

# Financial Section



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

Independent Auditor's Report

The Honorable Mayor,  
Members of the City Council and  
City Manager  
City of Henderson, Nevada

We have audited the accompanying general purpose financial statements of the City of Henderson, Nevada, as of and for the year ended June 30, 2001, as listed in the table of contents. These general purpose financial statements are the responsibility of the City of Henderson, Nevada's management. Our responsibility is to express an opinion on these general purpose financial statements based on our audit.

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

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the City of Henderson, Nevada as of June 30, 2001 and the results of its operations and the cash flows of its proprietary fund types 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 23, 2001 on our consideration of the City of Henderson, Nevada's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements of the City of Henderson, Nevada, taken as a whole. The combining, individual fund and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the City of Henderson, Nevada. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis, as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the general purpose financial statements of the City of Henderson, Nevada. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

The statistical section has been furnished to us and was not subjected to the auditing procedures applied in the audit of the general purpose financial statements. Accordingly, we do not express an opinion on the statistical section.

*Kafoury, Armstrong & Co.*

Reno, Nevada  
October 23, 2001

**General Purpose  
Financial Statements**

CITY OF HENDERSON, NEVADA

ALL FUND TYPES AND ACCOUNT GROUPS

COMBINED BALANCE SHEET  
JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)

ASSETS AND OTHER DEBITS	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-term Debt	2001	2000
ASSETS:											
Cash and investments	\$ 17,818,728	\$ 16,097,460	\$ 26,781,745	\$ 139,370,630	\$ 250,695,952	\$ 23,289,400	\$ 9,685,304	\$ -	\$ -	\$ 483,739,219	\$ 472,530,597
Receivables:											
Accounts	4,631,126	-	-	-	9,934,237	160,824	-	-	-	14,726,187	11,751,647
Special assessments	-	-	143,281,953	-	-	-	-	-	-	143,281,953	152,314,452
Interest	159,238	115,035	69,246	779,912	3,851,729	134,879	18,625	-	-	5,128,664	5,387,031
Property tax - delinquent	385,251	-	333,500	-	-	-	-	-	-	718,751	517,102
Notes	-	-	-	-	-	-	-	-	-	-	3,696
Due from other funds	735,071	-	-	-	-	-	-	-	-	735,071	832,448
Due from employees	243,066	-	-	-	-	-	-	-	-	243,066	444,484
Due from other governments	10,358,936	1,913,352	247,891	1,430,097	648,064	28,164	-	-	-	14,626,504	12,196,096
Land held for resale	-	6,180,782	-	-	-	-	-	-	-	6,180,782	5,781,852
Inventory-bulk fuel	-	-	-	-	-	15,336	-	-	-	15,336	15,336
Deposits	-	-	-	-	-	3,847	-	-	-	3,847	3,847
Restricted assets:											
Cash and investments	-	-	-	-	8,272,633	-	-	-	-	8,272,633	8,116,429
Banked water	-	-	-	-	5,698,507	-	-	-	-	5,698,507	5,152,186
Property, plant and equipment (net, where applicable, of accumulated depreciation)	-	-	-	-	376,137,093	12,230,971	-	260,039,539	-	648,407,603	579,889,574
Notes receivable (net of current portion)	-	-	-	558,113	10,000,000	-	-	-	-	10,558,113	10,558,113
Advances to other funds	-	-	-	-	7,500,000	173,466	-	-	-	7,673,466	10,750,566
OTHER DEBITS:											
Amount available in Debt Service Fund	-	-	-	-	-	-	-	-	27,095,507	27,095,507	31,552,395
Amount to be provided for retirement of general long-term debt	-	-	-	-	-	-	-	-	327,606,257	327,606,257	340,282,985
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>\$ 34,331,416</b>	<b>\$ 24,306,629</b>	<b>\$ 170,714,335</b>	<b>\$ 142,138,752</b>	<b>\$ 672,738,215</b>	<b>\$ 36,036,887</b>	<b>\$ 9,703,929</b>	<b>\$ 260,039,539</b>	<b>\$ 354,701,764</b>	<b>\$ 1,704,711,466</b>	<b>\$ 1,648,080,836</b>

(Continued)

CITY OF HENDERSON, NEVADA

ALL FUND TYPES AND ACCOUNT GROUPS

COMBINED BALANCE SHEET (Continued)  
 JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)

LIABILITIES, EQUITY, AND OTHER CREDITS	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Type	Account Groups		Totals (Memorandum only)	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-term Debt	2001	2000
LIABILITIES:											
Accounts payable and accrued wages	\$ 5,184,837	\$ 1,069,719	\$ 5,374	\$ 798,146	\$ 3,051,297	\$ 464,981	\$ -	\$ -	\$ -	\$ 10,574,354	\$ 12,257,907
Compensated absences payable	362,512	-	-	-	2,748,573	1,009,445	-	-	13,808,260	17,928,790	15,951,315
Claims and judgments payable	-	-	-	-	-	2,206,641	-	-	-	2,206,641	2,000,078
Construction contracts	109,452	-	-	2,246,677	669,256	-	-	-	-	3,025,385	3,756,502
Capital lease obligations - current	-	-	-	-	-	165,032	-	-	-	165,032	155,884
Matured bonds principal and interest	-	-	-	-	-	-	-	-	-	-	30,684
Deposits	3,140,797	5,000	-	32,225	-	-	-	-	-	3,178,022	1,882,143
Payable from restricted assets:											
Customer deposits	-	-	-	-	206,515	-	-	-	-	206,515	183,631
Construction deposits	-	-	-	-	202,145	-	-	-	-	202,145	203,204
Accrued bond interest	-	-	-	-	2,785,577	-	-	-	-	2,785,577	2,879,896
Current portion of bonds	-	-	-	-	8,909,711	-	-	-	-	8,909,711	8,313,007
Due to other governments	758,448	7,747	-	-	-	-	-	-	-	766,195	666,596
Due to other funds	-	53,407	-	681,664	-	-	-	-	-	735,071	832,448
Due to developers	-	-	-	-	-	-	7,079,450	-	-	7,079,450	5,730,426
Due to employees	-	-	-	-	-	-	38,824	-	-	38,824	38,706
Due to others	-	-	-	-	-	-	121,055	-	-	121,055	123,070
Advances from other funds	-	-	-	7,673,466	-	-	-	-	-	7,673,466	10,750,566
Provisional credits	-	-	-	-	354,368	-	-	-	-	354,368	378,837
General obligation bonds payable, net	-	-	-	-	171,589,695	-	-	-	171,495,000	343,084,695	357,370,668
Arbitrage rebate tax	-	-	-	519,092	-	-	-	-	841,578	1,360,670	519,092
Capital lease obligations	-	-	-	-	-	370,949	-	-	1,740,248	2,111,197	2,183,578
Special assessment bonds payable, with governmental commitment	-	-	-	-	-	-	-	-	144,615,000	144,615,000	156,255,000
Deferred revenues	303,837	-	143,279,954	571,880	-	-	-	-	-	144,155,671	153,182,438
Deferred revenues - property taxes	385,251	-	333,500	-	-	-	-	-	-	718,751	517,102
Notes payable	-	-	-	-	-	-	-	-	10,201,678	10,201,678	10,219,009
Landfill postclosure costs	-	-	-	-	-	-	-	-	12,000,000	12,000,000	12,000,000
Total liabilities	<u>10,245,134</u>	<u>1,135,873</u>	<u>143,618,828</u>	<u>12,523,150</u>	<u>190,517,137</u>	<u>4,217,048</u>	<u>7,239,329</u>	<u>-</u>	<u>354,701,764</u>	<u>724,198,263</u>	<u>758,381,787</u>
EQUITY AND OTHER CREDITS:											
Contributed capital	-	-	-	-	466,269,471	15,183,784	-	-	-	481,453,255	429,051,040
Investment in general fixed assets	-	-	-	-	-	-	-	260,039,539	-	260,039,539	221,873,491
Retained earnings:											
Unreserved	-	-	-	-	15,951,607	11,172,977	-	-	-	27,124,584	5,412,197
Reserved for future claims	-	-	-	-	-	5,463,078	-	-	-	5,463,078	5,945,790
Fund Balances:											
Reserved for encumbrances	2,891,491	-	-	-	-	-	-	-	-	2,891,491	2,837,634
Reserved for pool participants	-	-	-	-	-	-	621,454	-	-	621,454	699,502
Reserved for repairs	-	819,552	-	-	-	-	-	-	-	819,552	752,642
Reserved for debt service	-	-	27,095,507	-	-	-	-	-	-	27,095,507	31,552,395
Reserved for sinking fund	-	-	-	-	-	-	1,843,146	-	-	1,843,146	1,503,297
Reserved for land held for resale	-	6,180,782	-	-	-	-	-	-	-	6,180,782	5,781,852
Unreserved - undesignated	21,194,791	16,170,422	-	129,615,602	-	-	-	-	-	166,980,815	184,289,209
Total equity and other credits	<u>24,086,282</u>	<u>23,170,756</u>	<u>27,095,507</u>	<u>129,615,602</u>	<u>482,221,078</u>	<u>31,819,839</u>	<u>2,464,600</u>	<u>260,039,539</u>	<u>-</u>	<u>980,513,203</u>	<u>889,699,049</u>
TOTAL LIABILITIES, EQUITY AND OTHER CREDITS	<u>\$ 34,331,416</u>	<u>\$ 24,306,629</u>	<u>\$ 170,714,335</u>	<u>\$ 142,138,752</u>	<u>\$ 672,738,215</u>	<u>\$ 36,036,887</u>	<u>\$ 9,703,929</u>	<u>\$ 260,039,539</u>	<u>\$ 354,701,764</u>	<u>\$ 1,704,711,466</u>	<u>\$ 1,648,080,836</u>

See notes to financial statements.

# CITY OF HENDERSON, NEVADA

## ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND

### COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)

	Governmental Fund Types				Fiduciary Fund Type	Totals	
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	(Memorandum only)	
						2001	2000
REVENUES:							
Property taxes	\$ 17,286,070	\$ 1,594,561	\$ 14,786,377	\$ 459,681	\$ -	\$ 34,126,689	\$ 29,376,061
Franchise fees	15,799,641	-	-	-	-	15,799,641	12,195,108
Licenses and permits	4,798,572	-	-	-	-	4,798,572	6,811,159
Intergovernmental	56,491,542	3,823,268	-	7,033,086	-	67,347,896	60,920,367
Charges for services	15,553,012	-	-	-	-	15,553,012	12,602,220
Fines and forfeits	1,788,531	426,405	-	-	-	2,214,936	1,950,238
Developer contributions	-	-	-	393,055	99,892	492,947	811,767
Impact fees	-	-	-	1,585,260	-	1,585,260	2,231,063
Special assessments	-	-	7,368,844	-	-	7,368,844	8,897,444
Miscellaneous	3,566,015	1,361,909	12,419,985	10,513,901	140,057	28,001,867	23,779,483
Total revenues	115,283,383	7,206,143	34,575,206	19,984,983	239,949	177,289,664	159,574,910
EXPENDITURES:							
Current:							
General government	30,591,292	2,233,775	-	-	-	32,825,067	28,749,710
Judicial	2,663,526	-	-	-	-	2,663,526	2,377,881
Public safety	54,219,156	-	-	-	-	54,219,156	52,462,142
Highways and streets	6,741,962	-	-	-	-	6,741,962	5,093,490
Culture and recreation	20,067,759	-	-	-	-	20,067,759	16,324,343
Capital outlay	-	2,852,562	-	46,110,352	-	48,962,914	65,624,070
Debt service:							
Principal retirement	-	17,331	18,610,000	-	-	18,627,331	15,235,991
Interest and fiscal charges	-	12,669	20,165,328	-	-	20,177,997	18,585,084
Administrative and other costs	-	-	1,027,779	-	-	1,027,779	333,039
Advance refunding escrow	-	-	5,261,414	-	-	5,261,414	-
Total expenditures	114,283,695	5,116,337	45,064,521	46,110,352	-	210,574,905	204,785,750
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	999,688	2,089,806	(10,489,315)	(26,125,369)	239,949	(33,285,241)	(45,210,840)

(Continued)

**CITY OF HENDERSON, NEVADA**

**ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUND**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)**

	<u>Governmental Fund Types</u>				<u>Fiduciary</u>	<u>Totals</u>	
	<u>General</u>	<u>Special</u>	<u>Debt</u>	<u>Capital</u>	<u>Expendable</u>	<u>(Memorandum only)</u>	
						<u>Trust</u>	<u>2001</u>
OTHER FINANCING SOURCES (USES):							
Land sales	\$ -	\$ -	\$ -	\$ 7,357,532	\$ -	\$ 7,357,532	\$ 307,459
Proceeds from refunding of debt	-	-	23,980,000	-	-	23,980,000	-
Proceeds from issuance of debt	-	-	-	-	-	-	49,786,443
Proceeds from capital leases	573,611	-	-	-	-	573,611	387,871
Sale of fixed assets	-	-	-	-	-	-	1,995
Payment to refunded bond escrow agent	-	-	(21,937,212)	-	-	(21,937,212)	-
Operating transfers in	5,329,285	841,342	10,357,512	12,035,168	99,900	28,663,207	41,048,792
Operating transfers out	(6,486,153)	(132,078)	(6,367,873)	(13,271,529)	-	(26,257,633)	(28,738,959)
Total other financing sources (uses)	<u>(583,257)</u>	<u>709,264</u>	<u>6,032,427</u>	<u>6,121,171</u>	<u>99,900</u>	<u>12,379,505</u>	<u>62,793,601</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	416,431	2,799,070	(4,456,888)	(20,004,198)	339,849	(20,905,736)	17,582,761
FUND BALANCES, BEGINNING OF YEAR	<u>23,669,851</u>	<u>20,371,686</u>	<u>31,552,395</u>	<u>149,619,800</u>	<u>1,503,297</u>	<u>226,717,029</u>	<u>209,134,268</u>
FUND BALANCES, END OF YEAR	<u>\$ 24,086,282</u>	<u>\$ 23,170,756</u>	<u>\$ 27,095,507</u>	<u>\$ 129,615,602</u>	<u>\$ 1,843,146</u>	<u>\$ 205,811,293</u>	<u>\$ 226,717,029</u>

See notes to financial statements.

**CITY OF HENDERSON, NEVADA**

**GENERAL, SPECIAL REVENUE, DEBT SERVICE AND CAPITAL PROJECTS FUND TYPES**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2001**

	General Fund			Special Revenue Funds		
	Budget (GAAP Basis)	Actual	Variance	Budget (GAAP Basis)	Actual	Variance
REVENUES:						
Property taxes	\$ 16,916,232	\$ 17,286,070	\$ 369,838	\$ 1,690,728	\$ 1,594,561	\$ (96,167)
Franchise fees	14,315,369	15,799,641	1,484,272	-	-	-
Licenses and permits	4,570,024	4,798,572	228,548	-	-	-
Intergovernmental	57,092,661	56,491,542	(601,119)	3,440,025	3,823,268	383,243
Charges for services	14,801,367	15,553,012	751,645	-	-	-
Fines and forfeits	1,799,596	1,788,531	(11,065)	306,050	426,405	120,355
Miscellaneous	2,052,640	3,566,015	1,513,375	544,040	1,361,909	817,869
Total revenues	<u>111,547,889</u>	<u>115,283,383</u>	<u>3,735,494</u>	<u>5,980,843</u>	<u>7,206,143</u>	<u>1,225,300</u>
EXPENDITURES:						
Current:						
General government	36,972,928	30,591,292	6,381,636	2,175,815	2,233,775	(57,960)
Judicial	2,727,424	2,663,526	63,898	-	-	-
Public safety	56,989,526	54,219,156	2,770,370	-	-	-
Highways and streets	7,690,402	6,741,962	948,440	-	-	-
Culture and recreation	21,510,159	20,067,759	1,442,400	-	-	-
Capital outlay	-	-	-	8,661,974	2,852,562	5,809,412
Debt service:						
Principal retirement	-	-	-	30,000	17,331	12,669
Interest	-	-	-	1,890,000	12,669	1,877,331
Total expenditures	<u>125,890,439</u>	<u>114,283,695</u>	<u>11,606,744</u>	<u>12,757,789</u>	<u>5,116,337</u>	<u>7,641,452</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(14,342,550)</u>	<u>999,688</u>	<u>15,342,238</u>	<u>(6,776,946)</u>	<u>2,089,806</u>	<u>8,866,752</u>
OTHER FINANCING SOURCES (USES):						
Proceeds from capital leases	573,611	573,611	-	-	-	-
Operating transfers in	5,323,755	5,329,285	5,530	150,000	841,342	691,342
Operating transfers out	<u>(6,014,295)</u>	<u>(6,486,153)</u>	<u>(471,858)</u>	<u>(75,000)</u>	<u>(132,078)</u>	<u>(57,078)</u>
Total other financing sources (uses)	<u>(116,929)</u>	<u>(583,257)</u>	<u>(466,328)</u>	<u>75,000</u>	<u>709,264</u>	<u>634,264</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(14,459,479)</u>	<u>416,431</u>	<u>14,875,910</u>	<u>(6,701,946)</u>	<u>2,799,070</u>	<u>9,501,016</u>
FUND BALANCES, BEGINNING OF YEAR	<u>23,669,851</u>	<u>23,669,851</u>	<u>-</u>	<u>20,371,686</u>	<u>20,371,686</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 9,210,372</u>	<u>\$ 24,086,282</u>	<u>\$ 14,875,910</u>	<u>\$ 13,669,740</u>	<u>\$ 23,170,756</u>	<u>\$ 9,501,016</u>

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**CITY OF HENDERSON, NEVADA**

**GENERAL, SPECIAL REVENUE, DEBT SERVICE AND CAPITAL PROJECTS FUND TYPES**

**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -  
BUDGET AND ACTUAL (CONTINUED)  
FOR THE YEAR ENDED JUNE 30, 2001**

	Debt Service Funds			Capital Projects Funds		
	Budget (GAAP Basis)	Actual	Variance	Budget (GAAP Basis)	Actual	Variance
REVENUES:						
Property taxes	\$ 14,618,144	\$ 14,786,377	\$ 168,233	\$ 400,000	\$ 459,681	\$ 59,681
Intergovernmental	-	-	-	11,269,569	7,033,086	(4,236,483)
Developer contributions	-	-	-	458,653	393,055	(65,598)
Impact fees	-	-	-	2,897,392	1,585,260	(1,312,132)
Special assessments	5,916,521	7,368,844	1,452,323	-	-	-
Miscellaneous	11,913,032	12,419,985	506,953	7,284,208	10,513,901	3,229,693
Total revenues	<u>32,447,697</u>	<u>34,575,206</u>	<u>2,127,509</u>	<u>22,309,822</u>	<u>19,984,983</u>	<u>(2,324,839)</u>
EXPENDITURES:						
Capital outlay	-	-	-	103,424,863	46,110,352	57,314,511
Debt service:						
Principal retirement	18,610,000	18,610,000	-	-	-	-
Interest and fiscal charges	20,194,338	20,165,328	29,010	-	-	-
Administrative and other costs	1,047,000	1,027,779	19,221	-	-	-
Advance refunding escrow	-	5,261,414	(5,261,414)	-	-	-
Total expenditures	<u>39,851,338</u>	<u>45,064,521</u>	<u>(5,213,183)</u>	<u>103,424,863</u>	<u>46,110,352</u>	<u>57,314,511</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(7,403,641)</u>	<u>(10,489,315)</u>	<u>(3,085,674)</u>	<u>(81,115,041)</u>	<u>(26,125,369)</u>	<u>54,989,672</u>
OTHER FINANCING SOURCES (USES):						
Land sales	-	-	-	11,950,000	7,357,532	(4,592,468)
Proceeds from refunding of debt	-	23,980,000	23,980,000	-	-	-
Payment to refunded bond escrow agent	-	(21,937,212)	(21,937,212)	-	-	-
Operating transfers in	10,347,118	10,357,512	10,394	12,152,066	12,035,168	(116,898)
Operating transfers out	(6,279,821)	(6,367,873)	(88,052)	(13,004,118)	(13,271,529)	(267,411)
Total other financing sources	<u>4,067,297</u>	<u>6,032,427</u>	<u>1,965,130</u>	<u>11,097,948</u>	<u>6,121,171</u>	<u>(4,976,777)</u>
DEFICIENCY OF REVENUES AND OTHER FINANCING SOURCES UNDER EXPENDITURES	<u>(3,336,344)</u>	<u>(4,456,888)</u>	<u>(1,120,544)</u>	<u>(70,017,093)</u>	<u>(20,004,198)</u>	<u>50,012,895</u>
FUND BALANCES, BEGINNING OF YEAR	<u>31,552,395</u>	<u>31,552,395</u>	<u>-</u>	<u>149,619,800</u>	<u>149,619,800</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 28,216,051</u>	<u>\$ 27,095,507</u>	<u>\$ (1,120,544)</u>	<u>\$ 79,602,707</u>	<u>\$ 129,615,602</u>	<u>\$ 50,012,895</u>

See notes to financial statements.

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**CITY OF HENDERSON, NEVADA**

**ALL PROPRIETARY FUND TYPES**

**COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)  
FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)**

	Enterprise	Internal Service	Totals (Memorandum only)	
			2001	2000
OPERATING REVENUES:				
Utility fees	\$ 54,652,903	\$ -	\$ 54,652,903	\$ 47,744,374
Connection fees	2,197,544	-	2,197,544	877,479
Developer contributions	387,814	-	387,814	-
Late charges	923,482	-	923,482	592,384
Rental fees	244,894	-	244,894	266,441
Licenses - gaming	465,547	-	465,547	432,587
Room tax	813,899	-	813,899	552,837
Licenses and permits	6,369,094	-	6,369,094	2,866,685
Charges for services	5,854,018	15,220,455	21,074,473	17,089,770
Miscellaneous	1,198,121	-	1,198,121	408,501
Total operating revenues	<u>73,107,316</u>	<u>15,220,455</u>	<u>88,327,771</u>	<u>70,831,058</u>
OPERATING EXPENSES:				
Salaries, wages and benefits	21,038,532	4,371,970	25,410,502	21,425,532
Water purchases	11,788,811	-	11,788,811	10,085,766
Services and supplies	19,338,040	4,047,590	23,385,630	18,402,832
Claims	-	4,883,598	4,883,598	4,341,893
Legal fees	-	55,872	55,872	129,029
Depreciation	11,763,927	3,103,379	14,867,306	12,197,190
Total operating expenses	<u>63,929,310</u>	<u>16,462,409</u>	<u>80,391,719</u>	<u>66,582,242</u>
OPERATING INCOME (LOSS)	<u>9,178,006</u>	<u>(1,241,954)</u>	<u>7,936,052</u>	<u>4,248,816</u>
NONOPERATING REVENUES (EXPENSES):				
Interest revenue	20,714,011	1,582,527	22,296,538	14,357,597
Interest expense	(7,673,932)	(32,946)	(7,706,878)	(9,448,399)
Miscellaneous	316,338	262,299	578,637	832,164
Bond premium amortization	109,680	-	109,680	-
Gain on the disposition of assets	-	104,553	104,553	89,658
Total nonoperating revenues	<u>13,466,097</u>	<u>1,916,433</u>	<u>15,382,530</u>	<u>5,831,020</u>
INCOME BEFORE OPERATING TRANSFERS	<u>22,644,103</u>	<u>674,479</u>	<u>23,318,582</u>	<u>10,079,836</u>
OPERATING TRANSFERS:				
Operating transfers in	2,106,983	2,100,000	4,206,983	-
Operating transfers out	(6,529,000)	(83,557)	(6,612,557)	(12,309,833)
Total operating transfers	<u>(4,422,017)</u>	<u>2,016,443</u>	<u>(2,405,574)</u>	<u>(12,309,833)</u>
NET INCOME (LOSS)	<u>18,222,086</u>	<u>2,690,922</u>	<u>20,913,008</u>	<u>(2,229,997)</u>
CURRENT YEAR'S DEPRECIATION OF FEDERAL GRANTS TRANSFERRED TO CONTRIBUTED CAPITAL	316,667	-	316,667	316,676
RETAINED EARNINGS (DEFICIT), BEGINNING OF YEAR	<u>(2,587,146)</u>	<u>13,945,133</u>	<u>11,357,987</u>	<u>13,271,308</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 15,951,607</u>	<u>\$ 16,636,055</u>	<u>\$ 32,587,662</u>	<u>\$ 11,357,987</u>

See notes to financial statements.

CITY OF HENDERSON, NEVADA

ALL PROPRIETARY FUND TYPES

COMBINED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)

	Enterprise	Internal Service	Totals (Memorandum only)	
			2001	2000
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers and users	\$ 70,367,275	\$ 190,537	\$ 70,557,812	\$ 57,411,244
Cash received from quasi-external operating transactions	3,020,000	15,038,867	18,058,867	12,929,129
Cash from other sources	426,018	253,997	680,015	724,943
Cash payments to suppliers for goods and services	(37,462,525)	(9,811,174)	(47,273,699)	(39,051,434)
Cash payments to employees for services	(16,354,741)	(3,494,863)	(19,849,604)	(16,191,937)
Net cash provided by operating activities	<u>19,996,027</u>	<u>2,177,364</u>	<u>22,173,391</u>	<u>15,821,945</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Operating transfers in	2,106,983	2,100,000	4,206,983	-
Operating transfers out	(6,529,000)	(83,557)	(6,612,557)	(12,309,833)
Advances to other funds	-	57,100	57,100	51,093
Net cash provided by (used for) noncapital financing activities	<u>(4,422,017)</u>	<u>2,073,543</u>	<u>(2,348,474)</u>	<u>(12,258,740)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition of banked water	(546,321)	-	(546,321)	(723,842)
Acquisition and construction of fixed assets	(18,567,672)	(1,983,257)	(20,550,929)	(26,690,866)
Principal payments on bonds and lease obligations	(8,313,009)	(155,883)	(8,468,892)	(8,055,603)
Interest paid on bonds and leases	(6,579,029)	(39,462)	(6,618,491)	(7,887,064)
Decrease in provisional credits	-	-	-	(2,151)
Proceeds from sale of fixed assets	-	134,211	134,211	333,319
Capital contributions	28,063,088	-	28,063,088	21,140,004
Proceeds from issuance of debt	2,044,518	-	2,044,518	-
Net cash used for capital and related financing activities	<u>(3,898,425)</u>	<u>(2,044,391)</u>	<u>(5,942,816)</u>	<u>(21,886,203)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest on investments	<u>21,177,049</u>	<u>1,740,618</u>	<u>22,917,667</u>	<u>12,133,566</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	32,852,634	3,947,134	36,799,768	(6,189,432)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>226,115,951</u>	<u>19,342,266</u>	<u>245,458,217</u>	<u>251,647,649</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 258,968,585</u>	<u>\$ 23,289,400</u>	<u>\$ 282,257,985</u>	<u>\$ 245,458,217</u>

(Continued)

CITY OF HENDERSON, NEVADA

ALL PROPRIETARY FUND TYPES

COMBINED STATEMENT OF CASH FLOWS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)

	Enterprise	Internal Service	Totals (Memorandum only)	
			<u>2001</u>	<u>2000</u>
RECONCILIATION OF OPERATING INCOME (LOSS)				
TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ 9,178,006	\$ (1,241,954)	\$ 7,936,052	\$ 4,248,816
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation expense	11,763,927	3,103,379	14,867,306	12,197,190
Miscellaneous revenues	426,018	262,299	688,317	832,164
(Increase) decrease in accounts receivable	(2,091,977)	25,000	(2,066,977)	(647,489)
Decrease in notes receivable	-	3,696	3,696	7,042
(Increase) in deposits	-	-	-	(317)
Decrease in due from other funds	3,020,000	-	3,020,000	-
(Increase) decrease in due from other governments	(648,064)	74,134	(573,930)	2,004
Increase in deposits payable	510	-	510	100
Decrease in accounts payable and accrued wages	(1,599,347)	(108,102)	(1,707,449)	(2,907,247)
Increase (decrease) in compensated absences payable	(74,361)	(147,651)	(222,012)	1,078,573
Increase in claims and judgments payable	-	206,563	206,563	1,018,981
Increase (decrease) in amounts payable from restricted accounts	21,315	-	21,315	(7,872)
Total adjustments	<u>10,818,021</u>	<u>3,419,318</u>	<u>14,237,339</u>	<u>11,573,129</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 19,996,027</u>	<u>\$ 2,177,364</u>	<u>\$ 22,173,391</u>	<u>\$ 15,821,945</u>

NONCASH TRANSACTIONS AFFECTING FINANCIAL POSITION:

- The Water Fund received contributions of fixed assets totaling \$8,399,485 and \$8,602,311 for the years ended June 30, 2001 and 2000, respectively.
- The Sewer Fund received contributions of fixed assets totaling \$14,661,953 and \$8,993,987 for the years ended June 30, 2001 and 2000, respectively.
- The Development Services Fund received contributions of fixed assets totaling \$8,040 for the year ended June 30, 2001.
- The Engineering Fund received contributions of fixed assets from other funds totaling \$13,904 for the year ended June 30, 2001.
- The Engineering Fund acquired fixed assets in the amount of \$36,093 through capital leases for the year ended June 30, 2000.
- The City Shop Fund received contributions of fixed assets from other funds totaling \$1,255,745 and \$2,651,653 for the years ended June 30, 2001 and 2000, respectively.
- The City Shop Fund acquired fixed assets in the amount of \$459,852 through capital leases for the year ended June 30, 2000.

See notes to financial statements.

# CITY OF HENDERSON, NEVADA

## INVESTMENT TRUST FUND COMBINED STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED JUNE 30, 2001  
(WITH COMPARATIVE AMOUNTS FOR THE YEAR ENDED JUNE 30, 2000)

	<u>2001</u>	<u>2000</u>
Net decrease in net assets resulting from operations:		
Investment income	\$ 39,564	\$ 215,814
Net increase in fair value of investments	3,394	25,590
Capital share transactions	<u>(121,006)</u>	<u>(3,836,038)</u>
Total decrease	(78,048)	(3,594,634)
Net assets, beginning of year	<u>699,502</u>	<u>4,294,136</u>
Net assets, end of year	<u>\$ 621,454</u>	<u>\$ 699,502</u>

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS FOR THE YEAR ENDED JUNE 30, 2001

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### A. The Reporting Entity

The City of Henderson, Nevada (the "City") was originally incorporated in 1953. It is governed by an elected mayor and four council members. The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. As required by GAAP, these financial statements present all the fund types and account groups of the City and its component unit. Blended component units, although legally separate entities, are in substance, part of the City's operations and, therefore, data from these units are combined with data of the primary government.

In evaluating how to define the financial reporting entity, management considered all potential component units using standards prescribed under GASB Statement No. 14 "The Financial Reporting Entity". Component units would include any legally separate organizations for which the City Council is financially accountable. Financial accountability would result where the City Council appoints a voting majority of the organization's governing body and (1) is able to impose its will on that organization or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on the City. Financial accountability may also result where an organization is fiscally dependent on the City. Based on these criteria, no component units or other reportable organizations other than the City of Henderson Redevelopment Agency were identified.

The City of Henderson Redevelopment Agency ("Agency") is a blended component unit and is governed by a five-member board composed of the four City Council members and the Mayor. The Agency was set up in fiscal year 1996 as a separate and distinct legal entity to provide a diversified and strengthened economy in the central area of the City. For financial reporting purposes, the Agency is reported as if it were part of the City's operations, as a special revenue fund, since it operates within an established area in the City and its sole purpose is to plan and finance revitalization projects in the City's central area. Financial statements of the Agency can be obtained from the City of Henderson Finance Department, 240 Water Street, Henderson, Nevada 89015.

#### B. Measurement Focus, Basis of Accounting and Basis of Presentation

The accounts of the City are organized and operated on the basis of funds and account groups. A fund is an independent fiscal and accounting entity with a self-balancing set of accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions. Account groups are a reporting device used to account for certain assets and liabilities of the governmental funds not recorded directly in those funds.

The following fund types and account groups are used by the City:

**Governmental Funds** - are used to account for the City's general government activities. Governmental Fund types use the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are "measurable and available"). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The City considers revenues available if they are collected within 60 days after year-end. Expenditures are recorded when the related fund liabilities are incurred, except for unmatured interest on general long-term debt which is recognized when due, and certain compensated absences and claims and judgements which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### B. Measurement Focus, Basis of Accounting and Basis of Presentation (continued)

##### Governmental Funds (continued)

The major revenues susceptible to accrual are property taxes, special assessments, sales taxes, consolidated tax revenue (sales taxes, cigarette taxes, motor vehicle privilege taxes, liquor taxes), gaming taxes, gasoline taxes and interest revenue. Licenses and permits, franchise fees, charges for services and fines and forfeits are not susceptible to accrual because generally they are not measurable until received in cash.

Property tax revenue is recognized in the fiscal year in which the taxes become due to the extent they are collected during the fiscal year or soon enough thereafter that they can be used to finance current period expenditures (no later than 60 days after year-end).

The City reports deferred revenue on its combined, combining and individual fund balance sheets. Deferred revenues arise when a potential revenue does not meet both the measurable and available criteria for recognition in the current period. Deferred revenues also arise when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the government has a legal claim to the resources, the liability for deferred revenue is removed from the balance sheet and revenue is recognized.

**Governmental Funds** include the following fund types:

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

The **special revenue funds** account for revenue sources that are legally restricted to expenditure for specific purposes (not including expendable trusts or major capital projects).

The **debt service funds** account for the servicing of general long-term debt not being financed by proprietary funds.

The **capital projects funds** account for the acquisition of fixed assets or construction of major capital projects not being financed by proprietary funds.

**Proprietary Funds** are accounted for on the flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. In accordance with GASB Statement No. 20 "Accounting and Financial Reporting for Proprietary Funds and other Governmental Entities That Use Proprietary Fund Accounting", the City applies all applicable FASB pronouncements issued on or before November 30, 1989 unless those pronouncements conflict with or contradict GASB pronouncements. The City has elected not to apply FASB pronouncements issued after November 30, 1989.

**Proprietary Funds** include the following fund types:

**Enterprise funds** are used to account for those operations that are financed and operated in a manner similar to private business or where the City Council has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

**Internal service funds** account for operations that provide services to other departments or agencies of the government, or to other governments, on a cost-reimbursement basis.

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### B. Measurement Focus, Basis of Accounting and Basis of Presentation (continued)

**Fiduciary Funds** account for assets held by the City in a trustee capacity or as an agent on behalf of others. The trust funds account for assets held by the City under the terms of a formal trust agreement.

The **expendable trust fund** is accounted for in essentially the same manner as the governmental fund types, using the same measurement focus and basis of accounting. Expendable trust funds account for assets where both the principal and interest may be spent.

The **investment trust fund** is accounted for in essentially the same manner as proprietary fund types, using the full accrual basis of accounting. This fund is used to account for assets of governmental external investment pools.

**Agency funds** are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. These funds are used to account for assets that the City holds for others in an agency capacity.

**Account Groups.** The **General Fixed Assets Account Group** is used to account for fixed assets not accounted for in proprietary or trust funds. The **General Long-Term Debt Account Group** is used to account for general long-term debt and certain other liabilities that are not specific liabilities of proprietary or trust funds.

#### C. Assets, Liabilities and Equity

##### 1. Cash and Investments

The City pools cash resources of its various funds in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balances in the pooled cash accounts are available to meet current operating requirements.

Cash and cash equivalents include currency on hand, demand deposits with banks and other highly liquid investments with original maturities of three months or less, from the date of acquisition, which are readily convertible to cash.

State statutes authorize the City to invest in obligations of the U.S. Treasury, certain farm loan bonds, certain securities issued by Nevada local governments, repurchase agreements, bankers acceptances, commercial paper, negotiable certificates of deposit and money market mutual funds. All investments are stated at fair value.

##### 2. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivable / payable" (i.e., the 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."

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### C. Assets, Liabilities and Equity (continued)

##### 3. Property Taxes

The Clark County Assessor assesses all real and personal property by December 31 of each year. The County Treasurer bills and collects the City's share of property taxes. The County Treasurer remits, on a monthly basis, current and delinquent property tax collections to the City.

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<sup>st</sup>, which provides for the allowable tax rate for the next fiscal year. The Nevada Tax Commission must certify all tax rates on June 25<sup>th</sup>, the levy date, and property is lienied on July 1<sup>st</sup>. Taxes on real property are due on the third Monday in August of each year and may be paid in quarterly installments on or before the third Monday in August, and the first Mondays in October, January, and March. In the event of nonpayment, the County Treasurer is authorized to hold the property for two years, subject to redemption upon payment of taxes, penalties and costs, together with interest at the rate of 15 percent per year from the date the taxes were due, if four or more installments were delinquent, until paid. If delinquent taxes are not paid within the two-year redemption period, the County Treasurer obtains a deed to the property free of all encumbrances. Upon receipt of a deed, the County Treasurer may sell the property to satisfy the tax lien and assessments by local governments for improvements to the property.

##### 4. Restricted Assets

Bond covenants of the City's Water and Sewer Enterprise Funds require portions of the debt proceeds, as well as other resources, to be set aside for various purposes. These amounts are reported as restricted assets.

##### 5. Property, Plant, & Equipment

Property, plant and equipment purchased in all funds, except for the Proprietary Funds, are recorded as expenditures at the time of purchase and the related assets are reported in the General Fixed Assets Account Group. All purchased fixed assets are valued at historical cost. Donated assets are recorded at their estimated fair market value on the date donated. Public domain (infrastructure) general fixed assets, consisting of improvements such as bridges, curbs and gutters, streets and sidewalks are not capitalized in the General Fixed Assets Account Group. No depreciation has been provided on the general fixed assets. Construction period interest is not capitalized in the General Fixed Asset Account Group and is shown as interest costs in the Debt Service Fund.

Property, plant and equipment of the Proprietary Funds are recorded at cost including capitalized interest incurred during the construction phase on debt financed projects. Assets contributed from the General Fixed Assets Account Group or from other Proprietary Funds are recorded at their net book value but not to exceed their estimated fair market value on the date of contribution. Assets donated from individuals or other sources are also recorded at their estimated fair market value on the date donated. Depreciation is computed using the straight-line method for all assets over the estimated useful lives of the assets, which are:

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### C. Assets, Liabilities and Equity (continued)

##### 5. Property, Plant & Equipment (continued)

<u>Assets</u>	<u>Life</u>
Buildings	20 to 50 years
Improvements other than buildings	5 to 15 years
Machinery	5 to 10 years
Vehicles	3 to 10 years

##### 6. Banked Water

During 1994, the City entered into a Cooperative Agreement ("Edison Contract") to recharge underground storage aquifers among Southern Nevada Municipal Water Purveyors, (the "Purveyors"). The Purveyors desire to create an arrangement intended to allow each Purveyor, if it so chooses, to have stored for its account in the Las Vegas Valley groundwater basin by July 1, 2006 approximately the total quantity of water that the Purveyor will be obligated to make available to Southern California Edison Company from July 2, 2006 through July 1, 2026 pursuant to the Edison Contract. The City believes this program will provide an economical source of future supply for customers. The City believes the inventory method of accounting for recharged water will match the water cost with future revenues related thereto.

##### 7. Compensated Absences

It is the City's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. Vested or accumulated vacation leave and sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Amounts of vested or accumulated vacation leave and sick leave that are not expected to be liquidated with expendable available financial resources are reported in the General Long-Term Debt Account Group. No expenditure is reported for these amounts. 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.

##### 8. Provisional Credits (Enterprise Fund)

The City has entered into refunding agreements whereby developers construct water and sewage transmission lines from their property to existing City lines at the expense of the developers. The developers are to be reimbursed by the City from the collection of connection fees or user charges. These agreements are principally for the term of ten years with all liability canceled either by reimbursement to the developers from subsequent connection fee assessments in the related areas or upon expiration of the term of the agreements.

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

#### C. Assets, Liabilities and Equity (continued)

##### 9. Long-Term Debt

The City records long-term debt of governmental funds in the General Long-Term Debt Account Group. Other governmental fund obligations not expected to be financed with current available financial resources are also recorded in the General Long-Term Debt Account Group. Long-term debt and other obligations financed by proprietary funds are recorded as liabilities in the appropriate funds.

For governmental fund types, bond premiums and discounts, as well as issuance costs, are recognized during the current period. Bond proceeds are reported as an other financing source net of the applicable premium or discount. Issuance costs, even if withheld from the actual net proceeds received are reported as debt service expenditures. For proprietary fund types, bond premiums and discounts as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. For current and advance refundings resulting in defeasance of debt, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are reported as deferred charges.

##### 10. Fund Equity

Reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. The proprietary funds' contributed capital represents equity acquired through capital grants and capital contributions from developers, customers, or other funds.

##### 11. Memorandum Only-Total Columns

Total columns on the general purpose financial statements are captioned as "memorandum only" because they do not represent consolidated financial information and are presented only to facilitate financial analysis. The columns do not present information that reflects financial position, results of operations, or cash flows in accordance with generally accepted accounting principles. Interfund eliminations have not been made in the aggregation of this data.

##### 12. Comparative Data and Reclassifications

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of the changes in the City's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

### II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### A. Budgetary Information

Annual budgets are legally adopted for all funds except the Investment Trust and Agency Funds and use a basis of accounting consistent with generally accepted accounting principles. Encumbrance accounting is employed as an extension of formal budget integration in the governmental fund types. Encumbrances are commitments to unperformed (executory) contracts for goods and services such as open purchase orders. They are not expenditures or liabilities, but represent the estimated amount of expenditures ultimately to result if unperformed contracts in process are completed. While all appropriations lapse at fiscal year end, outstanding encumbrances (reported as a reservation of fund balance) are customarily reauthorized in the subsequent year.

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### II. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (continued)

#### A. Budgetary Information (continued)

Prior to April 15, the Finance Director submits a tentative budget for the ensuing fiscal year to the City Council, the Nevada State Department of Taxation and the Citizens via public hearings. The Nevada Department of Taxation notifies the City Council of whether or not the budget is in compliance with the law and appropriate regulations. Public hearings, at which all changes made to the tentative budget are indicated, are conducted on the third Tuesday in May. The City Council adopts the budget prior to June 1 and submits it to the Department of Taxation for final approval. The revenue classifications and expenditure functions shown in the financial statements are those prescribed by the Nevada Department of Taxation.

All revisions to the adopted budget are made a matter of public record by actions of the City Council. Per Nevada law, the City Manager is authorized to transfer budgeted amounts within functions (General Fund) or funds if the City Council is notified at the next regular meeting and the action is noted in the official minutes. Revisions which affect the total fund appropriations or transfers between funds are accomplished through formal City Council approval. Various supplemental appropriations were approved for the year to reflect necessary changes in spending and the corresponding additional resources available. The most significant change occurred in the Capital Projects Funds (\$70,019,955). Nevada Law requires budgetary control to be exercised at the function level or, with respect to proprietary funds, the total of operating and non-operating expenses.

#### B. Excess of Expenditures/Expenses Over Appropriations

Total expenditures/expenses exceeded those budgeted for the year in the following funds:

Special Assessment Districts Debt Service Fund	\$5,242,793
--	-------------

This condition is allowable for repayment of bonds and medium-term obligations under Nevada Revised Statutes 354.626.

Multipurpose Special Revenue Fund	\$ 180,086
Flood Control Capital Projects Fund	\$ 94
Special Ad Valorem Transportation Capital Projects Fund	\$ 59,681
Workmen's Compensation Self Insurance Internal Service Fund	\$ 185,676

The above are potential violations of Nevada Revised Statutes (NRS) 354.626 as further described in Nevada Administrative Code (NAC) 354.480

#### C. Deficit Fund Balances/Retained Earnings

As of June 30, 2001, the following funds had deficit fund balances/retained earnings:

Capital Projects Funds:	
Land Sales	\$ 4,941,559
Flood Control Fund	\$ 92,012

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### III. CASH AND INVESTMENTS

#### A. Deposits

State statutes govern the City's deposit policies. City monies must be deposited in insured banks and savings and loan associations. The City is authorized to use demand accounts, time accounts and certificates of deposit.

State statutes do not specifically require collateral for demand deposits, but do specify that collateral for time deposits may be of the same type as those described for permissible state investments. Permissible state investments include obligations of the U.S. Treasury, certain farm loan bonds, certain securities issued by Nevada local governments, repurchase agreements, bankers acceptances, commercial paper, negotiable certificates of deposit, and money market mutual funds. Allowable City investments are similar except that some state investments are longer term and include securities issued by municipalities outside of Nevada.

The City's agent, in the City's name, holds securities used as collateral to secure deposits. The depository bank submits monthly reports to the City indicating the type, the amount and the market value of the pledged securities. The City does not, however, have written custodial agreements with the trust bank for demand deposits.

The City invests monies both by individual fund and through pooling of monies. The pooling of monies, referred to as the external investment pool, is theoretically invested on the whole and not as a combination of monies from each fund belonging to the pool. In this manner, the City's Finance Director is able to invest the monies at a higher interest rate for a longer period of time. Interest revenue is apportioned monthly to each fund in the pool based on the average cash balance of the fund for the month.

At year-end, the carrying amount of the City's deposits was \$11,826,763 and the bank balance was \$12,329,506. Of the bank balance, \$400,000 was covered by Federal Depository Insurance, \$11,762,898 was covered by collateral held by the City's agent in the City's name, while \$166,608 was uncollateralized. Cash on hand at June 30, 2001 was \$14,069.

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**III. CASH AND INVESTMENTS (continued)**

**B. Investments**

State statutes authorize the City to invest in obligations of the U.S. Treasury and U.S. agencies having maturity dates that do not extend more than ten years from the date of purchase, the state treasurer's investment pool, negotiable notes or short-term negotiable bonds issued by other local governments of the State of Nevada, banker's acceptances not exceeding 180 days maturity and eligible by law for rediscount with the Federal Reserve Banks and commercial paper issued by a corporation organized and operating in the U.S. that is purchased from a registered broker-dealer, with a remaining term of less than 270 days rated "A-1", "P-1" or better (purchases of banker's acceptances or commercial paper may not exceed 20 percent of the money available for local government investment). The City's investments are categorized as either (1) insured or registered or securities held by the City or its agent in the City's name, (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the City's name or, (3) uninsured and unregistered for which the securities are held by the counterparty's trust department but not in the City's name as follows:

	Categories			Fair Value
	1	2	3	
U.S. Government Securities	\$230,158,457	\$ -	\$ -	\$230,158,457
Money Market Fund				176,896,162
Investment in Local Government Pooled Investment Fund				73,116,401
Total investments				\$480,171,020

The Local Government Pooled Investment Fund is an external investment pool administered by the Treasurer of the State of Nevada, with oversight provided by the Board of Finance. The fair value of the City's position in the pool is the same as the value of pool shares.

**C. External Investment Pool**

The City administers an external investment pool combining a portion of City of Henderson's money with voluntary investments from Henderson District Public Libraries. The City Council has overall responsibility for investment of City funds including the external investment pool in accordance with NRS 355.175. The City of Henderson chief investment official is the City's Finance Director under authority delegated by the City Council. The Finance Director may delegate investment responsibilities to finance department staff members. Monthly, Wells Fargo Bank, Charles Schwab Institutional, and the State of Nevada Local Government Pooled Investment Fund each determine the fair value of the pool's investments held by them. Each participant's share is equal to their original investment plus or minus monthly allocation of interest income, and realized and unrealized gains and losses. The City has not provided nor obtained any legally binding guarantees to support the value of shares.

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**III. CASH AND INVESTMENTS (continued)**

**C. External Investment Pool (continued)**

<u>Investment Type</u>	<u>Fair Value</u>	<u>Principal Amount/ Number of Shares</u>	<u>Interest Rate</u>	<u>Maturity Dates</u>
U.S. Government Securities	\$200,495,386	\$200,495,386	4.8% - 6.75%	July 2, 2001 – March 1, 2011
Money Market Fund	173,339	173,339	Variable	July 1, 2001
Local Government Pooled Investment Fund	<u>73,116,401</u>	73,116,401	Variable	July 1, 2001
Total Pooled Investments	<u>\$273,785,126</u>			

**External Investment Pool Condensed Financial Statements  
Statement of Net Assets  
June 30, 2001**

ASSETS:

Investments in securities:	
U.S. Government Agencies	\$200,495,386
Money Market Fund	173,339
Local Government Pooled Investment Fund	73,116,401
Interest receivable	<u>2,221,734</u>
 Total assets	 <u>\$276,006,860</u>

NET ASSETS HELD IN TRUST FOR POOL PARTICIPANTS:

Net assets consist of:	
Internal participant shares	\$275,385,406
External participant shares	<u>621,454</u>
 Total participant shares outstanding (\$1.00 par)	 <u>\$276,006,860</u>
 Price per share (\$276,006,860/276,006,860)	 <u>\$ 1.00</u>

**Statement of Changes in Net Assets  
For the Year Ended June 30, 2001**

Net decrease in net assets resulting from operations:	
Investment income	\$ 16,227,402
Net increase in fair value of investments	1,489,353
Capital share transactions	<u>35,612,895</u>
Total increase	53,329,650
Net assets, beginning of year	<u>222,677,210</u>
Net assets, end of year	<u>\$276,006,860</u>

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### IV. INTERFUND BALANCES

The composition of interfund balances as of June 30, 2001 is as follows:

#### Due to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund	Multipurpose – Special Revenue Fund	\$ 53,407
General Fund	HUD Proceeds - Capital Projects Fund	157,896
General Fund	Flood Control - Capital Projects Fund	58,662
General Fund	RTC/County Funded - Capital Projects Fund	465,106
		<u>\$735,071</u>

#### Advances to/from other funds:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Sewer Fund - Enterprise Fund	Land Sales Fund - Capital Projects Fund	\$7,500,000
Revolving Fund - Internal Service Fund	Special Assessment Districts - Capital Projects Fund	173,466
		<u>\$7,673,466</u>

### V. PROPERTY, PLANT AND EQUIPMENT

Changes in the General Fixed Assets during the year ended June 30, 2001, were as follows:

	<u>Balance July 1, 2000</u>	<u>Additions and Transfers in</u>	<u>Deletions and Transfers out</u>	<u>Completed Construction</u>	<u>Balance June 30, 2001</u>
Land	\$ 54,017,354	\$ 6,854,085	\$ 494,869	\$ -	\$ 60,376,570
Buildings	64,908,389	2,056,589	-	2,581,505	69,546,483
Improvements other than buildings	28,965,314	4,547,927	-	11,280,874	44,794,115
Machinery and equipment	22,359,385	3,996,007	392,685	71,737	26,034,444
Construction in progress	51,623,049	21,598,994	-	(13,934,116)	59,287,927
Total	<u>\$221,873,491</u>	<u>\$ 39,053,602</u>	<u>\$ 887,554</u>	<u>\$ -</u>	<u>\$260,039,539</u>

The following is a summary of proprietary fund type fixed assets for the City at June 30, 2001:

	<u>Enterprise</u>	<u>Internal Service</u>	<u>Total</u>
Land	\$ 4,386,756	\$ -	\$ 4,386,756
Buildings	13,704,618	753,377	14,457,995
Improvements other than buildings	421,601,025	401,054	422,002,079
Machinery and equipment	9,259,047	27,427,090	36,686,137
Construction in progress	13,206,884	-	13,206,884
Total	462,158,330	28,581,521	490,739,851
Less accumulated depreciation	(86,021,237)	(16,350,550)	(102,371,787)
Net property, plant and equipment	<u>\$ 376,137,093</u>	<u>\$ 12,230,971</u>	<u>\$ 388,368,064</u>

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### VI. LEASES

#### A. Capital Lease Obligations

The assets acquired through capital leases are as follows:

Asset	General Fixed Assets	Internal Service Funds
Machinery and equipment	\$ 1,118,969	\$ 2,371,995
Less accumulated depreciation	-	1,243,359
Total	\$ 1,118,969	\$ 1,128,636

The future minimum lease payments for the capital leases and the present value of net minimum lease payments at June 30, 2001, are summarized in the following table:

Year Ending June 30	General Long-Term Debt Account Group	Internal Service Funds
2002	\$ 507,343	\$ 195,344
2003	507,343	187,220
2004	507,343	118,956
2005	354,307	98,909
2006	141,698	-
Thereafter	81,038	-
Total minimum lease payments	2,099,072	600,429
Less amount representing interest	(358,824)	(64,448)
Present value of net minimum lease payments	\$ 1,740,248	\$ 535,981

### VII. LONG-TERM DEBT

#### A. Advance Refunding

In June 2001, the City issued \$23,980,000 in Local Improvement District Refunding Bonds Series T-10. These proceeds and \$5,261,414 of cash were placed in an irrevocable trust with an escrow agent for the purpose of generating resources for all future debt service payments of \$25,620,000 of refunded debt. As a result, the refunded bonds are considered to be defeased and the liability of those bonds has been removed from the General Long-Term Debt Account Group. This advance refunding was undertaken to reduce total debt service payments over the next 14 years by \$6,773,984 and resulted in an economic gain of \$2,884,508.

#### B. Prior Year Defeasance of Debt

In prior years, the City defeased certain general obligation bonds by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and liability for the defeased bonds are not included in the City's financial statements. At June 30, 2001, \$17,965,000 outstanding general obligation bonds are considered defeased.

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**VII. Long-Term Debt (continued)**

**C. Changes to Long-Term Debt**

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

	<u>Balance July 1, 2000</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2001</u>
General Long-Term Debt Account Group:				
General Obligation Bonds Payable:				
\$1,025,000 1989 Flood Control refunding bonds due in annual installments through February 1, 2005; interest varies between 6.5% and 6.8%	\$ 550,000	\$ -	\$ (95,000)	\$ 455,000
\$4,215,000 1989 Various Purpose refunding bonds due in annual installments through October 1, 2000; interest varies between 6.20% and 6.90%	435,000	-	(435,000)	-
\$1,310,000 1991 Public Building serial bonds due April 1, 2002; interest varies between 5.55% and 6.8%	85,000	-	-	85,000
\$14,690,000 1991 Public Building serial bonds due in annual installments through April 1, 2004; interest varies between 6.0% and 7.7%	3,225,000	-	(755,000)	2,470,000
\$10,750,000 1992 Refunding and Building serial bonds due in annual installments through November 1, 2006; interest varies between 4.375% and 5.5%	6,375,000	-	(850,000)	5,525,000
\$29,795,000 1993 Refunding and Park serial bonds due in annual installments through May 1, 2013; interest varies between 4.75% and 5.6%	20,660,000	-	(1,760,000)	18,900,000
\$10,250,000 1994 Building serial bonds due in annual installments through March 1, 2004; interest varies between 3.8% and 5.0%	5,970,000	-	(1,330,000)	4,640,000
\$14,550,000 1997 Building serial bonds due in annual installments through June 1, 2012; interest varies between 4.75% and 6.5%	13,995,000	-	(460,000)	13,535,000
\$10,530,000 1997 Refunding serial bonds due in annual installments through April 1, 2001; interest varies between 4.5% and 5.5%	10,290,000	-	(80,000)	10,210,000

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**VII. Long-Term Debt (continued)**

**C. Changes to Long-Term Debt (continued)**

	Balance July 1, 2000	Additions	Deletions	Balance June 30, 2001
General Long-Term Debt Account Group (continued):				
General Obligation Bonds Payable (continued):				
\$40,000,000 Parks and Recreation Bonds Series 1997A due in annual installments through June 1, 2017; interest varies between 4.875% and 6.25%	\$ 37,020,000	\$ -	\$ (1,355,000)	\$ 35,665,000
\$18,500,000 Building Bonds Series 1997B due in annual installments through June 1, 2007; interest varies between 4.0% and 5.5%	17,705,000	-	(1,020,000)	16,685,000
\$14,660,000 Parks and Recreation Bonds Series 1998B due in annual installments through June 1, 2016; interest varies between 4.50% and 6.0%	13,795,000	-	(470,000)	13,325,000
\$50,000,000 2000 Various Purpose Bonds due in annual installments through April 1, 2011; interest varies between 5.00% and 6.00%	50,000,000	-	-	50,000,000
Special Assessment Bonds Payable:				
\$7,000,000 1991 Improvement District T-2 bonds due in annual installments through August 1, 2011; interest at 9.50%	5,485,000	-	(1,930,000)	3,555,000
\$4,932,000 1992 Improvement District No. 818 bonds due in annual installments through April 1, 2002; interest varies between 6.0% and 7.0%	455,000	-	(325,000)	130,000
\$1,795,000 1993 Improvement District T-5 bonds due in annual installments through March 1, 2013; interest at 8.50%	1,445,000	-	(70,000)	1,375,000
\$14,840,000 1993 Improvement District T-6 bonds due in annual installments through November 1, 2013; interest varies between 4.5% and 7.25%	9,675,000	-	(590,000)	9,085,000
\$46,000,000 1994 Improvement District T-1 bonds due in annual installments through August 1, 2013; interest at 8.50%	21,970,000	-	(930,000)	21,040,000
\$30,000,000 1996 Improvement District T-10 bonds due in annual installments through August 1, 2015; interest varies between 4.25% and 7.5%	27,595,000	-	(27,595,000)	-

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**VII. Long-Term Debt (continued)**

**C. Changes to Long-Term Debt (continued)**

	Balance July 1, 2000	Additions	Deletions	Balance June 30, 2001
Special Assessment Bonds Payable (continued):				
\$50,000,000 1998 Improvement District T-12 Series A bonds due in annual installments through August 1, 2018; interest at 7.375%	\$ 49,590,000	\$ -	\$ (1,285,000)	\$ 48,305,000
\$18,760,000 1999 Improvement District T-4(C) Series A bonds due in annual installments through November 1, 2018; interest varies between 5.5% and 5.9%	18,705,000	-	(5,000)	18,700,000
\$19,540,000 1999 Improvement District T-4(R) Series A bonds due in annual installments through November 1, 2012; interest varies between 3.6% and 4.7%	16,475,000	-	(2,260,000)	14,215,000
\$5,540,000 1999 Improvement District T-4(R) Series B bonds due in annual installments through November 1, 2012; interest varies between 3.75% and 5.8%	4,860,000	-	(630,000)	4,230,000
\$21,845,000 2001 Improvement District T-10 Series A Refunding bonds due in annual installments through August 1, 2015; interest varies between 4% and 5%	-	21,845,000	-	21,845,000
\$2,135,000 2001 Improvement District T-10 Series B Refunding bonds due in annual installments through August 1, 2015; interest varies between 4.5% and 6.6%	-	2,135,000	-	2,135,000
Capital Lease Obligations:				
Capital lease payable to Emergency One in annual installments of \$112,046 including principal and interest through May 2005	457,085	-	(79,182)	377,903
Capital lease payable to Xerox Corporation in monthly installments of \$2,217 including principal and interest through May 2001	31,796	-	(31,796)	-
Capital lease payable to Xerox Corporation in monthly installments of \$905 including principal and interest through October 2002	19,721	-	(19,721)	-
Capital lease payable to the CIT Group in semi-annual installments of \$29,954 principal and interest through February 2005	235,693	-	(47,477)	188,216
Capital Lease payable to Xerox Corporation in monthly installments of \$2,152 including principal and interest through July 2003	76,372	-	(76,372)	-
Capital lease payable to Xerox Corporation in monthly installments of \$1,281 including principal and interest through July 2003	41,568	-	(41,568)	-

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**VII. Long-Term Debt (continued)**

**C. Changes to Long-Term Debt (continued)**

	Balance July 1, 2000	Additions	Deletions	Balance June 30, 2001
Capital Lease Obligations (continued):				
Capital lease payable to GTE Leasing Acceptance Corporation in annual installments of \$121,539 including principal and interest through April 2004	\$ 426,248	\$ -	\$ (98,198)	\$ 328,050
Capital lease payable to LaSalle Bank in semi-annual installments of \$33,155 including principal and interest through August 2006	359,115	-	(47,446)	311,669
Capital lease payable to Xerox Corporation in monthly installments of \$2,904 including principal and interest through December 2005	-	134,644	(7,440)	127,204
Capital lease payable to Xerox Corporation in monthly installments of \$1,645 including principal and interest through December 2005	-	76,247	(4,213)	72,034
Capital lease payable to Xerox Corporation in monthly installments of \$3,054 including principal and interest through January 2006	-	145,410	(7,702)	137,708
Capital lease payable to Xerox Corporation in monthly installments of \$2,568 including principal and interest through December 2005	-	122,294	(9,794)	112,500
Capital lease payable to Xerox Corporation in monthly installments of \$1,134 including principal and interest through November 2005	-	53,983	(5,064)	48,919
Capital lease payable to Xerox Corporation in monthly installments of \$862 including principal and interest through October 2005	-	41,033	(4,988)	36,045
Notes Payable:				
\$6,000,000 1998 Henderson Redevelopment Agency note payable; due June 1, 2002; interest rate at 6.5%	6,000,000	-	-	6,000,000
\$4,000,000 1999 Henderson Redevelopment Agency note payable; due May 1, 2003; interest rate at 6.0%	4,000,000	-	-	4,000,000
\$230,000 2000 Henderson Redevelopment Agency note payable in monthly payments of \$2,500 including principal and interest through November 2009	219,009	-	(17,331)	201,678
Arbitrage Payable	-	841,578	-	841,578
Compensated Absences Payable	11,608,773	2,199,487	-	13,808,260
Landfill Postclosure Costs	12,000,000	-	-	12,000,000
	<u>371,835,380</u>	<u>27,594,676</u>	<u>(44,728,292)</u>	<u>354,701,764</u>

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**VII. Long-Term Debt (continued)**

**C. Changes to Long-Term Debt (continued)**

	Balance July 1, 2000	Additions	Deletions	Balance June 30, 2001
Enterprise Fund:				
Bonds Payable:				
\$7,221,110 1991 Sewer serial bonds due in semi-annual installments through July 1, 2011; interest at 4.0%	\$ 5,391,739	\$ -	\$ (377,581)	\$ 5,014,158
\$12,300,000 1992 Sewer serial bonds due in semi-annual installments through January 1, 2012; interest at 4.0%	9,076,051	-	(572,189)	8,503,862
\$26,410,000 1993 Water serial bonds due in annual installments through December 1, 2004; interest varies between 4.25% and 6.375%	4,115,000	-	(805,000)	3,310,000
\$987,525 1993 Water serial bonds due every five years in installments through December 1, 2012; interest varies between 4.85% and 6.50% (interest is due at time principal is paid)	942,618	58,838	-	1,001,456
\$5,398,000 1993 Water Refunding bonds due in annual installments through June 1 2009; interest varies between 3.90% and 5.375%	3,572,000	-	(514,000)	3,058,000
\$8,097,000 1993 Sewer Refunding bonds due in annual installments through June 1, 2009; interest varies between 3.90% and 5.375%	5,358,000	-	(771,000)	4,587,000
\$12,410,431 1994 Sewer Revolving Fund Loan due in semi-annual installments through July 2014; interest rate at 4%	9,848,400	-	(512,829)	9,335,571
\$26,255,000 1994 Water Bonds due in annual installments through December 1, 2008; interest varies between 5.5% and 8.5%	10,845,000	-	(935,000)	9,910,000
\$5,645,000 1994 Sewer Bonds due in annual installments through December 1, 2008; interest varies between 5.5% and 8.5%	2,335,000	-	(200,000)	2,135,000
\$9,504,950 1995 Sewer Bonds due in semi-annual installments through July 1, 2015; interest rate at 3.825%	7,975,346	-	(385,410)	7,589,936
\$31,875,000 1997 Water Refunding bonds due in annual installments through September 1, 2017; interest varies between 3.7% and 6.5%	31,150,000	-	(105,000)	31,045,000
\$2,750,000 1997 Sewer Refunding bonds due in annual installments through September 1, 2014; interest varies between 3.7% and 6.5%	2,685,000	-	(10,000)	2,675,000

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**VII. Long-Term Debt (continued)**

**C. Changes to Long-Term Debt (continued)**

	Balance July 1, 2000	Additions	Deletions	Balance June 30, 2001
<b>Enterprise Fund (continued):</b>				
<b>Bonds Payable (continued):</b>				
\$95,000,000 1998 Water and Sewer bonds Series A due in annual installments through September 1, 2018; interest varies between 4.0% to 5.5%	\$ 91,990,000	\$ -	\$ (3,125,000)	\$ 88,865,000
\$5,500,000 2000 Water bonds due in annual installments through January 1, 2021; interest rate at 3.65%	-	2,044,518	-	2,044,518
Unamortized refunding loss	294,521	1,240,064	(109,680)	1,424,905
	185,578,675	3,343,420	(8,422,689)	180,499,406
<b>Internal Service Funds:</b>				
<b>Capital Lease Obligations:</b>				
Capital lease payable to Caterpillar Financial Services in quarterly payments of \$10,023 including principal and interest through August 2003	117,591	-	(33,789)	83,802
Capital lease payable to Caterpillar Financial Services in quarterly payments of \$10,023 including principal and interest through August 2003	117,591	-	(33,789)	83,802
Capital lease payable to Xerox Corporation in monthly payments of \$1,354 including principal and interest through December 2002	30,696	-	(11,505)	19,191
Capital lease payable to Elgin Sweeper Company in annual payments of \$98,909 including principal and interest through October 2004	425,986	-	(76,800)	349,186
	691,864	-	(155,883)	535,981
	558,105,919	30,938,096	(53,306,864)	535,737,151
<b>Less current portion:</b>				
<b>Proprietary Funds:</b>				
Bonds Payable	8,313,007	596,704	-	8,909,711
Capital Lease Payable	155,884	9,148	-	165,032
Total long-term debt	\$ 549,637,028	\$ 30,332,244	\$ (53,306,864)	\$ 526,662,408

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### VII. Long-Term Debt (continued)

#### D. Payment requirements for debt service

The annual requirements to pay principal and interest on all bonds, capital lease obligations, and notes payable outstanding are as follows:

Year Ending June 30	General Obligation Bonds	General Obligation Revenue Bonds	Capital Leases	Special Assessment Bonds	Notes Payable	Total
2002	\$ 18,788,316	\$ 17,645,681	\$ 702,686	\$ 13,356,695	\$ 7,590,000	\$ 58,083,378
2003	19,925,717	17,317,876	694,563	14,805,146	4,990,000	57,733,302
2004	20,435,270	17,321,754	626,297	14,886,841	30,000	53,300,162
2005	19,416,661	17,347,163	453,215	14,872,792	30,000	52,119,831
2006	19,264,263	17,360,568	141,696	14,949,899	30,000	51,746,426
Thereafter	148,942,021	177,586,235	81,038	161,327,829	100,000	488,037,123
Total	<u>\$246,772,248</u>	<u>\$264,579,277</u>	<u>\$ 2,699,495</u>	<u>\$234,199,202</u>	<u>\$12,770,000</u>	<u>\$761,020,222</u>

#### E. Special Assessment Bonds

Principal and interest are payable from the assessments levied in each district. With the exception of the Single Developer or "T" district series of local improvement bonds, the City is obligated to honor any deficiencies to the extent that lien foreclosures are insufficient to cover debt requirements. With the T-2, T-4c, T-4r, T-5, T-6, T-1, T-10, and T-12 districts, the City's commitment for the local improvement bonds is limited only to the initiation of foreclosure proceedings. District T-2 is also obligated to the extent that it has legally available surplus funds which it shall apply to the purchase of property in the assessment district that is not sold as a result of foreclosure proceedings.

### VIII. RETIREMENT PLAN

The City is a public employer participating in the Public Employees Retirement System of the State of Nevada (PERS), a cost sharing multiple-employer defined benefit plan administered by PERS. All full-time employees are covered under the system. In addition, those part-time employees working at least twenty hours per week are covered. The City has no liability for unfunded obligations of the system as provided by Nevada Revised Statute (NRS) 286.110.

Benefits, as required by statute, are determined by the number of years of accredited service at the time of retirement and the member's highest average compensation in any 36 consecutive months. Benefit payments to which participants may be entitled under the Plan include pension benefits, disability benefits and death benefits.

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### VIII. RETIREMENT PLAN (continued)

Monthly benefit allowances for regular members are computed at 2.5% of average compensation (36 consecutive months of highest compensation) for each accredited year of service prior to retirement with a ceiling of 75% of the average compensation. PERS offers several alternatives to the unmodified service retirement allowance which, in general, allows the retired employee to accept a reduced service retirement allowance payable monthly during his/her life and various optional monthly payments to a named beneficiary after his/her death. Regular members are eligible for retirement at age 65 with 5 years of service, age 60 with 10 years of service or any age with 30 years of service. Police and firemen are eligible for retirement at age 65 with 5 years of accredited police and fire service, age 55 with 10 years of accredited police and fire service, age 50 with 20 years of accredited police and fire service or at any age with 30 years of accredited police and fire service. A member who retired on or after July 1, 1977 or is an active member whose effective date of membership is before July 1, 1985 and who has 36 years of service is entitled to a benefit of up to 90% of his/her average compensation. When members are eligible for the earlier retirement due to the increased service years, the ceiling limitation on monthly benefit allowances increases from the normal 75% to a maximum of 90% of average compensation. Regular members and members of the Police and Firemen Fund become fully vested as to benefits upon completion of 5 years of service.

Member contribution rates are established by NRS 286.450, which requires adjustments on each odd numbered year based on the actuarially determined contribution rate indicated in the biennial actuarial valuation. The City is enrolled in the employer pay contribution plan of PERS and is, therefore, required to contribute all amounts due under the Plan.

The City's contribution rates and amounts contributed for the last three years are as follows:

<u>Fiscal year</u>	<u>Contribution Rate</u>		<u>Total Contribution</u>
	<u>Regular Members</u>	<u>Police/ Fire</u>	
2000/01	18.75%	28.5%	\$15,659,284
1999/00	18.75%	28.5%	\$14,430,745
1998/99	18.75%	28.5%	\$12,214,786

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

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### IX. MISCELLANEOUS INCOME

Miscellaneous income for all governmental fund types is \$28,001,867.

The most significant portion of that total consists of interest income from investments of \$24,281,420, which was allocated as follows:

General Fund	\$ 1,704,249
Special Revenue Funds:	
Redevelopment Agency	520,108
Gas Tax	178,063
Forfeited Assets	8,542
Financial Stabilization	465,208
Extraordinary Repairs Capital Improvements	66,910
Total special revenue funds	<u>1,238,831</u>
Debt Service Funds:	
General Obligation Debt	664,509
Special Assessment Districts	11,622,252
Total debt service funds	<u>12,286,761</u>
Capital Projects Funds:	
Land Sales	167,593
Special Recreation	184,138
Bond Proceeds	2,541,866
Park Development	542,784
Special Assessment Districts	1,723,462
Municipal Facilities	3,891,736
Total capital projects funds	<u>9,051,579</u>
Total	<u>\$ 24,281,420</u>

Special Assessment Districts - Debt Service Funds miscellaneous income includes \$9,789,316 interest on assessments receivable.

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### X. CONTRIBUTED CAPITAL

During the year, contributed capital increased by the following amounts:

	Convention Center Fund	Water Fund	Sewer Fund	Development Services Fund	Total
Contributed capital, July 1, 2000	\$4,305,318	\$197,513,636	\$213,317,951	\$ -	\$415,136,905
Additions/Reductions:					
Developer-tap fees	-	11,616,595	16,446,493	-	28,063,088
Contributions from other funds	-	8,395,769	14,957,868	8,040	23,361,677
Refunding agreements	-	-	20,752	-	20,752
Expired refunding agreements	-	3,716	-	-	3,716
Depreciation on fixed assets acquired by grants	-	-	(316,667)	-	(316,667)
Net additions (deletions)	-	20,016,080	31,108,446	8,040	51,132,566
Contributed capital, June 30, 2001	<u>\$4,305,318</u>	<u>\$217,529,716</u>	<u>\$244,426,397</u>	<u>\$ 8,040</u>	<u>\$466,269,471</u>

	Internal Service Funds				Total
	Engineering Fund	City Shop Fund	Revolving Fund	Self Insuranc Fund	
Contributed capital, July 1, 2000	\$377,929	\$11,543,635	\$1,537,667	\$454,904	\$13,914,135
Contributions from other funds	13,904	1,255,745	-	-	1,269,649
Contributed capital, June 30, 2001	<u>\$391,833</u>	<u>\$12,799,380</u>	<u>\$1,537,667</u>	<u>\$454,904</u>	<u>\$15,183,784</u>

### XI. SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The City maintains four Enterprise Funds that provide water and sewer service, operates a convention center, and provides services related to the processing of building permits. Segment information for the year ended June 30, 2001 as follows:

	Convention Center Fund	Water Fund	Sewer Fund	Development Services Fund	Total
Operating revenues	\$ 1,524,340	\$ 37,857,901	\$ 21,268,271	\$ 12,456,804	\$ 73,107,316
Depreciation and amortization	\$ 152,510	\$ 5,675,507	\$ 5,929,547	\$ 6,363	\$ 11,763,927
Operating income (loss)	\$ 93,664	\$ 5,949,449	\$ 3,497,464	\$ (362,571)	\$ 9,178,006
Nonoperating revenues	127,563	4,965,288	7,931,491	441,755	13,466,097
Operating transfers, (net)	-	(3,250,000)	(3,250,000)	2,077,983	(4,442,017)
Net income	<u>\$ 221,227</u>	<u>\$ 7,664,737</u>	<u>\$ 8,178,955</u>	<u>\$ 2,157,167</u>	<u>\$ 18,222,086</u>
Property, plant and equipment:					
Additions	\$ 91,337	\$ 14,856,180	\$ 26,482,081	\$ 587,265	\$ 42,016,863
Deletions	\$ 4,639	\$ 3,498	\$ 9,000	\$ -	\$ 17,137
Total assets	<u>\$ 4,877,267</u>	<u>\$318,155,945</u>	<u>\$345,858,130</u>	<u>\$ 3,846,873</u>	<u>\$672,738,215</u>
Working capital	<u>\$ 1,524,080</u>	<u>\$124,886,572</u>	<u>\$130,595,328</u>	<u>\$ 1,654,876</u>	<u>\$258,660,856</u>
Bonds payable	\$ -	\$ 86,323,610	\$ 94,175,796	\$ -	\$180,499,406
Current capital contributions (net)	\$ -	\$ 20,016,080	\$ 31,108,446	\$ 8,040	\$ 51,132,566
Total fund equity	<u>\$ 4,746,742</u>	<u>\$227,042,022</u>	<u>\$248,196,691</u>	<u>\$ 2,235,623</u>	<u>\$482,221,078</u>

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### XII. RISK MANAGEMENT

State and local governments are subject to many types of claims such as workmen's compensation, contractual actions, personal injuries and property damage.

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

The City maintains three self-insurance internal service funds for the following types of risk exposures:

**Liability Insurance** - The City maintains \$10,000,000 in excess Commercial General Liability insurance with a \$1,000,000 self-insured retention ("SIR") along with various other property and liability coverage including a \$147.2 million blanket property insurance policy on all buildings and furnishings with a \$10,000 deductible. The self-insurance fund was established to cover all claims that fall under the deductibles and the \$1,000,000 SIR. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

**Workmen's Compensation** - The City withdrew from the State Industrial Insurance System for workmen's compensation claims and established the Workmen's Compensation Self Insurance Fund on April 1, 1993. The City has obtained excess insurance with a \$325,000 self-insured retention per occurrence. Additionally, the City purchased \$1,000,000 in employer liability coverage. For incidents occurring prior to April 1, 1993 liability is maintained by the State Industrial Insurance System. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

**Group Health Insurance** - The City became self-insured for employee medical coverage on July 1, 1992. The Health Insurance Self Insurance Fund provides group life, disability and travel accident insurance policies; also provided are medical plan and Health Maintenance Organization benefits. The City provides coverage of up to \$50,000 per participant for health insurance claims. For those claims in excess of \$50,000, the City has purchased commercial insurance covering up to \$1,000,000 per participant's lifetime. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

**CITY OF HENDERSON, NEVADA**

**NOTES TO FINANCIAL STATEMENTS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001**

**XII. RISK MANAGEMENT (continued)**

Changes in the funds' claims liability amounts for the years ended June 30, 2001 and 2000 were:

	<b>Liability Balance Beginning of Fiscal Year</b>	<b>Current Year Claims and Changes in Estimates</b>	<b>Claim Payments</b>	<b>Liability Balance at End of Fiscal Year</b>
<b>Fiscal Year 2000/01:</b>				
Liability	\$ 497,857	\$ 422,269	\$ 422,269	\$ 497,857
Workmen's Compensation	503,859	1,769,222	1,221,348	1,051,733
Health Insurance	<u>998,362</u>	<u>2,692,107</u>	<u>3,033,418</u>	<u>657,051</u>
	<u>\$2,000,078</u>	<u>\$4,883,598</u>	<u>\$4,677,035</u>	<u>\$2,206,641</u>
<b>Fiscal Year 1999/00:</b>				
Liability	\$ 497,855	\$ 402,425	\$ 402,423	\$ 497,857
Workmen's Compensation	62,626	1,009,174	567,941	503,859
Health Insurance	<u>420,616</u>	<u>2,930,294</u>	<u>2,352,548</u>	<u>998,362</u>
	<u>\$ 981,097</u>	<u>\$4,341,893</u>	<u>\$3,322,912</u>	<u>\$2,000,078</u>

**XIII. COMMITMENTS AND CONTINGENCIES**

**A. Construction in Progress**

Construction in progress in the total amount of \$72,494,811 at June 30, 2001 is reflected in the General Fixed Assets Account Group and Proprietary Funds. Management estimates it will require an additional outlay of approximately \$126,000,000 to complete these projects.

**B. Litigation**

There are several lawsuits and unresolved disputes involving the City or its employees in which the City is represented by the City Attorney. However, in the opinion of the City Attorney these actions will not, in the aggregate, have a material adverse effect upon the operations or financial position of the City.

**C. Lake Las Vegas**

The City and the developers of Lake Las Vegas have established a sinking fund for the accumulation of \$30,000,000 to be used for stormwater treatment and/or conveyance in the event that the Federal Environmental Protection Agency (EPA) and the Nevada Division of Environmental Protection determine that more stringent stormwater treatment standards are required solely as a result of the creation of Lake Las Vegas.

The sinking fund will be maintained for a period of thirty years commencing in 1989 after which the City will be allowed to utilize the fund proceeds, if any, for any appropriate municipal purpose. Developer contributions with accumulated interest are expected to constitute \$4,500,000 of the total. The City intends to make contributions from property tax revenue that will be generated from increased assessed valuation resulting from the development. The developer estimates assessed valuation at complete build-out to be \$1,215,655,000 (35% of actual value).

# CITY OF HENDERSON, NEVADA

## NOTES TO FINANCIAL STATEMENTS (Continued) FOR THE YEAR ENDED JUNE 30, 2001

### XIII. COMMITMENTS AND CONTINGENCIES (continued)

#### D. Landfill Closure

The City leased land from the Bureau of Land Management (BLM) for operation of a solid waste municipal landfill from November 1965 until November 1975. The City maintained the lease with the BLM through 1996. In March of 1997, the City entered into an agreement with the Nevada Division of Environmental Protection and the Clark County Health District whereby the City will investigate environmental conditions associated with the landfill, implement necessary remedial measures (e.g., installation of a final cover system and surface water run-on/run-off controls), and maintain the constructed remedial measures. The City has recorded an estimated contingent liability of \$12,000,000 in the General Long-Term Debt Account Group to reflect costs, which the City estimates that it may incur under the above-referenced agreement.

### XIV. SUBSEQUENT EVENTS

Subsequent to year-end, the City issued \$12,940,000 in general obligation (limited tax) refunding bonds.

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

# General Fund



# CITY OF HENDERSON, NEVADA

## GENERAL FUND

### COMPARATIVE BALANCE SHEETS

JUNE 30, 2001 AND 2000

#### ASSETS

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 17,818,728	\$ 16,896,925
Accounts receivable	4,631,126	3,128,427
Accrued interest receivable	159,238	206,628
Property taxes receivable - delinquent	385,251	277,167
Due from other funds	735,071	832,448
Due from employees	243,066	444,484
Due from other governments	10,358,936	10,058,743
	<hr/>	<hr/>
TOTAL ASSETS	<u>\$ 34,331,416</u>	<u>\$ 31,844,822</u>

#### LIABILITIES AND FUND BALANCES

##### LIABILITIES:

Accounts payable and accrued wages	\$ 5,184,837	\$ 5,024,216
Compensated absences payable	362,512	362,512
Construction contracts	109,452	18,063
Deposits	3,140,797	1,525,705
Due to other governments	758,448	666,596
Deferred revenues - other	303,837	300,712
Deferred revenues - property taxes	385,251	277,167
Total liabilities	<hr/> <u>10,245,134</u>	<hr/> <u>8,174,971</u>

##### FUND BALANCES:

Reserved for encumbrances	2,891,491	2,837,634
Unreserved - undesignated	21,194,791	20,832,217
Total fund balances	<hr/> <u>24,086,282</u>	<hr/> <u>23,669,851</u>

TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 34,331,416</u>	<u>\$ 31,844,822</u>
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# CITY OF HENDERSON, NEVADA

## GENERAL FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>REVENUES:</b>						
Property taxes	\$ 16,916,232	\$ 17,286,070	\$ 369,838	\$ 14,543,077	\$ 14,696,838	\$ 153,761
Franchise fees	14,315,369	15,799,641	1,484,272	10,693,702	12,195,108	1,501,406
Licenses and permits	4,570,024	4,798,572	228,548	6,457,855	6,811,159	353,304
Intergovernmental	57,092,661	56,491,542	(601,119)	53,510,983	54,225,567	714,584
Charges for services	14,801,367	15,553,012	751,645	11,273,407	12,602,220	1,328,813
Fines and forfeits	1,799,596	1,788,531	(11,065)	1,590,000	1,635,996	45,996
Miscellaneous interest	700,000	1,704,249	1,004,249	850,000	681,809	(168,191)
Miscellaneous	1,352,640	1,861,766	509,126	2,177,092	1,507,799	(669,293)
Total revenues	111,547,889	115,283,383	3,735,494	101,096,116	104,356,496	3,260,380
<b>EXPENDITURES:</b>						
General government	36,972,928	30,591,292	6,381,636	33,585,820	28,133,602	5,452,218
Judicial	2,727,424	2,663,526	63,898	2,442,187	2,377,881	64,306
Public safety	56,989,526	54,219,156	2,770,370	53,861,911	52,462,142	1,399,769
Highways and streets	7,690,402	6,741,962	948,440	6,636,015	5,093,490	1,542,525
Culture and recreation	21,510,159	20,067,759	1,442,400	17,879,867	16,324,343	1,555,524
Total expenditures	125,890,439	114,283,695	11,606,744	114,405,800	104,391,458	10,014,342
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(14,342,550)	999,688	15,342,238	(13,309,684)	(34,962)	13,274,722
<b>OTHER FINANCING SOURCES (USES):</b>						
Proceeds from capital leases	573,611	573,611	-	-	387,871	387,871
Sale of fixed assets	-	-	-	500	1,995	1,495
Operating transfers in	5,323,755	5,329,285	5,530	4,679,998	4,689,896	9,898
Operating transfers out	(6,014,295)	(6,486,153)	(471,858)	(7,972,581)	(7,972,581)	-
Total other financing sources (uses)	(116,929)	(583,257)	(466,328)	(3,292,083)	(2,892,819)	399,264
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(14,459,479)	416,431	14,875,910	(16,601,767)	(2,927,781)	13,673,986
FUND BALANCES, BEGINNING OF YEAR	23,669,851	23,669,851	-	26,597,632	26,597,632	-
FUND BALANCES, END OF YEAR	\$ 9,210,372	\$ 24,086,282	\$ 14,875,910	\$ 9,995,865	\$ 23,669,851	\$ 13,673,986

**CITY OF HENDERSON, NEVADA**

**GENERAL FUND**

**COMPARATIVE STATEMENTS OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS)  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>GENERAL GOVERNMENT:</b>						
<b>Mayor and Council:</b>						
Salaries and wages	\$ 290,300	\$ 250,583	\$ 39,717	\$ 234,576	\$ 232,465	\$ 2,111
Employee benefits	96,700	96,402	298	74,688	85,781	(11,093)
Services and supplies	278,248	233,357	44,891	359,944	310,448	49,496
Capital outlay	41,394	10,577	30,817	45,000	30,709	14,291
<b>Total Mayor and Council</b>	<b>706,642</b>	<b>590,919</b>	<b>115,723</b>	<b>714,208</b>	<b>659,403</b>	<b>54,805</b>
<b>City Manager:</b>						
Salaries and wages	1,475,077	1,315,405	159,672	1,068,530	1,038,728	29,802
Employee benefits	486,123	400,847	85,276	306,500	307,886	(1,386)
Services and supplies	1,640,090	860,671	779,419	1,007,830	597,196	410,634
Capital outlay	285,181	64,101	221,080	22,470	22,764	(294)
<b>Total City Manager</b>	<b>3,886,471</b>	<b>2,641,024</b>	<b>1,245,447</b>	<b>2,405,330</b>	<b>1,966,574</b>	<b>438,756</b>
<b>Finance:</b>						
Salaries and wages	2,324,252	2,324,397	(145)	1,861,320	1,851,301	10,019
Employee benefits	758,367	732,129	26,238	602,390	593,782	8,608
Services and supplies	894,830	786,495	108,335	2,544,901	2,445,230	99,671
Capital outlay	705,942	647,406	58,536	65,644	49,908	15,736
<b>Total Finance</b>	<b>4,683,391</b>	<b>4,490,427</b>	<b>192,964</b>	<b>5,074,255</b>	<b>4,940,221</b>	<b>134,034</b>
<b>Information Technology</b>						
Salaries and wages	2,249,154	2,138,863	110,291	1,696,140	1,661,491	34,649
Employee benefits	696,623	620,000	76,623	524,930	503,995	20,935
Services and supplies	2,621,895	2,190,666	431,229	2,193,890	1,864,902	328,988
Capital outlay	3,704,702	1,824,129	1,880,573	4,591,166	1,951,778	2,639,388
<b>Total Information Technology</b>	<b>9,272,374</b>	<b>6,773,658</b>	<b>2,498,716</b>	<b>9,006,126</b>	<b>5,982,166</b>	<b>3,023,960</b>
<b>City Clerk:</b>						
Salaries and wages	846,879	828,024	18,855	708,300	698,150	10,150
Employee benefits	264,909	246,253	18,656	198,820	215,582	(16,762)
Services and supplies	851,616	662,273	189,343	773,145	438,687	334,458
Capital outlay	82,574	74,918	7,656	106,106	47,028	59,078
<b>Total City Clerk</b>	<b>2,045,978</b>	<b>1,811,468</b>	<b>234,510</b>	<b>1,786,371</b>	<b>1,399,447</b>	<b>386,924</b>

# CITY OF HENDERSON, NEVADA

## GENERAL FUND

### COMPARATIVE STATEMENTS OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued) FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	Budget	Actual	Variance	Budget	Actual	Variance
GENERAL GOVERNMENT:						
Human Resources:						
Salaries and wages	\$ 1,150,978	\$ 1,042,422	\$ 108,556	\$ 1,001,261	\$ 939,749	\$ 61,512
Employee benefits	340,800	333,053	7,747	272,480	262,286	10,194
Services and supplies	654,021	496,474	157,547	533,966	428,462	105,504
Capital outlay	72,282	28,633	43,649	108,061	7,544	100,517
Total Human Resources	2,218,081	1,900,582	317,499	1,915,768	1,638,041	277,727
City Attorney:						
Salaries and wages	1,756,604	1,714,563	42,041	1,606,988	1,575,042	31,946
Employee benefits	536,069	520,615	15,454	481,574	476,149	5,425
Services and supplies	577,762	590,976	(13,214)	672,854	690,966	(18,112)
Capital outlay	190,935	20,384	170,551	84,091	82,102	1,989
Total City Attorney	3,061,370	2,846,538	214,832	2,845,507	2,824,259	21,248
Community Development:						
Salaries and wages	1,934,283	1,837,388	96,895	1,920,558	1,821,062	99,496
Employee benefits	593,946	550,730	43,216	601,280	560,874	40,406
Services and supplies	821,590	562,176	259,414	743,852	572,552	171,300
Capital outlay	91,904	54,084	37,820	161,812	106,867	54,945
Total Community Development	3,441,723	3,004,378	437,345	3,427,502	3,061,355	366,147
Building Maintenance:						
Salaries and wages	1,507,990	1,447,079	60,911	1,371,765	1,348,378	23,387
Employee benefits	481,500	450,616	30,884	426,690	408,745	17,945
Services and supplies	2,591,790	2,344,169	247,621	2,012,420	1,824,753	187,667
Capital outlay	500,605	252,803	247,802	470,959	281,420	189,539
Total Building Maintenance	5,081,885	4,494,667	587,218	4,281,834	3,863,296	418,538
Economic Development:						
Salaries and wages	263,802	216,887	46,915	213,470	212,146	1,324
Employee benefits	89,238	69,448	19,790	69,840	66,066	3,774
Services and supplies	170,180	153,804	16,376	174,289	169,076	5,213
Capital outlay	16,000	9,300	6,700	800	800	-
Total Economic Development	539,220	449,439	89,781	458,399	448,088	10,311

# CITY OF HENDERSON, NEVADA

## GENERAL FUND

### COMPARATIVE STATEMENTS OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued) FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>GENERAL GOVERNMENT:</b>						
Miscellaneous:						
Salaries and wages	\$ 1,139,777	\$ 771,414	\$ 368,363	\$ 1,600,000	\$ 1,284,043	\$ 315,957
Employee benefits	98,200	18,962	79,238	70,520	65,876	4,644
Services and supplies	797,816	797,816	-	-	833	(833)
Total Miscellaneous	<u>2,035,793</u>	<u>1,588,192</u>	<u>447,601</u>	<u>1,670,520</u>	<u>1,350,752</u>	<u>319,768</u>
Total General Government	<u>36,972,928</u>	<u>30,591,292</u>	<u>6,381,636</u>	<u>33,585,820</u>	<u>28,133,602</u>	<u>5,452,218</u>
<b>JUDICIAL:</b>						
Municipal Court:						
Salaries and wages	1,781,180	1,780,967	213	1,574,500	1,540,523	33,977
Employee benefits	550,544	550,371	173	480,000	483,064	(3,064)
Services and supplies	313,700	314,161	(461)	306,287	282,717	23,570
Capital outlay	82,000	18,027	63,973	81,400	71,577	9,823
Total Judicial	<u>2,727,424</u>	<u>2,663,526</u>	<u>63,898</u>	<u>2,442,187</u>	<u>2,377,881</u>	<u>64,306</u>
<b>PUBLIC SAFETY:</b>						
Fire:						
Salaries and wages	12,764,338	11,924,729	839,609	11,244,180	10,933,733	310,447
Employee benefits	4,577,911	4,373,548	204,363	4,022,790	3,986,942	35,848
Services and supplies	3,434,937	3,309,178	125,759	2,261,627	2,211,491	50,136
Capital outlay	389,663	275,321	114,342	725,948	687,674	38,274
Total Fire	<u>21,166,849</u>	<u>19,882,776</u>	<u>1,284,073</u>	<u>18,254,545</u>	<u>17,819,840</u>	<u>434,705</u>
Police:						
Salaries and wages	21,166,312	20,818,631	347,681	18,786,286	19,005,502	(219,216)
Employee benefits	7,245,113	7,246,497	(1,384)	6,584,600	6,649,462	(64,862)
Services and supplies	5,296,691	5,040,927	255,764	4,862,222	4,586,612	275,610
Capital outlay	1,760,836	885,020	875,816	1,369,796	1,074,622	295,174
Total Police	<u>35,468,952</u>	<u>33,991,075</u>	<u>1,477,877</u>	<u>31,602,904</u>	<u>31,316,198</u>	<u>286,706</u>

# CITY OF HENDERSON, NEVADA

## GENERAL FUND

### COMPARATIVE STATEMENTS OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued) FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>PUBLIC SAFETY:</b>						
Building Inspection:						
Salaries and wages	\$ 252,430	\$ 250,538	\$ 1,892	\$ 2,652,676	\$ 2,242,455	\$ 410,221
Employee benefits	69,300	69,041	259	780,530	624,768	155,762
Services and supplies	23,595	19,502	4,093	549,030	448,656	100,374
Capital outlay	8,400	6,224	2,176	22,226	10,225	12,001
Total Building Inspection	353,725	345,305	8,420	4,004,462	3,326,104	678,358
Total Public Safety	56,989,526	54,219,156	2,770,370	53,861,911	52,462,142	1,399,769
<b>HIGHWAYS AND STREETS:</b>						
Streets:						
Salaries and wages	1,091,360	1,084,828	6,532	994,280	943,882	50,398
Employee benefits	335,956	335,946	10	304,490	305,354	(864)
Services and supplies	1,247,688	1,211,543	36,145	1,148,960	1,047,713	101,247
Capital outlay	918,198	597,151	321,047	930,743	1,291	929,452
Total Streets	3,593,202	3,229,468	363,734	3,378,473	2,298,240	1,080,233
Street Lighting:						
Salaries and wages	718,250	705,887	12,363	673,590	651,510	22,080
Employee benefits	216,500	214,369	2,131	190,130	200,059	(9,929)
Services and supplies	1,695,849	1,666,731	29,118	1,294,773	1,306,478	(11,705)
Capital outlay	734,073	304,025	430,048	339,139	134,081	205,058
Total Street Lighting	3,364,672	2,891,012	473,660	2,497,632	2,292,128	205,504
Flood Control:						
Salaries and wages	109,500	63,948	45,552	113,400	101,229	12,171
Employee benefits	31,100	20,578	10,522	39,980	32,227	7,753
Services and supplies	139,120	89,883	49,237	153,548	94,380	59,168
Capital outlay	136,568	155,370	(18,802)	164,752	1,541	163,211
Total Flood Control	416,288	329,779	86,509	471,680	229,377	242,303

**CITY OF HENDERSON, NEVADA**

**GENERAL FUND**

**COMPARATIVE STATEMENTS OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued)  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>HIGHWAYS AND STREETS:</b>						
Public Works General Service:						
Salaries and wages	\$ 182,010	\$ 168,664	\$ 13,346	\$ 180,170	\$ 177,288	\$ 2,882
Employee benefits	57,600	55,353	2,247	59,170	55,779	3,391
Services and supplies	29,937	20,993	8,944	33,690	27,644	6,046
Capital outlay	46,693	46,693	-	15,200	13,034	2,166
Total Public Works General Service	<u>316,240</u>	<u>291,703</u>	<u>24,537</u>	<u>288,230</u>	<u>273,745</u>	<u>14,485</u>
Total Highways and Streets	<u>7,690,402</u>	<u>6,741,962</u>	<u>948,440</u>	<u>6,636,015</u>	<u>5,093,490</u>	<u>1,542,525</u>
<b>CULTURE AND RECREATION:</b>						
Parks						
Salaries and wages	3,612,910	3,420,545	192,365	2,955,590	2,907,662	47,928
Employee benefits	1,193,200	1,100,530	92,670	971,430	950,124	21,306
Services and supplies	2,749,384	2,354,142	395,242	2,775,036	1,980,076	794,960
Capital outlay	1,766,264	1,367,042	399,222	1,100,003	651,363	448,640
Total Parks	<u>9,321,758</u>	<u>8,242,259</u>	<u>1,079,499</u>	<u>7,802,059</u>	<u>6,489,225</u>	<u>1,312,834</u>
Recreation:						
Salaries and wages	5,721,594	5,589,301	132,293	4,629,245	4,489,910	139,335
Employee benefits	1,011,100	906,313	104,787	757,680	751,893	5,787
Services and supplies	3,175,692	3,110,270	65,422	2,895,812	2,904,481	(8,669)
Capital outlay	42,900	35,329	7,571	551	551	-
Total Recreation	<u>9,951,286</u>	<u>9,641,213</u>	<u>310,073</u>	<u>8,283,288</u>	<u>8,146,835</u>	<u>136,453</u>
Swimming Pools:						
Salaries and wages	1,272,975	1,383,967	(110,992)	839,005	843,960	(4,955)
Employee benefits	134,760	146,415	(11,655)	115,890	86,999	28,891
Services and supplies	360,200	299,986	60,214	261,175	236,033	25,142
Total Swimming Pools	<u>1,767,935</u>	<u>1,830,368</u>	<u>(62,433)</u>	<u>1,216,070</u>	<u>1,166,992</u>	<u>49,078</u>

# CITY OF HENDERSON, NEVADA

## GENERAL FUND

### COMPARATIVE STATEMENTS OF EXPENDITURES COMPARED TO BUDGET (GAAP BASIS) (Continued) FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>			<u>2000</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
CULTURE AND RECREATION:						
Senior Citizens Activities:						
Salaries and wages	\$ 215,865	\$ 156,208	\$ 59,657	\$ 216,055	\$ 187,540	\$ 28,515
Employee benefits	26,200	22,850	3,350	27,710	25,503	2,207
Services and supplies	200,081	149,219	50,862	255,477	246,090	9,387
Capital outlay	27,034	25,642	1,392	79,208	62,158	17,050
Total Senior Citizens Activities	<u>469,180</u>	<u>353,919</u>	<u>115,261</u>	<u>578,450</u>	<u>521,291</u>	<u>57,159</u>
Total Culture and Recreation	<u>21,510,159</u>	<u>20,067,759</u>	<u>1,442,400</u>	<u>17,879,867</u>	<u>16,324,343</u>	<u>1,555,524</u>
TOTAL EXPENDITURES	<u>\$ 125,890,439</u>	<u>\$ 114,283,695</u>	<u>\$ 11,606,744</u>	<u>\$ 114,405,800</u>	<u>\$ 104,391,458</u>	<u>\$ 10,014,342</u>

**CITY OF HENDERSON, NEVADA**

**GENERAL FUND**

**COMPARATIVE STATEMENTS OF OPERATING TRANSFERS OUT - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>			<u>2000</u>		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING:						
Engineering Service Fund	\$ 1,800,000	\$ 2,100,000	\$ (300,000)	\$ -	\$ -	\$ -
Development Services Fund	2,098,295	2,106,983	(8,688)	-	-	-
Land Fund	1,966,000	1,410,000	556,000	-	-	-
Stabilization Fund	150,000	730,000	(580,000)	2,400,000	2,400,000	-
Multipurpose Fund	-	131,178	(131,178)	-	-	-
RTC/County Fund	-	7,992	(7,992)	-	-	-
Building Fund	-	-	-	5,572,581	5,572,581	-
<b>TOTAL TRANSFERS TO OTHER FUNDS</b>	<u>\$ 6,014,295</u>	<u>\$ 6,486,153</u>	<u>\$ (471,858)</u>	<u>\$ 7,972,581</u>	<u>\$ 7,972,581</u>	<u>\$ -</u>

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**Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.**

**City of Henderson Redevelopment Agency** - to account for the financial activity of the Agency which derives its revenue from tax increment financing and bond proceeds that will be utilized to rehabilitate and develop the defined redevelopment area.

**Gas Tax Special Revenue** - to account for optional excise tax on motor vehicle fuel and other revenues restricted for repairing or restoring existing unpaved and paved roads; streets; and alleys.

**Forfeited Assets Special Revenue** - to account for the resources and revenues of a fund that is restricted by State law to certain law enforcement activities.

**Municipal Court Administrative Fee Special Revenue** - to account for court assessments which are to be used to improve operations of the court.

**Financial Stabilization Special Revenue** - to account for resources to stabilize governmental operations in the event of a shortfall in General Fund revenue.

**Graffiti Reward and Abatement Special Revenue** - to account for graffiti-related court assessments which are to be used to pay rewards for information resulting in the conviction of graffiti ordinance violators.

**Extraordinary Repairs Capital Improvements Special Revenue** - to account for an allocation of bond proceeds sold for each capital project restricted by State law to be used in the extraordinary maintenance, repair, or improvement of the capital project.

**Multipurpose Special Revenue** to account for the receipts and expenditures of grants awarded to the City other than those reflected in the HUD Proceeds Capital Projects Fund.

# Special Revenue Funds



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**CITY OF HENDERSON, NEVADA**

**SPECIAL REVENUE FUNDS**

**COMBINING BALANCE SHEETS**

**JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)**

**ASSETS**

	Redevelopment Agency Special Revenue	Gas Tax Special Revenue	Forfeited Assets Special Revenue	Municipal Court Administrative Fee Special Revenue	Financial Stabilization Special Revenue	Graffiti Reward and Abatement Special Revenue	Extraordinary Repairs Capital Improvement Special Revenue	Multipurpose Special Revenue	Totals	
									2001	2000
Cash and investments	\$ 5,944,305	\$ 2,146,840	\$ 137,966	\$ 704,117	\$ 6,346,447	\$ 4,463	\$ 813,322	\$ -	\$ 16,097,460	\$ 14,097,416
Accrued interest receivable	48,487	16,441	907	-	42,970	-	6,230	-	115,035	192,375
Due from other governments	225,606	643,695	-	-	-	-	-	1,044,051	1,913,352	656,674
Land held for resale	6,180,782	-	-	-	-	-	-	-	6,180,782	5,781,852
<b>TOTAL ASSETS</b>	<b>\$ 12,399,180</b>	<b>\$ 2,806,976</b>	<b>\$ 138,873</b>	<b>\$ 704,117</b>	<b>\$ 6,389,417</b>	<b>\$ 4,463</b>	<b>\$ 819,552</b>	<b>\$ 1,044,051</b>	<b>\$ 24,306,629</b>	<b>\$ 20,728,317</b>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>										
Accounts payable	\$ 110,761	\$ 16,929	\$ 9,332	\$ 11,092	\$ -	\$ -	\$ -	\$ 921,605	\$ 1,069,719	\$ 350,906
Deposits	5,000	-	-	-	-	-	-	-	5,000	5,725
Due to other governments	-	-	-	-	-	-	-	7,747	7,747	-
Due to other funds	-	-	-	-	-	-	-	53,407	53,407	-
<b>TOTAL LIABILITIES</b>	<b>115,761</b>	<b>16,929</b>	<b>9,332</b>	<b>11,092</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>982,759</b>	<b>1,135,873</b>	<b>356,631</b>
<b>FUND BALANCES:</b>										
Reserved for repairs	-	-	-	-	-	-	819,552	-	819,552	752,642
Reserved for land held for resale	6,180,782	-	-	-	-	-	-	-	6,180,782	5,781,852
Unreserved - undesignated	6,102,637	2,790,047	129,541	693,025	6,389,417	4,463	-	61,292	16,170,422	13,837,192
<b>Total fund balances</b>	<b>12,283,419</b>	<b>2,790,047</b>	<b>129,541</b>	<b>693,025</b>	<b>6,389,417</b>	<b>4,463</b>	<b>819,552</b>	<b>61,292</b>	<b>23,170,756</b>	<b>20,371,686</b>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 12,399,180</b>	<b>\$ 2,806,976</b>	<b>\$ 138,873</b>	<b>\$ 704,117</b>	<b>\$ 6,389,417</b>	<b>\$ 4,463</b>	<b>\$ 819,552</b>	<b>\$ 1,044,051</b>	<b>\$ 24,306,629</b>	<b>\$ 20,728,317</b>

CITY OF HENDERSON, NEVADA

SPECIAL REVENUE FUNDS

COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)

	Redevelopment Agency Special Revenue	Gas Tax Special Revenue	Forfeited Assets Special Revenue	Municipal Court Administrative Fee Special Revenue	Financial Stabilization Special Revenue	Graffiti Reward and Abatement Special Revenue	Extraordinary Repairs Capital Improvement Special Revenue	Multipurpose Special Revenue	Totals	
									2001	2000
REVENUES:										
Property taxes	\$ 1,594,561	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,594,561	\$ 1,609,164
Intergovernmental	-	1,805,926	-	-	-	-	-	2,017,342	3,823,268	1,638,178
Fines and forfeits	-	-	129,251	294,954	-	2,200	-	-	426,405	314,242
Miscellaneous interest	520,108	178,063	8,542	-	465,208	-	66,910	-	1,238,831	566,694
Miscellaneous	81,264	29,134	-	-	-	-	-	12,680	123,078	79,956
Total revenues	<u>2,195,933</u>	<u>2,013,123</u>	<u>137,793</u>	<u>294,954</u>	<u>465,208</u>	<u>2,200</u>	<u>66,910</u>	<u>2,030,022</u>	<u>7,206,143</u>	<u>4,208,234</u>
EXPENDITURES:										
General government	1,274,989	-	19,115	95,805	-	-	-	843,866	2,233,775	616,108
Construction contracts	-	1,257,223	-	-	-	-	-	-	1,257,223	1,185,180
Equipment	10,822	-	63,655	76,291	-	-	-	1,236,206	1,386,974	79,206
Engineering and other	-	208,365	-	-	-	-	-	-	208,365	70,983
Debt service:										
Principal retirement	17,331	-	-	-	-	-	-	-	17,331	10,991
Interest	12,669	-	-	-	-	-	-	-	12,669	9,009
Total expenditures	<u>1,315,811</u>	<u>1,465,588</u>	<u>82,770</u>	<u>172,096</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,080,072</u>	<u>5,116,337</u>	<u>1,971,477</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>880,122</u>	<u>547,535</u>	<u>55,023</u>	<u>122,858</u>	<u>465,208</u>	<u>2,200</u>	<u>66,910</u>	<u>(50,050)</u>	<u>2,089,806</u>	<u>2,236,757</u>
OTHER FINANCING SOURCES (USES):										
Proceeds from issuance of debt	-	-	-	-	-	-	-	-	-	230,000
Operating transfers in	-	-	-	-	730,000	-	-	111,342	841,342	2,650,000
Operating transfers out	-	(126,549)	(5,529)	-	-	-	-	-	(132,078)	(162,265)
Total other financing sources (uses)	<u>-</u>	<u>(126,549)</u>	<u>(5,529)</u>	<u>-</u>	<u>730,000</u>	<u>-</u>	<u>-</u>	<u>111,342</u>	<u>709,264</u>	<u>2,717,735</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<u>880,122</u>	<u>420,986</u>	<u>49,494</u>	<u>122,858</u>	<u>1,195,208</u>	<u>2,200</u>	<u>66,910</u>	<u>61,292</u>	<u>2,799,070</u>	<u>4,954,492</u>
FUND BALANCES, BEGINNING OF YEAR	<u>11,403,297</u>	<u>2,369,061</u>	<u>80,047</u>	<u>570,167</u>	<u>5,194,209</u>	<u>2,263</u>	<u>752,642</u>	<u>-</u>	<u>20,371,686</u>	<u>15,417,194</u>
FUND BALANCES, END OF YEAR	<u>\$ 12,283,419</u>	<u>\$ 2,790,047</u>	<u>\$ 129,541</u>	<u>\$ 693,025</u>	<u>\$ 6,389,417</u>	<u>\$ 4,463</u>	<u>\$ 819,552</u>	<u>\$ 61,292</u>	<u>\$ 23,170,756</u>	<u>\$ 20,371,686</u>

**CITY OF HENDERSON, NEVADA**  
**REDEVELOPMENT AGENCY SPECIAL REVENUE FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 5,944,305	\$ 5,631,341
Accrued interest receivable	48,487	80,179
Due from other governments	225,606	34,146
Land held for resale	6,180,782	5,781,852
Total assets	<u>\$ 12,399,180</u>	<u>\$ 11,527,518</u>

**LIABILITIES AND FUND BALANCES**

LIABILITIES:

Accounts payable	\$ 110,761	\$ 118,496
Deposits	5,000	5,725
	<u>115,761</u>	<u>124,221</u>

FUND BALANCES:

Reserved for land held for resale	6,180,782	5,781,852
Unreserved - undesignated	6,102,637	5,621,445
	<u>12,283,419</u>	<u>11,403,297</u>

TOTAL LIABILITIES AND FUND BALANCES

	<u>\$ 12,399,180</u>	<u>\$ 11,527,518</u>
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# CITY OF HENDERSON, NEVADA

## REDEVELOPMENT AGENCY SPECIAL REVENUE FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Property taxes	\$ 1,690,728	\$ 1,594,561	\$ (96,167)	\$ 1,861,837	\$ 1,609,164	\$ (252,673)
Miscellaneous interest	200,000	520,108	320,108	-	250,593	250,593
Miscellaneous	37,900	81,264	43,364	233,500	35,083	(198,417)
Total revenues	1,928,628	2,195,933	267,305	2,095,337	1,894,840	(200,497)
EXPENDITURES:						
General government	1,698,500	1,274,989	423,511	801,876	593,225	208,651
Equipment	3,788,100	10,822	3,777,278	62,874	-	62,874
Debt service:						
Principal retirement	30,000	17,331	12,669	-	10,991	(10,991)
Interest	1,890,000	12,669	1,877,331	630,000	9,009	620,991
Total expenditures	7,406,600	1,315,811	6,090,789	1,494,750	613,225	881,525
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,477,972)	880,122	6,358,094	600,587	1,281,615	681,028
OTHER FINANCING SOURCES:						
Proceeds from issuance of debt	-	-	-	230,000	230,000	-
EXCESS (DEFICIENCY) OF REVENUE AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	(5,477,972)	880,122	6,358,094	830,587	1,511,615	681,028
FUND BALANCES, BEGINNING OF YEAR	11,403,297	11,403,297	-	9,891,682	9,891,682	-
FUND BALANCES, END OF YEAR	\$ 5,925,325	\$ 12,283,419	\$ 6,358,094	\$ 10,722,269	\$ 11,403,297	\$ 681,028

**CITY OF HENDERSON, NEVADA**

**GAS TAX SPECIAL REVENUE FUND**

**COMPARATIVE BALANCE SHEETS**

**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 2,146,840	\$ 1,945,161
Accrued interest receivable	16,441	29,177
Due from other governments	<u>643,695</u>	<u>622,528</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 2,806,976</u></u>	<u><u>\$ 2,596,866</u></u>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Accounts payable	\$ 16,929	\$ 227,805
<b>FUND BALANCES:</b>		
Unreserved - undesignated	<u>2,790,047</u>	<u>2,369,061</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>\$ 2,806,976</u></u>	<u><u>\$ 2,596,866</u></u>

**CITY OF HENDERSON, NEVADA**

**GAS TAX SPECIAL REVENUE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Intergovernmental	\$ 1,530,000	\$ 1,805,926	\$ 275,926	\$ 1,529,411	\$ 1,638,178	\$ 108,767
Miscellaneous interest	75,000	178,063	103,063	73,000	99,104	26,104
Miscellaneous	-	29,134	29,134	70,885	44,873	(26,012)
Total revenues	<u>1,605,000</u>	<u>2,013,123</u>	<u>408,123</u>	<u>1,673,296</u>	<u>1,782,155</u>	<u>108,859</u>
EXPENDITURES:						
Construction contracts	2,944,681	1,257,223	1,687,458	2,734,613	1,185,180	1,549,433
Engineering and other	220,000	208,365	11,635	118,000	70,983	47,017
Total expenditures	<u>3,164,681</u>	<u>1,465,588</u>	<u>1,699,093</u>	<u>2,852,613</u>	<u>1,256,163</u>	<u>1,596,450</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,559,681)	547,535	2,107,216	(1,179,317)	525,992	1,705,309
OTHER FINANCING USES:						
Operating transfers out	<u>(75,000)</u>	<u>(126,549)</u>	<u>(51,549)</u>	<u>(73,000)</u>	<u>(132,367)</u>	<u>(59,367)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(1,634,681)	420,986	2,055,667	(1,252,317)	393,625	1,645,942
FUND BALANCES, BEGINNING OF YEAR	<u>2,369,061</u>	<u>2,369,061</u>	<u>-</u>	<u>1,975,436</u>	<u>1,975,436</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 734,380</u>	<u>\$ 2,790,047</u>	<u>\$ 2,055,667</u>	<u>\$ 723,119</u>	<u>\$ 2,369,061</u>	<u>\$ 1,645,942</u>

**CITY OF HENDERSON, NEVADA**  
**FORFEITED ASSETS SPECIAL REVENUE FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 137,966	\$ 79,339
Accrued interest receivable	907	939
Total assets	\$ 138,873	\$ 80,278

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Accounts payable	\$ 9,332	\$ 231
<b>FUND BALANCES:</b>		
Unreserved - undesignated	129,541	80,047
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 138,873</b>	<b>\$ 80,278</b>

**CITY OF HENDERSON, NEVADA**

**FORFEITED ASSETS SPECIAL REVENUE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Fines and forfeits	\$ 85,000	\$ 129,251	\$ 44,251	\$ 96,000	\$ 76,663	\$ (19,337)
Miscellaneous interest	2,640	8,542	5,902	630	3,380	2,750
Total revenues	<u>87,640</u>	<u>137,793</u>	<u>50,153</u>	<u>96,630</u>	<u>80,043</u>	<u>(16,587)</u>
EXPENDITURES:						
General government	10,096	19,115	(9,019)	13,982	14,565	(583)
Equipment	89,904	63,655	26,249	86,018	49,892	36,126
Total expenditures	<u>100,000</u>	<u>82,770</u>	<u>17,230</u>	<u>100,000</u>	<u>64,457</u>	<u>35,543</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(12,360)	55,023	67,383	(3,370)	15,586	18,956
OTHER FINANCING USES:						
Operating transfers out	<u>-</u>	<u>(5,529)</u>	<u>(5,529)</u>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(12,360)	49,494	61,854	(3,370)	15,586	18,956
FUND BALANCES, BEGINNING OF YEAR	<u>80,047</u>	<u>80,047</u>	<u>-</u>	<u>64,461</u>	<u>64,461</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 67,687</u>	<u>\$ 129,541</u>	<u>\$ 61,854</u>	<u>\$ 61,091</u>	<u>\$ 80,047</u>	<u>\$ 18,956</u>

**CITY OF HENDERSON, NEVADA**

**MUNICIPAL COURT ADMINISTRATIVE FEE  
SPECIAL REVENUE FUND**

**COMPARATIVE BALANCE SHEETS  
JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 704,117	\$ 574,541

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Accounts payable	\$ 11,092	\$ 4,374
<b>FUND BALANCES:</b>		
Unreserved - undesignated	<u>693,025</u>	<u>570,167</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 704,117</u>	<u>\$ 574,541</u>

**CITY OF HENDERSON, NEVADA**

**MUNICIPAL COURT ADMINISTRATIVE FEE  
SPECIAL REVENUE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Fines and forfeits	\$ 221,000	\$ 294,954	\$ 73,954	\$ 232,000	\$ 237,579	\$ 5,579
EXPENDITURES:						
General government	102,012	95,805	6,207	75,540	8,318	67,222
Equipment	84,510	76,291	8,219	24,460	29,314	(4,854)
Total expenditures	<u>186,522</u>	<u>172,096</u>	<u>14,426</u>	<u>100,000</u>	<u>37,632</u>	<u>62,368</u>
EXCESS OF REVENUES OVER EXPENDITURES	34,478	122,858	88,380	132,000	199,947	67,947
OTHER FINANCING USES:						
Operating transfers out	-	-	-	(20,000)	(29,898)	(9,898)
Total other financing uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>(20,000)</u>	<u>(29,898)</u>	<u>(9,898)</u>
EXCESS OF REVENUES OVER EXPENDITURES AND OTHER FINANCING USES	34,478	122,858	88,380	112,000	170,049	58,049
FUND BALANCES, BEGINNING OF YEAR	<u>570,167</u>	<u>570,167</u>	<u>-</u>	<u>400,118</u>	<u>400,118</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 604,645</u>	<u>\$ 693,025</u>	<u>\$ 88,380</u>	<u>\$ 512,118</u>	<u>\$ 570,167</u>	<u>\$ 58,049</u>

**CITY OF HENDERSON, NEVADA**  
**FINANCIAL STABILIZATION SPECIAL REVENUE FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 6,346,447	\$ 5,121,457
Accrued interest receivable	42,970	72,752
Total assets	\$ 6,389,417	\$ 5,194,209

**FUND BALANCES**

FUND BALANCES:		
Unreserved - undesignated	\$ 6,389,417	\$ 5,194,209

**CITY OF HENDERSON, NEVADA**

**FINANCIAL STABILIZATION SPECIAL REVENUE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Miscellaneous interest	\$ 200,000	\$ 465,208	\$ 265,208	\$ 190,000	\$ 192,258	\$ 2,258
OTHER FINANCING SOURCES:						
Operating transfers in	150,000	730,000	580,000	2,400,000	2,400,000	-
TOTAL REVENUES AND OTHER FINANCING SOURCES	350,000	1,195,208	845,208	2,590,000	2,592,258	2,258
FUND BALANCES, BEGINNING OF YEAR	5,194,209	5,194,209	-	2,601,951	2,601,951	-
FUND BALANCES, END OF YEAR	<u>\$ 5,544,209</u>	<u>\$ 6,389,417</u>	<u>\$ 845,208</u>	<u>\$ 5,191,951</u>	<u>\$ 5,194,209</u>	<u>\$ 2,258</u>

**CITY OF HENDERSON, NEVADA**

**GRAFFITI REWARD AND ABATEMENT  
SPECIAL REVENUE FUND**

**COMPARATIVE BALANCE SHEETS  
JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 4,463	\$ 2,263

**FUND BALANCES**

FUND BALANCES:		
Unreserved - undesignated	\$ 4,463	\$ 2,263

**CITY OF HENDERSON, NEVADA**

**GRAFFITI REWARD AND ABATEMENT  
SPECIAL REVENUE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Fines and forfeits	\$ 50	\$ 2,200	\$ 2,150	\$ -	\$ -	\$ -
TOTAL REVENUES	50	2,200	2,150	-	-	-
FUND BALANCES, BEGINNING OF YEAR	<u>2,263</u>	<u>2,263</u>	<u>-</u>	<u>2,263</u>	<u>2,263</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 2,313</u>	<u>\$ 4,463</u>	<u>\$ 2,150</u>	<u>\$ 2,263</u>	<u>\$ 2,263</u>	<u>\$ -</u>

**CITY OF HENDERSON, NEVADA**

**EXTRAORDINARY REPAIRS CAPITAL IMPROVEMENTS SPECIAL REVENUE FUND**

**COMPARATIVE BALANCE SHEETS  
JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 813,322	\$ 743,314
Accrued interest receivable	6,230	9,328
Total assets	<u>\$ 819,552</u>	<u>\$ 752,642</u>

**FUND BALANCES**

FUND BALANCES:		
Reserved for repairs	<u>\$ 819,552</u>	<u>\$ 752,642</u>

**CITY OF HENDERSON, NEVADA**

**EXTRAORDINARY REPAIRS CAPITAL IMPROVEMENTS SPECIAL REVENUE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Miscellaneous interest	\$ 28,500	\$ 66,910	\$ 38,410	\$ 26,000	\$ 21,359	\$ (4,641)
OTHER FINANCING SOURCES:						
Operating transfers in	-	-	-	250,000	250,000	-
TOTAL REVENUES AND OTHER FINANCING SOURCES	28,500	66,910	38,410	276,000	271,359	(4,641)
FUND BALANCES, BEGINNING OF YEAR	752,642	752,642	-	481,283	481,283	-
FUND BALANCES, END OF YEAR	<u>\$ 781,142</u>	<u>\$ 819,552</u>	<u>\$ 38,410</u>	<u>\$ 757,283</u>	<u>\$ 752,642</u>	<u>\$ (4,641)</u>

**CITY OF HENDERSON, NEVADA**  
**MULTIPURPOSE SPECIAL REVENUE FUND**

**BALANCE SHEET**  
**JUNE 30, 2001**

**ASSETS**

	<u>2001</u>
Due from other governments	\$ <u>1,044,051</u>

**LIABILITIES AND FUND BALANCES**

**LIABILITIES:**

Accounts payable and accrued wages	\$ 921,605
Due to other governments	7,747
Due to other funds	<u>53,407</u>
	982,759

**FUND BALANCES:**

Unreserved - undesignated	<u>61,292</u>
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<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 1,044,051</u>
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**CITY OF HENDERSON, NEVADA**

**MULTIPURPOSE SPECIAL REVENUE FUND**

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2001**

	2001		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:			
Intergovernmental	\$ 1,910,025	\$ 2,017,342	\$ 107,317
Miscellaneous	-	12,680	12,680
Total revenues	1,910,025	2,030,022	119,997
EXPENDITURES:			
General government	365,207	843,866	(478,659)
Equipment	1,534,779	1,236,206	298,573
Total expenditures	1,899,986	2,080,072	(180,086)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	10,039	(50,050)	(72,769)
OTHER FINANCING SOURCES:			
Operating transfers in	-	111,342	111,342
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	10,039	61,292	38,573
FUND BALANCES, BEGINNING OF YEAR	-	-	-
FUND BALANCES, END OF YEAR	\$ 10,039	\$ 61,292	\$ 38,573

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**Debt service funds are used to account for the accumulation of resources and the payment of principal and interest on general obligation bonded indebtedness; and, the payment of special assessment bond principal and interest from special assessment levies.**

**General Obligation Debt** - To account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources.

**Special Assessment Debt** - To account for the accumulation of resources and payment of special assessment debt principal and interest from special assessment levies when the government is obligated in some manner for the payment.

# Debt Service Funds



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**CITY OF HENDERSON, NEVADA**

**DEBT SERVICE FUNDS**

**COMBINING BALANCE SHEETS**

**JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)**

**ASSETS**

	<b>General Obligation Debt</b>	<b>Special Assessment District Debt</b>	<b>Totals</b>	
			<b>2001</b>	<b>2000</b>
			<u>          </u>	<u>          </u>
Cash and investments	\$ 4,959,107	\$ 21,822,638	\$ 26,781,745	\$ 31,282,155
Special assessments receivable:				
Delinquent	-	229,668	229,668	179,811
Deferred	-	143,052,285	143,052,285	152,134,641
Total special assessments receivable	<u>-</u>	<u>143,281,953</u>	<u>143,281,953</u>	<u>152,314,452</u>
Accrued interest receivable	57,674	11,572	69,246	207,690
Property taxes receivable - delinquent	333,500	-	333,500	239,935
Due from other governments	247,891	-	247,891	100,004
<b>TOTAL ASSETS</b>	<u>\$ 5,598,172</u>	<u>\$ 165,116,163</u>	<u>\$ 170,714,335</u>	<u>\$ 184,144,236</u>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>				
Accounts payable	\$ 500	\$ 4,874	\$ 5,374	\$ 6,769
Matured bonds and bond interest payable	-	-	-	30,684
Deferred revenues	-	143,279,954	143,279,954	152,314,453
Deferred revenues - property taxes	333,500	-	333,500	239,935
Total liabilities	<u>334,000</u>	<u>143,284,828</u>	<u>143,618,828</u>	<u>152,591,841</u>
<b>FUND BALANCES:</b>				
Reserved for debt service	<u>5,264,172</u>	<u>21,831,335</u>	<u>27,095,507</u>	<u>31,552,395</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 5,598,172</u>	<u>\$ 165,116,163</u>	<u>\$ 170,714,335</u>	<u>\$ 184,144,236</u>

# CITY OF HENDERSON, NEVADA

## DEBT SERVICE FUNDS

### COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)

	General Obligation Debt	Special Assessment District Debt	<u>Totals</u>	
			<u>2001</u>	<u>2000</u>
<b>REVENUES:</b>				
Property taxes	\$ 14,786,377	\$ -	\$ 14,786,377	\$ 12,660,391
Special assessments	-	7,368,844	7,368,844	8,897,444
Miscellaneous interest	664,509	11,622,252	12,286,761	11,761,123
Miscellaneous	69	133,155	133,224	181,052
Total revenues	<u>15,450,955</u>	<u>19,124,251</u>	<u>34,575,206</u>	<u>33,500,010</u>
<b>EXPENDITURES:</b>				
Debt service:				
Principal retirement	8,610,000	10,000,000	18,610,000	15,225,000
Interest and fiscal charges	9,403,992	10,761,336	20,165,328	18,576,075
Administrative and other costs	-	1,027,779	1,027,779	333,039
Advance refunding escrow	-	5,261,414	5,261,414	-
Total expenditures	<u>18,013,992</u>	<u>27,050,529</u>	<u>45,064,521</u>	<u>34,134,114</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>(2,563,037)</u>	<u>(7,926,278)</u>	<u>(10,489,315)</u>	<u>(634,104)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Proceeds from refunding of debt	-	23,980,000	23,980,000	-
Payment to refunded bond escrow agent	-	(21,937,212)	(21,937,212)	-
Operating transfers in	8,567,104	1,790,408	10,357,512	5,236,834
Operating transfers out	(5,860,665)	(507,208)	(6,367,873)	(5,923,397)
Total other financing sources (uses)	<u>2,706,439</u>	<u>3,325,988</u>	<u>6,032,427</u>	<u>(686,563)</u>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES</b>	<u>143,402</u>	<u>(4,600,290)</u>	<u>(4,456,888)</u>	<u>(1,320,667)</u>
<b>FUND BALANCES, BEGINNING OF YEAR</b>	<u>5,120,770</u>	<u>26,431,625</u>	<u>31,552,395</u>	<u>32,873,062</u>
<b>FUND BALANCES, END OF YEAR</b>	<u>\$ 5,264,172</u>	<u>\$ 21,831,335</u>	<u>\$ 27,095,507</u>	<u>\$ 31,552,395</u>

**CITY OF HENDERSON, NEVADA**  
**GENERAL OBLIGATION DEBT SERVICE FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 4,959,107	\$ 4,891,795
Accrued interest receivable	57,674	159,080
Property taxes receivable - delinquent	333,500	239,935
Due from other governments	247,891	100,004
	<hr/>	<hr/>
<b>TOTAL ASSETS</b>	<b>\$ 5,598,172</b>	<b>\$ 5,390,814</b>
	<hr/> <hr/>	<hr/> <hr/>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Accounts payable	\$ 500	\$ -
Accrued interest payable	-	30,109
Deferred revenues - property taxes	333,500	239,935
Total liabilities	<hr/> 334,000	<hr/> 270,044
 <b>FUND BALANCES:</b>		
Reserved for debt service	<hr/> 5,264,172	<hr/> 5,120,770
 <b>TOTAL LIABILITIES AND FUND BALANCES</b>	 <b>\$ 5,598,172</b>	 <b>\$ 5,390,814</b>
	<hr/> <hr/>	<hr/> <hr/>

**CITY OF HENDERSON, NEVADA**

**GENERAL OBLIGATION DEBT SERVICE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Property taxes	\$ 14,618,144	\$ 14,786,377	\$ 168,233	\$ 12,795,578	\$ 12,660,391	\$ (135,187)
Miscellaneous interest	500,000	664,509	164,509	500,000	596,131	96,131
Miscellaneous	-	69	69	-	-	-
Total revenues	<u>15,118,144</u>	<u>15,450,955</u>	<u>332,811</u>	<u>13,295,578</u>	<u>13,256,522</u>	<u>(39,056)</u>
EXPENDITURES:						
Debt Service:						
Principal retirement	8,610,000	8,610,000	-	7,840,840	7,660,000	180,840
Interest and fiscal charges	<u>9,433,602</u>	<u>9,403,992</u>	<u>29,610</u>	<u>7,145,779</u>	<u>7,134,425</u>	<u>11,354</u>
Total expenditures	<u>18,043,602</u>	<u>18,013,992</u>	<u>29,610</u>	<u>14,986,619</u>	<u>14,794,425</u>	<u>192,194</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(2,925,458)</u>	<u>(2,563,037)</u>	<u>362,421</u>	<u>(1,691,041)</u>	<u>(1,537,903)</u>	<u>153,138</u>
OTHER FINANCING SOURCES (USES):						
Operating transfers in	8,567,104	8,567,104	-	5,236,834	5,236,834	-
Operating transfers out	<u>(5,823,755)</u>	<u>(5,860,665)</u>	<u>(36,910)</u>	<u>(5,159,998)</u>	<u>(5,340,147)</u>	<u>(180,149)</u>
Total other financing sources (uses)	<u>2,743,349</u>	<u>2,706,439</u>	<u>(36,910)</u>	<u>76,836</u>	<u>(103,313)</u>	<u>(180,149)</u>
DEFICIENCY OF REVENUES AND OTHER FINANCING SOURCES UNDER EXPENDITURES AND OTHER FINANCING USES	<u>(182,109)</u>	<u>143,402</u>	<u>325,511</u>	<u>(1,614,205)</u>	<u>(1,641,216)</u>	<u>(27,011)</u>
FUND BALANCES, BEGINNING OF YEAR	<u>5,120,770</u>	<u>5,120,770</u>	<u>-</u>	<u>6,761,986</u>	<u>6,761,986</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 4,938,661</u>	<u>\$ 5,264,172</u>	<u>\$ 325,511</u>	<u>\$ 5,147,781</u>	<u>\$ 5,120,770</u>	<u>\$ (27,011)</u>

**CITY OF HENDERSON, NEVADA**

**SPECIAL ASSESSMENT DISTRICTS DEBT SERVICE FUND**

**COMPARATIVE BALANCE SHEETS**

**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 21,822,638	\$ 26,390,360
Special assessments receivable:		
Delinquent	229,668	179,811
Deferred	143,052,285	152,134,641
Total special assessments receivable	<u>143,281,953</u>	<u>152,314,452</u>
Accrued interest receivable	<u>11,572</u>	<u>48,610</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 165,116,163</u></u>	<u><u>\$ 178,753,422</u></u>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Accounts payable	\$ 4,874	\$ 6,769
Matured bonds and bond interest payable	-	575
Deferred revenues	143,279,954	152,314,453
Total liabilities	<u>143,284,828</u>	<u>152,321,797</u>
<b>FUND BALANCES:</b>		
Reserved for debt service	<u>21,831,335</u>	<u>26,431,625</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>\$ 165,116,163</u></u>	<u><u>\$ 178,753,422</u></u>

**CITY OF HENDERSON, NEVADA**

**SPECIAL ASSESSMENT DISTRICTS DEBT SERVICE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>REVENUES:</b>						
Special assessments	\$ 5,916,521	\$ 7,368,844	\$ 1,452,323	\$ 9,052,086	\$ 8,897,444	\$ (154,642)
Miscellaneous interest	11,065,652	11,622,252	556,600	10,301,415	11,164,992	863,577
Miscellaneous	347,380	133,155	(214,225)	-	181,052	181,052
Total revenues	<u>17,329,553</u>	<u>19,124,251</u>	<u>1,794,698</u>	<u>19,353,501</u>	<u>20,243,488</u>	<u>889,987</u>
<b>EXPENDITURES:</b>						
Debt Service:						
Principal retirement	10,000,000	10,000,000	-	7,535,000	7,565,000	(30,000)
Interest and fiscal charges	10,760,736	10,761,336	(600)	11,351,485	11,441,650	(90,165)
Administrative and other costs	1,047,000	1,027,779	19,221	573,500	333,039	240,461
Advance refunding escrow	-	5,261,414	(5,261,414)	-	-	-
Total expenditures	<u>21,807,736</u>	<u>27,050,529</u>	<u>(5,242,793)</u>	<u>19,459,985</u>	<u>19,339,689</u>	<u>120,296</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(4,478,183)</u>	<u>(7,926,278)</u>	<u>(3,448,095)</u>	<u>(106,484)</u>	<u>903,799</u>	<u>1,010,283</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Proceeds from refunding of debt	-	23,980,000	23,980,000	-	-	-
Payment to refunded bond escrow agent	-	(21,937,212)	(21,937,212)	-	-	-
Operating transfers in	1,780,014	1,790,408	10,394	-	-	-
Operating transfers out	(456,066)	(507,208)	(51,142)	(407,610)	(583,250)	(175,640)
Total other financing sources (uses)	<u>1,323,948</u>	<u>3,325,988</u>	<u>2,002,040</u>	<u>(407,610)</u>	<u>(583,250)</u>	<u>(175,640)</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(3,154,235)</u>	<u>(4,600,290)</u>	<u>(1,446,055)</u>	<u>(514,094)</u>	<u>320,549</u>	<u>834,643</u>
FUND BALANCES, BEGINNING OF YEAR	<u>26,431,625</u>	<u>26,431,625</u>	<u>-</u>	<u>26,111,076</u>	<u>26,111,076</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 23,277,390</u>	<u>\$ 21,831,335</u>	<u>\$ (1,446,055)</u>	<u>\$ 25,596,982</u>	<u>\$ 26,431,625</u>	<u>\$ 834,643</u>

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**Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.**

**Land Sales** - to account for the purchase and sale of City owned property. The City has traditionally used proceeds from these sales for miscellaneous capital projects.

**Special Recreation** - to account for costs of recreational equipment and other recreational purposes. Funds for these purposes are provided by revenues received from the Las Vegas Convention and Visitors Authority.

**Bond Proceeds** - to account for costs of improving and bettering streets within the City; flood control; improving and equipping artificial lights, lighting equipment, and traffic control equipment; and acquisition, development, improvement and expansion of public parks, playgrounds and recreation facilities within the City. Financing is provided by the sale of general obligation bonds.

**HUD Proceeds** - to account for costs of providing loans and grants given for the purpose of housing rehabilitation and the construction of capital improvements, such as streets and street lighting. Primary funding is provided by Federal grants.

**Park Development** - to account for fees that are collected upon application for building permits. The revenues produced by these fees are to be used for the acquisition, development, improvement and expansion of public parks, playground and recreational facilities within the City.

**Special Assessment Districts** - to account for the cost of public improvements such as street lighting, streets, curbs, gutters, water and sewer benefiting certain property owners. Funding is provided by the issuance of special assessment district bonds.

**Flood Control** - to account for flood control projects that receive their primary funding from the Clark County Flood Control District.

**RTC/County** - to account for costs of improving streets within the City that are funded by the Regional Transportation Commission and Clark County Grants.

**Municipal Facilities Acquisition & Construction Fund** - to account for costs associated with the acquisition, construction and improvement of public building facilities.

**Special Ad Valorem Transportation Fund** - to account for revenue received from a special ad valorem tax that must be recorded in a capital project fund and dedicated to capital projects designed to alleviate critical transportation needs within Clark County.

# Capital Projects Funds



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**CITY OF HENDERSON, NEVADA**

**CAPITAL PROJECTS FUNDS**

**COMBINING BALANCE SHEETS**

**JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)**

	ASSETS										Totals	
	Land Sales	Special Recreation	Bond Proceeds	HUD Proceeds	Park Development	Special Assessment Districts	Flood Control	RTC/ County Funded	Municipal Facilities Acquisition and Construction	Special Ad Valorem Transportation	2001	2000
Cash and investments	\$ 2,576,828	\$ 2,694,158	\$ 32,012,639	\$ -	\$ 7,087,841	\$ 19,860,645	\$ -	\$ -	\$ 75,138,519	\$ -	\$ 139,370,630	\$ 164,853,760
Accrued interest receivable	20,225	21,286	-	-	53,320	2,817	-	-	682,264	-	779,912	731,289
Due from other governments	-	503,963	-	339,424	-	-	-	586,710	-	-	1,430,097	1,278,377
Notes receivable	558,113	-	-	-	-	-	-	-	-	-	558,113	558,113
<b>TOTAL ASSETS</b>	<b>\$ 3,155,166</b>	<b>\$ 3,219,407</b>	<b>\$ 32,012,639</b>	<b>\$ 339,424</b>	<b>\$ 7,141,161</b>	<b>\$ 19,863,462</b>	<b>\$ -</b>	<b>\$ 586,710</b>	<b>\$ 75,820,783</b>	<b>\$ -</b>	<b>\$ 142,138,752</b>	<b>\$ 167,421,539</b>
<b>LIABILITIES AND FUND BALANCES (DEFICITS)</b>												
<b>LIABILITIES:</b>												
Accounts payable and accrued wages	\$ 4,787	\$ 51,504	\$ 35,700	\$ 169,361	\$ 36,799	\$ -	\$ -	\$ 121,604	\$ 378,391	\$ -	\$ 798,146	\$ 1,645,773
Construction contracts	-	-	1,158,731	-	-	-	33,350	-	1,054,596	-	2,246,677	3,135,874
Deposits	32,225	-	-	-	-	-	-	-	-	-	32,225	350,713
Due to other funds	-	-	-	157,896	-	-	58,662	465,106	-	-	681,664	832,448
Advances from other funds	7,500,000	-	-	-	-	173,466	-	-	-	-	7,673,466	10,750,566
Arbitrage rebate tax	-	-	189,699	-	-	-	-	-	329,393	-	519,092	519,092
Deferred revenues	559,713	-	-	12,167	-	-	-	-	-	-	571,880	567,273
<b>Total liabilities</b>	<b>8,096,725</b>	<b>51,504</b>	<b>1,384,130</b>	<b>339,424</b>	<b>36,799</b>	<b>173,466</b>	<b>92,012</b>	<b>586,710</b>	<b>1,762,380</b>	<b>-</b>	<b>12,523,150</b>	<b>17,801,739</b>
<b>FUND BALANCES (DEFICITS):</b>												
Unreserved - undesignated	(4,941,559)	3,167,903	30,628,509	-	7,104,362	19,689,996	(92,012)	-	74,058,403	-	129,615,602	149,619,800
<b>TOTAL LIABILITIES AND FUND BALANCES (DEFICITS)</b>	<b>\$ 3,155,166</b>	<b>\$ 3,219,407</b>	<b>\$ 32,012,639</b>	<b>\$ 339,424</b>	<b>\$ 7,141,161</b>	<b>\$ 19,863,462</b>	<b>\$ -</b>	<b>\$ 586,710</b>	<b>\$ 75,820,783</b>	<b>\$ -</b>	<b>\$ 142,138,752</b>	<b>\$ 167,421,539</b>

CITY OF HENDERSON, NEVADA

CAPITAL PROJECTS FUNDS

COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (DEFICITS)  
FOR THE YEAR JUNE 30, 2001  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)

	Land Sales	Special Recreation	Bond Proceeds	HUD Proceeds	Park Development	Special Assessment Districts	Flood Control	RTC/ County Funded	Municipal Facilities Acquisition and Construction	Special Ad Valorem Transportation	Totals	
											2001	2000
<b>REVENUES:</b>												
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 459,681	\$ 459,681	\$ 409,668
Intergovernmental	-	1,733,840	-	2,006,750	-	-	-	3,292,496	-	-	7,033,086	5,056,622
Developer contributions	-	-	-	-	-	325,832	-	67,223	-	-	393,055	711,875
Impact fees	-	-	-	-	1,585,260	-	-	-	-	-	1,585,260	2,231,063
Miscellaneous interest	167,593	184,138	2,541,866	-	542,784	1,723,462	-	-	3,891,736	-	9,051,579	7,604,545
Miscellaneous	278,978	40,775	17,375	-	20,963	278,458	-	-	825,773	-	1,462,322	1,333,052
<b>Total revenues</b>	<b>446,571</b>	<b>1,958,753</b>	<b>2,559,241</b>	<b>2,006,750</b>	<b>2,149,007</b>	<b>2,327,752</b>	<b>-</b>	<b>3,359,719</b>	<b>4,717,509</b>	<b>459,681</b>	<b>19,984,983</b>	<b>17,346,825</b>
<b>EXPENDITURES -</b>												
<b>CAPITAL OUTLAY:</b>												
Construction contracts	8,320	187,979	6,384,867	215,109	615,835	15,625,918	12,365	3,078,151	8,063,856	-	34,192,400	48,874,531
Equipment	-	267,109	-	20,855	-	-	-	-	784,074	-	1,072,038	4,337,609
Land	1,961,182	-	-	80,000	-	-	-	-	302,264	-	2,343,446	149,554
Engineering and other	925,156	89,919	979,356	1,673,505	124,424	183,039	-	142,016	3,925,372	-	8,042,787	10,517,339
Intergovernmental	-	-	-	-	-	-	-	-	-	459,681	459,681	409,668
<b>Total expenditures</b>	<b>2,894,658</b>	<b>545,007</b>	<b>7,364,223</b>	<b>1,989,469</b>	<b>740,259</b>	<b>15,808,957</b>	<b>12,365</b>	<b>3,220,167</b>	<b>13,075,566</b>	<b>459,681</b>	<b>46,110,352</b>	<b>64,288,701</b>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES</b>	<b>(2,448,087)</b>	<b>1,413,746</b>	<b>(4,804,982)</b>	<b>17,281</b>	<b>1,408,748</b>	<b>(13,481,205)</b>	<b>(12,365)</b>	<b>139,552</b>	<b>(8,358,057)</b>	<b>-</b>	<b>(26,125,369)</b>	<b>(46,941,876)</b>
<b>OTHER FINANCING SOURCES (USES):</b>												
Land sales	7,357,532	-	-	-	-	-	-	-	-	-	7,357,532	307,459
Proceeds from issuance of debt	-	-	-	-	-	-	-	-	-	-	-	49,556,443
Operating transfers in	1,410,000	-	-	19,836	-	507,208	-	7,992	10,090,132	-	12,035,168	28,392,062
Operating transfers out	(153,584)	(138,323)	(2,522,210)	-	-	(1,790,408)	-	-	(8,667,004)	-	(13,271,529)	(14,680,716)
<b>Total other financing sources (uses)</b>	<b>8,613,948</b>	<b>(138,323)</b>	<b>(2,522,210)</b>	<b>19,836</b>	<b>-</b>	<b>(1,283,200)</b>	<b>-</b>	<b>7,992</b>	<b>1,423,128</b>	<b>-</b>	<b>6,121,171</b>	<b>63,575,248</b>
<b>EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES</b>	<b>6,165,861</b>	<b>1,275,423</b>	<b>(7,327,192)</b>	<b>37,117</b>	<b>1,408,748</b>	<b>(14,764,405)</b>	<b>(12,365)</b>	<b>147,544</b>	<b>(6,934,929)</b>	<b>-</b>	<b>(20,004,198)</b>	<b>16,633,372</b>
<b>FUND BALANCES (DEFICITS), BEGINNING OF YEAR</b>	<b>(11,107,420)</b>	<b>1,892,480</b>	<b>37,955,701</b>	<b>(37,117)</b>	<b>5,695,614</b>	<b>34,454,401</b>	<b>(79,647)</b>	<b>(147,544)</b>	<b>80,993,332</b>	<b>-</b>	<b>149,619,800</b>	<b>132,986,428</b>
<b>FUND BALANCES (DEFICITS), END OF YEAR</b>	<b>\$ (4,941,559)</b>	<b>\$ 3,167,903</b>	<b>\$ 30,628,509</b>	<b>\$ -</b>	<b>\$ 7,104,362</b>	<b>\$ 19,689,996</b>	<b>\$ (92,012)</b>	<b>\$ -</b>	<b>\$ 74,058,403</b>	<b>\$ -</b>	<b>\$ 129,615,602</b>	<b>\$ 149,619,800</b>

**CITY OF HENDERSON, NEVADA**

**LAND SALES CAPITAL PROJECTS FUND**

**COMPARATIVE BALANCE SHEETS  
JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 2,576,828	\$ -
Accounts receivable	-	3,373
Accrued interest receivable	20,225	28
Notes receivable	558,113	558,113
	<hr/>	<hr/>
TOTAL ASSETS	<u>\$ 3,155,166</u>	<u>\$ 561,514</u>

**LIABILITIES AND FUND DEFICITS**

LIABILITIES:

Accounts payable	\$ 4,787	\$ 12,478
Deposits	32,225	350,713
Due to other funds	-	227,630
Advances from other funds	7,500,000	10,520,000
Deferred revenue	559,713	558,113
Total liabilities	<hr/> <u>8,096,725</u>	<hr/> <u>11,668,934</u>

FUND DEFICITS:

Unreserved - undesignated	<hr/> <u>(4,941,559)</u>	<hr/> <u>(11,107,420)</u>
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TOTAL LIABILITIES AND FUND DEFICITS	<u>\$ 3,155,166</u>	<u>\$ 561,514</u>
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**CITY OF HENDERSON, NEVADA**

**LAND SALES CAPITAL PROJECTS FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND DEFICITS - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Miscellaneous interest	\$ 100,000	\$ 167,593	\$ 67,593	\$ -	\$ -	\$ -
Miscellaneous	248,600	278,978	30,378	277,050	273,697	(3,353)
Total revenues	<u>348,600</u>	<u>446,571</u>	<u>97,971</u>	<u>277,050</u>	<u>273,697</u>	<u>(3,353)</u>
EXPENDITURES - CAPITAL OUTLAY:						
Construction contracts	2,091,346	8,320	2,083,026	-	66,892	(66,892)
Equipment	-	-	-	275,790	8,840	266,950
Land	-	1,961,182	(1,961,182)	-	28,112	(28,112)
Engineering and other	973,500	925,156	48,344	435,104	151,849	283,255
Total expenditures	<u>3,064,846</u>	<u>2,894,658</u>	<u>170,188</u>	<u>710,894</u>	<u>255,693</u>	<u>455,201</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,716,246)</u>	<u>(2,448,087)</u>	<u>268,159</u>	<u>(433,844)</u>	<u>18,004</u>	<u>451,848</u>
OTHER FINANCING SOURCES (USES):						
Land sales	11,950,000	7,357,532	(4,592,468)	12,000,000	307,459	(11,692,541)
Operating transfers in	1,966,000	1,410,000	(556,000)	-	-	-
Operating transfers out	(55,000)	(153,584)	(98,584)	-	-	-
Total other financing sources	<u>13,861,000</u>	<u>8,613,948</u>	<u>(5,247,052)</u>	<u>12,000,000</u>	<u>307,459</u>	<u>(11,692,541)</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	11,144,754	6,165,861	(4,978,893)	11,566,156	325,463	(11,240,693)
FUND BALANCE (DEFICIT), BEGINNING OF YEAR	<u>(11,107,420)</u>	<u>(11,107,420)</u>	<u>-</u>	<u>(11,432,883)</u>	<u>(11,432,883)</u>	<u>-</u>
FUND BALANCE (DEFICIT), END OF YEAR	<u>\$ 37,334</u>	<u>\$ (4,941,559)</u>	<u>\$ (4,978,893)</u>	<u>\$ 133,273</u>	<u>\$ (11,107,420)</u>	<u>\$ (11,240,693)</u>

**CITY OF HENDERSON, NEVADA**  
**SPECIAL RECREATION CAPITAL PROJECTS FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 2,694,158	\$ 1,523,387
Accrued interest receivable	21,286	22,762
Due from other governments	503,963	504,300
<b>TOTAL ASSETS</b>	<b>\$ 3,219,407</b>	<b>\$ 2,050,449</b>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Accounts payable	\$ 51,504	\$ 157,969
 <b>FUND BALANCES:</b>		
Unreserved - undesignated	3,167,903	1,892,480
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 3,219,407</b>	<b>\$ 2,050,449</b>

**CITY OF HENDERSON, NEVADA**

**SPECIAL RECREATION CAPITAL PROJECTS FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Intergovernmental	\$ 1,250,000	\$ 1,733,840	\$ 483,840	\$ 1,350,000	\$ 1,613,470	\$ 263,470
Miscellaneous interest	55,000	184,138	129,138	50,000	61,712	11,712
Miscellaneous	-	40,775	40,775	-	2,500	2,500
Total revenues	<u>1,305,000</u>	<u>1,958,753</u>	<u>653,753</u>	<u>1,400,000</u>	<u>1,677,682</u>	<u>277,682</u>
EXPENDITURES - CAPITAL OUTLAY:						
Construction contracts	-	187,979	(187,979)	-	248,767	(248,767)
Equipment	2,057,126	267,109	1,790,017	2,106,234	280,117	1,826,117
Engineering and other	156,909	89,919	66,990	236,596	191,781	44,815
Total expenditures	<u>2,214,035</u>	<u>545,007</u>	<u>1,669,028</u>	<u>2,342,830</u>	<u>720,665</u>	<u>1,622,165</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(909,035)	1,413,746	2,322,781	(942,830)	957,017	1,899,847
OTHER FINANCING USES:						
Operating transfers out	<u>(55,000)</u>	<u>(138,323)</u>	<u>(83,323)</u>	<u>(50,000)</u>	<u>(87,732)</u>	<u>(37,732)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(964,035)	1,275,423	2,239,458	(992,830)	869,285	1,862,115
FUND BALANCES, BEGINNING OF YEAR	<u>1,892,480</u>	<u>1,892,480</u>	<u>-</u>	<u>1,023,195</u>	<u>1,023,195</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 928,445</u>	<u>\$ 3,167,903</u>	<u>\$ 2,239,458</u>	<u>\$ 30,365</u>	<u>\$ 1,892,480</u>	<u>\$ 1,862,115</u>

**CITY OF HENDERSON, NEVADA**  
**BOND PROCEEDS CAPITAL PROJECTS FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u><b>2001</b></u>	<u><b>2000</b></u>
Cash and investments	\$ 32,012,639	\$ 40,775,459

**LIABILITIES AND FUND BALANCES**

**LIABILITIES:**

Accounts payable	\$ 35,700	\$ 214,118
Construction contracts	1,158,731	2,415,941
Arbitrage rebate tax	189,699	189,699
Total liabilities	1,384,130	2,819,758

**FUND BALANCES:**

Unreserved - undesignated	30,628,509	37,955,701
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<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 32,012,639</b>	<b>\$ 40,775,459</b>
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# CITY OF HENDERSON, NEVADA

## BOND PROCEEDS CAPITAL PROJECTS FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	Budget	Actual	Variance	Budget	Actual	Variance
REVENUES:						
Miscellaneous interest	\$ 2,467,000	\$ 2,541,866	\$ 74,866	\$ 2,467,000	\$ 2,746,885	\$ 279,885
Miscellaneous	-	17,375	17,375	-	10,205	10,205
Total revenues	2,467,000	2,559,241	92,241	2,467,000	2,757,090	290,090
EXPENDITURES - CAPITAL OUTLAY:						
Construction contracts	16,116,896	6,384,867	9,732,029	37,606,924	17,916,246	19,690,678
Engineering and other	1,998,378	979,356	1,019,022	3,718,462	1,894,679	1,823,783
Total expenditures	18,115,274	7,364,223	10,751,051	41,325,386	19,810,925	21,514,461
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(15,648,274)	(4,804,982)	10,843,292	(38,858,386)	(17,053,835)	21,804,551
OTHER FINANCING SOURCES (USES):						
Operating transfers in	-	-	-	2,763,266	2,763,266	-
Operating transfers out	(2,467,000)	(2,522,210)	(55,210)	(5,867,000)	(6,146,884)	(279,884)
Total other financing uses	(2,467,000)	(2,522,210)	(55,210)	(3,103,734)	(3,383,618)	(279,884)
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(18,115,274)	(7,327,192)	10,788,082	(41,962,120)	(20,437,453)	21,524,667
FUND BALANCES, BEGINNING OF YEAR	37,955,701	37,955,701	-	58,393,154	58,393,154	-
FUND BALANCES, END OF YEAR	\$ 19,840,427	\$ 30,628,509	\$ 10,788,082	\$ 16,431,034	\$ 37,955,701	\$ 21,524,667

**CITY OF HENDERSON, NEVADA**  
**HUD PROCEEDS CAPITAL PROJECTS FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Due from other governments	\$ 339,424	\$ 129,131

**LIABILITIES AND FUND DEFICITS**

LIABILITIES:

Accounts payable and accrued wages	\$ 169,361	\$ 59,522
Due to other funds	157,896	97,566
Deferred revenues	12,167	9,160
Total liabilities	339,424	166,248

FUND DEFICITS:

Unreserved - undesignated	-	(37,117)
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TOTAL LIABILITIES AND FUND DEFICITS	\$ 339,424	\$ 129,131
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## CITY OF HENDERSON, NEVADA

### HUD PROCEEDS CAPITAL PROJECTS FUND

#### COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND DEFICITS - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Intergovernmental	\$ 3,138,501	\$ 2,006,750	\$ (1,131,751)	\$ 3,703,190	\$ 1,577,206	\$ (2,125,984)
EXPENDITURES - CAPITAL OUTLAY:						
Construction contracts	1,274,724	215,109	1,059,615	1,174,126	564,528	609,598
Equipment	-	20,855	(20,855)	-	33,500	(33,500)
Land	-	80,000	(80,000)	-	-	-
Engineering and other	1,826,660	1,673,505	153,155	2,411,461	898,692	1,512,769
Total expenditures	<u>3,101,384</u>	<u>1,989,469</u>	<u>1,111,915</u>	<u>3,585,587</u>	<u>1,496,720</u>	<u>2,088,867</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	37,117	17,281	(19,836)	117,603	80,486	(37,117)
OTHER FINANCING SOURCES:						
Operating transfers in	-	19,836	19,836	-	-	-
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	37,117	37,117	-	117,603	80,486	(37,117)
FUND DEFICITS, BEGINNING OF YEAR	<u>(37,117)</u>	<u>(37,117)</u>	<u>-</u>	<u>(117,603)</u>	<u>(117,603)</u>	<u>-</u>
FUND DEFICITS, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (37,117)</u>	<u>\$ (37,117)</u>

**CITY OF HENDERSON, NEVADA**  
**PARK DEVELOPMENT CAPITAL PROJECTS FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 7,087,841	\$ 5,814,472
Accrued interest receivable	<u>53,320</u>	<u>93,653</u>
<b>TOTAL ASSETS</b>	<b><u><u>\$ 7,141,161</u></u></b>	<b><u><u>\$ 5,908,125</u></u></b>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Accounts payable	\$ 36,799	\$ 99,531
Construction contracts	<u>-</u>	<u>112,980</u>
Total liabilities	<u>36,799</u>	<u>212,511</u>
<b>FUND BALANCES:</b>		
Unreserved - undesignated	<u>7,104,362</u>	<u>5,695,614</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u><u>\$ 7,141,161</u></u></b>	<b><u><u>\$ 5,908,125</u></u></b>

**CITY OF HENDERSON, NEVADA**

**PARK DEVELOPMENT CAPITAL PROJECTS FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Impact fees	\$ 2,897,392	\$ 1,585,260	\$ (1,312,132)	\$ 2,082,000	\$ 2,231,063	\$ 149,063
Miscellaneous interest	402,000	542,784	140,784	418,700	370,601	(48,099)
Miscellaneous	290,000	20,963	(269,037)	-	-	-
Total revenues	<u>3,589,392</u>	<u>2,149,007</u>	<u>(1,440,385)</u>	<u>2,500,700</u>	<u>2,601,664</u>	<u>100,964</u>
EXPENDITURES - CAPITAL OUTLAY:						
Construction contracts	3,895,869	615,835	3,280,034	1,475,515	1,502,885	(27,370)
Engineering and other	431,528	124,424	307,104	3,434,482	1,898,930	1,535,552
Total expenditures	<u>4,327,397</u>	<u>740,259</u>	<u>3,587,138</u>	<u>4,909,997</u>	<u>3,401,815</u>	<u>1,508,182</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(738,005)	1,408,748	2,146,753	(2,409,297)	(800,151)	1,609,146
OTHER FINANCING USES:						
Operating transfers out	-	-	-	(366,000)	(366,000)	-
DEFICIENCY OF REVENUES UNDER EXPENDITURES AND OTHER FINANCING USES	(738,005)	1,408,748	2,146,753	(2,775,297)	(1,166,151)	1,609,146
FUND BALANCES, BEGINNING OF YEAR	<u>5,695,614</u>	<u>5,695,614</u>	<u>-</u>	<u>6,861,765</u>	<u>6,861,765</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 4,957,609</u>	<u>\$ 7,104,362</u>	<u>\$ 2,146,753</u>	<u>\$ 4,086,468</u>	<u>\$ 5,695,614</u>	<u>\$ 1,609,146</u>

**CITY OF HENDERSON, NEVADA**

**SPECIAL ASSESSMENT DISTRICTS CAPITAL PROJECTS FUND**

**COMPARATIVE BALANCE SHEETS  
JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 19,860,645	\$ 34,640,489
Accounts receivable	-	24,773
Accrued interest receivable	<u>2,817</u>	<u>19,705</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 19,863,462</u></u>	<u><u>\$ 34,684,967</u></u>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Advances from other funds	\$ 173,466	\$ 230,566
<b>FUND BALANCES:</b>		
Unreserved - undesignated	<u>19,689,996</u>	<u>34,454,401</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u><u>\$ 19,863,462</u></u>	<u><u>\$ 34,684,967</u></u>

**CITY OF HENDERSON, NEVADA**

**SPECIAL ASSESSMENT DISTRICTS CAPITAL PROJECTS FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Developer contributions	\$ 320,000	\$ 325,832	\$ 5,832	\$ 182,388	\$ 207,161	\$ 24,773
Miscellaneous interest	1,433,000	1,723,462	290,462	2,432,150	2,428,488	(3,662)
Miscellaneous	278,458	278,458	-	-	-	-
Total revenues	<u>2,031,458</u>	<u>2,327,752</u>	<u>296,294</u>	<u>2,614,538</u>	<u>2,635,649</u>	<u>21,111</u>
EXPENDITURES - CAPITAL OUTLAY:						
Construction contracts	28,193,474	15,625,918	12,567,556	16,507,985	13,983,820	2,524,165
Engineering and other	423,000	183,039	239,961	449,776	384,533	65,243
Total expenditures	<u>28,616,474</u>	<u>15,808,957</u>	<u>12,807,517</u>	<u>16,957,761</u>	<u>14,368,353</u>	<u>2,589,408</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(26,585,016)</u>	<u>(13,481,205)</u>	<u>13,103,811</u>	<u>(14,343,223)</u>	<u>(11,732,704)</u>	<u>2,610,519</u>
OTHER FINANCING SOURCES (USES)						
Operating transfers in	456,066	507,208	51,142	407,610	583,250	175,640
Operating transfers out	(1,780,014)	(1,790,408)	(10,394)	-	-	-
Total other financing sources (uses)	<u>(1,323,948)</u>	<u>(1,283,200)</u>	<u>40,748</u>	<u>407,610</u>	<u>583,250</u>	<u>175,640</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	<u>(27,908,964)</u>	<u>(14,764,405)</u>	<u>13,144,559</u>	<u>(13,935,613)</u>	<u>(11,149,454)</u>	<u>32,739,702</u>
FUND BALANCES, BEGINNING OF YEAR	<u>34,454,401</u>	<u>34,454,401</u>	<u>-</u>	<u>45,603,855</u>	<u>45,603,855</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 6,545,437</u>	<u>\$ 19,689,996</u>	<u>\$ 13,144,559</u>	<u>\$ 31,668,242</u>	<u>\$ 34,454,401</u>	<u>\$ 32,739,702</u>

**CITY OF HENDERSON, NEVADA**  
**FLOOD CONTROL CAPITAL PROJECTS FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Accrued interest receivable	\$ -	\$ 5

**LIABILITIES AND FUND DEFICITS**

**LIABILITIES:**

Accounts payable	\$ -	\$ 34,747
Construction contracts	33,350	40,000
Due to other funds	58,662	4,905
Total liabilities	92,012	79,652

**FUND DEFICITS:**

Unreserved - undesignated	(92,012)	(79,647)
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TOTAL LIABILITIES AND FUND DEFICITS	\$ -	\$ 5
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**CITY OF HENDERSON, NEVADA**

**FLOOD CONTROL CAPITAL PROJECTS FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE (DEFICITS)- BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Intergovernmental	\$ 91,768	\$ -	\$ (91,768)	\$ 97,019	\$ -	\$ (97,019)
Miscellaneous interest	150	-	(150)	-	146	146
Miscellaneous	-	-	-	-	4,840	4,840
Total revenues	<u>91,918</u>	<u>-</u>	<u>(91,918)</u>	<u>97,019</u>	<u>4,986</u>	<u>(92,033)</u>
EXPENDITURES - CAPITAL OUTLAY:						
Construction contracts	12,271	12,365	(94)	65,386	34,747	30,639
Land	-	-	-	-	18,386	(18,386)
Total expenditures	<u>12,271</u>	<u>12,365</u>	<u>(94)</u>	<u>65,386</u>	<u>53,133</u>	<u>12,253</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	79,647	(12,365)	(92,012)	31,633	(48,147)	(79,780)
FUND DEFICITS, BEGINNING OF YEAR	<u>(79,647)</u>	<u>(79,647)</u>	<u>-</u>	<u>(31,500)</u>	<u>(31,500)</u>	<u>-</u>
FUND BALANCE (DEFICITS), END OF YEAR	<u>\$ -</u>	<u>\$ (92,012)</u>	<u>\$ (92,012)</u>	<u>\$ 133</u>	<u>\$ (79,647)</u>	<u>\$ (79,780)</u>

**CITY OF HENDERSON, NEVADA**  
**RTC/COUNTY FUNDED CAPITAL PROJECTS FUND**

**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Due from other governments	\$ 586,710	\$ 644,946

**LIABILITIES AND FUND BALANCE (DEFICIT)**

LIABILITIES:

Accounts payable and accrued wages	\$ 121,604	\$ 117,385
Construction contracts	-	172,758
Due to other funds	465,106	502,347
Total liabilities	586,710	792,490

FUND BALANCE (DEFICIT):

Unreserved - undesignated	-	(147,544)
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TOTAL LIABILITIES AND FUND BALANCE (DEFICIT)	\$ 586,710	\$ 644,946
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# CITY OF HENDERSON, NEVADA

## RTC/COUNTY FUNDED CAPITAL PROJECTS FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE (DEFICIT) - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Intergovernmental	\$ 6,789,300	\$ 3,292,496	\$ (3,496,804)	\$ 13,747,577	\$ 1,865,946	\$ (11,881,631)
Developer contributions	138,653	67,223	(71,430)	278,861	504,714	225,853
Total revenues	6,927,953	3,359,719	(3,568,234)	14,026,438	2,370,660	(11,655,778)
EXPENDITURES - CAPITAL OUTLAY:						
Construction contracts	5,648,239	3,078,151	2,570,088	10,450,444	2,524,925	7,925,519
Engineering and other	851,834	142,016	709,818	465,027	124,772	340,255
Total expenditures	6,500,073	3,220,167	3,279,906	10,915,471	2,649,697	8,265,774
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	427,880	139,552	(288,328)	3,110,967	(279,037)	(3,390,004)
OTHER FINANCING SOURCES						
Operating transfers in	-	7,992	7,992	-	-	-
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	427,880	147,544	(280,336)	3,110,967	(279,037)	(3,390,004)
FUND BALANCES, BEGINNING OF YEAR	(147,544)	(147,544)	-	131,493	131,493	-
FUND BALANCE (DEFICIT), END OF YEAR	\$ 280,336	\$ -	\$ (280,336)	\$ 3,242,460	\$ (147,544)	\$ (3,390,004)

**CITY OF HENDERSON, NEVADA**  
**MUNICIPAL FACILITIES ACQUISITION AND**  
**CONSTRUCTION CAPITAL PROJECTS FUND**

**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 75,138,519	\$ 82,099,953
Accrued interest receivable	682,264	566,990
<b>TOTAL ASSETS</b>	<b>\$ 75,820,783</b>	<b>\$ 82,666,943</b>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>		
Accounts payable	\$ 378,391	\$ 950,023
Construction contracts	1,054,596	394,195
Arbitrage rebate tax	329,393	329,393
Total liabilities	1,762,380	1,673,611
 <b>FUND BALANCES:</b>		
Unreserved - undesignated	74,058,403	80,993,332
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 75,820,783</b>	<b>\$ 82,666,943</b>

# CITY OF HENDERSON, NEVADA

## MUNICIPAL FACILITIES ACQUISITION AND CONSTRUCTION CAPITAL PROJECTS FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>REVENUES:</b>						
Miscellaneous interest	\$ 2,000,000	\$ 3,891,736	\$ 1,891,736	\$ 1,100,000	\$ 1,996,713	\$ 896,713
Miscellaneous	10,000	825,773	815,773	1,025,000	1,041,810	16,810
Total revenues	<u>2,010,000</u>	<u>4,717,509</u>	<u>2,707,509</u>	<u>2,125,000</u>	<u>3,038,523</u>	<u>913,523</u>
<b>EXPENDITURES - CAPITAL OUTLAY:</b>						
Construction contracts	28,447,667	8,063,856	20,383,811	64,975,569	12,031,721	52,943,848
Equipment	-	784,074	(784,074)	-	4,015,152	(4,015,152)
Land	-	302,264	(302,264)	-	103,056	(103,056)
Engineering and other	8,625,442	3,925,372	4,700,070	9,299,650	4,972,103	4,327,547
Total expenditures	<u>37,073,109</u>	<u>13,075,566</u>	<u>23,997,543</u>	<u>74,275,219</u>	<u>21,122,032</u>	<u>53,153,187</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(35,063,109)</u>	<u>(8,358,057)</u>	<u>26,705,052</u>	<u>(72,150,219)</u>	<u>(18,083,509)</u>	<u>54,066,710</u>
<b>OTHER FINANCING SOURCES (USES):</b>						
Proceeds from issuance of debt	-	-	-	49,500,000	49,556,443	56,443
Operating transfers in	9,730,000	10,090,132	360,132	20,128,581	25,045,546	4,916,965
Operating transfers out	(8,647,104)	(8,667,004)	(19,900)	(8,080,100)	(8,080,100)	-
Total other financing sources	<u>1,082,896</u>	<u>1,423,128</u>	<u>340,232</u>	<u>61,548,481</u>	<u>66,521,889</u>	<u>4,973,408</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES	<u>(33,980,213)</u>	<u>(6,934,929)</u>	<u>27,045,284</u>	<u>(10,601,738)</u>	<u>48,438,380</u>	<u>59,040,118</u>
FUND BALANCES, BEGINNING OF YEAR	<u>80,993,332</u>	<u>80,993,332</u>	<u>-</u>	<u>32,554,952</u>	<u>32,554,952</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ 47,013,119</u>	<u>\$ 74,058,403</u>	<u>\$ 27,045,284</u>	<u>\$ 21,953,214</u>	<u>\$ 80,993,332</u>	<u>\$ 59,040,118</u>

**CITY OF HENDERSON, NEVADA**

**SPECIAL AD VALOREM TRANSPORTATION CAPITAL PROJECTS FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Property taxes	\$ 400,000	\$ 459,681	\$ 59,681	\$ 405,000	\$ 409,668	\$ 4,668
Total revenues	<u>400,000</u>	<u>459,681</u>	<u>59,681</u>	<u>405,000</u>	<u>409,668</u>	<u>4,668</u>
EXPENDITURES - CAPITAL OUTLAY:						
Intergovernmental	<u>400,000</u>	<u>459,681</u>	<u>(59,681)</u>	<u>405,000</u>	<u>409,668</u>	<u>(4,668)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-	-	-
FUND BALANCES, BEGINNING OF YEAR	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

**Convention Center Enterprise Fund** - to account for costs of operating the City's Convention Center. Resources for operating the Center are derived from user fees, a room tax imposed by the City and the allocation of a portion of gaming license revenues to this fund.

**Water Fund** - to account for the provision of water services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operating, maintenance, financing and related debt service; and, billing and collection.

**Sewer Fund** - to account for the provision of sanitary sewer services to the residents of the City. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, administration, operations, maintenance, financing and related debt service; and, billing and collection.

**Development Services Fund** to account for the activities and transactions related to the building permit processing function. All activities necessary to provide such services are accounted for in this fund, including, but not limited to, permit processing, issuance, monitoring, building inspection, plan checking, certain development reviews and related administrative expenses.

# Enterprise Funds



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**CITY OF HENDERSON, NEVADA**

**ENTERPRISE FUNDS**

**COMBINING BALANCE SHEETS**

**JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)**

	ASSETS				Totals	
	Convention	Water	Sewer	Development	2001	2000
	Center			Services		
<b>CURRENT ASSETS:</b>						
Cash and investments	\$ 1,641,779	\$ 119,990,574	\$ 125,849,317	\$ 3,214,282	\$ 250,695,952	\$ 217,999,522
Accounts receivable	-	6,573,803	3,335,040	25,394	9,934,237	7,842,260
Accrued interest receivable	12,826	741,961	3,070,492	26,450	3,851,729	4,314,767
Due from other governments	-	648,064	-	-	648,064	-
Total current assets	<u>1,654,605</u>	<u>127,954,402</u>	<u>132,254,849</u>	<u>3,266,126</u>	<u>265,129,982</u>	<u>230,156,549</u>
<b>RESTRICTED ASSETS, CASH AND INVESTMENTS:</b>						
Customer deposits	-	205,905	610	-	206,515	178,642
Construction deposits	-	202,145	-	-	202,145	203,204
Water and sewer bond debt service	-	3,524,008	4,339,965	-	7,863,973	7,734,583
Total restricted assets	<u>-</u>	<u>3,932,058</u>	<u>4,340,575</u>	<u>-</u>	<u>8,272,633</u>	<u>8,116,429</u>
<b>BANKED WATER</b>	<u>-</u>	<u>5,698,507</u>	<u>-</u>	<u>-</u>	<u>5,698,507</u>	<u>5,152,186</u>
<b>PROPERTY, PLANT AND EQUIPMENT:</b>						
Land	-	1,077,830	3,308,926	-	4,386,756	4,258,550
Buildings	2,909,387	3,358,945	7,436,286	-	13,704,618	13,701,030
Improvements other than buildings	1,390,107	208,683,231	211,527,687	-	421,601,025	366,618,731
Machinery and equipment	368,532	4,255,850	4,459,702	174,963	9,259,047	7,475,811
Construction in progress	-	5,953,960	6,840,622	412,302	13,206,884	28,124,595
Total property, plant and equipment	<u>4,668,026</u>	<u>223,329,816</u>	<u>233,573,223</u>	<u>587,265</u>	<u>462,158,330</u>	<u>420,178,717</u>
Less accumulated depreciation	<u>(1,445,364)</u>	<u>(42,758,838)</u>	<u>(41,810,517)</u>	<u>(6,518)</u>	<u>(86,021,237)</u>	<u>(74,273,736)</u>
Net property, plant and equipment	<u>3,222,662</u>	<u>180,570,978</u>	<u>191,762,706</u>	<u>580,747</u>	<u>376,137,093</u>	<u>345,904,981</u>
<b>OTHER ASSETS:</b>						
Note receivable	-	-	10,000,000	-	10,000,000	10,000,000
Advances to other funds	-	-	7,500,000	-	7,500,000	10,520,000
Total other assets	<u>-</u>	<u>-</u>	<u>17,500,000</u>	<u>-</u>	<u>17,500,000</u>	<u>20,520,000</u>
<b>TOTAL ASSETS</b>	<u>\$ 4,877,267</u>	<u>\$ 318,155,945</u>	<u>\$ 345,858,130</u>	<u>\$ 3,846,873</u>	<u>\$ 672,738,215</u>	<u>\$ 609,850,145</u>

(Continued)

**CITY OF HENDERSON, NEVADA**

**ENTERPRISE FUNDS**

**COMBINING BALANCE SHEETS (Continued)**  
**JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)**

**LIABILITIES AND FUND EQUITY**

	<u>Convention</u>	<u>Water</u>	<u>Sewer</u>	<u>Development</u>	<u>Totals</u>	
	<u>Center</u>			<u>Services</u>	<u>2001</u>	<u>2000</u>
<b>CURRENT LIABILITIES (payable from current assets):</b>						
Accounts payable and accrued wages	\$ 63,975	\$ 1,639,066	\$ 753,297	\$ 594,959	\$ 3,051,297	\$ 4,650,644
Compensated absences payable	66,550	1,015,447	650,285	1,016,291	2,748,573	2,822,934
Construction contracts	-	413,317	255,939	-	669,256	602,565
Total current liabilities (payable from current assets)	<u>130,525</u>	<u>3,067,830</u>	<u>1,659,521</u>	<u>1,611,250</u>	<u>6,469,126</u>	<u>8,076,143</u>
<b>CURRENT LIABILITIES (payable from restricted assets):</b>						
Customer deposits	-	205,905	610	-	206,515	183,631
Construction deposits	-	202,145	-	-	202,145	203,204
Accrued bond interest	-	1,224,925	1,560,652	-	2,785,577	2,879,896
Current portion of bonds	-	3,996,733	4,912,978	-	8,909,711	8,313,007
Total current liabilities (payable from restricted assets)	<u>-</u>	<u>5,629,708</u>	<u>6,474,240</u>	<u>-</u>	<u>12,103,948</u>	<u>11,579,738</u>
<b>LONG-TERM LIABILITIES:</b>						
Provisional credits	-	89,508	264,860	-	354,368	378,837
General obligation bonds (net of current portion)	-	82,326,877	89,262,818	-	171,589,695	177,265,668
Total long-term liabilities	<u>-</u>	<u>82,416,385</u>	<u>89,527,678</u>	<u>-</u>	<u>171,944,063</u>	<u>177,644,505</u>
Total liabilities	<u>130,525</u>	<u>91,113,923</u>	<u>97,661,439</u>	<u>1,611,250</u>	<u>190,517,137</u>	<u>197,300,386</u>
<b>FUND EQUITY:</b>						
Contributed capital:						
Federal government	-	-	8,663,619	-	8,663,619	8,980,286
Other contributed capital	4,305,318	217,529,716	235,762,778	8,040	457,605,852	406,156,619
Total contributed capital	<u>4,305,318</u>	<u>217,529,716</u>	<u>244,426,397</u>	<u>8,040</u>	<u>466,269,471</u>	<u>415,136,905</u>
Retained earnings (deficits):						
Unreserved	441,424	9,512,306	3,770,294	2,227,583	15,951,607	(2,587,146)
Total fund equity	<u>4,746,742</u>	<u>227,042,022</u>	<u>248,196,691</u>	<u>2,235,623</u>	<u>482,221,078</u>	<u>412,549,759</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$ 4,877,267</u>	<u>\$ 318,155,945</u>	<u>\$ 345,858,130</u>	<u>\$ 3,846,873</u>	<u>\$ 672,738,215</u>	<u>\$ 609,850,145</u>

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CITY OF HENDERSON, NEVADA

ENTERPRISE FUNDS

COMBINING STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICITS)  
FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)

	Convention	Water	Sewer	Development	Totals	
	Center			Services	2001	2000
<b>OPERATING REVENUES:</b>						
Utility fees	\$ -	\$ 35,434,895	\$ 19,218,008	\$ -	\$ 54,652,903	\$ 47,744,374
Connection fees	-	1,418,068	779,476	-	2,197,544	877,479
Developer contributions	-	29,886	124,236	233,692	387,814	-
Late charges	-	598,672	324,810	-	923,482	592,384
Rental fees	244,894	-	-	-	244,894	266,441
Licenses - gaming	465,547	-	-	-	465,547	432,587
Room tax	813,899	-	-	-	813,899	552,837
Licenses and permits	-	-	-	6,369,094	6,369,094	2,866,685
Charges for services	-	-	-	5,854,018	5,854,018	2,247,649
Miscellaneous	-	376,380	821,741	-	1,198,121	408,501
<b>Total operating revenues</b>	<b>1,524,340</b>	<b>37,857,901</b>	<b>21,268,271</b>	<b>12,456,804</b>	<b>73,107,316</b>	<b>55,988,937</b>
<b>OPERATING EXPENSES:</b>						
Salaries and wages	570,754	5,564,880	3,536,792	6,685,050	16,357,476	12,643,984
Employee benefits	173,477	1,655,659	1,055,039	1,796,881	4,681,056	3,253,552
Water purchases	-	11,788,811	-	-	11,788,811	10,085,766
Services and supplies	533,935	7,223,595	7,249,429	4,331,081	19,338,040	14,709,090
Depreciation	152,510	5,675,507	5,929,547	6,363	11,763,927	9,074,649
<b>Total operating expenses</b>	<b>1,430,676</b>	<b>31,908,452</b>	<b>17,770,807</b>	<b>12,819,375</b>	<b>63,929,310</b>	<b>49,767,041</b>
<b>OPERATING INCOME (LOSS)</b>	<b>93,664</b>	<b>5,949,449</b>	<b>3,497,464</b>	<b>(362,571)</b>	<b>9,178,006</b>	<b>6,221,896</b>
<b>NONOPERATING REVENUES (EXPENSES):</b>						
Interest revenue	127,549	8,883,356	11,498,520	204,586	20,714,011	13,330,725
Interest expense	-	(4,026,229)	(3,647,703)	-	(7,673,932)	(9,409,808)
Miscellaneous	14	64,289	14,866	237,169	316,338	33,540
Loss on the disposition of assets	-	-	-	-	-	(1,551)
Bond premium amortization	-	43,872	65,808	-	109,680	-
<b>Total nonoperating revenues</b>	<b>127,563</b>	<b>4,965,288</b>	<b>7,931,491</b>	<b>441,755</b>	<b>13,466,097</b>	<b>3,952,906</b>
<b>INCOME BEFORE OPERATING TRANSFERS</b>	<b>221,227</b>	<b>10,914,737</b>	<b>11,428,955</b>	<b>79,184</b>	<b>22,644,103</b>	<b>10,174,802</b>
<b>OPERATING TRANSFERS:</b>						
Operating transfers in	-	-	-	2,106,983	2,106,983	-
Operating transfers out	-	(3,250,000)	(3,250,000)	(29,000)	(6,529,000)	(12,225,009)
<b>Total operating transfers</b>	<b>-</b>	<b>(3,250,000)</b>	<b>(3,250,000)</b>	<b>2,077,983</b>	<b>(4,422,017)</b>	<b>(12,225,009)</b>
<b>NET INCOME (LOSS)</b>	<b>221,227</b>	<b>7,664,737</b>	<b>8,178,955</b>	<b>2,157,167</b>	<b>18,222,086</b>	<b>(2,050,207)</b>
<b>CURRENT YEAR'S DEPRECIATION OF FEDERAL GRANTS TRANSFERRED TO CONTRIBUTED CAPITAL</b>						
	-	-	316,667	-	316,667	316,676
<b>RETAINED EARNINGS (DEFICITS), BEGINNING OF YEAR</b>						
	220,197	1,847,569	(4,725,328)	70,416	(2,587,146)	(853,615)
<b>RETAINED EARNINGS (DEFICITS) END OF YEAR</b>	<b>\$ 441,424</b>	<b>\$ 9,512,306</b>	<b>\$ 3,770,294</b>	<b>\$ 2,227,583</b>	<b>\$ 15,951,607</b>	<b>\$ (2,587,146)</b>

**CITY OF HENDERSON, NEVADA**

**ENTERPRISE FUNDS**

**COMBINING STATEMENTS OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)**

	<b>Convention Center</b>	<b>Water</b>	<b>Sewer</b>	<b>Development Services</b>	<b>Totals</b>	
					<b>2001</b>	<b>2000</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>						
Cash received from customers	\$ 1,524,340	\$ 35,873,655	\$ 20,337,607	\$ 12,631,673	\$ 70,367,275	\$ 55,377,199
Cash received from quasi-external operating transactions	-	-	3,020,000	-	3,020,000	-
Cash from other sources	14	108,161	80,674	237,169	426,018	33,540
Cash payments to suppliers for goods and services	(719,787)	(22,190,564)	(8,831,260)	(5,720,914)	(37,462,525)	(30,233,470)
Cash payments to employees for services	(554,048)	(5,540,419)	(3,561,949)	(6,698,325)	(16,354,741)	(11,431,565)
Net cash provided by operating activities	<u>250,519</u>	<u>8,250,833</u>	<u>11,045,072</u>	<u>449,603</u>	<u>19,996,027</u>	<u>13,745,704</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>						
Operating transfers in	-	-	-	2,106,983	2,106,983	-
Operating transfers out	-	(3,250,000)	(3,250,000)	(29,000)	(6,529,000)	(12,225,009)
Net cash provided by (used for) noncapital financing activities	<u>-</u>	<u>(3,250,000)</u>	<u>(3,250,000)</u>	<u>2,077,983</u>	<u>(4,422,017)</u>	<u>(12,225,009)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>						
Acquisition of banked water	-	(546,321)	-	-	(546,321)	(723,842)
Acquisition and construction of fixed assets	(91,337)	(6,468,932)	(11,448,291)	(559,112)	(18,567,672)	(25,287,557)
Principal payments on bonds	-	(3,609,000)	(4,704,009)	-	(8,313,009)	(7,941,885)
Interest paid on bonds	-	(3,260,732)	(3,318,297)	-	(6,579,029)	(7,868,412)
Decrease in provisional credits	-	-	-	-	-	(2,151)
Capital contributions	-	11,616,595	16,446,493	-	28,063,088	21,140,004
Proceeds from issuance of debt	-	2,044,518	-	-	2,044,518	-
Net cash used for capital and related financing activities	<u>(91,337)</u>	<u>(223,872)</u>	<u>(3,024,104)</u>	<u>(559,112)</u>	<u>(3,898,425)</u>	<u>(20,683,843)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>						
Interest on investments	<u>132,396</u>	<u>9,183,248</u>	<u>11,668,998</u>	<u>192,407</u>	<u>21,177,049</u>	<u>11,159,832</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>291,578</b>	<b>13,960,209</b>	<b>16,439,966</b>	<b>2,160,881</b>	<b>32,852,634</b>	<b>(8,003,316)</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>1,350,201</u>	<u>109,962,423</u>	<u>113,749,926</u>	<u>1,053,401</u>	<u>226,115,951</u>	<u>234,119,267</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 1,641,779</u>	<u>\$ 123,922,632</u>	<u>\$ 130,189,892</u>	<u>\$ 3,214,282</u>	<u>\$ 258,968,585</u>	<u>\$ 226,115,951</u>

(Continued)

**CITY OF HENDERSON, NEVADA**

**ENTERPRISE FUNDS**

**COMBINING STATEMENTS OF CASH FLOWS (Continued)  
FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)**

	<u>Convention Center</u>	<u>Water</u>	<u>Sewer</u>	<u>Development Services</u>	<u>Totals</u>	
					<u>2001</u>	<u>2000</u>
RECONCILIATION OF OPERATING INCOME (LOSS)						
TO NET CASH PROVIDED BY OPERATING ACTIVITIES:						
Operating income (loss)	\$ 93,664	\$ 5,949,449	\$ 3,497,464	\$ (362,571)	\$ 9,178,006	\$ 6,221,896
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation expense	152,510	5,675,507	5,929,547	6,363	11,763,927	9,074,649
Miscellaneous revenues	14	108,161	80,674	237,169	426,018	33,540
(Increase) decrease in accounts receivable	-	(1,336,182)	(930,664)	174,869	(2,091,977)	(611,838)
Decrease in due from other funds	-	-	3,020,000	-	3,020,000	-
Increase in due from other governments	-	(648,064)	-	-	(648,064)	-
Increase in deposits	-	-	510	-	510	100
Increase (decrease) in accounts payable and accrued wages	(8,210)	(1,521,626)	(509,051)	439,540	(1,599,347)	(2,337,122)
Increase (decrease) in compensated absences payable	12,541	2,273	(43,408)	(45,767)	(74,361)	1,372,351
Increase (decrease) in amounts payable from restricted accounts	-	21,315	-	-	21,315	(7,872)
Total adjustments	<u>156,855</u>	<u>2,301,384</u>	<u>7,547,608</u>	<u>812,174</u>	<u>10,818,021</u>	<u>7,523,808</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 250,519</u>	<u>\$ 8,250,833</u>	<u>\$ 11,045,072</u>	<u>\$ 449,603</u>	<u>\$ 19,996,027</u>	<u>\$ 13,745,704</u>

NONCASH TRANSACTIONS AFFECTING FINANCIAL POSITION:

The Water Fund received contributions of fixed assets totaling \$8,399,485 and \$8,602,311 for the years ended June 30, 2001 and 2000, respectively.  
The Sewer Fund received contributions of fixed assets totaling \$14,661,953 and \$8,993,987 for the years ended June 30, 2001 and 2000, respectively.  
The Development Services Fund received contributions of fixed assets totaling \$8,040 for the year ended June 30, 2001.

**CITY OF HENDERSON, NEVADA**  
**CONVENTION CENTER ENTERPRISE FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
<b>CURRENT ASSETS:</b>		
Cash and investments	\$ 1,641,779	\$ 1,350,201
Accrued interest receivable	12,826	17,673
Total current assets	1,654,605	1,367,874
<b>PROPERTY, PLANT AND EQUIPMENT:</b>		
Buildings	2,909,387	2,909,387
Improvements other than buildings	1,390,107	1,356,439
Machinery and equipment	368,532	315,502
Total property, plant and equipment	4,668,026	4,581,328
Less accumulated depreciation	(1,445,364)	(1,297,493)
Net property, plant and equipment	3,222,662	3,283,835
<b>TOTAL ASSETS</b>	<b>\$ 4,877,267</b>	<b>\$ 4,651,709</b>

**LIABILITIES AND FUND EQUITY**

<b>CURRENT LIABILITIES:</b>		
Accounts payable and accrued wages	\$ 63,975	\$ 72,185
Compensated absences payable	66,550	54,009
Total current liabilities	130,525	126,194
<b>FUND EQUITY:</b>		
Contributed capital	4,305,318	4,305,318
Retained earnings	441,424	220,197
Total fund equity	4,746,742	4,525,515
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 4,877,267</b>	<b>\$ 4,651,709</b>

# CITY OF HENDERSON, NEVADA

## CONVENTION CENTER ENTERPRISE FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT) FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Rental fees	\$ 244,894	\$ 266,441
Licenses - gaming	465,547	432,587
Room tax	813,899	552,837
Total operating revenues	<u>1,524,340</u>	<u>1,251,865</u>
OPERATING EXPENSES:		
Salaries and wages	570,754	446,419
Employee benefits	173,477	130,484
Services and supplies	533,935	298,358
Depreciation	152,510	155,866
Total operating expenses	<u>1,430,676</u>	<u>1,031,127</u>
OPERATING INCOME	<u>93,664</u>	<u>220,738</u>
NONOPERATING REVENUES:		
Interest revenue	127,549	47,638
Miscellaneous	14	21
Total nonoperating revenues	<u>127,563</u>	<u>47,659</u>
NET INCOME	221,227	268,397
RETAINED EARNINGS (DEFICIT), BEGINNING OF YEAR	<u>220,197</u>	<u>(48,200)</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 441,424</u>	<u>\$ 220,197</u>

**CITY OF HENDERSON, NEVADA**  
**CONVENTION CENTER ENTERPRISE FUND**  
**COMPARATIVE STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from customers	\$ 1,524,340	\$ 1,252,977
Cash from other sources	14	21
Cash payments to suppliers for goods and services	(719,787)	(405,023)
Cash payments to employees for services	(554,048)	(446,385)
Net cash provided by operating activities	<u>250,519</u>	<u>401,590</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition of fixed assets	<u>(91,337)</u>	<u>(107,074)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	<u>132,396</u>	<u>42,968</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	291,578	337,484
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>1,350,201</u>	<u>1,012,717</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 1,641,779</u>	<u>\$ 1,350,201</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>		
Operating income	<u>\$ 93,664</u>	<u>\$ 220,738</u>
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	152,510	155,866
Miscellaneous revenues	14	21
Decrease in accounts receivable	-	1,112
Increase (decrease) in accounts payable and accrued wages	(8,210)	12,800
Increase in compensated absences payable	12,541	11,053
Total adjustments	<u>156,855</u>	<u>180,852</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>\$ 250,519</u>	<u>\$ 401,590</u>

**CITY OF HENDERSON, NEVADA**

**CONVENTION CENTER ENTERPRISE FUND**

**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>OPERATING REVENUES:</b>						
Rental fees	\$ 370,000	\$ 244,894	\$ (125,106)	\$ 300,000	\$ 266,441	\$ (33,559)
Licenses - gaming	550,000	465,547	(84,453)	480,000	432,587	(47,413)
Room tax	620,000	813,899	193,899	480,000	552,837	72,837
Total operating revenues	<u>1,540,000</u>	<u>1,524,340</u>	<u>(15,660)</u>	<u>1,260,000</u>	<u>1,251,865</u>	<u>(8,135)</u>
<b>OPERATING EXPENSES:</b>						
Salaries and wages	593,054	570,754	22,300	442,379	446,419	(4,040)
Employee benefits	181,461	173,477	7,984	141,544	130,484	11,060
Services and supplies	527,049	533,935	(6,886)	423,454	298,358	125,096
Depreciation	149,000	152,510	(3,510)	142,087	155,866	(13,779)
Total operating expenses	<u>1,450,564</u>	<u>1,430,676</u>	<u>19,888</u>	<u>1,149,464</u>	<u>1,031,127</u>	<u>118,337</u>
OPERATING INCOME	89,436	93,664	4,228	110,536	220,738	110,202
<b>NONOPERATING REVENUES:</b>						
Interest revenue	80,000	127,549	47,549	60,000	47,638	(12,362)
Miscellaneous	-	14	14	-	21	21
Total nonoperating revenues	<u>80,000</u>	<u>127,563</u>	<u>47,563</u>	<u>60,000</u>	<u>47,659</u>	<u>(12,341)</u>
NET INCOME	<u>\$ 169,436</u>	<u>\$ 221,227</u>	<u>\$ 51,791</u>	<u>\$ 170,536</u>	<u>\$ 268,397</u>	<u>\$ 97,861</u>

# CITY OF HENDERSON, NEVADA

## WATER ENTERPRISE FUND

### COMPARATIVE BALANCE SHEETS

JUNE 30, 2001 AND 2000

#### ASSETS

	<u>2001</u>	<u>2000</u>
CURRENT ASSETS:		
Cash and investments	\$ 119,990,574	\$ 106,146,531
Accounts receivable	6,573,803	5,237,621
Accrued interest receivable	741,961	1,041,853
Due from other governments	648,064	-
Total current assets	<u>127,954,402</u>	<u>112,426,005</u>
RESTRICTED ASSETS, CASH AND INVESTMENTS:		
Customer deposits	205,905	178,542
Construction deposits	202,145	203,204
Water bond debt service	3,524,008	3,434,146
Total restricted assets	<u>3,932,058</u>	<u>3,815,892</u>
BANKED WATER	<u>5,698,507</u>	<u>5,152,186</u>
PROPERTY, PLANT AND EQUIPMENT:		
Land	1,077,830	949,624
Buildings	3,358,945	3,355,357
Improvements other than buildings	208,683,231	186,945,979
Machinery and equipment	4,255,850	3,284,848
Construction in progress	5,953,960	13,941,326
Total property, plant and equipment	<u>223,329,816</u>	<u>208,477,134</u>
Less accumulated depreciation	(42,758,838)	(37,086,118)
Net property, plant and equipment	<u>180,570,978</u>	<u>171,391,016</u>
TOTAL ASSETS	<u>\$ 318,155,945</u>	<u>\$ 292,785,099</u>

(Continued)

# CITY OF HENDERSON, NEVADA

## WATER ENTERPRISE FUND

### COMPARATIVE BALANCE SHEETS (Continued)

JUNE 30, 2001 AND 2000

#### LIABILITIES AND FUND EQUITY

	<u>2001</u>	<u>2000</u>
CURRENT LIABILITIES (payable from current assets):		
Accounts payable and accrued wages	\$ 1,639,066	\$ 3,160,692
Compensated absences payable	1,015,447	1,013,174
Construction contracts	413,317	422,549
Total current liabilities (payable from current assets)	3,067,830	4,596,415
CURRENT LIABILITIES (payable, in part, from restricted assets):		
Customer deposits	205,905	183,531
Construction deposits	202,145	203,204
Accrued bond interest	1,224,925	1,247,148
Current portion of bonds	3,996,733	3,609,000
Total current liabilities (payable, in part, from restricted assets)	5,629,708	5,242,883
LONG-TERM LIABILITIES:		
Provisional credits	89,508	93,224
General obligation bonds (net of current portion)	82,326,877	83,491,372
Total long-term liabilities	82,416,385	83,584,596
Total liabilities	91,113,923	93,423,894
FUND EQUITY:		
Contributed capital	217,529,716	197,513,636
Retained earnings - unreserved	9,512,306	1,847,569
Total fund equity	227,042,022	199,361,205
TOTAL LIABILITIES AND FUND EQUITY	\$ 318,155,945	\$ 292,785,099

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# CITY OF HENDERSON, NEVADA

## WATER ENTERPRISE FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
<b>OPERATING REVENUES:</b>		
Utility fees	\$ 35,434,895	\$ 31,557,580
Connection fees	1,418,068	790,094
Developer contributions	29,886	-
Late charges	598,672	392,677
Miscellaneous	376,380	394,939
Total operating revenues	37,857,901	33,135,290
<b>OPERATING EXPENSES:</b>		
Salaries and wages	5,564,880	5,240,451
Employee benefits	1,655,659	1,495,086
Water purchases	11,788,811	10,085,766
Services and supplies	7,223,595	7,180,245
Depreciation	5,675,507	4,621,125
Total operating expenses	31,908,452	28,622,673
<b>OPERATING INCOME</b>	5,949,449	4,512,617
<b>NONOPERATING REVENUES (EXPENSES):</b>		
Interest revenue	8,883,356	5,513,967
Interest expense	(4,026,229)	(4,853,826)
Miscellaneous	64,289	18,836
Bond premium amortization	43,872	-
Total nonoperating revenues	4,965,288	678,977
<b>INCOME BEFORE OPERATING TRANSFERS</b>	10,914,737	5,191,594
<b>OPERATING TRANSFERS:</b>		
Operating transfers out	(3,250,000)	(4,479,522)
<b>NET INCOME</b>	7,664,737	712,072
<b>RETAINED EARNINGS, BEGINNING OF YEAR</b>	1,847,569	1,135,497
<b>RETAINED EARNINGS, END OF YEAR</b>	\$ 9,512,306	\$ 1,847,569

**CITY OF HENDERSON, NEVADA**

**WATER ENTERPRISE FUND**

**COMPARATIVE STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from customers	\$ 35,873,655	\$ 32,662,401
Cash from other sources	108,161	18,836
Cash payments to suppliers for goods and services	(22,190,564)	(21,127,925)
Cash payments to employees for services	(5,540,419)	(5,192,840)
Net cash provided by operating activities	<u>8,250,833</u>	<u>6,360,472</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Operating transfers out	<u>(3,250,000)</u>	<u>(4,479,522)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition of banked water	(546,321)	(723,842)
Acquisition and construction of fixed assets	(6,468,932)	(12,221,380)
Principal payments on bonds	(3,609,000)	(3,427,000)
Interest paid on bonds	(3,260,732)	(3,852,338)
Capital contributions	11,616,595	9,670,409
Proceeds from issuance of bonds	2,044,518	-
Net cash used for capital and related financing activities	<u>(223,872)</u>	<u>(10,554,151)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	<u>9,183,248</u>	<u>5,317,877</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>13,960,209</b>	<b>(3,355,324)</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR,</b> (including \$3,815,892 and \$3,861,635 in restricted accounts in 2001 and 2000, respectively)	<u>109,962,423</u>	<u>113,317,747</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b> (including \$3,932,058 and \$3,815,892 in restricted accounts in 2001 and 2000, respectively)	<u>\$ 123,922,632</u>	<u>\$ 109,962,423</u>

(Continued)

**CITY OF HENDERSON, NEVADA**

**WATER ENTERPRISE FUND**

**COMPARATIVE STATEMENTS OF CASH FLOWS (Continued)  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income	\$ 5,949,449	\$ 4,512,617
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	5,675,507	4,621,125
Miscellaneous revenues	108,161	18,836
Increase in accounts receivable	(1,336,182)	(472,889)
Increase in due from other governments	(648,064)	-
Decrease in accounts payable and accrued wages	(1,521,626)	(2,494,625)
Increase in compensated absences payable	2,273	183,280
Increase (decrease) in amounts payable from restricted accounts	21,315	(7,872)
Total adjustments	<u>2,301,384</u>	<u>1,847,855</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 8,250,833</u>	<u>\$ 6,360,472</u>

NONCASH TRANSACTIONS AFFECTING FINANCIAL POSITION:

The Water Fund received contributions of fixed assets totaling \$8,399,485 and \$8,602,311 for the years ended June 30, 2001 and 2000, respectively.

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# CITY OF HENDERSON, NEVADA

## WATER ENTERPRISE FUND

### COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>OPERATING REVENUES:</b>						
Utility fees	\$ 34,411,934	\$ 35,434,895	\$ 1,022,961	\$ 30,502,500	\$ 31,557,580	\$ 1,055,080
Connection fees	650,000	1,418,068	768,068	550,000	790,094	240,094
Developer contributions	-	29,886	29,886	-	-	-
Late charges	400,000	598,672	198,672	350,000	392,677	42,677
Miscellaneous	224,000	376,380	152,380	80,000	394,939	314,939
Total operating revenues	<u>35,685,934</u>	<u>37,857,901</u>	<u>2,171,967</u>	<u>31,482,500</u>	<u>33,135,290</u>	<u>1,652,790</u>
<b>OPERATING EXPENSES:</b>						
Salaries and wages	5,841,253	5,564,880	276,373	5,137,231	5,240,451	(103,220)
Employee benefits	1,689,223	1,655,659	33,564	1,458,404	1,495,086	(36,682)
Water purchases	12,724,790	11,788,811	935,979	12,373,500	10,085,766	2,287,734
Services and supplies	10,518,527	7,223,595	3,294,932	9,046,095	7,180,245	1,865,850
Depreciation	6,007,485	5,675,507	331,978	5,223,900	4,621,125	602,775
Total operating expenses	<u>36,781,278</u>	<u>31,908,452</u>	<u>4,872,826</u>	<u>33,239,130</u>	<u>28,622,673</u>	<u>4,616,457</u>
<b>OPERATING INCOME (LOSS)</b>	<u>(1,095,344)</u>	<u>5,949,449</u>	<u>7,044,793</u>	<u>(1,756,630)</u>	<u>4,512,617</u>	<u>6,269,247</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>						
Interest revenue	5,920,000	8,883,356	2,963,356	6,200,000	5,513,967	(686,033)
Interest expense	(4,523,742)	(4,026,229)	497,513	(4,658,744)	(4,853,826)	(195,082)
Miscellaneous	-	64,289	64,289	-	18,836	18,836
Bond premium amortization	-	43,872	43,872	-	-	-
Total nonoperating revenues	<u>1,396,258</u>	<u>4,965,288</u>	<u>3,569,030</u>	<u>1,541,256</u>	<u>678,977</u>	<u>(862,279)</u>
<b>INCOME (LOSS) BEFORE OPERATING TRANSFERS</b>	<u>300,914</u>	<u>10,914,737</u>	<u>10,613,823</u>	<u>(215,374)</u>	<u>5,191,594</u>	<u>5,406,968</u>
<b>OPERATING TRANSFERS:</b>						
Operating transfers out	<u>(3,250,000)</u>	<u>(3,250,000)</u>	<u>-</u>	<u>(3,800,000)</u>	<u>(4,479,522)</u>	<u>(679,522)</u>
<b>NET INCOME (LOSS)</b>	<u>\$ (2,949,086)</u>	<u>\$ 7,664,737</u>	<u>\$ 10,613,823</u>	<u>\$ (4,015,374)</u>	<u>\$ 712,072</u>	<u>\$ 4,727,446</u>

# CITY OF HENDERSON, NEVADA

## SEWER ENTERPRISE FUND

### COMPARATIVE BALANCE SHEETS JUNE 30, 2001 AND 2000

#### ASSETS

	<u>2001</u>	<u>2000</u>
CURRENT ASSETS:		
Cash and investments	\$ 125,849,317	\$ 109,449,389
Accounts receivable	3,335,040	2,404,376
Accrued interest receivable	3,070,492	3,240,970
Total current assets	<u>132,254,849</u>	<u>115,094,735</u>
RESTRICTED ASSETS, CASH AND INVESTMENTS:		
Customer deposits	610	100
Sewer bond debt service	4,339,965	4,300,437
Total restricted assets	<u>4,340,575</u>	<u>4,300,537</u>
PROPERTY, PLANT AND EQUIPMENT:		
Land	3,308,926	3,308,926
Buildings	7,436,286	7,436,286
Improvements other than buildings	211,527,687	178,316,313
Machinery and equipment	4,459,702	3,855,348
Construction in progress	6,840,622	14,183,269
Total property, plant and equipment	<u>233,573,223</u>	<u>207,100,142</u>
Less accumulated depreciation	<u>(41,810,517)</u>	<u>(35,889,970)</u>
Net property, plant and equipment	<u>191,762,706</u>	<u>171,210,172</u>
OTHER ASSETS:		
Note receivable	10,000,000	10,000,000
Advances to other funds	7,500,000	10,520,000
Total other assets	<u>17,500,000</u>	<u>20,520,000</u>
TOTAL ASSETS	<u>\$ 345,858,130</u>	<u>\$ 311,125,444</u>

(Continued)

# CITY OF HENDERSON, NEVADA

## SEWER ENTERPRISE FUND

### COMPARATIVE BALANCE SHEETS (Continued) JUNE 30, 2001 AND 2000

#### LIABILITIES AND FUND EQUITY

	<u>2001</u>	<u>2000</u>
CURRENT LIABILITIES (payable from current assets):		
Accounts payable and accrued wages	\$ 753,297	\$ 1,262,348
Compensated absences payable	650,285	693,693
Construction contracts	255,939	180,016
Total current liabilities (payable from current assets)	1,659,521	2,136,057
CURRENT LIABILITIES (payable, in part, from restricted assets):		
Customer deposits	610	100
Accrued bond interest	1,560,652	1,632,748
Current portion of bonds	4,912,978	4,704,007
Total current liabilities (payable, in part, from restricted assets)	6,474,240	6,336,855
LONG-TERM LIABILITIES:		
Provisional credits	264,860	285,613
General obligation bonds (net of current portion)	89,262,818	93,774,296
Total long-term liabilities	89,527,678	94,059,909
Total liabilities	97,661,439	102,532,821
FUND EQUITY:		
Contributed capital:		
Federal government	8,663,619	8,980,286
Other contributed capital	235,762,778	204,337,665
Total contributed capital	244,426,397	213,317,951
Retained earnings (deficit)	3,770,294	(4,725,328)
Total fund equity	248,196,691	208,592,623
TOTAL LIABILITIES AND FUND EQUITY	\$ 345,858,130	\$ 311,125,444

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# CITY OF HENDERSON, NEVADA

## SEWER ENTERPRISE FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT) FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Utility fees	\$ 19,218,008	\$ 16,186,794
Connection fees	779,476	87,385
Developer contributions	124,236	-
Late charges	324,810	199,707
Miscellaneous	821,741	13,562
Total operating revenues	21,268,271	16,487,448
OPERATING EXPENSES:		
Salaries and wages	3,536,792	3,361,762
Employee benefits	1,055,039	971,848
Services and supplies	7,249,429	6,440,797
Depreciation	5,929,547	4,297,503
Total operating expenses	17,770,807	15,071,910
OPERATING INCOME	3,497,464	1,415,538
NONOPERATING REVENUES (EXPENSES):		
Interest revenue	11,498,520	7,769,120
Interest expense	(3,647,703)	(4,553,395)
Miscellaneous	14,866	14,683
Loss on the disposition of fixed assets	-	(1,551)
Bond premium amortization	65,808	-
Total nonoperating revenues	7,931,491	3,228,857
INCOME BEFORE OPERATING TRANSFERS	11,428,955	4,644,395
OPERATING TRANSFERS:		
Operating transfers out	(3,250,000)	(7,745,487)
NET INCOME (LOSS)	8,178,955	(3,101,092)
CURRENT YEAR'S DEPRECIATION ON ASSETS PURCHASED WITH FEDERAL GRANTS TRANSFERRED TO CONTRIBUTED CAPITAL		
	316,667	316,676
ACCUMULATED DEFICIT, BEGINNING OF YEAR	(4,725,328)	(1,940,912)
RETAINED EARNINGS (DEFICIT), END OF YEAR	\$ 3,770,294	\$ (4,725,328)

**CITY OF HENDERSON, NEVADA**

**SEWER ENTERPRISE FUND**

**COMPARATIVE STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from customers	\$ 20,337,607	\$ 16,547,750
Cash received from quasi-external operating transactions	3,020,000	-
Cash from other sources	80,674	14,683
Cash payments to suppliers for goods and services	(8,831,260)	(7,305,203)
Cash payments to employees for services	(3,561,949)	(3,363,960)
Net cash provided by operating activities	<u>11,045,072</u>	<u>5,893,270</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Operating transfers out	<u>(3,250,000)</u>	<u>(7,745,487)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition and construction of fixed assets	(11,448,291)	(12,938,990)
Principal payments on bonds	(4,704,009)	(4,514,885)
Interest paid on bonds	(3,318,297)	(4,016,074)
Decrease in provisional credits	-	(2,151)
Capital contributions	16,446,493	11,469,595
Net cash used for capital and related financing activities	<u>(3,024,104)</u>	<u>(10,002,505)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	<u>11,668,998</u>	<u>5,815,845</u>
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	16,439,966	(6,038,877)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR, (including \$4,300,537 and \$4,429,186 in restricted accounts in 2001 and 2000, respectively)</b>	<u>113,749,926</u>	<u>119,788,803</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR, (including \$4,340,575 and \$4,300,537 in restricted accounts in 2001 and 2000 respectively)</b>	<u>\$ 130,189,892</u>	<u>\$ 113,749,926</u>

(Continued)

**CITY OF HENDERSON, NEVADA**

**SEWER ENTERPRISE FUND**

**COMPARATIVE STATEMENTS OF CASH FLOWS (Continued)  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
RECONCILIATION OF OPERATING INCOME TO NET		
CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income	\$ 3,497,464	\$ 1,415,538
Adjustments to reconcile operating income to net cash provided		
by operating activities:		
Depreciation expense	5,929,547	4,297,503
Miscellaneous revenues	80,674	14,683
(Increase) decrease in accounts receivable	(930,664)	60,202
Decrease in due from other funds	3,020,000	-
Increase in deposits	510	100
(Decrease) in accounts payable and accrued wages	(509,051)	(10,716)
Increase (decrease) in compensated absences payable	(43,408)	115,960
Total adjustments	<u>7,547,608</u>	<u>4,477,732</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 11,045,072</u>	<u>\$ 5,893,270</u>

NONCASH TRANSACTIONS AFFECTING FINANCIAL POSITION:

The Sewer Fund received contributions of fixed assets totaling \$14,661,953 and \$8,993,987 for the years ended June 30, 2001 and 2000, respectively.

# CITY OF HENDERSON, NEVADA

## SEWER ENTERPRISE FUND

### COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>OPERATING REVENUES:</b>						
Utility fees	\$ 17,329,227	\$ 19,218,008	\$ 1,888,781	\$ 14,127,500	\$ 16,186,794	\$ 2,059,294
Connection fees	202,000	779,476	577,476	26,000	87,385	61,385
Developer contributions	-	124,236	124,236	-	-	-
Late charges	150,000	324,810	174,810	150,000	199,707	49,707
Miscellaneous	5,300	821,741	816,441	8,500	13,562	5,062
Total operating revenues	<u>17,686,527</u>	<u>21,268,271</u>	<u>3,581,744</u>	<u>14,312,000</u>	<u>16,487,448</u>	<u>2,175,448</u>
<b>OPERATING EXPENSES:</b>						
Salaries and wages	3,496,196	3,536,792	(40,596)	3,243,260	3,361,762	(118,502)
Employee benefits	1,054,331	1,055,039	(708)	971,196	971,848	(652)
Services and supplies	9,280,135	7,249,429	2,030,706	8,547,940	6,440,797	2,107,143
Depreciation	5,901,225	5,929,547	(28,322)	5,131,500	4,297,503	833,997
Total operating expenses	<u>19,731,887</u>	<u>17,770,807</u>	<u>1,961,080</u>	<u>17,893,896</u>	<u>15,071,910</u>	<u>2,821,986</u>
<b>OPERATING INCOME (LOSS)</b>	<u>(2,045,360)</u>	<u>3,497,464</u>	<u>5,542,824</u>	<u>(3,581,896)</u>	<u>1,415,538</u>	<u>4,997,434</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>						
Interest revenue	6,400,000	11,498,520	5,098,520	5,900,000	7,769,120	1,869,120
Interest expense	(4,441,589)	(3,647,703)	793,886	(4,638,282)	(4,553,395)	84,887
Miscellaneous	-	14,866	14,866	-	14,683	14,683
Loss on disposition of assets	-	-	-	-	(1,551)	(1,551)
Bond premium amortization	-	65,808	65,808	-	-	-
Total nonoperating revenues	<u>1,958,411</u>	<u>7,931,491</u>	<u>5,973,080</u>	<u>1,261,718</u>	<u>3,228,857</u>	<u>1,967,139</u>
<b>INCOME (LOSS) BEFORE OPERATING TRANSFERS</b>	<u>(86,949)</u>	<u>11,428,955</u>	<u>11,515,904</u>	<u>(2,320,178)</u>	<u>4,644,395</u>	<u>6,964,573</u>
<b>OPERATING TRANSFERS:</b>						
Operating transfers out	<u>(3,250,000)</u>	<u>(3,250,000)</u>	<u>-</u>	<u>(4,100,000)</u>	<u>(7,745,487)</u>	<u>(3,645,487)</u>
<b>NET INCOME (LOSS)</b>	<u>\$ (3,336,949)</u>	<u>\$ 8,178,955</u>	<u>\$ 11,515,904</u>	<u>\$ (6,420,178)</u>	<u>\$ (3,101,092)</u>	<u>\$ 3,319,086</u>

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**CITY OF HENDERSON, NEVADA**  
**DEVELOPMENT SERVICES ENTERPRISE FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
<b>CURRENT ASSETS:</b>		
Cash and investments	\$ 3,214,282	\$ 1,053,401
Accounts receivable	25,394	200,263
Accrued interest receivable	26,450	14,271
Total current assets	3,266,126	1,267,935
<b>PROPERTY, PLANT AND EQUIPMENT:</b>		
Machinery and equipment	174,963	20,113
Construction in progress	412,302	-
Total property, plant and equipment	587,265	20,113
Less accumulated depreciation	(6,518)	(155)
Net property, plant and equipment	580,747	19,958
<b>TOTAL ASSETS</b>	<b>\$ 3,846,873</b>	<b>\$ 1,287,893</b>

**LIABILITIES AND FUND EQUITY**

<b>CURRENT LIABILITIES (payable from current assets):</b>		
Accounts payable and accrued wages	\$ 594,959	\$ 155,419
Compensated absences payable	1,016,291	1,062,058
Total current liabilities (payable from current assets)	1,611,250	1,217,477
<b>FUND EQUITY:</b>		
Contributed capital	8,040	-
Retained earnings	2,227,583	70,416
Total fund equity	2,235,623	70,416
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<b>\$ 3,846,873</b>	<b>\$ 1,287,893</b>

**CITY OF HENDERSON, NEVADA**

**DEVELOPMENT SERVICES ENTERPRISE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENSES  
AND CHANGES IN RETAINED EARNINGS  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Licenses and permits	\$ 6,369,094	\$ 2,866,685
Developer contributions	233,692	-
Charges for services	5,854,018	2,247,649
Total operating revenues	<u>12,456,804</u>	<u>5,114,334</u>
OPERATING EXPENSES:		
Salaries and wages	6,685,050	3,595,352
Employee benefits	1,796,881	656,134
Services and supplies	4,331,081	789,690
Depreciation	6,363	155
Total operating expenses	<u>12,819,375</u>	<u>5,041,331</u>
OPERATING INCOME (LOSS)	<u>(362,571)</u>	<u>73,003</u>
NONOPERATING REVENUES (EXPENSES):		
Interest revenue	204,586	-
Interest expense	-	(2,587)
Miscellaneous	237,169	-
Total nonoperating revenues (expenses)	<u>441,755</u>	<u>(2,587)</u>
INCOME BEFORE OPERATING TRANSFERS	<u>79,184</u>	<u>70,416</u>
OPERATING TRANSFERS:		
Operating transfers in	2,106,983	-
Operating transfers out	(29,000)	-
Total operating transfers	<u>2,077,983</u>	<u>-</u>
NET INCOME	2,157,167	70,416
RETAINED EARNINGS, BEGINNING OF YEAR	<u>70,416</u>	<u>-</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 2,227,583</u>	<u>\$ 70,416</u>

**CITY OF HENDERSON, NEVADA**

**DEVELOPMENT SERVICES ENTERPRISE FUND**

**COMPARATIVE STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from customers	\$ 12,631,673	\$ 4,914,071
Cash from other sources	237,169	-
Cash payments to suppliers for goods and services	(5,720,914)	(1,395,319)
Cash payments to employees for services	<u>(6,698,325)</u>	<u>(2,428,380)</u>
Net cash provided by operating activities	<u>449,603</u>	<u>1,090,372</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Operating transfers in	2,106,983	-
Operating transfers out	<u>(29,000)</u>	<u>-</u>
Net cash provided by noncapital financing activities	2,077,983	-
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition and construction of fixed assets	<u>(559,112)</u>	<u>(20,113)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	<u>192,407</u>	<u>(16,858)</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	2,160,881	1,053,401
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>1,053,401</u>	<u>-</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR,</b>	<u>\$ 3,214,282</u>	<u>\$ 1,053,401</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES:</b>		
Operating income (loss)	\$ (362,571)	\$ 73,003
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	6,363	155
Miscellaneous revenues	237,169	-
(Increase) decrease in accounts receivable	174,869	(200,263)
Increase in accounts payable and accrued wages	439,540	155,419
Increase (decrease) in compensated absences payable	<u>(45,767)</u>	<u>1,062,058</u>
Total adjustments	<u>812,174</u>	<u>1,017,369</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<u>\$ 449,603</u>	<u>\$ 1,090,372</u>

**NONCASH TRANSACTIONS AFFECTING FINANCIAL POSITION:**

The Development Services Fund received contributions of fixed assets totaling \$8,040 for the year ended June 30, 2001.

**CITY OF HENDERSON, NEVADA**

**DEVELOPMENT SERVICES ENTERPRISE FUND**

**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
<b>OPERATING REVENUES:</b>						
Licences and permits	\$ 6,847,590	\$ 6,369,094	\$ (478,496)	\$ 2,624,000	\$ 2,866,685	\$ 242,685
Developer contributions	846,999	233,692	(613,307)	-	-	-
Charges for services	6,196,538	5,854,018	(342,520)	1,635,800	2,247,649	611,849
<b>Total operating revenues</b>	<u>13,891,127</u>	<u>12,456,804</u>	<u>(1,434,323)</u>	<u>4,259,800</u>	<u>5,114,334</u>	<u>854,534</u>
<b>OPERATING EXPENSES:</b>						
Salaries and wages	6,923,941	6,685,050	238,891	2,294,388	3,595,352	(1,300,964)
Employee benefits	2,281,887	1,796,881	485,006	715,000	656,134	58,866
Services and supplies	4,309,694	4,331,081	(21,387)	1,070,942	789,690	281,252
Depreciation	200,000	6,363	193,637	-	155	(155)
<b>Total operating expenses</b>	<u>13,715,522</u>	<u>12,819,375</u>	<u>896,147</u>	<u>4,080,330</u>	<u>5,041,331</u>	<u>(961,001)</u>
<b>OPERATING INCOME (LOSS)</b>	<u>175,605</u>	<u>(362,571)</u>	<u>(538,176)</u>	<u>179,470</u>	<u>73,003</u>	<u>(106,467)</u>
<b>NONOPERATING REVENUES (EXPENSES):</b>						
Interest revenue (expense)	20,000	204,586	184,586	15,000	(2,587)	(17,587)
Miscellaneous	-	237,169	237,169	-	-	-
<b>Total nonoperating revenues (expenses)</b>	<u>20,000</u>	<u>441,755</u>	<u>421,755</u>	<u>15,000</u>	<u>(2,587)</u>	<u>(17,587)</u>
<b>INCOME BEFORE OPERATING TRANSFERS</b>	<u>195,605</u>	<u>79,184</u>	<u>(116,421)</u>	<u>194,470</u>	<u>70,416</u>	<u>(124,054)</u>
<b>OPERATING TRANSFERS:</b>						
Operating transfers in	2,098,295	2,106,983	8,688	-	-	-
Operating transfers out	(29,000)	(29,000)	-	-	-	-
<b>Total operating transfers</b>	<u>2,069,295</u>	<u>2,077,983</u>	<u>8,688</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET INCOME</b>	<u>\$ 2,264,900</u>	<u>\$ 2,157,167</u>	<u>\$ (107,733)</u>	<u>\$ 194,470</u>	<u>\$ 70,416</u>	<u>\$ (124,054)</u>

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**Internal Service Funds** are used to account for the financing of goods or services provided by one department or agency to other department or agencies of the government and to other governmental units, on a cost reimbursement basis.

**Engineering** - to account for the financing of engineering services provided by City engineers to other departments or to other governmental units such as Federal (Environmental Protection Agency and Housing and Urban Development) or State. Charges are made on a cost-reimbursement basis.

**City Shop** - to account for the costs of acquisition, maintenance (including fuel) and replacement of all City vehicles. Charges are billed to the user departments on a cost-reimbursement basis including depreciation.

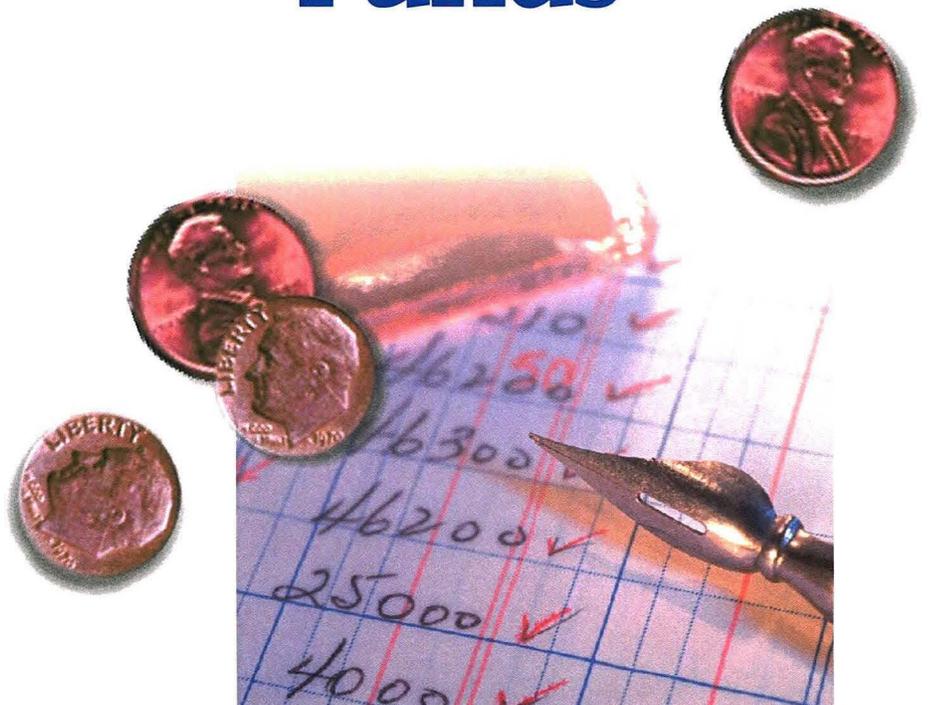
**Revolving Fund** - to account for the resources and revenues of a fund that is restricted to the provision of loans to special assessment districts.

**Self Insurance** - to account for monies collected from various City departments and funds that are to be expended for payment of claims, to certain limits, for casualty and accident losses.

**Workmen's Compensation Self Insurance** - to account for and accumulate funds collected from various City departments and funds to be expended for payments of employees' work related injury claims, to certain limits, including disability payments.

**Health Insurance Self Insurance** - to account for and accumulate funds collected from various City departments and funds to be expended for payments of employees' health claims, to certain limits, and related insurance premiums including life and travel insurance for employees.

# Internal Service Funds



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**CITY OF HENDERSON, NEVADA**

**INTERNAL SERVICE FUNDS**

**COMBINING BALANCE SHEETS**

**JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)**

**ASSETS**

	<u>Engineering</u>	<u>City Shop</u>	<u>Revolving</u>	<u>Self Insurance</u>	<u>Workmen's Compensation Self Insurance</u>	<u>Health Insurance Self Insurance</u>	<u>Totals</u>	
							<u>2001</u>	<u>2000</u>
<b>CURRENT ASSETS:</b>								
Cash and investments	\$ 4,246,484	\$ 9,544,262	\$ 1,388,818	\$ 4,100,507	\$ 1,819,428	\$ 2,189,901	\$ 23,289,400	\$ 19,342,266
Accounts receivable	45,301	303	-	-	-	115,220	160,824	185,824
Accrued interest receivable	23,976	38,901	11,129	26,400	14,519	19,954	134,879	292,970
Note receivable - current	-	-	-	-	-	-	-	3,696
Due from other governments	28,164	-	-	-	-	-	28,164	102,298
Inventory-bulk fuel	-	15,336	-	-	-	-	15,336	15,336
Deposits	-	-	-	-	-	3,847	3,847	3,847
Total current assets	<u>4,343,925</u>	<u>9,598,802</u>	<u>1,399,947</u>	<u>4,126,907</u>	<u>1,833,947</u>	<u>2,328,922</u>	<u>23,632,450</u>	<u>19,946,237</u>
<b>PROPERTY, PLANT AND EQUIPMENT:</b>								
Buildings	48,398	704,979	-	-	-	-	753,377	753,377
Improvements other than buildings	1,817	399,237	-	-	-	-	401,054	398,078
Machinery and equipment	<u>1,202,427</u>	<u>26,159,322</u>	<u>-</u>	<u>-</u>	<u>65,341</u>	<u>-</u>	<u>27,427,090</u>	<u>24,503,461</u>
Total property, plant and equipment	<u>1,252,642</u>	<u>27,263,538</u>	<u>-</u>	<u>-</u>	<u>65,341</u>	<u>-</u>	<u>28,581,521</u>	<u>25,654,916</u>
Less accumulated depreciation	<u>(968,622)</u>	<u>(15,329,356)</u>	<u>-</u>	<u>-</u>	<u>(52,572)</u>	<u>-</u>	<u>(16,350,550)</u>	<u>(13,543,814)</u>
Net property, plant and equipment	<u>284,020</u>	<u>11,934,182</u>	<u>-</u>	<u>-</u>	<u>12,769</u>	<u>-</u>	<u>12,230,971</u>	<u>12,111,102</u>
<b>OTHER ASSETS:</b>								
Advances to other funds	<u>-</u>	<u>-</u>	<u>173,466</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>173,466</u>	<u>230,566</u>
<b>TOTAL ASSETS</b>	<u>\$ 4,627,945</u>	<u>\$ 21,532,984</u>	<u>\$ 1,573,413</u>	<u>\$ 4,126,907</u>	<u>\$ 1,846,716</u>	<u>\$ 2,328,922</u>	<u>\$ 36,036,887</u>	<u>\$ 32,287,905</u>

(Continued)

**CITY OF HENDERSON, NEVADA**

**INTERNAL SERVICE FUNDS**

**COMBINING BALANCE SHEETS (Continued)**  
**JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)**

**LIABILITIES AND FUND EQUITY**

	<u>Engineering</u>	<u>City Shop</u>	<u>Revolving</u>	<u>Self Insurance</u>	<u>Workmen's Compensation Self Insurance</u>	<u>Health Insurance Self Insurance</u>	<u>Totals</u>	
							<u>2001</u>	<u>2000</u>
<b>CURRENT LIABILITIES:</b>								
Accounts payable and accrued wages	\$ 118,622	\$ 214,359	\$ -	\$ 7,329	\$ 11,574	\$ 113,097	\$ 464,981	\$ 579,599
Compensated absences payable	798,360	165,163	-	-	36,391	9,531	1,009,445	1,157,096
Claims and judgments payable	-	-	-	497,857	1,051,733	657,051	2,206,641	2,000,078
Capital lease obligations - current	12,521	152,511	-	-	-	-	165,032	155,884
Total current liabilities	<u>929,503</u>	<u>532,033</u>	<u>-</u>	<u>505,186</u>	<u>1,099,698</u>	<u>779,679</u>	<u>3,846,099</u>	<u>3,892,657</u>
<b>LONG-TERM LIABILITIES:</b>								
Capital lease obligations (net of current portion)	6,671	364,278	-	-	-	-	370,949	535,980
Total liabilities	<u>936,174</u>	<u>896,311</u>	<u>-</u>	<u>505,186</u>	<u>1,099,698</u>	<u>779,679</u>	<u>4,217,048</u>	<u>4,428,637</u>
<b>FUND EQUITY:</b>								
Contributed capital	391,833	12,799,380	1,537,667	454,904	-	-	15,183,784	13,914,135
Retained earnings:								
Unreserved	3,299,938	7,837,293	35,746	-	-	-	11,172,977	7,999,343
Reserve for future claims	-	-	-	3,166,817	747,018	1,549,243	5,463,078	5,945,790
Total fund equity	<u>3,691,771</u>	<u>20,636,673</u>	<u>1,573,413</u>	<u>3,621,721</u>	<u>747,018</u>	<u>1,549,243</u>	<u>31,819,839</u>	<u>27,859,268</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$ 4,627,945</u>	<u>\$ 21,532,984</u>	<u>\$ 1,573,413</u>	<u>\$ 4,126,907</u>	<u>\$ 1,846,716</u>	<u>\$ 2,328,922</u>	<u>\$ 36,036,887</u>	<u>\$ 32,287,905</u>

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**CITY OF HENDERSON, NEVADA**

**INTERNAL SERVICE FUNDS**

**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS (DEFICIT)  
FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)**

	Engineering	City Shop	Revolving	Self Insurance	Workmen's Compensation Self Insurance	Health Insurance Self Insurance	Totals	
							2001	2000
OPERATING REVENUES:								
Charges for services	\$ 2,593,549	\$ 6,989,196	\$ 14,166	\$ 976,708	\$ 1,215,022	\$ 3,431,814	\$ 15,220,455	\$ 14,842,121
OPERATING EXPENSES:								
Salaries and wages	2,390,148	702,316	-	-	217,105	48,543	3,358,112	4,268,538
Employee benefits	743,754	195,408	-	-	60,288	14,408	1,013,858	1,259,458
Services and supplies	578,677	1,770,466	-	247,389	418,750	1,032,308	4,047,590	3,693,742
Claims	-	-	-	422,269	1,769,222	2,692,107	4,883,598	4,341,893
Legal fees	-	-	-	55,872	-	-	55,872	129,029
Depreciation	111,466	2,989,524	-	-	2,389	-	3,103,379	3,122,541
Total operating expenses	3,824,045	5,657,714	-	725,530	2,467,754	3,787,366	16,462,409	16,815,201
OPERATING INCOME (LOSS)	(1,230,496)	1,331,482	14,166	251,178	(1,252,732)	(355,552)	(1,241,954)	(1,973,080)
NONOPERATING REVENUES (EXPENSES):								
Interest revenue	259,599	496,115	117,174	297,545	178,886	233,208	1,582,527	1,026,872
Interest expense	(4,743)	(28,203)	-	-	-	-	(32,946)	(38,591)
Miscellaneous	84,705	12,839	-	-	-	164,755	262,299	798,624
Gain (loss) on the disposition of assets	(441)	104,994	-	-	-	-	104,553	91,209
Total nonoperating revenues	339,120	585,745	117,174	297,545	178,886	397,963	1,916,433	1,878,114
INCOME (LOSS) BEFORE OPERATING TRANSFERS	(891,376)	1,917,227	131,340	548,723	(1,073,846)	42,411	674,479	(94,966)
OPERATING TRANSFERS:								
Operating transfers in	2,100,000	-	-	-	-	-	2,100,000	-
Operating transfers out	-	-	(83,557)	-	-	-	(83,557)	(84,824)
Total operating transfers	2,100,000	-	(83,557)	-	-	-	2,016,443	(84,824)
NET INCOME (LOSS)	1,208,624	1,917,227	47,783	548,723	(1,073,846)	42,411	2,690,922	(179,790)
RETAINED EARNINGS (DEFICIT), BEGINNING OF YEAR	2,091,314	5,920,066	(12,037)	2,618,094	1,820,864	1,506,832	13,945,133	14,124,923
RETAINED EARNINGS, END OF YEAR	\$ 3,299,938	\$ 7,837,293	\$ 35,746	\$ 3,166,817	\$ 747,018	\$ 1,549,243	\$ 16,636,055	\$ 13,945,133

**CITY OF HENDERSON, NEVADA**

**INTERNAL SERVICE FUNDS**

**COMBINING STATEMENTS OF CASH FLOWS**

**FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)**

	<u>Engineering</u>	<u>City Shop</u>	<u>Revolving</u>	<u>Self Insurance</u>	<u>Workmen's Compensation Self Insurance</u>	<u>Health Insurance Self Insurance</u>	<u>Totals</u>	
							<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>								
Cash received from users	\$ 41,668	\$ -	\$ -	\$ -	\$ -	\$ 148,869	\$ 190,537	\$ 2,034,045
Cash received from quasi-external operating transactions	2,557,134	6,989,196	17,862	976,708	1,215,022	3,282,945	15,038,867	12,929,129
Cash from other sources	84,705	12,536	-	-	-	156,756	253,997	691,403
Cash payments to suppliers for goods and services	(1,351,903)	(1,977,983)	-	(746,466)	(1,685,127)	(4,049,695)	(9,811,174)	(8,817,964)
Cash payments to employees for services	(2,517,382)	(730,300)	-	-	(202,510)	(44,671)	(3,494,863)	(4,760,372)
Net cash provided by (used for) operating activities	(1,185,778)	4,293,449	17,862	230,242	(672,615)	(505,796)	2,177,364	2,076,241
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>								
Operating transfers in	2,100,000	-	-	-	-	-	2,100,000	-
Operating transfers out	-	-	(83,557)	-	-	-	(83,557)	(84,824)
Advances to other funds	-	-	57,100	-	-	-	57,100	51,093
Net cash provided by (used for) noncapital financing activities	2,100,000	-	(26,457)	-	-	-	2,073,543	(33,731)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>								
Acquisition of fixed assets	(52,627)	(1,928,900)	-	-	(1,730)	-	(1,983,257)	(1,403,309)
Principal payments on lease obligations	(11,505)	(144,378)	-	-	-	-	(155,883)	(113,718)
Interest paid on lease obligations	(4,743)	(34,719)	-	-	-	-	(39,462)	(18,652)
Proceeds from sale of fixed assets	-	134,211	-	-	-	-	134,211	333,319
Net cash used for capital and related financing activities	(68,875)	(1,973,786)	-	-	(1,730)	-	(2,044,391)	(1,202,360)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>								
Interest on investments	277,291	561,798	125,231	313,508	201,304	261,486	1,740,618	973,734
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	<b>1,122,638</b>	<b>2,881,461</b>	<b>116,636</b>	<b>543,750</b>	<b>(473,041)</b>	<b>(244,310)</b>	<b>3,947,134</b>	<b>1,813,884</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<b>3,123,846</b>	<b>6,662,801</b>	<b>1,272,182</b>	<b>3,556,757</b>	<b>2,292,469</b>	<b>2,434,211</b>	<b>19,342,266</b>	<b>17,528,382</b>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b>\$ 4,246,484</b>	<b>\$ 9,544,262</b>	<b>\$ 1,388,818</b>	<b>\$ 4,100,507</b>	<b>\$ 1,819,428</b>	<b>\$ 2,189,901</b>	<b>\$ 23,289,400</b>	<b>\$ 19,342,266</b>

(Continued)

**CITY OF HENDERSON, NEVADA**

**INTERNAL SERVICE FUNDS**

**COMBINING STATEMENTS OF CASH FLOWS (Continued)**  
**FOR THE YEAR ENDED JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2000)**

	<u>Engineering</u>	<u>City Shop</u>	<u>Revolving</u>	<u>Self Insurance</u>	<u>Workmen's Compensation Self Insurance</u>	<u>Health Insurance Self Insurance</u>	<u>Totals</u>	
							<u>2001</u>	<u>2000</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR)								
OPERATING ACTIVITIES:								
Operating income (loss)	\$ (1,230,496)	\$ 1,331,482	\$ 14,166	\$ 251,178	\$ (1,252,732)	\$ (355,552)	\$ (1,241,954)	\$ (1,973,080)
Adjustments to reconcile operating income (loss) to net cash provided by (used for)								
operating activities:								
Depreciation expense	111,466	2,989,524	-	-	2,389	-	3,103,379	3,122,541
Miscellaneous revenues	84,705	12,839	-	-	-	164,755	262,299	798,624
(Increase) decrease in accounts receivable	(1,636)	(303)	-	-	34,938	(7,999)	25,000	(35,651)
Decrease in notes receivable	-	-	3,696	-	-	-	3,696	7,042
(Increase) in deposits	-	-	-	-	-	-	-	(317)
Decrease in due from other governments	74,134	-	-	-	-	-	74,134	2,004
Increase (decrease) in accounts payable and accrued wages	(90,875)	(8,914)	-	(20,936)	(17,957)	30,580	(108,102)	(570,125)
Increase (decrease) in compensated absences payable	(133,076)	(31,179)	-	-	12,873	3,731	(147,651)	(293,778)
Increase (decrease) in claims and judgments	-	-	-	-	547,874	(341,311)	206,563	1,018,981
Total adjustments	<u>44,718</u>	<u>2,961,967</u>	<u>3,696</u>	<u>(20,936)</u>	<u>580,117</u>	<u>(150,244)</u>	<u>3,419,318</u>	<u>4,049,321</u>
NET CASH PROVIDED BY (USED FOR)								
OPERATING ACTIVITIES	<u>\$ (1,185,778)</u>	<u>\$ 4,293,449</u>	<u>17,862</u>	<u>\$ 230,242</u>	<u>\$ (672,615)</u>	<u>\$ (505,796)</u>	<u>\$ 2,177,364</u>	<u>\$ 2,076,241</u>

NONCASH TRANSACTIONS AFFECTING FINANCIAL  
POSITION:

The Engineering Fund received contributions of fixed assets from other funds totaling \$13,904 for the year ended June 30, 2001.

The Engineering Fund acquired fixed assets in the amount of \$36,093 through capital leases for the year ended June 30, 2000.

The City Shop Fund received contributions of fixed assets from other funds totaling \$1,255,745 and \$2,651,653 for the years ended June 30, 2001 and 2000, respectively.

The City Shop Fund acquired fixed assets in the amount of \$459,852 through capital leases for the year ended June 30, 2000.

**CITY OF HENDERSON, NEVADA**

**ENGINEERING INTERNAL SERVICE FUND**

**COMPARATIVE BALANCE SHEETS**

**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
<b>CURRENT ASSETS:</b>		
Cash and investments	\$ 4,246,484	\$ 3,123,846
Accounts receivable	45,301	43,665
Accrued interest receivable	23,976	41,668
Due from other governments	28,164	102,298
Total current assets	<u>4,343,925</u>	<u>3,311,477</u>
<b>PROPERTY, PLANT AND EQUIPMENT:</b>		
Buildings	48,398	48,398
Improvements other than buildings	1,817	1,817
Machinery and equipment	1,202,427	1,134,417
Total property, plant and equipment	<u>1,252,642</u>	<u>1,184,632</u>
Less accumulated depreciation	(968,622)	(855,236)
Net property, plant and equipment	<u>284,020</u>	<u>329,396</u>
<b>TOTAL ASSETS</b>	<u><u>\$ 4,627,945</u></u>	<u><u>\$ 3,640,873</u></u>

**LIABILITIES AND FUND EQUITY**

<b>CURRENT LIABILITIES:</b>		
Accounts payable and accrued wages	\$ 118,622	\$ 209,497
Compensated absences payable	798,360	931,436
Capital lease obligations - current	12,521	11,504
Total current liabilities	<u>929,503</u>	<u>1,152,437</u>
<b>LONG-TERM LIABILITIES:</b>		
Capital lease obligations (net of current portion)	6,671	19,193
Total liabilities	<u>936,174</u>	<u>1,171,630</u>
<b>FUND EQUITY:</b>		
Contributed capital	391,833	377,929
Retained earnings - unreserved	3,299,938	2,091,314
Total fund equity	<u>3,691,771</u>	<u>2,469,243</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u><u>\$ 4,627,945</u></u>	<u><u>\$ 3,640,873</u></u>

**CITY OF HENDERSON, NEVADA**

**ENGINEERING INTERNAL SERVICE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENSES  
AND CHANGES IN RETAINED EARNINGS  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Charges for services	\$ 2,593,549	\$ 3,911,248
OPERATING EXPENSES:		
Salaries and wages	2,390,148	3,359,424
Employee benefits	743,754	1,011,729
Services and supplies	578,677	799,125
Depreciation	111,466	109,099
Total operating expenses	<u>3,824,045</u>	<u>5,279,377</u>
OPERATING LOSS	<u>(1,230,496)</u>	<u>(1,368,129)</u>
NONOPERATING REVENUES (EXPENSES):		
Interest revenue	259,599	179,759
Interest expense	(4,743)	(2,134)
Miscellaneous	84,705	599,187
Loss on disposal of assets	(441)	-
Total nonoperating revenues	<u>339,120</u>	<u>776,812</u>
LOSS BEFORE OPERATING TRANSFERS	(891,376)	(591,317)
OPERATING TRANSFERS IN	<u>2,100,000</u>	<u>-</u>
NET INCOME (LOSS)	1,208,624	(591,317)
RETAINED EARNINGS, BEGINNING OF YEAR	<u>2,091,314</u>	<u>2,682,631</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 3,299,938</u>	<u>\$ 2,091,314</u>

**CITY OF HENDERSON, NEVADA**

**ENGINEERING INTERNAL SERVICE FUND**

**COMPARATIVE STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from users	\$ 41,668	\$ 1,880,544
Cash received from quasi-external operating transactions	2,557,134	2,144,715
Cash from other sources	84,705	599,187
Cash payments to suppliers for goods and services	(1,351,903)	(1,802,125)
Cash payments to employees for services	<u>(2,517,382)</u>	<u>(3,820,726)</u>
Net cash used for operating activities	<u>(1,185,778)</u>	<u>(998,405)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Operating transfers in	<u>2,100,000</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition of fixed assets	(52,627)	(90,128)
Principal payments on lease obligations	(11,505)	(16,181)
Interest paid on lease obligations	<u>(4,743)</u>	<u>(2,134)</u>
Net cash used for capital and related financing activities	<u>(68,875)</u>	<u>(108,443)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	<u>277,291</u>	<u>190,023</u>
<b>NET DECREASE IN CASH AND CASH EQUIVALENTS</b>	1,122,638	(916,825)
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<u>3,123,846</u>	<u>4,040,671</u>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<u>\$ 4,246,484</u>	<u>\$ 3,123,846</u>
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH USED FOR OPERATING ACTIVITIES:</b>		
Operating loss	\$ <u>(1,230,496)</u>	\$ <u>(1,368,129)</u>
Adjustments to reconcile operating loss to net cash used for operating activities:		
Depreciation expense	111,466	109,099
Miscellaneous revenues	84,705	599,187
(Increase) decrease in accounts receivable	(1,636)	106,508
Decrease in due from other governments	74,134	2,004
Decrease in accounts payable and accrued wages	(90,875)	(158,568)
Decrease in compensated absences payable	<u>(133,076)</u>	<u>(288,506)</u>
Total adjustments	<u>44,718</u>	<u>369,724</u>
<b>NET CASH USED FOR OPERATING ACTIVITIES</b>	<u>\$ (1,185,778)</u>	<u>\$ (998,405)</u>

**NONCASH TRANSACTIONS AFFECTING FINANCIAL POSITION:**

The Engineering Fund received contributions of fixed assets from other funds totaling \$13,904 for the year ended June 30, 2001.

The Engineering Fund acquired fixed assets in the amount of \$36,093 through capital leases for the year ended June 30, 2000.

**CITY OF HENDERSON, NEVADA**

**ENGINEERING INTERNAL SERVICE FUND**

**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES:						
Charges for services	\$ 2,405,000	\$ 2,593,549	\$ 188,549	\$ 3,818,354	\$ 3,911,248	\$ 92,894
OPERATING EXPENSES:						
Salaries and wages	2,926,727	2,390,148	536,579	4,142,441	3,359,424	783,017
Employee benefits	803,769	743,754	60,015	1,090,016	1,011,729	78,287
Services and supplies	721,849	578,677	143,172	845,445	799,125	46,320
Depreciation	96,280	111,466	(15,186)	96,280	109,099	(12,819)
Total operating expenses	<u>4,548,625</u>	<u>3,824,045</u>	<u>724,580</u>	<u>6,174,182</u>	<u>5,279,377</u>	<u>894,805</u>
OPERATING LOSS	<u>(2,143,625)</u>	<u>(1,230,496)</u>	<u>913,129</u>	<u>(2,355,828)</u>	<u>(1,368,129)</u>	<u>987,699</u>
NONOPERATING REVENUES (EXPENSES):						
Interest revenue	170,000	259,599	89,599	200,000	179,759	(20,241)
Interest expense	(1,780)	(4,743)	(2,963)	(1,780)	(2,134)	(354)
Miscellaneous	210,000	84,705	(125,295)	165,000	599,187	434,187
Loss on disposal of assets	-	(441)	(441)	-	-	-
Total nonoperating revenues	<u>378,220</u>	<u>339,120</u>	<u>(39,100)</u>	<u>363,220</u>	<u>776,812</u>	<u>413,592</u>
LOSS BEFORE OPERATING TRANSFERS	<u>(1,765,405)</u>	<u>(891,376)</u>	<u>874,029</u>	<u>(1,992,608)</u>	<u>(591,317)</u>	<u>1,401,291</u>
OPERATING TRANSFERS IN (OUT)	<u>1,800,000</u>	<u>2,100,000</u>	<u>300,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
NET INCOME (LOSS)	<u>\$ 34,595</u>	<u>\$ 1,208,624</u>	<u>\$ 1,174,029</u>	<u>\$ (1,992,608)</u>	<u>\$ (591,317)</u>	<u>\$ 1,401,291</u>

# CITY OF HENDERSON, NEVADA

## CITY SHOP INTERNAL SERVICE FUND

### COMPARATIVE BALANCE SHEETS

JUNE 30, 2001 AND 2000

#### ASSETS

	<u>2001</u>	<u>2000</u>
CURRENT ASSETS:		
Cash and investments	\$ 9,544,262	\$ 6,662,801
Accounts receivable	303	-
Accrued interest receivable	38,901	104,584
Inventory-bulk fuel	15,336	15,336
Total current assets	<u>9,598,802</u>	<u>6,782,721</u>
PROPERTY, PLANT AND EQUIPMENT:		
Buildings	704,979	704,979
Improvements other than buildings	399,237	396,261
Machinery and equipment	26,159,322	23,305,433
Total property, plant and equipment	<u>27,263,538</u>	<u>24,406,673</u>
Less accumulated depreciation	<u>(15,329,356)</u>	<u>(12,638,395)</u>
Net property, plant and equipment	<u>11,934,182</u>	<u>11,768,278</u>
TOTAL ASSETS	<u>\$ 21,532,984</u>	<u>\$ 18,550,999</u>

#### LIABILITIES AND FUND EQUITY

CURRENT LIABILITIES:		
Accounts payable and accrued wages	\$ 214,359	\$ 229,789
Compensated absences payable	165,163	196,342
Capital lease obligations - current	152,511	144,380
Total current liabilities	<u>532,033</u>	<u>570,511</u>
LONG-TERM LIABILITIES:		
Capital lease obligations (net of current portion)	364,278	516,787
Total liabilities	<u>896,311</u>	<u>1,087,298</u>
FUND EQUITY:		
Contributed capital	12,799,380	11,543,635
Retained earnings - unreserved	7,837,293	5,920,066
Total fund equity	<u>20,636,673</u>	<u>17,463,701</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 21,532,984</u>	<u>\$ 18,550,999</u>

**CITY OF HENDERSON, NEVADA**

**CITY SHOP INTERNAL SERVICE FUND**

**COMPARATIVE STATEMENTS OF REVENUES, EXPENSES  
AND CHANGES IN RETAINED EARNINGS  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Charges for services	\$ 6,989,196	\$ 6,043,478
OPERATING EXPENSES:		
Salaries and wages	702,316	688,413
Employee benefits	195,408	185,297
Services and supplies	1,770,466	1,475,938
Depreciation	2,989,524	3,008,839
Total operating expenses	<u>5,657,714</u>	<u>5,358,487</u>
OPERATING INCOME	<u>1,331,482</u>	<u>684,991</u>
NONOPERATING REVENUES (EXPENSES):		
Interest revenue	496,115	374,810
Interest expense	(28,203)	(36,457)
Miscellaneous	12,839	25,835
Gain on the disposition of fixed assets	104,994	91,209
Total nonoperating revenues	<u>585,745</u>	<u>455,397</u>
NET INCOME	1,917,227	1,140,388
RETAINED EARNINGS, BEGINNING OF YEAR	<u>5,920,066</u>	<u>4,779,678</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 7,837,293</u>	<u>\$ 5,920,066</u>

# CITY OF HENDERSON, NEVADA

## CITY SHOP INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from quasi-external operating transactions	\$ 6,989,196	\$ 6,043,478
Cash from other sources	12,536	25,835
Cash payments to suppliers for goods and services	(1,977,983)	(2,128,344)
Cash payments to employees for services	(730,300)	(712,705)
Net cash provided by operating activities	<u>4,293,449</u>	<u>3,228,264</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition of fixed assets	(1,928,900)	(1,305,733)
Principal payments on lease obligations	(144,378)	(97,537)
Interest paid on lease obligations	(34,719)	(16,518)
Proceeds from sale of fixed assets	134,211	333,319
Net cash used for capital and related financing activities	<u>(1,973,786)</u>	<u>(1,086,469)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	<u>561,798</u>	<u>338,487</u>
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>2,881,461</b>	<b>2,480,282</b>
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	<b><u>6,662,801</u></b>	<b><u>4,182,519</u></b>
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	<b><u>\$ 9,544,262</u></b>	<b><u>\$ 6,662,801</u></b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>		
Operating income	\$ 1,331,482	\$ 684,991
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation expense	2,989,524	3,008,839
Miscellaneous revenues	12,839	25,835
Decrease in accounts receivable	(303)	-
Decrease in accounts payable and accrued wages	(8,914)	(483,874)
Decrease in compensated absences payable	(31,179)	(7,527)
Total adjustments	<u>2,961,967</u>	<u>2,543,273</u>
<b>NET CASH PROVIDED BY OPERATING ACTIVITIES</b>	<b><u>\$ 4,293,449</u></b>	<b><u>\$ 3,228,264</u></b>

**NONCASH TRANSACTIONS AFFECTING FINANCIAL POSITION:**

The City Shop Fund received contributions of fixed assets from other funds totaling \$1,255,745 and \$2,651,653 for the years ended June 30, 2001 and 2000, respectively.

The City Shop Fund acquired fixed assets in the amount of \$459,852 through capital leases for the year ended June 30, 2000.

**CITY OF HENDERSON, NEVADA**

**CITY SHOP INTERNAL SERVICE FUND**

**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES:						
Charges for services	\$ 6,989,196	\$ 6,989,196	\$ -	\$ 6,043,478	\$ 6,043,478	\$ -
OPERATING EXPENSES:						
Salaries and wages	772,250	702,316	69,934	738,325	688,413	49,912
Employee benefits	217,105	195,408	21,697	194,935	185,297	9,638
Services and supplies	1,934,167	1,770,466	163,701	1,630,405	1,475,938	154,467
Depreciation	3,851,624	2,989,524	862,100	3,260,630	3,008,839	251,791
Total operating expenses	<u>6,775,146</u>	<u>5,657,714</u>	<u>1,117,432</u>	<u>5,824,295</u>	<u>5,358,487</u>	<u>465,808</u>
OPERATING INCOME	<u>214,050</u>	<u>1,331,482</u>	<u>1,117,432</u>	<u>219,183</u>	<u>684,991</u>	<u>465,808</u>
NONOPERATING REVENUES (EXPENSES):						
Interest revenue	400,000	496,115	96,115	490,000	374,810	(115,190)
Interest expense	(34,718)	(28,203)	6,515	(5,116)	(36,457)	(31,341)
Miscellaneous	10,000	12,839	2,839	16,000	25,835	9,835
Gain on disposition of assets	140,000	104,994	(35,006)	250,000	91,209	(158,791)
Total nonoperating revenues	<u>515,282</u>	<u>585,745</u>	<u>70,463</u>	<u>750,884</u>	<u>455,397</u>	<u>(295,487)</u>
NET INCOME	<u>\$ 729,332</u>	<u>\$ 1,917,227</u>	<u>\$ 1,187,895</u>	<u>\$ 970,067</u>	<u>\$ 1,140,388</u>	<u>\$ 170,321</u>

**CITY OF HENDERSON, NEVADA**

**REVOLVING INTERNAL SERVICE FUND**

**COMPARATIVE BALANCE SHEETS**

**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
CURRENT ASSETS:		
Cash and investments	\$ 1,388,818	\$ 1,272,182
Accrued interest receivable	11,129	19,186
Note receivable - current	-	3,696
Total current assets	<u>1,399,947</u>	<u>1,295,064</u>
OTHER ASSETS:		
Advances to other funds	<u>173,466</u>	<u>230,566</u>
TOTAL ASSETS	<u>\$ 1,573,413</u>	<u>\$ 1,525,630</u>

**FUND EQUITY**

FUND EQUITY:		
Contributed capital	\$ 1,537,667	\$ 1,537,667
Retained earnings (deficit)	35,746	(12,037)
Total fund equity	<u>1,573,413</u>	<u>1,525,630</u>
TOTAL FUND EQUITY	<u>\$ 1,573,413</u>	<u>\$ 1,525,630</u>

CITY OF HENDERSON, NEVADA

REVOLVING INTERNAL SERVICE FUND

COMPARATIVE STATEMENTS OF REVENUES, EXPENSES  
AND CHANGES IN RETAINED EARNINGS (DEFICIT)  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Charges for services	\$ 14,166	\$ 18,661
NONOPERATING REVENUE:		
Interest revenue	117,174	63,062
INCOME BEFORE OPERATING TRANSFERS	131,340	81,723
OPERATING TRANSFERS OUT	(83,557)	(84,824)
NET INCOME (LOSS)	47,783	(3,101)
ACCUMULATED DEFICITS, BEGINNING OF YEAR	(12,037)	(8,936)
RETAINED EARNINGS (DEFICIT), END OF YEAR	\$ 35,746	\$ (12,037)

# CITY OF HENDERSON, NEVADA

## REVOLVING INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from quasi-external operating transactions	\$ 17,862	\$ 25,703
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Operating transfers out	(83,557)	(84,824)
Advances to other funds	57,100	51,093
Net cash used for noncapital financing activities	<u>(26,457)</u>	<u>(33,731)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on investments	<u>125,231</u>	<u>60,551</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	116,636	52,523
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>1,272,182</u>	<u>1,219,659</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 1,388,818</u>	<u>\$ 1,272,182</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income	\$ 14,166	\$ 18,661
Adjustments to reconcile operating income to net cash provided by operating activities:		
Decrease in note receivable	<u>3,696</u>	<u>7,042</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 17,862</u>	<u>\$ 25,703</u>

**CITY OF HENDERSON, NEVADA**

**REVOLVING INTERNAL SERVICE FUND**

**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES:						
Charges for services	\$ -	\$ 14,166	\$ 14,166	\$ 18,958	\$ 18,661	\$ (297)
NONOPERATING REVENUES:						
Interest revenue	<u>70,000</u>	<u>117,174</u>	<u>47,174</u>	<u>50,000</u>	<u>63,062</u>	<u>13,062</u>
INCOME BEFORE OPERATING TRANSFERS	70,000	131,340	61,340	68,958	81,723	12,765
OPERATING TRANSFERS OUT	<u>(49,000)</u>	<u>(83,557)</u>	<u>(34,557)</u>	<u>(50,000)</u>	<u>(84,824)</u>	<u>(34,824)</u>
NET INCOME (LOSS)	<u>\$ 21,000</u>	<u>\$ 47,783</u>	<u>\$ 26,783</u>	<u>\$ 18,958</u>	<u>\$ (3,101)</u>	<u>\$ (22,059)</u>

**CITY OF HENDERSON, NEVADA**  
**SELF INSURANCE INTERNAL SERVICE FUND**

**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
<b>CURRENT ASSETS:</b>		
Cash and investments	\$ 4,100,507	\$ 3,556,757
Accrued interest receivable	26,400	42,363
	<u>4,126,907</u>	<u>3,599,120</u>
<b>TOTAL ASSETS</b>	<u>\$ 4,126,907</u>	<u>\$ 3,599,120</u>

**LIABILITIES AND FUND EQUITY**

<b>CURRENT LIABILITIES:</b>		
Accounts payable and accrued wages	\$ 7,329	\$ 28,265
Claims and judgments payable	497,857	497,857
Total current liabilities	<u>505,186</u>	<u>526,122</u>
<b>FUND EQUITY:</b>		
Contributed capital	454,904	454,904
Retained earnings - reserve for future claims	3,166,817	2,618,094
Total fund equity	<u>3,621,721</u>	<u>3,072,998</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u>\$ 4,126,907</u>	<u>\$ 3,599,120</u>

# CITY OF HENDERSON, NEVADA

## SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Charges for services	\$ 976,708	\$ 882,352
OPERATING EXPENSES:		
Services and supplies	247,389	203,491
Claims	422,269	402,425
Legal fees	55,872	129,029
Total operating expenses	<u>725,530</u>	<u>734,945</u>
OPERATING INCOME	251,178	147,407
NONOPERATING REVENUE:		
Interest revenue	<u>297,545</u>	<u>129,550</u>
NET INCOME	548,723	276,957
RETAINED EARNINGS, BEGINNING OF YEAR	<u>2,618,094</u>	<u>2,341,137</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 3,166,817</u>	<u>\$ 2,618,094</u>

**CITY OF HENDERSON, NEVADA**  
**SELF INSURANCE INTERNAL SERVICE FUND**  
**COMPARATIVE STATEMENTS OF CASH FLOWS**  
**FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received from quasi-external operating transactions	\$ 976,708	\$ 882,352
Cash payments to suppliers for goods and services	(746,466)	(709,419)
Net cash provided by operating activities	<u>230,242</u>	<u>172,933</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest on investments	<u>313,508</u>	<u>123,209</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	543,750	296,142
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	<u>3,556,757</u>	<u>3,260,615</u>
CASH AND CASH EQUIVALENTS, END OF YEAR	<u>\$ 4,100,507</u>	<u>\$ 3,556,757</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:		
Operating income	\$ 251,178	\$ 147,407
Adjustments to reconcile operating income to net cash provided by operating activities:		
(Increase) Decrease in accounts payable	(20,936)	25,524
Decrease in claims and adjustments payable	-	2
Total adjustments	<u>(20,936)</u>	<u>25,526</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 230,242</u>	<u>\$ 172,933</u>

**CITY OF HENDERSON, NEVADA**

**SELF INSURANCE INTERNAL SERVICE FUND**

**COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL  
FOR THE YEARS ENDED JUNE 30, 2001 AND 2000**

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES:						
Charges for services	\$ 976,708	\$ 976,708	\$ -	\$ 882,352	\$ 882,352	\$ -
OPERATING EXPENSES:						
Salaries and wages	1,903	-	1,903	-	-	-
Employee benefits	62,000	-	62,000	-	-	-
Services and supplies	336,915	247,389	89,526	289,265	203,491	85,774
Claims	595,000	422,269	172,731	300,000	402,425	(102,425)
Legal fees	200,000	55,872	144,128	150,000	129,029	20,971
Total operating expenses	<u>1,195,818</u>	<u>725,530</u>	<u>470,288</u>	<u>739,265</u>	<u>734,945</u>	<u>4,320</u>
OPERATING INCOME (LOSS)	(219,110)	251,178	470,288	143,087	147,407	4,320
NONOPERATING REVENUE:						
Interest revenue	<u>180,000</u>	<u>297,545</u>	<u>117,545</u>	<u>185,000</u>	<u>129,550</u>	<u>(55,450)</u>
NET INCOME (LOSS)	<u>\$ (39,110)</u>	<u>\$ 548,723</u>	<u>\$ 587,833</u>	<u>\$ 328,087</u>	<u>\$ 276,957</u>	<u>\$ (51,130)</u>

# CITY OF HENDERSON, NEVADA

## WORKMEN'S COMPENSATION SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE BALANCE SHEETS JUNE 30, 2001 AND 2000

#### ASSETS

	<u>2001</u>	<u>2000</u>
CURRENT ASSETS:		
Cash and investments	\$ 1,819,428	\$ 2,292,469
Accounts receivable	-	34,938
Accrued interest receivable	14,519	36,937
Total current assets	<u>1,833,947</u>	<u>2,364,344</u>
PROPERTY, PLANT AND EQUIPMENT:		
Machinery and equipment	65,341	63,611
Less accumulated depreciation	(52,572)	(50,183)
Net property, plant and equipment	<u>12,769</u>	<u>13,428</u>
TOTAL ASSETS	<u>\$ 1,846,716</u>	<u>\$ 2,377,772</u>

#### LIABILITIES AND FUND EQUITY

CURRENT LIABILITIES:		
Accounts payable and accrued wages	\$ 11,574	\$ 29,531
Compensated absences payable	36,391	23,518
Claims and judgments payable	1,051,733	503,859
Total current liabilities	<u>1,099,698</u>	<u>556,908</u>
FUND EQUITY:		
Retained earnings - reserve for future claims	<u>747,018</u>	<u>1,820,864</u>
TOTAL LIABILITIES AND FUND EQUITY	<u>\$ 1,846,716</u>	<u>\$ 2,377,772</u>

# CITY OF HENDERSON, NEVADA

## WORKMEN'S COMPENSATION SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Charges for services	\$ 1,215,022	\$ 1,014,924
OPERATING EXPENSES:		
Salaries and wages	217,105	173,415
Employee benefits	60,288	49,656
Services and supplies	418,750	384,146
Claims	1,769,222	1,009,174
Depreciation	2,389	4,603
Total operating expenses	<u>2,467,754</u>	<u>1,620,994</u>
OPERATING LOSS	(1,252,732)	(606,070)
NONOPERATING REVENUES:		
Interest revenue	<u>178,886</u>	<u>126,986</u>
NET LOSS	(1,073,846)	(479,084)
RETAINED EARNINGS, BEGINNING OF YEAR	<u>1,820,864</u>	<u>2,299,948</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 747,018</u>	<u>\$ 1,820,864</u>

# CITY OF HENDERSON, NEVADA

## WORKMEN'S COMPENSATION SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from quasi-external operating transactions	\$ 1,215,022	\$ 1,014,924
Cash payments to suppliers for goods and services	(1,685,127)	(1,058,061)
Cash payments to employees for services	(202,510)	(183,437)
Net cash used for operating activities	(672,615)	(226,574)
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition of fixed assets	(1,730)	(7,448)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	201,304	121,917
NET DECREASE IN CASH AND CASH EQUIVALENTS	(473,041)	(112,105)
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	2,292,469	2,404,574
CASH AND CASH EQUIVALENTS, END OF YEAR	\$ 1,819,428	\$ 2,292,469
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH USED FOR OPERATING ACTIVITIES:</b>		
Operating loss	\$ (1,252,732)	\$ (606,070)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	2,389	4,603
(Increase) decrease in accounts receivable	34,938	(34,938)
Decrease in accounts payable and accrued wages	(17,957)	(27,857)
Increase (decrease) in compensated absences	12,873	(3,545)
Increase in claims and judgments payable	547,874	441,233
Total adjustments	580,117	379,496
NET CASH USED FOR OPERATING ACTIVITIES	\$ (672,615)	\$ (226,574)

# CITY OF HENDERSON, NEVADA

## WORKMEN'S COMPENSATION SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES:						
Charges for services	\$ 1,048,252	\$ 1,215,022	\$ 166,770	\$ 847,376	\$ 1,014,924	\$ 167,548
OPERATING EXPENSES:						
Salaries and wages	240,128	217,105	23,023	181,180	173,415	7,765
Employee benefits	75,400	60,288	15,112	56,620	49,656	6,964
Services and supplies	661,550	418,750	242,800	448,408	384,146	64,262
Claims	1,295,000	1,769,222	(474,222)	452,153	1,009,174	(557,021)
Depreciation	10,000	2,389	7,611	8,400	4,603	3,797
Total operating expenses	<u>2,282,078</u>	<u>2,467,754</u>	<u>(185,676)</u>	<u>1,146,761</u>	<u>1,620,994</u>	<u>(474,233)</u>
OPERATING LOSS	<u>(1,233,826)</u>	<u>(1,252,732)</u>	<u>(18,906)</u>	<u>(299,385)</u>	<u>(606,070)</u>	<u>(306,685)</u>
NONOPERATING REVENUE:						
Interest revenue	<u>140,000</u>	<u>178,886</u>	<u>38,886</u>	<u>140,000</u>	<u>126,986</u>	<u>(13,014)</u>
NET LOSS	<u>\$ (1,093,826)</u>	<u>\$ (1,073,846)</u>	<u>\$ 19,980</u>	<u>\$ (159,385)</u>	<u>\$ (479,084)</u>	<u>\$ (319,699)</u>

# CITY OF HENDERSON, NEVADA

## HEALTH INSURANCE SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE BALANCE SHEETS JUNE 30, 2001 AND 2000

#### ASSETS

	<u>2001</u>	<u>2000</u>
CURRENT ASSETS:		
Cash and investments	\$ 2,189,901	\$ 2,434,211
Accounts receivable	115,220	107,221
Accrued interest receivable	19,954	48,232
Deposits	3,847	3,847
	<hr/>	<hr/>
TOTAL ASSETS	\$ 2,328,922	\$ 2,593,511
	<hr/> <hr/>	<hr/> <hr/>

#### LIABILITIES AND FUND EQUITY

CURRENT LIABILITIES:		
Accounts payable	\$ 113,097	\$ 82,517
Compensated absences payable	9,531	5,800
Claims and judgments payable	657,051	998,362
Total current liabilities	<hr/> 779,679	<hr/> 1,086,679
FUND EQUITY:		
Retained earnings - reserve for future claims	<hr/> 1,549,243	<hr/> 1,506,832
TOTAL LIABILITIES AND FUND EQUITY	\$ 2,328,922	\$ 2,593,511
	<hr/> <hr/>	<hr/> <hr/>

# CITY OF HENDERSON, NEVADA

## HEALTH INSURANCE SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN RETAINED EARNINGS FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
OPERATING REVENUES:		
Charges for services	\$ 3,431,814	\$ 2,971,458
OPERATING EXPENSES:		
Salaries and wages	48,543	47,286
Employee benefits	14,408	12,776
Services and supplies	1,032,308	831,042
Claims	2,692,107	2,930,294
Total operating expenses	<u>3,787,366</u>	<u>3,761,336</u>
OPERATING LOSS	<u>(355,552)</u>	<u>(849,940)</u>
NONOPERATING REVENUES:		
Interest revenue	233,208	152,705
Miscellaneous	164,755	173,602
Total nonoperating revenues	<u>397,963</u>	<u>326,307</u>
NET INCOME (LOSS)	42,411	(523,633)
RETAINED EARNINGS, BEGINNING OF YEAR	<u>1,506,832</u>	<u>2,030,465</u>
RETAINED EARNINGS, END OF YEAR	<u>\$ 1,549,243</u>	<u>\$ 1,506,832</u>

# CITY OF HENDERSON, NEVADA

## HEALTH INSURANCE SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF CASH FLOWS FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	<u>2001</u>	<u>2000</u>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from users	\$ 148,869	\$ 127,798
Cash received from quasi-external operating transactions	3,282,945	2,843,660
Cash from other sources	156,756	66,381
Cash payments to suppliers for goods and services	(4,049,695)	(3,120,015)
Cash payments to employees for services	(44,671)	(43,504)
Net cash used for operating activities	(505,796)	(125,680)
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	261,486	139,547
<b>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	(244,310)	13,867
<b>CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR</b>	2,434,211	2,420,344
<b>CASH AND CASH EQUIVALENTS, END OF YEAR</b>	\$ 2,189,901	\$ 2,434,211
<b>RECONCILIATION OF OPERATING LOSS TO NET CASH USED FOR OPERATING ACTIVITIES:</b>		
Operating loss	\$ (355,552)	\$ (849,940)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Miscellaneous revenues	164,755	173,602
Increase in accounts receivable	(7,999)	(107,221)
Increase in deposits	-	(317)
Increase in accounts payable	30,580	74,650
Increase in compensated absences	3,731	5,800
Increase (decrease) in claims and judgments payable	(341,311)	577,746
Total adjustments	(150,244)	724,260
<b>NET CASH USED FOR OPERATING ACTIVITIES</b>	\$ (505,796)	\$ (125,680)

# CITY OF HENDERSON, NEVADA

## HEALTH INSURANCE SELF INSURANCE INTERNAL SERVICE FUND

### COMPARATIVE STATEMENTS OF REVENUES AND EXPENSES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES:						
Charges for services	\$ 3,452,000	\$ 3,431,814	\$ (20,186)	\$ 3,113,600	\$ 2,971,458	\$ (142,142)
OPERATING EXPENSES:						
Salaries and wages	46,770	48,543	(1,773)	42,552	47,286	(4,734)
Employee benefits	15,780	14,408	1,372	16,545	12,776	3,769
Services and supplies	1,053,000	1,032,308	20,692	790,000	831,042	(41,042)
Claims	2,762,000	2,692,107	69,893	1,880,000	2,930,294	(1,050,294)
Total operating expenses	<u>3,877,550</u>	<u>3,787,366</u>	<u>90,184</u>	<u>2,729,097</u>	<u>3,821,398</u>	<u>(1,092,301)</u>
OPERATING INCOME (LOSS)	<u>(425,550)</u>	<u>(355,552)</u>	<u>69,998</u>	<u>384,503</u>	<u>(849,940)</u>	<u>(1,234,443)</u>
NONOPERATING REVENUES:						
Interest revenue	130,000	233,208	103,208	160,000	152,705	(7,295)
Miscellaneous	-	164,755	164,755	-	173,602	173,602
Total nonoperating revenues	<u>130,000</u>	<u>397,963</u>	<u>267,963</u>	<u>160,000</u>	<u>326,307</u>	<u>166,307</u>
NET INCOME (LOSS)	<u>\$ (295,550)</u>	<u>\$ 42,411</u>	<u>\$ 337,961</u>	<u>\$ 544,503</u>	<u>\$ (523,633)</u>	<u>\$ (1,068,136)</u>

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**Trust Funds** are used to account for assets held by the City in a trustee capacity. **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.

#### EXPENDABLE TRUST FUND

**Lake Las Vegas Fund** - to account for resources to be used solely to fund costs of storm water treatment and/or conveyance in the event that Federal and/or State agencies determine that more stringent treatment standards are required as a result of the creation of Lake Las Vegas.

#### INVESTMENT TRUST FUND

**Investment Trust** to account for assets of the City's external investment pools.

#### AGENCY FUNDS

**Bridges** - to account for contributions by developers for the construction of bridges across flood channels that traverse the City of Henderson. These contributions are held by the City in an agency capacity pending the identification of funding necessary to complete the bridges.

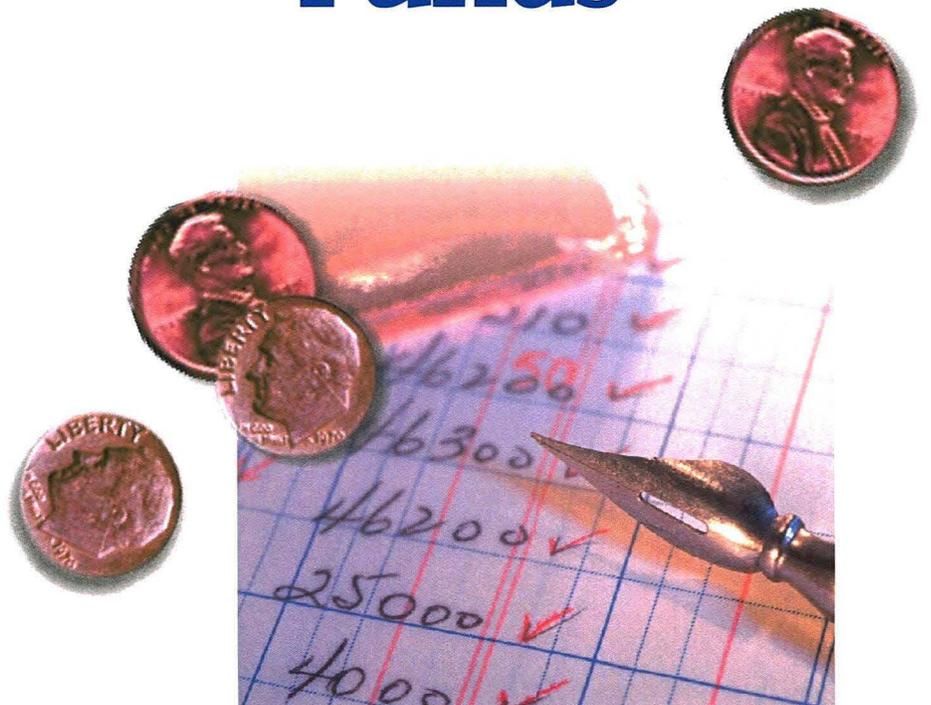
**Section 125 Agency Fund** - to account for City employee contributions to an employee benefits plan enacted under Section 125 of the Internal Revenue Code. The plan is administered by an independent plan administrator.

**Traffic Signal Agency Fund** - to account for contributions by developers for the construction of traffic signals at intersections throughout the City of Henderson. These contributions are held by the City in an agency capacity to be used toward the construction of designated traffic signals or to be refunded to developers.

**Forfeited Assets Fund** - to account for monies impounded under applicable racketeering and/or controlled substance laws pending court adjudication.

**Paving Frontage Agency Fund** to account for assessments accumulated for use as the land-owner portion of street frontage paving costs in defined areas.

# Trust & Agency Funds



**CITY OF HENDERSON, NEVADA**

**TRUST AND AGENCY FUNDS**

**COMBINING BALANCE SHEETS**

**JUNE 30, 2001 (WITH COMPARATIVE TOTALS FOR JUNE 30, 2000)**

**ASSETS**

	<b>Expendable Trust</b>	<b>Investment Trust</b>	<b>Agency</b>				<b>Totals</b>		
	<b>Lake Las Vegas</b>	<b>Investment Trust</b>	<b>Bridges</b>	<b>Section 125 Plan</b>	<b>Traffic Signal</b>	<b>Forfeited Assets</b>	<b>Paving Frontage</b>	<b>2001</b>	<b>2000</b>
Cash and investments	\$ 1,829,912	\$ 616,063	\$ 283,451	\$ 38,824	\$ 6,795,999	\$ 68,973	\$ 52,082	\$ 9,685,304	\$ 8,058,553
Accrued interest receivable	13,234	5,391	-	-	-	-	-	18,625	36,448
<b>Total assets</b>	<b>\$ 1,843,146</b>	<b>\$ 621,454</b>	<b>\$ 283,451</b>	<b>\$ 38,824</b>	<b>\$ 6,795,999</b>	<b>\$ 68,973</b>	<b>\$ 52,082</b>	<b>\$ 9,703,929</b>	<b>\$ 8,095,001</b>

**LIABILITIES AND FUND BALANCES**

<b>LIABILITIES:</b>									
Due to developers	\$ -	\$ -	\$ 283,451	\$ -	\$ 6,795,999	\$ -	\$ -	\$ 7,079,450	\$ 5,730,426
Due to employees	-	-	-	38,824	-	-	-	38,824	38,706
Due to others	-	-	-	-	-	68,973	52,082	121,055	123,070
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>283,451</b>	<b>38,824</b>	<b>6,795,999</b>	<b>68,973</b>	<b>52,082</b>	<b>7,239,329</b>	<b>5,892,202</b>
<b>FUND BALANCE HELD IN TRUST FOR POOL PARTICIPANTS</b>	<b>-</b>	<b>621,454</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>621,454</b>	<b>699,502</b>
<b>FUND BALANCES:</b>									
Reserved for sinking fund	1,843,146	-	-	-	-	-	-	1,843,146	1,503,297
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 1,843,146</b>	<b>\$ 621,454</b>	<b>\$ 283,451</b>	<b>\$ 38,824</b>	<b>\$ 6,795,999</b>	<b>\$ 68,973</b>	<b>\$ 52,082</b>	<b>\$ 9,703,929</b>	<b>\$ 8,095,001</b>

**CITY OF HENDERSON, NEVADA**  
**LAKE LAS VEGAS EXPENDABLE TRUST FUND**  
**COMPARATIVE BALANCE SHEETS**  
**JUNE 30, 2001 AND 2000**

**ASSETS**

	<u>2001</u>	<u>2000</u>
Cash and investments	\$ 1,829,912	\$ 1,483,040
Accrued interest receivable	13,234	20,257
Total assets	<u>\$ 1,843,146</u>	<u>\$ 1,503,297</u>

**FUND BALANCES**

FUND BALANCES:		
Reserved for sinking fund	<u>\$ 1,843,146</u>	<u>\$ 1,503,297</u>

# CITY OF HENDERSON, NEVADA

## LAKE LAS VEGAS EXPENDABLE TRUST FUND

### COMPARATIVE STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET (GAAP BASIS) AND ACTUAL FOR THE YEARS ENDED JUNE 30, 2001 AND 2000

	2001			2000		
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES:						
Developer contributions	\$ 102,000	\$ 99,892	\$ (2,108)	\$ 102,000	\$ 99,892	\$ (2,108)
Interest	60,000	140,057	80,057	16,000	63,453	47,453
Total revenues	<u>162,000</u>	<u>239,949</u>	<u>77,949</u>	<u>118,000</u>	<u>163,345</u>	<u>45,345</u>
OTHER FINANCING SOURCES:						
Operating transfers in	<u>80,000</u>	<u>99,900</u>	<u>19,900</u>	<u>80,000</u>	<u>80,000</u>	<u>-</u>
EXCESS OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES	242,000	339,849	97,849	198,000	243,345	45,345
FUND BALANCES, BEGINNING OF YEAR	<u>1,503,297</u>	<u>1,503,297</u>	<u>-</u>	<u>1,259,952</u>	<u>1,259,952</u>	<u>-</u>
FUND BALANCES, END OF YEAR	<u><u>\$ 1,745,297</u></u>	<u><u>\$ 1,843,146</u></u>	<u><u>\$ 97,849</u></u>	<u><u>\$ 1,457,952</u></u>	<u><u>\$ 1,503,297</u></u>	<u><u>\$ 45,345</u></u>

# CITY OF HENDERSON, NEVADA

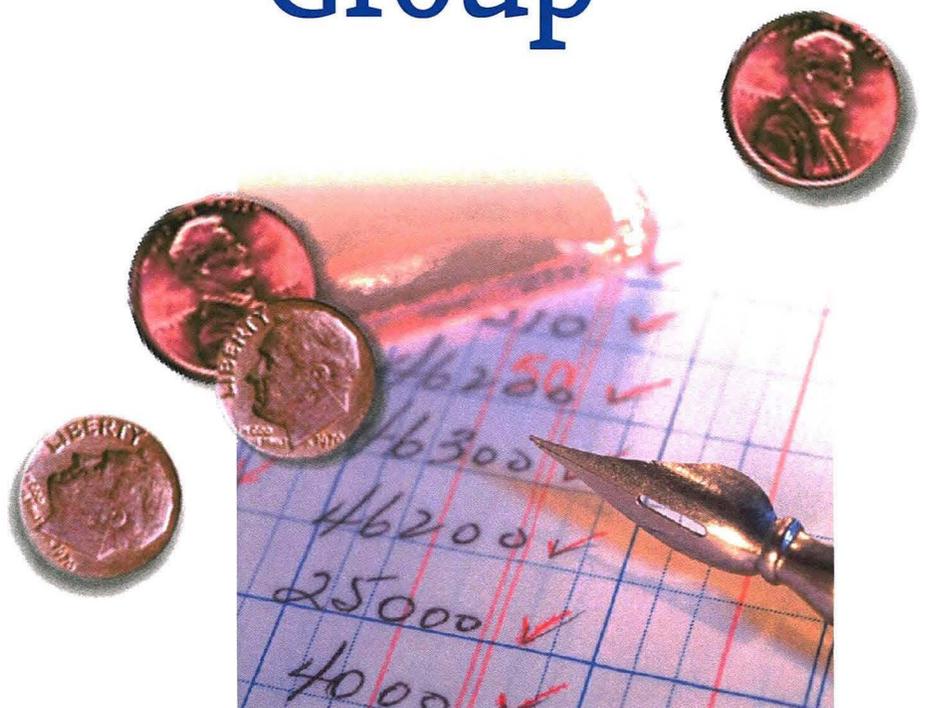
## ALL AGENCY FUNDS

### COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES FOR THE YEAR ENDED JUNE 30, 2001

	Balance July 1, 2000	Additions	Deletions	Balance June 30, 2001
<b>BRIDGES AGENCY FUND</b>				
Assets:				
Cash and investments	\$ 209,339	\$ 74,112	\$ -	\$ 283,451
Liabilities:				
Due to developers	\$ 209,339	\$ 74,112	\$ -	\$ 283,451
<b>SECTION 125 PLAN FUND</b>				
Assets:				
Cash and investments	\$ 38,706	\$ 172,813	\$ 172,695	\$ 38,824
Liabilities:				
Due to employees	\$ 38,706	\$ 172,813	\$ 172,695	\$ 38,824
<b>TRAFFIC SIGNAL AGENCY FUND</b>				
Assets:				
Cash and investments	\$ 5,521,087	\$ 2,803,818	\$ 1,528,906	\$ 6,795,999
Liabilities:				
Due to developers	\$ 5,521,087	\$ 2,803,818	\$ 1,528,906	\$ 6,795,999
<b>FORFEITED ASSETS AGENCY FUND</b>				
Assets:				
Cash and investments	\$ 113,085	\$ 28,756	\$ 72,868	\$ 68,973
Liabilities:				
Due to others	\$ 113,085	\$ 28,756	\$ 72,868	\$ 68,973
<b>PAVING FRONTAGE AGENCY FUND</b>				
Assets:				
Cash and investments	\$ 9,985	\$ 42,097	\$ -	\$ 52,082
Liabilities:				
Due to others	\$ 9,985	\$ 42,097	\$ -	\$ 52,082
<b>TOTALS - ALL AGENCY FUNDS</b>				
Assets:				
Cash and investments	\$ 5,892,202	\$ 3,121,596	\$ 1,774,469	\$ 7,239,329
Liabilities:				
Due to developers	\$ 5,730,426	\$ 2,877,930	\$ 1,528,906	\$ 7,079,450
Due to employees	38,706	172,813	172,695	38,824
Due to others	123,070	70,853	72,868	121,055
Total liabilities	\$ 5,892,202	\$ 3,121,596	\$ 1,774,469	\$ 7,239,329

To account for fixed assets not used in proprietary fund operations.

# General Fixed Assets Account Group



**CITY OF HENDERSON, NEVADA**  
**SCHEDULE OF GENERAL FIXED ASSETS BY SOURCES**  
**JUNE 30, 2001 AND 2000**

	<u>2001</u>	<u>2000</u>
<b>GENERAL FIXED ASSETS:</b>		
Land	\$ 20,925,286	\$ 14,621,774
Land/rental buildings	1,283,610	733,038
Land held for resale	38,167,674	38,662,542
Buildings	69,546,483	64,908,389
Improvements other than buildings	44,794,115	28,965,314
Machinery and equipment	26,034,444	22,359,385
Construction in progress	59,287,927	51,623,049
	<hr/>	<hr/>
<b>TOTAL GENERAL FIXED ASSETS</b>	<b><u>\$ 260,039,539</u></b>	<b><u>\$ 221,873,491</u></b>
 <b>INVESTMENT IN GENERAL FIXED ASSETS:</b>		
General fund	\$ 19,118,512	\$ 14,189,624
Special revenue funds	491,853	351,772
Government grants	3,769,016	2,545,485
Capital projects funds	220,062,132	192,511,906
Internal service funds	263,545	262,880
Enterprise funds	24,883	9,890
Private grants	16,309,598	12,001,934
	<hr/>	<hr/>
<b>TOTAL INVESTMENT IN GENERAL FIXED ASSETS</b>	<b><u>\$ 260,039,539</u></b>	<b><u>\$ 221,873,491</u></b>

**CITY OF HENDERSON, NEVADA**

**SCHEDULE OF GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY**

**JUNE 30, 2001**

	<b>Total</b>	<b>Land</b>	<b>Buildings</b>	<b>Improvements other than Buildings</b>	<b>Equipment</b>	<b>Construction in Progress</b>
<b>General government:</b>						
Mayor and council	\$ 144,874	\$ -	\$ -	\$ 5,817	\$ 139,057	\$ -
City manager	258,562	-	-	1,096	257,466	-
Finance department	2,503,211	-	-	6,314	1,715,314	781,583
Information technology	6,505,056	-	1,018,087	74,263	4,065,461	1,347,245
City clerk	629,172	-	-	5,229	459,804	164,139
Human resources	287,184	-	-	4,910	282,274	-
City attorney	290,334	-	4,141	-	286,193	-
Community development	38,842,051	38,167,672	-	8,459	665,920	-
Building maintenance	22,980,491	371,667	9,610,779	122,439	612,638	12,262,968
Economic development	65,493	28,112	-	-	37,381	-
Municipal court	18,344,015	1,410,840	16,321,340	11,189	600,646	-
Survey	24,925,539	11,496,145	151,519	-	124,181	13,153,694
<b>Total general government</b>	<b>115,775,982</b>	<b>51,474,436</b>	<b>27,105,866</b>	<b>239,716</b>	<b>9,246,335</b>	<b>27,709,629</b>
<b>Public safety:</b>						
Fire	19,100,411	1,100,000	13,011,741	204,121	2,768,982	2,015,567
Police	28,835,781	507,565	14,317,602	40,959	8,843,091	5,126,564
Building inspection	239,636	-	-	1,650	237,986	-
<b>Total public safety</b>	<b>48,175,828</b>	<b>1,607,565</b>	<b>27,329,343</b>	<b>246,730</b>	<b>11,850,059</b>	<b>7,142,131</b>
<b>Highways and streets:</b>						
Streets	1,980,696	89,869	-	1,852,386	38,441	-
Street lighting	192,344	-	18,370	-	173,974	-
City yard	51,510	3,840	-	46,470	1,200	-
Public works general services	277,825	244,698	-	15,729	17,398	-
<b>Total highways and streets</b>	<b>2,502,375</b>	<b>338,407</b>	<b>18,370</b>	<b>1,914,585</b>	<b>231,013</b>	<b>-</b>
<b>Culture and recreation:</b>						
Parks	24,858,626	5,576,898	2,584,526	13,705,299	2,991,903	-
Recreation	63,632,236	1,379,264	11,374,322	25,045,688	1,396,795	24,436,167
Swimming pool	3,873,532	-	53,010	3,616,452	204,070	-
Senior citizen activities	1,185,876	-	1,081,046	25,645	79,185	-
<b>Total culture and recreation</b>	<b>93,550,270</b>	<b>6,956,162</b>	<b>15,092,904</b>	<b>42,393,084</b>	<b>4,671,953</b>	<b>24,436,167</b>
Redevelopment Agency	35,084	-	-	-	35,084	-
<b>TOTAL</b>	<b>\$ 260,039,539</b>	<b>\$ 60,376,570</b>	<b>\$ 69,546,483</b>	<b>\$ 44,794,115</b>	<b>\$ 26,034,444</b>	<b>\$ 59,287,927</b>

CITY OF HENDERSON, NEVADA

SCHEDULE OF CHANGES IN GENERAL FIXED ASSETS BY FUNCTION AND ACTIVITY

FOR THE YEAR ENDED JUNE 30, 2001

	General Fixed Assets July 1, 2000	Additions	Deletions	General Fixed Assets June 30, 2001
General government:				
Mayor and council	\$ 134,947	\$ 9,927	\$ -	\$ 144,874
City manager	219,185	41,454	2,077	258,562
Finance department	1,548,860	1,315,948	361,597	2,503,211
Information technology	5,099,340	1,405,716	-	6,505,056
City clerk	551,606	77,566	-	629,172
Human resources	255,561	31,623	-	287,184
City attorney	278,692	11,642	-	290,334
Community development	39,280,040	66,580	504,569	38,842,051
Building maintenance	13,505,994	9,474,497	-	22,980,491
Economic development	57,547	9,300	1,354	65,493
Municipal court	16,797,688	1,550,512	4,185	18,344,015
Survey	24,321,806	603,733	-	24,925,539
Total general government	<u>102,051,266</u>	<u>14,598,498</u>	<u>873,782</u>	<u>115,775,982</u>
Public safety:				
Fire	15,158,400	3,947,100	5,089	19,100,411
Police	26,726,233	2,118,231	8,683	28,835,781
Building inspection	226,705	12,931	-	239,636
Total public safety	<u>42,111,338</u>	<u>6,078,262</u>	<u>13,772</u>	<u>48,175,828</u>
Highway and streets:				
Streets	1,895,105	85,591	-	1,980,696
Street lighting	169,309	23,035	-	192,344
City yard	51,510	-	-	51,510
Public works general services	264,791	13,034	-	277,825
Total highways and streets	<u>2,380,715</u>	<u>121,660</u>	<u>-</u>	<u>2,502,375</u>
Culture and recreation:				
Parks	14,832,863	10,025,763	-	24,858,626
Recreation	55,432,091	8,200,145	-	63,632,236
Swimming pool	3,873,532	-	-	3,873,532
Senior citizens activities	1,164,424	21,452	-	1,185,876
Total culture and recreation	<u>75,302,910</u>	<u>18,247,360</u>	<u>-</u>	<u>93,550,270</u>
Redevelopment Agency	27,262	7,822	-	35,084
TOTAL	<u>\$ 221,873,491</u>	<u>\$ 39,053,602</u>	<u>\$ 887,554</u>	<u>\$ 260,039,539</u>

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