

ANNUAL COMPREHENSIVE FINANCIAL REPORT

CITY OF NORTH LAS VEGAS, NEVADA

FISCAL YEAR ENDED JUNE 30, 2021



**CITY OF
NORTH LAS VEGAS**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

**FOR THE YEAR ENDED
JUNE 30, 2021**

STATE OF NEVADA

**CITY OF
NORTH LAS VEGAS
STATE OF NEVADA**

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**FOR THE YEAR ENDED
JUNE 30, 2021**

**PREPARED BY
DEPARTMENT OF FINANCE
WILLIAM HARTY
FINANCE DIRECTOR**

CITY OF NORTH LAS VEGAS

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Mayor
John J. Lee

City Manager
Ryann Juden

Council Members
Isaac E. Barron
Pamela A. Goynes-Brown
Scott Black
Richard J. Cherchio



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December 14, 2021

To the Honorable Mayor, Members of City Council, and Citizens of the City of North Las Vegas:

The Annual Comprehensive Financial Report (ACFR) for the City of North Las Vegas (the “City”) for the fiscal year ended June 30, 2021, is hereby submitted in accordance with State statute. Nevada Revised Statute (NRS) 354.624 requires that a local government present to its governing body annual financial statements prepared in conformity with generally accepted accounting principles (GAAP) and audited in accordance with auditing standards generally accepted in the United States by a certified public accountant.

This report consists of management's representations concerning the finances of the City. Responsibility for both the accuracy and the completeness of all information presented in the report and the fairness of the presentation, including all disclosures, rests with the management of the City. As such, City management has established a comprehensive internal control framework that is designed both to protect the City's assets from loss, theft or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. As the cost of internal controls should not exceed anticipated benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable, rather than absolute, assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The firm of BDO USA, LLP, (BDO) was selected to perform the fiscal year 2021 audit of the City's financial statements. The objective of an independent audit is to provide reasonable assurance that the basic financial statements of the City for the fiscal year ended June 30, 2021, are free of material misstatement. An independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. BDO concluded, based upon their audit, that there was a reasonable basis for rendering an unmodified (“clean”) opinion that the City's financial statements for the fiscal year ended June 30, 2021, are fairly presented in conformity with GAAP. The independent auditors' report on the basic financial statements is presented as the first component of the financial section of this report.

GAAP also requires that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the report of the independent auditors on the basic financial statements.

Profile of the City of North Las Vegas

The City of North Las Vegas is located in Clark County, Nevada. The City's certified population as of July 1, 2020, was 258,761 and ranks as the third largest city in the State of Nevada. The City was incorporated May 16, 1946, and currently occupies 102.25 square miles of which approximately 69% is built-out, with a large quantity of land remaining undeveloped. The City is empowered by State Statutes to extend its corporate limits by annexation, which it has done from time to time. The City boasts a cosmopolitan cultural diversity, living up to its motto of being "Your Community of Choice."

The City is empowered by Nevada Revised Statutes to levy a property tax on both real and personal property located within its boundaries. The City's property tax rate is \$1.1637 per \$100 in assessed valuation.

The City operates under a Council-Manager form of government, with elected offices consisting of the Mayor, four City Council members and two municipal judges. The Mayor and municipal judges are elected at-large, while Council members must live within and are elected by the constituents of their respective ward; all are elected on a non-partisan basis. Terms of office for the Mayor and City Council are four years and are staggered so that City-wide elections are held every two years for two or three of the five offices; term of office for the municipal judges is six years. The five-member Council is the policy-making body of the City and appoints the City Manager to serve as the Chief Executive Officer to oversee daily municipal operations.

The City provides a full range of services, including a municipal court, public safety (police, fire, and building safety), water and wastewater, highways and streets, planning and zoning, parks and recreational facilities, community development and general administrative services. In addition to general governmental activities, the City Council exercises oversight responsibility for the North Las Vegas Library District and the North Las Vegas Redevelopment Agency; consequently, these activities have been included in this financial report as blended component units.

The annual budget serves as the foundation for the City's financial planning and control. Pursuant to Nevada Revised Statute 354.596, the City Manager and City Finance Director must submit, prior to April 15, a tentative budget for the ensuing fiscal year to the City Council, the Nevada Department of Taxation and the citizens of the City through a public hearing. A public hearing must be held not sooner than the third Monday in May and not later than the last day in May at which time interested persons are given an opportunity to be heard and where all adjustments to the tentative budget are indicated. The City Council adopts the budget prior to June 1 and submits it to the Nevada Department of Taxation for final approval.

Activities of the general fund, special revenue funds, debt service fund, capital projects funds, enterprise funds and internal service funds are included in the annual budget. The level of budgetary control is statutorily required to be exercised at the function level and encumbered amounts lapse at year-end.

Local Economy

The tourism industry, which is based on legalized gambling and related forms of entertainment, and conventions continues to be the largest component of Southern Nevada's economic base. However, construction, manufacturing, and other service related industries help to diversify the economy. The Valley has many other non-gaming attractions including Hoover Dam, Lake Mead Recreation Area, Red Rock Canyon National Conservation Area, Valley of Fire State Park, Mount Charleston, and is home to several marathons and ½ marathons for the outside enthusiast. In 2017, the area became home to the expansion hockey team, the Golden Knights. Additionally, beginning in 2020, Las Vegas became home to the Raiders with a brand new \$1.84 billion stadium.

Nevada has a friendly business and tax climate for industries wanting to relocate from surrounding states with high tax climates since it does not collect inventory, special tangible, inheritance, estate, personal income tax, or gift taxes. The City of North Las Vegas continues to attract companies to the city by leveraging a strong workforce, innovative solutions and progressive permitting.

Long-Term Financial Planning

In 2006, for budgetary and financial planning purposes, the City Council mandated that an 18% ratio of fund balance, compared to operating expenditures after transfers out, be maintained in the General Fund. For several reasons, the most prominent being declining revenues, the City Council modified the aforementioned fund balance policy by enacting Resolution No. 2471, which requires the City produce a budget which would result in a General Fund ending fund balance of no less than 8%. The fund balance ratio in the General Fund balance increased to 65.4% at fiscal year-end 2021, compared to 41.3% at fiscal year-end 2020.

Since 2007, the City has implemented cost-saving actions in order to continue its prudent fiscal management. Such actions have included across-the-board budget reductions, the elimination of non-critical and vacant positions, major reductions in discretionary spending, implementation of efficiency savings in all departments, the investigation of shared services with other local jurisdictions and the implementation of private sector partnership solutions and best practices. These actions have served the City well in that expenditures are finally within revenues and actions have been undertaken to add new positions in the upcoming fiscal year, as well as the slow replacement of the City's aging fleet vehicles.

In 2021, the City again received improved credit ratings from the multiple rating agencies. Despite the uncertainty caused by the global pandemic, Moody's Investors Service improved the City's credit rating from "A2" to "A1," and S&P Global Ratings improved from "A" to "A+." Since 2014, the city has experienced a steady improvement in credit ratings. The revised ratings are based on a number of key items as cited by the rating agencies including the City's continued economic expansion through residential and commercial activity translating into strong assessed value growth, the economic expansion of Clark County as a whole benefiting the City through increased consolidated tax collections, adequate budgetary performance and budget flexibility, and the City's continued progress toward long-term financial sustainability. The City's largest source of revenues are consolidated taxes, which accounts for 40% of general fund revenues and primarily consists of sales taxes. For fiscal year 2021, consolidated taxes were \$65.8 million.

Maintaining adequate levels of service and related staffing continues to remain a challenge to be addressed as the City's population continues to grow in this expanding economic environment, while balancing the needs of the community with available financial resources. The City maintains a five-year financial forecast, which serves as the cornerstone for the financial action plan and operating budget strategies. The forecast provides an understanding of how the total financial program will be affected by certain economic factors and assumptions, and enables the City to estimate the resources that will be necessary to meet the requirements of existing programs and to make adjustments accordingly.

Looking to the future, the City has taken action to balance the fiscal year 2022 budget and projects an ending fund balance ratio of approximately 35% in the general fund. Most notably, the City is striving to accomplish this through encouraged business growth, licensing revenues and professional service partnerships, where increased services and reduced costs can reasonably be achieved. Mutually beneficial agreements with the City's labor organizations and representatives have helped to stabilize personnel and benefit costs.

The Capital Improvement Plan (CIP) is a multi-year planning document that is updated and adopted on an annual basis. The CIP prioritizes major capital projects and identifies revenue sources available to finance the improvements. The City Council adopted a fiscal year 2022-2026 CIP in excess of \$615 million, although the financial condition of the City is continually evaluated in order to ensure that the timing and scope of all projects are fiscally prudent.

Major Initiatives

The City of North Las Vegas continues to earn the reputation of being one of the most exciting municipalities in the country for commercial and industrial development. The City's business friendly culture, the attitude of "getting to yes," the availability of real estate, along with land and infrastructure improvements, have been critical to the success and growth of the City in its ability to provide large warehouses, logistics buildings, e-commerce centers, and supply-chain logistics. Boasting a prime location close to the main transportation corridors, railways, and airports, North Las Vegas businesses have easy access to large and growing markets in the western states, including Utah, Arizona, and California.

North Las Vegas prides itself in nurturing existing companies, while working with regional partners on incentives for new companies. The City has several industrial parks, ranging in size from 50 to 10,000 acres. The Apex Industrial Park is one of the most important areas with the largest parcels of contiguous land available and is situated in a mountain pass approximately 15 miles northeast of City Hall primarily on the west side of Interstate 15, near Union Pacific Railroad

tracks, both connecting Southern California to Northern Utah. Apex offers access to municipal ground water, high pressure gas, and an abundance of power supplied by five power generation stations.

Attracting the likes of Fortune 500 companies, The NorthGate Industrial Park offers 3.2 million square-feet of industrial space with 32' minimum clear height and rear loading configurations. The Golden Triangle Industrial Park offers existing warehouse and distribution facilities, including office space, docks and easy access to transportation corridors. The Speedway Industrial Park, near the CC215 Northern Beltway and Tropical Parkway is a new area of development opening up approximately 900 acres with great Interstate access.

As in years past, the City allocated significant resources to several CIP projects, particularly in the areas of Flood Control, Transportation and Utilities. Major Flood Control projects included the Vandenberg North Detention Basin, Collection and Outfall for \$23.1 million, Hollywood Storm Drain System Phase II project for \$9.1 million, Beltway Detention Basin and Channel for \$4.9 million, and the Range Wash – Ann Branch Project for \$6.4 million expended in the current year.

Transportation projects included the Neighborhood Roadway Rehabilitation program for \$3.9 million, Camino Al Norte – Lone Mountain to Ann Road for \$2.7 million, Arterial Roadway Reconstruction for \$1.6 million and Centennial Pkwy from Novak Street to Lamont Street for \$1.2 million expended in the current year.

Major Utilities projects included the Waterline Oversizing at APEX for \$11.6 million, Well Rehabilitation for \$4.5 million and the AMI Meter Program for \$1.0 million expended in the current year.

In addition to the sizeable projects mentioned above, additional funding was allocated to Downtown Redevelopment for \$5.8 million, Parks and Recreation for \$7.5 million, Vehicle Replacement for \$9.7 million as well as other areas such as Municipal Facilities, Technology, Police and Fire.

North Las Vegas offers several master-planned communities, including Eldorado, Aliante, Sedona Ranch, Villages at Tule Springs and Valley Vista. These communities provide a variety of quality homes and amenities that allow people to live comfortably and conveniently near work, parks, schools and other services.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its ACFR for the fiscal year ended June 30, 2020. This was the 39th consecutive year that the City has received this prestigious award. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized ACFR that satisfies both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements, and as such, will be submitted to GFOA to determine its eligibility for recognition.

Preparation of this report would not have been possible without the dedicated services of the Finance Department and our independent auditors, BDO. We would like to express our appreciation to all who assisted and contributed to the preparation of this report. Credit is also given to the Mayor and members of the City Council for their interest and support in planning and conducting the operations of the City in a responsible and progressive manner.

Respectfully submitted,



Ryann Juden, City Manager



William Harty, Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**City of North Las Vegas
Nevada**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2020

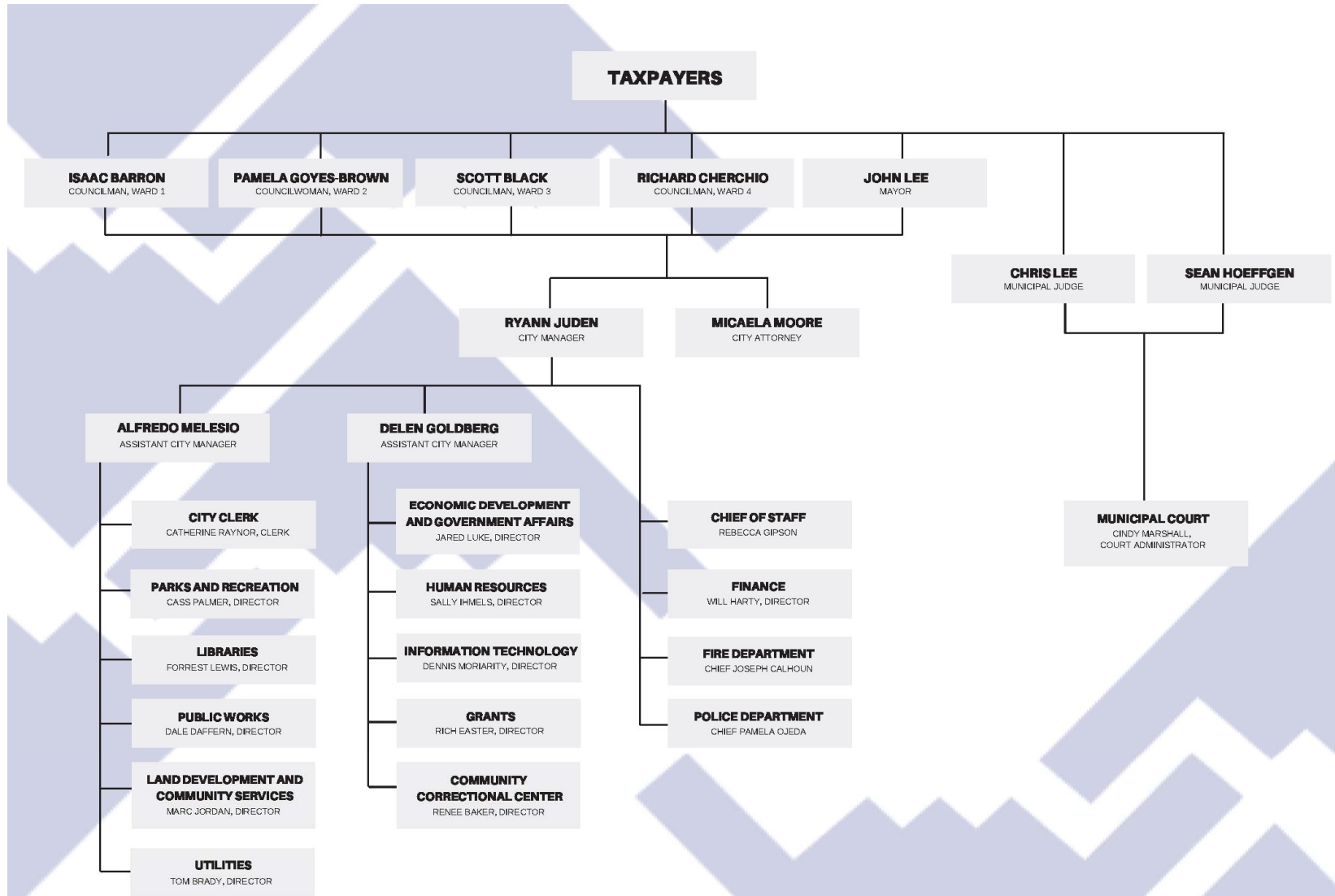
Christopher P. Morill

Executive Director/CEO

CITY OF NORTH LAS VEGAS

ORGANIZATION CHART

FOR THE YEAR ENDED JUNE 30, 2021



CITY OF NORTH LAS VEGAS

CITY OFFICIALS

FOR THE YEAR ENDED JUNE 30, 2021

Elected Officials

Mayor	John J. Lee
Mayor Pro Tempore	Scott Black
Council Member	Isaac E. Barron
Council Member	Pamela A. Goynes-Brown
Council Member	Richard J. Chericho
Municipal Judge	Sean Hoeffgen
Municipal Judge	Chris Lee

Appointed Officials

City Manager	Ryann Juden
City Attorney	Micaela Rustia Moore
Assistant City Manager	Alfredo Melesio Jr.
Assistant City Manager	Delen Goldberg
Fire Chief	Joseph Calhoun
Police Chief	Pamela Ojeda
Director of Land Development and Community Services	Marc T. Jordan
Director of Utilities	Tom Brady
Director of Library Services	Forrest Lewis
Director of Public Works	Dale Daffern
Human Resources Director	Sally Ihmels
City Clerk	Catherine A. Raynor
Court Administrator	Cindy S. Marshall
Finance Director	William Harty
Parks and Recreation Director	Cass Palmer

FINANCIAL SECTION



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Independent Auditor's Report

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

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Las Vegas, Nevada (the City) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Las Vegas, Nevada as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern within one year after the date that the financial statements are issued or available to be issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 13 through 28, the postemployment benefits other than pensions and pension plan information collectively presented on pages 81 through 84, and the budgetary comparison information on pages 85 through 94 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of

inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, statistical section and schedule of business license fees are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules and schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory section, statistical section, and schedule of business license fees have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 14, 2021 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.

BDO USA, LLP

December 14, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS

FOR THE YEAR ENDED JUNE 30, 2021

As management of the City of North Las Vegas (the "City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found beginning on page 1 of this report.

Financial Highlights

The following summarizes selected comparative information related to the City's current and prior year net positions.

Summary of Selected Statement of Net Position Information

	Total Primary Government			
	2021	2020	Change	
Cash, cash equivalents and investments, unrestricted	\$ 677,197,989	\$ 522,549,050	\$ 154,648,939	29.60 %
Cash, cash equivalents and investments, restricted	7,745,159	8,329,120	(583,961)	(7.01)%
Due from other governments	37,109,277	27,245,902	9,863,375	36.20 %
Capital assets, net	1,781,391,314	1,747,581,759	33,809,555	1.93 %
Deferred outflows of resources	105,925,351	54,130,962	51,794,389	95.68 %
Bonds and notes payable, net of unamortized premiums and discounts	389,437,916	396,609,437	(7,171,521)	(1.81)%
OPEB liability	109,107,152	43,455,396	65,651,756	151.08 %
Net pension liability	219,150,533	218,565,388	585,145	0.27 %
Deferred inflows of resources	29,752,652	41,786,654	(12,034,002)	(28.80)%
Total net position	1,786,763,042	1,630,078,219	156,684,823	9.61 %

The City's overall financial position has improved. Total net position for the governmental activities increased by \$118 million, while the business-type activities total net position increased by \$39 million.

The increase in cash, cash equivalents and investments is related to changes in net position of the various funds (approximately \$156.7 million) and the timing of the collection of receivables and the payment of obligations incurred.

The increase in due from other governments primarily resulted from governmental activities, whereby the federal supplemental Medicaid payments for the City's ground emergency medical transportation (GEMT) increased due to more transports, as well as an increase in the amount reimbursed per transport.

The increase in capital assets, net of depreciation expense, was an approximate \$29.3 million increase in governmental activities and \$4.5 million increase in business-type activities.

The City's governmental activities are the primary reason for the decrease in bonds and notes payable, net of unamortized premiums and discounts. (See Note 3 to the Basic Financial Statements included elsewhere herein).

Selected details related to changes of debt include the issuance of refunding bonds totaling \$20.3 million that refunded outstanding bonds totaling \$22.4 million, as well as reduction in bonds payable through annual principal payments totaling \$5.8 million in the governmental activities and \$8.0 million in the business type-activities. These reductions were offset by drawdowns totaling \$6.4 million pertaining to the State of Nevada revolving loans for Clean Water and Drinking Water Projects.

The increase in the net pension liability and postemployment benefits other than pensions is based on recent actuarial reports.

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Summary of Selected Statement of Activities Information

	Total Primary Government			
	2021	2020	Change	
Charges for services	\$ 261,266,048	\$ 234,123,079	\$ 27,142,969	11.59 %
Property taxes	77,156,972	69,771,039	7,385,933	10.59 %
Intergovernmental consolidated taxes	65,822,167	59,289,367	6,532,800	11.02 %
Total expenses	420,093,691	385,868,706	34,224,985	8.87 %
Change in net position	156,684,823	103,642,169	53,042,654	51.18 %

Charges for services increased \$11.3 million in the governmental activities and \$15.7 million in the business type activities. The increase in the governmental activities is due to the above noted increase in GEMT transports, as well as the increase in the reimbursements from the federal government for the Medicaid transports, and an increase in new housing and industrial development related charges. The increase in business type activities is due to an annual 3% increase in rates, growth in the customer base, as well an increase in residential demand for water during the coronavirus pandemic, as more people worked remotely and schools only provided for distance learning for a portion of this past fiscal year.

The Nevada Legislature passed a law to provide property tax relief to all citizens. As such, existing residential, commercial and industrial construction are subject to an annual 3% cap for owner-occupied residential property and an annual 8% cap is applied to all other properties. The rate limitations are not applicable to all new construction. As such, property taxes have continued to steadily increase by at least 10% year-over-year.

Intergovernmental consolidated taxes increased by \$6.5 million during this fiscal year compared to the prior fiscal year when the coronavirus pandemic broke out and consumer spending significantly decreased. This revenue source primarily consists of sales tax, and as such, reflects changes in consumer spending. There were no changes to tax rates during this past fiscal year.

Unrestricted investment interest income decreased by \$10.4 million, which was primarily in the governmental activities due to the eroding interest rate environment over the past fiscal year.

Overview of the Financial Statements

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

Government-wide Financial Statements

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

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

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

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

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all, or a significant portion, of their costs through user fees and charges (business-type activities). The governmental activities of the City include a municipal court, public safety (police and fire), highways and streets, planning and zoning, parks and recreational facilities, libraries, community development and general government. The business-type activities include a water delivery system, a wastewater collection operation and municipal golf courses.

The government-wide financial statements include not only the City itself (known as the primary government), but also a legally separate redevelopment agency and a legally separate library district for which the City is financially accountable. Financial information for these component units is blended with the financial information presented for the primary government itself.

The government-wide financial statements can be found immediately following the Management's Discussion and Analysis in this report.

Fund Financial Statements

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

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

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

The City maintains 20 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the general fund, public safety tax fund, special purpose revenue, and the public safety capital projects fund, which are considered to be major funds. Data from the remaining 16 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining schedules and individual fund schedules beginning on page 83.

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

The City adopts annual appropriations budgets for its general, public safety tax, special purpose revenue and public safety projects funds. Budgetary comparison statements have been provided for these funds to demonstrate compliance with the adopted budgets.

The governmental fund financial statements immediately following the government-wide financial statements in this report.

The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water supply and distribution system, wastewater collection and treatment operations and two golf courses. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its fleet of vehicles and for its self-insurance program, which is also where the City accounts for postemployment benefits other than pensions (OPEB) for both governmental activities and business type activities.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The City maintains five individual proprietary funds. The proprietary fund financial statements provide separate information for the water system and the wastewater operation, both of which are considered to be major funds of the City. The City also presents a non-major proprietary fund for the operations of its two golf courses. Both internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements.

The proprietary fund financial statements immediately following the governmental fund financial statements in this report.

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

The fiduciary fund financial statements immediately following the proprietary fund financial statements in this report.

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes to the basic financial statements immediately following the fiduciary fund financial statements in this report.

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information. A schedule of funding progress for the City's postemployment benefit plans is presented as required supplementary information, and information concerning the City's business license fees is presented as other supplementary information.

The required and other supplementary information immediately following the notes to the basic financial statements in this report.

Government-wide Financial Analysis

The following summarized comparative statements of net position, changes thereto, and discussion of selected matters are presented to help the reader better understand the City's financial position.

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Summary Statement of Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Assets						
Current, restricted and other	\$ 527,637,491	\$ 401,842,385	\$ 257,271,090	\$ 225,260,475	\$ 784,908,581	\$ 627,102,860
Capital	<u>1,306,086,549</u>	<u>1,276,758,098</u>	<u>475,304,765</u>	<u>470,823,661</u>	<u>1,781,391,314</u>	<u>1,747,581,759</u>
Total assets	<u>1,833,724,040</u>	<u>1,678,600,483</u>	<u>732,575,855</u>	<u>696,084,136</u>	<u>2,566,299,895</u>	<u>2,374,684,619</u>
Deferred outflows of resources	<u>97,585,952</u>	<u>50,335,254</u>	<u>8,339,399</u>	<u>3,795,708</u>	<u>105,925,351</u>	<u>54,130,962</u>
Liabilities						
Current	56,541,582	22,709,800	14,787,766	14,214,502	71,329,348	36,924,302
Long-term	<u>487,060,304</u>	<u>425,618,261</u>	<u>297,319,900</u>	<u>294,408,145</u>	<u>784,380,204</u>	<u>720,026,406</u>
Total liabilities	<u>543,601,886</u>	<u>448,328,061</u>	<u>312,107,666</u>	<u>308,622,647</u>	<u>855,709,552</u>	<u>756,950,708</u>
Deferred inflows of resources	<u>26,443,372</u>	<u>37,079,502</u>	<u>3,309,280</u>	<u>4,707,152</u>	<u>29,752,652</u>	<u>41,786,654</u>
Net position						
Net investment in capital assets	1,192,998,940	1,158,351,804	208,312,082	201,886,401	1,401,311,022	1,360,238,205
Restricted	178,983,998	150,735,160	4,097,973	4,685,251	183,081,971	155,420,411
Unrestricted	<u>(10,718,204)</u>	<u>(65,558,790)</u>	<u>213,088,253</u>	<u>179,978,393</u>	<u>202,370,049</u>	<u>114,419,603</u>
Total net position	<u>\$ 1,361,264,734</u>	<u>\$ 1,243,528,174</u>	<u>\$ 425,498,308</u>	<u>\$ 386,550,045</u>	<u>\$ 1,786,763,042</u>	<u>\$ 1,630,078,219</u>

Summary Statement of Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	Change		Change		Change	
Assets						
Current, restricted and other	\$ 125,795,106	31.30 %	\$ 32,010,615	14.21 %	\$ 157,805,721	25.16 %
Capital	<u>29,328,451</u>	<u>2.30 %</u>	<u>4,481,104</u>	<u>0.95 %</u>	<u>33,809,555</u>	<u>1.93 %</u>
Total assets	<u>155,123,557</u>	<u>9.24 %</u>	<u>36,491,719</u>	<u>5.24 %</u>	<u>191,615,276</u>	<u>8.07 %</u>
Deferred outflows of resources	<u>47,250,698</u>	<u>93.87 %</u>	<u>4,543,691</u>	<u>119.71 %</u>	<u>51,794,389</u>	<u>95.68 %</u>
Liabilities						
Current	33,831,782	148.97 %	573,264	4.03 %	34,405,046	93.18 %
Long-term	<u>61,442,043</u>	<u>14.44 %</u>	<u>2,911,755</u>	<u>0.99 %</u>	<u>64,353,798</u>	<u>8.94 %</u>
Total liabilities	<u>95,273,825</u>	<u>21.25 %</u>	<u>3,485,019</u>	<u>1.13 %</u>	<u>98,758,844</u>	<u>13.05 %</u>
Deferred inflows of resources	<u>(10,636,130)</u>	<u>(28.68)%</u>	<u>(1,397,872)</u>	<u>(29.70)%</u>	<u>(12,034,002)</u>	<u>(28.80)%</u>
Net position						
Net investment in capital assets	34,647,136	2.99 %	6,425,681	3.18 %	41,072,817	3.02 %
Restricted	28,248,838	18.74 %	(587,278)	(12.53)%	27,661,560	17.80 %
Unrestricted	<u>54,840,586</u>	<u>(83.65)%</u>	<u>33,109,860</u>	<u>18.40 %</u>	<u>87,950,446</u>	<u>76.87 %</u>
Total net position	<u>\$ 117,736,560</u>	<u>9.47 %</u>	<u>\$ 38,948,263</u>	<u>10.08 %</u>	<u>\$ 156,684,823</u>	<u>9.61 %</u>

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Governmental Activities

Total current assets increased in cash, cash equivalents and investments related to changes in net position of the various funds and the timing of collections of receivables and the payments of obligations incurred. Net capital assets increased due to current year capital project additions, offset by depreciation. The current portion of liabilities for the governmental activities rose primarily due to an increase in deferred revenues related to the Coronavirus Aid Relief and Economic Security Act (CARES Act), Emergency Rental Assistance Program (ERAP) and the American Rescue Plan and Recovery Act (ARPA) grants. The deferred portion of advance grants received totaled \$36.7 million. The long term portion of liabilities for governmental activities increased by \$60.9 million primarily due to an increase of \$59.6 million in postemployment benefits other than pensions due to a change in actuarial assumption related to future healthcare costs. Restrictions of net position in the governmental activities increased by \$42.2 million due to a \$22.5 million increase in street improvement and other capital projects, a \$20.1 million increase in police, fire and other public safety programs, a \$10.7 million increase in other special purpose revenue, a \$3.0 million increase in claims and judgements and a \$2.4 million increase in library operations. These increases were offset by a decrease of \$11.0 million in parks and recreational programs and a decrease of \$5.4 million for community assistance and support programs.

Business-type Activities

Total current assets increased in cash, cash equivalents and investments related to changes in net position of the various funds and the timing of collections of receivables and the payments of obligations incurred. Net capital assets increased due to a number of construction in progress projects underway in the business-type activities. The long term portion of liabilities for business-type activities increased with the issuance of additional debt for capital expenditures. Restrictions of net position in the business-type activities decreased due to principal repayments.

To enhance the above analysis and evaluate the City's comparative operating activities and changes thereto, the following details and selected discussion of certain matters is presented.

Summary Statement of Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues						
Program revenues						
Charges for services	\$ 111,646,189	\$ 100,276,506	\$ 149,619,859	\$ 133,846,573	\$ 261,266,048	\$ 234,123,079
Operating grants and contributions	53,537,390	27,993,937			53,537,390	27,993,937
Capital grants and contributions	84,008,391	48,686,307	6,741,121	9,743,549	90,749,512	58,429,856
General revenues						
Property taxes	77,156,972	69,771,039			77,156,972	69,771,039
Residential construction taxes	2,929,304	1,820,226			2,929,304	1,820,226
Room taxes	493,909	657,685			493,909	657,685
Franchise fees, based on gross receipts	23,492,925	24,010,909			23,492,925	24,010,909
Intergovernmental consolidated taxes	65,822,167	59,289,367			65,822,167	59,289,367
Other local government shared revenues	1,197,668	2,127,056			1,197,668	2,127,056
Unrestricted investment income (loss)	(258,910)	10,181,361	126,750	660,682	(132,160)	10,842,043
Gain on disposal of capital assets	11,926	141,471	55,527	54,192	67,453	195,663
Miscellaneous		9,950	197,326	240,065	197,326	250,015
Total revenues	<u>420,037,931</u>	<u>344,965,814</u>	<u>156,740,583</u>	<u>144,545,061</u>	<u>576,778,514</u>	<u>489,510,875</u>

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Summary Statement of Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Expenses						
General government	\$ 87,860,765	\$ 73,015,880	\$	\$	\$ 87,860,765	\$ 73,015,880
Judicial	4,340,886	4,477,298			4,340,886	4,477,298
Public safety	162,687,320	167,625,340			162,687,320	167,625,340
Public works	31,607,211	24,955,533			31,607,211	24,955,533
Culture and recreation	16,006,389	15,501,599			16,006,389	15,501,599
Community support	15,522,114	5,564,124			15,522,114	5,564,124
Interest expense and fiscal charges	5,726,686	6,035,793			5,726,686	6,035,793
Wastewater			45,982,418	42,996,417	45,982,418	42,996,417
Water			47,962,246	43,726,434	47,962,246	43,726,434
Municipal golf courses			2,397,656	1,970,288	2,397,656	1,970,288
Total expenses	323,751,371	297,175,567	96,342,320	88,693,139	420,093,691	385,868,706
Change in net position before transfers	96,286,560	47,790,247	60,398,263	55,851,922	156,684,823	103,642,169
Transfers	21,450,000	25,072,306	(21,450,000)	(25,072,306)		
Change in net position	117,736,560	72,862,553	38,948,263	30,779,616	156,684,823	103,642,169
Net position, beginning of year	1,243,528,174	1,170,665,621	386,550,045	355,770,429	1,630,078,219	1,526,436,050
Net position, end of year	<u>\$ 1,361,264,734</u>	<u>\$ 1,243,528,174</u>	<u>\$ 425,498,308</u>	<u>\$ 386,550,045</u>	<u>\$ 1,786,763,042</u>	<u>\$ 1,630,078,219</u>

Summary Statement of Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	Change		Change		Change	
Revenues						
Program revenues						
Charges for services	\$ 11,369,683	11.34 %	\$ 15,773,286	11.78 %	\$ 27,142,969	11.59 %
Operating grants and contributions	25,543,453	91.25 %			25,543,453	91.25 %
Capital grants and contributions	35,322,084	72.55 %	(3,002,428)	(30.81)%	32,319,656	55.31 %
General revenues						
Property taxes	7,385,933	10.59 %			7,385,933	10.59 %
Residential construction taxes	1,109,078	60.93 %			1,109,078	60.93 %
Room taxes	(163,776)	(24.90)%			(163,776)	(24.90)%
Franchise fees, based on gross receipts	(517,984)	(2.16)%			(517,984)	(2.16)%
Intergovernmental consolidated taxes	6,532,800	11.02 %			6,532,800	11.02 %
Other local government shared revenues	(929,388)	(43.69)%			(929,388)	(43.69)%
Unrestricted investment income (loss)	(10,440,271)	(102.54)%	(533,932)	(80.82)%	(10,974,203)	(101.22)%
Gain on disposal of capital assets	(129,545)	(91.57)%	1,335	2.46 %	(128,210)	(65.53)%
Miscellaneous	(9,950)	(100.00)%	(42,739)	(17.80)%	(52,689)	(21.07)%
Total revenues	75,072,117	21.76 %	12,195,522	8.44 %	87,267,639	17.83 %

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Summary Statement of Changes in Net Position

	Governmental Activities		Business-type Activities		Total Primary Government	
	Change		Change		Change	
Expenses						
General government	\$ 14,844,885	20.33 %	\$	%	14,844,885	20.33 %
Judicial	(136,412)	(3.05)%	(136,412)	(3.05)%	(136,412)	(3.05)%
Public safety	(4,938,020)	(2.95)%	(4,938,020)	(2.95)%	(4,938,020)	(2.95)%
Public works	6,651,678	26.65 %	6,651,678	26.65 %	6,651,678	26.65 %
Culture and recreation	504,790	3.26 %	504,790	3.26 %	504,790	3.26 %
Community support	9,957,990	178.97 %	9,957,990	178.97 %	9,957,990	178.97 %
Interest expense and fiscal charges	(309,107)	(5.12)%	(309,107)	(5.12)%	(309,107)	(5.12)%
Wastewater			2,986,001	6.94 %	2,986,001	6.94 %
Water			4,235,812	9.69 %	4,235,812	9.69 %
Municipal golf courses			427,368	21.69 %	427,368	21.69 %
Total expenses	26,575,804	8.94 %	7,649,181	8.62 %	34,224,985	8.87 %
Change in net position before transfers	48,496,313	101.48 %	4,546,341	8.14 %	53,042,654	51.18 %
Transfers	(3,622,306)	(14.45)%	3,622,306	(14.45)%		%
Change in net position	44,874,007	61.59 %	8,168,647	26.54 %	53,042,654	51.18 %
Net position, beginning of year	72,862,553	6.22 %	30,779,616	8.65 %	103,642,169	6.79 %
Net position, end of year	<u>\$ 117,736,560</u>	<u>9.47 %</u>	<u>\$ 38,948,263</u>	<u>10.08 %</u>	<u>\$ 156,684,823</u>	<u>9.61 %</u>

Governmental Activities

Capital grants and contributions are largely dependent upon the timing of construction projects. Due to the COVID-19 pandemic, in the prior fiscal year many construction projects were delayed, thus reducing grant funding. Capital grants and contributions increased in the current year primarily due to the resurgence of previously delayed projects.

Total revenue for governmental activities increased from prior year by approximately \$75.3 million primarily due to the resurgence in the local economy following the COVID-19 pandemic. The increase in charges for services of \$11.3 million, operating grants and contributions of \$25.6 million, capital grants and contributions of \$35.3 million, property taxes of \$7.4 million, and intergovernmental consolidated taxes of \$6.5 million were all fueled by the improved economy year-over-year. These increases were offset by a decrease of \$10.4 million in unrestricted investment income, primarily due to fluctuating market prices in an unpredictable landscape.

Business-type Activities

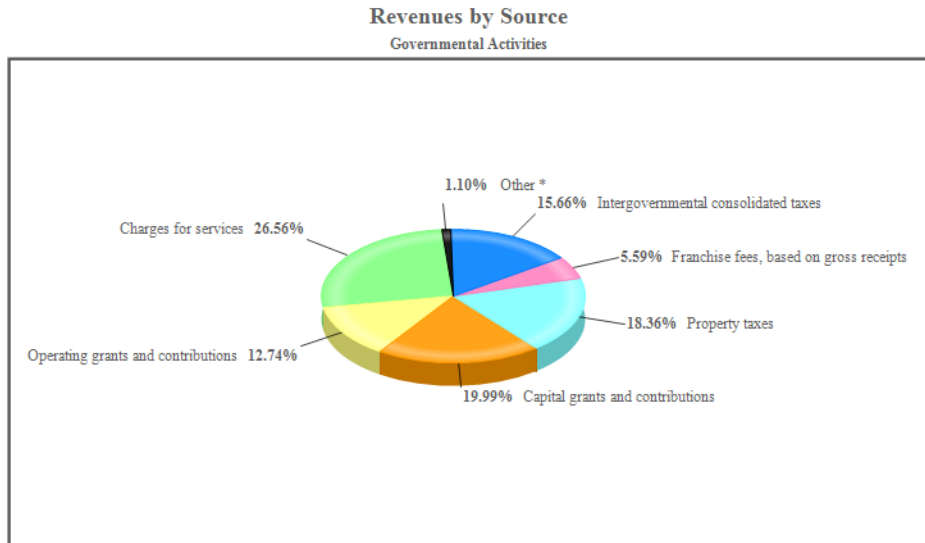
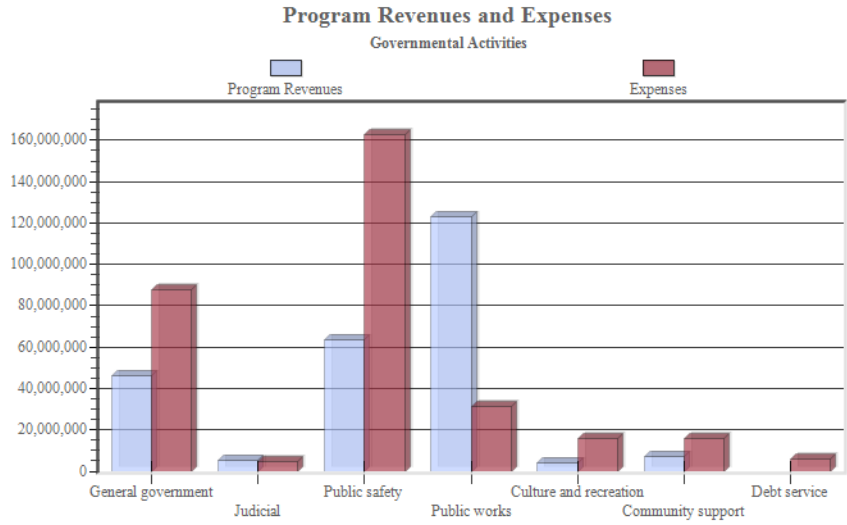
Capital grants and contributions decreased by \$3.0 million due to timing of completion of development projects during the year. The increase in charges for services revenue of \$15.8 million is due to an annual 3% increase in rates, growth in the customer base, as well an increase in residential demand for water during the coronavirus pandemic, as more people worked remotely and schools only provided for distance learning for a portion of this past fiscal year.

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CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021



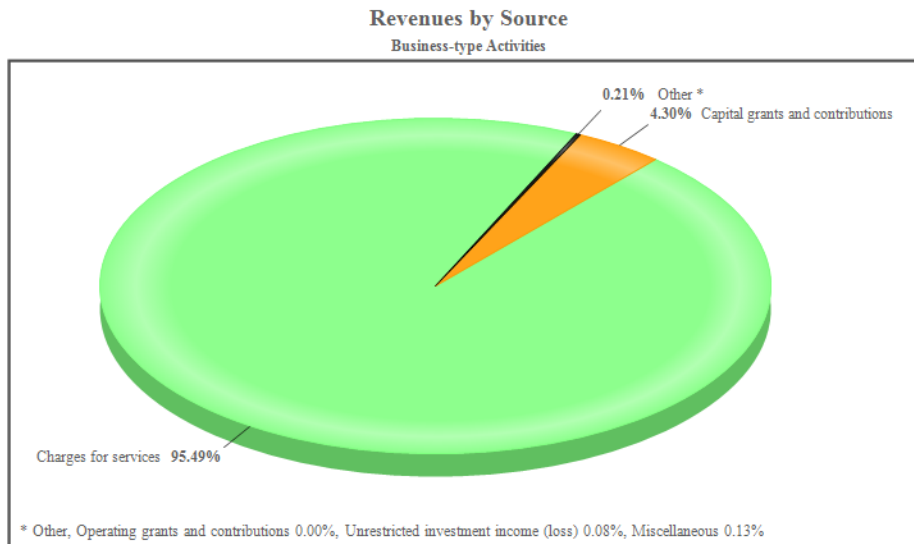
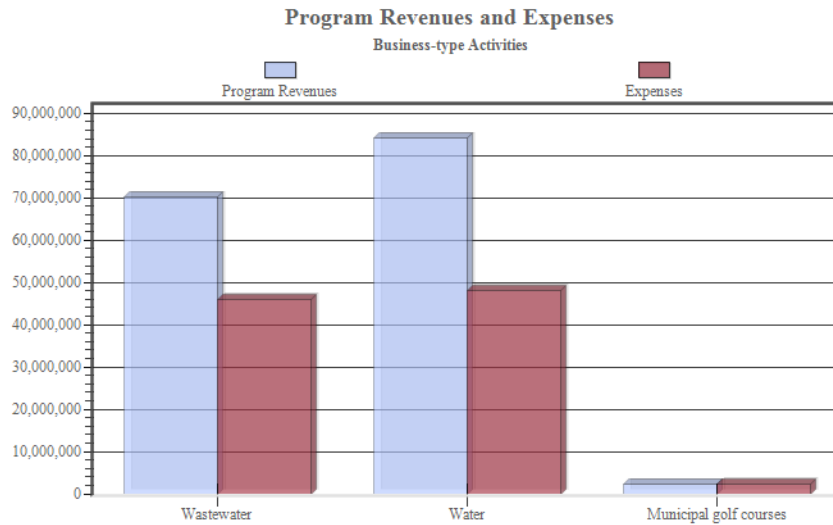
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CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

The following graphs provide expense and program revenue information with regard to the various functions of the City's business type activities and revenues sources:



Financial Analysis of the Government's Funds

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

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Governmental Funds

The following tables summarize selected information about the City's governmental funds and changes during the year:

Total Assets - Governmental Funds

	2021	2020	Change	
General Fund	\$ 108,489,901	\$ 70,204,127	\$ 38,285,774	54.53 %
Public Safety Tax Special Revenue Fund	32,587,793	23,044,672	9,543,121	41.41 %
Special Purpose Revenue Special Revenue Fund	75,551,153	24,092,326	51,458,827	213.59 %
Public Safety Projects Capital Projects Fund	17,845,061	18,203,099	(358,038)	(1.97)%
Aggregate Other Governmental Funds	123,687,869	111,353,554	12,334,315	11.08 %

Total Liabilities - Governmental Funds

	2021	2020	Change	
General Fund	\$ 7,005,300	\$ 7,316,585	\$ (311,285)	(4.25)%
Public Safety Tax Special Revenue Fund	847,047	1,176,575	(329,528)	(28.01)%
Special Purpose Revenue Special Revenue Fund	37,631,690	1,361,803	36,269,887	2,663.37 %
Public Safety Projects Capital Projects Fund	253,116	5,017,053	(4,763,937)	(94.95)%
Aggregate Other Governmental Funds	8,250,642	4,738,179	3,512,463	74.13 %

Total Fund Balance - Governmental Funds

	2021	2020	Change	
General Fund	\$ 90,747,885	\$ 60,051,469	\$ 30,696,416	51.12 %
Public Safety Tax Special Revenue Fund	31,545,680	21,698,150	9,847,530	45.38 %
Special Purpose Revenue Special Revenue Fund	37,856,497	22,675,999	15,180,498	66.95 %
Public Safety Projects Capital Projects Fund	17,591,945	13,186,046	4,405,899	33.41 %
Aggregate Other Governmental Funds	115,383,263	106,573,173	8,810,090	8.27 %

Total Revenues - Governmental Funds

	2021	2020	Change	
General Fund	\$ 158,302,108	\$ 153,769,665	\$ 4,532,443	2.95 %
Public Safety Tax Special Revenue Fund	43,966,036	39,635,869	4,330,167	10.92 %
Special Purpose Revenue Special Revenue Fund	44,019,808	20,164,889	23,854,919	118.30 %
Public Safety Projects Capital Projects Fund	44,028,332	17,348,953	26,679,379	153.78 %
Aggregate Other Governmental Funds	60,086,615	57,968,104	2,118,511	3.65 %

Total Expenditures - Governmental Funds

	2021	2020	Change	
General Fund	\$ 124,248,595	\$ 131,532,349	\$ (7,283,754)	(5.54)%
Public Safety Tax Special Revenue Fund	34,084,298	35,259,680	(1,175,382)	(3.33)%
Special Purpose Revenue Special Revenue Fund	33,608,103	11,616,231	21,991,872	189.32 %
Public Safety Projects Capital Projects Fund	40,430,994	18,811,783	21,619,211	114.92 %
Aggregate Other Governmental Funds	64,326,026	66,147,427	(1,821,401)	(2.75)%

Total Other Financing Sources (Uses) - Governmental Funds

	2021	2020	Change	
General Fund	\$ (3,357,097)	\$ 8,750,850	\$ (12,107,947)	(138.36)%
Public Safety Tax Special Revenue Fund	(34,208)	(45,007)	10,799	(23.99)%
Special Purpose Revenue Special Revenue Fund	4,768,793	(12,255,874)	17,024,667	(138.91)%
Public Safety Projects Capital Projects Fund	808,561	3,190,565	(2,382,004)	(74.66)%
Aggregate Other Governmental Funds	13,049,501	22,530,352	(9,480,851)	(42.08)%

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Of the above fund balances, \$559,891 is categorized as nonspendable, \$175,336,812 as restricted, \$50,867,090 as committed, \$2,755,719 as assigned and \$63,605,758 is unassigned.

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

The City reports both major and non-major funds, and as such, major funds are reported in a separate column in the entity-wide statements, while non-major funds are reported in a single aggregated column. By definition, the general fund is always considered a major fund. Funds must be reported as major funds if they meet both of the following criteria:

An individual fund reports at least 10% of any of the following: a) total assets, b) total liabilities, c) total revenues, or d) total expenditures/expenses.

An individual fund reports at least five percent of the aggregated total for both governmental funds and enterprise funds of any one of the items for which it met the 10 percent criterion.

General Fund. The general fund is the chief operating fund of the City. Fund balance increased year over year by \$30.7 million as management continued to monitor expenditures and implement cost saving strategies while revenues grew as the economy continued to expand which resulted in a \$34.0 million excess of revenues over expenditures. Revenues increased by \$4.5 million, including a \$6.5 million increase in consolidated taxes, a \$6.6 million increase in license and permits, primarily related to a large increase in building permits and medical marijuana licenses and a \$1.2 million increase in property taxes. These increases were offset by a decrease of \$9.6 million in investment income. Expenditures decreased by \$7.2 million primarily due to a decrease in outside service contracts related to corrections. In the current year, the City began operating its own correctional center.

Public Safety Tax Special Revenue Fund. This fund accounts for voter approved property tax overrides to be used exclusively for public safety programs. Total assets increased primarily as a result of increased cash, cash equivalents and investments of approximately \$9.5 million.

Special Purpose Revenue Special Revenue Fund. The assets increased by \$51.9 million primarily as a result of increased cash, cash equivalents and investments related to the CARES, ARPA, and ERAP funds received. Liabilities increased by \$36.3 million primarily due to deferred revenues for the CARES, ARPA and ERAP grants for amounts received in advance of related expenditures of \$36.7 million. Revenues increased by \$23.9 million while expenditures increased by \$22.0 million primarily due to the CARES grant revenues and expenditures in the amount of \$16.3 million and ERAP grant revenues and expenditures of \$4.0 million. The remaining increase in revenue is attributable to an increase in property taxes received for street maintenance, parks, and fire stations.

Public Safety Projects Capital Projects Fund. Revenues and expenditures increased in the current fiscal year by \$26.7 million and \$21.6 million, respectively, primarily related to increases in intergovernmental revenue for large flood control projects including the Vandenberg North Detention Basin Collection and outfall and Hollywood Storm Drain projects.

Aggregate Other Governmental Funds. The assets increased primarily as a result of increased cash, cash equivalents and investments of approximately \$15.5 million and increases in receivables and due from other governments of \$3.3 million, offset by a decrease in assets held for resale of \$6.4 million.

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Proprietary Funds

The following tables summarize selected information about the City's Proprietary Funds and changes during the year:

Total Assets - Proprietary Funds

	2021	2020	Change	
Wastewater Utility Enterprise Fund	\$ 463,503,474	\$ 453,556,283	\$ 9,947,191	2.19 %
Water Utility Enterprise Fund	273,928,909	247,022,802	26,906,107	10.89 %
Non-Major Enterprise Fund	4,822,099	4,807,736	14,363	0.30 %
Internal Service	165,198,647	149,889,159	15,309,488	10.21 %

Total Liabilities - Proprietary Funds

	2021	2020	Change	
Wastewater Utility Enterprise Fund	\$ 264,117,420	\$ 269,861,107	\$ (5,743,687)	(2.13)%
Water Utility Enterprise Fund	48,942,187	39,867,492	9,074,695	22.76 %
Non-Major Enterprise Fund	150,681	49,003	101,678	207.49 %
Internal Service	130,926,444	67,921,404	63,005,040	92.76 %

Total Net Position - Proprietary Funds

	2021	2020	Change	
Wastewater Utility Enterprise Fund	\$ 201,809,484	\$ 183,775,218	\$ 18,034,266	9.81 %
Water Utility Enterprise Fund	228,638,371	207,274,396	21,363,975	10.31 %
Non-Major Enterprise Fund	4,671,418	4,758,733	(87,315)	(1.83)%
Internal Service	88,490,046	83,663,739	4,826,307	5.77 %

Total Operating Revenues - Proprietary Funds

	2021	2020	Change	
Wastewater Utility Enterprise Fund	\$ 64,873,557	\$ 56,746,897	\$ 8,126,660	14.32 %
Water Utility Enterprise Fund	82,836,798	75,752,372	7,084,426	9.35 %
Non-Major Enterprise Fund	2,159,047	1,587,492	571,555	36.00 %
Internal Service	42,343,974	45,463,653	(3,119,679)	(6.86)%

Total Operating Expenses - Proprietary Funds

	2021	2020	Change	
Wastewater Utility Enterprise Fund	\$ 36,802,354	\$ 33,978,199	\$ 2,824,155	8.31 %
Water Utility Enterprise Fund	47,389,294	43,122,894	4,266,400	9.89 %
Non-Major Enterprise Fund	2,396,362	1,968,679	427,683	21.72 %
Internal Service	37,517,617	33,543,788	3,973,829	11.85 %

Total Nonoperating Revenues (Expenses), Capital Contributions and Transfers - Proprietary Funds

	2021	2020	Change	
Wastewater Utility Enterprise Fund	\$ (10,036,937)	\$ (11,009,685)	\$ 972,748	(8.84)%
Water Utility Enterprise Fund	(14,083,529)	(12,894,699)	(1,188,830)	9.22 %
Non-Major Enterprise Fund	150,000	370,000	(220,000)	(59.46)%
Internal Service	(50)	3,181,947	(3,181,997)	(100.00)%

The City's proprietary fund financial statements provide the same type of information found in the government-wide financial statements for business-type activities, but in more detail. Selected information related to the City's proprietary funds follows:

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Wastewater Utility Fund. Total assets of the wastewater utility fund increased due to increases in cash, cash equivalents and investments offset by the net result of increase of new capital purchases and the offset of depreciation of the assets resulting in a decrease in net capital assets of \$8.8 million.

Water Utility Fund. Total assets of the water utility fund increased due to increases in cash, cash equivalents and investments and an increase in net capital assets of \$13.5 million. Please see capital asset discussion for specific project details. Total liabilities increased due to expenses that were incurred during the fiscal year pertaining to two revolving loans with the State of Nevada for Clean Water and Drinking Water Projects that are on a reimbursement basis.

Budgetary Highlights for General Fund

The following table summarizes selected budgetary information about the City's General Fund:

Summary of Selected General Fund Budget to Actual Information

	Original Budget	Final Budget	Actual	Variance
Total Revenues	\$ 124,305,050	\$ 150,791,661	\$ 158,302,108	\$ 7,510,447
Total Expenditures	133,129,339	146,948,172	124,248,595	22,699,577
Total Fund Balance	24,287,942	59,940,006	90,747,885	30,807,879

Intergovernmental consolidated taxes, licenses and permits, fines and forfeitures and miscellaneous income exceeded the final budget by \$8.0 million, \$1.5 million, \$1.3 million and \$1.2 million, respectively. These increases were offset by a decrease in actual investment income from budget of \$4.2 million. The decrease in investment income can be attributed to the fluctuation of market prices throughout the pandemic and the effect of the timing in measuring the change in market value of investments. The increase in licenses and permits is attributed to the overall strength of the local economy reflected through increases in both residential and commercial building permits.

Capital Asset and Debt Administration

Capital Assets

The City's investment in capital assets for its governmental and business type activities as previously summarized includes land, buildings, infrastructure, improvements, machinery and equipment, park facilities, roads, highways and bridges.

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

The Apex oversize water line (Apex) project is a surface waterline connecting to an existing 24 inch waterline near the Manheim Auto Auction facility and terminating at the Apex Industrial Park. The project consists of design and construction of approximately 12 miles of water line and several pump stations and storage reservoirs and is being performed in conjunction with an oversizing agreement with Solo Investment, LLC in which the City, in accordance with North Las Vegas Municipal Code, will reimburse the developer for the cost of construction of the larger diameter water line and related improvements and appurtenances above the cost of the much smaller water line the developer needed. This project will be the catalyst to generate economic development in the APEX area and allow for additional capacity for future development. This project has a total estimated cost of \$54 million of which \$11.6 million was incurred in fiscal year 2021.

(Continued)

CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

The Vandenberg North Detention Basin, Collection and Outfall consists of the design and construction of a 140 acre-foot detention basin, spillway and outfall. The project includes approximately 2 miles of reinforced box culverts in Pecos Road. Once completed the project will collect flood waters from the upper Range Wash watershed, within the Northern Beltway right-of-way, downstream discharging and routing reduced flows into Vandenberg Detention Basin. Costs incurred for this project total \$23.1 million in fiscal year 2021.

The AMI water meter replacement program is a \$26.7 million project that consists of replacing approximately 88,000 outdated meters and migrating to a single fully automated remote reading and data collection system to replace the outdated existing system that was implemented in 2003. The project will improve service to water customers by providing tools to allow customers to monitor water usage, better manage consumption, thereby promoting water conservation and detecting leaks sooner. The project will provide efficiencies by allowing initial and final reads to be performed by a computer network rather than by a service specialist in the field and will allow staff to discuss and resolve complaints over the phone with customers. Expenses totaling \$1.0 million were incurred during fiscal year 2021.

Finally, the Hollywood Storm Drain System Phase II project involves the construction of the channel and storm drain facilities between Las Vegas Blvd North and Dunes South Detention Basin on Nellis Air Force Base property. Total expenditures for this project were \$9.1 million in fiscal year 2021.

Additional information on the City's capital assets can be found in Notes 1 and 3 to the basic financial statements.

Long-term Debt

Pursuant to Nevada Revised Statutes, the State limits the amount of general obligation debt a government entity may issue to 20% of its total assessed valuation. The current statutory debt limitation for the City is \$1.6 billion, which is significantly in excess of the City's actual outstanding applicable net general obligation debt of \$389.4 million.

Additional information on the City's long-term debt can be found in Notes 1 and 3 to the basic financial statements.

Known Economic Factors and Next Year's Budget

In looking to the future, the City has adopted budget general fund revenues (excluding transfers in) of \$153.5 million, up \$29.2 million from fiscal year 2021 adopted budget. Budgeted Intergovernmental consolidated taxes for fiscal year 2022 are approximately \$63.0 million, up \$18.5 million from the fiscal year 2021 adopted budget. This is primarily due to a conservative FY 21 budget given the unknowns with COVID-19, coupled with a strong start to fiscal year 2022. Fiscal year 2022 adopted budget charges for services are budgeted at \$13.4 million, virtually flat compared to fiscal year 2021 adopted budget. Licenses and permitting, generally an inconsistent revenue source, had an adopted budget for fiscal year 2022 of \$50.8 million in comparison to \$42.7 million for fiscal year 2021 adopted budget.

The City's general fund appropriations for the adopted budget (excluding transfers out and contingency) are \$149.0 million, up \$15.9 million from fiscal year 2021 adopted budget. Fiscal year 2022 adopted budget salaries and benefits are budgeted at \$113.7 million, an increase of \$3.4 million over fiscal year 2021 adopted budget. This includes approximately \$4.7 million for an additional 34 general fund positions. The fiscal year 2022 adopted budget (including transfers) has a budget deficit of \$26.6 million as planned programs and projects previously eliminated due to COVID-19 were reinstated.

The City's adopted operating and capital improvement budgets total \$466.3 and \$280.6 million, respectively.

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CITY OF NORTH LAS VEGAS

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Property tax revenue accounts for approximately 8.5% of general fund revenues (excluding transfers in). During fiscal year 2005, the State of Nevada enacted legislation that provided for property tax rate caps going forward. The rate level caps are based on the type and use of the property, but generally, if the property is a primary residence, then the cap is the amount of taxes that exceeded the prior year's tax bill plus a maximum of 3%. Non-residential property tax increases are capped at a maximum of 8% year over year, or less depending on the related formula.

Pursuant to Nevada Revised Statutes, diseases of the lungs and heart are considered occupational diseases for firefighters and police officers. Specifically, the statutes provide, with limited exceptions, that a disease of the lung and/or heart is conclusively presumed to have arisen out of and in the course of employment and as such, are compensable with regard to workers' compensation benefits. Further, the statutes permit claims to be reopened at any time during the life of the claimant for further examination and treatment should circumstances change, which would warrant an increase or rearrangement of compensation.

At issue is the cost of workers' compensation benefits and settlement costs that the City will presumably incur beginning over the next ten years as the age and gross number of the City's covered police and fire safety workforce increases. It could be further assumed that a large portion of the police and fire safety workforce will develop some form of lung and/or heart disease as part of the natural process of aging, yet the City would be financially accountable for all the disability benefits as it would be conclusively determined that the disease arose out of and/or in connection with employment with the City. As a result, the cost to the City for disability and death benefits to claimants under these statutes could very well cause a significant financial hardship over a short period of time and/or result in a reduction of related safety services.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance Department, City of North Las Vegas, 2250 Las Vegas Boulevard North, Suite 710, North Las Vegas, Nevada, 89030-5875.

BASIC FINANCIAL STATEMENTS

**GOVERNMENT-WIDE
FINANCIAL STATEMENTS**

CITY OF NORTH LAS VEGAS

STATEMENT OF NET POSITION

JUNE 30, 2021

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash, cash equivalents and investments, unrestricted	\$ 461,428,715	\$ 215,769,274	\$ 677,197,989
Cash, cash equivalents and investments, restricted	3,647,186	4,097,973	7,745,159
Accounts receivable, net	8,169,904	21,039,727	29,209,631
Grants receivable	10,726,650		10,726,650
Property taxes receivable	657,066		657,066
Due from other governments	32,261,092	4,848,185	37,109,277
Inventories	264,690	2,242,091	2,506,781
Prepaid land lease, net of amortization		18,125,000	18,125,000
Other prepaid items	803,561	827,467	1,631,028
Internal balances	9,678,627	(9,678,627)	
Capital assets, net of accumulated depreciation and amortization			
Construction in progress	68,698,182	56,351,639	125,049,821
Land	210,560,377	3,527,757	214,088,134
Buildings and building improvements	144,408,640	68,756,395	213,165,035
Improvements other than buildings	71,624,850	32,032,333	103,657,183
Infrastructure	793,877,092	308,963,024	1,102,840,116
Machinery, equipment and software	16,917,408	5,673,617	22,591,025
	<u>1,833,724,040</u>	<u>732,575,855</u>	<u>2,566,299,895</u>
Total assets			
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized deferred refunding charges	10,402,584		10,402,584
Unamortized amounts related to pensions	31,784,597	2,860,478	34,645,075
Unamortized amounts related to postemployment benefits other than pensions (OPEB)	55,398,771	5,478,921	60,877,692
	<u>97,585,952</u>	<u>8,339,399</u>	<u>105,925,351</u>
Total deferred outflows of resources			
LIABILITIES			
Accounts payable and other accrued expenses	9,249,028	3,990,669	13,239,697
Accrued salaries and benefits	6,579,598	427,314	7,006,912
Due to other governments	923,531	4,526,494	5,450,025
Customer deposits	434,499	4,045,814	4,480,313
Unearned revenue	38,946,751	106,050	39,052,801
Interest payable	408,175	1,691,425	2,099,600
Long-term liabilities, due within one year			
Bonds and notes payable	3,455,000	9,612,423	13,067,423
Compensated absences	3,671,346	389,143	4,060,489
Claims payable	9,836,886		9,836,886
Long-term liabilities, due in more than one year			
Bonds and notes payable, net of unamortized premiums and discounts	120,035,193	256,335,300	376,370,493
Compensated absences	33,973,029	3,600,948	37,573,977
OPEB liability	99,819,266	9,287,886	109,107,152
Claims payable	15,213,251		15,213,251
Net pension liability	201,056,333	18,094,200	219,150,533
	<u>543,601,886</u>	<u>312,107,666</u>	<u>855,709,552</u>
Total liabilities			
DEFERRED INFLOWS OF RESOURCES			
Unamortized deferred refunding charges		1,044,960	1,044,960
Unamortized amounts related to pensions	25,160,311	2,264,320	27,424,631
Unamortized amounts related to postemployment benefits other than pensions (OPEB)	1,283,061		1,283,061
	<u>26,443,372</u>	<u>3,309,280</u>	<u>29,752,652</u>
Total deferred inflows of resources			

(Continued)

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

STATEMENT OF NET POSITION (CONTINUED)

JUNE 30, 2021

	Primary Government		
	Governmental Activities	Business-type Activities	Total
NET POSITION			
Net investment in capital assets	1,192,998,940	208,312,082	1,401,311,022
Restricted for			
Debt service	6,674,675	4,097,973	10,772,648
Street improvements projects	20,910,700		20,910,700
Other capital projects	32,459,913		32,459,913
Police, fire and other public safety programs	86,131,062		86,131,062
Parks, cultural and other recreational programs	1,652,726		1,652,726
Library district operations	3,599,568		3,599,568
Courts and other judicial programs	1,791,932		1,791,932
Community assistance and support programs	18,613,671		18,613,671
Claims and judgments	3,647,186		3,647,186
Other	3,502,565		3,502,565
Unrestricted	<u>(10,718,204)</u>	<u>213,088,253</u>	<u>202,370,049</u>
Total net position	<u>\$ 1,361,264,734</u>	<u>\$ 425,498,308</u>	<u>\$ 1,786,763,042</u>

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED JUNE 30, 2021

FUNCTION/PROGRAM	Program Revenues				Net (Expenses) Revenues and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Governmental activities							
General government	\$ 87,860,765	\$ 25,678,772	\$ 20,378,200	\$	\$ (41,803,793)		\$ (41,803,793)
Judicial	4,340,886	5,485,625			1,144,739		1,144,739
Public safety	162,687,320	39,583,404	20,963,437	2,956,807	(99,183,672)		(99,183,672)
Public works	31,607,211	35,319,833	7,366,297	80,352,458	91,431,377		91,431,377
Culture and recreation	16,006,389	3,189,517	83,434	699,126	(12,034,312)		(12,034,312)
Community support	15,522,114	2,389,038	4,746,022		(8,387,054)		(8,387,054)
Debt service							
Interest expense and fiscal charges	<u>5,726,686</u>				<u>(5,726,686)</u>		<u>(5,726,686)</u>
Total governmental activities	<u>323,751,371</u>	<u>111,646,189</u>	<u>53,537,390</u>	<u>84,008,391</u>	<u>(74,559,401)</u>		<u>(74,559,401)</u>
Business-type activities							
Wastewater	45,982,418	64,672,211		5,496,855		24,186,648	24,186,648
Water	47,962,246	82,800,528		1,244,266		36,082,548	36,082,548
Municipal golf courses	<u>2,397,656</u>	<u>2,147,120</u>				<u>(250,536)</u>	<u>(250,536)</u>
Total business-type activities	<u>96,342,320</u>	<u>149,619,859</u>		<u>6,741,121</u>		<u>60,018,660</u>	<u>60,018,660</u>
Total primary government	<u>\$ 420,093,691</u>	<u>\$ 261,266,048</u>	<u>\$ 53,537,390</u>	<u>\$ 90,749,512</u>	<u>\$ (74,559,401)</u>	<u>60,018,660</u>	<u>(14,540,741)</u>

(Continued)

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

STATEMENT OF ACTIVITIES (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

	Program Revenues			Net (Expenses) Revenues and Change in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
GENERAL REVENUES							
Property taxes					77,156,972		77,156,972
Residential construction taxes					2,929,304		2,929,304
Room taxes					493,909		493,909
Franchise fees, based on gross receipts					23,492,925		23,492,925
Intergovernmental consolidated taxes					65,822,167		65,822,167
Other local government shared revenues					1,197,668		1,197,668
Unrestricted investment income (loss)					(258,910)	126,750	(132,160)
Gain on disposal of capital assets					11,926	55,527	67,453
Miscellaneous						197,326	197,326
Total general revenues					<u>170,845,961</u>	<u>379,603</u>	<u>171,225,564</u>
Transfers					<u>21,450,000</u>	<u>(21,450,000)</u>	
CHANGE IN NET POSITION					117,736,560	38,948,263	156,684,823
NET POSITION, BEGINNING OF YEAR					<u>1,243,528,174</u>	<u>386,550,045</u>	<u>1,630,078,219</u>
NET POSITION, END OF YEAR					<u>\$ 1,361,264,734</u>	<u>\$ 425,498,308</u>	<u>\$ 1,786,763,042</u>

See notes to basic financial statements.

FUND FINANCIAL STATEMENTS

CITY OF NORTH LAS VEGAS

GOVERNMENTAL FUNDS BALANCE SHEET JUNE 30, 2021

	Special Revenue Funds			Capital Projects Fund	Aggregate Other Governmental Funds	Total Governmental Funds
	General Fund	Public Safety Tax	Special Purpose Revenue	Public Safety Projects		
ASSETS						
Cash, cash equivalents and investments	\$ 76,964,807	\$ 32,191,034	\$ 73,886,389	\$ 16,485,053	\$ 106,270,082	\$ 305,797,365
Accounts receivable, net	5,681,990	14,987	187,200	204,741	2,072,855	8,161,773
Grants receivable	22,177		24,607	1,155,267	9,524,599	10,726,650
Property taxes receivable	109,876	364,817	117,611		64,762	657,066
Prepaid items	544,648	13,900			1,343	559,891
Due from other governments	<u>25,166,403</u>	<u>3,055</u>	<u>1,335,346</u>		<u>5,754,228</u>	<u>32,259,032</u>
Total assets	<u>\$ 108,489,901</u>	<u>\$ 32,587,793</u>	<u>\$ 75,551,153</u>	<u>\$ 17,845,061</u>	<u>\$ 123,687,869</u>	<u>\$ 358,161,777</u>
LIABILITIES						
Accounts payable and other accrued liabilities	\$ 623,221	\$ 34,448	\$ 567,069	\$ 252,220	\$ 5,502,755	\$ 6,979,713
Accrued salaries and benefits	5,076,720	706,526	106,132		383,246	6,272,624
Due to other funds	257,744	106,073	12,897		56,134	432,848
Due to other governments	623,608		241,398		56,354	921,360
Customer deposits	420,805				13,694	434,499
Unearned revenue	<u>3,202</u>		<u>36,704,194</u>	<u>896</u>	<u>2,238,459</u>	<u>38,946,751</u>
Total liabilities	<u>7,005,300</u>	<u>847,047</u>	<u>37,631,690</u>	<u>253,116</u>	<u>8,250,642</u>	<u>53,987,795</u>
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenues	<u>10,736,716</u>	<u>195,066</u>	<u>62,966</u>		<u>53,964</u>	<u>11,048,712</u>
Total liabilities and deferred inflows of resources	<u>17,742,016</u>	<u>1,042,113</u>	<u>37,694,656</u>	<u>253,116</u>	<u>8,304,606</u>	<u>65,036,507</u>

(Continued)

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

GOVERNMENTAL FUNDS BALANCE SHEET (CONTINUED) JUNE 30, 2021

	Special Revenue Funds			Capital Projects Fund	Aggregate Other Governmental Funds	Total Governmental Funds
	General Fund	Public Safety Tax	Special Purpose Revenue	Public Safety Projects		
FUND BALANCES						
Nonspendable						
Prepaid items	544,648	13,900			1,343	559,891
Restricted for						
Debt service					6,674,675	6,674,675
Street improvements projects			8,336,564		12,574,136	20,910,700
Other capital projects			12,017,368		20,442,545	32,459,913
Police, fire and other public safety programs	22,177	31,531,780		17,591,945	36,985,160	86,131,062
Parks, cultural and other recreational programs					1,652,726	1,652,726
Library district operations					3,599,568	3,599,568
Courts and other judicial programs					1,791,932	1,791,932
Community assistance and support programs					18,613,671	18,613,671
Other			3,502,565			3,502,565
Committed to						
General government			14,000,000			14,000,000
Other capital projects					7,082,249	7,082,249
Police, fire and other public safety programs					1,323,213	1,323,213
Community assistance and support programs					1,886,326	1,886,326
Other	26,575,302					26,575,302
Assigned to						
Parks, cultural and other recreational programs					2,755,719	2,755,719
Unassigned	<u>63,605,758</u>					<u>63,605,758</u>
Total fund balances	<u>90,747,885</u>	<u>31,545,680</u>	<u>37,856,497</u>	<u>17,591,945</u>	<u>115,383,263</u>	<u>293,125,270</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 108,489,901</u>	<u>\$ 32,587,793</u>	<u>\$ 75,551,153</u>	<u>\$ 17,845,061</u>	<u>\$ 123,687,869</u>	<u>\$ 358,161,777</u>

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION - GOVERNMENTAL ACTIVITIES JUNE 30, 2021

FUND BALANCES, GOVERNMENTAL FUNDS		\$ 293,125,270
Amounts reported in the statement of net position are different because:		
Capital assets used in governmental activities are not current financial resources; and therefore, are not reported in governmental funds:		
Capital assets	\$ 2,111,854,489	
Less accumulated depreciation	<u>(810,668,005)</u>	1,301,186,484
Deferred inflows and outflows of resources reported in governmental activities are not current financial resources; and therefore, are not reported in governmental funds:		
Unamortized deferred outflows related to pensions	31,294,549	
Unamortized deferred inflows related to pensions	(24,772,396)	
Unamortized deferred refunding charges	<u>10,402,584</u>	16,924,737
Long-term liabilities, including bonds payable are not due and payable in the current period; and therefore, are not reported in governmental funds:		
Bonds payable	(116,110,000)	
Unamortized premiums and discounts	(7,380,193)	
Compensated absences payable	(37,276,609)	
Net pension liability	<u>(197,956,503)</u>	(358,723,305)
Other liabilities are not due and payable in the current period; and therefore, are not reported in governmental funds:		
Interest payable	<u>(408,175)</u>	(408,175)
Unavailable revenue represents amounts that were not available to fund current expenditures; and therefore, are not reported in governmental funds:		
Unavailable revenue	<u>11,048,712</u>	11,048,712
Internal service funds are used by management to charge the costs of certain activities to individual funds:		
Internal service fund assets and liabilities included in governmental activities in the statement of net position	88,490,046	
Internal service fund balance receivable from business-type activities from cumulative prior years' activity	9,258,302	
Internal service fund balance receivable from business-type activities from current year activity	<u>362,663</u>	<u>98,111,011</u>
NET POSITION, GOVERNMENTAL ACTIVITIES		<u>\$ 1,361,264,734</u>

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2021

	Special Revenue Fund		Capital Projects Fund		Aggregate Other Governmental Funds	Total Governmental Funds
	General Fund	Public Safety Tax	Special Purpose Revenue	Public Safety Projects		
REVENUES						
Property taxes	\$ 11,666,658	\$ 43,961,529	\$ 14,945,760	\$	\$ 6,583,025	\$ 77,156,972
Residential construction taxes					2,929,304	2,929,304
Room taxes			493,909			493,909
Franchise fees	23,492,925					23,492,925
Licenses and permits	31,981,507					31,981,507
Charges for services	14,853,687	2,025		1,781,113	1,226,876	17,863,701
Intergovernmental consolidated taxes	65,822,167					65,822,167
Intergovernmental	3,072,992		27,864,832	39,290,412	46,584,502	116,812,738
Fines and forfeitures	5,209,300				202,981	5,412,281
Contributions				2,956,807	2,198	2,959,005
Rents and royalties	938,472				98,610	1,037,082
Investment income (loss)	(237,138)	1,101	(9,956)		(12,866)	(258,859)
Miscellaneous	1,501,538	1,381	725,263		2,471,985	4,700,167
Total revenues	<u>158,302,108</u>	<u>43,966,036</u>	<u>44,019,808</u>	<u>44,028,332</u>	<u>60,086,615</u>	<u>350,402,899</u>
EXPENDITURES						
Current						
General government	24,833,647	74,955	20,995,081	31	2,042,804	47,946,518
Judicial	3,696,547				496,243	4,192,790
Public safety	83,738,865	34,009,343	4,745,693	708,155	16,632,488	139,834,544
Public works	3,609,729		6,889,477	9,044	592,980	11,101,230
Culture and recreation	7,315,181		795,330		3,405,355	11,515,866
Community support	989,592		87,303		6,702,032	7,778,927
Total current	<u>124,183,561</u>	<u>34,084,298</u>	<u>33,512,884</u>	<u>717,230</u>	<u>29,871,902</u>	<u>222,369,875</u>
Capital outlay						
General government	29,996			17,998	1,129,851	1,177,845
Judicial					2,963	2,963
Public safety	11,849			316,122	206,931	534,902
Public works			17,275	39,379,644	19,049,401	58,446,320
Culture and recreation	23,189		77,944		2,006,576	2,107,709
Community support					813,269	813,269
Total capital outlay	<u>65,034</u>	<u></u>	<u>95,219</u>	<u>39,713,764</u>	<u>23,208,991</u>	<u>63,083,008</u>
Debt service						
Principal payments					5,815,000	5,815,000
Interest and fiscal charges					5,020,398	5,020,398
Debt issuance costs					238,632	238,632
Administrative and other costs					171,103	171,103
Total debt service	<u></u>	<u></u>	<u></u>	<u></u>	<u>11,245,133</u>	<u>11,245,133</u>
Total expenditures	<u>124,248,595</u>	<u>34,084,298</u>	<u>33,608,103</u>	<u>40,430,994</u>	<u>64,326,026</u>	<u>296,698,016</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>34,053,513</u>	<u>9,881,738</u>	<u>10,411,705</u>	<u>3,597,338</u>	<u>(4,239,411)</u>	<u>53,704,883</u>

(Continued)

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

GOVERNMENTAL FUNDS

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Special Revenue Fund			Capital Projects Fund	Aggregate Other Governmental Funds	Total Governmental Funds
	General Fund	Public Safety Tax	Special Purpose Revenue	Public Safety Projects		
OTHER FINANCING SOURCES (USES)						
Proceeds from issuance of refunding bonds					20,255,000	20,255,000
Debt issuance premiums					2,788,220	2,788,220
Payment to advance refunding bond agent					(22,936,554)	(22,936,554)
Proceeds from capital asset disposal	74,005	2,527	5,235		24,097	105,864
Loss on sale of property held for resale					(6,426,980)	(6,426,980)
Transfers in	21,623,850		14,000,000	808,561	20,567,068	56,999,479
Transfers out	(25,054,952)	(36,735)	(9,236,442)		(1,221,350)	(35,549,479)
Total other financing sources (uses)	<u>(3,357,097)</u>	<u>(34,208)</u>	<u>4,768,793</u>	<u>808,561</u>	<u>13,049,501</u>	<u>15,235,550</u>
CHANGE IN FUND BALANCE	30,696,416	9,847,530	15,180,498	4,405,899	8,810,090	68,940,433
FUND BALANCE, BEGINNING OF YEAR	<u>60,051,469</u>	<u>21,698,150</u>	<u>22,675,999</u>	<u>13,186,046</u>	<u>106,573,173</u>	<u>224,184,837</u>
FUND BALANCE, END OF YEAR	<u>\$ 90,747,885</u>	<u>\$ 31,545,680</u>	<u>\$ 37,856,497</u>	<u>\$ 17,591,945</u>	<u>\$ 115,383,263</u>	<u>\$ 293,125,270</u>

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES - GOVERNMENTAL ACTIVITIES FOR THE YEAR ENDED JUNE 30, 2021

CHANGE IN FUND BALANCES, GOVERNMENTAL FUNDS		\$ 68,940,433
Amounts reported in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of capital assets is capitalized and depreciated over their estimated useful lives:		
Expenditures for capital assets	\$ 63,083,007	
Less current year depreciation	(53,846,446)	
Gain (loss) on disposal of capital assets	<u>(93,938)</u>	9,142,623
Revenues in the statement of activities, which do not provide current financial resources are not reported as revenues in governmental funds:		
Capital asset contributions	18,971,706	
Change in unavailable revenue	<u>7,945,741</u>	26,917,447
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases liabilities in the statement of net position. Repayment of debt principal is an expenditure in governmental funds, but the repayment reduces liabilities in the statement of net position. This is the amount by which repayments exceeded debt issued:		
Debt issuance proceeds	(20,255,000)	
Payment to refunded debt escrow agent	22,936,554	
Debt premiums	(2,788,220)	
Debt principal repayments	<u>5,815,000</u>	5,708,334
Some expenses reported in the statement of activities do not require the use of current financial resources; and therefore, are not reported as expenditures in governmental funds:		
Change in compensated absences payable	(1,847,375)	
Change in net pension liability and related deferred outflows and inflows of resources	3,982,681	
Amortization of debt premiums and discounts	110,776	
Amortization of deferred refunding charges	(500,425)	
Change in accrued interest	<u>93,096</u>	1,838,753
Internal service funds are used by management to charge the costs of certain activities to individual funds:		
Internal service fund change in net position included in governmental activities in the statement of activities	4,826,307	
The internal service funds change in net position related to business-type activities	<u>362,663</u>	<u>5,188,970</u>
CHANGE IN NET POSITION, GOVERNMENTAL ACTIVITIES		<u>\$ 117,736,560</u>

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

PROPRIETARY FUNDS STATEMENT OF NET POSITION JUNE 30, 2021

	Business-type Activities				Governmental
	Wastewater		Non-Major		Total Enterprise
	Utility	Water Utility	Enterprise Fund	Funds	Internal Service
ASSETS					
Current assets					
Cash, cash equivalents and investments	\$ 97,071,036	\$ 117,949,159	\$ 749,079	\$ 215,769,274	\$ 155,631,350
Accounts receivable, net	9,377,380	11,662,062	285	21,039,727	10,191
Prepaid items	678,054	148,553	860	827,467	243,670
Due from other funds					501,494
Due from other governments	3,238,210	1,609,975		4,848,185	
Inventories	188,997	2,002,816	50,278	2,242,091	264,690
Restricted assets					
Cash, cash equivalents and investments	<u>3,430,451</u>	<u>667,522</u>		<u>4,097,973</u>	<u>3,647,186</u>
Total current assets	<u>113,984,128</u>	<u>134,040,087</u>	<u>800,502</u>	<u>248,824,717</u>	<u>160,298,581</u>
Noncurrent assets					
Capital assets, net of accumulated depreciation and amortization					
Construction in progress	10,475,844	45,875,795		56,351,639	
Land	527,921	2,434,299	565,537	3,527,757	
Buildings and building improvements	64,996,532	2,514,110	1,245,753	68,756,395	135,535
Improvements other than buildings	20,440,649	9,381,377	2,210,307	32,032,333	160,589
Infrastructure	233,439,533	75,523,491		308,963,024	
Machinery, equipment and software	<u>1,513,867</u>	<u>4,159,750</u>		<u>5,673,617</u>	<u>4,603,942</u>
Total capital assets, net of accumulated depreciation and amortization	<u>331,394,346</u>	<u>139,888,822</u>	<u>4,021,597</u>	<u>475,304,765</u>	<u>4,900,066</u>
Other assets					
Prepaid land lease, net of current portion and amortization	<u>18,125,000</u>			<u>18,125,000</u>	
Total noncurrent assets	<u>349,519,346</u>	<u>139,888,822</u>	<u>4,021,597</u>	<u>493,429,765</u>	<u>4,900,066</u>
Total assets	<u>463,503,474</u>	<u>273,928,909</u>	<u>4,822,099</u>	<u>742,254,482</u>	<u>165,198,647</u>
DEFERRED OUTFLOWS OF RESOURCES					
Unamortized amounts related to pensions	1,132,284	1,728,194		2,860,478	490,048
Unamortized amounts related to other postemployment benefits other than pensions (OPEB)	<u>2,187,448</u>	<u>3,291,473</u>		<u>5,478,921</u>	<u>55,398,771</u>
Total deferred outflows of resources	<u>3,319,732</u>	<u>5,019,667</u>		<u>8,339,399</u>	<u>55,888,819</u>
LIABILITIES					
Current liabilities					
Accounts payable and other accrued liabilities	2,518,021	1,450,689	21,959	3,990,669	2,269,316
Accrued salaries and benefits	181,374	241,633	4,307	427,314	306,974
Due to other funds	23,689	33,493	480	57,662	10,984
Due to other governments		4,520,439	6,055	4,526,494	2,171
Customer deposits	65,540	3,968,444	11,830	4,045,814	
Unearned revenue			106,050	106,050	
Compensated absences	125,592	263,551		389,143	35,868
Claims payable					9,836,886
Interest payable	1,499,056	192,369		1,691,425	
Bonds and notes payable	<u>8,804,910</u>	<u>807,513</u>		<u>9,612,423</u>	
Total current liabilities	<u>13,218,182</u>	<u>11,478,131</u>	<u>150,681</u>	<u>24,846,994</u>	<u>12,462,199</u>

(Continued)

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

PROPRIETARY FUNDS STATEMENT OF NET POSITION (CONTINUED) JUNE 30, 2021

	Business-type Activities			Governmental Activities	
	Wastewater Utility	Water Utility	Non-Major Enterprise Fund	Total Enterprise Funds	Internal Service
Noncurrent liabilities					
Compensated absences	1,162,167	2,438,781		3,600,948	331,898
OPEB liability	3,708,169	5,579,717		9,287,886	99,819,266
Bonds and notes payable, net of unamortized premiums and discounts	237,821,581	18,513,719		256,335,300	
Net pension liability	7,162,361	10,931,839		18,094,200	3,099,830
Claims payable					15,213,251
Total noncurrent liabilities	<u>249,854,278</u>	<u>37,464,056</u>		<u>287,318,334</u>	<u>118,464,245</u>
Total liabilities	<u>263,072,460</u>	<u>48,942,187</u>	<u>150,681</u>	<u>312,165,328</u>	<u>130,926,444</u>
DEFERRED INFLOWS OF RESOURCES					
Unamortized deferred refunding charges	1,044,960			1,044,960	
Unamortized amounts related to pensions	896,302	1,368,018		2,264,320	387,915
Unamortized amounts related to other postemployment benefits other than pensions (OPEB)					1,283,061
Total deferred inflows of resources	<u>1,941,262</u>	<u>1,368,018</u>		<u>3,309,280</u>	<u>1,670,976</u>
NET POSITION					
Net investment in capital assets	83,722,895	120,567,590	4,021,597	208,312,082	4,900,066
Restricted for					
Debt service	3,430,451	667,522		4,097,973	
Claims and judgments					3,647,186
Unrestricted	<u>114,656,138</u>	<u>107,403,259</u>	<u>649,821</u>	<u>222,709,218</u>	<u>79,942,794</u>
Total net position	<u>\$ 201,809,484</u>	<u>\$ 228,638,371</u>	<u>\$ 4,671,418</u>	435,119,273	<u>\$ 88,490,046</u>
Adjustment to report the cumulative internal balance for the net effect of the activity between the internal service funds and the enterprise funds over time				<u>(9,620,965)</u>	
Net position of business-type activities				<u>\$ 425,498,308</u>	

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

PROPRIETARY FUNDS STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION FOR THE YEAR ENDED JUNE 30, 2021

	Business-type Activities				Governmental
	Wastewater			Total Enterprise	Activities
	Utility	Water Utility	Non-Major Enterprise Fund	Funds	Internal Service
OPERATING REVENUES					
Utility fees	\$ 51,340,324	\$ 69,299,048	\$	\$ 120,639,372	\$
Construction fees	333,866	1,860,737		2,194,603	
User fees			2,147,120	2,147,120	
Connection fees	11,448,893	5,346,664		16,795,557	
Other charges for services	265,175	2,814,965		3,080,140	42,343,574
Fines and forfeitures	928,211	2,379,754		3,307,965	
Miscellaneous	557,088	1,135,630	11,927	1,704,645	400
Total operating revenues	<u>64,873,557</u>	<u>82,836,798</u>	<u>2,159,047</u>	<u>149,869,402</u>	<u>42,343,974</u>
OPERATING EXPENSES					
Salaries and wages	3,895,403	5,856,680	108,680	9,860,763	5,498,861
Employee benefits	1,647,924	2,861,629	21,356	4,530,909	9,517,316
Services and supplies	16,403,601	32,126,337	2,039,968	50,569,906	21,756,916
Depreciation and amortization	14,855,426	6,544,648	226,358	21,626,432	744,524
Total operating expenses	<u>36,802,354</u>	<u>47,389,294</u>	<u>2,396,362</u>	<u>86,588,010</u>	<u>37,517,617</u>
Operating income (loss)	<u>28,071,203</u>	<u>35,447,504</u>	<u>(237,315)</u>	<u>63,281,392</u>	<u>4,826,357</u>
NONOPERATING REVENUES (EXPENSES)					
Investment income (loss)	1,072	125,678		126,750	(50)
Gain (loss) on capital asset disposition	38,730	16,797		55,527	
Interest and fiscal charges	(9,093,594)	(350,270)		(9,443,864)	
Total nonoperating revenues (expenses)	<u>(9,053,792)</u>	<u>(207,795)</u>		<u>(9,261,587)</u>	<u>(50)</u>
Income (loss) before capital contributions and transfers	<u>19,017,411</u>	<u>35,239,709</u>	<u>(237,315)</u>	<u>54,019,805</u>	<u>4,826,307</u>
CAPITAL CONTRIBUTIONS					
Capital grants and contributions	<u>5,496,855</u>	<u>1,244,266</u>		<u>6,741,121</u>	
TRANSFERS					
Transfers in	3,051,750	10,379,195	150,000	13,580,945	
Transfers out	(9,531,750)	(25,499,195)		(35,030,945)	
Total transfers	<u>(6,480,000)</u>	<u>(15,120,000)</u>	<u>150,000</u>	<u>(21,450,000)</u>	
CHANGE IN NET POSITION	18,034,266	21,363,975	(87,315)	39,310,926	4,826,307
NET POSITION, BEGINNING OF YEAR	<u>183,775,218</u>	<u>207,274,396</u>	<u>4,758,733</u>		<u>83,663,739</u>
NET POSITION, END OF YEAR	<u>\$ 201,809,484</u>	<u>\$ 228,638,371</u>	<u>\$ 4,671,418</u>		<u>\$ 88,490,046</u>
Adjustment for the net effect of the current year activity between the internal service funds and the enterprise funds				<u>(362,663)</u>	
CHANGE IN NET POSITION, BUSINESS-TYPE ACTIVITIES				<u>\$ 38,948,263</u>	

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

PROPRIETARY FUNDS STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2021

	Business-type Activities			Governmental	
	Wastewater	Non-Major		Total Enterprise	
	Utility	Water Utility	Enterprise Fund	Funds	
				Internal Service	
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	\$ 62,902,294	\$ 79,677,053	\$ 2,184,979	\$ 144,764,326	\$ 42,347,983
Cash received from other sources	2,416,071	1,135,630	11,927	3,563,628	2,460
Cash payments for goods and services	(15,518,908)	(31,025,952)	(1,977,573)	(48,522,433)	(25,366,263)
Cash payments for employee services	(6,092,998)	(9,198,963)	(126,039)	(15,418,000)	(1,155,565)
Net cash provided by operating activities	<u>43,706,459</u>	<u>40,587,768</u>	<u>93,294</u>	<u>84,387,521</u>	<u>15,828,615</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Transfers in	3,051,750	10,379,195	150,000	13,580,945	
Transfers out	(9,531,750)	(25,499,195)		(35,030,945)	
Repayments of advances from other funds					60,025
Advances from other funds	6,164	6,670	445	13,279	3,590
Net cash provided by (used in) noncapital financing activities	<u>(6,473,836)</u>	<u>(15,113,330)</u>	<u>150,445</u>	<u>(21,436,721)</u>	<u>63,615</u>
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES					
Acquisition and construction of capital assets	(4,802,058)	(17,972,031)		(22,774,089)	(1,958,647)
Proceeds received from disposal of capital assets	38,730	16,797		55,527	
Proceeds from debt issuance	399,897	5,988,320		6,388,217	
Principal payments on debt	(7,994,041)			(7,994,041)	
Interest payments on debt	(9,409,030)	(260,681)		(9,669,711)	
Proceeds from capital grants and contributions	4,275,642			4,275,642	
Net cash used in capital financing activities	<u>(17,490,860)</u>	<u>(12,227,595)</u>		<u>(29,718,455)</u>	<u>(1,958,647)</u>
CASH FLOWS FROM INVESTING ACTIVITIES					
Investment income (loss)	1,072	125,678		126,750	(50)
NET INCREASE IN CASH AND CASH EQUIVALENTS	19,742,835	13,372,521	243,739	33,359,095	13,933,533
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	80,758,652	105,244,160	505,340	186,508,152	145,345,003
CASH AND CASH EQUIVALENTS, END OF YEAR					
Cash and cash equivalents, unrestricted	97,071,036	117,949,159	749,079	215,769,274	155,631,350
Cash and cash equivalents, restricted	3,430,451	667,522		4,097,973	3,647,186
	<u>\$ 100,501,487</u>	<u>\$ 118,616,681</u>	<u>\$ 749,079</u>	<u>\$ 219,867,247</u>	<u>\$ 159,278,536</u>

(Continued)

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

PROPRIETARY FUNDS STATEMENT OF CASH FLOWS (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Business-type Activities				Governmental
	Wastewater	Non-Major		Total Enterprise	Activities
	Utility	Water Utility	Enterprise Fund	Funds	Internal Service
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating income (loss)	\$ 28,071,203	\$ 35,447,504	\$ (237,315)	\$ 63,281,392	\$ 4,826,357
Adjustments to reconcile operating income (loss) to net cash provided by operating activities					
Depreciation	14,855,426	6,544,648	226,358	21,626,432	744,524
Provision for uncollectible receivables	666,595	2,062,796		2,729,391	
(Increase) decrease in operating assets					
Accounts receivable	(2,079,368)	(3,314,419)	802	(5,392,985)	4,409
Due from other governments	1,858,983			1,858,983	2,060
Inventories	150,158	421,935	3,076	575,169	(33,056)
Prepaid items	367,121	(32,249)	(860)	334,012	(195,270)
Increase (decrease) in operating liabilities					
Accounts payable	499,633	570,125	60,179	1,129,937	723,079
Accrued salaries and benefits	36,524	20,454	3,997	60,975	2,163,013
Due to other governments	(132,817)	139,100		6,283	2,068
Customer deposits	(1,402)	(772,492)	(420)	(774,314)	
Unearned revenues			37,477	37,477	
Compensated absences	(35,893)	(26,104)		(61,997)	85,265
Postemployment benefits other than pensions (OPEB)	245,180	374,723		619,903	7,200,129
Net pension liability	(794,884)	(848,253)		(1,643,137)	306,037
Total adjustments	<u>15,635,256</u>	<u>5,140,264</u>	<u>330,609</u>	<u>21,106,129</u>	<u>11,002,258</u>
Net cash provided by operating activities	<u>\$ 43,706,459</u>	<u>\$ 40,587,768</u>	<u>\$ 93,294</u>	<u>\$ 84,387,521</u>	<u>\$ 15,828,615</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES					
Contribution of capital assets	<u>\$ 1,221,213</u>	<u>\$ 1,244,266</u>	<u>\$</u>	<u>\$ 2,465,479</u>	<u>\$</u>

See notes to basic financial statements.

CITY OF NORTH LAS VEGAS

FIDUCIARY FUNDS STATEMENT OF FIDUCIARY NET POSITION JUNE 30, 2021

	<u>Custodial Funds</u>
ASSETS	
Cash, cash equivalents and investments	\$ 47,057,907
Interest receivable	2,219
Receivables from others	4,040,816
Special assessments receivable	<u>11,561</u>
Total assets	<u>50,112,503</u>
LIABILITIES	
Accounts payable and accrued liabilities	8,004,986
Due to other governments	3,836,138
Collections special improvement assessments	985
Deposits	6,963,565
Due to developers, employees and others	<u>3,287</u>
Total liabilities	<u>18,808,961</u>
NET POSITION	
Restricted for	
Individuals, organizations and other governments	<u>32,303,542</u>
Total net position	<u>\$ 32,303,542</u>

The accompanying notes are in integral part of these financial statements

CITY OF NORTH LAS VEGAS

FIDUCIARY FUNDS STATEMENT OF CHANGES IN FIDUCIARY NET POSITION FOR THE YEAR ENDED JUNE 30, 2021

	Custodial Funds
ADDITIONS	
Contributions	
Deposits	\$ 675,668
Investment earnings	
Interest, dividends and other investment income	2,854,345
Net change in fair value of investments	(3,360)
Collections from special assessment districts	4,082,596
Miscellaneous	167,841
	7,777,090
Total additions	
DEDUCTIONS	
Debt repayments	
Principal	4,330,000
Interest	2,178,966
Bond premium	43,050
Payments to developers	11,184,210
Services and professional fees	731,437
Refunds	146,519
Miscellaneous	14,470
	18,628,652
Total deductions	
CHANGE IN NET POSITION	(10,851,562)
NET POSITION, BEGINNING OF YEAR, AS ADJUSTED	43,155,104
NET POSITION, END OF YEAR	\$ 32,303,542

The accompanying notes are in integral part of these financial statements

**NOTES TO BASIC
FINANCIAL STATEMENTS**

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED JUNE 30, 2021

Note 1. Summary of Significant Accounting Policies

Reporting Entity

The City of North Las Vegas (the City), was incorporated in 1946 and is governed by an elected Mayor and City Council comprised of four members. The City is a full-service city located at the northern tip of the Las Vegas Valley. Services provided by the City include a municipal court, public safety (police and fire), water and wastewater, highways and streets, planning and zoning, parks and recreational facilities, libraries, community development and general administrative services.

The financial statements of the City have been prepared in conformity with accounting principles generally accepted in the United States. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

The GASB defines the reporting entity as the primary government and those component units for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the organization's governing board, and either the ability of the primary government to impose its will on the organization or the possibility that the organization will provide a financial benefit to or impose a financial burden on the primary government. In addition to financial accountability, component units can be other organizations in which the economic resources received or held by that organization are entirely or almost entirely for the direct benefit of the primary government, the primary government is entitled to or has the ability to otherwise access a majority of the economic resources received or held by that organization and the resources to which the primary government is entitled or has the ability to otherwise access are significant to the primary government.

The City has examined its position relative to other entities and has determined that there are no requirements that would cause the basic financial statements of the City to be included in any other entities' financial reports. The North Las Vegas Redevelopment Agency (the Agency) and the North Las Vegas Library District (the Library District) are legally separate entities for budget reporting purposes as required by the State of Nevada (the State or Nevada), Department of Taxation. However, they both have substantially the same governing body as the City and the City provides a majority of services required by the Agency and the Library District, such as financial administration, human resources administration, and redevelopment planning. Based on these factors, the Agency and Library District are considered to be blended component units and are reported as special revenue funds of the City. No other entities were determined to be component units of the City.

Basic Financial Statements

The government-wide financial statements include a statement of net position and a statement of activities and present consolidated information for the City's nonfiduciary activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user fees and charges for support.

Included in the statement of net position are capital assets and long-term liabilities, including general payment obligations, revenue bonds, compensated absences and pension and OPEB related balances. Net position is classified as 1) net investment in capital assets, 2) restricted net position, or 3) unrestricted net position.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

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

Separate fund financial statements are provided for governmental, proprietary and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental and proprietary funds are reported as separate columns on the fund financial statements. Governmental fund financial statements include a balance sheet and a statement of revenues, expenditures and changes in fund balances with schedules presented to reconcile fund balances presented in the governmental fund financial statements to net position presented in the government-wide financial statements. Proprietary fund financial statements include a statement of net position, a statement of revenues, expenses and changes in net position, and a statement of cash flows.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

Government-Wide Financial Statements

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

Governmental Fund Financial Statements

The governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the City considers revenues to be available if they are collected within 60 days of fiscal year end.

The primary revenue sources, which have been treated as susceptible to accrual by the City are property taxes, intergovernmental revenues, including consolidated taxes (sales, cigarette, motor vehicle privilege and liquor taxes), gaming taxes, gasoline taxes, grants, franchise fees and interest. All other revenue items are considered to be measurable and available only when the City receives payment.

Expenditures generally are recorded when the liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, compensated absences, pensions and postemployment benefits other than pensions are recorded only when payment is due.

The City reports the following major governmental funds:

General Fund - Accounts for all financial resources not required to be accounted for in some other fund.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Public Safety Tax Special Revenue Fund - Accounts for voter-approved property tax overrides to be used exclusively for public safety programs.

Special Purpose Special Revenue Fund - Accounts for monies received from various sources, which are to be used for specific purposes.

Public Safety Projects Capital Projects Fund - Accounts for the cost of public safety projects associated with the City's police, fire and detention facilities, as well as the installation of traffic signals in developing areas and improvements of storm drainage systems.

The City reports the following non-major governmental fund types:

Special Revenue Funds - Accounts for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes.

Debt Service Funds - Accounts for the accumulation of financial resources that are restricted, committed or assigned to the repayment of debt principal and interest.

Capital Projects Funds - Accounts for financial resources that are restricted, committed or assigned to the improvement, acquisition or construction of capital assets.

Proprietary Fund Financial Statements

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services, and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. The principal operating revenues of the City's proprietary funds are charges for goods and services and other user fees. Operating expenses include the cost of goods and services, administrative expenses, and capital asset depreciation. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The City reports the following major proprietary funds:

Wastewater Utility Fund - Accounts for the collection from the residents of the City and the transmission of sewage through the system infrastructure for treatment and release into Lake Mead.

Water Utility Fund - Accounts for the delivery of water services through the system infrastructure to the residents of the City and other service areas.

The City reports the following non-major proprietary fund:

Municipal Golf Courses Fund - Accounts for the operations of a nine-hole par-3 golf course and an 18-hole par-72 championship course.

The City reports the following non-major proprietary fund type:

Internal Service Funds - Accounts for goods or services (motor equipment and self-insurance reserves) provided by one department or agency to other departments or agencies of the government and to other governmental units, on a cost reimbursement basis.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Fiduciary Fund Financial Statements

Fiduciary fund financial statements, comprised of a statement of fiduciary net position and a statement of changes in fiduciary net position, report the City's activities that are custodial in nature. As such, fiduciary funds are excluded from the government-wide financial statements.

The City reports the following fiduciary fund type:

Custodial Funds - Accounts for assets (related to deposits, rewards, retention, taxes and billing and collections) held by the City as an agent for individuals, private organizations, other governments or other funds.

Assets and Liabilities

Cash, Cash Equivalents and Investments

The City's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The City invests by individual fund in two instances, but primarily pools cash resources of all other funds in order to facilitate the management of cash and investments. With this approach, the City is able to invest the monies at higher interest rates and with longer maturities. With the exception of those funds that are legally required to retain interest earnings, all interest earnings are reported in the general fund.

The proprietary funds participate in the City's internal investment management pool. This pool has the general characteristics of a demand deposit account in that the proprietary funds may effectively withdraw amounts from the pool at any time without prior notice or penalty. Accordingly, amounts invested in this pool by proprietary funds are considered to be cash equivalents. Monies that are not required for immediate obligations are invested.

Investments are reported at fair value, regardless of the length of time remaining to maturity.

Receivables, Payables and Unavailable or Unearned Revenues

Upon the certification of tax rates by the State Tax Commission, the Clark County (the County) Commission levies the tax rate for the fiscal period beginning with the succeeding July 1. Effective upon the tax levy on July 1 each year, a perpetual lien is recorded against the property assessed until the tax and any penalty charges and interest, which may accrue thereon, are paid. The County Assessor assesses all real and personal property and the County Treasurer bills and collects the City's share of property taxes. Real property taxes 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 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 from the date the taxes were due 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. The County Treasurer remits on a monthly basis current and delinquent property tax collections to the City.

Property taxes receivable that are not expected to be collected within 60 days of year end are classified as unavailable revenue in the fund financial statements rather than current revenue since the asset is not available to satisfy current obligations.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Unearned revenues arise when the City receives resources before it has a legal claim to them as when property taxes levied for the following tax year are received before year end.

Inventories and Prepaid Items

The City's inventories are valued at cost using the first-in/first-out (FIFO) method. In the governmental fund financial statements, inventories are recorded as expenditures when purchased rather than when consumed.

Certain payments to vendors reflect costs applicable to future periods and are recorded as prepaid items in both the government-wide and fund financial statements. In the governmental fund financial statements, prepaid items are recorded as expenditures when consumed rather than when purchased.

Restricted Assets

Cash, cash equivalents and investments related to customer deposits, unspent bond proceeds and bond retirement (amounts accumulated to pay debt service payments over the next 12 months) are classified and reported as restricted assets.

Capital Assets

Capital assets are reported in proprietary fund financial statements and in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined as those assets with an initial cost of \$5,000 or more and an estimated useful life of more than one year. All purchased capital assets are valued at cost or estimated historical cost. Donated assets are recorded at their acquisition value on the date donated.

The costs of normal maintenance and repairs that do not significantly increase the functionality of the assets or materially extend the assets' useful lives are not capitalized.

Depreciation and amortization are computed using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Buildings and building improvements	40
Improvements other than buildings	15-40
Infrastructure	30-50
Machinery, equipment and software	3-20

Long-term Liabilities

In the government-wide and proprietary fund statements, long-term obligations are reported as liabilities in the statement of net position. Premiums and discounts related to bonds issued are deferred and amortized as a component of interest expense over the life of the bonds using the straight-line method related to bonds issued, which approximates the effective interest method. For current and advance refundings resulting in defeasance of debt, the difference between the reacquisition price and the net carrying amount of the defeased debt is deferred and amortized as a component of interest expense using the straight-line method. Debt issuance costs are expensed in the period incurred.

In the governmental fund financial statements, premiums, discounts and debt issuance costs are recognized in the period they are paid or received. The face amount of debt issued and premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Debt issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Compensated Absences

It is the City's policy to permit employees to accumulate earned vacation, holiday and sick leave benefits that would be paid to them upon separation from City service if not previously taken. A liability for these obligations is reported in the government-wide and proprietary fund financial statements as incurred. A liability for compensated absences is reported in the governmental fund financial statements only to the extent it is due and payable at year end. Expenditures/expenses for compensated absences are recognized by the applicable fund when paid.

Deferred Compensation Plans

In addition to the retirement plan disclosed in Note 4, the City offers its employees two deferred compensation plans created in accordance with Internal Revenue Code Section 457. The City is not required to and does not contribute to the deferred compensation plans. The assets of these plans are held in trust outside the control of the City. Since the assets of these plans are not considered assets of the City and are not subject to the claims of the City's general creditors, these plans are not reported in the government-wide or fund financial statements.

Postemployment Benefits Other Than Pensions (OPEB)

For purposes of measuring the City's OPEB liability, deferred outflows and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the City's OPEB Plans and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported by the City's OPEB Plans. For this purpose, the City recognizes benefit payments when due and payable in accordance with the benefit terms and investments are reported at estimated fair value.

Multiple-Employer Cost-Sharing Defined Benefit Pension Plan

The City uses the same basis used in the Public Employees' Retirement System of Nevada's (PERS) Annual Comprehensive Financial Report, for reporting its proportionate share of the PERS collective net pension liability, deferred outflows and inflows of resources related to pensions, and pension expense, including information related to PERS fiduciary net position and related additions / deductions. Benefit payments (including refunds of employee contributions) are recognized by PERS when due and payable in accordance with the benefit terms. PERS investments are reported at fair value.

Deferred Outflows and Inflows of Resources

Deferred outflows of resources, represents a consumption of net position or fund balance that applies to future periods; and, therefore, will not be recognized as an outflow of resources (expense/expenditure) until then. The government-wide and proprietary funds statement of net position reports deferred refunding charges (the difference between the reacquisition price and the net carrying amount of the defeased debt), which will be amortized over the shorter of the life of the refunded or refunding debt. The City also reports deferred outflows of resources related to pensions and OPEB. The deferred outflows of resources related to pensions are amortized over the average expected remaining service life of all employees that are provided with pension benefits, with the exception of investment earnings which are recognized over a closed five-year period and contributions subsequent to the measurement date which are recognized in the following year. The deferred outflows of resources related to OPEB are amortized over the average expected remaining service life of active and inactive plan members, with the exception of investment earnings which are recognized over a closed five-year period.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The governmental funds balance sheet reports unavailable property tax and ground emergency medical transportation revenues, which will be recognized as revenue in the period that the amounts become available. The government-wide and proprietary funds statement of net position also reports amounts related to pensions and OPEB, and deferred refunding charges. The deferred inflows of resources related to pensions are amortized over the average expected remaining service life of all employees that are provided with pension benefits, with the exception of investment earnings, which are recognized over a closed five-year period. The deferred inflows of resources related to OPEB are amortized over the average expected remaining service life of active and inactive plan members, with the exception of investment earnings, which are recognized over a closed five-year period.

Net Position

In the government-wide and proprietary fund financial statements, net position is reported as 1) net investment in capital assets, 2) restricted, or 3) unrestricted. Net position is reported as restricted when constraints placed on it are either 1) imposed by external parties (such as creditors, grantors, contributors or other governments), or 2) imposed by law through a constitutional provision or enabling legislation.

Fund Balance

Fund balances of the governmental funds are classified in accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, as follows:

Nonspendable fund balances include items that cannot be spent. This includes amounts that are not in a spendable form (for example, inventories and prepaid items) and amounts that are legally or contractually required to remain intact, such as a permanent fund principal balance.

Restricted fund balances have constraints placed upon the use of the resources either by an external party or imposed by law through a constitutional provision or enabling legislation.

Committed fund balances can be used only for specific purposes pursuant to constraints imposed by a resolution or ordinance (both are considered equally binding) of the City Council, which is the City's highest level of decision-making authority. These constraints remain binding unless removed or changed in the same manner used to create the constraints.

Assigned fund balances include amounts that are constrained by the City's intent to be used for a specific purpose, but are neither restricted nor committed. Such intent should be expressed by the City Council or appropriately authorized officials. The City Manager and Finance Director have been authorized by the City Council in the budget approval process to make all fund balance assignments. Constraints imposed on the use of assigned fund balances can be removed or changed without formal City Council action. For governmental funds, other than the general fund, this is the classification for residual amounts that are not restricted, committed or nonspendable.

Unassigned fund balance is the classification used by the general fund for residual amounts not included in the four categories described above. The general fund is the only fund that can report a positive unassigned fund balance. Other governmental funds might report a negative unassigned fund balance as a result of overspending for specific purposes for which amount has been restricted, committed or assigned.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Prioritization and Use of Available Resources

When both restricted resources and unrestricted resources can be used for the same purposes, it is the City's policy to use restricted resources first. Furthermore, when committed, assigned and unassigned resources can be used for the same purpose, it is the City's policy to use committed resources first, assigned second, and unassigned last.

Interfund Activity

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. The resulting payables and receivables, which are outstanding at year end, are referred to as due to or from other funds in the fund financial statements. Transactions that constitute reimbursements to a fund for expenditures or expenses initially made from it that are properly applicable to another fund, are reported as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is reimbursed. Any residual balances between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

Use of Estimates

The preparation of these financial statements includes estimates and assumptions made by management that affect the reported amounts. Actual results could differ from those estimates. Significant estimates include the valuation of the net pension liability, OPEB liability, valuation of risk management and other self-insurance liabilities, estimated useful lives of depreciable capital assets and the allowance for uncollectible accounts receivable.

Note 2. Stewardship and Accountability

Budgets and Budgetary Accounting

The City adopts annual budgets, in accordance with Nevada Revised Statutes (NRS), in which annual budgets are legally adopted by the City Council for all funds except agency funds. Budgeted revenues and appropriations for all fund types are consistent with accounting principles generally accepted in the United States.

On or before April 15, the Finance Director submits a tentative budget for the ensuing fiscal year to the City Council, the Nevada Department of Taxation and the citizens through 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 Nevada Department of Taxation for final approval.

Formal budgetary integration is employed as a management control tool during the fiscal year for all funds. Appropriations and encumbered appropriations lapse at year end.

In accordance with the NRS, actual expenditures may not exceed budgeted appropriations of the various governmental functions, excluding the debt service function, of the general, special revenue, and capital projects funds. Pursuant to NRS 354.626, expenditures in excess of budgeted appropriations are allowed for bond repayments, medium-term obligation repayments, and other long-term contracts expressly authorized by law. The sum of operating and non-operating expenses in proprietary funds also may not exceed total appropriations.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Per the NRS, the City Manager is authorized to transfer budgeted amounts between functions if the City Council is notified at the next regular meeting and the action is noted in the official minutes. Amendments, which affect the total fund appropriations or transfers between funds, are accomplished through formal City Council approval. Amendments to the adopted budget are made a matter of public record by actions of the City Council. The budgets reflected in the accompanying financial statements have been amended in accordance with the NRS.

Excess of Expenditures over Appropriations

The NRS require that governmental fund budgetary controls be exercised at the function level and that proprietary fund operating and non-operating expenses not exceed the combined operating and non-operating expenses budget when the respective fund has a deficit net position.

For the year ended June 30, 2021, total expenditures did not exceed appropriations for any funds and/or functions.

Tax Abatements

All tax abatement agreements/programs, entered into by the State of Nevada, have been summarized, by type of agreement/program and the gross, accrual basis reduction of the City's taxes for the year ended June 30, 2021 aggregated as follows:

Agreement/program description – Nevada Revised Statutes 360.753 - Partial abatement of certain taxes imposed on aircraft, components of aircraft and other personal property used for certain purposes related to aircraft

Amount abated during the year ended June 30, 2021 – \$5,547
Specific tax being abated – Consolidated tax (sales and use tax)

Agreement/program description – NRS 360.754 - Partial abatement of certain taxes imposed on new or expanded data center

Amount abated during the year ended June 30, 2021 – \$198,137
Specific tax being abated – Consolidated tax (sales and use tax)

Agreement/program description – NRS 701A - Energy-related tax incentives (NRS 701A.110 Partial abatement of certain property taxes for buildings or structures that meet certain standards under Green Building Rating System, NRS 701A.200 Exemption from certain property taxes for qualified energy systems, NRS 701A.210 Partial abatement of certain property taxes for businesses and facilities using recycled material)

Amount abated during the year ended June 30, 2021 – \$478,830
Specific tax being abated – Consolidated tax (sales and use tax)

Agreement/program description – NRS 374.357 - Abatement for eligible machinery or equipment used by certain new or expanded businesses

Amount abated during the year ended June 30, 2021 – \$120,866
Specific tax being abated – Consolidated tax (sales and use tax)

New Accounting Pronouncements (not yet adopted)

In May 2020, the GASB issued Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, which was effective immediately. The objective of this Statement was to provide temporary relief to governments and other stakeholders in light of the COVID-19 Pandemic. For the statements below that were impacted by this Statement, the postponed dates are reflected.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

In June 2017, the GASB issued Statement No. 87, *Leases*, effective for periods beginning after June 15, 2021. The objective of this Statement is to better meet the information needs of financial statement users by requiring recognition of certain lease assets, liabilities and inflows or outflows of resources for arrangements previously accounted for as operating leases based on the payment provisions of the contract. Management has not yet completed its assessment of this statement.

In May 2019, the GASB issued Statement No. 91, *Conduit Debt Obligations*, effective for periods beginning after December 15, 2021. This statement addresses the method to be used for reporting conduit debt obligations by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. Management has not yet completed its assessment of this statement.

In January 2020, the GASB issued Statement No. 92, *Omnibus 2020*. The requirements related to the effective dates of Statement No 87 and Implementation Guide 2019-3, reinsurance recoveries were effective immediately. The requirements related to intra-entity transfers of assets and those related to the application of Statement No. 73 and 74 are effective for fiscal years beginning after June 15, 2021. Additionally, the requirements related to the application of Statement No. 84 are effective for reporting periods beginning after June 15, 2021. Lastly, the requirements related to the measurement of liabilities associated with asset retirement obligations are effective for government acquisitions occurring in reporting periods beginning after June 15, 2021. The objective of this Statement is to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by address practice issues that have been identified during implementation and application of certain GASB statements. Management has not yet completed its assessment of this statement.

In March 2020, the GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*, effective for reporting periods beginning after June 15, 2020, with the exception of the provisions related to lease contracts which are effective for fiscal years beginning after June 15, 2021 and the provisions related to the removal of London Interbank Offered Rate as an appropriate benchmark interest rate which is effective for reporting periods ending after December 31, 2021. The objective of this Statement is to address accounting and financial reporting implications that result from the replacement of an interbank offered rate. Management has not yet completed its assessment of this statement.

In March 2020, the GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, effective for periods beginning after June 15, 2022. This objective of this Statement is to improve financial reporting by addressing issues related to public-private and public-public partnership agreements (PPPs). Management has not yet completed its assessment of this statement.

In May 2020, the GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*, effective for periods beginning after June 15, 2022. This statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements for governments and users. Management has not yet completed its assessment of this statement.

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

In June 2020, the GASB issued Statement No. 97, *Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*, effective for periods beginning after June 15, 2021, with the exception of limited sections that were effective immediately. The primary objectives of this Statement are to (1) increase consistency and comparability related to the reporting of fiduciary component units in circumstances in which a potential component unit does not have a governing board and the primary government performs the duties that a governing board typically would perform; (2) mitigate costs associated with the reporting of certain defined contribution pension plans, defined contribution OPEB plans, and employee benefit plans other than pension plans or OPEB plans as fiduciary component units in fiduciary fund financial statements; and (3) enhance the relevance, consistency, and comparability of the accounting and financial reporting for Internal Revenue Code (IRC) Section 457 deferred compensation plans (Section 457 plans) that meet the definition of a pension plan and for benefits provided through those plans.

Note 3. Detailed Notes on all Funds

Cash, Cash Equivalents and Investments

At June 30, 2021, the City's cash, cash equivalents and investments (including restricted) were as follows:

Pooled cash and cash equivalents	\$ 24,332,396
Cash on hand	233,775
Pooled investments	336,830,578
Non-pooled investments	<u>370,604,306</u>
 Total cash, cash equivalents and investments	 \$ <u><u>732,001,055</u></u>

At June 30, 2021, total cash, cash equivalents and investments were presented in the City's financial statements as follows:

	Unrestricted	Restricted	Total
Governmental activities	\$ 461,428,715	\$ 3,647,186	\$ 465,075,901
Business-type activities	<u>215,769,274</u>	<u>4,097,973</u>	<u>219,867,247</u>
	677,197,989	7,745,159	684,943,148
Fiduciary Funds	<u> </u>	<u>47,057,907</u>	<u>47,057,907</u>
 Total cash, cash equivalents and investments	 \$ <u><u>677,197,989</u></u>	 \$ <u><u>54,803,066</u></u>	 \$ <u><u>732,001,055</u></u>

The City manages its investment portfolio in compliance with the NRS and its adopted Cash and Investment Financial Policy. Pursuant to NRS 355.170, permitted investments include obligations of the U.S. Treasury and agencies, not to exceed 10 years to maturity; negotiable certificates of deposit issued by insured financial institutions, notes or short-term negotiable bonds issued by other Nevada local governments; bankers' acceptances eligible for rediscount with the Federal Reserve Bank that do not exceed 180 days in maturity and 20% of total investments; commercial paper having an A-1 rating or equivalent, not to exceed 270 days to maturity and 20% of total investment; and money market mutual funds invested only in federal government agency securities with an AAA rating or equivalent or in repurchase agreements fully collateralized by such securities. Additionally, the City is permitted to purchase for investment the following securities, with certain limitations: notes, bonds and obligations issued by corporations, collateralized mortgage obligations and asset-backed securities.

GASB Statement No. 72, *Fair Value Measurement and Application*, defines fair value, establishes a framework for measuring fair value and provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy are as follows:

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

GASB Statement No. 72, *Fair Value Measurement and Application*, defines fair value, establishes a framework for measuring fair value and provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy are as follows:

Level 1. Inputs are unadjusted quoted prices for identical assets or liabilities in active markets.

Level 2. Inputs are other observable inputs.

Level 3. Inputs are unobservable.

The fair value measurement level within the hierarchy is based on the lowest level of any input that is deemed significant to the fair value measurement. Valuation techniques used maximize the use of observable inputs and minimize the use of unobservable inputs.

The estimated fair values of the City's U.S. Treasury obligations, U.S. government-sponsored securities (excluding U.S. Agency securities), money market mutual funds and certificates of deposit are based on quoted market prices provided by recognized broker dealers (Level 1 inputs). The estimated fair value of its U.S. Agency securities is based on a matrix pricing model that maximizes the use of observable inputs for similar securities as provided by recognized broker dealers (Level 2 inputs). The estimated fair value of the City's Local Government Investment Pool investment is based on the City's proportionate share of the value of the pooled investments (Level 3 inputs).

The State of Nevada Local Government Investment Pool (LGIP) is an external investment pool administered by the Treasurer of the State of Nevada, with oversight provided by the Board of Finance. The LGIP operates in accordance with all applicable NRS. The fair value of the City's investments in the pool as reported is based upon the City's pro-rata share of the fair value provided by LGIP. As of June 30, 2021, the City held \$336,830,578, in the LGIP. The LGIP fair value factor of 1.0000307 was used to calculate the fair value of the investments in the LGIP and has an average maturity of 143 days.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the City manages its exposure to interest rate risk is by purchasing a combination of short-term and long-term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for daily operations.

At June 30, 2021, the City had the following investment types and maturities:

	Reported Amount (Fair Value)	Investment Maturities (In Years)	
		Less Than One	More Than One
U.S. Treasury securities	\$ 184,299,909	\$ 46,560,400	\$ 137,739,509
U.S. government-sponsored securities	120,746,426		120,746,426
Money market mutual funds	64,257,971	64,257,971	
Local government investment pool	336,830,578	336,830,578	
Certificates of deposit	1,300,000	1,300,000	
 Total investments	 <u>\$ 707,434,884</u>	 <u>\$ 448,948,949</u>	 <u>\$ 258,485,935</u>

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. One of the ways that the City manages its credit risk is by purchasing investment securities that are rated AAA.

At June 30, 2021, the credit rating for each investment type was as follows:

	Reported Amount (Fair Value)	AAA or AA+	Not Required to be Rated	Unrated
U.S. Treasury securities	\$ 184,299,909	\$	\$ 184,299,909	\$
U.S. government-sponsored securities	120,746,426	120,746,426		
Money market mutual funds	64,257,971	64,257,971		
Local government investment pool	336,830,578			336,830,578
Certificates of deposit	<u>1,300,000</u>			<u>1,300,000</u>
Total investments	<u>\$ 707,434,884</u>	<u>\$ 185,004,397</u>	<u>\$ 184,299,909</u>	<u>\$ 338,130,578</u>

Custodial Credit Risk

For deposits, this is the risk that in the event of a bank failure, the entity's deposits may not be returned to it. Pursuant to NRS 356.005, local governments may deposit public money in any insured state or national bank, in any insured credit union or in any insured savings and loan association; however, the NRS does not specifically require collateral for demand deposits. The City's demand deposits were covered at year end by the Federal Depository Insurance Corporation (FDIC) up to \$250,000 for each financial institution with which the City has demand deposit accounts.

At June 30, 2021, the City's cash deposits in financial institutions was \$19,240,273 and the carrying value was \$16,687,845. The City's bank balance was either insured by the FDIC or fully collateralized in accordance with the NRS.

The City participates in a collateral pool for public deposits program administered by the State Treasurer. The program serves as an alternative method to allow financial institutions and local government agencies within the State to participate in a pooled collateralization of their deposits in an efficient and cost effective manner. The program provides for centralized reporting, processing and management of all pledged collateral through the State Treasurer's Office. The State Treasurer requires that acceptable securities pledged as collateral be maintained at 102% of those entities' deposits participating in the pool and that the pledged securities be held by a third party for the benefit of the State Treasurer.

For investments, this is the risk that, in the event of the failure of the counterparty to a transaction, the City will not be able to recover the value of its investments or collateral securities that are in the possession of the outside party. At year end, the City's investment pool and specific investments had no securities exposed to custodial credit risk.

At June 30, 2021, the City's individual investments in U.S. Treasuries, U.S. government-sponsored securities and federal agencies were held in the City's name either by the City's contracted external investment manager or the counterparty to the transaction's trust department.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer of securities.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Concentration of credit risk is the risk of loss attributed to the magnitude of the City's investment in a single issuer of securities.

Investments in any one investment type that represent 5% or more of total investments at June 30, 2021, were as follows:

	Percentage of Portfolio
Wells Fargo Bank - U.S. Treasury securities	15.52 %
New York Federal Reserve Bank - U.S. Treasury securities	10.53 %
Wells Fargo Bank - U.S. government-sponsored securities	12.67 %

Capital Assets

For the year ended June 30, 2021, capital asset activity was as follows:

	Balance July 1, 2020	Increases and transfers *	Decreases and transfers *	Transfers	Balance June 30, 2021
Governmental activities					
Capital assets not being depreciated or amortized					
Construction in progress	\$ 49,316,453	\$ 60,505,208	\$ (93,938)	\$ (41,029,541)	\$ 68,698,182
Land	<u>210,166,821</u>	<u>393,556</u>			<u>210,560,377</u>
Total capital assets not being depreciated or amortized	<u>259,483,274</u>	<u>60,898,764</u>	<u>(93,938)</u>	<u>(41,029,541)</u>	<u>279,258,559</u>
Capital assets being depreciated or amortized					
Buildings and building improvements	218,997,648	8,544		3,025,692	222,031,884
Improvements other than buildings	120,051,568	488,427		5,849,910	126,389,905
Infrastructure	1,347,447,054	19,530,989		32,153,939	1,399,131,982
Machinery, equipment and software	<u>100,597,400</u>	<u>3,086,638</u>	<u>(1,257,915)</u>		<u>102,426,123</u>
Total capital assets being depreciated or amortized	<u>1,787,093,670</u>	<u>23,114,598</u>	<u>(1,257,915)</u>	<u>41,029,541</u>	<u>1,849,979,894</u>
Accumulated depreciation and amortization					
Buildings and building improvements	(72,206,579)	(5,416,665)			(77,623,244)
Improvements other than buildings	(50,482,902)	(4,282,153)			(54,765,055)
Infrastructure	(563,966,112)	(41,288,778)			(605,254,890)
Machinery, equipment and software	<u>(83,163,253)</u>	<u>(3,603,377)</u>	<u>1,257,915</u>		<u>(85,508,715)</u>
Total accumulated depreciation and amortization	<u>(769,818,846)</u>	<u>(54,590,973)</u>	<u>1,257,915</u>		<u>(823,151,904)</u>
Total capital assets being depreciated or amortized, net	<u>1,017,274,824</u>	<u>(31,476,375)</u>		<u>41,029,541</u>	<u>1,026,827,990</u>
Total governmental activities	<u>\$ 1,276,758,098</u>	<u>\$ 29,422,389</u>	<u>\$ (93,938)</u>	<u>\$</u>	<u>\$ 1,306,086,549</u>

* Includes transfers from and to proprietary funds, if any.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

	Balance July 1, 2020	Increases and transfers *	Decreases and transfers *	Transfers	Balance June 30, 2021
Business-type activities					
Capital assets not being depreciated or amortized					
Construction in progress	\$ 44,385,631	\$ 18,745,626	\$	\$ (6,779,618)	\$ 56,351,639
Land	<u>3,527,757</u>	<u></u>	<u></u>	<u></u>	<u>3,527,757</u>
Total capital assets not being depreciated or amortized	<u>47,913,388</u>	<u>18,745,626</u>	<u></u>	<u>(6,779,618)</u>	<u>59,879,396</u>
Capital assets being depreciated or amortized					
Buildings and building improvements	95,489,888				95,489,888
Improvements other than buildings	67,131,277				67,131,277
Infrastructure	529,941,540	6,000,879		7,576,378	543,518,797
Machinery, equipment and software	<u>17,942,623</u>	<u>861,028</u>	<u>(339,801)</u>	<u>(796,760)</u>	<u>17,667,090</u>
Total capital assets being depreciated or amortized	<u>710,505,328</u>	<u>6,861,907</u>	<u>(339,801)</u>	<u>6,779,618</u>	<u>723,807,052</u>
Accumulated depreciation and amortization					
Buildings and building improvements	(24,180,139)	(2,553,354)			(26,733,493)
Improvements other than buildings	(33,434,041)	(1,664,903)			(35,098,944)
Infrastructure	(219,076,677)	(15,479,096)			(234,555,773)
Machinery, equipment and software	<u>(10,904,198)</u>	<u>(1,429,076)</u>	<u>339,801</u>	<u></u>	<u>(11,993,473)</u>
Total accumulated depreciation and amortization	<u>(287,595,055)</u>	<u>(21,126,429)</u>	<u>339,801</u>	<u></u>	<u>(308,381,683)</u>
Total capital assets being depreciated or amortized, net	<u>422,910,273</u>	<u>(14,264,522)</u>	<u></u>	<u>6,779,618</u>	<u>415,425,369</u>
Total business-type activities	<u>\$ 470,823,661</u>	<u>\$ 4,481,104</u>	<u>\$</u>	<u>\$</u>	<u>\$ 475,304,765</u>

* Includes transfers from and to governmental activities, if any.

For the year ended June 30, 2021, charges, by function, for depreciation expense were as follows:

Governmental activities	
General government	\$ 38,031,473
Judicial	63,981
Public safety	3,408,601
Public works	10,075,740
Culture and recreation	2,990,345
Community support	<u>20,833</u>
Total depreciation expense, governmental activities	<u>\$ 54,590,973</u>
Business-type activities	
Wastewater	\$ 14,355,423
Water	6,544,648
Municipal golf courses	<u>226,358</u>
Total depreciation expense, business-type activities	<u>\$ 21,126,429</u>

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Interfund Transfers

Transfers of unrestricted revenues collected in various funds are used to finance various programs and expenditures/expenses accounted for in other funds in accordance with budgetary authorization. For the year ended June 30, 2021, interfund transfers were as follows:

Transfer In Fund	Transfer Out Fund	Amount
General Fund	Wastewater Utility Enterprise Fund Water Utility Enterprise Fund Aggregate Other Governmental Funds	\$ 6,480,000 15,120,000 23,850
Special Purpose Revenue Special Revenue Fund	General Fund	14,000,000
Public Safety Projects Capital Projects Fund	General Fund Public Safety Tax Special Revenue Fund Special Purpose Revenue Special Revenue Fund	34,826 36,735 737,000
Aggregate Other Governmental Funds	General Fund Special Purpose Revenue Special Revenue Fund	10,870,126 8,499,442
Non-Major Enterprise Fund	General Fund	150,000
		\$ 55,951,979

During fiscal year 2013, the City transferred approximately \$24.0 million from the wastewater and water utility enterprise funds to the general fund as payment in lieu of taxes, franchise fees and general overhead charges. During the 76th legislative session in 2011, Nevada Assembly Bill 471, amending NRS 354.613, was passed requiring municipalities making such transfers to eliminate any amounts in excess of actual costs. Subsequently, during the 79th legislative session in 2017, Senate Bill 78 further amended NRS 354.613 by requiring the City on or before July 1, 2018, to adopt a plan reducing the subsidized transfers from an enterprise fund to the general fund by at least 3.3% each fiscal year during the term of the plan, which was approved by the Committee on Local Government Finance as June 30, 2048.

Long-term Liabilities

Internal service funds predominantly serve the governmental funds; accordingly, long-term liabilities for these funds are included in the following table as part of governmental activities.

Long-term liabilities activity for the year ended June 30, 2021, was as follows:

	Balance July 1, 2020	Increases	Decreases	Balance June 30, 2021	Due Within One Year
Governmental activities					
General obligation bonds					
\$17,090,000 2010 Building Projects medium-term refunding bonds due in annual installments beginning July 2013 through July 2020; interest is at 4.18%	\$ 2,595,000	\$	\$ (2,595,000)	\$	\$

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

	Balance July 1, 2020	Increases	Decreases	Balance June 30, 2021	Due Within One Year
\$27,070,000 2011 Building Projects refunding bonds due in annual installments beginning June 2016 through June 2036; interest varies between 3% and 5%	\$ 23,530,000		\$ (23,530,000)		\$
\$99,655,000 2018 Building Refunding bonds due in annual installments beginning June 2020 through June 2041; interest varies between 4% and 5%	97,955,000		(2,100,000)	95,855,000	2,400,000
\$20,255,000 2021 Refunding bonds due in annual installments beginning June 2022 through June 2036; interest varies between 2% and 5%		<u>20,255,000</u>		<u>20,255,000</u>	<u>1,055,000</u>
Total general obligation bonds	124,080,000	20,255,000	(28,225,000)	116,110,000	3,455,000
Unamortized bond premiums	4,869,792	2,788,220	(277,819)	7,380,193	
Unamortized bond discounts	(167,043)		167,043		
Compensated absences	35,711,735	16,481,251	(14,548,611)	37,644,375	3,671,346
Postemployment benefits other than pensions	40,183,111	61,735,477	(2,099,322)	99,819,266	
Net pension liability	<u>199,308,304</u>	<u>10,765,609</u>	<u>(9,017,580)</u>	<u>201,056,333</u>	
Total governmental activities	<u>403,985,899</u>	<u>112,025,557</u>	<u>(54,001,289)</u>	<u>462,010,167</u>	<u>7,126,346</u>
Business-type activities					
General obligation/pledged revenue bonds					
\$145,000,000 2010A Water/Wastewater improvement bonds (Build America Bonds) due in annual installments beginning June 2015 through June 2040; interest varies between 4.13% and 6.572%	138,835,000		(3,695,000)	135,140,000	3,845,000
\$55,430,000 2019 General obligation (Limited Tax) Wastewater reclamation system refunding bonds due in annual installments through June 2037; interest varies between 3% and 5%	<u>55,430,000</u>		<u>(1,985,000)</u>	<u>53,445,000</u>	<u>2,070,000</u>
Total general obligation/pledged revenue bonds	<u>194,265,000</u>		<u>(5,680,000)</u>	<u>188,585,000</u>	<u>5,915,000</u>

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

	Balance July 1, 2020	Increases	Decreases	Balance June 30, 2021	Due Within One Year
Direct borrowings					
\$49,997,958 2017A General obligation Wastewater Reclamation System Refunding bond due in semi-annual installments through July 2036; interest is at 2.21%	\$ 45,519,697	\$	\$ (2,314,041)	\$ 43,205,656	\$ 2,365,464
Maximum \$10,000,000 2018B General obligation (Limited Tax) Wastewater Reclamation System bonds due in semi-annual installments through June 2039; interest is at 2.13%	5,180,978	102,437		5,283,415	368,096
Maximum \$11,560,000 2018C General obligation (Limited Tax) Water bond due in semi-annual installments through June 2039; interest is at 2.13%	1,861,986	5,294,247		7,156,233	442,699
Maximum \$23,700,000 2018D General obligation (Limited Tax) Water/Wastewater bonds due in semi- annual installments through July 2039; interest is at 2.59%	<u>16,387,037</u>	<u>991,534</u>		<u>17,378,571</u>	<u>521,164</u>
Total direct borrowings	68,949,698	6,388,218	(2,314,041)	73,023,875	3,697,423
Unamortized bond premiums	4,611,990		(273,141)	4,338,849	
Compensated absences	4,052,088	1,060,844	(1,122,841)	3,990,091	389,143
Postemployment benefits other than pensions	3,272,285	6,210,937	(195,336)	9,287,886	
Net pension liability	<u>19,257,084</u>	<u>1,040,169</u>	<u>(2,203,053)</u>	<u>18,094,200</u>	
Total business-type activities	<u>294,408,145</u>	<u>14,700,168</u>	<u>(11,788,412)</u>	<u>297,319,901</u>	<u>10,001,566</u>
Total long-term liabilities	<u>\$ 698,394,044</u>	<u>\$ 126,725,725</u>	<u>\$ (65,789,701)</u>	<u>\$ 759,330,068</u>	<u>\$ 17,127,912</u>

Postemployment benefits other than pensions are liquidated through the self-insurance reserve internal service fund, which is funded by assessing a flat percentage to each fund based on the fund's gross salaries, plus a flat fee for each employee for health insurance.

Compensated absences and net pension liabilities are liquidated (paid) by the specific fund incurring the related payroll costs. These funds include the general fund, special purpose revenue, public safety tax, more cops sales tax, redevelopment agency, community development, parks and recreation support, municipal court, library district, public safety support, water utility, wastewater utility and motor equipment.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

It should be noted that the liability for compensated absences is reported in individual proprietary funds and in the government-wide financial statements; however, the City has provided a reserve in an internal service fund to ensure that funding for compensated absences will be available in future years when they become due and payable.

At June 30, 2021, annual debt service requirements to maturity were as follows:

For the Year Ended June 30,	Principal	Interest
Governmental activities		
General obligation bonds		
2022	\$ 3,455,000	\$ 4,898,100
2023	3,780,000	4,725,350
2024	3,975,000	4,536,350
2025	4,170,000	4,337,600
2026	4,380,000	4,129,100
2027 - 2031	25,355,000	17,175,950
2032 - 2036	31,220,000	11,313,000
2037 - 2041	39,775,000	4,897,600
2042 - 2046	<u> </u>	<u> </u>
Total general obligation bonds	<u>116,110,000</u>	<u>56,013,050</u>
Total governmental activities	<u>\$ 116,110,000</u>	<u>\$ 56,013,050</u>
Business-type activities		
General obligation/pledged revenue bonds		
2022	\$ 5,915,000	\$ 10,828,278
2023	6,165,000	10,506,690
2024	6,430,000	10,165,560
2025	6,710,000	9,803,625
2026	7,015,000	9,419,486
2027 - 2031	40,095,000	40,380,277
2032 - 2036	52,765,000	28,100,327
2037 - 2041	63,490,000	10,740,819
2042 - 2046	<u> </u>	<u> </u>
Total general obligation/pledged revenue bonds	<u>188,585,000</u>	<u>129,945,062</u>
Direct borrowings		
2022	3,697,423	1,823,200
2023	4,524,960	1,935,689
2024	4,628,734	1,744,826
2025	4,734,902	1,546,231
2026	4,843,519	1,339,548
2027 - 2031	25,936,647	3,735,933
2032 - 2036	<u>24,657,690</u>	<u>1,175,956</u>
Total direct borrowings	<u>73,023,875</u>	<u>13,301,383</u>
Total business-type activities	<u>\$ 261,608,875</u>	<u>\$ 143,246,445</u>

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

New Debt Obligations

On February 3, 2021, the City issued \$20,255,000 in current refunding bonds at interest rates ranging from 2% to 5%. The proceeds were used for the purpose of paying and discharging the 2011 Building Projects refunding bonds maturing on June 1, 2036. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the government-wide Statement of Net Position. The net reacquisition price of the old debt exceeded the net carrying amount of the new debt by \$10,317,551. This amount is being amortized over the remaining life of the new debt. The refunding resulted in a decrease in total debt service payments over the next 20 years of \$6.4 million and the City realized an economic gain (present value savings) of approximately \$5.8 million.

Pledged Revenue - General Obligation Tax Supported Bonds

These bonds are general obligation bonds additionally secured by a pledge of up to 15% of the consolidated taxes allocable to the City. For the fiscal year ended June 30, 2021, the City collected \$65,822,167 in consolidated tax revenue, corresponding to \$9,873,325 used to retire \$3,220,000 and \$4,960,379 in principal and interest payments, respectively. These bonds also constitute direct and general obligations of the City and the full faith and credit of the City is pledged for the payment of principal and interest. The following is a summary of these bonds:

- Building Refunding Bonds, Series 2018, with pledged revenue through June 1, 2041.
- Refunding Bonds, Series 2021, with pledged revenue through June 1, 2036.

Pledged Revenue - General Obligation Water and Wastewater Supported Bonds

These bonds are general obligations bonds additionally secured with pledged revenue from the City's water and wastewater utility funds. The pledged revenue consists of all revenue received from the sale and distribution of water, as well as the collection and processing of wastewater. Other pledged revenue includes connection and construction fees, fines and forfeitures and interest earnings. For the year ended June 30, 2021, the City collected \$147,892,632 in water and wastewater pledged revenues used to retire \$7,994,041 and \$12,538,929 in principal and interest payments, respectively. These bonds also constitute direct and general obligations of the City and the full faith and credit of the City is pledged for the payment of principal and interest. The following is a summary of these bonds:

- Water and Wastewater Improvement Bonds (BABs), series 2010A, with pledged revenue through June 1, 2040.
- Wastewater Reclamation System Refunding Bond, series 2017A, with pledged revenue through July 1, 2036.
- Wastewater Reclamation System Bond, series 2018B, with pledged revenue through January 1, 2039.
- Water Bond, series 2018C, with pledged revenue through January 1, 2039.
- Water Bond, series 2018C, with pledged revenue through July 1, 2039.
- Wastewater Reclamation System Refunding Bonds, series 2019, with pledged revenue through June 1, 2037.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Debt Covenants and Legal Debt Margin

Certain long-term liabilities are subject to restrictive debt covenants and the amount of long-term general obligation debt that can be incurred by the City is limited to \$1,641,102,768 (20% of total assessed property values) by the NRS. Management believes the City to be in compliance with all applicable limitations and restrictions.

Arbitrage Rebate Requirement

The Federal Tax Reform Act of 1986 imposes a rebate requirement with respect to certain long-term debt obligations. Under this Act, an arbitrage amount may be required to be rebated to the United States Treasury for interest on the bonds to qualify for exclusion from gross income for federal income tax purposes. Rebatable arbitrage is computed as of each installment computation date. The arbitrage rebate calculation as of the most recent such date indicates that no amount is due. Future calculations might result in adjustments to this determination.

Special Assessment Debt

The City has issued various special assessments bonds, the proceeds of which have been used to fund specific infrastructure improvements. These bonds do not constitute debt of the City within the meaning of any constitutional or statutory provision or limitation, are not considered a general obligation of the City, and are considered special obligations payable solely from assessments levied in the special assessment districts. Furthermore, the City is not secondarily liable in the case of payment deficiencies. The City uses a fiduciary (agency) fund to account for special assessment revenue collections and repayment of the related debt.

The amount of the refunding and the outstanding balance at June 30, 2021, that is accounted for in a fiduciary (custodial) fund follows:

	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Amount</u>	<u>Balance June 30, 2021</u>
2016 Special Assessment District 60 (Aliante Development)	June 1, 2016 - December 1, 2022	2.0% to 2.25%	\$ 14,015,000	\$ 3,140,000
2017 Special Assessment District 65 (Northern Beltway Commercial Area)	December 1, 2018 - 2047	2.5% to 3.25%	17,180,000	12,735,000
2019 Special Assessment District 64 (Valley Vista)	June 1, 2021 - 2049	3.5% - 4.625%	<u>33,935,000</u>	<u>32,415,000</u>
			<u>\$ 65,130,000</u>	<u>\$ 48,290,000</u>

Segment Information

The City has issued long-term debt (in some cases revenue supported) to finance the improvement, acquisition or construction of wastewater and water utility system capital assets. This debt has historically been paid from the revenues of the City's wastewater and water utility funds. The financial position, results of operations and cash flows of these enterprise funds are presented separately in the accompanying proprietary fund financial statements and no additional segment information disclosure is considered necessary.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Note 4. Other Information

Construction and Other Commitments

The City has active construction projects as of June 30, 2021. These projects include public safety projects associated with the installation of or upgrade to traffic signals in developing areas; the design, acquisition, construction and improvements of and to various streets and roadways within the City limits; capital improvements associated with parks and recreation buildings and facilities; flood control projects and improvements and general government capital improvement projects.

At June 30, 2021 the City's construction and other significant commitments were as follows:

	<u>Remaining Commitment</u>
Aggregate other governmental funds	\$ 12,435,941
Wastewater Utility	4,560,908
Water Utility	3,614,119
Public Safety Projects	2,124,937
Special Purpose Special Revenue	938,089
General Fund	202,698
Public Safety Tax	<u>47,054</u>
	<u>\$ 23,923,746</u>

Litigation

In the ordinary course of its operations, claims are filed against the City including, but not limited to those arising from alleged improper actions by employees, police actions and negligence. City management intends to vigorously defend each claim and, although, total damages claimed are substantial, believes that most of these claims will settle for substantially less than the claimed amount, may be partially offset by payments from the City's liability insurance policies, as discussed below under "Risk Management," and will not result in any material adverse future effect on the City's financial position, results of operation, or cash flows.

The City does not accrue for estimated future legal and defense costs, if any, to be incurred in connection with outstanding or threatened litigation and other disputed matters but, rather, records such as period costs when the services are rendered.

Risk Management

The City's operating activities are concentrated in the Las Vegas, Nevada metropolitan area; and, therefore, realization of the City's receivables and its future operations could be affected by an adverse change in the economic conditions in the area.

The City is exposed to various risks of losses related to torts; theft of, damage to, or destruction of assets; errors and omissions; injuries to employees; and natural disasters. For these and other risks, the City established the self-insurance internal service fund and purchases commercial insurance coverage for claims in excess of the coverage provided by the self-insurance internal service fund and for other insurable risks of loss. Settled claims have not exceeded this commercial insurance coverage in any of the past three years.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Self-insurance Internal Service Fund

The City reports activity related to liability insurance, workers' compensation and postemployment benefits other than pensions in the self-insurance internal service fund.

Liability insurance - The City maintains its self-insurance fund to cover all liability and property damage claims made or occurring prior to securing its excess liability policy. NRS 41.035 caps the City's tort liability at \$100,000 per claim for causes of action that occurred on or after October 1, 2011. These caps do not apply to civil rights claims against the City in either State or Federal courts.

Workers' compensation - The City maintains a self-insurance fund related to workers' compensation claims. Self-insurance is in effect up to an individual self-insured retention (SIR) amount of \$5,000,000 for police and fire job classifications and \$2,000,000 per claim for other all employees. The City maintains coverage from private insurers for losses in excess of the stop-loss amount up to \$1,000,000 per accident.

For the fiscal years ended June 30, 2020 and 2021, changes in claims liability amounts were as follows:

	Claims Liability, Beginning Balance	Claims Incurred and Changes in Estimate	Claims Paid	Claims Liability, Ending Balance
For the year ended June 30, 2020				
Liability insurance	\$ 850,531	\$ 2,443,440	\$ (2,574,439)	\$ 719,532
Worker's compensation	21,181,829	3,637,394	(3,059,724)	21,759,499
Unemployment compensation and employee separation leave benefits		6,788,190	(6,788,190)	
	\$ 22,032,360	\$ 12,869,024	\$ (12,422,353)	\$ 22,479,031
For the year ended June 30, 2021				
Liability insurance	\$ 719,532	\$ 577,101	\$ (796,633)	\$ 500,000
Worker's compensation	21,759,499	5,320,842	(2,530,204)	24,550,137
Unemployment compensation and employee separation leave benefits		3,689,951	(3,689,951)	
	\$ 22,479,031	\$ 9,587,894	\$ (7,016,788)	\$ 25,050,137

Multiple-Employer Cost-Sharing Defined Benefit Pension Plan

The City's employees are covered by the Public Employees' Retirement System of Nevada (PERS), which was established by the Nevada Legislature in 1947, effective July 1, 1948, and is governed by the Public Employees Retirement Board (the PERS Board) whose seven members are appointed by the governor. The City does not exercise any control over PERS.

PERS is a cost-sharing, multiple-employer, defined benefit public employees' retirement system which includes both regular and police/fire members. PERS is administered to provide a reasonable base income to qualified employees who have been employed by a public employer and whose earnings capacities have been removed or substantially impaired by age or disability.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Benefits, as required by NRS, are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering the system on or after January 1, 2010. Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed as 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering the system on or after January 1, 2010, there is a 2.5% multiplier for all years of service. Regular members entering PERS on or after July 1, 2015, have a 2.25% multiplier. PERS offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death.

Post-retirement increases are provided by authority of NRS 286.575 - .579, which for members entering the system before January 1, 2010, is equal to the lesser of:

- 1) 2% per year following the third anniversary of the commencement of benefits, 3% per year following the sixth anniversary, 3.5% per year following the ninth anniversary, 4% per year following the twelfth anniversary and 5% per year following the fourteenth anniversary, or
- 2) The average percentage increase in the Consumer Price Index (or other PERS Board approved index) for the three preceding years.

In any event, a member's benefit must be increased by the percentages in paragraph 1, above, if the benefit of a member has not been increased at a rate greater than or equal to the average of the Consumer Price Index (All Items) (or other PERS Board approved index) for the period between retirement and the date of increase.

For members entering the system on or after January 1, 2010, and before July 1, 2015, the post-retirement increases are the same as above, except that the increases do not exceed 4% per year. For members with an effective date of membership on or after July 1, 2015, the post-retirement increases are 2% per year following the third anniversary of the commencement of benefits, 2.5% per year following the sixth anniversary, the lesser of 3% or the CPI for the preceding calendar year following the ninth anniversary.

Regular members are eligible for retirement at age 65 with five years of service, at age 60 with 10 years of service, or at any age with thirty years of service. Regular members entering the System on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 62 with 10 years of service, or any age with thirty years of service. Regular members entering the System on or after July 1, 2015, are eligible for retirement at age 65 with five years of service, at age 62 with ten years of service, at age 55 with 30 years of service, or at any age with 33 1/3 years of service.

Police/fire members are eligible for retirement at age 65 with five years of service, at age 55 with ten years of service, at age 50 with twenty years of service, or at any age with twenty-five years of service. Police/fire members entering the system on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, or at age 50 with twenty years of service, or at any age with thirty years of service. Police/fire members entering the system on or after July 1, 2015, are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, at age 50 with twenty years of service, or at any age with 33 1/3 years of service. Only service performed in a position as a police officer or firefighter may be counted toward the eligibility for retirement as police/fire accredited service.

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CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

The normal ceiling limitation on the monthly benefit allowances is 75% of average compensation. However, a member who has an effective date of membership before July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Both regular and police/fire members become fully vested as to benefits upon completion of five years of service.

The authority for establishing and amending the obligation to make contributions and member contribution rates rests with NRS. New hires, in agencies which did not elect the Employer Pay Contribution (EPC) plan prior to July 1, 1983, have the option of selecting one of two contribution plans. One plan provides for matching employee and employer contributions, while the other plan provides for employer pay contributions only. Under the matching Employee/Employer Contribution plan a member may, upon termination of service for which contribution is required, withdraw employee contributions which have been credited to their account. All membership rights and active service credit in the System are canceled upon withdrawal of contributions from the member's account. If EPC was elected, the member cannot convert to the Employee/Employer Contribution plan. The City elected the EPC plan prior to July 1, 1983.

The PERS basic funding policy provides for periodic contributions at a level pattern of cost as a percentage of salary throughout an employee's working lifetime in order to accumulate sufficient assets to pay benefits when due.

PERS receives an actuarial valuation on an annual basis for determining the prospective funding contribution rates required to fund the system on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by NRS. These statutory rates are increased/decreased pursuant to NRS 286.421 and 286.450. The actuarial funding method used is the entry age normal cost method. It is intended to meet the funding objective and result in a relatively level long-term contributions requirement as a percentage of salary.

Effective July 1, 2019, the required employer/employee match rates increased to 15.25% for regular and 22.00% for police/fire members. The EPC rates also increased to 29.25% for regular and 42.50% for police/fire members.

PERS issues a publicly available Annual Comprehensive Financial Report that includes financial statements and required supplemental information. This report is available on the PERS website, www.nvpers.org under publications.

PERS collective net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. For this purpose, certain actuarial valuation assumptions are stipulated by GASB and may vary from those used to determine the prospective funding contribution rates.

The total PERS pension liability was determined using the following actuarial assumptions (based on the results of an experience review completed in October 2017), applied to all periods included in the measurement:

Actuarial valuation date	June 30, 2020
Inflation rate	2.75%
Payroll growth	5%, including inflation
Investment rate of return	7.50%
Discount rate	7.50%
Productivity pay increase	0.50%
Actuarial cost method	Entry age normal and level percentage of payroll
Projected salary increases	Regular: 4.25% to 9.15% based on years of service Police/Fire: 4.55% to 13.90%, depending on service Rates include inflation and productivity increases

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

At June 30, 2020, assumed mortality rates and projected life expectancies for selected ages were as follows:

<u>Age</u>	<u>Mortality Rates</u>		<u>Expected Years of Life Remaining</u>	
	<u>Males</u>	<u>Females</u>	<u>Males</u>	<u>Females</u>
40	0.20 %	0.14 %	40.4	43.6
50	0.49 %	0.38 %	31.4	34.5
60	0.90 %	0.59 %	23.2	25.9
70	1.81 %	1.26 %	15.6	17.7
80	4.55 %	3.42 %	9.1	10.5

These mortality rates and projected life expectancies are based on the following:

Pre-Retirement - Headcount-Weighted RP-2014 Employee Table, projected to 2020 with Scale MP-2016

Healthy - Headcount-Weighted RP-2014 Healthy Annuitant Table projected to 2020 with Scale MP-2016, set forward one year for spouses and beneficiaries.

For ages less than 50 (the RP-2014 Healthy Annuitant Mortality Tables have rates only for ages 50 and later), mortality rates are based on the Headcount-Weighted RP-2014 Employee Mortality Tables. Those mortality rates are adjusted by the ratio of the mortality rate for healthy annuitants at age 50 to the mortality rate for employees at age 50. The mortality rates are then projected to 2020 with Scale MP-2016.

Disabled - Headcount-Weighted RP-2014 Disabled Retiree Table, set forward four years.

The RP-2014 Headcount-Weighted Mortality Tables, set forward one year for spouses and beneficiaries, reasonably reflect the projected mortality experience of the Plan as of the measurement date. The additional projection of 6 years is a provision made for future mortality improvement.

The policies of PERS that determine the investment portfolio target asset allocation are established by the PERS Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of PERS. The following target asset allocation policy was adopted as of June 30, 2020:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-term Geometric Expected Real Rate of Return *</u>
U.S. stocks	42 %	5.50 %
International stocks	18 %	5.50 %
U.S. bonds	28 %	0.75 %
Private markets**	12 %	6.65 %

* These geometric return rates are combined to produce the long-term expected rate of return by adding the long-term expected inflation rate of 3.5%."

** As of June 30, 2020, the Private Markets allocation includes 6.0% private real estate and 6.0% private equity.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

The discount rate used to measure the total pension liability was 7.5% as of June 30, 2020 and 2019. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified by NRS. Based on that assumption, the PERS fiduciary net position at June 30, 2020 was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments (7.5%) was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2020.

The City's proportionate share of the net pension liability at June 30, 2020, calculated using the selected discount rate of 7.5%, as well as what the City's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current discount rate was as follows:

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
Net pension liability	\$ 341,790,164	\$ 219,150,533	\$ 117,184,797

Detailed information about PERS fiduciary net position is available in the PERS Annual Comprehensive Financial Report, available on the PERS website, www.nvpers.org under publications. PERS fiduciary net position and additions to/deductions from it have been determined on the same basis used in the PERS Annual Comprehensive Financial Report. PERS financial statements are prepared in accordance with accounting principles generally accepted in the United States of America applicable to governmental accounting for fiduciary funds. Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportionate share (amount) of the collective net pension liability was \$219,150,533, which represents 1.57341% of the collective net pension liability, and a decrease of 0.02945% from the City's proportionate share as of June 30, 2019. Contributions for employer pay dates within the fiscal year ended June 30, 2020, were used as the basis for determining each employer's proportionate share. Each employer's proportion of the net pension liability is based on their combined employer and member contributions relative to the total combined employer and member contributions for all employers for the period ended June 30, 2020.

For the period ending on the actuarial valuation date, the City's pension expense was \$11,805,778 and its reported deferred outflows and inflows of resources related to pensions as of June 30, 2021, were as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 6,808,856	\$ 2,829,766
Changes of assumptions	6,155,702	
Net difference between projected and actual earnings on investments		8,278,581
Changes in proportion and differences between actual contributions and proportionate share of contributions	4,387,357	16,316,284
Contributions made subsequent to the measurement date	17,293,157	
	\$ 34,645,072	\$ 27,424,631

At the actuarial valuation date, the average expected remaining service life was 6.13 years.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date totaling \$17,293,157 will be recognized as a reduction of the net pension liability in the fiscal year ending June 30, 2022. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

<u>For the Year Ended June 30,</u>		
2022	\$	(5,411,265)
2023		(221,842)
2024		45,192
2025		(552,884)
2026		(1,747,017)
Thereafter		<u>(2,184,899)</u>
	\$	<u><u>(10,072,715)</u></u>

Changes in the City's net pension liability related to PERS is as follows:

Net pension liability, beginning of year	\$	218,565,388
Pension expense		11,805,778
Employer contributions		(16,396,960)
Net new deferred inflows and outflows of resources		<u>5,176,327</u>
Net pension liability, end of year	\$	<u><u>219,150,533</u></u>

Accrued salaries and benefits as of June 30, 2021 includes \$3,315,415 payable to PERS for required contributions relating to the last month of that fiscal year.

Teamsters Security Fund for Southern Nevada

The City participates in the Teamsters Security Fund for Southern Nevada, a cost-sharing multiple-employer defined benefit plan that covers the City's International Brotherhood of Teamsters employees (the Teamsters Plan).

The Teamsters Plan is available to active and retired employees represented by the International Brotherhood of Teamsters and is a preferred provider organization (PPO) and administered by Zenith Administrators, Inc. The Teamsters Plan is a welfare benefit plan that provides hospital, medical, prescription, dental, vision, life and accidental death and dismemberment insurance. Financial statements for the Teamsters Plan can be obtained by writing Zenith Administrators, Inc., 101 Convention Center Drive, Suite 600, Las Vegas, Nevada, 89109 or Teamsters Local Union 14, Teamsters Security Fund for Southern Nevada, 1250 S. Burnham Avenue, Las Vegas, Nevada, 89104.

The Teamsters Plan is financed by employer contributions pursuant to collective bargaining agreements, interest earned on the investment of reserve funds and through voluntary contributions of participants to retain eligibility. For the year ended June 30, 2021, the City contributed \$950 per month for each active employee represented by the International Brotherhood of Teamsters.

No contributing employer has liability, directly or indirectly, to provide the benefits established under the Teamsters Plan beyond the obligation to make contributions as stipulated in the respective collective bargaining agreement. The Teamsters Plan clearly states that benefits are not guaranteed to always be available and that events may occur that force the trustees of the Teamsters Plan to change, reduce and/or eliminate the Teamsters Plan altogether.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

The number of eligible employees, annual covered payroll and amounts contributed were as follows:

<u>For the Year Ended June 30,</u>	<u>Number of Eligible Employees</u>	<u>Annual Covered Payroll</u>	<u>Required Contribution and Amount Contributed</u>
2020	510	\$ 37,991,479	\$ 5,295,600
2021	503	37,673,990	5,238,043

International Associations of Fire Fighters

Effective August 1, 2012, the City's fire department employees began participating in a benefit plan administered by the North Las Vegas Fire Fighters Union Health and Welfare Trust (the "Fire Fighters Trust"). The City has no liability, directly or indirectly, to fund future benefits to participants in the plan beyond the obligation to make contributions as stipulated in the respective bargaining agreements. However, the defined contribution plan is treated like a defined benefit plan for accounting purposes because costs are not shared among multiple employers and contributions received by the Fire Fighters Trust are not assigned solely to, and for the benefit of, active employees.

Plan benefits include medical, prescription, dental and vision coverage for its participants. Financial statements for the plan can be obtained by writing North Las Vegas Fire Fighters Union Health and Welfare Trust, 11700 West Charleston Boulevard, Suite 170-182, Las Vegas, NV 89135.

For the year ended June 30, 2021, the City contributed \$1,100 per month for each active employee represented by the Fire Fighters Trust.

The number of eligible employees, annual covered payroll and amounts contributed were as follows:

<u>For the Year Ended June 30,</u>	<u>Number of Eligible Employees</u>	<u>Annual Covered Payroll</u>	<u>Required Contribution and Amount Contributed</u>
2020	171	\$ 20,777,798	\$ 2,287,416
2021	176	19,729,359	2,289,100

Postemployment Benefits Other Than Pensions (OPEB)

Aggregate Balances

At June 30, 2021, the City's aggregate OPEB plan balances were as follows:

<u>Benefit Program</u>	<u>Public Employee</u>	<u>City of North Las Vegas Health Care Plan</u>	<u>City of North Las Vegas IAFF Plan</u>	<u>Aggregate Total</u>
Net OPEB assets administered through a qualifying trust	None	None	None	None
Net unamortized deferred outflows of resources related to OPEB	\$ 8,397,345	\$ 57,963,550	\$ 2,914,142	\$ 60,877,692
Total OPEB liability	8,397,345	89,862,662	10,847,145	109,107,152
Net unamortized deferred inflows of resources related to OPEB			1,283,061	1,283,061
OPEB expense	(162,760)	9,190,917	1,086,533	10,114,690

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Plan Information

In accordance with NRS, the City provides other postemployment benefits to eligible retirees through the following plans:

The City of North Las Vegas Plan (Healthcare Plan), which offers two plan options, a fully-insured health maintenance organization (HMO) plan or UnitedHealthcare, which is a self-insured tiered preferred provider organization (PPO).

The Nevada Public Employee Benefit Program (PEBP), an agent multiple-employer defined benefit plan, administered by a ten member governing board appointed by the Governor, including an Executive Officer who directs the program and serves at the pleasure of the Board.

Both plans provide healthcare, prescription, dental, vision and life insurance benefits. Eligible pre-Medicare retirees that are not eligible for PEBP, can receive coverage through the Healthcare Plan. Eligibility and contribution requirements for the Healthcare Plan and the Life Insurance are established by and may be amended by the City Council. Only employees covered under the PEBP receive subsidy from the City. Premiums for City offered life and health insurance, except PEBP are paid by retirees. The City is responsible for health claims for retired unrepresented and police employees based on the retiree's choice of plan.

PEBP issues a publicly available financial report that includes financial statements and required supplemental information. This report may be obtained by writing or calling the following:

Public Employee Benefit Plan
901 South Stewart Street, Suite 101
Carson City, NV 89701
(775) 684-7000

The City Plan does not issue a separate financial report; however, additional information may be obtained by writing or calling the following:

City of North Las Vegas
Finance Department
2250 North Las Vegas Boulevard
North Las Vegas, NV 89030
(702) 633-1000

PEBP eligibility and subsidy requirements are governed by the NRS and can only be amended through legislation. In 2008, the NRS were amended and as a result of this amendment, the number of retirees for whom the City is obligated to provide postemployment benefits is limited to eligible employees who retired from City service prior to December 1, 2008. No future retirees are eligible for this benefit.

The City is required to provide a subsidy, based on years of service for a closed group of its retirees that have enrolled in PEBP. The subsidy is paid on a pay-as-you-go basis and is set by the State Legislature. In fiscal year 2021, the maximum subsidy paid per participant was \$753 per month.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

Benefit provisions for the City Plan are established pursuant to NRS 287 and amended by the City's eight member Insurance Committee, which includes representation from the various participating employee groups. Eligible retirees are able to participate in the plan at the same rates as active employees.

The City's Insurance Committee reviews and determines the plan contribution requirements and the plan options. Contribution amounts differ depending on the selected plan and range from \$1,298 to \$1,339 per month. Retiree loss experience is pooled with active employee loss experience for the purpose of setting rates and the difference between the true claims cost and the blended rate creates an implicit rate subsidy from the City.

At June 30, 2021, employees covered by OPEB benefit terms consisted of:

	Public Employee Benefit Program	City of North Las Vegas Health Care Plan	City of North Las Vegas IAFF Plan	Aggregate Total
Active members		409	167	576
Inactive employees currently receiving benefit payments	146	148	23	317
Inactive employees entitled to, but not yet receiving benefit payments		48	6	54
	146	605	196	947

Assumptions and Other Inputs

The total OPEB liability was determined using the following actuarial assumptions (based on the results of an experience review completed in 2019), applied to all periods included in the measurement:

Actuarial valuation date	June 30, 2021
Measurement date	June 30, 2021
Inflation rate	2.5% per annum
Salary changes	City Plan 3.00% per annum (PEBP is a closed plan)
Discount rate	2.18% per annum as of June 30, 2021
Discount rate source	S&P General Obligation Municipal Bond AA 20 Year Maturity Yield
Postemployment benefit changes	None
Benefit-related costs shared with inactive employees	Required to contribute 100% of premium equivalent rates
Actuarial cost method	Entry Age Normal based on level percentage of projected salary
Healthcare cost trend rates	5.7% in 2022, step down to 4.0% by 2076

Mortality rates are based on the Headcount-Weighted RP-2014 Employee Table and applied on a gender-specific basis.

Changes in the assumptions and other inputs that affected the measurement of the City's total OPEB liability during the period ended June 30, 2021, were as follows:

Discount rates for the years ended June 30, 2021 and 2020 were 2.18% and 2.66%, respectively.

Inflation rates for the years ended June 30, 2021 and 2020 were 2.50% and 2.75%, respectively.

Salary increases for the years ended June 30, 2021 and 2020 were 3.00% and 4.00%, respectively.

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

There were no changes in OPEB benefit terms that affected the measurement of the City's total OPEB liability during the period ended June 30, 2021.

The City's total OPEB liability at June 30, 2021, calculated using the discount rate of 2.18%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1.00% lower (1.18%) or 1.00% higher (3.18%) than the current discount rate was as follows:

	1% Decrease in Discount Rate	Discount Rate	1% Increase in Discount Rate
Public Employee Benefit Program	\$ 9,525,413	\$ 8,397,345	\$ 7,469,394
City of North Las Vegas Health Care Plan	<u>120,265,167</u>	<u>100,709,807</u>	<u>85,560,147</u>
	<u>\$ 129,790,580</u>	<u>\$ 109,107,152</u>	<u>\$ 93,029,541</u>

The City's total OPEB liability at June 30, 2021, calculated using the healthcare trend rate of 5.7% decreasing to 4.0%, as well as what the City's total OPEB liability would be if it were calculated using a healthcare trend rate that is 1.00% lower (4.7% decreasing to 3.0%) or 1.00% higher (6.7% decreasing to 5.0%) than the current healthcare trend rate was as follows:

	1% Decrease in Healthcare Trend Rate	Healthcare Trend Rate	1% Increase in Healthcare Trend Rate
Public Employee Benefit Program	\$ 7,518,353	\$ 8,397,345	\$ 9,438,373
City of North Las Vegas Health Care Plan	<u>83,894,236</u>	<u>100,709,807</u>	<u>122,785,377</u>
	<u>\$ 91,412,589</u>	<u>\$ 109,107,152</u>	<u>\$ 132,223,750</u>

At June 30, 2021, changes in the City's total OPEB liability were as follows:

	Public Employee Benefit Program	City of North Las Vegas Health Care Plan	City of North Las Vegas IAFF Plan	Aggregate Total
Service cost	\$	\$ 1,497,781	\$ 623,025	\$ 2,120,806
Interest on total OPEB liability	233,783	689,168	258,857	1,181,808
Changes in benefit terms				
Differences between expected and actual experience	(878,193)	46,297,081	(1,337,502)	44,081,386
Changes of assumptions or other inputs	481,650	17,799,124	2,281,640	20,562,414
Benefit payments	<u>(457,423)</u>	<u>(1,662,581)</u>	<u>(174,654)</u>	<u>(2,294,658)</u>
Net change in total OPEB liability	(620,183)	64,620,573	1,651,366	65,651,756
Total OPEB liability, beginning of year	9,017,528	25,242,089	9,195,779	43,455,396
Total OPEB liability, end of year	<u>\$ 8,397,345</u>	<u>\$ 89,862,662</u>	<u>\$ 10,847,145</u>	<u>\$ 109,107,152</u>

For the period ended June 30, 2021, the City's OPEB expense was \$7,820,032 and its reported deferred outflows and inflows of resources related to the City's OPEB Plan as of June 30, 2021, were as follows:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 38,921,058	\$ 1,283,061
Changes of assumptions and other inputs	<u>21,956,634</u>	
	<u>\$ 60,877,692</u>	<u>\$ 1,283,061</u>

(Continued)

CITY OF NORTH LAS VEGAS

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2021

There were no deferred outflows or inflows of resources related to the PEBP plan.

Other amounts reported as deferred outflow of resources related to OPEB will be recognized in employee benefit expense as follows:

For the Year Ended June 30,

2022	\$	7,208,619
2023		7,208,619
2024		7,208,619
2025		7,208,619
2026		7,208,619
Thereafter		23,551,536

Fiscal Stabilization

In the current fiscal year, the City Council through Resolution transferred \$14 million from the General Fund to the Financial Stabilization Fund in accordance with NRS 354.6115. The purpose is to provide for the stabilization of operations during periods of economic downturn, or for the mitigation of the effects of disasters. The ending fund balance in the Financial Stabilization Fund at June 30, 2021 was \$14 million.

COVID-19 and CARES Act

In March 2020, the World Health Organization declared the COVID-19 outbreak to be a pandemic, and states of emergency were declared by the City, the State of Nevada, and the United States. The spread of the novel strain of coronavirus referred to as the COVID-19 pandemic (“the Pandemic”) has had a significant impact throughout the world, including within Southern Nevada and the City of North Las Vegas.

The full impact of the Pandemic continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the Pandemic will have on the City's financial condition, liquidity, and future results of operations. The City's management is actively monitoring the impact of the global situation on its financial condition, liquidity, operations, suppliers, industry, and workforce. With the large-scale vaccination efforts in the United States underway and the reopening of businesses, there is a strong sense of optimism that the negative economic impacts will be short-lived. Providing additional optimism has been the unprecedented fiscal stimulus provided by the Federal Government over the last year. The City has received funding from various portions of these stimulus, including the Coronavirus Aid, Relief, and Economic Security Act (CARES), the Coronavirus State and Local Fiscal Recovery Funds Program (SLFRF), and the Emergency Rental Assistance Program (ERAP).

**REQUIRED SUPPLEMENTARY
INFORMATION**

CITY OF NORTH LAS VEGAS

POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY FOR THE YEAR ENDED JUNE 30, 2021 AND LAST NINE FISCAL YEARS¹

	Service Cost	Interest on Total OPEB Liability	Changes in Benefit Terms	Differences Between Expected and Actual Experience	Changes in Assumptions or Other Inputs	Benefit Payments	Net Change in Total OPEB Liability	Total OPEB Liability, Beginning of Year	Total OPEB Liability, End of Year	Covered Employee Payroll	Total OPEB Liability, End of Year as a Percentage of Covered Employee Payroll
Public Employee Benefit Program											
2018	\$	\$ 238,980			\$ 180,283	\$ (488,298)	\$ (69,035)	\$ 7,879,288	\$ 7,810,253	\$ 2	2
2019		557,813	221,008		1,050,613	(482,946)	1,346,488	7,810,253	9,156,741	2	2
2020		248,200			133,929	(521,342)	(139,213)	9,156,741	9,017,528	2	2
2021		233,783		(878,193)	481,650	(457,423)	(620,183)	9,017,528	8,397,345	2	2
City of North Las Vegas Health Care Plan³											
2018	1,047,145	647,678			676,955	(373,707)	1,998,071	19,832,297	21,830,368	42,870,471	50.92 %
2019	1,145,037	664,421		(3,606,797)	3,888,306	(442,539)	1,648,428	21,830,368	23,478,796	37,926,799	61.91 %
2020	1,354,969	685,999			214,291	(491,966)	1,763,293	23,478,796	25,242,089	37,991,479	66.44 %
2021	1,497,781	689,168		46,297,081	17,799,124	(1,662,581)	64,620,573	25,242,089	89,862,662	37,673,990	238.53 %
City of North Las Vegas IAFF Plan³											
2018	496,874	203,632			142,113	(43,288)	799,331	6,030,587	6,829,918	18,279,743	37.36 %
2019	537,808	214,200		(114,161)	964,534	(64,222)	1,538,159	6,829,918	8,368,077	20,192,120	41.44 %
2020	584,406	248,037			119,770	(124,511)	827,702	8,368,077	9,195,779	20,777,798	44.26 %
2021	623,025	258,857		(1,337,502)	2,281,640	(174,654)	1,651,366	9,195,779	10,847,145	19,729,359	54.98 %

1. Information for Postemployment Benefits Other Than Pension is not available for years prior to the year ended June 30, 2018. As additional information becomes available, this schedule will ultimately present information for the ten most recent fiscal years.

2. The Public Employee Benefit Program is a closed plan; and therefore, there are no current covered employees.

3. No assets have been placed in a trust.

CITY OF NORTH LAS VEGAS

MULTIPLE-EMPLOYER COST-SHARING DEFINED BENEFIT PENSION PLAN PROPORTIONATE SHARE OF THE COLLECTIVE NET PENSION LIABILITY INFORMATION FOR THE MEASUREMENT YEAR ENDED JUNE 30, 2020 AND LAST NINE FISCAL YEARS¹

<u>For the Measurement Year Ended June 30,</u>	<u>Proportion of the Collective Net Pension Liability</u>	<u>Proportion of the Collective Net Pension Liability</u>	<u>Covered Payroll</u>	<u>Proportion of the Collective Net Pension Liability as a Percentage of Covered Payroll</u>	<u>PERS Fiduciary Net Position as a Percentage of Total Pension Liability</u>
2015	1.81342 %	\$ 207,807,801	\$ 82,840,577	250.85267 %	75.12612 %
2016	1.73324 %	233,244,954	84,120,151	277.27596 %	72.22995 %
2017	1.57923 %	210,035,744	82,004,732	256.12637 %	74.22995 %
2018	1.55368 %	211,887,053	86,597,061	244.68158 %	75.23536 %
2019	1.60286 %	218,565,389	91,174,167	239.72293 %	76.45733 %
2020	1.57341 %	219,150,533	91,554,361	239.36657 %	77.03999 %

1. Information for the multiple-employer cost-sharing defined benefit pension plan is not available for years prior to the year ended June 30, 2014. As becomes available this schedule will ultimately present information for the ten most recent fiscal years.
2. Covered payroll is presented in accordance with the guidance in GASB 82, Pension Issues - An Amendment of GASB Statements No. 67, 68, and 73.

CITY OF NORTH LAS VEGAS

MULTIPLE-EMPLOYER COST-SHARING DEFINED BENEFIT PENSION PLAN PROPORTIONATE SHARE OF STATUTORILY REQUIRED CONTRIBUTION INFORMATION FOR THE YEAR ENDED JUNE 30, 2021 AND LAST NINE FISCAL YEARS¹

<u>For the Year Ended June 30,</u>	<u>Statutorily Required Contribution</u>	<u>Contributions in relation to the Statutorily Required Contribution</u>	<u>Contribution Deficiency (Excess)</u>	<u>Covered Payroll</u>	<u>Contributions as a Percentage of Covered Payroll</u>
2016	\$ 29,296,433	\$ 29,296,433	\$	\$ 84,120,151	34.82643 %
2017	28,321,402	28,321,402		82,004,732	34.53630 %
2018	29,781,992	29,781,992		86,597,061	34.39146 %
2019	30,761,507	30,761,507		91,174,167	33.73928 %
2020	33,129,122	33,129,122		91,554,361	36.18519 %
2021	34,856,314	34,856,314		95,976,544	32.21154 %

1. Information for the multiple-employer cost-sharing defined benefit pension plan is not available for years prior to the year ended June 30, 2014. As becomes available this schedule will ultimately present information for the ten most recent fiscal years.
2. Covered payroll is presented in accordance with the guidance in GASB 82, Pension Issues - An Amendment of GASB Statements No. 67, 68, and 73.

CITY OF NORTH LAS VEGAS

GENERAL FUND

FOR THE YEAR ENDED JUNE 30, 2021

The general fund is used to account for all financial resources not required to be accounted for in some other fund.

CITY OF NORTH LAS VEGAS

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	\$ 11,016,680	\$ 11,016,680	\$ 11,666,658	\$ 649,978
Franchise fees	23,615,650	23,615,650	23,492,925	(122,725)
Licenses and permits	19,086,200	30,486,200	31,981,507	1,495,307
Charges for services	13,344,107	14,689,007	14,853,687	164,680
Intergovernmental consolidated taxes	44,496,082	57,866,552	65,822,167	7,955,615
Intergovernmental	3,996,081	4,052,614	3,072,992	(979,622)
Fines and forfeitures	3,905,500	3,905,500	5,209,300	1,303,800
Rents and royalties	838,000	838,000	938,472	100,472
Investment income (loss)	4,000,000	4,000,000	(237,138)	(4,237,138)
Miscellaneous	6,750	321,458	1,501,538	1,180,080
	<u>124,305,050</u>	<u>150,791,661</u>	<u>158,302,108</u>	<u>7,510,447</u>
EXPENDITURES				
General government				
Legislative				
Salaries and wages	471,852	471,852	523,221	(51,369)
Employee benefits	403,109	403,109	331,685	71,424
Services and supplies	39,851	136,921	22,563	114,358
Total legislative	<u>914,812</u>	<u>1,011,882</u>	<u>877,469</u>	<u>134,413</u>
Executive				
Salaries and wages	1,161,346	1,161,346	1,265,284	(103,938)
Employee benefits	750,899	750,899	717,342	33,557
Services and supplies	166,252	490,262	347,587	142,675
Total executive	<u>2,078,497</u>	<u>2,402,507</u>	<u>2,330,213</u>	<u>72,294</u>
City attorney				
Salaries and wages	1,703,621	1,703,621	1,686,394	17,227
Employee benefits	1,058,085	1,058,085	1,034,657	23,428
Services and supplies	116,598	492,940	261,215	231,725
Total city attorney	<u>2,878,304</u>	<u>3,254,646</u>	<u>2,982,266</u>	<u>272,380</u>
City clerk				
Salaries and wages	419,079	419,079	377,075	42,004
Employee benefits	262,247	262,247	241,488	20,759
Services and supplies	68,443	151,053	130,088	20,965
Total city clerk	<u>749,769</u>	<u>832,379</u>	<u>748,651</u>	<u>83,728</u>
Finance				
Salaries and wages	2,770,291	2,770,291	2,412,645	357,646
Employee benefits	1,793,384	1,793,384	1,516,727	276,657
Services and supplies	78,496	537,406	433,445	103,961
Total finance	<u>4,642,171</u>	<u>5,101,081</u>	<u>4,362,817</u>	<u>738,264</u>
Planning				
Salaries and wages	890,766	890,766	800,990	89,776
Employee benefits	514,442	514,442	469,810	44,632
Services and supplies	197,488	197,488	111,462	86,026
Total planning	<u>1,602,696</u>	<u>1,602,696</u>	<u>1,382,262</u>	<u>220,434</u>

(Continued)

CITY OF NORTH LAS VEGAS

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
Other				
Salaries and wages	6,229,063	6,104,063	4,599,332	1,504,731
Employee benefits	3,889,525	3,889,525	2,737,716	1,151,809
Services and supplies	6,689,096	8,009,374	4,812,921	3,196,453
Capital outlay	532,000	532,000	29,996	502,004
Total other	17,339,684	18,534,962	12,179,965	6,354,997
Total general government	30,205,933	32,740,153	24,863,643	7,876,510
Judicial				
Municipal court				
Salaries and wages	2,093,113	2,163,630	1,875,037	288,593
Employee benefits	1,286,204	1,327,913	1,094,592	233,321
Services and supplies	86,993	564,903	390,325	174,578
Total municipal court	3,466,310	4,056,446	3,359,954	696,492
Marshals				
Salaries and wages	318,610	318,610	185,271	133,339
Employee benefits	296,367	296,367	132,241	164,126
Services and supplies	39,932	39,932	19,081	20,851
Total marshals	654,909	654,909	336,593	318,316
Total judicial	4,121,219	4,711,355	3,696,547	1,014,808
Public safety				
Police				
Salaries and wages	16,885,379	16,885,378	14,940,149	1,945,229
Employee benefits	12,678,700	12,678,699	11,043,993	1,634,706
Services and supplies	2,564,780	6,631,329	4,784,413	1,846,916
Capital outlay		36,790	11,849	24,941
Total police	32,128,859	36,232,196	30,780,404	5,451,792
Corrections				
Salaries and wages	4,862,420	4,862,420	4,605,096	257,324
Employee benefits	4,212,815	4,212,814	3,649,382	563,432
Services and supplies	4,403,575	4,431,336	3,400,312	1,031,024
Total corrections	13,478,810	13,506,570	11,654,790	1,851,780
Protective services				
Salaries and wages	3,334,350	3,334,350	2,862,431	471,919
Employee benefits	2,038,757	2,038,756	1,688,549	350,207
Services and supplies	958,383	1,861,963	1,473,556	388,407
Total protective services	6,331,490	7,235,069	6,024,536	1,210,533
Fire				
Salaries and wages	19,111,329	19,186,329	18,395,442	790,887
Employee benefits	13,167,001	13,167,001	12,910,341	256,660
Services and supplies	448,545	4,441,865	3,985,201	456,664
Total fire	32,726,875	36,795,195	35,290,984	1,504,211
Total public safety	84,666,034	93,769,030	83,750,714	10,018,316

(Continued)

CITY OF NORTH LAS VEGAS

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
Public works				
Administration				
Salaries and wages	240,357	240,357	238,275	2,082
Employee benefits	134,499	134,499	134,536	(37)
Services and supplies	22,636	22,636	13,370	9,266
Total administration	397,492	397,492	386,181	11,311
Flood control				
Salaries and wages	751,801	751,801	608,890	142,911
Employee benefits	410,662	410,662	324,478	86,184
Services and supplies	56,968	201,868	189,024	12,844
Total flood control	1,219,431	1,364,331	1,122,392	241,939
Engineering				
Salaries and wages	633,671	633,671	771,931	(138,260)
Employee benefits	419,798	419,798	499,141	(79,343)
Services and supplies	346,892	346,892	206,715	140,177
Total engineering	1,400,361	1,400,361	1,477,787	(77,426)
Real property				
Salaries and wages	380,483	380,483	379,865	618
Employee benefits	219,044	219,044	207,552	11,492
Services and supplies	(318,750)	47,701	24,048	23,653
Total real property	280,777	647,228	611,465	35,763
Construction				
Services and supplies			9,375	(9,375)
Survey				
Services and supplies			2,529	(2,529)
Total public works	3,298,061	3,809,412	3,609,729	199,683
Culture and recreation				
Administration				
Salaries and wages	160,081	160,081	178,136	(18,055)
Employee benefits	89,129	89,129	94,287	(5,158)
Services and supplies	(965,024)	15,486	8,095	7,391
Total administration	(715,814)	264,696	280,518	(15,822)
Participant recreation				
Salaries and wages	824,548	824,548	555,425	269,123
Employee benefits	336,385	336,384	239,255	97,129
Services and supplies	1,050,241	1,050,241	536,908	513,333
Total participant recreation	2,211,174	2,211,173	1,331,588	879,585
Parks and grounds				
Salaries and wages	1,093,709	1,093,710	910,028	183,682
Employee benefits	620,304	620,303	538,176	82,127
Services and supplies	5,615,299	5,615,299	4,254,694	1,360,605
Capital outlay			23,189	(23,189)
Total parks and grounds	7,329,312	7,329,312	5,726,087	1,603,225

(Continued)

CITY OF NORTH LAS VEGAS

GENERAL FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
Library district operations				
Employee benefits			73	(73)
Services and supplies			104	(104)
Total library district operations			177	(177)
Total culture and recreation	8,824,672	9,805,181	7,338,370	2,466,811
Community support				
Housing and neighborhood services				
Salaries and wages	708,288	708,289	207,479	500,810
Employee benefits	466,050	466,050	142,432	323,618
Services and supplies	347,186	392,156	287,082	105,074
Total housing and neighborhood services	1,521,524	1,566,495	636,993	929,502
Economic development				
Salaries and wages	181,963	181,963	194,642	(12,679)
Employee benefits	116,882	116,882	125,549	(8,667)
Services and supplies	193,051	247,701	32,408	215,293
Total economic development	491,896	546,546	352,599	193,947
Total community support	2,013,420	2,113,041	989,592	1,123,449
Total expenditures	133,129,339	146,948,172	124,248,595	22,699,577
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(8,824,289)	3,843,489	34,053,513	30,210,024
OTHER FINANCING SOURCES (USES)				
Contingencies	(500,000)	(500,000)		500,000
Proceeds from capital asset disposal			74,005	74,005
Transfers in	21,600,000	21,600,000	21,623,850	23,850
Transfers out	(10,254,952)	(25,054,952)	(25,054,952)	
Total other financing sources (uses)	10,845,048	(3,954,952)	(3,357,097)	597,855
CHANGE IN FUND BALANCE	2,020,759	(111,463)	30,696,416	30,807,879
FUND BALANCE, BEGINNING OF YEAR	22,267,183	60,051,469	60,051,469	
FUND BALANCE, END OF YEAR	\$ 24,287,942	\$ 59,940,006	\$ 90,747,885	\$ 30,807,879

CITY OF NORTH LAS VEGAS

MAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2021

Special revenue funds are used to account for financial resources that are restricted or committed to specific purposes other than debt service and capital projects.

Public Safety Tax

Accounts for voter-approved property tax overrides to be used exclusively for public safety programs.

Special Purpose Revenue

Accounts for monies received from various sources, which are to be used for specific purposes.

CITY OF NORTH LAS VEGAS

PUBLIC SAFETY TAX SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	\$ 41,518,724	\$ 41,518,724	\$ 43,961,529	\$ 2,442,805
Charges for services			2,025	2,025
Investment income (loss)			1,101	1,101
Miscellaneous			1,381	1,381
Total revenues	41,518,724	41,518,724	43,966,036	2,447,312
EXPENDITURES				
General government				
Other				
Salaries and wages	45,777	45,777	45,446	331
Employee benefits	30,347	30,347	27,516	2,831
Services and supplies	1,831	1,831	1,993	(162)
Total general government	77,955	77,955	74,955	3,000
Public safety				
Police				
Salaries and wages	16,253,834	16,253,834	15,205,688	1,048,146
Employee benefits	12,759,188	12,759,188	11,407,430	1,351,758
Services and supplies	3,853,341	3,868,341	3,140,606	727,735
Total police	32,866,363	32,881,363	29,753,724	3,127,639
Corrections				
Salaries and wages	1,920,335	1,920,335	2,123,033	(202,698)
Employee benefits	1,968,270	1,968,270	2,033,595	(65,325)
Services and supplies	96,017	96,017	98,991	(2,974)
Total corrections	3,984,622	3,984,622	4,255,619	(270,997)
Total public safety	36,850,985	36,865,985	34,009,343	2,856,642
Total expenditures	36,928,940	36,943,940	34,084,298	2,859,642
EXCESS OF REVENUES OVER EXPENDITURES	4,589,784	4,574,784	9,881,738	5,306,954
OTHER FINANCING SOURCES (USES)				
Proceeds from capital asset disposal			2,527	2,527
Transfers out	(36,735)	(36,735)	(36,735)	(36,735)
Total other financing sources (uses)	(36,735)	(36,735)	(34,208)	2,527
CHANGE IN FUND BALANCE	4,553,049	4,538,049	9,847,530	5,309,481
FUND BALANCE, BEGINNING OF YEAR	17,564,849	21,698,150	21,698,150	
FUND BALANCE, END OF YEAR	\$ 22,117,898	\$ 26,236,199	\$ 31,545,680	\$ 5,309,481

(Continued)

CITY OF NORTH LAS VEGAS

SPECIAL PURPOSE REVENUE SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	\$ 13,965,616	\$ 13,965,616	\$ 14,945,760	\$ 980,144
Room taxes	895,787	895,787	493,909	(401,878)
Intergovernmental	5,291,407	29,345,056	27,864,832	(1,480,224)
Investment income (loss)			(9,956)	(9,956)
Miscellaneous	<u>374,148</u>	<u>374,148</u>	<u>725,263</u>	<u>351,115</u>
Total revenues	<u>20,526,958</u>	<u>44,580,607</u>	<u>44,019,808</u>	<u>(560,799)</u>
EXPENDITURES				
General government				
Executive				
Salaries and wages			376,746	(376,746)
Employee benefits			232,009	(232,009)
Services and supplies		<u>23,779,154</u>	<u>20,331,185</u>	<u>3,447,969</u>
Total executive		<u>23,779,154</u>	<u>20,939,940</u>	<u>2,839,214</u>
Planning				
Salaries and wages			9,073	(9,073)
Employee benefits			6,144	(6,144)
Services and supplies			408	(408)
Total planning			<u>15,625</u>	<u>(15,625)</u>
Other				
Services and supplies		<u>30,408</u>	<u>39,516</u>	<u>(9,108)</u>
Total general government		<u>23,809,562</u>	<u>20,995,081</u>	<u>2,814,481</u>
Public safety				
Police				
Salaries and wages			211,973	(211,973)
Employee benefits		4,350	130,340	(125,990)
Services and supplies		150	8,054	(7,904)
Total police		<u>4,500</u>	<u>350,367</u>	<u>(345,867)</u>
Corrections				
Salaries and wages			71,817	(71,817)
Employee benefits			56,592	(56,592)
Services and supplies			3,050	(3,050)
Total corrections			<u>131,459</u>	<u>(131,459)</u>
Protective services				
Salaries and wages	1,396,393	1,396,708	1,288,318	108,390
Employee benefits	796,440	796,491	677,463	119,028
Services and supplies	<u>3,234,603</u>	<u>3,234,603</u>	<u>2,298,086</u>	<u>936,517</u>
Total protective services	<u>5,427,436</u>	<u>5,427,802</u>	<u>4,263,867</u>	<u>1,163,935</u>
Fire				
Salaries and wages		5,715		5,715
Employee benefits		1,200		1,200
Total fire		<u>6,915</u>		<u>6,915</u>
Total public safety	<u>5,427,436</u>	<u>5,439,217</u>	<u>4,745,693</u>	<u>693,524</u>
Public works				

(Continued)

CITY OF NORTH LAS VEGAS

SPECIAL PURPOSE REVENUE SPECIAL REVENUE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
Administration				
Salaries and wages			76,395	(76,395)
Employee benefits			42,925	(42,925)
Services and supplies			3,056	(3,056)
Total administration			<u>122,376</u>	<u>(122,376)</u>
Streets				
Salaries and wages	1,268,594	1,268,594	1,250,499	18,095
Employee benefits	758,335	758,335	732,325	26,010
Services and supplies	4,869,772	5,111,489	4,443,136	668,353
Capital outlay	31,200	31,200	17,275	13,925
Total streets	<u>6,927,901</u>	<u>7,169,618</u>	<u>6,443,235</u>	<u>726,383</u>
Engineering				
Salaries and wages			18,707	(18,707)
Employee benefits			13,885	(13,885)
Services and supplies			747	(747)
Total engineering			<u>33,339</u>	<u>(33,339)</u>
Other				
Salaries and wages	255,961	255,961	200,372	55,589
Employee benefits	141,696	141,696	100,244	41,452
Services and supplies	12,238	12,288	7,186	5,102
Total other	<u>409,895</u>	<u>409,945</u>	<u>307,802</u>	<u>102,143</u>
Total public works	<u>7,337,796</u>	<u>7,579,563</u>	<u>6,906,752</u>	<u>672,811</u>
Culture and recreation				
Administration				
Services and supplies			50,097	(50,097)
Capital outlay			77,944	(77,944)
Total administration			<u>128,041</u>	<u>(128,041)</u>
Participant recreation				
Services and supplies			186	(186)
Parks and grounds				
Services and supplies	921,862	921,862	745,047	176,815
Total culture and recreation	<u>921,862</u>	<u>921,862</u>	<u>873,274</u>	<u>48,588</u>
Community support				
Housing and neighborhood services				
Salaries and wages	49,788	49,788	50,454	(666)
Employee benefits	27,590	27,590	35,039	(7,449)
Services and supplies	1,216	1,216	1,810	(594)
Total housing and neighborhood services	<u>78,594</u>	<u>78,594</u>	<u>87,303</u>	<u>(8,709)</u>
Other				
Services and supplies	100,000	100,000		100,000
Total community support	<u>178,594</u>	<u>178,594</u>	<u>87,303</u>	<u>91,291</u>

(Continued)

CITY OF NORTH LAS VEGAS

SPECIAL PURPOSE REVENUE SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Total expenditures	<u>13,865,688</u>	<u>37,928,798</u>	<u>33,608,103</u>	<u>4,320,695</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>6,661,270</u>	<u>6,651,809</u>	<u>10,411,705</u>	<u>3,759,896</u>
OTHER FINANCING SOURCES (USES)				
Proceeds from capital asset disposal			5,235	5,235
Transfers in		14,000,000	14,000,000	
Transfers out	<u>(9,236,442)</u>	<u>(9,236,442)</u>	<u>(9,236,442)</u>	
Total other financing sources (uses)	<u>(9,236,442)</u>	<u>4,763,558</u>	<u>4,768,793</u>	<u>5,235</u>
CHANGE IN FUND BALANCE	(2,575,172)	11,415,367	15,180,498	3,765,131
FUND BALANCE, BEGINNING OF YEAR	<u>19,311,509</u>	<u>22,675,999</u>	<u>22,675,999</u>	
FUND BALANCE, END OF YEAR	<u>\$ 16,736,337</u>	<u>\$ 34,091,366</u>	<u>\$ 37,856,497</u>	<u>\$ 3,765,131</u>

CITY OF NORTH LAS VEGAS

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

FOR THE YEAR ENDED JUNE 30, 2021

Note 1. Postemployment Benefits Other Than Pensions

For the year ended June 30, 2021, no significant events occurred that had an effect on the benefit provision, size or composition of those covered by the postemployment benefit plans. The only significant change in actuarial methods and assumptions used was a decrease in the discount rate from 2.66% at the beginning of the year to 2.18% at the end of the year.

At June 30, 2021, no assets were accumulated in a qualifying trust in which the assets contributed and earnings thereon are irrevocable, dedicated solely to providing postemployment benefits and are legally protected from creditors.

Actuarial information for postemployment benefits other than pensions is not available for measurement years prior to the year ended June 30, 2019. As information becomes available this schedule will ultimately present information for the ten most recent fiscal years.

Additional information related to postemployment benefits other than pensions can be found in Note 4 to the basic financial statements.

Note 2. Multiple-Employer Cost-Sharing Defined Benefit Pension Plan

For the year ended June 30, 2020, there were no changes in the pension benefit plan terms to the actuarial methods and assumptions used in the actuarial valuation report dated June 30, 2019.

Additional pension plan information can be found in Note 4 to the basic financial statements.

Note 3. Budget Information

The accompanying required supplementary schedules of revenues, expenditures and changes in fund balance presents the original adopted budget, the final amended budget, and actual fund data for the general fund and each major special revenue fund. The original budgets were adopted on a basis consistent with financial accounting policies and with accounting principles generally accepted in the United States. All amendments made to the original budgets were as prescribed by law and similarly consistent.

Additional budgetary information can be found in Note 2 to the basic financial statements.

**OTHER SUPPLEMENTARY
INFORMATION**

CAPITAL PROJECTS FUNDS

CITY OF NORTH LAS VEGAS

MAJOR CAPITAL PROJECTS FUNDS

FOR THE YEAR ENDED JUNE 30, 2021

Capital projects funds are used to account for financial resources that are restricted, committed or assigned to the improvement, acquisition or construction of capital assets.

Public Safety Projects

Accounts for the cost of public safety projects associated with the City's police, fire and detention facilities, as well as the installation of traffic signals in developing areas and improvements of storm drainage systems.

CITY OF NORTH LAS VEGAS

PUBLIC SAFETY PROJECTS CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Charges for services	\$	\$	\$ 1,781,113	\$ 1,781,113
Intergovernmental	113,600,491	98,170,491	39,290,412	(58,880,079)
Contributions	<u> </u>	<u> </u>	<u>2,956,807</u>	<u>2,956,807</u>
Total revenues	<u>113,600,491</u>	<u>98,170,491</u>	<u>44,028,332</u>	<u>(54,142,159)</u>
EXPENDITURES				
General government				
Finance				
Salaries and wages		12,810	(1,033)	13,843
Employee benefits		5,490	653	4,837
Services and supplies			411	(411)
Capital outlay			<u>17,998</u>	<u>(17,998)</u>
Total general government		<u>18,300</u>	<u>18,029</u>	<u>271</u>
Public safety				
Police				
Services and supplies			71,561	(71,561)
Capital outlay	<u>71,561</u>	<u>71,561</u>	<u> </u>	<u>71,561</u>
Total police	<u>71,561</u>	<u>71,561</u>	<u>71,561</u>	<u> </u>
Protective services				
Capital outlay	<u>4,650,170</u>	<u>4,748,870</u>	<u>2,098</u>	<u>4,746,772</u>
Fire				
Services and supplies	487,000	687,000	636,594	50,406
Capital outlay	<u>250,000</u>	<u>821,282</u>	<u>314,024</u>	<u>507,258</u>
Total fire	<u>737,000</u>	<u>1,508,282</u>	<u>950,618</u>	<u>557,664</u>
Total public safety	<u>5,458,731</u>	<u>6,328,713</u>	<u>1,024,277</u>	<u>5,304,436</u>
Public works				
Flood control				
Salaries and wages			(20)	20
Employee benefits			12	(12)
Services and supplies	665,000	665,000	7	664,993
Capital outlay	<u>112,935,491</u>	<u>97,488,491</u>	<u>38,855,684</u>	<u>58,632,807</u>
Total flood control	<u>113,600,491</u>	<u>98,153,491</u>	<u>38,855,683</u>	<u>59,297,808</u>
Streets				
Capital outlay			<u>229,575</u>	<u>(229,575)</u>
Engineering				
Salaries and wages			(11,501)	11,501
Employee benefits			13,751	(13,751)
Services and supplies			6,790	(6,790)
Capital outlay			<u>290,365</u>	<u>(290,365)</u>
Total engineering			<u>299,405</u>	<u>(299,405)</u>
Real property				
Salaries and wages			(263)	263
Employee benefits			171	(171)
Services and supplies			97	(97)
Capital outlay			<u>4,020</u>	<u>(4,020)</u>
Total real property			<u>4,025</u>	<u>(4,025)</u>

(Continued)

CITY OF NORTH LAS VEGAS

PUBLIC SAFETY PROJECTS CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Total public works	113,600,491	98,153,491	39,388,688	58,764,803
Total expenditures	119,059,222	104,500,504	40,430,994	64,069,510
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,458,731)	(6,330,013)	3,597,338	9,927,351
OTHER FINANCING SOURCES				
Transfers in	808,561	808,561	808,561	
CHANGE IN FUND BALANCE	(4,650,170)	(5,521,452)	4,405,899	9,927,351
FUND BALANCE, BEGINNING OF YEAR	9,976,953	13,186,046	13,186,046	
FUND BALANCE, END OF YEAR	<u>\$ 5,326,783</u>	<u>\$ 7,664,594</u>	<u>\$ 17,591,945</u>	<u>\$ 9,927,351</u>

**NON-MAJOR
GOVERNMENTAL FUNDS**

CITY OF NORTH LAS VEGAS

NON-MAJOR GOVERNMENTAL FUNDS COMBINING BALANCE SHEET JUNE 30, 2021

	Special Revenue	Debt Service	Capital Projects	Aggregate Other Governmental Funds
ASSETS				
Cash, cash equivalents and investments	\$ 69,685,461	\$ 6,674,675	\$ 29,909,946	\$ 106,270,082
Accounts receivable, net	607,649		1,465,206	2,072,855
Grants receivable	2,352,396		7,172,203	9,524,599
Property taxes receivable	64,762			64,762
Prepaid items			1,343	1,343
Due from other governments	<u>5,715,088</u>		<u>39,140</u>	<u>5,754,228</u>
Total assets	<u><u>\$ 78,425,356</u></u>	<u><u>\$ 6,674,675</u></u>	<u><u>\$ 38,587,838</u></u>	<u><u>\$ 123,687,869</u></u>
LIABILITIES				
Accounts payable and other accrued liabilities	\$ 670,459		\$ 4,832,296	\$ 5,502,755
Accrued salaries and benefits	383,246			383,246
Due to other funds	56,134			56,134
Due to other governments	10,965		45,389	56,354
Customer deposits	13,694			13,694
Unearned revenue	<u>2,194,868</u>		<u>43,591</u>	<u>2,238,459</u>
Total liabilities	<u>3,329,366</u>		<u>4,921,276</u>	<u>8,250,642</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	<u>53,964</u>			<u>53,964</u>
Total liabilities and deferred inflows of resources	<u>3,383,330</u>		<u>4,921,276</u>	<u>8,304,606</u>
FUND BALANCES				
Nonspendable				
Prepaid items			1,343	1,343
Restricted for				
Debt service		6,674,675		6,674,675
Street improvements projects			12,574,136	12,574,136
Other capital projects	6,433,711		14,008,834	20,442,545
Police, fire and other public safety programs	36,985,160			36,985,160
Parks, cultural and other recreational programs	1,652,726			1,652,726
Library district operations	3,599,568			3,599,568
Courts and other judicial programs	1,791,932			1,791,932
Community assistance and support programs	18,613,671			18,613,671
Committed to				
Other capital projects			7,082,249	7,082,249
Police, fire and other public safety programs	1,323,213			1,323,213
Community assistance and support programs	1,886,326			1,886,326
Assigned to				
Parks, cultural and other recreational programs	<u>2,755,719</u>			<u>2,755,719</u>
Total fund balances	<u>75,042,026</u>	<u>6,674,675</u>	<u>33,666,562</u>	<u>115,383,263</u>
Total liabilities, deferred inflows of resources and fund balances	<u><u>\$ 78,425,356</u></u>	<u><u>\$ 6,674,675</u></u>	<u><u>\$ 38,587,838</u></u>	<u><u>\$ 123,687,869</u></u>

CITY OF NORTH LAS VEGAS

NON-MAJOR GOVERNMENTAL FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2021

	Special Revenue	Debt Service	Capital Projects	Aggregate Other Governmental Funds
REVENUES				
Property taxes	\$ 6,582,983	\$ 42	\$	\$ 6,583,025
Residential construction taxes	2,929,304			2,929,304
Charges for services	1,226,876			1,226,876
Intergovernmental	26,381,206		20,203,296	46,584,502
Fines and forfeitures	202,981			202,981
Contributions	2,198			2,198
Rents and royalties	98,610			98,610
Investment income (loss)	(12,707)		(159)	(12,866)
Miscellaneous	2,271,184		200,801	2,471,985
Total revenues	39,682,635	42	20,403,938	60,086,615
EXPENDITURES				
Current				
General government			2,042,804	2,042,804
Judicial	496,243			496,243
Public safety	16,517,361		115,127	16,632,488
Public works	4,770		588,210	592,980
Culture and recreation	3,005,018		400,337	3,405,355
Community support	6,702,032			6,702,032
Total current	26,725,424		3,146,478	29,871,902
Capital outlay				
General government			1,129,851	1,129,851
Judicial			2,963	2,963
Public safety	203,869		3,062	206,931
Public works			19,049,401	19,049,401
Culture and recreation	170,636		1,835,940	2,006,576
Community support	813,269			813,269
Total capital outlay	1,187,774		22,021,217	23,208,991
Debt service				
Principal payments		5,815,000		5,815,000
Interest and fiscal charges		5,020,398		5,020,398
Debt issuance costs		238,632		238,632
Administrative and other costs		171,103		171,103
Total debt service		11,245,133		11,245,133
Total expenditures	27,913,198	11,245,133	25,167,695	64,326,026
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	11,769,437	(11,245,091)	(4,763,757)	(4,239,411)
OTHER FINANCING SOURCES (USES)				
Proceeds from issuance of refunding bonds		20,255,000		20,255,000
Debt issuance premiums		2,788,220		2,788,220
Payment to advance refunding bond agent		(22,936,554)		(22,936,554)
Proceeds from capital asset disposal	24,097			24,097
Loss on sale of property held for resale	(6,426,980)			(6,426,980)
Transfers in	280,407	11,238,661	9,048,000	20,567,068
Transfers out	(1,221,350)			(1,221,350)
Total other financing sources (uses)	(7,343,826)	11,345,327	9,048,000	13,049,501
CHANGE IN FUND BALANCE	4,425,611	100,236	4,284,243	8,810,090
FUND BALANCE, BEGINNING OF YEAR	70,616,415	6,574,439	29,382,319	106,573,173
FUND BALANCE, END OF YEAR	\$ 75,042,026	\$ 6,674,675	\$ 33,666,562	\$ 115,383,263

SPECIAL REVENUE FUNDS

CITY OF NORTH LAS VEGAS

NON-MAJOR SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2021

Special revenue funds are used to account for financial resources that are restricted or committed to specific purposes other than debt service and capital projects.

Parks and Recreation Support

Accounts for monies collected for the enhancement and support of park facilities and recreation programs.

Redevelopment Agency

Accounts for supplemental property taxes assessed on the redevelopment district property and the costs of carrying out the redevelopment plan.

Library District

Accounts for monies received by the District from property taxes and contributions from the general fund and costs related to the Library District.

More Cops Sales Tax

Accounts for a voter-approved increase in sales and use tax to employ and equip additional police officers.

Park Construction Tax

Accounts for monies collected from developers to finance park construction projects.

Public Safety Support

Accounts for monies received by the City from various sources that are to be used for programs that enhance public safety.

Municipal Court Support

Accounts for fees collected to defray the costs of maintaining the Municipal Court.

Community Development

Accounts for monies received by the City from the County as a grantee participant in the federal Community Development Block Grant Program as well as funds received from the State of Nevada and other sources, which must be used for qualifying community development projects.

CITY OF NORTH LAS VEGAS

NON-MAJOR SPECIAL REVENUE FUNDS COMBINING BALANCE SHEET JUNE 30, 2021

	Parks and Recreation Support	Redevelopment Agency	Library District	More Cops Sales Tax	Park Construction Tax
ASSETS					
Cash, cash equivalents and investments	\$ 4,718,762	\$ 17,218,431	\$ 3,649,997	\$ 14,300,151	\$ 6,433,711
Accounts receivable, net	44,822	106,723		16,382	
Grants receivable	968				
Property taxes receivable		12,058	31,582		
Due from other governments				4,502,184	
Total assets	<u>\$ 4,764,552</u>	<u>\$ 17,337,212</u>	<u>\$ 3,681,579</u>	<u>\$ 18,818,717</u>	<u>\$ 6,433,711</u>
LIABILITIES					
Accounts payable and other accrued liabilities	\$ 15,024	\$ 75,506	\$ 12,696	\$ 3,145	\$
Accrued salaries and benefits	16,926	10,126	46,708	256,898	
Due to other funds	1,965	1,240	5,711	40,986	
Due to other governments					
Customer deposits	13,694				
Unearned revenue	308,498		11		
Total liabilities	<u>356,107</u>	<u>86,872</u>	<u>65,126</u>	<u>301,029</u>	
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenues		35,743	16,885		
Total liabilities and deferred inflows of resources	<u>356,107</u>	<u>122,615</u>	<u>82,011</u>	<u>301,029</u>	
FUND BALANCES					
Nonspendable					
Restricted for					
Other capital projects					6,433,711
Police, fire and other public safety programs				18,517,688	
Parks, cultural and other recreational programs	1,652,726				
Library district operations			3,599,568		
Courts and other judicial programs					
Community assistance and support programs		17,214,597			
Committed to					
Police, fire and other public safety programs					
Community assistance and support programs					
Assigned to					
Parks, cultural and other recreational programs	2,755,719				
Total fund balances	<u>4,408,445</u>	<u>17,214,597</u>	<u>3,599,568</u>	<u>18,517,688</u>	<u>6,433,711</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,764,552</u>	<u>\$ 17,337,212</u>	<u>\$ 3,681,579</u>	<u>\$ 18,818,717</u>	<u>\$ 6,433,711</u>

(Continued)

CITY OF NORTH LAS VEGAS

NON-MAJOR SPECIAL REVENUE FUNDS COMBINING BALANCE SHEET (CONTINUED) JUNE 30, 2021

	Public Safety Support	Municipal Court Support	Community Development	Total Special Revenue
ASSETS				
Cash, cash equivalents and investments	\$ 16,766,250	\$ 1,796,078	\$ 4,802,081	\$ 69,685,461
Accounts receivable, net	341,968		97,754	607,649
Grants receivable	1,921,184		430,244	2,352,396
Property taxes receivable	21,122			64,762
Due from other governments	1,207,954		4,950	5,715,088
Total assets	\$ 20,258,478	\$ 1,796,078	\$ 5,335,029	\$ 78,425,356
LIABILITIES				
Accounts payable and other accrued liabilities	\$ 46,478	\$ 533	\$ 517,077	\$ 670,459
Accrued salaries and benefits	36,823	3,219	12,546	383,246
Due to other funds	4,302	394	1,536	56,134
Due to other governments	10,506		459	10,965
Customer deposits				13,694
Unearned revenue	368,348		1,518,011	2,194,868
Total liabilities	466,457	4,146	2,049,629	3,329,366
DEFERRED INFLOWS OF RESOURCES				
Unavailable revenues	1,336			53,964
Total liabilities and deferred inflows of resources	467,793	4,146	2,049,629	3,383,330
FUND BALANCES				
Nonspendable				
Restricted for				
Other capital projects				6,433,711
Police, fire and other public safety programs	18,467,472			36,985,160
Parks, cultural and other recreational programs				1,652,726
Library district operations				3,599,568
Courts and other judicial programs		1,791,932		1,791,932
Community assistance and support programs			1,399,074	18,613,671
Committed to				
Police, fire and other public safety programs	1,323,213			1,323,213
Community assistance and support programs			1,886,326	1,886,326
Assigned to				
Parks, cultural and other recreational programs				2,755,719
Total fund balances	19,790,685	1,791,932	3,285,400	75,042,026
Total liabilities, deferred inflows of resources and fund balances	\$ 20,258,478	\$ 1,796,078	\$ 5,335,029	\$ 78,425,356

CITY OF NORTH LAS VEGAS

NON-MAJOR SPECIAL REVENUE FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2021

	Parks and Recreation Support	Redevelopment Agency	Library District	More Cops Sales Tax	Park Construction Tax
REVENUES					
Property taxes	\$	\$ 2,473,306	\$ 3,808,572	\$	\$
Residential construction taxes					2,929,304
Charges for services	585,465			950	
Intergovernmental	1,000		37,173	15,275,066	
Fines and forfeitures	25		6,986		
Contributions					
Rents and royalties	18,235	80,375			
Investment income (loss)		(8,187)	95	(2,403)	(2,904)
Miscellaneous		140,167	736	38	
Total revenues	604,725	2,685,661	3,853,562	15,273,651	2,926,400
EXPENDITURES					
Current					
Judicial					
Public safety	33,986		89	11,825,330	
Public works					
Culture and recreation	1,049,185		1,497,416		281
Community support		865,163			
Total current	1,083,171	865,163	1,497,505	11,825,330	281
Capital outlay					
Public safety					
Culture and recreation	170,636				
Community support		813,269			
Total capital outlay	170,636	813,269			
Total expenditures	1,253,807	1,678,432	1,497,505	11,825,330	281
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(649,082)	1,007,229	2,356,057	3,448,321	2,926,119
OTHER FINANCING SOURCES (USES)					
Proceeds from capital asset disposal					
Loss on sale of property held for resale					
Transfers in					
Transfers out					(897,500)
Total other financing sources (uses)					(897,500)
CHANGE IN FUND BALANCE	(649,082)	1,007,229	2,356,057	3,448,321	2,028,619
FUND BALANCE, BEGINNING OF YEAR	5,057,527	16,207,368	1,243,511	15,069,367	4,405,092
FUND BALANCE, END OF YEAR	\$ 4,408,445	\$ 17,214,597	\$ 3,599,568	\$ 18,517,688	\$ 6,433,711

(Continued)

CITY OF NORTH LAS VEGAS

NON-MAJOR SPECIAL REVENUE FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Public Safety Support	Municipal Court Support	Community Development	Total Special Revenue
REVENUES				
Property taxes	\$ 301,105	\$	\$	\$ 6,582,983
Residential construction taxes				2,929,304
Charges for services	356,509	283,952		1,226,876
Intergovernmental	5,724,755		5,343,212	26,381,206
Fines and forfeitures	195,970			202,981
Contributions	2,198			2,198
Rents and royalties				98,610
Investment income (loss)	692			(12,707)
Miscellaneous	712,522	318,132	1,099,589	2,271,184
Total revenues	7,293,751	602,084	6,442,801	39,682,635
EXPENDITURES				
Current				
Judicial		496,243		496,243
Public safety	4,657,956			16,517,361
Public works			4,770	4,770
Culture and recreation			458,136	3,005,018
Community support			5,836,869	6,702,032
Total current	4,657,956	496,243	6,299,775	26,725,424
Capital outlay				
Public safety	203,869			203,869
Culture and recreation				170,636
Community support				813,269
Total capital outlay	203,869			1,187,774
Total expenditures	4,861,825	496,243	6,299,775	27,913,198
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,431,926	105,841	143,026	11,769,437
OTHER FINANCING SOURCES (USES)				
Proceeds from capital asset disposal	13,808		10,289	24,097
Loss on sale of property held for resale			(6,426,980)	(6,426,980)
Transfers in	280,407			280,407
Transfers out	(23,850)	(300,000)		(1,221,350)
Total other financing sources (uses)	270,365	(300,000)	(6,416,691)	(7,343,826)
CHANGE IN FUND BALANCE	2,702,291	(194,159)	(6,273,665)	4,425,611
FUND BALANCE, BEGINNING OF YEAR	17,088,394	1,986,091	9,559,065	70,616,415
FUND BALANCE, END OF YEAR	\$ 19,790,685	\$ 1,791,932	\$ 3,285,400	\$ 75,042,026

CITY OF NORTH LAS VEGAS

PARKS AND RECREATION SUPPORT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Charges for services	\$ 2,458,822	\$ 2,458,822	\$ 585,465	\$ (1,873,357)
Intergovernmental	14,909	14,909	1,000	(13,909)
Fines and forfeitures			25	25
Contributions	40,000	40,000		(40,000)
Rents and royalties			18,235	18,235
Total revenues	<u>2,513,731</u>	<u>2,513,731</u>	<u>604,725</u>	<u>(1,909,006)</u>
EXPENDITURES				
Public safety				
Police				
Salaries and wages		21,000	19,016	1,984
Employee benefits		13,000	14,224	(1,224)
Services and supplies			746	(746)
Total public safety		<u>34,000</u>	<u>33,986</u>	<u>14</u>
Culture and recreation				
Administration				
Services and supplies	4,000	4,000		4,000
Participant recreation				
Salaries and wages	1,299,554	1,299,554	469,128	830,426
Employee benefits	346,227	346,227	188,863	157,364
Services and supplies	1,002,952	1,002,952	132,735	870,217
Total participant recreation	<u>2,648,733</u>	<u>2,648,733</u>	<u>790,726</u>	<u>1,858,007</u>
Parks and grounds				
Salaries and wages	247,523	226,523	73,836	152,687
Employee benefits	40,898	27,898	13,628	14,270
Services and supplies	275,011	275,011	170,995	104,016
Capital outlay			170,636	(170,636)
Total parks and grounds	<u>563,432</u>	<u>529,432</u>	<u>429,095</u>	<u>100,337</u>
Total culture and recreation	<u>3,216,165</u>	<u>3,182,165</u>	<u>1,219,821</u>	<u>1,962,344</u>
Total expenditures	<u>3,216,165</u>	<u>3,216,165</u>	<u>1,253,807</u>	<u>1,962,358</u>
CHANGE IN FUND BALANCE	(702,434)	(702,434)	(649,082)	53,352
FUND BALANCE, BEGINNING OF YEAR	<u>4,251,998</u>	<u>5,057,527</u>	<u>5,057,527</u>	
FUND BALANCE, END OF YEAR	<u>\$ 3,549,564</u>	<u>\$ 4,355,093</u>	<u>\$ 4,408,445</u>	<u>\$ 53,352</u>

CITY OF NORTH LAS VEGAS

REDEVELOPMENT AGENCY SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Property taxes	\$ 2,032,255	\$ 2,032,255	\$ 2,473,306	\$ 441,051
Rents and royalties			80,375	80,375
Investment income (loss)	64,800	64,800	(8,187)	(72,987)
Miscellaneous			140,167	140,167
Total revenues	<u>2,097,055</u>	<u>2,097,055</u>	<u>2,685,661</u>	<u>588,606</u>
EXPENDITURES				
Community support				
Housing and neighborhood services				
Services and supplies	40,000	40,000	39,939	61
Economic development				
Salaries and wages	357,114	357,114	290,950	66,164
Employee benefits	227,095	227,095	184,818	42,277
Services and supplies	1,202,759	1,202,759	349,456	853,303
Capital outlay	2,000,000	2,000,000	813,269	1,186,731
Total economic development	<u>3,786,968</u>	<u>3,786,968</u>	<u>1,638,493</u>	<u>2,148,475</u>
Total expenditures	<u>3,826,968</u>	<u>3,826,968</u>	<u>1,678,432</u>	<u>2,148,536</u>
CHANGE IN FUND BALANCE	(1,729,913)	(1,729,913)	1,007,229	2,737,142
FUND BALANCE, BEGINNING OF YEAR	<u>14,675,797</u>	<u>16,207,368</u>	<u>16,207,368</u>	
FUND BALANCE, END OF YEAR	<u>\$ 12,945,884</u>	<u>\$ 14,477,455</u>	<u>\$ 17,214,597</u>	<u>\$ 2,737,142</u>

CITY OF NORTH LAS VEGAS

LIBRARY DISTRICT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Property taxes	\$ 3,662,745	\$ 3,662,745	\$ 3,808,572	\$ 145,827
Intergovernmental		37,173	37,173	
Fines and forfeitures	45,000	45,000	6,986	(38,014)
Investment income (loss)			95	95
Miscellaneous	<u>55,000</u>	<u>55,000</u>	<u>736</u>	<u>(54,264)</u>
Total revenues	<u>3,762,745</u>	<u>3,799,918</u>	<u>3,853,562</u>	<u>53,644</u>
EXPENDITURES				
General government				
Other				
Services and supplies	<u>12,500</u>	<u>12,500</u>		<u>12,500</u>
Public safety				
Protective services				
Services and supplies		<u>100</u>	<u>89</u>	<u>11</u>
Total public safety		<u>100</u>	<u>89</u>	<u>11</u>
Culture and recreation				
Library district operations				
Salaries and wages	1,233,224	1,233,224	688,397	544,827
Employee benefits	736,509	736,509	418,575	317,934
Services and supplies	799,195	836,268	390,444	445,824
Capital outlay	<u>35,456</u>	<u>35,456</u>		<u>35,456</u>
Total culture and recreation	<u>2,804,384</u>	<u>2,841,457</u>	<u>1,497,416</u>	<u>1,344,041</u>
Total expenditures	<u>2,816,884</u>	<u>2,854,057</u>	<u>1,497,505</u>	<u>1,356,552</u>
CHANGE IN FUND BALANCE	945,861	945,861	2,356,057	1,410,196
FUND BALANCE, BEGINNING OF YEAR	<u>591,567</u>	<u>1,243,511</u>	<u>1,243,511</u>	
FUND BALANCE, END OF YEAR	<u>\$ 1,537,428</u>	<u>\$ 2,189,372</u>	<u>\$ 3,599,568</u>	<u>\$ 1,410,196</u>

CITY OF NORTH LAS VEGAS

MORE COPS SALES TAX SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Charges for services	\$	\$	\$ 950	\$ 950
Intergovernmental	12,725,000	12,725,000	15,275,066	2,550,066
Investment income (loss)	16,450	16,450	(2,403)	(18,853)
Miscellaneous			38	38
	<u>12,741,450</u>	<u>12,741,450</u>	<u>15,273,651</u>	<u>2,532,201</u>
Total revenues				
EXPENDITURES				
Public safety				
Police				
Salaries and wages	7,158,250	7,158,250	5,822,428	1,335,822
Employee benefits	6,478,545	6,478,545	4,868,043	1,610,502
Services and supplies	1,577,988	1,577,988	1,134,645	443,343
Capital outlay	344,639	344,639		344,639
Total police	<u>15,559,422</u>	<u>15,559,422</u>	<u>11,825,116</u>	<u>3,734,306</u>
Corrections				
Salaries and wages			179	(179)
Employee benefits			35	(35)
Total corrections			<u>214</u>	<u>(214)</u>
Total public safety	<u>15,559,422</u>	<u>15,559,422</u>	<u>11,825,330</u>	<u>3,734,092</u>
Total expenditures	<u>15,559,422</u>	<u>15,559,422</u>	<u>11,825,330</u>	<u>3,734,092</u>
CHANGE IN FUND BALANCE	(2,817,972)	(2,817,972)	3,448,321	6,266,293
FUND BALANCE, BEGINNING OF YEAR	<u>9,306,700</u>	<u>15,069,367</u>	<u>15,069,367</u>	
FUND BALANCE, END OF YEAR	<u>\$ 6,488,728</u>	<u>\$ 12,251,395</u>	<u>\$ 18,517,688</u>	<u>\$ 6,266,293</u>

CITY OF NORTH LAS VEGAS

PARK CONSTRUCTION TAX SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Residential construction taxes	\$ 1,117,321	\$ 1,117,321	\$ 2,929,304	\$ 1,811,983
Investment income (loss)			(2,904)	(2,904)
Total revenues	<u>1,117,321</u>	<u>1,117,321</u>	<u>2,926,400</u>	<u>1,809,079</u>
EXPENDITURES				
Culture and recreation				
Administration				
Services and supplies	<u>113,200</u>	<u>113,200</u>	<u>214</u>	<u>112,986</u>
Participant recreation				
Salaries and wages			59	(59)
Employee benefits			8	(8)
Total participant recreation			<u>67</u>	<u>(67)</u>
Total expenditures	<u>113,200</u>	<u>113,200</u>	<u>281</u>	<u>112,919</u>
EXCESS OF REVENUES OVER EXPENDITURES	<u>1,004,121</u>	<u>1,004,121</u>	<u>2,926,119</u>	<u>1,921,998</u>
OTHER FINANCING SOURCES				
Transfers out	<u>(897,500)</u>	<u>(897,500)</u>	<u>(897,500)</u>	
CHANGE IN FUND BALANCE	106,621	106,621	2,028,619	1,921,998
FUND BALANCE, BEGINNING OF YEAR	<u>3,082,655</u>	<u>4,405,092</u>	<u>4,405,092</u>	
FUND BALANCE, END OF YEAR	<u>\$ 3,189,276</u>	<u>\$ 4,511,713</u>	<u>\$ 6,433,711</u>	<u>\$ 1,921,998</u>

CITY OF NORTH LAS VEGAS

PUBLIC SAFETY SUPPORT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	\$ 292,035	\$ 292,035	\$ 301,105	\$ 9,070
Charges for services	30,000	30,000	356,509	326,509
Intergovernmental	4,461,567	5,958,359	5,724,755	(233,604)
Fines and forfeitures		185,941	195,970	10,029
Contributions	10,550	10,550	2,198	(8,352)
Investment income (loss)			692	692
Miscellaneous	<u>770,000</u>	<u>770,000</u>	<u>712,522</u>	<u>(57,478)</u>
Total revenues	<u>5,564,152</u>	<u>7,246,885</u>	<u>7,293,751</u>	<u>46,866</u>
EXPENDITURES				
Public safety				
Police				
Salaries and wages	2,028,572	2,084,151	893,943	1,190,208
Employee benefits	1,776,311	1,821,110	401,608	1,419,502
Services and supplies	822,027	1,236,513	649,251	587,262
Capital outlay	<u>325,000</u>	<u>792,931</u>	<u>184,463</u>	<u>608,468</u>
Total police	<u>4,951,910</u>	<u>5,934,705</u>	<u>2,129,265</u>	<u>3,805,440</u>
Corrections				
Services and supplies		<u>37,000</u>	<u>17,493</u>	<u>19,507</u>
Protective services				
Salaries and wages	689,064	814,064	522,454	291,610
Employee benefits	391,512	415,825	268,128	147,697
Services and supplies	<u>274,707</u>	<u>613,954</u>	<u>205,945</u>	<u>408,009</u>
Total protective services	<u>1,355,283</u>	<u>1,843,843</u>	<u>996,527</u>	<u>847,316</u>
Fire				
Salaries and wages			676,465	(676,465)
Employee benefits			384,223	(384,223)
Services and supplies		21,020	638,446	(617,426)
Capital outlay		<u>540,686</u>	<u>19,406</u>	<u>521,280</u>
Total fire		<u>561,706</u>	<u>1,718,540</u>	<u>(1,156,834)</u>
Total public safety	<u>6,307,193</u>	<u>8,377,254</u>	<u>4,861,825</u>	<u>3,515,429</u>
Total expenditures	<u>6,307,193</u>	<u>8,377,254</u>	<u>4,861,825</u>	<u>3,515,429</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(743,041)</u>	<u>(1,130,369)</u>	<u>2,431,926</u>	<u>3,562,295</u>
OTHER FINANCING USES				
Proceeds from capital asset disposal			13,808	13,808
Transfers in	280,407	280,407	280,407	
Transfers out			<u>(23,850)</u>	<u>(23,850)</u>
CHANGE IN FUND BALANCE	(462,634)	(849,962)	2,702,291	3,552,253
FUND BALANCE, BEGINNING OF YEAR	<u>13,471,571</u>	<u>17,088,394</u>	<u>17,088,394</u>	
FUND BALANCE, END OF YEAR	<u>\$ 13,008,937</u>	<u>\$ 16,238,432</u>	<u>\$ 19,790,685</u>	<u>\$ 3,552,253</u>

CITY OF NORTH LAS VEGAS

MUNICIPAL COURT SUPPORT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
REVENUES				
Charges for services	\$ 280,000	\$ 280,000	\$ 283,952	\$ 3,952
Miscellaneous	<u>366,000</u>	<u>366,000</u>	<u>318,132</u>	<u>(47,868)</u>
Total revenues	<u>646,000</u>	<u>646,000</u>	<u>602,084</u>	<u>(43,916)</u>
EXPENDITURES				
Judicial				
Municipal court				
Salaries and wages	59,333	59,333	22,505	36,828
Employee benefits	36,136	36,136	14,930	21,206
Services and supplies	<u>554,191</u>	<u>554,191</u>	<u>458,808</u>	<u>95,383</u>
Total expenditures	<u>649,660</u>	<u>649,660</u>	<u>496,243</u>	<u>153,417</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(3,660)</u>	<u>(3,660)</u>	<u>105,841</u>	<u>109,501</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(300,000)</u>	<u>(300,000)</u>	<u>(300,000)</u>	<u> </u>
CHANGE IN FUND BALANCE	(303,660)	(303,660)	(194,159)	109,501
FUND BALANCE, BEGINNING OF YEAR	<u>1,808,177</u>	<u>1,986,091</u>	<u>1,986,091</u>	<u> </u>
FUND BALANCE, END OF YEAR	<u>\$ 1,504,517</u>	<u>\$ 1,682,431</u>	<u>\$ 1,791,932</u>	<u>\$ 109,501</u>

CITY OF NORTH LAS VEGAS

COMMUNITY DEVELOPMENT SPECIAL REVENUE FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ 7,234,869	\$ 16,297,729	\$ 5,343,212	\$ (10,954,517)
Miscellaneous	<u>883,000</u>	<u>883,000</u>	<u>1,099,589</u>	<u>216,589</u>
Total revenues	<u>8,117,869</u>	<u>17,180,729</u>	<u>6,442,801</u>	<u>(10,737,928)</u>
EXPENDITURES				
Public works				
Engineering				
Salaries and wages		3,120	2,722	398
Employee benefits		2,080	1,940	140
Services and supplies			<u>108</u>	<u>(108)</u>
Total public works		<u>5,200</u>	<u>4,770</u>	<u>430</u>
Culture and recreation				
Administration				
Services and supplies			355,848	(355,848)
Capital outlay		<u>373,726</u>	<u>373,726</u>	<u>373,726</u>
Total administration		<u>373,726</u>	<u>355,848</u>	<u>17,878</u>
Participant recreation				
Salaries and wages		51,372	28,848	22,524
Employee benefits		19,548	6,067	13,481
Services and supplies		<u>112,522</u>	<u>67,373</u>	<u>45,149</u>
Total participant recreation		<u>183,442</u>	<u>102,288</u>	<u>81,154</u>
Total culture and recreation		<u>557,168</u>	<u>458,136</u>	<u>99,032</u>
Community support				
Housing and neighborhood services				
Salaries and wages	630,708	1,248,607	720,810	527,797
Employee benefits	391,767	655,967	434,198	221,769
Services and supplies	<u>6,923,777</u>	<u>16,662,676</u>	<u>4,675,418</u>	<u>11,987,258</u>
Total housing and neighborhood services	<u>7,946,252</u>	<u>18,567,250</u>	<u>5,830,426</u>	<u>12,736,824</u>
Economic development				
Services and supplies			6,443	(6,443)
Capital outlay	<u>2,135,000</u>	<u>14,494</u>	<u>14,494</u>	<u>14,494</u>
Total economic development	<u>2,135,000</u>	<u>14,494</u>	<u>6,443</u>	<u>8,051</u>
Total community support	<u>10,081,252</u>	<u>18,581,744</u>	<u>5,836,869</u>	<u>12,744,875</u>
Total expenditures	<u>10,081,252</u>	<u>19,144,112</u>	<u>6,299,775</u>	<u>12,844,337</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(1,963,383)</u>	<u>(1,963,383)</u>	<u>143,026</u>	<u>2,106,409</u>
OTHER FINANCING USES				
Proceeds from capital asset disposal			10,289	10,289
Loss on sale of property held for resale			<u>(6,426,980)</u>	<u>(6,426,980)</u>
Total other financing uses			<u>(6,416,691)</u>	<u>(6,416,691)</u>
CHANGE IN FUND BALANCE	(1,963,383)	(1,963,383)	(6,273,665)	(4,310,282)
FUND BALANCE, BEGINNING OF YEAR	<u>7,056,364</u>	<u>9,559,065</u>	<u>9,559,065</u>	
FUND BALANCE, END OF YEAR	<u>\$ 5,092,981</u>	<u>\$ 7,595,682</u>	<u>\$ 3,285,400</u>	<u>\$ (4,310,282)</u>

DEBT SERVICE FUND

CITY OF NORTH LAS VEGAS

NON-MAJOR DEBT SERVICE FUND

FOR THE YEAR ENDED JUNE 30, 2021

Debt service funds are used to account for the accumulation of financial resources that are restricted, committed or assigned to the repayment of debt principal and interest.

Debt Service

Accounts for the accumulation of resources for, and the payment of, general obligation medium- and long-term debt principal and interest.

Additionally, this fund is used to account for the collection and accumulation of resources for, and the payment of, principal and interest payments pertaining to those special assessments levied against and secured by a lien upon property within certain assessment districts, for which the City is financially obligated in the event there are deficiencies.

CITY OF NORTH LAS VEGAS

DEBT SERVICE FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Property taxes	\$ _____	\$ _____	\$ 42	\$ 42
Total revenues	_____	_____	42	42
EXPENDITURES				
Debt service				
Principal payments	5,815,000	5,463,708	5,815,000	(351,292)
Interest and fiscal charges	5,418,661	5,418,661	5,020,398	398,263
Debt issuance costs		23,386	238,632	(215,246)
Administrative and other costs	5,000	224,326	171,103	53,223
Total expenditures	11,238,661	11,130,081	11,245,133	(115,052)
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(11,238,661)	(11,130,081)	(11,245,091)	(115,010)
OTHER FINANCING SOURCES				
Proceeds from issuance of refunding bonds		20,255,000	20,255,000	
Debt issuance premiums		2,788,220	2,788,220	
Payment to advance refunding bond agent		(22,936,554)	(22,936,554)	
Debt issuance discounts		(215,246)		215,246
Transfers in	11,238,661	11,238,661	11,238,661	
Total other financing sources	11,238,661	11,130,081	11,345,327	215,246
CHANGE IN FUND BALANCE			100,236	100,236
FUND BALANCE, BEGINNING OF YEAR	6,574,808	6,574,439	6,574,439	_____
FUND BALANCE, END OF YEAR	\$ 6,574,808	\$ 6,574,808	\$ 6,674,675	\$ 99,867

CAPITAL PROJECTS FUNDS

CITY OF NORTH LAS VEGAS

NON-MAJOR CAPITAL PROJECTS FUNDS

FOR THE YEAR ENDED JUNE 30, 2021

Capital projects funds are used to account for financial resources that are restricted, committed or assigned to the improvement, acquisition or construction of capital assets.

General Government Improvements

Accounts for various general government capital improvement projects.

Municipal Buildings Facilities

Accounts for the costs of acquisition, construction, equipping and furnishing of various new facilities financed through the issuance of general obligation bonds.

Civic Center Facilities

Accounts for the costs of acquisition, construction, equipping and furnishing of a new civic center facility financed through the sale of general obligation bonds.

Parks and Recreation Projects

Accounts for capital improvement expenditures associated with the City's parks and recreation buildings and facilities.

Capital Projects Street Improvements

Accounts for the design, acquisition, construction and improvements of and to various streets and roadways within the City limits.

CITY OF NORTH LAS VEGAS

NON-MAJOR CAPITAL PROJECTS FUNDS COMBINING BALANCE SHEET JUNE 30, 2021

	General Government Improvements	Municipal Buildings Facilities	Civic Center Facilities	Parks and Recreation Projects
ASSETS				
Cash, cash equivalents and investments	\$ 7,431,435	\$ 1,779,219	\$ 52,544	\$ 6,909,022
Accounts receivable, net				638,195
Grants receivable				254,529
Prepaid items	1,343			
Due from other governments				
Total assets	\$ 7,432,778	\$ 1,779,219	\$ 52,544	\$ 7,801,746
LIABILITIES				
Accounts payable and other accrued liabilities	\$ 349,020			\$ 451,055
Due to other governments	166			45,223
Unearned revenue				3,980
Total liabilities	349,186			500,258
FUND BALANCES				
Prepaid items	1,343			
Restricted for				
Street improvements projects				
Other capital projects		1,779,219	52,544	7,301,488
Committed to				
Other capital projects	7,082,249			
Total fund balances	7,083,592	1,779,219	52,544	7,301,488
Total liabilities and fund balances	\$ 7,432,778	\$ 1,779,219	\$ 52,544	\$ 7,801,746

(Continued)

CITY OF NORTH LAS VEGAS

NON-MAJOR CAPITAL PROJECTS FUNDS COMBINING BALANCE SHEET (CONTINUED) JUNE 30, 2021

	<u>Capital Projects Street Improvements</u>	<u>Valley Vista Development</u>	<u>Northern Beltway Commercial Area</u>	<u>Total Capital Projects</u>
ASSETS				
Cash, cash equivalents and investments	\$ 8,862,143	\$ 439	\$ 4,875,144	\$ 29,909,946
Accounts receivable, net	827,011			1,465,206
Grants receivable	6,917,674			7,172,203
Prepaid items				1,343
Due from other governments	<u>39,140</u>			<u>39,140</u>
Total assets	<u>\$ 16,645,968</u>	<u>\$ 439</u>	<u>\$ 4,875,144</u>	<u>\$ 38,587,838</u>
LIABILITIES				
Accounts payable and other accrued liabilities	\$ 4,032,221	\$	\$	\$ 4,832,296
Due to other governments				45,389
Unearned revenue	<u>39,611</u>			<u>43,591</u>
Total liabilities	<u>4,071,832</u>			<u>4,921,276</u>
FUND BALANCES				
Prepaid items				1,343
Restricted for				
Street improvements projects	12,574,136			12,574,136
Other capital projects		439	4,875,144	14,008,834
Committed to				
Other capital projects				<u>7,082,249</u>
Total fund balances	<u>12,574,136</u>	<u>439</u>	<u>4,875,144</u>	<u>33,666,562</u>
Total liabilities and fund balances	<u>\$ 16,645,968</u>	<u>\$ 439</u>	<u>\$ 4,875,144</u>	<u>\$ 38,587,838</u>

CITY OF NORTH LAS VEGAS

NON-MAJOR CAPITAL PROJECTS FUNDS COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES FOR THE YEAR ENDED JUNE 30, 2021

	General Government Improvements	Municipal Buildings Facilities	Civic Center Facilities	Parks and Recreation Projects
REVENUES				
Intergovernmental	\$	\$	\$	\$ 1,268,052
Investment income (loss)		(159)		
Miscellaneous	200,801			
Total revenues	<u>200,801</u>	<u>(159)</u>		<u>1,268,052</u>
EXPENDITURES				
Current				
General government	2,035,254			67
Public safety				115,128
Public works	(3)	(3,017)		(8,729)
Culture and recreation				400,337
Total current	<u>2,035,251</u>	<u>(3,017)</u>		<u>506,803</u>
Capital outlay				
General government	1,110,529			1,477
Judicial	2,963			
Public safety				
Public works	1,188	3,017		84,247
Culture and recreation				1,835,940
Total capital outlay	<u>1,114,680</u>	<u>3,017</u>		<u>1,921,664</u>
Total expenditures	<u>3,149,931</u>			<u>2,428,467</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(2,949,130)</u>	<u>(159)</u>		<u>(1,160,415)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>1,685,000</u>			<u>2,365,000</u>
CHANGE IN FUND BALANCE	(1,264,130)	(159)		1,204,585
FUND BALANCE, BEGINNING OF YEAR	<u>8,347,722</u>	<u>1,779,378</u>	<u>52,544</u>	<u>6,096,903</u>
FUND BALANCE, END OF YEAR	<u>\$ 7,083,592</u>	<u>\$ 1,779,219</u>	<u>\$ 52,544</u>	<u>\$ 7,301,488</u>

(Continued)

CITY OF NORTH LAS VEGAS

NON-MAJOR CAPITAL PROJECTS FUNDS

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Capital Projects Street Improvements	Valley Vista Development	Northern Beltway Commercial Area	Total Capital Projects
REVENUES				
Intergovernmental	\$ 18,935,244	\$	\$	\$ 20,203,296
Investment income (loss)				(159)
Miscellaneous				200,801
Total revenues	<u>18,935,244</u>			<u>20,403,938</u>
EXPENDITURES				
Current				
General government	7,483			2,042,804
Public safety	(1)			115,127
Public works	599,959			588,210
Culture and recreation				400,337
Total current	<u>607,441</u>			<u>3,146,478</u>
Capital outlay				
General government	17,845			1,129,851
Judicial				2,963
Public safety	3,062			3,062
Public works	18,960,949			19,049,401
Culture and recreation				1,835,940
Total capital outlay	<u>18,981,856</u>			<u>22,021,217</u>
Total expenditures	<u>19,589,297</u>			<u>25,167,695</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(654,053)</u>			<u>(4,763,757)</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>4,998,000</u>			<u>9,048,000</u>
CHANGE IN FUND BALANCE	4,343,947			4,284,243
FUND BALANCE, BEGINNING OF YEAR	<u>8,230,189</u>	<u>439</u>	<u>4,875,144</u>	<u>29,382,319</u>
FUND BALANCE, END OF YEAR	<u>\$ 12,574,136</u>	<u>\$ 439</u>	<u>\$ 4,875,144</u>	<u>\$ 33,666,562</u>

CITY OF NORTH LAS VEGAS

GENERAL GOVERNMENT IMPROVEMENTS CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Miscellaneous	\$ _____	\$ 200,801	\$ 200,801	\$ _____
EXPENDITURES				
General government				
Finance				
Employee benefits			(2)	2
Services and supplies			3	(3)
Capital outlay			14,657	(14,657)
Total finance	_____	_____	14,658	(14,658)
Other				
Employee benefits			1	(1)
Services and supplies	1,008,400	2,410,951	2,035,252	375,699
Capital outlay	625,000	2,477,311	1,095,872	1,381,439
Total other	1,633,400	4,888,262	3,131,125	1,757,137
Total general government	1,633,400	4,888,262	3,145,783	1,742,479
Judicial				
Municipal court				
Services and supplies		3,250		3,250
Capital outlay			2,963	(2,963)
Total judicial	_____	3,250	2,963	287
Public works				
Engineering				
Salaries and wages		810		810
Employee benefits		490	(30)	520
Services and supplies	410,000	40	27	13
Capital outlay			1,188	(1,188)
Total engineering	410,000	1,340	1,185	155
Total public works	410,000	1,340	1,185	155
Total expenditures	2,043,400	4,892,852	3,149,931	1,742,921
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(2,043,400)	(4,692,051)	(2,949,130)	1,742,921
OTHER FINANCING SOURCES				
Transfers in	885,000	1,685,000	1,685,000	_____
CHANGE IN FUND BALANCE	(1,158,400)	(3,007,051)	(1,264,130)	1,742,921
FUND BALANCE, BEGINNING OF YEAR	4,901,927	8,347,722	8,347,722	_____
FUND BALANCE, END OF YEAR	\$ 3,743,527	\$ 5,340,671	\$ 7,083,592	\$ 1,742,921

CITY OF NORTH LAS VEGAS

MUNICIPAL BUILDINGS FACILITIES CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Investment income (loss)	\$ _____	\$ _____	\$ (159)	\$ (159)
EXPENDITURES				
Public works				
Engineering				
Salaries and wages			(1,945)	1,945
Employee benefits			(1,072)	1,072
Capital outlay	_____	_____	3,017	(3,017)
CHANGE IN FUND BALANCE			(159)	(159)
FUND BALANCE, BEGINNING OF YEAR	919,681	1,779,378	1,779,378	_____
FUND BALANCE, END OF YEAR	<u>\$ 919,681</u>	<u>\$ 1,779,378</u>	<u>\$ 1,779,219</u>	<u>\$ (159)</u>

CITY OF NORTH LAS VEGAS

PARKS AND RECREATION PROJECTS CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ 2,884,270	\$ 5,084,270	\$ 1,268,052	\$ (3,816,218)
Total revenues	<u>2,884,270</u>	<u>5,084,270</u>	<u>1,268,052</u>	<u>(3,816,218)</u>
EXPENDITURES				
General government				
Finance				
Salaries and wages		960	(7)	967
Employee benefits		680	37	643
Services and supplies		50	37	13
Capital outlay			1,477	(1,477)
Total general government		<u>1,690</u>	<u>1,544</u>	<u>146</u>
Public safety				
Protective services				
Services and supplies			115,128	(115,128)
Capital outlay		272,000		272,000
Total public safety		<u>272,000</u>	<u>115,128</u>	<u>156,872</u>
Public works				
Engineering				
Salaries and wages		45,270	(13,775)	59,045
Employee benefits		13,700	3,090	10,610
Services and supplies		1,660	1,955	(295)
Capital outlay			84,181	(84,181)
Total engineering		<u>60,630</u>	<u>75,451</u>	<u>(14,821)</u>
Real property				
Salaries and wages		50		50
Employee benefits		14,840	(1)	14,841
Services and supplies		10	2	8
Capital outlay			66	(66)
Total public works		<u>75,530</u>	<u>75,518</u>	<u>12</u>
Culture and recreation				
Administration				
Salaries and wages			9,631	(9,631)
Employee benefits			40	(40)
Services and supplies	186,500	100,000	385,792	(285,792)
Capital outlay	7,395,365	9,664,925	1,835,940	7,828,985
Total administration	<u>7,581,865</u>	<u>9,764,925</u>	<u>2,231,403</u>	<u>7,533,522</u>
Participant recreation				
Salaries and wages			392	(392)
Employee benefits			52	(52)
Total participant recreation			<u>444</u>	<u>(444)</u>
Parks and grounds				
Salaries and wages			3,166	(3,166)
Employee benefits			1,187	(1,187)
Services and supplies			77	(77)
Total culture and recreation	<u>7,581,865</u>	<u>9,764,925</u>	<u>2,236,277</u>	<u>7,528,648</u>

(Continued)

CITY OF NORTH LAS VEGAS

PARKS AND RECREATION PROJECTS CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
Community support				
Economic development				
Capital outlay	325,000	325,000		325,000
Total community support	325,000	325,000		325,000
Total expenditures	7,906,865	10,439,145	2,428,467	8,010,678
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(5,022,595)	(5,354,875)	(1,160,415)	4,194,460
OTHER FINANCING SOURCES (USES)				
Transfers in	2,365,000	2,365,000	2,365,000	
CHANGE IN FUND BALANCE	(2,657,595)	(2,989,875)	1,204,585	4,194,460
FUND BALANCE, BEGINNING OF YEAR	4,020,277	6,096,903	6,096,903	
FUND BALANCE, END OF YEAR	\$ 1,362,682	\$ 3,107,028	\$ 7,301,488	\$ 4,194,460

CITY OF NORTH LAS VEGAS

CAPITAL PROJECTS STREET IMPROVEMENTS CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
REVENUES				
Intergovernmental	\$ 68,842,254	\$ 84,272,254	\$ 18,935,244	\$ (65,337,010)
Total revenues	68,842,254	84,272,254	18,935,244	(65,337,010)
EXPENDITURES				
General government				
Finance				
Salaries and wages		11,440	36	11,404
Employee benefits		7,350	1,335	6,015
Services and supplies		350	447	(97)
Capital outlay			17,845	(17,845)
Total finance		19,140	19,663	(523)
Planning				
Salaries and wages		5,250	4,809	441
Employee benefits		940	856	84
Total planning		6,190	5,665	525
Total general government		25,330	25,328	2
Public safety				
Protective services				
Salaries and wages			(14)	14
Employee benefits			9	(9)
Services and supplies			4	(4)
Capital outlay	14,929,008	10,371,978	3,062	10,368,916
Total protective services	14,929,008	10,371,978	3,061	10,368,917
Total public safety	14,929,008	10,371,978	3,061	10,368,917
Public works				
Flood control				
Salaries and wages			(79)	79
Employee benefits			51	(51)
Services and supplies			28	(28)
Capital outlay		15,427,000	4,869,911	10,557,089
Total flood control		15,427,000	4,869,911	10,557,089
Streets				
Salaries and wages			1,011	(1,011)
Services and supplies	796,207	606,807	555,344	51,463
Capital outlay	63,534,706	63,464,706	12,911,627	50,553,079
Total streets	64,330,913	64,071,513	13,467,982	50,603,531
Engineering				
Salaries and wages			(44,208)	44,208
Employee benefits			59,114	(59,114)
Services and supplies			25,540	(25,540)
Capital outlay	95,000	52,221	1,093,971	(1,041,750)
Total engineering	95,000	52,221	1,134,417	(1,082,196)

(Continued)

CITY OF NORTH LAS VEGAS

CAPITAL PROJECTS STREET IMPROVEMENTS CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET TO ACTUAL (CONTINUED) FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
Real property				
Salaries and wages			(3,492)	3,492
Employee benefits			4,632	(4,632)
Services and supplies			2,018	(2,018)
Capital outlay			85,440	(85,440)
Total real property			<u>88,598</u>	<u>(88,598)</u>
Total public works	<u>64,425,913</u>	<u>79,550,734</u>	<u>19,560,908</u>	<u>59,989,826</u>
Total expenditures	<u>79,354,921</u>	<u>89,948,042</u>	<u>19,589,297</u>	<u>70,358,745</u>
DEFICIENCY OF REVENUES UNDER EXPENDITURES	<u>(10,512,667)</u>	<u>(5,675,788)</u>	<u>(654,053)</u>	<u>5,021,735</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>4,998,000</u>	<u>4,998,000</u>	<u>4,998,000</u>	
CHANGE IN FUND BALANCE	(5,514,667)	(677,788)	4,343,947	5,021,735
FUND BALANCE, BEGINNING OF YEAR	<u>8,407,925</u>	<u>8,230,189</u>	<u>8,230,189</u>	
FUND BALANCE, END OF YEAR	<u>\$ 2,893,258</u>	<u>\$ 7,552,401</u>	<u>\$ 12,574,136</u>	<u>\$ 5,021,735</u>

PROPRIETARY FUNDS

MAJOR ENTERPRISE FUNDS

CITY OF NORTH LAS VEGAS

MAJOR ENTERPRISE FUNDS

FOR THE YEAR ENDED JUNE 30, 2021

Enterprise funds are used to account for activities for which a user fee is charged for goods or services.

Wastewater Utility

Accounts for the collection from the residents of the City and the transmission of sewage through the system infrastructure for treatment and release into Lake Mead.

Water Utility

Accounts for the delivery of water services through the system infrastructure to the residents of the City and other service areas.

CITY OF NORTH LAS VEGAS

WASTEWATER UTILITY ENTERPRISE FUND

SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES				
Utility fees	\$ 50,026,160	\$ 50,026,160	\$ 51,340,324	\$ 1,314,164
Construction fees	150,000	150,000	333,866	183,866
Connection fees	3,800,000	3,800,000	11,448,893	7,648,893
Other charges for services			265,175	265,175
Fines and forfeitures	950,000	950,000	928,211	(21,789)
Miscellaneous	<u>535,000</u>	<u>535,000</u>	<u>557,088</u>	<u>22,088</u>
Total operating revenues	<u>55,461,160</u>	<u>55,461,160</u>	<u>64,873,557</u>	<u>9,412,397</u>
OPERATING EXPENSES				
Salaries and wages	4,672,554	4,672,554	3,895,403	777,151
Employee benefits	2,535,795	2,535,795	1,647,924	887,871
Services and supplies	14,245,825	14,226,826	16,403,601	(2,176,775)
Depreciation and amortization	<u>19,002,258</u>	<u>19,002,258</u>	<u>14,855,426</u>	<u>4,146,832</u>
Total operating expenses	<u>40,456,432</u>	<u>40,437,433</u>	<u>36,802,354</u>	<u>3,635,079</u>
Operating income	<u>15,004,728</u>	<u>15,023,727</u>	<u>28,071,203</u>	<u>13,047,476</u>
NONOPERATING REVENUES (EXPENSES)				
Investment income (loss)			1,072	1,072
Gain (loss) on capital asset disposition			38,730	38,730
Interest and fiscal charges	(12,507,233)	(12,507,233)	(9,093,594)	3,413,639
Intergovernmental	<u>6,916,000</u>	<u>6,916,000</u>	<u>6,916,000</u>	<u>(6,916,000)</u>
Total nonoperating revenues (expenses)	<u>(5,591,233)</u>	<u>(5,591,233)</u>	<u>(9,053,792)</u>	<u>(3,462,559)</u>
Income before capital contributions and transfers	<u>9,413,495</u>	<u>9,432,494</u>	<u>19,017,411</u>	<u>9,584,917</u>
CAPITAL CONTRIBUTIONS				
Capital grants and contributions			<u>5,496,855</u>	<u>5,496,855</u>
TRANSFERS				
Transfers in	3,051,750	3,051,750	3,051,750	
Transfers out	<u>(9,531,750)</u>	<u>(9,531,750)</u>	<u>(9,531,750)</u>	
Total transfers	<u>(6,480,000)</u>	<u>(6,480,000)</u>	<u>(6,480,000)</u>	
CHANGE IN NET POSITION	<u>\$ 2,933,495</u>	<u>\$ 2,952,494</u>	18,034,266	<u>\$ 15,081,772</u>
NET POSITION, BEGINNING OF YEAR			<u>183,775,218</u>	
NET POSITION, END OF YEAR			<u>\$ 201,809,484</u>	

CITY OF NORTH LAS VEGAS

WATER UTILITY ENTERPRISE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES				
Utility fees	\$ 64,231,440	\$ 64,231,440	\$ 69,299,048	\$ 5,067,608
Construction fees	1,150,000	1,150,000	1,860,737	710,737
Connection fees	2,500,000	2,500,000	5,346,664	2,846,664
Other charges for services	2,040,000	2,040,000	2,814,965	774,965
Fines and forfeitures	2,352,000	2,352,000	2,379,754	27,754
Miscellaneous	<u>950,000</u>	<u>950,000</u>	<u>1,135,630</u>	<u>185,630</u>
Total operating revenues	<u>73,223,440</u>	<u>73,223,440</u>	<u>82,836,798</u>	<u>9,613,358</u>
OPERATING EXPENSES				
Salaries and wages	7,023,965	7,023,965	5,856,680	1,167,285
Employee benefits	3,860,130	3,860,130	2,861,629	998,501
Services and supplies	31,892,021	31,867,021	32,126,337	(259,316)
Depreciation and amortization	<u>8,517,026</u>	<u>8,517,026</u>	<u>6,544,648</u>	<u>1,972,378</u>
Total operating expenses	<u>51,293,142</u>	<u>51,268,142</u>	<u>47,389,294</u>	<u>3,878,848</u>
Operating income	<u>21,930,298</u>	<u>21,955,298</u>	<u>35,447,504</u>	<u>13,492,206</u>
NONOPERATING REVENUES (EXPENSES)				
Investment income (loss)			125,678	125,678
Gain (loss) on capital asset disposition			16,797	16,797
Interest and fiscal charges	<u>(654,949)</u>	<u>(654,949)</u>	<u>(350,270)</u>	<u>304,679</u>
Total nonoperating revenues (expenses)	<u>(654,949)</u>	<u>(654,949)</u>	<u>(207,795)</u>	<u>447,154</u>
Income before capital contributions and transfers	<u>21,275,349</u>	<u>21,300,349</u>	<u>35,239,709</u>	<u>13,939,360</u>
CAPITAL CONTRIBUTIONS				
Capital grants and contributions			<u>1,244,266</u>	<u>1,244,266</u>
TRANSFERS				
Transfers in	10,379,195	10,379,195	10,379,195	
Transfers out	<u>(25,499,195)</u>	<u>(25,499,195)</u>	<u>(25,499,195)</u>	
Total transfers	<u>(15,120,000)</u>	<u>(15,120,000)</u>	<u>(15,120,000)</u>	
CHANGE IN NET POSITION	<u>\$ 6,155,349</u>	<u>\$ 6,180,349</u>	21,363,975	<u>\$ 15,183,626</u>
NET POSITION, BEGINNING OF YEAR			<u>207,274,396</u>	
NET POSITION, END OF YEAR			<u>\$ 228,638,371</u>	

NON-MAJOR ENTERPRISE FUND

CITY OF NORTH LAS VEGAS

NON-MAJOR ENTERPRISE FUND

FOR THE YEAR ENDED JUNE 30, 2021

Enterprise funds are used to account for activities for which a user fee is charged for goods or services.

Municipal Golf Courses

Accounts for the operations of a nine-hole par-3 golf course and an 18-hole par-72 championship course.

CITY OF NORTH LAS VEGAS

MUNICIPAL GOLF COURSES ENTERPRISE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES				
User fees	\$ 1,861,808	\$ 1,861,808	\$ 2,147,120	\$ 285,312
Miscellaneous	<u>40,000</u>	<u>40,000</u>	<u>11,927</u>	<u>(28,073)</u>
Total operating revenues	<u>1,901,808</u>	<u>1,901,808</u>	<u>2,159,047</u>	<u>257,239</u>
OPERATING EXPENSES				
Salaries and wages	113,020	113,020	108,680	4,340
Employee benefits	22,208	22,208	21,356	852
Services and supplies	1,914,067	1,914,067	2,039,968	(125,901)
Depreciation and amortization	<u>302,540</u>	<u>302,540</u>	<u>226,358</u>	<u>76,182</u>
Total operating expenses	<u>2,351,835</u>	<u>2,351,835</u>	<u>2,396,362</u>	<u>(44,527)</u>
Operating loss	<u>(450,027)</u>	<u>(450,027)</u>	<u>(237,315)</u>	<u>212,712</u>
TRANSFERS				
Transfers in	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>	
CHANGE IN NET POSITION	<u>\$ (300,027)</u>	<u>\$ (300,027)</u>	(87,315)	<u>\$ 212,712</u>
NET POSITION, BEGINNING OF YEAR			<u>4,758,733</u>	
NET POSITION, END OF YEAR			<u>\$ 4,671,418</u>	

INTERNAL SERVICE FUNDS

CITY OF NORTH LAS VEGAS

INTERNAL SERVICE FUNDS

FOR THE YEAR ENDED JUNE 30, 2021

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

Motor Equipment

Accounts for repairs, maintenance, fuel and services to vehicles of all departments of the City.

Self-insurance Reserve

Accounts for costs incurred in self-insuring liability claims, unemployment, employee and retiree health care (including medical, dental and vision), workers' compensation programs and post employment benefits other than pensions.

CITY OF NORTH LAS VEGAS

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF NET POSITION JUNE 30, 2021

	Motor Equipment	Self-insurance Reserve	Total Internal Service
ASSETS			
Current assets			
Cash, cash equivalents and investments	\$ 39,026,476	\$ 116,604,874	\$ 155,631,350
Accounts receivable, net		10,191	10,191
Prepaid items		243,670	243,670
Due from other funds		501,494	501,494
Inventories	264,690		264,690
Restricted assets			
Cash, cash equivalents and investments		3,647,186	3,647,186
Total current assets	39,291,166	121,007,415	160,298,581
Noncurrent assets			
Capital assets, net of accumulated depreciation and amortization			
Buildings and building improvements	135,535		135,535
Improvements other than buildings	160,589		160,589
Machinery, equipment and software	4,603,942		4,603,942
Total noncurrent assets	4,900,066		4,900,066
Total assets	44,191,232	121,007,415	165,198,647
DEFERRED OUTFLOWS OF RESOURCES			
Unamortized amounts related to pensions	211,533	278,515	490,048
Unamortized amounts related to other postemployment benefits other than pensions (OPEB)	441,149	54,957,622	55,398,771
Total deferred outflows of resources	652,682	55,236,137	55,888,819
LIABILITIES			
Current liabilities			
Accounts payable and other accrued liabilities	476,672	1,792,644	2,269,316
Accrued salaries and benefits	42,651	264,323	306,974
Due to other funds	5,200	5,784	10,984
Due to other governments		2,171	2,171
Compensated absences	23,774	12,094	35,868
Claims payable		9,836,886	9,836,886
Total current liabilities	548,297	11,913,902	12,462,199
Noncurrent liabilities			
Compensated absences	219,995	111,903	331,898
OPEB liability	747,837	99,071,429	99,819,266
Net pension liability	1,338,071	1,761,759	3,099,830
Claims payable		15,213,251	15,213,251
Total noncurrent liabilities	2,305,903	116,158,342	118,464,245
Total liabilities	2,854,200	128,072,244	130,926,444
DEFERRED INFLOWS OF RESOURCES			
Unamortized amounts related to pensions	167,448	220,467	387,915
Unamortized amounts related to other postemployment benefits other than pensions (OPEB)		1,283,061	1,283,061
NET POSITION			
Net investment in capital assets	4,900,066		4,900,066
Restricted			
Claims and judgments		3,647,186	3,647,186
Unrestricted	36,922,200	43,020,594	79,942,794
Total net position	\$ 41,822,266	\$ 46,667,780	\$ 88,490,046

CITY OF NORTH LAS VEGAS

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION FOR THE YEAR ENDED JUNE 30, 2021

	Motor Equipment	Self-insurance Reserve	Total Internal Service
OPERATING REVENUES			
Other charges for services	\$ 9,249,498	\$ 33,094,076	\$ 42,343,574
Miscellaneous	400		400
Total operating revenues	9,249,898	33,094,076	42,343,974
OPERATING EXPENSES			
Salaries and wages	798,229	4,700,632	5,498,861
Employee benefits	259,355	9,257,961	9,517,316
Services and supplies	2,681,217	19,075,699	21,756,916
Depreciation and amortization	744,524		744,524
Total operating expenses	4,483,325	33,034,292	37,517,617
Operating income	4,766,573	59,784	4,826,357
NONOPERATING REVENUES			
Investment income (loss)		(50)	(50)
CHANGE IN NET POSITION	4,766,573	59,734	4,826,307
NET POSITION, BEGINNING OF YEAR	37,055,693	46,608,046	83,663,739
NET POSITION, END OF YEAR	\$ 41,822,266	\$ 46,667,780	\$ 88,490,046

CITY OF NORTH LAS VEGAS

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF CASH FLOWS FOR THE YEAR ENDED JUNE 30, 2021

	Motor Equipment	Self-insurance Reserve	Total Internal Service
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 9,249,498	\$ 33,098,485	\$ 42,347,983
Cash received from other sources	2,460		2,460
Cash payments for goods and services	(2,692,163)	(22,674,100)	(25,366,263)
Cash payments for employee services	(1,155,565)		(1,155,565)
Net cash provided by operating activities	5,404,230	10,424,385	15,828,615
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Repayments of advances from other funds		60,025	60,025
Advances from other funds	1,963	1,627	3,590
Net cash provided by noncapital financing activities	1,963	61,652	63,615
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES			
Acquisition and construction of capital assets	(1,958,647)		(1,958,647)
CASH FLOWS FROM INVESTING ACTIVITIES			
Investment income (loss)		(50)	(50)
NET INCREASE IN CASH AND CASH EQUIVALENTS	3,447,546	10,485,987	13,933,533
CASH AND CASH EQUIVALENTS, BEGINNING OF YEAR	35,578,930	109,766,073	145,345,003
CASH AND CASH EQUIVALENTS, END OF YEAR			
Cash and cash equivalents, unrestricted	39,026,476	116,604,874	155,631,350
Cash and cash equivalents, restricted		3,647,186	3,647,186
	\$ 39,026,476	\$ 120,252,060	\$ 159,278,536
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating income	\$ 4,766,573	\$ 59,784	\$ 4,826,357
Adjustments to reconcile operating income to net cash provided by operating activities			
Depreciation	744,524		744,524
(Increase) decrease in operating assets			
Accounts receivable		4,409	4,409
Due from other governments	2,060		2,060
Inventories	(33,056)		(33,056)
Prepaid items	310	(195,580)	(195,270)
Increase (decrease) in operating liabilities			
Accounts payable	21,800	701,279	723,079
Accrued salaries and benefits	16,205	2,146,808	2,163,013
Due to other governments		2,068	2,068
Compensated absences	47,673	37,592	85,265
Postemployment benefits other than pensions (OPEB)	50,911	7,149,218	7,200,129
Net pension liability	(212,770)	518,807	306,037
Total adjustments	637,657	10,364,601	11,002,258
Net cash provided by operating activities	\$ 5,404,230	\$ 10,424,385	\$ 15,828,615

CITY OF NORTH LAS VEGAS

MOTOR EQUIPMENT INTERNAL SERVICE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	Original Budget	Final Budget	Actual	Variance
OPERATING REVENUES				
Other charges for services	\$ 9,592,536	\$ 11,239,629	\$ 9,249,498	\$ (1,990,131)
Miscellaneous			400	400
Total operating revenues	9,592,536	11,239,629	9,249,898	(1,989,731)
OPERATING EXPENSES				
Salaries and wages	993,663	993,663	798,229	195,434
Employee benefits	574,420	574,420	259,355	315,065
Services and supplies	3,271,762	3,146,762	2,681,217	465,545
Depreciation and amortization	3,160,000	3,160,000	744,524	2,415,476
Total operating expenses	7,999,845	7,874,845	4,483,325	3,391,520
Operating income	1,592,691	3,364,784	4,766,573	1,401,789
CHANGE IN NET POSITION	\$ 1,592,691	\$ 3,364,784	4,766,573	\$ 1,401,789
NET POSITION, BEGINNING OF YEAR			37,055,693	
NET POSITION, END OF YEAR			\$ 41,822,266	

CITY OF NORTH LAS VEGAS

SELF-INSURANCE RESERVE INTERNAL SERVICE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET TO ACTUAL FOR THE YEAR ENDED JUNE 30, 2021

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance</u>
OPERATING REVENUES				
Other charges for services	\$ 35,527,102	\$ 35,527,102	\$ 33,094,076	\$ (2,433,026)
OPERATING EXPENSES				
Salaries and wages	5,992,818	6,397,818	4,700,632	1,697,186
Employee benefits	3,652,134	3,652,134	9,257,961	(5,605,827)
Services and supplies	<u>22,641,832</u>	<u>22,236,832</u>	<u>19,075,699</u>	<u>3,161,133</u>
Total operating expenses	<u>32,286,784</u>	<u>32,286,784</u>	<u>33,034,292</u>	<u>(747,508)</u>
Operating income (loss)	<u>3,240,318</u>	<u>3,240,318</u>	<u>59,784</u>	<u>(3,180,534)</u>
NONOPERATING REVENUES				
Investment income (loss)	<u> </u>	<u> </u>	<u>(50)</u>	<u>(50)</u>
CHANGE IN NET POSITION	<u>\$ 3,240,318</u>	<u>\$ 3,240,318</u>	<u>59,734</u>	<u>\$ (3,180,584)</u>
NET POSITION, BEGINNING OF YEAR			<u>46,608,046</u>	
NET POSITION, END OF YEAR			<u>\$ 46,667,780</u>	

FIDUCIARY FUNDS

CITY OF NORTH LAS VEGAS

FIDUCIARY FUNDS

FOR THE YEAR ENDED JUNE 30, 2021

Fiduciary funds are used to account for assets held as an agent for individuals, private organizations, other governments or other funds.

Bail Deposits

Accounts for funds deposited or pledged for the release of a suspect from detention, with the understanding that the suspect will return for trial or forfeit the bail (and possibly be brought up on charges of the crime or failure to appear).

Non-forfeiture Holding

Accounts for those funds associated with the seizure of narcotics from a suspect to be held until such time as a trial is held and a determination is made with regard to the purpose of the funds.

Other Deposits

Accounts for funds deposited by developers in-lieu of a surety bond.

Business Cleanup Deposits

Accounts for those deposit requirements as a condition to the issuance of a special use permit in the event the business fails to adequately clean up the area after the special event.

Special Trust Reward

Accounts for funds from Clark County to be used as a reward to eligible tipsters who provide information that directly leads to the whereabouts of Everlyse Cabrera and the subsequent felony arrest and/or indictment.

Employee Insurance Deposits

Accounts for employee and employer contributions to group health and life insurance, which are held until they are disbursed to the City's insurance carriers.

Workers' Compensation Retention

Accounts for funds held by the State of Nevada as a retention requirement.

Contractor Retention Accounts

Accounts for money withheld from contract payments as retention requirements in construction contracts.

New Construction Privilege Tax

Accounts for funds collected from new construction by the City and remitted to Clark County, Nevada.

Convention Authority Tax

Accounts for gaming taxes and room tax receipts collected from North Las Vegas businesses by the City and transmitted to the Las Vegas Convention and Visitors Authority.

Garbage Company Collection

Accounts for billings and collections by the City for garbage pick-up services performed by a local disposal company.

Inmate Deposits

Accounts for funds held for inmates in the City Detention Center until they are released or transferred.

SIAD No. 54 (Civic Center Drive Development)

Accounts for the collection of property assessments pledged for the payment of principal and interest and for which no assets or revenues of the City have been pledged.

SIAD No. 60 (Aliante Development)

Accounts for the collection of property assessments pledged for the payment of principal and interest and for which no assets or revenues of the City have been pledged.

SIAD No. 65 (Northern Beltway Commercial Area)

Accounts for the collection of property assessments pledged for the payment of principal and interest and for which no assets or revenues of the City have been pledged.

SIAD No. 64 (Valley Vista)

Accounts for the collection of property assessments pledged for the payment of principal and interest and for which no assets or revenues of the City have been pledged.

SNWA Collections

Accounts for billings and collections by the City for SNWA assessments.

CITY OF NORTH LAS VEGAS

**FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2021**

	Custodial Funds						
	Bail Deposits	Non-forfeiture Holding	Other Deposits	Business Cleanup Deposits	Special Trust Reward	Employee Deposits	Workers' Compensation Retention
ASSETS							
Cash, cash equivalents and investments	\$ 214,102	\$ 1,619,474	\$ 7,563,615	\$ 6,549	\$ 15,000	\$ 226,747	\$ 258
Interest receivable							
Receivables from others							
Special assessments receivable							
Total assets	<u>214,102</u>	<u>1,619,474</u>	<u>7,563,615</u>	<u>6,549</u>	<u>15,000</u>	<u>226,747</u>	<u>258</u>
LIABILITIES							
Accounts payable and other accrued liabilities						144,911	
Due to other governments							
Collections special improvement assessments							
Deposits	15,180	1,588,764	5,030,802		15,000	90,151	
Due to developers, employees and others							
Total liabilities	<u>15,180</u>	<u>1,588,764</u>	<u>5,030,802</u>		<u>15,000</u>	<u>235,062</u>	
NET POSITION							
Restricted for individuals, organizations and other governments	198,922	30,710	2,532,813	6,549		(8,315)	258
Total net position	<u>\$ 198,922</u>	<u>\$ 30,710</u>	<u>\$ 2,532,813</u>	<u>\$ 6,549</u>	<u>\$</u>	<u>\$ (8,315)</u>	<u>\$ 258</u>

(continued)

CITY OF NORTH LAS VEGAS

**FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION (CONTINUED)
JUNE 30, 2021**

	Custodial Funds						
	Contractor Retention Accounts	New Construction Privilege Tax	Convention Authority Tax	Garbage Company Collection	Inmate Deposits	SIAD No.54 (Civic Center Drive Development)	SIAD No.60 (Aliante Development)
ASSETS							
Cash, cash equivalents and investments	\$ 1,659,294	\$ 1,459,992	\$ 326,911	\$ 2,066,063	\$ 5,070	\$ 489,078	\$ 4,276,635
Interest receivable							117
Receivables from others			41,591	2,205,842			
Special assessments receivable							4,026
Total assets	<u>1,659,294</u>	<u>1,459,992</u>	<u>368,502</u>	<u>4,271,905</u>	<u>5,070</u>	<u>489,078</u>	<u>4,280,778</u>
LIABILITIES							
Accounts payable and other accrued liabilities	1,659,097			4,271,905			7,083
Due to other governments		1,459,992	356,915				985
Collections special improvement assessments							59,468
Deposits					5,070		
Due to developers, employees and others						46	
Total liabilities	<u>1,659,097</u>	<u>1,459,992</u>	<u>356,915</u>	<u>4,271,905</u>	<u>5,070</u>	<u>46</u>	<u>67,536</u>
NET POSITION							
Restricted for individuals, organizations and other governments	197		11,587			489,032	4,213,242
Total net position	<u>\$ 197</u>	<u>\$</u>	<u>\$ 11,587</u>	<u>\$</u>	<u>\$</u>	<u>\$ 489,032</u>	<u>\$ 4,213,242</u>

(continued)

CITY OF NORTH LAS VEGAS

**FIDUCIARY FUNDS
COMBINING STATEMENT OF FIDUCIARY NET POSITION (CONTINUED)
JUNE 30, 2021**

	Custodial Funds				Total Custodial Funds
	SIAD No.64 (Valley Vista)	SIAD No.65 (Northern Beltway Commercial Area)	SNWA Collections	CCC Inmate Deposits	
ASSETS					
Cash, cash equivalents and investments	\$ 22,730,438	\$ 2,352,287	\$ 2,019,606	\$ 26,788	\$ 47,057,907
Interest receivable	2,102				2,219
Receivables from others			1,793,383		4,040,816
Special assessments receivable	7,535				11,561
Total assets	22,740,075	2,352,287	3,812,989	26,788	51,112,503
LIABILITIES					
Accounts payable and other accrued liabilities	5,016	96,428	1,793,758	26,788	8,004,986
Due to other governments			2,019,231		3,836,138
Collections special improvement assessments					985
Deposits					6,963,565
Due to developers, employees and others	159,130	3,241			3,287
Total liabilities	164,146	99,669	3,812,989	26,788	18,808,961
NET POSITION					
Restricted for individuals, organizations and other governments	22,575,929	2,252,618			32,303,542
Total Net Position	\$ 22,575,929	\$ 2,252,618	\$	\$	\$ 32,303,542

(continued)

CITY OF NORTH LAS VEGAS

**FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
JUNE 30, 2021**

	Custodial Funds						
	Bail Deposits	Non-forfeiture Holding	Other Deposits	Business Cleanup Deposits	Employee Deposits	Workers' Compensation Retention	Contractor Retention Accounts
ADDITIONS							
Contributions							
Deposits	\$ 675,668	\$	\$	\$	\$	\$	\$
Investment earnings							
Interest, dividends and other investment income		145					
Net change in fair value of investments							
Collections from special assessment districts							
Miscellaneous							
Total additions	<u>675,668</u>	<u>145</u>					
DEDUCTIONS							
Debt repayments							
Principal							
Interest							
Bond premium							
Payments to developers							
Services and professional fees	505,799						
Refunds	146,519						
Miscellaneous							
Total deductions	<u>652,318</u>						
CHANGE IN NET POSITION	23,350	145					
NET POSITION, BEGINNING OF YEAR, AS ADJUSTED	<u>175,572</u>	<u>30,565</u>	<u>2,532,813</u>	<u>6,549</u>	<u>(8,315)</u>	<u>258</u>	<u>197</u>
NET POSITION, END OF YEAR	<u>\$ 198,922</u>	<u>\$ 30,710</u>	<u>\$ 2,532,813</u>	<u>\$ 6,549</u>	<u>\$ (8,315)</u>	<u>\$ 258</u>	<u>\$ 197</u>

(continued)

CITY OF NORTH LAS VEGAS

**FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (CONTINUED)
JUNE 30, 2021**

	Custodial Funds					Total Custodial Funds
	Convention Authority Tax	SIAD No. 54 (Civic Center Drive Development)	SIAD No.60 (Aliante Development)	SIAD No.64 (Valley Vista)	SIAD No.65 (Northern Beltway Commercial Area)	
ADDITIONS						
Contributions						
Deposits	\$	\$	\$	\$	\$	\$ 675,668
Investment earnings						
Interest, dividends and other investment income			140,553	1,910,875	802,772	2,854,345
Net change in fair value of investments					(3,360)	(3,360)
Collections from special assessment districts			2,183,060	1,350,659	548,877	4,082,596
Miscellaneous			22,152	51,208	94,480	167,841
Total additions			2,345,767	3,312,742	1,442,770	7,777,090
DEDUCTIONS						
Debt repayments						
Principal			2,085,000	1,495,000	750,000	4,330,000
Interest			95,063	1,477,653	606,250	2,178,966
Bond premium			11,250	25,800	6,000	43,050
Payments to developers				11,184,210		11,184,210
Services and professional fees			119,951	97,491	8,196	731,437
Refunds						146,519
Miscellaneous			13,941	511	18	14,470
Total deductions			2,325,205	14,280,665	1,370,464	18,628,652
CHANGE IN NET POSITION			20,560	(10,967,923)	72,306	(10,851,562)
NET POSITION, BEGINNING OF YEAR, AS ADJUSTED	11,587	489,032	4,192,682	33,543,852	2,180,312	43,155,104
NET POSITION, END OF YEAR	\$ 11,587	\$ 489,032	\$ 4,213,242	\$ 22,575,929	\$ 2,252,618	\$ 32,303,542



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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of North Las Vegas (the City) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated December 14, 2021.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the City's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as item 2021-001, that we consider to be a material weakness.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with

those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

The City's Response to Findings

The City's response to the findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BDO USA, LLP

December 14, 2021

STATISTICAL SECTION

CITY OF NORTH LAS VEGAS

STATISTICAL INFORMATION

FOR THE YEAR ENDED JUNE 30, 2021

Financial Trends

The following tables contain financial trend information to enable the reader to understand how financial performance has changed over time.

- Net Position by Component
- Changes in Net Position
- Fund Balances, Governmental Funds
- Changes in Fund Balances, Governmental Funds

Revenue Capacity

The following tables contain revenue capacity information to enable the reader to assess the most significant local revenue source.

- Assessed and Estimated Actual Value of Taxable Property
- Property Tax Rates - Direct and Overlapping Governments
- Principal Property Taxpayers
- Property Tax Levies and Collections

Debt Capacity

The following tables contain debt capacity information to enable the reader to assess the affordability of the current level of outstanding debt and the ability to issue additional debt in the future.

- Ratios of Outstanding Debt by Type
- Ratios of General Bonded Debt Outstanding
- Direct and Overlapping Governmental Activities Debt
- Legal Debt Margin Information

Demographic and Economic Information

The following tables contain demographic and economic information to enable the reader to understand the environment within which financial activities take place.

- Demographic and Economic Statistics
- Employment by Industry Sector

Operating Information

The following tables contain operating information to enable the reader to understand how the information contained in the annual comprehensive financial report relates to services provided and activities performed.

- Full-time Equivalent City Government Employees by Function/Program
- Operating Indicators by Function/Program
- Capital Asset Statistics by Function/Program

CITY OF NORTH LAS VEGAS

NET POSITION BY COMPONENT LAST TEN FISCAL YEARS⁽¹⁾ (UNAUDITED)

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Governmental activities										
Net investment in capital assets	\$ 1,035,550,177	\$ 1,109,705,374	\$ 1,106,799,902	\$ 1,147,394,961	\$ 1,156,185,282	\$ 1,139,228,934	\$ 1,148,254,354	\$ 1,149,284,201	\$ 1,158,351,804	\$ 1,192,998,940
Restricted	74,650,721	70,286,644	73,249,575	79,291,604	91,020,657	128,697,909	120,065,652	137,072,577	142,229,325	178,983,998
Unrestricted	(5,838,643)	(14,533,877)	9,551,124	(202,744,932)	(181,662,381)	183,812,405	(165,407,905)	(115,691,157)	(56,511,362)	(10,718,204)
Total governmental activities	<u>1,104,362,255</u>	<u>1,165,458,141</u>	<u>1,189,600,601</u>	<u>1,023,941,633</u>	<u>1,065,543,558</u>	<u>1,451,739,248</u>	<u>1,102,912,101</u>	<u>1,170,665,621</u>	<u>1,244,069,767</u>	<u>1,361,264,734</u>
Business-type activities										
Net investment in capital assets	226,097,835	229,033,516	214,759,669	214,812,299	197,755,281	190,863,437	191,491,015	197,087,776	201,886,401	208,312,082
Restricted	7,132,932	4,514,658	75,134	7,113,754	7,988,645	7,988,645	5,469,486	6,682,246	4,685,251	4,097,973
Unrestricted	71,322,255	73,718,676	87,031,572	69,094,752	75,156,670	88,855,505	122,689,213	152,000,407	179,978,393	213,088,253
Total business-type activities	<u>304,553,022</u>	<u>307,266,850</u>	<u>301,866,375</u>	<u>283,907,051</u>	<u>280,025,705</u>	<u>287,707,587</u>	<u>319,649,714</u>	<u>355,770,429</u>	<u>386,550,045</u>	<u>425,498,308</u>
Primary government										
Net investment in capital assets	1,261,648,012	1,338,738,890	1,321,559,571	1,362,207,260	1,353,940,563	1,330,092,371	1,339,745,369	1,346,371,977	1,360,238,205	1,401,311,022
Restricted	81,783,653	74,801,302	73,324,709	79,291,604	98,134,411	136,686,554	125,535,138	143,754,823	146,914,576	183,081,971
Unrestricted	65,483,612	59,184,799	96,582,696	(133,650,180)	(106,505,711)	272,667,910	(42,718,692)	36,309,250	123,467,031	202,370,049
Total primary government	<u>\$ 1,408,915,277</u>	<u>\$ 1,472,724,991</u>	<u>\$ 1,491,466,976</u>	<u>\$ 1,307,848,684</u>	<u>\$ 1,345,569,263</u>	<u>\$ 1,739,446,835</u>	<u>\$ 1,422,561,815</u>	<u>\$ 1,526,436,050</u>	<u>\$ 1,630,619,812</u>	<u>\$ 1,786,763,042</u>

CITY OF NORTH LAS VEGAS

CHANGES IN NET POSITION LAST TEN FISCAL YEARS⁽¹⁾ (UNAUDITED)

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Expenses										
Governmental activities										
General government	\$ 49,229,276	\$ 51,855,800	\$ 56,381,592	\$ 56,167,676	\$ 61,473,941	\$ 66,022,814	\$ 52,747,548	\$ 80,894,173	\$ 72,920,356	\$ 87,860,765
Judicial	10,521,037	9,496,348	9,896,150	9,060,508	5,378,903	5,527,464	4,140,676	5,224,663	4,481,564	4,340,886
Public safety	160,705,260	147,724,400	154,787,847	141,351,681	141,730,894	154,379,406	159,912,105	163,552,341	167,619,752	162,687,320
Public works	10,164,862	11,197,298	8,416,102	14,152,084	14,894,436	17,712,527	20,548,122	22,472,618	24,873,735	31,607,211
Culture and recreation	15,245,421	13,295,753	16,347,681	17,323,716	17,811,729	18,769,594	16,413,728	16,599,119	15,500,070	16,006,389
Community support	7,807,086	5,168,774	5,722,271	7,142,087	6,855,958	6,751,246	7,532,205	5,692,609	5,567,320	15,522,114
Interest on long-term debt	3,106,240	4,388,732	4,111,816	6,640,779	7,769,871		7,431,219	5,411,734	6,035,793	5,726,686
Total governmental activities	<u>256,779,182</u>	<u>243,127,105</u>	<u>255,663,459</u>	<u>251,838,531</u>	<u>255,915,732</u>	<u>269,163,051</u>	<u>268,725,603</u>	<u>299,847,257</u>	<u>296,998,590</u>	<u>323,751,371</u>
Business-type activities										
Wastewater	26,615,574	38,806,095	46,654,631	45,235,686	52,437,713	45,771,923	46,731,928	46,403,207	46,090,236	45,982,418
Water	33,863,783	33,417,139	37,368,080	36,065,019	36,490,347	40,663,677	43,592,042	45,971,854	43,726,434	47,962,246
Municipal golf courses	2,422,211	2,321,525	3,253,407	2,407,902	2,555,597	2,356,285	2,407,512	2,336,443	1,970,288	2,397,656
Total business-type activities	<u>62,901,568</u>	<u>74,544,759</u>	<u>87,276,118</u>	<u>83,708,607</u>	<u>91,483,657</u>	<u>88,791,885</u>	<u>92,731,482</u>	<u>94,711,504</u>	<u>91,786,958</u>	<u>96,342,320</u>
Total primary government expenses	<u>\$ 319,680,750</u>	<u>\$ 317,671,864</u>	<u>\$ 342,939,577</u>	<u>\$ 335,547,138</u>	<u>\$ 347,399,389</u>	<u>\$ 357,954,936</u>	<u>\$ 361,457,085</u>	<u>\$ 394,558,761</u>	<u>\$ 388,785,548</u>	<u>\$ 420,093,691</u>
Program revenues										
Governmental activities										
Charges for services										
General government	\$ 11,467,970	\$ 12,001,422	\$ 13,813,102	\$ 14,222,091	\$ 20,458,488	\$ 44,728,926	\$ 20,030,199	\$ 32,241,000	\$ 30,461,547	\$ 25,620,194
Judicial	10,412,316	10,446,582	10,950,414	10,164,809	7,917,230	6,665,375	5,338,865	9,636,014	6,037,637	5,485,625
Public safety	20,574,051	21,124,279	24,235,187	23,225,991	28,359,209	33,465,452	44,950,287	55,691,618	35,526,964	39,583,404
Public works	4,876,338	4,751,577	5,375,946	9,006,208	10,860,642	12,152,350	16,321,992	20,536,132	23,949,187	35,319,833
Culture and recreation	2,787,964	2,874,363	3,707,230	5,730,717	5,633,416	6,632,907	4,784,675	4,506,725	3,460,495	3,189,517
Community support	530,174	547,459	623,259	1,147,504	1,527,769	2,016,652	1,458,809	1,801,459	1,085,575	2,389,038
Operating grants and contributions	23,609,657	19,871,431	23,491,365	27,229,507	24,516,475	27,544,641	34,070,629	31,124,407	28,113,654	53,595,968
Capital grants and contributions	65,538,503	91,544,553	32,366,318	70,196,112	43,854,707	24,471,313	43,986,761	44,023,123	48,686,307	84,008,391
Total governmental activities	<u>139,796,973</u>	<u>163,161,666</u>	<u>114,562,821</u>	<u>160,922,939</u>	<u>143,127,936</u>	<u>157,677,616</u>	<u>170,942,217</u>	<u>199,560,478</u>	<u>177,321,366</u>	<u>249,191,970</u>
Business-type activities										
Charges for services										
Wastewater	39,614,919	40,239,867	41,243,489	42,237,133	44,544,995	47,779,391	50,238,087	52,614,477	56,600,516	64,672,211
Water	48,563,211	51,188,315	53,292,819	54,747,339	58,417,333	61,017,443	68,472,650	70,140,856	75,751,309	82,800,528
Municipal golf courses	1,993,004	1,791,935	2,017,409	1,918,441	1,844,835	1,612,048	1,476,086	1,867,683	1,494,748	2,147,120
Operating grants and contributions	6,127,457	3,116,042	3,023,196	6,376,618	3,034,877	3,031,621	3,036,285	5,501,164	3,071,334	
Capital grants and contributions	7,460,413	5,857,325	5,963,141	987,403	3,930,962	5,547,780	7,276,858	7,198,730	9,766,034	6,741,121
Total business-type activities	<u>103,759,004</u>	<u>102,193,484</u>	<u>105,540,054</u>	<u>106,266,934</u>	<u>111,773,002</u>	<u>118,988,283</u>	<u>130,499,966</u>	<u>137,322,910</u>	<u>146,683,941</u>	<u>156,360,980</u>
Total primary government program revenues	<u>\$ 243,555,977</u>	<u>\$ 265,355,150</u>	<u>\$ 220,102,875</u>	<u>\$ 267,189,873</u>	<u>\$ 254,900,938</u>	<u>\$ 276,665,899</u>	<u>\$ 301,442,183</u>	<u>\$ 336,883,388</u>	<u>\$ 324,005,307</u>	<u>\$ 405,552,950</u>
Net (expenses) program revenues										
Governmental activities	\$ (116,982,209)	\$ (79,965,439)	\$ (141,100,638)	\$ (90,915,592)	\$ (112,787,796)	\$ (111,485,435)	\$ (97,783,386)	\$ (100,286,779)	\$ (119,677,224)	\$ (74,559,401)
Business-type activities	40,857,436	27,648,725	18,263,936	22,558,327	20,289,345	30,196,398	37,768,484	42,611,406	54,896,983	60,018,660
Primary government	<u>\$ (76,124,773)</u>	<u>\$ (52,316,714)</u>	<u>\$ (122,836,702)</u>	<u>\$ (68,357,265)</u>	<u>\$ (92,498,451)</u>	<u>\$ (81,289,037)</u>	<u>\$ (60,014,902)</u>	<u>\$ (57,675,373)</u>	<u>\$ (64,780,241)</u>	<u>\$ (14,540,741)</u>

(Continued)

CITY OF NORTH LAS VEGAS

CHANGES IN NET POSITION (CONTINUED) LAST TEN FISCAL YEARS (UNAUDITED)

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
General revenues and other changes in net position										
Governmental activities										
Property taxes	\$ 55,137,022	\$ 48,831,490	\$ 49,088,718	\$ 50,350,577	\$ 53,201,608	\$ 54,395,962	\$ 55,810,424	\$ 62,687,423	\$ 69,771,039	\$ 77,156,972
Residential construction taxes	382,353	332,595	314,546	313,837	426,603	634,897	823,626	1,457,097	1,820,226	2,929,304
Room taxes	358,753	383,888	422,474	486,389	564,601	634,163	524,519	869,167	657,685	493,909
Franchise fees, based on gross receipts	16,142,005	15,769,356	20,788,938	21,322,332	21,307,694	21,958,914	21,958,914	22,657,205	24,010,909	23,492,925
Intergovernmental consolidated taxes	37,565,290	39,434,352	43,976,942	47,685,565	49,903,290	52,977,267	56,239,648	61,192,352	59,289,367	65,822,167
Other local government shared revenues	2,124,392	2,224,996	2,082,929	2,096,928	2,110,967	2,086,117	2,113,074	2,108,197	2,127,056	1,197,668
Unrestricted investment income (loss)	1,378,592	679,281	1,035,183	1,321,011	1,796,240	897,004	2,516,501	9,484,635	10,181,361	(258,910)
Gain on disposal of capital assets	316,407	204,150	2,102,479	2,932,638	183,390	1,606,834	413,349	154,632	141,471	(258,910)
Miscellaneous	2,199,961	1,767,227	2,281,880	1,909,778	1,984,280	1,725,017	16,841,906	35,200	9,950	11,926
Transfers	31,958,855	31,433,990	24,046,761	22,548,597	22,911,048	22,722,283	4,513,712	7,394,391	25,072,306	21,450,000
Total governmental activities	<u>147,563,630</u>	<u>141,061,325</u>	<u>146,140,850</u>	<u>150,967,652</u>	<u>154,389,721</u>	<u>137,679,544</u>	<u>161,755,673</u>	<u>168,040,299</u>	<u>193,081,370</u>	<u>192,295,961</u>
Business-type activities										
Unrestricted investment income (loss)	72,721	136,985	13,586	15,803	7,702	17,449	24,477	715,300	660,682	126,750
Gain on disposal of capital assets	23,860	12,668	21,612	6,517	21,963	69,435	27,085	54,192	55,527	55,527
Miscellaneous	36,782	6,362,108	356,096	216,234	211,753	218,349	282,104	161,315	240,065	197,326
Transfers	(31,958,855)	(31,433,990)	(24,046,761)	(22,548,597)	(22,911,048)	(22,722,283)	(4,513,712)	(7,394,391)	(25,072,306)	(21,450,000)
Total business-type activities	<u>(31,825,492)</u>	<u>(24,934,897)</u>	<u>(23,664,411)</u>	<u>(22,294,948)</u>	<u>(22,685,076)</u>	<u>(22,464,522)</u>	<u>(4,137,696)</u>	<u>(6,490,691)</u>	<u>(24,117,367)</u>	<u>(21,070,397)</u>
Total primary government general revenues and other changes in net position	<u>\$ 115,738,138</u>	<u>\$ 116,126,428</u>	<u>\$ 122,476,439</u>	<u>\$ 128,672,704</u>	<u>\$ 131,704,645</u>	<u>\$ 115,215,022</u>	<u>\$ 157,617,977</u>	<u>\$ 161,549,608</u>	<u>\$ 168,964,003</u>	<u>\$ 171,225,564</u>
Change in net position										
Governmental activities	\$ 30,581,421	\$ 61,095,886	\$ 5,040,212	\$ 60,052,060	\$ 41,601,925	\$ 26,194,109	\$ 63,972,287	\$ 67,753,520	\$ 73,404,146	\$ 117,736,560
Business-type activities	9,031,944	2,713,828	(5,400,475)	263,379	(2,395,731)	7,731,876	33,630,788	36,120,715	30,779,616	38,948,263
Primary government	<u>\$ 39,613,365</u>	<u>\$ 63,809,714</u>	<u>\$ (360,263)</u>	<u>\$ 60,315,439</u>	<u>\$ 39,206,194</u>	<u>\$ 33,925,985</u>	<u>\$ 97,603,075</u>	<u>\$ 103,874,235</u>	<u>\$ 104,183,762</u>	<u>\$ 156,684,823</u>

CITY OF NORTH LAS VEGAS

FUND BALANCE, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (UNAUDITED)

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
General fund										
Nonspendable	\$ 287,203	\$ 231,430	\$ 238,432	\$ 2,743,971	\$ 127,919	\$ 128,305	\$ 128,757	\$ 264,216	\$ 416,381	\$ 544,648
Restricted for	26,257	170,576					7,981	42,725	3,779	22,177
Committed for	274,200	596,200	207,179	166,202	27,369	15,371				26,575,302
Unassigned	<u>11,302,907</u>	<u>8,340,738</u>	<u>7,633,089</u>	<u>9,585,163</u>	<u>13,740,986</u>	<u>14,236,238</u>	<u>19,953,002</u>	<u>28,756,362</u>	<u>59,876,208</u>	<u>63,605,758</u>
Total general fund	<u>\$ 11,890,567</u>	<u>\$ 9,338,944</u>	<u>\$ 8,078,700</u>	<u>\$ 12,495,336</u>	<u>\$ 13,896,274</u>	<u>\$ 14,379,914</u>	<u>\$ 20,089,740</u>	<u>\$ 29,063,303</u>	<u>\$ 60,296,368</u>	<u>\$ 90,747,885</u>
Other governmental funds										
Unreserved										
Nonspendable	\$ 224,923	\$ 2,655,236	\$ 6,499,075	\$ 6,494,034	\$ 13,121	\$ 16,851	\$ 176,764	\$ 73,125	\$ 13,323	\$ 15,243
Restricted for	74,624,464	70,116,032	70,396,589	79,486,892	95,047,192	108,497,086	117,557,671	136,221,752	150,231,381	175,314,635
Committed for	1,327,188	1,250,166	292,564	378,342	797,444	2,491,696	3,367,887	8,300,980	10,990,855	24,291,788
Assigned to	<u>1,859,516</u>	<u>2,354,991</u>	<u>4,362,189</u>	<u>2,122,074</u>	<u>2,732,597</u>	<u>2,132,636</u>	<u>8,875,603</u>	<u>2,834,781</u>	<u>3,017,526</u>	<u>2,755,719</u>
Total other governmental funds	<u>\$ 78,036,091</u>	<u>\$ 76,376,425</u>	<u>\$ 81,550,417</u>	<u>\$ 88,481,342</u>	<u>\$ 98,590,354</u>	<u>\$ 113,138,269</u>	<u>\$ 129,977,925</u>	<u>\$ 147,430,638</u>	<u>\$ 164,253,085</u>	<u>\$ 202,377,385</u>

CITY OF NORTH LAS VEGAS

CHANGES IN FUND BALANCE, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (UNAUDITED)

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
REVENUES										
Property taxes	\$ 55,137,022	\$ 49,160,817	\$ 49,097,031	\$ 50,574,008	\$ 53,187,944	\$ 54,441,379	\$ 58,080,518	\$ 62,687,423	\$ 69,771,039	\$ 77,156,972
Residential construction taxes	382,353	332,595	314,546	313,837	426,603	634,897	823,626	1,457,097	1,820,226	2,929,304
Room taxes	358,753	383,888	422,474	486,389	564,601	634,163	524,519	869,167	657,685	493,909
Franchise fees	16,142,005	15,769,356	20,788,938	21,322,332	21,307,694	20,759,779	21,958,914	22,657,205	24,010,909	23,492,925
Licenses and permits	10,132,978	10,722,526	10,748,799	13,860,541	15,470,650	18,023,601	21,190,601	31,583,299	25,591,403	31,981,507
Special assessments	2,202,745	2,202,185	2,170,942	2,170,946	2,167,784	1,625,990	16,836,424			
Charges for services	6,023,699	5,369,223	7,573,999	8,993,819	8,728,212	9,953,157	16,139,674	16,379,261	16,779,247	17,863,701
Intergovernmental consolidated taxes	37,565,290	39,434,352	43,976,942	47,685,565	49,903,290	52,977,267	56,239,648	61,192,352	59,289,367	65,822,167
Intergovernmental	67,518,671	106,630,804	49,201,824	92,958,280	65,220,898	50,741,680	73,249,415	62,921,041	70,187,366	116,812,738
Fines and forfeitures	7,195,757	7,535,551	7,236,044	6,146,529	5,401,306	4,769,002	4,349,492	5,831,523	5,611,115	5,412,281
Contributions	219,350	106,332	571,956	236,069	22,330	84,995	57,206	56,506	30,206	2,959,005
Rents and royalties	513,578	557,856	582,762	840,310	665,094	697,045	910,856	938,102	1,032,994	1,037,082
Investment income (loss)	806,229	195,524	642,581	1,018,891	1,579,791	895,335	2,482,407	9,413,067	10,042,304	(258,860)
Miscellaneous	2,871,657	1,760,617	2,098,694	2,460,664	3,194,636	4,155,911	4,067,138	7,228,657	4,428,233	4,700,167
Total revenues	207,070,087	240,161,626	195,427,532	249,068,180	227,840,833	220,394,201	276,910,438	283,214,700	289,252,094	350,402,898
EXPENDITURES										
General government	24,346,198	20,954,097	18,696,163	21,545,649	23,046,187	24,874,200	21,972,334	37,270,755	32,044,046	49,124,363
Judicial	8,995,929	8,501,665	8,532,342	10,830,787	5,588,564	5,334,041	4,333,799	4,848,219	4,346,835	4,195,753
Public safety	136,959,835	153,567,436	121,831,060	178,964,728	129,031,765	138,210,751	139,445,677	147,933,564	146,541,173	140,369,446
Public works	36,683,544	21,626,361	21,156,322	6,871,776	45,627,772	29,259,255	48,852,849	41,590,240	42,182,033	69,547,549
Culture and recreation	23,051,356	52,141,269	23,412,874	21,369,036	16,041,308	13,957,481	19,951,944	14,626,400	19,777,204	13,623,575
Community support	7,395,157	6,962,391	4,444,462	6,877,580	6,811,841	6,139,061	8,887,446	7,300,622	7,075,310	8,592,196
	<u>237,432,019</u>	<u>263,753,219</u>	<u>198,073,223</u>	<u>246,459,556</u>	<u>226,147,437</u>	<u>217,774,789</u>	<u>243,444,049</u>	<u>253,569,800</u>	<u>251,966,601</u>	<u>285,452,882</u>
Debt service										
Principal payments	5,277,600	5,928,600	4,990,000	5,757,700	4,534,700	4,774,300	8,825,000	109,140,000	5,725,000	5,815,000
Interest and fiscal charges	3,076,503	3,246,669	3,035,503	7,642,269	7,397,302	7,201,446	7,018,968	6,774,037	5,675,867	5,020,398
Debt issuance costs	200,286									409,735
Total debt service	<u>8,554,389</u>	<u>9,175,269</u>	<u>8,025,503</u>	<u>13,399,969</u>	<u>11,932,002</u>	<u>11,975,746</u>	<u>15,843,968</u>	<u>115,914,037</u>	<u>11,400,867</u>	<u>11,245,133</u>
Total expenditures	245,986,408	272,928,488	206,098,726	259,859,525	238,079,439	229,750,535	259,288,017	369,483,837	263,367,468	296,698,015
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(38,916,321)	(32,766,862)	(10,671,194)	(10,791,345)	(10,238,606)	(9,356,334)	17,622,421	(86,269,137)	25,884,626	53,704,883

(Continued)

CITY OF NORTH LAS VEGAS

CHANGES IN FUND BALANCE, GOVERNMENTAL FUNDS (CONTINUED) LAST TEN FISCAL YEARS (UNAUDITED)

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
OTHER FINANCING SOURCES (USES)										
Contingencies				(400,000)	(500,000)					
Proceeds from issuance of refunding bonds	27,070,000							99,655,000		20,255,000
Debt issuance premiums								5,275,608		2,788,220
Payment to advance refunding bond agent	(26,573,920)									(22,936,554)
Debt issuance discounts	(257,999)									
Proceeds from capital asset disposal					267,109	1,615,606	413,349	150,414	140,886	105,864
Transfers in	43,764,721	46,423,036	46,358,276	41,456,655	41,569,282	41,885,760	26,716,939	32,378,355	48,949,625	56,999,479
Transfers out	(10,809,831)	(18,049,079)	(33,871,483)	(21,923,292)	(19,258,234)	(19,113,477)	(22,203,227)	(24,763,964)	(26,919,625)	(35,549,479)
Other	342,533	181,316	2,098,449	2,913,171						(6,426,980)
Total other financing sources (uses)	<u>33,535,504</u>	<u>28,555,273</u>	<u>14,585,242</u>	<u>22,046,534</u>	<u>22,078,157</u>	<u>24,387,889</u>	<u>4,927,061</u>	<u>112,695,413</u>	<u>22,170,886</u>	<u>15,235,550</u>
CHANGE IN FUND BALANCE	<u>\$ (5,380,817)</u>	<u>\$ (4,211,589)</u>	<u>\$ 3,914,048</u>	<u>\$ 11,255,189</u>	<u>\$ 11,839,551</u>	<u>\$ 15,031,555</u>	<u>\$ 22,549,482</u>	<u>\$ 26,426,276</u>	<u>\$ 48,055,512</u>	<u>\$ 68,940,433</u>
Capital expenditures included in expenditures above	<u>\$ 51,457,061</u>	<u>\$ 87,382,782</u>	<u>\$ 26,921,150</u>	<u>\$ 72,740,101</u>	<u>\$ 44,372,831</u>	<u>\$ 25,128,372</u>	<u>\$ 52,427,256</u>	<u>\$ 38,686,258</u>	<u>\$ 47,233,756</u>	<u>\$ 63,083,008</u>
Debt service as a percentage of noncapital expenditures	<u>4.20 %</u>	<u>5.20 %</u>	<u>4.40 %</u>	<u>7.16 %</u>	<u>6.16 %</u>	<u>5.85 %</u>	<u>7.66 %</u>	<u>34.07 %</u>	<u>5.27 %</u>	<u>4.81 %</u>

CITY OF NORTH LAS VEGAS

ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY¹ LAST TEN FISCAL YEARS (UNAUDITED)

For the Year Ended June 30,	Residential Property	Commercial Property	Industrial Property	Undeveloped Property	Less Tax Exempt Property	Total Taxable Assessed Value	Direct Tax Rate	Estimated Actual Value	Ratio of Total Taxable Assessed to Total Estimated Actual Value ²
2012	\$ 2,674,769,693	\$ 995,708,198	\$ 423,799,589	\$ 647,712,916	\$ (869,661,278)	\$ 3,872,329,118	1.1587	\$ 11,063,797,480	35.00 %
2013	2,416,735,026	941,804,487	382,695,856	492,390,983	(779,884,117)	3,453,742,235	1.1587	9,867,834,957	35.00 %
2014	2,487,233,874	997,032,941	384,695,090	417,300,826	(784,220,790)	3,502,041,941	1.1587	10,005,834,117	35.00 %
2015	3,073,765,289	1,039,727,647	432,296,748	432,308,397	(816,397,511)	4,161,700,570	1.1587	11,890,573,057	35.00 %
2016	3,741,983,035	1,155,035,683	429,444,964	528,219,810	(880,290,276)	4,974,393,216	1.1587	14,212,552,046	35.00 %
2017	4,128,434,584	1,220,169,994	542,617,991	561,641,675	(899,914,984)	5,552,949,260	1.1587	15,865,569,314	35.00 %
2018	4,408,653,747	1,238,821,311	624,148,115	622,455,126	(935,170,757)	5,958,907,542	1.1587	17,025,450,120	35.00 %
2019	4,788,405,772	1,323,765,442	700,767,687	732,544,219	(1,001,972,658)	6,543,510,462	1.1587	18,695,744,177	35.00 %
2020	5,488,628,479	1,421,422,094	868,058,336	848,548,079	(1,184,410,985)	7,442,246,003	1.1587	21,263,560,009	35.00 %
2021	6,032,780,288	1,486,917,064	1,001,012,115	974,693,829	(1,289,889,455)	8,205,513,841	1.1587	23,444,325,260	35.00 %

1. Source - Clark County Assessor's Office
2. Pursuant to State statute, all property is assessed at 35% of its estimated value

CITY OF NORTH LAS VEGAS

PROPERTY TAX RATES¹ - DIRECT AND OVERLAPPING GOVERNMENTS (PER \$100 OF ASSESS VALUE²) LAST TEN FISCAL YEARS (UNAUDITED)

For the Year Ended June 30,	City of North Las Vegas, Direct Rates				Overlapping Rates				
	City Operations	Debt Service	Public Safety (Override)	Total Direct Tax Rate	State of Nevada	Clark County	Clark County School District	Emergency 911	Las Vegas Artesian Basin
2012	0.1937	0.0250	0.9400	1.1587	0.1700	0.6541	1.3034	0.0050	
2013	0.1937	0.0225	0.9425	1.1587	0.1700	0.6541	1.3034	0.0050	
2014	0.1937	0.0250	0.9400	1.1587	0.1700	0.6541	1.3034	0.0050	
2015	0.1937		0.9650	1.1587	0.1700	0.6541	1.3034	0.0050	
2016	0.1937		0.9650	1.1587	0.1700	0.6541	1.3034	0.0050	
2017	0.1937		0.9650	1.1587	0.1700	0.6541	1.3034	0.0050	
2018	0.1937		0.9650	1.1587	0.1700	0.6541	1.3034	0.0050	
2019	0.1937		0.9650	1.1587	0.1700	0.6541	1.3034	0.0050	
2020	0.1937		0.9650	1.1587	0.1700	0.6541	1.3034	0.0050	
2021	0.1937		0.9650	1.1587	0.1700	0.6541	1.3034	0.0050	

For the Year Ended June 30,	Overlapping Rates			Total Direct and Overlapping Rates
	Las Vegas - Clark County Library District	City of North Las Vegas Library District	Total Overlapping Rates	
2012		0.0632	2.1957	3.3544
2013		0.0632	2.1957	3.3544
2014		0.0632	2.1957	3.3544
2015		0.0632	2.1957	3.3544
2016		0.0632	2.1957	3.3544
2017		0.0632	2.1957	3.3544
2018		0.0632	2.1957	3.3544
2019		0.0632	2.1957	3.3544
2020		0.0632	2.1957	3.3544
2021		0.0632	2.1957	3.3544

1. Source - Clark County Treasurer's Office
2. The State of Nevada Constitution has a maximum rate limit of \$5 per \$100 assessed value and Nevada Revised Statutes further lower the limit to a total combined tax rate of 3.64

CITY OF NORTH LAS VEGAS

PRINCIPAL PROPERTY TAXPAYERS^{1, 2} CURRENT AND NINE YEARS AGO (UNAUDITED)

Taxpayer	2021			2012		
	Taxable Assessed Value ³	Rank	Percentage of Taxable Assess Value ⁴	Taxable Assessed Value ³	Rank	Percentage of Taxable Assess Value ⁴
Prologis	\$ 138,261,841	1	1.68 %	\$ 18,094,193	10	0.47 %
Boyd Gaming Corporation	88,429,539	2	1.08 %	19,230,847	8	0.50 %
Station Casinos Incorporated	72,945,502	3	0.89 %	28,260,212	4	0.73 %
Amazon	63,306,080	4	0.77 %			
Las Vegas Paving Corporation	62,007,234	5	0.76 %	24,628,059	5	0.64 %
KBSSOR	59,618,883	6	0.73 %			
LIT Industrial LP	55,528,211	7	0.68 %			
Invitation Homes	46,815,318	8	0.57 %			
Harsch Investment Properties	43,655,745	9	0.53 %			
Vantrust Real Estates LLC	41,524,022	10	0.51 %			
Picerne Real Estate Group				37,327,880	3	0.96 %
Southwest Generation				42,965,895	1	1.11 %
Golden Triangle Industrial Park				39,315,773	2	1.02 %
Wal-Mart Stores Incorporated				24,456,676	6	0.63 %
Cannery Casino Resorts				21,865,175	7	0.56 %
P.A.R. Industrial Ltd Liab. Company				19,058,176	9	0.49 %
	<u>\$ 672,092,375</u>		<u>8.20 %</u>	<u>\$ 275,202,886</u>		<u>7.11 %</u>

1. Located in Clark County, Nevada
2. Source - Clark County Assessor's Office
3. Taxable assessed value is 35% of appraised value
4. See the "Assessed and Estimated Actual Value of Taxable Property" table for assessed property value data

CITY OF NORTH LAS VEGAS
PROPERTY TAX LEVIES AND COLLECTIONS¹
LAST TEN FISCAL YEARS
(UNAUDITED)

<u>For the Year Ended June 30,</u>	<u>Tax Levy</u>	<u>Current Tax Levy Collections</u>	<u>Percent of Tax Levy Collected</u>	<u>Delinquent Tax Levy Collections</u>	<u>Total Tax Levy Collected</u>	<u>Percent of Total Tax Levy Collected to Tax Levy</u>
2012	\$ 47,620,722	\$ 45,569,798	95.6932 %	\$ 2,050,149	\$ 47,619,947	99.9984 %
2013	42,826,940	41,333,675	96.5133 %	1,492,768	42,826,443	99.9988 %
2014	42,762,431	41,344,691	96.6846 %	1,417,240	42,761,931	99.9988 %
2015	44,052,945	42,582,366	96.6618 %	1,470,003	44,052,369	99.9987 %
2016	45,876,312	45,608,849	99.4170 %	266,655	45,875,504	99.9982 %
2017	46,979,267	46,646,209	99.2911 %	330,618	46,976,827	99.9948 %
2018	50,105,748	49,814,621	99.4190 %	286,238	50,100,859	99.9902 %
2019	54,274,631	53,915,368	99.3381 %	332,400 ²	54,247,768	99.9505 %
2020	60,256,133	59,827,700	99.2890 %	307,980	60,135,680	99.8001 %
2021	67,750,301	67,358,698	99.4220 %	³	67,358,698	99.4220 %

1. Source - Clark County Comptroller's Office
2. Collections July 1 through September 30 of the subsequent year
3. Not available at time of report completion

CITY OF NORTH LAS VEGAS

RATIOS OF OUSTANDING DEBT¹ BY TYPE LAST TEN FISCAL YEARS² (UNAUDITED)

For the Year Ended June 30,	Governmental Activities			Business-type Activities		Total Primary Government ³	Percentage of Clark County Personal Income ⁴	City of North Las Vegas Per Capita ⁴
	General Obligation Bonds	Special Assessment Bonds	Capital Leases	General Obligation/Pledged Revenue Bonds	Other			
	2012	\$ 166,230,508	\$ 10,715,300	\$	\$ 302,598,163			
2013	162,075,779	8,729,700		295,594,309	7,000,000	473,399,788	0.62 %	2,132
2014	158,610,098	7,009,700		288,498,100	6,000,000	460,117,898	0.56 %	2,034
2015	154,414,389	5,249,000		281,129,891	5,000,000	445,793,280	0.52 %	1,934
2016	151,520,682	3,409,300		274,593,185	2,352,219	431,875,386	0.47 %	1,835
2017	148,553,842	1,505,000		267,671,724	1,995,292	419,725,858	0.43 %	1,744
2018	141,122,224			259,812,474	1,631,172	402,565,870	0.38 %	1,654
2019	134,273,767			262,350,012		396,623,779	0.35 %	1,595
2020	128,782,748			267,826,687		396,609,435	0.31 % ⁵	1,553
2021	123,490,193			265,947,724		389,437,917	0.29 %	1,505

1. Ratios of the City's outstanding debt can be found in the notes to the basic financial statements
2. Excludes debt issued by the City's blended component units
3. See the "Demographic and Economic Statistics" table for the Clark County personal income and the City's population data
4. See the "Demographic and Economic Statistics" table for Clark County personal income and the City's population data
5. Information not available at time of printing.

CITY OF NORTH LAS VEGAS

RATIOS OF GENERAL BONDED DEBT¹ OUTSTANDING LAST TEN FISCAL YEARS² (UNAUDITED)

For the Year Ended June 30,	General Obligation Bonds	General Obligation/Pledged Revenue Bonds	Total General Bonded Debt ²	Percentage of Estimated Actual Property Value ³	City of North Las Vegas Net General Bonded Debt Per Capita ⁴	Amounts Available to Repay General Bonded Debt	Net General Bonded Debt
2012	\$ 166,230,508	\$ 302,598,163	\$ 468,828,671	4.24 %	\$ 2,094	\$ 25,062	\$ 468,803,609
2013	162,075,779	295,594,309	457,670,088	4.64 %	2,060	243,501	457,426,587
2014	158,610,098	288,498,100	447,108,198	4.47 %	1,975	389,316	446,718,882
2015	154,414,389	281,129,891	435,544,280	3.66 %	1,890	1,176,607	434,367,673
2016	151,520,682	274,593,185	426,113,867	3.00 %	1,793	4,146,706	421,967,161
2017	148,553,842	267,671,724	416,225,566	2.62 %	1,699	7,143,393	409,082,173
2018	141,122,224	259,812,474	400,934,698	2.35 %	1,631	4,140,144	396,794,554
2019	134,273,767	262,350,012	396,623,779	2.12 %	1,575	4,927,333	391,696,446
2020	128,782,748	267,826,687	396,609,435	1.87 %	1,534	4,926,833	391,682,602
2021	123,490,193	265,947,724	389,437,917	1.66 %	1,486	5,027,026	384,410,891

1. Details regarding the City's outstanding debt can be found in the notes to the basic financial statements.
2. Excludes debt issued by the City's blended component units.
3. See the "Assessed and Estimated Actual Value of Taxable Property" table for estimated actual property value data.
4. See the "Demographic and Economic Statistics" table for the City's population data.

CITY OF NORTH LAS VEGAS

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT^{1, 2} JUNE 30, 2021 IN THOUSANDS (UNAUDITED)

	General Obligation Debt	Percent Applicable	Applicable General Obligation Debt
City of North Las Vegas	\$ 116,110 ³	100.00 %	\$ 116,110
Overlapping governments			
Clark County	5,400	8.82 %	476
Clark County School District	2,442,175	8.82 %	215,400
Las Vegas - Clark County Library District		11.73 %	
State of Nevada	888,453	6.31 %	56,061
Total overlapping governments	3,336,028		271,937
Total direct and overlapping debt	3,452,138		\$ 388,047

1. Source - Zions Bank Public Finance
2. Details regarding the City's outstanding debt can be found in the notes to the basic financial statements
3. Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt that is borne by the residents and businesses of the City. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident; and, therefore, responsible for repaying the debt, of each overlapping government. Debt amounts for overlapping entities in the various governments were provided by Zions Bank Public Finance. The percentage applicable was calculated by taking the City's assessed valuation divided by each respective governments' assessed valuation.

CITY OF NORTH LAS VEGAS

LEGAL DEBT MARGIN INFORMATION LAST TEN FISCAL YEARS¹ (UNAUDITED)

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Total taxable assessed property value	² \$ <u>3,872,329,118</u>	<u>3,453,742,235</u>	<u>3,502,041,941</u>	<u>4,161,700,570</u>	<u>4,974,393,216</u>	<u>5,552,949,260</u>	<u>5,958,907,542</u>	<u>6,543,510,462</u>	<u>7,442,246,003</u>	<u>8,205,513,841</u>
Legal debt Margin										
Legal debt limit (20% of taxable assessed property value)	\$ 774,465,824	\$ 690,748,447	\$ 700,408,388	\$ 832,340,114	\$ 994,878,643	\$ 1,110,589,852	\$ 1,191,781,508	\$ 1,308,702,092	\$ 1,488,449,201	\$ 1,641,102,768
Debt applicable to debt limit										
Net general bonded debt	<u>468,803,609</u>	<u>457,426,587</u>	<u>446,718,882</u>	<u>434,367,673</u>	<u>421,967,161</u>	<u>409,082,173</u>	<u>396,794,554</u>	<u>391,696,446</u>	<u>391,682,602</u>	<u>384,410,891</u>
Legal debt margin	<u>\$ 305,662,215</u>	<u>\$ 233,321,860</u>	<u>\$ 253,689,506</u>	<u>\$ 397,972,441</u>	<u>\$ 572,911,482</u>	<u>\$ 701,507,679</u>	<u>\$ 794,986,954</u>	<u>\$ 917,005,646</u>	<u>\$ 1,096,766,599</u>	<u>\$ 1,256,691,877</u>
Total debt applicable to debt limit as a percentage of debt limit	<u>60.53 %</u>	<u>66.22 %</u>	<u>63.78 %</u>	<u>52.19 %</u>	<u>42.41 %</u>	<u>36.83 %</u>	<u>33.29 %</u>	<u>29.93 %</u>	<u>26.31 %</u>	<u>23.42 %</u>

1. See the "Assessed and Estimated Actual Value of Taxable Property" table for estimated actual property value data
2. See the "Ratios of General Bonded Debt Outstanding" table for the calculation of net general bonded debt

CITY OF NORTH LAS VEGAS

DEMOGRAPHIC AND ECONOMIC STATISTICS¹ LAST TEN FISCAL YEARS (UNAUDITED)

<u>For the Year Ended June 30,</u>	<u>City of North Las Vegas Population</u>	<u>Clark County Personal Income</u>	<u>Clark County Population</u>	<u>Clark County Per Capita Personal Income</u>	<u>Clark County Unemployment Rate</u>
2012	223,873	\$ 74,886,428,000	\$ 1,967,722	\$ 38,057	11.30 %
2013	222,009	75,957,334,000	1,988,195	38,204	9.60 %
2014	226,199	81,821,005,000	2,031,723	40,272	7.80 %
2015	230,491	85,970,490,000	2,069,450	41,543	7.10 %
2016	235,395	91,150,359,000	2,118,353	43,029	6.90 %
2017	240,708	97,457,342,000	2,166,181	44,990	5.10 %
2018	243,339	106,913,526,412	2,193,818	48,734	4.70 %
2019	248,701	114,078,293,125	2,251,175	50,675	4.20 %
2020	255,327	130,019,215,963	2,293,391	56,693	17.80 %
2021	258,761	132,088,911,091	2,376,683	55,577	9.60 %

1. Source - NLV & CC Population figures from Governor Certified Population Estimates of NV's Counties, Cities and Towns 2000-2017 (https://tax.nv.gov/Publications/Population_Statistics_and_Reports/).

CITY OF NORTH LAS VEGAS

EMPLOYMENT BY INDUSTRY SECTOR⁽¹⁾ CURRENT AND NINE YEARS AGO (UNAUDITED)

Industry Sector	2021		2012	
	Employees (In Thousands)	Percentage of Total Employment	Employees (In Thousands)	Percentage of Total Employment
Leisure and Hospitality	222.8	23.4 %	266.2	32.2 %
Trade, Transportation, and Utilities	200.0	21.0 %	153.2	18.5 %
Professional and Business Services	140.3	14.8 %	106.7	12.9 %
Education and Health Services	104.3	11.0 %	75.4	9.1 %
Government	95.7	10.1 %	91.4	11.1 %
Construction	67.5	7.1 %	37.0	4.5 %
Financial Activities	51.5	5.4 %	41.9	5.1 %
Other Services	33.4	3.5 %	24.6	3.0 %
Manufacturing	24.9	2.6 %	20.5	2.5 %
Information Technology	9.4	1.0 %	9.5	1.0 %
Mining and Logging	0.4	.1 %	0.3	0.1 %

1. Source - U.S. Bureau of Labor Statistics for the metropolitan statistical area of Las Vegas-Henderson-Paradise, Nevada. In the past, the Nevada Department of Employment, Training, and Rehabilitation (DETR) compiled a list of the top employers in Clark County. In fiscal year 2019, DETR stopped providing this information and the top employers list is not available from another reliable source. Therefore, the information above is intended to provide the reader with alternate data to consider customer concentration risk.

CITY OF NORTH LAS VEGAS

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM¹ LAST TEN FISCAL YEARS (UNAUDITED)

Function/program	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Governmental activities										
General government	193	163	127	129	122	113	127	145	185	193
Judicial	98	85	72	72	63	51	44	43	43	40
Public safety	1,226	1,141	915	912	688	721	702	708	725	871
Public works	100	80	51	55	50	51	51	58	59	62
Culture and recreation	166	152	129	129	130	137	154	155	134	133
Community support	33	29	25	24	19	17	25	26	20	28
Total governmental activities	<u>1,816</u>	<u>1,650</u>	<u>1,319</u>	<u>1,321</u>	<u>1,072</u>	<u>1,090</u>	<u>1,103</u>	<u>1,135</u>	<u>1,166</u>	<u>1,327</u>
Business-type activities										
Wastewater	52	55	55	54	53	50	53	57	65	65
Water	96	95	93	92	81	82	86	84	85	90
Municipal golf courses	7	8	7	7	7	7			4	
Total business-type activities	<u>155</u>	<u>158</u>	<u>155</u>	<u>153</u>	<u>141</u>	<u>139</u>	<u>139</u>	<u>141</u>	<u>154</u>	<u>155</u>
Total full-time equivalent employees	<u>1,971</u>	<u>1,808</u>	<u>1,474</u>	<u>1,474</u>	<u>1,213</u>	<u>1,229</u>	<u>1,242</u>	<u>1,276</u>	<u>1,320</u>	<u>1,482</u>

1. Source - City of North Las Vegas, Finance Department, Budget Division

CITY OF NORTH LAS VEGAS

OPERATING INDICATORS BY FUNCTION/PROGRAM¹ LAST TEN FISCAL YEARS (UNAUDITED)

Function/program	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Police										
Calls for service										
Officer initiated	113,946	106,247	95,699	72,582	64,286	65,163	75,012	90,224	73,503	69,645
Community generated	106,385	98,452	98,596	114,894	122,794	118,688	119,433	107,720	111,436	109,470
Neighborhood watch meetings	47	31	39	68	43	56	46	42	31	63
Detention										
Bookings	10,058	9,037	9,003	8,857	8,147	7,106	8,520	11,072	7,786	7,059
Average daily population	237	220	147	132	161	120	157	266	158	121
Daily meals service	276,122									159,543
Fire										
Number of calls	28,450	30,187	28,909	30,272	32,419	35,228	28,647	25,912	26,301	27,002 ⁶
EMS responses	24,766	24,831	23,692	22,952	24,486	25,351	34,234	32,554	34,701	34,992 ⁶
Non-fire Incidents	509	2,448	2,301	2,211	2,194	1,437	2,064	2,269	2,495	2,754 ⁶
Fire Incidents	1,954	2,191	2,274	1,284	1,344	2,346	2,539	2,452	2,543	2,814 ⁶
Structure fires	516	717	642	684	696	829	816	755	690	840 ⁶
Library facilities										
Circulation	710,415	649,445	604,614	502,249	478,159	442,302	530,535	526,055	440,963	266,935 ⁷
Holdings	249,280	251,543	202,163	200,166	201,185	205,900	197,399	196,612	194,749	190,475
Library traffic	490,128	442,688	408,672	388,937	367,794	371,062	379,093	352,413	249,783	13,557
Culture and recreation										
Golf Courses										
Number of rounds of golf	64,297	61,102	66,647	65,407	55,389	50,176	52,368	50,317	45,447	61,915
Cost of operation per round (Municipal Course)	\$ 11	\$ 12	\$ 11	\$ 11	\$ 15	\$ 21	\$ 22	\$ 13	\$ 17	\$ 14
Cost of operation per round (Aliante Course)	\$ 47	\$ 51	\$ 61	\$ 50	\$ 59	\$ 51	\$ 52	\$ 55	\$ 44	\$ 46
Parks/Recreation										
Program participation visits	1,154,162	1,197,216	1,401,118	1,450,151	1,551,452	1,929,602	2,307,752	2,267,467	1,846,320	427,619
Annual cost per acre to maintain	\$ 7,300	\$ 7,001	\$ 6,174	\$ 7,164	\$ 7,164	\$ 7,164	\$ 7,164	\$ 7,164	\$ 7,164	\$ 10,317
Number of stage rentals	17	12	10	17	19	23	17	15	7	5
Public works										
Building safety-permits issued	6,285	5,586	5,812	7,925	8,395	6,729	8,970	10,963	11,657	15,912
Survey										
Technical reviews completed (maps, documents)	25	24	77	79	116	168	181	212	223	228
GPS features collected	9,543	1,253	10,916	4,368	5,447					
Engineering services-active capital projects	47	50	56	49	61	90	84	79	75	80
Construction services-number of inspections	2,423									
Development and Flood Control-permits issued	322	275	415	460	557	562	1,022	1,297	1,190	1,843
Real property services										
Maps reviewed and processed	13	15	24	26	56	62	70	139	64	52
Planning Commission items reviewed	111	138	203	227	202	185	213	278	174	187
Addresses assigned	151	303	378	420	531	652	1,799	2,820	3,325	3,168

(Continued)

CITY OF NORTH LAS VEGAS

OPERATING INDICATORS BY FUNCTION/PROGRAM¹ (CONTINUED) LAST TEN FISCAL YEARS² (UNAUDITED)

	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Water										
Valves exercised	1,773	1,486	1,140	1,749	1,031	541	296	2,276	800	6
Water repairs	250	218	187	172	235	507	506	447	618	940
Service requests	76,731	70,423	71,097	72,564	63,375	59,137	67,217	54,540	55,541	43,875
Number of bills	995,480	1,006,250	1,017,587	1,011,433	1,043,859	1,055,630	1,073,256	1,078,178	1,106,929	1,147,020
Number of meters read	1,025,417	1,030,452	1,035,334	1,038,405	1,055,488	1,057,305	1,064,110	1,084,044	1,297,765	1,150,863

1. Source - Various City of North Las Vegas departments.

CITY OF NORTH LAS VEGAS

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM¹ LAST TEN FISCAL YEARS² (UNAUDITED)

Function/program	June 30, 2012	June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	June 30, 2017	June 30, 2018	June 30, 2019	June 30, 2020	June 30, 2021
Police stations	2	2	2	2	2	2	2	2	2	2
Fire stations	8	8	8	8	8	8	8	8	8	8
Library facilities	3	3	3	3	3	3	3	3	3	3
Culture and recreation										
Community centers	3	3	3	3	3	3	3	3	3	3
Parks	34	34	35	35	35	35	35	37	37	35
Park acreage	474	474	627	627	633	633	633	633	633	555
Golf courses	2	2	2	2	2	2	2	2	2	2
Swimming pools	4	4	4	4	4	4	4	4	4	3
Tennis courts	12	12	18	18	18	18	18	18	18	19
Public works										
Lane miles of paved street	2,171	2,489	2,489	2,489	2,489	2,489	2,489	2,515	2,535	2,557
Lane miles of unpaved street	698	698	698	698	698	698	698	173	168	171
Traffic signal intersections	152	155	155	155	155	164	159	165	170	172
Street lights	² 31,050	31,050	31,050	31,050	31,050	31,050	31,050	32,020	32,850	33,150
Water										
Miles of water main	² 1,055	1,055	1,060	1,064	1,100	1,100	1,100	1,118	1,119	1,157
Residential service connections	76,367	76,988	78,228	79,572	80,378	81,265	82,496	83,910	85,321	88,982
Commercial service connections	5,403	5,439	5,517	5,638	5,760	4,497	6,063	6,223	7,223	8,019
Average daily consumption in million gallons	45	44	45	45	47	48	48	49	51	54
Peak demand day in million gallons	66	69	69	69	68	70	70	76	76	82
Wastewater										
Miles of sewer wastewater main	² 625	638	651	667	670	667	773	708	730	737
Miles of storm wastewater main	² 263	266	153	157	178	181	181	193	193	201

1. Source - Various City of North Las Vegas departments.
2. Prior years revised

BUSINESS LICENSE FEES

CITY OF NORTH LAS VEGAS

SCHEDULE OF BUSINESS LICENSE FEES

FOR THE YEAR ENDED JUNE 30, 2021

As required by Nevada Revised Statutes (NRS) 354.624, Section 4(a), all fees imposed by a local government are subject to the provisions of NRS 354.5989. A local government may adopt new business license fees only if the revenue from the fees is less than the prescribed calculated maximum.

FEES CALCULATED AS A PERCENTAGE OF GROSS REVENUE

Business license revenue for the year ended June 30, 2021		\$	7,118,784
Business license revenue for the year ended June 30, 2020 (base year)		\$	5,669,477
Adjustment to base year			
Percentage change in Consumer Price Index			<u>5.39 %</u>
Total adjustment to base year			<u>305,585</u>
Adjusted business license revenue base for the year ended June 30, 2021			<u>5,975,062</u>
Amount over allowable maximum		\$	<u><u>1,143,722</u></u>

FEES CALCULATED ON A FLAT OR FIXED RATE

Business license revenue for the year ended June 30, 2021		\$	2,334,417
Business license revenue for the year ended June 30, 2020 (base year)		\$	1,858,874
Adjustment to base year			
Percentage change in local government population			1.34 %
Percentage change in Consumer Price Index			<u>5.39 %</u>
Total adjustment to base year			<u>6.73 %</u>
Adjusted business license revenue base for the year ended June 30, 2021			<u>125,102</u>
Amount over allowable maximum		\$	<u><u>350,441</u></u>

SINGLE AUDIT INFORMATION



Independent Auditor's Report on Compliance For Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

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

Report on Compliance

Opinion on Compliance for Each Major Federal Program

We have audited the City of North Las Vegas' (the City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City of North Las Vegas' major federal programs for the year ended June 30, 2021. The City of North Las Vegas' major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

Basis for Opinion

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of North Las Vegas and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion. Our audit does not provide a legal determination of the City of North Las Vegas' compliance with the types of compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City of North Las Vegas' federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the types of compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City of North Las Vegas' compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the types of compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City of North Las Vegas' compliance with the requirements of the federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City of North Las Vegas' compliance with the types of compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City of North Las Vegas' internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City of North Las Vegas' internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in

internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that have not been identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BDO USA, LLP

December 14, 2021

CITY OF NORTH LAS VEGAS

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2021**

Federal Grantor / Pass-Through / Program Title	Federal Assistance Listing Number	Agency or Pass-Through Number	Amount Passed Through to Sub-Recipient	Expenditures
U.S. Department of Treasury				
COVID-19 - Emergency Rental Assistance Program	21.023*	ERA-2101070383 (ERA1)	\$ 4,000,000	\$ 4,000,000
Passed through Clark County, Nevada Department of Finance: COVID-19 - Coronavirus Relief Fund	21.019*	COUNTY CRF		16,342,969
Total U.S. Department of Treasury			4,000,000	20,342,969
U.S. Department of Housing and Urban Development				
COVID-19 - Emergency Solutions Grant Program	14.231	E-20-MW-32-0008	401,660	401,660
Passed through Clark County, Nevada Department of Finance: Emergency Solutions Grant	14.231	E-19-MC-32-0008	20,700	20,700
	14.231	E-20-MC-32-0008	116,939	129,569
Total Emergency Solutions Grant			137,639	150,269
CDBG – Entitlement Grants Cluster				
COVID-19 - Community Development Block Grants/Entitlement Grants	14.218	B-20-MW-32-0008	877,012	1,152,402
Passed through Clark County, Nevada Department of Finance: Community Development Block Grants/Entitlement Grants	14.218	B-17-UC-32-0001	-	359,167
	14.218	B-18-UC-32-0001	897,707	897,707
	14.218	B-19-UC-32-0001	269,156	1,468,265
	14.218	B-20-UC-32-0001	702,181	776,669
Total CDBG – Entitlement Grants Cluster			2,746,056	4,654,210
Passed through Clark County, Nevada Department of Finance: Home Investment Partnerships Program	14.239	M-16-DC-32-0001	3,386	3,386
	14.239	M-17-DC-32-0001	6,614	13,783
	14.239	M-18-DC-32-0001	21,807	75,315
Total Home Investment Partnership Program			31,807	92,484
Total U.S. Department of Housing and Urban Development			3,317,162	5,298,623
U.S. Department of Homeland Security				
Emergency Management Performance Grants	97.042	EMW-2018-FO-03441		19,406
Passed through the State of Nevada Department of Public Safety: COVID-19 - Emergency Management Performance Grants	97.042	EMF-2020-EP-00017-S01		88,511
Emergency Management Performance Grants	97.042	EMF-2019-EP-00009-S01		19,358
	97.042	EMF-2020-EP-00000		18,761

CITY OF NORTH LAS VEGAS

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Federal Grantor / Pass-Through / Program Title	Federal Assistance Listing Number	Agency or Pass-Through Number	Amount Passed Through to Sub-Recipient	Expenditures
	97.042	EMF-2020-EP-00005		47
	97.042	EMF-2021-EP-00000		101,791
Total Emergency Management Performance Grants				247,874
Assistance to Firefighters Grant	97.044	EMW-2019-FG-04283		451,293
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083	EMW-2019-FF-01690		527,020
Passed through the State of Nevada Department of Public Safety:				
COVID-19 – Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036	PA-09-NV-4523-PW-00056(0)		82,202
COVID-19 – Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036	PA-09-NV-4523 139546		11,544
COVID-19 – Disaster Grants – Public Assistance (Presidentially Declared Disasters)	97.036	PA-09-NV-4523 155151		7,765
Total Disaster Grants – Public Assistance (Presidentially Declared Disasters)				101,511
Homeland Security Grant Program	97.067	FD UASIVEH A17		20,967
Passed through Clark County, Nevada Fire Department:				
National Urban Search and Rescue (US&R) Response System	97.025	EMW-2020-CA-000026		2,586
	97.025	EMW-2021-CA-000026		31,382
Total National Urban Search and Rescue (US&R) Response System				33,968
Total U.S. Department of Homeland Security				1,382,633
U.S. Department of Transportation				
Highway Safety Cluster				
Passed through the State of Nevada Department of Public Safety:				
State and Community Highway Safety	20.600	JF-2020-NLVPD-00011		44,813
	20.600	JF-2021-NLVPD-00027		87,764
Total State and Community Highway Safety				132,577
National Priority Safety Programs	20.616	TS-2020-NLVPD-00053		8,774
	20.616	TS-2021-NLVPD-00102		28,136
Total National Priority Safety Programs				36,910
Total Highway Safety Cluster				169,487
Highway Planning and Construction Cluster				
Passed through the State of Nevada Department of Transportation:				
Highway Planning and Construction	20.205	P040-12-063		436,582
	20.205	P437-12-063		45,571
	20.205	PR110-14-063		499
	20.205	PR573-13-063		26,977
	20.205	PR748-18-063		827,267

CITY OF NORTH LAS VEGAS

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Federal Grantor / Pass-Through / Program Title	Federal Assistance Listing Number	Agency or Pass-Through Number	Amount Passed Through to Sub-Recipient	Expenditures
	20.205	PR040-20-063		4,802
Total Highway Planning and Construction Cluster				1,341,698
Total U.S. Department of Transportation				1,511,185
U.S. Department of Justice				
Edward Byrne Memorial Justice Assistance Grant Program	16.738	FY2018-DJ BX 0468		11,194
	16.738	FY2019-DJ BX-0633		22,276
	16.738	FY2020-DJ-BX-0497		166,086
	16.738	20-JAG-14		17,493
Total Edward Byrne Memorial Justice Assistance Grant Program				217,049
Project Safe Neighborhoods	16.609	2018-GP-BX-0025		27,113
Public Safety Partnership and Community Policing Grants	16.710	FY2020-MH-WX-K003		80
Equitable Sharing Program	16.922	FFY19-20 DEA		259,296
Nevada Joint Terrorist Task Force (JTTF) – 19	16.U01	JF-2020-NLVPD-00011		2,177
Nevada Joint Terrorist Task Force (JTTF) – 20	16.U02	JF-2021-NLVPD-00027		9,421
Total Nevada Joint Terrorist Task Force (JTTF)				11,598
Las Vegas Safe Streets Gang Task Force	16.U03	SSTF		14,409
Child Exploitation Task Force (CETF)	16.U04	62F-LV-A2604251		14,834
Criminal Apprehension Team	16.U05	FBI-CATS FFY19-20		1,932
	16.U06	FBI-CATS-FFY20-21		18,170
Total Criminal Apprehension Team				20,102
Tactical Diversion Task Force-15	16.U07	FFY19-20 DEA		19,468
	16.U08	FFY20-21 DEA		13,268
	16.U09	HPHARM		21,300
	16.U10	FFY19-20 DEA		4,852
	16.U11	FFY20-21 DEA		14,789
	16.U12	CF04-NV2020		3,837
Total Tactical Diversion Task Force				77,514
Passed through the State of Nevada Department of Health and Human Services:				
Crime Victim Assistance	16.575	2017-VA-GX-0085		24,503
	16.575	2018-VA-GX-0076		121,815
Total Crime Victim Assistance				146,318
Passed through the State of Nevada Office of the Attorney General				
Violence Against Women Formula Grants	16.588	2020 VAWA-40	8,928	8,928
	16.588	2021 VAWA-32	20,466	33,900
Total Violence Against Women Formula Grants				29,394
National Sexual Assault Kit Initiative	16.833	2016-AK-BX-K004		5,656

CITY OF NORTH LAS VEGAS

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2021**

Federal Grantor / Pass-Through / Program Title	Federal Assistance Listing Number	Agency or Pass-Through Number	Amount Passed Through to Sub-Recipient	Expenditures
Passed through the Las Vegas Metropolitan Police Department				
Missing Children's Assistance	16.543	2017-MC-FX-K019		23,165
	16.543	2020-MC-FX-K011		7,524
Total Missing Children's Assistance				30,689
Total U.S. Department of Justice				867,486
Executive Office of the President				
High Intensity Drug Trafficking Areas Program	95.001	G16NV001A		80,730
	95.001	G20NV0001		86,848
	95.001	G19NV001A		10,260
	95.001	G20NV0001A		2,714
Total Executive Office of the President				180,552
U.S. Department of the Interior				
Passed through the State of Nevada Bureau of Land Management:				
Southern Nevada Public Land Management	15.235	L16AC00100		521,661
	15.235	L20AC00071		76,767
	15.235	L20AC00072		10,098
Total U.S. Department of the Interior				608,526
Institute of Museum and Library Services				
COVID-19 - Grants to States	45.310	CARES-15		21,981
Grants to States	45.310	2020-37		3,000
	45.310	2020-35		6,011
Total Institute of Museum and Library Services				30,992
U.S. Environmental Protection Agency				
Drinking Water State Revolving Fund Cluster				
Passed through the State of Nevada Department of Conservation & Natural Resources				
Capitalization Grants for Drinking Water State Revolving Funds	66.468	DW1804		4,170,988
	66.468	DW1902		3,687,310
Total U.S. Environment Protection Agency				7,858,298
U.S. Department of Health and Human Services				
Passed through Southern Nevada Health District				
PPHF: Racial and Ethnic Approaches to Community Health Program financed solely by Public Prevention and Health Funds	93.738	NU58DP006578		17,406
Total Federal Assistance			\$ 7,346,556	\$ 38,098,669

CITY OF NORTH LAS VEGAS

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS FOR THE YEAR ENDED JUNE 30, 2021

Note 1. Reporting Entity

The accompanying supplementary schedule of expenditures of federal awards (the Schedule) presents the activity of all federal financial assistance programs of the City of North Las Vegas (the City). The reporting entity is defined in Note 1 to the basic financial statements. The Schedule includes all federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies.

Note 2. Basis of Presentation

The Schedule includes the federal grant activity of the City and is presented on the accrual basis of accounting. The information in the Schedule is presented in accordance with the requirements of the Uniform Guidance 2CFR §200.

Note 3. Indirect Cost Rate

For the year ended June 30, 2021, the de minimis indirect cost rate of 10% was utilized.

Note 4. Outstanding Loan Balances

As of June 30, 2021, outstanding loan balances were as follows:

Federal Assistance Listing Number	Program Title	Balance Payable
66.458	Capitalization Grants for Clean Water State Revolving Funds	\$ 614,395
66.468	Capitalization Grants for Drinking Water State Revolving Funds	15,669,317
		<u>\$ 16,283,712</u>

City of North Las Vegas, Nevada

Schedule of Findings and Questioned Costs Fiscal Year Ended June 30, 2021

Section I - Summary of Auditor's Results

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	Yes
Significant deficiency(ies) identified?	No
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major federal program:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditors' report issued on compliance for major federal programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?	No

Identification of major federal programs:

Assistance Listing

<i>Number</i>	<i>Name of Federal Program or Cluster</i>	<i>Agency</i>
21.019	Coronavirus Relief Fund	Department of the Treasury
21.023	Emergency Rental Assistance Program	Department of the Treasury

Dollar threshold used to distinguish between a type A and type B program:	\$1,142,960
Auditee qualified as low-risk auditee?	No

City of North Las Vegas, Nevada

Schedule of Findings and Questioned Costs (continued) Fiscal Year Ended June 30, 2021

Section II - Financial Statement Findings Required to be Reported in Accordance with *Government Auditing Standards*

Finding 2021-001 Year-end Financial Reporting Close Process

Material Weakness

Criteria

Government financial statements are required to be prepared in accordance with accounting principles generally accepted in the United States (GAAP), free of material misstatements, and management is required to establish appropriate cost-effective internal controls that provide for reasonable assurance that such objectives are achieved, assuming satisfactory compliance. A key internal control is an additional review performed in connection with the year-end financial reporting and close process. GAAP requires the following:

1. The deferred amount resulting from a bond refunding transaction be calculated as the difference between the reacquisition cost and total defeased debt carrying value. The resulting amount is required to be deferred and recorded as either a deferred inflow or outflow of resources.
2. At the fund level, a governmental fund should recognize revenues only when measurable and available. The City's policy is that revenue is considered available when received within 90 days of year-end (for all revenues except property tax, which is required to be received within 60 days from year-end).
3. Expenditures / expenses are to be reported in the specific fund benefited.
4. Custodial fiduciary funds are required to be presented for assets and liabilities that do not either benefit or burden the City.

Condition

During the financial statement audit, the following misstatements were identified:

1. The deferred charge related to a bond refunding transaction was improperly calculated and recorded as a \$9,111,473 deferred inflow of resources instead of a \$10,147,613 deferred outflow of resources.
2. Revenue totaling \$6,900,000 related to Medicaid ambulance reimbursements that was not received within 90 days after the end of the fiscal year was inappropriately recognized in the general fund.
3. \$273,197 of miscellaneous revenue was improperly recorded twice in the special purpose special revenue fund.
4. Expenses totaling \$628,394 related to employee benefits, which should have been recorded in an internal service fund in prior years were improperly recorded in a fiduciary fund. Accordingly, beginning net position of the internal service funds is overstated by \$628,394, which was corrected in the current fiscal year by overstating expenses in the internal service funds.
5. Assets totaling \$1,659,294 and liabilities of \$1,659,097 associated with construction retention on projects benefiting the City were improperly reported in a custodial fiduciary fund.

City of North Las Vegas, Nevada

Schedule of Findings and Questioned Costs (continued) Fiscal Year Ended June 30, 2021

<i>Cause</i>	The City's internal control over financial reporting did not function as intended. Specifically, the year-end close process did not detect the errors noted and improper application of accounting principles generally accepted in the United States (GAAP) and governmental accounting and financial reporting principles established by the Governmental Accounting Standards Board (GASB).
<i>Effect</i>	<p>Unaudited net position for governmental activities was understated by \$18,986,086, and unaudited fund balance for governmental funds was overstated by \$7,173,000, which resulted in multiple audit adjustments. Details of the audit adjustments is as follows:</p> <ol style="list-style-type: none">1. Governmental activities deferred inflows of resources relating to refunding charges were overstated by \$9,111,473, deferred outflows of resources relating to refunding charges were understated by \$10,147,613 and net position was understated by \$19,259,0862. Unavailable revenue (a deferred inflow of resources) in the general fund was understated by \$6,900,000 and net position was overstated by \$6,900,000.3. Accounts receivable and fund balance were overstated by \$273,197 in the special purpose revenue special revenue fund.4. Internal service fund expenses are over overstated by \$628,394. An adjustment was proposed but waived by management.5. In the general fund, total assets were understated by \$1,659,294, total liabilities were understated by \$1,659,097, and net position was understated by \$197.
<i>Recommendation</i>	We recommend that the City enhance its year-end financial reporting and close processes to ensure that the City's external financial reporting is in accordance with GAAP and that material misstatements are detected timely, investigated and resolved.
<i>Views of Responsible Officials</i>	The management team agrees with the auditor's recommendation and will implement additional controls to address the stated concerns.

City of North Las Vegas, Nevada

Schedule of Findings and Questioned Costs (continued)
Fiscal Year Ended June 30, 2021

Section III - Federal Award Assistance Findings and Questioned Costs

No matters were reported.

Mayor
John J. Lee
Council Members
Isaac E. Barron
Pamela A. Goynes-Brown
Scott Black
Richard J. Cherchio



City Manager
Ryann Juden

Finance Department – Director William Harty
2250 Las Vegas Boulevard, North · Suite 710 · North Las Vegas, Nevada 89030
Telephone: (702) 633-1170 · Fax: (702) 399-5676 · TDD: (800) 326-6868
www.cityofnorthlasvegas.com

Summary Schedule of Prior Audit Findings

Financial Statement Findings

2020-001 Financial reporting and close process

Prior year finding The review of journal entries and other work product prepared (or potentially omitted) by the accounting and finance managers primarily associated with the application of GAAP for individually significant matters is insufficient or inadequate.

Current year status This finding has been corrected in the current year.

Federal Award Findings and Questioned Costs

2020-002

Federal Program Highway Planning and Construction (CFDA #20.205) / Drinking Water State Revolving Loan Fund (CFDA #66.468)

Prior year finding We were informed during the audit that the City did not maintain evidence to support that a suspension and debarment check was performed for the three vendors selected for testing for the Highway Planning and Construction grant. Additionally, we noted that the searches performed for the five vendors selected for testing related to the Drinking Water State Revolving Funds were not performed timely. The searches should be performed prior to signing the award or contract in accordance with the Purchasing Policy effective January 28, 2019.

Current year status This finding has been corrected in the current year.

(Continued)

Summary Schedule of Prior Audit Findings (continued)

2020-003

Federal Program	Community Development Block Grants/Entitlement Grants (CFDA #14.218)
Prior year finding	Per discussion with the Housing and Neighborhood Services Manager on March 18, 2021, we were informed that the Downtown Library project was cancelled subsequent to year-end. As a result of the cancellation, there were 3 invoices totaling \$121,323 which were no longer billable to the grantor and therefore should not be reflected in the FY 2020 SEFA.
Current year status	This finding has been corrected in the current year.

Mayor
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City Manager
Ryann Juden

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Corrective Action Plan

Financial Statement Findings

2021-001 Year-end Financial Reporting Close Process

Corrective action plan The management team agrees with the auditor’s recommendation and will implement additional controls to address the stated concerns. Namely, when new and upcoming GASB pronouncements are made, additional training will be provided to all team members and reviewers of the corresponding entries.