	2,958
Due from other funds	-	-	-
Due from other governments	682,711	5,000	331,636
Due from component units	-	-	-
Prepaid items	100	-	-
	<u>1,939,139</u>	<u>99,016</u>	<u>597,677</u>
Total Assets	<u>\$ 1,939,139</u>	<u>\$ 99,016</u>	<u>\$ 597,677</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
Liabilities:			
Accounts payable	\$ 649,410	\$ 3,497	\$ 367,940
Accrued salaries and benefits	87,580	9,351	3,865
Due to other funds	-	-	-
Due to other governments	-	-	13,714
Unearned revenue	-	-	-
Payable from restricted assets	-	-	-
	<u>736,990</u>	<u>12,848</u>	<u>385,519</u>
Total Liabilities	<u>736,990</u>	<u>12,848</u>	<u>385,519</u>
Deferred inflows of resources:			
Unavailable revenue - delinquent property taxes	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>			
Nonspendable	100	-	-
Restricted	1,202,049	86,168	212,158
Committed	-	-	-
Assigned	-	-	-
	<u>1,202,149</u>	<u>86,168</u>	<u>212,158</u>
Total Fund Balances	<u>1,202,149</u>	<u>86,168</u>	<u>212,158</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,939,139</u>	<u>\$ 99,016</u>	<u>\$ 597,677</u>

See accompanying notes.

<u>COMMISSARY</u>	<u>V &amp; T SPECIAL INFRASTRUCTURE</u>	<u>CAMPO</u>	<u>AIRPORT</u>
\$ 110,400		\$ -	\$ -
20,019	-	-	-
-	-	-	-
-	-	-	-
-	198,705	56,936	-
-	-	-	-
-	-	375	-
<u>\$ 130,419</u>	<u>\$ 198,705</u>	<u>\$ 57,311</u>	<u>\$ -</u>
\$ 17,064	\$ -	\$ 2,221	\$ -
3,640	-	-	-
-	-	28,763	-
-	-	-	-
-	-	-	-
20,019	-	-	-
<u>40,723</u>	<u>-</u>	<u>30,984</u>	<u>-</u>
-	-	-	-
-	-	375	-
89,696	198,705	25,952	-
-	-	-	-
-	-	-	-
<u>89,696</u>	<u>198,705</u>	<u>26,327</u>	<u>-</u>
<u>\$ 130,419</u>	<u>\$ 198,705</u>	<u>\$ 57,311</u>	<u>\$ -</u>

See accompanying notes.

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**CARSON CITY**  
**COMBINING BALANCE SHEET**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 3 OF 3)**

	<u>REGIONAL TRANSPORTATION</u>	<u>QUALITY OF LIFE</u>	<u>GRANT</u>	<u>TOTAL</u>
<b>ASSETS</b>				
Cash and investments:				
Unrestricted	\$ 57,290	\$ 4,271,832	\$ 87,588	\$ 8,207,084
Restricted	-	-	-	20,019
Taxes receivable, delinquent	-	-	-	70,284
Accounts receivable	-	-	140	21,197
Due from other funds	28,763	-	-	28,763
Due from other governments	602,292	517,973	1,092,584	3,488,696
Due from component units	-	-	5,883	5,883
Prepaid items	375	-	873	64,001
	<u>688,720</u>	<u>4,789,805</u>	<u>1,187,068</u>	<u>11,905,927</u>
Total Assets	<u>\$ 688,720</u>	<u>\$ 4,789,805</u>	<u>\$ 1,187,068</u>	<u>\$ 11,905,927</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
Liabilities:				
Accounts payable	\$ 66,453	\$ 1,250,917	\$ 182,463	\$ 2,751,924
Accrued salaries and benefits	19,205	16,554	135,569	288,217
Due to other funds	-	-	-	28,763
Due to other governments	-	4,114	12,918	94,675
Unearned revenue	48,688	-	84,790	133,478
Payable from restricted assets	-	-	-	20,019
	<u>134,346</u>	<u>1,271,585</u>	<u>415,740</u>	<u>3,317,076</u>
Total Liabilities	<u>134,346</u>	<u>1,271,585</u>	<u>415,740</u>	<u>3,317,076</u>
Deferred inflows of resources:				
Unavailable revenue - delinquent property taxes	-	-	-	47,214
	<u>-</u>	<u>-</u>	<u>-</u>	<u>47,214</u>
<b>FUND BALANCES</b>				
Nonspendable	375	-	873	64,001
Restricted	553,999	3,518,220	309,346	7,376,390
Committed	-	-	-	7,726
Assigned	-	-	461,109	1,093,520
	<u>554,374</u>	<u>3,518,220</u>	<u>771,328</u>	<u>8,541,637</u>
Total Fund Balances	<u>554,374</u>	<u>3,518,220</u>	<u>771,328</u>	<u>8,541,637</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 688,720</u>	<u>\$ 4,789,805</u>	<u>\$ 1,187,068</u>	<u>\$ 11,905,927</u>

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 1 OF 3)**

	SENIOR CITIZENS CENTER	COOPERATIVE EXTENSION	TRAFFIC TRANSPORTATION	SUPPLEMENTAL INDIGENT
Revenues:				
Taxes	\$ 608,451	\$ 155,762	\$ -	\$ 1,399,434
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	40,366	-
Miscellaneous	574	12,094	11,580	2,105
<b>Total Revenues</b>	<b>609,025</b>	<b>167,856</b>	<b>51,946</b>	<b>1,401,539</b>
Expenditures:				
Current:				
General government	-	-	-	-
Public safety	-	-	70,734	-
Judicial	-	-	-	-
Public works	-	-	-	-
Sanitation	-	-	-	-
Welfare	-	-	-	1,401,740
Health	-	-	-	-
Culture and recreation	625,519	185,012	-	-
Economic opportunity	-	-	-	-
Capital outlay	-	-	-	-
<b>Total Expenditures</b>	<b>625,519</b>	<b>185,012</b>	<b>70,734</b>	<b>1,401,740</b>
Excess (Deficiency) of Revenues over Expenditures	(16,494)	(17,156)	(18,788)	(201)
Other Financing Sources (Uses):				
Sale of capital assets	-	-	-	-
Transfers in	110,000	-	15,000	-
Transfers out	(165,050)	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>(55,050)</b>	<b>-</b>	<b>15,000</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>(71,544)</b>	<b>(17,156)</b>	<b>(3,788)</b>	<b>(201)</b>
Fund Balances, July 1	97,425	247,293	11,514	244
Fund Balances, June 30	\$ 25,881	\$ 230,137	\$ 7,726	\$ 43

See accompanying notes.

LIBRARY GIFT	ADMINISTRATIVE ASSESSMENTS	911 SURCHARGE	CAPITAL PROJECTS
\$ -	\$ -	\$ -	\$ 608,441
-	-	216,574	-
-	66,897	-	-
-	-	-	-
-	-	-	-
46,023	-	4,504	6,693
<u>46,023</u>	<u>-</u>	<u>4,504</u>	<u>6,693</u>
46,023	66,897	221,078	615,134
<u>46,023</u>	<u>66,897</u>	<u>221,078</u>	<u>615,134</u>
-	-	-	101,638
-	-	164,055	1,162
-	49,022	-	-
-	-	-	-
-	-	-	170,710
-	-	-	-
-	-	-	-
99,680	-	-	2,750
-	-	-	-
5,533	13,799	653,113	1,576,667
<u>5,533</u>	<u>13,799</u>	<u>653,113</u>	<u>1,576,667</u>
105,213	62,821	817,168	1,852,927
<u>105,213</u>	<u>62,821</u>	<u>817,168</u>	<u>1,852,927</u>
(59,190)	4,076	(596,090)	(1,237,793)
<u>(59,190)</u>	<u>4,076</u>	<u>(596,090)</u>	<u>(1,237,793)</u>
-	-	-	64,812
-	-	-	11,060
-	-	(102,695)	(230,139)
<u>-</u>	<u>-</u>	<u>(102,695)</u>	<u>(230,139)</u>
-	-	(102,695)	(154,267)
<u>-</u>	<u>-</u>	<u>(102,695)</u>	<u>(154,267)</u>
(59,190)	4,076	(698,785)	(1,392,060)
<u>(59,190)</u>	<u>4,076</u>	<u>(698,785)</u>	<u>(1,392,060)</u>
202,809	59,499	1,477,020	2,025,356
<u>202,809</u>	<u>59,499</u>	<u>1,477,020</u>	<u>2,025,356</u>
<u>\$ 143,619</u>	<u>\$ 63,575</u>	<u>\$ 778,235</u>	<u>\$ 633,296</u>

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 2 OF 3)**

	STREET MAINTENANCE	REDEVELOPMENT ADMINISTRATION	CARSON CITY TRANSIT
Revenues:			
Taxes	\$ 2,536,312	\$ -	\$ -
Licenses and permits	-	-	-
Intergovernmental revenues	1,319,284	9,583	902,400
Charges for services	57,296	-	102,263
Fines and forfeits	-	-	-
Miscellaneous	3,900	10,985	37,627
	<u>3,916,792</u>	<u>20,568</u>	<u>1,042,290</u>
Total Revenues			
Expenditures:			
Current:			
General government	-	455,313	-
Public safety	-	-	-
Judicial	-	-	-
Public works	4,669,652	-	1,154,985
Sanitation	-	-	-
Welfare	-	-	-
Health	-	-	-
Culture and recreation	-	-	-
Economic opportunity	-	-	-
Capital outlay	23,462	-	244,232
	<u>4,693,114</u>	<u>455,313</u>	<u>1,399,217</u>
Total Expenditures			
Excess (Deficiency) of Revenues over Expenditures	<u>(776,322)</u>	<u>(434,745)</u>	<u>(356,927)</u>
Other Financing Sources (Uses):			
Sale of capital assets	-	-	-
Transfers in	1,000,000	391,945	350,000
Transfers out	(11,521)	-	-
	<u>988,479</u>	<u>391,945</u>	<u>350,000</u>
Total Other Financing Sources (Uses)			
Net Change in Fund Balances	212,157	(42,800)	(6,927)
Fund Balances, July 1	<u>989,992</u>	<u>128,968</u>	<u>219,085</u>
Fund Balances, June 30	<u>\$ 1,202,149</u>	<u>\$ 86,168</u>	<u>\$ 212,158</u>

See accompanying notes.

<u>COMMISSARY</u>	<u>V &amp; T SPECIAL INFRASTRUCTURE</u>	<u>CAMPO</u>	<u>AIRPORT</u>
\$ -	\$ 1,095,148	\$ -	\$ -
-	-	-	-
-	100,000	508,158	1,603,931
133,094	-	-	-
-	-	-	-
105,424	189	-	-
<u>238,518</u>	<u>1,195,337</u>	<u>508,158</u>	<u>1,603,931</u>
-	250	-	-
221,468	-	-	-
-	-	-	-
-	-	524,992	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	1,603,931
<u>221,468</u>	<u>250</u>	<u>524,992</u>	<u>1,603,931</u>
<u>17,050</u>	<u>1,195,087</u>	<u>(16,834)</u>	<u>-</u>
-	-	-	-
-	-	21,912	-
-	(1,173,301)	-	-
<u>-</u>	<u>(1,173,301)</u>	<u>21,912</u>	<u>-</u>
17,050	21,786	5,078	-
<u>72,646</u>	<u>176,919</u>	<u>21,249</u>	<u>-</u>
<u>\$ 89,696</u>	<u>\$ 198,705</u>	<u>\$ 26,327</u>	<u>\$ -</u>

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 3 OF 3)**

	<u>REGIONAL TRANSPORTATION</u>	<u>QUALITY OF LIFE</u>	<u>GRANT</u>	<u>TOTAL</u>
Revenues:				
Taxes	\$ 3,094,258	\$ 2,190,782	\$ -	\$ 11,688,588
Licenses and permits	-	-	-	216,574
Intergovernmental revenues	238,024	174,617	4,665,559	9,588,453
Charges for services	-	-	106,136	398,789
Fines and forfeits	-	-	-	40,366
Miscellaneous	3,102	37,223	241,009	523,032
	<u>3,335,384</u>	<u>2,402,622</u>	<u>5,012,704</u>	<u>22,455,802</u>
Total Revenues				
Expenditures:				
Current:				
General government	-	-	15,500	572,701
Public safety	-	-	725,404	1,182,823
Judicial	-	-	140,185	189,207
Public works	364,820	-	-	6,714,449
Sanitation	-	-	-	170,710
Welfare	-	-	290,095	1,691,835
Health	-	-	2,773,474	2,773,474
Culture and recreation	-	1,056,523	186,474	2,155,958
Economic opportunity	-	-	138,778	138,778
Capital outlay	306,340	4,053,321	661,814	9,142,212
	<u>671,160</u>	<u>5,109,844</u>	<u>4,931,724</u>	<u>24,732,147</u>
Total Expenditures				
Excess (Deficiency) of Revenues over Expenditures	<u>2,664,224</u>	<u>(2,707,222)</u>	<u>80,980</u>	<u>(2,276,345)</u>
Other Financing Sources (Uses):				
Sale of capital assets	-	-	-	64,812
Transfers in	-	-	78,892	1,978,809
Transfers out	(2,718,948)	(826,226)	-	(5,227,880)
	<u>(2,718,948)</u>	<u>(826,226)</u>	<u>78,892</u>	<u>(3,184,259)</u>
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	(54,724)	(3,533,448)	159,872	(5,460,604)
Fund Balances, July 1	<u>609,098</u>	<u>7,051,668</u>	<u>611,456</u>	<u>14,002,241</u>
Fund Balances, June 30	<u>\$ 554,374</u>	<u>\$ 3,518,220</u>	<u>\$ 771,328</u>	<u>\$ 8,541,637</u>

See accompanying notes.

**CARSON CITY  
SENIOR CITIZENS CENTER FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
Ad valorem	\$ 610,378	\$ 608,451	\$ (1,927)	\$ 593,584
Miscellaneous:				
Investment income	2,000	574	(1,426)	2,045
Total Revenues	<u>612,378</u>	<u>609,025</u>	<u>(3,353)</u>	<u>595,629</u>
Expenditures:				
Culture and recreation:				
Participant recreation:				
Salaries and wages	282,890	280,073	2,817	209,069
Employee benefits	115,210	113,869	1,341	96,655
Services and supplies	233,534	231,577	1,957	243,401
Capital outlay	-	-	-	150,377
Total Expenditures	<u>631,634</u>	<u>625,519</u>	<u>6,115</u>	<u>699,502</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(19,256)</u>	<u>(16,494)</u>	<u>2,762</u>	<u>(103,873)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	110,000	110,000	-	-
General Fund	(9,000)	(9,000)	-	(15,000)
Group Medical Fund	-	-	-	(2,112)
Carson City Debt Service Fund	(156,050)	(156,050)	-	(149,800)
Total Other Financing Sources (Uses)	<u>(55,050)</u>	<u>(55,050)</u>	<u>-</u>	<u>(166,912)</u>
Net Change in Fund Balances	(74,306)	(71,544)	2,762	(270,785)
Fund Balances, July 1	<u>97,425</u>	<u>97,425</u>	<u>-</u>	<u>368,210</u>
Fund Balances, June 30	<u>\$ 23,119</u>	<u>\$ 25,881</u>	<u>\$ 2,762</u>	<u>\$ 97,425</u>

See accompanying notes.

**CARSON CITY  
COOPERATIVE EXTENSION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
Ad valorem	\$ 156,470	\$ 155,762	\$ (708)	\$ 151,957
Miscellaneous:				
Refunds and reimbursements	-	12,094	12,094	11,891
Total Revenues	156,470	167,856	11,386	163,848
Expenditures:				
Culture and recreation:				
Cooperative extension:				
Salaries and wages	10,390	-	10,390	3,966
Employee benefits	295	-	295	120
Services and supplies	339,078	185,012	154,066	204,220
Total Expenditures	349,763	185,012	164,751	208,306
Excess (Deficiency) of Revenues over Expenditures	(193,293)	(17,156)	176,137	(44,458)
Fund Balances, July 1	247,293	247,293	-	291,751
Fund Balances, June 30	\$ 54,000	\$ 230,137	\$ 176,137	\$ 247,293

See accompanying notes.



**CARSON CITY  
TRAFFIC TRANSPORTATION FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Fines and forfeits:				
Fines:				
Court	\$ 50,000	\$ 40,366	\$ (9,634)	\$ 50,030
Miscellaneous:				
Investment income	100	56	(44)	95
Rents and royalties	16,150	11,520	(4,630)	13,856
Other	-	4	4	140
	<u>16,250</u>	<u>11,580</u>	<u>(4,670)</u>	<u>14,091</u>
Total Revenues	<u>66,250</u>	<u>51,946</u>	<u>(14,304)</u>	<u>64,121</u>
Expenditures:				
Public safety:				
Sheriff - parking enforcement:				
Salaries and wages	50,207	50,232	(25)	47,781
Employee benefits	22,943	14,545	8,398	21,787
Services and supplies	9,888	5,957	3,931	5,165
	<u>83,038</u>	<u>70,734</u>	<u>12,304</u>	<u>74,733</u>
Total Expenditures	<u>83,038</u>	<u>70,734</u>	<u>12,304</u>	<u>74,733</u>
Excess (Deficiency) of Revenues over Expenditures	(16,788)	(18,788)	(2,000)	(10,612)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	15,000	15,000	-	15,000
Group Medical Fund	-	-	-	(481)
	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>14,519</u>
Total Other Financing Sources (Uses)	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>14,519</u>
Net Change in Fund Balances	(1,788)	(3,788)	(2,000)	3,907
Fund Balances, July 1	<u>11,514</u>	<u>11,514</u>	<u>-</u>	<u>7,607</u>
Fund Balances, June 30	<u>\$ 9,726</u>	<u>\$ 7,726</u>	<u>\$ (2,000)</u>	<u>\$ 11,514</u>

See accompanying notes.

**CARSON CITY  
SUPPLEMENTAL INDIGENT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2014</u>
Revenues:				
Taxes:				
Ad valorem	<u>\$ 1,402,469</u>	<u>\$ 1,399,434</u>	<u>\$ (3,035)</u>	<u>\$ 1,365,253</u>
Miscellaneous:				
Investment income	<u>3,000</u>	<u>2,105</u>	<u>(895)</u>	<u>4,426</u>
Total Revenues	<u>1,405,469</u>	<u>1,401,539</u>	<u>(3,930)</u>	<u>1,369,679</u>
Expenditures:				
Welfare:				
Institutional care:				
Services and supplies	<u>1,405,469</u>	<u>1,401,740</u>	<u>3,729</u>	<u>1,369,437</u>
Excess (Deficiency) of Revenues over Expenditures	-	(201)	(201)	242
Fund Balances, July 1	<u>244</u>	<u>244</u>	<u>-</u>	<u>104</u>
Fund Balances, June 30	<u><u>\$ 244</u></u>	<u><u>\$ 43</u></u>	<u><u>\$ (201)</u></u>	<u><u>\$ 346</u></u>

See accompanying notes.

**CARSON CITY  
LIBRARY GIFT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Miscellaneous:				
Investment income	\$ 2,000	\$ 942	\$ (1,058)	\$ 1,980
Donations and gifts	5,000	45,081	40,081	85,863
Total Revenues	<u>7,000</u>	<u>46,023</u>	<u>39,023</u>	<u>87,843</u>
Expenditures:				
Culture and recreation:				
Libraries:				
Salaries and wages	-	532	(532)	-
Employee benefits	-	26	(26)	-
Services and supplies	199,276	99,122	100,154	125,787
Capital outlay	5,533	5,533	-	-
Total Expenditures	<u>204,809</u>	<u>105,213</u>	<u>99,596</u>	<u>125,787</u>
Excess (Deficiency) of Revenues over Expenditures	(197,809)	(59,190)	138,619	(37,944)
Fund Balances, July 1	<u>202,809</u>	<u>202,809</u>	<u>-</u>	<u>240,753</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 143,619</u>	<u>\$ 138,619</u>	<u>\$ 202,809</u>

See accompanying notes.

**CARSON CITY**  
**ADMINISTRATIVE ASSESSMENTS FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2014</u>
Revenues:				
Intergovernmental revenues:				
State shared revenue:				
Administrative assessments	\$ 80,000	\$ 66,897	\$ (13,103)	\$ 69,804
Expenditures:				
Judicial:				
Services and supplies	134,499	49,022	85,477	41,162
Capital outlay	-	13,799	(13,799)	14,930
Total Expenditures	<u>134,499</u>	<u>62,821</u>	<u>71,678</u>	<u>56,092</u>
Excess (Deficiency) of Revenues over Expenditures	(54,499)	4,076	58,575	13,712
Fund Balances, July 1	<u>59,499</u>	<u>59,499</u>	-	<u>45,787</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 63,575</u>	<u>\$ 58,575</u>	<u>\$ 59,499</u>

See accompanying notes.

**CARSON CITY**  
**911 SURCHARGE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2014</u>
Revenues:				
Licenses and permits:				
Franchise fees:				
Telephone	\$ 218,000	\$ 216,574	\$ (1,426)	\$ 223,684
Miscellaneous:				
Investment income	5,000	4,504	(496)	6,348
Total Revenues	<u>223,000</u>	<u>221,078</u>	<u>(1,922)</u>	<u>230,032</u>
Expenditures:				
Public Safety:				
Services and supplies	187,174	164,055	23,119	136,087
Capital outlay	1,200,064	653,113	546,951	99,323
Total Expenditures	<u>1,387,238</u>	<u>817,168</u>	<u>570,070</u>	<u>235,410</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,164,238)</u>	<u>(596,090)</u>	<u>568,148</u>	<u>(5,378)</u>
Other Financing Sources (Uses):				
Debt issued	-	-	-	918,000
Transfers in (out):				
Carson City Debt Service Fund	(102,695)	(102,695)	-	-
Total Other Financing Sources (Uses)	<u>(102,695)</u>	<u>(102,695)</u>	<u>-</u>	<u>918,000</u>
Net Change in Fund Balances	(1,266,933)	(698,785)	568,148	912,622
Fund Balances, July 1	<u>1,477,020</u>	<u>1,477,020</u>	<u>-</u>	<u>564,398</u>
Fund Balances, June 30	<u>\$ 210,087</u>	<u>\$ 778,235</u>	<u>\$ 568,148</u>	<u>\$ 1,477,020</u>

See accompanying notes.

**CARSON CITY  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
Ad valorem	\$ 610,378	\$ 608,441	\$ (1,937)	\$ 593,580
Miscellaneous:				
Investment income	3,000	6,693	3,693	7,007
Total Revenues	613,378	615,134	1,756	600,587
Expenditures:				
General government:				
Services and supplies	154,346	101,638	52,708	4,110
Capital Outlay	316,897	71,516	245,381	139,312
	471,243	173,154	298,089	143,422
Public safety:				
Services and supplies	-	1,162	(1,162)	3,260
Capital outlay	281,132	57,757	223,375	100,000
	281,132	58,919	222,213	103,260
Landfill:				
Services and supplies	205,983	170,710	35,273	-
Capital outlay	1,495,341	1,447,394	47,947	-
	1,701,324	1,618,104	83,220	-
Public works:				
Services and supplies	-	-	-	31,676
Culture and recreation:				
Services and supplies	2,750	2,750	-	37,339
Capital outlay	23,018	-	23,018	72,810
	25,768	2,750	23,018	110,149
Total Expenditures	2,479,467	1,852,927	626,540	388,507
Excess (Deficiency) of Revenues over Expenditures	(1,866,089)	(1,237,793)	628,296	212,080

See accompanying notes.

**CARSON CITY  
CAPITAL PROJECTS FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Other Financing Sources (Uses):				
Debt issued	-	-	-	1,733,000
Sale of capital assets	64,812	64,812	-	-
Transfers in (out):				
Capital Facilities Fund	11,060	11,060	-	-
Carson City Debt Service Fund	(230,139)	(230,139)	-	(229,990)
Total Other Financing Sources (Uses)	(154,267)	(154,267)	-	1,503,010
Net Change in Fund Balances	(2,020,356)	(1,392,060)	628,296	1,715,090
Fund Balances, July 1	2,025,356	2,025,356	-	310,266
Fund Balances, June 30	\$ 5,000	\$ 633,296	\$ 628,296	\$ 2,025,356

See accompanying notes.

**CARSON CITY**  
**STREET MAINTENANCE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 335,505	\$ 345,534	\$ 10,029	\$ 335,231
Sales tax, voter approved	2,079,485	2,190,778	111,293	1,975,846
	<u>2,414,990</u>	<u>2,536,312</u>	<u>121,322</u>	<u>2,311,077</u>
Intergovernmental revenues:				
Federal grants	-	4,591	4,591	80,455
State grants	-	-	-	26,347
State shared revenues:				
Motor vehicle fuel tax	1,202,012	1,231,191	29,179	1,201,763
Other local government grants	51,500	83,502	32,002	94,761
	<u>1,253,512</u>	<u>1,319,284</u>	<u>65,772</u>	<u>1,403,326</u>
Charges for services	30,000	57,296	27,296	12,343
Miscellaneous:				
Investment income	500	3,651	3,151	237
Refunds and reimbursements	-	249	249	7,000
	<u>500</u>	<u>3,900</u>	<u>3,400</u>	<u>7,237</u>
Total Revenues	<u>3,699,002</u>	<u>3,916,792</u>	<u>217,790</u>	<u>3,733,983</u>
Expenditures:				
Public works:				
Salaries and wages	1,317,119	1,339,308	(22,189)	1,295,096
Employee benefits	490,276	503,576	(13,300)	461,540
Services and supplies	3,593,327	2,826,768	766,559	2,751,637
Capital outlay	272,639	23,462	249,177	76,377
	<u>5,673,361</u>	<u>4,693,114</u>	<u>980,247</u>	<u>4,584,650</u>
Total Expenditures	<u>5,673,361</u>	<u>4,693,114</u>	<u>980,247</u>	<u>4,584,650</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,974,359)</u>	<u>(776,322)</u>	<u>1,198,037</u>	<u>(850,667)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Regional Transportation Fund	1,248,371	1,000,000	(248,371)	1,300,000
Fleet Management Fund	(11,521)	(11,521)	-	-
Group Medical Fund	-	-	-	(10,760)
	<u>1,236,850</u>	<u>988,479</u>	<u>(248,371)</u>	<u>1,289,240</u>
Total Other Financing Sources (Uses)	<u>1,236,850</u>	<u>988,479</u>	<u>(248,371)</u>	<u>1,289,240</u>
Net Change in Fund Balances	(737,509)	212,157	949,666	438,573
Fund Balances, July 1	989,992	989,992	-	551,419
Fund Balances, June 30	<u>\$ 252,483</u>	<u>\$ 1,202,149</u>	<u>\$ 949,666</u>	<u>\$ 989,992</u>

See accompanying notes.



**CARSON CITY**  
**REDEVELOPMENT ADMINISTRATION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Intergovernmental revenues:				
Other local government grants	\$ 5,379	\$ 9,583	\$ 4,204	\$ 5,796
Miscellaneous:				
Investment income	500	945	445	688
Other	11,000	10,040	(960)	10,250
	<u>11,500</u>	<u>10,985</u>	<u>(515)</u>	<u>10,938</u>
Total Revenues	<u>16,879</u>	<u>20,568</u>	<u>3,689</u>	<u>16,734</u>
Expenditures:				
General government:				
Salaries and wages	204,925	179,441	25,484	235,697
Employee benefits	84,213	47,918	36,295	92,581
Services and supplies	269,248	227,954	41,294	272,495
	<u>558,386</u>	<u>455,313</u>	<u>103,073</u>	<u>600,773</u>
Total Expenditures	<u>558,386</u>	<u>455,313</u>	<u>103,073</u>	<u>600,773</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(541,507)</u>	<u>(434,745)</u>	<u>106,762</u>	<u>(584,039)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	446,327	391,945	(54,382)	635,000
Group Medical Fund	-	-	-	(2,481)
	<u>446,327</u>	<u>391,945</u>	<u>(54,382)</u>	<u>632,519</u>
Total Other Financing Sources (Uses)	<u>446,327</u>	<u>391,945</u>	<u>(54,382)</u>	<u>632,519</u>
Net Change in Fund Balances	(95,180)	(42,800)	52,380	48,480
Fund Balances, July 1	<u>128,968</u>	<u>128,968</u>	<u>-</u>	<u>80,488</u>
Fund Balances, June 30	<u>\$ 33,788</u>	<u>\$ 86,168</u>	<u>\$ 52,380</u>	<u>\$ 128,968</u>

See accompanying notes.

**CARSON CITY  
CARSON CITY TRANSIT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 945,676	\$ 852,400	\$ (93,276)	\$ 850,854
State grants	50,000	50,000	-	50,000
	<u>995,676</u>	<u>902,400</u>	<u>(93,276)</u>	<u>900,854</u>
Charges for services:				
Ticket sales	92,270	102,263	9,993	94,963
Miscellaneous:				
Investment income	500	1,901	1,401	1,306
Rents and royalties	25,000	35,535	10,535	31,772
Gifts and donations	-	191	191	-
	<u>25,500</u>	<u>37,627</u>	<u>12,127</u>	<u>33,078</u>
Total Revenues	<u>1,113,446</u>	<u>1,042,290</u>	<u>(71,156)</u>	<u>1,028,895</u>
Expenditures:				
Public works:				
Transit system:				
Salaries and wages	23,717	25,970	(2,253)	6,815
Employee benefits	27,802	28,059	(257)	21,731
Services and supplies	1,096,249	1,100,956	(4,707)	1,034,296
Capital outlay	327,232	244,232	83,000	217,388
Total Expenditures	<u>1,475,000</u>	<u>1,399,217</u>	<u>75,783</u>	<u>1,280,230</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(361,554)</u>	<u>(356,927)</u>	<u>4,627</u>	<u>(251,335)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	350,000	350,000	-	350,000
Group Medical Fund	-	-	-	(650)
Total Other Financing Sources and (Uses)	<u>350,000</u>	<u>350,000</u>	<u>-</u>	<u>349,350</u>
Net Change in Fund Balances	(11,554)	(6,927)	4,627	98,015
Fund Balances, July 1	<u>219,085</u>	<u>219,085</u>	<u>-</u>	<u>121,070</u>
Fund Balances, June 30	<u>\$ 207,531</u>	<u>\$ 212,158</u>	<u>\$ 4,627</u>	<u>\$ 219,085</u>

See accompanying notes.

**CARSON CITY  
COMMISSARY FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Charges for Services:				
Public safety:				
Commissary sales	\$ 163,000	\$ 133,094	\$ (29,906)	\$ 202,274
Miscellaneous:				
Investment income	100	431	331	107
Rents and royalties	60,000	49,856	(10,144)	51,217
Donations and gifts	-	632	632	1,205
Other	-	54,505	54,505	-
	<u>60,100</u>	<u>105,424</u>	<u>45,324</u>	<u>52,529</u>
Total Revenues	<u>223,100</u>	<u>238,518</u>	<u>15,418</u>	<u>254,803</u>
Expenditures:				
Public safety:				
Salaries and wages	59,868	61,440	(1,572)	52,723
Employee benefits	20,478	20,362	116	18,852
Services and supplies	184,772	139,666	45,106	205,859
	<u>265,118</u>	<u>221,468</u>	<u>43,650</u>	<u>277,434</u>
Total Expenditures	<u>265,118</u>	<u>221,468</u>	<u>43,650</u>	<u>277,434</u>
Excess (Deficiency) of Revenues over Expenditures	(42,018)	17,050	59,068	(22,631)
Other Financing Sources (Uses):				
Transfers in (out):				
Insurance Fund	-	-	-	82,610
Group Medical Fund	-	-	-	(369)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>82,241</u>
Total Other Financing Sources and (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>82,241</u>
Net Change in Fund Balances	(42,018)	17,050	59,068	59,610
Fund Balances, July 1	<u>72,646</u>	<u>72,646</u>	<u>-</u>	<u>13,036</u>
Fund Balances, June 30	<u>\$ 30,628</u>	<u>\$ 89,696</u>	<u>\$ 59,068</u>	<u>\$ 72,646</u>

See accompanying notes.

**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, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2014</u>
Revenues:				
Taxes:				
Sales tax	\$ 1,049,511	\$ 1,095,148	\$ 45,637	\$ 987,944
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	100,000	100,000	-	100,000
Miscellaneous:				
Investment income	-	189	189	74
Total Revenues	<u>1,149,511</u>	<u>1,195,337</u>	<u>45,826</u>	<u>1,088,018</u>
Expenditures:				
General government:				
Services and supplies	1,250	250	1,000	250
Excess (Deficiency) of Revenues over Expenditures	<u>1,148,261</u>	<u>1,195,087</u>	<u>46,826</u>	<u>1,087,768</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Carson City Debt Service Fund	(1,245,329)	(1,173,301)	72,028	(1,081,999)
Net Change in Fund Balances	(97,068)	21,786	118,854	5,769
Fund Balances, July 1	<u>176,919</u>	<u>176,919</u>	<u>-</u>	<u>171,150</u>
Fund Balances, June 30	<u>\$ 79,851</u>	<u>\$ 198,705</u>	<u>\$ 118,854</u>	<u>\$ 176,919</u>

See accompanying notes.

**CARSON CITY  
CAMPO FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 497,020	\$ 497,020	\$ -	\$ 315,403
Other local government grants:				
Interlocal cooperative agreements	<u>10,000</u>	<u>11,138</u>	<u>1,138</u>	<u>10,195</u>
Total Revenues	<u>507,020</u>	<u>508,158</u>	<u>1,138</u>	<u>325,598</u>
Expenditures:				
Public works:				
Services and supplies	<u>527,020</u>	<u>524,992</u>	<u>2,028</u>	<u>340,463</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(20,000)</u>	<u>(16,834)</u>	<u>3,166</u>	<u>(14,865)</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Regional Transportation Fund	<u>20,000</u>	<u>21,912</u>	<u>1,912</u>	<u>20,056</u>
Net Change in Fund Balances	-	5,078	5,078	5,191
Fund Balances, July 1	<u>21,249</u>	<u>21,249</u>	<u>-</u>	<u>16,058</u>
Fund Balances, June 30	<u>\$ 21,249</u>	<u>\$ 26,327</u>	<u>\$ 5,078</u>	<u>\$ 21,249</u>

See accompanying notes.

**CARSON CITY  
AIRPORT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2014</u>
Revenues:				
Intergovernmental revenues:				
Federal grant, FAA	\$ 1,750,000	\$ 1,503,686	\$ (246,314)	\$ 1,979,637
Other local shared revenues:				
CC Airport Authority	<u>116,667</u>	<u>100,245</u>	<u>(16,422)</u>	<u>131,977</u>
Total Revenues	<u>1,866,667</u>	<u>1,603,931</u>	<u>(262,736)</u>	<u>2,111,614</u>
Expenditures:				
Airport:				
Services and supplies	-	-	-	-
Capital outlay	<u>1,866,667</u>	<u>1,603,931</u>	<u>262,736</u>	<u>2,111,614</u>
Total Expenditures	<u>1,866,667</u>	<u>1,603,931</u>	<u>262,736</u>	<u>2,111,614</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>

See accompanying notes.

**CARSON CITY**  
**REGIONAL TRANSPORTATION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
County option motor vehicle fuel tax	\$ 3,023,612	\$ 3,094,258	\$ 70,646	\$ 3,001,996
Intergovernmental revenues:				
Federal grants	718,688	74,935	(643,753)	340,187
State grants	-	163,089	163,089	171,530
	<u>718,688</u>	<u>238,024</u>	<u>(480,664)</u>	<u>511,717</u>
Miscellaneous:				
Investment income	1,500	1,092	(408)	3,222
Gifts and donations	-	1,985	1,985	-
Miscellaneous other	-	25	25	-
	<u>1,500</u>	<u>3,102</u>	<u>1,602</u>	<u>3,222</u>
Total Revenues	<u>3,743,800</u>	<u>3,335,384</u>	<u>(408,416)</u>	<u>3,516,935</u>
Expenditures:				
Public works:				
Paved streets:				
Salaries and wages	19,474	-	19,474	-
Employee benefits	76,788	30,904	45,884	28,280
Services and supplies	370,736	333,916	36,820	262,304
Capital outlay	784,566	306,340	478,226	383,308
	<u>1,251,564</u>	<u>671,160</u>	<u>580,404</u>	<u>673,892</u>
Total Expenditures	<u>1,251,564</u>	<u>671,160</u>	<u>580,404</u>	<u>673,892</u>
Excess (Deficiency) of Revenues over Expenditures	<u>2,492,236</u>	<u>2,664,224</u>	<u>171,988</u>	<u>2,843,043</u>
Other Financing Sources (Uses):				
Transfers in (out):				
Street Maintenance Fund	(1,248,371)	(1,000,000)	248,371	(1,300,000)
Campo Fund	(20,000)	(21,912)	(1,912)	(20,056)
Carson City Debt Service Fund	(1,697,036)	(1,697,036)	-	(1,697,110)
Group Medical Fund	-	-	-	(1,885)
	<u>(2,965,407)</u>	<u>(2,718,948)</u>	<u>246,459</u>	<u>(3,019,051)</u>
Total Other Financing Sources (Uses)	<u>(2,965,407)</u>	<u>(2,718,948)</u>	<u>246,459</u>	<u>(3,019,051)</u>
Net Change in Fund Balances	<u>(473,171)</u>	<u>(54,724)</u>	<u>418,447</u>	<u>(176,008)</u>
Fund Balances, July 1	<u>609,098</u>	<u>609,098</u>	<u>-</u>	<u>785,106</u>
Fund Balances, June 30	<u>\$ 135,927</u>	<u>\$ 554,374</u>	<u>\$ 418,447</u>	<u>\$ 609,098</u>

See accompanying notes.

**CARSON CITY**  
**QUALITY OF LIFE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
Sales tax, voter approved	\$ 2,079,485	\$ 2,190,782	\$ 111,297	\$ 1,975,849
Intergovernmental revenues:				
Federal grants	674,493	147,217	(527,276)	22,809
Other local government grants:				
Noxious weed abatement	15,000	15,000	-	-
Eagle Creek restoration	-	12,400	12,400	-
	<u>689,493</u>	<u>174,617</u>	<u>(514,876)</u>	<u>22,809</u>
Miscellaneous:				
Investment income	20,000	31,787	11,787	55,867
Other	-	5,436	5,436	2,661
	<u>20,000</u>	<u>37,223</u>	<u>17,223</u>	<u>58,528</u>
Total Revenues	<u>2,788,978</u>	<u>2,402,622</u>	<u>(386,356)</u>	<u>2,057,186</u>
Expenditures:				
Culture and recreation:				
Park maintenance:				
Salaries and wages	118,644	99,647	18,997	116,486
Employee benefits	21,638	19,198	2,440	18,481
Services and supplies	245,736	253,446	(7,710)	214,400
Capital outlay	12,500	12,235	265	-
	<u>398,518</u>	<u>384,526</u>	<u>13,992</u>	<u>349,367</u>
Parks capital:				
Salaries and wages	14,827	13,066	1,761	16,491
Employee benefits	445	-	445	-
Services and supplies	77,508	67,457	10,051	66,521
Capital outlay	6,382,651	3,563,059	2,819,592	77,744
	<u>6,475,431</u>	<u>3,643,582</u>	<u>2,831,849</u>	<u>160,756</u>
Quality of life:				
Salaries and wages	234,493	237,410	(2,917)	218,021
Employee benefits	82,237	63,414	18,823	79,082
Services and supplies	671,627	302,885	368,742	201,344
Capital outlay	981,852	478,027	503,825	247,972
	<u>1,970,209</u>	<u>1,081,736</u>	<u>888,473</u>	<u>746,419</u>
Total Expenditures	<u>8,844,158</u>	<u>5,109,844</u>	<u>3,734,314</u>	<u>1,256,542</u>

See accompanying notes.



**CARSON CITY  
QUALITY OF LIFE FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Excess (Deficiency) of Revenues over Expenditures	\$ (6,055,180)	\$ (2,707,222)	\$ 3,347,958	\$ 800,644
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(74,230)	(63,968)	10,262	(45,724)
Group Medical Fund	-	-		(2,301)
Carson City Debt Service Fund	(762,258)	(762,258)	-	(933,144)
Total Other Financing Sources (Uses)	(836,488)	(826,226)	10,262	(981,169)
Net Change in Fund Balances	(6,891,668)	(3,533,448)	3,358,220	(180,525)
Fund Balances, July 1	7,051,668	7,051,668	-	7,232,193
Fund Balances, June 30	\$ 160,000	\$ 3,518,220	\$ 3,358,220	\$ 7,051,668

See accompanying notes.

**CARSON CITY  
GRANT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Intergovernmental revenues:				
Federal grants	\$ 4,434,243	\$ 3,920,937	\$ (513,306)	\$ 3,501,897
State grants	554,512	365,103	(189,409)	342,086
Other local government grants:				
Interlocal cooperative agreements	451,377	379,519	(71,858)	297,071
	<u>5,440,132</u>	<u>4,665,559</u>	<u>(774,573)</u>	<u>4,141,054</u>
Charges for services	<u>-</u>	<u>106,136</u>	<u>106,136</u>	<u>81,602</u>
Miscellaneous:				
Donations and gifts	68,042	94,967	26,925	119,965
Other	63,255	146,042	82,787	86,279
	<u>131,297</u>	<u>241,009</u>	<u>109,712</u>	<u>206,244</u>
Total Revenues	<u>5,571,429</u>	<u>5,012,704</u>	<u>(558,725)</u>	<u>4,428,900</u>
Expenditures:				
General government:				
Services and supplies	53,933	15,500	38,433	26,982
	<u>53,933</u>	<u>15,500</u>	<u>38,433</u>	<u>26,982</u>
Public safety:				
Salaries and wages	77,443	75,623	1,820	80,336
Employee benefits	47,953	48,061	(108)	45,009
Services and supplies	836,793	601,720	235,073	541,521
Capital outlay	88,553	18,378	70,175	26,678
	<u>1,050,742</u>	<u>743,782</u>	<u>306,960</u>	<u>693,544</u>
Judicial:				
Salaries and wages	41,559	37,607	3,952	25,828
Employee benefits	15,624	19,503	(3,879)	9,890
Services and supplies	86,997	83,075	3,922	45,190
Capital outlay	-	-	-	9,451
	<u>144,180</u>	<u>140,185</u>	<u>3,995</u>	<u>90,359</u>
Welfare:				
Salaries and wages	90,301	97,132	(6,831)	82,091
Employee benefits	36,946	38,036	(1,090)	34,569
Services and supplies	229,236	154,927	74,309	132,989
	<u>356,483</u>	<u>290,095</u>	<u>66,388</u>	<u>249,649</u>
Health:				
Salaries and wages	2,059,839	1,643,132	416,707	1,746,493
Employee benefits	567,337	551,725	15,612	513,272
Services and supplies	727,105	578,617	148,488	576,389
Capital outlay	-	53,997	(53,997)	28,800
	<u>3,354,281</u>	<u>2,827,471</u>	<u>526,810</u>	<u>2,864,954</u>

See accompanying notes.

**CARSON CITY  
GRANT FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Culture and recreation:				
Salaries and wages	\$ 119,200	\$ 93,753	\$ 25,447	\$ 99,135
Employee benefits	1,404	24,438	(23,034)	23,534
Services and supplies	59,292	68,283	(8,991)	68,797
Capital outlay	142,721	122,721	20,000	-
	<u>322,617</u>	<u>309,195</u>	<u>13,422</u>	<u>191,466</u>
Economic opportunity:				
Services and supplies	184,577	138,778	45,799	179,513
Capital outlay	420,919	466,718	(45,799)	105,531
	<u>605,496</u>	<u>605,496</u>	<u>-</u>	<u>285,044</u>
Total Expenditures	<u>5,887,732</u>	<u>4,931,724</u>	<u>956,008</u>	<u>4,401,998</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(316,303)</u>	<u>80,980</u>	<u>397,283</u>	<u>26,902</u>
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	75,155	78,892	3,737	54,534
Stormwater Drainage Fund	-	-	-	-
General Fund	(370,308)	-	370,308	-
Total Other Financing Sources (Uses)	<u>(295,153)</u>	<u>78,892</u>	<u>374,045</u>	<u>54,534</u>
Net Change in Fund Balances	<u>(611,456)</u>	<u>159,872</u>	<u>771,328</u>	<u>81,436</u>
Fund Balances, July 1	<u>611,456</u>	<u>611,456</u>	<u>-</u>	<u>530,020</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 771,328</u>	<u>\$ 771,328</u>	<u>\$ 611,456</u>

See accompanying notes.

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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  
FOR THE YEAR ENDED JUNE 30, 2015**

	CARSON CITY DEBT	REDEVELOPMENT DEBT	TOTAL
<b>ASSETS</b>			
Cash and investments	\$ 168,254	\$ 201,414	\$ 369,668
Taxes receivable, delinquent	-	17,899	17,899
Accounts receivable	16,601	-	16,601
Total Assets	\$ 184,855	\$ 219,313	\$ 404,168
<b>DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>			
Deferred inflows of resources:			
Unavailable revenue - delinquent property taxes	\$ -	\$ 14,660	\$ 14,660
Fund balances:			
Restricted	-	204,653	204,653
Assigned	184,855	-	184,855
Total Fund Balances	184,855	204,653	389,508
Total Deferred Inflows of Resources and Fund Balances	\$ 184,855	\$ 219,313	\$ 404,168

See accompanying notes.

**CARSON CITY  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR DEBT SERVICE FUNDS  
FOR THE YEAR ENDED JUNE 30, 2015**

	<u>CARSON CITY DEBT</u>	<u>REDEVELOPMENT DEBT</u>	<u>TOTAL</u>
Revenues:			
Taxes	\$ -	\$ 1,798,385	\$ 1,798,385
Intergovernmental revenues	349,155	-	349,155
Miscellaneous	<u>108,487</u>	<u>3,339</u>	<u>111,826</u>
Total Revenues	<u>457,642</u>	<u>1,801,724</u>	<u>2,259,366</u>
Expenditures:			
Debt service:			
Principal	4,759,700	215,000	4,974,700
Interest	2,950,473	64,850	3,015,323
Fiscal charges	<u>156,495</u>	<u>100</u>	<u>156,595</u>
Total Expenditures	<u>7,866,668</u>	<u>279,950</u>	<u>8,146,618</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(7,409,026)</u>	<u>1,521,774</u>	<u>(5,887,252)</u>
Other Financing Sources (Uses):			
Refunding bonds issued	8,400,000	-	8,400,000
Premium on refunding bonds	1,178,784	-	1,178,784
Payment to refunded bond escrow agent	(9,418,592)	-	(9,418,592)
Transfers in	7,270,874	-	7,270,874
Transfers out	<u>-</u>	<u>(1,408,341)</u>	<u>(1,408,341)</u>
Total Other Financing Sources (Uses)	<u>7,431,066</u>	<u>(1,408,341)</u>	<u>6,022,725</u>
Net Change in Fund Balances	22,040	113,433	135,473
Fund Balances, July 1	<u>162,815</u>	<u>91,220</u>	<u>254,035</u>
Fund Balances, June 30	<u>\$ 184,855</u>	<u>\$ 204,653</u>	<u>\$ 389,508</u>

See accompanying notes.

**CARSON CITY**  
**CARSON CITY DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	\$ 349,155	\$ 349,155	\$ -	\$ 349,949
Miscellaneous:				
Investment income	5,000	6,327	1,327	11,386
Rents and royalties	100,000	102,160	2,160	101,605
	<u>105,000</u>	<u>108,487</u>	<u>3,487</u>	<u>112,991</u>
Total Revenues	<u>454,155</u>	<u>457,642</u>	<u>3,487</u>	<u>462,940</u>
Expenditures:				
Debt service:				
General obligation bonds:				
Principal	3,175,000	3,175,000	-	3,155,000
Interest	2,046,327	2,046,327	-	2,101,097
	<u>5,221,327</u>	<u>5,221,327</u>	<u>-</u>	<u>5,256,097</u>
Revenue bonds:				
Principal	888,800	888,800	-	849,100
Interest	808,236	808,236	-	848,009
	<u>1,697,036</u>	<u>1,697,036</u>	<u>-</u>	<u>1,697,109</u>
Notes payable:				
Principal	695,900	695,900	-	614,100
Interest	95,910	95,910	-	52,043
	<u>791,810</u>	<u>791,810</u>	<u>-</u>	<u>666,143</u>
Fiscal charges	<u>162,192</u>	<u>156,495</u>	<u>5,697</u>	<u>1,563</u>
Total Expenditures	<u>7,872,365</u>	<u>7,866,668</u>	<u>5,697</u>	<u>7,620,912</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(7,418,210)</u>	<u>(7,409,026)</u>	<u>9,184</u>	<u>(7,157,972)</u>

See accompanying notes.



**CARSON CITY**  
**CARSON CITY DEBT SERVICE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Other Financing Sources (Uses):				
Refunding bonds issued	\$ 8,400,000	\$ 8,400,000	\$ -	\$ -
Premium on refunding bonds	1,178,784	1,178,784	-	-
Payment to refunded bond escrow agent	(9,418,592)	(9,418,592)	-	-
Transfers in (out):				
General Fund	3,149,395	3,149,395	-	2,948,663
Senior Citizens Center Fund	156,050	156,050	-	149,800
Regional Transportation Fund	1,697,036	1,697,036	-	1,697,110
Capital Projects Fund	230,139	230,139	-	229,990
V & T Special Infrastructure Fund	1,245,329	1,173,301	(72,028)	1,081,999
Quality of Life Fund	762,258	762,258	-	933,144
911 Surcharge Fund	102,695	102,695	-	-
Total Other Financing Sources (Uses)	<u>7,503,094</u>	<u>7,431,066</u>	<u>(72,028)</u>	<u>7,040,706</u>
Net Change in Fund Balances	84,884	22,040	(62,844)	(117,266)
Fund Balances, July 1	<u>162,815</u>	<u>162,815</u>	<u>-</u>	<u>280,081</u>
Fund Balances, June 30	<u>\$ 247,699</u>	<u>\$ 184,855</u>	<u>\$ (62,844)</u>	<u>\$ 162,815</u>

See accompanying notes.

**CARSON CITY  
REDEVELOPMENT DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
Ad valorem	\$ 1,764,279	\$ 1,798,385	\$ 34,106	\$ 1,635,311
Miscellaneous				
Investment income	1,500	3,339	1,839	3,510
Total Revenues	<u>1,765,779</u>	<u>1,801,724</u>	<u>35,945</u>	<u>1,638,821</u>
Expenditures:				
Debt service:				
Principal	215,000	215,000	-	175,000
Interest	64,850	64,850	-	70,100
Fiscal charges	500	100	400	63
Total Expenditures	<u>280,350</u>	<u>279,950</u>	<u>400</u>	<u>245,163</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,485,429</u>	<u>1,521,774</u>	<u>36,345</u>	<u>1,393,658</u>
Other Financing Sources (Uses):				
Refunding bonds issued	-	-	-	-
Transfers in (out):				
Redevelopment Administration Fund	(446,327)	(391,945)	54,382	(635,000)
Redevelopment Revolving Fund	(1,016,396)	(1,016,396)	-	(890,000)
Total Other Financing Sources (Uses)	<u>(1,462,723)</u>	<u>(1,408,341)</u>	<u>54,382</u>	<u>(1,525,000)</u>
Net Change in Fund Balances	22,706	113,433	90,727	(131,342)
Fund Balances, July 1	<u>91,220</u>	<u>91,220</u>	<u>-</u>	<u>222,562</u>
Fund Balances, June 30	<u>\$ 113,926</u>	<u>\$ 204,653</u>	<u>\$ 90,727</u>	<u>\$ 91,220</u>

See accompanying notes.

## 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  
FOR THE YEAR ENDED JUNE 30, 2015**

	CAPITAL FACILITIES	RESIDENTIAL CONSTRUCTION	REDEVELOPMENT REVOLVING	TOTAL
<b>ASSETS</b>				
Cash and investments:	\$ -	\$ 213,495	\$ 375,385	\$ 588,880
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 74,897	\$ 3,049	\$ 77,946
<b>FUND BALANCES</b>				
Restricted		138,598	372,336	510,934
Total Liabilities and Fund Balances	\$ -	\$ 213,495	\$ 375,385	\$ 588,880

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECTS FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	<u>CAPITAL FACILITIES</u>	<u>RESIDENTIAL CONSTRUCTION</u>	<u>REDEVELOPMENT REVOLVING</u>	<u>TOTAL</u>
Revenues:				
Taxes	\$ -	\$ 20,800	\$ -	\$ 20,800
Miscellaneous	<u>50</u>	<u>1,228</u>	<u>1,564</u>	<u>2,842</u>
Total Revenues	<u>50</u>	<u>22,028</u>	<u>1,564</u>	<u>23,642</u>
Expenditures:				
Current:				
Community support	-	-	243,220	243,220
Capital outlay:				
Culture and recreation	-	49,143	-	49,143
Community support	<u>-</u>	<u>-</u>	<u>129,536</u>	<u>129,536</u>
Total Expenditures	<u>-</u>	<u>49,143</u>	<u>372,756</u>	<u>421,899</u>
Excess (Deficiency) of Revenues over Expenditures	<u>50</u>	<u>(27,115)</u>	<u>(371,192)</u>	<u>(398,257)</u>
Other Financing Sources (Uses):				
Transfers in	-	-	1,016,396	1,016,396
Transfers out	<u>(11,060)</u>	<u>(2,009)</u>	<u>(480,000)</u>	<u>(493,069)</u>
Total Other Financing Sources (Uses)	<u>(11,060)</u>	<u>(2,009)</u>	<u>536,396</u>	<u>523,327</u>
Net Change in Fund Balances	(11,010)	(29,124)	165,204	125,070
Fund Balances, July 1	<u>11,010</u>	<u>167,722</u>	<u>207,132</u>	<u>385,864</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 138,598</u>	<u>\$ 372,336</u>	<u>\$ 510,934</u>

See accompanying notes.

**CARSON CITY  
CAPITAL FACILITIES FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Miscellaneous:				
Investment income	\$ 50	\$ 50	\$ -	\$ 90
Expenditures:				
Public safety:				
Services and supplies	-	-	-	720
Excess (Deficiency) of Revenues over Expenditures	50	50	-	(630)
Other Financing Sources (Uses):				
Transfers in (out):				
Capital Project Fund	(11,060)	(11,060)	-	-
Total Other Financing Sources (Uses)	(11,060)	(11,060)	-	-
Net Change in Fund Balances	(11,010)	(11,010)	-	(630)
Fund Balances, July 1	11,010	11,010	-	11,640
Fund Balances, June 30	\$ -	\$ -	\$ -	\$ 11,010

See accompanying notes.

**CARSON CITY**  
**RESIDENTIAL CONSTRUCTION FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Taxes:				
Park residential construction tax	\$ 5,000	\$ 20,800	\$ 15,800	\$ 13,200
Miscellaneous:				
Investment income	1,500	1,228	(272)	2,594
Donations and gifts	-	-	-	70,000
	<u>1,500</u>	<u>1,228</u>	<u>(272)</u>	<u>72,594</u>
Total Revenues	<u>6,500</u>	<u>22,028</u>	<u>15,528</u>	<u>85,794</u>
Expenditures:				
Culture and recreation:				
Parks:				
Services and supplies	-	-	-	4,000
	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,000</u>
Capital outlay:				
BMX Lighting	37,407	37,219	188	3,968
Centennial Park	17,380	11,144	6,236	-
Trail Improvements	18,529	-	18,529	-
Fairground Improvements	-	30	(30)	16,271
Community Center Theatre Improv	83,656	-	83,656	-
Nv Landmark Soc / Rbts Hse	6,976	750	6,226	163,397
Other projects	3,266	-	3,266	-
	<u>167,214</u>	<u>49,143</u>	<u>118,071</u>	<u>183,636</u>
Total Expenditures	<u>167,214</u>	<u>49,143</u>	<u>118,071</u>	<u>187,636</u>
Excess (Deficiency) of Revenues over Expenditures	(160,714)	(27,115)	133,599	(101,842)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	(2,008)	(2,009)	(1)	-
	<u>(2,008)</u>	<u>(2,009)</u>	<u>(1)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(2,008)</u>	<u>(2,009)</u>	<u>(1)</u>	<u>-</u>
Net Change in Fund Balances	(162,722)	(29,124)	133,598	(101,842)
Fund Balances, July 1	<u>167,722</u>	<u>167,722</u>	<u>-</u>	<u>269,564</u>
Fund Balances, June 30	<u>\$ 5,000</u>	<u>\$ 138,598</u>	<u>\$ 133,598</u>	<u>\$ 167,722</u>

See accompanying notes.

**CARSON CITY  
REDEVELOPMENT REVOLVING FUND  
SCHEDULE OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Revenues:				
Miscellaneous:				
Investment income	\$ 1,000	\$ 1,564	\$ 564	\$ 1,360
Expenditures:				
Community support:				
Redevelopment:				
Services and supplies	745,001	243,220	501,781	156,786
Capital outlay	450,169	129,536	320,633	212,435
Total Expenditures	1,195,170	372,756	822,414	369,221
Excess (Deficiency) of Revenues over Expenditures	(1,194,170)	(371,192)	822,978	(367,861)
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	1,016,396	1,016,396	-	890,000
General Fund	-	(480,000)	(480,000)	(480,000)
Total Other Financing Sources (Uses)	1,016,396	536,396	(480,000)	410,000
Net Change in Fund Balances	(177,774)	165,204	342,978	42,139
Fund Balances, July 1	207,132	207,132	-	164,993
Fund Balances, June 30	\$ 29,358	\$ 372,336	\$ 342,978	\$ 207,132

See accompanying notes.



## ENTERPRISE FUNDS

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

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### Major Funds

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

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

### Nonmajor Funds

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

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

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

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

**CARSON CITY  
SEWER FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 9,794,210	\$ 10,015,582	\$ 221,372	\$ 8,391,386
Operating Expenses:				
Salaries and wages	1,552,119	1,477,482	74,637	1,502,853
Employee benefits	687,238	688,567	(1,329)	673,508
Services and supplies	3,503,579	3,338,211	165,368	3,135,984
Depreciation	3,500,000	3,296,397	203,603	3,229,468
Total Operating Expenses	9,242,936	8,800,657	442,279	8,541,813
Operating Income (Loss)	551,274	1,214,925	663,651	(150,427)
Nonoperating Revenues (Expenses):				
Investment income	2,232	9,741	7,509	12,306
Miscellaneous	17,000	-	(17,000)	750
Interest expense	(479,787)	(399,475)	80,312	(440,618)
Federal interest subsidy	1,600	1,700	100	1,771
Gain (loss) on sales of capital assets	-	5,004	5,004	-
Bond issuance costs	(500)	(68,652)	(68,152)	(176,053)
Total Nonoperating Revenues (Expenses)	(459,455)	(451,682)	7,773	(601,844)
Income (Loss) Before Transfers and Contributions	91,819	763,243	671,424	(752,271)
Capital Contributions:				
Capital assets	-	-	-	29,507
Capital grants	342,610	-	(342,610)	456
Developers	-	17,606	17,606	6,474
Connection fees	24,000	40,932	16,932	33,851
Total Capital Contributions	366,610	58,538	(308,072)	70,288
Transfers out	(23,508)	(40,308)	(16,800)	(12,519)
Change in Net Position	\$ 434,921	781,473	\$ 346,552	(694,502)
Net Position, July 1		51,398,471		52,262,923
Prior period restatement		(2,081,082)		(169,950)
Net Position, July 1 (as restated)		49,317,389		52,092,973
Net Position, June 30		\$ 50,098,862		\$ 51,398,471

See accompanying notes.

**CARSON CITY  
SEWER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 9,794,210	\$ 9,907,563	\$ 113,353	\$ 8,206,955
Cash payments for personnel costs	(2,183,156)	(2,015,680)	167,476	(1,899,110)
Cash payments for services and supplies	(3,503,579)	(3,292,404)	211,175	(3,227,618)
Miscellaneous cash received	17,000	-	(17,000)	750
	<u>4,124,475</u>	<u>4,599,479</u>	<u>475,004</u>	<u>3,080,977</u>
Net Cash Provided (Used) by Operating Activities				
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	(23,508)	(40,308)	(16,800)	(12,519)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	5,324,323	2,670,480	(2,653,843)	120,562
Connection fees	24,000	40,932	16,932	33,851
Acquisition of capital assets	(6,203,468)	(3,403,450)	2,800,018	(2,451,098)
Principal paid on capital debt	(1,966,850)	(1,966,850)	-	(2,095,994)
Interest paid on capital debt	(479,787)	(411,464)	68,323	(476,012)
Bond issuance costs	(500)	(68,652)	(68,152)	(176,053)
Federal interest subsidy	1,600	1,700	100	-
Subsidy from grant	342,610	-	(342,610)	2,227
	<u>(2,958,072)</u>	<u>(3,137,304)</u>	<u>(179,232)</u>	<u>(5,042,517)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities				
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	2,232	9,741	7,509	12,306
	<u>1,145,127</u>	<u>1,431,608</u>	<u>286,481</u>	<u>(1,961,753)</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash and Cash Equivalents, July 1	996,924	996,924	-	2,958,677
Cash and Cash Equivalents, June 30	<u>\$ 2,142,051</u>	<u>\$ 2,428,532</u>	<u>\$ 286,481</u>	<u>\$ 996,924</u>

See accompanying notes.

**CARSON CITY  
SEWER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 2 OF 2)**

	FINAL <u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2014</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 551,274	\$ 1,214,925	\$ 663,651	\$ (150,427)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	3,500,000	3,296,397	(203,603)	3,229,468
Nonoperating revenues	17,000	-	(17,000)	750
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(107,576)	(107,576)	(184,153)
Due from other governments	-	(72,168)	(72,168)	(6,572)
Prepaid items	-	26,530	26,530	(5,523)
PERS deferred outflows	-	(257,976)	(257,976)	-
Increase (decrease) in:				
Accounts payable	-	91,445	91,445	(79,539)
Accrued salaries and benefits	-	32,560	32,560	16,995
Unearned revenue	-	(44)	(44)	(28)
Connection deposits	-	(399)	(399)	(250)
Accrued compensated absences	-	(1,482)	(1,482)	122,768
Net OPEB obligation	56,201	133,977	77,776	137,488
Net PERS obligation	-	(233,258)	(233,258)	-
PERS deferred inflows	-	476,548	476,548	-
 Total Adjustments	 <u>3,573,201</u>	 <u>3,384,554</u>	 <u>(188,647)</u>	 <u>3,231,404</u>
 Net Cash Provided (Used) by Operating Activities	 <u>\$ 4,124,475</u>	 <u>\$ 4,599,479</u>	 <u>\$ 475,004</u>	 <u>\$ 3,080,977</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 874,110		\$ 581,395
Retainage payable on construction of capital assets		29,542		-
Contributed capital assets		17,606		35,981

See accompanying notes.

**CARSON CITY  
WATER FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 14,058,198	\$ 13,231,574	\$ (826,624)	\$ 12,767,525
Other charges	206,800	228,527	21,727	239,878
Total Operating Revenues	<u>14,264,998</u>	<u>13,460,101</u>	<u>(804,897)</u>	<u>13,007,403</u>
Operating Expenses:				
Salaries and wages	1,580,541	1,568,557	11,984	1,545,589
Employee benefits	765,941	861,127	(95,186)	797,966
Services and supplies	5,365,666	5,320,345	45,321	5,242,077
Depreciation and amortization	<u>3,500,000</u>	<u>3,267,904</u>	<u>232,096</u>	<u>3,025,758</u>
Total Operating Expenses	<u>11,212,148</u>	<u>11,017,933</u>	<u>194,215</u>	<u>10,611,390</u>
Operating Income (Loss)	<u>3,052,850</u>	<u>2,442,168</u>	<u>(610,682)</u>	<u>2,396,013</u>
Nonoperating Revenues (Expenses):				
Investment income	15,191	21,864	6,673	46,309
Miscellaneous	500	16,674	16,174	5,943
Interest expense	(2,151,556)	(2,047,604)	103,952	(2,207,134)
Federal interest subsidy	240,908	223,811	(17,097)	222,506
Gain (loss) on sales of capital assets	-	(19,823)	(19,823)	-
Bond issuance costs	<u>(59,813)</u>	<u>(62,130)</u>	<u>(2,317)</u>	<u>(46,951)</u>
Total Nonoperating Revenues (Expenses)	<u>(1,954,770)</u>	<u>(1,867,208)</u>	<u>87,562</u>	<u>(1,979,327)</u>
Income (Loss) Before Contributions and Transfers	<u>1,098,080</u>	<u>574,960</u>	<u>(523,120)</u>	<u>416,686</u>
Capital Contributions:				
Capital grants	889,883	267,393	(622,490)	500,515
Developers	-	37,021	37,021	32,260
Connection fees	<u>21,747</u>	<u>23,598</u>	<u>1,851</u>	<u>24,055</u>
Total Capital Contributions	<u>911,630</u>	<u>328,012</u>	<u>(583,618)</u>	<u>556,830</u>
Transfers out	<u>(300,358)</u>	<u>(300,358)</u>	<u>-</u>	<u>(12,601)</u>
Change in Net Position	<u>\$ 1,709,352</u>	<u>602,614</u>	<u>\$ (1,106,738)</u>	<u>960,915</u>
Net Position, July 1		42,691,545		42,217,374
Prior period restatement		<u>(2,615,977)</u>		<u>(486,744)</u>
Net Position, July 1 (as restated)		40,075,568		41,730,630
Net Position, June 30		<u>\$ 40,678,182</u>		<u>\$ 42,691,545</u>

See accompanying notes.

**CARSON CITY  
WATER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 14,264,998	\$ 13,423,314	\$ (841,684)	\$ 12,756,683
Cash payments for personnel costs	(2,278,502)	(2,225,407)	53,095	(2,018,120)
Cash payments for services and supplies	(5,365,666)	(5,178,515)	187,151	(5,121,736)
Miscellaneous cash received	500	16,674	16,174	5,943
Net Cash Provided (Used) by Operating Activities	<u>6,621,330</u>	<u>6,036,066</u>	<u>(585,264)</u>	<u>5,622,770</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	<u>(300,358)</u>	<u>(300,358)</u>	<u>-</u>	<u>(12,601)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	4,131,000	1,820,530	(2,310,470)	2,742,917
Connection fees	21,747	23,598	1,851	24,055
Acquisition of capital assets	(5,645,275)	(4,441,314)	1,203,961	(4,074,933)
Principal paid on capital debt	(3,028,588)	(3,028,588)	-	(2,373,287)
Interest paid on capital debt	(2,151,556)	(2,109,513)	42,043	(2,248,978)
Bond issuance costs	(59,813)	(62,130)	(2,317)	(46,951)
Federal interest subsidy	240,908	223,811	(17,097)	222,506
Subsidy from grant	<u>889,883</u>	<u>267,393</u>	<u>(622,490)</u>	<u>500,515</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(5,601,694)</u>	<u>(7,306,213)</u>	<u>(1,704,519)</u>	<u>(5,254,156)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	<u>15,191</u>	<u>21,864</u>	<u>6,673</u>	<u>46,309</u>
Net Increase (Decrease) in Cash and Cash Equivalents	734,469	(1,548,641)	(2,283,110)	402,322
Cash and Cash Equivalents, July 1	<u>3,662,807</u>	<u>3,662,807</u>	<u>-</u>	<u>3,260,485</u>
Cash and Cash Equivalents, June 30	<u>\$ 4,397,276</u>	<u>\$ 2,114,166</u>	<u>\$ (2,283,110)</u>	<u>\$ 3,662,807</u>

See accompanying notes.

**CARSON CITY  
WATER FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 3,052,850	\$ 2,442,168	\$ (610,682)	\$ 2,396,013
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	3,500,000	3,267,904	(232,096)	3,025,758
Nonoperating revenues	500	16,674	16,174	5,943
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(40,245)	(40,245)	(252,169)
Due from other governments	-	176,665	176,665	(149,018)
Due from other funds	-	-	-	-
Inventories	-	(12,777)	(12,777)	62,634
Prepaid items	-	6,846	6,846	(4,317)
PERS deferred outflows	-	(324,130)	(324,130)	-
Increase (decrease) in:				
Accounts payable	-	77,214	77,214	12,096
Accrued salaries and benefits	-	49,325	49,325	12,906
Due to other funds	-	-	-	-
Due to other governments	-	(106,118)	(106,118)	198,946
Unearned revenue	-	(142)	(142)	(86)
Connection deposits	-	3,600	3,600	1,535
Accrued compensated absences	-	(3,877)	(3,877)	128,963
Net OPEB obligation	67,980	177,136	109,156	183,566
Net PERS obligation	-	(293,210)	(293,210)	-
PERS deferred inflows	-	599,033	599,033	-
Total Adjustments	<u>3,568,480</u>	<u>3,593,898</u>	<u>25,418</u>	<u>3,226,757</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 6,621,330</u>	<u>\$ 6,036,066</u>	<u>\$ (585,264)</u>	<u>\$ 5,622,770</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 332,893		\$ 774,104
Purchase of capital assets due to other governments		562		61,754
Retainage payable on construction of capital assets		237,814		36,702
Contributed capital assets		37,021		32,260

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	STORMWATER			BUILDING	TOTAL
	AMBULANCE	DRAINAGE	CEMETERY	PERMITS	
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 644,112	\$ 88,255	\$ 223,673	\$ 325,284	\$ 1,281,324
Receivables:					
Accounts and contracts, net	1,150,108	136,356	-	-	1,286,464
Inventories	-	-	23,809	-	23,809
Prepaid items	-	400	-	100	500
Total Current Assets	<u>1,794,220</u>	<u>225,011</u>	<u>247,482</u>	<u>325,384</u>	<u>2,592,097</u>
Capital assets:					
Land	-	1,594,781	293,449	-	1,888,230
Buildings	-	235,212	354,931	-	590,143
Improvements other than buildings	-	7,407,084	173,211	-	7,580,295
Machinery and equipment	710,950	1,202,918	90,599	19,112	2,023,579
Construction in progress	-	99,348	-	-	99,348
	<u>710,950</u>	<u>10,539,343</u>	<u>912,190</u>	<u>19,112</u>	<u>12,181,595</u>
Less: Accumulated depreciation	(591,326)	(1,588,791)	(248,060)	(19,112)	(2,447,289)
Net Capital Assets	<u>119,624</u>	<u>8,950,552</u>	<u>664,130</u>	<u>-</u>	<u>9,734,306</u>
Total Noncurrent Assets	<u>119,624</u>	<u>8,950,552</u>	<u>664,130</u>	<u>-</u>	<u>9,734,306</u>
Total Assets	<u>1,913,844</u>	<u>9,175,563</u>	<u>911,612</u>	<u>325,384</u>	<u>12,326,403</u>
Deferred Outflows of Resources					
Deferred PERS contributions	508,703	23,841	21,444	21,075	575,063
Deferred actuarial adjustment to 2014 contributions	2,167	101	92	88	2,448
Deferred loss on refundings	-	127,035	-	-	127,035
Total Deferred Outflows of Resources	<u>510,870</u>	<u>150,977</u>	<u>21,536</u>	<u>21,163</u>	<u>704,546</u>
Total Assets and Deferred Outflows of Resources	<u>2,424,714</u>	<u>9,326,540</u>	<u>933,148</u>	<u>346,547</u>	<u>13,030,949</u>
<b>LIABILITIES:</b>					
Current liabilities:					
Accounts payable	54,007	5,400	751	47,831	107,989
Accrued salaries and benefits	105,632	8,717	7,323	6,398	128,070
Accrued interest	-	13,381	-	-	13,381
Due to other governments	1,020	50	-	701	1,771
Unearned revenue	-	-	282,924	-	282,924
Current portion:					
Accrued compensated absences	57,083	1,148	-	5,363	63,594
General obligation bonds and notes payable	-	426,601	-	-	426,601
Total Current Liabilities	<u>217,742</u>	<u>455,297</u>	<u>290,998</u>	<u>60,293</u>	<u>1,024,330</u>
Noncurrent liabilities:					
Accrued compensated absences, net of current portion	170,456	87,944	48,062	22,542	329,004
Net OPEB obligation	1,056,660	67,685	66,990	92,798	1,284,133
Net PERS obligation	3,665,966	170,683	155,840	148,420	4,140,909
General obligation bonds and notes payable	-	4,143,240	-	-	4,143,240
Total Noncurrent Liabilities	<u>4,893,082</u>	<u>4,469,552</u>	<u>270,892</u>	<u>263,760</u>	<u>9,897,286</u>
Total Liabilities	<u>5,110,824</u>	<u>4,924,849</u>	<u>561,890</u>	<u>324,053</u>	<u>10,921,616</u>
Deferred inflows of resources:					
Deferred earnings on PERS investments	770,003	35,850	32,733	31,174	869,760
Deferred difference between expected and actual PERS experience	175,436	8,168	7,458	7,103	198,165
Total Deferred Inflows of Resources	<u>945,439</u>	<u>44,018</u>	<u>40,191</u>	<u>38,277</u>	<u>1,067,925</u>
Total Liabilities and Deferred Inflows of Resources	<u>6,056,263</u>	<u>4,968,867</u>	<u>602,081</u>	<u>362,330</u>	<u>11,989,541</u>
<b>NET POSITION</b>					
Net investment in capital assets	119,624	4,378,307	664,130	-	5,162,061
Unrestricted	(3,751,173)	(20,634)	(333,063)	(15,783)	(4,120,653)
Total Net Position	<u>\$ (3,631,549)</u>	<u>\$ 4,357,673</u>	<u>\$ 331,067</u>	<u>\$ (15,783)</u>	<u>\$ 1,041,408</u>

See accompanying notes.



**CARSON CITY**  
**COMBINING STATEMENT OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
Operating Revenues:					
Charges for services	\$ 3,136,867	\$ 1,395,114	\$ 96,661	\$ 574,056	\$ 5,202,698
Operating Expenses:					
Salaries and wages	1,452,793	125,887	117,314	156,615	1,852,609
Employee benefits	910,016	65,552	58,577	43,786	1,077,931
Services and supplies	811,325	434,109	35,407	419,159	1,700,000
Depreciation	64,993	312,964	14,842	-	392,799
Total Operating Expenses	<u>3,239,127</u>	<u>938,512</u>	<u>226,140</u>	<u>619,560</u>	<u>5,023,339</u>
Operating Income (Loss)	<u>(102,260)</u>	<u>456,602</u>	<u>(129,479)</u>	<u>(45,504)</u>	<u>179,359</u>
Nonoperating Revenues (Expenses):					
Investment income	2,259	1,022	862	1,914	6,057
Miscellaneous	-	-	3,025	-	3,025
Interest expense	-	(101,673)	-	-	(101,673)
Gain (loss) on disposal of capital assets	(3,600)	(5,111)	-	(10,572)	(19,283)
Bond issue costs	-	(57,184)	-	-	(57,184)
Total Nonoperating Revenues (Expenses)	<u>(1,341)</u>	<u>(162,946)</u>	<u>3,887</u>	<u>(8,658)</u>	<u>(169,058)</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(103,601)</u>	<u>293,656</u>	<u>(125,592)</u>	<u>(54,162)</u>	<u>10,301</u>
Capital Contributions:					
Capital assets	-	103,200	-	-	103,200
Developers	-	6,149	-	-	6,149
Total Capital Contributions	<u>-</u>	<u>109,349</u>	<u>-</u>	<u>-</u>	<u>109,349</u>
Transfers:					
Transfers In	400,000	16,800	75,000	-	491,800
Transfers Out	(31,020)	(12,376)	-	-	(43,396)
Total Transfers	<u>368,980</u>	<u>4,424</u>	<u>75,000</u>	<u>-</u>	<u>448,404</u>
Change in Net Position	265,379	407,429	(50,592)	(54,162)	568,054
Net Position, July 1	231,804	4,142,472	557,172	205,534	5,136,982
Prior period restatement	(4,128,732)	(192,228)	(175,513)	(167,155)	(4,663,628)
Net Position, July 1, (as restated)	<u>(3,896,928)</u>	<u>3,950,244</u>	<u>381,659</u>	<u>38,379</u>	<u>473,354</u>
Net Position, June 30	<u>\$ (3,631,549)</u>	<u>\$ 4,357,673</u>	<u>\$ 331,067</u>	<u>\$ (15,783)</u>	<u>\$ 1,041,408</u>

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 1 OF 2)**

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received for services	\$ 3,162,069	\$ 1,473,516	\$ 94,987	\$ 570,282	\$ 5,300,854
Cash payments for personnel costs	(2,333,475)	(176,494)	(148,579)	(178,552)	(2,837,100)
Cash payments for services and supplies	(791,218)	(512,629)	(32,006)	(364,763)	(1,700,616)
Miscellaneous cash received	-	-	3,025	-	3,025
	<u>37,376</u>	<u>784,393</u>	<u>(82,573)</u>	<u>26,967</u>	<u>766,163</u>
Net Cash Provided (Used) by Operating Activities					
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfer from other funds	400,000	16,800	75,000	-	491,800
Transfer to other funds	(31,020)	(12,376)	-	-	(43,396)
	<u>368,980</u>	<u>4,424</u>	<u>75,000</u>	<u>-</u>	<u>448,404</u>
Net Cash Provided (Used) by Noncapital Financing Activities					
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from capital debt	-	207,634	-	-	207,634
Acquisition of capital assets	-	(369,797)	-	-	(369,797)
Principal paid on capital debt	-	(400,500)	-	-	(400,500)
Interest paid on capital debt	-	(82,406)	-	-	(82,406)
Bond issuance costs	-	(57,184)	-	-	(57,184)
Subsidy from grant	-	-	-	-	-
	<u>-</u>	<u>(702,253)</u>	<u>-</u>	<u>-</u>	<u>(702,253)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities					
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment income	2,259	1,022	862	1,914	6,057
	<u>408,615</u>	<u>87,586</u>	<u>(6,711)</u>	<u>28,881</u>	<u>518,371</u>
Net Increase (Decrease) in Cash and Cash Equivalents					
Cash and Cash Equivalents, July 1	235,497	669	230,384	296,403	762,953
Cash and Cash Equivalents, June 30	<u>\$ 644,112</u>	<u>\$ 88,255</u>	<u>\$ 223,673</u>	<u>\$ 325,284</u>	<u>\$ 1,281,324</u>

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 2 OF 2)**

	<u>AMBULANCE</u>	<u>STORMWATER DRAINAGE</u>	<u>CEMETERY</u>	<u>BUILDING PERMITS</u>	<u>TOTAL</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>					
Operating income (loss)	\$ (102,260)	\$ 456,602	\$(129,479)	\$ (45,504)	\$ 179,359
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation and amortization expense	64,993	312,964	14,842	-	392,799
Nonoperating revenues	-	-	3,025	-	3,025
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	25,202	78,402	-	-	103,604
Inventories	-	-	3,046	-	3,046
Prepaid items	21	3	1	10,919	10,944
PERS deferred outflows	(510,870)	(23,942)	(21,536)	(21,163)	(577,511)
Increase (decrease) in:					
Accounts payable	19,157	(1,264)	354	43,477	61,724
Accrued salaries and benefits	(13,488)	380	624	(11,615)	(24,099)
Due to other governments	929	(77,259)	-	(3,774)	(80,104)
Unearned revenue	-	-	(1,674)	-	(1,674)
Accrued compensated absences	(50,718)	3,299	9,960	26,285	(11,174)
Net OPEB obligation	121,737	12,735	17,746	8,800	161,018
Net PERS obligation	(462,766)	(21,545)	(19,673)	(18,735)	(522,719)
PERS deferred inflows	945,439	44,018	40,191	38,277	1,067,925
Total Adjustments	<u>139,636</u>	<u>327,791</u>	<u>46,906</u>	<u>72,471</u>	<u>586,804</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 37,376</u>	<u>\$ 784,393</u>	<u>\$ (82,573)</u>	<u>\$ 26,967</u>	<u>\$ 766,163</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>					
Purchase of capital assets on account	\$ -	\$ 2,404	\$ -	\$ -	\$ 2,404

See accompanying notes.

**CARSON CITY  
AMBULANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Charges for services	\$ 2,891,038	\$ 3,136,867	\$ 245,829	\$ 2,352,993
Operating Expenses:				
Salaries and wages	1,470,586	1,452,793	17,793	1,576,521
Employee benefits	1,141,943	910,016	231,927	1,046,029
Services and supplies	854,657	811,325	43,332	785,837
Depreciation	64,993	64,993	-	67,062
Total Operating Expenses	<u>3,532,179</u>	<u>3,239,127</u>	<u>293,052</u>	<u>3,475,449</u>
Operating Income (Loss)	<u>(641,141)</u>	<u>(102,260)</u>	<u>538,881</u>	<u>(1,122,456)</u>
Nonoperating Revenues (Expenses):				
Investment income	500	2,259	1,759	346
Miscellaneous	-	-	-	3,240
Gain (loss) on disposal of capital assets	-	(3,600)	(3,600)	-
Total Nonoperating Revenues (Expenses)	<u>500</u>	<u>(1,341)</u>	<u>(1,841)</u>	<u>3,586</u>
Income (Loss) Before Transfers	<u>(640,641)</u>	<u>(103,601)</u>	<u>537,040</u>	<u>(1,118,870)</u>
Capital Contributions:				
Capital assets	-	-	-	-
Transfers in (out):				
General Fund	400,000	400,000	-	500,000
Fleet Management Fund	(31,020)	(31,020)	-	(24,855)
Total Transfers	<u>368,980</u>	<u>368,980</u>	<u>-</u>	<u>475,145</u>
Change in Net Position	<u>\$ (271,661)</u>	<u>265,379</u>	<u>\$ 537,040</u>	<u>(643,725)</u>
Net Position, July 1		231,804		875,529
Prior period restatement		(4,128,732)		-
Net Position, July 1 (as restated)		<u>(3,896,928)</u>		<u>875,529</u>
Net Position, June 30		<u>\$ (3,631,549)</u>		<u>\$ 231,804</u>

See accompanying notes.

**CARSON CITY  
AMBULANCE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 2,891,038	\$ 3,162,069	\$ 271,031	\$ 2,848,800
Cash payments for personnel costs	(2,393,617)	(2,333,475)	60,142	(2,379,875)
Cash payments for services and supplies	(854,657)	(791,218)	63,439	(777,700)
Miscellaneous cash received	-	-	-	3,240
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Net Cash Provided (Used) by Operating Activities	(357,236)	37,376	394,612	(305,535)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	400,000	400,000	-	500,000
Transfer to other funds	(31,020)	(31,020)	-	(24,855)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Net Cash Provided (Used) by Noncapital Financing Activities	368,980	368,980	-	475,145
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from sale of capital assets	-	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	500	2,259	1,759	346
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Net Increase (Decrease) in Cash and Cash Equivalents	12,244	408,615	396,371	169,956
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Cash and Cash Equivalents, July 1	235,497	235,497	-	65,541
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Cash and Cash Equivalents, June 30	<u>\$ 247,741</u>	<u>\$ 644,112</u>	<u>\$ 396,371</u>	<u>\$ 235,497</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (641,141)	\$ (102,260)	\$ 538,881	\$ (1,122,456)
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	64,993	64,993	-	67,062
Nonoperating revenues	-	-	-	3,240
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	25,202	25,202	495,807
Prepaid items	-	21	21	860
PERS deferred outflows	-	(510,870)	(510,870)	-
Increase (decrease) in:				
Accounts payable	-	19,157	19,157	7,186
Accrued salaries and benefits	-	(13,488)	(13,488)	23,594
Due to other governments	-	929	929	91
Accrued compensated absences	-	(50,718)	(50,718)	22,514
Net OPEB obligation	218,912	121,737	(97,175)	196,567
Net PERS obligation	-	(462,766)	(462,766)	-
PERS deferred inflows	-	945,439	945,439	-
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Total Adjustments	283,905	139,636	(144,269)	816,921
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (357,236)</u>	<u>\$ 37,376</u>	<u>\$ 394,612</u>	<u>\$ (305,535)</u>
	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>

See accompanying notes.

**CARSON CITY**  
**STORMWATER DRAINAGE FUND**  
**SCHEDULE OF REVENUES, EXPENSES,**  
**AND CHANGES IN NET POSITION - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Charges for services:				
User fees and charges	\$ 1,359,817	\$ 1,395,114	\$ 35,297	\$ 1,333,434
Operating Expenses:				
Salaries and wages	132,985	125,887	7,098	182,335
Employee benefits	68,088	65,552	2,536	77,879
Services and supplies	447,048	434,109	12,939	574,146
Depreciation	327,145	312,964	14,181	267,687
Total Operating Expenses	975,266	938,512	36,754	1,102,047
Operating Income	384,551	456,602	72,051	231,387
Nonoperating Revenues (Expenses):				
Investment income	500	1,022	522	597
Interest expense	(116,956)	(101,673)	15,283	(180,262)
Gain (loss) on sales of capital assets	-	(5,111)	(5,111)	-
Bond issuance costs	(55,189)	(57,184)	(1,995)	(14,399)
Total Nonoperating Revenues (Expenses)	(171,645)	(162,946)	8,699	(194,064)
Income (Loss) Before Contributions and Transfers	212,906	293,656	80,750	37,323
Capital Contributions:				
Capital assets	-	103,200	103,200	-
Capital grants	-	-	-	80,123
Developers	-	6,149	6,149	-
Total Capital Contributions	-	109,349	109,349	80,123
Transfers in (out):				
Sewer Fund	-	16,800	16,800	-
Fleet Management Fund	(12,376)	(12,376)	-	-
Group Medical Fund	-	-	-	(1,307)
Total Transfers	(12,376)	4,424	16,800	(1,307)
Change in Net Position	\$ 200,530	407,429	\$ 206,899	116,139
Net Position, July 1		4,142,472		4,109,284
Prior period restatement		(192,228)		(82,951)
Net Position, July 1, (as restated)		3,950,244		4,026,333
Net Position, June 30		\$ 4,357,673		\$ 4,142,472

See accompanying notes.

**CARSON CITY**  
**STORMWATER DRAINAGE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**  
**(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,359,817	\$ 1,473,516	\$ 113,699	\$ 1,222,592
Cash payments for personnel costs	(192,692)	(176,494)	16,198	(175,035)
Cash payments for services and supplies	(447,048)	(512,629)	(65,581)	(507,382)
Net Cash Provided (Used) by Operating Activities	<u>720,077</u>	<u>784,393</u>	<u>64,316</u>	<u>540,175</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	-	16,800	16,800	-
Transfer to other funds	(12,376)	(12,376)	-	(1,307)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(12,376)</u>	<u>4,424</u>	<u>16,800</u>	<u>(1,307)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from capital debt	580,000	207,634	(372,366)	168,522
Proceeds from sales of capital assets	-	-	-	-
Acquisition of capital assets	(654,824)	(369,797)	285,027	(246,084)
Principal paid on capital debt	(400,500)	(400,500)	-	(365,800)
Interest paid on capital debt	(116,956)	(82,406)	34,550	(178,500)
Bond issuance costs	(55,189)	(57,184)	(1,995)	(14,399)
Subsidy from grant	-	-	-	80,123
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(647,469)</u>	<u>(702,253)</u>	<u>(54,784)</u>	<u>(556,138)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	500	1,022	522	597
Net Increase (Decrease) in Cash and Cash Equivalents	60,732	87,586	26,854	(16,673)
Cash and Cash Equivalents, July 1	<u>669</u>	<u>669</u>	<u>-</u>	<u>17,342</u>
Cash and Cash Equivalents, June 30	<u>\$ 61,401</u>	<u>\$ 88,255</u>	<u>\$ 26,854</u>	<u>\$ 669</u>

See accompanying notes.

**CARSON CITY**  
**STORMWATER DRAINAGE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
RECONCILIATION OF OPERATING INCOME (LOSS) TO				
NET CASH PROVIDED (USED) BY OPERATING				
ACTIVITIES:				
Operating income (loss)	\$ 384,551	\$ 456,602	\$ 72,051	\$ 231,387
Adjustments to reconcile operating income (loss)				
to net cash provided (used) by operating				
activities:				
Depreciation and amortization expense	327,145	312,964	(14,181)	267,687
Nonoperating revenues	-	-	-	-
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	78,402	78,402	(110,842)
Prepaid items	-	3	3	101
PERS deferred outflows	-	(23,942)	(23,942)	-
Increase (decrease) in:				
Accounts payable	-	(1,264)	(1,264)	(7,646)
Accrued salaries and benefits	-	380	380	(1,398)
Due to other governments	-	(77,259)	(77,259)	74,309
Accrued compensated absences	-	3,299	3,299	65,524
Net OPEB obligation	-	12,735	12,735	21,053
Net PERS obligation	8,381	(21,545)	(29,926)	-
PERS deferred inflows	-	44,018	44,018	-
Total Adjustments	335,526	327,791	(7,735)	308,788
Net Cash Provided (Used) by				
Operating Activities	\$ 720,077	\$ 784,393	\$ 64,316	\$ 540,175
NONCASH INVESTING, CAPITAL AND				
FINANCING ACTIVITIES:				
Purchase of capital assets on account		\$ 2,404		\$ 4,500

See accompanying notes.



**CARSON CITY  
CEMETERY FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Charges for services	\$ 86,890	\$ 96,661	\$ 9,771	\$ 92,201
Operating Expenses:				
Salaries and wages	104,918	117,314	(12,396)	119,816
Employee benefits	48,536	58,577	(10,041)	58,911
Services and supplies	38,903	35,407	3,496	35,452
Depreciation	14,850	14,842	8	14,844
Total Operating Expenses	<u>207,207</u>	<u>226,140</u>	<u>(18,933)</u>	<u>229,023</u>
Operating Income (Loss)	<u>(120,317)</u>	<u>(129,479)</u>	<u>(9,162)</u>	<u>(136,822)</u>
Nonoperating Revenues (Expenses):				
Investment income	1,000	862	(138)	1,770
Miscellaneous	3,136	3,025	(111)	3,844
Total Nonoperating Revenues (Expenses)	<u>4,136</u>	<u>3,887</u>	<u>(249)</u>	<u>5,614</u>
Income (Loss) Before Transfers	(116,181)	(125,592)	(9,411)	(131,208)
Transfers in (out)				
General Fund	75,000	75,000	-	75,000
Group Medical Fund	-	-	-	(996)
Total Transfers	<u>75,000</u>	<u>75,000</u>	<u>-</u>	<u>74,004</u>
Change in Net Position	<u>\$ (41,181)</u>	<u>(50,592)</u>	<u>\$ (9,411)</u>	<u>(57,204)</u>
Net Position, July 1		557,172		614,376
Prior period restatement		(175,513)		-
Net Position, July 1 (as restated)		<u>381,659</u>		<u>614,376</u>
Net Position, June 30		<u>\$ 331,067</u>		<u>\$ 557,172</u>

See accompanying notes.

**CARSON CITY  
CEMETERY FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 86,890	\$ 94,987	\$ 8,097	\$ 106,024
Cash payments for personnel costs	(147,242)	(148,579)	(1,337)	(141,551)
Cash payments for services and supplies	(38,903)	(32,006)	6,897	(39,686)
Miscellaneous cash received	3,136	3,025	(111)	3,844
Net Cash Provided (Used) by Operating Activities	<u>(96,119)</u>	<u>(82,573)</u>	<u>13,546</u>	<u>(71,369)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	-	-	-	(996)
Transfer from other funds	75,000	75,000	-	75,000
Net Cash Provided (Used) by Noncapital Financing Activities	<u>75,000</u>	<u>75,000</u>	<u>-</u>	<u>74,004</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	1,000	862	(138)	1,770
Net Increase (Decrease) in Cash and Cash Equivalents	(20,119)	(6,711)	13,408	4,405
Cash and Cash Equivalents, July 1	230,384	230,384	-	225,979
Cash and Cash Equivalents, June 30	<u>\$ 210,265</u>	<u>\$ 223,673</u>	<u>\$ 13,408</u>	<u>\$ 230,384</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (120,317)	\$ (129,479)	\$ (9,162)	\$ (136,822)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	14,850	14,842	(8)	14,844
Nonoperating revenues	3,136	3,025	(111)	3,844
Changes in assets and liabilities:				
(Increase) decrease in:				
Inventories	-	3,046	3,046	(4,150)
Prepaid items	-	1	1	-
PERS deferred outflows	-	(21,536)	(21,536)	-
Increase (decrease) in:				
Accounts payable	-	354	354	(81)
Accrued salaries and benefits	-	624	624	1,131
Unearned revenue	-	(1,674)	(1,674)	13,820
Accrued compensated absences	-	9,960	9,960	16,563
Net OPEB obligation	6,212	17,746	11,534	19,482
Net PERS obligation	-	(19,673)	(19,673)	-
PERS deferred inflows	-	40,191	40,191	-
Total Adjustments	<u>24,198</u>	<u>46,906</u>	<u>22,708</u>	<u>65,453</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (96,119)</u>	<u>\$ (82,573)</u>	<u>\$ 13,546</u>	<u>\$ (71,369)</u>

See accompanying notes.

**CARSON CITY  
BUILDING PERMITS FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Charges for services				
User fees and charges	\$ 583,970	\$ 574,056	\$ (9,914)	\$ 619,648
Operating Expenses:				
Salaries and wages	315,429	156,615	158,814	187,586
Employee benefits	155,891	43,786	112,105	103,999
Services and supplies	172,558	419,159	(246,601)	261,684
Depreciation	5,400	-	5,400	5,396
Total Operating Expenses	649,278	619,560	29,718	558,665
Operating Income (Loss)	(65,308)	(45,504)	19,804	60,983
Nonoperating Revenues (Expenses):				
Investment income	1,000	1,914	914	2,484
Gain (loss) on disposal of capital assets	-	(10,572)	(10,572)	-
Total Nonoperating Revenues (Expenses)	1,000	(8,658)	(9,658)	2,484
Income (Loss) Before Transfers	(64,308)	(54,162)	10,146	63,467
Transfers out	-	-	-	(2,120)
Change in Net Position	\$ (64,308)	(54,162)	\$ 10,146	61,347
Net Position, July 1		205,534		144,187
Prior period restatement		(167,155)		-
Net Position, July 1 (as restated)		38,379		144,187
Net Position, June 30		\$ (15,783)		\$ 205,534

See accompanying notes.

**CARSON CITY**  
**BUILDING PERMITS FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 583,970	\$ 570,282	\$ (13,688)	\$ 624,123
Cash payments for personnel costs	(464,370)	(178,552)	285,818	(298,176)
Cash payments for services and supplies	(172,558)	(364,763)	(192,205)	(274,443)
Net Cash Provided (Used) by Operating Activities	<u>(52,958)</u>	<u>26,967</u>	<u>79,925</u>	<u>51,504</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	-	-	-	(2,120)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	1,000	1,914	914	2,484
Net Increase (Decrease) in Cash and Cash Equivalents	(51,958)	28,881	80,839	51,868
Cash and Cash Equivalents, July 1	296,403	296,403	-	244,535
Cash and Cash Equivalents, June 30	<u>\$ 244,445</u>	<u>\$ 325,284</u>	<u>\$ 80,839</u>	<u>\$ 296,403</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (65,308)	\$ (45,504)	\$ 19,804	\$ 60,983
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	5,400	-	(5,400)	5,396
Changes in assets and liabilities:				
(Increase) decrease in:				
Prepaid items	-	10,919	10,919	(11,014)
PERS deferred outflows	-	(21,163)	(21,163)	-
Increase (decrease) in:				
Accounts payable	-	43,477	43,477	(1,745)
Accrued salaries and benefits	-	(11,615)	(11,615)	5,813
Due to other governments	-	(3,774)	(3,774)	4,475
Accrued compensated absences	-	26,285	26,285	(21,538)
Net OPEB obligation	6,950	8,800	1,850	9,134
Net PERS obligation	-	(18,735)	(18,735)	-
PERS deferred inflows	-	38,277	38,277	-
Total Adjustments	<u>12,350</u>	<u>72,471</u>	<u>60,121</u>	<u>(9,479)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (52,958)</u>	<u>\$ 26,967</u>	<u>\$ 79,925</u>	<u>\$ 51,504</u>

See accompanying notes.

## **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 POSITION  
JUNE 30, 2015**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
<b>ASSETS</b>					
Current assets:					
Cash and investments	\$ 571,462	\$ 3,387,488	\$ 991,083	\$ 255,322	\$ 5,205,355
Receivables:					
Accounts and contracts, net	378,872	32,086	-	-	410,958
Inventories	-	-	-	210,863	210,863
Prepaid items	369	7,043	3,903	166	11,481
Total Current Assets	<u>950,703</u>	<u>3,426,617</u>	<u>994,986</u>	<u>466,351</u>	<u>5,838,657</u>
Noncurrent assets:					
Other assets	-	30,000	40,000	-	70,000
Capital assets:					
Machinery and equipment	6,110	219,799	179,119	853,632	1,258,660
Construction in progress	-	-	31,792	1,791,508	1,823,300
	6,110	219,799	210,911	2,645,140	3,081,960
Less: Accumulated depreciation	(1,833)	(85,980)	(75,094)	(235,256)	(398,163)
Net Capital Assets	<u>4,277</u>	<u>133,819</u>	<u>135,817</u>	<u>2,409,884</u>	<u>2,683,797</u>
Total Noncurrent Assets	<u>4,277</u>	<u>163,819</u>	<u>175,817</u>	<u>2,409,884</u>	<u>2,753,797</u>
Total Assets	<u>954,980</u>	<u>3,590,436</u>	<u>1,170,803</u>	<u>2,876,235</u>	<u>8,592,454</u>
Deferred outflows of resources:					
Deferred PERS Contributions	44,413	48,853	20,584	95,416	209,266
Deferred Actuarial Adjustment to 2014 Contributions	189	210	88	408	895
Total Deferred Outflows of Resources	<u>44,602</u>	<u>49,063</u>	<u>20,672</u>	<u>95,824</u>	<u>210,161</u>
Total Assets and Deferred Outflows of Resources	<u>999,582</u>	<u>3,639,499</u>	<u>1,191,475</u>	<u>2,972,059</u>	<u>8,802,615</u>
<b>LIABILITIES</b>					
Current liabilities:					
Accounts payable	6,986	21,583	56,208	221,195	305,972
Accrued salaries and benefits	9,979	7,079	5,962	34,124	57,144
Other current liabilities	-	626,675	177,411	-	804,086
Current portion:					
Accrued compensated absences	5,573	23,424	1,012	10,996	41,005
Total Current Liabilities	<u>22,538</u>	<u>678,761</u>	<u>240,593</u>	<u>266,315</u>	<u>1,208,207</u>
Noncurrent liabilities:					
Accrued compensated absences	53,952	91,566	69,236	84,793	299,547
Net OPEB obligation	56,453	23,630	18,812	161,087	259,982
Net PERS obligation	319,102	356,206	148,420	690,150	1,513,878
Other liabilities	-	-	46,172	-	46,172
Total Noncurrent Liabilities	<u>429,507</u>	<u>471,402</u>	<u>282,640</u>	<u>936,030</u>	<u>2,119,579</u>
Total Liabilities	<u>452,045</u>	<u>1,150,163</u>	<u>523,233</u>	<u>1,202,345</u>	<u>3,327,786</u>
Deferred inflows of resources:					
Deferred earnings on PERS investments	67,024	74,818	31,174	144,960	317,976
Deferred difference between expected and actual PERS experience	15,271	17,046	7,103	33,028	72,448
Total Deferred Inflows of Resources	<u>82,295</u>	<u>91,864</u>	<u>38,277</u>	<u>177,988</u>	<u>390,424</u>
Total Liabilities and Deferred Inflows of Resources	<u>534,340</u>	<u>1,242,027</u>	<u>561,510</u>	<u>1,380,333</u>	<u>3,718,210</u>
<b>NET POSITION</b>					
Net investment in capital assets	4,277	133,819	135,818	2,243,089	2,517,003
Restricted					
Claims	-	2,263,653	494,147	-	2,757,800
Unrestricted	460,965	-	-	(651,363)	(190,398)
Total Net Position	<u>\$ 465,242</u>	<u>\$ 2,397,472</u>	<u>\$ 629,965</u>	<u>\$ 1,591,726</u>	<u>\$ 5,084,405</u>

See accompanying notes.

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2015**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
Operating Revenues:					
Charges for services	\$ 8,731,788	\$ 815,216	\$ 1,670,242	\$ 1,647,687	\$ 12,864,933
Operating Expenses:					
Salaries and wages	198,859	195,704	98,373	481,361	974,297
Employee benefits	83,415	79,940	37,804	226,128	427,287
Services and supplies	8,398,373	889,121	1,620,148	754,832	11,662,474
Depreciation	611	21,980	16,183	60,082	98,856
Total Operating Expenses	8,681,258	1,186,745	1,772,508	1,522,403	13,162,914
Operating Income (Loss)	50,530	(371,529)	(102,266)	125,284	(297,981)
Nonoperating Revenues (Expenses):					
Investment income	3,152	18,410	4,701	2,923	29,186
Miscellaneous	-	-	57,977	37	58,014
Total Nonoperating Revenues (Expenses)	3,152	18,410	62,678	2,960	87,200
Income (Loss) Before Transfers	53,682	(353,119)	(39,588)	128,244	(210,781)
Capital Contributions:					
Capital grants	-	-	-	781,856	781,856
Transfers:					
Transfers In	-	-	-	378,783	378,783
Total Transfers	-	-	-	378,783	378,783
Change in Net Position	53,682	(353,119)	(39,588)	1,288,883	949,858
Net Position, July 1	770,943	3,151,763	836,708	1,080,114	5,839,528
Prior period restatement	(359,383)	(401,172)	(167,155)	(777,271)	(1,704,981)
Net Position, July 1 (as restated)	411,560	2,750,591	669,553	302,843	4,134,547
Net Position, June 30	\$ 465,242	\$ 2,397,472	\$ 629,965	\$ 1,591,726	\$ 5,084,405

See accompanying notes.

**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2015  
(PAGE 1 OF 2)**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Cash received for services	\$ -	\$ -	\$ -	\$ 1,647,739	\$ 1,647,739
Cash received from customers	1,878,120	-	-	-	1,878,120
Cash received from other funds	6,803,597	815,238	1,721,611	-	9,340,446
Cash payments for personnel costs	(279,154)	(264,998)	(113,094)	(692,745)	(1,349,991)
Cash payments for services and supplies	(8,392,260)	(663,184)	(1,631,207)	(748,531)	(11,435,182)
Miscellaneous cash received	-	-	57,977	37	58,014
Net Cash Provided (Used) by Operating Activities	<u>10,303</u>	<u>(112,944)</u>	<u>35,287</u>	<u>206,500</u>	<u>139,146</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Transfer to other funds	-	-	-	-	-
Transfer from other funds	-	-	-	378,783	378,783
Net Cash Provided (Used) by Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>378,783</u>	<u>378,783</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds from sales of assets	-	-	-	-	-
Acquisition of capital assets	-	-	(3,076)	(1,897,795)	(1,900,871)
Subsidy from grant	-	-	-	781,856	781,856
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(3,076)</u>	<u>(1,115,939)</u>	<u>(1,119,015)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment income	<u>3,152</u>	<u>18,410</u>	<u>4,701</u>	<u>2,923</u>	<u>29,186</u>
Net Increase (Decrease) in Cash and Cash Equivalents	13,455	(94,534)	36,912	(527,733)	(571,900)
Cash and Cash Equivalents, July 1	<u>558,007</u>	<u>3,482,022</u>	<u>954,171</u>	<u>783,055</u>	<u>5,777,255</u>
Cash and Cash Equivalents, June 30	<u>\$ 571,462</u>	<u>\$ 3,387,488</u>	<u>\$ 991,083</u>	<u>\$ 255,322</u>	<u>\$ 5,205,355</u>

See accompanying notes.



**CARSON CITY  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2015  
(PAGE 2 OF 2)**

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE	FLEET MANAGEMENT	TOTAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO					
NET CASH PROVIDED (USED) BY OPERATING					
ACTIVITIES:					
Operating income (loss)	\$ 50,530	\$ (371,529)	\$ (102,266)	\$ 125,284	\$ (297,981)
Adjustments to reconcile operating					
income (loss) to net cash provided					
(used) by operating activities:					
Depreciation and amortization expense	611	21,980	16,183	60,082	98,856
Nonoperating revenues	-	-	57,977	37	58,014
Changes in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	(50,071)	22	51,369	52	1,372
Other assets	-	-	-	-	-
Inventories	-	-	-	(33,915)	(33,915)
Prepaid items	(366)	(1,419)	3,846	7,475	9,536
PERS deferred outflows	(44,602)	(49,063)	(20,672)	(95,824)	(210,161)
Increase (decrease) in:					
Accounts payable	6,479	(7,170)	(12,073)	32,741	19,977
Accrued salaries and benefits	(2,478)	(8,967)	915	4,783	(5,747)
Due to other governments	-	-	(11,323)	-	(11,323)
Unearned revenue	-	-	-	-	-
Accrued compensated absences	(4,747)	15,240	18,346	(16,966)	11,873
Net OPEB obligation	12,933	6,538	4,952	31,884	56,307
Net PERS obligation	(40,281)	(44,966)	(18,735)	(87,121)	(191,103)
Other liabilities	-	234,526	8,491	-	243,017
PERS deferred inflows	82,295	91,864	38,277	177,988	390,424
Total Adjustments	(40,227)	258,585	137,553	81,216	437,127
Net Cash Provided (Used) by					
Operating Activities	\$ 10,303	\$ (112,944)	\$ 35,287	\$ 206,500	\$ 139,146
NONCASH INVESTING, CAPITAL AND					
FINANCING ACTIVITIES:					
Purchase of capital assets on account	\$ -	\$ -	\$ -	\$ 90,472	\$ 90,472
Retainage payable on construction					
of capital assets	-	-	-	76,324	76,324

See accompanying notes.

**CARSON CITY  
GROUP MEDICAL INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Employee contributions	\$ 1,978,069	\$ 1,878,120	\$ (99,949)	\$ 1,789,318
Employer contributions	6,940,852	6,853,668	(87,184)	6,364,640
Total Operating Revenues	<u>8,918,921</u>	<u>8,731,788</u>	<u>(187,133)</u>	<u>8,153,958</u>
Operating Expenses:				
Salaries and wages	209,687	198,859	10,828	235,115
Employee benefits	88,250	83,415	4,835	91,325
Services and supplies	8,463,548	8,398,373	65,175	7,769,921
Depreciation	611	611	-	611
Total Operating Expenses	<u>8,762,096</u>	<u>8,681,258</u>	<u>80,838</u>	<u>8,096,972</u>
Operating Income (Loss)	<u>156,825</u>	<u>50,530</u>	<u>(106,295)</u>	<u>56,986</u>
Nonoperating Revenues (Expenses):				
Investment income	1,000	3,152	2,152	2,975
Miscellaneous	-	-	-	4,010
Total Nonoperating Revenues (Expenses)	<u>1,000</u>	<u>3,152</u>	<u>2,152</u>	<u>6,985</u>
Income (Loss) Before Transfers	157,825	53,682	(104,143)	63,971
Transfers in	-	-	-	228,298
Change in Net Position	<u>\$ 157,825</u>	53,682	<u>\$ (104,143)</u>	292,269
Net Position, July 1		770,943		478,674
Prior period restatement		(359,383)		-
Net Position, July 1 (as restated)		<u>411,560</u>		<u>478,674</u>
Net Position, June 30		<u>\$ 465,242</u>		<u>\$ 770,943</u>

See accompanying notes.

**CARSON CITY**  
**GROUP MEDICAL INSURANCE FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for customers	\$ 1,978,069	\$ 1,878,120	\$ (99,949)	\$ 1,789,318
Cash received from other funds	6,940,852	6,803,597	(137,255)	6,326,139
Cash payments for personnel costs	(288,936)	(279,154)	9,782	(263,867)
Cash payments for services and supplies	(8,463,548)	(8,392,260)	71,288	(7,770,786)
Miscellaneous cash received	-	-	-	4,010
	<u>166,437</u>	<u>10,303</u>	<u>(156,134)</u>	<u>84,814</u>
<b>Net Cash Provided (Used) by Operating Activities</b>				
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	-	-	-	228,298
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	1,000	3,152	2,152	2,975
	<u>167,437</u>	<u>13,455</u>	<u>(153,982)</u>	<u>316,087</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
Cash and Cash Equivalents, July 1	558,007	558,007	-	241,920
Cash and Cash Equivalents, June 30	<u>\$ 725,444</u>	<u>\$ 571,462</u>	<u>\$ (153,982)</u>	<u>\$ 558,007</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 156,825	\$ 50,530	\$ (106,295)	\$ 56,986
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	611	611	-	611
Nonoperating revenues	-	-	-	4,010
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(50,071)	(50,071)	(38,501)
Prepaid items	-	(366)	(366)	(1)
PERS deferred outflows	-	(44,602)	(44,602)	-
Increase (decrease) in:				
Accounts payable	-	6,479	6,479	(864)
Accrued salaries and benefits	-	(2,478)	(2,478)	1,720
Accrued compensated absences	-	(4,747)	(4,747)	43,411
Net OPEB obligation	9,001	12,933	3,932	17,442
Net PERS obligation	-	(40,281)	(40,281)	-
PERS deferred inflows	-	82,295	82,295	-
	<u>9,612</u>	<u>(40,227)</u>	<u>(49,839)</u>	<u>27,828</u>
Total Adjustments	<u>9,612</u>	<u>(40,227)</u>	<u>(49,839)</u>	<u>27,828</u>
	<u>\$ 166,437</u>	<u>\$ 10,303</u>	<u>\$ (156,134)</u>	<u>\$ 84,814</u>
<b>Net Cash Provided (Used) by Operating Activities</b>				

See accompanying notes.

**CARSON CITY  
WORKERS' COMPENSATION FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	<u>FINAL BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2014</u>
Operating Revenues:				
Charges for services:				
Employer contributions	\$ 729,504	\$ 815,216	\$ 85,712	\$ 793,583
Operating Expenses:				
Salaries and wages	113,988	195,704	(81,716)	287,753
Employee benefits	56,796	79,940	(23,144)	114,737
Services and supplies	810,423	889,121	(78,698)	581,699
Depreciation	21,980	21,980	-	20,302
Total Operating Expenses	<u>1,003,187</u>	<u>1,186,745</u>	<u>(183,558)</u>	<u>1,004,491</u>
Operating Income (Loss)	<u>(273,683)</u>	<u>(371,529)</u>	<u>(97,846)</u>	<u>(210,908)</u>
Nonoperating Revenues (Expenses):				
Investment income	15,000	18,410	3,410	28,080
Miscellaneous	10,000	-	(10,000)	11,204
Total Nonoperating Revenues (Expenses)	<u>25,000</u>	<u>18,410</u>	<u>(6,590)</u>	<u>39,284</u>
Income (Loss) Before Transfers	(248,683)	(353,119)	(104,436)	(171,624)
Transfers out	-	-	-	(893)
Change in Net Position	<u>\$ (248,683)</u>	(353,119)	<u>\$ (104,436)</u>	(172,517)
Net Position, July 1		3,151,763		3,324,280
Prior period adjustment		<u>(401,172)</u>		-
Net Position, July 1 (as restated)		2,750,591		3,324,280
Net Position, June 30		<u>\$ 2,397,472</u>		<u>\$ 3,151,763</u>

See accompanying notes.

**CARSON CITY  
WORKERS' COMPENSATION FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received from other funds	\$ 729,504	\$ 815,238	\$ 85,734	\$ 793,299
Cash payments for personnel costs	(167,365)	(264,998)	(97,633)	(297,400)
Cash payments for services and supplies	(810,423)	(663,184)	147,239	(612,256)
Miscellaneous cash received	10,000	-	(10,000)	11,204
	<u>(238,284)</u>	<u>(112,944)</u>	<u>125,340</u>	<u>(105,153)</u>
Net Cash Provided (Used) by Operating Activities				
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	-	-	-	(893)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	-	-	(67,101)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	15,000	18,410	3,410	28,080
	<u>(223,284)</u>	<u>(94,534)</u>	<u>128,750</u>	<u>(145,067)</u>
Net Increase (Decrease) in Cash and Cash Equivalents				
Cash and Cash Equivalents, July 1	3,482,022	3,482,022	-	3,627,089
Cash and Cash Equivalents, June 30	<u>\$ 3,258,738</u>	<u>\$ 3,387,488</u>	<u>\$ 128,750</u>	<u>\$ 3,482,022</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (273,683)	\$ (371,529)	\$ (97,846)	\$ (210,908)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	21,980	21,980	-	20,302
Nonoperating revenues	10,000	-	(10,000)	11,204
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	22	22	(284)
Prepaid items	-	(1,419)	(1,419)	(1,318)
PERS deferred outflows	-	(49,063)	(49,063)	-
Increase (decrease) in:				
Accounts payable	-	(7,170)	(7,170)	(482)
Accrued salaries and benefits	-	(8,967)	(8,967)	10,375
Accrued compensated absences	-	15,240	15,240	87,657
Other liabilities	-	234,526	234,526	(28,757)
NET OPEB obligation	3,419	6,538	3,119	7,058
NET PERS obligation	-	(44,966)	(44,966)	-
PERS deferred inflows	-	91,864	91,864	-
	<u>35,399</u>	<u>258,585</u>	<u>223,186</u>	<u>105,755</u>
Total Adjustments				
Net Cash Provided (Used) by Operating Activities	<u>\$ (238,284)</u>	<u>\$ (112,944)</u>	<u>\$ 125,340</u>	<u>\$ (105,153)</u>

See accompanying notes.

**CARSON CITY  
INSURANCE FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 1,670,000	\$ 1,670,242	\$ 242	\$ 1,663,452
Operating Expenses:				
Salaries and wages	77,717	98,373	(20,656)	119,283
Employee benefits	36,562	37,804	(1,242)	37,433
Services and supplies	1,773,098	1,620,148	152,950	1,239,294
Depreciation	16,200	16,183	17	16,183
Total Operating Expenses	<u>1,903,577</u>	<u>1,772,508</u>	<u>131,069</u>	<u>1,412,193</u>
Operating Income (Loss)	<u>(233,577)</u>	<u>(102,266)</u>	<u>131,311</u>	<u>251,259</u>
Nonoperating Revenues (Expenses):				
Investment income	1,500	4,701	3,201	5,614
Miscellaneous	10,000	57,977	47,977	104,967
Total Nonoperating Revenues (Expenses)	<u>11,500</u>	<u>62,678</u>	<u>51,178</u>	<u>110,581</u>
Income (Loss) Before Transfers	(222,077)	(39,588)	182,489	361,840
Transfers in (out):				
Commissary Fund	-	-	-	(82,610)
Group Medical Fund	-	-	-	(755)
Total Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>(83,365)</u>
Change in Net Position	<u>\$ (222,077)</u>	<u>(39,588)</u>	<u>\$ 182,489</u>	<u>278,475</u>
Net Position, July 1		836,708		558,233
Prior period restatement		<u>(167,155)</u>		<u>-</u>
Net Position, July 1 (as restated)		669,553		558,233
Net Position, June 30		<u>\$ 629,965</u>		<u>\$ 836,708</u>

See accompanying notes.

**CARSON CITY  
INSURANCE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received from other funds	\$ 1,670,000	\$ 1,721,611	\$ 51,611	\$ 1,612,083
Cash payments for personnel costs	(111,279)	(113,094)	(1,815)	(106,823)
Cash payments for services and supplies	(1,773,098)	(1,631,207)	141,891	(1,207,091)
Miscellaneous cash received	10,000	57,977	47,977	104,967
Net Cash Provided (Used) by Operating Activities	<u>(204,377)</u>	<u>35,287</u>	<u>239,664</u>	<u>403,136</u>
<b>CASH FLOW FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer to other funds	-	-	-	(83,365)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	-	(3,076)	(3,076)	(28,715)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	1,500	4,701	3,201	5,614
Net Increase (Decrease) in Cash and Cash Equivalents	(202,877)	36,912	239,789	296,670
Cash and Cash Equivalents, July 1	954,171	954,171	-	657,501
Cash and Cash Equivalents, June 30	<u>\$ 751,294</u>	<u>\$ 991,083</u>	<u>\$ 239,789</u>	<u>\$ 954,171</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ (233,577)	\$ (102,266)	\$ 131,311	\$ 251,259
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	16,200	16,183	(17)	16,183
Nonoperating revenues	10,000	57,977	47,977	104,967
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	51,369	51,369	(51,369)
Prepaid items	-	3,846	3,846	5,843
PERS deferred outflows	-	(20,672)	(20,672)	-
Increase (decrease) in:				
Accounts payable	-	(12,073)	(12,073)	43,896
Accrued salaries and benefits	-	915	915	583
Due to other governments	-	(11,323)	(11,323)	(1,856)
Accrued compensated absences	-	18,346	18,346	43,871
Other liabilities	-	8,491	8,491	(15,680)
Net OPEB obligation	3,000	4,952	1,952	5,439
Net PERS obligation	-	(18,735)	(18,735)	-
PERS deferred inflows	-	38,277	38,277	-
Total Adjustments	<u>29,200</u>	<u>137,553</u>	<u>108,353</u>	<u>151,877</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (204,377)</u>	<u>\$ 35,287</u>	<u>\$ 239,664</u>	<u>\$ 403,136</u>
<b>NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:</b>				
Purchase of capital assets on account		\$ -		\$ 3,076

See accompanying notes.

**CARSON CITY  
FLEET MANAGEMENT FUND  
SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
Operating Revenues:				
Charges for services:				
Administrative fees	\$ 1,659,156	\$ 1,647,687	\$ (11,469)	\$ 1,549,370
Operating Expenses:				
Salaries and wages	481,196	481,361	(165)	525,831
Employee benefits	223,491	226,128	(2,637)	219,479
Services and supplies	857,146	754,832	102,314	617,387
Depreciation	49,600	60,082	(10,482)	49,309
Total Operating Expenses	1,611,433	1,522,403	89,030	1,412,006
Operating Income (Loss)	47,723	125,284	77,561	137,364
Nonoperating Revenues (Expenses):				
Investment income	4,000	2,923	(1,077)	7,229
Miscellaneous	40,000	37	(39,963)	40,035
Gain (loss) on disposal of capital assets	-	-	-	36,680
Total Nonoperating Revenues (Expenses)	44,000	2,960	(41,040)	83,944
Income (Loss) Before Contributi	91,723	128,244	36,521	221,308
Capital Contributions:				
Capital grants	781,856	781,856	-	42,973
Transfers in (out):				
Ambulance Fund	31,020	31,020	-	24,855
Sewer	23,508	23,508	-	-
Street Maintenance	11,521	11,521	-	-
Water	300,358	300,358	-	-
Stormwater Drainage Fund	12,376	12,376	-	-
Group Medical Fund	-	-	-	(3,936)
Total Transfers	378,783	378,783	-	20,919
Change in Net Position	\$ 1,252,362	1,288,883	\$ 36,521	285,200
Net Position, July 1		1,080,114		794,914
Prior period restatement		(777,271)		-
Net Position, July 1 (as restated)		302,843		794,914
Net Position, June 30		\$ 1,591,726		\$ 1,080,114

See accompanying notes.



**CARSON CITY  
FLEET MANAGEMENT FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2015  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)  
(PAGE 1 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received for services	\$ 1,659,156	\$ 1,647,739	\$ (11,417)	\$ 1,549,318
Cash payments for personnel costs	(686,836)	(692,745)	(5,909)	(632,622)
Cash payments for services and supplies	(857,146)	(748,531)	108,615	(770,268)
Miscellaneous cash received	40,000	37	(39,963)	40,035
	<u>155,174</u>	<u>206,500</u>	<u>51,326</u>	<u>186,463</u>
<b>Net Cash Provided (Used) by Operating Activities</b>				
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfer from other funds	378,783	378,783	-	24,855
Transfer to other funds	-	-	-	(3,936)
	<u>378,783</u>	<u>378,783</u>	<u>-</u>	<u>20,919</u>
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>				
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Proceeds from sales of assets	-	-	-	36,681
Acquisition of capital assets	(1,924,699)	(1,897,795)	26,904	(213,939)
Subsidy from grant	781,856	781,856	-	42,973
	<u>(1,142,843)</u>	<u>(1,115,939)</u>	<u>26,904</u>	<u>(134,285)</u>
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>				
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Investment income	4,000	2,923	(1,077)	7,229
	<u>4,000</u>	<u>2,923</u>	<u>(1,077)</u>	<u>7,229</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>				
	(604,886)	(527,733)	77,153	80,326
Cash and Cash Equivalents, July 1	783,055	783,055	-	702,729
Cash and Cash Equivalents, June 30	<u>\$ 178,169</u>	<u>\$ 255,322</u>	<u>\$ 77,153</u>	<u>\$ 783,055</u>

See accompanying notes.

**CARSON CITY**  
**FLEET MANAGEMENT FUND**  
**SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2014)**  
**(PAGE 2 OF 2)**

	FINAL BUDGET	ACTUAL	VARIANCE	2014
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 47,723	\$ 125,284	\$ 77,561	\$ 137,364
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	49,600	60,082	10,482	49,309
Nonoperating revenues	40,000	37	(39,963)	40,035
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	52	52	(52)
Inventories	-	(33,915)	(33,915)	(122,525)
Prepaid items	-	7,475	7,475	(7,634)
PERS deferred outflows	-	(95,824)	(95,824)	-
Increase (decrease) in:				
Accounts payable	-	32,741	32,741	(22,722)
Accrued salaries and benefits	-	4,783	4,783	5,329
Accrued compensated absences	-	(16,966)	(16,966)	70,037
Net OPEB obligation	17,851	31,884	14,033	37,322
Net PERS obligation	-	(87,121)	(87,121)	-
PERS deferred inflows	-	177,988	177,988	-
Total Adjustments	107,451	81,216	(26,235)	49,099
Net Cash Provided (Used) by Operating Activities	<u>\$ 155,174</u>	<u>\$ 206,500</u>	<u>\$ 51,326</u>	<u>\$ 186,463</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account	\$ -	\$ 90,472	\$ -	\$ 596
Retainage payable on construction of capital assets	-	76,324	-	-

See accompanying notes.

## 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:

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

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

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

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

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

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

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## FIDUCIARY FUNDS

### Continued

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

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

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

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 1 OF 3)**

	BALANCE JULY 1, 2014	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2015
<b>EAGLE VALLEY WATER DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 224	\$ 15,993	\$ 15,974	\$ 243
Taxes receivable, delinquent	368	19	92	295
Total Assets	<u>\$ 592</u>	<u>\$ 16,012</u>	<u>\$ 16,066</u>	<u>\$ 538</u>
Liabilities:				
Due to other governments	<u>\$ 592</u>	<u>\$ 16,338</u>	<u>\$ 16,392</u>	<u>\$ 538</u>
<b>SUB-CONSERVANCY DISTRICT FUND</b>				
Assets:				
Cash and investments	\$ 7,633	\$ 828,384	\$ 834,215	\$ 1,802
Taxes receivable, delinquent	8,240	469	1,969	6,740
Due from other governments	20,692	23,835	20,692	23,835
Total Assets	<u>\$ 36,565</u>	<u>\$ 852,688</u>	<u>\$ 856,876</u>	<u>\$ 32,377</u>
Liabilities:				
Accounts payable	\$ 6,818	\$ 372,381	\$ 372,381	\$ 6,818
Due to other governments	8,922	369,031	376,364	1,589
Other liabilities	20,825	23,970	20,825	23,970
Total Liabilities	<u>\$ 36,565</u>	<u>\$ 765,382</u>	<u>\$ 769,570</u>	<u>\$ 32,377</u>
<b>FISH AND GAME FUND</b>				
Assets:				
Cash and investments	<u>\$ 955</u>	<u>\$ 3,742</u>	<u>\$ 1,732</u>	<u>\$ 2,965</u>
Liabilities:				
Accounts payable	\$ 17	\$ 2,241	\$ 1,732	\$ 526
Due to other governments	938	3,742	2,241	2,439
Total Liabilities	<u>\$ 955</u>	<u>\$ 5,983</u>	<u>\$ 3,973</u>	<u>\$ 2,965</u>
<b>CONTROLLER TRUST FUND</b>				
Assets:				
Cash and investments	<u>\$ 18,072</u>	<u>\$ 31,348</u>	<u>\$ 37,384</u>	<u>\$ 12,036</u>
Liabilities:				
Accounts payable	\$ -	\$ 1,849	\$ 1,849	\$ -
Due to other governments	18,072	12,156	18,192	12,036
Total Liabilities	<u>\$ 18,072</u>	<u>\$ 14,005</u>	<u>\$ 20,041</u>	<u>\$ 12,036</u>

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 2 OF 3)**

	BALANCE JULY 1, 2014	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2015
<b>STATE OF NEVADA FUND</b>				
Assets:				
Cash and investments	\$ 325,461	\$ 3,771,480	\$ 3,606,970	\$ 489,971
Taxes receivable, delinquent	47,033	2,662	11,371	38,324
Total Assets	<u>\$ 372,494</u>	<u>\$ 3,774,142</u>	<u>\$ 3,618,341</u>	<u>\$ 528,295</u>
Liabilities:				
Accounts payable	\$ 18	\$ 889	\$ 588	\$ 319
Due to other governments	372,476	4,268,126	4,112,626	527,976
Total Liabilities	<u>\$ 372,494</u>	<u>\$ 4,269,015</u>	<u>\$ 4,113,214</u>	<u>\$ 528,295</u>
<b>NEVADA COMMISSION FOR THE RECONSTRUCTION OF THE V &amp; T RAILWAY FUND</b>				
Assets:				
Cash and investments	\$ 425,162	\$ 215,360	\$ 617,203	\$ 23,319
Cash held by Commission	85,253	89	-	85,342
Due from other governments	115,080	38,240	115,081	38,239
Total Assets	<u>\$ 625,495</u>	<u>\$ 253,689</u>	<u>\$ 732,284</u>	<u>\$ 146,900</u>
Liabilities:				
Accounts payable	\$ 28,838	\$ 495,943	\$ 501,604	\$ 23,177
Due to other governments	596,657	122,569	595,503	123,723
Total Liabilities	<u>\$ 625,495</u>	<u>\$ 618,512</u>	<u>\$ 1,097,107</u>	<u>\$ 146,900</u>
<b>FORFEITURE ACCOUNT FUND</b>				
Assets:				
Cash and investments	\$ 62,540	\$ 38,279	\$ 74,900	\$ 25,919
Liabilities:				
Accounts payable	\$ 2,966	\$ 7,664	\$ 10,630	\$ -
Due to other governments	59,574	37,200	70,855	25,919
Total Liabilities	<u>\$ 62,540</u>	<u>\$ 44,864</u>	<u>\$ 81,485</u>	<u>\$ 25,919</u>
<b>CARSON CITY SCHOOL DISTRICT DEBT SERVICE FUND</b>				
Assets:				
Taxes receivable, delinquent	\$ 118,275	\$ 78,120	\$ 28,229	\$ 168,166
Liabilities:				
Accounts payable	\$ -	\$ 45	\$ 45	\$ -
Due to other governments	118,275	5,647,162	5,597,271	168,166
Total Liabilities	<u>\$ 118,275</u>	<u>\$ 5,647,207</u>	<u>\$ 5,597,316</u>	<u>\$ 168,166</u>

See accompanying notes.

**CARSON CITY**  
**COMBINING STATEMENT OF CHANGES IN**  
**ASSETS AND LIABILITIES - ALL AGENCY FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 3 OF 3)**

	<u>BALANCE</u> <u>JULY 1, 2014</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2015</u>
<b>CARSON CITY SCHOOL DISTRICT</b>				
<b>OPERATING FUND</b>				
Assets:				
Cash and investments	\$ 175,848	\$ 9,155,045	\$ 9,293,284	\$ 37,609
Taxes receivable, delinquent	206,309	136,254	49,240	293,323
Total Assets	<u>\$ 382,157</u>	<u>\$ 9,291,299</u>	<u>\$ 9,342,524</u>	<u>\$ 330,932</u>
Liabilities:				
Accounts payable	\$ -	\$ 78	\$ 78	\$ -
Due to other governments	382,157	9,370,353	9,421,578	330,932
Total Liabilities	<u>\$ 382,157</u>	<u>\$ 9,370,431</u>	<u>\$ 9,421,656</u>	<u>\$ 330,932</u>
<b>TOTALS - ALL AGENCY FUNDS</b>				
Assets:				
Cash and investments	\$ 1,015,895	\$ 14,059,631	\$ 14,481,662	\$ 593,864
Cash held by Commission	85,253	89	-	85,342
Taxes receivable, delinquent	380,225	217,524	90,901	506,848
Due from other governments	135,772	62,075	135,773	62,074
Total Assets	<u>\$ 1,617,145</u>	<u>\$ 14,339,319</u>	<u>\$ 14,708,336</u>	<u>\$ 1,248,128</u>
Liabilities:				
Accounts payable	\$ 38,657	\$ 881,090	\$ 888,907	\$ 30,840
Due to other governments	1,557,663	19,846,677	20,211,022	1,193,318
Other liabilities	20,825	23,970	20,825	23,970
Total Liabilities	<u>\$ 1,617,145</u>	<u>\$ 20,751,737</u>	<u>\$ 21,120,754</u>	<u>\$ 1,248,128</u>

See accompanying notes.



**STATISTICAL SECTION**

**CARSON CITY  
STATISTICAL SECTION  
(UNAUDITED)**

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

<b>Section Contents</b>	<b>Schedule #</b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.	<b>1.1 - 1.4</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the factors affecting the city's ability to generate its property and sales taxes.	<b>2.1 - 2.4</b>
<b>Debt Capacity</b> 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.	<b>3.1 - 3.4</b>
<b>Demographic and Economic Information</b> 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.	<b>4.1 - 4.2</b>
<b>Operating Information</b> 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.	<b>5.1 - 5.3</b>

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

	FISCAL YEAR ENDED JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>GOVERNMENTAL ACTIVITIES</b>										
Net investment in capital assets	\$ 293,236,174	\$ 260,795,570	\$ 260,370,604	\$ 259,709,061	\$ 230,502,492	\$ 172,327,528	\$ 142,099,041	\$ 131,338,112	\$ 120,602,072	\$ 65,849,092
Restricted	8,227,111	14,907,036	15,013,156	15,165,751	16,058,661	20,115,371	18,759,556	23,302,315	29,389,902	24,871,291
Unrestricted	(95,565,722)	(27,614,698)	(22,471,320)	(23,227,661)	(16,829,470)	(14,549,896)	(4,678,327)	2,417,112	(1,728,608)	(3,390,070)
Total Governmental Activities										
Net Position	\$ 205,897,563	\$ 248,087,908	\$ 252,912,440	\$ 251,647,151	\$ 229,731,683	\$ 177,893,003	\$ 156,180,270	\$ 157,057,539	\$ 148,263,366	\$ 87,330,313
<b>BUSINESS-TYPE ACTIVITIES</b>										
Net investment in capital assets	\$ 95,262,713	\$ 93,600,537	\$ 92,023,344	\$ 92,490,506	\$ 92,656,159	\$ 90,457,625	\$ 89,403,212	\$ 87,652,903	\$ 84,123,860	\$ 78,129,888
Restricted	-	-	-	-	-	-	-	-	2,742,096	2,598,135
Unrestricted	(3,826,793)	5,348,056	7,849,919	7,832,105	3,476,230	6,235,987	11,002,971	14,666,940	16,169,206	16,340,435
Total Business-Type Activities										
Net Position	\$ 91,435,920	\$ 98,948,593	\$ 99,873,263	\$ 100,322,611	\$ 96,132,389	\$ 96,693,612	\$ 100,406,183	\$ 102,319,843	\$ 103,035,162	\$ 97,068,458
<b>PRIMARY GOVERNMENT</b>										
Net investment in capital assets	\$ 388,498,887	\$ 354,396,107	\$ 352,393,948	\$ 352,199,567	\$ 323,158,651	\$ 262,785,153	\$ 231,502,253	\$ 218,991,015	\$ 204,725,932	\$ 143,978,980
Restricted	8,227,111	14,907,036	15,013,156	15,165,751	16,058,661	20,115,371	18,759,556	23,302,315	32,131,998	27,469,426
Unrestricted	(99,392,515)	(22,266,642)	(14,621,401)	(15,395,556)	(13,553,240)	(8,313,909)	6,324,644	17,084,052	14,440,598	12,950,365
Total Primary Government										
Net Position	\$ 297,333,483	\$ 347,036,501	\$ 352,785,703	\$ 351,969,762	\$ 325,864,072	\$ 274,586,615	\$ 256,586,453	\$ 259,377,382	\$ 251,298,528	\$ 184,398,771

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

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

	FISCAL YEAR ENDED JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>EXPENSES</b>										
<b>Governmental Activities:</b>										
General government	\$ 14,332,092	\$ 15,080,364	\$ 13,270,490	\$ 12,839,523	\$ 12,710,114	\$ 13,128,842	\$ 13,919,789	\$ 13,042,589	\$ 13,329,480	\$ 15,920,465
Public safety	33,270,317	32,434,444	31,081,304	30,273,949	28,842,714	30,765,050	28,995,649	27,388,924	26,333,209	25,401,443
Judicial	5,908,078	5,471,384	5,438,232	5,213,231	4,891,274	5,301,887	5,065,113	4,526,334	3,656,007	3,505,076
Public works	9,903,839	9,720,781	8,616,739	9,249,322	8,188,834	9,660,646	8,200,517	10,017,131	7,205,824	7,205,695
Sanitation	1,876,842	1,777,521	1,730,139	1,680,283	1,655,363	1,805,049	1,753,575	1,972,849	-	-
Health	6,197,262	6,180,675	5,451,016	4,984,823	4,349,102	4,570,746	3,563,272	2,781,546	2,736,463	1,808,078
Welfare	2,013,875	2,317,891	2,028,677	2,369,073	2,359,998	2,373,611	2,143,404	2,008,154	2,074,309	2,038,709
Culture and recreation	9,562,092	9,345,624	9,084,415	8,981,258	8,719,947	9,686,659	8,995,601	9,056,223	8,897,085	8,885,644
Community support	1,067,743	578,988	704,500	3,386,724	1,643,988	3,922,076	2,626,657	991,673	552,307	15,427,942
Airport	344,845	333,521	388,786	285,645	149,667	257,969	51,505	124,386	348,318	85,514
Economic Opportunity	87,026	179,513	186,695	304,571	326,910	4,705,495	2,255,148	560,255	485,422	4,466,036
Interest on long-term debt	3,535,870	3,323,887	3,513,966	3,931,487	4,047,091	4,247,956	3,947,951	3,721,332	3,844,651	3,078,771
Total Governmental Activities Expenses	88,099,881	86,744,593	81,494,959	83,499,889	77,885,002	90,425,986	81,518,181	76,191,396	69,463,075	87,823,373
<b>Business-type Activities:</b>										
Landfill	-	-	-	-	-	-	-	-	2,057,836	1,889,185
Sewer	9,307,854	9,135,280	8,965,346	8,389,001	8,486,538	8,568,534	8,827,557	8,196,029	7,751,960	7,592,212
Water	13,171,346	12,833,407	11,847,582	12,190,492	12,448,336	11,345,020	10,423,075	9,996,906	9,143,663	8,228,357
Stormwater Drainage	1,104,191	1,288,357	1,186,768	1,199,990	1,025,278	1,198,016	1,115,129	880,387	860,866	745,178
Ambulance	3,270,221	3,473,925	3,203,882	4,150,587	4,311,731	4,288,925	4,657,637	3,444,369	3,314,417	3,159,589
Cemetery	225,667	225,515	191,888	193,726	185,524	192,330	162,706	206,709	201,439	214,107
Building Permits	642,601	555,315	574,273	464,022	439,863	580,576	945,159	1,581,943	1,724,380	1,629,333
Total Business-type Activities Expenses	27,721,880	27,511,799	25,969,739	26,587,818	26,897,270	26,173,401	26,131,263	24,306,343	25,054,561	23,457,961
Total Primary Government Expenses	\$ 115,821,761	\$ 114,256,392	\$ 107,464,698	\$ 110,087,707	\$ 104,782,272	\$ 116,599,387	\$ 107,649,444	\$ 100,497,739	\$ 94,517,636	\$ 111,281,334

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

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

	FISCAL YEAR ENDED JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>PROGRAM REVENUES</b>										
<b>Governmental Activities:</b>										
Charges for services:										
General government	\$ 2,747,130	\$ 2,838,317	\$ 2,953,439	\$ 2,627,410	\$ 2,857,504	\$ 2,918,651	\$ 3,351,544	\$ 3,486,025	\$ 2,927,954	\$ 3,248,476
Public safety	1,587,007	1,649,571	2,359,100	1,228,238	1,155,682	1,188,443	1,076,716	832,339	869,747	786,504
Judicial	1,634,912	1,734,901	1,849,102	1,790,286	1,670,098	1,856,416	1,906,511	1,811,532	1,532,800	1,615,910
Public works	195,610	139,078	155,388	287,772	149,922	130,186	135,246	246,581	351,854	121,845
Sanitation	3,645,563	3,472,835	2,989,716	3,302,423	2,903,582	2,808,933	3,068,057	4,902,844	-	-
Health	742,478	673,249	547,415	440,934	368,863	391,320	388,737	323,538	196,846	148,971
Welfare	-	-	-	-	-	2,502	-	-	-	-
Culture and recreation	1,458,645	1,376,723	1,320,758	1,285,299	1,189,441	1,272,141	1,279,607	1,283,107	1,315,279	1,323,132
Community support	-	-	8,000	-	-	381	-	1,825	-	5,038
Operating grants, interest, and contributions	7,403,908	6,598,135	6,924,384	7,895,664	8,040,598	13,387,728	6,777,205	5,088,124	6,129,717	8,678,963
Capital grants, interest, and contributions	33,950,910	3,253,933	3,414,668	30,733,429	56,268,193	25,254,636	6,622,668	2,819,030	14,492,662	51,789
Total Governmental Activities Program Revenues	53,366,163	21,736,742	22,521,970	49,591,455	74,603,883	49,211,337	24,606,291	20,794,945	27,816,859	15,980,628
<b>Business-type Activities:</b>										
Charges for services:										
Landfill	-	-	-	-	-	-	-	-	-	2,650,501
Sewer	10,017,282	8,393,907	7,475,566	8,688,226	6,745,687	6,221,191	6,070,923	5,078,660	5,084,414	4,947,911
Water	13,700,586	13,235,852	12,868,228	13,056,457	11,510,051	9,213,231	9,366,534	9,023,248	7,593,208	6,533,885
Stormwater Drainage	1,395,114	1,333,434	1,169,116	1,308,666	1,669,605	1,172,877	1,070,093	1,017,917	1,007,484	998,097
Ambulance	3,136,867	2,356,233	2,466,832	3,729,850	3,547,842	3,809,675	3,979,519	4,036,969	3,373,632	3,314,884
Cemetery	99,686	96,045	116,562	130,494	111,624	91,161	85,437	115,220	150,912	104,211
Building Permits	574,056	619,648	379,300	590,055	536,824	422,320	800,889	1,273,027	1,487,738	1,344,789
Operating grants, interest, and contributions	-	-	-	-	-	200	30	-	-	12,538
Capital grants, interest, and contributions	495,899	707,241	419,206	2,505,810	1,906,273	890,780	2,009,015	4,987,392	6,462,247	7,000,395
Total Business-type Activities Program Revenues	29,419,490	26,742,360	24,894,810	30,009,558	26,027,906	21,821,435	23,382,440	25,532,433	28,954,835	26,907,211
Total Primary Government Program Revenues	\$ 82,785,653	\$ 48,479,102	\$ 47,416,780	\$ 79,601,013	\$ 100,631,789	\$ 71,032,772	\$ 47,988,731	\$ 46,327,378	\$ 56,771,694	\$ 42,887,839
<b>NET (EXPENSE) / REVENUE</b>										
Governmental activities	\$ (34,733,718)	\$ (65,007,851)	\$ (58,972,989)	\$ (33,908,434)	\$ (3,281,119)	\$ (41,214,649)	\$ (56,911,890)	\$ (55,396,451)	\$ (41,646,216)	\$ (71,842,745)
Business-type activities	1,697,610	(769,439)	(1,074,929)	3,421,740	(869,364)	(4,351,966)	(2,748,823)	1,226,090	3,900,274	3,449,250
Total Primary Government Net (Expense) / Revenue	\$ (33,036,108)	\$ (65,777,290)	\$ (60,047,918)	\$ (30,486,694)	\$ (4,150,483)	\$ (45,566,615)	\$ (59,660,713)	\$ (54,170,361)	\$ (37,745,942)	\$ (68,393,495)

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

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

FISCAL YEAR ENDED JUNE 30.

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>GENERAL REVENUES AND OTHER CHANGES IN NET POSITION</b>										
<b>Governmental Activities:</b>										
Taxes:										
Property taxes	\$ 26,661,147	\$ 25,726,135	\$ 26,381,752	\$ 22,773,809	\$ 22,144,119	\$ 20,555,087	\$ 19,362,180	\$ 17,542,259	\$ 16,538,908	\$ 14,842,941
Sales taxes	6,298,574	4,939,639	4,798,620	4,591,472	4,518,988	4,172,071	4,721,317	5,669,448	6,097,893	5,355,446
Consolidated tax	22,993,975	20,733,724	19,825,135	19,016,195	18,286,154	17,477,368	19,969,586	23,442,872	25,944,779	26,808,073
Franchise taxes	5,446,480	5,418,344	5,003,989	5,019,809	4,977,697	5,531,976	5,623,238	5,371,215	4,619,984	4,423,774
Other taxes	130,249	133,266	124,158	157,269	158,283	136,856	194,508	3,911,193	4,262,092	4,273,234
Motor vehicle fuel tax	4,670,983	4,538,990	4,462,870	4,495,254	4,646,688	4,992,322	4,182,742	1,330,616	1,373,902	1,361,374
Grants and contributions not restricted to specific programs	-	-	-	-	-	-	-	3,312	687	589
Unrestricted investment income	206,828	228,425	62,846	275,035	408,911	1,132,477	2,059,082	3,614,317	3,530,584	1,367,181
Gain on sale of capital assets	164,799	-	-	-	-	-	-	-	-	1,337,946
Miscellaneous revenue	251,943	227,982	181,733	214,052	235,667	183,639	218,370	305,300	246,304	189,430
Transfers	(64,733)	(520,602)	(602,825)	(718,993)	(256,708)	(398,481)	(296,402)	3,000,092	(746,617)	(2,169,833)
Total Governmental Activities	66,760,245	61,425,903	60,238,278	55,823,902	55,119,799	53,783,315	56,034,621	64,190,624	61,868,516	57,790,155
<b>Business-type Activities:</b>										
Unrestricted investment income	37,662	63,812	22,756	49,489	51,433	240,914	538,761	1,058,683	1,319,813	476,360
Gain on sale of capital assets	48,009	-	-	-	-	-	-	-	-	-
Transfers	64,733	520,602	602,825	718,993	256,708	398,481	296,402	(3,000,092)	746,617	2,169,833
Total Business-type Activities	150,404	584,414	625,581	768,482	308,141	639,395	835,163	(1,941,409)	2,066,430	2,646,193
Total Primary Government Activities	66,910,649	62,010,317	60,863,859	56,592,384	55,427,940	54,422,710	56,869,784	62,249,215	63,934,946	60,436,348
<b>CHANGE IN NET POSITION</b>										
Governmental activities	\$ 32,026,527	\$ (3,581,948)	\$ 1,265,289	\$ 21,915,468	\$ 51,838,680	\$ 12,568,666	\$ (877,269)	\$ 8,794,173	\$ 20,222,300	\$ (14,052,590)
Business-type activities	1,848,014	(185,025)	(449,348)	4,190,222	(561,223)	(3,712,571)	(1,913,660)	(715,319)	5,966,704	6,095,443
Total Primary Government Change in Net Position	\$ 33,874,541	\$ (3,766,973)	\$ 815,941	\$ 26,105,690	\$ 51,277,457	\$ 8,856,095	\$ (2,790,929)	\$ 8,078,854	\$ 26,189,004	\$ (7,957,147)

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

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

FISCAL YEAR ENDED JUNE 30,

GENERAL FUND	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>GASB 54<sup>(a)</sup></b>										
Nonspendable	\$ 88,563	\$ 287,383	\$ 703,349	\$ 269,317	\$ 234,703	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	726,536	507,733	698,926	854,838	866,931	-	-	-	-	-
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	2,855,740	1,453,798	1,597,932	1,036,620	2,962,474	-	-	-	-	-
Unassigned	3,957,473	4,202,660	3,296,337	2,731,167	2,830,794	-	-	-	-	-
<b>Prior to GASB 54<sup>(a)</sup></b>										
Reserved	-	-	-	-	-	1,164,962	877,986	790,253	793,002	867,481
Unreserved:										
Designated	-	-	-	-	-	3,294,193	7,979,901	5,143,029	5,385,581	5,079,437
Undesignated	-	-	-	-	-	2,024,044	2,628,357	8,383,701	5,496,137	4,951,945
Total General Fund	<u>\$ 7,628,312</u>	<u>\$ 6,451,574</u>	<u>\$ 6,296,544</u>	<u>\$ 4,891,942</u>	<u>\$ 6,894,902</u>	<u>\$ 6,483,199</u>	<u>\$ 11,486,244</u>	<u>\$ 14,316,983</u>	<u>\$ 11,674,720</u>	<u>\$ 10,898,863</u>

**ALL OTHER GOVERNMENTAL FUNDS  
GASB 54<sup>(a)</sup>**

Nonspendable	\$ 64,001	\$ 101,924	\$ 64,913	\$ 82,036	\$ 24,582	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	21,885,985	11,835,435	11,130,067	10,871,688	12,212,046	-	-	-	-	-
Committed	7,726	11,513	7,606	5,853	2,400,000	-	-	-	-	-
Assigned	1,278,375	2,693,268	1,082,317	1,223,257	1,926,574	-	-	-	-	-
Unassigned	-	-	(6,749)	-	(1,943)	-	-	-	-	-
<b>Prior to GASB 54<sup>(a)</sup></b>										
Reserved	-	-	-	-	-	20,076	7,742	15,258	12,953	1,287
Unreserved:										
Designated in:										
Special Revenue Funds	-	-	-	-	-	5,205,792	10,977,085	14,476,430	5,195,162	9,914,131
Debt Service Funds	-	-	-	-	-	1,036,661	1,140,238	1,259,329	1,143,535	992,243
Capital Projects Funds	-	-	-	-	-	51,609	90,054	73,552	100,358	517,218
Undesignated in:										
Special Revenue Funds	-	-	-	-	-	15,318,046	12,081,931	13,889,408	32,268,590	28,406,279
Debt Service Funds	-	-	-	-	-	12,384	196,616	24,354	37,444	443,148
Capital Projects Funds	-	-	-	-	-	2,729,014	777,393	3,095,754	7,245,512	14,599,397
Total All Other Governmental Funds	<u>\$ 23,236,087</u>	<u>\$ 14,642,140</u>	<u>\$ 12,278,154</u>	<u>\$ 12,182,834</u>	<u>\$ 16,561,259</u>	<u>\$ 24,373,582</u>	<u>\$ 25,271,059</u>	<u>\$ 32,834,085</u>	<u>\$ 46,003,554</u>	<u>\$ 54,873,703</u>

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

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

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

FISCAL YEAR ENDED JUNE 30,

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>REVENUES</b>										
Taxes	\$ 36,116,924	\$ 33,841,031	\$ 33,842,019	\$ 30,389,857	\$ 29,656,665	\$ 28,093,025	\$ 26,721,962	\$ 26,801,548	\$ 26,649,450	\$ 24,247,771
Special assessments	-	-	-	-	-	-	-	-	-	-
Licenses and permits	7,023,943	7,133,133	6,742,835	6,657,143	6,782,247	7,340,788	7,377,737	7,089,746	6,183,388	6,191,477
Intergovernmental revenues	33,641,746	31,402,152	31,361,448	32,832,525	32,902,457	49,672,531	32,332,386	30,876,567	43,287,158	36,935,960
Charges for services	11,899,821	11,582,832	11,049,184	11,885,268	11,153,091	11,467,700	11,215,117	13,322,748	8,417,219	7,455,522
Fines and forfeits	859,277	896,537	944,937	901,394	773,519	802,402	1,046,329	1,023,459	901,404	1,011,142
Miscellaneous	2,538,244	2,269,062	2,007,642	1,756,085	1,716,374	2,188,920	3,430,504	4,563,944	4,411,395	2,179,034
Total Revenues	92,079,955	87,124,747	85,948,065	84,422,272	82,984,353	99,565,366	82,124,035	83,680,012	89,850,014	78,020,906
<b>EXPENDITURES</b>										
General government	15,497,972	15,043,487	14,240,694	13,952,064	14,231,116	15,005,013	14,680,918	14,514,253	15,037,996	19,586,502
Public safety	30,277,531	28,880,330	28,605,267	27,779,133	27,313,128	28,362,786	26,595,429	25,954,382	25,956,021	24,295,657
Judicial	5,604,500	5,355,803	5,143,470	4,973,383	4,824,457	5,075,739	4,822,651	4,704,943	3,652,245	3,521,459
Public works	8,543,967	8,053,108	7,251,585	8,487,965	7,821,034	19,917,994	20,642,266	17,079,950	11,965,730	12,148,591
Sanitation	1,677,631	1,579,314	1,558,251	1,485,325	1,542,371	1,673,677	1,734,716	3,386,664	-	-
Health	5,421,238	5,154,954	4,741,438	4,332,571	3,798,124	3,960,626	3,001,006	2,627,724	2,670,894	1,777,541
Welfare	2,010,398	1,956,932	2,014,083	2,367,038	2,344,154	2,359,467	2,127,710	2,011,350	2,073,901	2,033,648
Culture and recreation	7,715,341	7,347,424	7,354,482	7,365,129	7,296,030	13,381,380	11,217,627	15,594,191	9,464,358	8,810,148
Community support	897,172	615,765	757,714	3,098,628	1,296,951	3,573,553	2,617,465	570,916	630,602	15,784,475
Airport	-	-	45,765	4,234	47,506	9,144,072	3,107,641	579,295	10,034,403	38,779
Economic opportunity	138,778	179,513	186,695	304,571	326,957	4,742,049	2,275,376	609,176	565,092	4,598,312
Capital outlay	10,109,046	4,538,465	6,144,702	7,757,392	11,231,655	8,028	1,084,955	4,084,369	9,039,514	6,510,301
Debt service:										
Principal	4,974,700	4,793,200	5,694,368	4,095,917	3,924,674	3,604,885	3,549,588	3,038,832	3,056,246	2,725,880
Interest and fiscal charges	3,171,918	3,072,875	4,148,852	3,835,852	4,286,892	3,956,052	3,873,919	3,651,174	3,764,874	2,932,911
Total Expenditures	96,040,192	86,571,170	87,887,366	89,839,202	90,285,049	114,765,321	101,331,267	98,407,219	97,911,876	104,764,204
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,960,237)	553,577	(1,939,301)	(5,416,930)	(7,300,696)	(15,199,955)	(19,207,232)	(14,727,207)	(8,061,862)	(26,743,298)

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



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

	FISCAL YEAR ENDED JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>OTHER FINANCING SOURCES (USES)</b>										
Capital asset sales	64,812	-	13,097	10,545	3,535	-	-	-	-	3,620,000
Capital leases	-	-	-	-	-	69,433	53,467	11,228	55,770	20,052
Bonds issued	13,600,000	-	-	-	7,210,000	7,900,000	9,055,000	-	-	41,000,000
Notes issued	-	2,651,000	2,269,500	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	(9,418,592)	-	(30,026,827)	-	(7,244,702)	-	-	-	-	(9,884,613)
Refunding bonds issued	8,400,000	-	30,767,200	-	-	-	-	-	-	8,040,000
Refunding notes issued	-	-	-	-	-	-	-	-	-	1,654,300
Premium on refunding bonds issued	1,571,223	-	840,062	-	226,243	-	-	-	-	278,709
Transfers in	10,821,056	10,928,630	9,668,856	9,364,206	8,279,959	15,500,233	11,826,603	12,952,593	7,736,648	10,162,385
Transfers out	(11,307,577)	(11,614,191)	(10,092,665)	(10,339,206)	(8,574,959)	(14,170,233)	(12,121,603)	(8,763,820)	(7,824,848)	(11,212,920)
Premium on bonds issued	-	-	-	-	-	-	-	-	-	308,908
Discount on bonds issued	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>13,730,922</u>	<u>1,965,439</u>	<u>3,439,223</u>	<u>(964,455)</u>	<u>(99,924)</u>	<u>9,299,433</u>	<u>8,813,467</u>	<u>4,200,001</u>	<u>(32,430)</u>	<u>43,986,821</u>
Net Change in Fund Balances	\$ <u>9,770,685</u>	\$ <u>2,519,016</u>	\$ <u>1,499,922</u>	\$ <u>(6,381,385)</u>	\$ <u>(7,400,620)</u>	\$ <u>(5,900,522)</u>	\$ <u>(10,393,765)</u>	\$ <u>(10,527,206)</u>	\$ <u>(8,094,292)</u>	\$ <u>17,243,523</u>
Debt service as a percentage of noncapital expenditures	<u>9.48%</u>	<u>9.59%</u>	<u>12.04%</u>	<u>9.66%</u>	<u>10.39%</u>	<u>8.44%</u>	<u>9.18%</u>	<u>8.74%</u>	<u>9.30%</u>	<u>6.19%</u>

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

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

FISCAL YEAR ENDED JUNE 30,	REAL PROPERTY ASSESSED VALUE			OTHER	PERSONAL PROPERTY		LESS: TAX EXEMPT PROPERTY	TAXABLE ASSESSED VALUE	TOTAL		PERCENTAGE OF TAXABLE VALUE TO ACTUAL VALUE	TOTAL DIRECT TAX RATE (1)
	RESIDENTIAL	COMMERCIAL	INDUSTRIAL		ASSESSED VALUE	PROPERTY VALUE			ESTIMATED ACTUAL VALUE	ESTIMATED ACTUAL VALUE		
2015	\$ 988,583,791	\$ 514,498,082	\$ 70,590,643	\$ 33,235,070	\$ 69,757,391	\$ 389,774,295	\$ 1,286,890,682	\$ 3,676,830,520	35.00%	2.1600		
2014	935,189,789	495,884,820	70,652,606	26,031,984	69,572,163	358,575,304	1,238,756,058	3,539,303,022	35.00%	2.1800		
2013	1,016,454,814	510,880,941	80,961,017	25,825,504	68,172,306	320,479,554	1,381,815,028	3,948,042,937	35.00%	1.7072		
2012	1,136,664,056	554,083,272	90,326,979	30,174,883	71,820,430	376,697,685	1,506,371,935	4,303,919,814	35.00%	1.7066		
2011	1,296,755,931	627,675,034	105,367,926	34,738,957	79,406,876	455,801,189	1,688,143,535	4,823,267,242	35.00%	1.7070		
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%	1.7069		
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%	1.5007		
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%	1.5075		
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%	1.2220		
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		

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,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>CARSON CITY DIRECT RATE</b>										
Operating Rate	1.8508	1.8858	1.7040	1.2102	1.2102	1.2102	1.2102	1.2102	1.2101	0.9634
Voter Approved	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Legislative Overrides	0.2592	0.2442	0.4260	0.4470	0.4464	0.4468	0.4467	0.2405	0.2153	0.1765
Debt Service	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0000	0.0321	0.0321
Total Carson City Direct Rate	2.1600	2.1800	2.1800	1.7072	1.7066	1.7070	1.7069	1.5007	1.5075	1.2220
<b>OVERLAPPING RATES</b>										
Carson City School District	1.1800	1.1800	1.1800	1.1800	1.1800	1.2200	1.2200	1.2200	1.2200	1.2200
State of Nevada	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700	0.1700
Eagle Valley Underground Water	0.0000	0.0000	0.0000	0.0000	0.0010	0.0009	0.0009	0.0011	0.0012	0.0016
Carson Valley Ground Water Basin	0.0000	0.0000	0.0000	0.0000	0.0023	0.0020	0.0010	0.0025	0.0029	0.0027
Sub-Conservancy	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
Sierra Forest Fire	0.0000	0.0000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000
Total Overlapping Rates	1.3800	1.3800	1.4800	1.4800	1.4833	1.5229	1.5219	1.5236	1.5241	1.5243
Total Carson City Property Tax Rate	3.5400	3.5600	3.6600	3.1872	3.1899	3.2299	3.2288	3.0243	3.0316	2.7463
<b>REDEVELOPMENT AGENCY OF CARSON CITY</b>	3.0955	3.1155	3.2155	2.7427	2.8737	2.8895	2.6362	2.8108	2.7913	2.4845

Source: Nevada Department of Taxation

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

<b>TAXPAYER</b>	<b>2015</b>			<b>2006</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>
Carson-Tahoe Hospital	\$ 8,353,648	1	0.65%			
ARHC CTCRCNV001, LLC	\$ 7,369,308	2	0.57%			
C&A Investments	\$ 5,896,806	3	0.46%	\$ 6,982,102	7	0.63%
Harley Davidson Credit Corp	\$ 4,704,871	4	0.37%			
Carson Gaming, LLC	\$ 4,657,175	5	0.36%			-
Adams Carson, LLC	\$ 4,246,066	6	0.33%			
Wal-Mart Real Est Bus Trust	\$ 4,197,692	7	0.33%			
Carson City Parkway, LLC	\$ 3,804,789	8	0.30%			
Dophin Bay-Beal, LLC	\$ 3,770,517	9	0.29%			
GA HC REIT II Eagle Carson City Mob, LLC	\$ 3,759,154	10	0.29%			
Sierra Pacific Power Company				\$ 11,914,522	1	1.07%
Southwest Gas				\$ 11,721,702	2	1.05%
Millard, Dwight				\$ 11,258,519	3	1.01%
Serpa, John C				\$ 7,779,596	4	0.70%
SBC Nevada				\$ 7,665,534	5	0.69%
Russell, Clark				\$ 7,168,640	6	0.64%
Garth, Richard				\$ 6,131,648	8	0.55%
Albertsons				\$ 5,376,540	9	0.48%
Cubix/Ormsby				\$ 5,027,311	10	0.45%
Total, Ten Largest Taxpayers	50,760,026		3.94%	81,026,114		7.27%
Total, Other Taxpayers	1,236,130,656		96.06%	1,031,257,055		92.73%
Total Assessed Valuations	\$ 1,286,890,682		100.00%	\$ 1,112,283,169		100.00%

Source: Carson City Assessor

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

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

<b>FISCAL YEAR ENDED JUNE 30,</b>	<b>TAXES LEVIED</b>	<b>CURRENT YEAR</b>			<b>TOTALS TO DATE</b>	
		<b>TAX COLLECTIONS</b>	<b>PERCENT OF TAXES LEVIED</b>	<b>DELINQUENT TAX COLLECTIONS</b>	<b>TAX COLLECTIONS</b>	<b>PERCENT OF TAXES LEVIED</b>
2006	28,436	28,213	99.22%	223	28,436	100.00%
2007	30,839	30,592	99.20%	247	30,839	100.00%
2008	32,946	32,585	98.90%	361	32,946	100.00%
2009	35,529	34,860	98.12%	669	35,529	100.00%
2010	37,735	37,075	98.25%	660	37,735	100.00%
2011	39,448	38,714	98.14%	733	39,447	100.00%
2012	39,450	38,463	97.50%	985	39,448	99.99%
2013	40,823	40,082	98.18%	662	40,744	99.81%
2014	39,994	39,314	98.30%	405	39,719	99.31%
2015	41,083	40,491	98.56%	-	40,491	98.56%

Source: Carson City Treasurer's Office

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

FISCAL YEAR ENDED JUNE 30,	GENERAL BONDED DEBT				OTHER GOVERNMENTAL ACTIVITIES DEBT				BUSINESS TYPE ACTIVITIES				PERCENT OF PERSONAL INCOME(2)	TOTAL PRIMARY GOVERNMENT	PER CAPITA (2)
	GENERAL OBLIGATION BONDS	GENERAL OBLIGATION	TOTAL GENERAL BONDED DEBT	PERCENT OF ACTUAL PROPERTY VALUE (1)	REVENUE BONDS	GENERAL OBLIGATION NOTES	CAPITAL LEASES	PROPRIETARY		BONDS	NOTES				
								PER CAPITA (2)	BONDS			NOTES			
2015	\$67,245,540	\$67,245,540	\$67,245,540	1.83%	\$17,159,100	\$ 3,895,800	\$ -	\$77,491,997	\$1,389,700	\$1,389,700	\$167,182,137	6.57%	\$3,058.14		
2014	56,356,923	56,356,923	56,356,923	1.59%	18,047,900	4,591,700	6,081	77,939,578	1,682,100	1,682,100	158,624,282	6.30%	2,861.14		
2013	59,511,054	59,511,054	59,511,054	1.51%	18,897,000	2,554,800	25,590	79,548,826	1,970,500	1,970,500	162,507,770	6.52%	2,857.58		
2012	62,336,401	62,336,401	62,336,401	1.45%	19,480,700	1,360,367	43,823	77,493,636	2,148,000	2,148,000	162,862,927	6.72%	2,902.82		
2011	64,990,727	64,990,727	64,990,727	1.35%	20,222,100	2,212,558	67,772	61,986,558	2,395,000	2,395,000	151,874,715	6.65%	2,737.07		
2010	67,519,131	67,519,131	67,519,131	1.29%	20,866,000	3,018,928	99,470	48,542,143	2,448,000	2,448,000	142,493,672	6.38%	2,577.95		
2009	70,042,700	70,042,700	70,042,700	1.33%	13,427,600	3,259,644	109,182	50,484,597	-	-	137,323,723	6.16%	2,430.25		
2008	72,462,454	72,462,454	72,462,454	1.57%	4,915,000	3,847,078	100,363	53,797,713	-	-	135,122,608	5.71%	2,345.88		
2007	74,574,351	74,574,351	74,574,351	1.82%	5,140,000	4,399,013	120,447	57,120,185	-	-	141,353,996	5.83%	2,448.83		
2006	76,884,293	76,884,293	76,884,293	2.23%	5,360,000	4,925,317	86,777	50,968,629	-	-	138,225,016	5.95%	2,395.54		

**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, 2015  
(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	\$ 67,590,000	\$ 67,590,000	100.00%	-
Notes Payable	<u>3,895,800</u>	<u>3,895,800</u>		
Total Direct Debt	<u>71,485,800</u>	<u>71,485,800</u>		<u>-</u>
Overlapping:				
Carson City School District	<u>49,790,000</u>	<u>-</u>	100.00%	<u>49,790,000</u>
Total General Obligation Direct and Overlapping Debt	<u>\$ 121,275,800</u>	<u>\$ 71,485,800</u>		<u>\$ 49,790,000</u>

Source: Carson City Finance Office and Carson City School District

(1) Based on fiscal year 2014-15 assessed valuation in the respective jurisdiction.

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

	FISCAL YEAR ENDED JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2015</b>										
Assessed value of taxable property(1)			\$ 1,338,006,691							
Debt limit (15% of assessed value)			<u>200,701,004</u>							
Debt applicable to limit:										
Governmental activities		\$ 67,590,000								
Business-type activities		76,721,917								
Less: Amount available for repayment of general obligation debt		<u>(576,989)</u>								
Total net debt applicable to limitation			<u>143,734,928</u>							
Legal debt margin			<u>\$ 56,966,076</u>							
Debt limit	\$ 200,701,004	\$ 192,949,840	\$ 214,833,139	\$ 235,045,345	\$ 266,225,881	\$ 288,971,603	\$ 289,552,288	\$ 249,494,536	\$ 219,896,382	\$ 183,981,394
Total net debt subject to limitation	<u>143,734,928</u>	<u>134,576,370</u>	<u>139,259,606</u>	<u>139,630,037</u>	<u>126,777,285</u>	<u>115,861,274</u>	<u>123,586,941</u>	<u>129,907,245</u>	<u>135,893,548</u>	<u>132,578,239</u>
Legal Debt Margin	<u>\$ 56,966,076</u>	<u>\$ 58,373,470</u>	<u>\$ 75,573,533</u>	<u>\$ 95,415,308</u>	<u>\$ 139,448,596</u>	<u>\$ 173,110,329</u>	<u>\$ 165,965,347</u>	<u>\$ 119,587,291</u>	<u>\$ 84,002,834</u>	<u>\$ 51,403,155</u>
Total net debt subject to limitation as a percentage of debt limit	<u>71.6%</u>	<u>69.7%</u>	<u>64.8%</u>	<u>59.4%</u>	<u>47.6%</u>	<u>40.1%</u>	<u>42.7%</u>	<u>52.1%</u>	<u>61.8%</u>	<u>72.1%</u>

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

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



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

FISCAL YEAR ENDED JUNE 30,	PLEDGED REVENUE	LESS: OPERATING EXPENSES	NET AVAILABLE REVENUE	DEBT SERVICE REQUIREMENTS			COVERAGE RATIOS
				PRINCIPAL	INTEREST	TOTAL	
<b>HIGHWAY REVENUE(MOTOR VEHICLE FUEL TAX) IMPROVEMENT BONDS (1)</b>							
2015	\$ 2,606,416	2,498,161	108,255	888,800	808,236	1,697,036	0.1
2014	2,535,983	2,487,780	48,203	849,100	848,009	1,697,109	0.0
2013	2,497,509	1,854,919	642,590	776,000	853,397	1,629,397	0.4
2012	2,571,885	2,585,880	(13,995)	741,400	977,100	1,718,500	0.0
2011	2,589,547	2,150,201	439,346	643,900	1,074,609	1,718,509	0.3
2010	2,754,992	4,072,621	(1,317,629)	461,600	608,961	1,070,561	-1.2
2009	2,370,083	3,020,383	(650,300)	542,400	528,077	1,070,477	-0.6
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
<b>TAX ALLOCATION BOND - REDEVELOPMENT AUTHORITY (2)</b>							
2015	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	N/A
2014	-	-	-	-	-	-	N/A
2013	-	-	-	-	-	-	N/A
2012	-	-	-	-	-	-	N/A
2011	-	-	-	-	-	-	N/A
2010	-	-	-	-	-	-	N/A
2009	-	-	-	-	-	-	N/A
2008	-	-	-	-	-	-	N/A
2007	-	-	-	-	-	-	N/A
2006	511,325	-	511,325	145,000	120,463	265,463	1.9

**Notes:**

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

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

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

FISCAL YEAR ENDED JUNE 30,	POPULATION (1)	CITY AREA (SQUARE MILES) (6)	TOTAL PERSONAL INCOME (3)	PER CAPITA PERSONAL INCOME (3)	UNEMPLOYMENT RATE (4)	PUBLIC SCHOOL ENROLLMENT (5)	BUSINESS LICENSES ISSUED (2)	TOTAL CONSTRUCTION PERMITS (6)	TOTAL CONSTRUCTION VALUE (6)
2015	54,668	147.00	\$ 2,544,840,000	\$ 46,551	7.3%	11,748	531	934	\$ 36,780,188
2014	55,441	147.00	2,517,649,000	45,411	9.0%	11,425	553	1,029	40,284,101
2013	56,869	147.00	2,490,748,462	43,798	10.1%	11,624	620	788	22,908,525
2012	56,105	147.00	2,424,521,470	43,214	11.7%	12,432	766	818	46,358,861
2011	55,488	147.00	2,284,163,520	41,165	12.5%	13,346	1,042	939	42,209,740
2010	55,274	147.00	2,233,741,000	40,409	13.8%	13,582	934	276	16,955,005
2009	56,506	147.00	2,228,378,000	40,233	11.5%	13,532	967	242	64,172,562
2008	57,600	147.00	2,364,850,000	42,570	6.7%	13,493	1,242	295	74,801,157
2007	57,723	147.00	2,423,586,000	43,836	5.0%	13,790	1,223	425	87,262,258
2006	57,701	147.00	2,321,964,000	41,905	4.8%	13,638	1,312	385	76,840,787
2005	57,104	147.00	2,240,643,000	38,718	4.7%	14,524	1,182	426	58,999,793

NR = Not reported

Sources:

- (1) State of Nevada, Demographer's Office estimated, 1986-2009 and 2011-2015; Final Census information available for 2010.
- (2) City of Carson City, Business License Division
- (3) U.S. Department of Commerce, Bureau of Economic Analysis, 2005-2013, for Carson City Metropolitan Area; Estimated for 2014 and 2015 as data was unavailable at time of publication.
- (4) State of Nevada, Department of Employment Training & Rehabilitation for Carson City Metropolitan Area
- (5) Includes elementary, junior high, high school, and community college enrollment. Information obtained from the Carson City School District and Western Nevada College - Carson City campus.
- (6) City of Carson City, Building and Safety Department

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

<u>EMPLOYER</u>	<u>2015</u>			<u>2006</u>		
	<u>EMPLOYEES (1)</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL COUNTY(2) EMPLOYMENT</u>	<u>EMPLOYEES (1)</u>	<u>RANK</u>	<u>PERCENTAGE OF TOTAL COUNTY EMPLOYMENT</u>
Carson City School District	1000-1499	1	4.97%	1000-1499	1	3.56%
Carson Tahoe Hospital	1000-1499	2	4.97%	1000-1499	2	3.56%
City of Carson City	700-799	3	2.98%	700-799	3	2.49%
State Department of Transportation	700-799	4	2.98%	600-699	4	2.14%
Legislative Counsel Bureau	500-599	5	2.19%			
Western Nevada College	500-599	5	2.19%	600-699	5	2.14%
State Department of Corrections	300-399	6	1.39%			
State Department of Motor Vehicles	300-399	7	1.39%	300-399	9	1.07%
Casino Fandango	300-399	8	1.39%	400-499	7	1.42%
Click Bond Inc.	300-399	9	1.39%			
Wal-Mart Supercenter	200-299	10	0.99%	300-399	10	1.07%
Chromalloy Nevada				400-499	8	1.42%
Carson City Nugget				400-499	6	1.42%
Total Carson City Area Covered Employment	<u>25,122</u>			<u>28,078</u>		

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

**Notes:**

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

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

	FISCAL YEAR ENDED JUNE 30,									
FUNCTION:	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
General Government	106.75	102.48	100.55	101.00	104.35	108.10	108.80	123.35	127.05	135.30
Public Safety	228.10	228.00	228.80	227.55	228.25	254.75	256.85	259.45	265.70	261.50
Judicial	44.00	43.00	42.75	44.50	42.50	44.05	45.30	45.00	42.25	35.50
Public Works	46.35	45.45	43.95	45.95	44.90	46.10	53.15	58.25	53.59	54.85
Sanitation	9.50	9.60	9.70	9.60	9.30	10.75	13.35	13.05	10.90	11.70
Health	43.85	37.75	37.25	29.96	30.00	30.00	20.00	23.25	18.75	14.00
Welfare	4.95	4.00	4.00	4.00	4.00	5.00	3.00	2.00	1.00	1.00
Culture and Recreation	44.88	44.88	43.88	43.88	43.88	48.88	48.93	57.82	61.95	59.76
Community Support	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.00	2.00	2.00
Utilities	51.05	48.45	48.85	52.95	52.80	50.90	48.13	47.50	49.65	48.40
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.00	1.00
<b>Total</b>	<b>579.43</b>	<b>563.61</b>	<b>559.73</b>	<b>559.39</b>	<b>559.98</b>	<b>598.53</b>	<b>597.51</b>	<b>631.67</b>	<b>633.84</b>	<b>625.01</b>

Source: City of Carson City Finance Department

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

	FISCAL YEAR ENDED JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>FUNCTION / PROGRAM:</b>										
<b>General Government</b>										
Business licenses issued (3)	531	553	620	788	818	934	967	1,242	1,223	1,312
<b>Judicial: (1)</b>										
Municipal Court Cases Filed:										
Criminal Cases:										
Felony death penalty	0	0	0	0	0	0	0	0	1	5
Felony, crimes against persons	138	110	126	112	117	112	231	374	407	581
Felony, crimes against property	200	170	194	171	230	196	467	228	227	473
Gross misdemeanor, crimes against persons	47	52	81	54	56	67	43	64	59	102
Gross misdemeanor, crimes against property	12	24	19	11	23	15	45	42	21	57
Misdemeanor, non-traffic	1,553	1,386	1,633	1,696	1,473	1,726	2,228	1,492	1,309	2,040
Traffic and parking violations	9,899	10,692	12,414	13,769	11,869	11,012	19,944	16,460	12,516	20,885
Civil Cases:										
General	748	1,154	1,708	1,952	2,249	2,926	2,474	2,514	2,513	2,254
Small claims	283	258	350	421	442	472	535	638	686	601
Landlord/tenant (summary eviction)	893	1,281	1,189	1,095	1,126	954	1,165	1,473	1,466	1,235
Request for domestic violence protective orders	401	431	431	454	460	474	496	484	452	361
Request for protection orders (non-dom. violence)	299	335	271	266	293	269	379	346	322	376
<b>Public Safety</b>										
Police: (5)										
Number of sworn police personnel and officers	92	92	92	91	91	99	99	98	94	95
Number of physical arrests	2,865	2,140	2,823	2,784	1,925	2,621	2,797	3,265	2,872	2,742
Number of traffic accidents	434	427	358	474	250	832	973	1,035	558	705
Fire: (6)										
Number of firefighters	59	59	59	60	58	64	64	64	66	66
Number of calls answered	9,465	8,503	8,332	7,838	7,620	7,466	7,515	7,941	7,681	7,200
Number of fire prevention inspections	1,515	1,410	638	1,268	1,170	2,529	2,029	2,090	2,061	1,681
<b>Public Works (4)</b>										
Number of street lights	1,723	1,731	1,717	1,702	1,776	1,771	1,702	1,723	1,525	1,406

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

	FISCAL YEAR ENDED JUNE 30,									
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
<b>Culture and Recreation (7)</b>										
Number of participants in recreation sports	2,526	2,463	3,184	7,688	7,557	14,393	5,302	7,950	6,350	5,090
Number of participants in sports tournaments (8)	17,625	17,293	77,164	56,388	57,291	58,000	56,410	56,410	42,429	38,687
Average number of children enrolled in summer programs per day	175	172	178	165	607	339	265	262	290	370
Average number of children enrolled in latch key programs per day	287	246	239	239	204	202	289	265	275	400
<b>Utilities (4)</b>										
<b>Sewer:</b>										
Customer count as of June 30	15,435	15,514	15,476	15,443	15,041	15,376	15,414	15,379	15,312	15,227
Total discharge (in thousands of gallons)	1,543,299	1,450,900	1,586,030	1,590,547	1,787,778	1,741,894	1,825,000	1,869,403	1,878,804	1,833,250
<b>Water:</b>										
Customer count as of June 30	16,962	16,860	16,889	16,862	16,798	16,804	16,828	16,790	16,705	16,540
Total consumption (in thousands of gallons)	3,418,789	3,589,085	3,656,071	3,525,553	3,619,591	3,557,248	4,561,914	4,077,837	4,165,842	3,956,644
<b>Development Services (2)</b>										
Building permits issued	934	1,029	788	818	939	276	242	295	425	385
NIR = Not reported										

Sources:

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

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

	FISCAL YEAR ENDED JUNE 30,										
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006	2005
<b>FUNCTION / PROGRAM:</b>											
<b>General Government</b>											
City owned facilities (1)	101	83	81	80	82	82	82	82	82	82	84
City owned structures (1)	85	81	81	81	81	81	81	81	81	81	81
Number of networked computers (5)	717	593	595	595	580	565	550	650	650	517	NR
<b>Public Safety</b>											
Police: (2)											
Marked police vehicles	41	41	39	39	40	39	36	37	36	32	32
Fire: (3)											
Fire stations	4	4	4	4	3	3	3	3	3	3	3
Fire engines	14	14	14	14	9	9	9	9	9	9	9
<b>Public Works (1)</b>											
Paved streets (miles)	273	273	273	273	273	257	257	259	259	250	250
<b>Culture and Recreation (4)</b>											
<b>Parks:</b>											
Acres of parks - developed	780.5	780.5	780.5	780.5	780.5	780.5	780.5	780.5	772.5	765.5	765.5
Acres of parks - undeveloped	436.0	436.0	436.0	436.0	436.0	436.0	436.0	436.0	444.0	448.0	448.0
Swimming pools - outdoors	1	1	1	1	1	1	1	1	1	1	1
Swimming pools - indoors	3	3	3	3	3	3	3	3	3	3	3
Ball fields - lighted	16	16	16	16	16	16	16	16	16	16	16
Ball fields - unlighted	19	19	19	19	19	19	19	19	19	19	19
Tennis courts - lighted	12	12	12	12	12	12	12	12	12	12	12
Tennis courts - unlighted	4	4	4	4	4	4	4	4	3	2	2
Basketball courts - lighted	0	0	0	0	0	0	0	0	0	0	0
Basketball courts - unlighted	8	8	8	8	8	8	8	8	6	4	4
Community Centers	1	1	1	1	1	1	1	1	1	1	1
Rodeo arenas	1	1	1	1	1	1	1	1	1	1	1
Sand volleyball courts	4	4	4	4	4	4	4	4	3	3	3
<b>Utilities (1)</b>											
Sewer lines (miles)	228.0	237.2	237.2	237.2	236.0	235.0	216.6	216.6	216.6	213	212
Storm drains (miles)	92.0	94.4	94.4	94.4	94.0	93.9	77.0	76.4	76.4	76.4	NR
Water lines (miles)	323	330	330	330	322	321	297	296	296	235	301

NR = Not reported  
 Sources: (1) Carson City Facilities and Public Works Divisions (4) Carson City Parks & Recreation  
 (2) Carson City (2) Carson City Sheriff's Office (5) Carson City Information Technology Department  
 (3) Carson City (3) Carson City Fire Department



**COMPLIANCE SECTION**



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

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

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Carson City, Nevada (the City), as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated November 24, 2015. Our report includes a reference to other auditors who audited the financial statements of the Airport Authority of Carson City, Nevada and the Carson City Convention and Visitors' Bureau, as described in our report on Carson City, Nevada's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters for the Airport Authority of Carson City, Nevada or the Carson City Convention and Visitors' Bureau that are reported on separately by those auditors.

**Internal Control over Financial Reporting**

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

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



Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as findings 2015-A and 2015-B, that we consider to be significant deficiencies.

### **Compliance and Other Matters**

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

### **Carson City, Nevada's Responses to Findings**

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

### **Purpose of this Report**

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

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Reno, Nevada  
November 24, 2015



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

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

### **Report on Compliance for Each Major Federal Program**

We have audited Carson City, Nevada's, (the City), compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2015. The City's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs.

The City's basic financial statements include the operations of the Airport Authority of Carson City, a discretely presented component unit, which received \$1,449,227 in federal awards which are not included in the City's Schedule of Expenditures of Federal Awards for the year ended June 30, 2015. Our audit, as described below, did not include the operations of the Airport Authority of Carson City because the Airport Authority of Carson City engaged other auditors to perform an audit in accordance with OMB Circular A-133.

### **Management's Responsibility**

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

### **Auditor's Responsibility**

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

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





**Basis for Qualified Opinion on the Federal Transit Cluster, Capitalization Grants for Drinking Water State Revolving Funds, and National Bioterrorism Hospital Preparedness Program**

As described in the accompanying schedule of findings and questioned costs, the City did not comply with requirements regarding CFDA 20.507 and 20.526 Federal Transit Cluster and CFDA 66.468 Capitalization Grants for Drinking Water State Revolving Funds as described in finding number 2015-001 for Davis-Bacon Act requirements; CFDA 93.889 National Bioterrorism Hospital Preparedness Program as described in finding number 2015-002 for Allowable Costs; and CFDA 20.507 and 20.526 Federal Transit Cluster as described in finding number 2015-003 for Allowable Costs. Compliance with such requirements is necessary, in our opinion, for the City to comply with the requirements applicable to these programs.

**Qualified Opinion on the Federal Transit Cluster, Capitalization Grants for Drinking Water State Revolving Funds, and National Bioterrorism Hospital Preparedness Program**

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on Federal Transit Cluster, Capitalization Grants for Drinking Water State Revolving Funds, and National Bioterrorism Hospital Preparedness Program for the year ended June 30, 2015.

**Opinion on the Other Major Federal Programs**

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2015.

**Report on Internal Control Over Compliance**

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

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

*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. We consider the deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2015-001, 2015-002 and 2015-003 to be material weaknesses.



*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. We consider the deficiency in internal controls over compliance described in the accompanying schedule of findings and questioned costs as item 2015-004 to be a significant deficiency.

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

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

*Eide Bailly LLP*

Reno, Nevada  
November 24, 2015



**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(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>			
Passed through Nevada Department of Conservation & Natural Resources:			
Nonpoint Source Implementation Grants - Ash Canyon Erosion Control	66.460	DEP-S 13-019	<u>13,447</u>
Capitalization Grants for Clean Water State Revolving Funds	66.458	CW1403	<u>2,875,997</u>
Capitalization Grants for Drinking Water State Revolving Funds	66.468	DW1405	<u>1,729,578</u>
Total U.S. Environmental Protection Agency			<u>4,619,022</u>
<u>U. S. Institute of Museum and Library Services:</u>			
Passed through Nevada State Library and Archives:			
Grants to States - Film Enhancement Grant	45.310	LSTA 2014-03	5,000
Grants to States - El Dia de los Ninos	45.310	LSTA 2014-20	2,950
Grants to States - Online & On Time	45.310	LSTA 2014-10	69,450
Grants to States - Statewide Reading Program	45.310	LSTA 2014-20	<u>3,000</u>
Total U.S. Institute of Museum and Library Services			<u>80,400</u>
<u>U.S. Department of Agriculture:</u>			
Direct programs:			
Cooperative Patrol	10.Unknown	N/A	<u>6,670</u>
Passed through Nevada Department of Agriculture:			
Forest Health Protection	10.680	14-DG-11046000-606	<u>3,900</u>
Passed through Nevada Division of Forestry:			
Cooperative Forestry Assistance-Carson City Fuels Reduction	10.664	USDA/SFA/14/01	<u>43,488</u>
Passed through Nevada Department of Health & Human Services:			
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	7NV700NV7	<u>\$ 209,485</u>
Passed through Nevada State Controller:			
Forest Service - Schools and Roads Cluster Schools and Roads - Grants to States -	10.665	N/A	<u>9,181</u>
Total U.S. Department of Agriculture			<u>272,724</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 2 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
<u>U.S. Department of Health and Human Services:</u>			
Direct programs:			
Family Planning_Services	93.217	FPHPA096011-06-00	234,800
Family Planning_Services - Program Income	93.217	N/A	205,887
Family Planning_Services - DC	93.217	5FPHPA096077-02-00	75,000
Family Planning_Services - Program Income - DC	93.217	N/A	<u>64,258</u>
Total Family Planning_Services			<u>579,945</u>
Passed through Nevada Aging and Disability Services Division:			
National Family Caregiver Support, Title III, Part E	93.052	18-053-15-EX-14	<u>48,990</u>
Passed through Nevada Department of Health and Human Services:			
Public Health Emergency Preparedness	93.069	5U90TP000534-03	<u>430,452</u>
Affordable Care Act (ACA) Personal Responsibility Education Program	93.092	1301 NVPREP	<u>25,859</u>
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	5U52PS907855-23 1U52PS004681-01	<u>6,927</u>
Affordable Care Act (ACA) Abstinence Education Program	93.235	1301NVAEGP 1401NVAEGP	<u>135,571</u>
Immunization Cooperative Agreements - NV Billing Implementation	93.268	1H23IP000943-01 5H23IP000727-03	55,919
Immunization Cooperative Agreements	93.268	1H23IP000727-02	103,196
Immunization Cooperative Agreements - Program Income	93.268	N/A	<u>20,062</u>
Total Immunization Cooperative Agreements			<u>179,177</u>
Centers for Disease Control and Prevention - Investigations and Technical Assistance - Office of Epidemiology	93.283	5U58DP002003-06	<u>66,560</u>
National State Based Tobacco Control Programs	93.305	14841	<u>20,409</u>
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	3U50CK000419-01S1	<u>18,436</u>
The Affordable Care Act: Building Epidemiology, Laboratory, and Health Information Systems Capacity in the Epidemiology and Laboratory Capacity for Infectious Disease (ELC) and Emerging Infections Program (EIP) Cooperative Agreements;PPHF	93.521	3U50CI000900-02S5 1U50CK0004419-01	<u>22,271</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 3 OF 6)**

<u>FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE</u>	<u>FEDERAL CFDA NUMBER</u>	<u>AWARD NUMBER</u>	<u>FEDERAL EXPENSES/ EXPENDITURES</u>
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds	93.539	3H23IP000573-01S1	133,850
PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds - Program Income	93.539	N/A	<u>138,150</u>
Total PPHF Capacity Building Assistance to Strengthen Public Health Immunization Infrastructure and Performance financed in part by Prevention and Public Health Funds			<u>272,000</u>
Child Support Enforcement - Title IV - D	93.563	N/A	<u>20,183</u>
Community Services Block Grant	93.569	243.09 / 1164.04	<u>120,623</u>
National Bioterrorism Hospital Preparedness Program	93.889	5U90TP000534-03	<u>229,303</u>
HIV Care Formula Grants - Ryan White Title II	93.917	2X07HA00001-24-00 2X07HA00001-25-00	<u>83,112</u>
HIV Prevention Activities_Health Department Based	93.940	1U62PS003654-02 5U62PS003654-04	<u>48,304</u>
Block Grants for Prevention and Treatment of Substance Abuse	93.959	2B08TI010039-14	<u>50,782</u>
Preventive Health Services-Sexually Transmitted Diseases Control Grants-STD Prevention and Control	93.977	1H25PS004376-01 5H25PS004376-02 B04MC26680	<u>16,551</u>
Maternal and Child Health Services Block Grant to the States	93.994	B04MC23393	<u>31,367</u>
Passed through National Association of County and City Health Officials: Medical Reserve Corps Small Grant Program	93.008	HITEP150026-01-00	<u>2,781</u>
National Public Health Improvement Initiative	93.292	2013-121201	<u>17,038</u>
Total U.S. Department of Health and Human Services			<u>2,426,641</u>
<u>U.S. Department of Housing and Urban Development:</u>			
Direct programs:			
Community Development Block Grants/ Entitlement Grants Cluster	14.218	B-13-MC-32-0006 B-14-MC-32-0006	<u>462,009</u>
Shelter Plus Care	14.238	N/A	<u>69,137</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 4 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Passed through Nevada Housing Division: Emergency Solutions Grant Program	14.231	E13-DC-32-0001	<u>38,000</u>
Total U.S. Department of Housing and Urban Development			<u>569,146</u>
<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	<u>41,105</u>
Southern Nevada Public Land Management	15.235	CR02	<u>\$ 2,550</u>
BLM Law Enforcement Services	15.Unknown	L13PA00209	<u>280</u>
Passed through Nevada Department of Conservation and Natural Resources - State Historic Preservation Office: Historic Preservation Fund Grants-In-Aid - NV State Prison Inventory and Evaluation	15.904	P14AS00012(1)	<u>15,500</u>
Passed through Nevada Division of State Parks:			
Outdoor Recreation - Acquisition, Development and Planning	15.916	32-00328	75,750
		32-00304	
Outdoor Recreation - Acquisition, Development and Planning	15.916	32-00304.1	<u>122,721</u>
Total Outdoor Recreation - Acquisition, Development and Planning			<u>198,471</u>
Total U.S. Department of the Interior			<u>257,906</u>
<u>U.S. Department of Justice:</u>			
Direct programs:			
D.E.A Confiscated Property	16.Unknown	N/A	<u></u>
D.E.A. Integrated Drug Enforcement Assistance	16.Unknown	N/A	<u>18,378</u>
State Criminal Alien Assistance Program	16.606	N/A	<u>11,877</u>
Criminal & Juvenile Justice & Mental Health Collaboration Program	16.745	2013-MO-BX-0007	<u>126,243</u>
JAG Program Clusters:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2012-DJ-BX-1049	1,825
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2013-DJ-BX-0688	4,921
Edward Byrne Memorial Justice Assistance Grant Program- Cops and Kids Community Policing and Prevention	16.738	2014-DJ-BX-0053	5,422

See accompanying notes to Schedule of Expenditures of Federal Awards.



**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 5 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Passed through Nevada Department of Public Safety:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	14-JAG-02	150,000
Edward Byrne Memorial Justice Assistance Grant Program	16.738	13-JAG-05	3,105
Edward Byrne Memorial Justice Assistance Grant Program	16.738	12-JAG-13	20,045
Edward Byrne Memorial Justice Assistance Grant Program - Tri-Net	16.738	14-JAG-03	<u>78,500</u>
Total JAG Program Cluster			<u>263,818</u>
Passed through Nevada Department of Health and Human Services:			
Juvenile Justice and Delinquency Prevention _Allocation to States	16.540	N/A	<u>11,479</u>
Passed through Community Council on Youth:			
Enforcing Underage Drinking Laws Program	16.727	2011-AH-FX-0010	<u>6,661</u>
Total U.S. Department of Justice			<u>438,456</u>
<u>U.S. Department of Transportation:</u>			
Passed through Nevada Department of Public Safety:			
National Priority Safety Programs	20.616	JF-2015-CCSO-00026	<u>11,534</u>
Highway Safety Cluster:			
Passed through Nevada Department of Public Safety:			
State and Community Highway Safety	20.600	JF-2015-CCSO-00026	9,137
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601	210-K8-18-14	<u>57,171</u>
Total Highway Safety Cluster			<u>66,308</u>
Federal Transit Cluster:			
Direct programs:			
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X067-02	271,955
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X075-00	544,709
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X064-02	64,873
Federal Transit - Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X071-00	<u>867,158</u>
Total Federal Transit - Formula Grants (Urbanized Area Formula Program)			<u>1,748,695</u>
Passed through Nevada Department of Transportation:			
Carson Area Metropolitan Planning Organization (CAMPO) Transportation Program	20.526	PR611-13-802	<u>147,076</u>
Total Federal Transit Cluster			<u>1,895,771</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

**CARSON CITY**  
**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**  
**(PAGE 6 OF 6)**

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	AWARD NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Transit Services Programs Cluster:			
Passed through Nevada Department of Transportation:			
Transit Services Program Cluster - JARC Program (Job Access and Reverse Commute Program)	20.516	PR-363-11-802	<u>31,830</u>
Total Transit Services Programs Cluster			<u>31,830</u>
Highway Planning and Construction Cluster:			
Highway Planning and Construction - Unified Planning Work Program	20.205	PR70003-00-804	497,020
Highway Planning and Construction - Joining Forces	20.205	JF-2015-CCSO-00026	5,243
Highway Planning and Construction - Safe Routes to School - Health	20.205	P449-12-802	127,646
Highway Planning and Construction - Safe Routes to School - Fairview Project	20.205	P082-13-063	525
Highway Planning and Construction - Federal Highway Safety Improvement Program - Flashing Yellow Arrows Project	20.205	PR569-14-063	779
Highway Planning and Construction - Federal Transportation Alternatives Program - East Williams Street Shared Use Path Project	20.205	PR164-14-063	15,817
Highway Planning and Construction - Federal Transportation Alternatives Program - Western Nevada College Sidewalk Project	20.205	PR165-14-063	<u>57,814</u>
Total Highway Planning and Construction			<u>704,844</u>
Recreational Trails Program - Ash Canyon Bridge	20.219	2014-06	<u>10,465</u>
Total Highway Planning and Construction Cluster			<u>715,309</u>
Total U.S. Department of Transportation			<u>2,720,752</u>
<u>U.S. Department of Homeland Security:</u>			
Passed through Nevada Department of Public Safety:			
Pre-Disaster Mitigation	97.047	PDMC-PL-09-NV-2014-005	<u>22,275</u>
Passed through Nevada Division of Emergency Management:			
Emergency Management Performance Grants	97.042	9704214	11,217
Emergency Management Performance Grants	97.042	9704215	<u>45,877</u>
Total Emergency Management Performance Grants			<u>57,094</u>
Total U.S. Department of Homeland Security			<u>79,369</u>
Total Expenditures of Federal Awards			<u>\$ 11,464,416</u>

See accompanying notes to Schedule of Expenditures of Federal Awards.

**CARSON CITY**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Note 1 - Basis of Presentation**

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

**Note 2 - Subrecipients**

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

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
Schools and Roads - Grants to States	10.665	\$ 4,591
Community Development Block Grants	14.218	\$ 81,795

**CARSON CITY  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2015**

**Section I – Summary of Auditor’s Results**

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies not considered to be material weaknesses?	Yes
Noncompliance material to financial statements notes?	No

Federal Awards

Internal control over major program:	
Material weaknesses identified?	Yes
Significant deficiencies not considered to be material weaknesses?	Yes
Type of auditor's report issued on compliance for major programs:	Modified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 510(a)?	Yes

Identification of the major program:	CFDA Number
Family Planning Services	93.217
National Bioterrorism Hospital Preparedness Program	93.889
Public Health Emergency Preparedness	93.069
Federal Transit Cluster	20.507
	20.526
Capitolization Grants for Clean Water in State Revolving Funds	66.458
	66.468
Dollar threshold used to distinguish between Type A and Type B programs:	\$ 343,932
Auditee qualified as a low-risk auditee?	No



**CARSON CITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Section III – Findings and Questioned Costs for Major Federal Award Programs**

**Finding 2015-001 U.S. Department of Transportation  
Environmental Protection Agency**

Federal Transit Cluster:  
Federal Transit – Formula Grants, CFDA 20.507  
Bus and Bus Facilities Formula Program, CFDA 20.526  
Passed through Nevada Department of Conservation & Natural Resources  
Capitalization Grants for Drinking Water State Revolving Funds, CFDA 66.468

- Grant Award Number:* Potentially affects all grant awards included under CFDA 20.507, 20.526 and 66.468 on the Schedule of Expenditures of Federal Awards.
- Criteria:* The *OMB Circular A-133 Compliance Supplement* requires that non-Federal entities include in their construction contracts subject to the Wage Rate Requirements (also known as the Davis-Bacon Act), a requirement that the contractor and subcontractors comply with the requirements of the Davis-Bacon Act, and the DOL regulations (29 CFR Part 5.5(a)(3)(ii)(A), “Labor Standards Provisions Applicable to Contracts Governing Federally Financed and Assisted Construction”). This includes a requirement for the contractor and subcontractors 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).
- Condition and Context:* Our testing of construction contracts included reviewing the bid documents and contracts for the Davis-Bacon provisions, and reviewing the payroll data received and monitored by Carson City personnel for two prime contractors and their subcontractors. Although the certified weekly payrolls were received, we noted several instances where the payrolls were submitted more than one week after the end of the weekly payroll. For the payrolls that were submitted later than one week, there was no documentation available of communication with the contractors to support efforts to ensure future reports would be submitted timely.
- Questioned Cost:* None.
- Effect:* Material noncompliance with the Davis-Bacon Act by a contractor or subcontractor could occur and not be detected or followed up on by Carson City in a timely manner.
- Cause:* Adequate control procedures were not in place to ensure that all required certified payrolls were timely received as prescribed by the Davis-Bacon Act.
- Recommendation:* We recommend that the Carson City Public Works Department enhance procedures to ensure that certified payrolls are received as required by the Davis-Bacon Act.
- Management’s Response:* See management’s response on pages 207-210.

**CARSON CITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Finding 2015-002 U.S. Department of Health and Human Services**

National Bioterrorism Hospital Preparedness Program, CFDA 93.889

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

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

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

During our testing of payroll amounts charged to the National Bioterrorism Hospital Preparedness Program, we examined 18 time cards for employees who work solely on the program and employees who work on multiple activities or Federal programs, including the National Bioterrorism Hospital Preparedness Program. It was noted that 4 of the 18 time cards tested did not identify which Federal program the employee's time was charged to. Because the aforementioned time cards did not identify which Federal programs the employee's time was charged to, the time cards did not meet the standards for documentation.

*Questioned Costs:* Undetermined. Potential for variances in the hours charged to the Federal program and actual hours spent working on the Federal program.

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

*Cause:* Procedures were not in place at the Carson City Department of Health and Human Services to ensure that the documentation of time and effort by all employees was adequate to support salary and benefit charges to the National Bioterrorism Hospital Preparedness Program.

**CARSON CITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

*Recommendation:* We recommend the Carson City Department of Health and Human Services implement procedures to ensure that the documentation of time and effort by all employees is adequate to support salary and benefit charges to the National Bioterrorism Hospital Preparedness Program.

*Management's Response:* See management's response on page 211-212.



**CARSON CITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Finding 2015-003 U.S. Department of Transportation**

Federal Transit Cluster:

Federal Transit – Formula Grants, CFDA 20.507

Bus and Bus Facilities Formula Program, CFDA 20.526

*Grant Award Number:* Potentially affects all grant awards under CFDA 20.507 and 20.526 on the Schedule of Expenditures of Federal Awards.

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

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

During our testing of payroll amounts charged to this program, we examined fifteen employee timecards who work on multiple activities or Federal programs, including the Federal Transit Cluster. It was noted that six of the 15 time cards tested did not identify which Federal program the employee's time was being charged to. In addition, the time cards were not signed by the employee. Because those time cards did not identify the Federal programs the employee's time was charged to and the employee's signature was not present, the time cards did not meet the standards for documentation.

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

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

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

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

*Management's Response:* See management's response on pages 207-210.

**CARSON CITY**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Finding 2015-004 U.S. Department of Health and Human Services**  
Family Planning - Services, CFDA 93.217

- Grant Award Number:* Potentially affects all grant awards under CFDA 93.217 on the Schedule of Expenditures of Federal Awards.
- Criteria:* The *OMB Circular A-133* requires that reports submitted to the Federal awarding agency include all activity of the reporting period, and are presented in accordance with program requirements.
- Condition and Context:* The Carson City Department of Health and Human Services submits SF-425 Federal Financial Reports (SF-425) for the Family Planning – Services program. As part of our audit procedures, we tested four SF-425 reports submitted during fiscal year 2015. During our testing of the SF-425 reports, the financial information presented within the reports agreed to underlying accounting records and appeared to be presented in accordance with program requirements; however, there is no evidence that SF-425 reports are reviewed by an appropriate individual prior to the submission of the reports to the Federal granting agency.
- Questioned Costs:* None.
- *Effect:* Inaccurate and incomplete information could be reported to the Federal granting agency.
  - *Cause:* The Carson City Department of Health and Human Services did not have adequate procedures in place to ensure that submitted SF-425 reports are complete, accurate and supported by the underlying accounting records.
  - *Recommendation:* We recommend the Carson City Department of Health and Human Services enhance internal controls to ensure that SF-425 reports are reviewed prior to submission to ensure that the reports are complete, accurate and supported by the underlying accounting records.
- Management's Response:* See management's response on page 211-212.



# CARSON CITY NEVADA

## Consolidated Municipality and State Capital

### PUBLIC WORKS

November 23, 2015

Dear Grantor Agencies:

The following is a discussion of our corrective action plan in response to the findings noted by Eide Bailly LLP in the Schedule of Findings and Questioned Costs for the year ended June 30, 2015.

U.S. DEPARTMENT OF TRANSPORTATION / ENVIRONMENTAL PROTECTION AGENCY:

#### **Finding 2015-001:**

Federal Transit Cluster:

Federal Transit – Formula Grants, CFDA 20.507

Bus and Bus Facilities Formula Program, CFDA 20.526

Passed through Nevada Department of Conservation & Natural Resources

Capitalization Grants for Drinking Water State Revolving Funds, CFDA 66.468

#### Criteria:

The *OMB Circular A-133 Compliance Supplement* requires that non-Federal entities include in their construction contracts subject to the Wage Rate Requirements (also known as the Davis-Bacon Act), a requirement that the contractor and subcontractors comply with the requirements of the Davis-Bacon Act, and the DOL regulations (29 CFR Part 5.5(a)(3)(ii)(A), “Labor Standards Provisions Applicable to Contracts Governing Federally Financed and Assisted Construction”). This includes a requirement for the contractor and subcontractors 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).

#### Recommendation:

We recommend that the Carson City Public Works Department enhance procedures to ensure that certified payrolls are received as required by the Davis-Bacon Act.



# CARSON CITY NEVADA

## Consolidated Municipality and State Capital

### PUBLIC WORKS

#### Management's Response:

The current Public Works procedure for enforcing compliance with the Davis Bacon Act's requirements of weekly certified payrolls is as follows:

- Verbal reminder at preconstruction meeting of weekly submittal requirements.
- Verbal warning for late submittals.
- If habitual tardiness occurs, written documentation is sent to the prime contractor and subcontractors reminding them of the contractual requirements of weekly submittals.
- If tardiness continues coordinate with State or Federal Agency representatives which may include withholding payments.

Public Works feels that we are in substantial compliance with guidance from the Environmental Protection Agency (EPA)'s "[Interim Davis Bacon Act Guidance](#)" which states: "*The resolution of violations of the DB prevailing wage requirements should be attempted at the lowest possible level by the recipient and contractor. Unresolved or persistent violations should be reported to the Davis Bacon Coordinator and the DOL for further action.*"

While there is no specific Federal Transit Authority guidance on the topic, we have referenced Federal Highway Administration's (FHWA) guidance on the topic. We feel we are in substantial compliance with guidance from the FHWA's "[Davis-Bacon and Related Acts Questions and Answers](#)" which states two questions and answers:

58) What is FHWA's guidance regarding late submittals of weekly payroll statements?

Unless the contractor provides a satisfactory explanation, the FHWA recommends that the contracting agency consider initiating a compliance investigation if a contractor is habitually late in submitting payroll statements.

59) What actions can be taken when a contractor is continually late with payroll submittals?

The contracting agency must send the prime contractor a written notice restating the contract requirements for submitting the weekly payroll statements. If the contractor continues to submit the payroll statements late, the following actions can be taken: a) Withhold payments until the payroll submittal requirements are met; b) Terminate the contract; or c) Refer the violating contractor to the USDOL for possible legal prosecution and/or debarment.

Public Works will take corrective action and document the procedure more clearly and document verbal warnings to prime contractors and subcontractors.



# CARSON CITY NEVADA

## Consolidated Municipality and State Capital

### PUBLIC WORKS

#### **Finding 2015-003:**

Federal Transit Cluster:

Federal Transit – Formula Grants, CFDA 20.507

Bus and Bus Facilities Formula Program, CFDA 20.526

#### Criteria:

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

#### Recommendation:

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

#### Management's Response:

The City has taken corrective action by developing a timesheet which includes an area for the employee to sign and date the form as well as identify the federal program to which their time is being billed. These timesheets will be kept in a file for a minimum of three years. Implementation of the new timesheets did not occur until part



## CARSON CITY NEVADA

### Consolidated Municipality and State Capital

### PUBLIC WORKS

way through fiscal year 2015, as a response to a finding in the fiscal year 2014 audit, and explains why this same finding was present once again in fiscal year 2015.

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

#### Implementation

Rick Cooley, P.E.  
Construction Manager  
3505 Butti Way, Carson City, NV 89701  
E-mail: [rcooley@carson.org](mailto:rcooley@carson.org)  
775-283-7302

#### Management Official

Danny Rotter, P.E.  
Engineering Manager  
3505 Butti Way, Carson City, NV 89701  
E-mail: [drotter@carson.org](mailto:drotter@carson.org)  
775-283-7084

Sincerely,

Danny Rotter, P.E.  
Engineering Manager



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

November 19, 2015

Dear Grantor Agency:

The following is a discussion of our corrective action plan in response to the findings noted by Eide Bailly LLP in the Schedule of Findings and Questioned Costs for the year ended June 30, 2015:

U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:

**Finding 2015-002:**

National Bioterrorism Hospital Preparedness Program, CFDA 93.889:

Criteria:

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

Recommendation:

We recommend that the City implement procedures to ensure that the documentation of time and effort by all employees is adequate to support salary and benefit charges to the National Bioterrorism Hospital Preparedness Program.

Management's Response:

Carson City Health & Human Services has a procedure in place for documenting time and effort of employees' work, reflecting an after-the-fact distribution of the actual activity. The 4 time cards that were tested that did not identify which Federal program the employee's time was charged to are for a Fire Department employee. CCHHS pays 10% of the employee's salary for work on meeting Hospital Preparedness Program grant deliverables. We will revise the procedure to include a process for the Fire Department employee to certify her time spent in the National Bioterrorism Hospital Preparedness Program every month.

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





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

Implementation CFDA # 93.217

Ana J. Jimenez  
Department Business Manager  
Carson City Health & Human Services  
900 East Long Street  
Carson City, NV 89706  
E-mail: [ajimenez@carson.org](mailto:ajimenez@carson.org)  
775-283-7228

Management Official

Nicola Aaker, Director, MSN, MPH, RN  
Director  
Carson City Health & Human Services  
900 East Long Street  
Carson City, NV 89706  
E-mail: [naaker@carson.org](mailto:naaker@carson.org)  
775-283-7704

**Finding 2015-004:**

Family Planning - Services, CFDA 93.217:

Criteria:

The *OMB Circular A-133* requires that reports submitted to the Federal awarding agency include all activity of the reporting period, and are presented in accordance with program requirements.

Recommendation:

We recommend the Carson City Department of Health and Human Services enhance internal controls to ensure that SF-425 reports are reviewed prior to submission to ensure that the reports are complete, accurate and supported by the underlying accounting records.

Management's Response:

Carson City Health & Human Services will revise the current SF-425 policy to include a process where the Clinical Services Division Manager reviews and signs all SF-425 reports and any backup documentation used to prepare the SF-425.

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

Implementation CFDA # 93.217

Ana J. Jimenez  
Department Business Manager  
Carson City Health & Human Services  
900 East Long Street  
Carson City, NV 89706  
E-mail: [ajimenez@carson.org](mailto:ajimenez@carson.org)  
775-283-7228

Management Official

Nicola Aaker, Director, MSN, MPH, RN  
Director  
Carson City Health & Human Services  
900 East Long Street  
Carson City, NV 89706  
E-mail: [naaker@carson.org](mailto:naaker@carson.org)  
775-283-7704

Sincerely,

*N. Aaker, MSN, MPH, RN*

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



**CARSON CITY**  
**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Finding 2014-001 U.S. Department of Transportation**  
**Federal Transit Cluster, CFDA 20.207**

*Finding Summary:*

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

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

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

*Recommendation:*

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

*Current Status:*

Corrective action was not implemented until late in fiscal year 2015. Therefore this finding is repeated as Finding 2015-003.

**CARSON CITY**  
**SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Finding 2014-002 U.S. Department of the Interior**  
**Federal Transit Cluster, CFDA 20.207**

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

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

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

*Current Status:* Corrected.

**CARSON CITY, NEVADA**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Finding 2014-003 U.S. Department of Health and Human Services**  
**Prevention and Public Health Fund Affordable Care Act – Immunization**  
**Program, CFDA 93.539**  
**National Bioterrorism Hospital Preparedness Program, CFDA 93.889**

*Finding Summary:*

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

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

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

**CARSON CITY, NEVADA**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

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

*Recommendation:*

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

*Current Status:*

93.889 – Not corrected.  
93.539 - Corrected.

**CARSON CITY, NEVADA**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Finding 2014-004 U.S. Department of Health and Human Services**  
**Family Planning - Services, CFDA 93.217**

*Finding Summary:*

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

The Carson City Department of Health and Human Services submits SF-425 Federal Financial Reports (SF-425) for the Family Planning – Services program. As part of our audit procedures, we tested two SF-425 reports submitted during fiscal year 2014. During our testing of the SF-425 report submitted for grant award FPHPA096011-05-00 for the period ending March 31, 2014, we noted that the recipient share of actual cash disbursements did not agree to the underlying accounting records. In relation to testing this report, we also noted that the reports submitted for the two previous quarters did not report the cumulative amount of transactions on Line 10.

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

*Recommendation:*

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

*Current Status:*

Corrected.

**CARSON CITY, NEVADA**  
**SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2015**

**Finding 2014-005 U.S. Department of Health and Human Services**  
**National Bioterrorism Hospital Preparedness Program, CFDA 93.889**

*Finding Summary:*

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

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

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

*Recommendation:*

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

*Current Status:*

Corrected.

## Auditor's Comments

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

In connection with our audit of the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carson City, Nevada (the City) as of and for the year ended June 30, 2015, and the related notes to the financial statements, nothing came to our attention that caused us to believe that the City failed to comply with the specific requirements of Nevada Revised Statutes cited below. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the District's noncompliance with the requirements of Nevada Revised Statutes cited below, insofar as they relate to accounting matters.

### Statute Compliance

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

### Progress on Prior Year Statute Compliance

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

### Prior Year Recommendations

See the Summary Schedule of Prior Year Findings on page 213.

### Current Year Recommendations

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



Reno, Nevada  
November 24, 2015





**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, 2015**

Flat Fixed Fees:	
Business license revenue adjusted base at June 30, 2014	<u>\$ 1,207,176</u>
Adjustment to Base:	
Base	
1. Percentage increase (decrease) in population of the local government	-2.5110%
2. Percentage increase in the Consumer Price Index for the year ending on December 31 next preceding the year for which the limit is being calculated	<u>1.5017%</u>
	<u>-1.0093%</u>
	<u>(12,184)</u>
Adjusted Base at June 30, 2015	1,194,992
Actual Revenue Fiscal 2014-15	<u>633,825</u>
Amount Over (Under) Allowable Amount	<u><u>\$ (561,167)</u></u>

See accompanying notes.