



The City of Las Vegas

Comprehensive Annual Financial Report

**For the Fiscal Year Ended
June 30, 2010**





The City of Las Vegas

Comprehensive Annual Financial Report



For the Fiscal Year ended
June 30, 2010

Prepared By:

The Department of Finance
and Business Services

Mark Vincent, CPA, Chief Financial Officer

City of Las Vegas

400 Stewart Avenue

Las Vegas, Nevada 89101



The City of Las Vegas

Comprehensive Annual Financial Report

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Introductory Section



CITY OF LAS VEGAS, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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

December 13, 2010

LAS VEGAS CITY COUNCIL

OSCAR B. GOODMAN
MAYOR

GARY REESE
MAYOR PRO TEM

STEVE WOLFSON

LOIS TARKANIAN

STEVEN D. ROSS

RICKI Y. BARLOW

STAVROS S. ANTHONY

ELIZABETH N. FRETWELL
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, 2010.

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.

Kafoury, Armstrong & Company, a 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, 2010. 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 provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City was founded in 1905 and incorporated in 1911; it is located in the southern part of the state, and 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 567,610. 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.

CITY OF LAS VEGAS
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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 two Deputy City Managers and a Chief Urban Redevelopment Officer, oversees the day-to-day operations of the City, including twelve major departments and four support offices. Departments are further divided into divisions to perform their respective functions. The City provides a full range of services, including police and fire protection; the construction and maintenance of highways, streets, and other infrastructure; and recreational activities and cultural events.

This report also 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 90-98, and other major governmental funds on pages 99-100. 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 154, 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

Las Vegas continues to suffer from the global economic downturn. Unemployment has reached 15% in the Las Vegas Valley while nationwide unemployment is at 9.5%. Office vacancies are up to 23%, retail vacancies are at 13% and there are 40,000 excess housing units on the market. Property values are one half of what they were at the peak of the market.

Local governments are dealing with large deficits and have approached the community to receive direction as to what services are of most value in order to strategically make cuts.

Local, state and federal projects are about the only large-scale construction projects receiving financing. The new Regional Transportation Headquarters and Transportation Terminal has been completed. The City's Mob Museum, Performing Arts Center and the new City Hall projects are all well under construction and about a year from

completion. The federally funded Green Initiative is gaining interest and momentum in the Las Vegas Valley with help from over 300 days of sunshine and favorable climate.

There are signs that the economic downturn is starting to bottom out. Instead of falling, visitor volume, gaming revenue, hotel occupancy, tradeshow, and the number of building permits issued have risen slightly. Unlike recoveries Las Vegas has experienced in the past, this recovery has been a slow one. A full recovery is years away.

Long-term Financial Planning

Detailed requirements for the City's budget are set forth in State statutes. The City's budget process begins with strategic planning. The City Council has adopted the City's vision, mission, priorities, and values. Under the direction of the City Manager, each department within the City prepares an individual Strategic Business Plan (an "SBP") that addresses strategic issues within their programs and operations. Included in the plan are performance measures relative to input, output, efficiencies, and most importantly, results. The SBPs include revenue and expenditure data used in the determination of resource allocation relative to program priorities. The SBPs reflect the City's commitment to provide services that enhance the quality of life for its citizens and visitors while ensuring fiscal integrity and smart growth. Strategic planning is the cornerstone of the budget preparation process, and is used to create focus, consistency and purpose for City departments. The SBPs were used by the City to execute the first two stages of a Fundamental Service Review, which to date has resulted in approximately \$99.6 million in cumulative general fund budget reductions through fiscal year ended June 30, 2010.

The City Manager's Office, a Citizens' Priority Advisory Committee ("CPAC") and management of each department are involved to ensure that the scope and quality of the services to be funded via the budget are aligned with the needs and desires of the community as reflected in the Strategic Plan, and that the expenditures required are within the resources available to the City. The CPAC is a seven-member body of City residents who represent the Mayor and the six City Council wards. The Mayor and City 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, the County Clerk, and the Nevada Department of Taxation (the "Department of Taxation") by June 1 of each year.

As part of the budget and planning process, a five-year financial forecast model (the model) has been developed to evaluate the impact of changing economic conditions, revenue and expenditure trends, and the impact of possible action strategies. An independent citizen panel was formed that includes financial leaders from both the private and public sectors called the Financial Oversight Committee; they assist with the planning process. This committee provides insight in formulating and reviewing the assumptions used in the model, particularly the revenue forecasts. The model is reviewed with the City Council semi-annually. City management actively uses this model to assist in negotiations with collective bargaining units, managing vacant positions, and evaluating possible strategies as the City strives to maintain fiscal integrity through sound financial policies.

Budgets for salaries, benefits, services and supplies are controlled at the departmental level. The departments monitor vacant positions and expenditures. Increase or decrease in revenues may lead to changes in expenditures, such as new hires, travel or capital outlay. If new programs are initiated or existing programs changed, or if unanticipated revenue is realized, it may be necessary to realign or revise the budget. The City formalizes this procedure by preparing an augmented budget, which reflects both revenue and expenditure adjustments. Following a public hearing, the augmentation is filed with the Department of Taxation.

Major Initiatives

The City continues to feel the impact of the economic downturn. With increased unemployment, the decline in the housing market, rise of the foreclosure rate, and the nation-wide credit crunch, the City has realized reduced revenues in Fiscal Year 2010, particularly from consolidated tax revenues which are composed primarily of sales tax. Consolidated tax revenues were budgeted at \$214.6 million, but the City received approximately \$201.5 million. The City Council recognized the decline in revenues early in fiscal year 2010, and began to respond by implementing special service review measures and associated targeted program reductions ("Fundamental Service Reviews"). Since 2008, \$99.6 million in cumulative budget cuts have been accomplished, approximately 590 positions eliminated, labor negotiations with labor unions have reduced an equivalent of one percent of the cost of labor and the \$2.1 million in

annual savings realized by eliminating cost of living, merit and bonuses for non-represented employees. The City has also delayed capital improvement projects and continued with a voluntary separation program. The City created a Fiscal Stabilization Fund in fiscal 2009 of \$50.5 million that is to be used for the stabilization of operations during periods of economic downturn or for the mitigation of the effects of disasters.

To help support the City's priority to reduce the general fund deficit and ensure continued service, the Department of Leisure Services endeavored to develop a more financially sustainable approach to doing business. Leisure Services supports forty-one facilities which include community centers, senior and active adult centers, arts centers, sports complexes, pools, 1,700 acres (in 67 parks with 122 sports field), and 200 miles of trails. A wide array of programs, activities, rentals and services offered to our citizens were reviewed. The outcome was the development of a new progressive revenue and pricing plan. This plan will allow elected officials, leisure users, staff and general taxpayers to better understand the philosophy behind the pricing of products and services. It is based on a pricing methodology process and philosophy that will create fairness and equity on how programs and services are priced in the future. The plan will allow the Department of Leisure Services to better manage assets by collecting appropriate fees to offset costs associated with specific programs and services, which is essential to sustain and maintain quality parks and leisure services for the City's citizens.

In March 2010, the City successfully sold Certificates of Participation (COPs) in the amount of \$188.3 million to build a New City Hall. The New City Hall project replaces an old, inefficient office building and incorporates sustainable design to minimize power usage and operating costs. The building is designed to meet the Silver LEED standard established by the U.S. Green Building Council.

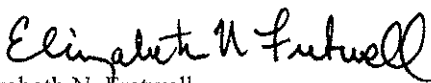
Awards and Acknowledgements

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, 2009. 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 30 consecutive years (fiscal years 1980-2009). 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,


Elizabeth N. Fretwell
City Manager


Mark R. Vincent, CPA
Chief Financial Officer

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, 2009

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



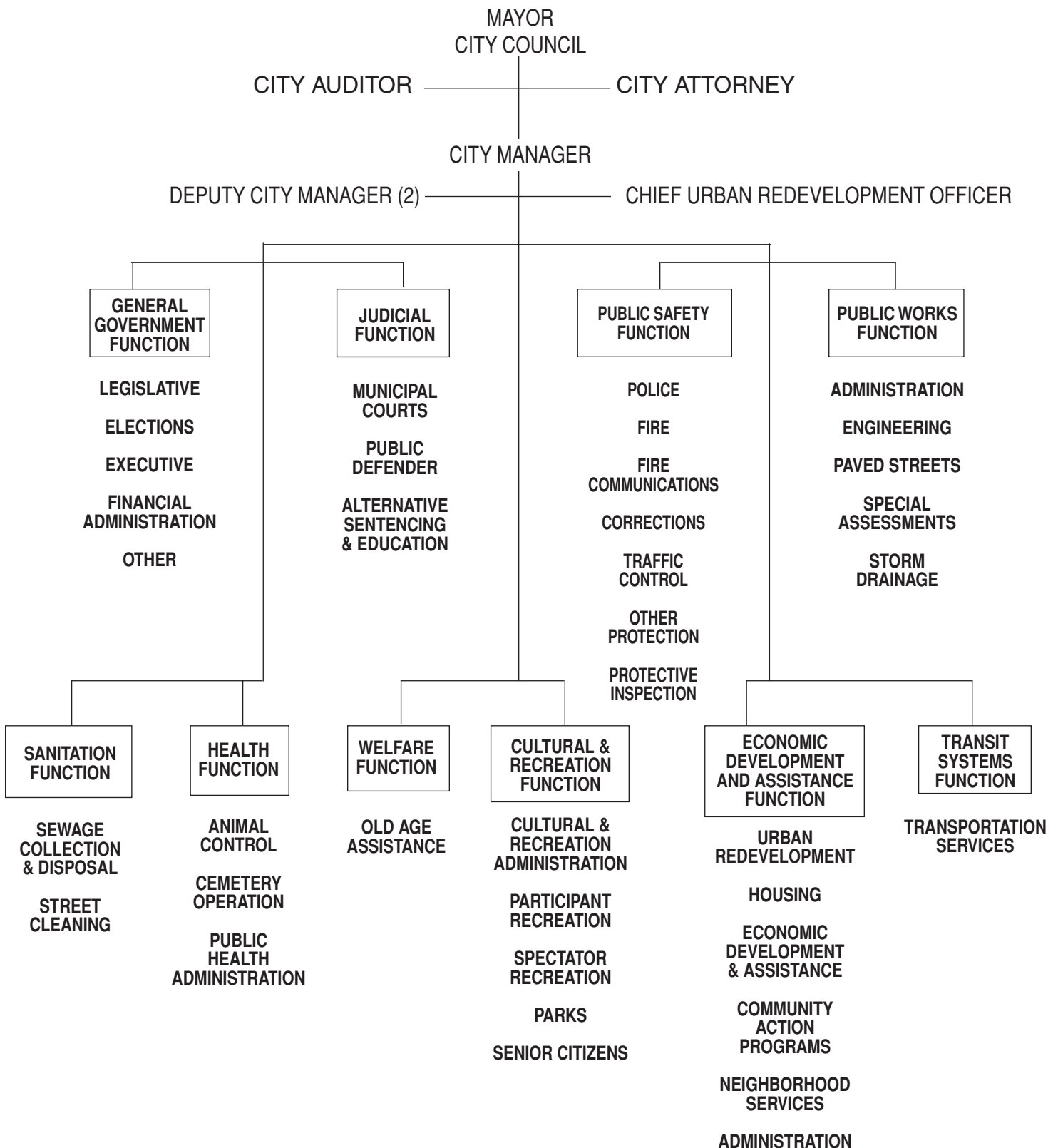
President

Executive Director

CITY OF LAS VEGAS

TABLE OF ORGANIZATION

BY FUNCTION AND ACTIVITY



CITY OF LAS VEGAS

OFFICIALS



Mayor
OSCAR B. GOODMAN
Elected At Large



Councilmember
Mayor Pro-Tem
GARY REESE
WARD 3



Councilmember
STEVE WOLFSON
WARD 2



Councilmember
LOIS TARKANIAN
WARD 1



Councilmember
STEVEN D. ROSS
WARD 6



Councilmember
RICKI Y. BARLOW
WARD 5



Councilmember
STAVROS S. ANTHONY
WARD 4

City Manager
ELIZABETH N. FRETWELL

CITY OF LAS VEGAS
ALL DEPARTMENTS
Weekdays 8:00 A.M to 5:00 P.M.
(702) 229-6011
www.lasvegasnevada.gov

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FUNDED BY: **BUILD AMERICA BONDS**



PROJECT COMPLETION DATE:
1st QUARTER 2012

PROJECT INFORMATION: 229-2207

CITY OF LAS VEGAS
LAS VEGAS CITY HALL
495 SOUTH MAIN ST.



DEVELOPED BY:

FORESTCITY /
LIVEWORK LLC

CONSTRUCTED BY:



DESIGN ARCHITECT: ELKUS | MANFREDI
ARCHITECTS

EXECUTIVE ARCHITECT:



Financial Section



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

INDEPENDENT AUDITOR'S REPORT

To 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, 2010, 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 examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our 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, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund, for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 13, 2010, 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 and the schedule of funding progress for postemployment healthcare plans on page 95 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. 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, individual fund schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, and is also not a required part of the basic financial statements. The individual fund schedules and schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Kafoury, Armstrong & Co.

Las Vegas, Nevada
December 13, 2010

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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, 2010. 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, 2010, by \$4,038,532,459. Governmental activities represent \$3,342,355,588 of the total net assets and \$696,176,871 are from business-type activities.
- The government-wide net capital assets totaled \$3,937,769,485. Governmental activities contributed \$3,384,756,119 and business-type activities contributed \$553,013,366. Major additions included construction costs of \$27.3 million on the new City Hall Campus, \$117.9 million on the Performing Arts Center, \$9.5 million on the Mob Museum and \$25.2 million on Freedom Park Sports Complex (Big League Dreams). Depreciation is reflected on all City-owned depreciable assets. Depreciation expense totaling \$79,870,244 for the governmental activities and \$22,080,522 for business-type activities are included in the government-wide statements.
- At the close of fiscal year 2010, the City's governmental funds reported combined ending fund balances of \$652,683,296. Of this total amount, \$156,231,588 is unreserved and undesignated. The unreserved and undesignated amounts consist of \$73,135,671 from the General Fund, \$82,600,648 from the Special Revenue Funds and \$495,269 from the Debt Service Funds.
- The general fund had a total fund balance of \$74,770,921 at June 30, 2010, which represented 16 percent of total General Fund revenues. The unreserved and undesignated portion of the fund balance was \$73,135,671. 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 \$158,782,704 and consolidated taxes of \$201,518,649. Combined, these two sources represent 46 percent of the total governmental activities revenue of \$779,737,926 from the statement of activities.
- The City's total debt had a net increase of \$169,626,000. Contributing factors were the issuance of City of Las Vegas Certificates of Participation (COPS) for construction on a project. The COPS were issued in two series, \$13,770,000 Tax-Exempt and \$174,500,000 Taxable Direct pay Build America bonds. The City also issued \$15,000,000 of general obligation medium-term bonds for the construction of a new Main Street Parking Garage, offset by \$33,644,000 from debt payments during the current fiscal year.
- Government-wide total governmental expenses were \$700,782,086. The major expense functions were Public Safety at \$381,980,350, Public Works at \$73,202,292, General Government at \$69,685,275, and Culture and Recreation at \$69,251,419. Business-type activities (*proprietary funds*) operating and non-operating expenses totaled \$105,410,300.

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.

CITY OF LAS VEGAS, NEVADA
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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 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. Also, the City is a member in another joint venture creating the Clean Water Coalition to address water quality issues in the Las Vegas Wash and Las Vegas Bay of Lake Mead.

Additional information on the joint ventures 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 City Facilities. 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 funds, 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

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Activities, Road and Flood and City Facilities 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.

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

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 48-94 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 98-201 of this report.

The Statistical section can be found on pages 203-224 of this report. This section includes schedules on statistical information provided on a trend basis for historical analysis.

CITY OF LAS VEGAS, NEVADA
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Other information. (continued)

The Compliance and Supplementary Information section can be found on pages 225-230 of this report. This section includes a schedule in compliance with state statutes.

The Single Audit section can be found on pages 231-239 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.

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 \$4,038,532,459 at the close of the most recent fiscal year.

The largest portion of the net assets (88 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. Total net assets increased by 3 percent or \$117,615,668.

**City of Las Vegas Summary Schedule of Net Assets
As of June 30, 2010 and 2009**

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2010</u>	<u>FY2009</u>	<u>FY2010</u>	<u>FY2009</u>	<u>FY2010</u>	<u>FY2009</u>
Current and other assets	\$ 850,705,721	\$ 855,009,899	\$ 232,454,781	\$ 193,581,602	\$ 1,083,160,502	\$ 1,048,591,501
Net capital assets	3,384,756,119	3,074,232,125	553,013,366	553,597,942	3,937,769,485	3,627,830,067
Total assets	<u>4,235,461,840</u>	<u>3,929,242,024</u>	<u>785,468,147</u>	<u>747,179,544</u>	<u>5,020,929,987</u>	<u>4,676,421,568</u>
Long-term liabilities						
outstanding	786,854,459	567,036,202	79,629,634	88,441,404	866,484,093	655,477,606
Other liabilities	<u>106,251,793</u>	<u>90,948,887</u>	<u>9,661,642</u>	<u>9,078,284</u>	<u>115,913,435</u>	<u>100,027,171</u>
Total liabilities	<u>893,106,252</u>	<u>657,985,089</u>	<u>89,291,276</u>	<u>97,519,688</u>	<u>982,397,528</u>	<u>755,504,777</u>
Net assets:						
Invested in capital assets, net of related debt	3,059,630,104	2,859,756,201	479,204,046	471,231,482	3,538,834,150	3,330,987,683
Restricted	36,709,947	231,244,385			36,709,947	231,244,385
Unrestricted	<u>246,015,537</u>	<u>180,256,349</u>	<u>216,972,825</u>	<u>178,428,374</u>	<u>462,988,362</u>	<u>358,684,723</u>
Total net assets	<u>\$ 3,342,355,588</u>	<u>\$ 3,271,256,935</u>	<u>\$ 696,176,871</u>	<u>\$ 649,659,856</u>	<u>\$ 4,038,532,459</u>	<u>\$ 3,920,916,791</u>

The City's total net assets are \$4,038,532,459 of which \$462,988,362 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, 70 percent is for construction and maintenance of capital projects and 30 percent is for repayment of long-term debt.

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 \$71,098,653, thereby contributing to a 3 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 expenses 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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FOR THE FISCAL YEAR ENDED JUNE 30, 2010

**City of Las Vegas Changes in Net Assets
For the Years Ended June 30, 2010 and 2009**

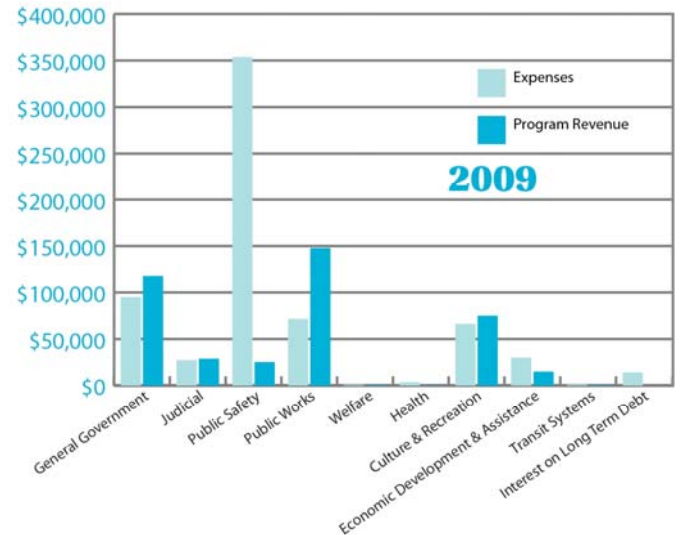
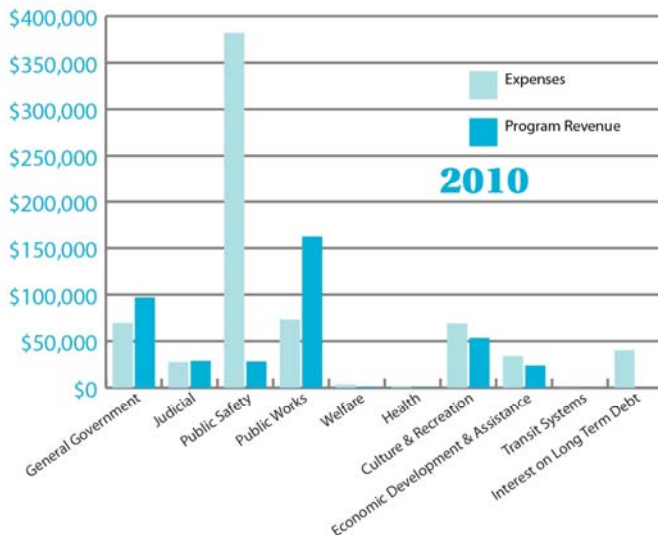
	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2010</u>	<u>FY2009</u>	<u>FY2010</u>	<u>FY2009</u>	<u>FY2010</u>	<u>FY2009</u>
Revenues:						
Program revenues:						
Charges for services	\$ 167,866,681	\$ 187,327,381	\$ 116,532,789	\$ 115,175,276	\$ 284,399,470	\$ 302,502,657
Operating grants and contributions	20,571,955	10,152,993	623,701	889,749	21,195,656	11,042,742
Capital grants and contributions	206,818,239	213,347,394	21,656,353	30,299,681	228,474,592	243,647,075
General revenues:						
Consolidated tax	201,518,649	219,964,997			201,518,649	219,964,997
Property taxes	158,782,704	166,539,142			158,782,704	166,539,142
Room tax	2,894,473	3,363,831			2,894,473	3,363,831
Residential construction tax	863,784	651,819			863,784	651,819
Motor vehicle fuel tax	7,185,058	7,645,823			7,185,058	7,645,823
Unrestricted investment earnings	13,065,141	20,112,614	5,257,285	8,085,777	18,322,426	28,198,391
Contributions not restricted to specific programs	58,954	363,746			58,954	363,746
Gain on disposal of capital assets	112,288	208,911			112,288	208,911
Total revenues	<u>779,737,926</u>	<u>829,678,651</u>	<u>144,070,128</u>	<u>154,450,483</u>	<u>923,808,054</u>	<u>984,129,134</u>
Expenses:						
General government	69,685,275	94,980,303			69,685,275	94,980,303
Judicial	27,789,531	27,167,872			27,789,531	27,167,872
Public safety	381,980,350	359,457,492			381,980,350	359,457,492
Public works	73,202,292	71,503,587			73,202,292	71,503,587
Welfare	3,454,049	1,116,996			3,454,049	1,116,996
Health	1,027,396	3,631,731			1,027,396	3,631,731
Culture and recreation	69,251,419	66,189,701			69,251,419	66,189,701
Economic development and assistance	33,941,373	30,082,398			33,941,373	30,082,398
Transit systems	180,750	1,203,729			180,750	1,203,729
Interest on long-term debt	40,269,651	14,121,070			40,269,651	14,121,070
Sanitation			88,060,392	83,453,939	88,060,392	83,453,939
Development services			7,761,192	9,934,917	7,761,192	9,934,917
Parking			3,935,957	4,103,904	3,935,957	4,103,904
Golf course			2,693,282	2,977,637	2,693,282	2,977,637
Video production			2,361,449	1,781,755	2,361,449	1,781,755
Land development			598,028	4,045,916	598,028	4,045,916
Total expenses	<u>700,782,086</u>	<u>669,454,879</u>	<u>105,410,300</u>	<u>106,298,068</u>	<u>806,192,386</u>	<u>775,752,947</u>
Change in net assets before transfers	78,955,840	160,223,772	38,659,828	48,152,415	117,615,668	208,376,187
Transfers in (out)	(7,857,187)	13,953,018	7,857,187	(13,953,018)		
Change in net assets	<u>71,098,653</u>	<u>174,176,790</u>	<u>46,517,015</u>	<u>34,199,397</u>	<u>117,615,668</u>	<u>208,376,187</u>
Net assets – July 1	<u>3,271,256,935</u>	<u>3,097,080,145</u>	<u>649,659,856</u>	<u>615,460,459</u>	<u>3,920,916,791</u>	<u>3,712,540,604</u>
Net assets – June 30	<u>\$ 3,342,355,588</u>	<u>\$ 3,271,256,935</u>	<u>\$ 696,176,871</u>	<u>\$ 649,659,856</u>	<u>\$ 4,038,532,459</u>	<u>\$ 3,920,916,791</u>

CITY OF LAS VEGAS, NEVADA
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FOR THE FISCAL YEAR ENDED JUNE 30, 2010

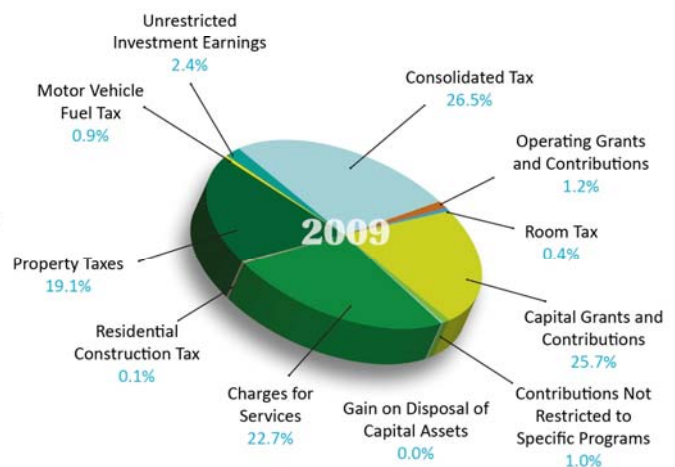
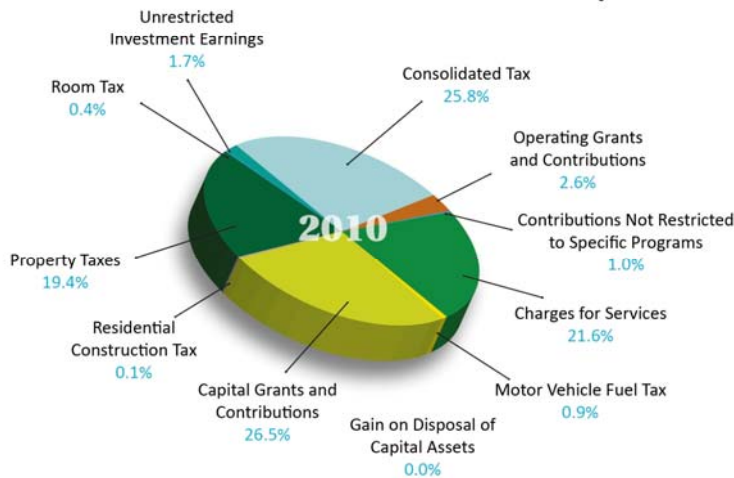
Program revenues for governmental activities include charges for services, licenses and permits, special assessments, inter-governmental fines and forfeitures, and both operating and capital grants and contributions. Program revenues of the governmental activities provided 51 percent of the resources necessary to pay the cost of providing program services. The remaining program costs were financed from general revenues. Operating grants and contributions increased by \$10.4 million, an increase of 103 percent. The major increase was \$11.1 million in federal funds for Neighborhood Stabilization Grant Program. Capital grants and contributions decreased by 3 percent, or approximately \$6.5 million. The main contributing factor was a \$22 million decrease in Southern Nevada Public Land Management Act (SNPLMA) revenue for funded trails projects. Major additions were assets contributed by developers of \$41,745,054 for governmental activities and \$7,941,440 for business-type activities for a total of \$49,686,494 for storm drains, roadways and land.

The largest general revenues are consolidated tax of \$201,518,649 and Ad Valorem tax (property tax) of \$158,782,704, representing 46 percent of total governmental revenues. Consolidated tax decreased 8 percent. The retreat in the housing market and the slowing national and local economy has contributed to the decline. Property taxes have decreased 5 percent during the year, attributable to no increase in population, a 27 percent decrease in assessed property values offset by a continuing reduction in the tax abatement allowance for prior years in which property tax liabilities exceeded statutory increase limits.

Expenses & Program Revenues – Governmental Activities (in thousands)



Revenues by Source – Governmental Activities



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Expenses in public works of \$73,202,292 and public safety of \$381,980,350 represent 65 percent of the total governmental expenses. Public Works' major expenses consist of planning and engineering of the City's arterial street and floodwater conveyance systems. Public Safety's major expenses increased by 6 percent, or approximately 22.5 million, due to increases in the unfunded Metropolitan Police OPEB and presumptive heart and lung workers compensation claim liabilities. Other major expenses for Public Safety include Fire and Rescue and Detention and Enforcement Services Departments.

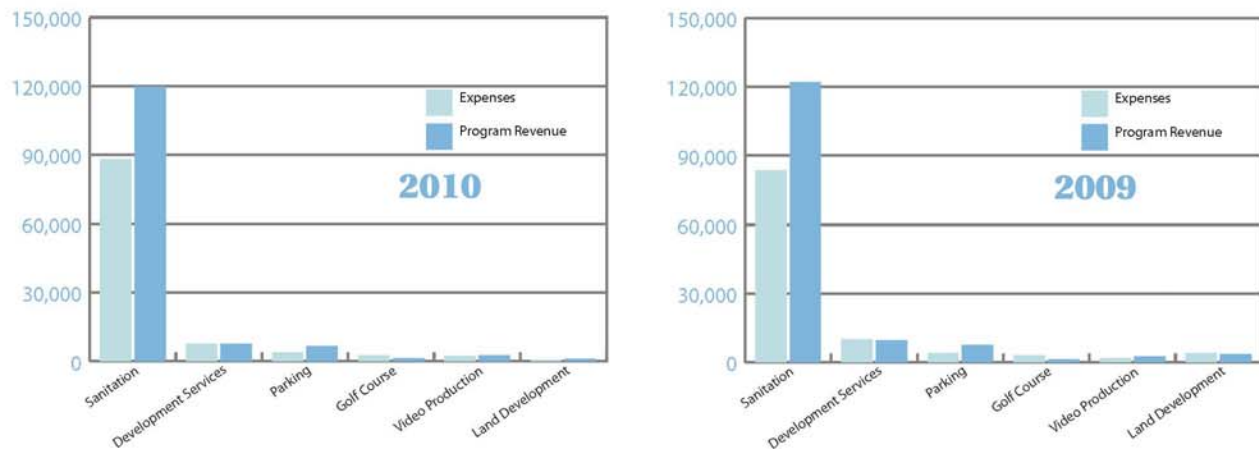
Business-type activities. Business-type activities increased the City's net assets by \$46,517,015. Key elements of this increase were charges for sanitation and development services, which consisted of 76 percent of total program revenues.

Of this increase in net assets, \$36.7 million is in the Sanitation Enterprise Fund. Twenty-four percent of this increase is in the investment in capital assets, and 76 percent in unrestricted net assets. This results from 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.

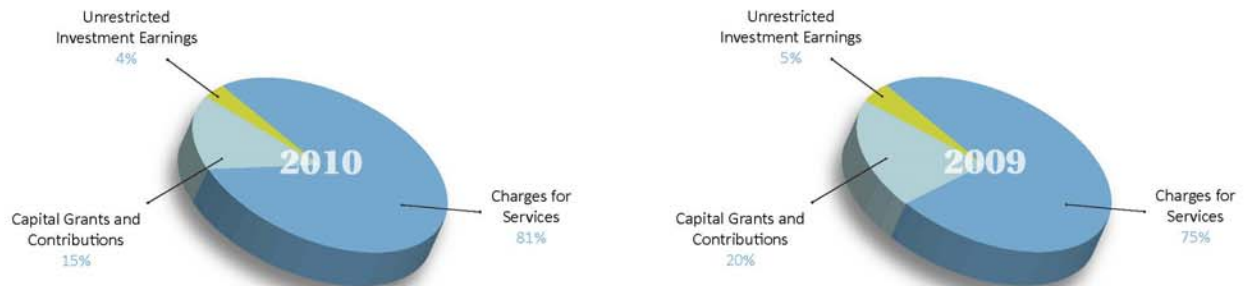
Sanitation-related expenses represent 84 percent of total expenses for business-type activities. These expenses increased by 6 percent in 2010 as a result of a new interlocal agreement with the City of North Las Vegas to contribute a portion of the City's sales tax allocation to them for new wastewater treatment plant construction and nominal increases in salaries, supplies and depreciation expenses. These included operations at the water pollution control facility, maintenance of sewer lines and storm drainage, and street cleaning.

Business-type activities program revenues provided 132 percent of the resources to finance their operations.

Expenses & Program Revenues –Business type Activities



Revenues by Source – Business-type Activities



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MANAGEMENT'S DISCUSSION AND ANALYSIS
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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 \$652.7 million, a decrease of \$10.9 million from the prior year. Approximately \$640 million, or 98 percent of this total fund balance, constitutes unreserved fund balance. Of that total, \$468.4 million has been designated for construction projects and \$15 million for redevelopment projects, leaving the remaining \$156.3 million as undesignated and available for spending at the City's discretion. The remaining \$12.7 million fund balance is reserved and is not available for spending as it has already been committed: (1) \$2.6 million to pay debt service, (2) \$1.8 million for the perpetual care of the cemetery, (3) \$314,000 for prepaid, imprest and noncurrent loans receivable, 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 \$73.1 million and total fund balance was \$74.8 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 15.1 percent of total fund expenditures and transfers out while total fund balance represents 15.4 percent of that same amount.

The fund balance of the City's General Fund decreased by \$17.9 million during the current fiscal year. Key factors in this change are as follows:

- Total revenue and transfers-in decreased from the prior year by \$35.5 million or 7 percent. Changes were mixed among major categories, with the largest decrease seen in intergovernmental revenues.
- Total expenditures and transfers out of \$485.1 million decreased from the prior year by \$21.7 million or 4 percent. This decrease was driven primarily by transfers out to other funds, which decreased by \$8.6 million or 40 percent, as a result of the prior year funding of a fiscal stabilization fund, and a decrease in public safety costs of \$6.1 million or 1.8 percent.

The Road and Flood capital projects fund has a total fund balance of \$6.6 million, all of which is unreserved and designated for construction projects. The net increase in fund balance during the current year was \$2 million. The fund received \$104.3 million in revenues from other governmental reimbursements and had expenditures for capital projects of \$102.4 million.

The Parks and Leisure Activities capital projects fund has a total fund balance of \$102.1 million, \$101.9 million is unreserved and designated for construction projects, with \$251 thousand reserved for prepaids. The net decrease in fund balance during the current year was \$150.9 million. The fund received \$35 million in revenues, consisting of \$26.5 million from Southern Nevada Public Lands Management Act (SNPLMA) for parks, trails, and natural land management, \$8.5 million in other federal, state and local grants for multi-use transportation, Performing Arts Center and the Post Modern Museum Project, and \$1.8 million in interest income. The fund had expenditures of \$182.1 million for various capital projects, with net transfers in of \$3.7 million.

City Facilities Capital Project fund has a total fund balance of \$208,467,066, all of which is unreserved and designated for construction projects. The fund balance increased by \$175 million from an increase in Certification of Participation debt of \$188.3 million (net of \$1 million in costs) for the new City Hall project and \$15 million in medium-term bonds for the Main Street Parking Garage.

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 \$696.2 million of which the Sanitation Fund had \$639.9 million in net assets. The total growth of the proprietary funds was \$46.5 million of which the growth in the Sanitation Fund was \$36.7 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 and automotive operations. 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 \$453.2 million were \$29.4 million or 6 percent below budgeted operating revenues of \$482.6 million (see page 99), 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, and a decrease in property tax revenue. 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 \$36.9 million compared to the final budget amounts (see pages 100-106). Anticipating this trend could continue into the next fiscal years, cost saving measures were introduced into the FY2011 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 \$3,937,769,485 (net of accumulated depreciation of 1,278,382,583) as of June 30, 2010. 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 8.48 percent before depreciation (9.69 percent for governmental activities and 2.46 percent for business-type activities).

The City has an aggressive capital improvement program totaling over \$1.16 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 (\$288.3 million), sanitation facilities (\$303.6 million), and road and flood construction (\$340 million).

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

Construction in progress (CIP) increased by a net \$293,222,870. Fiscal year 2010 addition to CIP was \$332,657,558. The major projects were \$27.3 million on the new City Hall Complex, \$117.9 million on the Performing Arts Center, \$73.1 million on various roadway projects, \$9.5 million on the Mob Museum, \$3.4 million on other building improvements and \$25.2 million on Freedom Park Sports Complex. The City completed \$39,434,688 of projects and removed them from construction in progress. Other City projects added were \$31.4 million to storm drainage.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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, 2010 and 2009

	Governmental		Business-type		Total	
	FY2010	FY2009	FY2010	FY2009	FY2010	FY2009
Land	\$ 1,166,653,154	\$ 1,147,541,280	\$ 49,799,393	\$ 49,799,393	\$ 1,216,452,547	\$ 1,197,340,673
Construction in progress	682,225,977	400,511,718	32,492,316	20,983,704	714,718,293	421,495,422
Land improvements	173,881,618	165,486,659	9,773,946	10,390,485	183,655,564	175,877,144
Sewer plant improvements			184,343,712	196,841,249	184,343,712	196,841,249
Buildings	207,093,524	208,924,369	15,421,120	15,852,716	222,514,644	224,777,085
Building improvements	49,489,068	53,108,350	1,534,768	1,748,508	51,023,836	54,856,858
Sewer lines			258,684,053	256,508,875	258,684,053	256,508,875
Machinery and equipment	9,371,599	9,401,480	964,058	1,473,012	10,335,657	10,874,492
Vehicles	16,188,883	21,418,954			16,188,883	21,418,954
Roadways	579,273,033	591,132,886			579,273,033	591,132,886
Traffic pavement markers	705,116	181,700			705,116	181,700
Traffic signals and lighting	53,653,917	54,168,791			53,653,917	54,168,791
Traffic signage	990,744	950,883			990,744	950,883
Storm drainage	445,229,486	421,405,055			445,229,486	421,405,055
Total	\$ 3,384,756,119	\$ 3,074,232,125	\$ 553,013,366	\$ 553,597,942	\$ 3,937,769,485	\$ 3,627,830,067

Long-term debt. At the end of the current fiscal year, the City and its blended component units' total bonded debt outstanding was \$661,418,000, exclusive of deferred issuance costs, and premiums and discounts. Of this amount, \$308,150,000 comprises general obligation debt backed by the full faith and credit of the government, \$158,095,000 of general obligation debts additionally secured by specified revenue sources, \$6,903,000 of special assessment debt for which the City is obligated in the event of default by the bonded property owners, and \$188,270,000 of Certificates of Participation (COPS).

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, 2010 and 2009

	Governmental		Business-type		Total	
	FY2010	FY2009	FY2010	FY2009	FY2010	FY2009
General obligation medium-term bonds	\$ 57,255,000	\$ 57,535,000	\$	\$	\$ 57,255,000	\$ 57,535,000
General obligation tax increment revenue bonds	100,840,000	104,355,000			100,840,000	104,355,000
	158,095,000	161,890,000	-	-	158,095,000	161,890,000
Certificates of Participation (COPS)	188,270,000				188,270,000	
Special assessment bonds	6,903,000	7,502,000			6,903,000	7,502,000
General obligation revenue bonds	232,755,000	238,225,000	75,395,000	84,175,000	308,150,000	322,400,000
Total	\$ 586,023,000	\$ 407,617,000	\$ 75,395,000	\$ 84,175,000	\$ 661,418,000	\$ 491,792,000

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

The City and its blended component units' total debt increased by a net \$169,626,000 during the current fiscal year. The change was a result from the increase in new City of Las Vegas Certificates of Participation (COPS) for construction on a new City Hall. The COPS were issued in two series; \$13,770,000 Tax-Exempt and \$174,500,000 Taxable Direct Pay Build America bonds. The City also issued \$15,000,000 of general obligation medium-term bonds for the construction of a new Main Street Parking Garage. The City's debt principal payments totaled \$33,644,000 for fiscal year ended June 30, 2010 .

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 \$3,744,484,000 (see page 218), 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 69-80 of this report.

Economic Factors

For fiscal year 2011 the assessed valuation of the City is \$14,267,039,973 a decrease of \$4,022,274,219 over fiscal year 2010 with a combined tax rate of \$0.7715 apportioned to the City per \$100 of assessed value. The decrease is due to the downturn in the economy which has caused a dramatic decrease in property values in the City of Las Vegas.

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 Department of Finance and Business Services, 400 Stewart Avenue, Las Vegas, Nevada,

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Basic Financial Statement





CITY OF LAS VEGAS
STATEMENT OF NET ASSETS
JUNE 30, 2010

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
ASSETS				
Pooled cash and investments	\$ 722,968,874	\$ 195,730,056	\$ 918,698,930	\$ 3,379,913
Other investments	8,641,105		8,641,105	
Receivables net of allowance:				
Property taxes	5,786,351		5,786,351	
Consolidated taxes	34,899,396		34,899,396	
Gaming tax	2,350		2,350	
Accounts	3,380,595	18,303,623	21,684,218	
Interest	2,651,162	1,024,475	3,675,637	6,172
Loans	11,946,037	3,196,200	15,142,237	
Special assessments	6,412,463		6,412,463	
Intergovernmental	40,892,752	8,840,459	49,733,211	
Internal balances	(1,667,372)	1,667,372		
Land held for resale	6,638,905		6,638,905	
Inventories	2,131,656	2,876,001	5,007,657	
Prepaid items	287,480	229,781	517,261	2,083
Deposits	105,515	26,191	131,706	
Deferred charges	3,892,556	560,623	4,453,179	
Restricted assets:				
Permanently restricted:				
Pooled cash and investments	1,735,896		1,735,896	
Capital assets:				
Land and construction in progress	1,848,879,131	82,291,709	1,931,170,840	
Depreciable improvements, buildings, machinery and equipment, and infrastructure, net of depreciation	1,535,876,988	470,721,657	2,006,598,645	
TOTAL ASSETS	4,235,461,840	785,468,147	5,020,929,987	3,388,168

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

CITY OF LAS VEGAS
STATEMENT OF NET ASSETS
JUNE 30, 2010

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
LIABILITIES				
Accounts payable	\$ 46,789,586	\$ 3,286,607	\$ 50,076,193	\$ 7,626
Salaries payable	8,067,837	793,674	8,861,511	
Deposits payable	1,548,530	472,428	2,020,958	
Interest payable	7,714,130	676,745	8,390,875	
Contracts payable	15,129,910	593,761	15,723,671	
Connection fees payable		116,400	116,400	
Intergovernmental payable	10,905,150	3,722,027	14,627,177	15,961
Claims and judgments payable	438,916		438,916	
Unearned revenue	15,657,734		15,657,734	
Noncurrent liabilities:				
Current portion due or payable within one year:				
Bonds payable	19,361,196	8,917,140	28,278,336	
Special assessment debt with governmental commitment	620,620		620,620	
Benefits payable	8,713,670		8,713,670	
Compensated absences payable	33,326,145	3,805,871	37,132,016	
Unearned revenue		32,470	32,470	
Long-term portion due or payable after one year:				
Bonds payable	563,531,098	64,892,180	628,423,278	
Special assessment debt with governmental commitment	6,316,110		6,316,110	
Compensated absences payable	11,719,998	1,338,432	13,058,430	
Unearned revenue		643,541	643,541	
Arbitrage rebate payable	647,416		647,416	
Unfunded Metropolitan police OPEB liability	54,224,862		54,224,862	
OPEB liability	52,698,269		52,698,269	
Heart lung presumptive liability	35,695,075		35,695,075	
TOTAL LIABILITIES	893,106,252	89,291,276	982,397,528	23,587
NET ASSETS				
Invested in capital assets, net of related debt	3,059,630,104	479,204,046	3,538,834,150	
Restricted for:				
Debt service	11,076,331		11,076,331	
Capital projects	8,551,852		8,551,852	
Street maintenance	15,318,437		15,318,437	
Cemetery perpetual care-nonexpendable	1,763,327		1,763,327	
Unrestricted	246,015,537	216,972,825	462,988,362	3,364,581
TOTAL NET ASSETS	\$ 3,342,355,588	\$ 696,176,871	\$ 4,038,532,459	\$ 3,364,581

CITY OF LAS VEGAS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

			PROGRAM	
			CHARGES FOR	OPERATING GRANT AND CONTRIBUTIONS
	EXPENSES		SERVICES	
<u>FUNCTIONS/PROGRAMS</u>				
Primary government:				
Governmental activities:				
General government	\$ 69,685,275	\$	94,734,863	\$ 1,373,339
Judicial	27,789,531		28,635,799	228,572
Public safety	381,980,350		19,943,349	2,162,182
Public works	73,202,292		5,485,995	1,169,852
Welfare	3,454,049		207,912	614,420
Health	1,027,396		336,158	
Culture and recreation	69,251,419		15,645,969	299,473
Economic development and assistance	33,941,373		2,696,734	14,724,117
Transit systems	180,750		179,902	
Interest on long-term debt	40,269,651			
Total governmental activities	<u>700,782,086</u>		<u>167,866,681</u>	<u>20,571,955</u>
Business-type activities:				
Sanitation	88,060,392		97,468,931	623,701
Development services	7,761,192		7,516,232	
Parking	3,935,957		6,669,204	
Golf course	2,693,282		1,281,680	
Video production	2,361,449		2,487,609	
Land development	598,028		1,109,133	
Total business-type activities	<u>105,410,300</u>		<u>116,532,789</u>	<u>623,701</u>
Total primary government	<u>\$ 806,192,386</u>	<u>\$</u>	<u>284,399,470</u>	<u>\$ 21,195,656</u>
Component unit:				
Commission for the				
Las Vegas Centennial	\$ 1,996,030	\$	179	\$ 1,656,592
Total component unit	<u>\$ 1,996,030</u>	<u>\$</u>	<u>179</u>	<u>\$ 1,656,592</u>

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

REVENUES	NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
	PRIMARY GOVERNMENT			COMPONENT UNIT COMMISSION FOR THE LAS VEGAS CENTENNIAL
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	
CAPITAL GRANTS AND CONTRIBUTIONS				
\$ 949,268	\$ 27,372,195	\$	\$ 27,372,195	\$
	1,074,840		1,074,840	
6,109,090	(353,765,729)		(353,765,729)	
155,771,970	89,225,525		89,225,525	
	(2,631,717)		(2,631,717)	
	(691,238)		(691,238)	
37,622,409	(15,683,568)		(15,683,568)	
6,365,502	(10,155,020)		(10,155,020)	
	(848)		(848)	
	(40,269,651)		(40,269,651)	
206,818,239	(305,525,211)		(305,525,211)	
21,656,353		31,688,593	31,688,593	
		(244,960)	(244,960)	
		2,733,247	2,733,247	
		(1,411,602)	(1,411,602)	
		126,160	126,160	
		511,105	511,105	
21,656,353		33,402,543	33,402,543	
\$ 228,474,592	(305,525,211)	33,402,543	(272,122,668)	
\$				(339,259)
\$				(339,259)
General revenues:				
Consolidated tax	201,518,649		201,518,649	
Property taxes	158,782,704		158,782,704	
Room tax	2,894,473		2,894,473	
Residential construction tax	863,784		863,784	
Motor vehicle fuel tax	7,185,058		7,185,058	
Unrestricted investment earnings	13,065,141	5,257,285	18,322,426	20,187
Contributions not restricted to specific programs	58,954		58,954	
Gain on disposal of capital assets	112,288		112,288	
Transfers	(7,857,187)	7,857,187		
Total general revenues and transfers	376,623,864	13,114,472	389,738,336	20,187
Change in net assets	71,098,653	46,517,015	117,615,668	(319,072)
Net assets - July 1,	3,271,256,935	649,659,856	3,920,916,791	3,683,653
Net assets - June 30,	\$ 3,342,355,588	\$ 696,176,871	\$ 4,038,532,459	\$ 3,364,581

CITY OF LAS VEGAS, NEVADA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010

	General	Parks and Leisure Activities	Road and Flood
ASSETS			
Pooled cash and investments	\$ 49,991,845	\$ 140,442,409	\$ 5,512,540
Receivables (net of allowances for uncollectibles):			
Property tax	3,067,874		
Consolidated tax	34,899,396		
Gaming tax	2,350		
Accounts	2,225,320		187,035
Interest	399,930	309,767	
Loans	5,200,000		
Special Assessments			
Intergovernmental	1,228,065	4,914,709	23,762,932
Due from other funds	3,677,709		
Land held for resale			
Inventories	1,617,750		
Prepaid items		251,791	
Permanently restricted:			
Pooled cash and investments			
Total assets	<u>\$ 102,310,239</u>	<u>\$ 145,918,676</u>	<u>\$ 29,462,507</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2,018,394	\$ 19,949,662	\$ 17,014,672
Salaries payable	5,830,191		
Due to other funds	4,194	15,000,000	
Deposits payable	256,767		
Contracts payable		8,828,757	5,833,984
Loans payable			
Intergovernmental payable	10,868,630		
Deferred revenue	8,561,142		
Total liabilities	<u>27,539,318</u>	<u>43,778,419</u>	<u>22,848,656</u>
Fund balances:			
Reserved for:			
Inventories	1,617,750		
Debt service			
Imprest funds	17,500		
Prepaid items		251,791	
Noncurrent loans receivable			
Land held for resale			
Cemetery perpetual care			
Unreserved:			
Designated for construction projects:			
Special revenue funds			
Capital project funds		101,888,466	6,613,851
Designated for redevelopment projects:			
Special revenue funds			
Debt service funds			
Undesignated:			
General fund	73,135,671		
Special revenue funds			
Debt service funds			
Total fund balances	<u>74,770,921</u>	<u>102,140,257</u>	<u>6,613,851</u>
Total liabilities and fund balances	<u>\$ 102,310,239</u>	<u>\$ 145,918,676</u>	<u>\$ 29,462,507</u>

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

City Facilities	Other Non-Major Governmental Funds	Total Governmental Funds
\$ 208,774,351	\$ 247,733,966	\$ 652,455,111
	2,718,477	5,786,351
		34,899,396
		2,350
	162,752	2,575,107
428,240	1,062,597	2,200,534
	19,961,134	25,161,134
	6,412,463	6,412,463
27,082	9,865,526	39,798,314
	819,204	4,496,913
	6,638,905	6,638,905
		1,617,750
	35,689	287,480
	1,735,896	1,735,896
<u>\$ 209,229,673</u>	<u>\$ 297,146,609</u>	<u>\$ 784,067,704</u>
\$ 688,270	\$ 5,740,996	\$ 45,411,994
	203,043	6,033,234
	4,837,475	19,841,669
	988,751	1,245,518
74,337	392,832	15,129,910
	852,411	852,411
	22,688	10,891,318
	23,417,212	31,978,354
<u>762,607</u>	<u>36,455,408</u>	<u>131,384,408</u>
		1,617,750
	2,622,673	2,622,673
		17,500
	35,689	287,480
	8,990	8,990
	6,638,905	6,638,905
	1,763,327	1,763,327
	48,941,520	48,941,520
208,467,066	102,268,114	419,237,497
	11,867,436	11,867,436
	3,448,630	3,448,630
		73,135,671
	82,600,648	82,600,648
	495,269	495,269
<u>208,467,066</u>	<u>260,691,201</u>	<u>652,683,296</u>
<u>\$ 209,229,673</u>	<u>\$ 297,146,609</u>	<u>\$ 784,067,704</u>

CITY OF LAS VEGAS, NEVADA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2010

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

Total fund balances - total governmental funds (page 33)	\$ 652,683,296
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 \$3,373,232,628 and internal service fund assets of \$11,523,491.	3,384,756,119
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(773,959,316)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	16,450,620
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 \$73,020,051, plus \$928,309 to reflect consolidation of internal service fund activities to related enterprise funds; and less \$11,523,491 of internal service fund net capital assets reflected in governmental activities.	<u>62,424,869</u>
Net assets of governmental activities (page 29)	<u><u>\$ 3,342,355,588</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, 2010

	General	Parks and Leisure Activities	Road and Flood
Revenues:			
Taxes	\$ 114,313,427	\$	\$
Licenses and permits	77,241,337		
Intergovernmental	205,486,430	33,124,736	104,344,857
Charges for services	31,125,047		3,093
Fines and forfeits	20,349,142		
Special assessments			
Interest	1,659,964	1,799,123	20
Miscellaneous	3,006,118	59,524	27,017
Total revenues	<u>453,181,465</u>	<u>34,983,383</u>	<u>104,374,987</u>
Expenditures:			
Current:			
General government	49,034,775		
Judicial	24,388,080		
Public safety	323,578,261		
Public works	19,029,401		2,295,873
Health	3,369,009		
Welfare			
Culture and recreation	47,360,934	48,940	
Economic development and assistance	6,419,948		
Transit systems	236,052		
Debt service:			
Principal retirement			
Interest and fiscal charges			
Bond issuance costs			
Capital outlay:			
General government			
Public safety			
Public works			100,090,580
Culture and recreation		182,076,711	
Economic development and assistance			
Total expenditures	<u>473,416,460</u>	<u>182,125,651</u>	<u>102,386,453</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(20,234,995)</u>	<u>(147,142,268)</u>	<u>1,988,534</u>
Other financing sources (uses):			
Transfers in	13,965,843	9,518,804	6,371
Transfers out	(11,654,364)	(13,263,491)	
Bonds issued			
Premium			
Discounts			
Total other financing sources (uses)	<u>2,311,479</u>	<u>(3,744,687)</u>	<u>6,371</u>
Net changes in fund balances	(17,923,516)	(150,886,955)	1,994,905
Fund balances, July 1	<u>92,694,437</u>	<u>253,027,212</u>	<u>4,618,946</u>
Fund balances, June 30	<u>\$ 74,770,921</u>	<u>\$ 102,140,257</u>	<u>\$ 6,613,851</u>

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

City Facilities	Other Non-Major Governmental Funds	Total Governmental Funds
\$	\$ 47,265,312	\$ 161,578,739
	486,095	77,727,432
27,082	47,517,077	390,500,182
294	7,251,812	38,380,246
	160,301	20,509,443
	3,779,047	3,779,047
1,165,776	5,922,319	10,547,202
29,767	2,148,673	5,271,099
<u>1,222,919</u>	<u>114,530,636</u>	<u>708,293,390</u>
158,808	2,846,778	52,040,361
	2,124,208	26,512,288
	2,917,465	326,495,726
	7,614,180	28,939,454
	90,820	3,459,829
	1,033,922	1,033,922
	7,573,858	54,983,732
	25,329,855	31,749,803
		236,052
	24,864,000	24,864,000
	27,448,405	27,448,405
2,704,459		2,704,459
28,915,968	4,129,117	33,045,085
	7,978,087	7,978,087
	1,684,500	101,775,080
		182,076,711
	7,859,345	7,859,345
<u>31,779,235</u>	<u>123,494,540</u>	<u>913,202,339</u>
<u>(30,556,316)</u>	<u>(8,963,904)</u>	<u>(204,908,949)</u>
10,164,590	73,785,302	107,440,910
(5,101,558)	(84,258,466)	(114,277,879)
203,270,000		203,270,000
1,239,143		1,239,143
(3,702,922)		(3,702,922)
<u>205,869,253</u>	<u>(10,473,164)</u>	<u>193,969,252</u>
175,312,937	(19,437,068)	(10,939,697)
<u>33,154,129</u>	<u>280,128,269</u>	<u>663,622,993</u>
<u>\$ 208,467,066</u>	<u>\$ 260,691,201</u>	<u>\$ 652,683,296</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, 2010

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)	\$ (10,939,697)
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.	257,890,904
The net effect of various transactions involving capital assets (i.e., sales, trade-ins, transfers, and donations) is to increase net assets.	60,599,266
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.	493,635
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.	(173,237,762)
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.	(50,817,177)
Internal service funds are used by management to charge the costs of a variety of services (i.e. fleet, graphic reproduction, purchase and maintenance of computers, maintenance of radios, pagers, cellular, and telephones, etc.) to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities.	(12,890,516)
Change in net assets of governmental activities (page 31)	\$ <u>71,098,653</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, 2010

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Revenues:				
Taxes	\$ 117,072,525	\$ 117,072,525	\$ 114,313,427	\$ (2,759,098)
Licenses and permits	84,500,755	84,500,755	77,241,337	(7,259,418)
Intergovernmental	218,961,602	218,961,602	205,486,430	(13,475,172)
Charges for services	30,889,700	30,889,700	31,125,047	235,347
Fines and forfeits	24,176,456	24,176,456	20,349,142	(3,827,314)
Interest	3,303,671	3,303,671	1,659,964	(1,643,707)
Miscellaneous	3,703,323	3,703,323	3,006,118	(697,205)
Total revenues	<u>482,608,032</u>	<u>482,608,032</u>	<u>453,181,465</u>	<u>(29,426,567)</u>
Expenditures:				
General government:				
Legislative	3,640,041	3,640,041	3,114,301	525,740
Executive	5,382,675	5,382,675	4,928,538	454,137
Financial administration	22,581,133	23,081,133	21,389,578	1,691,555
Other	27,301,890	26,101,890	19,602,358	6,499,532
Total general government	<u>58,905,739</u>	<u>58,205,739</u>	<u>49,034,775</u>	<u>9,170,964</u>
Judicial:				
Municipal courts	18,008,499	18,008,499	16,971,029	1,037,470
City attorney-criminal division	4,334,520	4,334,520	4,004,924	329,596
Public defender	506,400	506,400	491,450	14,950
Alternative sentencing & education	<u>3,200,002</u>	<u>3,200,002</u>	<u>2,920,677</u>	<u>279,325</u>
Total judicial	<u>26,049,421</u>	<u>26,049,421</u>	<u>24,388,080</u>	<u>1,661,341</u>
Public safety:				
Police	151,097,206	151,097,206	149,760,939	1,336,267
Fire	117,162,060	117,162,060	109,241,777	7,920,283
Corrections	51,429,303	51,429,303	45,519,021	5,910,282
Other protection	20,982,955	20,982,955	19,056,524	1,926,431
Total public safety	<u>340,671,524</u>	<u>340,671,524</u>	<u>323,578,261</u>	<u>17,093,263</u>
Public works:				
Administration	1,095,908	1,095,908	1,029,083	66,825
Engineering	16,630,431	17,330,431	16,398,963	931,468
Paved streets	2,001,918	2,001,918	1,601,355	400,563
Total public works	<u>19,728,257</u>	<u>20,428,257</u>	<u>19,029,401</u>	<u>1,398,856</u>
Health:				
Animal control	4,031,244	4,031,244	3,247,134	784,110
Cemetery operation	120,000	120,000	109,633	10,367
Communicable disease control	50,000	50,000	12,242	37,758
Total health	<u>4,201,244</u>	<u>4,201,244</u>	<u>3,369,009</u>	<u>832,235</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, 2010

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Culture and recreation:				
Culture & recreation				
administration	\$ 4,521,730	\$ 4,521,730	\$ 3,120,372	\$ 1,401,358
Participant recreation	16,716,224	16,716,224	16,505,644	210,580
Spectator recreation	5,114,675	5,114,675	4,664,846	449,829
Parks	22,037,170	22,037,170	19,520,442	2,516,728
Senior citizens	3,927,482	3,927,482	3,549,630	377,852
Total culture and recreation	52,317,281	52,317,281	47,360,934	4,956,347
Economic development and assistance:				
Neighborhood services	7,242,286	7,242,286	6,419,948	822,338
Total economic development and assistance	7,242,286	7,242,286	6,419,948	822,338
Transit systems:				
Transportation services	1,166,058	1,166,058	236,052	930,006
Total transit systems	1,166,058	1,166,058	236,052	930,006
Total expenditures	510,281,810	510,281,810	473,416,460	36,865,350
Excess of revenues over expenditures	(27,673,778)	(27,673,778)	(20,234,995)	7,438,783
Other financing sources (uses):				
Transfers in	14,807,974	14,807,974	13,965,843	(842,131)
Transfers out	(18,163,540)	(18,163,540)	(11,654,364)	6,509,176
Total other financing sources (uses)	(3,355,566)	(3,355,566)	2,311,479	5,667,045
Net changes in fund balances	(31,029,344)	(31,029,344)	(17,923,516)	13,105,828
Fund balances, July 1	92,270,284	92,270,284	92,694,437	424,153
Fund balances, June 30	\$ 61,240,940	\$ 61,240,940	\$ 74,770,921	\$ 13,529,981

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, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
ASSETS					
Current assets:					
Pooled cash and investments	\$ 165,112,935	\$ 14,907,031	\$ 15,710,090	\$ 195,730,056	\$ 70,513,763
Other investments					8,641,105
Receivables (net of allowances for uncollectibles):					
Accounts	18,300,934		2,689	18,303,623	805,488
Interest	918,999	19,644	85,832	1,024,475	450,628
Loans		3,196,200	2,781,449	5,977,649	40,876
Intergovernmental	8,840,459			8,840,459	1,094,438
Due from other funds	15,000,000			15,000,000	345,513
Inventories	2,852,210		23,791	2,876,001	513,906
Prepaid items	113,778	15,631	100,372	229,781	
Deposits			26,191	26,191	105,515
Total current assets	<u>211,139,315</u>	<u>18,138,506</u>	<u>18,730,414</u>	<u>248,008,235</u>	<u>82,511,232</u>
Noncurrent assets:					
Deferred charges-bond issuance costs	<u>513,312</u>		<u>47,311</u>	<u>560,623</u>	
Capital assets:					
Land	12,525,633	33,947,630	3,326,130	49,799,393	
Land improvements	4,340,422		13,275,003	17,615,425	257,077
Sewer plant improvements	362,833,295			362,833,295	
Buildings	15,372,782		6,530,956	21,903,738	3,986,315
Building improvements	3,191,225		703,695	3,894,920	4,482,527
Sewer lines	337,527,001			337,527,001	
Machinery and equipment	2,055,883		540,371	2,596,254	4,198,008
Vehicles					31,494,195
Construction in progress	32,492,316			32,492,316	
Less accumulated depreciation	(264,915,139)		(10,733,837)	(275,648,976)	(32,894,631)
Total capital assets (net of accumulated depreciation)	<u>505,423,418</u>	<u>33,947,630</u>	<u>13,642,318</u>	<u>553,013,366</u>	<u>11,523,491</u>
Total noncurrent assets	<u>505,936,730</u>	<u>33,947,630</u>	<u>13,689,629</u>	<u>553,573,989</u>	<u>11,523,491</u>
Total assets	<u>717,076,045</u>	<u>52,086,136</u>	<u>32,420,043</u>	<u>801,582,224</u>	<u>94,034,723</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS (continued)
JUNE 30, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 3,192,033	\$ 30,300	\$ 64,274	\$ 3,286,607	\$ 1,377,592
Salaries payable	601,046		192,628	793,674	2,034,603
Compensated absences payable	2,684,478		1,121,393	3,805,871	2,158,148
Deposits payable		455,000	17,428	472,428	303,012
Due to other funds		757		757	
Benefits payable					8,713,670
Claims and judgments payable					438,916
Unearned revenue			32,470	32,470	130,000
General obligation revenue bonds payable	8,377,089		540,051	8,917,140	
Interest payable	633,619		43,126	676,745	
Contracts payable	593,761			593,761	
Connection fees payable	116,400			116,400	
Intergovernmental payable	3,712,221		9,806	3,722,027	13,832
Total current liabilities	<u>19,910,647</u>	<u>486,057</u>	<u>2,021,176</u>	<u>22,417,880</u>	<u>15,169,773</u>
Noncurrent liabilities:					
Compensated absences payable	944,066		394,366	1,338,432	758,970
General obligation revenue bonds payable	56,349,145		8,543,035	64,892,180	
Loans payable		15,185,011		15,185,011	
Unearned revenue			643,541	643,541	
Heart lung presumptive liability					5,085,929
Total noncurrent liabilities	<u>57,293,211</u>	<u>15,185,011</u>	<u>9,580,942</u>	<u>82,059,164</u>	<u>5,844,899</u>
Total liabilities	<u>77,203,858</u>	<u>15,671,068</u>	<u>11,602,118</u>	<u>104,477,044</u>	<u>21,014,672</u>
NET ASSETS					
Invested in capital assets, net of related debt	440,697,184	24,446,983	4,559,232	469,703,399	11,523,491
Unrestricted	<u>199,175,003</u>	<u>11,968,085</u>	<u>16,258,693</u>	<u>227,401,781</u>	<u>61,496,560</u>
Total net assets	<u>\$ 639,872,187</u>	<u>\$ 36,415,068</u>	<u>\$ 20,817,925</u>	<u>697,105,180</u>	<u>\$ 73,020,051</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds (page 34).				<u>(928,309)</u>	
Net assets of business-type activities (page 29)				<u>\$ 696,176,871</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, 2010

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
Operating revenues:					
Licenses and permits	\$ 97,364,024	\$	\$ 8,916,496	\$ 8,916,496	\$ 219,241,572
Charges for services			3,818,319	101,182,343	
Fines and forfeits			4,243,997	4,243,997	
Miscellaneous	104,907	1,109,133	975,913	2,189,953	1,672,038
Total operating revenues	<u>97,468,931</u>	<u>1,109,133</u>	<u>17,954,725</u>	<u>116,532,789</u>	<u>220,913,610</u>
Operating expenses:					
Salaries and employee benefits	23,879,896		9,615,630	33,495,526	169,148,053
Services and supplies	32,865,882	516,874	4,703,227	38,085,983	24,088,202
Cost of stores issued			65,814	65,814	5,334,898
Insurance claims					22,356,642
Insurance premiums					3,658,008
Depreciation	21,152,551		927,971	22,080,522	5,026,840
Total operating expenses	<u>77,898,329</u>	<u>516,874</u>	<u>15,312,642</u>	<u>93,727,845</u>	<u>229,612,643</u>
Operating income (loss)	<u>19,570,602</u>	<u>592,259</u>	<u>2,642,083</u>	<u>22,804,944</u>	<u>(8,699,033)</u>
Nonoperating revenues (expenses):					
Interest revenue	4,758,677	37,721	460,887	5,257,285	2,201,061
Interest expense	(3,237,442)	(81,154)	(530,073)	(3,848,669)	
Sewer connection charges	5,589,126			5,589,126	
Gain (loss) on sale of capital assets	(1,293)		(661,400)	(662,693)	(3,712,343)
Intergovernmental revenue	8,749,488			8,749,488	
Intergovernmental expense	(6,644,818)		(38,614)	(6,683,432)	(2,147,644)
Total nonoperating revenues (expenses)	<u>9,213,738</u>	<u>(43,433)</u>	<u>(769,200)</u>	<u>8,401,105</u>	<u>(3,658,926)</u>
Income (loss) before contributions and transfers	28,784,340	548,826	1,872,883	31,206,049	(12,357,959)
Capital contributions	7,941,440			7,941,440	
Transfers in		10,788,120	1,272,723	12,060,843	2,876,820
Transfers out			(4,203,656)	(4,203,656)	(3,897,038)
Changes in net assets	36,725,780	11,336,946	(1,058,050)	47,004,676	(13,378,177)
Total net assets, July 1	<u>603,146,407</u>	<u>25,078,122</u>	<u>21,875,975</u>		<u>86,398,228</u>
Net assets, June 30	<u>\$ 639,872,187</u>	<u>\$ 36,415,068</u>	<u>\$ 20,817,925</u>		<u>\$ 73,020,051</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				(487,661)	
Changes in net assets of business-type activities (page 31)				<u>\$ 46,517,015</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, 2010

	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	\$ 93,685,670	\$ 1,164,133	\$ 17,870,523	\$ 112,720,326	\$ 11,836,823
Cash received from internal services provided					210,785,954
Cash payments to suppliers for goods and services	(33,391,321)	(441,336)	(4,738,190)	(38,570,847)	(52,872,380)
Cash payments to employees for services	(23,681,721)		(9,904,107)	(33,585,828)	(168,838,726)
Net cash provided (used in) by operating activities	<u>36,612,628</u>	<u>722,797</u>	<u>3,228,226</u>	<u>40,563,651</u>	<u>911,671</u>
Cash flows from noncapital financing activities:					
Cash advanced to other funds	(15,000,000)	(318,846)		(15,318,846)	
Reimbursements from other governments	743,293			743,293	
Transfers in from other funds		10,788,120	1,272,723	12,060,843	2,876,820
Transfers out to other funds			(4,203,656)	(4,203,656)	(3,897,038)
Subsidies paid to other governments					(2,147,644)
Contributions to other governments	(3,243,090)		(38,614)	(3,281,704)	
Net cash provided by (used in) noncapital financing activities	<u>(17,499,797)</u>	<u>10,469,274</u>	<u>(2,969,547)</u>	<u>(10,000,070)</u>	<u>(3,167,862)</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(16,457,248)		(198,926)	(16,656,174)	(1,168,866)
Sewer connection charges	5,589,126			5,589,126	
SNWA infrastructure fund	8,124,596			8,124,596	
Principal paid on bonds	(8,270,000)		(455,000)	(8,725,000)	
Interest paid	(2,999,060)	(81,154)	(588,560)	(3,668,774)	
Proceeds from sale of capital assets	500			500	268,450
Net cash provided by (used in) capital and related financing activities	<u>(14,012,086)</u>	<u>(81,154)</u>	<u>(1,242,486)</u>	<u>(15,335,726)</u>	<u>(900,416)</u>
Cash flows from investing activities:					
Interest and dividends on investments	4,798,879	23,457	476,400	5,298,736	2,208,998
Net cash provided by investing activities	<u>4,798,879</u>	<u>23,457</u>	<u>476,400</u>	<u>5,298,736</u>	<u>2,208,998</u>
Net increase (decrease) in cash and cash equivalents	9,899,624	11,134,374	(507,407)	20,526,591	(947,609)
Cash and cash equivalents, July 1	<u>155,213,311</u>	<u>3,772,657</u>	<u>16,217,497</u>	<u>175,203,465</u>	<u>71,461,372</u>
Cash and cash equivalents, June 30	<u>\$ 165,112,935</u>	<u>\$ 14,907,031</u>	<u>\$ 15,710,090</u>	<u>\$ 195,730,056</u>	<u>\$ 70,513,763</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS (continued)
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	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)	\$ 19,570,602	\$ 592,259	\$ 2,642,083	\$ 22,804,944	\$ (8,699,033)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	21,152,551		927,971	22,080,522	5,026,840
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	(1,733,145)		90,073	(1,643,072)	282,817
Decrease in loans receivable					10,951
(Increase) decrease in intergovernmental receivable	(2,447,152)		1,664	(2,445,488)	95,757
(Increase) decrease in due from other funds	397,036	78,827		475,863	1,286,482
(Increase) decrease in inventories	(89,595)		(3,253)	(92,848)	554,273
(Increase) decrease in prepaid items	(113,778)	29,205	20,878	(63,695)	
(Increase) decrease in deposits					(105,515)
Increase (decrease) in accounts payable	(322,066)	(32,494)	5,189	(349,371)	398,711
Increase (decrease) in salaries payable	22,792		(33,488)	(10,696)	341,745
Increase (decrease) in compensated absences payable	175,383		(254,989)	(79,606)	(32,418)
Increase (decrease) in deposits payable		55,000	(915)	54,085	(65,455)
Decrease in due to other funds					(431,302)
Increase in benefits payable					2,054,857
Increase in claims and judgments payable					49,129
Increase (decrease) in unearned revenue			(175,024)	(175,024)	130,000
Increase in intergovernmental payable			8,037	8,037	13,832
Net cash provided by (used in) operating activities	<u>\$ 36,612,628</u>	<u>\$ 722,797</u>	<u>\$ 3,228,226</u>	<u>\$ 40,563,651</u>	<u>\$ 911,671</u>
Noncash investing, capital, and financing activities:					
Contributions of capital assets from developers	\$ 7,941,440				
Increase in fair value of investments					50,940
Decrease in fair value of investments					16,530
Contribution of assets to government			661,400		3,824,456

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, 2010

	Total Agency Funds
ASSETS	
Pooled cash and investments	\$ 28,703,075
Receivables (net of allowances for uncollectibles):	
Interest	<u>313</u>
Total assets	<u>\$ 28,703,388</u>
LIABILITIES	
Accounts payable	\$ 429
Deposits payable	22,967,074
Intergovernmental payable	2,378,724
Outstanding bail payable	3,119,133
Unclaimed monies payable	147,824
Arbitrage rebate payable	<u>90,204</u>
Total liabilities	<u>\$ 28,703,388</u>

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, 2010

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 statements (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
JUNE 30, 2010

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 interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

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 resources 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
JUNE 30, 2010

1. Summary of significant accounting policies (continued)

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

The *parks 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 *city facilities capital projects fund* accounts for the costs of capital improvements which are periodically required at the City Hall complex, its satellite facilities and the maintenance yards.

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* promotes 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, employee benefits, workers compensation insurance, liability and property damage insurance, City facilities and maintenance, and fire equipment acquisition fund, which was dissolved as of June 30, 2010 and moved into the fire services capital projects fund.

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

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

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

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

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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. Pooled cash and investments

The City maintains a cash and investment pool that is available for use by all funds. Monies that are not required for immediate obligations are invested. Pooled cash and investments 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. General fund accounts receivable consists of \$2.2 million, special revenue funds for \$134,000 and capital projects of \$216,000. Accounting operations division reviews outstanding receivables twice a year to determine uncollectable receivables. Accounts deemed uncollectable are then written off. The allowance for uncollectable accounts for the General Fund has \$2.1 million and the Special Revenue Fund has \$594 thousand at June 30, 2010.

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

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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 lien 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 2010, 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 value, 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, 2010, 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 11A1). An independent trustee manages the fund. At June 30, 2010, the restricted assets consisted of cash and cash equivalents of \$24,141 investments of \$1,711,755 and interest receivable of \$27,431 for a total of \$1,763,327.

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
JUNE 30, 2010

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 and 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 (including TILO and Executive Severance) and sick pay benefits. Accumulated vacation and sick leave that is expected to be liquidated within the current year is reported as an expenditure in governmental fund types. The estimated long-term liability of vested or accumulated vacation and sick leave that is not expected to be liquidated within the current year is accounted for in the government-wide financial statements. Vested or accumulated vacation and sick leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to the 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 (a joint venture) both provide financing for the Las Vegas Metropolitan Police Department Self Insurance internal service fund. At June 30, 2010, the Las Vegas Metropolitan Police Department Self Insurance fund had a deficit balance. In the City's government-wide financial statements, the City's portion of the deficit is reported as unfunded Metropolitan Police OPEB liability in the applicable governmental activities.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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). 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.

12. *Reclassifications*

Certain amounts in the 2009 balances have been reclassified for comparability with the current year. Such reclassifications have no effect on previously reported results of operations.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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 \$773,959,316 difference are as follows:

Bonds Payable	\$ 586,023,000
Less: Original issue discount (to be amortized over the life of the bond as interest expense and fiscal charges)	(224,068)
Add: Original issue premiums (to be amortized over the life of the bond as interest income)	6,099,311
Less: Deferred charges for issuance costs (to be amortized over the life of the bonds as interest expense and fiscal charges)	(3,892,556)
Less: Unamortized debt refunding transaction (to be amortized)	(2,069,219)
Accrued interest payable	7,714,130
Las Vegas Metropolitan Police Department OPEB liability	54,224,862
Arbitrage rebate payable	647,416
Compensated absences	42,129,025
City of Las Vegas OPEB liability	52,698,269
Heart Lung Presumptive liability	30,609,146
Net adjustment to reduce <i>fund balance – total governmental funds</i> to arrive at <i>net assets – governmental activities</i>	<u>\$ 773,959,316</u>

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 \$257,890,904 difference are as follows:

Capital outlay	\$ 332,734,308
Depreciation expense (Note 9)	(74,843,404)
Net adjustments to increase net changes in <i>fund balance-total governmental funds</i> to arrive at <i>charges in net assets – governmental activities</i>	<u>\$ 257,890,904</u>

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 \$60,599,266 difference are as follows:

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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.	\$ 60,629,740
The statement of activities reports losses from the disposal or 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>(30,474)</u>
Net adjustment to increase net changes in fund balance - total governmental funds to arrive at changes in net assets - governmental activities	<u>\$ 60,599,266</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 \$173,237,762 difference are as follows:

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (203,270,000)
Add premium	(1,239,143)
Issuance costs	2,704,459
Less Discount	3,702,922
Principal repayments:	
General obligation debt	21,349,000
Tax Increment debt	<u>3,515,000</u>
Net adjustment to decrease net changes in fund balance-total governmental funds to arrive at changes in net assets - governmental activities	<u>\$ (173,237,762)</u>

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 \$50,817,177 difference are as follows:

City of Las Vegas OPEB liability	\$ (10,056,975)
Heart Lung Presumptive liability	(7,768,021)
Compensated absences	(479,725)
Las Vegas Metropolitan Police Department OPEB liability	(20,008,088)
Arbitrage rebate	344,313
Accrued interest	(4,553,703)
Amortization of issuance costs	(4,409,877)
Amortization of bond discounts	(3,904,739)
Amortization of bond premiums	316,878
Amortization of debt refunding	<u>(297,240)</u>
Net adjustment to decrease net changes in fund balance - total governmental funds to arrive at changes in net assets - governmental activities	<u>\$ (50,817,177)</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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 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 \$493,635 difference are as follows:

Property tax revenue	\$ 962,222
Special assessments	<u>(468,587)</u>
Net adjustment to increase <i>net changes in fund balance - total</i> <i>governmental funds to arrive a changes in net assets - governmental activities</i>	<u><u>\$ 493,635</u></u>

Another element of the reconciliation states that internal service funds are used by management to charge the costs of a variety of services: fleet, graphic reproduction, purchase and maintenance of computers, maintenance of radios and telephones, employee benefits, property damage, facilities maintenance and fire equipment acquisition to individual funds. The net revenue of certain activities of internal service funds is reported with government activities. The details of this \$12,890,516 differences are as follows:

Changes in net assets of the internal services funds	\$ (13,378,177)
Loss from charges to business-type activities	<u>487,661</u>
Net adjustment to decrease <i>net changes in fund balance - total</i> <i>governmental funds to arrive a changes in net assets - governmental activities</i>	<u><u>\$ (12,890,516)</u></u>

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 \$928,309 difference are as follows:

Internal receivable representing charges in excess of cost to business-type activities - prior years	\$ (440,648)
Internal receivable representing charges in excess of cost to business-type activities - current year	<u>(487,661)</u>
Net adjustment to decrease <i>net assets - total enterprise funds to</i> <i>arrive at net assets - business-type activities</i>	<u><u>\$ (928,309)</u></u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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.

For the fiscal year ended June 30, 2010, funds were augmented and realigned between functions to provide for 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).

	Original Budget	Adjustment	Final Budget
Fiscal Stabilization Special Revenue Fund	\$ 45,000	\$ 10,000	\$ 55,000
City Facilities Capital Projects Fund	19,279,238	20,000,000	39,279,238
Redevelopment Agency Debt Service Fund	31,746,595	807,000	32,553,595

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.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

3. Stewardship and legal compliance (continued)

B. Excess of expenditures over appropriations

The Fremont Street Room Tax Special Revenue Fund expenditures exceeded appropriations for economic development and assistance by \$62,464. The excess was fiscal year ended 2009 room tax remitted back to the Fremont Street Experience.

The City of Las Vegas Debt Service Fund expenditures exceeded appropriations in debt service by \$2,093,238 due from payment of interest on the COPs bonds. Nevada Revised Statute 354.626 (1) provides that expenditures for debt repayments do not constitute a violation of law.

The City Facilities Capital Projects Fund expenditures exceed appropriations for general government by \$6,546,103. The excess was from bond issuance costs for the City COPs and Garage bonds. Nevada Revenue Statute 354.626 (1) provides that expenditures for debt related expenditures do not constitute a violation of law.

4. Deposits and investments

As of June 30, 2010, the City had the following investments:

Pooled cash and investments reconciled to government-wide financial statements:

Total investments	\$ 930,163,839
Add: Cash in checking accounts	<u>27,615,167</u>
	957,779,006
Less: Cash and cash equivalents in agency funds	<u>(28,703,075)</u>
Pooled cash investments-government-wide	<u>\$ 929,075,931</u>

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.

Type of Investments	Book Value	Fair Value	Total Value	Weighted-Average Maturity (Year)
U.S. Treasury	\$ 1,880,000	\$ 83,592,310	\$ 85,472,310	2.731
U.S. Agencies	166,113,881	269,823,585	435,937,466	1.129
Corporate Bonds		49,041,680	49,041,680	2.643
Commercial Paper	40,993,528		40,993,528	0.06
Money Market Funds		239,353,405	239,353,405	0.003
NVEST Program:				
U.S. Treasury		12,101,700	12,101,700	2.835
U.S. Agency		56,894,731	56,894,731	3.312
Asset Backed Securities		7,891,600	7,891,600	2.942
Money Market Fund		2,477,419	2,477,419	0.003
Total value	<u>\$ 208,987,409</u>	<u>\$ 721,176,430</u>	<u>\$ 930,163,839</u>	
Portfolio weighted-average maturity				1.187

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

4. Deposits and investments (continued)

Type of Investments	Amount	Investment Maturities				
		1 to 30 Days	31 to 60 Days	61 to 365 Days	366 Days To 5 Years	5 Years To 48 Years
U.S. Treasury	\$ 85,472,310	\$	\$	\$ 7,615,410	\$ 77,856,900	\$
U.S. Agencies	435,937,466	8,640,165	90,440,386	154,002,380	182,854,535	
Corporate Bonds	49,041,680	612,945		10,251,050	37,168,525	1,009,160
Commercial Paper	40,993,528	14,995,867	25,997,661			
Money Market Funds	239,353,405	239,353,405				
NVEST Program:						
U.S. Treasury	12,101,700				12,101,700	
U.S. Agencies	56,894,731		476,583	6,808,910	30,427,014	19,182,224
Asset Backed Securities	7,891,600		115,438	1,293,252	5,467,758	1,015,152
Money Market Fund	2,477,419	2,477,419				
Total Investments	<u>\$ 930,163,839</u>	<u>\$ 266,079,801</u>	<u>\$ 117,030,068</u>	<u>\$ 179,971,002</u>	<u>\$ 345,876,432</u>	<u>\$ 21,206,536</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.

Some of the U.S. agency investments have call options, if exercised, could shorten the maturity of these investments. The asset-backed securities are backed by mortgages that are subject to prepayment risk which could shorten the maturity of these investments.

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. The City has adopted the state statutes for its investing policies to help minimize its credit risk.

As of June 30, 2010, more than 5% of the City’s investments are in Federal Farm Credit Banks, Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, Blackrock Money Market Funds, First American Government Money Market Fund and U.S. Treasuries. These investments are 5%, 17%, 12%, 15%, 11%, 8% and 10%, respectively, of the total investments.

As of June 30, 2010, the City was holding \$250,000 par value security of Lehman Brothers Holdings in the Darling Foundation special revenue fund. Although rated as “A”, Lehman Brothers filed for bankruptcy under Chapter 11 of the U.S. Bankruptcy Code on September 18, 2008. At fiscal year end, the value of the investment was written down to \$49,375; which was the market value as determined by the City’s investment custodian.

Type of Investments	Amount	Mini- mum Legal Rating	Exempt From Disclosure	Rating as of Year End				
				AAA	AA	A	BBB- C	Not Rated
U.S. Treasury	\$ 85,472,310	N/A	\$ 85,472,310	\$	\$	\$	\$	\$
U.S. Agencies	435,937,466			269,823,585				166,113,881
Corporate Bonds	47,329,925				31,066,600	16,213,950		49,375
Corporate Bonds- Cemetery	1,711,755					139,186	1,008,999	563,570
Commercial Paper	40,993,528			40,993,528				
Money Market Funds	239,353,405			239,353,405				
NVEST Program:								
U.S. Treasury	12,101,700		12,101,700					
U.S. Agencies	56,894,731			7,098,326				49,796,405
Asset Backed Securities	7,891,600			7,592,490	299,110			
Money Market Fund	2,477,419			2,477,419				
Total	<u>\$ 930,163,839</u>		<u>\$ 97,574,010</u>	<u>\$ 567,338,753</u>	<u>\$ 31,365,710</u>	<u>\$ 16,353,136</u>	<u>\$ 1,008,999</u>	<u>\$ 216,523,231</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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 lien 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:

	2010	2009
General	0.6765	0.6765
Special	0.0950	0.0950
Total Tax	0.7715	0.7715

Amounts per \$100 of assessed value

6. Related party transaction

The City provides building maintenance services to the Las Vegas Metropolitan Police Department (Metro), an entity created as a joint venture involving the City and Clark County. During the year ended June 30, 2010, the City charged Metro \$62,046 for services. At June 30, 2010, \$5,979 was a receivable from Metro for services provided (Note 7).

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

7. Intergovernmental receivables

The following schedule details the intergovernmental receivables as of June 30, 2010:

	Governmental Activities						Business-Type Activities	
	General Fund	Parks and Leisure Activities	Road and Flood	City Facilities	Other Non-major Govern-mental Funds	Internal Service Fund	Enterprise Fund	Total
CA-NV Super Speed Ground Transportation Commission	\$ 587	\$	\$	\$	\$	\$	\$	\$ 587
City of Boulder	4,629							4,629
City of North Las Vegas							7,301,051	7,301,051
City of Henderson	660							660
Clark County, Nevada	863,884				3,964,619	1,081,727		5,910,230
Clark County Regional Flood Control District			6,743,528					6,743,528
Clark County Regional Transportation Commission	125,000		7,569,421	22,943	174,642			7,892,006
Clean Water Coalition Commission for the Las Vegas Centennial						6,732	131,301	131,301
Las Vegas Convention and Visitors Authority					1,289,321			1,289,321
Las Vegas Housing Authority	181,352							181,352
Las Vegas Metropolitan Police Department (Note 6)						5,979		5,979
National Endowment for the Arts					5,324			5,324
Southern Nevada Water Authority							1,408,107	1,408,107
State of Nevada	1,385	207,093	9,449,983	4,139	1,681,106			11,343,706
U.S. Dept. of Education					2,477			2,477
U.S. Dept. of Energy					36,702			36,702
U.S. Department of Health and Human Services					116,250			116,250
U.S. Department of Homeland Security (FEMA)					1,220,448			1,220,448
Department of Housing and Urban Development		1,484,600			1,334,708			2,819,308
U.S. Dept. of Interior		532,043						532,043
U.S. Dept. of Interior (Bureau of Land Mgmt.)		2,690,973						2,690,973
U.S. Department of Justice					39,929			39,929
U.S. Department of Justice (U.S. Marshals)	50,568							50,568
Total	\$ 1,228,065	\$ 4,914,709	\$ 23,762,932	\$ 27,082	\$ 9,865,526	\$ 1,094,438	\$ 8,840,459	\$ 49,733,211

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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, 2010. In addition, the City has resources available from the U.S. Department of Housing and Urban Development through the Community Development Block Grant Program totaling \$4,981,879, the Housing Opportunities for Persons With AIDS totaling \$36,352, HOME Investment Program totaling \$3,831,972, Emergency Shelter Grant totaling \$131 and Homeless Prevention and Rapid Re-Housing Program totaling \$1,761,083, which are available to reimburse the City for qualifying expenditures.

8. Joint venture

A. Metropolitan Police Department

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.

	2010	2009
Assets	\$ 111,922,465	\$ 101,479,840
Liabilities	(35,504,986)	(49,421,005)
Equity	<u>\$ 76,417,479</u>	<u>\$ 52,058,835</u>
Revenues	\$ 348,127,109	\$ 347,685,090
Expenditures	(521,356,881)	(554,356,063)
	(173,229,772)	(206,670,973)
Net other financing sources	197,588,416	197,756,619
Net (decrease) increase in fund balance	<u>\$ 24,358,644</u>	<u>\$ (8,914,354)</u>
Political subdivision funding percentage:		
Clark County	61.2%	61.4%
City of Las Vegas	38.8%	38.6%

B. Clean Water Coalition

The cities of Las Vegas, Henderson, North Las Vegas and the Clark County Water Reclamation District members entered into a joint venture creating the Clean Water Coalition (CWC) to address water quality issues in the Las Vegas Wash and Las Vegas Bay of Lake Mead. Established pursuant to Nevada Revised Statutes 277, the CWC is a political subdivision of the State of Nevada, separate from the members. The governing board of the CWC is comprised of one member from each participating entity. The CWC was originally funded by annual contributions from participating agencies and is currently generating revenue by regional sewer charges based on wastewater flows from each participating entity. In fiscal year 2010, the City remitted to CWC \$1,252,492 in connection fees and \$2,005,248 in usage charges. In the event sufficient funds are not available to the CWC to satisfy all of its annual obligations, the CWC has the option to assess all members in proportion to each member's contributions to CWC from regional fees. All members have a right to have their treated effluent transported through the CWC facilities. On termination of the CWC by a written termination agreement executed by all members, the assets of the CWC shall be disposed of in accordance with such agreement. The \$800 million capital project for which the CWC was formed has been suspended and will not be built. The 2009 Nevada Legislature approved transferring \$62 million from the CWC for deposit in the State General Fund for unrestricted State General Fund use. The CWC and others have filed a lawsuit against the State, which is currently going through the judicial process. Complete financial statements for the CWC can be obtained from the CWC's administrative office at 150 N. Stephanie Street, Suite 130, Henderson, NV, 89074.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

8. Joint venture (continued)

B. Clean Water Coalition (continued)

In September 2010, the CWC's board voted to begin discussions of the dissolution of the CWC. This decision was based on the changing needs of the Southern Nevada water users and member agencies and the suspension of the Systems Conveyance and Operations Project (SCOP). Management of the CWC is currently working on an analysis of the tasks and timeline for dissolution at the Management Board's request. As of the issuance of these financials, no final dissolution agreement or timeline has been set; however, it is probable that the CWC will be dissolved on or before June 30, 2011.

9. Capital assets

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

Primary Government

	Balance June 30, 2009	Additions	Transfers	Deletions	Balance June 30, 2010
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 1,147,541,280	\$ 19,111,874		\$	\$ 1,166,653,154
Construction in progress	400,511,718	320,808,935	(39,094,676)		682,225,977
Total capital assets, not being depreciated	<u>1,548,052,998</u>	<u>339,920,809</u>	<u>(39,094,676)</u>		<u>1,848,879,131</u>
Capital assets, being depreciated:					
Land improvements	246,138,683	6,201,877	13,680,528		266,021,088
Buildings	271,778,278	202,872	4,658,685		276,639,835
Building improvements	94,992,318	193,744	738,605		95,924,667
Machinery and equipment	39,957,402	659,919	2,767,218	(2,582,613)	40,801,926
Vehicles	61,454,859	1,029,461	(229,147)	(1,666,820)	60,588,353
Roadways	1,059,331,491	16,321,087	4,520,338		1,080,172,916
Traffic pavement markers	1,485,448	623,244	7,200		2,115,892
Traffic signals and lighting	156,684,447	4,743,527	269,713		161,697,687
Traffic signage	1,455,566	162,072	24,900		1,642,538
Storm drain	518,617,951	19,881,975	14,505,767		553,005,693
Total capital assets, being depreciated	<u>2,451,896,443</u>	<u>50,019,778</u>	<u>40,943,807</u>	<u>(4,249,433)</u>	<u>2,538,610,595</u>
Less accumulated depreciation for:					
Land improvements	(80,652,024)	(11,487,446)			(92,139,470)
Buildings	(62,853,909)	(6,692,402)			(69,546,311)
Building improvements	(41,883,968)	(4,503,255)	(48,376)		(46,435,599)
Machinery and equipment	(30,555,922)	(2,019,402)	(1,375,181)	2,520,178	(31,430,327)
Vehicles	(40,035,905)	(6,120,897)	229,147	1,528,185	(44,399,470)
Roadways	(468,198,605)	(32,701,278)			(500,899,883)
Traffic pavement markers	(1,303,748)	(107,028)			(1,410,776)
Traffic signals and lighting	(102,515,656)	(5,528,114)			(108,043,770)
Traffic signage	(504,683)	(147,111)			(651,794)
Storm drain	(97,212,896)	(10,563,311)			(107,776,207)
Total accumulated depreciation	<u>(925,717,316)</u>	<u>(79,870,244)</u>	<u>(1,194,410)</u>	<u>4,048,363</u>	<u>(1,002,733,607)</u>
Total capital assets, being depreciated, net	<u>1,526,179,127</u>	<u>(29,850,466)</u>	<u>39,749,397</u>	<u>(201,070)</u>	<u>1,535,876,988</u>
Governmental activities capital assets, net	<u>\$ 3,074,232,125</u>	<u>\$ 310,070,343</u>	<u>\$ 654,721</u>	<u>\$ (201,070)</u>	<u>\$ 3,384,756,119</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

9. Capital assets (continued)

	Balance June 30, 2009	Additions	Transfers	Deletions	Balance June 30, 2010
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 49,799,393	\$	\$	\$	\$ 49,799,393
Construction in progress	20,983,704	11,848,624	(340,012)		32,492,316
Total capital assets, not being depreciated	<u>70,783,097</u>	<u>11,848,624</u>	<u>(340,012)</u>		<u>82,291,709</u>
Capital assets, being depreciated:					
Land improvements	17,403,855	192,247	19,324		17,615,426
Sewer plant improvements	361,659,237	916,558	257,500		362,833,295
Buildings	21,840,550		63,188		21,903,738
Building improvements	4,036,509		(141,589)		3,894,920
Sewer lines	328,751,731	8,775,269			337,527,000
Machinery and equipment	4,317,998	419,761	(1,936,689)	(204,816)	2,596,254
Total capital assets, being depreciated	<u>738,009,880</u>	<u>10,303,835</u>	<u>(1,738,266)</u>	<u>(204,816)</u>	<u>746,370,633</u>
Less accumulated depreciation for:					
Land improvements	(7,013,370)	(828,110)			(7,841,480)
Sewer plant improvements	(164,817,988)	(13,671,595)			(178,489,583)
Buildings	(5,987,834)	(494,784)			(6,482,618)
Building improvements	(2,288,001)	(120,528)	48,377		(2,360,152)
Sewer lines	(72,242,856)	(6,600,091)			(78,842,947)
Machinery and equipment	(2,844,986)	(365,414)	1,375,182	203,022	(1,632,196)
Total accumulated depreciation	<u>(255,195,035)</u>	<u>(22,080,522)</u>	<u>1,423,559</u>	<u>203,022</u>	<u>(275,648,976)</u>
Total capital assets, being depreciated, net	<u>482,814,845</u>	<u>(11,776,687)</u>	<u>(314,707)</u>	<u>(1,794)</u>	<u>470,721,657</u>
Business-type activities capital assets, net	<u>\$ 553,597,942</u>	<u>\$ 71,937</u>	<u>\$ (654,719)</u>	<u>\$ (1,794)</u>	<u>\$ 553,013,366</u>

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

Governmental activities:

General government	\$ 3,464,029
Judicial	27,335
Public safety	11,655,532
Public works	43,451,535
Health	57,731
Culture and recreation	14,321,783
Economic development	1,864,449
Transit systems	1,010
	<u>74,843,404</u>

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

	5,026,840
Total depreciation expense-governmental activities	<u>\$ 79,870,244</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

9. Capital assets (continued)

Business-type activities:

Sanitation	\$ 21,152,551
Municipal Parking	115
Municipal Golf Course	780,281
Video Production	147,575
Total depreciation expenses business-type activities	<u>\$ 22,080,522</u>

Construction commitments

The City of Las Vegas has active construction projects as of June 30, 2010. The projects include buildings, building improvements, land improvements (associated with various parks), machinery and equipment (mainly associated with upgrades to our technology in progress), roadways, storm sewers (widening, construction of new and existing streets and detention basin and drainage facilities), traffic signals and streetlights in progress. The City is also in the process of constructing sewer plant improvements and sanitary sewer lines. At year end, the City commitments with contractors are as follows:

<u>Projects - Governmental funds</u>	<u>Spent to date</u>	<u>Remaining commitment</u>
Buildings	\$ 159,073,568	\$ 103,871,999
Building improvements	27,071,785	24,138,617
Land improvements	172,367,154	39,921,013
Machinery and equipment	781,260	149,037
Roadways	232,819,519	41,917,094
Storm drains	76,355,189	90,650,497
Traffic signals, lighting, signs and markers	13,757,498	2,806,216
	<u>\$ 682,225,973</u>	<u>\$ 303,454,473</u>
<u>Projects - Proprietary funds</u>		
Land improvements	\$ 173,065	\$ 25,850,381
Machinery and equipment		26,799
Sanitation plant improvements	24,745,339	15,719,098
Sanitation sewer lines	7,573,912	7,249,035
	<u>\$ 32,492,316</u>	<u>\$ 48,845,313</u>

The major financing for roadways and storm sewer projects includes reimbursements from the Regional Transportation Commission of Southern Nevada (RTC), Clark County, Clark County Regional Flood Control District, Nevada Department of Transportation, Motor Vehicle Fuel Tax, special assessments, and bond issuances. Sanitation sewer lines and sanitation plant improvements are financed by sewer revenues. Reimbursements from federal (i.e., SNPLMA) and local governments (i.e., RTC) and bond proceeds finance the building and land improvements, mainly in the Parks and leisure activities and City facilities capital projects funds.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

10. Defined benefit pension plan

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

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

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

Regular members of the system who retire at age 65 with 5 years of service; at age 60 with 10 years of service, or with 30 years or more of service at any age are entitled to a retirement benefit payable monthly for life, equal to 2.5 percent prior to July 1, 2001 and 2.67 percent after July 1, 2001, of their average compensation per service year. Police and fire members may retire at age 65 with 5 years of service, at age 60 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 pension 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 respectively is (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
2010	23.50%	21.50%	37.00%	\$ 54,446,223
2009	23.50%	20.50%	33.50%	\$ 52,037,136
2008	23.50%	20.50%	33.50%	\$ 53,610,247

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

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

11. Lease commitments

- A. The City (lessor) leases various buildings and a cemetery under noncancelable operating leases. The major asset class and accumulated depreciation at June 30, 2010 are as follows:

	Cost	Accumulated Depreciation	Net Book Value
Woodlawn Cemetery			
Land	\$ 23,810	\$	\$ 23,810
Building and improvements	1,239,919	1,018,840	221,079
	<u>1,263,729</u>	<u>1,018,840</u>	<u>244,889</u>
Atrium Building			
Land	2,600,000		2,600,000
Building and improvements	25,012,598	1,197,252	23,815,346
	<u>27,612,598</u>	<u>1,197,252</u>	<u>26,415,346</u>
Carson Parking Garage			
Building and improvements	1,322,202	1,322,202	
Ogden Parking Garage			
Building and improvements	1,370,642	1,370,642	
	<u>\$ 31,569,171</u>	<u>\$ 4,908,936</u>	<u>\$ 26,660,235</u>

1. Woodlawn Cemetery:

On May 19, 2000, the City (lessor) entered into a systems lease agreement with a private company to manage and operate Woodlawn Cemetery. The initial term of the agreement was for 10 years, which expired on May 13, 2010. The City agreed to the first of three five-year renewal options beginning on May 14, 2010 and expiring on May 13, 2015. The following is a schedule of future rental income for the years ending June 30:

Year Ended June 30	Amount
2011	\$ 63,561
2012	63,561
2013	63,561
2014	63,561
2015	55,202

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.

2. Ogden and Carson Parking Garages:

The City (lessor) leases two off-street parking garages in the downtown area to private companies on a long-term basis. The agreements require 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:

Year Ended June 30	Amount	Year Ended June 30	Amount
2011	\$ 1,056,630	2016 - 2020	\$ 5,695,943
2012	1,056,630	2021 - 2025	6,377,880
2013	1,056,630	2026 - 2030	6,377,860
2014	1,056,630	2031 - 2034	4,988,271
2015	1,093,120		

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

11. Lease commitments (continued)

2. Ogden and Carson Parking Garages (continued)

The lessee in one of the agreements (currently requiring a monthly payment of \$49,282) is fourteen months in arrears. The City is in negotiations with the lessee. The receivable of \$682,961 is reserved in the allowance for doubtful accounts.

3. Atrium Office Building:

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:

Year Ended June 30	Amount
2011	\$ 468,871
2012	448,278
2013	453,397
2014	428,974
2015	168,240

B. Development Service Center:

The City (lessee) leases a building under a noncancelable-operating lease. Total cost for the lease was \$1,134,475 for the year ended June 30, 2010. 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:

Year Ended June 30	Amount
2011	\$ 339,649

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

A. Defeasance of debt

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, 2010.

In May 2006, the City issued \$21,745,000 in general obligation tax exempt various purpose bonds series 2006B. 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, 2010.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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>Original Issue</u>	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2010</u>	<u>Due Within One Year</u>
Governmental Activities:						
Bonds payable:						
General obligation Revenue Bonds:						
5.9 to 6.25% Redevelopment Project general obligation Bonds (taxable), due 06/01/12	\$ 17,000,000	\$ 5,070,000	\$	\$ (1,775,000)	\$ 3,295,000	\$ 1,885,000
2.5% to 3.5% Transportation refunding general obligation Revenue Bonds Series 2002D, due 07/01/09	5,100,000	910,000		(910,000)		
2.75 to 4.95% Fremont Street general obligation Revenues Refunding Bonds Series 2002, due 07/01/15	12,535,000	8,135,000		(955,000)	7,180,000	1,015,000
Variable rate general obligation various purpose Bonds Series 2006C, due 6/1/36	32,000,000	32,000,000			32,000,000	625,000
3.0 to 5.25% Parking general obligation long-term Bonds Series 2002A, due 6/10/18	25,000,000	2,230,000		(520,000)	1,710,000	545,000
3.0 to 5.0% Various purpose general obligation Refunding Bonds Series 2005B, due 06/01/19	21,295,000	21,295,000		(560,000)	20,735,000	580,000
5.625 to 5.90% Taxable various purpose general obligation Bonds Series 2006A, due 05/01/24	18,000,000	16,620,000		(750,000)	15,870,000	795,000
4.0 to 5.0% Various purpose general obligation Bonds Series 2006B, due 05/01/36	50,745,000	50,745,000			50,745,000	
5.0 to 7.0% General Obligation Performing Arts Center Bonds Series 2009, due 06/30/39	101,220,000	101,220,000			101,220,000	
		<u>238,225,000</u>		<u>(5,470,000)</u>	<u>232,755,000</u>	<u>5,445,000</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

B. Changes in long-term obligations (continued)

	Original Issue	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
Governmental Activities (continued)						
<i>General obligation medium-term bonds:</i>						
2.0 to 3.6% Recreation general obligation medium-term Bonds Series 2003, due 11/01/13	\$ 20,000,000	\$ 10,795,000	\$	\$ (2,020,000)	\$ 8,775,000	2,080,000
3.8 to 4.9% Park general obligation medium-term Bonds Series 1999, due 02/01/10	25,000,000	4,450,000		(4,450,000)		
5.0 to 5.25% Building general obligation medium-term Bonds Series 2000, due 08/01/10	8,000,000	1,985,000		(970,000)	1,015,000	1,015,000
4.0 to 4.2% Public Safety general obligation medium-term Bonds Series 2001, due 04/01/11	22,500,000	6,015,000		(2,945,000)	3,070,000	3,070,000
8.0% Parking Garage general obligation medium-term Bonds (taxable), due 06/10/10	7,500,000	1,005,000		(1,005,000)		
3.0% to 4.0% Recreation general obligation medium-term Bonds Series 2004C, due 10/01/14	20,000,000	12,650,000		(1,945,000)	10,705,000	2,000,000
4.0 to 4.25% Neighborhood Services general obligation medium-term Bonds Series 2007, due 11/01/17	12,500,000	11,465,000		(1,080,000)	10,385,000	1,125,000
4.0 to 4.25% Fire Safety general obligation medium-term Bond Series 2007, due 11/01/17	10,000,000	9,170,000		(865,000)	8,305,000	900,000
2.0 to 4.00% General Obligation medium-term Main Street Parking Garage Bonds Series 2009, due 10/01/2019	15,000,000		15,000,000		15,000,000	
		57,535,000	15,000,000	(15,280,000)	57,255,000	10,190,000
<i>Certificates of Participation (COPs):</i>						
Certificates of Participation 4.0 to 5.00% Tax exempt Certificates of Participation (City Hall Project) Series 2009A due 9/01/2019	13,770,000		13,770,000		13,770,000	
6.084 to 7.80% Taxable Certificates of Participation (City Hall Project) Series 2009B (Direct pay Build America Bonds) due 9/01/2039	174,500,000		174,500,000		174,500,000	
			188,270,000		188,270,000	

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

B. Changes in long-term obligations (continued)

	<u>Original Issue</u>	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2010</u>	<u>Due Within One Year</u>
Governmental Activities (continued)						
General obligation tax increment						
Revenue Bonds:						
3.00 to 5.00% Redevelopment Agency tax increment Revenue Refunding Bonds Series 2003A, due 06/15/14	\$ 19,115,000	\$ 18,125,000	\$	\$ (3,295,000)	\$ 14,830,000	\$ 3,450,000
3.00 to 4.50% Redevelopment Agency tax increment Refunding Bonds Series 2003B, due 06/15/14	2,395,000	1,230,000		(220,000)	1,010,000	230,000
6.0 to 8.0% Redevelopment Agency Tax Increment Revenue Bonds Series 2009A, due 06/15/30	85,000,000	85,000,000			85,000,000	
		<u>104,355,000</u>		<u>(3,515,000)</u>	<u>100,840,000</u>	<u>3,680,000</u>
4.26% Special Assessment local improvement Bonds, due 06/01/14	452,000	225,000		(45,000)	180,000	45,000
4.126% Special Assessment local improvement Bonds, due 12/01/16	444,000	363,000		(39,000)	324,000	41,000
3.625 to 5.00% Special Assessment local improvement Bonds Series 2003, due 12/01/23	4,245,000	2,935,000		(250,000)	2,685,000	260,000
3.25 to 4.875% Special Assessment local improvement Bonds, due 06/01/24	1,975,000	1,500,000		(100,000)	1,400,000	100,000
4.04% Special Assessment local improvement Bonds, due 12/01/15	818,000	602,000		(77,000)	525,000	79,000
4.320% Special Assessment local improvement Bonds, due 06/01/27	1,724,000	1,612,000		(60,000)	1,552,000	63,000
4.526% Special Assessment local improvement Bonds due, 06/01/17	320,000	265,000		(28,000)	237,000	30,000
		<u>7,502,000</u>		<u>(599,000)</u>	<u>6,903,000</u>	<u>618,000</u>
Bonds Payable Subtotal		407,617,000	203,270,000	(24,864,000)	586,023,000	19,933,000

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

B. Changes in long-term obligations (continued)

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
Governmental Activities (continued):					
Deferred amounts:					
Less: Unamortized debt refunding transaction	\$ (2,366,459)	\$	\$ 297,240	\$ (2,069,219)	\$ (270,008)
Add: Issuance Premiums	5,177,046	1,239,143	(316,878)	6,099,311	542,845
Less: Issuance Discounts	(425,885)	(3,702,922)	3,904,739	(224,068)	(224,021)
	<u>410,001,702</u>	<u>200,806,221</u>	<u>(20,978,899)</u>	<u>589,829,024</u>	<u>19,981,816</u>
Compensated absences	44,598,836	30,463,111	(30,015,803)	45,046,144	33,326,145
Arbitrage rebates	991,729		(344,313)	647,416	
Unfunded Metro Police OPEB liability	34,216,774	20,008,088		54,224,862	
OPEB liability	42,641,294	12,526,621	(2,469,646)	52,698,269	
Heart lung presumptive liability	<u>27,116,318</u>	<u>8,578,757</u>		<u>35,695,075</u>	
Government activity long-term liabilities	<u>\$ 559,566,653</u>	<u>\$ 272,382,798</u>	<u>\$ (53,808,661)</u>	<u>\$ 778,140,790</u>	<u>\$ 53,307,961</u>

Variable rate debt. In August 2006, the City issued \$32,000,000 of General Obligation Adjusted Rate Various Purpose Bonds Series 2006C, which bore interest at a variable rate. Pursuant to the bond ordinance, these bonds have their interest rate determined on a daily basis. This daily rate is determined by the respective remarketing agent (Merrill Lynch), under the then existing market conditions, that would result in the sale of the bonds at a price equal to the principal amount, thereof, plus interest, if any accrued through the current date.

The interest requirements for the variable rate debt was computed using the rate effective at June 30, 2010, plus 300 basis points. The rate used to determine interest requirements for future years was 5 percent.

Also associated with the General Obligation Adjustment Rate Various Purpose Bonds Series 2006C, is a letter of credit for \$32,368,220 issued August 1, 2006, and expires August 21, 2013. At June 30, 2010, the utilization fee was 0.17% and no amounts were outstanding on the letter of credit.

Ratings on the Bonds from: <u>Moody's/S & P/and Fitch</u>	Amount Utilization fee <u>(% per annum)</u>
Aa3/AA-/AA	0.17
A2/A/A	0.245
A3/A-/A-	0.37
Baa1/BBB+/BBB+	0.57
Baa2/BBB/BBB	0.97
Baa3/BBB-/BBB-	1.07

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

B. Changes in long-term obligations (continued)

Compensated absences. Included in the City's governmental long-term obligations is \$45,046,143 of accrued compensated absences, \$41,544,113 relates to the General fund, \$2,917,117 to the Internal Service fund, \$540,148 to the Special Revenue fund and \$44,765 to the Capital Project fund.

Arbitrage rebates. Included in the City's governmental long-term obligations is \$647,416 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, 2010, the reserve is \$400,000. For the Redevelopment Agency Tax Increment Revenue Bonds Series 2009A the Agency (a blended component unit) is required to maintain a reserve fund in the amount of \$8,500,000. This amount at year end was \$8,500,291 and was invested with a trustee bank.

Special Assessment Debt. Special assessment local improvement bonds are unique obligations of the City, payable primarily from the assessments levied in each district, and secondly from pledged and general fund revenues. The special assessment receivable balance at June 30, 2010, is \$6,412,463.

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 8A and Note 18E). 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
JUNE 30, 2010

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

B. Changes in long-term obligations (continued)

	<u>Original Issue</u>	<u>Balance July 1, 2009</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance June 30, 2010</u>	<u>Due Within One Year</u>
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	\$	\$ (2,035,000)	\$ 19,015,000	\$ 2,095,000
4.1 to 5.375% Sewer and Flood Control general obligation Bonds Series 2001, due 04/01/21	55,000,000	4,515,000		(2,200,000)	2,315,000	2,315,000
4.0 to 5.0% Sanitary Sewer general obligation Refunding Bonds Series 2006A, due 04/01/21	31,920,000	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		(4,035,000)	13,120,000	4,195,000
Business-type Activities-Non-major Funds:						
5.1 to 6.0% Golf Course general obligation Revenue Bonds Series 2001, due 12/01/21	12,000,000	9,535,000		(510,000)	9,025,000	535,000
		84,175,000		(8,780,000)	75,395,000	9,140,000
Deferred amounts:						
Add: Issuance Premiums		1,386,874		(202,088)	1,184,786	202,088
Less: Defeasance Cost		(3,195,414)		424,948	(2,770,466)	(424,948)
		82,366,460		(8,557,140)	73,809,320	8,917,140
Compensated absences		5,223,909	3,348,221	(3,427,827)	5,144,303	3,805,871
Business-type activity long-term liabilities		<u>\$ 87,590,369</u>	<u>\$ 3,348,221</u>	<u>\$ (11,984,967)</u>	<u>\$ 78,953,623</u>	<u>\$ 12,723,011</u>

The nonprofit corporations have interfund loans payable to the Municipal Parking fund for \$2,781,449, the Industrial Development Special Revenue fund for \$12,378,562 and Redevelopment Agency Special Revenue fund for \$25,000. These notes bear interest at 2 percent. Principal and interest is due upon demand.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

B. Changes in long-term obligations (continued)

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. The interfund loans payable to the Industrial Development Special Revenue fund and Redevelopment Agency Special Revenue fund are reflected in the internal balances in the Statement of Net Assets.

C. Payment requirements for debt service

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

GOVERNMENTAL AND BUSINESS-TYPE ACTIVITIES

June 30	General Obligation Revenue Bonds		General Obligation Medium-Term Bonds		LVRA Tax Increment Revenue Bonds		Special Assessment Local Improvement Bonds		Certificates of Participation Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 14,585,000	\$ 14,287,514	\$ 10,190,000	\$ 1,990,593	\$ 3,680,000	\$ 7,201,763	\$ 618,000	\$ 294,672	\$	\$ 13,882,662
2012	16,940,000	14,899,931	7,795,000	1,596,049	3,875,000	7,020,063	633,000	269,561		13,882,661
2013	17,720,000	14,136,724	8,050,000	1,333,092	4,045,000	6,845,688	656,000	243,208		13,882,661
2014	14,340,000	13,450,842	8,365,000	1,043,115	4,240,000	6,644,738	536,000	218,505		13,882,661
2015	15,060,000	12,775,541	6,265,000	770,875	3,035,000	6,434,088	506,000	196,041	15,000	13,882,361
2016-2020	68,885,000	52,766,445	16,590,000	1,385,852	18,310,000	29,026,913	2,114,000	676,695	18,520,000	67,587,654
2021-2025	39,930,000	38,710,555			25,855,000	21,480,875	1,592,000	222,945	28,455,000	60,036,668
2026-2030	38,090,000	29,598,049			37,800,000	9,535,600	248,000	16,200	35,925,000	48,327,530
2031-2035	51,180,000	17,731,750							46,115,000	32,456,775
2036-2040	31,420,000	4,256,500							59,240,000	12,014,730
Total	\$ 308,150,000	\$ 212,613,851	\$ 57,255,000	\$ 8,119,576	\$ 100,840,000	\$ 94,189,728	\$ 6,903,000	\$ 2,137,827	\$ 188,270,000	\$ 289,836,363

Year Ended June 30	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES	
	Total Bonds		General Obligation Revenue Bonds	
	Principal	Interest	Principal	Interest
2011	\$ 19,933,000	\$ 34,501,078	\$ 9,140,000	\$ 3,156,126
2012	19,533,000	34,902,060	9,710,000	2,766,205
2013	20,381,000	34,062,200	10,090,000	2,379,173
2014	21,721,000	33,175,350	5,760,000	2,064,511
2015	18,871,000	32,234,358	6,010,000	1,824,548
2016-2020	95,599,000	146,608,458	28,820,000	4,835,101
2021-2025	89,967,000	120,169,812	5,865,000	281,231
2026-2030	112,063,000	87,477,379		
2031-2035	97,295,000	50,188,525		
2036-2040	90,660,000	16,271,230		
Total	\$ 586,023,000	\$ 589,590,450	\$ 75,395,000	\$ 17,306,895

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

D. Pledged Revenues

The City has pledged certain revenues for the payment of debt principal and interest. The following revenues were pledged as of June 30, 2010.

1. General Obligation Consolidated Tax Supported Bonds

These bonds are secured by a pledge of up to 15% of the consolidated taxes allocable to the City. These bonds also constitute direct and general obligations of the City, and the full faith and credit of the City is pledged for the payment of principal and interest. The following debt issuances are consolidated tax supported.

Bonds Issued	Maturity (Length of Pledge)
Redevelopment Project Bonds Series 1998A	06/01/12
Parking Bonds Series 2002A	12/01/12
Various Purpose Refunding Bonds Series 2005B	06/01/19
Various Purpose Refunding Bonds Series 2006A	05/01/24
Various Purpose Series 2006B	06/01/36
Various Purpose Series 2006C	06/01/36

2. Transportation Room Tax Revenue Supported Bonds

These bonds are secured by a one percent tax on transient lodging from the rental of hotel and motel rooms within the City. This tax is imposed specifically for the purpose of transportation improvements. These bonds also constitute direct and general obligation of the City, and the full faith and credit of the City is pledged for the payment of principal and interest.

Bonds Issued	Maturity (Length of Pledge)
Transportation Refunding Bonds Series 2002D	07/01/09

3. General Obligation Medium-Term Supported Bonds

These bonds are secured by a pledge of general fund revenues. These bonds constitute direct and general obligations of the City, and the full faith and credit of the City is pledged for the payment of principal and interest. The ad valorem tax levy available to pay on the bonds is limited to the City's maximum operating levy.

Bonds Issued	Maturity (Length of Pledge)
Medium Term Park Bonds Series 1999	08/01/09
Medium Term Garage Bonds Series 2000A	06/01/10
Medium Term Bldg Bonds-Cultural/SR Center Series 2000	08/01/10
Medium Term Public Safety Bonds Series 2001	04/01/11
Medium Term Recreation Bonds Series 2003	11/01/13
Medium Term Recreation Bonds Series 2004C	11/01/14
Medium Term Cultural/Stupak Community Center 2007	11/01/17
Medium Term Public Safety Bonds 2007	11/01/17
Medium Term Main Street Parking Garage Series 2009	10/01/19

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

D. Pledged Revenues (continued)

4. Downtown Room Tax Revenue Supported Bonds

These bonds are secured from the proceeds derived from a one and two percent tax on the gross receipts from the rental of transient lodging within the specific boundaries in the City. The Downtown Room Tax proceeds are limited to receipts from the 1% (2% in the case of properties that front Fremont Street) tax imposed on hotels with 75 or more rooms located in a specified area.

<u>Bonds Issued</u>	<u>Maturity (Length of Pledge)</u>
Fremont Street Experience Refunding Bond Series 2002	07/01/15

5. General Obligation Sanitation and Flood Control Supported Bonds

These bonds are general obligation bonds additionally secured by an irrevocable pledge of the net pledged revenue received by the City in connection with the ownership and operation of the City's sewer system. Pledged revenues consist of all fees, rates and other charges for the use of the sewer system remaining after deduction of operation and maintenance expenses is the sewer system.

The city covenants in its bond ordinances to fix and collect rates and other charges for the services or commodities pertaining to the utility system in amounts sufficient to pay the operation and maintenance expenses of the sewer system and any debt service of its outstanding sewer bonds.

<u>Bonds Issued</u>	<u>Maturity (Length of Pledge)</u>
Sewer and Flood Control Bonds Series 2001	04/01/11
Sewer Refunding Bonds Series 2004	11/01/17
Sewer Refunding Bonds Series 2006A	04/01/21
Sewer Refunding Bonds Series 2007	10/01/12

6. General Obligation Golf Course Supported Bonds

The golf course revenue supported bonds are secured by a pledge of revenue derived from the operation and use of the City's Durango Hills Golf Course.

The City covenants in its bond ordinance to set rates and charges for the use of the golf course at a sufficient level to produce gross revenues, which together with any other monies available therefore, will be sufficient to pay the operations and maintenance expenses of the golf course and 100% of debt service on the Golf Course Bonds in each year.

<u>Bonds Issued</u>	<u>Maturity (Length of Pledge)</u>
Golf Course Bonds Series 2001	12/01/21

7. General Obligation Performing Arts Center Supported Bonds

The rental car fee revenue bonds are secured by a pledge of revenues defined in the bond ordinance as the "Pledged Rental Car Fees," as that term is defined in the Second Amended and Restated Interlocal Agreement Regarding the Distribution of Taxes for a Performing Arts Center dated as of April 1, 2008, between the City and Clark County (the "Interlocal Agreement").

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

D. Pledged Revenues (continued)

7. General Obligation Performing Arts Center Supported Bonds (continued)

The Interlocal Agreement defines “Rental Car Fee” as a fee imposed by Clark County (“the County”) upon the lease of a passenger car by a short-term lessor in the County in the amount of not more than 2% of the total amount for which the passenger was leased, excluding any taxes or other fees imposed by a governmental entity.

The County imposed the Rental Car Fee in the amount of 2% pursuant to NRS 244A.860 and Sections 4.28.020 through 4.28.050 of the County Code (the “Rental Car Fee Ordinance”), effective July 1, 2005. The “Pledged Rental Car Fees” are amounts remaining after (i) a required distribution by the County of the initial \$3 million of Rental Car Fee proceeds were distributed to the Culinary and Hospitality Academy of Las Vegas (the “Culinary Academy”) for the planning, design and construction of a facility for vocational training in southern Nevada; and (ii) the reimbursement of the State Department of Taxation for its expense in collecting and administering the Rental Car Fee. The required distribution to the Culinary Academy has been made.

Bonds Issued	Maturity (Length of Pledge)
General Obligation Performing Arts Center Supported Bonds Series 2009	04/01/39

8. General Obligation Special Assessment Bonds

Special Assessment Bonds are secured by property assessments within the individual districts.

Bonds Issued	Maturity (Length of Pledge)
Special Assessment Bonds 1463, 1470, 1471	12/01/22
Special Assessment Bonds 1481	06/01/24
Special Assessment Bonds 1474, 1486	06/01/14
Special Assessments Bank Loan 1487 and 1503	12/01/15
Special Assessment Bonds 1506	05/01/27
Special Assessment Bank Loan 1493	05/01/17
Special Assessment Bonds 1490	06/01/17

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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

D. Pledged Revenues (continued)

9. *Certificates of Participation (COPS)*

The City is using an Installment Purchase to finance the new City Hall project. Certificates of Participation (COPS) were sold to investors. The COPS were sold as Build America Bonds under the American Recovery and Reinvestment Act, which means the effective interest rate, after federal rebates, is about 5.2 percent. The bonds are supported by consolidated tax revenue, with a potential secondary payment support from the Redevelopment Agency tax increment revenue via an Interlocal Agreement between the City of Las Vegas and the City of Las Vegas Redevelopment Agency. Through the Interlocal Agreement, the Redevelopment Agency is agreeing to consider using future increment revenue (to the extent revenue is available) to make a partial payment toward the COPS payment.

Bonds Issued	Maturity (Length of Pledge)
COPS Tax Exempt City Hall Project Series 2009A	09/01/19
COPS Taxable City Hall Project Series 2009B (Direct Pay Build America Bonds)	09/01/39

10. *General Obligation Tax Increment Revenue Supported Bonds*

The bonds are supported by pledged property tax revenues from the property located within the Redevelopment Agency.

Bonds Issued	Maturity (Length of Pledge)
Redevelopment Agency Tax Increment Revenue Refunding Bonds Series 2003A	06/01/14
Redevelopment Agency Tax Increment Revenue Refunding Bonds Series 2003B	06/01/14
Redevelopment Agency Tax Increment Revenue Refunding Bonds Series 2009A	06/01/30

CITY OF LAS VEGAS, NEVADA
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13. Developer special assessment debt

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 \$1,935,000 at June 30, 2010.

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, 2010, 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 \$12,845,000 at June 30, 2010.

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, 2010, the City has released \$39.8 million of the construction funds, which includes \$3.1 million of interest income used. The outstanding balance on the bonds payable was \$19,510,000 at June 30, 2010.

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, 2010, the City has released \$8.1 million of the construction funds, which includes \$796,000 in interest income used. The outstanding balance on the bonds payable was \$7,035,000 at June 30, 2010.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

13. Developer special assessment debt (continued)

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 \$40,730,000 June 30, 2010.

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, 2010, 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 \$ 22,630,000 at June 30, 2010.

14. Deferred/Unearned Revenues

The following schedule details unearned revenues at June 30, 2010, and the reasons for each:

	General Fund	Nonmajor Governmental Funds			Total Governmental Funds	Deferred Revenue	Unearned Revenue		
		Special Revenue Funds	Debt Service Funds	Capital Projects Funds		Adjustments	Govern-mental Activities	Business-type Activities	Total Primary Government
Prepaid tuitions	\$ 307,772	\$	\$	\$	\$ 307,772	\$	\$ 307,772	\$	\$ 307,772
Monterrey Villas									
loans receivable	5,200,000				5,200,000	(5,200,000)			
Property taxes	3,053,370	479,084	1,427,173		4,959,627	(4,959,627)			
Special assessments				6,290,993	6,290,993	(6,290,993)			
Fremont Experience									
loan		6,245,892			6,245,892		6,245,892		6,245,892
Prepaid law enforce-									
ment programs		8,974,070			8,974,070		8,974,070		8,974,070
Gift certificates								17,886	17,886
Prepaid parking									
garage rental								658,125	658,125
Prepaid Municipal									
pool repair						130,000	130,000		130,000
	<u>\$ 8,561,142</u>	<u>\$ 15,699,046</u>	<u>\$ 1,427,173</u>	<u>\$ 6,290,993</u>	<u>\$ 31,978,354</u>	<u>\$ (16,320,620)</u>	<u>\$ 15,657,734</u>	<u>\$ 676,011</u>	<u>\$ 16,333,745</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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.

The following schedule details encumbrances outstanding for the year ended June 30:

	<u>2010</u>
General Fund	\$ 4,293,222
Special Revenue Funds	17,169,054
Capital Projects Funds	<u>304,965,054</u>
Total	<u>\$ 326,427,330</u>

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, 2010, the City made \$123,685 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, 2010, the City made \$1,804,729 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, 2010, the City made \$555,015 in payments under the agreement.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

16. Interfund transactions

A. Due to/from other funds

The following schedule details the amounts due from/to other funds at June 30, 2010:

Receivable Fund	Payable Fund	Amount
General	Non-major governmental	\$ 3,676,952
	Nonprofit corporation	757
		<u>3,677,709</u>
Non-major governmental	General	4,194
	Non-major governmental	815,010
		<u>819,204</u>
Sanitation	Parks and Leisure Activities	15,000,000
Internal service	Non-major governmental	345,513
Total		<u>\$ 19,842,426</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, 2010, were as follows:

TRANSFERS OUT							
	TRANSFERS IN	General Fund	Parks & Leisure	City Facilities	Non-major Governmental	Non-major Proprietary	Internal Service
General Fund	\$ 13,965,843	\$	\$	\$	\$ 13,526,172	\$ 439,671	\$
Parks and Leisure	9,518,804	500,000		2,200,000	6,818,804		
Road and Flood	6,371				6,371		
City Facilities	10,164,590		4,000,000		2,164,590	3,000,000	1,000,000
Non-major governmental	73,785,302	9,954,364	6,948,491	2,901,558	50,392,589	763,985	2,824,315
Nonprofit	10,788,120				10,788,120		
Non-major proprietary	1,272,723	1,200,000					72,723
Internal Service	2,876,820		2,315,000		561,820		
Total	<u>\$ 122,378,573</u>	<u>\$ 11,654,364</u>	<u>\$ 13,263,491</u>	<u>\$ 5,101,558</u>	<u>\$ 84,258,466</u>	<u>\$ 4,203,656</u>	<u>\$ 3,897,038</u>

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.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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, 2010 and 2009, is presented below.

CONDENSED STATEMENT OF NET ASSETS

	2010	2009
Assets:		
Current assets	\$ 895,679	\$ 1,008,016
Deferred charges	47,311	51,425
Capital assets	11,110,172	11,698,207
Total assets	<u>12,053,162</u>	<u>12,757,648</u>
Liabilities:		
Current liabilities	600,036	575,794
Noncurrent liabilities	8,551,951	9,090,931
Total liabilities	<u>9,151,987</u>	<u>9,666,725</u>
Net assets:		
Invested in capital assets, net of related debt	2,027,086	2,100,070
Unrestricted	874,089	990,853
Total net assets	<u>\$ 2,901,175</u>	<u>\$ 3,090,923</u>

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

	2010	2009
Charges for services	\$ 942,224	\$ 1,103,539
Miscellaneous revenue	339,456	214,256
Depreciation expense	(780,281)	(776,515)
Other operating expenses	(1,345,061)	(1,603,153)
Operating loss	<u>(843,662)</u>	<u>(1,061,873)</u>
Nonoperating revenue (expenses):		
Interest revenue	21,854	41,523
Interest expense	(529,326)	(559,176)
Contributions to other governments	(38,614)	(38,793)
Loss before transfers	<u>(1,389,748)</u>	<u>(1,618,319)</u>
Transfers in	1,200,000	1,200,000
Change in net assets	<u>(189,748)</u>	<u>(418,319)</u>
Beginning net assets	3,090,923	3,509,242
Ending net assets	<u>\$ 2,901,175</u>	<u>\$ 3,090,923</u>

CONDENSED STATEMENT OF CASH FLOWS

	2010	2009
Net cash provided (used) by:		
Operating activities	\$ (42,893)	\$ (330,272)
Noncapital financing activities	1,161,386	1,161,207
Capital and related financing activities	(1,235,059)	(1,061,837)
Investing activities	23,340	40,934
Net (decrease)	<u>(93,226)</u>	<u>(189,968)</u>
Beginning cash and cash equivalents	834,617	1,024,585
Ending cash and cash equivalents	<u>\$ 741,391</u>	<u>\$ 834,617</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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.

A. Self-Insurance programs

The City operates two self-insured programs – one for liability and property damage purposes and one for employee benefits including workers' compensation and group insurance as follows:

1. 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 pooled cash and investments, and other investments balance was \$8,791,114 at June 30, 2010, and charges for services of \$3,162,896 were made to the consolidated funds during the year ended June 30, 2010. The purpose of the fund is to pay for self-assumed losses. As of June 30, 2010, \$438,916 has been accrued for claims and judgments payable, including incurred, but not reported claims, which are estimated to be payable within one year.

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
2009	\$	171,577	\$ 1,132,482	\$ (914,272)	\$ 389,787	\$ 389,787
2010		389,787	750,235	(701,106)	438,916	438,916

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

18. Risk management and contingent liabilities (continued)

A. Self-Insurance programs (continued)

2. 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, 2010, 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 \$583,006 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 pooled cash and investments and other investments at June 30, 2010, was \$30,054,922 with a net asset balance of \$15,450,077. Current benefits payable totaled \$8,713,670, \$2,063,428 of accrued general workers' compensation claims payable, \$1,867,743 in heart lung (workers' compensation) presumptive claims (c), PERS liability of \$4,218,893 and insurance premiums payable of \$563,606. Noncurrent liability consisted of heart lung (workers' compensation) presumptive liability of \$5,085,929 and compensated absences of \$17,322. There were charges for services of \$158,786,753 made to the fund during the current year.

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
2009	\$	41,916,708	\$	(29,218,555)	\$	(5,224,449)	\$	7,473,704	\$	3,198,511
2010		7,473,704		6,490,698		(4,947,302)		9,017,100		3,931,171

B. Other Postemployment Benefits (OPEB) Plan

Background:

The City accounts for and reports 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. The City now accrues 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
JUNE 30, 2010

18. Risk management and contingent liabilities (continued)

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

Plan Description:

The City of Las Vegas sponsors a single-employer defined benefit healthcare plan administered by the City of Las Vegas. The plan options are: Sierra 2000 (PPO); Health Plan of Nevada (HMO); CIGNA (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 an agent 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. Information on the State plan can be obtained at Public Employee Benefits Plan, 901 South Stewart Street, Suite 101, Carson City, Nevada 89701, 1-800-326-5496.

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 collective bargaining association contracts. The associations 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, 583 retirees are with the State Plan as of June 30, 2010. 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 years. The City's annual OPEB cost for the current year and the related information is as follows:

	City	PEBP	Total
City's Annual Required Contribution (ARC)	\$ 9,715,008	\$ 3,397,841	\$ 13,112,849
Interest on net OPEB obligation	1,789,028	129,830	1,918,858
Adjustments to ARC	(2,335,592)	(169,494)	(2,505,086)
Annual OPEB cost	9,168,444	3,358,177	12,526,621
Contribution	(323,000)	(2,146,646)	(2,469,646)
Increase in net OPEB obligation	8,845,444	1,211,531	10,056,975
Net OPEB obligation, beginning of year	39,756,184	2,885,110	42,641,294
Net OPEB obligation, end of year	<u>\$ 48,601,628</u>	<u>\$ 4,096,641</u>	<u>\$ 52,698,269</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

18. Risk management and contingent liabilities (continued)

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

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

Plan	Year End	Annual OPEB Cost	Percentage of Annual OPEB Cost Contribution	Net OPEB Obligation
City of Las Vegas	June 30, 2009	\$ 19,988,775	2.5%	\$ 39,756,184
City of Las Vegas	June 30, 2010	9,168,444	3.5%	48,601,628
PEBP	June 30, 2009	3,289,171	70.0%	2,885,110
PEBP	June 30, 2010	3,358,177	63.9%	4,096,641

Funding Status and Funding Progress:

The funding status of the Plan as of the most recent actuarial valuation date, July 1, 2009 is as follows:

	City	PEBP
Actuarial accrued liability (AAL) (a)	\$ 77,272,555	\$ 57,837,674
Actuarial value of Plan assets (b)	0	0
Unfunded actuarial accrued liability (UAAL) (a)-(b)	77,272,555	57,837,674
Funded ratio (b)/(a)	0%	0%
Covered payroll (c)	\$ 134,570,528	\$ 0
UAAL as a percentage of covered payroll ((a)-(b))/(c))	57.40%	*

*PEBP closed to City participants as of September 1, 2008, therefore covered payroll is zero

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information provides multi-year trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions: Projections of benefits for financial reporting purposes are based on the substantive plans (the plans as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the City and plan members at that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

18. Risk management and contingent liabilities (continued)

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

Significant methods and assumptions are as follows:

	<u>City</u>	<u>PEBP</u>
Actuarial valuation date	July 1, 2009	July 1, 2009
Actuarial cost method	Projected unit Actuarial cost method	Projected unit Actuarial cost method
Amortization method	Level dollar on an open period amortization basis	Level dollar on an open period amortization basis
Remaining amortization period	30 years	30 years
Actuarial value of assets	No plan assets	No plan assets
Valuation rate of return	4.5%	4.5%
Healthcare inflation trend rate		
Years from measurement date	1 through 9+	1 through 9+
Increase over prior year	9.0% initial through 5% ultimate	First year based on actual 2nd year 8.5% through 5.0% ultimate

The City uses the Employee Benefit Internal Service fund to allocate OPEB cost to each fund based on a payroll benefit rate. Each fund incurs a charge for the service. See Note 18A2.

C. 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 \$1,867,743. Reported as noncurrent is \$35,695,075 consisting of \$5,085,929 of case reserves for existing claims and \$30,609,146 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 \$113,127,182, discounted at 5 percent.

D. 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.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

18. Risk management and contingent liabilities (continued)

E. 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 38.8% of the LVMPD and is liable for \$54,224,862 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).

F. Tax Increment Subordinate 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, 2010 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 and paid \$118,972 in interest to Simon/Chelsea, which was charged to economic development and assistance. The combined outstanding balance at June 30, 2010 was \$2,822,180, which includes \$373,625 of accrued interest.
- 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, 2006 upon the payment of property taxes and continuing for twenty years until June 30, 2026, interest at 8.07 percent beginning July 1, 2005. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. During the year, the Agency received site tax increment revenue and paid \$284,884 in interest to WMCV Phase I, LLC, which was charged to economic development and assistance. The outstanding balance was \$1,696,622 at June 30, 2010.
- WMCV Phase II, 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 nineteen 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 and paid \$398,772 in interest to WMCV Phase II, which was charged to economic development and assistance. The outstanding balance was \$10,530,459 at June 30, 2010, which includes \$1,804,914 of accrued interest.
- WMCV Phase III, LLC Note – Taxable tax increment subordinate Lien Note entered into June 18, 2008, in the amount of \$14,268,157, payments starting June 30, 2010 upon the payment of property taxes and continuing for seventeen years until June 30, 2025, interest at 7.90 percent beginning June 30, 2010. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. During the year, the Agency received site tax increment revenue and paid \$829,609 in interest to WMCV Phase III, LLC, which was charged to economic development and assistance. The outstanding balance was \$14,968,623 at June 30, 2010, which includes \$1,141,730 of accrued interest.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

18. Risk management and contingent liabilities (continued)

F. Tax Increment Subordinate Notes (continued)

- 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, 2010 and continuing for nineteen years until June 30, 2027, interest at 7.09 percent beginning June 30, 2010. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. During the year, the Agency received site tax increment revenue and paid \$930,934 in interest to SP Sahara Development, LLC, which was charged to economic and development assistance. The outstanding balance at June 30, 2010 was \$22,992,451, which includes \$2,380,775 in accrued interest.
- 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 and paid \$39,339 in interest to PH ASA, LLC, which was charged to economic development and assistance. The outstanding balance at June 30, 2010 was \$1,165,856, which includes \$170,346 of accrued interest.
- WMCV Phase 3, LLC Note—Taxable tax increment subordinate Lien Note entered into June 17, 2009, in the amount of \$12,321,620, payments starting June 30, 2009 upon the payment of property taxes and continuing for seventeen years until June 30, 2025, interest at 7.57% beginning June 30, 2009. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. During the year, the Agency received site tax increment revenue and paid \$748,885 in interest to WMCV Phase 3, LLC, which was charged to economic development and assistance. The outstanding balance was \$12,541,218 at June 30, 2010, which includes \$219,598 of accrued interest.
- WMCII Associates, LLC Note – Taxable tax increment subordinate Lien Note entered into June 17, 2009, in the amount of \$2,663,073, payments starting June 30, 2009 upon the payment of property taxes and continuing for seventeen years until June 30, 2025, interest at 7.57% beginning June 30, 2009. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. During the year, the Agency received site tax increment revenue and \$42,123 in interest to WMCII Associates, LLC, which was charged to economic development and assistance. The outstanding balance was \$2,830,268 at June 30, 2010, which includes \$167,195 of accrued interest.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

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, 2010:

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parking, Inc.	Total
Assets:				
Cash	\$ 185,236	\$ 12,974,882	\$ 1,746,913	\$ 14,907,031
Interest receivable	268	16,484	2,892	19,644
Note receivable			3,196,200	3,196,200
Prepaid insurance	1,820	12,281	1,530	15,631
Land	7,976,261	22,701,245	3,270,124	33,947,630
Total assets	<u>\$ 8,163,585</u>	<u>\$ 35,704,892</u>	<u>\$ 8,217,659</u>	<u>\$ 52,086,136</u>
Liabilities and Net Assets				
Accounts payable	\$ 5,064	\$ 24,933	\$ 303	\$ 30,300
Deposits	55,000	400,000		455,000
Due to other funds		757		757
Loans payable	4,195,549	7,690,325	3,299,137	15,185,011
Net assets	3,907,972	27,588,877	4,918,219	36,415,068
Total Liabilities and Net Assets	<u>\$ 8,163,585</u>	<u>\$ 35,704,892</u>	<u>\$ 8,217,659</u>	<u>\$ 52,086,136</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2010

19. Nonprofit corporations (continued)

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parking, Inc.	Total
Changes in Net Assets				
Operating revenues:				
Other reimbursements	\$ 27,823	\$ 1,081,310	\$	\$ 1,109,133
Total operating revenues	<u>27,823</u>	<u>1,081,310</u>		<u>1,109,133</u>
Operating expenses:				
Association fees		18,208		18,208
Premiums paid (insurance)	4,373	33,577	10,757	48,707
Consultants	5,000	228,547		233,547
Legal services		111,261		111,261
Services and supplies	91,818	12,085	1,248	105,151
Total operating expenses	<u>101,191</u>	<u>403,678</u>	<u>12,005</u>	<u>516,874</u>
Operating income (loss)	<u>(73,368)</u>	<u>677,632</u>	<u>(12,005)</u>	<u>592,259</u>
Nonoperating revenues (expenses):				
Interest income	657	25,784	11,280	37,721
Interest expense			(81,154)	(81,154)
Net nonoperating revenues (expenses)	<u>657</u>	<u>25,784</u>	<u>(69,874)</u>	<u>(43,433)</u>
Income (loss) before contributions and transfers	(72,711)	703,416	(81,879)	548,826
Transfer In	<u>120,000</u>	<u>10,668,120</u>		<u>10,788,120</u>
Change in net assets	<u>47,289</u>	<u>11,371,536</u>	<u>(81,879)</u>	<u>11,336,946</u>
Net Assets - July 1, 2009	<u>3,860,683</u>	<u>16,217,341</u>	<u>5,000,098</u>	<u>25,078,122</u>
Net Assets - June 30, 2010	<u>\$ 3,907,972</u>	<u>\$ 27,588,877</u>	<u>\$ 4,918,219</u>	<u>\$ 36,415,068</u>

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, 2010

	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
City	September 1, 2006	0	\$ 144,865,403	\$ 144,865,403	0%	\$ 222,896,774	65.0%
PEBP	September 1, 2006	0	56,138,206	56,138,206	0%	0	0%
			<u>201,003,609</u>	<u>201,003,609</u>	0%	<u>222,896,774</u>	<u>65.0%</u>
City	July 1, 2009	0	77,272,555	\$ 77,272,555	0%	\$ 134,570,528	57.4%
PEBP	July 1, 2009	0	57,837,674	57,837,674	0%	0	0%
			<u>135,110,229</u>	<u>135,110,229</u>	0%	<u>134,570,528</u>	<u>57.4%</u>

GASB 45 was implemented for June 30, 2008, and the City has actuarial valuations biannually. The City's next valuation will be for fiscal year ended June 30, 2012. Information will be presented as it becomes available in future years.

City = City of Las Vegas

PEBP = Public Employee Benefits Plan (See Footnote 18B)

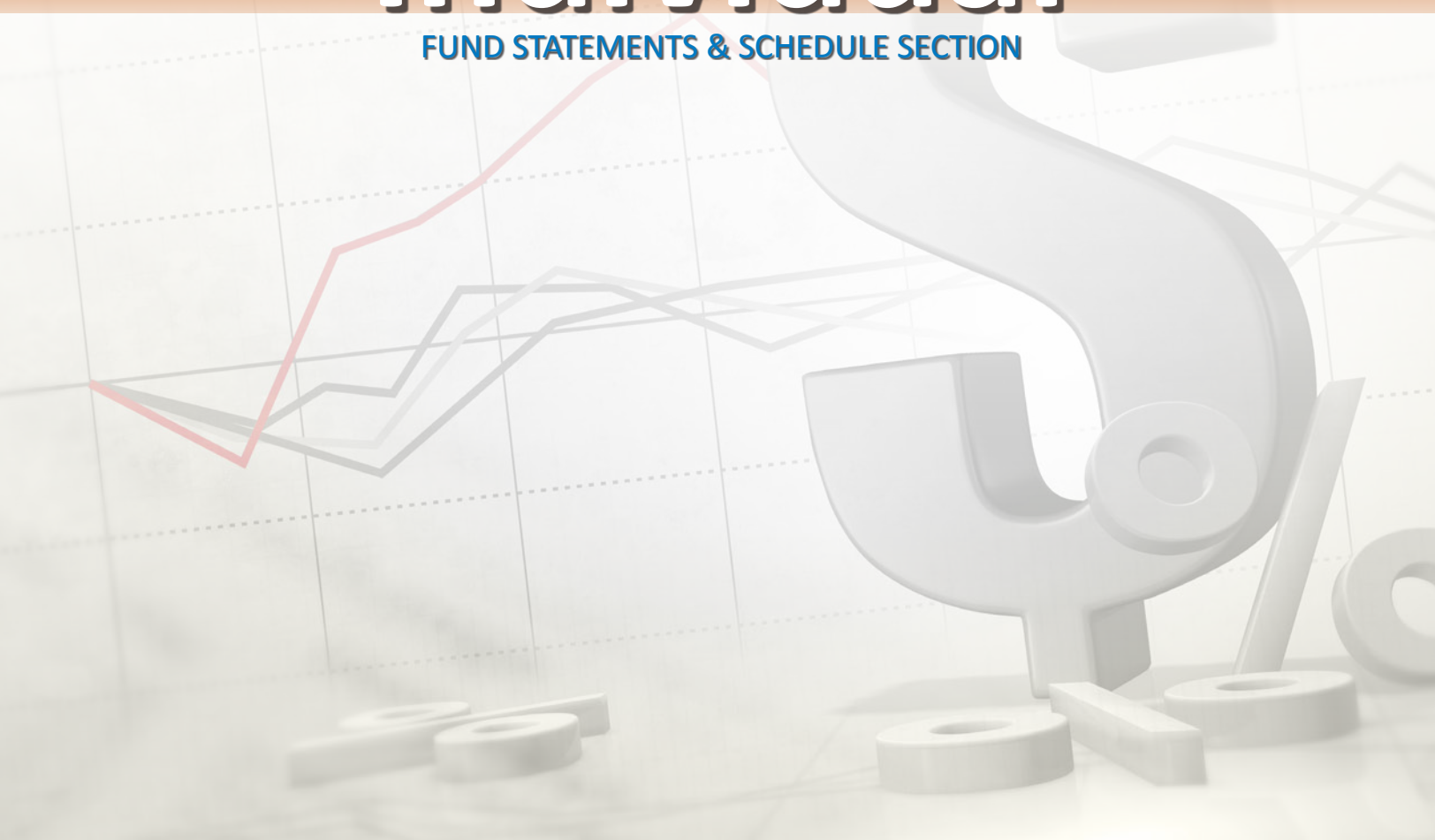
See accompanying independent auditors' report.

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Combining & Individual

FUND STATEMENTS & SCHEDULE SECTION



COMBINING & INDIVIDUAL
FUND STATEMENTS & SCHEDULE SECTION



Major Governmental Funds



Major Governmental Funds

GENERAL FUND

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

CAPITAL PROJECTS FUNDS

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.

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.

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, 2010

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Revenues				
Taxes:				
Ad valorem property tax	\$ 115,113,072	\$ 115,113,072	\$ 112,653,226	\$ (2,459,846)
Room tax	1,959,453	1,959,453	1,660,201	(299,252)
Total taxes	<u>117,072,525</u>	<u>117,072,525</u>	<u>114,313,427</u>	<u>(2,759,098)</u>
Licenses and permits:				
Business licenses	15,071,022	15,071,022	14,344,014	(727,008)
Liquor licenses	2,108,140	2,108,140	1,815,833	(292,307)
City gaming licenses	3,630,375	3,630,375	3,580,770	(49,605)
Franchise fees:				
Gas utility	7,122,971	7,122,971	6,645,598	(477,373)
Electric utility	33,789,312	33,789,312	28,138,969	(5,650,343)
Sanitation utility	3,759,965	3,759,965	3,702,066	(57,899)
Telephone utility	9,469,553	9,469,553	10,060,117	590,564
Garbage collection	3,472,462	3,472,462	3,286,637	(185,825)
Cable television	4,230,237	4,230,237	4,181,002	(49,235)
Ambulance	395,177	395,177	390,356	(4,821)
Animal permits	8,055	8,055	8,725	670
Building permits	1,156,423	1,156,423	822,483	(333,940)
Off-site permits	286,563	286,563	263,967	(22,596)
Miscellaneous permits	500	500	800	300
Total licenses and permits	<u>84,500,755</u>	<u>84,500,755</u>	<u>77,241,337</u>	<u>(7,259,418)</u>
Intergovernmental:				
Consolidated tax	214,600,000	214,600,000	201,518,649	(13,081,351)
Other state revenues	8,765	8,765	120	(8,645)
County gaming licenses (city share)	3,468,235	3,468,235	3,512,552	44,317
Other local government revenues	763,402	763,402	273,757	(489,645)
Other local units payment in lieu of taxes	121,200	121,200	181,352	60,152
Total intergovernmental	<u>218,961,602</u>	<u>218,961,602</u>	<u>205,486,430</u>	<u>(13,475,172)</u>
Charges for services:				
General government:				
Intracity reimbursable charges	3,806,559	3,806,559	2,853,336	(953,223)
Planning and development charges	702,834	702,834	621,128	(81,706)
Recreation fees			1,096	1,096
Business license application fees	206,243	206,243	361,654	155,411
Other	311,600	311,600	272,054	(39,546)
Total general government	<u>5,027,236</u>	<u>5,027,236</u>	<u>4,109,268</u>	<u>(917,968)</u>
Judicial:				
Financial counseling fees	404,544	404,544	941,377	536,833
Court counseling fees	1,387,429	1,387,429	1,521,157	133,728
Traffic school fees	751,457	751,457	424,733	(326,724)
Assessment center fees	110,828	110,828	101,848	(8,980)
Court fees	2,159,157	2,159,157	2,977,991	818,834
Other	46,550	46,550	38,554	(7,996)
Total judicial	<u>4,859,965</u>	<u>4,859,965</u>	<u>6,005,660</u>	<u>1,145,695</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, 2010

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Charges for services (continued):				
Public safety:				
Intracity reimbursable charges	146,224	146,224	224,831	78,607
EMS transport	4,396,621	4,396,621	4,761,216	364,595
Inmate housing	6,209,920	6,209,920	6,276,508	66,588
Other	2,449,957	2,449,957	1,118,852	(1,331,105)
Total public safety	13,202,722	13,202,722	12,381,407	(821,315)
Public works:				
Intracity reimbursable charges	3,963,028	3,963,028	4,714,426	751,398
Other	116,850	116,850	52,368	(64,482)
Total public works	4,079,878	4,079,878	4,766,794	686,915
Health:				
Animal shelter fees	15,150	15,150	27,895	12,745
Total health	15,150	15,150	27,895	12,745
Culture and recreation:				
Intracity reimbursable charges	20,871	20,871	16,520	(4,351)
Recreation fees	3,245,653	3,245,653	2,911,434	(334,219)
Swimming pool fees	154,241	154,241	115,428	(38,813)
Other	170,050	170,050	210,310	40,260
Total culture and recreation	3,590,815	3,590,815	3,253,692	(337,122)
Economic development and assistance:				
Intracity reimbursable charges	3,170	3,170	572,927	569,757
Total economic development and assistance	3,170	3,170	572,927	569,757
Transit systems:				
Transport fees	110,764	110,764	7,404	(103,360)
Total transit systems	110,764	110,764	7,404	(103,360)
Total charges for services	30,889,700	30,889,700	31,125,047	235,347
Fines and forfeits:				
Court fines	23,700,656	23,700,656	19,441,871	(4,258,785)
Forfeited bail	475,800	475,800	907,271	431,471
Total fines and forfeits	24,176,456	24,176,456	20,349,142	(3,827,314)
Interest	3,303,671	3,303,671	1,659,964	(1,643,707)
Miscellaneous:				
Rents and royalties	1,834,186	1,834,186	1,776,528	(57,658)
Contributions and donations			26,698	26,698
Other	1,869,137	1,869,137	1,202,892	(666,245)
Total miscellaneous	3,703,323	3,703,323	3,006,118	(697,205)
Total revenues	482,608,032	482,608,032	453,181,465	(29,426,567)

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, 2010

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Expenditures By Function and Activity				
General government:				
Legislative:				
City council:				
Salaries and wages	1,597,430	1,597,430	1,446,706	150,724
Employee benefits	915,400	915,400	826,266	89,134
Services and supplies	1,127,211	1,127,211	841,329	285,882
Total city council	<u>3,640,041</u>	<u>3,640,041</u>	<u>3,114,301</u>	<u>525,740</u>
Executive:				
City manager:				
Salaries and wages	2,445,091	2,445,091	2,471,441	(26,350)
Employee benefits	1,515,939	1,515,939	1,529,920	(13,981)
Services and supplies	1,421,645	1,421,645	927,177	494,468
Total city manager	<u>5,382,675</u>	<u>5,382,675</u>	<u>4,928,538</u>	<u>454,137</u>
Financial administration:				
City attorney:				
Salaries and wages	2,106,381	2,106,381	2,138,341	(31,960)
Employee benefits	1,301,349	1,301,349	1,321,820	(20,471)
Services and supplies	585,246	885,246	699,198	186,048
Total city attorney	<u>3,992,976</u>	<u>4,292,976</u>	<u>4,159,359</u>	<u>133,617</u>
City clerk:				
Salaries and wages	1,079,490	1,170,431	1,213,543	(43,112)
Employee benefits	669,110	725,589	751,614	(26,025)
Services and supplies	855,827	908,407	625,456	282,951
Total city clerk	<u>2,604,427</u>	<u>2,804,427</u>	<u>2,590,613</u>	<u>213,814</u>
Internal audit:				
Salaries and wages	651,290	651,290	605,438	45,852
Employee benefits	385,430	385,430	366,604	18,826
Services and supplies	129,664	129,664	112,177	17,487
Total internal audit	<u>1,166,384</u>	<u>1,166,384</u>	<u>1,084,219</u>	<u>82,165</u>
Human resources:				
Salaries and wages	2,559,280	2,559,280	2,315,245	244,035
Employee benefits	1,570,330	1,570,330	1,426,438	143,892
Services and supplies	1,263,640	1,263,640	909,900	353,740
Total human resources	<u>5,393,250</u>	<u>5,393,250</u>	<u>4,651,583</u>	<u>741,667</u>
Finance and business services:				
Salaries and wages	4,955,981	4,955,981	4,680,938	275,043
Employee benefits	3,064,849	3,064,849	2,893,198	171,651
Services and supplies	1,403,266	1,403,266	1,329,668	73,598
Total finance and business services	<u>9,424,096</u>	<u>9,424,096</u>	<u>8,903,804</u>	<u>520,292</u>
Total financial administration	<u>22,581,133</u>	<u>23,081,133</u>	<u>21,389,578</u>	<u>1,691,555</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, 2010

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
General government (continued):				
Other:				
Planning and development:				
Salaries and wages	3,268,803	3,268,803	2,928,858	339,945
Employee benefits	1,987,043	1,987,043	1,780,871	206,172
Services and supplies	977,891	977,891	694,237	283,654
Total planning and development	6,233,737	6,233,737	5,403,966	829,771
Information technologies:				
Salaries and wages	4,821,221	4,821,221	4,433,861	387,360
Employee benefits	2,983,633	2,983,633	2,730,449	253,184
Services and supplies	2,530,314	2,530,314	1,641,793	888,521
Capital outlay	35,000	35,000	0	35,000
Total information technologies	10,370,168	10,370,168	8,806,103	1,564,065
Non-departmental:				
Services and supplies	4,400,000	3,900,000	1,074,830	2,825,170
Total non-departmental	4,400,000	3,900,000	1,074,830	2,825,170
Architectural services:				
Salaries and wages	796,440	296,440	0	296,440
Employee benefits	493,790	293,790	0	293,790
Services and supplies	140,417	140,417	0	140,417
Total architectural services	1,430,647	730,647	0	730,647
Purchasing and contracts:				
Salaries and wages	1,767,400	1,767,400	1,549,459	217,941
Employee benefits	1,095,750	1,095,750	960,360	135,390
Services and supplies	427,467	427,467	430,637	(3,170)
Total purchasing and contracts	3,290,617	3,290,617	2,940,456	350,161
Facilities management:				
Salaries and wages	267,160	267,160	211,942	55,218
Employee benefits	165,640	165,640	131,305	34,335
Services and supplies	595,955	595,955	487,296	108,659
Total facilities management	1,028,755	1,028,755	830,543	198,212
Field operations administration:				
Salaries and wages	306,240	306,240	321,003	(14,763)
Employee benefits	189,870	189,870	199,021	(9,151)
Services and supplies	51,856	51,856	26,436	25,420
Total field operations	547,966	547,966	546,460	1,506
Total other	27,301,890	26,101,890	19,602,358	6,499,532
Total general government	58,905,739	58,205,739	49,034,775	9,170,964

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, 2010

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Judicial:				
Municipal courts:				
Municipal courts:				
Salaries and wages	8,695,202	8,695,202	8,340,536	354,666
Employee benefits	5,374,863	5,374,863	5,159,822	215,041
Services and supplies	3,938,434	3,938,434	3,470,671	467,763
Total municipal court	<u>18,008,499</u>	<u>18,008,499</u>	<u>16,971,029</u>	<u>1,037,470</u>
City attorney-criminal division:				
Salaries and wages	2,309,310	2,309,310	2,096,753	212,557
Employee benefits	1,431,830	1,431,830	1,298,338	133,492
Services and supplies	593,380	593,380	609,833	(16,453)
Total city attorney-criminal division	<u>4,334,520</u>	<u>4,334,520</u>	<u>4,004,924</u>	<u>329,596</u>
Public defender:				
Public defender:				
Services and supplies	506,400	506,400	491,450	14,950
Total public defender	<u>506,400</u>	<u>506,400</u>	<u>491,450</u>	<u>14,950</u>
Alternative sentencing and education:				
Alternative sentencing and education:				
Salaries and wages	1,705,286	1,705,286	1,516,330	188,956
Employee benefits	987,785	987,785	889,869	97,916
Services and supplies	506,931	506,931	514,478	(7,547)
Total alternative sentencing and education	<u>3,200,002</u>	<u>3,200,002</u>	<u>2,920,677</u>	<u>279,325</u>
Total judicial	<u>26,049,421</u>	<u>26,049,421</u>	<u>24,388,080</u>	<u>1,661,341</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, 2010

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Public safety:				
Police:				
Metro police department:				
Services and supplies	141,064,927	141,064,927	140,059,997	1,004,930
Total metro police department	141,064,927	141,064,927	140,059,997	1,004,930
City marshals:				
Salaries and wages	4,922,090	4,922,090	4,940,458	(18,368)
Employee benefits	3,835,157	3,835,157	3,803,948	31,209
Services and supplies	1,275,032	1,275,032	956,536	318,496
Total city marshals	10,032,279	10,032,279	9,700,942	331,337
Total police	151,097,206	151,097,206	149,760,939	1,336,267
Fire:				
Fire and rescue:				
Salaries and wages	57,414,600	57,414,600	53,588,547	3,826,053
Employee benefits	44,601,020	44,601,020	41,615,308	2,985,712
Services and supplies	15,146,440	15,146,440	14,037,922	1,108,518
Total fire and rescue	117,162,060	117,162,060	109,241,777	7,920,283
Corrections:				
Detention and correctional services:				
Salaries and wages	21,738,140	21,738,140	19,452,967	2,285,173
Employee benefits	16,276,550	16,276,550	14,395,966	1,880,584
Services and supplies	13,414,613	13,414,613	11,670,088	1,744,525
Total detention and correctional services	51,429,303	51,429,303	45,519,021	5,910,282
Other protection:				
Traffic engineering:				
Salaries and wages	6,405,162	6,405,162	6,029,995	375,167
Employee benefits	3,964,948	3,964,948	3,726,757	238,191
Services and supplies	8,103,917	8,103,917	6,942,892	1,161,025
Total traffic engineering	18,474,027	18,474,027	16,699,644	1,774,383
Neighborhood response:				
Salaries and wages	1,220,750	1,220,750	1,206,108	14,642
Employee benefits	756,770	756,770	747,449	9,321
Services and supplies	531,408	531,408	403,323	128,085
Total neighborhood response	2,508,928	2,508,928	2,356,880	152,048
Total other protection	20,982,955	20,982,955	19,056,524	1,926,431
Total public safety	340,671,524	340,671,524	323,578,261	17,093,263

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, 2010

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Public works:				
Administration:				
Public works administration:				
Salaries and wages	459,650	459,650	441,473	18,177
Employee benefits	284,980	284,980	273,610	11,370
Services and supplies	351,278	351,278	314,000	37,278
Total public works administration	1,095,908	1,095,908	1,029,083	66,825
Engineering:				
Engineering and planning:				
Salaries and wages	8,859,948	9,359,948	8,974,759	385,189
Employee benefits	5,486,292	5,686,292	5,520,474	165,818
Services and supplies	2,284,191	2,284,191	1,903,730	380,461
Total engineering and planning	16,630,431	17,330,431	16,398,963	931,468
Paved streets:				
Street maintenance:				
Salaries and wages	822,700	822,700	752,207	70,493
Employee benefits	510,080	510,080	469,263	40,817
Services and supplies	669,138	669,138	379,885	289,253
Total street maintenance	2,001,918	2,001,918	1,601,355	400,563
Total public works	19,728,257	20,428,257	19,029,401	1,398,856
Health:				
Animal control:				
Animal care and control:				
Salaries and wages	917,220	917,220	816,155	101,065
Employee benefits	567,390	567,390	487,804	79,586
Services and supplies	2,546,634	2,546,634	1,943,175	603,459
Total animal care and control	4,031,244	4,031,244	3,247,134	784,110
Cemetery operation:				
Woodlawn cemetery:				
Services and supplies	120,000	120,000	109,633	10,367
Total Woodlawn cemetery	120,000	120,000	109,633	10,367
Communicable disease control:				
Communicable disease control:				
Services and supplies	50,000	50,000	12,242	37,758
Total communicable disease control	50,000	50,000	12,242	37,758
Total health	4,201,244	4,201,244	3,369,009	832,235

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, 2010

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Culture and recreation:				
Culture and recreation administration:				
Administration:				
Salaries and wages	1,948,177	1,948,177	1,541,595	406,582
Employee benefits	1,088,023	1,088,023	868,489	219,534
Services and supplies	1,485,530	1,485,530	710,288	775,242
Total administration	4,521,730	4,521,730	3,120,372	1,401,358
Participant recreation:				
Recreation and adaptive programming:				
Salaries and wages	5,920,490	5,920,490	5,264,998	655,492
Employee benefits	2,754,390	2,754,390	2,451,311	303,079
Services and supplies	8,041,344	8,041,344	8,789,335	(747,991)
Total recreation and adaptive programming	16,716,224	16,716,224	16,505,644	210,580
Spectator recreation:				
Cultural and community affairs:				
Salaries and wages	1,998,100	1,998,100	1,936,198	61,902
Employee benefits	1,118,030	1,118,030	1,062,273	55,757
Services and supplies	1,998,545	1,998,545	1,666,375	332,170
Total cultural and community affairs	5,114,675	5,114,675	4,664,846	449,829
Parks:				
Parks and open spaces:				
Salaries and wages	7,545,320	7,545,320	7,005,076	540,244
Employee benefits	4,678,030	4,678,030	4,340,342	337,688
Services and supplies	9,813,820	9,813,820	8,175,024	1,638,796
Total parks and open spaces	22,037,170	22,037,170	19,520,442	2,516,728
Senior citizens:				
Senior citizen activities:				
Salaries and wages	1,701,300	1,701,300	1,500,055	201,245
Employee benefits	948,310	948,310	857,126	91,184
Services and supplies	1,277,872	1,277,872	1,192,449	85,423
Total senior citizen activities	3,927,482	3,927,482	3,549,630	377,852
Total culture and recreation	52,317,281	52,317,281	47,360,934	4,956,347

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, 2010

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
Economic development and assistance:				
Neighborhood services:				
Neighborhood services:				
Salaries and wages	3,220,520	3,220,520	2,876,776	343,744
Employee benefits	1,987,800	1,987,800	1,782,387	205,413
Services and supplies	2,033,966	2,033,966	1,760,785	273,181
Total neighborhood services	<u>7,242,286</u>	<u>7,242,286</u>	<u>6,419,948</u>	<u>822,338</u>
Total economic development and assistance	<u>7,242,286</u>	<u>7,242,286</u>	<u>6,419,948</u>	<u>822,338</u>
Transit systems:				
Transportation services:				
Transportation services:				
Salaries and wages	402,800	402,800	53,499	349,301
Employee benefits	240,310	240,310	32,174	208,136
Services and supplies	522,948	522,948	150,379	372,569
Total transportation services	<u>1,166,058</u>	<u>1,166,058</u>	<u>236,052</u>	<u>930,006</u>
Total transit systems	<u>1,166,058</u>	<u>1,166,058</u>	<u>236,052</u>	<u>930,006</u>
Total expenditures	<u>510,281,810</u>	<u>510,281,810</u>	<u>473,416,460</u>	<u>36,865,350</u>
Excess (deficiency) of revenues over (under) expenditures	\$ <u>(27,673,778)</u>	\$ <u>(27,673,778)</u>	\$ <u>(20,234,995)</u>	\$ <u>7,438,783</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$ 61,531,177	\$ 61,531,177	\$ 33,124,736	\$ (28,406,441)
Interest	1,558,099	1,558,099	1,799,123	241,024
Miscellaneous			59,524	59,524
Total revenues	<u>63,089,276</u>	<u>63,089,276</u>	<u>34,983,383</u>	<u>(28,105,893)</u>
Expenditures:				
Current:				
Culture and recreation	450,000	450,000	48,940	401,060
Capital outlay:				
Culture and recreation	<u>246,508,976</u>	<u>246,508,976</u>	<u>182,076,711</u>	<u>64,432,265</u>
Total expenditures	<u>246,958,976</u>	<u>246,958,976</u>	<u>182,125,651</u>	<u>64,833,325</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(183,869,700)</u>	<u>(183,869,700)</u>	<u>(147,142,268)</u>	<u>36,727,432</u>
Other financing sources (uses):				
Transfers in	15,774,288	15,774,288	9,518,804	(6,255,484)
Transfers out	<u>(9,495,991)</u>	<u>(9,495,991)</u>	<u>(13,263,491)</u>	<u>(3,767,500)</u>
Total other financing sources (uses)	<u>6,278,297</u>	<u>6,278,297</u>	<u>(3,744,687)</u>	<u>(10,022,984)</u>
Net changes in fund balances	(177,591,403)	(177,591,403)	(150,886,955)	26,704,448
Fund balances, July 1	<u>237,661,560</u>	<u>237,661,560</u>	<u>253,027,212</u>	<u>15,365,652</u>
Fund balances, June 30	<u>\$ 60,070,157</u>	<u>\$ 60,070,157</u>	<u>\$ 102,140,257</u>	<u>\$ 42,070,100</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$ 266,598,968	\$ 266,598,968	\$ 104,344,857	\$ (162,254,111)
Charges for services	9,000	9,000	3,093	(5,907)
Interest			20	20
Miscellaneous	19,500	19,500	27,017	7,517
Total revenues	<u>266,627,468</u>	<u>266,627,468</u>	<u>104,374,987</u>	<u>(162,252,481)</u>
Expenditures:				
Current:				
Public works	2,191,032	2,191,032	2,295,873	(104,841)
Capital outlay:				
Public works	264,075,356	264,075,356	100,090,580	163,984,776
Total expenditures	<u>266,266,388</u>	<u>266,266,388</u>	<u>102,386,453</u>	<u>163,879,935</u>
Excess (deficiency) of revenues over (under) expenditures	<u>361,080</u>	<u>361,080</u>	<u>1,988,534</u>	<u>1,627,454</u>
Other financing sources (uses):				
Transfers in			6,371	6,371
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>6,371</u>	<u>6,371</u>
Net changes in fund balances	361,080	361,080	1,994,905	1,633,825
Fund balances, July 1	<u>7,377,239</u>	<u>7,377,239</u>	<u>4,618,946</u>	<u>(2,758,293)</u>
Fund balances, June 30	<u>\$ 7,738,319</u>	<u>\$ 7,738,319</u>	<u>\$ 6,613,851</u>	<u>\$ (1,124,468)</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$	\$	\$ 27,082	\$ 27,082
Charges for services			294	294
Interest	675,466	675,466	1,165,776	490,310
Miscellaneous			29,767	29,767
Total revenues	<u>675,466</u>	<u>675,466</u>	<u>1,222,919</u>	<u>547,453</u>
Expenditures:				
Current:				
General government	20,086	20,086	158,808	(138,722)
Debt service:				
Bond issuance costs			2,704,459	(2,704,459)
Capital outlay:				
General government	17,059,152	35,059,152	28,915,968	6,143,184
Total expenditures	<u>17,079,238</u>	<u>35,079,238</u>	<u>31,779,235</u>	<u>3,300,003</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(16,403,772)</u>	<u>(34,403,772)</u>	<u>(30,556,316)</u>	<u>3,847,456</u>
Other financing sources (uses):				
Transfers in	8,600,000	8,600,000	10,164,590	1,564,590
Transfers out	(2,200,000)	(4,200,000)	(5,101,558)	(901,558)
Bonds issued		20,000,000	203,270,000	183,270,000
Premium			1,239,143	1,239,143
Discounts			(3,702,922)	(3,702,922)
Total other financing sources (uses)	<u>6,400,000</u>	<u>24,400,000</u>	<u>205,869,253</u>	<u>181,469,253</u>
Net changes in fund balances	(10,003,772)	(10,003,772)	175,312,937	185,316,709
Fund balances, July 1	<u>31,286,205</u>	<u>31,286,205</u>	<u>33,154,129</u>	<u>1,867,924</u>
Fund balances, June 30	<u>\$ 21,282,433</u>	<u>\$ 21,282,433</u>	<u>\$ 208,467,066</u>	<u>\$ 187,184,633</u>

See accompanying independent auditors' report.

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Non-Major Governmental Funds



Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

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

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

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

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

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

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.

Fiscal Stabilization Fund—This fund accounts for the stabilization of operations during periods of economic downturn or for the mitigation of the effects of disasters.

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.

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.

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 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, 2010

	<u>Multipurpose</u>	<u>Las Vegas Convention and Visitors Authority</u>	<u>Fremont Street Room Tax</u>	<u>Special Improvement District Administration</u>	<u>Park Construction Program</u>
ASSETS					
Pooled cash and investments	\$ 18,973,857	\$	\$ 1,717,384	\$ 12,465,062	\$ 8,505,937
Receivables (net of allowances for uncollectibles):					
Property taxes					
Accounts	133,341				
Interest	96,923		986	69,432	47,729
Loans					
Special assessments				43,344	
Intergovernmental	3,219,592	1,289,321			
Due from other funds	22,893				
Land held for resale					
Prepaid items	35,689				
Permanently restricted:					
Pooled cash and investments					
Total assets	<u>\$ 22,482,295</u>	<u>\$ 1,289,321</u>	<u>\$ 1,718,370</u>	<u>\$ 12,577,838</u>	<u>\$ 8,553,666</u>
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 2,226,019	\$	\$ 43	\$ 159,178	\$ 1,814
Salaries payable	145,131			8,065	
Due to other funds	5,777	1,171,924			
Deposits payable	11,017				
Contracts payable					
Loans payable					
Intergovernmental payable					
Deferred revenue	8,974,070				
Total liabilities	<u>11,362,014</u>	<u>1,171,924</u>	<u>43</u>	<u>167,243</u>	<u>1,814</u>
Fund balances:					
Reserved for:					
Debt service			446,633		
Prepaid items	35,689				
Noncurrent loans receivable					
Land held for resale					
Cemetery perpetual care					
Nonexpendable					
Unreserved:					
Designated for construction projects	442,799	117,397		12,410,595	8,551,852
Designated for redevelopment projects					
Undesignated	10,641,793		1,271,694		
Total fund balances	<u>11,120,281</u>	<u>117,397</u>	<u>1,718,327</u>	<u>12,410,595</u>	<u>8,551,852</u>
Total liabilities and fund balances	<u>\$ 22,482,295</u>	<u>\$ 1,289,321</u>	<u>\$ 1,718,370</u>	<u>\$ 12,577,838</u>	<u>\$ 8,553,666</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>Fiscal Stabilization</u>	<u>City of Las Vegas Redevelopment Agency</u>	<u>Totals</u>
\$ 103,496	\$ 15,436,111	\$ 10,163,056	\$ 109,072	\$ 2,590,864	\$ 2,305,263	\$ 53,077,383	\$ 12,384,136	\$ 137,831,621
					768,640			768,640
			227					133,568
	89,568	62,178		16,483	12,505	298,868	7,908	702,580
			500,146	12,378,562			7,082,426	19,961,134
								43,344
140,934	1,229,500	2,140,747	1,334,708					9,354,802
		94,079	2,275				4,194	123,441
		573,415					6,065,490	6,638,905
								35,689
<u>\$ 244,430</u>	<u>\$ 16,755,179</u>	<u>\$ 13,033,475</u>	<u>\$ 1,946,428</u>	<u>\$ 14,985,909</u>	<u>\$ 3,086,408</u>	<u>\$ 53,376,251</u>	<u>\$ 25,544,154</u>	<u>\$ 175,593,724</u>
\$ 139,774	\$ 1,269,843	\$ 64,432	\$ 952,899	\$ 4,722	\$ 351	\$ 11,431	\$ 22,896	\$ 4,853,402
		18,488	24,453					196,137
		276,700	72,444				815,006	2,341,851
			14,553	432,030			527,434	985,034
	166,899							166,899
				811,534				811,534
					479,084		6,245,892	15,699,046
<u>139,774</u>	<u>1,436,742</u>	<u>359,620</u>	<u>1,064,349</u>	<u>1,248,286</u>	<u>479,435</u>	<u>11,431</u>	<u>7,611,228</u>	<u>25,053,903</u>
								446,633
								35,689
			8,990					8,990
		573,415					6,065,490	6,638,905
	15,318,437	12,100,440						48,941,520
							11,867,436	11,867,436
<u>104,656</u>	<u></u>	<u></u>	<u>873,089</u>	<u>13,737,623</u>	<u>2,606,973</u>	<u>53,364,820</u>	<u></u>	<u>82,600,648</u>
<u>104,656</u>	<u>15,318,437</u>	<u>12,673,855</u>	<u>882,079</u>	<u>13,737,623</u>	<u>2,606,973</u>	<u>53,364,820</u>	<u>17,932,926</u>	<u>150,539,821</u>
<u>\$ 244,430</u>	<u>\$ 16,755,179</u>	<u>\$ 13,033,475</u>	<u>\$ 1,946,428</u>	<u>\$ 14,985,909</u>	<u>\$ 3,086,408</u>	<u>\$ 53,376,251</u>	<u>\$ 25,544,154</u>	<u>\$ 175,593,724</u>

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CITY OF LAS VEGAS, NEVADA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	DEBT SERVICE FUNDS		
	City of Las Vegas	City of Las Vegas Redevelopment Agency	Totals
ASSETS			
Pooled cash and investments	\$ 118,742	\$ 5,333,434	\$ 5,452,176
Receivables (net of allowances for uncollectibles):			
Property taxes	665	1,949,172	1,949,837
Accounts			
Interest		19	19
Loans			
Special assessments			
Intergovernmental		932	932
Due from other funds	419,063	276,700	695,763
Land held for resale			
Prepaid items			
Permanently restricted:			
Pooled cash and investments			
Total assets	<u>\$ 538,470</u>	<u>\$ 7,560,257</u>	<u>\$ 8,098,727</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 19,848	\$	\$ 19,848
Salaries payable			
Due to other funds		509,079	509,079
Deposits payable			
Contracts payable			
Loans payable			
Intergovernmental payable	22,688		22,688
Deferred revenue	665	1,426,508	1,427,173
Total liabilities	<u>43,201</u>	<u>1,935,587</u>	<u>1,978,788</u>
Fund balances:			
Reserved for:			
Debt service		2,176,040	2,176,040
Prepaid items			
Noncurrent loans receivable			
Land held for resale			
Cemetery perpetual care			
Nonexpendable			
Unreserved:			
Designated for construction projects			
Designated for redevelopment projects		3,448,630	3,448,630
Undesignated	495,269		495,269
Total fund balances	<u>495,269</u>	<u>5,624,670</u>	<u>6,119,939</u>
Total liabilities and fund balances	<u>\$ 538,470</u>	<u>\$ 7,560,257</u>	<u>\$ 8,098,727</u>

See accompanying independent auditors' report.

Continued

CITY OF LAS VEGAS, NEVADA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2010

	CAPITAL		
	General	Fire Services	Public Works
ASSETS			
Pooled cash and investments	\$ 17,354,084	\$ 26,409,929	\$ 26,492,273
Receivables (net of allowances for uncollectibles):			
Property taxes			
Accounts		22,843	6,341
Interest	876	113,520	149,518
Loans			
Special assessments			
Intergovernmental		14,933	228,918
Due from other funds			
Land held for resale			
Prepaid items			
Permanently restricted			
Pooled cash and investments			
Total assets	<u>\$ 17,354,960</u>	<u>\$ 26,561,225</u>	<u>\$ 26,877,050</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 295,197	\$ 40,879	\$ 161,267
Salaries payable	6,906		
Due to other funds	1,986,545		
Deposits payable			
Contracts payable	206,098		19,835
Loans payable			
Intergovernmental payable			
Deferred revenue			
Total liabilities	<u>2,494,746</u>	<u>40,879</u>	<u>181,102</u>
Fund balances:			
Reserved for:			
Debt service			
Prepaid items			
Noncurrent loans receivable			
Land held for resale			
Cemetery perpetual care			
Nonexpendable			
Unreserved:			
Designated for construction projects	14,860,214	26,520,346	26,695,948
Designated for redevelopment projects			
Undesignated			
Total fund balances	<u>14,860,214</u>	<u>26,520,346</u>	<u>26,695,948</u>
Total liabilities and fund balances	<u>\$ 17,354,960</u>	<u>\$ 26,561,225</u>	<u>\$ 26,877,050</u>

See accompanying independent auditors' report.

PROJECT FUNDS				PERMANENT FUND	Total Non-major Governmental Funds
Traffic Improvements	Detention and Enforcement	Special Assessments	Totals	Cemetery Operations	
\$ 6,518,698	\$ 3,789,318	\$ 23,885,867	\$ 104,450,169	\$	\$ 247,733,966
					2,718,477
			29,184		162,752
36,731	21,388	10,534	332,567	27,431	1,062,597
					19,961,134
		6,369,119	6,369,119		6,412,463
265,941			509,792		9,865,526
					819,204
					6,638,905
					35,689
				1,735,896	1,735,896
<u>\$ 6,821,370</u>	<u>\$ 3,810,706</u>	<u>\$ 30,265,520</u>	<u>\$ 111,690,831</u>	<u>\$ 1,763,327</u>	<u>\$ 297,146,609</u>
\$ 326,177	\$ 43,868	\$ 358	\$ 867,746	\$	\$ 5,740,996
			6,906		203,043
			1,986,545		4,837,475
		3,717	3,717		988,751
			225,933		392,832
		40,877	40,877		852,411
					22,688
		6,290,993	6,290,993		23,417,212
<u>326,177</u>	<u>43,868</u>	<u>6,335,945</u>	<u>9,422,717</u>	<u>0</u>	<u>36,455,408</u>
					2,622,673
					35,689
					8,990
					6,638,905
				1,763,327	1,763,327
6,495,193	3,766,838	23,929,575	102,268,114		151,209,634
					15,316,066
					83,095,917
<u>6,495,193</u>	<u>3,766,838</u>	<u>23,929,575</u>	<u>102,268,114</u>	<u>1,763,327</u>	<u>260,691,201</u>
<u>\$ 6,821,370</u>	<u>\$ 3,810,706</u>	<u>\$ 30,265,520</u>	<u>\$ 111,690,831</u>	<u>\$ 1,763,327</u>	<u>\$ 297,146,609</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, 2010

	SPECIAL REVENUES AND EXPENDITURES					
	Multipurpose	Las Vegas Convention and Visitors Authority	Fremont Street Room Tax	Special Improvement District Administration	Park Construction Program	Transportation Programs
Revenues:						
Taxes	\$	\$	\$ 1,234,272	\$	\$ 863,784	\$
Licenses and permits	32,687					
Intergovernmental	11,063,047	4,497,673				1,611,408
Charges for services	6,178,152			9,263		
Special assessments				2,609,195		
Fines and forfeits	160,301					
Interest	508,509		25,562	342,774	244,090	24,740
Miscellaneous	994,490					
Total revenues	18,937,186	4,497,673	1,259,834	2,961,232	1,107,874	1,636,148
Expenditures:						
Current:						
General government	942,291			1,622,205		
Judicial	2,124,208					
Public safety	1,127,705					
Public works						868
Health	263					
Welfare	1,033,922					
Culture and recreation	7,566,469				7,389	
Economic development and assistance	289,723		165,664			
Debt service:						
Principal retirement						
Interest and fiscal charges						
Capital outlay:						
General government	4,000,000					
Public safety	550,394					
Public works						
Economic development and assistance						
Total expenditures	17,634,975	0	165,664	1,622,205	7,389	868
Excess (deficiency) of revenues over (under) expenditures	1,302,211	4,497,673	1,094,170	1,339,027	1,100,485	1,635,280
Other financing sources (uses):						
Transfers in	1,889,087			125,842		
Transfers out	(10,255,074)	(4,425,063)	(1,311,565)	(500,000)	(698,086)	(2,225,925)
Total other financing sources (uses)	(8,365,987)	(4,425,063)	(1,311,565)	(374,158)	(698,086)	(2,225,925)
Net changes in fund balances	(7,063,776)	72,610	(217,395)	964,869	402,399	(590,645)
Fund balances, July 1	18,184,057	44,787	1,935,722	11,445,726	8,149,453	695,301
Fund balances, June 30	\$ 11,120,281	\$ 117,397	\$ 1,718,327	\$ 12,410,595	\$ 8,551,852	\$ 104,656

See accompanying independent auditors' report.

REVENUE FUNDS

Street Maintenance	Housing Program	Housing and Urban Development	Industrial Development	Fire Safety Initiative	Fiscal Stabilization	City of Las Vegas Redevelopment Agency	Totals
\$	\$	\$	\$	\$ 16,887,184	\$	\$	\$ 18,985,240
							32,687
7,185,058	11,112,899	9,801,659					45,271,744
	86,374	129,624					6,403,413
							2,609,195
							160,301
432,197	279,740		160,201	82,548	1,549,081	97,839	3,747,281
9,226	389,312	405,176	58,954			279,281	2,136,439
<u>7,626,481</u>	<u>11,868,325</u>	<u>10,336,459</u>	<u>219,155</u>	<u>16,969,732</u>	<u>1,549,081</u>	<u>377,120</u>	<u>79,346,300</u>
					46,539		2,611,035
							2,124,208
				3,095			1,130,800
7,410,808							7,411,676
							263
							1,033,922
							7,573,858
	12,423,809	7,022,091	659,046			4,767,337	25,327,670
							4,000,000
							550,394
	3,542	357					3,899
<u>7,410,808</u>	<u>12,427,351</u>	<u>7,022,448</u>	<u>659,046</u>	<u>3,095</u>	<u>46,539</u>	<u>4,767,337</u>	<u>51,767,725</u>
<u>215,673</u>	<u>(559,026)</u>	<u>3,314,011</u>	<u>(439,891)</u>	<u>16,966,637</u>	<u>1,502,542</u>	<u>(4,390,217)</u>	<u>27,578,575</u>
	5,090,369					16,200,000	23,305,298
	(273,100)	(3,298,059)		(19,599,190)		(14,955,183)	(57,541,245)
<u>0</u>	<u>4,817,269</u>	<u>(3,298,059)</u>	<u>0</u>	<u>(19,599,190)</u>	<u>0</u>	<u>1,244,817</u>	<u>(34,235,947)</u>
215,673	4,258,243	15,952	(439,891)	(2,632,553)	1,502,542	(3,145,400)	(6,657,372)
<u>15,102,764</u>	<u>8,415,612</u>	<u>866,127</u>	<u>14,177,514</u>	<u>5,239,526</u>	<u>51,862,278</u>	<u>21,078,326</u>	<u>157,197,193</u>
<u>\$ 15,318,437</u>	<u>\$ 12,673,855</u>	<u>\$ 882,079</u>	<u>\$ 13,737,623</u>	<u>\$ 2,606,973</u>	<u>\$ 53,364,820</u>	<u>\$ 17,932,926</u>	<u>\$ 150,539,821</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, 2010

	DEBT SERVICE FUNDS		
	City of Las Vegas	City of Las Vegas Redevelopment Agency	Totals
Revenues:			
Taxes	\$ 242	\$ 28,279,830	\$ 28,280,072
Licenses and permits			
Intergovernmental	949,268		949,268
Charges for services			
Special assessments			
Fines and forfeits			
Interest	43,084	7,768	50,852
Miscellaneous			
Total revenues	<u>992,594</u>	<u>28,287,598</u>	<u>29,280,192</u>
Expenditures:			
Current:			
General government			
Judicial			
Public safety			
Public works			
Health			
Welfare			
Culture and recreation			
Economic development and assistance			
Debt service:			
Principal retirement	21,349,000	3,515,000	24,864,000
Interest and fiscal charges	16,689,561	10,758,844	27,448,405
Capital outlay:			
General government			
Public safety			
Public works			
Economic development and assistance			
Total expenditures	<u>38,038,561</u>	<u>14,273,844</u>	<u>52,312,405</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(37,045,967)</u>	<u>14,013,754</u>	<u>(23,032,213)</u>
Other financing sources (uses):			
Transfers in	32,148,448	273,100	32,421,548
Transfers out		(18,290,369)	(18,290,369)
Total other financing sources (uses)	<u>32,148,448</u>	<u>(18,017,269)</u>	<u>14,131,179</u>
Net changes in fund balances	(4,897,519)	(4,003,515)	(8,901,034)
Fund balances, July 1	<u>5,392,788</u>	<u>9,628,185</u>	<u>15,020,973</u>
Fund balances, June 30	<u>\$ 495,269</u>	<u>\$ 5,624,670</u>	<u>\$ 6,119,939</u>

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, 2010

	CAPITAL			
	General	Fire Services	Public Works	Traffic Improvements
Revenues:				
Taxes	\$	\$	\$	\$
Licenses and permits				453,408
Intergovernmental		85,072	323,199	887,794
Charges for services	778,875		32,934	
Special assessments				
Fines and forfeits				
Interest	57,754	585,368	701,755	184,031
Miscellaneous	1,850	234	150	10,000
Total revenues	<u>838,479</u>	<u>670,674</u>	<u>1,058,038</u>	<u>1,535,233</u>
Expenditures:				
Current:				
General government	235,743			
Judicial				
Public safety		1,769,709		13,164
Public works			168,379	
Health				
Welfare				
Culture and recreation				
Economic development and assistance	2,185			
Debt service:				
Principal retirement				
Interest and fiscal charges				
Capital outlay:				
General government	129,117			
Public safety		5,376,477		1,993,034
Public works			713,298	
Economic development and assistance	<u>7,855,446</u>			
Total expenditures	<u>8,222,491</u>	<u>7,146,186</u>	<u>881,677</u>	<u>2,006,198</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,384,012)</u>	<u>(6,475,512)</u>	<u>176,361</u>	<u>(470,965)</u>
Other financing sources (uses):				
Transfers in	4,432,929	4,949,251	6,987,034	439,879
Transfers out	<u>(1,492,055)</u>	<u>(4,206,580)</u>	<u>(441,600)</u>	<u>(12,600)</u>
Total other financing sources (uses)	<u>2,940,874</u>	<u>742,671</u>	<u>6,545,434</u>	<u>427,279</u>
Net changes in fund balances	(4,443,138)	(5,732,841)	6,721,795	(43,686)
Fund balances, July 1	<u>19,303,352</u>	<u>32,253,187</u>	<u>19,974,153</u>	<u>6,538,879</u>
Fund balances, June 30	<u>\$ 14,860,214</u>	<u>\$ 26,520,346</u>	<u>\$ 26,695,948</u>	<u>\$ 6,495,193</u>

See accompanying independent auditors' report.

PROJECT FUNDS		PERMANENT FUND		
Detention and Enforcement	Special Assessments	Totals	Cemetery Operations	Total Non-major Governmental Funds
\$	\$	\$	\$	\$
		453,408		47,265,312
		1,296,065		486,095
		811,809	36,590	47,517,077
	1,169,852	1,169,852		7,251,812
				3,779,047
				160,301
118,740	49,953	1,697,601	426,585	5,922,319
		12,234		2,148,673
<u>118,740</u>	<u>1,219,805</u>	<u>5,440,969</u>	<u>463,175</u>	<u>114,530,636</u>
		235,743		2,846,778
				2,124,208
3,792		1,786,665		2,917,465
	34,125	202,504		7,614,180
			90,557	90,820
				1,033,922
				7,573,858
		2,185		25,329,855
				24,864,000
				27,448,405
		129,117		4,129,117
58,182		7,427,693		7,978,087
	971,202	1,684,500		1,684,500
		7,855,446		7,859,345
<u>61,974</u>	<u>1,005,327</u>	<u>19,323,853</u>	<u>90,557</u>	<u>123,494,540</u>
<u>56,766</u>	<u>214,478</u>	<u>(13,882,884)</u>	<u>372,618</u>	<u>(8,963,904)</u>
	1,249,363	18,058,456		73,785,302
<u>(1,224,400)</u>	<u>(1,049,617)</u>	<u>(8,426,852)</u>		<u>(84,258,466)</u>
<u>(1,224,400)</u>	<u>199,746</u>	<u>9,631,604</u>	<u>0</u>	<u>(10,473,164)</u>
(1,167,634)	414,224	(4,251,280)	372,618	(19,437,068)
<u>4,934,472</u>	<u>23,515,351</u>	<u>106,519,394</u>	<u>1,390,709</u>	<u>280,128,269</u>
<u>\$ 3,766,838</u>	<u>\$ 23,929,575</u>	<u>\$ 102,268,114</u>	<u>\$ 1,763,327</u>	<u>\$ 260,691,201</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Licenses and permits	\$ 1,854,618	\$ 1,854,618	\$ 32,687	\$ (1,821,931)
Intergovernmental	22,534,994	22,534,994	11,063,047	(11,471,947)
Charges for services	7,250,321	7,250,321	6,178,152	(1,072,169)
Interest	672,285	672,285	508,509	(163,776)
Fines and forfeits	170,000	170,000	160,301	(9,699)
Miscellaneous	1,805,284	1,805,284	994,490	(810,794)
Total revenues	<u>34,287,502</u>	<u>34,287,502</u>	<u>18,937,186</u>	<u>(15,350,316)</u>
Expenditures:				
Current:				
General government	12,051,107	12,051,107	942,291	11,108,816
Judicial	2,928,675	2,928,675	2,124,208	804,467
Public safety	3,237,912	3,237,912	1,127,705	2,110,207
Health	85,000	85,000	263	84,737
Welfare	1,266,129	1,266,129	1,033,922	232,207
Culture and recreation	9,176,445	9,176,445	7,566,469	1,609,976
Economic development and assistance	410,412	410,412	289,723	120,689
Capital outlay:				
General government			4,000,000	(4,000,000)
Judicial	80,000	80,000		80,000
Public safety	727,500	727,500	550,394	177,106
Total expenditures	<u>29,963,180</u>	<u>29,963,180</u>	<u>17,634,975</u>	<u>12,328,205</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,324,322</u>	<u>4,324,322</u>	<u>1,302,211</u>	<u>(3,022,111)</u>
Other financing sources (uses):				
Transfers in	2,285,000	2,285,000	1,889,087	(395,913)
Transfers out	(12,016,007)	(12,016,007)	(10,255,074)	1,760,933
Total other financing sources (uses)	<u>(9,731,007)</u>	<u>(9,731,007)</u>	<u>(8,365,987)</u>	<u>1,365,020</u>
Net changes in fund balances	(5,406,685)	(5,406,685)	(7,063,776)	(1,657,091)
Fund balances, July 1	<u>16,277,679</u>	<u>16,277,679</u>	<u>18,184,057</u>	<u>1,906,378</u>
Fund balances, June 30	<u>\$ 10,870,994</u>	<u>\$ 10,870,994</u>	<u>\$ 11,120,281</u>	<u>\$ 249,287</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$ <u>5,900,000</u>	\$ <u>5,900,000</u>	\$ <u>4,497,673</u>	\$ <u>(1,402,327)</u>
Total revenues	<u>5,900,000</u>	<u>5,900,000</u>	<u>4,497,673</u>	<u>(1,402,327)</u>
Other financing sources (uses):				
Transfers out	<u>(8,732,063)</u>	<u>(8,732,063)</u>	<u>(4,425,063)</u>	<u>4,307,000</u>
Total other financing sources (uses)	<u>(8,732,063)</u>	<u>(8,732,063)</u>	<u>(4,425,063)</u>	<u>4,307,000</u>
Net changes in fund balances	(2,832,063)	(2,832,063)	72,610	2,904,673
Fund balances, July 1	<u>4,794,365</u>	<u>4,794,365</u>	<u>44,787</u>	<u>(4,749,578)</u>
Fund balances, June 30	\$ <u><u>1,962,302</u></u>	\$ <u><u>1,962,302</u></u>	\$ <u><u>117,397</u></u>	\$ <u><u>(1,844,905)</u></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, 2010

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
Revenues:				
Taxes	\$ 1,314,334	\$ 1,314,334	\$ 1,234,272	\$ (80,062)
Interest	46,929	46,929	25,562	(21,367)
Total revenues	<u>1,361,263</u>	<u>1,361,263</u>	<u>1,259,834</u>	<u>(101,429)</u>
Expenditures:				
Current:				
Economic development				
and assistance	103,200	103,200	165,664	(62,464)
Total expenditures	<u>103,200</u>	<u>103,200</u>	<u>165,664</u>	<u>(62,464)</u>
Excess (deficiency) of revenues				
over (under) expenditures	<u>1,258,063</u>	<u>1,258,063</u>	<u>1,094,170</u>	<u>(163,893)</u>
Other financing sources (uses):				
Transfers out	(1,311,565)	(1,311,565)	(1,311,565)	
Total other financing sources (uses)	<u>(1,311,565)</u>	<u>(1,311,565)</u>	<u>(1,311,565)</u>	<u>0</u>
Net changes in fund balances	(53,502)	(53,502)	(217,395)	(163,893)
Fund balances, July 1	<u>1,973,664</u>	<u>1,973,664</u>	<u>1,935,722</u>	<u>(37,942)</u>
Fund balances, June 30	<u>\$ 1,920,162</u>	<u>\$ 1,920,162</u>	<u>\$ 1,718,327</u>	<u>\$ (201,835)</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Charges for services	\$	\$	\$ 9,263	\$ 9,263
Special assessments	1,716,000	1,716,000	2,609,195	893,195
Interest	<u>255,510</u>	<u>255,510</u>	<u>342,774</u>	<u>87,264</u>
Total revenues	<u>1,971,510</u>	<u>1,971,510</u>	<u>2,961,232</u>	<u>989,722</u>
Expenditures:				
Current:				
General government	2,468,649	2,468,649	1,622,205	846,444
Public works	<u>126,252</u>	<u>126,252</u>	<u>126,252</u>	<u>126,252</u>
Total expenditures	<u>2,594,901</u>	<u>2,594,901</u>	<u>1,622,205</u>	<u>972,696</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(623,391)</u>	<u>(623,391)</u>	<u>1,339,027</u>	<u>1,962,418</u>
Other financing sources (uses):				
Transfers in	517,742	517,742	125,842	(391,900)
Transfers out	<u>(1,000,000)</u>	<u>(1,000,000)</u>	<u>(500,000)</u>	<u>500,000</u>
Total other financing sources (uses)	<u>(482,258)</u>	<u>(482,258)</u>	<u>(374,158)</u>	<u>108,100</u>
Net changes in fund balances	(1,105,649)	(1,105,649)	964,869	2,070,518
Fund balances, July 1	<u>10,487,313</u>	<u>10,487,313</u>	<u>11,445,726</u>	<u>958,413</u>
Fund balances, June 30	<u>\$ 9,381,664</u>	<u>\$ 9,381,664</u>	<u>\$ 12,410,595</u>	<u>\$ 3,028,931</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Taxes	\$ 500,000	\$ 500,000	\$ 863,784	\$ 363,784
Interest	<u>300,000</u>	<u>300,000</u>	<u>244,090</u>	<u>(55,910)</u>
Total revenues	<u>800,000</u>	<u>800,000</u>	<u>1,107,874</u>	<u>307,874</u>
Expenditures:				
Current:				
Culture and recreation	<u>10,000</u>	<u>10,000</u>	<u>7,389</u>	<u>2,611</u>
Total expenditures	<u>10,000</u>	<u>10,000</u>	<u>7,389</u>	<u>2,611</u>
Excess (deficiency) of revenues over (under) expenditures	<u>790,000</u>	<u>790,000</u>	<u>1,100,485</u>	<u>310,485</u>
Other financing sources (uses):				
Transfers out	<u>(7,000,000)</u>	<u>(7,000,000)</u>	<u>(698,086)</u>	<u>6,301,914</u>
Total other financing sources (uses)	<u>(7,000,000)</u>	<u>(7,000,000)</u>	<u>(698,086)</u>	<u>6,301,914</u>
Net changes in fund balances	(6,210,000)	(6,210,000)	402,399	6,612,399
Fund balances, July 1	<u>6,514,043</u>	<u>6,514,043</u>	<u>8,149,453</u>	<u>1,635,410</u>
Fund balances, June 30	<u>\$ 304,043</u>	<u>\$ 304,043</u>	<u>\$ 8,551,852</u>	<u>\$ 8,247,809</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$ 2,153,678	\$ 2,153,678	\$ 1,611,408	\$ (542,270)
Interest	<u>283,800</u>	<u>283,800</u>	<u>24,740</u>	<u>(259,060)</u>
Total revenues	<u>2,437,478</u>	<u>2,437,478</u>	<u>1,636,148</u>	<u>(801,330)</u>
Expenditures:				
Current:				
Public works	<u>8,440</u>	<u>8,440</u>	<u>868</u>	<u>7,572</u>
Total expenditures	<u>8,440</u>	<u>8,440</u>	<u>868</u>	<u>7,572</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,429,038</u>	<u>2,429,038</u>	<u>1,635,280</u>	<u>(793,758)</u>
Other financing sources (uses):				
Transfers out	<u>(2,925,925)</u>	<u>(2,925,925)</u>	<u>(2,225,925)</u>	<u>700,000</u>
Total other financing sources (uses)	<u>(2,925,925)</u>	<u>(2,925,925)</u>	<u>(2,225,925)</u>	<u>700,000</u>
Net changes in fund balances	(496,887)	(496,887)	(590,645)	(93,758)
Fund balances, July 1	<u>502,060</u>	<u>502,060</u>	<u>695,301</u>	<u>193,241</u>
Fund balances, June 30	<u>\$ 5,173</u>	<u>\$ 5,173</u>	<u>\$ 104,656</u>	<u>\$ 99,483</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$ 7,460,918	\$ 7,460,918	\$ 7,185,058	\$ (275,860)
Interest	448,500	448,500	432,197	(16,303)
Miscellaneous			9,226	9,226
Total revenues	<u>7,909,418</u>	<u>7,909,418</u>	<u>7,626,481</u>	<u>(282,937)</u>
Expenditures:				
Current:				
Public works	<u>20,000,000</u>	<u>20,000,000</u>	<u>7,410,808</u>	<u>12,589,192</u>
Total expenditures	<u>20,000,000</u>	<u>20,000,000</u>	<u>7,410,808</u>	<u>12,589,192</u>
Net changes in fund balances	(12,090,582)	(12,090,582)	215,673	12,306,255
Fund balances, July 1	<u>13,422,914</u>	<u>13,422,914</u>	<u>15,102,764</u>	<u>1,679,850</u>
Fund balances, June 30	<u>\$ 1,332,332</u>	<u>\$ 1,332,332</u>	<u>\$ 15,318,437</u>	<u>\$ 13,986,105</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, 2010

	<u>Budgeted Amounts</u>			Variance with
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
Revenues:				
Intergovernmental	\$ 19,000,000	\$ 19,000,000	\$ 11,112,899	\$ (7,887,101)
Charges for services			86,374	86,374
Interest	80,000	80,000	279,740	199,740
Miscellaneous			389,312	389,312
Total revenues	<u>19,080,000</u>	<u>19,080,000</u>	<u>11,868,325</u>	<u>(7,211,675)</u>
Expenditures:				
Current:				
Economic development and assistance	29,654,985	29,654,985	12,423,809	17,231,176
Capital outlay:				
Economic development and assistance			3,542	(3,542)
Total expenditures	<u>29,654,985</u>	<u>29,654,985</u>	<u>12,427,351</u>	<u>17,227,634</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(10,574,985)</u>	<u>(10,574,985)</u>	<u>(559,026)</u>	<u>10,015,959</u>
Other financing sources (uses):				
Transfers in	4,670,757	4,670,757	5,090,369	419,612
Transfers out			(273,100)	(273,100)
Total other financing sources (uses)	<u>4,670,757</u>	<u>4,670,757</u>	<u>4,817,269</u>	<u>146,512</u>
Net changes in fund balances	(5,904,228)	(5,904,228)	4,258,243	10,162,471
Fund balances, July 1	<u>8,103,325</u>	<u>8,103,325</u>	<u>8,415,612</u>	<u>312,287</u>
Fund balances, June 30	<u>\$ 2,199,097</u>	<u>\$ 2,199,097</u>	<u>\$ 12,673,855</u>	<u>\$ 10,474,758</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$ 24,676,739	\$ 24,676,739	\$ 9,801,659	\$ (14,875,080)
Charges for services	232,300	232,300	129,624	(102,676)
Miscellaneous	<u>767,650</u>	<u>767,650</u>	<u>405,176</u>	<u>(362,474)</u>
Total revenues	<u>25,676,689</u>	<u>25,676,689</u>	<u>10,336,459</u>	<u>(15,340,230)</u>
Expenditures:				
Current:				
Economic development and assistance	22,669,841	22,169,841	7,022,091	15,147,750
Capital outlay:				
Economic development and assistance			357	(357)
Total expenditures	<u>22,669,841</u>	<u>22,169,841</u>	<u>7,022,448</u>	<u>15,147,393</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,006,848</u>	<u>3,506,848</u>	<u>3,314,011</u>	<u>(192,837)</u>
Other financing sources (uses):				
Transfers out	<u>(2,817,246)</u>	<u>(3,317,246)</u>	<u>(3,298,059)</u>	<u>19,187</u>
Total other financing sources (uses)	<u>(2,817,246)</u>	<u>(3,317,246)</u>	<u>(3,298,059)</u>	<u>19,187</u>
Net changes in fund balances	189,602	189,602	15,952	(173,650)
Fund balances, July 1	<u>1,838,207</u>	<u>1,838,207</u>	<u>866,127</u>	<u>(972,080)</u>
Fund balances, June 30	<u>\$ 2,027,809</u>	<u>\$ 2,027,809</u>	<u>\$ 882,079</u>	<u>\$ (1,145,730)</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Interest	\$ 73,385	\$ 73,385	\$ 160,201	\$ 86,816
Miscellaneous	49,343	49,343	58,954	9,611
Total revenues	<u>122,728</u>	<u>122,728</u>	<u>219,155</u>	<u>96,427</u>
Expenditures:				
Current:				
Economic development and assistance	1,266,084	1,266,084	659,046	607,038
Capital outlay:				
Economic development and assistance	<u>1,300,000</u>	<u>1,300,000</u>		<u>1,300,000</u>
Total expenditures	<u>2,566,084</u>	<u>2,566,084</u>	<u>659,046</u>	<u>1,907,038</u>
Net changes in fund balances	(2,443,356)	(2,443,356)	(439,891)	2,003,465
Fund balances, July 1	<u>13,757,083</u>	<u>13,757,083</u>	<u>14,177,514</u>	<u>420,431</u>
Fund balances, June 30	<u>\$ 11,313,727</u>	<u>\$ 11,313,727</u>	<u>\$ 13,737,623</u>	<u>\$ 2,423,896</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Taxes	\$ 16,358,660	\$ 16,358,660	\$ 16,887,184	\$ 528,524
Interest	<u>230,000</u>	<u>230,000</u>	<u>82,548</u>	<u>(147,452)</u>
Total revenues	<u>16,588,660</u>	<u>16,588,660</u>	<u>16,969,732</u>	<u>381,072</u>
Expenditures:				
Current:				
Public safety	<u>8,730</u>	<u>8,730</u>	<u>3,095</u>	<u>5,635</u>
Total expenditures	<u>8,730</u>	<u>8,730</u>	<u>3,095</u>	<u>5,635</u>
Excess (deficiency) of revenues over (under) expenditures	<u>16,579,930</u>	<u>16,579,930</u>	<u>16,966,637</u>	<u>386,707</u>
Other financing sources (uses):				
Transfers out	<u>(19,599,824)</u>	<u>(19,599,824)</u>	<u>(19,599,190)</u>	<u>634</u>
Total other financing sources (uses)	<u>(19,599,824)</u>	<u>(19,599,824)</u>	<u>(19,599,190)</u>	<u>634</u>
Net changes in fund balances	(3,019,894)	(3,019,894)	(2,632,553)	387,341
Fund balances, July 1	<u>5,086,372</u>	<u>5,086,372</u>	<u>5,239,526</u>	<u>153,154</u>
Fund balances, June 30	<u>\$ 2,066,478</u>	<u>\$ 2,066,478</u>	<u>\$ 2,606,973</u>	<u>\$ 540,495</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
FISCAL STABILIZATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
Revenues:				
Interest	\$ <u>1,535,000</u>	\$ <u>1,535,000</u>	\$ <u>1,549,081</u>	\$ <u>14,081</u>
Total revenues	<u>1,535,000</u>	<u>1,535,000</u>	<u>1,549,081</u>	<u>14,081</u>
Expenditures:				
Current:				
General government	<u>45,000</u>	<u>55,000</u>	<u>46,539</u>	<u>8,461</u>
Total expenditures	<u>45,000</u>	<u>55,000</u>	<u>46,539</u>	<u>8,461</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,490,000</u>	<u>1,480,000</u>	<u>1,502,542</u>	<u>22,542</u>
Other financing sources (uses):				
Transfers in	<u>4,000,000</u>	<u>4,000,000</u>		<u>(4,000,000)</u>
Total other financing sources (uses)	<u>4,000,000</u>	<u>4,000,000</u>	<u>0</u>	<u>(4,000,000)</u>
Net changes in fund balances	5,490,000	5,480,000	1,502,542	(3,977,458)
Fund balances, July 1	<u>46,931,510</u>	<u>46,941,510</u>	<u>51,862,278</u>	<u>4,920,768</u>
Fund balances, June 30	\$ <u><u>52,421,510</u></u>	\$ <u><u>52,421,510</u></u>	\$ <u><u>53,364,820</u></u>	\$ <u><u>943,310</u></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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Interest	\$ 103,631	\$ 103,631	\$ 97,839	\$ (5,792)
Miscellaneous	<u>399,350</u>	<u>399,350</u>	<u>279,281</u>	<u>(120,069)</u>
Total revenues	<u>502,981</u>	<u>502,981</u>	<u>377,120</u>	<u>(125,861)</u>
Expenditures:				
Current:				
General government	997,990	997,990		997,990
Economic development and assistance	13,686,819	13,686,819	4,767,337	8,919,482
Capital outlay:				
Economic development and assistance	<u>300,000</u>	<u>300,000</u>		<u>300,000</u>
Total expenditures	<u>14,984,809</u>	<u>14,984,809</u>	<u>4,767,337</u>	<u>10,217,472</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(14,481,828)</u>	<u>(14,481,828)</u>	<u>(4,390,217)</u>	<u>10,091,611</u>
Other financing sources (uses):				
Transfers in	14,200,000	14,200,000	16,200,000	2,000,000
Transfers out			<u>(14,955,183)</u>	<u>(14,955,183)</u>
Total other financing sources (uses)	<u>14,200,000</u>	<u>14,200,000</u>	<u>1,244,817</u>	<u>(12,955,183)</u>
Net changes in fund balances	(281,828)	(281,828)	(3,145,400)	(2,863,572)
Fund balances, July 1	<u>12,266,531</u>	<u>12,266,531</u>	<u>21,078,326</u>	<u>8,811,795</u>
Fund balances, June 30	<u>\$ 11,984,703</u>	<u>\$ 11,984,703</u>	<u>\$ 17,932,926</u>	<u>\$ 5,948,223</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Taxes	\$	\$	\$ 242	\$ 242
Intergovernmental	900,000	900,000	949,268	49,268
Interest	<u>5,967</u>	<u>5,967</u>	<u>43,084</u>	<u>37,117</u>
Total revenues	<u>905,967</u>	<u>905,967</u>	<u>992,594</u>	<u>86,627</u>
Expenditures:				
Debt service:				
Principal retirement	21,349,000	21,349,000	21,349,000	
Interest and fiscal charges	<u>14,596,323</u>	<u>14,596,323</u>	<u>16,689,561</u>	<u>(2,093,238)</u>
Total expenditures	<u>35,945,323</u>	<u>35,945,323</u>	<u>38,038,561</u>	<u>(2,093,238)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(35,039,356)</u>	<u>(35,039,356)</u>	<u>(37,045,967)</u>	<u>(2,006,611)</u>
Other financing sources (uses):				
Transfers in	<u>30,623,359</u>	<u>30,623,359</u>	<u>32,148,448</u>	<u>1,525,089</u>
Total other financing sources (uses)	<u>30,623,359</u>	<u>30,623,359</u>	<u>32,148,448</u>	<u>1,525,089</u>
Net changes in fund balances	(4,415,997)	(4,415,997)	(4,897,519)	(481,522)
Fund balances, July 1	<u>5,285,550</u>	<u>5,285,550</u>	<u>5,392,788</u>	<u>107,238</u>
Fund balances, June 30	<u>\$ 869,553</u>	<u>\$ 869,553</u>	<u>\$ 495,269</u>	<u>\$ (374,284)</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Taxes	\$ 25,948,649	\$ 26,755,649	\$ 28,279,830	\$ 1,524,181
Interest	<u>73,638</u>	<u>73,638</u>	<u>7,768</u>	<u>(65,870)</u>
Total revenues	<u>26,022,287</u>	<u>26,829,287</u>	<u>28,287,598</u>	<u>1,458,311</u>
Expenditures:				
Debt service:				
Principal retirement	3,515,000	3,515,000	3,515,000	
Interest and fiscal charges	<u>9,360,838</u>	<u>10,780,838</u>	<u>10,758,844</u>	<u>21,994</u>
Total expenditures	<u>12,875,838</u>	<u>14,295,838</u>	<u>14,273,844</u>	<u>21,994</u>
Excess (deficiency) of revenues over (under) expenditures	<u>13,146,449</u>	<u>12,533,449</u>	<u>14,013,754</u>	<u>1,480,305</u>
Other financing sources (uses):				
Transfers in	273,100	273,100	273,100	
Transfers out	<u>(18,870,757)</u>	<u>(18,257,757)</u>	<u>(18,290,369)</u>	<u>(32,612)</u>
Total other financing sources (uses)	<u>(18,597,657)</u>	<u>(17,984,657)</u>	<u>(18,017,269)</u>	<u>(32,612)</u>
Net changes in fund balances	(5,451,208)	(5,451,208)	(4,003,515)	1,447,693
Fund balances, July 1	<u>16,446,353</u>	<u>16,446,353</u>	<u>9,628,185</u>	<u>(6,818,168)</u>
Fund balances, June 30	<u>\$ 10,995,145</u>	<u>\$ 10,995,145</u>	<u>\$ 5,624,670</u>	<u>\$ (5,370,475)</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$ 4,454,000	\$ 4,454,000	\$	\$ (4,454,000)
Charges for services			778,875	778,875
Interest	328,022	328,022	57,754	(270,268)
Miscellaneous			1,850	1,850
Total revenues	<u>4,782,022</u>	<u>4,782,022</u>	<u>838,479</u>	<u>(3,943,543)</u>
Expenditures:				
Current:				
General government	4,685	4,685	235,743	(231,058)
Economic development and assistance			2,185	(2,185)
Capital outlay:				
General government	5,722,000	5,722,000	129,117	5,592,883
Economic development and assistance	20,624,290	20,624,290	7,855,446	12,768,844
Total expenditures	<u>26,350,975</u>	<u>26,350,975</u>	<u>8,222,491</u>	<u>18,128,484</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(21,568,953)</u>	<u>(21,568,953)</u>	<u>(7,384,012)</u>	<u>14,184,941</u>
Other financing sources (uses):				
Transfers in	4,763,991	4,763,991	4,432,929	(331,062)
Transfers out	(1,492,055)	(1,492,055)	(1,492,055)	
Total other financing sources (uses)	<u>3,271,936</u>	<u>3,271,936</u>	<u>2,940,874</u>	<u>(331,062)</u>
Net changes in fund balances	(18,297,017)	(18,297,017)	(4,443,138)	13,853,879
Fund balances, July 1	<u>19,945,769</u>	<u>19,945,769</u>	<u>19,303,352</u>	<u>(642,417)</u>
Fund balances, June 30	<u>\$ 1,648,752</u>	<u>\$ 1,648,752</u>	<u>\$ 14,860,214</u>	<u>\$ 13,211,462</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$	\$	\$ 85,072	\$ 85,072
Interest	888,283	888,283	585,368	(302,915)
Miscellaneous			234	234
Total revenues	<u>888,283</u>	<u>888,283</u>	<u>670,674</u>	<u>(217,609)</u>
Expenditures:				
Current:				
Public safety	20,086	20,086	1,769,709	(1,749,623)
Capital outlay:				
Public safety	13,526,605	13,526,605	5,376,477	8,150,128
Total expenditures	<u>13,546,691</u>	<u>13,546,691</u>	<u>7,146,186</u>	<u>6,400,505</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(12,658,408)</u>	<u>(12,658,408)</u>	<u>(6,475,512)</u>	<u>6,182,896</u>
Other financing sources (uses):				
Transfers in	2,100,000	2,100,000	4,949,251	2,849,251
Transfers out	<u>(4,159,980)</u>	<u>(4,159,980)</u>	<u>(4,206,580)</u>	<u>(46,600)</u>
Total other financing sources (uses)	<u>(2,059,980)</u>	<u>(2,059,980)</u>	<u>742,671</u>	<u>2,802,651</u>
Net changes in fund balances	(14,718,388)	(14,718,388)	(5,732,841)	8,985,547
Fund balances, July 1	<u>30,181,070</u>	<u>30,181,070</u>	<u>32,253,187</u>	<u>2,072,117</u>
Fund balances, June 30	<u>\$ 15,462,682</u>	<u>\$ 15,462,682</u>	<u>\$ 26,520,346</u>	<u>\$ 11,057,664</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Intergovernmental	\$ 13,450,000	\$ 13,450,000	\$ 323,199	\$ (13,126,801)
Charges for services	375	375	32,934	32,559
Interest	429,509	429,509	701,755	272,246
Miscellaneous	<u>2,200</u>	<u>2,200</u>	<u>150</u>	<u>(2,050)</u>
Total revenues	<u>13,882,084</u>	<u>13,882,084</u>	<u>1,058,038</u>	<u>(12,824,046)</u>
Expenditures:				
Current:				
Public works	12,772	12,772	168,379	(155,607)
Capital outlay:				
Public works	<u>23,031,240</u>	<u>22,581,240</u>	<u>713,298</u>	<u>21,867,942</u>
Total expenditures	<u>23,044,012</u>	<u>22,594,012</u>	<u>881,677</u>	<u>21,712,335</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,161,928)</u>	<u>(8,711,928)</u>	<u>176,361</u>	<u>8,888,289</u>
Other financing sources (uses):				
Transfers in	5,093,600	5,093,600	6,987,034	1,893,434
Transfers out	<u>(450,000)</u>	<u>(450,000)</u>	<u>(441,600)</u>	<u>8,400</u>
Total other financing sources (uses)	<u>5,093,600</u>	<u>4,643,600</u>	<u>6,545,434</u>	<u>1,901,834</u>
Net changes in fund balances	(4,068,328)	(4,068,328)	6,721,795	10,790,123
Fund balances, July 1	<u>19,910,508</u>	<u>19,910,508</u>	<u>19,974,153</u>	<u>63,645</u>
Fund balances, June 30	<u>\$ 15,842,180</u>	<u>\$ 15,842,180</u>	<u>\$ 26,695,948</u>	<u>\$ 10,853,768</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Licenses and permits	\$ 600,000	\$ 600,000	\$ 453,408	\$ (146,592)
Intergovernmental	1,511,000	1,511,000	887,794	(623,206)
Interest	237,887	237,887	184,031	(53,856)
Miscellaneous			10,000	10,000
Total revenues	<u>2,348,887</u>	<u>2,348,887</u>	<u>1,535,233</u>	<u>(813,654)</u>
Expenditures:				
Current:				
Public safety	7,074	7,074	13,164	(6,090)
Capital outlay:				
Public safety	7,523,727	7,523,727	1,993,034	5,530,693
Total expenditures	<u>7,530,801</u>	<u>7,530,801</u>	<u>2,006,198</u>	<u>5,524,603</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,181,914)</u>	<u>(5,181,914)</u>	<u>(470,965)</u>	<u>4,710,949</u>
Other financing sources (uses):				
Transfers in			439,879	439,879
Transfers out			(12,600)	(12,600)
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>427,279</u>	<u>427,279</u>
Net changes in fund balances	(5,181,914)	(5,181,914)	(43,686)	5,138,228
Fund balances, July 1	<u>5,944,548</u>	<u>5,944,548</u>	<u>6,538,879</u>	<u>594,331</u>
Fund balances, June 30	<u>\$ 762,634</u>	<u>\$ 762,634</u>	<u>\$ 6,495,193</u>	<u>\$ 5,732,559</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Interest	\$ 152,272	\$ 152,272	\$ 118,740	\$ (33,532)
Total revenues	<u>152,272</u>	<u>152,272</u>	<u>118,740</u>	<u>(33,532)</u>
Expenditures:				
Current:				
Public safety	4,528	4,528	3,792	736
Capital outlay:				
Public safety	3,602,982	3,602,982	58,182	3,544,800
Total expenditures	<u>3,607,510</u>	<u>3,607,510</u>	<u>61,974</u>	<u>3,545,536</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,455,238)</u>	<u>(3,455,238)</u>	<u>56,766</u>	<u>3,512,004</u>
Other financing sources (uses):				
Transfers out	<u>(1,215,400)</u>	<u>(1,215,400)</u>	<u>(1,224,400)</u>	<u>(9,000)</u>
Total other financing sources (uses)	<u>(1,215,400)</u>	<u>(1,215,400)</u>	<u>(1,224,400)</u>	<u>(9,000)</u>
Net changes in fund balances	(4,670,638)	(4,670,638)	(1,167,634)	3,503,004
Fund balances, July 1	<u>4,940,481</u>	<u>4,940,481</u>	<u>4,934,472</u>	<u>(6,009)</u>
Fund balances, June 30	<u>\$ 269,843</u>	<u>\$ 269,843</u>	<u>\$ 3,766,838</u>	<u>\$ 3,496,995</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Special assessments	\$ 1,191,814	\$ 1,191,814	\$ 1,169,852	\$ (21,962)
Interest	255,888	255,888	49,953	(205,935)
Total revenues	<u>1,447,702</u>	<u>1,447,702</u>	<u>1,219,805</u>	<u>(227,897)</u>
Expenditures:				
Current:				
Public works	65,000	65,000	34,125	30,875
Capital outlay:				
Public works	6,414,926	6,414,926	971,202	5,443,724
Total expenditures	<u>6,479,926</u>	<u>6,479,926</u>	<u>1,005,327</u>	<u>5,474,599</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,032,224)</u>	<u>(5,032,224)</u>	<u>214,478</u>	<u>5,246,702</u>
Other financing sources (uses):				
Transfers in	1,000,000	1,000,000	1,249,363	249,363
Transfers out	(1,435,148)	(1,435,148)	(1,049,617)	385,531
Special assessment bonds issued	2,200,000	2,200,000		(2,200,000)
Total other financing sources (uses)	<u>1,764,852</u>	<u>1,764,852</u>	<u>199,746</u>	<u>(1,565,106)</u>
Net changes in fund balances	(3,267,372)	(3,267,372)	414,224	3,681,596
Fund balances, July 1	<u>24,192,183</u>	<u>24,192,183</u>	<u>23,515,351</u>	<u>(676,832)</u>
Fund balances, June 30	<u>\$ 20,924,811</u>	<u>\$ 20,924,811</u>	<u>\$ 23,929,575</u>	<u>\$ 3,004,764</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Revenues:				
Charges for services	\$ 50,000	\$ 50,000	\$ 36,590	\$ (13,410)
Interest	<u>150,000</u>	<u>150,000</u>	<u>426,585</u>	<u>276,585</u>
Total revenues	<u>200,000</u>	<u>200,000</u>	<u>463,175</u>	<u>263,175</u>
Expenditures:				
Current:				
Health	<u>150,000</u>	<u>150,000</u>	<u>90,557</u>	<u>59,443</u>
Total expenditures	<u>150,000</u>	<u>150,000</u>	<u>90,557</u>	<u>59,443</u>
Net changes in fund balances	50,000	50,000	372,618	322,618
Fund balances, July 1	<u>1,685,816</u>	<u>1,685,816</u>	<u>1,390,709</u>	<u>(295,107)</u>
Fund balances, June 30	<u>\$ 1,735,816</u>	<u>\$ 1,735,816</u>	<u>\$ 1,763,327</u>	<u>\$ 27,511</u>

See accompanying independent auditors' report.

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Major Proprietary Funds



Major Proprietary Funds

ENTERPRISE FUNDS

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

SANITATION FUND

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

NONPROFIT CORPORATIONS

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

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CITY OF LAS VEGAS, NEVADA
SANITATION ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services:				
Sewer charges to citizens	\$ 82,342,000	\$ 82,342,000	\$ 81,692,613	\$ (649,387)
Sewer charges - North				
Las Vegas	11,000,000	11,000,000	14,770,178	3,770,178
Other	725,000	725,000	901,233	176,233
Miscellaneous			104,907	104,907
Total operating revenues	<u>94,067,000</u>	<u>94,067,000</u>	<u>97,468,931</u>	<u>3,401,931</u>
Operating expenses:				
Salaries and employee benefits	25,148,601	25,148,601	23,879,896	1,268,705
Services and supplies	35,228,120	35,228,120	32,865,882	2,362,238
Depreciation	20,658,610	20,658,610	21,152,551	(493,941)
Total operating expenses	<u>81,035,331</u>	<u>81,035,331</u>	<u>77,898,329</u>	<u>3,137,002</u>
Operating income (loss)	<u>13,031,669</u>	<u>13,031,669</u>	<u>19,570,602</u>	<u>6,538,933</u>
Nonoperating revenues (expenses):				
Interest revenue	4,600,358	4,600,358	4,758,677	158,319
Interest expense	(3,241,694)	(3,241,694)	(3,237,442)	4,252
Sewer connection charges	7,150,000	7,150,000	5,589,126	(1,560,874)
Gain (loss) on sale of capital assets			(1,293)	(1,293)
Intergovernmental revenue	9,602,000	9,602,000	8,749,488	(852,512)
Intergovernmental expense	<u>(4,585,000)</u>	<u>(4,585,000)</u>	<u>(6,644,818)</u>	<u>(2,059,818)</u>
Total nonoperating revenues (expenses)	<u>13,525,664</u>	<u>13,525,664</u>	<u>9,213,738</u>	<u>(4,311,926)</u>
Income (loss) before contributions and transfers	26,557,333	26,557,333	28,784,340	2,227,007
Capital contributions - sewer lines	6,000,000	6,000,000	7,941,440	1,941,440
Transfers out	<u>(1,500,000)</u>	<u>(1,500,000)</u>		<u>1,500,000</u>
Changes in net assets	31,057,333	31,057,333	36,725,780	5,668,447
Total net assets, July 1	<u>603,146,407</u>	<u>603,146,407</u>	<u>603,146,407</u>	
Total net assets, June 30	<u>\$ 634,203,740</u>	<u>\$ 634,203,740</u>	<u>\$ 639,872,187</u>	<u>\$ 5,668,447</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Miscellaneous:				
Other	\$ <u>1,272,620</u>	\$ <u>1,272,620</u>	\$ <u>1,109,133</u>	\$ <u>(163,487)</u>
Total operating revenues	<u>1,272,620</u>	<u>1,272,620</u>	<u>1,109,133</u>	<u>(163,487)</u>
Operating expenses:				
Services and supplies	<u>1,272,620</u>	<u>1,272,620</u>	<u>516,874</u>	<u>755,746</u>
Total operating expenses	<u>1,272,620</u>	<u>1,272,620</u>	<u>516,874</u>	<u>755,746</u>
Operating income (loss)	<u>0</u>	<u>0</u>	<u>592,259</u>	<u>592,259</u>
Nonoperating revenues (expenses):				
Interest revenue			37,721	37,721
Interest expense			(81,154)	(81,154)
Total nonoperating revenues (expenses)	<u>0</u>	<u>0</u>	<u>(43,433)</u>	<u>(43,433)</u>
Income (loss) before contributions and transfers	<u>0</u>	<u>0</u>	<u>548,826</u>	<u>548,826</u>
Transfers in			<u>10,788,120</u>	<u>10,788,120</u>
Changes in net assets	<u>0</u>	<u>0</u>	<u>11,336,946</u>	<u>11,336,946</u>
Total net assets, July 1	<u>25,078,122</u>	<u>25,078,122</u>	<u>25,078,122</u>	
Total net assets, June 30	\$ <u><u>25,078,122</u></u>	\$ <u><u>25,078,122</u></u>	\$ <u><u>36,415,068</u></u>	\$ <u><u>11,336,946</u></u>

See accompanying independent auditor's report.



Non-Major Proprietary Funds



Nonmajor Proprietary Funds

ENTERPRISE FUNDS

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

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

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

Video Production Fund—This fund is used to provide equipment and studios for television programming over the public, educational and government channels. (This fund was dissolved as of June 30, 2010 and moved into the General Fund)

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
 COMBINING STATEMENT OF NET ASSETS
 NONMAJOR PROPRIETARY FUNDS
 JUNE 30, 2010

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
ASSETS		
Current assets:		
Pooled cash and investments	\$ 741,391	\$ 8,825,479
Receivables (net of allowances for uncollectibles):		
Accounts		2,689
Interest	3,934	48,260
Loans		2,781,449
Inventories	23,791	
Prepaid items	100,372	
Deposits	26,191	
Total current assets	<u>895,679</u>	<u>11,657,877</u>
Noncurrent assets:		
Deferred charges-bond issuance costs	<u>47,311</u>	
Capital assets:		
Land	795,047	2,531,083
Land improvements	13,226,058	48,945
Buildings	4,414,014	2,116,942
Building improvements	123,203	580,492
Machinery and equipment	534,496	5,875
Less accumulated depreciation	<u>(7,982,646)</u>	<u>(2,751,191)</u>
Total capital assets (net of accumulated depreciation)	<u>11,110,172</u>	<u>2,532,146</u>
Total noncurrent assets	<u>11,157,483</u>	<u>2,532,146</u>
Total assets	<u>12,053,162</u>	<u>14,190,023</u>

<u>Building & Safety</u>	<u>Totals</u>
\$ 6,143,220	\$ 15,710,090
	2,689
33,638	85,832
	2,781,449
	23,791
	100,372
	26,191
<u>6,176,858</u>	<u>18,730,414</u>
	47,311
	3,326,130
	13,275,003
	6,530,956
	703,695
	540,371
	<u>(10,733,837)</u>
<u>0</u>	<u>13,642,318</u>
<u>0</u>	<u>13,689,629</u>
<u>6,176,858</u>	<u>32,420,043</u>

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF NET ASSETS (continued)
 NONMAJOR PROPRIETARY FUNDS
 JUNE 30, 2010

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 6,449	\$ 36,671
Salaries payable		49,575
Deposits payable		17,428
Compensated absences payable		186,612
Unearned revenue	8,970	23,500
General obligation revenue bonds payable	540,051	
Interest payable	43,126	
Intergovernmental payable	1,440	8,366
Total current liabilities	<u>600,036</u>	<u>322,152</u>
Noncurrent liabilities:		
Compensated absences payable		65,627
General obligation revenue bonds payable	8,543,035	
Unearned revenue	8,916	634,625
Total noncurrent liabilities	<u>8,551,951</u>	<u>700,252</u>
Total liabilities	<u>9,151,987</u>	<u>1,022,404</u>
NET ASSETS		
Invested in capital assets, net of related debt	2,027,086	2,532,146
Unrestricted	874,089	10,635,473
Total net assets	<u>\$ 2,901,175</u>	<u>\$ 13,167,619</u>

See accompanying independent auditors' report.

<u>Building & Safety</u>	<u>Totals</u>
\$ 21,154	\$ 64,274
143,053	192,628
	17,428
934,781	1,121,393
	32,470
	540,051
	43,126
	9,806
<u>1,098,988</u>	<u>2,021,176</u>
328,739	394,366
	8,543,035
	643,541
<u>328,739</u>	<u>9,580,942</u>
<u>1,427,727</u>	<u>11,602,118</u>
	4,559,232
<u>4,749,131</u>	<u>16,258,693</u>
<u>\$ 4,749,131</u>	<u>\$ 20,817,925</u>

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN FUND NET ASSETS
 NONMAJOR PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Operating revenues:		
Licenses and permits	\$	\$
Charges for services	942,224	1,789,041
Fines and forfeits		4,243,997
Miscellaneous	<u>339,456</u>	<u>636,166</u>
Total operating revenues	<u>1,281,680</u>	<u>6,669,204</u>
Operating expenses:		
Salaries and employee benefits		2,232,164
Services and supplies	1,279,247	1,663,151
Cost of stores issued	65,814	
Depreciation	<u>780,281</u>	<u>115</u>
Total operating expenses	<u>2,125,342</u>	<u>3,895,430</u>
Operating income (loss)	<u>(843,662)</u>	<u>2,773,774</u>
Nonoperating revenues (expenses):		
Interest revenue	21,854	227,499
Interest expense	(529,326)	(747)
Gain (loss) on sale of capital assets		
Intergovernmental expense	<u>(38,614)</u>	
Total nonoperating revenues (expenses)	<u>(546,086)</u>	<u>226,752</u>
Income (loss) before contributions and transfers	(1,389,748)	3,000,526
Transfers in	1,200,000	
Transfers out		<u>(563,985)</u>
Changes in net assets	(189,748)	2,436,541
Total net assets, July 1	<u>3,090,923</u>	<u>10,731,078</u>
Total net assets, June 30	<u>\$ 2,901,175</u>	<u>\$ 13,167,619</u>

See accompanying independent auditors' report.

Video Production	Building & Safety	Totals
\$ 2,368,187	\$ 6,548,309	\$ 8,916,496
119,131	967,923	3,818,319
		4,243,997
291		975,913
<u>2,487,609</u>	<u>7,516,232</u>	<u>17,954,725</u>
1,178,014	6,205,452	9,615,630
338,962	1,421,867	4,703,227
		65,814
147,575		927,971
<u>1,664,551</u>	<u>7,627,319</u>	<u>15,312,642</u>
<u>823,058</u>	<u>(111,087)</u>	<u>2,642,083</u>
25,110	186,424	460,887
		(530,073)
(661,400)		(661,400)
		(38,614)
<u>(636,290)</u>	<u>186,424</u>	<u>(769,200)</u>
186,768	75,337	1,872,883
	72,723	1,272,723
<u>(3,639,671)</u>		<u>(4,203,656)</u>
(3,452,903)	148,060	(1,058,050)
<u>3,452,903</u>	<u>4,601,071</u>	<u>21,875,975</u>
<u>\$ 0</u>	<u>\$ 4,749,131</u>	<u>\$ 20,817,925</u>

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Cash flows from operating activities:		
Cash received from customers	\$ 1,282,606	\$ 6,582,412
Cash payments to suppliers for goods and services	(1,325,499)	(1,648,543)
Cash payments to employees for services	<u>(2,262,214)</u>	<u>(2,262,214)</u>
Net cash provided by (used in) operating activities	<u>(42,893)</u>	<u>2,671,655</u>
Cash flows from noncapital financing activities:		
Transfers in from other funds	1,200,000	
Transfers out to other funds		(563,985)
Contributions to other governments	<u>(38,614)</u>	<u></u>
Net cash provided by (used in) noncapital financing activities	<u>1,161,386</u>	<u>(563,985)</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(192,246)	
Principal paid on bonds	(455,000)	
Interest paid	<u>(587,813)</u>	<u>(747)</u>
Net cash provided by (used in) capital and related financing activities	<u>(1,235,059)</u>	<u>(747)</u>
Cash flows from investing activities:		
Interest and dividends on investments	<u>23,340</u>	<u>224,221</u>
Net cash provided by (used in) investing activities	<u>23,340</u>	<u>224,221</u>
Net increase (decrease) in cash and cash equivalents	(93,226)	2,331,144
Cash and cash equivalents, July 1	<u>834,617</u>	<u>6,494,335</u>
Cash and cash equivalents, June 30	<u><u>\$ 741,391</u></u>	<u><u>\$ 8,825,479</u></u>

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 2,489,273	\$ 7,516,232	\$ 17,870,523
(345,164)	(1,418,984)	(4,738,190)
<u>(1,346,635)</u>	<u>(6,295,258)</u>	<u>(9,904,107)</u>
<u>797,474</u>	<u>(198,010)</u>	<u>3,228,226</u>
	72,723	1,272,723
(3,639,671)		(4,203,656)
		<u>(38,614)</u>
<u>(3,639,671)</u>	<u>72,723</u>	<u>(2,969,547)</u>
(6,680)		(198,926)
		(455,000)
		<u>(588,560)</u>
<u>(6,680)</u>		<u>(1,242,486)</u>
<u>43,758</u>	<u>185,081</u>	<u>476,400</u>
<u>43,758</u>	<u>185,081</u>	<u>476,400</u>
(2,805,119)	59,794	(507,407)
<u>2,805,119</u>	<u>6,083,426</u>	<u>16,217,497</u>
<u>\$ 0</u>	<u>\$ 6,143,220</u>	<u>\$ 15,710,090</u>

Continued

CITY OF LAS VEGAS, NEVADA
COMBINING STATEMENT OF CASH FLOWS (continued)
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Reconciliation of operating income to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (843,662)	\$ 2,773,774
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Depreciation	780,281	115
Change in assets and liabilities:		
(Increase) decrease in accounts receivable		90,073
(Increase) decrease in intergovernmental receivable		
(Increase) decrease in inventories	(3,253)	
(Increase) decrease in prepaid items	20,878	
Increase (decrease) in accounts payable	2,266	6,242
Increase (decrease) in salaries payable		(7,440)
Increase (decrease) in intergovernmental payable	(329)	8,366
Increase (decrease) in compensated absences payable		(22,610)
Increase (decrease) in deposits payable		(915)
Increase (decrease) in unearned revenue	<u>926</u>	<u>(175,950)</u>
Net cash provided by (used in) operating activities	<u>\$ (42,893)</u>	<u>\$ 2,671,655</u>
Noncash investing, capital, and financing activities:		
Contribution of assets to government		

See accompanying independent auditors' report.

<u>Video Production</u>	<u>Building & Safety</u>	<u>Totals</u>
\$ 823,058	\$ (111,087)	\$ 2,642,083
147,575		927,971
		90,073
1,664		1,664
		(3,253)
		20,878
(6,202)	2,883	5,189
(27,274)	1,226	(33,488)
		8,037
(141,347)	(91,032)	(254,989)
		(915)
		<u>(175,024)</u>
<u>\$ 797,474</u>	<u>\$ (198,010)</u>	<u>\$ 3,228,226</u>

661,400

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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services:				
Other	\$ 1,082,000	\$ 1,082,000	\$ 942,224	\$ (139,776)
Miscellaneous	200,000	200,000	339,456	139,456
Total operating revenues	<u>1,282,000</u>	<u>1,282,000</u>	<u>1,281,680</u>	<u>(320)</u>
Operating expenses:				
Services and supplies	1,861,752	1,821,752	1,279,247	542,505
Cost of stores issued	110,621	110,621	65,814	44,807
Depreciation	<u>776,515</u>	<u>776,515</u>	<u>780,281</u>	<u>(3,766)</u>
Total operating expenses	<u>2,748,888</u>	<u>2,708,888</u>	<u>2,125,342</u>	<u>583,546</u>
Operating income (loss)	<u>(1,466,888)</u>	<u>(1,426,888)</u>	<u>(843,662)</u>	<u>583,226</u>
Nonoperating revenues (expenses):				
Interest revenue	25,250	25,250	21,854	(3,396)
Interest expense	(529,326)	(529,326)	(529,326)	
Intergovernmental revenue	250,000	250,000		(250,000)
Intergovernmental expense	<u></u>	<u>(40,000)</u>	<u>(38,614)</u>	<u>1,386</u>
Total nonoperating revenues (expenses)	<u>(254,076)</u>	<u>(294,076)</u>	<u>(546,086)</u>	<u>(252,010)</u>
Income (loss) before contributions and transfers	(1,720,964)	(1,720,964)	(1,389,748)	331,216
Transfers in	<u>1,200,000</u>	<u>1,200,000</u>	<u>1,200,000</u>	
Changes in net assets	(520,964)	(520,964)	(189,748)	331,216
Total net assets, July 1	<u>3,090,923</u>	<u>3,090,923</u>	<u>3,090,923</u>	
Total net assets, June 30	<u>\$ 2,569,959</u>	<u>\$ 2,569,959</u>	<u>\$ 2,901,175</u>	<u>\$ 331,216</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 1,934,000	\$ 1,934,000	\$ 1,789,041	\$ (144,959)
Fines and forfeits	3,950,000	3,950,000	4,243,997	293,997
Miscellaneous:				
Parking garage lease	1,345,800	1,345,800	552,624	(793,176)
Other	28,000	28,000	83,542	55,542
Total operating revenues	<u>7,257,800</u>	<u>7,257,800</u>	<u>6,669,204</u>	<u>(588,596)</u>
Operating expenses:				
Salaries and employee benefits	2,684,020	2,684,020	2,232,164	451,856
Services and supplies	2,205,905	2,205,905	1,663,151	542,754
Depreciation	115	115	115	
Total operating expenses	<u>4,890,040</u>	<u>4,890,040</u>	<u>3,895,430</u>	<u>994,610</u>
Operating income (loss)	<u>2,367,760</u>	<u>2,367,760</u>	<u>2,773,774</u>	<u>406,014</u>
Nonoperating revenues (expenses):				
Interest revenue	356,800	356,800	227,499	(129,301)
Interest expense	(6,000)	(6,000)	(747)	5,253
Total nonoperating revenues	<u>350,800</u>	<u>350,800</u>	<u>226,752</u>	<u>(124,048)</u>
Income (loss) before contributions and transfers	2,718,560	2,718,560	3,000,526	281,966
Transfers out	<u>(563,985)</u>	<u>(563,985)</u>	<u>(563,985)</u>	
Changes in net assets	2,154,575	2,154,575	2,436,541	281,966
Total net assets, July 1	<u>10,731,078</u>	<u>10,731,078</u>	<u>10,731,078</u>	
Total net assets, June 30	<u>\$ 12,885,653</u>	<u>\$ 12,885,653</u>	<u>\$ 13,167,619</u>	<u>\$ 281,966</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Licenses and permits:				
Franchise Fees - Cable TV	\$ 2,235,375	\$ 2,235,375	\$ 2,368,187	\$ 132,812
Charges for services	121,883	121,883	119,131	(2,752)
Miscellaneous			291	291
Total operating revenues	<u>2,357,258</u>	<u>2,357,258</u>	<u>2,487,609</u>	<u>130,351</u>
Operating expenses:				
Salaries and employee benefits	1,254,220	1,254,220	1,178,014	76,206
Services and supplies	567,907	567,907	338,962	228,945
Depreciation	190,000	190,000	147,575	42,425
Total operating expenses	<u>2,012,127</u>	<u>2,012,127</u>	<u>1,664,551</u>	<u>347,576</u>
Operating income (loss)	<u>345,131</u>	<u>345,131</u>	<u>823,058</u>	<u>477,927</u>
Nonoperating revenues (expenses):				
Interest revenue	70,718	70,718	25,110	(45,608)
Gain (loss) on sale of fixed assets			(661,400)	(661,400)
Total nonoperating revenues (expenses)	<u>70,718</u>	<u>70,718</u>	<u>(636,290)</u>	<u>(707,008)</u>
Income (loss) before contributions and transfers	415,849	415,849	186,768	(229,081)
Transfers out	<u>(200,000)</u>	<u>(5,680,428)</u>	<u>(3,639,671)</u>	<u>2,040,757</u>
Changes in net assets	215,849	(5,264,579)	(3,452,903)	1,811,676
Total net assets, July 1	<u>3,452,903</u>	<u>3,452,903</u>	<u>3,452,903</u>	
Total net assets, June 30	<u>\$ 3,668,752</u>	<u>\$ (1,811,676)</u>	<u>\$ 0</u>	<u>\$ 1,811,676</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Licenses and permits:				
Building permits	\$ 5,380,092	\$ 5,380,092	\$ 5,556,901	\$ 176,809
Miscellaneous permits	989,040	989,040	991,408	2,368
Charges for services	786,269	786,269	967,923	181,654
Miscellaneous	100	100		(100)
Total operating revenues	<u>7,155,501</u>	<u>7,155,501</u>	<u>7,516,232</u>	<u>360,731</u>
Operating expenses:				
Salaries and employee benefits	7,838,230	7,838,230	6,205,452	1,632,778
Services and supplies	<u>1,742,148</u>	<u>1,742,148</u>	<u>1,421,867</u>	<u>320,281</u>
Total operating expenses	<u>9,580,378</u>	<u>9,580,378</u>	<u>7,627,319</u>	<u>1,953,059</u>
Operating income (loss)	<u>(2,424,877)</u>	<u>(2,424,877)</u>	<u>(111,087)</u>	<u>2,313,790</u>
Nonoperating revenues:				
Interest revenue	<u>164,117</u>	<u>164,117</u>	<u>186,424</u>	<u>22,307</u>
Total nonoperating revenues	<u>164,117</u>	<u>164,117</u>	<u>186,424</u>	<u>22,307</u>
Income (loss) before contributions and transfers	(2,260,760)	(2,260,760)	75,337	2,336,097
Transfers in	<u> </u>	<u> </u>	<u>72,723</u>	<u>72,723</u>
Changes in net assets	(2,260,760)	(2,260,760)	148,060	2,408,820
Total net assets, July 1	<u>4,601,071</u>	<u>4,601,071</u>	<u>4,601,071</u>	<u> </u>
Total net assets, June 30	<u>\$ 2,340,311</u>	<u>\$ 2,340,311</u>	<u>\$ 4,749,131</u>	<u>\$ 2,408,820</u>

See accompanying independent auditor's report.

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Internal Service Funds



INTERNAL SERVICE FUNDS

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

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

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

Print Media 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. (This fund was dissolved as of June 30, 2010 and moved into the Fire Services Capital Projects Fund)

City Facilities Fund—This fund is used to account for all costs associated with the utilities, maintenance, custodial and remodeling services for City-owned facilities.

CITY OF LAS VEGAS, NEVADA
COMBINING STATEMENT OF NET ASSETS
INTERNAL SERVICE FUNDS
JUNE 30, 2010

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Print Media</u>	<u>Computer Services</u>	<u>Communications</u>	<u>Automotive Operations</u>
ASSETS						
Current assets:						
Pooled cash and investments	\$ 1,510,947	\$ 1,403,838	\$ 318,657	\$ 4,994,558	\$ 203,007	\$ 24,579,459
Other investments						
Receivables (net of allowances for uncollectibles):						
Accounts						56,895
Interest	8,112	8,361	1,645	28,202	1,003	134,792
Loans	40,876					
Intergovernmental	5,979	1,081,727				
Due from other funds	343,605		1,908			
Inventories			58,177	110,771		344,958
Deposits						
Total current assets	<u>1,909,519</u>	<u>2,493,926</u>	<u>380,387</u>	<u>5,133,531</u>	<u>204,010</u>	<u>25,116,104</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		1,527,378	562,989	1,170,083	538,080	385,428
Vehicles						31,494,195
Less accumulated depreciation		(5,287,957)	(896,347)	(712,986)	(316,146)	(25,664,935)
Total capital assets (net of accumulated depreciation)	<u>0</u>	<u>588,835</u>	<u>240,079</u>	<u>457,097</u>	<u>221,934</u>	<u>10,015,546</u>
Total assets	<u>1,909,519</u>	<u>3,082,761</u>	<u>620,466</u>	<u>5,590,628</u>	<u>425,944</u>	<u>35,131,650</u>

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>City Facilities</u>	<u>Totals</u>
\$ 26,990,232	\$ 3,214,699	\$ 7,298,366	\$ 70,513,763
3,064,690	5,576,415		8,641,105
597,616	142,650	8,327	805,488
176,237	92,276		450,628
			40,876
	6,732		1,094,438
			345,513
			513,906
	105,515		105,515
<u>30,828,775</u>	<u>9,138,287</u>	<u>7,306,693</u>	<u>82,511,232</u>
			257,077
			3,986,315
2,210			4,482,527
5,670	8,380		4,198,008
			31,494,195
<u>(7,880)</u>	<u>(8,380)</u>		<u>(32,894,631)</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>11,523,491</u>
<u>30,828,775</u>	<u>9,138,287</u>	<u>7,306,693</u>	<u>94,034,723</u>

Continued

CITY OF LAS VEGAS, NEVADA
COMBINING STATEMENT OF NET ASSETS (continued)
INTERNAL SERVICE FUNDS
JUNE 30, 2010

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Print Media</u>	<u>Computer Services</u>	<u>Communications</u>	<u>Automotive Operations</u>
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 2,049	\$ 19,049	\$ 63,136	\$ 176,481	\$ 12,306	\$ 291,731
Salaries payable	77,550	159,782	10,036	43,557	5,066	75,313
Compensated absences payable	204,279	347,737	43,703	93,875	36,726	434,050
Deposits payable		292,957				
Benefits payable						
Claims and judgments payable						
Unearned revenue						
Intergovernmental payable		13,832				
Total current liabilities	<u>283,878</u>	<u>833,357</u>	<u>116,875</u>	<u>313,913</u>	<u>54,098</u>	<u>801,094</u>
Noncurrent liabilities:						
Compensated absences payable	71,840	122,290	15,370	33,014	12,916	152,645
Heart lung presumptive liability						
Total noncurrent liabilities	<u>71,840</u>	<u>122,290</u>	<u>15,370</u>	<u>33,014</u>	<u>12,916</u>	<u>152,645</u>
Total liabilities	<u>355,718</u>	<u>955,647</u>	<u>132,245</u>	<u>346,927</u>	<u>67,014</u>	<u>953,739</u>
NET ASSETS						
Invested in capital assets		588,835	240,079	457,097	221,934	10,015,546
Unrestricted	<u>1,553,801</u>	<u>1,538,279</u>	<u>248,142</u>	<u>4,786,604</u>	<u>136,996</u>	<u>24,162,365</u>
Total net assets	<u>\$ 1,553,801</u>	<u>\$ 2,127,114</u>	<u>\$ 488,221</u>	<u>\$ 5,243,701</u>	<u>\$ 358,930</u>	<u>\$ 34,177,911</u>

See accompanying independent auditors' report.

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>City Facilities</u>	<u>Totals</u>
\$ 73,083	\$ 14,024	\$ 725,733	\$ 1,377,592
1,439,439	17,084	206,776	2,034,603
49,255	25,113	923,410	2,158,148
		10,055	303,012
8,713,670			8,713,670
	438,916		438,916
		130,000	130,000
			13,832
<u>10,275,447</u>	<u>495,137</u>	<u>1,995,974</u>	<u>15,169,773</u>
17,322	8,832	324,741	758,970
5,085,929			5,085,929
<u>5,103,251</u>	<u>8,832</u>	<u>324,741</u>	<u>5,844,899</u>
15,378,698	503,969	2,320,715	21,014,672
15,450,077	8,634,318	4,985,978	11,523,491
			61,496,560
<u>\$ 15,450,077</u>	<u>\$ 8,634,318</u>	<u>\$ 4,985,978</u>	<u>\$ 73,020,051</u>

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Reimbursable Expenses	Fire Communications	Print Media	Computer Services	Communications
Operating revenues:					
Charges for services	\$ 3,948,078	\$ 8,635,214	\$ 1,216,533	\$ 6,384,865	\$ 1,537,250
Miscellaneous		18,403			
Total operating revenues	<u>3,948,078</u>	<u>8,653,617</u>	<u>1,216,533</u>	<u>6,384,865</u>	<u>1,537,250</u>
Operating expenses:					
Salaries and employee benefits	3,358,360	7,031,920	426,059	1,720,342	191,907
Services and supplies	392,519	1,701,879	858,253	4,650,972	1,457,003
Cost of stores issued			104,896	1,820,802	238,594
Insurance claims					
Insurance premiums					
Depreciation		273,680	59,650	131,073	52,710
Total operating expenses	<u>3,750,879</u>	<u>9,007,479</u>	<u>1,448,858</u>	<u>8,323,189</u>	<u>1,940,214</u>
Operating income (loss)	<u>197,199</u>	<u>(353,862)</u>	<u>(232,325)</u>	<u>(1,938,324)</u>	<u>(402,964)</u>
Nonoperating revenues (expenses):					
Interest revenue	45,361	28,233	9,412	148,716	9,674
Gain (loss) on sale of capital assets			(21,202)	(10,760)	
Intergovernmental expense					
Total nonoperating revenues (expenses)	<u>45,361</u>	<u>28,233</u>	<u>(11,790)</u>	<u>137,956</u>	<u>9,674</u>
Income (loss) before contributions and transfers	242,560	(325,629)	(244,115)	(1,800,368)	(393,290)
Transfers in				2,315,000	
Transfers out					(1,000,000)
Changes in net assets	242,560	(325,629)	(244,115)	514,632	(1,393,290)
Total net assets, July 1	<u>1,311,241</u>	<u>2,452,743</u>	<u>732,336</u>	<u>4,729,069</u>	<u>1,752,220</u>
Total net assets, June 30	<u>\$ 1,553,801</u>	<u>\$ 2,127,114</u>	<u>\$ 488,221</u>	<u>\$ 5,243,701</u>	<u>\$ 358,930</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>City Facilities</u>	<u>Totals</u>
\$ 12,413,089	\$ 158,786,753	\$ 3,162,896	\$ 439,356	\$ 22,717,538	\$ 219,241,572
102,737		29,836		1,521,062	1,672,038
<u>12,515,826</u>	<u>158,786,753</u>	<u>3,192,732</u>	<u>439,356</u>	<u>24,238,600</u>	<u>220,913,610</u>
3,262,827	144,160,999	607,956		8,387,683	169,148,053
1,522,856	1,017,240	376,112	2,305	12,109,063	24,088,202
3,170,606					5,334,898
	21,606,407	750,235			22,356,642
	3,368,319	289,689			3,658,008
3,658,959			850,768		5,026,840
<u>11,615,248</u>	<u>170,152,965</u>	<u>2,023,992</u>	<u>853,073</u>	<u>20,496,746</u>	<u>229,612,643</u>
900,578	(11,366,212)	1,168,740	(413,717)	3,741,854	(8,699,033)
666,753	964,683	249,484	78,745		2,201,061
112,288			(3,792,669)		(3,712,343)
	<u>(2,147,644)</u>				<u>(2,147,644)</u>
779,041	(1,182,961)	249,484	(3,713,924)	0	(3,658,926)
1,679,619	(12,549,173)	1,418,224	(4,127,641)	3,741,854	(12,357,959)
(72,723)			561,820		2,876,820
			<u>(2,824,315)</u>		<u>(3,897,038)</u>
1,606,896	(12,549,173)	1,418,224	(6,390,136)	3,741,854	(13,378,177)
<u>32,571,015</u>	<u>27,999,250</u>	<u>7,216,094</u>	<u>6,390,136</u>	<u>1,244,124</u>	<u>86,398,228</u>
\$ <u>34,177,911</u>	\$ <u>15,450,077</u>	\$ <u>8,634,318</u>	\$ <u>0</u>	\$ <u>4,985,978</u>	\$ <u>73,020,051</u>

CITY OF LAS VEGAS, NEVADA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Reimbursable <u>Expenses</u>	Fire <u>Communications</u>	Print <u>Media</u>	Computer <u>Services</u>	<u>Communications</u>
Cash flows from operating activities:					
Cash received from customers	\$ 73,538	\$ 4,835,034	\$ 11,799	\$	\$
Cash received from internal services provided	5,140,156	3,831,511	1,206,698	6,384,865	1,537,250
Cash payments to suppliers for goods and services	(385,935)	(1,694,432)	(965,344)	(6,315,566)	(1,453,437)
Cash payments to employees for services	<u>(3,362,406)</u>	<u>(7,014,177)</u>	<u>(454,613)</u>	<u>(1,684,866)</u>	<u>(235,862)</u>
Net cash provided by (used in) operating activities	<u>1,465,353</u>	<u>(42,064)</u>	<u>(201,460)</u>	<u>(1,615,567)</u>	<u>(152,049)</u>
Cash flows from noncapital financing activities:					
Transfers in from other funds				2,315,000	
Transfers out to other funds					(1,000,000)
Subsidies paid to other governments					
Net cash provided by (used in) noncapital financing activities	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,315,000</u>	<u>(1,000,000)</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets		(25,889)	(367)		
Proceeds from sale of capital assets					
Net cash provided by (used in) capital and related financing activities	<u>0</u>	<u>(25,889)</u>	<u>(367)</u>	<u>0</u>	<u>0</u>
Cash flows from investing activities:					
Interest and dividends on investments	<u>45,594</u>	<u>28,701</u>	<u>10,244</u>	<u>148,254</u>	<u>18,520</u>
Net cash provided by (used in) investing activities	<u>45,594</u>	<u>28,701</u>	<u>10,244</u>	<u>148,254</u>	<u>18,520</u>
Net increase (decrease) in cash and cash equivalents	1,510,947	(39,252)	(191,583)	847,687	(1,133,529)
Cash and cash equivalents, July 1	<u></u>	<u>1,443,090</u>	<u>510,240</u>	<u>4,146,871</u>	<u>1,336,536</u>
Cash and cash equivalents, June 30	<u>\$ 1,510,947</u>	<u>\$ 1,403,838</u>	<u>\$ 318,657</u>	<u>\$ 4,994,558</u>	<u>\$ 203,007</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>City Facilities</u>	<u>Totals</u>
\$ 282,290	\$ 4,770,090	\$ 342,314	\$	\$ 1,521,758	\$ 11,836,823
12,207,392	154,372,358	2,813,312	439,356	22,853,056	210,785,954
(4,756,094)	(23,996,043)	(1,474,423)	(2,305)	(11,828,801)	(52,872,380)
<u>(3,308,152)</u>	<u>(143,967,667)</u>	<u>(620,376)</u>		<u>(8,190,607)</u>	<u>(168,838,726)</u>
<u>4,425,436</u>	<u>(8,821,262)</u>	<u>1,060,827</u>	<u>437,051</u>	<u>4,355,406</u>	<u>911,671</u>
			561,820		2,876,820
(72,723)			(2,824,315)		(3,897,038)
	<u>(2,147,644)</u>				<u>(2,147,644)</u>
<u>(72,723)</u>	<u>(2,147,644)</u>	<u>0</u>	<u>(2,262,495)</u>	<u>0</u>	<u>(3,167,862)</u>
(484,214)			(658,396)		(1,168,866)
<u>250,922</u>			<u>17,528</u>		<u>268,450</u>
<u>(233,292)</u>	<u>0</u>	<u>0</u>	<u>(640,868)</u>	<u>0</u>	<u>(900,416)</u>
<u>647,694</u>	<u>979,285</u>	<u>237,125</u>	<u>93,581</u>		<u>2,208,998</u>
<u>647,694</u>	<u>979,285</u>	<u>237,125</u>	<u>93,581</u>	<u>0</u>	<u>2,208,998</u>
4,767,115	(9,989,621)	1,297,952	(2,372,731)	4,355,406	(947,609)
<u>19,812,344</u>	<u>36,979,853</u>	<u>1,916,747</u>	<u>2,372,731</u>	<u>2,942,960</u>	<u>71,461,372</u>
<u>\$ 24,579,459</u>	<u>\$ 26,990,232</u>	<u>\$ 3,214,699</u>	<u>\$ 0</u>	<u>\$ 7,298,366</u>	<u>\$ 70,513,763</u>

Continued

CITY OF LAS VEGAS, NEVADA
COMBINING STATEMENT OF CASH FLOWS (continued)
INTERNAL SERVICE FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Print Media</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)	\$ 197,199	\$ (353,862)	\$ (232,325)	\$ (1,938,324)	\$ (402,964)	\$ 900,578
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:						
Depreciation		273,680	59,650	131,073	52,710	3,658,959
Change in assets and liabilities:						
(Increase) decrease in accounts receivable						(56,895)
(Increase) decrease in loans receivable	10,951					
(Increase) decrease in inter- governmental receivable	11,492	55,678	3,872			30,751
(Increase) decrease in due from other funds	1,288,390		(1,908)			
(Increase) decrease in inventories			32,504	350,647	238,594	(67,472)
(Increase) decrease in deposits						
Increase (decrease) in accounts payable	(4,367)	7,447	(34,699)	(194,439)	3,566	4,840
Increase (decrease) in salaries payable	(13,058)	(6,031)	(4,373)	4,917	(1,463)	(5,992)
Increase (decrease) in compensated absences payable	9,012	23,774	(24,181)	30,559	(42,492)	(39,333)
Increase (decrease) in deposits payable		(56,582)				
Increase (decrease) in due to other funds	(34,266)					
Increase (decrease) in unearned revenue						
Increase (decrease) in intergovernmental payable		13,832				
Increase (decrease) in benefits payable						
Increase (decrease) in claims and judgments payable						
Net cash provided by (used in) operating activities	<u>\$ 1,465,353</u>	<u>\$ (42,064)</u>	<u>\$ (201,460)</u>	<u>\$ (1,615,567)</u>	<u>\$ (152,049)</u>	<u>\$ 4,425,436</u>
Increase in fair value of investments						
Decrease in fair value of investments						
Contribution of assets to government						

See accompanying independent auditors' report.

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>City Facilities</u>	<u>Totals</u>
\$ (11,366,212)	\$ 1,168,740	\$ (413,717)	\$ 3,741,854	\$ (8,699,033)
		850,768		5,026,840
355,695	(30,374)		14,391	282,817
				10,951
	(6,732)		696	95,757
				1,286,482
				554,273
	(105,515)			(105,515)
(58,934)	(2,001)		677,298	398,711
156,984	3,985		206,776	341,745
36,348	(16,405)		(9,700)	(32,418)
			(8,873)	(65,455)
			(397,036)	(431,302)
			130,000	130,000
				13,832
2,054,857				2,054,857
<u> </u>	<u>49,129</u>	<u> </u>	<u> </u>	<u>49,129</u>
\$ <u><u>(8,821,262)</u></u>	\$ <u><u>1,060,827</u></u>	\$ <u><u>437,051</u></u>	\$ <u><u>4,355,406</u></u>	\$ <u><u>911,671</u></u>
50,940	16,530	3,824,456		

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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 5,152,741	\$ 5,152,741	\$ 3,948,078	\$ (1,204,663)
Total operating revenues	<u>5,152,741</u>	<u>5,152,741</u>	<u>3,948,078</u>	<u>(1,204,663)</u>
Operating expenses:				
Salaries and employee benefits	4,158,214	4,158,214	3,358,360	799,854
Services and supplies	<u>1,109,367</u>	<u>1,109,367</u>	<u>392,519</u>	<u>716,848</u>
Total operating expenses	<u>5,267,581</u>	<u>5,267,581</u>	<u>3,750,879</u>	<u>1,516,702</u>
Operating income (loss)	<u>(114,840)</u>	<u>(114,840)</u>	<u>197,199</u>	<u>312,039</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>45,755</u>	<u>45,755</u>	<u>45,361</u>	<u>(394)</u>
Total nonoperating revenues (expenses)	<u>45,755</u>	<u>45,755</u>	<u>45,361</u>	<u>(394)</u>
Income (loss) before contributions and transfers	(69,085)	(69,085)	242,560	311,645
Transfers in	<u>113,540</u>	<u>113,540</u>		<u>(113,540)</u>
Changes in net assets	44,455	44,455	242,560	198,105
Total net assets, July 1	<u>1,311,241</u>	<u>1,311,241</u>	<u>1,311,241</u>	
Total net assets, June 30	<u>\$ 1,355,696</u>	<u>\$ 1,355,696</u>	<u>\$ 1,553,801</u>	<u>\$ 198,105</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 9,500,160	\$ 9,500,160	\$ 8,635,214	\$ (864,946)
Miscellaneous			18,403	18,403
Total operating revenues	<u>9,500,160</u>	<u>9,500,160</u>	<u>8,653,617</u>	<u>(846,543)</u>
Operating expenses:				
Salaries and employee benefits	7,489,130	7,489,130	7,031,920	457,210
Services and supplies	2,011,030	2,011,030	1,701,879	309,151
Depreciation	450,310	450,310	273,680	176,630
Total operating expenses	<u>9,950,470</u>	<u>9,950,470</u>	<u>9,007,479</u>	<u>942,991</u>
Operating income (loss)	<u>(450,310)</u>	<u>(450,310)</u>	<u>(353,862)</u>	<u>96,448</u>
Nonoperating revenues (expenses):				
Interest revenue	24,000	24,000	28,233	4,233
Total nonoperating revenues (expenses)	<u>24,000</u>	<u>24,000</u>	<u>28,233</u>	<u>4,233</u>
Changes in net assets	(426,310)	(426,310)	(325,629)	100,681
Total net assets, July 1	<u>2,452,743</u>	<u>2,452,743</u>	<u>2,452,743</u>	
Total net assets, June 30	<u>\$ 2,026,433</u>	<u>\$ 2,026,433</u>	<u>\$ 2,127,114</u>	<u>\$ 100,681</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 PRINT MEDIA INTERNAL SERVICE FUND
 SCHEDULE OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 2,047,242	\$ 2,047,242	\$ 1,216,533	\$ (830,709)
Total operating revenues	<u>2,047,242</u>	<u>2,047,242</u>	<u>1,216,533</u>	<u>(830,709)</u>
Operating expenses:				
Salaries and employee benefits	577,340	577,340	426,059	151,281
Services and supplies	1,280,647	1,280,647	858,253	422,394
Cost of stores issued	162,000	162,000	104,896	57,104
Depreciation	63,332	63,332	59,650	3,682
Total operating expenses	<u>2,083,319</u>	<u>2,083,319</u>	<u>1,448,858</u>	<u>634,461</u>
Operating income (loss)	<u>(36,077)</u>	<u>(36,077)</u>	<u>(232,325)</u>	<u>(196,248)</u>
Nonoperating revenues (expenses):				
Interest revenue	58,509	58,509	9,412	(49,097)
Gain (loss) on sale of capital assets			(21,202)	(21,202)
Total nonoperating revenues (expenses)	<u>58,509</u>	<u>58,509</u>	<u>(11,790)</u>	<u>(70,299)</u>
Changes in net assets	22,432	22,432	(244,115)	(266,547)
Total net assets, July 1	<u>732,336</u>	<u>732,336</u>	<u>732,336</u>	
Total net assets, June 30	\$ <u>754,768</u>	\$ <u>754,768</u>	\$ <u>488,221</u>	\$ <u>(266,547)</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 7,873,270	\$ 7,873,270	\$ 6,384,865	\$ (1,488,405)
Total operating revenues	<u>7,873,270</u>	<u>7,873,270</u>	<u>6,384,865</u>	<u>(1,488,405)</u>
Operating expenses:				
Salaries and employee benefits	1,779,490	1,779,490	1,720,342	59,148
Services and supplies	6,721,448	6,721,448	4,650,972	2,070,476
Cost of stores issued	1,500,000	1,500,000	1,820,802	(320,802)
Depreciation	200,000	200,000	131,073	68,927
Total operating expenses	<u>10,200,938</u>	<u>10,200,938</u>	<u>8,323,189</u>	<u>1,877,749</u>
Operating income (loss)	<u>(2,327,668)</u>	<u>(2,327,668)</u>	<u>(1,938,324)</u>	<u>389,344</u>
Nonoperating revenues (expenses):				
Interest revenue	164,894	164,894	148,716	(16,178)
Gain (loss) on sale of capital assets			(10,760)	(10,760)
Total nonoperating revenues (expenses)	<u>164,894</u>	<u>164,894</u>	<u>137,956</u>	<u>(26,938)</u>
Income (loss) before contributions and transfers	<u>(2,162,774)</u>	<u>(2,162,774)</u>	<u>(1,800,368)</u>	<u>362,406</u>
Transfers in	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,315,000</u>	<u>315,000</u>
Changes in net assets	<u>(162,774)</u>	<u>(162,774)</u>	<u>514,632</u>	<u>677,406</u>
Total net assets, July 1	<u>4,729,069</u>	<u>4,729,069</u>	<u>4,729,069</u>	
Total net assets, June 30	<u>\$ 4,566,295</u>	<u>\$ 4,566,295</u>	<u>\$ 5,243,701</u>	<u>\$ 677,406</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 1,597,483	\$ 1,597,483	\$ 1,537,250	\$ (60,233)
Total operating revenues	<u>1,597,483</u>	<u>1,597,483</u>	<u>1,537,250</u>	<u>(60,233)</u>
Operating expenses:				
Salaries and employee benefits	290,170	290,170	191,907	98,263
Services and supplies	1,233,774	1,233,774	1,457,003	(223,229)
Cost of stores issued	100,000	100,000	238,594	(138,594)
Depreciation	68,607	68,607	52,710	15,897
Total operating expenses	<u>1,692,551</u>	<u>1,692,551</u>	<u>1,940,214</u>	<u>(247,663)</u>
Operating income (loss)	<u>(95,068)</u>	<u>(95,068)</u>	<u>(402,964)</u>	<u>(307,896)</u>
Nonoperating revenues:				
Interest revenue	61,430	61,430	9,674	(51,756)
Total nonoperating revenues	<u>61,430</u>	<u>61,430</u>	<u>9,674</u>	<u>(51,756)</u>
Income (loss) before contributions and transfers	(33,638)	(33,638)	(393,290)	(359,652)
Transfers out		<u>(1,000,000)</u>	<u>(1,000,000)</u>	
Changes in net assets	(33,638)	(1,033,638)	(1,393,290)	(359,652)
Total net assets, July 1	<u>1,752,220</u>	<u>1,752,220</u>	<u>1,752,220</u>	
Total net assets, June 30	\$ <u><u>1,718,582</u></u>	\$ <u><u>718,582</u></u>	\$ <u><u>358,930</u></u>	\$ <u><u>(359,652)</u></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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 12,549,450	\$ 12,549,450	\$ 12,413,089	\$ (136,361)
Miscellaneous			102,737	102,737
Total operating revenues	<u>12,549,450</u>	<u>12,549,450</u>	<u>12,515,826</u>	<u>(33,624)</u>
Operating expenses:				
Salaries and employee benefits	3,616,900	3,616,900	3,262,827	354,073
Services and supplies	1,744,035	1,669,035	1,522,856	146,179
Cost of stores issued	3,864,000	3,864,000	3,170,606	693,394
Depreciation	4,207,595	4,207,595	3,658,959	548,636
Total operating expenses	<u>13,432,530</u>	<u>13,357,530</u>	<u>11,615,248</u>	<u>1,742,282</u>
Operating income (loss)	<u>(883,080)</u>	<u>(808,080)</u>	<u>900,578</u>	<u>1,708,658</u>
Nonoperating revenues:				
Interest revenue	653,145	653,145	666,753	13,608
Gain (loss) on sale of capital assets	300,000	300,000	112,288	(187,712)
Total nonoperating revenues	<u>953,145</u>	<u>953,145</u>	<u>779,041</u>	<u>(174,104)</u>
Income (loss) before contributions and transfers	70,065	145,065	1,679,619	1,534,554
Transfers out		<u>(75,000)</u>	<u>(72,723)</u>	<u>2,277</u>
Changes in net assets	70,065	70,065	1,606,896	1,536,831
Total net assets, July 1	<u>32,571,015</u>	<u>32,571,015</u>	<u>32,571,015</u>	
Total net assets, June 30	<u>\$ 32,641,080</u>	<u>\$ 32,641,080</u>	<u>\$ 34,177,911</u>	<u>\$ 1,536,831</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 154,868,000	\$ 154,868,000	\$ 158,786,753	\$ 3,918,753
Total operating revenues	<u>154,868,000</u>	<u>154,868,000</u>	<u>158,786,753</u>	<u>3,918,753</u>
Operating expenses:				
Salaries and employee benefits	126,480,230	126,480,230	144,160,999	(17,680,769)
Services and supplies	2,461,000	2,461,000	1,017,240	1,443,760
Insurance claims	69,200,000	69,200,000	21,606,407	47,593,593
Insurance premiums	3,500,000	3,500,000	3,368,319	131,681
Total operating expenses	<u>201,641,230</u>	<u>201,641,230</u>	<u>170,152,965</u>	<u>31,488,265</u>
Operating income (loss)	<u>(46,773,230)</u>	<u>(46,773,230)</u>	<u>(11,366,212)</u>	<u>35,407,018</u>
Nonoperating revenues (expenses):				
Interest revenue	1,675,760	1,675,760	964,683	(711,077)
Intergovernmental expense	<u>(2,760,000)</u>	<u>(2,760,000)</u>	<u>(2,147,644)</u>	<u>612,356</u>
Total nonoperating revenues (expenses)	<u>(1,084,240)</u>	<u>(1,084,240)</u>	<u>(1,182,961)</u>	<u>(98,721)</u>
Income (loss) before contributions and transfers	<u>(47,857,470)</u>	<u>(47,857,470)</u>	<u>(12,549,173)</u>	<u>35,308,297</u>
Transfers in	<u>5,500,000</u>	<u>5,500,000</u>		<u>(5,500,000)</u>
Changes in net assets	<u>(42,357,470)</u>	<u>(42,357,470)</u>	<u>(12,549,173)</u>	<u>29,808,297</u>
Total net assets, July 1	<u>27,999,250</u>	<u>27,999,250</u>	<u>27,999,250</u>	
Total net assets, June 30	<u>\$ (14,358,220)</u>	<u>\$ (14,358,220)</u>	<u>\$ 15,450,077</u>	<u>\$ 29,808,297</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, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 3,185,900	\$ 3,185,900	\$ 3,162,896	\$ (23,004)
Miscellaneous			29,836	29,836
Total operating revenues	<u>3,185,900</u>	<u>3,185,900</u>	<u>3,192,732</u>	<u>6,832</u>
Operating expenses:				
Salaries and employee benefits	709,700	709,700	607,956	101,744
Services and supplies	304,700	304,700	376,112	(71,412)
Insurance claims	1,707,700	1,707,700	750,235	957,465
Insurance premiums	456,000	456,000	289,689	166,311
Total operating expenses	<u>3,178,100</u>	<u>3,178,100</u>	<u>2,023,992</u>	<u>1,154,108</u>
Operating income (loss)	<u>7,800</u>	<u>7,800</u>	<u>1,168,740</u>	<u>1,160,940</u>
Nonoperating revenues:				
Interest revenue	396,000	396,000	249,484	(146,516)
Total nonoperating revenues	<u>396,000</u>	<u>396,000</u>	<u>249,484</u>	<u>(146,516)</u>
Changes in net assets	403,800	403,800	1,418,224	1,014,424
Total net assets, July 1	<u>7,216,094</u>	<u>7,216,094</u>	<u>7,216,094</u>	
Total net assets, June 30	<u>\$ 7,619,894</u>	<u>\$ 7,619,894</u>	<u>\$ 8,634,318</u>	<u>\$ 1,014,424</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, 2010

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
Operating revenues:				
Charges for services	\$ 598,000	\$ 598,000	\$ 439,356	\$ (158,644)
Total operating revenues	<u>598,000</u>	<u>598,000</u>	<u>439,356</u>	<u>(158,644)</u>
Operating expenses:				
Services and supplies	3,000	3,000	2,305	695
Depreciation	<u>1,135,000</u>	<u>1,135,000</u>	<u>850,768</u>	<u>284,232</u>
Total operating expenses	<u>1,138,000</u>	<u>1,138,000</u>	<u>853,073</u>	<u>284,927</u>
Operating income (loss)	<u>(540,000)</u>	<u>(540,000)</u>	<u>(413,717)</u>	<u>126,283</u>
Nonoperating revenues:				
Interest revenue	120,000	120,000	78,745	(41,255)
Gain (loss) on sale of capital assets			<u>(3,792,669)</u>	<u>(3,792,669)</u>
Total nonoperating revenues	<u>120,000</u>	<u>120,000</u>	<u>(3,713,924)</u>	<u>(3,833,924)</u>
Income (loss) before contributions and transfers	<u>(420,000)</u>	<u>(420,000)</u>	<u>(4,127,641)</u>	<u>(3,707,641)</u>
Transfers in	756,088	756,088	561,820	(194,268)
Transfers out	<u></u>	<u>(7,600,000)</u>	<u>(2,824,315)</u>	<u>4,775,685</u>
Changes in net assets	336,088	(7,263,912)	(6,390,136)	873,776
Total net assets, July 1	<u>6,390,136</u>	<u>6,390,136</u>	<u>6,390,136</u>	
Total net assets, June 30	\$ <u>6,726,224</u>	\$ <u>(873,776)</u>	\$ <u>0</u>	\$ <u>873,776</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY FACILITIES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Budgeted Amounts</u>			
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Variance with Final Budget</u>
Operating revenues:				
Charges for services	\$ 22,760,015	\$ 22,760,015	\$ 22,717,538	\$ (42,477)
Miscellaneous	<u>1,655,004</u>	<u>1,655,004</u>	<u>1,521,062</u>	<u>(133,942)</u>
Total operating revenues	<u>24,415,019</u>	<u>24,415,019</u>	<u>24,238,600</u>	<u>(176,419)</u>
Operating expenses:				
Salaries and employee benefits	8,747,152	8,747,152	8,387,683	359,469
Services and supplies	<u>15,043,933</u>	<u>15,043,933</u>	<u>12,109,063</u>	<u>2,934,870</u>
Total operating expenses	<u>23,791,085</u>	<u>23,791,085</u>	<u>20,496,746</u>	<u>3,294,339</u>
Operating income (loss)	<u>623,934</u>	<u>623,934</u>	<u>3,741,854</u>	<u>3,117,920</u>
Income (loss) before contributions and transfers	623,934	623,934	3,741,854	3,117,920
Transfers out	<u>(600,000)</u>	<u>(600,000)</u>		<u>600,000</u>
Changes in net assets	23,934	23,934	3,741,854	3,717,920
Total net assets, July 1	<u>1,244,124</u>	<u>1,244,124</u>	<u>1,244,124</u>	
Total net assets, June 30	<u>\$ 1,268,058</u>	<u>\$ 1,268,058</u>	<u>\$ 4,985,978</u>	<u>\$ 3,717,920</u>

See accompanying independent auditors' report.

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Fiduciary Funds



Fiduciary Funds

AGENCY FUNDS

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

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

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

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

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 JUNE 30, 2010

	<u>AGENCY</u>	
	<u>Deposits</u>	<u>Municipal Court Bail</u>
ASSETS		
Pooled cash and investments	\$ 8,437,030	\$ 3,829,428
Receivables (net of allowances for uncollectibles):		
Interest	<u> </u>	<u> </u>
Total assets	\$ <u><u>8,437,030</u></u>	\$ <u><u>3,829,428</u></u>
LIABILITIES		
Accounts payable	\$	\$
Deposits payable	6,620,777	
Intergovernmental payable	1,668,429	710,295
Outstanding bail payable		3,119,133
Unclaimed monies payable	147,824	
Arbitrage rebate payable	<u> </u>	<u> </u>
Total liabilities	\$ <u><u>8,437,030</u></u>	\$ <u><u>3,829,428</u></u>

FUNDS

<u>Developer Special Assessment</u>	<u>Totals</u>
\$ 16,436,617	\$ 28,703,075
<u>313</u>	<u>313</u>
\$ <u>16,436,930</u>	\$ <u>28,703,388</u>

\$ 429	\$ 429
16,346,297	22,967,074
	2,378,724
	3,119,133
	147,824
<u>90,204</u>	<u>90,204</u>
\$ <u>16,436,930</u>	\$ <u>28,703,388</u>

CITY OF LAS VEGAS, NEVADA
COMBINING STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	<u>Balance</u> <u>July 1, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2010</u>
DEPOSITS FUND:				
ASSETS				
Pooled cash and investments	\$ 4,952,136	\$ 272,397,407	\$ 268,912,513	\$ 8,437,030
Total assets	<u>\$ 4,952,136</u>	<u>\$ 272,397,407</u>	<u>\$ 268,912,513</u>	<u>\$ 8,437,030</u>
LIABILITIES				
Accounts payable	\$ 36	\$ 16,273,907	\$ 16,273,943	\$
Salaries payable		259,865,008	259,865,008	
Deposits payable	3,026,547	6,394,520	2,800,290	6,620,777
Intergovernmental payable	1,652,848	32,245,186	32,229,605	1,668,429
Payroll liabilities payable		58,555,354	58,555,354	
Unclaimed monies payable	272,705	160,393	285,274	147,824
Total liabilities	<u>\$ 4,952,136</u>	<u>\$ 373,494,368</u>	<u>\$ 370,009,474</u>	<u>\$ 8,437,030</u>
MUNICIPAL COURT BAIL FUND:				
ASSETS				
Pooled cash and investments	\$ 4,551,953	\$ 13,938,863	\$ 14,661,388	\$ 3,829,428
Total assets	<u>\$ 4,551,953</u>	<u>\$ 13,938,863</u>	<u>\$ 14,661,388</u>	<u>\$ 3,829,428</u>
LIABILITIES				
Accounts payable	\$ 73,103	\$ 10,117,630	\$ 10,190,733	\$
Intergovernmental payable	779,763	10,501,780	10,571,248	710,295
Outstanding bail payable	3,699,087	5,597,607	6,177,561	3,119,133
Total liabilities	<u>\$ 4,551,953</u>	<u>\$ 26,217,017</u>	<u>\$ 26,939,542</u>	<u>\$ 3,829,428</u>

See accompanying independent auditor's report.

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND
 LIABILITIES - ALL AGENCY FUNDS (continued)
 FOR THE FISCAL YEAR ENDED JUNE 30, 2010

	Balance July 1, 2009	Additions	Deletions	Balance June 30, 2010
DEVELOPER SPECIAL ASSESSMENT FUND:				
ASSETS				
Pooled cash and investments	\$ 19,561,119	\$ 46,808,524	\$ 49,933,026	\$ 16,436,617
Interest receivable	407	313	407	313
Total assets	<u>\$ 19,561,526</u>	<u>\$ 46,808,837</u>	<u>\$ 49,933,433</u>	<u>\$ 16,436,930</u>
LIABILITIES				
Accounts payable	\$ 15,536	\$ 871,660	\$ 886,767	\$ 429
Deposits payable	19,111,515	20,393,985	23,159,203	16,346,297
Arbitrage rebate payable	434,475	220,900	565,171	90,204
Total liabilities	<u>\$ 19,561,526</u>	<u>\$ 21,486,545</u>	<u>\$ 24,611,141</u>	<u>\$ 16,436,930</u>
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Pooled cash and investments	\$ 29,065,208	\$ 333,144,794	\$ 333,506,927	\$ 28,703,075
Interest receivable	407	313	407	313
Total assets	<u>\$ 29,065,615</u>	<u>\$ 333,145,107</u>	<u>\$ 333,507,334</u>	<u>\$ 28,703,388</u>
LIABILITIES				
Accounts payable	\$ 88,675	\$ 27,263,197	\$ 27,351,443	\$ 429
Salaries payable		259,865,008	259,865,008	
Deposits payable	22,138,062	26,788,505	25,959,493	22,967,074
Intergovernmental payable	2,432,611	42,746,966	42,800,853	2,378,724
Payroll liabilities payable		58,555,354	58,555,354	
Outstanding bail payable	3,699,087	5,597,607	6,177,561	3,119,133
Unclaimed monies payable	272,705	160,393	285,274	147,824
Arbitrage rebate payable	434,475	220,900	565,171	90,204
Total liabilities	<u>\$ 29,065,615</u>	<u>\$ 421,197,930</u>	<u>\$ 421,560,157</u>	<u>\$ 28,703,388</u>

See accompanying independent auditor's report.

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Governmental Capital Assets



CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE
JUNE 30, 2010

	<u>2010</u>	<u>2009</u>
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 1,166,653,154	\$ 1,147,541,279
Land improvements	265,764,011	245,881,604
Buildings	272,653,520	267,791,963
Building improvements	91,442,141	90,509,792
Machinery and equipment	36,603,919	35,136,089
Vehicles	29,094,157	16,308,164
Roadways	1,080,172,916	1,059,331,491
Traffic signals and lighting	161,697,687	156,684,446
Traffic signage	1,642,538	1,455,566
Traffic pavement markers	2,115,892	1,485,448
Storm drainage	553,005,693	518,617,950
Construction in progress	<u>682,225,977</u>	<u>400,511,718</u>
Total governmental funds capital assets	<u>\$ 4,343,071,605</u>	<u>\$ 3,941,255,510</u>
INVESTMENTS IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCE		
General obligation bonds	\$ 334,461,188	\$ 289,738,054
Current revenues	3,262,795,497	2,991,507,258
Federal grants	155,196,041	126,286,913
State grants	3,762,150	3,010,440
Donations	585,076,256	528,932,372
Property transfer	<u>1,780,473</u>	<u>1,780,473</u>
Total governmental funds capital assets	<u>\$ 4,343,071,605</u>	<u>\$ 3,941,255,510</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, 2010

Function and Activity	Land	Land Improvements	Buildings
General government:			
Legislative and elections	\$	\$	\$
Executive		90,400	
Financial administration		13,410	854,758
Other	32,546,380	700,343	69,672,130
Total general government	32,546,380	804,153	70,526,888
Judicial:			
Alternative sentencing and education		252,773	192,629
Municipal courts			81,200
Public defender			273,829
Total judicial	0	252,773	
Public safety:			
Police	50,000	644,149	6,368,939
Fire	3,259,345	11,040,523	44,070,684
Fire communications			
Corrections		259,278	11,266,637
Protective inspections			
Other protection	440,877	708	2,950,945
Total public safety	3,750,222	11,944,658	64,657,205
Public works:			
Administration and engineering	3,483,549	872,610	2,268,892
Engineering	2,831,157	20,998	
Paved streets	978,000,953	112,838	
Special assessments	118,636	1,047,060	
Storm drainage	587,637	6,288	
Total public works	985,021,932	2,059,794	2,268,892
Health:			
Animal control		84,137	385,167
Cemetery	23,810	1,186,864	43,221
Total health	23,810	1,271,001	428,388
Culture and recreation:			
Culture and recreation administration		21,125	107,518
Participant recreation	5,555,282	8,593,771	86,721,923
Spectator recreation	331,981		2,754,049
Parks	94,093,518	236,667,272	2,291,495
Special Facilities	2,314,004		
Senior citizens	2,500	1,227,073	2,182,054
Total culture and recreation	102,297,285	246,509,241	94,057,039
Economic development and assistance:			
Administration			
Urban redevelopment	32,271,220	434,212	31,516,479
Community action programs			23,893
Economic development and assistance	3,350,210	6,073	1,089,918
Housing	5,816,307		
Neighborhood services	1,574,788	2,086,999	7,810,989
Total economic development and assistance	43,012,525	2,527,284	40,441,279
Transit systems:			
Transportation services	1,000	395,107	
Total transit systems	1,000	395,107	0
Total governmental funds capital assets	\$ 1,166,653,154	\$ 265,764,011	\$ 272,653,520

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.

Building Improvements	Machinery and Equipment	Vehicles	Roadways	Traffic Signals and Lighting	Traffic Signage
\$ 70,520	\$	\$	\$	\$	\$
722,017	72,239				
22,814	307,339				
25,917,697	21,741,561	9,370			
26,733,048	22,121,139	9,370	0	0	0
37,965	39,236				
66,031					
6,391					
110,387	39,236	0	0	0	0
206,459	244,877				
5,587,307	8,709,834	29,035,022			
		26,299			
15,916,750	2,556,322				
5,226					
687,343	203,937		3,190,125	161,322,255	1,642,538
22,403,085	11,714,970	29,061,321	3,190,125	161,322,255	1,642,538
1,849,561	28,512				
3,542	670,439				
83,567			1,067,653,668	257,768	
			9,161,015	16,595	
			14,962		
1,936,670	698,951	0	1,076,829,645	274,363	0
9,834					
9,834	0	0	0	0	0
38,373	81,568				
21,269,084	556,069				
1,351,177	620,124	23,466			
1,354,816	482,831			81,593	
1,000,769					
25,014,219	1,740,592	23,466	0	81,593	0
4,414					
13,477,088	125,239				
73,026	5,545			19,476	
			153,146		
1,680,370	158,247				
15,234,898	289,031	0	153,146	19,476	0
0	0	0	0	0	0
\$ 91,442,141	\$ 36,603,919	\$ 29,094,157	\$ 1,080,172,916	\$ 161,697,687	\$ 1,642,538

Continued

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				1,198,321
Other			29,659,356	180,246,837
Total general government	<u>0</u>	<u>0</u>	<u>29,659,356</u>	<u>182,400,334</u>
Judicial:				
Alternative sentencing and education				77,201
Municipal courts				511,433
Public defender				87,591
Total judicial	<u>0</u>	<u>0</u>	<u>0</u>	<u>676,225</u>
Public safety:				
Police				7,514,424
Fire			6,509,552	108,212,267
Fire communications				26,299
Corrections			321,355	30,320,342
Protective inspections				5,226
Other protection	2,067,454		13,283,560	185,789,742
Total public safety	<u>2,067,454</u>	<u>0</u>	<u>20,114,467</u>	<u>331,868,300</u>
Public works:				
Administration and engineering				8,503,124
Engineering		463,171,165		466,697,301
Paved streets	6,341		159,654,617	2,205,769,752
Special assessments			62,892,999	73,236,305
Storm drainage		89,834,010	74,418,326	164,861,223
Total public works	<u>6,341</u>	<u>553,005,175</u>	<u>296,965,942</u>	<u>2,919,067,705</u>
Health:				
Animal control				469,304
Cemetery				1,263,729
Total health	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,733,033</u>
Culture and recreation:				
Culture and recreation administration				248,584
Participant recreation			35,584,146	158,280,275
Spectator recreation			510,591	5,591,388
Parks	42,097	518	119,558,710	454,572,850
Special Facilities			142,883,237	145,197,241
Senior citizens			3,326,332	7,738,728
Total culture and recreation	<u>42,097</u>	<u>518</u>	<u>301,863,016</u>	<u>771,629,066</u>
Economic development and assistance:				
Administration				4,414
Urban redevelopment			357	77,824,595
Community action programs				23,893
Economic development and assistance			33,622,839	38,167,087
Housing				5,969,453
Neighborhood services				13,311,393
Total economic development and assistance	<u>0</u>	<u>0</u>	<u>33,623,196</u>	<u>135,300,835</u>
Transit systems:				
Transportation services				396,107
Total transit systems	<u>0</u>	<u>0</u>	<u>0</u>	<u>396,107</u>
Total governmental funds capital assets	<u>\$ 2,115,892</u>	<u>\$ 553,005,693</u>	<u>\$ 682,225,977</u>	<u>\$ 4,343,071,605</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, 2010

Function and Activity	General Capital Assets July 1, 2009	Additions	Deletions	Transfers	General Capital Assets June 30, 2010
General government:					
Legislative and elections	\$ 70,520	\$	\$	\$	\$ 70,520
Executive	884,656				884,656
Financial administration	1,207,523		9,202		1,198,321
Other	146,759,540	33,051,763	1,642,746	2,078,280	180,246,837
Total general government	<u>148,922,239</u>	<u>33,051,763</u>	<u>1,651,948</u>	<u>2,078,280</u>	<u>182,400,334</u>
Judicial:					
Alternative sentencing and education	77,201				77,201
Municipal courts	511,433				511,433
Public defender	87,591				87,591
Total judicial	<u>676,225</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>676,225</u>
Public safety:					
Police	7,574,423		60,000		7,514,423
Fire	88,493,529	7,770,935	376,881	12,324,684	108,212,267
Fire communications				26,299	26,299
Corrections	30,142,633	58,183	22,507	142,032	30,320,341
Protective inspections	5,226				5,226
Other protection	179,093,828	6,713,354	17,438		185,789,744
Total public safety	<u>305,309,639</u>	<u>14,542,472</u>	<u>476,826</u>	<u>12,493,015</u>	<u>331,868,300</u>
Public works:					
Administration and engineering	8,503,124				8,503,124
Engineering	446,837,363	19,869,970	10,034		466,697,299
Paved streets	2,106,119,160	99,650,590			2,205,769,750
Special assessments	72,265,105	971,203			73,236,308
Storm drainage	133,348,149	31,513,075			164,861,224
Total public works	<u>2,767,072,901</u>	<u>152,004,838</u>	<u>10,034</u>	<u>0</u>	<u>2,919,067,705</u>
Health:					
Animal control	469,304				469,304
Cemetery	1,263,729				1,263,729
Total health	<u>1,733,033</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,733,033</u>
Culture and recreation:					
Culture and recreation administration	248,584				248,584
Participant recreation	139,430,508	18,849,767			158,280,275
Spectator recreation	5,080,797	510,591			5,591,388
Parks	410,305,380	44,425,692	16,190	(142,032)	454,572,850
Special facilities	26,892,681	118,304,560			145,197,241
Senior citizens	7,738,728				7,738,728
Total culture and recreation	<u>589,696,678</u>	<u>182,090,610</u>	<u>16,190</u>	<u>(142,032)</u>	<u>771,629,066</u>
Economic development and assistance:					
Administration	4,414				4,414
Urban redevelopment	77,824,238	357			77,824,595
Community action programs	23,893				23,893
Economic development and assistance	30,311,640	7,855,447			38,167,087
Housing	5,973,110	3,542	7,199		5,969,453
Neighborhood services	13,311,393				13,311,393
Total economic development and assistance	<u>127,448,688</u>	<u>7,859,346</u>	<u>7,199</u>	<u>0</u>	<u>135,300,835</u>
Transit systems:					
Transportation services	396,107				396,107
Total transit systems	<u>396,107</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>396,107</u>
Total governmental funds capital assets	<u>\$ 3,941,255,510</u>	<u>\$ 389,549,029</u>	<u>\$ 2,162,197</u>	<u>\$ 14,429,263</u>	<u>\$ 4,343,071,605</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.

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Statistical Section



STATISTICAL SECTION

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

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

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

Note: Pages 204 – 224, excluding page 222, does 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				
	2006	2007	2008	2009	2010
Governmental activities					
Invested in capital assets, net of related debt	\$ 2,242,516	\$ 2,475,416	\$ 2,690,892	\$ 2,859,756	\$ 3,059,630
Restricted	111,683	115,479	80,506	231,245	36,710
Unrestricted	320,472	310,308	325,683	180,256	246,016
Total governmental activities net assets	\$ 2,674,671	\$ 2,901,203	\$ 3,097,081	\$ 3,271,257	\$ 3,342,356
Business-type activities					
Invested in capital assets, net of related debt	\$ 420,323	\$ 428,712	\$ 450,267	\$ 471,232	\$ 479,204
Unrestricted	120,956	156,947	165,193	178,428	216,972
Total business-type activities net assets	\$ 541,279	\$ 585,659	\$ 615,460	\$ 649,660	\$ 696,176
Primary government					
Invested in capital assets, net of related debt	\$ 2,662,839	\$ 2,904,128	\$ 3,141,159	\$ 3,330,988	\$ 3,538,834
Restricted	111,683	115,479	80,506	231,245	36,710
Unrestricted	441,428	467,255	490,876	358,684	462,988
Total primary government net assets	\$ 3,215,950	\$ 3,486,862	\$ 3,712,541	\$ 3,920,917	\$ 4,038,532

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

	2006	2007	2008	2009	2010
Expenses					
Governmental activities:					
General government	\$ 98,032	\$ 112,574	\$ 124,302	\$ 94,980	\$ 69,685
Judicial	23,508	25,292	30,838	27,168	27,790
Public safety	286,805	314,228	372,474	359,457	381,980
Public works	92,056	73,595	81,744	71,504	73,202
Welfare	1,000	1,104	1,223	1,117	3,454
Health	2,633	2,757	3,112	3,632	1,027
Culture and recreation	52,120	56,351	98,293	66,190	69,252
Economic development and assistance	19,889	25,917	27,773	30,082	33,941
Transit systems	1,278	1,219	1,363	1,204	181
Interest on long-term debt	10,193	14,110	12,157	14,121	40,270
Total governmental activities expenses	587,514	627,147	753,279	669,455	700,782
Business-type activities:					
Sanitation	71,096	83,274	95,284	83,454	88,060
Development services	15,108	16,966	16,250	9,935	7,761
Parking	4,008	3,836	4,118	4,104	3,936
Golf course	3,016	3,039	3,329	2,977	2,693
Video production	1,584	1,772	1,844	1,782	2,362
Land development	424	1,680	4,914	4,046	598
Total business-type activities	95,236	110,567	125,739	106,298	105,410
Total primary government expenses	\$ 682,750	\$ 737,714	\$ 879,018	\$ 775,753	\$ 806,192
Program Revenues					
Governmental activities:					
Charges for services:					
General government	\$ 105,230	\$ 120,159	\$ 122,841	\$ 117,766	\$ 94,735
Judicial	20,759	22,657	25,107	28,736	28,636
Public safety	20,476	17,735	17,810	22,871	19,943
Public works	10,014	8,718	6,358	5,084	5,486
Welfare	33	55	45		208
Health	129	132	124	64	336
Culture and recreation	10,861	10,907	12,851	219	15,646
Economic development and assistance	3,464	1,528	1,787	10,727	2,697
Intergovernmental				1,065	
Transit systems	509	349	898	796	180
Operating grants and contributions	8,092	13,823	57,097	10,153	20,572
Capital grants and contributions	133,210	111,085	250,142	213,347	206,818
Total governmental activities program revenues	312,777	307,148	495,060	410,828	395,257

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

	2006	2007	2008	2009	2010
Business-type activities:					
Charges for services:					
Sanitation	79,788	83,048	88,373	94,403	97,469
Development services	18,910	15,646	11,013	9,539	7,516
Parking	6,359	6,147	6,675	7,414	6,669
Golf course	1,433	1,431	1,493	1,318	1,282
Video production	1,891	2,148	2,227	2,472	2,488
Land development	81	132	1,252	29	1,109
Operating grants and contributions	382	615		890	624
Capital grants and contributions	40,707	32,624	35,796	30,299	21,656
Total business-type activities program revenues	149,551	141,791	146,829	146,364	138,813
Total primary government program revenues	462,328	448,939	641,889	557,192	534,070
Net (expense)/revenue					
Governmental activities	\$ (274,737)	\$ (319,999)	\$ (258,219)	\$ (258,627)	\$ (305,525)
Business-type activities	54,315	31,224	21,090	40,066	33,403
Total primary government net expense	<u>(220,422)</u>	<u>(288,775)</u>	<u>(237,129)</u>	<u>(218,561)</u>	<u>(272,122)</u>
General Revenues and Other Changes in Net Assets					
Governmental activities:					
Taxes					
Consolidated tax	\$ 264,253	\$ 263,250	\$ 250,914	\$ 219,965	\$ 201,519
Property taxes	120,803	138,428	153,145	166,539	158,783
Room tax	4,109	4,187	4,519	3,364	2,894
Residential construction tax	4,034	2,041	1,721	652	864
Motor vehicle fuel tax	8,794	8,808	8,279	7,646	7,185
Unrestricted investment earnings	13,074	27,378	28,019	20,112	13,065
Contributions not restricted to specific programs		107,429	2,493	364	59
Gain on disposal of capital assets	1,170	775	1,773	209	112
Transfers	1,293	(5,764)	3,232	13,953	(7,857)
Total governmental activities	<u>417,530</u>	<u>546,532</u>	<u>454,095</u>	<u>432,804</u>	<u>376,624</u>
Business-type activities:					
Unrestricted investment earnings	2,744	7,392	9,469	8,086	5,257
Gain on disposal of capital assets	6,687		2,475		
Transfers	(1,293)	5,764	(3,232)	(13,953)	7,857
Total business-type activities	8,138	13,156	8,712	(5,867)	13,114
Total primary government	<u>425,668</u>	<u>559,688</u>	<u>462,807</u>	<u>426,937</u>	<u>389,738</u>
Change in Net Assets					
Governmental activities	\$ 142,793	\$ 226,533	\$ 195,876	\$ 174,177	\$ 71,099
Business-type activities	62,453	44,380	29,802	34,199	46,517
Total primary government	<u>205,246</u>	<u>270,913</u>	<u>225,678</u>	<u>208,376</u>	<u>117,616</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
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
2009	219,965	166,539	3,364	652	7,646	398,166
2010	201,519	130,503	2,894	864	7,185	342,965

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.

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				
	2006	2007	2008	2009	2010
General fund:					
Reserved	\$ 4,911	\$ 4,464	\$ 19,454	\$ 1,666	\$ 1,635
Unreserved:					
Undesignated	92,789	84,928	77,345	91,029	73,136
Total general fund	\$ 97,700	\$ 89,392	\$ 96,799	\$ 92,695	\$ 74,771
All other governmental funds:					
Reserved	\$ 12,778	\$ 11,875	\$ 16,234	\$ 19,133	\$ 11,034
Unreserved, Reported in:					
Designated					
Construction Projects					
Special revenue funds	51,866	48,101	49,495	43,094	48,942
Capital projects funds	262,107	245,123	238,582	397,320	419,489
Redevelopment projects					
Special revenue funds		13,628	12,491	13,995	11,867
Debt service funds					3,449
Undesignated					
Special revenue funds	57,963	54,593	58,965	91,993	82,636
Debt service funds	2,970	3,065	438	5,393	495
Total all other governmental funds	\$ 387,684	\$ 376,385	\$ 376,205	\$ 570,928	\$ 577,912
Total Fund Balances of Governmental Funds	<u>485,384</u>	<u>465,777</u>	<u>473,004</u>	<u>663,623</u>	<u>652,683</u>

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

	Fiscal Year			
	2006	2007	2008	2009
				2010
Revenues				
Taxes	\$ 128,794	\$ 143,589	\$ 158,279	\$ 169,886
Licenses and permits	78,652	84,866	85,182	80,458
Intergovernmental	395,115	386,476	433,211	416,901
Charges for services	37,867	36,077	36,804	38,674
Special assessments	4,104	6,343	17,446	3,799
Fines and forfeits	15,176	16,683	18,218	22,027
Interest	11,004	22,309	21,783	15,585
Miscellaneous	7,691	6,947	12,273	6,062
Total revenues	678,403	703,290	783,196	753,392
Expenditures				
General government	87,997	101,839	101,696	64,101
Judicial	23,328	25,541	28,050	27,267
Public safety	272,480	301,399	298,322	330,698
Public works	55,633	33,439	38,037	29,437
Welfare	1,008	1,115	1,119	1,129
Health	2,634	2,759	2,901	3,639
Culture and recreation	44,640	48,690	85,596	58,078
Economic development and assistance	18,980	24,794	25,390	28,489
Transit systems	1,290	1,271	1,291	1,257
Debt service				
Principal retirement	25,235	22,875	23,328	24,798
Interest and fiscal charges	9,740	12,620	11,250	11,462
Bond issuance costs				3,375
Capital outlay	112,210	170,840		
General government			32,891	8,548
Judicial			39	
Public safety			31,820	10,636
Public works			62,849	88,676
Culture and recreation			49,516	76,518
Economic development and assistance			17,621	15,680
Total expenditures	655,175	747,182	811,716	783,788
Excess of revenues over (under) expenditures	23,228	(43,892)	(28,520)	(30,396)
				(208,613)

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)

	2006	2007	2008	2009	2010
Other financing sources (uses)					
Transfers in	100,861	100,861	85,035	244,272	107,441
Transfers out	(104,895)	(104,895)	(81,366)	(210,868)	(114,278)
Sale of capital assets	1,447	1,447	1,474		
Bond escrow refunding to defease debt	(44,505)	(44,505)			
Payment to defease debt					
General obligation bond proceeds	93,532	93,532	22,500	186,220	204,509
Premium/(Discount)			342	1,391	
Special assessment bonds & interim warrants sources (uses)	46,440	46,440	320		
			28,305	221,015	197,672
Net changes in fund balances	\$ 69,668	\$ 2,548	\$ (215)	\$ 190,619	\$ (10,941)
Debt service as a percentage of noncapital expenditures	6.44%	6.16%	5.60%	6.21%	8.95%

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

Fiscal Year Ended June 30	Real Property			Personal Property		Less: Tax Exempt Real Property ⁴	Total Taxable Assessed Value ⁴	Total Direct Tax Rate	Estimated Actual Taxable Value ²	Assessed Value as a Percentage of Actual Value ³
	Residential Property ⁴	Industrial Property ⁴	Commercial Property ⁴	Vacant ¹	Personal Prop Tax Roll					
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%
2009	18,175,717	244,130	5,686,552	3,367,011	401,461	2,905,863	24,969,008	3.2714	71,340,023	39.07%
2010	12,840,772	242,627	5,680,118	2,302,176	422,412	2,481,876	19,006,229	3.2760	54,303,511	39.57%

Source: Clark County Assessor's Office

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

⁴ The Net Assessed value that is used in this section will vary to the amount utilized in the Annual Budget book for the City of Las Vegas due to the timing of data from the Clark County Assessor and the State of Nevada, Department of Taxation.

City of Las Vegas
Property Tax Rates (per \$100 of Assessed Value)
Direct and Overlapping Governments
Last Five Fiscal Years
(Unaudited)

Fiscal Year	City of Las Vegas			Overlapping Rates					Total Direct & Overlapping Rates
	¹ Operating	Debt Service	Total City	County		School District		State	
				Operating	Debt Service	Operating	Total School	Total State	
2006	0.7715	0.0059	0.7774	0.6162	0.0263	1.3034	1.3034	0.1700	3.2812
2007	0.7715	0.0062	0.7777	0.6162	0.0254	1.3034	1.3034	0.1700	3.2802
2008	0.7715	0.0000	0.7715	0.6162	0.0229	1.3034	1.3034	0.1700	3.2714
2009	0.7715	0.0000	0.7715	0.6262	0.0129	1.3034	1.3034	0.1700	3.2714
2010	0.7715	0.0000	0.7715	0.6262	0.0129	1.3034	1.3034	0.1700	3.2760

Source: Clark County Treasurer's Office

Notes:

The State Constitution has a maximum rate limit of \$5 per \$100 assessed value and Nevada Revised Statutes further lower the limit to a total combined tax rate of \$3.64. The overlapping rates include the County, School District, State and Special Districts (LVMPD 911, LVMPD Manpower, Library and Artesian Basin). These apply to taxpayers whose property is located within the City of Las Vegas boundaries.

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

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

City of Las Vegas
Principal Property Taxpayers
June 30, 2010
(Unaudited)
(Amounts Expressed in Thousands)

Taxpayer	2010			2001		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
General Growth Properties	\$ 956,100	1	5.03%			
World Market Center Las Vegas	237,945	2	1.25%			
Boyd Gaming Corporation	154,003	3	0.81%	46,495	7	0.54%
Station Casinos Incorporated	152,102	4	0.80%	56,808	4	0.66%
Goldman-Sachs Group Inc	140,990	5	0.74%			
Universal Health Services Inc.	138,813	6	0.73%			
Camden Property Trust	115,818	7	0.61%			
Landry's Restaurants Incorporated	89,814	8	0.47%			
Tamames Group	73,922	9	0.39%			
Cox Communications	68,024	10	0.36%			
Wachovia Bank	59,458	11	0.31%			
Triple Five Development	57,349	12	0.30%			
F.S. Rouse LLC(Acquired by General Growth)				131,058	1	1.52%
Sierra-Nevada Multifamily Investments				87,027	2	1.01%
Central Telephone Co				72,930	3	0.85%
MGM Mirage				56,370	5	0.65%
Coast Resorts Inc(Acquired by Boyd Gaming Corp)				47,261	6	0.55%
Stratosphere Corporation				44,890	8	0.52%
Olen Residential Realty Corp				39,542	9	0.46%
Citigroup				35,397	10	0.41%
The Resort at Summerlin LP(Acquired by Marriott)				34,405	11	0.40%
HCA-The Healthcare Company				30,401	12	0.35%
Totals	\$ <u>2,244,338</u>			\$ <u>682,584</u>		

Total Assessed Value for City of Las Vegas FY 2010 \$ 19,006,229 FY2001 \$ 8,608,005

Source: Clark County Assessor

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

Fiscal Year Ended June 30	¹ Total Tax Levy for Fiscal Year	Collected Within the		Collections of Subsequent Years	Total Collections to Date	
		Fiscal Year of the Levy	Percentage of Levy		Amount	Percentage of Current Year Levy
		Amount				
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%
2009	133,452	131,005	98.17%	2,002	133,007	99.67%
2010	124,445	122,641	98.55%	1,894	124,535	100.07%

Notes:

¹ Levy 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.

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				
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%	531
2009	295,760	7,502	74,640	9,535		387,437	7.30%	637
2010	478,280	6,903	66,370	9,025		560,578	11.01%	988

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)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund	Percentage of Estimated Actual Taxable Value of		Per Capita ²
			Total	Property ¹	
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
2009	295,760	5,393	290,367	0.41%	478
2010	478,280	538	477,742	0.67%	842

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, 2010
(Unaudited)
(Amounts Expressed in Thousands)

Governmental Unit	General Obligation Debt Outstanding	Less Debt Service Fund Balance	¹ Net General Obligation Indebtedness	Estimated Percentage Applicable ^{2,3}	Estimated Share of Overlapping Debt
City of Las Vegas	\$ 560,578	\$ 538	\$ 560,040	100.00%	\$ 560,040
Total Direct Debt					560,040
Clark County	4,917,912	174,498	4,743,414	20.70%	981,887
Clark County School District	4,110,425	479,363	3,631,062	30.84%	1,119,820
Las Vegas-Clark County Library District	60,375	11,957	48,418	36.00%	17,430
State of Nevada	2,279,505	684,975	1,594,530	15.50%	247,152
Total Overlapping Debt					\$ 2,366,289
Total Direct and Overlapping Debt					\$ 2,926,329

Sources: Debt amounts are acquired from the various entities; percentage applicable is derived from the assessed value in the State of Nevada Department of Taxation's 'Redbook' and the Clark County Assessor Segregation Report. Clark County School District percentage was taken from the annual report. The Library District is from the annual report.

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 and the State's total taxable assessed value.

³ The percentage of the School District is the total schools in the City of Las Vegas divided by the total schools in the District. Library percentage is the total of branches in the City of Las Vegas divided by the total number of branches in the District.

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

	Fiscal Year				
	2006	2007	2008	2009	2010
Debt limit (20% of Assessed Value)	\$ 3,295,511	\$ 4,944,270	\$ 5,593,557	\$ 5,574,974	\$ 4,297,621
Total net debt applicable to limit	281,164	310,004	304,376	374,542	553,137
Legal debt margin	<u>\$ 3,014,347</u>	<u>\$ 4,634,266</u>	<u>\$ 5,289,181</u>	<u>\$ 5,200,432</u>	<u>\$ 3,744,484</u>
Total net debt applicable to the limit as a percentage of debt limit	8.53%	6.27%	5.44%	6.72%	12.87%

Legal Debt Margin Calculation for Fiscal Year 2010

Assessed Value	\$ 19,006,229
Add back: exempt real property	2,481,876
Total assessed value	<u>\$ 21,488,105</u>
Debt limit (20% of total assessed value)	\$ 4,297,621
Debt applicable to limit:	
Total Bonded Debt (Including Special Assessment Bonds)	560,578
Less:	
Special Assessment Bonds	(6,903)
Amount Available for Repayment	<u>(538)</u>
Total net debt applicable to limit	<u>553,137</u>
Legal debt margin	<u>\$ 3,744,484</u>

Notes:

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

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

<u>Fiscal Year</u>	<u>¹ Sewer and Other Charges</u>	<u>² Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>³ Debt Service</u>		<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	
<u>Sewer Revenue Bonds</u>						
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
2009	103,005	54,406	48,599	11,065	3,511	3.33
2010	103,058	56,746	46,312	8,270	3,237	4.02

<u>Fiscal Year</u>	<u>¹ Golf Course Fees and Other Charges</u>	<u>² Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>³ Debt Service</u>		<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	
<u>Municipal Golf Course Enterprise Fund</u>						
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)
2009	1,318	1,603	(285)	480	563	(0.27)
2010	1,282	1,345	(63)	510	529	(0.06)

<u>⁴ Special Assessment Collections</u>	<u>³ Debt Service</u>		<u>Coverage</u>
	<u>Principal</u>	<u>Interest</u>	

Special Assessment Bonds

2006	\$ 1,440	\$ 1,772	\$ 304	0.69 %
2007	1,685	560	293	1.98
2008	1,758	384	371	2.33
2009	1,334	701	344	1.28
2010	2,618	599	318	2.85

Notes:

¹ Gross revenues include sewer connection charges, golf course fees and miscellaneous fees, but excludes interest income

² Operating expenses exclusive of depreciation.

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

⁴ SID collections are principal and interest plus late fees.

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

Fiscal Year	² Population	¹ Personal Income (amounts expressed in thousands)	¹ Per Capita Personal Income	¹ Median Age	¹ Educational Attainment		¹ Educational Attainment		⁴ Unemployment Rate
					High School Graduate	Bachelor's Degree or Higher	School Enrollment (thousands)	Bachelor's Degree or Higher	
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%
2009	607,876	53,097	27,045	35.7	81.1%	21.4%	94		9.2%
2010	567,610	50,935	24,246	33.7	79.9%	20.5%	94		13.5%

Data Sources:

- ¹ US Census Bureau
- ² US Census estimate for year ended 12/31/2009, the 2010 actual Census Bureau count is released after this report is published
- 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	2010			2001		
	Employees	Rank	Percentage of Total County Employment*	Employees	Rank	Percentage of Total County Employment*
Clark County School District	35,000	1	4.11%	23,500	1	3.32%
Clark County	8,500	2	1.00%	7,500	2	1.06%
Las Vegas Metropolitan Police	5,500	3	0.65%	3,500	5	0.49%
UNLV	5,500	4	0.65%	3,500	4	0.49%
State of Nevada	4,000	5	0.47%	4,500	3	0.64%
UMC	3,500	6	0.41%	3,500	6	0.49%
City of Las Vegas	3,000	7	0.35%	2,500	8	0.35%
Sunrise Hospital	2,500	8	0.29%	3,000	7	0.42%
College of Southern NV	2,000	9	0.24%	1,000	15	0.14%
Golden Nugget Hotel & Casino	2,000	10	0.24%			
Stratosphere Tower/American Casino	2,000	11	0.24%	2,000	10	0.28%
Southern Nevada HCS	1,000	12	0.12%			
Citibank N.A.	1,000	13	0.12%	1,500	13	0.21%
Valley Hospital Medical Center	1,000	14	0.12%	1,000	14	0.14%
Sun Coast Hotel & Casino	1,000	15	0.12%			
Palace Station Casino	1,000	16	0.12%			
Cox Communications	1,000	17	0.12%			
Summerlin Hospital	1,000	18	0.12%			
HSBC Card Services	1,000	19	0.12%			
Sante Fe Station Casino	1,000	20	0.12%			
	<u>82,500</u>		<u>8.86%</u>	<u>57,000</u>		<u>8.05%</u>
Total County Employment	FY2010	851,000		FY2001	708,100	

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)

Function	Full-time Equivalent Employees as of June 30									
	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
General Government	583	583	589	561	573	584	604	604	583	555
Judicial	177	179	186	215	218	223	229	237	239	214
Public Safety	1,017	1,107	1,196	1,224	1,274	1,290	1,328	1,317	1,300	1,266
Public Works	179	179	181	184	188	192	208	207	190	183
Sanitation	202	195	199	198	203	207	206	207	203	206
Health	16	16	18	18	18	15	15	15	15	15
Welfare	10	9	9	9	10	10	10	11	11	11
Culture & Recreation	462	432	454	458	472	480	501	505	489	654
Economic Development & Assistance	80	81	90	88	95	97	95	98	96	97
Transit Systems	11	11	11	9	10	12	12	12	9	-
Total Government	2,737	2,792	2,933	2,964	3,061	3,110	3,208	3,213	3,135	3,201

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

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

Function	Fiscal Year			
	2006	2007	2008	2009
General Government				
Parking violations	108,050	97,557	80,805	95,200
Judicial				
Traffic Cases	100,800	103,018	176,977	189,276
Criminal Cases			37,893	42,627
Total cases	232,139	237,246	214,870	231,903
Public safety				
Marshals				
Inmate bookings/releases	32,946	34,993	32,666	28,497 / 28,651
Fire				
Fire and Medical Response	82,030	73,006	80,084	79,990
Inspections	26,577	25,149	27,982	24,283
Public works				
Asphalt reconstruction (sq yards)	242,240	173,283	304,616	124,499
Asphalt Overlay (sq yards)				
Pavement surface treatment (sq yards)	1,563,483	2,237,168	5,106,433	3,176,931
Sanitation				
Number of service connections	170,136	184,059	198,900	203,136
Daily average treatment in				
Million Gallons per Day (MGD)	70.0	70.0	70.0	68
Health				
Animal control				
Number of pick-ups	11,179	10,694	10,464	26,483
Citations issued	259	317	484	681
Culture and recreation				
Number safekey sites	66	56	69	70
Grant funds received	\$ 1,082,100	\$ 164,089	\$121,060	\$94,480
Economic development & assistance				
Code enforcement inspections	31,703	28,861	30,400	24,860
Number of citizen complaints				
Hotline calls	26,505	24,881	25,034	17,466
Website				
Number of citizens assisted with				
public service grants	77,294	85,290	96,154	238,213
Transit Systems				
¹ Ridership	371,271	336,434	298,314	225,578

Source: Various City of Las Vegas departments

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

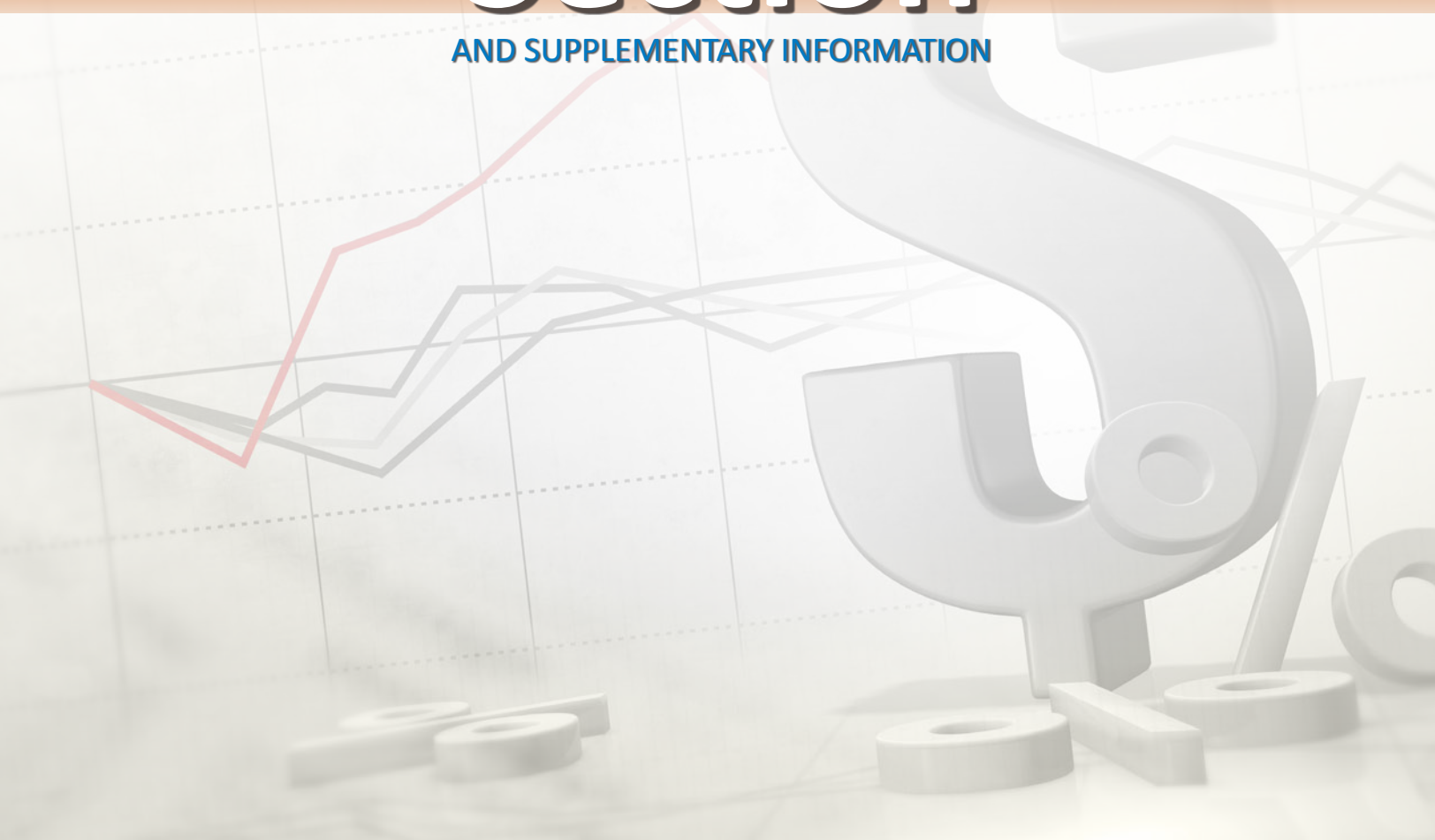
Function	2006	2007	2008	2009	2010
General government					
Parking patrol units	23	23	23	21	15
Public safety					
Marshals					
Patrol units	54	54	47	60	44
Fire					
Fire stations	16	16	17	17	17
Public works					
Streets (miles)	1,287	1,296	1,297	1,307	1,309
Streetlights	50,440	52,000	51,500	50,340	52,835
Traffic signals	3,164	3,172	3,172	3,187	3,187
Sanitation					
Miles of sanitary sewers	1,681	1,702	1,715	1,722	1,723
Miles of storm drain channels	376	381	350	430	435
Health					
Animal control					
Patrol units	18	18	14	14	11
Culture and recreation					
Parks acreage	909.82	909.82	910.00	927.00	1086.76
Parks	68	68	68	65	65
Golf Courses			4	4	4
Tennis courts	65	65	65	65	66
Swimming Pools			12	6	6
Community centers	7	7	18	18	19
Economic development & assistance					
Number of newly constructed affordable housing units	0	0	0	0	0
Transit systems					
¹ Fleet units	10	10	10	10	0

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



Compliance Section

AND SUPPLEMENTARY INFORMATION



COMPLIANCE SECTION
AND SUPPLEMENTARY INFORMATION



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

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN
AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS**

To the Honorable Mayor, City Council,
and City Manager
City of Las Vegas, Nevada

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Las Vegas, Nevada, (the "City"), as of and for the year ended June 30, 2010, which collectively comprise the City's basic financial statements and have issued our report thereon dated December 13, 2010. 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 was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control over financial reporting that we consider to be material weaknesses.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and questioned costs as item 2010-1-FS to be material weaknesses.

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, 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 response to the finding 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.

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

Kafoury, Armstrong & Co.

Las Vegas, Nevada
December 13, 2010

**CITY OF LAS VEGAS, NEVADA
AUDITOR'S COMMENTS
JUNE 30, 2010**

CURRENT YEAR STATUTE COMPLIANCE

The required disclosure on compliance with Nevada Revised Statutes and Administrative Code is contained in Note 3B to the financial statements.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

The City monitored all significant constraints during the year ended June 30, 2010.

PRIOR YEAR RECOMMENDATIONS

See the Summary Schedule of Prior Audit Findings for management's responses to the prior year recommendations.

CURRENT YEAR RECOMMENDATIONS

We noted a material weakness in internal control over financial reporting, which has been reported in the accompanying Schedule of Findings and Questioned Costs.



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

INDEPENDENT ACCOUNTANT'S REPORT

To the Honorable Mayor, City Council,
and City Manager
City of Las Vegas, Nevada

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

- The identified funds are being used expressly for the purposes for which they were created.
- The funds are administered in accordance with accounting principles generally accepted in the United States of America.
- The reserved fund balances/restricted net assets in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2010 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau).
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements.
- The funds conform to significant statutory and regulatory constraints on its financial administration during the year ended June 30, 2010, except as previously noted under statute compliance.
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of the City of Las Vegas, Nevada.

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

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

Kafoury, Armstrong & Co.

Las Vegas, Nevada
December 13, 2010

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, 2010

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:

Base June 30, 2009	*	Growth Factor	=	FY 2010 Maximum Allowable Revenue	FY 2010 Actual Revenue Received	Amount Over/(Under) Allowable
\$ 6,270,594		0.960030		\$ 6,019,958	\$ 6,020,228	\$ 270

FEES CALCULATED ON A PERCENTAGE OF GROSS REVENUE:

Base June 30, 2009	*	Increase in CPI	=	FY 2010 Maximum Allowable Revenue	FY 2010 Actual Revenue Received	Amount Over/(Under) Allowable
\$ 9,593,104		1.0263		\$ 9,845,050	\$ 8,123,114	\$ (1,721,936)

See accompanying independent auditors' report.

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Single Audit Section





KAFOURY, ARMSTRONG & CO.
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CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS
THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH
OMB CIRCULAR A-133**

To the Honorable Mayor, City Council,
and City Manager
City of Las Vegas, Nevada

Compliance

We have audited City of Las Vegas, Nevada's (the City) compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended June 30, 2010. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

Internal Control Over Compliance

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

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

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

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

Kafoury, Armstrong & Co.

Las Vegas, Nevada
December 13, 2010

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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:					
CDBG - Entitlement Grants Cluster					
Community Development Block Grant/Entitlement Grant	14.218	B-08-MC320001	\$ 5,068,721	\$ 3,169,638	\$ 3,169,638
	14.218	B-09-MC320001	5,133,572	1,376,814	1,376,814
	14.218	B-08-MN-32-0002	14,775,270	11,122,510	11,122,510
			24,977,563	15,668,962	15,668,962
ARRA - Community Development Block Grant	14.253	CDBG-R	1,376,738	151,617	151,617
Total CDBG - Entitlement Grants Cluster			26,354,301	15,820,579	15,820,579
Emergency Shelter Grant	14.231	S-09-MC320001	225,677	225,546	225,546
ARRA - Emergency Shelter Grant	14.231	ESG - HPRP	2,105,118	344,035	344,035
			2,330,795	569,581	569,581
Housing Opportunities for Persons with Aids	14.241	NV-H08F0-01	952,000	72,872	72,872
	14.241	NV-H09F0-01	897,000	965,663	965,663
			1,849,000	1,038,535	1,038,535
Economic Development Initiative	14.251	B05-SP-NV-0198	793,600	793,600	793,600
	14.251	B06-SP-NV-0697	495,000	495,000	495,000
	14.251	B08-SP-NV-0536	196,000	196,000	196,000
			1,484,600	1,484,600	1,484,600
Home Investment Partnerships Program	14.239	M07-DC32-0224	2,328,299	192,675	192,675
	14.239	M08-DC32-0224	2,217,826	1,929,230	1,929,230
			4,546,125	2,121,905	2,121,905
Passed through Clark County Dept of Finance					
Community Resources Mgmt. Division					
Home Investment Partnerships Program	14.239	M01-DC32-0224	1,683,371	15,999	15,999
	14.239	M03-DC32-0224	2,578,046	274,729	274,729
	14.239	M04-DC32-0224	2,864,232	155,849	155,849
	14.239	M05-DC32-0224	2,505,966	481,941	481,941
			9,631,615	928,518	928,518
Subtotal HOME Program			14,177,740	3,050,423	3,050,423
Total U.S. Department of Housing and Urban Development			46,196,436	21,963,718	21,963,718
<u>U.S. Department of Health and Human Services</u>					
Direct Programs:					
Substance Abuse & Mental Health Services	93.243	1H9TI09562-01	383,187	175,062	175,062
Passed through Nevada Dept. of Health and Aging Cluster					
Human Services, Aging Services Division					
Special Programs for the Aging - Title III,					
Part B - Grants for Supportive Services					
and Senior Centers					
Senior Law Project - Supplement	93.044	03-009-11-BX-09	24,281	24,281	24,281
Senior Law Project	93.044	03-009-11-BX-10	72,844	72,844	72,844
Independent Living Grant	93.044	03-009-11-LX-09	69,113	17,273	17,273
Independent Living Grant	93.044	03-009-11-LX-10	45,000	33,750	33,750
			211,238	148,148	148,148
Passed through United Way of Southern Nevada					
CCDF Cluster					
Child Care Mandatory and Matching Funds	93.596		118,640	71,544	71,544
Total U.S. Department of Health and Human Services			713,065	394,754	394,754

The notes to the SEFA are an integral part of this schedule.

continued

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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:					
ARRA Energy Efficiency & Conservation Block Grant	81.128	DE-EE0000683	\$ 5,449,200	\$ 36,701	\$ 36,701
Total U.S. Department of Energy			<u>5,449,200</u>	<u>36,701</u>	<u>36,701</u>
<u>U.S. Department of Homeland Security</u>					
Passed through Nevada Dept. of Public Safety Emergency Management Division					
Homeland Security Grant					
Emergency Management Project	97.042	9704209	223,738	77,858	77,858
Emergency Management Project-Supplemental	97.042	9704209	7,057	7,057	7,057
Emergency Management Project	97.042	9704210	391,886	286,307	286,307
			<u>622,681</u>	<u>371,222</u>	<u>371,222</u>
Homeland Security Cluster					
State Homeland Security - ODP Ph VII	97.067	97067HL7	185,400	36,880	36,880
State Homeland Security - ODP Ph VII Exercise	97.067	97067HE7	123,713	42,498	42,498
Metropolitan Medical Response System - FF07	97.067	97067M07	258,145	108,818	108,818
Metropolitan Medical Response System - FF08	97.067	97067M08	321,221	124,957	124,957
Metropolitan Medical Response System - FF09	97.067	97067M09	311,585	40,154	40,154
			<u>1,200,064</u>	<u>353,307</u>	<u>353,307</u>
Passed through Clark County Office of Emergency Management and Homeland Security					
Citizen Corps Program	97.067	97053CL6	221,818	13,304	13,304
Citizen Corps Program	97.067	97053CL8	19,612	2,234	2,234
Citizen Corps Program	97.067	97053CL9	41,064	19,000	19,000
State Homeland Security - SERC - Equipment	97.067	10-SERC-03-01	3,514	3,514	3,514
Urban Area Security Initiative	97.067	97067U07	435,050	291,392	291,392
Urban Area Security Initiative - Bomb Squad	97.067	97067U08	1,792,588	768,587	768,587
Urban Area Security Initiative - CCP	97.067	97067U08	246,043	79,808	79,808
Urban Area Security Initiative - CCP	97.067	97067U09	230,244	92,439	92,439
Urban Area Security Initiative - RPSC	97.067	97067U08	477,391	85,072	85,072
			<u>3,467,324</u>	<u>1,355,350</u>	<u>1,355,350</u>
Total Homeland Security Cluster			<u>4,667,388</u>	<u>1,708,657</u>	<u>1,708,657</u>
Total U.S. Department of Homeland Security			<u>5,290,069</u>	<u>2,079,879</u>	<u>2,079,879</u>
<u>U.S. Department of Agriculture</u>					
Passed through Nevada Dept. of Education					
Child and Adult Food Program	10.558	03-44-2000-000	87,752	87,752	87,752
Passed through Nevada Dept. of Conservation and Natural Resources Forestry Division					
Cooperative Forestry Agreement					
Urban Forestry Management	10.664	CPG08/#011	38,600	12,315	12,315
Total U.S. Department of Agriculture			<u>126,352</u>	<u>100,067</u>	<u>100,067</u>

The notes to the SEFA are an integral part of this schedule.

continued

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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					
Bonanza Trail LV03	15.235	L04AC13847	\$ 14,040,000	\$ 277,514	\$ 277,514
Las Vegas Wash Ph 1 LV05	15.235	L04AC13521	2,232,000	1,043,134	1,043,134
Multi Use Transportation Trails LV14	15.235	L05AC13234	11,151,360	4,380,814	4,380,814
Cultural Corridor Trails LV15	15.235	L09AC15697	2,323,200	28,663	28,663
Neon Boneyard LV16	15.235	L05AC12957	5,227,200	1,353,382	1,353,382
Boulder Plaza Park LV17	15.235	L05AC14882	1,626,240	887,319	887,319
Las Vegas Wash Trail LV20	15.235	L07AC14876	5,500,000	1,566,001	1,566,001
Lone Mountain Trail Ph II LV21	15.235	L07AC13810	3,080,000	80,383	80,383
Freedom Park LV22	15.235	L07AC14119	17,600,000	9,219,369	9,219,369
Lorenzi Park Renovation LV23	15.235	L07AC13493	28,523,000	2,046,525	2,046,525
Sandhill Owens Park (Private) LV24	15.235	L07AC13811	2,640,000	244,425	244,425
Pedestrian Bridge LV Wash LV25	15.235	L07AC14394	3,300,000	5,789	5,789
Sandhill Owens Park (City) LV26	15.235	L07AC14396	2,068,000	209,703	209,703
Jaycee Park Renovations LV27	15.235	L07AC12953	10,087,000	312,872	312,872
Pedestrian Bridge Lone Mtn Trail LV28	15.235	L07AC13679	3,300,000	126,952	126,952
I-215 Beltway Trail Segments LV29	15.235	L07AC12955	6,773,000	83,002	83,002
Pedestrian Bridge Cultural Corridor Trail LV30	15.235	L07AC14118	1,650,000	46,534	46,534
Las Vegas Springs Preserve LV31	15.235	L08AC14129	12,100,000	928,530	928,530
Desert Nature Preserve LV32	15.235	L08AC14886	5,940,000	2,555,120	2,555,120
Las Vegas Wash Trail Bridge LV33	15.235	L08AC13544	2,860,000	10,978	10,978
Floyd Lamb Park Trail LV34	15.235	L09AC15526	2,497,000	160,738	160,738
Doolittle Park Renovation LV35	15.235	L09ACxxxx	1,400,000		10,008
Vias Verdes PPP PV03	15.235	L08AC14126	295,000	44,373	44,373
			146,213,000	25,612,120	25,622,128
Save America's Treasures	15.929	32-06-ML0437	532,043	532,043	532,043
Passed through Nevada Dept. of Cultural Affairs					
State Historic Preservation Office					
Historic Preservation Fund	15.904	32-08-21733(4)	45,000	45,000	45,000
Total U.S. Department of the Interior			146,790,043	26,189,163	26,199,171

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

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 Transportation</u>					
Passed through Nevada Dept. of Transportation					
Highway Planning and Construction					
ARRA - Stewart Avenue Reconstruction	20.205	P188-09-063	\$ 1,871,000	\$ 140,403	\$ 140,403
ARRA - Alexander Road Repaving	20.205	P187-09-063	1,086,000	284,740	284,740
ARRA - Durango Drive Repaving	20.205	P184-09-063	814,000	134,124	134,124
ARRA - Hills Center Drive Repaving	20.205	P185-09-063	1,292,000	374,780	374,780
ARRA - Lamb Boulevard Repaving	20.205	P186-09-063	2,199,000	664,267	664,267
ARRA - Rainbow-Smoke Ranch to Gowen	20.205	P005-10-063	1,910,537	144,384	144,384
ARRA - Traffic Package No.7	20.205	P261-09-063	1,956,952	7,355	7,355
ARRA - Traffic Package No.7A	20.205	P260-09-063	937,000	2,687	2,687
Safe Routes to School	20.205	P257-08-802	185,688	131,389	131,389
Stewart Avenue Streetscape Ph I	20.205	PR382-06-063	600,000	18,504	18,504
ITS Comm Infrastructure Ph II	20.205	P121-09-050	5,480,000	6,270	6,270
US95 at Horse NDOT SAFTEA - LU	20.205	PR057-08-015	4,800,000	3,332,380	3,332,380
US95 at Horse NDOT RTC-STP	20.205	PR057-08-015	21,000,000	19,063,094	19,063,094
Sheep Mountain EIS Study NDOT	20.205	PR066-09-063	735,000	494,776	494,776
			44,867,177	24,799,153	24,799,153
Passed through Clark County Office of Emergency Management and Homeland Security					
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	10-HEMP-03-01	17,361	5,287	5,287
Total U.S. Department of Transportation			44,884,538	24,804,440	24,804,440
<u>National Endowment for the Arts</u>					
Passed through Nevada Arts Council					
ARRA - Promotion of the Arts - Partnership Agreements	45.025	090041	5,324	5,324	5,324
Total National Endowment for the Arts			5,324	5,324	5,324
<u>U.S. Department of Justice</u>					
Direct Programs:					
ARRA - Edward Bryne Justice Memorial	16.804	2009-SB-B9-1637	7,558,206	406,670	406,670
Part E - Developing Testing and Demonstrating Promising New Programs	16.541	2008-JL-FX-0039	156,511	17,754	17,754
Passed through Clark County Dept. of Finance Community Resources Management Division					
Edward Bryne Memorial State and Local Law Enforcement Assistance Discretionary Grants	16.580		152,248	96,692	96,692
Total U.S. Department of Justice			152,248	96,692	96,692
Total Federal Assistance			\$ 257,321,992	\$ 76,095,162	\$ 76,105,170

The notes to the SEFA are an integral part of this schedule.

CITY OF LAS VEGAS, NEVADA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

(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, 2010. 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. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local governments and Non-Profit Organizations. 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	\$ 25,225,641
Special Revenue Fund	50,879,529
	<u>\$ 76,105,170</u>

(4) Subrecipient Expenditures

The total amount provided to subrecipients from each federal program for the fiscal year ended June 30, 2010, is listed below:

Community Development Block Grant (CFDA Number 14.218)	\$ 1,227,430
Emergency Shelter Grant (CFDA Number 14.231)	558,279
Housing Opportunities for Persons with Aids (CFDA Number 14.241)	1,007,755
Distribution of Receipts to Local Governments (CFDA Number 15.235)	928,530
HOME Program (CFDA Number 14.239)	<u>2,754,919</u>
Total	<u>\$ 6,476,913</u>

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

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies identified that are not considered to be material weaknesses?	None
Noncompliance material to financial statements noted	None

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	None
Significant deficiencies identified that are not considered to be material weaknesses?	None
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	None
Identification of major programs:	
• CDBG Entitlement Grants Cluster – CFDA # 14.218 and 14.253 (ARRA)	
• Economic Development Initiative – CFDA # 14.251	
• Save America’s Treasures – CFDA # 15.929	
• Highway Planning & Construction Cluster– CFDA # 20.205	

Dollar threshold used to distinguish between type A and type B programs:	\$ 2,283,155
Auditee qualified as low-risk auditee?	No

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2010

SECTION II – FINANCIAL STATEMENT FINDINGS

FINDING 2010-1-FS CONTROLS OVER THE FINANCIAL REPORTING PROCESS – YEAR-END CLOSING PROCEDURES

Criteria: The City should have controls over the financial reporting process that enable it to produce timely, reliable financial statements in accordance with generally accepted accounting principles. Strong year-end closing procedures performed by supervisory-level personnel are key to identifying all the required adjustments. Such procedures as review of the financial statement balances, which includes review of the general ledger, detail subsidiary ledgers, account detail, reconciliations, and other supporting schedules are critical components to an effective year-end close.

Condition: During our audit, we identified that the year-end close procedures were not being performed sufficiently to post all required year-end accruals and adjustments. As a result, the following audit adjustments and reclassifications were needed to correct the errors:

- 1) Adjustment to record a liability for \$913,000 of additional public works invoices.
- 2) Additionally, we noted that the net assets calculations on the Statement of Net Assets were not performed correctly resulting in a \$114 million misclassification between restricted net assets and unrestricted net assets of the governmental activities.

Effect: Insufficient controls over the financial reporting process increases the likelihood that management and other financial statement users will rely on faulty information to make important decisions about the entity.

Recommendation: The City should enhance its year-end close procedures to include expanding cut-off procedures and enhancing review processes. Also, annual training on current Governmental Accounting Standards Board (GASB) pronouncements will keep management up-to-date on all new accounting requirements.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS - CONTINUED
FOR THE YEAR ENDED JUNE 30, 2010

SECTION II – FINANCIAL STATEMENT FINDINGS (continued)

FINDING 2010-1-FS CONTROLS OVER THE FINANCIAL REPORTING PROCESS – YEAR-END
CLOSING PROCEDURES (continued)

Management's
Response:

We concur with finding number 1 and will modify our year end closing procedures over expenditures to include an additional review after the year end invoice cut-off period to ensure that material invoice amounts are included in the year end accrual.

We concur with the finding number 2 and the financial statements have been adjusted accordingly. Since the implementation of GASB 34, the City has consistently applied the same calculation methodology in the computation of net assets. There has never been prior audit findings on the calculation methodology and we were unaware of our misinterpretation of the application of the calculation. This should not be an issue going forward. In FYE 2011 the implementation of GASB Statement 54, Fund Balance Reporting will change the presentation of net assets

SECTION III – FEDERAL AWARDS FINDINGS AND QUESTIONED COSTS

There are no federal awards findings or questioned costs to be reported.

CITY OF LAS VEGAS, NEVADA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2010

Findings Relating to Federal Awards – Prior Year:
None Reported

