

The City of Las Vegas

Comprehensive Annual Financial Report

**for the Fiscal Year Ended
June 30, 2012**



**FOR THE FISCAL YEAR ENDED
JUNE 30, 2012**

**PREPARED BY:
THE DEPARTMENT OF FINANCE**

CANDACE FALDER, DIRECTOR

**CITY OF LAS VEGAS
495 S. MAIN STREET
LAS VEGAS, NEVADA 89101**



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INTRODUCTORY SECTION

INTRODUCTORY SECTION

CITY OF LAS VEGAS, NEVADA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

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

January 21, 2013

LAS VEGAS
CITY COUNCIL

CAROLYN G. GOODMAN
MAYOR

STAVROS S. ANTHONY
MAYOR PRO TEM

LOIS TARKANIAN
STEVEN D. ROSS
RICKI Y. BARLOW
BOB COFFIN
BOB BEERS

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, 2012.

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 opinion on the City's financial statements for the year ended June 30, 2012. The independent auditors' report is presented as the first component of the financial section of this report.

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

Management's Discussion and Analysis (MD&A) immediately follows the independent auditors' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A complements 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. The City currently occupies a land area of 133.2 square miles serves a population 588,274 and is the largest City in the State of Nevada. 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.

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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 one Deputy City Manager and three Chief Officers, 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 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 tentative budget is presented to the Department of Taxation by April 15. The Council is required to hold public hearings on the tentative 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 42-43 and 104-112, and other major governmental funds on pages 113-114. For governmental funds, other than the general fund; other non-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 115 thru 165, 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) City Manager's office approves all staff hiring; b) on-going monitoring of expenditures; and c) monthly analysis of departmental costs 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

Although the U.S. economy has continued its slow recovery, the Gross Domestic Product growth is still well below the annual of 3% that economists consider necessary to create a strong economy and lower the unemployment rate. Nevada's economy has begun to show some improvement, but many signs of weakness remain, the chief of which is unemployment which tends to be a lagging indicator. The Las Vegas Metropolitan area unemployment rate has fallen from 14.0% in September 2011 to 11.5% in September 2012. Despite this improvement, which is the lowest unemployment rate since May 2009, Nevada still continues to have the highest unemployment rate of any state.

The Standard and Poors Case-Shiller Home Price Index indicates Las Vegas Metropolitan area home prices have begun to level off. However, the index indicates that area home prices have declined by 3.18% over the past year. This continued decline has significantly impacted the City's property tax revenue from the decrease in assessed valuation. The City's property tax revenues have declined by approximately 30% since June 30, 2009.

Notwithstanding Southern Nevada's economic challenges, there are some positive signs from key areas. Taxable sales continue to stabilize. Improved taxable sales continue to drive Consolidated Tax (CTX) revenues. This resulted in the City having an increase of 6.5% for Fiscal Year 2012, with nine consecutive quarters of positive growth. Additionally, the Las Vegas Convention and Visitor Authority reported increases in visitor volumes of 2.4%, occupancy rates of 0.7% and the average daily room rate of 4.3%, respectively.

Unlike recoveries Las Vegas has experienced in the past, this recovery has been a slow one.

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 City Manager's Office 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 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 (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 (Financial Oversight Committee) was formed that includes financial leaders from both the private and public sectors to 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, manage vacant positions, and evaluating possible strategies as the city strives to maintain fiscal integrity through sound financial policies. 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.

Major Initiatives

The City has taken a number of steps to encourage new businesses and support existing ones. Recently, the City's Building and Safety Department became the first in the state of Nevada, and possibly the nation, to offer inspections seven days a week. The City is also the first government agency in southern Nevada to offer customers the ability to apply for a business license online. New privileged licensing changes are also now in effect, which reduce the paperwork by 75% and make many forms available online. In addition, the Cities of Las Vegas, North Las Vegas, Henderson and Clark County recently unveiled a new multijurisdictional business license for contractors that will allow them to get their license in one location. These programs are part of a major effort to make it easier to do business in the City.

Innovation

The City has been striving to lead by example in order to be on the cutting edge of innovation and sustainability. The City is nearing completion on a 25-acre solar panel project, one of the largest for a City government in the western United States. The City also has an extensive recycling program at its parks and facilities with the goal of reducing waste management expenses by \$322,000 annually, or 40% of the City's total waste management bill.

Downtown Las Vegas

Downtown Las Vegas continues to thrive, especially in the areas of arts and culture. This year we opened the National Museum of Organized Crime and Law Enforcement (The Mob Museum) and the Neon Museum (the "Boneyard"), which is home to a collection of more than 150 neon signs dating from the 1930's. Our newly opened 2,000-plus seat Smith Center for the Performing Arts features Broadway productions and world-class orchestral and soloist performances, ballet and much more. The interactive children's Discovery Museum is expanding and will re-open a new facility in Symphony Park early in 2013, adjacent to the Smith Center.

Additionally, the City now boasts being the new home of the Las Vegas Shakespeare Company, which is embarking on a theatre and performance expansion program. This company serves the entire southern Nevada area in both performance and education. Adding to this mix of culture is the Arts District, known as "18b," which is a classic urban mix of residential, commercial and cultural uses that continue to grow as the hub of the arts scene in Las Vegas and Southern Nevada.

Fremont East Entertainment District is quickly becoming the place to visit for locals and tourists, offering an eclectic mixture of bars, clubs and restaurants. The catalyst for this expansion has been the efforts of Zappos.com CEO Tony Hsieh, whose "Downtown Project" has allocated \$350 million to aid in the revitalization of downtown Las Vegas. Zappos.com, Inc. is also in the process of transforming the City's former City Hall building into its corporation campus, which is expected to bring an initial 1,000 jobs into the downtown area. Most recently, Take-Two Interactive Software, Inc. announced that its wholly-owned 2K publishing label is working on a deal to relocate its 2K West QA Testing studio from Northridge, California to downtown Las Vegas. The move, which will be made possible through partnerships with both the State of Nevada and the City, is expected to be completed by early 2013. This will support the hiring of up to 150 full-time employees. The City estimates an annual economic impact to the community of more than \$14.9 million during the seven year term of the company's office lease, which includes direct and indirect benefits.

More than 5,200 construction workers were employed and 1,541 permanent jobs were created on completed projects in the downtown Las Vegas area during fiscal year ended June 30, 2012. During this period, an excess of \$754 million in new projects was completed downtown. During the same time period, an additional 1,726 construction workers were employed on projects under construction downtown, which could generate at least 1,900 permanent jobs. These under-development projects in Las Vegas' urban area total more than \$395 million.

Financial Stability

The City continues to take steps to make sure its budget is stable, especially in the area of employee benefits. The City has adopted a two-pronged approach to managing employee compensation based on total rewards and ability to fund. A total rewards approach recognizes that there is more to retaining employees than simply paying a fair salary, such as an attractive benefits package, a solid retirement plan, opportunity for career advancement and professional growth, and pride in working for an organization. The City incorporated these principles into a compensation philosophy that provides the framework for managing pay and benefits that is fairly broad, providing managers with the flexibility to make appropriate decisions.

In addition, the City recently conducted a study to compare the wages of city workers with those in comparable jobs in the public and private sectors, regionally. Sixty benchmark jobs were selected to compare with other employers. All the other jobs were linked to one of those benchmarks. The City and employee union agreed to reduce the impact to the employees by freezing their wages.

The City also recognizes that continuing to pay the exceptionally large payouts at separation for employees' vested sick leave and the annual leave accrued balances is not a sustainable practice. The City adopted a plan to reduce sick leave and annual leave accrual caps for Appointive and Executive employees. This new plan puts the leave benefits more in line with the private sector benefit plans, establishes our plan as the role model for our collective bargaining units, and places the city in the leadership role for other governments.

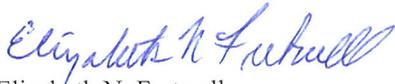
Awards and Acknowledgements

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, 2011. 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 32 consecutive years (fiscal years 1980-2011). 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 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



Candace Falder, CPA
Finance Director

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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, 2011

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.



Christopher P. Moivell

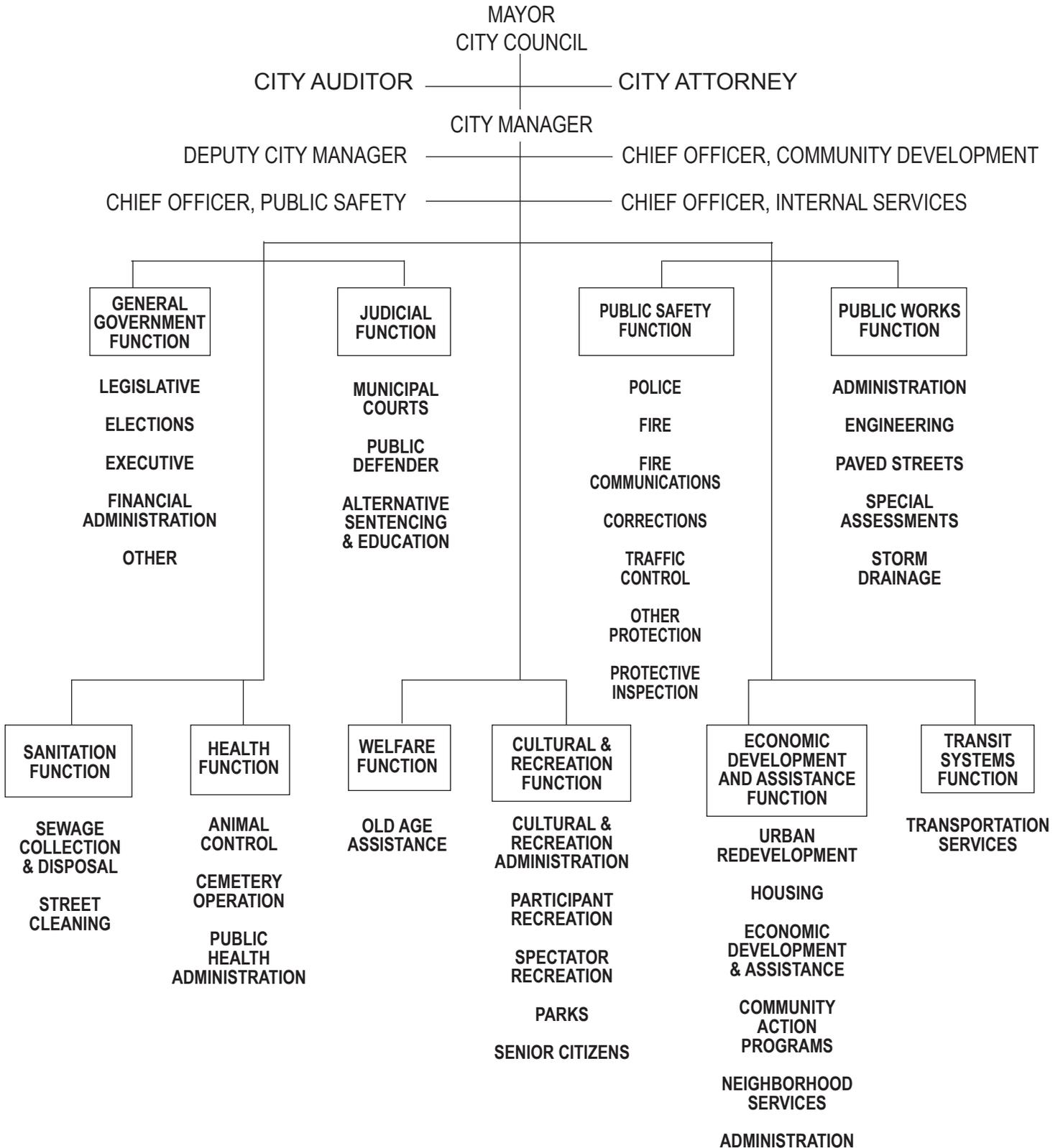
President

Jeffrey R. Emer

Executive Director

CITY OF LAS VEGAS

TABLE OF ORGANIZATION BY FUNCTION AND ACTIVITY



CITY OF LAS VEGAS

OFFICIALS



Mayor
CAROLYN G. GOODMAN
Elected At Large



Councilmember
Mayor Pro-Tem
STAVROS S. ANTHONY
WARD 4



Councilmember
LOIS TARKANIAN
WARD 1



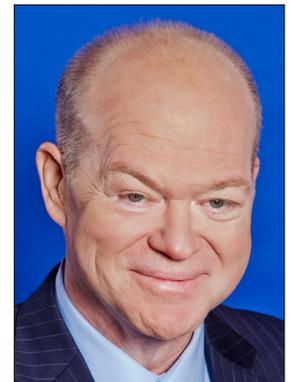
Councilmember
STEVEN D. ROSS
WARD 6



Councilmember
RICKI Y. BARLOW
WARD 5



Councilmember
BOB COFFIN
WARD 3



Councilmember
BOB BEERS
WARD 2

City Manager
ELIZABETH N. FRETWELL

CITY OF LAS VEGAS
ALL DEPARTMENTS
Weekdays 8:00 A.M to 5:00 P.M.
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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, 2012, 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, 2012, 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 January 21, 2013, 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.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (MD&A) on pages 17 through 27 and the schedule of funding progress for postemployment healthcare plans on page 101 be presented to supplement the basic

financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information, in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the MD&A and schedule of funding progress because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's financial statements as a whole. The introductory section, combining and individual fund statements and schedules, governmental capital assets 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 combining and individual fund statements and schedules, governmental capital assets and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is 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
January 21, 2013

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

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, 2012. 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 - 9 of this report.

Financial Highlights

Government-wide:

- The assets of the City exceeded its liabilities at the close of fiscal year ended June 30, 2012, by \$4,219,106,586. Governmental activities represent \$3,478,406,590 of the total net position and \$740,699,996 are from business-type activities. Of this amount, \$3.8 billion is net investment in capital assets, \$91.4 million is restricted for various purposes, and unrestricted net position is \$309.1 million. Unrestricted net position may be used to meet the City's ongoing obligation to citizens and creditors.
- Government-wide total governmental expenses were \$663,551,346. The major expense functions were Public Safety at \$335,419,991, Public Works at \$72,831,731, General Government at \$84,198,683, and Culture and Recreation at \$72,515,452. Business-type activities (*proprietary funds*) operating and non-operating expenses totaled \$108,295,127.

Fund level:

- At the close of Fiscal Year 2012, the city's governmental funds reported combined ending fund balances of \$450,495,831. Of this amount \$38,715,999 is nonspendable, \$186,782,246 is restricted, \$23,874,537 is committed, \$133,310,222 is assigned and \$67,812,827 is unassigned.
- The general fund had a total fund balance of \$150,912,397 at June 30, 2012, which represented 34 percent of total General Fund revenues. The assigned and unassigned fund balance was \$121,383,309. 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 \$110,253,730 and consolidated taxes of \$221,315,602. Combined, these two sources represent 49 percent of the total governmental activities revenue of \$674,194,482 from the statement of activities.

Long-term Debt:

- The City's total debt had a net increase of \$4,568,962. Contributing factors were the issuance \$51,500,000 in Bonds offset by \$46,931,038 from debt payments during the current fiscal year.

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.

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

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation 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, 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 are 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 70 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 30-33 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: 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.

CITY OF LAS VEGAS, NEVADA
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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 schedules for the General Fund, a major governmental fund, is located in the basic financial statements; the budgetary comparison statements for the 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 34-35, 38-39 and 42-43 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 municipal golf course, sewer (sanitation), municipal parking, and building and safety (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
 - Facilities maintenance and custodial services

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 46-50 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 51 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 52-100 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 schedules 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 104-197 of this report.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
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Other information. (continued)

The Statistical section can be found on pages 199-219 of this report. This section includes schedules on statistical information provided on a trend basis for historical analysis.

The Compliance and Supplementary Information section can be found on pages 221-224 of this report. This section includes a schedule in compliance with state statutes.

The Single Audit section can be found on pages 225-239 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 position 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 \$4,219,106,586 at the close of the most recent fiscal year.

The largest portion of the city's net position (91 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 position increased by 1 percent or \$31,130,264.

**City of Las Vegas Summary Schedule of Net Position
As of June 30, 2012 and 2011**

	Governmental		Business-type		Total	
	FY2012	FY2011	FY2012	FY2011	FY2012	FY2011
Current and other assets	\$ 595,858,572	\$ 706,892,524	\$ 222,704,944	\$ 247,183,627	\$ 818,563,516	\$ 954,076,151
Net capital assets	3,772,985,454	3,643,110,318	598,371,198	562,944,016	4,371,356,652	4,206,054,334
Total assets	<u>4,368,844,026</u>	<u>4,350,002,842</u>	<u>821,076,142</u>	<u>810,127,643</u>	<u>5,189,920,168</u>	<u>5,160,130,485</u>
Long-term liabilities						
outstanding	845,097,226	810,687,099	62,717,547	70,860,224	907,814,773	881,547,323
Other liabilities	45,340,210	74,979,201	17,658,599	15,627,639	62,998,809	90,606,840
Total liabilities	<u>890,437,436</u>	<u>885,666,300</u>	<u>80,376,146</u>	<u>86,487,863</u>	<u>970,813,582</u>	<u>972,154,163</u>
Net position:						
Net investment in capital assets	3,276,057,671	3,218,014,271	542,561,768	498,051,836	3,818,619,439	3,716,066,107
Restricted	91,422,251	109,426,116			91,422,251	109,426,116
Unrestricted	110,926,668	136,896,155	198,138,228	225,587,944	309,064,896	362,484,099
Total net position	<u>\$ 3,478,406,590</u>	<u>\$ 3,464,336,542</u>	<u>\$ 740,699,996</u>	<u>\$ 723,639,780</u>	<u>\$ 4,219,106,586</u>	<u>\$ 4,187,976,322</u>

The City's total net position are \$4,219,106,586 of which \$309,064,896 are *unrestricted net position*, which may be used to meet the City's ongoing obligations to citizens and creditors. An additional portion of the City's net position represents resources that are subject to external restrictions on how they may be used. Of these restricted net position, 53.8 percent is for construction and maintenance of capital projects, 12.1 percent is for repayment of long-term debt, and 16.7 percent in economic development and assistance.

At the end of the current fiscal year, the City is able to report positive balances in all three categories of its net position, 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 position by \$14,070,048 thereby contributing to a .4 percent increase in total net position 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
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

**City of Las Vegas Changes in Net Position
For the Years Ended June 30, 2012 and 2011**

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2012</u>	<u>FY2011</u>	<u>FY2012</u>	<u>FY2011</u>	<u>FY2012</u>	<u>FY2011</u>
Revenues:						
Program revenues:						
Charges for services	\$ 177,834,935	\$ 188,309,176	\$ 91,741,378	\$ 110,164,415	\$ 269,576,313	\$ 298,473,591
Operating grants and contributions	25,610,474	25,498,531	29,678,873	40,062	55,289,347	25,538,593
Capital grants and contributions	118,488,071	222,590,087	3,678,405	18,154,341	122,166,476	240,744,428
General revenues:						
Consolidated tax	221,315,602	207,962,167			221,315,602	207,962,167
Property taxes	110,253,730	122,486,783			110,253,730	122,486,783
Room tax	3,413,498	3,025,841			3,413,498	3,025,841
Residential construction tax	1,209,707	371,866			1,209,707	371,866
Motor vehicle fuel tax	7,337,784	7,316,165			7,337,784	7,316,165
Unrestricted investment earnings	6,700,373	7,917,970	3,683,599	4,111,391	10,383,972	12,029,361
Contributions not restricted to specific programs		43,324				43,324
Gain on disposal of capital assets	2,030,308	1,271,786			2,030,308	1,271,786
Total revenues	674,194,482	786,793,696	128,782,255	132,470,209	802,976,737	919,263,905
Expenses:						
General government	84,198,683	69,375,968			84,198,683	69,375,968
Judicial	24,390,992	25,892,956			24,390,992	25,892,956
Public safety	335,419,991	365,184,987			335,419,991	365,184,987
Public works	72,831,731	72,439,093			72,831,731	72,439,093
Welfare	841,060	1,056,530			841,060	1,056,530
Health	3,717,243	3,225,323			3,717,243	3,225,323
Culture and recreation	72,515,452	63,203,521			72,515,452	63,203,521
Economic development and assistance	29,992,097	32,614,077			29,992,097	32,614,077
Transit systems	14,324	15,383			14,324	15,383
Interest on long-term debt	39,629,773	38,301,459			39,629,773	38,301,459
Sanitation			87,281,542	83,375,927	87,281,542	83,375,927
Development services			7,035,707	6,719,970	7,035,707	6,719,970
Parking			3,734,349	3,696,342	3,734,349	3,696,342
Golf course			2,753,888	2,654,417	2,753,888	2,654,417
Land development			7,489,641	2,064,089	7,489,641	2,064,089
Total expenses	663,551,346	671,309,297	108,295,127	98,510,745	771,846,473	769,820,042
Change in net position before transfers	10,643,136	115,484,399	20,487,128	33,959,464	31,130,264	149,443,863
Transfers in (out)	3,426,912	6,496,555	(3,426,912)	(6,496,555)		
Change in net position	14,070,048	121,980,954	17,060,216	27,462,909	31,130,264	149,443,863
Net position – July 1	3,464,336,542	3,342,355,588	723,639,780	696,176,871	4,187,976,322	4,038,532,459
Net position – June 30	\$ 3,478,406,590	\$ 3,464,336,542	\$ 740,699,996	\$ 723,639,780	\$ 4,219,106,586	\$ 4,187,976,322

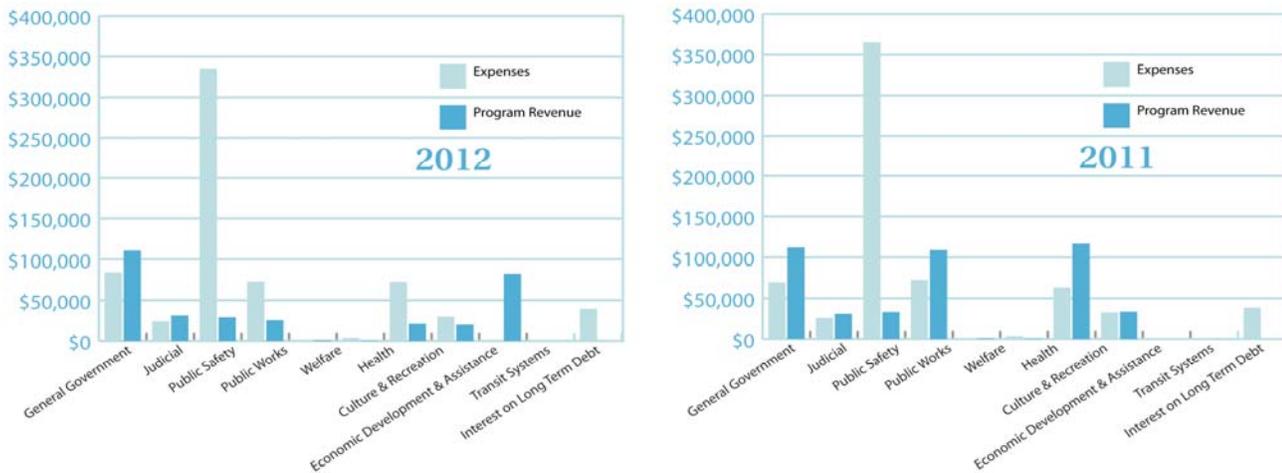
CITY OF LAS VEGAS, NEVADA
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Program revenues for governmental activities include charges for services, licenses and permits, special assessments, inter-governmental fines and forfeitures, and both operating and capital grants and contributions. Program revenues of the governmental activities provided 49 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 were consistent with the prior year at approximately \$25.6 million. Capital grants and contributions decreased by 46.8 percent, or approximately \$104.1 million. The main contributing factor was a \$75 million grant in the prior year from the Donald W. Reynolds Foundation for construction costs on the Performing Arts Center. Major additions were assets contributed by developers of \$22,760,088 including \$3,678,405 for business-type activities and \$19,081,633 for storm drains, roadways and land.

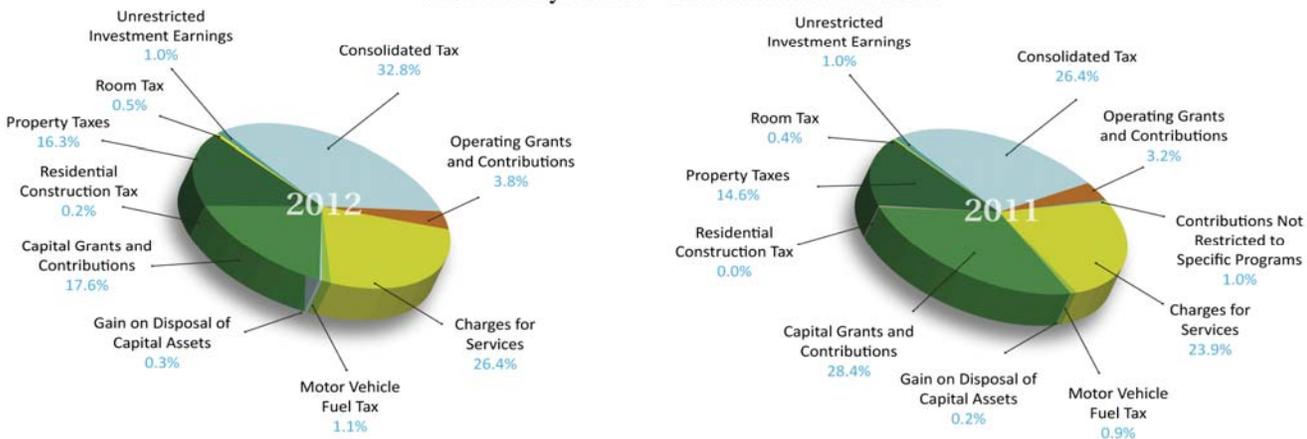
The largest general revenues are consolidated tax of \$221,315,602 and Ad Valorem tax (property tax) of \$110,253,730, representing 49 percent of total governmental revenues. Consolidated tax increased 6.4 percent. Property taxes have decreased 10 percent during the year, attributable to a 5.5 percent decrease in assessed property values city-wide and a 30.6 percent decrease in assessed property values within the city's Redevelopment Agency tax increment area.

Expenses in public safety of \$335,419,991 and public works of \$72,831,731 represent 62 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 decreased by 8 percent, or approximately \$29.8 million, due to the Metropolitan Police Department using reserves to fund current expenditures and a slowing in the annual increase of the liability for post employment benefits for fire and police employees.

Expenses & Program Revenues – Governmental Activities (in thousands)



Revenues by Source – Governmental Activities



CITY OF LAS VEGAS, NEVADA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

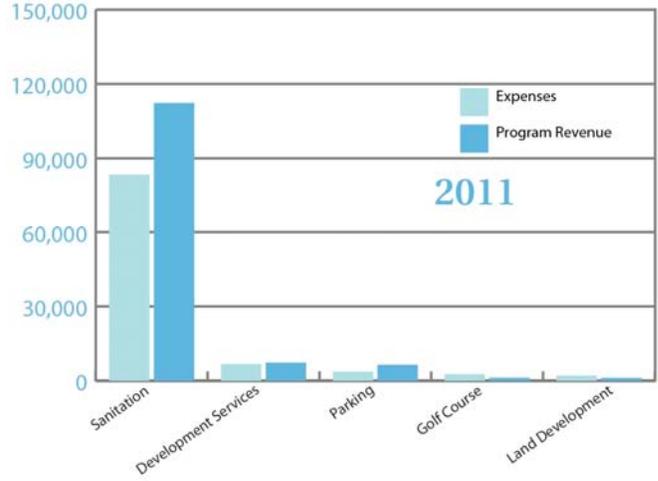
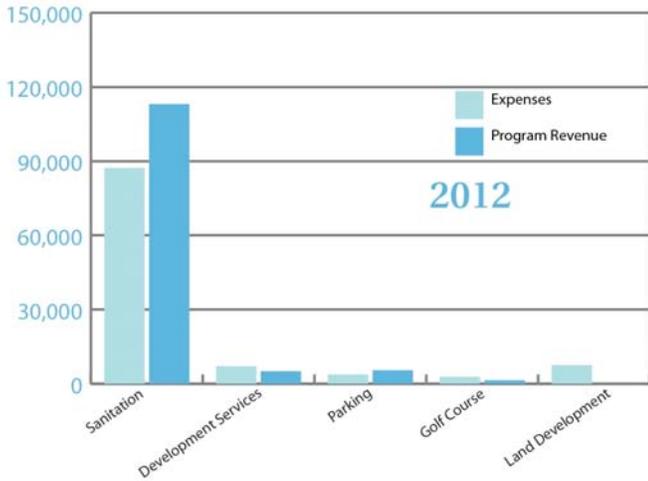
Business-type activities. Business-type activities increased the City's net position by \$17,060,216. Key elements of this were increases in sanitation capital outlay and retirement of debt and a refund of \$16 million from the cessation of an interlocal joint venture.

Of this increase in net position, \$28 million is in the Sanitation Enterprise Fund; \$48.3 million in the investment in capital assets, and a decrease of 20.3 million in unrestricted net position.

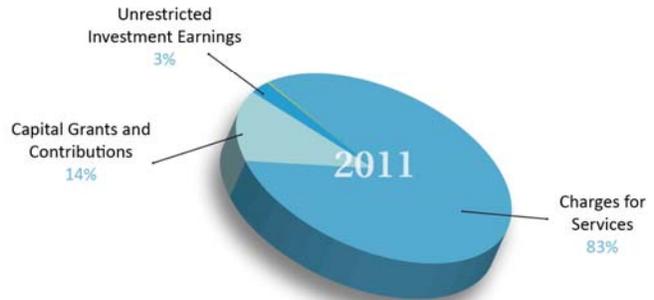
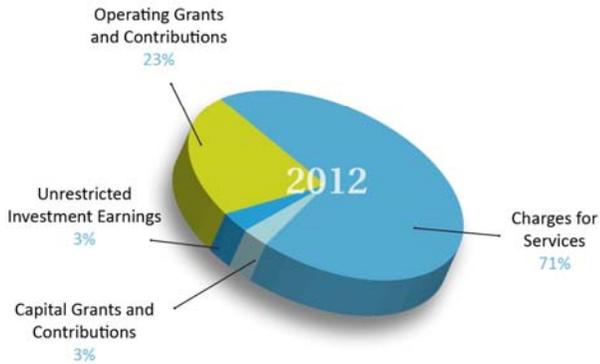
Sanitation-related expenses represent 81 percent of total expenses for business-type activities. These expenses increased by 4.7 percent in 2012 from a refund paid to customers from the liquidation of the interlocal joint venture. These included operations at the water pollution control facility, maintenance of sewer lines and storm drainage, and street cleaning.

Business-type activities program revenues provided 116 percent of the resources to finance their operations.

Expenses & Program Revenues – Business type Activities



Revenues by Source – Business-type Activities



CITY OF LAS VEGAS, NEVADA
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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, *unassigned 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 \$450.5 million, a decrease of \$117.6 million from the prior year. Approximately \$201.1 million, or 46.6 percent of the total fund balance, constitutes unreserved (assigned and unassigned) fund balance. Approximately \$249.4 million or 53.4 percent of the total fund balance constitutes reserved fund balance which includes \$38.7 million nonspendable, \$186.8 million restricted and \$23.9 million committed.

The general fund is the primary operating fund of the City. At the end of the current fiscal year, unreserved (assigned and unassigned) fund balance in the General Fund was \$121.4 million and total fund balance was \$150.9 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 28 percent of total fund expenditures and transfers out while total fund balance represents 35 percent of that same amount.

The general fund also has \$29.5 million in nonspendable fund balance, consisting of \$27.4 million in noncurrent loans receivable and \$2.1 million in inventories.

The fund balance of the City's General Fund decreased by \$1 million during the current fiscal year. Key factors in this change are as follows:

- Total revenue increased from the prior year by \$4.9 million or 1 percent. Changes were mixed among major categories, with the largest increase seen in intergovernmental revenue (consolidated tax). In addition, transfers in decreased from the prior year by \$24.7 million.
- Total expenditures of \$447.7 million increased from the prior year by \$ 1.6 million or .004 percent. This increase was driven primarily by increases in general government (employee benefit costs) of \$18 million or 39 percent.

The Road and Flood capital projects fund has a total fund balance of \$12.8 million, \$11.2 million was assigned for construction projects for road improvements and flood channels and basins, \$ 1.6 million was restricted for bus turnouts. The net increase in fund balance during the current year was \$3.9 million. The fund received \$64.9 million in revenues from other governmental reimbursements and had expenditures for capital projects of \$63.6 million. The fund also had a net transfer in of \$4.1 million from other capital project funds for road and flood projects.

City Facilities Capital Project fund has a total fund balance of \$62.4 million, \$40.3 million restricted for construction projects consisting of \$1.2 million for the Main Street Parking Garage, \$39.1 million for the new City Hall. There is \$22.1 million assigned consisting of \$600,000 for construction of the new City Hall, \$2.2 million for the Main Street Parking Garage, \$4.6 million for the Atrium building improvements, \$10 million for the purchase of land for a new business park and \$4.7 million of various other projects. The fund balance decreased by \$66.3 million, the major decreases were \$46.6 million for costs for the new City Hall project, \$12.6 million for the Main Street Parking Garage and \$9.2 million for Debt Service.

CITY OF LAS VEGAS, NEVADA
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Other non-major governmental funds had a total fund balance of \$224.4 million, \$9.2 nonspendable, \$144.9 restricted, \$23.9 million committed and \$48.7 million assigned with a negative 2.2 million unassigned. See Note 1 D 9 for a complete breakdown.

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 position of the proprietary funds totaled \$740.7 million of which the Sanitation Fund had \$692.5 million in net position. The total growth of the proprietary funds was \$16.3 million of which the growth in the Sanitation Fund was \$28.1 million. The Sanitation Fund was established to account for the City-owned and operated sewer system in the City of 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.

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

The city augmented the budget during the year for the general fund (see Note 3A). The actual General Fund operating revenues of \$445.1 million were \$9.3 million or 2 percent above augmented budgeted operating revenues of \$435.8 million (see page 102). This increase is mostly attributable to consolidated tax collections received from the State of Nevada. City departments within the General Fund were required to analyze their budgets to find areas where spending could be reduced for cost savings resulting in \$8 million savings compared to the augmented budget amounts (see pages 104-112). Anticipating this trend in lower revenues could continue into the next fiscal years, cost saving measures were built into the Fiscal Year 2012 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 \$4,371,356,652 net of accumulated depreciation of \$1,464,930,549 as of June 30, 2012. 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 4.4 percent before depreciation and after retirements (3.9 percent for governmental activities and 0.5 percent for business-type activities). The city retired \$62,463,053 in capital assets. The major amount was from the sale of the city's old city hall and fixtures and equipment within.

The City has an aggressive capital improvement program totaling over \$649,260,154 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 park and leisure facilities (\$86,189,055 million), sanitation facilities (\$268,191,087 million), road and flood construction (\$189,642,206 million), and city facilities (\$42,572,841 million).

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

Construction in progress (CIP) decreased by a net \$442,577,292. Fiscal year 2012 addition to CIP was \$101,647,947. The major projects were \$19.3 million on WPCF odor control project, \$10.5 million on WPCF solar project, \$7.8 million on WPCF sludge pumping facility, \$11.3 million on Oakey Meadows storm drain project, \$15.6 million for land improvement, \$18.5 million on roadways, \$9.5 million on other sewer improvements, \$1.7 million on building improvements, other city projects were \$7.5 million. The City completed \$544,225,239 of projects and removed them from construction in progress. Other City projects added were \$7.5 million.

Additional information on capital assets can be found in Note 9 on pages 71-73 of this report.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

City of Las Vegas Capital Assets

(net of depreciation)
As of June 30, 2012 and 2011

	Governmental		Business-type		Total	
	FY2012	FY2011	FY2012	FY2011	FY2012	FY2011
Land	\$ 1,176,549,445	\$ 1,171,020,200	\$ 46,009,379	\$ 49,799,393	\$ 1,222,558,824	\$ 1,220,819,593
Construction in progress	382,575,530	863,499,970	73,244,430	34,897,282	455,819,960	898,397,252
Land improvements	238,308,891	193,828,170	8,239,823	9,067,261	246,548,714	202,895,431
Sewer plant improvements			176,654,238	190,446,672	176,654,238	190,446,672
Buildings	610,676,138	201,555,448	14,527,361	15,024,602	625,203,499	216,580,050
Building improvements	105,858,477	48,843,708	1,301,946	1,417,522	107,160,423	50,261,230
Sewer lines			277,741,917	261,540,404	277,741,917	261,540,404
Machinery and equipment	10,799,542	8,514,944	652,104	750,880	11,451,646	9,265,824
Vehicles	12,601,797	12,629,956			12,601,797	12,629,956
Roadways	622,731,670	609,588,504			622,731,670	609,588,504
Traffic pavement markers	502,340	574,483			502,340	574,483
Traffic signals and lighting	50,166,029	52,481,606			50,166,029	52,481,606
Traffic signage	1,010,742	966,403			1,010,742	966,403
Storm drainage	561,204,853	479,606,926			561,204,853	479,606,926
Total	\$ 3,772,985,454	\$ 3,643,110,318	\$ 598,371,198	\$ 562,944,016	\$ 4,371,356,652	\$ 4,206,054,334

Long-term debt. At the end of the current fiscal year, the City and its blended component units' total bonded debt outstanding was \$647,732,662, exclusive of deferred issuance costs, and premiums and discounts. Of this amount, \$271,800,000 comprises general obligation debt backed by the full faith and credit of the government, \$171,810,000 of general obligation debts additionally secured by specified revenue sources, \$5,617,000 of special assessment debt for which the City is obligated in the event of default by the bonded property owners, \$188,270,000 of Certificates of Participation (COPS), and \$10,235,662 of Installment Purchases.

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, 2012 and 2011

	Governmental		Business-type		Total	
	FY2012	FY2011	FY2012	FY2011	FY2012	FY2011
General obligation medium-term bonds	\$ 78,525,000	\$ 47,070,000	\$	\$	\$ 78,525,000	\$ 47,070,000
General obligation tax increment revenue bonds	93,285,000	97,160,000			93,285,000	97,160,000
Certificates of Participation (COPS)	188,270,000	188,270,000			188,270,000	188,270,000
Installment Purchases	10,235,662	10,848,700			10,235,662	10,848,700
Special assessment bonds	5,617,000	6,250,000			5,617,000	6,250,000
General obligation revenue bonds	214,950,000	227,310,000	56,850,000	66,255,000	271,800,000	293,565,000
Total	\$ 590,882,662	\$ 576,908,700	\$ 56,850,000	\$ 66,255,000	\$ 647,732,662	\$ 643,163,700

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

The City and its blended component units added new debt of \$51,500,000 during the current fiscal year. The increase resulted from the issuance of five new bond issues (1) General Obligation Golf Course Refunding Bonds Series 2012B for \$8,230,000, (2) three General Obligation medium-term bond Series 2011A, 2011B and 2012A totaling \$39,250,000 and (3) Fremont Street General Obligation refunding bonds for \$4,020,000. Bond proceeds of \$12,250,000 were used to refund existing bonds, and the remainder of \$39,250,000 was used for capital projects consisting of street lighting, building retrofit, fire safety equipment, "F" Street reopening and Westside School remodeling. The city's debt principal payments, including refundings, totaled \$46,931,038 for fiscal year ended June 30, 2012, resulting in a net increase in total debt of \$4,568,962.

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 \$2.36 billion (see page 213), 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 Aa2 rating from Moody's Investors Service. These ratings apply to all of the City's bond issues except for the Redevelopment Agency whose S&P rating is BBB-.

Additional information on the City's long-term debt can be found in Note 12 on pages 77-86 of this report.

Economic Factors

For fiscal year 2013 the assessed valuation of the City is \$11,926,888,555 a decrease of \$1,031,123,576 over fiscal year 2012 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, 495 S. Main St., Las Vegas, Nevada, 89101.

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**BASIC FINANCIAL
STATEMENT**



CITY OF LAS VEGAS
STATEMENT OF NET POSITION
JUNE 30, 2012

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
ASSETS				
Pooled cash and investments	\$ 459,039,607	\$ 196,002,162	\$ 655,041,769	\$ 1,776,708
Other investments	8,024,550		8,024,550	
Receivables net of allowance:				
Property taxes	4,592,673		4,592,673	
Consolidated taxes	39,092,484		39,092,484	
Gaming tax	5,535		5,535	
Accounts	8,287,374	16,635,005	24,922,379	
Interest	1,548,150	960,895	2,509,045	197
Loans	26,832,586		26,832,586	
Special assessments	7,236,215		7,236,215	
Intergovernmental	30,371,154	2,323,808	32,694,962	4
Internal balances	(2,685,811)	2,685,811		
Land held for resale	5,605,962		5,605,962	
Inventories	2,669,196	3,122,159	5,791,355	
Prepaid items	68,544	320,304	388,848	2,054
Deposits	105,515	185,623	291,138	
Deferred charges	3,108,580	469,177	3,577,757	
Restricted assets:				
Permanently restricted:				
Pooled cash and investments	1,956,258		1,956,258	
Capital assets:				
Land and construction in progress	1,559,124,975	119,253,809	1,678,378,784	
Depreciable improvements, buildings, machinery and equipment, and infrastructure, net of depreciation	2,213,860,479	479,117,389	2,692,977,868	
TOTAL ASSETS	4,368,844,026	821,076,142	5,189,920,168	1,778,963

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

CITY OF LAS VEGAS
STATEMENT OF NET POSITION
JUNE 30, 2012

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
LIABILITIES				
Accounts payable	\$ 25,938,547	\$ 12,926,238	\$ 38,864,785	\$ 450,205
Deposits payable	1,679,015	115,236	1,794,251	
Interest payable	7,738,290	501,560	8,239,850	
Contracts payable	4,275,672	3,378,843	7,654,515	
Intergovernmental payable	1,344,575	736,722	2,081,297	23
Claims and judgments payable	859,619		859,619	
Unearned revenue	3,504,492		3,504,492	
Noncurrent liabilities:				
Current portion due or payable within one year:				
Bonds payable	24,034,032	10,027,227	34,061,259	
Special assessment debt with governmental commitment	635,620		635,620	
Benefits payable	13,404,677		13,404,677	
Compensated absences payable	26,262,589	3,378,575	29,641,164	
Unearned revenue		31,156	31,156	
Long-term portion due or payable after one year:				
Bonds payable	565,598,639	45,782,203	611,380,842	
Special assessment debt with governmental commitment	5,645,489		5,645,489	
Compensated absences payable	13,228,193	1,701,754	14,929,947	
Unearned revenue		1,796,632	1,796,632	
Unfunded Metropolitan police OPEB liability	75,582,067		75,582,067	
OPEB liability	58,637,391		58,637,391	
Heart lung presumptive liability	62,068,529		62,068,529	
TOTAL LIABILITIES	890,437,436	80,376,146	970,813,582	450,229
NET POSITION				
Net investment in capital assets	3,276,057,671	542,561,768	3,818,619,439	
Restricted for:				
Debt service	11,059,257		11,059,257	
Capital projects	33,778,972		33,778,972	
Economic development and assistance	15,294,632		15,294,632	
Street maintenance	15,419,510		15,419,510	
Judicial	1,095,266		1,095,266	
Culture and recreation	8,078,824		8,078,824	
Public safety	3,659,617		3,659,617	
General government	329,915		329,915	
Darling tennis endowment	750,000		750,000	
Cemetery perpetual care-nonexpendable	1,956,258		1,956,258	
Unrestricted	110,926,668	198,138,228	309,064,896	1,328,734
TOTAL NET POSITION	\$ 3,478,406,590	\$ 740,699,996	\$ 4,219,106,586	\$ 1,328,734

CITY OF LAS VEGAS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

<u>FUNCTIONS/PROGRAMS</u>	<u>EXPENSES</u>	<u>CHARGES FOR SERVICES</u>	<u>PROGRAM OPERATING GRANT AND CONTRIBUTIONS</u>
Primary government:			
Governmental activities:			
General government	\$ 84,198,683	\$ 97,965,462	\$ 7,595,421
Judicial	24,390,992	31,166,729	157,166
Public safety	335,419,991	23,721,256	2,743,194
Public works	72,831,731	3,888,414	1,331,835
Welfare	841,060	591,129	188,722
Health	3,717,243	361,132	
Culture and recreation	72,515,452	14,190,020	535,322
Economic development and assistance	29,992,097	5,950,793	13,058,814
Transit systems	14,324		
Interest on long-term debt	39,629,773		
Total governmental activities	<u>663,551,346</u>	<u>177,834,935</u>	<u>25,610,474</u>
Business-type activities:			
Sanitation	87,281,542	79,780,134	29,678,873
Development services	7,035,707	5,075,058	
Parking	3,734,349	5,432,004	
Golf course	2,753,888	1,409,946	
Land development	7,489,641	44,236	
Total business-type activities	<u>108,295,127</u>	<u>91,741,378</u>	<u>29,678,873</u>
Total primary government	<u>\$ 771,846,473</u>	<u>\$ 269,576,313</u>	<u>\$ 55,289,347</u>
Component unit:			
Commission for the Las Vegas Centennial	\$ 1,906,113	\$ 3,347	\$ 1,726,046
Total component unit	<u>\$ 1,906,113</u>	<u>\$ 3,347</u>	<u>\$ 1,726,046</u>

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

REVENUES	NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION				
	CAPITAL GRANTS AND CONTRIBUTIONS	PRIMARY GOVERNMENT		COMPONENT UNIT	
		GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
\$	5,020,806	\$ 26,383,006	\$	\$ 26,383,006	\$
		6,932,903		6,932,903	
	2,679,620	(306,275,921)		(306,275,921)	
	85,375,269	17,763,787		17,763,787	
		(61,209)		(61,209)	
		(3,356,111)		(3,356,111)	
	20,532,616	(37,257,494)		(37,257,494)	
	4,879,760	(6,102,730)		(6,102,730)	
		(14,324)		(14,324)	
		(39,629,773)		(39,629,773)	
	<u>118,488,071</u>	<u>(341,617,866)</u>		<u>(341,617,866)</u>	
	3,678,405		25,855,870	25,855,870	
			(1,960,649)	(1,960,649)	
			1,697,655	1,697,655	
			(1,343,942)	(1,343,942)	
			(7,445,405)	(7,445,405)	
	<u>3,678,405</u>		<u>16,803,529</u>	<u>16,803,529</u>	
\$	<u>122,166,476</u>	<u>(341,617,866)</u>	<u>16,803,529</u>	<u>(324,814,337)</u>	
\$					(176,720)
\$					(176,720)
General revenues:					
		221,315,602		221,315,602	
		110,253,730		110,253,730	
		3,413,498		3,413,498	
		1,209,707		1,209,707	
		7,337,784		7,337,784	
		6,700,373	3,683,599	10,383,972	557
		2,030,308		2,030,308	
		3,426,912	(3,426,912)		
		<u>355,687,914</u>	<u>256,687</u>	<u>355,944,601</u>	<u>557</u>
		14,070,048	17,060,216	31,130,264	(176,163)
		<u>3,464,336,542</u>	<u>723,639,780</u>	<u>4,187,976,322</u>	<u>1,504,897</u>
		<u>\$ 3,478,406,590</u>	<u>\$ 740,699,996</u>	<u>\$ 4,219,106,586</u>	<u>\$ 1,328,734</u>

CITY OF LAS VEGAS, NEVADA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2012

	<u>General</u>	<u>Road and Flood</u>
ASSETS		
Pooled cash and investments	\$ 98,964,507	\$ 10,619,342
Receivables (net of allowances for uncollectibles):		
Property tax	3,114,202	
Consolidated tax	39,092,484	
Gaming tax	5,535	
Accounts	3,588,061	355,363
Interest	540,973	
Loans	32,578,562	
Special Assessments		
Intergovernmental	762,750	10,639,918
Due from other funds	41,384	
Land held for resale		
Inventories	2,111,362	
Prepaid items	39,164	
Permanently restricted:		
Pooled cash and investments		
Total assets	<u>\$ 180,838,984</u>	<u>\$ 21,614,623</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable	\$ 4,016,970	\$ 5,936,978
Due to other funds	3,397	
Deposits payable	926,958	
Contracts payable		2,780,685
Loans payable	811,534	
Intergovernmental payable	1,250,915	87,238
Deferred revenue	22,916,813	
Total liabilities	<u>29,926,587</u>	<u>8,804,901</u>
Fund balances:		
Nonspendable	29,529,088	
Restricted		1,598,692
Committed		
Assigned	51,329,902	11,211,030
Unassigned	70,053,407	
Total fund balances	<u>150,912,397</u>	<u>12,809,722</u>
Total liabilities and fund balances	<u>\$ 180,838,984</u>	<u>\$ 21,614,623</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
\$	62,737,757	\$ 214,038,704	\$ 386,360,310
		1,478,471	4,592,673
			39,092,484
			5,535
	10,800	729,907	4,684,131
	104,023	590,314	1,235,310
		7,469,120	40,047,682
		7,236,215	7,236,215
	23,191	18,007,334	29,433,193
		2,339,444	2,380,828
		5,605,962	5,605,962
			2,111,362
		29,380	68,544
		1,956,258	1,956,258
\$	<u>62,875,771</u>	<u>259,481,109</u>	<u>524,810,487</u>
\$	420,014	\$ 13,186,131	\$ 23,560,093
		2,476,297	2,479,694
		456,338	1,383,296
	33,634	1,461,353	4,275,672
		21,251	832,785
		6,422	1,344,575
		17,521,728	40,438,541
	<u>453,648</u>	<u>35,129,520</u>	<u>74,314,656</u>
		9,186,911	38,715,999
	40,320,857	144,862,697	186,782,246
		23,874,537	23,874,537
	22,101,266	48,668,024	133,310,222
		(2,240,580)	67,812,827
	<u>62,422,123</u>	<u>224,351,589</u>	<u>450,495,831</u>
\$	<u>62,875,771</u>	<u>259,481,109</u>	<u>524,810,487</u>

CITY OF LAS VEGAS, NEVADA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
JUNE 30, 2012

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

Total fund balances - total governmental funds (page 35)	\$ 450,495,831
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 \$3,764,258,427 and internal service fund assets of \$8,727,027.	3,772,985,454
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(828,602,350)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	21,461,858
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 position. Total net assets in the internal service funds are \$70,406,957, plus \$385,867 to reflect consolidation of internal service fund activities to related enterprise funds; and less \$8,727,027 of internal service fund net capital assets reflected in governmental activities.	<u>62,065,797</u>
Net position of governmental activities (page 31)	<u><u>\$ 3,478,406,590</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 BALANCE
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	General	Road and Flood
Revenues:		
Taxes	\$ 87,269,883	\$
Licenses and permits	74,793,925	
Intergovernmental	224,998,788	64,939,353
Charges for services	32,958,376	382,920
Fines and forfeits	20,490,413	
Special assessments		
Interest	2,025,465	
Miscellaneous	3,398,212	
Total revenues	445,935,062	65,322,273
Expenditures:		
Current:		
General government	64,191,466	
Judicial	22,328,077	
Public safety	300,636,832	
Public works	12,241,645	2,022,079
Health	3,383,146	
Welfare		
Culture and recreation	42,751,565	
Economic development and assistance	2,050,954	
Transit systems	13,383	
Debt service:		
Principal retirement		
Interest and fiscal charges		
Refunding bond issue costs		
Capital outlay:		
General government	64,616	
Public safety	27,636	
Public works		63,559,602
Culture and recreation	5,518	
Economic development and assistance		
Total expenditures	447,694,838	65,581,681
Excess (deficiency) of revenues over (under) expenditures	(1,759,776)	(259,408)
Other financing sources (uses):		
Transfers in	9,402,894	5,023,243
Transfers out	(12,305,000)	(900,000)
Sale of capital assets	3,613,445	
Bond escrow refunding to defease debt		
Sale of land held for resale		
Bonds issued		
Proceeds of refunding bonds issued		
Premium		
Total other financing sources (uses)	711,339	4,123,243
Net changes in fund balances	(1,048,437)	3,863,835
Fund balances, July 1	151,960,834	8,945,887
Fund balances, June 30	\$ 150,912,397	\$ 12,809,722

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

City Governmental Facilities	Other Non-Major Funds	Total Governmental Funds
\$	\$ 28,374,285	\$ 115,644,168
	284,589	75,078,514
28,232	74,807,720	364,774,093
	5,972,362	39,313,658
	195,699	20,686,112
	3,647,588	3,647,588
465,672	2,630,492	5,121,629
	12,715,842	16,114,054
<u>493,904</u>	<u>128,628,577</u>	<u>640,379,816</u>
234,220	11,347,257	75,772,943
	2,549,832	24,877,909
	1,875,843	302,512,675
	8,939,774	23,203,498
	127,516	3,510,662
	907,281	907,281
	9,606,343	52,357,908
	26,187,328	28,238,282
		13,383
	25,361,038	25,361,038
	38,517,333	38,517,333
	62,532	62,532
60,718,353	19,682,679	80,465,648
	16,665,080	16,692,716
	8,738,228	72,297,830
	47,228,741	47,234,259
	6,566,814	6,566,814
<u>60,952,573</u>	<u>224,363,619</u>	<u>798,592,711</u>
<u>(60,458,669)</u>	<u>(95,735,042)</u>	<u>(158,212,895)</u>
5,853,369	69,930,087	90,209,593
(11,655,960)	(71,121,079)	(95,982,039)
	46,954	3,660,399
	(4,014,671)	(4,014,671)
	1,837,068	1,837,068
	39,250,000	39,250,000
	4,020,000	4,020,000
	1,649,441	1,649,441
<u>(5,802,591)</u>	<u>41,597,800</u>	<u>40,629,791</u>
(66,261,260)	(54,137,242)	(117,583,104)
<u>128,683,383</u>	<u>278,488,831</u>	<u>568,078,935</u>
\$ <u>62,422,123</u>	\$ <u>224,351,589</u>	\$ <u>450,495,831</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, 2012

Amounts reported for governmental activities in the statement of activities (page 32 - 33) are different because:

Net changes in fund balances - total governmental funds (page 39)	\$	(117,583,104)
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.		134,555,609
The net effect of various transactions involving capital assets (i.e., sales, trade-ins, transfers, and donations) is to increase net assets.		(3,951,362)
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.		15,151,737
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 position. 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.		(14,807,362)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		(15,178,552)
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.		15,883,082
		<hr style="width: 100%;"/>
Change in net position of governmental activities (page 33)	\$	<u><u>14,070,048</u></u>

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

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CITY OF LAS VEGAS, NEVADA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 84,077,100	\$ 84,077,100	\$ 87,269,883	\$ 3,192,783
Licenses and permits	76,939,794	76,939,794	74,793,925	(2,145,869)
Intergovernmental	215,165,113	218,165,113	224,998,788	6,833,675
Charges for services	32,860,343	32,860,343	32,958,376	98,033
Fines and forfeits	19,830,000	19,830,000	20,490,413	660,413
Interest	1,100,000	1,100,000	1,208,501	108,501
Miscellaneous	2,816,673	2,816,673	3,398,212	581,539
Total revenues	<u>432,789,023</u>	<u>435,789,023</u>	<u>445,118,098</u>	<u>9,329,075</u>
Expenditures:				
General government:				
Legislative	3,046,334	3,046,334	2,951,986	94,348
Executive	7,027,357	7,027,357	6,828,212	199,145
Financial administration	18,221,858	18,221,858	17,264,470	957,388
Other	24,836,352	37,836,352	37,163,592	672,760
Total general government	<u>53,131,901</u>	<u>66,131,901</u>	<u>64,208,260</u>	<u>1,923,641</u>
Judicial:				
Municipal courts	18,548,407	18,623,407	18,546,616	76,791
City attorney-criminal division	3,274,962	3,399,962	3,330,909	69,053
Public defender	559,749	559,749	450,552	109,197
Total judicial	<u>22,383,118</u>	<u>22,583,118</u>	<u>22,328,077</u>	<u>255,041</u>
Public safety:				
Police	129,040,605	129,040,605	127,927,241	1,113,364
Fire	104,297,028	104,297,028	108,969,976	(4,672,948)
Corrections	49,486,453	49,486,453	44,424,186	5,062,267
Protective inspection	3,359,936	3,359,936	3,297,075	62,861
Other protection	17,821,075	17,821,075	16,045,990	1,775,085
Total public safety	<u>304,005,097</u>	<u>304,005,097</u>	<u>300,664,468</u>	<u>3,340,629</u>
Public works:				
Administration	942,013	942,013	656,244	285,769
Engineering	9,873,103	10,073,103	10,142,291	(69,188)
Paved streets	1,399,415	1,399,415	1,443,110	(43,695)
Total public works	<u>12,214,531</u>	<u>12,414,531</u>	<u>12,241,645</u>	<u>172,886</u>
Health:				
Animal control	3,396,331	3,396,331	3,233,507	162,824
Cemetery operation	120,000	120,000	136,632	(16,632)
Communicable disease control	15,000	15,000	13,007	1,993
Total health	<u>3,531,331</u>	<u>3,531,331</u>	<u>3,383,146</u>	<u>148,185</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (BUDGET BASIS) - BUDGET AND ACTUAL (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Culture and recreation:				
Culture & recreation administration	\$ 7,541,228	\$ 7,141,228	\$ 6,841,410	\$ 299,818
Participant recreation	18,944,528	18,944,528	17,516,325	1,428,203
Parks	<u>19,008,215</u>	<u>19,008,215</u>	<u>18,399,348</u>	<u>608,867</u>
Total culture and recreation	<u>45,493,971</u>	<u>45,093,971</u>	<u>42,757,083</u>	<u>2,336,888</u>
Economic development and assistance:				
Office of business development	0	0	84,170	(84,170)
Neighborhood services	1,740,384	1,740,384	1,826,854	(86,470)
Rapid response	<u>684,667</u>	<u>684,667</u>	<u>139,930</u>	<u>544,737</u>
Total economic development and assistance	<u>2,425,051</u>	<u>2,425,051</u>	<u>2,050,954</u>	<u>374,097</u>
Transit systems:				
Transportation services	<u>15,000</u>	<u>15,000</u>	<u>13,383</u>	<u>1,617</u>
Total transit systems	<u>15,000</u>	<u>15,000</u>	<u>13,383</u>	<u>1,617</u>
Total expenditures	<u>443,200,000</u>	<u>456,200,000</u>	<u>447,647,016</u>	<u>8,552,984</u>
Excess (deficiency) of revenues over expenditures	<u>(10,410,977)</u>	<u>(20,410,977)</u>	<u>(2,528,918)</u>	<u>17,882,059</u>
Other financing sources (uses):				
Transfers in	15,536,271	15,536,271	9,402,894	(6,133,377)
Transfers out	(12,000,000)	(12,000,000)	(12,305,000)	(305,000)
Sale of capital assets	<u>3,000,000</u>	<u>3,000,000</u>	<u>3,613,445</u>	<u>613,445</u>
Total other financing sources (uses)	<u>6,536,271</u>	<u>6,536,271</u>	<u>711,339</u>	<u>(5,824,932)</u>
Net changes in fund balances	(3,874,706)	(13,874,706)	(1,817,579)	12,057,127
Fund balances, July 1	<u>76,591,885</u>	<u>86,591,885</u>	<u>101,400,074</u>	<u>14,808,189</u>
Fund balances, June 30	<u>\$ 72,717,179</u>	<u>\$ 72,717,179</u>	99,582,495	<u>\$ 26,865,316</u>
Reconciliation of budget basis reporting to GAAP Reporting				
Net change in fund balance			769,142	
Fund balances, July 1			<u>50,560,760</u>	
Fund balances, June 30, GAAP basis			<u>\$ 150,912,397</u>	

Note: See page 44 for a detailed reconciliation of budget to GAAP Reporting.

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

CITY OF LAS VEGAS, NEVADA
RECONCILIATION TO COMBINE GENERAL FUND AND
FISCAL STABILIZATION FUND
TO GENERAL FUND AS REPORTED ON THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

With the implementation of Governmental Accounting Standards Board (GASB) Statement 54, Fund Balance Reporting and Governmental Fund Type Definitions, the budgetary basis of accounting for the General Fund differs from generally accepted accounting principles (GAAP). GASB (Statement 54) now requires actual amounts reported in special revenue funds that do not meet the new definition of a Special Revenue Fund from proceeds of specific revenue sources to be included in the General Fund, or other related governmental funds.

Under the new definition, certain special revenue funds did not qualify as special revenue funds and were combined with the city's general fund as follows:

	General	Special Revenue Funds Fiscal Stabilization	Total General Fund
Revenues:			
Taxes	\$ 87,269,883	\$	\$ 87,269,883
Licenses and permits	74,793,925		74,793,925
Intergovernmental	224,998,788		224,998,788
Charges for services	32,958,376		32,958,376
Fines and forfeits	20,490,413		20,490,413
Interest	1,208,501	816,964	2,025,465
Miscellaneous	3,398,212		3,398,212
Total revenues	445,118,098	816,964	445,935,062
Expenditures:			
General government	64,208,260	47,822	64,256,082
Judicial	22,328,077		22,328,077
Public safety	300,664,468		300,664,468
Public works	12,241,645		12,241,645
Health	3,383,146		3,383,146
Culture and recreation	42,757,083		42,757,083
Economic development and assistance	2,050,954		2,050,954
Transit systems	13,383		13,383
Total expenditures	447,647,016	47,822	447,694,838
Excess (deficiency) of revenues over (under) expenditures	(2,528,918)	769,142	(1,759,776)
Other financing sources (uses):			
Transfers in	9,402,894		9,402,894
Transfers out	(12,305,000)		(12,305,000)
Sale of capital assets	3,613,445		3,613,445
Total other financing sources (uses)	711,339	0	711,339
Net changes in fund balances	(1,817,579)	769,142	(1,048,437)
Fund balances, July 1	101,400,074	50,560,760	151,960,834
Fund balances, June 30	\$ 99,582,495	\$ 51,329,902	\$ 150,912,397

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 NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2012

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
ASSETS					
Current assets:					
Pooled cash and investments	\$ 181,743,972	\$ 13,916,661	\$ 15,813,721	\$ 211,474,354	\$ 72,679,297
Other investments					8,024,550
Receivables (net of allowances for uncollectibles):					
Accounts	16,628,511		6,494	16,635,005	3,603,243
Interest	893,371	2,953	64,571	960,895	312,840
Loans			2,781,449	2,781,449	21,250
Intergovernmental	2,313,808		10,000	2,323,808	937,961
Due from other funds		3,055		3,055	95,818
Inventories	3,102,761		19,398	3,122,159	557,834
Prepaid items	100,122	127,829	92,353	320,304	
Deposits	159,432		26,191	185,623	105,515
Total current assets	<u>204,941,977</u>	<u>14,050,498</u>	<u>18,814,177</u>	<u>237,806,652</u>	<u>86,338,308</u>
Noncurrent assets:					
Deferred charges-bond issuance costs	<u>346,080</u>		<u>123,097</u>	<u>469,177</u>	
Capital assets:					
Land	12,525,633	30,157,616	3,326,130	46,009,379	
Land improvements	4,464,232		13,275,003	17,739,235	257,077
Sewer plant improvements	383,830,709			383,830,709	
Buildings	15,471,049		6,530,956	22,002,005	3,986,315
Building improvements	3,191,225		703,695	3,894,920	4,482,527
Sewer lines	370,551,310			370,551,310	
Machinery and equipment	1,929,966		545,603	2,475,569	4,710,410
Vehicles					33,388,327
Construction in progress	72,709,205		535,225	73,244,430	6,350
Less accumulated depreciation	(309,085,854)		(12,290,505)	(321,376,359)	(38,103,979)
Total capital assets (net of accumulated depreciation)	<u>555,587,475</u>	<u>30,157,616</u>	<u>12,626,107</u>	<u>598,371,198</u>	<u>8,727,027</u>
Total noncurrent assets	<u>555,933,555</u>	<u>30,157,616</u>	<u>12,749,204</u>	<u>598,840,375</u>	<u>8,727,027</u>
Total assets	<u>760,875,532</u>	<u>44,208,114</u>	<u>31,563,381</u>	<u>836,647,027</u>	<u>95,065,335</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS (continued)
JUNE 30, 2012

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 12,784,864	\$ 14,903	\$ 126,471	\$ 12,926,238	\$ 2,378,453
Compensated absences payable	2,344,266		1,034,309	3,378,575	1,773,505
Deposits payable		100,000	15,236	115,236	295,719
Due to other funds		7		7	
Benefits payable					13,404,677
Claims and judgments payable					859,619
Unearned revenue			31,156	31,156	
General obligation revenue bonds payable	9,293,055		734,172	10,027,227	
Interest payable	469,260		32,300	501,560	
Contracts payable	3,378,843			3,378,843	
Intergovernmental payable	735,434		1,288	736,722	
Total current liabilities	<u>29,005,722</u>	<u>114,910</u>	<u>1,974,932</u>	<u>31,095,564</u>	<u>18,711,973</u>
Noncurrent liabilities:					
Compensated absences payable	1,180,782		520,972	1,701,754	893,296
General obligation revenue bonds payable	38,194,655		7,587,548	45,782,203	
Loans payable		15,185,011		15,185,011	
Unearned revenue			1,796,632	1,796,632	
Heart lung presumptive liability					5,053,109
Total noncurrent liabilities	<u>39,375,437</u>	<u>15,185,011</u>	<u>9,905,152</u>	<u>64,465,600</u>	<u>5,946,405</u>
Total liabilities	<u>68,381,159</u>	<u>15,299,921</u>	<u>11,880,084</u>	<u>95,561,164</u>	<u>24,658,378</u>
NET POSITION					
Net investment in capital assets	508,099,765	20,656,969	4,304,387	533,061,121	8,727,027
Unrestricted	184,394,608	8,251,224	15,378,910	208,024,742	61,679,930
Total net position	<u>\$ 692,494,373</u>	<u>\$ 28,908,193</u>	<u>\$ 19,683,297</u>	<u>741,085,863</u>	<u>\$ 70,406,957</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds (page 36).				<u>(385,867)</u>	
Net position of business-type activities (page 31)				<u>\$ 740,699,996</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 POSITION
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
Operating revenues:					
Licenses and permits	\$	\$	\$ 4,320,406	\$ 4,320,406	\$
Charges for services	79,707,746		3,222,843	82,930,589	226,731,314
Fines and forfeits			3,251,299	3,251,299	
Miscellaneous	72,388	44,236	1,122,460	1,239,084	552,189
Total operating revenues	<u>79,780,134</u>	<u>44,236</u>	<u>11,917,008</u>	<u>91,741,378</u>	<u>227,283,503</u>
Operating expenses:					
Salaries and employee benefits	23,832,168		7,706,722	31,538,890	165,350,754
Services and supplies	36,110,861	3,699,627	4,574,550	44,385,038	21,721,028
Cost of stores issued			65,239	65,239	4,467,080
Insurance claims					21,505,426
Insurance premiums					2,673,350
Depreciation	22,492,118		777,587	23,269,705	3,199,558
Total operating expenses	<u>82,435,147</u>	<u>3,699,627</u>	<u>13,124,098</u>	<u>99,258,872</u>	<u>218,917,196</u>
Operating income (loss)	<u>(2,655,013)</u>	<u>(3,655,391)</u>	<u>(1,207,090)</u>	<u>(7,517,494)</u>	<u>8,366,307</u>
Nonoperating revenues (expenses):					
Interest revenue	3,404,350	8,980	270,269	3,683,599	884,361
Interest expense	(2,574,576)		(461,930)	(3,036,506)	
Sewer connection charges	4,615,693			4,615,693	
Gain (loss) on sale of capital assets	(4,870)	(3,790,014)		(3,794,884)	193,240
Intergovernmental revenue	25,063,180			25,063,180	
Intergovernmental expense	(2,970,795)		(34,621)	(3,005,416)	(1,959,633)
Total nonoperating revenues (expenses)	<u>27,532,982</u>	<u>(3,781,034)</u>	<u>(226,282)</u>	<u>23,525,666</u>	<u>(882,032)</u>
Income (loss) before contributions and transfers	24,877,969	(7,436,425)	(1,433,372)	16,008,172	7,484,275
Capital contributions	3,678,405			3,678,405	
Transfers in			1,710,000	1,710,000	18,049,358
Transfers out	(510,000)		(4,626,912)	(5,136,912)	(8,850,000)
Changes in net position	28,046,374	(7,436,425)	(4,350,284)	16,259,665	16,683,633
Net position, July 1	<u>664,447,999</u>	<u>36,344,618</u>	<u>24,033,581</u>		<u>53,723,324</u>
Net position, June 30	<u>\$ 692,494,373</u>	<u>\$ 28,908,193</u>	<u>\$ 19,683,297</u>		<u>\$ 70,406,957</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>800,551</u>	
Changes in net position of business-type activities (page 33)				<u>\$ 17,060,216</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, 2012

	Business-type Activities - Enterprise Funds			Total	Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds		
Cash flows from operating activities:					
Cash received from customers	\$ 85,632,045	\$ 44,236	\$ 13,069,548	\$ 98,745,829	\$ 8,932,090
Cash received from internal services provided					217,761,113
Cash payments to suppliers for goods and services	(34,658,248)	(593,611)	(4,612,748)	(39,864,607)	(44,610,595)
Cash payments to employees for services	(24,631,386)		(7,848,981)	(32,480,367)	(167,353,837)
Net cash provided (used in) by operating activities	<u>26,342,411</u>	<u>(549,375)</u>	<u>607,819</u>	<u>26,400,855</u>	<u>14,728,771</u>
Cash flows from noncapital financing activities:					
Cash advanced to other funds		(750)		(750)	
Reimbursements from other governments	16,126,015			16,126,015	
Transfers in from other funds			1,710,000	1,710,000	18,049,358
Transfers out to other funds	(510,000)		(4,626,912)	(5,136,912)	(8,850,000)
Subsidies paid to other governments					(1,959,633)
Contributions to other governments	(2,769,786)		(34,621)	(2,804,407)	
Net cash provided by (used in) noncapital financing activities	<u>12,846,229</u>	<u>(750)</u>	<u>(2,951,533)</u>	<u>9,893,946</u>	<u>7,239,725</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(57,217,826)		(533,634)	(57,751,460)	(1,975,597)
Proceeds from bonds			8,189,316	8,189,316	
Sewer connection charges	4,615,693			4,615,693	
Payment to refunded bond escrow agent			(8,152,893)	(8,152,893)	
SNWA infrastructure fund	8,111,679			8,111,679	
Principal paid on bonds	(9,145,000)		(565,000)	(9,710,000)	
Interest paid	(2,295,200)		(242,719)	(2,537,919)	
Proceeds from sale of capital assets					205,276
Net cash provided by (used in) capital and related financing activities	<u>(55,930,654)</u>	<u>0</u>	<u>(1,304,930)</u>	<u>(57,235,584)</u>	<u>(1,770,321)</u>
Cash flows from investing activities:					
Interest and dividends on investments	3,576,835	6,027	290,431	3,873,293	959,447
Proceeds of investment securities					500,000
Net cash provided by investing activities	<u>3,576,835</u>	<u>6,027</u>	<u>290,431</u>	<u>3,873,293</u>	<u>1,459,447</u>
Net increase (decrease) in cash and cash equivalents	(13,165,179)	(544,098)	(3,358,213)	(17,067,490)	21,657,622
Cash and cash equivalents, July 1	<u>194,909,151</u>	<u>14,460,759</u>	<u>19,171,934</u>	<u>228,541,844</u>	<u>51,021,675</u>
Cash and cash equivalents, June 30	<u>\$ 181,743,972</u>	<u>\$ 13,916,661</u>	<u>\$ 15,813,721</u>	<u>\$ 211,474,354</u>	<u>\$ 72,679,297</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS (continued)
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	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)	\$ (2,655,013)	\$ (3,655,391)	\$ (1,207,090)	\$ (7,517,494)	8,366,307
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	22,492,118		777,587	23,269,705	3,199,558
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	1,159,987		(4,352)	1,155,635	(1,220,272)
Decrease in loans receivable		3,196,200		3,196,200	10,000
Decrease in intergovernmental receivable	4,751,767			4,751,767	(748,976)
(Increase) in due from other funds		(3,055)		(3,055)	1,362,232
(Increase) decrease in inventories	(98,063)		2,846	(95,217)	44,748
(Increase) decrease in prepaid items	3,656	5,312	5,959	14,927	
(Increase) decrease in deposits			(6,443)	(6,443)	
Increase (decrease) in accounts payable	1,487,177	(92,441)	18,388	1,413,124	626,089
(Decrease) in salaries payable	(534,139)		(174,076)	(708,215)	(1,761,331)
Increase (decrease) in compensated absences payable	(265,079)		31,817	(233,262)	(241,752)
Increase (decrease) in deposits payable					16,716
Increase in contracts payable					(2,368)
(Decrease) in benefits payable					4,675,250
Increase in claims and judgments payable					402,570
(Decrease) in unearned revenue			1,173,335	1,173,335	
(Decrease) in intergovernmental payable			(10,152)	(10,152)	
Net cash provided by (used in) operating activities	<u>\$ 26,342,411</u>	<u>\$ (549,375)</u>	<u>\$ 607,819</u>	<u>\$ 26,400,855</u>	<u>\$ 14,728,771</u>
Noncash investing, capital, and financing activities:					
Contributions of capital assets from developers	\$ 3,678,405				
Decrease in fair value of investments					50,170

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

CITY OF LAS VEGAS, NEVADA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2012

	Total Agency Funds
ASSETS	
Pooled cash and investments	\$ 24,671,634
Receivables (net of allowances for uncollectibles):	
Interest	52
Total assets	\$ 24,671,686
LIABILITIES	
Deposits payable	\$ 19,706,238
Intergovernmental payable	2,504,857
Outstanding bail payable	2,321,934
Unclaimed monies payable	138,654
Arbitrage rebate payable	3
Total liabilities	\$ 24,671,686

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, 2012

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, 2012

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, 495 Main Street, 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 governmental funds:

The *general fund* is the government's primary operating fund. It accounts for and reports all financial resources of the general government, not accounted for and reported in another fund.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

1. Summary of significant accounting policies (continued)

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

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.

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, 2012

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 position 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 easily converted to cash and long-term investments with maturity dates ranging from six months to forty-seven 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 \$3.5 million, special revenue funds for \$16,264 and capital projects of \$1,079,806. 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 was \$2.4 million at June 30, 2012.

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, 2012

1. Summary of significant accounting policies (continued)

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

2. *Receivables and payables (continued)*

The Nevada Department of Taxation provides the maximum allowable tax rates for operating purposes to local governments for inclusion in their budgets. Each local government that receives property taxes must file a budget on or before June 1, which provides for the allowed tax rate for the next fiscal year. The Nevada Tax Commission must certify all tax rates on June 25, the levy date, and property is liened on July 1. Property taxes are then payable to the County Treasurer in four equal installments, the first Monday of August, October, January and March. Apportionment of taxes by Clark County to the City of Las Vegas is made in the calendar quarters of September, December, March and June. The actual rates, which were levied for 2012, 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, 2012, 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 reflected as nonspendable.

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, 2012, the restricted assets consisted of cash and cash equivalents of \$7,776 investments of \$1,948,482 for a total of \$1,956,258.

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, 2012

1. Summary of significant accounting policies (continued)

D. Assets, liabilities and net position 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	
Land and sewer plant improvements	20-24 years	Machinery and equipment	10 years
Traffic signals and lighting	20 years	Traffic pavement markers	7-10 years
			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, 2012, 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.

1. Summary of significant accounting policies (continued)

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

8. *Net position and fund equity*

In the government-wide financial statements and proprietary fund financial statements, net position are reported in three categories: net investments in capital assets; restricted net position and unrestricted net position. Restricted net position represent net position 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 position are temporarily restricted (ultimately expendable assets). All other net position are considered unrestricted.

9. *Fund balance components*

The fund balance amounts for governmental funds have been reclassified in accordance with GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. As a result, amounts previously reported as reserved and unreserved are now reported as nonspendable, restricted, committed, assigned, or unassigned.

- Nonspendable fund balances include items that cannot be spent. This includes activity that is not in a spendable form (inventories, prepaid amounts, long-term portion of loans/notes receivable, or property held for resale unless the proceeds are restricted, committed or assigned) and activity that is legally or contractually required to remain intact, such as a principal balance in a permanent fund.
- Restricted fund balances have constraints placed upon the use of the resources either by an external party or imposed by law through a constitutional provision or state enabling legislation.
- Committed fund balances can be used only for specific purposes pursuant to constraints imposed by a formal action of the Mayor and City Council, the city's highest level of decision-making authority. This formal action is the passage of ordinances creating, modifying, or rescinding committed resources.
- Assigned fund balances include amounts that are constrained by the city's intent to be used for a specific purpose, but are neither restricted nor committed. The city's Chief Financial Officer is authorized to assign amounts to a specific purpose based on the City's policy (see below).
- Unassigned fund balances are the residual amount not included in the four categories described above. The general fund is the only fund that can report a positive unassigned fund balance and any deficit fund balances with the other governmental fund types are reported as unassigned.

It is the City's policy when both restricted and unrestricted resources are available for specific resources, restricted resources are considered spent before unrestricted resources. Within unrestricted resources, committed and assigned are considered spent (if available) before unassigned amounts.

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.

Each fund has been analyzed to classify the fund balance in accordance with GASB Statement No. 54 Fund Balance Reporting and Governmental Fund Type Definitions.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

1. Summary of significant accounting policies (continued)

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

9. Fund balance components (continued)

The following schedule shows the composition of the fund balances of the governmental funds for the year ended June 30, 2012:

	Major Governmental Funds			Non Major Governmental Funds				Total
	General Fund	Road and Flood	City Facilities	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Permanent Fund	
Fund Balances								
Nonspendable:								
Inventories	\$ 2,111,362	\$	\$	\$	\$	\$	\$	\$ 2,111,362
Prepaid Items	39,164			29,380				68,544
Noncurrent loans receivable	27,378,562			845,311				28,223,873
Land held for resale				5,605,962				5,605,962
Cemetery perpetual care							1,956,258	1,956,258
Endowment Principal				750,000				750,000
Total nonspendable	29,529,088			7,230,653			1,956,258	38,715,999
Restricted:								
Debt Service				8,900,341	2,176,066			11,076,407
Economic Development and Assistance				15,294,632				15,294,632
General Government				329,915				329,915
Judicial				1,095,266				1,095,266
Culture and Recreation				3,297,169		3,002,546		6,299,715
Performing Arts Center				4,781,655		4,581,805		9,363,460
West Side School Retrofit						6,058,457		6,058,457
Garside Pool						8,025,308		8,025,308
F Street Reopening Project						8,132,873		8,132,873
LED Streetlights						7,064,310		7,064,310
Energy Efficiency Retro Fits						1,037,002		1,037,002
Solar Covered Parking Project						304,022		304,022
Public Works		1,548,692		15,419,510				16,968,202
Special Improvement District						26,195,030		26,195,030
New City Hall and Main Street Garage			39,127,507					39,127,507
Symphony Park			1,193,350					1,193,350
Infrastructure						1,526,795		1,526,795
Fire Stations						6,626,002		6,626,002
Fire Equipment						10,806,459		10,806,459
Public Safety						1,440,398		1,440,398
Other Capital Projects		50,000		3,659,617		2,646,857		6,306,474
Total Restricted		1,598,692	40,320,857	52,778,105	2,176,066	89,908,526		186,782,246
Committed:								
Parks construction						6,581,423		6,581,423
Public Safety				48,237				48,237
Culture and Recreation				220,633				220,633
Debt Service				1,469,969		936,894		2,406,863
Special Improvement District				14,617,381				14,617,381
Total Committed				16,356,220		7,518,317		23,874,537
Assigned:								
Debt Service	13,500,000				3,672,909			17,172,909
Culture and Recreation				163,481				163,481
Development Center Building Improvements			4,631,905					4,631,905
Infrastructure			3,070,287	712,696		1,489,281		5,272,264
New City Hall			583,680					583,680
Main Street Garage			2,158,624					2,158,624
Emergency Management Center						8,569,079		8,569,079
Fire Station						7,937,308		7,937,308
Fire Equipment						1,681,074		1,681,074
West Side School Retrofit						1,000,000		1,000,000
Mob Museum						795,806		795,806
Energy Efficiency Retro Fits						8,314		8,314
Solar Covered Parking Project						630,312		630,312
Economic Development and Assistance				1,450,530				1,450,530
Public Works		11,211,030				13,362,603		24,573,633
Public Safety						1,286,038		1,286,038
Land for a Business Park			10,000,000					10,000,000
Other Capital Projects			1,656,770			5,908,593		30,565,363
Budget Shortfall	23,000,000							14,829,902
	14,829,902							14,829,902
	51,329,902	11,211,030	22,101,266	2,326,707	3,672,909	42,668,408		133,310,222
Unassigned	70,053,407					(2,240,580)		67,812,827
	\$ 150,912,397	\$ 12,809,722	\$ 62,422,123	\$ 78,691,685	\$ 5,848,975	\$ 137,854,671	\$ 1,956,258	\$ 450,495,831

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

1. Summary of significant accounting policies (continued)

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

10. 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.

11. 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.

12. 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.

13. Stabilization Fund

The City Council through Resolution established a special revenue fund whose purpose is to provide for the stabilization of operations during period of economic downturn or for the mitigation of the effects of disasters in accordance with NRS 354.6115. The ending fund balance of the fund at June 30, 2012 was \$51,329,902.

The fund is to be known as the Fiscal Stabilization Special Revenue Fund effective as of February 1, 2009. A transfer of available revenue from the general fund, special revenue funds, internal service funds and capital project funds was used to establish the fund. The fund will maintain a fund balance not to exceed ten percent (10%) of the prior year's general fund expenditures. The general fund transfer will be 20% of the excess actual audited ending fund balance over the budgeted ending fund balance to the fund until such time as the maximum fund balance is reached.

The fund balance will not be used to finance routine operations. Revenues will be realized only through transfers in from other funds and interest earnings. Expenditures will be limited to transfers out to other funds to provide for the stabilization of operations under the following conditions:

- A) If the total actual revenue of the city falls short of the total anticipated revenue in the general fund for the fiscal year in which the local government uses that money, and
 - 1. The revenue shortfall is the result of an economic event that could not be anticipated, and
 - 2. The resulting general fund balance will fall below 10% of the anticipated expenditures, or
- B) To pay expenses incurred by the city to mitigate the effects of a natural disaster or action of terrorism.

At June 30, 2012 based on the requirements of GASB 54, the City's Stabilization Fund Special Revenue Fund did not meet the reporting requirements and was included in the City's General Fund. The City budgeted this Fund as a Special Revenue Fund (see reconciliation at page 44).

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

1. Summary of significant accounting policies (continued)

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

14. Reclassifications

Certain amounts in the 2011 balances have been reclassified for comparability with the current year. Such reclassifications have no effect on previously reported results of operations.

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 position

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net position – governmental activities* as reported in the government-wide statement of net position. 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 \$828,602,350 difference are as follows:

Bonds Payable	\$ 590,882,662
Less: Original issue discount (to be amortized over the life of the bond as interest expense and fiscal charges)	170,671
Add: Original issue premiums (to be amortized over the life of the bond as interest income)	6,505,077
Less: Deferred charges for issuance costs (to be amortized over the life of the bonds as interest expense and fiscal charges)	(3,108,580)
Less: Unamortized debt refunding transaction (to be amortized)	(1,644,630)
Accrued interest payable	7,738,290
Las Vegas Metropolitan Police Department OPEB liability	75,582,067
Compensated absences	36,823,982
City of Las Vegas OPEB liability	58,637,391
Heart Lung Presumptive liability	57,015,420
Net adjustment to reduce <i>fund balance - total governmental funds</i> to arrive at <i>net position - governmental activities</i>	\$ 828,602,350

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 \$134,555,609 difference are as follows:

Capital outlay	\$ 223,257,271
Depreciation expense (Note 9)	(88,701,662)
Net adjustment to increase <i>net changes in fund balance - total governmental funds</i> to arrive at <i>changes in net assets - governmental activities</i>	\$ 134,555,609

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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 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 \$3,951,362 difference are as follows:

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.	\$ 19,081,633
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>(23,032,995)</u>
Net adjustment to decrease net changes in fund balance - total governmental funds to arrive at changes in net position - governmental activities	<u>\$ (3,951,362)</u>

Another element of the 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 position. 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 \$14,807,362 differences are as follows:

Debt issued or incurred:	
Issuance of general obligation bonds	\$ (43,270,000)
Add premium	(1,649,441)
Issuance costs	736,370
Principal repayments:	
General obligation debt	21,486,038
Tax Increment debt	3,875,000
Payment to escrow agent for refunding	<u>4,014,671</u>
Net adjustment to decrease net changes in fund balance-total governmental funds to arrive at changes in net position - governmental activities	<u>\$ (14,807,362)</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 \$15,178,552 difference are as follows:

City of Las Vegas OPEB liability	\$ (1,352,587)
Heart Lung Presumptive liability	(3,977,820)
Compensated absences	5,258,407
Las Vegas Metropolitan Police Department OPEB liability	(14,688,495)
Arbitrage rebate	140,225
Accrued interest	(7,396)
Amortization of issuance costs	(696,056)
Amortization of bond discounts	(279,205)
Amortization of bond premiums	694,383
Amortization of debt refunding	<u>(270,008)</u>
Net adjustment to decrease net changes in fund balance - total governmental funds to arrive at changes in net position - government activities	<u>\$ (15,178,552)</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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 \$15,151,737 difference are as follows:

Deferred loan proceeds	\$ 14,667,338
Property tax revenue	(767,233)
Special assessments	<u>1,251,632</u>
Net adjustment to increase <i>net changes in fund balance - total governmental funds to arrive at changes in net position - governmental activities</i>	<u><u>\$ 15,151,737</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 \$15,883,082 difference are as follows:

Change in net position of the internal services funds	\$ 16,683,633
Gain from charges to business-type activities	<u>(800,551)</u>
Net adjustment to increase <i>net changes in fund balance - total governmental funds to arrive at changes in net position - governmental activities</i>	<u><u>\$ 15,883,082</u></u>

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

The proprietary fund statement of net position includes a reconciliation between *net position - total enterprise funds* and *net position of business-type* activities as reported in the government-wide statement of net position. 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 \$385,867 difference are as follows:

Internal receivable representing charges in excess of cost to business-type activities - prior years	\$ (1,186,418)
Internal receivable representing charges in excess of cost to business-type activities - current year	<u>800,551</u>
Net adjustment to decrease <i>net position - total enterprise funds to arrive at net position - business-type activities</i>	<u><u>\$ (385,867)</u></u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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, 2012, 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
General Fund	\$ 455,200,000	\$ 13,000,000	\$ 468,200,000
Capital Improvements Capital Projects Fund		3,985,050	3,985,050
Green Building Capital Project Fund		4,410,900	4,410,900
Municipal Parking Enterprise Fund	6,555,366	3,500,000	10,055,366
Building and Safety Enterprise Fund	6,761,210	500,000	7,261,210
Automotive Operations Internal Service Fund	12,152,328	2,000,000	14,152,328
City Facilities Internal Service Fund	21,786,396	10,000,000	31,786,396
Cemetery Operations Permanent Fund	120,000	75,000	195,000
Redevelopment Agency Special Revenue Fund	8,569,606	6,000,000	14,569,606

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2012

3. Stewardship and legal compliance (continued)

A. Budgetary information (continued)

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

B. Excess of expenditures over appropriations – Governmental Funds

The Special Improvement District Administration Special Revenue Fund expenditures exceeded appropriations for general government by \$59,042. The excess was for expenditures associated with lien releases on asset purchases for Summerlin Development Assessment on Districts 707 and 404.

The Fiscal Stabilization Special Revenue Fund expenditures exceeded appropriations for general government by \$521. The excess was for expenditures associated with allocated investment fees. In fiscal year ended June 30, 2011 in accordance with the requirements of GASB 54 the Fiscal stabilization Special Revenue fund did not qualify as a Special Revenue fund and was rolled into the City General Fund. The General Fund has a favorable variance of \$1,923,641, so if the Fiscal Stabilization Fund budget was combined with the General Fund budget for General Government, there would be no expenditures in excess of appropriations.

The City of Las Vegas Debt Service Fund expenditures exceeded appropriations in Debt Service by \$4,455,457 due from payments and costs associated with bond refundings. Nevada Revised Statute 354.626(1) provided that expenditures for debt repayments do not constitute a violation of law.

The General Capital Projects fund expenditures exceeded appropriation for General Government by \$4,387,454. The excess was for expenditures associated with energy efficient street lighting.

4. Deposits and investments

As of June 30, 2012, the City had the following investments:

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

Total investments	\$ 636,716,675
Add: Cash in checking accounts	<u>52,977,536</u>
	689,694,211
Less: Cash and cash equivalents in agency funds	<u>(24,671,634)</u>
Pooled cash and investments-government wide	<u><u>\$ 665,022,577</u></u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

4. Deposits and investments (continued)

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.

<u>Type of Investments</u>	<u>Book Value</u>	<u>Fair Value</u>	<u>Total Value</u>	<u>Average Maturity</u>
U.S. Treasury	\$ 10,379,492	\$ 126,732,054	\$ 137,111,546	2.926
U.S. Agencies		168,158,470	168,158,470	2.130
Corporate Bonds		74,232,057	74,232,057	2.153
Commercial Paper	28,084,396		28,084,396	0.255
Money Market Funds		154,417,341	154,417,341	0.003
NVEST Program:				
U.S. Treasury		11,715,773	11,715,773	2.022
U.S. Agencies		53,870,399	53,870,399	3.535
Collateralized Mortgage Obligations		5,635,791	5,635,791	3.088
Money Market Fund		3,490,902	3,490,902	0.003
Total value	<u>\$ 38,463,888</u>	<u>\$ 598,252,787</u>	<u>\$ 636,716,675</u>	
Portfolio weighted-average maturity				1.819

<u>Type of Investments</u>	<u>Amount</u>	<u>Investment Maturities</u>				
		<u>1 to 30</u> <u>Days</u>	<u>31 to 60</u> <u>Days</u>	<u>61 to 365</u> <u>Days</u>	<u>366 Days</u> <u>To 5 Years</u>	<u>5 Years</u> <u>To 10 Years</u>
U.S. Treasury	\$ 137,111,546	\$	\$	\$ 20,578,143	\$ 116,533,403	\$
U.S. Agencies	168,158,470		10,038,900	35,522,500	122,597,070	
Corporate Bonds	74,232,057	2,005,357		10,199,350	62,027,350	
Commercial Paper	28,084,396			28,084,396		
Money Market Funds	154,417,341	154,417,341				
NVEST Program:						
U.S. Treasury	11,715,773			4,995,829	6,719,944	
U.S. Agencies	53,870,399	1,388,250	1,123,722	6,417,401	30,236,588	14,704,438
Asset Backed Securities						
Collateralized Mortgage Obligations	5,635,791		152,639	1,320,046	2,555,712	1,607,394
Money Market Fund	3,490,902	3,490,902				
Total Investments	<u>\$ 636,716,675</u>	<u>\$ 161,301,850</u>	<u>\$ 11,315,261</u>	<u>\$ 107,117,665</u>	<u>\$ 340,670,067</u>	<u>\$ 16,311,832</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.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

4. Deposits and investments (continued)

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, 2012, more than 5% of the City’s investments are in, Federal Home Loan Mortgage Corporation, Federal National Mortgage Association, First American Government Money Market Fund, Invesco Government Agency Money Market Fund and U.S. Treasuries. These investments are 11%, 17%, 7%, 5%, and 23% respectively, of the total investments.

As of June 30, 2012, 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 \$56,875, which was the market value as determined by the City’s investment custodian.

Type of Investments	Amount	Minimum Legal Rating	Exempt From Disclosure	Rating as of Year End				
				AAA	AA	A	A-1/P-1	Not Rated
U.S. Treasury	\$ 137,111,546	N/A	\$ 137,111,546	\$	\$	\$	\$	\$
U.S. Agencies	168,158,470	N/A			168,158,470			
Corporate Bonds	72,283,575	A		5,269,400	46,277,000	20,680,300		56,875
Corporate Bonds-Cemetery	1,948,482	N/A						1,948,482
Commercial Paper	28,084,396	A-1/P-1					28,084,396	
Money Market Funds	154,417,341	AAA		154,417,341				
NVEST Program:								
U.S. Treasury	11,715,773	N/A	11,715,773					
U.S. Agencies	53,870,399	N/A			3,462,480			50,407,919
Collateralized Mortgage								
Obligations	5,635,791	AAA		5,635,791				
Money Market Fund	3,490,902	AAA		3,490,902				
Total Investments	\$ 636,716,675		\$ 148,827,319	\$ 168,813,434	\$ 217,897,950	\$ 20,680,300	28,084,396	\$ 52,413,276

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.

Related Party Investment: The Sanitation Enterprise fund holds an investment in the Redevelopment Agency a blended Component Unit of the City. The Redevelopment Agency Tax Increment Revenue Subordinate Lien Bond Series 2011 is due February 17, 2021. The investment is for \$15,472,192. This investment is eliminated and reflected in the internal balances in the Statement of Net Position.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

5. Property taxes

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

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

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

	2012	2011
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, 2012, the City charged Metro \$30,294 for print media services. At June 30, 2012, \$7,597 was a receivable from Metro for the services provided (Note 7).

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

7. Intergovernmental receivables

The following schedule details the intergovernmental receivables as of June 30, 2012:

	Governmental Activities					Business-type Activities		
	Major Governmental Funds			Other Non-major Governmental Funds	Internal Service Fund	Total	Enterprise Fund	Total
	General Fund	Road and Flood	City Facilities					
California-Nevada Super Speed Ground Transportation Commission	\$ 166	\$	\$	\$	\$	\$ 166	\$	\$ 166
City of Boulder	887					887		887
Clark County, Nevada	615,584			1,973,825	897,238	3,486,647		3,486,647
Clark County Regional Flood Control District		6,393,290				6,393,290		6,393,290
Clark County Regional Transportation Commission		4,037,967		118,530		4,156,497		4,156,497
University Medical Center							1,849	1,849
Commission for the Las Vegas Centennial				30,000	23	30,023		30,023
495 Main Corporation	4,313					4,313		4,313
Las Vegas Convention and Visitors Authority				1,549,016		1,549,016		1,549,016
Southern Nevada Regional Housing Authority	141,800				33,103	174,903		174,903
Las Vegas Metropolitan Police Department (Note 6)					7,597	7,597		7,597
Southern Nevada Water Authority							2,311,959	2,311,959
Southern Nevada Health District							10,000	10,000
State of Nevada		208,661	23,191	2,128,692		2,360,544		2,360,544
U.S. Department of Transportation				9,736		9,736		9,736
U.S. Department of Energy				282,786		282,786		282,786
U.S. Department of Homeland Security (FEMA)				2,043,401		2,043,401		2,043,401
U.S. Department of Housing and Urban Development				4,605,214		4,605,214		4,605,214
U.S. Department of Interior				576,043		576,043		576,043
U.S. Department of Interior (Bureau of Land Management)				4,205,532		4,205,532		4,205,532
U.S. Department of Justice				484,559		484,559		484,559
	<u>\$ 762,750</u>	<u>\$ 10,639,918</u>	<u>\$ 23,191</u>	<u>\$ 18,007,334</u>	<u>\$ 937,961</u>	<u>\$ 30,371,154</u>	<u>\$ 2,323,808</u>	<u>\$ 32,694,962</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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, 2012. 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 \$4,404,722, the Housing Opportunities for Persons With AIDS totaling \$186,113, HOME Investment Program totaling \$4,137,210, Emergency Shelter Grant totaling \$567 and Homeless Prevention and Rapid Re-Housing Program totaling \$10,743 and Neighborhood Stabilization Program totaling \$9,231,854, 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.

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

	2012	2011
Assets	\$ 90,541,956	\$ 134,098,307
Liabilities	(36,125,330)	(55,548,053)
Fund Balance restricted	\$ 54,416,626	\$ 78,550,254
Revenues	\$ 281,121,989	\$ 305,900,762
Expenditures	(494,515,890)	(498,391,316)
	(213,393,901)	(192,490,554)
Net other financing uses		(10,000,000)
Net other financing sources	189,260,273	204,623,329
Net (decrease) increase in fund balance	\$ (24,133,628)	\$ 2,132,775
Political subdivision funding percentage:		
Clark County	61.6%	61.1%
City of Las Vegas	38.4%	38.9%

B. Clean Water Coalition

The cities of Las Vegas, Henderson, North Las Vegas and the Clark County Water Reclamation District (CCWRD) as members they 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 regional connection fees and sewer charges based on wastewater flows from each participating entity. 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 filed a lawsuit against the State of Nevada.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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). In May 2011 the CWC won the lawsuit and was able to keep the \$62 million. In September 2011 the CWC board approved and distributed these funds back to its member agencies.

The city received \$16,095,200 for its share. The proceeds will be used for capital related expenditures and part to be refunded to rate payers. There were no restrictions on the use of the funds. As of October 2011 the CCWRD was designated as the trustee agency for CWC and will perform certain administrative and financial functions until June 30, 2021, or until the CWC is terminated. As of June 30, 2012, no final dissolution agreement has been approved. Complete financial statements for the CWC can be obtained from the CWC's administrative office at CCWRD, 5857 E. Flamingo Road, Las Vegas, NV 89122.

9. Capital assets

Capital asset activity for the year ended June 30, 2012, was as follows:

	Balance June 30, 2011	Additions	Transfers	Deletions	Balance June 30, 2012
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 1,171,020,200	\$ 5,556,978	\$	\$ (27,733)	\$ 1,176,549,445
Construction in progress	863,499,970	52,843,003	(533,767,443)		382,575,530
Total capital assets, not being depreciated	<u>2,034,520,170</u>	<u>58,399,981</u>	<u>(533,767,443)</u>	<u>(27,733)</u>	<u>1,559,124,975</u>
Capital assets, being depreciated:					
Land improvements	299,164,478	6,620,654	53,527,765	(485,029)	358,827,868
Buildings	278,227,951	89,915,207	346,336,668	(33,784,627)	680,695,199
Building improvements	99,909,016	23,585,884	43,698,472	(18,446,724)	148,746,648
Machinery and equipment	41,990,217	4,853,071	48,703	(4,649,699)	42,242,292
Vehicles	61,946,512	4,180,245		(1,020,959)	65,105,798
Roadways	1,145,336,453	12,384,839	37,226,821		1,194,948,113
Traffic pavement markers	2,199,846	130,714	17,764		2,348,324
Traffic signals and lighting	166,174,026	1,573,675	1,672,600	(6,349)	169,413,952
Traffic signage	1,783,572	223,284			2,006,856
Storm drain	598,887,137	42,953,832	51,238,650		693,079,619
Total capital assets, being depreciated	<u>2,695,619,208</u>	<u>186,421,405</u>	<u>533,767,443</u>	<u>(58,393,387)</u>	<u>3,357,414,669</u>
Less accumulated depreciation for:					
Land improvements	(105,336,308)	(15,570,087)		387,418	(120,518,977)
Buildings	(76,672,503)	(10,509,816)		17,163,258	(70,019,061)
Building improvements	(51,065,308)	(4,857,337)		13,034,474	(42,888,171)
Machinery and equipment	(33,475,273)	(1,732,198)		3,764,721	(31,442,750)
Vehicles	(49,316,556)	(4,201,432)		1,013,987	(52,504,001)
Roadways	(535,747,949)	(36,468,494)			(572,216,443)
Traffic pavement markers	(1,625,363)	(220,621)			(1,845,984)
Traffic signals and lighting	(113,692,420)	(5,557,112)		1,609	(119,247,923)
Traffic signage	(817,169)	(178,945)			(996,114)
Storm drain	(119,280,211)	(12,594,555)			(131,874,766)
Total accumulated depreciation	<u>(1,087,029,060)</u>	<u>(91,890,597)</u>		<u>35,365,467</u>	<u>(1,143,554,190)</u>
Total capital assets, being depreciated, net	<u>1,608,590,148</u>	<u>94,530,808</u>	<u>533,767,443</u>	<u>(23,027,920)</u>	<u>2,213,860,479</u>
Governmental activities capital assets, net	<u>\$ 3,643,110,318</u>	<u>\$ 152,930,789</u>	<u>\$</u>	<u>\$ (23,055,653)</u>	<u>\$ 3,772,985,454</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

9. Capital assets (continued)

	Balance July 01, 2011	Additions	Transfers	Deletions	Balance June 30, 2012
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 49,799,393	\$	\$	\$ (3,790,014)	\$ 46,009,379
Construction in progress	34,897,282	48,804,944	(10,457,796)		73,244,430
Total capital assets, not being depreciated	<u>84,696,675</u>	<u>48,804,944</u>	<u>(10,457,796)</u>	<u>(3,790,014)</u>	<u>119,253,809</u>
Capital assets, being depreciated:					
Land improvements	17,739,235				17,739,235
Sewer plant improvements	383,129,390	35,587	665,732		383,830,709
Buildings	22,002,005				22,002,005
Building improvements	3,894,920				3,894,920
Sewer lines	347,227,374	13,531,872	9,792,064		370,551,310
Machinery and equipment	2,608,119	119,369		(251,919)	2,475,569
Total capital assets, being depreciated	<u>776,601,043</u>	<u>13,686,828</u>	<u>10,457,796</u>	<u>(251,919)</u>	<u>800,493,748</u>
Less accumulated depreciation for:					
Land improvements	(8,671,974)	(827,438)			(9,499,412)
Sewer plant improvements	(192,682,718)	(14,493,753)			(207,176,471)
Buildings	(6,977,403)	(497,241)			(7,474,644)
Building improvements	(2,477,398)	(115,576)			(2,592,974)
Sewer lines	(85,686,970)	(7,122,423)			(92,809,393)
Machinery and equipment	(1,857,239)	(213,274)		247,048	(1,823,465)
Total accumulated depreciation	<u>(298,353,702)</u>	<u>(23,269,705)</u>		<u>247,048</u>	<u>(321,376,359)</u>
Total capital assets, being depreciated, net	<u>478,247,341</u>	<u>(9,582,877)</u>	<u>10,457,796</u>	<u>(4,871)</u>	<u>479,117,389</u>
Business-type activities capital assets, net	<u>\$ 562,944,016</u>	<u>\$ 39,222,067</u>	<u>\$</u>	<u>\$ (3,794,885)</u>	<u>\$ 598,371,198</u>

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

Governmental activities:

General government	\$ 3,518,418
Judicial	8,662
Public safety	11,706,341
Public works	49,187,970
Health	56,459
Culture and recreation	22,352,147
Economic development	1,870,724
Transit systems	941
	<u>88,701,662</u>

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

	3,188,935
Total depreciation expense-governmental activities	<u>\$ 91,890,597</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

9. Capital assets (continued)

Business-type activities:	
Sanitation	\$ 22,492,118
Municipal Parking	116
Municipal Golf Course	777,427
Building and Safety	44
Total depreciation expenses business-type activities	\$ 23,269,705

Construction Commitments

The City of Las Vegas has active construction projects as of June 30, 2012. The projects include buildings, building improvements, land improvements (associated with various parks), machinery and equipment (mainly associated with upgrades to our technology in progress), roadways, storm sewers (widening, construction of new and existing streets and detention basin and drainage facilities), traffic signals and streetlights in progress. The City is also in the process of constructing sewer plant improvements and sanitary sewer lines. At year end, the City commitments with contractors are as follows:

Projects - Governmental funds	Spent to date	Remaining Commitment
Buildings	\$ 9,131,055	\$ 10,437,456
Building improvements	11,513,025	11,372,851
Land improvements	102,336,201	15,605,402
Machinery and equipment	3,095,201	1,239,842
Roadways	193,765,957	28,522,102
Storm drains	49,246,947	27,923,614
Traffic signals, lighting, signs and markers	13,486,831	660,296
	\$ 382,575,217	\$ 95,761,563
Projects - Proprietary funds		
Buildings	\$ 5,582	\$ 15,000
Building improvements	17,319	
Land improvements	18,678,377	10,482,642
Sanitation plant improvements	59,932,695	57,334,355
Sanitation sewer lines	1,610,467	8,326,128
	\$ 80,244,440	\$ 76,158,125

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 solar energy project in the General Capital Projects Fund, building and land improvements, mainly in the Parks and leisure activities and City facilities capital projects funds.

10. Defined benefit pension plan

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

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2012

10. Defined benefit pension plan (continued)

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 and may be amended 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
2012	21.75%	23.75%	39.75%	\$ 57,272,765
2011	23.50%	21.50%	37.00%	\$ 52,088,781
2010	23.50%	21.50%	37.00%	\$ 54,446,223

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, 2012

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, 2012 are as follows:

	Cost	Accumulated Depreciation	Net Book Value
Woodlawn Cemetery			
Land	\$ 23,810	\$	\$ 23,810
Building and improvements	1,244,838	1,113,315	131,523
	1,268,648	1,113,315	155,333
Atrium Building			
Land	2,600,000		2,600,000
Building and improvements	34,601,813	2,396,495	32,205,318
	37,201,813	2,396,495	34,805,318
Carson Parking Garage			
Building and improvements	1,322,202	1,322,202	
Ogden Parking Garage			
Building and improvements	1,370,642	1,370,642	
	\$ 41,163,305	\$ 6,202,654	\$ 34,960,651

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
2013	\$ 66,996
2014	66,996
2015	58,185

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 Ogden lease has been renegotiated starting July 2008 and will be extended to 2058.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

11. Lease commitments (continued)

2. Ogden and Carson Parking Garages (continued)

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
2013	\$ 465,251	2018-2022	\$ 4,379,048
2014	652,751	2023-2027	4,764,735
2015	751,741	2028-2032	4,795,985
2016	824,721	2033-2037	2,732,489
2017	824,321	2038-2042	1,512,500
		2043-2047	1,625,937
		2048-2052	1,663,750
		2053-2057	1,788,531
		2058	366,025

The lessee of the Ogden Garage has not made twenty months of lease payments to the City. The receivable of \$1,027,932 is reserved in the allowance for doubtful accounts and may have to be written off.

3. Atrium Office Building:

The City (lessor) owns an office building and leases office space and areas on the roof for cell towers. The lease terms vary in length from two to fifteen years and the rental income is adjusted annually based on various percentages.

The following is a schedule of future rental income for the year ended June 30:

Year Ended June 30	Amount
2013	\$ 487,917
2014	479,218
2015	186,588
2016	192,212
2017	105,626

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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

A. Defeasance of debt

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, 2012. The bond will be called and paid in full on December 3, 2013.

	Original Issue	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
Governmental Activities:						
Bonds payable:						
<i>General obligation Revenue Bonds:</i>						
5.9 to 6.25% Redevelopment Project general obligation Bonds (taxable), due 06/01/12	\$ 17,000,000	\$ 1,410,000	\$	\$ (1,410,000)	\$	\$
2.75 to 4.95% Fremont Street general obligation Revenue Refunding Bonds Series 2002, due 07/01/12	12,535,000	6,165,000		(5,015,000)	1,150,000	1,150,000
Variable rate general obligation various purpose Bonds Series 2006C, due 6/1/36	32,000,000	31,375,000		(660,000)	30,715,000	690,000
3.0 to 5.25% Parking general obligation long-term Bonds Series 2002A, due 12/01/12	25,000,000	1,165,000		(570,000)	595,000	595,000
3.0 to 5.0% Various purpose general obligation Refunding Bonds Series 2005B, due 06/01/19	21,295,000	20,155,000		(6,320,000)	13,835,000	2,030,000
5.625 to 5.90% Taxable various purpose general obligation Bonds Series 2006A, due 05/01/24	18,000,000	15,075,000		(845,000)	14,230,000	895,000
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		(1,560,000)	99,660,000	1,635,000
2.0% general obligation Fremont Street Experience refunding Bonds Series 2012C, due 07/01/15	4,020,000		4,020,000		4,020,000	
		<u>227,310,000</u>	<u>4,020,000</u>	<u>(16,380,000)</u>	<u>214,950,000</u>	<u>6,995,000</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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

B. Changes in long-term obligations (continued)

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

	Original Issue	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	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	6,695,000		(2,145,000)	4,550,000	2,220,000
2.5% to 5.00% general obligation medium-term Bonds Series 2011A, due 12/01/21	27,590,000		27,590,000		27,590,000	2,310,000
2.5 to 3.5% general obligation medium-term Bonds Series 2011B, due 12/01/19	3,545,000		3,545,000		3,545,000	400,000
2.0 to 3.0% general obligation medium-term Bonds Series 2012A, due 05/01/22	8,115,000		8,115,000		8,115,000	740,000
3.0% to 4.0% Recreation general obligation medium-term Bonds Series 2004C, due 10/01/14	20,000,000	8,705,000		(2,065,000)	6,640,000	2,135,000
4.0 to 4.25% Neighborhood Services general obligation medium-term Bonds Series 2007, due 11/01/17	12,500,000	9,265,000		(1,170,000)	8,095,000	1,215,000
4.0 to 4.25% Fire Safety general obligation medium-term Bond Series 2007, due 11/01/17	10,000,000	7,405,000		(935,000)	6,470,000	975,000
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		(1,480,000)	13,520,000	1,505,000
		<u>47,070,000</u>	<u>39,250,000</u>	<u>(7,795,000)</u>	<u>78,525,000</u>	<u>11,500,000</u>
<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	
		<u>188,270,000</u>			<u>188,270,000</u>	
<i>Installment Purchase:</i>						
6.07% Installment Purchase Clean Renewable Energy Bonds Series 2011, due 05/01/2026	4,974,400	4,974,400		(281,093)	4,693,307	284,308
6.07% Installment Purchase Qualified Energy Conservation Bonds Series 2011 due 05/01/2026	5,874,300	5,874,300		(331,945)	5,542,355	335,741
		<u>10,848,700</u>		<u>(613,038)</u>	<u>10,235,662</u>	<u>620,049</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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

B. Changes in long-term obligations (continued)

	Original Issue	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
Governmental Activities (continued)						
<i>General obligation tax increment</i>						
<i>Revenue Bonds:</i>						
3.00 to 5.00% Redevelopment Agency tax increment Revenue Refunding Bonds Series 2003A, due 06/15/14	\$ 19,115,000	\$ 11,380,000	\$	\$ (3,625,000)	\$ 7,755,000	\$ 3,785,000
3.00 to 4.50% Redevelopment Agency tax increment Refunding Bonds Series 2003B, due 06/15/14	2,395,000	780,000		(250,000)	530,000	260,000
6.0 to 8.0% Redevelopment Agency Tax Increment Revenue Bonds Series 2009A, due 06/15/30	85,000,000	<u>85,000,000</u>		<u>(3,875,000)</u>	<u>85,000,000</u>	<u>4,045,000</u>
		97,160,000		(3,875,000)	93,285,000	4,045,000
<i>Special Assessment Improvement Bonds:</i>						
4.26% Special Assessment local improvement Bonds, due 06/01/14	452,000	135,000		(45,000)	90,000	45,000
4.126% Special Assessment local improvement Bonds, due 12/01/16	444,000	283,000		(43,000)	240,000	44,000
3.625 to 5.00% Special Assessment local improvement Bonds Series 2003, due 12/01/23	4,245,000	2,410,000		(265,000)	2,145,000	280,000
3.25 to 4.875% Special Assessment local improvement Bonds, due 06/01/24	1,975,000	1,280,000		(100,000)	1,180,000	100,000
4.04% Special Assessment local improvement Bonds, due 12/01/15	818,000	446,000		(83,000)	363,000	86,000
4.320% Special Assessment local improvement Bonds, due 06/01/27	1,724,000	1,489,000		(66,000)	1,423,000	69,000
4.526% Special Assessment local improvement Bonds due, 06/01/17	320,000	<u>207,000</u>		<u>(31,000)</u>	<u>176,000</u>	<u>32,000</u>
		6,250,000		(633,000)	5,617,000	656,000
Bonds Payable Subtotal		<u>576,908,700</u>	<u>43,270,000</u>	<u>(29,296,038)</u>	<u>590,882,662</u>	<u>23,816,049</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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

B. Changes in long-term obligations (continued)

	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
Governmental Activities (continued):					
Deferred amounts:					
Less: Unamortized debt refunding transaction	\$ (1,799,211)	\$ (115,427)	\$ 270,008	\$ (1,644,630)	\$ (326,096)
Add: Issuance Premiums	5,556,466	1,642,994	(694,383)	6,505,077	912,509
Less: Issuance Discounts	(108,534)		279,205	170,671	267,190
	<u>580,557,421</u>	<u>44,797,567</u>	<u>(29,441,208)</u>	<u>595,913,780</u>	<u>24,669,652</u>
Compensated absences	44,990,940	29,198,825	(34,698,983)	39,490,782	26,262,589
Arbitrage rebates	140,225		(140,225)		
Heart lung presumptive liability (Note 18D)	58,158,623	3,909,906		62,068,529	
Government activity long-term liabilities	<u>\$ 683,847,209</u>	<u>\$ 77,906,298</u>	<u>\$ (64,280,416)</u>	<u>\$ 697,473,091</u>	<u>\$ 50,932,241</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, 2012, 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, 2012 the utilization fee was 0.17 % and no amounts were outstanding on the letter of credit.

Ratings on the Bonds from: Moody's/S & P/and Fitch	Utilization fee (% per annum)
Aa3/AA-/AA	0.17
A2/A/A	0.245
A3/A-/A-	0.37
Baa1/BBB+/BBB+	0.57
Baa2/BBB/BBB	0.92
Baa3/BBB-/BBB-	1.07
Below Baa3/BBB-/BBB	1.27

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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 \$39,490,783 of accrued compensated absences, \$36,457,393 relates to the General fund, \$2,666,800 to the Internal Service fund, \$354,694 to the Special Revenue fund and 11,896 to the Capital Project fund.

Arbitrage rebates. The City's governmental long-term obligations for arbitrage rebate that relates to the City's Debt Service fund was zero at June 30, 2012.

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, 2012, 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 \$8,500,341 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, 2012, is \$7,230,103.

	Original Issue	Balance July 1, 2011	Additions	Reductions	Balance June 30, 2012	Due Within One Year
Business-type Activities						
Bonds payable:						
Sanitation:						
General obligation revenue bonds:						
3.0 to 4.0% Sewer general obligation Refunding bonds Series 2004, due 11/1/2017	\$ 21,050,000	\$ 16,920,000	\$	\$ (2,160,000)	\$ 14,760,000	\$ 2,230,000
4.0 to 5.0% Sanitary Sewer general obligation Refunding Bonds Series 2006A, due 04/01/21	31,920,000	31,920,000		(2,610,000)	29,310,000	2,710,000
4.0% Sanitary Sewer general obligation Refunding Bonds Series 2007, due 10/01/12	17,155,000	8,925,000		(4,375,000)	4,550,000	4,550,000
Business-type Activities						
Non-Major Funds:						
2.0 to 3.250% Golf Course refunding general obligation Revenue Bonds Series 2012B due 06/01/2022	8,230,000		8,230,000		8,230,000	725,000
5.1 to 6.0% Golf Course general obligation Revenue Bonds Series 2001, due 12/01/21	12,000,000	8,490,000		(8,490,000)	0	
		66,255,000	8,230,000	(17,635,000)	56,850,000	10,215,000
Deferred amounts:						
Add: Issuance Premiums		982,698	82,414	(194,418)	870,694	112,015
Less: Defeasance Cost		(2,345,518)	9,306	424,948	(1,911,264)	(299,788)
		64,892,180	8,321,720	(17,404,470)	55,809,430	10,027,227
Compensated absences		5,313,591	3,756,311	(3,989,573)	5,080,329	3,378,575
Business-type activity long-term liabilities		<u>\$ 70,205,771</u>	<u>\$ 12,078,031</u>	<u>\$ (21,394,043)</u>	<u>\$ 60,889,759</u>	<u>\$ 13,405,802</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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

B. Changes in long-term obligations (continued)

The nonprofit corporations have interfund loans payable to the Municipal Parking fund for \$2,781,449, the Industrial Development Special Revenue fund for \$12,389,561 and Redevelopment Agency Special Revenue fund for \$25,000. These notes bear interest at 2 percent. Principal and interest is due upon demand.

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 Position.

Interfund 3.0% Redevelopment Agency Tax Increment Revenue Subordinate Lien Bond Series 2011 due February 17, 2021 for \$15,472,192 payable between the Redevelopment Agency and the Sanitation Enterprise fund was eliminated and was reflected in the internal balances in the Statement of Net Position.

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		Installment Purchase Bonds	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2013	\$ 17,210,000	\$ 13,515,498	\$ 11,500,000	\$ 2,543,590	\$ 4,045,000	\$ 6,845,688	\$ 656,000	\$ 241,607		\$ 13,882,661	\$ 620,049	\$ 621,305
2014	13,855,000	12,906,685	11,935,000	2,131,887	4,240,000	6,644,738	536,000	216,903		13,882,661	635,488	583,667
2015	14,490,000	12,320,473	9,985,000	1,708,773	3,035,000	6,434,088	501,000	194,440	15,000	13,882,361	651,312	545,093
2016	15,145,000	11,677,841	7,950,000	1,395,685	3,215,000	6,251,988	525,000	172,636	15,000	13,881,761	667,529	505,559
2017	14,400,000	11,017,898	8,225,000	1,128,261	3,415,000	6,051,050	442,000	151,697	4,295,000	13,774,086	684,150	465,040
2018-2022	55,410,000	45,708,097	28,930,000	1,963,663	20,905,000	26,431,650	1,951,000	488,618	24,870,000	65,072,522	3,684,927	1,681,210
2023-2027	34,165,000	34,958,526			30,035,000	17,305,500	1,006,000	97,356	31,095,000	55,882,132	3,292,207	505,734
2028-2032	44,485,000	25,387,062			24,395,000	4,003,200			39,695,000	42,462,041		
2033-2037	49,025,000	12,002,550							50,975,000	24,888,435		
2038-2040	13,615,000	1,237,200							37,310,000	4,462,380		
Total	\$ 271,800,000	\$ 180,731,830	\$ 78,525,000	\$ 10,871,859	\$ 93,285,000	\$ 79,967,902	\$ 5,617,000	\$ 1,563,257	\$ 188,270,000	\$ 262,071,040	\$ 10,235,662	\$ 4,907,608

GOVERNMENTAL ACTIVITIES

BUSINESS-TYPE ACTIVITIES

Year Ended June 30	Total Bonds		General Obligation Revenue Bonds	
	Principal	Interest	Principal	Interest
	2013	\$ 23,816,049	\$ 35,502,224	\$ 10,215,000
2014	25,316,488	34,530,803	5,885,000	1,835,738
2015	22,562,312	33,468,804	6,115,000	1,616,425
2016	21,147,529	32,529,395	6,370,000	1,356,075
2017	24,821,150	31,503,757	6,640,000	1,084,275
2018-2022	114,125,927	139,346,803	21,625,000	1,998,957
2023-2027	99,593,207	108,749,248		
2028-2032	108,575,000	71,852,303		
2033-2037	100,000,000	36,890,985		
2038-2240	50,925,000	5,699,580		
Total	\$ 590,882,662	\$ 530,073,902	\$ 56,850,000	\$ 10,039,595

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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, 2012.

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)
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 Bonds Series 2006B	06/01/36
Various Purpose Bonds Series 2006C	06/01/36

2. 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 Recreation Bonds Series 2003	11/01/13
Medium Term Recreation Bonds Series 2004C	11/01/14
Medium Term Cultural/Stupak Community Center Bonds Series 2007	11/01/17
Medium Term Public Safety Bonds Series 2007	11/01/17
Medium Term Main Street Parking Garage Bonds Series 2009	10/01/19
Medium Term Various Purpose Bonds Series 2011A	12/1/21
Medium Term Various Purpose Bonds Series 2011B (taxable)	12/1/19
Medium Term Bonds Series 2012A (F Street)	5/1/22

3. 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.

Bonds Issued	Maturity (Length of Pledge)
Fremont Street Experience Refunding Bond Series 2002	7/1/12
Fremont Street Experience Refunding Bond Series 2012C (taxable)	7/1/15

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2012

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

D. Pledged Revenues (continued)

4. 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 it outstanding sewer bonds.

Bonds Issued	Maturity (Length of Pledge)
Sewer Refunding Bonds Series 2004	11/1/17
Sewer Refunding Bonds Series 2006A	4/1/21
Sewer Refunding Bonds Series 2007	10/1/12

5. 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 operation and maintenance expenses of the golf course and 100% of debt service on the Golf Course Bonds in each year.

Bonds Issued	Maturity (Length of Pledge)
Golf Course Refunding Bonds Series 2012B	6/1/22

6. 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 dates as of April 1, 2008, between the City and Clark County(the “Interlocal Agreement”).

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.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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

D. Pledged Revenues (continued)

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

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

7. 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

+

8. 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

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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

D. Pledged Revenues (continued)

9. 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

10. Installment Purchase Agreements

The American Recovery and Reinvestment Act of 2009 (ARRA) provided the City with low-cost financing to fund energy conservation and renewable energy projects. The City was designated by the U.S. Department of the Treasury to receive an allocation of Qualified Energy Conservation Bonds (QECB) and New Clean Renewable Energy Bonds (NCREB) to finance energy projects. The Treasury provided a subsidy of approximately 70% (based on a formula) of the amount of interest due on QECB and NCREB bonds. The bonds will be used on lighting improvements to outdoor streetlights and energy conservation retrofits to city buildings and solar panel installations at various city facilities, which are expected to reduce utility costs generating savings sufficient to repay the debt service on the Agreements.

Bonds Issued	Maturity (Length of Pledge)
Taxable Direct Pay Qualified Energy Conservations Bonds	5/1/2026
Taxable Direct Pay New Clean Renewable Energy Bonds	5/1/2026

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 \$875,000 at June 30, 2012.

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.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

13. Developer special assessment debt (continued)

As of June 30, 2012, the City had released approximately \$44.7 million for improvements, which included \$5.4 million of interest income used. The outstanding balance on the bonds was \$8,270,000 at June 30, 2012.

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, 2012, 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 \$16,000,000 at June 30, 2012.

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, 2012, the City has released \$9.1 million of the construction funds, which includes \$797,000 in interest income used. The outstanding balance on the bonds payable was \$6,065,000 at June 30, 2012.

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 \$35,860,000 June 30, 2012.

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, 2012, 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 \$21,390,000 at June 30, 2012.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

14. Deferred/Unearned Revenues

The following schedule details unearned revenues at June 30, 2012 and the reasons for each:

	Nonmajor Governmental Funds					Total Governmental Funds	Adjustments	Unearned Revenue		
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds				Governmental Activities	Business- type Activities	Total Primary Government
Prepaid Tuitions	\$ 453,813	\$	\$	\$	\$ 453,813	\$	\$ 453,813	\$	\$ 453,813	
Monterrey Villas Loans Receivable	5,200,000				5,200,000	(5,200,000)				
Property Taxes	2,263,000	344,899	803,061		3,410,960	(3,410,960)				
Record Sale of Old City Hall	15,000,000				15,000,000	(15,000,000)				
Special Assessments				7,190,437	7,190,437	(7,190,437)				
Fremont Experience Loan		6,132,652			6,132,652	(6,132,652)				
Prepaid Law Enforcement Programs		3,050,679			3,050,679		3,050,679		3,050,679	
Gift Certificates								21,032	21,032	
Prepaid Parking garage rental								611,125	611,125	
Prepaid Building Permits								1,195,631	1,195,631	
	<u>\$ 22,916,813</u>	<u>\$ 9,528,230</u>	<u>\$ 803,061</u>	<u>\$ 7,190,437</u>	<u>\$ 40,438,541</u>	<u>\$ (36,934,049)</u>	<u>\$ 3,504,492</u>	<u>\$ 1,827,788</u>	<u>\$ 5,332,280</u>	

15 Encumbrances / Commitments

Encumbrances:

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:

	2012
General Fund	\$ 4,367,906
Special Revenue Funds	17,766,870
Capital Projects Funds	98,526,178
	<u>\$ 120,662,966</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

15 Encumbrances / Commitments (continued)

Commitments:

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, 2012, the City made \$1,991,740 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. In 2004 Clark County defeased \$6.4 million of the \$18,000,000 bonds, their bond matures November 1, 2014. The City makes semi-annual payments on the defeased amount on May 1 and November 1. For the year ended June 30, 2012, the City made \$671,533 in payments. 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 remaining \$11.6 million of bonds were paid off March, 2011.

16. Interfund transactions

A. Due to/from other funds

The following schedule details the amounts due from/to other funds at June 30, 2012:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	Non-major governmental	\$ 41,377
	Nonprofit corporations	7
		<u>41,384</u>
Non-major governmental	General	342
	Non-major governmental	2,339,102
		<u>2,339,444</u>
Nonprofit corporations	General	3,055
Internal service	Non-major governmental	95,818
Total		<u>\$ 2,479,701</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

16. Interfund transactions (continued)

A. Due to/from other funds (continued)

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, 2012, were as follows:

	TRANSFERS OUT							
	TRANSFERS IN	General Fund	Road and Flood	City Facilities	Non-major Governmental	Sanitation	Non-major Proprietary	Internal Service
General Fund	\$ 9,402,894	\$	\$	\$	\$ 9,402,894	\$	\$	\$
Road and Flood	5,023,243				5,023,243			
City Facilities	5,853,369				5,503,369		100,000	250,000
Non-major governmental	69,930,087	11,100,000	900,000	9,671,698	42,731,477		4,526,912	1,000,000
Non-major proprietary	1,710,000	1,200,000				510,000		
Internal Service	18,049,358	5,000		1,984,262	8,460,096			7,600,000
Total	<u>\$ 109,968,951</u>	<u>\$ 12,305,000</u>	<u>\$ 900,000</u>	<u>\$ 11,655,960</u>	<u>\$ 71,121,079</u>	<u>\$ 510,000</u>	<u>\$ 4,626,912</u>	<u>\$ 8,850,000</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, 2012

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, 2012 and 2011 is presented below.

CONDENSED STATEMENT OF NET POSITION

	<u>2012</u>	<u>2011</u>
Assets:		
Current assets	\$ 1,238,933	\$ 892,453
Deferred charges	123,097	43,197
Capital assets	<u>10,089,004</u>	<u>10,331,654</u>
Total assets	<u>11,451,034</u>	<u>11,267,304</u>
Liabilities:		
Current liabilities	814,517	624,759
Noncurrent liabilities	<u>7,600,924</u>	<u>7,984,552</u>
Total liabilities	<u>8,415,441</u>	<u>8,609,311</u>
Net position:		
Net investment in capital assets	1,767,284	1,788,619
Unrestricted	<u>1,268,309</u>	<u>869,374</u>
Total net position	<u>\$ 3,035,593</u>	<u>\$ 2,657,993</u>

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

	<u>2012</u>	<u>2011</u>
Charges for services	\$ 853,408	\$ 812,368
Miscellaneous revenue	556,538	386,947
Depreciation expense	(777,427)	(778,966)
Other operating expenses	<u>(1,479,923)</u>	<u>(1,341,250)</u>
Operating loss	(847,404)	(920,901)
Nonoperating revenue (expenses):		
Interest revenue	11,542	11,920
Interest expense	(461,917)	(497,851)
Contributions to other governments	<u>(34,621)</u>	<u>(36,350)</u>
Loss before transfers	<u>(1,332,400)</u>	<u>(1,443,182)</u>
Transfers in	1,710,000	1,200,000
		<u>1,200,000</u>
Change in net position	377,600	(243,182)
Beginning net position	<u>2,657,993</u>	<u>2,901,175</u>
Ending net position	<u>\$ 3,035,593</u>	<u>\$ 2,657,993</u>

CONDENSED STATEMENT OF CASH FLOWS

	<u>2012</u>	<u>2011</u>
Net cash provided (used) by:		
Operating activities	\$ (35,327)	\$ (138,278)
Noncapital financing activities	1,675,379	1,163,650
Capital and related financing activities	(1,299,685)	(1,036,911)
Investing activities	<u>10,789</u>	<u>13,453</u>
Net increase (decrease)	351,156	1,914
Beginning cash and cash equivalents	<u>743,305</u>	<u>741,391</u>
Ending cash and cash equivalents	<u>\$ 1,094,461</u>	<u>\$ 743,305</u>

CITY OF LAS VEGAS, NEVADA
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 JUNE 30, 2012

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 \$6,662,743 at June 30, 2012, and charges for services of \$2,461,248 were made to the consolidated funds during the year ended June 30, 2012. The purpose of the fund is to pay for self-assumed losses. As of June 30, 2012, \$859,619 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
2011	\$ 438,916	\$ 821,598	\$ (803,465)	\$ 457,049	\$ 457,049
2012	457,049	935,896	(533,326)	859,619	859,619

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

18. Risk management and contingent liabilities (continued)

A Self-Insurance programs (continued)

2. Employee Benefit Internal Service Fund Bonds

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, 2012, 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 \$3,473,405 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, 2012, was \$51,872,935 with a net position balance of \$36,746,604. Current benefits payable totaled \$13,404,677, \$3,896,873 of accrued general workers' compensation claims payable, \$3,078,541 in heart lung (workers' compensation) presumptive claims (c), PERS liability of \$6,340,172 and employee withholding payable of \$89,091. Noncurrent liability consisted of heart lung (workers' compensation) presumptive liability of \$5,053,109 and compensated absences of \$15,218. There were charges for services of \$172,508,605 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:

	<u>Balance at beginning of fiscal year</u>	<u>Current year changes in estimates</u>	<u>Claim payments</u>	<u>Balance at end of fiscal year</u>	<u>Due within one year</u>
2011	\$ 9,017,100	\$ 5,420,106	\$(5,179,250)	\$ 9,257,956	\$ 4,136,933
2012	9,257,956	7,559,273	(4,788,706)	12,028,523	6,975,414

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, 2012

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 \$105 per month to 20 or more years of service at \$575 per month. Approximately, 528 retirees are with the State Plan as of June 30, 2012. 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:

	<u>City</u>	<u>PEBP</u>	<u>Total</u>
City's Annual Required Contribution (ARC)	\$ 3,659,892	\$ 1,695,684	\$ 5,355,576
Interest on net OPEB obligation	1,879,603	125,365	2,004,968
Adjustments to ARC	<u>(2,821,159)</u>	<u>(188,165)</u>	<u>(3,009,324)</u>
Annual OPEB cost	2,718,336	1,632,884	4,351,220
Contribution	<u>(1,039,000)</u>	<u>(1,959,633)</u>	<u>(2,998,633)</u>
Increase (decrease) in net OPEB obligation	1,679,336	(326,749)	1,352,587
Net OPEB obligation, beginning of year	53,702,933	3,581,871	57,284,804
Net OPEB obligation, end of year	<u>\$ 55,382,269</u>	<u>\$ 3,255,122</u>	<u>\$ 58,637,391</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

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 year ended June 30, is as follows:

<u>Plan</u>	<u>Year End</u>	<u>Annual OPEB Cost</u>	<u>Percentage of Annual OPEB Cost Contribution</u>	<u>Net OPEB Obligation</u>
City of Las Vegas	June 30, 2010	\$ 9,168,444	3.5%	\$ 48,601,628
City of Las Vegas	June 30, 2011	9,046,838	43.6%	53,702,933
City of Las Vegas	June 30, 2012	2,718,336	38.2%	55,382,269
PEBP	June 30, 2010	3,358,177	63.9%	4,096,641
PEBP	June 30, 2011	3,341,521	115.4%	3,581,871
PEBP	June 30, 2012	1,632,884	120.0%	3,255,122

Funding Status and Funding Progress:

The funding status of the plan as of the most recent actuarial valuation date, July 1, 2011 is and follows:

	<u>City</u>	<u>PEBP</u>	<u>Total</u>
Actuarial accrued liability (AAL) (a)	\$ 32,373,708	\$ 33,864,222	\$ 66,237,930
Actuarial value of plan assets (b)	(2,572,131)	(2,677,116)	(5,249,247)
Unfunded actuarial accrued liability (UAAL) (a)-(b)	29,801,577	31,187,106	60,988,683
Funded ratio (b)/(a)	7.9%	7.9%	7.9%
Covered payroll (c)	117,958,810	0	117,958,810
UAAL as a percentage of covered payroll ((a)-(b))/c)	25.30%	*	51.70%

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

Annualized pay as of July 1, 2011 for full time employees

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 multiyear 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, 2012

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>	<u>Total</u>
Actuarial valuation date	July 1, 2011	July 1, 2011	
	Projected unit	Projected unit	
Actuarial cost method	Actuarial cost method	Actuarial cost method	
Amortization method	Level dollar on an open period amortization amortization basis	Level dollar on an open period amortization amortization basis	
Remaining amortization period	30 years	30 years	
Actuarial value of assets	2,572,131	2,677,116	5,249,247
Valuation rate of return (Investment rate)	3.5%	3.5%	
Inflation rate	3.0%	3.0%	
Healthcare inflation trend rate years from measurement date	1 through 8+	1 through 8+	
Increase over prior year	8.5% initial through 5% ultimate	First year based on actual 2nd year 8.0% 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 18 A2.

C. City of Las Vegas, Nevada OPEB Trust Fund:

The City of Las Vegas approved the creation of an OPEB Trust Fund. The assets of the OPEB Trust are intended to be invested in the Retirement Benefits Investment Fund (RBIF), which is managed through an intrastate interlocal agreement with the Retirement Benefits Investment Board, located at 693 W. Nye Lane, Carson City, Nevada 89703. The trust was established pursuant to NRS 355.220 and the investments are not allowed to violate Section 10 of Article 8 of the Constitution of the State of Nevada. The trust is intended to provide the means to fund post-retirement benefits provided by the employee benefit plans. The assets to fund retiree health benefits are to be held in trust and treated as wholly separate from the City's assets and are for the benefit of participants and beneficiaries. There are no tax consequences to the trust, and the income of the trust is tax exempt. The trust is subject to the usual rules applicable to health benefit plans. During the Fiscal Year ended June 30, 2011, the City contributed \$5,000,000 to the trust. The net market value of the trust at June 30, 2012 was \$5,373,861.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

18. Risk management and contingent liabilities (continued)

D. 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 \$3,078,541. Reported as noncurrent is \$62,068,529 consisting of \$5,053,109 of case reserves for existing claims and \$57,015,420 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 \$142,100,000 discounted at 5 percent.

E. 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.

F. 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 38.4% of the LVMPD and is liable for \$75,582,067 of the Metro net OPEB obligation. A liability has been established in the government-wide statement of net position for the City's portion (see Note 8A)

G. Tax Increment Subordinate Notes of the Redevelopment Agency

- 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 \$149,784 in interest to Simon/Chelsea, which was charged to economic development and assistance. The combined outstanding balance at June 30, 2012 was \$2,864,508, which includes \$415,953 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 \$136,917 in interest to WMCV Phase I, LLC, which was charged to economic development and assistance. The outstanding balance was \$1,833,539 at June 30, 2012, which includes \$136,917 of accrued interest.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

18. Risk management and contingent liabilities (continued)

G. Tax Increment Subordinate Notes of the Redevelopment Agency (continued)

- 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 \$215,693 in interest to WMCV Phase II, which was charged to economic development and assistance. The outstanding balance was \$12,622,109 at June 30, 2012, which includes \$3,896,623 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 \$493,085 in interest to WMCV Phase III, LLC, which was charged to economic development and assistance. The outstanding balance was \$15,846,527 at June 30, 2012, which includes \$2,019,634 of accrued interest.
- SP Sahara Development, LLC Note – Taxable tax increment subordinate Lien Note entered into June 30, 2008, in the amount of \$20,912,094, payments starting June 30, 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 \$347,247 in interest to SP Sahara Development, LLC, which was charged to economic and development assistance. The outstanding balance at June 30, 2012 was \$25,608,328, which includes \$4,996,649 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 \$80,298 in interest to PH ASA, LLC, which was charged to economic development and assistance. The outstanding balance at June 30, 2012 was \$1,257,567, which includes \$262,057 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 \$652,679 interest to WMCV Phase 3, LLC, which was charged to economic development and assistance. The outstanding balance was \$12,771,182 at June 30, 2012, which includes \$449,562 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,

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

18. Risk management and contingent liabilities (continued)

G. Tax Increment Subordinate Notes of the Redevelopment Agency (continued)

the Agency received site tax increment revenue and paid \$77,551 in interest to WMCII Associates, LLC, which was charged to economic development and assistance. The outstanding balance was \$3,037,251 at June 30, 2012, which includes \$374,178 of accrued interest.

- The Redevelopment Agency on June 15, 2011, entered into an Interlocal Cooperative Agreement between the City of Las Vegas and the Agency. This Agreement is for the purpose of transferring to the city a portion of the real estate taxes attributable to the Las Vegas Metropolitan Police Department Metroplex that are distributed to and received by the Agency. The Agency will transfer to the City sixty percent (60%) of the Agency share only of real estate taxes as defined in the Metro Interlocal Agreement between Clark County and the City of Las Vegas each year in connection with the Metroplex. The transfer will be annually commencing on the first anniversary of the date of a Certificate of Occupancy issued for the Metroplex and will continue thereafter until the County either closes escrow on the purchase of the Metroplex or March 5, 2031, whichever comes first. During September 2012 the RDA transferred \$9,885 of real estate taxes to the City of Las Vegas for Metroplex tax paid for fiscal year ended June 30, 2012.

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 Position-Proprietary Funds for the year ended June 30, 2012:

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parking, Inc.	Total
Assets:				
Cash	\$ 268,568	\$ 13,485,503	\$ 162,590	\$ 13,916,661
Interest receivable	53	2,872	28	2,953
Due from other funds	8	3,047		3,055
Prepaid insurance	1,639	124,473	1,717	127,829
Land	4,186,247	22,701,245	3,270,124	30,157,616
Total assets	<u>\$ 4,456,515</u>	<u>\$ 36,317,140</u>	<u>\$ 3,434,459</u>	<u>\$ 44,208,114</u>
Liabilities and Net Position				
Accounts payable	\$ 72	\$ 14,796	\$ 35	\$ 14,903
Deposits		100,000		100,000
Due to other funds			7	7
Loans payable	4,195,549	7,690,325	3,299,137	15,185,011
Net position	260,894	28,512,019	135,280	28,908,193
Total Liabilities and Net Position	<u>\$ 4,456,515</u>	<u>\$ 36,317,140</u>	<u>\$ 3,434,459</u>	<u>\$ 44,208,114</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
JUNE 30, 2012

19. Nonprofit Corporations (continued)

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parking, Inc.	Total
Changes in Net Position				
Revenues				
Rentals	\$ 36,717	\$ 6,000	\$	\$ 42,717
Other reimbursements	1,169	350		1,519
Total assets	<u>37,886</u>	<u>6,350</u>		<u>44,236</u>
Expenses:				
Forgiveness of debt			3,196,200	3,196,200
Association fees		2,220		2,220
Premiums paid (insurance)	3,935	22,199	11,629	37,763
Professional Services		242,638		242,638
Legal Services		172,823	345	173,168
Services and supplies	13,201	34,311	126	47,638
Total expenses	<u>17,136</u>	<u>474,191</u>	<u>3,208,300</u>	<u>3,699,627</u>
Operating income (loss)	<u>20,750</u>	<u>(467,841)</u>	<u>(3,208,300)</u>	<u>(3,655,391)</u>
Nonoperating revenues (expenses):				
Loss on disposal of land	(3,790,014)			(3,790,014)
Interest income	159	8,734	87	8,980
Net nonoperating revenues (expenses)	<u>(3,789,855)</u>	<u>8,734</u>	<u>87</u>	<u>(3,781,034)</u>
Income (loss)	<u>(3,769,105)</u>	<u>(459,107)</u>	<u>(3,208,213)</u>	<u>(7,436,425)</u>
Change in Net Position				
Net Position - July 1, 2011	<u>4,029,999</u>	<u>28,971,126</u>	<u>3,343,493</u>	<u>36,344,618</u>
Net Position - June 30, 2012	<u>\$ 260,894</u>	<u>\$ 28,512,019</u>	<u>\$ 135,280</u>	<u>\$ 28,908,193</u>

DEXTER PARK

Las Vegas, Nevada

An active 14-year-old who participated in many sports, was a player on one of the best youth baseball teams in the city. On May 14, 1981, while participating in a city league competition, he was struck in the head and fatally injured by a pitched ball during batting practice. Although he was properly helmeted with relatively new equipment, this tragic accident led to the major redesigns of new batting helmets for youth baseball players across the country.

Donated in loving memory by his family
Don & Esther, Geannye, Gregory DEXTER



REQUIRED SUPPLEMENTARY INFORMATION- RSI

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, 2012

	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>
City	July 1, 2011	2,572,131	32,373,708	29,801,577	7.9%	117,958,810	25.3%
PEBP	July 1, 2011	2,677,116	33,864,222	31,187,106	7.9%	0	0%
		<u>5,249,247</u>	<u>66,237,930</u>	<u>60,988,683</u>	7.9%	<u>117,958,810</u>	<u>25.3%</u>

The Actuarial Accrued Liability (AAL) calculated under GASB 45 has decreased from \$201 million (September 1, 2006 valuation) to \$66.2 million (July 1, 2011 valuation). The number of City retirees that may elect coverage with the PEBP was closed as of September 1, 2008 in accordance with Senate Bill 544. Effective July 1, 2011, all City retirees in the PEBP eligible for Medicare are in the HRA Individual Medicare Exchange where the City contributions are lower. The City has gone to a fully insured program for retirees not in the PEBP effective January 1, 2013, where no age subsidy applies to post 65 coverage. These plan changes, along with assumption changes including a reduction in the assumed enrollment rate and a change in the attribution method, have resulted in a reduction in the AAL.

The City has actuarial valuations biannually. The next valuation will be for fiscal year ended June 30, 2014. Information will be presented as it becomes available in future years.

City = City of Las Vegas (see Footnote 18B pages 93 thru 96)
 PEBP = Public Employee Benefits Plan (See Footnote 18B pages 93 thru 96)

See accompanying independent auditors' report.

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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

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 BASIS) -
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues				
Taxes:				
Ad valorem property tax	\$ 82,350,000	\$ 82,350,000	\$ 85,345,221	\$ 2,995,221
Room tax	1,727,100	1,727,100	1,924,662	197,562
Total taxes	<u>84,077,100</u>	<u>84,077,100</u>	<u>87,269,883</u>	<u>3,192,783</u>
Licenses and permits:				
Business licenses	13,500,000	13,500,000	14,709,765	1,209,765
Liquor licenses	1,900,000	1,900,000	2,050,255	150,255
City gaming licenses	3,500,000	3,500,000	3,492,315	(7,685)
Franchise fees:				
Gas utility	5,700,000	5,700,000	5,198,787	(501,213)
Electric utility	27,970,000	27,970,000	25,940,625	(2,029,375)
Sanitation utility	3,911,775	3,911,775	3,663,336	(248,439)
Telephone utility	9,000,000	9,000,000	8,358,806	(641,194)
Garbage collection	3,100,000	3,100,000	3,253,975	153,975
Cable television	6,726,600	6,726,600	6,573,921	(152,679)
Ambulance	402,919	402,919	406,660	3,741
Animal permits	175,000	175,000	232,645	57,645
Building permits	802,800	802,800	634,982	(167,818)
Off-site permits	249,900	249,900	272,868	22,968
Miscellaneous permits	800	800	4,985	4,185
Total licenses and permits	<u>76,939,794</u>	<u>76,939,794</u>	<u>74,793,925</u>	<u>(2,145,869)</u>
Intergovernmental:				
Consolidated tax	211,700,000	214,700,000	221,315,602	6,615,602
Other state revenues	8,238	8,238	13,819	5,581
County gaming licenses (city share)	3,256,875	3,256,875	3,432,882	176,007
Other local government revenues	80,000	80,000	94,685	14,685
Other local units payment in lieu of taxes	120,000	120,000	141,800	21,800
Total intergovernmental	<u>215,165,113</u>	<u>218,165,113</u>	<u>224,998,788</u>	<u>6,833,675</u>
Charges for services:				
General government:				
Intracity reimbursable charges	2,922,427	2,922,427	3,918,862	996,435
Planning and development charges	650,000	650,000	610,190	(39,810)
Recreation fees	70,500	70,500	3,331	(67,169)
Business license application fees	460,000	460,000	469,222	9,222
Other	359,815	359,815	668,160	308,345
Total general government	<u>4,462,742</u>	<u>4,462,742</u>	<u>5,669,765</u>	<u>1,207,023</u>
Judicial:				
Financial counseling fees	858,000	858,000	925,386	67,386
Court counseling fees	1,128,000	1,128,000	950,348	(177,652)
Traffic school fees	315,000	315,000	287,618	(27,382)
Assessment center fees	66,400	66,400	34,097	(32,303)
Court fees	6,302,600	6,302,600	5,505,309	(797,291)
Collections			1,078,696	1,078,696
Other	50,991	50,991	71,014	20,023
Total judicial	<u>8,720,991</u>	<u>8,720,991</u>	<u>8,852,468</u>	<u>131,477</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (BUDGET BASIS)
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Charges for services (continued):				
Public safety:				
Intracity reimbursable charges	230,275	230,275	553,266	322,991
EMS transport	5,900,000	5,900,000	6,005,532	105,532
Inmate housing	4,267,000	4,267,000	4,231,948	(35,052)
Other	1,479,780	1,479,780	1,827,293	347,513
Total public safety	<u>11,877,055</u>	<u>11,877,055</u>	<u>12,618,039</u>	<u>740,984</u>
Public works:				
Intracity reimbursable charges	4,828,579	4,828,579	3,285,578	(1,543,001)
Other	69,261	69,261	59,970	(9,291)
Total public works	<u>4,897,840</u>	<u>4,897,840</u>	<u>3,345,548</u>	<u>(1,552,292)</u>
Health:				
Animal shelter fees	15,343	15,343	15,341	(2)
Total health	<u>15,343</u>	<u>15,343</u>	<u>15,341</u>	<u>(2)</u>
Culture and recreation:				
Intracity reimbursable charges	16,920	16,920	13,801	(3,119)
Recreation fees	1,857,500	1,857,500	2,142,017	284,517
Swimming pool fees	147,000	147,000	239,293	92,293
Other	278,153	278,153	20,583	(257,570)
Total culture and recreation	<u>2,299,573</u>	<u>2,299,573</u>	<u>2,415,694</u>	<u>116,121</u>
Economic development and assistance:				
Intracity reimbursable charges	586,799	586,799	39,771	(547,028)
Other			1,750	1,750
Total economic development and assistance	<u>586,799</u>	<u>586,799</u>	<u>41,521</u>	<u>(545,278)</u>
Total charges for services	<u>32,860,343</u>	<u>32,860,343</u>	<u>32,958,376</u>	<u>98,033</u>
Fines and forfeits:				
Court fines	18,500,000	18,500,000	19,251,667	751,667
Forfeited bail	1,330,000	1,330,000	1,238,746	(91,254)
Total fines and forfeits	<u>19,830,000</u>	<u>19,830,000</u>	<u>20,490,413</u>	<u>660,413</u>
Interest	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,208,501</u>	<u>108,501</u>
Miscellaneous:				
Rents and royalties	1,945,200	1,945,200	2,158,528	213,328
Contributions and donations	50,000	50,000	113,033	63,033
Other	821,473	821,473	1,126,651	305,178
Total miscellaneous	<u>2,816,673</u>	<u>2,816,673</u>	<u>3,398,212</u>	<u>581,539</u>
Total revenues	<u>432,789,023</u>	<u>435,789,023</u>	<u>445,118,098</u>	<u>9,329,075</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (BUDGET BASIS) -
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Expenditures By Function and Activity				
General government:				
Legislative:				
City council:				
Salaries and wages	1,391,600	1,391,600	1,341,362	50,238
Employee benefits	764,590	764,590	772,710	(8,120)
Services and supplies	890,144	890,144	837,914	52,230
Total city council	<u>3,046,334</u>	<u>3,046,334</u>	<u>2,951,986</u>	<u>94,348</u>
Total legislative	<u>3,046,334</u>	<u>3,046,334</u>	<u>2,951,986</u>	<u>94,348</u>
Executive:				
City manager:				
Salaries and wages	941,860	941,860	996,240	(54,380)
Employee benefits	605,570	605,570	671,131	(65,561)
Services and supplies	328,622	328,622	305,719	22,903
Total city manager	<u>1,876,052</u>	<u>1,876,052</u>	<u>1,973,090</u>	<u>(97,038)</u>
Communications:				
Salaries and wages	1,377,320	1,377,320	1,362,508	14,812
Employee benefits	853,940	853,940	902,086	(48,146)
Services and supplies	763,090	763,090	433,954	329,136
Capital outlay			24,918	(24,918)
Total communications	<u>2,994,350</u>	<u>2,994,350</u>	<u>2,723,466</u>	<u>270,884</u>
Administrative services:				
Salaries and wages	856,170	856,170	928,337	(72,167)
Employee benefits	517,600	517,600	610,033	(92,433)
Services and supplies	783,185	783,185	593,286	189,899
Total administrative services	<u>2,156,955</u>	<u>2,156,955</u>	<u>2,131,656</u>	<u>25,299</u>
Total executive	<u>7,027,357</u>	<u>7,027,357</u>	<u>6,828,212</u>	<u>199,145</u>
Financial administration:				
City attorney:				
Salaries and wages	2,125,190	2,125,190	2,068,359	56,831
Employee benefits	1,312,970	1,312,970	1,382,399	(69,429)
Services and supplies	753,543	753,543	461,659	291,884
Total city attorney	<u>4,191,703</u>	<u>4,191,703</u>	<u>3,912,417</u>	<u>279,286</u>
City clerk:				
Salaries and wages	1,151,090	1,151,090	1,202,205	(51,115)
Employee benefits	713,670	713,670	799,395	(85,725)
Services and supplies	776,618	776,618	758,940	17,678
Total city clerk	<u>2,641,378</u>	<u>2,641,378</u>	<u>2,760,540</u>	<u>(119,162)</u>
Internal audit:				
Salaries and wages	510,330	510,330	497,692	12,638
Employee benefits	316,410	316,410	333,770	(17,360)
Services and supplies	112,447	112,447	100,687	11,760
Total internal audit	<u>939,187</u>	<u>939,187</u>	<u>932,149</u>	<u>7,038</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (BUDGET BASIS)
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
General government (continued):				
Human resources:				
Salaries and wages	999,600	999,600	1,215,840	(216,240)
Employee benefits	619,760	619,760	806,154	(186,394)
Services and supplies	712,577	712,577	521,234	191,343
Total human resources	<u>2,331,937</u>	<u>2,331,937</u>	<u>2,543,228</u>	<u>(211,291)</u>
Finance:				
Salaries and wages	2,572,390	2,572,390	2,282,395	289,995
Employee benefits	1,586,990	1,586,990	1,520,913	66,077
Services and supplies	1,393,970	1,393,970	982,713	411,257
Capital outlay			21,900	(21,900)
Total finance	<u>5,553,350</u>	<u>5,553,350</u>	<u>4,807,921</u>	<u>745,429</u>
Purchasing and contracts:				
Salaries and wages	1,346,250	1,346,250	1,202,636	143,614
Employee benefits	834,680	834,680	800,554	34,126
Services and supplies	383,373	383,373	305,025	78,348
Total purchasing and contracts	<u>2,564,303</u>	<u>2,564,303</u>	<u>2,308,215</u>	<u>256,088</u>
Total financial administration	<u>18,221,858</u>	<u>18,221,858</u>	<u>17,264,470</u>	<u>957,388</u>
Other:				
Planning and development:				
Salaries and wages	3,928,230	3,928,230	3,786,008	142,222
Employee benefits	2,435,470	2,435,470	2,517,699	(82,229)
Services and supplies	1,232,491	1,232,491	1,205,079	27,412
Capital outlay			7,730	(7,730)
Total planning and development	<u>7,596,191</u>	<u>7,596,191</u>	<u>7,516,516</u>	<u>79,675</u>
Information technologies:				
Salaries and wages	3,944,570	3,944,570	3,974,112	(29,542)
Employee benefits	2,440,030	2,440,030	2,615,122	(175,092)
Services and supplies	1,574,356	1,574,356	1,189,744	384,612
Total information technologies	<u>7,958,956</u>	<u>7,958,956</u>	<u>7,778,978</u>	<u>179,978</u>
Special events:				
Salaries and wages	138,850	138,850	144,356	(5,506)
Employee benefits	79,560	79,560	90,446	(10,886)
Services and supplies	27,272	27,272	31,309	(4,037)
Total special events	<u>245,682</u>	<u>245,682</u>	<u>266,111</u>	<u>(20,429)</u>
Non-departmental:				
Salaries and wages	1,616,220	1,616,220		1,616,220
Employee benefits	1,022,600	1,022,600	17,550,000	(16,527,400)
Services and supplies	3,550,739	16,550,739	767,496	15,783,243
Total non-departmental	<u>6,189,559</u>	<u>19,189,559</u>	<u>18,317,496</u>	<u>872,063</u>
Operations and maintenance administration:				
Salaries and wages	305,250	305,250	307,164	(1,914)
Employee benefits	189,260	189,260	207,284	(18,024)
Services and supplies	49,730	49,730	42,891	6,839
Total operations and maintenance	<u>544,240</u>	<u>544,240</u>	<u>557,339</u>	<u>(13,099)</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (BUDGET BASIS)
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
General government (continued):				
Graffiti response:				
Salaries and wages	588,910	588,910	811,404	(222,494)
Employee benefits	365,120	365,120	540,131	(175,011)
Services and supplies	209,487	209,487	389,711	(180,224)
Total graffiti response	<u>1,163,517</u>	<u>1,163,517</u>	<u>1,741,246</u>	<u>(577,729)</u>
Facilities management:				
Salaries and wages	267,780	267,780	252,020	15,760
Employee benefits	166,030	166,030	168,588	(2,558)
Services and supplies	704,397	704,397	555,230	149,167
Capital outlay			10,068	(10,068)
Total facilities management	<u>1,138,207</u>	<u>1,138,207</u>	<u>985,906</u>	<u>152,301</u>
Total other	<u>24,836,352</u>	<u>37,836,352</u>	<u>37,163,592</u>	<u>672,760</u>
Total general government	<u>53,131,901</u>	<u>66,131,901</u>	<u>64,208,260</u>	<u>1,923,641</u>
Judicial:				
Municipal courts:				
Municipal courts:				
Salaries and wages	9,158,780	9,158,780	9,011,049	147,731
Employee benefits	5,709,590	5,784,590	5,957,780	(173,190)
Services and supplies	3,680,037	3,680,037	3,577,787	102,250
Total municipal courts	<u>18,548,407</u>	<u>18,623,407</u>	<u>18,546,616</u>	<u>76,791</u>
City attorney-criminal division:				
Salaries and wages	1,590,880	1,590,880	1,655,233	(64,353)
Employee benefits	986,350	1,111,350	1,103,978	7,372
Services and supplies	697,732	697,732	571,698	126,034
Total city attorney-criminal division	<u>3,274,962</u>	<u>3,399,962</u>	<u>3,330,909</u>	<u>69,053</u>
Public defender:				
Public defender:				
Services and supplies	559,749	559,749	450,552	109,197
Total public defender	<u>559,749</u>	<u>559,749</u>	<u>450,552</u>	<u>109,197</u>
Total judicial	<u>22,383,118</u>	<u>22,583,118</u>	<u>22,328,077</u>	<u>255,041</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (BUDGET BASIS)
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Public safety:				
Police:				
Metro police department:				
Services and supplies	119,841,186	119,841,186	119,286,523	554,663
Total metro police department	<u>119,841,186</u>	<u>119,841,186</u>	<u>119,286,523</u>	<u>554,663</u>
City marshals:				
Salaries and wages	4,503,750	4,503,750	4,174,589	329,161
Employee benefits	3,522,660	3,522,660	3,491,488	31,172
Services and supplies	1,173,009	1,173,009	974,641	198,368
Total city marshals	<u>9,199,419</u>	<u>9,199,419</u>	<u>8,640,718</u>	<u>558,701</u>
Total police	<u>129,040,605</u>	<u>129,040,605</u>	<u>127,927,241</u>	<u>1,113,364</u>
Fire:				
Fire and rescue:				
Salaries and wages	50,330,080	50,330,080	51,738,686	(1,408,606)
Employee benefits	39,516,820	39,516,820	43,357,096	(3,840,276)
Services and supplies	14,450,128	14,450,128	13,846,558	603,570
Capital outlay			27,636	(27,636)
Total fire and rescue	<u>104,297,028</u>	<u>104,297,028</u>	<u>108,969,976</u>	<u>(4,672,948)</u>
Total fire	<u>104,297,028</u>	<u>104,297,028</u>	<u>108,969,976</u>	<u>(4,672,948)</u>
Corrections:				
Detention and correctional services:				
Salaries and wages	20,526,990	20,526,990	18,388,467	2,138,523
Employee benefits	15,520,570	15,520,570	14,779,991	740,579
Services and supplies	13,438,893	13,438,893	11,255,728	2,183,165
Total detention and correctional services	<u>49,486,453</u>	<u>49,486,453</u>	<u>44,424,186</u>	<u>5,062,267</u>
Total corrections	<u>49,486,453</u>	<u>49,486,453</u>	<u>44,424,186</u>	<u>5,062,267</u>
Protective inspection:				
Building and safety:				
Salaries and wages	1,815,205	1,815,205	1,658,360	156,845
Employee benefits	1,125,420	1,125,420	1,091,604	33,816
Services and supplies	419,311	419,311	547,111	(127,800)
Total building and safety	<u>3,359,936</u>	<u>3,359,936</u>	<u>3,297,075</u>	<u>62,861</u>
Total protective inspection	<u>3,359,936</u>	<u>3,359,936</u>	<u>3,297,075</u>	<u>62,861</u>
Other protection:				
Traffic engineering:				
Salaries and wages	5,340,520	5,340,520	4,994,796	345,724
Employee benefits	3,311,090	3,311,090	3,308,638	2,452
Services and supplies	6,967,034	6,967,034	5,773,689	1,193,345
Total traffic engineering	<u>15,618,644</u>	<u>15,618,644</u>	<u>14,077,123</u>	<u>1,541,521</u>
Neighborhood response:				
Salaries and wages	1,098,720	1,098,720	977,410	121,310
Employee benefits	681,200	681,200	649,180	32,020
Services and supplies	422,511	422,511	342,277	80,234
Total neighborhood response	<u>2,202,431</u>	<u>2,202,431</u>	<u>1,968,867</u>	<u>233,564</u>
Total other protection	<u>17,821,075</u>	<u>17,821,075</u>	<u>16,045,990</u>	<u>1,775,085</u>
Total public safety	<u>304,005,097</u>	<u>304,005,097</u>	<u>300,664,468</u>	<u>3,340,629</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (BUDGET BASIS) -
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
Public works:				
Administration:				
Public works administration:				
Salaries and wages	396,660	396,660	347,930	48,730
Employee benefits	245,930	245,930	234,601	11,329
Services and supplies	299,423	299,423	73,713	225,710
Total public works administration	<u>942,013</u>	<u>942,013</u>	<u>656,244</u>	<u>285,769</u>
Total administration	<u>942,013</u>	<u>942,013</u>	<u>656,244</u>	<u>285,769</u>
Engineering:				
Engineering and planning:				
Salaries and wages	4,694,530	4,694,530	4,666,283	28,247
Employee benefits	2,910,640	3,110,640	3,129,574	(18,934)
Services and supplies	1,353,941	1,353,941	1,424,372	(70,431)
Total engineering and planning	<u>8,959,111</u>	<u>9,159,111</u>	<u>9,220,229</u>	<u>(61,118)</u>
Right of way:				
Salaries and wages	505,810	505,810	506,239	(429)
Employee benefits	313,590	313,590	339,356	(25,766)
Services and supplies	94,592	94,592	76,467	18,125
Total right of way	<u>913,992</u>	<u>913,992</u>	<u>922,062</u>	<u>(8,070)</u>
Total engineering	<u>9,873,103</u>	<u>10,073,103</u>	<u>10,142,291</u>	<u>(69,188)</u>
Paved streets:				
Street maintenance:				
Salaries and wages	572,850	572,850	664,600	(91,750)
Employee benefits	355,160	355,160	442,680	(87,520)
Services and supplies	471,405	471,405	335,830	135,575
Total street maintenance	<u>1,399,415</u>	<u>1,399,415</u>	<u>1,443,110</u>	<u>(43,695)</u>
Total paved streets	<u>1,399,415</u>	<u>1,399,415</u>	<u>1,443,110</u>	<u>(43,695)</u>
Total public works	<u>12,214,531</u>	<u>12,414,531</u>	<u>12,241,645</u>	<u>172,886</u>
Health:				
Animal control:				
Animal care and control:				
Salaries and wages	721,615	721,615	665,597	56,018
Employee benefits	447,390	447,390	431,850	15,540
Services and supplies	2,227,326	2,227,326	2,136,060	91,266
Total animal care and control	<u>3,396,331</u>	<u>3,396,331</u>	<u>3,233,507</u>	<u>162,824</u>
Total animal control	<u>3,396,331</u>	<u>3,396,331</u>	<u>3,233,507</u>	<u>162,824</u>
Cemetery operation:				
Woodlawn cemetery:				
Services and supplies	120,000	120,000	136,632	(16,632)
Total Woodlawn cemetery	<u>120,000</u>	<u>120,000</u>	<u>136,632</u>	<u>(16,632)</u>
Total cemetery operation	<u>120,000</u>	<u>120,000</u>	<u>136,632</u>	<u>(16,632)</u>
Communicable disease control:				
Communicable disease control:				
Services and supplies	15,000	15,000	13,007	1,993
Total communicable disease control	<u>15,000</u>	<u>15,000</u>	<u>13,007</u>	<u>1,993</u>
Total communicable disease control	<u>15,000</u>	<u>15,000</u>	<u>13,007</u>	<u>1,993</u>
Total health	<u>3,531,331</u>	<u>3,531,331</u>	<u>3,383,146</u>	<u>148,185</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (BUDGET BASIS)
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Culture and recreation:				
Culture and recreation administration:				
Administration:				
Salaries and wages	2,932,234	2,932,234	2,938,320	(6,086)
Employee benefits	1,696,620	1,696,620	1,866,892	(170,272)
Services and supplies	2,912,374	2,512,374	2,030,680	481,694
Capital outlay			5,518	(5,518)
Total administration	<u>7,541,228</u>	<u>7,141,228</u>	<u>6,841,410</u>	<u>299,818</u>
Total culture and recreation administration	<u>7,541,228</u>	<u>7,141,228</u>	<u>6,841,410</u>	<u>299,818</u>
Participant recreation:				
Recreation and adaptive programming:				
Salaries and wages	6,253,772	6,253,772	5,935,502	318,270
Employee benefits	2,758,170	2,758,170	2,902,936	(144,766)
Services and supplies	9,932,586	9,932,586	8,677,887	1,254,699
Total recreation and adaptive programming	<u>18,944,528</u>	<u>18,944,528</u>	<u>17,516,325</u>	<u>1,428,203</u>
Total participant recreation	<u>18,944,528</u>	<u>18,944,528</u>	<u>17,516,325</u>	<u>1,428,203</u>
Parks:				
Parks and open spaces:				
Salaries and wages	6,499,960	6,499,960	6,269,406	230,554
Employee benefits	4,029,950	4,029,950	4,164,265	(134,315)
Services and supplies	8,478,305	8,478,305	7,965,677	512,628
Total parks and open spaces	<u>19,008,215</u>	<u>19,008,215</u>	<u>18,399,348</u>	<u>608,867</u>
Total parks	<u>19,008,215</u>	<u>19,008,215</u>	<u>18,399,348</u>	<u>608,867</u>
Total culture and recreation	<u>45,493,971</u>	<u>45,093,971</u>	<u>42,757,083</u>	<u>2,336,888</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (BUDGET BASIS)
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Economic development and assistance:				
Office of business development:				
Services and supplies	0	0	84,170	(84,170)
Total office of business development	<u>0</u>	<u>0</u>	<u>84,170</u>	<u>(84,170)</u>
Neighborhood services:				
Neighborhood services:				
Salaries and wages	749,050	749,050	737,094	11,956
Employee benefits	464,410	464,410	476,306	(11,896)
Services and supplies	526,924	526,924	613,454	(86,530)
Total neighborhood services	<u>1,740,384</u>	<u>1,740,384</u>	<u>1,826,854</u>	<u>(86,470)</u>
Rapid response:				
Salaries and wages	306,140	306,140	69,240	236,900
Employee benefits	189,800	189,800	41,658	148,142
Services and supplies	188,727	188,727	29,032	159,695
Total rapid response	<u>684,667</u>	<u>684,667</u>	<u>139,930</u>	<u>544,737</u>
Total economic development and assistance	<u>2,425,051</u>	<u>2,425,051</u>	<u>2,050,954</u>	<u>374,097</u>
Transit systems:				
Transportation services:				
Transportation services:				
Services and supplies	15,000	15,000	13,383	1,617
Total transportation services	<u>15,000</u>	<u>15,000</u>	<u>13,383</u>	<u>1,617</u>
Total transit systems	<u>15,000</u>	<u>15,000</u>	<u>13,383</u>	<u>1,617</u>
Total expenditures	<u>443,200,000</u>	<u>456,200,000</u>	<u>447,647,016</u>	<u>8,552,984</u>
Excess (deficiency) of revenues over (under) expenditures	<u>\$ (10,410,977)</u>	<u>\$ (20,410,977)</u>	<u>\$ (2,528,918)</u>	<u>\$ 17,882,059</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 116,014,535	\$ 116,014,535	\$ 64,939,353	\$ (51,075,182)
Charges for services			382,920	382,920
Interest	70,093	70,093		(70,093)
Total revenues	<u>116,084,628</u>	<u>116,084,628</u>	<u>65,322,273</u>	<u>(50,762,355)</u>
Expenditures:				
Current:				
Public works	2,052,873	2,052,873	2,022,079	30,794
Capital outlay:				
Public works	125,869,941	124,869,941	63,559,602	61,310,339
Total expenditures	<u>127,922,814</u>	<u>126,922,814</u>	<u>65,581,681</u>	<u>61,341,133</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,838,186)</u>	<u>(10,838,186)</u>	<u>(259,408)</u>	<u>10,578,778</u>
Other financing sources (uses):				
Transfers in	5,048,243	5,048,243	5,023,243	(25,000)
Transfers out		(1,000,000)	(900,000)	100,000
Total other financing sources (uses)	<u>5,048,243</u>	<u>4,048,243</u>	<u>4,123,243</u>	<u>75,000</u>
Net changes in fund balances	(6,789,943)	(6,789,943)	3,863,835	10,653,778
Fund balances, July 1	<u>8,736,761</u>	<u>8,736,761</u>	<u>8,945,887</u>	<u>209,126</u>
Fund balances, June 30	<u>\$ 1,946,818</u>	<u>\$ 1,946,818</u>	<u>\$ 12,809,722</u>	<u>\$ 10,862,904</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 450,000	\$ 450,000	\$ 28,232	\$ (421,768)
Interest	<u>1,684,848</u>	<u>1,684,848</u>	<u>465,672</u>	<u>(1,219,176)</u>
Total revenues	<u>2,134,848</u>	<u>2,134,848</u>	<u>493,904</u>	<u>(1,640,944)</u>
Expenditures:				
Current:				
General government	80,833	80,833	234,220	(153,387)
Capital outlay:				
General government	<u>99,405,078</u>	<u>97,405,078</u>	<u>60,718,353</u>	<u>36,686,725</u>
Total expenditures	<u>99,485,911</u>	<u>97,485,911</u>	<u>60,952,573</u>	<u>36,533,338</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(97,351,063)</u>	<u>(95,351,063)</u>	<u>(60,458,669)</u>	<u>34,892,394</u>
Other financing sources (uses):				
Transfers in	3,676,369	3,676,369	5,853,369	2,177,000
Transfers out	<u>(9,312,500)</u>	<u>(11,312,500)</u>	<u>(11,655,960)</u>	<u>(343,460)</u>
Total other financing sources (uses)	<u>(5,636,131)</u>	<u>(7,636,131)</u>	<u>(5,802,591)</u>	<u>1,833,540</u>
Net changes in fund balances	(102,987,194)	(102,987,194)	(66,261,260)	36,725,934
Fund balances, July 1	<u>128,553,254</u>	<u>128,553,254</u>	<u>128,683,383</u>	<u>130,129</u>
Fund balances, June 30	<u>\$ 25,566,060</u>	<u>\$ 25,566,060</u>	<u>\$ 62,422,123</u>	<u>\$ 36,856,063</u>

See accompanying independent auditors' report.



NON-MAJOR GOVERNMENTAL FUNDS

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.

Transportation Programs 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.

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

City of Las Vegas Redevelopment Agency Fund - Component Unit—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.

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.

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.

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 – Component Unit—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.

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.

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.

Capital Improvements Fund—This fund is used to account for the City's share of a countywide 5 cent ad valorem property tax levy for capital improvements.

Green Building Fund—This fund is used to account for programs and incentives to encourage the development and implementation of "green building" practices which are energy efficient and environmentally friendly.

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, 2012

	SPECIAL				
	Multipurpose	Las Vegas Convention and Visitors Authority	Fremont Street Room Tax	Special Improvement District Administration	Transportation Programs
ASSETS					
Pooled cash and investments	\$ 10,754,973	\$ 1,020,422	\$ 1,869,141	\$ 14,662,917	\$ 179,850
Receivables (net of allowances for uncollectibles):					
Property taxes					
Accounts	4,325				
Interest 75,831			883	56,073	584
Loans					
Special assessments				4,042	
Intergovernmental	4,043,964	1,549,016			163,865
Due from other funds	15,823				
Land held for resale					
Prepaid items	28,924				
Permanently restricted:					
Pooled cash and investments					
Total assets	\$ 14,923,840	\$ 2,569,438	\$ 1,870,024	\$ 14,723,032	\$ 344,299
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 1,120,838	\$	\$ 55	\$ 105,651	\$ 169,302
Due to other funds					
Deposits payable	10,275				
Contracts payable					
Loans payable					
Intergovernmental payable	6,422				
Deferred revenue	3,050,679				
Total liabilities	4,188,214	0	55	105,651	169,302
Fund balances:					
Nonspendable	778,924				
Restricted	8,811,655	2,569,438	400,000		174,997
Committed	268,870		1,469,969	14,617,381	
Assigned	876,177				
Unassigned					
Total fund balances	10,735,626	2,569,438	1,869,969	14,617,381	174,997
Total liabilities and fund balances	\$ 14,923,840	\$ 2,569,438	\$ 1,870,024	\$ 14,723,032	\$ 344,299

See accompanying independent auditors' report.

REVENUE FUNDS

City of Las Vegas Redevelopment Agency - Component Unit					
Street Maintenance	Housing Program	Housing and Urban Development	Fire Safety Initiative	Agency - Component Unit	Totals
\$ 15,220,584	\$ 14,274,427	\$ (781,511)	\$ 1,669,726	\$ 9,769,343	\$ 68,639,872
			472,190		472,190
		225		11,714	16,264
66,211	62,919		20,345	628	283,474
		499,934		6,969,186	7,469,120
					4,042
1,279,593	2,372,545	2,232,669			11,641,652
	36,579			1,500,342	1,552,744
	573,404			5,032,558	5,605,962
				456	29,380
<u>\$ 16,566,388</u>	<u>\$ 17,319,874</u>	<u>\$ 1,951,317</u>	<u>\$ 2,162,261</u>	<u>\$ 23,284,227</u>	<u>\$ 95,714,700</u>
\$ 1,057,708	\$ 718,164	\$ 1,170,905	\$ 1,117	\$ 1,669	\$ 4,345,409
	1,500,000	35,200		904,518	2,439,718
		3,825		424,969	439,069
264,167					264,167
					6,422
			344,899	6,132,652	9,528,230
<u>1,321,875</u>	<u>2,218,164</u>	<u>1,209,930</u>	<u>346,016</u>	<u>7,463,808</u>	<u>17,023,015</u>
	573,404	8,777		5,869,548	7,230,653
15,244,513	14,528,306	732,610	1,816,245	8,500,341	52,778,105
					16,356,220
				1,450,530	2,326,707
<u>15,244,513</u>	<u>15,101,710</u>	<u>741,387</u>	<u>1,816,245</u>	<u>15,820,419</u>	<u>78,691,685</u>
<u>\$ 16,566,388</u>	<u>\$ 17,319,874</u>	<u>\$ 1,951,317</u>	<u>\$ 2,162,261</u>	<u>\$ 23,284,227</u>	<u>\$ 95,714,700</u>

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CITY OF LAS VEGAS, NEVADA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2012

	DEBT SERVICE FUNDS		
	City of Las Vegas	City of Las Vegas Redevelopment Agency - Component Unit	Totals
	City of Las Vegas	Component Unit	Totals
ASSETS			
Pooled cash and investments	\$ 1,745,498	\$ 3,200,665	\$ 4,946,163
Receivables (net of allowances for uncollectibles):			
Property taxes	617	1,005,664	1,006,281
Accounts Interest			
Loans			
Special assessments			
Intergovernmental		581	581
Due from other funds	786,700		786,700
Land held for resale			
Prepaid items			
Permanently restricted:			
Pooled cash and investments			
Total assets	\$ 2,532,815	\$ 4,206,910	\$ 6,739,725
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 51,110	\$	\$ 51,110
Due to other funds		36,579	36,579
Deposits payable			
Contracts payable			
Loans payable			
Intergovernmental payable			
Deferred revenue	617	802,444	803,061
Total liabilities	51,727	839,023	890,750
Fund balances:			
Nonspendable			
Restricted		2,176,066	2,176,066
Committed			
Assigned	2,481,088	1,191,821	3,672,909
Unassigned			
Total fund balances	2,481,088	3,367,887	5,848,975
Total liabilities and fund balances	\$ 2,532,815	\$ 4,206,910	\$ 6,739,725

CITY OF LAS VEGAS, NEVADA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 JUNE 30, 2012

	CAPITAL				
	General	Fire Services	Public Works	Traffic Improvements	Parks and Leisure Activities
ASSETS					
Pooled cash and investments	\$ 14,713,329	\$ 32,238,180	\$ 17,099,098	\$ 7,592,653	\$ 34,595,813
Receivables (net of allowances for uncollectibles):					
Property taxes					
Accounts			295,586	74,184	343,873
Interest 299		74,720	73,298	29,722	115,015
Loans					
Special assessments					
Intergovernmental		518,012	135,908	133,217	5,192,306
Due from other funds					
Land held for resale					
Prepaid items					
Permanently restricted					
Pooled cash and investments					
Total assets	\$ 14,713,628	\$ 32,830,912	\$ 17,603,890	\$ 7,829,776	\$ 40,247,007
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 4,225,370	\$ 1,295,652	\$ 875,237	\$ 648,020	\$ 1,602,090
Due to other funds					
Deposits payable					
Contracts payable	234,448	518,238	141,955	2,470	300,075
Loans payable					
Intergovernmental payable					
Deferred revenue					
Total liabilities	4,459,818	1,813,890	1,017,192	650,490	1,902,165
Fund balances:					
Nonspendable					
Restricted	8,995,126	12,249,825	6,355,221	3,314,671	24,128,778
Committed					6,581,423
Assigned	1,258,684	18,767,197	10,231,477	3,864,615	7,634,641
Unassigned					
Total fund balances	10,253,810	31,017,022	16,586,698	7,179,286	38,344,842
Total liabilities and fund balances	\$ 14,713,628	\$ 32,830,912	\$ 17,603,890	\$ 7,829,776	\$ 40,247,007

See accompanying independent auditors' report.

PROJECTS FUNDS					PERMANENT FUND	Total Non-major Governmental Funds
Detention and Enforcement	Special Assessments	Capital Improvements	Green Building	Totals	Cemetery Operations	
\$ 564,079	\$ 23,946,500	\$ 9,099,574	\$ 603,443	\$ 140,452,669		\$ 214,038,704
						1,478,471
				713,643		729,907
2,347	5,014	3,060	3,365	306,840		590,314
						7,469,120
	7,232,173			7,232,173		7,236,215
			385,658	6,365,101		18,007,334
						2,339,444
						5,605,962
						29,380
					1,956,258	1,956,258
<u>\$ 566,426</u>	<u>\$ 31,183,687</u>	<u>\$ 9,102,634</u>	<u>\$ 992,466</u>	<u>\$ 155,070,426</u>	<u>\$ 1,956,258</u>	<u>\$ 259,481,109</u>
\$ 13,877	\$ 280	\$ 32,867	\$ 96,219	\$ 8,789,612		\$ 13,186,131
						2,476,297
	17,269			17,269		456,338
				1,197,186		1,461,353
	21,251			21,251		21,251
						6,422
	7,190,437			7,190,437		17,521,728
<u>13,877</u>	<u>7,229,237</u>	<u>32,867</u>	<u>96,219</u>	<u>17,215,755</u>	<u>0</u>	<u>35,129,520</u>
					1,956,258	9,186,911
	26,195,030	8,132,873	537,002	89,908,526		144,862,697
		936,894		7,518,317		23,874,537
552,549			359,245	42,668,408		48,668,024
	(2,240,580)			(2,240,580)		(2,240,580)
<u>552,549</u>	<u>23,954,450</u>	<u>9,069,767</u>	<u>896,247</u>	<u>137,854,671</u>	<u>1,956,258</u>	<u>224,351,589</u>
<u>\$ 566,426</u>	<u>\$ 31,183,687</u>	<u>\$ 9,102,634</u>	<u>\$ 992,466</u>	<u>\$ 155,070,426</u>	<u>\$ 1,956,258</u>	<u>\$ 259,481,109</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, 2012

	SPECIAL				
	Multipurpose	Las Vegas Convention and Visitors Authority	Fremont Street Room Tax	Special Improvement District Administration	Transportation Programs
Revenues:					
Taxes	\$	\$	\$ 1,488,836	\$	\$
Licenses and permits	46,646				
Intergovernmental	14,054,537	5,730,824			1,833,454
Charges for services	4,691,297			35,178	
Special assessments				2,315,753	
Fines and forfeits	195,699				
Interest	288,903		16,555	220,458	4,665
Miscellaneous	2,193,182				
Total revenues	21,470,264	5,730,824	1,505,391	2,571,389	1,838,119
Expenditures:					
Current:					
General government	5,160,837			2,006,762	
Judicial	2,549,832				
Public safety	1,502,921				
Public works					632
Health					
Welfare	907,281				
Culture and recreation	3,705,336				
Economic development and assistance			2,741		
Debt service:					
Principal retirement					
Interest and fiscal charges					
Refunding bond issue costs					
Capital outlay:					
General government					
Public safety	1,131,829				
Public works					
Culture and recreation					
Economic development and assistance					
Total expenditures	14,958,036	0	2,741	2,006,762	632
Excess (deficiency) of revenues over (under) expenditures	6,512,228	5,730,824	1,502,650	564,627	1,837,487
Other financing sources (uses):					
Transfers in	52,365			307,200	
Transfers out	(7,880,237)	(4,697,499)	(1,350,028)		(1,770,000)
Sale of capital assets					
Bond escrow refunding defease debt					
Sale of land held for resale					
General obligation bonds issued					
Proceeds of refunding bonds issued					
Premium (discount)					
Total other financing sources (uses)	(7,827,872)	(4,697,499)	(1,350,028)	307,200	(1,770,000)
Net changes in fund balances	(1,315,644)	1,033,325	152,622	871,827	67,487
Fund balances, July 1	12,051,270	1,536,113	1,717,347	13,745,554	107,510
Fund balances, June 30	\$ 10,735,626	\$ 2,569,438	\$ 1,869,969	\$ 14,617,381	\$ 174,997

See accompanying independent auditors' report.

REVENUE FUNDS

					City of Las Vegas		
Street Maintenance	Housing Program	Housing and Urban Development	Fire Safety Initiative	City of Las Vegas Redevelopment Agency - Component Unit	Totals		
\$	\$	\$	\$ 12,487,394	\$	\$ 13,976,230		
					46,646		
7,372,092	5,252,071	9,186,503		3,500,000	46,929,481		
	605,392	318,189			5,650,056		
					2,315,753		
					195,699		
251,264	243,376		107,878	7,566	1,140,665		
5,205	3,363,526	1,087,000		821,548	7,470,461		
<u>7,628,561</u>	<u>9,464,365</u>	<u>10,591,692</u>	<u>12,595,272</u>	<u>4,329,114</u>	<u>77,724,991</u>		
					7,167,599		
					2,549,832		
			5,261		1,508,182		
7,476,939					7,477,571		
					907,281		
					3,705,336		
	13,063,440	8,892,188		3,667,213	25,625,582		
					1,131,829		
		1,034			1,034		
<u>7,476,939</u>	<u>13,063,440</u>	<u>8,893,222</u>	<u>5,261</u>	<u>3,667,213</u>	<u>50,074,246</u>		
151,622	(3,599,075)	1,698,470	12,590,011	661,901	27,650,745		
	2,373,898				2,733,463		
	(285,100)	(1,754,248)	(11,903,385)	(3,966,700)	(33,607,197)		
				1,837,068	1,837,068		
<u>0</u>	<u>2,088,798</u>	<u>(1,754,248)</u>	<u>(11,903,385)</u>	<u>(2,129,632)</u>	<u>(29,036,666)</u>		
151,622	(1,510,277)	(55,778)	686,626	(1,467,731)	(1,385,921)		
<u>15,092,891</u>	<u>16,611,987</u>	<u>797,165</u>	<u>1,129,619</u>	<u>17,288,150</u>	<u>80,077,606</u>		
\$ <u>15,244,513</u>	\$ <u>15,101,710</u>	\$ <u>741,387</u>	\$ <u>1,816,245</u>	\$ <u>15,820,419</u>	\$ <u>78,691,685</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, 2012

	DEBT SERVICE FUNDS		
	City of Las Vegas Redevelopment		
	City of Las Vegas	Agency - Component Unit	Totals
Revenues:			
Taxes	\$ 28	\$ 13,188,320	\$ 13,188,348
Licenses and permits			
Intergovernmental	4,988,518		4,988,518
Charges for services			
Special assessments			
Fines and forfeits			
Interest		3,105	3,105
Miscellaneous			
Total revenues	4,988,546	13,191,425	18,179,971
Expenditures:			
Current:			
General government			
Judicial			
Public safety			
Public works			
Health			
Welfare			
Culture and recreation			
Economic development and assistance			
Debt service:			
Principal retirement	21,486,038	3,875,000	25,361,038
Interest and fiscal charges	28,873,308	9,644,025	38,517,333
Refunding bond issue costs	62,532		62,532
Capital outlay:			
General government			
Public safety			
Public works			
Culture and recreation			
Economic development and assistance			
Total expenditures	50,421,878	13,519,025	63,940,903
Excess (deficiency) of revenues over (under) expenditures	(45,433,332)	(327,600)	(45,760,932)
Other financing sources (uses):			
Transfers in	43,687,618	3,765,100	47,452,718
Transfers out		(2,373,898)	(2,373,898)
Sale of capital assets			
Bond escrow refunding defease debt	(4,014,671)		(4,014,671)
Sale of land held for resale			
General obligation bonds issued			
Proceeds of refunding bonds issued	4,020,000		4,020,000
Premium (discount)	90,615		90,615
Total other financing sources (uses)	43,783,562	1,391,202	45,174,764
Net changes in fund balances	(1,649,770)	1,063,602	(586,168)
Fund balances, July 1	4,130,858	2,304,285	6,435,143
Fund balances, June 30	\$ 2,481,088	\$ 3,367,887	\$ 5,848,975

See accompanying independent auditors' report.

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, 2012

	CAPITAL				
	General	Fire Services	Public Works	Traffic Improvements	Parks and Leisure Activities
Revenues:					
Taxes	\$	\$	\$	\$	\$ 1,209,707
Licenses and permits				237,943	
Intergovernmental		674,044	3,054,716	835,779	13,932,036
Charges for services	17,070		257,890		
Special assessments					
Fines and forfeits					
Interest	7,729	376,410	333,035	123,330	645,205
Miscellaneous	32,288		25,568	1	854,185
Total revenues	<u>57,087</u>	<u>1,050,454</u>	<u>3,671,209</u>	<u>1,197,053</u>	<u>16,641,133</u>
Expenditures:					
Current:					
General government	664,473				
Judicial					
Public safety		314,955		6,805	
Public works			1,432,006		
Health					
Welfare					
Culture and recreation					5,901,007
Economic development and assistance	561,746				
Debt service:					
Principal retirement					
Interest and fiscal charges					
Refunding bond issue costs					
Capital outlay:					
General government	19,669,888				
Public safety		12,931,131		2,602,120	
Public works			8,051,682		
Culture and recreation					47,228,741
Economic development and assistance	6,565,780				
Total expenditures	<u>27,461,887</u>	<u>13,246,086</u>	<u>9,483,688</u>	<u>2,608,925</u>	<u>\$ 53,129,748</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(27,404,800)</u>	<u>(12,195,632)</u>	<u>(5,812,479)</u>	<u>(1,411,872)</u>	<u>(36,488,615)</u>
Other financing sources (uses):					
Transfers in	5,400,532	1,142,500	2,670,000	2,743,740	7,308,239
Transfers out	(2,047,195)	(4,021,825)	(8,351,496)	(12,600)	(15,565,974)
Sale of capital assets		46,954			
Bond escrow refunding defease debt					
Sale of land held for resale					
General obligation bonds issued	17,425,000	10,165,000			3,545,000
Proceeds of refunding bonds issued					
Premium (discount)	855,784	499,228			50,570
Total other financing sources (uses)	<u>21,634,121</u>	<u>7,831,857</u>	<u>(5,681,496)</u>	<u>2,731,140</u>	<u>(4,662,165)</u>
Net changes in fund balances	(5,770,679)	(4,363,775)	(11,493,975)	1,319,268	(41,150,780)
Fund balances, July 1	<u>16,024,489</u>	<u>35,380,797</u>	<u>28,080,673</u>	<u>5,860,018</u>	<u>79,495,622</u>
Fund balances, June 30	<u>\$ 10,253,810</u>	<u>\$ 31,017,022</u>	<u>\$ 16,586,698</u>	<u>\$ 7,179,286</u>	<u>\$ 38,344,842</u>

See accompanying independent auditors' report.

PROJECTS		FUNDS			PERMANENT FUND	
Detention and Enforcement	Special Assessments	Capital Improvements	Green Building	Totals	Cemetery Operations	Total Non-major Governmental Funds
\$	\$	\$	\$	\$ 1,209,707	\$	\$ 28,374,285
				237,943		284,589
		3,447,249	945,897	22,889,721		74,807,720
				274,960	47,346	5,972,362
	1,331,835			1,331,835		3,647,588
						195,699
8,976	16,135	11,369	2,502	1,524,691	(37,969)	2,630,492
	22		4,333,317	5,245,381		12,715,842
<u>8,976</u>	<u>1,347,992</u>	<u>3,458,618</u>	<u>5,281,716</u>	<u>32,714,238</u>	<u>9,377</u>	<u>128,628,577</u>
		2,801,845	713,340	4,179,658		11,347,257
						2,549,832
45,901				367,661		1,875,843
	30,197			1,462,203		8,939,774
					127,516	127,516
						907,281
				5,901,007		9,606,343
				561,746		26,187,328
						25,361,038
						38,517,333
						62,532
			12,791	19,682,679		19,682,679
				15,533,251		16,665,080
	686,546			8,738,228		8,738,228
				47,228,741		47,228,741
				6,565,780		6,566,814
<u>45,901</u>	<u>716,743</u>	<u>2,801,845</u>	<u>726,131</u>	<u>110,220,954</u>	<u>127,516</u>	<u>224,363,619</u>
<u>(36,925)</u>	<u>631,249</u>	<u>656,773</u>	<u>4,555,585</u>	<u>(77,506,716)</u>	<u>(118,139)</u>	<u>(95,735,042)</u>
478,895				19,743,906		69,930,087
(9,100)	(1,208,160)		(3,923,634)	(35,139,984)		(71,121,079)
				46,954		46,954
						(4,014,671)
						1,837,068
		8,115,000		39,250,000		39,250,000
						4,020,000
		153,244		1,558,826		1,649,441
<u>469,795</u>	<u>(1,208,160)</u>	<u>8,268,244</u>	<u>(3,923,634)</u>	<u>25,459,702</u>	<u>0</u>	<u>41,597,800</u>
432,870	(576,911)	8,925,017	631,951	(52,047,014)	(118,139)	(54,137,242)
<u>119,679</u>	<u>24,531,361</u>	<u>144,750</u>	<u>264,296</u>	<u>189,901,685</u>	<u>2,074,397</u>	<u>278,488,831</u>
<u>\$ 552,549</u>	<u>\$ 23,954,450</u>	<u>\$ 9,069,767</u>	<u>\$ 896,247</u>	<u>\$ 137,854,671</u>	<u>\$ 1,956,258</u>	<u>\$ 224,351,589</u>

CITY OF LAS VEGAS, NEVADA
MULTIPURPOSE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Licenses and permits	\$ 40,000	\$ 40,000	\$ 46,646	\$ 6,646
Intergovernmental	22,744,003	22,744,003	14,054,537	(8,689,466)
Charges for services	4,770,912	4,770,912	4,691,297	(79,615)
Interest	314,807	314,807	288,903	(25,904)
Fines and forfeits	170,000	170,000	195,699	25,699
Miscellaneous	4,419,111	4,419,111	2,193,182	(2,225,929)
Total revenues	<u>32,458,833</u>	<u>32,458,833</u>	<u>21,470,264</u>	<u>(10,988,569)</u>
Expenditures:				
Current:				
General government	16,883,920	16,883,920	5,160,837	11,723,083
Judicial	3,254,615	3,254,615	2,549,832	704,783
Public safety	3,748,190	3,748,190	1,502,921	2,245,269
Welfare	1,075,062	1,075,062	907,281	167,781
Culture and recreation	3,360,560	3,360,560	3,705,336	(344,776)
Economic development and assistance	92,100	92,100		92,100
Capital outlay:				
Public safety	273,000	273,000	1,131,829	(858,829)
Total expenditures	<u>28,687,447</u>	<u>28,687,447</u>	<u>14,958,036</u>	<u>13,729,411</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,771,386</u>	<u>3,771,386</u>	<u>6,512,228</u>	<u>2,740,842</u>
Other financing sources (uses):				
Transfers in	42,000	42,000	52,365	10,365
Transfers out	(11,919,280)	(11,919,280)	(7,880,237)	4,039,043
Total other financing sources (uses)	<u>(11,877,280)</u>	<u>(11,877,280)</u>	<u>(7,827,872)</u>	<u>4,049,408</u>
Net changes in fund balances	(8,105,894)	(8,105,894)	(1,315,644)	6,790,250
Fund balances, July 1	<u>18,234,524</u>	<u>18,234,524</u>	<u>12,051,270</u>	<u>(6,183,254)</u>
Fund balances, June 30	<u>\$ 10,128,630</u>	<u>\$ 10,128,630</u>	<u>10,735,626</u>	<u>\$ 606,996</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 4,979,000	\$ 4,979,000	\$ 5,730,824	\$ 751,824
Total revenues	<u>4,979,000</u>	<u>4,979,000</u>	<u>5,730,824</u>	<u>751,824</u>
Expenditures:				
Current:				
Culture and recreation	400,000	400,000		400,000
Total expenditures	<u>400,000</u>	<u>400,000</u>	<u>0</u>	<u>400,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,579,000</u>	<u>4,579,000</u>	<u>5,730,824</u>	<u>1,151,824</u>
Other financing sources (uses):				
Transfers out	(4,697,499)	(4,697,499)	(4,697,499)	0
Total other financing sources (uses)	<u>(4,697,499)</u>	<u>(4,697,499)</u>	<u>(4,697,499)</u>	<u>0</u>
Net changes in fund balances	(118,499)	(118,499)	1,033,325	1,151,824
Fund balances, July 1	<u>171,704</u>	<u>171,704</u>	<u>1,536,113</u>	<u>1,364,409</u>
Fund balances, June 30	<u>\$ 53,205</u>	<u>\$ 53,205</u>	<u>\$ 2,569,438</u>	<u>\$ 2,516,233</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 BASIS) - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 1,296,027	\$ 1,296,027	\$ 1,488,836	\$ 192,809
Interest	<u>27,255</u>	<u>27,255</u>	<u>16,555</u>	<u>(10,700)</u>
Total revenues	<u>1,323,282</u>	<u>1,323,282</u>	<u>1,505,391</u>	<u>182,109</u>
Expenditures:				
Current:				
Economic development and assistance	<u>5,000</u>	<u>5,000</u>	<u>2,741</u>	<u>2,259</u>
Total expenditures	<u>5,000</u>	<u>5,000</u>	<u>2,741</u>	<u>2,259</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,318,282</u>	<u>1,318,282</u>	<u>1,502,650</u>	<u>184,368</u>
Other financing sources (uses):				
Transfers out	<u>(1,350,028)</u>	<u>(1,350,028)</u>	<u>(1,350,028)</u>	
Total other financing sources (uses)	<u>(1,350,028)</u>	<u>(1,350,028)</u>	<u>(1,350,028)</u>	<u>0</u>
Net changes in fund balances	(31,746)	(31,746)	152,622	184,368
Fund balances, July 1	<u>1,707,239</u>	<u>1,707,239</u>	<u>1,717,347</u>	<u>10,108</u>
Fund balances, June 30	<u>\$ 1,675,493</u>	<u>\$ 1,675,493</u>	<u>\$ 1,869,969</u>	<u>\$ 194,476</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$	\$	\$ 35,178	\$ 35,178
Special assessments	1,710,000	1,710,000	2,315,753	605,753
Interest	<u>254,058</u>	<u>254,058</u>	<u>220,458</u>	<u>(33,600)</u>
Total revenues	<u>1,964,058</u>	<u>1,964,058</u>	<u>2,571,389</u>	<u>607,331</u>
Expenditures:				
Current:				
General government	1,944,720	1,947,720	2,006,762	(59,042)
Total expenditures	<u>1,944,720</u>	<u>1,947,720</u>	<u>2,006,762</u>	<u>(59,042)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>19,338</u>	<u>16,338</u>	<u>564,627</u>	<u>548,289</u>
Other financing sources (uses):				
Transfers in	<u>315,202</u>	<u>315,202</u>	<u>307,200</u>	<u>(8,002)</u>
Total other financing sources (uses)	<u>315,202</u>	<u>315,202</u>	<u>307,200</u>	<u>(8,002)</u>
Net changes in fund balances	334,540	331,540	871,827	540,287
Fund balances, July 1	<u>13,727,453</u>	<u>13,730,453</u>	<u>13,745,554</u>	<u>15,101</u>
Fund balances, June 30	<u>\$ 14,061,993</u>	<u>\$ 14,061,993</u>	<u>\$ 14,617,381</u>	<u>\$ 555,388</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 1,814,508	\$ 1,814,508	\$ 1,833,454	\$ 18,946
Interest	<u>15,450</u>	<u>15,450</u>	<u>4,665</u>	<u>(10,785)</u>
Total revenues	<u>1,829,958</u>	<u>1,829,958</u>	<u>1,838,119</u>	<u>8,161</u>
Expenditures:				
Current:				
Public works	<u>850</u>	<u>850</u>	<u>632</u>	<u>218</u>
Total expenditures	<u>850</u>	<u>850</u>	<u>632</u>	<u>218</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,829,108</u>	<u>1,829,108</u>	<u>1,837,487</u>	<u>8,379</u>
Other financing sources (uses):				
Transfers out	<u>(1,850,000)</u>	<u>(1,850,000)</u>	<u>(1,770,000)</u>	<u>80,000</u>
Total other financing sources (uses)	<u>(1,850,000)</u>	<u>(1,850,000)</u>	<u>(1,770,000)</u>	<u>80,000</u>
Net changes in fund balances	(20,892)	(20,892)	67,487	88,379
Fund balances, July 1	<u>90,577</u>	<u>90,577</u>	<u>107,510</u>	<u>16,933</u>
Fund balances, June 30	<u>\$ 69,685</u>	<u>\$ 69,685</u>	<u>\$ 174,997</u>	<u>\$ 105,312</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 7,612,062	\$ 7,612,062	\$ 7,372,092	\$ (239,970)
Interest	316,026	316,026	251,264	(64,762)
Miscellaneous			5,205	5,205
Total revenues	<u>7,928,088</u>	<u>7,928,088</u>	<u>7,628,561</u>	<u>(299,527)</u>
Expenditures:				
Current:				
Public works	12,012,955	12,012,955	7,476,939	4,536,016
Total expenditures	<u>12,012,955</u>	<u>12,012,955</u>	<u>7,476,939</u>	<u>4,536,016</u>
Net changes in fund balances	(4,084,867)	(4,084,867)	151,622	4,236,489
Fund balances, July 1	<u>4,876,060</u>	<u>4,876,060</u>	<u>15,092,891</u>	<u>10,216,831</u>
Fund balances, June 30	<u>\$ 791,193</u>	<u>\$ 791,193</u>	<u>\$ 15,244,513</u>	<u>\$ 14,453,320</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 17,189,775	\$ 17,189,775	\$ 5,252,071	\$ (11,937,704)
Charges for services	100,000	100,000	605,392	505,392
Interest	180,000	180,000	243,376	63,376
Miscellaneous	<u>3,000,000</u>	<u>3,000,000</u>	<u>3,363,526</u>	<u>363,526</u>
Total revenues	<u>20,469,775</u>	<u>20,469,775</u>	<u>9,464,365</u>	<u>(11,005,410)</u>
Expenditures:				
Current:				
Economic development and assistance	31,859,795	31,859,795	13,063,440	18,796,355
Total expenditures	<u>31,859,795</u>	<u>31,859,795</u>	<u>13,063,440</u>	<u>18,796,355</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,390,020)</u>	<u>(11,390,020)</u>	<u>(3,599,075)</u>	<u>7,790,945</u>
Other financing sources (uses):				
Transfers in	2,488,695	2,488,695	2,373,898	(114,797)
Transfers out			<u>(285,100)</u>	<u>(285,100)</u>
Total other financing sources (uses)	<u>2,488,695</u>	<u>2,488,695</u>	<u>2,088,798</u>	<u>(399,897)</u>
Net changes in fund balances	(8,901,325)	(8,901,325)	(1,510,277)	7,391,048
Fund balances, July 1	<u>16,571,815</u>	<u>16,571,815</u>	<u>16,611,987</u>	<u>40,172</u>
Fund balances, June 30	<u>\$ 7,670,490</u>	<u>\$ 7,670,490</u>	<u>\$ 15,101,710</u>	<u>\$ 7,431,220</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 21,778,905	\$ 21,778,905	\$ 9,186,503	\$ (12,592,402)
Charges for services	115,000	115,000	318,189	203,189
Miscellaneous	<u>523,823</u>	<u>523,823</u>	<u>1,087,000</u>	<u>563,177</u>
Total revenues	<u>22,417,728</u>	<u>22,417,728</u>	<u>10,591,692</u>	<u>(11,826,036)</u>
Expenditures:				
Current:				
Economic development and assistance	19,938,150	19,938,150	8,892,188	11,045,962
Capital outlay:				
Economic development and assistance	<u>50,000</u>	<u>50,000</u>	<u>1,034</u>	<u>48,966</u>
Total expenditures	<u>19,988,150</u>	<u>19,988,150</u>	<u>8,893,222</u>	<u>11,094,928</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,429,578</u>	<u>2,429,578</u>	<u>1,698,470</u>	<u>(731,108)</u>
Other financing sources (uses):				
Transfers out	<u>(2,536,175)</u>	<u>(2,536,175)</u>	<u>(1,754,248)</u>	<u>781,927</u>
Total other financing sources (uses)	<u>(2,536,175)</u>	<u>(2,536,175)</u>	<u>(1,754,248)</u>	<u>781,927</u>
Net changes in fund balances	(106,597)	(106,597)	(55,778)	50,819
Fund balances, July 1	<u>769,164</u>	<u>769,164</u>	<u>797,165</u>	<u>28,001</u>
Fund balances, June 30	<u>\$ 662,567</u>	<u>\$ 662,567</u>	<u>\$ 741,387</u>	<u>\$ 78,820</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 BASIS) - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 11,467,850	\$ 11,467,850	\$ 12,487,394	\$ 1,019,544
Interest	<u>17,037</u>	<u>17,037</u>	<u>107,878</u>	<u>90,841</u>
Total revenues	<u>11,484,887</u>	<u>11,484,887</u>	<u>12,595,272</u>	<u>1,110,385</u>
Expenditures:				
Current:				
Public safety	<u>8,000</u>	<u>8,000</u>	<u>5,261</u>	<u>2,739</u>
Total expenditures	<u>8,000</u>	<u>8,000</u>	<u>5,261</u>	<u>2,739</u>
Excess (deficiency) of revenues over (under) expenditures	<u>11,476,887</u>	<u>11,476,887</u>	<u>12,590,011</u>	<u>1,113,124</u>
Other financing sources (uses):				
Transfers out	<u>(11,928,385)</u>	<u>(11,928,385)</u>	<u>(11,903,385)</u>	<u>25,000</u>
Total other financing sources (uses)	<u>(11,928,385)</u>	<u>(11,928,385)</u>	<u>(11,903,385)</u>	<u>25,000</u>
Net changes in fund balances	(451,498)	(451,498)	686,626	1,138,124
Fund balances, July 1	<u>851,864</u>	<u>851,864</u>	<u>1,129,619</u>	<u>277,755</u>
Fund balances, June 30	<u>\$ 400,366</u>	<u>\$ 400,366</u>	<u>\$ 1,816,245</u>	<u>\$ 1,415,879</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS REDEVELOPMENT AGENCY SPECIAL REVENUE FUND - COMPONENT UNIT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 1,800,000	\$ 1,800,000	\$ 3,500,000	\$ 1,700,000
Interest	17,810	17,810	7,566	(10,244)
Miscellaneous	<u>1,220,400</u>	<u>1,220,400</u>	<u>821,548</u>	<u>(398,852)</u>
Total revenues	<u>3,038,210</u>	<u>3,038,210</u>	<u>4,329,114</u>	<u>1,290,904</u>
Expenditures:				
Current:				
Economic development and assistance	<u>5,339,606</u>	<u>5,339,606</u>	<u>3,667,213</u>	<u>1,672,393</u>
Total expenditures	<u>5,339,606</u>	<u>5,339,606</u>	<u>3,667,213</u>	<u>1,672,393</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,301,396)</u>	<u>(2,301,396)</u>	<u>661,901</u>	<u>2,963,297</u>
Other financing sources (uses):				
Transfers out	(3,230,000)	(3,230,000)	(3,966,700)	(736,700)
Sale of land held for resale	<u>1,837,068</u>	<u>1,837,068</u>	<u>1,837,068</u>	<u>0</u>
Total other financing sources (uses)	<u>(1,392,932)</u>	<u>(1,392,932)</u>	<u>(2,129,632)</u>	<u>(736,700)</u>
Net changes in fund balances	(3,694,328)	(3,694,328)	(1,467,731)	2,226,597
Fund balances, July 1	<u>18,573,524</u>	<u>18,573,524</u>	<u>17,288,150</u>	<u>(1,285,374)</u>
Fund balances, June 30	<u>\$ 14,879,196</u>	<u>\$ 14,879,196</u>	<u>\$ 15,820,419</u>	<u>\$ 941,223</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 1,153,852	\$ 1,153,852	\$ 816,964	\$ (336,888)
Total revenues	<u>1,153,852</u>	<u>1,153,852</u>	<u>816,964</u>	<u>(336,888)</u>
Expenditures:				
Current:				
General government	47,301	47,301	47,822	(521)
Total expenditures	<u>47,301</u>	<u>47,301</u>	<u>47,822</u>	<u>(521)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,106,551</u>	<u>1,106,551</u>	<u>769,142</u>	<u>(337,409)</u>
Other financing sources (uses):				
Transfers out	(1,106,551)	(1,106,551)		1,106,551
Total other financing sources (uses)	<u>(1,106,551)</u>	<u>(1,106,551)</u>	<u>0</u>	<u>1,106,551</u>
Net changes in fund balances	0	0	769,142	769,142
Fund balances, July 1	<u>50,562,760</u>	<u>50,562,760</u>	<u>50,560,760</u>	<u>(2,000)</u>
Fund balances, June 30	<u>\$ 50,562,760</u>	<u>\$ 50,562,760</u>	<u>\$ 51,329,902</u>	<u>\$ 767,142</u>

Note: See page 44 for a detailed reconciliation of budget to GAAP Reporting.

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 BASIS) - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 500,000	\$ 500,000	\$	\$ (500,000)
Interest	<u>180,000</u>	<u>180,000</u>		<u>(180,000)</u>
Total revenues	<u>680,000</u>	<u>680,000</u>	<u>0</u>	<u>(680,000)</u>
Expenditures:				
Current:				
Culture and recreation	<u>7,500</u>	<u>7,500</u>		<u>7,500</u>
Total expenditures	<u>7,500</u>	<u>7,500</u>	<u>0</u>	<u>7,500</u>
Excess (deficiency) of revenues over (under) expenditures	<u>672,500</u>	<u>672,500</u>	<u>0</u>	<u>(672,500)</u>
Other financing sources (uses):				
Transfers out	<u>(7,100,000)</u>	<u>(7,100,000)</u>		<u>7,100,000</u>
Total other financing sources (uses)	<u>(7,100,000)</u>	<u>(7,100,000)</u>	<u>0</u>	<u>7,100,000</u>
Net changes in fund balances	(6,427,500)	(6,427,500)	0	6,427,500
Fund balances, July 1	<u>6,474,352</u>	<u>6,474,352</u>		<u>(6,474,352)</u>
Fund balances, June 30	<u>\$ 46,852</u>	<u>\$ 46,852</u>	<u>\$ 0</u>	<u>\$ (46,852)</u>

This page was included for reporting to the Nevada Department of Taxation for budget purposes only. In the Fiscal Year Ended June 30, 2011, this fund did not meet the requirements of GASB 54 as a Special Revenue Fund and was eliminated and rolled in the Capital Projects Fund. All actual revenue and expenditures for Fiscal Year Ended June 30, 2012 were reported as required per GASB 54.

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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Interest	\$ 49,893	\$ 49,893	\$	\$ (49,893)
Miscellaneous	157,910	157,910		(157,910)
Total revenues	<u>207,803</u>	<u>207,803</u>	<u>0</u>	<u>(207,803)</u>
Expenditures:				
Current:				
Economic development and assistance	913,770	913,770		913,770
Capital outlay:				
Economic development and assistance	<u>1,000,000</u>	<u>1,000,000</u>		<u>1,000,000</u>
Total expenditures	<u>1,913,770</u>	<u>1,913,770</u>	<u>0</u>	<u>1,913,770</u>
Net changes in fund balances	(1,705,967)	(1,705,967)	0	1,705,967
Fund balances, July 1	<u>13,698,650</u>	<u>13,698,650</u>		<u>(13,698,650)</u>
Fund balances, June 30	<u>\$ 11,992,683</u>	<u>\$ 11,992,683</u>	<u>\$ 0</u>	<u>\$ (11,992,683)</u>

This page was included for reporting to the Nevada Department of Taxation for budget purposes only. In the Fiscal Year Ended June 30, 2011, this fund did not meet the requirements of GASB 54 as a Special Revenue Fund and was eliminated and rolled in the General Fund. All actual revenue and expenditures for Fiscal Year Ended June 30, 2012 were reported as required per GASB 54.

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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$	\$	\$ 28	\$ 28
Intergovernmental	5,363,062	5,363,062	4,988,518	(374,544)
Miscellaneous	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>	<u>(500,000)</u>
Total revenues	<u>5,863,062</u>	<u>5,863,062</u>	<u>4,988,546</u>	<u>(874,516)</u>
Expenditures:				
Debt service:				
Principal retirement	21,296,420	16,646,420	21,486,038	(4,839,618)
Interest and fiscal charges	28,810,001	29,320,001	28,873,308	446,693
Refunding bond issue costs	<u> </u>	<u> </u>	62,532	(62,532)
Total expenditures	<u>50,106,421</u>	<u>45,966,421</u>	<u>50,421,878</u>	<u>(4,455,457)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(44,243,359)</u>	<u>(40,103,359)</u>	<u>(45,433,332)</u>	<u>(5,329,973)</u>
Other financing sources (uses):				
Transfers in	46,567,080	46,567,080	43,687,618	(2,879,462)
Bond escrow refunding defease debt	<u> </u>	(10,600,000)	(4,014,671)	6,585,329
Proceeds of refunding bonds issued	<u> </u>	4,100,000	4,020,000	(80,000)
Premium (discount)	<u> </u>	<u> </u>	90,615	90,615
Total other financing sources (uses)	<u>46,567,080</u>	<u>40,067,080</u>	<u>43,783,562</u>	<u>3,716,482</u>
Net changes in fund balances	2,323,721	(36,279)	(1,649,770)	(1,613,491)
Fund balances, July 1	<u>1,767,432</u>	<u>4,127,432</u>	<u>4,130,858</u>	<u>3,426</u>
Fund balances, June 30	<u>\$ 4,091,153</u>	<u>\$ 4,091,153</u>	<u>\$ 2,481,088</u>	<u>\$ (1,610,065)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS REDEVELOPMENT AGENCY DEBT SERVICE FUND - COMPONENT UNIT
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$ 13,826,091	\$ 13,826,091	\$ 13,188,320	\$ (637,771)
Interest	4,565	4,565	3,105	(1,460)
Total revenues	<u>13,830,656</u>	<u>13,830,656</u>	<u>13,191,425</u>	<u>(639,231)</u>
Expenditures:				
Debt service:				
Principal retirement	3,875,000	3,875,000	3,875,000	
Interest and fiscal charges	9,707,226	9,707,226	9,644,025	63,201
Total expenditures	<u>13,582,226</u>	<u>13,582,226</u>	<u>13,519,025</u>	<u>63,201</u>
Excess (deficiency) of revenues over (under) expenditures	<u>248,430</u>	<u>248,430</u>	<u>(327,600)</u>	<u>(576,030)</u>
Other financing sources (uses):				
Transfers in	3,465,100	3,465,100	3,765,100	300,000
Transfers out	(2,488,696)	(2,488,696)	(2,373,898)	114,798
Total other financing sources (uses)	<u>976,404</u>	<u>976,404</u>	<u>1,391,202</u>	<u>414,798</u>
Net changes in fund balances	1,224,834	1,224,834	1,063,602	(161,232)
Fund balances, July 1	<u>953,500</u>	<u>953,500</u>	<u>2,304,285</u>	<u>1,350,785</u>
Fund balances, June 30	<u>\$ 2,178,334</u>	<u>\$ 2,178,334</u>	<u>\$ 3,367,887</u>	<u>\$ 1,189,553</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$	\$	\$ 17,070	\$ 17,070
Interest			7,729	7,729
Miscellaneous			32,288	32,288
Total revenues	<u>0</u>	<u>0</u>	<u>57,087</u>	<u>57,087</u>
Expenditures:				
Current:				
General government	349,330	349,330	664,473	(315,143)
Economic development and assistance			561,746	(561,746)
Capital outlay:				
General government	14,098,588	11,998,588	19,669,888	(7,671,300)
Economic development and assistance	10,726,515	10,726,515	6,565,780	4,160,735
Total expenditures	<u>25,174,433</u>	<u>23,074,433</u>	<u>27,461,887</u>	<u>(4,387,454)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(25,174,433)</u>	<u>(23,074,433)</u>	<u>(27,404,800)</u>	<u>(4,330,367)</u>
Other financing sources (uses):				
Transfers in	3,516,751	3,516,751	5,400,532	1,883,781
Transfers out	(47,195)	(2,147,195)	(2,047,195)	100,000
General obligation bond proceeds			17,425,000	17,425,000
Premium			855,784	855,784
Total other financing sources (uses)	<u>3,469,556</u>	<u>1,369,556</u>	<u>21,634,121</u>	<u>20,264,565</u>
Net changes in fund balances	(21,704,877)	(21,704,877)	(5,770,679)	15,934,198
Fund balances, July 1	<u>22,048,449</u>	<u>22,048,449</u>	<u>16,024,489</u>	<u>(6,023,960)</u>
Fund balances, June 30	<u>\$ 343,572</u>	<u>\$ 343,572</u>	<u>\$ 10,253,810</u>	<u>\$ 9,910,238</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 320,528	\$ 320,528	\$ 674,044	\$ 353,516
Interest	<u>515,922</u>	<u>515,922</u>	<u>376,410</u>	<u>(139,512)</u>
Total revenues	<u>836,450</u>	<u>836,450</u>	<u>1,050,454</u>	<u>214,004</u>
Expenditures:				
Current:				
Public safety	64,675	64,675	314,955	(250,280)
Capital outlay:				
Public safety	<u>38,957,155</u>	<u>35,957,155</u>	<u>12,931,131</u>	<u>23,026,024</u>
Total expenditures	<u>39,021,830</u>	<u>36,021,830</u>	<u>13,246,086</u>	<u>22,775,744</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(38,185,380)</u>	<u>(35,185,380)</u>	<u>(12,195,632)</u>	<u>22,989,748</u>
Other financing sources (uses):				
Transfers in	1,606,000	1,606,000	1,142,500	(463,500)
Transfers out	(1,471,825)	(4,471,825)	(4,021,825)	450,000
Sale of capital assets			46,954	46,954
General obligation bond proceeds	10,000,000	10,000,000	10,165,000	165,000
Premium (discount)			<u>499,228</u>	<u>499,228</u>
Total other financing sources (uses)	<u>10,134,175</u>	<u>7,134,175</u>	<u>7,831,857</u>	<u>697,682</u>
Net changes in fund balances	(28,051,205)	(28,051,205)	(4,363,775)	23,687,430
Fund balances, July 1	<u>32,223,224</u>	<u>32,223,224</u>	<u>35,380,797</u>	<u>3,157,573</u>
Fund balances, June 30	<u>\$ 4,172,019</u>	<u>\$ 4,172,019</u>	<u>\$ 31,017,022</u>	<u>\$ 26,845,003</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 3,736,019	\$ 3,736,019	\$ 3,054,716	\$ (681,303)
Charges for services	597,080	597,080	257,890	(339,190)
Interest	543,149	543,149	333,035	(210,114)
Miscellaneous			25,568	25,568
Total revenues	<u>4,876,248</u>	<u>4,876,248</u>	<u>3,671,209</u>	<u>(1,205,039)</u>
Expenditures:				
Current:				
Public works	11,958,084	11,958,084	1,432,006	10,526,078
Capital outlay:				
Public works	23,907,543	22,907,543	8,051,682	14,855,861
Total expenditures	<u>35,865,627</u>	<u>34,865,627</u>	<u>9,483,688</u>	<u>25,381,939</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(30,989,379)</u>	<u>(29,989,379)</u>	<u>(5,812,479)</u>	<u>24,176,900</u>
Other financing sources (uses):				
Transfers in	1,850,000	1,850,000	2,670,000	820,000
Transfers out	(7,710,774)	(8,710,774)	(8,351,496)	359,278
General obligation bond proceeds	28,000,000	28,000,000		(28,000,000)
Total other financing sources (uses)	<u>22,139,226</u>	<u>21,139,226</u>	<u>(5,681,496)</u>	<u>(26,820,722)</u>
Net changes in fund balances	(8,850,153)	(8,850,153)	(11,493,975)	(2,643,822)
Fund balances, July 1	<u>23,710,905</u>	<u>23,710,905</u>	<u>28,080,673</u>	<u>4,369,768</u>
Fund balances, June 30	<u>\$ 14,860,752</u>	<u>\$ 14,860,752</u>	<u>\$ 16,586,698</u>	<u>\$ 1,725,946</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 BASIS) - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Licenses and permits	\$ 150,000	\$ 150,000	\$ 237,943	\$ 87,943
Intergovernmental	7,055,001	7,055,001	835,779	(6,219,222)
Interest	126,602	126,602	123,330	(3,272)
Miscellaneous			1	1
Total revenues	<u>7,331,603</u>	<u>7,331,603</u>	<u>1,197,053</u>	<u>(6,134,550)</u>
Expenditures:				
Current:				
Public safety	5,200	5,200	6,805	(1,605)
Capital outlay:				
Public safety	8,959,266	8,959,266	2,602,120	6,357,146
Total expenditures	<u>8,964,466</u>	<u>8,964,466</u>	<u>2,608,925</u>	<u>6,355,541</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,632,863)</u>	<u>(1,632,863)</u>	<u>(1,411,872)</u>	<u>220,991</u>
Other financing sources (uses):				
Transfers in	2,743,740	2,743,740	2,743,740	
Transfers out	(12,600)	(12,600)	(12,600)	
Total other financing sources (uses)	<u>2,731,140</u>	<u>2,731,140</u>	<u>2,731,140</u>	<u>0</u>
Net changes in fund balances	1,098,277	1,098,277	1,319,268	220,991
Fund balances, July 1	<u>5,550,386</u>	<u>5,550,386</u>	<u>5,860,018</u>	<u>309,632</u>
Fund balances, June 30	<u>\$ 6,648,663</u>	<u>\$ 6,648,663</u>	<u>\$ 7,179,286</u>	<u>\$ 530,623</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Taxes	\$	\$	\$ 1,209,707	\$ 1,209,707
Intergovernmental	41,490,263	41,490,263	13,932,036	(27,558,227)
Interest	1,292,866	1,292,866	645,205	(647,661)
Miscellaneous	6,000,000	6,000,000	854,185	(5,145,815)
Total revenues	<u>48,783,129</u>	<u>48,783,129</u>	<u>16,641,133</u>	<u>(32,141,996)</u>
Expenditures:				
Current:				
Culture and recreation	154,840	154,840	5,901,007	(5,746,167)
Capital outlay:				
Culture and recreation	105,122,284	102,122,284	47,228,741	54,893,543
Total expenditures	<u>105,277,124</u>	<u>102,277,124</u>	<u>53,129,748</u>	<u>49,147,376</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(56,493,995)</u>	<u>(53,493,995)</u>	<u>(36,488,615)</u>	<u>17,005,380</u>
Other financing sources (uses):				
Transfers in	9,486,675	9,486,675	7,308,239	(2,178,436)
Transfers out	(13,068,374)	(16,068,374)	(15,565,974)	502,400
General obligation bond proceeds	3,200,000	3,200,000	3,545,000	345,000
Premium (discount)			50,570	50,570
Total other financing sources (uses)	<u>(381,699)</u>	<u>(3,381,699)</u>	<u>(4,662,165)</u>	<u>(1,280,466)</u>
Net changes in fund balances	(56,875,694)	(56,875,694)	(41,150,780)	15,724,914
Fund balances, July 1	<u>63,814,230</u>	<u>63,814,230</u>	<u>79,495,622</u>	<u>15,681,392</u>
Fund balances, June 30	<u>\$ 6,938,536</u>	<u>\$ 6,938,536</u>	<u>\$ 38,344,842</u>	<u>\$ 31,406,306</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 40,964	\$ 40,964	\$ 8,976	\$ (31,988)
Total revenues	<u>40,964</u>	<u>40,964</u>	<u>8,976</u>	<u>(31,988)</u>
Expenditures:				
Current:				
Public safety	587,939	587,939	45,901	542,038
Total expenditures	<u>587,939</u>	<u>587,939</u>	<u>45,901</u>	<u>542,038</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(546,975)</u>	<u>(546,975)</u>	<u>(36,925)</u>	<u>510,050</u>
Other financing sources (uses):				
Transfers in	478,895	478,895	478,895	
Transfers out	(9,100)	(9,100)	(9,100)	
Total other financing sources (uses)	<u>469,795</u>	<u>469,795</u>	<u>469,795</u>	<u>0</u>
Net changes in fund balances	(77,180)	(77,180)	432,870	510,050
Fund balances, July 1	<u>156,885</u>	<u>156,885</u>	<u>119,679</u>	<u>(37,206)</u>
Fund balances, June 30	<u>\$ 79,705</u>	<u>\$ 79,705</u>	<u>\$ 552,549</u>	<u>\$ 472,844</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Special assessments	\$ 1,106,043	\$ 1,106,043	\$ 1,331,835	\$ 225,792
Interest	47,089	47,089	16,135	(30,954)
Miscellaneous			22	22
Total revenues	<u>1,153,132</u>	<u>1,153,132</u>	<u>1,347,992</u>	<u>194,860</u>
Expenditures:				
Current:				
Public works	239,740	239,740	30,197	209,543
Capital outlay:				
Public works	4,352,500	4,352,500	686,546	3,665,954
Total expenditures	<u>4,592,240</u>	<u>4,592,240</u>	<u>716,743</u>	<u>3,875,497</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,439,108)</u>	<u>(3,439,108)</u>	<u>631,249</u>	<u>4,070,357</u>
Other financing sources (uses):				
Transfers out	(1,217,763)	(1,217,763)	(1,208,160)	9,603
Special assessment bonds issued	2,000,000	2,000,000		(2,000,000)
Total other financing sources (uses)	<u>782,237</u>	<u>782,237</u>	<u>(1,208,160)</u>	<u>(1,990,397)</u>
Net changes in fund balances	(2,656,871)	(2,656,871)	(576,911)	2,079,960
Fund balances, July 1	<u>22,862,579</u>	<u>22,862,579</u>	<u>24,531,361</u>	<u>1,668,782</u>
Fund balances, June 30	<u>\$ 20,205,708</u>	<u>\$ 20,205,708</u>	<u>\$ 23,954,450</u>	<u>\$ 3,748,742</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 CAPITAL IMPROVEMENTS CAPITAL PROJECTS FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES (BUDGET BASIS) - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$	\$ 4,794,800	\$ 3,447,249	\$ (1,347,551)
Interest			11,369	11,369
Miscellaneous		5,400		(5,400)
Total revenues	<u>0</u>	<u>4,800,200</u>	<u>3,458,618</u>	<u>(1,341,582)</u>
Expenditures:				
Current:				
General government		3,485,050	2,801,845	683,205
Total expenditures	<u>0</u>	<u>3,485,050</u>	<u>2,801,845</u>	<u>683,205</u>
Excess (deficiency) of revenues over (under) expenditures	0	1,315,150	656,773	(658,377)
Other financing sources (uses):				
Transfers out		(500,000)		500,000
General obligation bond proceeds		8,268,200	8,115,000	(153,200)
Premium			153,244	153,244
Total other financing sources (uses)	<u>0</u>	<u>7,768,200</u>	<u>8,268,244</u>	<u>500,044</u>
Net changes in fund balances	0	9,083,350	8,925,017	(158,333)
Fund balances, July 1		<u>144,750</u>	<u>144,750</u>	<u>0</u>
Fund balances, June 30	\$ <u><u>0</u></u>	\$ <u><u>9,228,100</u></u>	\$ <u><u>9,069,767</u></u>	\$ <u><u>(158,333)</u></u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
GREEN BUILDING CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

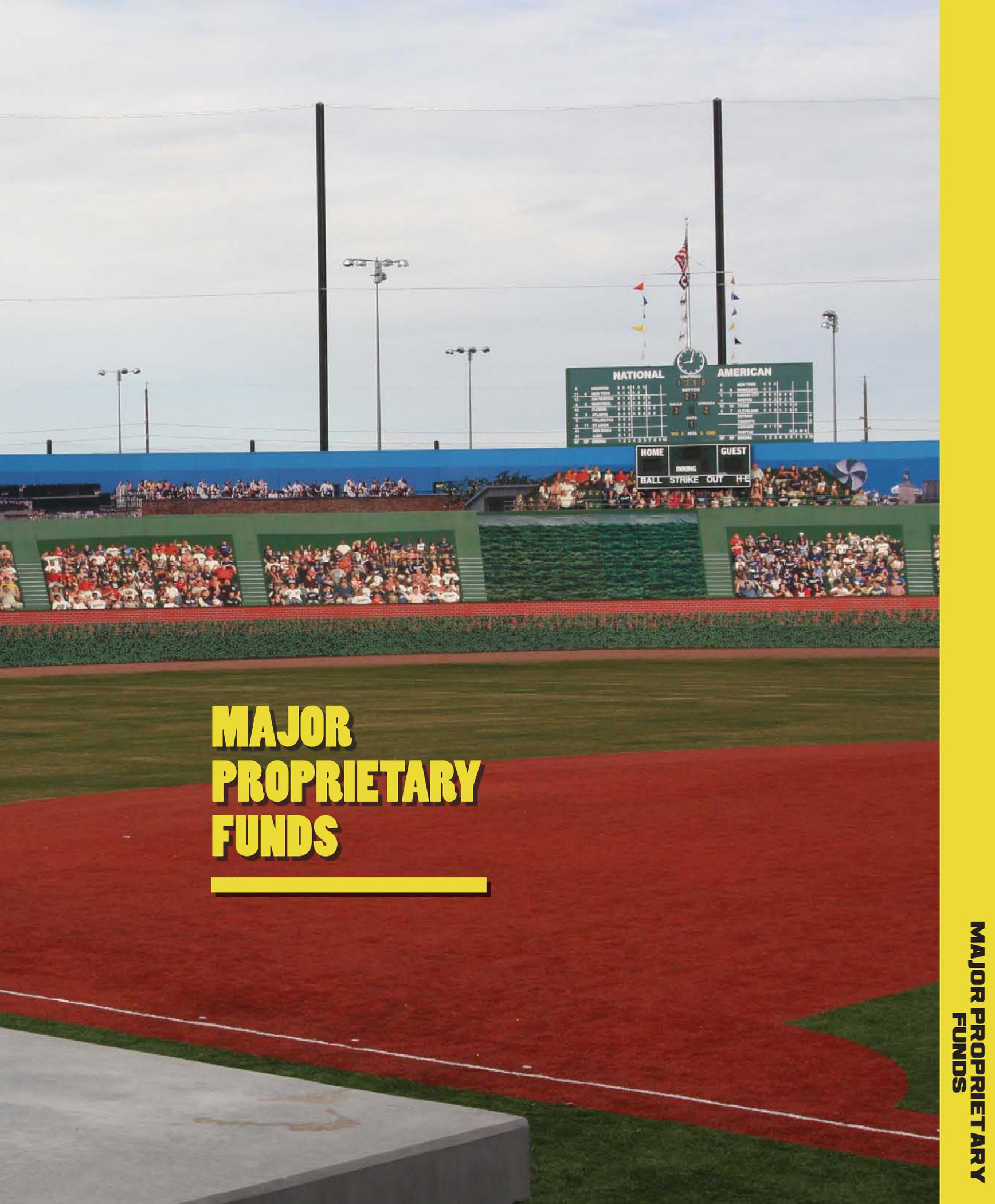
	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$	\$ 1,475,000	\$ 945,897	\$ (529,103)
Interest			2,502	2,502
Miscellaneous		4,109,950	4,333,317	223,367
Total revenues	<u>0</u>	<u>5,584,950</u>	<u>5,281,716</u>	<u>(303,234)</u>
Expenditures:				
Current:				
General government		1,100,000	713,340	386,660
Capital outlay:				
General government			12,791	(12,791)
Total expenditures	<u>0</u>	<u>1,100,000</u>	<u>726,131</u>	<u>373,869</u>
Excess (deficiency) of revenues over (under) expenditures	<u>0</u>	<u>4,484,950</u>	<u>4,555,585</u>	<u>(70,635)</u>
Other financing sources (uses):				
Transfers out		(3,995,251)	(3,923,634)	71,617
Total other financing sources (uses)	<u>0</u>	<u>(3,995,251)</u>	<u>(3,923,634)</u>	<u>71,617</u>
Net changes in fund balances	0	489,699	631,951	142,252
Fund balances, July 1		<u>264,300</u>	<u>264,296</u>	<u>(4)</u>
Fund balances, June 30	\$ <u>0</u>	\$ <u>753,999</u>	\$ <u>896,247</u>	\$ <u>142,248</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 BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 35,000	\$ 35,000	\$ 47,346	\$ 12,346
Interest	<u>122,466</u>	<u>122,466</u>	<u>(37,969)</u>	<u>(160,435)</u>
Total revenues	<u>157,466</u>	<u>157,466</u>	<u>9,377</u>	<u>(148,089)</u>
Expenditures:				
Current:				
Health	<u>120,000</u>	<u>195,000</u>	<u>127,516</u>	<u>67,484</u>
Total expenditures	<u>120,000</u>	<u>195,000</u>	<u>127,516</u>	<u>67,484</u>
Net changes in fund balances	37,466	(37,534)	(118,139)	(80,605)
Fund balances, July 1	<u>1,810,743</u>	<u>1,885,743</u>	<u>2,074,397</u>	<u>188,654</u>
Fund balances, June 30	<u>\$ 1,848,209</u>	<u>\$ 1,848,209</u>	<u>\$ 1,956,258</u>	<u>\$ 108,049</u>

See accompanying independent auditors' report.



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 POSITION (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services:				
Sewer charges to citizens	\$ 80,529,600	\$ 80,529,600	\$ 78,660,001	\$ (1,869,599)
Sewer charges - North Las Vegas			18,234	18,234
Other	915,000	915,000	1,029,511	114,511
Miscellaneous	63,000	63,000	72,388	9,388
Total operating revenues	<u>81,507,600</u>	<u>81,507,600</u>	<u>79,780,134</u>	<u>(1,727,466)</u>
Operating expenses:				
Salaries and employee benefits	22,743,357	23,843,357	23,832,168	11,189
Services and supplies	35,508,432	36,208,432	36,110,861	97,571
Depreciation	21,318,610	22,218,610	22,492,118	(273,508)
Total operating expenses	<u>79,570,399</u>	<u>82,270,399</u>	<u>82,435,147</u>	<u>(164,748)</u>
Operating income (loss)	<u>1,937,201</u>	<u>(762,799)</u>	<u>(2,655,013)</u>	<u>(1,892,214)</u>
Nonoperating revenues (expenses):				
Interest revenue	4,947,266	4,947,266	3,404,350	(1,542,916)
Interest expense	(2,581,576)	(2,581,576)	(2,574,576)	7,000
Sewer connection charges	4,000,000	4,000,000	4,615,693	615,693
Gain (loss) on sale of capital assets			(4,870)	(4,870)
Intergovernmental revenue	8,800,000	8,800,000	25,063,180	16,263,180
Intergovernmental expense	(2,846,800)	(3,046,800)	(2,970,795)	76,005
Total nonoperating revenues (expenses)	<u>12,318,890</u>	<u>12,118,890</u>	<u>27,532,982</u>	<u>15,414,092</u>
Income (loss) before contributions and transfers	14,256,091	11,356,091	24,877,969	13,521,878
Capital contributions - sewer lines	6,000,000	6,000,000	3,678,405	(2,321,595)
Transfers out	<u>(10,782,157)</u>	<u>(7,882,157)</u>	<u>(510,000)</u>	<u>7,372,157</u>
Changes in net position	9,473,934	9,473,934	28,046,374	18,572,440
Total net position, July 1	<u>664,447,999</u>	<u>664,447,999</u>	<u>664,447,999</u>	
Total net position, June 30	<u>\$ 673,921,933</u>	<u>\$ 673,921,933</u>	<u>\$ 692,494,373</u>	<u>\$ 18,572,440</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 POSITION (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Miscellaneous:				
Other	\$	\$	\$ 44,236	\$ 44,236
Total operating revenues	<u>0</u>	<u>0</u>	<u>44,236</u>	<u>44,236</u>
Operating expenses:				
Services and supplies	<u>1,336,750</u>	<u>1,336,750</u>	<u>3,699,627</u>	<u>(2,362,877)</u>
Total operating expenses	<u>1,336,750</u>	<u>1,336,750</u>	<u>3,699,627</u>	<u>(2,362,877)</u>
Operating income (loss)	<u>(1,336,750)</u>	<u>(1,336,750)</u>	<u>(3,655,391)</u>	<u>(2,318,641)</u>
Nonoperating revenues (expenses):				
Interest revenue			8,980	8,980
Gain (loss) on sale of capital assets			(3,790,014)	(3,790,014)
Total nonoperating revenues (expenses)	<u>0</u>	<u>0</u>	<u>(3,781,034)</u>	<u>(3,781,034)</u>
Changes in net position	(1,336,750)	(1,336,750)	(7,436,425)	(6,099,675)
Total net position, July 1	<u>36,344,618</u>	<u>36,344,618</u>	<u>36,344,618</u>	
Total net position, June 30	<u>\$ 35,007,868</u>	<u>\$ 35,007,868</u>	<u>\$ 28,908,193</u>	<u>\$ (6,099,675)</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.

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 POSITION
 NONMAJOR PROPRIETARY FUNDS
 JUNE 30, 2012

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>	<u>Building & Safety</u>	<u>Totals</u>
ASSETS				
Current assets:				
Pooled cash and investments	\$ 1,094,461	\$ 9,114,089	\$ 5,605,171	\$ 15,813,721
Receivables (net of allowances for uncollectibles):				
Accounts	3,376	3,118		6,494
Interest	3,154	37,284	24,133	64,571
Loans		2,781,449		2,781,449
Intergovernmental			10,000	10,000
Inventories	19,398			19,398
Prepaid items	92,353			92,353
Deposits	26,191			26,191
Total current assets	<u>1,238,933</u>	<u>11,935,940</u>	<u>5,639,304</u>	<u>18,814,177</u>
Noncurrent assets:				
Deferred charges-bond issuance costs	<u>123,097</u>			<u>123,097</u>
Capital assets:				
Land	795,047	2,531,083		3,326,130
Land improvements	13,226,058	48,945		13,275,003
Buildings	4,414,014	2,116,942		6,530,956
Building improvements	123,203	580,492		703,695
Machinery and equipment	534,496	5,875	5,232	545,603
Construction in progress	535,225			535,225
Less accumulated depreciation	<u>(9,539,039)</u>	<u>(2,751,422)</u>	<u>(44)</u>	<u>(12,290,505)</u>
Total capital assets (net of accumulated depreciation)	<u>10,089,004</u>	<u>2,531,915</u>	<u>5,188</u>	<u>12,626,107</u>
Total noncurrent assets	<u>10,212,101</u>	<u>2,531,915</u>	<u>5,188</u>	<u>12,749,204</u>
Total assets	<u>11,451,034</u>	<u>14,467,855</u>	<u>5,644,492</u>	<u>31,563,381</u>

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF NET POSITION (continued)
 NONMAJOR PROPRIETARY FUNDS
 JUNE 30, 2012

	Municipal Golf Course	Municipal Parking	Building & Safety	Totals
LIABILITIES				
Current liabilities:				
Accounts payable	\$ 39,101	\$ 44,592	\$ 42,778	\$ 126,471
Deposits payable		14,782	454	15,236
Compensated absences payable		170,780	863,529	1,034,309
Unearned revenue	7,656	23,500		31,156
General obligation revenue bonds payable	734,172			734,172
Interest payable	32,300			32,300
Intergovernmental payable	1,288			1,288
Total current liabilities	814,517	253,654	906,761	1,974,932
Noncurrent liabilities:				
Compensated absences payable		86,021	434,951	520,972
General obligation revenue bonds payable	7,587,548			7,587,548
Unearned revenue	13,376	587,625	1,195,631	1,796,632
Total noncurrent liabilities	7,600,924	673,646	1,630,582	9,905,152
Total liabilities	8,415,441	927,300	2,537,343	11,880,084
NET POSITION				
Net investment in capital assets	1,767,284	2,531,915	5,188	4,304,387
Unrestricted	1,268,309	11,008,640	3,101,961	15,378,910
Total net position	\$ 3,035,593	\$ 13,540,555	\$ 3,107,149	\$ 19,683,297

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF REVENUES, EXPENSES AND
 CHANGES IN FUND NET POSITION
 NONMAJOR PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Municipal Golf Course	Municipal Parking	Building & Safety	Totals
Operating revenues:				
Licenses and permits	\$	\$	\$ 4,320,406	\$ 4,320,406
Charges for services	853,408	1,616,768	752,667	3,222,843
Fines and forfeits		3,251,299		3,251,299
Miscellaneous	556,538	563,937	1,985	1,122,460
Total operating revenues	1,409,946	5,432,004	5,075,058	11,917,008
Operating expenses:				
Salaries and employee benefits		2,200,044	5,506,678	7,706,722
Services and supplies	1,414,684	1,588,938	1,570,928	4,574,550
Cost of stores issued	65,239			65,239
Depreciation	777,427	116	44	777,587
Total operating expenses	2,257,350	3,789,098	7,077,650	13,124,098
Operating income (loss)	(847,404)	1,642,906	(2,002,592)	(1,207,090)
Nonoperating revenues (expenses):				
Interest revenue	11,542	156,585	102,142	270,269
Interest expense	(461,917)	(13)		(461,930)
Intergovernmental expense	(34,621)			(34,621)
Total nonoperating revenues (expenses)	(484,996)	156,572	102,142	(226,282)
Income (loss) before contributions and transfers	(1,332,400)	1,799,478	(1,900,450)	(1,433,372)
Transfers in	1,710,000			1,710,000
Transfers out		(4,626,912)		(4,626,912)
Changes in net position	377,600	(2,827,434)	(1,900,450)	(4,350,284)
Total net position, July 1	2,657,993	16,367,989	5,007,599	24,033,581
Total net position, June 30	\$ 3,035,593	\$ 13,540,555	\$ 3,107,149	\$ 19,683,297

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF CASH FLOWS
 NONMAJOR PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>	<u>Building & Safety</u>	<u>Totals</u>
Cash flows from operating activities:				
Cash received from customers	\$ 1,405,474	\$ 5,406,741	\$ 6,257,333	\$ 13,069,548
Cash payments to suppliers for goods and services	(1,440,801)	(1,625,614)	(1,546,333)	(4,612,748)
Cash payments to employees for services	<u> </u>	<u>(2,262,102)</u>	<u>(5,586,879)</u>	<u>(7,848,981)</u>
Net cash provided by (used in) operating activities	<u>(35,327)</u>	<u>1,519,025</u>	<u>(875,879)</u>	<u>607,819</u>
Cash flows from noncapital financing activities:				
Transfers in from other funds	1,710,000			1,710,000
Transfers out to other funds		(4,626,912)		(4,626,912)
Contributions to other governments	<u>(34,621)</u>	<u> </u>	<u> </u>	<u>(34,621)</u>
Net cash provided by (used in) noncapital financing activities	<u>1,675,379</u>	<u>(4,626,912)</u>	<u>0</u>	<u>(2,951,533)</u>
Cash flows from capital and related financing activities:				
Acquisition and construction of capital assets	(528,402)		(5,232)	(533,634)
Proceeds from bonds	8,189,316			8,189,316
Payment to refunded bond escrow agent	(8,152,893)			(8,152,893)
Principal paid on bonds	(565,000)			(565,000)
Interest paid	<u>(242,706)</u>	<u>(13)</u>	<u> </u>	<u>(242,719)</u>
Net cash provided by (used in) capital and related financing activities	<u>(1,299,685)</u>	<u>(13)</u>	<u>(5,232)</u>	<u>(1,304,930)</u>
Cash flows from investing activities:				
Interest and dividends on investments	<u>10,789</u>	<u>173,634</u>	<u>106,008</u>	<u>290,431</u>
Net cash provided by (used in) investing activities	<u>10,789</u>	<u>173,634</u>	<u>106,008</u>	<u>290,431</u>
Net increase (decrease) in cash and cash equivalents	351,156	(2,934,266)	(775,103)	(3,358,213)
Cash and cash equivalents, July 1	<u>743,305</u>	<u>12,048,355</u>	<u>6,380,274</u>	<u>19,171,934</u>
Cash and cash equivalents, June 30	<u>\$ 1,094,461</u>	<u>\$ 9,114,089</u>	<u>\$ 5,605,171</u>	<u>\$ 15,813,721</u>

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF CASH FLOWS (continued)
 NONMAJOR PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>	<u>Building & Safety</u>	<u>Totals</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ (847,404)	\$ 1,642,906	\$ (2,002,592)	\$ (1,207,090)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:				
Depreciation	777,427	116	44	777,587
Change in assets and liabilities:				
(Increase) decrease in accounts receivable	(3,376)	(1,776)	800	(4,352)
(Increase) decrease in inventories	2,846			2,846
(Increase) decrease in prepaid items	5,959			5,959
(Increase) decrease in deposits	(2,300)	13	(4,156)	(6,443)
Increase (decrease) in accounts payable	30,469	(36,676)	24,595	18,388
Increase (decrease) in salaries payable		(48,242)	(125,834)	(174,076)
Increase (decrease) in intergovernmental payable payable	(152)		(10,000)	(10,152)
Increase (decrease) in compensated absences payable		(13,816)	45,633	31,817
Increase (decrease) in unearned revenue	<u>1,204</u>	<u>(23,500)</u>	<u>1,195,631</u>	<u>1,173,335</u>
Net cash provided by (used in) operating activities	<u>\$ (35,327)</u>	<u>\$ 1,519,025</u>	<u>\$ (875,879)</u>	<u>\$ 607,819</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
MUNICIPAL GOLF COURSE ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services:				
Other	\$ 860,100	\$ 860,100	\$ 853,408	\$ (6,692)
Miscellaneous	<u>375,000</u>	<u>375,000</u>	<u>556,538</u>	<u>181,538</u>
Total operating revenues	<u>1,235,100</u>	<u>1,235,100</u>	<u>1,409,946</u>	<u>174,846</u>
Operating expenses:				
Services and supplies	1,832,217	1,632,217	1,414,684	217,533
Cost of stores issued	72,894	72,894	65,239	7,655
Depreciation	<u>777,065</u>	<u>777,065</u>	<u>777,427</u>	<u>(362)</u>
Total operating expenses	<u>2,682,176</u>	<u>2,482,176</u>	<u>2,257,350</u>	<u>224,826</u>
Operating income (loss)	<u>(1,447,076)</u>	<u>(1,247,076)</u>	<u>(847,404)</u>	<u>399,672</u>
Nonoperating revenues (expenses):				
Interest revenue	15,289	15,289	11,542	(3,747)
Interest expense	(467,677)	(667,677)	(461,917)	205,760
Intergovernmental expense	<u>(37,000)</u>	<u>(37,000)</u>	<u>(34,621)</u>	<u>2,379</u>
Total nonoperating revenues (expenses)	<u>(489,388)</u>	<u>(689,388)</u>	<u>(484,996)</u>	<u>204,392</u>
Income (loss) before contributions and transfers	(1,936,464)	(1,936,464)	(1,332,400)	604,064
Transfers in	<u>1,200,000</u>	<u>1,200,000</u>	<u>1,710,000</u>	<u>510,000</u>
Changes in net position	(736,464)	(736,464)	377,600	1,114,064
Total net position, July 1	<u>2,657,993</u>	<u>2,657,993</u>	<u>2,657,993</u>	
Total net position, June 30	<u>\$ 1,921,529</u>	<u>\$ 1,921,529</u>	<u>\$ 3,035,593</u>	<u>\$ 1,114,064</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 POSITION (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,842,810	\$ 1,842,810	\$ 1,616,768	\$ (226,042)
Fines and forfeits	3,910,000	3,910,000	3,251,299	(658,701)
Miscellaneous:				
Parking garage lease	510,000	510,000	520,448	10,448
Other	81,000	81,000	43,489	(37,511)
Total operating revenues	<u>6,343,810</u>	<u>6,343,810</u>	<u>5,432,004</u>	<u>(911,806)</u>
Operating expenses:				
Salaries and employee benefits	2,386,070	2,386,070	2,200,044	186,026
Services and supplies	2,064,081	2,564,081	1,588,938	975,143
Depreciation	115	115	116	(1)
Total operating expenses	<u>4,450,266</u>	<u>4,950,266</u>	<u>3,789,098</u>	<u>1,161,168</u>
Operating income (loss)	<u>1,893,544</u>	<u>1,393,544</u>	<u>1,642,906</u>	<u>249,362</u>
Nonoperating revenues (expenses):				
Interest revenue	209,298	209,298	156,585	(52,713)
Interest expense	(1,000)	(1,000)	(13)	987
Total nonoperating revenues	<u>208,298</u>	<u>208,298</u>	<u>156,572</u>	<u>(51,726)</u>
Income (loss) before contributions and transfers	2,101,842	1,601,842	1,799,478	197,636
Transfers out	<u>(2,104,100)</u>	<u>(5,104,100)</u>	<u>(4,626,912)</u>	<u>477,188</u>
Changes in net position	(2,258)	(3,502,258)	(2,827,434)	674,824
Total net position, July 1	<u>16,367,989</u>	<u>16,367,989</u>	<u>16,367,989</u>	
Total net position, June 30	<u>\$ 16,365,731</u>	<u>\$ 12,865,731</u>	<u>\$ 13,540,555</u>	<u>\$ 674,824</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 POSITION (BUDGET BASIS) - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Licenses and permits:				
Building permits	\$ 4,731,421	\$ 4,731,421	\$ 3,352,194	\$ (1,379,227)
Miscellaneous permits	1,005,186	1,005,186	968,212	(36,974)
Charges for services	700,381	700,381	752,667	52,286
Miscellaneous			1,985	1,985
Total operating revenues	<u>6,436,988</u>	<u>6,436,988</u>	<u>5,075,058</u>	<u>(1,361,930)</u>
Operating expenses:				
Salaries and employee benefits	5,325,870	5,725,870	5,506,678	219,192
Services and supplies	1,435,340	1,535,340	1,570,928	(35,588)
Depreciation			44	(44)
Total operating expenses	<u>6,761,210</u>	<u>7,261,210</u>	<u>7,077,650</u>	<u>183,560</u>
Operating income (loss)	<u>(324,222)</u>	<u>(824,222)</u>	<u>(2,002,592)</u>	<u>(1,178,370)</u>
Nonoperating revenues:				
Interest revenue	<u>126,526</u>	<u>126,526</u>	<u>102,142</u>	<u>(24,384)</u>
Total nonoperating revenues	<u>126,526</u>	<u>126,526</u>	<u>102,142</u>	<u>(24,384)</u>
Changes in net position	(197,696)	(697,696)	(1,900,450)	(1,202,754)
Total net position, July 1	<u>5,007,599</u>	<u>5,007,599</u>	<u>5,007,599</u>	
Total net position, June 30	<u>\$ 4,809,903</u>	<u>\$ 4,309,903</u>	<u>\$ 3,107,149</u>	<u>\$ (1,202,754)</u>

See accompanying independent auditor's report.

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INTERNAL SERVICE FUNDS

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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.

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 POSITION
 INTERNAL SERVICE FUNDS
 JUNE 30, 2012

	<u>Reimbursable</u> <u>Expenses</u>	<u>Fire</u> <u>Communications</u>	<u>Print</u> <u>Media</u>	<u>Computer</u> <u>Services</u>	<u>Communications</u>	<u>Automotive</u> <u>Operations</u>
ASSETS						
Current assets:						
Pooled cash and investments	\$ 1,708,469	\$ 1,544,249	\$ 99,115	\$ 6,597,508	\$ 331,604	\$ 8,788,263
Other investments						
Receivables (net of allowances for uncollectibles):						
Accounts						40,943
Interest	5,999	7,496	264	27,540	1,084	35,602
Loans	21,250					
Intergovernmental	7,511	885,169	23			33,189
Due from other funds	66,825		28,993			
Inventories			36,610	145,919		375,305
Deposits						
Total current assets	<u>1,810,054</u>	<u>2,436,914</u>	<u>165,005</u>	<u>6,770,967</u>	<u>332,688</u>	<u>9,273,302</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		1,587,671	273,259	1,874,206	538,080	349,128
Vehicles						33,388,327
Construction in progress						
Less accumulated depreciation		(5,812,569)	(497,952)	(919,862)	(421,564)	(30,432,051)
Total capital assets (net of accumulated depreciation)	<u>0</u>	<u>124,516</u>	<u>348,744</u>	<u>954,344</u>	<u>116,516</u>	<u>7,106,262</u>
Total assets	<u>1,810,054</u>	<u>2,561,430</u>	<u>513,749</u>	<u>7,725,311</u>	<u>449,204</u>	<u>16,379,564</u>

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>City Facilities</u>	<u>Totals</u>
\$ 48,863,095	\$ 1,648,033	\$ 3,098,961	\$ 72,679,297
3,009,840	5,014,710		8,024,550
3,473,405	70,572	18,323	3,603,243
208,949	16,757	9,149	312,840
			21,250
		12,069	937,961
			95,818
			557,834
	105,515		105,515
<u>55,555,289</u>	<u>6,855,587</u>	<u>3,138,502</u>	<u>86,338,308</u>
			257,077
			3,986,315
2,210			4,482,527
5,670	8,380	74,016	4,710,410
			33,388,327
		6,350	6,350
<u>(7,880)</u>	<u>(8,380)</u>	<u>(3,721)</u>	<u>(38,103,979)</u>
<u>0</u>	<u>0</u>	<u>76,645</u>	<u>8,727,027</u>
<u>55,555,289</u>	<u>6,855,587</u>	<u>3,215,147</u>	<u>95,065,335</u>

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF NET POSITION (continued)
 INTERNAL SERVICE FUNDS
 JUNE 30, 2012

	<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	\$ 12,376	\$ 48,421	\$ 57,056	\$ 542,523	\$ 55,565	\$ 687,818
Compensated absences payable	135,740	334,710	12,851	94,516	41,559	354,918
Deposits payable		270,706				
Benefits payable						
Claims and judgments payable						
Total current liabilities	<u>148,116</u>	<u>653,837</u>	<u>69,907</u>	<u>637,039</u>	<u>97,124</u>	<u>1,042,736</u>
Noncurrent liabilities:						
Compensated absences payable	68,371	168,591	6,472	47,606	20,933	178,768
Heart lung presumptive liability						
Total noncurrent liabilities	<u>68,371</u>	<u>168,591</u>	<u>6,472</u>	<u>47,606</u>	<u>20,933</u>	<u>178,768</u>
Total liabilities	<u>216,487</u>	<u>822,428</u>	<u>76,379</u>	<u>684,645</u>	<u>118,057</u>	<u>1,221,504</u>
NET POSITION						
Net investment in capital assets		124,516	348,744	954,344	116,516	7,106,262
Unrestricted	<u>1,593,567</u>	<u>1,614,486</u>	<u>88,626</u>	<u>6,086,322</u>	<u>214,631</u>	<u>8,051,798</u>
Total net position	<u>\$ 1,593,567</u>	<u>\$ 1,739,002</u>	<u>\$ 437,370</u>	<u>\$ 7,040,666</u>	<u>\$ 331,147</u>	<u>\$ 15,158,060</u>

See accompanying independent auditors' report.

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>City Facilities</u>	<u>Totals</u>
\$ 305,469	\$ 6,370	\$ 662,855	\$ 2,378,453
30,212	8,998	760,001	1,773,505
13,404,677		25,013	295,719
	859,619		13,404,677
<u>13,740,358</u>	<u>874,987</u>	<u>1,447,869</u>	<u>18,711,973</u>
15,218	4,532	382,805	893,296
<u>5,053,109</u>			<u>5,053,109</u>
<u>5,068,327</u>	<u>4,532</u>	<u>382,805</u>	<u>5,946,405</u>
<u>18,808,685</u>	<u>879,519</u>	<u>1,830,674</u>	<u>24,658,378</u>
36,746,604	5,976,068	76,645	8,727,027
<u>36,746,604</u>	<u>5,976,068</u>	<u>1,307,828</u>	<u>61,679,930</u>
<u>\$ 36,746,604</u>	<u>\$ 5,976,068</u>	<u>\$ 1,384,473</u>	<u>\$ 70,406,957</u>

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET POSITION
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Print Media</u>	<u>Computer Services</u>	<u>Communications</u>
Operating revenues:					
Charges for services	\$ 2,682,534	\$ 8,974,236	\$ 1,132,860	\$ 6,228,664	\$ 1,393,290
Miscellaneous		688			238
Total operating revenues	<u>2,682,534</u>	<u>8,974,924</u>	<u>1,132,860</u>	<u>6,228,664</u>	<u>1,393,528</u>
Operating expenses:					
Salaries and employee benefits	2,132,530	7,216,654	322,018	1,503,828	297,379
Services and supplies	552,373	1,744,470	742,382	4,971,133	1,104,168
Cost of stores issued			53,262	1,226,022	
Insurance claims					
Insurance premiums					
Depreciation		256,738	30,237	112,173	52,709
Total operating expenses	<u>2,684,903</u>	<u>9,217,862</u>	<u>1,147,899</u>	<u>7,813,156</u>	<u>1,454,256</u>
Operating income (loss)	<u>(2,369)</u>	<u>(242,938)</u>	<u>(15,039)</u>	<u>(1,584,492)</u>	<u>(60,728)</u>
Nonoperating revenues (expenses):					
Interest revenue	25,331	20,599	3,040	105,291	4,029
Gain (loss) on sale of capital assets			(9,893)		
Intergovernmental expense					
Total nonoperating revenues (expenses)	<u>25,331</u>	<u>20,599</u>	<u>(6,853)</u>	<u>105,291</u>	<u>4,029</u>
Income (loss) before contributions and transfers	22,962	(222,339)	(21,892)	(1,479,201)	(56,699)
Transfers in				3,534,262	
Transfers out					
Changes in net position	22,962	(222,339)	(21,892)	2,055,061	(56,699)
Total net position, July 1	<u>1,570,605</u>	<u>1,961,341</u>	<u>459,262</u>	<u>4,985,605</u>	<u>387,846</u>
Total net position, June 30	<u>\$ 1,593,567</u>	<u>\$ 1,739,002</u>	<u>\$ 437,370</u>	<u>\$ 7,040,666</u>	<u>\$ 331,147</u>

See accompanying independent auditors' report.

<u>Automotive Operations</u>	<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>City Facilities</u>	<u>Totals</u>
\$ 10,772,386	\$ 172,508,605	\$ 2,461,248	\$ 20,577,491	\$ 226,731,314
21,256	800		529,207	552,189
<u>10,793,642</u>	<u>172,509,405</u>	<u>2,461,248</u>	<u>21,106,698</u>	<u>227,283,503</u>
2,648,836	143,447,404	454,531	7,327,574	165,350,754
1,058,872	1,522,430	269,618	9,755,582	21,721,028
3,187,796				4,467,080
	20,569,530	935,896		21,505,426
	2,410,872	262,478		2,673,350
<u>2,744,398</u>			<u>3,303</u>	<u>3,199,558</u>
<u>9,639,902</u>	<u>167,950,236</u>	<u>1,922,523</u>	<u>17,086,459</u>	<u>218,917,196</u>
<u>1,153,740</u>	<u>4,559,169</u>	<u>538,725</u>	<u>4,020,239</u>	<u>8,366,307</u>
92,281	484,748	88,031	61,011	884,361
203,133				193,240
	<u>(1,959,633)</u>			<u>(1,959,633)</u>
<u>295,414</u>	<u>(1,474,885)</u>	<u>88,031</u>	<u>61,011</u>	<u>(882,032)</u>
1,449,154	3,084,284	626,756	4,081,250	7,484,275
	14,510,096		5,000	18,049,358
			<u>(8,850,000)</u>	<u>(8,850,000)</u>
1,449,154	17,594,380	626,756	(4,763,750)	16,683,633
<u>13,708,906</u>	<u>19,152,224</u>	<u>5,349,312</u>	<u>6,148,223</u>	<u>53,723,324</u>
<u>\$ 15,158,060</u>	<u>\$ 36,746,604</u>	<u>\$ 5,976,068</u>	<u>\$ 1,384,473</u>	<u>\$ 70,406,957</u>

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Print Media</u>	<u>Computer Services</u>	<u>Communications</u>
Cash flows from operating activities:					
Cash received from customers	\$ 28,503	\$ 4,320,233	\$ 541	\$	\$
Cash received from internal services provided	4,020,517	3,932,687	1,126,379	6,228,664	1,393,528
Cash payments to suppliers for goods and services	(541,485)	(1,717,224)	(755,042)	(5,766,340)	(1,082,208)
Cash payments to employees for services	<u>(2,270,228)</u>	<u>(7,396,887)</u>	<u>(335,046)</u>	<u>(1,530,066)</u>	<u>(289,050)</u>
Net cash provided by (used in) operating activities	<u>1,237,307</u>	<u>(861,191)</u>	<u>36,832</u>	<u>(1,067,742)</u>	<u>22,270</u>
Cash flows from noncapital financing activities:					
Transfers in from other funds				3,534,262	
Transfers out to other funds					
Subsidies paid to other governments					
Net cash provided by (used in) noncapital financing activities	<u>0</u>	<u>0</u>	<u>0</u>	<u>3,534,262</u>	<u>0</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets			(187,417)	(727,967)	
Proceeds from sale of capital assets					
Net cash provided by (used in) capital and related financing activities	<u>0</u>	<u>0</u>	<u>(187,417)</u>	<u>(727,967)</u>	<u>0</u>
Cash flows from investing activities:					
Interest and dividends on investments	25,811	22,840	3,786	99,988	4,238
Proceeds of investment securities					
Net cash provided by (used in) investing activities	<u>25,811</u>	<u>22,840</u>	<u>3,786</u>	<u>99,988</u>	<u>4,238</u>
Net increase (decrease) in cash and cash equivalents	1,263,118	(838,351)	(146,799)	1,838,541	26,508
Cash and cash equivalents, July 1	<u>445,351</u>	<u>2,382,600</u>	<u>245,914</u>	<u>4,758,967</u>	<u>305,096</u>
Cash and cash equivalents, June 30	<u>\$ 1,708,469</u>	<u>\$ 1,544,249</u>	<u>\$ 99,115</u>	<u>\$ 6,597,508</u>	<u>\$ 331,604</u>

See accompanying independent auditors' report.

<u>Automotive Operations</u>	<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>City Facilities</u>	<u>Totals</u>
\$ 138,868	\$ 3,510,836	\$ 406,772	\$ 526,337	\$ 8,932,090
10,619,734	167,720,492	2,141,621	20,577,491	217,761,113
(4,250,887)	(19,760,450)	(1,061,279)	(9,675,680)	(44,610,595)
<u>(2,723,948)</u>	<u>(144,683,862)</u>	<u>(499,004)</u>	<u>(7,625,746)</u>	<u>(167,353,837)</u>
<u>3,783,767</u>	<u>6,787,016</u>	<u>988,110</u>	<u>3,802,402</u>	<u>14,728,771</u>
	14,510,096		5,000	18,049,358
	(1,959,633)		(8,850,000)	(8,850,000)
				<u>(1,959,633)</u>
<u>0</u>	<u>12,550,463</u>	<u>0</u>	<u>(8,845,000)</u>	<u>7,239,725</u>
(992,382)			(67,831)	(1,975,597)
<u>205,276</u>				<u>205,276</u>
<u>(787,106)</u>	<u>0</u>	<u>0</u>	<u>(67,831)</u>	<u>(1,770,321)</u>
124,697	451,583	122,999	103,505	959,447
		500,000		500,000
<u>124,697</u>	<u>451,583</u>	<u>622,999</u>	<u>103,505</u>	<u>1,459,447</u>
3,121,358	19,789,062	1,611,109	(5,006,924)	21,657,622
<u>5,666,905</u>	<u>29,074,033</u>	<u>36,924</u>	<u>8,105,885</u>	<u>51,021,675</u>
<u>\$ 8,788,263</u>	<u>\$ 48,863,095</u>	<u>\$ 1,648,033</u>	<u>\$ 3,098,961</u>	<u>\$ 72,679,297</u>

Continued

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF CASH FLOWS (continued)
 INTERNAL SERVICE FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	Reimbursable Expenses	Fire Communications	Print Media	Computer Services	Communications	Automotive Operations
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:						
Operating income (loss)	\$ (2,369)	\$ (242,938)	\$ (15,039)	\$ (1,584,492)	\$ (60,728)	\$ 1,153,740
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:						
Depreciation		256,738	30,237	112,173	52,709	2,744,398
Change in assets and liabilities:						
(Increase) decrease in accounts receivable	128					(21,951)
(Increase) decrease in loans receivable	10,000					
(Increase) decrease in inter- governmental receivable	(1,791)	(722,004)	(23)			(13,089)
(Increase) decrease in due from other funds	1,368,149		(5,917)			
(Increase) decrease in inventories			28,373	(14,514)		30,889
Increase (decrease) in accounts payable	888	27,246	12,229	445,329	21,960	(35,108)
Increase (decrease) in salaries payable	(57,451)	(160,614)	(9,826)	(40,298)	(5,972)	(67,992)
Increase (decrease) in compensated absences payable	(80,247)	(19,619)	(3,202)	14,060	14,301	(7,120)
Increase (decrease) in deposits payable						
Increase (decrease) in contracts payable						
Increase (decrease) in benefits payable						
Increase (decrease) in claims and judgments payable						
Net cash provided by (used in) operating activities	\$ 1,237,307	\$ (861,191)	\$ 36,832	\$ (1,067,742)	\$ 22,270	\$ 3,783,767
Noncash investing, capital, and financing activities:						
Decrease in fair value of investments						

See accompanying independent auditors' report.

<u>Employee Benefit</u>	<u>Liability Insurance & Property Damage</u>	<u>City Facilities</u>	<u>Totals</u>
\$ 4,559,169	\$ 538,725	\$ 4,020,239	\$ 8,366,307
		3,303	3,199,558
(1,278,077)	87,145	(7,517)	(1,220,272)
			10,000
		(12,069)	(748,976)
			1,362,232
			44,748
67,132	4,143	82,270	626,089
(1,222,317)	(12,048)	(184,813)	(1,761,331)
(14,141)	(32,425)	(113,359)	(241,752)
		16,716	16,716
		(2,368)	(2,368)
4,675,250			4,675,250
<u> </u>	<u>402,570</u>	<u> </u>	<u>402,570</u>
<u>\$ 6,787,016</u>	<u>\$ 988,110</u>	<u>\$ 3,802,402</u>	<u>\$ 14,728,771</u>
28,460	21,710		50,170

CITY OF LAS VEGAS, NEVADA
REIMBURSABLE EXPENSES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 3,493,707	\$ 3,493,707	\$ 2,682,534	\$ (811,173)
Total operating revenues	<u>3,493,707</u>	<u>3,493,707</u>	<u>2,682,534</u>	<u>(811,173)</u>
Operating expenses:				
Salaries and employee benefits	2,800,300	2,800,300	2,132,530	667,770
Services and supplies	<u>693,907</u>	<u>693,907</u>	<u>552,373</u>	<u>141,534</u>
Total operating expenses	<u>3,494,207</u>	<u>3,494,207</u>	<u>2,684,903</u>	<u>809,304</u>
Operating income (loss)	<u>(500)</u>	<u>(500)</u>	<u>(2,369)</u>	<u>(1,869)</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>30,077</u>	<u>30,077</u>	<u>25,331</u>	<u>(4,746)</u>
Total nonoperating revenues (expenses)	<u>30,077</u>	<u>30,077</u>	<u>25,331</u>	<u>(4,746)</u>
Changes in net position	29,577	29,577	22,962	(6,615)
Total net position, July 1	<u>1,570,605</u>	<u>1,570,605</u>	<u>1,570,605</u>	
Total net position, June 30	<u>\$ 1,600,182</u>	<u>\$ 1,600,182</u>	<u>\$ 1,593,567</u>	<u>\$ (6,615)</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 POSITION - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 9,364,513	\$ 9,364,513	\$ 8,974,236	\$ (390,277)
Miscellaneous			688	688
Total operating revenues	<u>9,364,513</u>	<u>9,364,513</u>	<u>8,974,924</u>	<u>(389,589)</u>
Operating expenses:				
Salaries and employee benefits	7,369,189	7,369,189	7,216,654	152,535
Services and supplies	2,108,166	2,108,166	1,744,470	363,696
Depreciation	273,700	273,700	256,738	16,962
Total operating expenses	<u>9,751,055</u>	<u>9,751,055</u>	<u>9,217,862</u>	<u>533,193</u>
Operating income (loss)	<u>(386,542)</u>	<u>(386,542)</u>	<u>(242,938)</u>	<u>143,604</u>
Nonoperating revenues (expenses):				
Interest revenue	28,018	28,018	20,599	(7,419)
Total nonoperating revenues (expenses)	<u>28,018</u>	<u>28,018</u>	<u>20,599</u>	<u>(7,419)</u>
Changes in net position	(358,524)	(358,524)	(222,339)	136,185
Total net position, July 1	<u>1,961,341</u>	<u>1,961,341</u>	<u>1,961,341</u>	
Total net position, June 30	<u>\$ 1,602,817</u>	<u>\$ 1,602,817</u>	<u>\$ 1,739,002</u>	<u>\$ 136,185</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 POSITION - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,211,933	\$ 1,211,933	\$ 1,132,860	\$ (79,073)
Total operating revenues	<u>1,211,933</u>	<u>1,211,933</u>	<u>1,132,860</u>	<u>(79,073)</u>
Operating expenses:				
Salaries and employee benefits	361,540	361,540	322,018	39,522
Services and supplies	890,947	890,947	742,382	148,565
Cost of stores issued	100,000	100,000	53,262	46,738
Depreciation	65,000	65,000	30,237	34,763
Total operating expenses	<u>1,417,487</u>	<u>1,417,487</u>	<u>1,147,899</u>	<u>269,588</u>
Operating income (loss)	<u>(205,554)</u>	<u>(205,554)</u>	<u>(15,039)</u>	<u>190,515</u>
Nonoperating revenues (expenses):				
Interest revenue	5,281	5,281	3,040	(2,241)
Gain (loss) on sale of capital assets			(9,893)	(9,893)
Total nonoperating revenues (expenses)	<u>5,281</u>	<u>5,281</u>	<u>(6,853)</u>	<u>(12,134)</u>
Changes in net position	(200,273)	(200,273)	(21,892)	178,381
Total net position, July 1	<u>459,262</u>	<u>459,262</u>	<u>459,262</u>	
Total net position, June 30	<u>\$ 258,989</u>	<u>\$ 258,989</u>	<u>\$ 437,370</u>	<u>\$ 178,381</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 POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 6,398,463	\$ 6,398,463	\$ 6,228,664	\$ (169,799)
Total operating revenues	<u>6,398,463</u>	<u>6,398,463</u>	<u>6,228,664</u>	<u>(169,799)</u>
Operating expenses:				
Salaries and employee benefits	1,459,970	1,459,970	1,503,828	(43,858)
Services and supplies	7,726,659	7,726,659	4,971,133	2,755,526
Cost of stores issued	2,278,300	2,278,300	1,226,022	1,052,278
Depreciation	140,000	140,000	112,173	27,827
Total operating expenses	<u>11,604,929</u>	<u>11,604,929</u>	<u>7,813,156</u>	<u>3,791,773</u>
Operating income (loss)	<u>(5,206,466)</u>	<u>(5,206,466)</u>	<u>(1,584,492)</u>	<u>3,621,974</u>
Nonoperating revenues (expenses):				
Interest revenue	100,150	100,150	105,291	5,141
Total nonoperating revenues (expenses)	<u>100,150</u>	<u>100,150</u>	<u>105,291</u>	<u>5,141</u>
Income (loss) before contributions and transfers	(5,106,316)	(5,106,316)	(1,479,201)	3,627,115
Transfers in	<u>1,550,000</u>	<u>1,550,000</u>	<u>3,534,262</u>	<u>1,984,262</u>
Changes in net position	(3,556,316)	(3,556,316)	2,055,061	5,611,377
Total net position, July 1	<u>4,985,605</u>	<u>4,985,605</u>	<u>4,985,605</u>	
Total net position, June 30	<u>\$ 1,429,289</u>	<u>\$ 1,429,289</u>	<u>\$ 7,040,666</u>	<u>\$ 5,611,377</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
COMMUNICATIONS INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,517,953	\$ 1,517,953	\$ 1,393,290	\$ (124,663)
Miscellaneous			238	238
Total operating revenues	<u>1,517,953</u>	<u>1,517,953</u>	<u>1,393,528</u>	<u>(124,425)</u>
Operating expenses:				
Salaries and employee benefits	277,320	277,320	297,379	(20,059)
Services and supplies	1,407,296	1,407,296	1,104,168	303,128
Cost of stores issued	25,000	25,000		25,000
Depreciation	52,710	52,710	52,709	1
Total operating expenses	<u>1,762,326</u>	<u>1,762,326</u>	<u>1,454,256</u>	<u>308,070</u>
Operating income (loss)	<u>(244,373)</u>	<u>(244,373)</u>	<u>(60,728)</u>	<u>183,645</u>
Nonoperating revenues:				
Interest revenue	4,403	4,403	4,029	(374)
Total nonoperating revenues	<u>4,403</u>	<u>4,403</u>	<u>4,029</u>	<u>(374)</u>
Changes in net position	(239,970)	(239,970)	(56,699)	183,271
Total net position, July 1	<u>387,846</u>	<u>387,846</u>	<u>387,846</u>	
Total net position, June 30	<u>\$ 147,876</u>	<u>\$ 147,876</u>	<u>\$ 331,147</u>	<u>\$ 183,271</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 POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 11,596,153	\$ 11,596,153	\$ 10,772,386	\$ (823,767)
Miscellaneous	21,784	21,784	21,256	(528)
Total operating revenues	<u>11,617,937</u>	<u>11,617,937</u>	<u>10,793,642</u>	<u>(824,295)</u>
Operating expenses:				
Salaries and employee benefits	2,821,370	2,821,370	2,648,836	172,534
Services and supplies	1,243,217	1,243,217	1,058,872	184,345
Cost of stores issued	4,092,741	4,092,741	3,187,796	904,945
Depreciation	3,995,000	3,995,000	2,744,398	1,250,602
Total operating expenses	<u>12,152,328</u>	<u>12,152,328</u>	<u>9,639,902</u>	<u>2,512,426</u>
Operating income (loss)	<u>(534,391)</u>	<u>(534,391)</u>	<u>1,153,740</u>	<u>1,688,131</u>
Nonoperating revenues:				
Interest revenue	115,521	115,521	92,281	(23,240)
Gain (loss) on sale of capital assets	11,929	11,929	203,133	191,204
Total nonoperating revenues	<u>127,450</u>	<u>127,450</u>	<u>295,414</u>	<u>167,964</u>
Income (loss) before contributions and transfers	(406,941)	(406,941)	1,449,154	1,856,095
Transfers out		<u>(2,000,000)</u>		<u>2,000,000</u>
Changes in net position	(406,941)	(2,406,941)	1,449,154	3,856,095
Total net position, July 1	<u>13,708,906</u>	<u>13,708,906</u>	<u>13,708,906</u>	
Total net position, June 30	<u>\$ 13,301,965</u>	<u>\$ 11,301,965</u>	<u>\$ 15,158,060</u>	<u>\$ 3,856,095</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 POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 148,600,400	\$ 148,600,400	\$ 172,508,605	\$ 23,908,205
Miscellaneous	<u>1,500</u>	<u>1,500</u>	<u>800</u>	<u>(700)</u>
Total operating revenues	<u>148,601,900</u>	<u>148,601,900</u>	<u>172,509,405</u>	<u>23,907,505</u>
Operating expenses:				
Salaries and employee benefits	143,631,000	143,631,000	143,447,404	183,596
Services and supplies	1,338,000	1,338,000	1,522,430	(184,430)
Insurance claims	18,990,000	18,990,000	20,569,530	(1,579,530)
Insurance premiums	<u>4,352,000</u>	<u>4,352,000</u>	<u>2,410,872</u>	<u>1,941,128</u>
Total operating expenses	<u>168,311,000</u>	<u>168,311,000</u>	<u>167,950,236</u>	<u>360,764</u>
Operating income (loss)	<u>(19,709,100)</u>	<u>(19,709,100)</u>	<u>4,559,169</u>	<u>24,268,269</u>
Nonoperating revenues (expenses):				
Interest revenue	631,200	631,200	484,748	(146,452)
Intergovernmental expense	<u>(2,251,200)</u>	<u>(2,251,200)</u>	<u>(1,959,633)</u>	<u>291,567</u>
Total nonoperating revenues (expenses)	<u>(1,620,000)</u>	<u>(1,620,000)</u>	<u>(1,474,885)</u>	<u>145,115</u>
Income (loss) before contributions and transfers	(21,329,100)	(21,329,100)	3,084,284	24,413,384
Transfers in	<u>6,910,096</u>	<u>6,910,096</u>	<u>14,510,096</u>	<u>7,600,000</u>
Changes in net position	(14,419,004)	(14,419,004)	17,594,380	32,013,384
Total net position, July 1	<u>19,152,224</u>	<u>19,152,224</u>	<u>19,152,224</u>	
Total net position, June 30	<u>\$ 4,733,220</u>	<u>\$ 4,733,220</u>	<u>\$ 36,746,604</u>	<u>\$ 32,013,384</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 POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Charges for services	\$ 1,960,000	\$ 1,960,000	\$ 2,461,248	\$ 501,248
Total operating revenues	<u>1,960,000</u>	<u>1,960,000</u>	<u>2,461,248</u>	<u>501,248</u>
Operating expenses:				
Salaries and employee benefits	457,560	457,560	454,531	3,029
Services and supplies	425,000	425,000	269,618	155,382
Insurance claims	775,000	775,000	935,896	(160,896)
Insurance premiums	325,000	325,000	262,478	62,522
Total operating expenses	<u>1,982,560</u>	<u>1,982,560</u>	<u>1,922,523</u>	<u>60,037</u>
Operating income (loss)	<u>(22,560)</u>	<u>(22,560)</u>	<u>538,725</u>	<u>561,285</u>
Nonoperating revenues:				
Interest revenue	197,430	197,430	88,031	(109,399)
Total nonoperating revenues	<u>197,430</u>	<u>197,430</u>	<u>88,031</u>	<u>(109,399)</u>
Changes in net position	174,870	174,870	626,756	451,886
Total net position, July 1	<u>5,349,312</u>	<u>5,349,312</u>	<u>5,349,312</u>	
Total net position, June 30	<u>\$ 5,524,182</u>	<u>\$ 5,524,182</u>	<u>\$ 5,976,068</u>	<u>\$ 451,886</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 POSITION - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 23,000,000	\$ 23,000,000	\$ 20,577,491	\$ (2,422,509)
Miscellaneous	<u>250,000</u>	<u>250,000</u>	<u>529,207</u>	<u>279,207</u>
Total operating revenues	<u>23,250,000</u>	<u>23,250,000</u>	<u>21,106,698</u>	<u>(2,143,302)</u>
Operating expenses:				
Salaries and employee benefits	7,483,380	7,483,380	7,327,574	155,806
Services and supplies	14,000,000	14,000,000	9,755,582	4,244,418
Depreciation			3,303	(3,303)
Total operating expenses	<u>21,483,380</u>	<u>21,483,380</u>	<u>17,086,459</u>	<u>4,396,921</u>
Operating income (loss)	<u>1,766,620</u>	<u>1,766,620</u>	<u>4,020,239</u>	<u>2,253,619</u>
Nonoperating revenues:				
Interest revenue			61,011	61,011
Total nonoperating revenues	<u>0</u>	<u>0</u>	<u>61,011</u>	<u>61,011</u>
Income (loss) before contributions and transfers	1,766,620	1,766,620	4,081,250	2,314,630
Transfers in			5,000	5,000
Transfers out	<u>(303,016)</u>	<u>(10,303,016)</u>	<u>(8,850,000)</u>	<u>1,453,016</u>
Changes in net position	1,463,604	(8,536,396)	(4,763,750)	3,772,646
Total net position, July 1	<u>6,148,223</u>	<u>6,148,223</u>	<u>6,148,223</u>	
Total net position, June 30	<u>\$ 7,611,827</u>	<u>\$ (2,388,173)</u>	<u>\$ 1,384,473</u>	<u>\$ 3,772,646</u>

See accompanying independent auditors' report.



**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 POSITION
 FIDUCIARY FUNDS
 JUNE 30, 2012

	AGENCY FUNDS			
	Deposits	Municipal Court Bail	Developer Special Assessment	Totals
ASSETS				
Pooled cash and investments	\$ 5,399,887	\$ 2,958,265	\$ 16,313,482	\$ 24,671,634
Receivables (net of allowances for uncollectibles):				
Interest			52	52
Total assets	\$ 5,399,887	\$ 2,958,265	\$ 16,313,534	\$ 24,671,686
LIABILITIES				
Deposits payable	\$ 3,392,707	\$	\$ 16,313,531	\$ 19,706,238
Intergovernmental payable	1,868,526	636,331		2,504,857
Outstanding bail payable		2,321,934		2,321,934
Unclaimed monies payable	138,654			138,654
Arbitrage rebate payable			3	3
Total liabilities	\$ 5,399,887	\$ 2,958,265	\$ 16,313,534	\$ 24,671,686

CITY OF LAS VEGAS, NEVADA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND
 LIABILITIES - ALL AGENCY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2012

	<u>Balance</u> <u>July 1, 2011</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2012</u>
DEPOSITS FUND:				
ASSETS				
Pooled cash and investments	\$ 7,351,559	\$ 245,780,379	\$ 247,732,051	\$ 5,399,887
Total assets	<u>\$ 7,351,559</u>	<u>\$ 245,780,379</u>	<u>\$ 247,732,051</u>	<u>\$ 5,399,887</u>
LIABILITIES				
Accounts payable	\$	\$ 19,474,571	\$ 19,474,571	\$
Salaries payable		235,008,285	235,008,285	
Deposits payable	5,478,320	699,177	2,784,790	3,392,707
Intergovernmental payable	1,544,431	52,361,215	52,037,120	1,868,526
Payroll liabilities payable		57,042,247	57,042,247	
Unclaimed monies payable	328,808	82,821	272,975	138,654
Total liabilities	<u>\$ 7,351,559</u>	<u>\$ 364,668,316</u>	<u>\$ 366,619,988</u>	<u>\$ 5,399,887</u>
MUNICIPAL COURT BAIL FUND:				
ASSETS				
Pooled cash and investments	\$ 3,389,308	\$ 12,059,605	\$ 12,490,648	\$ 2,958,265
Total assets	<u>\$ 3,389,308</u>	<u>\$ 12,059,605</u>	<u>\$ 12,490,648</u>	<u>\$ 2,958,265</u>
LIABILITIES				
Accounts payable	\$	\$ 9,475,933	\$ 9,475,933	\$
Intergovernmental payable	673,950	8,967,819	9,005,438	636,331
Outstanding bail payable	2,715,358	5,310,829	5,704,253	2,321,934
Total liabilities	<u>\$ 3,389,308</u>	<u>\$ 23,754,581</u>	<u>\$ 24,185,624</u>	<u>\$ 2,958,265</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, 2012

	Balance July 1, 2011	Additions	Deletions	Balance June 30, 2012
DEVELOPER SPECIAL ASSESSMENT FUND:				
ASSETS				
Pooled cash and investments	\$ 16,435,347	\$ 37,725,752	\$ 37,847,617	\$ 16,313,482
Interest receivable	68	52	68	52
Total assets	\$ 16,435,415	\$ 37,725,804	\$ 37,847,685	\$ 16,313,534
LIABILITIES				
Accounts payable	\$	\$ 283,058	\$ 283,058	\$
Deposits payable	16,435,412	16,987,816	17,109,697	16,313,531
Arbitrage rebate payable	3			3
Total liabilities	\$ 16,435,415	\$ 17,270,874	\$ 17,392,755	\$ 16,313,534
 TOTAL - ALL AGENCY FUNDS				
ASSETS				
Pooled cash and investments	\$ 27,176,214	\$ 295,565,736	\$ 298,070,316	\$ 24,671,634
Interest receivable	68	52	68	52
Total assets	\$ 27,176,282	\$ 295,565,788	\$ 298,070,384	\$ 24,671,686
LIABILITIES				
Accounts payable	\$	\$ 29,233,562	\$ 29,233,562	\$
Salaries payable		235,008,285	235,008,285	
Deposits payable	21,913,732	17,686,993	19,894,487	19,706,238
Intergovernmental payable	2,218,381	61,329,034	61,042,558	2,504,857
Payroll liabilities payable		57,042,247	57,042,247	
Outstanding bail payable	2,715,358	5,310,829	5,704,253	2,321,934
Unclaimed monies payable	328,808	82,821	272,975	138,654
Arbitrage rebate payable	3	0	0	3
Total liabilities	\$ 27,176,282	\$ 405,693,771	\$ 408,198,367	\$ 24,671,686

See accompanying independent auditor's report.



**GOVERNMENTAL
CAPITAL ASSETS**



CITY OF LAS VEGAS, NEVADA
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY SOURCE
 JUNE 30, 2012

	2012	2011
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 1,176,549,445	\$ 1,171,020,202
Land improvements	358,570,791	298,907,401
Buildings	676,708,884	274,241,639
Building improvements	144,264,122	95,426,484
Machinery and equipment	37,531,881	37,711,540
Vehicles	31,717,471	29,263,400
Roadways	1,194,948,113	1,145,336,454
Traffic signals and lighting	169,413,952	166,174,025
Traffic signage	2,006,856	1,783,572
Traffic pavement markers	2,348,324	2,199,845
Storm drainage	693,079,619	598,887,137
Construction in progress	382,569,180	863,499,970
	<u>\$ 4,869,708,638</u>	<u>\$ 4,684,451,669</u>
Total governmental funds capital assets	<u>\$ 4,869,708,638</u>	<u>\$ 4,684,451,669</u>

**INVESTMENTS IN GOVERNMENTAL FUNDS
 CAPITAL ASSETS BY SOURCE**

General obligation bonds	\$ 535,137,228	\$ 368,434,258
Current revenues	3,502,669,449	3,517,023,533
Federal grants	185,528,252	178,371,554
State grants	11,011,313	4,341,561
Donations	633,581,923	614,500,290
Property transfer	1,780,473	1,780,473
	<u>\$ 4,869,708,638</u>	<u>\$ 4,684,451,669</u>
Total governmental funds capital assets	<u>\$ 4,869,708,638</u>	<u>\$ 4,684,451,669</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, 2012

Function and Activity	Land	Land Improvements	Buildings
General government:			
Legislative and elections	\$	\$	\$
Executive			
Financial administration			
Other	35,426,542	2,605,417	186,820,166
Total general government	<u>35,426,542</u>	<u>2,605,417</u>	<u>186,820,166</u>
Judicial:			
Alternative sentencing and education			
Municipal courts			
Public defender			81,200
Total judicial	<u>0</u>	<u>0</u>	<u>81,200</u>
Public safety:			
Police	50,000	644,149	6,368,938
Fire	3,263,554	12,421,489	51,405,591
Fire communications			
Corrections		259,278	11,266,636
Protective inspections			
Other protection	479,738	3,346	2,950,947
Total public safety	<u>3,793,292</u>	<u>13,328,262</u>	<u>71,992,112</u>
Public works:			
Administration and engineering	3,456,007	773,690	1,102,969
Engineering	1,735,303	20,238	
Paved streets	986,262,442	206,379	
Special assessments	118,636	1,386,671	
Storm drainage	783,422	6,288	
Total public works	<u>992,355,810</u>	<u>2,393,266</u>	<u>1,102,969</u>
Health:			
Animal control		84,137	385,167
Cemetery	23,810	1,186,864	43,221
Total health	<u>23,810</u>	<u>1,271,001</u>	<u>428,388</u>
Culture and recreation:			
Culture and recreation administration		21,125	107,519
Participant recreation	5,555,282	16,599,545	100,857,017
Spectator recreation	331,981		2,754,049
Parks	94,300,670	316,569,470	3,775,135
Special Facilities	2,314,004	1,629,039	266,007,319
Senior citizens	2,500	1,233,395	2,341,732
Total culture and recreation	<u>102,504,437</u>	<u>336,052,574</u>	<u>375,842,771</u>
Economic development and assistance:			
Administration			
Urban redevelopment	31,816,684	434,212	31,516,479
Community action programs			23,893
Economic development and assistance	3,236,775	3,953	1,089,918
Housing	5,816,307		
Neighborhood services	1,574,788	2,086,999	7,810,988
Total economic development and assistance	<u>42,444,554</u>	<u>2,525,164</u>	<u>40,441,278</u>
Transit systems:			
Transportation services	1,000	395,107	
Total transit systems	<u>1,000</u>	<u>395,107</u>	<u>0</u>
Total governmental funds capital assets	<u>\$ 1,176,549,445</u>	<u>\$ 358,570,791</u>	<u>\$ 676,708,884</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.

Building Improvements	Machinery and Equipment	Vehicles	Roadways	Traffic Signals and Lighting	Traffic Signage
\$ 1,111	\$ 97,157				
	94,432				
38,940,760	23,113,735	54,056	405	14,362	
<u>38,941,871</u>	<u>23,305,324</u>	<u>54,056</u>	<u>405</u>	<u>14,362</u>	<u>0</u>
37,965	39,236				
9,812					
6,391					
<u>54,168</u>	<u>39,236</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
206,459	244,877				
6,348,055	8,603,712	31,613,650			
		26,299			
16,023,644	2,630,728				
5,226					
683,822	163,736		4,664,544	168,510,092	2,006,856
<u>23,267,206</u>	<u>11,643,053</u>	<u>31,639,949</u>	<u>4,664,544</u>	<u>168,510,092</u>	<u>2,006,856</u>
1,602,143	12,050				
3,542	543,028				
			1,178,085,405	695,759	
			11,123,436	16,595	
			870,238		
<u>1,605,685</u>	<u>555,078</u>	<u>0</u>	<u>1,190,079,079</u>	<u>712,354</u>	<u>0</u>
9,834					
<u>9,834</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
36,553	34,364				
55,459,304	701,365				
1,351,177	447,612	23,466			
4,142,325	491,794		50,939	157,668	
4,161,101					
<u>65,150,460</u>	<u>1,675,135</u>	<u>23,466</u>	<u>50,939</u>	<u>157,668</u>	<u>0</u>
4,414	52,580				
13,477,088	125,239				
73,026				19,476	
			153,146		
1,680,370	136,236				
<u>15,234,898</u>	<u>314,055</u>	<u>0</u>	<u>153,146</u>	<u>19,476</u>	<u>0</u>
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<u>\$ 144,264,122</u>	<u>\$ 37,531,881</u>	<u>\$ 31,717,471</u>	<u>\$ 1,194,948,113</u>	<u>\$ 169,413,952</u>	<u>\$ 2,006,856</u>

Continued

CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY (continued)
JUNE 30, 2012

Function and Activity	Traffic Stor Pavement Markers	m Drainage	Construction in Progress	Total
General government:				
Legislative and elections	\$	\$	\$	\$
Executive				98,268
Financial administration				94,432
Other			11,229,910	298,205,353
Total general government	<u>0</u>	<u>0</u>	<u>11,229,910</u>	<u>298,398,053</u>
Judicial:				
Alternative sentencing and education				77,201
Municipal courts				9,812
Public defender				87,591
Total judicial	<u>0</u>	<u>0</u>	<u>0</u>	<u>174,604</u>
Public safety:				
Police				7,514,423
Fire			9,294,393	122,950,444
Fire communications				26,299
Corrections				30,180,286
Protective inspections				5,226
Other protection	2,299,886	32,410	14,924,909	196,720,286
Total public safety	<u>2,299,886</u>	<u>32,410</u>	<u>24,219,302</u>	<u>357,396,964</u>
Public works:				
Administration and engineering				6,946,859
Engineering		481,781,522		484,083,633
Paved streets	6,341	2,689	119,915,485	2,285,174,500
Special assessments			61,935,029	74,580,367
Storm drainage		211,191,792	47,129,884	259,981,624
Total public works	<u>6,341</u>	<u>692,976,003</u>	<u>228,980,398</u>	<u>3,110,766,983</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				199,561
Participant recreation			1,305,642	180,478,155
Spectator recreation				4,908,285
Parks	42,097	71,206	74,369,769	493,971,073
Special Facilities			(267,356)	269,683,006
Senior citizens				7,738,728
Total culture and recreation	<u>42,097</u>	<u>71,206</u>	<u>75,408,055</u>	<u>956,978,808</u>
Economic development and assistance:				
Administration			1,034	58,028
Urban redevelopment			357	77,370,059
Community action programs				23,893
Economic development and assistance			42,730,124	47,153,272
Housing				5,969,453
Neighborhood services				13,289,381
Total economic development and assistance	<u>0</u>	<u>0</u>	<u>42,731,515</u>	<u>143,864,086</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>\$ 2,348,324</u>	<u>\$ 693,079,619</u>	<u>\$ 382,569,180</u>	<u>\$ 4,869,708,638</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, 2012

Function and Activity	General Capital Assets July 1, 2011	Additions	Deletions	Transfers	General Capital Assets June 30, 2012
General government:					
Legislative and elections	\$ 70,520	\$	\$ 70,520	\$	
Executive	884,656	24,918	811,306		98,268
Financial administration	280,927	29,630	216,125		94,432
Other	267,913,997	80,615,838	50,324,482		298,205,353
Total general government	<u>269,150,100</u>	<u>80,670,386</u>	<u>51,422,433</u>	<u>0</u>	<u>298,398,053</u>
Judicial:					
Alternative sentencing and education	77,201				77,201
Municipal courts	511,433		501,621		9,812
Public defender	87,591				87,591
Total judicial	<u>676,225</u>	<u>0</u>	<u>501,621</u>	<u>0</u>	<u>174,604</u>
Public safety:					
Police	8,431,817		917,394		7,514,423
Fire	110,002,733	14,869,604	1,921,893		122,950,444
Fire communications	26,299				26,299
Corrections	30,320,341		140,055		30,180,286
Protective inspections	5,226				5,226
Other protection	192,749,888	4,020,469	50,071		196,720,286
Total public safety	<u>341,536,304</u>	<u>18,890,073</u>	<u>3,029,413</u>	<u>0</u>	<u>357,396,964</u>
Public works:					
Administration and engineering	8,588,691		1,641,832		6,946,859
Engineering	476,865,945	7,328,983	111,295		484,083,633
Paved streets	2,252,832,302	32,342,198			2,285,174,500
Special assessments	73,893,820	686,547			74,580,367
Storm drainage	210,944,393	49,037,231			259,981,624
Total public works	<u>3,023,125,151</u>	<u>89,394,959</u>	<u>1,753,127</u>	<u>0</u>	<u>3,110,766,983</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	5,518	54,541		199,561
Participant recreation	171,088,882	9,503,399	114,125		180,478,156
Spectator recreation	5,080,797		172,512		4,908,285
Parks	480,750,287	13,227,394	6,608		493,971,073
Special facilities	245,602,642	24,080,363			269,683,005
Senior citizens	7,738,728				7,738,728
Total culture and recreation	<u>910,509,920</u>	<u>46,816,674</u>	<u>347,786</u>	<u>0</u>	<u>956,978,808</u>
Economic development and assistance:					
Administration	56,994	1,034			58,028
Urban redevelopment	77,370,059				77,370,059
Community action programs	23,893				23,893
Economic development and assistance	40,593,037	6,565,780	5,545		47,153,272
Housing	5,969,453				5,969,453
Neighborhood services	13,311,393		22,012		13,289,381
Total economic development and assistance	<u>137,324,829</u>	<u>6,566,814</u>	<u>27,557</u>	<u>0</u>	<u>143,864,086</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>\$ 4,684,451,669</u>	<u>\$ 242,338,906</u>	<u>\$ 57,081,937</u>	<u>\$ 0</u>	<u>\$ 4,869,708,638</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.

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Governmental activities										
Net invested in capital assets	\$ 1,964,782	\$ 2,034,344	\$ 2,139,939	\$ 2,242,516	\$ 2,475,416	\$ 2,690,892	\$ 2,859,756	\$ 3,059,630	\$ 3,218,014	\$ 3,276,058
Restricted	10,059	40,188.38	49,685	111,683	115,479	80,506	231,245	36,710	264,887	91,422
Unrestricted	315,752	329,591.91	342,253	320,472	310,308	325,683	180,256	246,016	(18,565)	110,927
Total governmental activities net position	<u>\$ 2,290,593</u>	<u>\$ 2,404,124</u>	<u>\$ 2,531,877</u>	<u>\$ 2,674,671</u>	<u>\$ 2,901,203</u>	<u>\$ 3,097,081</u>	<u>\$ 3,271,257</u>	<u>\$ 3,342,356</u>	<u>\$ 3,464,336</u>	<u>\$ 3,478,407</u>
Business-type activities										
Net invested in capital assets	\$ 370,688	\$ 381,553	\$ 407,002	\$ 420,323	\$ 428,712	\$ 450,267	\$ 471,232	\$ 479,204	\$ 498,052	\$ 542,562
Unrestricted	20,609	59,227	71,825	120,956	156,947	165,193	178,428	216,972	225,588	198,138
Total business-type activities net position	<u>\$ 416,006</u>	<u>\$ 440,780</u>	<u>\$ 478,827</u>	<u>\$ 541,279</u>	<u>\$ 585,659</u>	<u>\$ 615,460</u>	<u>\$ 649,660</u>	<u>\$ 696,176</u>	<u>\$ 723,640</u>	<u>\$ 740,700</u>
Primary government										
Net invested in capital assets	\$ 2,335,470	\$ 2,415,897	\$ 2,546,941	\$ 2,662,839	\$ 2,904,128	\$ 3,141,159	\$ 3,330,988	\$ 3,538,834	\$ 3,716,066	\$ 3,818,620
Restricted	34,768	40,188	49,685	111,683	115,479	80,506	231,245	36,710	264,887	91,422
Unrestricted	336,361	388,819	414,078	441,428	467,255	490,876	358,684	462,988	207,023	309,065
Total primary government net position	<u>\$ 2,706,599</u>	<u>\$ 2,844,904</u>	<u>\$ 3,010,704</u>	<u>\$ 3,215,950</u>	<u>\$ 3,486,862</u>	<u>\$ 3,712,541</u>	<u>\$ 3,920,917</u>	<u>\$ 4,038,532</u>	<u>\$ 4,187,976</u>	<u>\$ 4,219,107</u>

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Expenses										
Governmental activities:										
General government	\$ 75,783	\$ 82,004	\$ 94,605	\$ 98,032	\$ 112,574	\$ 124,302	\$ 94,980	\$ 69,685	\$ 69,376	\$ 84,199
Judicial	15,218	20,793	21,160	23,508	25,292	30,838	27,168	27,790	25,893	24,391
Public safety	214,475	247,906	270,216	286,805	314,228	372,474	359,457	381,980	365,185	335,420
Public works	62,877	59,496	63,384	92,056	73,595	81,744	71,504	73,202	72,439	72,832
Welfare	725	882	927	1,000	1,104	1,223	1,117	3,454	1,057	841
Health	2,262	2,549	2,507	2,633	2,757	3,112	3,632	1,027	3,225	3,717
Culture and recreation	39,000	44,789	49,461	52,120	56,351	98,293	66,190	69,252	63,204	72,515
Economic development and assistance	14,901	23,848	23,682	19,889	25,917	27,773	30,082	33,941	32,614	29,992
Transit systems	1,111	1,206	1,463	1,278	1,219	1,363	1,204	181	15	14
Interest on long-term debt	9,192	10,025	10,388	10,193	14,110	12,157	14,121	40,270	38,301	39,630
Total governmental activities expenses	\$ 438,131	\$ 503,246	\$ 537,940	\$ 587,514	\$ 627,147	\$ 753,279	\$ 669,455	\$ 700,782	\$ 671,309	\$ 663,551
Business-type activities:										
Sanitation	61,980	65,043	70,287	71,096	83,274	95,284	83,454	88,060	83,377	87,281
Development services	11,981	13,674	14,477	15,108	16,966	16,250	9,935	7,761	6,720	7,036
Parking	4,109	5,373	3,689	4,008	3,836	4,118	4,104	3,936	3,696	3,734
Golf course	2,776	3,518	2,969	3,016	3,039	3,329	2,977	2,693	2,654	2,754
Video production	1,309	1,329	1,354	1,584	1,772	1,844	1,782	2,362	-	-
Land development	689	4,999	942	424	1,680	4,914	4,046	598	2,064	7,490
Total business-type activities	\$ 82,844	\$ 93,936	\$ 93,718	\$ 95,236	\$ 110,567	\$ 125,739	\$ 106,298	\$ 105,410	\$ 98,511	\$ 108,295
Total primary government expenses	\$ 520,975	\$ 597,182	\$ 631,658	\$ 682,750	\$ 737,714	\$ 879,018	\$ 775,753	\$ 806,192	\$ 769,820	\$ 771,846
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 69,874	\$ 83,252	\$ 91,700	\$ 105,230	\$ 120,159	\$ 122,841	\$ 117,766	\$ 94,735	\$ 99,101	\$ 97,966
Judicial	16,894	18,178	19,003	20,759	22,657	25,107	28,736	28,636	30,658	31,167
Public safety	14,068	19,238	19,243	20,476	17,735	17,810	22,871	19,943	26,918	23,721
Public works	8,415	52,478	10,849	10,014	8,718	6,358	5,084	5,486	4,936	3,888
Welfare	268	31	281	33	55	45	64	208	672	591
Health	141	114	123	129	132	124	219	336	345	361
Culture and recreation	7,446	8,319	9,769	10,861	10,907	12,851	10,727	15,646	15,150	14,190
Economic development and assistance	851	1,163	1,452	3,464	1,528	1,787	1,065	2,697	10,528	5,951
Intergovernmental	953	631	-	-	-	-	-	-	-	-
Transit systems	874	909	516	509	349	898	796	180	1	-
Operating grants and contributions	9,848	15,851	17,260	8,092	13,823	57,097	10,153	20,572	25,499	25,610
Capital grants and contributions	113,173	85,706	118,913	133,210	111,085	250,142	213,347	206,818	222,590	118,488
Total governmental activities program revenues	\$ 242,805	\$ 285,870	\$ 289,109	\$ 312,777	\$ 307,148	\$ 495,060	\$ 410,828	\$ 395,257	\$ 436,398	\$ 321,933

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Business-type activities:										
Charges for services:										
Sanitation	\$ 48,876	\$ 55,189	\$ 69,237	\$ 79,788	\$ 83,048	\$ 88,373	\$ 94,403	\$ 97,469	\$ 94,153	\$ 79,780
Development services	14,360	19,532	15,165	18,910	15,646	11,013	9,539	7,516	7,307	5,075
Parking	5,404	5,766	6,053	6,359	6,147	6,675	7,414	6,669	6,404	5,432
Golf course	793	1,202	1,515	1,433	1,431	1,493	1,318	1,282	1,199	1,410
Video production	1,526	1,662	1,784	1,891	2,148	2,227	2,472	2,488	-	-
Land development	33	28	130	81	132	1,252	29	1,109	1,101	44
Operating grants and contributions	42	157	179	382	615	890	890	624	40	7,270
Capital grants and contributions	25,461	37,705	37,255	40,707	32,624	35,796	30,299	21,656	18,154	26,087
Total business-type activities program revenues	<u>\$ 96,495</u>	<u>\$ 121,241</u>	<u>\$ 131,318</u>	<u>\$ 149,551</u>	<u>\$ 141,791</u>	<u>\$ 146,829</u>	<u>\$ 146,364</u>	<u>\$ 138,813</u>	<u>\$ 128,358</u>	<u>\$ 125,098</u>
Total primary government program revenues	<u>\$ 339,300</u>	<u>\$ 407,111</u>	<u>\$ 420,427</u>	<u>\$ 462,328</u>	<u>\$ 448,939</u>	<u>\$ 641,889</u>	<u>\$ 557,192</u>	<u>\$ 534,070</u>	<u>\$ 564,756</u>	<u>\$ 447,031</u>
Net (expense)/revenue										
Governmental activities	\$ (195,326)	\$ (217,376)	\$ (248,831)	\$ (274,737)	\$ (319,999)	\$ (258,219)	\$ (258,627)	\$ (305,525)	\$ (234,911)	\$ (341,618)
Business-type activities	13,651	27,305	37,600	54,315	31,224	21,090	40,066	33,403	29,847	16,803
Total primary government net expense	<u>\$ (181,675)</u>	<u>\$ (190,071)</u>	<u>\$ (211,231)</u>	<u>\$ (220,422)</u>	<u>\$ (288,775)</u>	<u>\$ (237,129)</u>	<u>\$ (218,561)</u>	<u>\$ (272,122)</u>	<u>\$ (205,064)</u>	<u>\$ (324,815)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Consolidated tax	179,330	206,944	238,041	\$ 264,253	\$ 263,250	\$ 250,914	\$ 219,965	\$ 201,519	\$ 207,962	\$ 221,316
Property taxes	91,105	99,344	109,166	120,803	138,428	153,145	166,539	158,783	122,487	110,254
Room tax	2,990	3,419	3,906	4,109	4,187	4,519	3,364	2,894	3,026	3,413
Residential construction tax	3,570	5,710	2,416	4,034	2,041	1,721	652	864	372	1,210
Motor vehicle fuel tax	7,499	8,172	8,103	8,794	8,808	8,279	7,646	7,185	7,316	7,338
Unrestricted investment earnings	8,432	2,866	11,009	13,074	27,378	28,019	20,112	13,065	7,918	6,700
Contributions not restricted to specific programs					107,429	2,493	364	59	43	-
Gain on disposal of capital assets	2,688	1,171	2,485	1,170	775	1,773	209	112	1,272	2,030
Transfers	(155)	3,282	1,462	1,293	(5,764)	3,232	13,953	(7,857)	6,497	3,427
Total governmental activities	<u>\$ 295,459</u>	<u>\$ 330,908</u>	<u>\$ 376,588</u>	<u>\$ 417,530</u>	<u>\$ 546,532</u>	<u>\$ 454,095</u>	<u>\$ 432,804</u>	<u>\$ 376,624</u>	<u>\$ 356,893</u>	<u>\$ 355,688</u>
Business-type activities:										
Unrestricted investment earnings	2,285	753	1,907	2,744	7,392	9,469	8,086	5,257	4,111	3,684
Gain on disposal of capital assets				6,687		2,475				
Transfers	155	(3,282)	(1,462)	(1,293)	5,764	(3,232)	(13,953)	7,857	(6,497)	(3,427)
Total business-type activities	<u>\$ 2,440</u>	<u>\$ (2,529)</u>	<u>\$ 445</u>	<u>\$ 8,138</u>	<u>\$ 13,156</u>	<u>\$ 8,712</u>	<u>\$ (5,867)</u>	<u>\$ 13,114</u>	<u>\$ (2,386)</u>	<u>\$ 257</u>
Total primary government	<u>\$ 297,899</u>	<u>\$ 328,379</u>	<u>\$ 377,033</u>	<u>\$ 425,668</u>	<u>\$ 559,688</u>	<u>\$ 462,807</u>	<u>\$ 426,937</u>	<u>\$ 389,738</u>	<u>\$ 354,507</u>	<u>\$ 355,945</u>
Change in Net Position										
Governmental activities	100,133	113,532	127,757	142,793	226,533	195,876	174,177	71,099	121,982	14,070
Business-type activities	16,091	24,776	38,045	62,453	44,380	29,802	34,199	46,517	27,461	17,060
Total primary government	<u>\$ 116,224</u>	<u>\$ 138,308</u>	<u>\$ 165,802</u>	<u>\$ 205,246</u>	<u>\$ 270,913</u>	<u>\$ 225,678</u>	<u>\$ 208,376</u>	<u>\$ 117,616</u>	<u>\$ 149,443</u>	<u>\$ 31,130</u>

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

Fiscal Year	Consolidated Tax	Property Tax	Room Tax	Residential Tax	Motor Vehicle Fuel Tax	Total
2003	\$ 179,330	\$ 91,105	\$ 2,990	\$ 3,570	\$ 7,499	\$ 284,494
2004	206,944	99,344	3,419	5,710	8,172	323,589
2005	238,041	109,166	3,906	2,416	8,103	361,632
2006	264,253	120,803	4,109	4,034	8,794	401,993
2007	263,250	138,428	4,187	2,041	8,808	416,714
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
2011	207,962	104,708	3,026	372	7,316	323,384
2012	221,316	110,254	3,413	1,210	7,338	343,531

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Notes:

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

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

		Fiscal Year									
		2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General fund:											
Reserved		\$ 6,564	\$ 6,054	\$ 4,899	\$ 4,911	\$ 4,464	\$ 19,454	\$ 1,666	\$ 1,635		
Unreserved:											
Undesignated		49,921	56,625	69,378	92,789	84,928	77,345	91,029	73,136		
¹ Nonspendable					20,042	29,529				20,042	29,529
¹ Assigned					50,561	51,330				50,561	51,330
¹ Unassigned					81,358	70,053				81,358	70,053
Total general fund		<u>\$ 56,485</u>	<u>\$ 62,679</u>	<u>\$ 74,277</u>	<u>\$ 151,961</u>	<u>\$ 150,912</u>	<u>\$ 96,799</u>	<u>\$ 92,695</u>	<u>\$ 74,771</u>	<u>\$ 151,961</u>	<u>\$ 150,912</u>
All other governmental funds:											
Reserved		\$ 14,212	\$ 13,538	\$ 19,136	\$ 12,778	\$ 11,875	\$ 11,875	\$ 16,234	\$ 11,034		
Unreserved, Reported in:											
Designated											
Construction Projects											
Special revenue funds		19,294	29,484	36,285	51,866	48,101	48,101	49,495	48,942		
Capital projects funds		162,151	229,192	234,805	262,107	245,123	245,123	238,582	419,489		
Redevelopment projects											
Redevelopment projects		7,845				13,628					
Special revenue funds							13,628	12,491	11,867		
Debt service funds									3,449		
Undesignated											
Other governmental funds		54,568									
Special revenue funds			48,697	50,063	57,963	54,593	54,593	58,965	82,636		
Debt service funds			4,366	1,150	2,970	3,065	438	5,393	495		
¹ Nonspendable										8,363	9,187
¹ Restricted										264,162	186,782
¹ Committed										22,245	23,875
¹ Assigned										123,819	81,980
¹ Unassigned										(2,471)	(2,241)
Total all other governmental funds		<u>\$ 258,070</u>	<u>\$ 325,277</u>	<u>\$ 341,439</u>	<u>\$ 387,684</u>	<u>\$ 376,385</u>	<u>\$ 373,758</u>	<u>\$ 381,160</u>	<u>\$ 577,912</u>	<u>\$ 416,118</u>	<u>\$ 299,583</u>
Total Fund Balances of Governmental Fund:		<u>\$ 314,555</u>	<u>\$ 387,956</u>	<u>\$ 415,716</u>	<u>\$ 539,645</u>	<u>\$ 527,297</u>	<u>\$ 470,557</u>	<u>\$ 473,855</u>	<u>\$ 652,683</u>	<u>\$ 568,079</u>	<u>\$ 450,495</u>

Notes:

¹ Due to the reporting change with GASB 54 for FY2011

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Revenues										
Taxes	\$ 97,308	\$ 109,135	\$ 115,716	\$ 128,794	\$ 143,589	\$ 158,279	\$ 169,886	\$ 161,579	\$ 126,666	\$ 115,644
Licenses and permits	60,206	64,749	74,499	78,652	84,866	85,182	80,458	77,727	77,362	75,078
Intergovernmental	271,649	294,595	345,995	395,115	386,476	433,211	416,901	390,500	376,355	364,774
Charges for services	33,975	37,979	34,515	37,867	36,077	36,804	38,674	38,380	40,453	39,314
Fines and forfeits	7,431	46,550	3,228	4,104	6,343	17,446	3,799	20,509	20,160	20,686
Special assessments	11,999	13,675	14,183	15,176	16,683	18,218	22,027	3,779	3,438	3,648
Interest	6,835	2,221	8,973	11,004	22,309	21,783	15,585	10,547	6,146	5,122
Miscellaneous	6,779	5,862	5,736	7,691	6,947	12,273	6,062	5,271	87,931	16,114
Total revenues	\$ 496,182	\$ 574,766	\$ 602,845	\$ 678,403	\$ 703,290	\$ 783,196	\$ 753,392	\$ 708,292	\$ 738,511	\$ 640,380
Expenditures										
General government	\$ 69,971	\$ 71,282	\$ 83,685	\$ 87,997	\$ 101,839	\$ 101,696	\$ 64,101	\$ 58,448	\$ 54,987	\$ 75,773
Judicial	15,191	20,413	20,964	23,328	25,541	28,050	27,267	26,512	24,969	24,878
Public safety	209,261	233,998	255,428	272,480	301,399	298,322	330,698	326,496	311,503	302,513
Public works	14,269	25,605	28,786	55,633	33,439	38,037	29,437	28,939	26,047	23,203
Health	746	906	981	1,008	1,115	1,119	1,129	3,460	3,310	3,511
Welfare	2,278	2,503	2,422	2,634	2,759	2,901	3,639	1,034	1,040	907
Culture and recreation	34,584	38,671	42,445	44,640	48,690	85,596	58,078	54,984	47,934	52,358
Economic development and assistance	14,170	21,507	18,655	18,980	24,794	25,390	28,489	31,750	30,818	28,238
Intergovernmental	2,587	9,676			-					
Transit systems	1,107	1,233	1,547	1,290	1,271	1,291	1,257	236	14	13
Capital outlay	133,124	100,624	116,065	112,210	170,840					
Debt service					-					
Principal retirement	14,776	18,082	23,108	25,235	22,875	23,328	24,798	24,864	19,963	25,361
Interest and fiscal charges	10,112	9,372	10,145	9,740	12,620	11,250	11,462	27,448	37,465	38,517
Refunding Bond issuance costs							3,375			63
Capital outlay										
General government						32,891	8,548	33,045	86,255	80,466
Judicial						39				0
Public safety						31,820	10,636	7,978	6,094	16,693
Public works						62,849	88,676	101,775	78,700	72,298
Culture and recreation						49,516	76,518	182,077	138,884	47,234
Economic development and assistance						17,621	15,680	7,859	2,594	6,567
Total expenditures	\$ 522,176	\$ 553,980	\$ 604,378	\$ 655,175	\$ 747,182	\$ 811,716	\$ 783,788	\$ 916,905	\$ 870,577	\$ 798,593
Excess of revenues over (under) expenditures	\$ (25,994)	\$ 20,786	\$ (1,533)	\$ 23,228	\$ (43,892)	\$ (28,520)	\$ (30,396)	\$ (208,613)	\$ (132,066)	\$ (158,213)
Other financing sources (uses)										
Transfers in	\$ 73,518	\$ 84,236	\$ 96,338	\$ 100,861	\$ 102,213	\$ 85,035	\$ 244,272	\$ 107,441	\$ 143,268	\$ 90,210
Transfers out	(73,896)	(81,309)	(98,898)	(104,895)	(102,519)	(81,366)	(210,868)	(114,278)	(123,656)	(95,982)
Sale of capital assets	3,544	1,126	2,982	1,447	33	1,474			1,687	3,660
Bond escrow refunding to defease debt	(50,996)			(44,505)						(4,014)
Local improvement bond proceeds	8,956									
Sale of land for resale			5,254							1,837
General obligation bond issue	51,562	47,000	21,975	93,532	32,000					39,250
General obligation bond proceeds		(276)				22,500	186,220	204,509	26,321	4,020
Premium/(Discount)		358	625						(108)	1,649
Issuance costs	1,563					342	1,391		(50)	
Special assessment bonds & interim warrants		1,481	1,016			320				
sources (uses)	\$ 14,251	\$ 52,616	\$ 29,292	\$ 46,440	\$ 31,727	\$ 28,305	\$ 221,015	\$ 197,672	\$ 47,462	\$ 40,630
Net changes in fund balances	\$ (11,743)	\$ 73,402	\$ 27,759	\$ 69,668	\$ (12,165)	\$ (215)	\$ 190,619	\$ (10,941)	\$ (84,604)	\$ (117,583)
Debt service as a percentage of noncapital expenditures	6.40%	6.06%	6.81%	6.44%	6.16%	5.60%	6.21%	8.95%	10.29%	11.10%

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

Fiscal Year Ended June 30	Real Property				Personal Property			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 ¹	Industrial Property ¹	Commercial Property ¹	Vacant ¹	Personal Prop Tax Roll	Less: Tax Exempt Real Property ⁴					
2003	\$ 6,360,891	\$ 106,015	\$ 3,180,445	\$ 379,210	\$ 574,924	\$ 0	\$ 10,601,485	\$ 3.2514	\$ 30,289,957	35.00%	
2004	8,013,151	134,868	3,011,903	907,226	588,817	1,256,564	11,399,401	3.3002	32,569,717	38.86%	
2005	8,816,296	137,198	3,230,634	1,327,435	544,456	1,497,522	12,558,497	3.3002	35,881,420	39.17%	
2006	12,078,765	150,423	3,647,636	2,100,483	570,026	1,874,915	16,672,418	3.2812	47,635,480	38.94%	
2007	16,481,776	188,800	4,584,412	2,897,343	569,019	2,296,948	22,424,402	3.2802	64,069,720	38.59%	
2008	18,415,506	227,682	5,294,188	3,548,515	481,896	2,815,693	25,152,094	3.2714	71,863,126	38.92%	
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%	
2011	10,021,898	188,332	4,835,890	1,066,514	385,262	1,845,594	14,652,302	3.2866	41,863,720	39.41%	
2012	9,795,569	157,857	4,027,619	569,439	395,266	1,592,472	13,353,278	3.2782	38,152,223	39.17%	

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 Ten Fiscal Years
(Unaudited)

Fiscal Year	City of Las Vegas			Overlapping Rates							Total Direct & Overlapping Rates
	¹ Operating	Debt Service	Total City	County Operating	County Debt Service	County Total	School District Operating	School District Total	State Total	² Special Districts	
2003	0.7715	0.0094	0.7809	0.5780	0.0422	0.6202	1.3034	1.3034	0.1500	0.3969	3.2514
2005	0.7715	0.0077	0.7792	0.6162	0.0340	0.6502	1.3034	1.3034	0.1700	0.3974	3.3002
2007	0.7715	0.0062	0.7777	0.6162	0.0254	0.6416	1.3034	1.3034	0.1700	0.3875	3.2802
2008	0.7715	0.0000	0.7715	0.6162	0.0229	0.6391	1.3034	1.3034	0.1700	0.3874	3.2714
2009	0.7715	0.0000	0.7715	0.6262	0.0129	0.6391	1.3034	1.3034	0.1700	0.3874	3.2714
2010	0.7715	0.0000	0.7715	0.6262	0.0129	0.6391	1.3034	1.3034	0.1700	0.392	3.2760
2011	0.7715	0.0000	0.7715	0.6262	0.0129	0.6391	1.3034	1.3034	0.1700	0.4026	3.2866
2012	0.7715	0.0000	0.7715	0.6412	0.0129	0.6541	1.3034	1.3034	0.1700	0.3792	3.2782

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
Property Tax Levies and Collections
Last Ten Fiscal Years
(Unaudited)
(Amounts Expressed in Thousands)

Fiscal Year Ended June 30	¹ Total Tax Levy for Fiscal Year	Collected Within the Fiscal Year of the Levy		Year of Levy	Collections of Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy			Amount	Percentage of Current Year Levy
2003	\$ 77,722	\$ 76,713	98.70%	2003	\$ 838	\$ 77,551	99.78%
2004	84,104	83,440	99.21%	2004	1,132	84,572	100.56%
2005	92,655	92,069	99.37%	2005	691	92,760	100.11%
2006	102,211	101,486	99.29%	2006	584	102,070	99.86%
2007	114,647	113,301	98.83%	2007	588	113,889	99.34%
2008	126,587	124,316	98.21%	2008	1,116	125,432	99.09%
2009	133,452	131,005	98.17%	2009	2,002	133,007	99.67%
2010	124,445	122,641	98.55%	2010	1,894	124,535	100.07%
2011	99,338	97,793	98.44%	2011	2,140	99,933	100.60%
2012	93,045	91,746	98.60%	2012	1,676	93,422	100.41%

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 Ten 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			
2003	\$ 134,015	\$ 7,588	\$ 136,750	\$ 37,000	\$ 315,353	7.15%	589
2004	166,884	8,174	125,800	11,655	312,513	6.99%	558
2005	170,118	7,933	114,955	11,290	304,296	6.36%	528
2006	197,235	6,979	106,320	10,895	321,429	6.50%	543
2007	210,450	8,587	96,320	10,470	325,827	6.13%	541
2008	214,005	8,203	85,705	10,015	317,928	5.99%	528
2009	295,760	7,502	74,640	9,535	387,437	7.13%	647
2010	478,280	6,903	66,370	9,025	560,578	11.01%	988
2011	473,499	6,250	57,765	8,490	546,004	10.75%	931
2012	554,448	5,617	48,620	8,230	616,915	13.13%	1,049

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 Ten Fiscal Years
(Unaudited)
(Amounts Expressed in Thousands)

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Less: Amounts Available in Debt Service Fund</u>	<u>Total</u>	<u>Percentage of Estimated Actual Taxable Value of Property ¹</u>	<u>Per Capita ²</u>
2003	\$ 134,015	\$ 8,792	\$ 125,223	0.41%	\$ 234
2004	166,884	9,012	157,872	0.48%	282
2005	170,118	9,233	160,885	0.45%	279
2006	197,235	8,347	188,888	0.40%	319
2007	210,450	7,236	203,214	0.32%	337
2008	214,005	5,787	208,218	0.29%	342
2009	295,760	5,393	290,367	0.41%	485
2010	478,280	538	477,742	0.88%	786
2011	473,499	4,131	469,368	1.12%	800
2012	491,981	2,481	489,500	1.28%	832

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, 2012
(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	\$ 497,598	\$ 2,481	\$ 495,117	100.00%	\$ 495,117
Total Direct Debt					495,117
⁴ Clark County	4,950,452	170,582	4,779,870	18.70%	893,836
Clark County School District	3,554,575	276,954	3,277,621	30.25%	991,480
Las Vegas-Clark County Library District	44,530	7,730	36,800	36.00%	13,248
State of Nevada	2,056,870	143,173	1,913,697	13.20%	252,608
Total Overlapping Debt					\$ 2,151,172
Total Direct and Overlapping Debt					\$ 2,646,289

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.

⁴ The Clark County debt includes the Las Vegas Valley Water District (\$).

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

	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
Debt limit (20% of Assessed Value)	2,120,297	2,295,962	2,543,476	3,295,511	4,944,270	5,593,557	5,574,974	4,297,621	3,299,579	2,910,097
Total net debt applicable to limit	<u>306,561</u>	<u>303,501</u>	<u>295,063</u>	<u>281,164</u>	<u>310,004</u>	<u>304,376</u>	<u>374,542</u>	<u>553,137</u>	<u>535,623</u>	<u>546,350</u>
Legal debt margin	<u><u>1,813,736</u></u>	<u><u>1,992,461</u></u>	<u><u>2,248,413</u></u>	<u><u>3,014,347</u></u>	<u><u>4,634,266</u></u>	<u><u>5,289,181</u></u>	<u><u>5,200,432</u></u>	<u><u>3,744,484</u></u>	<u><u>2,763,956</u></u>	<u><u>2,363,747</u></u>
Total net debt applicable to the limit as a percentage of debt limit	14.46%	13.22%	11.60%	8.53%	6.27%	5.44%	6.72%	12.87%	16.23%	18.77%

Legal Debt Margin Calculation for Fiscal Year 2012

Assessed Value	12,958,012
Add back: exempt real property	<u>1,592,472</u>
Total assessed value	<u><u>14,550,484</u></u>
Debt limit (20% of total assessed value)	2,910,097
Debt applicable to limit:	
Total Bonded Debt (Including Special Assessment Bonds)	554,448
Less:	
Special Assessment Bonds	(5,617)
Amount Available for Repayment	<u>(2,481)</u>
Total net debt applicable to limit	<u><u>546,350</u></u>
Legal debt margin	<u><u>2,363,747</u></u>

Notes:

Per City Charter, the City of Las Vegas' bonded debt cannot 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 Ten Fiscal Years
(Unaudited)
(Amounts Expressed in Thousands)

Fiscal Year	¹ Sewer and Other Charges	² Less: Operating Expenses	Net Available Revenue	³ Debt Service		Coverage
				Principal	Interest	
Sewer Revenue Bonds						
2003	70,203	34,757	35,446	9,825	8,088	1.78 %
2004	83,464	38,385	45,079	12,380	7,479	2.55
2005	99,242	41,541	57,701	10,950	6,736	3.24
2006	115,686	44,798	70,888	12,060	5,744	4.79
2007	117,028	50,047	66,981	10,000	4,802	4.53
2008	103,334	51,755	51,579	10,615	4,056	3.56
2009	103,005	54,406	48,599	11,065	3,511	3.33
2010	103,058	56,746	46,312	8,270	2,997	4.11
2011	98,256	55,696	42,560	8,605	2,655	3.78
2012	84,396	59,943	24,453	9,145	2,295	2.14

Fiscal Year	¹ Golf Course Fees and Other Charges	² Less: Operating Expenses	Net Available Revenue	³ Debt Service		Coverage
				Principal	Interest	
Municipal Golf Course Enterprise Fund						
2003	1,027	1,376	(349)	0	351	(0.99) %
2004	1,202	1,933	(731)	0	690	(1.06)
2005	1,515	1,444	71	345	681	0.07
2006	1,433	1,514	(81)	365	661	(0.08)
2007	119	(960)	1,079	425	617	1.04
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	533	(0.06)
2011	1,199	1,341	(142)	535	501	(0.14)
2012	1,410	1,480	(70)	565	471	(0.07)

⁴ Special Assessment Collections	³ Debt Service		Coverage
	Principal	Interest	

Special Assessment Bonds				
2003	1,248	721	101	1.52 %
2004	1,854	895	278	1.58
2005	1,171	2,813	226	0.39
2006	1,440	1,772	304	0.69
2007	1,685	560	293	1.98
2008	1,758	384	371	2.33
2009	1,334	701	344	1.28
2010	2,618	599	296	2.93
2011	2,259	653	296	2.38
2012	2,316	633	268	2.57

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 Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>² Population</u>	<u>¹ Personal Income (amounts expressed in thousands)</u>	<u>¹ Per Capita Personal Income</u>	<u>¹ Median Age</u>	<u>¹ Educational Attainment High Bachelors School Graduate</u>	<u>¹ Educational Attainment Degree or Higher</u>	<u>³ School Enrollment (thousands)</u>	<u>⁴ Unemployment Rate</u>
2003	535,269	44,078	21,341	33.4	78.7%	18.9%	85	5.6%
2004	559,824	44,737	24,787	35.5	80.7%	18.1%	87	4.0%
2005	575,973	47,863	24,887	34.8	80.4%	19.6%	85	4.0%
2006	591,536	49,426	24,993	34.6	80.3%	18.8%	89	4.6%
2007	602,697	53,111	26,773	35.2	81.2%	20.8%	89	4.4%
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%
2011	586,536	50,783	24,360	36.8	82.2%	20.3%	94	14.3%
2012	588,274	46,995	24,196	35.9	82.6%	21.8%	90	13.0%

Data Sources:

- ¹ US Census Bureau
- ² Nevada State Demographer
- 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	2012			2003		
	Employees	Rank	Percentage of Total County Employment*	Employees	Rank	Percentage of Total County Employment*
Clark County School District	35,000	1	4.07%	25,000	1	3.28%
Clark County	8,000	2	0.93%	8,500	2	1.11%
Las Vegas Metropolitan Police	5,500	3	0.64%	4,000	5	0.52%
UNLV	5,000	4	0.58%	5,000	3	0.66%
State of Nevada	4,500	5	0.52%	4,500	4	0.59%
UMC	3,500	6	0.41%	3,500	5	0.46%
City of Las Vegas	3,000	7	0.35%	2,500	8	0.33%
Sunrise Hospital	2,500	8	0.29%	3,000	7	0.39%
Golden Nugget Hotel & Casino	2,000	9	0.23%	800		0.10%
College of Southern NV	2,000	10	0.23%	1,000	15	0.13%
Stratosphere Tower/American Casino	2,000	11	0.23%	2,000	10	0.26%
Southern Nevada HCS	1,500	12	0.17%			
Valley Hospital Medical Center	1,000	13	0.12%	1,000	14	0.13%
Cox Communications	1,000	14	0.12%			
Palace Station Casino	1,000	15	0.12%			
Summerlin Hospital	1,000	16	0.12%			
Sun Coast Hotel & Casino	1,000	17	0.12%			
Sunrise Mountain View Hospital	1,000	18	0.12%			
Terrible Hearbst	1,000	19	0.12%			
Sante Fe Station Casino	1,000	20	0.12%			
US Postal Service	800	21	0.09%			
Millenium Staffing	800	22	0.09%			
HSBC Card Services	800	23	0.09%			
Citibank N.A.	800	24	0.09%	1,500	13	0.20%
	<u>85,700</u>		<u>9.98%</u>	<u>62,300</u>		<u>8.17%</u>
Total County Employment	FY2012	859,000		FY2003	762,800	

Source: Nevada Dept of Employment, Training and Rehabilitation

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

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

Full-time Equivalent Employees as of June 30

Function	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government	589	561	573	584	604	604	583	555	482	484
Judicial	186	215	218	223	229	237	239	214	184	187
Public Safety	1,196	1,224	1,274	1,290	1,328	1,317	1,300	1,266	1,234	1,199
Public Works	181	184	188	192	208	207	190	183	136	130
Sanitation	199	198	203	207	206	207	203	206	191	182
Health	18	18	18	15	15	15	15	15	14	11
Welfare	9	9	10	10	10	11	11	11	11	-
Culture & Recreation	454	458	472	480	501	505	489	654	598	835
Economic Development & Assistance	90	88	95	97	95	98	96	97	62	51
Transit Systems	11	9	10	12	12	12	9	-	-	-
Total Government	2,933	2,964	3,061	3,110	3,208	3,213	3,135	3,201	2,912	3,079

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

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

Function	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General Government										
Parking violations	102,522	103,215	94,413	108,050	97,557	80,805	95,200	101,487	81,547	65,601
Judicial										
Traffic Cases	140,497	104,320	90,903	100,800	103,018	176,977	189,276	163,609	151,942	139,501
Criminal Cases	58,424	99,491	103,699	131,339	134,228	37,893	42,627	27,004	41,531	36,874
Total cases	198,921	203,811	194,602	232,139	237,246	214,870	231,903	190,613	193,473	176,375
Public safety										
Number of personnel	1,196	1,224	1,274	1,290	1,328	1,317	1300	1266	1234	1199
Marshals										
Inmate bookings/releases	30,558	60,882	40,357	32,946	34,993	32,666	28,497 / 28,651	34,962/35,227	31,241/32,052	31,173/25,249
Fire										
Fire and Medical Response	65,592	72,116	75,438	82,030	73,006	80,084	79,990	78,647	90,391	94,649
Inspections	21,005	21,954	27,161	26,577	25,149	27,982	24,283	25,299	17,308	20,174
Public works										
Asphalt reconstruction (sq yards)	192,828	196,139	145,309	242,240	173,283	304,616	124,499	66,267	78,356	82,021
Asphalt Overlay (sq yards)								305,952	401,553	226,032
Pavement surface treatment (sq yards)	3,366,985	2,155,310	3,448,681	1,563,483	2,237,168	5,106,433	3,176,931	1,920,453	3,660,421	4,070,974
Sanitation										
Number of service connections	152,583	160,339	169,557	170,136	184,059	198,900	203,136	207,423	206,874	207,172
Daily average treatment in Million Gallons per Day	66.0	68.4	68.4	70.0	70.0	70.0	68	66	43	43
Health										
Animal control										
Number of pick-ups	10,888	12,051	13,077	11,179	10,694	10,464	26,483	17,149	10,063	7,433
Citations issued	550	445	402	259	317	484	681	499	437	110
Culture and recreation										
Number safekey sites	57	60	63	66	56	69	70	69	68	68
Grant funds received	\$ 767,869	\$ 319,649	\$ 875,639	\$ 1,082,100	\$ 164,089	\$121,060	\$94,480	\$85,275	\$254,403	\$379,807
Economic development & assistance										
Code enforcement inspections	29,918	32,471	32,128	31,703	28,861	30,400	24,860	30,715	27,438	26,294
Number of citizen complaints										
Hotline calls	25,340	24,710	23,655	26,505	24,881	25,034	17,466	25,744	25,152	20,840
Website								5,477	3,589	2,322
Number of citizens assisted with public service grants	78,703	115,729	82,318	77,294	85,290	96,154	238,213	40,507	41,610	33,554
Transit Systems										
¹ Ridership	344,228	412,828	390,172	371,271	336,434	298,314	225,578	0	0	0

¹ The City transit program was transferred to the RTC beginning with FY2010.

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

Function	Fiscal Year									
	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012
General government										
General government buildings	1	1	1	1	1	1	1	1	1	1
Parking patrol units	19	22	24	23	23	23	21	15	16	20
Public safety										
Detention & Enforcement										
Detention Center	1	1	1	1	1	1	1	1	1	1
Marshals										
Patrol units	29	32	36	54	54	47	60	44	45	50
Fire										
Fire stations	15	15	15	16	16	17	17	17	17	19
Public Parking										
Number of parking garages	1	1	1	1	1	1	1	1	1	2
Public works										
Number of public works buildings	1	1	1	1	1	1	1	1	1	1
Streets (miles)	1,247	1,262	1,258	1,287	1,296	1,297	1,307	1,309	1,316	1,313
Streetlights	48,005	48,365	48,365	50,440	52,000	51,500	50,340	52,835	53,455	53,180
² Traffic signals	2,820	2,890	3,042	3,164	3,172	3,172	3,187	3,187	3,187	704
Sanitation										
Number of sanitation plants	1	1	1	1	1	1	1	1	1	1
Miles of sanitary sewers	1,460	1,620	1,581	1,681	1,702	1,715	1,722	1,723	1,726	1,724
Miles of storm drain channels	304	310	330	376	381	350	430	435	439	439
Health										
Animal control										
Patrol units	7	11	18	18	18	14	14	11	9	13
Culture and recreation										
Parks acreage	775.00	778.43	899.82	909.82	909.82	910.00	927.00	1086.76	1101.82	1698.82
Parks	59	60	64	68	68	68	65	65	76	76
Golf Courses	4	4	4	4	4	4	4	4	4	4
Tennis courts	42	42	65	65	65	65	65	66	66	66
Swimming Pools	6	6	6	6	6	6	6	6	6	6
Community centers	18	18	18	18	18	18	18	18	18	18
Economic development & assistance										
Number of newly constructed affordable housing units	333	96	200	0	0	0	0	0	0	0
Transit systems										
¹ Fleet units	7	7	10	10	10	10	10	0	0	0

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

¹ The City transit program was transferred to the RTC beginning with FY2010.

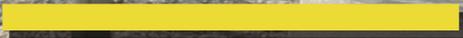
² The traffic signal count in the prior year(s) was the total lights and poles for the City, but in the official count from Public Works it is the complete system. This includes the poles and signals for the system.

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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, 2012, which collectively comprise the City's basic financial statements and have issued our report thereon dated January 21, 2013. 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

Management of the City is responsible for establishing and maintaining effective 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.

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.

Our consideration of internal control over financial reporting 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 financial reporting that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

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*.

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
January 21, 2013

**CITY OF LAS VEGAS, NEVADA
AUDITOR'S COMMENTS
JUNE 30, 2012**

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 continues to have funds with expenditures exceeding appropriations.

PRIOR YEAR RECOMMENDATIONS

We noted significant deficiencies in internal control over the Community Development Block Grant and Energy Efficiency and Conservation Block Grant Program that have been included within our report related to OMB Circular A-133 for the year ended June 30, 2012. We did not note similar issues during the year ended June 30, 2012.

CURRENT YEAR RECOMMENDATIONS

We noted significant deficiencies in internal control over the Community Development Block Grant, Home Investment Partnerships, Southern Nevada Public Land Management Act, and Homeland Security Grant Programs that have been included within our report related to OMB Circular A-133 for the year ended June 30, 2012.

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, 2012

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

FLAT / FIXED FEES:

<u>Base June 30, 2011</u>	*	<u>Growth Factor</u>	=	<u>FY 2012 Maximum Allowable Revenue</u>	-	<u>FY 2012 Actual Revenue Received</u>	=	<u>Amount Over/(Under) Allowable</u>
\$ 6,221,503		1.002963		\$ 6,239,937		\$ 5,867,621		\$ (372,316)

FEES CALCULATED ON A PERCENTAGE OF GROSS REVENUE:

<u>Base June 30, 2011</u>	*	<u>Increase in CPI</u>	=	<u>FY 2012 Maximum Allowable Revenue</u>	-	<u>FY 2012 Actual Revenue Received</u>	=	<u>Amount Over/(Under) Allowable</u>
\$ 9,933,494		1.0275		\$ 10,206,298		\$ 8,842,144		\$ (1,364,154)

See accompanying independent auditors' report.



SINGLE AUDIT SECTION



KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
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, 2012. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2012. However, the results of our auditing procedures disclosed four instances of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as items 2012-1, 2012-2, 2012-3 and 2012-4.

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. However, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies as described in the accompanying schedule of findings and questioned costs as items 2012-1, 2012-2, 2012-3 and 2012-4. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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
January 21, 2013

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program or Award Amount	Receipts or Revenues Recognized	Federal Disbursements/ Expenditures
<u>U.S. Department of Housing and Urban Development</u>					
Direct Programs:					
Community Development Block Grants/Entitlement Grants	14.218	B-10-MC32-0001	\$ 5,540,639	\$ 4,002,965	\$ 4,002,965
	14.218	B-11-MC32-0001	4,631,900	227,178	227,178
	14.218	B-11-MN-32-0002	10,450,623	3,170,634	3,170,634
			<u>20,623,162</u>	<u>7,400,777</u>	<u>7,400,777</u>
Passed through Nevada Dept. of Business and Industry Housing Division					
Community Development Block Grant/Entitlement Grant	14.218	B-08-DN-32-0001	5,920,350	398,849	398,849
Total CDBG - Entitlement Grants Cluster			<u>26,543,512</u>	<u>7,799,626</u>	<u>7,799,626</u>
Emergency Solutions Grant Program	14.231	S-11-MC32-0001	224,475	223,898	223,898
ARRA - Emergency Solutions Grant Program	14.231	S-10-MC32-0001	225,482	3,216	3,216
			<u>449,957</u>	<u>227,114</u>	<u>227,114</u>
ARRA - Homeless Prevention and Rapid Re-Housing Program					
	14.257	ESG - HPRP	2,105,118	690,212	690,212
Housing Opportunities for Persons with Aids					
	14.241	NV-H10F0-01	1,098,706	221,862	221,862
	14.241	NV-H11F0-01	1,105,651	919,537	919,537
			<u>2,204,357</u>	<u>1,141,399</u>	<u>1,141,399</u>
Home Investment Partnerships Program					
	14.239	M09-DC32-0224	2,463,627	1,771,815	1,771,815
	14.239	M10-DC32-0224	2,456,084	499,757	499,757
			<u>4,919,711</u>	<u>2,271,572</u>	<u>2,271,572</u>
Passed through Clark County Dept of Finance Community Resources Mgmt. Division					
Home Investment Partnerships Program	14.239	M05-DC32-0224	2,505,966	303,240	303,240
Subtotal HOME Program					
			<u>7,425,677</u>	<u>2,574,812</u>	<u>2,574,812</u>
Special Project, Neighborhood Initiative and Misc. Grants	14.251	B-10-N1-NV-0008	200,000	14,665	14,665
Total U.S. Department of Housing and Urban Development			<u>38,928,621</u>	<u>12,447,828</u>	<u>12,447,828</u>
<u>U.S. Department of Health and Human Services</u>					
Passed through Nevada Dept. of Health and 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-12	143,722	143,722	143,722
Independent Living Grant	93.044	03-009-11-LX-12	45,000	45,000	45,000
			<u>188,722</u>	<u>188,722</u>	<u>188,722</u>
Passed through Clark County Health District Affordable Care Act (ACA) - Communities					
Putting Prevention to Work	93.520	11-2201.024	284,200	241,325	241,325
Total U.S. Department of Health and Human Services			<u>472,922</u>	<u>430,047</u>	<u>430,047</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, 2012

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	\$ 668,298	\$ 668,298
Electricity Delivery and Energy Reliability, Research, Development and Analysis	81.122	DE-EE0002134	142,725	58,351	58,351
Passed through Nevada State Office of Energy State Energy Program	81.041	DE-EE0004471	<u>591,440</u>	<u>217,886</u>	<u>217,886</u>
Total U.S. Department of Energy			<u>6,183,365</u>	<u>944,535</u>	<u>944,535</u>
<u>U.S. Department of Homeland Security</u>					
Passed through Nevada Dept. of Public Safety Emergency Management Division					
Emergency Management Performance Grants	97.042	9704211	391,886	79,887	79,887
Emergency Management Performance Grants	97.042	9704212	391,886	245,164	245,164
			<u>783,772</u>	<u>325,051</u>	<u>325,051</u>
Emergency Operations Center	97.052	97052L10	570,000	322,706	322,706
Homeland Security Grant Program					
State Homeland Security - CCP	97.067	97067HL10	140,532	93,870	93,870
Citizen Corps Program	97.067	97067CL10	47,758	33,969	33,969
Urban Area Security Initiative - CBRNE	97.067	97067U10	107,009	83,215	83,215
Urban Area Security Initiative - M&A	97.067	97067U10	21,400	8,003	8,003
Urban Area Security Initiative - Advanced IED	97.067	97067U10	269,000	71,853	71,853
Urban Area Security Initiative - RDNA	97.067	97067U10	30,600	30,341	30,341
Urban Area Security Initiative - Technical Rescue	97.067	97067.11-U11	142,998	30,358	30,358
Metropolitan Medical Response System - FF08	97.067	97067M08	321,221	182,569	182,569
Metropolitan Medical Response System - FF09	97.067	97067M09	311,585	148,843	148,843
Metropolitan Medical Response System - FF10	97.067	97067M10	301,548	199,092	199,092
Metropolitan Medical Response System - FF11	97.067	97067.11-M11	267,608	28,935	28,935
			<u>1,961,259</u>	<u>911,048</u>	<u>911,048</u>
Passed through Clark County Office of Emergency Management and Homeland Security					
Homeland Security Grant Program					
Citizen Corps Program	97.067	97067CL9	41,064	7,044	7,044
Urban Area Security Initiative - Bomb Squad	97.067	97067U08	1,792,588	614,986	614,986
Urban Area Security Initiative - CCP	97.067	97067U08	246,043	7,602	7,602
Urban Area Security Initiative - CCP	97.067	97067U09	230,244	48,510	48,510
Urban Area Security Initiative - RPSC	97.067	97067U08	477,391	373,385	373,385
Urban Area Security Initiative - Advanced IED	97.067	97067U09	291,595	143,314	143,314
Urban Area Security Initiative - CBRNE	97.067	97067U09	91,983	39,476	39,476
			<u>3,170,908</u>	<u>1,234,317</u>	<u>1,234,317</u>
Total U.S. Department of Homeland Security			<u>6,485,939</u>	<u>2,793,122</u>	<u>2,793,122</u>
<u>U.S. Department of Agriculture</u>					
Passed through Nevada Dept. of Education					
Child and Adult Care Food Program	10.558	03-44-2000-000	86,331	86,331	86,331
Total U.S. Department of Agriculture			<u>86,331</u>	<u>86,331</u>	<u>86,331</u>

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

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

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					
Southern Nevada Public Land Management					
Bonanza Trail LV03	15.235	L04AC13847	\$ 14,040,000	\$ 2,797,613	\$ 2,797,613
Multi Use Transportation Trails LV14	15.235	L05AC13234	11,151,360	81,509	81,509
Cultural Corridor Trails LV15	15.235	L09AC15697	2,323,200	345,761	345,761
Neon Boneyard LV16	15.235	L05AC12957	5,227,200	624,317	624,317
Las Vegas Wash Trail LV20	15.235	L07AC14876	5,500,000	80,318	80,318
Lone Mountain Trail Ph II LV21	15.235	L07AC13810	3,080,000	278,611	278,611
Lorenzi Park Renovation LV23	15.235	L07AC13493	28,523,000	3,119,732	3,119,732
Sandhill Owens Park (Private) LV24	15.235	L07AC13811	2,640,000	294,071	294,071
Pedestrian Bridge LV Wash LV25	15.235	L07AC14394	3,300,000	140,788	140,788
Sandhill Owens Park (City) LV26	15.235	L07AC14396	2,068,000	179,820	179,820
Jaycee Park Renovations LV27	15.235	L07AC12953	10,087,000	77,240	77,240
Pedestrian Bridge Lone Mtn Trail LV28	15.235	L07AC13679	3,300,000	380,302	380,302
I-215 Beltway Trail Segments LV29	15.235	L07AC12955	6,773,000	216,116	216,116
Pedestrian Bridge Cultural Corridor Trail LV30	15.235	L07AC14118	1,650,000	136,308	136,308
Las Vegas Springs Preserve LV31	15.235	L08AC14129	12,100,000	966,469	966,469
Las Vegas Wash Trail Bridge LV33	15.235	L08AC13544	2,860,000	37,572	37,572
Floyd Lamb Park Trail LV34	15.235	L09AC15526	2,497,000	1,707,858	1,707,858
Doolittle Park Renovation LV35	15.235	L11AC20020	1,400,000	6,338	6,338
			118,519,760	11,470,743	11,470,743
Passed through Nevada Dept. of Cultural Affairs					
State Historic Preservation Office					
Historic Preservation Fund	15.904	32-10-21935(3)	30,000	30,000	30,000
Historic Preservation Fund	15.904	32-11-21935(3)	44,000	44,000	44,000
			74,000	74,000	74,000
Total U.S. Department of the Interior			118,593,760	11,544,743	11,544,743

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

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2012

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	\$ 160,211	\$ 160,211
ARRA - Traffic Package No.7	20.205	P261-09-063	1,956,952	32,090	32,090
ARRA - Traffic Package No.7A	20.205	P260-09-063	937,000	35,707	35,707
Safe Routes to School Upgrade for Hyde, Vegas Verde and Wasden	20.205	73595	1,871,963	15,473	15,473
Stewart Avenue Streetscape Ph I	20.205	PR382-06-063	600,000	15,063	15,063
ITS Comm Infrastructure Ph II	20.205	P121-09-050	5,480,000	8,969	8,969
Electric Bikes Program Street Imp	20.205	P112-11-063	801,629	82,494	82,494
Symphony Park Pedistrian Bridge	20.205	PR046-10-063	500,000	28,232	28,232
Federal Scenic Byway - Neon Visitor Center	20.205	PR192-11-063	807,039	302,808	302,808
Federal Scenic Byway - LV Blvd Signs on a Stick	20.205	PR082-09-063	235,431	131,079	131,079
			<u>15,061,014</u>	<u>812,126</u>	<u>812,126</u>
Passed through Clark County Office of Emergency Management and Homeland Security					
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	12-HEMP-03-01	5,184	4,671	4,671
Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	12-UWS-03-01	10,393	9,736	9,736
			<u>15,577</u>	<u>14,407</u>	<u>14,407</u>
Total U.S. Department of Transportation			<u>15,076,591</u>	<u>826,533</u>	<u>826,533</u>
<u>U.S. Department of Justice</u>					
Direct Programs:					
ARRA - Edward Bryne Memorial Justice Assistance Grant (JAG) Program/Grants to Units of Local Government	16.804	2009-SB-B9-1637	7,558,206	1,993,395	1,993,395
Edward Bryne Memorial Justice Assistance Grant Program	16.738	2009-DJ-BX-0466	1,822,534	786,227	786,227
Edward Bryne Memorial Justice Assistance Grant Program	16.738	2011-DJ-BX-3025	1,273,801	416,235	416,235
			<u>10,654,541</u>	<u>3,195,857</u>	<u>3,195,857</u>
State Criminal Alien Assistance Program Part E - Developing Testing and Demonstrating Promising New Programs	16.606	2011-AP-BX-0490	142,092	142,092	7,780
Congressionally Recommended Awards	16.541	2008-JL-FX-0039	156,511	68,322	68,322
	16.753	2009-DJ-BX-0156	400,000	34,308	34,308
			<u>11,353,144</u>	<u>3,440,579</u>	<u>3,306,267</u>
Passed through Clark County Dept. of Finance Community Resources Management Division					
Edward Bryne Memorial Justice Assistance Grant Program	16.738	2010-DJ-BX-0933	186,451	117,288	117,288
Total U.S. Department of Justice			<u>11,539,595</u>	<u>3,557,867</u>	<u>3,423,555</u>
Total Federal Assistance			<u>\$ 197,367,124</u>	<u>\$ 32,631,006</u>	<u>\$ 32,496,694</u>

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, 2012

(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, 2012. 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 Funds	\$ 12,957,026
Special Revenue Funds	19,539,668
	<u>\$ 32,496,694</u>

(4) Subrecipient Expenditures

The total amount provided to subrecipients from each federal program for the fiscal year ended June 30, 2012, is listed below:

Community Development Block Grants/Entitlement Grants (CFDA Number 14.218)	\$ 1,559,293
Emergency Solutions Grant Program(CFDA Number 14.231)	526,707
Housing Opportunities for Persons with Aids (CFDA Number 14.241)	1,109,635
Distribution of Receipts to Local Governments	
Southern Nevada Public Land Management (CFDA Number 15.235)	966,469
Home Investment Partnerships Program (CFDA Number 14.239)	3,543,658
ARRA Energy Efficiency and Conservation Block Grant (CFDA Number 81.128)	80,000
Total	<u>\$ 7,785,762</u>

CITY OF LAS VEGAS, NEVADA
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 FOR THE YEAR ENDED JUNE 30, 2012

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	None
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?	Yes
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?	Yes

Identification of major programs:

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number(s)</u>
Community Development Block Grants - Entitlement Grants Cluster	14.218 / 14.253
Homelessness Prevention and Rapid Re-Housing Program	14.257
Housing Opportunities For Persons With AIDS	14.241
Home Investment Partnerships Program	14.239
Southern Nevada Public Land Managements Act	15.235
JAG Program Cluster - Edward Byrne Memorial Justice Assistance Grant	16.804 / 16.738
Energy Efficiency & Conservation Block Grant	81.128
Homeland Security Grant	97.067

Dollar threshold used to distinguish between type A and type B programs:	\$ 974,901
Auditee qualified as low-risk auditee?	No

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012

SECTION II - FINANCIAL STATEMENT FINDINGS

There were no findings.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (DIRECT PROGRAMS AS WELL AS PASSED THROUGH NEVADA DEPARTMENT OF BUSINESS AND INDUSTRY HOUSING DIVISION)

		Questioned Costs
2012-1	<p>Community Development Block Grants (CDBG) – CFDA No. 14.218</p> <p><i>Criteria:</i> The OMB Circular A-133 Compliance Supplement states that the City’s responsibilities regarding subrecipients include the following:</p> <p><i>Award Identification</i> – At the time of the subaward, the City must identify to the subrecipient the Federal award information (i.e., CFDA title and number; award name and number; if the award is research and development; and name of Federal awarding agency) and applicable compliance requirements.</p> <p><i>During-the-Award Monitoring</i> – Monitoring the subrecipient’s use of Federal awards through reporting, site visits, regular contact, or other means to provide reasonable assurance that the subrecipient administers Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.</p> <p><i>Subrecipient Audits</i> – The City is required to:</p> <ol style="list-style-type: none">1. Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient’s fiscal year for fiscal years ending after December 31, 2003 as provided in OMB Circular A-133 have met the audit requirements of OMB Circular A-133 and that the required audits are completed within 9 months of the end of the subrecipient’s audit period;2. Issue a management decision on audit findings within 6 months after receipt of the subrecipient’s audit report;3. Ensure that the subrecipient takes timely and appropriate corrective action on all audit findings. In cases of continued inability or unwillingness of a subrecipient to have the required audits, the City shall take appropriate action using sanctions.	

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012

2012 -1 Continued:

Condition: During testing of the Community Development Block Grant/Entitlement Grant program it was noted that subrecipients receiving Neighborhood Stabilization Program funds were not monitored to ensure they met the audit requirements as provided in OMB Circular A-133. It was also noted that the subaward documents did not identify all of the Federal award information required by the OMB Circular A-133 Compliance Supplement, as CFDA numbers were not included.

Effect: The City was not in compliance with the subrecipient monitoring requirements specified by the OMB Circular A-133 Compliance Supplement.

Cause: It appears that there was ineffective management oversight over the subrecipient monitoring compliance requirement, as the internal control process failed to ensure that all subrecipients were monitored as specified by the OMB Circular A-133 Compliance Supplement.

Recommendation: The City should strengthen its procedures over subrecipient monitoring to ensure the requirements specified by the OMB Circular A-133 Compliance Supplement are met.

Views of responsible officials and planned corrective actions: The Neighborhood Division of Economic & Urban Development has scheduled monitoring visits of all Neighborhood Stabilization Program (NSP) subrecipients. NSP is an award within the Community Development Block Grant cluster. Three of the four subrecipients will be monitored during December 2012, while the fourth has a monitoring visit scheduled for January 2013. Monitoring visits will be conducted annually.

All sub-award agreements of NSP funds are being reviewed and amended to insert the required CFDA number. After the amended subaward agreement is approved by the City Attorney's office, it will be provided to each subrecipient of NSP funds. Economic and Urban Development has set a target date of March 2013 to have all NSP subaward agreements reviewed and amended.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (DIRECT PROGRAMS AS WELL AS PASSED THROUGH NEVADA DEPARTMENT OF BUSINESS AND INDUSTRY HOUSING DIVISION)

**Questioned
Costs**

2012-2 Community Development Block Grants (CDBG) – CFDA No. 14.218

Criteria: The City is required to submit performance reports for the CDBG grant – an activity summary report, a financial summary report, and a performance report. Required reports for Federal awards should include all activities of the reporting period, be supported by applicable accounting or performance records, and be fairly presented in accordance with program requirements.

Condition: Our testing revealed errors with the PR26 report. The PR26 incorrectly excluded the beginning unexpended funds from the end of the previous program year and incorrectly reported the amounts expended for Public Services.

Effect: Total unexpended funds and Public Service expenditures are improperly reported to the grantor.

Cause: It appears that there was ineffective management oversight over the reporting compliance requirement, as the internal control process failed to ensure that all required information was properly included in the reports prior to their submission.

Recommendation: The City should strengthen its procedures over the review and approval process of the federal reports for the CDBG program.

Views of responsible officials and planned corrective actions: The Economic & Urban Development (EUD) personnel assigned the responsibility to prepare the PR26 report has received additional training from both Housing & Urban Development and EUD management in financial report preparation. Also, Future PR26 reports will be reviewed by management prior to submission to ensure it is completed accurately.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012

**DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT PASSED THROUGH NEVADA
DEPARTMENT OF BUSINESS AND INDUSTRY, HOUSING DIVISION**

**Questioned
Costs**

2012-3 Home Investment Partnerships Program – CFDA No. 14.239

Criteria: The OMB Circular A-133 Compliance Supplement states that the City's responsibilities regarding subrecipients include the following:

Award Identification – At the time of the subaward, the City must identify to the subrecipient the Federal award information (i.e., CFDA title and number; award name and number; if the award is research and development; and name of Federal awarding agency) and applicable compliance requirements.

During-the-Award Monitoring – Monitoring the subrecipient's use of Federal awards through reporting, site visits, regular contact, or other means to provide reasonable assurance that the subrecipient administers Federal awards in compliance with laws, regulations, and the provisions of contracts or grant agreements and that performance goals are achieved.

Subrecipient Audits – The City is required to:

1. Ensure that subrecipients expending \$500,000 or more in Federal awards during the subrecipient's fiscal year for fiscal years ending after December 31, 2003 as provided in OMB Circular A-133 have met the audit requirements of OMB Circular A-133 and that the required audits are completed within 9 months of the end of the subrecipient's audit period;
2. Issue a management decision on audit findings within 6 months after receipt of the subrecipient's audit report;
3. Ensure that the subrecipient takes timely and appropriate corrective action on all audit findings. In cases of continued inability or unwillingness of a subrecipient to have the required audits, the City shall take appropriate action using sanctions.

Condition: During testing of the Home Investment Partnerships Program it was noted that regular site visits were not performed for all subrecipients. We also noted that the subaward documents did not identify all of the Federal award information required by the OMB Circular A-133 Compliance Supplement as CFDA numbers were not included.

Effect: The City was not in compliance with the subrecipient monitoring requirements specified by the OMB Circular A-133 Compliance Supplement.

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012

2012-3 Continued:

Cause: It appears that there was ineffective management oversight over the subrecipient monitoring compliance requirement, as the internal control process failed to ensure that all subrecipients were monitored as specified by the OMB Circular A-133 Compliance Supplement.

Recommendation: The City should strengthen its procedures over subrecipient monitoring to ensure the requirements specified by the OMB Circular A-133 Compliance Supplement are met.

Views of responsible officials and planned corrective actions: The Neighborhood Division of Economic & Urban Development conducted monitoring visits of all HOME funded affordable housing developments as of December 2012. Monitoring visits will be conducted annually during the current fiscal year.

All subaward agreements of HOME funds are being reviewed and amended to insert the required CFDA number. After the amended subaward agreement is approved by the City Attorney's office, it will be provided to each subrecipient of HOME funds. Economic and Urban Development has set a target date of March 2013 to have all HOME subaward agreements reviewed and amended.

DEPARTMENT OF THE INTERIOR (DIRECT PROGRAM) AND DEPARTMENT OF HOMELAND SECURITY, PASSED THROUGH NEVADA DEPARTMENT OF PUBLIC SAFETY, EMERGENCY MANAGEMENT DIVISION

**Questioned
Costs**

2012-4 Southern Nevada Public Land Management Act – CFDA No. 15.235
 Homeland Security Grant Program – CFDA No. 97.067

Criteria: Federal regulations prohibit the City from contracting or making subawards under covered transactions to parties that are suspended or debarred or whose principals are suspended or debarred. Covered transactions include those procurement contracts for goods and services awarded under a nonprocurement transaction (e.g., grant or cooperative agreement) that are expected to equal or exceed \$25,000 or meet certain other specified criteria. When the City enters into a covered transaction with an entity at a lower tier, the City must verify that the entity is not suspended or debarred or otherwise excluded. This verification may be accomplished by checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA), collecting a certification from the entity, or adding a clause or condition to the covered transaction with that entity (2 CFR section 180.300).

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2012

2012-4 Continued:

Condition: Our testing of sixteen vendor transactions from four separate federal programs that met the definition of a covered transaction noted three instances where the City did not verify if the vendor was not suspended or debarred. One of these transactions was from the Southern Nevada Public Land Management Act program and two were from the Homeland Security Grant Program.

Effect: The City was not in compliance with the verification requirements related to suspension and debarment specified by federal regulations.

Cause: It appears that there was ineffective communication to personnel within the Purchasing Department as purchases made with federal funds were not consistently identified to purchasing personnel.

Recommendation: The City should strengthen its procedures over the purchasing process to ensure that vendors paid with federal funds are verified not to have been suspended or debarred or otherwise excluded from receiving federal funds and that evidence of this verification is maintained in the purchasing records.

Views of responsible officials and planned corrective actions: The Department of Finance-Purchasing and Contracts Division personnel with the Department of Finance have been directed that all procurements funded with Federal funds require verification to ensure that suppliers, consultants and contractors have not been suspended or debarred prior to an award of a contract. Procedures will be updated, formalized and personnel will receive training in navigating the EPLS.

CITY OF LAS VEGAS, NEVADA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2012

DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT (DIRECT PROGRAMS AS WELL AS PASSED THROUGH NEVADA DEPARTMENT OF BUSINESS AND INDUSTRY HOUSING DIVISION)

FINDING 2011-1 The City is required to submit SF-425 Federal Financial Reports and PR26 reports on the Community Development Block Grant program. Testing of these reports revealed errors in their preparation. For all of the quarterly SF-425 reports tested, the City incorrectly reported cash receipts and cash disbursements by using quarterly totals instead of the required cumulative totals. The PR26 incorrectly excluded the beginning unexpended funds from the end of the previous program year.

Current Year's Status: Beginning with the quarter ending September 30, 2011, cash receipts and disbursements are presented on a cumulative basis in the SF-425 report. The report is reviewed by EUD management prior to submission to ensure all information is accurately reported.

EUD management was to instruct personnel on the correct federal portal to use in the preparation of the PR26 reports. EUD personnel were utilizing the PR26 report generator in the DRGR federal portal, rather than the correct one in the IDIS federal portal. However, testing performed for Fiscal Year Ended June 30, 2012 again revealed errors in the PR26 report. The current year's finding is reported at Finding 2012-2.

DEPARTMENT OF ENERGY (DIRECT PROGRAM)

FINDING 2011-2 The Department of Energy requires the City submit SF-425 Federal Financial Reports. Additionally, OMB Circular A-133 establishes requirements for non-Federal entities that expend Federal awards. Testing revealed an instance where there was no review and approval process in place on a cash drawdown made and a SF-425 Federal Financial report not signed by management. Procedures revealed the SF-425 report and cash drawdown report were properly prepared by the City.

Current Year's Status: Beginning with the quarter ending September 30, 2011, the Financial Services Manager or designee signs all SF-425 reports prior to submission and approves all cash draws prior to drawdown.

