

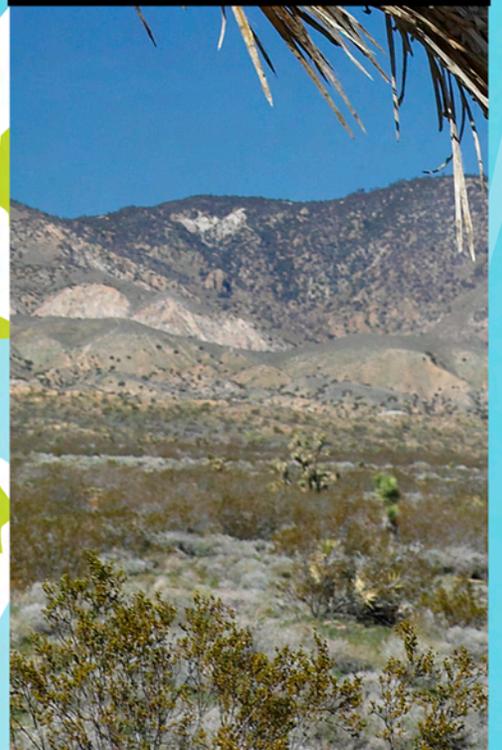


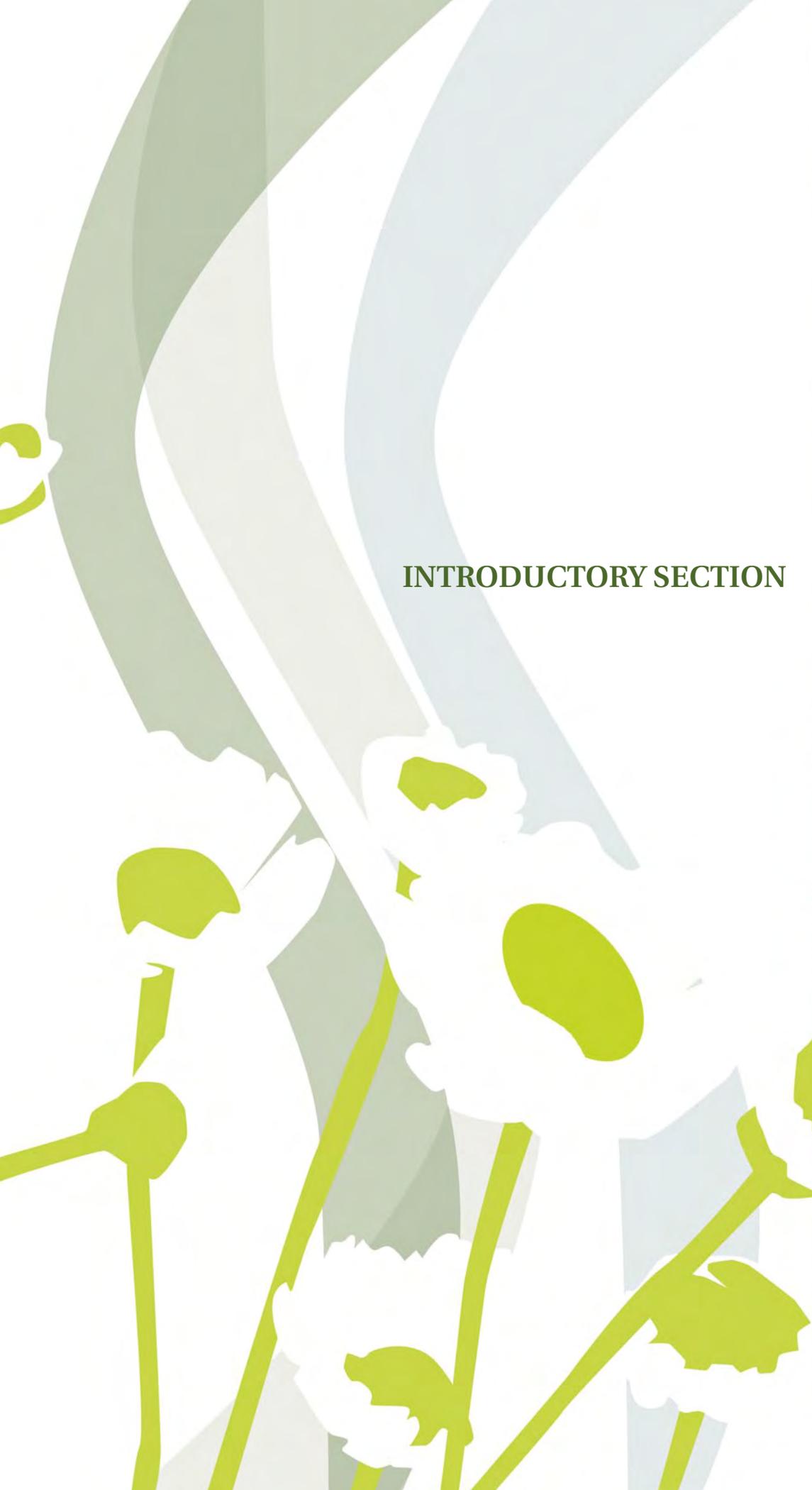
The City of Las Vegas

COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT



FOR THE
FISCAL YEAR
ENDED
JUNE 30, 2008

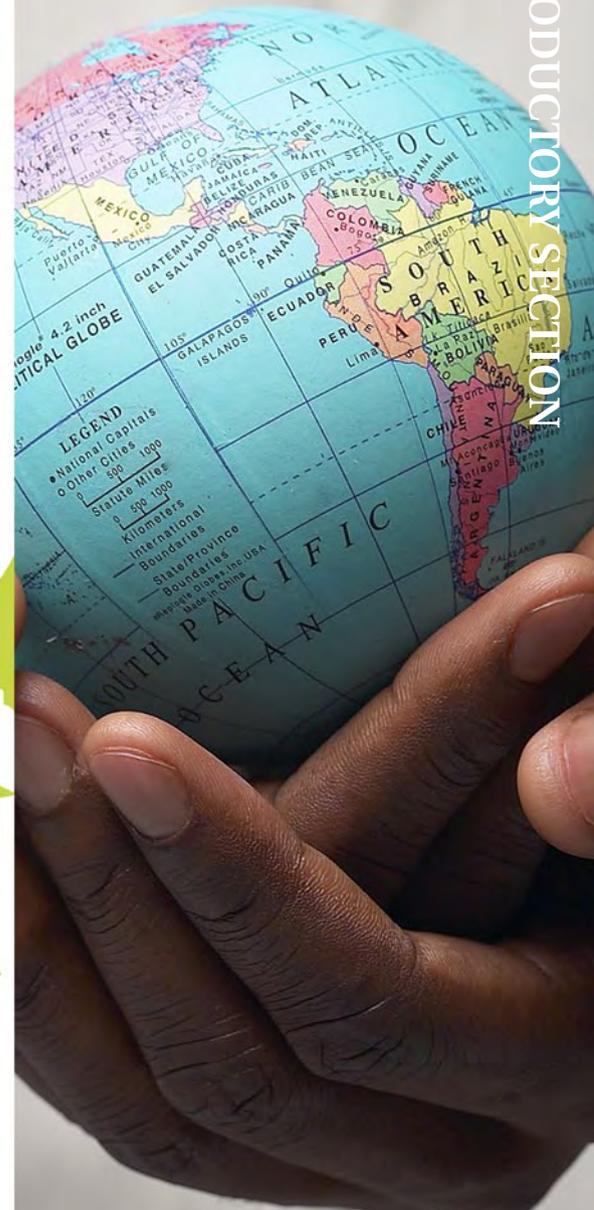




INTRODUCTORY SECTION

“If we are going to carry on growing, and we will, because no country is going to forfeit its right to economic growth, we have to find a way of doing it sustainably.”

– Tony Blair



INTRODUCTORY SECTION

CITY OF LAS VEGAS, NEVADA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

January 27, 2009

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, 2008.

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 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, 2008. 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 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.

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.

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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 has been among the nation's leading communities in population growth, economic development, and business expansion. The City currently occupies a land area of 133.2 square miles and serves a population of 599,087. 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 five 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 the City's 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 92-98, and other major governmental funds on pages 99-101. 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 expenditure adjustments. Following a public hearing, the augmentation is filed with the State Department of Taxation.

Local Economy

Due to a downturn in the economy, the City much like the rest of the country, is experiencing a decline in revenue growth. The housing slump that started in the prior year has continued, reducing permitting and building fees and purchase-related taxes received by the City. As of October 2008, the median price of a new home in Clark County had dropped 18.1% from a year ago and single family building permits were down 81.3%.

Commercial construction has slowed dramatically with the value of commercial project permits dropping as well. Analysts attribute the construction slowdown, not only to soft demand, but also to the lack of credit availability making it tougher for commercial developers to obtain financing. Office vacancy reached its highest level in recent history in the third quarter of calendar year 2008, 17% vacancy in a market that has averaged 9.7% over the past ten years.

Triggered by the Las Vegas housing slump and higher fuel costs, Las Vegas has also experienced a slowdown in tourism and gaming revenue. Room inventory as of September 2008 was 137,690 and available convention space exceeded 9 million square feet. Visitor volumes to the Las Vegas area in 2008 totaled 39.2 million and through September 2008 statistics show that volume was down 2.5%. Occupancy levels are at 88.4%, which although high, is a 2.9% decrease over last year.

The unemployment rate increased to 7.4% for Clark County in calendar year 2008. The slowdown in construction largely contributed to the recent job losses. Visitor volume and decreased gaming revenue and taxable sales also contributed to the unemployment increases.

Long-term Financial Planning

The City uses a series of planning processes to ensure that strategic operational goals and objectives are met within the operating budget 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, creating 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.

The core planning process outlined above was modified this year to respond to the changing economic conditions. A long-term financial forecast model was developed to evaluate the impact of certain trends and possible strategies in order to assist the organization to move forward with a balanced budget in the next fiscal year and beyond. An independent panel was formed that included leaders from the various industries throughout the City. This committee assisted in formulating and reviewing the assumptions used in the forecast model.

With the financial model analysis and review came some definite actions. The fiscal year 2008 budget was cut by 4.5%. All capital projects were reviewed to determine which projects could be eliminated or deferred. Additionally, all City funds were analyzed to identify possible fund balances that could be used to create a "stabilization fund" to assist the City during uncertain economic times. Management has prepared a Bill Draft Request for the 2009 Legislative session to modify the current definition of "stabilization fund" in the Nevada Revised Statutes. A compensation and classification study was initiated to evaluate the appropriate level of compensation at the direction of Council. A Fundamental Service Review of the City's services and program offerings was initiated. The Review's guiding principles are to 1) maintain financial integrity, 2) maintain critical services, and 3) preserve jobs.

Major Initiatives

Recognizing the lack of growth in key revenue sources, the City focused its Capital Improvement Plan on projects having a high priority in serving the needs of the public, as well as having probable funding sources. For fiscal year 2008, \$74.5 million was expended for the improvement or construction of infrastructure in the areas of Public Safety and Public Works. 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.

Also, the City expended \$49.5 million for cultural and recreation projects, including a public-private 30-acre sports park complex planned as the next phase of the redevelopment of Freedom Park, numerous trail systems, and construction of a new community center.

Work continues on Union Park, a 61-acre mixed-use master planned urban community located in the heart of downtown Las Vegas. The project is estimated to consist of eleven million square feet of office, medical, retail, residential, gaming and non-gaming hotels, and entertainment venues. Activity budgeted in fiscal year 2009 is the completion of Phase I infrastructure valued at \$40 million, and the start of Phase II valued at \$43.8 million.

The Smith Center for the Performing Arts is an anchor project of Union Park, a public/private partnership with the City and the Las Vegas Performing Arts Center Foundation. The \$485 million complex will feature two theaters, including a 2,050-seat main hall that will be the home for the Las Vegas Philharmonic and touring Broadway shows, in addition to housing the Nevada Ballet. Groundbreaking for the center is slated for mid-fiscal year 2009, with the project opening in 2011.

Plans are moving forward on Civic Center Commons being developed by Forest City and LiveWork Las Vegas. The Regional Transportation Commission Civic Center Intermodal Transit Center and a new City Hall are the proposed anchor tenants. The project is located on five blocks of the downtown area and will allow the City to create dramatic economic stimulus in the downtown and generate additional tax increment in the Redevelopment area.

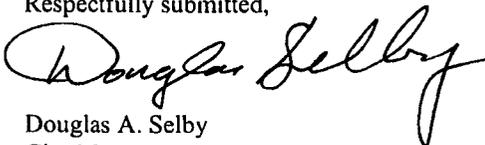
Awards and Acknowledgements

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, 2007. 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 28 consecutive years (fiscal years 1980-2007). 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, 2007

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.



Oliver S. Cox

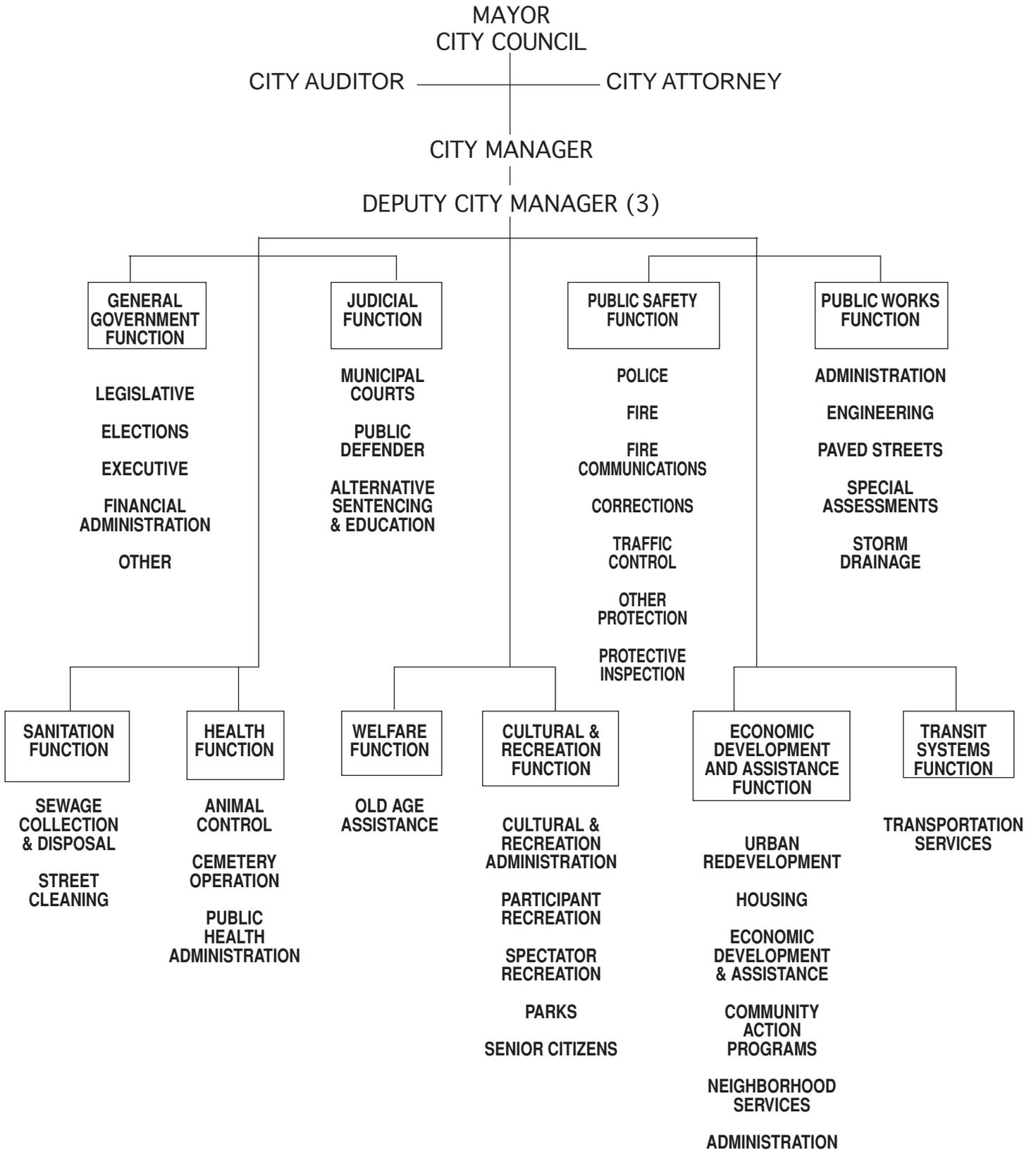
President

Jeffrey R. Emer

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



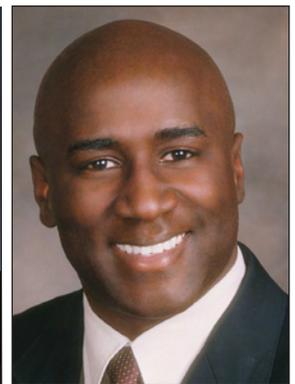
Councilmember
STEVE WOLFSON
WARD 2



Councilmember
LOIS TARKANIAN
WARD 1



Councilmember
STEVEN D. ROSS
WARD 6

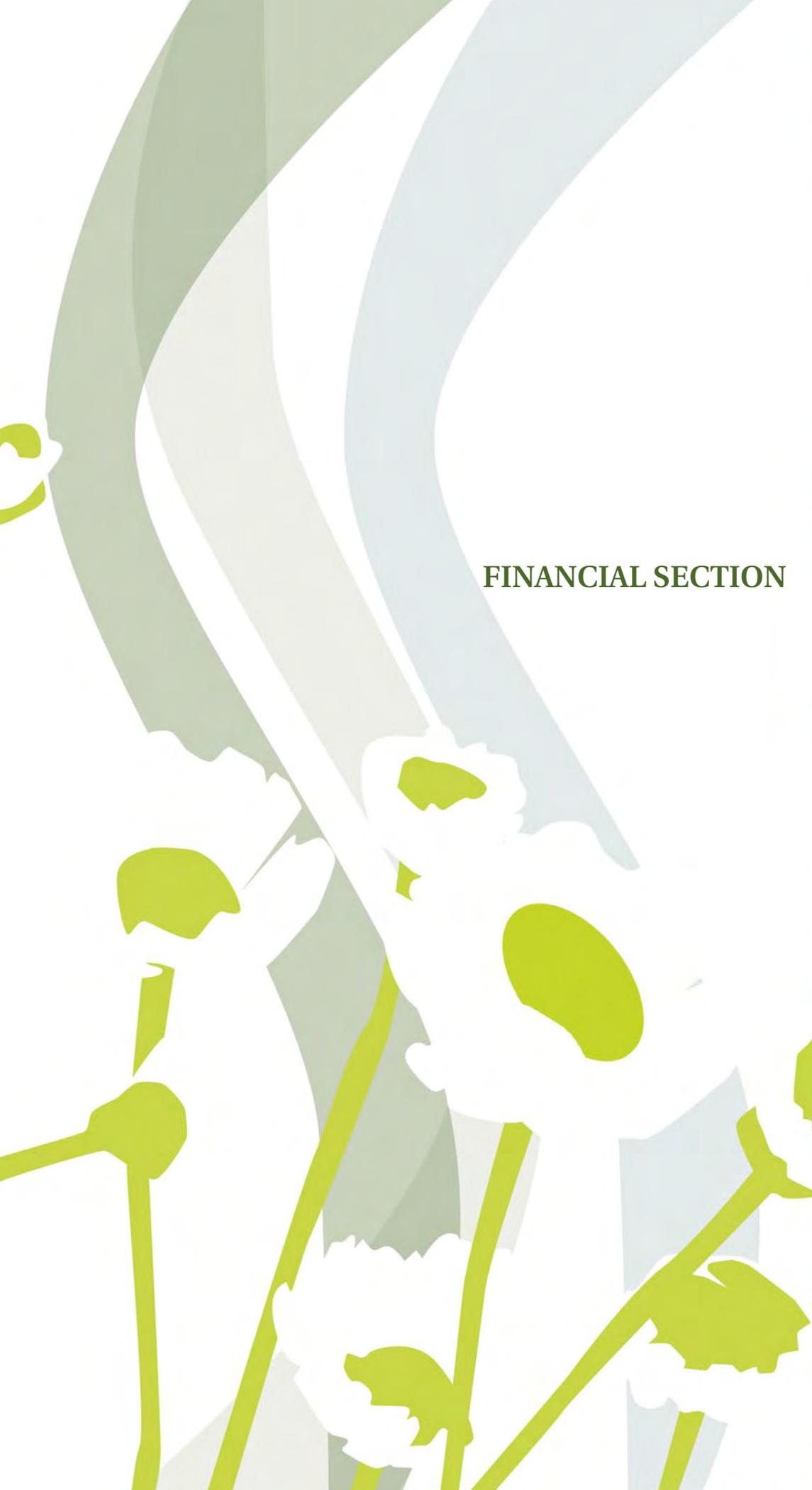


Councilmember
RICKI Y. BARLOW
WARD 5

City Manager
DOUGLAS SELBY

CITY OF LAS VEGAS
ALL DEPARTMENTS
Weekdays 8:30 A.M to 4:30 P.M.
(702) 229-6011
www.lasvegasnevada.gov

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FINANCIAL SECTION

Alternative
Energy
Source:
Wind



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, 2008, 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, 2008, 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 January 27, 2009 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 nonmajor fund financial statements, and statistical tables 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 nonmajor fund financial statements 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 statistical tables 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

January 27, 2009

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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, 2008. 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, 2008, by \$3,712,540,604. Governmental activities represent \$3,097,080,145 of the total net assets and \$615,460,459 are from business-type activities.
- The government-wide net capital assets totaled \$3,432,421,053. Governmental activities contributed \$2,888,662,187 and business-type activities contributed \$543,758,866. Major additions included \$19,795,146 in sewer lines, \$40,759,821 in road additions and \$24,174,588 in storm drains. Depreciation is reflected on all City-owned depreciable assets. Depreciation expense totaling \$92,068,890 is included in the government-wide statements.
- At the close of fiscal year 2008, the City's governmental funds reported combined ending fund balances of \$473,004,231. Of this total amount, \$136,747,644 is unreserved and undesignated. The unreserved and undesignated amounts consist of \$77,344,860 from the General Fund, \$58,964,506 from the Special Revenue Funds and \$438,278 from the Debt Service Funds.
- The general fund had a total fund balance of \$96,798,926 at June 30, 2008, which represented 19 percent of total General Fund revenues. The unreserved and undesignated portion of the fund balance was \$77,344,860. 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 \$153,144,730 and consolidated taxes of \$250,913,934. Combined, these two sources represent 43 percent of the total governmental activities revenue of \$945,923,379 from the statement of activities.
- The City's total debt had a net decrease of \$11,578,367. Contributing factors were the issuance of \$39,655,000 in general obligation revenue bonds and \$320,000 in special assessment bonds, offset by \$51,553,367 from debt payments during the current fiscal year.
- Government-wide total governmental expenses were \$753,279,124. The major expense functions were Public Safety at \$372,473,644, Public Works at \$81,744,388, General Government at \$124,302,206, and Culture and Recreation at \$98,292,624. Business-type activities (*proprietary funds*) operating and non-operating expenses totaled \$125,739,002.

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
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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 (City marshals) 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 32-33, 36-37, and 40-41 of this report.

CITY OF LAS VEGAS, NEVADA
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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 48-87 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 90-193 of this report.

The Statistical section can be found on pages 195-217 of this report. This section includes schedules on statistical information provided on a basis for historical analysis.

The Compliance and Supplementary Information section can be found on pages 219-222 of this report. This section includes a schedule in compliance with state statutes.

The Single Audit section can be found on pages 223-235 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
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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 \$3,712,540,604 at the close of the most recent fiscal year.

The largest portion of the net assets (85 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 6 percent or \$225,678,007.

**City of Las Vegas Summary Schedule of Net Assets
As of June 30, 2008 and 2007**

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2008</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2007</u>
Current and other assets	\$ 652,522,625	\$ 622,765,915	\$ 177,953,968	\$ 167,278,107	\$ 830,476,593	\$ 790,044,022
Net capital assets	2,888,662,187	2,642,068,680	543,758,866	532,568,681	3,432,421,053	3,174,637,361
Total assets	<u>3,541,184,812</u>	<u>3,264,834,595</u>	<u>721,712,834</u>	<u>699,846,788</u>	<u>4,262,897,646</u>	<u>3,964,681,383</u>
Long-term liabilities						
outstanding	389,650,182	302,036,008	94,365,669	103,856,913	483,141,938	405,892,921
Other liabilities	54,454,485	61,594,813	11,886,706	10,331,052	67,215,104	71,925,865
Total liabilities	<u>444,104,667</u>	<u>363,630,821</u>	<u>106,252,375</u>	<u>114,187,965</u>	<u>550,357,042</u>	<u>477,818,786</u>
Net assets:						
Invested in capital assets, net of related debt	2,690,891,666	2,475,416,487	450,267,110	428,711,768	3,141,158,776	2,904,128,255
Restricted	80,505,779	115,479,093			80,505,779	115,479,093
Unrestricted	325,682,700	310,308,194	165,193,349	156,947,055	490,876,049	467,255,249
Total net assets	<u>\$ 3,097,080,145</u>	<u>\$ 2,901,203,774</u>	<u>\$ 615,460,459</u>	<u>\$ 585,658,823</u>	<u>\$ 3,712,540,604</u>	<u>\$ 3,486,862,597</u>

The City's total net assets are \$3,712,540,604, of which \$490,876,049 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, 95 percent is for construction and maintenance of capital projects, 3 percent is for repayment of long-term debt and 2 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 \$195,876,371, thereby contributing to a 6 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
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**City of Las Vegas Changes in Net Assets
For the Years Ended June 30, 2008 and 2007**

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2008</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2007</u>	<u>FY2008</u>	<u>FY2007</u>
Revenues:						
Program revenues:						
Charges for services	\$ 187,821,871	\$ 182,240,989	\$ 111,033,023	\$ 108,551,525	\$ 298,854,894	\$ 290,792,514
Operating grants and contributions	57,097,300	13,822,646		615,336	57,097,300	14,437,982
Capital grants and contributions	250,141,869	111,084,595	35,795,799	32,624,360	285,937,668	143,708,955
General revenues:						
Consolidated tax	250,913,934	263,249,775			250,913,934	263,249,775
Property taxes	153,144,730	138,427,928			153,144,730	138,427,928
Room tax	4,519,368	4,186,951			4,519,368	4,186,951
Residential construction tax	1,721,000	2,041,051			1,721,000	2,041,051
Motor vehicle fuel tax	8,278,648	8,807,699			8,278,648	8,807,699
Unrestricted investment earnings	28,018,742	27,378,276	9,468,544	7,391,716	37,487,286	34,769,992
Contributions not restricted to specific programs	2,493,035	107,428,606			2,493,035	107,428,606
Gain on disposal of capital assets	1,772,882	775,370	2,475,388		4,248,270	775,370
Total revenues	945,923,379	859,443,886	158,772,754	149,182,937	1,104,696,133	1,008,626,823
Expenses:						
General government	124,302,206	112,574,158			124,302,206	112,574,158
Judicial	30,838,333	25,292,275			30,838,333	25,292,275
Public safety	372,473,644	314,227,649			372,473,644	314,227,649
Public works	81,744,388	73,595,058			81,744,388	73,595,058
Welfare	1,223,060	1,103,680			1,223,060	1,103,680
Health	3,111,815	2,756,489			3,111,815	2,756,489
Culture and recreation	98,292,624	56,351,300			98,292,624	56,351,300
Economic development and assistance	27,772,537	25,917,365			27,772,537	25,917,365
Transit systems	1,363,455	1,218,787			1,363,455	1,218,787
Interest on long-term debt	12,157,062	14,110,042			12,157,062	14,110,042
Sanitation			95,283,959	83,273,485	95,283,959	83,273,485
Development services			16,249,438	16,966,217	16,249,438	16,966,217
Parking			4,118,202	3,836,241	4,118,202	3,836,241
Golf course			3,328,925	3,039,389	3,328,925	3,039,389
Video production			1,844,356	1,771,862	1,844,356	1,771,862
Land development			4,914,122	1,680,294	4,914,122	1,680,294
Total expenses	753,279,124	627,146,803	125,739,002	110,567,488	879,018,126	737,714,291
Change in net assets before transfers	192,644,255	232,297,083	33,033,752	38,615,449	225,678,007	270,912,532
Transfers	3,232,116	(5,763,939)	(3,232,116)	5,763,939		
Change in net assets	195,876,371	226,533,144	29,801,636	44,379,388	225,678,007	270,912,532
Net assets – July 1	2,901,203,774	2,674,670,630	585,658,823	541,279,435	3,486,862,597	3,215,950,065
Net assets-June 30	\$ 3,097,080,145	2,901,203,774	\$ 615,460,459	\$ 585,658,823	\$ 3,712,540,604	\$ 3,486,862,597

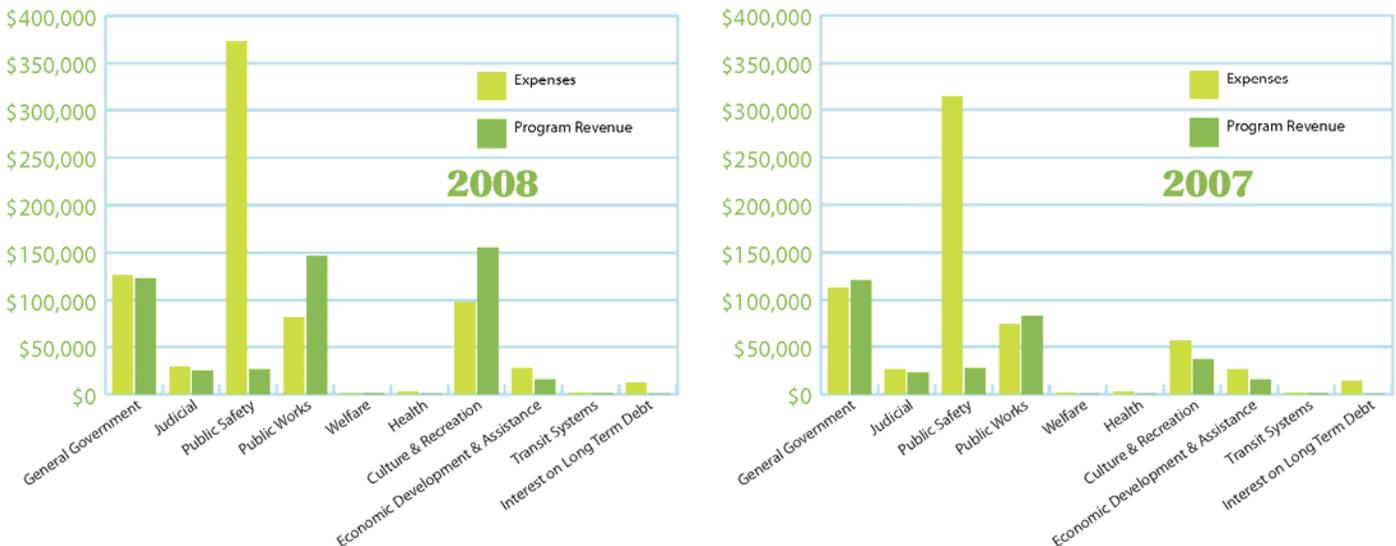
CITY OF LAS VEGAS, NEVADA
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Program revenues for governmental activities include charges for services, licenses and permits, special assessments, inter-governmental fines and forfeitures, and both operating and capital grants and contributions. Program revenues of the governmental activities provided 66 percent of the resources necessary to pay the cost of providing program services. The remaining program costs were financed from general revenues. Assets contributed by developers was \$144,061,527 for governmental activities, and \$9,738,000 for business-type activities for a total of \$153,799,527 included in program revenues.

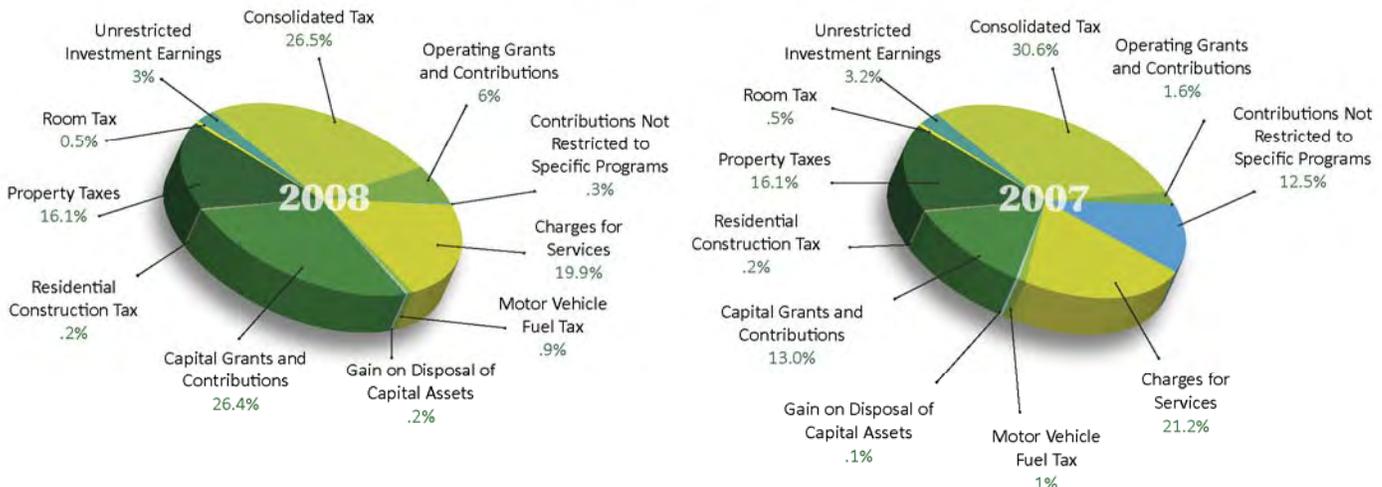
The largest general revenues are consolidated tax of \$250,913,934 and Ad Valorem tax (property tax) of \$153,144,730, representing 43 percent of total governmental revenues. Consolidated tax decreased 5 percent. The retreat in the housing market and the slowing national and local economy has contributed to the decline. Property taxes have increased 11 percent during the year, attributable to a 2 percent increase in population, and a 12 percent increase in assessed property values. Capital grants and contributions increased by 125 percent, or approximately \$139 million. The major amounts were from a donation from the State of Nevada of \$73,615,894 for Floyd Lamb State Park and \$64,585,778 from various developers for storm drains, roadways and land.

Expenditures in public works of \$81,744,388 and public safety of \$372,473,644 represent 60 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 19 percent, or approximately \$58 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
 FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Business-type activities. Business-type activities increased the City's net assets by \$29,801,636. Key elements of this increase were charges for sanitation and development services, which consisted of 68 percent of total program revenues.

Of this increase in net assets, \$36.9 million is in the Sanitation Enterprise Fund. Seventy-two percent of this increase is in the investment in capital assets, and 28 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.

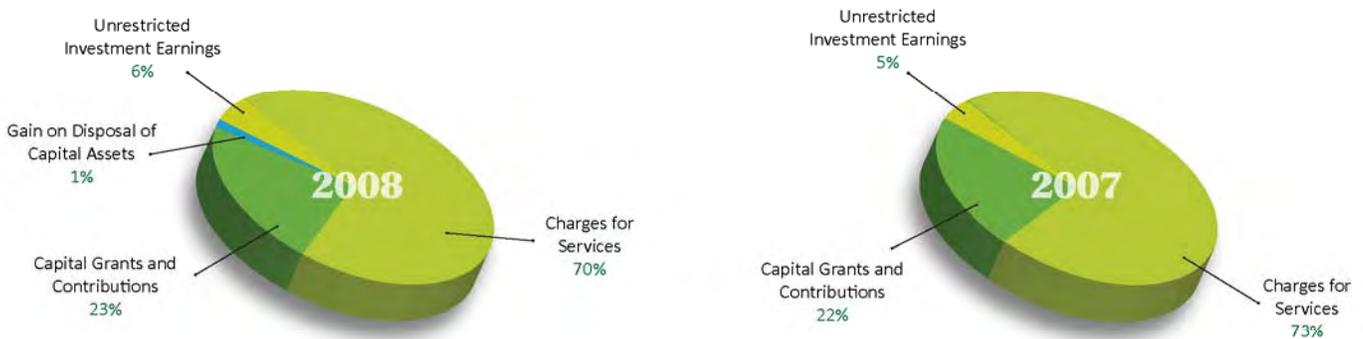
Sanitation-related expenses represent 76 percent of total expenses for business-type activities. These expenses increased by 14 percent in 2008 as a result of a new interlocal agreement with the City of North Las Vegas and the Clean Water Coalition, that included operations at the water pollution control facility, maintenance of sewer lines and storm drainage, and street cleaning.

Business-type activities program revenues provided 117 percent of the resources to finance their operations.

Expenses & Program Revenues –Business type Activities



Revenues by Source – Business-type Activities



CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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 million, a decrease of \$0.2 million from the prior year. Approximately \$437.3 million, or 92 percent of this total fund balance, constitutes unreserved fund balance. Of that total, \$288.1 million has been designated for construction projects and \$12.5 million for redevelopment projects, leaving the remaining \$136.7 million as undesignated and available for spending at the City's discretion. The remaining \$35.7 million fund balance is reserved and is not available for spending as it has already been committed: (1) \$8 million to pay debt service, (2) \$1.6 million for the perpetual care of the cemetery, (3) \$19.3 million for unfunded Las Vegas Metro Police (OPEB) self insurance liability, and (4) \$6.6 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 \$77.3 million and total fund balance was \$96.8 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 14.9 percent of total fund expenditures and transfers out while total fund balance represents 18.6 percent of that same amount.

The fund balance of the City's General Fund increased by \$7.4 million during the current fiscal year. Key factors in this change are as follows:

- Total revenue and transfers-in exceeded the prior year by \$6.2 million or 1.2 percent. Changes were mixed among major categories, with the largest increase seen in property taxes.
- Total expenditures and transfers out of \$519.4 million decreased from the prior year by \$9.5 million or 1.8 percent. This decrease was driven primarily by transfers out, which decreased by \$28.8 or 67.2 percent, as a result of decreasing contributions to capital projects. This decrease was partially offset by an increase in public safety costs of \$18.7 million or 6.3 percent.

The Special Assessments' fund balance at June 30, 2008, was \$26.4 million, an increase of \$7.2 million, all of which is unreserved and designated for construction projects. The City collected \$14.5 million of assessments on non-developer projects and expended \$8.7 million on special assessment projects under construction that will be levied to property owners in future years.

The Road and Flood capital projects fund has a total fund balance of \$5.6 million, all of which is unreserved and designated for construction projects. The net decrease in fund balance during the current year was \$0.9 million. The fund received \$56.5 million in revenues from other governmental reimbursements and had expenditures for Capital Projects of \$57.4 million.

The Parks and Leisure Activities capital projects fund has a total balance of \$86.8 million, all of which is unreserved and designated for construction projects. The net increase in fund balance during the current year was \$5.3 million. The fund received \$31.4 million in revenues, consisting of \$22.5 million from Southern Nevada Public Lands Management Act (SNPLMA) for parks, trails, and natural land management, \$3.4 million in State grants for multi-use transportation and the post modern museum project, and \$5.5 million in interest income. The fund also received \$12.7 million of bond proceeds for construction costs for the Stupak Community Center. The fund had expenditures of \$50 million for various Capital Projects, with net transfers in of \$11.2 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 \$615.5 million of which the Sanitation Fund had \$563.8 million in net assets. The total growth of the proprietary funds was \$29.8 million of which the growth in the Sanitation Fund was \$36.9 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.

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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

There were no budget augmentations during the year for the general fund (see Note 3A). The actual General Fund operating revenues of \$509.8 million were \$27.8 million or 5.2 percent below budgeted operating revenues of \$537.6 million (see page 91), thus no funding sources were available for augmenting the original General Fund budget. This decrease is mostly attributable to reduced consolidated tax collections received from the State of Nevada. City departments within the General Fund were required to analyze their budgets to find areas where spending could be reduced for cost savings resulting in \$34 million compared to the final budget amounts (see pages 92-98). Anticipating this trend could continue into the next fiscal years, cost saving measures were introduced into the FY2009 budget.

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 \$3,432,421,053 (net of accumulated depreciation of \$1,087,014,817) as of June 30, 2008. 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 8.3 percent before depreciation (9.1 percent for governmental activities and 4.3 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 (\$471.9 million), general City facilities (\$168.3 million), and road and flood construction (\$807.3 million).

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

Construction in progress increased \$87.3 million mainly from the construction of a community center, a museum, a performing arts center, street construction projects in new residential developments and widening and expansion of existing streets. Construction costs during FY 2008 includes \$6.7 million for new fire stations, \$49.5 million for several parks, recreation and trail projects and road work and storm drainage projects totaling \$54.5 million. In the current year, the fire department purchased \$1.7 million in new vehicles and general fleet purchases of \$3.4 million.

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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, 2008 and 2007

	Governmental		Business-type		Total	
	FY2008	FY2007	FY2008	FY2007	FY2008	FY2007
Land	\$ 1,104,487,894	\$ 985,555,130	\$ 52,109,897	\$ 41,810,563	\$ 1,156,597,791	\$ 1,027,365,693
Construction in progress	385,810,429	292,311,063	15,205,678	21,423,606	401,016,107	313,734,669
Land improvements	106,026,287	100,145,602	11,213,865	12,039,667	117,240,152	112,185,269
Sewer plant improvements			195,411,019	202,039,834	195,411,019	202,039,834
Buildings	139,135,180	137,961,188	16,345,921	16,839,126	155,481,101	154,800,314
Building improvements	43,673,780	43,224,311	1,879,360	565,321	45,553,140	43,789,632
Sewer lines			250,242,294	236,409,702	250,242,294	236,409,702
Machinery and equipment	9,555,807	9,968,420	1,350,832	1,440,862	10,906,639	11,409,282
Vehicles	26,621,973	24,616,718			26,621,973	24,616,718
Roadways	598,759,966	589,671,649			598,759,966	589,671,649
Traffic pavement markers	409,897	564,009			409,897	564,009
Traffic signals and lighting	56,566,488	55,105,924			56,566,488	55,105,924
Traffic signage	952,273	819,881			952,273	819,881
Storm drainage	416,662,213	402,124,785			416,662,213	402,124,785
Total	\$ 2,888,662,187	\$ 2,642,068,680	\$ 543,758,866	\$ 532,568,681	\$ 3,432,421,053	\$ 3,174,637,361

Long-term debt. At the end of the current fiscal year, the City and its blended component units' total bonded debt outstanding was \$341,173,400, exclusive of deferred issuance costs, and premiums and discounts. Of this amount, \$237,890,000 comprises general obligation debt backed by the full faith and credit of the government, \$95,080,000 of general obligation debts additionally secured by specified revenue sources, and \$8,203,400 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)
As of June 30, 2008 and 2007

	Governmental		Business-type		Total	
	FY2008	FY2007	FY2008	FY2007	FY2008	FY2007
General obligation bonds	\$ -	\$ 945,000	\$ -	\$ -	\$ -	\$ 945,000
General obligation medium-term bonds	71,835,000	62,424,967			71,835,000	62,424,967
General obligation tax increment revenue bonds	23,245,000	26,925,000			23,245,000	26,925,000
	<u>95,080,000</u>	<u>90,294,967</u>			<u>95,080,000</u>	<u>90,294,967</u>
Special assessment bonds	8,203,400	8,586,800			8,203,400	8,586,800
General obligation revenue bonds	142,170,000	147,080,000	95,720,000	106,790,000	237,890,000	253,870,000
Total	\$ 245,453,400	\$ 245,961,767	\$ 95,720,000	\$ 106,790,000	\$ 341,173,400	\$ 352,751,767

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

The City and its blended component units' total debt decreased by \$11,578,367 during the current fiscal year. The change was a result from the increase in new bond issuances for special assessment local improvements of \$320,000, general obligation various purpose bonds of \$39,655,000, and debt principal payments of \$51,553,367.

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 \$5,289,181,000 (see page 211), 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 A.

Additional information on the City's long-term debt can be found in Note 12 on pages 69-74 of this report.

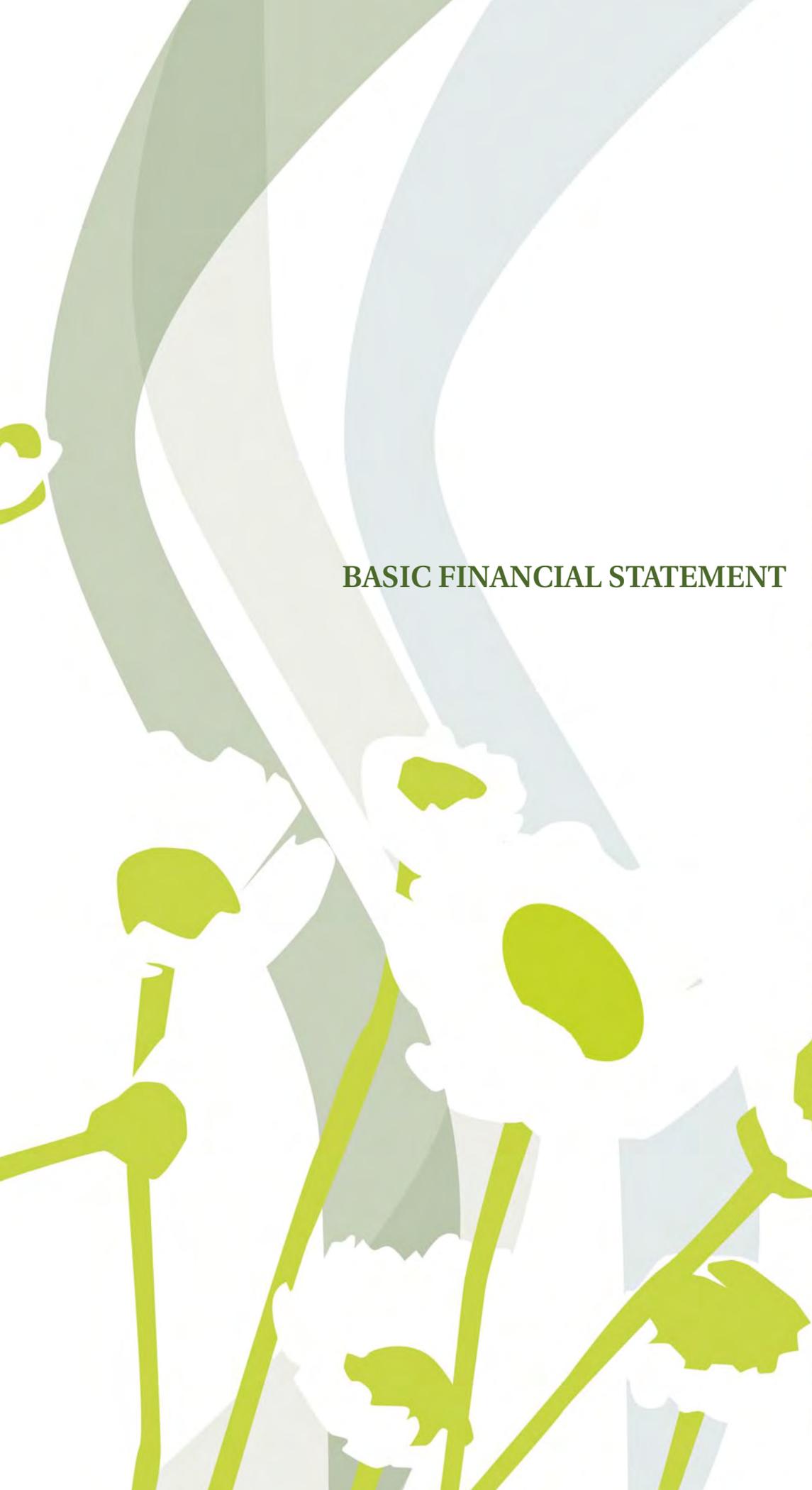
Economic Factors

For fiscal year 2009 the assessed valuation of the City is \$24,992,555,583 an increase of \$343,207,472 over fiscal year 2008 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

Sustainability Tip:
Use a mode of alternative
transportation such as mass transit,
biking or carpooling.





CITY OF LAS VEGAS
STATEMENT OF NET ASSETS
JUNE 30, 2008

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
ASSETS				
Cash and cash equivalents	\$ 496,227,029	\$ 165,008,557	\$ 661,235,586	\$ 3,088,138
Investments	11,166,288		11,166,288	
Receivables net of allowance:				
Property taxes	4,003,666		4,003,666	
Consolidated taxes	42,319,924		42,319,924	
Gaming tax	3,390		3,390	
Accounts	5,102,040	13,834,295	18,936,335	
Interest	3,222,754	1,155,701	4,378,455	12,508
Loans	10,098,839	3,196,200	13,295,039	
Special assessments	7,475,181		7,475,181	
Intergovernmental	46,417,277	3,692,305	50,109,582	
Internal balances	12,365,325	(12,365,325)		
Land held for resale	6,608,924		6,608,924	
Inventories	3,007,535	2,379,015	5,386,550	
Prepaid items	126,817	260,811	387,628	2,123
Deposits		26,191	26,191	
Deferred charges	2,751,952	766,218	3,518,170	
Restricted assets:				
Permanently restricted:				
Cash and cash equivalents	227,725		227,725	
Investments	1,397,959		1,397,959	
Capital assets:				
Land and construction in progress	1,490,298,323	67,315,575	1,557,613,898	
Depreciable improvements, buildings, machinery and equipment, and infrastructure, net of depreciation	1,398,363,864	476,443,291	1,874,807,155	
TOTAL ASSETS	3,541,184,812	721,712,834	4,262,897,646	3,102,769

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

CITY OF LAS VEGAS
STATEMENT OF NET ASSETS
JUNE 30, 2008

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
LIABILITIES				
Accounts payable	\$ 35,249,469	\$ 7,911,013	\$ 43,160,482	\$ 17,161
Deposits payable	1,815,687	418,165	2,233,852	
Interest payable	1,713,604	928,429	2,642,033	
Contracts payable	8,046,295	583,956	8,630,251	
Connection fees payable		116,400	116,400	
Intergovernmental payable	7,151,222	1,928,743	9,079,965	57,403
Claims and judgments payable	171,577		171,577	
Unearned revenue	306,631		306,631	
Noncurrent liabilities:				
Current portion due or payable within one year:				
Bonds payable	24,121,403	11,125,296	35,246,699	
Benefits payable	10,837,987		10,837,987	
Compensated absences payable	33,622,542		33,622,542	
Unearned revenue		23,500	23,500	
Long-term portion due or payable after one year:				
Bonds payable	222,385,895	82,366,460	304,752,355	
Compensated absences payable	18,114,027		18,114,027	
Unearned revenue		850,413	850,413	
Arbitrage rebate payable	1,380,000		1,380,000	
Unfunded Metro police self insurance and OPEB liability	19,303,749		19,303,749	
OPEB liability	22,163,348		22,163,348	
Heart lung presumptive liability	37,721,231		37,721,231	
TOTAL LIABILITIES	444,104,667	106,252,375	550,357,042	74,564
NET ASSETS				
Invested in capital assets, net of related debt	2,690,891,666	450,267,110	3,141,158,776	
Restricted for:				
Debt service	2,576,000		2,576,000	
Capital projects	61,424,035		61,424,035	
Street maintenance	14,877,528		14,877,528	
Cemetery perpetual care-nonexpendable	1,628,216		1,628,216	
Unrestricted	325,682,700	165,193,349	490,876,049	3,028,205
TOTAL NET ASSETS	\$ 3,097,080,145	\$ 615,460,459	\$ 3,712,540,604	\$ 3,028,205

CITY OF LAS VEGAS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

<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	\$ 124,302,206	\$ 122,841,441	\$ 70,810
Judicial	30,838,333	25,107,483	85,119
Public safety	372,473,644	17,809,616	1,063,631
Public works	81,744,388	6,358,243	14,535,759
Welfare	1,223,060	44,990	696,153
Health	3,111,815	123,779	258,879
Culture and recreation	98,292,624	12,851,113	35,305,788
Economic development and assistance	27,772,537	1,786,937	5,081,161
Transit systems	1,363,455	898,269	
Interest on long-term debt	12,157,062		
Total governmental activities	<u>753,279,124</u>	<u>187,821,871</u>	<u>57,097,300</u>
Business-type activities:			
Sanitation	95,283,959	88,373,599	
Development services	16,249,438	11,012,878	
Parking	4,118,202	6,674,645	
Golf course	3,328,925	1,493,565	
Video production	1,844,356	2,226,736	
Land development	4,914,122	1,251,600	
Total business-type activities	<u>125,739,002</u>	<u>111,033,023</u>	
Total primary government	<u>\$ 879,018,126</u>	<u>\$ 298,854,894</u>	<u>\$ 57,097,300</u>
Component unit:			
Commission for the Las Vegas Centennial	\$ 1,032,564	\$ 28,838	\$ 1,709,095
Total component unit	<u>\$ 1,032,564</u>	<u>\$ 28,838</u>	<u>\$ 1,709,095</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	
		GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
\$	62,100	\$ (1,327,855)	\$	(1,327,855)	\$
		(5,645,731)		(5,645,731)	
	7,775,889	(345,824,508)		(345,824,508)	
	125,934,255	65,083,869		65,083,869	
		(481,917)		(481,917)	
		(2,729,157)		(2,729,157)	
	107,331,034	57,195,311		57,195,311	
	9,038,591	(11,865,848)		(11,865,848)	
		(465,186)		(465,186)	
		(12,157,062)		(12,157,062)	
	<u>250,141,869</u>	<u>(258,218,084)</u>		<u>(258,218,084)</u>	
	35,795,799		28,885,439	28,885,439	
			(5,236,560)	(5,236,560)	
			2,556,443	2,556,443	
			(1,835,360)	(1,835,360)	
			382,380	382,380	
			(3,662,522)	(3,662,522)	
	<u>35,795,799</u>		<u>21,089,820</u>	<u>21,089,820</u>	
\$	<u>285,937,668</u>	<u>(258,218,084)</u>	<u>21,089,820</u>	<u>(237,128,264)</u>	
\$					705,370
\$					705,370
General revenues:					
	Consolidated tax	250,913,934		250,913,934	
	Property taxes	153,144,730		153,144,730	
	Room tax	4,519,368		4,519,368	
	Residential construction tax	1,721,000		1,721,000	
	Motor vehicle fuel tax	8,278,648		8,278,648	
	Unrestricted investment earnings	28,018,742	9,468,544	37,487,286	75,580
	Contributions not restricted to specific programs	2,493,035		2,493,035	
	Gain on disposal of capital assets	1,772,882	2,475,388	4,248,270	
	Transfers	3,232,116	(3,232,116)		
	<u>Total general revenues and transfers</u>	<u>454,094,455</u>	<u>8,711,816</u>	<u>462,806,271</u>	<u>75,580</u>
	Change in net assets	195,876,371	29,801,636	225,678,007	780,950
	Net assets - July 1,	<u>2,901,203,774</u>	<u>585,658,823</u>	<u>3,486,862,597</u>	<u>2,247,255</u>
	Net assets - June 30,	<u>\$ 3,097,080,145</u>	<u>\$ 615,460,459</u>	<u>\$ 3,712,540,604</u>	<u>\$ 3,028,205</u>

CITY OF LAS VEGAS, NEVADA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

	General	Parks and Leisure Activities	Road and Flood
ASSETS			
Cash and cash equivalents	\$ 57,067,007	\$ 86,719,464	\$ 279,720
Investments			
Receivables (net of allowances for uncollectibles)			
Property tax	2,848,766		
Consolidated tax	42,319,924		
Gaming tax	3,390		
Accounts	1,232,847	207,398	9,736
Interest	706,336	343,551	
Loans	5,200,000		
Special Assessments			
Intergovernmental	1,311,447	11,985,977	16,588,654
Due from other funds	3,338,358		
Land held for resale			
Inventories	1,540,488		
Prepaid items	126,817		
Permanently restricted:			
Cash and cash equivalents			
Investments			
Total assets	\$ 115,695,380	\$ 99,256,390	\$ 16,878,110
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 5,135,243	\$ 8,701,846	\$ 9,073,848
Due to other funds	142,631		
Deposits payable	276,817		
Contracts payable		3,732,502	2,239,889
Loans payable			
Intergovernmental payable	5,437,200		
Deferred revenue	7,904,563		
Total liabilities	18,896,454	12,434,348	11,313,737
Fund balances:			
Reserved for:			
Debt service			
Imprest funds	23,500		
Prepaid items	126,817		
Noncurrent loans receivable			
Land held for resale			
Cemetery perpetual care			
Unfunded Metro Police self insurance and OPEB liability	19,303,749		
Unreserved:			
Designated for construction projects			
Special revenue funds			
Capital project funds		86,822,042	5,564,373
Designated for redevelopment projects			
Special revenue funds			
Undesignated			
General fund	77,344,860		
Special revenue funds			
Debt service funds			
Total fund balances	96,798,926	86,822,042	5,564,373
Total liabilities and fund balances	\$ 115,695,380	\$ 99,256,390	\$ 16,878,110

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

	Special Assessments	Other Non-Major Governmental Funds	Total Governmental Funds
\$	26,456,791	\$ 228,786,999	\$ 399,309,981
		2,674,726	2,674,726
		1,154,900	4,003,666
			42,319,924
			3,390
		3,109,626	4,559,607
	37,893	1,351,065	2,438,845
		18,432,781	23,632,781
	7,462,577	12,604	7,475,181
		15,287,316	45,173,394
		91,554	3,429,912
		6,608,924	6,608,924
			1,540,488
			126,817
		227,725	227,725
		1,397,959	1,397,959
\$	<u>33,957,261</u>	<u>279,136,179</u>	<u>544,923,320</u>
\$	92,949	\$ 10,416,337	\$ 33,420,223
		4,547,756	4,690,387
	31,829	1,187,641	1,496,287
		2,073,904	8,046,295
	59,826	811,534	871,360
		1,714,022	7,151,222
	7,408,199	930,553	16,243,315
	<u>7,592,803</u>	<u>21,681,747</u>	<u>71,919,089</u>
		7,971,011	7,971,011
			23,500
			126,817
		26,965	26,965
		6,608,924	6,608,924
		1,628,216	1,628,216
			19,303,749
		49,494,731	49,494,731
	26,364,458	119,830,665	238,581,538
		12,491,136	12,491,136
			77,344,860
		58,964,506	58,964,506
		438,278	438,278
	<u>26,364,458</u>	<u>257,454,432</u>	<u>473,004,231</u>
\$	<u>33,957,261</u>	<u>279,136,179</u>	<u>544,923,320</u>

CITY OF LAS VEGAS, NEVADA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2008

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

Total fund balances - total governmental funds (page 33)	\$ 473,004,231
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 \$2,864,885,776 and internal service fund assets of \$23,776,411.	2,888,662,187
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(266,152,699)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	15,936,684
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 \$9,119,671, plus \$286,482 to reflect consolidation of internal service fund activities to related enterprise funds; and less \$23,776,411 of internal service fund net capital assets reflected in governmental activities.	<u>(14,370,258)</u>
Net assets of governmental activities (page 29)	<u><u>\$ 3,097,080,145</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, 2008

	General	Parks and Leisure Activities	Road and Flood
Revenues:			
Taxes	\$ 116,574,425	\$	\$
Licenses and permits	83,402,354		
Intergovernmental	255,611,961	26,084,212	56,449,631
Charges for services	27,844,553	207,635	59,286
Special assessments			
Fines and forfeits	18,038,379		
Interest	3,711,593	4,029,090	
Miscellaneous	4,622,848	1,066,136	31,935
Total revenues	509,806,113	31,387,073	56,540,852
Expenditures:			
Current:			
General government	86,447,724		
Judicial	25,891,084		
Public safety	297,063,363		
Public works	19,872,785		2,861,144
Welfare			
Health	2,717,579		
Culture and recreation	44,193,815	479,713	
Economic development and assistance	7,403,542		
Transit systems	1,290,881		
Debt service:			
Principal retirement			
Interest and fiscal charges			
Capital outlay:			
General government	77,279		
Judicial	39,236		
Public safety	20,102,468		
Public works	58,904		54,540,564
Culture and recreation	21,720	49,493,893	
Economic development and assistance	86,521		
Total expenditures	505,266,901	49,973,606	57,401,708
Excess (deficiency) of revenues over (under) expenditures	4,539,212	(18,586,533)	(860,856)
Other financing sources (uses):			
Transfers in	16,951,561	15,802,886	
Transfers out	(14,083,884)	(4,605,223)	
Sale of capital assets			
General obligation bonds issued		12,500,000	
Premium		189,876	
Special assessment bonds issued			
Total other financing sources (uses)	2,867,677	23,887,539	
Net changes in fund balances	7,406,889	5,301,006	(860,856)
Fund balances, July 1	89,392,037	81,521,036	6,425,229
Fund balances, June 30	\$ 96,798,926	\$ 86,822,042	\$ 5,564,373

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>
\$	\$ 41,704,300	\$ 158,278,725
	1,779,471	85,181,825
	95,065,623	433,211,427
	8,692,178	36,803,652
14,534,534	2,911,257	17,445,791
	179,934	18,218,313
940,311	13,102,183	21,783,177
1,225	6,550,517	12,272,661
<u>15,476,070</u>	<u>169,985,463</u>	<u>783,195,571</u>
	15,248,086	101,695,810
	2,158,756	28,049,840
	1,258,547	298,321,910
5,693,405	9,609,328	38,036,662
	1,119,288	1,119,288
	183,851	2,901,430
	40,922,239	85,595,767
	17,986,880	25,390,422
		1,290,881
	23,328,367	23,328,367
	11,249,599	11,249,599
	32,814,072	32,891,351
		39,236
	11,717,221	31,819,689
3,052,587	5,196,900	62,848,955
		49,515,613
	<u>17,534,381</u>	<u>17,620,902</u>
<u>8,745,992</u>	<u>190,327,515</u>	<u>811,715,722</u>
<u>6,730,078</u>	<u>(20,342,052)</u>	<u>(28,520,151)</u>
1,500,000	50,780,870	85,035,317
(1,348,320)	(61,328,690)	(81,366,117)
	1,473,734	1,473,734
	10,000,000	22,500,000
	151,873	341,749
<u>320,000</u>		<u>320,000</u>
<u>471,680</u>	<u>1,077,787</u>	<u>28,304,683</u>
7,201,758	(19,264,265)	(215,468)
<u>19,162,700</u>	<u>276,718,697</u>	<u>473,219,699</u>
<u>\$ 26,364,458</u>	<u>\$ 257,454,432</u>	<u>\$ 473,004,231</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, 2008

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)	\$ (215,468)
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.	109,304,378
The net effect of various transactions involving capital assets (i.e., sales, trade-ins, transfers, and donations) is to increase net assets.	143,931,080
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.	94,705
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.	401,363
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.	(15,388,952)
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.	(42,250,735)
Change in net assets of governmental activities (page 31)	\$ <u><u>195,876,371</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 117,823,604	\$ 117,823,604	\$ 116,574,425	\$ (1,249,179)
Licenses and permits	84,786,631	84,786,631	83,402,354	(1,384,277)
Intergovernmental	284,252,987	284,252,987	255,611,961	(28,641,026)
Charges for services	28,014,128	28,014,128	27,844,553	(169,575)
Fines and forfeits	17,091,743	17,091,743	18,038,379	946,636
Interest	3,237,990	3,237,990	3,711,593	473,603
Miscellaneous	2,346,091	2,346,091	4,622,848	2,276,757
Total revenues	<u>537,553,174</u>	<u>537,553,174</u>	<u>509,806,113</u>	<u>(27,747,061)</u>
Expenditures:				
General government:				
Legislative	3,624,851	3,424,851	2,938,466	486,385
Executive	5,687,876	5,537,876	5,070,335	467,541
Financial administration	24,163,957	25,158,957	22,859,777	2,299,180
Other	64,349,019	63,704,019	55,656,425	8,047,594
Total general government	<u>97,825,703</u>	<u>97,825,703</u>	<u>86,525,003</u>	<u>11,300,700</u>
Judicial:				
Municipal courts	19,556,849	19,556,849	17,329,996	2,226,853
City attorney-criminal division	4,669,426	4,669,426	4,283,505	385,921
Public defender	485,296	485,296	441,327	43,969
Alternative sentencing & education	4,163,463	4,163,463	3,875,492	287,971
Total judicial	<u>28,875,034</u>	<u>28,875,034</u>	<u>25,930,320</u>	<u>2,944,714</u>
Public safety:				
Police	148,483,510	148,483,510	146,535,302	1,948,208
Fire	114,130,452	114,130,452	108,315,699	5,814,753
Corrections	50,704,738	50,704,738	46,724,832	3,979,906
Other protection	17,132,266	17,132,266	15,589,998	1,542,268
Total public safety	<u>330,450,966</u>	<u>330,450,966</u>	<u>317,165,831</u>	<u>13,285,135</u>
Public works:				
Administration	1,427,288	1,427,288	1,225,315	201,973
Engineering	18,927,110	18,927,110	16,670,782	2,256,328
Paved streets	2,176,105	2,176,105	2,035,592	140,513
Total public works	<u>22,530,503</u>	<u>22,530,503</u>	<u>19,931,689</u>	<u>2,598,814</u>
Health:				
Animal control	2,619,525	2,669,525	2,592,698	76,827
Cemetery operation	70,000	120,000	124,881	(4,881)
Communicable disease control	50,000	50,000		50,000
Total health	<u>2,739,525</u>	<u>2,839,525</u>	<u>2,717,579</u>	<u>121,946</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Culture and recreation:				
Culture & recreation administration	\$ 5,427,779	\$ 5,427,779	\$ 4,557,763	\$ 870,016
Participant recreation	16,473,082	16,473,082	15,537,796	935,286
Spectator recreation	4,364,480	4,364,480	4,135,565	228,915
Parks	17,941,906	17,941,906	16,931,469	1,010,437
Senior citizens	2,983,929	2,983,929	3,052,942	(69,013)
Total culture and recreation	<u>47,191,176</u>	<u>47,191,176</u>	<u>44,215,535</u>	<u>2,975,641</u>
Economic development and assistance:				
Economic development and assistance	669,184	669,184	868,572	(199,388)
Neighborhood services	7,377,260	7,377,260	6,621,491	755,769
Total economic development and assistance	<u>8,046,444</u>	<u>8,046,444</u>	<u>7,490,063</u>	<u>556,381</u>
Transit systems:				
Transportation services	1,458,102	1,458,102	1,290,881	167,221
Total transit systems	<u>1,458,102</u>	<u>1,458,102</u>	<u>1,290,881</u>	<u>167,221</u>
Total expenditures	<u>539,117,453</u>	<u>539,217,453</u>	<u>505,266,901</u>	<u>33,950,552</u>
Excess of revenues over expenditures	<u>(1,564,279)</u>	<u>(1,664,279)</u>	<u>4,539,212</u>	<u>6,203,491</u>
Other financing sources (uses):				
Transfers in	14,146,826	14,146,826	16,951,561	2,804,735
Transfers out	(16,261,721)	(16,161,721)	(14,083,884)	2,077,837
Total other financing sources (uses)	<u>(2,114,895)</u>	<u>(2,014,895)</u>	<u>2,867,677</u>	<u>4,882,572</u>
Net changes in fund balances	(3,679,174)	(3,679,174)	7,406,889	11,086,063
Fund balances, July 1	<u>73,335,376</u>	<u>73,335,376</u>	<u>89,392,037</u>	<u>16,056,661</u>
Fund balances, June 30	<u>\$ 69,656,202</u>	<u>\$ 69,656,202</u>	<u>\$ 96,798,926</u>	<u>\$ 27,142,724</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, 2008

	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	\$ 142,543,269	\$ 2,642,551	\$ 19,822,737	\$ 165,008,557	\$ 96,917,048
Investments					8,491,562
Receivables (net of allowances for uncollectibles):					
Accounts	13,823,338		10,957	13,834,295	542,433
Interest	1,004,733	11,214	139,754	1,155,701	783,909
Loans		3,196,200	2,781,449	5,977,649	59,826
Intergovernmental	3,690,641		1,664	3,692,305	1,243,883
Due from other funds		1,337,349		1,337,349	616,910
Inventories	2,359,674		19,341	2,379,015	1,467,047
Prepaid items	85,085	50,748	124,978	260,811	
Deposits			26,191	26,191	
Total current assets	<u>163,506,740</u>	<u>7,238,062</u>	<u>22,927,071</u>	<u>193,671,873</u>	<u>110,122,618</u>
Deferred charges-bond issuance costs	<u>710,679</u>		<u>55,539</u>	<u>766,218</u>	
Capital assets:					
Land	12,522,133	36,261,634	3,326,130	52,109,897	
Land improvements	4,340,422		13,063,433	17,403,855	257,077
Sewer plant improvements	347,047,654			347,047,654	
Buildings	15,309,594		6,530,956	21,840,550	3,986,315
Building improvements	3,191,225		845,284	4,036,509	4,482,527
Sewer lines	316,127,132			316,127,132	
Machinery and equipment	1,542,193		2,326,849	3,869,042	4,733,713
Vehicles					46,128,989
Construction in progress	15,205,678			15,205,678	
Less accumulated depreciation	(223,624,014)		(10,257,437)	(233,881,451)	(35,812,210)
Total capital assets (net of accumulated depreciation)	<u>491,662,017</u>	<u>36,261,634</u>	<u>15,835,215</u>	<u>543,758,866</u>	<u>23,776,411</u>
Total noncurrent assets	<u>492,372,696</u>	<u>36,261,634</u>	<u>15,890,754</u>	<u>544,525,084</u>	<u>23,776,411</u>
Total assets	<u>655,879,436</u>	<u>43,499,696</u>	<u>38,817,825</u>	<u>738,196,957</u>	<u>133,899,029</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS (continued)
JUNE 30, 2008

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 5,116,688	\$ 2,684,213	\$ 110,112	\$ 7,911,013	\$ 1,829,246
Compensated absences payable					33,622,542
Deposits		400,200	17,965	418,165	319,400
Due to other funds		693,784		693,784	
Benefits payable					10,837,987
Claims and judgments payable					171,577
Unearned revenue			23,500	23,500	
General obligation revenue bonds payable	10,640,245		485,051	11,125,296	
Interest payable	880,353		48,076	928,429	
Contracts payable	583,956			583,956	
Connection fees payable	116,400			116,400	
Intergovernmental payable	1,927,037		1,706	1,928,743	
Total current liabilities	<u>19,264,679</u>	<u>3,778,197</u>	<u>686,410</u>	<u>23,729,286</u>	<u>46,780,752</u>
Noncurrent liabilities:					
Compensated absences payable					18,114,027
General obligation revenue bonds payable	72,768,323		9,598,137	82,366,460	
Loans payable		15,503,857		15,503,857	
Unearned revenue			850,413	850,413	
OPEB liability					22,163,348
Heart lung presumptive liability					37,721,231
Total noncurrent liabilities	<u>72,768,323</u>	<u>15,503,857</u>	<u>10,448,550</u>	<u>98,720,730</u>	<u>77,998,606</u>
Total liabilities	<u>92,033,002</u>	<u>19,282,054</u>	<u>11,134,960</u>	<u>122,450,016</u>	<u>124,779,358</u>
NET ASSETS					
Investment in capital assets, net of related debt	408,253,449	26,442,139	5,752,027	440,447,615	23,776,411
Unrestricted	<u>155,592,985</u>	<u>(2,224,497)</u>	<u>21,930,838</u>	<u>175,299,326</u>	<u>(14,656,740)</u>
Total net assets	<u>\$ 563,846,434</u>	<u>\$ 24,217,642</u>	<u>\$ 27,682,865</u>	<u>615,746,941</u>	<u>\$ 9,119,671</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>(286,482)</u>	
Net assets of business-type activities (page 29)				<u>\$ 615,460,459</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, 2008

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds	
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		Total
Operating revenues:					
Licenses and permits	\$	\$	\$ 12,233,155	\$ 12,233,155	\$
Charges for services	88,319,431		4,286,000	92,605,431	200,005,050
Fines and forfeits			3,328,082	3,328,082	
Miscellaneous	54,168	1,251,600	1,560,587	2,866,355	145,429
Total operating revenues	<u>88,373,599</u>	<u>1,251,600</u>	<u>21,407,824</u>	<u>111,033,023</u>	<u>200,150,479</u>
Operating expenses:					
Salaries and employee benefits	23,261,641		15,861,435	39,123,076	144,164,499
Services and supplies	28,493,222	4,914,122	6,031,938	39,439,282	15,138,460
Cost of stores issued			121,353	121,353	7,465,293
Insurance claims					75,176,127
Insurance premiums					3,365,548
Depreciation	19,670,996		961,467	20,632,463	6,071,120
Total operating expenses	<u>71,425,859</u>	<u>4,914,122</u>	<u>22,976,193</u>	<u>99,316,174</u>	<u>251,381,047</u>
Operating income (loss)	<u>16,947,740</u>	<u>(3,662,522)</u>	<u>(1,568,369)</u>	<u>11,716,849</u>	<u>(51,230,568)</u>
Nonoperating revenues (expenses):					
Interest revenue	8,221,205	90,886	1,156,453	9,468,544	5,854,286
Interest expense	(4,580,920)		(595,864)	(5,176,784)	
Sewer connection charges	14,959,952			14,959,952	
Gain on sale of capital assets		2,475,388		2,475,388	202,398
Intergovernmental revenue	11,097,847			11,097,847	49,000
Intergovernmental expense	(16,481,660)		(33,854)	(16,515,514)	(1,419,297)
Total net nonoperating revenues	<u>13,216,424</u>	<u>2,566,274</u>	<u>526,735</u>	<u>16,309,433</u>	<u>4,686,387</u>
Income (loss) before contributions and transfers	30,164,164	(1,096,248)	(1,041,634)	28,026,282	(46,544,181)
Capital contributions	9,738,000			9,738,000	
Transfers in			2,706,303	2,706,303	139,990
Transfers out	(3,000,000)		(2,938,419)	(5,938,419)	(577,074)
Changes in net assets	36,902,164	(1,096,248)	(1,273,750)	34,532,166	(46,981,265)
Total net assets, July 1	<u>526,944,270</u>	<u>25,313,890</u>	<u>28,956,615</u>		<u>56,100,936</u>
Net assets, June 30	<u>\$ 563,846,434</u>	<u>\$ 24,217,642</u>	<u>\$ 27,682,865</u>		<u>\$ 9,119,671</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>(4,730,530)</u>	
Changes in net assets of business-type activities (page 31)				<u>\$ 29,801,636</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, 2008

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
Cash flows from operating activities:					
Cash received from customers	\$ 87,796,698	\$ 81,143	\$ 21,448,834	\$ 109,326,675	\$ 202,335,685
Cash payments to suppliers for goods and services	(29,229,187)	(3,242,861)	(6,110,028)	(38,582,076)	(46,752,726)
Cash payments to employees for services	(23,261,641)		(15,861,435)	(39,123,076)	(142,353,189)
Net cash provided (used in) by operating activities	<u>35,305,870</u>	<u>(3,161,718)</u>	<u>(522,629)</u>	<u>31,621,523</u>	<u>13,229,770</u>
Cash flows from noncapital financing activities:					
Federal grants					49,000
Cash paid to other funds		689,548		689,548	
Reimbursements from other governments	819,810			819,810	
Transfers in from other funds			2,706,303	2,706,303	139,990
Transfers out to other funds	(3,000,000)		(2,938,419)	(5,938,419)	
Subsidies paid to other governments					(1,419,297)
Contributions to other governments	(15,001,705)		(33,854)	(15,035,559)	
Net cash provided by (used in) noncapital financing activities	<u>(17,181,895)</u>	<u>689,548</u>	<u>(265,970)</u>	<u>(16,758,317)</u>	<u>(1,230,307)</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(19,885,808)		(151,289)	(20,037,097)	(5,285,832)
Proceeds from bonds	17,253,379			17,253,379	
Sewer connection charges	14,959,952			14,959,952	
Payment to refunded bond escrow agent	(17,326,822)			(17,326,822)	
SNWA infrastructure fund	10,453,082			10,453,082	
Principal paid on bonds	(10,545,000)		(455,000)	(11,000,000)	
Interest paid	(4,068,145)		(599,076)	(4,667,221)	
Proceeds from sale of capital assets		2,493,035		2,493,035	344,803
Net cash provided by (used in) capital and related financing activities	<u>(9,159,362)</u>	<u>2,493,035</u>	<u>(1,205,365)</u>	<u>(7,871,692)</u>	<u>(4,941,029)</u>
Cash flows from investing activities:					
Interest and dividends on investments	8,129,994	106,694	1,167,536	9,404,224	5,620,337
Net cash provided by investing activities	<u>8,129,994</u>	<u>106,694</u>	<u>1,167,536</u>	<u>9,404,224</u>	<u>5,620,337</u>
Net increase (decrease) in cash and cash equivalents	17,094,607	127,559	(826,428)	16,395,738	12,678,771
Cash and cash equivalents, July 1	<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>
Cash and cash equivalents, June 30	<u>\$ 142,543,269</u>	<u>\$ 2,642,551</u>	<u>\$ 19,822,737</u>	<u>\$ 165,008,557</u>	<u>\$ 96,917,048</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS (continued)
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	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)	\$ 16,947,740	\$ (3,662,522)	\$ (1,568,369)	\$ 11,716,849	\$ (51,230,568)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	19,670,996		961,467	20,632,463	6,071,120
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	(1,804,195)	2,185	43,614	(1,758,396)	173,777
Decrease in loans receivable					6,000
Decrease in intergovernmental receivable	1,227,294			1,227,294	1,313,184
(Increase) decrease in due from other funds		(1,272,075)	19,118	(1,252,957)	668,125
Decrease in inventories	18,651		4,654	23,305	1,400
(Increase) decrease in prepaid items	(50,357)	4,927	(5,767)	(51,197)	
Increase (decrease) in accounts payable	(704,259)	1,666,334	44,153	1,006,228	702,757
Increase in intergovernmental payable			223	223	
Increase in compensated absences payable					1,811,310
Increase in deposits		99,433	506	99,939	30,120
(Decrease) in deferred revenue			(22,228)	(22,228)	
Increase in benefits payable					53,769,602
(Decrease) in claims and judgments payable					(87,057)
Net cash provided by (used in) operating activities	<u>\$ 35,305,870</u>	<u>\$ (3,161,718)</u>	<u>\$ (522,629)</u>	<u>\$ 31,621,523</u>	<u>\$ 13,229,770</u>
Noncash investing, capital, and financing activities:					
Contributions of capital assets from developers	\$ 9,738,000				
Increase in fair value of investments					134,308
Transfer out of stores inventory to governmental funds					577,074

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, 2008

	Total Agency Funds
ASSETS	
Cash and cash equivalents	\$ 42,666,426
Receivables (net of allowances for uncollectibles):	
Interest	23,523
Intergovernmental	82,282
Total assets	\$ 42,772,231

LIABILITIES

Accounts payable	\$ 20,099
Salaries payable	7,072,111
Deposits payable	26,232,092
Intergovernmental payable	2,722,172
Payroll liabilities payable	2,229,887
Outstanding bail payable	3,595,377
Unclaimed monies payable	511,310
Arbitrage rebate payable	389,183
Total liabilities	\$ 42,772,231

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
JUNE 30, 2008

1. Summary of significant accounting policies

The basic financial statements of the City of Las Vegas (City) have been prepared in conformity with United States 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, 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)
JUNE 30, 2008

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)
JUNE 30, 2008

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, and fire equipment acquisition.

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.

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.

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 2008, were General Fund 0.6765, and Special Revenue 0.0950, for a total tax rate of 0.7715 (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, 2008, 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, 2008, the restricted assets consisted of cash and cash equivalents of \$227,725, investments of \$1,397,959 and interest receivable of \$2,532 for a total of \$1,628,216.

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)
 JUNE 30, 2008

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 Metropolitan Police Department Self Insurance internal service fund. At June 30, 2008, the Las Vegas Metropolitan Police Department 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.

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 \$266,152,699 difference are as follows:

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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	\$ 245,453,400
Less: Original issue discount (to be amortized over the life of the bond as interest expense and fiscal charges)	(117,519)
Add: Original issue premiums (to be amortized over the life of the bond as interest income)	3,835,115
Less: Deferred charges for issuance costs (to be amortized over the life of the bonds as interest expense and fiscal charges)	(2,751,952)
Less: Unamortized debt refunding transaction (to be amortized)	(2,663,698)
Accrued interest payable	1,713,604
Las Vegas Metropolitan Police Department self-insurance (OPEB) liability	19,303,749
Arbitrage rebate payable	1,380,000
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net assets - governmental activities</i>	\$ 266,152,699

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 \$109,304,378 difference are as follows:

Capital outlay	\$ 174,669,685
Depreciation expense (Note 9)	(65,365,307)
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>	\$ 109,304,378

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 \$143,931,080 difference are as follows:

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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.	\$ 144,061,527
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>(130,447)</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>\$ 143,931,080</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 \$401,363 difference are as follows:

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (22,500,000)
Issuance of special assessment bonds	(320,000)
Add premium	(341,749)
Issuance costs	234,745
Principal repayments:	
General obligation debt	22,624,967
Special assessment debt	<u>703,400</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>\$ 401,363</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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 \$15,388,952 difference are as follows:

Las Vegas Metropolitan Police Department self-insurance and (OPEB) liability	\$ (14,862,768)
Arbitrage rebate	(415,000)
Accrued interest	138,884
Amortization of issuance costs	(280,920)
Amortization of bond discounts	(30,275)
Amortization of bond premiums	381,279
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>\$ (15,388,952)</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 \$94,705 difference are as follows:

Property tax revenue	\$ 1,106,373
Special assessments	<u>(1,011,668)</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>\$ 94,705</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 \$42,250,735 differences are as follows:

Changes in net assets of the internal services funds	\$ (46,981,265)
Less: Loss from charges to business-type activities	<u>4,730,530</u>
Net adjustment to decrease <i>net changes in fund balance - total</i> <i>government funds to arrive at changes in net assets of - governmental activities</i>	<u>\$ (42,250,735)</u>

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 JUNE 30, 2008

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 \$286,482 difference are as follows:

Internal receivable representing charges in excess of cost to business-type activities - prior years	\$ 4,444,048
Internal receivable representing charges in excess of cost to business-type activities - current year	<u>(4,730,530)</u>
Net adjustment to decrease <i>net assets - total enterprise funds</i> to arrive at <i>net assets - business-type activities</i>	<u>\$ (286,482)</u>

3. Stewardship and legal compliance

A. Budgetary information

Budgets are adopted on a basis consistent with United States 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.

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.

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 JUNE 30, 2008

3. Stewardship and legal compliance (continued)

A. Budgetary information (continued)

For the fiscal year ended June 30, 2008, 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 following governmental funds were augmented 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
Fremont Street Room Tax-Special Revenue Fund	\$ 3,663,291	\$ 5,000	\$ 3,668,291
Transportation Program-Special Revenue Fund	14,061,730	10,000	14,071,730
Extraordinary Maintenance-Capital Project Fund	610,620	5,855	616,475
Cemetery Operations-Permanent Fund	1,716,379	45,000	1,761,379

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 United States generally accepted accounting principles, encumbrances are not reported in the basic financial statements.

B. Excess of expenditures over appropriations

The Special Improvement District Administration Fund, a Special Revenue Fund, had expenditures exceeding appropriations by \$2,245,507 due to a debt refund of Developer Special Improvement District (SID) Bonds for Summerlin 808. Nevada Revised Statute 354.626(1) provides the expenditures for debt repayments do not constitute a violation of law.

The Street Maintenance Special Revenue Fund expenditures exceeded appropriations by \$1,417,986 due from acceleration of work performed under contract for asphalt paving (slurry seal) city streets.

The Multipurpose Special Revenue Fund expenditures exceeded appropriations by \$33,981,249. During the year ended June 30, 2008, the City received Federal grant revenue Southern Nevada Public Lands Management Act (SNPLMA) from the Bureau of Land Management for \$35,120,800. The amount was passed through to the Las Vegas Valley Water District, who is a subrecipient on the grant. Nevada Revenue Statute 354.626 2(i) provides that expenditures pursuant to a grant award by an agency of the Federal government does not constitute a violation of law.

4. Deposits and investments

As of June 30, 2008, the City had the following investments:

Cash, cash equivalents and investments reconciled to government-wide financial statements:

Total investments	\$ 716,395,114
Add: Cash in checking accounts	298,870
	716,693,984
Less: Cash and cash equivalents in agency funds	(42,666,426)
Cash and cash equivalents and investments-government-wide	\$ 674,027,558

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 value.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

4. Deposits and investments (continued)

<u>Type of Investments</u>	<u>Book Value</u>	<u>Fair Value</u>	<u>Total Value</u>	<u>Weighted-Average Maturity (Year)</u>
U.S. Treasury	\$ 1,934,937	\$ 60,743,300	\$ 62,678,237	3.562
U.S. Agencies	74,924,287	197,697,613	272,621,900	1.993
Corporate Bonds		47,189,296	47,189,296	2.323
Commercial Paper	72,831,156		72,831,156	0.095
Money Market Funds		183,894,157	183,894,157	0.003
State Investment Pool (NVEST)		77,180,368	77,180,368	0.003
Total value	<u>\$ 149,690,380</u>	<u>\$ 566,704,734</u>	<u>\$ 716,395,114</u>	
Portfolio weighted-average maturity				1.234

<u>Type of Investments</u>	<u>Amount</u>	<u>Investment Maturities</u>			
		<u>1 to 30 Days</u>	<u>31 to 60 Days</u>	<u>61 to 365 Days</u>	<u>366 Days To 5 Years</u>
U.S. Treasury	\$ 62,678,237	\$	\$	\$ 1,934,937	\$ 60,743,300
U.S. Agencies	272,621,900	9,998,917	34,902,986	47,133,009	180,586,988
Corporate Bonds	47,189,296	1,214,959		739,787	45,234,550
Commercial Paper	72,831,156	24,989,375	22,953,853	24,887,928	
Money Market Funds	183,894,157	183,894,157			
State Investment Pool (NVEST)	77,180,368	77,180,368			
Total Investments	<u>\$ 716,395,114</u>	<u>\$ 297,277,776</u>	<u>\$ 57,856,839</u>	<u>\$ 74,695,661</u>	<u>\$ 286,564,838</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 or collateralized investment contracts.

As of June 30, 2008, the City was holding \$250,000 par value security of Lehman Brothers Holdings in the Darling Foundation special revenue fund. Although rated as "A" as of the fiscal year end, Lehman Brothers Holdings filed for bankruptcy under Chapter 11 of the U.S. Bankruptcy Code on September 19, 2008.

<u>Type of Investments</u>	<u>Amount</u>	<u>Minimum Legal Rating</u>	<u>Exempt From Disclosure</u>	<u>Rating as of Year End</u>				<u>Not Rated</u>
				<u>AAA</u>	<u>Aa</u>	<u>A</u>	<u>A-1/P-1</u>	
U.S. Treasury	\$ 62,678,237	N/A	\$ 62,678,237	\$	\$	\$	\$	\$
U.S. Agencies	272,621,900	N/A		227,719,997				44,901,903
Corporate Bonds	47,189,296	A		5,182,349	30,258,300	10,533,688		1,214,959
Commercial Paper	72,831,156	A-1/P-1					72,831,156	
Money Market Funds	183,894,157	AAA		183,894,157				
State Investment Pool (NVEST)	77,180,368	N/A						77,180,368
Total	<u>\$ 716,395,114</u>		<u>\$ 62,678,237</u>	<u>\$ 416,796,503</u>	<u>\$ 30,258,300</u>	<u>\$ 10,533,688</u>	<u>\$ 72,831,156</u>	<u>\$ 123,297,230</u>

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 JUNE 30, 2008

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:

	2008	2007
General	0.6765	0.6765
Special	0.0950	0.0950
Debt	—	0.0062
Total Tax	0.7715	0.7777

Amounts per \$100 of assessed value

For Fiscal Year 2008 there was no debt rate assessed, the outstanding bonds at June 30, 2007 were retired from reserve funds accumulated over prior years.

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, 2008, the City charged Metro \$481,245 for services. At June 30, 2008, \$24,740 was receivable from Metro for services provided (Note 7).

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

7. Intergovernmental receivables

The following schedule details the intergovernmental receivables as of June 30, 2008:

	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	\$ 587		\$	\$		\$ 587	\$	\$ 587
City of Boulder	720					720		720
City of North Las Vegas							1,958,880	1,958,880
Clark County, Nevada	794,781			6,973,077	1,128,631	8,896,489	2,331	8,898,820
Clark County Regional Flood Control District			8,336,407			8,336,407		8,336,407
Clark County Regional Transportation Commission	230,062		7,893,805	375,684		8,499,551		8,499,551
Commission for the Las Vegas Centennial	43,684			6,440	1,214	51,338	4,281	55,619
Las Vegas Convention and Visitors Authority				1,863,778		1,863,778		1,863,778
Las Vegas Housing Authority	155,177				40,298	195,475		195,475
Las Vegas Metropolitan Police Department (Note 6)					24,740	24,740		24,740
Las Vegas Valley Water District			255,286			255,286		255,286
National Endowment for the Arts				4,308		4,308		4,308
Southern Nevada Water Authority							1,726,813	1,726,813
State of Nevada	7,220	475,000	103,156	4,209,576		4,794,952		4,794,952
U.S. Department of Education				3,988		3,988		3,988
U.S. Department of Energy					49,000	49,000		49,000
U.S. Department of Health and Human Services				73,526		73,526		73,526
U.S. Department of Homeland Security (FEMA)				549,585		549,585		549,585
U.S. Department of Housing and Urban Development		382,729		1,193,238		1,575,967		1,575,967
U.S. Department of Interior (Bur. of Land Management)		11,128,248				11,128,248		11,128,248
U.S. Department of Justice				3,085		3,085		3,085
U.S. Department of Justice (U.S. Marshals)	79,216					79,216		79,216
U.S. Department of Transportation				31,031		31,031		31,031
Total	\$ 1,311,447	\$ 11,985,977	\$ 16,588,654	\$ 15,287,316	\$ 1,243,883	\$ 46,417,277	\$ 3,692,305	\$ 50,109,582

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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, 2008. 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 \$3,110,298, the Housing Opportunities for Persons With AIDS totaling \$11,359, the HOME Investment Program totaling \$4,949,340, and the Emergency Shelter Grant Program totaling \$3,366, 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:

	2008	2007
Assets	\$ 110,834,191	\$ 105,998,618
Liabilities	49,861,002	54,153,330
Equity	\$ 60,973,189	\$ 51,845,288
Revenues	\$ 329,833,200	\$ 300,085,192
Expenditures	509,687,570	458,823,176
	(179,854,370)	(158,737,984)
Net other financing sources	188,982,271	187,617,610
Net increase in fund balance	\$ 9,127,901	\$ 28,879,626
Political subdivision funding percentage:		
Clark County	61.4%	60.5%
City of Las Vegas	38.6%	39.5%

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

9. Capital assets

Capital asset activity for the year ended June 30, 2008, was as follows:

Primary Government

	Balance July 1, 2007	Additions	Transfers	Deletions	Balance June 30, 2008
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 985,555,130	\$ 118,932,764	\$	\$	\$ 1,104,487,894
Construction in progress	292,311,063	141,908,747	(43,203,315)	(5,206,066)	385,810,429
Total capital assets, not being depreciated	<u>1,277,866,193</u>	<u>260,841,511</u>	<u>(43,203,315)</u>	<u>(5,206,066)</u>	<u>1,490,298,323</u>
Capital assets, being depreciated:					
Land improvements	165,351,835	5,420,158	7,781,493		178,553,486
Buildings	190,645,966	533,993	5,375,572	(26,520)	196,529,011
Building improvements	76,761,099	640,179	3,766,601		81,167,879
Machinery and equipment	38,213,486	1,370,688	564,781	(2,190,726)	37,958,229
Vehicles	56,686,472	8,303,011		(2,552,330)	62,437,153
Roadways	994,007,934	19,147,893	21,611,928		1,034,767,755
Traffic pavement markers	1,334,744	112,890			1,447,634
Traffic signals and lighting	146,718,333	6,018,035	800,269		153,536,637
Traffic signage	1,080,993	242,512			1,323,505
Storm drain	479,601,353	20,871,917	3,302,671		503,775,941
Total capital assets, being depreciated	<u>2,150,402,215</u>	<u>62,661,276</u>	<u>43,203,315</u>	<u>(4,769,576)</u>	<u>2,251,497,230</u>
Less accumulated depreciation for:					
Land improvements	(65,206,233)	(7,320,966)			(72,527,199)
Buildings	(52,684,778)	(4,709,053)			(57,393,831)
Building improvements	(33,536,788)	(3,957,311)			(37,494,099)
Machinery and equipment	(28,245,066)	(2,145,995)		1,988,639	(28,402,422)
Vehicles	(32,069,754)	(6,259,576)		2,514,150	(35,815,180)
Roadways	(404,336,285)	(31,671,504)			(436,007,789)
Traffic pavement markers	(770,735)	(267,002)			(1,037,737)
Traffic signals and lighting	(91,612,409)	(5,357,740)			(96,970,149)
Traffic signage	(261,112)	(110,120)			(371,232)
Storm drain	(77,476,568)	(9,637,160)			(87,113,728)
Total accumulated depreciation	<u>(786,199,728)</u>	<u>(71,436,427)</u>		<u>4,502,789</u>	<u>(853,133,366)</u>
Total capital assets, being depreciated, net	<u>1,364,202,487</u>	<u>(8,775,151)</u>	<u>43,203,315</u>	<u>(266,787)</u>	<u>1,398,363,864</u>
Governmental activities capital assets, net	<u>\$ 2,642,068,680</u>	<u>\$ 252,066,360</u>	<u>\$</u>	<u>\$ (5,472,853)</u>	<u>\$ 2,888,662,187</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

9. Capital assets (continued)

	Balance July 1, 2007	Additions	Transfers	Deletions	Balance June 30, 2008
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 41,810,563	\$ 10,316,981	\$	\$ (17,647)	\$ 52,109,897
Construction in progress	21,423,606	8,919,380	(15,137,308)		15,205,678
Total capital assets, not being depreciated	63,234,169	19,236,361	(15,137,308)	(17,647)	67,315,575
Capital assets, being depreciated:					
Land improvements	17,403,855				17,403,855
Sewer plant improvements	340,719,007	252,660	6,075,987		347,047,654
Buildings	21,840,550				21,840,550
Building improvements	2,628,608	947,567	460,334		4,036,509
Sewer lines	296,331,986	11,194,159	8,600,987		316,127,132
Machinery and equipment	3,690,004	209,548		(30,510)	3,869,042
Total capital assets, being depreciated	682,614,010	12,603,934	15,137,308	(30,510)	710,324,742
Less accumulated depreciation for:					
Land improvements	(5,364,188)	(825,802)			(6,189,990)
Sewer plant improvements	(138,679,173)	(12,957,462)			(151,636,635)
Buildings	(5,001,424)	(493,205)			(5,494,629)
Building improvements	(2,063,287)	(93,862)			(2,157,149)
Sewer lines	(59,922,284)	(5,962,554)			(65,884,838)
Machinery and equipment	(2,249,142)	(299,578)		30,510	(2,518,210)
Total accumulated depreciation	(213,279,498)	(20,632,463)		30,510	(233,881,451)
Total capital assets, being depreciated, net	469,334,512	(8,028,529)	15,137,308		476,443,291
Business-type activities capital assets, net	\$ 532,568,681	\$ 11,207,832	\$	\$ (17,647)	\$ 543,758,866

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

Governmental activities:

General government	\$ 2,728,215
Judicial	25,590
Public safety	10,807,255
Public works	41,552,602
Health	58,270
Culture and recreation	9,006,047
Economic development	1,185,947
Transit systems	1,381
	65,365,307

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

6,071,120

Total depreciation expense-governmental activities

\$ 71,436,427

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

9. Capital assets (continued)

Business-type activities:		
Sanitation	\$	19,670,996
Municipal Parking		2,359
Municipal Golf Course		776,515
Video Production		182,593
Total depreciation expenses business-type activities	\$	<u>20,632,463</u>

Construction commitments

The City of Las Vegas has active construction projects as of June 30, 2008. 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:

Projects - Governmental funds	Spent to date	Remaining commitment
Buildings	\$ 95,182,473	\$ 6,479,671
Building improvements	25,461,359	4,904,382
Land improvements	108,178,166	101,199,810
Machinery and equipment	1,367,061	153,263
Roadways	110,763,401	84,107,487
Storm drains	33,594,788	22,529,586
Traffic signals, lighting, signs and markers	11,263,182	3,777,287
	<u>\$ 385,810,430</u>	<u>\$ 223,151,486</u>
Projects - Proprietary funds		
Sanitation sewer lines	\$ 3,683,798	\$ 6,375,587
Sanitation plant improvements	11,521,880	21,447,894
	<u>\$ 15,205,678</u>	<u>\$ 27,823,481</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, and bond issuances. 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.

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.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

10. Defined benefit pension plan (continued)

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
2008	23.5%	20.50%	33.50%	\$ 53,610,247
2007	22.5%	19.75%	32.00%	\$ 48,432,866
2006	22.5%	19.75%	32.00%	\$ 45,018,280

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.

11. Lease commitments

Development Service Center:

- A. The City (lessee) leases a building under a noncancelable-operating lease. Total cost for the lease was \$859,506 for the year ended June 30, 2008. 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					
2009	\$	977,264	2011	\$	424,561
2010	\$	1,006,582			

Ogden and Carson Parking Garages:

- B. The City (lessor) 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					
2009	\$	1,177,582	2014 - 2018	\$	5,887,910
2010		1,177,582	2019 - 2023		5,887,910
2011		1,177,582	2024 - 2028		5,887,910
2012		1,177,582	2029 - 2033		5,887,910
2013		1,177,582	2034		1,072,900

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 JUNE 30, 2008

11. Lease commitments (Continued)

Woodlawn Cemetery:

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			
2009	\$	63,962	
			2010 \$ 56,553

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.

Atrium Office Building:

D. The City (lessor) owns an office building and leases office space to various tenants on a long-term basis. The leases run for nine years from inception and the rental rates are subject to change annually based on the consumer price index. The following is a schedule of future rental income for the year ended June 30:

Amount			
2009	\$	2,520,719	
2010		1,688,082	2013
2011		1,004,213	2014
2012		715,170	2015
			2016
			\$ 689,301
			685,397
			352,209
			90,132

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 \$1,790,000 at June 30, 2008.

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, 2008

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, 2008.

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, 2008.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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, 2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2008</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					
	\$ 945,000	\$	\$ (945,000)	\$	\$
General obligation Revenue Bonds:					
4.75 to 5.40% Parking general obligation Bonds Series October 1, 1999, due 06/01/09					
	975,000		(475,000)	500,000	500,000
5.9 to 6.25% Redevelopment Project general obligation Bonds (taxable), due 06/01/12					
	8,325,000		(1,580,000)	6,745,000	1,675,000
2.5% to 3.5% Transportation refunding general obligation Revenue Bonds Series 2002D, due 07/01/09					
	2,650,000		(860,000)	1,790,000	880,000
2.75 to 4.95% Fremont Street general obligation Revenues Refunding Bonds Series 2002, due 07/01/15					
	9,885,000		(850,000)	9,035,000	900,000
Variable rate general obligation various purpose Bonds Series 2006C, due 6/1/36					
	32,000,000			32,000,000	
3.0 to 5.25% Parking general obligation long-term Bonds Series 2002A, due 6/10/18					
	3,205,000		(475,000)	2,730,000	500,000
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		(670,000)	17,330,000	710,000
4.0 to 5.0% Various purpose general obligation Bonds Series 2006B, due 05/01/36					
	50,745,000			50,745,000	
	<u>147,080,000</u>		<u>(4,910,000)</u>	<u>142,170,000</u>	<u>5,165,000</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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

B. Changes in long-term obligations (continued)

	<u>Balance June 30, 2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2008</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	\$ 259,967	\$	\$ (259,967)	\$	\$
2.0 to 3.6% Recreation general obligation medium-term Bonds Series 2003, due 11/01/13	14,690,000		(1,925,000)	12,765,000	1,970,000
4.0 to 4.63% Various purpose general obligation Revenue Bonds Series 1997B, due 11/01/07	1,215,000		(1,215,000)		
3.8 to 4.9% Park general obligation medium-term Bonds Series 1999, due 02/01/10	11,715,000		(3,380,000)	8,335,000	3,885,000
5.0 to 5.25% Building general obligation medium-term Bonds Series 2000, due 08/01/10	3,780,000		(875,000)	2,905,000	920,000
4.0 to 4.2% Public Safety general obligation medium-term Bonds Series 2001, due 04/01/11	11,545,000		(2,705,000)	8,840,000	2,825,000
8.0% Parking Garage general obligation medium-term Bonds (taxable), due 06/10/10	2,820,000		(875,000)	1,945,000	940,000
3.0% to 4.0% Recreation general obligation medium-term Bonds Series 2004C, due 10/01/14	16,400,000		(1,855,000)	14,545,000	1,895,000
4.0 to 4.25% Neighborhood Services general obligation medium-term Bonds Series 2007, due 11/01/17		12,500,000		12,500,000	1,035,000
4.0 to 4.25% Fire Safety general obligation medium-term Bond Series 2007, due 11/01/17		10,000,000		10,000,000	830,000
	<u>62,424,967</u>	<u>22,500,000</u>	<u>(13,089,967)</u>	<u>71,835,000</u>	<u>14,300,000</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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

B. Changes in long-term obligations (continued)

	<u>Balance</u> <u>June 30, 2007</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>June 30, 2008</u>	<u>Due Within</u> <u>One Year</u>
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	\$ 6,630,000	\$	\$ (3,225,000)	\$ 3,405,000	\$ 3,405,000
5.25 to 6.25% Redevelopment Agency tax increment Bonds Series 1995B, due 06/15/09	180,000		(85,000)	95,000	95,000
3.00 to 5.00% Redevelopment Agency tax increment Revenue Refunding Bonds Series 2003A, due 06/15/14	18,470,000		(170,000)	18,300,000	175,000
3.00 to 4.50% Redevelopment Agency tax increment Refunding Bonds Series 2003B, due 06/15/14	<u>1,645,000</u>		<u>(200,000)</u>	<u>1,445,000</u>	<u>215,000</u>
	<u>26,925,000</u>		<u>(3,680,000)</u>	<u>23,245,000</u>	<u>3,890,000</u>
4.26% Special Assessment local improvement Bonds, due 06/01/14	315,800		(45,400)	270,400	45,400
4.126% Special Assessment local improvement Bonds, due 12/01/16	444,000		(43,000)	401,000	38,000
3.75 to 4.5% Special Assessment local improvement Bonds, due 07/01/08	260,000		(130,000)	130,000	130,000
3.625 to 5.00% Special Assessment local improvement Bonds Series 2003, due 12/01/23	3,405,000		(235,000)	3,170,000	235,000
3.25 to 4.875% Special Assessment local improvement Bonds, due 06/01/24	1,690,000		(95,000)	1,595,000	95,000
4.04% Special Assessment local improvement Bonds, due 12/01/15	748,000		(72,000)	676,000	74,000
4.320% Special Assessment local improvement Bonds, due 06/01/27	1,724,000		(55,000)	1,669,000	57,000
4.526% Special Assessment local improvement Bonds due, 06/01/17		320,000	(28,000)	292,000	27,000
	<u>8,586,800</u>	<u>320,000</u>	<u>(703,400)</u>	<u>8,203,400</u>	<u>701,400</u>
Subtotal	245,961,767	22,820,000	(23,328,367)	245,453,400	24,056,400

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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

B. Changes in long-term obligations (continued)

	Balance July 1, 2007	Additions	Reductions	Balance June 30, 2008	Due Within One Year
Governmental Activities (continued):					
Deferred amounts:					
Less: Unamortized debt refunding transaction	\$ (2,983,850)		\$ 320,152	\$ (2,663,698)	\$ (297,239)
Add: Issuance Premiums	3,874,645	341,749	(381,279)	3,835,115	389,750
Less: Issuance Discounts	(147,794)		30,275	(117,519)	(27,508)
	<u>246,704,768</u>	<u>23,161,749</u>	<u>(23,359,219)</u>	<u>246,507,298</u>	<u>24,121,403</u>
Compensated absences	49,925,259	33,871,339	(32,060,029)	51,736,569	33,622,542
Arbitrage rebates	965,000	415,000		1,380,000	
Unfunded Metro Police self insurance and OPEB liability	4,440,981	19,303,749	(4,440,981)	19,303,749	
OPEB liability		22,163,348		22,163,348	
Heart lung presumptive liability		<u>37,721,231</u>		<u>37,721,231</u>	
Government activity long-term liabilities	<u>\$ 302,036,008</u>	<u>\$ 136,636,416</u>	<u>\$ (59,860,229)</u>	<u>\$ 378,812,195</u>	<u>\$ 57,743,945</u>

Compensated absences. Included in the City's governmental long-term obligations is \$51,736,569 of accrued compensated absences, \$43,426,685 relates to the General fund, \$1,686,771 to the Internal Service fund, \$755,066 to the Special Revenue fund, and \$5,868,047 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 \$1,380,000 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, 2008 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, 2008, is \$7,462,577.

Unfunded Metro Police Self-Insurance and OPEB 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, Note 8 and Note 18). The liability is for potential insurance settlements that are of a long-term nature and unfunded other post-employment benefits (OPEB).

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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

B. Changes in long-term obligations (continued)

	Balance July 1, 2007	Additions	Reductions	Balance June 30, 2008	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 Bonds Series 2004, due 06/30/18	\$ 21,050,000	\$	\$	\$ 21,050,000	\$
4.25 to 6.0% Sanitary Sewer general obligation Refunding Bonds, due 10/01/08	24,555,000		(20,780,000)	3,775,000	3,775,000
4.75 to 5.0% Sanitary Sewer general obligation Revenue Bonds, due 11/01/08	3,355,000		(1,640,000)	1,715,000	1,715,000
4.1 to 5.375% Sewer and Flood Control general obligation Bonds Series 2001, due 04/01/21	8,615,000		(2,010,000)	6,605,000	2,090,000
2.5 to 5.0% Sanitary Sewer general obligation Refunding Bonds Series 2002B, due 01/01/09	6,825,000		(3,340,000)	3,485,000	3,485,000
4.0 to 5.0% Sanitary Sewer general obligation Refunding Bonds Series 2006A, due 04/01/21	31,920,000			31,920,000	
4.0% Sanitary Sewer general obligation Refunding Bonds Series 2007, due 10/01/12		17,155,000		17,155,000	
Business-type Activities-Non-major Funds:					
5.1 to 6.0% Golf Course general obligation Revenue Bonds Series 2001, due 12/01/21	10,470,000		(455,000)	10,015,000	480,000
	<u>106,790,000</u>	<u>17,155,000</u>	<u>(28,225,000)</u>	<u>95,720,000</u>	<u>11,545,000</u>
Deferred amounts:					
Add: Issuance Premiums	1,993,905	250,755	(561,191)	1,683,469	296,595
Less: Issuance Discounts	(33,145)		22,096	(11,049)	(11,049)
Less: Defeasance Cost	(4,893,847)	(828,150)	1,821,333	(3,900,664)	(705,250)
Business-type activity long-term liabilities	<u>\$ 103,856,913</u>	<u>\$ 16,577,605</u>	<u>\$ (26,942,762)</u>	<u>\$ 93,491,756</u>	<u>\$ 11,125,296</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)
JUNE 30, 2008

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 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
	2009	\$16,710,000	\$10,646,261	\$14,300,000	\$2,714,703	\$3,890,000	\$1,136,968	\$701,400
2010	14,250,000	10,317,320	15,280,000	2,078,204	3,515,000	924,750	599,000	318,405
2011	14,585,000	9,700,594	10,190,000	1,498,442	3,680,000	767,675	618,000	294,671
2012	15,380,000	9,033,012	6,315,000	1,118,699	3,875,000	585,975	633,000	269,561
2013	16,085,000	8,347,805	6,545,000	885,592	4,045,000	411,600	656,000	243,208
2018	66,635,000	32,561,356	19,205,000	1,530,791	4,240,000	210,650	2,384,000	875,059
2023	35,595,000	19,229,148					2,037,000	398,007
2028	17,560,000	12,898,005					575,000	57,320
2033	24,820,000	7,923,500						
2036	16,270,000	1,653,500						
Total	\$237,890,000	\$122,310,501	\$71,835,000	\$9,826,431	\$23,245,000	\$4,037,618	\$8,203,400	\$2,800,048

Year Ended June 30	GOVERNMENTAL ACTIVITIES Total Bonds		BUSINESS-TYPE ACTIVITIES General Obligation Revenue Bonds	
	Principal	Interest	Principal	Interest
	2009	\$24,056,400	\$10,768,192	\$11,545,000
2010	24,864,000	10,109,153	8,780,000	3,529,526
2011	19,933,000	9,105,257	9,140,000	3,156,125
2012	16,493,000	8,241,042	9,710,000	2,766,205
2013	17,241,000	7,509,032	10,090,000	2,379,173
2014-2018	60,909,000	27,572,454	31,555,000	7,605,402
2019-2023	22,732,000	18,227,167	14,900,000	1,399,988
2024-2028	18,135,000	12,955,325		
2029-2033	24,820,000	7,923,500		
2034-2036	16,270,000	1,653,500		
Total	\$245,453,400	\$114,064,622	\$95,720,000	\$24,909,976

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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 \$7,935,000 at June 30, 2008.

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 \$2,930,000 at June 30, 2008.

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, 2008, the City had released approximately \$44.6 million for improvements included \$5.4 million of interest income used. The outstanding balance on the bonds was \$17,140,000 at June 30, 2008.

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, 2008, the City has released \$39.7 million of the construction funds, which includes \$3 million of interest income used. The outstanding balance on the bonds payable was \$23,285,000 at June 30, 2008.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

13. Developer special assessment debt (continued)

In July 2007, the City of Las Vegas created Special Improvement District No. 810 for the Summerlin development area. In September 2007, the City issued \$23.6 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, 2008, the City has released \$4.2 million of the construction funds, \$8.1 million for refunding of District No. 808, and \$4.4 million for bond costs and reserves. The outstanding balance on the bonds payable was \$23,360,000 at June 30, 2008.

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, 2008, the City has released \$7.9 million of the construction funds included \$763,000 in interest income used. The outstanding balance on the bonds payable was \$8,060,000 at June 30, 2008.

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. The outstanding balance on the bonds payable was \$44,830,000 at June 30, 2008.

14. Deferred/Unearned Revenues

The following schedule details unearned revenues at June 30, 2008, and the reasons for each:

	Nonmajor Governmental Funds						Deferred Revenue	Unearned Revenue		Total Primary Government
	Special Revenue Funds	Debt Service Funds	Total	Capital Projects Funds	General Funds	Total	Adjustments	Governmental Activities	Business-type Activities	
Prepaid tuitions	\$	\$	\$	\$	\$ 287,531	\$ 287,531	\$	\$ 287,531	\$	\$ 287,531
Property taxes	356,051	555,402	911,453		7,617,032	8,528,485	(8,528,485)			
Special assessment				7,408,199		7,408,199	(7,408,199)			
State Grant revenue	19,100		19,100			19,100		19,100		19,100
Gift certificates									16,338	16,338
Prepaid parking garage rental									857,575	857,575
	<u>\$ 375,151</u>	<u>\$ 555,402</u>	<u>\$ 930,553</u>	<u>\$ 7,408,199</u>	<u>\$ 7,904,563</u>	<u>\$ 16,243,315</u>	<u>\$ (15,936,684)</u>	<u>\$ 306,631</u>	<u>\$ 873,913</u>	<u>\$ 1,180,544</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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.

	2008
General Fund	\$ 3,081,420
Special Revenue Funds	8,753,162
Capital Projects Funds	225,031,284
Total	\$ 236,865,866

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, 2008 the City made \$959,486 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, 2008, the City made \$2,007,201 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, 2008, the City made \$675,507 in payments under the agreement.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

16. Interfund transactions

A. Due to/from other funds

The following schedule details the amounts due from/to other funds at June 30, 2008:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Non-major governmental	\$ 2,644,574
	Nonprofit corporation	693,784
		<u>3,338,358</u>
Non-major governmental	General	4,194
	Non-major governmental	87,360
		<u>91,554</u>
Nonprofit corporation	General	138,437
	Non-major governmental	1,198,912
		<u>1,337,349</u>
Internal service	Non-major governmental	616,910
Total		<u>\$ 5,384,171</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, 2008, were as follows:

	<u>TRANSFERS OUT</u>							
	<u>TRANSFERS IN</u>	<u>General Fund</u>	<u>Parks & Leisure</u>	<u>Special Assess- ment</u>	<u>Non-major Governmental</u>	<u>Sanitation</u>	<u>Non-major Proprietary</u>	<u>Internal Service</u>
General Fund	\$ 16,951,561	\$	\$	\$	\$ 13,374,487	\$ 3,000,000	\$	\$ 577,074
Parks and Leisure	15,802,886	2,500,000			13,302,886			
Special Assessments	1,500,000				1,500,000			
Non-major governmental	50,780,870	10,350,684	4,605,223	1,348,320	31,538,224		2,938,419	
Non-major proprietary	2,706,303	1,200,000			1,506,303			
Internal Service	139,990	33,200			106,790			
Total	<u>\$ 87,881,610</u>	<u>\$ 14,083,884</u>	<u>\$ 4,605,223</u>	<u>\$ 1,348,320</u>	<u>\$ 61,328,690</u>	<u>\$ 3,000,000</u>	<u>\$ 2,938,419</u>	<u>\$ 577,074</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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 years ending June 30, 2008 and 2007, is presented below.

CONDENSED STATEMENT OF NET ASSETS

	<u>2008</u>	<u>2007</u>
Assets:		
Current assets	\$ 1,199,926	\$ 1,426,001
Deferred charges	55,539	59,653
Capital assets	12,455,398	13,231,913
Total assets	<u>13,710,863</u>	<u>14,717,567</u>
Liabilities:		
Current liabilities	587,146	511,470
Noncurrent liabilities	9,614,475	10,103,305
Total liabilities	<u>10,201,621</u>	<u>10,614,775</u>
Net assets:		
Invested in capital assets, net of related debt	2,372,210	2,688,674
Unrestricted	1,137,032	1,414,118
Total net assets	<u>\$ 3,509,242</u>	<u>\$ 4,102,792</u>

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

	<u>2008</u>	<u>2007</u>
Charges for services	\$ 1,252,576	\$ 1,323,132
Miscellaneous revenue	240,989	108,175
Depreciation expense	(776,515)	(776,514)
Other operating expenses	(1,930,657)	(1,614,879)
Operating loss	<u>(1,213,607)</u>	<u>(960,086)</u>
Nonoperating revenue (expenses):		
Interest revenue	41,838	21,821
Interest expense	(587,927)	(614,293)
Contributions to other governments	(33,854)	(34,098)
Loss before transfers	<u>(1,793,550)</u>	<u>(1,586,656)</u>
Transfers in	1,200,000	1,000,000
Change in net assets	<u>(593,550)</u>	<u>(586,656)</u>
Beginning net assets	4,102,792	4,689,448
Ending net assets	<u>\$ 3,509,242</u>	<u>\$ 4,102,792</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

17. Segment information (continued)

CONDENSED STATEMENT OF CASH FLOWS

	2008	2007
Net cash (used) by:		
Operating activities	\$ (389,033)	\$ (248,191)
Noncapital financing activities	1,166,146	965,902
Capital and related financing activities	(1,046,139)	(1,042,355)
Investing activities	41,962	16,866
Net (decrease)	(227,064)	(307,778)
Beginning cash and cash equivalents	1,251,649	1,559,427
Ending cash and cash equivalents	\$ 1,024,585	\$ 1,251,649

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 liability and property damage purposes and one for employee benefits including workers' compensation, group insurance, and compensated absences.

A. 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 \$12,115,568 at June 30, 2008, and charges for services of \$3,243,062 were made to the consolidated funds during the year ended June 30, 2008. The purpose of the fund is to pay for self-assumed losses. As of June 30, 2008, \$171,577 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)
JUNE 30, 2008

18. Risk management and contingent liabilities (continued)

A. Liability Insurance and Property Damage Internal Service Fund (continued)

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

	Balance at beginning of fiscal year	Current year changes in estimates	Claim payments	Balance at end of fiscal year	Due within one year
2007	\$ 481,652	\$ 1,110,541	\$ (1,333,559)	\$ 258,634	\$ 258,634
2008	258,634	805,555	(892,612)	171,577	171,577

B. 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, 2008, 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 \$343,457 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, 2008 was \$57,591,887 and net assets had a deficit balance of \$64,349,358. Current benefits payable totaled \$10,837,987, (B.2), \$3,257,989 of accrued general workers' compensation claims payable, \$937,488 in heart lung (workers' compensation) presumptive claims (B.2), PERS liability of \$6,143,462 and insurance premiums payable of \$499,048. Noncurrent liability consisted of OPEB liability of \$22,163,348 (B.1), heart lung (workers' compensation) presumptive liability of \$37,721,231 (B.2), and compensated absences of \$18,114,027. There were charges for services of \$158,216,771

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

	Balance at beginning of fiscal year	Current year changes in estimates	Claim payments	Balance at end of fiscal year	Due within one year
2007	\$ 11,074,690	\$ 18,743,008	\$ (19,075,352)	\$ 10,742,346	\$ 2,569,360
2008	10,742,346	52,207,224	(21,032,862)	41,916,708	4,195,477

1. Other Postemployment Benefits (OPEB) Plan

Background:

Effective July 1, 2007, the City was required to implement Governmental Accounting Standards Board (GASB) Statement No. 45 Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions. This new standard addresses how the City should account for and report its costs related to postemployment healthcare and other non-pension benefits. Historically, the City's subsidy was funded on a pay-as-you-go basis. GASB Statement No. 45 requires that the City accrue the cost of the retiree health subsidy and other postemployment benefits during the period of employees' active employment, while the benefits are being earned, and disclose the unfunded actuarial accrued liability in order to accurately account for the total future cost of postemployment benefits and the financial impact on the City. The net OPEB liability is reduced each year by the amount of employee contributions. Employee contributions equal the claim payments, administrative charges and state charged subsidies paid on behalf of retirees, less any retiree contribution premiums.

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
 JUNE 30, 2008

18. Risk management and contingent liabilities (continued)

B. Employee Benefit Internal Service Fund (continued)

1. Other Postemployment Benefits (OPEB) Plan (continued):

Plan Description:

The City of Las Vegas sponsors a single-employee defined benefit healthcare plan administered by the City of Las Vegas. The plan options are: Sierra 2000 (PPO); Health Plan of Nevada (HMO); FISERV (HRA), a consumer driven plan; and dental and vision, self-funded. Each City plan provides medical, prescription drug, dental and vision benefits to retirees and their covered dependents. Retirees are eligible to participate at age 55 with 5 years of service or at any age with 30 years of service. Those retiring on or before September 1, 2008 also had the option of transferring to the State of Nevada Plan. This plan, the Public Employee Benefit Program (PEBP), is a cost sharing multiple employer, defined benefit plan. PEBP benefit provisions are established by the Nevada State Legislature. For those retirees who selected the State Plan, the City is obligated to pay a monthly subsidy to the State for the coverage on those transferees.

Funding Policy:

The City has a six-member Insurance Committee (three labor and three management) that reviews the insurance needs of the City. They make recommendations to City management. City management determines funding requirements and plan options. Insurance funding for the Las Vegas Police Officers Association/Correction Officers (POA), the Las Vegas Police Protection Association Marshals (PPA) and the International Association of Firefighters Local 1285 are governed by union contracts. The unions cover the OPEB insurance needs of these organizations based on contract funding with the City, therefore they are not included in the City OPEB liability and cost. The City is required to pay the PEBP a monthly subsidy based on the number of years of service with the City at retirement. For retirees who retired prior to January 1, 1994, the subsidy is \$410 and does not vary by years of service at retirement. Otherwise, the subsidy level does vary by years of service, except in those instances where greater than 20 years of service is attained. In addition, subsidy levels do not vary by Medicare eligibility or by coverage tier. The subsidy contribution ranges from 5 years of service at \$103 per month to 20 or more years of service at \$564 per month. Approximately 618 retirees have joined the State Plan as of June 30, 2008. The City's current funding policy for its OPEB liability is pay as you go.

Annual OPEB Cost:

The annual other postemployment benefits cost for the City plan is calculated based on the annual required contribution (ARC) of the City, an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty

	2008
ARC, for the year ended June 30,	\$ 23,582,645
Actual contribution	(1,419,297)
Increase net OPEB obligation	22,163,348
Net OPEB obligation, beginning of year	0
Net OPEB obligation, end of year	\$ 22,163,348

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the Plan, and the net OPEB obligation for the year ended June 30, 2008 is as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contribution	Net OPEB Obligation
June 30, 2008	\$ 23,582,645	6.02%	\$ 22,163,348

18. Risk management and contingent liabilities (continued)

B. Employee Benefit Internal Service Fund (continued)

2. Heart, Lung Presumptive Liability:

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 incurred but not reported (IBNR)** 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 is \$937,488. Reported as noncurrent is \$37,721,231, consisting of \$4,313,983 of case reserves for existing claims and \$33,407,248 of IBNR claims. IBNR is discounted and amortized over a 20 year period. The anticipated future exposure for claims based on an actuarial calculation is approximately \$112,041,281, discounted at 5%.

C. Litigation

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 \$6,500,000. Such amounts have not been accrued in the accompanying basic financial statements.

D. Unfunded Metropolitan Police (Metro) Self-Insurance and OPEB Liability

The City and the County jointly fund the Las Vegas Metropolitan Police Department (LVMPD). The City of Las Vegas funds 38.61% of the LVMPD and is liable for \$19,303,749 of the Metro net OPEB obligation. A liability has been established in the government-wide statement of net assets for the City's portion (see Note 8 and 12B).

E. Tax Increment Subordinate Notes

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. On June 18, 2008, a second subordinate taxable tax increment subordinate Lien Note in the amount of \$756,095 was entered into with Simon/Chelsea Las Vegas Development, LLC. The note has payments starting June 30, 2008 and continuing for eight years until June 30, 2016, with interest at 7 percent beginning accrual June 18, 2008. Also, the percentage of site tax increment from which the note is paid is 41%, and 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. No payment was made on the two notes during the current fiscal year. The combined outstanding balance at June 30, 2008 was \$2,568,768.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

18. Risk management and contingent liabilities (continued)

E. Tax Increment Subordinate Notes (continued)

- 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. The Agency made no payment on the note during the current fiscal year. The outstanding balance was \$1,833,539 at June 30, 2008, which includes \$136,917 of accrued interest.
- 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, 2025, 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. The Agency made no payment on the note during the current fiscal year. The outstanding balance was \$10,115,912 at June 30, 2008, which includes \$1,390,367 of accrued interest.
- WMCV Phase I, LLC Note – Taxable tax increment subordinate Lien Note entered into June 18, 2008, in the amount of \$14,268,157, payments starting June 30, 2008 upon the payment of property taxes and continuing for seventeen years until June 30, 2025, interest at 7.98 percent beginning June 30, 2008. 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. The Agency made no payment on the note during the current fiscal year. The note payment was made during August 2008. The outstanding balance was \$14,301,415 at June 30, 2008, which includes \$33,258 of accrual interest.
- SP Sahara Development, LLC Note – Taxable tax increment subordinate Lien Note entered into June 30, 2008, in the amount of \$20,912,094, payments starting June 30, 2008 and continuing for nineteen years until June 30, 2027, interest at 7.09 percent beginning June 18, 2008. 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. No payment was made on the note during the current fiscal year. The note payment was made during August 2008.
- PH ASA, LLC Note – Taxable tax increment subordinate Lien Note entered into April 24, 2006, in the amount of \$995,510, payments starting June 30, 2006 and continuing for twenty years until June 30, 2026, interest at 7 percent beginning April 24, 2006. 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. No payment was made on the note during the current fiscal year. The note payment was made during August 2008. The outstanding balance at June 30, 2008 was \$1,147,673, which includes \$152,163 of accrual interest.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
JUNE 30, 2008

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 that comprise the nonprofit corporations on the Statement of Net Assets—Proprietary Funds for the year ended June 30, 2008:

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parking, Inc.	Total
Assets:				
Cash	\$ 48,503	\$ 587,314	\$ 2,006,734	\$ 2,642,551
Interest receivable	205	2,493	8,516	11,214
Note receivable			3,196,200	3,196,200
Prepaid insurance	1,820	47,242	1,686	50,748
Due from other funds	13,196	1,204,551	125,242	1,342,989
Land	7,976,261	25,015,249	3,270,124	36,261,634
Total assets	<u>\$ 8,039,985</u>	<u>\$ 26,856,849</u>	<u>\$ 8,608,502</u>	<u>\$ 43,505,336</u>
Liabilities and Net Assets				
Accounts payable	\$ 37	\$ 2,683,920	\$ 256	\$ 2,684,213
Deposits	200	400,000		400,200
Due to other governments	5,640	693,784		699,424
Loans payable	4,195,549	7,690,325	3,617,983	15,503,857
Net assets	3,838,559	15,388,820	4,990,263	24,217,642
Total Liabilities and Net Assets	<u>\$ 8,039,985</u>	<u>\$ 26,856,849</u>	<u>\$ 8,608,502</u>	<u>\$ 43,505,336</u>

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

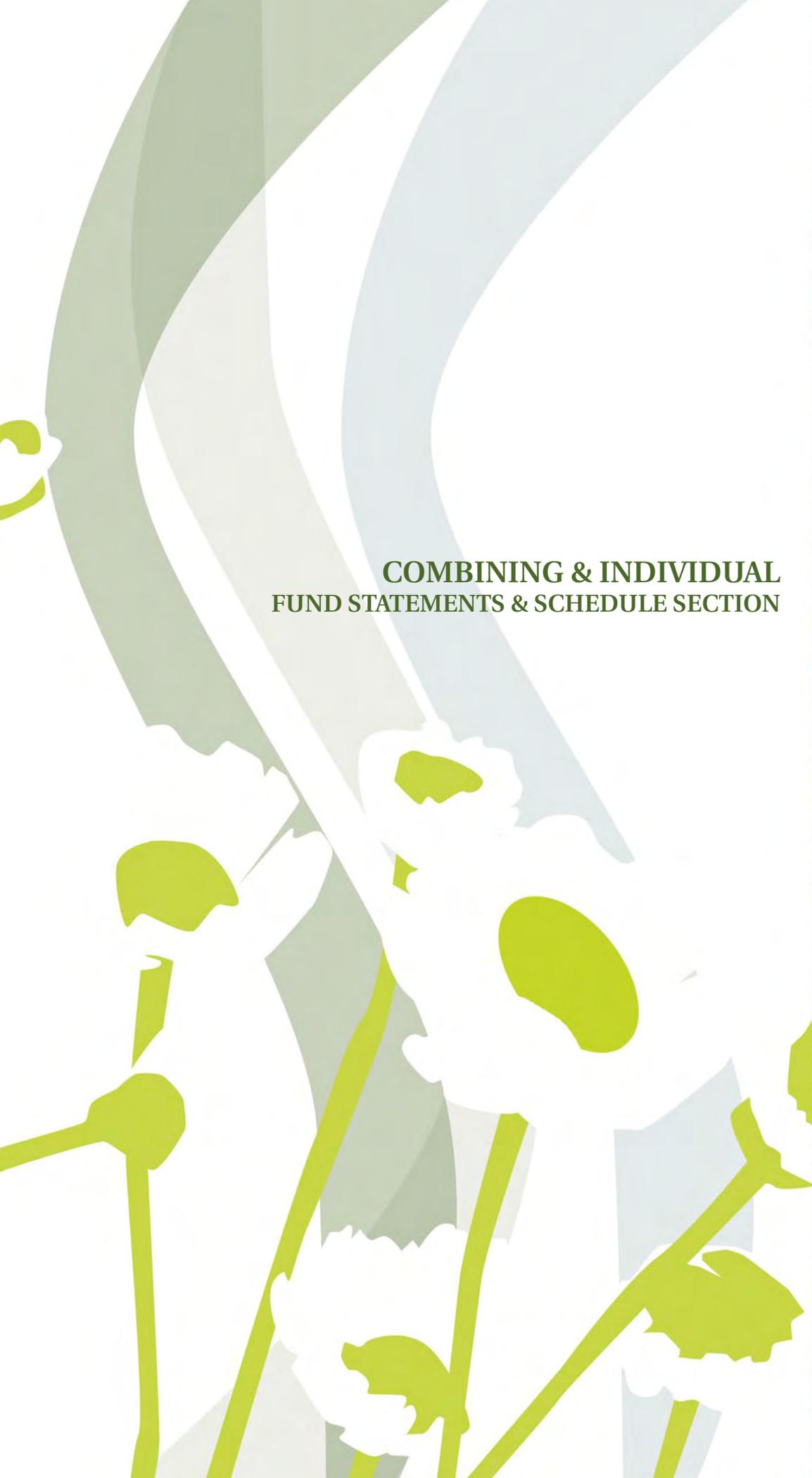
CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2008

19. Nonprofit corporations (continued)

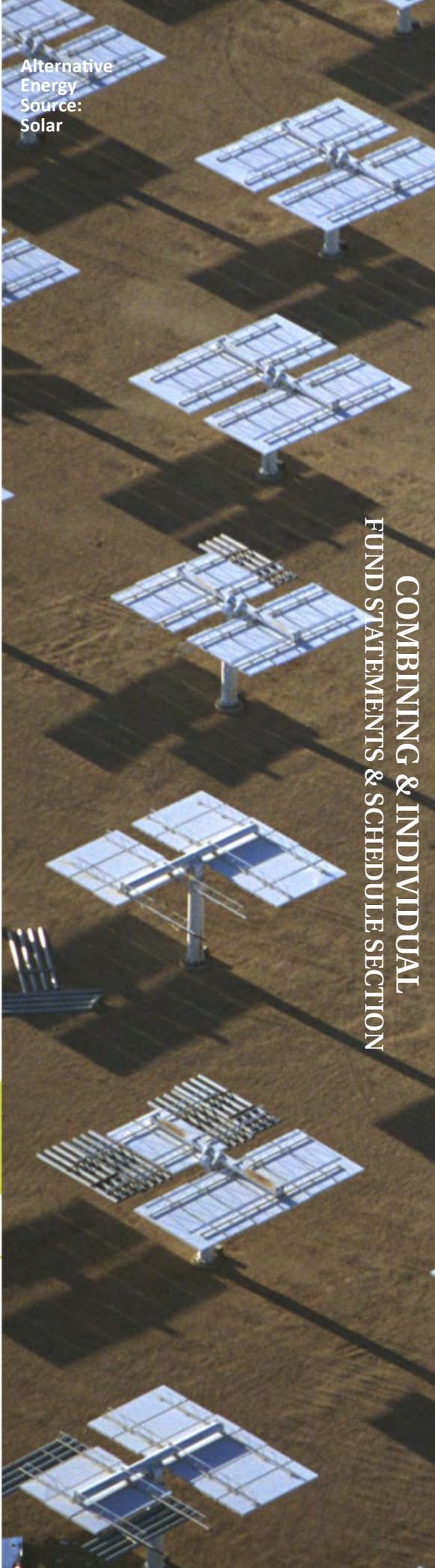
	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parking, Inc.	Total
Changes in Net Assets				
Revenues:				
Contributions	\$	\$ 1,204,450	\$	\$ 1,204,450
Contributions of land	3,790,014		3,270,124	7,060,138
Other reimbursements	24,040			24,040
Rentals	6,918	16,192		23,110
Total revenues	<u>3,820,972</u>	<u>1,220,642</u>	<u>3,270,124</u>	<u>8,311,738</u>
Expenses:				
Association fees	4,066	3,387		7,453
Premiums paid (insurance)	4,374	19,682	11,945	36,001
Consultants		89,539		89,539
Legal services		337,095		337,095
Services and supplies	1,134	1,949,494	371	1,950,999
Contributions to other governments		2,493,035		2,493,035
Total expenses	<u>9,574</u>	<u>4,892,232</u>	<u>12,316</u>	<u>4,914,122</u>
Operating income (loss)	<u>3,811,398</u>	<u>(3,671,590)</u>	<u>3,257,808</u>	<u>3,397,616</u>
Nonoperating revenues (expenses):				
Interest income	1,300	30,988	58,598	90,886
Contributions		2,475,388		2,475,388
Donation of land		(7,060,138)		(7,060,138)
Net nonoperating revenues (expenses)	<u>1,300</u>	<u>(4,553,762)</u>	<u>58,598</u>	<u>(4,493,864)</u>
Increase (decrease) in net assets	3,812,698	(8,225,352)	3,316,406	(1,096,248)
Net Assets - June 30, 2007	<u>25,861</u>	<u>23,614,172</u>	<u>1,673,857</u>	<u>25,313,890</u>
Net Assets - June 30, 2008	<u>\$ 3,838,559</u>	<u>\$ 15,388,820</u>	<u>\$ 4,990,263</u>	<u>\$ 24,217,642</u>

Note: On page 44 Contributions of Land for \$7,060,138 from City Parkway V, Inc. to City Parkway IVA, Inc. and Office District Parking, Inc. was eliminated.

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**COMBINING & INDIVIDUAL
FUND STATEMENTS & SCHEDULE SECTION**

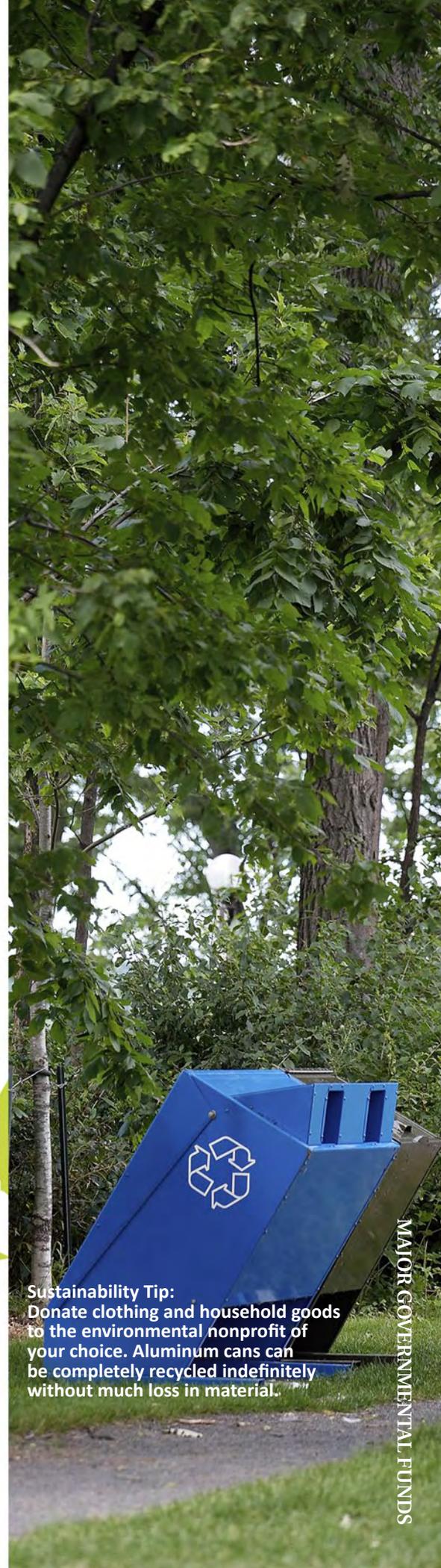


Alternative
Energy
Source:
Solar

**COMBINING & INDIVIDUAL
FUND STATEMENTS & SCHEDULE SECTION**

A large, stylized graphic on the left side of the page. It features several white flowers with green stems and leaves, set against a background of light green and white curved, overlapping shapes that resemble petals or leaves. The overall style is clean and modern.

MAJOR GOVERNMENTAL FUNDS



Sustainability Tip:
Donate clothing and household goods to the environmental nonprofit of your choice. Aluminum cans can be completely recycled indefinitely without much loss in material.

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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Taxes:				
Ad valorem property tax	\$ 115,331,642	\$ 115,331,642	\$ 113,965,913	\$ (1,365,729)
Room tax	2,491,962	2,491,962	2,608,512	116,550
Total taxes	<u>117,823,604</u>	<u>117,823,604</u>	<u>116,574,425</u>	<u>(1,249,179)</u>
Licenses and permits:				
Business licenses	16,252,515	16,252,515	15,543,256	(709,259)
Liquor licenses	2,170,233	2,170,233	2,168,024	(2,209)
City gaming licenses	3,869,498	3,869,498	3,800,555	(68,943)
Franchise fees:				
Gas utility	8,552,559	8,552,559	7,653,900	(898,659)
Electric utility	27,479,781	27,479,781	30,084,092	2,604,311
Sanitation utility	3,548,711	3,548,711	3,446,004	(102,707)
Telephone utility	10,244,922	10,244,922	10,169,193	(75,729)
Garbage collection	3,411,700	3,411,700	3,266,303	(145,397)
Cable television	3,599,693	3,599,693	4,028,131	428,438
Ambulance	368,591	368,591	373,045	4,454
Animal permits	10,040	10,040	6,975	(3,065)
Building permits	3,457,264	3,457,264	1,952,459	(1,504,805)
Off-site permits	1,820,073	1,820,073	909,917	(910,156)
Miscellaneous permits	1,051	1,051	500	(551)
Total licenses and permits	<u>84,786,631</u>	<u>84,786,631</u>	<u>83,402,354</u>	<u>(1,384,277)</u>
Intergovernmental:				
Other federal revenues	11,000	11,000		(11,000)
Consolidated tax	279,525,538	279,525,538	250,913,934	(28,611,604)
Other state revenues	61,000	61,000	88,581	27,581
County gaming licenses (city share)	3,731,013	3,731,013	3,740,723	9,710
Contributions from other governments			0	-
Other local government revenues	822,428	822,428	713,546	(108,882)
Other local units payment in lieu of taxes	102,008	102,008	155,177	53,169
Total intergovernmental	<u>284,252,987</u>	<u>284,252,987</u>	<u>255,611,961</u>	<u>(28,641,026)</u>
Charges for services:				
General government:				
Intracity reimbursable charges	4,069,541	4,069,541	3,599,896	(469,645)
Planning and development charges	742,902	742,902	659,738	(83,164)
Business license application fees	370,754	370,754	322,901	(47,853)
Other	462,334	462,334	298,263	(164,071)
Total general government	<u>5,645,531</u>	<u>5,645,531</u>	<u>4,880,798</u>	<u>(764,733)</u>
Judicial:				
Financial counseling fees	410,313	410,313	403,615	(6,698)
Court counseling fees	1,286,849	1,286,849	1,384,243	97,394
Traffic school fees	783,650	783,650	749,732	(33,918)
Assessment center fees	101,781	101,781	110,573	8,792
Court fees	1,987,142	1,987,142	2,154,198	167,056
Other	39,919	39,919	44,641	4,722
Total judicial	<u>4,609,654</u>	<u>4,609,654</u>	<u>4,847,002</u>	<u>237,348</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, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>Actual</u>
Charges for services (continued):				
Public safety:				
Intracity reimbursable charges	281,668	281,668	138,285	(143,383)
EMS transport	2,225,674	2,225,674	2,765,894	540,220
Inmate housing	6,631,396	6,631,396	5,950,553	(680,843)
Other	1,384,449	1,384,449	1,367,997	(16,452)
Total public safety	<u>10,523,187</u>	<u>10,523,187</u>	<u>10,222,729</u>	<u>(300,458)</u>
Public works:				
Intracity reimbursable charges	2,880,214	2,880,214	3,747,871	867,657
Other	236,805	236,805	112,125	(124,680)
Total public works	<u>3,117,019</u>	<u>3,117,019</u>	<u>3,859,996</u>	<u>742,977</u>
Health:				
Animal shelter fees	12,000	12,000	14,160	2,160
Total health	<u>12,000</u>	<u>12,000</u>	<u>14,160</u>	<u>2,160</u>
Culture and recreation:				
Intracity reimbursable charges	17,883	17,883	19,739	1,856
Recreation fees	2,914,692	2,914,692	3,320,074	405,382
Theater admissions	132,272	132,272	96,312	(35,960)
Swimming pool fees	332,495	332,495	271,560	(60,935)
Softball fees	254,367	254,367		(254,367)
Other	153,983	153,983	162,697	8,714
Total culture and recreation	<u>3,805,692</u>	<u>3,805,692</u>	<u>3,870,382</u>	<u>64,690</u>
Economic development and assistance:				
Intracity reimbursable charges	154,510	154,510	2,998	(151,512)
Total economic development and assistance	<u>154,510</u>	<u>154,510</u>	<u>2,998</u>	<u>(151,512)</u>
Transit systems:				
Transport fees	146,535	146,535	146,488	(47)
Total transit systems	<u>146,535</u>	<u>146,535</u>	<u>146,488</u>	<u>(47)</u>
Total charges for services	<u>28,014,128</u>	<u>28,014,128</u>	<u>27,844,553</u>	<u>(169,575)</u>
Fines and forfeits:				
Court fines	16,722,498	16,722,498	17,557,150	834,652
Forfeited bail	369,245	369,245	481,229	111,984
Total fines and forfeits	<u>17,091,743</u>	<u>17,091,743</u>	<u>18,038,379</u>	<u>946,636</u>
Interest	3,237,990	3,237,990	3,711,593	473,603
Miscellaneous:				
Rents and royalties	1,559,835	1,559,835	2,916,050	1,356,215
Contributions and donations	204,427	204,427		(204,427)
Other	581,829	581,829	1,706,798	1,124,969
Total miscellaneous	<u>2,346,091</u>	<u>2,346,091</u>	<u>4,622,848</u>	<u>2,276,757</u>
Total revenues	<u>537,553,174</u>	<u>537,553,174</u>	<u>509,806,113</u>	<u>(27,747,061)</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, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>		<u>(Negative)</u>
Expenditures By Function and Activity				
General government:				
Legislative:				
City council:				
Salaries and wages	1,807,300	1,807,300	1,518,770	288,530
Employee benefits	1,163,910	1,163,910	893,761	270,149
Services and supplies	653,641	453,641	525,935	(72,294)
Total city council	<u>3,624,851</u>	<u>3,424,851</u>	<u>2,938,466</u>	<u>486,385</u>
Executive:				
City manager:				
Salaries and wages	2,462,840	2,462,840	2,378,886	83,954
Employee benefits	1,591,290	1,591,290	1,501,967	89,323
Services and supplies	1,633,746	1,483,746	1,189,482	294,264
Total city manager	<u>5,687,876</u>	<u>5,537,876</u>	<u>5,070,335</u>	<u>467,541</u>
Financial administration:				
City attorney:				
Salaries and wages	2,507,390	2,507,390	2,390,103	117,287
Employee benefits	1,624,540	1,624,540	1,497,240	127,300
Services and supplies	497,789	1,977,789	1,624,259	353,530
Total city attorney	<u>4,629,719</u>	<u>6,109,719</u>	<u>5,511,602</u>	<u>598,117</u>
City clerk:				
Salaries and wages	1,119,150	1,119,150	908,682	210,468
Employee benefits	722,880	722,880	576,453	146,427
Services and supplies	476,285	326,285	399,626	(73,341)
Total city clerk	<u>2,318,315</u>	<u>2,168,315</u>	<u>1,884,761</u>	<u>283,554</u>
Internal audit:				
Salaries and wages	610,480	610,480	610,040	440
Employee benefits	396,830	396,830	385,855	10,975
Services and supplies	127,367	127,367	71,929	55,438
Total internal audit	<u>1,134,677</u>	<u>1,134,677</u>	<u>1,067,824</u>	<u>66,853</u>
Human resources:				
Salaries and wages	2,655,610	2,655,610	2,346,641	308,969
Employee benefits	1,695,660	1,695,660	1,488,915	206,745
Services and supplies	992,306	857,306	746,969	110,337
Total human resources	<u>5,343,576</u>	<u>5,208,576</u>	<u>4,582,525</u>	<u>626,051</u>
Finance and business services:				
Salaries and wages	5,358,128	5,358,128	5,116,531	241,597
Employee benefits	3,466,010	3,466,010	3,269,824	196,186
Services and supplies	1,913,532	1,713,532	1,426,710	286,822
Total finance and business services	<u>10,737,670</u>	<u>10,537,670</u>	<u>9,813,065</u>	<u>724,605</u>
Total financial administration	<u>24,163,957</u>	<u>25,158,957</u>	<u>22,859,777</u>	<u>2,299,180</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, 2008

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
General government (continued):				
Other:				
Planning and development:				
Salaries and wages	3,739,940	3,739,940	3,446,297	293,643
Employee benefits	2,377,570	2,377,570	2,186,307	191,263
Services and supplies	858,050	683,050	670,862	12,188
Total planning and development	<u>6,975,560</u>	<u>6,800,560</u>	<u>6,303,466</u>	<u>497,094</u>
Information technologies:				
Salaries and wages	5,137,081	5,137,081	4,812,644	324,437
Employee benefits	3,320,040	3,320,040	3,069,983	250,057
Services and supplies	2,859,585	2,559,585	2,414,401	145,184
Capital outlay			19,358	(19,358)
Total information technologies	<u>11,316,706</u>	<u>11,016,706</u>	<u>10,316,386</u>	<u>700,320</u>
Utilities:				
Services and supplies	<u>20,224,000</u>	<u>19,924,000</u>	<u>18,277,886</u>	<u>1,646,114</u>
Nondepartmental:				
Employee benefits			33,033	(33,033)
Services and supplies	6,125,000	6,805,000	2,426,834	4,378,166
Total non-departmental	<u>6,125,000</u>	<u>6,805,000</u>	<u>2,459,867</u>	<u>4,345,133</u>
Architectural services:				
Salaries and wages	974,480	974,480	908,937	65,543
Employee benefits	633,430	633,430	588,016	45,414
Services and supplies	185,397	185,397	97,615	87,782
Total architectural services	<u>1,793,307</u>	<u>1,793,307</u>	<u>1,594,568</u>	<u>198,739</u>
Purchasing and contracts:				
Salaries and wages	1,845,450	1,845,450	1,621,706	223,744
Employee benefits	1,195,740	1,195,740	1,046,448	149,292
Services and supplies	240,649	165,649	226,015	(60,366)
Total purchasing and contracts	<u>3,281,839</u>	<u>3,206,839</u>	<u>2,894,169</u>	<u>312,670</u>
Facilities management:				
Salaries and wages	6,017,360	6,017,360	5,504,692	512,668
Employee benefits	3,878,270	3,878,270	3,549,773	328,497
Services and supplies	4,173,582	3,691,582	4,134,072	(442,490)
Capital outlay			57,921	(57,921)
Total facilities management	<u>14,069,212</u>	<u>13,587,212</u>	<u>13,246,458</u>	<u>340,754</u>
Field operations administration:				
Salaries and wages	311,050	311,050	314,745	(3,695)
Employee benefits	202,180	202,180	199,409	2,771
Services and supplies	50,165	57,165	49,471	7,694
Total field operations	<u>563,395</u>	<u>570,395</u>	<u>563,625</u>	<u>6,770</u>
Total other	<u>64,349,019</u>	<u>63,704,019</u>	<u>55,656,425</u>	<u>8,047,594</u>
Total general government	<u>97,825,703</u>	<u>97,825,703</u>	<u>86,525,003</u>	<u>11,300,700</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, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
General government (continued):				
Judicial:				
Municipal courts:				
Municipal courts:				
Salaries and wages	9,167,995	9,167,995	8,356,971	811,024
Employee benefits	6,113,040	6,113,040	5,323,026	790,014
Services and supplies	4,275,814	4,275,814	3,649,999	625,815
Total municipal court	<u>19,556,849</u>	<u>19,556,849</u>	<u>17,329,996</u>	<u>2,226,853</u>
City attorney-criminal division:				
Salaries and wages	2,325,100	2,325,100	2,244,953	80,147
Employee benefits	1,564,750	1,564,750	1,441,916	122,834
Services and supplies	779,576	779,576	596,636	182,940
Total city attorney- criminal division	<u>4,669,426</u>	<u>4,669,426</u>	<u>4,283,505</u>	<u>385,921</u>
Public defender:				
Public defender:				
Services and supplies	485,296	485,296	441,327	43,969
Total public defender	<u>485,296</u>	<u>485,296</u>	<u>441,327</u>	<u>43,969</u>
Alternative sentencing and education:				
Alternative sentencing and education:				
Salaries and wages	2,117,390	2,117,390	1,968,784	148,606
Employee benefits	1,319,900	1,319,900	1,200,196	119,704
Services and supplies	678,168	678,168	667,276	10,892
Capital outlay	48,005	48,005	39,236	8,769
Total alternative sentencing and education	<u>4,163,463</u>	<u>4,163,463</u>	<u>3,875,492</u>	<u>287,971</u>
Total judicial	<u>28,875,034</u>	<u>28,875,034</u>	<u>25,930,320</u>	<u>2,944,714</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, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Public safety:				
Police:				
Metro police department:				
Services and supplies	137,196,361	137,196,361	136,776,093	420,268
Total metro police department	<u>137,196,361</u>	<u>137,196,361</u>	<u>136,776,093</u>	<u>420,268</u>
City marshals:				
Salaries and wages	5,276,429	5,276,429	4,747,893	528,536
Employee benefits	4,204,780	4,204,780	3,860,703	344,077
Services and supplies	1,805,940	1,805,940	1,150,613	655,327
Total city marshals	<u>11,287,149</u>	<u>11,287,149</u>	<u>9,759,209</u>	<u>1,527,940</u>
Total police	<u>148,483,510</u>	<u>148,483,510</u>	<u>146,535,302</u>	<u>1,948,208</u>
Fire:				
Fire and rescue:				
Salaries and wages	59,663,483	59,663,483	52,678,175	6,985,308
Employee benefits	41,870,340	41,870,340	43,394,619	(1,524,279)
Services and supplies	12,596,629	12,596,629	12,242,905	353,724
Total fire and rescue	<u>114,130,452</u>	<u>114,130,452</u>	<u>108,315,699</u>	<u>5,814,753</u>
Corrections:				
Detention and correctional services:				
Salaries and wages	21,712,547	21,712,547	20,658,247	1,054,300
Employee benefits	16,143,890	16,143,890	16,209,164	(65,274)
Services and supplies	12,848,301	12,848,301	9,834,560	3,013,741
Capital outlay			22,861	(22,861)
Total detention and correctional services	<u>50,704,738</u>	<u>50,704,738</u>	<u>46,724,832</u>	<u>3,979,906</u>
Other protection:				
Traffic engineering:				
Salaries and wages	7,039,030	7,039,030	6,077,161	961,869
Employee benefits	4,471,340	4,471,340	3,893,304	578,036
Services and supplies	2,852,993	2,852,993	3,114,334	(261,341)
Capital outlay			13,546	(13,546)
Total traffic engineering	<u>14,363,363</u>	<u>14,363,363</u>	<u>13,098,345</u>	<u>1,265,018</u>
Neighborhood response:				
Salaries and wages	1,406,443	1,406,443	1,292,337	114,106
Employee benefits	909,890	909,890	836,420	73,470
Services and supplies	452,570	452,570	362,896	89,674
Total neighborhood response	<u>2,768,903</u>	<u>2,768,903</u>	<u>2,491,653</u>	<u>277,250</u>
Total other protection	<u>17,132,266</u>	<u>17,132,266</u>	<u>15,589,998</u>	<u>1,542,268</u>
Total public safety	<u>330,450,966</u>	<u>330,450,966</u>	<u>317,165,831</u>	<u>13,285,135</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, 2008

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Public works:				
Administration:				
Public works administration:				
Salaries and wages	688,250	688,250	623,129	65,121
Employee benefits	447,360	447,360	394,257	53,103
Services and supplies	291,678	291,678	195,879	95,799
Capital outlay			12,050	(12,050)
Total public works administration	<u>1,427,288</u>	<u>1,427,288</u>	<u>1,225,315</u>	<u>201,973</u>
Engineering:				
Engineering and planning:				
Salaries and wages	9,768,980	9,768,980	9,075,085	693,895
Employee benefits	6,283,800	6,283,800	5,799,897	483,903
Services and supplies	2,874,330	2,874,330	1,748,946	1,125,384
Capital outlay			46,854	(46,854)
Total engineering and planning	<u>18,927,110</u>	<u>18,927,110</u>	<u>16,670,782</u>	<u>2,256,328</u>
Paved streets:				
Street maintenance:				
Salaries and wages	887,707	887,707	860,143	27,564
Employee benefits	557,030	557,030	558,483	(1,453)
Services and supplies	731,368	731,368	616,966	114,402
Total street maintenance	<u>2,176,105</u>	<u>2,176,105</u>	<u>2,035,592</u>	<u>140,513</u>
Total public works	<u>22,530,503</u>	<u>22,530,503</u>	<u>19,931,689</u>	<u>2,598,814</u>
Health:				
Animal control:				
Animal care and control:				
Salaries and wages	940,579	940,579	898,673	41,906
Employee benefits	570,600	570,600	547,365	23,235
Services and supplies	1,108,346	1,158,346	1,146,660	11,686
Total animal care and control	<u>2,619,525</u>	<u>2,669,525</u>	<u>2,592,698</u>	<u>76,827</u>
Cemetery operation:				
Woodlawn cemetery:				
Services and supplies	70,000	120,000	124,881	(4,881)
Total Woodlawn cemetery	<u>70,000</u>	<u>120,000</u>	<u>124,881</u>	<u>(4,881)</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>2,739,525</u>	<u>2,839,525</u>	<u>2,717,579</u>	<u>121,946</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, 2008

	<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	2,506,516	2,506,516	2,121,255	385,261
Employee benefits	1,441,460	1,441,460	1,276,977	164,483
Services and supplies	1,479,803	1,479,803	1,159,531	320,272
Total administration	<u>5,427,779</u>	<u>5,427,779</u>	<u>4,557,763</u>	<u>870,016</u>
Participant recreation:				
Recreation and adaptive programming:				
Salaries and wages	8,291,713	8,291,713	7,828,214	463,499
Employee benefits	4,122,240	4,122,240	3,862,234	260,006
Services and supplies	4,059,129	4,059,129	3,847,348	211,781
Total recreation and adaptive programming	<u>16,473,082</u>	<u>16,473,082</u>	<u>15,537,796</u>	<u>935,286</u>
Spectator recreation:				
Cultural and community affairs:				
Salaries and wages	2,156,638	2,156,638	2,068,081	88,557
Employee benefits	1,167,250	1,167,250	1,162,680	4,570
Services and supplies	1,035,542	1,035,542	883,084	152,458
Capital outlay	5,050	5,050	21,720	(16,670)
Total cultural and community affairs	<u>4,364,480</u>	<u>4,364,480</u>	<u>4,135,565</u>	<u>228,915</u>
Parks:				
Parks and open spaces:				
Salaries and wages	7,725,648	7,725,648	7,097,690	627,958
Employee benefits	4,922,310	4,922,310	4,569,359	352,951
Services and supplies	5,293,948	5,293,948	5,264,420	29,528
Total parks and open spaces	<u>17,941,906</u>	<u>17,941,906</u>	<u>16,931,469</u>	<u>1,010,437</u>
Senior citizens:				
Senior citizen activities:				
Salaries and wages	1,604,091	1,604,091	1,664,277	(60,186)
Employee benefits	966,190	966,190	991,762	(25,572)
Services and supplies	413,648	413,648	396,903	16,745
Total senior citizen activities	<u>2,983,929</u>	<u>2,983,929</u>	<u>3,052,942</u>	<u>(69,013)</u>
Total culture and recreation	<u>47,191,176</u>	<u>47,191,176</u>	<u>44,215,535</u>	<u>2,975,641</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, 2008

	<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	323,560	323,560	324,851	(1,291)
Employee benefits	210,320	210,320	207,630	2,690
Services and supplies	135,304	135,304	336,091	(200,787)
Total office of business development	<u>669,184</u>	<u>669,184</u>	<u>868,572</u>	<u>(199,388)</u>
Neighborhood services:				
Neighborhood services:				
Salaries and wages	3,470,781	3,470,781	3,062,763	408,018
Employee benefits	2,233,950	2,233,950	1,972,597	261,353
Services and supplies	1,672,529	1,672,529	1,499,610	172,919
Capital outlay			86,521	(86,521)
Total neighborhood services	<u>7,377,260</u>	<u>7,377,260</u>	<u>6,621,491</u>	<u>755,769</u>
Total economic development and assistance	<u>8,046,444</u>	<u>8,046,444</u>	<u>7,490,063</u>	<u>556,381</u>
Transit systems:				
Transportation services:				
Transportation services:				
Salaries and wages	625,929	625,929	526,137	99,792
Employee benefits	355,740	355,740	321,231	34,509
Services and supplies	476,433	476,433	443,513	32,920
Total transportation services	<u>1,458,102</u>	<u>1,458,102</u>	<u>1,290,881</u>	<u>167,221</u>
Total transit systems	<u>1,458,102</u>	<u>1,458,102</u>	<u>1,290,881</u>	<u>167,221</u>
Total expenditures	<u>539,117,453</u>	<u>539,217,453</u>	<u>505,266,901</u>	<u>33,950,552</u>
Excess of revenues over expenditures	<u>\$ (1,564,279)</u>	<u>\$ (1,664,279)</u>	<u>\$ 4,539,212</u>	<u>\$ 6,203,491</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 122,375,523	\$ 122,375,523	\$ 26,084,212	\$ (96,291,311)
Charges for services			207,635	207,635
Interest	3,000,000	3,000,000	4,029,090	1,029,090
Miscellaneous			1,066,136	1,066,136
Total revenues	<u>125,375,523</u>	<u>125,375,523</u>	<u>31,387,073</u>	<u>(93,988,450)</u>
Expenditures:				
Current:				
Culture and recreation			479,713	(479,713)
Capital outlay:				
Culture and recreation	171,432,440	166,812,440	49,493,893	117,318,547
Total expenditures	<u>171,432,440</u>	<u>166,812,440</u>	<u>49,973,606</u>	<u>116,838,834</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(46,056,917)</u>	<u>(41,436,917)</u>	<u>(18,586,533)</u>	<u>22,850,384</u>
Other financing sources (uses):				
Transfers in	30,938,105	30,938,105	15,802,886	(15,135,219)
Transfers out		(4,620,000)	(4,605,223)	14,777
General obligation bonds issued			12,689,876	12,689,876
Total other financing sources (uses)	<u>30,938,105</u>	<u>26,318,105</u>	<u>23,887,539</u>	<u>(2,430,566)</u>
Net changes in fund balances	(15,118,812)	(15,118,812)	5,301,006	20,419,818
Fund balances, July 1	<u>33,001,024</u>	<u>33,001,024</u>	<u>81,521,036</u>	<u>48,520,012</u>
Fund balances, June 30	<u>\$ 17,882,212</u>	<u>\$ 17,882,212</u>	<u>\$ 86,822,042</u>	<u>\$ 68,939,830</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 104,610,888	\$ 104,610,888	\$ 56,449,631	\$ (48,161,257)
Charges for services			59,286	59,286
Miscellaneous			31,935	31,935
Total revenues	<u>104,610,888</u>	<u>104,610,888</u>	<u>56,540,852</u>	<u>(48,070,036)</u>
Expenditures:				
Current:				
Public works	1,879,382	1,879,382	2,861,144	(981,762)
Capital outlay:				
Public works	102,731,506	102,731,506	54,540,564	48,190,942
Total expenditures	<u>104,610,888</u>	<u>104,610,888</u>	<u>57,401,708</u>	<u>47,209,180</u>
Net changes in fund balances	0	0	(860,856)	(860,856)
Fund balances, July 1	<u>5,043,490</u>	<u>5,043,490</u>	<u>6,425,229</u>	<u>1,381,739</u>
Fund balances, June 30	<u>\$ 5,043,490</u>	<u>\$ 5,043,490</u>	<u>\$ 5,564,373</u>	<u>\$ 520,883</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, 2008

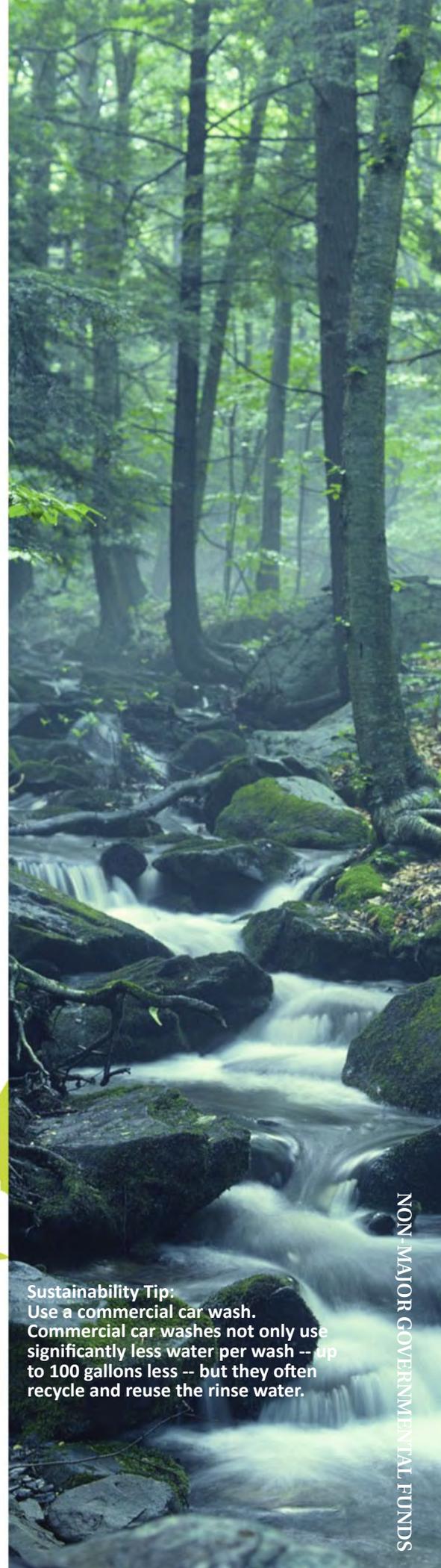
	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Special assessments	\$ 1,562,231	\$ 1,562,231	\$ 14,534,534	\$ 12,972,303
Interest	3,183,278	3,183,278	940,311	(2,242,967)
Miscellaneous			1,225	1,225
Total revenues	<u>4,745,509</u>	<u>4,745,509</u>	<u>15,476,070</u>	<u>10,730,561</u>
Expenditures:				
Current:				
Public works	12,291,402	12,291,402	5,693,405	6,597,997
Capital outlay:				
Public works	26,965,478	26,965,478	3,052,587	23,912,891
Total expenditures	<u>39,256,880</u>	<u>39,256,880</u>	<u>8,745,992</u>	<u>30,510,888</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(34,511,371)</u>	<u>(34,511,371)</u>	<u>6,730,078</u>	<u>41,241,449</u>
Other financing sources (uses):				
Transfers in	1,525,000	1,525,000	1,500,000	(25,000)
Transfers out	(1,507,168)	(1,507,168)	(1,348,320)	158,848
Local improvement bond proceeds	135,200,000	135,200,000		(135,200,000)
Special assessment bonds issued	2,781,000	2,781,000	320,000	(2,461,000)
Total other financing sources (uses)	<u>137,998,832</u>	<u>137,998,832</u>	<u>471,680</u>	<u>(137,527,152)</u>
Net changes in fund balances	103,487,461	103,487,461	7,201,758	(96,285,703)
Fund balances, July 1	<u>19,075,794</u>	<u>19,075,794</u>	<u>19,162,700</u>	<u>86,906</u>
Fund balances, June 30	<u>\$ 122,563,255</u>	<u>\$ 122,563,255</u>	<u>\$ 26,364,458</u>	<u>\$ (96,198,797)</u>

See accompanying independent auditors' report.

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NON-MAJOR GOVERNMENTAL FUNDS



Sustainability Tip:
Use a commercial car wash. Commercial car washes not only use significantly less water per wash -- up to 100 gallons less -- but they often recycle and reuse the rinse water.

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.

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, 2008

		Las Vegas Convention and Visitors Authority	Fremont Street Room Tax	Special Improvement District Administration	Park Construction Program
	<u>Multipurpose</u>	<u>Authority</u>	<u>Tax</u>	<u>Administration</u>	<u>Program</u>
ASSETS					
Cash and cash equivalents	\$ 21,081,787	\$ 1,773,102	\$ 2,396,886	\$ 7,088,313	\$ 12,593,437
Investments	739,788				
Receivables (net of allowances for uncollectibles):					
Property taxes					
Accounts	940			2,766,315	
Interest	146,210		5,446	54,450	93,821
Loans					
Special assessments				12,604	
Intergovernmental	7,438,378	1,863,777			
Due from other funds	55,573				
Land held for resale					
Permanently restricted:					
Cash and cash equivalents					
Investments					
Total assets	<u>\$ 29,462,676</u>	<u>\$ 3,636,879</u>	<u>\$ 2,402,332</u>	<u>\$ 9,921,682</u>	<u>\$ 12,687,258</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 376,786	\$	\$	\$ 18,545	\$
Due to other funds					
Deposits payable	26,857				
Contracts payable					
Loans payable					
Intergovernmental payable	1,714,022				
Deferred revenue	19,100				
Total liabilities	<u>2,136,765</u>	<u>0</u>	<u>0</u>	<u>18,545</u>	<u>0</u>
Fund balances:					
Reserved for:					
Debt service			446,280		
Noncurrent loans receivable					
Land held for resale					
Cemetery perpetual care					
Nonexpendable					
Unreserved:					
Designated for construction projects	756,230	3,636,879		9,903,137	12,687,258
Designated for redevelopment projects					
Undesignated	26,569,681		1,956,052		
Total fund balances	<u>27,325,911</u>	<u>3,636,879</u>	<u>2,402,332</u>	<u>9,903,137</u>	<u>12,687,258</u>
Total liabilities and fund balances	<u>\$ 29,462,676</u>	<u>\$ 3,636,879</u>	<u>\$ 2,402,332</u>	<u>\$ 9,921,682</u>	<u>\$ 12,687,258</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>
\$ 8,477,489	\$ 14,333,059	\$ 5,131,127	\$ 306,053	\$ 2,368,376	\$ 5,244,308	\$ 7,824,510	\$ 88,618,447 739,788
					422,830		422,830
				9,461			2,776,716
59,304	104,722	36,889		15,962	130,894	13,740	661,438
		2,406,896	2,491,942	12,697,409		836,534	18,432,781
							12,604
219,419	1,356,883	117,209	3,756,905				14,752,571
		31,787				4,194	91,554
		573,404				6,035,520	6,608,924
<u>\$ 8,756,212</u>	<u>\$ 15,794,664</u>	<u>\$ 8,297,312</u>	<u>\$ 6,554,900</u>	<u>\$ 15,091,208</u>	<u>\$ 5,798,032</u>	<u>\$ 14,714,498</u>	<u>\$ 133,117,653</u>
\$ 215,068	\$ 706,273	\$ 90,209	\$ 1,367,810	\$ 15,947	\$	\$ 771,062	\$ 3,561,700
			2,552,536			1,963,433	4,515,969
			5,383	410,285		745,116	1,187,641
	210,863					1,017,560	1,228,423
				811,534			811,534
							1,714,022
					356,051		375,151
<u>215,068</u>	<u>917,136</u>	<u>90,209</u>	<u>3,925,729</u>	<u>1,237,766</u>	<u>356,051</u>	<u>4,497,171</u>	<u>13,394,440</u>
							446,280
			26,965				26,965
		573,404				6,035,520	6,608,924
	14,877,528	7,633,699					49,494,731
						4,181,807	4,181,807
<u>8,541,144</u>	<u>14,877,528</u>	<u>8,207,103</u>	<u>2,602,206</u>	<u>13,853,442</u>	<u>5,441,981</u>	<u>10,217,327</u>	<u>58,964,506</u>
<u>8,541,144</u>	<u>14,877,528</u>	<u>8,207,103</u>	<u>2,629,171</u>	<u>13,853,442</u>	<u>5,441,981</u>	<u>10,217,327</u>	<u>119,723,213</u>
<u>\$ 8,756,212</u>	<u>\$ 15,794,664</u>	<u>\$ 8,297,312</u>	<u>\$ 6,554,900</u>	<u>\$ 15,091,208</u>	<u>\$ 5,798,032</u>	<u>\$ 14,714,498</u>	<u>\$ 133,117,653</u>

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CITY OF LAS VEGAS, NEVADA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2008

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	\$ 5,759,100	\$ 8,397,531	\$ 14,156,631
Investments		1,934,938	1,934,938
Receivables (net of allowances for uncollectibles):			
Property taxes	3,433	728,637	732,070
Accounts			
Interest	44,571	11,365	55,936
Loans			
Special assessments			
Intergovernmental		2,015	2,015
Due from other funds			
Land held for resale			
Permanently restricted:			
Cash and cash equivalents			
Investments			
Total assets	<u>\$ 5,807,104</u>	<u>\$ 11,074,486</u>	<u>\$ 16,881,590</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 16,734	\$ 5,329	\$ 22,063
Due to other funds		31,787	31,787
Deposits payable			
Contracts payable			
Loans payable			
Intergovernmental payable			
Deferred revenue	3,361	552,041	555,402
Total liabilities	<u>20,095</u>	<u>589,157</u>	<u>609,252</u>
Fund balances:			
Reserved for:			
Debt service	5,348,731	2,176,000	7,524,731
Noncurrent loans receivable			
Land held for resale			
Cemetery perpetual care			
Nonexpendable			
Unreserved:			
Designated for construction projects			
Designated for redevelopment projects		8,309,329	8,309,329
Undesignated	438,278		438,278
Total fund balances	<u>5,787,009</u>	<u>10,485,329</u>	<u>16,272,338</u>
Total liabilities and fund balances	<u>\$ 5,807,104</u>	<u>\$ 11,074,486</u>	<u>\$ 16,881,590</u>

See accompanying independent auditors' report.

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2008

	CAPITAL			
	General	City Facilities	Fire Services	Public Works
ASSETS				
Cash and cash equivalents	\$ 36,212,006	\$ 24,935,635	\$ 38,161,716	\$ 14,064,371
Investments				
Receivables (net of allowances for uncollectibles):				
Property taxes				
Accounts				332,910
Interest	54,942	177,085	206,425	100,259
Loans				
Special assessments				
Intergovernmental			124,345	133,047
Due from other funds				
Land held for resale				
Permanently restricted				
Cash and cash equivalents				
Investments				
Total assets	\$ 36,266,948	\$ 25,112,720	\$ 38,492,486	\$ 14,630,587
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 2,313,950	\$ 867,376	\$ 3,369,879	\$ 55,225
Due to other funds				
Deposits payable				
Contracts payable	318,525	3,312	206,472	165,000
Loans payable				
Intergovernmental payable				
Deferred revenue				
Total liabilities	2,632,475	870,688	3,576,351	220,225
Fund balances:				
Reserved for:				
Debt service				
Noncurrent loans receivable				
Land held for resale				
Cemetery perpetual care				
Nonexpendable				
Unreserved:				
Designated for construction projects	33,634,473	24,242,032	34,916,135	14,410,362
Designated for redevelopment projects				
Undesignated				
Total fund balances	33,634,473	24,242,032	34,916,135	14,410,362
Total liabilities and fund balances	\$ 36,266,948	\$ 25,112,720	\$ 38,492,486	\$ 14,630,587

See accompanying independent auditors' report.

PROJECT FUNDS			PERMANENT FUND	Total Nonmajor Governmental Funds
Traffic Improvements	Detention and Enforcement	Totals	Cemetery Operations	
\$ 7,716,498	\$ 4,921,695	\$ 126,011,921	\$	\$ 228,786,999
				2,674,726
				1,154,900
		332,910		3,109,626
56,351	36,097	631,159	2,532	1,351,065
				18,432,781
				12,604
275,338		532,730		15,287,316
				91,554
				6,608,924
			227,725	227,725
			1,397,959	1,397,959
<u>\$ 8,048,187</u>	<u>\$ 4,957,792</u>	<u>\$ 127,508,720</u>	<u>\$ 1,628,216</u>	<u>\$ 279,136,179</u>
\$ 140,040	\$ 86,104	\$ 6,832,574	\$	\$ 10,416,337
				4,547,756
				1,187,641
135,710	16,462	845,481		2,073,904
				811,534
				1,714,022
				930,553
<u>275,750</u>	<u>102,566</u>	<u>7,678,055</u>	<u>0</u>	<u>21,681,747</u>
				7,971,011
				26,965
				6,608,924
			1,628,216	1,628,216
7,772,437	4,855,226	119,830,665		169,325,396
				12,491,136
				59,402,784
<u>7,772,437</u>	<u>4,855,226</u>	<u>119,830,665</u>	<u>1,628,216</u>	<u>257,454,432</u>
<u>\$ 8,048,187</u>	<u>\$ 4,957,792</u>	<u>\$ 127,508,720</u>	<u>\$ 1,628,216</u>	<u>\$ 279,136,179</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, 2008

	SPECIAL					
	Multipurpose	Las Vegas Convention and Visitors Authority	Fremont Street Room Tax	Special Improvement District Administration	Park Construction Program	Transportation Programs
Revenues:						
Taxes	\$	\$	\$ 1,910,856	\$	\$ 1,721,000	\$
Licenses and permits	1,008,247					
Intergovernmental	57,474,251	7,630,973				2,300,813
Charges for services	8,363,184			66,985		
Special assessments				2,911,257		
Interest	1,155,539		91,190	470,930	843,798	629,779
Fines and forfeits	179,934					
Miscellaneous	2,350,516				293,496	
Total revenues	70,531,671	7,630,973	2,002,046	3,449,172	2,858,294	2,930,592
Expenditures:						
Current:						
General government	10,603,002			4,600,545	13,590	
Judicial	2,158,756					
Public safety	1,118,181					
Public works						10,760
Health	101,078					
Welfare	1,119,288					
Culture and recreation	40,922,239					
Economic development and assistance	164,471		417,188			
Debt service:						
Principal retirement						
Interest and fiscal charges						
Capital outlay:						
General government						
Public safety	22,440					
Public works						
Economic development and assistance						
Total expenditures	56,209,455	0	417,188	4,600,545	13,590	10,760
Excess (deficiency) of revenues over (under) expenditures	14,322,216	7,630,973	1,584,858	(1,151,373)	2,844,704	2,919,832
Other financing sources (uses):						
Transfers in	343,005			273,614		
Transfers out	(9,995,433)	(5,081,780)	(1,273,865)	(1,500,000)	(4,269,000)	(5,932,470)
Sale of capital assets						
General obligation bonds issued						
Premium (discount)						
Total other financing sources (uses)	(9,652,428)	(5,081,780)	(1,273,865)	(1,226,386)	(4,269,000)	(5,932,470)
Net changes in fund balances	4,669,788	2,549,193	310,993	(2,377,759)	(1,424,296)	(3,012,638)
Fund balances, July 1	22,656,123	1,087,686	2,091,339	12,280,896	14,111,554	11,553,782
Fund balances, June 30	\$ 27,325,911	\$ 3,636,879	\$ 2,402,332	\$ 9,903,137	\$ 12,687,258	\$ 8,541,144

See accompanying independent auditors' report.

REVENUE FUNDS

Street Maintenance	Housing Program	Housing and Urban Development	Industrial Development	Fire Safety Initiative	City of Las Vegas Redevelopment Agency	Totals
\$	\$	\$	\$	\$ 16,572,168	\$	\$ 20,204,024
						1,008,247
8,278,648	1,688,709	12,104,439				89,477,833
		219,842				8,650,011
						2,911,257
880,160	258,635		61,146	929,729	211,695	5,532,601
						179,934
<u>15,067</u>	<u>31,596</u>	<u>638,067</u>	<u>3,056,882</u>		<u>36,954</u>	<u>6,422,578</u>
<u>9,173,875</u>	<u>1,978,940</u>	<u>12,962,348</u>	<u>3,118,028</u>	<u>17,501,897</u>	<u>248,649</u>	<u>134,386,485</u>
						15,217,137
						2,158,756
				10,885		1,129,066
9,589,986						9,600,746
						101,078
						1,119,288
						40,922,239
	2,954,199	9,495,500	1,247,081		3,700,971	17,979,410
						22,440
	<u>65,825</u>				<u>9,270,054</u>	<u>9,335,879</u>
<u>9,589,986</u>	<u>3,020,024</u>	<u>9,495,500</u>	<u>1,247,081</u>	<u>10,885</u>	<u>12,971,025</u>	<u>97,586,039</u>
<u>(416,111)</u>	<u>(1,041,084)</u>	<u>3,466,848</u>	<u>1,870,947</u>	<u>17,491,012</u>	<u>(12,722,376)</u>	<u>36,800,446</u>
	3,864,638				4,978,506	9,459,763
	(531,088)	(4,382,799)		(16,426,269)	(1,400,000)	(50,792,704)
<u>0</u>	<u>3,333,550</u>	<u>(4,382,799)</u>	<u>0</u>	<u>(16,426,269)</u>	<u>3,578,506</u>	<u>(41,332,941)</u>
(416,111)	2,292,466	(915,951)	1,870,947	1,064,743	(9,143,870)	(4,532,495)
<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>\$ 14,877,528</u>	<u>\$ 8,207,103</u>	<u>\$ 2,629,171</u>	<u>\$ 13,853,442</u>	<u>\$ 5,441,981</u>	<u>\$ 10,217,327</u>	<u>\$ 119,723,213</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, 2008

	DEBT SERVICE FUNDS		
	City of Las Vegas	City of Las Vegas Redevelopment Agency	Totals
Revenues:			
Taxes	\$ 30,065	\$ 21,470,211	\$ 21,500,276
Licenses and permits			
Intergovernmental			
Charges for services			
Special assessments			
Interest	419,769	431,543	851,312
Fines and forfeits			
Miscellaneous			
Total revenues	449,834	21,901,754	22,351,588
Expenditures:			
Current:			
General government			
Judicial			
Public safety			
Public works			
Health			
Welfare			
Culture and recreation			
Economic development and assistance			
Debt service:			
Principal retirement	19,648,367	3,680,000	23,328,367
Interest and fiscal charges	9,898,964	1,350,635	11,249,599
Capital outlay:			
General government			
Public safety			
Public works			
Economic development and assistance			
Total expenditures	29,547,331	5,030,635	34,577,966
Excess (deficiency) of revenues over (under) expenditures	(29,097,497)	16,871,119	(12,226,378)
Other financing sources (uses):			
Transfers in	24,583,695	268,700	24,852,395
Transfers out		(9,124,638)	(9,124,638)
Sale of capital assets			
General obligation bonds issued			
Premium (discount)			
Total other financing sources (uses)	24,583,695	(8,855,938)	15,727,757
Net changes in fund balances	(4,513,802)	8,015,181	3,501,379
Fund balances, July 1	10,300,811	2,470,148	12,770,959
Fund balances, June 30	\$ 5,787,009	\$ 10,485,329	\$ 16,272,338

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, 2008

	CAPITAL				
	General	City Facilities	Fire Services	Public Works	Traffic Improvements
Revenues:					
Taxes	\$	\$	\$	\$	\$
Licenses and permits					771,224
Intergovernmental		62,100	189,502	3,609,701	1,726,487
Charges for services				173	
Special assessments					
Interest	1,645,562	1,772,519	1,921,349	614,559	466,893
Fines and forfeits					
Miscellaneous	<u>5,599</u>	<u>3,377</u>	<u>4,075</u>	<u>111,400</u>	<u>3,488</u>
Total revenues	<u>1,651,161</u>	<u>1,837,996</u>	<u>2,114,926</u>	<u>4,335,833</u>	<u>2,968,092</u>
Expenditures:					
Current:					
General government		30,949			
Judicial					
Public safety			117,355		7,263
Public works				8,582	
Health					
Welfare					
Culture and recreation					
Economic development and assistance	7,470				
Debt service:					
Principal retirement					
Interest and fiscal charges					
Capital outlay:					
General government		32,814,072			
Public safety			6,732,006		3,735,547
Public works				5,196,900	
Economic development and assistance	<u>8,198,502</u>	<u>32,814,072</u>	<u>6,732,006</u>	<u>5,196,900</u>	<u>3,735,547</u>
Total expenditures	<u>8,205,972</u>	<u>32,845,021</u>	<u>6,849,361</u>	<u>5,205,482</u>	<u>3,742,810</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,554,811)</u>	<u>(31,007,025)</u>	<u>(4,734,435)</u>	<u>(869,649)</u>	<u>(774,718)</u>
Other financing sources (uses):					
Transfers in		5,116,475	5,400,000	5,379,782	314,655
Transfers out		(618,758)			
Sale of capital assets		1,473,734			
General obligation bonds issued			10,000,000		
Premium (discount)			<u>151,873</u>		
Total other financing sources (uses)	<u>0</u>	<u>5,971,451</u>	<u>15,551,873</u>	<u>5,379,782</u>	<u>314,655</u>
Net changes in fund balances	(6,554,811)	(25,035,574)	10,817,438	4,510,133	(460,063)
Fund balances, July 1	<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>
Fund balances, June 30	<u>\$ 33,634,473</u>	<u>\$ 24,242,032</u>	<u>\$ 34,916,135</u>	<u>\$ 14,410,362</u>	<u>\$ 7,772,437</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
\$	\$	\$	\$	\$	\$
			771,224		41,704,300
			5,587,790		1,779,471
			173	41,994	95,065,623
					8,692,178
					2,911,257
306,834		26	6,727,742	(9,472)	13,102,183
					179,934
			127,939		6,550,517
<u>306,834</u>	<u>0</u>	<u>26</u>	<u>13,214,868</u>	<u>32,522</u>	<u>169,985,463</u>
			30,949		15,248,086
					2,158,756
4,863			129,481		1,258,547
			8,582		9,609,328
				82,773	183,851
					1,119,288
					40,922,239
			7,470		17,986,880
					23,328,367
					11,249,599
			32,814,072		32,814,072
1,227,228			11,694,781		11,717,221
			5,196,900		5,196,900
			8,198,502		17,534,381
<u>1,232,091</u>	<u>0</u>	<u>0</u>	<u>58,080,737</u>	<u>82,773</u>	<u>190,327,515</u>
(925,257)	0	26	(44,865,869)	(50,251)	(20,342,052)
257,800			16,468,712		50,780,870
	(616,475)	(176,115)	(1,411,348)		(61,328,690)
			1,473,734		1,473,734
			10,000,000		10,000,000
			151,873		151,873
<u>257,800</u>	<u>(616,475)</u>	<u>(176,115)</u>	<u>26,682,971</u>	<u>0</u>	<u>1,077,787</u>
(667,457)	(616,475)	(176,089)	(18,182,898)	(50,251)	(19,264,265)
<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>4,855,226</u>	\$ <u>0</u>	\$ <u>0</u>	\$ <u>119,830,665</u>	\$ <u>1,628,216</u>	\$ <u>257,454,432</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Licenses and permits	\$ 402,472	\$ 402,472	\$ 1,008,247	\$ 605,775
Intergovernmental	22,777,808	22,777,808	57,474,251	34,696,443
Charges for services	8,018,935	8,018,935	8,363,184	344,249
Interest	1,011,388	1,011,388	1,155,539	144,151
Fines and forfeits	200,000	200,000	179,934	(20,066)
Miscellaneous	1,695,776	1,695,776	2,350,516	654,740
Total revenues	<u>34,106,379</u>	<u>34,106,379</u>	<u>70,531,671</u>	<u>36,425,292</u>
Expenditures:				
Current:				
General government	12,501,036	12,111,036	10,603,002	1,508,034
Judicial	2,921,860	2,921,860	2,158,756	763,104
Public safety	2,650,870	2,560,870	1,118,181	1,442,689
Health	70,000	110,000	101,078	8,922
Welfare	1,369,177	1,369,177	1,119,288	249,889
Culture and recreation	6,940,990	6,940,990	40,922,239	(33,981,249)
Economic development and assistance	202,582	252,582	164,471	88,111
Capital outlay:				
Judicial	80,972	80,972		80,972
Public safety			22,440	(22,440)
Total expenditures	<u>26,737,487</u>	<u>26,347,487</u>	<u>56,209,455</u>	<u>(29,861,968)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,368,892</u>	<u>7,758,892</u>	<u>14,322,216</u>	<u>6,563,324</u>
Other financing sources (uses):				
Transfers in	681,000	681,000	343,005	(337,995)
Transfers out	(9,560,000)	(9,950,000)	(9,995,433)	(45,433)
Total other financing sources (uses)	<u>(8,879,000)</u>	<u>(9,269,000)</u>	<u>(9,652,428)</u>	<u>(383,428)</u>
Net changes in fund balances	(1,510,108)	(1,510,108)	4,669,788	6,179,896
Fund balances, July 1	<u>20,939,911</u>	<u>20,939,911</u>	<u>22,656,123</u>	<u>1,716,212</u>
Fund balances, June 30	<u>\$ 19,429,803</u>	<u>\$ 19,429,803</u>	<u>\$ 27,325,911</u>	<u>\$ 7,896,108</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, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 7,075,396	\$ 7,075,396	\$ 7,630,973	\$ 555,577
Interest	<u>2,000</u>	<u>2,000</u>		<u>(2,000)</u>
Total revenues	<u>7,077,396</u>	<u>7,077,396</u>	<u>7,630,973</u>	<u>553,577</u>
Other financing sources (uses):				
Transfers out	<u>(7,986,396)</u>	<u>(7,986,396)</u>	<u>(5,081,780)</u>	<u>2,904,616</u>
Total other financing sources (uses)	<u>(7,986,396)</u>	<u>(7,986,396)</u>	<u>(5,081,780)</u>	<u>2,904,616</u>
Net changes in fund balances	(909,000)	(909,000)	2,549,193	3,458,193
Fund balances, July 1	<u>909,441</u>	<u>909,441</u>	<u>1,087,686</u>	<u>178,245</u>
Fund balances, June 30	<u>\$ 441</u>	<u>\$ 441</u>	<u>\$ 3,636,879</u>	<u>\$ 3,636,438</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 1,614,809	\$ 1,614,809	\$ 1,910,856	\$ 296,047
Interest	<u>55,055</u>	<u>55,055</u>	<u>91,190</u>	<u>36,135</u>
Total revenues	<u>1,669,864</u>	<u>1,669,864</u>	<u>2,002,046</u>	<u>332,182</u>
Expenditures:				
Current:				
Economic development and assistance	<u>415,000</u>	<u>420,000</u>	<u>417,188</u>	<u>2,812</u>
Total expenditures	<u>415,000</u>	<u>420,000</u>	<u>417,188</u>	<u>2,812</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,254,864</u>	<u>1,249,864</u>	<u>1,584,858</u>	<u>334,994</u>
Other financing sources (uses):				
Transfers out	<u>(1,273,865)</u>	<u>(1,273,865)</u>	<u>(1,273,865)</u>	
Total other financing sources (uses)	<u>(1,273,865)</u>	<u>(1,273,865)</u>	<u>(1,273,865)</u>	<u>0</u>
Net changes in fund balances	(19,001)	(24,001)	310,993	334,994
Fund balances, July 1	<u>1,993,427</u>	<u>1,998,427</u>	<u>2,091,339</u>	<u>92,912</u>
Fund balances, June 30	<u>\$ 1,974,426</u>	<u>\$ 1,974,426</u>	<u>\$ 2,402,332</u>	<u>\$ 427,906</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, 2008

	<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	\$ 66,985	\$ 30,365
Special assessments	2,731,435	2,731,435	2,911,257	179,822
Interest	<u>492,432</u>	<u>492,432</u>	<u>470,930</u>	<u>(21,502)</u>
Total revenues	<u>3,260,487</u>	<u>3,260,487</u>	<u>3,449,172</u>	<u>188,685</u>
Expenditures:				
Current:				
General government	2,355,038	2,355,038	4,600,545	(2,245,507)
Total expenditures	<u>2,355,038</u>	<u>2,355,038</u>	<u>4,600,545</u>	<u>(2,245,507)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>905,449</u>	<u>905,449</u>	<u>(1,151,373)</u>	<u>(2,056,822)</u>
Other financing sources (uses):				
Transfers in	304,400	304,400	273,614	(30,786)
Transfers out	<u>(1,525,000)</u>	<u>(1,525,000)</u>	<u>(1,500,000)</u>	<u>25,000</u>
Total other financing sources (uses)	<u>(1,220,600)</u>	<u>(1,220,600)</u>	<u>(1,226,386)</u>	<u>(5,786)</u>
Net changes in fund balances	(315,151)	(315,151)	(2,377,759)	(2,062,608)
Fund balances, July 1	<u>11,964,420</u>	<u>11,964,420</u>	<u>12,280,896</u>	<u>316,476</u>
Fund balances, June 30	<u>\$ 11,649,269</u>	<u>\$ 11,649,269</u>	<u>\$ 9,903,137</u>	<u>\$ (1,746,132)</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 1,715,000	\$ 1,715,000	\$ 1,721,000	\$ 6,000
Interest	262,000	262,000	843,798	581,798
Miscellaneous			293,496	293,496
Total revenues	<u>1,977,000</u>	<u>1,977,000</u>	<u>2,858,294</u>	<u>881,294</u>
Expenditures:				
Current:				
General government			13,590	(13,590)
Culture and recreation		15,000		15,000
Total expenditures	<u>0</u>	<u>15,000</u>	<u>13,590</u>	<u>1,410</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,977,000</u>	<u>1,962,000</u>	<u>2,844,704</u>	<u>882,704</u>
Other financing sources (uses):				
Transfers out	<u>(15,846,000)</u>	<u>(15,831,000)</u>	<u>(4,269,000)</u>	<u>11,562,000</u>
Total other financing sources (uses)	<u>(15,846,000)</u>	<u>(15,831,000)</u>	<u>(4,269,000)</u>	<u>11,562,000</u>
Net changes in fund balances	(13,869,000)	(13,869,000)	(1,424,296)	12,444,704
Fund balances, July 1	<u>14,120,509</u>	<u>14,120,509</u>	<u>14,111,554</u>	<u>(8,955)</u>
Fund balances, June 30	<u>\$ 251,509</u>	<u>\$ 251,509</u>	<u>\$ 12,687,258</u>	<u>\$ 12,435,749</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 2,385,961	\$ 2,385,961	\$ 2,300,813	\$ (85,148)
Interest	<u>466,523</u>	<u>466,523</u>	<u>629,779</u>	<u>163,256</u>
Total revenues	<u>2,852,484</u>	<u>2,852,484</u>	<u>2,930,592</u>	<u>78,108</u>
Expenditures:				
Current:				
Public works	<u>5,000</u>	<u>15,000</u>	<u>10,760</u>	<u>4,240</u>
Total expenditures	<u>5,000</u>	<u>15,000</u>	<u>10,760</u>	<u>4,240</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,847,484</u>	<u>2,837,484</u>	<u>2,919,832</u>	<u>82,348</u>
Other financing sources (uses):				
Transfers out	<u>(5,932,470)</u>	<u>(5,932,470)</u>	<u>(5,932,470)</u>	<u>0</u>
Total other financing sources (uses)	<u>(5,932,470)</u>	<u>(5,932,470)</u>	<u>(5,932,470)</u>	<u>0</u>
Net changes in fund balances	(3,084,986)	(3,094,986)	(3,012,638)	82,348
Fund balances, July 1	<u>11,209,246</u>	<u>11,219,246</u>	<u>11,553,782</u>	<u>334,536</u>
Fund balances, June 30	<u>\$ 8,124,260</u>	<u>\$ 8,124,260</u>	<u>\$ 8,541,144</u>	<u>\$ 416,884</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 9,002,310	\$ 9,002,310	\$ 8,278,648	\$ (723,662)
Interest	546,742	546,742	880,160	333,418
Miscellaneous			15,067	15,067
Total revenues	<u>9,549,052</u>	<u>9,549,052</u>	<u>9,173,875</u>	<u>(375,177)</u>
Expenditures:				
Current:				
Public works	7,422,000	8,172,000	9,589,986	(1,417,986)
Total expenditures	<u>7,422,000</u>	<u>8,172,000</u>	<u>9,589,986</u>	<u>(1,417,986)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,127,052</u>	<u>1,377,052</u>	<u>(416,111)</u>	<u>(1,793,163)</u>
Other financing sources (uses):				
Transfers out	(1,000,000)	(250,000)		250,000
Total other financing sources (uses)	<u>(1,000,000)</u>	<u>(250,000)</u>	<u>0</u>	<u>250,000</u>
Net changes in fund balances	1,127,052	1,127,052	(416,111)	(1,543,163)
Fund balances, July 1	<u>14,418,989</u>	<u>14,418,989</u>	<u>15,293,639</u>	<u>874,650</u>
Fund balances, June 30	<u>\$ 15,546,041</u>	<u>\$ 15,546,041</u>	<u>\$ 14,877,528</u>	<u>\$ (668,513)</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 4,551,328	\$ 4,551,328	\$ 1,688,709	\$ (2,862,619)
Interest	66,980	66,980	258,635	191,655
Miscellaneous	131,300	131,300	31,596	(99,704)
Total revenues	<u>4,749,608</u>	<u>4,749,608</u>	<u>1,978,940</u>	<u>(2,770,668)</u>
Expenditures:				
Current:				
Economic development and assistance	8,271,846	8,271,846	2,954,199	5,317,647
Capital outlay:				
Economic development and assistance	2,000,000	2,000,000	65,825	1,934,175
Total expenditures	<u>10,271,846</u>	<u>10,271,846</u>	<u>3,020,024</u>	<u>7,251,822</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,522,238)</u>	<u>(5,522,238)</u>	<u>(1,041,084)</u>	<u>4,481,154</u>
Other financing sources (uses):				
Transfers in	2,179,137	2,179,137	3,864,638	1,685,501
Transfers out	(262,387)	(262,387)	(531,088)	(268,701)
Total other financing sources (uses)	<u>1,916,750</u>	<u>1,916,750</u>	<u>3,333,550</u>	<u>1,416,800</u>
Net changes in fund balances	(3,605,488)	(3,605,488)	2,292,466	5,897,954
Fund balances, July 1	<u>5,330,550</u>	<u>5,330,550</u>	<u>5,914,637</u>	<u>584,087</u>
Fund balances, June 30	<u>\$ 1,725,062</u>	<u>\$ 1,725,062</u>	<u>\$ 8,207,103</u>	<u>\$ 6,482,041</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 20,277,160	\$ 20,277,160	\$ 12,104,439	\$ (8,172,721)
Charges for services	330,000	330,000	219,842	(110,158)
Miscellaneous	955,104	955,104	638,067	(317,037)
Total revenues	<u>21,562,264</u>	<u>21,562,264</u>	<u>12,962,348</u>	<u>(8,599,916)</u>
Expenditures:				
Current:				
Economic development and assistance	14,820,003	14,820,003	9,495,500	5,324,503
Total expenditures	<u>14,820,003</u>	<u>14,820,003</u>	<u>9,495,500</u>	<u>5,324,503</u>
Excess (deficiency) of revenues over (under) expenditures	<u>6,742,261</u>	<u>6,742,261</u>	<u>3,466,848</u>	<u>(3,275,413)</u>
Other financing sources (uses):				
Transfers out	(6,769,975)	(6,769,975)	(4,382,799)	2,387,176
Total other financing sources (uses)	<u>(6,769,975)</u>	<u>(6,769,975)</u>	<u>(4,382,799)</u>	<u>2,387,176</u>
Net changes in fund balances	(27,714)	(27,714)	(915,951)	(888,237)
Fund balances, July 1	<u>3,868,552</u>	<u>3,868,552</u>	<u>3,545,122</u>	<u>(323,430)</u>
Fund balances, June 30	<u>\$ 3,840,838</u>	<u>\$ 3,840,838</u>	<u>\$ 2,629,171</u>	<u>\$ (1,211,667)</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 1,700,000	\$ 1,700,000	\$	\$ (1,700,000)
Interest	96,452	96,452	61,146	(35,306)
Miscellaneous	<u>73,000</u>	<u>73,000</u>	<u>3,056,882</u>	<u>2,983,882</u>
Total revenues	<u>1,869,452</u>	<u>1,869,452</u>	<u>3,118,028</u>	<u>1,248,576</u>
Expenditures:				
Current:				
Economic development and assistance	1,588,774	1,588,774	1,247,081	341,693
Capital outlay:				
Economic development and assistance	<u>8,000,000</u>	<u>8,000,000</u>		<u>8,000,000</u>
Total expenditures	<u>9,588,774</u>	<u>9,588,774</u>	<u>1,247,081</u>	<u>8,341,693</u>
Net changes in fund balances	(7,719,322)	(7,719,322)	1,870,947	9,590,269
Fund balances, July 1	<u>11,950,037</u>	<u>11,950,037</u>	<u>11,982,495</u>	<u>32,458</u>
Fund balances, June 30	<u>\$ 4,230,715</u>	<u>\$ 4,230,715</u>	<u>\$ 13,853,442</u>	<u>\$ 9,622,727</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 16,798,966	\$ 16,798,966	\$ 16,572,168	\$ (226,798)
Interest	<u>391,000</u>	<u>391,000</u>	<u>929,729</u>	<u>538,729</u>
Total revenues	<u>17,189,966</u>	<u>17,189,966</u>	<u>17,501,897</u>	<u>311,931</u>
Expenditures:				
Current:				
Public safety		<u>10,000</u>	<u>10,885</u>	<u>(885)</u>
Total expenditures	<u>0</u>	<u>10,000</u>	<u>10,885</u>	<u>(885)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>17,189,966</u>	<u>17,179,966</u>	<u>17,491,012</u>	<u>311,046</u>
Other financing sources (uses):				
Transfers out	<u>(16,499,782)</u>	<u>(16,489,782)</u>	<u>(16,426,269)</u>	<u>63,513</u>
Total other financing sources (uses)	<u>(16,499,782)</u>	<u>(16,489,782)</u>	<u>(16,426,269)</u>	<u>63,513</u>
Net changes in fund balances	690,184	690,184	1,064,743	374,559
Fund balances, July 1	<u>3,590,590</u>	<u>3,590,590</u>	<u>4,377,238</u>	<u>786,648</u>
Fund balances, June 30	<u>\$ 4,280,774</u>	<u>\$ 4,280,774</u>	<u>\$ 5,441,981</u>	<u>\$ 1,161,207</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 379,952	\$ 379,952	\$ 211,695	\$ (168,257)
Miscellaneous	<u>29,600</u>	<u>29,600</u>	<u>36,954</u>	<u>7,354</u>
Total revenues	<u>409,552</u>	<u>409,552</u>	<u>248,649</u>	<u>(160,903)</u>
Expenditures:				
Current:				
General government	59,500	59,500		59,500
Economic development and assistance	4,996,133	4,996,133	3,700,971	1,295,162
Capital outlay:				
Economic development and assistance	<u>13,500,000</u>	<u>13,500,000</u>	<u>9,270,054</u>	<u>4,229,946</u>
Total expenditures	<u>18,555,633</u>	<u>18,555,633</u>	<u>12,971,025</u>	<u>5,584,608</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(18,146,081)</u>	<u>(18,146,081)</u>	<u>(12,722,376)</u>	<u>5,423,705</u>
Other financing sources (uses):				
Transfers in	4,978,500	4,978,500	4,978,506	6
Transfers out	<u>(3,100,000)</u>	<u>(3,100,000)</u>	<u>(1,400,000)</u>	
Total other financing sources (uses)	<u>1,878,500</u>	<u>1,878,500</u>	<u>3,578,506</u>	<u>6</u>
Net changes in fund balances	(16,267,581)	(16,267,581)	(9,143,870)	7,123,711
Fund balances, July 1	<u>18,793,382</u>	<u>18,793,382</u>	<u>19,361,197</u>	<u>567,815</u>
Fund balances, June 30	<u>\$ 2,525,801</u>	<u>\$ 2,525,801</u>	<u>\$ 10,217,327</u>	<u>\$ 7,691,526</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$	\$	\$ 30,065	\$ 30,065
Intergovernmental	1,760,000	1,760,000		(1,760,000)
Interest	<u>442,306</u>	<u>442,306</u>	<u>419,769</u>	<u>(22,537)</u>
Total revenues	<u>2,202,306</u>	<u>2,202,306</u>	<u>449,834</u>	<u>(1,752,472)</u>
Expenditures:				
Debt service:				
Principal retirement	20,920,867	20,920,867	19,648,367	1,272,500
Interest and fiscal charges	<u>11,864,675</u>	<u>11,864,675</u>	<u>9,898,964</u>	<u>1,965,711</u>
Total expenditures	<u>32,785,542</u>	<u>32,785,542</u>	<u>29,547,331</u>	<u>3,238,211</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(30,583,236)</u>	<u>(30,583,236)</u>	<u>(29,097,497)</u>	<u>1,485,739</u>
Other financing sources (uses):				
Transfers in	<u>26,355,808</u>	<u>26,355,808</u>	<u>24,583,695</u>	<u>(1,772,113)</u>
Total other financing sources (uses)	<u>26,355,808</u>	<u>26,355,808</u>	<u>24,583,695</u>	<u>(1,772,113)</u>
Net changes in fund balances	(4,227,428)	(4,227,428)	(4,513,802)	(286,374)
Fund balances, July 1	<u>9,800,268</u>	<u>9,800,268</u>	<u>10,300,811</u>	<u>500,543</u>
Fund balances, June 30	<u>\$ 5,572,840</u>	<u>\$ 5,572,840</u>	<u>\$ 5,787,009</u>	<u>\$ 214,169</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, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 16,192,358	\$ 17,292,358	\$ 21,470,211	\$ 4,177,853
Interest	<u>484,700</u>	<u>484,700</u>	<u>431,543</u>	<u>(53,157)</u>
Total revenues	<u>16,677,058</u>	<u>17,777,058</u>	<u>21,901,754</u>	<u>4,124,696</u>
Expenditures:				
Debt service:				
Principal retirement	3,680,000	3,680,000	3,680,000	
Interest and fiscal charges	<u>2,851,520</u>	<u>3,001,520</u>	<u>1,350,635</u>	<u>1,650,885</u>
Total expenditures	<u>6,531,520</u>	<u>6,681,520</u>	<u>5,030,635</u>	<u>1,650,885</u>
Excess (deficiency) of revenues over (under) expenditures	<u>10,145,538</u>	<u>11,095,538</u>	<u>16,871,119</u>	<u>5,775,581</u>
Other financing sources (uses):				
Transfers in	268,700	268,700	268,700	
Transfers out	<u>(8,174,624)</u>	<u>(9,124,624)</u>	<u>(9,124,638)</u>	<u>(14)</u>
Total other financing sources (uses)	<u>(7,905,924)</u>	<u>(8,855,924)</u>	<u>(8,855,938)</u>	<u>(14)</u>
Net changes in fund balances	2,239,614	2,239,614	8,015,181	5,775,567
Fund balances, July 1	<u>2,819,440</u>	<u>2,819,440</u>	<u>2,470,148</u>	<u>(349,292)</u>
Fund balances, June 30	<u>\$ 5,059,054</u>	<u>\$ 5,059,054</u>	<u>\$ 10,485,329</u>	<u>\$ 5,426,275</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 1,158,268	\$ 1,158,268	\$ 1,645,562	\$ 487,294
Miscellaneous			5,599	5,599
Total revenues	<u>1,158,268</u>	<u>1,158,268</u>	<u>1,651,161</u>	<u>492,893</u>
Expenditures:				
Current:				
Economic development and assistance	500,000	500,000	7,470	492,530
Capital outlay:				
Economic development and assistance	<u>28,616,578</u>	<u>28,616,578</u>	<u>8,198,502</u>	<u>20,418,076</u>
Total expenditures	<u>29,116,578</u>	<u>29,116,578</u>	<u>8,205,972</u>	<u>20,910,606</u>
Net changes in fund balances	(27,958,310)	(27,958,310)	(6,554,811)	21,403,499
Fund balances, July 1	<u>40,122,312</u>	<u>40,122,312</u>	<u>40,189,284</u>	<u>66,972</u>
Fund balances, June 30	<u><u>\$ 12,164,002</u></u>	<u><u>\$ 12,164,002</u></u>	<u><u>\$ 33,634,473</u></u>	<u><u>\$ 21,470,471</u></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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$	\$	\$ 62,100	\$ 62,100
Interest	2,200,000	2,200,000	1,772,519	(427,481)
Miscellaneous			3,377	3,377
Total revenues	<u>2,200,000</u>	<u>2,200,000</u>	<u>1,837,996</u>	<u>(362,004)</u>
Expenditures:				
Current:				
General government			30,949	(30,949)
Capital outlay:				
General government	39,821,282	39,821,282	32,814,072	7,007,210
Total expenditures	<u>39,821,282</u>	<u>39,821,282</u>	<u>32,845,021</u>	<u>6,976,261</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(37,621,282)</u>	<u>(37,621,282)</u>	<u>(31,007,025)</u>	<u>6,614,257</u>
Other financing sources (uses):				
Transfers in	4,110,620	4,110,620	5,116,475	1,005,855
Transfers out	(200,000)	(200,000)	(618,758)	(418,758)
Sale of capital assets			1,473,734	1,473,734
Total other financing sources (uses)	<u>3,910,620</u>	<u>3,910,620</u>	<u>5,971,451</u>	<u>2,060,831</u>
Net changes in fund balances	(33,710,662)	(33,710,662)	(25,035,574)	8,675,088
Fund balances, July 1	<u>52,315,994</u>	<u>52,315,994</u>	<u>49,277,606</u>	<u>(3,038,388)</u>
Fund balances, June 30	<u>\$ 18,605,332</u>	<u>\$ 18,605,332</u>	<u>\$ 24,242,032</u>	<u>\$ 5,636,700</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$	\$	\$ 189,502	\$ 189,502
Interest	597,000	597,000	1,921,349	1,324,349
Miscellaneous			4,075	4,075
Total revenues	<u>597,000</u>	<u>597,000</u>	<u>2,114,926</u>	<u>1,517,926</u>
Expenditures:				
Current:				
Public safety			117,355	(117,355)
Capital outlay:				
Public safety	22,361,672	22,361,672	6,732,006	15,629,666
Total expenditures	<u>22,361,672</u>	<u>22,361,672</u>	<u>6,849,361</u>	<u>15,512,311</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,764,672)</u>	<u>(21,764,672)</u>	<u>(4,734,435)</u>	<u>17,030,237</u>
Other financing sources (uses):				
Transfers in	800,000	800,000	5,400,000	4,600,000
General obligation bonds issued	10,000,000	10,000,000	10,000,000	
Premium (discount)			151,873	151,873
Total other financing sources (uses)	<u>10,800,000</u>	<u>10,800,000</u>	<u>15,551,873</u>	<u>4,751,873</u>
Net changes in fund balances	(10,964,672)	(10,964,672)	10,817,438	21,782,110
Fund balances, July 1	<u>23,670,279</u>	<u>23,670,279</u>	<u>24,098,697</u>	<u>428,418</u>
Fund balances, June 30	<u>\$ 12,705,607</u>	<u>\$ 12,705,607</u>	<u>\$ 34,916,135</u>	<u>\$ 22,210,528</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 6,024,568	\$ 6,024,568	\$ 3,609,701	\$ (2,414,867)
Charges for services			173	173
Interest	560,000	560,000	614,559	54,559
Miscellaneous			111,400	111,400
Total revenues	<u>6,584,568</u>	<u>6,584,568</u>	<u>4,335,833</u>	<u>(2,248,735)</u>
Expenditures:				
Current:				
Public works			8,582	(8,582)
Capital outlay:				
Public works	11,071,348	11,071,348	5,196,900	5,874,448
Total expenditures	<u>11,071,348</u>	<u>11,071,348</u>	<u>5,205,482</u>	<u>5,865,866</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,486,780)</u>	<u>(4,486,780)</u>	<u>(869,649)</u>	<u>3,617,131</u>
Other financing sources (uses):				
Transfers in	6,432,007	6,432,007	5,379,782	(1,052,225)
Total other financing sources (uses)	<u>6,432,007</u>	<u>6,432,007</u>	<u>5,379,782</u>	<u>(1,052,225)</u>
Net changes in fund balances	1,945,227	1,945,227	4,510,133	2,564,906
Fund balances, July 1	<u>9,183,581</u>	<u>9,183,581</u>	<u>9,900,229</u>	<u>716,648</u>
Fund balances, June 30	<u>\$ 11,128,808</u>	<u>\$ 11,128,808</u>	<u>\$ 14,410,362</u>	<u>\$ 3,281,554</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, 2008

	<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	\$ 771,224	\$ (828,776)
Intergovernmental	4,988,144	4,988,144	1,726,487	(3,261,657)
Interest	383,968	383,968	466,893	82,925
Miscellaneous			3,488	3,488
Total revenues	<u>6,972,112</u>	<u>6,972,112</u>	<u>2,968,092</u>	<u>(4,004,020)</u>
Expenditures:				
Current:				
Public safety			7,263	(7,263)
Capital outlay:				
Public safety	10,544,806	10,544,806	3,735,547	6,809,259
Total expenditures	<u>10,544,806</u>	<u>10,544,806</u>	<u>3,742,810</u>	<u>6,801,996</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,572,694)</u>	<u>(3,572,694)</u>	<u>(774,718)</u>	<u>2,797,976</u>
Other financing sources (uses):				
Transfers in			314,655	314,655
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>314,655</u>	<u>314,655</u>
Net changes in fund balances	(3,572,694)	(3,572,694)	(460,063)	3,112,631
Fund balances, July 1	<u>8,726,325</u>	<u>8,726,325</u>	<u>8,232,500</u>	<u>(493,825)</u>
Fund balances, June 30	<u>\$ 5,153,631</u>	<u>\$ 5,153,631</u>	<u>\$ 7,772,437</u>	<u>\$ 2,618,806</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 150,000	\$ 150,000	\$ 306,834	\$ 156,834
Total revenues	<u>150,000</u>	<u>150,000</u>	<u>306,834</u>	<u>156,834</u>
Expenditures:				
Current:				
Public safety			4,863	(4,863)
Capital outlay:				
Public safety	4,765,649	4,765,649	1,227,228	3,538,421
Total expenditures	<u>4,765,649</u>	<u>4,765,649</u>	<u>1,232,091</u>	<u>3,533,558</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,615,649)</u>	<u>(4,615,649)</u>	<u>(925,257)</u>	<u>3,690,392</u>
Other financing sources (uses):				
Transfers in	200,000	200,000	257,800	57,800
Total other financing sources (uses)	<u>200,000</u>	<u>200,000</u>	<u>257,800</u>	<u>57,800</u>
Net changes in fund balances	(4,415,649)	(4,415,649)	(667,457)	3,748,192
Fund balances, July 1	<u>5,347,271</u>	<u>5,347,271</u>	<u>5,522,683</u>	<u>175,412</u>
Fund balances, June 30	<u>\$ 931,622</u>	<u>\$ 931,622</u>	<u>\$ 4,855,226</u>	<u>\$ 3,923,604</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:	\$	\$	\$	\$
Total revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Other financing sources (uses):				
Transfers out	<u>(610,620)</u>	<u>(616,475)</u>	<u>(616,475)</u>	<u>0</u>
Total other financing sources (uses)	<u>(610,620)</u>	<u>(616,475)</u>	<u>(616,475)</u>	<u>0</u>
Net changes in fund balances	(610,620)	(616,475)	(616,475)	0
Fund balances, July 1	<u>610,620</u>	<u>616,475</u>	<u>616,475</u>	<u>0</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
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, 2008

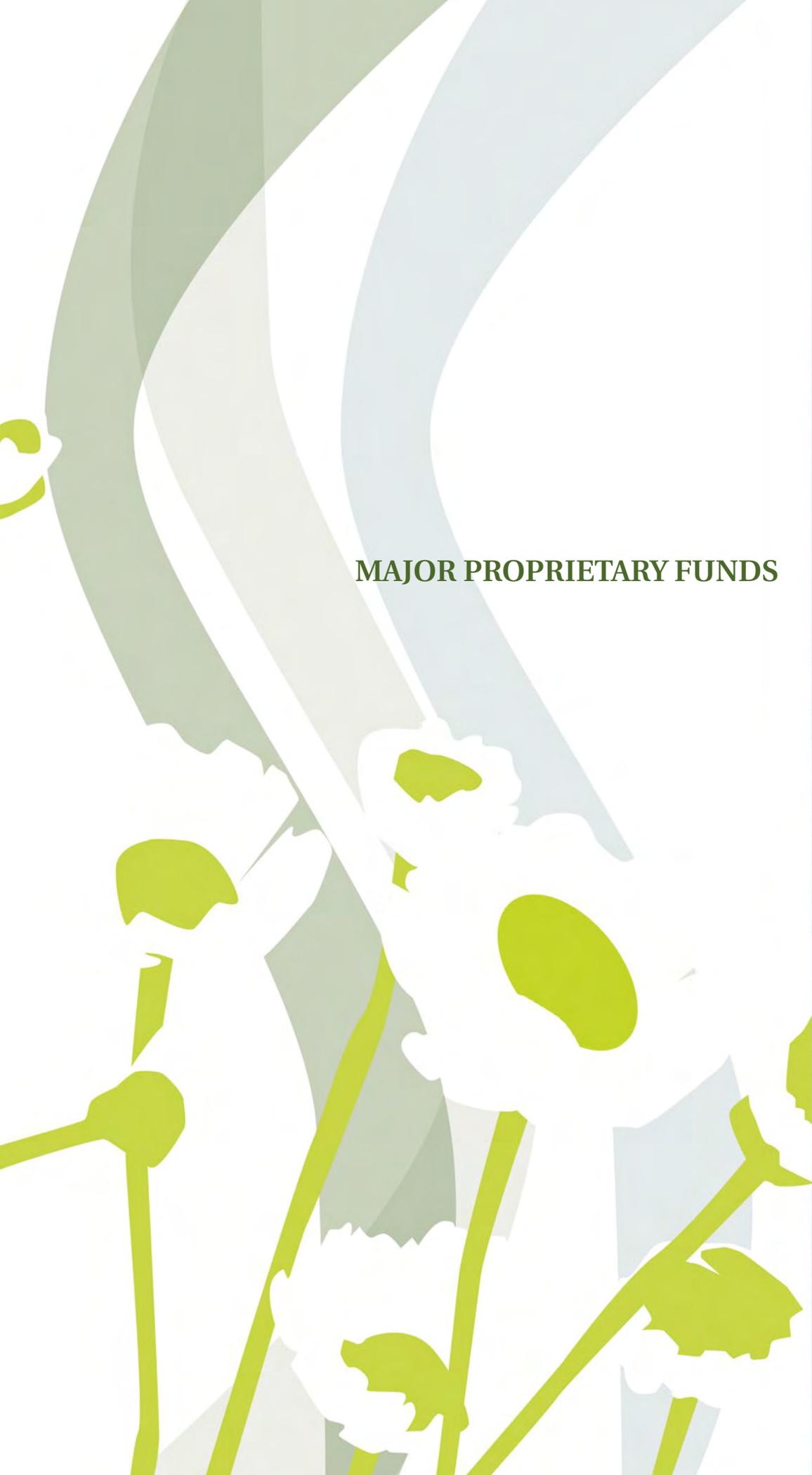
	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$	\$	\$ 26	\$ 26
Total revenues	<u>0</u>	<u>0</u>	<u>26</u>	<u>26</u>
Expenditures:				
Current:				
Economic development and assistance	97,602	97,602		97,602
Total expenditures	<u>97,602</u>	<u>97,602</u>	<u>0</u>	<u>97,602</u>
Excess (deficiency) of revenues over (under) expenditures	(97,602)	(97,602)	26	(97,628)
Other financing sources (uses):				
Transfers out	(78,500)	(78,500)	(176,115)	(97,615)
Total other financing sources (uses)	<u>(78,500)</u>	<u>(78,500)</u>	<u>(176,115)</u>	<u>(97,615)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures				
Net changes in fund balances	(176,102)	(176,102)	(176,089)	13
Fund balances, July 1	<u>176,102</u>	<u>176,102</u>	<u>176,089</u>	<u>(13)</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
CEMETERY OPERATIONS PERMANENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Charges for services	\$ 56,000	\$ 56,000	\$ 41,994	\$ (14,006)
Interest	<u>102,100</u>	<u>112,100</u>	<u>(9,472)</u>	<u>(121,572)</u>
Total revenues	<u>158,100</u>	<u>168,100</u>	<u>32,522</u>	<u>(135,578)</u>
Expenditures:				
Current:				
Health	<u>75,000</u>	<u>120,000</u>	<u>82,773</u>	<u>37,227</u>
Total expenditures	<u>75,000</u>	<u>120,000</u>	<u>82,773</u>	<u>37,227</u>
Net changes in fund balances	83,100	48,100	(50,251)	(98,351)
Fund balances, July 1	<u>1,558,279</u>	<u>1,593,279</u>	<u>1,678,467</u>	<u>85,188</u>
Fund balances, June 30	<u>\$ 1,641,379</u>	<u>\$ 1,641,379</u>	<u>\$ 1,628,216</u>	<u>\$ (13,163)</u>

See accompanying independent auditors' report.



MAJOR PROPRIETARY FUNDS



Sustainability Tip:
Reduce your driving by 50 miles a
week and reduce your CO2 emissions
by more than 1 ton.

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, 2008

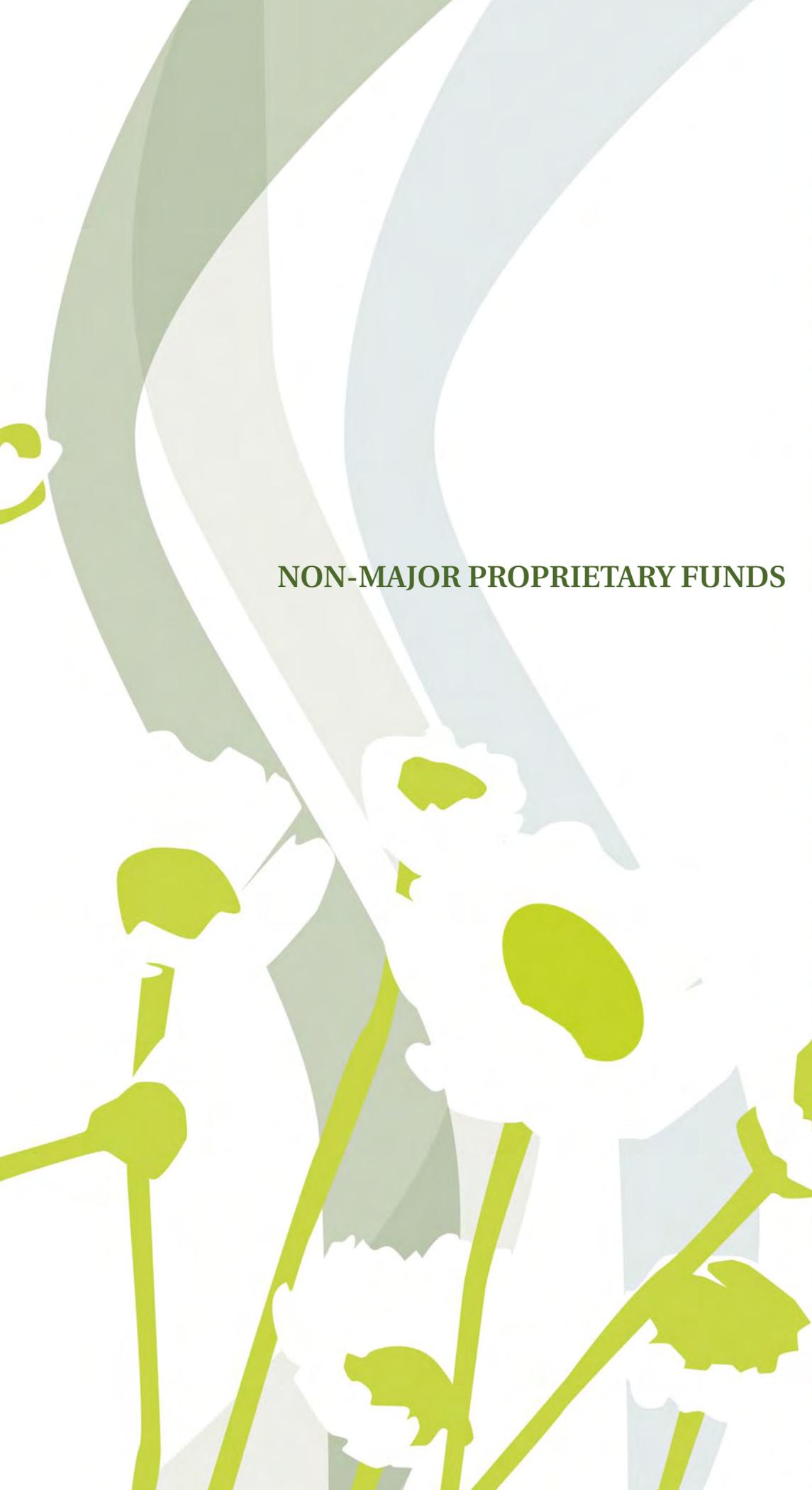
	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services:				
Sewer charges to citizens	\$ 74,753,000	\$ 74,753,000	\$ 75,734,923	\$ 981,923
Sewer charges - North				
Las Vegas	12,000,000	12,000,000	11,419,455	(580,545)
Other	742,000	742,000	1,165,053	423,053
Miscellaneous	536,000	536,000	54,168	(481,832)
Total operating revenues	<u>88,031,000</u>	<u>88,031,000</u>	<u>88,373,599</u>	<u>342,599</u>
Operating expenses:				
Salaries and employee benefits	25,728,797	25,728,797	23,261,641	2,467,156
Services and supplies	27,115,175	27,185,175	28,493,222	(1,308,047)
Depreciation	19,130,367	19,130,367	19,670,996	(540,629)
Total operating expenses	<u>71,974,339</u>	<u>72,044,339</u>	<u>71,425,859</u>	<u>618,480</u>
Operating income (loss)	<u>16,056,661</u>	<u>15,986,661</u>	<u>16,947,740</u>	<u>961,079</u>
Nonoperating revenues (expenses):				
Interest revenue	4,978,800	4,978,800	8,221,205	3,242,405
Interest expense	(4,648,757)	(4,648,757)	(4,580,920)	67,837
Sewer connection charges	13,000,000	13,000,000	14,959,952	1,959,952
Intergovernmental revenue	11,419,900	11,419,900	11,097,847	(322,053)
Intergovernmental expense	(14,500,000)	(15,930,000)	(16,481,660)	(551,660)
Total nonoperating revenues (expenses)	<u>10,249,943</u>	<u>8,819,943</u>	<u>13,216,424</u>	<u>4,396,481</u>
Income (loss) before contributions and operating transfers	26,306,604	24,806,604	30,164,164	5,357,560
Capital contributions - sewer lines	8,683,200	8,683,200	9,738,000	1,054,800
Transfers out	<u>(1,000,000)</u>	<u>(3,000,000)</u>	<u>(3,000,000)</u>	
Changes in net assets	33,989,804	30,489,804	36,902,164	6,412,360
Total net assets, July 1	<u>526,944,270</u>	<u>526,944,270</u>	<u>526,944,270</u>	
Total net assets, June 30	<u>\$ 560,934,074</u>	<u>\$ 557,434,074</u>	<u>\$ 563,846,434</u>	<u>\$ 6,412,360</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Miscellaneous:				
Rentals	\$	\$	\$ 1,251,600	\$ 1,251,600
Total operating revenues	<u>0</u>	<u>0</u>	<u>1,251,600</u>	<u>1,251,600</u>
Operating expenses:				
Services and supplies	<u>1,308,750</u>	<u>1,308,750</u>	<u>4,914,122</u>	<u>(3,605,372)</u>
Total operating expenses	<u>1,308,750</u>	<u>1,308,750</u>	<u>4,914,122</u>	<u>(3,605,372)</u>
Operating income (loss)	<u>(1,308,750)</u>	<u>(1,308,750)</u>	<u>(3,662,522)</u>	<u>(2,353,772)</u>
Nonoperating revenues (expenses):				
Interest revenue			90,886	90,886
Gain (loss) on sale of capital assets			2,475,388	2,475,388
Total nonoperating revenues (expenses)	<u>0</u>	<u>0</u>	<u>2,566,274</u>	<u>2,566,274</u>
Changes in net assets	(1,308,750)	(1,308,750)	(1,096,248)	212,502
Total net assets, July 1	<u>25,313,890</u>	<u>25,313,890</u>	<u>25,313,890</u>	
Total net assets, June 30	<u>\$ 24,005,140</u>	<u>\$ 24,005,140</u>	<u>\$ 24,217,642</u>	<u>\$ 212,502</u>

See accompanying independent auditor's report.



NON-MAJOR PROPRIETARY FUNDS



Sustainability Tip:
Plant trees and shrubs on the south and west side of your residence. The vegetation acts as insulation and provides shading, reducing thermal gain in a building.

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, 2008

	Municipal Golf Course	Municipal Parking
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 1,024,585	\$ 10,907,858
Receivables (net of allowances for uncollectibles):		
Accounts		10,957
Interest	4,831	77,259
Loans		2,781,449
Intergovernmental		
Inventories	19,341	
Prepaid items	124,978	
Deposits	26,191	
Total current assets	1,199,926	13,777,523
Noncurrent assets:		
Deferred charges-bond issuance costs	55,539	
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	(6,425,850)	(2,750,963)
Total capital assets (net of accumulated depreciation)	12,455,398	2,532,374
Total noncurrent assets	12,510,937	2,532,374
Total assets	13,710,863	16,309,897

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 2,073,990	\$ 5,816,304	\$ 19,822,737
		10,957
15,575	42,089	139,754
		2,781,449
1,664		1,664
		19,341
		124,978
		26,191
<u>2,091,229</u>	<u>5,858,393</u>	<u>22,927,071</u>
		55,539
		3,326,130
		13,063,433
		6,530,956
141,589		845,284
1,786,478		2,326,849
<u>(1,080,624)</u>		<u>(10,257,437)</u>
<u>847,443</u>	<u>0</u>	<u>15,835,215</u>
<u>847,443</u>	<u>0</u>	<u>15,890,754</u>
<u>2,938,672</u>	<u>5,858,393</u>	<u>38,817,825</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS (continued)
NONMAJOR PROPRIETARY FUNDS
JUNE 30, 2008

	Municipal Golf Course	Municipal Parking
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 51,913	\$ 29,963
Deposits	400	17,565
General obligation revenue bonds payable	485,051	
Interest payable	48,076	
Intergovernmental payable	1,706	
Total current liabilities	587,146	47,528
Noncurrent liabilities:		
General obligation revenue bonds payable	9,598,137	
Unearned revenue	16,338	857,575
Total noncurrent liabilities	9,614,475	857,575
Total liabilities	10,201,621	905,103
NET ASSETS		
Investment in capital assets, net of related debt	2,372,210	2,532,374
Unrestricted	1,137,032	12,872,420
Total net assets	\$ 3,509,242	\$ 15,404,794

See accompanying independent auditors' report.

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 7,314	\$ 20,922	\$ 110,112
		17,965
		485,051
		48,076
		1,706
<u>7,314</u>	<u>20,922</u>	<u>662,910</u>
		9,598,137
		873,913
		<u>10,472,050</u>
<u>7,314</u>	<u>20,922</u>	<u>11,134,960</u>
847,443		5,752,027
2,083,915	5,837,471	21,930,838
<u>\$ 2,931,358</u>	<u>\$ 5,837,471</u>	<u>\$ 27,682,865</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, 2008

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Operating revenues:		
Licenses and permits	\$ 1,252,576	\$ 2,027,663
Charges for services		3,328,082
Fines and forfeits		1,318,900
Miscellaneous	<u>240,989</u>	<u>1,318,900</u>
Total operating revenues	<u>1,493,565</u>	<u>6,674,645</u>
Operating expenses:		
Salaries and employee benefits		2,488,644
Services and supplies	1,809,304	1,327,796
Cost of stores issued	121,353	
Depreciation	<u>776,515</u>	<u>2,359</u>
Total operating expenses	<u>2,707,172</u>	<u>3,818,799</u>
Operating income (loss)	<u>(1,213,607)</u>	<u>2,855,846</u>
Nonoperating revenues (expenses):		
Interest revenue	41,838	622,658
Interest expense	(587,927)	(7,937)
Contributions to other governments	<u>(33,854)</u>	
Total nonoperating revenues (expenses)	<u>(579,943)</u>	<u>614,721</u>
Income (loss) before contributions and transfers	(1,793,550)	3,470,567
Transfers in	1,200,000	1,400,000
Transfers out		<u>(2,738,419)</u>
Changes in net assets	(593,550)	2,132,148
Total net assets, July 1	<u>4,102,792</u>	<u>13,272,646</u>
Total net assets, June 30	<u>\$ 3,509,242</u>	<u>\$ 15,404,794</u>

See accompanying independent auditors' report.

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 2,107,055	\$ 10,126,100	\$ 12,233,155
119,481	886,280	4,286,000
		3,328,082
200	498	1,560,587
<u>2,226,736</u>	<u>11,012,878</u>	<u>21,407,824</u>
1,163,727	12,209,064	15,861,435
347,019	2,547,819	6,031,938
		121,353
182,593		961,467
<u>1,693,339</u>	<u>14,756,883</u>	<u>22,976,193</u>
<u>533,397</u>	<u>(3,744,005)</u>	<u>(1,568,369)</u>
113,979	377,978	1,156,453
		(595,864)
		(33,854)
<u>113,979</u>	<u>377,978</u>	<u>526,735</u>
647,376	(3,366,027)	(1,041,634)
	106,303	2,706,303
<u>(200,000)</u>	<u>106,303</u>	<u>(2,938,419)</u>
447,376	(3,259,724)	(1,273,750)
<u>2,483,982</u>	<u>9,097,195</u>	<u>28,956,615</u>
<u>\$ 2,931,358</u>	<u>\$ 5,837,471</u>	<u>\$ 27,682,865</u>

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Cash flows from operating activities:		
Cash received from customers	\$ 1,491,637	\$ 6,698,315
Cash payments to suppliers for goods and services	(1,880,670)	(1,336,125)
Cash payments to employees for services	<u>(389,033)</u>	<u>(2,488,644)</u>
Net cash provided by (used in) operating activities	<u>(389,033)</u>	<u>2,873,546</u>
Cash flows from noncapital financing activities:		
Transfers in from other funds	1,200,000	1,400,000
Transfers out to other funds		(2,738,419)
Contributions to other governments	<u>(33,854)</u>	<u></u>
Net cash provided by (used in) noncapital financing activities	<u>1,166,146</u>	<u>(1,338,419)</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets		
Principal paid on bonds	(455,000)	
Interest paid	<u>(591,139)</u>	<u>(7,937)</u>
Net cash provided by (used in) capital and related financing activities	<u>(1,046,139)</u>	<u>(7,937)</u>
Cash flows from investing activities:		
Interest and dividends on investments	<u>41,962</u>	<u>608,757</u>
Net cash provided by (used in) investing activities	<u>41,962</u>	<u>608,757</u>
Net increase (decrease) in cash and cash equivalents	(227,064)	2,135,947
Cash and cash equivalents, July 1	<u>1,251,649</u>	<u>8,771,911</u>
Cash and cash equivalents, June 30	<u>\$ 1,024,585</u>	<u>\$ 10,907,858</u>

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 2,226,736	\$ 11,032,146	\$ 21,448,834
(352,967)	(2,540,266)	(6,110,028)
<u>(1,163,727)</u>	<u>(12,209,064)</u>	<u>(15,861,435)</u>
<u>710,042</u>	<u>(3,717,184)</u>	<u>(522,629)</u>
	106,303	2,706,303
(200,000)		(2,938,419)
		<u>(33,854)</u>
<u>(200,000)</u>	<u>106,303</u>	<u>(265,970)</u>
(151,289)		(151,289)
		(455,000)
		<u>(599,076)</u>
<u>(151,289)</u>		<u>(1,205,365)</u>
<u>110,699</u>	<u>406,118</u>	<u>1,167,536</u>
<u>110,699</u>	<u>406,118</u>	<u>1,167,536</u>
469,452	(3,204,763)	(826,428)
<u>1,604,538</u>	<u>9,021,067</u>	<u>20,649,165</u>
<u>\$ 2,073,990</u>	<u>\$ 5,816,304</u>	<u>\$ 19,822,737</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS (continued)
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Municipal Golf Course	Municipal Parking
Reconciliation of operating income to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (1,213,607)	\$ 2,855,846
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Depreciation	776,515	2,359
Change in assets and liabilities:		
(Increase) decrease in accounts receivable		43,464
(Increase) decrease in due from other funds		
(Increase) decrease in inventories	4,654	
(Increase) decrease in prepaid items	(5,767)	
Increase (decrease) in accounts payable	50,877	(8,329)
Increase (decrease) in intergovernmental payable	223	
Increase (decrease) in deposits	(3,200)	3,706
Increase (decrease) in deferred revenue	1,272	(23,500)
Net cash provided by (used in) operating activities	\$ (389,033)	\$ 2,873,546

See accompanying independent auditors' report.

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 533,397	\$ (3,744,005)	\$ (1,568,369)
182,593		961,467
	150	43,614
	19,118	19,118
		4,654
		(5,767)
(5,948)	7,553	44,153
		223
		506
		(22,228)
<u>710,042</u>	<u>(3,717,184)</u>	<u>(522,629)</u>
\$ <u><u>710,042</u></u>	\$ <u><u>(3,717,184)</u></u>	\$ <u><u>(522,629)</u></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, 2008

	<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	\$ 1,250,000	\$ 1,250,000	\$ 1,252,576	\$ 2,576
Miscellaneous	<u>110,000</u>	<u>110,000</u>	<u>240,989</u>	<u>130,989</u>
Total operating revenues	<u>1,360,000</u>	<u>1,360,000</u>	<u>1,493,565</u>	<u>133,565</u>
Operating expenses:				
Services and supplies	1,995,629	1,995,629	1,809,304	186,325
Cost of stores issued	109,573	109,573	121,353	(11,780)
Depreciation	<u>776,415</u>	<u>776,415</u>	<u>776,515</u>	<u>(100)</u>
Total operating expenses	<u>2,881,617</u>	<u>2,881,617</u>	<u>2,707,172</u>	<u>174,445</u>
Operating income (loss)	<u>(1,521,617)</u>	<u>(1,521,617)</u>	<u>(1,213,607)</u>	<u>308,010</u>
Nonoperating revenues (expenses):				
Interest revenue			41,838	41,838
Interest expense	(587,351)	(587,351)	(587,927)	(576)
Contributions to other governments			<u>(33,854)</u>	<u>(33,854)</u>
Total nonoperating revenues (expenses)	<u>(587,351)</u>	<u>(587,351)</u>	<u>(579,943)</u>	<u>7,408</u>
Income (loss) before contributions and transfers	(2,108,968)	(2,108,968)	(1,793,550)	315,418
Transfers in	<u>1,200,000</u>	<u>1,200,000</u>	<u>1,200,000</u>	
Changes in net assets	(908,968)	(908,968)	(593,550)	315,418
Total net assets, July 1	<u>4,102,792</u>	<u>4,102,792</u>	<u>4,102,792</u>	
Total net assets, June 30	<u>\$ 3,193,824</u>	<u>\$ 3,193,824</u>	<u>\$ 3,509,242</u>	<u>\$ 315,418</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,989,400	\$ 1,989,400	\$ 2,027,663	\$ 38,263
Fines and forfeits	3,000,000	3,000,000	3,328,082	328,082
Miscellaneous:				
Parking garage lease	1,233,500	1,233,500	1,201,082	(32,418)
Other	50,000	50,000	117,818	67,818
Total operating revenues	<u>6,272,900</u>	<u>6,272,900</u>	<u>6,674,645</u>	<u>401,745</u>
Operating expenses:				
Salaries and employee benefits	2,901,194	2,501,194	2,488,644	12,550
Services and supplies	2,088,777	1,480,777	1,327,796	152,981
Depreciation	4,200	4,200	2,359	1,841
Total operating expenses	<u>4,994,171</u>	<u>3,986,171</u>	<u>3,818,799</u>	<u>167,372</u>
Operating income (loss)	<u>1,278,729</u>	<u>2,286,729</u>	<u>2,855,846</u>	<u>569,117</u>
Nonoperating revenues (expenses):				
Interest revenue	331,940	331,940	622,658	290,718
Interest expense	(8,000)	(8,000)	(7,937)	63
Total nonoperating revenues	<u>331,940</u>	<u>323,940</u>	<u>614,721</u>	<u>290,781</u>
Income (loss) before contributions and transfers	1,610,669	2,610,669	3,470,567	859,898
Transfers in	1,400,000	1,400,000	1,400,000	
Transfers out	<u>(1,738,419)</u>	<u>(2,738,419)</u>	<u>(2,738,419)</u>	
Changes in net assets	1,272,250	1,272,250	2,132,148	859,898
Total net assets, July 1	<u>13,272,646</u>	<u>13,272,646</u>	<u>13,272,646</u>	
Total net assets, June 30	<u>\$ 14,544,896</u>	<u>\$ 14,544,896</u>	<u>\$ 15,404,794</u>	<u>\$ 859,898</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, 2008

	<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	\$ 2,297,047	\$ 2,297,047	\$ 2,107,055	\$ (189,992)
Charges for services	25,000	25,000	119,481	94,481
Miscellaneous			200	200
Total operating revenues	<u>2,322,047</u>	<u>2,322,047</u>	<u>2,226,736</u>	<u>(95,311)</u>
Operating expenses:				
Salaries and employee benefits	1,282,720	1,282,720	1,163,727	118,993
Services and supplies	333,712	333,712	347,019	(13,307)
Depreciation	140,000	140,000	182,593	(42,593)
Total operating expenses	<u>1,756,432</u>	<u>1,756,432</u>	<u>1,693,339</u>	<u>63,093</u>
Operating income (loss)	<u>565,615</u>	<u>565,615</u>	<u>533,397</u>	<u>(32,218)</u>
Nonoperating revenues (expenses):				
Interest revenue	68,701	68,701	113,979	45,278
Contributions to other governments	<u>(150,000)</u>	<u>(150,000)</u>		<u>150,000</u>
Total nonoperating revenues (expenses)	<u>(81,299)</u>	<u>(81,299)</u>	<u>113,979</u>	<u>195,278</u>
Income (loss) before contributions and transfers	484,316	484,316	647,376	163,060
Transfers out	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>	
Changes in net assets	284,316	284,316	447,376	163,060
Total net assets, July 1	<u>2,483,982</u>	<u>2,483,982</u>	<u>2,483,982</u>	
Total net assets, June 30	<u>\$ 2,768,298</u>	<u>\$ 2,768,298</u>	<u>\$ 2,931,358</u>	<u>\$ 163,060</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, 2008

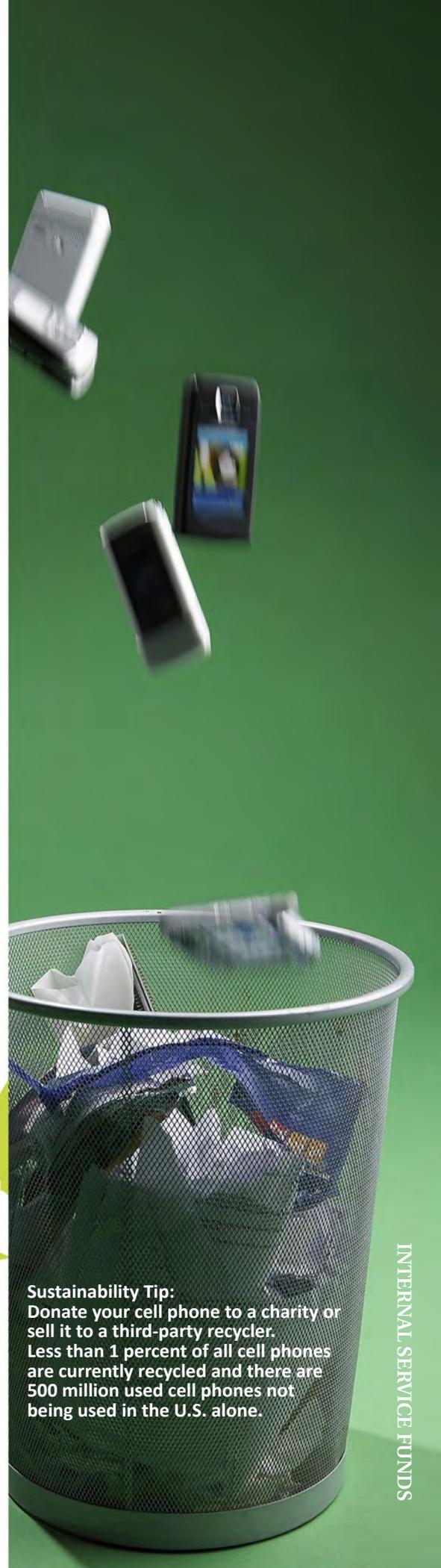
	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Licenses and permits:				
Building permits	\$ 14,145,532	\$ 14,145,532	\$ 8,792,319	\$ (5,353,213)
Miscellaneous permits	1,090,600	1,090,600	1,333,781	243,181
Charges for services	1,533,000	1,533,000	886,280	(646,720)
Miscellaneous	<u>617</u>	<u>617</u>	<u>498</u>	<u>(119)</u>
Total operating revenues	<u>16,769,749</u>	<u>16,769,749</u>	<u>11,012,878</u>	<u>(5,756,871)</u>
Operating expenses:				
Salaries and employee benefits	15,238,640	15,238,640	12,209,064	3,029,576
Services and supplies	<u>3,299,305</u>	<u>3,299,305</u>	<u>2,547,819</u>	<u>751,486</u>
Total operating expenses	<u>18,537,945</u>	<u>18,537,945</u>	<u>14,756,883</u>	<u>3,781,062</u>
Operating income (loss)	<u>(1,768,196)</u>	<u>(1,768,196)</u>	<u>(3,744,005)</u>	<u>(1,975,809)</u>
Nonoperating revenues:				
Interest revenue	<u>461,395</u>	<u>461,395</u>	<u>377,978</u>	<u>(83,417)</u>
Total nonoperating revenues	<u>461,395</u>	<u>461,395</u>	<u>377,978</u>	<u>(83,417)</u>
Income (loss) before contributions and transfers	(1,306,801)	(1,306,801)	(3,366,027)	(2,059,226)
Transfers in	<u> </u>	<u> </u>	<u>106,303</u>	<u>106,303</u>
Changes in net assets	(1,306,801)	(1,306,801)	(3,259,724)	(1,952,923)
Total net assets, July 1	<u>9,097,195</u>	<u>9,097,195</u>	<u>9,097,195</u>	
Total net assets, June 30	<u>\$ 7,790,394</u>	<u>\$ 7,790,394</u>	<u>\$ 5,837,471</u>	<u>\$ (1,952,923)</u>

See accompanying independent auditor's report.

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INTERNAL SERVICE FUNDS



Sustainability Tip:
Donate your cell phone to a charity or sell it to a third-party recycler. Less than 1 percent of all cell phones are currently recycled and there are 500 million used cell phones not being used in the U.S. alone.

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. Effective June 30, 2008 the Miscellaneous Stores Fund was closed and the ending fund balance was transferred into the General Fund.

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2008

	<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	\$ 801,895	\$ 1,112,405	\$ 1,975,423	\$ 5,491,140	\$ 1,936,226	\$ 20,611,020
Investments						
Receivables (net of allowances for uncollectibles):						
Accounts	2,276		58			
Interest	9,162	9,706	13,533	36,999	13,891	144,821
Loans	59,826					
Intergovernmental	24,740	1,126,609	3,753			86,759
Due from other funds	616,910					
Inventories			100,421	638,575	249,263	478,788
Total current assets	<u>1,514,809</u>	<u>2,248,720</u>	<u>2,093,188</u>	<u>6,166,714</u>	<u>2,199,380</u>	<u>21,321,388</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		1,541,412	687,763	1,566,980	538,080	385,428
Vehicles						33,732,144
Less accumulated depreciation		<u>(4,742,454)</u>	<u>(876,428)</u>	<u>(872,102)</u>	<u>(210,727)</u>	<u>(21,567,973)</u>
Total capital assets (net of accumulated depreciation)	<u>0</u>	<u>1,148,372</u>	<u>384,772</u>	<u>694,878</u>	<u>327,353</u>	<u>16,350,457</u>
Total assets	<u>1,514,809</u>	<u>3,397,092</u>	<u>2,477,960</u>	<u>6,861,592</u>	<u>2,526,733</u>	<u>37,671,845</u>

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Totals</u>
\$ 54,602,200	\$ 6,613,693	\$ 3,773,046	\$ 96,917,048
2,989,687	5,501,875		8,491,562
358,437	181,662		542,433
418,531	110,916	26,350	783,909
			59,826
	2,022		1,243,883
			616,910
			<u>1,467,047</u>
<u>58,368,855</u>	<u>12,410,168</u>	<u>3,799,396</u>	<u>110,122,618</u>
			257,077
			3,986,315
2,210			4,482,527
5,670	8,380		4,733,713
		12,396,845	46,128,989
<u>(7,880)</u>	<u>(8,380)</u>	<u>(7,526,266)</u>	<u>(35,812,210)</u>
<u>0</u>	<u>0</u>	<u>4,870,579</u>	<u>23,776,411</u>
<u>58,368,855</u>	<u>12,410,168</u>	<u>8,669,975</u>	<u>133,899,029</u>

Continued

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS (continued)
JUNE 30, 2008

	<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	\$ 214	\$ 57,314	\$ 123,037	\$ 898,131	\$ 17,498	\$ 459,908
Compensated absences payable						
Deposits		319,400				
Benefits payable						
Claims and judgments payable						
Total current liabilities	<u>214</u>	<u>376,714</u>	<u>123,037</u>	<u>898,131</u>	<u>17,498</u>	<u>459,908</u>
Noncurrent liabilities:						
Compensated absences payable						
OPEB liability						
Heart lung presumptive liability						
Total noncurrent liabilities	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total liabilities	<u>214</u>	<u>376,714</u>	<u>123,037</u>	<u>898,131</u>	<u>17,498</u>	<u>459,908</u>
NET ASSETS						
Invested in capital assets		1,148,372	384,772	694,878	327,353	16,350,457
Unrestricted	<u>1,514,595</u>	<u>1,872,006</u>	<u>1,970,151</u>	<u>5,268,583</u>	<u>2,181,882</u>	<u>20,861,480</u>
Total net assets	<u>\$ 1,514,595</u>	<u>\$ 3,020,378</u>	<u>\$ 2,354,923</u>	<u>\$ 5,963,461</u>	<u>\$ 2,509,235</u>	<u>\$ 37,211,937</u>

See accompanying independent auditors' report.

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Totals</u>
\$ 259,078	\$ 14,066	\$	\$ 1,829,246
33,622,542			33,622,542
10,837,987			319,400
			10,837,987
	171,577		171,577
<u>44,719,607</u>	<u>185,643</u>	<u>0</u>	<u>46,780,752</u>
18,114,027			18,114,027
22,163,348			22,163,348
<u>37,721,231</u>			<u>37,721,231</u>
<u>77,998,606</u>	<u>0</u>	<u>0</u>	<u>77,998,606</u>
<u>122,718,213</u>	<u>185,643</u>	<u>0</u>	<u>124,779,358</u>
		4,870,579	23,776,411
<u>(64,349,358)</u>	<u>12,224,525</u>	<u>3,799,396</u>	<u>(14,656,740)</u>
<u>\$ (64,349,358)</u>	<u>\$ 12,224,525</u>	<u>\$ 8,669,975</u>	<u>\$ 9,119,671</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, 2008

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Graphic Arts</u>	<u>Computer Services</u>	<u>Communications</u>
Operating revenues:					
Charges for services	\$ 2,460,349	\$ 9,016,897	\$ 2,157,431	\$ 7,726,782	\$ 1,652,967
Miscellaneous		344		22,831	
Total operating revenues	<u>2,460,349</u>	<u>9,017,241</u>	<u>2,157,431</u>	<u>7,749,613</u>	<u>1,652,967</u>
Operating expenses:					
Salaries and employee benefits	1,809,502	6,801,020	634,020	1,664,289	253,749
Services and supplies	658,377	2,028,999	1,274,683	5,553,154	1,475,710
Cost of stores issued			123,614	2,760,884	674,230
Insurance claims					
Insurance premiums					
Depreciation		652,782	65,515	202,019	52,709
Total operating expenses	<u>2,467,879</u>	<u>9,482,801</u>	<u>2,097,832</u>	<u>10,180,346</u>	<u>2,456,398</u>
Operating income (loss)	<u>(7,530)</u>	<u>(465,560)</u>	<u>59,599</u>	<u>(2,430,733)</u>	<u>(803,431)</u>
Nonoperating revenues (expenses):					
Interest revenue	78,611	52,414	103,076	317,442	129,259
Gain (loss) on sale of capital assets		(95,242)	(2,376)	(4,658)	
Intergovernmental revenue					
Intergovernmental expense					
Total nonoperating revenues (expenses)	<u>78,611</u>	<u>(42,828)</u>	<u>100,700</u>	<u>312,784</u>	<u>129,259</u>
Income (loss) before contributions and operating transfers	71,081	(508,388)	160,299	(2,117,949)	(674,172)
Transfers in				139,990	
Transfers out					
Changes in net assets	71,081	(508,388)	160,299	(1,977,959)	(674,172)
Total net assets, July 1	<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>
Total net assets, June 30	<u>\$ 1,514,595</u>	<u>\$ 3,020,378</u>	<u>\$ 2,354,923</u>	<u>\$ 5,963,461</u>	<u>\$ 2,509,235</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>
\$ 14,401,713	\$ 158,216,771	\$ 3,243,062	\$ 1,129,078	\$	\$ 200,005,050
66,427		55,827			145,429
<u>14,468,140</u>	<u>158,216,771</u>	<u>3,298,889</u>	<u>1,129,078</u>	<u>0</u>	<u>200,150,479</u>
3,522,170	128,973,751	505,998			144,164,499
1,602,882	2,090,619	450,434	3,602		15,138,460
3,906,565					7,465,293
	74,370,572	805,555			75,176,127
	2,988,134	377,414			3,365,548
4,104,374			993,721		6,071,120
<u>13,135,991</u>	<u>208,423,076</u>	<u>2,139,401</u>	<u>997,323</u>	<u>0</u>	<u>251,381,047</u>
<u>1,332,149</u>	<u>(50,206,305)</u>	<u>1,159,488</u>	<u>131,755</u>	<u>0</u>	<u>(51,230,568)</u>
1,123,700	3,164,206	658,534	227,044		5,854,286
299,916			4,758		202,398
49,000					49,000
	(1,419,297)				(1,419,297)
<u>1,472,616</u>	<u>1,744,909</u>	<u>658,534</u>	<u>231,802</u>	<u>0</u>	<u>4,686,387</u>
2,804,765	(48,461,396)	1,818,022	363,557		(46,544,181)
					139,990
				(577,074)	(577,074)
2,804,765	(48,461,396)	1,818,022	363,557	(577,074)	(46,981,265)
<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>
<u>\$ 37,211,937</u>	<u>\$ (64,349,358)</u>	<u>\$ 12,224,525</u>	<u>\$ 8,669,975</u>	<u>\$ 0</u>	<u>\$ 9,119,671</u>

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	<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	\$ 3,142,143	\$ 9,945,707	\$ 2,169,593	\$ 7,749,613	\$ 1,652,967
Cash payments to suppliers for goods and services	(682,158)	(1,979,727)	(1,432,802)	(7,655,854)	(2,256,294)
Cash payments to employees for services	<u>(1,809,502)</u>	<u>(6,801,020)</u>	<u>(634,020)</u>	<u>(1,664,289)</u>	<u>(253,749)</u>
Net cash provided by (used in) operating activities	<u>650,483</u>	<u>1,164,960</u>	<u>102,771</u>	<u>(1,570,530)</u>	<u>(857,076)</u>
Cash flows from noncapital financing activities:					
Federal grants					
Transfers in from other funds				139,990	
Subsidies paid to other governments					
Net cash provided by (used in) noncapital financing activities	<u>0</u>	<u>0</u>	<u>0</u>	<u>139,990</u>	<u>0</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets		(158,405)		(39,500)	
Proceeds from sale of capital assets					
Net cash provided by (used in) capital and related financing activities	<u>0</u>	<u>(158,405)</u>	<u>0</u>	<u>(39,500)</u>	<u>0</u>
Cash flows from investing activities:					
Interest and dividends on investments	<u>78,377</u>	<u>45,052</u>	<u>101,708</u>	<u>328,357</u>	<u>134,399</u>
Net cash provided by (used in) investing activities	<u>78,377</u>	<u>45,052</u>	<u>101,708</u>	<u>328,357</u>	<u>134,399</u>
Net increase (decrease) in cash and cash equivalents	728,860	1,051,607	204,479	(1,141,683)	(722,677)
Cash and cash equivalents, July 1	<u>73,035</u>	<u>60,798</u>	<u>1,770,944</u>	<u>6,632,823</u>	<u>2,658,903</u>
Cash and cash equivalents, June 30	<u>\$ 801,895</u>	<u>\$ 1,112,405</u>	<u>\$ 1,975,423</u>	<u>\$ 5,491,140</u>	<u>\$ 1,936,226</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>Totals</u>
\$ 14,861,082	\$ 158,224,706	\$ 3,460,796	\$ 1,129,078	\$ 202,335,685
(5,533,366)	(25,493,022)	(1,715,901)	(3,602)	(46,752,726)
<u>(3,522,170)</u>	<u>(127,162,441)</u>	<u>(505,998)</u>		<u>(142,353,189)</u>
<u>5,805,546</u>	<u>5,569,243</u>	<u>1,238,897</u>	<u>1,125,476</u>	<u>13,229,770</u>
49,000				49,000
	(1,419,297)			139,990
				<u>(1,419,297)</u>
<u>49,000</u>	<u>(1,419,297)</u>	<u>0</u>	<u>0</u>	<u>(1,230,307)</u>
(3,403,023)			(1,684,904)	(5,285,832)
<u>340,860</u>			<u>3,943</u>	<u>344,803</u>
<u>(3,062,163)</u>	<u>0</u>	<u>0</u>	<u>(1,680,961)</u>	<u>(4,941,029)</u>
<u>1,099,272</u>	<u>3,064,499</u>	<u>538,434</u>	<u>230,239</u>	<u>5,620,337</u>
<u>1,099,272</u>	<u>3,064,499</u>	<u>538,434</u>	<u>230,239</u>	<u>5,620,337</u>
3,891,655	7,214,445	1,777,331	(325,246)	12,678,771
<u>16,719,365</u>	<u>47,387,755</u>	<u>4,836,362</u>	<u>4,098,292</u>	<u>84,238,277</u>
<u>\$ 20,611,020</u>	<u>\$ 54,602,200</u>	<u>\$ 6,613,693</u>	<u>\$ 3,773,046</u>	<u>\$ 96,917,048</u>

Continued

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	<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)	\$ (7,530)	\$ (465,560)	\$ 59,599	\$ (2,430,733)	\$ (803,431)	\$ 1,332,149
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:						
Depreciation		652,782	65,515	202,019	52,709	4,104,374
Change in assets and liabilities:						
(Increase) decrease in accounts receivable			1,913			
(Increase) decrease in loans receivable	6,000					
(Increase) decrease in inter-governmental receivable	27,087	898,346	(3,169)			392,942
(Increase) decrease in due from other funds	654,707		13,418			
(Increase) decrease in inventories			1,816	252,520	(116,775)	(136,161)
Increase (decrease) in accounts payable	(29,781)	49,272	(36,321)	405,664	10,421	112,242
Increase (decrease) in deposits		30,120				
Increase (decrease) in compensated absences payable						
Increase (decrease) in benefits payable						
Increase (decrease) in claims and judgments payable						
Net cash provided by (used in) operating activities	<u>\$ 650,483</u>	<u>\$ 1,164,960</u>	<u>\$ 102,771</u>	<u>\$ (1,570,530)</u>	<u>\$ (857,076)</u>	<u>\$ 5,805,546</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>Totals</u>
\$ (50,206,305)	\$ 1,159,488	\$ 131,755	\$ (51,230,568)
		993,721	6,071,120
7,935	163,929		173,777
			6,000
	(2,022)		1,313,184
			668,125
			1,400
186,701	4,559		702,757
			30,120
1,811,310			1,811,310
53,769,602			53,769,602
	<u>(87,057)</u>		<u>(87,057)</u>
<u>\$ 5,569,243</u>	<u>\$ 1,238,897</u>	<u>\$ 1,125,476</u>	<u>\$ 13,229,770</u>

35,842 98,466

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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 3,285,829	\$ 3,285,829	\$ 2,460,349	\$ (825,480)
Total operating revenues	<u>3,285,829</u>	<u>3,285,829</u>	<u>2,460,349</u>	<u>(825,480)</u>
Operating expenses:				
Salaries and employee benefits	2,466,930	2,466,930	1,809,502	657,428
Services and supplies	<u>818,939</u>	<u>818,939</u>	<u>658,377</u>	<u>160,562</u>
Total operating expenses	<u>3,285,869</u>	<u>3,285,869</u>	<u>2,467,879</u>	<u>817,990</u>
Operating income (loss)	<u>(40)</u>	<u>(40)</u>	<u>(7,530)</u>	<u>(7,490)</u>
Nonoperating revenues:				
Interest revenue	<u>55,933</u>	<u>55,933</u>	<u>78,611</u>	<u>22,678</u>
Total nonoperating revenues	<u>55,933</u>	<u>55,933</u>	<u>78,611</u>	<u>22,678</u>
Changes in net assets	55,893	55,893	71,081	15,188
Total net assets, July 1	<u>1,443,514</u>	<u>1,443,514</u>	<u>1,443,514</u>	
Total net assets, June 30	<u>\$ 1,499,407</u>	<u>\$ 1,499,407</u>	<u>\$ 1,514,595</u>	<u>\$ 15,188</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 9,904,323	\$ 9,904,323	\$ 9,016,897	\$ (887,426)
Miscellaneous			344	344
Total operating revenues	<u>9,904,323</u>	<u>9,904,323</u>	<u>9,017,241</u>	<u>(887,082)</u>
Operating expenses:				
Salaries and employee benefits	7,728,230	7,728,230	6,801,020	927,210
Services and supplies	2,176,093	2,176,093	2,028,999	147,094
Depreciation	624,871	624,871	652,782	(27,911)
Total operating expenses	<u>10,529,194</u>	<u>10,529,194</u>	<u>9,482,801</u>	<u>1,046,393</u>
Operating income (loss)	<u>(624,871)</u>	<u>(624,871)</u>	<u>(465,560)</u>	<u>159,311</u>
Nonoperating revenues (expenses):				
Interest revenue	43,000	43,000	52,414	9,414
Gain (loss) on sale of capital assets			(95,242)	(95,242)
Total nonoperating revenues (expenses)	<u>43,000</u>	<u>43,000</u>	<u>(42,828)</u>	<u>(85,828)</u>
Changes in net assets	(581,871)	(581,871)	(508,388)	73,483
Total net assets, July 1	<u>3,528,766</u>	<u>3,528,766</u>	<u>3,528,766</u>	
Total net assets, June 30	<u>\$ 2,946,895</u>	<u>\$ 2,946,895</u>	<u>\$ 3,020,378</u>	<u>\$ 73,483</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 2,550,000	\$ 2,550,000	\$ 2,157,431	\$ (392,569)
Total operating revenues	<u>2,550,000</u>	<u>2,550,000</u>	<u>2,157,431</u>	<u>(392,569)</u>
Operating expenses:				
Salaries and employee benefits	755,150	755,150	634,020	121,130
Services and supplies	1,276,120	1,276,120	1,274,683	1,437
Cost of stores issued	174,520	174,520	123,614	50,906
Depreciation	113,348	113,348	65,515	47,833
Total operating expenses	<u>2,319,138</u>	<u>2,319,138</u>	<u>2,097,832</u>	<u>221,306</u>
Operating income (loss)	<u>230,862</u>	<u>230,862</u>	<u>59,599</u>	<u>(171,263)</u>
Nonoperating revenues (expenses):				
Interest revenue	58,977	58,977	103,076	44,099
Gain (loss) on sale of capital assets			(2,376)	(2,376)
Total nonoperating revenues (expenses)	<u>58,977</u>	<u>58,977</u>	<u>100,700</u>	<u>41,723</u>
Changes in net assets	289,839	289,839	160,299	(129,540)
Total net assets, July 1	<u>2,194,624</u>	<u>2,194,624</u>	<u>2,194,624</u>	
Total net assets, June 30	<u>\$ 2,484,463</u>	<u>\$ 2,484,463</u>	<u>\$ 2,354,923</u>	<u>\$ (129,540)</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 7,436,794	\$ 7,436,794	\$ 7,726,782	\$ 289,988
Miscellaneous			22,831	22,831
Total operating revenues	<u>7,436,794</u>	<u>7,436,794</u>	<u>7,749,613</u>	<u>312,819</u>
Operating expenses:				
Salaries and employee benefits	1,831,980	1,831,980	1,664,289	167,691
Services and supplies	6,224,867	6,224,867	5,553,154	671,713
Cost of stores issued	1,925,000	1,925,000	2,760,884	(835,884)
Depreciation	250,000	250,000	202,019	47,981
Total operating expenses	<u>10,231,847</u>	<u>10,231,847</u>	<u>10,180,346</u>	<u>51,501</u>
Operating income (loss)	<u>(2,795,053)</u>	<u>(2,795,053)</u>	<u>(2,430,733)</u>	<u>364,320</u>
Nonoperating revenues (expenses):				
Interest revenue	318,238	318,238	317,442	(796)
Gain (loss) on sale of capital assets			(4,658)	(4,658)
Total nonoperating revenues (expenses)	<u>318,238</u>	<u>318,238</u>	<u>312,784</u>	<u>(5,454)</u>
Income (loss) before contributions and operating transfers	(2,476,815)	(2,476,815)	(2,117,949)	358,866
Transfers in			<u>139,990</u>	<u>139,990</u>
Changes in net assets	(2,476,815)	(2,476,815)	(1,977,959)	498,856
Total net assets, July 1	<u>7,941,420</u>	<u>7,941,420</u>	<u>7,941,420</u>	
Total net assets, June 30	<u>\$ 5,464,605</u>	<u>\$ 5,464,605</u>	<u>\$ 5,963,461</u>	<u>\$ 498,856</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,100,000	\$ 1,100,000	\$ 1,652,967	\$ 552,967
Total operating revenues	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,652,967</u>	<u>552,967</u>
Operating expenses:				
Salaries and employee benefits	304,800	304,800	253,749	51,051
Services and supplies	388,484	1,588,484	1,475,710	112,774
Cost of stores issued	941,900	941,900	674,230	267,670
Depreciation	50,000	50,000	52,709	(2,709)
Total operating expenses	<u>1,685,184</u>	<u>2,885,184</u>	<u>2,456,398</u>	<u>428,786</u>
Operating income (loss)	<u>(585,184)</u>	<u>(1,785,184)</u>	<u>(803,431)</u>	<u>981,753</u>
Nonoperating revenues:				
Interest revenue	119,273	119,273	129,259	9,986
Total nonoperating revenues	<u>119,273</u>	<u>119,273</u>	<u>129,259</u>	<u>9,986</u>
Changes in net assets	(465,911)	(1,665,911)	(674,172)	991,739
Total net assets, July 1	<u>3,183,407</u>	<u>3,183,407</u>	<u>3,183,407</u>	
Total net assets, June 30	<u>\$ 2,717,496</u>	<u>\$ 1,517,496</u>	<u>\$ 2,509,235</u>	<u>\$ 991,739</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 14,743,657	\$ 14,743,657	\$ 14,401,713	\$ (341,944)
Miscellaneous	50,000	50,000	66,427	16,427
Total operating revenues	<u>14,793,657</u>	<u>14,793,657</u>	<u>14,468,140</u>	<u>(325,517)</u>
Operating expenses:				
Salaries and employee benefits	3,973,320	3,973,320	3,522,170	451,150
Services and supplies	1,338,385	1,663,385	1,602,882	60,503
Cost of stores issued	3,458,000	3,458,000	3,906,565	(448,565)
Depreciation	4,152,001	4,152,001	4,104,374	47,627
Total operating expenses	<u>12,921,706</u>	<u>13,246,706</u>	<u>13,135,991</u>	<u>110,715</u>
Operating income (loss)	<u>1,871,951</u>	<u>1,546,951</u>	<u>1,332,149</u>	<u>(214,802)</u>
Nonoperating revenues:				
Interest revenue	752,769	752,769	1,123,700	370,931
Gain (loss) on sale of capital assets	100,000	100,000	299,916	199,916
Intergovernmental revenue	495,000	495,000	49,000	(446,000)
Total nonoperating revenues	<u>1,347,769</u>	<u>1,347,769</u>	<u>1,472,616</u>	<u>124,847</u>
Changes in net assets	3,219,720	2,894,720	2,804,765	(89,955)
Total net assets, July 1	<u>34,407,172</u>	<u>34,407,172</u>	<u>34,407,172</u>	
Total net assets, June 30	<u>\$ 37,626,892</u>	<u>\$ 37,301,892</u>	<u>\$ 37,211,937</u>	<u>\$ (89,955)</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 164,673,000	\$ 164,673,000	\$ 158,216,771	\$ (6,456,229)
Total operating revenues	<u>164,673,000</u>	<u>164,673,000</u>	<u>158,216,771</u>	<u>(6,456,229)</u>
Operating expenses:				
Salaries and employee benefits	133,383,610	133,383,610	128,973,751	4,409,859
Services and supplies	2,525,620	2,525,620	2,090,619	435,001
Insurance claims	24,869,100	24,869,100	74,370,572	(49,501,472)
Insurance premiums	3,766,000	3,491,000	2,988,134	502,866
Total operating expenses	<u>164,544,330</u>	<u>164,269,330</u>	<u>208,423,076</u>	<u>(44,153,746)</u>
Operating income (loss)	<u>128,670</u>	<u>403,670</u>	<u>(50,206,305)</u>	<u>(50,609,975)</u>
Nonoperating revenues (expenses):				
Interest revenue	1,905,500	1,905,500	3,164,206	1,258,706
Intergovernmental expense	(1,200,000)	(1,475,000)	(1,419,297)	55,703
Total nonoperating revenues (expenses)	<u>705,500</u>	<u>430,500</u>	<u>1,744,909</u>	<u>1,314,409</u>
Changes in net assets	834,170	834,170	(48,461,396)	(49,295,566)
Total net assets, July 1	<u>(15,887,962)</u>	<u>(15,887,962)</u>	<u>(15,887,962)</u>	
Total net assets, June 30	<u>\$ (15,053,792)</u>	<u>\$ (15,053,792)</u>	<u>\$ (64,349,358)</u>	<u>\$ (49,295,566)</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 2,816,000	\$ 3,316,000	\$ 3,243,062	\$ (72,938)
Miscellaneous			55,827	55,827
Total operating revenues	<u>2,816,000</u>	<u>3,316,000</u>	<u>3,298,889</u>	<u>(17,111)</u>
Operating expenses:				
Salaries and employee benefits	571,740	571,740	505,998	65,742
Services and supplies	293,620	293,620	450,434	(156,814)
Insurance claims	982,200	982,200	805,555	176,645
Insurance premiums	456,000	996,000	377,414	618,586
Total operating expenses	<u>2,303,560</u>	<u>2,843,560</u>	<u>2,139,401</u>	<u>704,159</u>
Operating income (loss)	<u>512,440</u>	<u>472,440</u>	<u>1,159,488</u>	<u>687,048</u>
Nonoperating revenues:				
Interest revenue	374,900	414,900	658,534	243,634
Total nonoperating revenues	<u>374,900</u>	<u>414,900</u>	<u>658,534</u>	<u>243,634</u>
Changes in net assets	887,340	887,340	1,818,022	930,682
Total net assets, July 1	<u>10,406,503</u>	<u>10,406,503</u>	<u>10,406,503</u>	
Total net assets, June 30	<u>\$ 11,293,843</u>	<u>\$ 11,293,843</u>	<u>\$ 12,224,525</u>	<u>\$ 930,682</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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,000,000	\$ 1,114,000	\$ 1,129,078	\$ 15,078
Total operating revenues	<u>1,000,000</u>	<u>1,114,000</u>	<u>1,129,078</u>	<u>15,078</u>
Operating expenses:				
Services and supplies			3,602	(3,602)
Depreciation	900,000	1,014,000	993,721	20,279
Total operating expenses	<u>900,000</u>	<u>1,014,000</u>	<u>997,323</u>	<u>16,677</u>
Operating income (loss)	<u>100,000</u>	<u>100,000</u>	<u>131,755</u>	<u>31,755</u>
Nonoperating revenues:				
Interest revenue	193,750	193,750	227,044	33,294
Gain (loss) on sale of capital assets			4,758	4,758
Total nonoperating revenues	<u>193,750</u>	<u>193,750</u>	<u>231,802</u>	<u>38,052</u>
Changes in net assets	293,750	293,750	363,557	69,807
Total net assets, July 1	<u>8,306,418</u>	<u>8,306,418</u>	<u>8,306,418</u>	
Total net assets, June 30	<u>\$ 8,600,168</u>	<u>\$ 8,600,168</u>	<u>\$ 8,669,975</u>	<u>\$ 69,807</u>

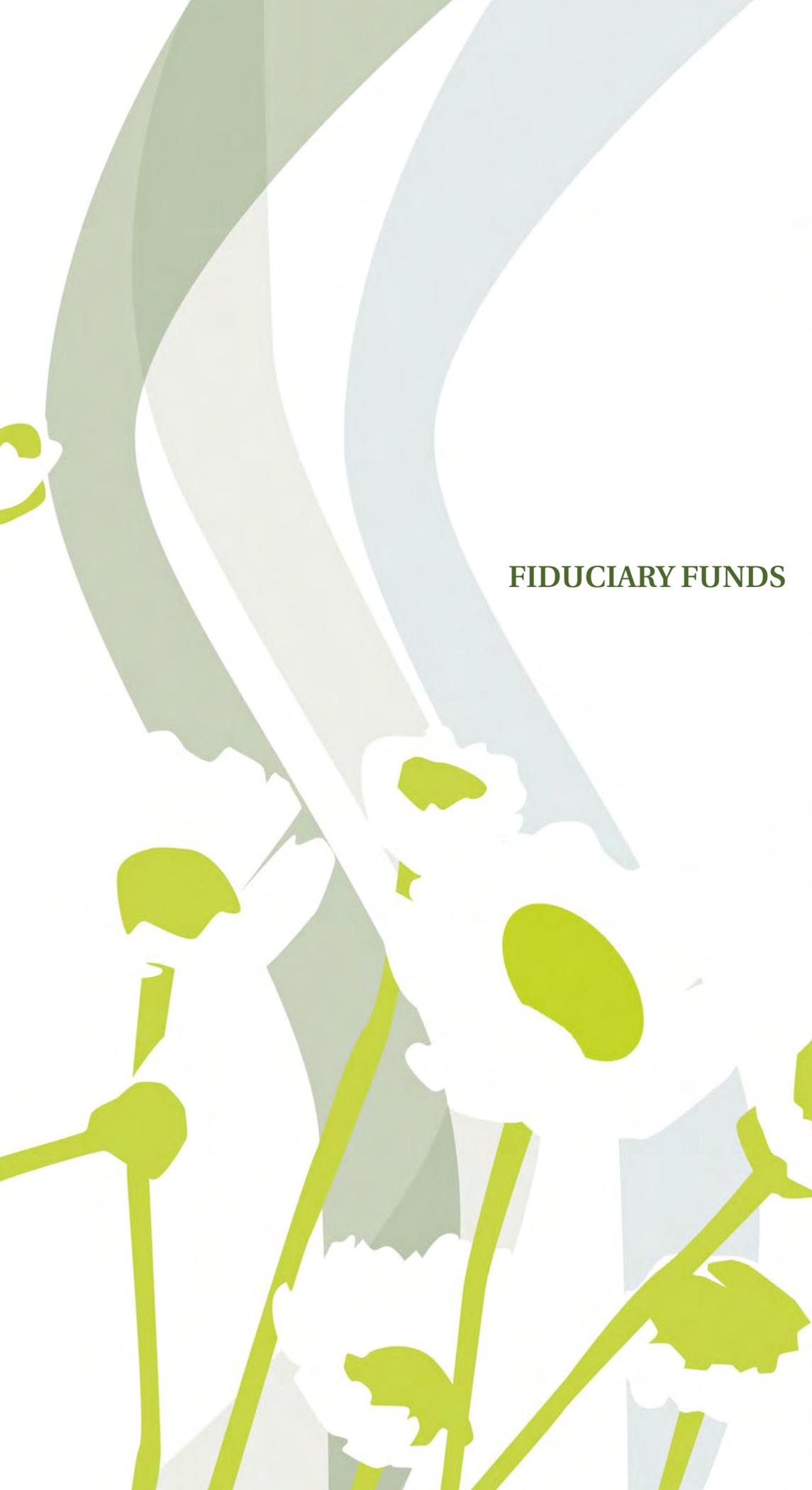
See accompanying independent auditors' report.

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, 2008

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$	\$	\$	\$ 0
Miscellaneous				0
Total operating revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Operating expenses:				
Services and supplies				0
Cost of stores issued				0
Total operating expenses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Operating income (loss)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Changes in net assets	0	0	0	0
Transfers out			<u>(577,074)</u>	<u>(577,074)</u>
Changes in net assets			(577,074)	(577,074)
Total net assets, July 1	<u>577,074</u>	<u>577,074</u>	<u>577,074</u>	
Total net assets, June 30	<u>\$ 577,074</u>	<u>\$ 577,074</u>	<u>\$ 0</u>	<u>\$ (577,074)</u>

See accompanying independent auditors' report.

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FIDUCIARY FUNDS



Sustainability Tip:
Buy a hybrid vehicle. Help protect air
quality while saving on gas prices.

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, 2008

	AGENCY	
	Deposits	Municipal Court Bail
ASSETS		
Cash and cash equivalents	\$ 13,983,581	\$ 4,298,488
Receivables (net of allowances for uncollectibles):		
Interest		
Intergovernmental	82,282	
Total assets	\$ 14,065,863	\$ 4,298,488
 LIABILITIES		
Accounts payable	\$ 27	\$
Salaries payable	7,072,111	
Deposits payable	2,233,467	
Intergovernmental payable	2,019,061	703,111
Payroll liabilities payable	2,229,887	
Outstanding bail payable		3,595,377
Unclaimed monies payable	511,310	
Arbitrage rebate payable		
Total liabilities	\$ 14,065,863	\$ 4,298,488

FUNDS

<u>Developer Special Assessment</u>	<u>Totals</u>
\$ 24,384,357	\$ 42,666,426
23,523	23,523
<u>24,407,880</u>	<u>42,772,231</u>

\$ 20,072	\$ 20,099
	7,072,111
23,998,625	26,232,092
	2,722,172
	2,229,887
	3,595,377
	511,310
<u>389,183</u>	<u>389,183</u>
\$ <u>24,407,880</u>	\$ <u>42,772,231</u>

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
DEPOSITS FUND:				
ASSETS				
Cash and cash equivalents	\$ 14,446,449	\$ 268,021,337	\$ 268,484,205	\$ 13,983,581
Intergovernmental receivable		82,282		82,282
Salary advances		14,658	14,658	
Total assets	\$ 14,446,449	\$ 268,118,277	\$ 268,498,863	\$ 14,065,863
LIABILITIES				
Accounts payable	\$ 27	\$ 13,843,757	\$ 13,843,757	\$ 27
Salaries payable	6,896,679	249,256,635	249,081,203	7,072,111
Deposits payable	2,707,267	768,125	1,241,925	2,233,467
Intergovernmental payable	2,174,711	33,275,395	33,431,045	2,019,061
Payroll liabilities payable	2,135,533	60,652,082	60,557,728	2,229,887
Unclaimed monies payable	532,232	204,126	225,048	511,310
Total liabilities	\$ 14,446,449	\$ 358,000,120	\$ 358,380,706	\$ 14,065,863
MUNICIPAL COURT BAIL FUND:				
ASSETS				
Cash and cash equivalents	\$ 4,257,270	\$ 15,698,051	\$ 15,656,833	\$ 4,298,488
Total assets	\$ 4,257,270	\$ 15,698,051	\$ 15,656,833	\$ 4,298,488
LIABILITIES				
Accounts payable	\$	\$ 7,855,598	\$ 7,855,598	\$
Intergovernmental payable	555,489	8,725,869	8,578,247	703,111
Outstanding bail payable	3,701,781	8,348,746	8,455,150	3,595,377
Total liabilities	\$ 4,257,270	\$ 24,930,213	\$ 24,888,995	\$ 4,298,488

See accompanying independent auditor's report.

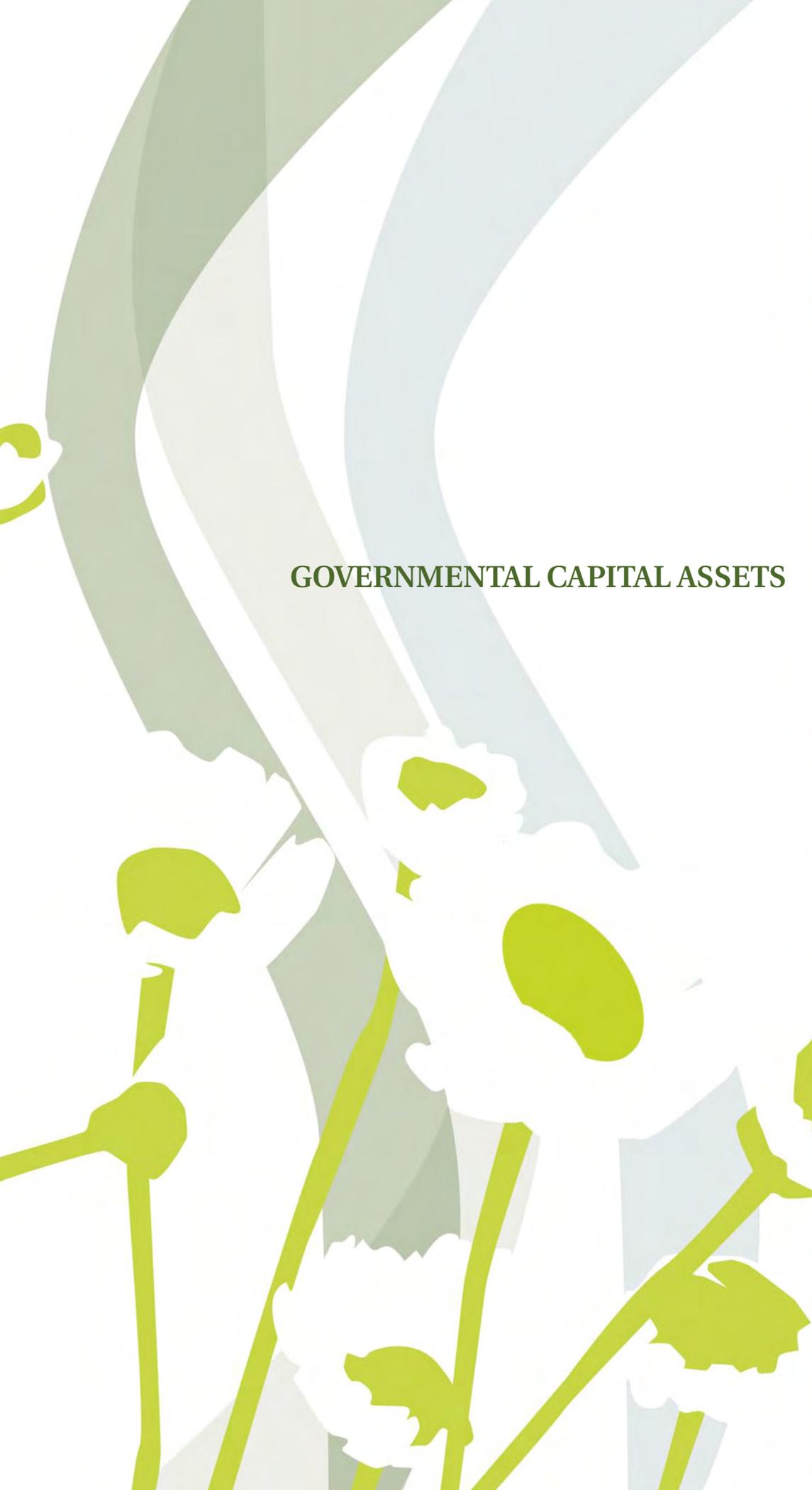
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CITY OF LAS VEGAS, NEVADA
STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

	Balance July 1, 2007	Additions	Deletions	Balance June 30, 2008
DEVELOPER SPECIAL ASSESSMENT FUND:				
ASSETS				
Cash and cash equivalents	\$ 23,279,290	\$ 102,474,886	\$ 101,369,819	\$ 24,384,357
Accounts receivable		161	161	
Interest receivable	57,805	26,239	60,521	23,523
Total assets	\$ 23,337,095	\$ 102,501,286	\$ 101,430,501	\$ 24,407,880
LIABILITIES				
Accounts payable	\$ 27,501	\$ 879,551	\$ 886,980	\$ 20,072
Deposits payable	22,973,730	76,622,898	75,598,003	23,998,625
Arbitrage rebate payable	335,864	73,047	19,728	389,183
Total liabilities	\$ 23,337,095	\$ 77,575,496	\$ 76,504,711	\$ 24,407,880
 TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 41,983,009	\$ 386,194,274	\$ 385,510,857	\$ 42,666,426
Accounts receivable		161	161	
Interest receivable	57,805	26,239	60,521	23,523
Intergovernmental receivable		82,282		82,282
Salary advances		14,658	14,658	
Total assets	\$ 42,040,814	\$ 386,317,614	\$ 385,586,197	\$ 42,772,231
LIABILITIES				
Accounts payable	\$ 27,528	\$ 22,578,906	\$ 22,586,335	\$ 20,099
Salaries payable	6,896,679	249,256,635	249,081,203	7,072,111
Deposits payable	25,680,997	77,391,023	76,839,928	26,232,092
Intergovernmental payable	2,730,200	42,001,264	42,009,292	2,722,172
Payroll liabilities payable	2,135,533	60,652,082	60,557,728	2,229,887
Outstanding bail payable	3,701,781	8,348,746	8,455,150	3,595,377
Unclaimed monies payable	532,232	204,126	225,048	511,310
Arbitrage rebate payable	335,864	73,047	19,728	389,183
Total liabilities	\$ 42,040,814	\$ 460,505,829	\$ 459,774,412	\$ 42,772,231

See accompanying independent auditor's report.

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GOVERNMENTAL CAPITAL ASSETS



Sustainability Tip:
Switch to Compact fluorescent bulbs. They use 75 percent less energy than incandescent bulbs and last up to 10 times longer.

CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE
JUNE 30, 2008

	2008	2007
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 1,104,487,894	\$ 985,555,130
Land improvements	178,296,409	165,094,758
Buildings	192,542,696	186,659,651
Building improvements	76,685,352	72,278,572
Machinery and equipment	33,224,515	32,212,845
Vehicles	16,308,164	12,578,822
Roadways	1,034,767,755	994,007,934
Traffic signals and lighting	153,536,637	146,718,333
Traffic signage	1,323,504	1,080,993
Traffic pavement markers	1,447,634	1,334,744
Storm drainage	503,775,941	479,601,353
Construction in progress	385,810,429	292,311,063
	<u>\$ 3,682,206,930</u>	<u>\$ 3,369,434,198</u>
 INVESTMENTS IN GOVERNMENTAL FUNDS		
CAPITAL ASSETS BY SOURCE		
General obligation bonds	\$ 274,694,101	\$ 237,814,278
Current revenues	2,858,939,440	2,764,995,012
Federal grants	73,920,786	37,609,357
State grants	2,929,925	1,354,400
Donations	469,942,205	325,880,678
Property transfer	1,780,473	1,780,473
	<u>\$ 3,682,206,930</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.

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, 2008

Function and Activity	Land	Land Improvements	Buildings
General government:			
Legislative and elections	\$	\$	\$
Executive		90,400	
Financial administration		13,410	854,758
Other	20,038,316	696,088	45,743,484
Total general government	<u>20,038,316</u>	<u>799,898</u>	<u>46,598,242</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	644,149	6,368,939
Fire	2,332,821	8,529,908	39,293,645
Corrections		259,278	11,262,137
Protective inspections			
Other protection	410,242		2,950,945
Total public safety	<u>2,793,063</u>	<u>9,433,335</u>	<u>59,875,666</u>
Public works:			
Administration and engineering	3,483,549	872,610	2,268,892
Engineering	2,831,157	20,998	
Paved streets	933,950,377	89,262	
Special assessments	118,636	981,539	
Storm drainage	463,803	6,288	
Total public works	<u>940,847,522</u>	<u>1,970,697</u>	<u>2,268,892</u>
Health:			
Animal control		84,137	385,167
Cemetery	23,810	1,186,864	43,221
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	35,696,600
Spectator recreation	331,981		2,754,049
Parks	91,890,365	151,833,690	2,168,264
Special Facilities			
Senior citizens	2,500	1,227,073	2,182,054
Total culture and recreation	<u>97,780,128</u>	<u>161,646,314</u>	<u>42,908,485</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	5,807,837		
Neighborhood services	1,574,788	2,086,999	7,810,989
Total economic development and assistance	<u>43,004,055</u>	<u>2,527,284</u>	<u>40,189,194</u>
Transit systems:			
Transportation services	1,000	395,107	
Total governmental funds capital assets	<u>\$ 1,104,487,894</u>	<u>\$ 178,296,409</u>	<u>\$ 192,542,696</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	72,239				
22,814	316,541				
25,420,708	21,369,961	9,370			
<u>26,236,059</u>	<u>21,758,741</u>	<u>9,370</u>			
37,965	39,236				
66,031					
6,391					
<u>110,387</u>	<u>39,236</u>				
206,459	304,877				
5,063,104	6,373,632	16,275,328			
15,794,813	2,355,223				
5,226					
687,343	221,375		2,234,189	153,275,311	1,323,504
<u>21,756,945</u>	<u>9,255,107</u>	<u>16,275,328</u>	<u>2,234,189</u>	<u>153,275,311</u>	<u>1,323,504</u>
1,849,561	28,512				
3,542	680,473				
83,567			1,025,281,072	225,255	
			7,084,386	16,595	
			14,962		
<u>1,936,670</u>	<u>708,985</u>		<u>1,032,380,420</u>	<u>241,850</u>	
9,834					
<u>9,834</u>	<u>0</u>				
38,373	62,568				
20,809,443	276,486				
1,351,177	620,124	23,466			
1,469,976	257,534				
1,000,769					
<u>24,669,738</u>	<u>1,216,712</u>	<u>23,466</u>			
4,414					
207,909	118,884				
73,026	5,545			19,476	
	7,199		153,146		
1,680,370	114,106				
<u>1,965,719</u>	<u>245,734</u>		<u>153,146</u>	<u>19,476</u>	
<u>\$ 76,685,352</u>	<u>\$ 33,224,515</u>	<u>\$ 16,308,164</u>	<u>\$ 1,034,767,755</u>	<u>\$ 153,536,637</u>	<u>\$ 1,323,504</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				884,656
Financial administration				1,207,523
Other			24,933,863	138,211,790
Total general government			<u>24,933,863</u>	<u>140,374,489</u>
Judicial:				
Alternative sentencing and education				77,201
Municipal courts				511,433
Public defender				87,591
				<u>676,225</u>
Public safety:				
Police				7,574,424
Fire			3,682,184	81,550,622
Corrections			325,891	29,997,342
Protective inspections				5,226
Other protection	1,447,634		10,660,842	173,211,385
Total public safety	<u>1,447,634</u>		<u>14,668,917</u>	<u>292,338,999</u>
Public works:				
Administration and engineering				8,503,124
Engineering		429,259,136		432,795,306
Paved streets			45,775,775	2,005,405,308
Special assessments			62,615,774	70,816,930
Storm drainage		74,516,288	31,551,221	106,552,562
Total public works		<u>503,775,424</u>	<u>139,942,770</u>	<u>2,624,073,230</u>
Health:				
Animal control				469,304
Cemetery				1,263,729
Total health				<u>1,733,033</u>
Culture and recreation:				
Culture and recreation administration				229,584
Participant recreation			61,814,235	132,716,472
Spectator recreation				5,080,797
Parks		517	103,897,013	351,517,359
Special Facilities			14,058,523	14,058,523
Senior citizens			2,831,121	7,243,517
Total culture and recreation		<u>517</u>	<u>182,600,892</u>	<u>510,846,252</u>
Economic development and assistance:				
Administration				4,414
Urban redevelopment			13,018,663	77,315,282
Community action programs				23,893
Economic development and assistance			10,645,324	15,189,572
Housing				5,968,182
Neighborhood services				13,267,252
Total economic development and assistance			<u>23,663,987</u>	<u>111,768,595</u>
Transit systems:				
Transportation services				396,107
Total governmental funds capital assets	<u>\$ 1,447,634</u>	<u>\$ 503,775,941</u>	<u>\$ 385,810,429</u>	<u>\$ 3,682,206,930</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, 2008

Function and Activity	General Capital Assets July 1, 2007	Additions	Deletions	General Capital Assets June 30, 2008
General government:				
Legislative and elections	\$ 70,520	\$	\$	\$ 70,520
Executive	1,078,052		193,396	884,656
Financial administration	1,213,098		5,575	1,207,523
Other	110,661,373	32,891,352	5,340,935	138,211,790
Total general government	113,023,043	32,891,352	5,539,906	140,374,489
Judicial:				
Alternative sentencing and education	37,965	39,236		77,201
Municipal courts	519,625		8,192	511,433
Public defender	87,591			87,591
Total judicial	645,181	39,236	8,192	676,225
Public safety:				
Police	7,574,423			7,574,423
Fire	73,547,664	8,016,847	13,889	81,550,622
Corrections	28,989,646	1,250,088	242,392	29,997,342
Protective inspections	5,226			5,226
Other protection	164,930,055	8,346,592	65,261	173,211,386
Total public safety	275,047,014	17,613,527	321,542	292,338,999
Public works:				
Administration and engineering	8,491,074	12,050		8,503,124
Engineering	411,877,051	20,918,255		432,795,306
Paved streets	1,927,594,224	77,811,084		2,005,405,308
Special assessments	67,764,343	3,052,587		70,816,930
Storm drainage	80,911,803	25,640,759		106,552,562
Total public works	2,496,638,495	127,434,735		2,624,073,230
Health:				
Animal control	469,304			469,304
Cemetery	1,263,729			1,263,729
Total health	1,738,752		5,719	1,733,033
Culture and recreation:				
Culture and recreation administration	234,993		5,409	229,584
Participant recreation	126,849,487	5,908,058	41,073	132,716,472
Spectator recreation	5,078,483	21,720	19,406	5,080,797
Parks	243,576,526	107,958,066	17,233	351,517,359
Special facilities	7,392,113	6,666,410		14,058,523
Senior citizens	4,666,309	2,577,208		7,243,517
Total culture and recreation	387,797,911	123,131,462	83,121	510,846,252
Economic development and assistance:				
Administration	4,414			4,414
Urban redevelopment	68,045,229	9,270,053		77,315,282
Community action programs	23,893			23,893
Economic development and assistance	6,991,070	8,198,502		15,189,572
Housing	5,902,357	65,825		5,968,182
Neighborhood services	13,180,732	86,520		13,267,252
Total economic development and assistance	94,147,695	17,620,900		111,768,595
Transit systems:				
Transportation services	396,107			396,107
Total governmental funds capital assets	\$ 3,369,434,198	\$ 318,731,212	\$ 5,958,480	\$ 3,682,206,930

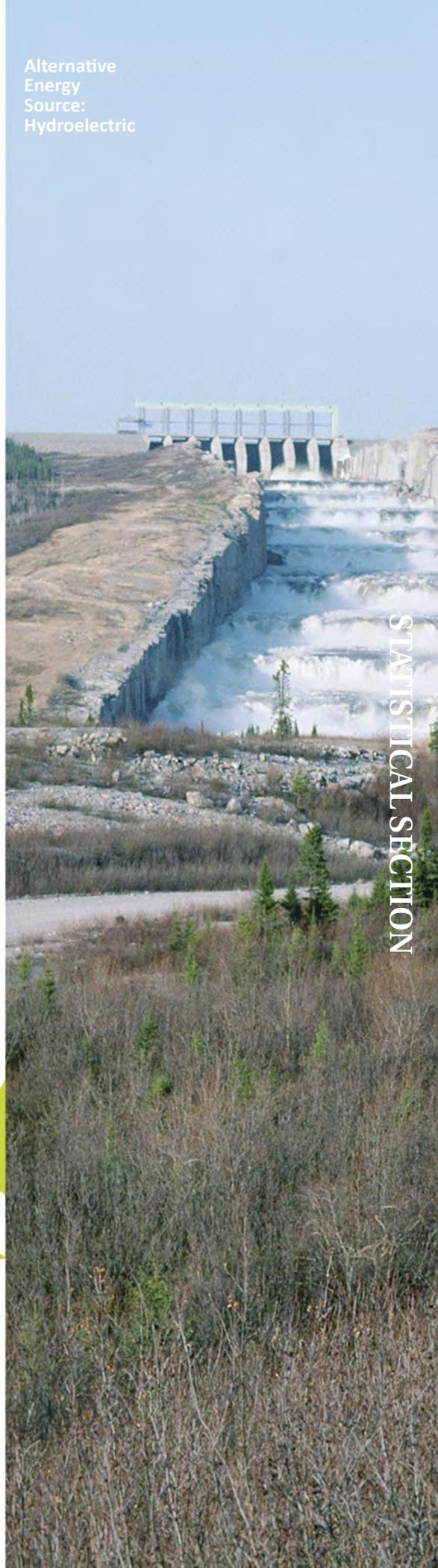
This schedule presents only the capital asset balances related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement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

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Alternative
Energy
Source:
Hydroelectric

STATISTICAL SECTION

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 210 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				
		2004	2005	2006	2007	2008
Governmental activities						
Invested in capital assets, net of related debt	\$	2,034,344	2,139,939	2,242,516	2,475,416	2,690,892
Restricted		40,188	49,685	111,683	115,479	80,506
Unrestricted		329,592	342,253	320,472	310,308	325,683
Total governmental activities net assets	\$	<u>2,404,124</u>	<u>2,531,877</u>	<u>2,674,671</u>	<u>2,901,203</u>	<u>3,097,081</u>
Business-type activities						
Invested in capital assets, net of related debt	\$	381,553	407,002	420,323	428,712	450,267
Restricted						
Unrestricted		59,227	71,825	120,956	156,947	165,193
Total business-type activities net assets	\$	<u>440,780</u>	<u>478,827</u>	<u>541,279</u>	<u>585,659</u>	<u>615,460</u>
Primary government						
Invested in capital assets, net of related debt	\$	2,415,897	2,546,941	2,662,839	2,904,128	3,141,159
Restricted		40,188	49,685	111,683	115,479	80,506
Unrestricted		388,819	414,078	441,428	467,255	490,876
Total primary government net assets	\$	<u>2,844,904</u>	<u>3,010,704</u>	<u>3,215,950</u>	<u>3,486,862</u>	<u>3,712,541</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				
	2004	2005	2006	2007	2008
Expenses					
Governmental activities:					
General government	\$ 82,004	\$ 94,605	\$ 98,032	\$ 112,574	\$ 124,302
Judicial	20,793	21,160	23,508	25,292	30,838
Public safety	247,906	270,216	286,805	314,228	372,474
Public works	59,496	63,384	92,056	73,595	81,744
Sanitation	108	147			-
Welfare	882	927	1,000	1,104	1,223
Health	2,549	2,507	2,633	2,757	3,112
Culture and recreation	44,789	49,461	52,120	56,351	98,293
Economic development and assistance	23,848	23,682	19,889	25,917	27,773
Intergovernmental	9,640				-
Transit systems	1,206	1,463	1,278	1,219	1,363
Interest on long-term debt	10,025	10,388	10,193	14,110	12,157
Total governmental activities expenses	<u>503,246</u>	<u>537,940</u>	<u>587,514</u>	<u>627,147</u>	<u>753,279</u>
Business-type activities:					
Sanitation	65,043	70,287	71,096	83,274	95,284
Development services	13,674	14,477	15,108	16,966	16,250
Parking	5,373	3,689	4,008	3,836	4,118
Golf course	3,518	2,969	3,016	3,039	3,329
Video production	1,329	1,354	1,584	1,772	1,844
Land development	4,999	942	424	1,680	4,914
Total business-type activities	<u>93,936</u>	<u>93,718</u>	<u>95,236</u>	<u>110,567</u>	<u>125,739</u>
Total primary government expenses	<u>\$ 597,182</u>	<u>\$ 631,658</u>	<u>\$ 682,750</u>	<u>\$ 737,714</u>	<u>\$ 879,018</u>
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 83,252	\$ 91,700	\$ 105,230	\$ 120,159	\$ 122,841
Judicial	18,178	19,003	20,759	22,657	25,107
Public safety	19,238	19,243	20,476	17,735	17,810
Public works	52,478	10,849	10,014	8,718	6,358
Welfare	31	281	33	55	45
Health	114	123	129	132	124
Culture and recreation	8,319	9,769	10,861	10,907	12,851
Economic development and assistance	1,163	1,452	3,464	1,528	1,787
Intergovernmental	631				-
Transit systems	909	516	509	349	898
Operating grants and contributions	15,851	17,260	8,092	13,823	57,097
Capital grants and contributions	85,706	118,913	133,210	111,085	250,142
Total governmental activities program revenues	<u>285,870</u>	<u>289,109</u>	<u>312,777</u>	<u>307,148</u>	<u>495,060</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				
	2004	2005	2006	2007	2008
Business-type activities:					
Charges for services:					
Sanitation	55,189	69,237	79,788	83,048	88,373
Development services	19,532	15,165	18,910	15,646	11,013
Parking	5,766	6,053	6,359	6,147	6,675
Golf course	1,202	1,515	1,433	1,431	1,493
Video production	1,662	1,784	1,891	2,148	2,227
Land development	28	130	81	132	1,252
Operating grants and contributions	157	179	382	615	-
Capital grants and contributions	37,705	37,255	40,707	32,624	35,796
Total business-type activities program revenues	<u>121,241</u>	<u>131,318</u>	<u>149,551</u>	<u>141,791</u>	<u>146,829</u>
Total primary government program revenues	<u>\$ 407,111</u>	<u>\$ 420,427</u>	<u>\$ 462,328</u>	<u>\$ 448,939</u>	<u>\$ 641,889</u>
Net (expense)/revenue					
Governmental activities	\$ (217,376)	\$ (248,831)	\$ (274,737)	\$ (319,999)	\$ (258,219)
Business-type activities	<u>27,305</u>	<u>37,600</u>	<u>54,315</u>	<u>31,224</u>	<u>21,090</u>
Total primary government net expense	<u>\$ (190,071)</u>	<u>\$ (211,231)</u>	<u>\$ (220,422)</u>	<u>\$ (288,775)</u>	<u>\$ (237,129)</u>
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Consolidated tax	\$ 206,944	\$ 238,041	\$ 264,253	\$ 263,250	\$ 250,914
Property taxes	99,344	109,166	120,803	138,428	153,145
Room tax	3,419	3,906	4,109	4,187	4,519
Residential construction tax	5,710	2,416	4,034	2,041	1,721
Motor vehicle fuel tax	8,172	8,103	8,794	8,808	8,279
Unrestricted investment earnings	2,866	11,009	13,074	27,378	28,019
Contributions not restricted to specific programs				107,429	2,493
Gain on disposal of capital assets	1,171	2,485	1,170	775	1,773
Transfers	<u>3,282</u>	<u>1,462</u>	<u>1,293</u>	<u>(5,764)</u>	<u>3,232</u>
Total governmental activities	<u>330,908</u>	<u>376,588</u>	<u>417,530</u>	<u>546,532</u>	<u>454,095</u>
Business-type activities:					
Unrestricted investment earnings	753	1,907	2,744	7,392	9,469
Gain on disposal of capital assets			6,687		2,475
Transfers	<u>(3,282)</u>	<u>(1,462)</u>	<u>(1,293)</u>	<u>5,764</u>	<u>(3,232)</u>
Total business-type activities	<u>(2,529)</u>	<u>445</u>	<u>8,138</u>	<u>13,156</u>	<u>8,712</u>
Total primary government	<u>\$ 328,379</u>	<u>\$ 377,033</u>	<u>\$ 425,668</u>	<u>\$ 559,688</u>	<u>\$ 462,807</u>
Change in Net Assets					
Governmental activities	\$ 113,532	\$ 127,757	\$ 142,793	\$ 226,533	\$ 195,876
Business-type activities	<u>24,776</u>	<u>38,045</u>	<u>62,453</u>	<u>44,380</u>	<u>29,802</u>
Total primary government	<u>\$ 138,308</u>	<u>\$ 165,802</u>	<u>\$ 205,246</u>	<u>\$ 270,913</u>	<u>\$ 225,678</u>

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
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
2008	250,914	131,675	4,519	1,721	8,279	397,108

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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				
		2004	2005	2006	2007	2008
General fund						
Reserved	\$	6,054	4,899	4,911	4,464	19,454
Unreserved		56,625	69,378	92,789	84,928	77,345
Total general fund	\$	<u>62,679</u>	<u>74,277</u>	<u>97,700</u>	<u>89,392</u>	<u>96,799</u>
All other governmental funds						
Reserved	\$	13,538	19,136	12,778	11,875	16,234
Unreserved						
Designated						
Redevelopment projects					13,628	12,491
Special revenue funds		29,484	36,285	51,866	48,101	49,495
Capital projects funds		229,192	234,805	262,107	245,123	238,582
Undesignated						
Other governmental funds						
Special revenue funds		48,697	50,063	57,963	54,593	58,965
Debt service funds		4,366	1,150	2,970	3,065	438
Total all other governmental funds	\$	<u>325,277</u>	<u>341,439</u>	<u>387,684</u>	<u>376,385</u>	<u>376,205</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				
	2004	2005	2006	2007	2008
Revenues					
Taxes	\$ 109,135	\$ 115,716	\$ 128,794	\$ 143,589	\$ 158,279
Licenses and permits	64,749	74,499	78,652	84,866	85,182
Intergovernmental	294,595	345,995	395,115	386,476	433,211
Charges for services	37,979	34,515	37,867	36,077	36,804
Special assessments	46,550	3,228	4,104	6,343	17,446
Fines and forfeits	13,675	14,183	15,176	16,683	18,218
Interest	2,221	8,973	11,004	22,309	21,783
Miscellaneous	5,862	5,736	7,691	6,947	12,273
Total revenues	<u>574,766</u>	<u>602,845</u>	<u>678,403</u>	<u>703,290</u>	<u>783,196</u>
Expenditures					
General government	71,282	83,685	87,997	101,839	101,696
Judicial	20,413	20,964	23,328	25,541	28,050
Public safety	233,998	255,428	272,480	301,399	318,388
Public works	25,605	28,786	55,633	33,439	38,037
Sanitation	108	147			
Welfare	906	981	1,008	1,115	1,119
Health	2,503	2,422	2,634	2,759	2,901
Culture and recreation	38,671	42,445	44,640	48,690	85,596
Economic development and assistance	21,507	18,655	18,980	24,794	25,390
Intergovernmental	9,676				
Transit systems	1,233	1,547	1,290	1,271	1,291
Debt service					
Principal retirement	18,082	23,108	25,235	22,875	23,328
Interest and fiscal charges	9,372	10,145	9,740	12,620	11,250
Capital outlay	100,624	116,065	112,210	170,840	174,670
General government					32,891
Judicial					39
Public safety					11,754
Public works					62,849
Culture and recreation					49,516
Economic development and assistance					17,621
Total expenditures	<u>553,980</u>	<u>604,378</u>	<u>655,175</u>	<u>747,182</u>	<u>811,716</u>
Excess of revenues over (under) expenditures	<u>20,786</u>	<u>(1,533)</u>	<u>23,228</u>	<u>(43,892)</u>	<u>(28,520)</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				
	2004	2005	2006	2007	2008
Other financing sources (uses)					
Transfers in	84,236	96,338	100,861	100,861	85,035
Transfers out	(81,309)	(98,898)	(104,895)	(104,895)	(81,366)
Sale of capital assets	1,126	2,982	1,447	1,447	1,474
Bond escrow refunding to defease debt			(44,505)	(44,505)	
Local improvement bond proceeds					
Payment to defease debt		5,254			
Transfer of land for resale					
General obligation bond proceeds	47,000	21,975	93,532	93,532	22,500
Issuance costs	(276)				
Premium	358	625			342
Special assessment bonds & interim warrants	1,481	1,016			320
sources (uses)	<u>52,616</u>	<u>29,292</u>	<u>46,440</u>	<u>46,440</u>	<u>28,305</u>
Net changes in fund balances	<u>\$ 73,402</u>	<u>\$ 27,759</u>	<u>\$ 69,668</u>	<u>\$ 2,548</u>	<u>\$ (215)</u>
Debt service as a percentage of noncapital expenditures	6.06%	6.81%	6.44%	6.16%	5.43%

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

<u>Fiscal Year</u>	<u>Consolidated Tax</u>	<u>Property Tax</u>	<u>Room Tax</u>	<u>Residential Construction Tax</u>	<u>Motor Vehicle Fuel Tax</u>	<u>Total</u>
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
2008	250,914	153,145	4,519	1,721	8,279	418,578

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		Total Taxable Assessed Value	Total Direct Tax Rate	Estimated Actual Taxable Value ²	Assessed Value as a ³ Percentage of Actual Value
	Residential Property	Industrial Property	Commercial Property	Vacant ¹	Personal Prop Tax Roll	Less: Tax Exempt Real Property				
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%
2008	18,415,506	227,682	5,294,188	3,548,515	481,896	2,815,693	25,152,094	3.2714	71,863,126	38.92%

Source: Clark County Assessor's Office

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Notes:

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.

¹ Vacant parcels include those with minor improvements.

² 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	City of Las Vegas			County			School District		State	² Special Districts	Total Direct & Overlapping Rates
	¹ Operating	Debt Service	Total City	Operating	Debt Service	Total County	Operating	Total School	Total State		
2004	0.7715	0.0081	0.7796	0.6123	0.0379	0.6502	1.3034	1.3034	0.1700	0.3845	3.2877
2005	0.7715	0.0077	0.7792	0.6162	0.0340	0.6502	1.3034	1.3034	0.1700	0.3974	3.3002
2006	0.7715	0.0059	0.7774	0.6162	0.0263	0.6425	1.3034	1.3034	0.1700	0.3879	3.2812
2007	0.7715	0.0062	0.7777	0.6162	0.0254	0.6416	1.3034	1.3034	0.1700	0.3875	3.2802
2008	0.7715	0.0000	0.7715	0.6162	0.0229	0.6391	1.3034	1.3034	0.1700	0.3874	3.2714

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
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
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%
2008	126,587	124,316	98.21%	1,116	125,432	99.09%

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Notes:

¹Levy includes general fund and fire safety but 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	² Percentage of Personal Income	² Per Capita
	¹ General Obligation Bonds	Special Assessment Bonds	Sanitation Bonds	Municipal Golf Course Bonds			
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
2008	214,005	8,203	85,705	10,015	317,928	5.85%	527

Notes:

¹ 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.

² See the Schedule of Demographic and Economic Statistics for personal income and population data

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

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property ¹</u>	<u>Per Capita ²</u>
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
2008	214,005	5,787	208,218	0.32%	345

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

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, 2008
(Unaudited)
(Amounts Expressed in Thousands)

<u>Governmental Unit</u>	<u>Direct Debt Outstanding</u>	<u>Less Debt Service Fund Balance</u>	<u>¹ Net General Obligation Indebtedness</u>	<u>Estimated Percentage Applicable ²</u>	<u>Estimated Share of Overlapping Debt</u>
City of Las Vegas	\$ 317,928	5,787	312,141	100.00%	\$ 312,141
Total Direct Debt					312,141
Clark County	2,161,002	159,258	2,001,744	24.57%	491,829
Clark County School District	5,006,996	632,043	4,374,953	24.57%	1,074,926
Las Vegas-Clark County Library District	22,750	8,728	14,022	28.30%	3,968
State of Nevada	2,406,035	746,890	1,659,145	18.40%	305,283
Total Overlapping Debt					\$ 1,876,006
Total Direct and Overlapping Debt					\$ 2,188,147

Sources: Assessed value data used to estimate applicable percentages provided by the Clark County Assessor and the City of Las Vegas Debt Management Policy as of 6/30/08

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 Net general obligation excludes Special Assessment bonds.

² 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				
	2004	2005	2006	2007	2008
Debt limit (20% of Assessed Value)	\$ 2,295,962	\$ 2,543,476	\$ 3,295,511	\$ 4,944,270	\$ 5,593,557
Total net debt applicable to limit	303,501	295,063	281,164	310,004	304,376
Legal debt margin	\$ 1,992,461	\$ 2,248,413	\$ 3,014,347	\$ 4,634,266	\$ 5,289,181
Total net debt applicable to the limit as a percentage of debt limit	13.22%	11.60%	8.53%	6.27%	5.44%

Legal Debt Margin Calculation for Fiscal Year 2007

Assessed Value	\$ 25,152,094
Add back: exempt real property	2,815,693
Total assessed value	\$ 27,967,787
Debt limit (20% of total assessed value)	5,593,557
Debt applicable to limit:	
Total Bonded Debt (Including Special Assessment Bonds)	317,928
Less:	
Special Assessment Bonds	(8,203)
Amount Available for Repayment	(5,349)
Total net debt applicable to limit	304,376
Legal debt margin	\$ 5,289,181

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)

Fiscal Year	¹ Sewer and Other Charges	² Less: Operating Expenses	Net Available Revenue	³ Debt Service		Coverage
				Principal	Interest	
<u>Sewer Revenue Bonds</u>						
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	4.57
2008	103,334	51,755	51,579	10,615	4,056	3.52
<u>⁴ Municipal Golf Course Enterprise Fund</u>						
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)
2008	1,494	1,931	(437)	455	587	(0.42)
<u>Special Assessment Bonds</u>						
	Special Assessment Collections	Debt Service				
		Principal	Interest	Coverage		
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		
2008	1,758	384	371	2.33		

Notes:

¹ Gross revenues include operating income and connection charges, but excludes 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)

<u>Fiscal Year</u>	<u>² Population</u>	<u>¹ Personal Income (amounts expressed in thousands)</u>	<u>¹ Per Capita Personal Income</u>	<u>¹ Median Age</u>	<u>¹ Educational Attainment High School Graduate</u>	<u>¹ Educational Attainment Bachelors Degree or Higher</u>	<u>³ School Enrollment (thousands)</u>	<u>⁴ Unemployment Rate</u>
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%	85	4.4%
2008	599,087	54,357	27,239	36.0	81.4%	22.0%	93	6.1%

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 and Nine Years Ago
(Unaudited)

Employer	2008			1999		
	Employees	Rank	Percentage of Total County Employment*	Employees	Rank	Percentage of Total County Employment*
Clark County School District	34,000	1	3.65%	19,500	1	3.14%
Clark County	10,500	2	1.13%	7,500	2	1.19%
UNLV	6,000	3	0.64%	4,500	4	0.64%
Las Vegas Metropolitan Police	5,500	4	0.59%	3,500	5	0.53%
State of Nevada	5,000	5	0.54%	4,500	3	0.74%
UMC	4,500	6	0.48%	4,500	6	0.53%
City of Las Vegas	3,200	7	0.34%	2,500	8	0.39%
Sunrise Hospital	3,000	8	0.32%	3,000	7	0.49%
College of Southern NV	3,000	9	0.32%	1,000		0.19%
Stratosphere Tower/American Casino	2,500	10	0.27%	2,500	11	0.35%
Golden Nugget Hotel & Casino	2,500	11	0.27%	2,500	9	0.49%
Citibank N.A.	2,000	12	0.21%	1,500	14	0.27%
Sun Coast Hotel & Casino	1,500	13	0.16%			0.00%
Valley Hospital Medical Center	1,500	14	0.16%	1,000		0.21%
Aquarius Casino and Resort	1,500	15	0.16%			0.00%
Mission Industries				1,000	15	0.25%
	<u>86,200</u>		9.25%	<u>59,000</u>		<u>9.41%</u>

Source: Nevada Dept of Employment, Training and Rehabilitation

* 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)

Full-time Equivalent Employees as of June 30

Function	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Government	539	562	583	583	589	561	573	584	604	604
Judicial	159	169	177	179	186	215	218	223	229	237
Public Safety	974	990	1,017	1,107	1,196	1,224	1,274	1,290	1,328	1,317
Public Works	173	171	179	179	181	184	188	192	208	207
Sanitation	192	202	202	195	199	198	203	207	206	207
Health	28	16	16	16	18	18	18	15	15	15
Welfare	10	10	10	9	9	9	10	10	10	11
Culture & Recreation	411	452	462	432	454	458	472	480	501	505
Economic Development & Assistance	75	75	80	81	90	88	95	97	95	98
Transit Systems	12	12	11	11	11	9	10	12	12	12
Total Government	<u>2,573</u>	<u>2,659</u>	<u>2,737</u>	<u>2,792</u>	<u>2,933</u>	<u>2,964</u>	<u>3,061</u>	<u>3,110</u>	<u>3,208</u>	<u>3,213</u>

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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)

	Fiscal Year				
	2004	2005	2006	2007	2008
Function					
General Government					
Parking violations	103,215	94,413	108,050	97,557	80,805
Judicial					
Traffic Cases	104,320	90,903	100,800	103,018	176,977
Criminal Cases					37,893
Total cases	203,811	194,602	232,139	237,246	214,870
Public safety					
Marshals					
Inmate bookings/releases	60,882	40,357	32,946	34,993	32,666
Fire					
Fire and Medical Response	72,116	75,438	82,030	73,006	80,084
Inspections	21,954	27,161	26,577	25,149	27,982
Public works					
Asphalt reconstruction (sq yards)	196,139	145,309	242,240	173,283	304,616
Pavement surface treatment (sq yards)	2,155,310	3,448,681	1,563,483	2,237,168	5,106,433
Sanitation					
Number of service connections	160,339	169,557	170,136	184,059	198,900
Daily average treatment in Million Gallons per Day (MGD)	68.4	68.4	70.0	70.0	70.0
Health					
Animal control					
Number of pick-ups	12,051	13,077	11,179	10,694	10,464
Citations issued	445	402	259	317	484
Culture and recreation					
Number safekey sites	60	63	66	56	69
Grant funds received	\$ 319,649	\$ 875,639	\$ 1,082,100	\$ 164,089	\$121,060
Economic development & assistance					
Code enforcement inspections	32,471	32,128	31,703	28,861	30,400
Number of citizen complaints hotline calls	24,710	23,655	26,505	24,881	25,034
Number of citizens assisted with public service grants	115,729	82,318	77,294	85,290	96,154
Transit Systems					
Ridership	412,828	390,172	371,271	336,434	298,314

Source: Various City of Las Vegas departments

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

		Fiscal Year				
		2004	2005	2006	2007	2008
Function						
General government						
	Parking patrol units	22	24	23	23	23
Public safety						
	Marshals					
	Patrol units	32	36	54	54	47
	Fire					
	Fire stations	15	15	16	16	17
Public works						
	Streets (miles)	1,262	1,258	1,287	1,296	1,297
	Streetlights	48,365	48,365	50,440	52,000	51,500
	Traffic signals	2,890	3,042	3,164	3,172	3,172
217	Sanitation					
	Miles of sanitary sewers	1,620	1,581	1,681	1,702	1,715
	Miles of storm drain channels	310	330	376	381	350
Health						
	Animal control					
	Patrol units	11	18	18	18	14
Culture and recreation						
	Parks acreage	778.43	899.82	909.82	909.82	910.00
	Parks	60	64	68	68	68
	Golf Courses					4
	Tennis courts	42	65	65	65	65
	Swimming Pools					12
	Community centers	7	7	7	7	18
Economic development & assistance						
	Number of newly constructed affordable housing units	96	200	0	0	0
Transit systems						
	Fleet units	7	10	10	10	10

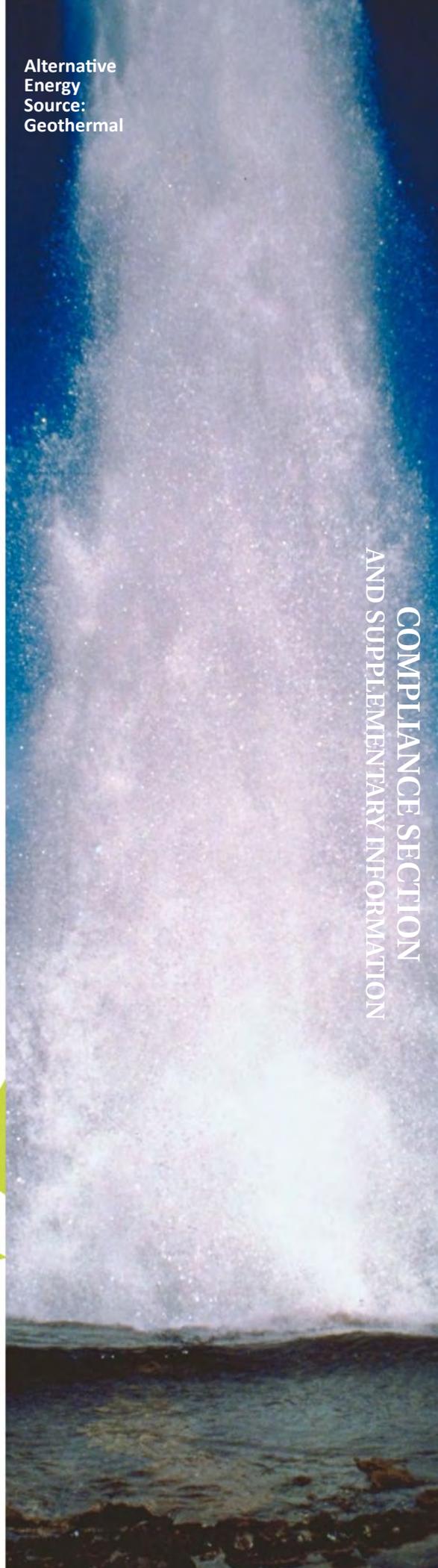
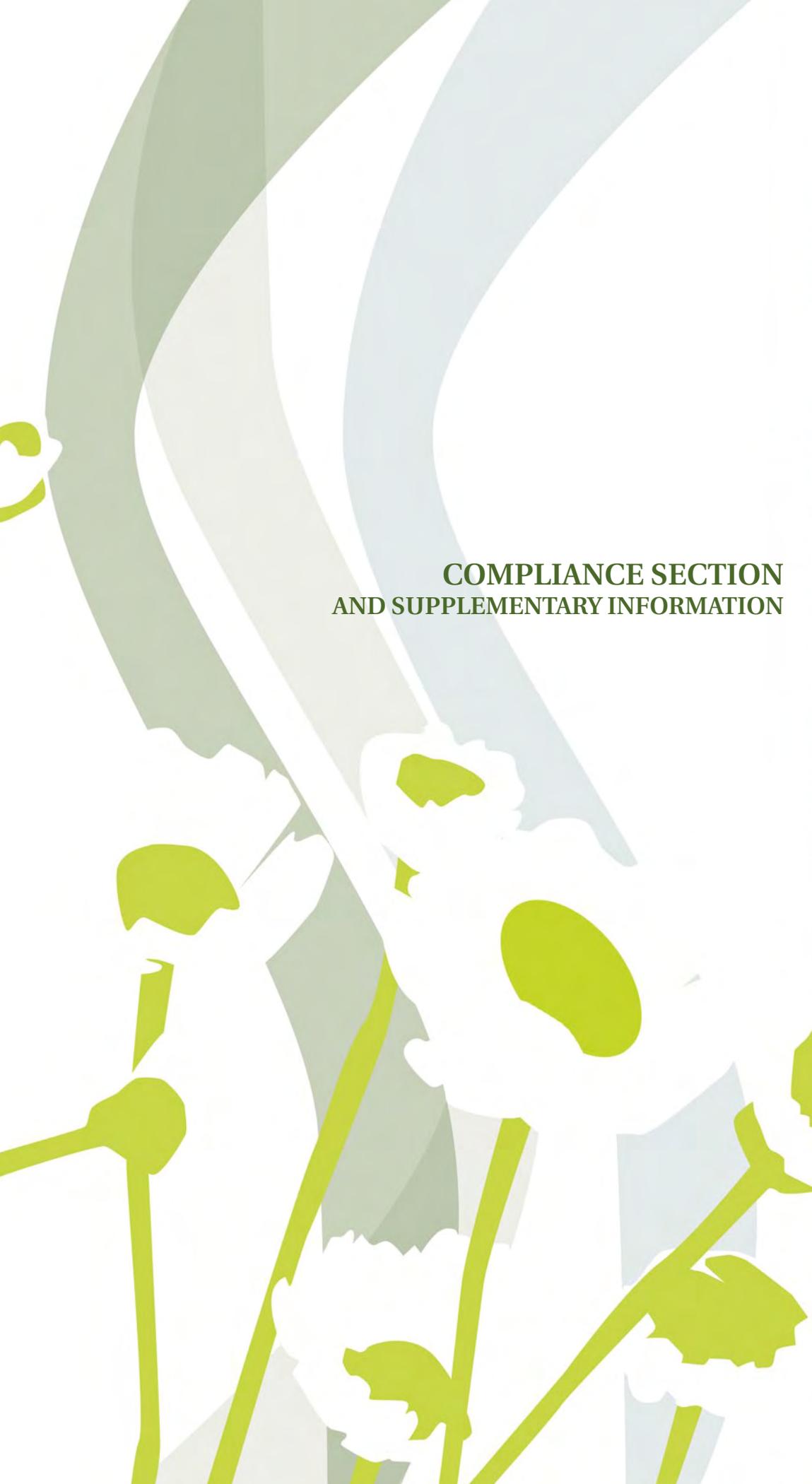
Source: Various City of Las Vegas departments; Budget In Brief publications

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Alternative
Energy
Source:
Geothermal

**COMPLIANCE SECTION
AND SUPPLEMENTARY INFORMATION**

**COMPLIANCE SECTION
AND SUPPLEMENTARY INFORMATION**





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

**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 units, 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, 2008, which collectively comprise the City's basic financial statements and have issued our report thereon dated January 27, 2009. 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 responses to be significant deficiencies in internal control over financial reporting. [Findings FS-08-01 and FS-08-02].

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 the 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 the internal control that might be significant deficiencies and, accordingly, would not necessarily disclose all significant deficiencies that are also considered to be material weaknesses. However, we believe that none of the significant deficiencies described above is a material weakness.

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) 354.241 Sec. 1 ((a) through (f)) and NRS 354.6105 Sec. 4 (a) and (b), which are applicable to funds established by the City, as listed in NRS 354.624 Sec. 4 (c) (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*.

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

This report is intended solely for the information and use of the Mayor and City Council, and the City 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.

KPMG LLP

January 27, 2009

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, 2008

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, 2007</u>	*	<u>Growth Factor</u>	=	<u>FY 2008 Maximum Allowable Revenue</u>	-	<u>FY 2008 Actual Revenue Received</u>	=	<u>Amount Over/(Under) Allowable</u>
\$ 5,988,551		1.037860		\$ 6,215,278		\$ 6,149,888		\$ (65,390)

FEES CALCULATED ON A PERCENTAGE OF GROSS REVENUE:

<u>Base June 30, 2007</u>	*	<u>Increase in CPI</u>	=	<u>FY 2008 Maximum Allowable Revenue</u>	-	<u>FY 2008 Actual Revenue Received</u>	=	<u>Amount Over/(Under) Allowable</u>
\$ 9,243,675		1.0438500		\$ 9,649,010		\$ 9,387,388		\$ (261,622)

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS FOR THE CITY OF LAS VEGAS
 POSTEMPLOYMENT HEALTHCARE PLAN
 FOR THE FISCAL YEAR ENDED JUNE 30, 2008

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL a percentage of covered payroll (b-a)/c)
September 1, 2006	0	\$ 201,003,609	\$ 201,003,609	0%	\$ 222,896,774	90.2%

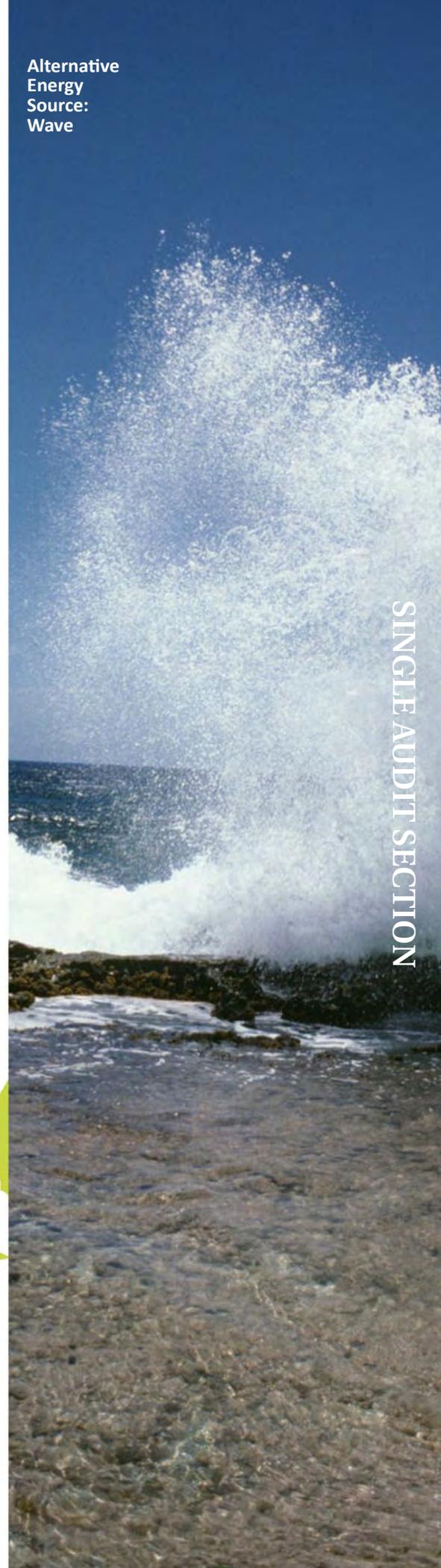
Multi-year information is not available as of fiscal year ending June 30, 2008 as this is the first year of GASB 45 implementation. Information will be presented as it becomes available in future years.

See accompanying independent auditors' report.

Alternative
Energy
Source:
Wave

SINGLE AUDIT SECTION

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, 2008. The City's major federal programs are identified in the summary of auditors' 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, 2008. 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 08-01 through 08-03.

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 the 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 entity's internal control that might be significant deficiencies or material weaknesses as defined below. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

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 entity'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 entity's internal control. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 08-01 through 08-03 to be significant deficiencies.

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 entity'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 response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the City's response, and accordingly, we express no opinion on it.

Schedule of Expenditures of Federal, State, and Local Awards

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of and for the year ended June 30, 2008, and have issued our report thereon dated January 27, 2009. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying schedule of expenditures of federal, state, and local 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 City's board of directors, management, and federal awarding agencies, and pass-through entities, and is not intended to be and should not be used by anyone other than these specified parties.

KPMG LLP

January 27, 2009

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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-06-MC320001	5,251,820	\$ 4,087,185	\$ 4,087,185
		B-07-MC320001	5,251,615	2,141,317	2,141,317
Emergency Shelter Grant	14.231	S-06-MC320001	223,372	152	152
	14.231	S-07-MC320001	226,506	223,140	223,140
Housing Opportunities for Persons with Aids	14.241	NVH06F001	882,000	341,458	341,458
		NVH07F001	897,000	885,641	885,641
Home Investment in Affordable Housing (HOME Program)	* 14.239	M06-DC32-0225	2,337,798	895,133	895,133
	* 14.239	M07-DC32-0225	2,328,299	942,469	942,469
Subtotal U.S. Department of Housing and Urban Development			<u>17,398,410</u>	<u>9,516,495</u>	<u>9,516,495</u>
Passed through programs:					
Passed through Clark County:					
Home Investment in Affordable Housing (HOME Program)	* 14.239	M99-DC32-0225	1,698,094	8,802	8,802
	* 14.239	M00-DC32-0225	1,439,920	343,616	343,616
	* 14.239	M01-DC32-0225	1,683,371	29,002	29,002
	* 14.239	M02-DC32-0225	1,678,648	145,718	145,718
	* 14.239	M03-DC32-0225	2,578,046	640,886	640,886
	* 14.239	M04-DC32-0225	2,864,232	553,532	553,532
	* 14.239	M05-DC32-0225	2,505,966	866,387	866,387
Subtotal U.S. Department of Housing and Urban Development			<u>14,448,277</u>	<u>2,587,943</u>	<u>2,587,943</u>
Total U.S. Department of Housing and Urban Development			<u>31,846,687</u>	<u>12,104,438</u>	<u>12,104,438</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	0309-11-BX-08	92,500	92,500	92,500
Independent Living Grant	93.044	03-009-11-LX-07	71,250	20,250	20,250
Independent Living Grant	93.044	03-009-11-LX-08	69,113	59,074	59,074
Passed through United Way:					
Child Care Improvement	93.596		140,000	100,777	100,777
Total U.S. Department of Health and Human Services			<u>372,863</u>	<u>272,601</u>	<u>272,601</u>

* Denotes major federal program

continued

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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	49,000	49,000
Passed through Clark County:					
Nuclear Waste Disposal Siting High Level Nuclear Waste Project	81.065		106,000	101,078	101,078
Total U.S. Department of Energy			<u>601,000</u>	<u>150,078</u>	<u>150,078</u>
<u>U.S. Department of Homeland Security</u>					
Passed through programs:					
Passed through State:					
Division of Emergency Management					
Emergency Management Project	97.042	9704207	179,592	38,075	38,075
Emergency Management Project	97.042	9704208	360,574	185,649	185,649
State Homeland Security - ODP Ph VI	97.067	97067HL6	215,338	123,672	123,672
State Homeland Security - ODP Ph VII	97.067	9706HL7	185,400	201	201
Citizen Corps Program	97.053	97067CL7	53,456	53,357	53,357
Urban Area Security Initiative	97.008	9767U07	479,782	16,377	16,377
Metropolitan Medical Response System - FF05	97.071	97071M05	227,952	6,020	6,020
Metropolitan Medical Response System - FF06	97.071	97067M06	232,330	36,695	36,695
Metropolitan Medical Response System - FF07	97.071	97067M07	258,145	23,265	23,265
Subtotal U.S. Department of Homeland Security			<u>2,192,569</u>	<u>483,311</u>	<u>483,311</u>
Passed through Clark County:					
Citizen Corps Program	97.053	97053CL6	221,818	54,479	54,479
State Homeland Security - SERC	97.073	08-SERC-03-01	5,000	4,684	4,684
State Homeland Security - CCP	97.073	97067HL7	45,500	35,519	35,519
Urban Area Security Initiative	97.008	9767U06	176,760	106,254	106,254
Urban Area Security Initiative	97.008	9767U07	479,782	16,377	16,377
Subtotal U.S. Department of Homeland Security			<u>928,860</u>	<u>217,313</u>	<u>217,313</u>
Total U.S. Department of Homeland Security			<u>3,121,429</u>	<u>700,624</u>	<u>700,624</u>
<u>U.S. Department of Education</u>					
Passed through programs:					
Passed through State of Nevada					
Child and Adult Food Program	10.558	03-44-2000-000	103,983	103,983	103,983
Total U.S. Department of Education			<u>103,983</u>	<u>103,983</u>	<u>103,983</u>

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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	* 15.225	NAF04LV02	3,710,000	111,778	111,778
La Madre Mtn Trailhead LV11	* 15.225	NAF04LV05	4,520,000	1,249,544	1,250,075
Las Vegas Wash Ph 1 LV05	* 15.225	NAF04LV06	2,112,000	81,638	82,112
Multi Use Trails LV02	* 15.225	NAF04LV07	4,990,000	381,589	393,157
Centennial Hills Park Trail LV12	* 15.225	NAF05LV09	514,000	176,509	177,843
Prehistoric Riverbed LV09	* 15.225	NAF05LV10	4,410,000	1,061,440	1,337,975
Las Vegas Springs Preserve LV08	* 15.225	NAF05LV12	5,500,000	1,127,429	1,127,429
Neon Boneyard LV16	* 15.225	NAF05LV13	5,227,200	13,164	17,356
Multi Use Transportation Trails LV14	* 15.225	NAF05LV14	11,151,360	948,395	948,395
Cultural Corridor Trails LV15	* 15.225	NAF05LV15	2,323,200	28,880	28,880
Centennial Hills Park LV18	* 15.225	NAF05LV16	42,049,920	10,181,935	10,181,935
Boulder Plaza Park LV17	* 15.225	NAF05LV17	1,626,240	17,910	17,910
Las Vegas Springs Preserve Ph II LV13	* 15.225	NAF05LV18	29,620,800	17,890,598	17,890,598
Las Vegas Wash Trail	* 15.225	FAA060144	2,594,000	158,472	158,472
Lone Mountain Trail Ph II LV21	* 15.225	FAA060145	3,080,000	146,380	146,380
Freedom Park LV22	* 15.225	FAA060147	17,600,000	7,115	7,115
Lorenzi Park Renovation LV23	* 15.225	FAA060148	28,523,000	1,808,004	1,808,004
Sandhill Owens Park (Private) LV24	* 15.225	FAA060149	2,640,000	39,689	39,689
Pedestrian Bridge LV Wash LV25	* 15.225	FAA060151	3,300,000	295,353	295,353
Sandhill Owens Park (City) LV26	* 15.225	FAA060152	2,068,000	41,477	41,477
Jaycee Park Renovations LV27	* 15.225	FAA060153	10,087,000	3,200,773	3,200,773
Pedestrian Bridge Lone Mtn Trail LV28	* 15.225	FAA060154	3,300,000	202,015	202,015
Pedestrian Bridge Cultural Corridor Trail LV30	* 15.225	FAA060178	1,650,000	128,539	128,539
Desert Nature Preserve LV32	* 15.225	FAA080029	5,940,000	118,252	118,252
Las Vegas Wash Ph 2 PPP PV01	* 15.225	FAA080018	225,000	164,900	164,900
Doolittle Park Renovation PPP PV02	* 15.225	FAA080019	225,000	169,915	169,915
Subtotal U.S. Department of the Interior			<u>199,800,720</u>	<u>39,751,693</u>	<u>40,046,327</u>
Passed through State:					
Historic Preservation	15.904	CCA-06-03	70,000	62,100	62,100
Historic Preservation	15.904	32-06-21531(5)	37,000	33,621	33,621
Total U.S. Department of Interior			<u>199,907,720</u>	<u>39,847,414</u>	<u>40,142,048</u>
<u>U.S Department of Transportation</u>					
Passed through State:					
DUI Impaired Driving Program	20.600	25-AL-1	160,000	56,331	56,331
Highway Planning and Construction	* 20.205	P624-03-063	349,600	11,346	11,346
Highway Planning and Construction	* 20.205	P382-06-063	600,000	42,591	42,591
Highway Planning and Construction	* 20.205	PR523-05-063	801,563	135,202	135,202
Total U.S. Department of Transportation			<u>1,911,163</u>	<u>245,470</u>	<u>245,470</u>

continued

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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:08:5:02	12,154	12,154	12,154
Total National Endowment for the Arts			<u>12,154</u>	<u>12,154</u>	<u>12,154</u>
<u>U.S. Department of Justice</u>					
Direct Programs:					
State Criminal Alien Assistance Program	16.606	2008-AP-BX-0372	122,918	157,801	157,801
Chronic Inebriate Program	16.580	2006-DD-BX-0394	98,723	53,204	53,204
Subtotal U.S. Department of Justice			<u>221,641</u>	<u>211,005</u>	<u>211,005</u>
Passed through programs:					
Passed through State:					
Division of Child & Family Services					
Victims of Crime Act Grant	16.575	2006-VA-GX-0030	60,000	21,452	21,452
Passed through Clark County:					
BJA Congressionall Mandate	16.580		152,248	4,250	4,250
Subtotal U.S. Department of Justice			<u>212,248</u>	<u>25,702</u>	<u>25,702</u>
Total U.S. Department of Justice			<u>433,889</u>	<u>236,707</u>	<u>236,707</u>
Total Federal Assistance			<u>\$ 238,310,888</u>	<u>\$ 53,673,469</u>	<u>\$ 53,968,103</u>

See accompanying notes to schedule of expenditures of federal awards and independent auditor's 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, 2008

(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, 2008. 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 not prepared on the accrual basis of accounting. Expenditures are recognized when they become a demand on current available financial resources. Encumbrances are used during the year for budgetary control purposes and lapse at fiscal year end.

(3) Relationship to Basic Financial Statements

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

Capital Project Fund	\$ 21,028,300
Special Revenue Fund	32,923,803
	<u>\$ 53,968,103</u>

(4) Subrecipient Expenditures

The total amount provided to subrecipients from each federal program for the fiscal year ended June 30, 2008 is listed below:

Community Development Block Grant (CFDA Number 14.218)	\$ 1,962,094
Emergency Shelter Grant (CFDA Number 14.231)	212,312
Housing Opportunities for Persons with Aids (CFDA Number 14.241)	1,200,269
Distribution of Receipts to Local Governments (CFDA Number 15.225)	19,018,028
HOME Program (CFDA Number 14.239)	350,844
Total	<u>\$ 22,743,547</u>

(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, 2008	
Revolving Loan Fund Assets	\$ 284,302
Cash	135,427
	<u>419,729</u>
Total Value of Revolving Loan Fund	<u>\$ 419,729</u>

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

(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. Reportable condition(s) identified that are not considered to be a material weakness:
Yes-see finding No. FS-08-01 and FS-08-02
- (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. Reportable condition(s) identified that are not considered to be a material weakness:
Yes – see findings No. 08-01 to 08-03.
- (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 finding No. 08-01 to 08-03.
- (g) Major programs
- U.S. Department of Housing and Urban Development
 - HOME – CFDA 14.239
 - 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 15.225
- (h) Dollar threshold used to distinguish between Type A and Type B Programs: **\$1,619,043**
- (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, 2008

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

Finding No. FS-08-01: Management review of system-generated reports

Criteria: A significant deficiency in internal controls is the result of a deficiency in internal controls, or combination of 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. We believe the control deficiencies described below represent significant deficiencies in internal controls.

Condition and context: The City does not have adequate internal controls in place over the preparation and review of system-generated reports created to estimate the Annual Required Contribution (ARC) prescribed by GASB 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*. During our procedures over the completeness and accuracy of the census data report submitted to the reviewing actuary, we selected a sample of 50 active and retired employees and traced employee attributes (e.g. date of hire, date of birth, etc) to personnel files. We noted errors in 49 of the 50 samples selected.

Cause: The City experienced personnel turnover from the time the census data report was created to the time of the financial statement audit. Current City personnel were unable to resolve discrepancies noted in the original report. As such, the City generated a revised report and resubmitted to the reviewing actuary.

Effect or potential effect: The lack of internal controls over the preparation and review of the first time prepared census data report resulted in an overstatement of the ARC in the amount of \$1.5 million. The revised report corrected the overstatement.

Recommendation: We recommend that the City establish and perform reviews over all system-generated reports used in developing significant valuations or estimates.

Management's Response: Management concurs with the recommendation and will ensure that the census data necessary to prepare the actuarial report is prepared from data contained in the City's General Ledger. The data prepared by the City's Human Resources department for submittal to the actuarial will also be reviewed by the Financial Services Department to further ensure reliability.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

Finding No. FS-08-02: Workers' Compensation

Criteria: A significant deficiency in internal controls is the result of a deficiency in internal controls, or combination of 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. We believe the control deficiencies described below represent significant deficiencies in internal controls.

Condition and context: 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.

Cause: The City had an actuarial loss reserve valuation performed for presumptive claims in the current year for costs for heart disease, lung disease, hepatitis, and cancer claims; however the valuation did not include an estimate for development on case reserves for general workers' compensation claims. The City's current loss reserve valuation for non-presumptive claims do not include an estimate for development on case reserves.

Effect or potential effect: The lack of an estimate for development on case reserves for workers' compensation claims may result in an understatement of the related liability

Recommendation: We recommend that the City annually have an actuarial loss reserve valuation of the City's general workers' compensation, which includes an estimate of development on case reserves.

Management's Response: Management agrees with the recommendation and will ensure that the City's general workers' compensation claims have an actuarial valuation every other year.

CITY OF LAS VEGAS, NEVADA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

Finding No. 08-01

Federal Program **Distribution of Receipts to State and Local Governments – CFDA 15.225 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	NAI05LV15 NAF05LV17 NAF05LV16 NAF05LV14 NAF05LV13 NAF05LV10 NAF05LV08 NAF04LV07 NAF04LV06 NAF04LV05 NAF04LV04 NAF04LV03 NAF04LV02 FAA060178 FAA060154 FAA060153 FAA060152 FAA060151 FAA060147 FAA060145 FAA060144 P382-06-063	July 1, 2004 through June 30, 2005 July 1, 2003 through June 30, 2004 July 1, 2004 through June 30, 2005 July 1, 2002 through June 30, 2003 July 1, 2002 through June 30, 2003 July 1, 2003 through June 30, 2004 July 1, 2003 through June 30, 2004 July 1, 2002 through June 30, 2003 July 1, 2002 through June 30, 2003 July 1, 2005 through June 30, 2006 July 1, 2006 through June 30, 2007
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Condition Found: During our procedures performed over suspension and debarment, we noted 15 exceptions out of 19 contracts sampled. Contracts totaling \$6.9 million did not contain a certification for the potential contractor or subcontractor regarding debarment, suspension, and other ineligibility and voluntary exclusion. We also noted there was no documentation to support investigation of the Excluded Parties List System (EPLS) website was performed.

Furthermore, we noted there were no provisions within the standard professional services contract template to certify compliance with suspended or debarred procurement requirements for 14 of the 19 contracts sampled.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

Finding No. 08-01 (continued)

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.”

Possible Asserted Cause and Effect:

In the current year the City instituted a policy whereby all Public Works procurement activities are originated by the Public Works department. Public Works completes a transmittal form indicating whether the potential contractor or subcontractor would require federal funds. The transmittal form is submitted to the City’s Purchasing department, where procurement activities, including identifying suspended or debarred vendors, are carried out.

Recommendation:

We recommend that the City strengthen controls to ensure potential contractors or subcontractors for which the City expends federal funds are not suspended or debarred. Furthermore, we recommend that the City establish controls to ensure that the standard professional services contract template includes a provision to certify compliance with suspended or debarred procurement requirements.

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 professional service contracts utilizing Federal funds, the Federal debarment status will be checked at the Excluded Parties List System (EPLS) website prior to awarding the contract. A screen shot from the EPLS website will be printed and retained in the file. It will also be documented on the transmittal memo when the contract file is forwarded to Purchasing and Contracts from Public Works when Federal Funds are involved. Purchasing and Contracts will include a provision in professional services contracts which are federally funded regarding compliance with the suspension and debarment requirement.

Purchasing and Contracts will establish a process for annual verification of suspension and debarment status on any Federally funded contract awarded where the contract term extends beyond one calendar year. The annual website screen shots will be maintained in the contract file.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

Finding No. 08-02

Federal Program **HOME – CFDA 14.239**

Federal Agencies **Department of Housing and Urban Development**

**Federal Award
Numbers and Years
Awarded** **M05-DC32-0224 July 1, 2004 through June 30, 2005**

Condition Found: During our procedures performed over subrecipient monitoring we noted 3 exceptions out of 3 subrecipients sampled for which the City did perform non-fiscal monitoring procedures. According to the grant agreement entered into between the City and the Department of Housing and Urban Development, the City is responsible for complying with all Federal laws governing the program. However, the City only performed fiscal reviews of the subrecipient expenditures.

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:

- Monitor the subrecipients' use of Federal awards through site visits, limited scope audits, or other means

Possible Asserted Cause and Effect: The City has non-fiscal monitoring procedures in place over subrecipients to ensure all subrecipients are in compliance with Federal requirements. However the City did not perform these procedures during the current year as they were in the process of transitioning non-fiscal monitoring responsibilities to new staff.

Recommendation: We recommend that the City enforce the policies and procedures in place to complete non-fiscal monitoring of subrecipients for every program year.

Questioned Costs: None noted.

Views of Responsible Officials and Planned Correction Action: The City of Las Vegas Neighborhood Services Department has created a Monitoring Procedures Manual to ensure compliance with all federal monitoring requirements, which HUD has approved. Staff has been assigned to monitor subrecipients and ten monitoring visits have been scheduled for the month of December 2008; of which three are HOME projects. The City of Las Vegas believes this was a one-time occurrence and anticipates all required monitoring will be completed according to federal regulations in the future.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

Finding No. 08-03

Federal Program HOME – CFDA 14.239

Federal Agencies Department of Housing and Urban Development

Federal Award Numbers and Years Awarded M07-DC32-0224 July 1, 2004 through June 30, 2005

Condition Found: During our procedures performed over Davis-Bacon requirements, we noted 4 exceptions out of 30 weekly certified payrolls sampled. The contractor or subcontractor performed contract work within these periods, however weekly certified payrolls were not submitted.

Criteria or Requirement: Title 29 – Labor. Part V – Labor Standards Provisions Applicable to Contracts Covering Federally Financed and Assisted Construction. Subpart A – Davis-Bacon and Related Acts Provisions and Procedures. Section 5.5. Contract provisions and related matters.

(A)(3)(ii) The contractor shall submit weekly for each week in which any contract work is performed a copy of all payrolls to the Department of Housing and Urban Development if the agency is a party to the contract, but if the agency is not such a party, the contractor will submit the payrolls to the applicant, sponsor, or owner, as the case may be, for transmission to the Department of Housing and Urban Development.

Possible Asserted Cause and Effect: One subcontractor performing contract work on a construction project using HOME funds was submitting certified payrolls on a monthly basis, rather than for each week in which contract work was performed.

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: The City of Las Vegas has developed controls to ensure that all contractors and subcontractors submit certified payrolls for each week in which contract work is performed. Additionally, language regarding the requirement of weekly payroll submittals as well as the consequences for failing to meet this requirement will be addressed in both the CDBG Construction/Rehabilitation Subrecipient Manual and future CDBG Construction/Rehabilitation Agreements.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2008

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

Finding No. 07-01

Federal Program **Distribution of receipts to State and Local governments – CFDA 15.227 and Highway Planning CFDA 20.205**

Finding: During procedures performed over the City's controls over compliance with Procurement, 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 not 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.

Current Year's Status: Discussions were held by City staff and procedures agreed upon to document the checking of suspended or debarred status on Professional Services contracts. However, the agreed upon procedures were not implemented and at present the status still is not being documented. This resulted in a repeat finding for the fiscal year ended June 30, 2008. See planned correction action at finding No. 08-01.

Finding No. 07-02

Program **Distribution of receipts to State and Local Governments – CFDA 15.227 and Highway Planning CFDA 20.205**

Finding: The 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. 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.

Current Year's Status: Site visits were held by City staff and monitoring procedures were built into and agreed upon by the subrecipient when the new interlocal agreement was signed.

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