CARSON CITY, NEVADA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30, 2005

CARSON CITY, NEVADA

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE YEAR ENDED JUNE 30, 2005

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INTRODUCTORY SECTION

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CARSON CITY, NEVADA

CONSOLIDATED MUNICIPALITY AND STATE CAPITAL

November 22, 2005

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

The comprehensive annual financial report of Carson City for the fiscal year ended June 30, 2005, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that Carson City issue annually a report on its financial position and activity, and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects. All disclosures necessary to enable the reader to gain an understanding of Carson City's activities have been included.

The comprehensive annual financial report is presented in four sections: introductory, financial, statistical and compliance. The introductory section, which is unaudited, includes this letter of transmittal, an organizational chart and a list of Carson City's principal elected and appointed officials. The financial section includes management's discussion and analysis, the basic financial statements and the combining and individual fund statements and schedules, as well as the independent auditor's report on these financial statements and schedules. The statistical section, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis.

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

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

DEPARTMENT OF FINANCE
201 North Carson Street, Suite #3 • 89701 • (775) 887-2133

The financial reporting entity, Carson City, includes all the funds of the primary government (i.e., the Consolidated Municipality of Carson City as legally defined), as well as all of its component units. Component units are legally separate entities for which the primary government is financially accountable. Carson City provides a full range of services including police and fire protection; sewer and water services; the construction and maintenance of highways, streets and infrastructure; and culture and recreational activities.

Blended component units, although legally separate entities, are in substance, part of the primary government's operations and are included as part of the primary government. Accordingly, the Redevelopment Authority is reported as special revenue, debt service and capital project funds of the primary government. Discretely presented component units are reported in a separate column in the government-wide financial statements to emphasize that they are legally separate from the primary government and to differentiate their financial position and results of operations from those of the primary government. The Carson City Convention and Visitors' Bureau and Airport Authority are reported as discretely presented component units.

THE CITY AND ITS GOVERNING BODY

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

Carson City has a land area of 147 square miles and an estimated population of 56,146 as of July 1, 2005. Real and personal taxable property located within the City has an estimated market value of $4,106,670,735 and an assessed value of $1,125,818,236.

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

ECONOMIC CONDITION AND OUTLOOK

Carson City is located in the Northwestern part of the State. Nevada's rate of growth in population is one of the highest in the country and is expected to continue over the next several years. The 2000 Census reported Carson City with a population of 52,457 which reflects a 30.5 percent increase over the 1990 population of 40,192. Carson City is expected to experience a steady growth rate. This growth has had a positive effect on local employment and the City's tax base.

In FY 04-05, Nevada's economy continued to grow. Statewide taxable sales increased by 14.2% for FY 04-05 compared to 12.8% for FY 03-04 and 5.6% for FY 02-03.

Carson City experienced an increase in taxable sales during the current fiscal year. In FY 04-05, Carson City's taxable sales increased 5.8% from the prior year compared to a 5.8% increase in FY 03-04 and a 3.2% decrease in FY 02-03.

The City's unemployment rate was 4.3% in FY 04-05, 5.0% in FY 03-04 and 5.8% in FY 02-03.

MAJOR INITIATIVES

FOR THE YEAR. During 2005, the City continued to work with the Nevada Department of Transportation (NDOT) on planning for a $230 million freeway bypass around downtown Carson City, of which the City's $19 million share will be funded by a five cent fuel tax increase allowed by NRS 373. Construction began in 2000 with completion anticipated in 2006. NDOT has begun design on phase 2 of the project and the City has agreed to contribute an additional $15 million.

FOR THE FUTURE. The City assumed a conservative posture in budgeting for FY 05-06 by using a 2.5% growth rate on existing taxable sales. A new Wal-Mart store opened in October, 2005, which is expected to generate an estimated one million per year of additional revenue. The City's operating plan provided $402,162 to expand existing service levels. The City's approved capital budget in FY 05-06, totaling $2,789,942, provides for the timely replacement of equipment and facilities.

The Carson City Board of Supervisors has identified several major areas of improvement in the next fiscal year:

1. Illegal drug use.
2. Upgrade water, sewer and storm drainage infrastructure.
3. Improve City facilities.
4. Downtown improvements.
5. Business retention and recruitment.
6. Extension of the V & T Railroad to Carson City.
7. Traffic circulation.
8. Diverse and affordable housing.
9. Employee training and development.

The fiscal year 2005-06 budget addresses each of these issues by providing resources and staffing.

FINANCIAL INFORMATION

The management of Carson City is responsible for establishing and maintaining internal control for the purpose of ensuring that the assets of the City are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The objective of internal control is to provide management with reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

SINGLE AUDIT. As a recipient of federal and state awards, Carson City is also responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs.

As a part of Carson City's single audit, described earlier, testing of internal control and compliance is performed as it relates to federal programs. The results of the single audit for the fiscal year ended June 30, 2005 provided no instances of non-compliance with the requirements applicable to each of the City's major federal programs or matters involving the internal control over compliance and its operation that were considered to be material weaknesses.

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

The City's Internal Finance Committee, comprised of the City Manager, City Treasurer, Development Services Director, Director of Finance and the Human Resources Director, evaluates and reviews each department's budget in detail to determine annual funding levels. The budget is then presented to the citizens and the Board of Supervisors at several public hearings. After giving due consideration to public and staff comments, the Board adopts the final budget.

As demonstrated by the statements and schedules included in the financial section of this report, Carson City continues to meet its responsibility for sound financial management.

CASH MANAGEMENT. Cash temporarily idle during the year was invested in certificates of deposit, U.S. Government Securities, corporate bonds and the State of Nevada Local Government Investment Pool. The City follows the pooled cash concept which allows greater investment flexibility and greater investment returns. As of June 30, 2005, the City had total cash investments of $84,187,556.

RISK MANAGEMENT. Carson City insures a portion of its risks and self-funds other. Property damage, general liability, law, errors and omissions, and auto are insured subject to a $100,000 deductible per occurrence and, therefore, claims under $100,000 are funded by the City. Other coverage currently held by the City includes applicable airport liability, boiler and machinery, and bonds for public officials. In addition, certain automobile damages are self-insured by the City. The Insurance Fund (an internal service fund) is used for the purpose of those self-insured areas discussed above and funding insurance premiums. Reserves are being accumulated to protect against future liability claims against the City as resources are available.

As of July 1, 2003, Carson City elected to become a member of the Public Agency Compensation Trust (PACT) for workers' compensation. The City pays an annual premium and there are no deductibles. The PACT is considered a self-sustaining risk pool that will provide coverage for its members up to $350,000/$600,000 per insured event. The Pool obtains independent coverage for insured events in excess of these limits. The City retains liability for claims for the period from July 1, 1992 to June 30, 2003 when the City was self-insured. The Workers' Compensation Fund (an internal service fund) is used to account for the payment of insurance premiums and for funding the liability for the period when the City was self-insured.

OTHER INFORMATION

INDEPENDENT AUDIT. State statutes require an annual audit by independent certified public accountants. The accounting firm of Kafoury, Armstrong and Co. was selected by the City's audit committee. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-profit Organizations. The auditor's report on the basic financial statements is included in the financial section of this report. The auditor's compliance reports related specifically to the single audit are included in the Compliance Section.

AWARDS. The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Carson City for its comprehensive annual financial report for the fiscal year ended June 30, 2004. The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports.

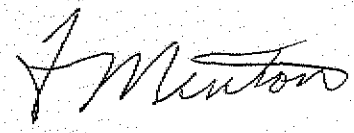
In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal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

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

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

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

Sincerely,



Thomas Minton, CPA
Director of Finance/Controller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Carson City, Nevada

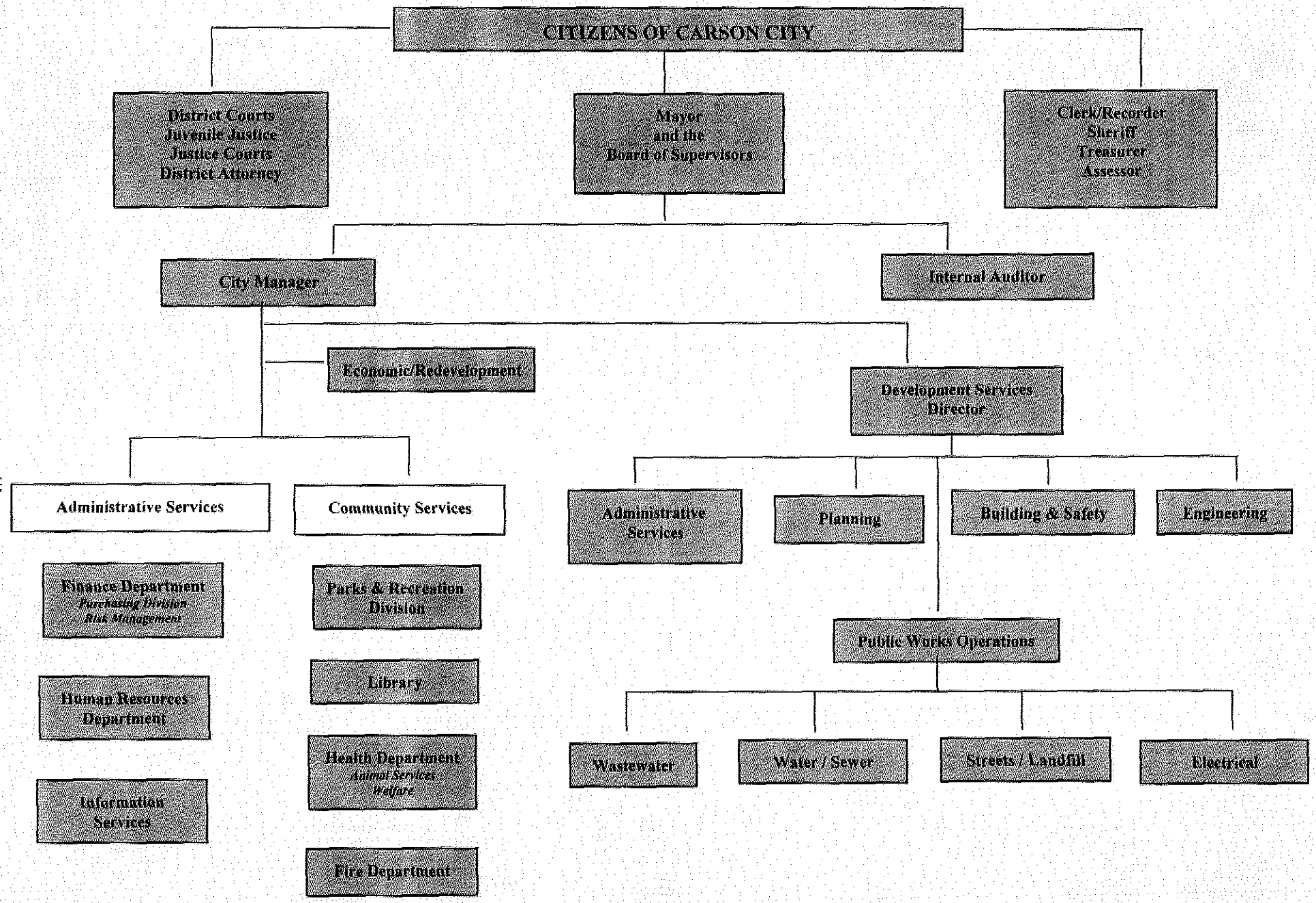
For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2004

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

President

Executive Director

Carson City Organizational Chart



CARSON CITY
LISTING OF PRINCIPAL OFFICIALS
FY 2005

TITLE	NAME
Mayor	Marv Teixeira
Supervisor, Ward 1	Pete Livermore
Supervisor, Ward 2	Shelly Aldean
Supervisor, Ward 3	Robin Williamson
Supervisor, Ward 4	Richard Staub
Assessor	Dave Dawley
Treasurer	Al Kramer
District Attorney	Noel Waters
District Court I	Judge Michael Griffin
District Court II	Judge William Maddox
Justice of the Peace	Judge Robey Willis
Justice of the Peace	Judge John Tatro
Clerk-Recorder	Alan Glover
Sheriff	Ken Furlong
City Manager	Linda Ritter
Finance Director/Risk Manager	Tom Minton
Information Services Director	Kevin Haggerty
Community Development Director	Walter Sullivan
Economic/Redevelopment Director	Joe McCarthy
Cooperative Extension Director	JoAnn Skelly
Library Director	Sally Edwards
Health Director	Daren Winkleman
Juvenile Special Master	David Nielsen
Chief Juvenile Probation Officer	Sheila Banister
Parks and Recreation Director	Roger Moellendorf
Fire Chief	Stacey Giomi
Internal Auditor	Vacant
Senior Center Director	Janice McIntosh
Human Resources Manager	Lisa Roth
Development Services Director	Andrew Burnham
City Engineer	Larry Werner
Utilities Operations Manager	Tom Hoffert
Streets Operations Manager	John Flansberg
Chief Building Official	Phil Herrington

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FINANCIAL SECTION

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

Independent Auditor's Report

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carson City, Nevada, as of and for the year ended June 30, 2005, which collectively comprise Carson City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of Carson City, Nevada. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Airport Authority of Carson City, Nevada or the Carson City Convention and Visitors Bureau, both of which are discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the discretely presented component units, is based on the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards,* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The financial statements of the Airport Authority of Carson City, Nevada and the Carson City Convention and Visitors Bureau were not audited in accordance with *Government Auditing Standards.* 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, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Carson City, Nevada, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Quality of Life major special revenue 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 November 22, 2005 on our consideration of Carson City, Nevada'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 conjunction with this report in considering the results of our audit.

Management's discussion and analysis on pages 3A through 3K is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

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

Kafoury, Armstrong & Co.

Reno, Nevada
November 22, 2005

As management of Carson City, Nevada (City), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages i-vi of this report.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by $193,713,434 (*net assets*). Of this amount, $33,610,333 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's total net assets increased by $11,089,671. Approximately, half of this increase is attributable to capital assets contributed by developers, connection fees in the Sewer and Water funds and an increase in investment earnings.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of $48,529,043, an increase of $9,253,117 in comparison with the prior year. $47,981,353 *is available for spending* at the government's discretion (*unreserved fund balance*).
- At the end of the current fiscal year, unreserved fund balance for the General Fund was $11,052,156, or 23 percent of total General Fund expenditures.
- The City's total bonded debt increased by $16,544,415 (20 percent) during the current fiscal year. Key factors in this increase were the issuance of general obligation revenue bonds in the amount of $6,815,000 to finance various parks projects, $9,000,000 for the Water Fund and $6,000,000 for the Stormwater Drainage Fund.

Overview of the Financial Statements

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

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

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

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus,

revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

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

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

The government-wide financial statements can be found on pages 4-7 of this report.

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

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

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

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

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

The basic governmental fund financial statements can be found on pages 8-13 of this report.

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

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

The basic proprietary fund financial statements can be found on pages 14-23 of this report.

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

The basic fiduciary fund financial statements can be found on pages 24-25 of this report.

Notes to the 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 financial statements can be found on pages 26-50 of this report.

Other Information. The combining statements referred to earlier in connection with nonmajor governmental funds, internal service funds, and enterprise funds are presented following the notes to the financial statements. Combining and individual fund statements and schedules can be found on pages 51-152 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $193,713,434 at the close of the most recent fiscal year.

By far the largest portion of the City's net assets (73 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less 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 its 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.

Carson City's Net Assets

	Governmental activities		Business-type activities		Total	
	2005	2004	2005	2004	2005	2004
Current and other assets	$ 60,884,587	$ 51,125,087	$ 37,506,504	$ 28,488,358	$ 98,391,091	$ 79,613,445
Capital assets	101,073,612	93,669,652	117,043,695	108,782,698	218,117,307	202,452,350
Total assets	161,958,199	144,794,739	154,550,199	137,271,056	316,508,398	282,065,795
Long-term liabilities outstanding	51,385,190	43,710,497	56,170,834	44,414,162	107,556,024	88,124,659
Other liabilities	9,190,106	8,718,386	6,048,834	2,598,987	15,238,940	11,317,373
Total liabilities	60,575,296	52,428,883	62,219,668	47,013,149	122,794,964	99,442,032
Net assets:						
Invested in capital assets, net of related debt	69,600,063	63,816,236	71,872,037	70,977,186	141,472,100	134,793,422
Restricted	16,085,638	14,316,416	2,545,363	2,482,872	18,631,001	16,799,288
Unrestricted	15,697,202	14,233,204	17,913,131	16,797,849	33,610,333	31,031,053
Total net assets	$ 101,382,903	$ 92,365,856	$ 92,330,531	$ 90,257,907	$ 193,713,434	$ 182,623,763

An additional portion of the City's net assets (10 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of *unrestricted net assets* ($33,610,333) may be used to meet the government's ongoing obligations to citizens and creditors.

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

The City's net assets increased by $11,089,671 during the current fiscal year. A majority of this increase represents the degree to which ongoing revenues have exceeded ongoing expenses in the governmental activities. The remaining increase was the result of increases in investment income in the governmental and business-type activities and capital assets contributed by developers and connection fees in the Sewer and Water Funds.

Carson City's Changes in Net Assets

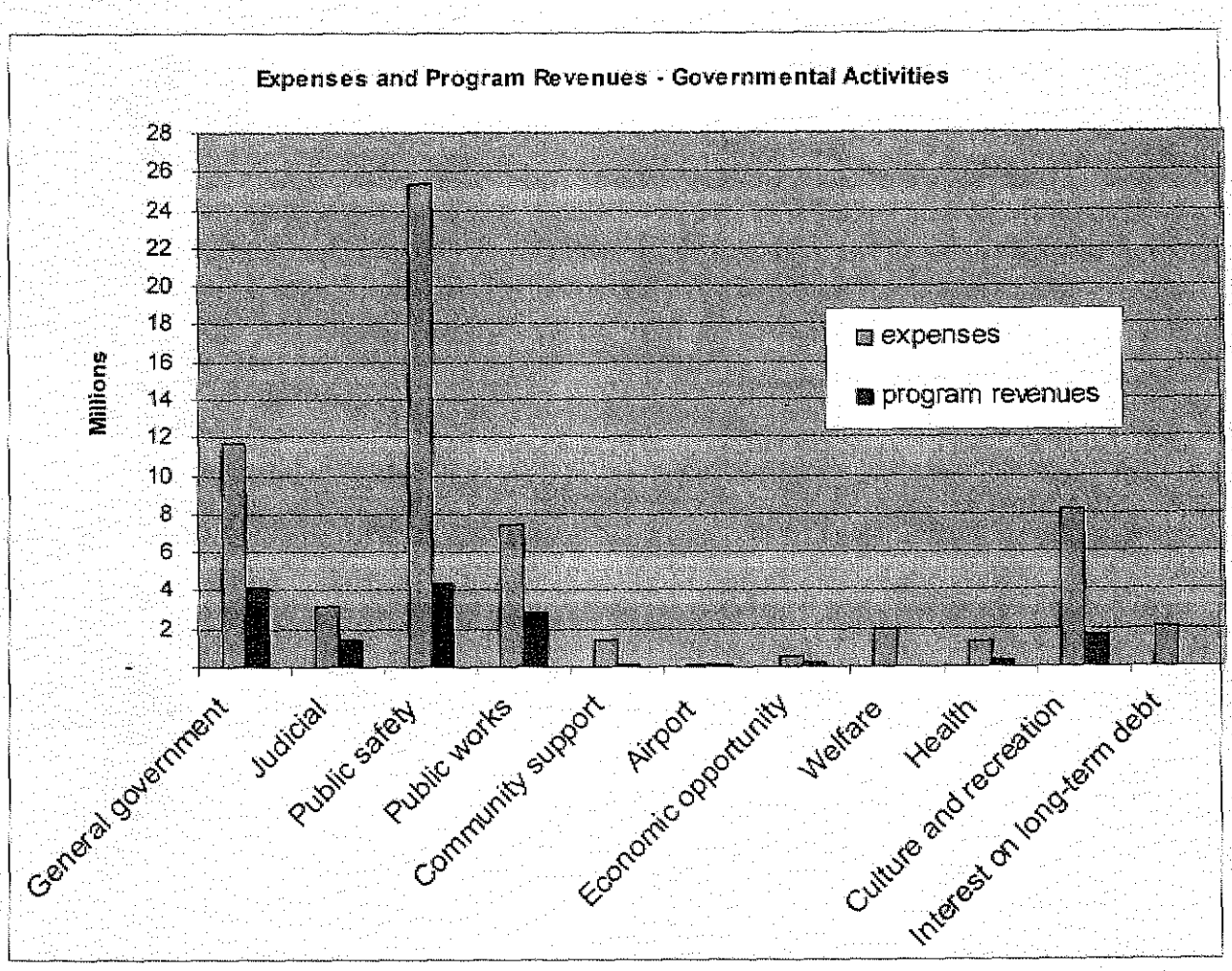
	Governmental Activities		Business-type Activities		Total	
	2005	2004	2005	2004	2005	2004
Revenues:						
Program revenues:						
Charges for services	$ 6,995,677	$ 6,287,043	$ 17,884,199	$ 17,437,463	$ 24,879,876	$ 23,724,506
Operating grants and contributions	6,003,596	3,351,158	31,080	44,830	6,034,676	3,395,988
Capital grants and contributions	2,211,437	568,537	5,150,750	2,934,428	7,362,187	3,502,965
General revenues:						
Property taxes	14,399,482	13,622,347	-	-	14,399,482	13,622,347
Other taxes	40,131,821	37,053,583	-	-	40,131,821	37,053,583
Other	1,389,526	381,467	691,631	(18,239)	2,081,157	363,228
Total Revenues	71,131,539	61,264,135	23,757,660	20,398,482	94,889,199	81,662,617
Expenses:						
General government	11,732,939	10,368,245	-	-	11,732,939	10,368,245
Judicial	3,158,460	2,826,724	-	-	3,158,460	2,826,724
Public safety	25,320,788	21,632,395	-	-	25,320,788	21,632,395
Public works	7,462,191	7,389,511	-	-	7,462,191	7,389,511
Community support	1,476,257	5,805,226	-	-	1,476,257	5,805,226
Airport	126,043	270,425	-	-	126,043	270,425
Economic opportunity	520,190	243,268	-	-	520,190	243,268
Welfare	1,915,957	1,482,239	-	-	1,915,957	1,482,239
Health	1,320,958	1,040,547	-	-	1,320,958	1,040,547
Culture and recreation	8,184,715	7,368,395	-	-	8,184,715	7,368,395
Interest and fiscal charges	2,126,197	1,486,850	-	-	2,126,197	1,486,850
Landfill	-	-	1,058,363	1,534,489	1,058,363	1,534,489
Ambulance	-	-	2,599,930	2,635,082	2,599,930	2,635,082
Sewer	-	-	7,164,159	7,044,425	7,164,159	7,044,425
Water	-	-	7,670,393	7,385,857	7,670,393	7,385,857
Cemetery	-	-	199,167	193,136	199,167	193,136
Building Permits	-	-	1,476,259	1,419,040	1,476,259	1,419,040
Stormwater Drainage	-	-	286,562	21,170	286,562	21,170
Total Expenses	63,344,695	59,913,825	20,454,833	20,233,199	83,799,528	80,147,024
Increase in net assets before transfers	7,786,844	1,350,310	3,302,827	165,283	11,089,671	1,515,593
Transfers	1,230,203	(38,651)	(1,230,203)	38,651	-	-
Increase in net assets	9,017,047	1,311,659	2,072,624	203,934	11,089,671	1,515,593
Net assets - July 1	92,365,856	91,054,197	90,257,907	90,053,973	182,623,763	181,108,170
Net assets - June 30	$ 101,382,903	$ 92,365,856	$ 92,330,531	$ 90,257,907	$ 193,713,434	$ 182,623,763

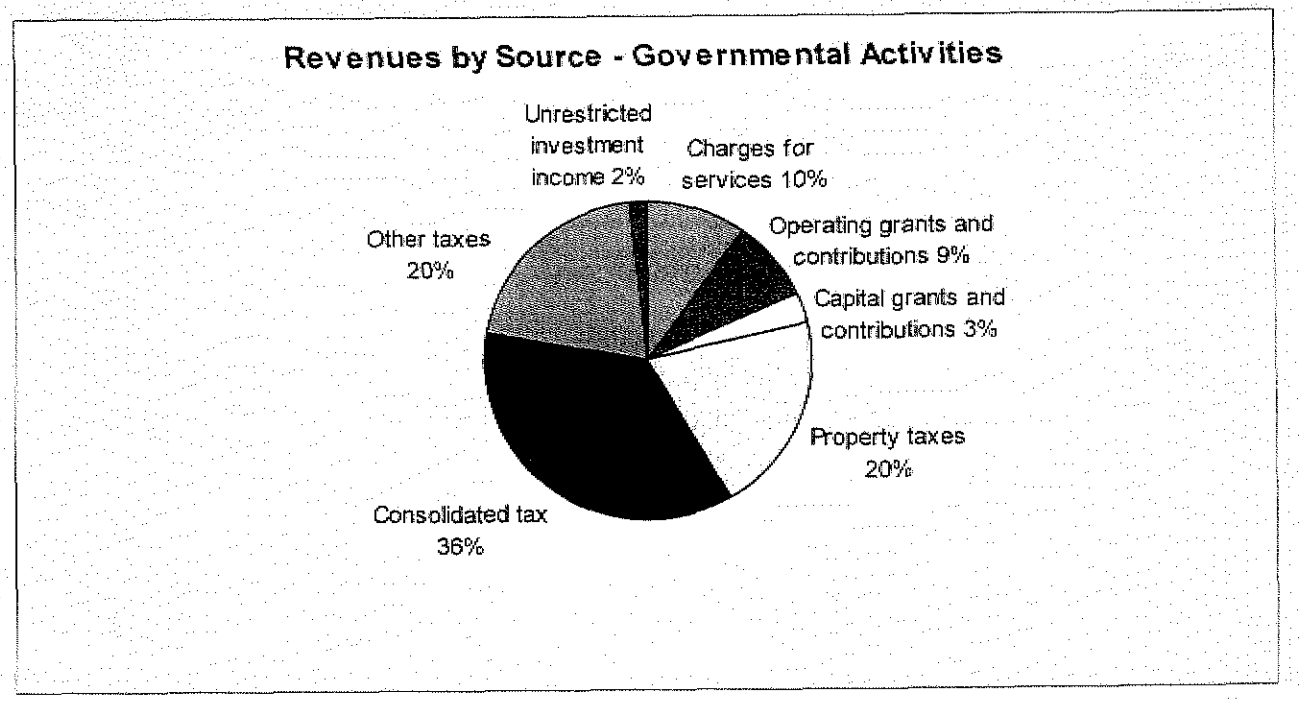
Governmental activities. Governmental activities increased the City's net assets by $9,017,047, an increase of $7,705,388 from the prior year. Key elements of the change from prior year are as follows:

- Consolidated tax increased by $1,833,407 (8 percent) during the year. Most of this increase is the result of the increase in taxable sales.
- $4 million decrease in community support expenditures due to payments to Carson City Convention and Visitors' Bureau from the bond proceeds for the Virginia and Truckee Railroad Project in the prior year.
- Capital grants and contributions increased $1.6 million due to contributions of infrastructure from developers in the current year.
- Unrestricted investment income increased $1.1 million from the prior year due to an increase in the fair value of investments.

Program revenues for governmental activities provided 24 percent of the resources necessary to pay the cost of providing program services. The remaining program costs were financed with general revenues.

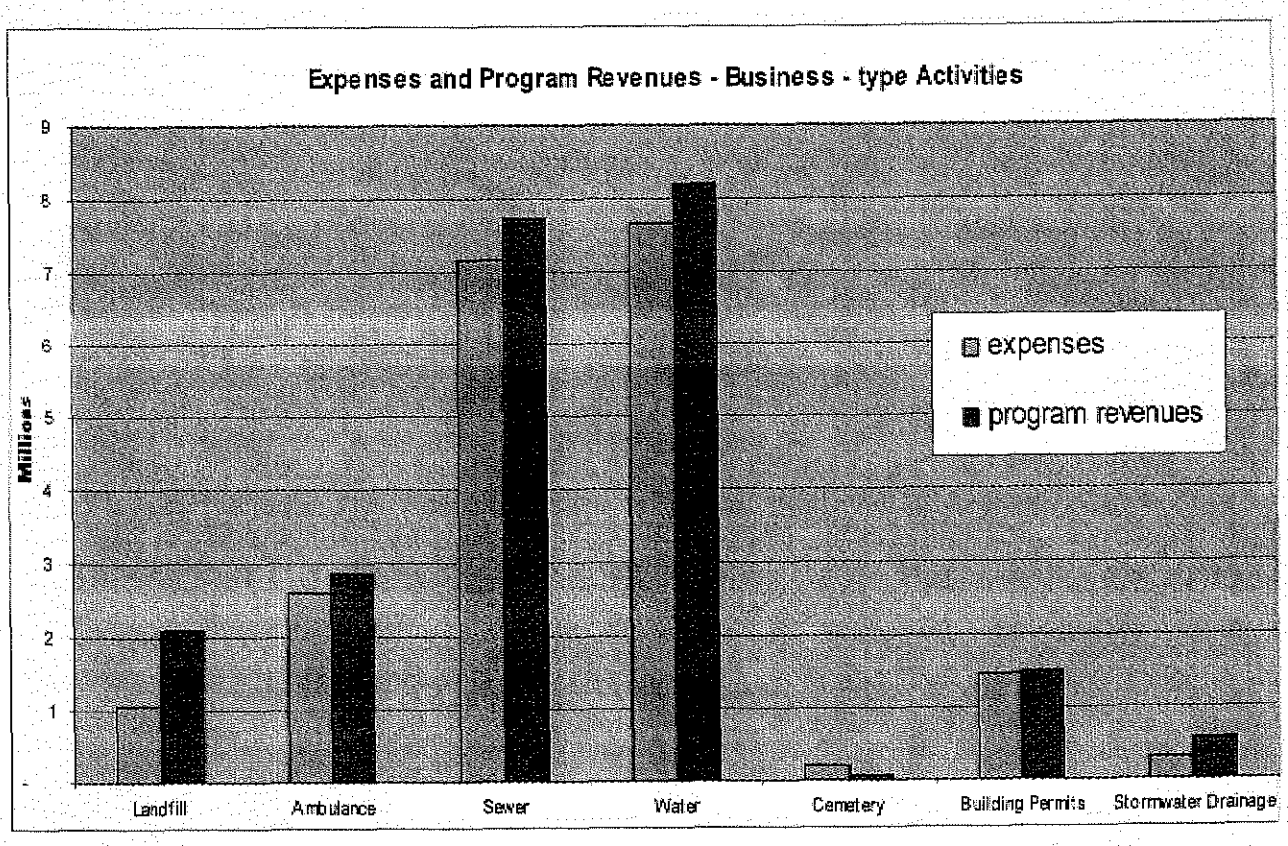
The largest general revenues are consolidated tax of $25,661,323 and property taxes of $14,399,482.

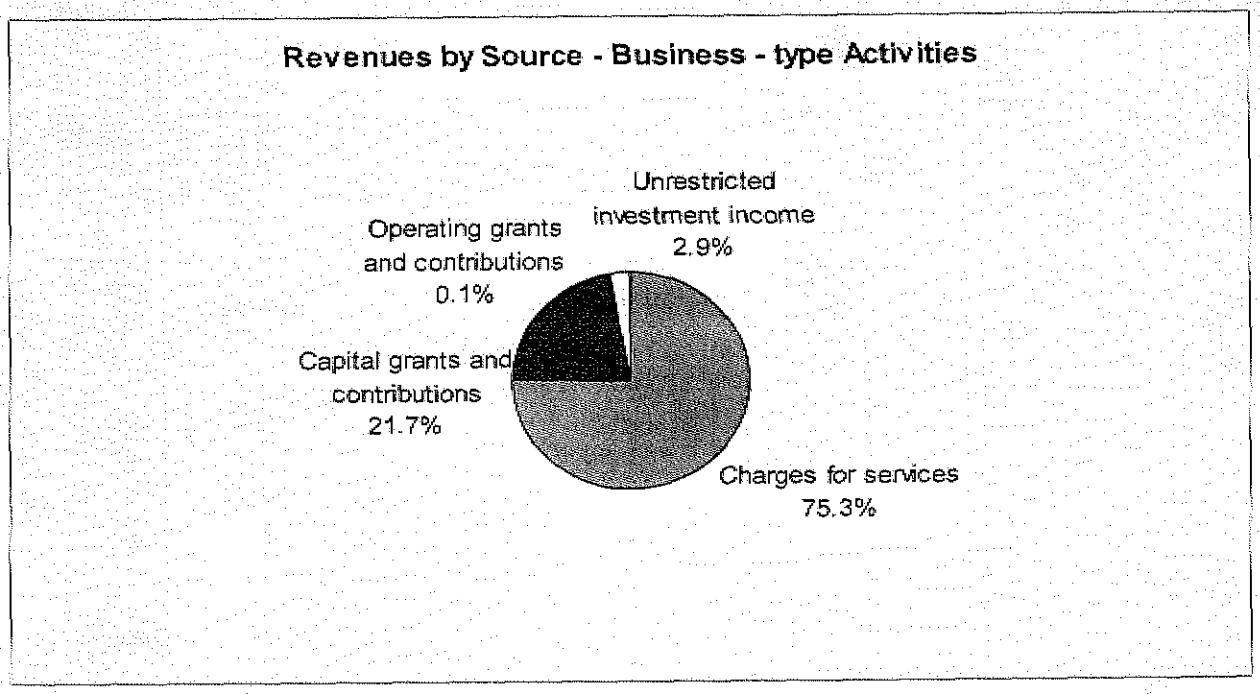




Business-type activities. Business-type activities increased the City's net assets by $2,072,624, accounting for 19 percent of the total growth in the City's net assets. Investment earnings increased by $700,000 because of an overall increase in the size of the investment portfolio, as well as an increase in the fair value of investments. Connection fees in the Sewer and Water funds increased $1.6 million from the prior year due to an increase in commercial development.

Sewer and water expenses represent 73 percent of total expenses for business-type activities.





Financial Analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of $48,529,043, an increase of $9,253,117 in comparison with the prior year. Of this total amount, $47,981,353 constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of fund balance is *reserved* to indicate that it is not available for new spending because it has already been committed 1) for unspent donations ($188,063), 2) for judicial programs ($275,486), or 3) for a variety of other restricted purposes ($84,141).

The General Fund is the chief operating fund of the City. At the end of the current fiscal year, unreserved fund balance of the General Fund was $11,052,156, while total fund balance reached $11,598,981. 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 23 percent of total General Fund expenditures, while total fund balance represents 24 percent of that same amount.

The fund balance of the City's General Fund decreased by $334,382 during the current fiscal year, a decrease of $3,005,949 from the prior year. Key elements of the change from prior year are as follows:

- Consolidated taxes increased by $1.8 million over the prior year as a result of an increase in sales tax collections offset in part by an increase in ongoing expenditures.

- Transfers out increased by $3.7 million from the prior year. A portion of this increase is due to the transfer of $900,000 to the Stabilization Fund and $750,000 to the Insurance Fund to offset the cost of various lawsuit settlements. The remaining increase of $2 million is due to an increase in the amount allocated to capital programs in the current fiscal year.

The Quality of Life Fund has a total fund balance of $12,971,839, all of which is unreserved except for $358. The fund balance increased by $7,028,776 during the current fiscal year, an increase of $6,249,902 over the prior year. Key elements of the change from prior year are as follows:

- The issuance of $5,835,000 in bonds for various park improvements.
- The issuance of $3,028,000 in notes for the purchase of property for open space.
- $2.9 million purchase of property for open space.

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

Unrestricted net assets at the end of the year amounted to $9,436,572 in the Sewer Fund, $6,963,299 for the Water Fund, and ($694,699) for the Stormwater Drainage Fund. The total growth (decline) in net assets for the funds was $1,008,583, $680,867, and ($860,662), respectively. Other factors concerning the finances of these three funds have already been addressed in the discussion of the City's business-type activities.

General Fund Budgetary Highlights

Budgeted appropriations increased $3,657,669 between the original budget and the final amended budget. The increase can be briefly summarized as follows:

- $3.2 million increase in expenditures due to carryover of grants and donations from the prior year and current year increase in grants and donations.
- Carryover of program costs from the prior year budget amounting to $150,000 allocated to various departments.
- $80,000 increase due to capital lease acquisitions for various departments.
- $110,000 increase in various department services offset by increases in charges for services.

Of this increase, $3.1 million was to be funded out of grant and donation carryovers from the prior year and current year increases in these revenues. Approximately $110,000 was funded from charges for services, $80,000 from capital leases, and the remaining $250,000 was to be budgeted from available fund balance.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental and business-type activities as of June 30, 2005, amounts to $218,117,307 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, infrastructure and water rights. The total increase in the City's investment in capital assets for the current fiscal year was 8 percent (an 8 percent increase for governmental activities and an 8 percent increase for business-type activities).

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

- Donated infrastructure (streets, curb and gutter) from developers was valued at $1.6 million.
- Purchase of land for open space at a cost of approximately $2.9 million.
- $1.2 million for the purchase of equipment funded by U.S. Department of Homeland Security grants.
- $700,000 for vehicle replacement program and buses for transit system.
- $600,000 for lighting improvements at park facility.
- A variety of street construction projects are on-going, such as widening and expansion projects, at a cost of approximately $1.0 million.
- $8.0 million for improvements to increase capacity of the water system.

Carson City's Capital Assets
(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2005	2004	2005	2004	2005	2004
Land	$ 20,929,040	$ 17,448,539	$ 1,513,454	$ 1,495,305	$ 22,442,494	$ 18,943,844
Construction in progress/infrastructure	818,380	1,675,994	-	-	818,380	1,675,994
Construction in progress	4,724,128	7,705,764	15,028,756	8,997,302	19,752,884	16,703,066
Buildings	44,643,143	41,854,518	10,069,880	10,149,699	54,713,023	52,004,217
Improvements other than buildings	12,239,726	12,486,942	79,417,032	77,629,463	91,656,758	90,116,405
Machinery and equipment	9,417,740	7,508,089	3,007,313	2,503,669	12,425,053	10,011,758
Infrastructure	8,301,455	4,989,806	-	-	8,301,455	4,989,806
Water rights	-	-	8,007,260	8,007,260	8,007,260	8,007,260
Total	$ 101,073,612	$ 93,669,652	$ 117,043,695	$ 108,782,698	$ 218,117,307	$ 202,452,350

Additional information on the City's capital assets can be found in note 3-B on pages 37-41 of this report.

Long-term debt. At the end of the current fiscal year, the City had total bonded debt outstanding of $99,575,095. Of this amount, $92,245,095 comprises debt backed by the full faith and credit of the government. The remainder of the City's debt represents bonds secured solely by specified revenue sources (i.e., revenue bonds).

Carson City's Outstanding Debt
General Obligation and Revenue Bonds

	Governmental activities		Business-type activities		Total	
	2005	2004	2005	2004	2005	2004
General obligation bonds	$ 37,953,154	$ 32,973,990	$ 54,291,941	$ 42,171,690	$ 92,245,095	$ 75,145,680
Special assessment debt with governmental commitment	-	215,000	-	-	-	215,000
Revenue bonds	7,330,000	7,670,000	-	-	7,330,000	7,670,000
Total	$ 45,283,154	$ 40,858,990	$ 54,291,941	$ 42,171,690	$ 99,575,095	$ 83,030,680

The City's total bonded debt increased by $16,544,415 (20 percent) during the current fiscal year. Key factors in this increase were the issuance of general obligation revenue bonds in the amount of $9,000,000 for the Water Fund, $6,000,000 for the Stormwater Drainage Fund and $6,815,000 for various parks projects.

The City maintains an "A+" rating from Standard & Poor's and an "A1" rating from Moody's for general obligation debt.

State statutes limit the amount of general obligation debt a governmental entity may issue up to 15 percent of its total assessed valuation. The current debt limitation for the City is $172,194,764, which is significantly in excess of the City's outstanding general obligation debt.

Additional information on the City's long-term debt can be found in note 3-D on pages 42-47 of this report.

Economic Factors and Next Year's Budgets and Rates

During the current fiscal year, unreserved fund balance in the General Fund decreased $401,456 to $11,052,156. The City has appropriated $8,959,556 of this amount for spending in the 2006 fiscal year budget.

Looking forward to fiscal 2005-06, total revenue growth excluding grants is projected to be 4.9 percent. While Carson City will continue to experience the effects of regional retail competition, taxable sales remain strong in the automotive, building materials and wholesale durable goods sectors. The City's assessed value grew 5.3 percent in fiscal 2004-05 to 1.126 billion and 7 percent in fiscal 2005-06 to 1.204 billion. The Board of Supervisors took the following actions in the fiscal 2005-06 budget:

- Identified $402,162 of ongoing revenues for service level enhancements which include:
  - On call Juvenile Youth Counselor
  - 1.5 Justice Court Technicians
  - CASA ongoing grant
  - Economic Development professional services
  - Park Maintenance Worker
  - Information Services travel and training
  - Child safety seat program
  - Property Appraiser Tech
  - Debt Service - Future Projects
- Provided $2.8 million in one shot and capital spending.

Requests for Information

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

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BASIC FINANCIAL STATEMENTS

CARSON CITY
STATEMENT OF NET ASSETS
JUNE 30, 2005

	PRIMARY GOVERNMENT		
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
ASSETS			
Cash and investments	$ 47,789,876	$ 30,599,733	$ 78,389,609
Receivables (net of allowances for uncollectibles)	1,755,483	1,878,797	3,634,280
Due from other governments	9,328,823	1,772,684	11,101,507
Due from component units	12,635	-	12,635
Due from primary government	-	-	-
Internal balances	507,155	(507,155)	-
Inventories	119,439	262,373	381,812
Prepaids	74,462	1,072	75,534
Restricted assets:			
Cash and investments	919,400	2,985,368	3,904,768
Other assets	377,314	513,632	890,946
Capital assets (net of accumulated depreciation):			
Land	20,929,040	1,513,454	22,442,494
Construction in progress - infrastructure	818,380	-	818,380
Construction in progress	4,724,128	15,028,756	19,752,884
Buildings	44,643,143	10,069,880	54,713,023
Improvements other than buildings	12,239,726	79,417,032	91,656,758
Machinery and equipment	9,417,740	3,007,313	12,425,053
Infrastructure	8,301,455	-	8,301,455
Water rights	-	8,007,260	8,007,260
Total Assets	161,958,199	154,550,199	316,508,398
LIABILITIES			
Accounts payable and accrued expenses	6,016,249	4,628,765	10,645,014
Accrued interest payable	440,278	408,745	849,023
Due to other governments	786,361	216,724	1,003,085
Due to component units	109,477	-	109,477
Due to primary government	-	-	-
Unearned revenue	147,571	339,290	486,861
Other liabilities	834,040	15,305	849,345
Current liabilities payable from restricted assets	856,130	440,005	1,296,135
Noncurrent liabilities:			
Due within one year	3,033,032	3,393,285	6,426,317
Due in more than one year	48,352,158	52,777,549	101,129,707
Total Liabilities	60,575,296	62,219,668	122,794,964
NET ASSETS			
Invested in capital assets, net of related debt	69,600,063	71,872,037	141,472,100
Restricted for:			
General government	38,617	-	38,617
Public safety	209,234	-	209,234
Judicial	204,059	-	204,059
Public works	5,489,797	-	5,489,797
Health	84,737	-	84,737
Culture and recreation	7,810,452	-	7,810,452
Welfare	42,649	-	42,649
Capital projects	549,364	-	549,364
Debt service	426,500	-	426,500
Claims	1,230,229	-	1,230,229
Emergency replacement	-	2,545,363	2,545,363
Unrestricted	15,697,202	17,913,131	33,610,333
Total net assets	$ 101,382,903	$ 92,330,531	$ 193,713,434

See accompanying notes.

COMPONENT UNITS	
AIRPORT AUTHORITY	CONVENTION AND VISITORS' BUREAU
$ 453,475	$ 5,334,936
10,064	176,453
-	41,000
-	-
103,998	5,479
-	-
-	10,438
8,900	330
-	-
245,093	-
146,542	-
-	-
-	-
-	95,984
-	2,618
62,468	6,618
-	-
-	-
1,030,540	5,673,856
22,266	53,226
-	-
-	9,376
-	-
-	12,635
51,424	-
-	80,060
-	-
6,240	-
238,853	48,522
318,783	203,819
209,010	105,220
-	3,440
-	-
-	-
-	-
-	-
-	4,328,146
-	-
-	-
-	299,638
-	-
-	-
502,747	733,593
$ 711,757	$ 5,470,037

See accompanying notes.

CARSON CITY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

		PROGRAM REVENUES		
FUNCTIONS/PROGRAMS	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Primary government:				
Governmental Activities:				
General government	$ 11,732,939	$ 3,025,997	$ 1,086,456	$ -
Judicial	3,158,460	1,420,357	52,305	-
Public safety	25,320,788	953,268	3,408,974	5,325
Public works	7,462,191	127,930	524,040	2,182,990
Community support	1,476,257	-	78,155	-
Airport	126,043	-	79,038	-
Economic opportunity	520,190	-	194,611	-
Welfare	1,915,957	-	26,248	-
Health	1,320,958	99,467	279,325	-
Culture and recreation	8,184,715	1,368,658	274,444	23,122
Debt Service:				
Interest and fiscal charges	2,126,197	-	-	-
Total Governmental Activities	63,344,695	6,995,677	6,003,596	2,211,437
Business-Type Activities:				
Landfill	1,058,363	2,101,413	3,817	-
Ambulance	2,599,930	2,878,935	-	-
Sewer	7,164,159	5,038,171	-	2,688,261
Water	7,670,393	5,696,364	26,427	2,462,489
Cemetery	199,167	81,897	836	-
Building Permits	1,476,259	1,514,599	-	-
Stormwater Drainage	286,562	572,820	-	-
Total Business-Type Activities	20,454,833	17,884,199	31,080	5,150,750
Total Primary Government	$ 83,799,528	$ 24,879,876	$ 6,034,676	$ 7,362,187
Component units:				
Airport Authority	$ 251,376	172,417	74,098	$ -
Convention and Visitors' Bureau	1,163,616	27,298	48,500	-
Total Component Units	$ 1,414,992	$ 199,715	$ 122,598	$ -

General Revenues:
- Property taxes
- Sales taxes
- Consolidated tax
- Franchise taxes
- Other taxes
- Room taxes
- Motor vehicle fuel tax
- Grants and contributions not restricted to specific programs
- Unrestricted investment income
- Miscellaneous revenue

Transfers

Total General Revenues and Transfers

Change in Net Assets

NET ASSETS, JULY 1

NET ASSETS, JUNE 30

See accompanying notes.

NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			COMPONENT UNITS	
GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	AIRPORT AUTHORITY	CONVENTION AND VISITORS' BUREAU
$ (7,620,486)	$ -	$ (7,620,486)	$ -	$ -
(1,685,798)	-	(1,685,798)	-	-
(20,953,221)	-	(20,953,221)	-	-
(4,627,231)	-	(4,627,231)	-	-
(1,398,102)	-	(1,398,102)	-	-
(47,005)	-	(47,005)	-	-
(325,579)	-	(325,579)	-	-
(1,889,709)	-	(1,889,709)	-	-
(942,166)	-	(942,166)	-	-
(6,518,491)	-	(6,518,491)	-	-
(2,126,197)	-	(2,126,197)	-	-
(48,133,985)	-	(48,133,985)	-	-
-	1,046,867	1,046,867	-	-
-	279,005	279,005	-	-
-	562,273	562,273	-	-
-	514,887	514,887	-	-
-	(116,434)	(116,434)	-	-
-	38,340	38,340	-	-
-	286,258	286,258	-	-
-	2,611,196	2,611,196	-	-
(48,133,985)	2,611,196	(45,522,789)	-	-
-	-	-	(4,861)	-
-	-	-	-	(1,087,818)
-	-	-	(4,861)	(1,087,818)
14,399,482	-	14,399,482	74,772	-
4,856,154	-	4,856,154	-	-
25,661,323	-	25,661,323	-	-
4,081,139	-	4,081,139	-	-
4,193,053	-	4,193,053	-	-
-	-	-	-	1,292,417
1,340,152	-	1,340,152	-	-
576	-	576	-	-
1,197,060	691,631	1,888,691	6,692	109,824
191,890	-	191,890	-	-
1,230,203	(1,230,203)	-	-	-
57,151,032	(538,572)	56,612,460	81,464	1,402,241
9,017,047	2,072,624	11,089,671	76,603	314,423
92,365,856	90,257,907	182,623,763	635,154	5,155,614
$ 101,382,903	$ 92,330,531	$ 193,713,434	$ 711,757	$ 5,470,037

See accompanying notes.

CARSON CITY
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2005

	GENERAL	QUALITY OF LIFE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
ASSETS				
Cash and investments	$ 7,050,443	$ 12,610,816	$ 24,606,641	$ 44,267,900
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	75,969	-	19,661	95,630
Accounts receivable	1,100,591	-	21,325	1,121,916
Interest	510,366	-	-	510,366
Due from other funds	545,000	-	-	545,000
Due from other governments	6,214,362	433,133	2,644,337	9,291,832
Due from component units	11,680	-	955	12,635
Inventories	9,679	-	-	9,679
Prepaid items	73,597	358	507	74,462
Restricted assets:				
Cash and investments	897,331	-	22,069	919,400
Total Assets	$ 16,489,018	$ 13,044,307	$ 27,315,495	$ 56,848,820
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 789,853	$ 54,719	$ 1,839,949	$ 2,684,521
Accrued interest payable	-	-	17,987	17,987
Accrued salaries and benefits	2,781,541	17,749	123,009	2,922,299
Payable from restricted assets	834,061	-	22,069	856,130
Due to other funds	-	-	545,000	545,000
Due to other governments	123,344	-	663,017	786,361
Due to component units	74,772	-	34,705	109,477
Other liabilities	145,887	-	-	145,887
Deferred revenue	90,783	-	13,761	104,544
Unearned revenue	49,796	-	97,775	147,571
Total Liabilities	4,890,037	72,468	3,357,272	8,319,777
Fund balances:				
Reserved for inventory	9,679	-	-	9,679
Reserved for gifts and donations	188,063	-	-	188,063
Reserved for administrative assessments	81,606	-	-	81,606
Reserved for courts	155,694	-	-	155,694
Reserved for Co. Recorder technology	38,186	-	-	38,186
Reserved for prepaid items	73,597	358	507	74,462
Unreserved, reported in:				
General fund:				
Designated for subsequent year's expenditures	8,959,556	-	-	8,959,556
Undesignated	2,092,600	-	-	2,092,600
Special revenue funds:				
Designated for subsequent year's expenditures	-	4,579,324	5,720,786	10,300,110
Undesignated	-	8,392,157	13,657,762	22,049,919
Debt service funds	-	-	1,647,592	1,647,592
Capital projects funds	-	-	2,931,576	2,931,576
Total Fund Balances	11,598,981	12,971,839	23,958,223	48,529,043
Total Liabilities and Fund Balances	$ 16,489,018	$ 13,044,307	$ 27,315,495	$ 56,848,820

See accompanying notes.

CARSON CITY
RECONCILIATION OF THE BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
GOVERNMENTAL FUNDS
JUNE 30, 2005

Fund Balances - Governmental Funds (page 8)		$ 48,529,043
Amounts reported for governmental activities in the statement of net assets (pages 4-5) are different because:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.		
Governmental capital assets	$ 131,200,325	
Less: Accumulated depreciation	(30,134,300)	
		101,066,025
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the governmental funds.		
General obligation bonds payable	(910,000)	
General obligation revenue bonds payable	(37,043,154)	
Notes payable	(3,598,036)	
Revenue bonds payable	(7,330,000)	
Loss on bond refunding	967,292	
Less: current year amortization	(88,607)	
Issuance discount	206,658	
Less: current year amortization	(8,244)	
Deferred charge for issuance costs	390,153	
Less: current year amortization	(12,839)	
Capital leases payable	(82,473)	
Compensated absences	(3,331,198)	
		(50,840,448)
Interest payable		(422,291)
Deferred revenue represents amounts that are not available to fund current expenditures and, therefore, are not reported in the governmental funds.		104,544
Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of the internal service funds are reported with governmental activities.		2,438,875
Internal balances are receivable from business-type activities.		507,155
Net Assets - Governmental Activities (pages 4-5)		$ 101,382,903

See accompanying notes.

CARSON CITY
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	GENERAL	QUALITY OF LIFE	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
Revenues:				
Taxes	$ 10,787,005	$ 2,427,960	$ 10,012,922	$ 23,227,887
Licenses and permits	5,688,240	-	-	5,688,240
Intergovernmental revenues	29,529,628	-	4,111,189	33,640,817
Charges for services	6,822,554	2,145	172,693	6,997,392
Fines and forfeits	847,606	-	54,930	902,536
Miscellaneous	762,005	264,375	1,095,283	2,121,663
Total Revenues	54,437,038	2,694,480	15,447,017	72,578,535
Expenditures:				
Current:				
General government	12,012,590	-	1,985,717	13,998,307
Public safety	22,532,451	-	3,081,788	25,614,239
Judicial	2,984,486	-	108,979	3,093,465
Public works	2,675,588	-	7,765,819	10,441,407
Health	1,284,469	-	247,872	1,532,341
Welfare	431,953	-	1,479,829	1,911,782
Culture and recreation	5,930,933	3,774,508	1,463,926	11,169,367
Community support	381,162	-	371,803	752,965
Airport	-	-	79,038	79,038
Economic opportunity	342,387	-	250,655	593,042
Capital outlay	-	-	306,392	306,392
Debt service:				
Principal retirement	-	-	2,576,513	2,576,513
Interest and fiscal charges	-	-	1,958,684	1,958,684
Total Expenditures	48,576,019	3,774,508	21,677,015	74,027,542
Excess (Deficiency) of Revenues over Expenditures	5,861,019	(1,080,028)	(6,229,998)	(1,449,007)
Other Financing Sources (Uses):				
Sales of surplus property	4,513	-	36,100	40,613
Bonds issued	-	5,835,000	980,000	6,815,000
Notes issued	-	3,028,000	-	3,028,000
Capital leases	85,749	-	-	85,749
Transfers in	169,164	-	9,792,279	9,961,443
Transfers out	(6,454,827)	(692,154)	(2,015,351)	(9,162,332)
Discount on bonds issued	-	(62,042)	(4,307)	(66,349)
Total Other Financing Sources (Uses)	(6,195,401)	8,108,804	8,788,721	10,702,124
Net Change in Fund Balances	(334,382)	7,028,776	2,558,723	9,253,117
Fund Balances, July 1	11,933,363	5,943,063	21,399,500	39,275,926
Fund Balances, June 30	$ 11,598,981	$ 12,971,839	$ 23,958,223	$ 48,529,043

See accompanying notes.

CARSON CITY
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

Net Change in Fund Balances - Governmental Funds (page 10)		$ 9,253,117
Amounts reported for governmental activities in the statement of activities (pages 6-7) are different because:		
Governmental funds report capital outlays as expenditures and the proceeds from the sale of assets as other financing sources. However, in the statement of activities, the cost of those assets is depreciated over their estimated useful lives and only the gain or loss is recorded when assets are sold.		
Expenditures for capital assets	$ 9,041,401	
Contributions of capital assets from business-type activities	40,910	
Donated capital assets	1,787,285	
Transfers of capital assets to business-type activities	(27,908)	
Sale/disposition of assets	(378,190)	
Less: Current year depreciation	(3,056,977)	
		7,406,521
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.		
Change in deferred revenue		(13,707)
Bond and note proceeds and capital leases provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond and note principal and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which bonds and notes issued and capital lease financing exceeded repayments and costs of issuance.		
Bonds and notes issued	(9,843,000)	
Bond issuance costs	222,330	
Bond discounts	66,349	
Capital lease financing	(85,749)	
Accrued interest	(422,291)	
Capital lease payments	3,276	
Interest payments	351,629	
Principal payments	2,576,513	
		(7,130,943)
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.		
Amortization of loss on bond refunding	(88,607)	
Amortization of issuance costs	(12,839)	
Amortization of bond discounts	(8,244)	
Change in long-term compensated absences	(330,424)	
		(440,114)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net loss of the internal service funds is reported with governmental activities.		(57,827)
Change in Net Assets of Governmental Activities (pages 6-7)		$ 9,017,047

See accompanying notes.

CARSON CITY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
Revenues:				
Taxes	$ 10,831,497	$ 10,831,497	$ 10,787,005	$ (44,492)
Licenses and permits	5,349,000	5,349,000	5,688,240	339,240
Intergovernmental revenues	25,113,498	28,285,286	29,529,628	1,244,342
Charges for services	6,798,058	6,906,573	6,822,554	(84,019)
Fines and forfeits	840,000	844,996	847,606	2,610
Miscellaneous	936,000	963,900	762,005	(201,895)
Total Revenues	49,868,053	53,181,252	54,437,038	1,255,786
Expenditures:				
Current:				
General government	12,638,166	12,572,876	12,012,590	560,286
Public safety	20,906,136	23,240,129	22,532,451	707,678
Judicial	2,876,067	3,086,363	2,984,486	101,877
Public works	2,671,158	3,040,933	2,675,588	365,345
Health	1,018,827	1,440,939	1,284,469	156,470
Welfare	412,717	431,953	431,953	-
Culture and recreation	5,939,801	6,445,947	5,930,933	515,014
Community support	1,029,283	385,300	381,162	4,138
Economic opportunity	-	659,460	342,387	317,073
Total Expenditures	47,492,155	51,303,900	48,576,019	2,727,881
Excess (Deficiency) of Revenues over Expenditures	2,375,898	1,877,352	5,861,019	3,983,667
Other Financing Sources (Uses):				
Sales of surplus property	20,000	20,000	4,513	(15,487)
Capital leases	-	78,740	85,749	7,009
Transfers in	177,070	205,320	169,164	(36,156)
Transfers out	(6,104,827)	(6,454,827)	(6,454,827)	-
Contingency	(1,000,000)	(495,924)	-	495,924
Total Other Financing Sources (Uses)	(6,907,757)	(6,646,691)	(6,195,401)	451,290
Net Change in Fund Balances	(4,531,859)	(4,769,339)	(334,382)	4,434,957
Fund Balances, July 1	8,846,685	11,933,363	11,933,363	-
Fund Balances, June 30	$ 4,314,826	$ 7,164,024	$ 11,598,981	$ 4,434,957

See accompanying notes.

CARSON CITY
QUALITY OF LIFE FUND
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		ACTUAL AMOUNTS	VARIANCE WITH FINAL BUDGET
	ORIGINAL	FINAL		
Revenues:				
Taxes	$ 2,250,000	$ 2,250,000	$ 2,427,960	$ 177,960
Charges for services	3,200	3,200	2,145	(1,055)
Miscellaneous	100,000	100,000	264,375	164,375
Total Revenues	2,353,200	2,353,200	2,694,480	341,280
Expenditures:				
Current:				
Culture and recreation	1,640,250	15,615,312	3,774,508	11,840,804
Excess (Deficiency) of Revenues over Expenditures	712,950	(13,262,112)	(1,080,028)	12,182,084
Other Financing Sources (Uses):				
Bonds issued	-	5,835,000	5,835,000	-
Notes issued	-	3,028,000	3,028,000	-
Transfers out	(549,805)	(728,310)	(692,154)	36,156
Discount on bonds issued	-	(62,042)	(62,042)	-
Total Other Financing Sources (Uses)	(549,805)	8,072,648	8,108,804	36,156
Net Change in Fund Balances	163,145	(5,189,464)	7,028,776	12,218,240
Fund Balances, July 1	590,454	5,943,063	5,943,063	-
Fund Balances, June 30	$ 753,599	$ 753,599	$ 12,971,839	$ 12,218,240

See accompanying notes.

CARSON CITY
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2005
(PAGE 1 OF 2)

	BUSINESS-TYPE ACTIVITIES -		
	SEWER	WATER	STORMWATER DRAINAGE
ASSETS			
Current assets (unrestricted):			
Cash and investments	$ 8,420,311	$ 13,391,604	$ 5,134,680
Receivables:			
Accounts and contracts, net	320,883	483,392	32,495
Due from other governments	1,156,957	597,727	-
Inventories	-	255,671	-
Prepaid items	255	200	-
Total Current Assets (Unrestricted)	9,898,406	14,728,594	5,167,175
Current assets (restricted):			
Cash and investments	90,183	349,822	-
Total Current Assets	9,988,589	15,078,416	5,167,175
Noncurrent assets:			
Restricted cash and investments	2,545,363	-	-
Other assets	75,026	309,180	129,426
Capital assets:			
Land	757,704	446,506	-
Buildings	10,298,161	1,585,664	-
Improvements other than buildings	76,607,642	51,825,725	10,330
Machinery and equipment	2,953,815	1,485,111	340,849
Water rights	-	8,007,260	-
Construction in progress	6,760,047	8,268,709	-
	97,377,369	71,618,975	351,179
Less: Accumulated depreciation	(34,886,746)	(20,100,919)	-
Net Capital Assets	62,490,623	51,518,056	351,179
Total Noncurrent Assets	65,111,012	51,827,236	480,605
Total Assets	75,099,601	66,905,652	5,647,780

See accompanying notes.

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
$ 3,653,138	$ 30,599,733	$ 3,521,976
1,042,027	1,878,797	27,571
18,000	1,772,684	36,991
6,702	262,373	109,760
617	1,072	-
4,720,484	34,514,659	3,696,298
-	440,005	-
4,720,484	34,954,664	3,696,298
-	2,545,363	-
-	513,632	-
309,244	1,513,454	-
443,842	12,327,667	-
173,211	128,616,908	-
2,718,504	7,498,279	25,609
-	8,007,260	-
-	15,028,756	-
3,644,801	172,992,324	25,609
(960,964)	(55,948,629)	(18,022)
2,683,837	117,043,695	7,587
2,683,837	120,102,690	7,587
7,404,321	155,057,354	3,703,885

See accompanying notes.

CARSON CITY
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2005
(PAGE 2 OF 2)

	BUSINESS-TYPE ACTIVITIES -		
	SEWER	WATER	STORMWATER DRAINAGE
LIABILITIES			
Current liabilities payable from unrestricted assets:			
Accounts payable	$ 402,988	$ 3,210,645	$ 212,214
Accrued salaries and benefits	83,434	112,695	-
Accrued interest	212,631	190,397	4,281
Due to other governments	-	216,634	-
Unearned revenue	-	-	100,000
Other current liabilities	-	-	-
Current portion:			
Commitments payable	-	15,305	-
General obligation bonds and notes payable	1,168,312	1,815,000	205,000
Total Current Liabilities Payable from Unrestricted Assets	1,867,365	5,560,676	521,495
Current liabilities payable from restricted assets:			
Construction contracts, retained percent	78,420	329,260	-
Connection deposits	11,763	20,562	-
Total Current Liabilities Payable from Restricted Assets	90,183	349,822	-
Total Current Liabilities	1,957,548	5,910,498	521,495
Noncurrent liabilities:			
Accrued compensated absences	160,932	205,724	-
Other liabilities	-	-	-
Closure / post closure care costs	-	-	-
General obligation bonds and notes payable	17,958,253	27,253,864	5,820,984
Total Noncurrent Liabilities	18,119,185	27,459,588	5,820,984
Total Liabilities	20,076,733	33,370,086	6,342,479
NET ASSETS			
Invested in capital assets, net of related debt	43,040,933	26,572,267	-
Restricted for emergency replacement	2,545,363	-	-
Unrestricted	9,436,572	6,963,299	(694,699)
Total Net Assets	$ 55,022,868	$ 33,535,566	$ (694,699)
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			
Net assets of business - type activities			

See accompanying notes.

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
$ 417,208	$ 4,243,055	$ 365,359
189,581	385,710	44,070
1,436	408,745	-
90	216,724	-
239,290	339,290	-
-	-	688,153
-	15,305	-
135,000	3,323,312	-
982,605	8,932,141	1,097,582
-	407,680	-
-	32,325	-
-	440,005	-
982,605	9,372,146	1,097,582
268,409	635,065	117,799
-	-	49,629
889,356	889,356	-
290,000	51,323,101	-
1,447,765	52,847,522	167,428
2,430,370	62,219,668	1,265,010
2,258,837	71,872,037	7,587
-	2,545,363	-
2,715,114	18,420,286	2,431,288
$ 4,973,951	92,837,686	$ 2,438,875
	(507,155)	
	$ 92,330,531	

See accompanying notes.

CARSON CITY
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	BUSINESS-TYPE ACTIVITIES -		
	SEWER	WATER	STORMWATER DRAINAGE
Operating Revenues:			
Charges for services	$ 5,023,611	$ 5,686,284	$ 572,820
Operating Expenses:			
Salaries and wages	1,006,320	1,343,737	-
Employee benefits	356,487	418,095	-
Services and supplies	2,433,743	3,245,266	282,135
Depreciation	2,387,624	1,543,594	-
Total Operating Expenses	6,184,174	6,550,692	282,135
Operating Income (Loss)	(1,160,563)	(864,408)	290,685
Nonoperating Revenues (Expenses):			
Investment income	267,285	260,593	75,618
Intergovernmental revenues	-	471,310	-
Miscellaneous	14,560	10,080	-
Interest expense	(789,423)	(974,374)	-
Gain (loss) on sales of capital assets	(8,000)	13,438	-
Bond issuance costs	(5,013)	(11,072)	(4,427)
Total Nonoperating Revenues (Expenses)	(520,591)	(230,025)	71,191
Income (Loss) Before Contributions and Transfers	(1,681,154)	(1,094,433)	361,876
Capital Contributions:			
Capital assets	1,476	84,267	-
Developers	428,612	827,372	-
Connection fees	2,259,649	1,190,234	-
Total Capital Contributions	2,689,737	2,101,873	-
Transfers In	-	-	-
Transfers Out	-	(326,573)	(1,222,538)
Change in Net Assets	1,008,583	680,867	(860,662)
Net Assets, July 1	54,014,285	32,854,699	165,963
Net Assets, June 30	$ 55,022,868	$ 33,535,566	$ (694,699)

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in net assets of business - type activities

See accompanying notes.

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
$ 6,572,538	$ 17,855,253	$ 8,925,633
2,269,502	4,619,559	600,155
883,889	1,658,471	199,511
1,886,778	7,847,922	9,660,530
222,529	4,153,747	2,561
5,262,698	18,279,699	10,462,757
1,309,840	(424,446)	(1,537,124)
88,135	691,631	92,618
4,173	475,483	45,961
16,282	40,922	226,389
(21,992)	(1,785,789)	-
(40,910)	(35,472)	-
-	(20,512)	-
45,688	(633,737)	364,968
1,355,528	(1,058,183)	(1,172,156)
252,637	338,380	-
	1,255,984	-
	3,449,883	-
252,637	5,044,247	-
-	-	750,000
-	(1,549,111)	-
1,608,165	2,436,953	(422,156)
3,365,786		2,861,031
$ 4,973,951		$ 2,438,875
	(364,329)	
	$ 2,072,624	

See accompanying notes.

CARSON CITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 1 OF 2)

	BUSINESS-TYPE ACTIVITIES -		
	SEWER	WATER	STORMWATER DRAINAGE
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received for services	$ 4,993,301	$ 5,755,492	$ 571,275
Cash payments for personnel costs	(1,349,795)	(1,769,821)	-
Cash payments for services and supplies	(2,414,164)	(3,146,259)	(244,661)
Miscellaneous cash received	14,560	10,080	-
Net Cash Provided (Used) by Operating Activities	1,243,902	849,492	326,614
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer from other funds	-	-	-
Transfer to other funds	-	(326,573)	(1,222,538)
Subsidy from federal grant	-	211,927	-
Subsidy from state grant	-	-	-
Net Cash Provided by Noncapital Financing Activities	-	(114,646)	(1,222,538)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from capital debt	-	8,929,863	6,025,984
Connection fees	2,259,649	1,190,234	-
Acquisition of capital assets	(1,937,543)	(5,105,952)	(186,636)
Principal paid on capital debt	(1,214,749)	(1,535,000)	-
Interest paid on capital debt	(812,901)	(977,023)	4,281
Bond issuance costs	(572)	(55,982)	(133,853)
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,706,116)	2,446,140	5,709,776
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income	267,285	260,593	75,618
Net Increase (Decrease) in Cash and Cash Equivalents	(194,929)	3,441,579	4,889,470
Cash and Cash Equivalents, July 1	11,250,786	10,299,847	245,210
Cash and Cash Equivalents, June 30	$ 11,055,857	$ 13,741,426	$ 5,134,680

See accompanying notes.

ENTERPRISE FUNDS		GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	
$ 6,444,107	$ 17,764,175	$ 8,904,969
(3,093,791)	(6,213,407)	(774,786)
(2,343,327)	(8,148,411)	(9,579,369)
16,282	40,922	226,389
1,023,271	3,443,279	(1,222,797)
-	-	750,000
-	(1,549,111)	-
356	212,283	45,961
3,817	3,817	-
4,173	(1,333,011)	795,961
-	14,955,847	-
-	3,449,883	-
(349,227)	(7,579,358)	-
(130,000)	(2,879,749)	-
(22,425)	(1,808,068)	-
-	(190,407)	-
(501,652)	5,948,148	-
88,132	691,628	92,618
613,924	8,750,044	(334,218)
3,039,214	24,835,057	3,856,194
$ 3,653,138	$ 33,585,101	$ 3,521,976

See accompanying notes.

CARSON CITY
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 2 OF 2)

	BUSINESS-TYPE ACTIVITIES -		
	SEWER	WATER	STORMWATER DRAINAGE
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ (1,160,563)	$ (864,408)	$ 290,685
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization expense	2,387,624	1,543,594	-
Provision for uncollectible accounts	-	-	-
Nonoperating revenues	14,560	10,080	-
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(24,290)	(27,763)	(1,545)
Due from other funds	1,695	12,436	76
Due from other governments	-	84,535	-
Inventories	-	26,965	-
Prepaid items	(255)	915	-
Increase (decrease) in:			
Accounts payable	30,739	42,333	37,398
Accrued salaries and benefits	9,677	(2,827)	-
Due to other governments	(12,600)	47,934	-
Unearned revenue	-	-	-
Connection deposits	(6,020)	(19,140)	-
Accrued compensated absences	3,335	(5,162)	-
Other liabilities	-	-	-
Closure/post closure care costs	-	-	-
Total Adjustments	2,404,465	1,713,900	35,929
Net Cash Provided (Used) by Operating Activities	$ 1,243,902	$ 849,492	$ 326,614
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:			
Purchase of capital assets on account	$ 121,176	$ 2,740,381	$ 164,543
Purchase of capital assets due to other governments	-	52,613	-
Retainage payable on construction of capital assets	78,420	329,260	-
Capital assets contributed by contractors	1,476	84,267	-

See accompanying notes.

ENTERPRISE FUNDS		
OTHER ENTERPRISE FUNDS	TOTAL ENTERPRISE FUNDS	GOVERNMENTAL ACTIVITIES - INTERNAL SERVICE FUNDS
$ 1,309,840	$ (424,446)	$ (1,537,124)
222,529	4,153,747	2,561
246,384	246,384	-
16,282	40,922	226,389
(433,637)	(487,235)	(24,239)
-	14,207	-
3,657	88,192	3,575
(1,586)	25,379	(14,954)
(89)	571	368,755
(16,593)	93,877	(101,163)
28,059	34,909	7,193
(41)	35,293	-
55,165	55,165	-
-	(25,160)	-
31,541	29,714	17,687
-	-	(171,477)
(438,240)	(438,240)	-
(286,569)	3,867,725	314,327
$ 1,023,271	$ 3,443,279	$ (1,222,797)
$ -	$ 3,026,100	$ -
-	52,613	-
-	407,680	-
252,637	338,380	-

See accompanying notes.

CARSON CITY
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2005

	INVESTMENT TRUST FUND	AGENCY FUNDS
ASSETS		
Cash and investments	$ 2,458,772	$ 1,638,202
Taxes receivable, delinquent	-	100,928
Due from other governments	-	128,120
Total Assets	2,458,772	1,867,250
LIABILITIES		
Accounts payable	-	6,657
Due to other governments	-	1,840,505
Other liabilities	-	20,088
Total Liabilities	-	1,867,250
NET ASSETS		
Held in trust for pool participants	$ 2,458,772	$ -

See accompanying notes.

CARSON CITY
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	INVESTMENT TRUST FUND
Investment income	$ 85,759
Capital share transactions:	
Shares sold	5,276,520
Less shares redeemed	(6,192,230)
Increase (Decrease) from Capital Share Transactions	(915,710)
Change in Net Assets	(829,951)
Net Assets, July 1	3,288,723
Net Assets, June 30	$ 2,458,772

See accompanying notes.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

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

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

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

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

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

Carson City Convention and Visitors' Bureau
1900 South Carson Street
Carson City, Nevada

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

B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

support. Likewise, the *primary government* is reported separately from certain legally separate *component units* for which the primary government is financially accountable.

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

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

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

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

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

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

Shared revenues are recorded at the time of receipt or earlier if the susceptible to accrual criteria are met. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other grant requirements have been met. All other revenue items are considered to be measurable and available only when cash is received by the City.

The government reports the following major governmental funds:

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

The *Quality of Life Fund* accounts for the voter approved one-quarter percent sales tax for the purpose of acquiring open space and the construction and maintenance of park and trail facilities.

The government reports the following major proprietary funds:

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

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

The *Stormwater Drainage Fund* accounts for the activities of the City's stormwater management program.

Additionally, the government reports the following fund types:

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

The *Investment Trust Fund* accounts for the external portion of the investment pool administered by the City.

Agency funds are used to account for assets held by the City in a purely custodial capacity for other organizations or governments.

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 (GASB). 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 the government-wide financial statements. Exceptions to this general rule are interfund services provided and used and other charges between the City's business-type activities and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

D. ASSETS, LIABILITIES, AND NET ASSETS OR EQUITY

1. Deposits and Investments

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

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

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

Investments are reported at fair value.

2. Investment Pool Investment Income

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

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

3. Receivables and Payables

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

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

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

The Ambulance Fund accounts receivable are presented net of the allowance for uncollectible accounts. The allowance for uncollectible accounts for the year ended June 30, 2005 was $1,110,948.

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

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

4. Inventories and Prepaid Items

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

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

5. Restricted Assets

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

Amounts in the Sewer Enterprise Fund are restricted for plant expansion and emergency replacement in accordance with grant agreements. In addition, amounts for connection deposits and construction contract retentions in the Sewer and Water Enterprise Funds are restricted given contractual requirements.

6. Capital Assets

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

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

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

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

Assets	Years
Buildings	40-50
Improvements other than buildings	30-50
Machinery and equipment	5-20
Infrastructure	30-50

The retroactive reporting of infrastructure is subject to an extended implementation period and is first mandated for the fiscal year ending in 2007. The City has elected to implement the retroactive infrastructure provisions in or before fiscal year ending June 30, 2007.

7. Long-Term Obligations

In the government-wide financial statements and the proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. For current and advanced refundings resulting in the defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. 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 current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. The City pays 33-1/3 percent of a portion of the employee's unused sick leave at time of employee termination if provided for in the applicable Employee Association contract. Vacation pay and sick leave payoff are accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

8. Connection Fees

It is the policy of the Board of Supervisors that new users hooking up to the water and sewer systems pay a "pro rata" share of the cost of the existing systems as calculated on the basis of "Equivalent Residential Customers." To this end, a connection fee is charged for new hookups to the water and sewer systems and the amounts are reported as capital contributions.

9. Equity Classifications

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

- Invested in Capital Assets, Net of Related Debt – Consists of capital assets, net of accumulated depreciation and reduced by outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

- Restricted Net Assets – Consists of net assets with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors, or laws and regulations of other governments; (2) law through constitutional provisions or enabling legislation.

- Unrestricted Net Assets – All other net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted."

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent the estimated opening fund balance in the City's 2005-2006 final budget. The undesignated fund balance represents the amount by which the actual ending fund balance exceeded the reservations and designations.

10. Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in financial position and operations for the funds.

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental and proprietary funds. All annual appropriations lapse at fiscal year end.

On or before mid-February of each year, all agencies of the City must submit requests for appropriations to the Internal Finance Committee comprised of the City Manager, Finance Director, Deputy Finance Director and Treasurer in order that a budget may be prepared. Before April 15th, a tentative budget is submitted to the Board of Supervisors, the Redevelopment Authority, and the State of Nevada. The City then holds a series of public hearings and a final budget must be prepared and adopted no later than June 1st.

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

B. EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The City conformed to all significant statutory constraints on its financial administration during the year with the following possible exceptions:

- Actual expenditures exceeded appropriations in the Economic Opportunity Function of the Capital Acquisition and Development Special Revenue Fund by $5,829. This is an apparent violation of NRS 354.626.

- Actual expenses exceeded appropriations in the Insurance Internal Service Fund by $23,077. This is an apparent violation of NRS 354.626.

- Actual expenditures exceeded appropriations in the Carson City Debt Service Fund by $8,505. These overexpenditures were funded by available fund balance and are not apparent violations of NRS.

C. SHORTFALL IN RESERVED AND UNRESERVED/DESIGNATED FUND BALANCES

The Senior Citizens Center, Stabilization, Redevelopment Administration and Firefighter Retirement Medical Special Revenue Funds' fund balances were insufficient to cover the budgeted July 1, 2005 opening fund balance by $40,478, $111,150, $7,642 and $394, respectively. The Carson City Debt Service Fund's fund balance was insufficient to cover the budgeted July 1, 2005 opening fund balance by $52,950.

NOTE 3 - DETAILED NOTES ON ALL FUNDS

A. DEPOSITS AND INVESTMENTS

At year end, the City's carrying amount of deposits was $2,200,251 and the bank balance was $2,490,791. All of the bank balance was covered by FDIC, SIPC, or collateralized by the Office of the State Treasurer / Nevada Collateral Pool.

The carrying amount of deposits for discretely presented component units was $603,304 and the bank balance was $606,953. All of the bank balance was covered by federal depository insurance or by collateral held by the component unit's agent in the component unit's name, with the exception of $355,070 which was uninsured and uncollateralized.

The City has a formal investment policy to establish guidelines for the prudent investment of City funds. Funds of the City will be invested in compliance with the provisions of Nevada Revised Statutes, Chapters 355.167 through 355.200, and other applicable statutes. Allowable investments are described in Note 1.D.1.

At year end, the City had the following investments and maturities:

		Investment Maturities (in Years)			
Investment Type	Fair Value	Less Than 1	1-5	6-10	More Than 10
U.S. Treasuries	$24,565,683	$ 4,768,301	$15,743,810	$4,053,572	$ -
U.S. Agencies	31,071,567	12,553,741	15,058,894	2,555,037	903,895
Corporate Bonds	6,629,922	1,100,231	4,025,983	918,704	585,004
Certificates of Deposit	511,685	101,002	217,032	193,651	-
State of Nevada Local Government Investment Pool	21,408,699	21,408,699	-	-	-
Total	$84,187,556	$39,931,974	$35,045,719	$7,720,964	$1,488,899

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

The following procedures will be applied:

- Minimum Liquidity Requirement: This is defined as the total cash flow needed to pay City obligations for a period of four weeks. All securities to be included in the "minimum liquidity requirement" must mature within 28 days.
- Intermediate Market Investment: That portion of City funds remaining after deletion of the "minimum liquidity requirement" may be invested in the intermediate market, defined herein as instruments maturing between zero and ten years.
- No U.S. bonds, debentures, bills, notes, agency obligations or securities purchased may have a maturity date of more than 10 years from the date of purchase.

Credit Risk. As of June 30, 2005, the City's investments in U.S Agencies were rated AAA by Standard and Poor's and Aaa by Moody's Investors Service. The City's investment in the State of Nevada Local Government Investment Pool is unrated. Of the City's investments in corporate bonds, $3,493,965 was rated AAA/Aaa, $355,585 was rated AA/Aa, and $2,780,372 was rated A.

Concentration of Credit Risk. The City's investment policy states that no more than 20% of the total book value of the portfolio will be invested in a single security type with the exception of U.S. Treasury and government agency securities.

At June 30, 2005, the following investments exceeded 5% of the City's total:

Federal Home Loan Banks	15.46%
Federal National Mortgage Association	9.81%
Federal Home Loan Mortgage Corporation	8.99%

At year end, the component units' investments and maturities were as follows:

	Fair Value	Investment Maturity Less Than 1 Year
State of Nevada Local Government Investment Pool	$5,181,017	$5,181,017

A reconciliation of cash and investments as shown on the Statement of Net Assets for the primary government follows:

Cash on hand	$ 6,683
Carrying amount of deposits	2,200,251
Carrying amount of investments	84,187,556
	86,394,490
Less: Carrying amount of deposits held for component unit	(3,139)
	$86,391,351
Cash and investments – governmental activities	$47,789,876
Cash and investments – business-type activities	30,599,733
Cash and investments – investment trust fund	2,458,772
Cash and investments – agency funds	1,638,202
Cash and investments – restricted	3,904,768
	$86,391,351

The State of Nevada Local Government Investment Pool is an external pool administered by the State Treasurer, with oversight by the State of Nevada Board of Finance.

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

Summary of investments held in the external investment pool at June 30, 2005:

Investment Type	Fair Value	Principal Amount/ Number of Shares	Interest Rate	Maturity Dates
U.S. Treasuries	$24,565,683	$26,143,802	1.875-5.875%	11/30/2005-08/15/2014
U.S. Agencies	31,071,567	$31,105,750	1.85-6.956%	07/15/2005-09/20/2025
Corporate Bonds	6,629,922	$6,601,219	1.44-7.00%	12/19/2005-10/15/2041
Certificates of Deposit	511,685	$513,000	3.10-6.90%	02/21/2006-03/12/2013
State of Nevada Local Government Investment Pool	21,408,699	21,408,699	Variable Shares	7/1/2005
Total Pooled Investments	$84,187,556			

External Investment Pool financial statements:

Statement of Net Assets, June 30, 2005

Assets:	
Investments in securities:	
U.S. Treasuries	$24,565,683
U.S. Agencies	31,071,567
Corporate Bonds	6,629,922
Certificates of Deposit	511,685
State of Nevada Local Government Investment Pool	21,408,699
Interest receivable	510,366
Total Assets	$84,697,922

Net assets consist of:	
Internal participants	$82,239,150
External participants	2,458,772
Total Net Assets Held in Trust for Pool Participants (Participant units outstanding, $1.00/par)	$84,697,922

Statement of Changes in Net Assets, Year Ended June 30, 2005

Additions:	
Investment income	$ 1,994,449
Capital share transactions	13,947,607
Total Increase	15,942,056
Net assets:	
Beginning of Year	68,755,866
End of Year	$84,697,922

B. CAPITAL ASSETS

Capital asset activity of the primary government for the year ended June 30, 2005 was as follows:

	Balance July 1, 2004	Increases	Decreases	Balance June 30, 2005
Governmental activities:				
Capital assets, not being depreciated:				
Land	$ 17,448,539	$ 3,480,501	$ -	$ 20,929,040
Construction in progress – infrastructure	1,675,994	327,914	(1,185,528)	818,380
Construction in progress	7,705,764	1,388,829	(4,370,465)	4,724,128
Total Capital Assets not being Depreciated	26,830,297	5,197,244	(5,555,993)	26,471,548
Capital assets, being depreciated:				
Buildings	51,019,533	3,918,783	(103,104)	54,835,212
Improvements other than buildings	21,623,290	341,727	-	21,965,017
Machinery and equipment	16,748,940	3,625,879	(907,188)	19,467,631
Infrastructure	5,061,457	3,425,069	-	8,486,526
Total Capital Assets being Depreciated	94,453,220	11,311,458	(1,010,292)	104,754,386

	Balance July 1, 2004	Increases	Decreases	Balance June 30, 2005
Less accumulated depreciation for:				
Buildings	$ (9,165,015)	$ (1,027,054)	$ -	$ (10,192,069)
Improvements other than buildings	(9,136,348)	(588,943)	-	(9,725,291)
Machinery and equipment	(9,240,851)	(1,330,121)	521,081	(10,049,891)
Infrastructure	(71,651)	(113,420)	-	(185,071)
Total Accumulated Depreciation	(27,613,865)	(3,059,538)	521,081	(30,152,322)
Total Capital Assets being Depreciated, Net	66,839,355	8,251,920	(489,211)	74,602,064
Governmental Activities Capital Assets, Net	$ 93,669,652	$13,449,164	$(6,045,204)	$101,073,612
Business-type activities:				
Capital assets, not being depreciated:				
Land	$ 1,495,305	$ 18,149	$ -	$ 1,513,454
Construction in progress	8,997,302	6,728,200	(696,746)	15,028,756
Water rights	8,007,260	-	-	8,007,260
Total Capital Assets not being Depreciated	18,499,867	6,746,349	(696,746)	24,549,470
Capital assets, being depreciated:				
Buildings	12,156,653	171,014	-	12,327,667
Improvements other than buildings	123,436,760	5,247,944	(67,796)	128,616,908
Machinery and equipment	6,766,708	1,069,616	(338,045)	7,498,279
Total Capital Assets being Depreciated	142,360,121	6,488,574	(405,841)	148,442,854
Less accumulated depreciation for:				
Buildings	(2,006,954)	(250,833)	-	(2,257,787)
Improvements other than buildings	(45,807,297)	(3,443,926)	51,347	(49,199,876)
Machinery and equipment	(4,263,039)	(458,988)	231,061	(4,490,966)
Total Accumulated Depreciation	(52,077,290)	(4,153,747)	282,408	(55,948,629)
Total Capital Assets being Depreciated, Net	90,282,83	2,334,827	(123,433)	92,494,225
Business-type activities capital assets, net	$108,782,698	$ 9,081,176	$ (820,179)	$117,043,695

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

Governmental activities:	
General government	$ 210,580
Judicial	9,463
Public safety	1,386,593
Public works	340,895
Airport	47,005
Health	30,881
Culture and recreation	1,031,560
Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets	2,561
Total Depreciation Expense – Governmental Activities	$3,059,538

Business-type activities:	
Carson City Sanitary Landfill	$ 124,218
Ambulance	66,946
Sewer	2,387,624
Water	1,543,594
Cemetery	16,406
Building permits	14,959
Total Depreciation Expense – Business-Type Activities	$4,153,747

Construction commitments

The City was committed to construction projects in various funds, as of June 30, 2005, as follows:

Project Name Contract Number Vendor Name	Bid Award	Value of Work Completed as of June 30, 2005	Remaining Commitment as of June 30, 2005
Water and Sewer Funds:			
2003/2004 Sewer and Water Replacement Project #2003-100 Canyon Creek Construction	$1,488,727	$1,403,604	$ 85,123
Water Fund:			
Highway 50 East Tank and Booster Pump Station Project #2004-049 Resource Development Company	3,235,558	2,710,132	525,426
Water Fund:			
Production Wells #25B & Well #51 #2004-110 Resource Development Company	610,900	156,060	454,840
Water Fund:			
Production Wells #10B & Well #55 #2004-111 Resource Development Company	664,100	109,982	554,118
Capital Acquisition and Development Fund:			
Carson City Hall Expansion (Re-bid) #2004-072 Building Solutions, LLC.	484,671	143,457	341,214
Capital Facilities Fund:			
Sheriff's Administration Building – Construction Manager #2004-079 Metcalf Builders, Inc.	100,000	4,180	95,820
Total			$2,056,541

Other Commitments:

On April 1, 1997, the City entered into an agreement with the State of Nevada, Department of Transportation (Highway Agreement No. R159-97-060) to help construct the Carson City Bypass. The City is funding this obligation through a $.05 increase in the county motor vehicle fuel tax. The City intends to contribute a total of $19 million plus interest. As of June 30, 2005 the City has contributed $14,196,189.

In August 2004, the City and the State of Nevada, Department of Transportation (NDOT) added Amendment 1 to the above Agreement. The amendment provides for the following:

- The City shall pay to NDOT an amount of $15,000,000, with payments beginning upon completion of the funding obligation for Phase I of the freeway as prescribed in Highway Agreement No. R159-97-060 and amended herein, estimated to start in 2011 and finish in 2026. For Phase 2, the City shall pay the tax based on a $.03 levy in the county motor vehicle fuel tax. The amounts received from the additional $.02 levy will be used to maintain Carson Street and Fairview Drive as described below.

- It is further agreed that the City will assume ownership and maintenance responsibility for Carson Street from approximately Arrowhead Drive in the north to the intersection of the Carson City Freeway at the Spooner Intersection to the south, upon construction completion to the point when vehicles are using Phase 2.

- The City also agrees to construct Fairview Drive to a minimum of four through lanes with turn lanes, from the terminus of Phase 2A at Fairview Drive to US 395/Carson Street, and to be responsible for maintenance of Fairview Drive.

- NDOT agrees to defer payment by the City of the current $.05 tax as defined in Highway Agreement No. R159-97-060 from the period beginning July 1, 2005 through June 30, 2008, to allow the City to utilize the payments for the Fairview Drive improvements.

Discretely presented component units

Activity for the Airport Authority for the year ended June 30, 2005 was as follows:

	Balance July 1, 2004	Increases	Decreases	Balance June 30, 2005
Capital assets not being depreciated:				
Land	$ 146,542	$ -	$ -	$ 146,542
Capital assets being depreciated:				
Machinery and equipment	525,764	-	-	525,764
Less accumulated depreciation for:				
Machinery and equipment	(456,824)	(6,472)	-	(463,296)
Total Capital Assets being Depreciated, Net	68,940	(6,472)	-	62,468
Airport Authority Capital Assets, Net	$ 215,482	$(6,472)	$ -	$ 209,010

Activity for the Convention and Visitors' Bureau for the year ended June 30, 2005 was as follows:

	Balance July 1, 2004	Increases	Decreases	Balance June 30, 2005
Capital assets, being depreciated:				
Buildings	$135,000	$ -	$ -	$135,000
Improvement other than buildings	8,729	-	-	8,729
Machinery and equipment	28,194	5,097	(6,323)	26,968
Total Capital Assets being Depreciated	171,923	5,097	(6,323)	170,697
Less accumulated depreciation for:				
Buildings	(34,833)	(4,183)	-	(39,016)
Improvements other than buildings	(5,529)	(582)	-	(6,111)
Machinery and equipment	(21,361)	(5,312)	6,323	(20,350)
Total Accumulated Depreciation	(61,723)	(10,077)	6,323	(65,477)
Convention and Visitor's Bureau Capital Assets, Net	$110,200	$ (4,980)	$ -	$105,220

C. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The composition of interfund balances as of June 30, 2005, is as follows:

Due to/from other funds:

Receivable Fund	Payable Fund	Amount
General fund	Nonmajor governmental funds	$545,000

The above interfund balances at June 30, 2005 are generally short-term loans to cover temporary cash deficits in various funds. They are expected to be repaid in the next fiscal year.

Due to/from primary government and component units:

Receivable Fund	Payable Fund	Amount
Primary government – general fund	Component unit – Convention and Visitors' Bureau	$ 11,680
Primary government – Nonmajor governmental fund	Component unit – Convention and Visitors' Bureau	955
Component unit – Convention and Visitors' Bureau	Primary government – Nonmajor governmental fund	5,479

Receivable Fund	Payable Fund	Amount
Component unit – Airport Authority	Primary government – general fund	$ 74,772
	Primary government – Nonmajor governmental fund	29,226
	Subtotal	103,998
	Total	$122,112

Interfund transfers:

	Transfer In:			
Transfer out:	General Fund	Nonmajor Governmental Funds	Internal Service Funds	Total
General fund	$ -	$5,704,827	$750,000	$ 6,454,827
Quality of Life fund	140,914	551,240	-	692,154
Nonmajor governmental funds	28,250	1,987,101	-	2,015,351
Water enterprise fund	-	326,573	-	326,573
Stormwater Drainage enterprise fund	-	1,222,538	-	1,222,538
Total transfers out	$169,164	$9,792,279	$750,000	$10,711,443

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

D. LONG-TERM DEBT

General Obligation Bonds. The City issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for both governmental and business-type activities. In addition, general obligation bonds have been issued to refund general obligation bonds. General obligation bonds are direct obligations and pledge the full faith and credit of the City. These bonds generally are issued as serial bonds with equal amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

Purpose	Interest Rates	Amount
Governmental activities	2.0-8.0%	$30,718,154
Governmental activities - refunding	2.9-5.4%	7,235,000
Business-type activities	1.6-7.5%	46,196,941
Business-type activities - refunding	3.0-6.5%	8,095,000
		$92,245,095

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

Purpose	Interest Rates	Amount
Tax Allocation Bond - Redevelopment Authority	5.3-7.0%	$1,755,000
Regional Transportation	2.0-4.7%	5,575,000
		$7,330,000

Notes Payable. The City issues notes to provide funds for open space and building improvements. Notes payable outstanding at year end are as follows:

Purpose	Interest Rates	Amount
Energy Retrofit	4.3287%	$ 699,336
Open Space	3.25%	2,898,700
		$3,598,036

Capital Leases. The City has entered into lease agreements as lessee for financing the acquisition of office equipment. The net present value of minimum lease payments at year end was $82,473.

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

Prior-Year Defeasance of Debt. In prior years, the City defeased certain general obligation and other bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the City's financial statements. On June 30, 2005, $6,290,000 of bonds outstanding are considered defeased. This amount is made up of $2,730,000 from Business-type activities and $3,560,000 from Governmental activities.

Conduit Debt. On March 4, 2002, and October 1, 2003, the City issued $45,185,000 and $95,000,000, respectively, in revenue bonds for Carson-Tahoe Hospital, a non-profit corporation. The bonds, issued pursuant to NRS Chapter 268, are not obligations of the City, nor shall they ever constitute a debt of the City and therefore have been excluded from the City's financial statements. The principal balance outstanding at June 30, 2005 was $138,840,000.

Changes in long-term liabilities. Long-term liability activity of the primary government for the year ended June 30, 2005, was as follows:

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds:					
4.0 to 4.1% Parks refunding general obligation bonds series 1998A, due 02/01/2007	$ 1,010,000	$ -	$ (320,000)	$ 690,000	$ 335,000
4.0 to 4.1% Fire refunding general obligation bonds series 1998A, due 02/01/2006	435,000	-	(215,000)	220,000	220,000
Subtotal	1,445,000	-	(535,000)	910,000	555,000
General obligation revenue bonds:					
5.05 to 8.0% Public Safety general obligation revenue bonds series 1997A, due 05/01/22	8,970,000	-	(185,000)	8,785,000	300,000
3.50 to 5.0% Parks general obligation revenue bonds series 1998A, due 11/01/18	3,995,000	-	(195,000)	3,800,000	200,000
3.50 to 5.1% Capital Improvement general obligation revenue bonds series 1998B, due 11/01/18	820,000	-	(40,000)	780,000	40,000
5.0 to 5.4% Capital Improvement general obligation revenue bonds series 1999A, due 07/01/20	2,180,000	-	(90,000)	2,090,000	95,000
4.0 to 5.0% 2001 Redevelopment general obligation revenue bonds, due 06/01/21	1,950,000	-	(40,000)	1,910,000	30,000
4.0 to 5.0% 2001 Senior Citizens Center general obligation revenue bonds, due 06/01/18	1,560,000	-	(85,000)	1,475,000	85,000
4.32% 2001 Energy Retrofit general obligation revenue bonds, due 05/28/12	1,158,990	-	(95,836)	1,063,154	78,861
5.0% Golf Course refunding general obligation revenue bonds series 1997D, due 01/01/06	800,000	-	(390,000)	410,000	410,000
4.0 to 5.4% Parks refunding general obligation revenue bonds series 1997C, due 02/01/11	1,160,000	-	(140,000)	1,020,000	150,000
2.9 to 3.5% Public Safety refunding general obligation revenue bonds series 2003, due 05/01/15	4,895,000	-	-	4,895,000	-
2.0 to 4.625% Room Tax Revenue supported general obligation revenue bonds series 2003, due 06/01/23	4,040,000	-	(40,000)	4,000,000	40,000
3.0 to 4.4% Parks general obligation revenue bonds series 2005, due 03/01/25	-	980,000	-	980,000	35,000
3.0 to 4.625% Parks general obligation revenue bonds series 2005, due 03/01/30	-	5,835,000	-	5,835,000	20,000
Subtotal	31,528,990	6,815,000	(1,300,836)	37,043,154	1,485,861

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Special Assessment Bonds:					
4.0 to 5.3% Graves Lane improvement district bonds series 1994, due 06/01/05	$ 215,000	$ -	$ (215,000)	$ -	$ -
Revenue Bonds:					
5.3 to 7.0% 1996 Redevelopment revenue bonds, due 05/01/13	1,885,000	-	(130,000)	1,755,000	145,000
2.0 to 4.7% 2003 Highway Revenue motor vehicle fuel tax revenue bonds, due 06/01/23	5,785,000	-	(210,000)	5,575,000	215,000
Subtotal	7,670,000	-	(340,000)	7,330,000	360,000
Notes Payable:					
4.3287% Energy Retrofit Installment Purchase Financing	755,713	-	(56,377)	699,336	62,019
3.25% Parks general obligation (limited tax) medium-term note dated 12/15/2004, due 12/15/2014	-	3,028,000	(129,300)	2,898,700	265,000
Subtotal	755,713	3,028,000	(185,677)	3,598,036	327,019
Less deferred amounts:					
For issuance discounts	(140,309)	(66,349)	8,244	(198,414)	-
On refunding	(967,292)	-	88,607	(878,685)	-
Total Bonds and Notes Payable	40,507,102	9,776,651	(2,479,662)	47,804,091	2,725,880
Incurred but not Reported Claims Liability:	102,509	-	(52,880)	49,629	-
Capital Leases:	-	85,749	(3,276)	82,473	13,205
Compensated Absences Payable:	3,100,886	365,732	(17,621)	3,448,997	293,947
Governmental Activity Long-Term Liabilities	43,710,497	10,228,132	(2,553,439)	51,385,190	3,033,032
Business Type Activities:					
Bonds payable:					
General obligation revenue bonds:					
5.0 to 5.1% Water general obligation revenue bonds series 1995 (unrefunded portion), due 6/16/05	100,000	-	(100,000)	-	-
3.7 to 6.5% Water refunding general obligation revenue bonds series 1997, due 9/01/11	3,920,000	-	(405,000)	3,515,000	430,000
4.4 to 7.5% Water general obligation revenue bonds series 1997, due 5/01/13	1,250,000	-	(115,000)	1,135,000	120,000
3.5 to 4.7% Water general obligation revenue bonds series 1998C, due 5/01/14	1,240,000	-	(105,000)	1,135,000	105,000
4.9 to 5.0% Water general obligation revenue bonds series 1999B, due 11/01/14	1,225,000	-	(85,000)	1,140,000	90,000
4.875 to 5.25% Water general obligation revenue bonds series 2000B, due 12/01/15	1,135,000	-	(70,000)	1,065,000	75,000
1.6 to 4.9% Water general obligation revenue bonds series 2002, due 11/01/16	3,175,000	-	(175,000)	3,000,000	185,000

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
3.0 to 5.0% Water refunding general obligation revenue bonds series 2003, due 11/01/09	$ 2,005,000	$ -	$ (290,000)	$ 1,715,000	$ 305,000
3.0 to 5.0% Water refunding general obligation revenue bonds series 2003, due 11/01/15	1,360,000	-	-	1,360,000	-
3.0 to 5.0% Water general obligation revenue bonds series 2003, due 11/01/23	6,000,000	-	(190,000)	5,810,000	195,000
3.5 to 4.2% Water general obligation revenue bonds series 2005A, due 6/01/25	-	9,000,000	-	9,000,000	310,000
4.0% Sewer general obligation revenue bonds, dated 1994 State of Nevada revolving loan, due 07/01/2014	1,633,167	-	(127,950)	1,505,217	133,120
3.825% Sewer general obligation revenue bonds, dated 1996 State of Nevada revolving loan, due 07/01/2015	1,486,036	-	(105,085)	1,380,951	109,142
5.0 to 5.1% Sewer general obligation revenue bonds series 1995 (unrefunded portion), due 06/16/05	100,000	-	(100,000)	-	-
5.0 to 6.5% Sewer refunding general obligation revenue bonds series 1997, due 09/01/05	185,000	-	(90,000)	95,000	95,000
3.23% Sewer general obligation revenue bonds, dated 1998 State of Nevada revolving loan, due 07/01/18	5,207,487	-	(286,714)	4,920,773	296,050
3.5 to 4.7% Sewer general obligation revenue bonds series 1998D, due 11/01/13	875,000	-	(70,000)	805,000	75,000
4.875 to 5.2% Sewer general obligation revenue bonds series 2000B, due 12/01/15	2,360,000	-	(145,000)	2,215,000	155,000
1.6 to 4.9% Sewer general obligation revenue bonds series 2002, due 11/01/16	2,950,000	-	(165,000)	2,785,000	170,000
3.0 to 5.0% Sewer refunding general obligation revenue bonds series 2003, due 11/01/15	1,410,000	-	-	1,410,000	-
3.0 to 5.0% Sewer general obligation revenue bonds series 2003, due 11/01/23	4,000,000	-	(125,000)	3,875,000	135,000
4.0 to 4.15% 2001 Landfill general obligation revenue bonds, due 06/01/08	555,000	-	(130,000)	425,000	135,000
3.0 to 4.25% Drainage general obligation revenue bonds series 2005B, due 06/01/25	-	6,000,000	-	6,000,000	205,000
Subtotal	42,171,690	15,000,000	(2,879,749)	54,291,941	3,323,312
Deferred amounts:					
For issuance premiums	672,739	55,086	(59,458)	669,367	-
On refunding	(364,214)	-	49,319	(314,895)	-
Total bonds payable	42,481,215	15,055,086	(2,889,888)	54,646,413	3,323,312
Landfill Closure/Post closure costs:	1,327,596	-	(438,240)	889,356	-
Compensated Absences Payable:	605,351	29,714	-	635,065	69,973
Business-Type Activity Long-Term Liabilities	44,414,162	15,084,800	(3,328,128)	56,170,834	3,393,285
Total debt	$ 88,134,659	$ 25,312,932	$ (5,881,567)	$ 107,556,024	$ 6,426,317

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, $117,799 of internal service funds compensated absences and $49,629 of incurred but not reported claims liability are included in the above amounts.

Discretely presented component units

Long-term liability activity for the Airport Authority for the year ended June 30, 2005, was as follows:

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Capital leases	$ 251,333	$ -	$ (6,240)	$ 245,093	$ 6,240

Long-term liability activity for the Convention and Visitors' Bureau for the year ended June 30, 2005, was as follows:

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Compensated absences	$ 43,869	$ 4,653	$ -	$ 48,522	$ -

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

	GOVERNMENTAL ACTIVITIES							
	General Obligation Bonds		General Obligation Revenue Bonds		Revenue Bonds		Notes Payable	
Year Ended June 30	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2006	$ 555,000	$ 37,032	$ 1,483,861	$ 1,671,828	$ 360,000	$ 330,313	$ 327,019	$ 121,549
2007	355,000	14,555	1,239,942	1,620,646	380,000	316,465	339,604	110,055
2008	-	-	1,366,897	1,563,503	405,000	300,250	355,335	98,072
2009	-	-	1,649,754	1,498,893	435,000	281,365	369,834	85,507
2010	-	-	1,728,569	1,423,152	460,000	260,450	387,216	72,378
2011-2015	-	-	9,864,131	5,987,042	2,150,000	926,505	1,819,028	146,961
2016-2020	-	-	10,790,000	5,721,604	1,595,000	524,218	-	-
2021-2025	-	-	6,095,000	1,287,975	1,545,000	146,925	-	-
2026-2030	-	-	2,825,000	399,419	-	-	-	-
Total	$ 910,000	$ 51,587	$ 37,043,154	$ 19,174,062	$ 7,330,000	$ 3,086,491	$ 3,598,036	$ 634,522

	GOVERNMENTAL ACTIVITIES	
	Capital Leases	
Year Ended June 30	Principal	Interest
2006	$ 13,205	$ 10,850
2007	15,203	8,849
2008	17,509	6,546
2009	20,169	3,885
2010	16,387	992
2011-2015	-	-
2016-2020	-	-
2021-2025	-	-
2026-2030	-	-
Total	$ 82,473	$ 31,122

	BUSINESS-TYPE ACTIVITIES	
	General Obligation Revenue Bonds	
Year Ended June 30	Principal	Interest
2006	$ 3,323,312	$ 2,214,035
2007	3,622,546	2,059,432
2008	3,807,471	1,894,264
2009	3,833,116	1,724,133
2010	4,004,507	1,559,805
2011-2015	17,580,439	5,512,325
2016-2020	10,305,550	2,502,619
2021-2025	7,815,000	804,121
Total	$ 54,291,941	$ 18,270,734

E. RESTRICTED ASSETS

The balances of the City's restricted cash and investment accounts in the enterprise funds are comprised of the following:

	Sewer	Water	Total
Connection deposits	$ 11,763	$ 20,562	$ 32,325
Construction contracts, retained percent	78,420	329,260	407,680
Emergency replacement	2,545,363	-	2,545,363
	$2,635,546	$349,822	$2,985,368

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

	General	Commissary	Total
Funds held in trust	$897,331	$22,069	$919,400

NOTE 4 - OTHER INFORMATION

A. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The City has joined together with similar public agencies (cities, counties and special districts) throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The Nevada Public Agency Insurance Pool (Pool) is a public entity risk pool currently operating as a common risk management and insurance program for its members. The City pays an annual premium and is subject to a $100,000 deductible per occurrence. The Pool is considered a self-sustaining risk pool that will provide coverage for its members up to $200,000/$350,000 per insured event. The Pool obtains independent coverage for insured events in excess of these limits. Other coverage currently held by the City, including airport liability, boiler and machinery, and bonds on public officials, are insured without a deductible. In addition, certain automobile damage is self-insured by the City.

The City became a member of the Public Agency Compensation Trust (PACT) for workers' compensation beginning July 1, 2003. The City pays an annual premium and there are no deductibles. The PACT is considered a self-sustaining risk pool that will provide coverage for its members up to $350,000/$600,000 per insured event. The Pool obtains independent coverage for insured events in excess of these limits. The City retains liability for claims for the period from July 1, 1992 to June 30, 2003 when the City was self-insured.

Liabilities are reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends, including frequency and amount of payouts, and other economic and social factors.

The liabilities for claims and judgments are reported in the Workers' Compensation and Insurance Funds. Changes in the balances of claims liabilities during the past two years are as follows:

	Current Portion	Long-Term Portion	Totals 2005	Totals 2004
Unpaid claims, beginning of fiscal year	$ 806,750	$102,509	$ 909,259	$1,076,023
Claims and changes in estimates	973,780	(52,880)	920,900	254,552
Claim payments	(1,092,377)	-	(1,092,377)	(421,316)
Unpaid claims, end of fiscal year	$ 688,153	$ 49,629	$ 737,782	$ 909,259

Settlements have not exceeded coverages in any of the past three fiscal years.

B. LANDFILL CLOSURE AND POSTCLOSURE COSTS

The City operates a Municipal Solid Waste Landfill. The operation of this landfill is regulated by both federal and state governments under Subtitle D (40 CFR Part 258) and NRS 444.556. Recognition of liability for closure and post closure care costs is based on landfill capacity used to date. This liability at June 30, 2005, $889,356, is reported in the Carson City Sanitary Landfill Enterprise Fund. It is estimated that the landfill will be used for an additional fifty-six years and that at June 30, 2005, approximately 12.12 percent of its capacity had been utilized. The City passes the EPA "financial assurance test" for local governments, and will self-assure payment for its obligations for closure, post closure, and corrective care costs. The estimated total current cost of closure and post closure care, $7,337,922, has been calculated in 2005 dollars in accordance with current federal and state regulations and will be adjusted each year for the effects of inflation or deflation.

C. CONTINGENT LIABILITIES

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

The City has wells that currently exceed the proposed federal drinking water standard for naturally occurring arsenic concentrations. Depending upon the final outcome of the regulations, the City may incur approximately $6,700,000 by 2009 to meet the new standard.

D. OTHER POSTEMPLOYMENT BENEFITS

In addition to the pension benefits described in Note 4E, the City provides for a portion of postretirement health care benefits, in accordance with Carson City Administration Policy No. 3, to all employees who have been full-time, permanent employees for 10 or more years and have served 5 years immediately prior to retirement with Carson City. They must also be eligible to draw retirement benefits in accordance with the policies set forth under the Retirement Board regulations, be insurable under the eligibility requirements established by the City's insurance carrier, have been covered under a City paid group insurance program other than Industrial Insurance, and have been favorably terminated from City services. The City reimburses a portion of the monthly premium paid to the group insurance company at a rate of $6 per month for each year of service up to the total cost of the premium. The City accounts for and finances these benefits on a pay-as-you-go basis. Currently, 171 retirees are receiving these benefits. Expenditures of $300,121 were recognized for the portion paid by the City for postretirement health care

for the fiscal year ended June 30, 2005. There are 122 retirees deducting medical insurance premiums from their pension benefits. Such deductions were in the amount of $459,202 during the fiscal year ended June 30, 2005.

E. DEFINED BENEFIT PENSION PLAN

Plan Description. Carson City contributes to the Public Employees Retirement System of the State of Nevada (PERS), a cost sharing, multiple employer, defined benefit plan administered by the Public Employees Retirement System of the State of Nevada. PERS provides retirement benefits, disability benefits, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Chapter 286 of the Nevada Revised Statutes establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. The Public Employees Retirement System of the State of Nevada issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, NV 89703-1599 or by calling (775) 687-4200.

Funding Policy. Plan members' benefits are funded under one of two methods. Under the employer pay contribution plan, the City is required to contribute all amounts due under the plan. The rate for those contributions was 20.25% for regular members and 28.50% for police and fire employee members on all covered payroll. The second funding mechanism for providing benefits to regular employees is the employer/employee paid contribution plan. Under this method, employees are required to contribute a percentage of their compensation to the plan, while the City is required to match that contribution. The rate for regular employees under this plan was 10.50%. The contribution requirements of plan members and the City are established by NRS Chapter 286. The funding mechanism may only be amended through legislation. The City's contributions to PERS for the years ended June 30, 2005, 2004, and 2003 were $6,916,465, $6,441,314 and $5,933,500, respectively, equal to the required contributions each year. The contribution rates for the year ended June 30, 2005 were the same as disclosed above. The contribution rates for the years ended June 30, 2004 and June 30, 2003 were 20.25% and 18.75% for regular employees, respectively, 28.50% for police and fire employees under the employer paid plan, and 10.50% and 9.75% for regular employees under the employer/employee paid plan, respectively.

F. FUND ADDITIONS/DELETIONS

The Waterfall Fire Fund, a special revenue fund, was created during fiscal year 2004-2005. This fund was established to account for revenues raised and expenditures incurred to rehabilitate and mitigate future hazards in the area destroyed by the Waterfall Fire.

The Firefighter Retirement Medical Fund, a special revenue fund, was created during fiscal year 2004-2005. This fund was established to account for revenues raised and expenditures incurred to provide retirement medical benefits to qualified retirees of the Carson City Fire Department.

The Park Bond Construction Fund, a capital projects fund, was deleted during fiscal year 2004-2005. The Carson City Convention and Visitors' Bureau is now responsible for payment of the bonds.

GENERAL FUND

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

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Ad valorem	$ 10,831,497	$ 10,787,005	$ (44,492)	$ 10,301,693
Licenses and permits:				
Business licenses and permits:				
Business licenses	805,000	784,363	(20,637)	779,859
Liquor licenses	131,000	142,193	11,193	130,415
City / county gaming licenses	540,000	644,300	104,300	608,645
Right of way toll	115,000	104,631	(10,369)	108,203
Franchise fees:				
Gas	880,000	1,122,272	242,272	748,790
Electric	1,300,000	1,336,997	36,997	1,181,984
Telephone	850,000	831,798	(18,202)	820,514
Sanitation	330,000	334,161	4,161	320,699
Cable television	360,000	351,280	(8,720)	361,470
	5,311,000	5,651,995	340,995	5,060,579
Nonbusiness licenses and permits:				
Marriage licenses	25,000	23,541	(1,459)	23,933
Animal licenses	13,000	12,596	(404)	14,905
Mobile home permits	-	108	108	158
	38,000	36,245	(1,755)	38,996
Total Licenses and Permits	5,349,000	5,688,240	339,240	5,099,575
Intergovernmental revenues:				
Federal grants:				
Drug Enforcement Administration	6,000	6,965	965	2,074
Tri-Net	157,124	157,124	-	158,385
State Criminal Alien Assistance	-	-	-	37,387
Public Assistance	49,785	54,737	4,952	-
Domestic Violence Prosecutor	67,808	54,523	(13,285)	53,115
Mills Park Arboretum	-	-	-	3,187
Alternative Sentencing Officer	46,625	46,625	-	41,000
F.E.M.A. Training	-	601	601	26,956
CDBG Entitlement	511,500	194,611	(316,889)	17,645

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Emergency Management	$ 49,508	$ 64,320	$ 14,812	$ 39,704
Business Development & Activity	-	-	-	32,249
Federal Child Nutrition	24,000	28,615	4,615	27,045
Juvenile Offender	12,105	10,524	(1,581)	11,230
Juvenile Food Donation	-	2,831	2,831	1,623
Byrne Grant	-	-	-	18,880
BIA Housing, Juvenile	5,000	-	(5,000)	8,872
COPS In Schools	-	-	-	19,443
EUDL	7,860	5,926	(1,934)	9,492
Child Support Enforcement	409,107	403,420	(5,687)	357,925
Renewable Energy Development	-	-	-	15,000
Community Services Block Grant	81,828	78,155	(3,673)	72,307
PH Prep and Terror Response	157,268	88,910	(68,358)	10,595
Boys and Girls Club HVAC	-	-	-	17,855
HIV / AIDS Program	-	-	-	37,941
Immunization Program	92,000	102,650	10,650	-
Public Health Tracking System	30,893	28,588	(2,305)	25,808
National Forest	-	576	576	568
HMEP Training	11,127	21,776	10,649	18,641
Ryan White Title II Program	30,124	39,467	9,343	9,876
State Fire Assistance	362,594	191,984	(170,610)	82,648
Automated Citation System	-	-	-	45,480
In Car Video	-	-	-	20,018
Accountability Grant	36,682	25,509	(11,173)	37,240
Volunteers in Partnership	8,284	8,137	(147)	23,890
Jackpot	-	600	600	-
Title IIE Challenge	3,845	3,845	-	6,377
Title V Prevention	6,500	-	(6,500)	4,737
Highest and Best Use Study	-	-	-	5,097
Joining Forces	9,939	7,095	(2,844)	11,908
LLEBG	37,970	21,530	(16,440)	34,996
ODP Equipment	1,700,514	1,648,648	(51,866)	405,259
Disaster Mitigation	35,285	5,785	(29,500)	5,215
Speed and Safety Project	-	-	-	17,595
GIS Documentation of Historic Properties	-	-	-	4,000
Signage Historic District	3,015	3,528	513	8,972
	3,954,290	3,307,605	(646,685)	1,788,235
Federal payments in lieu of taxes	50,000	66,721	16,721	65,236
State grants	551,650	112,741	(438,909)	251,204
State shared revenues:				
Consolidated tax revenues	23,295,000	25,661,323	2,366,323	23,827,916
State gaming licenses	160,000	158,355	(1,645)	161,137
Candidate filing fee	-	-	-	650

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Court administrative assessments	$ 59,646	$ 58,105	$ (1,541)	$ 27,693
	23,514,646	25,877,783	2,363,137	24,017,396
Other local government grants:				
Interlocal cooperative agreements	189,700	164,588	(25,112)	226,554
Other local government shared revenues:				
Miscellaneous other governments	25,000	190	(24,810)	22,821
Total Intergovernmental Revenues	28,285,286	29,529,628	1,244,342	26,371,446
Charges for services:				
General government:				
Treasurer fees	43,000	39,525	(3,475)	43,568
Clerk fees	153,000	167,117	14,117	154,762
Recorder fees	411,050	422,873	11,823	471,395
Technology fees	52,000	51,108	(892)	57,915
Assessor commissions	130,000	144,576	14,576	126,428
Building and zoning fees	100,000	58,768	(41,232)	65,140
Public administrator fees	78,148	78,148	-	50,464
Administration fees	3,547,949	3,642,456	94,507	2,875,280
Miscellaneous	14,240	9,455	(4,785)	21,647
	4,529,387	4,614,026	84,639	3,866,599
Judicial:				
Drug Court	14,000	11,965	(2,035)	12,780
Court facilities	100,000	114,172	14,172	83,269
Public Defender Fees	240,000	-	(240,000)	-
Justice civil fees	321,000	351,150	30,150	347,206
	675,000	477,287	(197,713)	443,255
Public safety:				
Police:				
Sheriff's fees	260,925	257,910	(3,015)	258,985
Fire	6,000	11,888	5,888	10,793
Protective services	45,000	50,662	5,662	55,874
	311,925	320,460	8,535	325,652

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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FOR THE YEAR ENDED JUNE 30, 2005
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Public works:				
Street / engineering charges	$ 17,500	$ 12,401	$ (5,099)	$ 24,614
Health and sanitation:				
Pet cemetery charges	10,000	10,669	669	14,289
Health inspection fees	45,000	47,891	2,891	50,363
	55,000	58,560	3,560	64,652
Culture and recreation	1,317,761	1,339,820	22,059	1,229,163
Total Charges for Services	6,906,573	6,822,554	(84,019)	5,953,935
Fines and forfeits:				
Library	24,000	22,377	(1,623)	26,176
Court	778,996	797,172	18,176	733,015
Animal services	42,000	28,057	(13,943)	30,445
Total Fines and Forfeits	844,996	847,606	2,610	789,636
Miscellaneous:				
Investment income	600,000	372,720	(227,280)	76,147
Rents and royalties	60,000	60,663	663	66,519
Other	35,000	31,494	(3,506)	74,965
Gifts and donations	41,500	60,574	19,074	67,613
Refunds and reimbursements	57,400	68,688	11,288	48,510
Penalties and interest - delinquent taxes	170,000	167,866	(2,134)	166,227
Total Miscellaneous	963,900	762,005	(201,895)	499,981
Total Revenues	53,181,252	54,437,038	1,255,786	49,016,266
Expenditures:				
General Government:				
Legislative:				
Board of Supervisors:				
Salaries and wages	129,259	125,833	3,426	128,562
Employee benefits	72,123	58,546	13,577	57,930
Services and supplies	53,050	43,163	9,887	33,620
Total Legislative	254,432	227,542	26,890	220,112

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Executive:				
Clerk:				
Salaries and wages	$ 210,569	$ 211,092	$ (523)	$ 189,483
Employee benefits	77,055	71,953	5,102	68,809
Services and supplies	25,702	24,490	1,212	17,539
	313,326	307,535	5,791	275,831
Court Clerk:				
Salaries and wages	339,181	308,102	31,079	329,338
Employee benefits	121,816	113,554	8,262	107,571
Services and supplies	20,095	12,792	7,303	17,999
	481,092	434,448	46,644	454,908
Elections:				
Salaries and wages	129,595	133,622	(4,027)	101,490
Employee benefits	38,455	32,012	6,443	33,409
Services and supplies	109,825	88,768	21,057	6,287
	277,875	254,402	23,473	141,186
Treasurer:				
Salaries and wages	331,346	343,898	(12,552)	468,233
Employee benefits	132,596	127,652	4,944	171,811
Services and supplies	77,886	67,047	10,839	74,084
	541,828	538,597	3,231	714,128
Recorder:				
Salaries and wages	197,351	183,670	13,681	193,882
Employee benefits	78,984	70,607	8,377	72,069
Services and supplies	73,250	66,466	6,784	67,616
	349,585	320,743	28,842	333,567
Assessor:				
Salaries and wages	340,529	336,504	4,025	333,769
Employee benefits	131,563	125,715	5,848	119,653
Services and supplies	48,354	39,896	8,458	35,205
	520,446	502,115	18,331	488,627

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
District Attorney:				
Salaries and wages	$ 1,640,541	$ 1,606,347	$ 34,194	$ 1,426,502
Employee benefits	548,790	506,934	41,856	444,568
Services and supplies	153,338	121,083	32,255	184,364
Capital outlay	16,171	16,171	-	-
	2,358,840	2,250,535	108,305	2,055,434
City Manager:				
Salaries and wages	300,838	281,877	18,961	267,792
Employee benefits	102,739	94,215	8,524	90,930
Services and supplies	213,410	156,628	56,782	104,775
	616,987	532,720	84,267	463,497
Central Services:				
Services and supplies	699,219	729,487	(30,268)	396,438
Total Executive	6,159,198	5,870,582	288,616	5,323,616
Finance:				
Finance:				
Salaries and wages	394,633	402,233	(7,600)	389,037
Employee benefits	144,877	139,302	5,575	127,462
Services and supplies	108,790	78,137	30,653	78,437
	648,300	619,672	28,628	594,936
Internal Auditor:				
Salaries and wages	74,213	32,544	41,669	72,452
Employee benefits	24,428	9,655	14,773	22,346
Services and supplies	1,709	6,209	(4,500)	1,388
	100,350	48,408	51,942	96,186
Purchasing:				
Salaries and wages	117,682	117,027	655	112,150
Employee benefits	40,449	39,042	1,407	36,771
Services and supplies	25,726	16,876	8,850	18,233
	183,857	172,945	10,912	167,154
Personnel:				
Salaries and wages	226,590	212,495	14,095	144,008
Employee benefits	74,970	70,072	4,898	45,542
Services and supplies	176,329	154,982	21,347	171,536
	477,889	437,549	40,340	361,086
Total Finance	1,410,396	1,278,574	131,822	1,219,362

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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FOR THE YEAR ENDED JUNE 30, 2005
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Other:				
Community Development:				
Planning:				
Salaries and wages	$ 453,017	$ 461,474	$ (8,457)	$ 421,130
Employee benefits	163,923	156,025	7,898	144,073
Services and supplies	87,675	73,711	13,964	145,362
	704,615	691,210	13,405	710,565
Automation Services:				
Salaries and wages	515,499	556,918	(41,419)	456,171
Employee benefits	186,651	177,044	9,607	148,160
Services and supplies	486,970	419,220	67,750	317,854
Capital outlay	10,750	-	10,750	-
	1,199,870	1,153,182	46,688	922,185
Geographic Information Systems:				
Salaries and wages	193,830	147,519	46,311	172,124
Employee benefits	69,861	53,411	16,450	58,051
Services and supplies	11,864	12,540	(676)	7,426
	275,555	213,470	62,085	237,601
Public Defender:				
Services and supplies	788,000	847,199	(59,199)	791,700
Public Safety Complex / Courthouse:				
Services and supplies	357,367	318,500	38,867	286,201
Capital outlay	-	8,547	(8,547)	-
	357,367	327,047	30,320	286,201
City Hall:				
Services and supplies	122,100	108,466	13,634	94,838
Records Management:				
Salaries and wages	85,534	84,252	1,282	82,028
Employee benefits	16,796	15,789	1,007	14,911
Services and supplies	35,675	34,083	1,592	32,385
	138,005	134,124	3,881	129,324

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Facilities Maintenance:				
Salaries and wages	$ 659,808	$ 655,280	$ 4,528	$ 578,529
Employee benefits	250,422	225,940	24,482	216,486
Services and supplies	253,108	279,974	(26,866)	270,628
	1,163,338	1,161,194	2,144	1,065,643
Total Other	4,748,850	4,635,892	112,958	4,238,057
Total General Government	12,572,876	12,012,590	560,286	11,001,147
Public Safety:				
Sheriff:				
Administrative Services:				
Salaries and wages	534,500	556,384	(21,884)	525,912
Employee benefits	245,081	235,941	9,140	218,739
Services and supplies	480,039	458,427	21,612	305,631
Capital outlay	33,901	62,540	(28,639)	-
	1,293,521	1,313,292	(19,771)	1,050,282
Operational Services:				
Salaries and wages	3,552,096	3,359,047	193,049	3,144,983
Employee benefits	1,867,855	1,666,309	201,546	1,562,063
Services and supplies	376,275	430,124	(53,849)	393,627
Capital outlay	-	11,426	(11,426)	-
	5,796,226	5,466,906	329,320	5,100,673
Detention Facility:				
Salaries and wages	1,754,737	1,795,004	(40,267)	1,657,023
Employee benefits	895,637	865,819	29,818	767,630
Services and supplies	285,015	356,195	(71,180)	338,510
Capital outlay	7,628	17,035	(9,407)	-
	2,943,017	3,034,053	(91,036)	2,763,163

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
General Services:				
Salaries and wages	$ 509,461	$ 492,269	$ 17,192	$ 477,474
Employee benefits	215,112	202,759	12,353	182,466
Services and supplies	5,000	4,680	320	70,725
	729,573	699,708	29,865	730,665
Federal, Various Grants:				
Salaries and wages	9,939	7,095	2,844	11,988
Employee benefits	-	2,503	(2,503)	2,676
Services and supplies	54,217	26,496	27,721	123,475
Capital outlay	-	10,320	(10,320)	124,771
	64,156	46,414	17,742	262,910
Dispatch:				
Salaries and wages	935,625	906,244	29,381	879,932
Employee benefits	330,687	312,600	18,087	270,066
Services and supplies	196,929	197,285	(356)	179,340
Capital outlay	5,878	6,891	(1,013)	-
	1,469,119	1,423,020	46,099	1,329,338
Federal, Tri-Net Grant:				
Salaries and wages	119,587	125,830	(6,243)	113,865
Employee benefits	59,670	61,196	(1,526)	55,036
Services and supplies	16,650	17,444	(794)	14,498
Capital outlay	13,592	13,592	-	29,794
	209,499	218,062	(8,563)	213,193
Total Sheriff	12,505,111	12,201,455	303,656	11,450,224
Fire:				
Administration:				
Salaries and wages	188,350	217,831	(29,481)	184,697
Employee benefits	72,236	99,550	(27,314)	66,282
Services and supplies	622,242	560,750	61,492	341,046
Capital outlay	1,546,669	1,375,498	171,171	207,505
	2,429,497	2,253,629	175,868	799,530
Operations:				
Salaries and wages	2,845,068	2,774,067	71,001	2,899,087
Employee benefits	1,402,807	1,268,828	133,979	1,119,445
Services and supplies	356,722	356,067	655	362,717
	4,604,597	4,398,962	205,635	4,381,249

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Prevention:				
Salaries and wages	$ 291,843	$ 299,930	$ (8,087)	$ 262,164
Employee benefits	121,488	110,787	10,701	90,365
Services and supplies	14,663	13,816	847	13,451
	427,994	424,533	3,461	365,980
Warren Engine Co. No. 1				
Employee benefits	-	1,432	(1,432)	1,323
Services and supplies	33,485	35,494	(2,009)	21,325
	33,485	36,926	(3,441)	22,648
Training:				
Salaries and wages	132,733	177,764	(45,031)	87,807
Employee benefits	25,990	72,777	(46,787)	29,507
Services and supplies	61,424	55,978	5,446	43,773
	220,147	306,519	(86,372)	161,087
Total Fire	7,715,720	7,420,569	295,151	5,730,494
Corrections:				
Juvenile Probation:				
Salaries and wages	705,819	698,109	7,710	657,551
Employee benefits	339,099	322,413	16,686	308,146
Services and supplies	731,048	684,425	46,623	698,141
	1,775,966	1,704,947	71,019	1,663,838
Juvenile Detention:				
Salaries and wages	750,624	754,404	(3,780)	709,184
Employee benefits	271,380	250,102	21,278	225,676
Services and supplies	110,660	109,164	1,496	97,769
	1,132,664	1,113,670	18,994	1,032,629
Total Corrections	2,908,630	2,818,617	90,013	2,696,467

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Protective Services:				
Emergency Management:				
Salaries and wages	$ 66,049	$ 54,189	$ 11,860	$ 67,431
Employee benefits	25,766	18,965	6,801	23,698
Services and supplies	18,853	18,656	197	34,472
Total Protective Services	110,668	91,810	18,858	125,601
Total Public Safety	23,240,129	22,532,451	707,678	20,002,786
Judicial:				
Criminal - Civil Courts:				
District Court I:				
Salaries and wages	160,075	163,861	(3,786)	165,029
Employee benefits	64,447	61,980	2,467	61,333
Services and supplies	66,915	51,764	15,151	48,169
	291,437	277,605	13,832	274,531
District Court II:				
Salaries and wages	355,087	340,577	14,510	358,265
Employee benefits	138,764	130,021	8,743	121,618
Services and supplies	91,950	83,829	8,121	98,273
	585,801	554,427	31,374	578,156
Total Criminal - Civil Courts	877,238	832,032	45,206	852,687
Juvenile Court:				
Salaries and wages	177,175	177,796	(621)	174,015
Employee benefits	60,960	59,185	1,775	55,859
Services and supplies	33,661	16,306	17,355	15,791
Total Juvenile Court	271,796	253,287	18,509	245,665
Justice Court:				
Salaries and wages	781,723	794,804	(13,081)	761,980
Employee benefits	305,306	296,296	9,010	274,729
Services and supplies	214,512	178,031	36,481	153,364
Capital outlay	-	7,009	(7,009)	-
Total Justice Court	1,301,541	1,276,140	25,401	1,190,073

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Alternative Sentencing:				
Salaries and wages	$ 420,727	$ 409,957	$ 10,770	$ 237,972
Employee benefits	193,082	173,946	19,136	101,785
Services and supplies	21,979	39,124	(17,145)	28,873
Total Alternative Sentencing	635,788	623,027	12,761	368,630
Total Judicial	3,086,363	2,984,486	101,877	2,657,055
Public Works:				
Engineering / Public Works:				
Engineering:				
Salaries and wages	1,875,094	1,722,597	152,497	1,331,156
Employee benefits	625,722	563,443	62,279	413,704
Services and supplies	316,661	361,099	(44,438)	159,247
Capital outlay	223,456	28,449	195,007	224,240
Total Public Works	3,040,933	2,675,588	365,345	2,128,347
Health:				
Public Health Administration:				
Salaries and wages	341,551	318,227	23,324	263,177
Employee benefits	124,855	103,051	21,804	83,889
Services and supplies	572,921	536,307	36,614	334,598
Total Public Health Administration	1,039,327	957,585	81,742	681,664
Animal Services:				
Salaries and wages	220,830	193,672	27,158	205,715
Employee benefits	80,699	60,150	20,549	69,487
Services and supplies	100,083	73,062	27,021	56,807
Total Animal Services	401,612	326,884	74,728	332,009
Total Health	1,440,939	1,284,469	156,470	1,013,673

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Welfare:				
Salaries and wages	$ 57,658	$ 66,853	$ (9,195)	$ 51,218
Employee benefits	20,449	22,160	(1,711)	18,257
Services and supplies	353,846	342,940	10,906	261,582
Total Welfare	431,953	431,953	-	331,057
Culture and Recreation:				
Parks:				
Parks and Recreation Administration:				
Salaries and wages	241,479	230,907	10,572	227,006
Employee benefits	96,353	89,511	6,842	76,017
Services and supplies	31,455	39,897	(8,442)	28,430
	369,287	360,315	8,972	331,453
Park Maintenance:				
Salaries and wages	715,716	711,702	4,014	687,242
Employee benefits	245,195	235,973	9,222	220,967
Services and supplies	707,724	629,386	78,338	608,168
Capital outlay	10,000	-	10,000	6,625
	1,678,635	1,577,061	101,574	1,523,002
Grants, Gifts, and Donations:				
Salaries and wages	45,756	27,735	18,021	8,582
Employee benefits	-	1,104	(1,104)	1,081
Services and supplies	118,761	88,655	30,106	89,428
Capital outlay	257,500	24,202	233,298	-
	422,017	141,696	280,321	99,091
Total Parks	2,469,939	2,079,072	390,867	1,953,546
Participant Recreation:				
Community Center:				
Salaries and wages	165,513	169,456	(3,943)	149,127
Employee benefits	40,434	37,386	3,048	27,881
Services and supplies	101,650	101,502	148	110,514
	307,597	308,344	(747)	287,522

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
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FOR THE YEAR ENDED JUNE 30, 2005
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Recreation:				
Salaries and wages	$ 621,044	$ 644,257	$ (23,213)	$ 583,710
Employee benefits	140,474	137,565	2,909	109,448
Services and supplies	247,099	217,369	29,730	187,034
Capital outlay	11,329	11,329	-	-
	1,019,946	1,010,520	9,426	880,192
Swimming Pool:				
Salaries and wages	432,390	390,273	42,117	380,126
Employee benefits	86,471	86,220	251	69,918
Services and supplies	292,240	264,970	27,270	210,435
	811,101	741,463	69,638	660,479
Sports:				
Salaries and wages	110,887	121,509	(10,622)	112,683
Employee benefits	22,779	23,589	(810)	20,206
Services and supplies	105,450	118,687	(13,237)	91,468
	239,116	263,785	(24,669)	224,357
Total Participant Recreation	2,377,760	2,324,112	53,648	2,052,550
Pony Express Pavilion:				
Salaries and wages	2,500	-	2,500	-
Employee benefits	150	-	150	-
Services and supplies	19,650	11,217	8,433	17,492
	22,300	11,217	11,083	17,492
Library:				
Salaries and wages	903,550	889,766	13,784	821,600
Employee benefits	343,939	336,712	7,227	310,749
Services and supplies	328,459	290,054	38,405	275,221
	1,575,948	1,516,532	59,416	1,407,570
Total Culture and Recreation	6,445,947	5,930,933	515,014	5,431,158

CARSON CITY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Community Support:				
Support Services:				
Services and supplies	$ 385,300	$ 381,162	$ 4,138	$ 5,082,334
Economic Opportunity:				
Economic Development:				
Salaries and wages	115,104	118,650	(3,546)	71,439
Employee benefits	39,410	45,119	(5,709)	23,363
Services and supplies	504,946	178,618	326,328	68,477
Total Economic Opportunity	659,460	342,387	317,073	163,279
Total Expenditures	51,303,900	48,576,019	2,727,881	47,810,836
Excess (Deficiency) of Revenues over Expenditures	1,877,352	5,861,019	3,983,667	1,205,430
Other Financing Sources (Uses):				
Sales of surplus property	20,000	4,513	(15,487)	29,780
Bonds issued	-	-	-	4,150,000
Capital leases	78,740	85,749	7,009	-
Transfers in (out):				
Quality of Life Fund	177,070	140,914	(36,156)	101,415
Capital Acquisition and Development Fund	28,250	28,250	-	-
Supplemental Indigent Fund	(220,000)	(220,000)	-	(214,555)
Senior Citizens Fund	-	-	-	(229,500)
Capital Facilities Fund	(1,075,000)	(1,075,000)	-	-
Capital Acquisition and Development Fund	(2,135,089)	(2,135,089)	-	(1,200,000)
Capital Projects Fund	-	-	-	(50,500)
Carson City Debt Service Fund	(1,071,138)	(1,071,138)	-	(736,925)
Insurance Fund	(750,000)	(750,000)	-	-
Stabilization Fund	(900,000)	(900,000)	-	-
Carson City Transit Fund	(303,600)	(303,600)	-	(303,600)
Contingency	(495,924)	-	495,924	-
Discount on bonds issued	-	-	-	(79,978)
Total Other Financing Sources (Uses)	(6,646,691)	(6,195,401)	451,290	1,466,137
Net Change in Fund Balances	(4,769,339)	(334,382)	4,434,957	2,671,567
Fund Balances, July 1	11,933,363	11,933,363	-	9,261,796
Fund Balances, June 30	$ 7,164,024	$ 11,598,981	$ 4,434,957	$ 11,933,363

CARSON CITY
QUALITY OF LIFE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Sales tax, voter approved	$ 2,250,000	$ 2,427,960	$ 177,960	$ 2,258,422
Charges for services:	3,200	2,145	(1,055)	3,345
Miscellaneous:				
Investment income	100,000	264,375	164,375	(2,638)
Total Revenues	2,353,200	2,694,480	341,280	2,259,129
Expenditures:				
Culture and recreation:				
Park maintenance:				
Salaries and wages	57,474	51,437	6,037	64,983
Employee benefits	11,656	10,588	1,068	10,311
Services and supplies	55,357	63,521	(8,164)	53,887
Capital outlay	205,774	176,320	29,454	28,393
	330,261	301,866	28,395	157,574
Parks capital:				
Salaries and wages	39,719	40,454	(735)	42,551
Employee benefits	13,925	13,243	682	12,699
Services and supplies	213,758	211,111	2,647	11,918
Capital outlay	8,374,542	69,667	8,304,875	574,315
	8,641,944	334,475	8,307,469	641,483
Quality of life:				
Salaries and wages	123,654	97,720	25,934	101,589
Employee benefits	37,851	33,578	4,273	32,664
Services and supplies	253,415	114,130	139,285	75,287
Capital outlay	6,228,187	2,892,739	3,335,448	-
	6,643,107	3,138,167	3,504,940	209,540
Total Expenditures	15,615,312	3,774,508	11,840,804	1,008,597
Excess (Deficiency) of Revenues over Expenditures	(13,262,112)	(1,080,028)	12,182,084	1,250,532

CARSON CITY
QUALITY OF LIFE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
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	FINAL BUDGET	ACTUAL	VARIANCE	2004
Other Financing Sources (Uses):				
Bonds issued	$ 5,835,000	$ 5,835,000	$ -	$ -
Notes issued	3,028,000	3,028,000	-	-
Transfers in (out):				
General Fund	(177,070)	(140,914)	36,156	(101,415)
Carson City Debt Service Fund	(551,240)	(551,240)	-	(370,243)
Discount on bonds issued	(62,042)	(62,042)	-	-
Total Other Financing Sources (Uses)	8,072,648	8,108,804	36,156	(471,658)
Net Change in Fund Balances	(5,189,464)	7,028,776	12,218,240	778,874
Fund Balances, July 1	5,943,063	5,943,063	-	5,164,189
Fund Balances, June 30	$ 753,599	$ 12,971,839	$ 12,218,240	$ 5,943,063

NONMAJOR GOVERNMENTAL FUNDS

Combining Balance Sheet

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances

CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2005

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
ASSETS				
Cash and investments	$ 19,559,331	$ 1,664,583	$ 3,382,727	$ 24,606,641
Receivables (net of allowances for uncollectibles):				
Taxes, delinquent	15,960	3,701	-	19,661
Accounts receivable	21,325	-	-	21,325
Due from component units	955	-	-	955
Due from other governments	2,644,337	-	-	2,644,337
Prepaid items	507	-	-	507
Restricted assets:				
Cash and investments	22,069	-	-	22,069
Total Assets	$ 22,264,484	$ 1,668,284	$ 3,382,727	$ 27,315,495
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 1,391,347	$ 6	$ 448,596	$ 1,839,949
Accrued interest payable	-	17,987	-	17,987
Accrued salaries and benefits	120,454	-	2,555	123,009
Payable from restricted assets	22,069	-	-	22,069
Due to other funds	545,000	-	-	545,000
Due to other governments	663,017	-	-	663,017
Due to component units	34,705	-	-	34,705
Deferred revenue	11,062	2,699	-	13,761
Unearned revenue	97,775	-	-	97,775
Total Liabilities	2,885,429	20,692	451,151	3,357,272
Fund balances:				
Reserved for prepaid items	507	-	-	507
Unreserved:				
Designated for subsequent year's expenditures	5,720,786	1,633,794	130,227	7,484,807
Undesignated	13,657,762	13,798	2,801,349	16,472,909
Total Fund Balances	19,379,055	1,647,592	2,931,576	23,958,223
Total Liabilities and Fund Balances	$ 22,264,484	$ 1,668,284	$ 3,382,727	$ 27,315,495

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	SPECIAL REVENUE FUNDS	DEBT SERVICE FUNDS	CAPITAL PROJECTS FUNDS	TOTAL NONMAJOR GOVERNMENTAL FUNDS
Revenues:				
Taxes	$ 8,840,254	$ 904,458	$ 268,210	$ 10,012,922
Intergovernmental revenues	3,703,009	408,180	-	4,111,189
Charges for services	172,693	-	-	172,693
Fines and forfeits	54,930	-	-	54,930
Miscellaneous	756,827	260,512	77,944	1,095,283
Total Revenues	13,527,713	1,573,150	346,154	15,447,017
Expenditures:				
Current:				
General government	1,985,717	-	-	1,985,717
Public safety	3,081,751	-	37	3,081,788
Judicial	108,979	-	-	108,979
Public works	7,765,819	-	-	7,765,819
Health	247,872	-	-	247,872
Welfare	1,479,829	-	-	1,479,829
Culture and recreation	1,426,035	-	37,891	1,463,926
Community support	-	-	371,803	371,803
Airport	79,038	-	-	79,038
Economic opportunity	250,655	-	-	250,655
Capital outlay	-	-	306,392	306,392
Debt service:				
Principal retirement	-	2,576,513	-	2,576,513
Interest and fiscal charges	-	1,958,684	-	1,958,684
Total Expenditures	16,425,695	4,535,197	716,123	21,677,015
Excess (Deficiency) of Revenues over Expenditures	(2,897,982)	(2,962,047)	(369,969)	(6,229,998)
Other Financing Sources (Uses):				
Sales of surplus property	36,100	-	-	36,100
Bonds issued	980,000	-	-	980,000
Transfers in	6,044,023	2,513,256	1,235,000	9,792,279
Transfers out	(1,655,351)	(285,000)	(75,000)	(2,015,351)
Discount on bonds issued	(4,307)	-	-	(4,307)
Total Other Financing Sources (Uses)	5,400,465	2,228,256	1,160,000	8,788,721
Net Change in Fund Balances	2,502,483	(733,791)	790,031	2,558,723
Fund Balances, July 1	16,876,572	2,381,383	2,141,545	21,399,500
Fund Balances, June 30	$ 19,379,055	$ 1,647,592	$ 2,931,576	$ 23,958,223

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SPECIAL REVENUE FUNDS

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

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

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

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

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

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

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

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

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

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SPECIAL REVENUE FUNDS
Continued

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

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

Capital Acquisition and Development Fund - This Fund is used to account for sales of City property and the financing and purchasing of large capital items for the benefit of the public at large.

Stabilization Fund - This Fund is used to stabilize the operation of the City and mitigate the effects of natural disasters.

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

Continuous Quality Improvement Fund - This Fund is used to account for budgetary savings from General Fund departments. The City has established a policy that a department will receive 30% of its prior year savings for nonrecurring items.

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

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

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

CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2005
(PAGE 1 OF 3)

	SENIOR CITIZENS CENTER	AIRPORT	COOPERATIVE EXTENSION
ASSETS			
Cash and investments:			
Unrestricted	$ 364,598	$ 77,309	$ 282,177
Restricted	-	-	-
Taxes receivable, delinquent	3,521	-	892
Accounts receivable	-	-	-
Due from component unit	-	-	-
Due from other governments	-	2,606	-
Prepaid items	278	-	-
Total Assets	$ 368,397	$ 79,915	$ 283,069
LIABILITIES			
Accounts payable	$ 60,909	$ -	$ 865
Accrued salaries and benefits	11,842	-	3,324
Due to component unit	-	29,226	-
Due to other funds	-	-	-
Due to other governments	-	-	30,492
Deferred revenue	2,442	-	617
Unearned revenue	-	50,689	-
Payable from restricted assets	-	-	-
Total Liabilities	75,193	79,915	35,298
FUND BALANCES			
Reserved for prepaid items	278	-	-
Unreserved:			
Designated for subsequent year's expenditures	292,926	-	61,402
Undesignated	-	-	186,369
Total Fund Balances	293,204	-	247,771
Total Liabilities and Fund Balances	$ 368,397	$ 79,915	$ 283,069

TRAFFIC TRANSPORTATION	SUPPLEMENTAL INDIGENT	LIBRARY GIFT	ADMINISTRATIVE ASSESSMENTS	REGIONAL TRANSPORTATION
$ 108,921	$ 191,665	$ 92,275	$ 45,011	$ 6,837,031
-	-	-	-	-
-	8,022	-	-	-
-	-	-	-	-
-	-	-	-	-
-	2,818	3,939	-	645,623
-	-	-	-	229
$ 108,921	$ 202,505	$ 96,214	$ 45,011	$ 7,482,883
$ 488	$ 37,259	$ 7,210	$ 7	$ 100,183
3,689	-	-	983	152
-	-	-	-	-
-	-	-	-	-
-	117,043	444	-	501,738
-	5,554	-	-	-
-	-	-	-	1,250
-	-	-	-	-
4,177	159,856	7,654	990	603,323
-	-	-	-	229
99,088	-	43,124	5,000	488,543
5,656	42,649	45,436	39,021	6,390,788
104,744	42,649	88,560	44,021	6,879,560
$ 108,921	$ 202,505	$ 96,214	$ 45,011	$ 7,482,883

CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2005
(PAGE 2 OF 3)

	CAPITAL PROJECTS	STREET MAINTENANCE	CAPITAL ACQUISITION AND DEVELOPMENT
ASSETS			
Cash and investments:			
Unrestricted	$ 718,088	$ 2,102,709	$ 3,936,688
Restricted	-	-	-
Taxes receivable, delinquent	3,525	-	-
Accounts receivable	174	467	1,416
Due from component unit	-	-	-
Due from other governments	-	753,379	1,615
Prepaid items	-	-	-
Total Assets	$ 721,787	$ 2,856,555	$ 3,939,719
LIABILITIES			
Accounts payable	$ 30,075	$ 109,002	$ 736,402
Accrued salaries and benefits	-	92,931	2,485
Due to component unit	-	-	-
Due to other funds	-	-	-
Due to other governments	-	-	1,975
Deferred revenue	2,449	-	-
Unearned revenue	-	-	-
Payable from restricted assets	-	-	-
Total Liabilities	32,524	201,933	740,862
FUND BALANCES			
Reserved for prepaid items	-	-	-
Unreserved:			
Designated for subsequent year's expenditures	87,755	436,531	517,898
Undesignated	601,508	2,218,091	2,680,959
Total Fund Balances	689,263	2,654,622	3,198,857
Total Liabilities and Fund Balances	$ 721,787	$ 2,856,555	$ 3,939,719

STABILIZATION	REDEVELOPMENT ADMINISTRATION	CONTINUOUS QUALITY IMPROVEMENT	FIREFIGHTER RETIREMENT MEDICAL	WATERFALL FIRE
$ 3,538,850	$ 13,227	$ 339,658	$ 15,762	$ 573,725
-	-	-	-	-
-	-	-	-	-
-	18,426	-	-	-
-	955	-	-	-
-	-	-	-	592,920
-	-	-	-	-
$ 3,538,850	$ 32,608	$ 339,658	$ 15,762	$ 1,166,645
$ -	$ 10,792	$ -	$ -	$ 252,302
-	2,187	-	-	-
-	5,479	-	-	-
-	-	-	-	-
-	-	-	-	11,325
-	-	-	-	-
-	-	-	-	45,836
-	-	-	-	-
-	18,458	-	-	309,463
-	-	-	-	-
3,538,850	14,150	-	15,762	-
-	-	339,658	-	857,182
3,538,850	14,150	339,658	15,762	857,182
$ 3,538,850	$ 32,608	$ 339,658	$ 15,762	$ 1,166,645

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CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2005
(PAGE 3 OF 3)

	CARSON CITY TRANSIT	COMMISSARY	TOTAL
ASSETS			
Cash and investments:			
Unrestricted	$ 226,340	$ 95,297	$ 19,559,331
Restricted	-	22,069	22,069
Taxes receivable, delinquent	-	-	15,960
Accounts receivable	-	842	21,325
Due from component unit	-	-	955
Due from other governments	641,437	-	2,644,337
Prepaid items	-	-	507
Total Assets	$ 867,777	$ 118,208	$ 22,264,484
LIABILITIES			
Accounts payable	$ 42,848	$ 3,005	$ 1,391,347
Accrued salaries and benefits	-	2,861	120,454
Due to component unit	-	-	34,705
Due to other funds	545,000	-	545,000
Due to other governments	-	-	663,017
Deferred revenue	-	-	11,062
Unearned revenue	-	-	97,775
Payable from restricted assets	-	22,069	22,069
Total Liabilities	587,848	27,935	2,885,429
FUND BALANCES			
Reserved for prepaid items	-	-	507
Unreserved:			
Designated for subsequent year's expenditures	60,390	59,367	5,720,786
Undesignated	219,539	30,906	13,657,762
Total Fund Balances	279,929	90,273	19,379,055
Total Liabilities and Fund Balances	$ 867,777	$ 118,208	$ 22,264,484

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 1 OF 3)

	SENIOR CITIZENS CENTER	AIRPORT	COOPERATIVE EXTENSION
Revenues:			
Taxes	$ 560,735	$ -	$ 143,552
Intergovernmental revenues	-	79,038	222,300
Charges for services	-	-	-
Fines and forfeits	-	-	-
Miscellaneous	6,412	-	-
Total Revenues	567,147	79,038	365,852
Expenditures:			
Current:			
General government	-	-	-
Public safety	-	-	-
Judicial	-	-	-
Public works	-	-	-
Welfare	-	-	-
Health	-	-	-
Culture and recreation	518,543	-	198,887
Economic opportunity	-	-	-
Airport	-	79,038	-
Total Expenditures	518,543	79,038	198,887
Excess (Deficiency) of Revenues over Expenditures	48,604	-	166,965
Other Financing Sources (Uses):			
Sales of surplus property	36,100	-	-
Bonds issued	-	-	-
Transfers in	-	-	-
Transfers out	(156,613)	-	-
Discount on bonds issued	-	-	-
Total Other Financing Sources (Uses)	(120,513)	-	-
Net Change in Fund Balances	(71,909)	-	166,965
Fund Balances, July 1	365,113	-	80,806
Fund Balances, June 30	$ 293,204	$ -	$ 247,771

TRAFFIC TRANSPORTATION	SUPPLEMENTAL INDIGENT	LIBRARY GIFT	ADMINISTRATIVE ASSESSMENTS	REGIONAL TRANSPORTATION
$ -	$ 1,289,025	$ -	$ -	$ 3,471,061
-	-	3,495	81,370	25,633
-	-	-	-	-
54,930	-	-	-	-
16,891	12,984	8,661	-	174,437
71,821	1,302,009	12,156	81,370	3,671,131
-	-	-	-	-
68,815	-	-	-	-
-	-	-	108,178	-
-	-	-	-	3,252,898
-	1,479,829	-	-	-
-	-	-	-	-
-	-	11,292	-	-
-	-	-	-	-
-	-	-	-	-
68,815	1,479,829	11,292	108,178	3,252,898
3,006	(177,820)	864	(26,808)	418,233
-	-	-	-	-
-	-	-	-	-
-	220,000	-	-	-
-	-	-	-	(424,100)
-	-	-	-	-
-	220,000	-	-	(424,100)
3,006	42,180	864	(26,808)	(5,867)
101,738	469	87,696	70,829	6,885,427
$ 104,744	$ 42,649	$ 88,560	$ 44,021	$ 6,879,560

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 2 OF 3)

	CAPITAL PROJECTS	STREET MAINTENANCE	CAPITAL ACQUISITION AND DEVELOPMENT
Revenues:			
Taxes	$ 560,734	$ 2,815,147	$ -
Intergovernmental revenues	-	1,574,975	2,275
Charges for services	-	45,126	-
Fines and forfeits	-	-	-
Miscellaneous	19,037	58,980	79,835
Total Revenues	579,771	4,494,228	82,110
Expenditures:			
Current:			
General government	458,119	-	1,291,342
Public safety	66,789	-	346,298
Judicial	-	-	-
Public works	-	3,786,909	-
Welfare	-	-	-
Health	-	-	247,872
Culture and recreation	-	-	686,621
Economic opportunity	79,826	-	170,829
Airport	-	-	-
Total Expenditures	604,734	3,786,909	2,742,962
Excess (Deficiency) of Revenues over Expenditures	(24,963)	707,319	(2,660,852)
Other Financing Sources (Uses):			
Sales of surplus property	-	-	-
Bonds issued	-	-	980,000
Transfers in	50,000	-	2,460,162
Transfers out	-	-	(388,415)
Discount on bonds issued	-	-	(4,307)
Total Other Financing Sources (Uses)	50,000	-	3,047,440
Net Change in Fund Balances	25,037	707,319	386,588
Fund Balances, July 1	664,226	1,947,303	2,812,269
Fund Balances, June 30	$ 689,263	$ 2,654,622	$ 3,198,857

STABILIZATION	REDEVELOPMENT ADMINISTRATION	CONTINUOUS QUALITY IMPROVEMENT	FIREFIGHTER RETIREMENT MEDICAL	WATERFALL FIRE
$ -	$ -	$ -	$ -	$ -
-	147	-	-	1,130,854
-	-	-	28,118	-
-	-	-	-	-
-	20,034	-	-	265,264
-	20,181	-	28,118	1,396,118
-	234,110	2,146	-	-
-	-	7,174	12,356	2,449,197
-	-	801	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	10,692	-	-
-	-	-	-	-
-	-	-	-	-
-	234,110	20,813	12,356	2,449,197
-	(213,929)	(20,813)	15,762	(1,053,079)
-	-	-	-	-
-	-	-	-	-
900,000	200,000	-	-	1,910,261
(361,150)	-	(325,073)	-	-
-	-	-	-	-
538,850	200,000	(325,073)	-	1,910,261
538,850	(13,929)	(345,886)	15,762	857,182
3,000,000	28,079	685,544	-	-
$ 3,538,850	$ 14,150	$ 339,658	$ 15,762	$ 857,182

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 3 OF 3)

	CARSON CITY TRANSIT	COMMISSARY	TOTAL
Revenues:			
Taxes	$ -	$ -	$ 8,840,254
Intergovernmental revenues	582,922	-	3,703,009
Charges for services	22,537	76,912	172,693
Fines and forfeits	-	-	54,930
Miscellaneous	25,250	69,042	756,827
Total Revenues	630,709	145,954	13,527,713
Expenditures:			
Current:			
General government	-	-	1,985,717
Public safety	-	131,122	3,081,751
Judicial	-	-	108,979
Public works	726,012	-	7,765,819
Welfare	-	-	1,479,829
Health	-	-	247,872
Culture and recreation	-	-	1,426,035
Economic opportunity	-	-	250,655
Airport	-	-	79,038
Total Expenditures	726,012	131,122	16,425,695
Excess (Deficiency) of Revenues over Expenditures	(95,303)	14,832	(2,897,982)
Other Financing Sources (Uses):			
Sales of surplus property	-	-	36,100
Bonds issued	-	-	980,000
Transfers in	303,600	-	6,044,023
Transfers out	-	-	(1,655,351)
Discount on bonds issued	-	-	(4,307)
Total Other Financing Sources (Uses)	303,600	-	5,400,465
Net Change in Fund Balances	208,297	14,832	2,502,483
Fund Balances, July 1	71,632	75,441	16,876,572
Fund Balances, June 30	$ 279,929	$ 90,273	$ 19,379,055

CARSON CITY
SENIOR CITIZENS CENTER FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Ad valorem	$ 562,909	$ 560,735	$ (2,174)	$ 535,328
Intergovernmental revenues:				
Federal grant, CDBG	-	-	-	113,400
Miscellaneous:				
Investment income	10,000	6,412	(3,588)	17,870
Other	-	-	-	3,775
Gifts and donations	-	-	-	121,642
	10,000	6,412	(3,588)	143,287
Total Revenues	572,909	567,147	(5,762)	792,015
Expenditures:				
Culture and recreation:				
Participant recreation:				
Salaries and wages	145,050	126,348	18,702	129,474
Employee benefits	59,397	50,219	9,178	51,332
Services and supplies	208,306	151,141	57,165	148,387
Capital outlay	168,718	190,835	(22,117)	3,006,988
Total Expenditures	581,471	518,543	62,928	3,336,181
Excess (Deficiency) of Revenues over Expenditures	(8,562)	48,604	57,166	(2,544,166)
Other Financing Sources (Uses):				
Sales of surplus property	36,100	36,100	-	-
Transfers in (out):				
General Fund	-	-	-	229,500
Carson City Debt Service Fund	(156,613)	(156,613)	-	(154,813)
Total Other Financing Sources (Uses)	(120,513)	(120,513)	-	74,687
Net Change in Fund Balances	(129,075)	(71,909)	57,166	(2,469,479)
Fund Balances, July 1	365,113	365,113	-	2,834,592
Fund Balances, June 30	$ 236,038	$ 293,204	$ 57,166	$ 365,113

CARSON CITY
AIRPORT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Intergovernmental revenues:				
Federal grant, FAA	$ 124,787	$ 74,098	$ (50,689)	$ 278,552
Other local shared revenues:				
CC Airport Authority	8,318	4,940	(3,378)	18,572
Total Revenues	133,105	79,038	(54,067)	297,124
Expenditures:				
Airport:				
Services and supplies	133,105	79,038	54,067	269,675
Capital outlay	-	-	-	27,449
Total Expenditures	133,105	79,038	54,067	297,124
Excess (Deficiency) of Revenues over Expenditures	-	-	-	-
Fund Balances, July 1	-	-	-	-
Fund Balances, June 30	$ -	$ -	$ -	$ -

CARSON CITY
COOPERATIVE EXTENSION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Ad valorem	$ 144,105	$ 143,552	$ (553)	$ 137,036
Intergovernmental revenues:				
Other local government grants:				
Waterfall fire	222,300	222,300	-	-
Total Revenues	366,405	365,852	(553)	137,036
Expenditures:				
Culture and recreation:				
Cooperative extension:				
Salaries and wages	41,246	42,697	(1,451)	40,229
Employee benefits	13,632	12,998	634	11,948
Services and supplies	336,267	143,192	193,075	73,427
Total Expenditures	391,145	198,887	192,258	125,604
Excess (Deficiency) of Revenues over Expenditures	(24,740)	166,965	191,705	11,432
Fund Balances, July 1	80,806	80,806	-	69,374
Fund Balances, June 30	$ 56,066	$ 247,771	$ 191,705	$ 80,806

CARSON CITY
TRAFFIC TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Fines and forfeits:				
Fines:				
Court	$ 50,000	$ 54,930	$ 4,930	$ 56,143
Miscellaneous:				
Investment income	3,000	2,421	(579)	(48)
Rents and royalties	15,000	13,754	(1,246)	14,989
Other	-	716	716	15
	18,000	16,891	(1,109)	14,956
Total Revenues	68,000	71,821	3,821	71,099
Expenditures:				
Public safety:				
Sheriff - parking enforcement:				
Salaries and wages	42,853	41,802	1,051	40,896
Employee benefits	18,125	17,540	585	16,492
Services and supplies	14,017	9,473	4,544	11,141
Total Expenditures	74,995	68,815	6,180	68,529
Excess (Deficiency) of Revenues over Expenditures	(6,995)	3,006	10,001	2,570
Fund Balances, July 1	92,155	101,738	9,583	99,168
Fund Balances, June 30	$ 85,160	$ 104,744	$ 19,584	$ 101,738

CARSON CITY
SUPPLEMENTAL INDIGENT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES (DEFICIT) - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Ad valorem	$ 1,294,691	$ 1,289,025	$ (5,666)	$ 1,071,722
Miscellaneous:				
Investment income	10,000	12,984	2,984	6,530
Total Revenues	1,304,691	1,302,009	(2,682)	1,078,252
Expenditures:				
Welfare:				
Institutional care:				
Services and supplies	1,524,691	1,479,829	44,862	1,147,783
Excess (Deficiency) of Revenues over Expenditures	(220,000)	(177,820)	42,180	(69,531)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	220,000	220,000	-	214,555
Net Change in Fund Balances	-	42,180	42,180	145,024
Fund Balances (Deficit), July 1	-	469	469	(144,555)
Fund Balances, June 30	$ -	$ 42,649	$ 42,649	$ 469

CARSON CITY
LIBRARY GIFT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Intergovernmental revenues:				
Federal grants	$ -	$ 3,495	$ 3,495	$ 2,236
Miscellaneous:				
Donations and gifts	2,500	6,489	3,989	11,397
Investment income	1,000	2,172	1,172	20
	3,500	8,661	5,161	11,417
Total Revenues	3,500	12,156	8,656	13,653
Expenditures:				
Culture and recreation:				
Libraries:				
Services and supplies	45,672	11,292	34,380	5,881
Capital outlay	5,000	-	5,000	-
Total Expenditures	50,672	11,292	39,380	5,881
Excess (Deficiency) of Revenues over Expenditures	(47,172)	864	48,036	7,772
Fund Balances, July 1	87,696	87,696	-	79,924
Fund Balances, June 30	$ 40,524	$ 88,560	$ 48,036	$ 87,696

CARSON CITY
ADMINISTRATIVE ASSESSMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Intergovernmental revenues:				
State shared revenue:				
Administrative assessments	$ 70,000	$ 81,370	$ 11,370	$ 75,866
Expenditures:				
Judicial:				
Salaries and wages	21,437	23,204	(1,767)	35,645
Employee benefits	939	1,012	(73)	2,783
Services and supplies	20,885	72,975	(52,090)	94,033
Capital outlay	92,568	10,987	81,581	-
Total Expenditures	135,829	108,178	27,651	132,461
Excess (Deficiency) of Revenues over Expenditures	(65,829)	(26,808)	39,021	(56,595)
Fund Balances, July 1	70,829	70,829	-	127,424
Fund Balances, June 30	$ 5,000	$ 44,021	$ 39,021	$ 70,829

CARSON CITY
REGIONAL TRANSPORTATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
County option motor vehicle fuel tax	$ 3,000,000	$ 3,471,061	$ 471,061	$ 3,322,232
Intergovernmental revenues:				
Federal grants	-	25,633	25,633	31,230
Miscellaneous:				
Investment income	50,000	160,392	110,392	(10,964)
Rents and royalties	15,000	13,750	(1,250)	13,589
Other	-	123	123	40
Refunds and reimbursements	-	172	172	-
	65,000	174,437	109,437	2,665
Total Revenues	3,065,000	3,671,131	606,131	3,356,127
Expenditures:				
Public works:				
Paved streets:				
Salaries and wages	-	2,326	(2,326)	131,960
Employee benefits	-	863	(863)	41,988
Services and supplies	2,158,709	2,425,908	(267,199)	2,305,209
Capital outlay	7,151,890	823,801	6,328,089	1,010,470
Total Expenditures	9,310,599	3,252,898	6,057,701	3,489,627
Excess (Deficiency) of Revenues over Expenditures	(6,245,599)	418,233	6,663,832	(133,500)
Other Financing Sources (Uses):				
Bonds issued	-	-	-	5,785,000
Transfers in (out):				
Carson City Debt Service Fund	(424,100)	(424,100)	-	(97,290)
Discount on bonds issued	-	-	-	(65,228)
Total Other Financing Sources (Uses)	(424,100)	(424,100)	-	5,622,482
Net Change in Fund Balances	(6,669,699)	(5,867)	6,663,832	5,488,982
Fund Balances, July 1	6,885,427	6,885,427	-	1,396,445
Fund Balances, June 30	$ 215,728	$ 6,879,560	$ 6,663,832	$ 6,885,427

CARSON CITY
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Ad valorem	$ 562,909	$ 560,734	$ (2,175)	$ 535,322
Miscellaneous:				
Investment income	15,000	19,037	4,037	1,035
Total Revenues	577,909	579,771	1,862	536,357
Expenditures:				
General government:				
Services and supplies:				
Professional services	60,592	15,498	45,094	-
Vehicle Replacement Program	-	324	(324)	-
Building improvements	-	-	-	4,362
SPAN	323	323	-	15,659
	60,915	16,145	44,770	20,021
Capital outlay:				
Vehicle Replacement Program	546,333	441,334	104,999	268,034
Building improvements	160,484	640	159,844	-
SPAN	-	-	-	20,136
	706,817	441,974	264,843	288,170
Total General Government	767,732	458,119	309,613	308,191
Public safety:				
Services and supplies:				
Sheriff Equipment	-	974	(974)	-
Capital outlay:				
Sheriff Equipment	68,000	65,815	2,185	-
Total Public Safety	68,000	66,789	1,211	-
Public works:				
Services and supplies:				
Parking Lot Improvement Program	78,648	-	78,648	17,991
Culture and recreation:				
Capital outlay:				
Governors Field Asphalt Replacement	210,000	-	210,000	-
Economic opportunity:				
Services and supplies	80,000	79,826	174	-
Total Expenditures	1,204,380	604,734	599,646	326,182
Excess (Deficiency) of Revenues over Expenditures	(626,471)	(24,963)	601,508	210,175

CARSON CITY
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Other Financing Sources (Uses):				
Tranfers in (out):				
General Fund	$ -	$ -	$ -	$ 50,500
Capital Acquisition and Development Fund	50,000	50,000	-	-
Total Other Financing Sources (Uses)	50,000	50,000	-	50,500
Net Change in Fund Balances	(576,471)	25,037	601,508	260,675
Fund Balances, July 1	664,226	664,226	-	403,551
Fund Balances, June 30	$ 87,755	$ 689,263	$ 601,508	$ 664,226

CARSON CITY
STREET MAINTENANCE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
County option motor vehicle fuel tax	$ 305,537	$ 386,953	$ 81,416	$ 370,384
Sales tax, voter approved	2,250,000	2,428,194	178,194	2,259,180
	2,555,537	2,815,147	259,610	2,629,564
Intergovernmental revenues:				
Federal grants:				
CDBG	160,054	160,054	-	89,946
Public Assistance	25,531	25,530	(1)	-
State grants	-	4,694	4,694	-
State shared revenues:				
Motor vehicle fuel tax	1,186,824	1,340,152	153,328	1,277,083
Other local government grants:				
Interlocal cooperative agreements	-	44,545	44,545	-
	1,372,409	1,574,975	202,566	1,367,029
Charges for services:	100,000	45,126	(54,874)	79,732
Miscellaneous:				
Investment income	50,000	40,994	(9,006)	(5,616)
Other	-	15,000	15,000	-
Refunds and reimbursements	-	2,986	2,986	1,628
	50,000	58,980	8,980	(3,988)
Total Revenues	4,077,946	4,494,228	416,282	4,072,337
Expenditures:				
Public works:				
Salaries and wages	1,178,722	1,120,635	58,087	1,197,036
Employee benefits	378,847	333,479	45,368	349,703
Services and supplies	3,548,354	1,937,095	1,611,259	1,907,973
Capital outlay	662,054	395,700	266,354	365,744
Total Expenditures	5,767,977	3,786,909	1,981,068	3,820,456
Excess (Deficiency) of Revenues over Expenditures	(1,690,031)	707,319	2,397,350	251,881
Other Financing Sources (Uses):				
Sales of surplus property	-	-	-	111,500
Contingency	(60,000)	-	60,000	-
Total Other Financing Sources (Uses)	(60,000)	-	60,000	111,500
Net Change in Fund Balances	(1,750,031)	707,319	2,457,350	363,381
Fund Balances, July 1	1,947,303	1,947,303	-	1,583,922
Fund Balances, June 30	$ 197,272	$ 2,654,622	$ 2,457,350	$ 1,947,303

CARSON CITY
CAPITAL ACQUISITION AND DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Intergovernmental:				
State grants	$ 2,275	$ 2,275	$ -	$ 5,668
Miscellaneous:				
Investment income	150,000	79,835	(70,165)	(9,785)
Total Revenues	152,275	82,110	(70,165)	(4,117)
Expenditures:				
General government:				
Salaries and wages	-	11,982	(11,982)	-
Employee benefits	-	1,868	(1,868)	65
Services and supplies	359,648	638,816	(279,168)	278,672
Capital outlay	2,525,611	638,676	1,886,935	1,172,300
	2,885,259	1,291,342	1,593,917	1,451,037
Public safety:				
Employee benefits	-	-	-	77
Services and supplies	60,521	122,182	(61,661)	180,060
Capital outlay	320,786	224,116	96,670	13,840
	381,307	346,298	35,009	193,977
Health:				
Employee benefits	-	22	(22)	340
Services and supplies	-	207	(207)	1,848
Capital outlay	670,052	247,643	422,409	21,753
	670,052	247,872	422,180	23,941
Culture and recreation:				
Salaries and wages	-	-	-	900
Employee benefits	-	-	-	80
Services and supplies	118,224	50,715	67,509	16,933
Capital outlay	1,274,244	635,906	638,338	199,320
	1,392,468	686,621	705,847	217,233
Economic opportunity:				
Services and supplies	115,000	112,295	2,705	100,000
Capital outlay	50,000	58,534	(8,534)	-
	165,000	170,829	(5,829)	100,000
Total Expenditures	5,494,086	2,742,962	2,751,124	1,986,188
Excess (Deficiency) of Revenues over Expenditures	(5,341,811)	(2,660,852)	2,680,959	(1,990,305)

CARSON CITY
CAPITAL ACQUISITION AND DEVELOPMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Other Financing Sources (Uses):				
Bonds issued	$ 980,000	$ 980,000	$ -	$ -
Transfers in (out):				
General Fund	2,135,089	2,135,089	-	1,200,000
Continuous Quality Improvement Fund	325,073	325,073	-	-
Capital Facilities Fund	-	-	-	245,397
General Fund	(28,250)	(28,250)	-	-
Capital Projects Fund	(50,000)	(50,000)	-	-
Carson City Debt Service Fund	(310,165)	(310,165)	-	(297,298)
Discount on bonds issued	(4,307)	(4,307)	-	-
Total Other Financing Sources (Uses)	3,047,440	3,047,440	-	1,148,099
Net Change in Fund Balances	(2,294,371)	386,588	2,680,959	(842,206)
Fund Balances, July 1	2,812,269	2,812,269	-	3,654,475
Fund Balances, June 30	$ 517,898	$ 3,198,857	$ 2,680,959	$ 2,812,269

CARSON CITY
STABILIZATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	$ 900,000	$ 900,000	$ -	$ -
Waterfall Fire Fund	(250,000)	(361,150)	(111,150)	-
Total Other Financing Sources (Uses)	650,000	538,850	(111,150)	-
Fund Balances, July 1	3,000,000	3,000,000	-	3,000,000
Fund Balances, June 30	$ 3,650,000	$ 3,538,850	$ (111,150)	$ 3,000,000

CARSON CITY
REDEVELOPMENT ADMINISTRATION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Intergovernmental revenues:				
Federal grants	$ -	$ 147	$ 147	$ -
Miscellaneous:				
Investment income	2,000	618	(1,382)	39
Other	21,000	19,416	(1,584)	39,566
	23,000	20,034	(2,966)	39,605
Total Revenues	23,000	20,181	(2,819)	39,605
Expenditures:				
General government:				
Salaries and wages	29,958	22,742	7,216	-
Employee benefits	12,324	11,510	814	-
Services and supplies	197,957	199,858	(1,901)	67,635
Total Expenditures	240,239	234,110	6,129	67,635
Excess (Deficiency) of Revenues over Expenditures	(217,239)	(213,929)	3,310	(28,030)
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Revolving Fund	75,000	75,000	-	-
Redevelopment Debt Service Fund	125,000	125,000	-	50,000
Total Other Financing Sources (Uses)	200,000	200,000	-	50,000
Net Change in Fund Balances	(17,239)	(13,929)	3,310	21,970
Fund Balances, July 1	28,079	28,079	-	6,109
Fund Balances, June 30	$ 10,840	$ 14,150	$ 3,310	$ 28,079

CARSON CITY
CONTINUOUS QUALITY IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Expenditures:				
General government:				
Services and supplies	$ -	$ 2,146	$ (2,146)	$ 464
Capital outlay	122,587	-	122,587	-
	122,587	2,146	120,441	464
Public safety:				
Services and supplies	-	7,174	(7,174)	20,638
Capital outlay	108,664	-	108,664	-
	108,664	7,174	101,490	20,638
Judicial:				
Salaries and wages	-	768	(768)	4,668
Employee benefits	-	33	(33)	205
Capital outlay	24,886	-	24,886	-
	24,886	801	24,085	4,873
Public works:				
Capital outlay	18,885	-	18,885	-
Welfare:				
Capital outlay	1,069	-	1,069	-
Health:				
Capital outlay	9,470	-	9,470	-
Culture and recreation:				
Services and supplies	-	10,692	(10,692)	1,001
Capital outlay	39,513	-	39,513	-
	39,513	10,692	28,821	1,001
Total Expenditures	325,074	20,813	304,261	26,976
Excess (Deficiency) of Revenues over Expenditures	(325,074)	(20,813)	304,261	(26,976)
Other Financing Sources (Uses):				
Transfers in (out):				
Capital Acquisition and Development Fund	(325,073)	(325,073)	-	-
Net Change in Fund Balances	(650,147)	(345,886)	304,261	(26,976)
Fund Balances, July 1	685,544	685,544	-	712,520
Fund Balances, June 30	$ 35,397	$ 339,658	$ 304,261	$ 685,544

CARSON CITY
FIREFIGHTER RETIREMENT MEDICAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

	FINAL BUDGET	ACTUAL	VARIANCE
Revenues:			
Charges for services:			
Employee contributions	$ 2,696	$ 2,696	$ -
Employer contributions	25,816	25,422	(394)
Total Revenues	28,512	28,118	(394)
Expenditures:			
Public safety:			
Services and supplies	12,356	12,356	-
Excess (Deficiency) of Revenues over Expenditures	16,156	15,762	(394)
Fund Balances, July 1	-	-	-
Fund Balances, June 30	$ 16,156	$ 15,762	$ (394)

CARSON CITY
WATERFALL FIRE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

	FINAL BUDGET	ACTUAL	VARIANCE
Intergovernmental:			
Federal grants	$ 2,409,364	$ 1,010,485	$ (1,398,879)
State grants	60,250	100,369	40,119
Other local government grants:			
Interlocal cooperative agreements	20,000	20,000	-
	2,489,614	1,130,854	(1,358,760)
Miscellaneous:			
Other	12,037	12,037	-
Gifts and donations	9,781	9,781	-
Refunds and reimbursements	89,566	243,446	153,880
	111,384	265,264	153,880
Total Revenues	2,600,998	1,396,118	(1,204,880)
Expenditures:			
Public safety:			
Salaries and wages	87,022	104,485	(17,463)
Employee benefits	-	25,518	(25,518)
Services and supplies	3,824,410	1,901,628	1,922,782
Capital outlay	689,566	417,566	272,000
Total Expenditures	4,600,998	2,449,197	2,151,801
Excess (Deficiency) of Revenues over Expenditures	(2,000,000)	(1,053,079)	946,921
Other Financing Sources (Uses):			
Bonds issued	1,500,000	-	(1,500,000)
Transfers in (out):			
Water Fund	250,000	326,573	76,573
Stormwater Drainage Fund	-	1,222,538	1,222,538
Stabilization Fund	250,000	361,150	111,150
Total Other Financing Sources (Uses)	2,000,000	1,910,261	(89,739)
Net Change in Fund Balances	-	857,182	857,182
Fund Balances, July 1	-	-	-
Fund Balances, June 30	$ -	$ 857,182	$ 857,182

CARSON CITY
CARSON CITY TRANSIT FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Intergovernmental:				
Federal grants	$ 491,807	$ 558,079	$ 66,272	$ 416,083
State grants	24,843	24,843	-	17,417
	516,650	582,922	66,272	433,500
Charges for services:				
Ticket sales	14,000	17,344	3,344	14,440
Contract payments	20,000	5,193	(14,807)	19,244
	34,000	22,537	(11,463)	33,684
Miscellaneous:				
Investment income	1,000	2,188	1,188	(295)
Rents and royalties	6,000	6,000	-	6,000
Gifts and donations	13,500	17,062	3,562	14,880
	20,500	25,250	4,750	20,585
Total Revenues	571,150	630,709	59,559	487,769
Expenditures:				
Public works:				
Transit system:				
Services and supplies	569,599	478,619	90,980	628,813
Capital outlay	222,665	247,393	(24,728)	115,778
Total Expenditures	792,264	726,012	66,252	744,591
Excess (Deficiency) of Revenues over Expenditures	(221,114)	(95,303)	125,811	(256,822)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	303,600	303,600	-	303,600
Net Change in Fund Balances	82,486	208,297	125,811	46,778
Fund Balances, July 1	158,075	71,632	(86,443)	24,854
Fund Balances, June 30	$ 240,561	$ 279,929	$ 39,368	$ 71,632

CARSON CITY
COMMISSARY FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Charges for Services:				
Public safety:				
Commissary sales	$ 59,000	$ 76,912	$ 17,912	$ 62,648
Miscellaneous:				
Investment income	2,000	1,835	(165)	(86)
Rents and royalties	35,000	63,337	28,337	69,298
Gifts and donations	5,000	3,870	(1,130)	3,182
	42,000	69,042	27,042	72,394
Total Revenues	101,000	145,954	44,954	135,042
Expenditures:				
Public safety:				
Salaries and wages	33,664	33,659	5	31,895
Employee benefits	12,912	12,457	455	11,177
Services and supplies	124,912	85,006	39,906	108,207
Total Expenditures	171,488	131,122	40,366	151,279
Excess (Deficiency) of Revenues over Expenditures	(70,488)	14,832	85,320	(16,237)
Fund Balances, July 1	75,441	75,441	-	91,678
Fund Balances, June 30	$ 4,953	$ 90,273	$ 85,320	$ 75,441

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources and payment of long-term obligation principal and interest from governmental resources.

Carson City Debt Service Fund - This Fund is used to accumulate monies for payment of general obligation bonds, notes, and capital lease obligations of the City that are not required to be accounted for in the Proprietary Funds.

Redevelopment Debt Service Fund - This Fund is used to accumulate monies for the payment of bonds and notes of the Redevelopment Agency.

CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2005

	CARSON CITY DEBT	REDEVELOPMENT DEBT	TOTAL
ASSETS			
Cash and investments	$ 1,182,183	$ 482,400	$ 1,664,583
Taxes receivable, delinquent	2,267	1,434	3,701
Total Assets	$ 1,184,450	$ 483,834	$ 1,668,284
LIABILITIES			
Accounts payable	$ 6	$ -	$ 6
Accrued interest payable	17,987	-	17,987
Deferred revenue	1,578	1,121	2,699
Total Liabilities	19,571	1,121	20,692
FUND BALANCES			
Unreserved:			
Designated for subsequent year's expenditures	1,164,879	468,915	1,633,794
Undesignated	-	13,798	13,798
Total Fund Balances	1,164,879	482,713	1,647,592
Total Liabilities and Fund Balances	$ 1,184,450	$ 483,834	$ 1,668,284

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	CARSON CITY DEBT	REDEVELOPMENT DEBT	TOTAL
Revenues:			
Taxes	$ 360,045	$ 544,413	$ 904,458
Intergovernmental revenues	408,180	-	408,180
Miscellaneous	247,147	13,365	260,512
Total Revenues	1,015,372	557,778	1,573,150
Expenditures:			
Debt service:			
Principal	2,406,513	170,000	2,576,513
Interest	1,731,359	223,423	1,954,782
Fiscal charges	3,754	148	3,902
Total Expenditures	4,141,626	393,571	4,535,197
Excess (Deficiency) of Revenues over Expenditures	(3,126,254)	164,207	(2,962,047)
Other Financing Sources (Uses):			
Transfers in	2,513,256	-	2,513,256
Transfers out	-	(285,000)	(285,000)
Total Other Financing Sources (Uses)	2,513,256	(285,000)	2,228,256
Net Change in Fund Balances	(612,998)	(120,793)	(733,791)
Fund Balances, July 1	1,777,877	603,506	2,381,383
Fund Balances, June 30	$ 1,164,879	$ 482,713	$ 1,647,592

CARSON CITY
CARSON CITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Ad valorem	$ 361,388	$ 360,045	$ (1,343)	$ 355,620
Intergovernmental revenues:				
Other local government grants:				
Interlocal cooperative agreements	408,180	408,180	-	402,615
Special assessments:				
Principal	215,000	-	(215,000)	176,318
Interest	11,395	-	(11,395)	16,390
	226,395	-	(226,395)	192,708
Miscellaneous:				
Miscellaneous	-	-	-	52
Rents and royalties	200,000	200,000	-	200,000
Investment income	100,000	47,147	(52,853)	19,381
	300,000	247,147	(52,853)	219,433
Total Revenues	1,295,963	1,015,372	(280,591)	1,170,376
Expenditures:				
Debt service:				
General obligation bonds:				
Principal	2,010,836	2,010,836	-	2,184,719
Interest	1,426,260	1,436,011	(9,751)	913,631
	3,437,096	3,446,847	(9,751)	3,098,350
Revenue bonds:				
Principal	210,000	210,000	-	-
Interest	214,100	214,100	-	97,290
	424,100	424,100	-	97,290
Notes payable:				
Principal	185,677	185,677	-	46,787
Interest	81,248	81,248	-	34,465
	266,925	266,925	-	81,252
Services and supplies	-	-	-	427
Fiscal charges	5,000	3,754	1,246	2,907
	5,000	3,754	1,246	3,334
Total Expenditures	4,133,121	4,141,626	(8,505)	3,280,226
Excess (Deficiency) of Revenues over Expenditures	(2,837,158)	(3,126,254)	(289,096)	(2,109,850)

CARSON CITY
CARSON CITY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	$ 1,071,138	$ 1,071,138	$ -	$ 736,925
Senior Citizens Center Fund	156,613	156,613	-	154,813
Capital Acquisition and Development Fund	310,165	310,165	-	297,298
Regional Transportation Fund	424,100	424,100	-	97,290
Quality of Life Fund	551,240	551,240	-	370,243
Total Other Financing Sources (Uses)	2,513,256	2,513,256	-	1,656,569
Net Change in Fund Balances	(323,902)	(612,998)	(289,096)	(453,281)
Fund Balances, July 1	1,777,877	1,777,877	-	2,231,158
Fund Balances, June 30	$ 1,453,975	$ 1,164,879	$ (289,096)	$ 1,777,877

CARSON CITY
REDEVELOPMENT DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Ad valorem	$ 519,545	$ 544,413	$ 24,868	$ 528,702
Miscellaneous				
Investment income	20,000	13,365	(6,635)	2,635
Total Revenues	539,545	557,778	18,233	531,337
Expenditures:				
Debt service:				
Principal	170,000	170,000	-	165,000
Interest	223,423	223,423	-	232,840
Fiscal charges	500	148	352	702
Total Expenditures	393,923	393,571	352	398,542
Excess (Deficiency) of Revenues over Expenditures	145,622	164,207	18,585	132,795
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Administration Fund	(125,000)	(125,000)	-	(50,000)
Redevelopment Revolving Fund	(160,000)	(160,000)	-	(70,000)
Total Other Financing Sources (Uses)	(285,000)	(285,000)	-	(120,000)
Net Change in Fund Balances	(139,378)	(120,793)	18,585	12,795
Fund Balances, July 1	576,500	603,506	27,006	590,711
Fund Balances, June 30	$ 437,122	$ 482,713	$ 45,591	$ 603,506

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the acquisition and construction of major capital facilities other than those financed by Proprietary Funds.

Capital Facilities Fund - This Fund is used to account for acquisition, construction, or renovation of City facilities from SCCRT AB 104 funds.

Residential Construction Fund - This Fund is used to account for the one percent tax on the valuation of each building permit issued or $1,000 per residential dwelling unit, whichever is less, to be used for the purpose of providing neighborhood parks and park facilities in accordance with Nevada Revised Statute 278.4983.

Redevelopment Revolving Fund - This Fund is used to account for construction projects of the Redevelopment Agency.

CARSON CITY
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
JUNE 30, 2005

	CAPITAL FACILITIES	RESIDENTIAL CONSTRUCTION	REDEVELOPMENT REVOLVING	TOTAL
ASSETS				
Cash and investments:				
Unrestricted	$ 1,227,527	$ 868,565	$ 1,286,635	$ 3,382,727
LIABILITIES				
Accounts payable	$ 30,107	$ 320,450	$ 98,039	$ 448,596
Accrued salaries and benefits	-	2,159	396	2,555
Total Liabilities	30,107	322,609	98,435	451,151
FUND BALANCES				
Unreserved:				
Designated for subsequent year's expenditures	-	111,535	18,692	130,227
Undesignated	1,197,420	434,421	1,169,508	2,801,349
Total Fund Balances	1,197,420	545,956	1,188,200	2,931,576
Total Liabilities and Fund Balances	$ 1,227,527	$ 868,565	$ 1,286,635	$ 3,382,727

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	CAPITAL FACILITIES	RESIDENTIAL CONSTRUCTION	REDEVELOPMENT REVOLVING	TOTAL
Revenues:				
Taxes	$ -	$ 268,210	$ -	$ 268,210
Miscellaneous	25,408	20,687	31,849	77,944
Total Revenues	25,408	288,897	31,849	346,154
Expenditures:				
Current:				
Public safety	37	-	-	37
Culture and recreation	-	37,891	-	37,891
Community support	-	-	371,803	371,803
Capital outlay:				
Public safety	144,608	-	-	144,608
Culture and recreation	-	161,784	-	161,784
Total Expenditures	144,645	199,675	371,803	716,123
Excess (Deficiency) of Revenues over Expenditures	(119,237)	89,222	(339,954)	(369,969)
Other Financing Sources (Uses):				
Transfers in	1,075,000	-	160,000	1,235,000
Transfers out	-	-	(75,000)	(75,000)
Total Other Financing Sources (Uses)	1,075,000	-	85,000	1,160,000
Net Change in Fund Balances	955,763	89,222	(254,954)	790,031
Fund Balances, July 1	241,657	456,734	1,443,154	2,141,545
Fund Balances, June 30	$ 1,197,420	$ 545,956	$ 1,188,200	$ 2,931,576

CARSON CITY
CAPITAL FACILITIES FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Miscellaneous:				
Investment income	$ -	$ 25,408	$ 25,408	$ 2,708
Expenditures:				
General government:				
Capital outlay	241,657	-	241,657	-
Public safety:				
Services and supplies	-	37	(37)	94,657
Capital outlay	1,075,000	144,608	930,392	-
	1,075,000	144,645	930,355	94,657
Total Expenditures	1,316,657	144,645	1,172,012	94,657
Excess (Deficiency) of Revenues over Expenditures	(1,316,657)	(119,237)	1,197,420	(91,949)
Other Financing Sources (Uses):				
Transfers in (out):				
General Fund	1,075,000	1,075,000	-	(245,397)
Net Change in Fund Balances	(241,657)	955,763	1,197,420	(337,346)
Fund Balances, July 1	241,657	241,657	-	579,003
Fund Balances, June 30	$ -	$ 1,197,420	$ 1,197,420	$ 241,657

CARSON CITY
RESIDENTIAL CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Taxes:				
Park residential construction tax	$ 130,000	$ 268,210	$ 138,210	$ 131,312
Miscellaneous:				
Investment income	20,000	20,687	687	(373)
Total Revenues	150,000	288,897	138,897	130,939
Expenditures:				
Culture and recreation:				
Parks:				
Salaries and wages	27,178	27,528	(350)	26,753
Employee benefits	9,915	9,602	313	9,137
Services and supplies	18,500	761	17,739	3,476
	55,593	37,891	17,702	39,366
Capital outlay:				
Northridge	5,000	122,106	(117,106)	-
BMX Lighting	20,000	-	20,000	-
Clear Creek Area	28,665	-	28,665	-
Concrete Playground Border	12,500	-	12,500	-
Park Portable Picnic Tables	6,256	-	6,256	-
Fairgrounds	20,478	-	20,478	-
Sound System Theatre	23,100	-	23,100	
Sunset Park Equipment	1,427	-	1,427	-
Recreational Trails Engineering	2,885	-	2,885	-
Centennial Park Play Equipment	11,038	-	11,038	-
Edmonds Sports Complex	3,908	-	3,908	-
Hidden Meadows	5,000	-	5,000	-
Long Ranch	-	-	-	1,000
Carson River Park Phase 1	3,193	-	3,193	30
CC Radio Club	9,000	-	9,000	-
Ronald D. Wilson	120,198	39,678	80,520	500
Nv Landmark Soc / Rbts Hse	3,168	-	3,168	-
Governors Field Expansion	7,790	-	7,790	-
Other projects	209,623	-	209,623	-
	493,229	161,784	331,445	1,530
Total Expenditures	548,822	199,675	349,147	40,896
Excess (Deficiency) of Revenues over Expenditures	(398,822)	89,222	488,044	90,043
Other Financing Sources (Uses):				
Contingency	(6,000)	-	6,000	-
Net Change in Fund Balances	(404,822)	89,222	494,044	90,043
Fund Balances, July 1	456,734	456,734	-	366,691
Fund Balances, June 30	$ 51,912	$ 545,956	$ 494,044	$ 456,734

CARSON CITY
REDEVELOPMENT REVOLVING FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Revenues:				
Miscellaneous:				
Investment income	$ 20,000	$ 31,849	$ 11,849	$ 1,648
Expenditures:				
Community support:				
Redevelopment:				
Salaries and wages	-	5,412	(5,412)	16,060
Employee benefits	-	2,076	(2,076)	2,308
Services and supplies	-	364,315	(364,315)	446,571
Capital outlay	1,539,462	-	1,539,462	24,995
Total Expenditures	1,539,462	371,803	1,167,659	489,934
Excess (Deficiency) of Revenues over Expenditures	(1,519,462)	(339,954)	1,179,508	(488,286)
Other Financing Sources (Uses):				
Transfers in (out):				
Redevelopment Debt Service Fund	160,000	160,000	-	70,000
Redevelopment Administration Fund	(75,000)	(75,000)	-	-
Total Other Financing Sources (Uses)	85,000	85,000	-	70,000
Net Change in Fund Balances	(1,434,462)	(254,954)	1,179,508	(418,286)
Fund Balances, July 1	1,443,154	1,443,154	-	1,861,440
Fund Balances, June 30	$ 8,692	$ 1,188,200	$ 1,179,508	$ 1,443,154

ENTERPRISE FUNDS

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

Major Funds

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

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

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

Nonmajor Funds

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

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

Carson City Sanitary Landfill Fund - This Fund is used to account for the revenues and expenses of the Carson City Sanitary Landfill.

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

CARSON CITY
SEWER FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services:				
User fees and charges	$ 5,356,766	$ 5,023,611	$ (333,155)	$ 5,008,156
Operating Expenses:				
Salaries and wages	1,162,882	1,006,320	156,562	984,511
Employee benefits	424,790	356,487	68,303	350,464
Services and supplies	2,678,368	2,433,743	244,625	2,498,986
Depreciation	2,500,000	2,387,624	112,376	2,370,974
Total Operating Expenses	6,766,040	6,184,174	581,866	6,204,935
Operating Income (Loss)	(1,409,274)	(1,160,563)	248,711	(1,196,779)
Nonoperating Revenues (Expenses):				
Investment income	347,065	267,285	(79,780)	(2,912)
Miscellaneous	55,100	14,560	(40,540)	87,169
Interest expense	(1,335,925)	(789,423)	546,502	(765,058)
Gain (loss) on sales of capital assets	(10,000)	(8,000)	2,000	(7,205)
Bond issuance costs	(52,200)	(5,013)	47,187	(3,499)
Total Nonoperating Revenues (Expenses)	(995,960)	(520,591)	475,369	(691,505)
Income (Loss) Before Contributions	$ (2,405,234)	(1,681,154)	$ 724,080	(1,888,284)
Capital Contributions:				
Capital assets		1,476		5,592
Connection fees		2,259,649		1,063,908
Developers		428,612		413,196
Total Capital Contributions		2,689,737		1,482,696
Change in Net Assets		1,008,583		(405,588)
Net Assets, July 1		54,014,285		54,419,873
Net Assets, June 30		$ 55,022,868		$ 54,014,285

CARSON CITY
SEWER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 5,356,766	$ 4,993,301	$ (363,465)	$ 4,985,585
Cash payments for personnel costs	(1,587,672)	(1,349,795)	237,877	(1,316,663)
Cash payments for services and supplies	(2,678,368)	(2,414,164)	264,204	(2,455,282)
Miscellaneous cash received	55,100	14,560	(40,540)	87,169
Net Cash Provided by Operating Activities	1,145,826	1,243,902	98,076	1,300,809
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	8,909,604	-	(8,909,604)	4,181,210
Assessments for construction	-	-	-	1,260
Connection fees	1,733,236	2,259,649	526,413	1,063,908
Acquisition of capital assets	(12,723,768)	(1,937,543)	10,786,225	(2,580,884)
Principal paid on capital debt	(1,329,475)	(1,214,749)	114,726	(1,042,040)
Interest paid on capital debt	(1,335,925)	(812,901)	523,024	(742,073)
Bond issuance costs	(52,200)	(572)	51,628	(539)
Net Cash Provided (Used) by Capital and Related Financing Activities	(4,798,528)	(1,706,116)	3,092,412	880,842
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	347,065	267,285	(79,780)	(2,912)
Net Increase (Decrease) in Cash and Cash Equivalents	(3,305,637)	(194,929)	3,110,708	2,178,739
Cash and Cash Equivalents, July 1	11,250,786	11,250,786	-	9,072,047
Cash and Cash Equivalents, June 30	$ 7,945,149	$ 11,055,857	$ 3,110,708	$ 11,250,786

CARSON CITY
SEWER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating loss	$ (1,409,274)	$ (1,160,563)	$ 248,711	$ (1,196,779)
Adjustments to reconcile operating loss to net cash provided by operating activities:				
Depreciation and amortization expense	2,500,000	2,387,624	(112,376)	2,370,974
Nonoperating revenues	55,100	14,560	(40,540)	87,169
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(24,290)	(24,290)	(17,017)
Due from other funds	-	1,695	1,695	(14)
Due from other governments	-	-	-	-
Prepaid items	-	(255)	(255)	-
Increase (decrease) in:				
Accounts payable	-	30,739	30,739	51,177
Accrued salaries and benefits	-	9,677	9,677	11,835
Due to other governments	-	(12,600)	(12,600)	(7,473)
Connection deposits	-	(6,020)	(6,020)	(5,540)
Accrued compensated absences	-	3,335	3,335	6,477
Total Adjustments	2,555,100	2,404,465	(150,635)	2,497,588
Net Cash Provided (Used) by Operating Activities	$ 1,145,826	$ 1,243,902	$ 98,076	$ 1,300,809
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES				
Purchase of capital assets on account		$ 121,176		$ 123,535
Retainage payable on construction of capital assets		78,420		126,950

CARSON CITY
WATER FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services:				
User fees and charges	$ 6,997,033	$ 5,529,048	$ (1,467,985)	$ 5,936,512
Other charges	-	157,236	157,236	156,316
Total Operating Revenues	6,997,033	5,686,284	(1,310,749)	6,092,828
Operating Expenses:				
Salaries and wages	1,421,366	1,343,737	77,629	1,346,596
Employee benefits	464,998	418,095	46,903	426,623
Services and supplies	3,413,936	3,245,266	168,670	3,151,344
Depreciation and amortization	1,600,000	1,543,594	56,406	1,460,406
Total Operating Expenses	6,900,300	6,550,692	349,608	6,384,969
Operating Income (Loss)	96,733	(864,408)	(961,141)	(292,141)
Nonoperating Revenues (Expenses):				
Investment income	240,000	260,593	20,593	(13,037)
Grant revenue	-	471,310	471,310	12,435
Miscellaneous	-	10,080	10,080	5,174
Interest expense	(1,330,536)	(974,374)	356,162	(936,944)
Gain (loss) on sales of capital assets	(4,728)	13,438	18,166	(9,049)
Bond issuance costs	(54,000)	(11,072)	42,928	(7,742)
Total Nonoperating Revenues (Expenses)	(1,149,264)	(230,025)	919,239	(949,163)
Income (Loss) Before Contributions and Transfers	$ (1,052,531)	(1,094,433)	$ (41,902)	(1,241,304)
Capital Contributions:				
Capital assets		84,267		25,658
Developers		827,372		681,598
Connection fees		1,190,234		754,861
Total Capital Contributions		2,101,873		1,462,117
Transfers Out		(326,573)		-
Change in Net Assets		680,867		220,813
Net Assets, July 1		32,854,699		32,633,886
Net Assets, June 30		$ 33,535,566		$ 32,854,699

CARSON CITY
WATER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 6,997,033	$ 5,755,492	$ (1,241,541)	$ 6,007,851
Cash payments for personnel costs	(1,886,364)	(1,769,821)	116,543	(1,758,405)
Cash payments for services and supplies	(3,413,936)	(3,146,259)	267,677	(3,197,337)
Miscellaneous cash received	-	10,080	10,080	5,174
Net Cash Provided by Operating Activities	1,696,733	849,492	(847,241)	1,057,283
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	(250,000)	(326,573)	(76,573)	-
Subsidy from federal grant	-	211,927	211,927	12,435
Net Cash Provided (Used) by Noncapital Financing Activities	(250,000)	(114,646)	135,354	12,435
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	4,560,840	8,929,863	4,369,023	6,163,051
Proceeds from sales of capital assets	10,272	-	(10,272)	1,893
Connection fees	1,330,991	1,190,234	(140,757)	750,541
Acquisition of capital assets	(10,108,689)	(5,105,952)	5,002,737	(2,593,764)
Principal paid on capital debt	(1,620,167)	(1,535,000)	85,167	(1,295,000)
Interest paid on capital debt	(1,330,536)	(977,023)	353,513	(879,260)
Bond issuance costs	(54,000)	(55,982)	(1,982)	(1,439)
Net Cash Provided (Used) by Capital and Related Financing Activities	(7,211,289)	2,446,140	9,657,429	2,146,022
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	240,000	260,593	20,593	(13,037)
Net Increase (Decrease) in Cash and Cash Equivalents	(5,524,556)	3,441,579	8,966,135	3,202,703
Cash and Cash Equivalents, July 1	10,299,847	10,299,847	-	7,097,144
Cash and Cash Equivalents, June 30	$ 4,775,291	$ 13,741,426	$ 8,966,135	$ 10,299,847

CARSON CITY
WATER FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income (loss)	$ 96,733	$ (864,408)	$ (961,141)	$ (292,141)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation and amortization expense	1,600,000	1,543,594	(56,406)	1,460,406
Nonoperating revenues	-	10,080	10,080	5,174
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(27,763)	(27,763)	(2,569)
Due from other funds	-	12,436	12,436	2,957
Due from other governments	-	84,535	84,535	(85,365)
Inventories	-	26,965	26,965	16,838
Prepaid items	-	915	915	(1,115)
Increase (decrease) in:				
Accounts payable	-	42,333	42,333	(24,414)
Accrued salaries and benefits	-	(2,827)	(2,827)	18,467
Due to other governments	-	47,934	47,934	(37,096)
Connection deposits	-	(19,140)	(19,140)	(206)
Accrued compensated absences	-	(5,162)	(5,162)	(3,653)
Total Adjustments	1,600,000	1,713,900	113,900	1,349,424
Net Cash Provided by Operating Activities	$ 1,696,733	$ 849,492	$ (847,241)	$ 1,057,283
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		$ 2,740,381		$ 101,356
Purchase of capital assets due to other governments		52,613		31,500
Retainage payable on construction of capital assets		329,260		82,664

CARSON CITY
STORMWATER DRAINAGE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS (DEFICIT) - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services				
User fees and charges	$ 660,000	$ 572,820	$ (87,180)	$ 190,219
Operating Expenses:				
Services and supplies	411,820	282,135	129,685	21,170
Total Operating Expenses	411,820	282,135	129,685	21,170
Operating Income	248,180	290,685	42,505	169,049
Nonoperating Revenues (Expenses):				
Investment income	7,000	75,618	68,618	(3,086)
Bond issuance costs	-	(4,427)	(4,427)	-
Total Nonoperating Revenues (Expenses)	7,000	71,191	64,191	(3,086)
Income (Loss) Before Contributions and Transfers	$ 255,180	361,876	$ 106,696	165,963
Transfers Out		(1,222,538)		-
Change in Net Assets		(860,662)		165,963
Net Assets, July 1		165,963		-
Net Assets (Deficit), June 30		$ (694,699)		$ 165,963

CARSON CITY
STORMWATER DRAINAGE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 660,000	$ 571,275	$ (88,725)	$ 259,193
Cash payments for services and supplies	(411,820)	(244,661)	167,159	(10,897)
Net Cash Provided by Operating Activities	248,180	326,614	78,434	248,296
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer to other funds	-	(1,222,538)	(1,222,538)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from capital debt	-	6,025,984	6,025,984	-
Acquisition of capital assets	-	(186,636)	(186,636)	-
Interest paid on capital debt	-	4,281	4,281	-
Bond issuance costs	-	(133,853)	(133,853)	-
Net Cash Provided (Used) by Capital and Related Financing Activities	-	5,709,776	5,709,776	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	7,000	75,618	68,618	(3,086)
Net Increase (Decrease) in Cash and Cash Equivalents	255,180	4,889,470	4,634,290	245,210
Cash and Cash Equivalents, July 1	159,600	245,210	85,610	-
Cash and Cash Equivalents, June 30	$ 414,780	$ 5,134,680	$ 4,719,900	$ 245,210
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income	$ 248,180	$ 290,685	$ 42,505	$ 169,049
Adjustments to reconcile operating income to net cash provided by operating activities:				
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(1,545)	(1,545)	(30,949)
Due from other funds	-	76	76	(77)
Increase (decrease) in:				
Accounts payable	-	37,398	37,398	10,273
Unearned revenue	-	-	-	100,000
Total Adjustments	-	35,929	35,929	79,247
Net Cash Provided by Operating Activities	$ 248,180	$ 326,614	$ 78,434	$ 248,296
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Purchase of capital assets on account		$ 164,543		$ -

CARSON CITY
COMBINING STATEMENT OF NET ASSETS
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2005

	AMBULANCE	CEMETERY	CARSON CITY SANITARY LANDFILL
ASSETS			
Current assets (unrestricted):			
Cash and investments	$ 203,917	$ 136,366	$ 2,342,904
Receivables:			
Accounts and contracts, net	790,058	-	251,969
Due from other governments	-	-	18,000
Inventories	-	6,702	-
Prepaid items	405	-	212
Total Current Assets (Unrestricted)	994,380	143,068	2,613,085
Noncurrent assets:			
Capital assets:			
Land	-	293,449	15,795
Buildings	-	354,931	88,911
Improvements other than buildings	-	173,211	-
Machinery and equipment	927,089	129,981	1,437,102
	927,089	951,572	1,541,808
Less: Accumulated depreciation	(296,020)	(108,876)	(504,479)
Net Capital Assets	631,069	842,696	1,037,329
Total Assets	1,625,449	985,764	3,650,414
LIABILITIES:			
Current liabilities (payable from unrestricted assets):			
Accounts payable	21,605	1,035	389,613
Accrued salaries and benefits	91,327	7,060	39,270
Accrued interest	-	-	1,436
Due to other governments	90	-	-
Unearned revenue	-	239,290	-
Current portion:			
General obligation bonds and notes payable	-	-	135,000
Total Current Liabilities (Payable from Unrestricted Assets)	113,022	247,385	565,319
Noncurrent liabilities:			
Accrued compensated absences	101,262	24,815	44,493
Closure / post closure care costs	-	-	889,356
General obligation bonds and notes payable	-	-	290,000
Total Noncurrent Liabilities	101,262	24,815	1,223,849
Total Liabilities	214,284	272,200	1,789,168
NET ASSETS			
Invested in capital assets, net of related debt	631,069	842,696	612,329
Unrestricted	780,096	(129,132)	1,248,917
Total Net Assets	$ 1,411,165	$ 713,564	$ 1,861,246

BUILDING PERMITS	TOTAL
$ 969,951	$ 3,653,138
-	1,042,027
-	18,000
-	6,702
-	617
969,951	4,720,484
-	309,244
-	443,842
-	173,211
224,332	2,718,504
224,332	3,644,801
(51,589)	(960,964)
172,743	2,683,837
1,142,694	7,404,321
4,955	417,208
51,924	189,581
-	1,436
-	90
-	239,290
-	135,000
56,879	982,605
97,839	268,409
-	889,356
-	290,000
97,839	1,447,765
154,718	2,430,370
172,743	2,258,837
815,233	2,715,114
$ 987,976	$ 4,973,951

CARSON CITY
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

	AMBULANCE	CEMETERY	CARSON CITY SANITARY LANDFILL
Operating Revenues:			
Charges for services	$ 2,864,453	$ 80,577	$ 2,101,413
Operating Expenses:			
Salaries and wages	1,008,933	96,274	523,759
Employee benefits	463,991	35,672	165,563
Services and supplies	1,029,854	54,500	205,334
Depreciation	66,946	16,406	124,218
Total Operating Expenses	2,569,724	202,852	1,018,874
Operating Income (Loss)	294,729	(122,275)	1,082,539
Nonoperating Revenues (Expenses):			
Investment income	4,644	3,416	54,663
Intergovernmental revenue	-	356	3,817
Miscellaneous	14,482	1,800	-
Interest expense	-	-	(21,992)
Gain (loss) on disposal of capital assets	(20,360)	3,955	(3,955)
Total Nonoperating Revenues (Expenses)	(1,234)	9,527	32,533
Income (Loss) Before Capital Contributions	293,495	(112,748)	1,115,072
Capital Contributions:			
Capital assets	-	247,643	-
Change in Net Assets	293,495	134,895	1,115,072
Net Assets, July 1	1,117,670	578,669	746,174
Net Assets, June 30	$ 1,411,165	$ 713,564	$ 1,861,246

BUILDING PERMITS	TOTAL
$ 1,526,095	$ 6,572,538
640,536	2,269,502
218,663	883,889
597,090	1,886,778
14,959	222,529
1,471,248	5,262,698
54,847	1,309,840
25,412	88,135
-	4,173
-	16,282
-	(21,992)
(20,550)	(40,910)
4,862	45,688
59,709	1,355,528
4,994	252,637
64,703	1,608,165
923,273	3,365,786
$ 987,976	$ 4,973,951

CARSON CITY
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 1 OF 2)

	AMBULANCE	CEMETERY	CARSON CITY SANITARY LANDFILL
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received for services	$ 2,704,141	$ 135,742	$ 2,078,129
Cash payments for personnel costs	(1,444,654)	(125,334)	(657,335)
Cash payments for services and supplies	(1,020,047)	(56,054)	(670,959)
Miscellaneous cash received	14,482	1,800	-
Net Cash Provided (Used) by Operating Activities	253,922	(43,846)	749,835
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Subsidy from federal grant	-	356	-
Subsidy from state grant	-	-	3,817
Net Cash Provided by Noncapital Financing Activities	-	356	3,817
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	(253,060)	-	(34,183)
Principal paid on capital debt	-	-	(130,000)
Interest paid on capital debt	-	-	(22,425)
Net Cash Used by Capital and Related Financing Activities	(253,060)	-	(186,608)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income	4,644	3,413	54,663
Net Increase (Decrease) in Cash and Cash Equivalents	5,506	(40,077)	621,707
Cash and Cash Equivalents, July 1	198,411	176,443	1,721,197
Cash and Cash Equivalents, June 30	$ 203,917	$ 136,366	$ 2,342,904

BUILDING PERMITS	TOTAL
$ 1,526,095	$ 6,444,107
(866,468)	(3,093,791)
(596,267)	(2,343,327)
-	16,282
63,360	1,023,271
-	356
-	3,817
-	4,173
(61,984)	(349,227)
-	(130,000)
-	(22,425)
(61,984)	(501,652)
25,412	88,132
26,788	613,924
943,163	3,039,214
$ 969,951	$ 3,653,138

CARSON CITY
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 2 OF 2)

	AMBULANCE	CEMETERY	CARSON CITY SANITARY LANDFILL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ 294,729	$ (122,275)	$ 1,082,539
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization expense	66,946	16,406	124,218
Provision for uncollectible accounts	246,384	-	-
Nonoperating revenues	14,482	1,800	-
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(406,696)	-	(26,941)
Due from other governments	-	-	3,657
Inventories	-	(1,586)	-
Prepaid items	(363)	-	144
Increase (decrease) in:			
Accounts payable	10,080	32	(27,398)
Accrued salaries and benefits	18,458	686	11,036
Due to other governments	90	-	(131)
Unearned revenue	-	55,165	-
Accrued compensated absences	9,812	5,926	20,951
Closure / post closure care costs	-	-	(438,240)
Total Adjustments	(40,807)	78,429	(332,704)
Net Cash Provided (Used) by Operating Activities	$ 253,922	$ (43,846)	$ 749,835

BUILDING PERMITS	TOTAL
$ 54,847	$ 1,309,840
14,959	222,529
-	246,384
-	16,282
-	(433,637)
-	3,657
-	(1,586)
130	(89)
693	(16,593)
(2,121)	28,059
-	(41)
-	55,165
(5,148)	31,541
-	(438,240)
8,513	(286,569)
$ 63,360	$ 1,023,271

CARSON CITY
AMBULANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services	$ 2,871,440	$ 2,864,453	$ (6,987)	$ 2,593,625
Operating Expenses:				
Salaries and wages	1,023,426	1,008,933	14,493	962,528
Employee benefits	512,414	463,991	48,423	421,921
Services and supplies	1,211,797	1,029,854	181,943	1,175,963
Depreciation	77,500	66,946	10,554	67,551
Total Operating Expenses	2,825,137	2,569,724	255,413	2,627,963
Operating Income (Loss)	46,303	294,729	248,426	(34,338)
Nonoperating Revenues (Expenses):				
Investment income	10,000	4,644	(5,356)	(2,735)
Miscellaneous	1,000	14,482	13,482	3,823
Gain (loss) on disposal of capital assets	(2,000)	(20,360)	(18,360)	-
Total Nonoperating Revenues (Expenses)	9,000	(1,234)	(10,234)	1,088
Change in Net Assets	$ 55,303	293,495	$ 238,192	(33,250)
Net Assets, July 1		1,117,670		1,150,920
Net Assets, June 30		$ 1,411,165		$ 1,117,670

CARSON CITY
AMBULANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 2,871,440	$ 2,704,141	$ (167,299)	$ 2,575,315
Cash payments for personnel costs	(1,535,840)	(1,444,654)	91,186	(1,369,981)
Cash payments for services and supplies	(1,211,797)	(1,020,047)	191,750	(1,180,341)
Miscellaneous cash received	1,000	14,482	13,482	3,823
Net Cash Provided (Used) by Operating Activities	124,803	253,922	129,119	28,816
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(245,000)	(253,060)	(8,060)	(35,331)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	10,000	4,644	(5,356)	(2,735)
Net Increase (Decrease) in Cash and Cash Equivalents	(110,197)	5,506	115,703	(9,250)
Cash and Cash Equivalents, July 1	198,411	198,411	-	207,661
Cash and Cash Equivalents, June 30	$ 88,214	$ 203,917	$ 115,703	$ 198,411
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	$ 46,303	$ 294,729	$ 248,426	$ (34,338)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation and amortization expense	77,500	66,946	(10,554)	67,551
Provision for uncollectible accounts	-	246,384	246,384	21,784
Nonoperating revenues	1,000	14,482	13,482	3,823
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(406,696)	(406,696)	(40,094)
Prepaid items	-	(363)	(363)	(42)
Increase (decrease) in:				
Accounts payable	-	10,080	10,080	(4,336)
Accrued salaries and benefits	-	18,458	18,458	3,626
Due to other governments	-	90	90	-
Accrued compensated absences	-	9,812	9,812	10,842
Total Adjustments	78,500	(40,807)	(119,307)	63,154
Net Cash Provided (Used) by Operating Activities	$ 124,803	$ 253,922	$ 129,119	$ 28,816

CARSON CITY
CEMETERY FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services	$ 187,025	$ 80,577	$ (106,448)	$ 138,134
Operating Expenses:				
Salaries and wages	89,524	96,274	(6,750)	89,781
Employee benefits	36,950	35,672	1,278	33,420
Services and supplies	63,589	54,500	9,089	57,673
Depreciation	14,000	16,406	(2,406)	14,428
Total Operating Expenses	204,063	202,852	1,211	195,302
Operating Loss	(17,038)	(122,275)	(105,237)	(57,168)
Nonoperating Revenues (Expenses):				
Investment income	9,500	3,416	(6,084)	224
Grant revenue	-	356	356	-
Miscellaneous	4,000	1,800	(2,200)	1,716
Gain (loss) on disposal of capital assets	-	3,955	3,955	-
Total Nonoperating Revenues (Expenses)	13,500	9,527	(3,973)	1,940
Income (Loss) Before Capital Contributions	$ (3,538)	(112,748)	$ (109,210)	(55,228)
Capital Contributions:				
Capital assets		247,643		33,665
Change in Net Assets		134,895		(21,563)
Net Assets, July 1		578,669		600,232
Net Assets, June 30		$ 713,564		$ 578,669

CARSON CITY
CEMETERY FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 187,025	$ 135,742	$ (51,283)	$ 145,755
Cash payments for personnel costs	(126,474)	(125,334)	1,140	(120,201)
Cash payments for services and supplies	(63,589)	(56,054)	7,535	(55,650)
Miscellaneous cash received	4,000	1,800	(2,200)	1,716
Net Cash Provided (Used) by Operating Activities	962	(43,846)	(44,808)	(28,380)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Subsidy from federal grant	-	356	356	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	9,500	3,413	(6,087)	224
Net Increase (Decrease) in Cash and Cash Equivalents	10,462	(40,077)	(50,895)	(28,156)
Cash and Cash Equivalents, July 1	176,443	176,443	-	204,599
Cash and Cash Equivalents, June 30	$ 186,905	$ 136,366	$ (50,895)	$ 176,443
RECONCILIATION OF OPERATING LOSS TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating loss	$ (17,038)	$ (122,275)	$ (105,237)	$ (57,168)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:				
Depreciation and amortization expense	14,000	16,406	2,406	14,428
Nonoperating revenues	4,000	1,800	(2,200)	1,716
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	-	-	1,525
Inventories	-	(1,586)	(1,586)	3,782
Increase (decrease) in:				
Accounts payable	-	32	32	(1,543)
Accrued salaries and benefits	-	686	686	1,044
Due to other funds	-	-	-	(216)
Unearned revenue	-	55,165	55,165	6,096
Accrued compensated absences	-	5,926	5,926	1,956
Total Adjustments	18,000	78,429	60,429	28,788
Net Cash Provided (Used) by Operating Activities	$ 962	$ (43,846)	$ (44,808)	$ (28,380)

CARSON CITY
CARSON CITY SANITARY LANDFILL FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services				
User fees and charges	$ 2,021,105	$ 2,099,729	$ 78,624	$ 1,640,481
Other charges	7,000	1,684	(5,316)	6,437
Total Operating Revenues	2,028,105	2,101,413	73,308	1,646,918
Operating Expenses:				
Salaries and wages	510,108	523,759	(13,651)	408,146
Employee benefits	184,031	165,563	18,468	119,868
Services and supplies	1,253,012	205,334	1,047,678	878,705
Depreciation	100,000	124,218	(24,218)	98,931
Total Operating Expenses	2,047,151	1,018,874	1,028,277	1,505,650
Operating Income	(19,046)	1,082,539	1,101,585	141,268
Nonoperating Revenues (Expenses):				
Investment income	75,000	54,663	(20,337)	2,722
Miscellaneous	-	-	-	1,094
Gain (loss) on disposal of capital assets	-	(3,955)	(3,955)	583
Grant revenue	-	3,817	3,817	30,251
Interest expense	(21,992)	(21,992)	-	(27,008)
Total Nonoperating Revenues (Expenses)	53,008	32,533	(20,475)	7,642
Income Before Capital Contributions	$ 33,962	1,115,072	$ 1,081,110	148,910
Capital Contributions:				
Capital assets		-		5,933
Change in Net Assets		1,115,072		154,843
Net Assets, July 1		746,174		591,331
Net Assets, June 30		$ 1,861,246		$ 746,174

CARSON CITY
CARSON CITY SANITARY LANDFILL FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 1 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 2,028,105	$ 2,078,129	$ 50,024	$ 1,661,412
Cash payments for personnel costs	(694,139)	(657,335)	36,804	(517,966)
Cash payments for services and supplies	(1,006,375)	(670,959)	335,416	(436,811)
Miscellaneous cash received	-	-	-	1,094
Net Cash Provided by Operating Activities	327,591	749,835	422,244	707,729
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Subsidy from federal grant	-	-	-	18,000
Subsidy from state grant	-	3,817	3,817	12,251
Net Cash Provided by Noncapital Financing Activities	-	3,817	3,817	30,251
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(129,500)	(34,183)	95,317	(272,069)
Principal paid on capital debt	(130,000)	(130,000)	-	(125,000)
Interest paid on capital debt	(21,992)	(22,425)	(433)	(27,425)
Net Cash Provided (Used) by Capital and Related Financing Activities	(281,492)	(186,608)	94,884	(424,494)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	75,000	54,663	(20,337)	2,722
Net Increase (Decrease) in Cash and Cash Equivalents	121,099	621,707	500,608	316,208
Cash and Cash Equivalents, July 1	1,721,197	1,721,197	-	1,404,989
Cash and Cash Equivalents, June 30	$ 1,842,296	$ 2,342,904	$ 500,608	$ 1,721,197

CARSON CITY
CARSON CITY SANITARY LANDFILL FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)
(PAGE 2 OF 2)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income	$ (19,046)	$ 1,082,539	$ 1,101,585	$ 141,268
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization expense	100,000	124,218	24,218	98,931
Nonoperating revenues	-	-	-	1,094
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(26,941)	(26,941)	32,602
Due from other governments	-	3,657	3,657	(18,108)
Prepaid items	-	144	144	(153)
Increase (decrease) in:				
Accounts payable	-	(27,398)	(27,398)	236,254
Accrued salaries and benefits	-	11,036	11,036	2,815
Due to other governments	-	(131)	(131)	(107)
Accrued compensated absences	-	20,951	20,951	7,233
Closure / post closure care costs	246,637	(438,240)	(684,877)	205,900
Total Adjustments	346,637	(332,704)	(679,341)	566,461
Net Cash Provided by Operating Activities	$ 327,591	$ 749,835	$ 422,244	$ 707,729

CARSON CITY
BUILDING PERMITS FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services				
User fees and charges	$ 1,637,000	$ 1,514,599	$ (122,401)	$ 1,670,576
Other charges	11,495	11,496	1	87,273
Total Operating Revenues	1,648,495	1,526,095	(122,400)	1,757,849
Operating Expenses:				
Salaries and wages	701,006	640,536	60,470	767,314
Employee benefits	258,216	218,663	39,553	259,446
Services and supplies	665,374	597,090	68,284	466,271
Depreciation	20,000	14,959	5,041	8,006
Total Operating Expenses	1,644,596	1,471,248	173,348	1,501,037
Operating Income	3,899	54,847	50,948	256,812
Nonoperating Revenues (Expenses):				
Investment income	40,000	25,412	(14,588)	585
Miscellaneous	-	-	-	175
Gain (loss) on disposal of capital assets	-	(20,550)	(20,550)	(2,960)
Total Nonoperating Revenues (Expenses)	40,000	4,862	(35,138)	(2,200)
Income Before Capital Contributions	$ 43,899	59,709	$ 15,810	254,612
Capital Contributions:				
Capital assets		4,994		-
Change in Net Assets		64,703		254,612
Net Assets, July 1		923,273		668,661
Net Assets, June 30		$ 987,976		$ 923,273

CARSON CITY
BUILDING PERMITS FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 1,648,495	$ 1,526,095	$ (122,400)	$ 1,757,849
Cash payments for personnel costs	(959,222)	(866,468)	92,754	(1,042,756)
Cash payments for services and supplies	(665,374)	(596,267)	69,107	(501,236)
Miscellaneous cash received	-	-	-	175
Net Cash Provided by Operating Activities	23,899	63,360	39,461	214,032
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(134,221)	(61,984)	72,237	(41,107)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	40,000	25,412	(14,588)	585
Net Increase (Decrease) in Cash and Cash Equivalents	(70,322)	26,788	97,110	173,510
Cash and Cash Equivalents, July 1	943,163	943,163	-	769,653
Cash and Cash Equivalents, June 30	$ 872,841	$ 969,951	$ 97,110	$ 943,163
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income	$ 3,899	$ 54,847	$ 50,948	$ 256,812
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation and amortization expense	20,000	14,959	(5,041)	8,006
Nonoperating revenues	-	-	-	175
Changes in assets and liabilities:				
(Increase) decrease in:				
Prepaid items	-	130	130	24
Increase (decrease) in:				
Accounts payable	-	693	693	(34,989)
Accrued salaries and benefits	-	(2,121)	(2,121)	5,292
Accrued compensated absences	-	(5,148)	(5,148)	(21,288)
Total Adjustments	20,000	8,513	(11,487)	(42,780)
Net Cash Provided by Operating Activities	$ 23,899	$ 63,360	$ 39,461	$ 214,032

INTERNAL SERVICE FUNDS

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

Group Medical Insurance Fund - This Fund is used to account for monies collected from City departments and employees to be expended for claims for medical services provided to employees and their dependents.

Workers' Compensation Fund - This Fund is used to account for monies collected for the insurance program from City departments to be expended for payment of claims, as required by law, to employees injured by accident while at work.

Insurance Fund - This Fund is used to account for monies collected from City departments for liability and property insurance.

Fleet Management Fund – This fund is used to account for monies collected from City departments for fleet maintenance operations.

CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2005

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE
ASSETS			
Current assets:			
Cash and investments	$ 1,076,004	$ 1,988,330	$ 299,984
Receivables:			
Accounts and contracts	1,888	-	25,000
Due from other governments	36,991	-	-
Inventories	-	-	-
Total Current Assets	1,114,883	1,988,330	324,984
Noncurrent assets:			
Capital assets:			
Machinery and equipment	-	-	25,609
Less: Accumulated depreciation	-	-	(18,022)
Net Capital Assets	-	-	7,587
Total Assets	1,114,883	1,988,330	332,571
LIABILITIES			
Current liabilities:			
Accounts payable	81	307,629	7,867
Accrued salaries and benefits	4,268	13,168	-
Other liabilities	-	486,009	202,144
Total Current Liabilities	4,349	806,806	210,011
Noncurrent liabilities:			
Accrued compensated absences	12,505	16,639	-
Other liabilities	-	-	49,629
Total Noncurrent Liabilities	12,505	16,639	49,629
Total Liabilities	16,854	823,445	259,640
NET ASSETS			
Invested in capital assets	-	-	7,587
Unrestricted	1,098,029	1,164,885	65,344
Total Net Assets	$ 1,098,029	$ 1,164,885	$ 72,931

FLEET MANAGEMENT	TOTAL
$ 157,658	$ 3,521,976
683	27,571
-	36,991
109,760	109,760
268,101	3,696,298
-	25,609
-	(18,022)
-	7,587
268,101	3,703,885
49,782	365,359
26,634	44,070
-	688,153
76,416	1,097,582
88,655	117,799
-	49,629
88,655	167,428
165,071	1,265,010
-	7,587
103,030	2,431,288
$ 103,030	$ 2,438,875

CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2005

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE
Operating Revenues:			
Charges for services	$ 5,632,568	$ 1,243,065	$ 1,000,000
Operating Expenses:			
Salaries and wages	54,342	168,763	-
Employee benefits	20,039	65,011	6
Services and supplies	5,655,398	1,484,745	1,915,928
Depreciation	-	-	2,561
Total Operating Expenses	5,729,779	1,718,519	1,918,495
Operating Income (Loss)	(97,211)	(475,454)	(918,495)
Nonoperating Revenues (Expenses):			
Investment income	28,768	49,239	7,464
Intergovernmental revenue	-	-	-
Miscellaneous	-	118,829	65,709
Total Nonoperating Revenues (Expenses)	28,768	168,068	73,173
Income (Loss) Before Contributions and Transfers	(68,443)	(307,386)	(845,322)
Transfers in	-	-	750,000
Change in Net Assets	(68,443)	(307,386)	(95,322)
Net Assets, July 1	1,166,472	1,472,271	168,253
Net Assets, June 30	$ 1,098,029	$ 1,164,885	$ 72,931

FLEET MANAGEMENT	TOTAL
$ 1,050,000	$ 8,925,633
377,050	600,155
114,455	199,511
604,459	9,660,530
-	2,561
1,095,964	10,462,757
(45,964)	(1,537,124)
7,147	92,618
45,961	45,961
41,851	226,389
94,959	364,968
48,995	(1,172,156)
-	750,000
48,995	(422,156)
54,035	2,861,031
$ 103,030	$ 2,438,875

CARSON CITY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

	GROUP MEDICAL INSURANCE	WORKERS' COMPENSATION	INSURANCE
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received for services	$ 5,635,618	$ 1,243,530	$ 976,500
Cash payments for personnel costs	(74,765)	(225,976)	(6)
Cash payments for services and supplies	(5,286,725)	(1,694,466)	(1,936,733)
Miscellaneous cash received	-	118,829	65,709
Net Cash Provided (Used) by Operating Activities	274,128	(558,083)	(894,530)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers from other funds	-	-	750,000
Subsidy from federal grant	-	-	-
Net Cash Provided by Noncapital Financing Activities	-	-	750,000
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income	28,768	49,239	7,464
Net Increase (Decrease) in Cash and Cash Equivalents	302,896	(508,844)	(137,066)
Cash and Cash Equivalents, July 1	773,108	2,497,174	437,050
Cash and Cash Equivalents, June 30	$ 1,076,004	$ 1,988,330	$ 299,984
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ (97,211)	$ (475,454)	$ (918,495)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation and amortization expense	-	-	2,561
Nonoperating revenues	-	118,829	65,709
Changes in assets and liabilities:			
(Increase) decrease in:			
Accounts receivable	(525)	465	(23,500)
Due from other governments	3,575	-	-
Inventories	-	-	-
Prepaid items	368,755	-	-
Increase (decrease) in:			
Accounts payable	(82)	(49,261)	(9,788)
Accrued salaries and benefits	(455)	6,775	-
Other liabilities	-	(160,460)	(11,017)
Accrued compensated absences	71	1,023	-
Total Adjustments	371,339	(82,629)	23,965
Net Cash Provided (Used) by Operating Activities	$ 274,128	$ (558,083)	$ (894,530)

FLEET MANAGEMENT	TOTAL
$ 1,049,321	$ 8,904,969
(474,039)	(774,786)
(661,445)	(9,579,369)
41,851	226,389
(44,312)	(1,222,797)
-	750,000
45,961	45,961
45,961	795,961
7,147	92,618
8,796	(334,218)
148,862	3,856,194
$ 157,658	$ 3,521,976
$ (45,964)	$ (1,537,124)
-	2,561
41,851	226,389
(679)	(24,239)
-	3,575
(14,954)	(14,954)
-	368,755
(42,032)	(101,163)
873	7,193
-	(171,477)
16,593	17,687
1,652	314,327
$ (44,312)	$ (1,222,797)

CARSON CITY
GROUP MEDICAL INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Employee contributions	$ 1,265,000	$ 1,392,801	$ 127,801	$ 1,226,303
Employer contributions	4,579,255	4,239,767	(339,488)	3,614,517
Total Operating Revenues	5,844,255	5,632,568	(211,687)	4,840,820
Operating Expenses:				
Salaries and wages	52,921	54,342	(1,421)	58,584
Employee benefits	20,761	20,039	722	15,616
Services and supplies	5,734,512	5,655,398	79,114	4,706,339
Total Operating Expenses	5,808,194	5,729,779	78,415	4,780,539
Operating Income (Loss)	36,061	(97,211)	(133,272)	60,281
Nonoperating Revenues (Expenses):				
Investment income	40,000	28,768	(11,232)	3,383
Miscellaneous	-	-	-	10,609
Total Nonoperating Revenues (Expenses)	40,000	28,768	(11,232)	13,992
Change in Net Assets	$ 76,061	(68,443)	$ (144,504)	74,273
Net Assets, July 1		1,166,472		1,092,199
Net Assets, June 30		$ 1,098,029		$ 1,166,472

CARSON CITY
GROUP MEDICAL INSURANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 5,844,255	$ 5,635,618	$ (208,637)	$ 4,798,891
Cash payments for personnel costs	(73,682)	(74,765)	(1,083)	(77,222)
Cash payments for services and supplies	(5,734,512)	(5,286,725)	447,787	(5,078,122)
Miscellaneous cash received	-	-	-	10,609
Net Cash Provided (Used) by Operating Activities	36,061	274,128	238,067	(345,844)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	40,000	28,768	(11,232)	3,383
Net Increase (Decrease) in Cash and Cash Equivalents	76,061	302,896	226,835	(342,461)
Cash and Cash Equivalents, July 1	773,108	773,108	-	1,115,569
Cash and Cash Equivalents, June 30	$ 849,169	$ 1,076,004	$ 226,835	$ 773,108
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income	$ 36,061	$ (97,211)	$ (133,272)	$ 60,281
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Nonoperating revenues	-	-	-	10,609
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(525)	(525)	(1,363)
Due from other governments	-	3,575	3,575	(40,566)
Prepaid items	-	368,755	368,755	(368,755)
Increase (decrease) in:				
Accounts payable	-	(82)	(82)	(3,028)
Accrued salaries and benefits	-	(455)	(455)	(1,297)
Accrued compensated absences	-	71	71	(1,725)
Total Adjustments	-	371,339	371,339	(406,125)
Net Cash Provided (Used) by Operating Activities	$ 36,061	$ 274,128	$ 238,067	$ (345,844)

CARSON CITY
WORKERS' COMPENSATION FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services:				
Employer contributions	$ 1,584,793	$ 1,243,065	$ (341,728)	$ 1,276,799
Operating Expenses:				
Salaries and wages	178,543	168,763	9,780	89,968
Employee benefits	61,932	65,011	(3,079)	30,363
Services and supplies	1,692,602	1,484,745	207,857	1,443,211
Total Operating Expenses	1,933,077	1,718,519	214,558	1,563,542
Operating Income (Loss)	(348,284)	(475,454)	(127,170)	(286,743)
Nonoperating Revenues (Expenses):				
Investment income	110,000	49,239	(60,761)	1,904
Miscellaneous	170,000	118,829	(51,171)	3,624
Total Nonoperating Revenues (Expenses)	280,000	168,068	(111,932)	5,528
Change in Net Assets	$ (68,284)	(307,386)	$ (239,102)	(281,215)
Net Assets, July 1		1,472,271		1,753,486
Net Assets, June 30		$ 1,164,885		$ 1,472,271

CARSON CITY
WORKERS' COMPENSATION FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 1,584,793	$ 1,243,530	$ (341,263)	$ 1,278,852
Cash payments for personnel costs	(240,475)	(225,976)	14,499	(118,885)
Cash payments for services and supplies	(1,692,602)	(1,694,466)	(1,864)	(1,358,064)
Miscellaneous cash received	170,000	118,829	(51,171)	3,624
Net Cash Provided (Used) by Operating Activities	(178,284)	(558,083)	(379,799)	(194,473)
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	110,000	49,239	(60,761)	1,904
Net Increase (Decrease) in Cash and Cash Equivalents	(68,284)	(508,844)	(440,560)	(192,569)
Cash and Cash Equivalents, July 1	2,497,174	2,497,174	-	2,689,743
Cash and Cash Equivalents, June 30	$ 2,428,890	$ 1,988,330	$ (440,560)	$ 2,497,174
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	$ (348,284)	$ (475,454)	$ (127,170)	$ (286,743)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Nonoperating revenues	170,000	118,829	(51,171)	3,624
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	465	465	1,452
Due from other governments	-	-	-	601
Increase (decrease) in:				
Accounts payable	-	(49,261)	(49,261)	353,381
Accrued salaries and benefits	-	6,775	6,775	1,361
Other liabilities	-	(160,460)	(160,460)	(268,234)
Accrued compensated absences	-	1,023	1,023	85
Total Adjustments	170,000	(82,629)	(252,629)	92,270
Net Cash Provided (Used) by Operating Activities	$ (178,284)	$ (558,083)	$ (379,799)	$ (194,473)

CARSON CITY
INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services:				
Administrative fees	$ 1,000,000	$ 1,000,000	$ -	$ 720,543
Operating Expenses:				
Employee benefits	-	6	(6)	29
Services and supplies	1,890,418	1,915,928	(25,510)	1,079,769
Depreciation	5,000	2,561	2,439	2,561
Total Operating Expenses	1,895,418	1,918,495	(23,077)	1,082,359
Operating Income (Loss)	(895,418)	(918,495)	(23,077)	(361,816)
Nonoperating Revenues (Expenses):				
Investment income	15,000	7,464	(7,536)	(3,526)
Miscellaneous	45,000	65,709	20,709	14,611
Total Nonoperating Revenues (Expenses)	60,000	73,173	13,173	11,085
Income (Loss) Before Contributions and Transfers	$ (835,418)	(845,322)	$ (9,904)	(350,731)
Transfers in		750,000		-
Change in Net Assets		(95,322)		(350,731)
Net Assets, July 1		168,253		518,984
Net Assets, June 30		$ 72,931		$ 168,253

CARSON CITY
INSURANCE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 1,000,000	$ 976,500	$ (23,500)	$ 719,043
Cash payments for personnel costs	-	(6)	(6)	(29)
Cash payments for services and supplies	(1,890,418)	(1,936,733)	(46,315)	(961,034)
Miscellaneous cash received	45,000	65,709	20,709	14,611
Net Cash Provided (Used) by Operating Activities	(845,418)	(894,530)	(49,112)	(227,409)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfers from other funds	750,000	750,000	-	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	15,000	7,464	(7,536)	(3,526)
Net Increase (Decrease) in Cash and Cash Equivalents	(80,418)	(137,066)	(56,648)	(230,935)
Cash and Cash Equivalents, July 1	437,050	437,050	-	667,985
Cash and Cash Equivalents, June 30	$ 356,632	$ 299,984	$ (56,648)	$ 437,050
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	$ (895,418)	$ (918,495)	$ (23,077)	$ (361,816)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	5,000	2,561	(2,439)	2,561
Nonoperating revenues	45,000	65,709	20,709	14,611
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(23,500)	(23,500)	(1,500)
Increase (decrease) in:				
Accounts payable	-	(9,788)	(9,788)	17,265
Other liabilities	-	(11,017)	(11,017)	101,470
Total Adjustments	50,000	23,965	(26,035)	134,407
Net Cash Provided (Used) by Operating Activities	$ (845,418)	$ (894,530)	$ (49,112)	$ (227,409)

CARSON CITY
FLEET MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS (DEFICIT) - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
Operating Revenues:				
Charges for services:				
Administrative Fees	$ 1,100,000	$ 1,050,000	$ (50,000)	$ 1,065,356
Operating Expenses:				
Salaries and wages	350,108	377,050	(26,942)	345,910
Employee benefits	123,261	114,455	8,806	110,616
Services and supplies	625,279	604,459	20,820	554,101
Total Operating Expenses	1,098,648	1,095,964	2,684	1,010,627
Operating Income (Loss)	1,352	(45,964)	(47,316)	54,729
Nonoperating Revenues (Expenses):				
Investment income	10,000	7,147	(2,853)	4,133
Grant revenue	-	45,961	45,961	-
Miscellaneous	-	41,851	41,851	36,670
Total Nonoperating Revenues (Expenses)	10,000	94,959	84,959	40,803
Change in Net Assets	$ 11,352	48,995	$ 37,643	95,532
Net Assets (Deficit), July 1		54,035		(41,497)
Net Assets, June 30		$ 103,030		$ 54,035

CARSON CITY
FLEET MANAGEMENT FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)

	FINAL BUDGET	ACTUAL	VARIANCE	2004
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received for services	$ 1,100,000	$ 1,049,321	$ (50,679)	$ 1,065,352
Cash payments for personnel costs	(473,369)	(474,039)	(670)	(448,070)
Cash payments for services and supplies	(625,279)	(661,445)	(36,166)	(531,068)
Miscellaneous cash received	-	41,851	41,851	36,670
Net Cash Provided (Used) by Operating Activities	1,352	(44,312)	(45,664)	122,884
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Subsidy from federal grant	-	45,961	45,961	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Investment income	10,000	7,147	(2,853)	4,133
Net Increase (Decrease) in Cash and Cash Equivalents	11,352	8,796	(2,556)	127,017
Cash and Cash Equivalents, July 1	148,865	148,862	(3)	21,845
Cash and Cash Equivalents, June 30	$ 160,217	$ 157,658	$ (2,559)	$ 148,862
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	$ 1,352	$ (45,964)	$ (47,316)	$ 54,729
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Nonoperating revenues	-	41,851	41,851	36,670
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(679)	(679)	(4)
Inventories	-	(14,954)	(14,954)	(23,259)
Increase (decrease) in:				
Accounts payable	-	(42,032)	(42,032)	62,960
Accrued salaries and benefits	-	873	873	5,683
Due to other governments	-	-	-	(16,668)
Accrued compensated absences	-	16,593	16,593	2,773
Total Adjustments	-	1,652	1,652	68,155
Net Cash Provided (Used) by Operating Activities	$ 1,352	$ (44,312)	$ (45,664)	$ 122,884

FIDUCIARY FUNDS

Fiduciary Funds are used to account for assets held by the government in a trustee or agency capacity.

Investment Trust Fund - This Fund is used to account for the external investment pool administered by Carson City. The pool has one involuntary participant, the Carson City School District Debt Service Fund. These statements can be found in the City's basic financial statements.

Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency Funds are merely clearing accounts and have no fund equity. The following information is presented to describe each of the City's Agency Funds:

Sierra Forest Fire Protection Fund - This Fund is used to accumulate ad valorem and supplemental City/County relief tax monies and provide payment of debts and just claims against the District.

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

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

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

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

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

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

FIDUCIARY FUNDS
Continued

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

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

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

Tricounty Railway Commission Fund - This Fund is used to account for the collection and distribution of gifts, grants, and donations to reconstruct the Virginia and Truckee Railroad between Virginia City and Carson City.

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 1 OF 4)

	BALANCE JULY 1, 2004	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2005
SIERRA FOREST FIRE PROTECTION FUND				
Assets:				
Cash and investments	$ 129,351	$ 392,361	$ 442,923	$ 78,789
Taxes receivable, delinquent	236	310	75	471
Due from other governments	51,889	58,109	51,889	58,109
Total Assets	$ 181,476	$ 450,780	$ 494,887	$ 137,369
Liabilities:				
Accounts payable	$ 91	$ 457,312	$ 457,342	$ 61
Due to other governments	181,385	413,396	457,473	137,308
Total Liabilities	$ 181,476	$ 870,708	$ 914,815	$ 137,369
EAGLE VALLEY WATER DISTRICT FUND				
Assets:				
Cash and investments	$ 329	$ 16,499	$ 16,408	$ 420
Taxes receivable, delinquent	111	30	45	96
Total Assets	$ 440	$ 16,529	$ 16,453	$ 516
Liabilities:				
Accounts payable	$ -	$ 19	$ 19	$ -
Due to other governments	440	16,965	16,889	516
Total Liabilities	$ 440	$ 16,984	$ 16,908	$ 516
CONSERVANCY DISTRICT FUND				
Assets:				
Cash and investments	$ 363	$ 4,467	$ 4,462	$ 368
Due from other governments	748	796	748	796
Total Assets	$ 1,111	$ 5,263	$ 5,210	$ 1,164
Liabilities:				
Accounts payable	$ -	$ 4,829	$ 4,829	$ -
Due to other governments	1,111	4,883	4,830	1,164
Total Liabilities	$ 1,111	$ 9,712	$ 9,659	$ 1,164

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 2 OF 4)

	BALANCE JULY 1, 2004	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2005
SUB-CONSERVANCY DISTRICT FUND				
Assets:				
Cash and investments	$ 1,110	$ 648,950	$ 648,743	$ 1,317
Taxes receivable, delinquent	2,357	645	888	2,114
Due from other governments	14,829	20,088	14,829	20,088
Total Assets	$ 18,296	$ 669,683	$ 664,460	$ 23,519
Liabilities:				
Accounts payable	$ -	$ 336,978	$ 336,973	$ 5
Due to other governments	3,467	338,304	338,345	3,426
Other liabilities	14,829	20,088	14,829	20,088
Total Liabilities	$ 18,296	$ 695,370	$ 690,147	$ 23,519
FISH AND GAME FUND				
Assets:				
Cash and investments	$ 2,156	$ 1,969	$ 2,876	$ 1,249
Liabilities:				
Accounts payable	$ 390	$ 2,486	$ 2,876	$ -
Due to other governments	1,766	1,969	2,486	1,249
Total Liabilities	$ 2,156	$ 4,455	$ 5,362	$ 1,249
CONTROLLER TRUST FUND				
Assets:				
Cash and investments	$ 33,628	$ 3,200	$ 12,851	$ 23,977
Liabilities:				
Accounts payable	$ -	$ 12,012	$ 11,922	$ 90
Due to other governments	33,628	2,271	12,012	23,887
Total Liabilities	$ 33,628	$ 14,283	$ 23,934	$ 23,977
STATE OF NEVADA FUND				
Assets:				
Cash and investments	$ 624,521	$ 4,477,226	$ 4,422,819	$ 678,928
Taxes receivable, delinquent	13,036	3,674	4,700	12,010
Total Assets	$ 637,557	$ 4,480,900	$ 4,427,519	$ 690,938
Liabilities:				
Accounts payable	$ 15	$ 2,763	$ 2,681	$ 97
Due to other governments	637,542	5,148,367	5,095,068	690,841
Total Liabilities	$ 637,557	$ 5,151,130	$ 5,097,749	$ 690,938

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 3 OF 4)

	BALANCE JULY 1, 2004	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2005
CARSON CITY SCHOOL DISTRICT DEBT SERVICE FUND				
Assets:				
Taxes receivable, delinquent	$ 37,128	$ 10,171	$ 14,080	$ 33,219
Liabilities:				
Accounts payable	$ -	$ 7,182	$ 7,102	$ 80
Due to other governments	37,128	5,379,740	5,383,729	33,139
Total Liabilities	$ 37,128	$ 5,386,922	$ 5,390,831	$ 33,219
CARSON CITY SCHOOL DISTRICT OPERATING FUND				
Assets:				
Cash and investments	$ 15,299	$ 8,421,115	$ 8,415,898	$ 20,516
Taxes receivable, delinquent	59,251	16,233	22,466	53,018
Due from other governments	568	-	568	-
Total Assets	$ 75,118	$ 8,437,348	$ 8,438,932	$ 73,534
Liabilities:				
Accounts payable	$ -	$ 9,066	$ 8,939	$ 127
Due to other governments	75,118	8,468,936	8,470,647	73,407
Total Liabilities	$ 75,118	$ 8,478,002	$ 8,479,586	$ 73,534
FORFEITURE ACCOUNT FUND				
Assets:				
Cash and investments	$ 5,273	$ 1,438	$ 646	$ 6,065
Liabilities:				
Accounts payable	$ -	$ 646	$ 646	$ -
Due to other governments	5,273	1,438	646	6,065
Total Liabilities	$ 5,273	$ 2,084	$ 1,292	$ 6,065
TRICOUNTY RAILWAY COMMISSION FUND				
Assets:				
Cash and investments	$ 558,437	$ 628,635	$ 360,499	$ 826,573
Due from other governments	401,575	49,127	401,575	49,127
Total Assets	$ 960,012	$ 677,762	$ 762,074	$ 875,700
Liabilities:				
Accounts payable	$ 11,340	$ 355,356	$ 360,499	$ 6,197
Due to other governments	948,672	276,187	355,356	869,503
Total Liabilities	$ 960,012	$ 631,543	$ 715,855	$ 875,700

CARSON CITY
COMBINING STATEMENT OF CHANGES IN
ASSETS AND LIABILITIES - ALL AGENCY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 4 OF 4)

	BALANCE JULY 1, 2004	ADDITIONS	DELETIONS	BALANCE JUNE 30, 2005
TOTALS - ALL AGENCY FUNDS				
Assets:				
Cash and investments	$ 1,370,467	$ 14,595,860	$ 14,328,125	$ 1,638,202
Taxes receivable, delinquent	112,119	31,063	42,254	100,928
Due from other governments	469,609	128,120	469,609	128,120
Total Assets	$ 1,952,195	$ 14,755,043	$ 14,839,988	$ 1,867,250
Liabilities:				
Accounts payable	$ 11,836	$ 1,188,649	$ 1,193,828	$ 6,657
Due to other governments	1,925,530	20,052,456	20,137,481	1,840,505
Other liabilities	14,829	20,088	14,829	20,088
Total Liabilities	$ 1,952,195	$ 21,261,193	$ 21,346,138	$ 1,867,250

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STATISTICAL SECTION

Table 1

CARSON CITY
GOVERNMENT – WIDE EXPENSES BY FUNCTION
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

	JUNE 30, 2005	JUNE 30, 2004	JUNE 30, 2003
GENERAL GOVERNMENT	$11,733	$10,368	$ 9,568
JUDICIAL	3,159	2,827	2,793
PUBLIC SAFETY	25,321	21,632	20,468
PUBLIC WORKS	7,462	7,390	7,575
COMMUNITY SUPPORT	1,476	5,805	1,207
AIRPORT	126	270	59
ECONOMIC OPPORTUNITY	520	243	275
WELFARE	1,916	1,482	1,776
HEALTH	1,321	1,041	988
CULTURE AND RECREATION	8,185	7,368	6,999
INTEREST ON LONG-TERM DEBT	2,126	1,487	1,828
LANDFILL	1,058	1,535	1,373
AMBULANCE	2,600	2,635	2,439
SEWER	7,164	7,045	6,533
WATER	7,670	7,386	6,978
CEMETERY	199	193	194
BUILDING PERMITS	1,476	1,419	1,388
STORMWATER DRAINAGE	287	21	-
	$83,799	$80,147	$72,441

Table 2

CARSON CITY
GOVERNMENT – WIDE REVENUES
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

	PROGRAM REVENUES			GENERAL REVENUES			
FISCAL YEAR	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS	TAXES	UNRESTRICTED INVESTMENT INCOME	MISCELLANEOUS	TOTAL
2003	$22,000	$2,203	$7,192	$47,743	$2,641	$201	$81,980
2004	23,725	3,396	3,503	50,675	105	259	81,663
2005	24,880	6,035	7,362	54,531	1,889	192	94,889

CARSON CITY
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION[1]
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

FISCAL YEAR	GENERAL GOVERNMENT	PUBLIC SAFETY	JUDICIAL	PUBLIC WORKS	HEALTH	SANITATION	WELFARE	CULTURE AND RECREATION
1996	$ 9,327	$11,658	$1,435	$ 4,882	$ 758	$163	$ 681	$ 4,265
1997	9,015	12,794	1,622	4,966	946	173	849	4,284
1998	9,278	13,110	1,620	9,248	957	195	1,099	5,110
1999	9,729	14,397	1,969	9,588	915	153	1,098	7,444
2000	9,937	15,901	1,897	12,651	922	210	1,283	8,263
2001	11,496	16,960	2,258	11,093	880	227	1,342	6,520
2002	12,308	18,252	2,473	9,975	935	-	1,389	8,251
2003	12,950	20,448	2,779	10,749	1,147	-	1,774	7,879
2004	12,828	20,437	2,794	10,201	1,038	-	1,479	10,126
2005	13,998	25,614	3,093	10,441	1,532	-	1,912	11,132

[1]Includes General, Special Revenue, and Debt Service Funds. Also includes Carson-Tahoe Hospital Debt for years prior to June 30, 2003.

Table 3

COMMUNITY SUPPORT	AIRPORT	ECONOMIC OPPORTUNITY	DEBT SERVICE	INTER-GOVERNMENTAL	TOTAL
$ 659	$ 74	$ 64	$2,848	$ 74	$36,888
797	424	28	3,760	80	39,738
840	944	5	5,181	83	47,670
963	41	82	6,013	88	52,480
1,096	247	36	6,747	93	59,274
875	444	49	6,596	98	58,838
951	73	374	6,901	100	61,982
952	247	313	5,463	-	64,701
5,082	297	263	3,679	-	68,224
381	79	593	4,536	-	73,311

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Table 4

CARSON CITY
GENERAL GOVERNMENTAL REVENUES BY SOURCE[1]
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

FISCAL YEAR	TAXES	LICENSES AND PERMITS	INTER-GOVERNMENTAL	CHARGES FOR SERVICES	FINES	MISCELLANEOUS	TOTAL
1996	$10,986	$3,849	$17,682	$3,001	$659	$1,547	$37,724
1997	11,748	4,138	20,531	3,071	681	1,675	41,844
1998	15,979	4,170	20,074	3,223	725	1,856	46,027
1999	16,736	4,424	20,850	3,728	741	1,611	48,090
2000	17,839	4,647	22,287	4,316	715	2,582	52,386
2001	19,295	4,693	29,634	4,223	903	2,880	61,628
2002	20,181	4,623	31,023	5,293	829	2,119	64,068
2003	20,580	4,878	27,058	5,646	789	2,253	61,204
2004	21,868	5,100	29,100	6,133	846	1,018	64,065
2005	22,960	5,688	33,640	6,997	903	2,044	72,232

[1]Includes General, Special Revenue, and Debt Service Funds. Also includes Carson-Tahoe Hospital Debt for years prior to June 30, 2003.

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

FISCAL YEAR	TOTAL TAX LEVY	CURRENT TAX COLLECTIONS	PERCENT OF CURRENT TAXES COLLECTED	DELINQUENT TAX COLLECTIONS	TOTAL TAX COLLECTIONS	TOTAL TAX LEVY
1996	$17,120	$16,899	98.7%	$301	$17,200	100.5%
1997	18,252	17,921	98.3%	139	18,060	99.0%
1998	19,280	19,015	98.6%	233	19,248	99.8%
1999	20,013	19,810	98.9%	290	20,100	100.4%
2000	21,287	21,024	98.8%	218	21,242	99.8%
2001	22,597	22,406	99.2%	217	22,623	100.1%
2002	23,617	23,407	99.1%	244	23,651	100.2%
2003	24,975	24,726	99.2%	208	24,934	99.8%
2004	25,945	25,757	99.3%	234	25,991	100.2%
2005	27,274	27,054	99.2%	193	27247	99.9%

[1]Outstanding Delinquent Taxes were those taxes of the current year tax levy that were delinquent as of the end of June of each year. This figure does not reflect other tax years that were still delinquent in the fiscal year being reported.

Source: Carson City Treasurer's Office.

Table 5

OUTSTANDING DELINQUENT TAXES[1]	RATIO OF DELINQUENT TAXES TO TOTAL TAX LEVY
$221	1.29%
308	1.69%
263	1.36%
222	1.11%
214	1.01%
191	0.85%
211	0.89%
209	0.84%
163	0.63%
160	0.59%

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

	REAL PROPERTY		PERSONAL PROPERTY		ASSESSED VALUE EXEMPTIONS
TAX YEAR	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	ASSESSED VALUE	ESTIMATED ACTUAL VALUE	REAL PROPERTY
1995/96	$ 690,050,487	$2,445,569,596	$49,321,970	$238,847,312	$1,091,000
1996/97	749,749,658	2,660,781,274	49,843,464	242,727,351	1,128,250
1997/98	779,365,551	2,783,448,396	52,488,987	243,539,081	1,306,688
1998/99	830,681,814	2,965,486,057	54,256,056	251,362,171	1,203,950
1999/00	873,265,136	3,118,804,075	54,453,372	253,172,631	1,206,810
2000/01	920,275,879	3,286,699,568	59,752,573	284,536,062	1,222,730
2001/02	937,427,995	3,347,957,125	62,910,695	299,574,738	2,344,997
2002/03	992,615,243	3,545,054,439	67,199,978	319,999,895	3,849,818
2003/04	1,003,237,279	3,628,342,633	69,900,329	327,402,009	4,136,051
2004/05	1,046,192,772	3,736,402,757	84,235,965	370,267,978	4,610,501

Source: Carson City Assessor's Office.

Table 6

TOTAL		RATIO OF TOTAL ASSESSED VALUE TO TOTAL ESTIMATED ACTUAL VALUE
ASSESSED VALUE	ESTIMATED ACTUAL VALUE	
$ 738,281,457	$2,684,416,908	27.50%
798,464,872	2,903,508,625	27.50%
830,547,850	3,026,987,477	27.45%
883,733,920	3,216,848,228	27.47%
926,511,698	3,371,976,706	27.48%
978,805,722	3,571,235,630	27.41%
997,993,693	3,647,531,863	27.36%
1,055,965,403	3,865,054,334	27.32%
1,069,001,557	3,955,744,642	27.02%
1,125,818,236	4,106,670,735	27.41%

Table 7

CARSON CITY
PROPERTY TAX RATES
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)

	CARSON CITY			SCHOOL DISTRICT				
FISCAL YEAR	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL CITY MILLAGE	OPERATING MILLAGE	DEBT SERVICE MILLAGE	TOTAL SCHOOL MILLAGE	OTHER	TOTAL
1995/96	0.9270	0.0470	0.9740	0.7500	0.6500	1.4000	0.1823	2.5563
1996/97	0.9304	0.0436	0.9740	0.7500	0.6500	1.4000	0.1827	2.5567
1997/98	0.9858	0.0425	1.0283	0.7500	0.6000	1.3500	0.1826	2.5609
1998/99	1.0021	0.0405	1.0426	0.7500	0.5200	1.2700	0.1824	2.4950
1999/00	1.0709	0.0388	1.1097	0.7500	0.4700	1.2200	0.1819	2.5116
2000/01	1.1132	0.0352	1.1484	0.7500	0.4700	1.2200	0.1818	2.5502
2001/02	1.1445	0.0346	1.1791	0.7500	0.4700	1.2200	0.1816	2.5807
2002/03	1.1478	0.0331	1.1809	0.7500	0.4700	1.2200	0.1816	2.5825
2003/04	1.1754	0.0331	1.2085	0.7500	0.4700	1.2200	0.2016	2.6301
2004/05	1.1749	0.0321	1.2070	0.7500	0.4700	1.2200	0.2166	2.6436

Source: Carson City Treasurer's Office.

Table 8

CARSON CITY
PRINCIPAL TAXPAYERS
2004-05 FISCAL YEAR
(UNAUDITED)

TAXPAYER	TYPE OF BUSINESS	2004-05 ASSESSED VALUATION	PERCENTAGE OF TOTAL ASSESSED VALUATION[1]
1. Sierra Pacific Power	Electric Company	$12,246,340	1.09%
2. Southwest Gas	Gas Distribution	11,637,215	1.03%
3. Dwight Millard	Developer	10,440,035	.93%
4. John Serpa	Developer	7,867,464	.70%
5. SBC Nevada	Telecommunications	7,771,688	.69%
6. Clark Russell	Casino	6,904,942	.61%
7. C & A Investment	Property Management	6,692,580	.59%
8. Albertsons	Retail	5,556,240	.49%
9. Cubix/Ormsby	Casino	4,692,666	.42%
10. Garth Richards	Developer	4,664,317	.41%
		$78,473,487	6.96%

[1]Based on Carson City 2004-05 total assessed value of $1,125,818,236(excludes assessed valuation of the Carson City Redevelopment Agency).

Source: Carson City Assessor's Office.

CARSON CITY
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

	SPECIAL ASSESSMENT BILLINGS[1]			
FISCAL YEAR	NORTHEAST CARSON SPECIAL ASSESSMENT DISTRICT	COMSTOCK HILLS WATER IMPROVEMENT DISTRICT	GRAVES LANE SPECIAL ASSESSMENT DISTRICT	TOTAL
1995/96	$7	N/A[3]	$331	$338
1996/97	-	N/A[3]	312	312
1997/98	-	N/A[3]	293	293
1998/99	-	N/A[3]	272	272
1999/00	-	N/A[3]	252	252
2000/01	-	N/A[3]	234	234
2001/02	-	N/A[3]	220	220
2002/03	-	N/A[3]	205	205
2003/04	-	N/A[3]	92	92
2004/05	-	N/A[3]	-	-

[1]This reflects the Special Assessment Comstock Hills Water Improvement District, the Northeast Carson Special Assessment District, and the Graves Lane Special Assessment District which began in August, 1978, April, 1986, and October, 1995, respectively. Billings reflect any outstanding delinquencies owed at the time the billings went out each fiscal year. Billings include principal and interest billed during the fiscal year.

[2]Collections include everything collected during the fiscal year (including delayed payments, delinquent payments and penalties, prepayments, and current payments).

[3]Detail not available.

Note: Total owed, including principal and interest, for Comstock Hills Water Improvement District at its inception was $171,480. Total owed, including principal and interest, for Northeast Carson Special Assessment District at its inception was $428,932. Total owed, including principal and interest, for Graves Lane Special Assessment District was $2,785,195.

Source: Carson City Treasurer's Office.

Table 9

SPECIAL ASSESSMENTS COLLECTED[2]			
NORTHEAST CARSON SPECIAL ASSESSMENT DISTRICT	COMSTOCK HILLS WATER IMPROVEMENT DISTRICT	GRAVES LANE SPECIAL ASSESSMENT DISTRICT	TOTAL
$13	N/A[3]	$345	$358
3	N/A[3]	368	371
-	N/A[3]	347	347
15	N/A[3]	303	318
6	N/A[3]	284	290
6	N/A[3]	236	242
4	N/A[3]	235	239
1	N/A[3]	213	214
1	N/A[3]	92	93
-	N/A[3]	-	-

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Table 10

CARSON CITY
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2005
(UNAUDITED)

Assessed valuation	$1,147,965,095[1]
Legal debt margin:	
Debt limitation, 15% of total assessed value	172,194,764
Debt applicable to limitation:	
Total bonded debt	103,173,131
Legal Debt Margin	$ 69,021,633

[1]Includes Redevelopment Authority amount of $22,146,859.

CARSON CITY
RATIO OF NET GENERAL OBLIGATION BONDED DEBT
TO ASSESSED VALUE AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

FISCAL YEAR	POPULATION[1]	ASSESSED VALUE[2]	GROSS BONDED DEBT[3]	LESS DEBT SERVICE FUND[4]	DEBT PAYABLE FROM ENTERPRISE AND HOSPITAL REVENUES[5]	NET BONDED DEBT
1996	47	$ 738,281	$57,491	$ 580	$48,546	$ 8,365
1997	49	798,465	73,316	604	49,983	22,729
1998	50	830,548	70,096	609	47,775	21,712
1999	52	883,734	76,222	692	49,106	26,424
2000	53	926,512	77,499	2,895	46,944	27,660
2001	53	978,806	76,162	2,838	47,257	26,067
2002	54	997,994	69,049	2,514	36,849	29,686
2003	55	1,055,965	68,225	2,086	34,579	31,560
2004	55	1,069,002	83,571	1,678	42,172	39,721
2005	56	1,125,818	103,173	1,165	54,292	47,716

[1]From Carson City Community Development Department and the State of Nevada, Department of Taxation.

[2]From Table 6.

[3]Amount does not include special assessment bonds.

[4]Amount available to repay general obligation bonds.

[5]These amounts include the general obligation bonds that are being repaid from the Water, Sewer and Landfill revenues and Carson-Tahoe Hospital revenues for years prior to June 30, 2003.

Table 11

RATIO OF NET BONDED DEBT TO ASSESSED VALUE	NET BONDED DEBT PER CAPITA
1.13%	$178
2.85%	464
2.61%	434
2.99%	518
2.99%	522
2.66%	492
2.97%	550
2.99%	574
3.72%	722
4.24%	852

Table 12

CARSON CITY
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES
FOR GENERAL OBLIGATION BONDED DEBT
TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

FISCAL YEAR	PRINCIPAL	INTEREST	TOTAL DEBT SERVICE	TOTAL GENERAL GOVERNMENT EXPENDITURES	RATIO
1996	$1,120	$1,149	$2,269	$36,888	6.2%
1997	1,370	1,544	2,914	39,738	7.3%
1998	1,743	1,365	3,108	47,670	6.5%
1999	1,946	2,262	4,208	52,480	8.0%
2000	2,368	2,398	4,766	59,274	8.0%
2001	2,470	2,406	4,876	58,838	8.3%
2002	2,690	2,370	5,060	61,982	8.2%
2003	2,426	1,550	3,976	64,701	6.2%
2004	2,017	926	2,943	68,224	4.3%
2005	1,982	1,506	3,488	73,311	4.8%

Table 13

CARSON CITY
COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
GENERAL OBLIGATION BONDS
JUNE 30, 2005
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

JURISDICTION	NET GENERAL OBLIGATION BONDED DEBT OUTSTANDING	PERCENT APPLICABLE TO CARSON CITY	AMOUNT APPLICABLE TO CARSON CITY
City of Carson[1]	$39,641	100%	$39,641
Carson City Redevelopment Authority	1,910	100%	1,910
Carson City School District	34,505	100%	34,505
State of Nevada		0%	
Total		100%	

[1]Excluding general obligation bonds reported in the Enterprise Funds, including Sewer, Water, Landfill and Storm Drainage and Carson-Tahoe Hospital debt.

Table 14

CARSON CITY
GENERAL OBLIGATION REVENUE SUPPORTED BOND COVERAGE
WATER, SEWER ,LANDFILL AND STORM DRAINAGE ENTERPRISES
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)

FISCAL YEAR	GROSS REVENUES[1]	OPERATING EXPENSES[2]	NET REVENUE AVAILABLE FOR DEBT SERVICE	DEBT SERVICE REQUIREMENTS[3]			
				PRINCIPAL	INTEREST	TOTAL	COVERAGE
1996	$12,283	$5,944	$6,339	$2,250	$1,698	$3,948	1.61
1997	14,242	6,541	7,701	2,403	1,628	4,031	1.91
1998	12,232	6,752	5,480	2,870	1,501	4,371	1.25
1999	12,123	6,584	5,539	3,434	1,636	5,070	1.09
2000	13,246	7,318	5,928	3,191	1,498	4,689	1.26
2001	14,322	7,952	6,370	3,245	1,492	4,737	1.34
2002	15,262	8,716	6,546	2,393	1,529	3,922	1.67
2003	14,962	9,295	5,667	2,270	1,664	3,934	1.44
2004	14,690	10,165	4,525	2,462	1,729	4,191	1.08
2005	18,005	9,980	8,025	2,880	1,786	4,666	1.72

[1]Gross revenues include operating revenues, non-operating revenues, and connection fees.

[2]Total operating expenses exclusive of depreciation.

[3]Includes principal and interest of general obligation bonds supported by water, sewer , landfill and storm drainage revenues.

Table 15

CARSON CITY
DEMOGRAPHIC STATISTICS
LAST TEN YEARS
(UNAUDITED)

FISCAL YEAR	POPULATION[3]	PER CAPITA INCOME	MEDIAN AGE	SCHOOL ENROLLMENT[1]	UNEMPLOYMENT RATE[3]
1996	46,770	26,460	N/A[2]	12,743	7.4%
1997	48,860	27,477	N/A[2]	11,306	6.6%
1998	50,410	28,748	N/A[2]	11,918	6.1%
1999	51,922	29,505	N/A[2]	12,514	6.6%
2000	52,620	32,046	38.7	12,457	3.7%
2001	53,095	32,267	N/A[2]	12,809	4.6%
2002	54,171	31,767	N/A[2]	15,480	5.6%
2003	54,844	32,872	N/A[2]	14,906	5.8%
2004	55,220	N/A[2]	N/A[2]	14,667	5.0%
2005	56,146	N/A[2]	N/A[2]	14,524	4.3%

[1]Includes elementary, junior high, high school, and community college enrollment. Information obtained from the Carson City School District and Western Nevada Community College - Carson City campus.

[2]Information not available.

[3]Information obtained from the Nevada State Research and Analysis Bureau.

CARSON CITY
PROPERTY VALUE AND CONSTRUCTION
LAST TEN FISCAL YEARS
(UNAUDITED)

FISCAL YEAR	PROPERTY VALUE[1] *				COMMERCIAL CONSTRUCTION	
	COMMERCIAL	RESIDENTIAL	EXEMPTIONS	TOTAL	NUMBER OF UNITS	VALUE*
1996	$251,386	$487,986	$1,091	$ 738,281	65	$16,161
1997	279,734	519,859	1,128	798,465	38	20,977
1998	287,149	544,706	1,307	830,548	27	7,884
1999	301,631	583,307	1,204	883,734	34	11,475
2000	319,780	607,939	1,207	926,512	29	12,239
2001	331,565	648,464	1,223	978,806	37	8,785
2002	339,684	660,655	2,345	997,994	53	10,436
2003	363,182	688,933	3,850	1,055,965	38	4,869
2004	362,243	702,623	4,136	1,069,002	6	3,621
2005	381,463	739,744	4,611	1,125,818	19	4,022

[1]Estimated assessed value from Table 6.

*Amounts expressed in thousands.

Source: Carson City Assessor's Office.

Table 16

RESIDENTIAL CONSTRUCTION	
NUMBER OF UNITS	VALUE*
323	$30,608
378	25,511
338	23,382
286	21,122
289	15,466
265	19,352
289	15,068
347	20,168
315	22,604
181	12,940

Table 17

CARSON CITY
MISCELLANEOUS STATISTICS
JUNE 30, 2005
(UNAUDITED)

Date of incorporation	1875
Form of government	Council/Manager
Number of employees:	
Classified (excluding police and fire)	325
Unclassified and mid-management	99
Area in square miles	147
Carson City facilities and services:	
Miles of paved streets	336
Number of street lights	1,391
Culture and recreation:	
Community centers	1
Parks	31
Park acreage	798
Golf courses	4
Swimming pools	2
Tennis courts	14
Baseball fields	29
Exhibit halls	1
Rodeo arenas	1
Special events arenas	2
Fire protection/emergency medical services:	
Number of stations	3
Number of fire personnel, officers, and paramedics	66
Number of calls answered	6,346
Number of fire prevention inspections	1,784
Police protection:	
Number of stations	1
Number of police personnel and officers (including jailers)	101
Number of patrol units	32
Number of law violations:	
Physical arrests	3,189
Traffic accident reports	693
Sewer system:	
Miles of sanitary sewers	212
Number of treatment plants	1
Number of service connections	15,180
Daily average treatment in gallons	5,200,000
Maximum daily designed capacity in treatment plant in gallons	6,900,000
Water system:	
Miles of water mains	301
Number of service connections	16,615
Number of fire hydrants	2,401
Daily average consumption in gallons	11,240,000
Maximum daily production in gallons	24,000,000
Facilities and services not included in the reporting entity:	
Education:	
Number of secondary schools	3
Number of elementary schools	6
Number of community colleges	1
Hospitals:	
Number of hospitals	2
Number of patient beds	158

COMPLIANCE SECTION

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

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

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

We have audited the financial statements of Carson City, Nevada as of and for the year ended June 30, 2005, and have issued our report thereon dated November 22, 2005. 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. The financial statements of the Carson City Convention and Visitors' Bureau and Airport Authority (discretely presented component units) were not audited in accordance with *Government Auditing Standards*.

Internal Control over Financial Reporting:

In planning and performing our audit, we considered Carson City, Nevada's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

Compliance and Other Matters:

As part of obtaining reasonable assurance about whether Carson City, Nevada's basic 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 audit committee, management, others within the organization, the Mayor and members of the Board of Supervisors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kafoury, Armstrong & Co.

Reno, Nevada
November 22, 2005

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

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

Compliance:

We have audited the compliance of Carson City, Nevada with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2005. Carson City, Nevada'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 Carson City, Nevada's management. Our responsibility is to express an opinion on Carson City, Nevada'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 Carson City, Nevada'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 on Carson City, Nevada's compliance with those requirements.

In our opinion, Carson City, Nevada complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2005.

Internal Control Over Compliance:

The management of Carson City, Nevada 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 Carson City, Nevada's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

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This report is intended solely for the information and use of the audit committee, management, others within the organization, the Mayor and members of the Board of Supervisors, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kafoury, Armstrong & Co.

Reno, Nevada
November 22, 2005

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 1 OF 5)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Environmental Protection Agency:			
Passed through Nevada Division of Environmental Protection:			
Water Pollution Control: State and Interstate Program Support - Wellhead Protection	66.419	DEP 04-005	$ 20,534
National Foundation on the Arts and the Humanities:			
Passed through Nevada State Library and Archives:			
State Library Program - Middle School Outreach	45.310	LSTA 2004-16	3,495
Passed through Nevada Arts Council:			
Promotion of the Arts-Grants to Organizations & Individuals	45.024	GR-JACK	600
Total National Foundation on the Arts and the Humanities			4,095
U.S. Department of Agriculture:			
Passed through Nevada Division of Forestry:			
Cooperative Forestry Assistance - Westside	10.664	USDA/SFA/01/035	42,222
Cooperative Forestry Assistance - C Hill	10.664	USDA/SFA/02/011-012	46,525
Cooperative Forestry Assistance - East Valley	10.664	USDA/SFA/02/013-014	82,717
Total Cooperative Forestry Assistance			171,464
Rural Development, Forestry, and Communities - Clear Creek Canyon	10.672	USDA/SFA/ 01/002	20,520
Passed through Nevada Commission on Economic Development:			
National Forest_Dependent Rural Communities - Biomass Project	10.670	02-26-12-NFP-02	185,500
Passed through State Controller:			
Schools and Roads_Grants to States	10.665	N/A	1,151
Passed through Nevada Department of Administration:			
Food Donation	10.550	E027	2,831
Passed through Nevada Department of Education:			
School Breakfast Program	10.553	N/A	10,075
National School Lunch Program	10.555	N/A	18,539
Total Child Nutrition Cluster			28,614
Total U.S. Department of Agriculture			410,080
U.S. Department of Health and Human Services:			
Passed through Nevada Department of Human Resources:			
Community Services Block Grant	93.569	CSBG/04/004	8,830
Community Services Block Grant	93.569	CSBG/05/004	69,325
Total Community Services Block Grant			78,155

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 2 OF 5)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Centers for Disease Control and Prevention_Investigations and Technical Assistance - Environmental Public Health Tracking System	93.283	N/A	$ 28,588
Centers for Disease Control and Prevention_Investigations and Technical Assistance - Public Health Preparedness and Terrorism Response	93.283	N/A	88,910
Total Centers for Disease Control and Prevention_ Investigations and Technical Assistance			117,498
HIV Care Formula Grants - Ryan White Title II	93.917	N/A	39,468
Immunization Grants	93.268	N/A	102,650
Child Support Enforcement - Title IV - D	93.563	N/A	403,420
Passed through Division for Aging Services:			
Special Programs for the Aging_Title III, Part B: Grants for Supportive Services and Senior Centers - Sr Transportation	93.044	0101-10-05	33,985
Total U.S. Department of Health and Human Services			775,176
U.S. Department of Housing and Urban Development:			
Direct programs:			
Community Development Block Grants/ Entitlement Grants	14.218	N/A	194,611
Passed through Commission on Economic Development:			
Community Development Block Grants/State's Program- North Deer Run Road Improvements	14.228	CDBG/02/ED/001	160,054
Total U.S. Department of Housing and Urban Development			354,665
U.S. Department of Interior:			
Direct programs:			
Payments in Lieu of Taxes	15.226	N/A	66,721
Passed through Nevada Department of Museums, Libraries and Arts - State Historic Preservation Office:			
Historic Preservation Fund Grants-In-Aid - Signage Historic District	15.904	32-03-318228	3,528
Total U.S. Department of Interior			70,249
U.S. Department of Justice:			
Direct programs:			
D.E.A. Confiscated Property	16.N/A	N/A	6,965

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 3 OF 5)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Local Law Enforcement Block Grants Program	16.592	N/A	$ 5,289
Local Law Enforcement Block Grants Program	16.592	N/A	3,073
Local Law Enforcement Block Grants Program	16.592	N/A	13,168
Total Local Law Enforcement Block Grants Program			21,530
Passed through Nevada Department of Human Resources:			
Part B_State Challenge Activities	16.549	N/A	3,845
Passed through Nevada Office of the Attorney General:			
Violence Against Women Formula Grants - Alternative Sentencing Officer	16.588	2004-STOP-01	46,625
Violence Against Women Formula Grants - Domestic Violence Prosecutor	16.588	2004-STOP-11	46,716
Violence Against Women Formula Grants - Domestic Violence Prosecutor	16.588	2003-VAWG-08	7,808
Total Violence Against Women Formula Grants			101,149
Passed through Nevada Department of Motor Vehicles and Public Safety:			
Byrne Formula Grant Program - Tri-Net	16.579	03-NC-001	157,124
Byrne Formula Grant Program - Volunteers in Partnership with Sheriff	16.579	02-NC-046	8,137
Total Byrne Formula Grant Program			165,261
Enforcing Underage Drinking Laws Program	16.727	N/A	5,926
Juvenile Justice and Delinquency Prevention_ Allocation to States - Accountability Grant	16.540	N/A	25,509
Juvenile Justice and Delinquency Prevention_ Allocation to States - Status Offender	16.540	N/A	10,524
Total Juvenile Justice and Delinquency Prevention			36,033
Total U.S. Department of Justice			340,709
U.S. Department of Transportation:			
Direct Programs:			
Airport Improvement Program - Environmental Assessment and Benefit Cost Analysis	20.106	N/A	74,098

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 4 OF 5)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Passed through Emergency Response Commission:			
Interagency Hazardous Materials Public Sector Training and Planning Grants - HMEP Planning & Training	20.703	04-HMEP-01-02	$ 14,800
Interagency Hazardous Materials Public Sector Training and Planning Grants - HMEP Planning & Training	20.703	05-HMEP-01-02 05-HMEP-01-01	6,975
Total Interagency Hazardous Materials Public Sector Training and Planning Grants			21,775
Passed through Nevada Department of Motor Vehicles and Public Safety:			
State and Community Highway Safety - Joining Forces	20.600	25-JF-1.1	7,095
Passed through Nevada Department of Transportation:			
Federal Transit_Capital Investment Grants	20.500	NV-03-0026	197,822
Federal Transit_Formula Grants (Urbanized Area Formula Program)	20.507	NV-90-X042	205,969
Total Federal Transit Cluster			403,791
Federal Transit_Metropolitan Planning Grants	20.505	NV-80-X011 to X013	32,993
Highway Planning and Construction - Unified Planning Work Program	20.205	N/A	25,633
Total U.S. Department of Transportation			565,385
U.S. Department of Homeland Security:			
Direct Programs:			
Emergency Management Institute_Training Assistance	97.026	N/A	373
Passed through Nevada Department of Motor Vehicles and Public Safety:			
State Domestic Preparedness Equipment Support Program - ODP/04-Homeland Security Grant SHSP	97.004	97004HS4	556,058
State Domestic Preparedness Equipment Support Program - ODP/04-Law Enforcement Terrorism Prevention Program	97.004	97004LS4	343,995
State Domestic Preparedness Equipment Support Program - WMD Equipment - DOJ FFY 02	97.004	97004s02	48,742
State Domestic Preparedness Equipment Support Program - WMD Equipment - DOJ FFY 03	97.004	9700403	620,614
State Domestic Preparedness Equipment Support Program - WMD Equipment Phase II - DOJ FFY 03	97.004	97004s23	48,423
State Domestic Preparedness Equipment Support Program - WMD Equipment Phase I - DOJ FFY 03	97.004	9700403	720
Total State Domestic Preparedness Equipment Support Program			1,618,552
Pre-Disaster Mitigation - FFY 03	97.047	9704703	5,785
State Homeland Security Program- DHS/05	97.073	97073HS5	30,096

CARSON CITY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005
(PAGE 5 OF 5)

FEDERAL GRANTOR/ PASS-THROUGH GRANTOR/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENSES/ EXPENDITURES
Passed through Nevada Division of Emergency Management:			
Emergency Management Performance Grants	97.042	9704205	$ 42,599
Emergency Management Performance Grants	97.042	9704204	21,721
Total Emergency Management Performance Grants			64,320
Public Assistance Grants - Snow Emergency	97.036	FEMA 3202/ 3204 EM-NV	132,625
Public Assistance Grants - Waterfall Fire Small Projects	97.036	FEMA-NV-DR 1540	76,140
Public Assistance Grants - Waterfall Fire Large Projects	97.036	FEMA-NV-DR 1540	813,988
Passed through Nevada Division of Forestry:			
Public Assistance Grants - Waterfall Fire Suppression	97.036	FEMA-NV-DR 1540	120,358
Total Public Assistance Grants			1,143,111
Total U.S. Department of Homeland Security			2,862,237
Total Federal Awards			$ 5,403,130

See accompanying Notes to Schedule of Expenditures of Federal Awards.

CARSON CITY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 1 - BASIS OF PRESENTATION

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

NOTE 2 - SUBRECIPIENTS

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

Program Title	Federal CFDA Number	Amount Provided to Subrecipients
Airport Improvement Program – Environmental Assessment and Benefit Cost Analysis	20.106	$ 74,098
Schools and Roads - Grants to States	10.665	576
Community Development Block Grants	14.218	111,590
		$ 186,264

NOTE 3 - NON-CASH ASSISTANCE

The expenditures for the Food Donation program (CFDA #10.550) represent the dollar value of food commodities distributed to eligible recipients during the year. The value of commodities is determined by the U.S. Department of Agriculture.

CARSON CITY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005

Summary of Auditor's Results:

- Kafoury, Armstrong & Co. issued an unqualified opinion on the financial statements of Carson City, Nevada for the year ended June 30, 2005.
- No reportable conditions or material weaknesses were disclosed during the audit of the financial statements.
- The audit disclosed no instances of noncompliance, which were material to the financial statements of Carson City.
- No reportable conditions relating to the audit of the major federal award programs were disclosed.
- Kafoury, Armstrong & Co. issued an unqualified opinion on compliance for major programs of Carson City.
- Carson City had three major programs for the year ended June 30, 2005, as follows:
    - National Forest Dependent Rural Communities, CFDA 10.670
    - Federal Transit Cluster:
        Federal Transit – Capital Investment Grants, CFDA 20.500
        Federal Transit – Formula Grants (Urbanized Area Formula Program), CFDA 20.507
    - Public Assistance Grants, CFDA 97.036
- The dollar threshold used to distinguish between Type A and Type B programs for the year ended June 30, 2005, was $300,000.
- Carson City qualified as a low risk auditee for the year ended June 30, 2005 under the criteria set forth in section .530 of OMB Circular A-133.

Findings Relating to the Financial Statements Reported in Accordance with GAGAS:

There were no such findings in relation to the financial statements of Carson City for the year ended June 30, 2005.

Findings and Questioned Costs for Federal Awards:

None.

CARSON CITY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2005

There were no findings for the year ended June 30, 2004.

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

Independent Accountant's Report on
Nevada Revised Statute 354.6241

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

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

- The identified funds are being used expressly for the purposes for which they were created,
- The funds are administered in accordance with accounting principles generally accepted in the United States of America,
- The reserved fund balances/net assets in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2005 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau),
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements,
- The funds conform to significant statutory and regulatory constraints on their financial administration during the year ended June 30, 2005 (except as previously noted under statute compliance in Note 2B to the financial statements),
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of Carson City, Nevada.

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

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

Kafoury, Armstrong & Co.

Reno, Nevada
November 22, 2005

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AUDITOR'S COMMENTS

STATUTE COMPLIANCE

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2B to the financial statements.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

The City monitored expenditures during the current year in order to prevent overexpenditures; however, refer to Note 2B to the financial statements.

PRIOR YEAR RECOMMENDATIONS

There were no recommendations made in the audit report for the year ended June 30, 2004.

CURRENT YEAR RECOMMENDATIONS

We did not find any financial weaknesses of a magnitude to justify inclusion within our audit report.

CARSON CITY
SCHEDULE OF FEES IMPOSED
SUBJECT TO THE PROVISIONS OF NRS 354.5989
LIMITATION OF FEES FOR BUSINESS LICENSES
FOR THE YEAR ENDED JUNE 30, 2005

Flat Fixed Fees:	
Business license revenue adjusted base at June 30, 2004	$ 917,806
Adjustment to Base:	
Base	
1. Percentage increase in population of the local government	0.6856%
2. Percentage increase in the Consumer Price Index for the year ending on December 31 next preceding the year for which the limit is being calculated	1.9000%
	2.5856%
	23,731
Adjusted Base at June 30, 2005	941,537
Actual Revenue Fiscal 2004-05	784,363
Amount Over (Under) Allowable Amount	$ (157,174)