



THE CITY OF LAS VEGAS

Comprehensive Annual Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2007





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Comprehensive Annual Financial Report

FOR THE FISCAL YEAR ENDED JUNE 30, 2007

PREPARED BY :
THE DEPARTMENT OF FINANCE AND BUSINESS SERVICES
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INTRODUCTORY SECTION



CITY OF LAS VEGAS, NEVADA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

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Honorable Mayor, Members of the
City Council, and Citizens of the
City of Las Vegas, Nevada

December 19, 2007

LAS VEGAS CITY COUNCIL

OSCAR B. GOODMAN
MAYOR

GARY REESE
MAYOR PRO TEM

LARRY BROWN
STEVE WOLFSON
LOIS TARKANIAN
STEVEN D. ROSS
RICKI Y. BARLOW

DOUGLAS A. SELBY
CITY MANAGER

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Las Vegas for the fiscal year ended June 30, 2007.

This report consists of management's representations concerning the finances of the City of Las Vegas (City). Consequently, management assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, we have established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

KPMG LLP, an international public accounting firm fully licensed and qualified to perform audits of state and local governments issued an unqualified "clean" opinion on the City's financial statements for the year ended June 30, 2007. The independent auditors' report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the City was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing the Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving administration of federal awards. These reports are available in the Single Audit Section of this report.

CITY OF LAS VEGAS
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Management's discussion and analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City was founded in 1905 and incorporated in 1911; it is located in the southern part of the state, and remains among the nation's leading communities in population growth, economic development, and business expansion. The City currently occupies a land area of 131.3 square miles and serves a population of 602,697. Within statutory limits the City is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Council.

The City has operated under the council-manager form of government since January 1, 1944. According to the City Charter, adopted by the State Legislature and in force during the fiscal year, the citizens elect six City Council members and a Mayor who comprise the "Council." The Council is elected on a non-partisan basis. Council members serve four-year staggered terms, with three members elected every two years. All voters of the City elect the Mayor "at large," and each Council member is elected from one of six wards in the City. The Mayor and Council members are constitutionally limited to serving not more than 12 years. Policymaking and legislative authority are vested in the Council. The Council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees and hiring the City Manager, City Attorney, and City Auditor. The City Manager is responsible for carrying out the policies of the Council, and along with three Deputy City Managers, oversees the day-to-day operations of the City, including twelve major departments and four support offices. Departments are further divided into divisions to perform their respective functions. The City provides a full range of services, including police and fire protection; the construction and maintenance of highways, streets, and other infrastructure; and recreational activities and cultural events.

This report includes the financial activities of its blended component units: the City of Las Vegas Redevelopment Agency and the City's three Nonprofit Corporations. These component units are legally separate entities for which the City is financially accountable. The report also includes one discretely presented component unit: the Commission for the Las Vegas Centennial for which the City is legally and operationally separated. For additional information, see the notes to the financial statements.

The annual budget serves as the foundation for the City's financial planning and control. All departments and agencies of the City are required to submit requests for appropriation to the government's Finance & Business Services Department Director on or before the first Wednesday in February each year. These requests are used as the starting point for developing a proposed budget. The proposed budget is presented to Council for review prior to April 30. The council is required to hold public hearings on the proposed budget and adopt a final budget by no later than June 1. The appropriated budget is prepared by fund, function (e.g., public safety), activity (e.g., fire) and department (e.g., Fire and Rescue). Department heads may make transfers of appropriations within a department. Transfers of appropriations between functions, however, require the approval of the City Council. Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 40-41 and 88-96 as part of the basic financial statements and other major governmental funds on pages 97-99. For governmental funds, other than the general fund, other major governmental funds, and proprietary funds, with appropriated annual budgets, this comparison is presented in the combining and individual funds statements and schedules subsection of this report, which starts on page 116 and 156, respectively.

Budgetary controls are maintained at the line item level on a departmental basis through the use of a purchase order and encumbrance system. Additional controls consist of the following: a) on-going monitoring of vacant positions; b) on-going monitoring of expenditures; and c) monthly analysis of departmental cost versus budget trends. Revenue monitoring may lead to curtailment of certain expenditures such as new hires, travel or capital outlay. If new programs have been initiated or existing programs change or unanticipated revenue realized, it may be necessary to realign or revise the budget. The City formalizes this procedure by preparing an augmented budget for the current year, which reflects both revenue and expenditures adjustment. Following a public hearing, the augmentation is filed with the State Department of Taxation.

Local Economy

The City enjoys a favorable economic environment as compared to many other cities. We are experiencing a slow-down in the local residential housing markets, and that has generated secondary and tertiary impacts on local government revenues. This period of adjustment, or natural settling, of the housing market seems to be consistent with national trends. Other facets of the economy (e.g., rental housing, retail and class A office) are flourishing in spite of the residential slump.

Furthermore, despite the recent rise in area unemployment attributed to the housing market slowdown, job growth in the Las Vegas Metropolitan Service Area (MSA) is four times the national average. The Las Vegas MSA continued to attract between 5,000 to 6,000 new residents each month during calendar year (CY) 2006.

Las Vegas is an international destination that offers more hotel/motel rooms than any other U.S. city, with a current room count of just over 133,000 and available convention space in excess of 9.5 million square feet in calendar year 2007 with 2 million square feet in construction. Hotel/casino developers have proposed an additional 38,000 rooms over the next four years. Visitor volumes to the Las Vegas MSA in CY 2006 totaled 39.5 million and year-to-date statistics show that in CY 2007 we could see 40.4 million by year end. Occupancy levels remain above 90 percent and the local resorts are responding with significant expansions that are already under construction. We anticipate the jobs created by the opening of these new projects will continue to drive our economy, and will also help to normalize the housing market as it completes this period of adjustment.

Long-term Financial Planning

The City uses a series of planning processes to ensure that strategic operational goals and objectives are met within the reality of the fiscal budget, for both the operating and five-year capital plan. The City's planning process begins with an assessment of community perceptions, followed by an executive team retreat and a City Council strategic planning meeting. These planning meetings establish consensus, priority definition, alignment measurement and understanding, and a framework for the future. The strategic alignment is followed by a series of reviews and analysis of budget requests submitted by various departments. The staff of the Financial Services Division, management of each department, the City Manager's Office, and a Citizens Priority Advisory Committee (CPAC) are all involved to ensure that the scope and quality of the services and capital projects to be funded via the budget are aligned with the needs and desires of the community and reflected in the Strategic Plan, and that the expenditures required are within the resources available to the City. CPAC is a five-member body of community-minded Las Vegas residents appointed by the City Council. The Mayor and Council participate in an annual workshop designed to fine tune the resource alignment, and the final budget is approved and adopted by the City Council and filed with the City Clerk, County Clerk, and Nevada Department of Taxation by June 1 of each year.

Major Initiatives

The City of Las Vegas continues to make leisure and recreation projects a high priority, consistent with our Strategic Plan. For FY 2008 we have budgeted to spend \$150 million on parks projects and \$11 million on recreation projects, including the completion of a 35 acre park site within the Master Plan area of Centennial Hills Park, renovation of the Lorenzi Park 59 acre site, and a public-private 30-acre sports park complex planned as the next phase of the redevelopment of Freedom Park in the eastern area of the City.

Also, the City has budgeted to spend \$67 million for roadway improvements and \$37 million for storm and flood drainage systems in FY 2008. The vast majority of these projects were master planned and funded through our regional planning agencies, the Regional Transportation Commission and the Clark County Regional Flood Control District, and will allow the City to stay ahead of the development growth curve.

Union Park, the City's 61 acre mixed-use master planned urban development project consisting of a total of over six million square feet of office, retail, residential and entertainment venues, continues to be a popular development site. Fourteen of the seventeen parcels are under contract. Phase I infrastructure, valued at \$40 million, will start construction in early 2008.

The City requested proposals for a new downtown professional sports arena. Real Estate Interests Group, Inc. (REI) of Bloomfield Hills, Michigan was the selected developer. Negotiations continue on this \$9.5 billion project that is proposed to have hotels, gaming, retail, conference space, a professional sports arena with a sports mart.

Forest City and LiveWork Las Vegas have partnered to design and develop five blocks in the downtown area. The Regional Transportation Commission and a new City Hall are the proposed anchor tenants for the project.

The City recently completed a major \$5.5 million streetscape project situated between Las Vegas Boulevard and Eighth Street. This new entertainment district, called Fremont East, includes wider pedestrian-friendly sidewalks; landscaping; neon gateways and four 40-foot-tall neon signs. Through this streetscape effort, the City is capitalizing on popular nostalgia by reviving the old glamour of vintage Las Vegas.

The historical Fifth Street School started a complete internal and external renovation of its 26,250 square foot facility in April of 2007. The renovation includes structural and mechanical improvements to meet current building code requirements. The \$9.4 million project is expected to be completed in spring 2008 restoring the school to its original appearance.

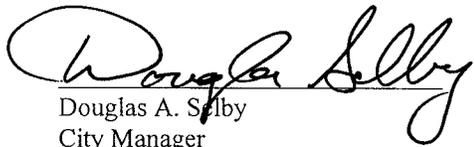
Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended June 30, 2006. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such comprehensive annual financial reports must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City has received a Certificate of Achievement for the last 27 consecutive years (fiscal years 1980-2006). The City believes that this current comprehensive annual financial report continues to conform to the Certificate of Achievement program requirements, and is submitting it to the GFOA.

The preparation of the comprehensive annual financial report was made possible by the dedicated service of the staff of the Finance and Business Services Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Credit also must be given to the Mayor and City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Douglas A. Selby
City Manager



Mark R. Vincent, CPA
Director of Finance and Business Services

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Las Vegas
Nevada

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2006

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



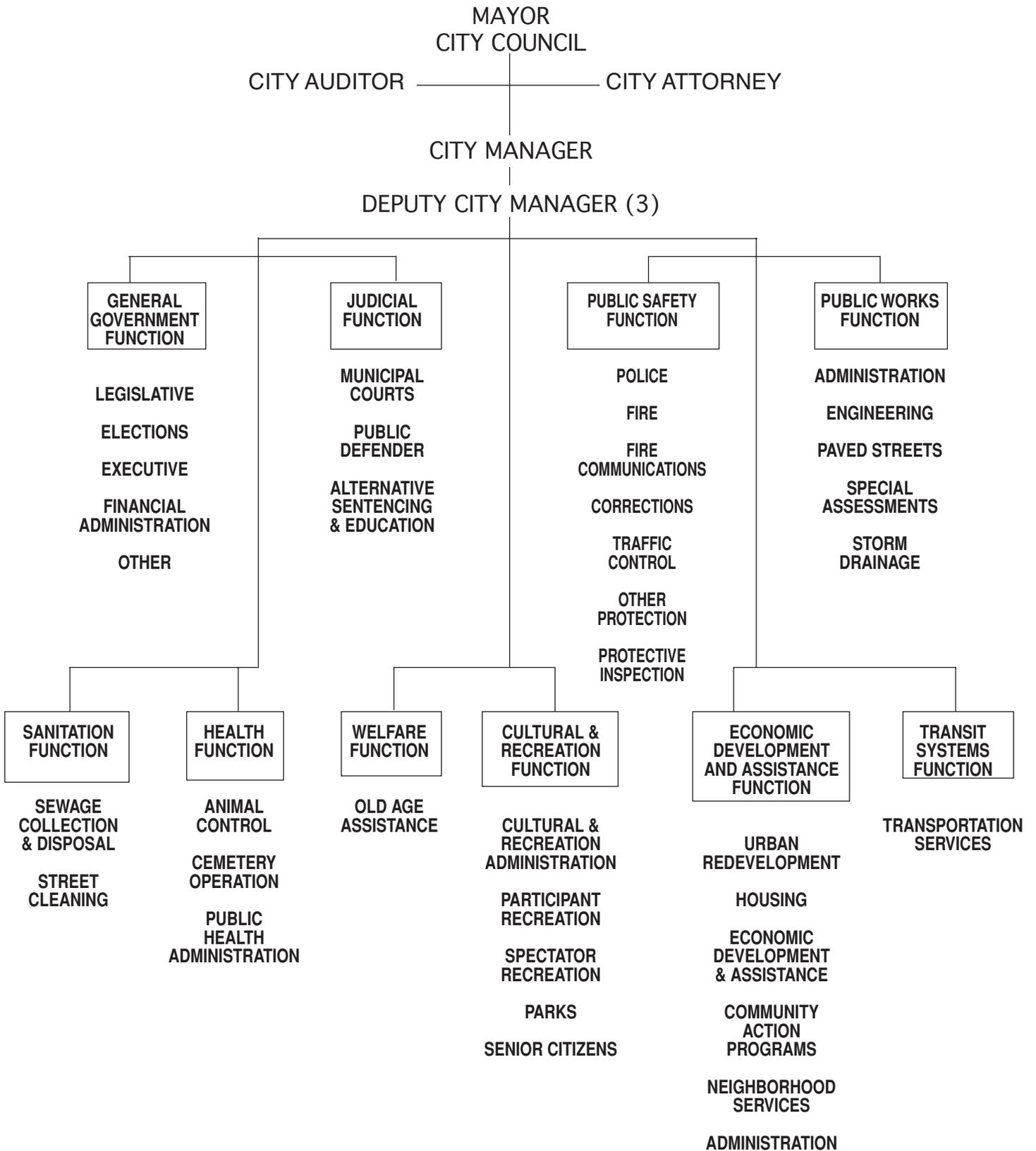
President



Executive Director

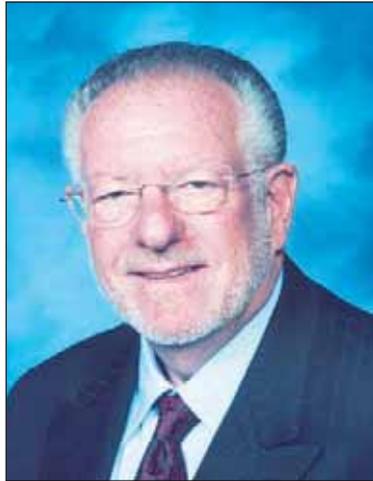
CITY OF LAS VEGAS

TABLE OF ORGANIZATION BY FUNCTION AND ACTIVITY



CITY OF LAS VEGAS

OFFICIALS



Mayor
OSCAR B. GOODMAN
Elected At Large



Councilmember
Mayor Pro-Tem
GARY REESE
WARD 3



Councilmember
LARRY BROWN
WARD 4



Councilmember
STEVE WOLFSON
WARD 2



Councilmember
LOIS TARKANIAN
WARD 1



Councilmember
STEVEN D. ROSS
WARD 6



Councilmember
RICKI Y. BARLOW
WARD 5

City Manager
DOUGLAS SELBY

CITY OF LAS VEGAS
ALL DEPARTMENTS
Weekdays 8:30 A.M to 4:30 P.M.
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FINANCIAL SECTION





KPMG LLP
Suite 2000
355 South Grand Avenue
Los Angeles, CA 90071-1568

Independent Auditors' Report

The Honorable Mayor, City Council,
and City Manager
City of Las Vegas, Nevada:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Las Vegas, Nevada (the City), as of and for the year ended June 30, 2007, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Las Vegas, Nevada as of June 30, 2007, 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 conformity with U.S. generally accepted accounting principles.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 19, 2007 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 15 through 25 is not a required part of the basic financial statements but is supplementary information required by U.S. generally accepted accounting principles. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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 financial statements and schedules section and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is not a required part of the basic financial statements. The combining and individual fund financial statements and schedules section and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statements section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

KPMG LLP

December 19, 2007

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

As management of the City of Las Vegas, Nevada (City), we offer readers of the City's basic financial statements this narrative overview and analysis of the financial activities of the City of Las Vegas as of and for the year ended June 30, 2007. 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 5 - 8 of this report.

Financial Highlights

The assets of the City exceeded its liabilities at the close of fiscal year ended June 30, 2007, by \$3,486,862,597. Governmental activities represent \$2,901,203,774 of the total net assets and \$585,658,823 are from business-type activities.

- The government-wide net capital assets totaled \$3,174,637,361. Governmental activities contributed \$2,642,068,680 and business-type activities contributed \$532,568,681. Major additions included \$10,745,761 in sewer lines, \$21,048,544 in road additions and \$13,533,138 in storm drains. Depreciation is reflected on all City-owned depreciable assets. Depreciation expense totaling \$90,958,160 is included in the government-wide statements.
- At the close of fiscal year 2007, the City's governmental funds reported combined ending fund balances of \$473,219,699. Of this total amount, \$142,585,185 is unreserved and undesignated. The unreserved and undesignated amounts consist of \$84,927,556 from the General Fund, \$54,592,993 from the Special Revenue Funds and \$3,064,636 from the Debt Service Funds.
- The general fund had a total fund balance of \$89,392,037 at June 30, 2007, which represented 18 percent of total General Fund revenues. The unreserved and undesignated portion of the fund balance was \$84,927,556. It is the City's fiscal policy to maintain a total ending fund balance in the general fund of at least 12 percent of operating revenues.
- The City's primary revenue sources are ad valorem (property) taxes of \$138,427,928 and consolidated taxes of \$263,249,775. Combined, these two sources represent 47 percent of the total governmental activities revenue of \$859,443,886 from the statement of activities.
- The City's total debt had a net increase of \$902,209. Contributing factors were the issuance of \$32,000,000 in general obligation revenue bonds and \$2,168,000 in special assessment bonds. Debt decreased by \$33,265,791 from debt payments during the current fiscal year.
- Government-wide total governmental expenses were \$627,146,803. The major expense functions were Public Safety at \$314,227,649, Public Works at \$73,595,058, General Government at \$112,574,158, and Culture and Recreation at \$56,351,300. Business-type activities (*proprietary funds*) operating and non-operating expenses totaled \$110,567,488.

Overview of the Basic Financial Statements

This discussion and analysis serves as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the basic 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 private-sector business.

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

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

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

fees and charges (*business-type activities*). The governmental activities of the City include general government, judicial, public safety, public works, welfare, health, culture and recreation, economic development and assistance, transit systems, and interest on long-term debt. The business-type activities of the City include operations of its water pollution control facility (sanitation), municipal golf course, municipal parking, building permits and inspections, video production and nonprofit corporation activities.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the activities of legally separate component units: City of Las Vegas Redevelopment Agency, and Non-Profit Corporations. Because the City Council acts as the governing board or has oversight power for each of these component units, their activities are blended with those of the primary government because they function as part of the City. The City also reports one discretely presented component unit; The Commission for the Las Vegas Centennial, which is both legally and operationally separate.

By state statute, the City and Clark County are partners in a joint venture that created the Las Vegas Metropolitan Police Department (LVMPD). A five-member fiscal affairs committee approves the LVMPD budget and related business matters. The committee is composed of two appointees each from the City and the County, and one appointee from the general public. The statute defines the funding formula shared by the City and the County. Complete financial information for the LVMPD is included in the comprehensive annual financial statements of Clark County, Nevada.

Additional information on the joint venture can be found in the notes to the government-wide financial statements on page 63 of this report. In addition to funding its share of the LVMPD, the City maintains its own detention facility and a small police force that has jurisdiction over City property, especially parks and recreation facilities.

The government-wide financial statements can be found on pages 28-31 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 of Las Vegas, 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 the City's near-term financing requirements.

Because the focus of 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 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 following capital project funds: Parks and Leisure Activities, Road and Flood, and Special Assessments. Each of these funds is considered to be a major fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the Combining and Individual Funds Statements and Schedules subsections of this report.

The City adopts an annual appropriated budget for its general fund and each of its special revenue funds, debt service fund, and capital project funds and its permanent fund. A budgetary comparison statement is provided for each of the City's governmental funds to demonstrate compliance with this budget. The budgetary comparison statements for the general fund, a major governmental fund, is located in the basic financial statements; the budgetary comparison statements for the Parks and Leisure Activities, Road and Flood, and Special Assessments Capital Projects funds, also major governmental funds, and the other Non-major governmental funds are included in the Combining and Individual Fund Statements and Schedules subsection of this report.

The basic governmental fund financial statements can be found on pages 32-41 of this report.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Proprietary funds. The City maintains two different types of proprietary funds.

1. 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 golf course, sewer, parking, video production, and development services as well as its non-profit corporations.
2. 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 the following activities:
 - Emergency dispatch services
 - Reprographics equipment and operations
 - Vehicle, computer and phone management
 - Self-insurance activities, including:
 - Liability insurance and property damage
 - Employee benefit
 - Fire equipment acquisition
 - Miscellaneous and inventory stores

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 Sanitation Enterprise Fund and Non-Profit Corporations, which are considered major funds of the City. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the Combining and Individual Funds Statements and Schedules subsections of this report.

The basic proprietary fund financial statements can be found on pages 42-46 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City's Fiduciary funds consist of three Agency funds. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs.

The basic fiduciary funds financial statement can be found on page 47 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 48-84 of this report.

Other information. In addition to the basic financial statements and accompanying notes, the report also presents a subsection titled Combining and Individual Funds Statements and Schedules Section, which includes the statements for the City's major governmental funds – budget and actual, non-major governmental funds, major proprietary funds - budget and actual, non-major proprietary funds, internal service funds and fiduciary funds, together with information on capital assets used in the operation of governmental funds (those not included in internal service funds). Combining and individual fund statements and schedules, and information on governmental fund capital assets can be found on pages 86-191 of this report.

The Statistical section can be found on pages 193-215 of this report. This section includes schedules on statistical information provided on a basis for historical analysis.

The Compliance section can be found on pages 217-219 of this report. This section includes a schedule in compliance with state statutes.

The Single Audit section can be found on pages 221-236 of this report. This section presents a schedule of expenditures of federal awards for the City, related notes and a schedule of findings and questioned costs.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of City of Las Vegas, assets exceeded liabilities by \$3,486,862,597 at the close of the most recent fiscal year.

The largest portion of the net assets (83 percent) reflect its investment in capital assets (e.g., land, buildings, infrastructure, machinery and equipment, etc.), less accumulated depreciation and any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Net assets increased by 8 percent or \$270,912,532.

**City of Las Vegas Summary Schedule of Net Assets
As of June 30, 2007 and 2006**

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2007</u>	<u>FY2006</u>	<u>FY2007</u>	<u>FY2006</u>	<u>FY2007</u>	<u>FY2006</u>
Current and other assets	\$ 622,765,915	\$ 609,756,160	\$ 167,278,107	\$ 137,051,921	\$ 790,044,022	\$ 746,808,081
Net capital assets	2,642,068,680	2,397,129,414	532,568,681	534,104,026	3,174,637,361	2,931,233,440
Total assets	<u>3,264,834,595</u>	<u>3,006,885,574</u>	<u>699,846,788</u>	<u>671,155,947</u>	<u>3,964,681,383</u>	<u>3,678,041,521</u>
Long-term liabilities						
outstanding	302,036,008	281,895,623	103,856,913	119,037,642	405,892,921	400,933,265
Other liabilities	61,594,813	50,319,321	10,331,052	10,838,870	71,925,865	61,158,191
Total liabilities	<u>363,630,821</u>	<u>332,214,944</u>	<u>114,187,965</u>	<u>129,876,512</u>	<u>477,818,786</u>	<u>462,091,456</u>
Net assets:						
Invested in capital assets, net of related debt	2,475,416,487	2,242,515,613	428,711,768	420,323,186	2,904,128,255	2,662,838,799
Restricted	115,479,093	111,682,940			115,479,093	111,682,940
Unrestricted	310,308,194	320,472,077	156,947,055	120,956,249	467,255,249	441,428,326
Total net assets	<u>\$ 2,901,203,774</u>	<u>\$ 2,674,670,630</u>	<u>\$ 585,658,823</u>	<u>\$ 541,279,435</u>	<u>\$ 3,486,862,597</u>	<u>\$ 3,215,950,065</u>

The City's total net assets are \$3,486,862,597, of which \$467,255,249 are *unrestricted net assets*, which may be used to meet the City's ongoing obligations to citizens and creditors. An additional portion of the City's net assets represents resources that are subject to external restrictions on how they may be used. Of these restricted net assets, 96 percent is for construction and maintenance of capital projects, 3 percent is for repayment of long-term debt and 1 percent is for cemetery perpetual care.

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

Governmental activities. Governmental activities increased the City's net assets by \$226,533,144, thereby contributing to a 8 percent increase in total net assets of the City of Las Vegas. This is the result of basic budget policies, which include: appropriations for ongoing expenditures will not exceed ongoing revenues; one-time revenues will only be used for one-time expenses; and the ending fund balance should equal at least 12 percent of operating revenues. Key elements of this increase are as follows:

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

**City of Las Vegas Changes in Net Assets
For the Years Ended June 30, 2007 and 2006**

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2007</u>	<u>FY2006</u>	<u>FY2007</u>	<u>FY2006</u>	<u>FY2007</u>	<u>FY2006</u>
Revenues:						
Program revenues:						
Charges for services	\$ 182,240,989	\$ 171,475,332	\$ 108,551,525	\$ 108,461,798	\$ 290,792,514	\$ 279,937,130
Operating grants and contributions	13,822,646	8,091,874	615,336	381,987	14,437,982	8,473,861
Capital grants and contributions	111,084,595	133,210,119	32,624,360	40,707,015	143,708,955	173,917,134
General revenues:						
Consolidated tax	263,249,775	264,253,250			263,249,775	264,253,250
Property taxes	138,427,928	120,802,530			138,427,928	120,802,530
Room tax	4,186,951	4,108,959			4,186,951	4,108,959
Residential construction tax	2,041,051	4,034,185			2,041,051	4,034,185
Motor vehicle fuel tax	8,807,699	8,793,580			8,807,699	8,793,580
Unrestricted investment earnings	27,378,276	13,074,402	7,391,716	2,744,306	34,769,992	15,818,708
Contributions not restricted to specific programs	107,428,606				107,428,606	
Gain on disposal of capital assets	775,370	1,169,821		6,687,023	775,370	7,856,844
Total revenues	<u>859,443,886</u>	<u>729,014,052</u>	<u>149,182,937</u>	<u>158,982,129</u>	<u>1,008,626,823</u>	<u>887,996,181</u>
Expenses:						
General government	112,574,158	98,031,717			112,574,158	98,031,717
Judicial	25,292,275	23,508,217			25,292,275	23,508,217
Public safety	314,227,649	286,804,600			314,227,649	286,804,600
Public works	73,595,058	92,056,014			73,595,058	92,056,014
Welfare	1,103,680	1,000,496			1,103,680	1,000,496
Health	2,756,489	2,633,376			2,756,489	2,633,376
Culture and recreation	56,351,300	52,119,648			56,351,300	52,119,648
Economic development and assistance	25,917,365	19,889,792			25,917,365	19,889,792
Transit systems	1,218,787	1,277,857			1,218,787	1,277,857
Interest on long-term debt	14,110,042	10,192,586			14,110,042	10,192,586
Sanitation			83,273,485	71,095,732	83,273,485	71,095,732
Development services			16,966,217	15,107,741	16,966,217	15,107,741
Parking			3,836,241	4,008,423	3,836,241	4,008,423
Golf course			3,039,389	3,015,810	3,039,389	3,015,810
Video production			1,771,862	1,584,235	1,771,862	1,584,235
Land development			1,680,294	423,777	1,680,294	423,777
Total expenses	<u>627,146,803</u>	<u>587,514,303</u>	<u>110,567,488</u>	<u>95,235,718</u>	<u>737,714,291</u>	<u>682,750,021</u>
Change in net assets before transfers	232,297,083	141,499,749	38,615,449	63,746,411	270,912,532	205,246,160
Transfers	(5,763,939)	1,293,276	5,763,939	(1,293,276)		
Change in net assets	<u>226,533,144</u>	<u>142,793,025</u>	<u>44,379,388</u>	<u>62,453,135</u>	<u>270,912,532</u>	<u>205,246,160</u>
Net assets – July 1	2,674,670,630	2,531,877,605	541,279,435	478,826,300	3,215,950,065	3,010,703,905
Net assets-June 30	<u>\$ 2,901,203,774</u>	<u>2,674,670,630</u>	<u>\$ 585,658,823</u>	<u>\$ 541,279,435</u>	<u>\$ 3,486,862,597</u>	<u>\$ 3,215,950,065</u>

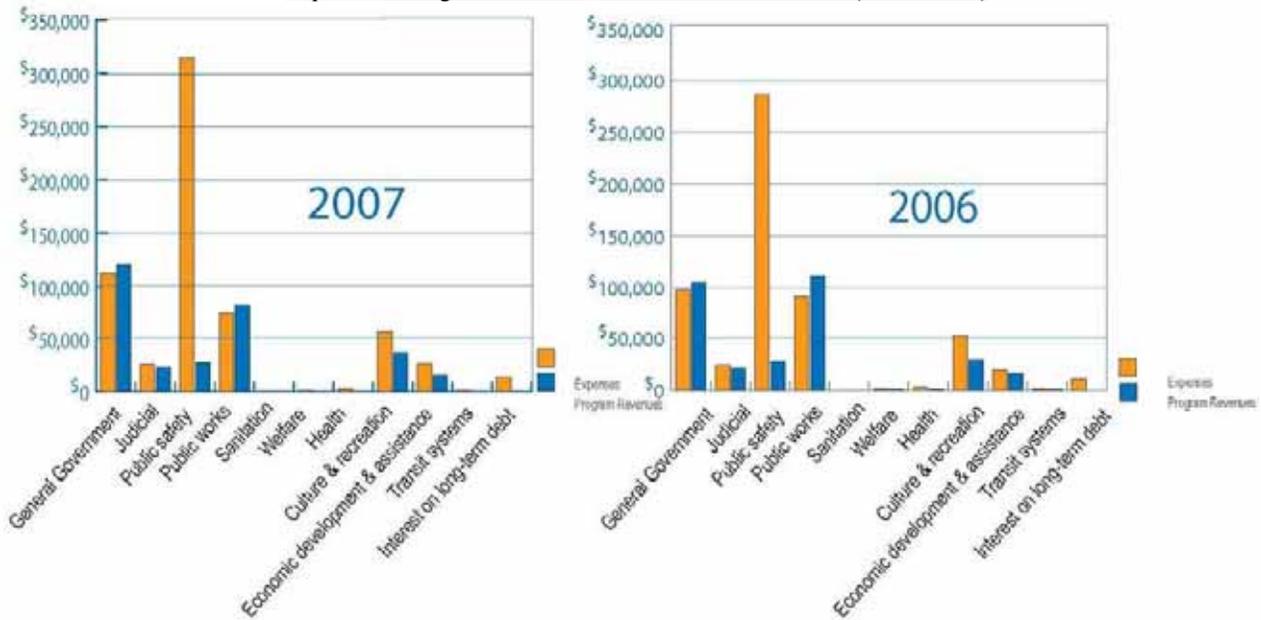
CITY OF LAS VEGAS, NEVADA
 MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Program revenues for governmental activities include charges for services, licenses and permits, special assessments, inter-governmental fines and forfeitures, and both operating and capital grants and contributions. Program revenues of the governmental activities provided 87 percent of the resources necessary to pay the cost of providing program services. The remaining program costs were financed from general revenues. The value of contributions from developers of infrastructure assets was \$142,342,306, governmental activities was \$136,923,806, consisting of \$107,428,606 general revenues, and \$29,495,200 in program revenues. Business-type activities was \$5,418,500, and is included in program revenues.

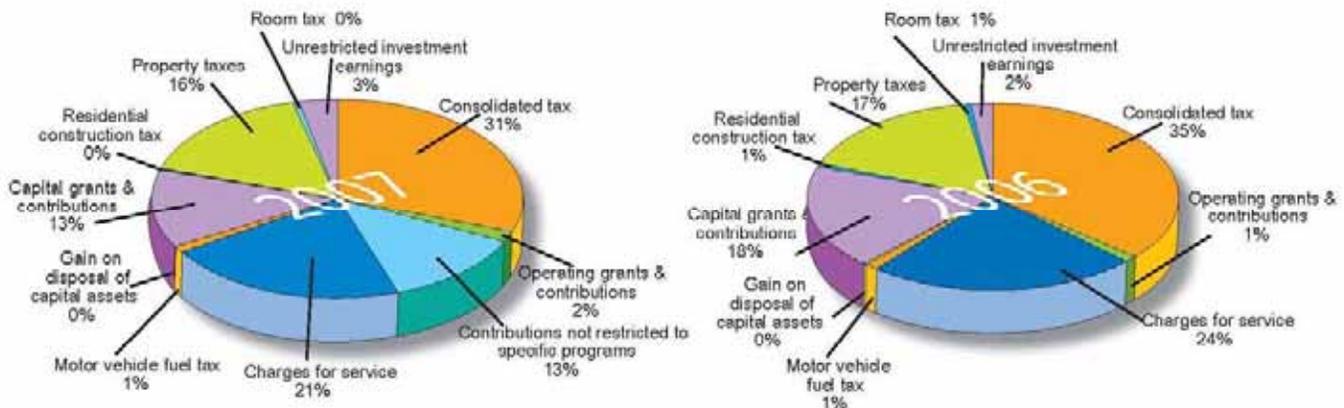
The largest general revenues are consolidated tax of \$263,249,775 and Ad Valorem tax (property tax) of \$138,427,928, representing 41 percent of total governmental revenues. Consolidated tax remained steady while property tax increased 15 percent during the year, attributable to a 2 percent increase in population, and a 34 percent increase in assessed property values. Capital grants and contributions decreased by 1.6%, or approximately \$22 million. The major amount was from an \$18.5 million dollar project completed and revenues collected in Fiscal Year 2006 on a Road and Flood project in Public Works..

Expenditures in public works of \$73,595,058 and public safety of \$314,227,649 represent 62 percent of the total governmental expenditures. Public Works' major expenditures consist of planning and engineering of the City's arterial street and floodwater conveyance systems. Public Safety's major expenditures increased by 10 percent, or approximately 28 million, due to an increase in the contribution to the Las Vegas Metropolitan Police Department for Capital expenditures. Other major expenditures for Public Safety include Fire and Rescue and Detention and Correctional Services Departments.

Expenses & Program Revenues—Governmental Activities (in thousands)



Revenues by Source—Governmental Activities



CITY OF LAS VEGAS, NEVADA
 MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

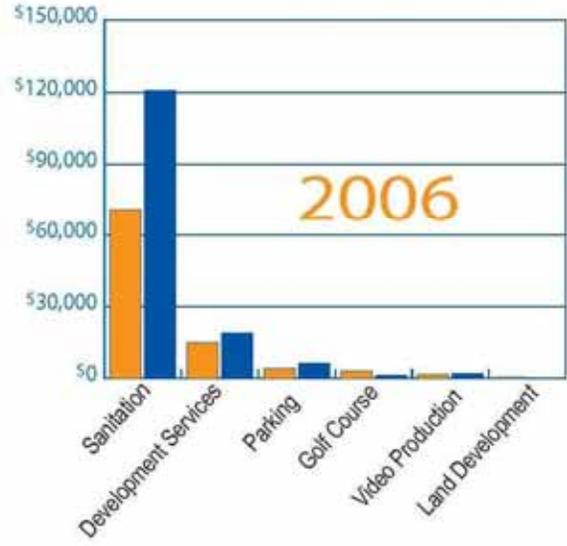
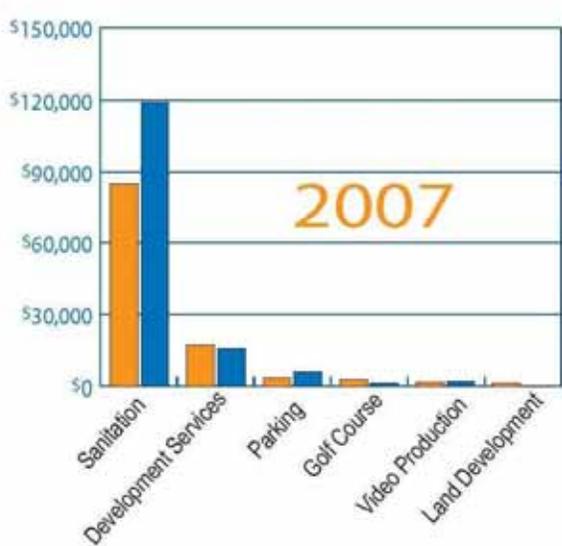
Business-type activities. Business-type activities increased the City's net assets by \$44,379,388. Key elements of this increase were charges for sewer services fees and connection charges, and building permits, which consisted of 82 percent of total program revenues.

Of this increase in net assets, \$38.5 million is in the Sanitation Enterprise Fund. Twenty-one percent of this increase is in the investment in capital assets, and 79 percent in unrestricted net assets. This results from annual increases in service fees and connection charges in anticipation of capital expansion needs to meet the demands for services in an area of continued dynamic population growth.

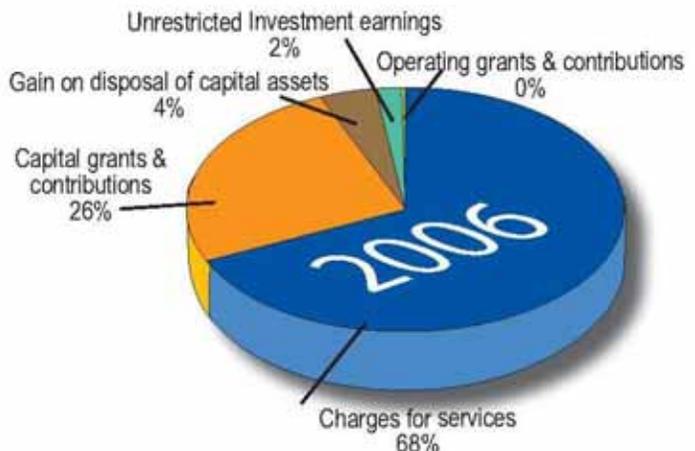
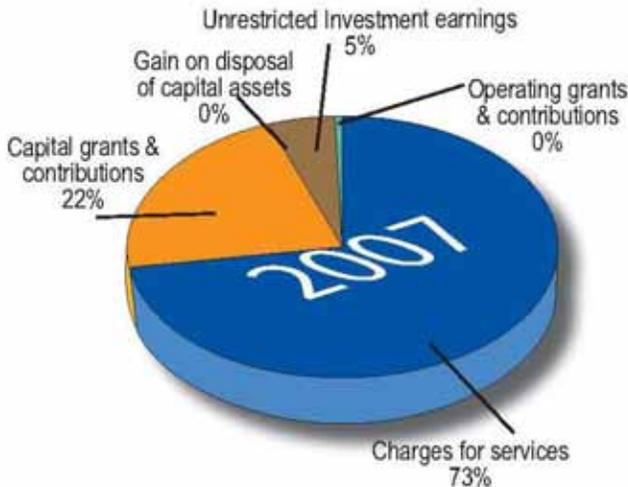
Sanitation-related expenses represent 75 percent of total expenses for business-type activities. These expenses increased the fund by 16% in 2007 as a result of a new interlocal agreement with the City of North Las Vegas and the Clean Water Coalition, that included operations at the water pollution control facility, maintenance of sewer lines and storm drainage, and street cleaning.

Business-type activities program revenues provided 128 percent of the resources to finance their operations.

Expenses & Program Revenues—Business-type Activities
 (in thousands)



Revenues by Source—Business-type Activities



CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Financial Analysis of City's Funds

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

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

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$473.2 million, a decrease of \$12.2 million from the prior year. Approximately \$449.4 million, or 95 percent of this total fund balance, constitutes unreserved fund balance. Of that total, \$293.2 million has been designated for construction projects and \$13.6 million for redevelopment projects, leaving the remaining \$142.6 million as undesignated and available for spending at the City's discretion. The remaining \$23.8 million fund balance is reserved and is not available for spending as it has already been committed: (1) \$9.8 million to pay debt service, (2) \$.4 million non-current loans receivable, (3) \$1.7 million for the perpetual care of the cemetery, (4) \$4.4 million for unfunded Las Vegas Metro Police self insurance liability, and (5) \$7.5 million in land held for resale.

The General Fund is the primary operating fund of the City. At the end of the current fiscal year, unreserved fund balance in the General Fund was \$84.9 million and total fund balance was \$89.4 million. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 16.1 percent of total fund expenditures and transfers out while total fund balance represents 16.9 percent of that same amount.

The fund balance of the City's General Fund decreased by \$8.3 million during the current fiscal year. Key factors in this change are as follows:

- Total revenue and transfers-in exceeded the prior year by \$16.9 million or 3.3 percent. Changes were mixed among major categories, with the largest increase seen in property taxes.
- Total expenditures and transfers out of \$528.9 million exceeded the prior year by \$48.3 million or 10.1 percent. The increase was driven primarily by public safety costs, which increased \$28.1 million or 10.4 percent. Transfers out of \$42.9 million decreased from the prior year by \$3.8 million or 8.1 percent as a result of decreasing contributions to internal service funds.

The Special Assessments' fund balance at June 30, 2007, was \$19.2 million, a decrease of \$24.7 million, all of which is unreserved and designated for construction projects. The City collected \$4 million of assessments on non-developer projects and expended \$29.5 million on future special assessments to be levied on property owners.

The Road and Flood capital projects fund has a total fund balance of \$6.4 million, all of which is unreserved and designated for construction projects. The net decrease in fund balance during the current year in this fund was \$1.7 million.

The Parks and Leisure Activities capital projects fund has a total balance of \$81.5 million, all of which is unreserved and designated for construction projects. The net decrease in fund balance during the current year was \$31.1 million.

Enterprise Funds. The City's enterprise funds statements provide the same type of information found in the government-wide financial statements, but in more detail. Net assets of the proprietary funds totaled \$585.7 million of which the Sanitation Fund had \$526.9 million in net assets. The total growth of the proprietary funds was \$38 million while the Sanitation Fund grew \$38.5 million. The Sanitation Fund was established to account for the City-owned and operated sewer system in the City of Las Vegas and service provided to North Las Vegas. Other factors concerning the finances of the proprietary funds have already been addressed in the discussion of the City's business-type activities.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Internal Service Funds. The City's 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 computer services, communications, graphic arts, automotive operations (including fire equipment), and the centralized purchasing of certain office supplies. The City also uses internal service funds to account for its self-insurance activities, including liability insurance, workers' compensation, property damage insurance and employee benefits. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. Other factors concerning the finances of the internal service funds have already been addressed in the discussion of the City's governmental activities.

General Fund Budgetary Highlights

Budgeted appropriations increased \$17 million between the original budget and the final augmented budget. This represents an increase of 3.1 percent over original appropriations of \$553.4 million. The major change is a \$12 million increase in transfers out (including \$11 million for fire station construction). The increase was funded chiefly by \$17 million in excess fund balances carrying over from the prior year. During the year, revenues were less than budgetary estimates by 3.8 percent, and expenditures were less than budgetary estimates by 5.1 percent, resulting in a decrease of fund balances of \$8.3 million.

Capital Asset and Debt Administration

Capital assets. The City of Las Vegas and its blended component units' investment in capital assets for its governmental and business-type activities amounts to \$3,174,637,361 (net of accumulated depreciation of \$999,479,226) as of June 30, 2007. Capital assets include land, buildings, improvements, machinery & equipment and vehicles, wastewater systems, infrastructures (roadways, traffic signals and lighting, signage, pavement markers, storm drainage and sanitary sewer lines), and construction in progress. For the current fiscal year, the City's net increase in capital assets was 9 percent before depreciation (10 percent for governmental activities and 2.6 percent for business-type activities).

The City has an aggressive capital improvement program totaling over \$1.8 billion over the next five years (the City budgets its capital program in rolling 5-year increments). The City budgets these projects in six categories: general government, public safety, sanitation, public works, culture and recreation, and economic development and assistance. Among these categories, the major projects include: new park and leisure facilities (\$450.5 million), general City facilities (\$325.7 million), and road and flood construction (\$638.1 million).

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

Construction in progress increased \$109.3 million due mainly to the construction of a community center, a museum and a performing arts center, and street construction projects in new residential developments and widening and expansion for existing streets. Current construction costs include \$21.9 million for new fire stations, several park, recreation and trail projects totaling \$76.9 million, and road work and storm drainage projects totaling \$37.8 million. In the current year, the fire department purchased \$1.6 million in new vehicles and general fleet purchases increased by \$7.6 million.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Additional information on capital assets can be found in Note 9 on pages 64-66 of this report.

City of Las Vegas Capital Assets

(net of depreciation)

As of June 30,

	Governmental		Business-type		Total	
	FY2007	FY2006	FY2007	FY2006	FY2007	FY2006
Land	\$ 985,555,130	\$ 845,276,020	\$ 41,810,563	\$ 41,730,489	\$ 1,027,365,693	\$ 887,006,509
Construction in progress	292,311,063	184,821,953	21,423,606	19,830,917	313,734,669	204,652,870
Land improvements	100,145,602	104,863,126	12,039,667	9,571,572	112,185,269	114,434,698
Sewer plant improvements			202,039,834	212,128,973	202,039,834	212,128,973
Buildings	137,961,188	126,899,458	16,839,126	17,329,101	154,800,314	144,228,559
Building improvements	43,224,311	46,246,347	565,321	518,584	43,789,632	46,764,931
Sewer lines			236,409,702	231,487,525	236,409,702	231,487,525
Machinery and equipment	9,968,420	13,053,260	1,440,862	1,506,865	11,409,282	14,560,125
Vehicles	24,616,718	20,797,626			24,616,718	20,797,626
Roadways	589,671,649	599,593,601			589,671,649	599,593,601
Traffic pavement markers	564,009	790,520			564,009	790,520
Traffic signals and lighting	55,105,924	56,129,327			55,105,924	56,129,327
Traffic signage	819,881	722,553			819,881	722,553
Storm drainage	402,124,785	397,935,623			402,124,785	397,935,623
Total	\$ 2,642,068,680	\$ 2,397,129,414	\$ 532,568,681	\$ 534,104,026	\$ 3,174,637,361	\$ 2,931,233,440

Long-term debt. At the end of the current fiscal year, the City and its blended component units total bonded debt outstanding was \$352,751,767, exclusive of deferred issuance costs, and premiums and discounts. Of this amount, \$90,294,967 comprises general obligation debt backed by the full faith and credit of the government, \$253,870,000 of general obligation debts additionally secured by specified revenue sources, and \$8,586,800 of special assessment debt for which the City is obligated in the event of default by the bonded property owners.

City of Las Vegas Outstanding Debt

General Obligation and Revenue Bonds

(before amortization of premiums, discounts and unamortized debt refunding transaction)

	Governmental		Business-type		Total	
	FY2007	FY2006	FY2007	FY2006	FY2007	FY2006
General obligation bonds	\$ 945,000	\$ 1,860,000	\$	\$	\$ 945,000	\$ 1,860,000
General obligation medium-term bonds	62,424,967	76,260,358			62,424,967	76,260,358
General obligation tax increment revenue bonds	26,925,000	30,420,000			26,925,000	30,420,000
	<u>90,294,967</u>	<u>108,540,358</u>			<u>90,294,967</u>	<u>108,540,358</u>
Special assessment bonds	8,586,800	6,979,200			8,586,800	6,979,200
General obligation revenue bonds	147,080,000	119,115,000	106,790,000	117,215,000	253,870,000	236,330,000
Total	\$ 245,961,767	\$ 234,634,558	\$ 106,790,000	\$ 117,215,000	\$ 352,751,767	\$ 351,849,558

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

The City and its blended component units total debt decreased by \$902,209 during the current fiscal year. The change was a result from the increase in new bond issuances for special assessment local improvements of \$2,168,000, general obligation various purpose bonds of \$32,000,000, and debt principal payments of \$32,265,791.

State statutes and City Charter limit the amount of general obligation debt a governmental entity may issue to 20 percent of its total assessed valuation. The current debt limitation for the City is \$4,944,270,000, which is significantly in excess of the City's outstanding general obligation debt.

The City maintains an AA rating from Fitch, an AA rating from Standard and Poors (S&P) Corporation, and an Aa3 rating from Moody's Investors Service. These ratings apply to all of the City's bond issues except for the Redevelopment Agency whose S&P rating is BBB+.

Additional information on the City's long-term debt can be found in Note 12 on pages 68-74 of this report.

Economic Factors

For fiscal year 2008 the assessed valuation of the City is \$24,649,348,111 with a combined tax rate of \$0.7715 apportioned to the City per \$100 of assessed value.

Requests for Information

The financial report is designed to provide a general overview of the City of Las Vegas 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 financial information should be addressed to the Director of Finance and Business Services Department, 400 Stewart Avenue, Las Vegas, Nevada, 89101.

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Basic Financial Statement





CITY OF LAS VEGAS
STATEMENT OF NET ASSETS
JUNE 30, 2007

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
ASSETS				
Cash and cash equivalents	\$ 387,169,064	\$ 148,612,819	\$ 535,781,883	\$ 2,841,897
Investments	87,709,214		87,709,214	
Receivables net of allowance:				
Property taxes	3,666,997		3,666,997	
Consolidated taxes	45,837,827		45,837,827	
Gaming tax	17,725		17,725	
Accounts	2,626,567	12,075,899	14,702,466	636
Interest	3,152,007	1,091,381	4,243,388	28,587
Loans	4,931,190	5,196,200	10,127,390	
Special assessments	8,496,913		8,496,913	
Intergovernmental	56,053,206	5,094,644	61,147,850	
Internal balances	8,198,204	(8,198,204)		
Land held for resale	7,443,494		7,443,494	
Inventories	2,993,509	2,402,320	5,395,829	
Prepaid items		209,614	209,614	2,130
Deposits		26,191	26,191	
Deferred charges	2,798,127	767,243	3,565,370	
Restricted assets:				
Permanently restricted:				
Cash and cash equivalents	150,359		150,359	
Investments	1,521,512		1,521,512	
Capital assets:				
Land and construction in progress	1,277,866,193	63,234,169	1,341,100,362	
Depreciable improvements, buildings, machinery and equipment, and infrastructure, net of depreciation	1,364,202,487	469,334,512	1,833,536,999	
TOTAL ASSETS	<u>3,264,834,595</u>	<u>699,846,788</u>	<u>3,964,681,383</u>	<u>2,873,250</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF LAS VEGAS
STATEMENT OF NET ASSETS
JUNE 30, 2007

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
LIABILITIES				
Accounts payable	\$ 34,484,850	\$ 4,011,255	\$ 38,496,105	\$ 616,355
Deposits payable	1,571,228	318,226	1,889,454	
Benefits payable	6,210,618		6,210,618	
Interest payable	1,852,488	1,128,177	2,980,665	
Contracts payable	5,089,571	849,556	5,939,127	
Connection fees payable		116,400	116,400	
Intergovernmental payable	968,637	1,011,297	1,979,934	9,640
Claims and judgments payable	2,827,994		2,827,994	
Unearned revenue	416,441	2,896,141	3,312,582	
Noncurrent liabilities:				
Current portion due or payable within one year:				
Bonds payable	23,308,435	13,277,546	36,585,981	
Compensated absences payable	30,721,537		30,721,537	
Long-term portion due or payable after one year:				
Bonds payable	223,396,333	90,579,367	313,975,700	
Compensated absences payable	19,203,722		19,203,722	
Claims and judgments payable	8,172,986		8,172,986	
Arbitrage rebate payable	965,000		965,000	
Metro police self insurance	4,440,981		4,440,981	
TOTAL LIABILITIES	<u>363,630,821</u>	<u>114,187,965</u>	<u>477,818,786</u>	<u>625,995</u>
NET ASSETS				
Invested in capital assets, net of related debt	2,475,416,487	428,711,768	2,904,128,255	
Restricted for:				
Debt service	3,550,294		3,550,294	
Capital projects	94,164,129		94,164,129	
Street maintenance	15,293,639		15,293,639	
Capital maintenance	792,564		792,564	
Cemetery perpetual care Nonexpendable	1,678,467		1,678,467	
Unrestricted	310,308,194	156,947,055	467,255,249	2,247,255
TOTAL NET ASSETS	<u>\$ 2,901,203,774</u>	<u>\$ 585,658,823</u>	<u>\$ 3,486,862,597</u>	<u>\$ 2,247,255</u>

CITY OF LAS VEGAS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

<u>FUNCTIONS/PROGRAMS</u>	<u>EXPENSES</u>	<u>CHARGES FOR SERVICES</u>	<u>PROGRAM OPERATING GRANT AND CONTRIBUTIONS</u>
Primary government:			
Governmental activities:			
General government	\$ 112,574,158	\$ 120,158,992	\$ 984,158
Judicial	25,292,275	22,657,555	144,656
Public safety	314,227,649	17,735,527	3,404,081
Public works	73,595,058	8,718,533	2,047,291
Welfare	1,103,680	55,399	194,300
Health	2,756,489	131,624	90,000
Culture and recreation	56,351,300	10,907,160	156,190
Economic development and assistance	25,917,365	1,527,533	6,801,970
Transit systems	1,218,787	348,666	
Interest on long-term debt	14,110,042		
Total governmental activities	<u>627,146,803</u>	<u>182,240,989</u>	<u>13,822,646</u>
Business-type activities:			
Sanitation	83,273,485	83,047,839	615,336
Development services	16,966,217	15,645,993	
Parking	3,836,241	6,146,580	
Golf course	3,039,389	1,431,307	
Video production	1,771,862	2,147,971	
Land development	1,680,294	131,835	
Total business-type activities	<u>110,567,488</u>	<u>108,551,525</u>	<u>615,336</u>
Total primary government	<u>\$ 737,714,291</u>	<u>\$ 290,792,514</u>	<u>\$ 14,437,982</u>
Component unit:			
Commission for the Las Vegas Centennial	\$ 1,158,483	\$ 4,141	\$ 1,576,601
Total component unit	<u>\$ 1,158,483</u>	<u>\$ 4,141</u>	<u>\$ 1,576,601</u>

The notes to the basic financial statements are an integral part of this statement.

REVENUES	NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS				
	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT		COMPONENT UNIT COMMISSION FOR THE LAS VEGAS CENTENNIAL	
		GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES		TOTAL
\$	\$	8,568,992	\$	\$ 8,568,992	\$
		(2,490,064)		(2,490,064)	
	6,484,441	(286,603,600)		(286,603,600)	
	71,877,719	9,048,485		9,048,485	
		(853,981)		(853,981)	
		(2,534,865)		(2,534,865)	
	25,669,001	(19,618,949)		(19,618,949)	
	7,053,434	(10,534,428)		(10,534,428)	
		(870,121)		(870,121)	
		(14,110,042)		(14,110,042)	
	111,084,595	(319,998,573)		(319,998,573)	
	32,544,286		32,933,976	32,933,976	
			(1,320,224)	(1,320,224)	
			2,310,339	2,310,339	
			(1,608,082)	(1,608,082)	
			376,109	376,109	
	80,074		(1,468,385)	(1,468,385)	
	32,624,360		31,223,733	31,223,733	
\$	143,708,955	(319,998,573)	31,223,733	(288,774,840)	
\$					422,260
\$					422,260
General revenues:					
		263,249,775		263,249,775	
		138,427,928		138,427,928	
		4,186,951		4,186,951	
		2,041,051		2,041,051	
		8,807,699		8,807,699	
		27,378,276	7,391,716	34,769,992	80,784
		107,428,606		107,428,606	
		775,370		775,370	
		(5,763,939)	5,763,939		
	Total general revenues and transfers	546,531,717	13,155,655	559,687,372	80,784
	Change in net assets	226,533,144	44,379,388	270,912,532	503,044
	Net assets - July 1,	2,674,670,630	541,279,435	3,215,950,065	1,744,211
	Net assets - June 30,	\$ 2,901,203,774	\$ 585,658,823	\$ 3,486,862,597	\$ 2,247,255

CITY OF LAS VEGAS, NEVADA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2007

	General	Parks and Leisure Activities	Road and Flood
ASSETS			
Cash and cash equivalents	\$ 43,369,219	\$ 42,492,130	
Investments		30,168,148	
Receivables (net of allowances for uncollectibles)			
Property tax	2,491,345		
Consolidated tax	45,837,827		
Gaming tax	17,725		
Accounts	1,194,972		10,563
Interest	628,495	334,698	
Loans			
Special Assessments			
Intergovernmental	1,236,989	19,104,421	21,237,693
Due from other funds	1,943,955		
Land held for resale			
Permanently restricted:			
Cash and cash equivalents			
Investments			
Total assets	\$ 96,720,527	\$ 92,099,397	\$ 21,248,256
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 4,309,523	\$ 6,954,904	\$ 14,423,209
Due to other funds	68,676		
Deposits payable	234,763		
Contracts payable		3,623,457	399,818
Loans payable			
Intergovernmental payable	882,526		
Deferred revenue	1,833,002		
Total liabilities	7,328,490	10,578,361	14,823,027
Fund balances:			
Reserved for:			
Debt service			
Imprest funds	23,500		
Noncurrent loans receivable			
Land held for resale			
Cemetery perpetual care			
Unfunded Metro Police self insurance liability	4,440,981		
Unreserved:			
Designated for construction projects			
Special revenue funds			
Capital project funds		81,521,036	6,425,229
Designated for redevelopment projects			
Special revenue funds			
Undesignated			
General fund	84,927,556		
Special revenue funds			
Debt service funds			
Total fund balances	89,392,037	81,521,036	6,425,229
Total liabilities and fund balances	\$ 96,720,527	\$ 92,099,397	\$ 21,248,256

The notes to the basic financial statements are an integral part of this statement.

Special Assessments	Other Non-Major Governmental Funds	Total Governmental Funds
\$ 5,248,623	\$ 211,820,815	\$ 302,930,787
14,663,328	34,520,484	79,351,960
	1,175,652	3,666,997
		45,837,827
		17,725
	704,822	1,910,357
32,087	1,472,459	2,467,739
	18,465,133	18,465,133
8,487,969	8,944	8,496,913
	11,917,036	53,496,139
	343,091	2,287,046
	7,443,494	7,443,494
	150,359	150,359
	1,521,512	1,521,512
<u>\$ 28,432,007</u>	<u>\$ 289,543,801</u>	<u>\$ 528,043,988</u>
\$ 658,663	\$ 6,357,325	\$ 32,703,624
	2,776,052	2,844,728
32,450	1,014,735	1,281,948
92,500	973,796	5,089,571
65,827	811,534	877,361
	86,111	968,637
8,419,867	805,551	11,058,420
<u>9,269,307</u>	<u>12,825,104</u>	<u>54,824,289</u>
	9,812,175	9,812,175
		23,500
	384,480	384,480
	7,443,494	7,443,494
	1,678,467	1,678,467
		4,440,981
	48,101,008	48,101,008
19,162,700	138,013,563	245,122,528
	13,627,881	13,627,881
		84,927,556
	54,592,993	54,592,993
	3,064,636	3,064,636
<u>19,162,700</u>	<u>276,718,697</u>	<u>473,219,699</u>
<u>\$ 28,432,007</u>	<u>\$ 289,543,801</u>	<u>\$ 528,043,988</u>

CITY OF LAS VEGAS, NEVADA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2007

Amounts reported for governmental activities in the statement of net assets are different because:

Total fund balances - total governmental funds (page 33)	\$ 473,219,699
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Capital assets consist of governmental assets of \$2,616,850,318 and internal service fund assets of \$25,218,362.	2,642,068,680
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(251,165,110)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	10,641,979
Internal service funds are used by management to charge the costs of various services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Total net assets in the internal service funds are \$56,100,936, less \$4,444,048 to reflect consolidation of internal service fund activities to related enterprise funds; and less \$25,218,362 of internal service fund net capital assets reflected in governmental activities.	<u>26,438,526</u>
Net assets of governmental activities (page 29)	<u><u>\$ 2,901,203,774</u></u>

The notes to the basic financial statements are an integral part of this statement.

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CITY OF LAS VEGAS, NEVADA
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>General</u>	<u>Parks and Leisure Activities</u>	<u>Road and Flood</u>
Revenues:			
Taxes	\$ 107,158,919	\$	\$
Licenses and permits	83,429,429		
Intergovernmental	268,074,349	18,890,559	37,854,375
Charges for services	26,389,278		2,906
Special assessments			
Fines and forfeits	16,406,342		
Interest	3,316,456	4,748,786	
Miscellaneous	3,354,725	9,433	8,236
Total revenues	<u>508,129,498</u>	<u>23,648,778</u>	<u>37,865,517</u>
Expenditures:			
Current:			
General government	88,637,954		
Judicial	25,109,315		
Public safety	298,455,882		
Public works	19,079,359		1,791,173
Welfare			
Health	2,589,911		
Culture and recreation	42,875,359		
Economic development and assistance	7,383,601		
Transit systems	1,270,899		
Debt service:			
Principal retirement			
Interest and fiscal charges			
Capital outlay:			
General government	38,990		
Public safety	452,916		
Public works			37,839,766
Culture and recreation	99,454	76,788,573	
Economic development and assistance			
Total expenditures	<u>485,993,640</u>	<u>76,788,573</u>	<u>39,630,939</u>
Excess (deficiency) of revenues over (under) expenditures	<u>22,135,858</u>	<u>(53,139,795)</u>	<u>(1,765,422)</u>
Other financing sources (uses):			
Transfers in	12,460,609	22,034,352	37,409
Transfers out	(42,904,257)		
Sale of capital assets			
General obligation bonds issued			
Total other financing sources (uses)	<u>(30,443,648)</u>	<u>22,034,352</u>	<u>37,409</u>
Net changes in fund balances	(8,307,790)	(31,105,443)	(1,728,013)
Fund balances, July 1	97,699,827	112,626,479	8,153,242
Fund balances, June 30	<u>\$ 89,392,037</u>	<u>\$ 81,521,036</u>	<u>\$ 6,425,229</u>

The notes to the basic financial statements are an integral part of this statement.

<u>Special Assessments</u>	<u>Other Non-Major Governmental Funds</u>	<u>Total Governmental Funds</u>
\$	\$ 36,429,929	\$ 143,588,848
	1,437,061	84,866,490
	61,656,479	386,475,762
	9,685,195	36,077,379
4,026,558	2,316,225	6,342,783
	276,899	16,683,241
1,555,786	12,688,009	22,309,037
188,733	3,385,597	6,946,724
<u>5,771,077</u>	<u>127,875,394</u>	<u>703,290,264</u>
	13,200,928	101,838,882
	431,585	25,540,900
	2,943,286	301,399,168
7,181,913	5,386,934	33,439,379
	1,114,995	1,114,995
	168,804	2,758,715
	5,814,706	48,690,065
	17,410,547	24,794,148
		1,270,899
	22,874,585	22,874,585
	12,619,669	12,619,669
	11,684,964	11,723,954
	6,941,211	7,394,127
22,362,381	8,240,117	68,442,264
		76,888,027
	<u>6,392,078</u>	<u>6,392,078</u>
<u>29,544,294</u>	<u>115,224,409</u>	<u>747,181,855</u>
<u>(23,773,217)</u>	<u>12,650,985</u>	<u>(43,891,591)</u>
	67,680,906	102,213,276
(943,373)	(58,671,694)	(102,519,324)
	33,036	33,036
	<u>32,000,000</u>	<u>32,000,000</u>
<u>(943,373)</u>	<u>41,042,248</u>	<u>31,726,988</u>
(24,716,590)	53,693,233	(12,164,603)
43,879,290	223,025,464	485,384,302
\$ <u>19,162,700</u>	\$ <u>276,718,697</u>	\$ <u>473,219,699</u>

CITY OF LAS VEGAS, NEVADA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Amounts reported for governmental activities in the statement of activities (page 30 - 31) are different because:

Net changes in fund balances - total governmental funds (page 37)	\$ (12,164,603)
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	105,581,364
The net effect of various transactions involving capital assets (i.e., sales, trade-ins, transfers, and donations) is to increase net assets.	136,340,879
Property tax revenue and special assessments revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	2,341,550
The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(10,988,512)
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.	(6,821,868)
Internal service funds are used by management to charge the costs of a variety of services (i.e. fleet, graphic reproduction, purchase and maintenance of computers, maintenance of radios, pagers, cellular, and telephones, etc.) to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	12,244,334
	12,244,334
Change in net assets of governmental activities (page 31)	\$ <u><u>226,533,144</u></u>

The notes to the basic financial statements are an integral part of this statement.

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CITY OF LAS VEGAS, NEVADA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 106,709,800	\$ 106,709,800	\$ 107,158,919	\$ 449,119
Licenses and permits	81,852,200	81,852,200	83,429,429	1,577,229
Intergovernmental	292,161,800	292,161,800	268,074,349	(24,087,451)
Charges for services	28,134,796	28,134,796	26,389,278	(1,745,518)
Fines and forfeits	15,556,250	15,556,250	16,406,342	850,092
Interest	1,365,000	1,365,000	3,316,456	1,951,456
Miscellaneous	1,766,000	1,766,000	3,354,725	1,588,725
Total revenues	<u>527,545,846</u>	<u>527,545,846</u>	<u>508,129,498</u>	<u>(19,416,348)</u>
Expenditures:				
General government:				
Legislative	3,741,613	3,741,613	2,663,189	1,078,424
Elections	809,449	809,449	820,073	(10,624)
Executive	5,439,965	5,889,965	7,423,567	(1,533,602)
Financial administration	24,049,568	25,449,568	23,909,217	1,540,351
Other	65,575,965	63,325,965	53,860,898	9,465,067
Total general government	<u>99,616,560</u>	<u>99,216,560</u>	<u>88,676,944</u>	<u>10,539,616</u>
Judicial:				
Municipal courts	19,051,372	19,051,372	16,951,820	2,099,552
City attorney-criminal division	4,756,901	4,756,901	4,099,345	657,556
Public defender	485,296	485,296	488,271	(2,975)
Alternative sentencing & education	4,217,287	4,217,287	3,569,879	647,408
Total judicial	<u>28,510,856</u>	<u>28,510,856</u>	<u>25,109,315</u>	<u>3,401,541</u>
Public safety:				
Police	140,199,668	141,099,668	134,013,619	7,086,049
Fire	102,858,610	107,358,610	104,338,733	3,019,877
Corrections	49,348,084	49,348,084	44,655,605	4,692,479
Other protection	18,452,708	18,452,708	15,900,841	2,551,867
Total public safety	<u>310,859,070</u>	<u>316,259,070</u>	<u>298,908,798</u>	<u>17,350,272</u>
Public works:				
Administration	1,150,759	1,150,759	1,057,327	93,432
Engineering	18,724,938	18,724,938	16,194,945	2,529,993
Paved streets	2,176,183	2,176,183	1,827,087	349,096
Total public works	<u>22,051,880</u>	<u>22,051,880</u>	<u>19,079,359</u>	<u>2,972,521</u>
Health:				
Animal control	2,756,952	2,756,952	2,506,291	250,661
Cemetery operation	70,000	70,000	83,620	(13,620)
Communicable disease control	50,000	50,000		50,000
Total health	<u>2,876,952</u>	<u>2,876,952</u>	<u>2,589,911</u>	<u>287,041</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>(Negative)</u>
Culture and recreation:				
Culture & recreation administration	\$ 2,802,095	\$ 4,602,095	\$ 2,571,091	\$ 2,031,004
Participant recreation	16,898,569	16,398,569	15,843,561	555,008
Spectator recreation	6,588,862	6,038,862	4,781,850	1,257,012
Parks	18,156,781	17,406,781	16,716,818	689,963
Senior citizens	3,178,352	3,178,352	3,061,493	116,859
Total culture and recreation	<u>47,624,659</u>	<u>47,624,659</u>	<u>42,974,813</u>	<u>4,649,846</u>
Economic development and assistance:				
Economic development and assistance	717,779	912,779	620,893	291,886
Neighborhood services	7,788,270	7,593,270	6,762,708	830,562
Total economic development and assistance	<u>8,506,049</u>	<u>8,506,049</u>	<u>7,383,601</u>	<u>1,122,448</u>
Transit systems:				
Transportation services	1,495,630	1,495,630	1,270,899	224,731
Total transit systems	<u>1,495,630</u>	<u>1,495,630</u>	<u>1,270,899</u>	<u>224,731</u>
Total expenditures	<u>521,541,656</u>	<u>526,541,656</u>	<u>485,993,640</u>	<u>40,548,016</u>
Excess of revenues over expenditures	<u>6,004,190</u>	<u>1,004,190</u>	<u>22,135,858</u>	<u>21,131,668</u>
Other financing sources (uses):				
Transfers in	12,877,666	12,877,666	12,460,609	(417,057)
Transfers out	(31,868,048)	(43,868,048)	(42,904,257)	963,791
Total other financing sources (uses)	<u>(18,990,382)</u>	<u>(30,990,382)</u>	<u>(30,443,648)</u>	<u>546,734</u>
Net changes in fund balances	(12,986,192)	(29,986,192)	(8,307,790)	21,678,402
Fund balances, July 1	80,229,064	97,229,064	97,699,827	470,763
Fund balances, June 30	<u>\$ 67,242,872</u>	<u>\$ 67,242,872</u>	<u>\$ 89,392,037</u>	<u>\$ 22,149,165</u>

The notes to the basic financial statements are an integral part of this statement.

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2007

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 125,448,662	\$ 2,514,992	\$ 20,649,165	\$ 148,612,819	\$ 84,238,277
Investments					8,357,254
Receivables (net of allowances for uncollectibles):					
Accounts	12,019,143	2,185	54,571	12,075,899	716,210
Interest	913,522	27,022	150,837	1,091,381	684,268
Loans		5,196,200	2,781,449	7,977,649	65,826
Intergovernmental	5,092,980		1,664	5,094,644	2,557,067
Due from other funds		65,274	19,118	84,392	1,285,035
Inventories	2,378,325		23,995	2,402,320	2,993,509
Prepaid items	34,728	55,675	119,211	209,614	
Deposits			26,191	26,191	
Total current assets	<u>145,887,360</u>	<u>7,861,348</u>	<u>23,826,201</u>	<u>177,574,909</u>	<u>100,897,446</u>
Noncurrent assets:					
Deferred charges-bond issuance costs	<u>707,590</u>		<u>59,653</u>	<u>767,243</u>	
Capital assets:					
Land	2,205,152	36,279,281	3,326,130	41,810,563	
Land improvements	4,340,422		13,063,433	17,403,855	257,077
Sewer plant improvements	340,719,007			340,719,007	
Buildings	15,309,594		6,530,956	21,840,550	3,986,315
Building improvements	1,783,324		845,284	2,628,608	4,482,527
Sewer lines	296,331,986			296,331,986	
Machinery and equipment	1,514,444		2,175,560	3,690,004	6,000,641
Vehicles					44,107,650
Construction in progress	21,423,606			21,423,606	
Less accumulated depreciation	(203,983,528)		(9,295,970)	(213,279,498)	(33,615,848)
Total capital assets (net of accumulated depreciation)	<u>479,644,007</u>	<u>36,279,281</u>	<u>16,645,393</u>	<u>532,568,681</u>	<u>25,218,362</u>
Total noncurrent assets	<u>480,351,597</u>	<u>36,279,281</u>	<u>16,705,046</u>	<u>533,335,924</u>	<u>25,218,362</u>
Total assets	<u>626,238,957</u>	<u>44,140,629</u>	<u>40,531,247</u>	<u>710,910,833</u>	<u>126,115,808</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS (continued)
JUNE 30, 2007

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 2,927,417	\$ 1,017,879	\$ 65,959	\$ 4,011,255	\$ 1,781,226
Compensated absences payable					30,721,537
Deposits		300,767	17,459	318,226	289,280
Due to other funds		4,236		4,236	807,509
Benefits payable					6,210,618
Claims and judgments payable					2,827,994
General obligation revenue bonds payable	11,682,836		455,937	12,138,773	
Interest payable	1,077,826		50,351	1,128,177	
Contracts payable	849,556			849,556	
Connection fees payable	116,400			116,400	
Intergovernmental payable	1,009,814		1,483	1,011,297	
Total current liabilities	<u>17,663,849</u>	<u>1,322,882</u>	<u>591,189</u>	<u>19,577,920</u>	<u>42,638,164</u>
Noncurrent liabilities:					
Compensated absences payable					19,203,722
General obligation revenue bonds payable	81,630,838		10,087,302	91,718,140	
Loans payable		15,503,857		15,503,857	
Unearned revenue		2,000,000	896,141	2,896,141	
Claims and judgments payable					8,172,986
Total noncurrent liabilities	<u>81,630,838</u>	<u>17,503,857</u>	<u>10,983,443</u>	<u>110,118,138</u>	<u>27,376,708</u>
Total liabilities	<u>99,294,687</u>	<u>18,826,739</u>	<u>11,574,632</u>	<u>129,696,058</u>	<u>70,014,872</u>
NET ASSETS					
Investment in capital assets, net of related debt	386,330,333	36,279,281	6,102,154	428,711,768	25,218,362
Unrestricted	<u>140,613,937</u>	<u>(10,965,391)</u>	<u>22,854,461</u>	<u>152,503,007</u>	<u>30,882,574</u>
Total net assets	<u>\$ 526,944,270</u>	<u>\$ 25,313,890</u>	<u>\$ 28,956,615</u>	<u>581,214,775</u>	<u>\$ 56,100,936</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>4,444,048</u>	
Net assets of business-type activities (page 29)				<u>\$ 585,658,823</u>	

The notes to the basic financial statements are an integral part of this statement.

CITY OF LAS VEGAS, NEVADA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
Operating revenues:					
Licenses and permits	\$	\$	\$ 16,719,267	\$ 16,719,267	\$
Charges for services	82,977,325		4,412,626	87,389,951	181,359,375
Fines and forfeits			2,844,753	2,844,753	
Miscellaneous	70,514	131,835	1,395,205	1,597,554	143,455
Total operating revenues	<u>83,047,839</u>	<u>131,835</u>	<u>25,371,851</u>	<u>108,551,525</u>	<u>181,502,830</u>
Operating expenses:					
Salaries and employee benefits	22,945,959		17,238,620	40,184,579	123,575,744
Services and supplies	27,100,635	1,680,294	6,916,511	35,697,440	13,014,252
Cost of stores issued			119,057	119,057	6,930,661
Insurance claims					19,853,549
Insurance premiums					4,879,049
Depreciation	19,278,302		951,662	20,229,964	5,469,110
Total operating expenses	<u>69,324,896</u>	<u>1,680,294</u>	<u>25,225,850</u>	<u>96,231,040</u>	<u>173,722,365</u>
Operating income (loss)	<u>13,722,943</u>	<u>(1,548,459)</u>	<u>146,001</u>	<u>12,320,485</u>	<u>7,780,465</u>
Nonoperating revenues (expenses):					
Interest revenue	6,239,403	104,592	1,047,721	7,391,716	4,709,282
Interest expense	(5,191,349)		(623,157)	(5,814,506)	
Sewer connection charges	16,449,072			16,449,072	
Gain on sale of capital assets					742,334
Intergovernmental revenue	11,292,050			11,292,050	984,158
Intergovernmental expense	(9,471,325)		(184,098)	(9,655,423)	(1,071,985)
Total net nonoperating revenues	<u>19,317,851</u>	<u>104,592</u>	<u>240,466</u>	<u>19,662,909</u>	<u>5,363,789</u>
Income (loss) before contributions and transfers	33,040,794	(1,443,867)	386,467	31,983,394	13,144,254
Capital contributions	5,418,500	80,074		5,498,574	
Transfers in	2,985,460		4,717,898	7,703,358	1,691,864
Transfers out			(1,939,419)	(1,939,419)	(47,188,643)
Changes in net assets	41,444,754	(1,363,793)	3,164,946	43,245,907	(32,352,525)
Total net assets, July 1	485,499,516	26,677,683	25,791,669	537,968,868	88,453,461
Net assets, June 30	<u>\$ 526,944,270</u>	<u>\$ 25,313,890</u>	<u>\$ 28,956,615</u>		<u>\$ 56,100,936</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>1,133,481</u>	
Changes in net assets of business-type activities (page 31)				<u>\$ 44,379,388</u>	

The notes to the basic financial statements are an integral part of this statement.

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
Cash flows from operating activities:					
Cash received from customers	\$ 80,454,886	\$ 79,687	\$ 25,350,578	\$ 105,885,151	\$ 178,821,302
Cash payments to suppliers for goods and services	(25,972,652)	(350,558)	(7,192,483)	(33,515,693)	(38,899,451)
Cash payments to employees for services	(22,945,959)		(17,238,620)	(40,184,579)	(124,335,048)
Net cash provided (used in) by operating activities	<u>31,536,275</u>	<u>(270,871)</u>	<u>919,475</u>	<u>32,184,879</u>	<u>15,586,803</u>
Cash flows from noncapital financing activities:					
Federal grants					446,000
Cash paid to other funds		596,692		596,692	(271,245)
Reimbursements from other governments	553,291			553,291	
Transfers in from other funds	46,556		2,400,000	2,446,556	282,560
Transfers out to other funds			(1,939,419)	(1,939,419)	(48,999)
Subsidies paid to other governments					(1,071,985)
Contributions to other governments	(10,544,363)		(184,098)	(10,728,461)	
Net cash provided by (used in) noncapital financing activities	<u>(9,944,516)</u>	<u>596,692</u>	<u>276,483</u>	<u>(9,071,341)</u>	<u>(663,669)</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(14,608,668)		(145,591)	(14,754,259)	(9,292,203)
Contributions from other governments					538,158
Sewer connection charges	16,449,072			16,449,072	
SNWA infrastructure fund	11,541,953			11,541,953	
Principal paid on bonds	(10,000,000)		(425,000)	(10,425,000)	
Interest paid	(4,819,378)		(626,219)	(5,445,597)	
Proceeds from sale of capital assets					761,971
Net cash provided by (used in) capital and related financing activities	<u>(1,437,021)</u>	<u>0</u>	<u>(1,196,810)</u>	<u>(2,633,831)</u>	<u>(7,992,074)</u>
Cash flows from investing activities:					
Interest and dividends on investments	5,833,739	87,802	991,142	6,912,683	4,255,334
Net cash provided by investing activities	<u>5,833,739</u>	<u>87,802</u>	<u>991,142</u>	<u>6,912,683</u>	<u>4,255,334</u>
Net increase in cash and cash equivalents	25,988,477	413,623	990,290	27,392,390	11,186,394
Cash and cash equivalents, July 1	<u>99,460,185</u>	<u>2,101,369</u>	<u>19,658,875</u>	<u>121,220,429</u>	<u>73,051,883</u>
Cash and cash equivalents, June 30	<u>\$ 125,448,662</u>	<u>\$ 2,514,992</u>	<u>\$ 20,649,165</u>	<u>\$ 148,612,819</u>	<u>\$ 84,238,277</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS (continued)
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 13,722,943	\$ (1,548,459)	\$ 146,001	\$ 12,320,485	\$ 7,780,465
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	19,278,302		951,662	20,229,964	5,469,110
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	(1,594,271)	6,117	11,852	(1,576,302)	(75,552)
Decrease in loans receivable					6,300
(Increase) in intergovernmental receivable	(998,682)			(998,682)	(1,434,884)
Decrease in due from other funds		(58,265)	(19,118)	(77,383)	(1,223,876)
(Increase) decrease in inventories	(125,278)		(6,532)	(131,810)	239,141
(Increase) decrease in prepaid items	61,335	14,595	(11,692)	64,238	
Increase (decrease) in accounts payable	1,206,926	1,015,140	(138,672)	2,083,394	(122,637)
(Decrease) in intergovernmental payable			(19)	(19)	
Increase in compensated absences payable					2,751,645
Increase (decrease) in deposits	(15,000)	300,001	8,169	293,170	52,784
(Decrease) in deferred revenue			(22,176)	(22,176)	
Increase in benefits payable					2,367,325
(Decrease) in claims and judgments payable					(223,018)
Net cash provided by (used in) operating activities	\$ 31,536,275	\$ (270,871)	\$ 919,475	\$ 32,184,879	\$ 15,586,803
Noncash investing, capital, and financing activities:					
Contributions of capital assets from developers	\$ 5,418,500	\$ 80,074			
Transfer compensated absences liability	2,938,904		2,317,898		
Increase in fair value of investments					164,476

The notes to the basic financial statements are an integral part of this statement.

CITY OF LAS VEGAS, NEVADA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2007

	Total Fiduciary Funds
ASSETS	
Cash and cash equivalents	\$ 41,983,009
Receivables (net of allowances for uncollectibles):	
Interest	57,805
Total assets	\$ 42,040,814
 LIABILITIES	
Accounts payable	\$ 27,528
Salaries payable	6,896,679
Deposits payable	25,680,997
Intergovernmental payable	2,730,200
Payroll liabilities payable	2,135,533
Outstanding bail payable	3,701,781
Unclaimed monies payable	532,232
Arbitrage rebate payable	335,864
Total liabilities	\$ 42,040,814

The notes to the basic financial statements are an integral part of this statement.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

1. Summary of significant accounting policies

The basic financial statements of the City of Las Vegas (City) have been prepared in conformity with U.S. generally accepted accounting principles (GAAP) for governmental units as prescribed by the Governmental Accounting Standards Board (GASB). The more significant of the City's accounting policies are described below.

A. Reporting entity

The City of Las Vegas, Nevada, was incorporated in 1911. The City provides a full range of municipal services as directed by statute. Services provided include public safety (police and fire), street construction and maintenance, sanitation, culture-recreation, public improvements, planning and zoning, and general administration and services. The City has a Council-Manager form of government. The Mayor is elected by the voters of the City at large for a four-year term. The City is divided into six wards. Voters of each ward elect a member of the Council for a four-year term. The Mayor and City Council are limited to three four-year terms, or a total of twelve years. Policymaking and legislative authority are vested in the Council. The City's officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. City officials appoint board members to the Clark County Board of Health, Clark County Economic Opportunity Board, Las Vegas Convention and Visitors Authority, Las Vegas Housing Authority, Regional Flood Control District, Regional Transportation Commission, Clean Water Coalition, Southern Nevada Regional Planning Coalition, and the Southern Nevada Water Authority.

The accompanying basic financial statements present the financial position of the City of Las Vegas (primary government) and its blended component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are in substance, part of the City's operations. The blended component units discussed below are included in the City's reporting entity because of the significance of their operation or financial relationship with the City. The financial statements of component units have been included in the City's reporting entity as blended component units. The City's discretely presented component unit is reported in a separate column in the government-wide financial statement (see note below for description) to emphasize that it is operationally separate from the City.

Blended component units

On March 5, 1986, the Official Redevelopment Plan was adopted to facilitate urban redevelopment efforts for the downtown area. The City of Las Vegas Redevelopment Agency (Agency) is governed by a seven-member board comprised of the seven City councilpersons. For financial reporting purposes, the Agency is reported as if it were part of the City's operations because the governing body is one and the same, and the Agency's activities are so closely aligned with the City's.

The Nonprofit Corporations exclusively promote the health and welfare of the City of Las Vegas, and therefore, are reported as blended component units. Their services include the acquisition and disposition of property located therein for public purposes, or the distribution of the proceeds thereof, to the City of Las Vegas. The City of Las Vegas is financially accountable as follows: the corporations are governed by a two-member board of directors appointed by the Mayor and ratified by the Las Vegas City Council, and the corporations are also fully dependent on the City of Las Vegas for fiscal and operational support.

Discretely presented component unit

The Commission for the Las Vegas Centennial is a nonprofit corporation formed on May 20, 2004, to advance, support and promote the health and social welfare of the City of Las Vegas and its citizens for the City's 100 year birthday celebration (centennial). The Commission is governed by a fifteen member Board of Directors (Board) which provides management for the business and affairs of the corporation. The Board appoints a thirty-three member Executive Committee. Board members may also be Executive Committee members. All members of the Board are appointed by the Mayor of the City of Las Vegas and ratified by the Las Vegas City Council. The financial operations of the commission are reported as a separate column in the basic financial statements to emphasize that it is legally and operationally separate from the City.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

1. Summary of significant accounting policies (continued)

A. Reporting entity (continued)

Complete financial statements of the Agency, the Nonprofit Corporations and the Commission can be obtained from the City of Las Vegas Department of Finance and Business Services, 6th Floor, 400 Stewart Avenue, Las Vegas, Nevada 89101.

B. Government-wide and fund financial statements

The government-wide financial statements (i.e., the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. The effect of material inter-fund 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.

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*.

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, except agency funds that have no measurement focus. 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 have been met.

Government fund financial statements are reported using the *current financial measurement focus* and *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Grant revenues are recognized when earned and billable to the grant-awarding agency. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

Property taxes, and other taxpayer-assessed tax revenues (franchise fees, consolidated tax, room tax, residential construction tax, motor vehicle fuel tax), licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major government funds:

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

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

1. Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

The *parcs and leisure activities capital projects fund* accounts for the costs of constructing new or improving existing parks, recreation centers and senior citizen facilities.

The *road and flood capital projects fund* accounts for major infrastructure improvements to the City's arterial street system and floodwater conveyance systems.

The *special assessments capital projects fund* accounts for major infrastructure improvements which benefit particular taxpayers in a special improvement district.

The government reports the following major proprietary funds:

The *sanitation enterprise fund* accounts for the City's sewage treatment plant, sewage pumping stations and collection systems and the wastewater distribution system.

The *nonprofit corporations fund* is to promote the health and welfare of the City of Las Vegas and its citizens through the acquisition and disposition of property located therein, exclusively for public purposes.

Additionally, the government reports the following fund types:

Internal service funds account for a variety of services provided to other departments or agencies of the City on a cost reimbursement basis. These services include graphic reproduction, purchase and maintenance of personal computers, emergency dispatch services, purchase and maintenance of radios, pagers, cellular and telephone equipment, automotive operations, liability insurance, workers compensation insurance, group and property damage insurance, fire equipment acquisition and miscellaneous stores.

Agency funds are used to account for assets held by the City as an agent for individuals, private organizations, and other governments. These funds are custodial in nature and do not involve measurement of operations. The agency funds are merely clearing accounts and have no fund equity. The agency funds consists of a deposits fund, municipal court bail fund and developer special assessment fund.

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

As a general rule, the effect of interfund activity has been eliminated from government-wide financial statements. Exceptions to this general rule are internal service fund charges to business-type activities and other charges to 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.

Amounts reported as program revenues include: 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

1. Summary of significant accounting policies (continued)

C. Measurement focus, basis of accounting, and financial statement presentation (continued)

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 City's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation of capital assets. All revenue and expenses not meeting this definition are reported as nonoperating revenue and expenses.

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

D. Assets, liabilities and net assets or equity

1. Cash, cash equivalents and investments

The City maintains a cash, cash equivalents and investment pool that is available for use by all funds. Monies that are not required for immediate obligations are invested. Cash and cash equivalents include currency on hand, demand deposits with banks or other financial institutions, and highly liquid short-term investments with original maturities of three months or less from date of acquisition.

The City's investment policies are governed by state statutes and its own written policies. Permissible investments include obligations of the U.S. Treasury and U.S. agencies, bankers acceptances, corporate, state, and local government bonds, repurchase agreements, commercial paper and money market mutual funds.

Investments include short-term investments that are not easily converted to cash and long-term investments with maturity dates ranging from six months to five years. Investments are stated at fair value, determined by using quoted market prices provided by a nationally recognized independent bank or amortized cost for investments that have a remaining maturity at time of purchase of one year or less.

2. 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., current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Receivables are reported at their gross value and, where appropriate, are shown net of an allowance for uncollectible accounts.

By December 31 of each year, all property in Clark County is assessed by parcel for property tax purposes by the Clark County Assessor. The assessment valuation roll is published in a local newspaper for the information of all taxpayers. If desired, property owners have until January 15 to appeal the valuation to the Clark County Board of Equalization. Any taxpayer not agreeing with the decision of the County Board of Equalization may file an appeal with the State Board of Equalization no later than the first Monday of March.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

1. Summary of significant accounting policies (continued)

D. Assets, liabilities and net assets or equity (continued)

2. *Receivables and payables (continued)*

The Nevada Department of Taxation provides the maximum allowable tax rates for operating purposes to local governments for inclusion in their budgets. Each local government that receives property taxes must file a budget on or before June 1, which provides for the allowed tax rate for the next fiscal year. The Nevada Tax Commission must certify all tax rates on June 25, the levy date, and property is liened on July 1. Property taxes are then payable to the County Treasurer in four equal installments, the first Monday of August, October, January and March. Apportionment of taxes by Clark County to the City of Las Vegas is made in the calendar quarters of September, December, March and June. The actual rates, which were levied for 2007, were General Fund 0.6765, Debt Service 0.0062, and Special Revenue 0.0950, for a total tax rate of 0.7777 (amount per \$100 of assessed value).

3. *Inventories and prepaid items*

Inventories in the internal service and enterprise funds consist of expendable supplies held for consumption and are stated at cost, which approximates market, using the first-in, first-out method. The balances are determined by physical count. Inventories in governmental funds are recorded as expenditures when consumed rather than when purchased.

Payments made to vendors for services that will benefit periods beyond June 30, 2007, are recorded as prepaid items, in both government-wide and fund financial statements. In fund financial statements, a portion of fund balance equal to total prepaid items is reserved to indicate that it is not available for appropriation.

4. *Restricted assets*

Cemetery Operations Permanent Fund - Restricted assets in this fund are derived from the endowment care portion of the fee charged for a cemetery lot. The monies are invested and the interest income is used for the perpetual care and maintenance of the cemetery in accordance with the cemetery system's lease agreement (Note 11c). An independent trustee manages the fund. At June 30, 2007, the restricted assets consisted of cash and cash equivalents of \$150,359, investments of \$1,521,512 and interest receivable of \$6,596 for a total of \$1,678,467.

5. *Capital assets*

Capital assets, which include property, plant, equipment, 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. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are reported 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. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Property and equipment acquired by proprietary funds are reported in those funds at cost or estimated fair market value at the time of donation. In enterprise funds, interest expense on bonds issued for construction of capital assets is netted against interest revenue earned on the investment of bond proceeds, as provided for in the Statement of Financial Accounting Standards (SFAS) No. 62, and if determined to be immaterial will not be capitalized.

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

1. Summary of significant accounting policies (continued)

D. Assets, liabilities and net assets or equity (continued)

5. Capital assets (continued)

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Storm drains	50 years	Building improvements	10-20 years
Roadways	30 years	Vehicles	3-10 years
Buildings	20-40 years	Traffic signage	10 years
Land & sewer plant improvements	20-24 years	Machinery and equipment	7-10 years
Traffic signals and lighting	20 years	Traffic pavement markers	4 years

6. Compensated absences

It is the City's policy to permit employees to accumulate earned, but unused vacation and sick pay benefits. The estimated liability of vested or accumulated vacation and sick leave is accounted for in the government-wide financial statements. Vested or accumulated vacation and sick leave is recorded as an expense and liability in the Employee Benefit Internal Service Fund as the benefits accrue to employees.

7. Long-term obligations

In the government-wide financial statements, and in proprietary fund types financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the period issued. 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 issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Arbitrage rebate payable is recorded as a liability to account for arbitrage amounts to be rebated to the federal government that result from interest earned in excess of the interest costs on the monies invested from the proceeds of bond issues.

The City of Las Vegas and Clark County both provide financing for the Las Vegas Metro Police Self Insurance internal service fund. At June 30, 2007, the Las Vegas Metro Police Self Insurance fund had a deficit balance. In the government-wide financial statements, the City's portion of the deficit is reported as a liability in the applicable governmental activities. In the fund financial statements, the General Fund recognizes the deficit as a reserve of fund balance.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

1. Summary of significant accounting policies (continued)

D. Assets, liabilities and net assets or equity (continued)

8. *Net assets and fund equity*

In the government-wide financial statements and proprietary fund financial statements, net assets are reported in three categories: net assets invested in capital assets, net of related debt; restricted net assets and unrestricted net assets. Restricted net assets represent net assets restricted by parties outside of the City (such as creditors, grantors, contributors, laws and regulations of other governments) and include unspent proceeds of bonds issued to acquire or construct capital assets. The cemetery portion of the permanent fund is reported as permanently restricted. The City's other restricted net assets are temporarily restricted (ultimately expendable assets). All other net assets are considered unrestricted.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

9. *Estimates*

The preparation of basic financial statements in conformance with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

10. *Grant portion of intergovernmental revenues*

Grant revenues and expenditures are generally recorded in special revenue funds. If an expenditure of monies by a grantee is the prime factor for determining the release of grant funds, revenue is recognized at the time of the expenditure. If release of grant funds is not contingent upon expenditure of monies, revenue is recorded when received or when the grant becomes an obligation of the grantor.

11. *Interfund transactions*

During the course of normal operations, the City has numerous transactions between funds, which include transfer of resources from one fund to another. The fund financial statements reflect such transactions as transfers. Certain receivable/payable balances between the primary government and blended component units are eliminated for financial statement presentation. Internal service funds record charges for services to all City departments and funds as operating revenue. All City funds record these payments to the internal service funds as operating expenditures/expenses.

2. Reconciliation of government-wide and fund financial statements

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains, “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of the \$251,165,110 difference are as follows:

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

2. Reconciliation of government-wide and fund financial statements (continued)

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets (continued)

Bonds Payable	\$	245,961,767
Less: Original issue discount (to be amortized over the life of the bond as interest expense and fiscal charges)		(147,794)
Add: Original issue premiums (to be amortized over the life of the bond as interest income)		3,874,645
Less: Deferred charges for issuance costs (to be amortized over the life of the bonds as interest expense and fiscal charges)		(2,798,127)
Less: Unamortized debt refunding transaction (to be amortized)		(2,983,850)
Accrued interest payable		1,852,488
Metro Police self-insurance liability		4,440,981
Arbitrage rebate payable		965,000
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	\$	251,165,110

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of the \$105,581,364 difference are as follows:

Capital outlay	\$	170,840,450
Depreciation expense (Note 9)		(65,259,086)
Net adjustments to increase <i>net changes in fund balance-total governmental funds</i> to arrive at <i>changes in net assets - governmental activities</i>	\$	105,581,364

Another element of that reconciliation states that “the net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets.” The details of the \$136,340,879 difference are as follows:

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

2. Reconciliation of government-wide and fund financial statements (continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities (continued)

Donations of capital assets increase net assets in the statement of activities, but do not appear in the governmental funds because they are not financial resources.	\$ 136,923,806
The statement of activities reports <i>losses</i> from the trade-in of existing capital assets to acquire new capital assets. Conversely, governmental funds do not report any gain or loss on a trade-in of capital assets.	<u>(582,927)</u>
Net adjustment to increase net changes <i>in fund balance - total governmental funds to arrive at changes in net assets - governmental activities</i>	<u>\$ 136,340,879</u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$10,988,512 difference are as follows:

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (32,000,000)
Issuance of special assessment bonds	(2,168,000)
Less discount	58,569
Issuance costs	280,128
Principal repayments:	
General obligation debt	22,280,391
Special assessment debt	<u>560,400</u>
Net adjustment to increase <i>net changes in fund balance-total governmental funds to arrive at changes in net assets - governmental activities</i>	<u>\$ (10,988,512)</u>

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

2. Reconciliation of government-wide and fund financial statements (continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities (continued)

Another element of the reconciliation states that “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.” The details of this \$6,821,868 difference are as follows:

Transfer of compensated absences	\$ (5,691,452)
Arbitrage rebate	(865,000)
Accrued interest	23,775
Amortization of issuance costs	(290,893)
Amortization of bond discounts	(38,103)
Amortization of bond premiums	359,957
Amortization of debt refunding	<u>(320,152)</u>
Net adjustment to decrease <i>net changes in fund balance - total</i> <i>governmental funds to arrive at changes in net assets - governmental activities</i>	<u><u>\$ (6,821,868)</u></u>

Another element of the reconciliation states that some revenue reported in the statement of activities does not provide current financial resources and therefore are not reported as revenue in governmental funds. The details of this \$2,341,550 difference are as follows:

Property tax revenue	\$ 1,067,082
Special assessments	<u>1,274,468</u>
Net adjustment to increase <i>net changes in fund balance - total</i> <i>governmental funds to arrive at changes in net assets - governmental activities</i>	<u><u>\$ 2,341,550</u></u>

Another element of the reconciliation states that Internal Service funds are used by management to charge the costs of a variety of services fleet, graphic reproduction, purchase and maintenance of computers, maintenance of radios and telephones, employee benefits and property damage and fire equipment acquisition to individual funds. The net revenue of certain activities of internal service funds is reported with government activities. The details of this \$12,244,334 differences are as follows:

Changes in net assets of the internal services funds	\$ (32,352,525)
Less: Profit from charges to business-type activities	(1,133,481)
Add: Transfers in of compensated absences	<u>45,730,340</u>
Net adjustment to increase <i>net changes in fund balance - total</i> <i>government funds to arrive at changes in net assets of - governmental activities</i>	<u><u>\$ 12,244,334</u></u>

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

2. Reconciliation of government-wide and fund financial statements (continued)

C. Explanation of certain differences between the proprietary fund statement of net assets and the government-wide statement of net assets

The proprietary fund statement of net assets includes a reconciliation between *net assets - total enterprise funds* and *net assets of business-type* activities as reported in the government-wide statement of net assets. The description of the sole element of that reconciliation is “Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.” The details of this \$4,444,048 difference are as follows:

Internal receivable representing charges in excess of cost to business-type activities - prior years	\$ 3,310,567
Internal receivable representing charges in excess of cost to business-type activities - current year	<u>1,133,481</u>
Net adjustment to increase <i>net assets - total enterprise funds</i> to arrive at <i>net assets - business-type activities</i>	<u>\$ 4,444,048</u>

3. Stewardship and legal compliance

A. Budgetary information

Budgets are adopted on a basis consistent with U.S. generally accepted accounting principles. Annual appropriated budgets are adopted for the general, special revenue, capital projects, and debt service funds. An annual budget report is filed with the Nevada Department of Taxation, a branch of the state government charged with the responsibility to oversee local government finances.

The City's budgeting process consists of a series of reviews and analyses of budget requests that are submitted by the various departments by February 1 of each year. City management and budget office staff compile and prioritize all data, with the objective of aligning budget resources with the City Council's strategic plan objectives as closely as possible. A series of public hearings are held for the City Council and the general public on budget recommendations. The final budget is approved and adopted by the Mayor and City Council and filed with the City Clerk, County Clerk and the Nevada Department of Taxation by June 1.

The annual appropriated budgets approved by the City Council are controlled at the function level, which is the legal level of budgetary control. The revenue classifications and expenditure functions shown in the basic financial statements are those prescribed by the Nevada Department of Taxation. An amended budget is one in which internal modifications are made but the total resources and expenditures remain the same as the original. Per Nevada law, the City Manager may amend the budget by transferring appropriations within any function or program or between any function or program within a fund, and may authorize the transfer of appropriations between funds at any time if the City Council is advised of the action at a Council meeting and the action is recorded in the official minutes of the meeting.

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

3. Stewardship and legal compliance (continued)

A. Budgetary information (continued)

An augmented budget is approved by the City Council and filed with the Nevada Department of Taxation when the total revenues and corresponding expenditures increase. All annual appropriations lapse at fiscal year-end.

Non-appropriated budgets are prepared for all proprietary type funds as a guide to levels of operating expenses. Budgets are not required for agency (fiduciary) type funds.

For the fiscal year ended June 30, 2007, funds were augmented and realigned between functions to provide additional expenditures for new and expanded programs. Non-appropriated budgets for proprietary type funds were augmented and filed with the Nevada Department of Taxation for informational purposes, according to Nevada law. The General Fund augmentation was funded from actual beginning fund balance in excess of the original budgeted amount to increase total appropriations (expenditures, other financing uses).

	Final Budget	Adjustment	Augmented Budget
General Fund	\$ 553,409,704	\$ 17,000,000	\$ 570,409,704

For budgetary control purposes, the City records encumbrances for purchase orders, contracts and other commitments in memorandum accounts. Since they do not constitute actual liabilities of the City in accordance with U.S. generally accepted accounting principles, encumbrances are not reported in the basic financial statements.

B. Excess of expenditures over appropriations

The City of Las Vegas Redevelopment Agency debt service fund expenditures exceeded appropriations in debt service by \$638,008 due from payments on tax increment financing notes. Nevada Revised Statute 354.626(1) provides that expenditures for debt repayments do not constitute a violation of law.

The cemetery operations permanent fund expenditures exceeded appropriations by \$804. An appropriated budget is not required for this fund according to the State of Nevada Department of Taxation.

4. Deposits and investments

As of June 30, 2007, the City had the following investments:

Type of Investments	Book Value	Fair Value	Total Value	Weighted-Average Maturity (Year)
US Treasury	\$ 21,606,292	\$ 29,621,843	\$ 51,228,135	4.893
US Agencies	29,932,853	219,477,602	249,410,455	2.149
Corporate Bonds		51,187,803	51,187,803	3.381
Commercial Paper	94,487,603		94,487,603	0.101
Money Market Funds		143,073,953	143,073,953	0.003
State Investment Pool (NVEST)		72,788,023	72,788,023	0.019
Collateralized Investment Contract		11,737,037	11,737,037	0.005
Total	\$ 146,026,748	\$ 527,886,261	\$ 673,913,009	
Portfolio weighted-average maturity				1.441

GASB Statement 31 allows the City to report short-term money market investments such as commercial paper and U.S. Treasury and agency obligations that have a remaining maturity at time of purchase of one year or less, to be reported at amortized cost (book value). All other investments are reported at their fair market value.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

4. Deposits and investments (continued)

Type of Investments	Amount	Investment Maturities			
		1 to 30 Days	31 to 60 Days	61 to 365 Days	366 Days To 5 Years
U.S. Treasury	\$ 51,228,135	\$	\$	\$ 26,571,135	\$ 24,657,000
U.S. Agencies	249,410,455	19,977,200	19,933,778	26,013,213	183,486,264
Corporate Bonds	51,187,803	1,176,456			50,011,347
Commercial Paper	94,487,603	28,973,364	34,815,690	30,698,549	
Money Market Funds	143,073,953	143,073,953			
NVEST State Pool	72,788,023	72,788,023			
Collateralized Investment					
Contract	11,737,037	11,737,037			
Total Investments	<u>\$ 673,913,009</u>	<u>\$ 277,726,033</u>	<u>\$ 54,749,468</u>	<u>\$ 83,282,897</u>	<u>\$ 258,154,611</u>

Reconciliation of cash, cash equivalents and investments to government-wide financial statements:

Total investments	\$ 673,913,009
Deficit cash balance to accounts payable from road and flood fund	<u>986,168</u>
Total cash equivalents and investments	674,899,177
Less: Deficit cash in checking account	<u>(7,753,200)</u>
	667,145,977
Less: Cash and cash equivalents in fiduciary funds	<u>(41,983,009)</u>
Cash and cash equivalents and investments-government-wide	<u>\$ 625,162,968</u>

Interest Rate Risk: In accordance with its investment policy, the City manages its exposure to declines in fair value by limiting the weighted-average maturity of its investment portfolio to less than thirty months.

Credit Risk: Statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies (i.e., FNMA, FHLB, etc.), corporate bonds rated "A" or better by a nationally recognized rating service, commercial paper rated "A-1," "P-1" by a nationally recognized rating service, repurchase agreements, certificates of deposit, money market mutual funds rated "AAA" by a nationally recognized rating service or other securities in which banking institutions may legally invest, State of Nevada Local Government Pooled Funds, collateralized investment contracts.

Type of Investments	Amount	Minimum Legal Rating	Exempt From Disclosure	Rating as of Year End				Not Rated
				AAA	Aa	A	A-1/P-1	
U.S. Treasury	\$ 51,228,135	N/A	\$ 51,228,135	\$	\$	\$	\$	\$
U.S. Agencies	249,410,455	N/A		219,477,602				29,932,853
Corporate Bonds	51,187,803	A		5,019,184	29,776,683	15,215,480		1,176,456
Commercial Paper	94,487,603	A-1/P-1					94,487,603	
Money Market Funds	143,073,953	AAA		143,073,953				
State Investment Pool (NVEST)	72,788,023	N/A						72,788,023
Collateralized Investment								
Contract	11,737,037	A		11,737,037				
Total	<u>\$ 673,913,009</u>		<u>\$ 51,228,135</u>	<u>\$ 379,307,776</u>	<u>\$ 29,776,683</u>	<u>\$ 15,215,480</u>	<u>\$ 94,487,603</u>	<u>\$ 103,897,332</u>

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

4. Deposits and investments (continued)

Concentration of Credit Risk: The City's investment policy allows for investments as follows: (1) U.S. Treasury, money market funds and agencies, State of Nevada local government pooled funds, no limit; (2) repurchase agreements, 20% of portfolio; (3) commercial paper, 20% of portfolio with a 10% per issue limit; (4) corporate notes, 20% of portfolio with a 25% per issue limit; and (5) certificates of deposit, \$100,000 per institution. Collateralized investment contracts may be utilized on bond proceeds for which the original amount of the principal of the original issuance was \$10,000,000 or more. To reduce the overall portfolio risks, the City will diversify its investments by security type and institution. With the exception of U.S. Treasuries and government agency securities, no more than 50% of the City's total investment portfolio will be invested in a single security type or with a single financial institution.

5. Property taxes

By December 31 of each year all property in Clark County is assessed by parcel for property tax purposes by the Clark County Assessor. The assessment valuation roll is published in a local newspaper for the information of all taxpayers. If desired, property owners have until January 15 to appeal the valuation to the Clark County Board of Equalization. Any taxpayer not agreeing with the decision of the County Board of Equalization may file an appeal with the State Board of Equalization no later than the first Monday of March.

The Nevada Department of Taxation provides the maximum allowable tax rates for operating purposes to local governments for inclusion in their budgets. Each local government that receives property taxes must file a budget on or before June 1 which provides for the allowed tax rate for the next fiscal year. The Nevada Tax Commission must certify all tax rates on June 25, the levy date, and property is liened on July 1. Property taxes are then payable to the County Treasurer in four equal installments, the first Monday of August, October, January and March. Apportionment of taxes by Clark County to the City of Las Vegas is made in the calendar quarters of September, December, March and June.

The actual rates, which were levied for June 30, were as follows:

	2007	2006
General	0.6765	0.6765
Special	0.0950	0.0950
Debt	0.0062	0.0059
Total Tax	0.7777	0.7774

Amounts per \$100 of assessed value

6. Related party transaction

The City provides building maintenance services to the Las Vegas Metropolitan Police Department (Metro), an entity created as a joint venture involving the City and Clark County. During the year ended June 30, 2007, the City charged Metro \$448,810 for services. At June 30, 2007, \$51,827 was receivable from Metro for services provided (Note 7).

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

7. Intergovernmental receivables

The following schedule details the intergovernmental receivables as of June 30, 2007:

	Governmental Activities					Business-Type Activities		
	General Fund	Parks and Leisure Activities	Road and Flood	Other Non-major Governmental Funds	Internal Service Fund	Total	Enterprise Fund	Total
CA-NV Super Speed Ground Transportation Commission	\$ 1,947				\$ 584	\$ 2,531		\$ 2,531
City of North Las Vegas					125,000	125,000	3,191,121	3,316,121
Clark County, Nevada	712,740		711,930	3,740,452	1,899,955	7,065,077		7,065,077
Clark County Regional Flood Control District			1,514,513			1,514,513		1,514,513
Clark County Regional Transportation Commission	303,679		18,484,028	1,035,704		19,823,411		19,823,411
Clean Water Coalition							62,054	62,054
Commission for the Las Vegas Centennial	4,141					4,141	1,664	5,805
Federal Bureau of Prisons	26,369					26,369		26,369
Las Vegas Convention and Visitors Authority				1,849,865		1,849,865		1,849,865
Las Vegas Housing Authority	109,798				33,701	143,499		143,499
Las Vegas Metropolitan Police Department (Note 6)					51,827	51,827		51,827
Las Vegas Valley Water District			6,232			6,232		6,232
Southern Nevada Water Authority							1,839,805	1,839,805
State of Nevada	14,440		520,990	4,076,772		4,612,202		4,612,202
U.S. Department of Education				98,295		98,295		98,295
U.S. Department of Energy					446,000	446,000		446,000
U.S. Department of Health and Human Services				84,576		84,576		84,576
U.S. Department of Homeland Security (FEMA)				231,047		231,047		231,047
U.S. Department of Housing and Urban Development				541,937		541,937		541,937
U.S. Department of Interior				3,380		3,380		3,380
U.S. Department of Interior (Bur. of Land Management)		19,104,421				19,104,421		19,104,421
U.S. Department of Justice				248,170		248,170		248,170
U.S. Department of Justice (U.S. Marshals)	63,875					63,875		63,875
U.S. Department of Transportation				6,838		6,838		6,838
Total	\$ 1,236,989	\$ 19,104,421	\$ 21,237,693	\$ 11,917,036	\$ 2,557,067	\$ 56,053,206	\$ 5,094,644	\$ 61,147,850

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

7. Intergovernmental receivables (continued)

Payments of intergovernmental receivables are expected to be received and available soon enough after year-end to finance expenditures of the year ended June 30, 2007. In addition, the City has resources available from the U.S. Department of Housing and Urban Development through the Community Development Block Grant Program totaling \$4,087,185, the Housing Opportunities for Persons With AIDS totaling \$341,457, the HOME Investment totaling \$11,996,630, and the Emergency Shelter Grant Program totaling \$153, which are available to reimburse the City for qualifying expenditures.

8. Joint venture

The City is a participant in a joint venture with Clark County created by a special financing relationship for the Las Vegas Metropolitan Police Department established by state statute. A five-member committee composed of two appointees each from the City and the County, and one appointee from the general public approves the Department's budget.

State statute mandates apportionment of costs among the participating political subdivisions based upon a percentage of the permanent population and the total number of calls for service within each subdivision. Complete financial information of the Las Vegas Metropolitan Police Department is included in the comprehensive annual financial report of Clark County, Nevada. The following schedule presents a two-year summary of financial information for the Las Vegas Metropolitan Police Department for the years ended June 30:

	2007	2006
Assets	\$ 105,998,618	\$ 55,043,093
Liabilities	54,153,330	32,077,431
Equity	\$ 51,845,288	\$ 22,965,662
Revenues	\$ 300,085,192	\$ 271,042,579
Expenditures	458,823,176	438,859,362
	(158,737,984)	(167,816,783)
Net other financing sources	187,617,610	170,910,370
Net increase in fund balance	\$ 28,879,626	\$ 3,093,587
Political subdivision funding percentage:		
Clark County	60.5%	60.6%
City of Las Vegas	39.5%	39.4%

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

9. Capital assets

Capital asset activity for the year ended June 30, 2007, was as follows:

Primary Government

	Balance July 1, 2006	Additions	Transfers	Deletions	Balance June 30, 2007
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 845,276,020	\$ 140,731,308	\$	\$ (452,198)	\$ 985,555,130
Construction in progress	184,821,953	124,883,200	(17,263,361)	(130,729)	292,311,063
Total capital assets, not being depreciated	<u>1,030,097,973</u>	<u>265,614,508</u>	<u>(17,263,361)</u>	<u>(582,927)</u>	<u>1,277,866,193</u>
Capital assets, being depreciated:					
Land improvements	163,110,336	2,159,129	82,370		165,351,835
Buildings	175,117,818	174,814	15,353,334		190,645,966
Building improvements	75,858,404	890,037	12,658		76,761,099
Machinery and equipment	37,335,260	854,763	23,463		38,213,486
Vehicles	52,043,441	9,325,434		(4,682,403)	56,686,472
Roadways	972,959,390	20,010,785	1,037,759		994,007,934
Traffic pavement markers	1,258,454	76,290			1,334,744
Traffic signals and lighting	142,521,622	4,190,931	5,780		146,718,333
Traffic signage	892,800	188,193			1,080,993
Storm drain	466,068,215	12,785,141	747,997		479,601,353
Total capital assets, being depreciated	<u>2,087,165,740</u>	<u>50,655,517</u>	<u>17,263,361</u>	<u>(4,682,403)</u>	<u>2,150,402,215</u>
Less accumulated depreciation for:					
Land improvements	(58,247,210)	(6,959,023)			(65,206,233)
Buildings	(48,218,360)	(4,466,418)			(52,684,778)
Building improvements	(29,612,057)	(3,924,731)			(33,536,788)
Machinery and equipment	(24,282,000)	(3,963,066)			(28,245,066)
Vehicles	(31,245,815)	(5,486,706)		4,662,767	(32,069,754)
Roadways	(373,365,789)	(30,970,496)			(404,336,285)
Traffic pavement markers	(467,934)	(302,801)			(770,735)
Traffic signals and lighting	(86,392,295)	(5,220,114)			(91,612,409)
Traffic signage	(170,247)	(90,865)			(261,112)
Storm drain	(68,132,592)	(9,343,976)			(77,476,568)
Total accumulated depreciation	<u>(720,134,299)</u>	<u>(70,728,196)</u>		<u>4,662,767</u>	<u>(786,199,728)</u>
Total capital assets, being depreciated, net	<u>1,367,031,441</u>	<u>(20,072,679)</u>	<u>17,263,361</u>	<u>(19,636)</u>	<u>1,364,202,487</u>
Governmental activities capital assets, net	<u>\$ 2,397,129,414</u>	<u>\$ 245,541,829</u>	<u>\$</u>	<u>\$ (602,563)</u>	<u>\$ 2,642,068,680</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

9. Capital assets (continued)

	Balance July 1, 2006	Additions	Transfers	Deletions	Balance June 30, 2007
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 41,730,489	\$ 80,074	\$	\$	\$ 41,810,563
Construction in progress	19,830,917	11,217,296	(9,624,607)		21,423,606
Total capital assets, not being depreciated	61,561,406	11,297,370	(9,624,607)		63,234,169
Capital assets, being depreciated:					
Land improvements	14,241,502	1,099,599	2,062,754		17,403,855
Sewer plant improvements	337,941,356	50,821	2,726,830		340,719,007
Buildings	21,837,365		3,185		21,840,550
Building improvements	2,519,960	100,831	7,817		2,628,608
Sewer lines	285,586,225	5,921,740	4,824,021		296,331,986
Machinery and equipment	3,465,746	224,258			3,690,004
Total capital assets, being depreciated	665,592,154	7,397,249	9,624,607		682,614,010
Less accumulated depreciation for:					
Land improvements	(4,669,930)	(694,258)			(5,364,188)
Sewer plant improvements	(125,812,383)	(12,866,790)			(138,679,173)
Buildings	(4,508,264)	(493,160)			(5,001,424)
Building improvements	(2,001,376)	(61,911)			(2,063,287)
Sewer lines	(54,098,700)	(5,823,584)			(59,922,284)
Machinery and equipment	(1,958,881)	(290,261)			(2,249,142)
Total accumulated depreciation	(193,049,534)	(20,229,964)			(213,279,498)
Total capital assets, being depreciated, net	472,542,620	(12,832,715)	9,624,607		469,334,512
Business-type activities capital assets, net	\$ 534,104,026	\$ (1,535,345)	\$	\$	\$ 532,568,681

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

Governmental activities:

General government	\$ 4,529,447
Judicial	25,332
Public safety	10,420,598
Public works	40,580,370
Health	58,318
Culture and recreation	8,557,513
Economic development and assistance	1,086,024
Transit systems	1,484
	65,259,086

Capital assets held by the government's internal service funds are charged to the various functions based on the usage of the assets

5,469,110

Total depreciation expense-governmental activities

\$ 70,728,196

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

9. Capital assets (continued)

Business-type activities:	
Sanitation	\$ 19,278,302
Municipal Parking	2,905
Municipal Golf Course	776,514
Video Production	172,243
Total depreciation expenses business-type activities	<u>\$ 20,229,964</u>

Construction commitments

The City of Las Vegas has active construction projects as of June 30, 2007. The projects include buildings, building improvements, land improvements (associated with various parks), machinery and equipment (mainly associated with upgrades to our technology in progress), roadways, storm sewers (widening, construction of new and existing streets and detention basin and drainage facilities), traffic signals and streetlights in progress. The City is also in the process of constructing sewer plant improvements and sanitary sewer lines. At year-end, the City commitments with contractors are as follows:

<u>Projects - Governmental funds</u>	<u>Spent to date</u>	<u>Remaining commitment</u>
Buildings	\$ 70,502,012	\$ 14,589,560
Building improvements	12,345,790	8,684,556
Land improvements	86,583,258	71,345,137
Machinery and equipment	1,607,685	153,806
Roadways	98,772,982	35,894,026
Storm drains	11,640,590	20,376,538
Traffic signals, lighting, signs and markers	10,858,746	439,369
	<u>\$ 292,311,063</u>	<u>\$ 151,482,992</u>
<u>Projects - Proprietary funds</u>		
Sanitation sewer lines	\$ 9,189,038	\$ 3,250,120
Sanitation plant improvements	12,234,568	11,087,344
	<u>\$ 21,423,606</u>	<u>\$ 14,337,464</u>

The major financing for roadways and storm sewer projects includes reimbursements from the Regional Transportation Commission, Clark County, Clark County Regional Flood Control District, Nevada Department of Transportation, Motor Vehicle Fuel Tax, special assessment, bond issuances and interim warrants. Sanitation sewer lines and sanitation plant improvements are financed by general obligation revenue bonds secured by sewer revenues. Transfers from the General Fund and bond proceeds finance the building and land improvements, mainly in the Parks and City facilities funds.

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

10. Defined benefit pension plan

The City contributes to the Public Employees Retirement System of the State of Nevada (PERS), a cost-sharing, multiple employer, non-contributory, defined benefit public employee retirement plan administered by PERS. PERS provides retirement benefits, death benefits, and disability benefits, including annual cost of living adjustments, to plan members and their beneficiaries.

Municipal Court judges may elect to participate under the PERS regular retirement plan or under the Judicial Retirement System (JRS) plan, both plans are administered by PERS. The 2005 Nevada Legislature extended eligibility of the JRS plan to municipal judges per NRS 1A.285. Prior to July 1, 2005, Judicial Members participated as regular members. If selected, service credit earned under PERS is transferred to JRS.

Members of the JRS system who retire at age 65 with 5 years of service; at 60 with 10 years of service, or with 30 or more years of service at any age are entitled to a retirement benefit payable monthly for life. For each year of service in the JRS, earned after July 1, 2005, retirees receive benefits equal to 3.4091% of average compensation. For PERS' transferred service, retirees receive 2.5% for each year of service prior to July 1, 2001, and 2.67% for each year completed after July 1, 2001. The maximum accrual is 75% for all service. Average compensation is the average of an employee's 36 consecutive months of highest compensation.

Regular members of the system who retire at age 65 with 5 years of service; at age 60 with 10 years of service, or with 30 years or more of service at any age are entitled to a retirement benefit payable monthly for life, equal to 2.5 percent prior to July 1, 2001 and 2.67 percent after July 1, 2001 of their average compensation per service year. Police and fire members may retire at age 65 with 5 years of service, at age 55 with 10 years of service, at age 50 with 20 years of service or at any age with 25 years of service. Average compensation is the average of an employee's 36 consecutive months of highest compensation. Maximum benefits are generally 90 percent of average compensation for individuals who became members before July 1, 1985, and 75 percent of average compensation for individuals who became members after June 30, 1985. Vested employees that have not attained the required age may retire at any age with reduced retirement benefits. The City does not offer any post retirement benefit plans.

Plan members are funded under the employer paid contribution plan, wherein the City is required to contribute all amounts due under the plan. The contribution requirements of the plan members are established by Nevada Revised Statutes 286.450. The City's contribution rates and amounts contributed (equal to the annual required contribution) for the last three years are as follows:

Contribution Rate				
Fiscal Year	Judicial Members	Regular Members	Police/Fire Public Safety Employees	Total Contributions
2007	22.5%	19.75%	32.00%	\$ 48,432,866
2006	22.5%	19.75%	32.00%	45,018,280
2005	N/A	20.25%	28.50%	40,821,899

For further information, PERS issues a publicly available financial report that includes financial statements and required supplementary information. The report may be obtained by writing to the Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, Nevada 89703-1599, or by calling (775) 687-4200

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

11. Lease commitments

A. The City leases a building under a noncancelable-operating lease. Total cost for the lease was \$574,427 for the year ended June 30, 2007. The lease terminates on November 30, 2010. The following is a schedule of future minimum lease payments for this lease for the year ending June 30:

		Amount	
	2008	\$ 787,700	2010 \$ 1,006,582
	2009	977,264	2011 424,561

B. The City leases two off-street parking garages in the downtown area to private companies on a long-term basis. Annual payments are paid one year in advance under one lease agreement. The second agreement requires monthly payments. The leases run for 50 years from their inception and rental rates are subject to change at five-year intervals based on changes in the consumer price index. The following is a schedule of future rental income for the years ending June 30:

		Amount	
2008	\$ 1,177,582	2013 - 2017	\$ 5,887,910
2009	1,177,582	2018 - 2022	5,887,910
2010	1,177,582	2023 - 2027	5,887,910
2011	1,177,582	2028 - 2032	5,887,910
2012	1,177,582	2033 - 2034	2,250,482

C. On May 19, 2000, the City entered into a systems lease agreement with a private company to manage and operate Woodlawn Cemetery. The initial term of the agreement is for 10 years. The following is a schedule of future rental income for the years ending June 30:

		Amount	
2008	\$ 59,989	2009	\$ 59,989
		2010	\$ 53,040

The above rental income is subject to a yearly increase based on the consumer price index. Per the agreement, the City will bear responsibility for the first \$50,000 in water charges and one-half of the water charges over \$100,000.

12. Long-term debt and debt service requirements to maturity

A. Defeasance of debt

In December 1989, the City of Las Vegas Redevelopment Agency (Agency) placed \$14,065,459 of the \$35,000,000 tax increment revenue long-term bond proceeds in trust to defease the outstanding December 1986 \$15,000,000 tax increment revenue long-term bonds. The 1986 bonds were defeased to relieve the Agency of restrictive covenants contained in that issue. The outstanding balance on the defeased 1986 bonds was \$3,470,000 at June 30, 2007.

In July 2005, the City issued \$21,295,000 in general obligation various purpose refunding bonds series 2005B. The proceeds were used to defease \$6,890,000 of outstanding general obligation parking bonds series October 1, 1999 and \$15,000,000 of outstanding general obligation redevelopment project bonds. The bonds were defeased to take advantage of lower interest rates in order to achieve a debt service savings. The outstanding balance on the defeased general obligation parking bonds series October 1, 1999 was \$6,890,000, and the general obligation redevelopment project bonds was \$15,000,000, at June 30, 2007.

In March 2006, the City issued \$31,920,000 in general obligation (limited tax) sewer funding bonds series 2007A. The proceeds were used to defease \$31,070,000 of outstanding general obligation sewer bonds Series 2001. The bonds were defeased to take advantage of lower interest rates in order to achieve a debt service savings. The outstanding balance on the defeased general obligation sewer bonds series 2001 was \$31,070,000 at June 30, 2007.

In May 2006, the City issued \$21,745,000 in general obligation tax exempt various purpose bonds series 2007B. The proceeds were used to defease \$20,905,000 of outstanding general obligation parking bonds series 2002A. The bonds were defeased to take advantage of lower interest rates in order to achieve a debt service savings. The outstanding balance on the defeased 2002A general obligation parking bonds was \$20,905,000 at June 30, 2007.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

12. Long-term debt and debt service requirements to maturity (continued)

B. Changes in long-term obligations

The schedule on the following page summarizes the changes in long-term debt.

	<u>Balance July 1, 2006</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2007</u>	<u>Due Within One Year</u>
Governmental Activities:					
Bonds payable:					
General obligation bonds:					
2.5 to 3.1% Fire general obligation refunding bonds series 2002C, due 03/01/08	\$ 1,860,000	\$	\$ (915,000)	\$ 945,000	\$ 945,000
General obligation revenue bonds:					
4.75 to 5.40% Parking bonds general obligation series October 1, 1999, due 06/01/19	1,425,000		(450,000)	975,000	475,000
5.9 to 6.25% general obligation Redevelopment Project bonds (taxable), due 06/01/12	9,815,000		(1,490,000)	8,325,000	1,580,000
2.5% to 3.5% Transportation refunding general obligation revenue bonds, Series 2002D, due 07/01/09	3,490,000		(840,000)	2,650,000	860,000
2.75 to 4.95% Fremont Street general obligation revenues refunding bonds, Series 2002, due 07/01/15	10,685,000		(800,000)	9,885,000	850,000
Variable rate general obligation various purpose bonds, Series 2006C, due 6/1/36		32,000,000		32,000,000	
3.0 to 5.25% general obligation Parking bonds long-term series 2002A, due 6/10/18	3,660,000		(455,000)	3,205,000	475,000
3.0 to 5.0% various purpose general obligation refunding bonds Series 2005B, due 06/01/19	21,295,000			21,295,000	
5.625 to 5.90% Taxable various purpose general obligation bonds Series 2006A, due 05/01/24	18,000,000			18,000,000	670,000
4.0 to 5.0% various purpose general obligation bonds Series 2006B, due 05/01/36	50,745,000			50,745,000	
	<u>119,115,000</u>	<u>32,000,000</u>	<u>(4,035,000)</u>	<u>147,080,000</u>	<u>4,910,000</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

12. Long-term debt and debt service requirements to maturity (continued)

B. Changes in long-term obligations (continued)

	<u>Balance June 30, 2006</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2007</u>	<u>Due Within One Year</u>
Governmental Activities (continued)					
General obligation medium-term bonds:					
2.48% medium-term Housing note, due 10/01/07	\$ 770,358	\$	\$ (510,391)	\$ 259,967	\$ 259,967
2.0 to 3.6% general obligation medium- term Recreation bonds series 2003, due 11/01/13	16,565,000		(1,875,000)	14,690,000	1,925,000
3.65 to 5.0% Recreation Facilities general obligation revenue bonds long- term series 1997, due 02/01/07	1,300,000		(1,300,000)		
4.0 to 4.63% Various Purpose general obligation revenue bond series 1997B, due 11/01/07	2,375,000		(1,160,000)	1,215,000	1,215,000
3.8 to 4.9% Park Bonds general obligation medium-term series 1999, due 02/01/10	14,635,000		(2,920,000)	11,715,000	3,380,000
5.0 to 5.25% Building general obligation medium-term series 2000, due 08/01/10	4,615,000		(835,000)	3,780,000	875,000
4.0 to 4.2% Public Safety general obligation medium-term series 2001, due 04/01/11	14,150,000		(2,605,000)	11,545,000	2,705,000
8.0% general obligation medium-term parking garage bonds (taxable), due 06/10/10	3,635,000		(815,000)	2,820,000	875,000
3.0% to 4.0% general obligation medium-term Recreation bonds series 2004C, due 10/01/14	18,215,000		(1,815,000)	16,400,000	1,855,000
	<u>76,260,358</u>		<u>(13,835,391)</u>	<u>62,424,967</u>	<u>13,089,967</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

12. Long-term debt and debt service requirements to maturity (continued)

B. Changes in long-term obligations (continued)

	Balance June 30, 2006	Additions	Reductions	Balance June 30, 2007	Due Within One Year
Governmental Activities (continued)					
General obligation tax increment revenue bonds:					
4.25 to 5.6% Redevelopment Agency tax increment bonds series 1994, due 06/01/09	\$ 9,690,000	\$	\$ (3,060,000)	\$ 6,630,000	\$ 3,225,000
5.25 to 6.25% Redevelopment Agency tax increment bonds series 1995B, due 06/15/09	260,000		(80,000)	180,000	85,000
3.00 to 5.00% Redevelopment Agency tax increment revenue refunding bonds series 2003A, due 06/15/14	18,630,000		(160,000)	18,470,000	170,000
3.00 to 4.50% Redevelopment Agency tax increment refunding bonds series 2003B, due 06/15/14	1,840,000		(195,000)	1,645,000	200,000
	<u>30,420,000</u>		<u>(3,495,000)</u>	<u>26,925,000</u>	<u>3,680,000</u>
4.26% Special Assessment local improvement bonds, due 06/01/14	361,200		(45,400)	315,800	45,400
4.126% Special Assessment local improvement bonds, due 12/01/16		444,000		444,000	43,000
3.75 to 4.5% Special Assessment local improvement bonds, due 07/01/08	390,000		(130,000)	260,000	130,000
3.625 to 5.00% Special Assessment local improvement bonds series 2003, due 12/01/23	3,625,000		(220,000)	3,405,000	235,000
3.25 to 4.875% Special Assessment local improvement bonds, due 06/01/24	1,785,000		(95,000)	1,690,000	95,000
4.04% Special Assessment local improvement bonds, due 12/01/15	818,000		(70,000)	748,000	72,000
4.320% Special Assessment local improvement bonds due 06/01/27		1,724,000		1,724,000	55,000
	<u>6,979,200</u>	<u>2,168,000</u>	<u>(560,400)</u>	<u>8,586,800</u>	<u>675,400</u>
Subtotal	234,634,558	34,168,000	(22,840,791)	245,961,767	23,300,367

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

12. Long-term debt and debt service requirements to maturity (continued)

B. Changes in long-term obligations (continued)

	<u>Balance July 1, 2006</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2007</u>	<u>Due Within One Year</u>
Governmental Activities (continued):					
Deferred amounts:					
Less: Unamortized debt refunding transaction	\$ (3,304,002)	\$	\$ 320,152	\$ (2,983,850)	\$ (320,152)
Add: Issuance Premiums	4,234,602		(359,957)	3,874,645	358,495
Less: Issuance Discounts	<u>(127,328)</u>	<u>(58,569)</u>	<u>38,103</u>	<u>(147,794)</u>	<u>(30,275)</u>
	235,437,830	34,109,431	(22,842,493)	246,704,768	23,308,435
Compensated absences	41,916,812	37,952,455	(29,944,008)	49,925,259	30,721,537
Arbitrage rebates	100,000	865,000		965,000	
Unfunded Metro Police Self-Insurance Liability	<u>4,440,981</u>			<u>4,440,981</u>	
Government activity long-term liabilities	<u>\$ 281,895,623</u>	<u>\$ 72,926,886</u>	<u>\$ (52,786,501)</u>	<u>\$ 302,036,008</u>	<u>\$ 54,029,972</u>

Compensated absences. Included in the City's governmental long-term obligations is \$49,925,259 of accrued compensated absences, \$42,030,526 relates to the General fund, \$1,489,555 to the Internal Service fund, \$437,526 to the Special Revenue fund, and \$5,967,652 to the Enterprise fund. Compensated absences for all funds are now reported in the Employee Benefit Internal Service fund. The fund charges all other funds a benefit allocation rate to subsidize compensated absences.

Arbitrage rebates. Included in the City's governmental long-term obligations is \$965,000 of arbitrage rebate that relates to the City's Debt Service fund.

Bond covenants. For the Fremont Street Experience general obligation revenue bonds the City is required to maintain a reserve fund in the amount of \$400,000. At June 30, 2007 the reserve was at \$400,000.

Special Assessment Debt. Special assessment local improvement bonds are unique obligations of the City, payable solely from the assessments levied in each district, the general fund and general tax proceeds pledged therefore. The special assessment receivable balance at June 30, 2007, is \$8,487,969.

Unfunded Metro Self-Insurance Liability Accrual. The City of Las Vegas and Clark County both provide financing for the Las Vegas Metro Police Self-Insurance internal service fund (Note 1D7 and Note 8). At June 30, 2007, the Las Vegas Metro Police Self-Insurance fund had a deficit balance. The liability is for potential insurance settlements that are of a long-term nature.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

12. Long-term debt and debt service requirements to maturity (continued)

B. Changes in long-term obligations (continued)

	Balance July 1, 2006	Additions	Reductions	Balance June 30, 2007	Due Within One Year
Business-type Activities-Major Funds:					
Bonds payable:					
Sanitation:					
General obligation revenue bonds:					
3.0 to 4.0% Sewer general obligation refunding bond series 2004, due 06/30/18	\$ 21,050,000	\$	\$	\$ 21,050,000	\$
4.25 to 6.0% Sanitary Sewer general obligation refunding bond, due 10/01/12	27,905,000		(3,350,000)	24,555,000	3,555,000
4.75 to 5.0% Sanitary Sewer general obligation revenue bonds, due 11/01/17	4,920,000		(1,565,000)	3,355,000	1,640,000
4.1 to 5.375% Sewer and Flood Control general obligation bond, series 2001, due 04/01/21	10,530,000		(1,915,000)	8,615,000	2,010,000
2.5 to 5.0% Sanitary Sewer general obligation refunding bonds, series 2002B, due 01/01/09	9,995,000		(3,170,000)	6,825,000	3,340,000
4.0 to 5.0% Sanitary Sewer general obligation refunding bonds, series 2006A, due 04/01/21	31,920,000			31,920,000	
Business-type Activities-Non-major Funds:					
5.1 to 6.0% Golf Course general obligation revenue bonds, series 2001, due 12/01/21	10,895,000		(425,000)	10,470,000	455,000
	<u>117,215,000</u>		<u>(10,425,000)</u>	<u>106,790,000</u>	<u>11,000,000</u>
Deferred amounts:					
Add: Issuance Premiums	2,334,851		(340,946)	1,993,905	340,946
Less: Issuance Discounts	(55,241)		22,096	(33,145)	(22,096)
Less: Defeasance Cost	(5,713,770)		819,923	(4,893,847)	819,923
	<u>113,780,840</u>		<u>(9,923,927)</u>	<u>103,856,913</u>	<u>12,138,773</u>
Compensated absences	5,256,802		(5,256,802)		
Business-type activity long-term liabilities	<u>\$ 119,037,642</u>	<u>\$</u>	<u>\$ (15,180,729)</u>	<u>\$ 103,856,913</u>	<u>\$ 12,138,773</u>

Interfund loans payable of \$2,781,449 between the Non-Profit Corporations and the Municipal Parking Fund were eliminated in the Government-wide Statement of Net Assets.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

12. Long-term debt and debt service requirements to maturity (continued)

C. Payment requirements for debt service

The annual debt service requirements for all bonds outstanding are as follows:

GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES

Year Ended June	General Obligation Bonds		General Obligation Revenue Bonds		General Obligation Medium-Term Bonds		LVRA Tax Increment Revenue Bonds		Special Assessment Local Improvement Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$945,000	\$29,295	\$15,910,000	\$12,064,605	\$13,089,967	\$2,373,747	\$3,680,000	\$1,332,520	\$675,400	\$358,752
2009			16,710,000	11,286,311	12,435,000	1,845,302	3,890,000	1,136,968	674,400	330,601
2010			14,205,000	10,473,320	13,335,000	1,285,004	3,515,000	924,750	571,000	306,411
2011			14,580,000	9,816,694	8,165,000	784,642	3,680,000	767,675	588,000	283,944
2012			15,415,000	9,105,512	4,210,000	487,499	3,875,000	585,975	602,000	260,192
2017			69,050,000	35,685,670	11,190,000	564,132	8,285,000	622,250	2,499,000	959,836
2022			44,985,000	21,320,909					1,966,000	491,338
2027			18,190,000	13,813,360					1,011,000	97,844
2032			23,640,000	9,105,500						
2036			21,185,000	2,712,750						
Total	\$945,000	\$29,295	\$253,870,000	\$135,384,631	\$62,424,967	\$7,340,326	\$26,925,000	\$5,370,138	\$8,586,800	\$3,088,918

Year Ended June 30	GOVERNMENTAL ACTIVITIES Total Bonds		BUSINESS-TYPE ACTIVITIES General Obligation Revenue Bonds	
	Principal	Interest	Principal	Interest
	2008	\$ 23,300,367	\$ 11,366,671	\$ 11,000,000
2009	22,164,400	10,350,576	11,545,000	4,248,606
2010	22,891,000	9,303,959	8,735,000	3,685,526
2011	17,878,000	8,380,730	9,135,000	3,272,225
2012	14,357,000	7,600,473	9,745,000	2,838,705
2013-2017	56,204,000	28,753,737	34,820,000	9,078,151
2018-2022	25,141,000	19,480,959	21,810,000	2,331,288
2023-2027	19,201,000	13,911,204		
2028-2032	23,640,000	9,105,500		
2033-2036	21,185,000	2,712,750		
Total	\$ 245,961,767	\$ 120,966,559	\$ 106,790,000	\$ 30,246,749

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

13. Developer special assessment debt

In November 1989, the City of Las Vegas created Special Improvement District No. 404 for the Summerlin development area. In December 1989, the City issued \$73.8 million in tax-exempt bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as an agent for the property owners in collecting the assessment and forwarding the collections to the bondholders. These transactions are accounted for in an agency fund. The Summerlin project consists of the acquisition of certain improvements developed by Howard Hughes Properties, Ltd. The project was completed in June 1997. The outstanding balance on the bonds was \$12,795,000 at June 30, 2007.

In November 1993, the City of Las Vegas created Special Improvement District No. 505 for the Elkhorn Springs development area. In January 1994, the City issued \$9.5 million in limited obligation improvement bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as trustee for the property owners in collecting the assessments and as the paying agent for the bondholders pursuant to the provisions of the bond ordinance. These transactions are accounted for in an agency fund. The Elkhorn Springs project consists of the acquisition of certain improvements made by Watt Residential, Inc. These improvements, which were accounted for in a capital project fund, include construction of streets, water distribution systems, sanitary sewers, storm sewers, curbs and gutters, sidewalks, localized drainage facilities, and landscaping. The project was completed in June 1995. The outstanding balance on the bonds payable was \$3,495,000 at June 30, 2007.

In May 1996, the City of Las Vegas created Special Improvement District No. 707 for the Summerlin development area. In July 1996, the City issued \$40 million in tax-exempt bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as an agent for the property owners in collecting the assessment and forwarding the collections to the bondholders. These transactions are accounted for in an agency fund. The Summerlin project consists of the acquisition of certain improvements developed by Howard Hughes Properties, Ltd. These improvements, which are accounted for in a capital projects fund, include construction of streets, water distribution systems, sanitary sewers, storm sewers, curbs and gutters, sidewalks, localized drainage facilities, and landscaping. As of June 30, 2007, the City had released approximately \$39.6 million for improvements that were previously completed. The outstanding balance on the bonds was \$19,290,000 at June 30, 2007.

In February 2001, the City of Las Vegas created Special Improvement District No. 808 for the Summerlin development area. In May 2001, the City issued \$46 million in tax-exempt local improvement bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as an agent for the property owners in collecting the assessment and forwarding the collections to the bondholders. These transactions are accounted for in an agency fund. The Summerlin project consists of the acquisition of certain improvements developed by Howard Hughes Properties, Ltd. These improvements, which are accounted for in a capital projects fund, include street improvements (including grading, paving, base, street lights, curbs and gutters, sidewalks and striping), together with traffic signals, sanitary sewers, water lines, storm drains, and related facilities. As of June 30, 2007, the City has released \$33.8 million of the construction funds. The outstanding balance on the bonds payable was \$36,185,000 at June 30, 2007.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

13. Developer special assessment debt (continued)

In May 2003, the City of Las Vegas created Special Improvement District No. 809 for the Summerlin development area. In June 2003, the City issued \$10 million in tax-exempt local improvement bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as an agent for the property owners in collecting the assessment and forwarding the collections to the bondholders. These transactions are accounted for in an agency fund. The Summerlin project consists of the acquisition of certain improvements developed by Howard Hughes Properties, Ltd. These improvements, which are accounted for in a capital projects fund, include street improvements (including grading, paving, base, street lights, curbs and gutters, sidewalks and striping), together with traffic signals, sanitary sewers, water lines, storm drains, and related facilities. As of June 30, 2007, the City has released \$5.5 million of the construction funds. The outstanding balance on the bonds payable was \$8,545,000 at June 30, 2007.

In May 2004, the City of Las Vegas created Special Improvement District No. 607 for the Providence development area. On June 3, 2004, the City issued \$51,185,000 in tax-exempt local improvement bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as the agent for the property owners in collecting the assessments and forwarding the collection to the bondholders. These transactions are accounted for in an agency fund. The Providence project consists of the acquisition of certain improvements developed by Cliffs Edge, LLC. These improvements, which are accounted for in a capital projects fund, include street, water, sewer, storm drainage and other improvements. As of June 30, 2007, the City has released \$42.5 million of the construction funds. The outstanding balance on the bonds payable was \$47,005,000 at June 30, 2007.

14. Deferred/Unearned Revenues

The following schedule details unearned revenues at June 30, 2007, and the reasons for each:

	Nonmajor Governmental Funds					Deferred Revenue	Unearned Revenue			
	Special Revenue Funds	Debt Service Funds	Total	Capital Projects Funds	General Funds		Total	Deferred Revenue Adjustments	Governmental Activities	Business-type Activities
Prepaid tuitions	\$	\$	\$	\$	\$ 416,441	\$ 416,441	\$	\$ 416,441	\$	\$ 416,441
Property taxes	215,438	590,113	805,551		1,416,561	2,222,112	(2,222,112)			
Special assessment				8,419,867		8,419,867	(8,419,867)			
Gift certificates									15,066	15,066
Prepaid parking garage rental									881,075	881,075
Sale of land									2,000,000	2,000,000
	<u>\$ 215,438</u>	<u>\$ 590,113</u>	<u>\$ 805,551</u>	<u>\$ 8,419,867</u>	<u>\$ 1,833,002</u>	<u>\$ 11,058,420</u>	<u>\$ (10,641,979)</u>	<u>\$ 416,441</u>	<u>\$ 2,896,141</u>	<u>\$ 3,312,582</u>

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

15. Encumbrances / commitments

Encumbrances for purchase orders, contracts, and other commitments for expenditures are recorded in memorandum accounts of the City's governmental funds. Encumbrances lapse for budgetary purposes at the end of each fiscal year and the subsequent year's appropriations provide authority to complete these transactions, accordingly no reserve of fund balance has been created.

	2007
General Fund	\$ 4,159,264
Special Revenue Funds	12,278,393
Capital Projects Funds	156,828,833
Total	\$ 173,266,490

In November 1998, the City of Las Vegas and Clark County entered into the Clark County/City of Las Vegas/Las Vegas Metropolitan Police Department Project Interlocal Financing Agreement. On February 1, 1999, the County issued Medium-term Public Safety bonds in the principal amount of \$20,000,000 for the purpose of financing all or a portion of the cost of acquiring, constructing, improving and equipping a police emergency communications center and replacing the automated fingerprint identification system for the Las Vegas Metropolitan Police Department. The bonds' maturity schedule shall not exceed 10 years. The City's financial commitment for a particular payment date shall equal the debt service payment for such date multiplied by the City's apportionment of the project funding formula approved by the City or otherwise submitted to the City pursuant to NRS 280.190 (4) for the fiscal year in which such debt service payment is due and payable. All payments shall be made at a time such that each payment is received by the bank and deposited into the County's bank account by no later than one business day prior to the date required to make the corresponding debt service payment on the bonds. The City makes semi-annual payments on August 1 and February 1. For the year ended June 30, 2007 the City made \$986,956 in payments under the agreement.

In October 1998, the City of Las Vegas and Clark County entered into the Regional Justice Center Financing Agreement. The County has constructed a Regional Justice Center for the Eighth Judicial District Court of the State of Nevada, Court of the Las Vegas Township, and the Municipal Court of the City of Las Vegas. The City has agreed to pay 25% of the project cost limited to a maximum of \$29,000,000. On March 1, 1999, the County issued the \$29,000,000 of Clark County, Nevada General Obligation (Limited Tax) Public Facilities Bonds (Additionally Secured by Interlocal Agreement Pledged Revenues) Series 1999C. The City makes semi-annual payments per the agreement on December 1 and June 1. For the year ended June 30, 2007, the City made \$2,056,789 in payments per the agreement.

The City of Las Vegas and Clark County entered into the Clark County/City of Las Vegas/Las Vegas Metropolitan Police Department Project Interlocal Financing Agreement on March 1, 2000. The County issued General Obligation (Limited Tax) Public Safety Bonds in the principal amount of \$18,000,000 for the purpose of financing all or a portion of the cost of acquiring, constructing, improving, and equipping a police training academy and four area command substations for the Las Vegas Metropolitan Police Department. The bonds mature in 15 years. The City's financial commitment for a particular payment date shall equal the debt service for such date multiplied by the City's apportionment of the project funding formula approved by the City or otherwise submitted to the City pursuant to NRS 280.190 (4) for the fiscal year in which such debt service payment is due and payable. All payments shall be made at a time such that each payment is received by the bank and deposited into the County's bank account no later than one business day prior to the date required to make the corresponding debt service payment on the bonds. The City makes semi-annual payments per the agreement on September 1 and March 1. For the year ended June 30, 2007, the City made \$690,428 in payments under the agreement.

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

16. Interfund transactions

A. Due to/from other funds

The following schedule details the amounts due from/to other funds at June 30, 2007:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Non-major governmental	\$ 1,132,210
	Nonprofit corporation	4,236
	Internal service	807,509
		<u>1,943,955</u>
Non-major governmental	General	3,402
	Non-major governmental	339,689
		<u>343,091</u>
Nonprofit corporation	General	65,274
Non-major proprietary	Non-major governmental	19,118
Internal service	Non-major governmental	1,285,035
Total		<u>\$ 3,656,473</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These balances also include the amount of working capital loans made to various funds that the general fund expects to collect in the subsequent year.

B. Interfund transfers

Interfund transfers are legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended. Transfers between fund types during the year ended June 30, 2007, were as follows:

	TRANSFERS IN	TRANSFERS OUT				
		General Fund	Special Assessments	Non-major Govern- mental	Non-major Proprietary	Internal Service
General Fund	\$ 12,460,609	\$	\$	\$ 12,027,023	\$	\$ 433,586
Parks and Leisure	22,034,352	11,000,000		11,034,352		
Road and Flood	37,409		37,409			
Non-major governmental	67,680,906	30,904,257	905,964	33,927,759	1,939,419	3,507
Sanitation	2,985,460					2,985,460
Non-major proprietary	4,717,898	1,000,000		1,400,000		2,317,898
Internal Service	1,691,864			282,560		1,409,304
Total	<u>\$ 111,608,498</u>	<u>\$ 42,904,257</u>	<u>\$ 943,373</u>	<u>\$ 58,671,694</u>	<u>\$ 1,939,419</u>	<u>7,149,755</u>
				To Internal Service Fund from existing long-term debt		40,038,888
						<u>\$ 47,188,643</u>

In the fund financial statements, total transfers out of \$151,647,386 is more than total transfer in of \$111,608,495 because of the treatment of transfers of long-term debt to the Employee Benefit internal service fund. At July 1, 2006, the long-term portion of compensated absences related to governmental funds, with a book value of \$40,038,888, were transferred to the Employee Benefit internal service funds. No amounts were reported in the governmental funds, as the amount did not involve the transfer of financial resources. However, the internal service funds did report transfers out for the compensated absences liability.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

16. Interfund transactions (continued)

B. Interfund transfers (continued)

Transfers are used to move revenues from the funds with collection authorization to other funds where expenditures are recorded. These include debt service principal and interest payments, voter-approved fire safety initiative expenditures for operating and capital costs, and residential construction taxes and hotel/motel room taxes for capital projects. Unrestricted general fund revenues are moved to finance various programs and capital projects that the City must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies for various programs or matching funds for various grant programs.

17. Segment information

The government issued general obligation revenue bonds to finance construction of a golf course. Summary financial information for the Municipal Golf Course Enterprise Fund as of and for the year ending June 30, 2007, is presented below.

CONDENSED STATEMENT OF NET ASSETS

	<u>2007</u>	<u>2006</u>
Assets:		
Current assets	\$ 1,426,001	\$ 1,710,600
Deferred charges	59,653	63,767
Capital assets	13,231,913	14,008,427
Total assets	<u>14,717,567</u>	<u>15,782,794</u>
Liabilities:		
Current liabilities	511,470	532,514
Noncurrent liabilities	10,103,305	10,560,832
Total liabilities	<u>10,614,775</u>	<u>11,093,346</u>
Net assets:		
Invested in capital assets, net of related debt	2,688,674	3,035,137
Unrestricted	1,414,118	1,654,311
Total net assets	<u>\$ 4,102,792</u>	<u>\$ 4,689,448</u>

CONDENSED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS

	<u>2007</u>	<u>2006</u>
Charges for services	\$ 1,323,132	\$ 1,242,038
Miscellaneous revenue	108,175	190,726
Depreciation expense	(776,514)	(776,123)
Other operating expenses	(1,614,879)	(1,513,561)
Operating loss	<u>(960,086)</u>	<u>(856,920)</u>
Nonoperating revenue (expenses):		
Interest revenue	21,821	
Interest expense	(614,293)	(637,860)
Gain on sale of capital assets		2,761,819
Contributions to other governments	(34,098)	(88,266)
Income (Loss) before transfers	<u>(1,586,656)</u>	<u>1,178,773</u>
Transfers in	1,000,000	1,274,000
Change in net assets	<u>(586,656)</u>	<u>2,452,773</u>
Beginning net assets	4,689,448	2,236,675
Ending net assets	<u>\$ 4,102,792</u>	<u>\$ 4,689,448</u>

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

17. Segment information (continued)

CONDENSED STATEMENT OF CASH FLOWS

	2007	2006
Net cash provided (used) by:		
Operating activities	\$ (248,191)	\$ (16,034)
Noncapital financing activities	965,902	(142,934)
Capital and related financing activities	(1,042,355)	1,718,395
Investing activities	16,866	
Net increase (decrease)	(307,778)	1,559,427
Beginning cash and cash equivalents	1,559,427	
Ending cash and cash equivalents	\$ 1,251,649	\$ 1,559,427

At July 1, 2005, the fund, which is subsidized by the general fund, had no cash balance.

18. Risk management and contingent liabilities

State and local governments are subject to many types of claims; such as those arising out of workers' compensation claims, contractual actions, claims for delays or inadequate specifications, damage to privately owned vehicles by City-owned vehicles, and claims relating to personal injuries and property damage.

Claims against state and local governments are characterized by conditions that could make estimation of the ultimate liability extremely difficult:

- a. Certain types of claims may be filed in amounts far greater than those that can reasonably be expected to be agreed on by the government and the claimant or awarded by a court.
- b. The time permitted between the occurrence of an event causing a claim and the actual filing of the claim may be lengthy.
- c. The time that may elapse between filing and ultimate settlement and payment of a claim may be extremely lengthy. Similarly, the adjudicated loss may be paid over a period of years after settlement.

GASB Statement No. 10 requires that a liability for claims be reported if information available prior to issuance of the basic financial statements indicates it is probable that a liability has been incurred at the date of the basic financial statements and the amount of the loss can be reasonably estimated. In addition, there are situations in which incidents occur before the balance sheet date but claims are not reported or asserted when the basic financial statements are prepared. These "incurred but not reported" claims have been estimated based upon the City's past experience, adjusted for current trends and an inflation factor. The claims are included in the appropriate liability accounts. All interest earned will be credited to the respective funds.

The City operates two self-insured programs – one for workers' compensation and group insurance and one for liability and property damage purposes.

Liability Insurance and Property Damage Internal Service Fund. The fund was established December 15, 2004, by City Council Resolution. It is a consolidation of the Liability Insurance Internal Service Fund, established July 5, 1979, by City Council Resolution and modified August 7, 1985, and the Property Damage Insurance Fund, established October 6, 1993, by City Council Resolution. The resolution establishes a minimum \$7 million cash reserve. The fund's cash and cash equivalents, and investments balance was \$10,239,771 at June 30, 2007, and charges for services of \$3,090,103 were made to the consolidated funds during the year ended June 30, 2007. The purpose of the fund is to pay for self-assumed losses. As of June 30, 2007, \$258,634 has been accrued for claims and judgments payable, including incurred, but not reported claims, which are estimated to be payable within one year.

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

18. Risk management and contingent liabilities (continued)

	Balance at beginning of fiscal year	Current year changes in estimates	Claim payments	Balance at year	Due within one year
2006	\$515,086	\$562,670	(\$596,104)	\$481,652	\$481,652
2007	481,652	1,110,541	(1,333,559)	258,634	258,634

Employee Benefit Internal Service Fund. The fund was established December 15, 2004, by City Council Resolution. It is a consolidation of the Workers' Compensation Insurance Internal Service Fund established August 21, 1985 by City Council Resolution and the Group Insurance Internal Service Fund. The resolution establishes a minimum cash balance not less than twenty-five percent of the prior year expenditures. The purpose of the fund is to provide employees and beneficiaries with compensation for occupational accidents and diseases and other insurance benefits, and is funded by an adjustable payroll rate and payroll deductions. The City's maximum payment for industrial injuries as of June 30, 2007, ranges from \$350,000 to \$5,000,000 per claim, with excess insurance coverage provided by an insurance company. Settled claims have not exceeded this commercial coverage over the past three fiscal years. The City will be reimbursed \$351,762 by an insurance company for payments on settled claims in excess of the self-insurance limits in effect at the time of the claims. The fund's cash and cash equivalents and investments at June 30, 2007 was \$50,341,600 and net assets had a deficit balance of (\$15,887,962). Charges for services of \$141,386,630 made to the fund during the current year and \$10,742,346 has been accrued for workers' compensation claims payable, including incurred, but not reported claims, of which \$2,569,360 is estimated to be payable within one year and \$8,172,986 payable in subsequent years.

Changes in the balance of claims during fiscal years ended June 30 were as follows:

	Balance at beginning of fiscal year	Current year claims and changes in estimates	Claim payments	Balance at end of fiscal year	Due within one year
2006	\$10,765,285	\$18,223,013	(\$17,913,608)	\$11,074,690	\$2,771,695
2007	11,074,690	18,743,008	(19,075,352)	10,742,346	2,569,360

The City has estimated the potential exposure for costs of indemnity (wage replacement) benefits and medical benefits for disability of public safety employees (police, fire) who develop heart disease, lung disease or hepatitis. The estimated liability is the sum of two components:

- The outstanding benefit costs due to reported claims for which the City is currently paying benefits, and
- The outstanding benefit costs for **future claims expected to be reported** by the City (current population of active and retired public safety employees **who may meet future** eligibility requirements for awards under Nevada revised statutes).

The claims liability currently payable for indemnity claims, included in reserves above, is approximately \$8 million. The anticipated future exposure to such claims based on an actuarial calculation is approximately \$783 million.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

18. Risk management and contingent liabilities (continued)

The City is currently involved in litigation including tort actions, condemnations and civil rights allegations. The City Attorney is vigorously contesting each case. However, due to the nature of the claims, liability may be in the range of \$50,000 to \$8,000,000. Such amounts have not been accrued in the accompanying basic financial statements.

The Agency has entered into tax increment subordinate lien notes as part of an owner participation agreement. The indebtedness represented by the notes have been allocated to the land and improvements and is payable solely and exclusively from a predetermined percentage of the Site Tax Increment received by the Agency on the parcel and shall not be payable from any other source. Because the requirements to repay the note are contingent on the Agency receiving sufficient site tax increment on the specific parcel and subordinate to the lien of the agency's preexisting debt and future debt, the potential future obligation of the Agency has not been reflected in the financial statements. The following summarizes the unique terms of the notes:

- Simon/Chelsea Las Vegas Development, LLC Note – Taxable tax increment subordinate Lien Note entered into June 30, 2004, in the amount of \$1,837,360, payments starting June 30, 2004 and continuing for twelve years until March 5, 2016, interest at 7 percent beginning accrual July 1, 2004. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. During the year the Agency received site tax increment revenue and on June 29, 2007, paid \$33,794 in principal and \$130,750 in interest to Simon/Chelsea Las Vegas Development, LLC, which was charged to economic and development expenditures, leaving an outstanding balance of \$1,692,461 at June 30, 2007.
- WMCV Phase I, LLC Note – Taxable tax increment subordinate Lien Note entered into June 30, 2005, in the amount of \$1,696,622, payments starting June 30, 2007 upon the payment of property taxes and continuing for twenty years until June 30, 2026, interest at 8.07 percent beginning July 1, 2005. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. During the year the Agency received site tax increment revenue and on June 29, 2007 paid \$284,884 in interest to WMCV Phase I, which was charged to economic and development expenditures, leaving an outstanding balance of \$1,696,622 at June 30, 2007.
- WMCV Phase I, LLC Note – Taxable tax increment subordinate Lien Note entered into June 30, 2006, in the amount of \$8,725,545, payments starting June 30, 2006 upon the payment of property taxes and continuing for twenty years until June 30, 2026, interest at 8.04 percent beginning July 1, 2005. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. During the year the Agency received site tax increment revenue and on June 29, 2007 paid \$821,899 in interest to WMCV Phase I, which was charged to economic and development expenditures, leaving an outstanding balance of \$8,725,545 at June 30, 2007.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

19. Nonprofit corporations

The corporations were established to promote the health and welfare of the City of Las Vegas through the acquisition and disposition of property located within the City of Las Vegas. The following schedule presents the financial information for each of the three nonprofit corporations for the year ended June 30, 2007:

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parkway I, Inc.	Total
Assets:				
Cash	\$ 41,385	\$ 466,873	\$ 2,006,734	\$ 2,514,992
Accounts Receivable	2,185			2,185
Interest Receivable	449	4,705	21,868	27,022
Note Receivable	2,000,000		3,196,200	5,196,200
Prepaid Insurance	1,820	52,061	1,794	55,675
Due from Other Funds		5,640	65,274	70,914
Land	4,186,247	32,093,034		36,279,281
Total Assets	<u>\$ 6,232,086</u>	<u>\$ 32,622,313</u>	<u>\$ 5,291,870</u>	<u>\$ 44,146,269</u>
Liabilities and Net Assets				
Accounts Payable	\$ 33	\$ 1,017,816	\$ 30	\$ 1,017,879
Deposits	767	300,000		300,767
Due to Other Governments	9,876			9,876
Loans Payable	4,195,549	7,690,325	3,617,983	15,503,857
Unearned Revenue	2,000,000			2,000,000
Net Assets	25,861	23,614,172	1,673,857	25,313,890
Total Liabilities and Net Assets	<u>\$ 6,232,086</u>	<u>\$ 32,622,313</u>	<u>\$ 5,291,870</u>	<u>\$ 44,146,269</u>

Note: Interfund receivables and payables of \$5,640 are eliminated on the basic financial statements, pages 42-43.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

19. Nonprofit corporations (continued)

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parkway I, Inc.	Total
Changes in Net Assets				
Revenues:				
Rentals	\$ 2,400	\$ 103,910	\$	\$ 106,310
Miscellaneous Reimbursements	25,525			25,525
Total Revenues	<u>27,925</u>	<u>103,910</u>		<u>131,835</u>
Expenses:				
Association Fees		8,748		8,748
Premiums Paid (Insurance)	4,374	18,728	12,840	35,942
Consultants		67,010		67,010
Legal Services		150,708		150,708
Services and Supplies	3,841	1,413,893	152	1,417,886
Total Expenses	<u>8,215</u>	<u>1,659,087</u>	<u>12,992</u>	<u>1,680,294</u>
Operating income (loss)	<u>19,710</u>	<u>(1,555,177)</u>	<u>(12,992)</u>	<u>(1,548,459)</u>
Nonoperating revenues (expenses):				
Interest Income	1,776	14,298	88,518	104,592
Donation of land		80,074		80,074
Changes in net assets	<u>1,776</u>	<u>94,372</u>	<u>88,518</u>	<u>184,666</u>
Increase (Decrease) in Net Assets	21,486	(1,460,805)	75,526	(1,363,793)
Net Assets (Deficit) - June 30, 2006	<u>4,375</u>	<u>25,074,977</u>	<u>1,598,331</u>	<u>26,677,683</u>
Total	<u>\$ 25,861</u>	<u>\$ 23,614,172</u>	<u>\$ 1,673,857</u>	<u>\$ 25,313,890</u>

20. Subsequent Event

On July 18, 2007, the City issued \$320,000 of Special Improvement District No. 1490 local improvement bonds, Series 2007. Interest at 4.526 percent is payable semi-annually on June 1 and December 1, commencing December 01, 2007.

On November 1, 2007, the City issued \$22,500,000 of General Obligation (limited tax) various purpose medium-term bonds Series 2007. Interest ranges from 4.0 percent to 4.250 percent payable semi-annually on November 1 and May 1, commencing November 1, 2008.

On November 1, 2007, the City issued \$17,155,000 of General Obligation (limited tax) sewer refunding bonds, Series 2007. Interest at 4 percent is payable semi-annually on October 1 and April 1, commencing October 1, 2008.

COMBINING & INDIVIDUAL FUND STATEMENTS & SCHEDULES SECTION



COMBINING & INDIVIDUAL FUND
STATEMENTS & SCHEDULES SECTION



Major Governmental Funds



Major Governmental Funds

GENERAL FUND

The General Fund is the primary operating fund of the City. The fund is supported by a variety of revenue sources and is used to finance a wide range of activities traditionally associated with government which are not legally or by sound financial management to be accounted for in another fund. General Fund resources are ordinarily expended and replenished on an annual basis.

CAPITAL PROJECTS FUND

PARKS AND LEISURE ACTIVITIES FUND

This fund is used to account for the costs of constructing new or improving existing parks, recreation centers and senior citizen facilities. Financing is provided by transfers from the General Fund, the Las Vegas Convention and Visitors Authority Special Revenue Fund, bond proceeds, grants and park impact fees.

ROAD AND FLOOD FUND

This fund is used to account for major infrastructure improvements to the City's arterial street system and floodwater conveyance systems. Financing is provided primarily by Clark County, the Regional Transportation Commission and the Clark County Regional Flood Control District.

SPECIAL ASSESSMENTS FUND

This fund is used to account for the costs of major infrastructure improvements which benefit particular taxpayers whose properties are being developed through a special assessment district. Funding is provided by bond proceeds and assessment payments from property owners.

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Taxes:				
Ad valorem property tax	\$ 104,133,800	\$ 104,133,800	\$ 104,642,849	\$ 509,049
Room tax	2,576,000	2,576,000	2,516,070	(59,930)
Total taxes	<u>106,709,800</u>	<u>106,709,800</u>	<u>107,158,919</u>	<u>449,119</u>
Licenses and permits:				
Business licenses	13,408,900	13,408,900	15,584,842	2,175,942
Liquor licenses	2,214,200	2,214,200	2,056,629	(157,571)
City gaming licenses	3,952,500	3,952,500	3,841,208	(111,292)
Franchise fees:				
Gas utility	8,152,300	8,152,300	8,268,620	116,320
Electric utility	27,054,100	27,054,100	27,905,471	851,371
Sanitation utility	3,340,000	3,340,000	3,308,207	(31,793)
Telephone utility	10,847,900	10,847,900	10,468,741	(379,159)
Garbage collection	3,520,600	3,520,600	3,249,312	(271,288)
Cable television	2,927,200	2,927,200	3,383,709	456,509
Ambulance	356,500	356,500	361,363	4,863
Animal permits	8,000	8,000	7,950	(50)
Building permits	3,570,000	3,570,000	3,254,925	(315,075)
Off-site permits	2,500,000	2,500,000	1,738,088	(761,912)
Miscellaneous permits			364	364
Total licenses and permits	<u>81,852,200</u>	<u>81,852,200</u>	<u>83,429,429</u>	<u>1,577,229</u>
Intergovernmental:				
Other federal revenues			10,618	10,618
Consolidated tax	287,280,000	287,280,000	263,249,775	(24,030,225)
Other state revenues			47,893	47,893
County gaming licenses (city share)	3,907,000	3,907,000	3,773,208	(133,792)
Contributions from other governments			58,500	58,500
Other local government revenues	873,300	873,300	824,557	(48,743)
Other local units payment in lieu of taxes	101,500	101,500	109,798	8,298
Total intergovernmental	<u>292,161,800</u>	<u>292,161,800</u>	<u>268,074,349</u>	<u>(24,087,451)</u>
Charges for services:				
General government:				
Intracity reimbursable charges	3,758,000	3,758,000	3,659,592	(98,408)
Planning and development charges	879,830	879,830	693,838	(185,992)
Business license application fees	380,400	380,400	288,056	(92,344)
Other	324,700	324,700	401,862	77,162
Total general government	<u>5,342,930</u>	<u>5,342,930</u>	<u>5,043,348</u>	<u>(299,582)</u>
Judicial:				
Financial counseling fees	310,000	310,000	384,612	74,612
Court counseling fees	1,307,000	1,307,000	1,257,693	(49,307)
Traffic school fees	725,000	725,000	758,191	33,191
Assessment center fees	83,000	83,000	96,931	13,931
Court fees	1,575,000	1,575,000	1,974,259	399,259
Other	30,000	30,000	12,528	(17,472)
Total judicial	<u>4,030,000</u>	<u>4,030,000</u>	<u>4,484,214</u>	<u>454,214</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Charges for services (continued):				
Public safety:				
Intracity reimbursable charges	203,600	203,600	235,695	32,095
EMS transport	2,491,300	2,491,300	2,204,197	(287,103)
Inmate housing	9,393,000	9,393,000	6,216,856	(3,176,144)
Other	305,000	305,000	1,157,033	852,033
Total public safety	<u>12,392,900</u>	<u>12,392,900</u>	<u>9,813,781</u>	<u>(2,579,119)</u>
Public works:				
Intracity reimbursable charges	2,931,000	2,931,000	3,408,437	477,437
Other	220,000	220,000	165,478	(54,522)
Total public works	<u>3,151,000</u>	<u>3,151,000</u>	<u>3,573,915</u>	<u>422,915</u>
Health:				
Animal shelter fees	8,500	8,500	14,160	5,660
Total health	<u>8,500</u>	<u>8,500</u>	<u>14,160</u>	<u>5,660</u>
Culture and recreation:				
Intracity reimbursable charges	20,000	20,000	10,288	(9,712)
Recreation fees	1,927,006	1,927,006	3,009,616	1,082,610
Theater admissions	98,460	98,460	92,387	(6,073)
Swimming pool fees	200,000	200,000		(200,000)
Softball fees	300,000	300,000		(300,000)
Other	156,300	156,300	172,330	16,030
Total culture and recreation	<u>2,701,766</u>	<u>2,701,766</u>	<u>3,284,621</u>	<u>582,855</u>
Economic development and assistance:				
Intracity reimbursable charges	155,000	155,000	6,390	(148,610)
Total economic development and assistance	<u>155,000</u>	<u>155,000</u>	<u>6,390</u>	<u>(148,610)</u>
Transit systems:				
Transport fees	352,700	352,700	168,850	(183,850)
Total transit systems	<u>352,700</u>	<u>352,700</u>	<u>168,850</u>	<u>(183,850)</u>
Total charges for services	<u>28,134,796</u>	<u>28,134,796</u>	<u>26,389,278</u>	<u>(1,745,518)</u>
Fines and forfeits:				
Court fines	15,105,457	15,105,457	16,033,088	927,631
Forfeited bail	450,793	450,793	373,254	(77,539)
Total fines and forfeits	<u>15,556,250</u>	<u>15,556,250</u>	<u>16,406,342</u>	<u>850,092</u>
Interest	1,365,000	1,365,000	3,316,456	1,951,456
Miscellaneous:				
Rents and royalties	1,204,000	1,204,000	2,409,348	1,205,348
Contributions and donations	76,250	76,250		(76,250)
Other	485,750	485,750	945,377	459,627
Total miscellaneous	<u>1,766,000</u>	<u>1,766,000</u>	<u>3,354,725</u>	<u>1,588,725</u>
Total revenues	<u>527,545,846</u>	<u>527,545,846</u>	<u>508,129,498</u>	<u>(19,416,348)</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Expenditures By Function and Activity				
General government:				
Legislative:				
City council:				
Salaries and wages	2,253,660	2,253,660	1,514,858	738,802
Employee benefits	836,408	836,408	736,635	99,773
Services and supplies	651,545	651,545	411,696	239,849
Total city council	<u>3,741,613</u>	<u>3,741,613</u>	<u>2,663,189</u>	<u>1,078,424</u>
Elections:				
City clerk:				
Services and supplies	809,449	809,449	311,466	497,983
Contributions to other governments			508,607	(508,607)
Total city clerk	<u>809,449</u>	<u>809,449</u>	<u>820,073</u>	<u>(10,624)</u>
Executive:				
City manager:				
Salaries and wages	2,840,610	2,840,610	3,047,680	(207,070)
Employee benefits	1,062,210	1,062,210	1,813,406	(751,196)
Services and supplies	1,537,145	1,987,145	2,562,481	(575,336)
Total city manager	<u>5,439,965</u>	<u>5,889,965</u>	<u>7,423,567</u>	<u>(1,533,602)</u>
Financial administration:				
City attorney:				
Salaries and wages	3,071,650	3,071,650	2,521,058	550,592
Employee benefits	1,149,911	1,149,911	1,511,825	(361,914)
Services and supplies	490,559	1,890,559	1,830,263	60,296
Total city attorney	<u>4,712,120</u>	<u>6,112,120</u>	<u>5,863,146</u>	<u>248,974</u>
City clerk:				
Salaries and wages	1,365,120	1,365,120	999,203	365,917
Employee benefits	507,072	507,072	609,300	(102,228)
Services and supplies	468,632	468,632	357,311	111,321
Total city clerk	<u>2,340,824</u>	<u>2,340,824</u>	<u>1,965,814</u>	<u>375,010</u>
Internal audit:				
Salaries and wages	746,050	746,050	599,546	146,504
Employee benefits	279,598	279,598	367,060	(87,462)
Services and supplies	127,797	127,797	142,017	(14,220)
Total internal audit	<u>1,153,445</u>	<u>1,153,445</u>	<u>1,108,623</u>	<u>44,822</u>
Human resources:				
Salaries and wages	3,122,580	3,122,580	2,452,190	670,390
Employee benefits	1,170,252	1,170,252	1,497,731	(327,479)
Services and supplies	984,388	984,388	836,527	147,861
Total human resources	<u>5,277,220</u>	<u>5,277,220</u>	<u>4,786,448</u>	<u>490,772</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General government (continued):				
Finance and business services:				
Salaries and wages	6,484,158	6,484,158	5,175,871	1,308,287
Employee benefits	2,419,099	2,419,099	3,166,220	(747,121)
Services and supplies	1,662,702	1,662,702	1,809,253	(146,551)
Contributions to other governments			23,992	(23,992)
Capital outlay			9,850	(9,850)
Total finance and business services	<u>10,565,959</u>	<u>10,565,959</u>	<u>10,185,186</u>	<u>380,773</u>
Other:				
Planning and development:				
Salaries and wages	4,555,650	4,555,650	3,386,530	1,169,120
Employee benefits	1,693,608	1,693,608	2,069,742	(376,134)
Services and supplies	807,105	807,105	917,842	(110,737)
Capital outlay	6,045	6,045		6,045
Total planning and development	<u>7,062,408</u>	<u>7,062,408</u>	<u>6,374,114</u>	<u>688,294</u>
Information technologies:				
Salaries and wages	6,446,011	6,446,011	4,960,669	1,485,342
Employee benefits	2,399,540	2,399,540	3,005,284	(605,744)
Services and supplies	2,847,927	2,847,927	2,663,193	184,734
Contributions to other governments			15,000	(15,000)
Capital outlay	30,000	30,000	29,140	860
Total information technologies	<u>11,723,478</u>	<u>11,723,478</u>	<u>10,673,286</u>	<u>1,050,192</u>
Utilities:				
Services and supplies	<u>20,224,000</u>	<u>19,224,000</u>	<u>16,619,081</u>	<u>2,604,919</u>
Nondepartmental:				
Services and supplies	6,300,000	5,150,000	2,030,695	3,119,305
Contributions to other governments			65,820	(65,820)
Total non-departmental	<u>6,300,000</u>	<u>5,150,000</u>	<u>2,096,515</u>	<u>3,053,485</u>
Architectural services:				
Salaries and wages	1,625,370	1,625,370	1,086,884	538,486
Employee benefits	609,178	609,178	669,451	(60,273)
Services and supplies	167,596	167,596	147,856	19,740
Total architectural services	<u>2,402,144</u>	<u>2,402,144</u>	<u>1,904,191</u>	<u>497,953</u>
Purchasing and contracts:				
Salaries and wages	2,205,450	2,205,450	1,540,746	664,704
Employee benefits	822,806	822,806	963,389	(140,583)
Services and supplies	235,414	235,414	237,579	(2,165)
Total purchasing and contracts	<u>3,263,670</u>	<u>3,263,670</u>	<u>2,741,714</u>	<u>521,956</u>
Facilities management:				
Salaries and wages	7,155,570	6,955,570	5,452,930	1,502,640
Employee benefits	2,648,900	2,648,900	3,345,840	(696,940)
Services and supplies	4,234,245	4,234,245	4,055,961	178,284
Total facilities management	<u>14,038,715</u>	<u>13,838,715</u>	<u>12,854,731</u>	<u>983,984</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with
	<u>Original</u>	<u>Final</u>		Final Budget - Positive (Negative)
General government (continued):				
Field operations administration:				
Salaries and wages	372,360	372,360	329,618	42,742
Employee benefits	139,550	139,550	196,956	(57,406)
Services and supplies	49,640	149,640	70,692	78,948
Total field operations	<u>561,550</u>	<u>661,550</u>	<u>597,266</u>	<u>64,284</u>
Total general government	<u>99,616,560</u>	<u>99,216,560</u>	<u>88,676,944</u>	<u>10,539,616</u>
Judicial:				
Municipal courts:				
Municipal courts:				
Salaries and wages	10,737,195	10,737,195	8,521,915	2,215,280
Employee benefits	4,137,754	4,137,754	4,837,551	(699,797)
Services and supplies	4,176,423	4,176,423	3,592,354	584,069
Total municipal court	<u>19,051,372</u>	<u>19,051,372</u>	<u>16,951,820</u>	<u>2,099,552</u>
City attorney-criminal division:				
Salaries and wages	2,888,290	2,888,290	2,158,223	730,067
Employee benefits	1,082,538	1,082,538	1,343,865	(261,327)
Services and supplies	786,073	786,073	597,257	188,816
Total city attorney-criminal division	<u>4,756,901</u>	<u>4,756,901</u>	<u>4,099,345</u>	<u>657,556</u>
Public defender:				
Public defender:				
Services and supplies	485,296	485,296	488,271	(2,975)
Total public defender	<u>485,296</u>	<u>485,296</u>	<u>488,271</u>	<u>(2,975)</u>
Alternative sentencing and education:				
Alternative sentencing and education:				
Salaries and wages	2,558,130	2,558,130	1,900,908	657,222
Employee benefits	937,314	937,314	1,113,547	(176,233)
Services and supplies	721,843	721,843	555,424	166,419
Total alternative sentencing and education	<u>4,217,287</u>	<u>4,217,287</u>	<u>3,569,879</u>	<u>647,408</u>
Total judicial	<u>28,510,856</u>	<u>28,510,856</u>	<u>25,109,315</u>	<u>3,401,541</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
Public safety:				
Police:				
Metro police department:				
Services and supplies	129,960,148	129,960,148	122,117,459	7,842,689
Contributions to other governments			1,729,481	(1,729,481)
Total metro police department	<u>129,960,148</u>	<u>129,960,148</u>	<u>123,846,940</u>	<u>6,113,208</u>
City marshals:				
Salaries and wages	5,770,621	5,770,621	5,151,566	619,055
Employee benefits	2,406,226	2,406,226	3,630,519	(1,224,293)
Services and supplies	2,062,673	2,962,673	1,371,961	1,590,712
Capital outlay			12,633	(12,633)
Total city marshals	<u>10,239,520</u>	<u>11,139,520</u>	<u>10,166,679</u>	<u>972,841</u>
Fire:				
Fire and rescue:				
Salaries and wages	63,141,999	63,141,999	54,341,738	8,800,261
Employee benefits	26,924,661	26,924,661	38,789,253	(11,864,592)
Services and supplies	12,403,950	16,903,950	10,964,791	5,939,159
Contributions to other governments			28,132	(28,132)
Capital outlay	388,000	388,000	214,819	173,181
Total fire and rescue	<u>102,858,610</u>	<u>107,358,610</u>	<u>104,338,733</u>	<u>3,019,877</u>
Corrections:				
Detention and correctional services:				
Salaries and wages	25,246,077	25,246,077	20,457,027	4,789,050
Employee benefits	10,927,767	10,927,767	14,747,027	(3,819,260)
Services and supplies	12,909,860	12,909,860	9,249,087	3,660,773
Capital outlay	264,380	264,380	202,464	61,916
Total detention and correctional services	<u>49,348,084</u>	<u>49,348,084</u>	<u>44,655,605</u>	<u>4,692,479</u>
Other protection:				
Traffic engineering:				
Salaries and wages	9,403,340	9,403,340	6,350,892	3,052,448
Employee benefits	3,092,281	3,092,281	3,861,758	(769,477)
Services and supplies	2,751,508	2,751,508	3,203,025	(451,517)
Capital outlay			23,000	(23,000)
Total traffic engineering	<u>15,247,129</u>	<u>15,247,129</u>	<u>13,438,675</u>	<u>1,808,454</u>
Neighborhood response:				
Salaries and wages	1,964,403	1,964,403	1,286,444	677,959
Employee benefits	732,095	732,095	798,339	(66,244)
Services and supplies	509,081	509,081	377,383	131,698
Total neighborhood response	<u>3,205,579</u>	<u>3,205,579</u>	<u>2,462,166</u>	<u>743,413</u>
Total public safety	<u>310,859,070</u>	<u>316,259,070</u>	<u>298,908,798</u>	<u>17,350,272</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public works:				
Administration:				
Public works administration:				
Salaries and wages	634,620	634,620	583,847	50,773
Employee benefits	237,848	237,848	348,636	(110,788)
Services and supplies	278,291	278,291	124,844	153,447
Total public works administration	<u>1,150,759</u>	<u>1,150,759</u>	<u>1,057,327</u>	<u>93,432</u>
Engineering:				
Engineering and planning:				
Salaries and wages	11,520,170	11,520,170	8,936,782	2,583,388
Employee benefits	4,299,385	4,299,385	5,541,654	(1,242,269)
Services and supplies	2,905,383	2,905,383	1,716,509	1,188,874
Total engineering and planning	<u>18,724,938</u>	<u>18,724,938</u>	<u>16,194,945</u>	<u>2,529,993</u>
Paved streets:				
Street maintenance:				
Salaries and wages	1,074,237	1,074,237	830,513	243,724
Employee benefits	382,842	382,842	486,274	(103,432)
Services and supplies	719,104	719,104	510,300	208,804
Total street maintenance	<u>2,176,183</u>	<u>2,176,183</u>	<u>1,827,087</u>	<u>349,096</u>
Total public works	<u>22,051,880</u>	<u>22,051,880</u>	<u>19,079,359</u>	<u>2,972,521</u>
Health:				
Animal control:				
Animal care and control:				
Salaries and wages	1,182,752	1,182,752	887,425	295,327
Employee benefits	407,346	407,346	515,458	(108,112)
Services and supplies	1,166,854	1,166,854	1,103,408	63,446
Total animal care and control	<u>2,756,952</u>	<u>2,756,952</u>	<u>2,506,291</u>	<u>250,661</u>
Cemetery operation:				
Woodlawn cemetery:				
Services and supplies	70,000	70,000	83,620	(13,620)
Total Woodlawn cemetery	<u>70,000</u>	<u>70,000</u>	<u>83,620</u>	<u>(13,620)</u>
Communicable disease control:				
Communicable disease control:				
Services and supplies	50,000	50,000		50,000
Total communicable disease control	<u>50,000</u>	<u>50,000</u>		<u>50,000</u>
Total health	<u>2,876,952</u>	<u>2,876,952</u>	<u>2,589,911</u>	<u>287,041</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Culture and recreation:				
Culture and recreation administration:				
Administration:				
Salaries and wages	1,859,064	1,859,064	1,440,534	418,530
Employee benefits	684,264	684,264	864,542	(180,278)
Services and supplies	258,767	2,058,767	266,015	1,792,752
Total administration	<u>2,802,095</u>	<u>4,602,095</u>	<u>2,571,091</u>	<u>2,031,004</u>
Participant recreation:				
Recreation and adaptive programming:				
Salaries and wages	9,907,433	9,907,433	8,049,859	1,857,574
Employee benefits	2,922,724	2,922,724	3,751,245	(828,521)
Services and supplies	4,068,412	3,568,412	4,006,375	(437,963)
Capital outlay			36,082	(36,082)
Total recreation and adaptive programming	<u>16,898,569</u>	<u>16,398,569</u>	<u>15,843,561</u>	<u>555,008</u>
Spectator recreation:				
Cultural and community affairs:				
Salaries and wages	3,282,198	3,282,198	2,249,021	1,033,177
Employee benefits	1,061,774	1,061,774	1,171,662	(109,888)
Services and supplies	2,214,890	1,664,890	1,297,795	367,095
Capital outlay	30,000	30,000	63,372	(33,372)
Total cultural and community affairs	<u>6,588,862</u>	<u>6,038,862</u>	<u>4,781,850</u>	<u>1,257,012</u>
Parks:				
Parks and open spaces:				
Salaries and wages	9,190,718	9,190,718	7,180,439	2,010,279
Employee benefits	3,346,172	3,346,172	4,401,752	(1,055,580)
Services and supplies	5,619,891	4,869,891	5,134,627	(264,736)
Total parks and open spaces	<u>18,156,781</u>	<u>17,406,781</u>	<u>16,716,818</u>	<u>689,963</u>
Senior citizens:				
Senior citizen activities:				
Salaries and wages	2,046,801	2,046,801	1,660,826	385,975
Employee benefits	716,534	716,534	952,124	(235,590)
Services and supplies	415,017	415,017	448,543	(33,526)
Total senior citizen activities	<u>3,178,352</u>	<u>3,178,352</u>	<u>3,061,493</u>	<u>116,859</u>
Total culture and recreation	<u>47,624,659</u>	<u>47,624,659</u>	<u>42,974,813</u>	<u>4,649,846</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Economic development and assistance:				
Economic development and assistance:				
Office of business development:				
Salaries and wages	422,380	422,380	294,449	127,931
Employee benefits	158,286	158,286	179,560	(21,274)
Services and supplies	137,113	332,113	146,884	185,229
Total office of business development	<u>717,779</u>	<u>912,779</u>	<u>620,893</u>	<u>291,886</u>
Neighborhood services:				
Neighborhood services:				
Salaries and wages	4,437,141	4,437,141	3,177,765	1,259,376
Employee benefits	1,640,922	1,640,922	1,963,810	(322,888)
Services and supplies	1,710,207	1,515,207	1,621,133	(105,926)
Total neighborhood services	<u>7,788,270</u>	<u>7,593,270</u>	<u>6,762,708</u>	<u>830,562</u>
Total economic development and assistance	<u>8,506,049</u>	<u>8,506,049</u>	<u>7,383,601</u>	<u>1,122,448</u>
Transit systems:				
Transportation services:				
Transportation services:				
Salaries and wages	681,279	681,279	551,489	129,790
Employee benefits	240,362	240,362	327,008	(86,646)
Services and supplies	573,989	573,989	392,402	181,587
Total transportation services	<u>1,495,630</u>	<u>1,495,630</u>	<u>1,270,899</u>	<u>224,731</u>
Total transit systems	<u>1,495,630</u>	<u>1,495,630</u>	<u>1,270,899</u>	<u>224,731</u>
Total expenditures	<u>521,541,656</u>	<u>526,541,656</u>	<u>485,993,640</u>	<u>40,548,016</u>
Excess of revenues over expenditures	<u>\$ 6,004,190</u>	<u>\$ 1,004,190</u>	<u>\$ 22,135,858</u>	<u>\$ 21,131,668</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
PARKS AND LEISURE ACTIVITIES CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 106,143,570	\$ 106,143,570	\$ 18,890,559	\$ (87,253,011)
Interest	3,600,700	3,600,700	4,748,786	1,148,086
Miscellaneous	1,000,000	1,000,000	9,433	(990,567)
Total revenues	<u>110,744,270</u>	<u>110,744,270</u>	<u>23,648,778</u>	<u>(87,095,492)</u>
Expenditures:				
Capital outlay:				
Culture and recreation	249,947,893	249,947,893	76,788,573	173,159,320
Total expenditures	<u>249,947,893</u>	<u>249,947,893</u>	<u>76,788,573</u>	<u>173,159,320</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(139,203,623)</u>	<u>(139,203,623)</u>	<u>(53,139,795)</u>	<u>86,063,828</u>
Other financing sources (uses):				
Transfers in	28,678,982	28,678,982	22,034,352	(6,644,630)
General obligation bonds issued	12,500,000	12,500,000		(12,500,000)
Total other financing sources (uses)	<u>41,178,982</u>	<u>41,178,982</u>	<u>22,034,352</u>	<u>(19,144,630)</u>
Net changes in fund balances	(98,024,641)	(98,024,641)	(31,105,443)	66,919,198
Fund balances, July 1	<u>117,598,939</u>	<u>117,598,939</u>	<u>112,626,479</u>	<u>(4,972,460)</u>
Fund balances, June 30	<u>\$ 19,574,298</u>	<u>\$ 19,574,298</u>	<u>\$ 81,521,036</u>	<u>\$ 61,946,738</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
ROAD AND FLOOD CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 189,063,497	\$ 189,063,497	\$ 37,854,375	\$ (151,209,122)
Charges for services			2,906	2,906
Miscellaneous			8,236	8,236
Total revenues	<u>189,063,497</u>	<u>189,063,497</u>	<u>37,865,517</u>	<u>(151,197,980)</u>
Expenditures:				
Current:				
Public works	1,789,888	1,789,888	1,791,173	(1,285)
Capital outlay:				
Public works	188,251,755	188,251,755	37,839,766	150,411,989
Total expenditures	<u>190,041,643</u>	<u>190,041,643</u>	<u>39,630,939</u>	<u>150,410,704</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(978,146)</u>	<u>(978,146)</u>	<u>(1,765,422)</u>	<u>(787,276)</u>
Other financing sources (uses):				
Transfers in	25,000	25,000	37,409	12,409
Total other financing sources (uses)	<u>25,000</u>	<u>25,000</u>	<u>37,409</u>	<u>12,409</u>
Net changes in fund balances	(953,146)	(953,146)	(1,728,013)	(774,867)
Fund balances, July 1	<u>7,889,686</u>	<u>7,889,686</u>	<u>8,153,242</u>	<u>263,556</u>
Fund balances, June 30	<u>\$ 6,936,540</u>	<u>\$ 6,936,540</u>	<u>\$ 6,425,229</u>	<u>\$ (511,311)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
SPECIAL ASSESSMENTS CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Special assessments	\$ 1,241,020	\$ 1,241,020	\$ 4,026,558	\$ 2,785,538
Interest	789,614	789,614	1,555,786	766,172
Miscellaneous	2,650	2,650	188,733	186,083
Total revenues	<u>2,033,284</u>	<u>2,033,284</u>	<u>5,771,077</u>	<u>3,737,793</u>
Expenditures:				
Current:				
Public works	65,000	65,000	7,181,913	(7,116,913)
Capital outlay:				
Public works	39,715,000	39,715,000	22,362,381	17,352,619
Total expenditures	<u>39,780,000</u>	<u>39,780,000</u>	<u>29,544,294</u>	<u>10,235,706</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(37,746,716)</u>	<u>(37,746,716)</u>	<u>(23,773,217)</u>	<u>13,973,499</u>
Other financing sources (uses):				
Transfers in	259,400	259,400		(259,400)
Transfers out	(1,012,128)	(1,012,128)	(943,373)	68,755
Special assessment bonds issued	9,515,000	9,515,000		(9,515,000)
Total other financing sources (uses)	<u>8,762,272</u>	<u>8,762,272</u>	<u>(943,373)</u>	<u>(9,705,645)</u>
Net changes in fund balances	(28,984,444)	(28,984,444)	(24,716,590)	4,267,854
Fund balances, July 1	<u>38,273,302</u>	<u>38,273,302</u>	<u>43,879,290</u>	<u>5,605,988</u>
Fund balances, June 30	<u>\$ 9,288,858</u>	<u>\$ 9,288,858</u>	<u>\$ 19,162,700</u>	<u>\$ 9,873,842</u>

See accompanying independent auditors' report.

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Non-Major Governmental Funds



Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted for expenditure for specified purposes.

Multipurpose Fund—This fund accounts for a variety of small programs of a specific nature. Each revenue source has a designated purpose restricted by grant award and/or Council resolution and action.

Las Vegas Convention and Visitors Authority Fund—This fund accounts for monies received from the Las Vegas Convention and Visitors Authority and subsequent transfers to community programs. The City annually receives a restricted grant which must be used for recreational purposes.

Fremont Street Room Tax Fund—This fund accounts for monies received from a special 1% downtown room tax. The revenues are to be used exclusively for the purpose of constructing or improving urban projects of the central business area located in downtown Las Vegas.

Special Improvement District Administration Fund—This fund accounts for monies received from a 1% administrative fee assessed property owners under Nevada Revised Statute 271.415. The revenues are used to administer the billing and collection of assessments, as well as parcel apportionments on development assessments.

Freeway and Arterial System of Transportation Fund (FAST)—This fund accounts for monies received from Clark County, and the Cities of Las Vegas and North Las Vegas to provide a computerized traffic control system for the Las Vegas urban areas.

Park Construction Program Fund—This fund accounts for residential construction tax levied per City ordinance on developers and other builders. The revenue will be used to construct neighborhood parks within four designated park districts.

Transportation Program Fund—This fund accounts for revenues received from a 1% motel/hotel room tax to be used exclusively for transportation improvement projects in the downtown areas.

Street Maintenance Fund—This fund accounts for revenues received from the City's portion of the motor vehicle fuel tax to be used for maintenance of existing streets and roadways.

Housing Program Fund—This fund is used to finance the City's affordable housing needs. Public/ private partnerships are coordinated via federal grant programs, public fund raising and private foundation support.

Housing and Urban Development Fund—This fund is used to account for monies received by the City as a grantee participant in the federal Community Development Block Grant and Home Investment in Affordable Housing programs which must be used for qualifying projects.

Industrial Development Fund—The activities in this fund include the purchase of land for industrial and business parks, construction of infrastructure and other improvements, and the marketing and sale of property within the parks. Revenues are derived primarily from land sales.

Fire Safety Initiative Fund—This fund accounts for a supplemental property tax levy approved by the voters. The revenue will be used for fire station construction, equipment acquisition and additional crews.

City of Las Vegas Redevelopment Agency Fund—This fund accounts for the financial activity of the Agency which derives its revenues from bond proceeds and property taxes that will be used to rehabilitate the redevelopment district.

Nonmajor Governmental Funds - Continued

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the debt payments.

City of Las Vegas Fund—This fund is used to account for the annual payment of principal, interest and other fiscal charges necessary to retire the City's general obligation long-term debt.

City of Las Vegas Redevelopment Agency Fund—This fund is used to account for the annual payment of principal, interest and other fiscal charges necessary to retire the Agency's long-term debt.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the purchase or construction of major facilities which are not financed by proprietary funds.

General Capital Projects Fund—This fund accounts for the financing and construction of general-purpose public facilities. Financing is provided primarily from bond proceeds and the Housing and Urban Development/Community Development Block Grant and HOME Grant programs.

City Facilities Fund – This fund is used to account for the costs of capital improvements which are periodically required at the City Hall Complex, its satellite facilities and the maintenance yards. Revenues are derived primarily from General Fund transfers and bond proceeds.

Fire Service Fund—This fund accounts for costs of constructing new fire stations and making improvements to existing stations. Financing is provided by bond proceeds, interest earnings and transfers from the Fire Safety Initiative Special Revenue Fund.

Public Works Fund—This fund is used to account for the financing of street rehabilitation and neighborhood drainage improvement programs with revenues provided primarily from the Street Maintenance Special Revenue Fund.

Traffic Improvements Fund—This fund is used to account for the costs of traffic capacity improvements such as installing street signs, traffic signals and street lighting. Financing is provided primarily by the State of Nevada Department of Transportation, the Regional Transportation Commission and developer donations.

Detention and Enforcement Fund—This fund is used to account for the costs incurred in the expansion or improvement of the existing detention facilities. Financing is provided by bond proceeds and interest earnings.

Extraordinary Maintenance Fund—This fund provides for costs incurred not more than once every five years to repair, improve or maintain a facility or capital project into a fit operating condition. An amount equal to one-half or one percent of the total amount of bonds sold for each project is deposited into a separate interest-bearing account to be used exclusively for that project.

City of Las Vegas Redevelopment Agency Fund—This fund is used to account for the financial activity of the Agency which derives its revenues from bond proceeds and property taxes that will be used to rehabilitate areas within the redevelopment boundaries.

Nonmajor Governmental Funds - Continued

PERMANENT FUND

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Cemetery Operations Permanent Fund—This fund is used to account for principal trust amounts received. The interest earned on the trust principal is used by the cemetery operator to maintain Woodlawn cemetery.

CITY OF LAS VEGAS, NEVADA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2007

	<u>Multipurpose</u>	<u>Las Vegas Convention and Visitors Authority</u>	<u>Fremont Street Room Tax</u>	<u>Special Improvement District Administration</u>	<u>Freeway and Arterial System of Transportation</u>	<u>Park Construction Program</u>
ASSETS						
Cash and cash equivalents	\$ 18,093,927	\$	\$ 2,082,347	\$ 11,972,591	\$	\$ 14,005,454
Investments	731,662					
Receivables (net of allowances for uncollectibles):						
Property taxes						
Accounts	422			326,335	3,897	
Interest	196,549		8,992	80,508		106,100
Loans						
Special assessments				8,944		
Intergovernmental	5,257,453	1,849,865				
Due from other funds	19,246					
Land held for resale						
Permanently restricted:						
Cash and cash equivalents						
Investments						
Total assets	<u>\$ 24,299,259</u>	<u>\$ 1,849,865</u>	<u>\$ 2,091,339</u>	<u>\$ 12,388,378</u>	<u>\$ 3,897</u>	<u>\$ 14,111,554</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 1,625,254	\$	\$	\$ 107,482	\$	\$
Due to other funds		762,179				
Deposits payable	17,882					
Contracts payable						
Loans payable						
Intergovernmental payable					3,897	
Deferred revenue						
Total liabilities	<u>1,643,136</u>	<u>762,179</u>	<u>0</u>	<u>107,482</u>	<u>3,897</u>	<u>0</u>
Fund balances:						
Reserved for:						
Debt service			400,000			
Noncurrent loans receivable						
Land held for resale						
Cemetery perpetual care						
Nonexpendable						
Unreserved:						
Designated for construction projects	828,626	1,087,686		12,280,896		14,111,554
Designated for redevelopment projects						
Undesignated	21,827,497		1,691,339			
Total fund balances	<u>22,656,123</u>	<u>1,087,686</u>	<u>2,091,339</u>	<u>12,280,896</u>	<u>0</u>	<u>14,111,554</u>
Total liabilities and fund balances	<u>\$ 24,299,259</u>	<u>\$ 1,849,865</u>	<u>\$ 2,091,339</u>	<u>\$ 12,388,378</u>	<u>\$ 3,897</u>	<u>\$ 14,111,554</u>

See accompanying independent auditors' report.

SPECIAL REVENUE FUNDS

<u>Transportation Programs</u>	<u>Street Maintenance</u>	<u>Housing Program</u>	<u>Housing and Urban Development</u>	<u>Industrial Development</u>	<u>Fire Safety Initiative</u>	<u>City of Las Vegas Redevelopment Agency</u>	<u>Totals</u>
\$ 11,471,487	\$ 14,451,661	\$ 1,697,582	\$ 1,004,376	\$ 477,008	\$ 4,260,560	\$ 15,110,388	\$ 94,627,381
							731,662
					296,716		296,716
			1,419	39,639		200	371,912
82,295	103,384	8,681		8,874	35,400	31,136	661,919
		2,406,896	2,524,295	12,697,408		836,534	18,465,133
							8,944
213,558	1,511,247	1,280,176	752,982				10,865,281
		49,917				3,402	72,565
		1,416,030				6,027,464	7,443,494
<u>\$ 11,767,340</u>	<u>\$ 16,066,292</u>	<u>\$ 6,859,282</u>	<u>\$ 4,283,072</u>	<u>\$ 13,222,929</u>	<u>\$ 4,592,676</u>	<u>\$ 22,009,124</u>	<u>\$ 133,545,007</u>
\$ 213,558	\$ 608,248	\$ 594,082	\$ 435,423	\$ 19,865	\$	\$ 692,029	\$ 4,295,941
		270,526	297,144			1,396,286	2,726,135
			5,383	409,035		557,435	989,735
	164,405						164,405
				811,534			811,534
		80,037				2,177	86,111
					215,438		215,438
<u>213,558</u>	<u>772,653</u>	<u>944,645</u>	<u>737,950</u>	<u>1,240,434</u>	<u>215,438</u>	<u>2,647,927</u>	<u>9,289,299</u>
							400,000
			384,480				384,480
		1,416,030				6,027,464	7,443,494
	15,293,639	4,498,607					48,101,008
						13,333,733	13,333,733
<u>11,553,782</u>	<u></u>	<u></u>	<u>3,160,642</u>	<u>11,982,495</u>	<u>4,377,238</u>	<u></u>	<u>54,592,993</u>
<u>11,553,782</u>	<u>15,293,639</u>	<u>5,914,637</u>	<u>3,545,122</u>	<u>11,982,495</u>	<u>4,377,238</u>	<u>19,361,197</u>	<u>124,255,708</u>
<u>\$ 11,767,340</u>	<u>\$ 16,066,292</u>	<u>\$ 6,859,282</u>	<u>\$ 4,283,072</u>	<u>\$ 13,222,929</u>	<u>\$ 4,592,676</u>	<u>\$ 22,009,124</u>	<u>\$ 133,545,007</u>

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CITY OF LAS VEGAS, NEVADA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2007

DEBT SERVICE FUNDS

	<u>City of Las Vegas</u>	<u>City of Las Vegas Redevelopment Agency</u>	<u>Totals</u>
ASSETS			
Cash and cash equivalents	\$ 10,230,486	\$ 3,344	\$ 10,233,830
Investments		1,936,000	1,936,000
Receivables (net of allowances for uncollectibles):			
Property taxes	24,667	854,269	878,936
Accounts			
Interest	72,537	38,208	110,745
Loans			
Special assessments			
Intergovernmental			
Due from other funds		270,526	270,526
Land held for resale			
Permanently restricted:			
Cash and cash equivalents			
Investments			
Total assets	<u>\$ 10,327,690</u>	<u>\$ 3,102,347</u>	<u>\$ 13,430,037</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 13,719	\$ 5,329	\$ 19,048
Due to other funds		49,917	49,917
Deposits payable			
Contracts payable			
Loans payable			
Intergovernmental payable			
Deferred revenue	13,160	576,953	590,113
Total liabilities	<u>26,879</u>	<u>632,199</u>	<u>659,078</u>
Fund balances:			
Reserved for:			
Debt service	7,236,175	2,176,000	9,412,175
Noncurrent loans receivable			
Land held for resale			
Cemetery perpetual care			
Nonexpendable			
Unreserved:			
Designated for construction projects			
Designated for redevelopment projects		294,148	294,148
Undesignated	3,064,636		3,064,636
Total fund balances	<u>10,300,811</u>	<u>2,470,148</u>	<u>12,770,959</u>
Total liabilities and fund balances	<u>\$ 10,327,690</u>	<u>\$ 3,102,347</u>	<u>\$ 13,430,037</u>

See accompanying independent auditors' report.

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2007

	CAPITAL				
	General	City Facilities	Fire Services	Public Works	Traffic Improvements
ASSETS					
Cash and cash equivalents	\$ 8,659,607	\$ 49,775,559	\$ 24,016,407	\$ 10,085,097	\$ 8,153,123
Investments	31,852,822				
Receivables (net of allowances for uncollectibles):					
Property taxes					
Accounts				332,910	
Interest	65,520	312,206	138,185	75,163	56,689
Loans					
Special assessments					
Intergovernmental				509,557	542,198
Due from other funds					
Land held for resale					
Permanently restricted					
Cash and cash equivalents					
Investments					
Total assets	\$ 40,577,949	\$ 50,087,765	\$ 24,154,592	\$ 11,002,727	\$ 8,752,010
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 388,665	\$ 520,721	\$ 55,895	\$ 742,164	\$ 334,891
Due to other funds					
Deposits payable		25,000			
Contracts payable		264,438		360,334	184,619
Loans payable					
Intergovernmental payable					
Deferred revenue					
Total liabilities	388,665	810,159	55,895	1,102,498	519,510
Fund balances:					
Reserved for:					
Debt service					
Noncurrent loans receivable					
Land held for resale					
Cemetery perpetual care					
Nonexpendable					
Unreserved:					
Designated for construction projects	40,189,284	49,277,606	24,098,697	9,900,229	8,232,500
Designated for redevelopment projects					
Undesignated					
Total fund balances	40,189,284	49,277,606	24,098,697	9,900,229	8,232,500
Total liabilities and fund balances	\$ 40,577,949	\$ 50,087,765	\$ 24,154,592	\$ 11,002,727	\$ 8,752,010

See accompanying independent auditors' report.

PROJECT		FUNDS		PERMANENT FUND	
Detention and Enforcement	Extra-Ordinary Maintenance	City of Las Vegas Redevelopment Agency	Totals	Cemetery Operations	Total Nonmajor Governmental Funds
\$ 5,482,446	\$ 611,981	\$ 175,384	\$ 106,959,604	\$	\$ 211,820,815
			31,852,822		34,520,484
					1,175,652
			332,910		704,822
40,237	4,494	705	693,199	6,596	1,472,459
					18,465,133
					8,944
			1,051,755		11,917,036
					343,091
					7,443,494
				150,359	150,359
				1,521,512	1,521,512
<u>\$ 5,522,683</u>	<u>\$ 616,475</u>	<u>\$ 176,089</u>	<u>\$ 140,890,290</u>	<u>\$ 1,678,467</u>	<u>\$ 289,543,801</u>
\$	\$	\$	\$ 2,042,336	\$	\$ 6,357,325
					2,776,052
			25,000		1,014,735
			809,391		973,796
					811,534
					86,111
					805,551
<u>0</u>	<u>0</u>	<u>0</u>	<u>2,876,727</u>	<u>0</u>	<u>12,825,104</u>
					9,812,175
					384,480
					7,443,494
				1,678,467	1,678,467
5,522,683	616,475	176,089	138,013,563		186,114,571
					13,627,881
					57,657,629
<u>5,522,683</u>	<u>616,475</u>	<u>176,089</u>	<u>138,013,563</u>	<u>1,678,467</u>	<u>276,718,697</u>
<u>\$ 5,522,683</u>	<u>\$ 616,475</u>	<u>\$ 176,089</u>	<u>\$ 140,890,290</u>	<u>\$ 1,678,467</u>	<u>\$ 289,543,801</u>

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	SPECIAL					
	Las Vegas Convention and Visitors Authority	Fremont Street Room Tax	Special Improvement District Administration	Freeway and Arterial System of Transportation	Park Construction Program	
	<u>Multipurpose</u>	<u>Authority</u>	<u>Tax</u>	<u>Administration</u>	<u>Transportation</u>	<u>Program</u>
Revenues:						
Taxes	\$	\$	\$ 1,670,881	\$	\$	\$ 2,041,051
Licenses and permits	430,225					
Intergovernmental	22,950,519	6,778,442			4,828	
Charges for services	8,300,440			54,489		
Special assessments				2,316,225		
Interest	1,361,050		92,291	557,826		714,318
Fines and forfeits	276,899					
Miscellaneous	1,805,782				1,397	322,516
Total revenues	<u>35,124,915</u>	<u>6,778,442</u>	<u>1,763,172</u>	<u>2,928,540</u>	<u>6,225</u>	<u>3,077,885</u>
Expenditures:						
Current:						
General government	11,651,659			1,549,269		
Judicial	431,585					
Public safety	2,640,522				48,606	
Public works						
Health	90,000					
Welfare	1,114,995					
Culture and recreation	5,814,706					
Economic development and assistance	376,188		454,400			
Debt service:						
Principal retirement						
Interest and fiscal charges						
Capital outlay:						
General government						
Public safety	129,326					
Public works						
Economic development and assistance						
Total expenditures	<u>22,248,981</u>	<u>0</u>	<u>454,400</u>	<u>1,549,269</u>	<u>48,606</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>12,875,934</u>	<u>6,778,442</u>	<u>1,308,772</u>	<u>1,379,271</u>	<u>(42,381)</u>	<u>3,077,885</u>
Other financing sources (uses):						
Transfers in	1,587,564			52,500		
Transfers out	(13,868,744)	(6,600,196)	(1,251,915)			(1,468,110)
Sale of capital assets						
General obligation bonds issued						
Total other financing sources (uses)	<u>(12,281,180)</u>	<u>(6,600,196)</u>	<u>(1,251,915)</u>	<u>52,500</u>	<u>0</u>	<u>(1,468,110)</u>
Net changes in fund balances	594,754	178,246	56,857	1,431,771	(42,381)	1,609,775
Fund balances, July 1	22,061,369	909,440	2,034,482	10,849,125	42,381	12,501,779
Fund balances, June 30	<u>\$ 22,656,123</u>	<u>\$ 1,087,686</u>	<u>\$ 2,091,339</u>	<u>\$ 12,280,896</u>	<u>\$ 0</u>	<u>\$ 14,111,554</u>

See accompanying independent auditors' report.

REVENUE FUNDS

Transportation Programs	Street Maintenance	Housing Program	Housing and Urban Development	Industrial Development	Fire Safety Initiative	City of Las Vegas Redevelopment Agency	Totals
\$	\$	\$	\$	\$	\$ 14,979,804	\$	\$ 18,691,736
							430,225
2,603,577	8,807,699	1,992,521	11,384,353				54,521,939
		4,015	316,117				8,675,061
							2,316,225
562,832	682,726	71,949		78,822	495,153	384,865	5,001,832
							276,899
	39,335	160,636	910,175	73,898		37,006	3,350,745
<u>3,166,409</u>	<u>9,529,760</u>	<u>2,229,121</u>	<u>12,610,645</u>	<u>152,720</u>	<u>15,474,957</u>	<u>421,871</u>	<u>93,264,662</u>
							13,200,928
							431,585
							2,689,128
	5,386,934						5,386,934
							90,000
							1,114,995
							5,814,706
		2,371,812	10,841,546	1,394,674		1,708,387	17,147,007
							129,326
		1,397,200				2,265,724	3,662,924
0	5,386,934	3,769,012	10,841,546	1,394,674	0	3,974,111	49,667,533
<u>3,166,409</u>	<u>4,142,826</u>	<u>(1,539,891)</u>	<u>1,769,099</u>	<u>(1,241,954)</u>	<u>15,474,957</u>	<u>(3,552,240)</u>	<u>43,597,129</u>
		3,099,616	1,064			10,680,000	15,420,744
(935,868)	(1,365,000)	(795,302)	(1,830,852)		(15,856,128)	(1,400,000)	(45,372,115)
						33,036	33,036
<u>(935,868)</u>	<u>(1,365,000)</u>	<u>2,304,314</u>	<u>(1,829,788)</u>	<u>0</u>	<u>(15,856,128)</u>	<u>9,313,036</u>	<u>(29,918,335)</u>
2,230,541	2,777,826	764,423	(60,689)	(1,241,954)	(381,171)	5,760,796	13,678,794
9,323,241	12,515,813	5,150,214	3,605,811	13,224,449	4,758,409	13,600,401	110,576,914
<u>\$ 11,553,782</u>	<u>\$ 15,293,639</u>	<u>\$ 5,914,637</u>	<u>\$ 3,545,122</u>	<u>\$ 11,982,495</u>	<u>\$ 4,377,238</u>	<u>\$ 19,361,197</u>	<u>\$ 124,255,708</u>

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CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	DEBT SERVICE FUNDS		
	City of Las Vegas	City of Las Vegas Redevelopment Agency	Totals
Revenues:			
Taxes	\$ 962,757	\$ 16,775,436	\$ 17,738,193
Licenses and permits			
Intergovernmental			
Charges for services			
Special assessments			
Interest	607,461	420,630	1,028,091
Fines and forfeits			
Miscellaneous			
Total revenues	1,570,218	17,196,066	18,766,284
Expenditures:			
Current:			
General government			
Judicial			
Public safety			
Public works			
Health			
Welfare			
Culture and recreation			
Economic development and assistance			
Debt service:			
Principal retirement	19,345,791	3,528,794	22,874,585
Interest and fiscal charges	9,848,930	2,770,739	12,619,669
Capital outlay:			
General government			
Public safety			
Public works			
Economic development and assistance			
Total expenditures	29,194,721	6,299,533	35,494,254
Excess (deficiency) of revenues over (under) expenditures	(27,624,503)	10,896,533	(16,727,970)
Other financing sources (uses):			
Transfers in	28,009,039	270,526	28,279,565
Transfers out		(12,299,579)	(12,299,579)
Sale of capital assets			
General obligation bonds issued			
Total other financing sources (uses)	28,009,039	(12,029,053)	15,979,986
Net changes in fund balances	384,536	(1,132,520)	(747,984)
Fund balances, July 1	9,916,275	3,602,668	13,518,943
Fund balances, June 30	\$ 10,300,811	\$ 2,470,148	\$ 12,770,959

See accompanying independent auditors' report.

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	CAPITAL				
	General	City Facilities	Fire Services	Public Works	Traffic Improvements
Revenues:					
Taxes	\$	\$	\$	\$	\$
Licenses and permits					1,006,836
Intergovernmental				3,789,199	3,345,341
Charges for services				959,425	
Special assessments					
Interest	1,849,023	2,449,059	807,807	569,239	430,367
Fines and forfeits					
Miscellaneous	<u>274</u>	<u>5,166</u>	<u> </u>	<u>25,146</u>	<u>770</u>
Total revenues	<u>1,849,297</u>	<u>2,454,225</u>	<u>807,807</u>	<u>5,343,009</u>	<u>4,783,314</u>
Expenditures:					
Current:					
General government					
Judicial					
Public safety					254,158
Public works					
Health					
Welfare					
Culture and recreation					
Economic development and assistance	263,540				
Debt service:					
Principal retirement					
Interest and fiscal charges					
Capital outlay:					
General government		11,684,964			
Public safety			1,868,753		4,848,402
Public works				8,240,117	
Economic development and assistance	<u>2,729,154</u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total expenditures	<u>2,992,694</u>	<u>11,684,964</u>	<u>1,868,753</u>	<u>8,240,117</u>	<u>5,102,560</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,143,397)</u>	<u>(9,230,739)</u>	<u>(1,060,946)</u>	<u>(2,897,108)</u>	<u>(319,246)</u>
Other financing sources (uses):					
Transfers in	282,333	7,925,926	13,875,309	1,897,029	
Transfers out				(1,000,000)	
Sale of capital assets					
General obligation bonds issued	<u>32,000,000</u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total other financing sources (uses)	<u>32,282,333</u>	<u>7,925,926</u>	<u>13,875,309</u>	<u>897,029</u>	<u>0</u>
Net changes in fund balances	31,138,936	(1,304,813)	12,814,363	(2,000,079)	(319,246)
Fund balances, July 1	9,050,348	50,582,419	11,284,334	11,900,308	8,551,746
Fund balances, June 30	<u>\$ 40,189,284</u>	<u>\$ 49,277,606</u>	<u>\$ 24,098,697</u>	<u>\$ 9,900,229</u>	<u>\$ 8,232,500</u>

See accompanying independent auditors' report.

PROJECT FUNDS				PERMANENT FUND	
Detention and Enforcement	Extra-Ordinary Maintenance	City of Las Vegas Redevelopment Agency	Totals	Cemetery Operations	Total Nonmajor Governmental Funds
\$	\$	\$	\$	\$	\$ 36,429,929
			1,006,836		1,437,061
			7,134,540		61,656,479
			959,425	50,709	9,685,195
					2,316,225
287,294	31,929	8,585	6,433,303	224,783	12,688,009
					276,899
<u>3,496</u>			<u>34,852</u>		<u>3,385,597</u>
<u>290,790</u>	<u>31,929</u>	<u>8,585</u>	<u>15,568,956</u>	<u>275,492</u>	<u>127,875,394</u>
					13,200,928
					431,585
			254,158		2,943,286
					5,386,934
				78,804	168,804
					1,114,995
					5,814,706
			263,540		17,410,547
					22,874,585
					12,619,669
			11,684,964		11,684,964
94,730			6,811,885		6,941,211
			8,240,117		8,240,117
			<u>2,729,154</u>		<u>6,392,078</u>
<u>94,730</u>	<u>0</u>	<u>0</u>	<u>29,983,818</u>	<u>78,804</u>	<u>115,224,409</u>
<u>196,060</u>	<u>31,929</u>	<u>8,585</u>	<u>(14,414,862)</u>	<u>196,688</u>	<u>12,650,985</u>
			23,980,597		67,680,906
			(1,000,000)		(58,671,694)
					33,036
			<u>32,000,000</u>		<u>32,000,000</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>54,980,597</u>	<u>0</u>	<u>41,042,248</u>
196,060	31,929	8,585	40,565,735	196,688	53,693,233
5,326,623	584,546	167,504	97,447,828	1,481,779	223,025,464
<u>\$ 5,522,683</u>	<u>\$ 616,475</u>	<u>\$ 176,089</u>	<u>\$ 138,013,563</u>	<u>\$ 1,678,467</u>	<u>\$ 276,718,697</u>

CITY OF LAS VEGAS, NEVADA
MULTIPURPOSE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Licenses and permits	\$ 1,400,000	\$ 1,400,000	\$ 430,225	\$ (969,775)
Intergovernmental	20,928,939	20,928,939	22,950,519	2,021,580
Charges for services	7,252,462	7,252,462	8,300,440	1,047,978
Interest	341,967	341,967	1,361,050	1,019,083
Fines and forfeits			276,899	276,899
Miscellaneous	1,491,043	1,491,043	1,805,782	314,739
Total revenues	<u>31,414,411</u>	<u>31,414,411</u>	<u>35,124,915</u>	<u>3,710,504</u>
Expenditures:				
Current:				
General government	12,635,555	12,635,555	11,651,659	983,896
Judicial	2,929,532	2,929,532	431,585	2,497,947
Public safety	2,847,508	2,847,508	2,640,522	206,986
Health	70,000	90,000	90,000	
Welfare	1,344,052	1,344,052	1,114,995	229,057
Culture and recreation	6,420,268	6,400,268	5,814,706	585,562
Economic development and assistance	658,923	658,923	376,188	282,735
Capital outlay:				
Judicial	80,972	80,972		80,972
Public safety			129,326	(129,326)
Total expenditures	<u>26,986,810</u>	<u>26,986,810</u>	<u>22,248,981</u>	<u>4,737,829</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,427,601</u>	<u>4,427,601</u>	<u>12,875,934</u>	<u>8,448,333</u>
Other financing sources (uses):				
Transfers in	1,459,000	1,459,000	1,587,564	128,564
Transfers out	(14,951,000)	(14,951,000)	(13,868,744)	1,082,256
Total other financing sources (uses)	<u>(13,492,000)</u>	<u>(13,492,000)</u>	<u>(12,281,180)</u>	<u>1,210,820</u>
Net changes in fund balances	(9,064,399)	(9,064,399)	594,754	9,659,153
Fund balances, July 1	<u>18,125,581</u>	<u>18,125,581</u>	<u>22,061,369</u>	<u>3,935,788</u>
Fund balances, June 30	<u>\$ 9,061,182</u>	<u>\$ 9,061,182</u>	<u>\$ 22,656,123</u>	<u>\$ 13,594,941</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
LAS VEGAS CONVENTION AND VISITORS AUTHORITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 6,015,196	\$ 6,290,196	\$ 6,778,442	\$ 488,246
Interest	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>(10,000)</u>
Total revenues	<u>6,025,196</u>	<u>6,300,196</u>	<u>6,778,442</u>	<u>478,246</u>
Other financing sources (uses):				
Transfers out	<u>(6,025,196)</u>	<u>(6,600,196)</u>	<u>(6,600,196)</u>	<u>0</u>
Total other financing sources (uses)	<u>(6,025,196)</u>	<u>(6,600,196)</u>	<u>(6,600,196)</u>	<u>0</u>
Net changes in fund balances		(300,000)	178,246	478,246
Fund balances, July 1	<u>556,810</u>	<u>856,810</u>	<u>909,440</u>	<u>52,630</u>
Fund balances, June 30	<u>\$ 556,810</u>	<u>\$ 556,810</u>	<u>\$ 1,087,686</u>	<u>\$ 530,876</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 FREMONT STREET ROOM TAX SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 1,464,995	\$ 1,464,995	\$ 1,670,881	\$ 205,886
Interest	<u>52,644</u>	<u>52,644</u>	<u>92,291</u>	<u>39,647</u>
Total revenues	<u>1,517,639</u>	<u>1,517,639</u>	<u>1,763,172</u>	<u>245,533</u>
Expenditures:				
Current:				
Economic development and assistance	<u>355,000</u>	<u>455,000</u>	<u>454,400</u>	<u>600</u>
Total expenditures	<u>355,000</u>	<u>455,000</u>	<u>454,400</u>	<u>600</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,162,639</u>	<u>1,062,639</u>	<u>1,308,772</u>	<u>246,133</u>
Other financing sources (uses):				
Transfers out	<u>(1,251,915)</u>	<u>(1,251,915)</u>	<u>(1,251,915)</u>	
Total other financing sources (uses)	<u>(1,251,915)</u>	<u>(1,251,915)</u>	<u>(1,251,915)</u>	<u>0</u>
Net changes in fund balances	(89,276)	(189,276)	56,857	246,133
Fund balances, July 1	<u>1,845,153</u>	<u>1,945,153</u>	<u>2,034,482</u>	<u>89,329</u>
Fund balances, June 30	<u>\$ 1,755,877</u>	<u>\$ 1,755,877</u>	<u>\$ 2,091,339</u>	<u>\$ 335,462</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
SPECIAL IMPROVEMENT DISTRICT ADMINISTRATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 36,620	\$ 36,620	\$ 54,489	\$ 17,869
Special assessments	1,284,791	1,284,791	2,316,225	1,031,434
Interest	430,237	430,237	557,826	127,589
Miscellaneous	1,000	1,000		(1,000)
Total revenues	<u>1,752,648</u>	<u>1,752,648</u>	<u>2,928,540</u>	<u>1,175,892</u>
Expenditures:				
Current:				
General government	2,273,924	2,273,924	1,549,269	724,655
Total expenditures	<u>2,273,924</u>	<u>2,273,924</u>	<u>1,549,269</u>	<u>724,655</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(521,276)</u>	<u>(521,276)</u>	<u>1,379,271</u>	<u>1,900,547</u>
Other financing sources (uses):				
Transfers in	158,664	158,664	52,500	(106,164)
Transfers out	(259,400)	(259,400)		259,400
Total other financing sources (uses)	<u>(100,736)</u>	<u>(100,736)</u>	<u>52,500</u>	<u>153,236</u>
Net changes in fund balances	(622,012)	(622,012)	1,431,771	2,053,783
Fund balances, July 1	<u>10,404,531</u>	<u>10,404,531</u>	<u>10,849,125</u>	<u>444,594</u>
Fund balances, June 30	<u>\$ 9,782,519</u>	<u>\$ 9,782,519</u>	<u>\$ 12,280,896</u>	<u>\$ 2,498,377</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 FREEWAY AND ARTERIAL SYSTEM OF TRANSPORTATION SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 15,000	\$ 15,000	\$ 4,828	\$ (10,172)
Miscellaneous			1,397	1,397
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>6,225</u>	<u>(8,775)</u>
Expenditures:				
Current:				
Public safety	57,000	57,000	48,606	8,394
Total expenditures	<u>57,000</u>	<u>57,000</u>	<u>48,606</u>	<u>8,394</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(42,000)</u>	<u>(42,000)</u>	<u>(42,381)</u>	<u>(381)</u>
Fund balances, July 1	<u>42,000</u>	<u>42,000</u>	<u>42,381</u>	<u>381</u>
Fund balances, June 30	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 PARK CONSTRUCTION PROGRAM SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 2,402,000	\$ 2,402,000	\$ 2,041,051	\$ (360,949)
Interest	648,000	648,000	714,318	66,318
Miscellaneous			322,516	322,516
Total revenues	<u>3,050,000</u>	<u>3,050,000</u>	<u>3,077,885</u>	<u>27,885</u>
Other financing sources (uses):				
Transfers out	(6,897,206)	(6,897,206)	(1,468,110)	5,429,096
Total other financing sources (uses)	<u>(6,897,206)</u>	<u>(6,897,206)</u>	<u>(1,468,110)</u>	<u>5,429,096</u>
Net changes in fund balances	(3,847,206)	(3,847,206)	1,609,775	5,456,981
Fund balances, July 1	<u>11,861,898</u>	<u>11,861,898</u>	<u>12,501,779</u>	<u>639,881</u>
Fund balances, June 30	<u>\$ 8,014,692</u>	<u>\$ 8,014,692</u>	<u>\$ 14,111,554</u>	<u>\$ 6,096,862</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
TRANSPORTATION PROGRAMS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 2,546,953	\$ 2,546,953	\$ 2,603,577	\$ 56,624
Interest	<u>392,270</u>	<u>392,270</u>	<u>562,832</u>	<u>170,562</u>
Total revenues	<u>2,939,223</u>	<u>2,939,223</u>	<u>3,166,409</u>	<u>227,186</u>
Other financing sources (uses):				
Transfers out	<u>(935,870)</u>	<u>(935,870)</u>	<u>(935,868)</u>	<u>2</u>
Total other financing sources (uses)	<u>(935,870)</u>	<u>(935,870)</u>	<u>(935,868)</u>	<u>2</u>
Net changes in fund balances	2,003,353	2,003,353	2,230,541	227,188
Fund balances, July 1	<u>9,445,227</u>	<u>9,445,227</u>	<u>9,323,241</u>	<u>(121,986)</u>
Fund balances, June 30	<u>\$ 11,448,580</u>	<u>\$ 11,448,580</u>	<u>\$ 11,553,782</u>	<u>\$ 105,202</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
STREET MAINTENANCE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 9,119,090	\$ 9,119,090	\$ 8,807,699	\$ (311,391)
Interest	452,500	452,500	682,726	230,226
Miscellaneous			39,335	39,335
Total revenues	<u>9,571,590</u>	<u>9,571,590</u>	<u>9,529,760</u>	<u>(41,830)</u>
Expenditures:				
Current:				
Public works	7,857,100	7,857,100	5,386,934	2,470,166
Total expenditures	<u>7,857,100</u>	<u>7,857,100</u>	<u>5,386,934</u>	<u>2,470,166</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,714,490</u>	<u>1,714,490</u>	<u>4,142,826</u>	<u>2,428,336</u>
Other financing sources (uses):				
Transfers out	(1,365,000)	(1,365,000)	(1,365,000)	
Total other financing sources (uses)	<u>(1,365,000)</u>	<u>(1,365,000)</u>	<u>(1,365,000)</u>	<u>0</u>
Net changes in fund balances	349,490	349,490	2,777,826	2,428,336
Fund balances, July 1	<u>10,764,057</u>	<u>10,764,057</u>	<u>12,515,813</u>	<u>1,751,756</u>
Fund balances, June 30	<u>\$ 11,113,547</u>	<u>\$ 11,113,547</u>	<u>\$ 15,293,639</u>	<u>\$ 4,180,092</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
HOUSING PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 4,716,754	\$ 4,716,754	\$ 1,992,521	\$ (2,724,233)
Charges for services			4,015	4,015
Interest	205,000	205,000	71,949	(133,051)
Miscellaneous			160,636	160,636
Total revenues	<u>4,921,754</u>	<u>4,921,754</u>	<u>2,229,121</u>	<u>(2,692,633)</u>
Expenditures:				
Current:				
Economic development and assistance	7,538,875	7,538,875	2,371,812	5,167,063
Capital outlay:				
Economic development and assistance			1,397,200	(1,397,200)
Total expenditures	<u>7,538,875</u>	<u>7,538,875</u>	<u>3,769,012</u>	<u>3,769,863</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,617,121)</u>	<u>(2,617,121)</u>	<u>(1,539,891)</u>	<u>1,077,230</u>
Other financing sources (uses):				
Transfers in	2,179,137	2,179,137	3,099,616	920,479
Transfers out	(3,072,974)	(3,072,974)	(795,302)	2,277,672
Total other financing sources (uses)	<u>(893,837)</u>	<u>(893,837)</u>	<u>2,304,314</u>	<u>3,198,151</u>
Net changes in fund balances	(3,510,958)	(3,510,958)	764,423	4,275,381
Fund balances, July 1	<u>4,828,862</u>	<u>4,828,862</u>	<u>5,150,214</u>	<u>321,352</u>
Fund balances, June 30	<u>\$ 1,317,904</u>	<u>\$ 1,317,904</u>	<u>\$ 5,914,637</u>	<u>\$ 4,596,733</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
HOUSING AND URBAN DEVELOPMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 23,815,272	\$ 23,815,272	\$ 11,384,353	\$ (12,430,919)
Charges for services	330,000	330,000	316,117	(13,883)
Miscellaneous	1,000,104	1,000,104	910,175	(89,929)
Total revenues	<u>25,145,376</u>	<u>25,145,376</u>	<u>12,610,645</u>	<u>(12,534,731)</u>
Expenditures:				
Current:				
Economic development and assistance	19,971,056	19,971,056	10,841,546	9,129,510
Total expenditures	<u>19,971,056</u>	<u>19,971,056</u>	<u>10,841,546</u>	<u>9,129,510</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,174,320</u>	<u>5,174,320</u>	<u>1,769,099</u>	<u>(3,405,221)</u>
Other financing sources (uses):				
Transfers in			1,064	1,064
Transfers out	(4,587,022)	(4,587,022)	(1,830,852)	2,756,170
Total other financing sources (uses)	<u>(4,587,022)</u>	<u>(4,587,022)</u>	<u>(1,829,788)</u>	<u>2,757,234</u>
Net changes in fund balances	587,298	587,298	(60,689)	(647,987)
Fund balances, July 1	3,543,962	3,543,962	3,605,811	61,849
Fund balances, June 30	<u>\$ 4,131,260</u>	<u>\$ 4,131,260</u>	<u>\$ 3,545,122</u>	<u>\$ (586,138)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
INDUSTRIAL DEVELOPMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 1,200	\$ 1,200	\$	\$ (1,200)
Interest	261,634	261,634	78,822	(182,812)
Miscellaneous	<u>48,274</u>	<u>48,274</u>	<u>73,898</u>	<u>25,624</u>
Total revenues	<u>311,108</u>	<u>311,108</u>	<u>152,720</u>	<u>(158,388)</u>
Expenditures:				
Current:				
Economic development and assistance	1,601,756	1,601,756	1,394,674	207,082
Capital outlay:				
Economic development and assistance	<u>6,700,000</u>	<u>6,700,000</u>		<u>6,700,000</u>
Total expenditures	<u>8,301,756</u>	<u>8,301,756</u>	<u>1,394,674</u>	<u>6,907,082</u>
Net changes in fund balances	(7,990,648)	(7,990,648)	(1,241,954)	6,748,694
Fund balances, July 1	<u>13,337,409</u>	<u>13,337,409</u>	<u>13,224,449</u>	<u>(112,960)</u>
Fund balances, June 30	<u>\$ 5,346,761</u>	<u>\$ 5,346,761</u>	<u>\$ 11,982,495</u>	<u>\$ 6,635,734</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 FIRE SAFETY INITIATIVE SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 14,457,993	\$ 14,457,993	\$ 14,979,804	\$ 521,811
Interest	<u>429,700</u>	<u>429,700</u>	<u>495,153</u>	<u>65,453</u>
Total revenues	<u>14,887,693</u>	<u>14,887,693</u>	<u>15,474,957</u>	<u>587,264</u>
Other financing sources (uses):				
Transfers out	<u>(16,005,819)</u>	<u>(16,005,819)</u>	<u>(15,856,128)</u>	<u>149,691</u>
Total other financing sources (uses)	<u>(16,005,819)</u>	<u>(16,005,819)</u>	<u>(15,856,128)</u>	<u>149,691</u>
Net changes in fund balances	(1,118,126)	(1,118,126)	(381,171)	736,955
Fund balances, July 1	<u>4,695,364</u>	<u>4,695,364</u>	<u>4,758,409</u>	<u>63,045</u>
Fund balances, June 30	<u>\$ 3,577,238</u>	<u>\$ 3,577,238</u>	<u>\$ 4,377,238</u>	<u>\$ 800,000</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS REDEVELOPMENT AGENCY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 268,535	\$ 268,535	\$ 384,865	\$ 116,330
Miscellaneous	<u>30,600</u>	<u>30,600</u>	<u>37,006</u>	<u>6,406</u>
Total revenues	<u>299,135</u>	<u>299,135</u>	<u>421,871</u>	<u>122,736</u>
Expenditures:				
Current:				
General government	37,550	37,550		37,550
Economic development and assistance	3,876,391	3,876,391	1,708,387	2,168,004
Capital outlay:				
Economic development and assistance	<u>9,408,499</u>	<u>9,408,499</u>	<u>2,265,724</u>	<u>7,142,775</u>
Total expenditures	<u>13,322,440</u>	<u>13,322,440</u>	<u>3,974,111</u>	<u>9,348,329</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(13,023,305)</u>	<u>(13,023,305)</u>	<u>(3,552,240)</u>	<u>9,471,065</u>
Other financing sources (uses):				
Transfers in	6,600,000	10,700,000	10,680,000	(20,000)
Transfers out	(1,400,000)	(1,400,000)	(1,400,000)	
Sale of capital assets			33,036	33,036
Total other financing sources (uses)	<u>5,200,000</u>	<u>9,300,000</u>	<u>9,313,036</u>	<u>13,036</u>
Net changes in fund balances	(7,823,305)	(3,723,305)	5,760,796	9,484,101
Fund balances, July 1	<u>13,569,540</u>	<u>13,569,540</u>	<u>13,600,401</u>	<u>30,861</u>
Fund balances, June 30	<u>\$ 5,746,235</u>	<u>\$ 9,846,235</u>	<u>\$ 19,361,197</u>	<u>\$ 9,514,962</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 974,295	\$ 974,295	\$ 962,757	\$ (11,538)
Interest	<u>370,175</u>	<u>370,175</u>	<u>607,461</u>	<u>237,286</u>
Total revenues	<u>1,344,470</u>	<u>1,344,470</u>	<u>1,570,218</u>	<u>225,748</u>
Expenditures:				
Debt service:				
Principal retirement	19,718,991	19,718,991	19,345,791	373,200
Interest and fiscal charges	<u>12,728,200</u>	<u>12,728,200</u>	<u>9,848,930</u>	<u>2,879,270</u>
Total expenditures	<u>32,447,191</u>	<u>32,447,191</u>	<u>29,194,721</u>	<u>3,252,470</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(31,102,721)</u>	<u>(31,102,721)</u>	<u>(27,624,503)</u>	<u>3,478,218</u>
Other financing sources (uses):				
Transfers in	<u>30,057,248</u>	<u>30,057,248</u>	<u>28,009,039</u>	<u>(2,048,209)</u>
Total other financing sources (uses)	<u>30,057,248</u>	<u>30,057,248</u>	<u>28,009,039</u>	<u>(2,048,209)</u>
Net changes in fund balances	(1,045,473)	(1,045,473)	384,536	1,430,009
Fund balances, July 1	<u>8,329,801</u>	<u>8,329,801</u>	<u>9,916,275</u>	<u>1,586,474</u>
Fund balances, June 30	<u>\$ 7,284,328</u>	<u>\$ 7,284,328</u>	<u>\$ 10,300,811</u>	<u>\$ 3,016,483</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS REDEVELOPMENT AGENCY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 11,661,661	\$ 16,081,661	\$ 16,775,436	\$ 693,775
Interest	186,608	186,608	420,630	234,022
Total revenues	<u>11,848,269</u>	<u>16,268,269</u>	<u>17,196,066</u>	<u>927,797</u>
Expenditures:				
Debt service:				
Principal retirement	3,495,000	3,495,000	3,528,794	(33,794)
Interest and fiscal charges	2,141,525	2,166,525	2,770,739	(604,214)
Total expenditures	<u>5,636,525</u>	<u>5,661,525</u>	<u>6,299,533</u>	<u>(638,008)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,211,744</u>	<u>10,606,744</u>	<u>10,896,533</u>	<u>289,789</u>
Other financing sources (uses):				
Transfers in	270,525	270,525	270,526	1
Transfers out	(7,299,100)	(12,264,100)	(12,299,579)	(35,479)
Total other financing sources (uses)	<u>(7,028,575)</u>	<u>(11,993,575)</u>	<u>(12,029,053)</u>	<u>(35,478)</u>
Net changes in fund balances	(816,831)	(1,386,831)	(1,132,520)	254,311
Fund balances, July 1	<u>3,006,529</u>	<u>3,576,529</u>	<u>3,602,668</u>	<u>26,139</u>
Fund balances, June 30	<u>\$ 2,189,698</u>	<u>\$ 2,189,698</u>	<u>\$ 2,470,148</u>	<u>\$ 280,450</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
GENERAL CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 57,911	\$ 57,911	\$ 1,849,023	\$ 1,791,112
Miscellaneous			274	274
Total revenues	<u>57,911</u>	<u>57,911</u>	<u>1,849,297</u>	<u>1,791,386</u>
Expenditures:				
Current:				
Economic development and assistance	500,000	500,000	263,540	236,460
Capital outlay:				
Economic development and assistance	42,000,000	42,000,000	2,729,154	39,270,846
Total expenditures	<u>42,500,000</u>	<u>42,500,000</u>	<u>2,992,694</u>	<u>39,507,306</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(42,442,089)</u>	<u>(42,442,089)</u>	<u>(1,143,397)</u>	<u>41,298,692</u>
Other financing sources (uses):				
Transfers in	2,000,000	2,000,000	282,333	(1,717,667)
General obligation bond proceeds			32,000,000	32,000,000
Total other financing sources (uses)	<u>2,000,000</u>	<u>2,000,000</u>	<u>32,282,333</u>	<u>30,282,333</u>
Net changes in fund balances	(40,442,089)	(40,442,089)	31,138,936	71,581,025
Fund balances, July 1	<u>41,043,064</u>	<u>41,043,064</u>	<u>9,050,348</u>	<u>(31,992,716)</u>
Fund balances, June 30	<u>\$ 600,975</u>	<u>\$ 600,975</u>	<u>\$ 40,189,284</u>	<u>\$ 39,588,309</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY FACILITIES CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 2,680,800	\$ 2,680,800	\$ 2,449,059	\$ (231,741)
Miscellaneous			5,166	5,166
Total revenues	<u>2,680,800</u>	<u>2,680,800</u>	<u>2,454,225</u>	<u>(226,575)</u>
Expenditures:				
Capital outlay:				
General government	46,621,492	46,621,492	11,684,964	34,936,528
Total expenditures	<u>46,621,492</u>	<u>46,621,492</u>	<u>11,684,964</u>	<u>34,936,528</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(43,940,692)</u>	<u>(43,940,692)</u>	<u>(9,230,739)</u>	<u>34,709,953</u>
Other financing sources (uses):				
Transfers in	8,560,000	8,560,000	7,925,926	(634,074)
General obligation bond proceeds	6,200,000	6,200,000		(6,200,000)
Total other financing sources (uses)	<u>14,760,000</u>	<u>14,760,000</u>	<u>7,925,926</u>	<u>(6,834,074)</u>
Net changes in fund balances	(29,180,692)	(29,180,692)	(1,304,813)	27,875,879
Fund balances, July 1	<u>48,320,964</u>	<u>48,320,964</u>	<u>50,582,419</u>	<u>2,261,455</u>
Fund balances, June 30	<u>\$ 19,140,272</u>	<u>\$ 19,140,272</u>	<u>\$ 49,277,606</u>	<u>\$ 30,137,334</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 FIRE SERVICES CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 655,867	\$ 655,867	\$	\$ (655,867)
Interest	<u>563,900</u>	<u>563,900</u>	<u>807,807</u>	<u>243,907</u>
Total revenues	<u>1,219,767</u>	<u>1,219,767</u>	<u>807,807</u>	<u>(411,960)</u>
Expenditures:				
Capital outlay:				
Public safety	<u>21,877,155</u>	<u>21,877,155</u>	<u>1,868,753</u>	<u>20,008,402</u>
Total expenditures	<u>21,877,155</u>	<u>21,877,155</u>	<u>1,868,753</u>	<u>20,008,402</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(20,657,388)</u>	<u>(20,657,388)</u>	<u>(1,060,946)</u>	<u>19,596,442</u>
Other financing sources (uses):				
Transfers in	3,000,000	3,000,000	13,875,309	10,875,309
General obligation bond proceeds	<u>10,000,000</u>	<u>10,000,000</u>	<u>13,875,309</u>	<u>(10,000,000)</u>
Total other financing sources (uses)	<u>13,000,000</u>	<u>13,000,000</u>	<u>13,875,309</u>	<u>875,309</u>
Net changes in fund balances	(7,657,388)	(7,657,388)	12,814,363	20,471,751
Fund balances, July 1	<u>10,557,797</u>	<u>10,557,797</u>	<u>11,284,334</u>	<u>726,537</u>
Fund balances, June 30	<u>\$ 2,900,409</u>	<u>\$ 2,900,409</u>	<u>\$ 24,098,697</u>	<u>\$ 21,198,288</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
PUBLIC WORKS CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 9,464,580	\$ 9,464,580	\$ 3,789,199	\$ (5,675,381)
Charges for services			959,425	959,425
Interest	545,400	545,400	569,239	23,839
Miscellaneous			25,146	25,146
Total revenues	<u>10,009,980</u>	<u>10,009,980</u>	<u>5,343,009</u>	<u>(4,666,971)</u>
Expenditures:				
Capital outlay:				
Public works	18,001,236	17,001,236	8,240,117	8,761,119
Total expenditures	<u>18,001,236</u>	<u>17,001,236</u>	<u>8,240,117</u>	<u>8,761,119</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,991,256)</u>	<u>(6,991,256)</u>	<u>(2,897,108)</u>	<u>4,094,148</u>
Other financing sources (uses):				
Transfers in	1,615,000	1,615,000	1,897,029	282,029
Transfers out		(1,000,000)	(1,000,000)	
Total other financing sources (uses)	<u>1,615,000</u>	<u>615,000</u>	<u>897,029</u>	<u>282,029</u>
Net changes in fund balances	(6,376,256)	(6,376,256)	(2,000,079)	4,376,177
Fund balances, July 1	<u>11,422,439</u>	<u>11,422,439</u>	<u>11,900,308</u>	<u>477,869</u>
Fund balances, June 30	<u>\$ 5,046,183</u>	<u>\$ 5,046,183</u>	<u>\$ 9,900,229</u>	<u>\$ 4,854,046</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 TRAFFIC IMPROVEMENTS CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Licenses and permits	\$ 1,600,000	\$ 1,600,000	\$ 1,006,836	\$ (593,164)
Intergovernmental	5,851,210	5,851,210	3,345,341	(2,505,869)
Interest	342,561	342,561	430,367	87,806
Miscellaneous			770	770
Total revenues	<u>7,793,771</u>	<u>7,793,771</u>	<u>4,783,314</u>	<u>(3,010,457)</u>
Expenditures:				
Current:				
Public safety	294,587	294,587	254,158	40,429
Capital outlay:				
Public safety	11,936,399	11,936,399	4,848,402	7,087,997
Total expenditures	<u>12,230,986</u>	<u>12,230,986</u>	<u>5,102,560</u>	<u>7,128,426</u>
Net changes in fund balances	(4,437,215)	(4,437,215)	(319,246)	4,117,969
Fund balances, July 1	<u>8,938,925</u>	<u>8,938,925</u>	<u>8,551,746</u>	<u>(387,179)</u>
Fund balances, June 30	<u>\$ 4,501,710</u>	<u>\$ 4,501,710</u>	<u>\$ 8,232,500</u>	<u>\$ 3,730,790</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 DETENTION AND ENFORCEMENT CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 158,100	\$ 158,100	\$ 287,294	\$ 129,194
Miscellaneous			3,496	3,496
Total revenues	<u>158,100</u>	<u>158,100</u>	<u>290,790</u>	<u>132,690</u>
Expenditures:				
Capital outlay:				
Public safety	4,804,938	4,804,938	94,730	4,710,208
Total expenditures	<u>4,804,938</u>	<u>4,804,938</u>	<u>94,730</u>	<u>4,710,208</u>
Net changes in fund balances	(4,646,838)	(4,646,838)	196,060	4,842,898
Fund balances, July 1	<u>5,234,066</u>	<u>5,234,066</u>	<u>5,326,623</u>	<u>92,557</u>
Fund balances, June 30	<u>\$ 587,228</u>	<u>\$ 587,228</u>	<u>\$ 5,522,683</u>	<u>\$ 4,935,455</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
EXTRAORDINARY MAINTENANCE CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Interest	\$ 26,893	\$ 26,893	\$ 31,929	\$ 5,036
Total revenues	<u>26,893</u>	<u>26,893</u>	<u>31,929</u>	<u>5,036</u>
Net changes in fund balances	26,893	26,893	31,929	5,036
Fund balances, July 1	<u>589,204</u>	<u>589,204</u>	<u>584,546</u>	<u>(4,658)</u>
Fund balances, June 30	<u>\$ 616,097</u>	<u>\$ 616,097</u>	<u>\$ 616,475</u>	<u>\$ 378</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS REDEVELOPMENT AGENCY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Interest	\$ 7,422	\$ 7,422	\$ 8,585	\$ 1,163
Total revenues	<u>7,422</u>	<u>7,422</u>	<u>8,585</u>	<u>1,163</u>
Net changes in fund balances	7,422	7,422	8,585	1,163
Fund balances, July 1	<u>167,344</u>	<u>167,344</u>	<u>167,504</u>	<u>160</u>
Fund balances, June 30	<u>\$ 174,766</u>	<u>\$ 174,766</u>	<u>\$ 176,089</u>	<u>\$ 1,323</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CEMETERY OPERATIONS PERMANENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 55,000	\$ 55,000	\$ 50,709	\$ (4,291)
Interest	<u>58,000</u>	<u>58,000</u>	<u>224,783</u>	<u>166,783</u>
Total revenues	<u>113,000</u>	<u>113,000</u>	<u>275,492</u>	<u>162,492</u>
Expenditures:				
Current:				
Health	<u>58,000</u>	<u>78,000</u>	<u>78,804</u>	<u>(804)</u>
Total expenditures	<u>58,000</u>	<u>78,000</u>	<u>78,804</u>	<u>(804)</u>
Net changes in fund balances	55,000	35,000	196,688	161,688
Fund balances, July 1	<u>1,429,839</u>	<u>1,449,839</u>	<u>1,481,779</u>	<u>31,940</u>
Fund balances, June 30	<u>\$ 1,484,839</u>	<u>\$ 1,484,839</u>	<u>\$ 1,678,467</u>	<u>\$ 193,628</u>

See accompanying independent auditors' report.

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Major Proprietary Funds



Major Proprietary Funds

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

SANITATION FUND

This fund is used to account for the operation of the City's water pollution control facilities and the construction and maintenance of sanitary sewer lines for the residents of Las Vegas and North Las Vegas.

NONPROFIT CORPORATIONS

The purpose of the corporations is to promote the health and welfare of the City of Las Vegas and its citizens through the acquisition and disposition of property located therein, exclusively for public purposes.

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CITY OF LAS VEGAS, NEVADA
SANITATION ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services:				
Sewer charges to citizens	\$ 68,200,000	\$ 68,200,000	\$ 71,122,844	\$ 2,922,844
Sewer charges - North				
Las Vegas	10,000,000	10,000,000	10,183,059	183,059
Other	592,000	592,000	1,671,422	1,079,422
Miscellaneous	222,000	222,000	70,514	(151,486)
Total operating revenues	<u>79,014,000</u>	<u>79,014,000</u>	<u>83,047,839</u>	<u>4,033,839</u>
Operating expenses:				
Salaries and employee benefits	25,337,971	25,337,971	22,945,959	2,392,012
Services and supplies	27,723,896	27,723,896	27,100,635	623,261
Depreciation	18,736,067	18,736,067	19,278,302	(542,235)
Total operating expenses	<u>71,797,934</u>	<u>71,797,934</u>	<u>69,324,896</u>	<u>2,473,038</u>
Operating income (loss)	<u>7,216,066</u>	<u>7,216,066</u>	<u>13,722,943</u>	<u>6,506,877</u>
Nonoperating revenues (expenses):				
Interest revenue	3,600,000	3,600,000	6,239,403	2,639,403
Interest expense	(5,400,000)	(5,400,000)	(5,191,349)	208,651
Sewer connection charges	22,000,000	22,000,000	16,449,072	(5,550,928)
Intergovernmental revenue	10,630,000	10,630,000	11,292,050	662,050
Intergovernmental expense	(7,119,600)	(9,119,600)	(9,471,325)	(351,725)
Total nonoperating revenues (expenses)	<u>23,710,400</u>	<u>21,710,400</u>	<u>19,317,851</u>	<u>(2,392,549)</u>
Income (loss) before contributions and operating transfers	30,926,466	28,926,466	33,040,794	4,114,328
Capital contributions - sewer lines	6,000,000	6,000,000	5,418,500	(581,500)
Transfers in			2,985,460	2,985,460
Transfers out	<u>(1,000,000)</u>	<u>(1,000,000)</u>		<u>1,000,000</u>
Changes in net assets	35,926,466	33,926,466	41,444,754	7,518,288
Total net assets, July 1	485,499,516	485,499,516	485,499,516	
Total net assets, June 30	<u>\$ 521,425,982</u>	<u>\$ 519,425,982</u>	<u>\$ 526,944,270</u>	<u>\$ 7,518,288</u>

See accompanying independent auditor's report.

CITY OF LAS VEGAS, NEVADA
NONPROFIT CORPORATIONS ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Miscellaneous:				
Rentals	\$	\$	\$ 131,835	\$ 131,835
Total operating revenues	<u>0</u>	<u>0</u>	<u>131,835</u>	<u>131,835</u>
Operating expenses:				
Services and supplies	<u>1,308,550</u>	<u>1,308,550</u>	<u>1,680,294</u>	<u>(371,744)</u>
Total operating expenses	<u>1,308,550</u>	<u>1,308,550</u>	<u>1,680,294</u>	<u>(371,744)</u>
Operating income (loss)	<u>(1,308,550)</u>	<u>(1,308,550)</u>	<u>(1,548,459)</u>	<u>(239,909)</u>
Nonoperating revenues (expenses):				
Interest revenue			<u>104,592</u>	<u>104,592</u>
Total nonoperating revenues (expenses)	<u>0</u>	<u>0</u>	<u>104,592</u>	<u>104,592</u>
Income (loss) before contributions and transfers	<u>(1,308,550)</u>	<u>(1,308,550)</u>	<u>(1,443,867)</u>	<u>(135,317)</u>
Capital contributions			<u>80,074</u>	<u>80,074</u>
Changes in net assets	<u>(1,308,550)</u>	<u>(1,308,550)</u>	<u>(1,363,793)</u>	<u>(55,243)</u>
Net assets, July 1	<u>26,677,683</u>	<u>26,677,683</u>	<u>26,677,683</u>	
Net assets, June 30	<u>\$ 25,369,133</u>	<u>\$ 25,369,133</u>	<u>\$ 25,313,890</u>	<u>\$ (55,243)</u>

See accompanying independent auditor's report.



Non-Major Proprietary Funds



Nonmajor Proprietary Funds

ENTERPRISE FUNDS

Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises where the intent of the governing body is that the costs (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Municipal Golf Course Fund—This fund is used to account for the revenues and costs associated with constructing, operating and leasing public golf courses.

Municipal Parking Fund—This fund is used to account for the revenues and expenses of providing public parking. This includes the leasing of two downtown parking garages owned by the City, all parking enforcement and parking ticket collection activity throughout the City, and the construction and operation of downtown parking facilities.

Video Production Fund—This fund is used to provide equipment and studios for television programming over the public, educational and government channels.

Building & Safety Fund—This fund is used to account for the costs of safeguarding people and property by providing reasonable controls for the construction, use and occupancy of buildings.

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS
JUNE 30, 2007

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,251,649	\$ 8,771,911
Receivables (net of allowances for uncollectibles):		
Accounts		54,421
Interest	4,955	63,358
Loans		2,781,449
Intergovernmental		
Due from other funds		
Inventories	23,995	
Prepaid items	119,211	
Deposits	26,191	
Total current assets	<u>1,426,001</u>	<u>11,671,139</u>
Noncurrent assets:		
Deferred charges-bond issuance costs	<u>59,653</u>	
Capital assets:		
Land	795,047	2,531,083
Land improvements	13,014,488	48,945
Buildings	4,414,014	2,116,942
Building improvements	123,203	580,492
Machinery and equipment	534,496	5,875
Less accumulated depreciation	<u>(5,649,335)</u>	<u>(2,748,604)</u>
Total capital assets (net of accumulated depreciation)	<u>13,231,913</u>	<u>2,534,733</u>
Total noncurrent assets	<u>13,291,566</u>	<u>2,534,733</u>
Total assets	<u>14,717,567</u>	<u>14,205,872</u>

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 1,604,538	\$ 9,021,067	\$ 20,649,165
	150	54,571
12,295	70,229	150,837
		2,781,449
1,664		1,664
	19,118	19,118
		23,995
		119,211
		26,191
<u>1,618,497</u>	<u>9,110,564</u>	<u>23,826,201</u>
		<u>59,653</u>
		3,326,130
		13,063,433
		6,530,956
141,589		845,284
1,635,189		2,175,560
<u>(898,031)</u>		<u>(9,295,970)</u>
<u>878,747</u>	<u>0</u>	<u>16,645,393</u>
<u>878,747</u>	<u>0</u>	<u>16,705,046</u>
<u>2,497,244</u>	<u>9,110,564</u>	<u>40,531,247</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS (continued)
NONMAJOR PROPRIETARY FUNDS
JUNE 30, 2007

	Municipal Golf Course	Municipal Parking
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 1,036	\$ 38,292
Deposits	3,600	13,859
General obligation revenue bonds payable	455,000	
Interest payable	50,351	
Intergovernmental payable	1,483	
Total current liabilities	511,470	52,151
Noncurrent liabilities:		
General obligation revenue bonds payable	10,088,239	
Unearned revenue	15,066	881,075
Total noncurrent liabilities	10,103,305	881,075
Total liabilities	10,614,775	933,226
NET ASSETS		
Investment in capital assets, net of related debt	2,688,674	2,534,733
Unrestricted	1,414,118	10,737,913
Total net assets	\$ 4,102,792	\$ 13,272,646

See accompanying independent auditor's report.

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 13,262	\$ 13,369	\$ 65,959
		17,459
		455,000
		50,351
		1,483
<u>13,262</u>	<u>13,369</u>	<u>590,252</u>
		10,088,239
		896,141
		<u>10,984,380</u>
<u>13,262</u>	<u>13,369</u>	<u>11,574,632</u>
878,747		6,102,154
<u>1,605,235</u>	<u>9,097,195</u>	<u>22,854,461</u>
<u>\$ 2,483,982</u>	<u>\$ 9,097,195</u>	<u>\$ 28,956,615</u>

CITY OF LAS VEGAS, NEVADA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Operating revenues:		
Licenses and permits	\$ 1,323,132	\$ 2,016,013
Charges for services		2,844,753
Fines and forfeits		1,285,814
Miscellaneous	<u>108,175</u>	<u>1,285,814</u>
Total operating revenues	<u>1,431,307</u>	<u>6,146,580</u>
Operating expenses:		
Salaries and employee benefits		2,466,771
Services and supplies	1,495,822	1,429,707
Cost of stores issued	119,057	
Depreciation	<u>776,514</u>	<u>2,905</u>
Total operating expenses	<u>2,391,393</u>	<u>3,899,383</u>
Operating income (loss)	<u>(960,086)</u>	<u>2,247,197</u>
Nonoperating revenues (expenses):		
Interest revenue	21,821	426,243
Interest expense	(614,293)	(8,864)
Contributions to other governments	<u>(34,098)</u>	
Total nonoperating revenues (expenses)	<u>(626,570)</u>	<u>417,379</u>
Income (loss) before contributions and transfers	(1,586,656)	2,664,576
Transfers in	1,000,000	1,692,656
Transfers out		<u>(1,739,419)</u>
Changes in net assets	(586,656)	2,617,813
Total net assets July 1	4,689,448	10,654,833
Total net assets, June 30	<u>\$ 4,102,792</u>	<u>\$ 13,272,646</u>

See accompanying independent auditor's report.

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 2,043,342	\$ 14,675,925	\$ 16,719,267
104,629	968,852	4,412,626
		2,844,753
	1,216	1,395,205
<u>2,147,971</u>	<u>15,645,993</u>	<u>25,371,851</u>
1,074,915	13,696,934	17,238,620
392,153	3,598,829	6,916,511
		119,057
172,243		951,662
<u>1,639,311</u>	<u>17,295,763</u>	<u>25,225,850</u>
<u>508,660</u>	<u>(1,649,770)</u>	<u>146,001</u>
79,374	520,283	1,047,721
		(623,157)
(150,000)		(184,098)
<u>(70,626)</u>	<u>520,283</u>	<u>240,466</u>
438,034	(1,129,487)	386,467
76,775	1,948,467	4,717,898
(200,000)		(1,939,419)
<u>314,809</u>	<u>818,980</u>	<u>3,164,946</u>
2,169,173	8,278,215	25,791,669
<u>\$ 2,483,982</u>	<u>\$ 9,097,195</u>	<u>\$ 28,956,615</u>

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Cash flows from operating activities:		
Cash received from customers	\$ 1,436,631	\$ 6,138,751
Cash payments to suppliers for goods and services	(1,684,822)	(1,503,586)
Cash payments to employees for services	<u>(248,191)</u>	<u>(2,466,771)</u>
Net cash provided by (used in) operating activities	<u>(248,191)</u>	<u>2,168,394</u>
Cash flows from noncapital financing activities:		
Transfers in from other funds	1,000,000	1,400,000
Transfers out to other funds		(1,739,419)
Contributions to other governments	<u>(34,098)</u>	<u></u>
Net cash provided by (used in) noncapital financing activities	<u>965,902</u>	<u>(339,419)</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets		
Principal paid on bonds	(425,000)	
Interest paid	<u>(617,355)</u>	<u>(8,864)</u>
Net cash provided by (used in) capital and related financing activities	<u>(1,042,355)</u>	<u>(8,864)</u>
Cash flows from investing activities:		
Interest and dividends on investments	<u>16,866</u>	<u>397,409</u>
Net cash provided by (used in) investing activities	<u>16,866</u>	<u>397,409</u>
Net increase (decrease) in cash and cash equivalents	(307,778)	2,217,520
Cash and cash equivalents, July 1	<u>1,559,427</u>	<u>6,554,391</u>
Cash and cash equivalents, June 30	<u>\$ 1,251,649</u>	<u>\$ 8,771,911</u>

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 2,147,971	\$ 15,627,225	\$ 25,350,578
(405,970)	(3,598,105)	(7,192,483)
<u>(1,074,915)</u>	<u>(13,696,934)</u>	<u>(17,238,620)</u>
<u>667,086</u>	<u>(1,667,814)</u>	<u>919,475</u>
		2,400,000
(200,000)		(1,939,419)
<u>(150,000)</u>		<u>(184,098)</u>
<u>(350,000)</u>		<u>276,483</u>
(145,591)		(145,591)
		(425,000)
		<u>(626,219)</u>
<u>(145,591)</u>		<u>(1,196,810)</u>
<u>75,476</u>	<u>501,391</u>	<u>991,142</u>
<u>75,476</u>	<u>501,391</u>	<u>991,142</u>
246,971	(1,166,423)	990,290
<u>1,357,567</u>	<u>10,187,490</u>	<u>19,658,875</u>
<u>\$ 1,604,538</u>	<u>\$ 9,021,067</u>	<u>\$ 20,649,165</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS (continued)
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Municipal Golf Course	Municipal Parking
Reconciliation of operating income to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (960,086)	\$ 2,247,197
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Depreciation	776,514	2,905
Change in assets and liabilities:		
(Increase) decrease in accounts receivable		11,502
(Increase) decrease in intergovernmental receivable		
(Increase) decrease in inventories	(6,532)	
(Increase) decrease in prepaid items	(11,692)	
Increase (decrease) in accounts payable	(51,700)	(73,879)
Increase (decrease) in intergovernmental payable	(19)	
Increase (decrease) in deposits	2,800	5,369
Increase (decrease) in deferred revenue	2,524	(24,700)
Net cash provided by (used in) operating activities	\$ (248,191)	\$ 2,168,394

See accompanying independent auditor's report.

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 508,660	\$ (1,649,770)	\$ 146,001
172,243		951,662
	350	11,852
	(19,118)	(19,118)
		(6,532)
		(11,692)
(13,817)	724	(138,672)
		(19)
		8,169
		(22,176)
<u>667,086</u>	<u>(1,667,814)</u>	<u>919,475</u>

CITY OF LAS VEGAS, NEVADA
MUNICIPAL GOLF COURSE ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services:				
Other	\$ 1,350,000	\$ 1,350,000	\$ 1,323,132	\$ (26,868)
Miscellaneous	180,000	180,000	108,175	(71,825)
Total operating revenues	<u>1,530,000</u>	<u>1,530,000</u>	<u>1,431,307</u>	<u>(98,693)</u>
Operating expenses:				
Services and supplies	2,173,322	2,173,322	1,495,822	677,500
Cost of stores issued	141,402	141,402	119,057	22,345
Depreciation	776,415	776,415	776,514	(99)
Total operating expenses	<u>3,091,139</u>	<u>3,091,139</u>	<u>2,391,393</u>	<u>699,746</u>
Operating income (loss)	<u>(1,561,139)</u>	<u>(1,561,139)</u>	<u>(960,086)</u>	<u>601,053</u>
Nonoperating revenues (expenses):				
Interest revenue	15,900	15,900	21,821	5,921
Interest expense	(613,901)	(613,901)	(614,293)	(392)
Contributions to other governments	(100,000)	(100,000)	(34,098)	65,902
Total nonoperating revenues (expenses)	<u>(698,001)</u>	<u>(698,001)</u>	<u>(626,570)</u>	<u>71,431</u>
Income (loss) before contributions and transfers	(2,259,140)	(2,259,140)	(1,586,656)	672,484
Transfers in	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	
Changes in net assets	(1,259,140)	(1,259,140)	(586,656)	672,484
Net assets, July 1	<u>4,689,448</u>	<u>4,689,448</u>	<u>4,689,448</u>	
Net assets, June 30	<u>\$ 3,430,308</u>	<u>\$ 3,430,308</u>	<u>\$ 4,102,792</u>	<u>\$ 672,484</u>

See accompanying independent auditor's report.

CITY OF LAS VEGAS, NEVADA
MUNICIPAL PARKING ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 2,023,000	\$ 2,023,000	\$ 2,016,013	\$ (6,987)
Fines and forfeits	2,996,000	2,996,000	2,844,753	(151,247)
Miscellaneous:				
Parking garage lease	1,214,000	1,214,000	1,201,082	(12,918)
Other	15,000	15,000	84,732	69,732
Total operating revenues	<u>6,248,000</u>	<u>6,248,000</u>	<u>6,146,580</u>	<u>(101,420)</u>
Operating expenses:				
Salaries and employee benefits	2,804,720	2,804,720	2,466,771	337,949
Services and supplies	2,277,278	2,257,278	1,429,707	827,571
Depreciation	4,200	4,200	2,905	1,295
Total operating expenses	<u>5,086,198</u>	<u>5,066,198</u>	<u>3,899,383</u>	<u>1,166,815</u>
Operating income (loss)	<u>1,161,802</u>	<u>1,181,802</u>	<u>2,247,197</u>	<u>1,065,395</u>
Nonoperating revenues (expenses):				
Interest revenue	235,500	235,500	426,243	190,743
Interest expense	(20,000)	(20,000)	(8,864)	11,136
Total nonoperating revenues	<u>235,500</u>	<u>215,500</u>	<u>417,379</u>	<u>201,879</u>
Income (loss) before contributions and transfers	1,397,302	1,397,302	2,664,576	1,267,274
Transfers in	1,400,000	1,400,000	1,692,656	292,656
Transfers out	<u>(1,739,419)</u>	<u>(1,739,419)</u>	<u>(1,739,419)</u>	
Changes in net assets	1,057,883	1,057,883	2,617,813	1,559,930
Total net assets, July 1	10,654,833	10,654,833	10,654,833	
Total net assets, June 30	<u>\$ 11,712,716</u>	<u>\$ 11,712,716</u>	<u>\$ 13,272,646</u>	<u>\$ 1,559,930</u>

See accompanying independent auditor's report.

CITY OF LAS VEGAS, NEVADA
VIDEO PRODUCTION ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Licenses and permits:				
Franchise Fees - Cable TV	\$ 1,951,482	\$ 1,951,482	\$ 2,043,342	\$ 91,860
Charges for services	<u>3,000</u>	<u>3,000</u>	<u>104,629</u>	<u>101,629</u>
Total operating revenues	<u>1,954,482</u>	<u>1,954,482</u>	<u>2,147,971</u>	<u>193,489</u>
Operating expenses:				
Salaries and employee benefits	1,233,530	1,233,530	1,074,915	158,615
Services and supplies	330,048	330,048	392,153	(62,105)
Depreciation	<u>140,000</u>	<u>140,000</u>	<u>172,243</u>	<u>(32,243)</u>
Total operating expenses	<u>1,703,578</u>	<u>1,703,578</u>	<u>1,639,311</u>	<u>64,267</u>
Operating income (loss)	<u>250,904</u>	<u>250,904</u>	<u>508,660</u>	<u>257,756</u>
Nonoperating revenues (expenses):				
Interest revenue	59,689	59,689	79,374	19,685
Contributions to other governments	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>	<u></u>
Total nonoperating revenues (expenses)	<u>(90,311)</u>	<u>(90,311)</u>	<u>(70,626)</u>	<u>19,685</u>
Income (loss) before contributions and transfers	160,593	160,593	438,034	277,441
Transfers in			76,775	76,775
Transfers out	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>	<u></u>
Changes in net assets	(39,407)	(39,407)	314,809	354,216
Total net assets, July 1	2,169,173	2,169,173	2,169,173	
Total net assets, June 30	<u>\$ 2,129,766</u>	<u>\$ 2,129,766</u>	<u>\$ 2,483,982</u>	<u>\$ 354,216</u>

See accompanying independent auditor's report.

CITY OF LAS VEGAS, NEVADA
BUILDING & SAFETY ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Licenses and permits:				
Building permits	\$ 17,722,940	\$ 17,722,940	\$ 13,563,253	\$ (4,159,687)
Miscellaneous permits	1,223,830	1,223,830	1,112,672	(111,158)
Charges for services	1,667,446	1,667,446	968,852	(698,594)
Miscellaneous			1,216	1,216
Total operating revenues	<u>20,614,216</u>	<u>20,614,216</u>	<u>15,645,993</u>	<u>(4,968,223)</u>
Operating expenses:				
Salaries and employee benefits	15,175,552	15,175,552	13,696,934	1,478,618
Services and supplies	3,082,979	3,082,979	3,598,829	(515,850)
Total operating expenses	<u>18,258,531</u>	<u>18,258,531</u>	<u>17,295,763</u>	<u>962,768</u>
Operating income (loss)	<u>2,355,685</u>	<u>2,355,685</u>	<u>(1,649,770)</u>	<u>(4,005,455)</u>
Nonoperating revenues:				
Interest revenue	333,156	333,156	520,283	187,127
Total nonoperating revenues	<u>333,156</u>	<u>333,156</u>	<u>520,283</u>	<u>187,127</u>
Income (loss) before contributions and transfers	2,688,841	2,688,841	(1,129,487)	(3,818,328)
Transfers in			<u>1,948,467</u>	<u>1,948,467</u>
Changes in net assets	2,688,841	2,688,841	818,980	(1,869,861)
Total net assets, July 1	8,278,215	8,278,215	8,278,215	
Total net assets, June 30	<u>\$ 10,967,056</u>	<u>\$ 10,967,056</u>	<u>\$ 9,097,195</u>	<u>\$ (1,869,861)</u>

See accompanying independent auditor's report.

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Internal Service Funds



INTERNAL SERVICE FUNDS

Internal Service Funds are used to account for the financing of goods and 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 of services are reimbursed by the departments or agencies to which the service is provided.

Reimbursable Expense Fund—This fund is used to account for miscellaneous costs of services and supplies which are incurred on behalf of private enterprises and other governmental entities.

Fire Communications Fund—This fund is used to account for the costs of providing emergency dispatch services for the entire Las Vegas valley area. Through an interlocal agreement, the costs of operations are shared by the City and other governmental entities who are billed quarterly.

Graphic Arts Fund—This fund is used to account for the costs of materials, supplies and graphic reproduction services to City departments and agencies which are charged at cost plus a handling fee.

Computer Services Fund—This fund is used to account for the purchase, software licensing, and maintenance of personal computers.

Communications Fund—This fund is used to account for the costs of purchasing and maintaining radios, pagers, cellular and telephone equipment used by City departments. Each department is charged for usage at a ratio to allow recovery of acquisition costs, maintenance and repair of the equipment.

Automotive Operations Fund—This fund is used to account for the acquisition, replacement, maintenance and repair of the City's fleet of vehicles and equipment as well as the operating costs of the central garage and its satellites. City departments and agencies are charged monthly fees to allow recovery of costs.

Employee Benefit Fund—This fund is used to account for monies collected from City departments, employees and former employees and dependents to be expended for premiums and claims for health insurance and other employee benefits provided to employees and their dependents. The fund includes the City's Workers' Compensation self-insurance program which expends payment of claims, as required by law, to employees injured by accident at work.

Liability Insurance & Property Damage Fund—This fund is used to account for monies collected for the self-insurance program from City departments to be expended for payment of claims, to certain legal limits, for casualty and accident insurance and to cover damage and loss of City-owned assets.

Fire Equipment Acquisition Fund—This fund is used to account for the acquisition costs of new fire vehicles and equipment. Maintenance costs are reported in the General Fund.

Miscellaneous Stores Fund—This fund is used to account for the costs of goods held for resale to other City departments and agencies.

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2007

	<u>Reimbursable</u> <u>Expenses</u>	<u>Fire</u> <u>Communications</u>	<u>Graphic</u> <u>Arts</u>	<u>Computer</u> <u>Services</u>	<u>Communications</u>	<u>Automotive</u> <u>Operations</u>
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 73,035	\$ 60,798	\$ 1,770,944	\$ 6,632,823	\$ 2,658,903	\$ 16,719,365
Investments						
Receivables (net of allowances for uncollectibles):						
Accounts	2,276		1,971			
Interest	8,928	2,344	12,165	47,914	19,031	120,393
Loans	65,826					
Intergovernmental	51,827	2,024,955	584			479,701
Due from other funds	1,271,617		13,418			
Inventories			102,237	891,095	132,488	342,627
Total current assets	<u>1,473,509</u>	<u>2,088,097</u>	<u>1,901,319</u>	<u>7,571,832</u>	<u>2,810,422</u>	<u>17,662,086</u>
Noncurrent assets:						
Capital assets:						
Land improvements						257,077
Buildings			499,416			3,486,899
Building improvements		4,349,414	74,021			56,882
Machinery and equipment		2,747,441	720,832	1,570,154	538,080	410,084
Vehicles						32,894,701
Less accumulated depreciation		<u>(5,358,864)</u>	<u>(841,606)</u>	<u>(708,099)</u>	<u>(158,018)</u>	<u>(19,897,887)</u>
Total capital assets (net of accumulated depreciation)	<u>0</u>	<u>1,737,991</u>	<u>452,663</u>	<u>862,055</u>	<u>380,062</u>	<u>17,207,756</u>
Total assets	<u>1,473,509</u>	<u>3,826,088</u>	<u>2,353,982</u>	<u>8,433,887</u>	<u>3,190,484</u>	<u>34,869,842</u>

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 47,387,755	\$ 4,836,362	\$ 4,098,292	\$	\$ 84,238,277
2,953,845	5,403,409			8,357,254
366,372	345,591			716,210
354,666	89,282	29,545		684,268
				65,826
				2,557,067
				1,285,035
			1,525,062	2,993,509
<u>51,062,638</u>	<u>10,674,644</u>	<u>4,127,837</u>	<u>1,525,062</u>	<u>100,897,446</u>
				257,077
				3,986,315
2,210				4,482,527
5,670	8,380			6,000,641
		11,212,949		44,107,650
<u>(7,880)</u>	<u>(8,380)</u>	<u>(6,635,114)</u>		<u>(33,615,848)</u>
<u>0</u>	<u>0</u>	<u>4,577,835</u>	<u>0</u>	<u>25,218,362</u>
<u>51,062,638</u>	<u>10,674,644</u>	<u>8,705,672</u>	<u>1,525,062</u>	<u>126,115,808</u>

Continued

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS (continued)
JUNE 30, 2007

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Graphic Arts</u>	<u>Computer Services</u>	<u>Communications</u>	<u>Automotive Operations</u>
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 29,995	\$ 8,042	\$ 159,358	\$ 492,467	\$ 7,077	\$ 462,670
Compensated absences payable						
Deposits		289,280				
Due to other funds						
Benefits payable						
Claims and judgments payable						
Total current liabilities	<u>29,995</u>	<u>297,322</u>	<u>159,358</u>	<u>492,467</u>	<u>7,077</u>	<u>462,670</u>
Noncurrent liabilities:						
Compensated absences payable						
Claims and judgments payable						
Total noncurrent liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities	<u>29,995</u>	<u>297,322</u>	<u>159,358</u>	<u>492,467</u>	<u>7,077</u>	<u>462,670</u>
NET ASSETS						
Invested in capital assets		1,737,991	452,663	862,055	380,062	17,207,756
Unrestricted	<u>1,443,514</u>	<u>1,790,775</u>	<u>1,741,961</u>	<u>7,079,365</u>	<u>2,803,345</u>	<u>17,199,416</u>
Total net assets	<u>\$ 1,443,514</u>	<u>\$ 3,528,766</u>	<u>\$ 2,194,624</u>	<u>\$ 7,941,420</u>	<u>\$ 3,183,407</u>	<u>\$ 34,407,172</u>

See accompanying independent auditors' report.

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 72,377	\$ 9,507	\$ 399,254	\$ 140,479	\$ 1,781,226
30,721,537				30,721,537
				289,280
			807,509	807,509
6,210,618				6,210,618
<u>2,569,360</u>	<u>258,634</u>			<u>2,827,994</u>
<u>39,573,892</u>	<u>268,141</u>	<u>399,254</u>	<u>947,988</u>	<u>42,638,164</u>
19,203,722				19,203,722
<u>8,172,986</u>				<u>8,172,986</u>
<u>27,376,708</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>27,376,708</u>
<u>66,950,600</u>	<u>268,141</u>	<u>399,254</u>	<u>947,988</u>	<u>70,014,872</u>
		4,577,835		25,218,362
<u>(15,887,962)</u>	<u>10,406,503</u>	<u>3,728,583</u>	<u>577,074</u>	<u>30,882,574</u>
<u>\$ (15,887,962)</u>	<u>\$ 10,406,503</u>	<u>\$ 8,306,418</u>	<u>\$ 577,074</u>	<u>\$ 56,100,936</u>

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Graphic Arts</u>	<u>Computer Services</u>	<u>Communications</u>
Operating revenues:					
Charges for services	\$ 2,571,820	\$ 8,777,189	\$ 2,460,043	\$ 7,330,998	\$ 894,366
Miscellaneous				34,900	3,912
Total operating revenues	<u>2,571,820</u>	<u>8,777,189</u>	<u>2,460,043</u>	<u>7,365,898</u>	<u>898,278</u>
Operating expenses:					
Salaries and employee benefits	1,982,307	6,721,941	693,141	1,528,260	265,624
Services and supplies	589,559	2,017,379	1,138,255	4,295,055	296,352
Cost of stores issued			189,020	2,988,588	400,390
Insurance claims					
Insurance premiums					
Depreciation		655,269	60,649	197,157	53,354
Total operating expenses	<u>2,571,866</u>	<u>9,394,589</u>	<u>2,081,065</u>	<u>9,009,060</u>	<u>1,015,720</u>
Operating income (loss)	<u>(46)</u>	<u>(617,400)</u>	<u>378,978</u>	<u>(1,643,162)</u>	<u>(117,442)</u>
Nonoperating revenues (expenses):					
Interest revenue	67,772	23,137	79,070	339,079	135,831
Gain on sale of capital assets					
Intergovernmental revenue					
Intergovernmental expense					
Total nonoperating revenues (expenses)	<u>67,772</u>	<u>23,137</u>	<u>79,070</u>	<u>339,079</u>	<u>135,831</u>
Income (loss) before contributions and operating transfers	67,726	(594,263)	458,048	(1,304,083)	18,389
Transfers in	72,241	539,482	122,392	89,552	60,608
Transfers out		(2,443)			
Changes in net assets	139,967	(57,224)	580,440	(1,214,531)	78,997
Total net assets, July 1	1,303,547	3,585,990	1,614,184	9,155,951	3,104,410
Total net assets, June 30	<u>\$ 1,443,514</u>	<u>\$ 3,528,766</u>	<u>\$ 2,194,624</u>	<u>\$ 7,941,420</u>	<u>\$ 3,183,407</u>

See accompanying independent auditors' report.

<u>Automotive Operations</u>	<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 14,032,872	\$ 141,386,630	\$ 3,090,103	\$ 746,767	\$ 68,587	\$ 181,359,375
80,921				23,722	143,455
<u>14,113,793</u>	<u>141,386,630</u>	<u>3,090,103</u>	<u>746,767</u>	<u>92,309</u>	<u>181,502,830</u>
3,619,351	108,251,221	513,899			123,575,744
1,870,491	2,455,880	286,448		64,833	13,014,252
3,291,055				61,608	6,930,661
	18,743,008	1,110,541			19,853,549
	4,747,078	131,971			4,879,049
<u>3,755,413</u>			<u>747,268</u>		<u>5,469,110</u>
<u>12,536,310</u>	<u>134,197,187</u>	<u>2,042,859</u>	<u>747,268</u>	<u>126,441</u>	<u>173,722,365</u>
<u>1,577,483</u>	<u>7,189,443</u>	<u>1,047,244</u>	<u>(501)</u>	<u>(34,132)</u>	<u>7,780,465</u>
832,236	2,464,963	534,050	233,144		4,709,282
725,614			16,720		742,334
446,000			538,158		984,158
	<u>(1,071,985)</u>				<u>(1,071,985)</u>
<u>2,003,850</u>	<u>1,392,978</u>	<u>534,050</u>	<u>788,022</u>	<u>0</u>	<u>5,363,789</u>
3,581,333	8,582,421	1,581,294	787,521	(34,132)	13,144,254
533,852		43,982	229,755		1,691,864
<u>(46,556)</u>	<u>(47,139,644)</u>				<u>(47,188,643)</u>
4,068,629	(38,557,223)	1,625,276	1,017,276	(34,132)	(32,352,525)
30,338,543	22,669,261	8,781,227	7,289,142	611,206	88,453,461
<u>\$ 34,407,172</u>	<u>\$ (15,887,962)</u>	<u>\$ 10,406,503</u>	<u>\$ 8,306,418</u>	<u>\$ 577,074</u>	<u>\$ 56,100,936</u>

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Graphic Arts</u>	<u>Computer Services</u>	<u>Communications</u>
Cash flows from operating activities:					
Cash received from customers and users	\$ 1,359,312	\$ 7,717,800	\$ 2,451,954	\$ 7,365,898	\$ 898,278
Cash payments to suppliers for goods and services	(555,510)	(2,116,497)	(1,230,594)	(7,450,797)	(704,313)
Cash payments to employees for services	<u>(5,493,256)</u>	<u>(6,721,941)</u>	<u>(693,141)</u>	<u>(1,528,260)</u>	<u>(265,624)</u>
Net cash provided by (used in) operating activities	<u>(4,689,454)</u>	<u>(1,120,638)</u>	<u>528,219</u>	<u>(1,613,159)</u>	<u>(71,659)</u>
Cash flows from noncapital financing activities:					
Cash paid to other funds					
Federal grants					
Transfers in from other funds		52,805			
Transfers out to other funds		(2,443)			
Subsidies paid to other governments					
Net cash provided by (used in) noncapital financing activities	<u>0</u>	<u>50,362</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cash flows from capital and related financing activities:					
Contributions from other governments					
Acquisition and construction of capital assets			(55,644)		
Proceeds from sale of capital assets					
Net cash provided by (used in) capital and related financing activities	<u>0</u>	<u>0</u>	<u>(55,644)</u>	<u>0</u>	<u>0</u>
Cash flows from investing activities:					
Interest and dividends on investments	<u>65,107</u>	<u>25,700</u>	<u>72,458</u>	<u>330,617</u>	<u>128,039</u>
Net cash provided by (used in) investing activities	<u>65,107</u>	<u>25,700</u>	<u>72,458</u>	<u>330,617</u>	<u>128,039</u>
Net increase (decrease) in cash and cash equivalents	(4,624,347)	(1,044,576)	545,033	(1,282,542)	56,380
Cash and cash equivalents, July 1	<u>4,697,382</u>	<u>1,105,374</u>	<u>1,225,911</u>	<u>7,915,365</u>	<u>2,602,523</u>
Cash and cash equivalents, June 30	<u>\$ 73,035</u>	<u>\$ 60,798</u>	<u>\$ 1,770,944</u>	<u>\$ 6,632,823</u>	<u>\$ 2,658,903</u>

See accompanying independent auditors' report.

<u>Automotive Operations</u>	<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 13,785,232	\$ 141,258,731	\$ 3,145,021	\$ 746,767	\$ 92,309	\$ 178,821,302
(5,220,818)	(20,047,967)	(1,751,891)		178,936	(38,899,451)
<u>(3,619,351)</u>	<u>(105,499,576)</u>	<u>(513,899)</u>			<u>(124,335,048)</u>
<u>4,945,063</u>	<u>15,711,188</u>	<u>879,231</u>	<u>746,767</u>	<u>271,245</u>	<u>15,586,803</u>
				(271,245)	(271,245)
446,000					446,000
			229,755		282,560
(46,556)					(48,999)
	<u>(1,071,985)</u>				<u>(1,071,985)</u>
<u>399,444</u>	<u>(1,071,985)</u>	<u>0</u>	<u>229,755</u>	<u>(271,245)</u>	<u>(663,669)</u>
			538,158		538,158
(7,626,544)			(1,610,015)		(9,292,203)
<u>745,251</u>			<u>16,720</u>		<u>761,971</u>
<u>(6,881,293)</u>	<u>0</u>	<u>0</u>	<u>(1,055,137)</u>	<u>0</u>	<u>(7,992,074)</u>
<u>789,349</u>	<u>2,214,027</u>	<u>411,359</u>	<u>218,678</u>		<u>4,255,334</u>
<u>789,349</u>	<u>2,214,027</u>	<u>411,359</u>	<u>218,678</u>	<u>0</u>	<u>4,255,334</u>
(747,437)	16,853,230	1,290,590	140,063	0	11,186,394
<u>17,466,802</u>	<u>30,534,525</u>	<u>3,545,772</u>	<u>3,958,229</u>		<u>73,051,883</u>
<u>\$ 16,719,365</u>	<u>\$ 47,387,755</u>	<u>\$ 4,836,362</u>	<u>\$ 4,098,292</u>	<u>\$ 0</u>	<u>\$ 84,238,277</u>

Continued

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Graphic Arts</u>	<u>Computer Services</u>	<u>Communications</u>	<u>Automotive Operations</u>
Reconciliation of operating income to net cash provided by (used in) operating activities:						
Operating income (loss)	\$ (46)	\$ (617,400)	\$ 378,978	\$ (1,643,162)	\$ (117,442)	\$ 1,577,483
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:						
Depreciation		655,269	60,649	197,157	53,354	3,755,413
Change in assets and liabilities:						
(Increase) decrease in accounts receivable			(1,531)			
(Increase) decrease in loans receivable	6,300					
(Increase) decrease in inter-governmental receivable	(2,050)	(1,112,173)	6,860			(328,561)
(Increase) decrease in due from other funds	(1,210,458)		(13,418)			
(Increase) decrease in inventories			21,102	36,078	(10,434)	(48,775)
Increase (decrease) in accounts payable	27,749	(99,118)	75,579	(203,232)	2,863	(10,497)
Increase (decrease) in deposits		52,784				
Increase (decrease) in compensated absences payable						
Increase (decrease) in benefits payable	(3,510,949)					
Increase (decrease) in claims and judgments payable						
Net cash provided by (used in) operating activities	<u>\$ (4,689,454)</u>	<u>\$ (1,120,638)</u>	<u>\$ 528,219</u>	<u>\$ (1,613,159)</u>	<u>\$ (71,659)</u>	<u>\$ 4,945,063</u>
Noncash investing, capital, and financing activities:						
Increase in fair value of investments						

See accompanying independent auditors' report.

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 7,189,443	\$ 1,047,244	\$ (501)	\$ (34,132)	\$ 7,780,465
		747,268		5,469,110
(127,899)	53,878			(75,552)
				6,300
	1,040			(1,434,884)
				(1,223,876)
			241,170	239,141
19,725	87		64,207	(122,637)
				52,784
2,751,645				2,751,645
5,878,274				2,367,325
	(223,018)			(223,018)
<u>\$ 15,711,188</u>	<u>\$ 879,231</u>	<u>\$ 746,767</u>	<u>\$ 271,245</u>	<u>\$ 15,586,803</u>

58,695 105,781

CITY OF LAS VEGAS, NEVADA
REIMBURSABLE EXPENSES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 2,845,891	\$ 2,845,891	\$ 2,571,820	\$ (274,071)
Total operating revenues	<u>2,845,891</u>	<u>2,845,891</u>	<u>2,571,820</u>	<u>(274,071)</u>
Operating expenses:				
Salaries and employee benefits	2,297,297	2,119,297	1,982,307	136,990
Services and supplies	549,594	727,594	589,559	138,035
Total operating expenses	<u>2,846,891</u>	<u>2,846,891</u>	<u>2,571,866</u>	<u>275,025</u>
Operating income (loss)	<u>(1,000)</u>	<u>(1,000)</u>	<u>(46)</u>	<u>954</u>
Nonoperating revenues:				
Interest revenue	55,665	55,665	67,772	12,107
Total nonoperating revenues	<u>55,665</u>	<u>55,665</u>	<u>67,772</u>	<u>12,107</u>
Income (loss) before contributions and operating transfers	54,665	54,665	67,726	13,061
Transfers in	<u> </u>	<u> </u>	<u>72,241</u>	<u>72,241</u>
Changes in net assets	54,665	54,665	139,967	85,302
Total net assets, July 1	1,303,547	1,303,547	1,303,547	
Total net assets, June 30	<u>\$ 1,358,212</u>	<u>\$ 1,358,212</u>	<u>\$ 1,443,514</u>	<u>\$ 85,302</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
FIRE COMMUNICATIONS INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 8,744,984	\$ 8,744,984	\$ 8,777,189	\$ 32,205
Total operating revenues	<u>8,744,984</u>	<u>8,744,984</u>	<u>8,777,189</u>	<u>32,205</u>
Operating expenses:				
Salaries and employee benefits	6,498,014	6,595,014	6,721,941	(126,927)
Services and supplies	2,246,970	2,246,970	2,017,379	229,591
Depreciation	624,871	624,871	655,269	(30,398)
Total operating expenses	<u>9,369,855</u>	<u>9,466,855</u>	<u>9,394,589</u>	<u>72,266</u>
Operating income (loss)	<u>(624,871)</u>	<u>(721,871)</u>	<u>(617,400)</u>	<u>104,471</u>
Nonoperating revenues:				
Interest revenue	30,755	30,755	23,137	(7,618)
Total nonoperating revenues	<u>30,755</u>	<u>30,755</u>	<u>23,137</u>	<u>(7,618)</u>
Income (loss) before contributions and operating transfers	(594,116)	(691,116)	(594,263)	96,853
Transfers in			539,482	539,482
Transfers out		(3,000)	(2,443)	557
Changes in net assets	(594,116)	(694,116)	(57,224)	636,892
Total net assets, July 1	3,585,990	3,585,990	3,585,990	
Total net assets, June 30	<u>\$ 2,991,874</u>	<u>\$ 2,891,874</u>	<u>\$ 3,528,766</u>	<u>\$ 636,892</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 GRAPHIC ARTS INTERNAL SERVICE FUND
 SCHEDULE OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 2,000,000	\$ 2,000,000	\$ 2,460,043	\$ 460,043
Total operating revenues	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,460,043</u>	<u>460,043</u>
Operating expenses:				
Salaries and employee benefits	759,568	759,568	693,141	66,427
Services and supplies	1,144,425	1,144,425	1,138,255	6,170
Cost of stores issued	174,520	174,520	189,020	(14,500)
Depreciation	113,348	113,348	60,649	52,699
Total operating expenses	<u>2,191,861</u>	<u>2,191,861</u>	<u>2,081,065</u>	<u>110,796</u>
Operating income (loss)	<u>(191,861)</u>	<u>(191,861)</u>	<u>378,978</u>	<u>570,839</u>
Nonoperating revenues:				
Interest revenue	36,875	36,875	79,070	42,195
Total nonoperating revenues	<u>36,875</u>	<u>36,875</u>	<u>79,070</u>	<u>42,195</u>
Changes in net assets	(154,986)	(154,986)	458,048	613,034
Transfers in			<u>122,392</u>	<u>122,392</u>
Changes in net assets	(154,986)	(154,986)	580,440	735,426
Total net assets, July 1	1,614,184	1,614,184	1,614,184	
Total net assets, June 30	<u>\$ 1,459,198</u>	<u>\$ 1,459,198</u>	<u>\$ 2,194,624</u>	<u>\$ 735,426</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
COMPUTER SERVICES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 6,894,000	\$ 6,894,000	\$ 7,330,998	\$ 436,998
Miscellaneous			34,900	34,900
Total operating revenues	<u>6,894,000</u>	<u>6,894,000</u>	<u>7,365,898</u>	<u>471,898</u>
Operating expenses:				
Salaries and employee benefits	1,679,701	1,679,701	1,528,260	151,441
Services and supplies	7,492,385	7,492,385	4,295,055	3,197,330
Cost of stores issued	1,584,263	1,584,263	2,988,588	(1,404,325)
Depreciation	250,000	250,000	197,157	52,843
Total operating expenses	<u>11,006,349</u>	<u>11,006,349</u>	<u>9,009,060</u>	<u>1,997,289</u>
Operating income (loss)	<u>(4,112,349)</u>	<u>(4,112,349)</u>	<u>(1,643,162)</u>	<u>2,469,187</u>
Nonoperating revenues:				
Interest revenue	388,330	388,330	339,079	(49,251)
Total nonoperating revenues	<u>388,330</u>	<u>388,330</u>	<u>339,079</u>	<u>(49,251)</u>
Income (loss) before contributions and operating transfers	(3,724,019)	(3,724,019)	(1,304,083)	2,419,936
Transfers in			89,552	89,552
Changes in net assets	(3,724,019)	(3,724,019)	(1,214,531)	2,509,488
Total net assets, July 1	9,155,951	9,155,951	9,155,951	
Total net assets, June 30	<u>\$ 5,431,932</u>	<u>\$ 5,431,932</u>	<u>\$ 7,941,420</u>	<u>\$ 2,509,488</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
COMMUNICATIONS INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 2,175,000	\$ 2,175,000	\$ 894,366	\$ (1,280,634)
Miscellaneous			3,912	3,912
Total operating revenues	<u>2,175,000</u>	<u>2,175,000</u>	<u>898,278</u>	<u>(1,276,722)</u>
Operating expenses:				
Salaries and employee benefits	295,074	295,074	265,624	29,450
Services and supplies	391,637	391,637	296,352	95,285
Cost of stores issued	1,691,900	1,691,900	400,390	1,291,510
Depreciation	50,000	50,000	53,354	(3,354)
Total operating expenses	<u>2,428,611</u>	<u>2,428,611</u>	<u>1,015,720</u>	<u>1,412,891</u>
Operating income (loss)	<u>(253,611)</u>	<u>(253,611)</u>	<u>(117,442)</u>	<u>136,169</u>
Nonoperating revenues:				
Interest revenue	105,995	105,995	135,831	29,836
Total nonoperating revenues	<u>105,995</u>	<u>105,995</u>	<u>135,831</u>	<u>29,836</u>
Income (loss) before contributions and operating transfers	(147,616)	(147,616)	18,389	166,005
Transfers in			60,608	60,608
Changes in net assets	(147,616)	(147,616)	78,997	226,613
Total net assets, July 1	3,104,410	3,104,410	3,104,410	
Total net assets, June 30	<u>\$ 2,956,794</u>	<u>\$ 2,956,794</u>	<u>\$ 3,183,407</u>	<u>\$ 226,613</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
AUTOMOTIVE OPERATIONS INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 14,020,416	\$ 14,020,416	\$ 14,032,872	\$ 12,456
Miscellaneous	50,000	50,000	80,921	30,921
Total operating revenues	<u>14,070,416</u>	<u>14,070,416</u>	<u>14,113,793</u>	<u>43,377</u>
Operating expenses:				
Salaries and employee benefits	3,886,036	3,839,036	3,619,351	219,685
Services and supplies	1,498,596	1,498,596	1,870,491	(371,895)
Cost of stores issued	3,098,000	3,098,000	3,291,055	(193,055)
Depreciation	3,202,001	3,202,001	3,755,413	(553,412)
Total operating expenses	<u>11,684,633</u>	<u>11,637,633</u>	<u>12,536,310</u>	<u>(898,677)</u>
Operating income (loss)	<u>2,385,783</u>	<u>2,432,783</u>	<u>1,577,483</u>	<u>(855,300)</u>
Nonoperating revenues:				
Interest revenue	701,764	701,764	832,236	130,472
Gain on sale of capital assets	100,000	100,000	725,614	625,614
Intergovernmental revenue	495,000	495,000	446,000	(49,000)
Total nonoperating revenues	<u>1,296,764</u>	<u>1,296,764</u>	<u>2,003,850</u>	<u>707,086</u>
Income (loss) before contributions and operating transfers	3,682,547	3,729,547	3,581,333	(148,214)
Transfers in			533,852	533,852
Transfers out		(47,000)	(46,556)	444
Changes in net assets	3,682,547	3,682,547	4,068,629	386,082
Total net assets, July 1	30,338,543	30,338,543	30,338,543	
Total net assets, June 30	<u>\$ 34,021,090</u>	<u>\$ 34,021,090</u>	<u>\$ 34,407,172</u>	<u>\$ 386,082</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
EMPLOYEE BENEFIT INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 110,900,000	\$ 129,400,000	\$ 141,386,630	\$ 11,986,630
Total operating revenues	<u>110,900,000</u>	<u>129,400,000</u>	<u>141,386,630</u>	<u>11,986,630</u>
Operating expenses:				
Salaries and employee benefits	82,651,784	100,651,784	108,251,221	(7,599,437)
Services and supplies	2,302,882	2,302,882	2,455,880	(152,998)
Insurance claims	24,869,075	24,869,075	18,743,008	6,126,067
Insurance premiums	3,988,000	3,988,000	4,747,078	(759,078)
Total operating expenses	<u>113,811,741</u>	<u>131,811,741</u>	<u>134,197,187</u>	<u>(2,385,446)</u>
Operating income (loss)	<u>(2,911,741)</u>	<u>(2,411,741)</u>	<u>7,189,443</u>	<u>9,601,184</u>
Nonoperating revenues (expenses):				
Interest revenue	1,252,000	1,252,000	2,464,963	1,212,963
Intergovernmental expense	(568,000)	(1,068,000)	(1,071,985)	(3,985)
Total nonoperating revenues	<u>684,000</u>	<u>184,000</u>	<u>1,392,978</u>	<u>1,208,978</u>
Income (loss) before contributions and operating transfers	<u>(2,227,741)</u>	<u>(2,227,741)</u>	<u>8,582,421</u>	<u>10,810,162</u>
Transfers out	<u> </u>	<u> </u>	<u>(47,139,644)</u>	<u>(47,139,644)</u>
Changes in net assets	<u>(2,227,741)</u>	<u>(2,227,741)</u>	<u>(38,557,223)</u>	<u>(36,329,482)</u>
Total net assets, July 1	22,669,261	22,669,261	22,669,261	
Total net assets, June 30	<u>\$ 20,441,520</u>	<u>\$ 20,441,520</u>	<u>\$ (15,887,962)</u>	<u>\$ (36,329,482)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
LIABILITY INSURANCE AND PROPERTY DAMAGE INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 2,222,000	\$ 2,472,000	\$ 3,090,103	\$ 618,103
Total operating revenues	<u>2,222,000</u>	<u>2,472,000</u>	<u>3,090,103</u>	<u>618,103</u>
Operating expenses:				
Salaries and employee benefits	574,332	574,332	513,899	60,433
Services and supplies	412,196	412,196	286,448	125,748
Insurance claims	957,732	1,207,732	1,110,541	97,191
Insurance premiums	356,000	356,000	131,971	224,029
Total operating expenses	<u>2,300,260</u>	<u>2,550,260</u>	<u>2,042,859</u>	<u>507,401</u>
Operating income (loss)	<u>(78,260)</u>	<u>(78,260)</u>	<u>1,047,244</u>	<u>1,125,504</u>
Nonoperating revenues:				
Interest revenue	343,200	343,200	534,050	190,850
Total nonoperating revenues	<u>343,200</u>	<u>343,200</u>	<u>534,050</u>	<u>190,850</u>
Income (loss) before contributions and operating transfers	264,940	264,940	1,581,294	1,316,354
Transfers in	<u> </u>	<u> </u>	<u>43,982</u>	<u>43,982</u>
Changes in net assets	264,940	264,940	1,625,276	1,360,336
Total net assets, July 1	8,781,227	8,781,227	8,781,227	
Total net assets, June 30	<u>\$ 9,046,167</u>	<u>\$ 9,046,167</u>	<u>\$ 10,406,503</u>	<u>\$ 1,360,336</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 FIRE EQUIPMENT ACQUISITION INTERNAL SERVICE FUND
 SCHEDULE OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,495,446	\$ 1,495,446	\$ 746,767	\$ (748,679)
Total operating revenues	<u>1,495,446</u>	<u>1,495,446</u>	<u>746,767</u>	<u>(748,679)</u>
Operating expenses:				
Depreciation	1,796,714	1,796,714	747,268	1,049,446
Total operating expenses	<u>1,796,714</u>	<u>1,796,714</u>	<u>747,268</u>	<u>1,049,446</u>
Operating income (loss)	<u>(301,268)</u>	<u>(301,268)</u>	<u>(501)</u>	<u>300,767</u>
Nonoperating revenues:				
Interest revenue	146,105	146,105	233,144	87,039
Gain on sale of capital assets			16,720	16,720
Intergovernmental revenue			538,158	538,158
Total nonoperating revenues	<u>146,105</u>	<u>146,105</u>	<u>788,022</u>	<u>641,917</u>
Income (loss) before contributions and operating transfers	(155,163)	(155,163)	787,521	942,684
Transfers in			<u>229,755</u>	<u>229,755</u>
Changes in net assets	(155,163)	(155,163)	1,017,276	1,172,439
Total net assets, July 1	<u>7,289,142</u>	<u>7,289,142</u>	<u>7,289,142</u>	
Total net assets, June 30	<u>\$ 7,133,979</u>	<u>\$ 7,133,979</u>	<u>\$ 8,306,418</u>	<u>\$ 1,172,439</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
MISCELLANEOUS STORES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,645,375	\$ 1,645,375	\$ 68,587	\$ (1,576,788)
Miscellaneous			23,722	23,722
Total operating revenues	<u>1,645,375</u>	<u>1,645,375</u>	<u>92,309</u>	<u>(1,553,066)</u>
Operating expenses:				
Services and supplies	19,875	19,875	64,833	(44,958)
Cost of stores issued	1,625,500	1,625,500	61,608	1,563,892
Total operating expenses	<u>1,645,375</u>	<u>1,645,375</u>	<u>126,441</u>	<u>1,518,934</u>
Operating income (loss)	<u>0</u>	<u>0</u>	<u>(34,132)</u>	<u>(34,132)</u>
Changes in net assets	0	0	(34,132)	(34,132)
Total net assets, July 1	<u>611,206</u>	<u>611,206</u>	<u>611,206</u>	
Total net assets, June 30	<u>\$ 611,206</u>	<u>\$ 611,206</u>	<u>\$ 577,074</u>	<u>\$ (34,132)</u>

See accompanying independent auditors' report.

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Fiduciary Funds



Fiduciary Funds

AGENCY FUNDS

Agency Funds are used to account for assets held by the government as an agent for individuals, private organizations, and other governments. These funds are custodial in nature and do not involve measurement of operations. Agency Funds are merely clearing accounts and have no fund equity.

Deposits Fund—This fund is used to account for the collection and disbursement of monies deposited with the City. Monies collected and disbursed from this fund include room tax, local gaming tax, payroll deductions, unclaimed monies, water planning fees and various other deposits.

Municipal Court Bail Fund—This fund is used to account for the collection and disbursement of monies deposited by individuals awaiting trial and final adjudication of the charges filed against them.

Developer Special Assessment Fund—This fund is used to account for the debt service, collection of assessments and arbitrage payments for developer special improvement districts on behalf of the property owners. The City is not obligated in any manner for the debt and is only acting as an agent for the assessed property owners and the bondholders.

CITY OF LAS VEGAS, NEVADA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2007

	AGENCY	
	Deposits	Municipal Court Bail
ASSETS		
Cash and cash equivalents	\$ 14,446,449	\$ 4,257,270
Receivables (net of allowances for uncollectibles):		
Interest		
Total assets	\$ 14,446,449	\$ 4,257,270
 LIABILITIES		
Accounts payable	\$ 27	\$
Salaries payable	6,896,679	
Deposits payable	2,707,267	
Intergovernmental payable	2,174,711	555,489
Payroll liabilities payable	2,135,533	
Outstanding bail payable		3,701,781
Unclaimed monies payable	532,232	
Arbitrage rebate payable		
Total liabilities	\$ 14,446,449	\$ 4,257,270

FUNDS

<u>Developer Special Assessment</u>	<u>Totals</u>
\$ 23,279,290	\$ 41,983,009
<u>57,805</u>	<u>57,805</u>
<u>\$ 23,337,095</u>	<u>\$ 42,040,814</u>

\$ 27,501	\$ 27,528
	6,896,679
22,973,730	25,680,997
	2,730,200
	2,135,533
	3,701,781
	532,232
<u>335,864</u>	<u>335,864</u>
<u>\$ 23,337,095</u>	<u>\$ 42,040,814</u>

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	<u>Balance</u> <u>July 1, 2006</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2007</u>
DEPOSITS FUND:				
ASSETS				
Cash and cash equivalents	\$ 5,268,516	\$ 266,924,558	\$ 257,746,625	\$ 14,446,449
Accounts receivable		24,739	24,739	
Salary advances	278	75,642	75,920	
Total assets	<u>\$ 5,268,794</u>	<u>\$ 267,024,939</u>	<u>\$ 257,847,284</u>	<u>\$ 14,446,449</u>
LIABILITIES				
Accounts payable	\$	\$ 16,652,494	\$ 16,652,467	\$ 27
Deposits payable	2,330,142	942,417	565,292	2,707,267
Intergovernmental payable	2,202,560	36,752,920	36,780,769	2,174,711
Payroll liabilities payable	286,107	361,871,549	353,125,444	9,032,212
Unclaimed monies payable	449,985	216,252	134,005	532,232
Total liabilities	<u>\$ 5,268,794</u>	<u>\$ 416,435,632</u>	<u>\$ 407,257,977</u>	<u>\$ 14,446,449</u>
MUNICIPAL COURT BAIL FUND:				
ASSETS				
Cash and cash equivalents	\$ 3,361,419	\$ 14,862,116	\$ 13,966,265	\$ 4,257,270
Total assets	<u>\$ 3,361,419</u>	<u>\$ 14,862,116</u>	<u>\$ 13,966,265</u>	<u>\$ 4,257,270</u>
LIABILITIES				
Accounts payable	\$	\$ 7,397,856	\$ 7,397,856	\$
Intergovernmental payable	506,652	7,709,669	7,660,832	555,489
Outstanding bail payable	2,854,767	8,789,931	7,942,917	3,701,781
Total liabilities	<u>\$ 3,361,419</u>	<u>\$ 23,897,456</u>	<u>\$ 23,001,605</u>	<u>\$ 4,257,270</u>

See accompanying independent auditor's report.

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

	Balance July 1, 2006	Additions	Deletions	Balance June 30, 2007
DEVELOPER SPECIAL ASSESSMENT FUND:				
ASSETS				
Cash and cash equivalents	\$ 22,404,868	\$ 50,773,927	\$ 49,899,505	\$ 23,279,290
Interest receivable	57,036	57,805	57,036	57,805
Total assets	\$ 22,461,904	\$ 50,831,732	\$ 49,956,541	\$ 23,337,095
LIABILITIES				
Accounts payable	\$ 4,847	\$ 451,173	\$ 428,519	\$ 27,501
Deposits payable	22,223,523	32,938,743	32,188,536	22,973,730
Arbitrage rebate payable	233,534	291,992	189,662	335,864
Total liabilities	\$ 22,461,904	\$ 33,681,908	\$ 32,806,717	\$ 23,337,095
 TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 31,034,803	\$ 332,560,601	\$ 321,612,395	\$ 41,983,009
Interest receivable	57,036	57,805	57,036	57,805
Salary advances	278	75,642	75,920	
Total assets	\$ 31,092,117	\$ 332,694,048	\$ 321,745,351	\$ 42,040,814
LIABILITIES				
Accounts payable	\$ 4,847	\$ 24,501,523	\$ 24,478,842	\$ 27,528
Deposits payable	24,553,665	33,881,160	32,753,828	25,680,997
Intergovernmental payable	2,709,212	44,462,589	44,441,601	2,730,200
Payroll liabilities payable	286,107	361,871,549	353,125,444	9,032,212
Outstanding bail payable	2,854,767	8,789,931	7,942,917	3,701,781
Unclaimed monies payable	449,985	216,252	134,005	532,232
Arbitrage rebate payable	233,534	291,992	189,662	335,864
Total liabilities	\$ 31,092,117	\$ 474,014,996	\$ 463,066,299	\$ 42,040,814

See accompanying independent auditor's report.

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Governmental Capital Assets



CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE
JUNE 30, 2007

	2007	2006
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 985,555,130	\$ 845,276,020
Land improvements	165,094,758	162,853,259
Buildings	186,659,651	171,131,503
Building improvements	72,278,572	71,375,877
Machinery and equipment	32,212,845	31,390,263
Vehicles	12,578,822	11,703,513
Roadways	994,007,934	972,959,390
Traffic signals and lighting	146,718,333	142,521,622
Traffic signage	1,080,993	892,800
Traffic pavement markers	1,334,744	1,258,454
Storm drainage	479,601,353	466,068,215
Construction in progress	292,311,063	184,821,953
	<u>\$ 3,369,434,198</u>	<u>\$ 3,062,252,869</u>
 Total governmental funds capital assets		
	<u>\$ 3,369,434,198</u>	<u>\$ 3,062,252,869</u>
 INVESTMENTS IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCE		
General obligation bonds	\$ 237,814,278	\$ 205,179,009
Current revenues	2,764,995,012	2,635,515,942
Federal grants	37,609,357	29,715,174
State grants	1,354,400	1,105,400
Donations	325,880,678	188,956,871
Property transfer	1,780,473	1,780,473
	<u>\$ 3,369,434,198</u>	<u>\$ 3,062,252,869</u>
 Total governmental funds capital assets		
	<u>\$ 3,369,434,198</u>	<u>\$ 3,062,252,869</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
JUNE 30, 2007

Function and Activity	Land	Land Improvements	Buildings
General government:			
Legislative and elections	\$	\$	\$
Executive		90,400	
Financial administration		13,410	854,758
Other	12,937,786	511,553	40,457,264
Total general government	<u>12,937,786</u>	<u>615,363</u>	<u>41,312,022</u>
Judicial:			
Alternative sentencing and education			
Municipal courts		252,773	192,629
Public defender			81,200
Total judicial		<u>252,773</u>	<u>273,829</u>
Public safety:			
Police	50,000	644,148	6,357,938
Fire	2,275,100	7,267,509	39,036,755
Corrections		259,278	11,262,137
Protective inspections			
Other protection	273,882		2,950,946
Total public safety	<u>2,598,982</u>	<u>8,170,935</u>	<u>59,607,776</u>
Public works:			
Administration and engineering	3,483,549	872,610	2,268,892
Engineering	2,831,157	20,998	
Paved streets	900,227,048	89,263	
Special assessments	118,636	981,538	
Storm drainage	79,913		
Total public works	<u>906,740,303</u>	<u>1,964,409</u>	<u>2,268,892</u>
Health:			
Animal control		84,137	385,167
Cemetery	23,810	1,186,864	43,221
Public health administration			
Total health	<u>23,810</u>	<u>1,271,001</u>	<u>428,388</u>
Culture and recreation:			
Culture and recreation administration		21,125	107,518
Participant recreation	5,555,282	8,564,426	35,432,625
Spectator recreation	331,981		2,754,049
Parks	14,425,256	140,085,263	2,103,303
Special Facilities			
Senior citizens	2,500	1,227,073	2,182,054
Total culture and recreation	<u>20,315,019</u>	<u>149,897,887</u>	<u>42,579,549</u>
Economic development and assistance:			
Administration			
Urban redevelopment	32,271,220	434,212	31,264,394
Community action programs			23,893
Economic development and assistance	3,350,210	6,073	1,089,918
Housing	5,742,012		
Neighborhood services	1,574,788	2,086,998	7,810,990
Total economic development and assistance	<u>42,938,230</u>	<u>2,527,283</u>	<u>40,189,195</u>
Transit systems:			
Transportation services	1,000	395,107	
Total governmental funds capital assets	<u>\$ 985,555,130</u>	<u>\$ 165,094,758</u>	<u>\$ 186,659,651</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

<u>Building Improvements</u>	<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Roadways</u>	<u>Traffic Signals and Lighting</u>	<u>Traffic Signage</u>
\$ 70,520	\$	\$	\$	\$	\$
722,017	265,635				
22,814	322,116				
21,603,748	21,310,673	9,370			
<u>22,419,099</u>	<u>21,898,424</u>	<u>9,370</u>			
37,965					
66,031	8,192				
6,391					
<u>110,387</u>	<u>8,192</u>				
206,459	304,877				
5,043,304	5,845,325	12,545,986			
15,527,568	1,930,208				
5,226					
687,343	273,090		1,345,682	146,639,714	1,080,993
<u>21,469,900</u>	<u>8,353,500</u>	<u>12,545,986</u>	<u>1,345,682</u>	<u>146,639,714</u>	<u>1,080,993</u>
1,849,561	16,462				
3,542	633,618				
83,567			985,792,816	42,548	
			6,701,328	16,595	
			14,962		
<u>1,936,670</u>	<u>650,080</u>		<u>992,509,106</u>	<u>59,143</u>	
9,834					
	5,719				
<u>9,834</u>	<u>5,719</u>				
38,373	67,977				
20,589,977	288,417				
1,351,177	617,810	23,466			
1,386,667	163,512				
1,000,769					
<u>24,366,963</u>	<u>1,137,716</u>	<u>23,466</u>			
4,414					
207,909	118,884				
73,026	5,545			19,476	
	7,199		153,146		
1,680,370	27,586				
<u>1,965,719</u>	<u>159,214</u>		<u>153,146</u>	<u>19,476</u>	
<u>\$ 72,278,572</u>	<u>\$ 32,212,845</u>	<u>\$ 12,578,822</u>	<u>\$ 994,007,934</u>	<u>\$ 146,718,333</u>	<u>\$ 1,080,993</u>

CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY (continued)

Function and Activity	Traffic Pavement Markers	Storm Drainage	Construction in Progress	Total
General government:				
Legislative and elections	\$	\$	\$	\$ 70,520
Executive				1,078,052
Financial administration				1,213,098
Other			13,830,979	110,661,373
Total general government			<u>13,830,979</u>	<u>113,023,043</u>
Judicial:				
Alternative sentencing and education				37,965
Municipal courts				519,625
Public defender				87,591
				<u>645,181</u>
Public safety:				
Police			11,001	7,574,423
Fire			1,533,685	73,547,664
Corrections			10,455	28,989,646
Protective inspections				5,226
Other protection	1,334,744		10,343,661	164,930,055
Total public safety	<u>1,334,744</u>		<u>11,898,802</u>	<u>275,047,014</u>
Public works:				
Administration and engineering				8,491,074
Engineering		408,387,736		411,877,051
Paved streets			41,358,982	1,927,594,224
Special assessments			59,946,246	67,764,343
Storm drainage		71,213,617	9,603,311	80,911,803
Total public works		<u>479,601,353</u>	<u>110,908,539</u>	<u>2,496,638,495</u>
Health:				
Animal control				469,304
Cemetery				1,263,729
Public health administration				5,719
Total health				<u>1,738,752</u>
Culture and recreation:				
Culture and recreation administration				234,993
Participant recreation			56,418,760	126,849,487
Spectator recreation				5,078,483
Parks			85,412,525	243,576,526
Special Facilities			7,392,113	7,392,113
Senior citizens			253,913	4,666,309
Total culture and recreation			<u>149,477,311</u>	<u>387,797,911</u>
Economic development and assistance:				
Administration				4,414
Urban redevelopment			3,748,610	68,045,229
Community action programs				23,893
Economic development and assistance			2,446,822	6,991,070
Housing				5,902,357
Neighborhood services				13,180,732
Total economic development and assistance			<u>6,195,432</u>	<u>94,147,695</u>
Transit systems:				
Transportation services				396,107
Total governmental funds capital assets	<u>\$ 1,334,744</u>	<u>\$ 479,601,353</u>	<u>\$ 292,311,063</u>	<u>\$ 3,369,434,198</u>

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
JUNE 30, 2007

Function and Activity	General Capital Assets July 1, 2006	Additions	Deletions	General Capital Assets June 30, 2007
General government:				
Legislative and elections	\$ 70,520	\$	\$	\$ 70,520
Executive	1,078,052			1,078,052
Financial administration	1,203,248	9,850		1,213,098
Other	98,947,269	11,714,104		110,661,373
Total general government	101,299,089	11,723,954		113,023,043
Judicial:				
Alternative sentencing and education	37,965			37,965
Municipal courts	519,625			519,625
Public defender	87,591			87,591
Total judicial	645,181			645,181
Public safety:				
Police	7,561,790	12,633		7,574,423
Fire	70,467,765	3,079,899		73,547,664
Corrections	28,692,451	297,195		28,989,646
Protective inspections	5,226			5,226
Other protection	157,786,554	7,143,501		164,930,055
Total public safety	264,513,786	10,533,228		275,047,014
Public works:				
Administration and engineering	8,491,074			8,491,074
Engineering	399,260,951	12,616,100		411,877,051
Paved streets	1,763,751,128	163,908,368	65,272	1,927,594,224
Special assessments	45,467,418	22,362,382	65,457	67,764,343
Storm drainage	77,571,684	3,340,119		80,911,803
Total public works	2,294,542,255	202,226,969	130,729	2,496,638,495
Health:				
Animal control	469,304			469,304
Cemetery	1,263,729			1,263,729
Public health administration	5,719			5,719
Total health	1,738,752			1,738,752
Culture and recreation:				
Culture and recreation administration	234,993			234,993
Participant recreation	89,810,574	37,038,913		126,849,487
Spectator recreation	5,015,111	63,372		5,078,483
Parks	211,436,710	32,139,816		243,576,526
Special facilities	4,412,496	7,392,113		7,392,113
Senior citizens	4,412,496	253,813		4,666,309
Total culture and recreation	310,909,884	76,888,027		387,797,911
Economic development and assistance:				
Administration	4,414			4,414
Urban redevelopment	65,497,173	2,548,056		68,045,229
Community action programs	23,893			23,893
Economic development and assistance	4,996,446	2,446,822	452,198	6,991,070
Housing	4,505,157	1,397,200		5,902,357
Neighborhood services	13,180,732			13,180,732
Total economic development and assistance	88,207,815	6,392,078	452,198	94,147,695
Transit systems:				
Transportation services	396,107			396,107
Total governmental funds capital assets	\$ 3,062,252,869	\$ 307,764,256	\$ 582,927	\$ 3,369,434,198

This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

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STATISTICAL SECTION



STATISTICAL SECTION

This part of the City of Las Vegas' Comprehensive Annual Financial Report presents detailed information as context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the City of Las Vegas' financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the City of Las Vegas' most significant local revenue source, the consolidated tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the City of Las Vegas' current levels of outstanding debt and the City's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the City of Las Vegas' financial report related to the services the City provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year.

Note: Pages 196 – 217, excluding pages 206 and 215, do not contain 10 year comparisons. Government Accounting Standards Board (GASB) Statement 44 , Economic Condition Reporting: the Statistical Section, states that Governments that prepare a statistical section, but did not present certain information are encouraged, but not required to report all required years (10 years) of information retroactively.

Prior to the City's implementation of GASB 34, certain statistical information was not presented. At the time of implementation, documentation was not available to compile prior years' comparative data.

City of Las Vegas
Net Assets by Component
Last Five Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)
(Amounts Expressed in Thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
Governmental activities					
Invested in capital assets, net of related debt	\$ 1,964,782	\$ 2,034,344	\$ 2,139,939	\$ 2,242,516	\$ 2,475,416
Restricted	10,059	40,188	49,685	111,683	115,479
Unrestricted	315,752	329,592	342,253	320,472	310,308
Total governmental activities net assets	<u>\$ 2,290,593</u>	<u>\$ 2,404,124</u>	<u>\$ 2,531,877</u>	<u>\$ 2,674,671</u>	<u>\$ 2,901,203</u>
Business-type activities					
Invested in capital assets, net of related debt	\$ 370,688	\$ 381,553	\$ 407,002	\$ 420,323	\$ 428,712
Restricted	24,709				
Unrestricted	20,609	59,227	71,825	120,956	156,947
Total business-type activities net assets	<u>\$ 416,006</u>	<u>\$ 440,780</u>	<u>\$ 478,827</u>	<u>\$ 541,279</u>	<u>\$ 585,659</u>
Primary government					
Invested in capital assets, net of related debt	\$ 2,335,470	\$ 2,415,897	\$ 2,546,941	\$ 2,662,839	\$ 2,904,128
Restricted	34,768	40,188	49,685	111,683	115,479
Unrestricted	336,361	388,819	414,078	441,428	467,255
Total primary government net assets	<u>\$ 2,706,599</u>	<u>\$ 2,844,904</u>	<u>\$ 3,010,704</u>	<u>\$ 3,215,950</u>	<u>\$ 3,486,862</u>

City of Las Vegas
Changes in Net Assets
Last Five Fiscal Years
(Accrual Basis of Accounting)
(Unaudited)
(Amounts Expressed in Thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
Expenses					
Governmental activities:					
General government	\$ 75,783	\$ 82,004	\$ 94,605	\$ 98,032	\$ 112,574
Judicial	15,218	20,793	21,160	23,508	25,292
Public safety	214,475	247,906	270,216	286,805	314,228
Public works	62,877	59,496	63,384	92,056	73,595
Sanitation		108	147		
Welfare	725	882	927	1,000	1,104
Health	2,262	2,549	2,507	2,633	2,757
Culture and recreation	39,000	44,789	49,461	52,120	56,351
Economic development and assistance	14,901	23,848	23,682	19,889	25,917
Intergovernmental	2,587	9,640			
Transit systems	1,111	1,206	1,463	1,278	1,219
Interest on long-term debt	9,192	10,025	10,388	10,193	14,110
Total governmental activities expenses	<u>438,131</u>	<u>503,246</u>	<u>537,940</u>	<u>587,514</u>	<u>627,147</u>
Business-type activities:					
Sanitation	61,980	65,043	70,287	71,096	83,274
Development services	11,981	13,674	14,477	15,108	16,966
Parking	4,109	5,373	3,689	4,008	3,836
Golf course	2,776	3,518	2,969	3,016	3,039
Video production	1,309	1,329	1,354	1,584	1,772
Land development	689	4,999	942	424	1,680
Total business-type activities	<u>82,844</u>	<u>93,936</u>	<u>93,718</u>	<u>95,236</u>	<u>110,567</u>
Total primary government expenses	<u>\$ 520,975</u>	<u>\$ 597,182</u>	<u>\$ 631,658</u>	<u>\$ 682,750</u>	<u>\$ 737,714</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 69,874	\$ 83,252	\$ 91,700	\$ 105,230	\$ 120,159
Judicial	16,894	18,178	19,003	20,759	22,657
Public safety	14,068	19,238	19,243	20,476	17,735
Public works	8,415	52,478	10,849	10,014	8,718
Welfare	268	31	281	33	55
Health	141	114	123	129	132
Culture and recreation	7,446	8,319	9,769	10,861	10,907
Economic development and assistance	851	1,163	1,452	3,464	1,528
Intergovernmental	953	631			
Transit systems	874	909	516	509	349
Operating grants and contributions	9,848	15,851	17,260	8,092	13,823
Capital grants and contributions	113,173	85,706	118,913	133,210	111,085
Total governmental activities program revenues	<u>242,805</u>	<u>285,870</u>	<u>289,109</u>	<u>312,777</u>	<u>307,148</u>

City of Las Vegas
Changes in Net Assets
Last Five Fiscal Years
(Accrual Basis of Accounting) (continued)
(Unaudited)
(Amounts Expressed in Thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
Business-type activities:					
Charges for services:					
Sanitation	48,876	55,189	69,237	79,788	83,048
Development services	14,360	19,532	15,165	18,910	15,646
Parking	5,404	5,766	6,053	6,359	6,147
Golf course	793	1,202	1,515	1,433	1,431
Video production	1,526	1,662	1,784	1,891	2,148
Land development	33	28	130	81	132
Operating grants and contributions	42	157	179	382	615
Capital grants and contributions	25,461	37,705	37,255	40,707	32,624
Total business-type activities program revenues	96,495	121,241	131,318	149,551	141,791
Total primary government program revenues	339,300	407,111	420,427	462,328	448,939
Net (expense)/revenue	\$ (195,326)	\$ (217,376)	\$ (248,831)	\$ (274,737)	\$ (319,999)
Governmental activities	13,651	27,305	37,600	54,315	31,224
Business-type activities	(181,675)	(190,071)	(211,231)	(220,422)	(288,775)
Total primary government net expense	\$ (168,024)	\$ (162,766)	\$ (173,631)	\$ (166,107)	\$ (257,551)
General Revenues and Other Changes in					
Net Assets					
Governmental activities:					
Taxes					
Consolidated tax	\$ 179,330	\$ 206,944	\$ 238,041	\$ 264,253	\$ 263,250
Property taxes	91,105	99,344	109,166	120,803	138,428
Room tax	2,990	3,419	3,906	4,109	4,187
Residential construction tax	3,570	5,710	2,416	4,034	2,041
Motor vehicle fuel tax	7,499	8,172	8,103	8,794	8,808
Unrestricted investment earnings	8,432	2,866	11,009	13,074	27,378
Contributions not restricted to specific programs					107,429
Gain on disposal of capital assets	2,688	1,171	2,485	1,170	775
Transfers	(155)	3,282	1,462	1,293	(5,764)
Total governmental activities	295,459	330,908	376,588	417,530	546,532
Business-type activities:					
Unrestricted investment earnings	2,285	753	1,907	2,744	7,392
Gain on disposal of capital assets				6,687	
Transfers	155	(3,282)	(1,462)	(1,293)	5,764
Total business-type activities	2,440	(2,529)	445	8,138	13,156
Total primary government	\$ 297,899	\$ 328,379	\$ 377,033	\$ 425,668	\$ 559,688
Change in Net Assets					
Governmental activities	\$ 100,133	\$ 113,532	\$ 127,757	\$ 142,793	\$ 226,533
Business-type activities	16,091	24,776	38,045	62,453	44,380
Total primary government	\$ 116,224	\$ 138,308	\$ 165,802	\$ 205,246	\$ 270,913

City of Las Vegas
 Governmental Activities Tax Revenues by Source
 Last Five Fiscal Years
 (Accrual Basis of Accounting)
 (Unaudited)
 (Amounts Expressed in Thousands)

Fiscal Year	Consolidated Tax	Property Tax	Room Tax	Residential Tax	Motor Vehicle Fuel Tax	Total
2003	179,330	91,105	2,990	3,570	7,499	284,494
2004	206,944	99,344	3,419	5,710	8,172	323,589
2005	238,041	109,166	3,906	2,416	8,103	361,632
2006	264,253	120,803	4,109	4,034	8,794	401,993
2007	263,250	138,428	4,187	2,041	8,808	416,714

Notes:
 Values pertaining to the City of Las Vegas Redevelopment Agency have not been included in the above schedule in accordance with the City of Las Vegas Charter.

Calculation for 2003 and future data from the Ad Valorem Tax Collections and Summary of Real Estate Taxes Receivable due to the implementation of GASB 34.

City of Las Vegas
Fund Balances of Governmental Funds
Last Five Fiscal Years
(Modified Accrual Basis of Accounting)
(Unaudited)
(Amounts Expressed in Thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
General fund					
Reserved	\$ 6,564	\$ 6,054	\$ 4,899	\$ 4,911	\$ 4,464
Unreserved	49,921	56,625	69,378	92,789	84,928
Total general fund	<u>\$ 56,485</u>	<u>\$ 62,679</u>	<u>\$ 74,277</u>	<u>\$ 97,700</u>	<u>\$ 89,392</u>
All other governmental funds					
Reserved	\$ 14,212	\$ 13,538	\$ 19,136	\$ 12,778	\$ 11,875
Unreserved					
Designated					
Redevelopment projects	7,845				19,655
Special revenue funds	19,294	29,484	36,285	51,866	49,517
Capital projects funds	162,151	229,192	234,805	262,107	245,123
Undesignated					
Other governmental funds	54,568				
Special revenue funds		48,697	50,063	57,963	54,593
Debt service funds		4,366	1,150	2,970	3,065
Total all other governmental funds	<u>\$ 258,070</u>	<u>\$ 325,277</u>	<u>\$ 341,439</u>	<u>\$ 387,684</u>	<u>\$ 383,828</u>

City of Las Vegas
Changes in Fund Balances of Governmental Funds
Last Five Fiscal Years (continued)
(Modified Accrual Basis of Accounting)

(Unaudited)

(Amounts Expressed in Thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
Revenues					
Taxes	\$ 97,308	\$ 109,135	\$ 115,716	\$ 128,794	\$ 143,589
Licenses and permits	60,206	64,749	74,499	78,652	84,866
Intergovernmental	271,649	294,595	345,995	395,115	386,476
Charges for services	33,975	37,979	34,515	37,867	36,077
Special assessments	7,431	46,550	3,228	4,104	6,343
Fines and forfeits	11,999	13,675	14,183	15,176	16,683
Interest	6,835	2,221	8,973	11,004	22,309
Miscellaneous	6,779	5,862	5,736	7,691	6,947
Total revenues	<u>496,182</u>	<u>574,766</u>	<u>602,845</u>	<u>678,403</u>	<u>703,290</u>
Expenditures					
General government	69,971	71,282	83,685	87,997	101,839
Judicial	15,191	20,413	20,964	23,328	25,541
Public safety	209,261	233,998	255,428	272,480	301,399
Public works	14,269	25,605	28,786	55,633	33,439
Sanitation		108	147		
Welfare	746	906	981	1,008	1,115
Health	2,278	2,503	2,422	2,634	2,759
Culture and recreation	34,584	38,671	42,445	44,640	48,690
Economic development and assistance	14,170	21,507	18,655	18,980	24,794
Intergovernmental	2,587	9,676			
Transit systems	1,107	1,233	1,547	1,290	1,271
Capital outlay	133,124	100,624	116,065	112,210	170,840
Debt service					
Principal retirement	14,776	18,082	23,108	25,235	22,875
Interest and fiscal charges	10,112	9,372	10,145	9,740	12,620
Other charges					
Total expenditures	<u>522,176</u>	<u>553,980</u>	<u>604,378</u>	<u>655,175</u>	<u>747,182</u>
Excess of revenues over (under) expenditures	(25,994)	20,786	(1,533)	23,228	(43,892)

City of Las Vegas
 Changes in Fund Balances of Governmental Funds
 Last Five Fiscal Years (continued)
 (Modified Accrual Basis of Accounting)
 (Unaudited)
 (Amounts Expressed in Thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
Other financing sources (uses)					
Transfers in	73,518	84,236	96,338	100,861	102,213
Transfers out	(73,896)	(81,309)	(98,898)	(104,895)	(102,519)
Sale of capital assets	3,544	1,126	2,982	1,447	33
Bond escrow refunding defease debt	(50,996)			(44,505)	
Local improvement bond proceeds	8,956				
Transfer of land for resale			5,254		
General obligation bond proceeds	51,562	47,000	21,975	93,532	32,000
Issuance costs		(276)			
Premium		358	625		
Loan proceeds	1,563				
Special assessment bonds & interim warrants		1,481	1,016		
Total other financing sources (uses)	<u>14,251</u>	<u>52,616</u>	<u>29,292</u>	<u>46,440</u>	<u>31,727</u>
Net changes in fund balances	<u>\$ (11,743)</u>	<u>\$ 73,402</u>	<u>\$ 27,759</u>	<u>\$ 69,668</u>	<u>\$ (12,165)</u>
Debt service as a percentage of noncapital expenditures	6.40%	6.06%	6.81%	6.44%	6.16%

City of Las Vegas
 General Government Tax Revenues by Source
 Last Five Fiscal Years
 (modified accrual basis of accounting)
 (Unaudited)
 (amounts expressed in thousands)

Fiscal Year	Consolidated Tax	Property Tax	Room Tax	Residential Construction Tax	Motor Vehicle Fuel Tax	Total
2003	179,330	91,105	2,990	3,570	7,499	284,494
2004	206,944	99,344	3,419	5,710	8,172	323,589
2005	238,041	109,166	3,906	2,416	8,103	361,632
2006	264,253	120,803	4,109	4,034	8,794	401,993
2007	263,250	138,428	4,187	2,041	8,808	416,714

City of Las Vegas
Assessed Value and Estimated Actual Value of Taxable Property
Last Five Fiscal Years
(Unaudited)
(Amounts Expressed in Thousands)

Fiscal Year Ended June 30	Real Property				Personal Property		Less: Tax Exempt Real Property	Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value ²	Assessed Value as a Percentage of Actual Value ³
	Residential Property	Industrial Property	Commercial Property	Vacant ¹	Personal Prop Tax Roll						
	2003	7,341,673	106,015	3,180,445	379,210	574,924					
2004	8,013,151	134,868	3,011,903	907,226	588,817	1,256,564	11,399,401	3.2877	32,569,717	38.86%	
2005	8,816,296	137,198	3,230,634	1,327,435	544,456	1,497,522	12,558,497	3.3002	35,881,420	39.17%	
2006	12,078,765	150,423	3,647,636	2,100,483	570,026	1,874,915	16,672,418	3.2812	47,635,480	38.94%	
2007	16,481,776	188,800	4,584,412	2,897,343	569,019	2,296,948	22,424,402	3.2802	64,069,720	38.59%	

Source: Clark County Assessor's Office

Notes:

¹ Property in the County is reassessed annually. The county assesses property at approximately 35% of actual value for all types of real and personal property.

² Vacant parcels include those with minor improvements.

³ Estimated Taxable Actual Value is calculated by dividing Total Taxable Assessed Value by the current 35% tax rate.

³ Includes Tax-Exempt Property

City of Las Vegas
Property Tax Rates
Direct and Overlapping Governments
Last Five Fiscal Years
(Unaudited)

Fiscal Year	Overlapping Rates										
	City of Las Vegas					School District					State
	¹ Operating	Debt Service	Total City	Operating	Debt Service	Total County	Operating	Total School	² Special Districts	Total State	Total Direct & Overlapping Rates
2003	0.7715	0.0094	0.7809	0.5780	0.0422	0.6202	1.3034	1.3034	0.3969	0.1500	3.2514
2004	0.7715	0.0081	0.7796	0.6123	0.0379	0.6502	1.3034	1.3034	0.3845	0.1700	3.2877
2005	0.7715	0.0077	0.7792	0.6162	0.0340	0.6502	1.3034	1.3034	0.3974	0.1700	3.3002
2006	0.7715	0.0059	0.7774	0.6162	0.0263	0.6425	1.3034	1.3034	0.3879	0.1700	3.2812
2007	0.7715	0.0062	0.7777	0.6162	0.0254	0.6416	1.3034	1.3034	0.3875	0.1700	3.2802

Source: Clark County Treasurer's Office

Notes:

The overlapping rates include the County, School District, State and Special Districts (LVMPD 911, LVMPD Manpower, Library and Artesian Basin). These apply to taxpayers whose property is located within the City of Las Vegas boundaries.

¹ City of Las Vegas operating tax rate includes .06765 for regular operating and .0950 Fire initiative tax which is distributed at 80% operating and 20% capital.

² The Special Districts include the State Indigent Trust at a rate of .015 with the other districts stated in the notes above.

City of Las Vegas
Principal Property Taxpayers
June 30, 2007
(Unaudited)
(Amounts Expressed in Thousands)

Taxpayer	2007			2003		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
General Growth Properties	\$ 889,566	1	3.97%	\$		
Focus Property Group	214,415	2	0.96%			
Boyd Gaming Corporation	141,983	3	0.63%	46,666	9	0.44%
American Real Estate Partners L.P.	116,243	4	0.52%			
Station Casinos Incorporated	111,835	5	0.50%	67,317	4	0.63%
Camden Property Trust	103,250	6	0.46%			
World Market Center Las Vegas	93,326	7	0.42%			
Universal Health Services Inc.	83,403	8	0.37%	49,497	8	0.47%
Landry's Restaurants Incorporated	71,102	9	0.32%			
Tamaras Group	67,547	10	0.30%			
Lennar Corporation	65,965	11	0.29%			
Astoria Northwest 40 L.L.C.	65,640	12	0.29%			
F.S. Rouse Limited Liability Corp				100,639	1	0.95%
Sierra-Nevada Multifamily Investments				88,897	2	0.84%
Central Telephone Company				71,354	3	0.67%
Coast Resorts Inc.				60,192	5	0.57%
MGM Mirage				50,495	6	0.48%
Stratosphere Corporation				50,373	7	0.48%
Olen Residential Realty Corp				41,482	10	0.39%
Community Cable Television				34,098	11	0.32%
HCA - The Healthcare Company				33,115	12	0.31%
Totals	\$ <u>2,024,275</u>			\$ <u>694,125</u>		

Total Assessed Value for City of Las Vegas FY 2007 22,424,402 FY 2003 10,601,485

Source: Clark County Assessor

City of Las Vegas
Property Tax Levies and Collections
Last Five Fiscal Years
(Unaudited)
(Amounts Expressed in Thousands)

Fiscal Year Ended June 30	¹ Total Tax Levy for Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections of Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Current Year Levy
2003	77,722	76,713	98.70%	838	77,551	99.78%
2004	84,104	83,440	99.21%	1,132	84,572	100.56%
2005	92,655	92,069	99.37%	691	92,760	100.11%
2006	102,211	101,486	99.29%	584	102,070	99.86%
2007	114,647	113,301	98.83%	588	113,889	99.34%

Notes:

¹ Levy does not include personal property.

Values pertaining to the City of Las Vegas Redevelopment Agency have not been included in the above schedule in accordance with the City of Las Vegas Charter.

Calculation for 2003 and future data from the Ad Valorem Tax Collections and Summary of Real Estate Taxes Receivable due to the implementation of GASB 34.

City of Las Vegas
Ratios of Outstanding Debt by Type
Last Five Fiscal Years
(Unaudited)
(Amounts Expressed in Thousands)

Fiscal Year	Governmental Activities		Business-Type Activities			Total Primary Government	¹ Percentage of Personal Income	¹ Per Capita
	² General Obligation Bonds	Special Assessment Bonds	Sanitation Bonds	³ Other Bonds				
2003	134,015	7,588	136,750	37,000	315,353	7.15%	589	
2004	166,884	8,174	125,800	11,655	312,513	6.99%	558	
2005	170,118	7,933	114,955	11,290	304,296	6.36%	528	
2006	197,235	6,979	106,320	10,895	321,429	6.50%	543	
2007	210,450	8,587	96,320	10,470	325,827	6.13%	541	

Notes:

¹ See the Schedule of Demographic and Economic Statistics for personal income and population data

² Values pertaining to the City of Las Vegas Redevelopment Agency have not been included in the above schedule in accordance with the City of Las Vegas Charter.

³ Other Bonds includes the Municipal Golf Course and Municipal Parking Garage.

City of Las Vegas
Ratios of General Bonded Debt Outstanding
Last Five Fiscal Years
(Unaudited)
(Amounts Expressed in Thousands)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Total	Percentage of Estimated Actual Taxable Value of Property ¹		Per Capita ²
2003	\$ 134,015	\$ 8,792	\$ 125,223	0.41%	\$	234
2004	166,884	9,012	157,872	0.48%		282
2005	170,118	9,233	160,885	0.45%		279
2006	197,235	8,347	188,888	0.40%		319
2007	210,450	7,236	203,214	0.32%		337

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

¹ See the schedule of Assessed Value and Estimated Actual Value of Taxable Property for property value data.

² Population data can be found in the Schedule of Demographic and Economic Statistics.

City of Las Vegas
 Direct and Overlapping Governmental Activities Debt
 As of June 30, 2007
 (Unaudited)
 (Amounts Expressed in Thousands)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable ¹	Estimated Share of Overlapping Debt
City of Las Vegas	\$ 325,827	100.00%	\$ 325,827
Clark County	2,227,685	24.9%	554,694
Clark County School District	3,915,266	24.9%	974,901
Las Vegas-Clark County Library District	28,575	24.9%	7,115
Las Vegas Valley Water District	1,613,860	24.9%	401,851
State of Nevada	2,208,923	24.9%	550,022
Total direct and overlapping debt			<u>\$ 2,814,410</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Clark County Assessor.

Notes: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Las Vegas. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

¹ The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the City's taxable assessed value that is within the County's boundaries and dividing it by the County's total taxable assessed value.

City of Las Vegas
 Legal Debt Margin Information
 Last Five Fiscal Years
 (Unaudited)
 (Amounts Expressed in Thousands)

	Fiscal Year				
	2003	2004	2005	2006	2007
Debt limit	\$ 2,120,297	\$ 2,295,962	\$ 2,543,476	\$ 3,295,511	\$ 4,944,270
Total net debt applicable to limit	<u>306,561</u>	<u>303,501</u>	<u>295,063</u>	<u>281,164</u>	<u>310,004</u>
Legal debt margin	<u>\$ 1,813,736</u>	<u>\$ 1,992,461</u>	<u>\$ 2,248,413</u>	<u>\$ 3,014,347</u>	<u>\$ 4,634,266</u>
Total net debt applicable to the limit as a percentage of debt limit	14.46%	13.22%	11.60%	8.53%	6.27%

Legal Debt Margin Calculation for Fiscal Year 2007

Assessed Value	\$ 22,424,402
Add back: exempt real property	2,296,948
Total assessed value	<u>\$ 24,721,350</u>
Debt limit (20% of total assessed value)	4,944,270
Debt applicable to limit:	
Total Bonded Debt (Including Special Assessment Bonds)	325,827
Less:	
Special Assessment Bonds	(8,587)
Amount Available for Repayment	<u>(7,236)</u>
Total net debt applicable to limit	<u>310,004</u>
Legal debt margin	<u>\$ 4,634,266</u>

Notes:

Under state finance law, the City of Las Vegas' outstanding general obligation debt should not exceed 20 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds. Values pertaining to the City of Las Vegas Redevelopment Agency have not been included in the above schedule in accordance with the City of Las Vegas Charter.

City of Las Vegas
Pledged-Revenue Coverage
Last Five Fiscal Years
(Unaudited)
(Amounts Expressed in Thousands)

<u>Fiscal Year</u>	¹ Sewer and Other Charges	² Less: Operating Expenses	Net Available Revenue	³ Debt Service		<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	
<u>Sewer Revenue Bonds</u>						
2003	70,203	34,757	35,446	9,825	8,088	1.78
2004	83,464	38,385	45,079	12,380	7,479	2.55
2005	99,242	41,541	57,701	10,950	6,736	3.24
2006	115,686	44,798	70,888	12,060	5,744	4.79
2007	117,028	50,047	66,981	10,000	4,802	4.53
<u>⁴ Municipal Golf Course Enterprise Fund</u>						
2003	1,027	1,376	(349)	0	351	-0.99
2004	1,202	1,933	(731)	0	690	-1.06
2005	1,515	1,444	71	345	681	0.07
2006	1,433	1,514	(81)	365	661	-0.08
2007	1,453	1,615	(162)	425	617	-0.16
<u>Special Assessment Bonds</u>						
	<u>Special Assessment Collections</u>	<u>Debt Service</u>				
		<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>		
2003	1,248	721	101	1.52		
2004	1,854	895	278	1.58		
2005	1,171	2,813	226	0.39		
2006	1,440	1,772	304	0.69		
2007	1,685	560	293	1.98		

Notes:

¹ Gross revenues include operating income, connection charges and interest income.

² Operating expenses exclusive of depreciation.

³ Includes principal and interest of general obligation revenue and refunding bonds.

⁴ Fiscal year 2002 was the first year that bonds were issued for this fund.

City of Las Vegas
Demographic and Economic Statistics
Last Five Fiscal Years
(Unaudited)

Fiscal Year	² Population	¹ Personal Income (amounts expressed in thousands)	¹ Per Capita Personal Income	¹ Median Age	¹ Educational Attainment		³ School Enrollment (thousands)	⁴ Unemployment Rate
					High School Graduate	Bachelors Degree or Higher		
2003	535,269	44,078	21,341	33.4	78.7%	18.9%	85	5.6%
2004	559,824	44,737	24,787	35.5	80.7%	18.1%	87	4.0%
2005	575,973	47,863	24,887	34.8	80.4%	19.6%	85	4.0%
2006	591,536	49,426	24,993	34.6	80.3%	18.8%	89	4.6%
2007	602,697	53,111	26,773	35.2	81.2%	20.8%	89	4.4%

Data Sources:

¹ City of Las Vegas Office of Business Development and US Census Bureau

² City of Las Vegas Planning Dept

³ Clark County School District

⁴ State of Nevada-Dept of Employment, Training & Rehabilitation

City of Las Vegas
Principal Employers
Current Year
(Unaudited)

Employer	2006			2007		
	Employees	Rank	Percentage of Total County Employment*	Employees	Rank	Percentage of Total County Employment*
Clark County School District	34,000	1	3.80%	34,000	1	3.80%
Clark County	9,500		1.06%	10,500	2	1.17%
Las Vegas Metropolitan Police	5,000	4	0.56%	5,000	3	0.56%
UNLV	5,000		0.56%	5,000	4	0.56%
UMC	4,500		0.50%	4,500	5	0.50%
City of Las Vegas	3,100	6	0.35%	3,200	6	0.36%
Sunrise Hospital			0.00%	3,000	7	0.34%
US Postal Service			0.00%	3,000	8	0.34%
The Orleans Hotel and Casino			0.00%	3,000	9	0.34%
Stratosphere Tower/American Casino	2,500	8	0.28%	2,500	10	0.28%
Golden Nugget Hotel & Casino	2,500	7	0.28%	2,500	11	0.28%
Gold Coast Casino			0.00%	2,500	12	0.28%
Hard Rock Hotel & Casino			0.00%	2,000	13	0.22%
Sun Coast Hotel & Casino			0.00%	2,000	14	0.22%
KBI Construction, LLC			0.00%	2,000	15	0.22%
Boyd Gaming	6,000	3	0.67%	<u>84,700</u>		<u>9.47%</u>
State of Nevada	6,000	2	0.67%			
University Medical Center	4,000	5	0.45%			
Central Telephone	2,000	9	0.22%			
Citibank N.A.	2,000	10	0.22%			
Bechtel	1,500	11	0.17%			
Cox Communications	1,500	12	0.17%			
Household Bank Credit Services	1,500	13	0.17%			
Nevada Power Company	1,500	14	0.17%			
Summerlin Hospital	1,500	15	0.17%			
	<u>93,600</u>		<u>10.47%</u>			

Source: Nevada Dept of Employment

* Employment figures are for the greater Clark County area. The City of Las Vegas is within Clark County.

City of Las Vegas
 Full-time Equivalent City Government Positions by Function
 Last Ten Fiscal Years
 (Unaudited)

Function	Full-time Equivalent Employees as of June 30									
	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Government	539	539	562	583	583	589	561	573	584	604
Judicial	173	159	169	177	179	186	215	218	223	229
Public Safety	898	974	990	1,017	1,107	1,196	1,224	1,274	1,290	1,328
Public Works	186	173	171	179	179	181	184	188	192	208
Sanitation	184	192	202	202	195	199	198	203	207	206
Health	30	28	16	16	16	18	18	18	15	15
Welfare	10	10	10	10	9	9	9	10	10	10
Culture & Recreation	414	411	452	462	432	454	458	472	480	501
Economic Development & Assistance	71	75	75	80	81	90	88	95	97	95
Transit Systems	12	12	12	11	11	11	9	10	12	12
Total Government	2,517	2,573	2,659	2,737	2,792	2,933	2,964	3,061	3,110	3,208

Source: City of Las Vegas Final Budget Data
 and Human Resources Data

City of Las Vegas
Operating Indicators by Function
Last Five Fiscal Years
(Unaudited)

Function	Fiscal Year				
	2003	2004	2005	2006	2007
General Government					
Parking violations	102,522	103,215	94,413	108,050	97,557
Judicial					
Traffic citations	140,497	104,320	90,903	100,800	103,018
Total cases	198,921	203,811	194,602	232,139	237,246
Public safety					
Marshals					
Inmate bookings/releases	30,558	60,882	40,357	32,946	34,993
Fire					
Number of calls answered	65,592	72,116	75,438	82,030	73,006
Inspections	21,005	21,954	27,161	26,577	25,149
Public works					
Asphalt reconstruction (sq yards)	192,828	196,139	145,309	242,240	173,283
Pavement surface treatment (sq yards)	3,366,985	2,155,310	3,448,681	1,563,483	2,237,168
Sanitation					
Number of service connections	152,583	160,339	169,557	170,136	184,059
Daily average treatment in Million Gallons per Day (MGD)	66.0	68.4	68.4	70.0	70.0
Health					
Animal control					
Number of pick-ups	10,888	12,051	13,077	11,179	10,694
Citations issued	550	445	402	259	317
Culture and recreation					
Number safekey sites	57	60	63	66	56
Grant funds received	\$ 767,869	\$ 319,649	\$ 875,639	\$ 1,082,100	\$ 164,089
Economic development & assistance					
Code enforcement inspections	29,918	32,471	32,128	31,703	28,861
Number of citizen complaints hotline calls	25,340	24,710	23,655	26,505	24,881
Number of citizens assisted with public service grants	78,703	115,729	82,318	77,294	85,290
Transit Systems					
Ridership	344,228	412,828	390,172	371,271	336,434

Source: Various City of Las Vegas departments

City of Las Vegas
Capital Asset Statistics by Function
Last Five Fiscal Years
(Unaudited)

Function	Fiscal Year				
	2003	2004	2005	2006	2007
General government					
Parking patrol units	19	22	24	23	23
Public safety					
Marshals					
Patrol units	29	32	36	54	54
Fire					
Fire stations	15	15	15	16	16
Public works					
Streets (miles)	1,247	1,262	1,258	1,287	1,296
Streetlights	48,005	48,365	48,365	50,440	52,000
Traffic signals	2,820	2,890	3,042	3,164	3,172
Sanitation					
Miles of sanitary sewers	1,460	1,620	1,581	1,681	1,702
Miles of storm drain channels	304	310	330	376	381
Health					
Animal control					
Patrol units	7	11	18	18	18
Culture and recreation					
Parks acreage	775.00	778.43	899.82	909.82	909.82
Parks	59	60	64	68	68
Tennis courts	42	42	65	65	65
Community centers	7	7	7	7	7
Economic development & assistance					
Number of newly constructed affordable housing units	333	96	200	0	0
Transit systems					
Fleet units	7	7	10	10	10

Source: Various City of Las Vegas departments; Budget In Brief publications

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COMPLIANCE SECTION



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

The Honorable Mayor, City Council, and City Manager
City of Las Vegas, Nevada:

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Las Vegas, Nevada (the City) as of and for the year ended June 30, 2007, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 14, 2007. 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.

Internal Control over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the entity's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control over financial reporting. We consider the deficiencies described in the accompanying schedule of findings and questioned costs to be significant deficiencies in internal control over financial reporting: FS-07-01 and FS-07-02.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the entity's internal control.

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

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's responses, and accordingly, we express no opinion on them.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, including Nevada Revised Statutes (NRS) 354.6241 Sec. 1 ((a) through (f)) and NRS 354.6105, which are applicable to funds established by the City, as listed in NRS 354.624 Sec. 4 and Sec. 5 (a) (1 through 5) and NRS 354.6105, respectively, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of the Mayor and City Council, and the City's management team, as well as the City's federal awarding and pass-through agencies and is not intended to be and should not be used by anyone other than these specified parties.

December 19, 2007

CITY OF LAS VEGAS, NEVADA
 SCHEDULE OF BUSINESS LICENSE FEES
 SUBJECT TO THE PROVISIONS OF NRS 354.5989
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Nevada Revised Statutes, Chapter 354.5989 - As required by Nevada Revised Statutes (NRS) 354.624, Sec. 4(a), a schedule of all fees imposed by the City are subject to the provisions of NRS 354.5989. The City may adopt new business license fees only if the revenue from the fees is less than a calculated maximum prescribed by the statute.

FLAT / FIXED FEES:

<u>Base June 30, 2006</u>	*	<u>Growth Factor</u>	=	<u>FY 2007 Maximum Allowable Revenue</u>	\$	<u>FY 2007 Actual Revenue Received</u>	\$	<u>Amount Over/(Under) Allowable</u>
\$ 5,568,108		1.045200		\$ 5,819,786		\$ 5,988,551		\$ 168,765

FEES CALCULATED ON A PERCENTAGE OF GROSS REVENUE:

<u>Base June 30, 2006</u>	*	<u>Increase in CPI</u>	=	<u>FY 2007 Maximum Allowable Revenue</u>	\$	<u>FY 2007 Actual Revenue Received</u>	\$	<u>Amount Over/(Under) Allowable</u>
\$ 8,699,752		1.0262730		\$ 8,928,321		\$ 9,243,675		\$ 315,354

See accompanying independent auditors' report.

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SINGLE AUDIT SECTION





KPMG LLP
Suite 2000
355 South Grand Avenue
Los Angeles, CA 90071-1568

**Report on Compliance with Requirements Applicable to
Each Major Program and on Internal Control over
Compliance in Accordance with OMB Circular A-133**

The Honorable Mayor, City Council, and City Manager
City of Las Vegas, Nevada:

Compliance

We have audited the compliance of the City of Las Vegas, Nevada (the City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2007. 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. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance, based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2007. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as Findings 07-01 through 07-02.

Internal Control over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, 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 preceding paragraph and would not necessarily identify all deficiencies in the City's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified a deficiency in internal control over compliance that we consider to be a significant deficiency.

A control deficiency in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the City's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the City's internal control. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 07-01 to be a significant deficiency.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the City's internal control. We did not consider any of the deficiencies described in the accompanying schedule of findings and questioned costs to be material weaknesses.

The City's responses to the findings identified in our audit are described in the accompanying schedule of findings and questioned costs. We did not audit the City's responses, and accordingly, we express no opinion on them.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the City as of and for the year ended June 30, 2007 and have issued our report thereon dated December 19, 2007. Our audit was performed for the purpose of forming opinions on the basic financial statements taken as a whole. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the Mayor and City Council, the City's management team, as well as the City's federal awarding agencies and pass-through entities and is not intended to and should not be used by anyone other than these specified parties.

KPMG LLP

December 19, 2007

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program or Award Amount	Receipts or Revenues Recognized	Federal Disbursements/ Expenditures
<u>U.S. Department of Housing and Urban Development</u>					
Direct Programs:					
Community Development Block Grant	* 14.218	B-04-MC320001	\$ 6,122,000	\$ 1,802,245	\$ 1,802,245
		B-05-MC320001	5,807,332	5,807,332	5,807,332
		B-06-MC320001	5,251,820	1,164,635	1,164,635
Emergency Shelter Grant	14.231	S-05-MC320001	223,918	36,104	36,104
	14.231	S-06-MC320001	223,372	223,219	223,219
Housing Opportunities for Persons with Aids	14.241	NVH05F001	886,000	705,367	705,367
		NVH06F001	882,000	540,543	540,543
Subtotal U.S. Department of Housing and Urban Development			<u>19,396,442</u>	<u>10,279,445</u>	<u>10,279,445</u>
Passed through programs:					
Passed through Clark County:					
Home Investment in Affordable Housing (HOME Program)	14.239	M00-DC32-0224	1,439,920	10,000	10,000
	14.239	M02-DC32-0224	1,678,648	58,489	58,489
	14.239	M03-DC32-0224	2,578,046	176,338	176,338
	14.239	M04-DC32-0224	2,864,232	345,527	345,527
	14.239	M05-DC32-0224	2,505,966	177,623	177,623
	14.239	M06-DC32-0224	2,337,798	336,930	336,930
Subtotal U.S. Department of Housing and Urban Development			<u>13,404,610</u>	<u>1,104,907</u>	<u>1,104,907</u>
Total U.S. Department of Housing and Urban Development			<u>32,801,052</u>	<u>11,384,352</u>	<u>11,384,352</u>
<u>U.S. Department of Health and Human Services</u>					
Passed through State:					
Department of Human Resources					
Division for Aging Services					
Senior Law Project	93.044	03-009-11-BX-07	100,000	100,000	100,000
Independent Living Grant	93.044	0309-11-06L	75,000	18,800	18,800
Independent Living Grant	93.044	03-009-11-LX-07	71,250	51,000	51,000
Passed through Economic Opportunity Board					
Child Care Improvement	93.596		140,000	139,042	139,042
Total U.S. Department of Health and Human Services			<u>386,250</u>	<u>308,842</u>	<u>308,842</u>

* Denotes major federal program

continued

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program or Award Amount	Receipts or Revenues Recognized	Federal Disbursements/ Expenditures
<u>U.S. Department of Energy</u>					
Direct Programs:					
Alternative Fuels Vehicle Program	81.087	DE-FC36-05GO86068	495,000	446,000	446,000
Passed through Clark County:					
Nuclear Waste Disposal Siting High Level Nuclear Waste Project	81.065		90,000	90,000	90,000
Total U.S. Department of Energy			<u>585,000</u>	<u>536,000</u>	<u>536,000</u>
<u>U.S. Department of Homeland Security</u>					
Direct Programs:					
COPS Interoperable Communications	97.055	2003INWX0012	5,996,103	953,071	953,071
Metropolitan Medical Response System - FF04	97.071	EMW-2004-GR-0726	400,000	186,933	186,933
Subtotal U.S. Department of Homeland Security			<u>6,396,103</u>	<u>1,140,004</u>	<u>1,140,004</u>
Passed through programs:					
Passed through State:					
Division of Emergency Management					
Emergency Management Project	97.042	9704206	179,592	47,747	47,747
Emergency Management Project	97.042	9704207	179,592	140,669	140,669
State Homeland Security - ODP Ph V	97.067	97073HL5	745,000	420,461	420,461
State Homeland Security - ODP Ph VI	97.067	97067HL6	215,338	34,154	34,154
Citizen Corps Program	97.053	97053CL5	56,828	8,970	8,970
Metropolitan Medical Response System - FF05	97.071	97071M05	227,952	221,572	221,572
Metropolitan Medical Response System - FF06	97.071	97067M06	232,330	156,515	156,515
Subtotal U.S. Department of Homeland Security			<u>1,836,632</u>	<u>1,030,088</u>	<u>1,030,088</u>
Passed through Clark County:					
Citizen Corps Program	97.053	97053CL6	221,818	45,011	45,011
Urban Area Security Initiative	97.008	9700804	1,158,732	55,110	55,110
Urban Area Security Initiative	97.008	9700805	43,172	12,011	12,011
Urban Area Security Initiative	97.008	9767U06	176,760	1,909	1,909
Subtotal U.S. Department of Homeland Security			<u>1,600,482</u>	<u>114,041</u>	<u>114,041</u>
Total U.S. Department of Homeland Security			<u>9,833,217</u>	<u>2,284,133</u>	<u>2,284,133</u>
<u>U.S. Department of Education</u>					
Passed through programs:					
Passed through State of Nevada					
Child and Adult Food Program	10.588	03-44-2000-000	104,089	104,089	104,089
Total U.S. Department of Education			<u>104,089</u>	<u>104,089</u>	<u>104,089</u>

continued

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program or Award Amount	Receipts or Revenues Recognized	Federal Disbursements/ Expenditures
<u>U.S. Department of the Interior</u>					
Direct Programs:					
Distribution of Receipts to Local Govts					
Lone Mountain Trail LV04	* 15.227	NAF04LV02	3,710,000	16,871	16,871
Bonanza Trail LV03	* 15.227	NAF04LV03	14,040,000	1,776,346	1,776,346
Gilmore Cliff Shadows Trailhead LV10	* 15.227	NAF04LV04	1,740,000	158,572	158,572
La Madre Mtn Trailhead LV11	* 15.227	NAF04LV05	4,520,000	12,381	12,381
Las Vegas Wash Ph 1 LV05	* 15.227	NAF04LV06	2,112,000	541,944	541,944
Multi Use Trails LV02	* 15.227	NAF04LV07	4,990,000	81,677	81,677
Centennial Hills Park Trail LV12	* 15.227	NAF05LV09	514,000	13,529	13,529
Prehistoric Riverbed LV09	* 15.227	NAF05LV10	4,410,000	112,393	112,393
Equestrian Park LV06	* 15.227	NAF05LV11	550,000	8,588	8,588
Las Vegas Springs Preserve LV08	* 15.227	NAF05LV12	5,500,000	4,372,571	4,372,571
Neon Boneyard LV16	* 15.227	NAF05LV13	5,227,200	168,601	168,601
Multi Use Transportation Trails LV14	* 15.227	NAF05LV14	11,151,360	1,429,788	1,429,788
Cultural Corridor Trails LV15	* 15.227	NAF05LV15	2,323,200	102,144	102,144
Centennial Hills Park LV18	* 15.227	NAF05LV16	42,049,920	8,258,581	8,258,581
Boulder Plaza Park LV17	* 15.227	NAF05LV17	1,626,240	48,134	48,134
Las Vegas Springs Preserve Ph II LV13	* 15.227	NAF05LV18	29,620,800	3,487,985	3,487,985
Sandhill/Owens Parcel Acquisition LV19	* 15.227	FAA060141	2,594,000	2,579,282	2,579,282
Lone Mountain Trail Ph II LV21	* 15.227	FAA060145	3,080,000	33,616	33,616
Freedom Park LV22	* 15.227	FAA060147	17,600,000	415,360	415,360
Lorenzi Park Renovation LV23	* 15.227	FAA060148	28,523,000	1,326,650	1,326,650
Pedestrian Bridge LV Wash LV25	* 15.227	FAA060151	3,300,000	46,060	46,060
Jaycee Park Renovations LV27	* 15.227	FAA060153	10,087,000	551,250	551,250
Pedestrian Bridge Lone Mtn Trail LV28	* 15.227	FAA060154	3,300,000	44,382	44,382
Pedestrian Bridge Cultural Corridor Trail LV30	* 15.227	FAA060178	1,650,000	10,767	10,767
Subtotal U.S. Department of the Interior			<u>205,032,720</u>	<u>25,597,472</u>	<u>25,597,472</u>
Passed through State:					
Historic Preservation	15.904	32-05-20430(3)	32,000	10,137	10,137
Historic Preservation	15.904	32-06-21531(5)	37,000	3,379	3,379
Total U.S. Department of Interior			<u>205,101,720</u>	<u>25,610,988</u>	<u>25,610,988</u>
<u>U.S Department of Transportation</u>					
Passed through State:					
DUI Impaired Driving Program	20.600	25-AL-1	160,000	83,313	83,313
Highway Planning and Constuction	* 20.205	PR090-01-010	7,254,998	1,790,895	1,790,895
Highway Planning and Constuction	* 20.205	PR523-05-063	801,563	478,980	478,980
Total U.S. Department of Transportation			<u>8,216,561</u>	<u>2,353,188</u>	<u>2,353,188</u>

continued

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program or Award Amount	Receipts or Revenues Recognized	Federal Disbursements/ Expenditures
<u>National Endowment for the Arts</u>					
Passed through State:					
Partners in Excellence	45.025	PIEII:2:4:03	6,810	6,810	6,810
Total National Endowment for the Arts			<u>6,810</u>	<u>6,810</u>	<u>6,810</u>
<u>U.S. Department of Justice</u>					
Direct Programs:					
BJA Congressional Mandate	16.580	2004-DD-BX-1452	395,750	89,946	89,946
BJA Congressional Mandate	16.580	2006-DD-BX-0517	74,072	74,072	74,072
State Criminal Alien Assistance Program	16.606	2007-AP-BX-0544	122,918	122,918	122,918
Chronic Inebriate Program	16.580	2006-DD-BX-0394	98,723	44,816	44,816
Subtotal U.S. Department of Justice			<u>691,463</u>	<u>331,752</u>	<u>331,752</u>
Passed through programs:					
Passed through State:					
Office of the Attorney General					
Violence Against Women Grant	16.588	2005-STOP-09	61,000	19,254	19,254
Division of Child & Family Services					
Victims of Crime Act Grant	16.575	04-30-VOCA	138,000	12,539	12,539
Victims of Crime Act Grant	16.575	3145/20-SFY07-09-081	48,000	29,550	29,550
Subtotal U.S. Department of Justice			<u>247,000</u>	<u>61,343</u>	<u>61,343</u>
Total U.S. Department of Justice			<u>938,463</u>	<u>393,095</u>	<u>393,095</u>
Total Federal Assistance			<u>\$ 257,973,162</u>	<u>\$ 42,981,497</u>	<u>\$ 42,981,497</u>

See accompanying notes to schedule of expenditures of federal awards and independent auditors' report on compliance with requirements applicable to each major program and on internal control over compliance in accordance with Office of Management and Budget Circular A-133.

CITY OF LAS VEGAS, NEVADA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(1) Reporting Entity

The accompanying schedule of expenditures of federal awards presents the expenditure activity of all federal award programs of the City of Las Vegas, Nevada (the City) for the fiscal year ended June 30, 2007. The City's reporting entity is defined in Note 1 to its basic financial statements. All expenditures of federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule.

(2) Basis of Accounting

The accompanying schedule of expenditures of federal awards is prepared on the modified accrual basis of accounting. Expenditures are recognized when they become a demand on current available financial resources.

(3) Relationship to Basic Financial Statements

Expenditures of federal awards are reported in the City's basic financial statements as follows:

Capital Project Fund	\$ 17,736,916
Special Revenue Fund	25,244,581
	\$ 42,981,497

(4) Subrecipient Expenditures

The total amount provided to subrecipients from each federal program for the fiscal year ended June 30, 2007 is listed below:

Community Development Block Grant (CFDA Number 14.218)	\$ 8,184,088
Distribution of Receipts to State and Local governments (CFDA 15.227)	7,860,556
Emergency Shelter Grant (CFDA Number 14.231)	248,154
Housing Opportunities for Persons with Aids (CFDA Number 14.241)	1,217,766
HOME Program (CFDA Number 14.239)	1,375,800
Total	\$ 18,886,364

(5) Economic Development Funds

The City received federal funding in a prior year from the U.S. Department of Commerce, Economic Development Administration (EDA), for the purposes of funding and operating a Revolving Loan Fund Program (CFDA Number 11.307). Resources are presented below:

Loan Receivable Balance June 30, 2007	
Revolving Loan Fund Assets	\$ 284,302
Cash	135,427
	\$ 419,729
Total Value of Revolving Loan Fund	

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(1) Summary of Auditors' Results

Financial Statements

- (a) Type of auditors' report issued on the basic financial statements: **Unqualified.**
- (b) Internal control over financial reporting:
1. Material weakness identified: **None noted.**
 2. Significant deficiencies identified that are not considered to be a material weakness:
None reported.
- (c) Instances of noncompliance which may be material to the basic financial statements. **None noted.**

Federal Awards

- (d) Internal control over major programs:
1. Material weakness identified: **None noted.**
 2. Significant deficiencies identified that are not considered to be a material weakness:
Yes – see finding No. 07-01
- (e) Type of auditors' report issued on compliance for major programs: **Unqualified opinion.**
- (f) Any audit findings which are required to be reported under Section 510(a) of OMB Circular A-133:
Yes – see findings No. 07-01 and No. 07-02
- (g) Major programs
- U.S. Department of Housing and Urban Development
 - Community Development Block Grant – CFDA 14.218
 - U.S. Department of Transportation
 - Highway Planning and Construction (federal Highway Program) – CFDA 20.205
 - U.S. Department of the Interior
 - Distribution of Receipts to State and Local Governments – CFDA 15.227
- (h) Dollar threshold used to distinguish between Type A and Type B Programs: **\$1,289,445**
- (i) Auditee qualified as a low-risk auditee under Section 530 of OMB Circular A-133. **Yes**

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(2) Findings Relating to the Basic Financial Statements Reported in Accordance with *Government Auditing Standards*

Finding No. FS-07-01: Workers' Compensation

Observation: The City operates a self-insured program for workers' compensation. Accordingly, the City should recognize a liability in its general ledger for self-insured claims received and unpaid, as well as an estimate of claims incurred but not reported (IBNR) to the City. Currently, the City does not have formal procedures in place to properly estimate the amount of its self insured IBNR claims obligation or case development on reported claims. Such procedures commonly include evaluation of historical claims payment experience through development of lag tables, trend analysis, and specific identification of high exposure cases.

Recommendation: We recommend that the City annually have an actuarial loss reserve valuation of the City's workers' compensation claims.

Management's Response: The City of Las Vegas will develop an actuarial accrual methodology for worker's compensation liability, and will review that liability on an annual basis.

Finding No. FS-07-02 Donated Capital Assets

Observation: The City's internal controls over recording donated capital assets were not designed appropriately to ensure that they quantified and recorded the value of the donated capital assets on their financial statements in the fiscal year of donation.

Recommendation: We recommend that the City design and implement internal controls to ensure that all capital asset donations are valued and presented properly on their financial statements in the fiscal year of donation.

Management's Response: The City of Las Vegas has implemented controls and procedures to properly identify and record donated capital assets subsequent to fiscal year 2007.

CITY OF LAS VEGAS, NEVADA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(3) Findings Relating to Federal Awards - Current Year:

Finding No. 07-01

Federal Program **Distribution of Receipts to State and Local Governments – CFDA 15.227 and Highway Planning and Construction (Federal Highway Program) – CFDA 20.205**

Federal Agencies **Bureau of Land Management, U.S. Department of Interior, U.S. Department of Transportation**

Federal Award Numbers and Years Awarded	Lone Mountain Trail LV04	NAF04LV02	11/05/02
	Bonanza Trail LV03	NAF04LV03	06/26/01
	Gilmore Cliff Shadows Trailhead LV10	NAF04LV04	10/28/03
	La Madre Mountain Trailhead LV11	NAF04LV05	10/28/03
	Las Vegas Wash Phase 1 LV05	NAF04LV06	11/05/02
	Multi Use Trails LV02	NAF04LV07	11/05/02
	Centennial Hills Park Trail LV12	NAF05LV09	10/28/03
	Prehistoric Riverbed LV09	NAF05LV10	10/28/03
	Equestrian Park LV06	NAF05LV11	11/05/02
	Multi Use Transportation Trails LV14	NAF05LV14	08/05/04
	Cultural Corridor Trails LV15	NAF05LV15	08/05/04
	Centennial Hills Park LV18	NAF05LV16	10/28/04
	Boulder Plaza Park LV17	NAF05LV17	08/05/04
	Freedom Park LV22	FAA060147	02/07/06
	Lorenzi Park Renovation LV23	FAA060148	02/07/06
	Pedestrian Bridge LV Wash LV25	FAA060151	02/07/06
	Jaycee Park Renovations LV27	FAA060153	02/07/06
	Pedestrian Bridge Lone Mountain Trail LV28	FAA060154	02/07/06
	Highway Planning and Construction	PR523-05-063	06/20/05

Condition Found:

During procedures performed over the City’s controls over compliance with procurement requirements, it was noted that the City does not have controls or policies in place to ensure that professional service contractors/vendors are not suspended or debarred. There were no provisions within the standard professional services contract template to certify compliance with suspended/debarred procurement requirements, nor were there any procedures in place for the purchasing department to ensure that the professional services contractors/vendors were not suspended or debarred. While there are no controls in place at the City to prevent noncompliance, we reviewed all of the professional service contractors/vendors and noted no instances where the contractors or vendors were listed as suspended or debarred.

Criteria or Requirement:

Title 43 – Public Lands: Interior – Subtitle A – Office of the Secretary of the Interior §12.75 Sub awards to debarred and suspended parties.

Title 49 – Transportation – Subtitle A – Office of the Secretary of Transportation § 18.35 Sub awards to debarred and suspended parties.

Grantees and sub grantees must not make any award or permit any award (sub grant or contract) at any tier to any party which is debarred or suspended or is otherwise excluded from or ineligible for participation in federal assistance programs under Executive Order 12549, “Debarment and Suspension.”

CITY OF LAS VEGAS, NEVADA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(3) Findings Relating to Federal Awards - Current Year (continued):

Finding No. 07-01 (continued)

Possible Asserted Cause and Effect: Procedures to ensure vendors are not suspended or debarred are included in the policies and procedures in place for the purchasing department, which handles construction contracts. As professional service contracts are established at the public works department and are exempt from most purchasing requirements (e.g. bids), the public works department was not aware that the suspension and debarment compliance requirement was applicable to these contracts. The City may not be in compliance with the required Federal suspension and debarment regulations.

Recommendation: We recommend that the City develop controls to ensure contractors/vendors who enter into professional services contracts with the City are not suspended or debarred.

Questioned Costs: None noted.

Views of Responsible Officials and Planned Correction Action: It is the City's responsibility to ensure that all professional service contractors/vendors awarded Federal funds are not suspended or debarred. On all future contracts utilizing Federal funds, the Federal debarment status will be checked prior to awarding the contract. The verification of the Federal debarment status will be documented as part of the selection committee process conducted by public works on all contracts involving professional services.

Finding No. 07-02

Federal Program **Distribution of Receipts to State and Local Governments – CFDA 15.227**

Federal Agencies **Bureau of Land Management, U.S. Department of Interior**

Federal Award Numbers and Years Awarded	Lone Mountain Trail LV04	NAF04LV02	11/05/02
	Bonanza Trail LV03	NAF04LV03	06/26/01
	Gilmore Cliff Shadows Trailhead LV10	NAF04LV04	10/28/03
	La Madre Mountain Trailhead LV11	NAF04LV05	10/28/03
	Las Vegas Wash Phase 1 LV05	NAF04LV06	11/05/02
	Multi Use Trails LV02	NAF04LV07	11/05/02
	Centennial Hills Park Trail LV12	NAF05LV09	10/28/03
	Prehistoric Riverbed LV09	NAF05LV10	10/28/03
	Equestrian Park LV06	NAF05LV11	11/05/02
	Multi Use Transportation Trails LV14	NAF05LV14	08/15/04
	Cultural Corridor Trails LV15	NAF05LV15	08/15/04
	Centennial Hills Park LV18	NAF05LV16	10/28/04
	Boulder Plaza Park LV17	NAF05LV17	08/05/04
	Freedom Park LV22	FAA060147	02/07/06
	Lorenzi Park Renovation LV23	FAA060148	02/07/06
	Pedestrian Bridge LV Wash LV25	FAA060151	02/07/06
	Jaycee Park Renovations LV27	FAA060153	02/07/06
	Pedestrian Bridge Lone Mountain Trail LV28	FAA060154	02/07/06

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(3) Findings Relating to Federal Awards - Current Year (continued):

Finding No. 07-02 (continued)

Condition Found:	The City of Las Vegas (City) did not adequately monitor its subrecipients of funds for the Distribution of Receipts to State and Local Governments Program for the year ended June 30, 2007. According to the Assistance Agreement entered into between the City of Las Vegas and the Bureau of Land Management, the City is responsible for complying with all Federal laws governing the program. While the City performs financial reviews of subrecipient expenditures, monitoring during the award process and reviews of the subrecipient's A-133 audit reports, the City does not provide adequate monitoring over the subrecipient's non-fiscal activities during the award year which include site visits and regular contact.
Criteria or Requirement:	Title 31 - Money and Finance. Subtitle V - General Assistance Administration. Chapter 75 - Requirements for Single Audits. Section 7502. Audit requirements; exemptions. (f)(2) Each pass through entity shall: <ul style="list-style-type: none">• Monitor the subrecipients' use of Federal awards through site visits, limited scope audits, or other means
Possible Asserted Cause and Effect:	The City has not established non-fiscal monitoring procedures over subrecipients to ensure compliance with Federal requirements as the Bureau of Land Management (BLM) performs monitoring procedures over the subrecipient. As such the City has considered the procedures performed by BLM sufficient. The City is not in compliance with the required subrecipient monitoring regulations.
Recommendation:	We recommend that the City develop policies and procedures to perform non-fiscal monitoring of subrecipients.
Questioned Costs:	None noted.
Views of Responsible Officials and Planned Correction Action:	Subrecipient monitoring procedures are being developed and will be in place before any future work begins on a project which awards funding to a subrecipient.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(3) Findings Relating to Federal Awards - Prior Year:

Finding No. 06-01

Program

**U.S. Department of Housing and Urban Development
Community Development Block Grant – CFDA 14.218**

Finding:

The Activity Summary Report and the CDBG Financial Summary Report were not submitted to the Department of Housing and Urban Development within ninety (90) days after the City's fiscal year end June 30, 2006. As of 10/20/06, the required reports were not submitted to HUD.

Current Year's Status:

The CAPR, including the PR03, PR26 and all other IDIS reports were submitted to HUD on November 13, 2006. The City's neighborhood services department has implemented procedures to ensure that other personnel, in addition to the primary staff person responsible, are trained in the HUD CPMP software, so as to meet HUD deadlines.

Finding No. 06-02

Program

**U.S. Department of Housing and Urban Development
Housing Opportunities for Persons with Aids – CFDA 14.241**

Finding:

The City of Las Vegas carries out the HOPWA program through program sponsors (i.e. Golden Rainbow, Aid for Aids of Nevada, etc). Program sponsors incur administrative expenditures (payroll, etc.) as they carry out the programs on behalf of the City. Upon reviewing the program sponsor level administrative expenses, one program sponsor (Women's Development Center) incurred administrative expenses above the allowable/earmarked limit of 7%.

Current Year's Status:

There was at least \$336 of costs incorrectly categorized and expensed as administrative charges when they were actually operational costs. By correcting these charges the administrative costs will be brought under the 7% limit. City staff will ensure that future program related expenses will be properly identified. These two accounts were adjusted accordingly.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(3) Findings Relating to Federal Awards - Prior Year (continued):

Finding No. 06-03

Program

**U.S. Department of Housing and Urban Development
Housing Opportunities for Persons with Aids – CFDA 14.241**

Finding:

The City was not in compliance with the following reporting requirements:

1. The annual progress report, (HUD-40110, OMB No. 2506-0133) is due 90 days after the close of the program year and was not submitted on time as of 10/17/06.
2. The City did not submit to HUD and the public the Consolidated Annual Performance and Evaluation Report (CAPER) after the close of the fiscal year. Additionally, the City did not comply with the grant agreement by not providing “The HOPWA Performance Summary Charts for End of Program Year Reporting”.

Current Year’s Status:

1. The annual progress report is not applicable to the City since the City is a HOPWA formula grantee.
2. The CAPER, including the PRO3 report, PR26 report, and all other IDIS reports were submitted to HUD on November 13, 2006. The City is improving its internal controls to ensure the CAPER and all financial and HOPWA performance reports are submitted within the allotted timeframe. HOPWA performance summary charts have always been turned in with the CAPER.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(3) Findings Relating to Federal Awards - Prior Year (continued):

Finding No. 06-04

Program

HOME Investment Partnership Program (HOME) – CFDA 14.239

Finding:

Upon reviewing twenty-five (25) HOME participant files, one participant file did not have the proper income documentation to determine proper eligibility for Tenant-Based Rental Assistance (TBRA). Upon review of the file, Catholic Charities (one of the program's sub-recipients and program sponsors) noted the participant did hold a full time job at the time of initial assistance. However, they failed to properly provide adequate documentation of the income.

Current Year's Status:

Subsequent to notification of the deficiency, the City performed an on-site visit to review the file. Based upon the information in the project file, the City determined that Catholic Charities did in fact provide sufficient income documentation.

The City's review revealed that the participant told Catholic Charities that they had employment. In the next visit Catholic Charities stated that the participant did not receive the job. However, Catholic Charities failed to note the unemployed status of the participant in its file log. The auditors were informed in writing, that rather than failing to adequately document the client's income; the sub-recipient had simply been lax in updating its files. The staff individual involved is no longer employed by Catholic Charities.

The City has sponsored technical assistance training on February 8, 2007, for staff of all sub-recipients currently administering tenant-based rental assistance programs for the City. Our local HUD Representative conducted the training. The sub-recipients received valuable information and sample forms.

Finding No. 06-05

Program

HOME Investment Partnership Program (HOME) – CFDA 14.239

Finding:

The City did not comply with all the reporting requirements set forth by the Department of Housing and Urban Development. It failed to meet the affirmative marketing actions, to include outreach to minority-owned and women-owned businesses and data on the amount and use of program income for projects, including the number of individuals assisted and the types of assisted provided through the program income.

Current Year's Status:

The City is updating its monitoring procedural manual to include the monitoring of these affected groups in addition to the current monitoring the City is conducting. Staff has been instructed to include these items for review during any on-site monitoring visits. The City is in the process of assigning and training other personnel to provide supplemental support during on-site monitoring. This will enhance the City's ability to determine if sub-recipients are in compliance with Federal requirements.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2007

(3) Findings Relating to Federal Awards - Prior Year (continued):

Finding No. 06-06

Program

HOME Investment Partnership Program (HOME) – CFDA 14.239

Finding:

Upon reviewing 100% of completed rehabilitation projects for environmental reviews, two (2) of the reviews were not properly approved and reviewed.

Current Year's Status:

Environmental reviews are properly conducted and completed prior to the intended use or expenditure of federal funds on rehabilitation projects. The City has updated its procedures to ensure that compliance with the environmental review process is documented adequately.

Environmental reviews were completed on the two projects noted above, but at the time of the audit the supporting documentation was not filed properly.

Finding No. 06-07

Program

HOME Investment Partnership Program (HOME) – CFDA 14.239

Finding:

Upon reviewing eight (8) completed rehabilitation projects, one (1) completed project's appraisal amount exceeded 95% of the Federal Housing Authority's mortgage limit.

Current Year's Status:

This project was initially set up as HOME Direct Loan for Single Family Residential Rehabilitation repairs. This project was to repair water service to a resident at a cost of \$2,127.37. Due to an acute upward fluctuation in the residential housing market values, the appraised value of the property exceeded 95% of the FHA mortgage limitations for a loan.

Upon the City's review of the project it was determined that the repairs were eligible and better fulfilled the program requirements for a CDBG Emergency Grant. The City therefore converted the HOME Direct Loan for Single Families to a CDBG Emergency Grant. With the utilization of the CDBG Emergency Grant, an appraisal was not necessary. The City therefore feels that they were in compliance with HUD requirements, and this should not have resulted in an audit finding.

