

CLARK COUNTY SCHOOL DISTRICT
CLARK COUNTY, NEVADA



C O M P R E H E N S I V E A N N U A L

FINANCIAL REPORT

FISCAL YEAR ENDED
JUNE 30, 2005

**CLARK COUNTY SCHOOL DISTRICT
CLARK COUNTY, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2005**



CLARK COUNTY SCHOOL DISTRICT

Report Prepared By:
Business and Finance Services Division, Accounting Department
Clark County School District
2832 E. Flamingo Road
Las Vegas, NV 89121

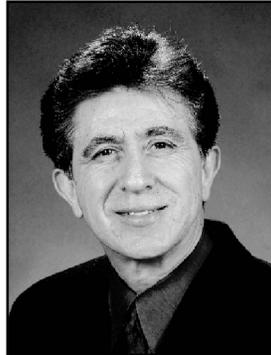
Under the direction of:
James McIntosh

CLARK COUNTY SCHOOL DISTRICT

BOARD OF SCHOOL TRUSTEES



Mrs. Ruth L. Johnson
Vice President
Term Expires Jan 2008
District B



Mr. Larry P. Mason
President
Term Expires Jan 2007
District D



Mrs. Denise Brodsky
Clerk
Term Expires Jan 2008
District E



Ms. Susan C. Brager-Wellman
Member
Term Expires Jan 2007
District F



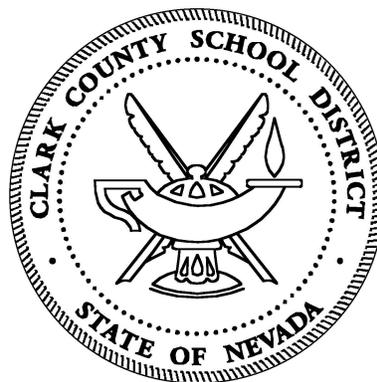
Mrs. Shirley Barber
Member
Term Expires Jan 2008
District C



Mrs. Mary Beth Scow
Member
Term Expires Jan 2008
District A



Mrs. Sheila R. Moulton
Member
Term Expires Jan 2007
District G



CLARK COUNTY SCHOOL DISTRICT
CLARK COUNTY, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2005

DISTRICT OFFICIALS

BOARD OF TRUSTEES

President

Larry Mason

Vice President

Ruth Johnson

Clerk

Denise Brodsky

Members

Shirley Barber
Susan Brager-Wellman
Sheila Moulton
Mary Beth Scow

ADMINISTRATIVE OFFICIALS

Superintendent of Schools

TBD

Superintendents

Walt Rulffes
Agustin Orci

Department

Operations/Superintendent
Instruction/Superintendent

Associate Superintendents

George Ann Rice
Paul Gerner
Edward Goldman
Charlene Green

Human Resources
Facilities
Educational Services
Student Support Services

Assistant Superintendents

Karlene McCormick-Lee
Philip Brody
Martha Tittle
Keith Bradford

Research, Accountability and Innovation
Technology
Curriculum & Professional Development
Finance

Region Superintendents

Carla Steinforth
Marsha Irvin
Robert Alfaro
Jolene Wallace
Lauren Kohut-Rost

Northwest
Northeast
East
Southwest
Southeast

**CLARK COUNTY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FISCAL YEAR ENDED JUNE 30, 2005**

TABLE OF CONTENTS

I. INTRODUCTORY SECTION	PAGE
Letter of Transmittal.....	i
Organization Chart.....	x
Certificate of Achievement for Excellence in Financial Reporting.....	xi
II. FINANCIAL SECTION	
Independent Auditor's Report.....	1
Management's Discussion and Analysis.....	3
BASIC FINANCIAL STATEMENTS:	
GOVERNMENT-WIDE FINANCIAL STATEMENTS:	
Statement of Net Assets.....	14
Statement of Activities.....	15
FUND FINANCIAL STATEMENTS:	
GOVERNMENTAL FUNDS:	
Balance Sheet.....	16
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets.....	17
Statement of Revenues, Expenditures and Changes in Fund Balances.....	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of the Governmental Funds to the Statement of Activities.....	19
Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual General Fund.....	20
Special Education Fund.....	26
PROPRIETARY FUNDS:	
Statement of Net Assets.....	28
Statement of Revenues, Expenses and Changes in Fund Net Assets.....	29
Statement of Cash Flows.....	30
FIDUCIARY FUND:	
Statement of Fiduciary Net Assets.....	31
Notes to the Basic Financial Statements.....	32

**CLARK COUNTY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FISCAL YEAR ENDED JUNE 30, 2005**

**TABLE OF CONTENTS
 (Continued)**

	SCHEDULE	PAGE
SUPPLEMENTARY INFORMATION:		
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:		
GOVERNMENTAL FUNDS:		
MAJOR FUNDS:		
Comparative Balance Sheets - General Fund.....	A-1	57
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - General Fund.....	A-2	58
Comparative Balance Sheets - Special Education Fund.....	A-3	64
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Special Education Fund.....	A-4	65
Comparative Balance Sheets - Debt Service Fund.....	A-5	67
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Debt Service Fund.....	A-6	68
Comparative Balance Sheets - Bond Fund.....	A-7	69
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - Bond Fund.....	A-8	70
NONMAJOR GOVERNMENTAL FUNDS:		
Combining Balance Sheet.....	B-1	73
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances.....	B-2	74
NONMAJOR SPECIAL REVENUE FUNDS:		
Combining Balance Sheet	C-1	75
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances Nonmajor Special Revenue Funds.....	C-2	76
District Projects Fund:		
Comparative Balance Sheets.....	C-3	77
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	C-4	78
KL VX Communications Group Fund:		
Comparative Balance Sheets.....	C-5	83
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	C-6	84

**CLARK COUNTY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FISCAL YEAR ENDED JUNE 30, 2005**

**TABLE OF CONTENTS
 (Continued)**

	SCHEDULE	PAGE
Federal Projects Fund:		
Comparative Balance Sheets.....	C-7	85
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	C-8	86
Medicaid Fund:		
Comparative Balance Sheets.....	C-9	90
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	C-10	91
NONMAJOR CAPITAL PROJECTS FUNDS:		
Combining Balance Sheet.....	D-1	95
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances.....	D-2	96
Building and Sites Fund:		
Comparative Balance Sheets.....	D-3	97
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	D-4	98
Governmental Services Tax Fund:		
Comparative Balance Sheets.....	D-5	100
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	D-6	101
Extraordinary Maintenance and Capital Replacement Fund:		
Comparative Balance Sheets.....	D-7	103
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	D-8	104
Tax Fund:		
Comparative Balance Sheets.....	D-9	105
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget (GAAP Basis) and Actual.....	D-10	106
NONMAJOR ENTERPRISE FUND:		
Food Service Fund:		
Comparative Schedule of Net Assets.....	E-1	107
Schedule of Revenues, Expenses and Changes in Fund Net Assets - Budget (GAAP Basis) and Actual.....	E-2	108

**CLARK COUNTY SCHOOL DISTRICT
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2005**

**TABLE OF CONTENTS
(Continued)**

	SCHEDULE / TABLE	PAGE
INTERNAL SERVICE FUNDS:		
Combining Schedule of Net Assets.....	F-1	109
Combining Schedule of Revenues, Expenses and Changes in Fund Net Assets.....	F-2	110
Combining Schedule of Cash Flows.....	F-3	111
 Insurance & Risk Management Fund:		
Schedule of Net Assets.....	F-4	112
Schedule of Revenues, Expenses and Changes in Fund Net Assets - Budget (GAAP Basis) and Actual.....	F-5	113
 Graphic Arts Production Fund:		
Schedule of Net Assets.....	F-6	114
Schedule of Revenues, Expenses and Changes in Fund Net Assets - Budget (GAAP Basis) and Actual.....	F-7	115
 AGENCY FUND:		
Student Activity Agency Fund:		
Schedule of Changes in Assets and Liabilities.....	G-1	117
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS:		
Schedule by Source.....	H-1	119
Schedule by Function.....	H-2	120
Schedule of Changes by Function.....	H-3	121

III. STATISTICAL SECTION

Net Assets by Category.....	1	123
Expenses, Program Revenues and Net (Expenses)/Revenues by Function/Program.....	2	124
General Revenues and Other Changes in Net Assets.....	3	125
Fund Balances, Governmental Funds.....	4	126
Changes in Fund Balances, Governmental Funds.....	5	127
Taxable Assessed Value and Estimated Actual Value of Property.....	6	128
Property Tax Rates - All Direct and Overlapping Governments.....	7	129
Principal Property Tax Payers.....	8	130
Property Tax Levies and Collections.....	9	131
Ratios of Outstanding Debt by Type.....	10	132
Ratios of General Bonded Debt Outstanding.....	11	133
Direct and Overlapping Debt.....	12	134
Legal Debt Margin.....	13	135
Pledged Revenue Bond Coverage.....	14	136
Demographic and Economic Statistics.....	15	137
Principal Employers in Clark County.....	16	138
District Employees by Function/Program.....	17	139
Governmental Funds Capital Asset Statistics by Function.....	18	140

**CLARK COUNTY SCHOOL DISTRICT
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FISCAL YEAR ENDED JUNE 30, 2005**

TABLE OF CONTENTS
 (Continued)

	PAGE
IV. COMPLIANCE AND CONTROLS	
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	141
Independent Auditor's Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.....	143
Schedule of Expenditures of Federal Awards.....	145
Notes to the Schedule of Expenditures of Federal Awards.....	150
Schedule of Findings and Questioned Costs.....	151
Current Status of Prior Year Findings.....	153
Auditor's Comments:	
Current Year Statute Compliance.....	154
Progress on Prior Year Statute Compliance.....	154
Prior Year Recommendations.....	154
Current Year Recommendations.....	154
Nevada Revised Statutes 354.6113 and 354.6115.....	155
Independent Accountant's Report on Nevada Revised Statute 354.624(5)(a).....	157

INTRODUCTORY SECTION

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT

CLARK COUNTY SCHOOL DISTRICT



2832 EAST FLAMINGO ROAD LAS VEGAS, NEVADA 89121 TELEPHONE (702) 799-5011

BOARD OF SCHOOL TRUSTEES

Mr. Larry P. Mason, President
Mrs. Ruth Johnson, Vice President
Mrs. Denise Brodsky, Clerk
Mrs. Susan Brager-Wellman, Member
Mrs. Shirley Barber, Member
Mrs. Mary Beth Scow, Member
Mrs. Sheila Moulton, Member

Dr. Agustin Orci, Superintendent
Dr. Walt Rulffes, Superintendent

October 12, 2005

To the Members of the Clark County School District Board of School Trustees and residents of Clark County, Nevada:

The Comprehensive Annual Financial Report ("CAFR") of the Clark County School District ("District"), Clark County, Nevada, for the fiscal year ended June 30, 2005, is submitted herewith in accordance with state statute. Nevada Revised Statute 354.624 requires school districts to present to their respective boards within four months of the close of each fiscal year a complete set of financial statements presented in conformity with generally accepted accounting principles ("GAAP") and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of the Clark County School District. Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the management of the District. To provide a reasonable basis for making these representations, management of the District has established a comprehensive internal control framework that is designed to compile sufficient reliable information for the preparation of the District's financial statements in conformity with GAAP.

The accounting firm of Kafoury, Armstrong, & Company, CPA's, a firm of licensed certified public accountants, was selected to perform the fiscal year 2005 audit. In addition to meeting the requirements set forth in state statutes, the audit also was designed to meet the requirements of the federal Single Audit Act of 1996 and related OMB Circular A-133. Kafoury, Armstrong, & Company concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the District's financial statements for the fiscal year ended June 30, 2005, are fairly presented in conformity with GAAP. The auditor's report on the basic financial statements is included as the first component of the financial section of this report. The auditor's report on the internal accounting controls of the District and statement regarding the District's use of monies in compliance with the purpose of each fund are included in the *Compliance and Controls Section* and will be filed as a public record pursuant to NRS 354.624.

GAAP also 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 MD&A and should be read in conjunction with it. The District's MD&A can be found on page 3 immediately following the *Independent Auditor's Report*.

The CAFR is presented in four sections:

Introductory Section (unaudited) - includes this letter of transmittal, the District's organizational chart, and the GFOA Certificate of Achievement for fiscal year 2004.

Financial Section - includes the Independent Auditor's Report, Management's Discussion and Analysis, the basic financial statements and related footnotes, combining and individual statements for major and nonmajor funds and other schedules that provide detailed information relative to the basic financial statements.

Statistical Section (unaudited) - includes selected financial and demographic information, generally presented on a multi-year basis.

Compliance and Controls Section - includes the annual single audit report by the independent auditor on the District's compliance with the provisions of the Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Also included in this section is the auditor's report on the internal control structure and compliance with applicable laws and regulations.

PROFILE OF THE CLARK COUNTY SCHOOL DISTRICT

History, Geography and Population

In 1956, Nevada's various school districts were consolidated under terms of state legislation creating countywide school districts. As such, all public educational services provided by the District are restricted to the boundaries of Clark County. Clark County covers 7,927 square miles, includes a countywide population in 2004 of approximately 1.75 million people, and is located in the southern-most part of the state. The largest cities within the county, and thus served by the District, include Las Vegas, Henderson and North Las Vegas. Other cities and rural areas served are located as far north as Indian Springs and Mesquite and as far south as Laughlin and Searchlight. Although the District serves the geographic area of Clark County, it is formally a political subdivision of the State of Nevada, which determines the majority of its funding. In addition to state authorized revenues, the District receives funding from federal and local sources and must comply with the concomitant requirements of these funding entities.

Structure of the District

The District is governed by an elected, seven-member Board of School Trustees ("Board"). The Board members represent specific geographic areas and are elected by the public for four-year overlapping terms and have the authority to adopt and administer budgets as well as establish district policy. The Board employs a superintendent to serve as an administrator for the day-to-day operations of the District.

Internally, the District is aligned into five separate K-12 geographic regions. This allows for site-based decision making to address unique school and community issues and to foster a more service-oriented philosophy. A region superintendent is responsible for each region, with five region centers established on school campuses within each region. The centers provide access for parents to communicate with region administration.

Reporting directly to the superintendent are two deputy superintendents. The deputy superintendent of instruction is responsible for all instructional areas, including the five region superintendents. The deputy superintendent of operations/chief financial officer is responsible for all support services of

the District. This plan improves communication and community access to District staff and allows for greater student achievement accountability.

As of June 30, 2005, the District was operating 186 elementary schools, 51 middle/junior high schools, 38 high schools, 28 alternative schools, and 8 special schools with a student body of 280,834. The District is also the largest non-federal, single-entity public employer in Nevada, employing over 32,000 Clark County residents.

District Services

By state mandate, the District is responsible for providing public education in Clark County, Nevada from kindergarten through twelfth grade. The District offers a variety of educational resources from regular to vocational programs in order to meet the needs of the children and adults of Clark County.

Kindergarten

Nevada state law requires that children must attend a state-approved kindergarten program in order to enter the first grade. Currently, the District offers a half-day kindergarten program for all students and a full-day program at selected schools where students have special needs. In the past year, the District successfully implemented a pilot program, at select schools, where parents pay a fee for students to attend kindergarten for the entire day. Plans are to expand the program in the coming years.

Magnet / Vocational Schools

The District offers 17 magnet schools and programs and 2 vocational schools with programs for students at any grade level looking for a more focused area of study than the general curriculum offers. Students may apply for entrance into one of these programs based on their own interests and abilities. Currently, the District offers program emphasis in such areas as science, mathematics, performing arts, technology, aerospace and medical professions.

Special Education

Special services are provided for students with disabilities. Trained District employees work with families to offer educational services along with preparing them for life after school. Both direct and support services are offered for students from ages 3 to 21.

Alternative Education Programs

The District provides alternative education programs designed to provide students who are credit deficient and/or require a non-traditional approach to education an opportunity to complete their course requirements. Programs also are designed to provide an alternative setting for students experiencing chronic behavioral problems. Juvenile Court School programs are offered for students who are no longer eligible for enrollment in comprehensive schools as well as the adjudicated youth of Clark County.

Federal Programs

The District works closely with the state and federal government to take advantage of grants offered to help meet the supplemental needs of its students. With the help of these grants the District is able to offer programs such as Indian Education, Safe and Drug-Free Schools, Adult Education and Math and Science Enhancement. The District also offers a food service program subsidized by the federal government to help guarantee a nutritious meal at a nominal price for its students.

Edison Schools

For the past four fiscal years, the District has partnered with Edison Schools, the nation's largest private manager of public schools, to provide educational services to certain District schools. Edison currently manages six elementary schools and one middle school belonging to the District.

Edison offers its own special curriculum and education services in an attempt to increase test scores at these participating schools.

Distance Education

The District has opened a distance education program which contains a new online virtual high school that offers full-time and part-time online credit-eligible high school courses. Online capacity will enable educational opportunities for students in areas of regular education, special needs, English Language Learner, and credit retrieval programs.

KLVX Communications Group

The District is licensee for this local Public Broadcasting System affiliate that also provides services for school, collegiate and professional education. KLVX, Channel 10 uses its satellite uplink to service a statewide downlink network with over 135 sites at educational institutions. The division also operates two educational channels for a local consortium, and twenty closed-circuit TV channels serving schools in Clark and Nye Counties. In addition, a video lending library and a fiber optic video-on-demand service with over 20,000 titles are available to public and private schools.

Charter Schools

Charter schools within Clark County operate as independent public schools to provide unique education opportunities under the sponsorship of the District. These schools have less state regulations imposed on them than public schools, which allows them to offer an alternative educational environment. To operate in Clark County, charter schools must meet mandated sponsorship requirements and are monitored by the Nevada Department of Education and the District. The District currently sponsors four charter schools: Agassi College Preparatory Academy, Explore Knowledge Academy, Keystone Academy Community and Odyssey Charter School.

Component Unit – KLVX Communications Group

The CAFR includes all of the funds of the primary government unit, the District, as well as its component unit, the KLVX Communications Group (“KLVX”). KLVX is the local public telecommunications entity and is licensed to the Board of the Clark County School District. In addition to instructional services, it operates viewer-supported Public Television KLVX-TV Channel 10 and KLVX-DT digital Channel 11. A network of 29 translators extends Channel 10 programming services to viewers in four states. KLVX is a legally separate entity for which the District’s Board serves as the governing body and for which the District is financially accountable. Accordingly, the District’s financial statements include the KLVX Communications Group as a blended component unit. Blended component units, although legally separate entities, are in substance part of the primary government unit’s operations and are included as part of the primary government unit.

Budgetary Process and Control

The appropriated budget of the District is prepared by fund, program (i.e., regular, special, etc.), function (i.e., instruction, transportation, etc.), and object (i.e., salaries, benefits, etc.) State statute allows transfers among programs or functions within a fund as long as there is no resulting increase in total appropriations and they are made with appropriate administrative approval along with Board advisement.

Expenditures within governmental funds that exceed budgeted appropriations at the function level are in violation of state statute. Within proprietary funds, expenditures should not exceed budgeted operating and non-operating appropriations. Budget-to-actual comparisons are provided in this report for each individual fund.

FACTORS AFFECTING ECONOMIC CONDITION

Local Economic Outlook

With gaming and tourism at the helm of its economic growth, Clark County continued to stand out as one of the nation's fastest growing areas during fiscal year 2005. Clark County maintained its record of attracting large numbers of new businesses due to its dedication to diversification in the business sector, continued employment growth, and a favorable tax base. Nevada does not impose corporate or personal income tax, nor inventory, special intangible, inheritance, estate or gift taxes. Although, gaming and tourism continue to represent the majority of industry in the area, construction, manufacturing and other service industries are beginning to transform and diversify the local economy.

Gaming and Tourism

In 2004, tourism and gaming continued to drive Clark County's overall economy, especially in its largest city, Las Vegas. Both Las Vegas' visitor volume and gross gaming revenues continued to grow at a healthy pace with Las Vegas welcoming over 37,389,000 visitors in 2004. This represents a 5.2% increase over visitor volume in 2003, resulting in an impact of over \$33.7 billion to the local economy. Las Vegas is home to 17 of the 20 largest hotels in the world. With these mega-resorts offering top quality entertainment, fashion malls, spas and fine dining restaurants, Las Vegas has quickly become known for more than just legalized gaming.

In Clark County, gross gaming revenues climbed to \$8.7 billion in 2004, an 11.25% increase over the previous year. This is the first double-digit percentage increase in gaming revenues since 1999. In 2004, occupancy levels of hotels/motels in Clark County increased by 4.2% to an average of 88.6%, with a 95% occupancy rate reported for weekends. This is due in part to the continued influx of conventions, trade shows and meetings whose attendance topped 5.7 million in 2004. To accommodate convention and trade show business, total Las Vegas convention capacity has increased to 9.4 million square feet citywide.

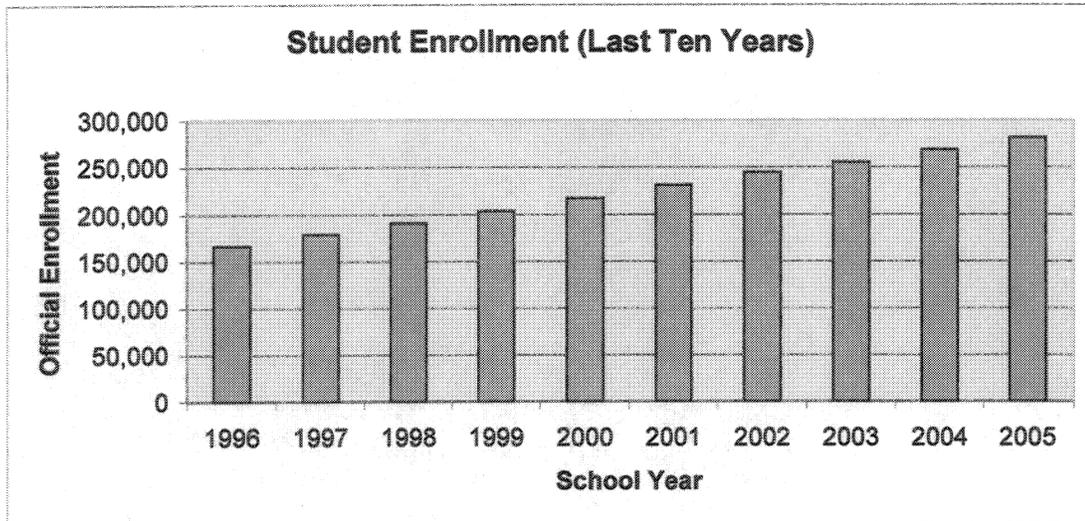
Continued economic growth in Clark County is interrelated to increases in other economically sensitive taxes. In addition to taxable gaming revenues, Clark County has seen marked increases in the generation of several other taxes, including property tax, sales tax, governmental services tax, room taxes and real property transfer taxes. Increases in the volume of these taxes directly benefit the District.

Population Growth

In 2004, the population growth in Clark County averaged 8,500 per month, with a current population of approximately 1.75 million. The County increased in size by approximately 105,500 people from 2003 to 2004, a 6.4% increase. Over the past ten years, Clark County has seen its population increase by a yearly average of approximately 6.0% and the cities which have experienced the greatest impact of the growth include Las Vegas, Henderson, North Las Vegas and Mesquite.

Population growth has fueled residential and commercial development at an accelerated pace in Southern Nevada. In order to accommodate demand for housing, developers have responded with the creation of master planned communities. These communities offer parks, schools, churches, libraries, and shopping incorporated into residential developments. Southern Nevada is home to some of the nation's most successful master planned communities creating a highly desirable housing market. Continued high demand for housing has driven up property values resulting in increases in assessed valuation, further increasing property taxes. In response to continued property tax increases, the 2005 Legislature enacted Assembly Bill 489 to provide partial abatement of property taxes to provide relief from escalating assessments.

Clark County's population is growing at such a rapid rate increasing the tax base and the generation of taxes, however, it has created an unrelenting demand for additional school facilities as the school population increases respectively. To gain a historical perspective on student growth, the following chart presents the increase in the school population over the past ten years.



To meet the current demand for services in the 2005 school year, the District opened thirteen new schools including seven new elementary schools, three middle schools and three high schools. The district is scheduled to open eleven new schools in August 2005. Overall enrollment is projected to exceed 370,000 students by 2010. School construction schedules are closely monitored by the District's Demographic and Zoning Department to respond to areas of high enrollment growth.

Proposed/Planned Commercial Construction in Clark County

Commercial construction projects, including several new hotel/casinos, are planned over the next several years. In 2004, approximately 1,021 hotel rooms were added to existing inventory in Las Vegas to bring the total room inventory there to 131,503. Planned construction projects to be completed in 2005 include a 949 room expansion at Caesars Palace, which includes an additional 80,000 square feet in convention space. In the spring of 2005, hotel/casino developer Steve Wynn opened his latest hotel mega-resort. Located at the former site of The Desert Inn Hotel on the Las Vegas Strip, Wynn Las Vegas adds an additional 2,716 hotel rooms and 200,000 square feet in convention center space. Over the next five years, an additional 20,478 rooms with 1,244,000 square feet in convention space are projected for completion in Las Vegas.

To ease transportation along the resort corridor, the city of Las Vegas recently constructed a monorail connecting eight major hotels and nine convention areas, including the Las Vegas Convention Center, the largest convention center in the world. The monorail covers a four mile route and travels at speeds up to 50 miles per hour. Additional phases of the monorail are planned, which include connecting the monorail to Fremont Street (downtown) and eventually McCarran International Airport.

Long-Term Financial Planning

Growth in District Facilities

The Clark County School District remains one of the fastest growing school districts in the nation. Official enrollment for the 2004-2005 school year was 280,834, making the District the 5th largest in the nation. The District has faced several financial challenges in its significant growth spurt over the

past several years and, according to population and demographic projections, will continue to face challenges associated with rapid growth in Clark County.

Due to the high growth, The District continues to operate one of the largest school construction programs in the country backed by the issuance of general obligation debt. In November 1998, voters approved a freeze of property tax rates for long-term bonding of school construction. This approval allows the district to issue approximately \$3.8 billion of general obligation bonds until June 30, 2008. Funding for school construction is also secured by pledged percentages of revenues from the city and county imposed room tax and the real property transfer tax. The District consistently monitors the three main revenue sources for the bond construction program and is required by statute to maintain a debt reserve account to insure its ability to service the debt.

During 2004, the Board of Trustees voted to revise the November 1998 program based on updated revenue projections and filling the additional needs from continuing enrollment growth. Revisions include:

- Renovations on existing schools which include phased replacements, additions, modernizations, life cycle replacement and life/safety upgrades at a cost of \$909 million.
- Land acquisition for future sites revised to \$155 million.
- \$230 million for Construction of 10 replacement schools.
- Construction of two regional bus yards totaling \$40 million.

Major Initiatives

Superintendent Search

As of mid-July 2005, the District's Superintendent of Schools, Carlos Garcia, officially resigned from his post. In response, the Board has hired a consulting team to initiate a carefully conducted search to find a quality replacement without the need for immediate appointment. The proposed plan could take up to a year to find a replacement. In the interim, the Board appointed its current Deputy Superintendents, Dr. Walt Rulffes, Deputy Superintendent of Operations, and Dr. Agustin Orci, Deputy Superintendent of Instruction to act as Co-interim Superintendents to provide continuity of District operations while the search is completed.

The initial focus of the search is on creating a leadership profile through solicitation of input from the community. Clark County residents are urged to fill out a questionnaire located on the District's web site to determine the most important leadership qualities required to lead the District. The plan eventually hopes to find a candidate by April and transition them into the Superintendent position by July, the beginning of the next fiscal year.

Recruiting and Retaining Qualified Teachers

The District hired approximately 1,600 new teachers for the 2004-2005 school year and continues to devise creative techniques to recruit quality candidates in an increasingly competitive market. In addition, the Legislature continues to support incentives designed to attract qualified teachers into the State. These include the continuation of funding for the \$2,000 signing bonus for new classroom teachers and additional State retirement credits for teachers working in at-risk schools and/or teaching in hard-to-fill, critical shortage areas including science, math, special education, second language, and school psychologists. To assist with retention of qualified personnel, a 2.00% cost of living salary increase was approved by the Nevada Legislature for 2005-2006 as well as a 4% increase for 2006-2007.

The Legislature continued the process of allowing retired teachers to re-enter the system to teach again in areas of critical shortages and still collect their retirement benefits. The bill is designed to entice teachers that specialize in the critical areas including math, science, special education, and bilingual education to re-enter the teacher workforce in Nevada.

The State Superintendent is also authorized to issue teaching licenses to persons who do not hold United States citizenship or permanent residence status in the United States. This will allow the District to recruit in countries like the Philippines, Canada and Mexico, but only if it can demonstrate that a shortage of teachers exists in the subject area were the person is qualified, the person meets all other Nevada licensure requirements, and the District agrees to employ the person in the subject area were the shortage exists.

Student Achievement

Increases in student enrollment not only create challenges in providing school facilities, but challenges in the learning environment, including student poverty and limited English skills. Approximately 39% of the District's population qualifies for free or reduced-cost meals and almost 26% were enrolled in an English Language Learners ("ELL") program.

Despite these challenges, elementary student scores from the Iowa Tests of Basic Skills/Educational Development administered in October 2004 were close to or slightly above the national average. Secondary student scores range from the 38th to the 47th percentile when compared nationally. ACT scores have remained consistent and continue to exceed the national standard while SAT scores remain slightly below. Student achievement is a top priority for the District as it continues to fund important programs like ELL and apply for funding under the free and reduced lunch program offered by the federal government. Projections show that enrollment for these programs are expected to increase as the student population grows.

Enterprise Resource Planning System

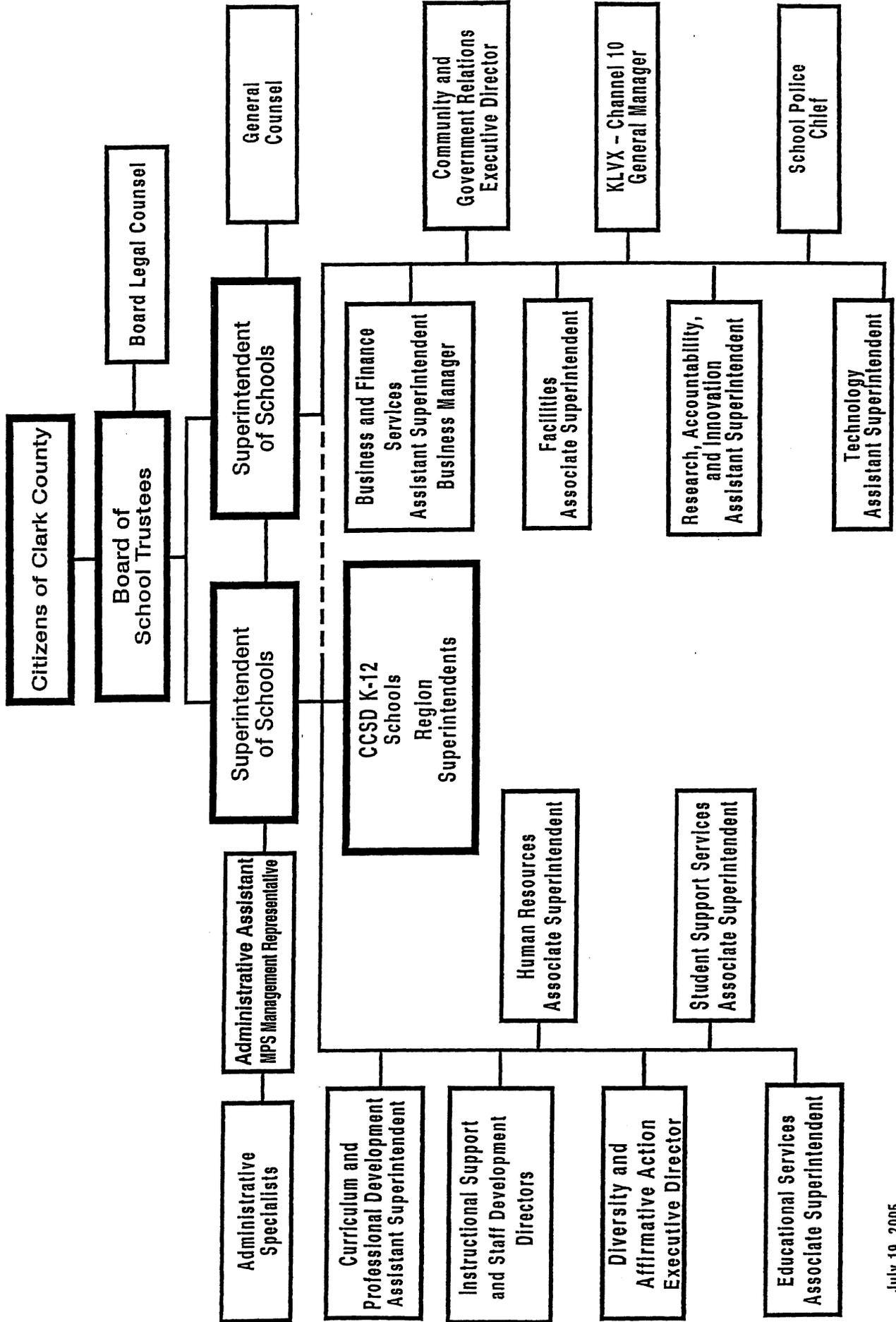
For the past several years, the District has worked to procure an Enterprise Resource Planning ("ERP") system, an integrated software system designed to manage the core business functions of the District. The ERP system is the District's first step toward its long-term goal of replacing the COBOL-based applications resident on the mainframe computer and will provide greater information integration, timely access to data, and improved reporting. Several areas to be implemented in the initial phase include accounting, budget, and purchasing. The second phase will further include human resources and payroll.

The District selected SAP as its ERP vendor in fiscal year 2004-2005 and initiated the project implementation with a planned go-live date for financials projected for July 1, 2006 and January 1, 2007 for human resources and payroll. Approximately \$29 million dollars of fund balance in the General Fund is currently designated in association with the implementation and maintenance of the ERP system over the next few years.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Clark County School District for its Comprehensive Annual Financial Report for the fiscal year ended June 30, 2004. This was the nineteenth consecutive year that the District has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

CCSD Service Provider Network



July 19, 2005

GAC-60712

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Clark County School District, 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.



Nancy L. Zielke

President

Jeffrey R. Emer

Executive Director

This page is intentionally left blank

FINANCIAL SECTION

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT



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

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the
Clark County School District
Clark County, Nevada

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Clark County School District, Clark County, Nevada, as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the District's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the Clark County School District, Clark County, Nevada, as of June 30, 2005, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General Fund and Special Education 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 October 7, 2005, on our consideration of the District's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part

of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 3 through 13 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 the Clark County School District, Clark County, Nevada's basic financial statements. The introductory section, combining and individual fund statements and schedules and statistical tables, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules 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.

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 the District. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly presented in all material respects, in relation to the basic financial statements taken as a whole.

Kafury, Armstrong & Co.

Las Vegas, Nevada
October 7, 2005

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

The Management's Discussion and Analysis ("MD&A") offers readers a narrative overview and analysis of the Clark County School District's ("District") financial statements 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 precedes this report, and the financial statements, which immediately follow this report.

FINANCIAL HIGHLIGHTS FOR FISCAL YEAR 2005

Following is an analysis of facts, descriptions or conditions of the District, in fiscal year 2005, that had a material effect on its financial position or operating results.

Government-wide Financial Statements

- The overall financial position of the District improved as government-wide net assets increased during fiscal year 2005, from \$1.025 billion to \$1.258 billion, a \$232.6 million dollar increase.
- Total revenues increased \$226.7 million from \$2.08 billion in fiscal year 2004 to \$2.30 billion in fiscal year 2005, a 10.89% increase.
- Property taxes, sales taxes, real property transfer taxes, and investment earnings were major contributors of the overall revenue increase.
- Total expenses increased \$184.8 million from \$1.891 billion in fiscal year 2004 to \$2.076 billion in fiscal year 2005, a 9.77% increase.

Fund Financial Statements

- Ending combined governmental fund balances increased to \$1.117 billion in fiscal year 2005 from \$800.1 million in fiscal year 2004, a 39.5% increase.
- Increases to ending fund balance are a combination of interest expenditure savings from two advance refunding bond issues, increases in local revenues from budgeted projections, and unspent bond proceeds from the District's school construction program and a medium-term financing for administrative buildings.

General Operating Fund Balance

- Ending fund balance in the General Fund increased from \$108 million in fiscal year 2004 to \$155 million in fiscal year 2005, a 43.5% increase.
- Total General Fund revenues increased \$126 million dollars to \$1.495 billion in fiscal year 2005.
- Total unreserved undesignated fund balance increased from \$28 million in fiscal year 2004 to \$33 million in fiscal year 2005, a \$5 million increase.
- The District maintained its ability to restore the unreserved undesignated (spendable) portion of fund balance to 2% of general operating revenue in fiscal year 2005 per District Regulation 3110.
- The District has been able to designate additional funding for its enterprise resource planning ("ERP") system, improvements in maintenance and operations, carryover funding for potential costs of the No Child Left Behind Act ("NCLB") that impact the general operating budget, and several other important programs.

OVERVIEW OF THE FINANCIAL STATEMENTS

The District's basic financial statements are comprised of government-wide financial statements, fund financial statements, and notes to the financial statements. Following is a brief discussion of the structure of the basic financial statements.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with an assessment of the overall financial position and activities of the District as a whole. These statements are structured around the primary government, not including fiduciary funds. They are further divided into governmental activities and business-type activities. Governmental activities being those generally financed through taxes and intergovernmental revenues, while business-type activities are those financed to some degree by charging external parties for goods received.

The statement of net assets combines and consolidates all of the District's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting. The end result is net assets that are segregated into three components: invested in capital assets, net of related debt; restricted and unrestricted net assets.

The statement of activities presents information showing how the District's net assets changed during fiscal year 2005. All changes in net assets are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, there are some revenues and expenses reported in this statement that will result in cash flows in future fiscal periods. All expenditures are reported by related function as prescribed by the Nevada Department of Education Handbook II Accounting System.

Fund Financial Statements

The District uses fund financial statements to provide detailed information about its most significant funds. All of the funds of the Clark County School District can be divided into three categories:

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements described above. However, unlike the government-wide financial statements, governmental fund financial statements use the modified accrual basis of accounting, which focuses 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. To provide a better understanding of the relationship between the fund statements and government-wide statements, a reconciliation is provided for a more comprehensive picture of the District's financial position.

Proprietary Funds – Funds that focus on the determination of operating income, changes in net assets (or cost recovery), financial position, and cash flows are reported in the proprietary funds. The District reports two types, enterprise funds and internal service funds. Enterprise funds are used to report an activity where a fee is charged to external users. The District's sole enterprise fund, the Food Service Enterprise Fund, is used to account for food service operations within the District. Internal service funds report activities that provide goods and services to the other departments of the District. The District reports two internal service funds, the Insurance and Risk Management Fund, and the Graphic Arts Production Fund.

Fiduciary Funds – Funds that are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. The District currently holds assets related to student activities of various schools in its single fiduciary fund, the Student Activity Agency Fund.

Notes to the Financial Statements

The notes to the financial statements complement the financial statements by describing qualifying factors and changes throughout the fiscal year.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted previously, the government-wide statements are structured to report financial information on the District as a whole, excluding fiduciary funds. Condensed financial information with comparative amounts from the prior year is presented along with accompanying analysis.

Clark County School District's Net Assets:

	Governmental activities		Business-type activities		Total	
	2005	2004	2005	2004	2005	2004
Current assets	\$ 1,467,230,892	\$ 1,148,659,294	27,917,347	\$ 34,000,882	\$ 1,495,148,239	\$ 1,182,660,176
Capital assets, net	3,455,776,448	3,144,411,220	8,911,425	4,873,892	3,464,687,873	3,149,285,112
Total assets	<u>4,923,007,340</u>	<u>4,293,070,514</u>	<u>36,828,772</u>	<u>38,874,774</u>	<u>\$ 4,959,836,112</u>	<u>4,331,945,288</u>
Current liabilities	324,434,994	331,498,242	2,046,487	1,198,846	326,481,481	332,697,088
Long-term liabilities	3,374,339,537	2,973,037,370	676,290	509,967	3,375,015,827	2,973,547,337
Total liabilities	<u>3,698,774,531</u>	<u>3,304,535,612</u>	<u>2,722,777</u>	<u>1,708,813</u>	<u>3,701,497,308</u>	<u>3,306,244,425</u>
Net assets:						
Invested in capital assets, net of related debt	473,621,838	420,357,780	8,911,425	4,873,892	482,533,263	425,231,672
Restricted	581,692,199	452,646,711	-	-	581,692,199	452,646,711
Unrestricted	168,918,772	115,530,411	25,194,570	32,292,069	194,113,342	147,822,480
Total net assets	<u>\$ 1,224,232,809</u>	<u>\$ 988,534,902</u>	<u>34,105,995</u>	<u>\$ 37,165,961</u>	<u>1,258,338,804</u>	<u>\$ 1,025,700,863</u>

The District's assets exceeded liabilities by \$1,258,338,804 at the close of the current fiscal year and total net assets increased by \$232,637,941 resulting in a 23% increase in net assets.

Governmental Activities

The District's total net assets in governmental activities is \$1,224,232,809 of which, unrestricted assets total \$168,918,772; they are used to meet the ongoing obligations of the District.

Portions of total net assets are subject to external restrictions as to how they may be used. In the current fiscal year, restricted assets include assets for servicing long-term general obligation bonded debt in the amount of \$422,875,159, assets related to bond proceeds and other revenues to be used in the District's capital projects programs in the amount of \$152,401,040, and net assets restricted for other purposes include a deposit made with the State of Nevada for the District's worker's compensation self-insurance program in the amount of \$5,666,000 and a \$750,000 term endowment made to the KLVX Communications Group.

Business-type Activities

Business-type activities consist solely of the District's Food Service Enterprise Fund. Net assets in this fund decreased by 8.9% to \$34,105,995 due to two main factors. First, there was a reclassification of commodity inventory which was duplicated in the overall food service inventory. The net result of this reclassification was a \$2,151,450 charge to supplies expenditures to write off the duplicate inventory. Second, the Food Service Enterprise Fund is now charged for indirect costs such as utility and administrative costs that are expended in the General Fund. Overall, Food Service is reporting approximately \$25 million in unrestricted assets.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Clark County School District's Statement of Activities:

	Governmental		Business-type		Totals	
	activities		activities			
	2005	2004	2005	2004	2005	2004
Revenues:						
Program revenues:						
Charges for services	\$ 4,679,755	\$ 3,510,880	\$ 23,238,403	\$ 25,265,865	\$ 27,918,158	\$ 28,776,745
Operating grants and contributions	242,814,616	215,823,418	42,305,215	34,782,205	285,119,831	250,605,623
Capital grants and contributions	-	1,899,494	-	-	-	1,899,494
Total program revenues	247,494,371	221,233,792	65,543,618	60,048,070	313,037,989	281,281,862
General revenues:						
Property taxes	659,567,472	586,375,454	-	-	659,567,472	586,375,454
Local school support tax	669,012,541	577,496,915	-	-	669,012,541	577,496,915
Governmental services tax	78,052,791	68,915,320	-	-	78,052,791	68,915,320
Room tax	59,100,398	51,687,682	-	-	59,100,398	51,687,682
Real estate transfer tax	54,106,913	41,089,833	-	-	54,106,913	41,089,833
Franchise tax	2,844,769	2,869,264	-	-	2,844,769	2,869,264
Unrestricted federal aid	574,132	664,296	-	-	574,132	664,296
Unrestricted state aid	428,708,753	440,743,322	-	-	428,708,753	440,743,322
Other local sources	13,840,970	19,464,494	24,367	(24,506)	13,865,337	19,439,988
Investment earnings	29,759,476	11,030,447	512,724	259,556	30,272,200	11,290,003
Total general revenues	1,995,568,215	1,800,337,027	537,091	235,050	1,996,105,306	1,800,572,077
Term endowment	100,000	650,000	-	-	100,000	650,000
Total revenues	2,243,162,586	2,022,220,819	66,080,709	60,283,120	2,309,243,295	2,082,503,939
Expenses:						
Instruction expenses	1,198,241,558	1,122,564,655	-	-	1,198,241,558	1,122,564,655
Support services:						
Student support	77,407,377	67,911,134	-	-	77,407,377	67,911,134
Instructional staff support	94,058,561	82,750,470	-	-	94,058,561	82,750,470
Educational media services	4,677,766	4,209,779	-	-	4,677,766	4,209,779
General administration	36,363,903	36,094,506	-	-	36,363,903	36,094,506
School administration	134,542,113	123,967,476	-	-	134,542,113	123,967,476
Business support	11,949,016	13,170,940	-	-	11,949,016	13,170,940
Operation and maintenance						
of plant services	179,055,638	152,231,786	-	-	179,055,638	152,231,786
Student transportation	72,810,655	67,051,973	-	-	72,810,655	67,051,973
Central support	23,142,864	17,552,848	-	-	23,142,864	17,552,848
Other support services	3,588,345	2,899,219	-	-	3,588,345	2,899,219
Facilities acquisition and						
construction services	23,421,053	17,038,970	-	-	23,421,053	17,038,970
Interest on long-term debt	147,765,000	129,300,304	-	-	147,765,000	129,300,304
Food services	-	-	69,581,505	55,038,363	69,581,505	55,038,363
Total expenses	2,007,023,849	1,836,744,060	69,581,505	55,038,363	2,076,605,354	1,891,782,423
Change in net assets before						
transfers	236,138,737	185,476,759	(3,500,796)	5,244,757	232,637,941	190,721,516
Transfers in / (out)	(440,830)	(321,363)	440,830	321,363	-	-
Change in net assets	235,697,907	185,155,396	(3,059,966)	5,566,120	232,637,941	190,721,516
Net assets - beginning	988,534,902	803,379,506	37,165,961	31,599,841	1,025,700,863	834,979,347
Net assets - ending	\$ 1,224,232,809	\$ 988,534,902	\$ 34,105,995	\$ 37,165,961	\$ 1,258,338,804	\$ 1,025,700,863

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Governmental Activities

Net Assets

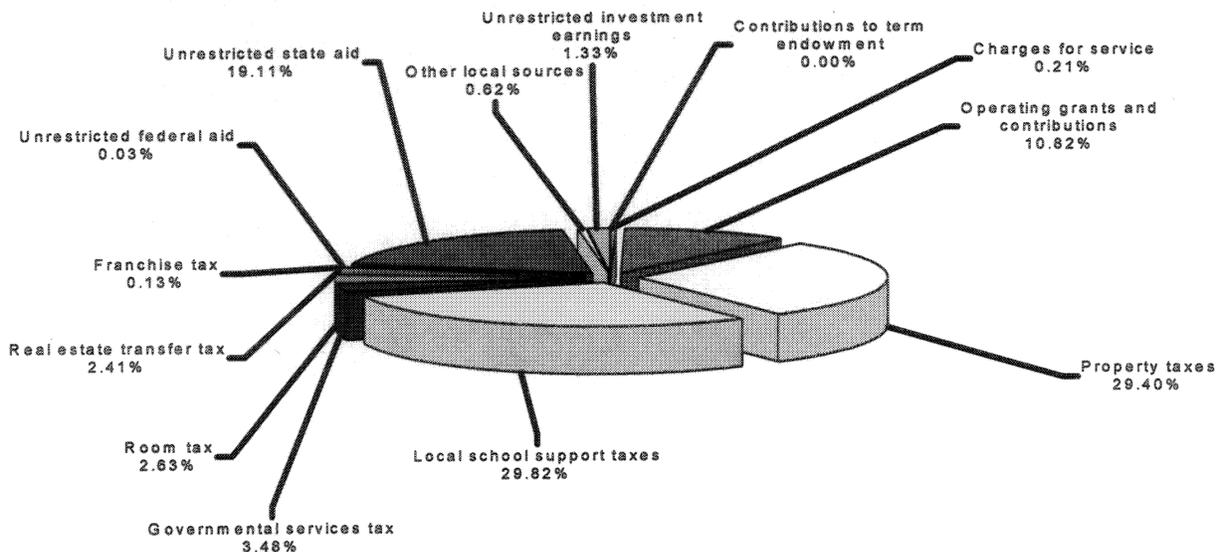
Governmental activities increased the District's net assets by \$235,697,907, accounting for all of the growth in net assets for the District as a whole. Increases in net assets can be directly correlated to significant revenue increases in almost every area but mainly property taxes, local school support taxes, and the real estate transfer tax.

Revenues

The largest general revenues received by the District include the local school support tax in the amount of \$669,012,541 and aggregated property taxes in the amount of \$659,567,472 and. These taxes represent 29.82% and 29.40% percent, respectively, of total revenues for the current fiscal year.

The District has also seen significant increases in its investment earnings. As short-term interest rates continue to rise, the District benefits as the majority of the District's investment securities are short-term. Overall investment earnings have increased from \$11 million to \$29 million from fiscal year 2004 to fiscal year 2005.

Governmental Activities – Revenue Sources**



** Percentages in the chart above do not total to 100% due to rounding

Governmental Activities - Change in Revenues

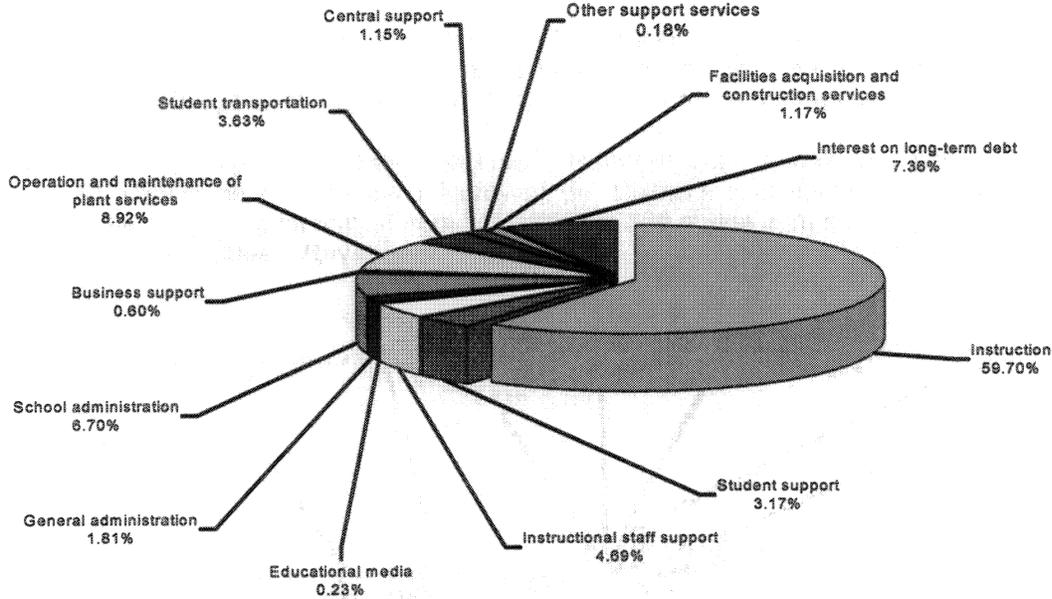
Revenues	2005	2004	Inc / (Dec) from 2004	% Inc / (Dec) from 2004
Charges for service	\$ 4,679,755	\$ 3,510,880	\$ 1,168,875	33.29%
Operating grants and contributions	242,814,616	215,823,418	26,991,198	12.51%
Property taxes	659,567,472	586,375,454	73,192,018	12.48%
Local school support taxes	669,012,541	577,496,915	91,515,626	15.85%
Governmental services tax	78,052,791	68,915,320	9,137,471	13.26%
Room tax	59,100,398	51,687,682	7,412,716	14.34%
Real estate transfer tax	54,106,913	41,089,833	13,017,080	31.68%
Franchise tax	2,844,769	2,869,264	(24,495)	-0.85%
Unrestricted federal aid	574,132	664,296	(90,164)	-13.57%
Unrestricted state aid	428,708,753	440,743,322	(12,034,569)	-2.73%
Other local sources	13,840,970	19,464,494	(5,623,524)	-28.89%
Unrestricted investment earnings	29,759,476	11,030,447	18,729,029	169.79%
Contributions to term endowment	100,000	650,000	(550,000)	-84.62%
Total revenues	\$ 2,243,162,586	\$ 2,020,321,325	\$ 222,841,261	11.03%

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Expenditures

Instruction related expenditures represent more than 59.7% of total governmental expenses. Instruction expenditures consist of regular, special, vocational, adult and other types of instructional services and supplies provided with over 98% spent on regular and special education. Operation and maintenance of district buildings account for the next highest expenditure with approximately 8.92% of total expenditures.

Governmental Activities – Expenditures by Function **



** Percentages in the chart above do not total to 100% due to rounding

Expenditures	2005	2004	(Decrease) from 2004	(Decrease) from 2004
Instruction	\$ 1,198,241,558	\$ 1,122,564,655	\$ 75,676,903	6.74%
Student support	77,407,377	67,911,134	9,496,243	13.98%
Instructional staff support	94,058,561	82,750,470	11,308,091	13.67%
Educational media	4,677,766	4,209,779	467,987	11.12%
General administration	36,363,903	36,094,506	269,397	0.75%
School administration	134,542,113	123,967,476	10,574,637	8.53%
Business support	11,949,016	13,170,940	(1,221,924)	-9.28%
Operation and maintenance of plant services	179,055,638	152,231,786	26,823,852	17.62%
Student transportation	72,810,655	67,051,973	5,758,682	8.59%
Central support	23,142,864	17,552,848	5,590,016	31.85%
Other support services	3,588,345	2,899,219	689,126	23.77%
Facilities acquisition and construction services	23,421,053	17,038,970	6,382,083	37.46%
Interest on long-term debt	147,765,000	129,300,304	18,464,696	14.28%
Total expenses	\$ 2,007,023,849	\$ 1,836,744,060	\$ 170,279,789	9.27%

Business support decreased due to warehouse issues, reported under this function, exceeding purchases at year end. Other support services reported increases due to the timing of indirect costs in Federal Programs. Facilities acquisition and construction services reported an increase due to an increase in the portion of expenditures that are not allocated to construction in progress projects.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

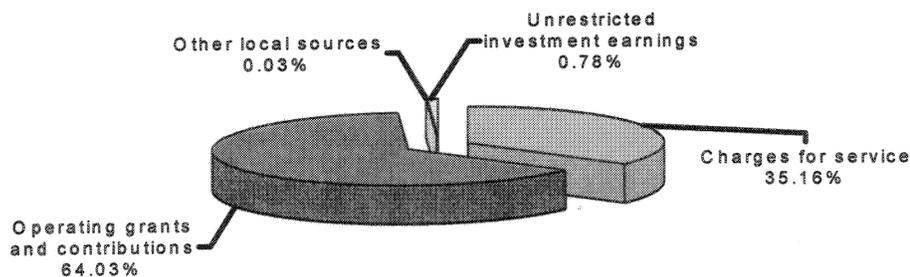
Business-type Activities

Business-type activities consist solely of the District's Food Service Enterprise Fund. In the current fiscal year this activity decreased net assets by \$3,059,966, not contributing to the total growth in the District's net assets.

Food service student charges and federal subsidies including contributions of commodity food products account for almost 100% of the revenues received by business-type activities, with student charges representing approximately 35.16% and federal subsidies accounting for 64.03%.

The majority of the expenditures in business-type activities are for food purchases and salary expenses to maintain the District's food service program.

Business-type Activities – Revenue Sources



Business-type Activities - Change in Revenues

Revenues	2005	2004	Increase / (Decrease) from 2004	% Increase / (Decrease) from 2004
Charges for service	\$ 23,238,403	\$ 25,265,865	\$ (2,027,462)	-8.02%
Operating grants and contributions	42,305,215	34,782,205	7,523,010	21.63%
Other local sources	24,367	(24,506)	48,873	-199.43%
Unrestricted investment earnings	512,724	259,556	253,168	97.54%
Total Revenues	\$ 66,080,709	\$ 60,283,120	\$ 5,797,589	9.62%

Revenues from charges for services dropped in fiscal year 2005 due to 20 additional high schools qualifying for the National Free and Reduced Lunch program, reducing the amount charged to students at those high schools, and the elimination of sales of carbonated beverages in the cafeteria. Decreases in daily food sale revenues were compensated for through increases in the amount of federal subsidies received.

ANALYSIS OF GOVERNMENTAL FUND BALANCES AND TRANSACTIONS

Governmental funds use fund accounting and follow the modified accrual basis of accounting which focuses on short-term sources and uses of spendable resources. Following is an analysis of individual fund balances and material transactions.

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

At the end of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$1.117 billion, an increase of over \$316 million from last year mainly due to increases in tax revenues across the board and savings from District energy conservation programs and staff vacancies. Approximately 60% of this fund balance is reserved, while 40% is unreserved. Of the unreserved portion of fund balance, \$368,353,681 is designated for various projects throughout the district including the ERP business resource system, various subsidies for health care, increases in salaries per the new licensed contract, a food service kitchen remodel, additional PERS service credit for qualifying teachers, additional capital improvements, and potential staffing costs associated with NCLB mandates. Unreserved undesignated fund balance, for all governmental funds which serves as a useful measure of the District's net resources, as a whole, available for spending is \$77,612,181, or 6.9% of the total fund balance.

The main operating fund of the District is the General Fund. At the end of the current fiscal year, the total fund balance in the general fund was \$155,579,223; reserved portion totaled \$33,960,600 and the unreserved designated portion was \$88,518,906. The unreserved undesignated portion which represents spendable resources was \$33,099,717, representing 21% of the total fund balance or 2% of the general operating budget resources.

Although reported separately, the Special Education Fund is budgeted for in combination with the General Fund and together they represent the general operating budget of the District. Any deficiencies of revenues under expenditures in the Special Education Fund are compensated for through a transfer from the General Fund. The transfer from the General Fund to cover special education expenditures in fiscal year 2005 was \$163,714,140.

The District's Debt Service Fund ending fund balance increased by \$55 million, from \$367 million in fiscal year 2004 to \$422 million in fiscal year 2005. The Debt Service Fund realized significant reductions in interest expense due to the issuance of two advance bond refundings.

The District's Bond Fund reported an increase in fund balance of \$137 million due to a carryover of bond proceeds from fiscal year 2004, a bond issuance in fiscal year 2005 and increases in local revenues. In November 2004, the District issued \$450 million in general obligation debt as part of its continuing school construction program. This along with a \$40.6 million premium was a main component of the increase in ending fund balance in the Bond Fund. In addition to the debt issue, the District received over \$113 million in combined revenues from the room tax and real property transfer tax. These taxes are pledged to reduce specific outstanding debts. The transfer out of \$60 million is the transfer to the Debt Service Fund to service these debts.

BUDGETARY HIGHLIGHTS

The original general operating budget (2004-05 Final Budget) was approved May 19, 2004. Budgeted appropriations are developed with certain main determinants remaining unknown; most important of which are the final certified enrollment and the prior year's ending fund balance. For this reason, the "original" budget is approved and submitted based on future resolution of these unknown issues. The final budget (2004-05 Amended Final Budget) which was approved December 9, 2004 is more accurately representative of final appropriations.

Nevada statutes and District regulations require that school Districts legally adopt budgets for all funds. Budgets are prepared in accordance with generally accepted accounting principles. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year. The final appropriated budget is prepared by fund, program and function. All appropriations lapse at year-end and encumbrances are re-appropriated in the ensuing fiscal year.

There were several variances between the original and final budgets in the General Fund that should be noted:

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

- In the regular programs, instruction function, the District budgeted approximately \$489 million in salary expenditures in the original budget which decreased to \$474 million in the final budget. The difference of \$15 million mainly relates to the increase of attrition associated with the uncertainty of turnover which results in a decrease of budgeted salary dollars. It is also due to the shifting of deferred appropriation dollars to other needed functions upon the result of final enrollment numbers.
- In the undistributed expenditures, student transportation function, the District originally budgeted approximately \$600,000 for property expenditures which increased to \$12.9 million in the final budget. The difference of \$12.3 million was due to the District's need to replace buses and the expenditures were incurred in the General Fund rather than the Capital Projects Funds where they were budgeted for originally.
- In the undistributed expenditures, facilities acquisition function the District originally did not budget any dollars for property expenditures. The final budget included approximately \$9 million associated with the District's purchase of a new food service central office and kitchen facility.

The Board adopted the 2004-2005 Amended Final Budget for the General Fund in December of 2004 that reflected total resources and applications of \$1,584,928,922 including a projected ending fund balance of \$77,831,631. Actual resources were greater than budgeted resources by \$18,811,603 for total resources of \$1,603,740,525. This is primarily due to increases in state special appropriations for teachers in at-risk or hard-to-fill positions and state appropriations for retiree health care subsidies. These appropriations totaled over \$14 million and were not budgeted for in the General Fund; further increases in local revenues round out the \$18 million difference in budget to actual resources.

The actual total ending fund balance of \$155,579,223 was \$77,747,592 higher than budgeted; the unreserved undesignated (spendable) portion was budgeted at \$28,059,022 with the actual being \$33,099,717 a 17% increase. For fiscal 2004-2005 General Fund total revenues came in \$20.8 million higher than budgeted, total expenditures came in \$64.8 million under budget, and net other financing sources and uses came in \$7.8 million less than budgeted.

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets

At June 30, 2005, the District held approximately \$3.4 billion invested in a broad range of capital assets, net of depreciation, including land and improvements, buildings and improvements, and equipment. This amount represents a net increase (including additions, disposals, and depreciation) of \$311 million or 10% from last year. The following table reflects additions and disposals of capital assets for governmental and business-type activities.

Governmental Activities Capital Assets:

	Balance June 30, 2004	Additions	Disposals	Balance June 30, 2005
Land	\$ 171,489,781	\$ 16,458,158	\$ -	\$ 187,947,939
Land Improvements	646,384,190	71,513,614	-	717,897,804
Buildings	2,055,644,124	264,735,271	(39,836)	2,320,339,559
Building Improvements	699,183,210	31,738,885	(220,476)	730,701,619
Equipment	186,415,793	33,322,314	(8,211,065)	211,527,042
Construction in Progress	202,118,954	385,499,805	(353,893,371)	233,725,388
Less: Accumulated Depreciation	<u>(816,824,832)</u>	<u>(137,299,656)</u>	<u>7,761,585</u>	<u>(946,362,903)</u>
Total Capital Assets, Net	<u><u>\$ 3,144,411,220</u></u>	<u><u>\$ 665,968,391</u></u>	<u><u>\$(354,603,163)</u></u>	<u><u>\$3,455,776,448</u></u>

**CLARK COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

The majority of the increase in capital assets relates to the construction or improvement of District school buildings. In fiscal year 2005, the District opened 13 new schools, which are reported as additions to buildings, and has several currently under construction and reported as construction in progress, with another 11 schools scheduled to open in fiscal year 2006. Additions to land and building improvements include expansions and renovations to existing district facilities. Construction in progress additionally includes school renovations, improvements and expansions to existing schools as well as work performed to completely replace some older existing schools.

Equipment additions include purchases for maintenance vehicles, school buses, administrative vehicles and technology such as desktop computers.

Business-type Activities Capital Assets:

	Balance June 30, 2004	Additions	Disposals	Balance June 30, 2005
Buildings	\$ 86,841	\$ -	\$ -	\$ 86,841
Building Improvements	3,196,177	-	-	3,196,177
Equipment	5,863,497	4,774,306	(136,499)	10,501,304
Less: Accumulated Depreciation	(4,272,623)	(736,773)	136,499	(4,872,897)
Total Capital Assets, Net	\$ 4,873,892	\$ 4,037,533	-	\$ 8,911,425

The additions to equipment in the Districts Food Service Enterprise Fund are directly related to its new central kitchen. The Food Service Enterprise Fund was responsible for purchasing all equipment associated with its new main building. Capital assets increased by a large margin net of depreciation. Additional information on the District's capital assets can be found in note 5 on pages 45-46 of this report.

Long-term Debt

The Clark County School District maintains and operates one of the largest school construction programs in the United States funded through the issuance of municipal bonds. Before bonds can be sold, the District provides information to various bond raters to obtain bond ratings for the proposed issue. Much of the information centers on the financial stability of the District and how it responds to various financial situations. Financial meetings and information provided to the rating agencies have resulted in the District maintaining the following high investment-grade rating with Moody's Investor Services (Aa3), Fitch (AA) and Standard and Poor (AA-). Southern Nevada's continued economic expansion as well as the District's fiscal stability has resulted in high investment-grade bond ratings leading to favorable interest rates for its bond issues

The District obtained authorization from the voters in 1998 to issue approximately \$3.8 billion in general obligation bonds over the next 10 years to be paid within the existing property tax for school bond debt service. Currently, the District issues bonds yearly through this building program in order to construct or renovate schools.

As of June 30, 2005, the District carried approximately \$3.37 billion in debt, including general obligation bonds and liabilities for compensated absences. The District issues general obligation bonds to finance various projects including but not limited to constructing or purchasing new buildings, enlarging, remodeling or repairing existing buildings or grounds, acquiring sites for new buildings, paying expenses relating to the acquisition of school facilities which have been leased by a school district, and purchase necessary furniture and equipment for schools including equipment used for the transportation of pupils. The following table summarizes long-term debt activity over the past fiscal year.

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
JUNE 30, 2005

	Governmental Activities	Business-type Activities	Total
<u>ASSETS</u>			
Pooled cash and investments	\$ 1,243,001,313	\$ 21,183,799	\$ 1,264,185,112
Accounts receivable	200,511,099	2,620,425	203,131,524
Interest receivable	6,564,844	-	6,564,844
Inventories	2,995,596	4,104,881	7,100,477
Prepays	1,257,482	8,242	1,265,724
Deferred charges - bond issuance	12,900,558	-	12,900,558
Capital assets, not being depreciated	421,673,327	-	421,673,327
Capital assets, net of accumulated depreciation	3,034,103,121	8,911,425	3,043,014,546
TOTAL ASSETS	4,923,007,340	36,828,772	4,959,836,112
<u>LIABILITIES</u>			
Accounts payable	60,204,493	1,226,868	61,431,361
Accrued salaries and benefits	173,824,209	819,619	174,643,828
Deferred revenues	13,750,882	-	13,750,882
Interest payable	14,225,890	-	14,225,890
Construction contracts and retention payable	38,613,508	-	38,613,508
Liability insurance claims payable	10,087,868	-	10,087,868
Workers' compensation claims payable	12,968,105	-	12,968,105
Other current liabilities	760,039	-	760,039
Long term liabilities:			
Portion due or payable within one year:			
General obligation bonds payable	186,870,000	-	186,870,000
Compensated absences payable	17,552,502	335,187	17,887,689
Portion due or payable after one year:			
General obligation bonds payable	3,149,616,920	-	3,149,616,920
Compensated absences payable	20,300,115	341,103	20,641,218
TOTAL LIABILITIES	3,698,774,531	2,722,777	3,701,497,308
<u>NET ASSETS</u>			
Invested in capital assets, net of related debt	473,621,838	8,911,425	482,533,263
Restricted for:			
Debt service	422,875,159	-	422,875,159
Capital projects	152,401,040	-	152,401,040
Other purposes	6,416,000	-	6,416,000
Unrestricted	168,918,772	25,194,570	194,113,342
TOTAL NET ASSETS	\$ 1,224,232,809	\$ 34,105,995	\$ 1,258,338,804

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

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Functions / Programs	Expenses	Program Revenues		Net (Expenses) Revenues and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Governmental Activities	Business-type Activities	Total
GOVERNMENTAL ACTIVITIES:						
Instruction:						
Regular instruction	\$ (975,535,816)	\$ 1,525,901	\$ 129,402,397	\$ (844,607,518)	\$ -	\$ (844,607,518)
Special instruction	(199,985,955)	-	71,946,280	(128,039,675)	-	(128,039,675)
Vocational instruction	(10,294,808)	-	10,596,881	302,073	-	302,073
Adult instruction	(6,089,994)	288,410	5,977,258	175,674	-	175,674
Other instruction	(6,334,985)	2,549,733	-	(3,785,252)	-	(3,785,252)
Total instruction	(1,198,241,558)	4,364,044	217,922,816	(975,954,698)	-	(975,954,698)
Support services:						
Student support	(77,407,377)	-	588,200	(76,819,177)	-	(76,819,177)
Instructional staff support	(94,058,561)	-	14,982,697	(79,075,864)	-	(79,075,864)
Educational media services	(4,677,766)	-	5,104,726	426,960	-	426,960
General administration	(36,363,903)	-	2,435,571	(33,928,332)	-	(33,928,332)
School administration	(134,542,113)	-	-	(134,542,113)	-	(134,542,113)
Business support	(11,949,016)	315,711	14,189	(11,619,116)	-	(11,619,116)
Operation and maintenance of plant services	(179,055,638)	-	300,977	(178,754,661)	-	(178,754,661)
Student transportation	(72,810,655)	-	520	(72,810,135)	-	(72,810,135)
Central support	(23,142,864)	-	-	(23,142,864)	-	(23,142,864)
Other support services	(3,588,345)	-	1,464,920	(2,123,425)	-	(2,123,425)
Facilities acquisition and construction services	(23,421,053)	-	-	(23,421,053)	-	(23,421,053)
Interest on long-term debt	(147,765,000)	-	-	(147,765,000)	-	(147,765,000)
Total support services	(808,782,291)	315,711	24,891,800	(783,574,780)	-	(783,574,780)
TOTAL GOVERNMENTAL ACTIVITIES	(2,007,023,849)	4,679,755	242,814,616	(1,759,529,478)	-	(1,759,529,478)
BUSINESS-TYPE ACTIVITIES:						
Food services	(69,581,505)	23,238,403	42,305,215	-	(4,037,887)	(4,037,887)
TOTAL SCHOOL DISTRICT	\$ (2,076,605,354)	\$ 27,918,158	\$ 285,119,831	\$ (1,759,529,478)	\$ (4,037,887)	\$ (1,763,567,365)
<i>General revenues:</i>						
<i>Taxes:</i>						
Property taxes, levied for general purposes				378,670,323	-	378,670,323
Property taxes, levied for debt service				280,897,149	-	280,897,149
Local school support taxes				669,012,541	-	669,012,541
Governmental services tax				78,052,791	-	78,052,791
Room tax				59,100,398	-	59,100,398
Real estate transfer tax				54,106,913	-	54,106,913
Two percent franchise tax				2,844,769	-	2,844,769
Federal aid not restricted to specific purposes				574,132	-	574,132
State aid not restricted to specific purposes				428,708,753	-	428,708,753
Other local sources				13,840,970	24,367	13,865,337
Unrestricted investment earnings				29,759,476	512,724	30,272,200
Contributions to term endowment				100,000	-	100,000
Transfers				(440,830)	440,830	-
Total general revenues, contributions to term endowment and transfers				1,995,227,385	977,921	1,996,205,306
Change in net assets				235,697,907	(3,059,966)	232,637,941
Net assets - July 1				988,534,902	37,165,961	1,025,700,863
Net assets - June 30				\$ 1,224,232,809	\$ 34,105,995	\$ 1,258,338,804

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

CLARK COUNTY SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2005

	MAJOR FUNDS					Total Governmental Funds
	General Fund	Special Education Fund	Debt Service Fund	Bond Fund	Other Governmental Funds	
ASSETS						
Pooled cash and investments	\$ 161,700,121	\$ 25,140,973	\$ 421,205,419	\$ 429,308,046	\$ 163,578,520	\$ 1,200,933,079
Accounts receivable	149,958,798	28,195	5,525,439	22,265,958	22,535,414	200,313,804
Interest receivable	3,457,340	-	280,058	2,814,697	-	6,552,095
Inventories	2,968,635	-	-	-	26,961	2,995,596
Prepays	1,209,964	25,926	-	-	3,384	1,239,274
TOTAL ASSETS	\$ 319,294,858	\$ 25,195,094	\$ 427,010,916	\$ 454,388,701	\$ 186,144,279	\$ 1,412,033,848
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ 30,667,063	\$ 425,056	\$ -	\$ 20,540,547	\$ 5,758,626	\$ 57,391,292
Intergovernmental accounts payable	2,433,882	-	-	-	-	2,433,882
Accrued salaries and benefits	124,353,866	24,770,038	-	881,341	23,735,132	173,740,377
Deferred revenue	5,500,785	-	3,064,126	-	12,329,543	20,894,454
Construction contracts and retentions payable	-	-	-	38,440,843	172,664	38,613,507
Interest Payable	-	-	1,071,631	-	-	1,071,631
Other current liabilities	760,039	-	-	-	-	760,039
Total liabilities	163,715,635	25,195,094	4,135,757	59,862,731	41,995,965	294,905,182
FUND BALANCES:						
Reserved for:						
Inventories	2,968,636	-	-	-	26,961	2,995,597
Prepays	1,209,964	25,926	-	-	3,384	1,239,274
Encumbrances	21,995,950	-	-	213,998,017	-	235,993,967
Grants	-	-	-	-	272,757	272,757
Debt service	7,786,050	-	422,875,159	-	-	430,661,209
Unreserved, reported in:						
Major Funds:						
Designated for:						
School carryover	3,548,000	-	-	-	-	3,548,000
Science adoption exit exam	2,625,000	-	-	-	-	2,625,000
Potential impacts of NCLB mandates carryover	2,373,335	-	-	-	-	2,373,335
ERP business resource data system	29,003,888	-	-	-	-	29,003,888
Food service kitchen remodel	9,000,000	-	-	-	-	9,000,000
Subsidy for retirees with the PEBP	1,695,500	-	-	-	-	1,695,500
ESEA sup. staff re-class & add'l school office staffing	4,600,000	-	-	-	-	4,600,000
Teacher contract liability	11,703,820	-	-	-	-	11,703,820
ESEA employee group insurance reserve	7,104,350	-	-	-	-	7,104,350
Salary adjustment of .25%	3,119,924	-	-	-	-	3,119,924
Deficit coverage for alternate route licensing program	948,011	-	-	-	-	948,011
Career plan health insurance subsidy	1,747,050	-	-	-	-	1,747,050
Reserve designated for state textbook requirement	11,050,028	-	-	-	-	11,050,028
Capital improvements	-	-	-	180,527,953	-	180,527,953
Undesignated	33,099,717	(25,926)	-	-	-	33,073,791
Special Revenue Funds:						
Undesignated	-	-	-	-	44,538,390	44,538,390
Capital Projects Funds:						
Designated for:						
Capital improvements	-	-	-	-	92,471,090	92,471,090
Capital replacement	-	-	-	-	6,835,732	6,835,732
Total fund balances	155,579,223	-	422,875,159	394,525,970	144,148,314	1,117,128,666
TOTAL LIABILITIES AND FUND BALANCES	\$ 319,294,858	\$ 25,195,094	\$ 427,010,916	\$ 454,388,701	\$ 186,144,279	\$ 1,412,033,848

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

CLARK COUNTY SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2005

Total fund balance – governmental funds **\$ 1,117,128,666**

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

Capital assets net of the related depreciation are not reported in the governmental funds financial statements because they are not current financial resources, but they are reported in the statement of net assets. 3,455,382,848

Certain long-term assets are not reported in this fund financial statement because they are not available to pay current period expenditures, but they are reported as assets in the statement of net assets. 7,143,565

Certain liabilities are not reported in the governmental funds financial statements because they are not due and payable, but they are presented as liabilities in the statement of net assets. (3,374,461,147)

Assets and liabilities of the District's Insurance and Risk Management Internal Service Fund and the Graphic Arts Production Internal Service Fund are not reported in the governmental funds financial statements because they are presented on a different accounting basis, but they are presented as assets and liabilities in the statement of net assets. 19,038,877

Total net assets – governmental activities **\$ 1,224,232,809**

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

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	MAJOR FUNDS				Other Governmental Funds	Total Governmental Funds
	General Fund	Special Education Fund	Debt Service Fund	Bond Fund		
REVENUES:						
Local sources	\$ 1,119,611,880	\$ 10,412	\$ 292,075,334	\$ 124,877,019	\$ 38,425,021	\$ 1,574,999,666
State sources	374,821,408	51,245,321	-	-	114,052,069	540,118,798
Federal sources	574,132	-	-	-	126,335,592	126,909,724
Other sources	439,557	-	-	-	523,781	963,338
TOTAL REVENUES	1,495,446,977	51,255,733	292,075,334	124,877,019	279,336,463	2,242,991,526
EXPENDITURES:						
Current:						
Instruction:						
Regular instruction	692,299,739	-	-	18,129,680	151,813,979	862,243,398
Special instruction	14,289,512	169,304,613	-	-	16,133,223	199,727,348
Vocational instruction	8,076,443	-	-	-	2,358,286	10,434,729
Adult instruction	-	-	-	-	6,112,318	6,112,318
Other instruction	6,307,152	-	-	-	17,129	6,324,281
Support services:						
Student support	53,051,895	12,763,524	-	-	12,174,792	77,990,211
Instructional staff support	57,732,264	3,801,278	-	3,870,107	28,990,068	94,393,717
Educational media services	-	-	-	-	4,287,284	4,287,284
General administration	17,752,781	12,281	-	-	18,759,612	36,524,674
School administration	133,654,968	85,173	-	-	202,540	133,942,681
Business support	10,987,207	554,813	-	2,317,327	242,220	14,101,567
Operation and maintenance of plant services	176,476,094	31,665	-	431,510	1,932,078	178,871,347
Student transportation	53,253,788	28,416,526	-	-	738,016	82,408,330
Central support	22,429,135	-	-	-	1,226,895	23,656,030
Other support services	-	-	-	-	3,588,345	3,588,345
Facilities acquisition and construction services	9,188,939	-	-	-	-	9,188,939
Capital outlay:	-	-	-	396,052,085	36,314,209	432,366,294
Debt service:						
Principal	4,920,000	-	136,238,691	-	-	141,158,691
Interest	2,690,168	-	157,002,979	-	-	159,693,147
Purchased services	-	-	455,191	-	-	455,191
Payment to refunded bond escrow agent	-	-	2,804,275	-	-	2,804,275
Bond issuance costs	-	-	2,351,374	-	-	2,351,374
TOTAL EXPENDITURES	1,263,110,085	214,969,873	298,852,510	420,800,709	284,890,994	2,482,624,171
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	232,336,892	(163,714,140)	(6,777,176)	(295,923,690)	(5,554,531)	(239,632,645)
OTHER FINANCING SOURCES (USES):						
Transfers in	-	163,714,140	60,065,013	-	21,537,077	245,316,230
Transfers out	(185,051,217)	-	-	(57,515,013)	(2,750,000)	(245,316,230)
General obligation bonds issued	-	-	-	450,000,000	60,000,000	510,000,000
General obligation refunding bonds issued	-	-	479,595,000	-	-	479,595,000
Premiums on general obligation bonds	-	-	47,347,331	40,672,493	3,928,867	91,948,691
Payment to refunded bond escrow agent	-	-	(524,959,133)	-	-	(524,959,133)
TOTAL OTHER FINANCING SOURCES (USES)	(185,051,217)	163,714,140	62,048,211	433,157,480	82,715,944	556,584,558
NET CHANGE IN FUND BALANCES	47,285,675	-	55,271,035	137,233,790	77,161,413	316,951,913
FUND BALANCES, JULY 1	108,293,548	-	367,604,124	257,292,180	66,986,901	800,176,753
FUND BALANCES, JUNE 30	\$ 155,579,223	\$ -	\$ 422,875,159	\$ 394,525,970	\$ 144,148,314	\$ 1,117,128,666

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

CLARK COUNTY SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Net change in fund balances – governmental funds **\$ 316,951,913**

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

Capital outlays to purchase or build capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.	312,097,568
Property taxes that are collected in time to pay obligations of the current period are reported as revenue in the fund statements. However, amounts that relate to prior periods that first become available in the current period should not be reported as revenue in the statement of activities.	(1,037,634)
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(398,578,109)
The net revenues of the District's Insurance and Risk Management Internal Service Fund and the Graphic Arts Production Internal Service Fund are not reported in this financial statement because they are presented on a different accounting basis (in the proprietary fund financial statements), but they are presented in the statement of activities.	8,402,380
Generally expenditures recognized in the fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the statement of activities when incurred.	(1,428,410)
Gains and losses are not presented in this financial statement because they do not provide or use current financial resources, but they are presented in the statement of activities.	<u>(709,801)</u>
Change in net assets of governmental activities	<u>\$ 235,697,907</u>

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

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
REVENUES:					
Local sources:					
Local school support tax	\$ 556,398,672	\$ 612,925,241	\$ 669,012,541	\$ 56,526,569	\$ 56,087,300
Ad valorem taxes	380,102,887	380,128,229	379,111,733	25,342	(1,016,496)
Governmental services tax	45,876,956	47,877,143	53,159,626	2,000,187	5,282,483
Two percent franchise tax	2,955,342	2,810,090	2,844,769	(145,252)	34,679
E-rate reimbursements	1,500,000	1,500,000	1,822,468	-	322,468
School project contributions	3,776,992	4,315,475	3,270,948	538,483	(1,044,527)
Local government taxes	931,839	1,243,143	2,010,704	311,304	767,561
Tuition and summer school fees	3,642,500	3,343,880	2,583,629	(298,620)	(760,251)
Athletic proceeds	816,750	816,750	954,185	-	137,435
Other local sources	381,294	511,574	498,181	130,280	(13,393)
Investment income:					
Net inc/(dec) in the fair value of investments	800,000	800,000	1,178,798	-	378,798
Interest Income	2,139,609	2,139,609	3,164,298	-	1,024,689
Total local sources	999,322,841	1,058,411,134	1,119,611,880	59,088,293	61,200,746
State sources:					
State distributive fund	471,733,878	415,222,740	359,984,134	(56,511,138)	(55,238,606)
State special appropriations	9,585,000	-	14,837,274	(9,585,000)	14,837,274
Total state sources	481,318,878	415,222,740	374,821,408	(66,096,138)	(40,401,332)
Federal sources:					
Public Law 103 - 382	583,000	583,000	564,516	-	(18,484)
Forest reserve	10,500	10,500	9,616	-	(884)
Total federal sources	593,500	593,500	574,132	-	(19,368)
Other sources:					
Sales of district property	258,000	258,000	265,809	-	7,809
Proceeds from insurance	150,000	150,000	173,748	-	23,748
Total other sources	408,000	408,000	439,557	-	31,557
TOTAL REVENUES	1,481,643,219	1,474,635,374	1,495,446,977	(7,007,845)	20,811,603
EXPENDITURES:					
Current:					
REGULAR PROGRAMS:					
Instruction:					
Salaries	489,807,854	474,471,197	465,058,942	15,336,657	9,412,255
Benefits	157,506,791	158,968,863	164,419,855	(1,462,072)	(5,450,992)
Purchased services	14,180,586	12,073,373	10,494,685	2,107,213	1,578,688
Supplies	41,495,223	42,642,139	46,668,343	(1,146,916)	(4,026,204)
Property	3,122,220	3,862,992	5,162,808	(740,772)	(1,299,816)
Other	3,557,000	457,826	495,106	3,099,174	(37,280)
Total instruction	709,669,674	692,476,390	692,299,739	17,193,284	176,651
Support services:					
Student transportation:					
Purchased services	319,940	556,720	594,722	(236,780)	(38,002)

(Continued)

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
<u>EXPENDITURES - Continued:</u>					
Other support services:					
Salaries	\$ 25,611,355	\$ 26,887,245	\$ 25,859,780	\$ (1,275,890)	\$ 1,027,465
Benefits	8,299,093	8,644,591	8,210,399	(345,498)	434,192
Purchased services	122,599	233,589	197,155	(110,990)	36,434
Supplies	2,377,526	1,912,884	1,916,393	464,642	(3,509)
Property	40,000	96,067	56,067	(56,067)	40,000
Other	2,256	33,925	33,116	(31,669)	809
Total other support services	36,452,829	37,808,301	36,272,910	(1,355,472)	1,535,391
Total support services	36,772,769	38,365,021	36,867,632	(1,592,252)	1,497,389
TOTAL REGULAR PROGRAMS	746,442,443	730,841,411	729,167,371	15,601,032	1,674,040
<u>SPECIAL PROGRAMS:</u>					
Instruction:					
Salaries	11,347,001	13,243,988	10,933,931	(1,896,987)	2,310,057
Benefits	3,565,280	4,214,906	3,277,737	(649,626)	937,169
Purchased services	19,000	20,000	9,682	(1,000)	10,318
Supplies	122,761	167,761	68,162	(45,000)	99,599
Total instruction	15,054,042	17,646,655	14,289,512	(2,592,613)	3,357,143
Support services:					
Salaries	2,802,397	2,204,310	1,938,756	598,087	265,554
Benefits	728,228	728,228	638,555	-	89,673
Purchased services	127,734	117,234	58,113	10,500	59,121
Supplies	273,970	789,070	766,437	(515,100)	22,633
Property	100,000	100,000	88,168	-	11,832
Other	902	12,902	9,229	(12,000)	3,673
Total support services	4,033,231	3,951,744	3,499,258	81,487	452,486
TOTAL SPECIAL PROGRAMS	19,087,273	21,598,399	17,788,770	(2,511,126)	3,809,629
<u>VOCATIONAL PROGRAMS:</u>					
Instruction:					
Salaries	4,443,569	6,467,319	5,579,439	(2,023,750)	887,880
Benefits	1,287,125	2,587,125	1,802,685	(1,300,000)	784,440
Purchased services	14,740	29,495	12,848	(14,755)	16,647
Supplies	336,464	528,253	571,146	(191,789)	(42,893)
Property	39,752	82,220	108,290	(42,468)	(26,070)
Other	-	2,035	2,035	(2,035)	-
Total instruction	6,121,650	9,696,447	8,076,443	(3,574,797)	1,620,004
Support services:					
Student transportation:					
Purchased services	-	3,088	3,088	(3,088)	-

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued:					
Other support services:					
Purchased services	\$ 3,000	\$ 3,000	\$ 2,156	\$ -	\$ 844
Supplies	7,400	14,214	14,908	(6,814)	(694)
Property	-	1,341	1,341	(1,341)	-
Total other support services	10,400	18,555	18,405	(8,155)	150
Total support services	10,400	21,643	21,493	(11,243)	150
TOTAL VOCATIONAL PROGRAMS	6,132,050	9,718,090	8,097,936	(3,586,040)	1,620,154
OTHER INSTRUCTIONAL PROGRAMS:					
School co-curricular activities:					
Instruction:					
Salaries	1,255,784	1,200,910	954,209	54,874	246,701
Benefits	415,245	415,245	421,928	-	(6,683)
Purchased services	231,929	339,817	329,998	(107,888)	9,819
Supplies	558,584	432,413	252,671	126,171	179,742
Property	20,811	-	64,834	20,811	(64,834)
Other	44,000	39,500	41,285	4,500	(1,785)
Total instruction	2,526,353	2,427,885	2,064,925	98,468	362,960
Support services:					
Student transportation:					
Purchased services	230,705	202,486	169,915	28,219	32,571
Other support services:					
Salaries	454,677	385,844	352,206	68,833	33,638
Benefits	100,838	79,551	73,823	21,287	5,728
Purchased services	142,480	206,404	192,075	(63,924)	14,329
Supplies	207,757	200,001	195,342	7,756	4,659
Property	-	2,284	2,284	(2,284)	-
Other	23,625	2,721	8,480	20,904	(5,759)
Total other support services	929,377	876,805	824,210	52,572	52,595
Total support services	1,160,082	1,079,291	994,125	80,791	85,166
Total school co-curricular activities	3,686,435	3,507,176	3,059,050	179,259	448,126
School athletics:					
Instruction:					
Salaries	25,092	25,092	73,242	-	(48,150)
Benefits	2,141	2,141	6,045	-	(3,904)
Purchased services	1,278,365	1,376,349	1,166,144	(97,984)	210,205
Supplies	1,969,339	1,898,789	1,923,419	70,550	(24,630)
Property	-	38,750	39,173	(38,750)	(423)
Other	101,600	130,030	131,890	(28,430)	(1,860)
Total instruction	3,376,537	3,471,151	3,339,913	(94,614)	131,238
Support services:					
Student transportation:					
Purchased services	1,288,755	1,554,783	1,546,691	(266,028)	8,092
Total school athletics	4,665,292	5,025,934	4,886,604	(360,642)	139,330

(Continued)

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued:					
Summer school:					
Instruction:					
Salaries	\$ 1,192,673	\$ 1,159,244	\$ 863,200	\$ 33,429	\$ 296,044
Benefits	27,788	27,788	19,417	-	8,371
Purchased services	9,850	18,310	19,209	(8,460)	(899)
Supplies	11,000	11,000	488	-	10,512
Total instruction	1,241,311	1,216,342	902,314	24,969	314,028
Support services:					
Salaries	97,096	97,096	55,991	-	41,105
Benefits	2,263	2,263	1,314	-	949
Purchased services	19,515	19,515	9,990	-	9,525
Supplies	3,393	3,393	-	-	3,393
Total support services	122,267	122,267	67,295	-	54,972
Total summer school	1,363,578	1,338,609	969,609	24,969	369,000
TOTAL OTHER INSTRUCTIONAL PROGRAMS	9,715,305	9,871,719	8,915,263	(156,414)	956,456
UNDISTRIBUTED EXPENDITURES:					
Support services:					
Student support:					
Salaries	38,542,040	39,727,299	38,544,011	(1,185,259)	1,183,288
Benefits	12,900,526	13,281,351	12,706,359	(380,825)	574,992
Purchased services	181,052	207,625	169,294	(26,573)	38,331
Supplies	839,134	962,387	888,626	(123,253)	73,761
Property	-	83,820	78,669	(83,820)	5,151
Other	561	10,346	7,265	(9,785)	3,081
Total student support	52,463,313	54,272,828	52,394,224	(1,809,515)	1,878,604
Instructional staff support:					
Salaries	10,031,580	11,017,959	9,963,365	(986,379)	1,054,594
Benefits	2,905,687	3,217,796	2,924,820	(312,109)	292,976
Purchased services	4,081,940	3,212,883	2,696,086	869,057	516,797
Supplies	2,342,354	4,146,889	2,824,308	(1,804,535)	1,322,581
Property	9,500	866,986	599,855	(857,486)	267,131
Other	289,913	214,244	204,869	75,669	9,375
Total instructional staff support	19,660,974	22,676,757	19,213,303	(3,015,783)	3,463,454
General administration:					
Salaries	6,991,362	7,372,208	7,554,206	(380,846)	(181,998)
Benefits	2,163,681	2,246,161	2,119,341	(82,480)	126,820
Purchased services	8,936,447	8,271,596	6,206,627	664,851	2,064,969
Supplies	154,333	643,421	216,462	(489,088)	426,959
Property	1,100	10,830	65,711	(9,730)	(54,881)
Other	345,438	294,819	184,139	50,619	110,680
Total general administration	18,592,361	18,839,035	16,346,486	(246,674)	2,492,549

(Continued)

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued:					
School administration:					
Salaries	\$ 106,042,449	\$ 104,790,864	\$ 100,612,435	\$ 1,251,585	\$ 4,178,429
Benefits	33,554,926	33,609,912	32,188,430	(54,986)	1,421,482
Purchased services	990,999	766,888	772,015	224,111	(5,127)
Supplies	180	180	17,516	-	(17,336)
Total school administration	140,588,554	139,167,844	133,590,396	1,420,710	5,577,448
Business support:					
Salaries	7,853,534	7,992,702	7,060,869	(139,168)	931,833
Benefits	12,110,083	2,589,014	2,814,965	9,521,069	(225,951)
Purchased services	1,218,016	1,239,750	1,212,340	(21,734)	27,410
Supplies	135,512	575,318	553,939	(439,806)	21,379
Property	-	46,078	822,278	(46,078)	(776,200)
Other	17,560	24,532	22,816	(6,972)	1,716
Total business support	21,334,705	12,467,394	12,487,207	8,867,311	(19,813)
Operation and maintenance of plant services:					
Salaries	79,716,583	77,969,267	77,322,107	1,747,316	647,160
Benefits	27,578,370	27,853,331	25,823,876	(274,961)	2,029,455
Purchased services	26,111,285	26,693,369	21,771,007	(582,084)	4,922,362
Supplies	55,966,115	56,644,158	47,644,274	(678,043)	8,999,884
Property	4,243,379	2,685,746	2,307,731	1,557,633	378,015
Other	41,238	72,288	72,520	(31,050)	(232)
Total operation and maintenance of plant services	193,656,970	191,918,159	174,941,515	1,738,811	16,976,644
Student transportation:					
Salaries	27,844,635	24,397,019	22,820,346	3,447,616	1,576,673
Benefits	9,147,218	8,715,554	7,829,262	431,664	886,292
Purchased services	565,141	621,327	494,026	(56,186)	127,301
Supplies	4,157,264	4,749,766	1,861,333	(592,502)	2,888,433
Property	636,700	12,920,818	17,870,527	(12,284,118)	(4,949,709)
Other	60,109	95,149	63,878	(35,040)	31,271
Total student transportation	42,411,067	51,499,633	50,939,372	(9,088,566)	560,261
Central support:					
Salaries	12,709,841	12,130,540	10,958,705	579,301	1,171,835
Benefits	9,149,794	11,629,905	4,362,350	(2,480,111)	7,267,555
Purchased services	19,864,622	19,411,045	3,560,563	453,577	15,850,482
Supplies	2,594,062	3,148,886	2,469,438	(554,824)	679,448
Property	3,805,700	1,295,788	657,179	2,509,912	638,609
Other	1,676,596	572,881	420,900	1,103,715	151,981
Total central support	49,800,615	48,189,045	22,429,135	1,611,570	25,759,910
Facilities acquisition and construction services:					
Building improvements:					
Salaries	1,212,808	-	-	1,212,808	-
Benefits	368,939	-	-	368,939	-
Purchased services	503,200	250,000	208,154	253,200	41,846
Supplies	10,500	-	-	10,500	-
Property	-	9,024,793	8,980,785	(9,024,793)	44,008
Other	20,000	-	-	20,000	-
Total facilities acquisition and construction services	2,115,447	9,274,793	9,188,939	(7,159,346)	85,854

(Continued)

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
<u>EXPENDITURES - Continued:</u>					
Debt service:					
Principal	\$ 2,260,870	\$ 4,920,000	\$ 4,920,000	\$ (2,659,130)	\$ -
Interest	339,130	2,690,168	2,690,168	(2,351,038)	-
Total debt service	2,600,000	7,610,168	7,610,168	(5,010,168)	-
TOTAL UNDISTRIBUTED EXPENDITURES	543,224,006	555,915,656	499,140,745	(12,691,650)	56,774,911
TOTAL EXPENDITURES	1,324,601,077	1,327,945,275	1,263,110,085	(3,344,198)	64,835,190
EXCESS OF REVENUES OVER EXPENDITURES	157,042,142	146,690,099	232,336,892	(10,352,043)	85,646,793
OTHER FINANCING SOURCES (USES):					
Transfers in	2,000,000	2,000,000	-	-	(2,000,000)
Transfers out	(178,688,927)	(179,152,016)	(185,051,217)	(463,089)	(5,899,201)
TOTAL OTHER FINANCING SOURCES (USES)	(176,688,927)	(177,152,016)	(185,051,217)	(463,089)	(7,899,201)
NET CHANGE IN FUND BALANCE	(19,646,785)	(30,461,917)	47,285,675	(10,815,132)	77,747,592
FUND BALANCE, JULY 1	93,604,048	108,293,548	108,293,548	14,689,500	-
FUND BALANCE, JUNE 30	\$ 73,957,263	\$ 77,831,631	\$ 155,579,223	\$ 3,874,368	\$ 77,747,592

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

CLARK COUNTY SCHOOL DISTRICT
MAJOR SPECIAL REVENUE FUND - SPECIAL EDUCATION FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
REVENUES:					
Local sources:					
Other local sources	\$ -	\$ -	\$ 10,412	\$ -	\$ 10,412
State sources:					
State distributive fund	51,558,283	51,071,578	51,245,321	(486,705)	173,743
TOTAL REVENUES	51,558,283	51,071,578	51,255,733	(486,705)	184,155
EXPENDITURES:					
Current:					
SPECIAL PROGRAMS:					
Instruction:					
Salaries	129,571,468	128,772,380	121,806,381	799,088	6,965,999
Benefits	45,494,538	45,440,384	43,531,404	54,154	1,908,980
Purchased services	1,105,264	1,114,823	1,608,833	(9,559)	(494,010)
Supplies	2,983,519	2,921,943	2,240,122	61,576	681,821
Property	600	118,525	116,978	(117,925)	1,547
Other	1,500	1,695	895	(195)	800
Total instruction	179,156,889	178,369,750	169,304,613	787,139	9,065,137
Support services:					
Student transportation:					
Salaries	6,000	6,000	4,422	-	1,578
Benefits	140	140	42	-	98
Purchased services	510,487	516,105	47,688	(5,618)	468,417
Total student transportation	516,627	522,245	52,152	(5,618)	470,093
Other support services:					
Salaries	13,117,545	13,096,093	12,324,423	21,452	771,670
Benefits	4,088,448	4,082,089	3,828,228	6,359	253,861
Purchased services	793,177	786,156	550,380	7,021	235,776
Supplies	386,686	502,351	491,253	(115,665)	11,098
Property	5,402	40,832	38,471	(35,430)	2,361
Other	30,475	22,917	15,979	7,558	6,938
Total other support services	18,421,733	18,530,438	17,248,734	(108,705)	1,281,704
Total support services	18,938,360	19,052,683	17,300,886	(114,323)	1,751,797
TOTAL SPECIAL PROGRAMS	198,095,249	197,422,433	186,605,499	672,816	10,816,934
UNDISTRIBUTED EXPENDITURES:					
Support services:					
Student transportation:					
Salaries	20,069,948	20,069,948	19,506,144	-	563,804
Benefits	7,099,606	7,099,606	6,552,270	-	547,336
Purchased services	69,560	73,560	35,042	(4,000)	38,518
Supplies	1,755,500	2,405,500	2,270,918	(650,000)	134,582
TOTAL UNDISTRIBUTED EXPENDITURES	28,994,614	29,648,614	28,364,374	(654,000)	1,284,240
TOTAL EXPENDITURES	227,089,863	227,071,047	214,969,873	18,816	12,101,174
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(175,531,580)	(175,999,469)	(163,714,140)	(467,889)	12,285,329

CLARK COUNTY SCHOOL DISTRICT
 MAJOR SPECIAL REVENUE FUND - SPECIAL EDUCATION FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
OTHER FINANCING SOURCES:					
Transfers in	\$ 175,531,580	\$ 175,999,469	\$ 163,714,140	\$ 467,889	\$ (12,285,329)
NET CHANGE IN FUND BALANCE	-	-	-	-	-
FUND BALANCE, JULY 1	-	-	-	-	-
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ -	\$ -	\$ -

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

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2005

<u>ASSETS</u>	Business-type Activities Food Service Enterprise Fund	Governmental Activities Internal Service Funds	Total
Current assets:			
Pooled cash and investments	\$ 21,183,799	\$ 36,402,234	\$ 57,586,033
Accounts receivable	2,620,425	197,300	2,817,725
Interest receivable	-	12,749	12,749
Inventories	4,104,881	-	4,104,881
Prepays	8,242	18,208	26,450
Total current assets	27,917,347	36,630,491	64,547,838
Noncurrent assets:			
Restricted pooled cash and investments:			
Certificate of deposit for self-insurance	-	5,666,000	5,666,000
Capital assets, net of accumulated depreciation	8,911,425	393,600	9,305,025
Total noncurrent assets:	8,911,425	6,059,600	14,971,025
TOTAL ASSETS	36,828,772	42,690,091	79,518,863
LIABILITIES			
Current liabilities:			
Accounts payable	1,226,868	379,319	1,606,187
Accrued salaries and benefits	819,619	83,831	903,450
Liability insurance claims payable	-	10,087,868	10,087,868
Workers compensation claims payable	-	12,968,105	12,968,105
Compensated absences liability - current	335,187	80,779	415,966
Total current liabilities:	2,381,674	23,599,902	25,981,576
Noncurrent liabilities:			
Compensated absences liability	341,103	51,312	392,415
TOTAL LIABILITIES	2,722,777	23,651,214	26,373,991
NET ASSETS			
Invested in capital assets, net of related debt	8,911,425	393,600	9,305,025
Restricted for certificate of deposit for self-insurance	-	5,666,000	5,666,000
Unrestricted	25,194,570	12,979,277	38,173,847
TOTAL NET ASSETS	\$ 34,105,995	\$ 19,038,877	\$ 53,144,872

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

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Business-type Activities Food Service Enterprise Fund	Governmental Activities Internal Service Funds	Total
<u>OPERATING REVENUES:</u>			
Charges for sales and services:			
Daily food sales	\$ 22,241,882	\$ -	\$ 22,241,882
Catering sales	996,521	-	996,521
Graphic production sales	-	4,025,781	4,025,781
Insurance premiums	-	14,681,321	14,681,321
Subrogation claims	-	315,711	315,711
TOTAL OPERATING REVENUES	<u>23,238,403</u>	<u>19,022,813</u>	<u>42,261,216</u>
<u>OPERATING EXPENSES:</u>			
Salaries	20,064,330	1,501,251	21,565,581
Benefits	7,385,697	487,159	7,872,856
Purchased services	2,138,750	4,821,165	6,959,915
Food and supplies	35,989,410	563,641	36,553,051
Property	1,007,482	24,290	1,031,772
Insurance claims	-	4,055,120	4,055,120
Depreciation	736,773	57,532	794,305
Other expenses	2,259,063	3,255	2,262,318
TOTAL OPERATING EXPENSES	<u>69,581,505</u>	<u>11,513,413</u>	<u>81,094,918</u>
OPERATING LOSS	<u>(46,343,102)</u>	<u>7,509,400</u>	<u>(38,833,702)</u>
<u>NON-OPERATING REVENUES (EXPENSES):</u>			
Federal subsidies	38,787,425	-	38,787,425
Commodity revenue	3,517,790	-	3,517,790
Other revenue	24,367	-	24,367
Investment income:			
Net decrease in the fair value of investments	103,473	155,869	259,342
Interest income	409,251	737,111	1,146,362
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>42,842,306</u>	<u>892,980</u>	<u>43,735,286</u>
CHANGE IN NET ASSETS BEFORE TRANSFERS	(3,500,796)	8,402,380	4,901,584
Transfers in	440,830	-	440,830
CHANGE IN NET ASSETS	<u>(3,059,966)</u>	<u>8,402,380</u>	<u>5,342,414</u>
NET ASSETS, JULY 1	<u>37,165,961</u>	<u>10,636,497</u>	<u>47,802,458</u>
NET ASSETS, JUNE 30	<u>\$ 34,105,995</u>	<u>\$ 19,038,877</u>	<u>\$ 53,144,872</u>

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

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Business-type Activities Food Service Enterprise Fund	Governmental Activities Internal Service Funds	Total
Cash flows from operating activities:			
Cash received from customers	\$ 22,281,327	\$ 18,707,280	\$ 40,988,607
Cash received from other operating sources	996,521	123,608	1,120,129
Cash paid for services and supplies	(34,019,439)	(5,579,658)	(39,599,097)
Cash paid for other operating uses	(2,259,063)	(6,200,904)	(8,459,967)
Cash paid to employees	(27,006,887)	(1,979,741)	(28,986,628)
Net cash provided by (used in) operating activities	<u>(40,007,541)</u>	<u>5,070,585</u>	<u>(34,936,956)</u>
Cash flows from capital and related financing activities:			
Purchase of equipment	<u>(4,332,335)</u>	<u>(34,984)</u>	<u>(4,367,319)</u>
Net cash used in capital and related financing activities	<u>(4,332,335)</u>	<u>(34,984)</u>	<u>(4,367,319)</u>
Cash flows from noncapital financing activities:			
Federal reimbursements	38,442,368	-	38,442,368
Miscellaneous revenue	18,771	-	18,771
Net cash provided by noncapital financing activities	<u>38,461,139</u>	<u>-</u>	<u>38,461,139</u>
Cash flows from investing activities:			
Interest income	409,251	724,362	1,133,613
Net increase in the fair value of investments	103,473	155,869	259,342
Sale of restricted investments	-	5,666,000	5,666,000
Purchase of restricted investments	-	(5,666,000)	(5,666,000)
Net cash provided by investing activities	<u>512,724</u>	<u>880,231</u>	<u>1,392,955</u>
Net increase (decrease) in cash and cash equivalents	(5,366,013)	5,915,832	549,819
Cash and cash equivalents, July 1	<u>26,549,812</u>	<u>30,486,402</u>	<u>57,036,214</u>
Cash and cash equivalents, June 30	21,183,799	36,402,234	57,586,033
Restricted investments	-	5,666,000	5,666,000
Cash, cash equivalents, and restricted investments	<u>\$ 21,183,799</u>	<u>\$ 42,068,234</u>	<u>\$ 63,252,033</u>
Reconciliation of operating loss to net cash provided by (used in) operating activities:			
Operating income (loss)	\$ (46,343,102)	\$ 7,509,400	\$ (38,833,702)
Adjustments to reconcile operating loss to net cash provided by (used in) operating activities:			
Depreciation	736,773	57,532	794,305
Commodity inventory used	3,517,790	-	3,517,790
Change in assets and liabilities:			
(Increase)/decrease in accounts receivable	39,445	(60,058)	(20,613)
(Increase)/decrease in inventories	1,023,356	252,055	1,275,411
(Increase)/decrease in prepaids	4,233	(8,391)	(4,158)
Increase/(decrease) in accounts payable	570,824	32,319	603,143
Increase/(decrease) in workers compensation claims payable	-	905,127	905,127
Increase/(decrease) in liability insurance claims payable	-	(3,652,235)	(3,652,235)
Increase/(decrease) in liability for compensated absences	166,323	19,576	185,899
Increase/(decrease) in accrued salaries and benefits	276,817	15,260	292,077
Total adjustments	<u>6,335,561</u>	<u>(2,438,815)</u>	<u>3,896,746</u>
Net cash provided by (used in) operating activities	<u>\$ (40,007,541)</u>	<u>\$ 5,070,585</u>	<u>\$ (34,936,956)</u>
Noncash capital activities:			
Contribution of capital assets ¹	\$ 440,830	\$ -	\$ 440,830

¹ Contribution of capital assets represents an increase in capital assets contributed from governmental funds that did not affect cash

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

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS - FIDUCIARY FUNDS
JUNE 30,2005

	STUDENT ACTIVITY <u>AGENCY FUND</u>
<u>ASSETS</u>	
Cash in bank	<u>\$ 15,292,072</u>
<u>LIABILITIES</u>	
Due to student groups	<u>\$ 15,292,072</u>

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

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

REPORTING ENTITY

The accompanying financial statements include all of the activities that comprise the financial reporting entity of the Clark County School District ("District"). The District is governed by an elected, seven member, Board of School Trustees ("Board"). The Board is legally separate and fiscally independent from other governing bodies; therefore, the District is a primary government and is not reported as a component unit by any other governmental unit. The accounting policies of the District conform to generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing governmental accounting and financial principles.

Blended Component Unit

The District is licensee for the local Public Broadcasting System affiliate, the KLVX Communications Group ("KLVX"). Because the Board is substantively the same as the governing body for KLVX, there is sufficient representation of the District's governing body over KLVX to allow for complete control of KLVX's activities. Therefore, the financial activities of KLVX are included in these statements as a blended component unit. Blended component units, although legally separate, are, in substance, part of the government's operations. Separately issued financial statements for KLVX can be obtained by contacting their financial department at the following address:

KLVX Communications Group
4210 Channel 10 Drive
Las Vegas, NV 89119

A summary of the District's significant accounting policies follows.

BASIC FINANCIAL STATEMENTS

The District's basic financial statements consist of the government-wide statements and the fund financial statements. The government-wide statements include a statement of net assets and a statement of activities, and the fund financial statements include financial information for the three fund types: governmental, proprietary and fiduciary. Reconciliations between the fund statements, the statement of net assets, and the statement of activities are also included along with statements of revenues, expenditures and changes in fund balances for the District's General Fund and its major special revenue fund, the Special Education Fund.

Government-wide Financial Statements

The government-wide financial statements are made up of the statement of net assets and the statement of activities. These statements include the aggregated financial information of the District as a whole, except for fiduciary activity. 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. As a general rule, the effect of interfund activity has been removed from these statements, however, any interfund services provided and used are not eliminated in the process of consolidation.

The statement of net assets presents the consolidated financial position of the District at year-end, in separate columns, for both governmental and business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or program are offset by program revenues. Direct expenses are those that are specifically associated with a program or service and are, therefore, clearly identifiable to a particular function. Program revenues include operating and capital grants and contributions and investment earnings legally restricted to support a specific program. Taxes and other revenues properly not included among program revenues are reported instead as general revenues. This statement provides a net cost or net revenue of specific programs and functions within the District. Those

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

functions with a net cost are generally dependent on general-purpose tax revenues, such as property tax, to remain operational.

Fund Financial Statements

The financial accounts of the District are organized on the basis of funds each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts comprised of assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. 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.

The presentation emphasis in the fund financial statements is on major funds, for both governmental and enterprise funds. Major funds are determined based on minimum criteria set forth in GASB Statement Number 34. Major individual governmental funds and major individual enterprise funds are required to be reported in separate columns on the fund financial statements. However, currently the District has no major enterprise funds. The District may also display other funds as major funds if it believes the presentation will provide useful information to the users of the financial statements, which is the case with the District's Special Education Fund.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND BASIS OF PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds. 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. Gross receipts and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are then recognized as revenue. The government considers property tax revenues to be "available" if they are collected within 60 days of the end of the current fiscal period. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and the payment seems certain. In general, expenditures are recorded when liabilities are incurred. The exception to this rule is that principal and interest on debt service, as well as liabilities related to compensated absences and claims and judgments, are recorded when payment is due.

In addition, the District's agency fund is reported under the full accrual basis of accounting.

The major revenue sources of the District include state distributive fund revenues, local school support taxes, ad valorem taxes, real estate transfer taxes, room taxes, interest income, and the governmental services tax.

All of the District's major funds are governmental funds. The District reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the District. It is used to account for all resources and cost of operations traditionally associated with governments, which are not required to be accounted for in other funds.

Special Education Fund - The Special Education Fund accounts for transactions of the District relating to educational services provided to children with special needs as supported by state and local sources.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Debt Service Fund - The Debt Service Fund is used to account for the collection of revenues, payment of principal and interest, and the cost of operations associated with debt service for general obligation debt.

Bond Fund - The Bond Fund accounts for the costs of capital improvements and constructing major capital facilities paid for by bond proceeds, related interest earnings, and proceeds from real estate transfer taxes and room taxes.

Additionally the District reports the following fund types:

Proprietary Funds

Enterprise Fund – The enterprise fund is used to account for operations financed and operated in a manner similar to a private business enterprise - where the intent of the governing body is for the cost (expenses, including depreciation) of providing goods and services to the schools and other locations on a continuing basis to be financed or recovered primarily through charges or fees to customers. Currently, the District has one enterprise fund.

Food Service Enterprise Fund - The Food Service Enterprise Fund accounts for transactions relating to food services provided to schools and other locations. Support is provided by customer fees and federal subsidies.

Internal Service Funds - Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the District on a cost reimbursement basis. Currently, there are two District Internal Service Funds.

Insurance and Risk Management Fund - The Insurance and Risk Management Fund accounts for transactions relating to insurance and risk management services provided to other District departments on a cost reimbursement basis.

Graphic Arts Production Fund - The Graphic Arts Production Fund accounts for transactions relating to printing services provided to other District departments on a cost reimbursement basis.

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

Proprietary funds distinguish operating revenues and expenses from non-operating 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 District's food service enterprise fund and of the District's internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fiduciary Funds

Agency Fund – Agency funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government’s own programs. All assets reported in an agency fund are offset by a liability to the party on whose behalf they are held.

Student Activity Agency Fund – The District’s Student Activity Agency Fund reports assets held in an agency capacity for student groups and organizations.

BUDGETS AND BUDGETARY ACCOUNTING

Nevada Statutes and District policies and regulations require that school districts legally adopt budgets for all funds except fiduciary funds. The budgets are filed as a matter of public record with the County Auditor, and the State Departments of Taxation and Education. The District staff uses the following procedures to establish, modify, and control the budgetary data reflected in the financial statements:

1. The statutes provide for the following timetable in adoption of budgets:
 - (a) Before April 15, the Superintendent of Schools submits to the Board of School Trustees a tentative budget for the upcoming fiscal year. The tentative budget includes proposed expenditures and the means to finance them.
 - (b) Before the third Wednesday in May, a minimum of seven days' notice of public hearing on the final budget is published in a local newspaper.
 - (c) Before June 8, the Board of School Trustees must adopt a final budget.
2. On or before January 1, the Board of School Trustees adopts an amended final budget reflecting any adjustments necessary as a result of the completed count of students.
3. NRS 354.615 provides that the Board of School Trustees may augment the budget at any time by a majority vote of the Board providing the Board publishes notice of its intention to act in a newspaper of general circulation in the county at least three days before the date set for adoption of the resolution.
4. Nevada Revised Statute 354.598005 allows appropriations to be transferred within or among any functions or programs within a fund without an increase in total appropriations. If it becomes necessary during the course of the year to change any of the departmental budgets, transfers are initiated by department heads and approved by the appropriate administrator. Transfers within program or function classifications can be made with appropriate administrative approval. The Board of School Trustees is advised of transfers between funds, program, or function classifications and the transfers are recorded in the official Board minutes.
5. Budgeted appropriations may not be exceeded by actual expenditures of the various functions of the General Fund, Special Revenue and Capital Projects Funds. The sum of operating and non-operating expenses in the Enterprise and Internal Service Funds may not exceed total appropriations.
6. Generally, budgets for all funds are adopted in accordance with generally accepted accounting principles. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year. Individual amendments were not material in relation to the original appropriation.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

7. All appropriations lapse at the end of the fiscal year. Encumbrances are re-appropriated in the ensuing fiscal year.

POOLED CASH AND INVESTMENTS

Cash includes cash deposited in interest-bearing accounts at banks and cash in custody of fiscal agents. Investments consist of United States Treasury bills and notes, government agency securities, banker's acceptances, commercial paper, negotiable certificates of deposit, money market mutual funds, collateralized repurchase agreements, and the State of Nevada's Investment Pool, NVEST. Investments are reported at fair value. NVEST operates in accordance with appropriate state laws and regulations. The reported value of the pool is the total of the individual investment balances. Changes in the fair value of District investments are part of investment income that is included in revenues from local sources. See **Note 3**.

CASH AND CASH EQUIVALENTS

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, non-negotiable certificates of deposit and short-term investments with original maturities of three months or less from the date of acquisition.

ACCOUNTS RECEIVABLE

Property Taxes

All property taxes collected within 60 days of year end are reported as accounts receivable as of June 30, 2005 as well as those taxes assessed but not yet received. The Clark County Treasurer, based on the assessed valuation at January 1st of each year, levies taxes on real property. A lien is placed on the property subject to the payment of taxes on July 1st of each year and the taxes are due on the third Monday in August. Taxes may be paid in quarterly installments on or before the third Monday in August, and the first Monday in October, January, and March. If not paid, the County Treasurer is authorized to hold the property for two years, subject to redemption upon payment of taxes, penalties, interest, and costs. If delinquent taxes are not paid within the redemption period, the County Treasurer obtains a property deed free of encumbrances. Upon receipt of a deed, the County Treasurer may sell the property to satisfy the tax lien. Article X, Section 2, of the Nevada Constitution limits the taxes levied by all units of Clark County to an amount not to exceed \$5 per \$100 of assessed valuation. The 1979 Nevada Legislature enacted provisions whereby starting July 1, 1979, the combined overlapping tax rate was limited to \$3.64 per \$100 of assessed value. The assessed value is annually adjusted.

INVENTORIES

Instructional materials and general supplies inventories (recorded in the General Fund) are valued at weighted average cost. Transportation supplies (recorded in the General Fund), food service inventories (recorded in the Enterprise Fund) and KLVX Communications Group inventories are valued using the first-in, first-out method. In all funds, the District follows the consumption method, thus, materials and supplies to be used in operations are reported as financial resources when acquired and recognized as expenditures when used. In the fund financial statements, the inventory amount is equally offset by a fund balance reservation indicating it is not an "available spendable resource".

PREPAIDS

Amounts listed as prepaid include fiscal year 2006 instructional materials and supplies received before June 30, 2005, and on hand at that date. These represent materials and supplies that will be recorded as expenditures in

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

fiscal year 2006. Prepaids are equally offset by a fund balance reservation indicating they are not "available spendable resources".

CAPITAL ASSETS

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. If purchased or constructed, all capital assets are recorded at historical cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are valued at their estimated fair value as of the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

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

<u>Capital Assets</u>	<u>Years</u>
Buildings	50
Building Improvements	20
Land Improvements	20
Vehicles	5
Heavy Trucks and Vans	7-10
Buses	10
Computer Hardware	7
Various Other Equipment	5-25

ACCRUED SALARIES AND BENEFITS

District salaries earned but not paid by June 30, 2005, have been accrued as liabilities and shown as expenditures for the current year.

LONG-TERM OBLIGATIONS

In the government-wide financial statements, and 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 and deferred losses, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount and any deferred losses on refundings. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. Deferred losses related to refundings of debt are reported as a deferred charge component of bonds payable and are 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.

COMPENSATED ABSENCES AND ACCUMULATED SICK LEAVE

Teachers and certain hourly employees do not receive vacation leave. For other District employees, vacation leave is earned at rates dependent on length of employment and can be accumulated to a contractually specified maximum number of days. Vacation leave included in accrued salaries and benefits and recorded as

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

expenditures in governmental fund types is the amount normally liquidated from "available spendable resources".

Employees are allowed to accumulate unlimited sick leave for future use. The District pays limited accumulated sick leave to certain employees upon retirement. No material liability for accumulated sick leave exists, and thus, no liability is recorded in the accompanying financial statements.

In proprietary funds, compensated absences are recorded when the liabilities are incurred. In governmental funds, the current portion is recorded as payroll expenditure. The estimated long-term and current liability for compensated absences is accounted for in the government-wide financial statements.

FUND BALANCES

In the fund financial statements, reservations of fund balance represent amounts that are not subject to appropriation or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

NET ASSETS

In the government-wide statements, Net Assets on the Statement of Net Assets includes the following:

Invested in Capital Assets, net of Related Debt

This is the component of net assets that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction or improvement of those assets.

Restricted Assets

The component of net assets that reports the constraints placed on the use of assets by either external parties and / or enabling legislation. Currently, the District restricts assets related to its Debt Service Fund, assets related to its Capital Projects Funds, self-insurance deposits related to the District's worker's compensation program accounted for in the Insurance and Risk Management Fund and term endowments to KLVX.

Unrestricted

The component of net assets that is the difference between the assets and liabilities not reported in Invested in Capital Assets, Net of Related Debt and Restricted Assets.

It is the District's policy to expend restricted resources first and use unrestricted resources when the restricted resources have been depleted.

EARLY RETIREMENT BENEFITS

District Regulation 4370 provides a voluntary early retirement incentive program to all employees with an effective retirement date no later than December 31 of each year. If an employee retires with 15 to 29 years of service, has more than 110 days of unused sick leave, and receives pension benefits within 36 months from the last day of employment, the District will contribute toward certain benefits. These benefits are either of the following options:

1. A District contribution toward the purchase of retirement service credit in the Nevada Public Employees Retirement System, or

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

2. District payment of health insurance premiums until the value of the benefit is used. The amount of the early retirement benefit is expended annually from available resources.

As noted in the previous section on compensated absences and accumulated sick leave, the amount of the liability relating to these benefits is not material.

Former District employees, who are receiving a pension benefit, are entitled to purchase health insurance as part of the District group policy.

USE OF ESTIMATES

The preparation of financial statements in conformity with United States generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

REVENUE LINE ITEM TITLES

Local sources are monies generated from local school support (sales tax), ad valorem (property taxes), real estate transfer taxes, room tax, governmental services tax, franchise tax, investment income, and athletic proceeds.

State sources are revenues paid by the State of Nevada to the District.

Federal sources are grants received from the federal government mostly for specific educational programs.

Other sources are monies including proceeds from the sale of fixed assets and other miscellaneous income.

EXPENDITURE LINE ITEM TITLES

The statements of revenues, expenditures, and changes in fund balances characterize expenditure data by major program classifications pursuant to the provisions of the Handbook II (Revised) Accounting System established by the Nevada Department of Education. Programs are further segregated by functional services provided within each program. Below is a brief description of these program and function classifications.

Programs:

Regular programs are activities designed to provide elementary and secondary students with learning experiences to prepare them as citizens, family members, and non-vocational workers.

Special programs are activities designed primarily to serve students having special needs. Special programs include services for the gifted and talented, mentally challenged, physically handicapped, emotionally disturbed, culturally different, learning disabled, bilingual, and special programs for other types of students at all levels.

Vocational programs are learning experiences that will provide individuals with the opportunity to develop the necessary knowledge, skills, and attitudes needed for occupational employment.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Other instructional programs are activities that provide elementary and secondary students with learning experiences in school-sponsored activities, athletics, and summer school.

Adult education programs are learning experiences designed to develop knowledge and skills to meet intermediate and long-range educational objectives for adults, who having completed or interrupted formal schooling, have accepted adult roles and responsibilities.

Vocational support programs are activities associated with the supervision and administration of vocational education programs.

Undistributed expenditures are charges not readily assignable to a specific program. Student and instructional staff support and overall general and administrative costs are classified as undistributed expenditures. Also included are costs of operating, maintaining, and constructing the physical facilities of the District.

Functions:

Instruction includes all activities dealing directly with the interaction between teachers and students, including the activities of aides or classroom assistants which assist in the instructional process.

Student support includes activities designed to assess and improve the well-being of students and to supplement the teaching process.

Instructional staff support includes activities associated with assisting the instructional staff with the content and process of providing learning experiences for students.

Educational media services are activities concerned with the use of all teaching and learning resources, including hardware and content materials. The activities of KLVX Channel 10 are included here.

General administration includes activities concerned with establishing and administering policy in connection with operating the District.

School administration includes activities concerned with overall administrative responsibility for a school. This includes principals, assistants and clerical staff involved in the supervision of operations at a school.

Business support includes activities concerned with paying, transporting, exchanging and maintaining goods and services for the District. Included are the fiscal and internal services necessary for operating the District.

Operation and maintenance of plant services includes activities concerned with keeping the physical schools and associated administrative buildings open, comfortable, and safe for use. This also includes keeping the grounds, buildings and equipment in effective working condition and state of repair. Additional activities include maintaining safety in buildings, on the grounds, and in the vicinity of schools.

Student transportation includes activities concerned with the conveyance of students to and from school, as provided by state and federal law. It includes trips between home and school as well as trips to school activities.

Central support includes activities other than general administration, which support each of the other instructional and supporting services programs. These activities include planning, research, development, evaluation, information, staff, and data processing services.

Other support services are all other support services that are not otherwise properly classified elsewhere in the support service functions.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Facilities acquisition and construction services are all activities concerned with the acquisition of land and buildings; the construction of buildings and additions to buildings; initial installation or extension of service systems and other built-in equipment and improvements to sites.

Food service includes activities concerned with providing food to students and staff within the District. This includes the preparation and serving of regular and incidental meals, lunches, or snacks.

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

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

The governmental funds balance sheet includes a reconciliation between fund balances – total governmental funds and net assets – governmental activities as reported in the government-wide statement of net assets. One element of that reconciliation explains that “Certain liabilities are not reported in the governmental funds financial statement because they are not due and payable, but they are presented as liabilities in the statement of net assets.” The details of this \$3,374,461,147 difference are as follows:

Bonds payable	\$ 3,234,465,001
Less: Bond discounts (net of amortization)	(4,583,530)
Less: Deferred charges on issuance costs (net of amortization)	(12,900,558)
Less: Deferred losses on refundings (net of amortization)	(102,095,207)
Bond premiums	208,700,656
Interest payable	13,154,259
Compensated absences	<u>37,720,526</u>
Net adjustment to reduce fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 3,374,461,147</u>

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

The governmental funds statement of revenues, expenditures, and changes in fund balances includes a reconciliation between net changes in fund balances – total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Capital outlays to purchase or build capital assets are reported in the governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.” The details of this \$312,097,568 difference are as follows:

Capital outlay	\$ 449,339,692
Depreciation expense	<u>(137,242,124)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	<u>\$ 312,097,568</u>

Another element of that reconciliation states that “The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items." The details of this \$398,578,109 difference are as follows:

Debt issued or incurred:	
Issuance of general obligation debt	\$ (989,595,000)
Plus: Bond premiums	(91,948,690)
Less: Bond issuance costs	4,252,172
General obligation debt principal payments	150,950,000
Payment to escrow agent for refunding	<u>527,763,409</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	 <u>\$ (398,578,109)</u>

Another element of that reconciliation states that "Generally expenditures recognized in the fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the statement of activities when incurred." The details of this \$1,428,410 difference are as follows:

Change in accrued interest	\$ (2,176,865)
Amortization of deferred charge on refunding	(6,122,620)
Amortization of issuance costs	(799,235)
Amortization of bond discounts	(1,849,927)
Amortization of bond premiums	12,286,248
Change in compensated absences	<u>(2,766,011)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	 <u>\$ (1,428,410)</u>

NOTE 3 - DEPOSITS AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. At June 30, 2005, this pool is displayed in the statement of net assets and major and other governmental funds on the governmental funds balance sheet as "Pooled Cash and Investments." The District accounts for its debt issuance proceeds portfolio separately in the capital projects funds to aid in compliance with bond covenants and federal arbitrage regulations. See **Note 8**.

As of June 30, 2005, the District had the total amounts reported as pooled cash and investments:

Combined Pooled Cash and Investments	
Pooled Cash	\$ (2,169,214)
Non-negotiable Certificate of Deposit	5,666,000
Student Activity Agency Fund	15,292,072
Pooled Investments	<u>1,260,688,326</u>
Total Pooled Cash and Investments	<u><u>\$ 1,279,477,184</u></u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Student Activity Agency Funds represent cash held in an agency capacity by the District for student groups and organizations and cannot be used in the District's normal operations. The balances listed above for this fund are a consolidation of individual bank account balances held at schools across the District as of June 30, 2005.

As of June 30, 2005 the District had the following investments (*numbers stated in thousands*):

	Investment Maturities (In Years)							Total Value
	Original Cost	Fair Value	Less Than 1	1-5	6-10	More than 10	Interest Rec.	
General Pooled Investments:								
U.S. Treasury Notes	\$ 70,255	\$ 69,848	\$ 42,205	\$ 27,643	\$ -	\$ -	\$ 294	\$ 70,142
U.S. Agencies	696,691	694,334	355,957	338,377	-	-	2,965	697,299
Commercial Paper	138,458	138,638	138,638	-	-	-	-	138,638
Money Market Mutual Fund	29,200	29,200	29,200	-	-	-	198	29,398
KLVX Endowment	821	821	821	-	-	-	-	821
NVEST Program	51,307	51,120	16,770	23,177	8,242	2,931	281	51,401
Subtotal	<u>986,732</u>	<u>983,961</u>	<u>583,591</u>	<u>389,197</u>	<u>8,242</u>	<u>2,931</u>	<u>3,738</u>	<u>987,699</u>
Bond Proceed Investments:								
U.S. Treasury Bills	-	-	-	-	-	-	-	-
U.S. Agencies	270,203	268,378	238,303	30,075	-	-	2,738	271,116
Money Market Mutual Fund	8,349	8,349	8,349	-	-	-	76	8,425
Subtotal	<u>278,552</u>	<u>276,727</u>	<u>246,652</u>	<u>30,075</u>	<u>-</u>	<u>-</u>	<u>2,814</u>	<u>279,541</u>
Total Securities Held	<u>\$ 1,265,284</u>	<u>\$ 1,260,688</u>	<u>\$ 830,243</u>	<u>\$ 419,272</u>	<u>\$ 8,242</u>	<u>\$ 2,931</u>	<u>\$ 6,552</u>	<u>\$ 1,267,240</u>

Interest rate risk

While the District does not have an overall investment policy that limits investments maturities as a means of managing its exposure to fair value losses arising from interest rate risk, Nevada statutes and District policy do impose certain restrictions by investment instrument. These include limiting maturities on U.S. Treasuries and Agencies to less than 10 years, limiting bankers' acceptances to 180 days maturity, limiting commercial paper to 270 days maturity, and repurchase agreements to 90 days. U.S. Agencies as reported above consist of securities issued by the Federal National Mortgage Association, Federal Home Loan Mortgage Association, Federal Farm Credit Banks, and Federal Home Loans Bank. Since investments in these agencies are in several cases backed by assets such as mortgages they are subject to prepayment risk. Also, approximately \$353 million of the U.S. Agencies investments reported above have a call option, which should interest rates change, could shorten the maturity of these investments. The District's approximate weighted average maturity is slightly less than one year.

Credit Risk

State statute and the District's own investment policy limit investment instruments by their credit risk. The District's investment in commercial paper is rated A-1 by Moody's Investor Service, Standard and Poor's as P-1, and Fitch Investors Service as F-1. The District's money market investments are only with those funds rated by a nationally recognized rating service as AAA or its equivalent and invest only in securities issued by the Federal Government, U.S. Agencies, or repurchase agreements fully collateralized by such securities. The NVEST state investment program does not have a credit rating. KLVX received a term endowment in fiscal year 2004 and an additional amount in fiscal 2005. This endowment was an investment required to be held in an investment pool with the Nevada Community Foundation and is made up of equity investments, a violation of District policy; however the District is unable to alter the investment mix.

Concentrations of Credit Risk

To limit exposure to concentrations of credit risk, the District's investment policy limits investment in bankers' acceptance notes to 15%, repurchase agreements to 25%, commercial paper to 15%, money market mutual funds to 25%, of the entire portfolio on the day of purchase.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 4 - INTERFUND BALANCES AND TRANSFERS

Interfund Transfers:

In the fund financial statements, interfund transfers are shown as other financing sources or uses. Transfers between funds during the year ended June 30, 2005 are as follows:

Transfers Out:	Transfers In:			Totals
	Special Education Fund	Debt Service	Nonmajor Governmental Funds	
General Fund	\$ 163,714,140	\$ -	\$ 21,337,077	\$ 185,051,217
KLVX Communication	-	2,550,000	200,000	2,750,000
Bond Fund	-	57,515,013	-	57,515,013
Total Transfers Out	<u>\$ 163,714,140</u>	<u>\$ 60,065,013</u>	<u>\$ 21,537,077</u>	<u>\$ 245,316,230</u>
Transfer in of Capital Assets				440,830
Total Transfers In				<u>\$ 245,757,060</u>

Following are explanations of certain interfund transfers of significance to the District:

In the fund financial statements, total transfers in amounting to \$245,757,060 are greater than total transfers out of \$245,316,230 because of the treatment of transfers of capital assets to the Food Service Enterprise Fund. During the year, existing capital assets related to governmental funds, with a book value of \$440,830 were transferred to the Food Service Fund. No amounts were reported for this transaction in the governmental funds as the amount did not involve the transfer of financial resources. However, all funds did report a transfer in for the capital resources received.

\$163,714,140 was transferred from the General Fund to the Special Education Fund for costs related to programs for special students. Beginning in 1994, Senate Bill 569 has required separate accounting for revenues and expenditures associated with special education. The majority of the revenues are collected in the General Fund and transferred to the Special Education Fund to offset special education expenditures.

The Bond Fund transferred a total of \$57,515,013 during fiscal year 2005 to the Debt Service Fund to service the current principal and interest on the District's revenue bonds. Pledged revenues for these bonds, which include a portion of the real estate transfer tax and room tax collected within the County are deposited within the Bond Fund and transferred on a monthly basis to the Debt Service Fund. **See Note 8.**

\$1,686,722 was transferred from the General Fund to the District Projects Fund included within the Nonmajor Governmental Funds to cover expenditure overruns related to the Class Size Reduction Program.

\$650,355 was transferred from the General Fund to the District Projects Fund included within the Nonmajor Governmental Funds to provide for school refunds related to facilities usage rentals and energy management rebates.

\$16,500,000 was transferred from the General Fund to the Building and Sites Fund for the purchase of the Districts new administrative facility; \$14,000,000 for the land and building and \$2,500,000 for furniture and equipment to get the facility ready for use.

\$2,500,000 was transferred from the General Fund to the Governmental Services Tax Fund within the Nonmajor Governmental Funds to cover additional portables needed due to the new extended-day kindergarten program.

\$2,550,000 was transferred from the KLVX Communications Group Fund to the Debt Service Fund consisting of member donations used to service the debt associated with the eventual construction of a new KLVX building.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 5 - CAPITAL ASSETS

A summary of changes in capital assets for the year ended June 30, 2005 follows:

Governmental Activities:

	Balance June 30, 2004	Additions	Deletions	Balance June 30, 2005
Capital assets, not being depreciated:				
Land	\$ 171,489,780	\$ 16,458,158	\$ -	\$ 187,947,938
Construction in progress	202,118,955	385,499,805	(353,893,371)	233,725,389
Total capital assets, not being depreciated	<u>373,608,735</u>	<u>401,957,963</u>	<u>(353,893,371)</u>	<u>421,673,327</u>
Capital assets, being depreciated:				
Buildings	2,055,644,124	264,735,271	(39,836)	2,320,339,559
Building improvements	699,183,211	31,738,885	(220,476)	730,701,620
Land improvements	646,384,190	71,513,614	-	717,897,804
Equipment	186,415,792	33,322,314	(8,211,065)	211,527,041
Total capital assets being depreciated	<u>3,587,627,317</u>	<u>401,310,084</u>	<u>(8,471,377)</u>	<u>3,980,466,024</u>
Less accumulated depreciation for:				
Buildings	(360,629,389)	(49,806,231)	4,249	(410,431,371)
Building improvements	(199,825,215)	(34,118,573)	11,024	(233,932,764)
Land improvements	(169,952,100)	(33,824,426)	-	(203,776,526)
Equipment	(86,418,128)	(19,550,426)	7,746,312	(98,222,242)
Total accumulated depreciation	<u>(816,824,832)</u>	<u>(137,299,656)</u>	<u>7,761,585</u>	<u>(946,362,903)</u>
Total capital assets being depreciated, net	<u>2,770,802,485</u>	<u>264,010,428</u>	<u>(709,792)</u>	<u>3,034,103,121</u>
Governmental activities capital assets, net	<u>\$ 3,144,411,220</u>	<u>\$ 665,968,391</u>	<u>\$ (354,603,163)</u>	<u>\$ 3,455,776,448</u>

Business-type activities:

	Balance June 30, 2004	Additions	Deletions	Balance June 30, 2005
Capital assets, being depreciated:				
Buildings	\$ 86,841	\$ -	\$ -	\$ 86,841
Building improvements	3,196,177	-	-	3,196,177
Equipment	5,863,497	4,774,306	(136,499)	10,501,304
Total capital assets being depreciated	<u>9,146,515</u>	<u>4,774,306</u>	<u>(136,499)</u>	<u>13,784,322</u>
Less accumulated depreciation for:				
Buildings	(34,737)	(1,737)	-	(36,474)
Building improvements	(1,236,565)	(159,809)	-	(1,396,374)
Equipment	(3,001,321)	(575,227)	136,499	(3,440,049)
Total accumulated depreciation	<u>(4,272,623)</u>	<u>(736,773)</u>	<u>136,499</u>	<u>(4,872,897)</u>
Business-type activities capital assets, net	<u>\$ 4,873,892</u>	<u>\$ 4,037,533</u>	<u>\$ -</u>	<u>\$ 8,911,425</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 5 - CAPITAL ASSETS (continued)

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

Governmental Activities:

Instruction:

Regular Instruction	\$ 120,313,443
Special Instruction	271,898
Vocational Instruction	95,129
Adult Instruction	23,358
Other Instruction	10,704

Support Services:

Student Support	62,991
Instructional Staff Support	556,409
Educational Media Services	549,297
General Administration	586,046
School Administration	247
Business Support	238,219
Operation and Maintenance of Plant Services	2,875,086
Student Transportation	8,739,220
Central Support	836,760
Facilities Acquisition and Construction Services	2,140,849

\$ 137,299,656

NOTE 6 - ACCOUNTS RECEIVABLE

Receivables as of June 30, 2005 for the government's individual major funds and nonmajor funds in the aggregate are as follows:

	<u>General Fund</u>	<u>Special Education Fund</u>	<u>Debt Service Fund</u>	<u>Bond Fund</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
<u>Local Sources:</u>						
Property and Transfer Taxes	\$ 7,439,681	\$ -	\$ 5,525,439	\$ 10,441,694	\$ -	\$ 23,406,814
Room Taxes	-	-	-	11,820,439	-	11,820,439
Governmental Services Tax	4,749,492	-	-	-	2,224,054	6,973,546
Local School Support Tax	119,687,680	-	-	-	-	119,687,680
Other Local Sources	809,949	-	-	-	-	809,949
<u>State Sources:</u>						
Employee Health Insurance	5,530,800	-	-	-	-	5,530,800
1/5th PERS Service Credit	9,306,474	-	-	-	-	9,306,474
<u>Federal Sources:</u>						
Grants and Allotments	-	-	-	-	15,857,249	15,857,249
Medicaid	-	-	-	-	1,108,558	1,108,558
Medicaid - Adm. Claiming	-	-	-	-	2,294,019	2,294,019
<u>Other Sources:</u>						
E-rate Reimbursement	1,569,728	-	-	-	-	1,569,728
Miscellaneous	864,994	28,195	-	3,825	1,051,534	1,948,548
Total Receivables	<u>\$ 149,958,798</u>	<u>\$ 28,195</u>	<u>\$ 5,525,439</u>	<u>\$ 22,265,958</u>	<u>\$ 22,535,414</u>	<u>\$ 200,313,804</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 7 - DEFERRED REVENUES

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period and also in connection with resources that have been received but not yet earned. A summary of deferred revenues for the individual major governmental funds and nonmajor governmental funds in the aggregate at June 30, 2005 follows:

	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Nonmajor and Other Funds</u>	<u>Total</u>
Property Taxes	\$ 4,098,665	\$ 3,044,907	\$ -	\$ 7,143,572
Summer School	1,182,803	-	-	1,182,803
Federal Programs	-	-	11,009,157	11,009,157
Mining Taxes	26,046	19,219	-	45,265
Medicaid	-	-	1,000,000	1,000,000
Miscellaneous	193,271	-	320,386	513,657
Total	<u>\$ 5,500,785</u>	<u>\$ 3,064,126</u>	<u>\$ 12,329,543</u>	<u>\$ 20,894,454</u>

In the General Fund deferred revenue related to property taxes consists of property taxes receivable at year-end but not collected within sixty days after year-end. Summer school deferred revenue represents monies collected for summer school tuition in advance of the fiscal year 2005 summer school program.

In the Debt Service Fund, deferred revenue again relates to property taxes receivable at year-end but not collected within sixty days after year-end.

Nonmajor and other funds deferred revenue consists primarily of grant revenues in the Federal Programs Fund received in advance of expenditures. In addition, the Medicaid Fund is reporting deferred revenue for service expenditure reimbursements billed for but not yet received.

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE

General Obligation Bonds:

The District issues general obligation bonds to provide proceeds for the District's construction and modernization program and for other major capital acquisitions. These bonds are direct obligations and pledge the full faith and credit of the District. Bonds are often sold at a premium or a discount. These premiums and discounts, along with the respective issue costs are reported in the fund statements in the year incurred but are deferred and amortized over the life of the debt in the government-wide financial statements. Similarly, any gain or loss derived from an advance refunding is amortized in the government-wide financial statements. The Debt Service Fund and the General Fund services all of the bonds payable. The remaining principal and interest payment requirements for the general obligation debt as of June 30, 2005 are as follows (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE (continued)

General Obligation Bonds Schedule:

Series	Purpose	Date Issued	Date of Final Maturity	Interest	Original Issue	Balance June 30, 2005	Principal Due Within One Year	Interest Due Within One Year
1991 A&B	School Improvement	03/01/91	06/01/11	5.10% - 7.00%	\$ 277,581,382	\$ 54,100,000	\$ -	\$ 3,787,000
1991	Refunding	12/01/91	03/01/08	5.00% - 6.75%	79,158,215	6,225,500	-	-
1996	Refunding	03/01/96	06/15/15	4.25% - 5.00%	61,600,000	44,225,000	385,000	2,166,605
1996	School Improvement	05/01/96	06/15/16	3.90% - 6.00%	335,000,000	16,510,000	16,510,000	1,031,875
1996 B	Building & Renovation	12/01/96	06/15/16	5.50% - 6.50%	35,000,000	3,875,000	1,890,000	251,875
1997 B	Building & Renovation	04/01/97	06/15/17	5.25% - 7.50%	287,000,000	28,840,000	14,065,000	1,874,600
1998	Refunding	09/01/98	06/15/15	4.00% - 5.50%	169,310,000	168,245,000	235,000	9,214,936
1999	Refunding	04/01/99	06/15/11	4.00% - 5.25%	93,025,000	90,005,000	4,060,000	4,664,530
1999	Building	04/01/99	06/15/19	4.00% - 5.25%	215,000,000	8,200,000	100,000	419,000
1999 A	Building	07/01/99	06/15/09	5.00% - 5.50%	87,700,000	46,635,000	12,720,000	2,467,488
2000 B	Refunding	12/01/00	06/30/08	4.50% - 5.50%	52,670,000	52,570,000	15,705,000	2,891,350
2001 C	Refunding	09/01/01	06/30/16	3.45% - 5.50%	91,195,000	91,195,000	100,000	4,868,806
2001 E	Vehicles	12/15/01	06/15/06	4.00%	6,400,000	1,375,000	1,375,000	55,000
2002 C	Building	06/05/02	12/15/17	5.00% - 5.50%	475,000,000	256,715,000	18,880,000	12,835,750
2002 A	Refunding	07/01/02	06/15/16	5.00% - 5.50%	160,630,000	160,630,000	-	8,622,412
2003 A	Refunding	03/01/03	06/01/10	3.00% - 5.00%	178,915,000	128,245,000	27,380,000	6,001,150
2003 D	Building	10/07/03	06/15/23	5.00% - 5.50%	400,000,000	400,000,000	14,005,000	20,431,613
2004 A	Refunding	03/01/04	06/15/17	2.00% - 5.00%	210,975,000	210,975,000	9,690,000	9,778,600
2004 C	Non-school Facilities	07/01/04	06/15/14	5.00%	60,000,000	55,080,000	5,115,000	2,671,050
2004 D	Building	11/01/04	06/15/24	4.00% - 6.00%	450,000,000	450,000,000	14,755,000	22,845,188
2005 A	Refunding	03/01/05	06/15/19	5.00% - 5.25%	269,600,000	269,600,000	-	17,544,275
						<u>\$ 2,543,245,500</u>	<u>\$ 156,970,000</u>	<u>\$ 134,423,103</u>

General Obligation Revenue Bonds:

The District also issues general obligation debt that is additionally secured by a pledge of proceeds of taxes deposited in the District's Bond Fund. Pursuant to applicable Nevada laws the District receives the proceeds of a 1 5/8% room tax collected within Clark County in the Bond Fund. The proceeds of a tax equivalent to 60 cents for each \$500 of value on transferred real property are also deposited by the County. The District pledges the room tax and the real property transfer tax revenues to pay debt service on certain general obligation debt. The remaining principal and interest payment requirements for the general obligation debt additionally secured by these pledged revenues as of June 30, 2005 are as follows:

General Obligation Revenue Bonds Schedule:

Series	Purpose	Date Issued	Date of Final Maturity	Interest	Original Issue	Balance June 30, 2005	Principal Due Within One Year	Interest Due Within One Year
1999 B	Building	07/01/99	06/15/19	5.00% - 5.50%	\$ 100,000,000	\$ 18,525,000	\$ 4,330,000	\$ 985,912
2000 A	Building	03/01/00	06/15/14	5.00% - 6.00%	150,000,000	30,930,000	5,555,000	1,651,438
2001 A	Building	03/27/01	06/30/21	Variable Rate	100,000,000	86,670,000	3,740,000	1,950,075
2001 B	Building	03/27/01	06/30/21	Variable Rate	100,000,000	86,670,000	3,740,000	1,924,074
2001 D	Refunding	09/01/01	06/15/17	4.00% - 5.625%	39,915,000	39,915,000	100,000	2,144,744
2001 F	Building	10/01/01	06/30/22	5.00% - 5.50%	325,000,000	79,760,000	12,125,000	4,174,088
2004 B	Refunding	03/01/04	06/15/20	2.00% - 5.00%	124,745,000	124,745,000	310,000	5,998,925
2005 B	Refunding	03/01/05	06/15/22	5.00%	209,995,000	209,995,000	-	13,533,011
						<u>\$ 677,210,000</u>	<u>\$ 29,900,000</u>	<u>\$ 32,362,267</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE (continued)

In March of 2001, the District issued \$100,000,000 of series 2001A general obligation building bonds and \$100,000,000 of series 2001B general obligation building bonds, both of which bear interest at a variable rate. Pursuant to the bond resolution, these bonds have their interest rate determined on a daily basis. This daily rate is determined by the opinion of the respective remarketing agent, under then existing market conditions, that would result in the sale of the bonds at a price equal to the principal amount, thereof, plus interest, if any, accrued through the current date.

The interest requirements for variable-rate debt are computed using the rate effective at year-end. As of June 30, 2005, the rates used to determine interest requirements for the 2001A and 2001B series were 2.25% and 2.22%, respectively.

General obligation bonds payable is reported net of premiums and discounts on the statement of net assets.

Summary of Debt Service:

Following are the annual requirements to amortize all general obligation bonds outstanding at year-end:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2006	\$ 186,870,000	\$ 166,785,369	\$ 353,655,369
2007	195,460,000	150,518,635	345,978,635
2008	205,040,000	140,436,165	345,476,165
2009	201,435,500	144,149,015	345,584,515
2010	205,510,000	120,766,503	326,276,503
2011 - 15	1,011,150,000	447,998,343	1,459,148,343
2016 - 20	853,595,000	201,734,720	1,055,329,720
2021 - 24	361,395,000	35,874,250	397,269,250
Totals	<u>\$3,220,455,500</u>	<u>\$ 1,408,263,000</u>	<u>\$ 4,628,718,500</u>

A statutory limit of bonded indebtedness for school districts is set forth in Chapter 387.400 of the Nevada Revised Statutes. The limitation is based on 15 percent of the assessed valuation of property within the District, excluding motor vehicles. Based on the 2005 assessed valuation of \$50,804,469,742 the applicable debt limit is \$7,620,670,461 leaving the legal debt margin at \$4,400,214,961, notwithstanding the statutory tax rate limitation explained in **Note 1**. The District is in compliance with Chapter 387.400 as of June 30, 2005.

Authorized Unissued Debt:

The District has received both legislative and voter approval to issue an estimated \$3.8 billion in long-term debt for school construction and modernization. This long-term debt is a combination of property tax supported general obligation debt and general obligation debt (additionally secured by pledged room tax and real property transfer tax revenues). Of the \$3.8 billion, \$2.05 billion has been issued as of June 30, 2005. The District plans to issue the remaining authorized debt through June 30, 2008.

Defeasement of Debt:

The District has defeased certain general obligation bonds by placing the proceeds of new bonds into irrevocable trust accounts 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 District's financial statements. During the current year, \$482,080,000 of general obligation bonds was defeased. At June 30, 2005, the outstanding principal on the following bonds is considered defeased (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE (continued)

Defeasement of Debt:

<u>CCSD School Improvement & Building Bonds</u>	<u>Defeased Principal</u>
Series 1996; Dated May 1, 1996	\$ 224,230,000
Series 1996B; Dated December 1, 1996	23,275,000
Series 1997B; Dated April 1, 1997	199,270,000
Series 1999; Dated April 1, 1999	201,300,000
Series 1999B; Dated July 1, 1999	66,110,000
Series 2000A; Dated March 1, 2000	95,035,000
Series 2001F; Dated October 1, 2001	210,980,000
Series 2002C; Dated June 1, 2002	199,955,000
	<hr/>
Total	<u>\$ 1,220,155,000</u>

Current Year Advance Refunding Bonds Issuances:

On March 1, 2005 the District issued \$269,600,000 of General Obligation (Limited Tax) Refunding Bonds. The total difference in the cash flow debt service refunding requirements for the refunded debt and the refunding debt is \$11,498,559 with a present value savings of \$9,522,320.

On March 1, 2005, the District issued \$209,995,000 of General Obligation (Additionally Secured by Pledged Revenues) Refunding Bonds. The total difference in the cash flow debt service refunding requirements for the refunded debt and the refunding debt is \$8,946,489 with a present value savings of \$9,466,644.

Obligation for Arbitrage Payable:

The Tax Reform Act of 1986 established arbitrage guidelines that require a rebate of interest earned on bond funds in excess of interest paid. At June 30, 2005, the District is currently reporting negative arbitrage and thus no rebate of interest is required.

Debt Service Reserve Fund:

Nevada Revised Statute 350.020 requires that the Board establish a reserve account within its debt service fund for payment of the outstanding bonds of the District. Currently, the account must be established and maintained in an amount at least equal to the lesser of the amount of principal and interest payments due on all of the outstanding bonds of the District in the next fiscal year or 10% of the outstanding principal amount of the outstanding bonds of the District. The amounts on deposit in the reserve account are not directly pledged to pay debt service on the debt, and if permitted, may be used for other purposes. As of June 30, 2005 the amount required to fund the reserve account was \$322,045,550; which was fully funded by the District.

NOTE 9 - LEASES

Operating Leases

The District leases building and other office facilities under noncancelable operating leases. Total costs for such leases were \$966,705 for the fiscal year ended June 30, 2005. The District leases property through yearly contracts and decides at year-end whether to renew outstanding leases.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 9 - LEASES (continued)

The District also leases a fiber optical wide-area network under a noncancelable operating lease. Total costs for this lease were \$2,774,298 for the year ending June 30, 2005. The future minimum lease payments for this lease are as follows:

Year Ending June 30	Amount
2006	\$ 3,097,500
2007	3,097,500
2008	3,097,500
2009	3,097,500
2010	3,097,500
2011-2013	9,292,500
Total	<u>\$ 24,780,000</u>

NOTE 10 - CHANGES IN LONG-TERM LIABILITIES

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

	Beginning Balance July 1, 2004	Additions	Reductions	Ending Balances June 30, 2005	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 2,171,410,001	\$ 779,600,000	\$ (393,755,000)	\$ 2,557,255,001	* \$ 156,970,000
General obligation revenue bonds	706,490,000	209,995,000	(239,275,000)	677,210,000	29,900,000
Less: issuance discounts	(6,433,457)	-	1,849,927	(4,583,530)	-
Less: deferred losses	(62,534,418)	(45,683,409)	6,122,620	(102,095,207)	-
Plus: issuance premiums	129,038,214	91,948,690	(12,286,248)	208,700,656	-
Total bonds payable	<u>2,937,970,340</u>	<u>1,035,860,281</u>	<u>(637,343,701)</u>	<u>3,336,486,920</u>	<u>186,870,000</u>
Compensated absences	35,067,030	20,338,089	(17,552,502)	37,852,617	17,552,502
Governmental activity long-term liabilities	<u>\$ 2,973,037,370</u>	<u>\$ 1,056,198,370</u>	<u>\$ (654,896,203)</u>	<u>\$ 3,374,339,537</u>	<u>\$ 204,422,502</u>
Business-type Activities:					
Compensated absences	<u>\$ 509,967</u>	<u>\$ 501,510</u>	<u>\$ (335,187)</u>	<u>\$ 676,290</u>	<u>\$ 335,187</u>

* \$2,557,255,001 in ending general obligation bonds payable is different from the amount reported for general obligation bonds payable of \$2,543,245,500 in Note 8 due to differing accounting methods used when recording bond discounts. The amount reported here in Note 10 includes the full face value of the discounted bonds under the accrual method as used on the government-wide statements. The amount in Note 8 reports the bond proceeds received under the modified accrual method as used on the fund financial statements.

Internal service funds predominantly serve the governmental funds. Accordingly, their long-term liabilities are included as part of the above totals for governmental activities. At year end, \$132,091 of internal service funds compensated absences are included in the above amounts. Also, for the governmental activities, compensated absences are generally liquidated by a combination of the major and nonmajor governmental funds with the majority liquidated from the General Fund.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 11 - COMPLIANCE WITH NEVADA REVISED STATUTES

In the non-major Capital Projects Tax Fund, expenditures exceeded appropriations by \$3,159,763 in the land acquisition function. This was due to the purchase of a new food service warehouse with the land expenditures paid for out of the Tax Fund, however there was no initial budget for this purchase.

In the non-major Special Revenue Funds, KLVX Communications Group Fund expenditures exceeded appropriations by \$297,973 due to unexpected increases in trade advertising.

NOTE 12 - DEFINED BENEFIT PENSION PLAN

All half-time or greater District employees are covered by the State of Nevada Public Employees Retirement System (the "Plan"), a cost sharing multiple-employer defined benefit plan of the public employee retirement system. The payroll for employees covered by the Plan for the year ended June 30, 2005 was \$1,038,406,458 and the District's total payroll was \$1,060,479,990. All full-time District employees are mandated by state law to participate in the Plan. A member of the system is eligible to retire at 65 with five years of service, at 60 with 10 years, and at any age with 30 years. Vested members are entitled to a life-time monthly retirement benefit equal to 2.5 percent times the member's years of service prior to July 1, 2001 and 2.67 percent after, to a maximum of 30 years, times an average compensation. The member's beginning retirement compensation is the average of their highest working compensation for 36 consecutive months. Benefits fully vest with 5 years of service. The Plan also provides death and disability benefits. Benefits are established by state statute and provisions may only be amended through legislation.

All District employees in the plan are enrolled under a non-contributory plan. District payment of what were formerly employee contributions, was made in lieu of equivalent salary increases. Per Chapter 286 of the Nevada Revised Statutes, the District's contribution was based on the actuarially determined statutory rate of 20.25 percent in 2004-05 for unified, licensed and support employees and 28.50 percent for police employees of gross compensation and amounted to \$210,751,359, 22.4% of the \$942,407,408 total paid by all employees and employers into the Plan for the year ended June 30, 2005. The District's contributions to PERS for the years ended June 30, 2004, 2003 and 2002 were \$194,847,025, \$168,635,521, and \$158,158,484 respectively, equal to the required contributions for each year, at the actuarially determined statutory rates of 20.25, 18.75, and 18.75 percent, respectively, for unified, licensed and support employees and 28.50 percent for police employees.

During fiscal year 2005, \$2,519,317 was paid by the District for PERS credit on behalf of early retirees. See **Note 1**.

Financial statements for the Plan are available by calling (775) 687-4200 or writing to:

Public Employees' Retirement System of Nevada
693 W. Nye Lane
Carson City, NV 89703-1599

NOTE 13 - RISK MANAGEMENT

Risk Management - The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and injuries to employees. The District accounts for such losses through its Insurance and Risk Management Internal Service Fund. The District retains the risk of financial loss per occurrence as follows:

1. Worker's compensation up to \$750,000.
2. General liability and motor vehicle liability, with retention of \$3,000,000.
3. Errors and omissions and employment practices liability, with retention of \$3,000,000 per occurrence.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 13 - RISK MANAGEMENT (continued)

4. Property, including boiler and machinery, with retention of \$100,000 except for flood Zone A with retention of \$500,000.
5. Broadcasters liability, with retention of \$5,000.
6. Crime / employee dishonesty, with retention of \$50,000.
7. Catastrophic medical and cash benefit insurance for athletic and extracurricular activities injuries, with a deductible of \$25,000 or injured student's medical insurance protection, whichever is greater.
8. Foreign liability insurance, with no retention.

The District purchases commercial insurance for occurrences in excess of the foregoing retention levels. Over the past 4 years there have been significant reductions in almost all areas of insurance coverage for the District. However, the District remains adequately covered for losses and no settlements have reached amounts in excess of the insurance coverage for the past 6 years.

The Insurance and Risk Management Internal Service Fund insures all operational activities of the District by charging premiums to other funds of the District. Premiums charged are based on estimates of the amounts needed to pay actual and projected claims, to support self-insurance operational costs, and to establish a self-insured reserve for incurred losses. The reserve was \$17,542,361 at June 30, 2005, and is reported as net assets for Risk Management. The estimates of the liability insurance claims payable of \$10,087,868 and the worker's compensation claims payable of \$12,968,105 at June 30, 2005, were determined by the District with the assistance of an independent actuarial study as of that date and are reflected in the financial statements of the Insurance and Risk Management Internal Service Fund.

A summary of changes in the aggregate claims liabilities for the past two years follows:

	<u>Fiscal 2005</u>	<u>Fiscal 2004</u>
Beginning Balance - July 1, 2004 and 2003	\$ 25,803,081	\$ 22,491,554
Claims Incurred	9,579,552	8,629,083
Changes in Estimates for Claims of the Prior Periods	(6,438,652)	59,932
Claims Paid	(5,888,008)	(5,377,488)
Ending Balance - June 30, 2005 and 2004	<u>\$ 23,055,973</u>	<u>\$ 25,803,081</u>

In December 2004, the District renewed its interest-bearing time certificate of deposit used for the self-insured workers' compensation program as a security deposit with the Nevada Division of Insurance. The amount of the deposit, \$5,666,000 is based on the total incurred cost of current and future claims as estimated by the office of the State Insurance Commissioner. See **Note 3**.

NOTE 14 - COMMITMENTS AND CONTINGENCIES

Construction Commitments

As of June 30, 2005, the District was operating the current 1998 voter-approved bond program and finalizing expenditures on the previous two closed programs. The following schedule outlines the amount of outstanding construction contracts encumbered by program:

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 14 - COMMITMENTS AND CONTINGENCIES (continued)

	BOND PROGRAM			TOTAL
	1994	1996	1998	
Building Category:				
Elementary	\$ 70,000	\$ -	\$ 42,091,284	\$ 42,161,284
Secondary	-	12,910	163,365,402	163,378,312
Administrative and Other	-	46,355	8,412,066	8,458,421
Total Program	<u>\$ 70,000</u>	<u>\$ 59,265</u>	<u>\$ 213,868,752</u>	<u>\$ 213,998,017</u>

The total amount of \$213,998,017 in construction contracts outstanding is shown as a reserve for encumbrances in the Bond Fund, a major fund of the District. See **Note 1**.

Legal Contingencies

The District is a defendant in various legal actions. The financial impact of these actions is not determinable; however, it is the opinion of District legal counsel and management that none of these actions would have a material impact on the District's financial condition.

NOTE 15 - DESIGNATIONS OF GENERAL FUND UNRESERVED FUND BALANCE

The District reports designations of unreserved fund balance which represent management's intended use of resources available to the District. The following are explanations of the reported designations of fund balance in the General Fund:

- *School Carryover* – District schools are allowed to carryover into the next year a small apportionment of their unspent budgets from the current fiscal/school year.
- *Food Service Kitchen Remodel*- to designate funding for the additional costs to get the District's new Food Service central office and kitchen ready for use.
- *Alternate Route Licensing Program*- to cover the deficit associated with the District's special program to assist individuals with meeting teacher licensing requirements.
- *Salary Adjustment of .25%* - an unexpected drop in the PERS contribution rate of .5% required the District to give back 50% to the employee in form of a salary increase; this salary adjustment amount of .25% was not built into the 2006 Final Budget.
- *Potential Impacts of NCLB Mandates Carryover* – the District continues to designate a portion of fund balance as a cushion for unfunded costs associated with the federal government's "No Child Left Behind" legislation.
- *ERP Business Resource Data System* – to provide funding in relation to the District's implementation of a district-wide enterprise resource planning system.
- *Science Adoption Exit Exam* – to designate funds for a program to prepare students for the implementation of the science exit exam.
- *Subsidy for Retirees on Public Employees' Benefits Program* – to provide funding for the unfunded state mandated health insurance subsidy on behalf of retirees who are members of the state's Public Employees' Benefits Program.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2005

NOTE 15 - DESIGNATIONS OF GENERAL FUND UNRESERVED FUND BALANCE (continued)

- *Career Plan Health Insurance Subsidy* – to designate the unspent portion of funds provided by the District to be paid out to eligible licensed retirees in order to supplement future health care costs per their negotiated contract.
- *ESEA Support Staff Reclassification* – to designate funding for the board-approved support staff reclassification of positions and to fund additional school office staff.
- *Teacher Contract Liability* – to designate funding for the additional costs to be incurred under the new teacher contract that creates additional steps and ranges on the licensed salary scale.
- *ESEA Employee Group Insurance Reserve*– to designate the reserve between support staff employee group insurance expenditures and negotiated funding by the District plus employee contributions.
- *State Textbook Requirement*- to designate funding to ensure the District meets the criteria for the State minimum textbook requirement funding in 2005-06.

NOTE 16 - OTHER POSTEMPLOYMENT BENEFITS

In addition to the pension benefits described in **Note 12**, the District provides a subsidy for postretirement health care benefits, in accordance with NRS 287.023, to all retired employees who enroll with the Nevada Public Employees' Benefits Program. As of June 30, 2005, there were 1,368 retirees belonging to this program. Enrolled retirees pay monthly premiums for health insurance benefits directly to the program, while the District is required to subsidize the partial or total cost of the premium based incrementally on a retiree's number of years of service with the District. This is the second year of mandated compliance with NRS 287.023. Expenditures for postretirement health care benefits are recognized on a monthly basis and totaled \$2,090,036 for the 2004-05 fiscal year.

NOTE 17 - DONOR RESTRICTED ENDOWMENTS

In 2003-04, the KLVX Communications Group received a \$650,000 term endowment where the corpus (principal) is restricted from use for a set period of time. In 2004-2005, an additional \$100,000 was donated to the endowment. The donor has provided instructions relating to expending the net appreciation which is to allow KLVX to spend the corresponding appreciation as they see fit for their various programs. The District does not currently have a policy restricting the authorization and spending of endowment investment income. State statute, NRS 164, allows a local government to authorize expenditures of net appreciation as is prudent for the government. As of June 30, 2005, there is \$71,012 of net appreciation available to be spent.

This page is intentionally left blank

SUPPLEMENTAL INFORMATION

- Major Governmental Funds
- Nonmajor Governmental Funds
- Nonmajor Special Revenue Funds
- Nonmajor Capital Project Funds
- Food Service Enterprise Fund
- Internal Service Funds
- Agency Fund
- Capital Assets Used in the Operation of Governmental Funds



MAJOR FUNDS

GENERAL FUND

To account for resources and costs of operations associated with the District which are not required to be accounted for in other funds.

SPECIAL EDUCATION FUND

To account for transactions of the District relating to educational services provided to children with special needs.

DEBT SERVICE FUND

To account for the collection of revenues and the cost of operations associated with debt service for General Obligation Debt.

BOND FUND

To account for the costs of capital construction and improvements paid for with bond proceeds.



CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 COMPARATIVE BALANCE SHEETS
 JUNE 30, 2005 AND 2004

Schedule A-1

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 161,700,121	\$ 124,682,658
Accounts receivable	149,958,798	149,887,112
Interest receivable	3,457,340	1,673,121
Inventories	2,968,635	1,939,549
Prepays	<u>1,209,964</u>	<u>1,680,976</u>
 TOTAL ASSETS	 \$ <u>319,294,858</u>	 \$ <u>279,863,416</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 30,667,063	\$ 53,845,197
Intergovernmental accounts payable	2,433,882	3,100,460
Accrued salaries and benefits	124,353,866	108,760,176
Deferred revenue	5,500,785	5,864,035
Other current liabilities	<u>760,039</u>	<u>-</u>
 Total liabilities	 <u>163,715,635</u>	 <u>171,569,868</u>
FUND BALANCE:		
Reserved for:		
Inventories	2,968,636	1,939,549
Prepays	1,209,964	1,680,976
Encumbrances	21,995,950	11,314,523
Grants	-	3,010,030
Debt service	7,786,050	2,600,000
Unreserved:		
Designated for:		
School carryover	3,548,000	2,508,383
Science adoption exit exam	2,625,000	-
Improvements in maintenance and operations services	-	1,000,000
Potential impacts of NCLB mandates carryover	2,373,335	1,354,000
ERP business resource data system	29,003,888	32,298,000
Food service kitchen remodel	9,000,000	-
Defecit coverage for alternate route licensing program	948,011	-
Bus fuel increases	-	800,000
Subsidy for retirees with the Public Employees' Benefits Program	1,695,500	3,150,000
Career plan health insurance subsidy	1,747,050	900,000
Teacher contract liability	11,703,820	11,764,151
Salary adjustment of .25%	3,119,924	-
ESEA employee group insurance reserve	7,104,350	1,864,914
ESEA support staff re-class & addtl school office staffing	4,600,000	-
At-risk / high-impact teachers additional PERS credit	-	4,050,000
Reserve designated for state textbook requirement	11,050,028	-
Undesignated	<u>33,099,717</u>	<u>28,059,022</u>
 Total fund balance	 <u>155,579,223</u>	 <u>108,293,548</u>
 TOTAL LIABILITIES AND FUND BALANCE	 \$ <u>319,294,858</u>	 \$ <u>279,863,416</u>

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-2

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Local school support tax	\$ 612,925,241	\$ 669,012,541	\$ 56,087,300	\$ 577,496,915
Ad valorem taxes	380,128,229	379,111,733	(1,016,496)	337,526,569
Governmental services tax	47,877,143	53,159,626	5,282,483	46,938,375
Two percent franchise tax	2,810,090	2,844,769	34,679	2,869,264
E-rate reimbursements	1,500,000	1,822,468	322,468	3,869,272
School project contributions	4,315,475	3,270,948	(1,044,527)	3,443,327
Local government fees	1,243,143	2,010,704	767,561	1,394,874
Tuition and summer school fees	3,343,880	2,583,629	(760,251)	1,788,847
Athletic proceeds	816,750	954,185	137,435	831,434
Out of state sources:				
Other local sources	511,574	498,181	(13,393)	535,249
Investment income:				
Net inc/(dec) in the fair value of investments	800,000	1,178,798	378,798	(305,003)
Interest income	2,139,609	3,164,298	1,024,689	1,348,112
Total local sources	1,058,411,134	1,119,611,880	61,200,746	977,737,235
State sources:				
State distributive fund	415,222,740	359,984,134	(55,238,606)	382,897,993
State special appropriations	-	14,837,274	14,837,274	7,047,995
Total state sources	415,222,740	374,821,408	(40,401,332)	389,945,988
Federal sources:				
Public Law 103 - 382	583,000	564,516	(18,484)	650,702
Forest reserve	10,500	9,616	(884)	13,594
Total federal sources	593,500	574,132	(19,368)	664,296
Other sources:				
Sales of district property	258,000	265,809	7,809	209,471
Proceeds from insurance	150,000	173,748	23,748	219,989
Total other sources	408,000	439,557	31,557	429,460
TOTAL REVENUES	1,474,635,374	1,495,446,977	20,811,603	1,368,776,979
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Salaries	474,471,197	465,058,942	9,412,255	444,057,069
Benefits	158,968,863	164,419,855	(5,450,992)	146,046,123
Purchased services	12,073,373	10,494,685	1,578,688	12,021,979
Supplies	42,642,139	46,668,343	(4,026,204)	41,434,577
Property	3,862,992	5,162,808	(1,299,816)	13,817,550
Other	457,826	495,106	(37,280)	645,830
Total instruction	692,476,390	692,299,739	176,651	658,023,128

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-2

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
EXPENDITURES - Continued:				
Support services:				
Student transportation:				
Purchased services	\$ 556,720	\$ 594,722	\$ (38,002)	\$ 553,669
Other support services:				
Salaries	26,887,245	25,859,780	1,027,465	23,602,615
Benefits	8,644,591	8,210,399	434,192	7,557,022
Purchased services	233,589	197,155	36,434	264,771
Supplies	1,912,884	1,916,393	(3,509)	1,804,573
Property	96,067	56,067	40,000	21,958
Other	33,925	33,116	809	25,669
Total other support services	37,808,301	36,272,910	1,535,391	33,276,608
Total support services	38,365,021	36,867,632	1,497,389	33,830,277
TOTAL REGULAR PROGRAMS	730,841,411	729,167,371	1,674,040	691,853,405
SPECIAL PROGRAMS:				
Instruction:				
Salaries	13,243,988	10,933,931	2,310,057	9,937,072
Benefits	4,214,906	3,277,737	937,169	3,167,063
Purchased services	20,000	9,682	10,318	17,611
Supplies	167,761	68,162	99,599	275,219
Total instruction	17,646,655	14,289,512	3,357,143	13,396,965
Support services:				
Salaries	2,204,310	1,938,756	265,554	1,803,682
Benefits	728,228	638,555	89,673	579,492
Purchased services	117,234	58,113	59,121	74,144
Supplies	789,070	766,437	22,633	37,613
Property	100,000	88,168	11,832	48,677
Other	12,902	9,229	3,673	9,314
Total support services	3,951,744	3,499,258	452,486	2,552,922
TOTAL SPECIAL PROGRAMS	21,598,399	17,788,770	3,809,629	15,949,887
VOCATIONAL PROGRAMS:				
Instruction:				
Salaries	6,467,319	5,579,439	887,880	7,199,466
Benefits	2,587,125	1,802,685	784,440	2,450,241
Purchased services	29,495	12,848	16,647	29,367
Supplies	528,253	571,146	(42,893)	474,750
Property	82,220	108,290	(26,070)	170,791
Other	2,035	2,035	-	2,538
Total instruction	9,696,447	8,076,443	1,620,004	10,327,153

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-2

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
<u>EXPENDITURES - Continued:</u>				
Support services:				
Student transportation:				
Purchased services	\$ 3,088	\$ 3,088	\$ -	\$ 9,511
Other support services:				
Purchased services	3,000	2,156	844	3,555
Supplies	14,214	14,908	(694)	10,692
Property	1,341	1,341	-	-
Total other support services	18,555	18,405	150	14,247
Total support services	21,643	21,493	150	23,758
TOTAL VOCATIONAL PROGRAMS	9,718,090	8,097,936	1,620,154	10,350,911
<u>OTHER INSTRUCTIONAL PROGRAMS:</u>				
School co-curricular activities:				
Instruction:				
Salaries	1,200,910	954,209	246,701	821,542
Benefits	415,245	421,928	(6,683)	378,658
Purchased services	339,817	329,998	9,819	261,778
Supplies	432,413	252,671	179,742	246,431
Property	-	64,834	(64,834)	6,826
Other	39,500	41,285	(1,785)	41,604
Total instruction	2,427,885	2,064,925	362,960	1,756,839
Support services:				
Student transportation:				
Purchased services	202,486	169,915	32,571	172,978
Other support services:				
Salaries	385,844	352,206	33,638	355,681
Benefits	79,551	73,823	5,728	76,305
Purchased services	206,404	192,075	14,329	127,174
Supplies	200,001	195,342	4,659	90,288
Property	2,284	2,284	-	-
Other	2,721	8,480	(5,759)	6,893
Total other support services	876,805	824,210	52,595	656,341
Total support services	1,079,291	994,125	85,166	829,319
Total school co-curricular activities	3,507,176	3,059,050	448,126	2,586,158

(Continued)

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-2

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
<u>EXPENDITURES - Continued:</u>				
School athletics:				
Instruction:				
Salaries	\$ 25,092	\$ 73,242	\$ (48,150)	\$ 75,708
Benefits	2,141	6,045	(3,904)	6,461
Purchased services	1,376,349	1,166,144	210,205	1,138,737
Supplies	1,898,789	1,923,419	(24,630)	1,680,228
Property	38,750	39,173	(423)	33,852
Other	130,030	131,890	(1,860)	124,456
Total instruction	3,471,151	3,339,913	131,238	3,059,442
Support services:				
Student transportation:				
Purchased services	1,554,783	1,546,691	8,092	1,602,897
Total school athletics	5,025,934	4,886,604	139,330	4,662,339
Summer school:				
Instruction:				
Salaries	1,159,244	863,200	296,044	819,329
Benefits	27,788	19,417	8,371	26,860
Purchased services	18,310	19,209	(899)	16,485
Supplies	11,000	488	10,512	328
Total instruction	1,216,342	902,314	314,028	863,002
Support services:				
Salaries	97,096	55,991	41,105	48,484
Benefits	2,263	1,314	949	1,390
Purchased services	19,515	9,990	9,525	18,115
Supplies	3,393	-	3,393	-
Total support services	122,267	67,295	54,972	67,989
Total summer school	1,338,609	969,609	369,000	930,991
TOTAL OTHER INSTRUCTIONAL PROGRAMS	9,871,719	8,915,263	956,456	8,179,488
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student support:				
Salaries	39,727,299	38,544,011	1,183,288	34,528,437
Benefits	13,281,351	12,706,359	574,992	11,458,711
Purchased services	207,625	169,294	38,331	160,240
Supplies	962,387	888,626	73,761	642,101
Property	83,820	78,669	5,151	287,490
Other	10,346	7,265	3,081	2,572
Total student support	54,272,828	52,394,224	1,878,604	47,079,551

(Continued)

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-2

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
EXPENDITURES - Continued:				
Instructional staff support:				
Salaries	\$ 11,017,959	\$ 9,963,365	\$ 1,054,594	\$ 9,129,166
Benefits	3,217,796	2,924,820	292,976	2,500,430
Purchased services	3,212,883	2,696,086	516,797	2,790,586
Supplies	4,146,889	2,824,308	1,322,581	3,365,152
Property	866,986	599,855	267,131	1,085,448
Other	214,244	204,869	9,375	316,471
Total instructional staff support	22,676,757	19,213,303	3,463,454	19,187,253
General administration:				
Salaries	7,372,208	7,554,206	(181,998)	6,672,272
Benefits	2,246,161	2,119,341	126,820	1,834,023
Purchased services	8,271,596	6,206,627	2,064,969	7,077,027
Supplies	643,421	216,462	426,959	166,100
Property	10,830	65,711	(54,881)	91,577
Other	294,819	184,139	110,680	198,030
Total general administration	18,839,035	16,346,486	2,492,549	16,039,029
School administration:				
Salaries	104,790,864	100,612,435	4,178,429	93,119,905
Benefits	33,609,912	32,188,430	1,421,482	27,896,681
Purchased services	766,888	772,015	(5,127)	732,411
Supplies	180	17,516	(17,336)	20,286
Total school administration	139,167,844	133,590,396	5,577,448	121,769,283
Business support:				
Salaries	7,992,702	7,060,869	931,833	6,250,956
Benefits	2,589,014	2,814,965	(225,951)	2,446,670
Purchased services	1,239,750	1,212,340	27,410	1,104,464
Supplies	575,318	553,939	21,379	1,563,225
Property	46,078	822,278	(776,200)	85,688
Other	24,532	22,816	1,716	11,569
Total business support	12,467,394	12,487,207	(19,813)	11,462,572
Operation and maintenance of plant services:				
Salaries	77,969,267	77,322,107	647,160	71,515,158
Benefits	27,853,331	25,823,876	2,029,455	21,568,107
Purchased services	26,693,369	21,771,007	4,922,362	20,472,682
Supplies	56,644,158	47,644,274	8,999,884	46,467,677
Property	2,685,746	2,307,731	378,015	2,601,012
Other	72,288	72,520	(232)	65,441
Total operation and maintenance of plant services	191,918,159	174,941,515	16,976,644	162,690,077

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-2

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
EXPENDITURES - Continued:				
Student transportation:				
Salaries	\$ 24,397,019	\$ 22,820,346	\$ 1,576,673	\$ 21,147,649
Benefits	8,715,554	7,829,262	886,292	6,284,614
Purchased services	621,327	494,026	127,301	365,855
Supplies	4,749,766	1,861,333	2,888,433	2,478,242
Property	12,920,818	17,870,527	(4,949,709)	2,165,712
Other	95,149	63,878	31,271	62,314
Total student transportation	51,499,633	50,939,372	560,261	32,504,386
Central support:				
Salaries	12,130,540	10,958,705	1,171,835	9,509,708
Benefits	11,629,905	4,362,350	7,267,555	3,423,231
Purchased services	19,411,045	3,560,563	15,850,482	3,455,398
Supplies	3,148,886	2,469,438	679,448	417,743
Property	1,295,788	657,179	638,609	848,596
Other	572,881	420,900	151,981	226,397
Total central support	48,189,045	22,429,135	25,759,910	17,881,073
Total support services	539,030,695	482,341,638	56,689,057	428,613,224
Facilities acquisition and construction services:				
Building improvements:				
Purchased services	250,000	208,154	41,846	-
Property	9,024,793	8,980,785	44,008	-
Total facilities acquisition and construction services	9,274,793	9,188,939	85,854	-
Debt Service:				
Principal	4,920,000	4,920,000	-	-
Interest	2,690,168	2,690,168	-	-
Total debt service	7,610,168	7,610,168	-	-
TOTAL UNDISTRIBUTED EXPENDITURES	555,915,656	499,140,745	56,774,911	428,613,224
TOTAL EXPENDITURES	1,327,945,275	1,263,110,085	64,835,190	1,154,946,915
EXCESS OF REVENUES OVER EXPENDITURES	146,690,099	232,336,892	85,646,793	213,830,064
OTHER FINANCING SOURCES (USES):				
Transfers in	2,000,000	-	(2,000,000)	-
Transfers out	(179,152,016)	(185,051,217)	(5,899,201)	(152,624,147)
TOTAL OTHER FINANCING SOURCES (USES)	(177,152,016)	(185,051,217)	(7,899,201)	(152,624,147)
NET CHANGE IN FUND BALANCE	(30,461,917)	47,285,675	77,747,592	61,205,917
FUND BALANCE, JULY 1	108,293,548	108,293,548	-	47,087,631
FUND BALANCE, JUNE 30	\$ 77,831,631	\$ 155,579,223	\$ 77,747,592	\$ 108,293,548

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - SPECIAL EDUCATION FUND
 COMPARATIVE BALANCE SHEETS
 JUNE 30, 2005 AND 2004

Schedule A-3

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 25,140,973	\$ 23,319,938
Accounts receivable	28,195	30,499
Prepays	<u>25,926</u>	<u>31,139</u>
TOTAL ASSETS	\$ <u>25,195,094</u>	\$ <u>23,381,576</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 425,056	\$ 447,411
Accrued salaries and benefits	<u>24,770,038</u>	<u>22,934,165</u>
Total liabilities	<u>25,195,094</u>	<u>23,381,576</u>
 FUND BALANCE:		
Reserved for:		
Prepays	25,926	31,139
Unreserved:		
Undesignated	<u>(25,926)</u>	<u>(31,139)</u>
Total fund balance	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>25,195,094</u>	\$ <u>23,381,576</u>

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - SPECIAL EDUCATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-4

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
REVENUES:				
Local sources:				
Other local sources	\$ -	\$ 10,412	\$ 10,412	\$ 6,405
State sources:				
State distributive fund	51,071,578	51,245,321	173,743	48,267,346
TOTAL REVENUES	51,071,578	51,255,733	184,155	48,273,751
EXPENDITURES:				
Current:				
SPECIAL PROGRAMS:				
Instruction:				
Salaries	128,772,380	121,806,381	6,965,999	112,476,060
Benefits	45,440,384	43,531,404	1,908,980	38,584,467
Purchased services	1,114,823	1,608,833	(494,010)	1,072,952
Supplies	2,921,943	2,240,122	681,821	2,265,684
Property	118,525	116,978	1,547	46,167
Other	1,695	895	800	2,085
Total instruction	178,369,750	169,304,613	9,065,137	154,447,415
Support services:				
Student transportation:				
Salaries	6,000	4,422	1,578	4,426
Benefits	140	42	98	37
Purchased services	516,105	47,688	468,417	483,592
Total student transportation	522,245	52,152	470,093	488,055
Other support services:				
Salaries	13,096,093	12,324,423	771,670	11,088,752
Benefits	4,082,089	3,828,228	253,861	3,388,850
Purchased services	786,156	550,380	235,776	604,403
Supplies	502,351	491,253	11,098	330,536
Property	40,832	38,471	2,361	36,033
Other	22,917	15,979	6,938	4,990
Total other support services	18,530,438	17,248,734	1,281,704	15,453,564
Total support services	19,052,683	17,300,886	1,751,797	15,941,619
TOTAL SPECIAL PROGRAMS	197,422,433	186,605,499	10,816,934	170,389,034
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student transportation:				
Salaries	20,069,948	19,506,144	563,804	17,944,224
Benefits	7,099,606	6,552,270	547,336	5,619,181
Purchased services	73,560	35,042	38,518	53,272
Supplies	2,405,500	2,270,918	134,582	1,786,497
TOTAL UNDISTRIBUTED EXPENDITURES	29,648,614	28,364,374	1,284,240	25,403,174

(Continued)

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - SPECIAL EDUCATION
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-4

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
<u>EXPENDITURES - Continued:</u>				
TOTAL EXPENDITURES	\$ 227,071,047	\$ 214,969,873	\$ 12,101,174	\$ 195,792,208
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(175,999,469)	(163,714,140)	12,285,329	(147,518,457)
OTHER FINANCING SOURCES:				
Transfers in	175,999,469	163,714,140	(12,285,329)	147,518,457
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, JULY 1	-	-	-	-
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ -	\$ -

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - DEBT SERVICE FUND
 COMPARATIVE BALANCE SHEETS
 JUNE 30, 2005 AND 2004

Schedule A-5

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 421,205,419	\$ 364,321,676
Accounts receivable	5,525,439	6,616,473
Interest receivable	<u>280,058</u>	<u>176,895</u>
 TOTAL ASSETS	 \$ <u>427,010,916</u>	 \$ <u>371,115,044</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Deferred revenue	\$ 3,064,126	\$ 3,510,920
Interest payable	<u>1,071,631</u>	<u>-</u>
Total liabilities	<u>4,135,757</u>	<u>3,510,920</u>
 FUND BALANCE:		
Reserved for:		
Debt service	<u>422,875,159</u>	<u>367,604,124</u>
Total fund balance	<u>422,875,159</u>	<u>367,604,124</u>
 TOTAL LIABILITIES AND FUND BALANCE	 \$ <u>427,010,916</u>	 \$ <u>371,115,044</u>

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-6

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Ad valorem taxes	\$ 278,349,409	\$ 281,493,373	\$ 3,143,964	\$ 250,155,941
Other local sources	30,000	29,877	(123)	23,862
Investment income:				
Net increase (decrease) in the fair value of investments	1,700,000	1,672,746	(27,254)	(1,113,688)
Interest income	5,270,110	8,879,338	3,609,228	5,195,411
TOTAL REVENUES	285,349,519	292,075,334	6,725,815	254,261,526
EXPENDITURES:				
Debt service:				
Principal	138,948,691	136,238,691	2,710,000	115,809,024
Interest	171,338,999	157,002,979	14,336,020	139,119,656
Payment to refunded bond escrow agent	8,474,706	2,804,275	5,670,431	2,947,344
Bond issuance costs	4,644,786	2,351,374	2,293,412	1,887,462
Purchased services	802,500	455,191	347,309	400,633
TOTAL EXPENDITURES	324,209,682	298,852,510	25,357,172	260,164,119
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(38,860,163)	(6,777,176)	32,082,987	(5,902,593)
OTHER FINANCING SOURCES (USES):				
Transfers in	64,160,481	60,065,013	(4,095,468)	55,674,642
General obligation refunding bonds issued	479,595,000	479,595,000	-	335,720,000
Premiums on general obligation refunding bonds	69,785,000	47,347,331	(22,437,669)	34,598,541
Payment to refunded bond escrow agent	(544,329,015)	(524,959,133)	19,369,882	(368,379,886)
TOTAL OTHER FINANCING SOURCES (USES)	69,211,466	62,048,211	(7,163,255)	57,613,297
NET CHANGE IN FUND BALANCE	30,351,303	55,271,035	24,919,732	51,710,704
FUND BALANCE, JULY 1	367,604,124	367,604,124	-	315,893,420
FUND BALANCE, JUNE 30	\$ 397,955,427	\$ 422,875,159	\$ 24,919,732	\$ 367,604,124

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - BOND FUND
 COMPARATIVE BALANCE SHEETS
 JUNE 30, 2005 AND 2004

Schedule A-7

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 429,308,046	\$ 297,700,775
Accounts receivable	22,265,958	20,932,737
Interest receivable	<u>2,814,697</u>	<u>1,718,525</u>
 TOTAL ASSETS	 \$ <u>454,388,701</u>	 \$ <u>320,352,037</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 20,540,547	\$ 27,617,478
Accrued salaries and benefits	881,341	1,060,554
Construction contracts and retentions payable	<u>38,440,843</u>	<u>34,381,825</u>
 Total liabilities	 <u>59,862,731</u>	 <u>63,059,857</u>
 FUND BALANCE:		
Reserved for:		
Encumbrances	213,998,017	240,664,159
Unreserved:		
Designated for:		
Capital improvements	<u>180,527,953</u>	<u>16,628,021</u>
 Total fund balance	 <u>394,525,970</u>	 <u>257,292,180</u>
 TOTAL LIABILITIES AND FUND BALANCE	 \$ <u>454,388,701</u>	 \$ <u>320,352,037</u>

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - BOND FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-8

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
REVENUES:				
Local sources:				
Real estate transfer tax	\$ 44,171,570	\$ 54,106,913	\$ 9,935,343	\$ 41,089,833
Room tax	52,979,874	59,100,398	6,120,524	51,687,682
Other local sources	259,570	-	(259,570)	24,141
Investment income:				
Net increase (decrease) in the fair value of investments	120,000	100,447	(19,553)	(1,692,199)
Interest income	9,203,019	11,569,261	2,366,242	6,781,753
TOTAL REVENUES	106,734,033	124,877,019	18,142,986	97,891,210
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Purchased services	2,000,000	1,170,366	829,634	663,919
Supplies	4,000,000	3,612,711	387,289	2,614,847
Property	29,500,000	13,346,603	16,153,397	33,022,299
Total instruction	35,500,000	18,129,680	17,370,320	36,301,065
Support services:				
Supplies	4,000,000	3,870,107	129,893	2,866,715
TOTAL REGULAR PROGRAMS	39,500,000	21,999,787	17,500,213	39,167,780
UNDISTRIBUTED EXPENDITURES:				
Business support:				
Purchased services	2,000,000	1,916,299	83,701	2,315,908
Other	500,000	401,028	98,972	255,533
Total business support	2,500,000	2,317,327	182,673	2,571,441
Operation and maintenance of plant services:				
Purchased services	125,000	-	125,000	-
Supplies	390,000	343,182	46,818	300,705
Property	300,000	88,328	211,672	256,945
Total operation and maintenance of plant services	815,000	431,510	383,490	557,650
Capital outlay:				
Facilities acquisition and construction services:				
Land acquisition services:				
Salaries	505,000	436,264	68,736	435,174
Benefits	171,925	135,537	36,388	132,269
Purchased services	200,000	182,323	17,677	143,801
Supplies	5,000	3,065	1,935	15,221
Property	23,794,000	12,938,320	10,855,680	4,428,528
Other	1,000	399	601	1,399
Total land acquisition services	24,676,925	13,695,908	10,981,017	5,156,392

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - BOND FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-8

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
<u>EXPENDITURES - Continued:</u>				
Site improvements:				
Salaries	\$ -	\$ -	\$ -	\$ 8,609
Benefits	-	-	-	79
Purchased services	64,700,000	51,904,945	12,795,055	54,368,891
Supplies	300,000	261,699	38,301	77,237
Total site improvements	65,000,000	52,166,644	12,833,356	54,454,816
Building acquisition and construction:				
Salaries	3,500,000	2,937,580	562,420	3,087,016
Benefits	705,000	474,339	230,661	494,395
Purchased services	298,200,000	253,826,033	44,373,967	255,769,209
Supplies	300,000	218,667	81,333	261,471
Property	5,500,000	5,277,311	222,689	3,092,938
Other	-	-	-	47,261
Total building acquisition and construction	308,205,000	262,733,930	45,471,070	262,752,290
Building improvements:				
Salaries	7,500,000	4,755,950	2,744,050	6,379,900
Benefits	2,146,875	863,280	1,283,595	940,917
Purchased services	73,673,443	34,399,051	39,274,392	54,148,274
Supplies	2,700,000	2,629,769	70,231	1,458,611
Property	9,000,000	8,674,616	325,384	570,575
Other	500	35	465	641
Total building improvements	95,020,818	51,322,701	43,698,117	63,498,918
Other facilities acquisition and construction:				
Salaries	10,870,000	10,729,846	140,154	10,605,015
Benefits	3,880,000	3,470,804	409,196	3,163,251
Purchased services	1,100,000	751,135	348,865	1,177,429
Supplies	300,000	272,400	27,600	362,910
Property	900,000	840,857	59,143	686,390
Other	100,000	67,860	32,140	124,669
Total other facilities acquisition and construction	17,150,000	16,132,902	1,017,098	16,119,664
Total facilities acquisition and construction services	510,052,743	396,052,085	114,000,658	401,982,080
TOTAL UNDISTRIBUTED EXPENDITURES	513,367,743	398,800,922	114,566,821	405,111,171
TOTAL EXPENDITURES	552,867,743	420,800,709	132,067,034	444,278,951
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(446,133,710)	(295,923,690)	150,210,020	(346,387,741)

(Continued)

CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - BOND FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET (GAAP BASIS) AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule A-8

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
OTHER FINANCING SOURCES (USES):				
Transfers out	\$ (71,160,481)	\$ (57,515,013)	\$ 13,645,468	\$ (55,674,642)
General obligation bonds issued	450,000,000	450,000,000	-	400,000,000
Premiums on general obligation bonds	40,672,493	40,672,493	-	29,291,843
TOTAL OTHER FINANCING SOURCES (USES)	<u>419,512,012</u>	<u>433,157,480</u>	<u>13,645,468</u>	<u>373,617,201</u>
NET CHANGE IN FUND BALANCE	(26,621,698)	137,233,790	163,855,488	27,229,460
FUND BALANCE, JULY 1	<u>257,292,180</u>	<u>257,292,180</u>	<u>-</u>	<u>230,062,720</u>
FUND BALANCE, JUNE 30	<u>\$ 230,670,482</u>	<u>\$ 394,525,970</u>	<u>\$ 163,855,488</u>	<u>\$ 257,292,180</u>

NONMAJOR GOVERNMENTAL FUNDS

Combining statements of all nonmajor
governmental activity.



CLARK COUNTY SCHOOL DISTRICT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2005
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2004)

Schedule B-1

ASSETS			TOTALS	
	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	2005	2004
Pooled cash and investments	\$ 65,585,268	\$ 97,993,252	\$ 163,578,520	\$ 74,873,516
Accounts receivable	20,311,360	2,224,054	22,535,414	33,020,941
Inventories	26,961	-	26,961	27,766
Prepays	3,384	-	3,384	25,861
TOTAL ASSETS	\$ 85,926,973	\$ 100,217,306	\$ 186,144,279	\$ 107,948,084
LIABILITIES AND FUND BALANCES				
LIABILITIES:				
Accounts payable	\$ 5,264,112	\$ 494,514	\$ 5,758,626	\$ 11,930,368
Accrued salaries and benefits	23,491,826	243,306	23,735,132	21,340,381
Deferred revenue	12,329,543	-	12,329,543	6,185,703
Other current liabilities	-	-	-	1,000,000
Construction contracts and retentions payable	-	172,664	172,664	504,731
Total liabilities	41,085,481	910,484	41,995,965	40,961,183
FUND BALANCES:				
Reserved for:				
Inventories	26,961	-	26,961	27,766
Prepays	3,384	-	3,384	25,861
Grants	272,757	-	272,757	922,757
Unreserved:				
Designated for:				
Capital replacements	-	6,835,732	6,835,732	6,691,506
Capital improvements	-	92,471,090	92,471,090	19,203,803
Undesignated	44,538,390	-	44,538,390	40,115,208
Total fund balance	44,841,492	99,306,822	144,148,314	66,986,901
TOTAL LIABILITIES AND FUND BALANCES	\$ 85,926,973	\$ 100,217,306	\$ 186,144,279	\$ 107,948,084

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule B-2

			TOTALS	
	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	2005	2004
REVENUES:				
Local sources	\$ 11,461,623	\$ 26,963,398	\$ 38,425,021	\$ 34,336,652
State sources	114,052,069	-	114,052,069	107,961,975
Federal sources	126,335,592	-	126,335,592	107,987,344
Other sources	-	523,781	523,781	3,526,552
TOTAL REVENUES	251,849,284	27,487,179	279,336,463	253,812,523
EXPENDITURES:				
Current:				
Instruction:				
Regular instruction	151,140,749	673,230	151,813,979	138,031,599
Special instruction	16,133,223	-	16,133,223	13,608,569
Vocational instruction	2,358,286	-	2,358,286	1,994,482
Adult instruction	6,112,318	-	6,112,318	5,166,019
Other instruction	17,129	-	17,129	18,077
Support services:				
Student support	12,174,792	-	12,174,792	9,376,223
Instructional staff support	28,990,068	-	28,990,068	22,349,043
Educational media services	4,287,284	-	4,287,284	4,097,183
General administration	18,759,612	-	18,759,612	17,783,372
School administration	202,540	-	202,540	326,884
Business support	241,280	940	242,220	270,056
Operation and maintenance of plant services	1,907,547	24,531	1,932,078	3,536,208
Student transportation	738,016	-	738,016	281,833
Central support	1,226,895	-	1,226,895	769,289
Other support services	3,588,345	-	3,588,345	2,899,220
Capital outlay:	-	36,314,209	36,314,209	23,414,970
TOTAL EXPENDITURES	247,878,084	37,012,910	284,890,994	243,923,027
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	3,971,200	(9,525,731)	(5,554,531)	9,889,496
OTHER FINANCING SOURCES:				
Transfers in	2,537,077	19,000,000	21,537,077	5,105,690
Transfers out	(2,750,000)	-	(2,750,000)	-
General obligation bonds issued	-	60,000,000	60,000,000	-
Premiums on general obligation bonds	-	3,928,867	3,928,867	-
TOTAL OTHER FINANCING SOURCES	(212,923)	82,928,867	82,715,944	5,105,690
NET CHANGE IN FUND BALANCES	3,758,277	73,403,136	77,161,413	14,995,186
FUND BALANCE, JULY 1	41,083,215	25,903,686	66,986,901	51,991,715
FUND BALANCE, JUNE 30	\$ 44,841,492	\$ 99,306,822	\$ 144,148,314	\$ 66,986,901

NONMAJOR SPECIAL REVENUE FUNDS

DISTRICT PROJECTS FUND

To account for transactions of the District relating to programs supported by special purpose grants and reimbursements from the State of Nevada and other non-federal governmental entities; reimbursements for school operations, private and governmental grants, gifts, donations, and grant-related cost recovery.

KLVX COMMUNICATIONS GROUP

To account for transactions and operations of the KLVX Communications Group including private and governmental gifts, grants and bequests.

FEDERAL PROJECTS FUND

To account for transactions of the District relating to federal grant programs.

MEDICAID FUND

To account for transactions of the District relating to grants and reimbursements from the Medicaid program for services rendered on behalf of eligible students.



CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2005
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2004)

Schedule C-1

					<u>TOTALS</u>	
	District Projects Fund	KLVX Communications Group Fund	Federal Projects Fund	Medicaid Fund	2005	2004
ASSETS						
Pooled cash and investments	\$ 40,271,465	\$ 3,751,991	\$ 6,187,543	\$ 15,374,269	\$ 65,585,268	\$ 48,247,441
Accounts receivable	784,429	265,989	15,857,387	3,403,555	20,311,360	30,964,532
Inventories	-	26,961	-	-	26,961	27,766
Prepays	2,500	884	-	-	3,384	17,484
TOTAL ASSETS	\$ 41,058,394	\$ 4,045,825	\$ 22,044,930	\$ 18,777,824	\$ 85,926,973	\$ 79,257,223
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ 1,725,128	\$ 73,049	\$ 3,148,536	\$ 317,399	\$ 5,264,112	\$ 10,903,865
Accrued salaries and benefits	15,529,291	64,896	7,887,237	10,402	23,491,826	21,084,440
Deferred revenue	1,696	318,690	11,009,157	1,000,000	12,329,543	6,185,703
Total liabilities	17,256,115	456,635	22,044,930	1,327,801	41,085,481	38,174,008
FUND BALANCE:						
Reserved for:						
Inventories	-	26,961	-	-	26,961	27,766
Prepays	2,500	884	-	-	3,384	17,484
Grants	-	272,757	-	-	272,757	922,757
Unreserved:						
Undesignated	23,799,779	3,288,588	-	17,450,023	44,538,390	40,115,208
Total fund balance	23,802,279	3,589,190	-	17,450,023	44,841,492	41,083,215
TOTAL LIABILITIES AND FUND BALANCES	\$ 41,058,394	\$ 4,045,825	\$ 22,044,930	\$ 18,777,824	\$ 85,926,973	\$ 79,257,223

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-2

					Totals	
	District Projects Fund	KLVX Communications Group Fund	Federal Projects Fund	Medicaid Fund	2005	2004
REVENUES:						
Local sources	\$ 6,281,768	\$ 5,168,976	\$ -	\$ 10,879	\$ 11,461,623	\$ 12,080,112
State sources	114,016,319	35,750	-	-	114,052,069	107,961,975
Federal sources	-	-	119,091,859	7,243,733	126,335,592	107,987,344
TOTAL REVENUES	120,298,087	5,204,726	119,091,859	7,254,612	251,849,284	228,029,431
EXPENDITURES:						
Current:						
Instruction:						
Regular instruction	98,153,515	-	50,728,879	2,258,355	151,140,749	137,359,831
Special instruction	683,176	-	14,877,063	572,984	16,133,223	13,608,569
Vocational instruction	406,312	-	1,951,974	-	2,358,286	1,994,482
Adult instruction	6,112,318	-	-	-	6,112,318	5,166,019
Other instruction	6,491	-	-	10,638	17,129	18,077
Total instruction	105,361,812	-	67,557,916	2,841,977	175,761,705	158,146,978
Support services:						
Student support	1,106,319	-	11,068,238	235	12,174,792	9,376,223
Instructional staff support	6,503,369	-	20,427,481	2,059,218	28,990,068	22,349,043
Educational media services	-	4,287,284	-	-	4,287,284	4,097,183
General administration	4,936,760	-	13,381,506	441,346	18,759,612	17,783,372
School administration	64,413	-	-	138,127	202,540	326,884
Business support	26,602	-	108,175	106,503	241,280	266,225
Operation and maintenance of plant services	399,781	-	1,466,299	41,467	1,907,547	3,416,235
Student transportation	36,192	-	656,244	45,580	738,016	281,833
Central support	62,034	-	1,147,454	17,407	1,226,895	768,587
Other support services	309,799	-	3,278,546	-	3,588,345	2,899,220
Total support services	13,445,269	4,287,284	51,533,943	2,849,883	72,116,379	61,564,805
TOTAL EXPENDITURES	118,807,081	4,287,284	119,091,859	5,691,860	247,878,084	219,711,783
EXCESS OF REVENUES OVER EXPENDITURES	1,491,006	917,442	-	1,562,752	3,971,200	8,317,648
OTHER FINANCING SOURCES:						
Transfers in	2,537,077	-	-	-	2,537,077	2,605,690
Transfers out	-	(2,750,000)	-	-	(2,750,000)	-
TOTAL OTHER FINANCING SOURCES (USES)	2,537,077	(2,750,000)	-	-	(212,923)	2,605,690
NET CHANGE IN FUND BALANCES	4,028,083	(1,832,558)	-	1,562,752	3,758,277	10,923,338
FUND BALANCE, JULY 1	19,774,196	5,421,748	-	15,887,271	41,083,215	30,159,877
FUND BALANCE, JUNE 30	\$ 23,802,279	\$ 3,589,190	\$ -	\$ 17,450,023	\$ 44,841,492	\$ 41,083,215

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2005 AND 2004

Schedule C-3

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 40,271,465	\$ 27,137,788
Accounts receivable	784,429	9,474,396
Prepays	<u>2,500</u>	<u>9,734</u>
TOTAL ASSETS	\$ <u>41,058,394</u>	\$ <u>36,621,918</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 1,725,128	\$ 2,191,413
Accrued salaries and benefits	15,529,291	14,656,309
Deferred revenue	<u>1,696</u>	<u>-</u>
Total liabilities	<u>17,256,115</u>	<u>16,847,722</u>
 FUND BALANCE:		
Reserved for:		
Prepays	2,500	9,734
Unreserved:		
Undesignated	<u>23,799,779</u>	<u>19,764,462</u>
Total fund balance	<u>23,802,279</u>	<u>19,774,196</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>41,058,394</u>	\$ <u>36,621,918</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-4

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Distance learning tuition	\$ 380,348	\$ 318,669	\$ (61,679)	\$ 380,348
Adult education	93,510	227,954	134,444	147,000
Professional development fees	203,362	219,151	15,789	203,362
Athletic proceeds	94,986	60,456	(34,530)	58,019
Donations and grants	2,414,369	1,074,554	(1,339,815)	3,070,538
Other local sources	2,778,348	4,139,309	1,360,961	3,132,390
Investment income:				
Net increase (decrease) in the fair value of investments	50,000	49,449	(551)	(15,312)
Interest income	128,995	192,226	63,231	143,018
Total local sources	6,143,918	6,281,768	137,850	7,119,363
State sources:				
State distributive fund	10,734,685	10,783,021	48,336	10,104,163
State special appropriations	110,189,850	103,233,298	(6,956,552)	97,622,062
Total state sources	120,924,535	114,016,319	(6,908,216)	107,726,225
TOTAL REVENUES	127,068,453	120,298,087	(6,770,366)	114,845,588
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Salaries	72,592,749	70,828,664	1,764,085	65,967,402
Benefits	28,380,851	22,305,233	6,075,618	21,162,679
Purchased services	154,460	487,559	(333,099)	84,504
Supplies	3,954,681	3,942,347	12,334	4,239,171
Property	899,193	563,873	335,320	198,539
Other	140,927	25,839	115,088	21,953
Total instruction	106,122,861	98,153,515	7,969,346	91,674,248
Support services:				
Student transportation:				
Purchased services	33,095	28,806	4,289	34,271
Other support services:				
Salaries	323,163	211,207	111,956	211,173
Benefits	145,543	48,756	96,787	58,222
Purchased services	369,056	439,191	(70,135)	148,241
Supplies	225,185	225,690	(505)	221,609
Property	5,000	-	5,000	34,848
Other	3,000	1,207	1,793	2,242
Total other support services	1,070,947	926,051	144,896	676,335
Total support services	1,104,042	954,857	149,185	710,606
TOTAL REGULAR PROGRAMS	107,226,903	99,108,372	8,118,531	92,384,854

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-4

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
SPECIAL PROGRAMS:				
Instruction:				
Salaries	\$ 766,950	\$ 680,000	\$ 86,950	\$ 590,000
Purchased services	-	416	(416)	-
Supplies	3,885	2,760	1,125	437
Property	4,948	-	4,948	-
Other	72	-	72	-
Total instruction	775,855	683,176	92,679	590,437
Support services:				
Student transportation:				
Property	114,055	-	114,055	-
Other support services:				
Salaries	194,788	194,351	437	70,000
Supplies	6,494	5,565	929	4,914
Property	65,448	-	65,448	2,053
Other	7,772	1,187	6,585	12,130
Total other support services	274,502	201,103	73,399	89,097
Total support services	388,557	201,103	187,454	89,097
TOTAL SPECIAL PROGRAMS	1,164,412	884,279	280,133	679,534
VOCATIONAL PROGRAMS:				
Instruction:				
Purchased services	146,658	24,525	122,133	93
Supplies	342,487	284,337	58,150	281,951
Property	162,550	97,450	65,100	49,613
TOTAL VOCATIONAL PROGRAMS	651,695	406,312	245,383	331,657
OTHER INSTRUCTIONAL PROGRAMS:				
School co-curricular activities:				
Instruction:				
Salaries	67,500	-	67,500	2,000
Purchased services	1,400	-	1,400	-
Supplies	278	166	112	1,000
Property	2,500	-	2,500	-
Other	2,658	-	2,658	3,051
Total instruction	74,336	166	74,170	6,051
Support services:				
Student transportation:				
Purchased services	1,622	-	1,622	-

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-4

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
EXPENDITURES - Continued:				
Other support services:				
Salaries	\$ 247	\$ -	\$ 247	\$ 167
Benefits	-	-	-	4
Purchased services	1,740	1,633	107	1,296
Supplies	2,400	235	2,165	476
Other	230	-	230	200
Total other support services	4,617	1,868	2,749	2,143
Total support services	6,239	1,868	4,371	2,143
Total school co-curricular activities	80,575	2,034	78,541	8,194
School athletics:				
Instruction:				
Supplies	9,387	6,325	3,062	-
Total school athletics	9,387	6,325	3,062	-
TOTAL OTHER INSTRUCTIONAL PROGRAMS	89,962	8,359	81,603	8,194
ADULT EDUCATION PROGRAMS:				
Instruction:				
Salaries	3,830,646	3,707,335	123,311	3,741,681
Benefits	602,003	541,128	60,875	558,596
Purchased services	83,516	87,363	(3,847)	55,790
Supplies	1,688,224	1,707,632	(19,408)	767,541
Property	143,402	65,167	78,235	41,440
Other	6,018	3,693	2,325	971
Total instruction	6,353,809	6,112,318	241,491	5,166,019
Support services:				
Salaries	3,025,329	2,488,861	536,468	2,066,442
Benefits	795,260	759,530	35,730	688,595
Purchased services	253,269	178,475	74,794	241,784
Supplies	244,436	204,902	39,534	1,297,279
Property	500,226	20,689	479,537	55,952
Other	2,746	-	2,746	973
Total support services	4,821,266	3,652,457	1,168,809	4,351,025
Student transportation:				
Purchased services	2,000	530	1,470	500
TOTAL ADULT EDUCATION PROGRAMS	11,177,075	9,765,305	1,411,770	9,517,544

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-4

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student support:				
Salaries	\$ 479,919	\$ 179,749	\$ 300,170	\$ 124,772
Benefits	249,539	12,534	237,005	11,200
Purchased services	33,679	33,384	295	37,346
Supplies	16,529	45,041	(28,512)	33,429
Other	71,374	7,897	63,477	946
Total student support	851,040	278,605	572,435	207,693
Instructional staff support:				
Salaries	3,105,746	2,550,939	554,807	2,335,839
Benefits	887,408	533,206	354,202	526,715
Purchased services	972,649	968,291	4,358	590,350
Supplies	720,482	630,491	89,991	654,740
Property	102,694	80,338	22,356	7,337
Other	835,066	805,941	29,125	576,671
Total instructional staff support	6,624,045	5,569,206	1,054,839	4,691,652
General administration:				
Salaries	1,559,966	1,464,325	95,641	1,176,625
Benefits	637,707	413,808	223,899	384,698
Purchased services	281,751	219,949	61,802	59,703
Supplies	105,840	83,879	21,961	36,704
Property	58,000	37,567	20,433	47,119
Other	25,784	15,405	10,379	5,134
Total general administration	2,669,048	2,234,933	434,115	1,709,983
School administration:				
Salaries	5,020	-	5,020	(9,918)
Benefits	649	-	649	248
Purchased services	69,565	63,989	5,576	57,812
Total school administration	75,234	63,989	11,245	48,142
Business support:				
Salaries	20,000	8,641	11,359	-
Benefits	10,000	2,618	7,382	-
Other	639	-	639	417
Total business support	30,639	11,259	19,380	417

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - DISTRICT PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-4

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
<u>EXPENDITURES - Continued:</u>				
Operation and maintenance of plant services:				
Salaries	\$ 14,730	\$ -	\$ 14,730	\$ 323
Benefits	514	-	514	6
Supplies	32,145	41,024	(8,879)	14,202
Property	9,481	10,772	(1,291)	-
Total operation and maintenance of plant services	56,870	51,796	5,074	14,531
Student transportation:				
Purchased services	25,000	6,856	18,144	20,506
Central support:				
Salaries	18,750	-	18,750	-
Benefits	625	-	625	-
Purchased services	-	2,083	(2,083)	1,643
Supplies	5,126	11,088	(5,962)	6,239
Property	78,750	-	78,750	-
Other	11,430	2,827	8,603	1,692
Total central support	114,681	15,998	98,683	9,574
Other support:				
Salaries	252,000	-	252,000	137
Benefits	250,031	-	250,031	(67,885)
Purchased services	15,910	-	15,910	-
Supplies	2,318	-	2,318	-
Property	30,000	-	30,000	-
Other	814,833	401,812	413,021	551,077
Total other support	1,365,092	401,812	963,280	483,329
TOTAL UNDISTRIBUTED EXPENDITURES	11,811,649	8,634,454	3,177,195	7,185,827
TOTAL EXPENDITURES	132,121,696	118,807,081	13,314,615	110,107,610
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,053,243)	1,491,006	6,544,249	4,737,978
OTHER FINANCING SOURCES (USES):				
Transfers in	3,152,547	2,537,077	(615,470)	2,605,690
Transfers out	(2,000,000)	-	2,000,000	-
TOTAL OTHER FINANCING SOURCES (USES)	1,152,547	2,537,077	1,384,530	2,605,690
NET CHANGE IN FUND BALANCE	(3,900,696)	4,028,083	7,928,779	7,343,668
FUND BALANCE, JULY 1	19,774,196	19,774,196	-	12,430,528
FUND BALANCE, JUNE 30	\$ 15,873,500	\$ 23,802,279	\$ 7,928,779	\$ 19,774,196

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - KLVX COMMUNICATIONS GROUP FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2005 AND 2004

Schedule C-5

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 3,751,991	\$ 5,585,774
Accounts receivable	265,989	182,254
Inventories	26,961	27,766
Prepays	<u>884</u>	<u>-</u>
TOTAL ASSETS	\$ <u>4,045,825</u>	\$ <u>5,795,794</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 73,049	\$ 29,609
Accrued salaries and benefits	64,896	60,859
Deferred revenue	<u>318,690</u>	<u>283,578</u>
Total liabilities	<u>456,635</u>	<u>374,046</u>
 FUND BALANCE:		
Reserved for:		
Inventories	26,961	27,766
Prepays	884	-
Grants	272,757	922,757
Unreserved:		
Undesignated	<u>3,288,588</u>	<u>4,471,225</u>
Total fund balance	<u>3,589,190</u>	<u>5,421,748</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>4,045,825</u>	\$ <u>5,795,794</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - KLVX COMMUNICATIONS GROUP FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-6

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
<u>REVENUES:</u>				
Local sources:				
Donations and grants	\$ 2,600,000	\$ 3,033,575	\$ 433,575	\$ 3,048,048
Other local sources	2,650,000	1,957,711	(692,289)	1,850,264
Investment income:				
Net increase (decrease) in the fair value of investments	25,000	21,779	(3,221)	(7,550)
Interest income	63,259	155,911	92,652	62,819
Total local sources	<u>5,338,259</u>	<u>5,168,976</u>	<u>(169,283)</u>	<u>4,953,581</u>
State sources:				
State special appropriations	<u>150,000</u>	<u>35,750</u>	<u>(114,250)</u>	<u>235,750</u>
TOTAL REVENUES	<u>5,488,259</u>	<u>5,204,726</u>	<u>(283,533)</u>	<u>5,189,331</u>
<u>EXPENDITURES:</u>				
Current:				
UNDISTRIBUTED EXPENDITURES:				
Educational media services:				
Salaries	1,530,087	1,250,164	279,923	1,209,597
Benefits	459,877	379,850	80,027	341,155
Purchased services	628,119	1,193,083	(564,964)	1,098,923
Supplies	348,128	316,533	31,595	1,217,179
Property	1,600	23,537	(21,937)	111,736
Other	1,021,500	1,124,117	(102,617)	118,593
Total educational media services	<u>3,989,311</u>	<u>4,287,284</u>	<u>(297,973)</u>	<u>4,097,183</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>1,498,948</u>	<u>917,442</u>	<u>(581,506)</u>	<u>1,092,148</u>
OTHER FINANCING SOURCES (USES):				
Transfers out	<u>-</u>	<u>(2,750,000)</u>	<u>(2,750,000)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	1,498,948	(1,832,558)	(3,331,506)	1,092,148
FUND BALANCE, JULY 1	<u>5,421,748</u>	<u>5,421,748</u>	<u>-</u>	<u>4,329,600</u>
FUND BALANCE, JUNE 30	<u>\$ 6,920,696</u>	<u>\$ 3,589,190</u>	<u>\$ (3,331,506)</u>	<u>\$ 5,421,748</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2005 AND 2004

Schedule C-7

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 6,187,543	\$ 1,824,943
Accounts receivable	<u>15,857,387</u>	<u>16,568,673</u>
TOTAL ASSETS	\$ <u>22,044,930</u>	\$ <u>18,393,616</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 3,148,536	\$ 7,966,804
Accrued salaries and benefits	7,887,237	6,325,272
Deferred revenue	<u>11,009,157</u>	<u>4,101,540</u>
Total liabilities	<u>22,044,930</u>	<u>18,393,616</u>
 FUND BALANCE:		
Unreserved:		
Undesignated	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>22,044,930</u>	\$ <u>18,393,616</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-8

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
<u>REVENUES:</u>				
Federal sources:				
Improving America's Schools Act	\$ 62,611,457	\$ 56,094,055	\$ (6,517,402)	\$ 44,237,235
Education Handicapped Act	47,163,477	43,257,154	(3,906,323)	36,141,334
Vocational aid	3,640,383	3,185,163	(455,220)	3,084,355
Other federal sources	17,211,739	16,555,487	(656,252)	15,575,257
TOTAL REVENUES	130,627,056	119,091,859	(11,535,197)	99,038,181
<u>EXPENDITURES:</u>				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Salaries	25,836,469	23,121,408	2,715,061	20,339,671
Benefits	6,814,229	6,578,935	235,294	5,823,904
Purchased services	4,965,488	1,920,269	3,045,219	235,385
Supplies	12,871,723	18,631,527	(5,759,804)	15,854,470
Property	227,233	388,961	(161,728)	1,332,624
Other	123,111	87,779	35,332	254,028
Total instruction	50,838,253	50,728,879	109,374	43,840,082
Support services:				
Student transportation:				
Purchased services	49,687	9,598	40,089	9,673
Other support services:				
Salaries	403,417	403,090	327	237,253
Benefits	513,463	118,497	394,966	79,341
Purchased services	21,889	5,252	16,637	9,263
Supplies	34,333	33,508	825	37,905
Total other support services	973,102	560,347	412,755	363,762
Total support services	1,022,789	569,945	452,844	373,435
TOTAL REGULAR PROGRAMS	51,861,042	51,298,824	562,218	44,213,517
SPECIAL PROGRAMS:				
Instruction:				
Salaries	10,631,059	8,144,277	2,486,782	7,658,032
Benefits	4,509,890	3,535,420	974,470	3,075,511
Purchased services	66,950	951,474	(884,524)	113,784
Supplies	972,544	2,245,892	(1,273,348)	1,389,093
Property	-	-	-	34,700
Other	10,300	-	10,300	5,000
Total instruction	16,190,743	14,877,063	1,313,680	12,276,120

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-8

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued				
Support Services:				
Student transportation:				
Purchased services	\$ 1,030	\$ -	\$ 1,030	\$ -
Other support services:				
Salaries	7,894,420	6,019,761	1,874,659	4,399,287
Benefits	2,320,946	1,632,053	688,893	1,300,313
Purchased services	5,494,380	4,870,898	623,482	5,741,252
Supplies	1,528,725	2,661,327	(1,132,602)	2,007,075
Property	95,790	54,735	41,055	98,377
Other	134,204	124,868	9,336	8,612
Total other support services	17,468,465	15,363,642	2,104,823	13,554,916
Total support services	17,469,495	15,363,642	2,105,853	13,554,916
TOTAL SPECIAL PROGRAMS	33,660,238	30,240,705	3,419,533	25,831,036
VOCATIONAL PROGRAMS:				
Instruction:				
Salaries	387,346	303,078	84,268	252,872
Benefits	159,422	124,390	35,032	100,928
Purchased services	62,727	27,280	35,447	13,824
Supplies	1,173,392	1,323,230	(149,838)	1,179,795
Property	166,860	164,560	2,300	107,086
Other	14,420	9,436	4,984	8,320
Total instruction	1,964,167	1,951,974	12,193	1,662,825
Other support services:				
Salaries	891,244	619,073	272,171	648,019
Benefits	206,066	166,236	39,830	176,253
Purchased services	152,234	114,447	37,787	128,476
Supplies	73,869	90,018	(16,149)	138,544
Property	15,450	-	15,450	8,176
Other	67,321	36,409	30,912	62,398
Total other support services	1,406,184	1,026,183	380,001	1,161,866
Total support services	1,406,184	1,026,183	380,001	1,161,866
TOTAL VOCATIONAL PROGRAMS	3,370,351	2,978,157	392,194	2,824,691
OTHER INSTRUCTIONAL PROGRAMS:				
Summer school:				
Support services:				
Salaries	-	-	-	153
Benefits	-	-	-	2
TOTAL OTHER INSTRUCTIONAL PROGRAMS	-	-	-	155

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-8

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
<u>EXPENDITURES - Continued</u>				
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student support:				
Salaries	\$ 983,252	\$ 1,046,263	\$ (63,011)	\$ 665,265
Benefits	303,311	286,621	16,690	183,005
Purchased services	976,334	769,154	207,180	135,411
Supplies	123,011	183,749	(60,738)	152,940
Property	-	-	-	6,289
Other	317,755	309,489	8,266	234,530
Total student support	2,703,663	2,595,276	108,387	1,377,440
Instructional staff support:				
Salaries	5,372,420	5,232,908	139,512	2,882,945
Benefits	2,814,595	1,656,879	1,157,716	1,635,493
Purchased services	5,916,449	4,291,940	1,624,509	3,940,900
Supplies	1,291,204	2,558,149	(1,266,945)	1,020,764
Property	5,665	46,826	(41,161)	(71,509)
Other	665,583	310,143	355,440	332,931
Total instructional staff support	16,065,916	14,096,845	1,969,071	9,741,524
General administration:				
Salaries	9,521,571	7,556,563	1,965,008	5,139,102
Benefits	2,992,899	2,429,681	563,218	1,611,461
Purchased services	1,000,096	778,080	222,016	1,008,060
Supplies	713,329	793,712	(80,383)	684,430
Property	79,383	39,152	40,231	94,776
Other	15,038	18,655	(3,617)	66,567
Total general administration	14,322,316	11,615,843	2,706,473	8,604,396
Business support:				
Salaries	42,295	40,038	2,257	40,928
Benefits	15,465	14,101	1,364	13,296
Total business support	57,760	54,139	3,621	54,224
Operation and maintenance of plant services:				
Salaries	1,104,338	1,074,127	30,211	916,602
Benefits	400,573	386,344	14,229	383,401
Purchased services	20,600	5,827	14,773	1,835,200
Total operation and maintenance of plant services	1,525,511	1,466,298	59,213	3,135,203
Student transportation:				
Purchased services	864,336	601,803	262,533	121,357
Property	-	44,843	(44,843)	66,174
Total student transportation	864,336	646,646	217,690	187,531

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - FEDERAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-8

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
<u>EXPENDITURES - Continued:</u>				
Central support:				
Salaries	\$ 547,198	\$ 514,583	\$ 32,615	\$ 355,721
Benefits	152,114	137,540	14,574	101,548
Purchased services	204,168	154,395	49,773	180,797
Supplies	-	174	(174)	856
Property	-	161	(161)	-
Other	1,962,074	13,728	1,948,346	14,040
Total central support	<u>2,865,554</u>	<u>820,581</u>	<u>2,044,973</u>	<u>652,962</u>
Other support:				
Salaries	-	286	(286)	45
Benefits	-	19	(19)	-
Supplies	5,150	13,590	(8,440)	12,061
Other	3,324,189	3,264,650	59,539	2,403,396
Total other support	<u>3,329,339</u>	<u>3,278,545</u>	<u>50,794</u>	<u>2,415,502</u>
Facilities acquisition and construction services:				
Purchased services	1,030	-	1,030	-
TOTAL UNDISTRIBUTED EXPENDITURES	<u>41,735,425</u>	<u>34,574,173</u>	<u>7,161,252</u>	<u>26,168,782</u>
TOTAL EXPENDITURES	<u>130,627,056</u>	<u>119,091,859</u>	<u>11,535,197</u>	<u>99,038,181</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	-	-	-	-
FUND BALANCE, JULY 1	-	-	-	-
FUND BALANCE, JUNE 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2005 AND 2004

Schedule C-9

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 15,374,269	\$ 13,698,936
Accounts receivable	3,403,555	4,739,209
Prepays	<u>-</u>	<u>7,750</u>
TOTAL ASSETS	\$ <u>18,777,824</u>	\$ <u>18,445,895</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 317,399	\$ 716,039
Accrued salaries and benefits	10,402	42,000
Deferred revenue	<u>1,000,000</u>	<u>1,800,585</u>
Total liabilities	<u>1,327,801</u>	<u>2,558,624</u>
 FUND BALANCE:		
Reserved for:		
Prepays	-	7,750
Unreserved:		
Undesignated	<u>17,450,023</u>	<u>15,879,521</u>
Total fund balance	<u>17,450,023</u>	<u>15,887,271</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>18,777,824</u>	\$ <u>18,445,895</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-10

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
REVENUES:				
Local sources:				
Other local sources	\$ -	\$ 10,879	\$ 10,879	\$ 7,168
Federal sources:				
Third-party billing	5,400,000	2,522,469	(2,877,531)	2,336,249
Administrative claiming	6,560,000	4,721,264	(1,838,736)	6,612,914
Total federal sources	11,960,000	7,243,733	(4,716,267)	8,949,163
TOTAL REVENUES	11,960,000	7,254,612	(4,705,388)	8,956,331
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Salaries	228,000	135,426	92,574	132,903
Benefits	15,269	8,118	7,151	3,189
Purchased services	370,500	342,669	27,831	139,117
Supplies	2,497,160	1,444,292	1,052,868	1,318,681
Property	456,000	304,388	151,612	225,615
Other	57,000	23,462	33,538	25,996
Total instruction	3,623,929	2,258,355	1,365,574	1,845,501
Support services:				
Student transportation:				
Purchased services	63,156	45,580	17,576	29,352
Other support services:				
Salaries	-	-	-	102
Benefits	-	-	-	2
Purchased services	1,065,900	5,731	1,060,169	747,721
Supplies	125,400	154,849	(29,449)	77,556
Property	57,000	17,586	39,414	9,182
Other	-	1,178	(1,178)	-
Total other support services	1,248,300	179,344	1,068,956	834,563
Total support services	1,311,456	224,924	1,086,532	863,915
TOTAL REGULAR PROGRAMS	4,935,385	2,483,279	2,452,106	2,709,416
SPECIAL PROGRAMS:				
Instruction:				
Salaries	1,832,800	15,418	1,817,382	14,595
Benefits	335,540	232	335,308	669
Supplies	571,749	294,310	277,439	454,500
Property	1,031,200	263,024	768,176	262,501
Other	7,500	-	7,500	9,747
Total instruction	3,778,789	572,984	3,205,805	742,012

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-10

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Support services:				
Student transportation:				
Salaries	\$ 1,300,000	\$ -	\$ 1,300,000	\$ -
Benefits	154,700	-	154,700	-
Total student transportation	1,454,700	-	1,454,700	-
Other support services:				
Salaries	73,500	-	73,500	-
Benefits	2,762	-	2,762	-
Purchased services	4,371,847	1,614,919	2,756,928	2,325,461
Supplies	1,494,160	235,053	1,259,107	93,994
Other	18,996	6,765	12,231	-
Total other support services	5,961,265	1,856,737	4,104,528	2,419,455
Total support services	7,415,965	1,856,737	5,559,228	2,419,455
TOTAL SPECIAL PROGRAMS	11,194,754	2,429,721	8,765,033	3,161,467
OTHER INSTRUCTIONAL PROGRAMS:				
School co-curricular activities:				
Instruction:				
Purchased services	2,000	1,325	675	-
Supplies	9,000	7,310	1,690	-
Property	3,000	2,003	997	12,026
TOTAL OTHER INSTRUCTIONAL PROGRAMS	14,000	10,638	3,362	12,026
UNDISTRIBUTED EXPENDITURES:				
Student support:				
Salaries	200	55	145	-
Benefits	50	10	40	-
Supplies	300	170	130	210
Total student support	550	235	315	210
Instructional staff support:				
Salaries	100,000	99,074	926	-
Benefits	3,000	2,228	772	-
Purchased services	55,000	53,483	1,517	-
Supplies	2,000	1,187	813	-
Other	200	167	33	-
Total instructional staff support	160,200	156,139	4,061	-

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-10

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
UNDISTRIBUTED EXPENDITURES:				
Support services:				
General administration:				
Salaries	\$ 57,000	\$ 2,726	\$ 54,274	\$ 15,315
Benefits	2,913	57	2,856	851
Purchased services	171,000	231,333	(60,333)	59,505
Supplies	85,500	43,492	42,008	65,632
Property	28,500	30,736	(2,236)	21,123
Other	57,000	-	57,000	23,784
Total general administration	401,913	308,344	93,569	186,210
School administration:				
Salaries	249,717	47,844	201,873	175,426
Benefits	43,377	3,764	39,613	23,845
Purchased services	49,020	65,976	(16,956)	26,470
Supplies	60,420	20,543	39,877	53,001
Total school administration	402,534	138,127	264,407	278,742
Business support:				
Salaries	127,224	82,176	45,048	84,453
Benefits	38,013	24,327	13,686	23,746
Total business support	165,237	106,503	58,734	108,199
Operation and maintenance of plant services:				
Purchased services	500	394	106	1,479
Supplies	45,000	41,073	3,927	4,126
Total operation and maintenance of plant services	45,500	41,467	4,033	5,605
Central support:				
Salaries	2,850	-	2,850	-
Benefits	-	12,732	(12,732)	-
Purchased services	17,100	2,285	14,815	3,701
Supplies	5,700	2,390	3,310	3,233
Property	34,200	-	34,200	-
Other	17,100	-	17,100	-
Total central support	76,950	17,407	59,543	6,934
TOTAL UNDISTRIBUTED EXPENDITURES	1,252,884	768,222	484,792	585,900
TOTAL EXPENDITURES	17,397,023	5,691,860	11,705,293	6,468,809

(Continued)

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS - MEDICAID FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule C-10

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	\$ <u>(5,437,023)</u>	\$ <u>1,562,752</u>	\$ <u>6,999,775</u>	\$ <u>2,487,522</u>
NET CHANGE IN FUND BALANCE	(5,437,023)	1,562,752	6,999,775	2,487,522
FUND BALANCE, JULY 1	<u>15,887,271</u>	<u>15,887,271</u>	-	<u>13,399,749</u>
FUND BALANCE, JUNE 30	\$ <u><u>10,450,248</u></u>	\$ <u><u>17,450,023</u></u>	\$ <u><u>6,999,775</u></u>	\$ <u><u>15,887,271</u></u>

NONMAJOR CAPITAL PROJECTS FUNDS

BUILDING AND SITE FUND

To account for the costs of construction, purchases, modernization, or furnishing of school buildings or sites as specified in NRS 387.335 or successor statutes.

GOVERNMENTAL SERVICES TAX FUND

To account for the capital projects paid with Governmental Services Taxes.

EXTRAORDINARY MAINTENANCE AND CAPITAL REPLACEMENT FUND

To account for the costs of capital projects that maintain District facilities and equipment in a fit operating condition.

TAX FUND

To account for the costs of capital projects undertaken with proceeds of ad valorem and other taxes of assessments received under NRS 387.3285, 387.3287, 387.33, and predecessor or successor statutes.



CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEETS
JUNE 30, 2005
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2004)

Schedule D-1

ASSETS	Building and Sites Fund	Governmental Services Tax Fund	Extraordinary Maintenance and Capital Replacement Fund	Tax Fund	TOTALS	
					2005	2004
Pooled cash and investments	\$ 73,967,542	\$ 16,070,492	\$ 6,835,732	\$ 1,119,486	\$ 97,993,252	\$ 26,626,075
Accounts receivable	-	2,224,054	-	-	2,224,054	2,056,409
Prepays	-	-	-	-	-	8,377
TOTAL ASSETS	\$ 73,967,542	\$ 18,294,546	\$ 6,835,732	\$ 1,119,486	\$ 100,217,306	\$ 28,690,861
LIABILITIES AND FUND BALANCES						
LIABILITIES:						
Accounts payable	\$ 29,206	\$ 465,308	\$ -	\$ -	\$ 494,514	\$ 1,026,503
Accrued salaries and benefits	-	243,306	-	-	243,306	255,941
Other current liabilities	-	-	-	-	-	1,000,000
Construction contracts and retentions payable	44,924	127,740	-	-	172,664	504,731
Total liabilities	74,130	836,354	-	-	910,484	2,787,175
FUND BALANCE:						
Reserved for:						
Prepays	-	-	-	-	-	8,377
Unreserved:						
Designated for:						
Capital replacements	-	-	6,835,732	-	6,835,732	6,691,506
Capital improvements	73,893,412	17,458,192	-	1,119,486	92,471,090	19,203,803
Total fund balances	73,893,412	17,458,192	6,835,732	1,119,486	99,306,822	25,903,686
TOTAL LIABILITIES AND FUND BALANCES	\$ 73,967,542	\$ 18,294,546	\$ 6,835,732	\$ 1,119,486	\$ 100,217,306	\$ 28,690,861

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule D-2

	Building and Sites Fund	Governmental Services Tax Fund	Extraordinary Maintenance and Capital Replacement Fund	Tax Fund	TOTALS	
					2005	2004
REVENUES:						
Local sources	\$ 1,563,054	\$ 25,182,494	\$ 162,005	\$ 55,845	\$ 26,963,398	\$ 22,256,540
Other sources	522,284	1,497	-	-	523,781	3,526,552
TOTAL REVENUES	2,085,338	25,183,991	162,005	55,845	27,487,179	25,783,092
EXPENDITURES:						
Current:						
Instruction:						
Regular instruction	-	655,451	17,779	-	673,230	671,768
Support services:						
Business support	-	940	-	-	940	3,831
Operation and maintenance of plant services	24,531	-	-	-	24,531	119,973
Central support	-	-	-	-	-	702
Capital outlay:	16,565,315	16,589,431	-	3,159,463	36,314,209	23,414,970
TOTAL EXPENDITURES	16,589,846	17,245,822	17,779	3,159,463	37,012,910	24,211,244
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(14,504,508)	7,938,169	144,226	(3,103,618)	(9,525,731)	1,571,848
OTHER FINANCING SOURCES:						
Transfers in	16,500,000	2,500,000	-	-	19,000,000	2,500,000
General obligation bonds issued	60,000,000	-	-	-	60,000,000	-
Premiums on general obligation bonds	3,928,867	-	-	-	3,928,867	-
TOTAL OTHER FINANCING SOURCES (USES)	80,428,867	2,500,000	-	-	82,928,867	2,500,000
NET CHANGE IN FUND BALANCES	65,924,359	10,438,169	144,226	(3,103,618)	73,403,136	4,071,848
FUND BALANCES, JULY 1	7,969,053	7,020,023	6,691,506	4,223,104	25,903,686	21,831,838
FUND BALANCES, JUNE 30	\$ 73,893,412	\$ 17,458,192	\$ 6,835,732	\$ 1,119,486	\$ 99,306,822	\$ 25,903,686

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - BUILDING AND SITES FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2005 AND 2004

Schedule D-3

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 73,967,542	\$ 9,059,343
Prepays	<u>-</u>	<u>8,377</u>
TOTAL ASSETS	\$ <u>73,967,542</u>	\$ <u>9,067,720</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 29,206	\$ 98,167
Construction contracts and retentions payable	44,924	500
Deposits payable	<u>-</u>	<u>1,000,000</u>
Total liabilities	<u>74,130</u>	<u>1,098,667</u>
 FUND BALANCE:		
Reserved for prepaids	-	8,377
Unreserved:		
Designated for Capital improvements	<u>73,893,412</u>	<u>7,960,676</u>
Total fund balance	<u>73,893,412</u>	<u>7,969,053</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>73,967,542</u>	\$ <u>9,067,720</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - BUILDING AND SITES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule D-4

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
<u>REVENUES:</u>				
Local sources:				
Rental income	\$ -	\$ 10,300	\$ 10,300	\$ -
Investment income:				
Net inc/(dec) in the fair value of investments	375,000	360,465	(14,535)	(13,057)
Interest income	1,135,741	1,192,289	56,548	106,346
Total local sources	1,510,741	1,563,054	52,313	93,289
Other sources:				
Sales of district property	2,000,000	522,284	(1,477,716)	3,525,886
TOTAL REVENUES	3,510,741	2,085,338	(1,425,403)	3,619,175
<u>EXPENDITURES:</u>				
UNDISTRIBUTED EXPENDITURES:				
Operation and maintenance of plant services:				
Purchased services	25,000	24,531	469	115,220
Capital outlay:				
Facilities acquisition and construction services:				
Land acquisition services:				
Purchased services	5,000	4,473	527	32,702
Property	660,000	654,015	5,985	310,897
Total land acquisition services	665,000	658,488	6,512	343,599
Site improvements:				
Purchased services	150,000	20,656	129,344	-
Property	550,000	257,259	292,741	172,831
Total site improvements	700,000	277,915	422,085	172,831
Building acquisition and construction:				
Salaries	2,500	2,171	329	-
Benefits	500	306	194	-
Purchased services	949,000	848,855	100,145	2,720
Supplies	-	-	-	229
Property	5,000,000	14,486,499	(9,486,499)	-
Total building acquisition and construction	5,952,000	15,337,831	(9,385,831)	2,949
Building improvements:				
Purchased services	18,000	16,796	1,204	5,342
Other facilities acquisition and construction:				
Purchased services	280,000	274,285	5,715	35,684
Total facilities acquisition and construction services	7,615,000	16,565,315	(8,950,315)	560,405
TOTAL UNDISTRIBUTED EXPENDITURES	7,640,000	16,589,846	(8,949,846)	675,625

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - BUILDING AND SITES FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule D-4

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
EXCESS(DEFICIENCY) OF REVENUES OVER(UNDER) EXPENDITURES	\$ (4,129,259)	\$ (14,504,508)	\$ (10,375,249)	\$ 2,943,550
OTHER FINANCING SOURCES (USES):				
Operating transfers to other funds	(1,500,000)	-	1,500,000	-
Operating transfers from other funds	-	16,500,000	16,500,000	-
General obligation bonds issued	60,000,000	60,000,000	-	-
Premiums on general obligation bonds	3,928,867	3,928,867	-	-
TOTAL OTHER FINANCING SOURCES (USES)	62,428,867	80,428,867	18,000,000	-
NET CHANGE IN FUND BALANCE	58,299,608	65,924,359	7,624,751	2,943,550
FUND BALANCE, JULY 1	7,969,053	7,969,053	-	5,025,503
FUND BALANCE, JUNE 30	\$ 66,268,661	\$ 73,893,412	\$ 7,624,751	\$ 7,969,053

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - GOVERNMENTAL SERVICES TAX FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2005 AND 2004

Schedule D-5

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ 16,070,492	\$ 6,652,122
Accounts receivable	<u>2,224,054</u>	<u>2,056,409</u>
TOTAL ASSETS	\$ <u>18,294,546</u>	\$ <u>8,708,531</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
LIABILITIES:		
Accounts payable	\$ 465,308	\$ 928,336
Accrued salaries and benefits	243,306	255,941
Construction contracts and retentions payable	<u>127,740</u>	<u>504,231</u>
Total liabilities	<u>836,354</u>	<u>1,688,508</u>
 FUND BALANCE:		
Unreserved:		
Designated for:		
Capital improvements	<u>17,458,192</u>	<u>7,020,023</u>
Total fund balance	<u>17,458,192</u>	<u>7,020,023</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>18,294,546</u>	\$ <u>8,708,531</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - GOVERNMENTAL SERVICES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule D-6

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Governmental services tax	\$ 22,416,484	\$ 24,893,165	\$ 2,476,681	\$ 21,976,945
Other local sources	750	-	(750)	1,256
Investment income:				
Net increase/(decrease) in the fair value of investments	60,000	59,898	(102)	(11,111)
Interest income	76,557	229,431	152,874	79,445
Total local sources	22,553,791	25,182,494	2,628,703	22,046,535
Other sources:				
Sales of district property	-	1,497	1,497	666
TOTAL REVENUES	22,553,791	25,183,991	2,630,200	22,047,201
EXPENDITURES:				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Purchased services	-	-	-	21,600
Supplies	30,000	20,507	9,493	3,412
Property	700,000	634,944	65,056	588,266
TOTAL REGULAR PROGRAMS	730,000	655,451	74,549	613,278
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Business support:				
Other	1,000	940	60	3,831
Operation and maintenance of plant services:				
Purchased services	-	-	-	4,753
Central support:				
Purchased services	-	-	-	702
Capital outlay:				
Facilities acquisition and construction services:				
Land acquisition services:				
Property	175,900	-	175,900	-
Site improvements:				
Salaries	275,000	7,998	267,002	160,166
Benefits	93,950	10,650	83,300	55,105
Purchased services	1,420,000	1,457,263	(37,263)	2,051,470
Supplies	80,000	74,989	5,011	56,995
Total site improvements	1,868,950	1,550,900	318,050	2,323,736
Architecture and engineering:				
Purchased services	140,000	136,579	3,421	66,996

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - GOVERNMENTAL SERVICES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule D-6

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
EXPENDITURES - Continued:				
Building acquisition and construction:				
Salaries	\$ 500	\$ 184	\$ 316	\$ 205,498
Benefits	-	-	-	19,740
Purchased services	479,500	22,539	456,961	275,726
Supplies	20,000	10,877	9,123	193,386
Total building acquisition and construction	500,000	33,600	466,400	694,350
Building improvements:				
Salaries	7,450,000	7,369,461	80,539	6,067,215
Benefits	1,710,705	1,648,379	62,326	1,374,724
Purchased services	2,840,035	2,506,049	333,986	7,082,636
Supplies	2,102,500	2,096,164	6,336	3,298,003
Property	700,000	633,785	66,215	1,449,729
Other	1,150	1,028	122	70
Total building improvements	14,804,390	14,254,866	549,524	19,272,377
Other facilities acquisition and construction:				
Salaries	200,000	136,154	63,846	138,830
Benefits	75,660	24,413	51,247	25,705
Purchased services	350,000	318,374	31,626	9,557
Supplies	4,000	3,239	761	8,970
Property	150,000	131,266	18,734	170,004
Other	100	40	60	-
Total other facilities acquisition and construction	779,760	613,486	166,274	353,066
Total facilities acquisition and construction services	18,269,000	16,589,431	1,679,569	22,710,525
TOTAL UNDISTRIBUTED EXPENDITURES	18,270,000	16,590,371	1,679,629	22,719,811
TOTAL EXPENDITURES	19,000,000	17,245,822	1,754,178	23,333,089
EXCESS OF REVENUES OVER EXPENDITURES	3,553,791	7,938,169	4,384,378	(1,285,888)
OTHER FINANCING SOURCES (USES):				
Transfers in	-	2,500,000	2,500,000	2,500,000
Operating transfers out	(1,500,000)	-	1,500,000	-
TOTAL OTHER FINANCING SOURCES (USES)	(1,500,000)	2,500,000	4,000,000	2,500,000
NET CHANGE IN FUND BALANCE	2,053,791	10,438,169	8,384,378	1,214,112
FUND BALANCE, JULY 1	7,020,023	7,020,023	-	5,805,911
FUND BALANCE, JUNE 30	\$ 9,073,814	\$ 17,458,192	\$ 8,384,378	\$ 7,020,023

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - EXTRAORDINARY MAINTENANCE AND CAPITAL
REPLACEMENT FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2005 AND 2004

Schedule D-7

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ <u>6,835,732</u>	\$ <u>6,691,506</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
FUND BALANCE:		
Reserved for:		
Unreserved:		
Designated for:		
Capital replacement	\$ <u>6,835,732</u>	\$ <u>6,691,506</u>
Total fund balance	<u>6,835,732</u>	<u>6,691,506</u>
 TOTAL LIABILITIES AND FUND BALANCE	 \$ <u>6,835,732</u>	 \$ <u>6,691,506</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - EXTRAORDINARY MAINTENANCE AND CAPITAL REPLACEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule D-8

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
<u>REVENUES:</u>				
Local sources:				
Investment income:				
Net inc/(dec) in the fair value of investments	\$ 33,000	\$ 32,510	\$ (490)	\$ (12,207)
Interest income	100,698	129,495	28,797	83,996
TOTAL REVENUES	133,698	162,005	28,307	71,789
<u>EXPENDITURES:</u>				
Current:				
REGULAR PROGRAMS:				
Instruction:				
Property	25,000	17,779	7,221	58,490
TOTAL REGULAR PROGRAMS	25,000	17,779	7,221	58,490
UNDISTRIBUTED EXPENDITURES:				
Support services:				
Student transportation:				
Property	9,975,000	-	9,975,000	-
Debt service:				
Principal	1,275,000	-	1,275,000	-
Interest	225,000	-	225,000	-
Total debt service	1,500,000	-	1,500,000	-
TOTAL UNDISTRIBUTED EXPENDITURES	11,475,000	-	11,475,000	-
TOTAL EXPENDITURES	11,500,000	17,779	11,482,221	58,490
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(11,366,302)	144,226	11,510,528	13,299
OTHER FINANCING SOURCES (USES):				
Transfers in	11,500,000	-	(11,500,000)	-
Operating transfers out	(1,500,000)	-	1,500,000	-
TOTAL OTHER FINANCING SOURCES (USES)	10,000,000	-	(10,000,000)	-
NET CHANGE IN FUND BALANCE	(1,366,302)	144,226	1,510,528	13,299
FUND BALANCE, JULY 1	6,691,506	6,691,506	-	6,678,207
FUND BALANCE, JUNE 30	\$ 5,325,204	\$ 6,835,732	\$ 1,510,528	\$ 6,691,506

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - TAX FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2005 AND 2004

Schedule D-9

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Pooled cash and investments	\$ <u>1,119,486</u>	\$ <u>4,223,104</u>
 <u>LIABILITIES AND FUND BALANCE</u>		
FUND BALANCE:		
Unreserved:		
Designated for:		
Capital improvements	\$ <u>1,119,486</u>	\$ <u>4,223,104</u>
Total fund balance	<u>1,119,486</u>	<u>4,223,104</u>
TOTAL LIABILITIES AND FUND BALANCE	\$ <u>1,119,486</u>	\$ <u>4,223,104</u>

CLARK COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS - TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule D-10

	2005			2004
	Budget	Actual	Variance- Positive (Negative)	Actual
REVENUES:				
Local sources:				
Investment income:				
Net inc/(dec) in the fair value of investments	\$ 11,000	\$ 10,723	\$ (277)	\$ (7,694)
Interest income	78,933	45,122	(33,811)	52,621
TOTAL REVENUES	89,933	55,845	(34,088)	44,927
UNDISTRIBUTED EXPENDITURES:				
Facilities acquisition and construction services:				
Land acquisition services:				
Purchased services	-	6,700	(6,700)	3,800
Property	-	3,152,763	(3,152,763)	140,240
TOTAL EXPENDITURES	-	3,159,463	(3,159,463)	144,040
NET CHANGE IN FUND BALANCE	89,933	(3,103,618)	(3,193,551)	(99,113)
FUND BALANCE, JULY 1	4,223,104	4,223,104	-	4,322,217
FUND BALANCE, JUNE 30	\$ 4,313,037	\$ 1,119,486	\$ (3,193,551)	\$ 4,223,104

NONMAJOR ENTERPRISE FUND

FOOD SERVICE FUND

To account for transactions relating to the food services provided to schools and other locations. Financing is provided by user charges and federal subsidies.



CLARK COUNTY SCHOOL DISTRICT
 FOOD SERVICE ENTERPRISE FUND
 COMPARATIVE SCHEDULE OF NET ASSETS
 JUNE 30, 2005 AND 2004

Schedule E-1

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Current assets:		
Pooled cash and investments	\$ 21,183,799	\$ 26,549,812
Accounts receivable	2,620,425	2,310,358
Inventories	4,104,881	5,128,237
Prepays	<u>8,242</u>	<u>12,475</u>
Total current assets	<u>27,917,347</u>	<u>34,000,882</u>
Noncurrent assets:		
Capital assets, net of accumulated depreciation	<u>8,911,425</u>	<u>4,873,892</u>
TOTAL ASSETS	<u>36,828,772</u>	<u>38,874,774</u>
 <u>LIABILITIES</u>		
Current liabilities:		
Accounts payable	1,226,868	656,044
Accrued salaries and benefits	819,619	542,802
Compensated absences liability - current	<u>335,187</u>	<u>192,233</u>
Total current liabilities	<u>2,381,674</u>	<u>1,391,079</u>
Noncurrent liabilities:		
Compensated absences liability	<u>341,103</u>	<u>317,734</u>
TOTAL LIABILITIES	<u>2,722,777</u>	<u>1,708,813</u>
 <u>NET ASSETS</u>		
Invested in capital assets, net of related debt	8,911,425	4,873,892
Unrestricted	<u>25,194,570</u>	<u>32,292,069</u>
TOTAL NET ASSETS	<u>\$ 34,105,995</u>	<u>\$ 37,165,961</u>

CLARK COUNTY SCHOOL DISTRICT
FOOD SERVICE ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule E-2

	2005		Variance- Positive (Negative)	2004
	Budget	Actual		Actual
<u>OPERATING REVENUES:</u>				
Daily food sales	\$ 23,094,458	\$ 22,241,882	\$ (852,576)	\$ 24,191,996
Catering sales	1,234,949	996,521	(238,428)	1,073,869
TOTAL OPERATING REVENUES	24,329,407	23,238,403	(1,091,004)	25,265,865
<u>OPERATING EXPENSES:</u>				
Food and supplies	39,278,852	35,989,410	3,289,442	27,712,357
Salaries	22,225,710	20,064,330	2,161,380	18,163,153
Benefits	9,217,489	7,385,697	1,831,792	6,007,065
Purchased services	2,855,760	2,138,750	717,010	1,917,755
Property	2,739,501	1,007,482	1,732,019	638,359
Depreciation	550,000	736,773	(186,773)	581,209
Other	51,551	2,259,063	(2,207,512)	18,465
TOTAL OPERATING EXPENSES	76,918,863	69,581,505	7,337,358	55,038,363
OPERATING LOSS	(52,589,456)	(46,343,102)	6,246,354	(29,772,498)
<u>NON-OPERATING REVENUES (EXPENSES):</u>				
Federal subsidies	38,060,468	38,787,425	726,957	31,990,800
Commodity revenue	-	3,517,790	3,517,790	2,791,405
Loss on disposal of asset	-	-	-	(29,343)
Other revenue (expenses)	(100,000)	24,367	124,367	4,837
Investment income:				
Net inc/(dec) in the fair value of investments	-	103,473	103,473	(41,350)
Interest income	206,000	409,251	203,251	300,906
TOTAL NON-OPERATING REVENUES (EXPENSES)	38,166,468	42,842,306	4,675,838	35,017,255
CHANGE IN NET ASSETS BEFORE TRANSFERS	(14,422,988)	(3,500,796)	10,922,192	5,244,757
Transfers in	300,000	440,830	140,830	321,363
CHANGE IN NET ASSETS	(14,122,988)	(3,059,966)	11,063,022	5,566,120
NET ASSETS, JULY 1	37,165,961	37,165,961	-	31,599,841
NET ASSETS, JUNE 30	\$ 23,042,973	\$ 34,105,995	\$ 11,063,022	\$ 37,165,961

INTERNAL SERVICE FUNDS

INSURANCE AND RISK MANAGEMENT FUND

To account for transactions relating to insurance and risk management services provided to other departments of the District on a reimbursement basis.

GRAPHIC ART PRODUCTIONS FUND

To account for transactions relating to printing services provided to other departments of the District on a cost reimbursement basis.



CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF NET ASSETS
JUNE 30, 2005
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2004)

Schedule F-1

ASSETS	Insurance and Risk	Graphic Arts	Totals	
	Management Fund	Production Fund	2005	2004
Current assets:				
Pooled cash and investments	\$ 34,816,813	\$ 1,585,421	\$ 36,402,234	\$ 30,486,402
Accounts receivable	197,300	-	197,300	137,242
Interest receivable	12,749	-	12,749	-
Inventories	-	-	-	252,055
Prepays	7,290	10,918	18,208	9,817
Total current assets	35,034,152	1,596,339	36,630,491	30,885,516
Noncurrent assets:				
Restricted pooled cash and investments:				
Certificate of deposit for self-insurance	5,666,000	-	5,666,000	5,666,000
Capital assets, net of accumulated depreciation	236,892	156,708	393,600	416,148
Total noncurrent assets	5,902,892	156,708	6,059,600	6,082,148
TOTAL ASSETS	40,937,044	1,753,047	42,690,091	36,967,664
<u>LIABILITIES</u>				
Current liabilities:				
Accounts payable	221,383	157,936	379,319	347,000
Accrued salaries and benefits	41,268	42,563	83,831	68,571
Liability insurance claims payable	10,087,868	-	10,087,868	13,740,103
Workers compensation claims payable	12,968,105	-	12,968,105	12,062,978
Compensated absences liability - current	39,350	41,429	80,779	82,449
Total current liabilities	23,357,974	241,928	23,599,902	26,301,101
Noncurrent liabilities:				
Compensated absences liability	36,709	14,603	51,312	30,066
TOTAL LIABILITIES	23,394,683	256,531	23,651,214	26,331,167
<u>NET ASSETS</u>				
Invested in capital assets, net of related debt	236,892	156,708	393,600	416,148
Restricted for certificate of deposit for self-insurance	5,666,000	-	5,666,000	5,666,000
Unrestricted	11,639,469	1,339,808	12,979,277	4,554,349
TOTAL NET ASSETS	\$ 17,542,361	\$ 1,496,516	\$ 19,038,877	\$ 10,636,497

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE TOTALS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule F-2

	Insurance and Risk Management Fund	Graphic Arts Production Fund	Totals	
			2005	2004
OPERATING REVENUES:				
Graphic production sales	\$ -	\$ 4,025,781	\$ 4,025,781	\$ 3,394,128
Insurance premiums	14,681,321	-	14,681,321	12,984,343
Subrogation claims	315,711	-	315,711	101,870
TOTAL OPERATING REVENUES	14,997,032	4,025,781	19,022,813	16,480,341
OPERATING EXPENSES:				
Salaries	831,242	670,009	1,501,251	1,500,600
Benefits	262,140	225,019	487,159	455,705
Purchased services	3,159,466	1,661,699	4,821,165	5,573,314
Supplies	18,877	544,764	563,641	733,039
Property	10,265	14,025	24,290	3,683
Insurance claims	4,055,120	-	4,055,120	9,425,817
Depreciation	19,556	37,976	57,532	58,235
Other expenses	3,255	-	3,255	4,608
TOTAL OPERATING EXPENSES	8,359,921	3,153,492	11,513,413	17,755,001
OPERATING INCOME (LOSS)	6,637,111	872,289	7,509,400	(1,274,660)
NON-OPERATING REVENUES (EXPENSES):				
Loss on disposal of assets	-	-	-	(33,444)
Investment income:				
Net inc/(dec) in the fair value of investments	149,835	6,034	155,869	(52,799)
Interest income	715,469	21,642	737,111	462,815
TOTAL NON-OPERATING REVENUES (EXPENSES)	865,304	27,676	892,980	376,572
CHANGE IN NET ASSETS BEFORE TRANSFERS	7,502,415	899,965	8,402,380	(898,088)
Transfers in	-	-	-	31,333
CHANGE IN NET ASSETS	7,502,415	899,965	8,402,380	(866,755)
NET ASSETS, JULY 1	10,039,946	596,551	10,636,497	11,503,252
NET ASSETS, JUNE 30	\$ 17,542,361	\$ 1,496,516	\$ 19,038,877	\$ 10,636,497

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS
COMBINING SCHEDULE OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2004)

Schedule F-3

	Insurance And Risk		Totals	
	Management	Graphic Productions	2005	2004
Cash flows from operating activities:				
Cash received from customers	\$ 14,681,321	\$ 4,025,959	\$ 18,707,280	\$ 16,378,504
Cash received from other operating sources	123,608	-	123,608	101,656
Cash paid for services and supplies	(3,617,878)	(1,961,780)	(5,579,658)	(6,333,444)
Cash paid for claims and other payments	(6,200,904)	-	(6,200,904)	(6,105,248)
Cash paid to employees	(1,106,553)	(873,188)	(1,979,741)	(1,957,100)
Net cash provided by operating activities	<u>3,879,594</u>	<u>1,190,991</u>	<u>5,070,585</u>	<u>2,084,368</u>
Cash flows from capital and related financing activities:				
Purchase of equipment	-	(34,984)	(34,984)	(20,730)
Net cash used in capital and related financing activities	<u>-</u>	<u>(34,984)</u>	<u>(34,984)</u>	<u>(20,730)</u>
Cash flows from investing activities:				
Interest income	702,720	21,642	724,362	462,816
Net increase/(decrease) in the fair value of investments	149,835	6,034	155,869	(52,799)
Sale of restricted investments	5,666,000	-	5,666,000	5,334,000
Purchase of restricted investments	(5,666,000)	-	(5,666,000)	(5,666,000)
Net cash provided by investing activities	<u>852,555</u>	<u>27,676</u>	<u>880,231</u>	<u>78,017</u>
Net increase in cash and cash equivalents	4,732,149	1,183,683	5,915,832	2,141,655
Cash and cash equivalents, July 1	<u>30,084,664</u>	<u>401,738</u>	<u>30,486,402</u>	<u>28,344,747</u>
Cash and cash equivalents, June 30	<u>34,816,813</u>	<u>1,585,421</u>	<u>36,402,234</u>	<u>30,486,402</u>
Restricted investments	<u>5,666,000</u>	<u>-</u>	<u>5,666,000</u>	<u>5,666,000</u>
Cash, cash equivalents, and restricted investments	<u>\$ 40,482,813</u>	<u>\$ 1,585,421</u>	<u>\$ 42,068,234</u>	<u>\$ 36,152,402</u>
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:				
Operating income (loss)	\$ 6,637,111	\$ 872,289	\$ 7,509,400	\$ (1,274,660)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	19,556	37,976	57,532	58,235
Change in assets and liabilities:				
(Increase)/decrease in accounts receivable	(60,236)	178	(60,058)	(88,149)
(Increase)/decrease in inventories	-	252,055	252,055	11,502
(Increase)/decrease in prepaids	1,933	(10,324)	(8,391)	2,747
Increase/(decrease) in accounts payable	2,870	29,449	32,319	38,999
Increase/(decrease) in workers compensation claims payable	905,127	-	905,127	683,267
Increase/(decrease) in liability insurance claims payable	(3,652,235)	-	(3,652,235)	2,628,260
Increase/(decrease) in liability for compensated absences	8,856	10,720	19,576	20,173
Increase/(decrease) in accrued salaries and benefits	16,612	(1,352)	15,260	3,994
Total adjustments	<u>(2,757,517)</u>	<u>318,702</u>	<u>(2,438,815)</u>	<u>3,359,028</u>
Net cash provided by operating activities	<u>\$ 3,879,594</u>	<u>\$ 1,190,991</u>	<u>\$ 5,070,585</u>	<u>\$ 2,084,368</u>
Noncash capital activities:				
Contribution of capital assets ¹	\$ -	\$ -	\$ -	\$ 31,333

¹ Contribution of capital assets represents an increase in capital assets contributed from governmental funds that did not affect cash

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS - INSURANCE AND RISK MANAGEMENT FUND
COMPARATIVE SCHEDULE OF NET ASSETS
JUNE 30, 2005 AND 2004

Schedule F-4

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Current assets:		
Pooled cash and investments	\$ 34,816,813	\$ 30,084,664
Accounts receivable	197,300	137,064
Interest receivable	12,749	-
Prepays	<u>7,290</u>	<u>9,223</u>
Total current assets	<u>35,034,152</u>	<u>30,230,951</u>
Noncurrent assets:		
Restricted pooled cash and investments:		
Certificate of deposit for self-insurance	5,666,000	5,666,000
Capital assets, net of accumulated depreciation	<u>236,892</u>	<u>256,448</u>
Total noncurrent assets	<u>5,902,892</u>	<u>5,922,448</u>
TOTAL ASSETS	<u>40,937,044</u>	<u>36,153,399</u>
<u>LIABILITIES</u>		
Current liabilities:		
Accounts payable	221,383	218,513
Accrued salaries and benefits	41,268	24,656
Liability insurance claims payable	10,087,868	13,740,103
Workers compensation claims payable	12,968,105	12,062,978
Compensated absences liability - current	<u>39,350</u>	<u>37,137</u>
Total current liabilities	<u>23,357,974</u>	<u>26,083,387</u>
Noncurrent liabilities:		
Compensated absences liability	<u>36,709</u>	<u>30,066</u>
TOTAL LIABILITIES	<u>23,394,683</u>	<u>26,113,453</u>
<u>NET ASSETS</u>		
Invested in capital assets, net of related debt	236,892	256,448
Restricted for certificate of deposit for self-insurance	5,666,000	5,666,000
Unrestricted	<u>11,639,469</u>	<u>4,117,498</u>
TOTAL NET ASSETS	<u>\$ 17,542,361</u>	<u>\$ 10,039,946</u>

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS - INSURANCE AND RISK MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule F-5

	2005		Variance Positive (Negative)	2004
	Budget	Actual		Actual
<u>OPERATING REVENUES:</u>				
Insurance premiums	\$ 14,966,586	\$ 14,681,321	\$ (285,265)	\$ 12,984,343
Subrogation claims	84,660	315,711	231,051	101,870
TOTAL OPERATING REVENUES	15,051,246	14,997,032	(54,214)	13,086,213
<u>OPERATING EXPENSES:</u>				
Salaries	857,773	831,242	26,531	724,605
Benefits	268,892	262,140	6,752	235,356
Purchased services	5,391,816	3,159,466	2,232,350	4,020,214
Supplies	22,000	18,877	3,123	14,836
Property	12,500	10,265	2,235	2,346
Insurance claims	10,712,552	4,055,120	6,657,432	9,425,817
Depreciation	31,650	19,556	12,094	19,888
Other expenses	5,000	3,255	1,745	4,608
TOTAL OPERATING EXPENSES	17,302,183	8,359,921	8,942,262	14,447,670
OPERATING INCOME (LOSS)	(2,250,937)	6,637,111	8,888,048	(1,361,457)
<u>NON-OPERATING REVENUES:</u>				
Investment income:				
Net inc/(dec) in the fair value of investments	-	149,835	149,835	(52,071)
Interest income	605,825	715,469	109,644	457,718
TOTAL NON-OPERATING REVENUES	605,825	865,304	259,479	405,647
CHANGE IN NET ASSETS BEFORE TRANSFERS	(1,645,112)	7,502,415	9,147,527	(955,810)
Transfers in	-	-	-	14,995
CHANGE IN NET ASSETS	(1,645,112)	7,502,415	9,147,527	(940,815)
NET ASSETS, JULY 1	10,039,946	10,039,946	-	10,980,761
NET ASSETS, JUNE 30	\$ 8,394,834	\$ 17,542,361	\$ 9,147,527	\$ 10,039,946

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS - GRAPHIC ARTS PRODUCTION FUND
COMPARATIVE SCHEDULE OF NET ASSETS
JUNE 30, 2005 AND 2004

Schedule F-6

<u>ASSETS</u>	<u>2005</u>	<u>2004</u>
Current assets:		
Pooled cash and investments	\$ 1,585,421	\$ 401,738
Accounts receivable	-	178
Inventories	-	252,055
Prepays	10,918	594
	<u>1,596,339</u>	<u>654,565</u>
Total current assets		
	<u>1,596,339</u>	<u>654,565</u>
Noncurrent assets:		
Capital assets, net of accumulated depreciation	156,708	159,700
	<u>156,708</u>	<u>159,700</u>
TOTAL ASSETS	<u>1,753,047</u>	<u>814,265</u>
 <u>LIABILITIES</u>		
Current liabilities:		
Accounts payable	157,936	128,487
Accrued salaries and benefits	42,563	43,915
Compensated absences liability - current	41,429	45,312
	<u>241,928</u>	<u>217,714</u>
Total current liabilities		
	<u>241,928</u>	<u>217,714</u>
Noncurrent liabilities:		
Compensated absences liability	14,603	-
	<u>14,603</u>	<u>-</u>
TOTAL LIABILITIES	<u>256,531</u>	<u>217,714</u>
 <u>NET ASSETS</u>		
Invested in capital assets, net of related debt	156,708	159,700
Unrestricted	1,339,808	436,851
	<u>1,339,808</u>	<u>436,851</u>
TOTAL NET ASSETS	<u>\$ 1,496,516</u>	<u>\$ 596,551</u>

CLARK COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUNDS - GRAPHIC ARTS PRODUCTION FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS
BUDGET (GAAP BASIS) AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE FISCAL YEAR ENDED JUNE 30, 2004)

Schedule F-7

	2005		Variance Positive (Negative)	2004
	Budget	Actual		Actual
<u>OPERATING REVENUES:</u>				
Graphic production sales	\$ 3,696,412	\$ 4,025,781	\$ 329,369	\$ 3,394,128
<u>OPERATING EXPENSES:</u>				
Salaries	980,160	670,009	310,151	775,995
Benefits	310,361	225,019	85,342	220,349
Purchased services	1,968,884	1,661,699	307,185	1,553,100
Supplies	812,019	544,764	267,255	718,203
Property	30,000	14,025	15,975	1,337
Depreciation	48,770	37,976	10,794	38,347
Other expenses	-	-	-	-
TOTAL OPERATING EXPENSES	4,150,194	3,153,492	996,702	3,307,331
OPERATING INCOME (LOSS)	(453,782)	872,289	1,326,071	86,797
<u>NON-OPERATING REVENUES (EXPENSES):</u>				
Loss on disposal of assets	-	-	-	(33,444)
Investment income:				
Net inc/(dec) in the fair value of investments	-	6,034	6,034	(728)
Interest income	2,305	21,642	19,337	5,097
TOTAL NON-OPERATING REVENUES (EXPENSES)	2,305	27,676	25,371	(29,075)
CHANGE IN NET ASSETS BEFORE TRANSFERS	(451,477)	899,965	1,351,442	57,722
Transfers in	-	-	-	16,338
CHANGE IN NET ASSETS	(451,477)	899,965	1,351,442	74,060
NET ASSETS, JULY 1	596,551	596,551	-	522,491
NET ASSETS, JUNE 30	\$ 145,074	\$ 1,496,516	\$ 1,351,442	\$ 596,551

This page is intentionally left blank

AGENCY FUND

STUDENT ACTIVITY AGENCY FUND

To account for the changes in assets and liabilities in the student activity funds under the control of the respective schools in the District.



CLARK COUNTY SCHOOL DISTRICT
 STUDENT ACTIVITY AGENCY FUND
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Schedule G-1

	<u>Balance July 1, 2004</u>	<u>Receipts</u>	<u>Disbursements</u>	<u>Balance June 30, 2005</u>
<u>ASSETS</u>				
Cash in bank	\$ 14,116,610	\$ 46,453,207	\$ (45,277,745)	\$ 15,292,072
<u>LIABILITIES</u>				
Due to student groups	\$ 14,116,610	\$ 46,453,207	\$ (45,277,745)	\$ 15,292,072

This page is intentionally left blank

CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS

Schedules of sources, functions and activities of capital assets used in the operation of governmental funds.



CLARK COUNTY SCHOOL DISTRICT
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 COMPARATIVE SCHEDULES BY SOURCE¹
 JUNE 30, 2005 AND 2004

Schedule H-1

	<u>2005</u>	<u>2004</u>
Governmental funds capital assets:		
Land	\$ 187,947,938	\$ 171,489,780
Land improvements	717,897,804	646,384,190
Building and building improvements	3,050,729,600	2,754,515,757
Furniture, fixtures and equipment	87,359,975	76,227,660
Vehicles	123,364,842	109,406,025
Construction in progress	<u>233,725,389</u>	<u>202,118,955</u>
Total governmental funds capital assets	<u>\$ 4,401,025,548</u>	<u>\$ 3,960,142,367</u>
Investments in governmental funds capital assets by source:		
General fund	\$ 128,834,140	\$ 101,941,378
Special revenue funds	12,371,630	11,678,297
Capital projects funds	<u>4,259,819,778</u>	<u>3,846,522,692</u>
Total governmental funds capital assets	<u>\$ 4,401,025,548</u>	<u>\$ 3,960,142,367</u>

¹ This schedule presents only the capital asset balances related to the governmental funds. Accordingly the capital assets reported in the internal service funds and the enterprise fund are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.

CLARK COUNTY SCHOOL DISTRICT
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE BY FUNCTION¹
 JUNE 30, 2005

Schedule H-2

FUNCTION	Land	Land Improvements	Buildings and Building Improvements	Furniture, Fixtures, and Equipment	Vehicles	Construction in Progress	Total
Instruction:							
Regular instruction	\$ 78,850,154	\$ 695,605,034	\$ 2,958,514,706	\$ 57,788,729	\$ 202,244	\$ 213,958,240	\$ 4,004,919,107
Special instruction	52,242	4,955,651	-	645,466	70,259	-	5,723,618
Vocational instruction	153,091	-	-	1,073,489	19,100	-	1,245,680
Adult instruction	-	-	-	214,868	24,998	-	239,866
Other instruction	-	-	-	110,095	-	-	110,095
Total instruction	\$ 79,055,487	\$ 700,560,685	\$ 2,958,514,706	\$ 59,832,647	\$ 316,601	\$ 213,958,240	\$ 4,012,238,366
Support services:							
Student support	-	-	1,438,751	115,959	127,979	-	1,682,689
Instructional staff support	-	51,321	8,440,684	2,817,503	432,631	-	11,742,139
Educational media services	1,320	-	2,798,857	4,952,661	182,997	-	7,935,835
General administration	460,156	9,362,082	2,757,868	604,724	142,872	19,767,149	33,094,851
School administration	-	-	-	5,199	-	-	5,199
Business support	-	-	3,527,657	796,158	215,552	-	4,539,367
Operation and maintenance of plant services	1,148,479	843,324	16,250,691	4,130,591	18,621,430	-	40,994,515
Student transportation	16,126	4,137,792	6,409,559	1,035,969	102,403,964	-	114,003,410
Central support	-	-	1,154,694	7,964,955	160,285	-	9,279,934
Facilities acquisition and construction services	107,266,370	2,942,600	49,436,133	5,103,609	760,531	-	165,509,243
Total support services	\$ 108,892,451	\$ 17,337,119	\$ 92,214,894	\$ 27,527,328	\$ 123,048,241	\$ 19,767,149	\$ 388,787,182
Total governmental funds capital assets	\$ 187,947,938	\$ 717,897,804	\$ 3,050,729,600	\$ 87,359,975	\$ 123,364,842	\$ 233,725,389	\$ 4,401,025,548

¹ This schedule presents only the capital assets balances related to the governmental funds. Accordingly, the capital assets reported in the internal service funds and the enterprise fund are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.

CLARK COUNTY SCHOOL DISTRICT
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
 SCHEDULE OF CHANGES BY FUNCTION¹
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Schedule H-3

FUNCTION	Governmental Funds Capital Assets	Additions	Deletions	Governmental Funds Capital Assets
	July 1, 2004			June 30, 2005
Instruction:				
Regular instruction	\$ 3,629,154,084	\$ 728,222,521	\$ 352,516,881	\$ 4,004,859,724
Special instruction	5,669,877	72,528	18,787	5,723,618
Vocational instruction	1,034,302	235,468	24,090	1,245,680
Adult instruction	216,880	45,682	22,696	239,866
Other instruction	110,095	-	-	110,095
Total instruction	\$ 3,636,185,238	\$ 728,576,199	\$ 352,582,454	\$ 4,012,178,983
Support services:				
Student support	1,661,560	21,129	-	1,682,689
Instructional staff support	11,425,804	344,348	28,013	11,742,139
Educational media services	7,812,043	158,815	35,023	7,935,835
General administration	17,695,398	18,449,918	3,050,465	33,094,851
School administration	-	5,199	-	5,199
Business support	4,422,837	184,943	68,413	4,539,367
Operation and maintenance of plant services	39,754,414	2,356,962	1,057,478	41,053,898
Student transportation	101,252,205	17,758,885	5,007,680	114,003,410
Central support	8,904,629	746,033	370,728	9,279,934
Facilities acquisition and construction services	131,028,239	34,630,632	149,628	165,509,243
Total support services	\$ 323,957,129	\$ 74,656,864	\$ 9,767,428	\$ 388,846,565
Total governmental funds capital assets	\$ 3,960,142,367	\$ 803,233,063	\$ 362,349,882	\$ 4,401,025,548

¹ This schedule presents only the capital asset balances related to the governmental funds. Accordingly, the capital assets reported in the internal service funds and the enterprise funds are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.

This page is intentionally left blank

STATISTICAL SECTION

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT

CLARK COUNTY SCHOOL DISTRICT
NET ASSETS BY CATEGORY
LAST FOUR FISCAL YEARS ¹
(accrual basis of accounting)

TABLE 1

	Fiscal Year		
	2002	2003	2004
Governmental activities			
Invested in capital assets, net of related debt	\$ 348,735,421	\$ 385,309,486	\$ 420,357,780
Restricted for:			
Debt service	264,367,754	315,893,420	367,604,124
Capital projects	76,001,937	46,379,432	78,726,587
Other purposes	6,142,000	5,334,000	6,316,000
Unrestricted	(15,287,132)	50,463,168	115,530,411
Subtotal governmental activities net assets	679,959,980	803,379,506	988,534,902
Business-type activities			
Invested in capital assets, net of related debt	4,367,947	4,864,907	4,873,892
Unrestricted	20,364,774	26,734,934	32,292,069
Subtotal business-type activities net assets	24,732,721	31,599,841	37,165,961
Primary government			
Invested in capital assets, net of related debt	353,103,368	390,174,393	425,231,672
Restricted for:			
Debt service	264,367,754	315,893,420	367,604,124
Capital projects	76,001,937	46,379,432	78,726,587
Other Purposes	6,142,000	5,334,000	6,316,000
Unrestricted	5,077,642	77,198,102	147,822,480
Total primary government net assets	\$ 704,692,701	\$ 834,979,347	\$ 1,025,700,863
			\$ 1,258,338,804

^{1/} Fiscal year 2002 was the first year the District presented net assets under GASB 34 guidelines. As such, accounting data is only available for the last three fiscal years.

NOTE: Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted when an external party, such as the state or federal government, places a restriction on how the resources may be used.

CLARK COUNTY SCHOOL DISTRICT
 EXPENSES, PROGRAM REVENUES AND NET (EXPENSES)/REVENUE BY FUNCTION/PROGRAM
 LAST FOUR FISCAL YEARS ¹
 (accrual basis of accounting)
 (dollars in thousands)

TABLE 2

Program/Function	Fiscal Year											
	2002 ³			2003			2004			2005		
	Expenses	Program Revenues	Net (Expense)/Revenue ²	Expenses	Program Revenues	Net (Expense)/Revenue ²	Expenses	Program Revenues	Net (Expense)/Revenue ²	Expenses	Program Revenues	Net (Expense)/Revenue ²
Governmental activities:												
Instruction:												
Regular	\$ 743,395	\$ 110,528	\$ (632,867)	\$ 823,075	\$ 115,636	\$ (707,439)	\$ 917,828	\$ 128,916	\$ (788,912)	\$ 975,536	\$ 130,928	\$ (844,608)
Special	160,571	22,220	(138,351)	167,597	24,506	(143,091)	181,629	32,020	(149,609)	199,986	71,946	(128,040)
Vocational	11,756	1,490	(10,266)	12,258	1,293	(10,965)	12,252	1,663	(10,589)	10,295	10,597	302
Adult	5,569	4,654	(915)	4,645	5,009	364	5,148	5,356	207	6,090	6,266	176
Other	5,307	2,442	(2,865)	5,146	2,247	(2,899)	5,708	2,426	(3,282)	6,335	2,550	(3,785)
Subtotal instruction	925,598	141,334	(785,264)	1,012,721	148,691	(864,030)	1,122,565	170,380	(952,185)	1,198,242	222,287	(975,955)
Support services:												
Student support	60,870	8,138	(52,732)	62,623	8,258	(54,365)	67,911	9,001	(58,911)	77,407	588	(76,819)
Instructional staff support	66,768	12,786	(53,982)	68,184	16,290	(51,894)	82,750	14,882	(67,868)	94,059	14,983	(79,076)
Educational media services	4,655	5,904	1,249	4,561	4,926	365	4,210	4,539	330	4,678	5,105	427
General administration	25,259	7,636	(17,623)	31,864	9,909	(21,955)	36,095	14,791	(21,303)	36,364	2,436	(33,928)
School administration	109,334	2,397	(106,937)	110,968	-	(110,968)	123,967	-	(123,967)	134,542	-	(134,542)
Business support	10,160	403	(9,757)	10,399	234	(10,165)	13,171	259	(12,911)	11,949	330	(11,619)
Operation and maintenance of plant services	141,508	1,986	(139,522)	147,081	1,399	(145,682)	152,232	4,015	(148,216)	179,056	301	(178,755)
Student transportation	57,289	1,071	(56,218)	61,699	149	(61,550)	67,052	198	(66,854)	72,811	1	(72,810)
Central support	14,864	508	(14,356)	19,719	102	(19,617)	17,553	752	(16,801)	23,143	-	(23,143)
Other support services	4,365	4,136	(229)	2,215	1,986	(229)	2,899	2,416	(483)	3,588	1,465	(2,123)
Facilities acquisition and construction services	68,105	54	(68,051)	8,943	-	(8,943)	17,039	-	(17,039)	23,421	-	(23,421)
Interest on long-term debt	111,837	-	(111,837)	135,102	-	(135,102)	129,300	-	(129,300)	147,765	-	(147,765)
Subtotal support services	675,014	45,019	(629,995)	663,358	43,253	(620,105)	714,179	50,854	(663,325)	808,782	25,208	(783,575)
Subtotal governmental activities expenses	1,601,612	186,353	(1,415,259)	1,676,079	191,944	(1,484,135)	1,836,744	221,234	(1,615,510)	2,007,024	247,494	(1,759,529)
Business-type activities:												
Food services	46,983	50,478	3,495	48,459	54,547	6,088	55,038	60,048	5,010	69,582	65,544	(4,038)
Total primary government ⁴	\$ 1,648,595	\$ 236,831	\$ (1,411,764)	\$ 1,724,538	\$ 246,491	\$ (1,478,047)	\$ 1,891,782	\$ 281,282	\$ (1,610,501)	\$ 2,076,605	\$ 313,038	\$ (1,763,567)

^{1/} Fiscal year 2002 was the first year the District presented accounting information under GASB 34 guidelines. As such, accounting data is only available for the last three fiscal years.

^{2/} Net (expense)/revenue is the difference between the expenses and program revenues of a program or function. It indicates the degree to which a program or function is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and other general revenues. Numbers in parentheses indicate that expenses were greater than program revenues and therefore general revenues were needed to finance that program or function. Numbers without parentheses mean that program revenues were more than sufficient to cover expenses.

^{3/} In fiscal year 2003, certain fiscal year 2002 expenses and program revenues were reclassified for comparative purposes.

CLARK COUNTY SCHOOL DISTRICT
GENERAL REVENUES AND OTHER CHANGES IN NET ASSETS
LAST FOUR FISCAL YEARS ¹
(accrual basis of accounting)
(dollars in thousands)

TABLE 3

	Fiscal Year			
	2002 ²	2003	2004	2005
Net (expense) revenue (see Table 2)				
Governmental activities	\$ (1,484,135)	\$ (1,615,510)	\$ (1,615,510)	\$ (1,759,529)
Business-type activities	6,088	5,010	5,010	(4,038)
Total primary government	<u>(1,478,047)</u>	<u>(1,610,501)</u>	<u>(1,610,501)</u>	<u>(1,763,567)</u>
General revenues and other changes in net assets				
Governmental activities:				
Taxes:				
Property taxes, levied for general purposes	271,319	309,028	336,971	378,670
Property taxes, levied for debt service	200,870	228,926	249,404	280,897
Local school support taxes	460,084	498,144	577,497	669,013
Governmental services tax	57,054	60,771	68,915	78,053
Room tax	42,108	44,371	51,688	59,100
Real estate transfer tax	19,563	24,708	41,090	54,107
Two percent franchise tax	2,128	2,201	2,869	2,845
Federal aid, not restricted to specific purposes	591	567	664	574
State aid, not restricted to specific purposes	380,099	398,722	440,743	428,709
Other local sources	15,608	19,314	19,464	13,841
Unrestricted investment earnings	24,446	20,803	11,030	29,759
Term endowment	-	-	650	100
Transfers	(748)	-	(321)	(441)
Subtotal governmental activities	<u>1,473,122</u>	<u>1,607,555</u>	<u>1,800,666</u>	<u>1,995,227</u>
Business-type activities:				
Other local sources	8	(207)	(25)	24
Unrestricted investment earnings	497	384	260	513
Transfers	748	602	321	441
Subtotal business-type activities	<u>1,253</u>	<u>779</u>	<u>556</u>	<u>978</u>
Total primary government	<u>1,474,375</u>	<u>1,608,334</u>	<u>1,801,222</u>	<u>1,996,205</u>
Change in net assets				
Governmental activities	(11,013)	(7,955)	185,155	235,698
Business-type activities	7,341	5,789	5,566	(3,060)
Total primary government	<u>\$ (3,672)</u>	<u>\$ (2,167)</u>	<u>\$ 190,722</u>	<u>\$ 232,638</u>

^{1/} Fiscal year 2002 was the first year the District presented accounting information under GASB 34 guidelines. As such, accounting data is only available for the last three fiscal years.

^{2/} In fiscal year 2003, change in net assets and certain fiscal year 2002 general revenues were reclassified for comparative purposes.

CLARK COUNTY SCHOOL DISTRICT
 FUND BALANCES, GOVERNMENTAL FUNDS
 LAST TEN FISCAL YEARS
 (modified accrual basis of accounting)

TABLE 4

	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
General Fund										
Reserved for:										
Inventories	\$ 3,123,238	\$ 2,462,465	\$ 2,558,839	\$ 3,167,053	\$ 3,495,544	\$ 2,476,935	\$ 2,574,507	\$ 1,817,803	\$ 1,939,549	\$ 2,969,636
Prepays	1,504,823	1,019,969	4,870,887	1,997,855	2,245,265	1,703,514	1,089,532	998,610	1,680,976	1,209,964
Capital leases	1,461,956	599,627	-	-	-	-	-	-	-	-
Encumbrances	1,514,383	15,000	-	-	-	-	3,360,789	3,242,400	11,314,523	21,995,950
Grants	-	-	-	-	-	-	159,741	-	3,010,030	-
Debt service	-	-	-	-	-	-	3,737,250	-	2,600,000	7,786,050
Unreserved:										
Designated	1,995,575	11,611,719	10,883,007	5,220,316	1,911,990	2,773,890	9,547,568	20,223,895	59,689,448	88,518,906
Undesignated	8,910,097	15,937,145	17,591,711	19,246,015	10,471,889	11,351,277	13,839,963	20,804,923	28,059,021	33,099,717
Subtotal general fund	18,510,072	31,645,925	35,904,444	29,631,239	18,124,688	18,305,616	34,309,350	47,087,631	108,293,547	155,579,223
All Other Governmental Funds										
Reserved for:										
Inventories	-	12,568	16,178	18,059	35,897	35,897	30,341	29,430	27,766	26,961
Prepays	38,735	145,505	50,997	99,121	135,613	280,593	96,612	55,348	57,000	29,310
Encumbrances	122,350,948	99,380,357	177,774,517	127,568,366	206,076,354	167,726,502	237,572,739	255,276,119	240,664,159	213,998,017
Grants	-	-	1,396,687	949,680	1,737,815	2,682,465	2,682,465	1,877,472	922,757	272,757
Debt service	65,995,237	68,451,475	79,888,141	98,074,163	119,905,940	158,581,812	262,452,162	314,387,690	367,604,124	422,875,159
Capital leases	-	895,048	981,451	1,028,906	1,078,657	1,130,813	1,884,800	-	-	-
Unreserved:										
Designated	441,930,302	594,242,962	331,279,990	288,317,988	294,104,687	158,611,082	414,977,302	24,019,108	42,523,330	279,834,775
Undesignated	18,424,299	8,374,074	11,496,558	8,049,461	12,402,495	10,468,121	20,973,766	2,302,688	40,084,069	44,512,464
Subtotal all other governmental funds	648,739,521	771,501,989	602,884,519	524,105,744	635,477,458	499,517,285	940,670,187	597,947,855	691,883,205	961,549,443
Total	667,249,593	803,147,914	638,788,963	553,736,983	653,602,146	517,822,901	974,979,537	645,035,486	800,176,752	1,117,128,666

CLARK COUNTY SCHOOL DISTRICT
 CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
 LAST FOUR FISCAL YEARS
 (modified accrual basis of accounting)

TABLE 5

	Fiscal year			
	2002	2003	2004	2005
Revenues				
Local	1,108,766,001	1,210,062,312	1,364,233,028	1,574,999,666
State	490,093,826	491,169,153	546,175,309	540,118,798
Federal	68,531,382	91,909,917	108,651,640	126,909,724
Other	497,318	4,914,837	3,956,012	963,338
Total Revenues	1,667,888,527	1,798,056,219	2,023,015,989	2,242,991,526
Expenditures				
Instruction	926,596,335	926,752,123	1,036,993,755	1,084,842,074
Student support	60,870,351	62,755,986	67,834,624	77,990,211
Instructional staff support	71,423,809	81,962,137	87,008,853	98,681,001
General administration	25,259,277	31,907,298	35,261,016	36,524,674
School administration	109,334,057	110,569,586	122,214,428	133,942,681
Business support	10,159,782	10,696,636	14,823,195	14,101,567
Operation and maintenance of plant services	141,508,279	149,756,085	165,070,997	178,871,347
Student transportation	57,288,798	75,618,507	61,016,503	82,408,330
Central support	14,864,701	19,290,149	18,651,135	23,656,030
Other support services	4,364,733	2,214,684	2,899,220	3,588,345
Facilities acquisition and construction services	436,150,062	1,539,502	1,770,325	9,188,939
Capital outlay	1,699,640	398,538,386	425,397,050	432,366,294
Debt service:				
Principal	97,350,000	110,446,402	115,809,024	141,158,691
Interest	111,409,427	140,225,415	139,119,656	159,693,147
Purchased services	-	508,524	400,633	455,191
Payment to refunded bond escrow agent	-	3,508,134	2,947,344	2,804,275
Bond issuance costs	-	1,211,427	1,887,462	2,351,374
Total Expenditures	2,068,279,251	2,127,500,981	2,299,105,220	2,482,624,171
Excess of revenues over (under) expenditures	(400,390,724)	(329,444,762)	(276,089,231)	(239,632,645)
Other Financing Sources/(Uses)				
Transfers in	245,496,664	221,742,544	208,298,789	245,316,230
Transfers out	(245,496,664)	(221,742,544)	(208,298,789)	(245,316,230)
General obligation bonds issued	-	-	400,000,000	510,000,000
General obligation refunding bonds issued	141,587,152	339,545,000	335,720,000	479,595,000
Proceeds from bonds	843,630,065	-	-	-
Premiums on general obligation bonds	-	30,469,071	63,890,384	91,948,691
Payment to refunded bond escrow agent	(140,858,549)	(368,749,244)	(368,379,886)	(524,959,133)
Total other financing sources/(uses)	844,358,668	1,264,827	431,230,498	556,584,558
Net change in fund balances	443,967,944	(328,179,935)	155,141,267	316,951,913

**CLARK COUNTY SCHOOL DISTRICT
TAXABLE ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF PROPERTY
LAST TEN FISCAL YEARS
(in thousands of dollars)**

TABLE 6

Fiscal Year Ended June 30,	Residential Property	Commerical Property	Other Property	Less:		Total Taxable Assessed Value
				Tax Exempt Property	Property	
1996	\$ 9,691,474	\$ 5,789,883	\$ 3,450,043	\$ 2,644,502	\$	\$ 16,286,898
1997	10,934,514	6,369,365	3,733,864	2,809,520		18,228,223
1998	12,019,442	6,876,929	5,977,891	4,835,199		20,039,063
1999	13,514,050	7,545,007	6,380,522	4,831,198		22,608,381
2000	15,346,208	9,311,679	7,484,894	5,785,690		26,357,090
2001	16,789,955	10,479,901	8,324,742	6,430,315		29,164,283
2002	18,601,828	11,511,454	8,807,357	6,714,867		32,205,772
2003	21,838,659	12,539,950	9,202,348	7,322,377		36,258,580
2004	24,503,278	13,323,216	9,934,913	7,909,234		39,852,173
2005	27,628,278	14,842,075	13,611,423	10,689,942		45,391,834

Source: Clark County Assessor

**CLARK COUNTY SCHOOL DISTRICT
PROPERTY TAX RATES * - ALL DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS**

TABLE 7

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
County Wide:										
County Funds	\$ 0.6705	\$ 0.6635	\$ 0.6635	\$ 0.6503	\$ 0.6429	\$ 0.6377	\$ 0.6202	\$ 0.6202	\$ 0.6502	\$ 0.6502
School District	1.1935	1.1935	1.3034	1.3034	1.3034	1.3034	1.3034	1.3034	1.3034	1.3034
State of Nevada	0.1650	0.1650	0.1650	0.1650	0.1650	0.1650	0.1650	0.1650	0.1700	0.1850
Cities:										
Boulder City	0.1861	0.1951	0.2007	0.2012	0.2022	0.2022	0.2038	0.2038	0.2038	0.2038
Henderson	0.7124	0.7124	0.7035	0.7081	0.7040	0.7108	0.7108	0.7108	0.7108	0.7108
Las Vegas	0.7512	0.7465	0.6771	0.6741	0.6875	0.6873	0.7817	0.7809	0.7796	0.7792
Mesquite	0.1120	0.1120	0.1120	0.1120	0.1520	0.3020	0.3020	0.3020	0.3020	0.5520
North Las Vegas	0.9625	0.9625	1.1611	1.1649	1.1649	1.1734	1.1987	0.4978	1.1987	1.1987
Unincorporated:										
Bunkerville	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
Enterprise	-	-	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Glendale	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	-	-	-
Indian Springs	0.0200	0.0200	0.0200	0.0200	0.0250	0.0200	0.0200	0.0200	0.0200	0.0200
Laughlin	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416	0.8416
Moapa	0.1526	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344	0.2344
Moapa Valley	0.0250	0.0250	0.0250	0.0250	0.0250	0.0200	0.0200	0.0200	0.0200	0.0200
Mt. Charleston	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
Paradise	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Searchlight	0.1199	0.1142	0.1158	0.1242	0.1177	0.1165	0.1232	0.1224	0.1153	0.1172
Spring Valley	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Summerlin	-	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Sunrise Manor	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Whitney (East Las Vegas)	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Winchester	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064	0.2064
Other Governments:										
Boulder City Library	0.0702	0.0736	0.0766	0.0766	0.1766	0.1832	0.1820	0.1655	0.1655	0.1640
Clark County Fire Service Area	0.1631	0.1862	0.1899	0.2031	0.2105	0.2157	0.2197	0.2197	0.2197	0.2197
Colorado River Ground Water Basin	0.0008	-	-	-	-	-	-	-	-	-
Coyote Spring Valley Groundwater Basin	-	-	-	-	0.1457	0.2981	0.0711	0.0287	0.0402	0.0575
Emergency 911 District	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050	0.0050
Henderson Library	0.0500	0.0500	0.0500	0.0500	0.0500	0.0502	0.0507	0.0531	0.0535	0.0533
Kyle Canyon Water District	0.1052	0.1036	0.0820	0.0798	0.0752	0.0487	0.0487	0.0456	0.0417	0.0414
Las Vegas Artesian Basin	0.0058	0.0052	0.0034	0.0031	0.0026	0.0024	0.0022	0.0020	0.0018	0.0016
Las Vegas-Clark County Library	0.1271	0.1156	0.0994	0.1027	0.0969	0.0952	0.0971	0.0949	0.0977	0.0958
Las Vegas Metro Police-Manpower -City	0.0990	0.0933	0.1100	0.1593	0.2058	0.2721	0.2800	0.2800	0.2800	0.2800
Las Vegas Metro Police-Manpower -County	0.0703	0.0726	0.1100	0.1593	0.2058	0.2721	0.2800	0.2800	0.2800	0.2800
Mt. Charleston Fire District	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813	0.8813
Muddy River Springs Area Groundwater Basin	-	-	-	-	0.1929	0.1657	0.1563	0.0970	0.0937	0.0899
North Las Vegas Library	0.0582	0.0582	0.0632	0.0632	0.0632	0.0632	0.0632	0.0632	0.0632	0.0632

* Per \$100 of assessed value, constitutional limit is \$3.64 on any one area's combined tax rate.

CLARK COUNTY SCHOOL DISTRICT
 PRINCIPAL PROPERTY TAX PAYERS
 CURRENT YEAR AND NINE YEARS AGO

TABLE 8

Taxpayer	2005		1996	
	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value	Taxpayer	Taxable Assessed Value
MGM MIRAGE	1,810,600,105	3.99%	MIRAGE RESORTS	\$ 496,764,630
MANDALAY RESORT GROUP	1,260,103,387	2.78%	NEVADA POWER	485,118,063
GENERAL GROWTH PROPERTIES	1,205,888,972	2.66%	CIRCUS CIRCUS PROPERTIES	404,300,800
CAESARS ENTERTAINMENT	1,020,983,079	2.25%	MGM GRAND HOTEL	322,256,790
NEVADA POWER	602,492,614	1.33%	LAS VEGAS HILTION	247,144,580
VENETIAN HOTEL & CASINO	419,745,502	0.92%	THE BOYD GROUP	156,347,950
BOYD/COAST GAMING CORP	407,435,003	0.90%	SPRINT/CENTRAL TELEPHONE	138,009,634
HARRAH'S ENTERTAINMENT	371,379,827	0.82%	OASIS RESIDENTIAL	132,732,470
PULTE HOMES	331,723,515	0.73%	BALLY'S GRAND	112,785,090
STATION CASINOS	325,177,045	0.72%	CAESARS PALACE REALTY	109,669,960
Total	\$ 7,755,529,049	17.09%	Total	\$2,605,129,967
				15.67%

Source: Assessor's Office, Secured and Unsecured Tax Roll 2004-05

CLARK COUNTY
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

TABLE 9

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1996	452,233,132	444,346,304	98.26%	7,874,631	452,220,935	99.99%
1997	503,842,509	497,694,024	98.78%	6,135,983	503,830,007	99.99%
1998	576,802,959	567,575,022	98.40%	9,207,533	576,782,555	99.99%
1999	649,470,127	642,770,695	98.97%	6,668,345	649,439,040	99.99%
2000	772,909,558	761,900,282	98.58%	10,966,421	772,866,703	99.99%
2001	869,504,679	854,836,513	98.31%	14,638,126	869,474,639	99.99%
2002	965,056,788	949,315,930	98.37%	15,629,036	964,944,966	99.99%
2003	1,133,573,346	1,118,892,620	98.70%	14,300,274	1,133,192,894	99.97%
2004	1,262,880,569	1,251,864,740	99.13%	9,461,617	1,261,326,357	99.88%
2005	1,449,654,109	1,439,911,686	99.33%	*	1,439,911,686	99.33%

* Still in the process of being collected
Data Source: Clark County Treasurer

**CLARK COUNTY SCHOOL DISTRICT
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS**

(dollars in thousands, except per capita)

TABLE 10

Fiscal Year	Governmental Activities			Business - Type Activities		Total Primary Government	Percentage of Personal Income ^a	Per Capita ^a
	General			Capital Leases	Capital Leases			
	General Obligation Bonds	Obligation Revenue Bonds	Capital Leases					
1996	1,148,487	-	11,156	342	-	1,159,985	4.28%	1,039
1997	1,457,657	-	18,918	176	-	1,476,751	4.87%	1,239
1998	1,417,567	-	16,317	90	-	1,433,974	4.36%	1,142
1999	1,580,172	-	15,335	22	-	1,595,530	4.32%	1,188
2000	1,613,612	250,000	12,674	-	-	1,876,286	4.70%	1,323
2001	1,537,677	445,620	9,887	-	-	1,993,184	4.66%	1,337
2002	1,971,477	717,485	1,938	-	-	2,690,900	5.81%	1,749
2003	1,836,743	731,265	-	-	-	2,568,008	5.13%	1,615
2004	2,147,609	706,490	-	-	-	2,854,099	5.66%	1,739
2005	2,543,246	677,210	-	-	-	3,220,456	N/A	1,877

Note: Details regarding the District's outstanding debt can be found in the notes to the financial statements.
^a See Table 15 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

**CLARK COUNTY SCHOOL DISTRICT
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS**

(dollars in thousands, except per capita)

TABLE 11

Fiscal Year	General Bonded Debt Outstanding			Total	Percentage of Actual Value ^a of Property	Per Capita ^b
	General Obligation Bonds	General Obligation Revenue Bonds				
1996	1,148,487	-	-	1,148,487	7.05%	1,029.17
1997	1,457,657	-	-	1,457,657	8.00%	1,222.66
1998	1,417,567	-	-	1,417,567	7.07%	1,129.36
1999	1,580,172	-	-	1,580,172	6.99%	1,176.13
2000	1,613,612	250,000	-	1,863,612	7.07%	1,313.59
2001	1,537,677	445,620	-	1,983,297	6.80%	1,330.04
2002	1,971,477	717,485	-	2,688,962	8.35%	1,747.73
2003	1,836,743	731,265	-	2,568,008	7.08%	1,615.37
2004	2,147,609	706,490	-	2,854,099	7.16%	1,738.68
2005	2,543,246	677,210	-	3,220,456	7.09%	1,877.45

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

^a See Table 6 for property value data.

^b Population data can be found in Table 15.

CLARK COUNTY SCHOOL DISTRICT
 DIRECT AND OVERLAPPING DEBT
 AS OF JUNE 30, 2005
(dollars in thousands)

TABLE 12

Governmental Unit	Gross Debt	Monies Available	Net Debt Outstanding	Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Direct Debt:					
Clark County School District	3,220,456	422,875	2,797,581	100%	2,797,581
Overlapping Debt:*					
County General Obligation Bonds	738,835	127,989 ²	610,846	100%	610,846
Bond Bank ¹	632,000	-	632,000	100%	632,000
Clark County Fire District	1,445	1,395 ²	50	100%	50
Regional Flood Control District ¹	134,465	12,809 ²	121,656	100%	121,656
Searchlight Town	90	41 ²	49	100%	49
Big Bend Water District ¹	11,463	-	11,463	100%	11,463
Department of Aviation ¹	79,550	-	79,550	100%	79,550
University Medical Center ¹	99,830	-	99,830	100%	99,830
Kyle Canyon Water District	73	-	73	100%	73
Clark County Sanitation District ¹	46,020	-	46,020	100%	46,020
Las Vegas Valley Water District ¹	976,390	-	976,390	100%	976,390
Other County Debt	1,844	191 ²	1,653	100%	1,653
Las Vegas Convention Authority ¹	226,630	16,770	209,860	100%	209,860
Boulder City	-	-	-	0%	-
City of Henderson	395,476	849	394,627	100%	394,627
City of Las Vegas	304,296	9,490	294,806	100%	294,806
City of North Las Vegas	105,405	4,811	100,594	100%	100,594
State of Nevada ¹	2,550,953	-	2,550,953	58%	1,479,553
Clark County Library District	41,125	9,780	31,345	100%	31,345
City of Mesquite	18,068	-	18,068	100%	18,068
Subtotal, overlapping debt					5,108,433
Clark County School District direct debt					2,797,581
Total direct and overlapping debt					\$ 7,906,014

* Cities, towns and special districts overlap with the County, School District, Convention Authority, Water District and State, but not with each other.

¹ Ad valorem taxes are not used to repay these debts.

² These monies are held in the Clark County debt service funds.

CLARK COUNTY SCHOOL DISTRICT
 LEGAL DEBT MARGIN
 AS OF JUNE 30, 2005
 (dollars in thousands)

Table 13

	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Assessed value ¹	\$ 18,572,268	\$ 20,879,732	\$ 23,263,303	\$ 26,275,108	\$ 30,309,121	\$ 33,307,913	\$ 36,490,325	\$ 40,613,953	\$ 44,624,019	\$ 50,804,470
Legal debt margin										
Debt limit (15% of assessed value)	2,785,840	3,131,960	3,489,495	3,941,266	4,546,368	4,996,187	5,473,549	6,092,093	6,693,603	7,620,671
Debt applicable to limit: General obligation bonds (see Table 11)	1,148,487	1,457,657	1,417,567	1,580,172	1,863,612	1,983,297	2,688,962	2,568,008	2,854,099	3,220,456
Legal debt margin	<u>\$ 1,637,353</u>	<u>\$ 1,674,303</u>	<u>\$ 2,071,928</u>	<u>\$ 2,361,094</u>	<u>\$ 2,682,756</u>	<u>\$ 3,012,890</u>	<u>\$ 2,784,587</u>	<u>\$ 3,524,085</u>	<u>\$ 3,839,504</u>	<u>\$ 4,400,215</u>
Total debt applicable to limit as a percentage of debt limit	41.23%	46.54%	40.62%	40.09%	40.99%	39.70%	49.13%	42.15%	42.64%	42.26%

Source: ¹Nevada Department of Taxation

Note: A statutory limit of bonded indebtedness for school districts is set forth in Chapter 387.400 of the Nevada Revised Statutes. The limitation is based on the 15 percent of the assessed valuation of property within the District, excluding motor vehicles.

CLARK COUNTY SCHOOL DISTRICT
 PLEDGED REVENUE BOND COVERAGE
 LAST TEN FISCAL YEARS
 (dollars in thousands)

TABLE 14

Fiscal Year	General Obligation Revenue Bonds							Coverage
	Room Tax	Real Estate Transfer Tax	Less: Operating Expenses	Net Operating Revenue	Debt Service			
					Principal	Interest		
1996	-	-	-	-	-	-	-	-
1997	-	-	-	-	-	-	-	-
1998	-	-	-	-	-	-	-	-
1999	-	-	-	-	-	-	-	-
2000	39,654	14,066	-	53,720	-	6,950	-	7.73
2001	45,762	16,482	111	62,133	4,380	15,360	-	3.15
2002	42,108	19,563	449	61,222	14,340	27,430	-	1.47
2003	44,371	24,708	474	68,605	26,135	32,324	-	1.17
2004	51,688	41,090	1,074	91,704	27,170	27,084	-	1.69
2005	59,100	54,107	1,284	111,923	28,295	26,191	-	2.05

Notes: The District issues general obligation debt that is additionally secured by a pledge of proceeds of taxes deposited in the District's Bond Fund. Pursuant to applicable Nevada law, effective August 1, 1997, the County Treasurer has been depositing the proceeds of 1% room tax collected within the County in the Bond Fund. The proceeds of a tax equivalent to 60 cents for each \$500 of value on transferred real property is also deposited by the County. As of July 1, 1999, the District has continued to receive the proceeds of an additional 5/8% room tax collected within the County. The District pledges the room tax and the real property transfer tax revenues to pay debt service on certain general obligation debt.

CLARK COUNTY SCHOOL DISTRICT
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS

TABLE 15

Fiscal Year	Population ¹	Personal Income (thousands of dollars)	Per Capita Personal Income ²	Number of Schools	School Enrollment ³	Unemployment Rate ⁴
1996	1,115,940	27,116,226	24,299	189	166,788	5.40%
1997	1,192,200	30,341,490	25,450	200	178,896	5.00%
1998	1,255,200	32,879,964	26,195	219	190,822	4.15%
1999	1,343,540	36,911,074	27,473	227	203,777	4.70%
2000	1,418,719	39,918,497	28,137	238	217,139	3.50%
2001	1,491,158	42,781,323	28,690	252	231,125	4.40%
2002	1,538,542	46,353,193	30,128	264	244,684	6.60%
2003	1,589,733	50,055,923	31,487	272	255,328	5.60%
2004	1,641,529	50,465,100	30,743	296	268,357	4.40%
2005	1,715,337	N/A	N/A	311	280,834	4.00%

Sources:

¹ Nevada State Demographer's Office as estimated for June 30, 2005

² Bureau of Economic Analysis

³ Clark County School District (4th Week) - Public School Enrollment Only

⁴ Nevada Department of Employment Security

**CLARK COUNTY SCHOOL DISTRICT
 PRINCIPAL EMPLOYERS IN CLARK COUNTY
 CURRENT YEAR**

TABLE 16

2005

Employer

- Clark County School District
- Clark County
- Bellagio, LLC
- Mandalay Bay Resort and Casino
- MGM Grand Hotel/Casino
- The Mirage Casino-Hotel
- State of Nevada
- Caesar's Palace
- Las Vegas Metropolitan Police
- University of Nevada, Las Vegas

Source: Las Vegas Perspective, 2005

CLARK COUNTY SCHOOL DISTRICT
 DISTRICT EMPLOYEES BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

TABLE 17

Function/program	Fiscal Year									
	1996	1997	1998	1999	2000	2001	2002	2003	2004	2005
Instruction	11,393	12,384	13,664	15,125	16,183	16,671	17,651	18,111	19,265	20,303
Student Support	761	815	902	943	996	1,077	1,087	1,106	1,138	1,251
Instruction Staff Support	503	571	669	801	829	837	886	919	930	1,013
General Administration	180	188	198	202	213	239	258	305	344	409
School Administration	1,672	1,831	1,938	2,109	2,139	2,288	2,387	2,196	2,367	2,512
Business Support	186	187	200	214	207	212	210	215	257	246
Operating/Maint. Plant Services	1,549	1,613	1,744	1,873	1,970	2,007	2,025	2,153	2,305	2,394
Student Transportation	978	1,008	1,111	1,232	1,220	1,293	1,305	1,377	1,445	1,541
Central Support Services	197	175	200	204	220	198	207	195	215	245
Other Support	17	13	6	7	5	3	4	6	1	3
Food Service	917	1,022	1,167	1,276	1,624	1,658	2,314	2,228	2,113	2,426
Facilities acquisition and construction services	248	261	301	298	324	375	400	481	506	498
Total	18,601	20,068	22,100	24,284	25,930	26,858	28,734	29,292	30,886	32,841

CLARK COUNTY SCHOOL DISTRICT
 GOVERNMENTAL FUNDS CAPITAL ASSET STATISTICS BY FUNCTION
 LAST FOUR FISCAL YEARS

TABLE 18

Function/program	Fiscal Year			
	2002	2003	2004	2005
Instruction:				
Regular instruction	\$ 2,773,203,120	\$ 3,198,837,982	\$ 3,629,154,084	\$ 4,004,859,724
Special instruction	5,352,123	5,513,673	5,669,877	5,723,618
Vocational instruction	788,888	912,477	1,034,302	1,245,680
Adult instruction	188,262	202,230	216,880	239,866
Other instruction	92,414	110,095	110,095	110,095
Total instruction	\$ 2,779,624,807	\$ 3,205,576,457	\$ 3,636,185,238	\$ 4,012,178,983
Support services:				
Student support	1,473,750	1,486,336	1,661,560	1,682,689
Instructional staff support	1,665,688	10,524,691	11,425,804	11,742,139
Educational media services	6,681,801	7,512,754	7,812,043	7,935,835
General administration	65,469,993	21,020,741	17,695,398	33,094,851
School administration	-	-	-	5,199
Business support	4,105,100	4,243,667	4,422,837	4,539,367
Operation and maintenance of plant services	21,266,255	24,280,077	39,754,414	41,053,898
Student transportation	84,762,067	101,825,350	101,252,205	114,003,410
Central support	9,452,078	7,135,071	8,904,629	9,279,934
Facilities acquisition and construction services	116,446,036	130,581,300	131,028,239	165,509,243
Total support services	\$ 311,322,768	\$ 308,609,987	\$ 323,957,129	\$ 388,846,565
Total governmental funds capital assets	\$ 3,090,947,575	\$ 3,514,186,444	\$ 3,960,142,367	\$ 4,401,025,548

COMPLIANCE AND CONTROLS

COMPREHENSIVE
ANNUAL
FINANCIAL REPORT



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

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

To the Board of Trustees of the
Clark County School District,
Clark County, Nevada

We have audited the financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Clark County School District, Clark County, Nevada (the "District") as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements and have issued our report thereon dated October 7, 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District'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 an opinion 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 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 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

As part of obtaining reasonable assurance about whether the District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management and others within the District, 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.

Kajoury, Armstrong & Co.

Las Vegas, Nevada
October 7, 2005



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

**INDEPENDENT AUDITOR'S 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 Board of Trustees of the
Clark County School District
Clark County, Nevada

Compliance

We have audited the compliance of Clark County School District, Clark County, Nevada (the "District") 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. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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

In our opinion, the District 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 the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District'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 the 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 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 noncompliance with applicable requirements of laws, regulations, contracts and grants caused by error or fraud 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.

This report is intended solely for the information and use of management and others within the District, 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.

Kapoury, Armstrong & Co.

Las Vegas, Nevada
October 7, 2005

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
U.S. DEPARTMENT OF EDUCATION			
<i>DIRECT PROGRAMS:</i>			
FIE - Health Occupations	84.215		\$ 7,168
FIE - Stars	84.215		148,638
FIE - Physical Education Program	84.215		364,039
FIE - Middle School Literacy	84.215		104,130
FIE - Earmark Grant	84.215		1,722,170
FIE - Desert Sunrise	84.215		149,921
FIE- Intensive Math & Reading Intervention	84.215		86,141
FIE - Living American Freedom, Living American History	84.215		265,361
FIE - Smaller Learning Communities	84.215		732,266
Total			<u>3,579,834</u>
21st Century Community Learning Centers	84.287		6,686
21st Century Community Learning Centers	84.287		72,056
Total			<u>78,742</u>
Impact Aid: Maintenance and Operations	84.041		564,516
Indian Education: Formula Grants to Local Schools	84.060		148,102
Magnet Schools Assistance	84.165		2,182,090
Safe Schools/Healthy Students	84.184		1,046,048
Space Explorers	84.214		21
Transition to Teaching	84.350		380,300
Total Direct Programs			<u>7,979,653</u>
<i>PASS THROUGH PROGRAMS FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Special Education Cluster			
Response To Intervention	84.027	04-2715-81	7,079
Educate the Handicapped: Case Load	84.027	04-2715-72	2,187,493
Educate the Handicapped	84.027	04-2715-03	32,078,123
Summer Workshop 2004	84.027	05-2715-28	2,915
Total			<u>34,275,610</u>
Educate the Handicapped Child: Preschool	84.173	05-2715-43	1,037,834
Total			<u>1,037,834</u>
Total Special Education Cluster			<u>35,313,444</u>

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
Project Improve	84.323	05-2715-96	38,049
Project Improve	84.323	05-2715-98	80,082
Total			<u>118,131</u>
Title I: Part D	84.010	2005-271232	346,051
Title I: Disadvantaged	84.010	2005-271208	39,754,826
Title I: School Improvement	84.010	04-2713-91-TE	1,517
Title I: School Improvement	84.010	04-2712-90-RE	17,772
Title I: School Improvement	84.010	04-2712-89-LE	2,545
Title I: School Improvement	84.010	04-2712-88-CE	10,302
Title I: School Improvement	84.010	2005-2712-136	18,718
Title I: School Improvement	84.010	2005-2712-140	46,830
Title I: School Improvement	84.010	2005-2712-139	21,913
Title I: School Improvement	84.010	2004-2712-111	39,937
Title I: School Improvement	84.010	2004-2712-112	11,739
Title I: School Improvement	84.010	2004-2712-113	17,229
Title I: School Improvement	84.010	2004-2712-114	44,673
Title I: School Improvement	84.010	2004-2712-115	27,316
Title I: School Improvement	84.010	2004-2712-116	38,020
Title I: School Improvement	84.010	2004-2712-117	13,339
Title I: School Improvement	84.010	2004-2712-118	32,377
Title I: School Improvement	84.010	2004-2712-120	24,576
Title I: School Improvement	84.010	2004-2712-121	52,126
Title I: School Improvement	84.010	2004-2712-122	30,477
Title I: School Improvement	84.010	2004-2712-123	8,726
Title I: School Improvement	84.010	2004-2712-124	52,046
Title I: School Improvement	84.010	2005-2712-128	13,098
Title I: School Improvement	84.010	2005-2712-129	31,726
Title I: School Improvement	84.010	2005-2712-130	43,103
Title I: School Improvement	84.010	2005-2712-131	28,570
Title I: School Improvement	84.010	2005-2712-132	49,002
Title I: School Improvement	84.010	2005-2712-133	3,409
Title I: School Improvement	84.010	2005-2712-134	17,787
Title I: School Improvement	84.010	2005-2712-135	17,381
Title I: School Improvement	84.010	2005-2712-137	22,834
Title I: School Improvement	84.338	2005-2712-1379	32,721
Title I: School Improvement	84.010	2005-2712-163	1,357
Title I: School Improvement	84.010	2005-2712-165	7,880
Title I: School Improvement	84.010	2005-2712-164	395
Total			<u>40,882,316</u>
Vocational Education: Administration	84.048	05-2676-03	3,061,846
Vocational Education: Tech	84.048	8S05RB00295	123,317
Total			<u>3,185,163</u>

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
21st Century Community Learning Centers	84.287	05-2709-133	150,295
21st Century Community Learning Centers	84.287	05-2709-132	167,672
21st Century Community Learning Centers	84.287	05-2709-134	99,447
21st Century Community Learning Centers	84.287	05-2709-135	150,209
21st Century Community Learning Centers	84.287	05-2709-136	84,914
21st Century Community Learning Centers	84.287	05-2709-145	92,522
21st Century Community Learning Centers	84.287	05-2709-146	96,232
21st Century Community Learning Centers	84.287	05-2709-147	114,184
21st Century Community Learning Centers	84.287	05-2709-148	75,822
21st Century Community Learning Centers	84.287	05-2709-149	96,984
21st Century Community Learning Centers	84.287	05-2709-155	74,974
21st Century Community Learning Centers	84.287	05-2709-156	79,538
21st Century Community Learning Centers	84.287	05-2709-159	90,048
21st Century Community Learning Centers	84.287	05-2709-158	75,378
21st Century Community Learning Centers	84.287	05-2709-157	75,740
21st Century Community Learning Centers	84.287	05-2709-172	13,449
Total			<u>1,537,408</u>
Education Technology State Grants	84.318	05-2713-87	316,059
Education Technology State Grants	84.318	05-2713-63	1,118,235
Education Technology State Grants	84.318	05-2713-82	295,589
Total			<u>1,729,883</u>
Comprehensive School Reform Demonstration	84.332	05-2712-71	30,229
Comprehensive School Reform Demonstration	84.332	05-2712-97	93,720
Comprehensive School Reform Demonstration	84.332	05-2712-99	24,806
Comprehensive School Reform Demonstration	84.332	05-2712-98	65,846
Comprehensive School Reform Demonstration	84.332	05-2712-86	60,163
Total			<u>274,764</u>
Reading Excellence	84.338	03-2709-81	7,710
Reading Excellence	84.338	03-2709-86	1,125
Reading Excellence	84.338	03-2709-91	265
Reading Excellence	84.338	03-2709-95	193
Reading Excellence	84.338	03-2709-59	728,616
Reading Excellence	84.338	03-2709-92	242
Reading Excellence	84.338	03-2709-74	4,217
Reading Excellence	84.338	04-2709-78	5,513
Reading Excellence	84.338	03-2709-68	158
Reading Excellence	84.338	03-2709-71	3,917
Reading Excellence	84.338	05-2712-56	6,361,356
Reading Excellence	84.338	03-2712-51	20,408
Reading Excellence	84.010	05-2712-02	2,923
Reading Excellence	84.338	05-2712-55	29,103
Total			<u>7,165,746</u>

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
Title III - English Language Acquisition	84.365	05-2709-25	4,217,836
Improving Teacher Quality - Class Size Reduction	84.367	05-2706-53	10,394,342
Improving Teacher Quality - Teacher Quality	84.367	2005-271350	34,570
Improving Teacher Quality - Praxis	84.367		363
Improving Teacher Quality - Developing Mathematical Understand	84.367	UCCSN-04-16	23,189
Improving Teacher Quality - Computer Based Algebra Curriculum	84.367		10,633
Total			<u>10,463,097</u>
Math/Science Partnerships	84.366	05-2713-130	41,928
Mathematics and Science Partnerships	84.366	04-2713-47	192,385
Total			<u>234,313</u>
Title I: Migrant Education	84.011	2005-2712-24	427
Title I: Part D Neglected & Delinquent Children	84.013	2005-2712-107	74,814
Safe and Drug-Free Schools and Communities	84.186	05-2605-06	1,754,372
Education for Homeless Children and Youth	84.196	2005-270945	112,065
Sunrise Dual Language	84.288	T288S010285	80,349
Innovation Education Program Strategies	84.298	05-2713-03	1,303,518
Advanced Placement Program	84.330	2005-2709-09	19,718
Gear Up Program	84.334	05-2678-06	534,853
Using State Assessment Data to Improve Students	84.369	05-2713-108	42,900
Project Proficiency	84.369	04-2713-44	19,824
Total Pass-through			<u>109,064,939</u>
Total U.S. Department of Education			<u>117,044,592</u>
U.S. DEPARTMENT OF AGRICULTURE			
<i>PASS THROUGH PROGRAMS FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Child Nutrition Cluster			
Federal School Breakfast	10.553		7,430,041
Federal School Lunch	10.555		31,211,005
Breakfast in classrooms pilot	10.553		147,391
Total Child Nutrition Cluster			<u>38,788,437</u>
Food Distribution Program	10.550		3,517,790
Total U.S. Department of Agriculture			<u>42,306,227</u>
U.S. DEPARTMENT OF THE INTERIOR			
<i>PASS THROUGH PROGRAM FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Indian Education Assistance - J.O'Malley Supplement	15.130	99-2715-03	48,476

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Federal Grantor / Pass-Through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program Expenditures
U.S. DEPARTMENT OF JUSTICE			
<i>DIRECT PROGRAM:</i>			
COPS In School	16.710		<u>1,443,802</u>
NATIONAL SCIENCE FOUNDATION			
<i>DIRECT PROGRAM:</i>			
Mathematics and Science Enhancement I	47.076	ESI-9911904	1,001,097
Mathematics and Science Enhancement I	47.076	03-31249	3,039
Mathematics and Science Enhancement I	47.076	SA4033-10048	<u>29,151</u>
Total National Science Foundation			<u><u>1,033,286</u></u>
U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES			
<i>PASS THROUGH PROGRAM FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Science and Health	93.938	04-2611-03	2,211
Refugee School Impact Aid Grant	93.576	2005-2709001	<u>57,413</u>
Total			<u><u>59,623</u></u>
CORPORATION FOR NATIONAL AND COMMUNITY SERVICE			
<i>PASS THROUGH PROGRAM FROM STATE OF NEVADA</i>			
<i>DEPARTMENT OF EDUCATION:</i>			
Learn and Serve America	94.004	02-2706-03	<u>26,579</u>
Total Federal Financial Assistance			<u><u>\$ 161,962,586</u></u>

**CLARK COUNTY SCHOOL DISTRICT
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

(1) Reporting Entity

The accompanying schedule of expenditures of federal awards presents the expenditure activity of all federal awards programs of the Clark County School District (the "District") for the year ended June 30, 2005. The District's reporting entity is defined in Note 1 to its basic financial statements. All expenditures of federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule.

(2) Basis of Accounting

The accompanying schedule of expenditures of federal awards is prepared on the modified accrual basis of accounting. The amounts shown as expenditures of the Food Distribution Program represent the fair value of commodity food received by the District.

(3) Relationship to Basic Financial Statements

Expenditures of federal awards have been included in the individual funds of the District as follows:

General Fund	\$ 564,516
Special Revenue Fund - Federal Projects	119,091,843
Enterprise Fund - Food Service	<u>42,306,227</u>
Total	<u>\$ 161,962,586</u>

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unqualified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Reportable condition(s) identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted	No

Federal Awards

Internal control over major programs:	
Material weakness(es) identified?	No
Reportable condition(s) identified that are not considered to be material weakness(es)?	No
Type of auditor's report issued on compliance for major programs	Unqualified
Any audit findings disclosed that are required to be reported in accordance with section 510(a) of Circular A-133?	No
Identification of major programs:	

CFDA Number Name of Federal Program or Cluster

10.553/10.555	Child Nutrition Cluster
10.550	Food Distribution Program
84.027/84.173	Special Education Cluster
84.048	Vocational Education
84.215	Elementary School Counseling

Dollar threshold used to distinguish between type A and type B programs:	\$ 3,000,000
Auditee qualified as low-risk auditee?	Yes

**CLARK COUNTY SCHOOL DISTRICT
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2005**

Section II - Financial Statement Findings

There were no findings.

Section III - Federal Award Findings and Questioned Cost

There were no findings or questioned costs.

**CLARK COUNTY SCHOOL DISTRICT
CURRENT STATUS OF PRIOR YEAR FINDINGS
FOR THE YEAR ENDED JUNE 30, 2005**

U.S. DEPARTMENT OF EDUCATION, PASSED THROUGH STATE OF NEVADA,
DEPARTMENT OF EDUCATION

04-1 Allowable Costs

Condition: The District earmarked and received federal monies for administrative costs at the District's standard indirect cost rate for fiscal year 03-04 of 3.16 percent. The Program guidelines allow for no more than 2 percent of the Safe and Drug-Free Schools and Community Project Funds to be reserved for administrative costs.

Recommendation: The responsible District personnel should be reminded of the procedures in place to ensure that earmarking requirements are properly budgeted.

Current Status: The recommendation was adopted. No similar findings were noted in the 2005 audit.

**CLARK COUNTY SCHOOL DISTRICT
AUDITOR'S COMMENTS
JUNE 30, 2005**

CURRENT YEAR STATUTE COMPLIANCE

The Clark County School District conformed to all significant statutory constraints on its financial administration during the year except for those items identified in Note 11 of the accompanying financial statements.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

The District monitored all significant constraints during the year ended June 30, 2005.

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 note any financial weaknesses of a magnitude to justify inclusion within this report.

However, our audit did identify recommendations to improve procedures and accountability that have been included in our management letter dated October 7, 2005.

**CLARK COUNTY SCHOOL DISTRICT
NEVADA REVISED STATUTES
354.6113 AND 354.6115
JUNE 30, 2005**

NEVADA REVISED STATUTE 354.6113

Nevada Revised Statute 354.6113 requires that the audit report must include a statement by the auditor indicating whether the annual budget and audit report of the local government prepared pursuant to NRS 354.624 specifically identify the fund and:

- A. Indicate in detail the capital projects that have been constructed with money from the fund.

The Bond Fund (a Capital Projects Fund) was created by Clark County School District in accordance with Nevada Revised Statute 354.6113. At June 30, 2005, the Schedule of Revenues, Expenditures and Changes in Fund Balance for the Fund is included in the financial statements at Schedule A-8. This schedule reports the total expenditures during the year for capital projects. The Business Office of the Clark County School District maintains detailed records of each capital project constructed.

- B. Specify the amount of money, if any, that will be deposited in the fund for the next fiscal year.

The amount of money that is expected to be deposited into the fund via sale of bonds, transfers from other funds, and local sources of revenue has been incorporated in the District's 2005-06 budget.

- C. Specify any proposed capital projects that will be constructed with money from the fund during the next fiscal year.

The Board of School Trustees for the District has developed a Master Plan for addressing the District's construction needs. The proposed capital projects have been incorporated in the District's 2005-06 budget.

- D. Identify any planned accumulation of the money in the fund.

The planned accumulation and the planned uses thereof have been incorporated in the District's 2005-06 budget.

NEVADA REVISED STATUTE 354.6115

A fund was created in accordance with Nevada Revised Statute 354.6115, "Fund to stabilize operations of local government and mitigate effects of natural disaster". However, the fund is inactive and had no fund balance at any time during the year. In future periods, funds may be deposited and/or accumulated in the Fund for Budget Stabilization if in any year general fund revenues have exceeded appropriated expenditure levels and the ending fund balance is not less than 2 percent of total general fund revenues as required by District Regulation 3110.



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

INDEPENDENT ACCOUNTANT'S REPORT

To the Board of Trustees of the
Clark County School District
Clark County, 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 its financial administration during the year ended June 30, 2005.
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of the Clark County School District.

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

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

Kafoury, Armstrong & Co.

Las Vegas, Nevada
October 7, 2005



ACCOUNTING DEPARTMENT
BUSINESS AND FINANCE DIVISION
CLARK COUNTY SCHOOL DISTRICT