

TOWN OF PAHRUMP, NEVADA
REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTAL MATERIAL
YEAR ENDED JUNE 30, 2014



TOWN OF PAHRUMP, NEVADA
REPORT ON FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2014
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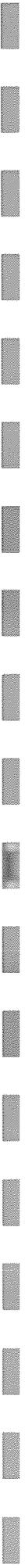
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TOWN OF PAHRUMP, NEVADA
ELECTED TOWN OFFICIALS
JUNE 30, 2014

Town Officials as of June 30, 2014:

CHAIRPERSON

Harley Kulkin

TOWN BOARD MEMBERS

Bill Dolan

Dr. Tom Waters

Robert Adams

Amy Riches



DANIEL C. McARTHUR, LTD.
Certified Public Accountant

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INDEPENDENT AUDITOR'S REPORT

Honorable Board Members
Town of Pahrump, Nevada
Pahrump, Nevada

I have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Pahrump, Nevada (the Town), as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the Town's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund, Road Fund, 1/10 Fairgrounds Room Tax Fund, 3/10 Tourism Room Tax Fund, Airport Grants Fund and the Capital Projects Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter-Elimination of Town Board Form of Government

As indicated in note D 12 to the financial statements, the Citizens of the Town of Pahrump voted in November 2012 to eliminate the Town Board Form of Government. Effective January 5, 2015, the elected Town Board for the Town of Pahrump was disbanded. The Nye County Commission became the governing body for the unincorporated Town of Pahrump.



Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and schedule of funding progress on pages 4-12 and 50 be presented to supplement the basic financial statements. Such information, 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements. The combining and individual fund financial statements and schedules 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 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 my opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

Prior Year Comparative Information

I also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the Town's basic financial statements for the year ended June 30, 2013, which are not presented with the accompanying financial statements and I expressed unmodified opinions on the respective financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town's basic financial statements as a whole. The combining and individual fund financial statements and schedules for the year ended June 30, 2013 are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2013 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of those 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 my opinion, the 2013 combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements from which they have been derived.



Las Vegas, Nevada
January 10, 2015



**TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2014**

The Management's Discussion and Analysis ("MD&A") introduces the financial reports for the Town of Pahrump, Nevada ("the Town"), and is designed to give the reader an easy-to-understand overview of the Town's financial position and results of operations for the year. The MD&A is separated into Financial Highlights, an Overview of the Financial Statements, and a Government-Wide Financial Analysis.

FINANCIAL HIGHLIGHTS

The assets of the Town exceeded its liabilities at the close of the 2014 fiscal year by \$19,068,718 (net position). Total net position represents approximately \$8,514,900 in capital assets, net of related debt, and \$5,539,305 in assets restricted for capital replacement and projects. The remaining \$5,014,513 is unrestricted.

The Town's total net position decreased \$186,721.

At the close of the fiscal year 2014, the Town's governmental funds reported combined fund balances of \$9,499,073, an increase of \$14,009 when compared to the previous year. Approximately 15.29% of this amount, \$1,452,201, is unassigned fund balance.

The Town's total outstanding long-term debt decreased \$129,338 during the current fiscal year.

The Town's primary revenue sources for governmental activities were ad valorem taxes (property taxes) of \$2,902,079, consolidated taxes (sales taxes) of \$778,869, and charges for services of \$750,836. These revenue sources comprised 48.50%, 13.02%, and 12.54% respectively, or 74.06%, of total governmental activities revenues.

The Town's total expenses were \$9,383,111. The greatest governmental activities expenses were \$2,092,530 in the general government function and \$1,800,547 in the public safety function. The business-type activities contributed \$3,895,637 to the Town's total expenses.

At the end of the fiscal year, the fund balance for the General Fund was \$3,699,806. This was an increase of \$266,695 from the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Town's basic financial statements which consist of government-wide financial statements, fund financial statements, and accompanying notes to the financial statements. This report also contains required supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements

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

The Statement of Net Position combines and consolidates all of the Town's assets and liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. This includes combining current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting. Net position is segregated into three components: invested in capital assets, net of related debt; restricted; and unrestricted net position. Net position is an indicator of the overall financial position of the Town and the change in net position from year to year is an indicator of the financial position improving or deteriorating.

**TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014**

Government-Wide Financial Statements (Continued)

The Statement of Activities presents information showing how the Town's net position changed during the most recent fiscal year. All changes in net position are reported when 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).

The government-wide financial statements report two types of activities: governmental activities and business-type activities. The government-wide financial statements distinguish functions of the Town 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 Town include general government, public safety, public works, community support, health and sanitation, culture and recreation and debt service. The business-type activities include Ambulance operations.

The government-wide financial statements can be found on pages 13-14 of this report.

Fund Financial Statements

A fund is a grouping of accounts that is used to maintain control over resources that are designated for a specific purpose within the government. The Town uses fund financial statements to provide detailed information about its most significant funds. All of the Town of Pahrump funds are classified into two categories:

Governmental Funds – Governmental funds account for essentially the same functions reported as governmental activities in the government-wide financial statements described above. However, unlike the government-wide financial statements, governmental fund financial statements use the modified accrual basis of accounting, which focuses on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. To provide a better understanding of the relationship between the fund financial statements and government-wide financial statements, a reconciliation is provided for a more comprehensive picture of the Town's financial position.

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 Town's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The Town maintains individual governmental funds. Information is presented separately in the governmental balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Road Special Revenue Fund, 1/10 Fairgrounds Room Tax Special Revenue Fund, 3/10 Tourism Room Tax Special Revenue Fund, Airport Grant Special Revenue Fund, and the Capital Projects Fund, each of which is considered to be a major fund. Data from the other governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the combining and individual fund statements and schedules.

The Town adopts an annual appropriated budget for each of its governmental funds. A budgetary comparison statement is provided for each of the Town's governmental funds to demonstrate compliance with the budget. The budgetary comparison statements for the major governmental funds are presented as required supplementary information; the budgetary comparison statements for all other governmental funds are included in the fund financial statements accompanying information.

TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

Fund Financial Statements (Continued)

The basic governmental fund financial statements can be found on pages 15-27 of this report.

Proprietary Funds –The Town maintains one type of proprietary fund, the Enterprise Fund. The Enterprise Fund is used to report the same functions presented as business-type activities in the government-wide financial statements. The Town uses the Enterprise Fund to account for its ambulance service activities.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 28-30 of this report.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 31-49 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the Town's progress in funding its obligation to provide other post-employment benefits to its employees. Required supplementary information can be found on page 50.

The combining statements and individual fund schedules are presented immediately following the required supplementary information on other post-employment benefits. Combining and individual fund statements and schedules can be found on pages 51-109 of this report.

TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The government-wide financial statements are structured to report financial information on the Town as a whole. Condensed financial information with comparative amounts from the prior year is presented along with accompanying analyses.

The following table illustrates the changes in net position in the fiscal years ending June 30, 2014 and 2013.

	Governmental Activities		Business-Type Activities		Total	
	2014	2013	2014	2013	2014	2013
Assets:						
Current and other assets	\$ 10,172,784	\$ 10,341,234	\$ 1,438,745	\$ 2,217,880	\$ 11,611,529	\$ 12,559,114
Net capital assets	<u>7,411,445</u>	<u>7,033,662</u>	<u>1,148,809</u>	<u>1,080,051</u>	<u>8,560,254</u>	<u>8,113,713</u>
Total Assets	<u>17,584,229</u>	<u>17,374,896</u>	<u>2,587,554</u>	<u>3,297,931</u>	<u>20,171,783</u>	<u>20,672,827</u>
Liabilities:						
Current liabilities	571,578	734,340	98,905	127,128	676,483	861,468
Long-term liabilities	<u>346,782</u>	<u>442,057</u>	<u>79,800</u>	<u>113,863</u>	<u>426,582</u>	<u>555,920</u>
Total Liabilities	<u>924,360</u>	<u>1,176,397</u>	<u>178,705</u>	<u>240,991</u>	<u>1,103,065</u>	<u>1,417,388</u>
Net Position:						
Invested in capital assets, net of related debt	7,366,091	6,944,433	1,148,809	1,080,051	8,514,900	8,024,484
Restricted	5,258,845	5,657,695	340,460	278,364	5,599,305	5,936,059
Unrestricted	<u>4,034,933</u>	<u>3,596,371</u>	<u>919,580</u>	<u>1,698,525</u>	<u>4,954,513</u>	<u>5,294,896</u>
Total Net Position	<u>\$ 16,659,869</u>	<u>\$ 16,198,499</u>	<u>\$ 2,408,849</u>	<u>\$ 3,056,940</u>	<u>\$ 19,068,718</u>	<u>\$ 19,255,439</u>

The Town's assets exceeded liabilities by \$19,068,718 at the close of the current fiscal year and total net position decreased by \$186,721, resulting in a 0.97% decrease in net position.

The largest portion of the Town's net position, 44.65%, reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, etc.), less any related debt outstanding used to acquire those assets. The Town uses capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the Town's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate the debt.

The Town's total net position of \$19,068,718 includes unrestricted net position totaling \$5,014,513. This is used to meet the ongoing obligations of the Town. Portions of net position are subject to external restrictions as to how they may be used. In the current fiscal year, there were restricted assets of \$5,539,305.

Net Position

Governmental activities increased the Town's net position by \$461,370. Business-type activities decreased the Town's net position by \$648,091. This is a total decrease in net position of \$186,721.

TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2014

Changes in net position of the Town are summarized as follows:

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total Primary Government</u>	
	2014	2013	2014	2013	2014	2013
Revenues:						
Program revenues:						
Charges for services	\$ 750,386	\$ 747,911	\$3,181,475	\$3,752,400	\$ 3,931,861	\$ 4,500,311
Operating grants and contributions	456,218	-	-	-	456,218	-
Capital grants and contributions	286,042	414,407	60,000	60,000	346,042	474,407
General revenues:						
Ad valorem taxes	2,902,079	2,840,968	-	-	2,902,079	2,840,968
Fuel taxes	194,928	198,343	-	-	194,928	198,343
Room tax	499,144	496,733	-	-	499,144	496,733
Consolidated tax	778,869	819,776	-	-	778,869	819,776
Investment income	75,813	34,250	4,602	4,585	80,415	38,835
Miscellaneous	40,550	32,715	1,469	17,992	42,019	50,707
Total revenues	<u>5,984,029</u>	<u>5,585,103</u>	<u>3,247,546</u>	<u>3,834,977</u>	<u>9,231,575</u>	<u>9,420,080</u>
Expenses:						
General government	2,092,530	1,990,115	-	-	2,092,530	1,990,115
Public safety	1,800,547	1,834,939	-	-	1,800,547	1,834,939
Public works	622,197	198,562	-	-	622,197	198,562
Culture and recreation	359,928	338,805	-	-	359,928	338,805
Community support	596,720	630,286	-	-	596,720	630,286
Health and sanitation	13,924	17,972	-	-	13,924	17,972
Interest on long-term debt	1,628	3,481	-	-	1,628	3,481
Ambulance	-	-	3,895,637	3,679,111	3,895,637	3,679,111
Loss on disposition of capital assets	35,185	-	-	-	35,185	-
Total expenses	<u>5,522,659</u>	<u>5,014,160</u>	<u>3,895,637</u>	<u>3,679,111</u>	<u>9,418,296</u>	<u>8,693,271</u>
Change in net position	461,370	570,943	(648,091)	155,866	(186,721)	726,809
Net position - beginning	<u>16,198,499</u>	<u>15,627,556</u>	<u>3,056,940</u>	<u>2,901,074</u>	<u>19,255,439</u>	<u>18,528,630</u>
Net position - ending	<u>\$16,659,869</u>	<u>\$16,198,499</u>	<u>\$2,408,849</u>	<u>\$3,056,940</u>	<u>\$19,068,718</u>	<u>\$19,255,439</u>

Program revenues include charges for services (fines and forfeitures, certain licenses, and permits), contributions, and both operating and capital grants.

General revenues consist of taxes, miscellaneous, and interest. For governmental activities, the largest of these revenues was ad valorem taxes (property taxes). The second largest revenue was consolidated taxes (sales taxes). The business-type program revenues came from charges for services related to ambulance services and capital grants.

TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS

Governmental Funds

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

As of the end of the current fiscal year, the Town's governmental funds reported a combined ending fund balance of \$9,499,073. This is an increase over the prior year of \$14,009 or .15%. Fund balance components have been classified as restricted, committed, assigned, and/or unassigned based primarily on the extent to which the Town is bound to observe constraints imposed on the use of the resources of the funds. Restricted fund balance is \$5,258,845, or 55.36%, of total. Spending of these resources is constrained by externally imposed (statutory, bond covenant, or grantors) limitations on their use. The restricted fund balances include \$475,901 for public safety, \$1,265,140 for culture and recreation, \$2,096,217 for community support, \$1,380,726 for capital projects, and \$40,861 for debt service.

Major Funds

General Fund: The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, the fund balance of the General Fund was \$3,699,806, an increase of \$266,695, or 7.77%, over the prior year.

Revenues increased by \$317,657, or 8.00%. Property tax revenue increased by \$65,508, or 2.37%. Intergovernmental revenues increased by \$221,159, or 29.12%, due to the receipt of grant revenue to purchase emergency equipment. Charges for services revenues decreased by \$7,810, or 21.01%.

Expenditures increased by \$429,595, or 12.22%. General Government expenditures increased by \$79,993, or 4.16%, from the prior year due to an increase in service and supplies in the buildings and grounds function of the Town. Public Safety expenditures increased by \$347,903, or 22.07%, due to an increase in capital outlay for the fire department.

Road Fund: At the end of the current fiscal year, the fund balance of the Road Fund was \$0, no change from the prior year.

Revenues decreased \$2,683 or 1.35%. Intergovernmental revenues decreased due to a decrease in fuel tax revenue.

Expenditures decreased \$2,683 or 1.35%, due to a decrease in service and supplies.

1/10 Fairgrounds Room Tax Fund: At the end of the current fiscal year, the fund balance of the 1/10 Fairgrounds Room Tax Fund was \$1,050,324, a decrease of \$56,735, or 5.12%, over the prior year.

Revenues decreased \$322,433 or 83.00%. Intergovernmental revenues decreased \$327,000 or 100% due to grants that were received in the prior year not received in the current year.

Expenditures decreased \$823,304 or 87.02%, due to a decrease in capital outlay of \$816,998.

3/10 Tourism Room Tax Fund: At the end of the current fiscal year, the fund balance of the 3/10 Tourism Room Tax Fund was \$465,815, a decrease of \$128,095, or 21.57%, over the prior year.

Revenues increased \$1,858, or 1.06%, due to an increase in room tax and investment income.

Expenditures decreased \$113,987, or 27.15%, due to a decrease in service and supplies.

TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

FINANCIAL ANALYSIS OF THE TOWN'S FUNDS (CONTINUED)

Governmental Funds (Continued)

Airport Grant Fund: At the end of the current fiscal year, the fund balance of the Airport Fund was \$0, no change from the prior year.

Revenues increased \$426,318, or 100%, due to grants received in the current year.

Expenditures increased \$426,318, or 100%, due to an increase in service and supplies.

Capital Projects Fund: At the end of the current fiscal year, the fund balance of the Capital Projects Fund was \$1,185,894, a decrease of \$102,389, or 7.95%, over the prior year.

Revenues increased \$5,181, or 117.43%, due to an increase in investment income.

Expenditures decreased \$11,182, or 9.08%, due to a decrease in capital projects.

Major Enterprise Fund

Ambulance Fund: The Town's Ambulance enterprise fund financial statements provide the same type of information found in the government-wide financial statements, but in more detail. Unrestricted net position of the enterprise fund totaled \$919,580, a decrease of \$778,945, or 45.86%. Total net position for this fund decreased by \$648,091, or 21.20%, from the prior year.

Operating revenues decreased \$570,925, or 15.21%, due to adjustments for contractual allowances (adjustments for agree reductions with insurance providers). Operating expenditures increased \$216,526, or 5.89%, due to an increase in salaries and benefits. Non-operating revenues/expenses were \$16,506 less than the prior year due to a decrease in miscellaneous revenues.

GENERAL FUND BUDGETARY HIGHLIGHTS

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

The actual General Fund balance of \$3,699,806 was \$1,452,201 higher than anticipated to begin the 2014-2015 year. This is reflected in the General Fund as unassigned fund balance.

**TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014**

GENERAL FUND BUDGETARY HIGHLIGHTS (CONTINUED)

Final budget compared to actual results. The most significant differences between estimated revenues and actual revenues were as follows:

Revenues received were 10.69%, or \$414,261, more than budgeted. Revenues in excess of budgeted amounts were received for taxes 13.34%, due to an increase in property taxes, intergovernmental 2.25%, due to an increase in consolidated taxes, miscellaneous 242.21%, due to investment and rental income, licenses and permits 2.09%, and charges for services 95.73%

A review of actual expenditures compared to the appropriations in the final budget shows expenditures were \$555,736, or 12.34%, less than budgeted. Expenditures were under budget for all functions of the General Fund; general government 18.67%, public safety .64%, and culture and recreation 55.80%.

CAPITAL ASSETS

At June 30, 2014, the Town's governmental type activity had \$7,411,445 (net) invested in a broad range of capital assets, including land, construction in progress, building and improvements, and equipment. This amount represents a net increase (including additions, disposals, and depreciation) of \$377,783 from the previous year.

At June 30, 2014, the Town's business-type activity had \$1,148,809 (net) invested in a broad range of capital assets, including land and improvements, construction in progress, building and improvements, and equipment. This amount represents a net increase (including additions, disposals, and depreciation) of \$68,758 from the previous year.

Capital assets, net of related debt, reflect 44.65% of net position of the Town (page 13). The Town uses capital assets to provide services to the citizens of the Town of Pahrump and consequently these assets are not available for future spending.

The Town has several active projects related to improvements to parks in various stages of completion. There are no contractual commitments related to the projects as of June 30, 2014. Construction in progress is the cost of the uncompleted parks projects to date.

This table reflects additions and disposals to capital assets for the year ended June 30, 2014, as follows:

Governmental Activities:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital assets not being depreciated:				
Land	\$ 3,745,196	\$ 0	\$ 0	\$ 3,745,196
Construction in progress	<u>17,201</u>	<u>302,828</u>	<u>0</u>	<u>320,029</u>
Total capital assets not being depreciated	<u>3,762,397</u>	<u>302,828</u>	<u>0</u>	<u>4,065,225</u>
Capital assets being depreciated:				
Building	3,729,188	19,789	0	3,748,977
Equipment	<u>4,400,761</u>	<u>528,457</u>	<u>373,636</u>	<u>4,555,582</u>
Total capital assets being depreciated	<u>8,129,949</u>	<u>548,246</u>	<u>373,636</u>	<u>8,304,559</u>
Less accumulated depreciation for:				
Building	1,705,561	111,374	0	1,816,935
Equipment	<u>3,153,123</u>	<u>326,732</u>	<u>338,451</u>	<u>3,141,404</u>
Total accumulated depreciation	<u>4,858,684</u>	<u>438,106</u>	<u>338,451</u>	<u>4,958,339</u>
Total capital assets being depreciated, net	<u>3,271,265</u>	<u>110,140</u>	<u>35,185</u>	<u>3,346,220</u>
Governmental activities assets, net	<u>\$ 7,033,662</u>	<u>\$ 412,968</u>	<u>\$ 35,185</u>	<u>\$ 7,411,445</u>

**TOWN OF PAHRUMP, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014**

CAPITAL ASSETS (CONTINUED)

Business-type Activities:	Balance <u>June 30, 2013</u>	Additions	Deletions	Balance <u>June 30, 2014</u>
Capital assets not being depreciated:				
Land	\$ 120,000	\$ 0	\$ 0	\$ 120,000
Capital assets being depreciated:				
Building	480,000	0	0	480,000
Equipment	<u>2,098,224</u>	<u>155,491</u>	<u>0</u>	<u>2,253,715</u>
Total capital assets being depreciated	<u>2,578,224</u>	<u>155,491</u>	<u>0</u>	<u>2,733,715</u>
Less accumulated depreciation for:				
Building	226,667	16,000	0	242,667
Equipment	<u>1,391,506</u>	<u>70,733</u>	<u>0</u>	<u>1,462,239</u>
Total accumulated depreciation	<u>1,618,173</u>	<u>86,733</u>	<u>0</u>	<u>1,704,906</u>
Total capital assets being depreciated, net	<u>960,051</u>	<u>68,758</u>	<u>0</u>	<u>1,028,809</u>
Business-type activities assets, net	<u>\$ 1,080,051</u>	<u>\$ 68,758</u>	<u>\$ 0</u>	<u>\$ 1,148,809</u>

Equipment additions included Scott SCBA air and RIT packs, Pierce quantum pumper, club car, lawnmower, and John Deer tractor. Construction in progress includes Fairgrounds, Kellogg Park Ian Deutch Park fence, and Simkins Park basketball courts. Capitalization limits on capital assets were \$3,000 for the year ended June 30, 2014.

DEBT ADMINISTRATION

Changes in Long-term Debt: During the year ended June 30, 2014, the following changes occurred in long-term debt:

Governmental-Type Activities:

	Balance at <u>July 1, 2013</u>	Additions	Reductions	Balance at <u>June 30, 2014</u>
Compensated absences	\$ 260,583	\$ 0	\$ 71,652	\$ 188,931
OPEB obligations	95,726	18,398	0	114,124
Notes payable	<u>85,748</u>	<u>0</u>	<u>42,021</u>	<u>43,727</u>
Total	<u>\$ 442,057</u>	<u>\$ 18,398</u>	<u>\$ 113,673</u>	<u>\$ 346,782</u>

Business-Type Activities:

	Balance at <u>July 1, 2013</u>	Additions	Reductions	Balance at <u>June 30, 2014</u>
Compensated absences	<u>\$ 113,863</u>	<u>\$ 0</u>	<u>\$ 34,063</u>	<u>\$ 79,800</u>

The Town's debt decreased \$95,275 for governmental activities during the current fiscal year.

The Town's debt decreased \$34,063 for business-type activities during the current fiscal year.

REQUESTS FOR INFORMATION

This financial report is designed to provide its users with a general overview of the Town of Pahrump, Nevada's finances and to demonstrate the Town's accountability for the revenues it receives. Any comments, further questions, or requests for additional information should be addressed to:

Town Administration
Town of Pahrump, Nevada
400 N. Highway 160
Pahrump, Nevada 89060

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For the year ended June 30, 2014

BASIC FINANCIAL STATEMENTS

TOWN OF PAHRUMP, NEVADA
STATEMENT OF NET POSITION
June 30, 2014

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets:			
Pooled cash and investments	\$ 9,715,319	\$ 351,041	\$ 10,066,360
Interest receivable	16,149	779	16,928
Taxes receivable	168,406	-	168,406
Due from other governments	272,910	-	272,910
Accounts receivable, net allowance for uncollectibles	-	746,465	746,465
Restricted assets - cash	-	280,460	280,460
Restricted assets - due from other governments	-	60,000	60,000
Capital assets net of accumulated depreciation	7,411,445	1,148,809	8,560,254
Total assets	<u>17,584,229</u>	<u>2,587,554</u>	<u>20,171,783</u>
Liabilities:			
Accounts payable	459,135	16,614	475,749
Accrued payroll	116,816	82,291	199,107
Interest payable	1,627	-	1,627
Noncurrent liabilities:			
Due within one year:			
Notes payable	43,727	-	43,727
Accrued compensated absences	143,116	79,800	222,916
Due in more than one year:			
Accrued compensated absences	45,815	-	45,815
OPEB obligation payable	114,124	-	114,124
Total liabilities	<u>924,360</u>	<u>178,705</u>	<u>1,103,065</u>
Net position:			
Invested in capital assets, net of related debt	7,366,091	1,148,809	8,514,900
Restricted for:			
Public safety	475,901	-	475,901
Culture and recreation	1,265,140	-	1,265,140
Community support	2,096,217	-	2,096,217
Capital projects	1,380,726	340,460	1,721,186
Debt service	40,861	-	40,861
Unrestricted	4,034,933	919,580	4,954,513
Total net position	<u>\$ 16,659,869</u>	<u>\$ 2,408,849</u>	<u>\$ 19,068,718</u>

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

TOWN OF PAHRUMP, NEVADA
STATEMENT OF ACTIVITIES
June 30, 2014

Functions/Programs	Expenses	Program Revenues			Changes in Net Position		
		Charges for Service	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary governments:							
General government	\$ (2,092,530)	\$ 548,684	\$ -	\$ 286,042	\$ (1,257,804)	\$ -	\$ (1,257,804)
Public safety	(1,800,547)	35,539	-	-	(1,765,008)	-	(1,765,008)
Public works	(622,197)	-	426,318	-	(195,879)	-	(195,879)
Culture and recreation	(359,928)	17,473	29,900	-	(312,555)	-	(312,555)
Community support	(596,720)	136,264	-	-	(460,456)	-	(460,456)
Health and sanitation	(13,924)	12,426	-	-	(1,498)	-	(1,498)
Debt service:							
Interest	(1,628)	-	-	-	(1,628)	-	(1,628)
Loss on disposition of capital assets	(35,185)	-	-	-	(35,185)	-	(35,185)
Total governmental activities	(5,522,659)	750,386	456,218	286,042	(4,030,013)	-	(4,030,013)
Business-type activities:							
Ambulance	(3,895,637)	3,181,475	-	60,000	-	(654,162)	(654,162)
Total primary governments	<u>\$ (9,418,296)</u>	<u>\$ 3,931,861</u>	<u>\$ 456,218</u>	<u>\$ 346,042</u>	<u>(4,030,013)</u>	<u>(654,162)</u>	<u>(4,684,175)</u>
General Revenues:							
Ad valorem taxes					2,902,079	-	2,902,079
Fuel taxes					194,928	-	194,928
Room tax					499,144	-	499,144
Consolidated tax					778,869	-	778,869
Investment income					75,813	4,602	80,415
Miscellaneous					40,550	1,469	42,019
Total general revenues					<u>4,491,383</u>	<u>6,071</u>	<u>4,497,454</u>
Change in net position					461,370	(648,091)	(186,721)
Net position - beginning of year					<u>16,198,499</u>	<u>3,056,940</u>	<u>19,255,439</u>
Net position - end of year					<u>\$ 16,659,869</u>	<u>\$ 2,408,849</u>	<u>\$ 19,068,718</u>

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

TOWN OF PAHRUMP, NEVADA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2014

	Major Funds			
	General Fund	Road Fund	1/10 Fairgrounds Room Tax Fund	3/10 Tourism Room Tax Fund
<u>Assets</u>				
Pooled cash and investments	\$ 3,758,205	\$ 140,729	\$ 1,042,801	\$ 479,545
Interest receivable	6,214	210	1,702	855
Taxes receivable	112,345	-	-	-
Room tax receivable	-	-	6,066	18,183
Due from other funds	-	-	-	-
Due from other governments	126,178	32,572	-	-
Total assets	<u>\$ 4,002,942</u>	<u>\$ 173,511</u>	<u>\$ 1,050,569</u>	<u>\$ 498,583</u>
<u>Liabilities</u>				
Accounts payable	\$ 104,666	\$ 173,511	\$ 245	\$ 29,962
Accrued payroll	103,899	-	-	2,806
Due to other funds	-	-	-	-
Total liabilities	<u>208,565</u>	<u>173,511</u>	<u>245</u>	<u>32,768</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	<u>94,571</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Fund Balance</u>				
Restricted for:				
Public safety	-	-	-	-
Culture and recreation	-	-	-	-
Community support	-	-	1,050,324	465,815
Capital projects	-	-	-	-
Debt service	-	-	-	-
Committed for:				
General government	-	-	-	-
Culture and recreation	-	-	-	-
Health and sanitation	-	-	-	-
Assigned for:				
Claims and judgements	200,000	-	-	-
Subsequent years budget	2,047,605	-	-	-
Unassigned	1,452,201	-	-	-
Total fund balance	<u>3,699,806</u>	<u>-</u>	<u>1,050,324</u>	<u>465,815</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 4,002,942</u>	<u>\$ 173,511</u>	<u>\$ 1,050,569</u>	<u>\$ 498,583</u>

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

Airport Grant Fund	Capital Projects Fund	Other Governmental Funds	Totals
\$ -	\$ 1,242,259	\$ 3,051,780	\$ 9,715,319
-	2,036	5,132	16,149
-	-	3,785	116,130
-	-	28,027	52,276
-	-	55,983	55,983
104,150	-	10,010	272,910
<u>\$ 104,150</u>	<u>\$ 1,244,295</u>	<u>\$ 3,154,717</u>	<u>\$ 10,228,767</u>
\$ 48,167	\$ 58,401	\$ 44,183	\$ 459,135
-	-	10,111	116,816
55,983	-	-	55,983
<u>104,150</u>	<u>58,401</u>	<u>54,294</u>	<u>631,934</u>
-	-	3,189	97,760
-	-	475,901	475,901
-	-	1,265,140	1,265,140
-	-	580,078	2,096,217
-	1,185,894	194,832	1,380,726
-	-	40,861	40,861
-	-	245,767	245,767
-	-	49,822	49,822
-	-	244,833	244,833
-	-	-	200,000
-	-	-	2,047,605
-	-	-	1,452,201
-	1,185,894	3,097,234	9,499,073
<u>\$ 104,150</u>	<u>\$ 1,244,295</u>	<u>\$ 3,154,717</u>	<u>\$ 10,228,767</u>

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

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For the year ended June 30, 2014

TOWN OF PAHRUMP, NEVADA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
June 30, 2014

Total fund balance - governmental funds	\$ 9,499,073
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets net of the related depreciation are not reported in the Governmental Funds financial statements because they are not current financial resources, but they are reported in the Statement of Net Position.	7,411,445
Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	97,760
Certain liabilities, such as compensated absences, are not reported in the governmental funds financial statements because they are not due and payable, but they are presented as liabilities in the Statement of Net Position.	<u>(348,409)</u>
Total net position - governmental activities	<u>\$ 16,659,869</u>

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

TOWN OF PAHRUMP, NEVADA
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2014

	Major Funds			
	General Fund	Road Fund	1/10 Fairgrounds Room Tax Fund	3/10 Tourism Room Tax Fund
Revenues:				
Taxes	\$ 2,833,496	\$ -	\$ 57,976	\$ 173,615
Fines and forfeitures	1,898	-	-	-
Licenses and permits	357,332	-	-	-
Intergovernmental	980,718	194,928	-	-
Charges for services	29,360	-	-	-
Miscellaneous	85,553	951	8,056	4,152
Total revenues	<u>4,288,357</u>	<u>195,879</u>	<u>66,032</u>	<u>177,767</u>
Expenditures:				
Current:				
General government	2,003,177	-	-	-
Public safety	1,924,419	-	-	-
Public works	-	195,879	-	-
Culture and recreation	18,563	-	-	-
Community support	-	-	122,767	305,862
Health and sanitation	-	-	-	-
Capital projects	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>3,946,159</u>	<u>195,879</u>	<u>122,767</u>	<u>305,862</u>
Excess (deficiency) of revenues over expenditures	<u>342,198</u>	<u>-</u>	<u>(56,735)</u>	<u>(128,095)</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	<u>(75,503)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(75,503)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	266,695	-	(56,735)	(128,095)
Fund balance:				
Beginning of year	<u>3,433,111</u>	<u>-</u>	<u>1,107,059</u>	<u>593,910</u>
End of year	<u>\$ 3,699,806</u>	<u>\$ -</u>	<u>\$ 1,050,324</u>	<u>\$ 465,815</u>

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

Airport	Capital Projects Fund	Other Governmental Funds	Totals
\$ -	\$ -	\$ 363,687	\$ 3,428,774
-	-	-	1,898
-	-	155,724	513,056
426,318	-	112,593	1,714,557
-	-	160,692	190,052
-	9,593	54,938	163,243
<u>426,318</u>	<u>9,593</u>	<u>847,634</u>	<u>6,011,580</u>
-	-	60,709	2,063,886
-	-	-	1,924,419
426,318	-	-	622,197
-	-	332,575	351,138
-	-	288,438	717,067
-	-	12,931	12,931
-	111,982	148,448	260,430
-	-	42,021	42,021
-	-	3,482	3,482
<u>426,318</u>	<u>111,982</u>	<u>888,604</u>	<u>5,997,571</u>
-	(102,389)	(40,970)	14,009
-	-	75,503	75,503
-	-	-	(75,503)
-	-	75,503	-
-	(102,389)	34,533	14,009
-	1,288,283	3,062,701	9,485,064
<u>\$ -</u>	<u>\$ 1,185,894</u>	<u>\$ 3,097,234</u>	<u>\$ 9,499,073</u>

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

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For the year ended June 30, 2014

TOWN OF PAHRUMP, NEVADA
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014

Net change in fund balance - governmental funds **\$ 14,009**

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expense in the Statement of Activities. 377,783

Property taxes that are collected in the time to pay obligations of the current period are reported as revenue in the fund statements. However, amounts that related to prior periods that first become available in the current period should not be reported as revenue in the Statement of Activities. (27,551)

The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and other similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items. 43,875

Generally, expenditures recognized in fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the Statement of Activities when incurred. 53,254

Change in net position of governmental activities **\$ 461,370**

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

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For the year ended June 30, 2014

TOWN OF PAHRUMP, NEVADA
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property tax	\$ 2,500,000	\$ 2,500,000	\$ 2,833,496	\$ 333,496
Fines and forfeitures	<u>25,000</u>	<u>25,000</u>	<u>1,898</u>	<u>(23,102)</u>
Licenses and permits:				
Franchise fees	140,000	140,000	150,042	10,042
Gaming licenses	200,000	200,000	195,030	(4,970)
Liquor licenses	<u>10,000</u>	<u>10,000</u>	<u>12,260</u>	<u>2,260</u>
Total licenses and permits	<u>350,000</u>	<u>350,000</u>	<u>357,332</u>	<u>7,332</u>
Intergovernmental:				
Consolidated tax	700,000	700,000	721,622	21,622
Grants	<u>-</u>	<u>259,096</u>	<u>259,096</u>	<u>-</u>
Total intergovernmental	<u>700,000</u>	<u>959,096</u>	<u>980,718</u>	<u>21,622</u>
Charges for services	<u>15,000</u>	<u>15,000</u>	<u>29,360</u>	<u>14,360</u>
Miscellaneous:				
Investment income	-	-	29,058	29,058
Rental	-	-	41,345	41,345
Other	<u>25,000</u>	<u>25,000</u>	<u>15,150</u>	<u>(9,850)</u>
Total miscellaneous	<u>25,000</u>	<u>25,000</u>	<u>85,553</u>	<u>60,553</u>
Total revenues	<u>3,615,000</u>	<u>3,874,096</u>	<u>4,288,357</u>	<u>414,261</u>

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

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
General government:				
Administration:				
Salaries and wages	\$ 390,302	\$ 390,302	\$ 283,306	\$ 106,996
Employee benefits	237,199	237,199	182,664	54,535
Services and supplies	580,000	580,000	469,195	110,805
Capital outlay	10,000	10,000	-	10,000
Total administration	<u>1,217,501</u>	<u>1,217,501</u>	<u>935,165</u>	<u>282,336</u>
Buildings and grounds:				
Salaries and wages	549,901	549,901	454,511	95,390
Employee benefits	273,652	273,652	261,622	12,030
Services and supplies	365,000	365,000	327,364	37,636
Capital outlay	57,000	57,000	24,515	32,485
Total buildings and grounds	<u>1,245,553</u>	<u>1,245,553</u>	<u>1,068,012</u>	<u>177,541</u>
Total general government	<u>2,463,054</u>	<u>2,463,054</u>	<u>2,003,177</u>	<u>459,877</u>
Public safety:				
Fire department:				
Salaries and wages	786,241	786,241	892,906	(106,665)
Employee benefits	478,554	478,554	470,316	8,238
Services and supplies	269,950	269,950	263,603	6,347
Capital outlay	143,000	402,096	297,594	104,502
Total public safety	<u>1,677,745</u>	<u>1,936,841</u>	<u>1,924,419</u>	<u>12,422</u>
Culture and recreation:				
Television:				
Services and supplies	10,000	10,000	7,957	2,043
Capital outlay	3,000	3,000	-	3,000
Total television	<u>13,000</u>	<u>13,000</u>	<u>7,957</u>	<u>5,043</u>
Arena and fair activities:				
Salaries and wages	16,000	16,000	-	16,000
Services and supplies	10,000	10,000	10,606	(606)
Capital outlay	3,000	3,000	-	3,000
Total arena and fair activities	<u>29,000</u>	<u>29,000</u>	<u>10,606</u>	<u>18,394</u>
Total culture and recreation	<u>42,000</u>	<u>42,000</u>	<u>18,563</u>	<u>23,437</u>
Contingency	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>60,000</u>
Total expenditures	<u>4,242,799</u>	<u>4,501,895</u>	<u>3,946,159</u>	<u>555,736</u>

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

TOWN OF PAHRUMP, NEVADA
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (Continued)
 YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Excess (deficiency) of revenues over expenditures	\$ (627,799)	\$ (627,799)	\$ 342,198	\$ 969,997
Other financing sources (uses):				
Operating transfers out	(75,503)	(75,503)	(75,503)	-
Net change in fund balance	(703,302)	(703,302)	266,695	969,997
Fund balance:				
Beginning of year	2,510,603	2,510,603	3,433,111	922,508
End of year	<u>\$ 1,807,301</u>	<u>\$ 1,807,301</u>	<u>\$ 3,699,806</u>	<u>\$ 1,892,505</u>

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

TOWN OF PAHRUMP, NEVADA
 MAJOR FUND - ROAD SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental:				
Gas tax \$1.75	\$ 325,000	\$ 325,000	\$ 194,928	\$ (130,072)
Miscellaneous:				
Investment income	-	-	951	951
Total revenues	325,000	325,000	195,879	(129,121)
Expenditures:				
Public works:				
Services and supplies	325,000	325,000	195,879	129,121
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balance:				
Beginning of year	-	-	-	-
End of year	\$ -	\$ -	\$ -	\$ -

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

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - 1/10 FAIRGROUNDS ROOM TAX SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Room tax	\$ 50,000	\$ 50,000	\$ 57,976	\$ 7,976
Miscellaneous:				
Investment income	<u>1,000</u>	<u>1,000</u>	<u>8,056</u>	<u>7,056</u>
Total revenues	<u>51,000</u>	<u>51,000</u>	<u>66,032</u>	<u>15,032</u>
Expenditures:				
Community support:				
Salaries and wages	41,600	41,600	234	41,366
Employee benefits	22,805	22,805	75	22,730
Services and supplies	140,000	140,000	2,111	137,889
Capital outlay	<u>610,000</u>	<u>610,000</u>	<u>120,347</u>	<u>489,653</u>
Total expenditures	<u>814,405</u>	<u>814,405</u>	<u>122,767</u>	<u>691,638</u>
Excess (deficiency) of revenues over expenditures	(763,405)	(763,405)	(56,735)	706,670
Fund balance:				
Beginning of year	<u>785,665</u>	<u>785,665</u>	<u>1,107,059</u>	<u>321,394</u>
End of year	<u>\$ 22,260</u>	<u>\$ 22,260</u>	<u>\$ 1,050,324</u>	<u>\$ 1,028,064</u>

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

TOWN OF PAHRUMP, NEVADA
 MAJOR - 3/10 TOURISM ROOM TAX SPECIAL REVENUE FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Room tax	\$ 150,000	\$ 150,000	\$ 173,615	\$ 23,615
Miscellaneous:				
Investment income	<u>2,000</u>	<u>2,000</u>	<u>4,152</u>	<u>2,152</u>
Total revenues	<u>152,000</u>	<u>152,000</u>	<u>177,767</u>	<u>25,767</u>
Expenditures:				
Community support:				
Salaries and wages	38,438	38,438	61,969	(23,531)
Employee benefits	24,197	24,197	26,445	(2,248)
Services and supplies	<u>590,000</u>	<u>590,000</u>	<u>217,448</u>	<u>372,552</u>
Total expenditures	<u>652,635</u>	<u>652,635</u>	<u>305,862</u>	<u>346,773</u>
Excess (deficiency) of revenues over expenditures	(500,635)	(500,635)	(128,095)	372,540
Fund balance:				
Beginning of year	<u>538,009</u>	<u>538,009</u>	<u>593,910</u>	<u>55,901</u>
End of year	<u>\$ 37,374</u>	<u>\$ 37,374</u>	<u>\$ 465,815</u>	<u>\$ 428,441</u>

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

TOWN OF PAHRUMP, NEVADA
 MAJOR - AIRPORT GRANT SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED JUNE 30, 2014

	Budget		Actual	Variance- Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental:				
Grants	\$ 335,000	\$ 426,318	\$ 426,318	\$ -
Expenditures:				
Public Works				
Services and supplies	<u>335,000</u>	<u>426,318</u>	<u>426,318</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balance:				
Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

TOWN OF PAHRUMP, NEVADA
 PROPRIETARY FUND
 MAJOR FUND - AMBULANCE ENTERPRISE FUND
 STATEMENT OF NET POSITION
 June 30, 2014

	2014
<u>Assets</u>	
Current assets:	
Pooled cash and investments	\$ 351,041
Interest receivable	779
Accounts receivable, net of allowance for uncollectibles	746,465
Total current assets	<u>1,098,285</u>
Restricted assets:	
Cash	280,460
Due from other governments	60,000
Total restricted assets	<u>340,460</u>
Capital assets:	
Land	120,000
Building	480,000
Vehicles	1,725,622
Equipment	528,093
Less accumulated depreciation	<u>(1,704,906)</u>
Total capital assets, net of accumulated depreciation	<u>1,148,809</u>
Total assets	<u>2,587,554</u>
<u>Liabilities</u>	
Current liabilities:	
Accounts payable	16,614
Accrued payroll	82,291
Accrued compensated absences	79,800
Total liabilities	<u>178,705</u>
<u>Net position</u>	
Invested in capital assets, net of related debt	1,148,809
Restricted for capital assets	340,460
Unrestricted	<u>919,580</u>
Total net position	<u>\$ 2,408,849</u>

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

TOWN OF PAHRUMP, NEVADA
 PROPRIETARY FUND
 MAJOR FUND - AMBULANCE ENTERPRISE FUND
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 YEAR ENDED JUNE 30, 2014

2014

Operating revenues:

Charges for services:

Ambulance fees, net of contractual adjustments	\$ <u>3,181,475</u>
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Operating expenses:

Salaries and wages	1,639,468
Employee benefits	882,405
Services and supplies	385,071
Depreciation	86,733
Bad debt	<u>901,960</u>

Total expenses	<u>3,895,637</u>
----------------	------------------

Operating income (loss)	<u>(714,162)</u>
--------------------------------	------------------

Non-operating revenue (expenses):

Grants	60,000
Investment income	4,602
Miscellaneous	<u>1,469</u>

Total non-operating revenue (expense)	<u>66,071</u>
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Net income (loss)	(648,091)
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Net position:

Beginning of year	<u>3,056,940</u>
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End of year	<u>\$ 2,408,849</u>
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The notes to the financial statements are an integral part of this statement.

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For the year ended June 30, 2014

TOWN OF PAHRUMP, NEVADA
 PROPRIETARY FUND
 MAJOR FUND - AMBULANCE ENTERPRISE FUND
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 2014

	2014
Cash flows from operating activities:	
Cash received from customers	\$ 2,381,481
Cash paid for service and supplies	(383,726)
Cash paid for employees and benefits	<u>(2,585,504)</u>
Net cash (used) by operating activities	(587,749)
Cash flows from non-capital financing activities:	
Miscellaneous	1,469
Cash flows from capital and related financing activities:	
Purchase of fixed assets	(155,491)
Cash flows from investing activities:	
Interest received	<u>5,473</u>
Net (decrease) in cash	(736,298)
Cash:	
Beginning of year	<u>1,367,799</u>
End of year	<u>\$ 631,501</u>
Reconciliation of operating (loss) to net cash provided (used) by operating activities:	
Operating income (loss)	<u>\$ (714,162)</u>
Adjustments to reconcile operating (loss) to net cash provided (used) by operating activities:	
Depreciation	86,733
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	101,966
Increase (decrease) in accounts payable	1,345
Increase (decrease) in accrued payroll	(29,568)
Increase (decrease) in compensated absences	<u>(34,063)</u>
Total adjustments	<u>126,413</u>
Net cash (used) by operating activities	<u>\$ (587,749)</u>

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

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Town financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (Statements and Interpretations).

1. Reporting Entity

The accompanying financial statements include all of the activities that comprise the financial reporting entity of the Town of Pahrump ("the Town"). The Town is governed by an elected five member board. The Board is legally separate and fiscally independent from other governing bodies; therefore, the Town is a primary government and the Town is not reported as a component unit by any other governmental unit. The accounting policies of the Town conform to generally accepted accounting principles as applicable to governmental entities.

2. Basic Financial Statements

The Town's basic financial statements consist of government-wide statements and the fund financial statements. The government-wide financial statements are made up of the Statement of Net Position and the Statement of Activities. These statements include the aggregated financial information of the Town as a whole. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. The fund financial statements include financial information for the two fund types: governmental and proprietary. Reconciliations between the fund statements, the Statement of Net Position, and the Statement of Activities are also included.

3. Basis of Presentation - Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the Town's enterprise funds. Separate financial statements are provided for governmental funds and proprietary funds. As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

The Statement of Net Position presents the consolidated financial position of the Town at year-end, in separate columns, for both governmental and business-type activities.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or program are offset by program revenues. Direct expenses are those that are specifically associated with a program or service and are, therefore, clearly identifiable to a particular function. Amounts reported as 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Basis of Presentation - Fund Financial Statements

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

The fund financial statements provide information about the Town's funds. Separate statements for each fund category – governmental and proprietary – are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The Town reports the following major governmental funds:

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

Road Special Revenue Fund - The Road Special Revenue Fund is used to account for gas tax revenues allocated for highways and streets improvements and maintenance.

1/10 Fairgrounds Room Tax Special Revenue Fund - The Fairgrounds Fund is used to account for room tax allocated for the maintenance and capital needs of the fairgrounds.

3/10 Tourism Room Tax Special Revenue Fund - The Tourism Fund is used to account for room tax allocated to promote tourism.

Airport Grant Special Revenue Fund – The Airport Fund is used to account for grant revenues used for a feasibility study for the construction of a new airport.

Capital Projects Fund - The Capital Projects Fund is used to account for general acquisition and construction projects of the Town.

Additionally, the Town reports the following fund types:

Proprietary Fund

Enterprise Funds – Enterprise Funds are used to account for the goods or services provided to the public for a fee that makes the entity self-supporting. Currently, there is one Enterprise Fund.

Ambulance Enterprise Fund - The Pahrump Ambulance Fund is used to account for the revenue and expenses associated with providing ambulance services.

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as current financial resources or economic resources. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

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

The Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered "measurable" when in the hands of intermediary collecting governments and are then recognized as revenue. The government considers revenues to be "available" if they are collected within 60 days of the end of the current fiscal period. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and the payment seems certain. In general, expenditures are recorded when liabilities are incurred. The exception to this rule is that principal and interest on debt service, as well as liabilities related to compensated absences and claims and judgments, are recorded when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

The major revenue sources of the Town include consolidated taxes (primarily sales taxes) and ad valorem taxes (property taxes).

Property taxes, sales taxes, licenses, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year-end). All other revenue items are considered to be measurable and available only when cash is received by the Town.

The proprietary fund is reported using the economic resources measurement focus and the accrual basis of accounting.

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

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Budgetary Information

Nevada Revised Statutes and Town policies and regulations require that local governments legally adopt budgets for all funds. The budgets are filed as a matter of public record with the County Clerk and the State Department of Taxation. The Town staff uses the following procedures to establish, modify, and control the budgetary data reflected in the financial statements:

1. The statutes provide for the following timetable in the adoption of budgets:
 - a) Before April 15, the Town submits to the Nevada State Department of Taxation a tentative budget for the upcoming year. The tentative budget includes proposed expenditures and the means to finance them.
 - b) Before the public hearing conducted on the third Thursday in May, a minimum of seven days' notice of the public hearing on the final budget must be published in a local newspaper.
 - c) On or Before June 1, the Town Board must adopt a final budget.
2. NRS 354.598005(1) provides that the Town Board may augment the budget at any time by a majority vote of the Board providing the Board publishes notice of its intention to act in a newspaper of general circulation within its county at least three days before the date set for adoption of the resolution.
3. Nevada Revised Statute 354.598005(5) allows appropriations to be transferred between functions, funds, or contingency accounts if such a transfer does not increase the total appropriation for any fiscal year and is not in conflict with other statutory provisions. The Finance Manager for the Town may transfer appropriations within any function within a fund. The Finance Manager may also transfer appropriations between functions within a fund, if the Town Board is advised of the action at the next regular meeting, and the action is recorded in the official minutes of the meeting. Upon recommendation of the Finance Manager, the Town Board may authorize the transfer of appropriations between funds or from the contingency account if the Town Board announces the transfer of appropriations at a regularly scheduled meeting, sets forth the exact amounts to be transferred, and the accounts, functions, programs and funds affected. The Town Board must also set forth reasons for the transfer, and the action must be recorded in the official minutes of the meeting.
4. Statutory regulations require budget control to be exercised at the function level within the funds.
5. Generally, budgets for all funds are adopted in accordance with generally accepted accounting principles. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year.
6. The General Fund and the Airport Grant Fund were augmented during the year due to the receipt of grant revenues.
7. All appropriations lapse at the end of the fiscal year. Encumbrances are re-appropriated in the ensuing fiscal year.

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

a. Pooled Cash and Investments

Cash includes cash in the hands of Town officers, cash in the custody of the Nye County Treasurer, and cash deposited in interest-bearing accounts at banks by the Nye County Treasurer. The majority of cash and investment transactions of the Town are handled by the Nye County Treasurer's office. Cash balances are combined and invested as permitted by law in combination with County funds. Investments consist of investment in the Nye County Treasurer's Investment Pool. Investments are stated at fair value on the balance sheet. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties other than in a forced or liquidation sale. Changes in the fair value of Town investments are part of investment income that is included in revenue from other sources on the Statement of Activities. (See Note D1)

The Town's cash and cash equivalents in both governmental and proprietary fund types are considered to be cash on hand, cash in custody of the Nye County Treasurer, demand deposits, non-negotiable certificates of deposit, and short-term investments with original maturities of three months or less from the date of acquisition.

The majority of the Town's cash and cash equivalents are in the custody of the Nye County Treasurer as required by Nevada Revised Statutes.

Nevada Revised Statutes authorize the Town to invest in:

1. Obligations of the U.S. Treasury and U.S. Agencies in which the maturity dates do not exceed more than 10 years from the date of purchase.
2. Negotiable certificates of deposit issued by commercial banks or insured savings and loan associations (those over \$250,000 must be fully collateralized).
3. Negotiable notes or short-term negotiable bonds issued by local governments within Nevada.
4. Eligible bankers' acceptances that do not exceed 180 days maturity and do not exceed 20 percent of the portfolio.
5. Commercial paper with a rating of A-1 or P-1 that does not exceed 270 days maturity and does not exceed 20 percent of the portfolio.
6. The State of Nevada's Local Government Investment Pool.
7. Repurchase agreements that are collateralized at 102 percent of the repurchase price and do not exceed 90 days maturity. Securities used for collateral must meet the criteria listed above.
8. Money market mutual funds which are rated as "AAA" or its equivalent and invest only in securities issued by the Federal Government, U.S. Agencies, or repurchase agreements fully collateralized by such securities.

The Town has not established an investment policy further limiting its investments.

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

b. Property Taxes Receivable

Taxes on real property are levied in July of each year and are due in July. They can be paid in quarterly installments in August, October, January, and March. In the event of nonpayment, the County Treasurer is authorized to hold the property for two years, subject to redemption upon payment of taxes, penalties and costs, together with interest at the rate of 10 percent per year 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.

Article X, Section 2 of the Constitution of the State of Nevada limits the total taxes levied by all overlapping governmental units within the boundaries of any County (i.e., the County, the County School District, the State, and any other City, Town, or special District) to an amount not to exceed \$5 per \$100 of assessed valuation of the property being taxed. The Nevada Legislature enacted provisions whereby the combined overlapping tax rate was limited to \$3.64 per \$100 of assessed valuation. (See Note D2 and D4)

c. Inventories and Prepaid Items

The costs of governmental fund type inventories are recorded as expenditures when purchased rather than when consumed. There were no material inventories reported in the government-wide financial statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

d. Restricted Assets

Certain cash assets of the Enterprise Fund are from revenue for specific use by the Enterprise Fund and are classified as restricted assets because their use is restricted by agreement. (See Note D6)

e. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Town as assets with an initial individual cost of \$3,000 or more and an estimated useful life in excess of one year. If purchased or constructed, capital assets are recorded at historical cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are valued at their estimated value as of the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Infrastructure assets include roads, bridges, underground pipe (other than related to utilities), traffic signals, etc. Neither their historical cost nor related depreciation has historically been reported in the financial statements. The Town is required to capitalize and report its major general infrastructure assets acquired in fiscal years ending after June 30, 1980. In addition, infrastructure assets acquired before June 30, 1980, that received significant reconstruction must be capitalized. Pahrump Town has no infrastructure assets that were acquired or constructed that must be capitalized.

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

e. Capital Assets (Continued)

Land and construction in progress are not depreciated. The other property, plant, and equipment of the Town are depreciated using the straight-line method over the following estimated useful lives:

<u>Capital Assets</u>	<u>Years</u>
Buildings and Improvements	25-50
Vehicles	8
Various Other Equipment	5-20
Infrastructure	25-50

f. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Town has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents 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 Town has only one type of item, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from one source, property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available.

g. Compensated Absences

Vested or accumulated vacation and sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Estimated amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide financial statements. No expenditure is reported for these amounts in the fund financial statements.

h. Accrued Salaries and Benefits

Town salaries earned but not paid by June 30, 2014, have been accrued as liabilities and shown as expenditures for the year ending June 30, 2014.

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

i. Interfund Activity

During the course of operations, the Town may have activity between funds for various purposes. Any residual balances outstanding at year-end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, balances between the funds included in the governmental activities are eliminated. Similarly, balances between the funds included in business-type activities (i.e. enterprise funds) are eliminated.

Certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported as operating transfers in or out. While reported in fund financial statements, transfers between the funds included in governmental activities are eliminated in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated as transfers in the business-type activities column.

j. Long-term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts, as well as deferred losses and gains, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenditures during the current period. Deferred charges related to the refunding of debt are reported as a deferred outflow of resources. They are amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as an "other financing source." Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as expenditures.

k. Governmental Fund Balances

In the governmental fund financial statements, fund balances are classified as follows:

- (1) **Nonspendable** – Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact, such as inventories and prepaids.
- (2) **Restricted** – Amounts that can be spent only for a specific purpose because of state or federal laws, or externally imposed conditions by grantors or creditors.
- (3) **Committed** – These amounts can only be used for specific purposes as set forth by the Town Board. The Board must take formal action (vote approval by majority) in order to establish an ending fund balance commitment for any specific purpose. To be reported as committed, amounts cannot be used for any other purpose unless the Board takes the same highest level action to remove or change the constraint.
- (4) **Assigned** – Assignments are neither restrictions nor commitments and represent the Town's intent to use funds for a specific purpose. These assignments, however, are not legally binding and are meant to reflect intended future use of the Town's ending fund balance. Intent can be expressed by the Town Board or Town Finance Manager.
- (5) **Unassigned** – All amounts not included in other spendable classifications for the General Fund.

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

l. Fund Balance Flow Assumptions

When fund balance resources are available for a specific purpose in more than one classification, it is the Town's policy to use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed.

m. Net Position Policies

In the government-wide statements, net position on the Statement of Net Position includes the following:

(1) Invested in Capital Assets, net of Related Debt

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

(2) Restricted Assets

This is the component of net position that reports the constraints placed on the use of assets by either external parties and/or enabling legislation.

(3) Unrestricted

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

n. Net Position Flow Assumption

When an expense is incurred that can be paid using either restricted or unrestricted resources (net position), the Town's policy is to first apply the expense toward restricted resources and then toward unrestricted resources.

o. Comparative Data/Reclassifications

Comparative total data for the prior year has been presented in selected sections of the accompanying financial statements to provide an understanding of the changes in the Town's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

p. Use of Estimates

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

TOWN OF PAHRUMP, NEVADA
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 FOR THE YEAR ENDED JUNE 30, 2014

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

1. Explanation of certain differences between the governmental funds Balance Sheet and the government-wide Statement of Net Position

The governmental funds Balance Sheet includes a reconciliation between fund balances - total governmental funds and net position - governmental activities as reported in the government-wide Statement of Net Position. One element of the reconciliation explains that "Certain liabilities, such as compensated absences, are not reported in the governmental funds financial statements because they are not due and payable, but they are presented as liabilities in the Statement of Net Position." The details of this difference are as follows:

Notes payable	\$ (43,727)
OPEB obligation payable	(114,124)
Compensated absences	(188,931)
Interest payable	<u>(1,627)</u>
Net adjustment to reduce fund balances – total governmental funds to arrive at net position of governmental activities	<u>\$ (348,409)</u>

2. Explanation of certain differences between the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net position of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains that "Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expense in the Statement of Activities." The details of this difference are as follows:

Capital outlay	\$ 851,074
Disposal of capital assets	(35,185)
Depreciation expense	<u>(438,106)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 377,783</u>

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

General obligation debt principal payments	\$ 42,021
Change in accrued interest	<u>1,854</u>
Net adjustment to decrease changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 43,875</u>

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS
(Continued)

2. Explanation of certain differences between the governmental funds Statement of Revenues, Expenditures, and Changes in Fund Balances and the government-wide Statement of Activities (Continued)

Another element of that reconciliation states that, “generally, expenditures recognized in fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the Statement of Activities when incurred.” The details of this difference are as follows:

Compensated absences	\$	71,652
Other Post-Employment Benefits		<u>(18,398)</u>
Net adjustment to decrease net changes in fund balances – total governmental funds to arrive at changes in net position of governmental activities		<u>\$ 53,254</u>

NOTE C - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. Compliance and Accountability

NRS 354.626 requires that the Town report expenditures that exceed budgeted appropriations at the function level for the general fund, special revenue funds, and capital projects funds. For the year ended June 30, 2014, there were no expenditures in excess of appropriations.

NOTE D - DETAILED NOTES ON ALL FUNDS

1. Pooled Cash and Investments

The Town maintains a cash and investment pool that is available for use by all funds. The majority of cash and investments of the Town are included in the cash and investment pool of the Nye County Treasurer. At June 30, 2014, this pool is displayed on the government-wide statement of net position and on the funds financial statement balance sheet as “Pooled Cash and Investments.”

A reconciliation of cash and investments as shown on the Statement of Net Position for the Town follows:

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Totals</u>
Cash in the hands of officers	\$ 184,094	\$ 264,060	\$ 448,154
Carrying amount of deposits with County Treasurer	<u>9,531,225</u>	<u>367,441</u>	<u>9,898,666</u>
Total	<u>\$ 9,715,319</u>	<u>\$ 631,501</u>	<u>\$10,346,820</u>
Cash and cash equivalents	\$ 9,715,319	\$ 351,041	\$10,066,360
Restricted assets – cash	<u>0</u>	<u>280,460</u>	<u>280,460</u>
Total	<u>\$ 9,715,319</u>	<u>\$ 631,501</u>	<u>\$10,346,820</u>

TOWN OF PAHRUMP, NEVADA
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 FOR THE YEAR ENDED JUNE 30, 2014

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

1. Pooled Cash and Investments (Continued)

The cash and investment pool is available for use by all funds of the Town. Cash and investments under the custody of the County Treasurer are invested as a pool. The County Treasurer may invest the money of the investment pool in investments which have been authorized as investments by Nevada Revised Statutes. (See Note A7a) The Town has not adopted a formal investment policy that would further limit its investment choices.

Investment gain or loss is apportioned to the Town funds monthly based on the average balance invested for the month.

The fair value of the Town's investment in the Nye County Treasurer's Investment Pool was determined by multiplying the pool's fair value per share factor times the Town's portion of pool balance as of June 30, 2014.

Cash and investments are subject to the following risks:

Interest Rate Risk: Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from the rise in interest rates. The Nevada Revised Statute limits bankers' acceptances to 180 days of maturities, repurchase agreements to 90 days, U.S. Treasuries and Agencies to less than 10 years, and commercial paper to 270 days maturity. The approximate weighted average maturity of investments in the Nye County Treasurer's investment pool was 2.54 years. At June 30, 2014, the Nye County Treasurer's cash and investment pool maturities were as follows:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less than 1	1 to 5	6 to 10	> 10
U.S. Treasuries	30.6%	0.0%	100.0%	0.0%	0.0%
U.S. Agencies	43.9%	32.9%	66.2%	0.9%	0.0%
Corporate Obligations	3.3%	27.2%	72.8%	0.0%	0.0%
Money market mutual fund	8.9%	100.0%	0.0%	0.0%	0.0%
Negotiable Certificates of Deposit	7.7%	0.0%	100.0%	0.0%	0.0%
NV Local Government Investment Pool	0.9%	100.0%	0.0%	0.0%	0.0%
Collateralized Mortgage Obligations	1.6%	0.0%	27.5%	0.0%	72.5%
Asset Backed Securities	3.1%	0.0%	67.3%	8.0%	24.7%
	100.00%				

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

1. Pooled Cash and Investments (Continued)

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of its investments. The Nye County Treasurer investment pool includes instruments which have been authorized by Nevada Revised Statutes. (See Note A7a) At June 30, 2014, the Nye County Treasurer's cash and investment pool ratings were as follows:

Investment Type	Quality Ratings by Moody's						
	Aaa	Aa1	Aa2	A1	A2	A3	N/A
U.S. Treasuries	100%	0%	0%	0%	0%	0%	0%
U.S. Agencies	91%	0%	0%	0%	0%	0%	9%
Corporate Obligations	0%	4%	13%	27%	33%	23%	0%
Money market mutual fund	100%	0%	0%	0%	0%	0%	0%
Negotiable Certificates of Deposit	0%	0%	0%	0%	0%	0%	100%
NV Local Government Investment Pool	0%	0%	0%	0%	0%	0%	100%
Collateralized Mortgage Obligations	49%	0%	0%	0%	0%	0%	51% *
Asset Backed Securities	67%	0%	0%	0%	0%	0%	33% *

*Securities rated AAA by Standard & Poor's

Custodial Credit Risk: Custodial credit risk is the risk that in the event of a bank or brokerage failure, the Town's deposits may not be returned. The Town's bank deposits are covered by FDIC insurance. Deposits in excess of FDIC insurance coverage in the custody of the Nye County Treasurer are collateralized by securities held by the Office of the State Treasurer/Nevada Collateral Pool.

Concentrations of Credit Risk: Concentration of credit risk is defined as the risk of loss attributed to the magnitude of a government's investment in a single issuer. Investments with a single issuer within the Nye County Treasurer cash and investment pool that represent five percent or more of total investments as of June 30, 2014, are as follows:

Federal Home Loan Banks (FHLB)	7.19%
Federal Home Loan Mortgage Corporation (FHLMC)	10.63%
Federal National Mortgage Association (FNMA)	24.42%
US Treasury Notes	29.66%

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

2. Receivables

Below is the detail of receivables for each major fund and the nonmajor funds in the aggregate, including the applicable allowances for uncollectible accounts:

	General	Road	1/10 Fairgrounds Room Tax	3/10 Tourism Room Tax	Airport Grant	Capital Projects	Other Governmental	Enterprise	Total
Receivables:									
Property taxes	\$ 112,345	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 3,785	\$ 0	\$ 116,130
Interest receivable	6,214	210	1,702	855	0	2,036	5,132	779	16,928
Room tax receivable	0	0	6,066	18,183	0	0	28,027	0	52,276
Due from other governments	126,178	32,572	0	0	104,150	0	10,010	60,000	332,910
Net accounts receivable	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>746,465</u>	<u>746,465</u>
Net total receivables	<u>\$ 244,737</u>	<u>\$ 32,782</u>	<u>\$ 7,768</u>	<u>\$ 19,038</u>	<u>\$ 104,150</u>	<u>\$ 2,036</u>	<u>\$ 46,954</u>	<u>\$ 807,244</u>	<u>\$ 1,264,709</u>

3. Capital Assets

Capital assets activity for the year ended June 30, 2014, was as follows:

Governmental Activities:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital assets not being depreciated:				
Land	\$ 3,745,196	\$ 0	\$ 0	\$ 3,745,196
Construction in progress	<u>17,201</u>	<u>302,828</u>	<u>0</u>	<u>320,029</u>
Total capital assets not being depreciated	<u>3,762,397</u>	<u>302,828</u>	<u>0</u>	<u>4,065,225</u>
Capital assets being depreciated:				
Building	3,729,188	19,789	0	3,748,977
Equipment	<u>4,400,761</u>	<u>528,457</u>	<u>373,636</u>	<u>4,555,582</u>
Total capital assets being depreciated	<u>8,129,949</u>	<u>548,246</u>	<u>373,636</u>	<u>8,304,559</u>
Less accumulated depreciation for:				
Building	1,705,561	111,374	0	1,816,935
Equipment	<u>3,153,123</u>	<u>326,732</u>	<u>338,451</u>	<u>3,141,404</u>
Total accumulated depreciation	<u>4,858,684</u>	<u>438,106</u>	<u>338,451</u>	<u>4,958,339</u>
Total capital assets being depreciated, net	<u>3,271,265</u>	<u>110,140</u>	<u>35,185</u>	<u>3,346,220</u>
Governmental activities assets, net	<u>\$ 7,033,662</u>	<u>\$ 412,968</u>	<u>\$ 35,185</u>	<u>\$ 7,411,445</u>

Business-type Activities:

	Balance June 30, 2013	Additions	Deletions	Balance June 30, 2014
Capital assets not being depreciated:				
Land	\$ 120,000	\$ 0	\$ 0	\$ 120,000
Capital assets being depreciated:				
Building	480,000	0	0	480,000
Equipment	<u>2,098,224</u>	<u>155,491</u>	<u>0</u>	<u>2,253,715</u>
Total capital assets being depreciated	<u>2,578,224</u>	<u>155,491</u>	<u>0</u>	<u>2,733,715</u>
Less accumulated depreciation for:				
Building	226,667	16,000	0	242,667
Equipment	<u>1,391,506</u>	<u>70,733</u>	<u>0</u>	<u>1,462,239</u>
Total accumulated depreciation	<u>1,618,173</u>	<u>86,733</u>	<u>0</u>	<u>1,704,906</u>
Total capital assets being depreciated, net	<u>960,051</u>	<u>68,758</u>	<u>0</u>	<u>1,028,809</u>
Business-type Activities assets, net	<u>\$ 1,080,051</u>	<u>\$ 68,758</u>	<u>\$ 0</u>	<u>\$ 1,148,809</u>

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

3. Capital Assets (Continued)

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

Governmental activities:

General government	\$ 49,040
Public safety	239,114
Health and sanitation	993
Culture and recreation	<u>148,959</u>
	<u>\$ 438,106</u>

Business activities:

Ambulance	<u>\$ 86,733</u>
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Construction commitments:

The Town has several active projects related to improvements to parks in various stages of completion. There are no contractual commitments related to the projects as of June 30, 2014. Construction in progress is the cost of the uncompleted parks projects to date.

4. Unavailable Revenue

Delinquent taxes receivable not collected within sixty days after year-end are recorded as deferred inflows of resources as they are not available to pay liabilities of the current period. Unavailable tax revenue in the General Fund was \$94,571 and in the Swimming Pool Fund was \$3,189 as of June 30, 2014.

5. Interfund Receivables and Payables

The composition of interfund balances as of June 30, 2014, is as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
2/10 Airport Room Tax Special Revenue Fund	Airport Grant Special Revenue Fund	<u>\$ 53,983</u>

The payable to the 2/10 Airport Room Tax Fund is due to receivables by the Airport Grant Fund for grant revenue received after June 30, 2014.

6. Restricted Assets Accounts

The balances of the Town's restricted assets accounts are in the Ambulance Enterprise fund and are restricted for capital asset purchases. The restricted cash balance as of June 30, 2014, is \$280,460.

7. Long-term Debt

a. Medium-Term Obligation – Fire Equipment

1. The Town obtained a medium-term obligation note for the purchase of a re-manufactured Aerial Platform Ladder Truck for the Fire Department. The note is being repaid at an annual interest rate of 4.06% over a ten year period with payments of \$45,503 each year.

Annual debt service requirements to maturity for the loan as of June 30, 2014, are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>
2015	<u>\$ 43,727</u>	<u>\$ 1,776</u>

TOWN OF PAHRUMP, NEVADA
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 FOR THE YEAR ENDED JUNE 30, 2014

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

7. Long-term Debt (Continued)

b. Changes in General Long-Term Liabilities

During the year ended June 30, 2014, the following changes occurred:

Governmental-Type Activities:

	<u>Balance at</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at</u> <u>June 30, 2014</u>	<u>Current</u>
Compensated absences	\$ 260,583	\$ 0	\$ 71,652	\$ 188,931	\$143,116
OPEB obligations	95,726	18,398	0	114,124	0
Notes payable	85,748	0	42,021	43,727	43,727
Total	<u>\$ 442,057</u>	<u>\$ 18,398</u>	<u>\$ 113,673</u>	<u>\$ 346,782</u>	<u>\$186,843</u>

Business-Type Activities:

	<u>Balance at</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance at</u> <u>June 30, 2014</u>	<u>Current</u>
Compensated absences	<u>\$ 113,863</u>	<u>\$ 0</u>	<u>\$ 34,063</u>	<u>\$ 79,800</u>	<u>\$ 79,800</u>

Governmental-type compensated absence and opeb obligation liabilities will be liquidated primarily by the General Fund.

8. Interfund Transfers

Interfund transfers are made from one fund to another fund to support expenditures in accordance with authority established for the individual funds. In the fund financial statements, interfund transfers are shown as other financing sources or uses. Transfers between funds during the year ended June 30, 2014, are as follows:

	<u>Total</u> <u>Transfers In</u>	<u>Transfers Out</u> <u>General</u> <u>Fund</u>
Other Governmental Funds	<u>\$ 75,503</u>	<u>\$ 75,503</u>

Described below are significant interfund transfers made during the year.

\$30,000 was transferred from the General Fund to the Cemetery Fund to cover expenses.

\$45,503 was transferred from the General Fund to the Debt Service Fund to cover debt payments.

9. Risk Management

The Town is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Town has joined together with other local governments throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The Nevada Public Agency Insurance Pool (NPAIP) is a public entity risk pool currently operating as a common risk management and insurance program for members. The Town pays an annual premium to NPAIP for its property, casualty, crimes, and machinery insurance coverage. NPAIP is considered a self-sustaining risk pool that will provide liability coverage for its members up to \$10,000,000 per event and a \$10,000,000 annual aggregate per member. Property, crime and equipment breakdown coverage is provided to its members up to \$300,000,000 per loss with various sub-limits established for earthquake, flood, equipment breakdown, and money and securities. As a participatory member, the maintenance deductible is \$2,000 for each insured event.

**TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014**

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

9. Risk Management (Continued)

The Town participates in the Public Agency Compensation Trust (PACT). The PACT covers workers' compensation claims. Premiums are paid on a quarterly basis based on a percentage of the employees' wages.

The Town is self-insured for unemployment claims.

The Town purchases health care benefits for its employees through a commercial carrier.

10. Contingent Liabilities

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by those agencies; principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the Town expects such amounts, if any, to be immaterial.

Litigation

Counsel for the Town has indicated there are no pending actions against the Town.

11. Defined Benefit Pension Plan

Plan Description. The Town contributes to the Public Employees' Retirement System of the State of Nevada (PERS), a cost sharing multiple-employer, defined benefit plan administered by the Public Employees' Retirement System of the State of Nevada. PERS provides retirement benefits, disability benefits, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. NRS Chapter 286 establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. The Public Employees' Retirement System of the State of Nevada issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Public Employees' Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, NV 89703-1599 or by calling (775) 687-4200.

Funding Policy. Benefits for plan members are funded under the employer pay contribution plan. The Town is required to contribute all amounts under the plan. Per Chapter 286 of the Nevada Revised Statutes, the Town's contribution was based on the actuarially determined statutory rates for regular members as a percentage of gross compensation. These benefit provisions may only be amended through legislation. The Town's contributions to PERS for the years ended June 30, 2014, 2013, and 2012, were equal to the required contributions for each year, at the actuarially determined statutory rates.

The Town's contribution rates and amounts contributed for the current and preceding two years are as follows:

Fiscal Year	Contribution Rates		Total Contribution
	Regular Members	Police and Firemen	
2013-2014	25.75%	40.50 %	\$ 967,823
2012-2013	23.75%	39.75%	\$ 839,270
2011-2012	23.75%	39.75%	\$ 799,701

TOWN OF PAHRUMP, NEVADA
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 FOR THE YEAR ENDED JUNE 30, 2014

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

12. Postemployment Health Care Plan

Plan Description: The Town administers a single-employer defined benefit healthcare plan. The plan provides medical, dental, prescription, and life insurance benefits to eligible retired Town employees. Benefit provisions for the plan are established pursuant to NRS 287.023 and amended through negotiations between the Town and its employees. NRS 288.150 assigns the authority to establish benefit provisions to the Town Board. The plan provides healthcare insurance for eligible retirees through the Town’s group health insurance plan, which covers both active and retired members. Under NRS 287.023, eligible retirees are able to participate in the plan with blended rates, thereby benefitting from an implicit subsidy. The plan does not issue a publicly available financial report.

Funding Policy: Contribution requirements of the plan members and the Town are established and may be amended through negotiations between the Town and employees. The Town pays 100% of the costs of current-year premiums for eligible retired plan members. For fiscal year 2014, the Town contributed \$28,843 to the plan. The Town provides paid health insurance coverage through its group plan for non-bargaining unit retirees, who were hired by the Town prior to July, 1997, and have ten (10) or more years of service to the Town. Dependent coverage is not available to retirees. If the employer’s insurance plan does not offer out-of-area coverage, the Town will pay the equivalent of its current employee premium for an out-of-area plan for eligible retirees who relocate.

Annual OPEB Cost and Net OPEB Obligation The Town’s annual other postemployment benefit (OPEB) cost (expense) for the plan is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

The following table shows the components of the Town’s annual OPEB cost for the past three years, the amount actually contributed to the plan, and changes in the Town’s net OPEB obligation:

	Fiscal Year 2014	Fiscal Year 2013	Fiscal Year 2012
Annual Required Contribution	\$ 59,428	\$ 56,067	\$ 50,105
Interest on net OPEB obligation	2,377	2,242	2,004
Adjustment to annual required contribution	(14,564)	0	(341)
Annual OPEB cost (expense)	47,241	58,309	51,768
Contributions made	28,843	29,179	30,155
Increase in net OPEB obligation	18,398	29,130	21,613
Net OPEB obligation - beginning of the year	95,726	66,596	44,983
Net OPEB obligation - end of year	<u>\$ 114,124</u>	<u>\$ 95,726</u>	<u>\$ 66,596</u>

The Town’s annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for fiscal year 2014 and the two preceding fiscal years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentages of Annual OPEB Cost Contributed	Net OPEB Obligation
06/30/2014	\$ 47,241	\$ 28,843	61%	\$114,124
06/30/2013	\$ 58,309	\$ 29,179	50%	\$ 95,726
06/30/2012	\$ 51,768	\$ 30,155	58%	\$ 66,596

TOWN OF PAHRUMP, NEVADA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2014

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

12. Postemployment Health Care Plan (Continued)

Funded Status and Funding Progress As of June, 30, 2014, the actuarial accrued liability (AAL) for benefits was \$913,765 of which \$913,765 was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$153,407 and the ratio of the UAAL to the covered payroll was 595.65%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Methods and Assumptions: Projection of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumption used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The following simplifying assumptions were made:

Retirement age for active employees- Based on the historical average retirement age for the covered group, active plan members were assumed to retire at age 62, or at the first subsequent year in which the member would qualify for benefits.

Mortality- Life expectancies were based on mortality tables from the Period Life Table published by the Social Security Administration.

Turnover- There is expected to be little to no turnover as this is a rural community with few job opportunities.

Healthcare cost trend rate- The expected rate of increase in healthcare insurance premiums as based on an initial rate of 8%, reduced to an ultimate rate of 5% after seven years.

*Health insurance premiums-*The insurance premiums for retirees were used as the basis for calculation of the present value of total benefits to be paid.

Based on the historical and expected returns of the Town's investment portfolio, a discount rate of 4 percent was used. In addition, a simplified version of the entry age actuarial cost method was used.

The unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on an open 30 year basis. The remaining amortization period at June 30, 2014, was twenty-six years.

13. Subsequent Events - Elimination of Town Board Form of Government

The Citizens of the Town of Pahrump voted in November, 2012, to eliminate the town board form of government. Effective January 5, 2015, the elected Town Board for the town of Pahrump was disbanded. The Nye County Commission became the governing body for the unincorporated Town of Pahrump.

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For the year ended June 30, 2014

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF PAHRUMP, NEVADA
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF FUNDING PROGRESS
 JUNE 30, 2014

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2013	\$ -	\$ 913,765	\$ 913,765	0.00%	\$ 153,407	595.65%
7/1/2012	\$ -	\$ 871,505	\$ 871,505	0.00%	\$ 191,152	455.92%
7/1/2011	\$ -	\$ 777,952	\$ 777,952	0.00%	\$ 174,219	446.54%

SUPPLEMENTAL INFORMATION

MAJOR FUNDS

GENERAL FUND

To account for resources and costs of operation traditionally associated with governments which are not required to be accounted for in other funds.

ROAD FUND

To account for gas tax money received for road maintenance.

1/10 FAIRGROUNDS ROOM TAX FUND

To account for room tax allocated for the maintenance and capital needs of the fairgrounds.

3/10 TOURISM ROOM TAX FUND

To account for room tax allocated for community support.

PAHRUMP AIRPORT FUND

To account for grant money for the airport.

CAPITAL PROJECTS FUND

To account for general acquisition and construction projects of the Town.

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND (25101)
COMPARATIVE BALANCE SHEETS
June 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 3,758,205	\$ 3,526,417
Interest receivable	6,214	5,517
Taxes receivable	112,345	135,289
Due from other governments	<u>126,178</u>	<u>134,544</u>
 Total assets	 <u>\$ 4,002,942</u>	 <u>\$ 3,801,767</u>
<u>Liabilities</u>		
Accounts payable	\$ 104,666	\$ 113,950
Accrued payroll	<u>103,899</u>	<u>133,539</u>
 Total liabilities	 <u>208,565</u>	 <u>247,489</u>
<u>Deferred Inflows of Resources</u>		
Unavailable revenue - property taxes	<u>94,571</u>	<u>121,167</u>
<u>Fund Balance</u>		
Assigned for:		
Claims and judgments	200,000	200,000
Subsequent year's budget	2,047,605	2,510,603
Unassigned	<u>1,452,201</u>	<u>722,508</u>
 Total fund balance	 <u>3,699,806</u>	 <u>3,433,111</u>
 Total liabilities, deferred inflows of resources, and fund balance	 <u>\$ 4,002,942</u>	 <u>\$ 3,801,767</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND (25101)
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013
	Budget	Actual		
Revenues:				
Taxes	\$ 2,500,000	\$ 2,833,496	\$ 333,496	\$ 2,767,988
Fines and forfeitures	25,000	1,898	(23,102)	3,381
Licenses and permits	350,000	357,332	7,332	359,024
Intergovernmental	959,096	980,718	21,622	759,559
Charges for services	15,000	29,360	14,360	37,170
Miscellaneous	25,000	85,553	60,553	43,578
Total revenues	<u>3,874,096</u>	<u>4,288,357</u>	<u>414,261</u>	<u>3,970,700</u>
Expenditures:				
Current:				
General government	2,463,054	2,003,177	459,877	1,923,184
Public safety	1,936,841	1,924,419	12,422	1,576,516
Culture and recreation	42,000	18,563	23,437	16,864
Contingency	60,000	-	60,000	-
Total expenditures	<u>4,501,895</u>	<u>3,946,159</u>	<u>555,736</u>	<u>3,516,564</u>
Excess (deficiency) of revenues over expenditures	(627,799)	342,198	969,997	454,136
Other financing sources (uses):				
Operating transfers out	<u>(75,503)</u>	<u>(75,503)</u>	-	<u>(75,503)</u>
Net change in fund balance	(703,302)	266,695	969,997	378,633
Fund balance:				
Beginning of year	<u>2,510,603</u>	<u>3,433,111</u>	<u>922,508</u>	<u>3,054,478</u>
End of year	<u>\$ 1,807,301</u>	<u>\$ 3,699,806</u>	<u>\$ 1,892,505</u>	<u>\$ 3,433,111</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND (25101)
SCHEDULE OF REVENUES COMPARED TO BUDGET
YEAR ENDED JUNE 30, 2014

(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013
	Budget	Actual		
Revenues:				
Taxes:				
Property tax	\$ 2,500,000	\$ 2,833,496	\$ 333,496	\$ 2,767,988
Fines and forfeitures	25,000	1,898	(23,102)	3,381
Licenses and permits:				
Franchise fees	140,000	150,042	10,042	149,490
Gaming licenses	200,000	195,030	(4,970)	197,794
Liquor licenses	10,000	12,260	2,260	11,740
Total licenses and permits	350,000	357,332	7,332	359,024
Intergovernmental:				
Consolidated tax	700,000	721,622	21,622	759,559
Grants	259,096	259,096	-	-
Total intergovernmental	959,096	980,718	21,622	759,559
Charges for services	15,000	29,360	14,360	37,170
Miscellaneous:				
Investment income	-	29,058	29,058	11,295
Rental	-	41,345	41,345	28,674
Other	25,000	15,150	(9,850)	3,609
Total miscellaneous	25,000	85,553	60,553	43,578
Total revenues	3,874,096	4,288,357	414,261	3,970,700

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND (25101)
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013
	Budget	Actual		
Expenditures:				
General government:				
Administration:				
Salaries and wages	\$ 390,302	\$ 283,306	\$ 106,996	\$ 308,282
Employee benefits	237,199	182,664	54,535	154,340
Services and supplies	580,000	469,195	110,805	475,035
Capital outlay	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>-</u>
Total administration	<u>1,217,501</u>	<u>935,165</u>	<u>282,336</u>	<u>937,657</u>
Buildings and grounds:				
Salaries and wages	549,901	454,511	95,390	447,187
Employee benefits	273,652	261,622	12,030	241,975
Services and supplies	365,000	327,364	37,636	271,174
Capital outlay	<u>57,000</u>	<u>24,515</u>	<u>32,485</u>	<u>25,191</u>
Total buildings and grounds	<u>1,245,553</u>	<u>1,068,012</u>	<u>177,541</u>	<u>985,527</u>
Total general government	<u>2,463,054</u>	<u>2,003,177</u>	<u>459,877</u>	<u>1,923,184</u>
Public safety:				
Fire department:				
Salaries and wages	786,241	892,906	(106,665)	875,853
Employee benefits	478,554	470,316	8,238	482,762
Services and supplies	269,950	263,603	6,347	217,246
Capital outlay	<u>402,096</u>	<u>297,594</u>	<u>104,502</u>	<u>655</u>
Total public safety	<u>1,936,841</u>	<u>1,924,419</u>	<u>12,422</u>	<u>1,576,516</u>
Culture and recreation:				
Television:				
Services and supplies	10,000	7,957	2,043	7,464
Capital outlay	<u>3,000</u>	<u>-</u>	<u>3,000</u>	<u>-</u>
Total television	<u>13,000</u>	<u>7,957</u>	<u>5,043</u>	<u>7,464</u>
Arena and fair activities:				
Salaries and wages	16,000	-	16,000	-
Services and supplies	10,000	10,606	(606)	9,400
Capital outlay	<u>3,000</u>	<u>-</u>	<u>3,000</u>	<u>-</u>
Total arena and fair activities	<u>29,000</u>	<u>10,606</u>	<u>18,394</u>	<u>9,400</u>
Total culture and recreation	<u>42,000</u>	<u>18,563</u>	<u>23,437</u>	<u>16,864</u>
Contingency	<u>60,000</u>	<u>-</u>	<u>60,000</u>	<u>-</u>
Total expenditures	<u>\$ 4,501,895</u>	<u>\$ 3,946,159</u>	<u>\$ 555,736</u>	<u>\$ 3,516,564</u>

TOWN OF PAHRUMP, NEVADA
 MAJOR FUND - ROAD SPECIAL REVENUE FUND (25205)
 COMPARATIVE BALANCE SHEETS
 JUNE 30, 2014 AND 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 140,729	\$ 159,390
Interest receivable	210	219
Due from other governments	<u>32,572</u>	<u>33,376</u>
 Total assets	 <u>\$ 173,511</u>	 <u>\$ 192,985</u>
<u>Liabilities</u>		
Accounts payable	\$ 173,511	\$ 192,985
<u>Fund Balance</u>		
Restricted for public works	<u>-</u>	<u>-</u>
 Total liabilities and fund balance	 <u>\$ 173,511</u>	 <u>\$ 192,985</u>

TOWN OF PAHRUMP, NEVADA
 MAJOR FUND - ROAD SPECIAL REVENUE FUND (25205)
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2014
 (With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Intergovernmental:				
Gas tax \$1.75	\$ 325,000	\$ 194,928	\$ (130,072)	\$ 198,343
Miscellaneous:				
Investment income	-	951	951	219
Total revenues	325,000	195,879	(129,121)	198,562
Expenditures:				
Public works:				
Services and supplies	325,000	195,879	129,121	198,562
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balance:				
Beginning of year	-	-	-	-
End of year	\$ -	\$ -	\$ -	\$ -

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - 1/10 FAIRGROUNDS ROOM TAX SPECIAL REVENUE FUND (25414)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 AND 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 1,042,801	\$ 1,107,675
Interest receivable	1,702	1,641
Room taxes receivable	<u>6,066</u>	<u>4,573</u>
Total assets	<u>\$ 1,050,569</u>	<u>\$ 1,113,889</u>
<u>Liabilities</u>		
Accounts payable	\$ 245	\$ 6,823
Accrued payroll	<u>-</u>	<u>7</u>
Total liabilities	245	6,830
<u>Fund Balance</u>		
Restricted for community support	<u>1,050,324</u>	<u>1,107,059</u>
Total liabilities and fund balance	<u>\$ 1,050,569</u>	<u>\$ 1,113,889</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - 1/10 FAIRGROUNDS ROOM TAX SPECIAL REVENUE FUND (25414)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 50,000	\$ 57,976	\$ 7,976	\$ 57,655
Intergovernmental:				
Grants	-	-	-	327,000
Miscellaneous:				
Investment income	<u>1,000</u>	<u>8,056</u>	<u>7,056</u>	<u>3,810</u>
Total revenues	<u>51,000</u>	<u>66,032</u>	<u>15,032</u>	<u>388,465</u>
Expenditures:				
Community support:				
Salaries and wages	41,600	234	41,366	491
Employee benefits	22,805	75	22,730	152
Services and supplies	140,000	2,111	137,889	8,083
Capital outlay	<u>610,000</u>	<u>120,347</u>	<u>489,653</u>	<u>937,345</u>
Total expenditures	<u>814,405</u>	<u>122,767</u>	<u>691,638</u>	<u>946,071</u>
Excess (deficiency) of revenues over expenditures	(763,405)	(56,735)	706,670	(557,606)
Fund balance:				
Beginning of year	<u>785,665</u>	<u>1,107,059</u>	<u>321,394</u>	<u>1,664,665</u>
End of year	<u>\$ 22,260</u>	<u>\$ 1,050,324</u>	<u>\$ 1,028,064</u>	<u>\$ 1,107,059</u>

TOWN OF PAHRUMP, NEVADA
 MAJOR - 3/10 TOURISM ROOM TAX SPECIAL REVENUE FUND (25222)
 COMPARATIVE BALANCE SHEETS
 JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 479,545	\$ 668,664
Interest receivable	855	1,010
Room tax receivable	<u>18,183</u>	<u>13,687</u>
Total assets	<u>\$ 498,583</u>	<u>\$ 683,361</u>
<u>Liabilities</u>		
Accounts payable	\$ 29,962	\$ 86,117
Accrued payroll	<u>2,806</u>	<u>3,334</u>
Total liabilities	32,768	89,451
<u>Fund Balance</u>		
Restricted for community support	<u>465,815</u>	<u>593,910</u>
Total liabilities and fund balance	<u>\$ 498,583</u>	<u>\$ 683,361</u>

TOWN OF PAHRUMP, NEVADA
 MAJOR - 3/10 TOURISM ROOM TAX SPECIAL REVENUE FUND (25222)
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2014
 (With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 150,000	\$ 173,615	\$ 23,615	\$ 172,835
Miscellaneous:				
Investment income	<u>2,000</u>	<u>4,152</u>	<u>2,152</u>	<u>3,074</u>
Total revenues	<u>152,000</u>	<u>177,767</u>	<u>25,767</u>	<u>175,909</u>
Expenditures:				
Community support:				
Salaries and wages	38,438	61,969	(23,531)	53,734
Employee benefits	14,197	26,445	(12,248)	22,378
Service and supplies	<u>600,000</u>	<u>217,448</u>	<u>382,552</u>	<u>343,737</u>
Total community support	<u>652,635</u>	<u>305,862</u>	<u>346,773</u>	<u>419,849</u>
Excess (deficiency) of revenues over expenditures	(500,635)	(128,095)	372,540	(243,940)
Fund balance:				
Beginning of year	<u>538,009</u>	<u>593,910</u>	<u>55,901</u>	<u>837,850</u>
End of year	<u>\$ 37,374</u>	<u>\$ 465,815</u>	<u>\$ 428,441</u>	<u>\$ 593,910</u>

TOWN OF PAHRUMP, NEVADA
MAJOR - AIRPORT GRANT SPECIAL REVENUE FUND (25340)
BALANCE SHEET
June 30, 2014

2014

Assets

Due from other governments \$ 104,150

Liabilities

Accounts payable \$ 48,167

Due to other funds 55,983

104,150

Fund Balance

Restricted for public works -

Total liabilities and fund balance \$ 104,150

TOWN OF PAHRUMP, NEVADA
MAJOR - AIRPORT GRANT SPECIAL REVENUE FUND (25340)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014

	2014		Variance- Positive (Negative)
	Budget	Actual	
Revenues:			
Intergovernmental:			
Grants	\$ 426,318	\$ 426,318	\$ -
Expenditures:			
Public works:			
Services and supplies	<u>426,318</u>	<u>426,318</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	-	-
Fund balance:			
Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - CAPITAL PROJECTS FUND (25401)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 AND 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 1,242,259	\$ 1,409,345
Interest receivable	<u>2,036</u>	<u>2,102</u>
Total assets	<u>\$ 1,244,295</u>	<u>\$ 1,411,447</u>
<u>Liabilities</u>		
Accounts payable	\$ 58,401	\$ 123,164
<u>Fund Balance</u>		
Restricted for capital projects	<u>1,185,894</u>	<u>1,288,283</u>
Total liabilities and fund balance	<u>\$ 1,244,295</u>	<u>\$ 1,411,447</u>

TOWN OF PAHRUMP, NEVADA
 MAJOR FUND - CAPITAL PROJECTS FUND (25401)
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
 IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
 YEAR ENDED JUNE 30, 2014
 (With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Miscellaneous:				
Investment income	\$ -	\$ 9,593	\$ 9,593	\$ 4,412
Expenditures:				
Capital projects	<u>1,370,000</u>	<u>111,982</u>	<u>1,258,018</u>	<u>123,164</u>
Excess (deficiency) of revenues over expenditures	(1,370,000)	(102,389)	1,267,611	(118,752)
Fund balance:				
Beginning of year	<u>1,422,035</u>	<u>1,288,283</u>	<u>(133,752)</u>	<u>1,407,035</u>
End of year	<u>\$ 52,035</u>	<u>\$ 1,185,894</u>	<u>\$ 1,133,859</u>	<u>\$ 1,288,283</u>

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For the year ended June 30, 2014

ENTERPRISE FUND

The Enterprise Fund is used to account for operations that are financed and operated in a manner similar to private business enterprises – where the intent of the Town’s management is that the costs of providing goods and services be financed or recovered primarily through user charges.

Ambulance Enterprise Fund is used to account for revenues and expenses of the ambulance services provided for residents of the unincorporated Town of Pahrump, Nevada.

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - AMBULANCE ENTERPRISE FUND (25520/25415)
COMPARATIVE STATEMENTS OF NET POSITION
JUNE 30, 2014 AND 2013

	2014	2013
<u>Assets</u>		
Current assets:		
Pooled cash and investments	\$ 351,041	\$ 1,089,435
Interest receivable	779	1,650
Accounts receivable, net of allowance for uncollectibles of \$198,430 and \$225,530	746,465	848,431
Total current assets	<u>1,098,285</u>	<u>1,939,516</u>
Restricted assets:		
Cash	280,460	278,364
Due from other governments	60,000	-
Total restricted assets	<u>340,460</u>	<u>278,364</u>
Capital assets:		
Land	120,000	120,000
Building	480,000	480,000
Vehicles	1,725,622	1,725,622
Equipment	528,093	372,602
Less accumulated depreciation	<u>(1,704,906)</u>	<u>(1,618,173)</u>
Total capital assets, net of accumulated depreciation	<u>1,148,809</u>	<u>1,080,051</u>
 Total assets	 <u>2,587,554</u>	 <u>3,297,931</u>
<u>Liabilities</u>		
Current liabilities		
Accounts payable	16,614	15,269
Accrued payroll	82,291	111,859
Accrued compensated absences	79,800	113,863
Total liabilities	<u>178,705</u>	<u>240,991</u>
 <u>Net position</u>		
Invested in capital assets, net of related debt	1,148,809	1,080,051
Restricted for capital assets	340,460	278,364
Unrestricted	919,580	1,698,525
 Total net position	 <u>\$ 2,408,849</u>	 <u>\$ 3,056,940</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - AMBULANCE ENTERPRISE FUND (25520/25415)
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance-	2013
	Budget	Actual	Positive (Negative)	Actual
Operating revenues:				
Charges for services:				
Ambulance fees, net of contractual adjustments	\$ 3,500,000	\$ 3,181,475	\$ (318,525)	\$ 3,752,400
Operating expenses:				
Salaries and wages	1,446,249	1,639,468	(193,219)	1,473,063
Employee benefits	892,690	882,405	10,285	729,957
Services and supplies	497,300	385,071	112,229	387,285
Depreciation	85,000	86,733	(1,733)	85,724
Bad debt	1,000,000	901,960	98,040	1,003,082
Total operating expenses	3,921,239	3,895,637	25,602	3,679,111
Operating income (loss)	(421,239)	(714,162)	(292,923)	73,289
Non-operating revenue (expense):				
Grants	60,000	60,000	-	60,000
Investment income	5,000	4,602	(398)	4,585
Miscellaneous	1,000	1,469	469	17,992
Total non-operating revenue (expense)	66,000	66,071	71	82,577
Net income (loss)	\$ (355,239)	(648,091)	\$ (292,852)	155,866
Net position:				
Beginning of year		3,056,940		2,901,074
End of year		<u>\$ 2,408,849</u>		<u>\$ 3,056,940</u>

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For the year ended June 30, 2014

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - AMBULANCE ENTERPRISE FUND (25520/25415)
SCHEDULE OF CASH FLOWS
YEARS ENDED JUNE 30, 2014 AND 2013

	2014	2013
Cash flows from operating activities:		
Cash received from customers	\$ 2,381,481	\$ 2,260,781
Cash paid for services and supplies	(383,726)	(406,318)
Cash paid for employees and benefits	<u>(2,585,504)</u>	<u>(2,220,357)</u>
Net cash (used) by operating activities	<u>(587,749)</u>	<u>(365,894)</u>
Cash flows from non-capital financing activities:		
Miscellaneous	<u>1,469</u>	<u>17,992</u>
Cash flows from capital and related financing activities:		
Purchase of capital assets	(155,491)	(27,743)
Grants - Nye County	<u>-</u>	<u>60,000</u>
Net cash provided (used) by capital and related financing activities	<u>(155,491)</u>	<u>32,257</u>
Cash flows from investing activities:		
Interest received	<u>5,473</u>	<u>7,453</u>
Net (decrease) in cash	(736,298)	(308,192)
Cash:		
Beginning of year	<u>1,367,799</u>	<u>1,675,991</u>
End of year	<u>\$ 631,501</u>	<u>\$ 1,367,799</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	<u>\$ (714,162)</u>	<u>\$ 73,289</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation	86,733	85,724
Changes in assets and liabilities:		
(Increase) decrease in accounts receivable	101,966	(488,537)
Increase (decrease) in accounts payable	1,345	(19,033)
Increase (decrease) in accrued payroll	(29,568)	(12,991)
Increase (decrease) in compensated absences	<u>(34,063)</u>	<u>(4,346)</u>
Total adjustments	<u>126,413</u>	<u>(439,183)</u>
Net cash (used) by operating activities	<u>\$ (587,749)</u>	<u>\$ (365,894)</u>

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For the year ended June 30, 2014

NON MAJOR GOVERNMENTAL FUNDS

**Combining statements of all nonmajor
governmental activity.**

**TOWN OF PAHRUMP, NEVADA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2014**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
<u>Assets</u>				
Pooled cash and investments	\$ 2,816,586	\$ 40,861	\$ 194,333	\$ 3,051,780
Interest receivable	4,633	-	499	5,132
Taxes receivable	3,785	-	-	3,785
Room tax receivable	28,027	-	-	28,027
Due from other funds	55,983	-	-	55,983
Due from other governments	10,010	-	-	10,010
Total assets	<u>\$ 2,919,024</u>	<u>\$ 40,861</u>	<u>\$ 194,832</u>	<u>\$ 3,154,717</u>
<u>Liabilities</u>				
Accounts payable	\$ 44,183	\$ -	\$ -	\$ 44,183
Accrued payroll	10,111	-	-	10,111
Total liabilities	<u>54,294</u>	<u>-</u>	<u>-</u>	<u>54,294</u>
<u>Deferred Inflows of Resources</u>				
Unavailable revenue - property taxes	3,189	-	-	3,189
<u>Fund Balance</u>				
Restricted for:				
Public safety	475,901	-	-	475,901
Culture and recreation	1,265,140	-	-	1,265,140
Community support	580,078	-	-	580,078
Capital projects	-	-	194,832	194,832
Debt service	-	40,861	-	40,861
Committed for:				
General government	245,767	-	-	245,767
Culture and recreation	49,822	-	-	49,822
Health and sanitation	244,833	-	-	244,833
Total fund balance	<u>2,861,541</u>	<u>40,861</u>	<u>194,832</u>	<u>3,097,234</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 2,919,024</u>	<u>\$ 40,861</u>	<u>\$ 194,832</u>	<u>\$ 3,154,717</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2014

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
Revenues:				
Taxes	\$ 363,687	\$ -	\$ -	\$ 363,687
Licenses and permits	155,724	-	-	155,724
Intergovernmental	85,647	-	26,946	112,593
Charges for services	160,692	-	-	160,692
Miscellaneous	48,417	16	6,505	54,938
Total revenues	<u>814,167</u>	<u>16</u>	<u>33,451</u>	<u>847,634</u>
Expenditures:				
Current:				
General government	60,709	-	-	60,709
Culture and recreation	332,575	-	-	332,575
Community support	288,438	-	-	288,438
Health and sanitation	12,931	-	-	12,931
Capital projects	-	-	148,448	148,448
Debt service:				
Principal	-	42,021	-	42,021
Interest	-	3,482	-	3,482
Total expenditures	<u>694,653</u>	<u>45,503</u>	<u>148,448</u>	<u>888,604</u>
Excess (deficiency) of revenues over expenditures	119,514	(45,487)	(114,997)	(40,970)
Other financing sources (uses)				
Operating transfers in	30,000	45,503	-	75,503
Net change in fund balance	149,514	16	(114,997)	34,533
Fund balance:				
Beginning of year	2,712,027	40,845	309,829	3,062,701
End of year	<u>\$ 2,861,541</u>	<u>\$ 40,861</u>	<u>\$ 194,832</u>	<u>\$ 3,097,234</u>

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For the year ended June 30, 2014

NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Business License Fund is used to collect and monitor business licenses within the Town.

Swimming Pool Fund is used to account for activities of the Town swimming pool.

State Room Tax, 2/10 Economic Development, 1/10 Parks, 1/10 Arena, and 2/10 Airport are used to account for room tax revenues.

Cemetery Fund is used to account for revenues and expenditures in the maintenance of the cemetery.

Cemetery Perpetual Fund is used to account for revenues being collected now to be able to maintain the cemetery once full.

Parks Impact Fee and Fire Impact Fee funds are used address the infrastructure impact from growth in the town.

Fall Festival Fund is used to account for revenues of the Fall Festival.

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2014
(With Comparative Totals for June 30, 2013)
Page 1 of 2

	Pahrump Business License	Swimming Pool	State Room Tax	2/10 Economic Development Room Tax
Assets				
Pooled cash and investments	\$ 247,837	\$ 237,383	\$ 129,489	\$ 158,184
Interest receivable	340	447	211	310
Taxes receivable	-	3,785	-	-
Room tax receivable	-	-	3,789	6,061
Due from other funds	-	-	-	-
Due from other governments	-	10,010	-	-
Total assets	<u>\$ 248,177</u>	<u>\$ 251,625</u>	<u>\$ 133,489</u>	<u>\$ 164,555</u>
Liabilities				
Accounts payable	\$ 133	\$ 3,701	\$ -	\$ 22,553
Accrued payroll	<u>2,277</u>	<u>7,746</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>2,410</u>	<u>11,447</u>	<u>-</u>	<u>22,553</u>
Deferred Inflows of Resources				
Unavailable revenue - property taxes	<u>-</u>	<u>3,189</u>	<u>-</u>	<u>-</u>
Fund Balance				
Restricted for:				
Public safety	-	-	-	-
Culture and recreation	-	236,989	-	-
Community support	-	-	133,489	142,002
Committed for:				
General government	245,767	-	-	-
Culture and recreation	-	-	-	-
Health and sanitation	-	-	-	-
Total fund balance	<u>245,767</u>	<u>236,989</u>	<u>133,489</u>	<u>142,002</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 248,177</u>	<u>\$ 251,625</u>	<u>\$ 133,489</u>	<u>\$ 164,555</u>

1/10 Parks Room Tax	1/10 Arena Room Tax	2/10 Airport Room Tax	Pahrump Cemetery	Pahrump Cemetery Perpetual
\$ 333,173	\$ 334,472	\$ 236,019	\$ 96,249	\$ 148,583
549	544	468	116	242
-	-	-	-	-
3,030	3,030	12,117	-	-
-	-	55,983	-	-
-	-	-	-	-
<u>\$ 336,752</u>	<u>\$ 338,046</u>	<u>\$ 304,587</u>	<u>\$ 96,365</u>	<u>\$ 148,825</u>
\$ 646	\$ -	\$ -	\$ 269	\$ -
-	-	-	88	-
<u>646</u>	<u>-</u>	<u>-</u>	<u>357</u>	<u>-</u>
-	-	-	-	-
-	-	-	-	-
336,106	338,046	-	-	-
-	-	304,587	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	96,008	148,825
<u>336,106</u>	<u>338,046</u>	<u>304,587</u>	<u>96,008</u>	<u>148,825</u>
<u>\$ 336,752</u>	<u>\$ 338,046</u>	<u>\$ 304,587</u>	<u>\$ 96,365</u>	<u>\$ 148,825</u>

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For the year ended June 30, 2014

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET (CONTINUED)

JUNE 30, 2014

(With Comparative Totals for June 30, 2013)

Page 2 of 2

	Parks Impact Fee	Fire Impact Fee	Fall Festival	Totals 2014	Totals 2013
<u>Assets</u>					
Pooled cash and investments	\$ 370,248	\$ 475,127	\$ 49,822	\$ 2,816,586	\$ 2,699,427
Interest receivable	632	774	-	4,633	3,845
Taxes receivable	-	-	-	3,785	4,621
Room tax receivable	-	-	-	28,027	21,090
Due from other funds	-	-	-	55,983	-
Due from other governments	-	-	-	10,010	20,538
Total assets	<u>\$ 370,880</u>	<u>\$ 475,901</u>	<u>\$ 49,822</u>	<u>\$ 2,919,024</u>	<u>\$ 2,749,521</u>
<u>Liabilities</u>					
Accounts payable	\$ 16,881	\$ -	\$ -	\$ 44,183	\$ 23,832
Accrued payroll	-	-	-	10,111	9,518
Total liabilities	<u>16,881</u>	<u>-</u>	<u>-</u>	<u>54,294</u>	<u>33,350</u>
<u>Deferred Inflows of Resources</u>					
Unavailable revenue - property taxes	-	-	-	3,189	4,144
<u>Fund Balance</u>					
Restricted for:					
Public safety	-	475,901	-	475,901	466,117
Culture and recreation	353,999	-	-	1,265,140	1,361,287
Community support	-	-	-	580,078	490,365
Committed for:					
General government	-	-	-	245,767	156,908
Culture and recreation	-	-	49,822	49,822	24,173
Health and sanitation	-	-	-	244,833	213,177
Total fund balance	<u>353,999</u>	<u>475,901</u>	<u>49,822</u>	<u>2,861,541</u>	<u>2,712,027</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 370,880</u>	<u>\$ 475,901</u>	<u>\$ 49,822</u>	<u>\$ 2,919,024</u>	<u>\$ 2,749,521</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

Page 1 of 2

	Pahrump Business License	Swimming Pool	State Room Tax	2/10 Economic Development Room Tax
Revenues:				
Taxes	\$ -	\$ 96,134	\$ 36,170	\$ 57,872
Licenses and permits	148,109	-	-	-
Intergovernmental	-	57,247	28,400	-
Charges for services	-	12,002	-	-
Miscellaneous	<u>1,459</u>	<u>3,483</u>	<u>964</u>	<u>26,489</u>
 Total revenues	 <u>149,568</u>	 <u>168,866</u>	 <u>65,534</u>	 <u>84,361</u>
 Expenditures:				
General government	60,709	-	-	-
Culture and recreation	-	161,939	-	-
Community support	-	-	72,724	105,099
Health and sanitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total expenditures	 <u>60,709</u>	 <u>161,939</u>	 <u>72,724</u>	 <u>105,099</u>
 Excess (deficiency) of revenues over expenditures	 88,859	 6,927	 (7,190)	 (20,738)
 Other financing sources (uses)				
Operating transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Net change in fund balance	 88,859	 6,927	 (7,190)	 (20,738)
 Fund balance:				
Beginning of year	<u>156,908</u>	<u>230,062</u>	<u>140,679</u>	<u>162,740</u>
 End of year	 <u>\$ 245,767</u>	 <u>\$ 236,989</u>	 <u>\$ 133,489</u>	 <u>\$ 142,002</u>

1/10 Parks Room Tax	1/10 Arena Room Tax	2/10 Airport Room Tax	Pahrump Cemetery	Pahrump Cemetery Perpetual
\$ 28,936	\$ 28,936	\$ 115,639	\$ -	\$ -
-	-	-	-	-
-	-	-	-	-
-	-	-	8,325	4,101
<u>2,547</u>	<u>2,574</u>	<u>2,002</u>	<u>1,038</u>	<u>1,123</u>
<u>31,483</u>	<u>31,510</u>	<u>117,641</u>	<u>9,363</u>	<u>5,224</u>
-	-	-	-	-
19,864	58,973	-	-	-
-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>12,931</u>	<u>-</u>
<u>19,864</u>	<u>58,973</u>	<u>-</u>	<u>12,931</u>	<u>-</u>
11,619	(27,463)	117,641	(3,568)	5,224
<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>-</u>
11,619	(27,463)	117,641	26,432	5,224
<u>324,487</u>	<u>365,509</u>	<u>186,946</u>	<u>69,576</u>	<u>143,601</u>
<u>\$ 336,106</u>	<u>\$ 338,046</u>	<u>\$ 304,587</u>	<u>\$ 96,008</u>	<u>\$ 148,825</u>

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For the year ended June 30, 2014

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

Page 2 of 2

	Parks Impact Fee	Fire Impact Fee	Fall Festival	Totals 2014	Totals 2013
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ 363,687	\$ 360,067
Licenses and permits	1,436	6,179	-	155,724	160,542
Intergovernmental	-	-	-	85,647	93,216
Charges for services	-	-	136,264	160,692	156,620
Miscellaneous	<u>3,133</u>	<u>3,605</u>	<u>-</u>	<u>48,417</u>	<u>40,153</u>
Total revenues	<u>4,569</u>	<u>9,784</u>	<u>136,264</u>	<u>814,167</u>	<u>810,598</u>
Expenditures:					
General government	-	-	-	60,709	49,265
Culture and recreation	91,799	-	-	332,575	440,317
Community support	-	-	110,615	288,438	275,615
Health and sanitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,931</u>	<u>17,705</u>
Total expenditures	<u>91,799</u>	<u>-</u>	<u>110,615</u>	<u>694,653</u>	<u>782,902</u>
Excess (deficiency) of revenues over expenditures	(87,230)	9,784	25,649	119,514	27,696
Other financing sources (uses)					
Operating transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,000</u>	<u>30,000</u>
Net change in fund balance	(87,230)	9,784	25,649	149,514	57,696
Fund balance:					
Beginning of year	<u>441,229</u>	<u>466,117</u>	<u>24,173</u>	<u>2,712,027</u>	<u>2,654,331</u>
End of year	<u>\$ 353,999</u>	<u>\$ 475,901</u>	<u>\$ 49,822</u>	<u>\$ 2,861,541</u>	<u>\$ 2,712,027</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP BUSINESS LICENSE SPECIAL REVENUE FUND (25268)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 247,837	\$ 158,644
Interest receivable	<u>340</u>	<u>171</u>
Total assets	<u>\$ 248,177</u>	<u>\$ 158,815</u>
<u>Liabilities</u>		
Accounts payable	\$ 133	\$ 17
Accrued payroll	<u>2,277</u>	<u>1,890</u>
Total liabilities	2,410	1,907
<u>Fund Balance</u>		
Committed for general government	<u>245,767</u>	<u>156,908</u>
Total liabilities and fund balance	<u>\$ 248,177</u>	<u>\$ 158,815</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP BUSINESS LICENSE SPECIAL REVENUE FUND (25268)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Licenses and permits	\$ 110,000	\$ 148,109	\$ 38,109	\$ 151,096
Miscellaneous:				
Investment income	-	1,459	1,459	579
Other	100	-	(100)	-
Total miscellaneous	100	1,459	1,359	579
Total revenues	110,100	149,568	39,468	151,675
Expenditures:				
General government:				
Salaries and wages	64,989	34,123	30,866	29,295
Employee benefits	34,295	19,223	15,072	13,517
Services and supplies	25,000	7,363	17,637	6,453
Capital outlay	10,000	-	10,000	-
Total expenditures	134,284	60,709	73,575	49,265
Excess (deficiency) of revenues over expenditures	(24,184)	88,859	113,043	102,410
Fund balance:				
Beginning of year	51,678	156,908	105,230	54,498
End of year	\$ 27,494	\$ 245,767	\$ 218,273	\$ 156,908

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SWIMMING POOL SPECIAL REVENUE FUND (25274)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 237,383	\$ 230,982
Interest receivable	447	402
Taxes receivable	3,785	4,621
Due from other governments	<u>10,010</u>	<u>10,665</u>
 Total assets	 <u>\$ 251,625</u>	 <u>\$ 246,670</u>
<u>Liabilities</u>		
Accounts payable	\$ 3,701	\$ 5,101
Accrued payroll	<u>7,746</u>	<u>7,363</u>
 Total liabilities	 11,447	 12,464
<u>Deferred Inflows of Resources</u>		
Unavailable revenue - property taxes	3,189	4,144
<u>Fund Balance</u>		
Restricted for culture and recreation	<u>236,989</u>	<u>230,062</u>
 Total liabilities, deferred inflows of resources, and fund balance	 <u>\$ 251,625</u>	 <u>\$ 246,670</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SWIMMING POOL SPECIAL REVENUE FUND (25274)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Property tax	\$ 90,000	\$ 96,134	\$ 6,134	\$ 93,824
Intergovernmental:				
Consolidated tax	55,000	57,247	2,247	60,217
Charges for services:				
Pool receipts	5,000	12,002	7,002	12,005
Miscellaneous:				
Investment income	500	1,983	1,483	679
Grants	1,500	1,500	-	1,500
Other	-	-	-	-
Total miscellaneous	2,000	3,483	1,483	2,179
 Total revenues	 152,000	 168,866	 16,866	 168,225
Expenditures:				
Culture and recreation:				
Salaries and wages	127,005	99,358	27,647	94,472
Employee benefits	40,509	18,568	21,941	17,773
Services and supplies	60,500	44,013	16,487	58,120
Capital outlay	80,000	-	80,000	6,215
 Total expenditures	 308,014	 161,939	 146,075	 176,580
 Excess (deficiency) of revenues over expenditures	 (156,014)	 6,927	 162,941	 (8,355)
Fund balance:				
Beginning of year	170,382	230,062	59,680	238,417
 End of year	 \$ 14,368	 \$ 236,989	 \$ 222,621	 \$ 230,062

TOWN OF PAHRUMP, NEVADA
NONMAJOR - STATE ROOM TAX SPECIAL REVENUE FUND (25220)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 129,489	\$ 145,703
Interest receivable	211	227
Room tax receivable	3,789	2,852
Due from other governments	<u>-</u>	<u>9,873</u>
Total assets	<u>\$ 133,489</u>	<u>\$ 158,655</u>
<u>Liabilities</u>		
Accounts payable	\$ -	\$ 17,976
<u>Fund Balance</u>		
Restricted for community support	<u>133,489</u>	<u>140,679</u>
Total liabilities and fund balance	<u>\$ 133,489</u>	<u>\$ 158,655</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - STATE ROOM TAX SPECIAL REVENUE FUND (25220)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 35,000	\$ 36,170	\$ 1,170	\$ 35,841
Intergovernmental:				
Grants	20,000	28,400	8,400	32,999
Miscellaneous:				
Other	-	-	-	4,000
Investment income	250	964	714	597
Total miscellaneous	250	964	714	4,597
 Total revenues	 55,250	 65,534	 10,284	 73,437
Expenditures:				
Community support:				
Salaries and wages	5,000	463	4,537	365
Employee benefits	1,500	146	1,354	105
Services and supplies	175,000	72,115	102,885	81,939
Total community support	181,500	72,724	108,776	82,409
 Excess (deficiency) of revenues over expenditures	 (126,250)	 (7,190)	 119,060	 (8,972)
Fund balance:				
Beginning of year	128,651	140,679	12,028	149,651
 End of year	 \$ 2,401	 \$ 133,489	 \$ 131,088	 \$ 140,679

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 2/10 ECONOMIC DEVELOPMENT ROOM TAX SPECIAL REVENUE FUND (25221)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 158,184	\$ 157,989
Interest receivable	310	230
Room tax receivable	<u>6,061</u>	<u>4,562</u>
 Total assets	 <u>\$ 164,555</u>	 <u>\$ 162,781</u>
<u>Liabilities</u>		
Accounts payable	\$ 22,553	\$ 41
<u>Fund Balance</u>		
Restricted for community support	<u>142,002</u>	<u>162,740</u>
 Total liabilities and fund balance	 <u>\$ 164,555</u>	 <u>\$ 162,781</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 2/10 ECONOMIC DEVELOPMENT ROOM TAX SPECIAL REVENUE FUND (25221)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 55,000	\$ 57,872	\$ 2,872	\$ 57,612
Miscellaneous:				
Investment income	250	1,489	1,239	537
Donations	-	25,000	25,000	25,000
Grants	25,000	-	(25,000)	-
Total miscellaneous	<u>25,250</u>	<u>26,489</u>	<u>1,239</u>	<u>25,537</u>
Total revenues	<u>80,250</u>	<u>84,361</u>	<u>4,111</u>	<u>83,149</u>
Expenditures:				
Community support:				
Salaries and wages	-	111	(111)	81
Employee benefits	-	36	(36)	25
Services and supplies	200,000	104,952	95,048	88,928
Capital outlay	5,000	-	5,000	-
Total expenditures	<u>205,000</u>	<u>105,099</u>	<u>99,901</u>	<u>89,034</u>
Excess (deficiency) of revenues over expenditures	(124,750)	(20,738)	104,012	(5,885)
Fund balance:				
Beginning of year	<u>128,875</u>	<u>162,740</u>	<u>33,865</u>	<u>168,625</u>
End of year	<u>\$ 4,125</u>	<u>\$ 142,002</u>	<u>\$ 137,877</u>	<u>\$ 162,740</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 1/10 PARKS ROOM TAX SPECIAL REVENUE FUND (25223)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 333,173	\$ 322,296
Interest receivable	549	475
Room tax receivable	<u>3,030</u>	<u>2,281</u>
Total assets	<u>\$ 336,752</u>	<u>\$ 325,052</u>
<u>Liabilities</u>		
Accounts payable	\$ 646	\$ 565
<u>Fund Balance</u>		
Restricted for culture and recreation	<u>336,106</u>	<u>324,487</u>
Total liabilities and fund balance	<u>\$ 336,752</u>	<u>\$ 325,052</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 1/10 PARKS ROOM TAX SPECIAL REVENUE FUND (25223)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 25,000	\$ 28,936	\$ 3,936	\$ 28,805
Miscellaneous:				
Investment income	<u>500</u>	<u>2,547</u>	<u>2,047</u>	<u>1,079</u>
Total revenues	<u>25,500</u>	<u>31,483</u>	<u>5,983</u>	<u>29,884</u>
Expenditures:				
Culture and recreation:				
Salaries and wages	1,000	139	861	108
Employee benefits	500	44	456	33
Service and supplies	15,000	19,681	(4,681)	8,545
Capital outlay	<u>310,000</u>	<u>-</u>	<u>310,000</u>	<u>-</u>
Total expenditures	<u>326,500</u>	<u>19,864</u>	<u>306,636</u>	<u>8,686</u>
Excess (deficiency) of revenues over expenditures	(301,000)	11,619	312,619	21,198
Fund balance:				
Beginning of year	<u>307,789</u>	<u>324,487</u>	<u>16,698</u>	<u>303,289</u>
End of year	<u>\$ 6,789</u>	<u>\$ 336,106</u>	<u>\$ 329,317</u>	<u>\$ 324,487</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 1/10 ARENA ROOM TAX SPECIAL REVENUE FUND (25224)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 334,472	\$ 362,693
Interest receivable	544	535
Room tax receivable	<u>3,030</u>	<u>2,281</u>
Total assets	<u>\$ 338,046</u>	<u>\$ 365,509</u>
<u>Liabilities</u>		
Accounts payable	\$ -	\$ -
<u>Fund Balance</u>		
Restricted for culture and recreation	<u>338,046</u>	<u>365,509</u>
Total liabilities and fund balance	<u>\$ 338,046</u>	<u>\$ 365,509</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 1/10 ARENA ROOM TAX SPECIAL REVENUE FUND (25224)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 25,000	\$ 28,936	\$ 3,936	\$ 28,805
Miscellaneous:				
Investment income	<u>1,000</u>	<u>2,574</u>	<u>1,574</u>	<u>1,208</u>
Total revenues	<u>26,000</u>	<u>31,510</u>	<u>5,510</u>	<u>30,013</u>
Expenditures:				
Culture and recreation:				
Services and supplies	15,000	3,940	11,060	-
Capital outlay	<u>300,000</u>	<u>55,033</u>	<u>244,967</u>	<u>-</u>
Total expenditures	<u>315,000</u>	<u>58,973</u>	<u>256,027</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(289,000)	(27,463)	261,537	30,013
Fund balance:				
Beginning of year	<u>311,496</u>	<u>365,509</u>	<u>54,013</u>	<u>335,496</u>
End of year	<u>\$ 22,496</u>	<u>\$ 338,046</u>	<u>\$ 315,550</u>	<u>\$ 365,509</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 2/10 AIRPORT ROOM TAX SPECIAL REVENUE FUND (25225)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 236,019	\$ 177,588
Interest receivable	468	244
Room tax receivable	12,117	9,114
Due from other funds	<u>55,983</u>	<u>-</u>
Total assets	<u>\$ 304,587</u>	<u>\$ 186,946</u>
<u>Liabilities</u>		
Accounts payable	\$ -	\$ -
<u>Fund Balance</u>		
Restricted for community support	<u>304,587</u>	<u>186,946</u>
Total liabilities and fund balance	<u>\$ 304,587</u>	<u>\$ 186,946</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 2/10 AIRPORT ROOM TAX SPECIAL REVENUE FUND (25225)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 100,000	\$ 115,639	\$ 15,639	\$ 115,180
Miscellaneous:				
Investment income	<u>500</u>	<u>2,002</u>	<u>1,502</u>	<u>310</u>
Total revenues	100,500	117,641	17,141	115,490
Expenditures:				
Community support:				
Services and supplies	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	50,500	117,641	67,141	115,490
Fund balance:				
Beginning of year	<u>166,956</u>	<u>186,946</u>	<u>19,990</u>	<u>71,456</u>
End of year	<u>\$ 217,456</u>	<u>\$ 304,587</u>	<u>\$ 87,131</u>	<u>\$ 186,946</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP CEMETERY SPECIAL REVENUE FUND (25272)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 96,249	\$ 69,796
Interest receivable	<u>116</u>	<u>-</u>
Total assets	<u>\$ 96,365</u>	<u>\$ 69,796</u>
<u>Liabilities</u>		
Accounts payable	\$ 269	\$ 132
Accrued payroll	<u>88</u>	<u>88</u>
Total liabilities	357	220
<u>Fund Balance</u>		
Committed for health and sanitation	<u>96,008</u>	<u>69,576</u>
Total liabilities and fund balance	<u>\$ 96,365</u>	<u>\$ 69,796</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP CEMETERY SPECIAL REVENUE FUND (25272)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Charges for services:				
Cemetery receipts	\$ 9,000	\$ 8,325	\$ (675)	\$ 10,901
Miscellaneous:				
Donations	-	400	400	106
Investment income	100	638	538	101
Total miscellaneous	100	1,038	938	207
 Total revenue	 9,100	 9,363	 263	 11,108
Expenditures:				
Health and sanitation:				
Salaries and wages	12,000	4,131	7,869	5,850
Employee benefits	5,000	1,297	3,703	1,787
Services and supplies	12,000	7,503	4,497	9,342
Capital outlay	21,000	-	21,000	726
 Total expenditures	 50,000	 12,931	 37,069	 17,705
 Excess (deficiency) of revenues over expenditures	 (40,900)	 (3,568)	 37,332	 (6,597)
Other financing sources (uses):				
Operating transfers in	30,000	30,000	-	30,000
 Net change in fund balance	 (10,900)	 26,432	 37,332	 23,403
Fund balance:				
Beginning of year	40,273	69,576	29,303	46,173
 End of year	 \$ 29,373	 \$ 96,008	 \$ 66,635	 \$ 69,576

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP CEMETERY PERPETUAL SPECIAL REVENUE FUND (25273)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 148,583	\$ 143,388
Interest receivable	<u>242</u>	<u>213</u>
Total assets	<u>\$ 148,825</u>	<u>\$ 143,601</u>
<u>Fund Balance</u>		
Committed for health and sanitation	<u>\$ 148,825</u>	<u>\$ 143,601</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP CEMETERY PERPETUAL SPECIAL REVENUE FUND (25273)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Charges for services:				
Cemetery receipts	\$ 3,000	\$ 4,101	\$ 1,101	\$ 5,369
Miscellaneous:				
Investment income	<u>200</u>	<u>1,123</u>	<u>923</u>	<u>297</u>
Total revenues	3,200	5,224	2,024	5,666
Expenditures:				
Health and sanitation				
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	3,200	5,224	2,024	5,666
Fund balance:				
Beginning of year	<u>141,435</u>	<u>143,601</u>	<u>2,166</u>	<u>137,935</u>
End of year	<u>\$ 144,635</u>	<u>\$ 148,825</u>	<u>\$ 4,190</u>	<u>\$ 143,601</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PARKS IMPACT FEE SPECIAL REVENUE FUND (25252)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 370,248	\$ 440,574
Interest receivable	<u>632</u>	<u>655</u>
Total assets	<u>\$ 370,880</u>	<u>\$ 441,229</u>
<u>Liabilities</u>		
Accounts payable	\$ 16,881	\$ -
<u>Fund Balance</u>		
Restricted for culture and recreation	<u>353,999</u>	<u>441,229</u>
Total liabilities and fund balance	<u>\$ 370,880</u>	<u>\$ 441,229</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PARKS IMPACT FEE SPECIAL REVENUE FUND (25252)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Licenses and permits	\$ -	\$ 1,436	\$ 1,436	\$ 3,100
Miscellaneous:				
Investment income	<u>1,000</u>	<u>3,133</u>	<u>2,133</u>	<u>2,453</u>
Total revenues	1,000	4,569	3,569	5,553
Expenditures:				
Culture and recreation:				
Capital outlay	<u>440,000</u>	<u>91,799</u>	<u>348,201</u>	<u>255,051</u>
Excess (deficiency) of revenues over expenditures	(439,000)	(87,230)	351,770	(249,498)
Fund balance:				
Beginning of year	<u>441,727</u>	<u>441,229</u>	<u>(498)</u>	<u>690,727</u>
End of year	<u>\$ 2,727</u>	<u>\$ 353,999</u>	<u>\$ 351,272</u>	<u>\$ 441,229</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - FIRE IMPACT FEE SPECIAL REVENUE FUND (25251)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 475,127	\$ 465,424
Interest receivable	<u>774</u>	<u>693</u>
Total assets	<u>\$ 475,901</u>	<u>\$ 466,117</u>
<u>Fund Balance</u>		
Restricted for public safety	<u>\$ 475,901</u>	<u>\$ 466,117</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - FIRE IMPACT FEE SPECIAL REVENUE FUND (25251)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Licenses and permits	\$ -	\$ 6,179	\$ 6,179	\$ 6,346
Miscellaneous:				
Investment income	<u>1,000</u>	<u>3,605</u>	<u>2,605</u>	<u>1,707</u>
Total revenues	1,000	9,784	8,784	8,053
Expenditures:				
Public safety:				
Capital outlay	<u>425,000</u>	<u>-</u>	<u>425,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(424,000)	9,784	433,784	8,053
Fund balance:				
Beginning of year	<u>434,064</u>	<u>466,117</u>	<u>32,053</u>	<u>458,064</u>
End of year	<u>\$ 10,064</u>	<u>\$ 475,901</u>	<u>\$ 465,837</u>	<u>\$ 466,117</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - FALL FESTIVAL SPECIAL REVENUE FUND (25217)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ <u>49,822</u>	\$ <u>24,350</u>
<u>Liabilities</u>		
Accrued payroll and benefits	\$ -	\$ 177
<u>Fund Balance</u>		
Committed for culture and recreation	<u>49,822</u>	<u>24,173</u>
Total liabilities and fund balance	\$ <u>49,822</u>	\$ <u>24,350</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - FALL FESTIVAL SPECIAL REVENUE FUND (25217)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Charges for services:				
Event sales/fees	\$ 150,000	\$ 136,264	\$ (13,736)	\$ 128,345
Expenditures:				
Community support:				
Salaries and wages	-	11,779	(11,779)	11,800
Employee benefits	-	1,208	(1,208)	3,032
Services and supplies	150,000	97,628	52,372	89,340
Capital outlay	5,000	-	5,000	-
Total expenditures	155,000	110,615	44,385	104,172
Excess (deficiency) of revenues				
Net change in fund balance	(5,000)	25,649	30,649	24,173
Fund balance:				
Beginning of year	29,700	24,173	(5,527)	-
End of year	\$ 24,700	\$ 49,822	\$ 25,122	\$ 24,173

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For the year ended June 30, 2014

NONMAJOR DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources and payment of notes payable and interest from governmental resources.

TOWN OF PAHRUMP, NEVADA
NONMAJOR - DEBT SERVICE FUND (25391)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	<u>\$ 40,861</u>	<u>\$ 40,845</u>
<u>Fund Balance</u>		
Restricted for debt service	<u>\$ 40,861</u>	<u>\$ 40,845</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES (25391)
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Miscellaneous				
Investment income	\$ -	\$ 16	\$ 16	\$ 17
Expenditures:				
Debt service:				
Principal	42,021	42,021	-	40,382
Interest	3,482	3,482	-	5,121
Total expenditures	45,503	45,503	-	45,503
Excess (deficiency) of revenues over expenditures	(45,503)	(45,487)	16	(45,486)
Other financing sources (uses):				
Operating transfers in	45,503	45,503	-	45,503
Net changes in fund balance	-	16	16	17
Fund balance:				
Beginning of year	40,828	40,845	17	40,828
End of year	\$ 40,828	\$ 40,861	\$ 33	\$ 40,845

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For the year ended June 30, 2014

NONMAJOR CAPITAL PROJECTS FUNDS

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

Special Ad Valorem Fund is used to account for a tax levy to be used specifically for capital improvements.

TV Construction Fund is used to account for the construction of a TV tower for the Town

Arena Fund is used to account for capital improvements of the arena.

**TOWN OF PAHRUMP, NEVADA
NONMAJOR - CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET**

June 30, 2014

(With Comparative Actual Amounts for Year Ended June 30, 2013)

	Special Ad Valorem	TV Construction	Arena	Totals 2014	Totals 2013
<u>Assets</u>					
Pooled cash and investments	\$ 59,744	\$ 67,954	\$ 66,635	\$ 194,333	\$ 347,052
Interest receivable	<u>282</u>	<u>111</u>	<u>106</u>	<u>499</u>	<u>367</u>
Total assets	<u>\$ 60,026</u>	<u>\$ 68,065</u>	<u>\$ 66,741</u>	<u>\$ 194,832</u>	<u>\$ 347,419</u>
<u>Liabilities</u>					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 37,590
<u>Fund Balance</u>					
Restricted for capital projects	<u>60,026</u>	<u>68,065</u>	<u>66,741</u>	<u>194,832</u>	<u>309,829</u>
Total liabilities and fund balance	<u>\$ 60,026</u>	<u>\$ 68,065</u>	<u>\$ 66,741</u>	<u>\$ 194,832</u>	<u>\$ 347,419</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - CAPITAL PROJECTS FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	Special Ad Valorem	TV Construction	Arena	Totals 2014	Totals 2013
Revenues:					
Intergovernmental	\$ 26,946	\$ -	\$ -	\$ 26,946	\$ 52,908
Miscellaneous	<u>1,366</u>	<u>516</u>	<u>4,623</u>	<u>6,505</u>	<u>4,376</u>
Total revenues	28,312	516	4,623	33,451	57,284
Expenditures:					
Capital projects	<u>144,948</u>	<u>-</u>	<u>3,500</u>	<u>148,448</u>	<u>37,590</u>
Excess (deficiency) of revenues over expenditures	(116,636)	516	1,123	(114,997)	19,694
Fund balance:					
Beginning of year	<u>176,662</u>	<u>67,549</u>	<u>65,618</u>	<u>309,829</u>	<u>290,135</u>
End of year	<u>\$ 60,026</u>	<u>\$ 68,065</u>	<u>\$ 66,741</u>	<u>\$ 194,832</u>	<u>\$ 309,829</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL AD VALOREM CAPITAL PROJECTS FUND (25402)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 59,744	\$ 213,986
Interest receivable	<u>282</u>	<u>266</u>
Total assets	<u>\$ 60,026</u>	<u>\$ 214,252</u>
<u>Liabilities</u>		
Accounts payable	\$ -	\$ 37,590
<u>Fund Balance</u>		
Restricted for capital projects	<u>60,026</u>	<u>176,662</u>
Total liabilities and fund balance	<u>\$ 60,026</u>	<u>\$ 214,252</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL AD VALOREM CAPITAL PROJECTS FUND (25402)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Intergovernmental:				
Other	\$ 30,000	\$ 26,946	\$ (3,054)	\$ 35,108
Miscellaneous:				
Investment income	<u>200</u>	<u>1,366</u>	<u>1,166</u>	<u>1,328</u>
Total revenues	30,200	28,312	(1,888)	36,436
Expenditures:				
Capital projects:				
Capital outlay	<u>180,000</u>	<u>144,948</u>	<u>35,052</u>	<u>37,590</u>
Excess (deficiency) of revenues over expenditures	(149,800)	(116,636)	33,164	(1,154)
Fund balance:				
Beginning of year	<u>153,016</u>	<u>176,662</u>	<u>23,646</u>	<u>177,816</u>
End of year	<u>\$ 3,216</u>	<u>\$ 60,026</u>	<u>\$ 56,810</u>	<u>\$ 176,662</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - TV CONSTRUCTION CAPITAL PROJECTS FUND (25412)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 67,954	\$ 67,448
Interest receivable	<u>111</u>	<u>101</u>
Total assets	<u>\$ 68,065</u>	<u>\$ 67,549</u>
<u>Fund Balance</u>		
Restricted for capital projects	<u>\$ 68,065</u>	<u>\$ 67,549</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - TV CONSTRUCTION CAPITAL PROJECTS FUND (25412)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Intergovernmental:				
Grants	\$ -	\$ -	\$ -	\$ 17,800
Miscellaneous:				
Investment income	200	516	316	242
Total revenues	200	516	316	18,042
Expenditures:				
Capital projects:				
Services and supplies	5,000	-	5,000	-
Capital outlay	30,000	-	30,000	-
Total expenditures	35,000	-	35,000	-
Excess (deficiency) of revenues over expenditures	(34,800)	516	35,316	18,042
Fund balance:				
Beginning of year	39,707	67,549	27,842	49,507
End of year	\$ 4,907	\$ 68,065	\$ 63,158	\$ 67,549

TOWN OF PAHRUMP, NEVADA
NONMAJOR - ARENA CAPITAL PROJECTS FUND (25411)
COMPARATIVE BALANCE SHEETS
JUNE 30, 2014 and 2013

	2014	2013
<u>Assets</u>		
Pooled cash and investments	\$ 66,635	\$ 65,618
Interest receivable	<u>106</u>	<u>-</u>
Total assets	<u>\$ 66,741</u>	<u>\$ 65,618</u>
<u>Fund Balance</u>		
Restricted for capital projects	<u>\$ 66,741</u>	<u>\$ 65,618</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - ARENA CAPITAL PROJECTS FUND (25411)
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2014
(With Comparative Actual Amounts for Year Ended June 30, 2013)

	2014		Variance- Positive (Negative)	2013 Actual
	Budget	Actual		
Revenues:				
Miscellaneous:				
Investment income	\$ 200	\$ 588	\$ 388	\$ 306
Rent	<u>3,000</u>	<u>4,035</u>	<u>1,035</u>	<u>2,500</u>
Total revenues	3,200	4,623	1,423	2,806
Expenditures:				
Capital projects:				
Capital outlay	<u>60,000</u>	<u>3,500</u>	<u>56,500</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(56,800)	1,123	57,923	2,806
Fund balance:				
Beginning of year	<u>60,012</u>	<u>65,618</u>	<u>5,606</u>	<u>62,812</u>
End of year	<u>\$ 3,212</u>	<u>\$ 66,741</u>	<u>\$ 63,529</u>	<u>\$ 65,618</u>

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For the year ended June 30, 2014

DANIEL C. McARTHUR, LTD.

Certified Public Accountant

Quail Park III • 501 So. Rancho Dr., Ste. E-30 • Las Vegas, NV 89106 • (702) 385-1899 • FAX (702) 385-9619

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE

Honorable Members of the Town Board
Town of Pahrump, Nevada

I have audited in accordance with auditing standards generally accepted in the United States of America the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Town of Pahrump, Nevada (the Town) as of and for the year ended June 30, 2014, and the notes to the financial statements which collectively comprise the Town's basic financial statements and have issued my report thereon dated January 10, 2015.

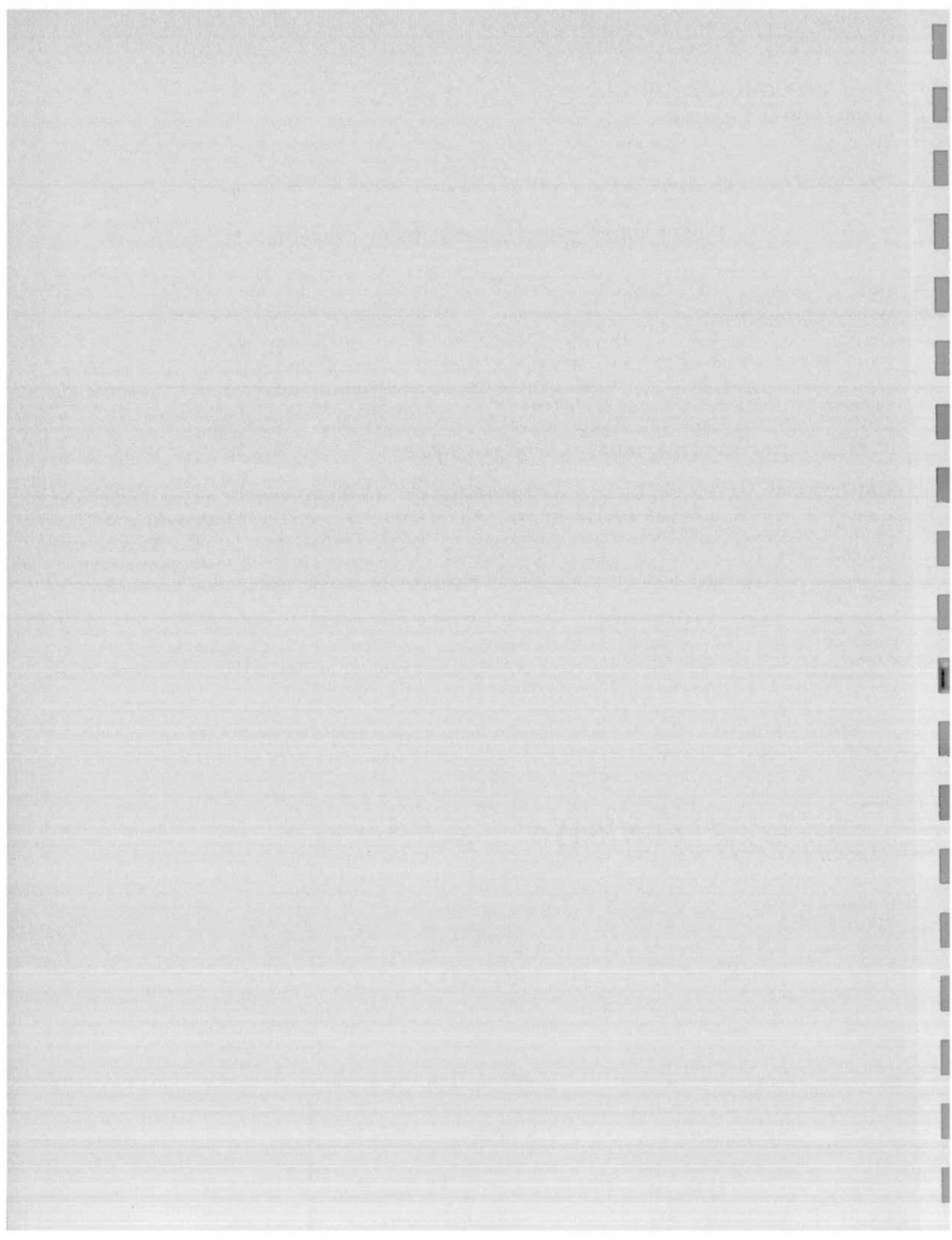
In connection with my audit, nothing came to my attention that caused me to believe that the funds established by the Town as listed in Nevada Revised Statutes (NRS) 354.624 Sec 5 (a) (1) through (5) (II), and NRS 354.6113 failed to comply with the express purposes required by NRS 354.6241 Sec 1 (a), (b), (c), (d), (e), and (f) and NRS 354.6113 Sec 4 (a), (b), (c), and (d), respectively. Nothing came to my attention that caused me to believe there were instances of noncompliance that are required to be reported under Nevada Revised Statutes (NRS) 354.624 Sec 4.

As required by NRS 354.624 Sec 4(a), a schedule of all fees imposed by the Town which were subject to the provisions of NRS 354.5989 is included in Appendix A. As required by NRS 354.6113 Sec 4 and NRS 354.598155 Sec 4 a schedule of capital projects activity is included in Appendix B.

This report is intended solely for the information and use of the Honorable Town Board, management, others within the Town, and the Nevada Department of Taxation, and is not intended to be and should not be used by anyone other than these specified parties.



Las Vegas, Nevada
January 10, 2015



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For the year ended June 30, 2014

TOWN OF PAHRUMP, NEVADA
SCHEDULE OF BUSINESS LICENSE FEES
APPENDIX A
JUNE 30, 2014

Nevada Revised Statutes 354.624 Sec 4(a) requires a schedule of all fees imposed by the Town which are subject to the provisions of NRS 354.5989. The Town charges a business license fee that is subject to NRS 354.5989. During the year ended June 30, 2014, the Town did not raise fees on business licenses subject to the limitations of NRS 354.5989. The annual business license fees are as follows:

Sole Proprietorship	\$ 50
Corporation	75
Large Corporation	100
Limited Liability Company	75
Large Limited Liability Company	100
Partnership	60
Non-Local Business	150
Non-Profit	5

**TOWN OF PAHRUMP, NEVADA
SCHEDULE OF CAPITAL PROJECTS ACTIVITY
APPENDIX B
JUNE 30, 2014**

The following are responses to requirements of NRS 354.6113 and NRS 354.598155:

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

Response

Expenditures were as follows:

Capital Projects Fund:	
Parks Projects	\$ <u>111,982</u>
Special Ad Valorem Capital Projects Fund:	
Fire Truck	\$ <u>140,048</u>
Club Car W/Dump	\$ <u>4,900</u>
Arena Capital Projects Fund:	
Snack Bar Roof	\$ <u>3,500</u>

2. Specify the amount of money that will be deposited in the fund for the next fiscal year.

Response

Capital Projects Fund:	
Interest	\$ 4,000
TV Construction:	
Interest	\$ 200
Special Ad Valorem:	
Taxes	\$ 35,000
Interest	\$ 200
Arena Capital Projects:	
Rent	\$ 3,000
Interest	\$ 200

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

Response

The following costs are planned to be expended during the next fiscal year:

Capital Projects Fund:	
Parks Projects	\$ 1,060,000
T.V. Construction Capital Projects Fund:	
Transmitter Equipment	\$ 45,000
Ad Valorem Capital Projects Fund:	
Equipment	\$ 190,000
Arena Capital Projects	
Equipment	\$ 60,000

4. Identify any planned accumulation of money in the fund.

Response

The Town plans no accumulation of fund balance for future capital needs.

