



THE CITY OF LAS VEGAS
COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT



For the
Fiscal Year
Ended
June 30, 2005





THE CITY OF LAS VEGAS

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2005



Prepared by:
The Department of Finance and Business Services
Mark Vincent, CPA, Director
City of Las Vegas • 400 Stewart Avenue
Las Vegas, Nevada 89101



Budget and Finance Division

Candace Falder, CPA, Manager

Ann C. Bonk, Secretary

John J. Pfeiffer Jr., CPA

Joseph F. Williams Jr., CPA

Cassie Barbour

Billie Jo Berlin

Patricia Braganza, CPA

John Feedar

LuAnn Kutch, CPA

Joni Prucnal, CMA

Chanza Wills



THE CENTENNIAL YEAR OF CELEBRATION

The photos use on the tabs of this book attempt to show the Centennial year celebration.





INTRODUCTORY SECTION

CITY OF LAS VEGAS, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

TABLE OF CONTENTS

	Page
<u>INTRODUCTORY SECTION</u>	
Table of contents	1
Letter of transmittal	5
GFOA Certificate of Achievement for Excellence in Financial Reporting	9
City of Las Vegas Table of Organization by Function and Activity	10
City of Las Vegas Officials	11
 <u>FINANCIAL SECTION</u>	
Independent Auditors' Report	13
Management's Discussion and Analysis	15
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	26
Statement of Activities	28
Fund Financial Statements:	
Balance Sheet – Governmental Funds	30
Reconciliation of the Balance Sheet of Governmental Funds	32
Statement of Revenues, Expenditures and Changes in Fund Balances— Governmental Funds	34
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	36
Statement of Revenues, Expenditures and Changes in Fund Balances— Budget and Actual-General Fund	38
Statement of Net Assets—Proprietary Funds	40
Statement of Revenue, Expenses and Changes in Fund Net Assets—Proprietary Funds	42
Statement of Cash Flows—Proprietary Funds	43
Statement of Fiduciary Net Assets—Fiduciary Funds	45
Notes to the Financial Statements	47
 <u>COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES SECTION</u>	
Major Governmental Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balances— Budget and Actual by Function and Activity:	
General Fund	83
Budget and Actual:	
Parks and Leisure Activities Capital Projects Fund	92
Road and Flood Capital Projects Fund	93
City Facilities Capital Projects Fund	94
Special Assessments Capital Projects Fund	95
Nonmajor Governmental Funds:	
Combining Balance Sheet—Nonmajor Governmental Funds	100
Combining Statements of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	106
Schedule of Revenues, Expenditures and Changes in Fund Balances— Budget and Actual:	
Multipurpose Special Revenue Fund	112
Las Vegas Convention and Visitors Authority Special Revenue Fund	113
Fremont Street Room Tax Special Revenue Fund	114
Special Improvement District Administration Special Revenue Fund	115
Freeway and Arterial System of Transportation (FAST) Special Revenue Fund	116

CITY OF LAS VEGAS, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

TABLE OF CONTENTS (continued)

	Page
Park Construction Program Special Revenue Fund	117
Transportation Program Special Revenue Fund	118
Street Maintenance Special Revenue Fund.....	119
Housing Program Special Revenue Fund	120
Housing and Urban Development Special Revenue Fund	121
Industrial Development Special Revenue Fund	122
Fire Safety Initiative Special Revenue Fund.....	123
City of Las Vegas Redevelopment Agency Special Revenue Fund.....	124
City of Las Vegas Debt Service Fund.....	125
City of Las Vegas Redevelopment Agency Debt Service Fund.....	126
General Capital Projects Fund	127
Fire Services Capital Projects Fund.....	128
Public Works Capital Projects Fund.....	129
Traffic Improvements Capital Projects Fund.....	130
Detention and Enforcement Capital Projects Fund.....	131
Extraordinary Maintenance Capital Projects Fund	132
City of Las Vegas Redevelopment Agency Capital Projects Fund	133
Cemetery Operations Permanent Fund	134
Major Proprietary Funds:	
Schedule of Revenues, Expenses and Changes in Fund Assets—Budget and Actual:	
Sanitation Enterprise Fund	137
Non-Profit Corporations Enterprise Fund	138
Nonmajor Proprietary Funds:	
Statement of Net Assets—Nonmajor Proprietary Funds	140
Statement of Revenues, Expenses and Changes in Fund Net Assets—	
Nonmajor Proprietary Funds	144
Statement of Cashflows—Nonmajor Proprietary Funds.....	146
Schedule of Revenues, Expenses and Changes in Fund Assets—Budget and Actual:	
Municipal Golf Course Enterprise Fund.....	150
Municipal Parking Enterprise Fund.....	151
Video Production Enterprise Fund	152
Development Services Enterprise Fund.....	153
Internal Service Funds:	
Combining Statement of Net Assets—Internal Service Funds.....	156
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets—	
Internal Service Funds	160
Combining Statement of Cash Flows—Internal Service Funds	162
Schedule of Revenues, Expenses and Changes in Fund Net Assets—Budget and Actual:	
Reimbursable Expenses Internal Service Fund.....	166
Fire Communications Internal Service Fund	167
Graphic Arts Internal Service Fund.....	168
Computer Services Internal Service Fund	169
Communications Internal Service Fund.....	170
Automotive Operations Internal Service Fund	171
Workers' Compensation Insurance Internal Service Fund	172
Employee Benefit Internal Service Fund.....	173
Liability Insurance Internal Service Fund.....	174
Liability Insurance and Property Damage Internal Service Fund	175
Fire Equipment Acquisition Internal Service Fund	176

CITY OF LAS VEGAS, NEVADA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

TABLE OF CONTENTS (continued)

	Page
Miscellaneous Stores Internal Service	177
Fiduciary Funds:	
Statement of Fiduciary Net Assets - Fiduciary Funds	180
Statement of Changes in Assets and Liabilities - Agency Funds	182
Governmental Capital Assets:	
Capital Assets Used in the Operation of Governmental Funds:	
Schedule By Source	185
Schedule by Function and Activity	186
Schedule of Changes by Function and Activity	189
 <u>STATISTICAL SECTION</u>	
Unaudited	
Government-wide information:	
Government-wide Expenses and Other Financing Uses by Function	191
Government-wide Revenues	192
Fund Information:	
General Governmental Expenditures by Function	193
General Governmental Revenues and Other Financing Sources by Source	194
General Governmental Tax Revenues by Source	194
Property Tax Levies and Collections	195
Assessed and Estimated Actual Value of Property	196
Real Property Tax Rates and Tax Levies—Direct and Overlapping Governments	197
Principal Taxpayers	198
Special Assessment Billings and Collections	199
Computation of Legal Debt Margin	200
Ratio of Net General Bonded Debt to Assessed Value and Net Bonded Debt Per Capita	201
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures	202
Computation of Direct and Overlapping Bonded Debt	203
Revenue Bond Coverage—Sanitation and Muni Golf Course	204
Demographic Statistics	205
Property Value, New Construction and Bank Deposits	206
Miscellaneous Statistics	207
 <u>COMPLIANCE SECTION</u>	
Additional Information:	
Independent auditor's report on compliance and on internal control over financial reporting based on an audit of financial statements performed in accordance with <i>Government Auditing Standards</i>	209
Schedule of business license fees subject to the provisions of NRS 354.5989	211
 <u>SINGLE AUDIT SECTION</u>	
Independent auditors' report on compliance with requirements applicable to each major program and on internal control over compliance in accordance with OMB Circular A-133	213
Schedule of expenditures of federal awards	215
Notes to schedule of expenditures of federal awards	219
Schedule of findings and questioned costs	220
Status of findings	221

This page left blank intentionally



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

AS VEGAS CITY COUNCIL

October 28, 2005

OSCAR B. GOODMAN
MAYOR

GARY REESE
MAYOR PRO TEM

LARRY BROWN
LAWRENCE WEEKLY
STEVE WOLFSON
LOIS TARKANIAN
STEVEN D. ROSS

DOUGLAS A. SELBY
CITY MANAGER

State law requires that all general-purpose local governments publish within six months of the close of each fiscal year a complete set of financial statements presented in conformance with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the City of Las Vegas for the fiscal year ended June 30, 2005.

This report consists of management's representations concerning the finances of the City of Las Vegas (City). Consequently, management assumes full responsibility for the completeness and reliability of the information presented in this report. To provide a reasonable basis for making these representations, we have established a comprehensive internal control framework that is designed to both protect the government's assets from loss, theft, or misuse, and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

KPMG LLP, an international public accounting firm fully licensed and qualified to perform audits of state and local governments issued an unqualified ("clean") opinion on the City's financial statements for the year ended June 30, 2005. The independent auditor's report is presented as the first component of the financial section of this report.

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

CITY OF LAS VEGAS
400 STEWART AVENUE
LAS VEGAS, NEVADA 89101

VOICE 702.229.6011

TTY 702.386.9108

www.lasvegasnevada.gov

18112-001-06-05
CLV 7009



Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the Government

The City was founded in 1905 and incorporated in 1911; it is located in the southern part of the state, and remains among the nation's leading communities in population growth, economic development, and business expansion. Continued development, in conjunction with an increasing population base, has stimulated expansion in jobs, housing, and commercial development. The City currently occupies a land area of 131.1 square miles and serves a population of 580,000. The City is empowered to levy a property tax on both real and personal properties located within its boundaries. It is also empowered by state statute to extend its corporate limits by annexation, which occurs periodically when deemed appropriate by the City Council.

The City has operated under the council-manager form of government since January 1, 1944. According to the City Charter, adopted by the State Legislature and in force during the fiscal year, the citizens elect six City Council members and a Mayor who comprise the "City Council." The Council is elected on a non-partisan basis. Council members serve four-year staggered terms, with three members elected every two years. All voters of the City elect the Mayor "at large", and each Council member is elected from one of six wards in the City. Policymaking and legislative authority are vested in the Council. The Council is responsible for, among other things, passing ordinances, adopting the budget, appointing committees and hiring the City Manager, City Attorney, and City Auditor. The City Manager is responsible for carrying out the policies of the Council, and along with two Deputy City Managers, oversees the day-to-day operations of the City, including twelve major departments and four support offices. Departments are further divided into divisions to perform their respective functions. The City provides a full range of services, including police and fire protection; the construction and maintenance of highways, streets, and other infrastructure; and recreational activities and cultural events.

This report includes the financial activities of two blended component units: the City of Las Vegas Redevelopment Agency and the City's various Nonprofit Corporations. These component units are legally separate entities for which the City is financially accountable. The report also includes one discretely presented component unit: the Commission for the Las Vegas Centennial for which the City is legally and operationally separated. For additional information, see the notes to the financial statements.

The annual budget serves as the foundation for the City's financial planning and control. All departments and agencies of the City are required to submit requests for appropriation to the government's Finance & Business Services Department Director on or before the first Wednesday in February each year. These requests are used as the starting point for developing a proposed budget. The proposed budget is presented to council for review prior to April 30. The council is required to hold public hearings on the proposed budget and adopt a final budget by no later than June 1. The appropriated budget is prepared by fund, function (e.g., public safety), activity (e.g., fire) and department (e.g., Fire and Rescue). Department heads may make transfers of appropriations within a department. Transfers of appropriations between functions, however, require the approval of the City Council. Budget-to-actual comparisons are provided in this report for each individual fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 38-39 and 83-91 as part of the basic financial statements. For governmental funds, other than the general fund, and proprietary funds, with appropriated annual budgets, this comparison is presented in the combining and individual funds statements and schedules subsection of this report, which starts on page 112 and 150, respectively.

Budgetary controls are maintained at the line item level on a departmental basis through the use of a purchase order and encumbrance system. Additional controls consist of the following: a) on-going monitoring of vacant positions; b) on-going monitoring of expenditures; c) monthly analysis and reconciliation of positions control; and d) monthly analysis of departmental cost versus budget trends. Revenue monitoring may lead to curtailment of certain expenditures such as new hires, travel or capital outlay. If new programs have been initiated or existing programs change or unanticipated revenue realized, it may be necessary to realign or revise the budget. The City formalizes this procedure by preparing an augmented budget for the current year, which reflects both revenue and expenditures adjustment. Following a public hearing, the augmentation is filed with the State Department of Taxation.

Local Economy.

The City enjoys a favorable economic environment, and local indicators point to continued stability. The Las Vegas Metropolitan Service Area (MSA) is an international destination. Las Vegas offers more hotel/motel rooms than any other U.S. city, with a current room count of just over 135,000. Convention space increased by 363,000 square feet in calendar year 2005. Hotel/casino development has proposed an additional 3,800 rooms. Calendar year (CY) 2004 saw 37.3 million visitors that generated \$33.7 billion in tourism revenues.

The Las Vegas MSA continued to attract about 8,500 new residents each month during CY 2004, substantiating Las Vegas as a safe, vibrant, livable community. Unemployment in the MSA is 3.9 percent, compared with 4.0% for the state of Nevada and a national average of 5 percent. The scarcity of land and the increased cost of construction, labor and materials are shifting housing design from urban to suburban development in order to continue to meet the housing needs of valley residents. New resorts, new attractions, new freeway expansions, new jobs and new neighborhoods all combine to create a healthy and stable local economy with a high quality of life.

Long-term Financial Planning.

The City uses a series of planning processes to ensure that strategic operational goals and objectives are met within the reality of the fiscal budget, for both the operating and five-year capital plan. The City's planning process begins with an assessment of community perceptions, followed by a director retreat and a City Council strategic planning meeting. These planning meetings establish consensus, priority definition, alignment measurement and understanding, and a framework for the future. The strategic alignment is followed by a series of reviews and analysis of budget requests submitted by various departments. The staff of the Budget & Finance Division, management of each department, the City Manager's Office, and a Citizens Priority Advisory Committee (CPAC) are all involved to ensure that the scope and quality of the services and capital projects to be funded via the budget are aligned with the needs and desires of the community and reflected in the Strategic Plan, and that the expenditures required are within the resources available to the City. CPAC is a five-member body of community-minded Las Vegas residents appointed by the City Council. The Mayor and Council participate in an annual workshop designed to fine tune the resource alignment, and final budget is approved and adopted by the City Council and filed with the City Clerk, County Clerk, and Nevada Department of Taxation by June 1 of each year.

Major Initiatives

The City of Las Vegas continues to make leisure and recreation projects a high priority, consistent with our Strategic Plan. For FY 2006 we have appropriated \$112 million on parks projects and \$69 million on recreation projects, including a 98,000 square foot multi-purpose community and leisure center in Centennial Hills, a 47 acre ball field complex in the Lone Mountain Detention Basin, and a public-private 30 acre sports park complex planned as the next phase of the redevelopment of Freedom Park in the eastern area of the city.

Additionally, the City budgeted to spend \$145 million for roadway improvements and \$50 million for storm and flood drainage systems in FY 2006. The vast majority of these projects were master planned and funded through our regional planning agencies, the Regional Transportation Commission and the Clark County Regional Flood Control District, and will allow the city to stay ahead of the development growth curve.

Significant activity continues to occur in the Downtown core of the city. Plans have been approved by the City Council or City Planning Commission for 9,992 residential units and there are proposals for an additional 7,335 residential units. Concurrently, the City is acting as the master developer of a 61 acre parcel on Grand Central Parkway in the heart of Downtown. The City has exclusive negotiating agreements with two non-profit entities to develop two iconic buildings on the 61 acres: one to build a 45,000 square foot Alzheimer's medical clinic and another to build the first phase of a performing arts center, including a 2,000 seat main theater and a 650 auxiliary theater. Consequently, the City intends to invest up to \$40 million in infrastructure over the next few years to support these projects as well as to sell off lots on the 61 acres to other mixed use developers. Proceeds from the lot sales as well as tax increment from the development will be used to reimburse the City for the infrastructure cost.

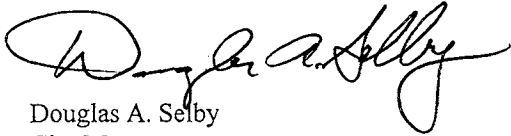
Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its comprehensive annual financial report for the fiscal year ended June 30, 2004. The Certificate of Achievement is the highest form of recognition for excellence in state and local government financial reporting. In order to be awarded a Certificate of Achievement, the City published an easily readable and efficiently organized comprehensive annual financial report, whose contents conform to program standards. Such comprehensive annual financial reports must satisfy both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City has received a Certificate of Achievement for the last 25 consecutive years (fiscal years 1980-2004). The City believes that this current comprehensive annual financial report continues to conform to the Certificate of Achievement program requirements, and is submitting it to the GFOA.

The preparation of the comprehensive annual financial report was made possible by the dedicated service of the staff of the Finance and Business Services Department. Each member of the department has our sincere appreciation for the contributions made in the preparation of this report. Credit also must be given to the Mayor and City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



Douglas A. Selby
City Manager



Mark R. Vincent, CPA
Director of Finance and Business Services

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Las Vegas,
Nevada

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



A handwritten signature in black ink, reading "Nancy L. Ziehlke".

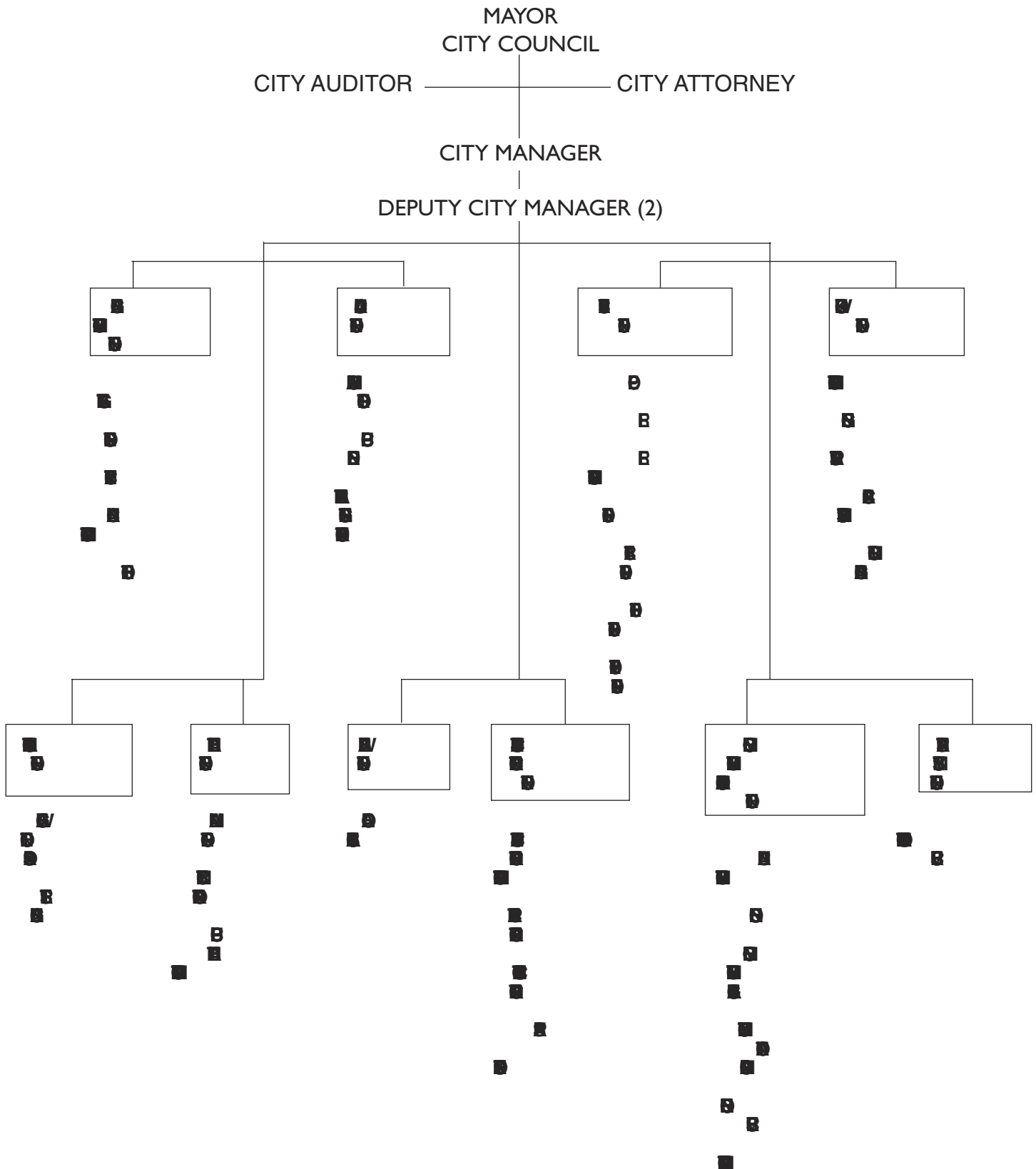
President

A handwritten signature in black ink, reading "Jeffrey R. Emer".

Executive Director

CITY OF LAS VEGAS

TABLE OF ORGANIZATION BY FUNCTION AND ACTIVITY



CITY OF LAS VEGAS

OFFICIALS



Mayor
OSCAR B. GOODMAN
Elected At Large



Councilmember
Mayor Pro-Tem
GARY REESE
WARD 3



Councilmember
LARRY BROWN
WARD 4



Councilmember
LAWRENCE WEEKLY
WARD 5



Councilmember
STEVE WOLFSON
WARD 2



Councilmember
LOIS TARKANIAN
WARD 1



Councilmember
STEVEN D. ROSS
WARD 6

City Manager
DOUGLAS SELBY

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

This page left blank intentionally



FINANCIAL SECTION



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

Independent Auditors' Report

The Honorable Mayor, City Council,
and City Manager
City of Las Vegas, Nevada:

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we express no such opinion. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City as of June 30, 2005, and the respective change in financial position, and where applicable, cash flows, thereof and the respective budgetary comparison for the general fund for the year then ended in conformity with accounting principles generally accepted in the United States of America

In accordance with *Government Auditing Standards*, we have also issued our report dated October 28, 2005 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's discussion and analysis on pages 15 through 24 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 City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor financial statements have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion on them.

KPMG LLP

October 28, 2005

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

As management of the City of Las Vegas, Nevada (City), we offer readers of the City's basic financial statements this narrative overview and analysis of the financial activities of the City of Las Vegas as of and for the year ended June 30, 2005. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 5 - 8 of this report.

Financial Highlights

The assets of the City exceeded its liabilities at the close of fiscal year ended June 30, 2005, by \$3,010,703,905. Governmental activities represent \$2,531,877,605 of the total net assets and \$478,826,300 are from Business-type activities.

- The government-wide net capital assets totaled \$2,838,197,051. Governmental activities contributed \$2,307,566,720 and Business-type activities contributed \$530,630,331. Major additions included \$12,762,249 in sewer lines, \$29,000,526 in current period road additions and \$13,001,037 in storm drains. Depreciation is reflected on all city-owned depreciable assets. Depreciation expense totaling \$80,273,015 is included in the government-wide statements.
- At the close of fiscal year 2005, the City's governmental funds reported combined ending fund balances of \$415,715,892. Of this total amount, \$120,591,137 is unreserved and undesignated. The unreserved and undesignated amounts consist of \$69,378,189 from the General Fund, \$50,063,331 from the Special Revenue Funds, and \$1,149,617 from the Debt Service Funds.
- The general fund had a total fund balance of \$74,277,085 at June 30, 2005, which represented 17 percent of total General Fund revenues. The unreserved and undesignated portion of the fund balance was \$69,378,189. It is the City's fiscal policy to maintain a total ending fund balance in the general fund of at least 12 percent of operating revenues.
- The City's primary revenue sources are ad valorem taxes of \$109,165,822 and consolidated taxes of \$238,040,861. Combined, these two sources represent 52 percent of the total revenue of \$664,233,147 from the statement of activities.
- The City's total debt had a net decrease of \$11,326,575. Contributing factors were the issuance of \$41,050,000 in general obligation bonds and \$2,991,391 in special assessment bonds and warrants. Debt decreased by \$55,367,966 from debt payments and bond refundings during the current fiscal year.
- Government-wide total governmental expenses were \$537,941,827. The major expense functions were Public Safety at \$270,215,868, Public Works at \$63,383,811, General Government at \$94,605,374, and Culture and Recreation at \$49,460,934. Business-type activities (*proprietary funds*) operating and non-operating expenses totaled \$93,716,752.

Overview of the Basic Financial Statements

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

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

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

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation and sick leave). Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City include general government, judicial, public safety, public works, sanitation, welfare, health, culture and recreation, economic development and assistance, transit systems, and interest on long-term debt. The business-type activities of the City include operations of its water pollution control facility (sanitation), municipal golf course, municipal parking, building permits and inspections, video production and nonprofit corporation activities.

The government-wide financial statements include not only the City itself (known as the *primary government*), but also the activities of legally separate component units: City of Las Vegas Redevelopment Agency, and Non-Profit Corporations. Because the City Council acts as the governing board or has oversight power for each of these component units, their activities are blended with those of the primary government because they function as part of the City. The City also reports one discretely presented component unit; The Commission for the Las Vegas Centennial, which is both legally and operationally separate.

By state statute, the City and Clark County are partners in a joint venture that created the Las Vegas Metropolitan Police Department (LVMPD). A five-member fiscal affairs committee approves the LVMPD budget and related business matters. The committee is composed of two appointees each from the City and the County, and one appointee from the general public. The statute defines the funding formula shared by the City and the County. Complete financial information for the LVMPD is included in the comprehensive annual financial statements of Clark County, Nevada.

Additional information on the joint venture can be found in the notes to the government-wide financial statements on pages 60 - 61 of this report. In addition to funding its share of the LVMPD, the City maintains its own detention facility and a small police force that has jurisdiction over City property, especially parks and recreation facilities.

The government-wide financial statements can be found on pages 26 - 29 of this report.

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

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

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

The City maintains individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, and the following capital project funds: Parks and Leisure Activities, Road and Flood, City Facilities, and Special Assessments. Each of these funds is considered to be a major fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the Combining and Individual Funds Statements and Schedules subsections of this report.

The City adopts an annual appropriated budget for its general fund and each of its special revenue funds, debt service fund, capital project funds and its permanent fund. A budgetary comparison statement is provided for each of the City's governmental funds to demonstrate compliance with this budget. The budgetary comparison statements for the general fund, a major governmental fund, is located in the basic financial statements; the budgetary comparison statements for the Parks and Leisure Activities, Road and Flood, City Facilities, and Special Assessments Capital Projects funds, also major

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

governmental funds, and the other Non-major governmental funds are included in the Combining and Individual Fund Statements and Schedules subsection of this report.

The basic governmental fund financial statements can be found on pages 30 - 39 of this report.

Proprietary funds. The City maintains two different types of proprietary funds.

1. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its golf course, sewer, parking, video production, and development services as well as its non-profit corporations.
2. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for the following activities:
 - Emergency dispatch services
 - Reprographics equipment and operations
 - Vehicle, computer and phone management
 - Self-insurance activities, including:
 - Liability insurance and property damage
 - Employee benefits
 - Fire equipment acquisition
 - Miscellaneous and inventory stores

Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Sanitation Enterprise Fund and Non-Profit Corporations, which are considered major funds of the City. Conversely, the internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the Combining and Individual Funds Statements and Schedules subsections of this report.

The basic proprietary fund financial statements can be found on pages 40-44 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. The City's Fiduciary funds consist of four Agency funds. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs.

The basic fiduciary funds financial statement can be found on pages 45 of this report.

Notes to the basic financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the basic financial statements can be found on pages 47-80 of this report.

Other information. In addition to the basic financial statements and accompanying notes, the report also presents a subsection titled Combining and Individual Funds Statements and Schedules, which includes the combined statements for the City's major governmental funds – budget and actual, non-major governmental funds, major proprietary funds - budget and actual, non-major proprietary funds, internal service funds and fiduciary funds, together with information on capital assets used in the operation of governmental funds (those not included in internal service funds). Combining and individual fund statements and schedules, and information on governmental fund capital assets can be found on pages 83-189 of this report.

The Statistical section can be found on pages 191-207 of this report. This section includes schedules on statistical information provided on a ten-year basis for historical analysis.

The Compliance section can be found on pages 209-211 of this report. This section includes a schedule in compliance with state statutes.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

The Single Audit section can be found on pages 213-221 of this report. This section presents a schedule of expenditures of federal awards for the City, related notes and a schedule of findings and questioned costs.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of City of Las Vegas, assets exceeded liabilities by \$3,010,703,905 at the close of the most recent fiscal year.

The largest portion of the net assets (85 percent) reflect its investment in capital assets (e.g., land, buildings, infrastructure, machinery and equipment, etc.), less accumulated depreciation and any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Net assets increased by 6 percent or \$165,799,515.

**City of Las Vegas Net Assets
As of June 30, 2005 and 2004**

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2005</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2004</u>
Current and other assets	\$ 528,203,207	\$ 492,103,255	\$ 85,327,003	\$ 76,210,510	\$ 613,530,210	\$ 568,313,765
Net capital assets	<u>2,307,566,720</u>	<u>2,210,817,995</u>	<u>530,630,331</u>	<u>527,433,179</u>	<u>2,838,197,051</u>	<u>2,738,251,174</u>
Total assets	<u>2,835,769,927</u>	<u>2,702,921,250</u>	<u>615,957,334</u>	<u>603,643,689</u>	<u>3,451,727,261</u>	<u>3,306,564,939</u>
Long-term liabilities outstanding	253,990,376	252,899,142	128,425,951	150,329,183	382,416,327	403,228,325
Other liabilities	<u>49,901,946</u>	<u>45,897,431</u>	<u>8,705,083</u>	<u>12,534,793</u>	<u>58,607,029</u>	<u>58,432,224</u>
Total liabilities	<u>303,892,322</u>	<u>298,796,573</u>	<u>137,131,034</u>	<u>162,863,976</u>	<u>441,023,356</u>	<u>461,660,549</u>
Net assets:						
Invested in capital assets, net of related debt	2,139,939,327	2,034,344,389	407,001,616	381,552,661	2,546,940,943	2,415,897,050
Restricted	49,685,494	40,188,381			49,685,494	40,188,381
Unrestricted	<u>342,252,784</u>	<u>329,591,907</u>	<u>71,824,684</u>	<u>59,227,052</u>	<u>414,077,468</u>	<u>388,818,959</u>
Total net assets	<u>\$2,531,877,605</u>	<u>\$2,404,124,677</u>	<u>\$ 478,826,300</u>	<u>\$ 440,779,713</u>	<u>\$3,010,703,905</u>	<u>\$ 2,844,904,390</u>

The City's total net assets are \$3,010,703,905, of which \$414,077,468 are *unrestricted net assets*, which may be used to meet the City's ongoing obligations to citizens and creditors. An additional portion of the City's net assets represents resources that are subject to external restrictions on how they may be used. Of these restricted net assets, 90 percent is for construction and maintenance of capital projects, 7 percent is for repayment of long-term debt and 3 percent is for cemetery perpetual care.

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

Governmental activities. Governmental activities increased the City's net assets by \$127,752,928, thereby contributing to a 4 percent increase in total net assets of the City of Las Vegas. Key elements of this increase are as follows:

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

**City of Las Vegas Changes in Net Assets
For the Years Ended June 30, 2005 and 2004**

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2005</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2004</u>
Revenues:						
Program revenues:						
Charges for services	\$ 152,934,497	\$184,311,790	\$93,883,974	\$83,378,693	\$246,818,471	\$267,690,483
Operating grants and contributions	17,259,869	15,850,694	179,206	156,863	17,439,075	16,007,557
Capital grants and contributions	118,912,970	85,705,848	37,255,226	37,704,834	156,168,196	123,410,682
General revenues:						
Consolidated tax	238,040,861	206,944,053			238,040,861	206,944,053
Property taxes	109,165,822	99,344,305			109,165,822	99,344,305
Room tax	3,905,794	3,418,612			3,905,794	3,418,612
Residential construction tax	2,416,431	5,710,188			2,416,431	5,710,188
Motor vehicle fuel tax	8,102,638	8,172,350			8,102,638	8,172,350
Unrestricted investment earnings	11,009,029	2,866,413	1,906,541	753,417	12,915,570	3,619,830
Gain on disposal of capital assets	2,485,236	1,171,437			2,485,236	1,171,437
Total revenues	<u>664,233,147</u>	<u>613,495,690</u>	<u>133,224,947</u>	<u>121,993,807</u>	<u>797,458,094</u>	<u>735,489,497</u>
Expenses:						
General government	94,605,374	86,984,283			94,605,374	86,984,283
Judicial	21,159,762	22,846,684			21,159,762	22,846,684
Public safety	270,215,868	247,946,384			270,215,868	247,946,384
Public works	63,383,811	59,496,353			63,383,811	59,496,353
Welfare	927,388	881,794			927,388	881,794
Health	2,507,229	2,548,996			2,507,229	2,548,996
Culture and recreation	49,460,934	47,354,352			49,460,934	47,354,352
Economic development and assistance	23,682,201	23,848,119			23,682,201	23,848,119
Transit systems	1,463,273	1,206,060			1,463,273	1,206,060
Interest on long-term debt	10,388,497	10,025,360			10,388,497	10,025,360
Sanitation	147,490	107,779	70,286,572	65,043,148	70,434,062	65,150,927
Development services			14,477,021	13,674,456	14,477,021	13,674,456
Parking			3,688,793	5,373,489	3,688,793	5,373,489
Golf course			2,969,234	3,518,311	2,969,234	3,518,311
Video production			1,353,538	1,329,199	1,353,538	1,329,199
Land development			941,594	4,998,603	941,594	4,998,603
Total expenses	<u>537,941,827</u>	<u>503,246,164</u>	<u>93,716,752</u>	<u>93,937,206</u>	<u>631,658,579</u>	<u>597,183,370</u>
Change in net assets before transfers	126,291,320	110,249,526	39,508,195	28,056,601	165,799,515	138,306,127
Transfers	1,461,608	3,282,375	(1,461,608)	(3,282,375)		
Change in net assets	<u>127,752,928</u>	<u>113,531,901</u>	<u>38,046,587</u>	<u>24,774,226</u>	<u>165,799,515</u>	<u>138,306,127</u>
Net assets – July 1	<u>2,404,124,677</u>	<u>2,290,592,776</u>	<u>440,779,713</u>	<u>416,005,487</u>	<u>2,844,904,390</u>	<u>2,706,598,263</u>
Net assets – June 30	<u>\$2,531,877,605</u>	<u>\$ 2,404,124,677</u>	<u>\$478,826,300</u>	<u>\$440,779,713</u>	<u>\$3,010,703,905</u>	<u>\$2,844,904,390</u>

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

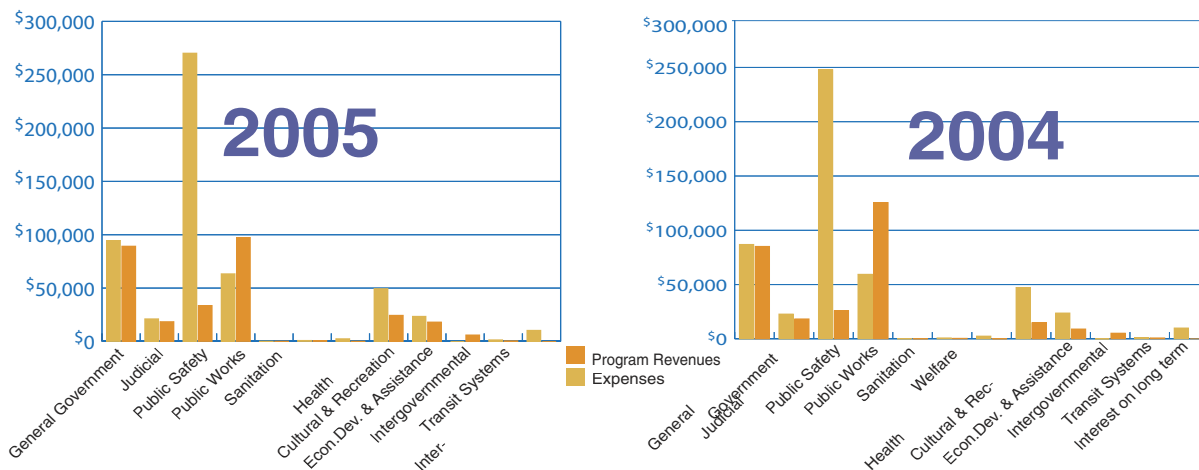
Program revenues for governmental activities include charges for services, licenses and permits, special assessments, inter-governmental fines and forfeitures, and both operating and capital grants and contributions. Program revenues of the governmental activities provided 54 percent of the resources necessary to pay the cost of providing program services. The remaining program costs were financed from general revenues. The value of contributions from developers of infrastructure assets was \$57,216,043, governmental activities was \$48,187,841 and business-type activities was \$9,028,202, and is included in program revenues.

Business-type activities program revenues provided 140 percent of the resources to finance their operations.

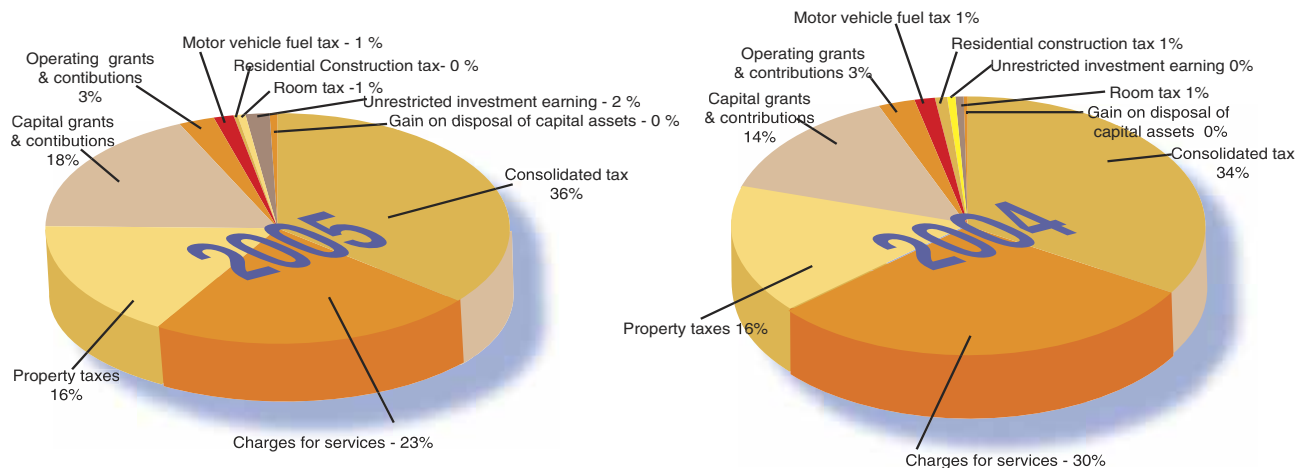
The largest general revenues are consolidated tax of \$238,040,861 and Ad Valorem tax (property tax) of \$109,165,822, representing 52 percent of total governmental revenues.

Expenditures in public works of \$63,383,811 and public safety of \$270,215,868 represent 62 percent of the total governmental expenditures. Public works' major expenditures consist of planning and engineering of the City's arterial street and floodwater conveyance systems. Public safety's major expenditures are payments to Las Vegas Metropolitan Police Department, Fire and Rescue Department, and Detention and Correctional Services Department.

Expenses & Program Revenues - Governmental Activities
(in thousands)



Revenues by Source - Governmental Activities

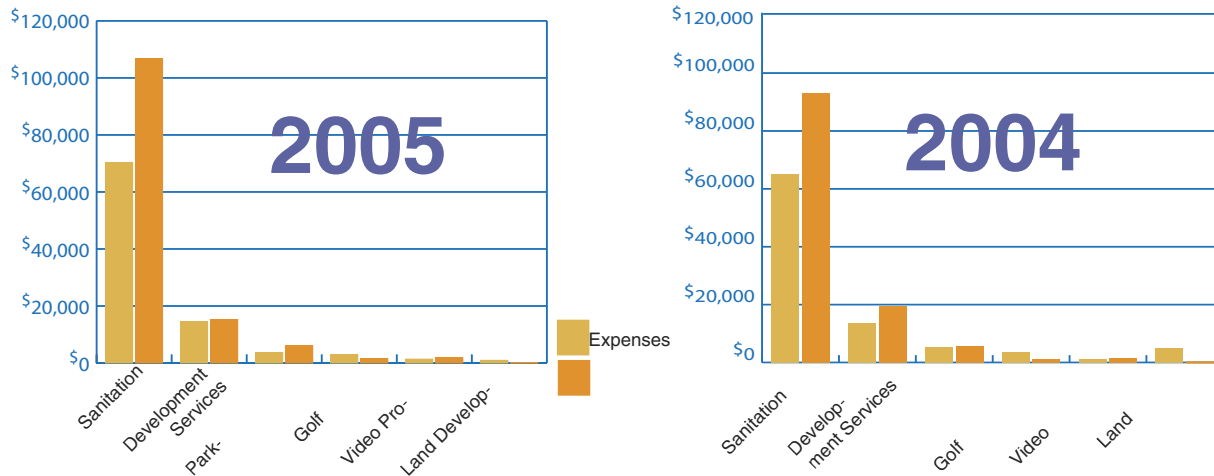


Business-type activities. Business-type activities increased the City's net assets by \$38,046,587. Key elements of this increase were charges for sewer services fees and connection charges, and building permits, which consisted of 74 percent of total program revenues.

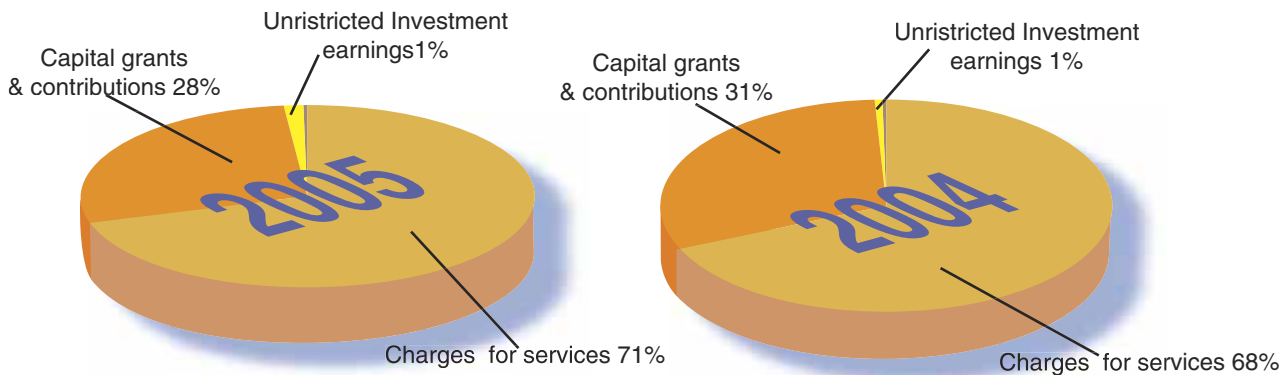
CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Sanitation-related expenses represent 75 percent of total expenses for business-type activities. These expenses included operations at the water pollution control facility, maintenance of sewer lines and storm drainage, and street cleaning.

Expenses & Program Revenues - Business-type Activities



Revenue by Source - Business-type Activities



Financial Analysis of City's Funds

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

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

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$415.7 million, an increase of \$27.8 million over the prior year. Approximately \$391.7 million or 94 percent of this total fund balance constitutes unreserved fund balance. Of that total, \$269.4 million has been designated for construction projects and \$1.7 million for redevelopment projects, leaving the remaining \$120.6 million as undesignated and available for spending at the City's discretion. The remaining \$24.0 million fund balance is reserved and is not available for spending as it has already been committed: (1) \$11.8 million to pay debt service, (2) \$0.7 million non-current loans receivable, (3) \$1.4 million for the perpetual care of the cemetery, (4) \$4.4 million for unfunded Las Vegas Metro Police self insurance liability (5) prepaid items \$0.4 million, and (6) \$5.3 million of land held for resale.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

The General Fund is the primary operating fund of the City. At the end of the current fiscal year, unreserved fund balance in the General Fund was \$69.4 million and total fund balance was \$74.3 million. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 15.5 percent of total fund expenditures and transfers out while total fund balance represents 16.6 percent of that same amount.

The fund balance of the City's General Fund increased by \$11.6 million during the current fiscal year. Key factors in this change are as follows:

- Total revenue and transfers-in exceeded the prior year by \$45.6 million or 11 percent. Increases were realized in all major categories, with the largest increase seen in intergovernmental revenues. This increase is primarily from consolidated tax.
- Total expenditures and transfers out of \$447.3 million exceeded the prior year by \$40.2 million or 9.9 percent. The increase was driven primarily by public safety costs, which increased \$19.9 million or 8.7 percent. Transfers out of \$45.5 million increased from the prior year by \$13.9 million or 43.8 percent as a result of increasing capital project awards.

The Special Assessments' fund balance at June 30, 2005, was \$56.7 million, a decrease of \$9.2 million, all of which is unreserved and designated for construction projects. The City collected \$1.5 million of assessments on non-developer projects and expended \$7.5 million on future special assessments to be levied on property owners.

The City Facilities capital projects fund has a total fund balance of \$55.9 million, all of which is unreserved and designated for construction projects. The net increase in fund balance during the current year in this fund was \$4.5 million.

The Parks and Leisure Activities capital projects fund has a total balance of \$77.6 million, all of which is unreserved and designated for construction projects. The net increase in fund balance during the current year was \$11.4 million. The City received bond proceeds of approximately \$20 million to construct the 98,000 square foot Centennial Hills Leisure Center.

Enterprise Funds. The City's enterprise funds statements provide the same type of information found in the government-wide financial statements, but in more detail. Net assets of the proprietary funds totaled \$476.5 million of which the Sanitation Fund had \$435 million in net assets. The total growth of the proprietary funds was \$37.6 million while the Sanitation Fund grew \$36.6 million. The Sanitation Fund was established to account for the City-owned and operated sewer system in the City of Las Vegas and service provided to North Las Vegas. Other factors concerning the finances of the proprietary funds have already been addressed in the discussion of the City's business-type activities.

Internal Service Funds. The City's internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its computer services, communications, graphic arts, automotive operations (including fire equipment), and the centralized purchasing of certain office supplies. The City also uses internal service funds to account for its self-insurance activities, including liability insurance, workers' compensation, property damage insurance and employee benefits. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements. Other factors concerning the finances of the internal service funds have already been addressed in the discussion of the City's governmental activities.

General Fund Budgetary Highlights

Budgeted appropriations increased \$30.9 million between the original budget and the final augmented budget. This represents an increase of 7.1 percent over original appropriations of \$432.9 million. The major change is a \$29.3 million increase in transfers out (including \$15.9 million for parks and recreation center construction). The increase was funded chiefly by the anticipated collection of \$21 million in consolidated tax over the original budget and \$8.2 million in excess fund balances carrying over from the prior year. During the year, revenues met estimates and expenditures were less than budgetary estimates by 3.7 percent, resulting in an increase of fund balances of \$11.6 million.

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Capital Asset and Debt Administration

Capital assets. The City of Las Vegas and its blended component units' investment in capital assets for its governmental and business-type activities amounts to \$2,838,197,051 (net of accumulated depreciation of \$834,779,750) as of June 30, 2005. Capital assets include land, buildings, improvements, machinery & equipment and vehicles, wastewater systems, infrastructures (roadways, traffic signals and lighting, signage, pavement markers, storm drainage and sanitary sewer lines), and construction in progress. For the current fiscal year, the City's net increase in capital assets was 5.1 percent before depreciation (5.5 percent for governmental activities and 3.3 percent for business-type activities).

The City has an aggressive capital improvement program totaling over \$1.7 billion over the next five years (the City budgets its capital program in rolling 5-year increments). The City budgets these projects in six categories: general government, public safety, sanitation, public works, culture and recreation, and economic development and assistance. Among these categories, the major projects include: new park and leisure facilities (\$654 million), public safety facilities (\$112 million), and road and flood construction (\$805 million).

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

Construction in progress increased \$37.9 million for street construction projects in new residential developments and widening and expansion for existing streets. Current construction costs of \$2.7 million to new fire station #8 increased construction in progress to \$2.9 million. Several park and trail projects increased construction in progress by \$29 million. Storm drainage construction in progress increased by \$15 million. In the current year, the fire department purchased \$902,000 in new vehicles and general fleet purchases increased by \$2,361,000.

Additional information on capital assets can be found in Note 9 on pages 62-64 of this report.

City of Las Vegas Capital Assets (net of depreciation)

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2005</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2004</u>
Land	\$ 842,965,034	\$ 840,440,536	\$ 43,002,485	\$ 45,587,470	\$ 885,967,519	\$ 886,028,006
Construction in progress	222,002,671	195,486,475	19,725,277	8,515,698	241,727,948	204,002,173
Land improvements	103,544,006	86,137,957	10,229,473	10,766,721	113,773,479	96,904,678
Sewer plant improvements			222,104,832	234,780,252	222,104,832	234,780,252
Buildings	126,823,467	123,461,287	17,822,560	18,098,644	144,646,027	141,559,931
Building improvements	44,889,236	43,342,366	485,913	564,284	45,375,149	43,906,650
Sewer lines			215,530,527	207,218,511	215,530,527	207,218,511
Machinery and equipment	15,649,756	15,307,648	1,729,264	1,901,599	17,379,020	17,209,247
Vehicles	19,604,969	21,216,132			19,604,969	21,216,132
Roadways	520,577,395	493,400,183			520,577,395	493,400,183
Traffic pavement markers	965,838	234,390			965,838	234,390
Traffic signals and lighting	53,390,871	52,834,469			53,390,871	52,834,469
Traffic signage	576,080	519,607			576,080	519,607
Storm drainage	356,577,397	338,436,945			356,577,397	338,436,945
Total	\$2,307,566,720	\$2,210,817,995	\$530,630,331	\$527,433,179	\$2,838,197,051	\$2,738,251,174

CITY OF LAS VEGAS, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Long-term debt. At the end of the current fiscal year, the City and its blended component units total bonded debt outstanding was \$336,984,885, exclusive of deferred issuance costs and \$1,066,391 in warrants. Of this amount, \$53,869,631 comprises general obligation debt backed by the full faith and credit of the government, \$273,469,596 of general obligation debts additionally secured by specified revenue sources, and \$6,866,000 of special assessment debt for which the City is obligated in the event of default by the bonded property owners.

City of Las Vegas Outstanding Debt
General Obligation and Revenue Bonds and Warrants
(before amortization of premiums, discounts and issuance costs)

	<u>Governmental</u>		<u>Business-type</u>		<u>Total</u>	
	<u>FY2005</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2004</u>	<u>FY2005</u>	<u>FY2004</u>
General obligation bonds	\$ 2,745,000	\$ 3,605,000	\$	\$	\$ 2,745,000	\$ 3,605,000
General obligation medium-term bonds	90,448,285	81,914,052			90,448,285	81,914,052
General obligation tax increment revenue bonds	33,755,000	36,865,000			33,755,000	36,865,000
	126,948,285	122,384,052			126,948,285	122,384,052
Special assessment bonds	6,866,600	5,582,000			6,866,600	5,582,000
Warrants	1,066,391	2,591,799			1,066,391	2,591,799
General obligation revenue Bonds	76,925,000	81,365,000	126,245,000	137,455,000	203,170,000	218,820,000
Total	<u>\$211,806,276</u>	<u>\$211,922,851</u>	<u>\$126,245,000</u>	<u>\$137,455,000</u>	<u>\$338,051,276</u>	<u>\$349,377,851</u>

The City and its blended component units total debt decreased by \$11,326,575 during the current fiscal year. The change was a result from the increase in new bond issuances for special assessment local improvements of \$1,975,000 medium-term recreation bonds of \$20,000,000, sewer general obligation revenue bonds of \$21,050,000, \$1,016,391 in warrants, and debt principal and refunding payments of \$55,367,966.

State statutes and City Charter limit the amount of general obligation debt a governmental entity may issue to 20 percent of its total assessed valuation. The current debt limitation for the City is \$2,543,475,705, significantly in excess of the City's outstanding general obligation debt.

The City maintains an AA rating from Fitch, an AA- rating from Standard and Poors (S&P) Corporation, and an Aa3 rating from Moody's Investors Service. These ratings apply to all of the City's bond issues except for the Redevelopment Agency whose S&P rating is BBB+.

Additional information on the City's long-term debt can be found in Note 12 on pages 66-72 of this report.

Economic Factors

For fiscal year 2006 the assessed valuation of the City is \$16,477,557,041 with a combined tax rate of \$0.7774 apportioned to the City per \$100 of assessed value.

Requests for Information

The financial report is designed to provide a general overview of the City of Las Vegas finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Director of Finance and Business Services Department, 400 Stewart Avenue, Las Vegas, Nevada, 89101.

Basic Financial Statement



100 WEDDINGS





CITY OF LAS VEGAS
STATEMENT OF NET ASSETS
JUNE 30, 2005

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
ASSETS				
Cash and cash equivalents	\$ 406,851,164	\$ 76,297,000	\$ 483,148,164	\$ 1,297,606
Investments	11,070,196		11,070,196	
Receivables net of allowance:				
Property taxes	1,762,386		1,762,386	
Consolidated taxes	43,897,408		43,897,408	
Gaming tax	5,020		5,020	
Accounts	2,677,150	9,399,786	12,076,936	
Interest	2,123,402	451,409	2,574,811	14,353
Loans	1,588,054	2,000,000	3,588,054	
Special assessments	6,593,544		6,593,544	
Intergovernmental	28,084,327	4,960,000	33,044,327	
Internal balances	10,885,460	(10,885,460)		
Land held for resale	5,253,550		5,253,550	
Due from agency funds	326,838		326,838	
Inventories	2,258,638	2,241,810	4,500,448	
Prepaid items	432,949	127,304	560,253	2,117
Deposits	738,280	26,191	764,471	
Deferred charges	2,288,671	708,963	2,997,634	
Restricted assets:				
Permanently restricted:				
Cash and cash equivalents	317,510		317,510	
Investments	1,048,660		1,048,660	
Capital assets:				
Land and construction in progress	1,064,967,705	62,727,762	1,127,695,467	
Depreciable improvements, buildings, machinery and equipment, and infrastructure, net of depreciation	1,242,599,015	467,902,569	1,710,501,584	
TOTAL ASSETS	2,835,769,927	615,957,334	3,451,727,261	1,314,076

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

CITY OF LAS VEGAS
STATEMENT OF NET ASSETS
JUNE 30, 2005

	PRIMARY GOVERNMENT			COMPONENT UNIT
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	COMMISSION FOR THE LAS VEGAS CENTENNIAL
LIABILITIES				
Accounts payable	\$ 24,775,873	\$ 3,162,372	\$ 27,938,245	\$ 251,318
Deposits payable	2,311,965	304,537	2,616,502	
Benefits payable	13,964,392		13,964,392	
Interest payable	1,374,708	1,498,467	2,873,175	
Contracts payable	6,637,820	676,599	7,314,419	
Connection fees payable		116,400	116,400	
Intergovernmental payable	80,037	8,023	88,060	93,052
Claims and judgments payable	515,086		515,086	
Unearned revenue	242,065	2,938,685	3,180,750	
Noncurrent liabilities:				
Current portion due or payable within one year:				
Bonds payable	24,168,327	9,880,000	34,048,327	
Warrants payable	1,066,391		1,066,391	
Compensated absences payable	146,994	40,138	187,132	
Long-term portion due or payable after one year:				
Bonds payable	186,408,185	113,748,715	300,156,900	
Compensated absences payable	37,382,479	4,757,098	42,139,577	
Arbitrage rebate payable	377,019		377,019	
Metro police self insurance	4,440,981		4,440,981	
TOTAL LIABILITIES	303,892,322	137,131,034	441,023,356	344,370
NET ASSETS				
Invested in capital assets, net of related debt	2,139,939,327	407,001,616	2,546,940,943	
Restricted for:				
Debt service	3,564,386		3,564,386	
Capital projects	44,015,510		44,015,510	
Capital maintenance	730,759		730,759	
Cemetery perpetual care				
Nonexpendable	1,374,839		1,374,839	
Unrestricted	342,252,784	71,824,684	414,077,468	969,706
TOTAL NET ASSETS	\$ 2,531,877,605	\$ 478,826,300	\$ 3,010,703,905	\$ 969,706

CITY OF LAS VEGAS
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

			PROGRAM
			OPERATING GRANT
			AND
	EXPENSES	CHARGES FOR SERVICES	CONTRIBUTIONS
<u>FUNCTIONS/PROGRAMS</u>			
Primary government:			
Governmental activities:			
General government	\$ 94,605,374	\$ 91,699,802	\$ 2,979,034
Judicial	21,159,762	19,002,925	137,737
Public safety	270,215,868	19,242,591	7,204,859
Public works	63,383,811	10,849,316	
Sanitation	147,490		152,421
Welfare	927,388	280,670	524,418
Health	2,507,229	122,818	22,558
Culture and recreation	49,460,934	9,768,542	204,802
Economic development and assistance	23,682,201	1,452,033	6,034,040
Transit systems	1,463,273	515,800	
Interest on long-term debt	10,388,497		
Total governmental activities	<u>537,941,827</u>	<u>152,934,497</u>	<u>17,259,869</u>
Business-type activities:			
Sanitation	70,286,572	69,236,786	179,206
Development services	14,477,021	15,164,789	
Parking	3,688,793	6,052,916	
Golf course	2,969,234	1,515,044	
Video production	1,353,538	1,784,309	
Land development	941,594	130,130	
Total business-type activities	<u>93,716,752</u>	<u>93,883,974</u>	<u>179,206</u>
Total primary government	<u>\$ 631,658,579</u>	<u>\$ 246,818,471</u>	<u>\$ 17,439,075</u>
Component unit:			
Commission for the			
Las Vegas Centennial	\$ 2,772,879	\$ 1,974,195	\$ 1,006,019
Total component unit	<u>\$ 2,772,879</u>	<u>\$ 1,974,195</u>	<u>\$ 1,006,019</u>

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

REVENUES	NET (EXPENSE) REVENUE AND CHANGES IN NET ASSETS			
	PRIMARY GOVERNMENT			COMPONENT UNIT COMMISSION FOR THE LAS VEGAS CENTENNIAL
	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL	
CAPITAL GRANTS AND CONTRIBUTIONS				
\$	\$	\$	\$	
	73,462		73,462	
	(2,019,100)		(2,019,100)	
7,216,863	(236,551,555)		(236,551,555)	
86,536,634	34,002,139		34,002,139	
	4,931		4,931	
	(122,300)		(122,300)	
	(2,361,853)		(2,361,853)	
14,501,926	(24,985,664)		(24,985,664)	
10,657,547	(5,538,581)		(5,538,581)	
	(947,473)		(947,473)	
	(10,388,497)		(10,388,497)	
118,912,970	(248,834,491)		(248,834,491)	0
37,255,226		36,384,646	36,384,646	
		687,768	687,768	
		2,364,123	2,364,123	
		(1,454,190)	(1,454,190)	
		430,771	430,771	
		(811,464)	(811,464)	
37,255,226		37,601,654	37,601,654	0
\$ 156,168,196	(248,834,491)	37,601,654	(211,232,837)	0
\$				207,335
\$ 0	0	0	0	207,335
General revenues:				
Consolidated tax	238,040,861		238,040,861	
Property taxes	109,165,822		109,165,822	
Room tax	3,905,794		3,905,794	
Residential construction tax	2,416,431		2,416,431	
Motor vehicle fuel tax	8,102,638		8,102,638	
Unrestricted investment earnings	11,009,029	1,906,541	12,915,570	18,854
Gain on disposal of capital assets	2,485,236		2,485,236	
Transfers	1,461,608	(1,461,608)		
Total general revenues and transfers	376,587,419	444,933	377,032,352	18,854
Change in net assets	127,752,928	38,046,587	165,799,515	226,189
Net assets - July 1,	2,404,124,677	440,779,713	2,844,904,390	743,517
Net assets - June 30,	\$ 2,531,877,605	\$ 478,826,300	\$ 3,010,703,905	\$ 969,706

CITY OF LAS VEGAS, NEVADA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2005

	General	Parks and Leisure Activities	Road and Flood
ASSETS			
Cash and cash equivalents	\$ 24,144,284	\$ 81,054,561	\$ 4,427,848
Investments			
Receivables (net of allowances for uncollectibles):			
Property tax	1,152,838		
Consolidated tax	43,897,408		
Gaming tax	5,020		
Accounts	1,590,702		148,642
Interest	322,221	424,699	
Loans			
Special Assessments			
Intergovernmental	1,877,664	2,090,306	9,676,789
Due from other funds	4,591,353		
Land held for resale			
Prepaid items	432,915		34
Deposits			
Permanently restricted:			
Cash and cash equivalents			
Investments			
Total assets	<u>\$ 78,014,405</u>	<u>\$ 83,569,566</u>	<u>\$ 14,253,313</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 2,564,104	\$ 3,480,229	\$ 7,382,658
Compensated absences payable	7,918		
Due to other funds	18,236		
Deposits payable	183,950		
Contracts payable		2,522,099	2,607,647
Loans payable			
Intergovernmental payable			
Unearned revenue	963,112		
Total liabilities	<u>3,737,320</u>	<u>6,002,328</u>	<u>9,990,305</u>
Fund balances:			
Reserved for:			
Debt service			
Imprest funds	25,000		
Prepaid items	432,915		
Non-current loans receivable			
Land held for resale			
Cemetery perpetual care			
Unfunded Metro Police self insurance liability	4,440,981		
Unreserved:			
Designated for construction projects			
Special revenue funds			
Capital project funds		77,567,238	4,263,008
Designated for redevelopment projects			
Special revenue funds			
Undesignated			
General fund	69,378,189		
Special revenue funds			
Debt service funds			
Total fund balances	<u>74,277,085</u>	<u>77,567,238</u>	<u>4,263,008</u>
Total liabilities and fund balances	<u>\$ 78,014,405</u>	<u>\$ 83,569,566</u>	<u>\$ 14,253,313</u>

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

City Facilities	Special Assessments	Other Non-Major Governmental Funds	Total Governmental Funds
\$ 56,482,140	\$ 56,791,040	\$ 123,039,206	\$ 345,939,079
		2,674,565	2,674,565
		609,548	1,762,386
			43,897,408
			5,020
		399,341	2,138,685
322,277	27,255	610,966	1,707,418
		14,174,825	14,174,825
	6,586,402	7,142	6,593,544
		13,490,345	27,135,104
		767,994	5,359,347
		5,253,550	5,253,550
			432,949
		738,280	738,280
		317,510	317,510
		1,048,660	1,048,660
<u>\$ 56,804,417</u>	<u>\$ 63,404,697</u>	<u>\$ 163,131,932</u>	<u>\$ 459,178,330</u>
\$ 655,549	\$ 82,725	\$ 8,125,986	\$ 22,291,251
			7,918
		3,525,725	3,543,961
	52,305	2,075,710	2,311,965
218,394	21,822	1,267,858	6,637,820
		811,534	811,534
		80,037	80,037
	6,532,636	282,204	7,777,952
<u>873,943</u>	<u>6,689,488</u>	<u>16,169,054</u>	<u>43,462,438</u>
		11,835,123	11,835,123
			25,000
			432,915
		672,375	672,375
		5,253,550	5,253,550
		1,374,839	1,374,839
			4,440,981
		34,557,904	34,557,904
55,930,474	56,715,209	40,329,315	234,805,244
		1,726,824	1,726,824
			69,378,189
		50,063,331	50,063,331
		1,149,617	1,149,617
<u>55,930,474</u>	<u>56,715,209</u>	<u>146,962,878</u>	<u>415,715,892</u>
<u>\$ 56,804,417</u>	<u>\$ 63,404,697</u>	<u>\$ 163,131,932</u>	<u>\$ 459,178,330</u>

CITY OF LAS VEGAS, NEVADA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

Total fund balances - total governmental funds (page 31)	\$ 415,715,892
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. Capital assets consist of governmental assets of \$2,287,082,431 and internal service fund assets of \$20,484,289.	2,307,566,720
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds.	(251,734,026)
Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds.	7,535,887
Internal service funds are used by management to charge the costs of various services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Total net assets in the internal service funds are \$75,592,113, less \$2,314,692 to reflect consolidation of internal service fund activities to related enterprise funds; and less \$20,484,289 of internal service fund net capital assets reflected in governmental activities.	<u>52,793,132</u>
Net assets of governmental activities (page 27)	<u><u>\$ 2,531,877,605</u></u>

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

This page left blank intentionally

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

	General	Parks and Leisure Activities	Road and Flood
Revenues:			
Taxes	\$ 88,933,345	\$	\$
Licenses and permits	72,594,608		
Intergovernmental	243,013,735	4,881,563	48,121,730
Charges for services	26,273,557		284,375
Special assessments			
Fines and forfeits	14,183,123		
Interest	1,179,134	1,936,822	
Miscellaneous	1,622,350	131,746	10,405
Total revenues	<u>447,799,852</u>	<u>6,950,131</u>	<u>48,416,510</u>
Expenditures:			
Current:			
General government	72,783,705		
Judicial	20,399,312		
Public safety	247,266,123		
Public works	15,917,975		2,016,032
Sanitation			
Welfare			
Health	2,362,824		
Culture and recreation	35,802,740	1,670,331	
Economic development and assistance	5,563,860		
Transit systems	1,546,852		
Debt service:			
Principal retirement			
Interest and fiscal charges			
Capital outlay:			
General government			
Public safety	58,869		
Public works	30,579		46,885,270
Culture and recreation	13,692	37,117,977	
Economic development and assistance	5,574		
Total expenditures	<u>401,752,105</u>	<u>38,788,308</u>	<u>48,901,302</u>
Excess (deficiency) of revenues over (under) expenditures	<u>46,047,747</u>	<u>(31,838,177)</u>	<u>(484,792)</u>
Other financing sources (uses):			
Transfers in	11,079,590	23,219,065	
Transfers out	(45,529,341)	(620,000)	
Sale of capital assets			
Transfer of land for resale			
General obligation bond proceeds		20,000,000	
Premium		610,160	
Special assessment bonds & interim warrants			
Total other financing sources (uses)	<u>(34,449,751)</u>	<u>43,209,225</u>	<u>0</u>
Net changes in fund balances	11,597,996	11,371,048	(484,792)
Fund balances, July 1	<u>62,679,089</u>	<u>66,196,190</u>	<u>4,747,800</u>
Fund balances, June 30	<u>\$ 74,277,085</u>	<u>\$ 77,567,238</u>	<u>\$ 4,263,008</u>

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

City Facilities	Special Assessments	Other Non-Major Governmental Funds	Total Governmental Funds
\$	\$	\$	\$
		26,782,570	115,715,915
		1,904,798	74,499,406
2,874,248		47,104,077	345,995,353
		7,957,323	34,515,255
	1,661,679	1,566,002	3,227,681
			14,183,123
1,426,992	1,225,764	3,204,343	8,973,055
4,000	105	3,967,545	5,736,151
<u>4,305,240</u>	<u>2,887,548</u>	<u>92,486,658</u>	<u>602,845,939</u>
		10,901,702	83,685,407
		564,303	20,963,615
		8,161,419	255,427,542
	3,898,175	6,953,875	28,786,057
		147,490	147,490
		981,173	981,173
		59,471	2,422,295
		4,972,426	42,445,497
		13,091,291	18,655,151
			1,546,852
		23,107,966	23,107,966
		10,144,615	10,144,615
5,989,513			5,989,513
		10,808,176	10,867,045
	7,523,320	4,434,346	58,873,515
			37,131,669
		3,197,269	3,202,843
<u>5,989,513</u>	<u>11,421,495</u>	<u>97,525,522</u>	<u>604,378,245</u>
<u>(1,684,273)</u>	<u>(8,533,947)</u>	<u>(5,038,864)</u>	<u>(1,532,306)</u>
8,231,239		53,808,603	96,338,497
(2,864,707)	(1,691,901)	(48,191,743)	(98,897,692)
805,984		2,176,126	2,982,110
		5,253,550	5,253,550
		1,975,000	21,975,000
		15,009	625,169
	1,016,391		1,016,391
<u>6,172,516</u>	<u>(675,510)</u>	<u>15,036,545</u>	<u>29,293,025</u>
4,488,243	(9,209,457)	9,997,681	27,760,719
<u>51,442,231</u>	<u>65,924,666</u>	<u>136,965,197</u>	<u>387,955,173</u>
<u>\$ 55,930,474</u>	<u>\$ 56,715,209</u>	<u>\$ 146,962,878</u>	<u>\$ 415,715,892</u>

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

Amounts reported for governmental activities in the statement of activities (page 28 - 29) are different because:

Net changes in fund balances - total governmental funds (page 35)	\$ 27,760,719
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period.	59,569,614
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, transfers, and donations) is to increase net assets.	37,669,237
Property tax revenue and special assessments revenue in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.	(728,609)
The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(184,727)
Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.	(1,118,887)
Internal service funds are used by management to charge the costs of a variety of services (i.e. fleet, graphic reproduction, purchase and maintenance of computers, maintenance of radios, pagers, cellular, and telephones, etc.) to individual funds. The net revenue of certain activities of internal service funds is reported with governmental activities. Changes in net assets of internal service fund are \$5,198,605, less \$413,024 to reflect consolidation of internal service fund activities to related enterprise funds.	4,785,581
Change in net assets of governmental activities (page 29)	\$ <u>127,752,928</u>

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

This page left blank intentionally

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

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 87,991,100	\$ 87,991,100	\$ 88,933,345	\$ 942,245
Licenses and permits	69,228,000	69,228,000	72,594,608	3,366,608
Intergovernmental	215,366,000	236,366,000	243,013,735	6,647,735
Charges for services	31,530,000	31,530,000	26,273,557	(5,256,443)
Fines and forfeits	14,985,000	14,985,000	14,183,123	(801,877)
Interest	295,000	295,000	1,179,134	884,134
Miscellaneous	1,876,000	1,876,000	1,622,350	(253,650)
Total revenues	<u>421,271,100</u>	<u>442,271,100</u>	<u>447,799,852</u>	<u>5,528,752</u>
Expenditures:				
General government:				
Legislative	2,906,318	2,906,318	2,781,515	124,803
Elections	935,350	1,035,350	553,859	481,491
Executive	3,487,488	3,487,488	3,114,164	373,324
Financial administration	18,226,443	18,376,443	17,775,745	600,698
Other	56,245,793	53,650,793	48,558,422	5,092,371
Total general government	<u>81,801,392</u>	<u>79,456,392</u>	<u>72,783,705</u>	<u>6,672,687</u>
Judicial:				
Municipal courts	15,314,709	14,964,709	13,650,932	1,313,777
City attorney-criminal division	3,207,254	3,207,254	3,056,293	150,961
Public defender	478,000	478,000	473,173	4,827
Alternative sentencing & education	3,578,749	3,578,749	3,218,914	359,835
Total judicial	<u>22,578,712</u>	<u>22,228,712</u>	<u>20,399,312</u>	<u>1,829,400</u>
Public safety:				
Police	113,511,886	113,511,886	112,859,359	652,527
Fire	85,473,013	86,223,013	83,699,789	2,523,224
Corrections	33,353,834	37,803,834	37,789,314	14,520
Other protection	14,560,927	14,010,927	12,976,530	1,034,397
Total public safety	<u>246,899,660</u>	<u>251,549,660</u>	<u>247,324,992</u>	<u>4,224,668</u>
Public works:				
Administration	1,188,206	1,203,206	1,032,915	170,291
Engineering	14,632,872	14,482,872	13,464,997	1,017,875
Paved streets	1,455,448	1,455,448	1,450,642	4,806
Total public works	<u>17,276,526</u>	<u>17,141,526</u>	<u>15,948,554</u>	<u>1,192,972</u>
Health:				
Animal control	2,512,017	2,512,017	2,268,112	243,905
Cemetery operation	70,000	90,000	86,140	3,860
Communicable disease control		40,000	8,572	31,428
Total health	<u>2,582,017</u>	<u>2,642,017</u>	<u>2,362,824</u>	<u>279,193</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Culture and recreation:				
Culture & recreation administration	\$ 2,440,045	\$ 2,440,045	\$ 2,379,242	\$ 60,803
Participant recreation	13,213,633	13,213,633	12,385,275	828,358
Spectator recreation	5,281,189	5,281,189	5,420,094	(138,905)
Parks	14,083,846	13,783,846	12,806,147	977,699
Senior citizens	2,746,887	2,746,887	2,825,674	(78,787)
Total culture and recreation	<u>37,765,600</u>	<u>37,465,600</u>	<u>35,816,432</u>	<u>1,649,168</u>
Economic development and assistance:				
Economic development and assistance	693,191	693,191	623,267	69,924
Neighborhood services	<u>5,338,472</u>	<u>5,338,472</u>	<u>4,946,167</u>	<u>392,305</u>
Total economic development and assistance	<u>6,031,663</u>	<u>6,031,663</u>	<u>5,569,434</u>	<u>462,229</u>
Transit systems:				
Transportation services	<u>1,647,528</u>	<u>1,672,528</u>	<u>1,546,852</u>	<u>125,676</u>
Total transit systems	<u>1,647,528</u>	<u>1,672,528</u>	<u>1,546,852</u>	<u>125,676</u>
Total expenditures	<u>416,583,098</u>	<u>418,188,098</u>	<u>401,752,105</u>	<u>16,435,993</u>
Excess of revenues over expenditures	<u>4,688,002</u>	<u>24,083,002</u>	<u>46,047,747</u>	<u>21,964,745</u>
Other financing sources (uses):				
Transfers in	10,664,800	10,664,800	11,079,590	414,790
Transfers out	<u>(16,329,869)</u>	<u>(45,624,869)</u>	<u>(45,529,341)</u>	<u>95,528</u>
Total other financing sources (uses)	<u>(5,665,069)</u>	<u>(34,960,069)</u>	<u>(34,449,751)</u>	<u>510,318</u>
Net changes in fund balances	(977,067)	(10,877,067)	11,597,996	22,475,063
Fund balances, July 1	<u>52,747,218</u>	<u>62,647,218</u>	<u>62,679,089</u>	<u>31,871</u>
Fund balances, June 30	<u>\$ 51,770,151</u>	<u>\$ 51,770,151</u>	<u>\$ 74,277,085</u>	<u>\$ 22,506,934</u>

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

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2005

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
ASSETS					
Current assets:					
Cash and cash equivalents	\$ 62,511,155	\$ 776,221	\$ 13,009,624	\$ 76,297,000	\$ 60,912,085
Investments					8,395,631
Receivables (net of allowances for uncollectibles):					
Accounts	9,284,591	20,060	95,135	9,399,786	538,465
Interest	365,311	7,372	78,726	451,409	415,984
Loans		2,000,000	2,781,449	4,781,449	
Intergovernmental	4,960,000			4,960,000	949,223
Due from other funds		18,236	42,149	60,385	644,512
Inventories	2,217,897		23,913	2,241,810	2,258,638
Prepaid items		5,978	121,326	127,304	
Deposits			26,191	26,191	
Total current assets	<u>79,338,954</u>	<u>2,827,867</u>	<u>16,178,513</u>	<u>98,345,334</u>	<u>74,114,538</u>
Noncurrent assets:					
Deferred charges-bond issuance costs	<u>641,082</u>		<u>67,881</u>	<u>708,963</u>	
Capital assets:					
Land	2,205,152	37,471,203	3,326,130	43,002,485	
Land improvements	1,168,148		13,063,433	14,231,581	257,077
Sewer plant improvements	335,202,223			335,202,223	
Buildings	15,305,693		6,530,956	21,836,649	3,986,315
Building improvements	1,593,275		837,467	2,430,742	4,482,527
Sewer lines	264,326,703			264,326,703	
Machinery and equipment	1,481,458		1,968,496	3,449,954	6,714,262
Vehicles					37,195,652
Construction in progress	19,725,277			19,725,277	
Less accumulated depreciation	<u>(166,167,348)</u>		<u>(7,407,935)</u>	<u>(173,575,283)</u>	<u>(32,151,544)</u>
Total capital assets (net of accumulated depreciation)	<u>474,840,581</u>	<u>37,471,203</u>	<u>18,318,547</u>	<u>530,630,331</u>	<u>20,484,289</u>
Total noncurrent assets	<u>475,481,663</u>	<u>37,471,203</u>	<u>18,386,428</u>	<u>531,339,294</u>	<u>20,484,289</u>
Total assets	554,820,617	40,299,070	34,564,941	629,684,628	94,598,827

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS (continued)
JUNE 30, 2005

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
LIABILITIES					
Current liabilities:					
Accounts payable	\$ 2,698,986	\$ 336,682	\$ 126,704	\$ 3,162,372	\$ 2,484,622
Compensated absences payable	3,734		36,404	40,138	1,516
Deposits		300,000	4,537	304,537	
Due to other funds		42,149	1,443,151	1,485,300	708,145
Benefits payable					7,458,115
Claims and judgments payable					515,086
General obligation revenue bonds payable	9,485,000		395,000	9,880,000	
Interest payable	1,444,181		54,286	1,498,467	
Contracts payable	676,599			676,599	
Connection fees payable	116,400			116,400	
Intergovernmental payable			8,023	8,023	
Total current liabilities	<u>14,424,900</u>	<u>678,831</u>	<u>2,068,105</u>	<u>17,171,836</u>	<u>11,167,484</u>
Noncurrent liabilities:					
Compensated absences payable	2,592,419		2,164,679	4,757,098	1,332,953
General obligation revenue bonds payable	102,770,374		10,978,341	113,748,715	
Loans payable		14,556,686		14,556,686	
Unearned revenue		2,000,000	938,685	2,938,685	
Benefits payable					6,506,277
Total noncurrent liabilities	<u>105,362,793</u>	<u>16,556,686</u>	<u>14,081,705</u>	<u>136,001,184</u>	<u>7,839,230</u>
Total liabilities	<u>119,787,693</u>	<u>17,235,517</u>	<u>16,149,810</u>	<u>153,173,020</u>	<u>19,006,714</u>
NET ASSETS					
Investment in capital assets, net of related debt	362,585,207	37,471,203	6,945,206	407,001,616	20,484,289
Unrestricted	<u>72,447,717</u>	<u>(14,407,650)</u>	<u>11,469,925</u>	<u>69,509,992</u>	<u>55,107,824</u>
Total net assets	<u>\$ 435,032,924</u>	<u>\$ 23,063,553</u>	<u>\$ 18,415,131</u>	<u>476,511,608</u>	<u>\$ 75,592,113</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.				<u>2,314,692</u>	
Net assets of business-type activities (page 27)				<u>\$ 478,826,300</u>	

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

CITY OF LAS VEGAS, NEVADA
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Business-type Activities - Enterprise Funds			Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	
Operating revenues:				
Licenses and permits	\$	\$	\$ 15,538,895	\$ 15,538,895
Charges for services	69,124,550		4,789,980	61,157,664
Fines and forfeits			2,756,582	2,756,582
Miscellaneous	112,236	130,130	1,431,601	153,534
Total operating revenues	<u>69,236,786</u>	<u>130,130</u>	<u>24,517,058</u>	<u>61,311,198</u>
Operating expenses:				
Salaries and employee benefits	19,416,796		15,396,485	12,358,448
Services and supplies	22,123,759	941,594	5,209,377	13,642,972
Cost of stores issued			108,509	5,945,494
Insurance claims				21,514,407
Insurance premiums				3,490,276
Depreciation	18,336,327		929,910	4,511,838
Total operating expenses	<u>59,876,882</u>	<u>941,594</u>	<u>21,644,281</u>	<u>61,463,435</u>
Operating income (loss)	<u>9,359,904</u>	<u>(811,464)</u>	<u>2,872,777</u>	<u>(152,237)</u>
Nonoperating revenues (expenses):				
Interest revenue	1,598,526	7,372	300,643	1,803,871
Interest expense	(5,991,880)		(666,834)	(6,658,714)
Sewer connection charges	13,552,228			13,552,228
Gain (loss) on sale of capital assets	(2,584,985)			(87,858)
Intergovernmental revenue	14,854,002			14,854,002
Intergovernmental expense	(2,182,659)		(240,661)	(385,974)
Total nonoperating revenues (expenses)	<u>19,245,232</u>	<u>7,372</u>	<u>(606,852)</u>	<u>1,330,039</u>
Income (loss) before contributions and transfers	28,605,136	(804,092)	2,265,925	1,177,802
Capital contributions - sewer lines	9,028,202			9,028,202
Transfers in			2,523,865	23,130,393
Transfers out	<u>(1,025,000)</u>		<u>(2,960,473)</u>	<u>(19,109,590)</u>
Changes in net assets	36,608,338	(804,092)	1,829,317	5,198,605
Net assets, July 1	<u>398,424,586</u>	<u>23,867,645</u>	<u>16,585,814</u>	<u>70,393,508</u>
Net assets, June 30	<u>\$ 435,032,924</u>	<u>\$ 23,063,553</u>	<u>\$ 18,415,131</u>	<u>\$ 75,592,113</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			413,024	
Changes in net assets of business-type activities (page 29)			<u>\$ 38,046,587</u>	

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

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
Cash flows from operating activities:					
Cash received from customers	\$ 66,592,377	\$ 360,070	\$ 24,263,061	\$ 91,215,508	\$ 61,662,770
Cash payments to suppliers for goods and services	(22,670,187)	(810,343)	(5,104,039)	(28,584,569)	(42,997,662)
Cash payments to employees for services	(19,243,402)		(15,221,308)	(34,464,710)	(12,238,852)
Net cash provided (used in) by operating activities	<u>24,678,788</u>	<u>(450,273)</u>	<u>3,937,714</u>	<u>28,166,229</u>	<u>6,426,256</u>
Cash flows from noncapital financing activities:					
Cash received from other funds		822,573		822,573	87,730
Cash paid to other funds			(222,437)	(222,437)	(118,833)
Reimbursements from other governments	400,371			400,371	
Transfers in from other funds			2,523,865	2,523,865	26,794,736
Transfers out to other funds	(1,025,000)		(2,960,473)	(3,985,473)	(22,773,933)
Subsidies paid to other governments					(385,974)
Contributions to other governments	(2,182,659)		(240,661)	(2,423,320)	
Net cash provided by (used in) noncapital financing activities	<u>(2,807,288)</u>	<u>822,573</u>	<u>(899,706)</u>	<u>(2,884,421)</u>	<u>3,603,726</u>
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	(19,267,968)		(78,977)	(19,346,945)	(4,330,453)
Proceeds from bonds	21,020,156			21,020,156	
Receipts from capital grants	4,990,000			4,990,000	
Sewer connection charges	13,552,228			13,552,228	
Payment to refunded bond escrow agent	(21,556,324)			(21,556,324)	
SNWA infrastructure fund	9,451,735			9,451,735	
Principal paid on bonds	(12,060,000)		(365,000)	(12,425,000)	
Interest paid	(5,748,061)		(669,444)	(6,417,505)	
Proceeds from sale of assets					138,766
Net cash used in capital and related financing activities	<u>(9,618,234)</u>	<u>0</u>	<u>(1,113,421)</u>	<u>(10,731,655)</u>	<u>(4,191,687)</u>
Cash flows from investing activities:					
Interest and dividends on investments	1,489,755		296,948	1,786,703	1,725,068
Purchase of investment securities					(22,150)
Net cash provided by investing activities	<u>1,489,755</u>	<u>0</u>	<u>296,948</u>	<u>1,786,703</u>	<u>1,702,918</u>
Net increase in cash and cash equivalents	13,743,021	372,300	2,221,535	16,336,856	7,541,213
Cash and cash equivalents, July 1	<u>48,768,134</u>	<u>403,921</u>	<u>10,788,090</u>	<u>59,960,145</u>	<u>53,370,872</u>
Cash and cash equivalents, June 30	<u>\$ 62,511,155</u>	<u>\$ 776,221</u>	<u>\$ 13,009,625</u>	<u>\$ 76,297,001</u>	<u>\$ 60,912,085</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS (continued)
PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds
	Sanitation	Nonprofit Corporations	Other Non-Major Proprietary Funds	Total	
Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:					
Operating income (loss)	\$ 9,359,904	\$ (811,464)	\$ 2,872,777	\$ 11,421,217	\$ (152,237)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:					
Depreciation	18,336,327		929,910	19,266,237	4,511,838
Change in assets and liabilities:					
(Increase) decrease in accounts receivable	(1,623,904)	(20,060)	31,184	(1,612,780)	(6,443)
(Increase) decrease in intergovernmental receivable	(1,020,505)		5,200	(1,015,305)	750,654
(Increase) decrease in due from other funds					(392,639)
(Increase) decrease in inventories	(152,321)		1,000	(151,321)	(404,278)
(Increase) decrease in prepaid items	82,687	7,801	125,040	215,528	
Increase (decrease) in accounts payable	(476,794)	123,450	87,782	(265,562)	1,395,897
Increase (decrease) in intergovernmental payable			25	25	
Increase (decrease) in compensated absences payable	173,394		175,177	348,571	112,676
Increase (decrease) in deposits		250,000	(8,812)	241,188	
Increase (decrease) in deferred revenue			(281,569)	(281,569)	
Increase (decrease) in benefits payable					631,083
Increase (decrease) in claims and judgments payable					(20,295)
Net cash provided by (used in) operating activities	<u>\$ 24,678,788</u>	<u>\$ (450,273)</u>	<u>\$ 3,937,714</u>	<u>\$ 28,166,229</u>	<u>\$ 6,426,256</u>
Noncash investing, capital, and financing activities:					
Contributions of capital assets from developers	\$ 9,028,202				

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

CITY OF LAS VEGAS, NEVADA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2005

	Total Fiduciary Funds
<hr/>	
ASSETS	
Cash and cash equivalents	\$ 29,578,662
Receivables (net of allowances for uncollectibles):	
Interest	30,676
Intergovernmental	503
Salary advances	<u>14,054</u>
Total assets	<u>\$ 29,623,895</u>
LIABILITIES	
Accounts payable	\$ 21
Due to other funds	326,838
Deposits payable	23,706,295
Intergovernmental payable	2,833,625
Payroll liabilities payable	174,490
Outstanding bail payable	2,142,511
Unclaimed monies payable	320,147
Arbitrage rebate payable	<u>119,968</u>
Total liabilities	<u>\$ 29,623,895</u>

See accompanying independent auditors' report.

This page left blank intentionally

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

1. Summary of significant accounting policies

The basic financial statements of the City of Las Vegas (City) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) for governmental units as prescribed by the Governmental Accounting Standards Board (GASB). The more significant of the City's accounting policies are described below.

A. Reporting entity

The City of Las Vegas, Nevada, was incorporated in 1911. The City provides a full range of municipal services as directed by statute. Services provided include public safety (police and fire), street construction and maintenance, sanitation, culture-recreation, public improvements, planning and zoning, and general administration and services. The City has a Council-Manager form of government. The Mayor is elected by the voters of the City at large for a four-year term. The City is divided into six wards. Voters of each ward elect a member of the Council for a four-year term. Policymaking and legislative authority are vested in the Council. The City's officials are also responsible for appointing the members of the boards of other organizations, but the City's accountability for these organizations does not extend beyond making the appointments. City officials appoint board members to the Clark County Board of Health, Clark County Economic Opportunity Board, Las Vegas Convention and Visitors Authority, Las Vegas Housing Authority, Regional Flood Control District, Regional Transportation Commission, Clean Water Coalition, Southern Nevada Regional Planning Coalition, and the Southern Nevada Water Authority.

The accompanying basic financial statements present the financial position of the City of Las Vegas (primary government) and its blended component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the City's operations. The blended component units discussed below are included in the City's reporting entity because of the significance of their operation or financial relationship with the City. The financial statements of component units have been included in the City's reporting entity as blended component units. The City's discretely presented component unit is reported in a separate column in the government-wide financial statement (see note below for description) to emphasize that it is operationally separate from the City.

Blended component units

On March 5, 1986, the Official Redevelopment Plan was adopted to facilitate urban redevelopment efforts for the downtown area. The City of Las Vegas Redevelopment Agency (Agency) is governed by a seven-member board comprised of the seven City councilpersons. For financial reporting purposes, the Agency is reported as if it were part of the City's operations because the governing body is one and the same, and the Agency's activities are so closely aligned with the City's.

The Nonprofit Corporations exclusively promote the health and welfare of the City of Las Vegas, and, therefore, are reported as blended component units. Their services include the acquisition and disposition of property located therein for public purposes, or the distribution of the proceeds thereof, to the City of Las Vegas. The City of Las Vegas is financially accountable as follows: the corporations are governed by a two-member board of directors appointed by the Mayor and ratified by the Las Vegas City Council and the corporations are also fully dependent on the City of Las Vegas for fiscal and operational support.

Discretely Presented Component Unit

The Commission for the Las Vegas Centennial is a nonprofit corporation formed on May 20, 2004, to advance, support and promote the health and social welfare of the City of Las Vegas and its citizens for the City's 100 year birthday celebration (centennial). The Commission is governed by a fifteen member Board of Directors (Board) which provides management for the business and affairs of the corporation. The Board appoints a thirty-three member Executive Committee. Board members may also be Executive Committee members. All members of the Board are appointed by the Mayor of the City of Las Vegas and ratified by the Las Vegas City Council. The financial operations of the commission are reported as a separate column in the basic financial statements to emphasize that it is legally and operationally separate from the City.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

1. Summary of significant accounting policies (continued)

A. Reporting entity (continued)

Complete financial statements of the Agency, the Nonprofit Corporations and the Commission can be obtained from the City of Las Vegas Department of Finance and Business Services, 6th Floor, 400 Stewart Avenue, Las Vegas, Nevada 89101.

B. Government-wide and fund financial statements

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

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

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

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

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

Government fund financial statements are reported using the *current financial measurement focus* and *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Grant revenues are recognized when earned and billed to the grant-awarding agency. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, are recorded only when payment is due.

Property taxes, and other taxpayer-assessed tax revenues (franchise fees, consolidated tax, room tax, residential construction tax, motor vehicle fuel tax), licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the government.

The City reports the following major government funds:

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

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

1. Summary of significant accounting policies (continued)

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

The *parks and leisure activities capital projects fund* accounts for the costs of constructing new or improving existing parks, recreation centers and senior citizen facilities.

The *road and flood capital projects fund* accounts for major infrastructure improvements to the City's arterial street system and floodwater conveyance systems.

The *City facilities capital project fund* accounts for improvements at the City Hall complex, satellite facilities and maintenance yards.

The *special assessments capital projects fund* accounts for major infrastructure improvements which benefit particular taxpayers in a special improvement district.

The government reports the following major proprietary fund:

The *sanitation enterprise fund* accounts for the City's sewage treatment plant, sewage pumping stations and collection systems and the wastewater distribution system.

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

Additionally, the government reports on the following fund types:

Internal service funds account for a variety of services provided to other departments or agencies of the City on a cost reimbursement basis. These services include graphic reproduction, purchase and maintenance of personal computers, emergency dispatch services, purchase and maintenance of radios, pagers and cellular and telephone equipment, automotive operations, liability insurance, workers compensation insurance, group and property damage insurance, fire equipment acquisition and miscellaneous stores.

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

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

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

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

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

1. Summary of significant accounting policies (continued)

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

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

D. Assets, liabilities and net assets or equity

1. *Cash, cash equivalents and investments*

The City maintains a cash, cash equivalents and investment pool that is available for use by all funds. Monies that are not required for immediate obligations are invested. Cash and cash equivalents include currency on hand, demand deposits with banks or other financial institutions, and highly liquid short-term investments with original maturities of three months or less from date of acquisition.

The City's investment policies are governed by state statutes and its own written policies. Permissible investments include obligations of the U.S. Treasury and U.S. agencies, bankers acceptances, corporate, state, and local government bonds, repurchase agreements, commercial paper and money market mutual funds.

Investments include short-term investments that are not easily converted to cash and long-term investments with maturity dates ranging from six months to five years. Investments are stated at fair value, determined by using quoted market prices provided by a nationally recognized independent bank or amortized cost for investments that have a remaining maturity at time of purchase of one year or less.

2. *Receivables and payables*

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

Receivables are reported at their gross value and, where appropriate, are shown net of an allowance for uncollectible accounts.

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

The Nevada Department of Taxation provides the maximum allowable tax rates for operating purposes to local governments for inclusion in their budgets. Each local government that receives property taxes must file a budget on or before June 1 which provides for the allowed tax rate for the next fiscal year. The Nevada Tax Commission must certify all tax rates on June 25, the levy date, and property is liened on July 1. Property taxes are then payable to the County Treasurer in four equal installments, the first Monday of August, October, January and March. Apportionment of taxes by Clark County to the City of Las Vegas is made in the calendar quarters of September, December, March and June. The actual rates, which were levied for 2005, were General Fund .6765, Debt Service .0077, and Special Revenue .0950 for a total tax rate of .7792 (amount per \$100 of assessed value).

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

1. Summary of significant accounting policies (continued)

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

3. Inventories and prepaid items

Inventories in the internal service and enterprise funds consist of expendable supplies held for consumption and are stated at cost, which approximates market, using the first-in, first-out method. The balances are determined by physical count. Inventories in governmental funds are recorded as expenditures when consumed rather than when purchased.

Payments made to vendors for services that will benefit periods beyond June 30, 2005, are recorded as prepaid items, in both government-wide and fund financial statements. In fund financial statements, a portion of fund balance equal to total prepaid items is reserved to indicate that it is not available for appropriation.

4. Restricted assets

Cemetery Operations Permanent Fund - Restricted assets in this fund are derived from the endowment care portion of the fee charged for a cemetery lot. The monies are invested and the interest income is used for the perpetual care and maintenance of the cemetery in accordance with the cemetery systems lease agreement (Note 11c). An independent trustee manages the fund. At June 30, 2005, the restricted assets consisted of cash and cash equivalents of \$317,510 and investments of \$1,048,660 for a total of \$1,366,170.

5. Capital assets

Capital assets, which include property, plant, equipment, infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are reported at estimated fair market value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Major outlays for capital assets and improvements are capitalized as projects constructed. Property and equipment acquired by proprietary funds are reported in those funds at cost or estimated fair market value at the time of donation. In enterprise funds, interest expense on bonds issued for construction of capital assets is netted against interest revenue earned on the investment of bond proceeds, as provided for in the Statement of Financial Accounting Standards (SFAS) No. 62, and if determined to be immaterial will not be capitalized.

Property, plant and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

Storm Drains	50 years
Roadways	30 years
Buildings	20-40 years
Land & sewer plant improvements	20-24 years
Traffic signals and lighting	20 years
Building improvements	10-20 years
Traffic signage	10 years
Machinery and equipment	7-10 years
Traffic pavement markers	4 years
Vehicles	3-10 years

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

1. Summary of significant accounting policies (continued)

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

6. *Compensated absences*

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Accumulated vacation and sick leave that is expected to be liquidated within the current year is reported as an expenditure in governmental fund types. The estimated long-term liability of vested or accumulated vacation and sick leave that is not expected to be liquidated within the current year is accounted for in the government-wide financial statements. Vested or accumulated vacation and sick leave of proprietary funds is recorded as an expense and liability of those funds as the benefits accrue to employees.

7. *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, 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. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the period issued. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuance are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Arbitrage rebate payable is recorded as a long-term liability to account for arbitrage amounts to be rebated to the federal government that result from interest earned in excess of the interest costs on the monies invested from the proceeds of bond issues.

The City of Las Vegas and Clark County both provide financing for the Las Vegas Metro Police Self Insurance internal service fund. At June 30, 2005, the Las Vegas Metro Police Self Insurance fund had a deficit balance. In the government-wide financial statements, the deficit is reported as a liability in the applicable governmental activities. In the fund financial statements, governmental funds recognize the deficit as a reserve of fund balance.

8. *Net assets and fund equity*

In the government-wide financial statements and proprietary fund financial statements, net assets are reported in three categories: net assets invested in capital assets, net of related debt; restricted net assets and unrestricted net assets. Restricted net assets represent net assets restricted by parties outside of the City (such as creditors, grantors, contributors, laws and regulations of other governments) and include unspent proceeds of bonds issued to acquire or construct capital assets. The cemetery portion of the permanent fund is reported as permanently restricted. The City's other restricted net assets are temporarily restricted (ultimately expendable assets). All other net assets are considered unrestricted.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

1. Summary of significant accounting policies (continued)

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

9. Estimates

The preparation of basic financial statements in conformance with GAAP requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

10. Grant portion of intergovernmental revenues

Grant revenues and expenditures are generally recorded in special revenue funds. If an expenditure of monies by a grantee is the prime factor for determining the release of grant funds, revenue is recognized at the time of the expenditure. If release of grant funds is not contingent upon expenditure of monies, revenue is recorded when received or when the grant becomes an obligation of the grantor.

11. Interfund transactions

During the course of normal operations, the City has numerous transactions between funds, which include transfer of resources from one fund to another. The fund financial statements reflect such transactions as transfers. Certain receivable/payable balances between the primary government and blended component units are eliminated for financial statement presentation. Internal service funds record charges for services to all City departments and funds as operating revenue. All City funds record these payments to the internal service funds as operating expenditures/expenses.

12. Reclassification

Certain amounts in the 2004 balances have been reclassified for comparability with the current year. Such reclassifications have no effect on previously reported results of operations.

2. Reconciliation of government-wide and fund financial statements

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

The governmental fund balance sheet includes a reconciliation between *fund balance – total governmental funds* and *net assets – governmental activities* as reported in the government-wide statement of net assets. One element of that reconciliation explains, “long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.” The details of the \$251,734,026 difference are as follows:

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

2. Reconciliation of government-wide and fund financial statements (continued)

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets (continued)

Bonds Payable	\$ 211,806,276
Less: Original issue discount (to be amortized over the life of the bond as interest expense and fiscal charges)	(163,762)
Add: Original issue premiums (to be amortized over the life of the bond as interest income)	1,928,341
Less: Deferred charges for issuance costs (to be amortized over the life of the bonds as interest expense and fiscal charges)	(2,288,671)
Less: Unamortized debt refunding transaction (to be amortized)	(1,927,952)
Accrued interest payable	1,374,708
Metro police self-insurance liability	4,440,981
Arbitrage rebate payable	377,019
Compensated absences	<u>36,187,086</u>
Net adjustments to reduce <i>fund balance – total governmental funds</i> to arrive at <i>net assets – governmental activities</i>	<u>\$ 251,734,026</u>

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

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances – total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.” The details of the \$59,569,614 difference are as follows:

Capital outlay	\$ 116,064,588
Depreciation expense (Note 9)	<u>(56,494,974)</u>
Net adjustments to increase <i>net changes in fund balance – total governmental funds</i> to arrive at <i>changes in net assets – governmental activities</i>	<u>\$ 59,569,614</u>

Another element of that reconciliation states that “the net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets.” The details of the \$37,669,237 difference are as follows:

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

2. Reconciliation of government-wide and fund financial statements (continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities (continued)

In the statement of activities, only the <i>gain</i> on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets sold.	\$ (514,289)
Donations of capital assets increase net assets in the statement of activities, but do not appear in the governmental funds because they are not financial resources.	48,187,841
The statement of activities reports <i>losses</i> from the trade-in of existing capital assets to acquire new capital assets. Conversely, governmental funds do not report any gain or loss on a trade-in of capital assets	(4,750,765)
Transfer of land held for resale increase net assets in the Statement of Revenues, Expenditures and Changes in Fund Balance Governmental Funds, but does not appear in the Statement of Activities because it is not a financial resource	<u>(5,253,550)</u>
Net adjustment to increase <i>net changes in fund balance – total governmental funds</i> to arrive at <i>changes in net assets – governmental activities</i>	<u>\$ 37,669,237</u>

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to the governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.” The details of this \$184,727 difference are as follows:

Principal repayments:	
General obligation bonds, special assessments, and warrants	\$ 23,107,966
General obligation bond proceeds	(20,000,000)
Special assessments bond proceeds	(1,975,000)
Issuance of warrants	(1,016,391)
Premium on bonds	(625,169)
Issuance cost	<u>323,867</u>
Net adjustments to increase <i>net changes in fund balance – total governmental funds</i> to arrive at <i>changes in net assets – governmental activities</i>	<u>\$ (184,727)</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

2. Reconciliation of government-wide and fund financial statements (continued)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities (continued)

Another element of the reconciliation states that “some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this \$1,118,887 difference are as follows:

Arbitrage rebate	\$ 88,054
Compensated absences	(2,223,242)
Metro police self-insurance liability	1,211,433
Accrued interest	239,184
Amortization of issuance costs	(369,611)
Amortization of bond discounts	(40,123)
Amortization of bond premiums	232,103
Amortization of debt refunding	<u>(256,685)</u>
Net adjustments to decrease <i>net changes in fund balance – total governmental funds</i> to arrive at <i>changes in net assets – governmental activities</i>	<u><u>\$(1,118,887)</u></u>

Another element of the reconciliation is that some revenue reported in the statement of activities does not provide current financial resources and therefore are not reported as revenue in governmental funds. The details of this \$728,609 difference are as follows:

Property tax revenue	\$(227,868)
Special assessments	<u>(500,741)</u>
Net adjustments to increase <i>net changes in fund balance – total governmental funds</i> to arrive at <i>changes in net assets – governmental activities</i>	<u><u>\$(728,609)</u></u>

3. Stewardship and legal compliance

A. Budgetary information

Budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Annual appropriated budgets are adopted for the general, special revenue, capital projects, and debt service funds. An annual budget report is filed with the Nevada Department of Taxation, a branch of the state government charged with the responsibility to oversee local government finances.

The City's budgeting process consists of a series of reviews and analyses of budget requests that are submitted by the various departments by February 1 of each year. City management and budget office staff compile and prioritize all data, with the objective of aligning budget resources with the City Council's strategic plan objectives as closely as possible. A series of public hearings are held for the City Council and the general public on budget recommendations. The final budget is approved and adopted by the Mayor and City Council and filed with the City Clerk, County Clerk and the Nevada Department of Taxation by June 1.

The annual appropriated budgets approved by the City Council are controlled at the function level, which is the legal level of budgetary control. The revenue classifications and expenditure functions shown in the basic financial statements are those prescribed by the Nevada Department of Taxation. An amended budget is one in which internal modifications are made but the total resources and expenditures remain the same as the original. Per Nevada law, the City Manager may amend the budget by transferring appropriations within any function or program or between any function or program within a fund, and may authorize the transfer of appropriations between funds at any time if the City Council is advised of the action at a Council meeting and the action is recorded in the official minutes of the meeting.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

3. Stewardship and legal compliance (continued)

A. Budgetary information (continued)

An augmented budget is approved by the City Council and filed with the Nevada Department of Taxation when the total revenues and corresponding expenditures increase. All annual appropriations lapse at fiscal year-end.

Non-appropriated budgets are prepared for all proprietary type funds as a guide to levels of operating expenses. Budgets are not required for agency (fiduciary) type funds.

For the fiscal year ended June 30, 2005, funds were augmented and realigned between functions to provide additional expenditures for new and expanded programs. Non-appropriated budgets for proprietary type funds were augmented and filed with the Nevada Department of Taxation for informational purposes, according to Nevada law. The General Fund augmentation was funded from higher than anticipated revenues in consolidated tax to increase total appropriations (expenditures, other financing uses).

	<u>Final Budget</u>	<u>Adjustment</u>	<u>Augmented Budget</u>
General fund	\$432,912,967	\$30,900,000	\$463,812,967

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

B. Excess of expenditures over appropriations

The Fremont Street Room Tax Special Revenue Fund expenditures exceeded appropriations for economic development and assistance by \$25,920. The excess was fiscal year 2004 room tax remitted back to the Fremont Street Experience.

The Cemetery Operations Permanent Fund expenditures exceeded appropriations by \$13,015. An appropriated budget is not required for this fund according to the State of Nevada Department of Taxation.

4. Deposits and investments

As of June 30, 2005, the City had the following investments:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Weighted-Average Maturity (Year)</u>
US Treasury	\$ 42,038,970	2.340
US Agencies	298,629,600	2.288
Corporate Bonds	1,195,006	2.490
Commercial Paper	62,821,975	0.085
Money Market Fund	<u>124,434,720</u>	0.002
Total fair value	<u>\$ 529,120,271</u>	
Portfolio weighted-average maturity		1.500

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

4. Deposits and investments (continued)

Type of Investments	Amount	Investment Maturities			
		1 to 30 Days	31 to 60 Days	61 to 365 Days	366 Days To 5 Years
U.S Treasury	\$ 42,038,970	\$ -	\$ -	\$ 11,859,000	\$ 30,179,970
U.S. Agencies	298,629,600		4,990,625	64,500,000	229,138,975
Corporate Bonds	1,195,006	367,738			827,268
Commercial Paper	62,821,975	22,988,119	24,920,914	14,912,942	
Money Market Fund	124,434,720	124,434,720			
Total Investments	<u>\$ 529,120,271</u>	<u>\$ 147,790,577</u>	<u>\$ 29,911,539</u>	<u>\$ 91,271,942</u>	<u>\$ 260,146,213</u>

Reconciliation of cash, cash equivalents and investments to government-wide financial statements:

Total cash equivalents and investments	\$ 529,120,271
Less: Deficit cash in checking account	<u>(3,957,079)</u>
	525,163,192
Less: Cash and cash equivalents in fiduciary funds	<u>(29,578,662)</u>
Cash and cash equivalents and investments – government-wide	<u>\$ 495,584,530</u>

Interest Rate Risk: In accordance with its investment policy, the City manages its exposure to declines in fair value by limiting the weighted-average maturity of its investment portfolio to less than thirty months.

Credit Risk: Statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies (i.e., FNMA, FHLB, etc.), corporate bonds rated “A” or better by a nationally recognized rating service, commercial paper rated “A-1,” “P-1” by a nationally recognized rating service, repurchase agreements, certificates of deposit, money market mutual funds rated “AAA” by a nationally recognized rating service or other securities in which banking institutions may legally invest.

Investment Type	Amount	Minimum Legal Rating	Exempt From Disclosure	Rating as of Year End				Not Rated
				AAA	Aa	A	A-1/P-1	
U.S. Treasury	42,038,970	N/A	42,038,970	-	-	-	-	-
U.S. Agencies	298,629,600	N/A	-	298,629,600	-	-	-	-
Corporate Bonds	1,195,006	A	-	-	88,704	738,565	-	367,737
Commercial Paper	62,821,975	A-1/P-1	-	-	-	-	62,821,975	-
Money Market Fund	124,434,720	AAA	-	124,434,720	-	-	-	-
Total	<u>529,120,271</u>		<u>42,038,970</u>	<u>423,064,320</u>	<u>88,704</u>	<u>738,565</u>	<u>62,821,975</u>	<u>367,737</u>

Concentration of Credit Risk: The City’s investment policy allows for investments as follows (1) U.S. Treasury, money market funds and agencies, no limit; (2) Repurchase agreements, 20% of portfolio; (3) commercial paper, 20% of portfolio with a 10% per issue limit; (4) corporate notes, 20% of portfolio with a 25% per issue limit; and (5) certificates of deposit, \$100,000 per institution. To reduce the overall portfolio risks, the City will diversify its investments by security type and institution. With the exception of U.S. Treasuries and government agency securities, no more than 50% of the City’s total investment portfolio will be invested in a single security type or with a single financial institution.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

4. Deposits and investments (continued)

At June 30, 2005, investments from the following issuers represented 5% or more of the total investments:

<u>Issuer</u>	<u>Fair Value</u>
Federal Farm Credit Bank	\$ 77,325,422
Federal Home Loan Bank	54,747,873
Federal Home Loan Mortgage Corporation	77,180,412
Federal National Mortgage Association	84,324,330
Lockhart Funding	37,803,929

Custodial Credit Risk – Deposits: In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City has a deposit policy for custodial credit risk requiring all money deposited with a bank, savings and loan, savings bank or credit union including checking accounts, savings accounts, NOW accounts, non-negotiable certificates of deposit, time deposits or similar type accounts provided by the financial institution in excess of the amount of federal insurance to be fully collateralized. As of June 30, 2005, the City's bank balance of \$3,042,735 was not exposed to custodial credit risk because it was collateralized with securities held in the name of the City at a third party depository on behalf of the depository.

Custodial Credit Risk – Investments: For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investments are registered and the securities are held by the City's agent in the City's name, minimizing the City's custodial credit risk on investments.

Discretely Presented Component Unit: At year end, the carrying amount of the Commission for the Las Vegas Centennial's (CLVC) deposits were \$1,297,606 and the bank statement balance was \$1,461,519, with the difference representing outstanding checks. Of the bank statement balance, \$100,000 is covered by Federal Depository insurance and \$1,361,519 was collateralized. It is not statutorily mandated that the CLVC secure deposits by collateral; however, policy requires that deposits be collateralized in excess of insurance.

5. Property taxes

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

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

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

	<u>2005</u>	<u>2004</u>
General Fund	0.6765	0.6765
Special Revenue Fund	0.0950	0.0950
Debt Service	0.0077	0.0081
Total Tax Rate	<u>0.7792</u>	<u>0.7796</u>

Amounts per \$100 of assessed value

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

6. Related party transaction

The City provides building maintenance services to the Las Vegas Metropolitan Police Department (Metro), an entity created as a joint venture involving the City and Clark County. During the year ended June 30, 2005, the City charged Metro \$351,915 for services. At June 30, 2005, \$101,688 was receivable from Metro for services provided (Note 7).

7. Intergovernmental receivables

The following schedule details the intergovernmental receivables as of June 30, 2005:

	Governmental Activities					Business-type Activities	
	General Fund	Parks and Leisure Activities	Road and Flood	Other Non-major Governmental Funds	Internal Service Fund	Enterprise Fund	Total
California-Nevada Super Speed Ground Transportation Commission	\$ 133	\$	\$	\$	\$	\$	\$ 133
City of Boulder	495						495
City of North Las Vegas						3,186,617	3,186,617
City of Salt Lake	35,781						35,781
Clark County, Nevada	242,699		524,493	4,417,336	887,947		6,072,475
Clark County Regional Flood Control District			3,326,225				3,326,225
Clark County Regional Transportation Commission	421,653		5,555,239	1,391,753			7,368,645
Clean Water Coalition						24,145	24,145
Commission for the Las Vegas Centennial	83,145	9,907					93,052
Community College of Southern Nevada	2,000						2,000
Las Vegas Convention and Visitors Authority				1,629,130			1,629,130
Las Vegas Housing Authority	94,996				28,692		123,688
Las Vegas Metropolitan Police Department (Note 6)				70,000	31,688		101,688
Las Vegas Valley Water District			8,825				8,825
Lincoln County, Nevada					430		430
Nevada Business Systems					466		466
National Endowment for the Arts				10,000			10,000
National Foundation on the Arts and Humanities		224,600					224,600
Southern Nevada Regional Planning Coalition				61,126			61,126
Southern Nevada Water Authority						1,749,238	1,749,238
State of Nevada	808	37,573	262,007	2,886,466			3,186,854
U.S. Department of Education				348,770			348,770
U.S. Department of Homeland Security (FEMA)				583,450			583,450
U.S. Department of Housing and Urban Development				1,726,551			1,726,551
U.S. Department of Interior				14,053			14,053
U.S. Department of Interior (Bureau of Land Management)		1,818,226					1,818,226
U.S. Department of Justice				349,336			349,336
U.S. Department of Justice (U.S. Marshals)	991,243						991,243
U.S. Fire Department Agency	4,711						4,711
U.S. Environmental Protection Agency				2,374			2,374
Total	\$ 1,877,664	\$ 2,090,306	\$ 9,676,789	\$ 13,490,345	\$ 949,223	\$ 4,960,000	\$ 33,044,327

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

7. Intergovernmental receivables (continued)

Payments of intergovernmental receivables are expected to be received and available soon enough after year-end to finance expenditures of the year ended June 30, 2005. In addition, the City has resources available from the U.S. Department of Housing and Urban Development through the Community Development Block Grant Program totaling \$9,783,069, the Housing Opportunities for Persons With AIDS totaling \$1,384,029, the HOME Investment totaling \$6,026,060, and the Emergency Shelter Grant Program totaling \$48,011, which can be drawn upon by means of qualifying expenditures.

8. Joint venture

The City is a participant in a joint venture with Clark County created by a special financing relationship for the Las Vegas Metropolitan Police Department established by state statute. A five-member committee composed of two appointees each from the City and the County, and one appointee from the general public approves the Department's budget.

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

	2005	2004
Assets	\$ 47,530,499	\$ 39,244,615
Liabilities	27,658,424	31,492,237
Equity	<u>\$ 19,872,075</u>	<u>\$ 7,752,378</u>
Revenues	\$ 239,993,829	\$ 220,790,325
Expenditures	379,805,225	351,667,333
	(139,811,396)	(130,877,008)
Net other financing sources	151,931,093	136,867,070
Net increase in fund balance	<u>\$ 12,119,697</u>	<u>\$ 5,990,062</u>
Political subdivision funding percentage:		
Clark County	59.6%	58.2%
City of Las Vegas	40.4%	41.8%

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

9. Capital assets

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

Primary Government

	Balance July 1, 2004	Additions	Transfers	Deletions	Balance June 30, 2005
Governmental activities:					
Capital assets, not being depreciated:					
Land	\$ 840,440,536	\$ 8,692,671	\$	\$ 6,168,173	\$ 842,965,034
Construction in progress	195,486,475	99,788,614	(72,513,800)	758,618	222,002,671
Total capital assets, not being depreciated	<u>1,035,927,011</u>	<u>108,481,285</u>	<u>(72,513,800)</u>	<u>6,926,791</u>	<u>1,064,967,705</u>
Capital assets, being depreciated:					
Land improvements	131,812,072	3,826,576	19,451,631	83,622	155,006,657
Buildings	164,144,225	1,675,194	9,206,194	4,235,000	170,790,613
Building improvements	65,436,383	1,793,941	3,819,174	278,829	70,770,669
Machinery and equipment	35,069,759	1,669,968	2,545,659		39,285,386
Vehicles	47,245,640	3,263,235		1,609,710	48,899,165
Roadways	813,286,538	29,000,526	23,875,189		866,162,253
Traffic pavement markers	317,730	828,133			1,145,863
Traffic signals and lighting	129,374,517	4,840,256	550,347		134,765,120
Traffic signage	563,111	113,732			676,843
Storm drain	390,234,270	13,001,037	13,065,606		416,300,913
Total capital assets, being depreciated	<u>1,777,484,245</u>	<u>60,012,598</u>	<u>72,513,800</u>	<u>6,207,161</u>	<u>1,903,803,482</u>
Less accumulated depreciation for:					
Land improvements	45,674,115	5,846,028		57,492	51,462,651
Buildings	40,682,938	4,148,855		864,647	43,967,146
Building improvements	22,094,017	3,877,798		90,382	25,881,433
Machinery and equipment	19,762,111	3,873,519			23,635,630
Vehicles	26,029,508	4,647,739		1,383,051	29,294,196
Roadways	319,886,355	25,698,503			345,584,858
Traffic pavement markers	83,340	96,685			180,025
Traffic signals and lighting	76,540,048	4,834,201			81,374,249
Traffic signage	43,504	57,259			100,763
Storm drain	51,797,325	7,926,191			59,723,516
Total accumulated depreciation	<u>602,593,261</u>	<u>61,006,778</u>		<u>2,395,572</u>	<u>661,204,467</u>
Total capital assets, being depreciated, net	<u>1,174,890,984</u>	<u>(994,180)</u>	<u>72,513,800</u>	<u>3,811,589</u>	<u>1,242,599,015</u>
Governmental activities capital assets, net	<u>\$2,210,817,995</u>	<u>\$ 107,487,105</u>	<u>\$ 0</u>	<u>\$ 10,738,380</u>	<u>\$ 2,307,566,720</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

9. Capital assets (continued)

	Balance July 1, 2004	Additions	Transfers	Deletions	Balance June 30, 2005
Business-type activities:					
Capital assets, not being depreciated:					
Land	\$ 45,587,470	\$	\$	\$ 2,584,985	\$ 43,002,485
Construction in progress	8,515,698	11,824,412	(614,833)		19,725,277
Total capital assets, not being depreciated	54,103,168	11,824,412	(614,833)	2,584,985	62,727,762
Capital assets, being depreciated:					
Land improvements	14,106,626	124,955			14,231,581
Sewer plant improvements	335,164,295	37,928			335,202,223
Buildings	21,620,791	215,858			21,836,649
Building improvements	2,451,483	(20,741)			2,430,742
Sewer lines	250,949,621	12,762,249	614,833		264,326,703
Machinery and equipment	3,346,241	103,713			3,449,954
Total capital assets, being depreciated	627,639,057	13,223,962	614,833		641,477,852
Less accumulated depreciation for:					
Land improvements	3,339,905	662,203			4,002,108
Sewer plant improvements	100,384,043	12,713,348			113,097,391
Buildings	3,522,147	491,942			4,014,089
Building improvements	1,887,199	57,630			1,944,829
Sewer lines	43,731,110	5,065,066			48,796,176
Machinery and equipment	1,444,642	276,048			1,720,690
Total accumulated depreciation	154,309,046	19,266,237			173,575,283
Total capital assets, being depreciated, net	473,330,011	(6,042,275)	614,833		467,902,569
Business-type activities capital assets, net	\$ 527,433,179	\$ 5,782,137	\$ 0	\$ 2,584,985	\$ 530,630,331

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

Governmental activities:

General government	\$ 4,933,466
Judicial	45,695
Public safety	8,940,346
Public works	33,878,502
Health	57,746
Culture and recreation	7,575,730
Economic development and assistance	1,045,256
Transit systems	18,233
	<u>56,494,974</u>
Capital assets held by the government's internal service funds are charged to the various functions based on the usage of the assets	4,511,804
Total depreciation expense-governmental activities	<u>\$ 61,006,778</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

9. Capital assets (continued)

Business-type activities:

Sanitation	\$ 18,336,327
Municipal Parking	3,151
Municipal Golf Course	776,124
Video Production	150,635
Total depreciation expenses business-type activities	<u>\$ 19,266,237</u>

Construction commitments

The City of Las Vegas has active construction projects as of June 30, 2005. The projects include buildings, building improvements, land improvements (associated with various parks), machinery and equipment (mainly associated with upgrades to our technology in progress), roadways and storm sewers (widening, construction of new and existing streets and detention basis and drainage facilities), and traffic signals and streetlights in progress. The City is also in the process of constructing sewer plant improvements and sanitary sewer lines. At year-end, the City commitments with contractors are as follows:

<u>Projects – Governmental funds</u>	<u>Spent to date</u>	<u>Remaining commitment</u>
Buildings	\$ 17,412,293	\$ 19,526,585
Building improvements	3,439,385	2,620,695
Land improvements	43,724,127	9,520,176
Machinery and equipment	1,054,586	15,425
Roadways	113,552,616	23,340,178
Storm drains	32,412,532	13,899,276
Traffic signals, lighting, signs and markers	10,407,132	1,466,882
	<u>\$ 222,002,671</u>	<u>\$ 70,389,217</u>
<u>Projects – Proprietary funds</u>		
Sanitation sewer lines	\$ 11,798,598	\$ 7,503,371
Sanitation plant improvements	7,926,679	10,637,340
	<u>\$ 19,725,277</u>	<u>\$ 18,140,711</u>

The major financing for roadways and storm sewer projects includes reimbursements from the Regional Transportation Commission, Clark County, Clark County Regional Flood Control District, Nevada Department of Transportation, Motor Vehicle Fuel Tax, special assessment, bond issuances and interim warrants. Sanitation sewer lines and sanitation plant improvements are financed by general obligation revenue bonds secured by sewer revenues. Transfers from the General Fund and bond proceeds finance the building and land improvements, mainly in the Parks and City facilities funds.

10. Defined benefit pension plan

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

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

10. Defined benefit pension plan (continued)

Regular members of the System who retire at age 65 with 5 years of service; at age 60 with 10 years of service, or with 30 years or more of service at any age are entitled to a retirement benefit payable monthly for life, equal to 2.67 percent of their average compensation per service year. Police and fire members may retire at age 65 with 5 years of service, at age 55 with 10 years of service, at age 50 with 20 years of service or at any age with 25 years of service. Average compensation is the average of an employee's 36 consecutive months of highest compensation. Maximum benefits are generally 90 percent of average compensation for individuals who became members before July 1, 1985, and 75 percent of average compensation for individuals who became members after June 30, 1985. Vested employees that have not attained the required age may retire at any age with reduced retirement benefits. The City does not offer any post retirement benefit plan.

Plan members are funded under the employer paid contribution plan, wherein the City is required to contribute all amounts due under the plan. The contribution requirements of the plan members are established by Nevada Revised Statutes 286.450. The City's contribution rates and amounts contributed (equal to the annual required contribution) for the last three years are as follows:

<u>Fiscal Year</u>	<u>Contribution Rate</u>		
	<u>Regular Members</u>	<u>Public Safety Employees</u>	<u>Total Contributions</u>
2005	20.25%	28.50%	\$ 40,821,899
2004	20.25%	28.50%	38,890,054
2003	20.25%	28.50%	35,392,924

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

11. Lease commitments

Operating leases

- a. The City leases a building under a noncancelable-operating lease. Total costs for the lease were \$553,061 for the year ended June 30, 2005. The lease terminates on November 30, 2006. The following is a schedule of future minimum lease payments for this lease for the years ending June 30:

	<u>Amount</u>
2006	\$531,666
2007	224,073

- b. The City leases two off-street parking garages in the downtown area to private companies on a long-term basis. Annual payments are paid one year in advance under one lease agreement. The second agreement requires monthly payments. The leases run for 50 years from their inception and rental rates are subject to change at five-year intervals based on changes in the consumer price index. The following is a schedule of future rental income for the years ending June 30:

	<u>Amount</u>		<u>Amount</u>
2006	\$ 1,177,582	2011 – 2015	\$ 5,887,910
2007	1,177,582	2016 – 2020	5,887,910
2008	1,177,582	2021 – 2025	5,887,910
2008	1,177,582	2026 – 2030	5,887,910
2010	1,177,582	2031 – 2034	4,605,646

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

11. Lease commitments (continued)

Operating leases (continued)

c. On May 19, 2000, the City entered into a systems lease agreement with a private company to manage and operate Woodlawn Cemetery. The initial term of the agreement is for 10 years. The following is a schedule of future rental income for the years ending June 30:

	Amount
2006	\$ 56,454
2007	56,454
2008	56,454
2009	56,454
2010	49,915

The above rental income is subject to a yearly increase based on the consumer price index. Per the agreement, the City will bear responsibility for the first \$50,000 in water charges and one-half of the water charges over \$100,000.

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

A. Defeasance of debt

In December 1989, the City of Las Vegas Redevelopment Agency (Agency) placed \$14,065,459 of the \$35,000,000 tax increment revenue long-term bond proceeds in trust to defease the outstanding December 1986 \$15,000,000 tax increment revenue long-term bonds. The 1986 bonds were defeased to relieve the Agency of restrictive covenants contained in that issue. The outstanding balance on the defeased 1986 bonds was \$6,490,000 at June 30, 2005.

In September 1993, the City issued \$31,305,000 in general obligation revenue bonds. The proceeds were used to defease \$27,250,000 of the outstanding portion of the 1989 Sanitary Sewer general obligation revenue bonds. The bonds were defeased to take advantage of lower interest rates in order to achieve a debt service savings. The outstanding balance on the defeased 1989 bonds was \$13,325,000 at June 30, 2005.

On June 28, 1995, the Agency placed \$14,638,656 of the \$17,090,000 tax increment revenue bond proceeds in trust to defease \$13,525,000 of the outstanding 1989 tax increment revenue long-term bonds. The 1989 bonds were defeased to relieve the Agency of restrictive covenants contained in that issue. The outstanding balance on the defeased 1989 bonds was \$11,940,000 at June 30, 2005.

In January 1997, the City issued \$35,680,000 in general obligation revenue bonds. The proceeds were used to defease \$33,495,000 of the outstanding portion of the 1992 Sanitary Sewer general obligation revenue bonds. The bonds were defeased to take advantage of lower interest rates in order to achieve debt service savings. The outstanding balance on the defeased 1992 bonds was \$30,670,000 at June 30, 2005.

On June 4, 2003, the Agency issued \$19,115,000 of tax increment revenue refunding bonds series 2003A. The proceeds were used to defease \$18,545,000 of outstanding tax increment revenue bonds series 1994A. The bonds were defeased to take advantage of lower interest rates in order to achieve debt service savings. The outstanding balance on the defeased 1994A Series Bonds was \$18,415,000 at June 30, 2005.

On June 4, 2003, the Agency issued \$2,395,000 of tax increment revenue refunding bonds series 2003B. The proceeds were used to defease \$2,310,000 of outstanding tax increment revenue bonds series 1994B. The bonds were defeased to take advantage of lower interest rates in order to achieve debt service savings. The outstanding balance on the defeased 1994B Series Bonds was \$2,000,000 at June 30, 2005.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

A. Defeasance of debt (continued)

On December 4, 2002, the City issued \$18,675,000 of sewer refunding bonds series 2002B. The proceeds were to defease \$19,125,000 of outstanding sanitary sewer general obligation refunding bonds. The bonds were defeased to take advantage of lower interest rates in order to achieve debt service savings. The outstanding balance on the defeased 1993B sanitary sewer general obligation refunding bonds was \$13,390,000 at June 30, 2005.

In September 2004, the City issued \$21,050,000 in sewer general obligation refunding revenue bonds Series 2004. The proceeds were used to defease \$19,835,000 of outstanding sanitary sewer general obligation revenue bonds Series 1997A. The bonds were defeased to take advantage of lower interest rates in order to achieve debt service savings. The new issue bears an average interest rate of 3.75% and an effective interest rate of 3.64%. The refunding results in a decrease in debt service payments of \$760,620 and an economic gain (difference between present value of the old and new debt service payments) of \$741,515.

B. Changes in long-term debt

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

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds:					
2.5 to 3.1% Fire general obligation refunding bonds series 2002C, due 3/1/08	\$ 3,605,000	\$	\$ 860,000	\$ 2,745,000	\$ 885,000
	<u>3,605,000</u>		<u>860,000</u>	<u>2,745,000</u>	<u>885,000</u>
General obligation revenue bonds:					
4.75 to 5.40% Parking bonds general obligation series October 1, 1999, due 06/01/19	9,145,000		405,000	8,740,000	425,000
5.9 to 6.25% general obligation Redevelopment Project bonds (taxable), due 06/01/12	12,540,000		1,325,000	11,215,000	1,400,000
4.7 to 5.0% general obligation Redevelopment Project bonds (non-taxable), due 06/01/18	15,000,000			15,000,000	

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

B. Changes in long-term debt (continued)

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Governmental Activities (continued):					
General obligation revenue bonds:					
2.5 to 3.5% Transportation refunding general obligation revenue bonds, Series 2002D, due 7/1/09	5,100,000		795,000	4,305,000	815,000
2.75 to 4.95% Fremont Street general obligation revenue refunding bonds, Series 2002, due 7/1/15	12,165,000		720,000	11,445,000	760,000
2.00% Redevelopment projects general obligation refunding bonds, Series 2003A, due 6/15/06	2,415,000		1,195,000	1,220,000	1,220,000
3.0 to 5.25% general obligation Parking bond long-term series 2002A, due 6/10/18	25,000,000			25,000,000	435,000
	<u>81,365,000</u>		<u>4,440,000</u>	<u>76,925,000</u>	<u>5,055,000</u>
General obligation medium-term bonds:					
2.48% medium-term Housing note, due 10/01/07	1,754,052		485,767	1,268,285	497,927
2.0 to 3.6% general obligation medium-term Recreation bonds series 2003, due 11/01/13	20,000,000		1,605,000	18,395,000	1,830,000
3.65 to 5.0% Recreation Facilities general obligation revenue bonds long-term series 1997, due 02/01/07	3,710,000		1,175,000	2,535,000	1,235,000
4.0 to 4.63% Various Purpose general obligation revenue bond series 1997B, due 11/01/07	4,550,000		1,065,000	3,485,000	1,110,000
3.8 to 4.9% Park Bonds general obligation medium-term series 1999, due 02/01/10	19,285,000		2,140,000	17,145,000	2,510,000
5.0 to 5.25% Building general obligation medium-term series 2000, due 08/01/10	6,165,000		755,000	5,410,000	795,000
4.0 to 4.2% Public Safety general obligation medium-term series 2001, due 04/01/11	19,060,000		2,405,000	16,655,000	2,505,000
8.0% general obligation medium-term parking garage bonds (taxable), due 06/10/10	5,105,000		710,000	4,395,000	760,000
2.0% Detention Center general obligation revenue refunding series 2003B, due 6/1/06	2,285,000		1,125,000	1,160,000	1,160,000
3.0% to 4.0% general obligation medium- term Recreation bonds series 2004C, due 10/01/14		20,000,000		20,000,000	1,785,000
	<u>81,914,052</u>	<u>20,000,000</u>	<u>11,465,767</u>	<u>90,448,285</u>	<u>14,187,927</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

B. Changes in long-term debt (continued)

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Governmental Activities (continued):					
General obligation tax increment revenue bonds:					
4.25 to 5.6% Redevelopment Agency tax increment bonds series 19945, due 06/01/09	\$ 14,465,000	\$	\$1,865,000	\$12,600,000	\$2,910,000
5.25 to 6.25% Redevelopment Agency tax increment bonds series 1995B, due 06/15/09	415,000		75,000	340,000	80,000
5.25 to 5.35% Redevelopment Agency tax allocation refunding bond series 1998, due 06/01/15	835,000		835,000		
3.00 to 5.00% Redevelopment Agency tax increment revenue refunding bonds series 2003A, due 6/15/14	18,935,000		150,000	18,785,000	155,000
3.00 to 4.50% Redevelopment Agency tax increment refunding bonds series 2003B, due 6/15/14	2,215,000		185,000	2,030,000	190,000
	<u>36,865,000</u>		<u>3,110,000</u>	<u>33,755,000</u>	<u>3,335,000</u>
Special Assessment bonds:					
4.26% Special Assessment local improvement bonds, due 6/01/14	452,000		45,400	406,600	45,400
3.9 to 4.75% Special Assessment local improvement bonds, due 10/01/05	435,000		215,000	220,000	220,000
3.75 to 4.5% Special Assessment local improvement bonds, due 07/01/08	650,000		130,000	520,000	130,000
3.625 to 5.00% Special Assessment local improvement bonds series 2003, due 12/1/23	4,045,000		205,000	3,840,000	215,000
3.25 to 4.875% Special Assessment local improvement bonds due 6/1/24		1,975,000	95,000	1,880,000	95,000
	5,582,000	1,975,000	690,400	6,866,600	705,400
Warrants at 1.75%, interest payable quarterly, principal due at maturity 1/1/06	2,591,799	1,016,391	2,541,799	1,066,391	1,066,391
	8,173,799	2,991,391	3,232,199	7,932,991	1,771,791
	211,922,851	22,991,391	23,107,966	211,806,276	25,234,718
Deferred amounts:					
Less: Unamortized debt refunding transaction	(2,184,637)		(256,685)	(1,927,952)	
Add: Issuance Premiums	1,535,275	625,169	232,103	1,928,341	
Less: Issuance Discounts	(203,885)		(40,123)	(163,762)	
	211,069,604	23,616,560	23,043,261	211,642,903	25,234,718
Compensated absences	35,712,051	24,077,893	22,260,471	37,529,473	146,994
Arbitrage rebates	465,073		88,054	377,019	
Unfunded Metro Police Self-Insurance Liability	5,652,414		1,211,433	4,440,981	
Governmental activity long-term liabilities	<u>\$ 252,899,142</u>	<u>\$ 47,694,453</u>	<u>\$ 46,603,219</u>	<u>\$ 253,990,376</u>	<u>\$ 25,381,712</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

B. Changes in long-term debt (continued)

Short-term debt/warrants. The warrants were issued to finance improvements for special assessment districts 1487 and 1503. In fiscal 2006, the warrants are expected to be retired with a long-term bank loan.

Compensated absences. Included in the City's governmental long-term obligations is \$37,529,473 of accrued compensated absences, \$35,857,720 relates to the General fund, \$1,334,469, to the Internal Service fund and \$337,284 to the Special Revenue fund. Also, for the governmental activities, compensated absences are generally liquidated by the General fund.

Arbitrage rebates. Included in the City's governmental long-term obligations is \$377,019 of arbitrage rebate that relates to the City's Debt Service fund.

Bond covenants. For the Fremont Street Experience general obligation revenue bonds the City is required to maintain a reserve fund in the amount of \$400,000. At June 30, 2005, the reserve was at \$400,000.

Special Assessment Debt. Special assessment local improvement bonds are unique obligations of the City, payable solely from the assessments levied in each district, the general fund and general tax proceeds pledged therefore. The special assessment receivable balance at June 30, 2005, is \$6,593,544.

Unfunded Metro Self-Insurance Liability Accrual. The City of Las Vegas and Clark County both provide financing for the Las Vegas Metro Police Self-Insurance internal service fund (Note 1D7 and Note 8). At June 30, 2005, the Las Vegas Metro Police Self-Insurance fund had a deficit balance. The liability is for potential insurance settlements that are of a long-term nature.

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Business-type Activities – Major Funds:					
Bonds payable:					
Sanitation:					
General obligation revenue bonds:					
3.0 to 4.0% Sewer general obligation refunding bond series 2004, due 06/30/18	\$	\$ 21,050,000	\$	\$ 21,050,000	\$
4.25 to 6.0% Sanitary Sewer general obligation refunding bond, due 10/01/12	34,025,000		2,970,000	31,055,000	3,150,000
4.75 to 5.0% Sanitary Sewer general obligation revenue bonds, due 11/01/17	27,680,000		21,265,000	6,415,000	1,495,000
4.1 to 5.375% Sewer and Flood Control general obligation bond, series 2001, due 04/01/21	48,185,000		4,750,000	43,435,000	1,835,000
2.50 to 5.00% Sanitary Sewer general obligation refunding bonds, series 2002B, due 1/1/09	15,910,000		2,910,000	13,000,000	3,005,000
Business-type Activities – Non-Major Funds:					
5.1 to 6.0% Golf Course general obligation revenue bonds, series 2001, due 12/01/21	11,655,000		365,000	11,290,000	395,000
	<u>137,455,000</u>	<u>21,050,000</u>	<u>32,260,000</u>	<u>126,245,000</u>	<u>9,880,000</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

B. Changes in long-term debt (continued)

	Balance July 1, 2004	Additions	Reductions	Balance June 30, 2005	Due Within One Year
Deferred amounts:					
Add: Issuance Premiums	2,011,987	168,349	256,177	1,924,159	
Less: Issuance Discounts	(310,729)		(233,392)	(77,337)	
Less: Defeasance Cost	(3,399,902)	(1,688,760)	(625,555)	(4,463,107)	
	135,756,356	19,529,589	31,657,230	123,628,715	9,880,000
Compensated absences	4,448,665	2,975,919	2,627,348	4,797,236	40,138
Business-type activity long-term liabilities	<u>\$ 140,205,021</u>	<u>\$ 22,505,508</u>	<u>\$ 34,284,578</u>	<u>\$ 128,425,951</u>	<u>\$ 9,920,138</u>

Interfund loans payable of \$2,781,449 between the Non-Profit Corporations and the Municipal Parking Fund were eliminated in the Government-wide Statement of Net Assets.

C. Payment requirements for debt service

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

GOVERNMENTAL ACTIVITIES										
Year Ended June 30	General Obligation Bonds		General Obligation Revenue Bonds		General Obligation Medium-Term Bonds		LVRA Tax Increment Revenue Bonds		Special Assessment Local Improvement Bonds and Warrants	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2006	\$ 885,000	\$ 77,498	\$ 5,055,000	\$ 3,715,679	\$14,187,927	\$ 3,520,686	\$ 3,335,000	\$1,684,365	\$1,771,791	\$304,037
2007	915,000	55,372	4,035,000	3,525,237	13,835,391	2,954,174	3,495,000	1,515,025	490,400	255,755
2008	945,000	29,295	4,240,000	3,345,483	13,089,967	2,373,747	3,680,000	1,332,520	505,400	236,551
2009			4,455,000	3,151,030	12,435,000	1,845,302	3,890,000	1,136,968	505,400	216,923
2010			4,685,000	2,943,719	13,335,000	1,285,004	3,515,000	924,750	395,000	199,835
2011-2015			22,470,000	11,497,188	23,565,000	1,836,273	15,840,000	1,975,900	1,790,000	767,071
2016-2020			16,185,000	6,711,044					1,415,000	439,995
2021-2025			4,875,000	3,419,945					1,060,000	98,400
2026-2030			6,300,000	2,022,194						
2031-2033			4,625,000	363,492						
Total	\$2,745,000	\$162,165	\$76,925,000	\$40,695,011	\$90,448,285	\$13,815,186	\$33,755,000	\$8,569,528	\$7,932,991	\$2,518,567

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

C. Payment requirements for debt service (continued)

Year Ended June 30	GOVERNMENTAL ACTIVITIES		BUSINESS-TYPE ACTIVITIES	
	Total Bonds		General Obligation Revenue Bonds	
	Principal	Interest	Principal	Interest
2006	\$ 25,234,718	\$ 9,302,265	\$ 9,880,000	\$ 6,062,972
2007	22,770,791	8,305,563	10,425,000	5,543,448
2008	22,460,367	7,317,596	11,000,000	4,979,529
2009	21,285,400	6,350,223	11,545,000	4,435,888
2010	21,930,000	5,353,308	8,735,000	3,872,807
2011-2015	63,665,000	16,076,432	40,320,000	13,168,125
2016-2020	17,600,000	7,151,039	28,490,000	5,251,801
2021-2025	5,935,000	3,518,345	5,850,000	314,300
2026-2030	6,300,000	2,022,194		
2031-2033	4,625,000	363,492		
Total	<u>\$211,806,276</u>	<u>\$65,760,457</u>	<u>\$126,245,000</u>	<u>\$43,628,870</u>

13. Developer special assessment debt

In November 1989, the City of Las Vegas created Special Improvement District No. 404 for the Summerlin development area. In December 1989, the City issued \$73.8 million in tax-exempt bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as an agent for the property owners in collecting the assessment and forwarding the collections to the bondholders. These transactions are accounted for in an agency fund. The Summerlin project consists of the acquisition of certain improvements developed by Howard Hughes Properties, Ltd. The project was completed in June 1997. The outstanding balance on the bonds was \$22.5 million at June 30, 2005.

In November 1993, the City of Las Vegas created Special Improvement District No. 505 for the Elkhorn Springs development area. In January 1994, the City issued \$9.5 million in limited obligation improvement bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as trustee for the property owners in collecting the assessments and as the paying agent for the bondholders pursuant to the provisions of the bond ordinance. These transactions are accounted for in an agency fund. The Elkhorn Springs project consists of the acquisition of certain improvements made by Watt Residential, Inc. These improvements, which were accounted for in a capital project fund, include construction of streets, water distribution systems, sanitary sewers, storm sewers, curbs and gutters, sidewalks, localized drainage facilities, and landscaping. The project was completed in June 1995. The outstanding balance on the bonds payable was \$4.9 million at June 30, 2005.

In May 1996, the City of Las Vegas created Special Improvement District No. 707 for the Summerlin development area. In July 1996, the City issued \$40 million in tax-exempt bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as an agent for the property owners in collecting the assessment and forwarding the collections to the bondholders. These transactions are accounted for in an agency fund. The Summerlin project consists of the acquisition of certain improvements developed by Howard Hughes Properties, Ltd. These improvements, which are accounted for in a capital projects fund, include construction of streets, water distribution systems, sanitary sewers, storm sewers, curbs and gutters, sidewalks, localized drainage facilities, and landscaping. As of June 30, 2005, the City had released approximately \$38.9 million for improvements that were previously completed. The remaining traffic signals are expected to be completed in one to two years. The outstanding balance on the bonds was \$23.4 million at June 30, 2005.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

13. Developer special assessment debt (continued)

In February 2001, the City of Las Vegas created Special Improvement District No. 808 for the Summerlin development area. In May 2001, the City issued \$46 million in tax-exempt local improvement bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as an agent for the property owners in collecting the assessment and forwarding the collections to the bondholders. These transactions are accounted for in an agency fund. The Summerlin project consists of the acquisition of certain improvements developed by Howard Hughes Properties, Ltd. These improvements, which are accounted for in a capital projects fund, include street improvements (including grading, paving, base, street lights, curbs and gutters, sidewalks and striping), together with traffic signals, sanitary sewers, water lines, storm drains, and related facilities. As of June 30, 2005, the City has released \$35.5 million of the construction funds. The outstanding balance on the bonds payable was \$40 million at June 30, 2005.

In May 2003, the City of Las Vegas created Special Improvement District No. 809 for the Summerlin development area. In June 2003, the City issued \$10 million in tax-exempt local improvement bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as an agent for the property owners in collecting the assessment and forwarding the collections to the bondholders. These transactions are accounted for in an agency fund. The Summerlin project consists of the acquisition of certain improvements developed by Howard Hughes Properties, Ltd. These improvements, which are accounted for in a capital projects fund, include street improvements (including grading, paving, base, street lights, curbs and gutters, sidewalks and striping), together with traffic signals, sanitary sewers, water lines, storm drains, and related facilities. As of June 30, 2005, the City has released \$4.9 million of the construction funds. The outstanding balance on the bonds payable was \$9.4 million at June 30, 2005.

In May 2004, the City of Las Vegas created Special Improvement District No. 607 for the Providence development area. On June 3, 2004, the City issued \$51,185,000 in tax-exempt local improvement bonds on behalf of the property owners. The City is not liable for repayment of the debt and is prohibited from assuming the debt in the event of default by the property owners. The City acts as the agent for the property owners in collecting the assessments and forwarding the collection to the bondholders. These transactions are accounted for in an agency fund. The Providence project consists of the acquisition of certain improvements developed by Cliffs Edge, LLC. These improvements, which are accounted for in a capital projects fund, include street, water, sewer, storm drainage and other improvements. As of June 30, 2005, the City has released \$14.7 million of the construction funds. The outstanding balance on the bonds payable was \$51.1 million at June 30, 2005.

14. Unearned revenue

The following schedule details unearned revenues at June 30, 2005, and the reasons for each:

	Nonmajor Governmental Funds									
	Special Revenue Funds	Debt Service Funds	Total	Capital Projects Funds	General Fund	Total	Adjustments	Governmental Activities	Business- type Activities	Total Primary Government
Prepaid tuitions	\$	\$	\$	\$	\$ 242,065	\$ 242,065	\$	\$ 242,065	\$	\$242,065
Grant proceeds										
Property taxes	98,871	183,333	282,204		721,047	1,003,251	(1,003,251)			
Special assessments				6,532,636		6,532,636	(6,532,636)			
Gift certificates									10,610	10,610
Prepaid parking garage rental									928,075	928,075
Sale of land									2,000,000	2,000,000
	<u>\$98,871</u>	<u>\$183,333</u>	<u>\$282,204</u>	<u>\$6,532,636</u>	<u>\$963,112</u>	<u>\$7,777,952</u>	<u>(\$7,535,887)</u>	<u>\$242,065</u>	<u>\$2,938,685</u>	<u>\$3,180,750</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

15. Encumbrances / commitments

Encumbrances for purchase orders, contracts, and other commitments for expenditures are recorded in memorandum accounts of the City's governmental funds. Encumbrances lapse for budgetary purposes at the end of each fiscal year and the subsequent year's appropriations provide authority to complete these transactions, accordingly no reserve of fund balance has been created.

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

	<u>2005</u>
General Fund	\$1,999,057
Special Revenue Funds	11,271,550
Capital Projects Funds	<u>77,306,968</u>
Total	<u>\$90,577,575</u>

In November 1998, the City of Las Vegas and Clark County entered into the Clark County/City of Las Vegas/Las Vegas Metropolitan Police Department Project Interlocal Financing Agreement. On February 1, 1999, the County issued Medium-term Public Safety bonds in the principal amount of \$20,000,000 for the purpose of financing all or a portion of the cost of acquiring, constructing, improving and equipping a police emergency communications center and replacing the automated fingerprint identification system for the Las Vegas Metropolitan Police Department. The bonds' maturity schedule shall not exceed 10 years. The City's share of the debt service for a particular payment date shall equal the debt service payment for such date multiplied by the City's apportionment of the project funding formula approved by the City or otherwise submitted to the City pursuant to NRS 280.190 (4) for the fiscal year in which such debt service payment is due and payable. All payments shall be made at a time such that each payment is received by the bank and deposited into the County's bank account by no later than one business day prior to the date required to make the corresponding debt service payment on the bonds. The City makes semi-annual debt service payments on August 1 and February 1. For the year ended June 30, 2005, the City made \$1,028,671 in debt payments under the agreement.

In October 1998, the City of Las Vegas and Clark County entered into the Regional Justice Center Financing Agreement. The County will construct a Regional Justice Center for the Eighth Judicial District Court of the State of Nevada, Court of the Las Vegas Township, and the Municipal Court of the City of Las Vegas. The City has agreed to pay 25% of the project cost limited to a maximum of \$29,000,000. The bonds' maturity schedule shall not exceed 25 years. On March 1, 1999, the County issued the \$29,000,000 of Clark County, Nevada General Obligation (Limited Tax) Public Facilities Bonds (Additionally Secured by Interlocal Agreement Pledged Revenues) Series 1999C. The City makes semi-annual debt service payments per the agreement on December 1 and June 1. For the year ended June 30, 2005, the City made \$2,057,789 in debt service payments per the agreement.

The City of Las Vegas and Clark County entered into the Clark County/City of Las Vegas/Las Vegas Metropolitan Police Department Project Interlocal Financing Agreement on March 1, 2000. The County issued General Obligation (Limited Tax) Public Safety Bonds in the principal amount of \$18,000,000 for the purpose of financing all or a portion of the cost of acquiring, constructing, improving, and equipping a police training academy and four area command substations for the Las Vegas Metropolitan Police Department. The bonds mature in 15 years. The City's share of the debt service for a particular payment date shall equal the debt service for such date multiplied by the City's apportionment of the project funding formula approved by the City or otherwise submitted to the City pursuant to NRS 280.190 (4) for the fiscal year in which such debt service payment is due and payable. All payments shall be made at a time such that each payment is received by the bank and deposited into the County's bank account no later than one business day prior to the date required to make the corresponding debt service payment on the bonds. The City makes semi-annual debt service payments per the agreement on September 1 and March 1. For the year ended June 30, 2005, the City made \$723,565 in debt payments under the agreement.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

16. Interfund transactions

A. Due to/from other funds

The following schedule details the amounts due from/to other funds at June 30, 2005:

Receivable Fund	Payable Fund	Amount
General	Non-major governmental	\$ 2,554,037
	Non-major proprietary	1,328,668
	Internal service	708,145
	Agency funds	503
		<u>4,591,353</u>
Non-major governmental	Non-major governmental	327,176
	Non-major proprietary	114,483
	Agency funds	326,335
		<u>767,994</u>
Non-major proprietary	Nonprofit corporation	42,149
Nonprofit corporation	General	18,236
		<u>60,385</u>
Internal service	Non-major governmental	644,512
Total		<u>\$ 6,064,244</u>

The outstanding balances between funds result mainly from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. These balances also include the amount of working capital loans made to various funds that the general fund expects to collect in the subsequent year.

B. Interfund transfers

Interfund transfers are legally authorized transfers from a fund receiving revenue to the fund through which the resources are to be expended. Transfers between fund types during the year ended June 30, 2005, were as follows:

Funds	TRANSFERS OUT								
	TRANSFERS IN	General Fund	Parks & Leisure	City Facilities	Special Assessments	Non-major Governmental	Sanitation	Non-major Proprietary	Internal Service
General Fund	\$ 11,079,590	\$	\$	\$	\$	\$ 10,079,590	\$ 1,000,000	\$	\$
Parks & Leisure	23,219,065	16,930,771				6,288,294			
City Facilities	8,231,239	1,741,000				5,443,000	25,000	1,000,000	22,239
Non-major governmental	53,808,603	24,483,705	620,000	200,000	1,691,901	24,852,524		1,960,473	
Non-major proprietary	2,523,865	1,123,865				1,400,000			
Internal Service	23,130,393	1,250,000		2,664,707		128,335			19,087,351
Total	<u>\$ 121,992,755</u>	<u>\$ 45,529,341</u>	<u>\$ 620,000</u>	<u>\$ 2,864,707</u>	<u>\$ 1,691,901</u>	<u>\$ 48,191,743</u>	<u>\$ 1,025,000</u>	<u>\$ 2,960,473</u>	<u>\$ 19,109,590</u>

Transfers are used to move revenues from the funds with collection authorization to other funds where expenditures are recorded. These include debt service principal and interest payments, voter-approved fire safety initiative expenditures for operating and capital costs, and residential construction taxes and hotel/motel room taxes for capital projects. Unrestricted general fund revenues are moved to finance various programs and capital projects that the City must

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

16. Interfund transactions (continued)

B. Interfund transfers (continued)

account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies for various programs or matching funds for various grant programs. Balances were also transferred to consolidate four self-insurance internal service funds into two funds.

17. Segment information

The government issued general obligation revenue bonds to finance construction of a golf course. Summary financial information for the Municipal Golf Course Enterprise Fund as of and for the year ending June 30, 2005, is presented below.

CONDENSED STATEMENT OF NET ASSETS

	<u>2005</u>	<u>2004</u>
Assets:		
Current assets	\$ 171,430	\$ 290,856
Deferred charges	67,881	71,995
Capital assets	<u>14,776,733</u>	<u>15,552,857</u>
Total assets	<u>15,016,044</u>	<u>15,915,708</u>
Liabilities:		
Current liabilities	1,790,418	1,959,661
Noncurrent liabilities	<u>10,988,951</u>	<u>11,389,047</u>
Total liabilities	<u>12,779,369</u>	<u>13,348,708</u>
Net assets:		
Invested in capital assets, net of related debt	3,403,392	3,809,465
Unrestricted	<u>(1,166,717)</u>	<u>(1,242,465)</u>
Total net assets	<u>\$ 2,236,675</u>	<u>\$ 2,567,000</u>

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

	<u>2005</u>	<u>2004</u>
Charges for services	\$ 1,336,802	\$ 1,190,955
Miscellaneous revenue	178,242	10,575
Depreciation expense	(776,124)	(804,545)
Other operating expenses	<u>(1,443,584)</u>	<u>(1,933,373)</u>
Operating loss	(704,664)	(1,536,388)
Nonoperating revenue (expenses):		
Interest expense	(658,865)	(678,499)
Contributions to other governments	<u>(90,661)</u>	<u>(101,894)</u>
Loss before transfers	(1,454,190)	(2,316,781)
Transfers in	1,123,865	2,326,000
Transfers out	<u></u>	<u>(290,523)</u>
Change in net assets	(330,325)	(281,304)
Beginning net assets	<u>2,567,000</u>	<u>2,848,304</u>
Ending net assets	<u>\$ 2,236,675</u>	<u>\$ 2,567,000</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

17. Segment information (continued)

CONDENSED STATEMENT OF CASH FLOWS

	<u>2005</u>	<u>2004</u>
Net cash provided (used) by:		
Operating activities	\$ 193,226	\$ (849,997)
Noncapital financing activities	833,249	1,974,426
Capital and related financing activities	<u>(1,026,475)</u>	<u>(1,124,429)</u>
Net decrease	0	0
Beginning cash and cash equivalents	0	0
Ending cash and cash equivalents	<u>\$ 0</u>	<u>\$ 0</u>

18. Risk management and contingent liabilities

State and local governments are subject to many types of claims; such as those arising out of workers' compensation claims, contractual actions, claims for delays or inadequate specifications, damage to privately owned vehicles by City-owned vehicles, and claims relating to personal injuries and property damage.

Claims against state and local governments are characterized by conditions that could make estimation of the ultimate liability extremely difficult:

- a. Certain types of claims may be filed in amounts far greater than those that can reasonably be expected to be agreed on by the government and the claimant or awarded by a court.
- b. The time permitted between the occurrence of an event causing a claim and the actual filing of the claim may be lengthy.
- c. The time that may elapse between filing and ultimate settlement and payment of a claim may be extremely lengthy. Similarly, the adjudicated loss may be paid over a period of years after settlement.

GASB Statement No. 10 requires that a liability for claims be reported if information available prior to issuance of the basic financial statements indicates it is probable that a liability has been incurred at the date of the basic financial statements and the amount of the loss can be reasonably estimated. In addition, there are situations in which incidents occur before the balance sheet date but claims are not reported or asserted when the basic financial statements are prepared. These "incurred but not reported" claims have been estimated based upon the City's past experience, adjusted for current trends and an inflation factor. The claims are included in the appropriate liability accounts. All interest earned will be credited to the respective funds.

The City operates two self-insured programs – one for workers' compensation and group insurance and one for liability and property damage purposes.

Liability Insurance and Property Damage Internal Service Fund. The fund was established December 15, 2004, by City Council Resolution. It is a consolidation of the Liability Insurance Internal Service Fund, established July 5, 1979, by City Council Resolution and modified August 7, 1985, and the Property Damage Insurance Fund, established October 6, 1993, by City Council Resolution. The resolution establishes a minimum \$7 million cash reserve. The fund's cash and cash equivalents, and investments balance was \$8,499,014 at June 30, 2005, and charges for services of \$1,966,296 were made to the consolidated funds during the year ended June 30, 2005. The purpose of the fund is to pay for self-assumed losses. As of June 30, 2005, \$515,086 has been accrued for claims and judgments payable, which are estimated to be payable within one year.

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

18. Risk management and contingent liabilities (continued)

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

	Beginning of fiscal year liability	Current year claims and changes in estimates	Claim payments	Balance at fiscal year end
2004	\$ 755,203	\$ 140,251	\$ 360,073	\$ 535,381
2005	535,381	758,810	779,105	515,086

Employee Benefit Internal Service Fund. The fund was established December 15, 2004, by City Council Resolution. It is a consolidation of the Workers' Compensation Insurance Internal Service Fund, established August 21, 1985, by City Council Resolution and the Group Insurance Internal Service Fund. The resolution establishes a minimum cash balance not less than twenty-five percent of the prior year expenditures. The fund's cash and cash equivalents and investments balance was \$26,195,024 at June 30, 2005, and charges for services of \$27,138,757 were made to the consolidated funds during the year ended June 30, 2005. The purpose of the fund is to provide employees and beneficiaries with compensation for occupational accidents and diseases and other insurance benefits. The City's maximum payment for industrial injuries as of June 30, 2005, is \$4 million per claim with excess insurance coverage provided by an insurance company. Settled claims have exceeded this commercial coverage the past three fiscal years. The City will be reimbursed \$136,504 by an insurance company for FY2005 payments on settled claims in excess of the self-insurance limits in effect at the time of the claims. The program is funded by an adjustable payroll rate and payroll deductions. As of June 30, 2005, \$10,765,285 has been accrued for workers' compensation benefits payable, \$4,259,008 estimated to be payable within one year and \$6,506,277 payable in subsequent years.

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

	Beginning of fiscal year liability	Current year claims and changes in estimates	Claim payments	Balance at fiscal year end
2004	\$ 8,833,286	\$ 4,531,318	\$ 3,223,481	\$ 10,141,123
2005	10,141,123	21,509,164	20,885,002	10,765,285

The City is currently involved in litigation including tort actions, condemnations and civil rights allegations. The City Attorney is vigorously contesting each case. However, due to the nature of the claims, liability may be in the range of \$50,000 to \$4,000,000. Such amounts have not been accrued in the accompanying basic financial statements.

The City of Las Vegas Redevelopment Agency (Agency) is currently in litigation involving the condemnation of property. These actions could result in additional costs which could materially affect its financial condition. A fiscal impact cannot be determined at this time. The Agency is appealing these cases and believes it will prevail.

The Agency has entered into tax increment subordinate lien notes as part of an owner participation agreement. The indebtedness represented by the notes have been allocated to the land and improvements and is payable solely and exclusively from a predetermined percentage of the Site Tax Increment received by the Agency on the parcel and shall not be payable from any other source. Because the requirements to repay the note are contingent on the Agency receiving sufficient site tax increment on the specific parcel and subordinate to the lien of the agency's preexisting debt and future debt, the potential future obligation of the Agency has not been reflected in the financial statements. The following summarizes the unique terms of the notes:

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

18. Risk management and contingent liabilities (continued)

- Simon/Chelsea Las Vegas Development, LLC Note – Taxable tax increment subordinate Lien Note entered into June 30, 2004, in the amount of \$1,837,360, payments starting June 30, 2004 and continuing for twelve years until March 5, 2016, interest at 7 percent beginning accrual July 1, 2004. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owned and the Agency will owe no additional money after the maturity date. During the year the Agency received site tax increment revenue and on June 24, 2005, paid \$116,440 in interest to Simon/Chelsea Las Vegas Development, LLC which was charged to economic and development expenditures, leaving an outstanding balance of \$1,726,255, at June 30, 2005.
- WMCV Phase I, LLC Note – Taxable tax increment subordinate Lien Note entered into June 30, 2005, in the amount of \$1,696,622, payments starting June 30, 2006 and continuing for twenty years until June 30, 2026, interest at 8.07 percent beginning July 1, 2005. The percentage of site tax increment from which the note is paid is 41%. All unpaid principal and interest that remains due on the maturity date will cease to be owed and the Agency will owe no additional money after the maturity date. For the year ended June 30, 2005, no principal or interest payments were made.

19. Nonprofit corporations

The corporations are to promote the health and welfare of the City of Las Vegas through the acquisition and disposition of property located within the City of Las Vegas. The following schedule presents the financial information for each of the three nonprofit corporations for the year ended June 30, 2005:

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parkway I, Inc	Total
Assets:				
Cash	\$ 25,270	\$ 551,367	\$ 199,584	\$ 776,221
Accounts Receivable	20,060			20,060
Interest Receivable	170	5,026	2,176	7,372
Note Receivable	2,000,000			2,000,000
Prepaid Insurance		3,913	2,065	5,978
Due from Other Funds	18,236			18,236
Land	2,109,672	32,012,960	3,348,571	37,471,203
Total Assets	<u>\$ 4,173,408</u>	<u>\$ 32,573,266</u>	<u>\$ 3,552,396</u>	<u>\$ 40,299,070</u>
Liabilities and Net Assets:				
Accounts Payable	\$	\$ 336,682	\$	\$ 336,682
Deposits		200,000	100,000	300,000
Due to Other Funds			42,149	42,149
Loans Payable	4,195,548	6,743,154	3,617,984	14,556,686
Unearned Revenue	2,000,000			2,000,000
Net Assets (Deficit)	(2,022,140)	25,293,430	(207,737)	23,063,553
Total Liabilities and Net Assets	<u>\$ 4,173,408</u>	<u>\$ 32,573,266</u>	<u>\$ 3,552,396</u>	<u>\$ 40,299,070</u>

CITY OF LAS VEGAS, NEVADA
NOTES TO THE BASIC FINANCIAL STATEMENTS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

19. Nonprofit corporations (continued)

	City Parkway IV A, Inc.	City Parkway V, Inc.	Office District Parkway I, Inc	Total
Changes in Net Assets				
Revenues:				
Interest	\$ 170	\$ 5,026	\$ 2,176	\$ 7,372
Rentals	44,060	34,152		78,212
Miscellaneous Reimbursements	1,718	50,200		51,918
Total Revenues	45,948	89,378	2,176	137,502
Expenses:				
Association Fees	1,768	94,029		95,797
Premiums Paid (Insurance)		7,826	14,198	22,024
Consultants		698,696	7,834	706,530
Legal Services	4,038	90,718		94,756
Services and Supplies	3,754	18,307	426	22,487
Total Expenses	9,560	909,576	22,458	941,594
Increase (Decrease) in Net Assets	36,388	(820,198)	(20,282)	(804,092)
Net Assets (Deficit) – June 30, 2004	(2,058,528)	26,113,628	(187,455)	23,867,645
Net Assets (Deficit) – June 30, 2005	<u>\$ (2,022,140)</u>	<u>\$ 25,293,430</u>	<u>\$ (207,737)</u>	<u>\$ 23,063,553</u>

20. Subsequent events

On July 13, 2005, the City issued \$21,295,000 of General Obligation (Limited Tax) Various Purpose Refunding Bonds (additionally secured by pledged revenues) Series 2005B. Interest ranges from 3.0 percent to 5.0 percent and is payable semi-annually on June 1 and December 1, commencing December 1, 2005. The bond pays interest only until June 1, 2010.



**COMBINING & INDIVIDUAL
FUND STATEMENTS
& SCHEDULES SECTION**

Major Governmental Funds



HELLDORADO



Major Governmental Funds

GENERAL FUND

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

CAPITAL PROJECTS FUND

PARKS AND LEISURE ACTIVITIES FUND

This fund is used to account for the costs of constructing new or improving existing parks, recreation centers and senior citizen facilities. Financing is provided by transfers from the General Fund, the Las Vegas Convention and Visitors Authority Special Revenue Fund, bond proceeds, grants and park impact fees.

ROAD AND FLOOD FUND

This fund is used to account for major infrastructure improvements to the City's arterial street system and floodwater conveyance systems. Financing is provided primarily by Clark County, the Regional Transportation Commission and Clark County Regional Flood Control District.

CITY FACILITIES FUND

This fund is used to account for the costs of capital improvements which are periodically required at the City Hall Complex, its satellite facilities and the maintenance yards. Revenues are derived primarily from General Fund transfers and bond proceeds.

SPECIAL ASSESSMENTS FUND

This fund is used to account for the costs of major infrastructure improvements which benefit particular taxpayers whose properties are being developed through a special assessment district. Funding is provided by bond proceeds and assessment payments from property owners.

This page left blank intentionally

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Taxes:				
Ad valorem property tax	\$ 86,033,100	\$ 86,033,100	\$ 86,574,323	\$ 541,223
Room tax	1,958,000	1,958,000	2,359,022	401,022
Total taxes	<u>87,991,100</u>	<u>87,991,100</u>	<u>88,933,345</u>	<u>942,245</u>
Licenses and permits:				
Business licenses	12,528,000	12,528,000	13,624,835	1,096,835
Liquor licenses	1,726,000	1,726,000	2,027,907	301,907
City gaming licenses	4,188,000	4,188,000	3,954,701	(233,299)
Franchise fees:				
Gas utility	4,627,000	4,627,000	5,978,341	1,351,341
Electric utility	23,849,000	23,849,000	22,792,963	(1,056,037)
Sanitation utility	3,000,000	3,000,000	2,803,155	(196,845)
Telephone utility	8,993,000	8,993,000	9,983,682	990,682
Garbage collection	2,874,000	2,874,000	3,176,576	302,576
Cable television	2,576,000	2,576,000	2,661,457	85,457
Concessions/taxi stands	4,000	4,000		(4,000)
Ambulance	340,000	340,000	340,465	465
Animal permits			7,550	7,550
Building permits	1,690,000	1,690,000	3,309,102	1,619,102
Off-site permits	2,833,000	2,833,000	1,933,024	(899,976)
Miscellaneous permits			850	850
Total licenses and permits	<u>69,228,000</u>	<u>69,228,000</u>	<u>72,594,608</u>	<u>3,366,608</u>
Intergovernmental:				
Consolidated tax	209,875,000	230,875,000	238,040,861	7,165,861
Other state revenues			10	10
County gaming licenses (city share)	4,143,000	4,143,000	3,854,635	(288,365)
Contributions from other governments			6,000	6,000
Other local government revenues	1,247,000	1,247,000	1,017,233	(229,767)
Other local units payment in lieu of taxes	101,000	101,000	94,996	(6,004)
Total intergovernmental	<u>215,366,000</u>	<u>236,366,000</u>	<u>243,013,735</u>	<u>6,647,735</u>
Charges for services:				
General government:				
Intracity reimbursable charges	5,196,000	5,196,000	3,482,044	(1,713,956)
Planning and development charges	719,000	719,000	663,286	(55,714)
Business license application fees	374,000	374,000	248,851	(125,149)
Other	1,108,000	1,108,000	244,849	(863,151)
Total general government	<u>7,397,000</u>	<u>7,397,000</u>	<u>4,639,030</u>	<u>(2,757,970)</u>
Judicial:				
Financial counseling fees	172,000	172,000	129,803	(42,197)
Court counseling fees	1,230,000	1,230,000	1,174,191	(55,809)
Traffic school fees	855,000	855,000	620,294	(234,706)
Assessment center fees	62,000	62,000	57,932	(4,068)
Court fees	1,763,000	1,763,000	1,356,393	(406,607)
Other	18,000	18,000	35,025	17,025
Total judicial	<u>4,100,000</u>	<u>4,100,000</u>	<u>3,373,638</u>	<u>(726,362)</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts		Variance with Final Budget - Positive (Negative)
	Original	Final	Actual
Charges for services (continued):			
Public safety:			
Intracity reimbursable charges	793,000	793,000	184,664
EMS Transport	971,000	971,000	2,318,654
Inmate housing	11,903,000	11,903,000	8,983,649
Other	803,000	803,000	1,004,275
Total public safety	14,470,000	14,470,000	12,491,242
Public works:			
Intracity reimbursable charges	2,969,000	2,969,000	2,895,237
Other	183,000	183,000	221,025
Total public works	3,152,000	3,152,000	3,116,262
Health:			
Animal shelter fees			5,308
Total health	0	0	5,308
Culture and recreation:			
Intracity reimbursable charges	17,000	17,000	10,953
Recreation fees	1,194,000	1,194,000	1,520,154
Theater admissions	108,000	108,000	144,456
Swimming pool fees	128,000	128,000	201,118
Softball fees	129,000	129,000	288,890
Other	13,000	13,000	140,235
Total culture and recreation	1,589,000	1,589,000	2,305,806
Economic development and assistance:			
Intracity reimbursable charges	123,000	123,000	4,977
Other	3,000	3,000	1,592
Total economic development and assistance	126,000	126,000	6,569
Transit systems:			
Transport fees	696,000	696,000	335,702
Total transit systems	696,000	696,000	335,702
Total charges for services	31,530,000	31,530,000	26,273,557
Fines and forfeits:			
Court fines	14,621,000	14,621,000	13,836,384
Forfeited bail	364,000	364,000	346,739
Total fines and forfeits	14,985,000	14,985,000	14,183,123
Interest	295,000	295,000	1,179,134
Miscellaneous:			
Rents and royalties	1,114,000	1,114,000	1,107,914
Other	762,000	762,000	514,436
Total miscellaneous	1,876,000	1,876,000	1,622,350
Total revenues	421,271,100	442,271,100	447,799,852

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Expenditures By Function and Activity				
General government:				
Legislative:				
City council:				
Salaries and wages	1,809,067	1,809,067	1,726,996	82,071
Employee benefits	721,307	721,307	720,771	536
Services and supplies	375,944	375,944	333,748	42,196
Total city council	<u>2,906,318</u>	<u>2,906,318</u>	<u>2,781,515</u>	<u>124,803</u>
Elections:				
City clerk:				
Services and supplies	935,350	1,035,350	255,033	780,317
Contributions to other governments			298,826	(298,826)
Total city clerk	<u>935,350</u>	<u>1,035,350</u>	<u>553,859</u>	<u>481,491</u>
Executive:				
City manager:				
Salaries and wages	1,842,584	1,842,584	1,705,853	136,731
Employee benefits	676,892	676,892	629,666	47,226
Services and supplies	968,012	968,012	778,645	189,367
Total city manager	<u>3,487,488</u>	<u>3,487,488</u>	<u>3,114,164</u>	<u>373,324</u>
Financial administration:				
City attorney:				
Salaries and wages	2,440,219	2,440,219	2,357,516	82,703
Employee benefits	802,561	802,561	791,246	11,315
Services and supplies	413,000	413,000	334,009	78,991
Total city attorney	<u>3,655,780</u>	<u>3,655,780</u>	<u>3,482,771</u>	<u>173,009</u>
City clerk:				
Salaries and wages	1,030,834	1,030,834	958,887	71,947
Employee benefits	380,484	380,484	376,841	3,643
Services and supplies	368,786	368,786	290,854	77,932
Total city clerk	<u>1,780,104</u>	<u>1,780,104</u>	<u>1,626,582</u>	<u>153,522</u>
Internal audit:				
Salaries and wages	524,831	524,831	532,427	(7,596)
Employee benefits	189,011	189,011	190,011	(1,000)
Services and supplies	90,087	90,087	77,431	12,656
Total internal audit	<u>803,929</u>	<u>803,929</u>	<u>799,869</u>	<u>4,060</u>

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
General government (continued):				
Human resources:				
Salaries and wages	2,500,345	2,560,345	2,530,861	29,484
Employee benefits	924,246	954,246	1,042,393	(88,147)
Services and supplies	684,485	744,485	682,248	62,237
Total human resources	4,109,076	4,259,076	4,255,502	3,574
Finance and business services:				
Salaries and wages	4,974,603	4,974,603	4,612,509	362,094
Employee benefits	1,865,915	1,865,915	1,915,273	(49,358)
Services and supplies	1,037,036	1,037,036	1,044,474	(7,438)
Contributions to other governments			38,765	(38,765)
Total finance and business services	7,877,554	7,877,554	7,611,021	266,533
Other:				
Planning and development:				
Salaries and wages	3,735,769	3,135,769	3,242,702	(106,933)
Employee benefits	1,403,695	1,403,695	1,323,311	80,384
Services and supplies	842,272	842,272	753,386	88,886
Total planning and development	5,981,736	5,381,736	5,319,399	62,337
Information technologies:				
Salaries and wages	5,253,089	5,178,089	4,995,567	182,522
Employee benefits	1,894,947	1,869,947	1,959,738	(89,791)
Services and supplies	2,645,480	2,645,480	1,824,558	820,922
Contributions to other governments			15,000	(15,000)
Total information technologies	9,793,516	9,693,516	8,794,863	898,653
Utilities:				
Services and supplies	15,049,000	15,549,000	13,897,235	1,651,765
Nondepartmental:				
Salaries and wages	1,900,000	485,000	138,875	346,125
Employee benefits	3,300,000	3,300,000	3,124,540	175,460
Services and supplies	3,030,000	2,030,000	972,795	1,057,205
Contributions to other governments			386,508	(386,508)
Total non-departmental	8,230,000	5,815,000	4,622,718	1,192,282
Architectural services:				
Salaries and wages	1,518,861	1,518,861	1,299,805	219,056
Employee benefits	540,499	540,499	462,738	77,761
Services and supplies	165,976	165,976	167,104	(1,128)
Total architectural services	2,225,336	2,225,336	1,929,647	295,689

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
General government (continued):				
Purchasing and contracts:				
Salaries and wages	1,695,962	1,695,962	1,505,880	190,082
Employee benefits	620,480	620,480	573,350	47,130
Services and supplies	207,972	207,972	197,688	10,284
Total purchasing and contracts	2,524,414	2,524,414	2,276,918	247,496
Facilities management:				
Salaries and wages	5,573,120	5,573,120	5,170,669	402,451
Employee benefits	2,228,475	2,228,475	2,211,810	16,665
Services and supplies	3,577,559	3,577,559	3,405,788	171,771
Total facilities management	11,379,154	11,379,154	10,788,267	590,887
Real estate and asset management:				
Salaries and wages	311,241	311,241	260,839	50,402
Employee benefits	117,153	117,153	124,896	(7,743)
Services and supplies	181,824	181,824	123,025	58,799
Total real estate and asset management	610,218	610,218	508,760	101,458
Field operations administration:				
Salaries and wages	290,203	300,203	298,106	2,097
Employee benefits	112,853	117,853	77,092	40,761
Services and supplies	49,363	54,363	45,417	8,946
Total field operations	452,419	472,419	420,615	51,804
Total general government	81,801,392	79,456,392	72,783,705	6,672,687
Judicial:				
Municipal courts:				
Municipal courts:				
Salaries and wages	8,743,182	8,393,182	8,218,066	175,116
Employee benefits	3,512,138	3,512,138	3,469,126	43,012
Services and supplies	3,059,389	3,059,389	1,963,740	1,095,649
Total municipal court	15,314,709	14,964,709	13,650,932	1,313,777
City attorney-criminal division:				
Salaries and wages	1,960,626	1,960,626	1,945,450	15,176
Employee benefits	795,797	795,797	742,430	53,367
Services and supplies	450,831	450,831	368,413	82,418
Total city attorney- criminal division	3,207,254	3,207,254	3,056,293	150,961
Public defender:				
Public defender:				
Services and supplies	478,000	478,000	473,173	4,827
Total public defender	478,000	478,000	473,173	4,827

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Judicial (continued):				
Alternative sentencing and education:				
Alternative sentencing and education:				
Salaries and wages	2,067,093	2,067,093	1,856,721	210,372
Employee benefits	756,553	756,553	731,912	24,641
Services and supplies	755,103	755,103	630,281	124,822
Total alternative sentencing and education	3,578,749	3,578,749	3,218,914	359,835
Total judicial	22,578,712	22,228,712	20,399,312	1,829,400
Public safety:				
Police:				
Metro police department:				
Services and supplies	104,932,695	104,932,695	103,086,376	1,846,319
Contributions to other governments			1,752,236	(1,752,236)
Total metro police department	104,932,695	104,932,695	104,838,612	94,083
City marshals:				
Salaries and wages	5,062,061	5,062,061	4,847,141	214,920
Employee benefits	2,118,696	2,118,696	1,984,845	133,851
Services and supplies	1,398,434	1,398,434	1,188,761	209,673
Total city marshals	8,579,191	8,579,191	8,020,747	558,444
Fire:				
Fire and rescue:				
Salaries and wages	52,171,059	52,921,059	52,654,873	266,186
Employee benefits	23,067,312	23,067,312	21,678,828	1,388,484
Services and supplies	10,234,642	10,234,642	9,314,093	920,549
Capital outlay			51,995	(51,995)
Total fire and rescue	85,473,013	86,223,013	83,699,789	2,523,224
Corrections:				
Detention and correctional services:				
Salaries and wages	17,098,691	20,548,691	20,462,231	86,460
Employee benefits	7,240,838	8,040,838	8,080,552	(39,714)
Services and supplies	9,014,305	9,214,305	9,246,531	(32,226)
Total detention and correctional services	33,353,834	37,803,834	37,789,314	14,520
Other protection:				
Traffic engineering:				
Salaries and wages	7,068,828	6,668,828	6,142,079	526,749
Employee benefits	2,547,139	2,547,139	2,380,672	166,467
Services and supplies	2,720,466	2,720,466	2,508,119	212,347
Capital outlay			6,874	(6,874)
Total traffic engineering	12,336,433	11,936,433	11,037,744	898,689

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Public safety (continued):				
Neighborhood response:				
Salaries and wages	1,371,828	1,221,828	1,119,777	102,051
Employee benefits	520,413	520,413	504,556	15,857
Services and supplies	332,253	332,253	314,453	17,800
Total neighborhood response	2,224,494	2,074,494	1,938,786	135,708
Total public safety	246,899,660	251,549,660	247,324,992	4,224,668
Public works:				
Administration:				
Public works administration:				
Salaries and wages	669,274	684,274	676,877	7,397
Employee benefits	239,829	239,829	235,704	4,125
Services and supplies	279,103	279,103	120,334	158,769
Total public works administration	1,188,206	1,203,206	1,032,915	170,291
Engineering:				
Engineering and planning:				
Salaries and wages	9,384,387	9,384,387	8,515,269	869,118
Employee benefits	3,395,844	3,345,844	3,344,440	1,404
Services and supplies	1,852,641	1,752,641	1,574,709	177,932
Capital outlay			30,579	(30,579)
Total engineering and planning	14,632,872	14,482,872	13,464,997	1,017,875
Paved streets:				
Street maintenance:				
Salaries and wages	707,669	707,669	694,376	13,293
Employee benefits	257,931	257,931	251,523	6,408
Services and supplies	489,848	489,848	504,743	(14,895)
Total street maintenance	1,455,448	1,455,448	1,450,642	4,806
Total public works	17,276,526	17,141,526	15,948,554	1,192,972
Health:				
Animal control:				
Animal care and control:				
Salaries and wages	1,164,059	1,164,059	1,067,925	96,134
Employee benefits	425,597	425,597	398,828	26,769
Services and supplies	922,361	922,361	801,359	121,002
Total animal care and control	2,512,017	2,512,017	2,268,112	243,905

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Health (continued):				
Cemetery operation:				
Woodlawn cemetery:				
Services and supplies	70,000	90,000	86,140	3,860
Total Woodlawn cemetery	70,000	90,000	86,140	3,860
Communicable disease control:				
Communicable disease control:				
Services and supplies		40,000	8,572	31,428
Total communicable disease control	0	40,000	8,572	31,428
Total health	2,582,017	2,642,017	2,362,824	279,193
Culture and recreation:				
Culture and recreation administration:				
Administration:				
Salaries and wages	1,589,989	1,589,989	1,515,732	74,257
Employee benefits	613,098	613,098	660,011	(46,913)
Services and supplies	236,958	236,958	203,499	33,459
Total administration	2,440,045	2,440,045	2,379,242	60,803
Participant recreation:				
Recreation and adaptive programming:				
Salaries and wages	7,864,766	7,864,766	7,403,075	461,691
Employee benefits	2,442,664	2,442,664	2,639,186	(196,522)
Services and supplies	2,906,203	2,906,203	2,343,014	563,189
Total recreation and adaptive programming	13,213,633	13,213,633	12,385,275	828,358
Spectator recreation:				
Cultural and community affairs:				
Salaries and wages	2,789,349	2,789,349	2,696,957	92,392
Employee benefits	1,007,487	1,007,487	1,022,494	(15,007)
Services and supplies	1,484,353	1,484,353	1,700,643	(216,290)
Total cultural and community affairs	5,281,189	5,281,189	5,420,094	(138,905)
Parks:				
Parks and open spaces:				
Salaries and wages	7,234,785	6,934,785	6,393,095	541,690
Employee benefits	2,952,259	2,952,259	2,715,732	236,527
Services and supplies	3,896,802	3,896,802	3,683,628	213,174
Capital outlay			13,692	(13,692)
Total parks and open spaces	14,083,846	13,783,846	12,806,147	977,699

Continued

CITY OF LAS VEGAS, NEVADA
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
BUDGET AND ACTUAL BY FUNCTION AND ACTIVITY (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Culture and recreation (continued):				
Senior citizens:				
Senior citizen activities:				
Salaries and wages	1,792,863	1,792,863	1,719,238	73,625
Employee benefits	702,829	702,829	762,351	(59,522)
Services and supplies	251,195	251,195	344,085	(92,890)
Total senior citizen activities	<u>2,746,887</u>	<u>2,746,887</u>	<u>2,825,674</u>	<u>(78,787)</u>
Total culture and recreation	<u>37,765,600</u>	<u>37,465,600</u>	<u>35,816,432</u>	<u>1,649,168</u>
Economic development and assistance:				
Economic development and assistance:				
Office of business development:				
Salaries and wages	396,851	396,851	333,205	63,646
Employee benefits	142,779	142,779	161,375	(18,596)
Services and supplies	153,561	153,561	128,687	24,874
Total office of business development	<u>693,191</u>	<u>693,191</u>	<u>623,267</u>	<u>69,924</u>
Neighborhood services:				
Neighborhood services:				
Salaries and wages	2,950,129	2,950,129	2,640,902	309,227
Employee benefits	1,132,280	1,132,280	1,039,613	92,667
Services and supplies	1,256,063	1,256,063	958,179	297,884
General contributions			301,899	(301,899)
Capital outlay			5,574	(5,574)
Total neighborhood services	<u>5,338,472</u>	<u>5,338,472</u>	<u>4,946,167</u>	<u>392,305</u>
Total economic development and assistance	<u>6,031,663</u>	<u>6,031,663</u>	<u>5,569,434</u>	<u>462,229</u>
Transit systems:				
Transportation services:				
Transportation services:				
Salaries and wages	609,802	609,802	596,505	13,297
Employee benefits	229,694	254,694	271,768	(17,074)
Services and supplies	808,032	808,032	678,579	129,453
Total transportation services	<u>1,647,528</u>	<u>1,672,528</u>	<u>1,546,852</u>	<u>125,676</u>
Total transit systems	<u>1,647,528</u>	<u>1,672,528</u>	<u>1,546,852</u>	<u>125,676</u>
Total expenditures	<u>416,583,098</u>	<u>418,188,098</u>	<u>401,752,105</u>	<u>16,435,993</u>
Excess of revenues over expenditures	\$ <u>4,688,002</u>	\$ <u>24,083,002</u>	\$ <u>46,047,747</u>	\$ <u>21,964,745</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
PARKS AND LEISURE ACTIVITIES CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$	\$	\$ 4,881,563	\$ 4,881,563
Interest	1,251,400	1,251,400	1,936,822	685,422
Miscellaneous			131,746	131,746
Total revenues	<u>1,251,400</u>	<u>1,251,400</u>	<u>6,950,131</u>	<u>5,698,731</u>
Expenditures:				
Current:				
Culture and recreation			1,670,331	(1,670,331)
Capital outlay:				
Culture and recreation	<u>126,146,072</u>	<u>125,526,072</u>	<u>37,117,977</u>	<u>88,408,095</u>
Total expenditures	<u>126,146,072</u>	<u>125,526,072</u>	<u>38,788,308</u>	<u>86,737,764</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(124,894,672)</u>	<u>(124,274,672)</u>	<u>(31,838,177)</u>	<u>92,436,495</u>
Other financing sources (uses):				
Transfers in	40,950,518	40,950,518	23,219,065	(17,731,453)
Transfers out		(620,000)	(620,000)	
General obligation bond proceeds	20,000,000	20,000,000	20,000,000	
Premium (discount)			610,160	610,160
Total other financing sources (uses)	<u>60,950,518</u>	<u>60,330,518</u>	<u>43,209,225</u>	<u>(17,121,293)</u>
Net changes in fund balances	(63,944,154)	(63,944,154)	11,371,048	75,315,202
Fund balances, July 1	<u>70,284,068</u>	<u>70,284,068</u>	<u>66,196,190</u>	<u>(4,087,878)</u>
Fund balances, June 30	<u>\$ 6,339,914</u>	<u>\$ 6,339,914</u>	<u>\$ 77,567,238</u>	<u>\$ 71,227,324</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
ROAD AND FLOOD CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues:				
Intergovernmental	\$ 140,048,980	\$ 140,048,980	\$ 48,121,730	\$ (91,927,250)
Charges for services			284,375	284,375
Miscellaneous			10,405	10,405
Total revenues	<u>140,048,980</u>	<u>140,048,980</u>	<u>48,416,510</u>	<u>(91,632,470)</u>
Expenditures:				
Current:				
Public works			2,016,032	(2,016,032)
Capital outlay:				
Public works	<u>140,048,980</u>	<u>140,048,980</u>	<u>46,885,270</u>	<u>93,163,710</u>
Total expenditures	<u>140,048,980</u>	<u>140,048,980</u>	<u>48,901,302</u>	<u>91,147,678</u>
Excess (deficiency) of revenues over (under) expenditures	<u>0</u>	<u>0</u>	<u>(484,792)</u>	<u>(484,792)</u>
Other financing sources (uses):				
Transfers in	<u>25,000</u>	<u>25,000</u>		<u>(25,000)</u>
Total other financing sources (uses)	<u>25,000</u>	<u>25,000</u>	<u>0</u>	<u>(25,000)</u>
Net changes in fund balances	25,000	25,000	(484,792)	(509,792)
Fund balances, July 1	<u>5,013,656</u>	<u>5,013,656</u>	<u>4,747,800</u>	<u>(265,856)</u>
Fund balances, June 30	<u>\$ 5,038,656</u>	<u>\$ 5,038,656</u>	<u>\$ 4,263,008</u>	<u>\$ (775,648)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY FACILITIES CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 2,874,248	\$ 2,874,248	\$ 2,874,248	\$
Interest	596,200	596,200	1,426,992	830,792
Miscellaneous			4,000	4,000
Total revenues	<u>3,470,448</u>	<u>3,470,448</u>	<u>4,305,240</u>	<u>834,792</u>
Expenditures:				
Capital outlay:				
General government	<u>45,931,651</u>	<u>43,066,944</u>	<u>5,989,513</u>	<u>37,077,431</u>
Total expenditures	<u>45,931,651</u>	<u>43,066,944</u>	<u>5,989,513</u>	<u>37,077,431</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(42,461,203)</u>	<u>(39,596,496)</u>	<u>(1,684,273)</u>	<u>37,912,223</u>
Other financing sources (uses):				
Transfers in	5,350,000	5,350,000	8,231,239	2,881,239
Transfers out		(2,864,707)	(2,864,707)	
Sales of general fixed assets			805,984	805,984
Total other financing sources (uses)	<u>5,350,000</u>	<u>2,485,293</u>	<u>6,172,516</u>	<u>3,687,223</u>
Net changes in fund balances	(37,111,203)	(37,111,203)	4,488,243	41,599,446
Fund balances, July 1	<u>50,010,324</u>	<u>50,010,324</u>	<u>51,442,231</u>	<u>1,431,907</u>
Fund balances, June 30	<u>\$ 12,899,121</u>	<u>\$ 12,899,121</u>	<u>\$ 55,930,474</u>	<u>\$ 43,031,353</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
SPECIAL ASSESSMENTS CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Special assessments	\$ 1,768,351	\$ 1,768,351	\$ 1,661,679	\$ (106,672)
Interest	653,224	653,224	1,225,764	572,540
Miscellaneous			105	105
Total revenues	<u>2,421,575</u>	<u>2,421,575</u>	<u>2,887,548</u>	<u>465,973</u>
Expenditures:				
Current:				
Public works			3,898,175	(3,898,175)
Capital outlay:				
Public works	<u>42,321,760</u>	<u>41,921,760</u>	<u>7,523,320</u>	<u>34,398,440</u>
Total expenditures	<u>42,321,760</u>	<u>41,921,760</u>	<u>11,421,495</u>	<u>30,500,265</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(39,900,185)</u>	<u>(39,500,185)</u>	<u>(8,533,947)</u>	<u>30,966,238</u>
Other financing sources (uses):				
Transfers in	57,500	57,500		(57,500)
Transfers out	(1,299,571)	(1,699,571)	(1,691,901)	7,670
Special assessment bonds & interim warrants	<u>13,681,774</u>	<u>13,681,774</u>	<u>1,016,391</u>	<u>(12,665,383)</u>
Total other financing sources (uses)	<u>12,439,703</u>	<u>12,039,703</u>	<u>(675,510)</u>	<u>(12,715,213)</u>
Net changes in fund balances	(27,460,482)	(27,460,482)	(9,209,457)	18,251,025
Fund balances, July 1	<u>67,607,601</u>	<u>67,607,601</u>	<u>65,924,666</u>	<u>(1,682,935)</u>
Fund balances, June 30	<u>\$ 40,147,119</u>	<u>\$ 40,147,119</u>	<u>\$ 56,715,209</u>	<u>\$ 16,568,090</u>

See accompanying independent auditors' report.

This page left blank intentionally



Non-Major Governmental Funds

100 MURALS



Nonmajor Governmental Funds

SPECIAL REVENUE FUNDS

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

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

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

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

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

Freeway and Arterial System of Transportation Fund (FAST)—This fund accounts for monies received from Clark County, and the Cities of Las Vegas and North Las Vegas to provide a computerized traffic control system for the Las Vegas urban areas.

Park Construction Program Fund—This fund accounts for residential construction tax levied per City ordinance on developers and other builders. The revenue will be used to construct neighborhood parks within four designated park districts.

Transportation Program Fund—This fund accounts for revenues received from a 1% motel/hotel room tax to be used exclusively for transportation improvement projects in the downtown areas.

Street Maintenance Fund—This fund accounts for revenues received from the City's portion of the motor vehicle fuel tax to be used for maintenance of existing streets and roadways.

Housing Program Fund—This fund is used to finance the City's affordable housing needs. Public/ private partnerships are coordinated via federal grant programs, public fund raising and private foundation support.

Housing and Urban Development Fund—This fund is used to account for monies received by the City as a grantee participant in the federal Community Development Block Grant and Home Investment in Affordable Housing programs which must be used for qualifying projects.

Industrial Development Fund—The activities in this fund include the purchase of land for industrial and business parks, construction of infrastructure and other improvements, and the marketing and sale of property within the parks. Revenues are derived primarily from land sales.

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

City of Las Vegas Redevelopment Agency Fund—This fund accounts for the financial activity of the Agency which derives its revenues from bond proceeds and property taxes that will be used to rehabilitate the redevelopment district.

Nonmajor Governmental Funds - Continued

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, long-term debt principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the debt payments.

City of Las Vegas Fund—This fund is used to account for the annual payment of principal, interest and other fiscal charges necessary to retire the City's general obligation long-term debt.

City of Las Vegas Redevelopment Agency Fund—This fund is used to account for the annual payment of principal, interest and other fiscal charges necessary to retire the Agency's long-term debt.

CAPITAL PROJECTS FUNDS

Capital Projects Funds are used to account for the purchase or construction of major facilities which are not financed by proprietary funds.

General Capital Projects Fund—This fund accounts for the financing and construction of general-purpose public facilities. Financing is provided primarily from bond proceeds and the Housing and Urban Development/Community Development Block Grant and HOME Grant program.

Fire Service Fund—This fund accounts for costs of constructing new fire stations and making improvements to existing stations. Financing is provided by bond proceeds, interest earnings and transfers from the Fire Safety Initiative Special Revenue Fund.

Public Works Fund—This fund is used to account for the financing of street rehabilitation and neighborhood drainage improvement programs with revenues provided primarily from the Street Maintenance Special Revenue Fund.

Traffic Improvements Fund—This fund is used to account for the costs of traffic capacity improvements such as installing street signs, traffic signals and street lighting. Financing is provided primarily by the State of Nevada Department of Transportation, the Regional Transportation Commission and developer donations.

Detention and Enforcement Fund—This fund is used to account for the costs incurred in the expansion or improvement of the existing detention facilities. Financing is provided by bond proceeds and interest earnings.

Extraordinary Maintenance Fund—This fund provides for costs incurred not more than once every five years to repair, improve or maintain a facility or capital project in a fit operating condition. An amount equal to one-half or one percent of the total amount of bonds sold for each project is deposited into a separate interest-bearing account to be used exclusively for that project.

City of Las Vegas Redevelopment Agency Fund—This fund is used to account for the financial activity of the Agency which derives its revenues from bond proceeds and property taxes that will be used to rehabilitate areas within the redevelopment boundaries.

Nonmajor Governmental Funds - Continued

PERMANENT FUND

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Cemetery Operations Permanent Fund—This fund is used to account for principal trust amounts received. The interest earned of the trust is used by the cemetery operator to maintain Woodlawn cemetery.

CITY OF LAS VEGAS, NEVADA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2005

	<u>Multipurpose</u>	<u>Las Vegas Convention and Visitors Authority</u>	<u>Fremont Street Room Tax</u>	<u>Special Improvement District Administration</u>	<u>Freeway and Arterial System of Transportation</u>	<u>Park Construction Program</u>
ASSETS						
Cash and cash equivalents	\$ 11,195,557	\$	\$ 1,804,119	\$ 9,408,437	\$	\$ 12,564,746
Investments	738,565					
Receivables (net of allowances for uncollectibles):						
Property taxes						
Accounts	209,101				1,300	
Interest	58,148	43	4,521	42,952		77,263
Loans						
Special assessments				7,142		
Intergovernmental	2,781,205	1,629,130			44,478	
Due from other funds	122,325			326,335		
Land held for resale						
Deposits						
Permanently restricted:						
Cash and cash equivalents						
Investments						
Total assets	<u>\$ 15,104,901</u>	<u>\$ 1,629,173</u>	<u>\$ 1,808,640</u>	<u>\$ 9,784,866</u>	<u>\$ 45,778</u>	<u>\$ 12,642,009</u>
LIABILITIES AND FUND BALANCES						
Liabilities:						
Accounts payable	\$ 1,805,729	\$	\$	\$ 71,995	\$ 1,287	\$ 482
Due to other funds	408,044	826,121			3,310	
Deposits payable	55,808					
Contracts payable						
Loans payable						
Intergovernmental payable						
Unearned revenue						
Total liabilities	<u>2,269,581</u>	<u>826,121</u>	<u>0</u>	<u>71,995</u>	<u>4,597</u>	<u>482</u>
Fund balances:						
Reserved for:						
Debt service			400,000			
Noncurrent loans receivable						
Land held for resale						
Cemetery perpetual care						
Nonexpendable						
Unreserved:						
Designated for construction projects	1,508,530	803,052		9,712,871		12,641,527
Designated for redevelopment projects	360,908					
Undesignated	<u>10,965,882</u>		<u>1,408,640</u>		<u>41,181</u>	
Total fund balances	<u>12,835,320</u>	<u>803,052</u>	<u>1,808,640</u>	<u>9,712,871</u>	<u>41,181</u>	<u>12,641,527</u>
Total liabilities and fund balances	<u>\$ 15,104,901</u>	<u>\$ 1,629,173</u>	<u>\$ 1,808,640</u>	<u>\$ 9,784,866</u>	<u>\$ 45,778</u>	<u>\$ 12,642,009</u>

See accompanying independent auditors' report.

SPECIAL REVENUE FUNDS

Transportation Programs	Street Maintenance	Housing Program	Housing and Urban Development	Industrial Development	Fire Safety Initiative	City of Las Vegas Redevelopment Agency	Totals
\$ 7,812,158	\$ 5,874,177	\$ 2,284,678	\$ 543,710	\$ 6,755,631	\$ 5,225,149	\$ 6,482,939	\$ 69,951,301 738,565
					159,507		159,507
			127,790	61,150			399,341
50,277	28,360	9,165		45,012	30,759	15,876	362,376
			1,588,054	11,750,237		836,534	14,174,825
							7,142
	1,447,277	1,881,282	3,795,319		68,742	2,374	11,649,807
						114,483	563,143
						5,253,550	5,253,550
						738,280	738,280
<u>\$ 7,862,435</u>	<u>\$ 7,349,814</u>	<u>\$ 4,175,125</u>	<u>\$ 6,054,873</u>	<u>\$ 18,612,030</u>	<u>\$ 5,484,157</u>	<u>\$ 13,444,036</u>	<u>\$ 103,997,837</u>
\$ 219,930	\$ 1,224,531	\$ 6,570	\$ 1,384,243	\$ 757	\$	\$ 139,426	\$ 4,854,950
		204,851	1,193,275			890,124	3,525,725
			15,183	379,630		1,375,089	1,825,710
	117,026		10,000				127,026
				811,534			811,534
		80,037					80,037
					98,871		98,871
<u>219,930</u>	<u>1,341,557</u>	<u>291,458</u>	<u>2,602,701</u>	<u>1,191,921</u>	<u>98,871</u>	<u>2,404,639</u>	<u>11,323,853</u>
							400,000
			672,375				672,375
						5,253,550	5,253,550
	6,008,257	3,883,667					34,557,904
						1,365,916	1,726,824
<u>7,642,505</u>	<u>6,008,257</u>	<u>3,883,667</u>	<u>2,779,797</u>	<u>17,420,109</u>	<u>5,385,286</u>	<u>4,419,931</u>	<u>50,063,331</u>
<u>7,642,505</u>	<u>6,008,257</u>	<u>3,883,667</u>	<u>3,452,172</u>	<u>17,420,109</u>	<u>5,385,286</u>	<u>11,039,397</u>	<u>92,673,984</u>
<u>\$ 7,862,435</u>	<u>\$ 7,349,814</u>	<u>\$ 4,175,125</u>	<u>\$ 6,054,873</u>	<u>\$ 18,612,030</u>	<u>\$ 5,484,157</u>	<u>\$ 13,444,036</u>	<u>\$ 103,997,837</u>

Continued

This page left blank intentionally

CITY OF LAS VEGAS, NEVADA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2005

	DEBT SERVICE FUNDS		
	City of Las Vegas	City of Las Vegas Redevelopment Agency	Totals
ASSETS			
Cash and cash equivalents	\$ 9,700,739	\$ 695,404	\$ 10,396,143
Investments		1,936,000	1,936,000
Receivables (net of allowances for uncollectibles):			
Property taxes	15,822	434,219	450,041
Accounts			
Interest	33,088	2,821	35,909
Loans			
Special assessments			
Intergovernmental		457	457
Due from other funds		204,851	204,851
Land held for resale			
Deposits			
Permanently restricted:			
Cash and cash equivalents			
Investments			
Total assets	<u>\$ 9,749,649</u>	<u>\$ 3,273,752</u>	<u>\$ 13,023,401</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$	\$ 5,328	\$ 5,328
Due to other funds			
Deposits payable	250,000		250,000
Contracts payable			
Loans payable			
Intergovernmental payable			
Unearned revenue	9,825	173,508	183,333
Total liabilities	<u>259,825</u>	<u>178,836</u>	<u>438,661</u>
Fund balances:			
Reserved for:			
Debt service	9,233,235	2,201,888	11,435,123
Noncurrent loans receivable			
Land held for resale			
Cemetery perpetual care			
Nonexpendable			
Unreserved:			
Designated for construction projects			
Designated for redevelopment projects			
Undesignated	256,589	893,028	1,149,617
Total fund balances	<u>9,489,824</u>	<u>3,094,916</u>	<u>12,584,740</u>
Total liabilities and fund balances	<u>\$ 9,749,649</u>	<u>\$ 3,273,752</u>	<u>\$ 13,023,401</u>

See accompanying independent auditors' report.

Continued

CITY OF LAS VEGAS, NEVADA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2005

	CAPITAL			
	General	Fire Services	Public Works	Traffic Improvements
ASSETS				
Cash and cash equivalents	\$ 1,684,334	\$ 12,848,639	\$ 15,371,408	\$ 7,211,682
Investments				
Receivables (net of allowances for uncollectibles):				
Property taxes				
Accounts				
Interest	3,367	45,302	89,623	39,184
Loans				
Special assessments				
Intergovernmental		80,409	193,674	1,494,670
Due from other funds				
Land held for resale				
Deposits				
Permanently restricted				
Cash and cash equivalents				
Investments				
Total assets	<u>\$ 1,687,701</u>	<u>\$ 12,974,350</u>	<u>\$ 15,654,705</u>	<u>\$ 8,745,536</u>
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	\$ 467,957	\$ 253,807	\$ 809,956	\$ 982,177
Due to other funds				
Deposits payable				
Contracts payable	218,798	248,523	298,015	261,568
Loans payable				
Intergovernmental payable				
Unearned revenue				
Total liabilities	<u>686,755</u>	<u>502,330</u>	<u>1,107,971</u>	<u>1,243,745</u>
Fund balances:				
Reserved for:				
Debt service				
Noncurrent loans receivable				
Land held for resale				
Cemetery perpetual care				
Nonexpendable				
Unreserved:				
Designated for construction projects	1,000,946	12,472,020	14,546,734	7,501,791
Designated for redevelopment projects				
Undesignated				
Total fund balances	<u>1,000,946</u>	<u>12,472,020</u>	<u>14,546,734</u>	<u>7,501,791</u>
Total liabilities and fund balances	<u>\$ 1,687,701</u>	<u>\$ 12,974,350</u>	<u>\$ 15,654,705</u>	<u>\$ 8,745,536</u>

See accompanying independent auditors' report.

PROJECTS FUNDS				PERMANENT FUND	
Detention and Enforcement	Extra-Ordinary Maintenance	City of Las Vegas Redevelopment Agency	Totals	Cemetery Operations	Total Nonmajor Governmental Funds
\$ 4,848,655	\$ 566,301	\$ 160,743	\$ 42,691,762	\$	\$ 123,039,206
					2,674,565
					609,548
					399,341
22,821	3,344	371	204,012	8,669	610,966
					14,174,825
					7,142
71,328			1,840,081		13,490,345
					767,994
					5,253,550
					738,280
				317,510	317,510
				1,048,660	1,048,660
<u>\$ 4,942,804</u>	<u>\$ 569,645</u>	<u>\$ 161,114</u>	<u>\$ 44,735,855</u>	<u>\$ 1,374,839</u>	<u>\$ 163,131,932</u>
\$ 751,811	\$	\$	\$ 3,265,708	\$	\$ 8,125,986
					3,525,725
					2,075,710
113,928			1,140,832		1,267,858
					811,534
					80,037
					282,204
<u>865,739</u>	<u>0</u>	<u>0</u>	<u>4,406,540</u>	<u>0</u>	<u>16,169,054</u>
					11,835,123
					672,375
					5,253,550
				1,374,839	1,374,839
4,077,065	569,645	161,114	40,329,315		74,887,219
					1,726,824
					51,212,948
<u>4,077,065</u>	<u>569,645</u>	<u>161,114</u>	<u>40,329,315</u>	<u>1,374,839</u>	<u>146,962,878</u>
<u>\$ 4,942,804</u>	<u>\$ 569,645</u>	<u>\$ 161,114</u>	<u>\$ 44,735,855</u>	<u>\$ 1,374,839</u>	<u>\$ 163,131,932</u>

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

	SPECIAL					
	Multipurpose	Las Vegas Convention and Visitors Authority	Fremont Street Room Tax	Special Improvement District Administration	Freeway and Arterial System of Transportation	Park Construction Program
Revenues:						
Taxes	\$	\$	\$ 1,546,772	\$	\$	\$ 2,416,431
Licenses and permits	862,327					
Intergovernmental	15,006,829	5,762,282			32,179	
Charges for services	7,479,444			38,831		
Special assessments				1,566,002		
Interest	371,795	21,600	36,757	209,974		359,659
Miscellaneous	1,441,722			1,288	1,300	1,134,178
Total revenues	25,162,117	5,783,882	1,583,529	1,816,095	33,479	3,910,268
Expenditures:						
Current:						
General government	9,703,950			1,090,733		
Judicial	564,303					
Public safety	7,097,516				948,080	
Public works						
Sanitation	147,490					
Health	22,456					
Welfare	981,173					
Culture and recreation	4,972,426					
Economic development and assistance	1,247,305		145,920			
Debt service:						
Principal retirement						
Interest and fiscal charges						
Capital outlay:						
Public safety	248,900					
Public works						
Economic development and assistance						
Total expenditures	24,985,519	0	145,920	1,090,733	948,080	0
Excess (deficiency) of revenues over (under) expenditures	176,598	5,783,882	1,437,609	725,362	(914,601)	3,910,268
Other financing sources (uses):						
Transfers in	1,533,961			37,733		
Transfers out	(6,014,254)	(5,783,883)	(1,218,215)			(2,903,306)
Sale of capital assets						
Transfer of land for resale						
General obligation bond proceeds						
Premium (discount)						
Total other financing sources (uses)	(4,480,293)	(5,783,883)	(1,218,215)	37,733	0	(2,903,306)
Net changes in fund balances	(4,303,695)	(1)	219,394	763,095	(914,601)	1,006,962
Fund balances, July 1	17,139,015	803,053	1,589,246	8,949,776	955,782	11,634,565
Fund balances, June 30	\$ 12,835,320	\$ 803,052	\$ 1,808,640	\$ 9,712,871	\$ 41,181	\$ 12,641,527

See accompanying independent auditors' report.

REVENUE FUNDS

Transportation Programs	Street Maintenance	Housing Program	Housing and Urban Development	Industrial Development	Fire Safety Initiative	City of Las Vegas Redevelopment Agency	Totals
\$	\$	\$	\$	\$	\$ 12,347,970	\$	\$ 16,311,173
							862,327
2,222,860	8,102,638	1,956,131	9,094,236				42,177,155
	20,000		260,033	1,030			7,799,338
							1,566,002
206,864	97,277	59,750		186,615	228,045	57,651	1,835,987
	21,802	20,030	1,020,570	71,431		67,025	3,779,346
<u>2,429,724</u>	<u>8,241,717</u>	<u>2,035,911</u>	<u>10,374,839</u>	<u>259,076</u>	<u>12,576,015</u>	<u>124,676</u>	<u>74,331,328</u>
		80,037				26,982	10,901,702
							564,303
							8,045,596
	6,953,875						6,953,875
							147,490
							22,456
							981,173
							4,972,426
		1,956,029	7,317,370	1,060,361		1,364,306	13,091,291
							248,900
		285,902				375,811	661,713
<u>0</u>	<u>6,953,875</u>	<u>2,321,968</u>	<u>7,317,370</u>	<u>1,060,361</u>	<u>0</u>	<u>1,767,099</u>	<u>46,590,925</u>
<u>2,429,724</u>	<u>1,287,842</u>	<u>(286,057)</u>	<u>3,057,469</u>	<u>(801,285)</u>	<u>12,576,015</u>	<u>(1,642,423)</u>	<u>27,740,403</u>
	3,500,000	2,286,856	760,499			6,650,000	14,769,049
(931,683)		(796,549)	(3,779,876)		(13,623,858)	(1,400,000)	(36,451,624)
				2,176,126			2,176,126
						5,253,550	5,253,550
<u>(931,683)</u>	<u>3,500,000</u>	<u>1,490,307</u>	<u>(3,019,377)</u>	<u>2,176,126</u>	<u>(13,623,858)</u>	<u>10,503,550</u>	<u>(14,252,899)</u>
1,498,041	4,787,842	1,204,250	38,092	1,374,841	(1,047,843)	8,861,127	13,487,504
<u>6,144,464</u>	<u>1,220,415</u>	<u>2,679,417</u>	<u>3,414,080</u>	<u>16,045,268</u>	<u>6,433,129</u>	<u>2,178,270</u>	<u>79,186,480</u>
<u>\$ 7,642,505</u>	<u>\$ 6,008,257</u>	<u>\$ 3,883,667</u>	<u>\$ 3,452,172</u>	<u>\$ 17,420,109</u>	<u>\$ 5,385,286</u>	<u>\$ 11,039,397</u>	<u>\$ 92,673,984</u>

Continued

This page left blank intentionally

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

	DEBT SERVICE FUNDS		
	City of Las Vegas	City of Las Vegas Redevelopment Agency	Totals
Revenues:			
Taxes	\$ 989,070	\$ 9,482,327	\$ 10,471,397
Licenses and permits			
Intergovernmental			
Charges for services			
Special assessments			
Interest	206,321	144,723	351,044
Miscellaneous			
Total revenues	<u>1,195,391</u>	<u>9,627,050</u>	<u>10,822,441</u>
Expenditures:			
Current:			
General government			
Judicial			
Public safety			
Public works			
Sanitation			
Health			
Welfare			
Culture and recreation			
Economic development and assistance			
Debt service:			
Principal retirement	19,997,966	3,110,000	23,107,966
Interest and fiscal charges	8,159,688	1,984,927	10,144,615
Capital outlay:			
Public safety			
Public works			
Economic development and assistance			
Total expenditures	<u>28,157,654</u>	<u>5,094,927</u>	<u>33,252,581</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(26,962,263)</u>	<u>4,532,123</u>	<u>(22,430,140)</u>
Other financing sources (uses):			
Transfers in	25,374,291	271,775	25,646,066
Transfers out		(8,200,119)	(8,200,119)
Sale of capital assets			
Transfer of land for resale			
General obligation bond proceeds	1,975,000		1,975,000
Premium (discount)	15,009		15,009
Total other financing sources (uses)	<u>27,364,300</u>	<u>(7,928,344)</u>	<u>19,435,956</u>
Net changes in fund balances	402,037	(3,396,221)	(2,994,184)
Fund balances, July 1	<u>9,087,787</u>	<u>6,491,137</u>	<u>15,578,924</u>
Fund balances, June 30	<u>\$ 9,489,824</u>	<u>\$ 3,094,916</u>	<u>\$ 12,584,740</u>

See accompanying independent auditors' report.

Continued

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

	CAPITAL			
	General	Fire Services	Public Works	Traffic Improvements
Revenues:				
Taxes	\$	\$	\$	\$
Licenses and permits				1,042,471
Intergovernmental		104,786	927,869	3,822,939
Charges for services				103,549
Special assessments				
Interest	12,499	224,398	440,974	173,656
Miscellaneous	1,900	3,300	178,129	3,320
Total revenues	<u>14,399</u>	<u>332,484</u>	<u>1,546,972</u>	<u>5,145,935</u>
Expenditures:				
Current:				
General government				
Judicial				
Public safety				115,823
Public works				
Sanitation				
Health				
Welfare				
Culture and recreation				
Economic development and assistance				
Debt service:				
Principal retirement				
Interest and fiscal charges				
Capital outlay:				
Public safety		3,795,079		5,195,912
Public works			4,434,346	
Economic development and assistance	<u>2,535,556</u>			
Total expenditures	<u>2,535,556</u>	<u>3,795,079</u>	<u>4,434,346</u>	<u>5,311,735</u>
Excess (deficiency) of revenues over (under)				
expenditures	<u>(2,521,157)</u>	<u>(3,462,595)</u>	<u>(2,887,374)</u>	<u>(165,800)</u>
Other financing sources (uses):				
Transfers in	3,019,422	6,809,566	822,000	800,000
Transfers out			(3,540,000)	
Sale of capital assets				
Transfer of land for resale				
General obligation bond proceeds				
Premium (discount)				
Total other financing sources (uses)	<u>3,019,422</u>	<u>6,809,566</u>	<u>(2,718,000)</u>	<u>800,000</u>
Net changes in fund balances	498,265	3,346,971	(5,605,374)	634,200
Fund balances, July 1	<u>502,681</u>	<u>9,125,049</u>	<u>20,152,108</u>	<u>6,867,591</u>
Fund balances, June 30	<u>\$ 1,000,946</u>	<u>\$ 12,472,020</u>	<u>\$ 14,546,734</u>	<u>\$ 7,501,791</u>

See accompanying independent auditors' report.

PROJECTS FUNDS				PERMANENT FUND	
Detention and Enforcement	Extra-Ordinary Maintenance	City of Las Vegas Redevelopment Agency	Totals	Cemetery Operations	Total Nonmajor Governmental Funds
\$	\$	\$	\$	\$	\$
			1,042,471		26,782,570
71,328			4,926,922		1,904,798
			103,549	54,436	47,104,077
					7,957,323
					1,566,002
109,296	15,060	3,064	978,947	38,365	3,204,343
1,550			188,199		3,967,545
<u>182,174</u>	<u>15,060</u>	<u>3,064</u>	<u>7,240,088</u>	<u>92,801</u>	<u>92,486,658</u>
					10,901,702
					564,303
			115,823		8,161,419
					6,953,875
					147,490
				37,015	59,471
					981,173
					4,972,426
					13,091,291
					23,107,966
					10,144,615
1,568,285			10,559,276		10,808,176
			4,434,346		4,434,346
			2,535,556		3,197,269
<u>1,568,285</u>	<u>0</u>	<u>0</u>	<u>17,645,001</u>	<u>37,015</u>	<u>97,525,522</u>
<u>(1,386,111)</u>	<u>15,060</u>	<u>3,064</u>	<u>(10,404,913)</u>	<u>55,786</u>	<u>(5,038,864)</u>
1,942,500			13,393,488		53,808,603
			(3,540,000)		(48,191,743)
					2,176,126
					5,253,550
					1,975,000
					15,009
<u>1,942,500</u>	<u>0</u>	<u>0</u>	<u>9,853,488</u>	<u>0</u>	<u>15,036,545</u>
556,389	15,060	3,064	(551,425)	55,786	9,997,681
<u>3,520,676</u>	<u>554,585</u>	<u>158,050</u>	<u>40,880,740</u>	<u>1,319,053</u>	<u>136,965,197</u>
<u>\$ 4,077,065</u>	<u>\$ 569,645</u>	<u>\$ 161,114</u>	<u>\$ 40,329,315</u>	<u>\$ 1,374,839</u>	<u>\$ 146,962,878</u>

CITY OF LAS VEGAS, NEVADA
MULTIPURPOSE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Licenses and permits	\$ 1,380,000	\$ 1,380,000	\$ 862,327	\$ (517,673)
Intergovernmental	47,217,614	47,217,614	15,006,829	(32,210,785)
Charges for services	7,181,990	7,181,990	7,479,444	297,454
Interest	355,243	355,243	371,795	16,552
Miscellaneous	1,042,318	1,042,318	1,441,722	399,404
Total revenues	<u>57,177,165</u>	<u>57,177,165</u>	<u>25,162,117</u>	<u>(32,015,048)</u>
Expenditures:				
Current:				
General government	14,867,838	20,867,838	9,703,950	11,163,888
Judicial	4,122,497	5,622,497	564,303	5,058,194
Public safety	8,601,397	8,601,397	7,097,516	1,503,881
Sanitation	260,200	260,200	147,490	112,710
Health	40,000	40,000	22,456	17,544
Welfare	982,079	1,082,079	981,173	100,906
Culture and recreation	4,957,693	5,007,693	4,972,426	35,267
Economic development and assistance	1,145,438	1,295,438	1,247,305	48,133
Capital outlay:				
Judicial	75,000	75,000		75,000
Public safety	1,283,154	1,283,154	248,900	1,034,254
Total expenditures	<u>36,335,296</u>	<u>44,135,296</u>	<u>24,985,519</u>	<u>19,149,777</u>
Excess (deficiency) of revenues over (under) expenditures	<u>20,841,869</u>	<u>13,041,869</u>	<u>176,598</u>	<u>(12,865,271)</u>
Other financing sources (uses):				
Transfers in	598,745	598,745	1,533,961	935,216
Transfers out	(29,995,000)	(22,195,000)	(6,014,254)	16,180,746
Total other financing sources (uses)	<u>(29,396,255)</u>	<u>(21,596,255)</u>	<u>(4,480,293)</u>	<u>17,115,962</u>
Net changes in fund balances	(8,554,386)	(8,554,386)	(4,303,695)	4,250,691
Fund balances, July 1	<u>16,999,781</u>	<u>16,999,781</u>	<u>17,139,015</u>	<u>139,234</u>
Fund balances, June 30	<u>\$ 8,445,395</u>	<u>\$ 8,445,395</u>	<u>\$ 12,835,320</u>	<u>\$ 4,389,925</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
LAS VEGAS CONVENTION AND VISITORS AUTHORITY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 4,382,748	\$ 5,532,748	\$ 5,762,282	\$ 229,534
Interest	12,000	15,000	21,600	6,600
Total revenues	<u>4,394,748</u>	<u>5,547,748</u>	<u>5,783,882</u>	<u>236,134</u>
Expenditures:				
Current:				
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,394,748</u>	<u>5,547,748</u>	<u>5,783,882</u>	<u>236,134</u>
Other financing sources (uses):				
Transfers out	<u>(5,197,801)</u>	<u>(6,350,801)</u>	<u>(5,783,883)</u>	<u>566,918</u>
Total other financing sources (uses)	<u>(5,197,801)</u>	<u>(6,350,801)</u>	<u>(5,783,883)</u>	<u>566,918</u>
Net changes in fund balances	(803,053)	(803,053)	(1)	803,052
Fund balances, July 1	<u>808,256</u>	<u>808,256</u>	<u>803,053</u>	<u>(5,203)</u>
Fund balances, June 30	<u>\$ 5,203</u>	<u>\$ 5,203</u>	<u>\$ 803,052</u>	<u>\$ 797,849</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
FREMONT STREET ROOM TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 1,357,008	\$ 1,357,008	\$ 1,546,772	\$ 189,764
Interest	34,429	34,429	36,757	2,328
Total revenues	<u>1,391,437</u>	<u>1,391,437</u>	<u>1,583,529</u>	<u>192,092</u>
Expenditures:				
Current:				
Economic development and assistance	<u>120,000</u>	<u>120,000</u>	<u>145,920</u>	<u>(25,920)</u>
Total expenditures	<u>120,000</u>	<u>120,000</u>	<u>145,920</u>	<u>(25,920)</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,271,437</u>	<u>1,271,437</u>	<u>1,437,609</u>	<u>166,172</u>
Other financing sources (uses):				
Transfers out	<u>(1,218,215)</u>	<u>(1,218,215)</u>	<u>(1,218,215)</u>	<u>0</u>
Total other financing sources (uses)	<u>(1,218,215)</u>	<u>(1,218,215)</u>	<u>(1,218,215)</u>	<u>0</u>
Net changes in fund balances	53,222	53,222	219,394	166,172
Fund balances, July 1	<u>1,552,254</u>	<u>1,552,254</u>	<u>1,589,246</u>	<u>36,992</u>
Fund balances, June 30	<u>\$ 1,605,476</u>	<u>\$ 1,605,476</u>	<u>\$ 1,808,640</u>	<u>\$ 203,164</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
SPECIAL IMPROVEMENT DISTRICT ADMINISTRATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$	\$	\$ 38,831	\$ 38,831
Special assessments	1,624,895	1,624,895	1,566,002	(58,893)
Interest	125,876	125,876	209,974	84,098
Miscellaneous	1,500	1,500	1,288	(212)
Total revenues	<u>1,752,271</u>	<u>1,752,271</u>	<u>1,816,095</u>	<u>63,824</u>
Expenditures:				
Current:				
General government	<u>1,504,189</u>	<u>1,504,189</u>	<u>1,090,733</u>	<u>413,456</u>
Total expenditures	<u>1,504,189</u>	<u>1,504,189</u>	<u>1,090,733</u>	<u>413,456</u>
Excess (deficiency) of revenues over (under) expenditures	<u>248,082</u>	<u>248,082</u>	<u>725,362</u>	<u>477,280</u>
Other financing sources (uses):				
Transfers in			37,733	37,733
Transfers out	<u>(57,500)</u>	<u>(57,500)</u>		<u>57,500</u>
Total other financing sources (uses)	<u>(57,500)</u>	<u>(57,500)</u>	<u>37,733</u>	<u>95,233</u>
Net changes in fund balances	190,582	190,582	763,095	572,513
Fund balances, July 1	<u>6,471,405</u>	<u>6,471,405</u>	<u>8,949,776</u>	<u>2,478,371</u>
Fund balances, June 30	<u>\$ 6,661,987</u>	<u>\$ 6,661,987</u>	<u>\$ 9,712,871</u>	<u>\$ 3,050,884</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 FREEWAY AND ARTERIAL SYSTEM OF TRANSPORTATION SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 1,780,895	\$ 1,780,895	\$ 32,179	\$ (1,748,716)
Interest	20,000	20,000		(20,000)
Miscellaneous			1,300	1,300
Total revenues	<u>1,800,895</u>	<u>1,800,895</u>	<u>33,479</u>	<u>(1,767,416)</u>
Expenditures:				
Current:				
Public safety	<u>3,459,637</u>	<u>3,459,637</u>	<u>948,080</u>	<u>2,511,557</u>
Total expenditures	<u>3,459,637</u>	<u>3,459,637</u>	<u>948,080</u>	<u>2,511,557</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,658,742)</u>	<u>(1,658,742)</u>	<u>(914,601)</u>	<u>744,141</u>
Other financing sources (uses):				
Transfers in	<u>1,271,568</u>	<u>1,271,568</u>		<u>(1,271,568)</u>
Total other financing sources (uses)	<u>1,271,568</u>	<u>1,271,568</u>	<u>0</u>	<u>(1,271,568)</u>
Net changes in fund balances	(387,174)	(387,174)	(914,601)	(527,427)
Fund balances, July 1	<u>1,059,351</u>	<u>1,059,351</u>	<u>955,782</u>	<u>(103,569)</u>
Fund balances, June 30	<u>\$ 672,177</u>	<u>\$ 672,177</u>	<u>\$ 41,181</u>	<u>\$ (630,996)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
PARK CONSTRUCTION PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 3,775,500	\$ 3,775,500	\$ 2,416,431	\$ (1,359,069)
Interest	180,400	180,400	359,659	179,259
Miscellaneous			1,134,178	1,134,178
Total revenues	<u>3,955,900</u>	<u>3,955,900</u>	<u>3,910,268</u>	<u>(45,632)</u>
Expenditures:				
Current:				
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,955,900</u>	<u>3,955,900</u>	<u>3,910,268</u>	<u>(45,632)</u>
Other financing sources (uses):				
Transfers out	<u>(11,977,000)</u>	<u>(11,977,000)</u>	<u>(2,903,306)</u>	<u>9,073,694</u>
Total other financing sources (uses)	<u>(11,977,000)</u>	<u>(11,977,000)</u>	<u>(2,903,306)</u>	<u>9,073,694</u>
Net changes in fund balances	(8,021,100)	(8,021,100)	1,006,962	9,028,062
Fund balances, July 1	<u>9,689,745</u>	<u>9,689,745</u>	<u>11,634,565</u>	<u>1,944,820</u>
Fund balances, June 30	<u>\$ 1,668,645</u>	<u>\$ 1,668,645</u>	<u>\$ 12,641,527</u>	<u>\$ 10,972,882</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
TRANSPORTATION PROGRAMS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 1,715,255	\$ 1,715,255	\$ 2,222,860	\$ 507,605
Interest	135,236	135,236	206,864	71,628
Total revenues	<u>1,850,491</u>	<u>1,850,491</u>	<u>2,429,724</u>	<u>579,233</u>
Expenditures:				
Current:				
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,850,491</u>	<u>1,850,491</u>	<u>2,429,724</u>	<u>579,233</u>
Other financing sources (uses):				
Transfers out	<u>(931,683)</u>	<u>(931,683)</u>	<u>(931,683)</u>	<u>0</u>
Total other financing sources (uses)	<u>(931,683)</u>	<u>(931,683)</u>	<u>(931,683)</u>	<u>0</u>
Net changes in fund balances	918,808	918,808	1,498,041	579,233
Fund balances, July 1	<u>6,014,483</u>	<u>6,014,483</u>	<u>6,144,464</u>	<u>129,981</u>
Fund balances, June 30	<u>\$ 6,933,291</u>	<u>\$ 6,933,291</u>	<u>\$ 7,642,505</u>	<u>\$ 709,214</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
STREET MAINTENANCE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 7,897,151	\$ 7,897,151	\$ 8,102,638	\$ 205,487
Charges for services			20,000	20,000
Interest	24,865	24,865	97,277	72,412
Miscellaneous			21,802	21,802
Total revenues	<u>7,922,016</u>	<u>7,922,016</u>	<u>8,241,717</u>	<u>319,701</u>
Expenditures:				
Current:				
Public works		9,122,000	6,953,875	2,168,125
Total expenditures	<u>0</u>	<u>9,122,000</u>	<u>6,953,875</u>	<u>2,168,125</u>
Excess (deficiency) of revenues over (under) expenditures	<u>7,922,016</u>	<u>(1,199,984)</u>	<u>1,287,842</u>	<u>2,487,826</u>
Other financing sources (uses):				
Transfers in		1,222,000	3,500,000	2,278,000
Transfers out	(7,900,000)			
Total other financing sources (uses)	<u>(7,900,000)</u>	<u>1,222,000</u>	<u>3,500,000</u>	<u>2,278,000</u>
Net changes in fund balances	22,016	22,016	4,787,842	4,765,826
Fund balances, July 1	<u>742,312</u>	<u>742,312</u>	<u>1,220,415</u>	<u>478,103</u>
Fund balances, June 30	<u>\$ 764,328</u>	<u>\$ 764,328</u>	<u>\$ 6,008,257</u>	<u>\$ 5,243,929</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
HOUSING PROGRAM SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental	\$ 4,987,092	\$ 4,987,092	\$ 1,956,131	\$ (3,030,961)
Interest	40,000	40,000	59,750	19,750
Miscellaneous			20,030	20,030
Total revenues	<u>5,027,092</u>	<u>5,027,092</u>	<u>2,035,911</u>	<u>(2,991,181)</u>
Expenditures:				
Current:				
General government	80,037	80,037	80,037	
Economic development and assistance	4,202,013	4,202,013	1,956,029	2,245,984
Capital outlay:				
Economic development and assistance			285,902	(285,902)
Total expenditures	<u>4,282,050</u>	<u>4,282,050</u>	<u>2,321,968</u>	<u>1,960,082</u>
Excess (deficiency) of revenues over (under) expenditures	<u>745,042</u>	<u>745,042</u>	<u>(286,057)</u>	<u>(1,031,099)</u>
Other financing sources (uses):				
Transfers in	80,037	80,037	2,286,856	2,206,819
Transfers out	(796,549)	(796,549)	(796,549)	
Total other financing sources (uses)	<u>(716,512)</u>	<u>(716,512)</u>	<u>1,490,307</u>	<u>2,206,819</u>
Net changes in fund balances	28,530	28,530	1,204,250	1,175,720
Fund balances, July 1	<u>3,203,662</u>	<u>3,203,662</u>	<u>2,679,417</u>	<u>(524,245)</u>
Fund balances, June 30	<u>\$ 3,232,192</u>	<u>\$ 3,232,192</u>	<u>\$ 3,883,667</u>	<u>\$ 651,475</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
HOUSING AND URBAN DEVELOPMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Intergovernmental	\$ 21,023,458	\$ 21,023,458	\$ 9,094,236	\$ (11,929,222)
Charges for services	261,800	261,800	260,033	(1,767)
Miscellaneous	421,500	421,500	1,020,570	599,070
Total revenues	<u>21,706,758</u>	<u>21,706,758</u>	<u>10,374,839</u>	<u>(11,331,919)</u>
Expenditures:				
Current:				
Economic development and assistance	<u>16,022,037</u>	<u>16,022,037</u>	<u>7,317,370</u>	<u>8,704,667</u>
Total expenditures	<u>16,022,037</u>	<u>16,022,037</u>	<u>7,317,370</u>	<u>8,704,667</u>
Excess (deficiency) of revenues over (under) expenditures	<u>5,684,721</u>	<u>5,684,721</u>	<u>3,057,469</u>	<u>(2,627,252)</u>
Other financing sources (uses):				
Transfers in			760,499	760,499
Transfers out	<u>(6,035,601)</u>	<u>(6,035,601)</u>	<u>(3,779,876)</u>	<u>2,255,725</u>
Total other financing sources (uses)	<u>(6,035,601)</u>	<u>(6,035,601)</u>	<u>(3,019,377)</u>	<u>3,016,224</u>
Net changes in fund balances	(350,880)	(350,880)	38,092	388,972
Fund balances, July 1	<u>6,137,032</u>	<u>6,137,032</u>	<u>3,414,080</u>	<u>(2,722,952)</u>
Fund balances, June 30	<u>\$ 5,786,152</u>	<u>\$ 5,786,152</u>	<u>\$ 3,452,172</u>	<u>\$ (2,333,980)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
INDUSTRIAL DEVELOPMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 25,250	\$ 25,250	\$ 1,030	\$ (24,220)
Interest	243,238	243,238	186,615	(56,623)
Miscellaneous	56,746	56,746	71,431	14,685
Total revenues	<u>325,234</u>	<u>325,234</u>	<u>259,076</u>	<u>(66,158)</u>
Expenditures:				
Current:				
Economic development and assistance	1,539,349	1,539,349	1,060,361	478,988
Capital outlay:				
Economic development and assistance	10,500,000	10,500,000		10,500,000
Total expenditures	<u>12,039,349</u>	<u>12,039,349</u>	<u>1,060,361</u>	<u>10,978,988</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(11,714,115)</u>	<u>(11,714,115)</u>	<u>(801,285)</u>	<u>10,912,830</u>
Other financing sources (uses):				
Sale of capital assets	1,100,000	1,100,000	2,176,126	1,076,126
General obligation bond proceeds	25,500,000	25,500,000		(25,500,000)
Total other financing sources (uses)	<u>26,600,000</u>	<u>26,600,000</u>	<u>2,176,126</u>	<u>(24,423,874)</u>
Net changes in fund balances	14,885,885	14,885,885	1,374,841	(13,511,044)
Fund balances, July 1	<u>17,150,679</u>	<u>17,150,679</u>	<u>16,045,268</u>	<u>(1,105,411)</u>
Fund balances, June 30	<u>\$ 32,036,564</u>	<u>\$ 32,036,564</u>	<u>\$ 17,420,109</u>	<u>\$ (14,616,455)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
FIRE SAFETY INITIATIVE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Taxes	\$ 12,081,510	\$ 12,081,510	\$ 12,347,970	\$ 266,460
Interest	248,918	248,918	228,045	(20,873)
Total revenues	<u>12,330,428</u>	<u>12,330,428</u>	<u>12,576,015</u>	<u>245,587</u>
Expenditures:				
Current:				
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (deficiency) of revenues over (under) expenditures	<u>12,330,428</u>	<u>12,330,428</u>	<u>12,576,015</u>	<u>245,587</u>
Other financing sources (uses):				
Transfers out	<u>(13,648,858)</u>	<u>(13,648,858)</u>	<u>(13,623,858)</u>	<u>25,000</u>
Total other financing sources (uses)	<u>(13,648,858)</u>	<u>(13,648,858)</u>	<u>(13,623,858)</u>	<u>25,000</u>
Net changes in fund balances	(1,318,430)	(1,318,430)	(1,047,843)	270,587
Fund balances, July 1	<u>6,782,251</u>	<u>6,782,251</u>	<u>6,433,129</u>	<u>(349,122)</u>
Fund balances, June 30	<u>\$ 5,463,821</u>	<u>\$ 5,463,821</u>	<u>\$ 5,385,286</u>	<u>\$ (78,535)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS REDEVELOPMENT AGENCY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 130,000	\$ 130,000	\$	\$ (130,000)
Interest	60,422	60,422	57,651	(2,771)
Miscellaneous	28,100	28,100	67,025	38,925
Total revenues	<u>218,522</u>	<u>218,522</u>	<u>124,676</u>	<u>(93,846)</u>
Expenditures:				
Current:				
General government	36,000	36,000	26,982	9,018
Economic development and assistance	1,016,393	1,016,393	1,364,306	(347,913)
Capital outlay:				
Economic development and assistance	<u>32,500,000</u>	<u>32,500,000</u>	<u>375,811</u>	<u>32,124,189</u>
Total expenditures	<u>33,552,393</u>	<u>33,552,393</u>	<u>1,767,099</u>	<u>31,785,294</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(33,333,871)</u>	<u>(33,333,871)</u>	<u>(1,642,423)</u>	<u>31,691,448</u>
Other financing sources (uses):				
Transfers in	9,900,000	9,900,000	6,650,000	(3,250,000)
Transfers out	(4,650,000)	(4,650,000)	(1,400,000)	3,250,000
Transfer of land for resale			5,253,550	5,253,550
General obligation bond proceeds	<u>25,000,000</u>	<u>25,000,000</u>		<u>(25,000,000)</u>
Total other financing sources (uses)	<u>30,250,000</u>	<u>30,250,000</u>	<u>10,503,550</u>	<u>(19,746,450)</u>
Net changes in fund balances	(3,083,871)	(3,083,871)	8,861,127	11,944,998
Fund balances, July 1	<u>5,293,036</u>	<u>5,293,036</u>	<u>2,178,270</u>	<u>(3,114,766)</u>
Fund balances, June 30	<u>\$ 2,209,165</u>	<u>\$ 2,209,165</u>	<u>\$ 11,039,397</u>	<u>\$ 8,830,232</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 979,238	\$ 979,238	\$ 989,070	\$ 9,832
Interest	307,762	259,462	206,321	(53,141)
Total revenues	<u>1,287,000</u>	<u>1,238,700</u>	<u>1,195,391</u>	<u>(43,309)</u>
Expenditures:				
Debt service:				
Principal retirement	17,490,767	19,998,767	19,997,966	801
Interest and fiscal charges	8,845,645	8,327,645	8,159,688	167,957
Total expenditures	<u>26,336,412</u>	<u>28,326,412</u>	<u>28,157,654</u>	<u>168,758</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(25,049,412)</u>	<u>(27,087,712)</u>	<u>(26,962,263)</u>	<u>125,449</u>
Other financing sources (uses):				
Transfers in	25,287,475	25,335,775	25,374,291	38,516
General obligation bond proceeds		1,990,000	1,975,000	(15,000)
Premium (discount)			15,009	15,009
Total other financing sources (uses)	<u>25,287,475</u>	<u>27,325,775</u>	<u>27,364,300</u>	<u>38,525</u>
Net changes in fund balances	238,063	238,063	402,037	163,974
Fund balances, July 1	<u>9,265,215</u>	<u>9,265,215</u>	<u>9,087,787</u>	<u>(177,428)</u>
Fund balances, June 30	<u>\$ 9,503,278</u>	<u>\$ 9,503,278</u>	<u>\$ 9,489,824</u>	<u>\$ (13,454)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS REDEVELOPMENT AGENCY DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Taxes	\$ 9,811,620	\$ 9,811,620	\$ 9,482,327	\$ (329,293)
Interest	67,173	67,173	144,723	77,550
Total revenues	<u>9,878,793</u>	<u>9,878,793</u>	<u>9,627,050</u>	<u>(251,743)</u>
Expenditures:				
Debt service:				
Principal retirement	3,110,000	3,110,000	3,110,000	
Interest and fiscal charges	<u>2,633,887</u>	<u>2,633,887</u>	<u>1,984,927</u>	<u>648,960</u>
Total expenditures	<u>5,743,887</u>	<u>5,743,887</u>	<u>5,094,927</u>	<u>648,960</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,134,906</u>	<u>4,134,906</u>	<u>4,532,123</u>	<u>397,217</u>
Other financing sources (uses):				
Transfers in	271,775	271,775	271,775	
Transfers out	<u>(8,259,392)</u>	<u>(8,259,392)</u>	<u>(8,200,119)</u>	<u>59,273</u>
Total other financing sources (uses)	<u>(7,987,617)</u>	<u>(7,987,617)</u>	<u>(7,928,344)</u>	<u>59,273</u>
Net changes in fund balances	(3,852,711)	(3,852,711)	(3,396,221)	456,490
Fund balances, July 1	<u>6,685,096</u>	<u>6,685,096</u>	<u>6,491,137</u>	<u>(193,959)</u>
Fund balances, June 30	<u>\$ 2,832,385</u>	<u>\$ 2,832,385</u>	<u>\$ 3,094,916</u>	<u>\$ 262,531</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
GENERAL CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ 12,057	\$ 12,057	\$ 12,499	\$ 442
Miscellaneous			1,900	1,900
Total revenues	<u>12,057</u>	<u>12,057</u>	<u>14,399</u>	<u>2,342</u>
Expenditures:				
Capital outlay:				
Economic development and assistance	<u>3,880,000</u>	<u>3,880,000</u>	<u>2,535,556</u>	<u>1,344,444</u>
Total expenditures	<u>3,880,000</u>	<u>3,880,000</u>	<u>2,535,556</u>	<u>1,344,444</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,867,943)</u>	<u>(3,867,943)</u>	<u>(2,521,157)</u>	<u>1,346,786</u>
Other financing sources (uses):				
Transfers in	<u>3,880,000</u>	<u>3,880,000</u>	<u>3,019,422</u>	<u>(860,578)</u>
Total other financing sources (uses)	<u>3,880,000</u>	<u>3,880,000</u>	<u>3,019,422</u>	<u>(860,578)</u>
Net changes in fund balances	12,057	12,057	498,265	486,208
Fund balances, July 1	<u>507,295</u>	<u>507,295</u>	<u>502,681</u>	<u>(4,614)</u>
Fund balances, June 30	<u>\$ 519,352</u>	<u>\$ 519,352</u>	<u>\$ 1,000,946</u>	<u>\$ 481,594</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
FIRE SERVICES CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 506,678	\$ 506,678	\$ 104,786	\$ (401,892)
Interest	306,900	306,900	224,398	(82,502)
Miscellaneous			3,300	3,300
Total revenues	<u>813,578</u>	<u>813,578</u>	<u>332,484</u>	<u>(481,094)</u>
Expenditures:				
Capital outlay:				
Public safety	6,449,729	6,449,729	3,795,079	2,654,650
Total expenditures	<u>6,449,729</u>	<u>6,449,729</u>	<u>3,795,079</u>	<u>2,654,650</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(5,636,151)</u>	<u>(5,636,151)</u>	<u>(3,462,595)</u>	<u>2,173,556</u>
Other financing sources (uses):				
Transfers in	781,837	781,837	6,809,566	6,027,729
Total other financing sources (uses)	<u>781,837</u>	<u>781,837</u>	<u>6,809,566</u>	<u>6,027,729</u>
Net changes in fund balances	(4,854,314)	(4,854,314)	3,346,971	8,201,285
Fund balances, July 1	<u>7,901,721</u>	<u>7,901,721</u>	<u>9,125,049</u>	<u>1,223,328</u>
Fund balances, June 30	<u>\$ 3,047,407</u>	<u>\$ 3,047,407</u>	<u>\$ 12,472,020</u>	<u>\$ 9,424,613</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
PUBLIC WORKS CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$ 5,330,000	\$ 5,330,000	\$ 927,869	\$ (4,402,131)
Interest	382,812	382,812	440,974	58,162
Miscellaneous			178,129	178,129
Total revenues	<u>5,712,812</u>	<u>5,712,812</u>	<u>1,546,972</u>	<u>(4,165,840)</u>
Expenditures:				
Capital outlay:				
Public works	<u>22,694,455</u>	<u>19,154,455</u>	<u>4,434,346</u>	<u>14,720,109</u>
Total expenditures	<u>22,694,455</u>	<u>19,154,455</u>	<u>4,434,346</u>	<u>14,720,109</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(16,981,643)</u>	<u>(13,441,643)</u>	<u>(2,887,374)</u>	<u>10,554,269</u>
Other financing sources (uses):				
Transfers in	7,900,000	7,900,000	822,000	(7,078,000)
Transfers out		<u>(3,540,000)</u>	<u>(3,540,000)</u>	
Total other financing sources (uses)	<u>7,900,000</u>	<u>4,360,000</u>	<u>(2,718,000)</u>	<u>(7,078,000)</u>
Net changes in fund balances	(9,081,643)	(9,081,643)	(5,605,374)	3,476,269
Fund balances, July 1	<u>16,086,373</u>	<u>16,086,373</u>	<u>20,152,108</u>	<u>4,065,735</u>
Fund balances, June 30	<u>\$ 7,004,730</u>	<u>\$ 7,004,730</u>	<u>\$ 14,546,734</u>	<u>\$ 7,542,004</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
TRAFFIC IMPROVEMENTS CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Revenues:				
Licenses and permits	\$	\$	\$ 1,042,471	\$ 1,042,471
Intergovernmental	5,640,001	5,640,001	3,822,939	(1,817,062)
Charges for services	1,600,000	1,600,000	103,549	(1,496,451)
Interest	248,216	248,216	173,656	(74,560)
Miscellaneous			3,320	3,320
Total revenues	<u>7,488,217</u>	<u>7,488,217</u>	<u>5,145,935</u>	<u>(2,342,282)</u>
Expenditures:				
Current:				
Public safety			115,823	(115,823)
Capital outlay:				
Public safety	<u>11,970,914</u>	<u>11,970,914</u>	<u>5,195,912</u>	<u>6,775,002</u>
Total expenditures	<u>11,970,914</u>	<u>11,970,914</u>	<u>5,311,735</u>	<u>6,659,179</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,482,697)</u>	<u>(4,482,697)</u>	<u>(165,800)</u>	<u>4,316,897</u>
Other financing sources (uses):				
Transfers in			800,000	800,000
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>800,000</u>	<u>800,000</u>
Net changes in fund balances	(4,482,697)	(4,482,697)	634,200	5,116,897
Fund balances, July 1	<u>5,575,674</u>	<u>5,575,674</u>	<u>6,867,591</u>	<u>1,291,917</u>
Fund balances, June 30	<u>\$ 1,092,977</u>	<u>\$ 1,092,977</u>	<u>\$ 7,501,791</u>	<u>\$ 6,408,814</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
DETENTION AND ENFORCEMENT CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Intergovernmental	\$	\$	\$ 71,328	\$ 71,328
Interest	144,500	144,500	109,296	(35,204)
Miscellaneous			1,550	1,550
Total revenues	<u>144,500</u>	<u>144,500</u>	<u>182,174</u>	<u>37,674</u>
Expenditures:				
Capital outlay:				
Public safety	<u>4,537,400</u>	<u>4,537,400</u>	<u>1,568,285</u>	<u>2,969,115</u>
Total expenditures	<u>4,537,400</u>	<u>4,537,400</u>	<u>1,568,285</u>	<u>2,969,115</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(4,392,900)</u>	<u>(4,392,900)</u>	<u>(1,386,111)</u>	<u>3,006,789</u>
Other financing sources (uses):				
Transfers in			1,942,500	1,942,500
Total other financing sources (uses)	<u>0</u>	<u>0</u>	<u>1,942,500</u>	<u>1,942,500</u>
Net changes in fund balances	(4,392,900)	(4,392,900)	556,389	4,949,289
Fund balances, July 1	<u>4,746,187</u>	<u>4,746,187</u>	<u>3,520,676</u>	<u>(1,225,511)</u>
Fund balances, June 30	<u>\$ 353,287</u>	<u>\$ 353,287</u>	<u>\$ 4,077,065</u>	<u>\$ 3,723,778</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
EXTRAORDINARY MAINTENANCE CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ <u>12,989</u>	\$ <u>12,989</u>	\$ <u>15,060</u>	\$ <u>2,071</u>
Total revenues	<u>12,989</u>	<u>12,989</u>	<u>15,060</u>	<u>2,071</u>
Expenditures:				
Capital outlay:				
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balances	12,989	12,989	15,060	2,071
Fund balances, July 1	<u>562,903</u>	<u>562,903</u>	<u>554,585</u>	<u>(8,318)</u>
Fund balances, June 30	\$ <u><u>575,892</u></u>	\$ <u><u>575,892</u></u>	\$ <u><u>569,645</u></u>	\$ <u><u>(6,247)</u></u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CITY OF LAS VEGAS REDEVELOPMENT AGENCY CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Interest	\$ <u>1,276</u>	\$ <u>1,276</u>	\$ <u>3,064</u>	\$ <u>1,788</u>
Total revenues	<u>1,276</u>	<u>1,276</u>	<u>3,064</u>	<u>1,788</u>
Expenditures:				
Capital outlay:				
Total expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Net changes in fund balances	1,276	1,276	3,064	1,788
Fund balances, July 1	<u>158,036</u>	<u>158,036</u>	<u>158,050</u>	<u>14</u>
Fund balances, June 30	\$ <u><u>159,312</u></u>	\$ <u><u>159,312</u></u>	\$ <u><u>161,114</u></u>	\$ <u><u>1,802</u></u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
CEMETERY OPERATIONS PERMANENT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Revenues:				
Charges for services	\$ 55,000	\$ 55,000	\$ 54,436	\$ (564)
Interest	<u>24,000</u>	<u>24,000</u>	<u>38,365</u>	<u>14,365</u>
Total revenues	<u>79,000</u>	<u>79,000</u>	<u>92,801</u>	<u>13,801</u>
Expenditures:				
Current:				
Health	<u>24,000</u>	<u>24,000</u>	<u>37,015</u>	<u>(13,015)</u>
Total expenditures	<u>24,000</u>	<u>24,000</u>	<u>37,015</u>	<u>(13,015)</u>
Net changes in fund balances	55,000	55,000	55,786	786
Fund balances, July 1	<u>1,319,053</u>	<u>1,319,053</u>	<u>1,319,053</u>	
Fund balances, June 30	<u>\$ 1,374,053</u>	<u>\$ 1,374,053</u>	<u>\$ 1,374,839</u>	<u>\$ 786</u>

See accompanying independent auditors' report.



Major Proprietary Funds

WHISKERINOS



Major Proprietary Funds

ENTERPRISE FUNDS

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

SANITITATION FUND

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

NONPROFIT CORPORATIONS

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

This page left blank intentionally

CITY OF LAS VEGAS, NEVADA
SANITATION ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services:				
Sewer charges to citizens	\$ 57,230,000	\$ 58,830,000	\$ 60,024,240	\$ 1,194,240
Sewer charges - North				
Las Vegas	8,000,000	8,000,000	8,388,825	388,825
Other	1,146,000	1,146,000	711,485	(434,515)
Miscellaneous	60,000	60,000	112,236	52,236
Total operating revenues	<u>66,436,000</u>	<u>68,036,000</u>	<u>69,236,786</u>	<u>1,200,786</u>
Operating expenses:				
Salaries and employee benefits	21,487,706	21,487,706	19,416,796	2,070,910
Services and supplies	20,096,786	21,671,786	22,123,759	(451,973)
Depreciation	18,234,000	18,234,000	18,336,327	(102,327)
Total operating expenses	<u>59,818,492</u>	<u>61,393,492</u>	<u>59,876,882</u>	<u>1,516,610</u>
Operating income (loss)	<u>6,617,508</u>	<u>6,642,508</u>	<u>9,359,904</u>	<u>2,717,396</u>
Nonoperating revenues (expenses):				
Interest revenue	1,000,000	1,000,000	1,598,526	598,526
Interest expense	(6,446,614)	(6,446,614)	(5,991,880)	454,734
Sewer connection charges	15,000,000	15,000,000	13,552,228	(1,447,772)
Gain (loss) on sale of capital assets			(2,584,985)	(2,584,985)
Intergovernmental revenue	13,973,000	13,973,000	14,854,002	881,002
Intergovernmental expense	(4,314,600)	(4,314,600)	(2,182,659)	2,131,941
Total nonoperating revenues (expenses)	<u>19,211,786</u>	<u>19,211,786</u>	<u>19,245,232</u>	<u>33,446</u>
Income (loss) before contributions and operating transfers	25,829,294	25,854,294	28,605,136	2,750,842
Capital contributions - sewer lines			9,028,202	9,028,202
Transfers out	<u>(1,000,000)</u>	<u>(1,025,000)</u>	<u>(1,025,000)</u>	<u>0</u>
Changes in net assets	24,829,294	24,829,294	36,608,338	11,779,044
Net assets, July 1	<u>398,424,586</u>	<u>398,424,586</u>	<u>398,424,586</u>	
Net assets, June 30	<u>\$ 423,253,880</u>	<u>\$ 423,253,880</u>	<u>\$ 435,032,924</u>	<u>\$ 11,779,044</u>

See accompanying independent auditor's report.

CITY OF LAS VEGAS, NEVADA
NONPROFIT CORPORATIONS ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Miscellaneous:				
Rentals	\$ <u> </u>	\$ <u> </u>	\$ <u>130,130</u>	\$ <u>130,130</u>
Total operating revenues	<u> 0</u>	<u> 0</u>	<u>130,130</u>	<u>130,130</u>
Operating expenses:				
Services and supplies	<u> </u>	<u> </u>	<u>941,594</u>	<u>(941,594)</u>
Total operating expenses	<u> 0</u>	<u> 0</u>	<u>941,594</u>	<u>(941,594)</u>
Operating income (loss)	<u> 0</u>	<u> 0</u>	<u>(811,464)</u>	<u>(811,464)</u>
Nonoperating revenues (expenses):				
Interest revenue	<u> </u>	<u> </u>	<u>7,372</u>	<u>7,372</u>
Total nonoperating revenues (expenses)	<u> 0</u>	<u> 0</u>	<u>7,372</u>	<u>7,372</u>
Income (loss) before contributions and transfers	<u> 0</u>	<u> 0</u>	<u>(804,092)</u>	<u>(804,092)</u>
Changes in net assets			<u>(804,092)</u>	<u>(804,092)</u>
Net assets, July 1	<u>23,867,645</u>	<u>23,867,645</u>	<u>23,867,645</u>	
Net assets, June 30	\$ <u><u>23,867,645</u></u>	\$ <u><u>23,867,645</u></u>	\$ <u><u>23,063,553</u></u>	\$ <u><u>(804,092)</u></u>

See accompanying independent auditor's report.

Non-Major Proprietary Funds



World's Largest BIRTHDAY CAKE



Nonmajor Proprietary Funds

ENTERPRISE FUNDS

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

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

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

Video Production Fund—This fund is used to provide equipment and studios for television programming over the public, educational and government channels.

Development Services Fund—This fund is used to account for the costs of safeguarding people and property by providing reasonable controls for the construction, use and occupancy of buildings.

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS
NONMAJOR PROPRIETARY FUNDS
JUNE 30, 2005

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
ASSETS		
Current assets:		
Cash and cash equivalents	\$	\$ 4,416,774
Receivables (net of allowances for uncollectibles):		
Accounts		91,935
Interest		27,840
Loans		2,781,449
Due from other funds		42,149
Inventories	23,913	
Prepaid items	121,326	
Deposits	26,191	
Total current assets	<u>171,430</u>	<u>7,360,147</u>
Noncurrent assets:		
Deferred charges-bond issuance costs	<u>67,881</u>	
Capital assets:		
Land	795,047	2,531,083
Land improvements	13,014,488	48,945
Buildings	4,414,014	2,116,942
Building improvements	115,386	580,492
Machinery and equipment	534,496	5,875
Less accumulated depreciation	<u>(4,096,698)</u>	<u>(2,742,549)</u>
Total capital assets (net of accumulated depreciation)	<u>14,776,733</u>	<u>2,540,788</u>
Total noncurrent assets	<u>14,844,614</u>	<u>2,540,788</u>
Total assets	<u>15,016,044</u>	<u>9,900,935</u>

<u>Video Production</u>	<u>Development Services</u>	<u>Totals</u>
\$ 1,145,005	\$ 7,447,845	\$ 13,009,624
	3,200	95,135
8,134	42,752	78,726
		2,781,449
		42,149
		23,913
		121,326
		26,191
<u>1,153,139</u>	<u>7,493,797</u>	<u>16,178,513</u>
		<u>67,881</u>
		3,326,130
		13,063,433
		6,530,956
141,589		837,467
1,428,125		1,968,496
<u>(568,688)</u>		<u>(7,407,935)</u>
<u>1,001,026</u>	<u>0</u>	<u>18,318,547</u>
<u>1,001,026</u>	<u>0</u>	<u>18,386,428</u>
<u>2,154,165</u>	<u>7,493,797</u>	<u>34,564,941</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF NET ASSETS (continued)
NONMAJOR PROPRIETARY FUNDS
JUNE 30, 2005

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 3,398	\$ 41,548
Compensated absences payable		12,446
Deposits	1,043	3,494
Due to other funds	1,328,668	114,483
General obligation revenue bonds payable	395,000	
Interest payable	54,286	
Intergovernmental payable	8,023	
Total current liabilities	<u>1,790,418</u>	<u>171,971</u>
Noncurrent liabilities:		
Compensated absences payable		288,356
General obligation revenue bonds payable	10,978,341	
Unearned revenue	10,610	928,075
Total noncurrent liabilities	<u>10,988,951</u>	<u>1,216,431</u>
Total liabilities	<u>12,779,369</u>	<u>1,388,402</u>
NET ASSETS		
Investment in capital assets, net of related debt	3,403,392	2,540,788
Unrestricted	(1,166,717)	5,971,745
Total net assets	<u>\$ 2,236,675</u>	<u>\$ 8,512,533</u>

See accompanying independent auditor's report.

<u>Video Production</u>	<u>Development Services</u>	<u>Totals</u>
\$ 62,210	\$ 19,548	\$ 126,704
	23,958	36,404
		4,537
		1,443,151
		395,000
		54,286
		8,023
<u>62,210</u>	<u>43,506</u>	<u>2,068,105</u>
64,988	1,811,335	2,164,679
		10,978,341
		938,685
<u>64,988</u>	<u>1,811,335</u>	<u>14,081,705</u>
<u>127,198</u>	<u>1,854,841</u>	<u>16,149,810</u>
1,001,026		6,945,206
1,025,941	5,638,956	11,469,925
<u>\$ 2,026,967</u>	<u>\$ 5,638,956</u>	<u>\$ 18,415,131</u>

CITY OF LAS VEGAS, NEVADA
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Operating revenues:		
Licenses and permits	\$ 1,336,802	\$ 2,044,800
Charges for services		2,756,582
Fines and forfeits	178,242	1,251,534
Miscellaneous	<u>1,515,044</u>	<u>6,052,916</u>
Total operating revenues		
Operating expenses:		
Salaries and employee benefits		2,367,830
Services and supplies	1,335,075	1,309,843
Cost of stores issued	108,509	
Depreciation	<u>776,124</u>	<u>3,151</u>
Total operating expenses	<u>2,219,708</u>	<u>3,680,824</u>
Operating income (loss)	<u>(704,664)</u>	<u>2,372,092</u>
Nonoperating revenues (expenses):		
Interest revenue		113,797
Interest expense	(658,865)	(7,969)
Contributions to other governments	<u>(90,661)</u>	
Total nonoperating revenues (expenses)	<u>(749,526)</u>	<u>105,828</u>
Income (loss) before contributions and transfers	(1,454,190)	2,477,920
Transfers in	1,123,865	1,400,000
Transfers out	<u></u>	<u>(1,760,473)</u>
Changes in net assets	(330,325)	2,117,447
Net assets, July 1	<u>2,567,000</u>	<u>6,395,086</u>
Net assets, June 30	<u>\$ 2,236,675</u>	<u>\$ 8,512,533</u>

See accompanying independent auditor's report.

<u>Video Production</u>	<u>Development Services</u>	<u>Totals</u>
\$ 1,774,305	\$ 13,764,590	\$ 15,538,895
10,004	1,398,374	4,789,980
		2,756,582
	1,825	1,431,601
<u>1,784,309</u>	<u>15,164,789</u>	<u>24,517,058</u>
759,301	12,269,354	15,396,485
293,602	2,270,857	5,209,377
		108,509
150,635		929,910
<u>1,203,538</u>	<u>14,540,211</u>	<u>21,644,281</u>
<u>580,771</u>	<u>624,578</u>	<u>2,872,777</u>
30,766	156,080	300,643
(150,000)		(666,834)
<u>(119,234)</u>	<u>156,080</u>	<u>(240,661)</u>
461,537	780,658	2,265,925
		2,523,865
<u>(200,000)</u>	<u>(1,000,000)</u>	<u>(2,960,473)</u>
261,537	(219,342)	1,829,317
1,765,430	5,858,298	16,585,814
<u>\$ 2,026,967</u>	<u>\$ 5,638,956</u>	<u>\$ 18,415,131</u>

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Cash flows from operating activities:		
Cash received from customers	\$ 1,516,042	\$ 5,797,921
Cash payments to suppliers for goods and services	(1,322,816)	(1,285,894)
Cash payments to employees for services	<u>(2,365,122)</u>	<u>(2,365,122)</u>
Net cash provided by (used in) operating activities	<u>193,226</u>	<u>2,146,905</u>
Cash flows from noncapital financing activities:		
Cash paid to other funds	(199,955)	(22,482)
Transfers in from other funds	1,123,865	1,400,000
Transfers out to other funds	<u>(90,661)</u>	<u>(1,760,473)</u>
Contributions to other governments	<u>(90,661)</u>	<u>(90,661)</u>
Net cash provided by (used in) noncapital financing activities	<u>833,249</u>	<u>(382,955)</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(365,000)	(365,000)
Principal paid on bonds	(661,475)	(661,475)
Interest paid	<u>(661,475)</u>	<u>(7,969)</u>
Net cash provided by (used in) capital and related financing activities	<u>(1,026,475)</u>	<u>(7,969)</u>
Cash flows from investing activities:		
Interest and dividends on investments	<u>0</u>	<u>99,171</u>
Net cash provided by (used in) investing activities	<u>0</u>	<u>99,171</u>
Net increase (decrease) in cash and cash equivalents		1,855,152
Cash and cash equivalents, July 1	<u>0</u>	<u>2,561,623</u>
Cash and cash equivalents, June 30	<u>\$ 0</u>	<u>\$ 4,416,775</u>

<u>Video Production</u>	<u>Development Services</u>	<u>Totals</u>
\$ 1,784,309	\$ 15,164,789	\$ 24,263,061
(235,322)	(2,260,007)	(5,104,039)
(741,637)	(12,114,549)	(15,221,308)
<u>807,350</u>	<u>790,233</u>	<u>3,937,714</u>
		(222,437)
		2,523,865
(200,000)	(1,000,000)	(2,960,473)
<u>(150,000)</u>	<u></u>	<u>(240,661)</u>
<u>(350,000)</u>	<u>(1,000,000)</u>	<u>(899,706)</u>
(78,977)		(78,977)
<u></u>	<u></u>	<u>(365,000)</u>
		(669,444)
<u>(78,977)</u>	<u>0</u>	<u>(1,113,421)</u>
27,749	170,028	296,948
<u>27,749</u>	<u>170,028</u>	<u>296,948</u>
406,122	(39,739)	2,221,535
<u>738,883</u>	<u>7,487,584</u>	<u>10,788,090</u>
<u>\$ 1,145,005</u>	<u>\$ 7,447,845</u>	<u>\$ 13,009,625</u>

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CASH FLOWS (continued)
NONMAJOR PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Municipal Golf Course</u>	<u>Municipal Parking</u>
Reconciliation of operating income to net cash provided by (used in) operating activities:		
Operating income (loss)	\$ (704,664)	\$ 2,372,092
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:		
Depreciation	776,124	3,151
Change in assets and liabilities:		
(Increase) decrease in accounts receivable		31,184
(Increase) decrease in intergovernmental receivable		5,200
(Increase) decrease in inventories	1,000	
(Increase) decrease in prepaid items	118,426	6,614
(Increase) decrease in deposits	(933)	(7,879)
Increase (decrease) in accounts payable	1,317	17,335
Increase (decrease) in intergovernmental payable	25	
Increase (decrease) in compensated absences payable		2,708
Increase (decrease) in deferred revenue	<u>1,931</u>	<u>(283,500)</u>
Net cash provided by (used in) operating activities	\$ <u>193,226</u>	\$ <u>2,146,905</u>

See accompanying independent auditor's report.

<u>Video Production</u>	<u>Development Services</u>	<u>Totals</u>
\$ 580,771	\$ 624,578	\$ 2,872,777
150,635		929,910
		31,184
		5,200
		1,000
		125,040
		(8,812)
58,280	10,850	87,782
		25
17,664	154,805	175,177
		<u>(281,569)</u>
<u>\$ 807,350</u>	<u>\$ 790,233</u>	<u>\$ 3,937,714</u>

CITY OF LAS VEGAS, NEVADA
MUNICIPAL GOLF COURSE ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget - Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Operating revenues:				
Charges for services:				
Other	\$ 1,751,490	\$ 1,751,490	\$ 1,336,802	\$ (414,688)
Miscellaneous	24,000	24,000	178,242	154,242
Total operating revenues	<u>1,775,490</u>	<u>1,775,490</u>	<u>1,515,044</u>	<u>(260,446)</u>
Operating expenses:				
Services and supplies	1,601,529	1,601,529	1,335,075	266,454
Cost of stores issued	138,649	138,649	108,509	30,140
Depreciation	821,000	821,000	776,124	44,876
Total operating expenses	<u>2,561,178</u>	<u>2,561,178</u>	<u>2,219,708</u>	<u>341,470</u>
Operating income (loss)	<u>(785,688)</u>	<u>(785,688)</u>	<u>(704,664)</u>	<u>81,024</u>
Nonoperating revenues (expenses):				
Interest expense	(658,865)	(749,865)	(658,865)	91,000
Contributions to other governments			(90,661)	(90,661)
Total nonoperating revenues (expenses)	<u>(658,865)</u>	<u>(749,865)</u>	<u>(749,526)</u>	<u>339</u>
Income (loss) before contributions and transfers	(1,444,553)	(1,535,553)	(1,454,190)	81,363
Transfers in	<u>1,023,865</u>	<u>1,114,865</u>	<u>1,123,865</u>	<u>9,000</u>
Changes in net assets	(420,688)	(420,688)	(330,325)	90,363
Net assets, July 1	<u>2,567,000</u>	<u>2,567,000</u>	<u>2,567,000</u>	
Net assets, June 30	<u>\$ 2,146,312</u>	<u>\$ 2,146,312</u>	<u>\$ 2,236,675</u>	<u>\$ 90,363</u>

See accompanying independent auditor's report.

CITY OF LAS VEGAS, NEVADA
MUNICIPAL PARKING ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,992,000	\$ 1,992,000	\$ 2,044,800	\$ 52,800
Fines and forfeits	2,680,000	2,680,000	2,756,582	76,582
Miscellaneous:				
Parking garage lease	1,199,100	1,199,100	1,224,803	25,703
Other	42,000	42,000	26,731	(15,269)
Total operating revenues	<u>5,913,100</u>	<u>5,913,100</u>	<u>6,052,916</u>	<u>139,816</u>
Operating expenses:				
Salaries and employee benefits	2,642,227	2,642,227	2,367,830	274,397
Services and supplies	1,977,949	1,977,949	1,309,843	668,106
Depreciation	4,200	4,200	3,151	1,049
Total operating expenses	<u>4,624,376</u>	<u>4,624,376</u>	<u>3,680,824</u>	<u>943,552</u>
Operating income (loss)	<u>1,288,724</u>	<u>1,288,724</u>	<u>2,372,092</u>	<u>1,083,368</u>
Nonoperating revenues (expenses):				
Interest revenue	120,000	120,000	113,797	(6,203)
Interest expense			(7,969)	(7,969)
Total nonoperating revenues (expenses)	<u>120,000</u>	<u>120,000</u>	<u>105,828</u>	<u>(14,172)</u>
Income (loss) before contributions and transfers	1,408,724	1,408,724	2,477,920	1,069,196
Transfers in	1,400,000	1,400,000	1,400,000	
Transfers out	<u>(1,760,473)</u>	<u>(1,760,473)</u>	<u>(1,760,473)</u>	
Changes in net assets	1,048,251	1,048,251	2,117,447	1,069,196
Net assets, July 1	<u>6,395,086</u>	<u>6,395,086</u>	<u>6,395,086</u>	
Net assets, June 30	<u>\$ 7,443,337</u>	<u>\$ 7,443,337</u>	<u>\$ 8,512,533</u>	<u>\$ 1,069,196</u>

See accompanying independent auditor's report.

CITY OF LAS VEGAS, NEVADA
VIDEO PRODUCTION ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Licenses and permits:				
Franchise Fees - Cable TV	\$ 1,700,000	\$ 1,700,000	\$ 1,774,305	\$ 74,305
Charges for services	10,000	10,000	10,004	4
Total operating revenues	<u>1,710,000</u>	<u>1,710,000</u>	<u>1,784,309</u>	<u>74,309</u>
Operating expenses:				
Salaries and employee benefits	1,121,379	1,121,379	759,301	362,078
Services and supplies	282,895	282,895	293,602	(10,707)
Depreciation	95,000	95,000	150,635	(55,635)
Total operating expenses	<u>1,499,274</u>	<u>1,499,274</u>	<u>1,203,538</u>	<u>295,736</u>
Operating income (loss)	<u>210,726</u>	<u>210,726</u>	<u>580,771</u>	<u>370,045</u>
Nonoperating revenues (expenses):				
Interest revenue			30,766	30,766
Contributions to other governments	<u>(150,000)</u>	<u>(150,000)</u>	<u>(150,000)</u>	
Total nonoperating revenues (expenses)	<u>(150,000)</u>	<u>(150,000)</u>	<u>(119,234)</u>	<u>30,766</u>
Income (loss) before contributions and transfers	60,726	60,726	461,537	400,811
Transfers out	<u>(200,000)</u>	<u>(200,000)</u>	<u>(200,000)</u>	
Changes in net assets	(139,274)	(139,274)	261,537	400,811
Net assets, July 1	<u>1,765,430</u>	<u>1,765,430</u>	<u>1,765,430</u>	
Net assets, June 30	<u>\$ 1,626,156</u>	<u>\$ 1,626,156</u>	<u>\$ 2,026,967</u>	<u>\$ 400,811</u>

See accompanying independent auditor's report.

CITY OF LAS VEGAS, NEVADA
DEVELOPMENT SERVICES ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Licenses and permits:				
Building permits	\$ 16,060,900	\$ 16,060,900	\$ 12,548,297	\$ (3,512,603)
Miscellaneous permits	1,290,100	1,290,100	1,216,293	(73,807)
Charges for services	1,328,200	1,328,200	1,398,374	70,174
Miscellaneous			1,825	1,825
Total operating revenues	<u>18,679,200</u>	<u>18,679,200</u>	<u>15,164,789</u>	<u>(3,514,411)</u>
Operating expenses:				
Salaries and employee benefits	12,508,698	12,508,698	12,269,354	239,344
Services and supplies	<u>2,626,419</u>	<u>2,626,419</u>	<u>2,270,857</u>	<u>355,562</u>
Total operating expenses	<u>15,135,117</u>	<u>15,135,117</u>	<u>14,540,211</u>	<u>594,906</u>
Operating income (loss)	<u>3,544,083</u>	<u>3,544,083</u>	<u>624,578</u>	<u>(2,919,505)</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>114,800</u>	<u>114,800</u>	<u>156,080</u>	<u>41,280</u>
Total nonoperating revenues (expenses)	<u>114,800</u>	<u>114,800</u>	<u>156,080</u>	<u>41,280</u>
Income (loss) before contributions and transfers	3,658,883	3,658,883	780,658	(2,878,225)
Transfers out		<u>(1,000,000)</u>	<u>(1,000,000)</u>	
Changes in net assets	3,658,883	2,658,883	(219,342)	(2,878,225)
Net assets, July 1	<u>5,858,298</u>	<u>5,858,298</u>	<u>5,858,298</u>	
Net assets, June 30	<u>\$ 9,517,181</u>	<u>\$ 8,517,181</u>	<u>\$ 5,638,956</u>	<u>\$ (2,878,225)</u>

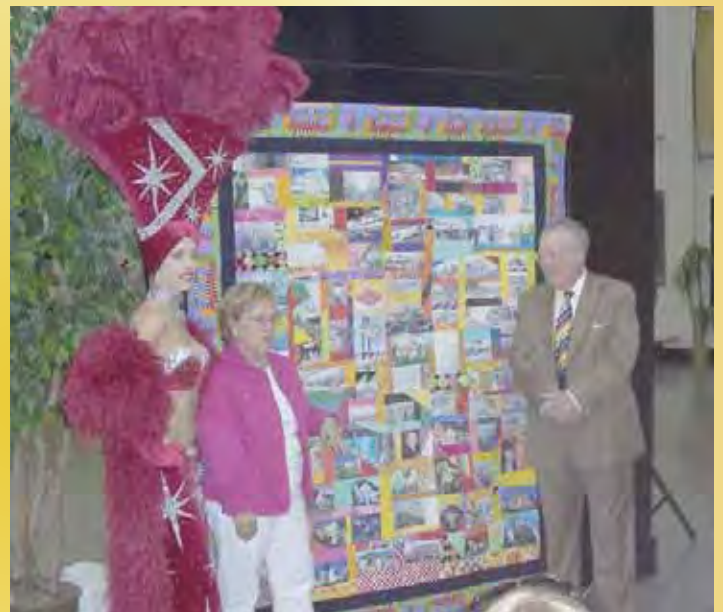
See accompanying independent auditor's report.

This page left blank intentionally

Internal Service Funds



CENTENNIAL QUILT



INTERNAL SERVICE FUNDS

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

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

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

Graphic Arts Fund—This fund is used to account for the costs of materials, supplies and graphic reproduction services to City departments and agencies which are charged at cost plus a handling fee.

Computer Services Fund—This fund is used to account for the purchase and maintenance of personal computers.

Communications Fund—This fund is used to account for the costs of purchasing and maintaining radios, pagers, cellular and telephone equipment used by City departments. Each department is charged for usage at a ratio to allow recovery of acquisition costs, maintenance and repair of the equipment.

Automotive Operations Fund—This fund is used to account for the acquisition, replacement, maintenance and repair of the City's fleet of vehicles and equipment as well as the operating costs of the central garage and its satellites. City departments and agencies are charged monthly fees to allow recovery of costs.

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

Group Insurance Fund—This fund is used to account of monies collected from City departments, employees and former employees and dependents to be expended for claims for medical, dental, and vision services provided to employees and their dependents.

Liability Insurance Fund—This fund is used to account for monies collected for the self-insurance program from City departments to be expended for payment of claims, to certain legal limits, and for casualty and accident insurance.

Property Damage Insurance Fund—This fund is used to account for monies collected for the self-insurance program to cover damage and loss of City-owned assets.

Fire Equipment Acquisition Fund—This fund is used to account for the acquisition costs of new fire vehicles and equipment. Maintenance costs are reported in the General Fund.

Miscellaneous Stores Fund—This fund is used to account for the costs of goods held for resale to other City departments and agencies.

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2005

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Graphic Arts</u>	<u>Computer Services</u>	<u>Communications</u>	<u>Automotive Operations</u>
ASSETS						
Current assets:						
Cash and cash equivalents	\$ 3,842,791	\$ 863,520	\$ 801,739	\$ 9,331,320	\$ 2,494,057	\$ 14,360,665
Investments						
Receivables (net of allowances for uncollectibles):						
Accounts	2,276		23			
Interest	6,796	603	4,234	55,243	10,079	79,139
Intergovernmental	32,118	886,907	20,419			8,739
Due from other funds	644,512					
Inventories			90,031	387,932	66,278	240,739
Total current assets	<u>4,528,493</u>	<u>1,751,030</u>	<u>916,446</u>	<u>9,774,495</u>	<u>2,570,414</u>	<u>14,689,282</u>
Noncurrent assets:						
Capital assets:						
Land improvements						257,077
Buildings			499,416			3,486,899
Building improvements		4,349,414	74,021			56,882
Machinery and equipment		2,885,839	1,016,912	1,874,255	285,121	595,779
Vehicles						28,310,298
Less accumulated depreciation		<u>(4,167,476)</u>	<u>(1,148,520)</u>	<u>(703,642)</u>	<u>(152,831)</u>	<u>(19,882,152)</u>
Total capital assets (net of accumulated depreciation)	<u>0</u>	<u>3,067,777</u>	<u>441,829</u>	<u>1,170,613</u>	<u>132,290</u>	<u>12,824,783</u>
Total assets	<u>4,528,493</u>	<u>4,818,807</u>	<u>1,358,275</u>	<u>10,945,108</u>	<u>2,702,704</u>	<u>27,514,065</u>

<u>Employee Benefit</u>	<u>Liability Insurance and Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 23,233,449	\$ 3,064,958	\$ 2,919,586	\$	\$ 60,912,085
2,961,575	5,434,056			8,395,631
14,610	521,556			538,465
170,205	72,888	16,797		415,984
	1,040			949,223
				644,512
			1,473,658	2,258,638
<u>26,379,839</u>	<u>9,094,498</u>	<u>2,936,383</u>	<u>1,473,658</u>	<u>74,114,538</u>
				257,077
				3,986,315
2,210				4,482,527
5,670	8,380	42,306		6,714,262
		8,885,354		37,195,652
<u>(7,880)</u>	<u>(8,380)</u>	<u>(6,080,663)</u>		<u>(32,151,544)</u>
<u>0</u>	<u>0</u>	<u>2,846,997</u>	<u>0</u>	<u>20,484,289</u>
<u>26,379,839</u>	<u>9,094,498</u>	<u>5,783,380</u>	<u>1,473,658</u>	<u>94,598,827</u>

Continued

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS (continued)
JUNE 30, 2005

	Reimbursable Expenses	Fire Communications	Graphic Arts	Computer Services	Communications	Automotive Operations
LIABILITIES						
Current liabilities:						
Accounts payable	\$ 2,624	\$ 21,963	\$ 84,631	\$ 1,365,379	\$ 109,547	\$ 351,977
Compensated absences payable	1,516					
Due to other funds						
Benefits payable	3,199,107					
Claims and judgments payable						
Total current liabilities	<u>3,203,247</u>	<u>21,963</u>	<u>84,631</u>	<u>1,365,379</u>	<u>109,547</u>	<u>351,977</u>
Noncurrent liabilities:						
Compensated absences payable	51,409	404,707	121,000	79,443	54,951	505,291
Benefits payable						
Total noncurrent liabilities	<u>51,409</u>	<u>404,707</u>	<u>121,000</u>	<u>79,443</u>	<u>54,951</u>	<u>505,291</u>
Total liabilities	<u>3,254,656</u>	<u>426,670</u>	<u>205,631</u>	<u>1,444,822</u>	<u>164,498</u>	<u>857,268</u>
NET ASSETS						
Invested in capital assets		3,067,777	441,829	1,170,613	132,290	12,824,783
Unrestricted	<u>1,273,837</u>	<u>1,324,360</u>	<u>710,815</u>	<u>8,329,673</u>	<u>2,405,916</u>	<u>13,832,014</u>
Total net assets	<u>\$ 1,273,837</u>	<u>\$ 4,392,137</u>	<u>\$ 1,152,644</u>	<u>\$ 9,500,286</u>	<u>\$ 2,538,206</u>	<u>\$ 26,656,797</u>

See accompanying independent auditors' report.

<u>Employee Benefit</u>	<u>Liability Insurance and Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 338,880	\$ 88,411	\$ 7,670	\$ 113,540	\$ 2,484,622
				1,516
			708,145	708,145
4,259,008				7,458,115
	515,086			515,086
<u>4,597,888</u>	<u>603,497</u>	<u>7,670</u>	<u>821,685</u>	<u>11,167,484</u>
26,931	89,221			1,332,953
<u>6,506,277</u>				<u>6,506,277</u>
<u>6,533,208</u>	<u>89,221</u>	<u>0</u>	<u>0</u>	<u>7,839,230</u>
<u>11,131,096</u>	<u>692,718</u>	<u>7,670</u>	<u>821,685</u>	<u>19,006,714</u>
		2,846,997		20,484,289
<u>15,248,743</u>	<u>8,401,780</u>	<u>2,928,713</u>	<u>651,973</u>	<u>55,107,824</u>
<u>\$ 15,248,743</u>	<u>\$ 8,401,780</u>	<u>\$ 5,775,710</u>	<u>\$ 651,973</u>	<u>\$ 75,592,113</u>

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Reimbursable Expenses	Fire Communications	Graphic Arts	Computer Services	Communications	Automotive Operations
Operating revenues:						
Charges for services	\$ 1,349,241	\$ 7,443,421	\$ 2,122,748	\$ 7,125,063	\$ 781,108	\$ 11,526,398
Miscellaneous		400	10,836	14,712		88,298
Total operating revenues	<u>1,349,241</u>	<u>7,443,821</u>	<u>2,133,584</u>	<u>7,139,775</u>	<u>781,108</u>	<u>11,614,696</u>
Operating expenses:						
Salaries and employee benefits	940,938	5,417,325	671,940	1,145,054	248,751	3,087,736
Services and supplies	395,943	1,772,267	1,140,950	5,779,862	190,848	1,111,923
Cost of stores issued			159,192	2,198,973	112,587	2,769,273
Insurance claims						
Insurance premiums						
Depreciation		669,164	83,883	174,722	22,052	2,840,959
Total operating expenses	<u>1,336,881</u>	<u>7,858,756</u>	<u>2,055,965</u>	<u>9,298,611</u>	<u>574,238</u>	<u>9,809,891</u>
Operating income (loss)	<u>12,360</u>	<u>(414,935)</u>	<u>77,619</u>	<u>(2,158,836)</u>	<u>206,870</u>	<u>1,804,805</u>
Nonoperating revenues (expenses):						
Interest revenue	31,154	11,339	17,826	235,948	43,296	352,343
Gain (loss) on sale of capital assets						(105,273)
Contributions to other governments						
Total nonoperating revenues (expenses)	<u>31,154</u>	<u>11,339</u>	<u>17,826</u>	<u>235,948</u>	<u>43,296</u>	<u>247,070</u>
Income (loss) before contributions and operating transfers	43,514	(403,596)	95,445	(1,922,888)	250,166	2,051,875
Transfers in				2,664,707	750,000	500,000
Transfers out						(22,239)
Changes in net assets	43,514	(403,596)	95,445	741,819	1,000,166	2,529,636
Total net assets, July 1	<u>1,230,323</u>	<u>4,795,733</u>	<u>1,057,199</u>	<u>8,758,467</u>	<u>1,538,040</u>	<u>24,127,161</u>
Total net assets, June 30	<u>\$ 1,273,837</u>	<u>\$ 4,392,137</u>	<u>\$ 1,152,644</u>	<u>\$ 9,500,286</u>	<u>\$ 2,538,206</u>	<u>\$ 26,656,797</u>

See accompanying independent auditors' report.

<u>Workers' Compensation Insurance</u>	<u>Employee Benefit</u>	<u>Liability Insurance</u>	<u>Liability Insurance and Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 5,142,802	\$ 21,995,955	\$ 1,259,468	\$ 706,828	\$ 966,206	\$ 738,426	\$ 61,157,664
		25,327			13,961	153,534
<u>5,142,802</u>	<u>21,995,955</u>	<u>1,284,795</u>	<u>706,828</u>	<u>966,206</u>	<u>752,387</u>	<u>61,311,198</u>
367,468		479,236				12,358,448
1,134,070	1,627,128	280,252	179,955		29,774	13,642,972
					705,469	5,945,494
3,962,471	16,922,531	387,772	241,633			21,514,407
526,021	2,684,887	17,492	261,876			3,490,276
				721,058		4,511,838
<u>5,990,030</u>	<u>21,234,546</u>	<u>1,164,752</u>	<u>683,464</u>	<u>721,058</u>	<u>735,243</u>	<u>61,463,435</u>
<u>(847,228)</u>	<u>761,409</u>	<u>120,043</u>	<u>23,364</u>	<u>245,148</u>	<u>17,144</u>	<u>(152,237)</u>
643,496	98,151	253,420	38,078	78,820		1,803,871
				17,415		(87,858)
	<u>(385,974)</u>					<u>(385,974)</u>
<u>643,496</u>	<u>(287,823)</u>	<u>253,420</u>	<u>38,078</u>	<u>96,235</u>	<u>0</u>	<u>1,330,039</u>
(203,732)	473,586	373,463	61,442	341,383	17,144	1,177,802
	12,548,051		6,539,300	128,335		23,130,393
<u>(12,548,051)</u>		<u>(6,539,300)</u>				<u>(19,109,590)</u>
(12,751,783)	13,021,637	(6,165,837)	6,600,742	469,718	17,144	5,198,605
<u>12,751,783</u>	<u>2,227,106</u>	<u>6,165,837</u>	<u>1,801,038</u>	<u>5,305,992</u>	<u>634,829</u>	<u>70,393,508</u>
<u>\$ 0</u>	<u>\$ 15,248,743</u>	<u>\$ 0</u>	<u>\$ 8,401,780</u>	<u>\$ 5,775,710</u>	<u>\$ 651,973</u>	<u>\$ 75,592,113</u>

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Reimbursable Expenses	Fire Communications	Graphic Arts	Computer Services	Communications
Cash flows from operating activities:					
Cash received from customers and users	\$ 960,099	\$ 8,203,197	\$ 2,114,235	\$ 7,139,775	\$ 781,108
Cash payments to suppliers for goods and services	(393,792)	(1,769,919)	(1,268,463)	(7,467,977)	(210,047)
Cash payments to employees for services	(882,845)	(5,462,120)	(649,174)	(1,156,263)	(240,807)
Net cash provided by (used in) operating activities	(316,538)	971,158	196,598	(1,484,465)	330,254
Cash flows from noncapital financing activities:					
Cash received from other funds					
Cash paid to other funds		(118,833)			
Transfers in from other funds				2,664,707	750,000
Transfers out to other funds funds					
Subsidies paid to other governments					
Net cash provided by (used in) noncapital financing activities	0	(118,833)	0	2,664,707	750,000
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets			(1,500)	(827,817)	
Proceeds from sale of fixed assets					
Net cash provided by (used in) capital and related financing activities	0	0	(1,500)	(827,817)	0
Cash flows from investing activities:					
Interest and dividends on investments	30,516	11,195	16,125	225,733	40,426
Purchase of investment securities					
Net cash provided by (used in) investing activities	30,516	11,195	16,125	225,733	40,426
Net increase (decrease) in cash and cash equivalents	(286,022)	863,520	211,223	578,158	1,120,680
Cash and cash equivalents, July 1	4,128,813		590,516	8,753,162	1,373,377
Cash and cash equivalents, June 30	\$ 3,842,791	\$ 863,520	\$ 801,739	\$ 9,331,320	\$ 2,494,057

See accompanying independent auditors' report.

<u>Automotive Operations</u>	<u>Workers' Compensation Insurance</u>	<u>Employee Benefit</u>	<u>Liability Insurance</u>	<u>Liability Insurance and Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ 11,625,138	\$ 5,142,802	\$ 21,995,955	\$ 1,284,795	\$ 697,073	\$ 966,206	\$ 752,387	\$ 61,662,770
(3,734,408)	(4,718,405)	(21,290,208)	(625,123)	(679,203)		(840,117)	(42,997,662)
<u>(3,008,497)</u>	<u>(365,170)</u>		<u>(473,976)</u>				<u>(12,238,852)</u>
<u>4,882,233</u>	<u>59,227</u>	<u>705,747</u>	<u>185,696</u>	<u>17,870</u>	<u>966,206</u>	<u>(87,730)</u>	<u>6,426,256</u>
						87,730	87,730
							(118,833)
500,000		20,530,812		2,220,882	128,335		26,794,736
(22,239)	(20,530,812)		(2,220,882)				(22,773,933)
		<u>(385,974)</u>					<u>(385,974)</u>
<u>477,761</u>	<u>(20,530,812)</u>	<u>20,144,838</u>	<u>(2,220,882)</u>	<u>2,220,882</u>	<u>128,335</u>	<u>87,730</u>	<u>3,603,726</u>
(2,606,789)					(894,347)		(4,330,453)
<u>111,976</u>					<u>26,790</u>		<u>138,766</u>
<u>(2,494,813)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(867,557)</u>	<u>0</u>	<u>(4,191,687)</u>
331,009	628,303	79,976	249,915	36,281	75,589		1,725,068
	<u>(4,905)</u>		<u>(14,498)</u>	<u>(2,747)</u>			<u>(22,150)</u>
<u>331,009</u>	<u>623,398</u>	<u>79,976</u>	<u>235,417</u>	<u>33,534</u>	<u>75,589</u>	<u>0</u>	<u>1,702,918</u>
3,196,190	(19,848,187)	20,930,561	(1,799,769)	2,272,286	302,573		7,541,213
<u>11,164,475</u>	<u>19,848,187</u>	<u>2,302,888</u>	<u>1,799,769</u>	<u>792,672</u>	<u>2,617,013</u>		<u>53,370,872</u>
<u>\$ 14,360,665</u>	<u>\$ 0</u>	<u>\$ 23,233,449</u>	<u>\$ 0</u>	<u>\$ 3,064,958</u>	<u>\$ 2,919,586</u>	<u>\$ 0</u>	<u>\$ 60,912,085</u>

Continued

CITY OF LAS VEGAS, NEVADA
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Reimbursable Expenses</u>	<u>Fire Communications</u>	<u>Graphic Arts</u>	<u>Computer Services</u>	<u>Communications</u>	<u>Automotive Operations</u>
Reconciliation of operating income to net cash provided by (used in) operating activities:						
Operating income (loss)	\$ 12,360	\$ (414,935)	\$ 77,619	\$ (2,158,836)	\$ 206,870	\$ 1,804,805
Adjustments to reconcile operating income to net cash provided by (used in) operating activities:						
Depreciation		669,164	83,883	174,722	22,052	2,840,959
Change in assets and liabilities:						
(Increase) decrease in accounts receivable	3,396		(18)			
(Increase) decrease in inter- governmental receivable	101	759,376	(19,331)			10,442
(Increase) decrease in due from other funds	(392,639)					
(Increase) decrease in inventories			5,103	(158,036)	(8,949)	(56,119)
Increase (decrease) in accounts payable	2,151	2,348	26,576	668,894	102,337	202,907
Increase (decrease) in compensated absences payable	51,172	(44,795)	22,766	(11,209)	7,944	79,239
Increase (decrease) in benefits payable	6,921					
Increase (decrease) in claims and judgments payable						
Net cash provided by (used in) operating activities	<u>\$ (316,538)</u>	<u>\$ 971,158</u>	<u>\$ 196,598</u>	<u>\$ (1,484,465)</u>	<u>\$ 330,254</u>	<u>\$ 4,882,233</u>

See accompanying independent auditors' report.

<u>Workers' Compensation Insurance</u>	<u>Employee Benefit</u>	<u>Liability Insurance</u>	<u>Liability Insurance and Property Damage</u>	<u>Fire Equipment Acquisition</u>	<u>Miscellaneous Stores</u>	<u>Totals</u>
\$ (847,228)	\$ 761,409	\$ 120,043	\$ 23,364	\$ 245,148	\$ 17,144	\$ (152,237)
				721,058		4,511,838
			(9,821)			(6,443)
			66			750,654
						(392,639)
					(186,277)	(404,278)
279,994	(55,662)	80,688	4,261		81,403	1,395,897
2,299		5,260				112,676
624,162						631,083
		(20,295)				(20,295)
<u>\$ 59,227</u>	<u>\$ 705,747</u>	<u>\$ 185,696</u>	<u>\$ 17,870</u>	<u>\$ 966,206</u>	<u>\$ (87,730)</u>	<u>\$ 6,426,256</u>

CITY OF LAS VEGAS, NEVADA
REIMBURSABLE EXPENSES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ <u>1,395,893</u>	\$ <u>1,395,893</u>	\$ <u>1,349,241</u>	\$ <u>(46,652)</u>
Total operating revenues	<u>1,395,893</u>	<u>1,395,893</u>	<u>1,349,241</u>	<u>(46,652)</u>
Operating expenses:				
Salaries and employee benefits	<u>952,795</u>	<u>952,795</u>	<u>940,938</u>	<u>11,857</u>
Services and supplies	<u>444,043</u>	<u>444,043</u>	<u>395,943</u>	<u>48,100</u>
Total operating expenses	<u>1,396,838</u>	<u>1,396,838</u>	<u>1,336,881</u>	<u>59,957</u>
Operating income (loss)	<u>(945)</u>	<u>(945)</u>	<u>12,360</u>	<u>13,305</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>27,885</u>	<u>27,885</u>	<u>31,154</u>	<u>3,269</u>
Total nonoperating revenues (expenses)	<u>27,885</u>	<u>27,885</u>	<u>31,154</u>	<u>3,269</u>
Changes in net assets	<u>26,940</u>	<u>26,940</u>	<u>43,514</u>	<u>16,574</u>
Total net assets, July 1	<u>1,230,323</u>	<u>1,230,323</u>	<u>1,230,323</u>	
Total net assets, June 30	\$ <u><u>1,257,263</u></u>	\$ <u><u>1,257,263</u></u>	\$ <u><u>1,273,837</u></u>	\$ <u><u>16,574</u></u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
FIRE COMMUNICATIONS INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 7,837,888	\$ 7,837,888	\$ 7,443,421	\$ (394,467)
Miscellaneous			400	400
Total operating revenues	<u>7,837,888</u>	<u>7,837,888</u>	<u>7,443,821</u>	<u>(394,067)</u>
Operating expenses:				
Salaries and employee benefits	5,782,454	5,782,454	5,417,325	365,129
Services and supplies	1,880,440	1,880,440	1,772,267	108,173
Depreciation	624,871	624,871	669,164	(44,293)
Total operating expenses	<u>8,287,765</u>	<u>8,287,765</u>	<u>7,858,756</u>	<u>429,009</u>
Operating income (loss)	<u>(449,877)</u>	<u>(449,877)</u>	<u>(414,935)</u>	<u>34,942</u>
Nonoperating revenues (expenses):				
Interest revenue	17,054	17,054	11,339	(5,715)
Total nonoperating revenues (expenses)	<u>17,054</u>	<u>17,054</u>	<u>11,339</u>	<u>(5,715)</u>
Changes in net assets	(432,823)	(432,823)	(403,596)	29,227
Total net assets, July 1	<u>4,795,733</u>	<u>4,795,733</u>	<u>4,795,733</u>	
Total net assets, June 30	<u>\$ 4,362,910</u>	<u>\$ 4,362,910</u>	<u>\$ 4,392,137</u>	<u>\$ 29,227</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 GRAPHIC ARTS INTERNAL SERVICE FUND
 SCHEDULE OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 2,000,000	\$ 2,000,000	\$ 2,122,748	\$ 122,748
Miscellaneous	15,000	15,000	10,836	(4,164)
Total operating revenues	<u>2,015,000</u>	<u>2,015,000</u>	<u>2,133,584</u>	<u>118,584</u>
Operating expenses:				
Salaries and employee benefits	643,237	643,237	671,940	(28,703)
Services and supplies	1,153,583	1,153,583	1,140,950	12,633
Cost of stores issued	174,520	174,520	159,192	15,328
Depreciation	114,763	114,763	83,883	30,880
Total operating expenses	<u>2,086,103</u>	<u>2,086,103</u>	<u>2,055,965</u>	<u>30,138</u>
Operating income (loss)	<u>(71,103)</u>	<u>(71,103)</u>	<u>77,619</u>	<u>148,722</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>11,900</u>	<u>11,900</u>	<u>17,826</u>	<u>5,926</u>
Total nonoperating revenues (expenses)	<u>11,900</u>	<u>11,900</u>	<u>17,826</u>	<u>5,926</u>
Changes in net assets	(59,203)	(59,203)	95,445	154,648
Total net assets, July 1	<u>1,057,199</u>	<u>1,057,199</u>	<u>1,057,199</u>	
Total net assets, June 30	<u>\$ 997,996</u>	<u>\$ 997,996</u>	<u>\$ 1,152,644</u>	<u>\$ 154,648</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
COMPUTER SERVICES INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 9,800,000	\$ 9,800,000	\$ 7,125,063	\$ (2,674,937)
Miscellaneous			14,712	14,712
Total operating revenues	<u>9,800,000</u>	<u>9,800,000</u>	<u>7,139,775</u>	<u>(2,660,225)</u>
Operating expenses:				
Salaries and employee benefits	1,201,264	1,201,264	1,145,054	56,210
Services and supplies	10,342,936	10,342,936	5,779,862	4,563,074
Cost of stores issued	973,350	973,350	2,198,973	(1,225,623)
Depreciation	250,000	250,000	174,722	75,278
Total operating expenses	<u>12,767,550</u>	<u>12,767,550</u>	<u>9,298,611</u>	<u>3,468,939</u>
Operating income (loss)	<u>(2,967,550)</u>	<u>(2,967,550)</u>	<u>(2,158,836)</u>	<u>808,714</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>220,979</u>	<u>220,979</u>	<u>235,948</u>	<u>14,969</u>
Total nonoperating revenues (expenses)	<u>220,979</u>	<u>220,979</u>	<u>235,948</u>	<u>14,969</u>
Income (loss) before contributions and operating transfers	<u>(2,746,571)</u>	<u>(2,746,571)</u>	<u>(1,922,888)</u>	<u>823,683</u>
Transfers in			<u>2,664,707</u>	<u>2,664,707</u>
Changes in net assets	<u>(2,746,571)</u>	<u>(2,746,571)</u>	<u>741,819</u>	<u>3,488,390</u>
Total net assets, July 1	<u>8,758,467</u>	<u>8,758,467</u>	<u>8,758,467</u>	
Total net assets, June 30	<u>\$ 6,011,896</u>	<u>\$ 6,011,896</u>	<u>\$ 9,500,286</u>	<u>\$ 3,488,390</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
COMMUNICATIONS INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 707,500	\$ 707,500	\$ 781,108	\$ 73,608
Total operating revenues	<u>707,500</u>	<u>707,500</u>	<u>781,108</u>	<u>73,608</u>
Operating expenses:				
Salaries and employee benefits	245,936	245,936	248,751	(2,815)
Services and supplies	409,806	409,806	190,848	218,958
Cost of stores issued	106,527	106,527	112,587	(6,060)
Depreciation	50,000	50,000	22,052	27,948
Total operating expenses	<u>812,269</u>	<u>812,269</u>	<u>574,238</u>	<u>238,031</u>
Operating income (loss)	<u>(104,769)</u>	<u>(104,769)</u>	<u>206,870</u>	<u>311,639</u>
Nonoperating revenues (expenses):				
Interest revenue	26,043	26,043	43,296	17,253
Total nonoperating revenues (expenses)	<u>26,043</u>	<u>26,043</u>	<u>43,296</u>	<u>17,253</u>
Income (loss) before contributions and operating transfers	<u>(78,726)</u>	<u>(78,726)</u>	<u>250,166</u>	<u>328,892</u>
Transfers in			<u>750,000</u>	<u>750,000</u>
Changes in net assets	<u>(78,726)</u>	<u>(78,726)</u>	<u>1,000,166</u>	<u>1,078,892</u>
Total net assets, July 1	<u>1,538,040</u>	<u>1,538,040</u>	<u>1,538,040</u>	
Total net assets, June 30	<u>\$ 1,459,314</u>	<u>\$ 1,459,314</u>	<u>\$ 2,538,206</u>	<u>\$ 1,078,892</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
AUTOMOTIVE OPERATIONS INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 11,530,613	\$ 11,530,613	\$ 11,526,398	\$ (4,215)
Miscellaneous			88,298	88,298
Total operating revenues	<u>11,530,613</u>	<u>11,530,613</u>	<u>11,614,696</u>	<u>84,083</u>
Operating expenses:				
Salaries and employee benefits	3,223,002	3,223,002	3,087,736	135,266
Services and supplies	1,094,714	1,094,714	1,111,923	(17,209)
Cost of stores issued	2,840,000	2,840,000	2,769,273	70,727
Depreciation	3,202,001	3,202,001	2,840,959	361,042
Total operating expenses	<u>10,359,717</u>	<u>10,359,717</u>	<u>9,809,891</u>	<u>549,826</u>
Operating income (loss)	<u>1,170,896</u>	<u>1,170,896</u>	<u>1,804,805</u>	<u>633,909</u>
Nonoperating revenues (expenses):				
Interest revenue	208,725	208,725	352,343	143,618
Gain (loss) on sale of capital assets			(105,273)	(105,273)
Total nonoperating revenues (expenses)	<u>208,725</u>	<u>208,725</u>	<u>247,070</u>	<u>38,345</u>
Income (loss) before contributions and operating transfers	<u>1,379,621</u>	<u>1,379,621</u>	<u>2,051,875</u>	<u>672,254</u>
Transfers in			500,000	500,000
Transfers out			(22,239)	(22,239)
Changes in net assets	<u>1,379,621</u>	<u>1,379,621</u>	<u>2,529,636</u>	<u>1,150,015</u>
Total net assets, July 1	<u>24,127,161</u>	<u>24,127,161</u>	<u>24,127,161</u>	
Total net assets, June 30	<u>\$ 25,506,782</u>	<u>\$ 25,506,782</u>	<u>\$ 26,656,797</u>	<u>\$ 1,150,015</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
WORKERS' COMPENSATION INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 6,215,000	\$ 6,215,000	\$ 5,142,802	\$ (1,072,198)
Total operating revenues	<u>6,215,000</u>	<u>6,215,000</u>	<u>5,142,802</u>	<u>(1,072,198)</u>
Operating expenses:				
Salaries and employee benefits	363,513	363,513	367,468	(3,955)
Services and supplies	411,071	33,571	1,134,070	(1,100,499)
Insurance claims	4,600,000	4,600,000	3,962,471	637,529
Insurance premiums	<u>900,000</u>	<u>900,000</u>	<u>526,021</u>	<u>373,979</u>
Total operating expenses	<u>6,274,584</u>	<u>5,897,084</u>	<u>5,990,030</u>	<u>(92,946)</u>
Operating income (loss)	<u>(59,584)</u>	<u>317,916</u>	<u>(847,228)</u>	<u>(1,165,144)</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>551,500</u>	<u>551,500</u>	<u>643,496</u>	<u>91,996</u>
Total nonoperating revenues (expenses)	<u>551,500</u>	<u>551,500</u>	<u>643,496</u>	<u>91,996</u>
Income (loss) before contributions and operating transfers	491,916	869,416	(203,732)	(1,073,148)
Transfers out	<u> </u>	<u>(20,558,187)</u>	<u>(12,548,051)</u>	<u>8,010,136</u>
Changes in net assets	491,916	(19,688,771)	(12,751,783)	6,936,988
Total net assets, July 1	<u>12,751,783</u>	<u>12,751,783</u>	<u>12,751,783</u>	
Total net assets, June 30	<u>\$ 13,243,699</u>	<u>\$ (6,936,988)</u>	<u>\$ 0</u>	<u>\$ 6,936,988</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
EMPLOYEE BENEFIT INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 22,273,000	\$ 22,802,000	\$ 21,995,955	\$ (806,045)
Total operating revenues	<u>22,273,000</u>	<u>22,802,000</u>	<u>21,995,955</u>	<u>(806,045)</u>
Operating expenses:				
Services and supplies	2,250,000	2,822,500	1,627,128	1,195,372
Insurance claims	17,888,500	17,888,500	16,922,531	965,969
Insurance premiums	<u>1,863,000</u>	<u>1,863,000</u>	<u>2,684,887</u>	<u>(821,887)</u>
Total operating expenses	<u>22,001,500</u>	<u>22,574,000</u>	<u>21,234,546</u>	<u>1,339,454</u>
Operating income (loss)	<u>271,500</u>	<u>228,000</u>	<u>761,409</u>	<u>533,409</u>
Nonoperating revenues (expenses):				
Interest revenue	76,000	96,000	98,151	2,151
Contributions to other governments		<u>(354,000)</u>	<u>(385,974)</u>	<u>(31,974)</u>
Total nonoperating revenues (expenses)	<u>76,000</u>	<u>(258,000)</u>	<u>(287,823)</u>	<u>(29,823)</u>
Income (loss) before contributions and operating transfers	347,500	(30,000)	473,586	503,586
Transfers in		<u>20,558,187</u>	<u>12,548,051</u>	<u>(8,010,136)</u>
Changes in net assets	347,500	20,528,187	13,021,637	(7,506,550)
Total net assets, July 1	<u>2,227,106</u>	<u>2,227,106</u>	<u>2,227,106</u>	
Total net assets, June 30	<u>\$ 2,574,606</u>	<u>\$ 22,755,293</u>	<u>\$ 15,248,743</u>	<u>\$ (7,506,550)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
LIABILITY INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final		
Operating revenues:				
Charges for services	\$ 1,355,000	\$ 1,355,000	\$ 1,259,468	\$ (95,532)
Miscellaneous			25,327	25,327
Total operating revenues	<u>1,355,000</u>	<u>1,355,000</u>	<u>1,284,795</u>	<u>(70,205)</u>
Operating expenses:				
Salaries and employee benefits	465,043	465,043	479,236	(14,193)
Services and supplies	366,785	366,785	280,252	86,533
Insurance claims	540,500	540,500	387,772	152,728
Insurance premiums	189,940	189,940	17,492	172,448
Total operating expenses	<u>1,562,268</u>	<u>1,562,268</u>	<u>1,164,752</u>	<u>397,516</u>
Operating income (loss)	<u>(207,268)</u>	<u>(207,268)</u>	<u>120,043</u>	<u>327,311</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>208,300</u>	<u>208,300</u>	<u>253,420</u>	<u>45,120</u>
Total nonoperating revenues (expenses)	<u>208,300</u>	<u>208,300</u>	<u>253,420</u>	<u>45,120</u>
Income (loss) before contributions and operating transfers	1,032	1,032	373,463	372,431
Transfers out		<u>(1,997,269)</u>	<u>(6,539,300)</u>	<u>(4,542,031)</u>
Changes in net assets	1,032	(1,996,237)	(6,165,837)	(4,169,600)
Total net assets, July 1	<u>6,165,837</u>	<u>6,165,837</u>	<u>6,165,837</u>	
Total net assets, June 30	<u>\$ 6,166,869</u>	<u>\$ 4,169,600</u>	<u>\$ 0</u>	<u>\$ (4,169,600)</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
LIABILITY INSURANCE AND PROPERTY DAMAGE INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Operating revenues:				
Charges for services	\$ 601,000	\$ 601,000	\$ 706,828	\$ 105,828
Total operating revenues	<u>601,000</u>	<u>601,000</u>	<u>706,828</u>	<u>105,828</u>
Operating expenses:				
Services and supplies	100,835	100,835	179,955	(79,120)
Insurance claims	490,000	490,000	241,633	248,367
Insurance premiums	<u>216,000</u>	<u>216,000</u>	<u>261,876</u>	<u>(45,876)</u>
Total operating expenses	<u>806,835</u>	<u>806,835</u>	<u>683,464</u>	<u>123,371</u>
Operating income (loss)	<u>(205,835)</u>	<u>(205,835)</u>	<u>23,364</u>	<u>229,199</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>31,600</u>	<u>31,600</u>	<u>38,078</u>	<u>6,478</u>
Total nonoperating revenues (expenses)	<u>31,600</u>	<u>31,600</u>	<u>38,078</u>	<u>6,478</u>
Income (loss) before contributions and operating transfers	(174,235)	(174,235)	61,442	235,677
Transfers in	<u> </u>	<u>1,997,269</u>	<u>6,539,300</u>	<u>4,542,031</u>
Changes in net assets	(174,235)	1,823,034	6,600,742	4,777,708
Total net assets, July 1	<u>1,801,038</u>	<u>1,801,038</u>	<u>1,801,038</u>	<u> </u>
Total net assets, June 30	<u>\$ 1,626,803</u>	<u>\$ 3,624,072</u>	<u>\$ 8,401,780</u>	<u>\$ 4,777,708</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
FIRE EQUIPMENT ACQUISITION INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Budgeted Amounts			Variance with Final Budget - Positive (Negative)
	Original	Final	Actual	
Operating revenues:				
Charges for services	\$ 1,323,066	\$ 1,323,066	\$ 966,206	\$ (356,860)
Total operating revenues	<u>1,323,066</u>	<u>1,323,066</u>	<u>966,206</u>	<u>(356,860)</u>
Operating expenses:				
Depreciation	<u>1,539,000</u>	<u>1,539,000</u>	<u>721,058</u>	<u>817,942</u>
Total operating expenses	<u>1,539,000</u>	<u>1,539,000</u>	<u>721,058</u>	<u>817,942</u>
Operating income (loss)	<u>(215,934)</u>	<u>(215,934)</u>	<u>245,148</u>	<u>461,082</u>
Nonoperating revenues (expenses):				
Interest revenue	<u>37,689</u>	<u>37,689</u>	<u>78,820</u>	<u>41,131</u>
Gain (loss) on sale of capital assets			<u>17,415</u>	<u>17,415</u>
Total nonoperating revenues (expenses)	<u>37,689</u>	<u>37,689</u>	<u>96,235</u>	<u>58,546</u>
Income (loss) before contributions and operating transfers	<u>(178,245)</u>	<u>(178,245)</u>	<u>341,383</u>	<u>519,628</u>
Transfers in			<u>128,335</u>	<u>128,335</u>
Changes in net assets	<u>(178,245)</u>	<u>(178,245)</u>	<u>469,718</u>	<u>647,963</u>
Total net assets, July 1	<u>5,305,992</u>	<u>5,305,992</u>	<u>5,305,992</u>	
Total net assets, June 30	<u>\$ 5,127,747</u>	<u>\$ 5,127,747</u>	<u>\$ 5,775,710</u>	<u>\$ 647,963</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
 MISCELLANEOUS STORES INTERNAL SERVICE FUND
 SCHEDULE OF REVENUES, EXPENSES, AND
 CHANGES IN FUND NET ASSETS - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	<u>Budgeted Amounts</u>			Variance with Final Budget - Positive (Negative)
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	
Operating revenues:				
Charges for services	\$ 1,201,000	\$ 1,201,000	\$ 738,426	\$ (462,574)
Miscellaneous			13,961	13,961
Total operating revenues	<u>1,201,000</u>	<u>1,201,000</u>	<u>752,387</u>	<u>(448,613)</u>
Operating expenses:				
Services and supplies	1,000	1,000	29,774	(28,774)
Cost of stores issued	<u>1,200,000</u>	<u>1,200,000</u>	<u>705,469</u>	<u>494,531</u>
Total operating expenses	<u>1,201,000</u>	<u>1,201,000</u>	<u>735,243</u>	<u>465,757</u>
Operating income (loss)	<u>0</u>	<u>0</u>	<u>17,144</u>	<u>17,144</u>
Changes in net assets	0	0	17,144	17,144
Total net assets, July 1	<u>634,829</u>	<u>634,829</u>	<u>634,829</u>	
Total net assets, June 30	<u>\$ 634,829</u>	<u>\$ 634,829</u>	<u>\$ 651,973</u>	<u>\$ 17,144</u>

See accompanying independent auditors' report.

This page left blank intentionally

Fiduciary Funds



Centennial "Birthday" CELEBRATION



Fiduciary Funds

AGENCY FUNDS

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

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

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

California – Nevada Super Speed Ground Transportation Commission Fund—This fund is used to monitor the investments of Commission, which is a nonprofit public benefit organization formed to study, plan, construct, finance, and operate a super speed ground transportation system between Las Vegas, Nevada and Southern California.

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

CITY OF LAS VEGAS, NEVADA
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
JUNE 30, 2005

	<u>AGENCY</u>	
	<u>Deposits</u>	<u>Municipal Court Bail</u>
ASSETS		
Cash and cash equivalents	\$ 5,189,746	\$ 2,616,417
Receivables (net of allowances for uncollectibles):		
Interest		
Intergovernmental		
Salary advances	<u>14,054</u>	<u></u>
Total assets	<u>\$ 5,203,800</u>	<u>\$ 2,616,417</u>
LIABILITIES		
Accounts payable	\$	\$ 21
Due to other funds		
Deposits payable	2,349,423	
Intergovernmental payable	2,359,740	473,885
Payroll liabilities payable	174,490	
Outstanding bail payable		2,142,511
Unclaimed monies payable	320,147	
Arbitrage rebate payable	<u></u>	<u></u>
Total liabilities	<u>\$ 5,203,800</u>	<u>\$ 2,616,417</u>

FUNDS

Calif.-Nevada Super Speed Ground Transportation Commission	Developer Special Assessment	Totals
\$	\$ 21,772,499	\$ 29,578,662
	30,676	30,676
503		503
		14,054
<u>\$ 503</u>	<u>\$ 21,803,175</u>	<u>\$ 29,623,895</u>

\$	\$	\$ 21
503	326,335	326,838
	21,356,872	23,706,295
		2,833,625
		174,490
		2,142,511
		320,147
	119,968	119,968
<u>\$ 503</u>	<u>\$ 21,803,175</u>	<u>\$ 29,623,895</u>

See accompanying independent auditors' report.

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
DEPOSITS FUND:				
ASSETS				
Cash and cash equivalents	\$ 4,691,794	\$ 310,361,308	\$ 309,863,356	\$ 5,189,746
Salary advances	2,260	1,103,916	1,092,122	14,054
Total assets	<u>\$ 4,694,054</u>	<u>\$ 311,465,224</u>	<u>\$ 310,955,478</u>	<u>\$ 5,203,800</u>
LIABILITIES				
Accounts payable	\$ 36,508	\$ 17,576,440	\$ 17,612,948	\$ 0
Deposits payable	1,720,543	1,133,239	504,359	2,349,423
Intergovernmental payable	2,610,840	29,840,653	30,091,753	2,359,740
Payroll liabilities payable	12,181	500,641,211	500,478,902	174,490
Unclaimed monies payable	313,982	174,632	168,467	320,147
Total liabilities	<u>\$ 4,694,054</u>	<u>\$ 549,366,175</u>	<u>\$ 548,856,429</u>	<u>\$ 5,203,800</u>
MUNICIPAL COURT BAIL FUND:				
ASSETS				
Cash and cash equivalents	\$ 1,961,584	\$ 12,502,196	\$ 11,847,363	\$ 2,616,417
Total assets	<u>\$ 1,961,584</u>	<u>\$ 12,502,196</u>	<u>\$ 11,847,363</u>	<u>\$ 2,616,417</u>
LIABILITIES				
Accounts payable	\$ 32	\$ 6,336,994	\$ 6,337,005	\$ 21
Intergovernmental payable	431,494	6,754,165	6,711,774	473,885
Outstanding bail payable	1,530,058	7,780,824	7,168,371	2,142,511
Total liabilities	<u>\$ 1,961,584</u>	<u>\$ 20,871,983</u>	<u>\$ 20,217,150</u>	<u>\$ 2,616,417</u>
CALIFORNIA-NEVADA SUPER SPEED GROUND TRANSPORTATION COMMISSION FUND:				
ASSETS				
Intergovernmental receivable	\$ 1,055	\$ 0	\$ 552	\$ 503
Total assets	<u>\$ 1,055</u>	<u>\$ 0</u>	<u>\$ 552</u>	<u>\$ 503</u>
LIABILITIES				
Due to other funds	\$ 1,055	\$ 0	\$ 552	\$ 503
Total liabilities	<u>\$ 1,055</u>	<u>\$ 0</u>	<u>\$ 552</u>	<u>\$ 503</u>

See accompanying independent auditor's report.

Continued

CITY OF LAS VEGAS, NEVADA
STATEMENT OF CHANGES IN ASSETS AND
LIABILITIES - ALL AGENCY FUNDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

	Balance July 1, 2004	Additions	Deletions	Balance June 30, 2005
DEVELOPER SPECIAL ASSESSMENT FUND:				
ASSETS				
Cash and cash equivalents	\$ 24,301,827	\$ 47,153,969	\$ 49,683,297	\$ 21,772,499
Accounts receivable		5,562	5,562	
Interest receivable	6,812	30,676	6,812	30,676
Total assets	<u>\$ 24,308,639</u>	<u>\$ 47,190,207</u>	<u>\$ 49,695,671</u>	<u>\$ 21,803,175</u>
LIABILITIES				
Accounts payable	\$ 1,551	\$ 273,444	\$ 274,995	\$ 326,335
Due to other funds	326,335			326,335
Deposits payable	23,865,583	22,528,261	25,036,972	21,356,872
Arbitrage rebate payable	115,170	66,222	61,424	119,968
Total liabilities	<u>\$ 24,308,639</u>	<u>\$ 22,867,927</u>	<u>\$ 25,373,391</u>	<u>\$ 21,803,175</u>
TOTAL - ALL AGENCY FUNDS				
ASSETS				
Cash and cash equivalents	\$ 30,955,205	\$ 370,017,473	\$ 371,394,016	\$ 29,578,662
Accounts receivable		5,562	5,562	
Interest receivable	6,812	30,676	6,812	30,676
Intergovernmental receivable	1,055		552	503
Salary advances	2,260	1,103,916	1,092,122	14,054
Total assets	<u>\$ 30,965,332</u>	<u>\$ 371,157,627</u>	<u>\$ 372,499,064</u>	<u>\$ 29,623,895</u>
LIABILITIES				
Accounts payable	\$ 38,091	\$ 24,186,878	\$ 24,224,948	\$ 21
Due to other funds	327,390		552	326,838
Deposits payable	25,586,126	23,661,500	25,541,331	23,706,295
Intergovernmental payable	3,042,334	36,594,818	36,803,527	2,833,625
Payroll liabilities payable	12,181	500,641,211	500,478,902	174,490
Outstanding bail payable	1,530,058	7,780,824	7,168,371	2,142,511
Unclaimed monies payable	313,982	174,632	168,467	320,147
Arbitrage rebate payable	115,170	66,222	61,424	119,968
Total liabilities	<u>\$ 30,965,332</u>	<u>\$ 593,106,085</u>	<u>\$ 594,447,522</u>	<u>\$ 29,623,895</u>

See accompanying independent auditor's report.

This page left blank intentionally

Governmental Capital Assets



OLD LAND
AUCTION AGAIN,
AND UNVEILING OF
DOWNTOWN
HISTORICAL
MARKER



CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY SOURCE
JUNE 30, 2005

	<u>2005</u>	<u>2004</u>
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 842,965,034	\$ 840,440,535
Land improvements	154,749,580	131,554,995
Buildings	166,804,298	160,157,910
Building improvements	66,288,142	60,953,856
Machinery and equipment	32,571,124	29,340,597
Vehicles	11,703,513	11,703,513
Roadways	866,162,253	813,286,538
Traffic signals & lighting	134,765,120	129,374,517
Traffic signage	676,843	563,111
Traffic pavement markers	1,145,863	317,730
Storm drainage	416,300,913	390,234,270
Construction in progress	<u>222,002,671</u>	<u>195,486,475</u>
Total governmental funds capital assets	<u>\$ 2,916,135,354</u>	<u>\$ 2,763,414,047</u>
INVESTMENTS IN GOVERNMENTAL FUNDS CAPITAL ASSETS BY SOURCE		
General obligation bonds	\$ 193,554,486	\$ 178,194,166
Current revenues	2,547,298,483	2,462,933,444
Federal grants	20,405,935	15,880,328
State grants	1,105,400	835,400
Local grants		
Donations	151,990,577	103,790,236
Property transfer	<u>1,780,473</u>	<u>1,780,473</u>
Total governmental funds capital assets	<u>\$ 2,916,135,354</u>	<u>\$ 2,763,414,047</u>

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

CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY
JUNE 30, 2005

Function and Activity	Land	Land Improvements	Buildings
General government:			
Legislative and elections	\$	\$	\$
Executive		90,400	
Financial administration		13,410	854,758
Other	6,146,362	511,536	36,348,724
Total general government	6,146,362	615,346	37,203,482
Judicial:			
Alternative sentencing and education			
Municipal courts		252,773	192,629
Public defender			81,200
Total judicial	0	252,773	273,829
Public safety:			
Police	50,000	640,055	6,357,939
Fire	1,932,398	5,116,925	34,764,071
Corrections		259,278	11,262,137
Protective inspections			
Other protection	171,130		2,950,945
Total public safety	2,153,528	6,016,258	55,335,092
Public works:			
Administration and engineering	3,483,549	872,610	2,268,892
Engineering	2,831,157	20,998	
Paved streets	770,684,616	68,874	
Special assessments	118,636	981,538	
Storm drainage	66,451		
Total public works	777,184,409	1,944,020	2,268,892
Health:			
Animal control		84,137	385,167
Cemetery	23,810	1,186,864	43,221
Total health	23,810	1,271,001	428,388
Culture and recreation:			
Culture and recreation administration		21,125	107,518
Participant recreation	5,555,282	8,482,057	31,044,862
Spectator recreation	331,981		2,754,050
Parks	9,847,161	131,997,699	2,103,304
Senior citizens	2,500	1,227,073	2,182,053
Total culture and recreation	15,736,924	141,727,954	38,191,787
Economic development and assistance:			
Administration			
Urban redevelopment	32,271,221	434,211	24,242,540
Community action programs			23,893
Economic development and assistance	3,790,580	6,073	1,089,918
Housing	4,082,412		
Neighborhood services	1,574,788	2,086,837	7,746,477
Total economic development and assistance	41,719,001	2,527,121	33,102,828
Transit systems:			
Transportation services	1,000	395,107	
Total governmental funds capital assets	\$ 842,965,034	\$ 154,749,580	\$ 166,804,298

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

<u>Building Improvements</u>	<u>Machinery and Equipment</u>	<u>Vehicles</u>	<u>Roadways</u>	<u>Traffic Signals & Lighting</u>	<u>Traffic Signage</u>
\$ 70,520	\$	\$	\$	\$	\$
722,017	265,635				
22,814	322,118				
19,835,894	22,613,662	9,370			
<u>20,651,245</u>	<u>23,201,415</u>	<u>9,370</u>	<u>0</u>	<u>0</u>	<u>0</u>
37,965	109,672				
66,031	307,418				
6,391					
<u>110,387</u>	<u>417,090</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
50,187	292,244				
5,003,235	4,968,628	11,670,677			
12,117,550	1,411,678				
5,226					
687,343	400,904		431,301	134,702,070	676,843
<u>17,863,541</u>	<u>7,073,454</u>	<u>11,670,677</u>	<u>431,301</u>	<u>134,702,070</u>	<u>676,843</u>
1,849,561	21,582				
3,542	672,585				
83,567			861,297,959	42,547	
			4,279,847	1,027	
<u>1,936,670</u>	<u>694,167</u>	<u>0</u>	<u>865,577,806</u>	<u>43,574</u>	<u>0</u>
9,834					
<u>9,834</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
38,373	67,977				
20,567,568	302,988				
1,351,177	476,147	23,466			
1,386,667	168,672				
602,197					
<u>23,945,982</u>	<u>1,015,784</u>	<u>23,466</u>	<u>0</u>	<u>0</u>	<u>0</u>
4,414					
12,673	118,884				
73,026	15,545			19,476	
	7,199		153,146		
1,680,370	27,586				
<u>1,770,483</u>	<u>169,214</u>	<u>0</u>	<u>153,146</u>	<u>19,476</u>	<u>0</u>
<u>\$ 66,288,142</u>	<u>\$ 32,571,124</u>	<u>\$ 11,703,513</u>	<u>\$ 866,162,253</u>	<u>\$ 134,765,120</u>	<u>\$ 676,843</u>

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

Function and Activity	Traffic Pavement	Storm Drainage	Construction in Progress	Total
General government:				
Legislative and elections	\$	\$	\$	\$ 70,520
Executive				1,078,052
Financial administration				1,213,100
Other			3,709,868	89,175,416
Total general government	<u>0</u>	<u>0</u>	<u>3,709,868</u>	<u>91,537,088</u>
Judicial:				
Alternative sentencing and education				147,637
Municipal courts				818,851
Public defender				87,591
	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,054,079</u>
Public safety:				
Police			129,058	7,519,483
Fire			4,040,725	67,496,659
Corrections			1,700,550	26,751,193
Protective inspections				5,226
Other protection	1,145,863		10,285,438	151,451,837
Total public safety	<u>1,145,863</u>	<u>0</u>	<u>16,155,771</u>	<u>253,224,398</u>
Public works:				
Administration and engineering				8,496,194
Engineering		387,092,735		390,621,017
Paved streets			77,081,857	1,709,259,420
Special assessments			38,641,433	44,022,481
Storm drainage		29,208,178	30,383,927	59,658,556
Total public works	<u>0</u>	<u>416,300,913</u>	<u>146,107,217</u>	<u>2,212,057,668</u>
Health:				
Animal control				469,304
Cemetery				1,263,729
Total health	<u>0</u>	<u>0</u>	<u>0</u>	<u>1,733,033</u>
Culture and recreation:				
Culture and recreation administration				234,993
Participant recreation			7,313,161	73,265,918
Spectator recreation				4,936,821
Parks			43,521,064	189,024,567
Senior citizens			7,384	4,021,207
Total culture and recreation	<u>0</u>	<u>0</u>	<u>50,841,609</u>	<u>271,483,506</u>
Economic development and assistance:				
Administration				4,414
Urban redevelopment			5,188,206	62,267,735
Community action programs				23,893
Economic development and assistance				4,994,618
Housing				4,242,757
Neighborhood services				13,116,058
Total economic development and assistance	<u>0</u>	<u>0</u>	<u>5,188,206</u>	<u>84,649,475</u>
Transit systems:				
Transportation services				396,107
Total governmental funds capital assets	<u>\$ 1,145,863</u>	<u>\$ 416,300,913</u>	<u>\$ 222,002,671</u>	<u>\$ 2,916,135,354</u>

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

CITY OF LAS VEGAS, NEVADA
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY
JUNE 30, 2005

Function and Activity	General Fixed Assets July 1, 2004	Additions	Deletions	General Fixed Assets June 30, 2005
General government:				
Legislative and elections	\$ 70,520	\$	\$	\$ 70,520
Executive	1,078,052			1,078,052
Financial administration	1,213,100			1,213,100
Other	83,216,483	5,989,513	30,580	89,175,416
Total general government	85,578,155	5,989,513	30,580	91,537,088
Judicial:				
Alternative sentencing and education	147,637			147,637
Municipal courts	818,851			818,851
Public defender	87,591			87,591
Total judicial	1,054,079	0	0	1,054,079
Public safety:				
Police	7,365,349	154,134		7,519,483
Fire	62,273,310	5,223,349		67,496,659
Corrections	25,415,284	1,431,700	95,791	26,751,193
Protective inspections	5,226			5,226
Other protection	143,955,321	7,496,516		151,451,837
Total public safety	239,014,490	14,305,699	95,791	253,224,398
Public works:				
Administration and engineering	12,990,506	2	4,494,314	8,496,194
Engineering	378,292,912	12,579,031	250,926	390,621,017
Paved streets	1,650,727,441	59,593,202	1,061,223	1,709,259,420
Special assessments	36,233,914	7,788,567		44,022,481
Storm drainage	43,420,967	16,237,589		59,658,556
Total public works	2,121,665,740	96,198,391	5,806,463	2,212,057,668
Health:				
Animal control	469,304			469,304
Cemetery	1,263,729			1,263,729
Total health	1,733,033	0	0	1,733,033
Culture and recreation:				
Culture and recreation administration	234,993			234,993
Participant recreation	55,746,099	17,519,819		73,265,918
Spectator recreation	4,936,821			4,936,821
Parks	156,942,526	32,087,521	5,480	189,024,567
Senior citizens	12,692,302	7,384	8,678,479	4,021,207
Total culture and recreation	230,552,741	49,614,724	8,683,959	271,483,506
Economic development and assistance:				
Administration	4,414			4,414
Urban redevelopment	59,894,775	7,104,820	4,731,860	62,267,735
Community action programs	23,893			23,893
Economic development and assistance	6,429,281	106,547	1,541,210	4,994,618
Housing	3,956,855	285,902		4,242,757
Neighborhood services	13,110,484	5,574		13,116,058
Total economic development and assistance	83,419,702	7,502,843	6,273,070	84,649,475
Transit systems:				
Transportation services	396,107			396,107
Total governmental funds capital assets	\$ 2,763,414,047	\$ 173,611,170	\$ 20,889,863	\$ 2,916,135,354

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

This page left blank intentionally



STATISTICAL SECTION

CITY OF LAS VEGAS, NEVADA
GOVERNMENT - WIDE EXPENSES
AND OTHER FINANCING USES BY FUNCTION (1)
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

Fiscal Year	Governmental Activities										Business-type Activities				
	General Government	Judicial	Public Safety	Public Works	Health	Sani- tation (2)	Welfare	Culture and Recreation	Economic Development	Transit Systems	Inter-governmental	Debt Service	Sani- tation	Other Financing Uses	Total
1996	38,397	10,015	110,689	14,523	1,758		517	17,833	25,384	816	3,440	14,835	157	46,726	285,090
1997	42,727	11,082	123,309	14,047	1,649		583	19,859	30,586	780	3,493	16,104	51	40,882	305,152
1998	46,098	10,314	136,776	14,508	1,725		617	21,647	18,497	815	3,570	17,145	25	55,137	326,874
1999	50,502	12,192	148,437	11,264	1,887		646	23,501	39,757	859	4,073	16,612	26	67,994	377,750
2000	52,995	13,419	161,360	12,213	1,848		716	24,103	27,519	941	6,152	18,812		64,480	384,558
2001	58,701	14,636	164,146	12,807	1,936		739	26,700	21,177	1,039	6,149	18,910		52,140	379,080
2002	68,626	15,469	187,889	13,925	2,104		753	36,189	16,081	964	6,238	10,767	55,613	18,218	432,836
2003	75,783	15,217	214,475	62,877	2,262		725	39,000	14,901	1,111	2,587	9,191	61,980	20,864	520,973
2004	82,004	20,793	247,906	59,496	2,549	108	882	44,789	23,831	1,206	9,657	10,025	65,043	28,894	597,183
2005	94,605	21,160	270,216	63,384	2,507	147	927	49,461	23,682	1,463		10,389	70,287	23,430	631,658

Notes:

(1) Expenses for government-wide activities prior to FY02 have not been restated using the full-accrual accounting method in accordance with GASB Statement No. 34.

Amounts prior to FY02 excluded internal service fund expenses, capital outlay expenditures, principal on long-term debt, other financing uses and residual equity transfers out.

(2) In 2004 there was a grant for sewer line rehabilitation.

Significant differences in amounts reported under various functions are the result of changes in reporting.

CITY OF LAS VEGAS, NEVADA
GOVERNMENT - WIDE REVENUES (1)
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

Fiscal Year	General Revenues					
	Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Unrestricted Investment Earnings	Miscellaneous
1996	13,871			49,000		
1997	13,045			57,766		
1998	13,291			56,923		
1999	16,674			62,039		
2000	21,381			66,860		
2001	26,113			75,533		
						Total
2002	144,361	8,888	136,742	305,551	20,523	391
2003	190,777	9,890	138,634	284,494	10,717	2,688
2004	267,690	16,008	123,411	323,590	3,620	1,171
2005	246,818	17,439	156,168	361,632	12,916	2,485
						616,456
						637,200
						735,490
						797,458

Notes:

- (1) Revenues for governmental activities (general, special revenue, capital projects and debt service funds) prior to FY02 have not been restated using the full-accrual accounting method in accordance with GASB Statement No. 34. Amounts prior to FY02 exclude other financing sources, residual equity transfers in and charges for services of internal service funds. Charges for services also include licenses and permits and fines and forfeitures.

Includes city/county relief (sales) tax.

Significant differences in amounts reported under various functions are the result of changes in reporting requirements.

CITY OF LAS VEGAS, NEVADA
GENERAL GOVERNMENT EXPENDITURES BY FUNCTION (1)
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

Fiscal Year	General Government	Judicial	Public Safety	Public Works	Sanitation (2)	Health	Welfare	Culture and Recreation	Economic Development	Transit Systems	Inter-governmental	Other Financing Uses	Debt Service	Total
1996	38,397	10,015	110,689	14,523	157	1,758	517	17,833	25,384	816	3,440	46,726	14,835	285,090
1997	42,727	11,082	123,309	14,047	51	1,649	583	19,859	30,586	780	3,493	40,882	16,104	305,152
1998	46,098	10,314	136,776	14,508	25	1,725	617	21,647	18,497	815	3,570	55,137	17,145	326,874
1999	50,502	12,192	148,437	11,264	26	1,887	646	23,501	39,757	859	4,073	67,994	16,612	377,750
2000	52,995	13,419	161,360	12,213		1,848	716	24,103	27,519	941	6,152	64,480	18,812	384,558
2001	58,701	14,636	164,146	12,807		1,936	739	26,700	21,177	1,039	6,149	52,140	18,910	379,080
2002	63,451	15,638	178,513	13,691		2,079	810	31,850	17,527	1,042	6,342	71,335	24,494	426,772
2003	70,117	15,191	209,884	14,276		2,278	746	34,629	17,784	1,107	2,137	116,618	24,889	509,656
2004	71,152	20,413	234,350	16,009	108	2,470	906	38,707	23,656	1,233	6,971	70,112	27,454	513,540
2005	85,086	20,963	255,312	22,872	147	2,385	981	40,775	17,255	1,547		90,181	33,253	570,757

Notes:

- (1) Expenses for governmental activities (general, special revenue and debt service funds) prior to FY02 have not been restated using the full-accrual accounting method in accordance with GASB Statement No. 34. Amounts prior to FY02 exclude internal service fund expenses, capital outlay expenditures, principal on long-term debt, other financing uses and residual equity transfers out.
- (2) In 2004 there was a grant for sewer line rehabilitation.

CITY OF LAS VEGAS, NEVADA
GENERAL GOVERNMENTAL REVENUES
AND OTHER FINANCING SOURCES BY SOURCE (1)
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

Fiscal Year	Taxes	Licenses and Permits	Intergovernmental (2)	Charges for Service	Fines and Forfeits	Interest	Miscellaneous	Other Financing Sources	Total
1996	\$ 49,000	\$ 41,723	\$ 127,382	\$ 13,871	\$ 5,488	\$ 4,772	\$ 4,031	\$ 43,710	\$ 289,977
1997	57,766	43,987	147,001	13,045	6,341	8,604	4,093	23,765	304,602
1998	56,923	45,424	159,963	13,291	7,987	5,432	7,869	33,898	330,787
1999	62,039	49,979	171,050	16,674	8,358	3,508	8,270	65,216	385,094
2000	66,860	54,900	189,995	21,381	9,695	4,597	8,167	39,921	395,516
2001	75,533	50,242	191,951	26,113	10,016	7,648	4,822	30,941	397,266
2002	88,464	60,093	196,581	32,731	11,274	7,087	6,370	28,750	431,350
2003	97,308	60,206	216,137	33,824	11,999	2,641	4,575	90,476	517,166
2004	109,135	63,954	245,626	37,279	13,675	881	8,398	40,905	519,853
2005	115,715	73,457	285,191	34,073	14,183	3,366	5,402	58,925	590,312

Notes: (1) Includes general, special revenue and debt service funds.

(2) Includes city/county relief (sales) tax.

Significant differences in amounts reported under various functions are the result of changes in reporting requirements.

CITY OF LAS VEGAS, NEVADA
GENERAL GOVERNMENTAL TAX REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

Fiscal Year	Property Tax	Room Tax	Park Construction Tax (3)	Fire Safety Initiative Tax (4)	Total
1996	\$ 46,406	\$ 2,594	\$	\$	\$ 49,000
1997	54,790	2,976			57,766
1998	54,230	2,693			56,923
1999	59,306	2,733			62,039
2000	63,961	2,899			66,860
2001	69,661	3,118	2,754		75,533
2002	73,760	2,907	2,822	8,975	88,464
2003	80,643	2,990	3,571	10,104	97,308
2004	88,936	3,418	5,710	11,071	109,135
2005	97,046	3,906	2,416	12,348	115,716

Notes: (3) First year of tax was 2001. This represents the tax that developers pay to assist in residential park construction.

(4) First year of tax was 2002. This represents a tax override for the expenditures of fire engines and pumpers and additional firefighters.

CITY OF LAS VEGAS, NEVADA
REAL PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

<u>Fiscal Year Ended</u>	<u>Total Tax Levy (1)</u>	<u>Current Tax Collections</u>	<u>Ratio of Current Tax Collections to Total Tax Levy</u>	<u>Delinquent Tax Collections</u>	<u>Total Tax Collections</u>	<u>Ratio of Total Tax Collections to Total Tax Levy</u>	<u>Outstanding Delinquent Taxes</u>	<u>Ratio of Outstanding Delinquent Taxes to Total Tax Levy</u>
1996	\$ 36,909	\$ 36,622	99.22 %	\$ 539	\$ 37,161	100.68 %	\$ 589	1.60 %
1997	42,224	41,882	99.19	408	42,290	100.16	659	1.56
1998	41,796	41,425	99.11	392	41,817	100.05	713	1.71
1999	45,252	44,850	99.11	436	45,286	100.08	680	1.50
2000	51,224	50,677	98.93	419	51,096	99.75	1,077	2.10
2001	55,863	54,930	98.33	562	55,492	99.34	1,423	2.55
2002	68,596	67,763	98.79	956	68,719	100.18	1,003	1.46
2003	77,722	76,713	98.70	838	77,551	99.78	1,306	1.68
2004	84,104	83,440	99.21	1,132	84,572	100.56	845	1.00
2005	92,655	92,069	99.30	691	92,760	100.10	715	0.77

Notes:

(1) Levy does not include personal property.

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

Calculation for 2002 and future data from the Ad Valorem Tax Collections and Summary of Real Estate Taxes Receivable due to the implementation of GASB 34.

CITY OF LAS VEGAS, NEVADA
 ASSESSED AND ESTIMATED ACTUAL VALUE OF PROPERTY
 LAST TEN FISCAL YEARS
 (UNAUDITED)
 (amounts expressed in thousands)

Fiscal Year Ended	REAL PROPERTY		PERSONAL PROPERTY		TOTAL		Ratio of Total Assessed Value to Total Estimated Actual Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1996	4,913,389	14,038,254	266,165	760,471	5,179,554	14,798,726	35.00
1997	5,656,235	16,160,671	651,785	1,862,243	6,308,020	18,022,914	35.00
1998	6,172,735	17,636,386	346,650	990,429	6,519,385	18,626,814	35.00
1999	6,712,978	19,179,937	404,533	1,155,809	7,117,511	20,335,746	35.00
2000	7,450,764	21,287,897	395,708	1,130,594	7,846,472	22,418,491	35.00
2001	8,127,903	23,222,580	480,102	1,371,720	8,608,005	24,594,300	35.00
2002	8,811,166	25,174,760	667,179	1,906,226	9,478,345	27,080,986	35.00
2003	9,896,890	28,276,829	704,594	2,013,126	10,601,484	30,289,955	35.00
2004	10,761,291	30,746,546	718,520	2,052,914	11,479,811	32,799,460	35.00
2005	11,995,920	34,274,057	721,458	2,061,309	12,717,378	36,335,366	35.00

Notes:

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

Due to the implementation of GASB 34, the Total Assessed Value is equal to the figure in the Budget Book with the split between real (secured) and personal (unsecured) provided by the Dept. of Taxation, Carson City, NV.

CITY OF LAS VEGAS, NEVADA
PROPERTY TAX RATES AND TAX LEVIES -
DIRECT AND OVERLAPPING GOVERNMENTS
LAST TEN FISCAL YEARS
(UNAUDITED)

Fiscal Year Ended	TAX RATES PER \$100 OF ASSESSED VALUATION					
	City	School District	County	State	Special Districts	Total Combined
1996	0.7512	\$ 1.1935	\$ 0.6855	\$ 0.1500	\$ 0.2369	\$ 3.0171
1997	0.7465	1.1935	0.6785	0.1500	0.2191	2.9876
1998	0.6771	1.3034	0.6785	0.1500	0.2178	3.0268
1999	0.6741	1.3034	0.6653	0.1500	0.2701	3.0629
2000	0.6875	1.3034	0.6579	0.1500	0.3103	3.1091
2001	0.6873	1.3034	0.6527	0.1500	0.3747	3.1681
2002	0.7817	1.3034	0.6352	0.1500	0.3843	3.2546
2003	0.7809	1.3034	0.6352	0.1500	0.3819	3.2514
2004	0.7796	1.3034	0.6502	0.1700	0.3845	3.2877
2005	0.7792	1.3034	0.6652	0.1700	0.3824	3.3002

TAX LEVIES

1996	38,909	61,818	35,506	7,769	12,270	156,272
1997	47,089	75,286	42,800	9,462	13,821	188,458
1998	44,143	84,974	44,234	9,779	14,199	197,329
1999	47,979	92,770	47,353	10,676	19,224	218,002
2000	53,944	102,271	51,622	11,770	24,348	243,955
2001	59,163	112,197	56,184	12,912	32,254	272,710
2002	74,092	123,541	60,206	14,218	36,425	308,482
2003	82,787	138,180	67,341	15,902	40,487	344,697
2004	89,497	149,628	74,642	19,516	44,140	377,423
2005	99,094	165,758	84,596	21,620	48,631	419,699

CITY OF LAS VEGAS, NEVADA
 PRINCIPAL TAXPAYERS
 JUNE 30, 2005
 (UNAUDITED)
 (amounts expressed in thousands)

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Valuation</u>	<u>Percentage of Total Assessed Valuation</u>
F. S. Rouse Limited Liability Company	Real Estate	\$ 328,460	2.86 %
Boyd Gaming Corporation	Hotel	103,948	0.91
Sierra-Nevada Multifamily Investments	Real Estate	82,576	0.72
Station Casinos Incorporated	Hotel	71,971	0.63
Stratosphere Corporation	Hotel	64,069	0.56
Central Telephone Company	Communications	62,667	0.55
Pulte Homes	Real Estate	60,113	0.52
Univesal Health Services Incorporated	Health Care	59,748	0.52
Poster Financial Group Incorporated	Hotel	54,589	0.48
Cox Communications	Communications	47,432	0.41
Focus Property Group	Real Estate	44,995	0.39
Albertson's Incorporated	Retail	36,863	0.32
		<u>\$ 1,017,431</u>	<u>8.87 %</u>

Data Source:

Clark County Assessor's Office

CITY OF LAS VEGAS, NEVADA
SPECIAL ASSESSMENT BILLINGS AND COLLECTIONS
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

<u>Fiscal Year Ended</u>	<u>Current Special Assessment Billings</u>	<u>Current Special Assessment Collections</u>	<u>Ratio of Collections to Billings</u>	<u>Outstanding Current and Delinquent Billings</u>
1995	\$ 953	\$ 849	89.09 %	\$ 221
1996	1,061	876	82.56	291
1997	928	887	95.58	216
1998	780	794	101.79	177
1999	902	939	104.10	135
2000	811	835	102.96	113
2001	759	749	98.68	121
2002	572	575	100.52	120
2003	605	1,248	206.28	119
2004	568	1,854	326.41	81
2005	574	1,171	204.01	43

CITY OF LAS VEGAS, NEVADA
COMPUTATION OF LEGAL DEBT MARGIN
JUNE 30, 2005
(UNAUDITED)
(amounts expressed in thousands)

Total assessed value		\$	<u>12,717,378</u>
Legal debt margin:			
Debt limitation - 20 percent of total assessed value			2,543,476
Debt applicable to limitation:			
Total applicable debt	\$	304,296	
Less amount available in debt service fund for repayment of debt		<u>9,233</u>	
Total debt applicable to limitation			<u>295,063</u>
Legal debt margin		\$	<u>2,248,413</u>

Note:

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

CITY OF LAS VEGAS, NEVADA
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

<u>Fiscal Year Ended</u>	<u>Popu- lation</u>	<u>Assessed Value</u>	<u>Gross Bonded Debt</u>	<u>Less Debt Service Fund (1)</u>	<u>Debt Payable From Enterprise Revenues (2)</u>	<u>Net Bonded Debt</u>	<u>Ratio of Net Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt Per Capita</u>
1996	398	5,179,554	162,628	4,129	95,989	62,510	1.2069	157.06
1997	422	6,308,020	176,695	6,718	97,105	72,872	1.1552	172.68
1998	448	6,519,385	208,320	6,802	126,570	74,948	1.1496	167.29
1999	466	7,117,511	233,480	6,647	159,675	67,158	0.9436	144.12
2000	483	7,846,472	249,865	7,203	151,750	90,912	1.1586	188.22
2001	517	8,608,005	317,050	7,758	197,365	111,927	1.3003	216.49
2002	520	9,478,345	308,181	9,317	161,580	137,284	1.4484	264.01
2003	535	10,601,484	315,353	8,792	173,750	132,811	1.2528	248.24
2004	560	11,479,811	312,513	9,012	162,455	141,046	1.2286	251.87
2005	576	12,717,378	304,296	9,233	126,245	168,818	1.3275	293.09

CITY OF LAS VEGAS, NEVADA
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL
BONDED DEBT (1) TO TOTAL GENERAL GOVERNMENTAL EXPENDITURES
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

<u>Fiscal Year Ended</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Debt Service</u>	<u>Total General Governmental Expenditures (2)</u>	<u>Ratio of Debt Service to General Governmental Expenditures</u>
1996	6,330	3,438	9,768	285,090	3.43
1997	8,829	7,275	16,104	305,152	5.28
1998	7,840	4,232	12,072	326,874	3.69
1999	9,250	4,148	13,398	377,750	3.55
2000	10,690	4,413	15,103	384,558	3.93
2001	8,930	4,914	13,844	379,080	3.65
2002	11,335	8,103	19,438	426,772	4.55
2003	12,111	6,960	19,071	509,656	3.74
2004	15,026	6,711	21,737	513,540	4.23
2005	23,108	10,145	33,253	570,757	5.83

Notes:

1. Excluding general obligation revenue bonds reported in the Sanitation Enterprise fund.
2. Includes general, special revenue and debt service funds.

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

CITY OF LAS VEGAS, NEVADA
 COMPUTATION OF DIRECT AND OVERLAPPING BONDED DEBT
 JUNE 30, 2005
 (UNAUDITED)
 (amounts expressed in thousands)

<u>Jurisdiction</u>	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Percent Applicable to City *</u>	<u>Amount Applicable to City</u>
Direct:			
City of Las Vegas (1)	\$ <u>168,818</u>	100.0 %	\$ <u>168,818</u>
Overlapping:			
Clark County School District	2,797,581	22.9	640,296
Clark County	2,578,127	22.9	590,068
State of Nevada	1,479,553	16.5	243,687
Las Vegas - Clark County Library District	<u>31,345</u>	29.2	<u>9,142</u>
	<u>6,886,606</u>		<u>1,483,193</u>
Total direct and overlapping debt	\$ <u><u>7,055,424</u></u>		\$ <u><u>1,652,011</u></u>

Notes:

(1) Excluding general obligation revenue bonds reported in the Sanitation Enterprise Fund.

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

* Values rounded to the first decimal place.

CITY OF LAS VEGAS, NEVADA
REVENUE BOND COVERAGE
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

Fiscal Year Ended	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	DEBT SERVICE REQUIREMENTS (3)			
				Principal	Interest	Total	Coverage
Sanitation Enterprise Fund							
1996	50,982	17,294	33,688	4,700	6,107	10,807	3.12
1997	53,695	19,547	34,148	5,000	5,207	10,207	3.35
1998	60,196	21,148	39,048	5,535	6,051	11,586	3.37
1999	64,111	26,620	37,491	6,895	6,606	13,501	2.78
2000	63,528	28,642	34,886	7,425	6,260	13,685	2.55
2001	63,873	29,760	34,113	7,845	5,765	13,610	2.51
2002	68,410	32,389	36,021	9,825	8,088	17,913	2.01
2003	70,203	34,757	35,446	12,380	7,479	19,859	1.78
2004	83,464	38,385	45,079	10,950	6,736	17,686	2.55
2005	99,242	41,541	57,701	12,060	5,744	17,804	3.24
Municipal Golf Course Enterprise Fund (4)							
2002	11	80	(69)	0	351	351	N/A
2003	1,027	1,376	(349)	0	690	690	N/A
2004	1,202	1,933	(731)	345	681	1,026	N/A
2005	1,515	1,444	71	365	661	1,026	0.07

Notes:

1. Gross revenues include operating income, connection charges and interest income.
2. Operating expenses exclusive of depreciation.
3. Includes principal and interest of general obligation revenue and refunding bonds.
4. Fiscal year 2002 was the first year that bonds were issued for this funds.

CITY OF LAS VEGAS, NEVADA
 DEMOGRAPHIC STATISTICS
 LAST TEN FISCAL YEARS
 (UNAUDITED)
 (amounts expressed in thousands)

<u>Fiscal Year Ended</u>	<u>Population (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate (3)</u>
1996	398	58	5.2
1997	422	66	4.9
1998	448	70	4.3
1999	466	76	4.2
2000	483	80	4.3
2001	517	81	5.1
2002	520	82	5.2
2003	535	85	5.6
2004	560	87	4.0
2005	576	85	4

Data Sources:

- (1) City of Las Vegas Department of Planning and Development
- (2) Clark County School District (does not include private and parochial enrollment)
- (3) City of Las Vegas Department of Planning and Development

CITY OF LAS VEGAS, NEVADA
PROPERTY VALUE, NEW CONSTRUCTION AND BANK DEPOSITS
LAST TEN FISCAL YEARS
(UNAUDITED)
(amounts expressed in thousands)

Fiscal Year Ended	Estimated Property Value				(1) Commercial Construction		(1) Residential Construction		(2) Bank Deposits	
	Commercial	Residential	Other	Total	Number of Units	Value	Number of Units	Value		
1996	4,439,618	8,879,235	1,479,873	14,798,726	1,069	398,863	11,635	797,477	12,919,987	
1997	5,406,874	10,813,749	1,802,291	18,022,914	1,158	374,654	10,066	699,605	9,340,902	
1998	5,588,044	11,176,089	1,862,681	18,626,814	1,245	340,527	8,474	650,191	4,254,195	(3)
1999	6,100,724	12,201,447	2,033,575	20,335,746	1,229	371,735	6,066	577,201	N/A	(4)
2000	6,725,547	13,451,095	2,241,849	22,418,491	1,101	594,874	5,728	574,162	N/A	(4)
2001	7,378,290	14,756,580	2,459,430	24,594,300	1,022	359,934	5,055	498,239	N/A	(4)
2002	8,124,296	16,248,590	2,708,099	27,080,986	1,204	354,854	4,574	629,324	N/A	(4)
2003	9,086,987	18,173,973	3,028,995	30,289,955	1,170	281,868	7,602	905,214	N/A	(4)
2004	9,839,838	19,679,676	3,279,946	32,799,460	1,077	390,639	9,311	1,315,472	N/A	(5)
2005	10,900,610	21,801,219	3,633,537	36,335,366	1,076	367,057	4,297	550,686	N/A	(5)

Data Sources/Notes:

1. City of Las Vegas Department of Planning and Development
2. Las Vegas Perspective
3. As of 1998 banks have adopted interstate banking rules and do not break out numbers by state.
4. Data not listed in Las Vegas Perspective.
5. Data not listed in Las Vegas Community Profile.

CITY OF LAS VEGAS, NEVADA
MISCELLANEOUS STATISTICS
JUNE 30, 2005
(UNAUDITED)

Date of incorporation	March 16, 1911
Date first charter adopted	March 16, 1911
Date present charter adopted	May 26, 1983
Form of government	Council - Manager
Number of positions:	
Classified	1,683
Appointive	314
Fire and other public safety	886
Other	845
Area in square miles:	
1911	19.2
2005	131.2
City of Las Vegas, Nevada facilities and services:	
Miles of streets, excluding privately maintained	1,258
Number of street lights	48,365
Fire protection:	
Number of stations	15
Number of fire personnel and officers	556
Number of calls answered (calendar year 2003)	75,438
Number of inspections conducted	27,104
Culture and recreation:	
Number of parks	59
Number of playgrounds	102
Number of golf courses	18
Number of swimming pools	10
Sewerage system:	
Miles of sanitary sewers	1,581
Number of service connections	169,557
Miles of storm sewers	330
Number of treatment plants	3
Daily average treatment in million gallons per day (MGD)	68
Maximum daily capacity of treatment plants in MGD	102
Facilities and services not included in the reporting entity:	
Education:	
Number of elementary schools	57
Number of prime six schools	5
Number of junior high/middle schools	15
Number of senior high schools	7
Number of alternative schools	5

This page left blank intentionally



COMPLIANCE SECTION



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

**Independent Auditors' Report on Internal Control Over
Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial
Statements Performed in Accordance With *Government Auditing Standards***

The Honorable Mayor, City Council,
and City Manager
City of Las Vegas, Nevada:

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Las Vegas, Nevada (the City) as of and for the year ended June 30, 2005, which collectively comprise the City's basis financial statements and have issued our report thereon, dated October 28, 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 City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions 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 and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, including Nevada Revised Statutes (NRS) 354.241 Sec. 1 ((a) through (f)) and NRS 354.6105 Sec. 4 (a) and (b), which are applicable to funds established by the City, as listed in NRS 354.624 Sec. 4 (c) (1 through 5) and NRS 354.6105, respectively, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

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

KPMG LLP

October 28, 2005

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF BUSINESS LICENSE FEES
SUBJECT TO THE PROVISIONS OF NRS 354.5989
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

FLAT / FIXED FEES:

Base June 30, 2004	*	Growth Factor	=	FY 2005 Maximum Allowable Revenue	FY 2005 Actual Revenue Received	Amount Over/(Under) Allowable
\$ 4,991,746		1.061840		\$ 5,300,436	\$ 5,148,891	\$ (151,545)

FEES CALCULATED ON A PERCENTAGE OF GROSS REVENUE:

Base June 30, 2004	*	Increase in CPI	=	FY 2005 Maximum Allowable Revenue	FY 2005 Actual Revenue Received	Amount Over/(Under) Allowable
\$ 7,035,674		1.0329861		\$ 7,267,753	\$ 8,105,718	\$ 837,965

This page left blank intentionally



SINGLE AUDIT SECTION



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

**Independent Auditors' Report on Compliance with Requirements Applicable
to Each Major Program and on Internal Control over Compliance
in Accordance with U.S. Office of Management and Budget Circular A-133**

The Honorable Mayor, City Council,
and City Manager
City of Las Vegas, Nevada:

Compliance

We have audited the compliance of the City of Las Vegas, Nevada (the City), with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2005. The City's major federal programs are identified in the Summary of Auditors' Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

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

In our opinion, the City complied, in all material respects, with the requirements referred to above that are applicable to its major federal programs for the year ended June 30, 2005. However, the results of our auditing procedure disclosed an instance of noncompliance with those requirements, which are required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying Schedule of Findings and Questioned Costs as Finding 05-01.

Internal Control over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance

with 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 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.

Schedule of Expenditures of Federal Awards

We have audited the basic financial statements of the City as of and for the year ended June 30, 2005, and have issued our report thereon dated October 28, 2005. Our audit was performed for the purpose of forming opinions on the basic financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

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

KPMG LLP

October 28, 2005

CITY OF LAS VEGAS, NEVADA
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 or Award Amount	Federal Disbursements/ Expenditures
<u>U.S. Department of Housing and Urban Development</u>				
Direct Programs:				
Community Development Block Grant	14.218	B-02-MC320001	\$ 4,286,000	\$ 2,514,932
		B-03-MC320001	6,207,000	2,545,930
Emergency Shelter Grant	14.231	S-03-MC320001	147,000	44,137
	14.231	S-04-MC320001	227,048	179,037
Housing Opportunities for Persons with Aids	14.241	NVH02F001	891,000	139,102
		NVH03F001	933,000	464,971
EDI Special Project Grant	14.246	B-02-SP-NV-0807	250,000	212,620
Subtotal U.S. Department of Housing and Urban Development			<u>12,941,048</u>	<u>6,100,729</u>
Passed through programs:				
Passed through Clark County:	14.239	M95-DC32-0224	1,773,444	49,146
Home Investment in Affordable	14.239	M97-DC32-0224	1,062,710	8,387
Housing (HOME Program)	14.239	M98-DC32-0224	1,774,561	360
	14.239	M99-DC32-0224	1,698,094	339,183
	14.239	M00-DC32-0224	1,439,920	855,163
	14.239	M01-DC32-0224	1,683,371	200,126
	14.239	M02-DC32-0224	1,678,648	692,394
	14.239	M03-DC32-0224	2,565,256	816,420
	14.239	M04-DC32-0224	2,864,232	269,677
Subtotal U.S. Department of Housing and Urban Development			<u>16,540,236</u>	<u>3,230,856</u>
Total U.S. Department of Housing and Urban Development			<u>29,481,284</u>	<u>9,331,585</u>
<u>U.S. Department of Health and Human Services</u>				
Passed through State:				
Department of Human Resources				
Division for Aging Services				
Senior Law Project	93.044	0309-11-05	100,000	100,000
Passed through Economic Opportunity Board:				
Child Care Improvement	93.596		140,000	76,104
Total U.S. Department of Health and Human Services			<u>240,000</u>	<u>176,104</u>

* Denotes major federal program

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program or Award Amount	Federal Disbursements/ Expenditures
<u>U.S. Department of Energy</u>				
Passed through Clark County:				
Nuclear Waste Disposal Siting				
High Level Nuclear Waste Project	81.065		40,000	22,558
Total U.S. Department of Energy			<u>40,000</u>	<u>22,558</u>
<u>U.S. Department of Homeland Security</u>				
Direct Programs:				
COPS Interoperable Communications	97.055	2003INWX0012	5,996,103	3,681,921
Metropolitan Medical Response System	* 97.067	EMW-2004-GR-0726	400,000	50,077
Subtotal U.S. Department of Homeland Security			<u>6,396,103</u>	<u>3,731,998</u>
Passed through programs:				
Passed through State:				
Division of Emergency Management				
Emergency Management Project	* 97.042	EMPG 2004	167,253	58,355
Emergency Management Project	* 97.042	9704205	179,592	124,029
Law Enforcement Terrorism Prevention	* 97.004	97004LL4	54,340	1,328
Citizen Corps Program	* 97.053	97004CL4	221,614	127,422
Subtotal U.S. Department of Homeland Security			<u>622,799</u>	<u>311,134</u>
Passed through Clark County:				
State Homeland Security - ODP Ph IV	* 97.067	97004HL4	230,007	220,898
Homeland Security - ODP Phase II	* 97.067	1600723	1,214,805	268,383
DOJ Equipment - ODP Phase I	* 97.004	1600703	587,584	474,127
EOP Planning	* 97.042	8356203	46,250	12,211
Urban Area Security Initiative	97.008	9700804	1,158,732	459,399
Community Emergency Response Teams	97.054	8356423	76,056	55,264
Subtotal U.S. Department of Homeland Security			<u>3,313,434</u>	<u>1,490,282</u>
Total U.S. Department of Homeland Security			<u>10,332,336</u>	<u>5,533,414</u>
<u>U.S. Department of Education</u>				
Passed through programs:				
Passed through State:				
Child and Adult Food Program	10.588	03-44-2000-000	102,725	102,725
Child Care and Development	93.575		35,213	35,213
Total U.S. Department of Education			<u>137,938</u>	<u>137,938</u>

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program or Award Amount	Federal Disbursements/ Expenditures
<u>U.S. Department of Labor</u>				
Direct Programs:				
Employment & Training Admin Pilot	17.261	AF-12772-03-60	1,750,000	814,818
WIA Dislocated Workers	17.260		530,000	142,682
Total U.S. Department of Labor			<u>2,280,000</u>	<u>957,500</u>
<u>National Foundation on the Arts and Humanities</u>				
Passed through programs:				
Passed through State:				
Institute of Museum & Library Services	45.312	IMLS-04-01	250,000	224,600
Total Corp. for National and Community Service			<u>250,000</u>	<u>224,600</u>
<u>U.S. Department of the Interior</u>				
Direct Programs:				
Distribution of Receipts to Local Govts	15.227	NAH02LV01	2,200,000	2,200,000
Distribution of Receipts to Local Govts	15.227	NAF04LV02	3,520,000	249,388
Distribution of Receipts to Local Govts	15.227	NAF04LV03	13,310,000	549,167
Distribution of Receipts to Local Govts	15.227	NAF04LV04	1,650,000	126,801
Distribution of Receipts to Local Govts	15.227	NAF04LV05	4,290,000	337,729
Distribution of Receipts to Local Govts	15.227	NAF04LV06	4,290,000	183,385
Distribution of Receipts to Local Govts	15.227	NAF04LV07	4,730,000	149,767
Distribution of Receipts to Local Govts	15.227	NAF05LV08	814,000	161,453
Distribution of Receipts to Local Govts	15.227	NAF04LV09	550,000	40,853
Distribution of Receipts to Local Govts	15.227	NAF04LV10	4,500,000	361,889
Distribution of Receipts to Local Govts	15.227	NAF04LV11	28,900,000	14,800
Distribution of Receipts to Local Govts	15.227	NAF04LV12	401,275	1,730
Subtotal U.S. Department of the Interior			<u>69,155,275</u>	<u>4,376,962</u>
Passed through State:				
Historic Preservation	15.904	32-04-19329	40,000	14,053
Total U.S. Department of Interior			<u>69,195,275</u>	<u>4,391,015</u>
<u>U.S. Department of Transportation</u>				
Passed through State:				
Scenic Byway	20.205	PR031-04-805	26,250	19,873
Total U.S. Department of Transportation			<u>26,250</u>	<u>19,873</u>

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (continued)
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

Federal Grantor / Pass-through Grantor / Program Title	Federal CFDA Number	Agency or Pass-through Number	Program or Award Amount	Federal Disbursements/ Expenditures
<u>National Endowment for the Arts</u>				
Direct Programs:				
Challenge Amercia	45.024	04-7800-1050	10,000	3,000
Total National Endowment for the Arts			<u>10,000</u>	<u>3,000</u>
<u>U.S. Environmental Protection Agency</u>				
Direct Programs:				
Water Infrastructure	66.606	XP-97966701	260,200	152,421
Total U.S. Environmental Protection Agency			<u>260,200</u>	<u>152,421</u>
<u>U.S. Department of Justice</u>				
Direct Programs:				
Executive Office for Weed and Seed	16.595	2001-WS-QX-0190	725,000	153,887
Executive Office for Weed and Seed	16.595	2004-WS-Q4-0171	225,000	224,307
State Criminal Alien Assistance Program	16.606	2005-AP-BX-0422	21,117	21,117
Communications Interoperability	16.580	2004-DD-BX-1452	395,750	37,823
Jail Management System (Offendertrak)	16.580	2004-DD-BX-1468	98,948	98,948
Subtotal U.S. Department of Justice			<u>1,465,815</u>	<u>536,082</u>
Passed through programs:				
Passed through State:				
Office of the Attorney General				
Violence Against Women Grant	16.588	2004-STOP-13	55,000	25,664
Violence Against Women Grant	16.588	2003-VAWG-04	55,246	5,262
Violence Against Women Grant	16.588	2004-STOP-02	45,000	45,000
Violence Against Women Grant	16.588	2003-VAWG-43	35,900	14,739
Violence Against Women Grant	16.588	2004-VAWG-43	23,000	23,000
Division of Child & Family Services				
Victims of Crime Act Grant	16.575	04-30-VOCA	138,000	24,071
Juvenile Justice and Delinquency Program	16.540	FFY04-11	11,865	11,865
Subtotal U.S. Department of Justice			<u>364,011</u>	<u>149,601</u>
Passed through Clark County:				
Non-Lethal Armament & Equipment	16.592	2003-LB-BX-1490	12,711	12,711
Total U.S. Department of Justice			<u>1,842,537</u>	<u>698,394</u>
Total Federal Assistance			<u>\$ 114,095,820</u>	<u>\$ 21,648,402</u>

See accompanying notes to schedule of expenditures of federal awards and independent auditor's report on compliance with requirements applicable to each major program and on internal control over compliance in accordance with Office of Management and Budget Circular A-133.

CITY OF LAS VEGAS, NEVADA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

(1) Reporting Entity

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

(2) Basis of Accounting

The accompanying schedule of expenditures of federal awards is not prepared on the accrual basis of accounting. Expenditures are recognized when they become a demand on current available financial resources. Encumbrances are used during the year for budgetary control purposes and lapse at fiscal year end.

(3) Relationship to Basic Financial Statements

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

Special Revenue Funds	\$ 21,648,402
-----------------------	---------------

(4) Subrecipient Expenditures

The total amount provided to subrecipients from each federal program for the fiscal year ended June 30, 2005 is listed below:

Community Development Block Grant (CFDA Number 14.218)	\$ 5,060,862
Emergency Shelter Grant (CFDA Number 14.231)	212,126
Housing Opportunities for Persons with Aids (CFDA Number 14.241)	577,876
EDI Special Project Grant (CFDA Number 14.246)	212,620
HOME Program (CFDA Number 14.239)	3,043,929
Total	\$ 9,107,413

(5) Economic Development Funds

The City received federal funding in a prior year from the U.S. Department of Commerce, Economic Development Administration (EDA), for the purposes of funding and operating a Revolving Loan Fund Program (CFDA Number 11.307). Resources are presented below:

Loan Receivable Balance June 30, 2005

Revolving Loan Fund Assets		\$ 284,302
Cash	\$ 135,427	
Interest Receivable	135,427	
Total Value of Revolving Loan Fund		\$ 419,729

CITY OF LAS VEGAS, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

(1) **Summary of Auditors' Results**

Financial Statements

- (a) Type of auditors' report issued on the basic financial statements: **Unqualified.**
- (b) Internal control over financial reporting:
 - 1. Material weakness identified: **None.**
 - 2. Reportable condition(s) identified that are not considered to be a material weakness:
None reported.
- (c) Instances of noncompliance which may be material to the basic financial statements. **None.**

Federal Awards

- (d) Internal control over major programs:
 - 1. Material weakness identified: **None.**
 - 2. Reportable condition(s) identified that are not considered to be a material weakness:
None reported.
- (e) Type of auditors' report issued on compliance for major programs: **Unqualified opinion.**
- (f) Any audit findings which are required to be reported under Section 510(a) of OMB Circular A-133:
Yes – see findings No. 05-01 and 05-02.
- (g) Major programs
 - U.S. Department of Homeland Security
 - Homeland Security – CFDA 97.004, 97.042, 97.053, and 97.067
 - U.S. Department of Housing and Urban Development
 - Community Development Block Grant – CFDA 14.218
- (h) Dollar threshold used to distinguish between Type A and Type B Programs: **\$649,452**
- (i) Auditee qualified as a low-risk auditee under Section 530 of OMB Circular A-133. **Yes**

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

None noted.

CITY OF LAS VEGAS, NEVADA
STATUS OF FINDINGS
FOR THE FISCAL YEAR ENDED JUNE 30, 2005

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

Finding No. 05-01

Program U.S. Department of Housing and Urban Development
Community Development Block Grant – CFDA 14.218

Condition: During our audit of the reporting requirements in accordance with OMB Circular A-133, we noted that the City did not comply with the Period of Availability of Federal Funds. Based upon timelines ratio data, the funding ratio of 1.89 as of May 2, 2005 exceeded the maximum allotted ratio of 1.5 se by HUD due to unanticipated delays for a housing project.

Criteria: The Period of Availability of Federal Funds compliance requirement in accordance with OMB Circular A-133 compliance Supplement requires that grant funds available to the City, but undisbursed by HUD, may not exceed 1.5 times their annual award by 4/30/05.

Effect: Noncompliance with the aforementioned Period of Availability requirement can impact the amount of funding received by the City from federal and state agencies.

Recommendation: We recommend that the City implement procedures to ensure that period of availability requirements do not exceed 1.5 times their annual award by 4/30.

Views of Responsible Officials and Planned Correction Action: The City acknowledges that the Period of Availability of Federal Funds was not met on the CDBG award. Spending was slowed by a delay in resolving funding issues for an affordable housing project. If not for the delay on this project, the 1.5 requirement would have been met. City staff has worked with HUD officials on this issue and are confident that the spending requirement will be met in future years.

(4) Findings Relating to Federal Awards - Prior Year:
None reported.

This page left blank intentionally

