



Popular Annual Financial Report

City of Henderson, Nevada | For Fiscal Year Ended June 30, 2019

2019



Popular Annual Financial Report For Fiscal Year Ended June 30, 2019



Dan H. Stewart
Councilman Ward IV

John F. Marz
Councilman Ward III

Dan K. Shaw
Councilman Ward II

Debra March
Mayor

Michelle Romero
Councilwoman Ward I

City Management



Richard A. Derrick
City Manager/CEO



Bristol S. Ellington
Deputy City Manager/
Chief Operating Officer



Robert Herr
Assistant City Manager/
Chief Infrastructure Officer



Stephanie Garcia-Vause
Assistant City Manager/
Chief Strategy Officer



Overview



Presented herewith is the Popular Annual Financial Report (PAFR) for Fiscal Year 2019. This document presents a summary of the City's Comprehensive Annual Financial Report (CAFR) for the Fiscal Year ending June 30, 2019. The CAFR is presented in conformance with Generally Accepted Accounting Principals (GAAP) and was audited by PBTK, LLP. The CAFR contains the City's financial information in more depth and presents the full disclosure of all financial and non-financial events. The CAFR, as well as other City financial, budget, and strategic plan reports can be found on the City of Henderson website.



The PAFR is prepared on a non-GAAP basis and is unaudited as its condensed and simplified presentation does not include all segregated funds, required presentations, and all financial statements or notes to the financial statements. This presentation is intended to provide the citizenry of Henderson, and other interested parties, a better understanding of the financial workings of the City of Henderson.



It is important for citizens and taxpayers to know and understand the composition of the revenue received by the City, as well as how the City manages those resources. We take our fiscal responsibility seriously and understand fully that we are accountable to the residents of our great city. We will continue to strive to provide the services our community desires in an efficient manner while maximizing the use of the resources available.



Prepared By:

**Finance Department
Budget Division**

Jill R. Lynch, Assistant Director of Finance



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A Place To Call Home



Financial Reporting Award



The Government Finance Officers Association of the United States and Canada (GFOA) has given an Award for Outstanding Achievement in Popular Annual Financial Reporting to the City of Henderson for its Popular Annual Financial Report for the fiscal year ended June 30, 2018. The Award for Outstanding Achievement in Popular Annual Financial Reporting is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government popular reports. In order to receive an Award for Outstanding Achievement in Popular Annual Financial Reporting, a government unit must publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal. An Award for Outstanding Achievement in Popular Annual Financial Reporting is valid for a period of one year only. The City of Henderson has received a Popular Award for the last two consecutive years.



Government Finance Officers Association

Award for Outstanding Achievement in Popular Annual Financial Reporting

Presented to

**City of Henderson
Nevada**

For its Annual
Financial Report
for the Fiscal Year Ended

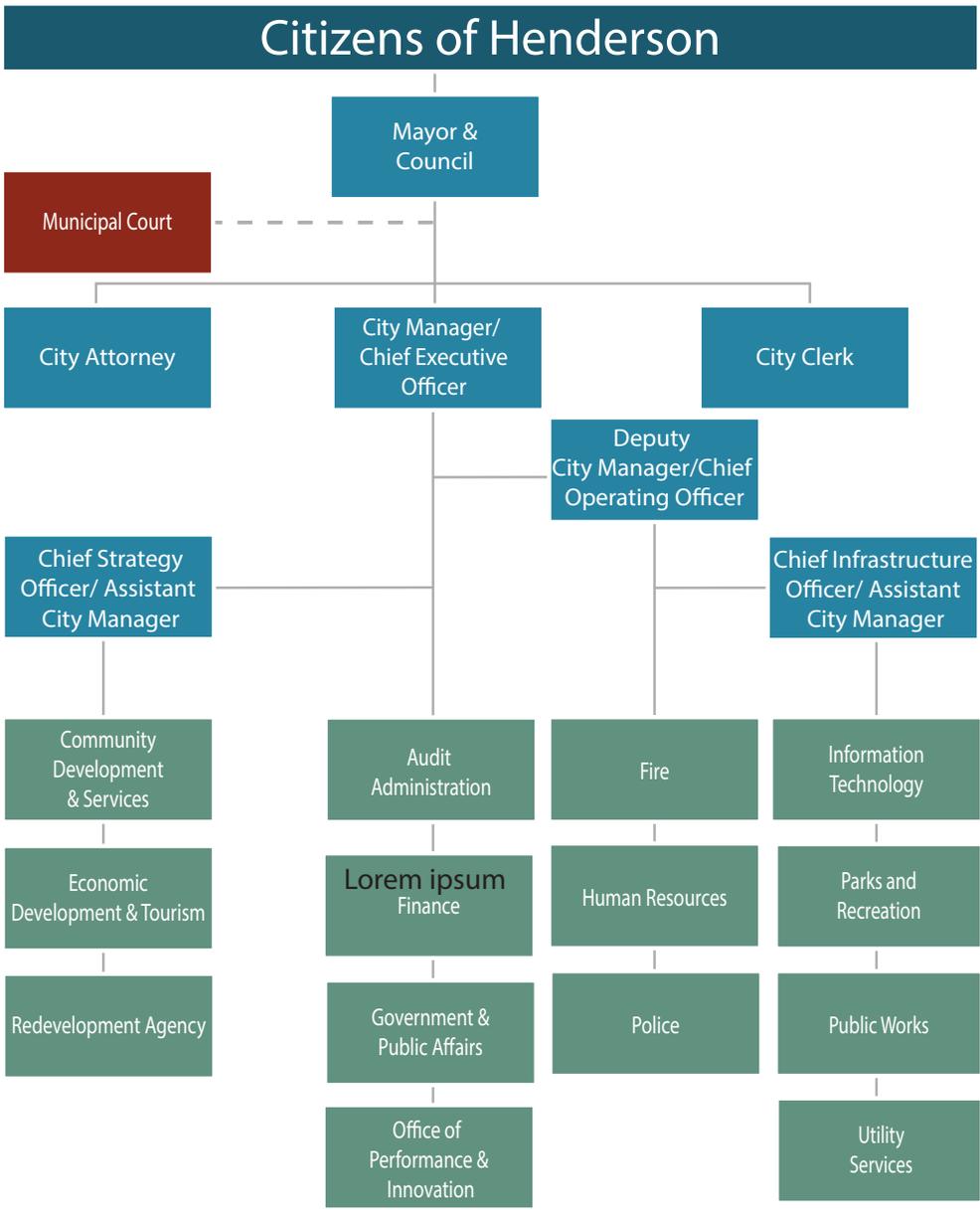
June 30, 2018

Christopher P. Morill

Executive Director/CEO



City Organization Chart



Key Fact

The City of Henderson has been awarded the Certificate of Achievement for Excellence in Financial Reporting for its Comprehensive Annual Financial Report from 1981 - 2018.



Strategic Plan

The Strategic Plan is available on the City’s website or by contacting the City Manager’s Office.

The City’s Fiscal Year 2019-2023 Strategic Plan has identified the following key priorities:

- Community Safety
- Livable Communities
- Economic Vitality
- Quality Education
- High-Performing Public Service

Community Safety

The City of Henderson is committed to keeping every member of the community safe, which is why the City is repeatedly listed among the top 10 Safest Cities in the nation by nationally recognized publications including Money Magazine. Achieving community safety takes a village. From police, fire, emergency, and environmental services staff to the community and traffic engineers – each plays a role in community safety. Moreover, in order to attain our goal of being a premier community, the City must leverage technology, community, and capital resources to design a resilient strategy capable of preventing, preparing for, mitigating, responding to, and recovering from emergencies and disasters – both natural and human-made.

Livable Communities

The City of Henderson prides itself on being a welcoming, connected, and vibrant community, intentionally designed to offer a range of housing choices, a clean environment, easy access to transportation, outstanding municipal services, healthcare, and a host of recreational amenities and cultural events. The City is committed to maintaining these community characteristics while extending our reach into areas that require a greater inclusive presence.

Economic Vitality

The City of Henderson remains a welcoming business environment that is committed to the continued growth of our established businesses and to attracting new opportunities. As economic growth continues, our goals do not solely rely on fiscal sustainability, but also on adaptability in the face of future economic, political, technological or demographic changes. Commitment to the principal goal of economic competitiveness requires an emphasis on economic diversity, foresight, workforce development and recruitment, as well as continuance of expected high levels of service to citizens.

Quality Education

The City of Henderson residents consistently rank education a top community priority and have responded by actively supporting student achievement at our local schools. The City’s goal has been for public schools in our community to improve and preserve educational facilities, increase technology resources and pre-kindergarten skills assessments as well as provide for enhanced curriculum, learning specialist positions and special education assistants. The City also actively partners with community representatives and nonprofit organizations to further educational outcomes and is committed to sustaining involvement in our children’s education.

High-Performing Public Service

The City of Henderson’s vision is “To Be America’s Premier Community.” To realize this vision, the City must be accountable, transparent, efficient and responsive to its residents, while also fully engaging its employees to provide premier services. Although the City is proud of its reputation for outstanding customer service, citizen satisfaction rate, and employee engagement rate, it is dedicated to advancing the processes and technology required to further exceed resident expectations.



Executive Summary



Current State of Affairs

The City of Henderson is located in the southeastern part of Clark County, Nevada. With a population of over 300,000, Henderson is the second largest city in the State of Nevada. The City provides a full range of services including police and fire protection; municipal court; detention facilities; water and sewer services; the construction and maintenance of boulevards; streets and other public infrastructure; recreational facilities and activities; cultural events; and a municipal golf course.

Located just seven miles from the famous Las Vegas Strip, the City of Henderson is known throughout the nation for its premier master planned residential communities, outstanding parks and recreational facilities, cultural activities, and business community.

The City maintains 25 active Governmental Funds, including the General Fund, Special Revenue Funds, Capital Projects Funds, and Debt Service Funds as well 12 Proprietary Funds, including Enterprise Funds and Internal Service Funds. The total revenue and other financing sources (e.g. debt proceeds, land sales, etc.), excluding transfers-in for Governmental Funds for Fiscal Year 2019 was \$383.9 million. Of this amount, the General Fund represented \$282.4 million, or 73% of the total revenue and other sources. The City's Proprietary Funds generated \$210.9 million in operating and \$22.8 million in non-operating revenue.

The General Fund is the largest of the City's funds and comprises most of the core functions for the City including, General Government, Judicial, Public Safety, Public Works, Culture & Recreation, and Community Support.

The General Fund expenses for Fiscal Year 2019 totaled \$259.4 million of which were 58% Public Safety, 18% General Government, and 15% Culture & Recreation. As of June 30 2019, the total City assets exceeded its liabilities by \$2.58 billion (net position).

Looking Ahead to Fiscal Year 2020

The City's General Fund is highly dependent on consolidated tax (primarily consisting of sales taxes) and property taxes. Economic activity within the Las Vegas valley continues to be strong with 42.1 million visitors and convention growth which has exceeded expectations and continues to be near a record high attendance of 6.5 million in 2018. Hotel room occupancy rates have also remained strong hovering near record highs for both midweek and weekend levels. In addition, total assessed valuation for the City of Henderson is expected to increase for the Fiscal Year 2020 by approximately 8.9%. Although these increases do not represent a one-for-one increase in tax revenue the City is anticipating moderate revenue growth for the coming year as a result of these strong economic factors.

As municipal stewards, it is essential that the financial integrity of the City is maintained regardless of the effects of outside forces and economic conditions. With the economy having been in growth mode for a few years now, the City must prepare for the next economic decline. To this end, the City intends to build up reserves beyond the requirements outlined in the Financial Management Policy statements in order to be prepared for the next downturn as it was for the last. This is an important step in keeping on the road to attaining our vision of being America's Premier Community.

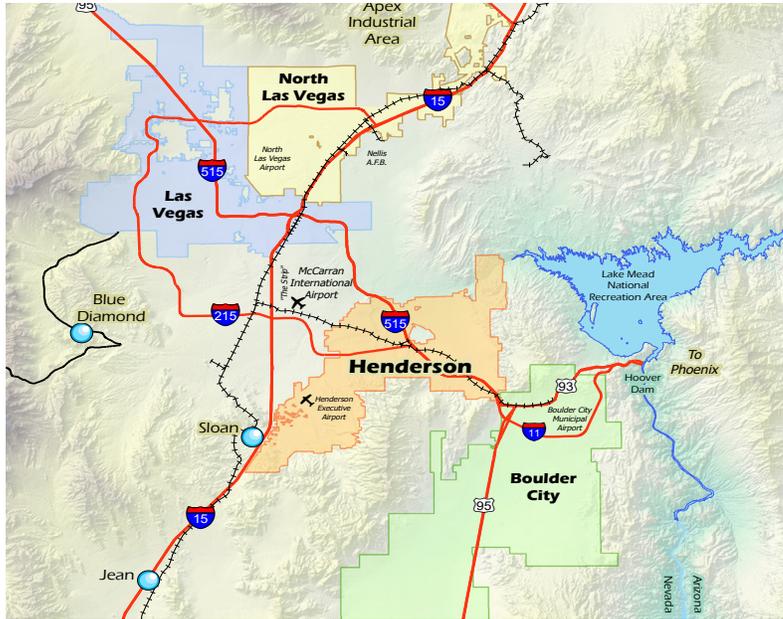




Community Profile



Map of Henderson and Surrounding Area



KEY STATISTICS	
Median Age	42.2
Median Household Income	\$70,608
Elevation	1,940
Full-Service & Specialty Hospitals	6
Public Libraries	4
Schools	
Elementary	26
Middle	7
High	6
Colleges & Universities	11

Incorporated in 1953, the City of Henderson received its charter in 1965 from the Nevada State Legislature. The City charter established a council/manager form of government, in which the Mayor and Council are vested with the legislative power of the City and the City Manager is responsible for executive duties and administration of the City.

The Mayor and four City Council members are elected at large on a nonpartisan basis, although no two council members can be from the same ward of the City's four wards. The Council appoints a City Manager, City Attorney, and City Clerk who directly report to the Council. All other City department heads, including the Police Chief and the Fire Chief, are hired by the City Manager.

Accomplishments

97% of residents are satisfied or very satisfied with their quality of life in the City of Henderson.

In January 2019, the NFL Raiders broke ground on the Headquarters and Training Facility in West Henderson.

Achieved 96% performance rating for incident response to structure fires.

Heritage Park Senior Center & Aquatics Complex was awarded the 2019 Pacific Southwest Regional Outstanding Building of the Year in Public Assembly Buildings.

Awarded the American Public Works Association Project of the Year for Fire Station 91.

The City of Henderson Fire Department is the only triple accredited fire department in the nation.



Recreation and Attractions



Recreation Centers: 8

Including the Heritage Park Senior Facility and the largest multigenerational center in the state

Ball Fields/Multi-Use Fields: 105

Including one of the largest multi-use sports complexes in the state

City Parks: 64

Including the Henderson Bird Viewing Preserve, skate park at Anthem Hills Park, and 16 Splash Pads

Tennis Courts: 58

many lighted

Public Pools: 13

In 7 locations,
including 3 aquatic complexes

Golf Courses: 10

6 Public | 1 Municipal | 3 Private

Performing Arts Centers: 2

6,500+ seat Henderson Pavilion and 500-seat Henderson Events Plaza Amphitheatre

Trails

More than 120 miles of bicycles and pedestrian trails

Hotels & Resorts

Offering gaming, shows, concerts, fine dining, spas, and luxury accommodations

Shopping

Galleria at Sunset
MonteLago Village at Lake Las Vegas Resort
The District at Green Valley Ranch

Water Street District

Cultural arts, special events, art galleries, shopping, and dining





City of Henderson Demographics



	Henderson Zip Codes							
	89002	89011	89012	89014	89015	89044	89052	89074
Population	36,793	31,074	36,374	42,471	42,528	23,420	58,648	55,455
Household Income								
Less than \$15,000	5.9%	7.0%	6.6%	9.5%	11.7%	5.8%	5.8%	6.7%
\$15,000 - \$24,999	6.4%	7.0%	7.0%	8.0%	9.2%	4.7%	5.5%	6.4%
\$25,000 - \$34,999	6.5%	9.9%	7.4%	11.0%	9.0%	8.5%	6.8%	7.4%
\$35,000 - \$49,999	9.7%	13.1%	11.5%	16.8%	12.8%	10.0%	10.0%	12.5%
\$50,000 - \$74,999	18.2%	20.2%	16.9%	20.9%	21.3%	17.9%	17.0%	20.1%
\$75,000 - \$99,999	17.2%	15.1%	14.2%	12.3%	13.4%	13.8%	13.6%	15.5%
\$100,000 - \$149,999	22.1%	16.2%	19.9%	12.7%	15.2%	22.7%	20.4%	16.3%
\$150,000 - \$199,999	7.9%	5.5%	7.4%	4.6%	3.8%	7.8%	8.6%	6.6%
\$200,000 and Over	6.2%	6.0%	9.1%	4.1%	3.5%	8.7%	12.3%	8.4%
Average Household	\$93,631	\$85,732	\$99,551	\$72,618	\$71,933	\$101,445	\$112,410	\$94,518
Median Household	\$79,308	\$64,422	\$75,490	\$54,537	\$57,384	\$80,716	\$82,838	\$70,171
Age								
Under 18	24.9%	23.5%	20.4%	19.9%	22.7%	17.6%	19.4%	18.3%
18-24	8.8%	7.3%	7.7%	9.5%	8.8%	5.0%	7.1%	8.4%
25-34	13.2%	14.6%	11.2%	17.4%	13.0%	7.5%	11.1%	14.2%
35-44	14.0%	15.0%	12.8%	13.8%	12.1%	12.0%	12.8%	13.0%
45-54	14.2%	13.0%	13.8%	12.8%	12.9%	11.9%	13.7%	13.7%
55-64	11.8%	13.0%	12.5%	12.7%	13.4%	16.9%	13.6%	14.5%
65+	13.1%	13.6%	21.7%	14.0%	17.1%	29.1%	22.3%	18.0%
Average Age	37.8	38.9	42.9	39.3	40.0	47.2	43.6	42.1
Median Age	37.5	39.0	44.1	38.0	39.5	52.2	45.6	42.3
Housing Units								
Total	13,296	13,505	14,875	17,899	16,026	10,686	24,887	22,353
Types of Dwelling								
Single Family	82.0%	63.8%	67.7%	44.3%	70.4%	92.7%	73.7%	62.1%
Condominium	0.0%	7.7%	4.4%	12.0%	2.8%	0.2%	8.5%	8.6%
Townhome	7.4%	11.1%	6.8%	5.5%	3.2%	6.4%	3.5%	7.9%
Plexes (2-4)	0.0%	0.7%	0.0%	0.5%	2.2%	0.1%	0.4%	0.0%
Mobile Home	2.4%	1.1%	0.0%	0.1%	3.2%	0.7%	0.0%	1.6%
Apartment	8.3%	15.5%	21.1%	37.6%	18.3%	0.0%	13.8%	19.8%

Note: Henderson also has small portions of 89183 & 89124 and there are small areas outside of Henderson in 89052, 89074, & 89011
 Source: Las Vegas Perspective 2019.



Property Tax



Overlapping Property Tax Rate Breakdown	
	FY 2019
State	\$ 0.1700
Clark County Operating	0.6541
School District	
Operating	0.7500
Debt	0.5534
Sub-total School District	1.3034
City of Henderson	
Operating	0.5508
Debt	0.1600
Sub-total City	0.7108
Special Districts	
Henderson Library District	0.0612
Sub-total Special Districts	0.0612
Total Property Tax Rate	\$ 2.8995

Note: Tax rates stated per \$100 of assessed valuation. Source: Nevada Department of Taxation Property Tax Rates for Nevada local governments.

The City receives only 24 percent of your property tax dollars. A home with a taxable value of \$400,000 will provide the equivalent of \$82.92 per month in property tax support for City of Henderson services, including:

24-Hour Police Protection

24-Hour Emergency Medical Service

24-Hour 9-1-1 Service

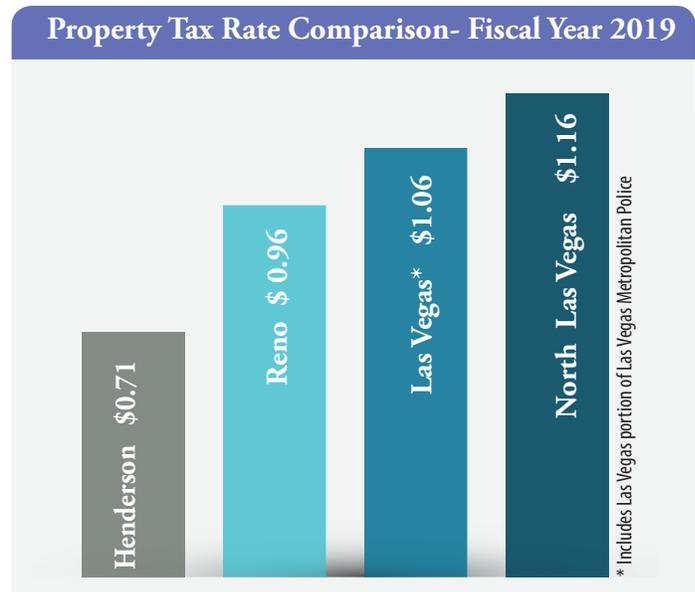
Maintained Streets, Lighting and Flood Control

Recreational Programming for All Ages

Parks Operations and Maintenance

Code Enforcement Services

Comprehensive Land-Use Planning





Population



Population as of July 1 of each fiscal year



*Information for Fiscal Year 2020 provided by the City of Henderson Community Development Department. Information for 2019 and prior provided by the Nevada State Demographer.

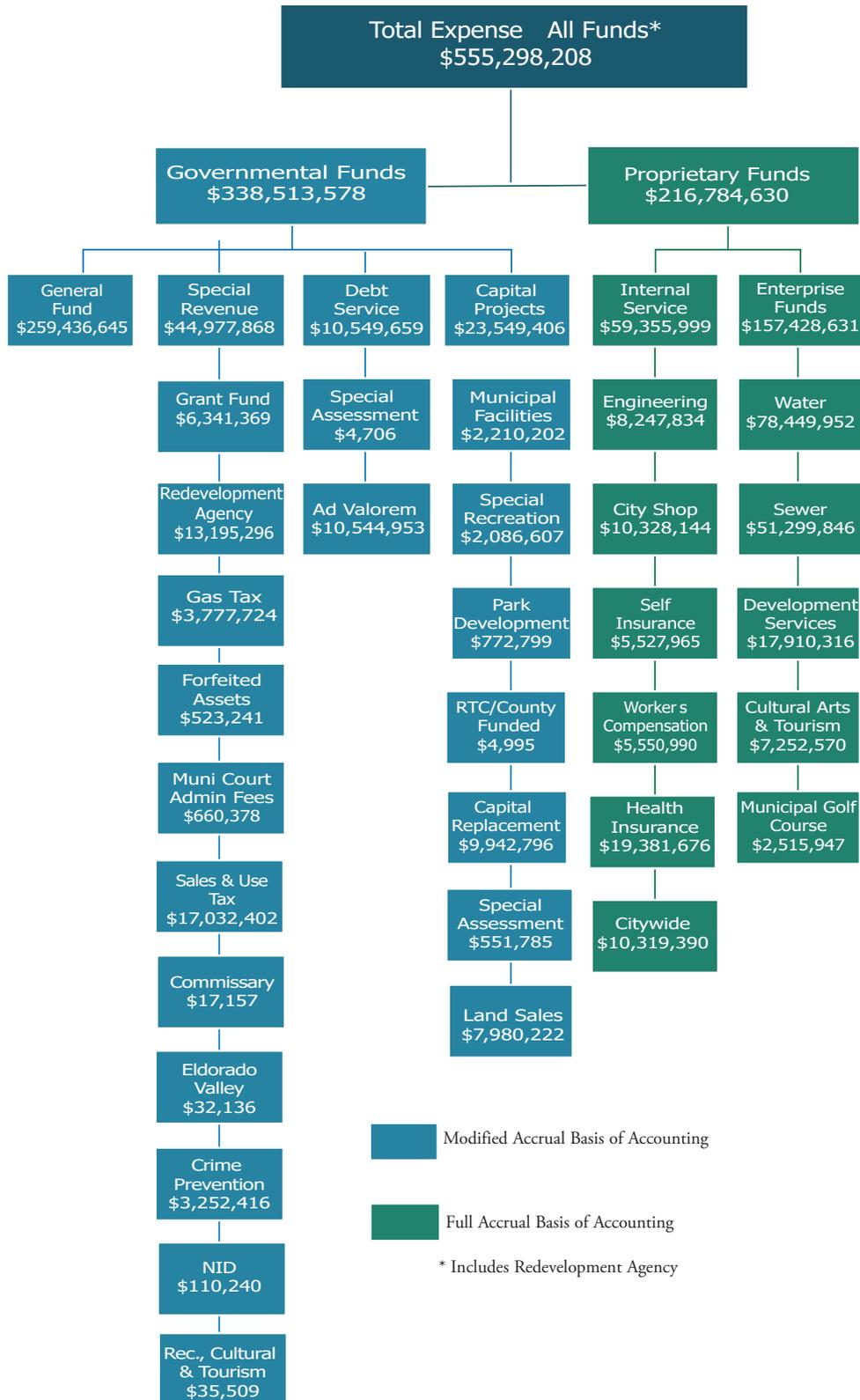
Number of Full-Time Employees (per 1,000 residents)



* Includes Las Vegas portion of the Las Vegas Metropolitan Police and the Las Vegas Valley Water District. Employment reported April 2019.



Fund Overview





Governmental Funds



	FY 2018	FY 2019
Beginning Fund Balance*	\$ 210,103,480	\$ 221,815,321
Revenues		
Property Taxes	82,598,765	91,044,482
Franchise Fees	33,662,964	33,766,078
Licenses and Permits	11,573,588	13,007,880
Intergovernmental Resources	154,225,791	159,969,525
Charges for Services	34,685,944	33,786,536
Fines and Forfeits	6,072,479	7,104,638
Impact Fees	2,437,240	2,353,777
Investment Income	2,067,900	7,256,725
Developer Contributions	1,829,523	16,235,632
Miscellaneous	3,089,560	3,520,585
Total Revenues	\$ 332,243,754	\$ 368,045,858
Other Financing Sources		
Issuance of Refunding Bonds	\$ -	\$ -
Premium on Refunding Bonds Issued	-	-
Gain (loss) on Capital Asset Disposition	-	103,037
Debt Issuance Proceeds	684,108	-
Proceeds from Land Sales	6,859,417	15,724,314
Transfers In	37,169,566	31,044,100
Total Other Financing Sources	\$ 44,713,091	\$ 46,871,451
Total Revenue & Other Financing Sources	\$ 376,956,845	\$ 414,917,309
Total Resources	\$ 587,060,325	\$ 636,732,630
Expenditures by Function		
General Government	\$ 60,588,470	\$ 66,069,359
Judicial	11,265,071	11,843,895
Public Safety	171,483,393	178,216,030
Public Works	24,421,938	24,160,275
Culture and Recreation	42,751,749	43,260,423
Community Support	5,072,265	3,736,124
Debt Service	11,279,082	11,227,472
Total Expenditures	\$ 326,861,968	\$ 338,513,578
Other Financing Uses		
Operating Transfers Out	\$ 35,771,566	\$ 34,202,137
Total Expenditures & Other Financing Uses	\$ 362,633,534	\$ 372,715,715
Ending Fund Balance (EFB)	\$ 224,426,791	\$ 264,016,915
Total Commitments and EFB	\$ 587,060,325	\$ 636,732,630



Key Fact

The City of Henderson's largest governmental fund is the General Fund, which comprises of 76% of total revenue and 75% of total expenditures.

* Fiscal Year 2019 beginning fund balance in the Lake Las Vegas Capital Projects Fund has been restated and reduced by \$2,611,470. The adjustment was required to properly reflect a developer deposit that was previously recognized as revenue.



Proprietary Funds



	Enterprise Funds		Internal Service Funds	
	2018	2019	2018	2019
Revenues				
Utilities Fees	\$ 120,689,600	\$ 123,801,059	\$ -	\$ -
Connection Fees	1,759,142	2,088,965	-	-
Late Charges	1,946,441	1,964,308	-	-
Charges for Services	14,468,368	15,832,356	57,808,277	59,600,611
Licenses and Permits	5,445,318	6,300,161	-	-
Intergovernmental	649,776	530,472	-	-
Rental Fees	291,820	220,565	-	-
Miscellaneous	325,139	536,309	-	-
Total Operating Revenues	\$ 145,575,604	\$ 151,274,195	\$ 57,808,277	\$ 59,600,611
Operating Expenses				
Salaries and Wages	\$ 31,648,872	\$ 32,883,602	\$ 7,214,337	\$ 7,352,339
Employee Benefits	14,163,479	13,142,514	3,393,049	2,688,590
Water Purchases	26,928,264	26,744,845	-	-
Services and Supplies	50,667,723	53,765,368	22,763,619	22,000,533
Claims and Judgements	-	-	20,091,961	23,666,438
Legal Fees	-	-	16,304	51,772
Depreciation & Amortization	24,865,702	24,236,569	3,338,767	3,582,719
Total Operating Expenses	\$ 148,274,040	\$ 150,772,898	\$ 56,818,037	\$ 59,342,391
Operating Income (Loss)	\$ (2,698,436)	\$ 501,297	\$ 990,240	\$ 258,220
Nonoperating Revenues (Exp.)				
Investment Income	\$ 1,171,910	\$ 6,978,694	\$ 283,827	\$ 1,871,886
Gain (Loss) on Capital Asset	(669,370)	(3,153,518)	236,428	291,008
Interest Expense	(3,544,092)	(3,502,215)	(20,460)	(13,608)
Room Tax Revenue	2,405,064	2,356,678	-	-
Sales Tax Revenue	5,435,994	5,908,827	-	-
Other Intergovernmental Rev.	1,645,532	1,570,708	-	-
Gain on Transfer of Liabilities	-	3,121,680	-	-
Miscellaneous	4,037	696,979	315,219	335,092
Total Nonoperating Revenues (Exp.)	\$ 6,449,075	\$ 13,977,833	\$ 815,014	\$ 2,484,378
Income (Loss)	\$ 3,750,639	\$ 14,479,130	\$ 1,805,254	\$ 2,742,598
Capital Contributions				
Capital Contributions	\$ 30,670,181	\$ 27,679,174	\$ 2,060,796	\$ 1,649,631
Transfers				
Operating Transfers In	450,000	4,007,089	1,850,000	5,212,270
Operating Transfers Out	(2,225,000)	(3,989,000)	(1,473,000)	(2,072,322)
Change in Net Position	\$ 32,645,820	\$ 42,176,393	\$ 4,243,050	\$ 7,532,177
Net Position, Beginning of Year	\$ 1,029,021,726	\$ 1,055,443,198	\$ 42,721,736	\$ 44,454,925
Prior Period Adjustments*	\$ (6,224,348)	\$ -	\$ (2,509,861)	\$ -
Net Position, End of Year	\$ 1,055,443,198	\$ 1,097,619,591	\$ 44,454,925	\$ 51,987,102



Key Fact

The City of Henderson's largest enterprise funds are Water and Sewer utilities funds which comprise of 85% of operating revenue and 83% of operating expenses.

* Prior period adjustments are due to the implementation of GASB statement 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions* and GASB statement 82, *Pension issues — an amendment of GASB statement No. 67, No. 68, and No. 73.*

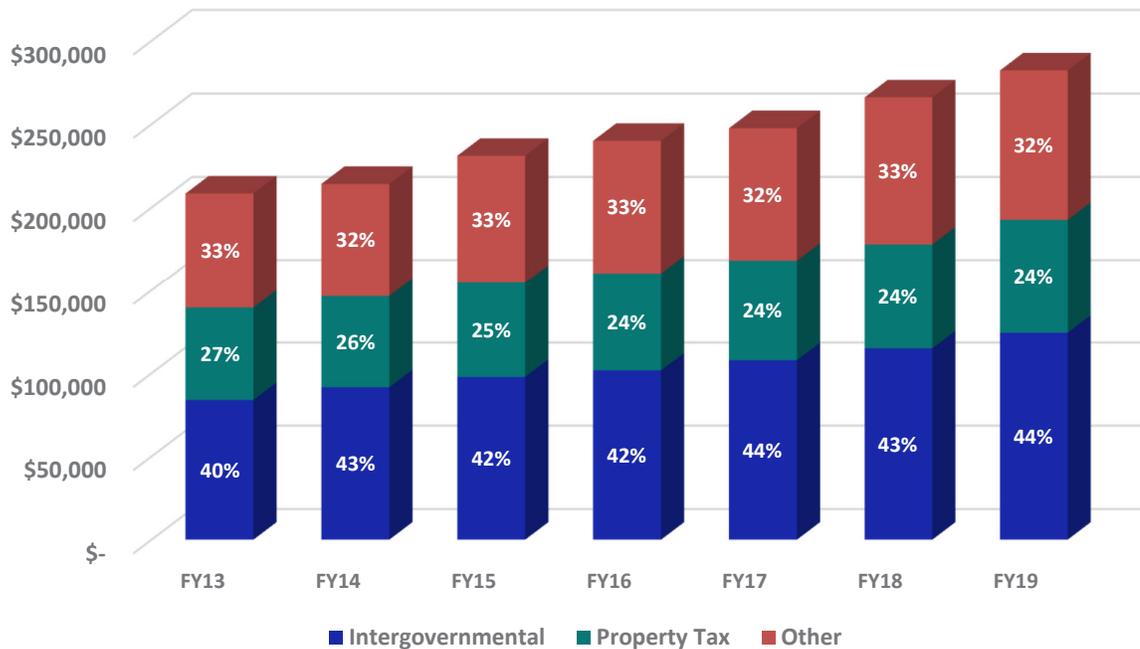


General Fund Revenue



	FY 2018	% of Total	FY 2019	% of Total
Beginning Fund Balance	\$ 26,402,659		\$ 30,262,907	
Revenues				
Property Taxes	\$ 63,638,015	24%	\$ 68,290,953	24%
Franchise Fees	33,662,964	13%	33,766,078	12%
Licenses and Permits	11,573,588	4%	12,876,549	5%
Intergovernmental Resources	115,446,996	43%	124,388,827	44%
Charges for Services	34,344,300	13%	33,323,314	12%
Fines and Forfeits	4,682,134	2%	5,938,342	2%
Impact Fees	870,093	>1%	1,352,157	>1%
Investment Income	390,042	>1%	816,593	>1%
Miscellaneous	1,511,386	>1%	1,498,768	>1%
Total Revenues	\$ 266,119,518	100%	\$ 282,251,581	100%
Other Financing Sources				
Transfers In	\$ -		\$ -	
Gain (loss) on Capital Asset Disposition	-		101,018	
Bond Proceeds	684,108		-	
Total Other Financing Sources	\$ 684,108		\$ 101,018	
Total Revenue & Other Financing Sources	\$ 266,803,626		\$ 282,352,599	
Total Resources	\$ 293,206,285		\$ 312,514,488	

**General Fund Revenue
Primary Sources 7 Year Trend***
(\$ amounts in thousands)



* Percentage represents proportion to total General Fund revenue.



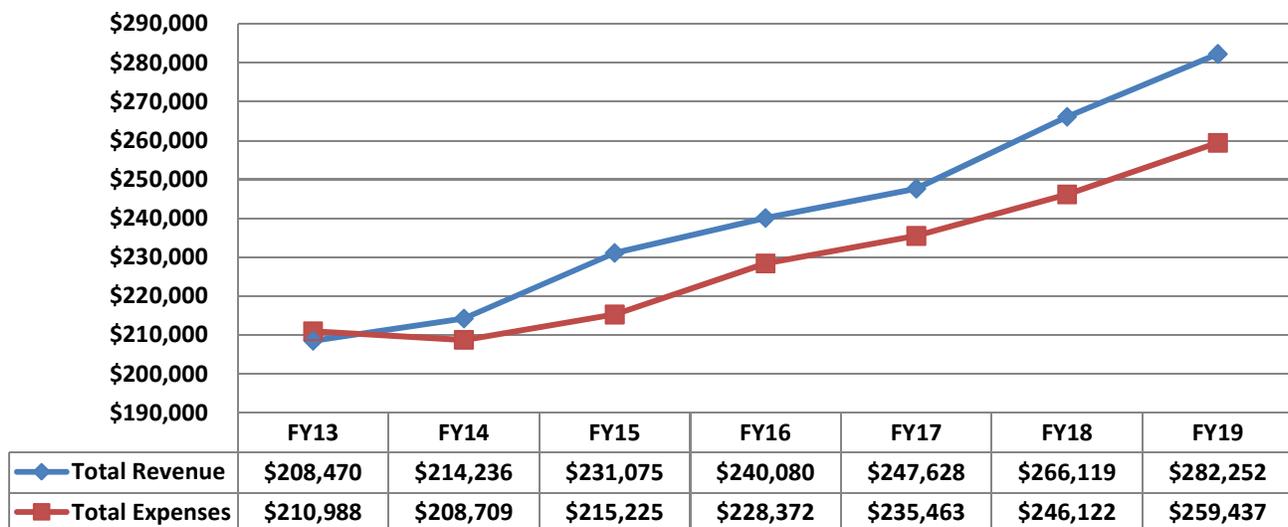
General Fund Expenditures



	FY 2018	% of Total	FY 2019	% of Total
Expenditures by Function				
General Government	\$ 42,866,293	17%	\$ 47,824,087	18%
Judicial	10,583,229	4%	11,041,716	4%
Public Safety	145,290,395	59%	150,988,105	58%
Public Works	9,261,316	4%	9,312,907	4%
Culture and Recreation	36,876,676	15%	38,399,031	15%
Community Support	1,244,137	>1%	1,870,799	>1%
Total Expenditures	\$ 246,122,046	100%	\$ 259,436,645	100%
Other Financing Uses				
Operating Transfers Out*	\$ 16,821,332		\$ 19,197,186	
Total Expenditures & Other Financing Uses	\$ 262,943,378		\$ 278,532,813	
Ending Fund Balance (EFB)	\$ 30,262,907		\$ 33,981,675	
Total Commitments and EFB	\$ 293,206,285		\$ 312,514,488	

*General fund operating transfers out for fiscal years 2018 and 2019 were primarily made to the City's capital projects funds for the acquisition or construction of major capital facilities.

General Fund Revenue and Expense 7 Year Trend* (\$ amounts in thousands)



*Excluding other financing sources & uses (e.g. operating transfers out).



Outstanding Debt

Summary

	Governmental Activities		Business-type Activities		Total	
	2018	2019	2018	2019	2018	2019
General Obligation Bonds	\$ 98,925,000	\$ 94,265,000	\$ -	\$ -	\$ 98,925,000	\$ 94,265,000
Tax Allocation Bonds (RDA)	8,910,000	8,670,000	-	-	8,910,000	8,670,000
Water and Sewer Bonds	-	-	89,070,221	78,779,545	89,070,221	78,779,545
Other	1,954,241	444,931	968,622	645,748	2,922,863	1,090,679
Total	\$ 109,789,241	\$ 103,379,931	\$ 90,038,843	\$ 79,425,293	\$ 199,828,084	\$ 182,805,224

Future Debt Service Requirements

For the Year Ending June 30,	Revenue Bonds		General Obligation Bonds	
	Principal	Interest	Principal	Interest
2020	\$ 4,027,771	\$ 3,408,558	\$ 7,965,000	\$ 4,123,304
2021	4,215,311	3,216,019	6,300,000	3,821,569
2022	4,418,312	3,014,268	6,625,000	3,555,644
2023	4,626,792	2,802,538	6,970,000	3,265,594
2024	4,457,337	2,584,119	7,335,000	2,967,069
2025-2029	25,761,683	9,423,094	24,800,000	11,290,600
2030-2034	31,272,339	3,797,675	27,920,000	5,532,863
2035-2039	-	-	6,350,000	317,500
Total	\$ 78,779,545	\$ 28,246,271	\$ 94,265,000	\$ 34,874,143

For the Year Ending June 30,	Tax Allocation Bonds		Other Long-Term Debt Obligations	
	Principal	Interest	Principal	Interest
2020	\$ 250,000	\$ 368,300	\$ 471,184	\$ -
2021	265,000	355,425	471,184	-
2022	275,000	341,925	148,311	-
2023	290,000	327,800	-	-
2024	305,000	312,925	-	-
2025-2029	1,770,000	1,314,000	-	-
2030-2034	2,225,000	866,426	-	-
2035-2039	2,685,000	398,100	-	-
2040-2044	605,000	12,100	-	-
Total	\$ 8,670,000	\$ 4,297,001	\$ 1,090,679	\$ -

Key Fact

The City of Henderson's debt is rated AA+ by Standard & Poor and Aa2 by Moody's Investor Services

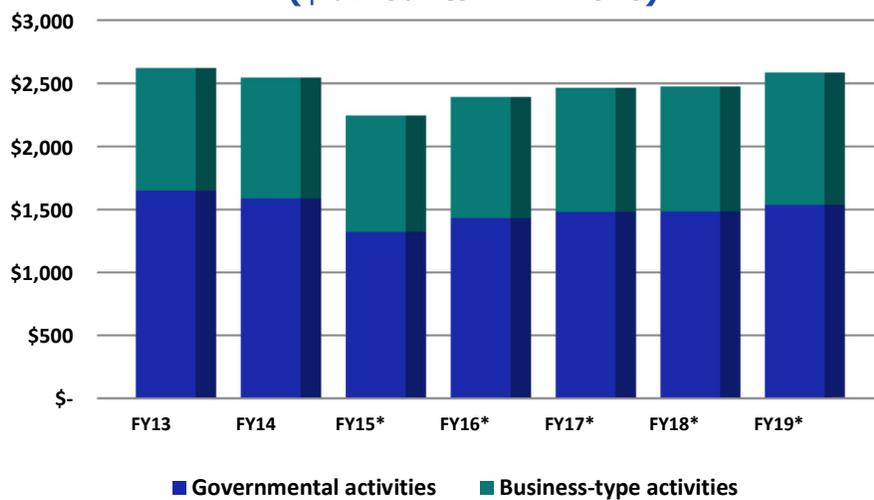


Statement of Net Position



	Governmental Activities		Business-type Activities		Total	
	2018	2019	2018	2019	2018	2019
Assets						
Pooled Cash and Investments	\$ 261,929,644	\$ 317,212,877	\$ 222,747,221	\$ 243,154,775	\$ 484,676,865	\$ 560,367,652
Other Assets	111,661,863	109,992,068	(28,553,550)	(29,314,404)	83,108,313	80,677,664
Capital Assets	1,684,460,680	1,700,094,725	995,972,740	999,594,769	2,680,433,420	2,699,689,494
Total Assets	\$ 2,058,052,187	\$ 2,127,299,670	\$ 1,190,166,411	\$ 1,213,435,140	\$ 3,248,218,598	\$ 3,340,734,810
Deferred Outflows						
Deferred Outflows of Resources	\$ 56,412,443	\$ 64,213,377	\$ 12,855,796	\$ 13,229,817	\$ 69,268,239	\$ 77,443,194
Total Assets & Deferred Outflows of Resources	\$ 2,114,464,630	\$ 2,191,513,047	\$ 1,203,022,207	\$ 1,228,739,038	\$ 3,317,486,837	\$ 3,418,178,004
Liabilities						
Accounts Payable	\$ 11,797,730	\$ 14,631,315	\$ 9,446,158	\$ 9,159,586	\$ 21,243,888	\$ 23,790,901
Accrued Wages	5,781,053	6,301,922	1,124,663	1,216,121	6,905,716	7,518,043
Other Liabilities	602,859,009	604,757,176	180,888,209	165,427,004	783,747,218	770,184,180
Total Liabilities	\$ 620,437,792	\$ 625,690,413	\$ 191,459,030	\$ 175,802,711	\$ 811,896,822	\$ 801,493,124
Deferred Inflows						
Deferred Inflows of Resources	\$ 35,310,943	\$ 28,969,425	\$ 5,138,792	\$ 3,759,457	\$ 40,449,735	\$ 32,728,882
Total Liabilities & Deferred Inflows of Resources	\$ 655,748,735	\$ 654,659,838	\$ 196,597,822	\$ 179,562,168	\$ 852,346,557	\$ 834,222,006
Net Position						
Net Investment in Capital Assets	\$ 1,571,088,765	\$ 1,603,799,207	\$ 905,555,423	\$ 919,833,177	\$ 2,476,644,188	\$ 2,523,632,384
Restricted	142,073,654	178,123,014	6,465,320	16,349,684	148,538,974	194,472,698
Unrestricted (deficit)	(254,446,524)	(245,069,012)	94,403,642	110,919,928	(160,042,882)	(134,149,084)
Total Net Position	\$ 1,458,715,895	\$ 1,536,853,209	\$ 1,006,424,385	\$ 1,047,102,789	\$ 2,465,140,280	\$ 2,583,955,998

Historical Net Position (\$ amounts in millions)



* Decline in Net Position is due to Governmental Accounting Standards Board (GASB 68), Accounting and Financial Reporting for Pensions. This GASB pronouncement requires the City to record its proportionate share of the collective net pension liability of the Public Employees Retirement System. This resulted in a negative unrestricted net position in governmental activities and the total unrestricted net position and significantly reduced the unrestricted net position for business-type activities.



Glossary of Terms



Accounts Payable - Items the City owes to individuals and companies who supply a service or good, and the expected payment is within twelve months.

Assessed Valuation - A valuation set upon real estate or other property by a government as a basis for levying taxes - 35% of market value.

Bond - A written promise to pay a specified sum of money at a fixed time in the future, and carrying interest at a fixed rate, usually payable periodically.



Capital Assets - Assets including land, improvement to land, easements, building, vehicles, infrastructure, and all other tangible or intangible assets that are used in operations and have initial useful lives that extend beyond a single reporting period.



Capital Projects Funds - Capital Projects Funds are governmental funds used to account for financial resources to be used for the acquisition or construction of major capital facilities.

Consolidated Tax - Compilation of sales, cigarette, liquor, personal property transfer, basic city county relief tax, supplemental city county relief tax, government services tax and motor vehicle privilege tax revenues that are distributed by the state.



Deferred Inflow of Resources - An acquisition of net position by the government that is applicable to a future reporting period.

Deferred Outflow of Resources - A consumption of net position by the government that is applicable to a future reporting period.



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



Fiscal Year - A 12-month period designated as the operating year for accounting and budgeting purposes in an organization; the City has a fiscal year from July 1 – June 30.

Fund Balance - The excess of the assets of a fund over its liabilities, reserves and carryover.

General Fund - A fund established to account for resources and costs of operations associated with the City which are not required to be accounted for in other funds.

General Obligation Bond - Bonds that finance a variety of public projects such as streets, buildings and improvements;

the repayment of these bonds is usually made from the debt portion of property taxes, and these bonds are backed by the full faith and credit of the issuing government.

Governmental Funds - Funds generally used to account for tax-supported activities. These include the general fund, special revenue funds, debt service funds and capital projects funds.

Governmental Activities - Combination of Governmental Funds and Internal Service funds for presentation in the government-wide financial statements and are reported using the economic resources measurement focus and the accrual basis of accounting.

Internal Service Funds - Internal Service Funds are proprietary funds used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City on a cost-reimbursement basis.

Intergovernmental Resources - Funds received from federal, state and other local government sources in the form of grants, shared revenues and payments in lieu of taxes.

Operating Transfers In/Out - Amounts transferred from one fund to another to assist in financing the services of the recipient fund.

Other Assets - Include categories such as accounts receivable, inventories, prepaid items, land held for resale, and amounts owed from other governments.

Other Liabilities - Include amounts due to other entities, unearned revenues, deposits, interest, contract retention, and tax increments payable to developers.

Pooled Cash and Investments - The amount of physical cash held by the City in checking accounts and on hand for purposes of paying expenses. Investments are made up of funds not needed to pay current expenses and allows the City to earn interest on its cash.

Resources - Total amounts available for appropriation including projected revenues, fund transfers, bond proceeds and beginning fund balances.

Restricted - The amount of assets or resources limited for a specific purposes.

Revenue-Supported Bonds - Bonds usually sold for constructing a project that will produce revenue for the government; that revenue is pledged to pay the principal and interest of the bond.

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

Unrestricted - The difference between assets and liabilities that are not already limited for a specific purpose, i.e. restricted.





A Place To Call Home

Debra March

Mayor

John F. Marz

Councilman

Michelle Romero

Councilwoman

Dan K. Shaw

Councilman

Dan H. Stewart

Councilman

Richard A. Derrick

City Manager/CEO

Bristol S. Ellington

Deputy City Manager/
Chief Operating Officer

Stephanie Garcia-Vause

Assistant City Manager/
Chief Strategy Officer

Robert Herr

Assistant City Manager/
Chief Infrastructure Officer

Jim McIntosh

Chief Financial Officer