

TOWN OF PAHRUMP, NEVADA
REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTAL MATERIAL
YEAR ENDED JUNE 30, 2008

**TOWN OF PAHRUMP, NEVADA
 REPORT ON FINANCIAL STATEMENTS
 YEAR ENDED JUNE 30, 2008
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**TOWN OF PAHRUMP, NEVADA
ELECTED TOWN OFFICIALS
JUNE 30, 2008**

CHAIRPERSON

Laurayne C. Murray

TOWN BOARD MEMBERS

John T. McDonald

Nicole Shupp

Dan Sprouse

Don Rust

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

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, 2008, which collectively comprise the Town's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Town's management. 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my 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 of Pahrump, Nevada as of June 30, 2008, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparison for the General Fund, Road Special Revenue Fund, 3/10 Fairgrounds Room Tax Special Revenue Fund and Capital Projects Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Management's discussion and analysis on pages 9 through 16 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. I have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Town of Pahrump, Nevada's basic financial statements. The introductory section and combining and individual fund statements and schedules, as listed in the table of contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, I express no opinion on them.



Las Vegas, Nevada
January 22, 2009

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For the year ended June 30, 2008

Town of Pahrump, Nevada
Management's Discussion and Analysis
June 30, 2008

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

Financial Highlights

The Town's primary revenue sources for governmental activities were ad valorem taxes of \$2,578,641, consolidated taxes of \$847,381, capital grants and contributions of \$1,092,313, and charges for services of \$988,773. These revenue sources comprised 39.04%, 12.83%, 16.54%, and 14.97% respectively, or 83.38% of total governmental activities revenues.

The Town's total governmental expenses were \$8,032,500. The greatest expenses were in the General Government with \$2,076,370 and Public Safety with \$1,690,299. Business-type activities contributed \$2,846,406 to total expenses.

At the end of the fiscal year, the unreserved fund balance for the General Fund was \$1,776,873. This was a decrease of \$109,041 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 are composed of government-wide financial statements, fund financial statements, and accompanying notes. 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 a broad overview of the Town's finances in a manner similar to a private-sector business.

The Statement of Net Assets presents information on all of the Town's assets and liabilities, with the difference between the two reported as net assets. Increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Town is improving or deteriorating.

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

Town of Pahrump, Nevada
Management's Discussion and Analysis
June 30, 2008

Government-wide Financial Statements (Continued)

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, and culture and recreation.

Fund Financial Statements

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

Governmental Funds

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the 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 fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Road Special Revenue Fund, 3/10 Fairgrounds Room Tax Special Revenue Fund and 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 are 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.

Town of Pahrump, Nevada
Management's Discussion and Analysis
June 30, 2008

Proprietary Funds

The Town maintains one type of proprietary 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 an Enterprise Fund to account for its ambulance service activities.

Notes to Financial Statements

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

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information.

It also includes a schedule of budgetary comparisons for both the original and final budgets of the General Fund and other major funds.

The combining statements and individual fund schedules are presented immediately following the required supplementary information.

Town of Pahrump, Nevada
Management's Discussion and Analysis
June 30, 2008

Government-wide Financial Analysis

Net assets of the Town as of June 30, 2008, are summarized and analyzed below:

	Governmental Activities		Business Type Activities		Total Primary Governmental	
	2008	2007	2008	2007	2008	2007
Assets:						
Current and other assets	\$ 8,901,485	\$ 9,077,071	\$2,537,836	\$2,380,633	\$11,439,321	\$11,457,704
Net capital assets	<u>6,166,000</u>	<u>4,692,072</u>	<u>899,784</u>	<u>748,224</u>	<u>7,065,784</u>	<u>5,440,296</u>
Total Assets	<u>15,067,485</u>	<u>13,769,143</u>	<u>3,437,620</u>	<u>3,128,857</u>	<u>18,505,105</u>	<u>16,898,000</u>
Liabilities:						
Current liabilities	1,165,306	1,214,097	145,048	178,961	1,310,354	1,393,058
Long-term liabilities	<u>285,552</u>	<u>357,519</u>	-	-	<u>285,552</u>	<u>357,519</u>
Total Liabilities	<u>1,450,858</u>	<u>1,571,616</u>	<u>145,048</u>	<u>178,961</u>	<u>1,595,906</u>	<u>1,750,577</u>
Net Assets:						
Invested in capital assets, net of related debt	5,797,525	4,253,425	899,784	748,224	6,697,309	5,001,649
Restricted	1,867,085	1,739,439	374,448	116,539	2,241,533	1,855,978
Unrestricted	<u>5,952,017</u>	<u>6,204,663</u>	<u>2,018,340</u>	<u>2,085,133</u>	<u>7,970,357</u>	<u>8,289,796</u>
Total Net Assets	<u>\$13,616,627</u>	<u>\$12,197,527</u>	<u>\$3,292,572</u>	<u>\$2,949,896</u>	<u>\$16,909,199</u>	<u>\$15,147,423</u>

As noted earlier, net assets may serve over time as a useful indicator of the Town's financial position. Assets exceeded liabilities by \$16,909,199 as of June 30, 2008.

A large portion of the Town's net assets, 39.61%, reflects its investment in capital assets (e.g., land, buildings, machinery and equipment, etc.), net of any related debt outstanding used to acquire those assets. The Town uses these 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 restricted net assets represent resources that are subject to restrictions on how they may be used.

The remaining portion of the Town's net assets are unrestricted and may be used to meet the Town's ongoing obligations to citizens and creditors.

Town of Pahrump, Nevada
Management's Discussion and Analysis
June 30, 2008

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

	Governmental Activities		Business Type Activities		Total Primary Governmental	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program revenues:						
Charges for services	\$ 988,773	\$ 1,337,386	\$ 3,062,844	\$ 2,883,585	\$ 4,051,617	\$ 4,220,971
Capital grants and contributions	1,092,313	108,079	60,000	60,000	1,152,313	168,079
General revenues:						
Ad valorem taxes	2,578,641	2,221,278	-	-	2,578,641	2,221,278
Consolidated tax	847,381	952,388	-	-	847,381	952,388
Fuel taxes	289,076	273,039	-	-	289,076	273,039
Room tax	476,465	479,337	-	-	476,465	479,337
Investment income	323,723	408,824	66,238	61,313	389,961	470,137
Other	8,822	20,876	-	-	8,822	20,876
Total revenues	6,605,194	5,801,207	3,189,082	3,004,898	9,794,276	8,806,105
Expenses:						
General government	2,076,370	1,774,178	-	-	2,076,370	1,774,178
Public safety	1,690,299	1,435,797	-	-	1,690,299	1,435,797
Public works	526,122	467,588	-	-	526,122	467,588
Culture and recreation	277,418	232,262	-	-	277,418	232,262
Community support	594,859	513,496	-	-	594,859	513,496
Health and sanitation	5,785	6,960	-	-	5,785	6,960
Other	15,241	18,700	2,846,406	2,390,108	2,861,647	2,408,808
Total expenses	5,186,094	4,448,981	2,846,406	2,390,108	8,032,500	6,839,089
Excess (deficiency) of revenues over expenditures	1,419,100	1,352,226	342,676	614,790	1,761,776	1,967,016
Net assets - beginning	12,197,527	10,845,301	2,949,896	2,335,106	15,147,423	13,180,407
Net assets - ending	<u>\$13,616,627</u>	<u>\$12,197,527</u>	<u>\$ 3,292,572</u>	<u>\$2,949,896</u>	<u>\$16,909,199</u>	<u>\$15,147,423</u>

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

For governmental activities, the largest of these revenues was ad valorem taxes (property tax). The second largest revenue was consolidated taxes (sales tax). The business-type general revenue came from charges for services related to ambulance services.

Town of Pahrump, Nevada
Management's Discussion and Analysis
June 30, 2008

Financial Analysis of the Town's Funds

The Town uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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, unreserved 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 \$7,873,969. Approximately 28.86% of fund balances \$2,273,081 constitute unreserved undesignated fund balance. The remainder of the fund balance is reserved or designated to indicate that it is not available for new spending because it has already been committed.

The General Fund is the chief operating fund of the Town. At the end of the current fiscal year, the unreserved undesignated fund balance of the General Fund was \$727,237. The total fund balance was \$2,076,873.

Key factors in the change in fund balance in the General Fund are as follows:

Revenues increased by \$208,999, or 5.88%. Property tax revenue increased by \$323,065 or 15.46%. Intergovernmental revenues decreased by \$81,423 or 9.22%, due to decreased consolidated taxes (sales tax).

Expenditures increased by \$474,697 or 15.26%. General Government expenditures increased by \$328,149 or 19.80%. The increase was mainly attributed to an increase in staffing, service and supply costs, and capital outlay for new equipment. Public Safety expenditures increased by \$161,376 or 11.36%. The increase was mainly attributed to an increase in staffing, service and supply costs, and capital outlay for new equipment.

Capital Assets and Debt Administration

Capital Assets

The Town's investment in capital assets, net of accumulated depreciation at June 30, 2008, was \$6,166,000 in governmental activities and \$899,784 in business-type activities. Detail by type of activity and asset is summarized in the following table.

**Town of Pahrump, Nevada
Management's Discussion and Analysis
June 30, 2008**

A summary of changes in capital assets for the year ended June 30, 2008 follows:

Governmental Activities:

	<u>Balance June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2008</u>
Capital assets not being depreciated:				
Land	\$ 1,452,355	\$1,165,655	\$ 0	\$ 2,618,010
Capital assets being depreciated:				
Building	2,668,553	5,350	0	2,673,903
Equipment	<u>3,478,333</u>	<u>770,309</u>	<u>0</u>	<u>4,248,642</u>
Total capital assets being depreciated	<u>6,146,886</u>	<u>775,659</u>	<u>0</u>	<u>6,922,545</u>
Less accumulated depreciation for:				
Building	1,192,092	71,324	0	1,263,416
Equipment	<u>1,715,077</u>	<u>396,062</u>	<u>0</u>	<u>2,111,139</u>
Total accumulated depreciation	<u>2,907,169</u>	<u>467,386</u>	<u>0</u>	<u>3,374,555</u>
Total capital assets being depreciated, net	<u>3,239,717</u>	<u>308,273</u>	<u>0</u>	<u>3,547,990</u>
Governmental activities assets, net	<u>\$ 4,692,072</u>	<u>\$1,473,928</u>	<u>\$ 0</u>	<u>\$ 6,166,000</u>

Business-type Activities:

	<u>Balance June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2008</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>1,157,714</u>	<u>264,841</u>	<u>0</u>	<u>1,422,555</u>
Total capital assets being depreciated	<u>1,637,714</u>	<u>264,841</u>	<u>0</u>	<u>1,902,555</u>
Less accumulated depreciation for:				
Building	130,667	16,000	0	146,667
Equipment	<u>878,823</u>	<u>97,281</u>	<u>0</u>	<u>976,104</u>
Total accumulated depreciation	<u>1,009,490</u>	<u>113,281</u>	<u>0</u>	<u>1,122,771</u>
Total capital assets being depreciated, net	<u>628,224</u>	<u>151,560</u>	<u>0</u>	<u>779,784</u>
Business-type activities assets, net	<u>\$ 748,224</u>	<u>\$ 151,560</u>	<u>\$ 0</u>	<u>\$ 899,784</u>

**Town of Pahrump, Nevada
Management's Discussion and Analysis
June 30, 2008**

Debt Administration

A summary of changes in long-term debt for the year ended June 30, 2008 follows:

Governmental Activities:

	Balance <u>July 1, 2007</u>	Net Additions (Reductions)	Balance <u>June 30, 2008</u>
Accrued compensated absences	\$ 176,695	\$ (12,774)	\$ 163,921
Notes payable	<u>425,204</u>	<u>(69,066)</u>	<u>356,138</u>
Total	<u>\$ 601,899</u>	<u>\$ (81,840)</u>	<u>\$ 520,059</u>

Business Type Activities:

Accrued compensated absences	<u>\$ 69,841</u>	<u>\$ (18,364)</u>	<u>\$ 51,477</u>
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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 89048

TOWN OF PAHRUMP, NEVADA
STATEMENT OF NET ASSETS
June 30, 2008

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets:			
Cash and cash equivalents	\$ 8,214,393	\$ 1,508,085	\$ 9,722,478
Interest receivable	77,899	14,597	92,496
Taxes receivable	155,629	-	155,629
Prepaid expenses	134,521	-	134,521
Due from other governments	319,043	-	319,043
Accounts receivable	-	640,706	640,706
Restricted assets - cash	-	374,448	374,448
Capital assets net of accumulated depreciation	<u>6,166,000</u>	<u>899,784</u>	<u>7,065,784</u>
Total assets	<u>15,067,485</u>	<u>3,437,620</u>	<u>18,505,105</u>
Liabilities:			
Accounts payable	755,394	12,426	767,820
Accrued payroll and benefits	162,311	81,145	243,456
Accrued compensated absences	163,921	51,477	215,398
Deferred interest	757	-	757
Current portion of long-term debt:			
Notes payable	70,586	-	70,586
Interest payable	<u>12,337</u>	<u>-</u>	<u>12,337</u>
Total current liabilities	1,165,306	145,048	1,310,354
Long-term liabilities:			
Notes payable	<u>285,552</u>	<u>-</u>	<u>285,552</u>
Total liabilities	<u>1,450,858</u>	<u>145,048</u>	<u>1,595,906</u>
Fund equity/Net assets:			
Invested in capital assets, net of debt	5,797,525	899,784	6,697,309
Restricted for:			
Capital projects	1,534,200	374,448	1,908,648
Debt service	32,885	-	32,885
Other purposes	300,000	-	300,000
Unrestricted	<u>5,952,017</u>	<u>2,018,340</u>	<u>7,970,357</u>
Total net assets	<u>\$ 13,616,627</u>	<u>\$ 3,292,572</u>	<u>\$ 16,909,199</u>

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

TOWN OF PAHRUMP, NEVADA
STATEMENT OF ACTIVITIES
June 30, 2008

Functions/Programs	Expenses	Program Revenues		Changes in Net Assets		Total
		Charges for Service	Capital Grants and Contributions	Governmental Activities	Business-type Activities	
Primary governments:						
General government	\$ (2,076,370)	\$ 577,086	\$ 4,500	\$ (1,494,784)	\$ -	\$ (1,494,784)
Public safety	(1,690,299)	68,806	226,471	(1,395,022)	-	(1,395,022)
Public works	(526,122)	-	211,694	(314,428)	-	(314,428)
Health and sanitation	(5,785)	22,070	-	16,285	-	16,285
Culture and recreation	(277,418)	101,964	-	(175,454)	-	(175,454)
Community support	(594,859)	218,847	649,648	273,636	-	273,636
Debt service:						
Interest	(15,241)	-	-	(15,241)	-	(15,241)
Total governmental activities	(5,186,094)	988,773	1,092,313	(3,105,008)	-	(3,105,008)
Business-type activities:						
Ambulance	(2,846,406)	3,062,844	60,000	-	276,438	276,438
Total primary governments	<u>\$ (8,032,500)</u>	<u>\$ 4,051,617</u>	<u>\$ 1,152,313</u>	<u>(3,105,008)</u>	<u>276,438</u>	<u>(2,828,570)</u>
General Revenues:						
Property taxes				2,578,641	-	2,578,641
Fuel tax				289,076	-	289,076
Room tax				476,465	-	476,465
Consolidated taxes				847,381	-	847,381
Investment income				323,723	66,238	389,961
Miscellaneous				8,822	-	8,822
Total general revenues and transfers				<u>4,524,108</u>	<u>66,238</u>	<u>4,590,346</u>
Change in net assets				1,419,100	342,676	1,761,776
Net assets - beginning of year				<u>12,197,527</u>	<u>2,949,896</u>	<u>15,147,423</u>
Net assets - end of year				<u>\$ 13,616,627</u>	<u>\$ 3,292,572</u>	<u>\$ 16,909,199</u>

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

TOWN OF PAHRUMP, NEVADA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2008

	Major Funds			
	General Fund	Road Special Revenue Fund	3/10 Fairgrounds Room Tax Fund	Capital Projects Fund
<u>ASSETS</u>				
Pooled cash and investments	\$ 1,936,232	\$ 514,894	\$ 1,070,137	\$ 1,227,477
Interest receivable	21,703	6,112	8,380	11,058
Taxes receivable	117,796	-	-	-
Room taxes receivable	-	-	11,643	-
Prepaid insurance	124,521	-	-	-
Prepaid legal	10,000	-	-	-
Due from other governments	186,109	70,315	-	-
Due from other funds	35,643	-	-	-
Total assets	<u>\$ 2,432,004</u>	<u>\$ 591,321</u>	<u>\$ 1,090,160</u>	<u>\$ 1,238,535</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 108,817	\$ 591,321	\$ 4,396	\$ -
Accrued payroll and benefits	141,148	-	-	-
Deferred interest	-	-	-	-
Deferred taxes	105,166	-	-	-
Due to other funds	-	-	-	-
Total liabilities	<u>355,131</u>	<u>591,321</u>	<u>4,396</u>	<u>-</u>
<u>FUND BALANCE</u>				
Reserved for:				
Debt service	-	-	-	-
Claims and judgments	300,000	-	-	-
Unreserved:				
Designated for subsequent year	1,049,636	-	780,992	935,159
Undesignated	727,237	-	304,772	303,376
Total fund balance	<u>2,076,873</u>	<u>-</u>	<u>1,085,764</u>	<u>1,238,535</u>
Total liabilities and fund balance	<u>\$ 2,432,004</u>	<u>\$ 591,321</u>	<u>\$ 1,090,160</u>	<u>\$ 1,238,535</u>

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

Other Governmental Funds		Totals
\$ 3,465,653	\$ 8,214,393	
30,646	77,899	
4,359	122,155	
21,831	33,474	
-	124,521	
-	10,000	
62,619	319,043	
-	35,643	
<u>\$ 3,585,108</u>	<u>\$ 8,937,128</u>	
\$ 50,860	\$ 755,394	
21,163	162,311	
757	757	
3,888	109,054	
<u>35,643</u>	<u>35,643</u>	
<u>112,311</u>	<u>1,063,159</u>	
32,885	32,885	
-	300,000	
2,502,216	5,268,003	
<u>937,696</u>	<u>2,273,081</u>	
<u>3,472,797</u>	<u>7,873,969</u>	
<u>\$ 3,585,108</u>	<u>\$ 8,937,128</u>	

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

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For the year ended June 30, 2008

TOWN OF PAHRUMP, NEVADA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
June 30, 2008

Total fund balance - governmental funds **\$ 7,873,969**

Amounts reported for governmental activities in the statement of net assets 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 assets. 6,166,000

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds. 109,054

Certain liabilities (such as bonds payable and capital leases payable) 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 assets. (368,475)

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 Assets. (163,921)

Total net assets - governmental activities **\$ 13,616,627**

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, 2008

	Major Funds			
	General Fund	Road Special Revenue Fund	3/10 Fairgrounds Room Tax Fund	Capital Projects Fund
Revenues:				
Taxes	\$ 2,412,719	\$ -	\$ 165,735	\$ -
Fines and forfeitures	43,973	-	-	-
Licenses and permits	403,321	-	-	-
Intergovernmental	802,156	289,076	649,648	-
Charges for services	-	-	-	-
Other revenues	103,355	23,751	35,823	48,376
Total revenues	<u>3,765,524</u>	<u>312,827</u>	<u>851,206</u>	<u>48,376</u>
Expenditures:				
Current:				
General government	1,985,180	-	-	-
Public safety	1,581,788	-	-	-
Public works	-	312,827	-	-
Culture and recreation	18,274	-	-	-
Community support	-	-	1,184,172	-
Health and sanitation	-	-	-	-
Capital projects	-	-	-	-
Debt service:				
Principal	-	-	-	-
Interest	-	-	-	-
Total expenditures	<u>3,585,242</u>	<u>312,827</u>	<u>1,184,172</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>180,282</u>	<u>-</u>	<u>(332,966)</u>	<u>48,376</u>
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	<u>(89,323)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(89,323)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	90,959	-	(332,966)	48,376
Fund balance:				
Beginning of year	<u>1,985,914</u>	<u>-</u>	<u>1,418,730</u>	<u>1,190,159</u>
End of year	<u>\$ 2,076,873</u>	<u>\$ -</u>	<u>\$ 1,085,764</u>	<u>\$ 1,238,535</u>

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

Other	
Governmental	
Funds	Totals
\$ 401,952	\$ 2,980,406
-	43,973
278,300	681,621
517,216	2,258,096
256,024	256,024
<u>132,895</u>	<u>344,200</u>
<u>1,586,387</u>	<u>6,564,320</u>
207,871	2,193,051
-	1,581,788
211,694	524,521
199,333	217,607
563,211	1,747,383
5,785	5,785
387,420	387,420
67,685	67,685
<u>17,728</u>	<u>17,728</u>
<u>1,660,727</u>	<u>6,742,968</u>
<u>(74,340)</u>	<u>(178,648)</u>
89,323	89,323
-	<u>(89,323)</u>
<u>89,323</u>	-
14,983	(178,648)
<u>3,457,814</u>	<u>8,052,617</u>
<u>\$ 3,472,797</u>	<u>\$ 7,873,969</u>

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

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For the year ended June 30, 2008

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, 2008

Net Change in Fund Balance - Governmental Funds **\$ (178,648)**

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 assets and allocated over the estimated useful lives as annual depreciation expenses in the statement of activities. 1,473,928

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. 40,874

The issuance of long-term debt (e.g., bonds) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and 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. 69,066

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. 13,880

Change in net assets of governmental activities **\$ 1,419,100**

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
YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Property taxes	\$ 2,365,236	\$ 2,403,221	\$ 2,412,719	\$ 9,498
Fines and fees	25,000	25,000	43,973	18,973
Licenses and permits:				
Franchise fees	145,000	145,000	149,876	4,876
Gaming licenses	245,000	245,000	240,825	(4,175)
Liquor licenses	10,000	10,000	12,620	2,620
Total licenses and permits	400,000	400,000	403,321	3,321
Intergovernmental:				
Consolidated tax	963,000	963,000	785,805	(177,195)
Grants	-	-	16,351	16,351
Total intergovernmental	963,000	963,000	802,156	(160,844)
Other:				
Investment income	90,000	90,000	89,173	(827)
Rental	500	500	860	360
Donations	4,500	4,500	4,500	-
Miscellaneous	5,000	5,000	8,822	3,822
Total other	100,000	100,000	103,355	3,355
Total revenues	3,853,236	3,891,221	3,765,524	(125,697)

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, 2008

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures:				
General government:				
Administration:				
Salaries and wages	\$ 430,000	\$ 430,000	\$ 364,824	\$ 65,176
Employee benefits	195,500	195,500	144,482	51,018
Services and supplies	470,000	470,000	435,852	34,148
Capital outlay	75,000	75,000	11,753	63,247
Total administration	<u>1,170,500</u>	<u>1,170,500</u>	<u>956,911</u>	<u>213,589</u>
Buildings and grounds:				
Salaries and wages	467,000	467,000	466,591	409
Employee benefits	190,500	190,500	190,851	(351)
Services and supplies	350,000	350,000	270,953	79,047
Capital outlay	165,000	165,000	99,874	65,126
Total buildings and grounds	<u>1,172,500</u>	<u>1,172,500</u>	<u>1,028,269</u>	<u>144,231</u>
Total general government	<u>2,343,000</u>	<u>2,343,000</u>	<u>1,985,180</u>	<u>357,820</u>
Public safety:				
Fire department:				
Salaries and wages	1,012,000	1,012,000	801,982	210,018
Employee benefits	532,500	532,500	380,893	151,607
Services and supplies	344,450	344,450	171,714	172,736
Capital outlay	225,000	225,000	227,199	(2,199)
Total public safety	<u>2,113,950</u>	<u>2,113,950</u>	<u>1,581,788</u>	<u>532,162</u>
Culture and recreation:				
Television:				
Services and supplies	20,500	20,500	8,627	11,873
Arena and fair activities:				
Services and supplies	30,000	30,000	9,647	20,353
Capital outlay	5,000	5,000	-	5,000
Total arena and fair activities	<u>35,000</u>	<u>35,000</u>	<u>9,647</u>	<u>25,353</u>
Total culture and recreation	<u>55,500</u>	<u>55,500</u>	<u>18,274</u>	<u>37,226</u>
Contingency	<u>60,000</u>	<u>60,000</u>	<u>-</u>	<u>60,000</u>
Total expenditures	<u>4,572,450</u>	<u>4,572,450</u>	<u>3,585,242</u>	<u>987,208</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, 2008

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Excess (deficiency) of revenues over expenditures	\$ (719,214)	\$ (681,229)	\$ 180,282	\$ 861,511
Other financing sources (uses):				
Operating transfers out	<u>(99,323)</u>	<u>(99,323)</u>	<u>(89,323)</u>	<u>10,000</u>
Net change in fund balance	(818,537)	(780,552)	90,959	871,511
Fund balance:				
Beginning of year	<u>1,439,600</u>	<u>1,439,600</u>	<u>1,985,914</u>	<u>546,314</u>
End of year	<u>\$ 621,063</u>	<u>\$ 659,048</u>	<u>\$ 2,076,873</u>	<u>\$ 1,417,825</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, 2008

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Intergovernmental:				
Gas tax \$1.75	\$ 325,000	\$ 325,000	\$ 289,076	\$ (35,924)
Other:				
Investment income	-	-	23,751	23,751
Total revenues	325,000	325,000	312,827	(12,173)
Expenditures:				
Public works:				
Services and supplies	325,000	325,000	312,827	12,173
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 - 3/10 FAIR GROUNDS ROOM TAX SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2008

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Room tax	\$ 150,000	\$ 150,000	\$ 165,735	\$ 15,735
Intergovernmental:				
Grant income	1,100,000	1,100,000	649,648	(450,352)
Other:				
Investment income	<u>25,000</u>	<u>25,000</u>	<u>35,823</u>	<u>10,823</u>
Total revenues	<u>1,275,000</u>	<u>1,275,000</u>	<u>851,206</u>	<u>(423,794)</u>
Expenditures:				
Community support:				
Services and supplies	-	-	31,648	(31,648)
Capital outlay	<u>2,575,000</u>	<u>2,575,000</u>	<u>1,152,524</u>	<u>1,422,476</u>
Total expenditures	<u>2,575,000</u>	<u>2,575,000</u>	<u>1,184,172</u>	<u>1,390,828</u>
Excess (deficiency) of revenues over expenditures	(1,300,000)	(1,300,000)	(332,966)	967,034
Fund balance:				
Beginning of year	<u>1,339,512</u>	<u>1,339,512</u>	<u>1,418,730</u>	<u>79,218</u>
End of year	<u>\$ 39,512</u>	<u>\$ 39,512</u>	<u>\$ 1,085,764</u>	<u>\$ 1,046,252</u>

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

**TOWN OF PAHRUMP, NEVADA
MAJOR FUND - CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2008**

	Budget		Actual	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Other:				
Investment income	\$ 45,000	\$ 45,000	\$ 48,376	\$ 3,376
Expenditures:				
Capital projects	<u>1,300,000</u>	<u>1,300,000</u>	<u>-</u>	<u>1,300,000</u>
Excess (deficiency) of revenues over expenditures	(1,255,000)	(1,255,000)	48,376	1,303,376
Fund balance:				
Beginning of year	<u>1,331,827</u>	<u>1,331,827</u>	<u>1,190,159</u>	<u>(141,668)</u>
End of year	<u>\$ 76,827</u>	<u>\$ 76,827</u>	<u>\$ 1,238,535</u>	<u>\$ 1,161,708</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 ASSETS
 June 30, 2008**

2008

Assets

Current assets:

Pooled cash and investments	\$ 1,508,085
Interest receivable	14,597
Accounts receivable, net of allowance for uncollectibles	<u>640,706</u>
Total current assets	<u>2,163,388</u>

Restricted assets:

Cash	<u>374,448</u>
------	----------------

Fixed assets:

Land	120,000
Building	480,000
Vehicles	1,098,448
Equipment	324,107
Less accumulated depreciation	<u>(1,122,771)</u>
Total fixed assets, net of depreciation	<u>899,784</u>

Total assets	<u>3,437,620</u>
--------------	------------------

Liabilities

Accounts payable	12,426
Accrued payroll	81,145
Compensated absences	<u>51,477</u>

Total liabilities	<u>145,048</u>
-------------------	----------------

Net assets

Invested in capital assets	899,784
Reserved for capital assets	374,448
Unreserved	<u>2,018,340</u>

Total net assets	<u>\$ 3,292,572</u>
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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 ASSETS
 YEAR ENDED JUNE 30, 2008**

2008

Revenues:

Charges for services:

Ambulance fees, net of contractual adjustments	<u>\$ 3,062,844</u>
--	---------------------

Expenses:

Salaries and wages	989,907
Employee benefits	570,386
Services and supplies	255,058
Depreciation	113,281
Bad debt	<u>917,774</u>

Total expenses	<u>2,846,406</u>
----------------	------------------

Operating income (loss)	<u>216,438</u>
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Non-operating revenue (expenses):

Grants	60,000
Investment income	<u>66,238</u>

Total non-operating revenue (expense)	<u>126,238</u>
---------------------------------------	----------------

Net income (loss)	342,676
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Net assets:

Beginning of year	<u>2,949,896</u>
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End of year	<u>\$ 3,292,572</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, 2008

**TOWN OF PAHRUMP, NEVADA
 PROPRIETARY FUND TYPE
 MAJOR FUND - AMBULANCE ENTERPRISE FUND
 STATEMENT OF CASH FLOWS
 YEAR ENDED JUNE 30, 2008**

	2008
Cash flows from operating activities:	
Cash received from customers	\$ 2,064,331
Cash paid for service and supplies	(293,267)
Cash paid for employees and benefits	<u>(1,555,997)</u>
Net cash (used) by operating activities	<u>215,067</u>
Cash flows from capital and related financing activities:	
Purchase of fixed assets	(264,841)
Grant - Nye County	<u>60,000</u>
Net cash provided by capital and related financing activities	<u>(204,841)</u>
Cash flows from investing activities:	
Interest received	<u>63,016</u>
Net (decrease) in cash	73,242
Cash:	
Beginning of year	<u>1,809,291</u>
End of year	<u>\$ 1,882,533</u>
Reconciliation of operating (loss) to net cash (used) by operating activities:	
Operating Income	<u>\$ 216,438</u>
Adjustments to reconcile operating (loss) to net cash (used) by operating activities:	
Depreciation	113,281
Changes in assets and liabilities:	
(Increase) decrease in accounts receivable	(80,739)
Increase (decrease) in accounts payable	(38,209)
Increase (decrease) in accrued payroll	22,660
Increase (decrease) in compensated absences	<u>(18,364)</u>
Total adjustments	<u>(1,371)</u>
Net cash (used) by operating activities	<u>\$ 215,067</u>

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

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2008

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). Governments are also required to follow the pronouncements of the Financial Accounting Standards Board (FASB) issued through November 30, 1989 (when applicable) that do not conflict with or contradict GASB pronouncements. Although the Town has the option to apply FASB pronouncements issued after that date to its business-type activities and enterprise funds, the Town has chosen not to do so. The more significant accounting policies established in GAAP and used by the Town are discussed below.

1. Reporting Entity

The Town is governed by an elected five member council. As required by generally accepted accounting principles, these financial statements present the Town's funds for which the Town is considered to be financially accountable. There were no component units of the Town at June 30, 2008. The Town is not included in any other governmental reporting entity as a component unit as defined by Governmental Accounting Standards Board pronouncements.

2. Basic Financial Statements

The Town's basic financial statements consist of government-wide statements and the fund financial statements. The government-wide statements include a Statement of Net Assets and a Statement of Activities. The fund financial statements include financial information for the two fund types: governmental and proprietary. Reconciliations between the fund statements, the Statement of Net Assets, and the Statement of Activities are also included along with Statements of Revenues, Expenditures and Changes in Fund Balances for the Town's General Fund and its other major funds.

3. Government-wide Financial Statements

The government-wide financial statements are made up of the Statement of Net Assets 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. For the most part, the effect of interfund activity has been removed from these statements.

The Statement of Net Assets 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 is 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. Program revenues include operating grants and contributions and investment earnings legally restricted to support a specific program. Taxes and other revenues not included among program revenues are reported instead as general revenues. This statement provides a net cost or net revenue of specific programs and functions within the Town. Those functions with a net cost are generally dependent on general-purpose tax revenues, such as property tax, to remain operational.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Fund Financial Statements

The financial accounts of the Town are organized on the basis of funds. Each 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, fund equity, revenues, and expenditures or expenses, as appropriate. Separate financial statements are provided for governmental funds and proprietary funds.

The presentation emphasis in the fund financial statements is on major funds for governmental funds. Major individual governmental funds are required to be reported in separate columns on the fund financial statements. Major funds are determined based on minimum criteria set forth in GASB Statement Number 34. The Town may also display other funds as major funds if it believes the presentation will provide useful information to the users of the financial statements.

5. Measurement Focus, Basis of Accounting, and Basis of Presentation

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

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. Gross receipts and sales taxes 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.

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

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

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 cost 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 the highways and streets improvement and maintenance.

3/10 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.

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 major proprietary fund types:

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

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

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Pahrump Ambulance Fund are customer charges. Expenses are those required to provide the service. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Assets, Liabilities, and Equity

a. Deposits and Investments

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

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 which is included in revenue from local sources on the combined Statement of Revenues, Expenditures, and Changes in Fund Balance. (See Note D1).

Nevada Revised Statutes authorize the Town to invest in:

- i. Obligations of the U.S. Treasury and U.S. Agencies in which the maturity dates do not extend more than ten years from the date purchased.
- ii. Negotiable certificates of deposit issued by commercial banks or insured savings and loan associations (those over \$100,000 must be fully collateralized).
- iii. Negotiable notes or short-term negotiable bonds issued by local governments within Nevada.
- iv. Eligible bankers' acceptances which do not exceed 180 days maturity and do not exceed 20 percent of the portfolio.
- v. 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.
- vi. The State of Nevada's Local Government Investment Pool.
- vii. 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.
- viii. 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
- ix.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Assets, Liabilities, and Equity (Continued)

b. Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "interfund receivables/payables" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds".

Advances between funds are offset by a fund balance reserve account in applicable governmental funds to indicate they are not available for appropriation and are not expendable available financial resources.

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)

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. There were no material prepaid expenses as of June 30, 2008.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Assets, Liabilities, and Equity (Continued)

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.

e. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$1,000 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. (See note D3)

Capital assets are being 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

GASB No. 34 requires the Town to report and depreciate new infrastructure assets. 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 retroactive reporting of infrastructure is subject to an extended implementation period and is first effective for fiscal years ending in 2007. The Town is required to capitalize and report its major general infrastructure assets acquired in the fiscal years ending after June 30, 1980. In addition, infrastructure assets acquired before June 30, 1980 that received significant reconstruction must be capitalized. The Town of Pahrump, Nevada has no infrastructure assets that were acquired or reconstructed that must be capitalized.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Assets, Liabilities, and Equity (Continued)

f. 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. 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. (See Note D5) Vacation leave and sick leave included in accrued liabilities and recorded as expenditures in governmental fund types is the amount normally liquidated from "available spendable resources".

In proprietary funds, compensated absences are recorded when the liabilities are incurred. In governmental funds, the current portion is recorded as payroll expenditure. The estimated long-term liability for compensated absences is accounted for in the government-wide financial statements.

g. 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 statements of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt. Deferred losses related to the refunding of debt are reported as a deferred charge component of bonds payable and 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 other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

h. Fund Equity

In the fund financial statements, reservations of fund balance represent amounts that are not appropriable or are legally segregated for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Assets, Liabilities, and Equity (Continued)

i. Net Assets

In the government-wide statements, net assets on the Statement of Net Assets include the following:

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

This is the component of net assets 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.

(ii) Restricted Assets

This is the component of net assets that reports the constraints placed on the use of assets by either external parties and/or enabling legislation. Designations of fund balance represent tentative management plans that are subject to change.

(iii) Unrestricted

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

j. Comparative Data/Reclassifications

Comparative total data for the prior year has been presented in selected sections of the accompanying financial statements in order 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.

k. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the period. Actual results could differ from those estimates.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

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 Assets

The governmental funds Balance Sheet includes reconciliation between fund balances - total governmental funds and net assets - governmental activities as reported in the government-wide Statement of Net Assets. One element of the reconciliation explains that “certain liabilities are not reported in this fund financial statement because they are not due and payable.” The details of this difference are as follows:

Bond payable	\$ 356,138
Interest payable	<u>12,337</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 368,475</u>

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

The governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances includes reconciliation between net changes in fund balances - total governmental funds and changes in net assets of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains that “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 Assets 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	\$ 1,941,314
Depreciation expense	<u>(467,386)</u>
Net adjustment to reduce net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ 1,473,928</u>

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

General obligation debt principal payments	<u>\$ 69,066</u>
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TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

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

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

Another element of that reconciliation states that “Generally expenditures recognized in the 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	\$ 12,774
Accrued interest	<u>1,106</u>
	<u>\$ 13,880</u>

C. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. Budgetary Information

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for all funds. All annual appropriations lapse at fiscal year end.

The Town uses the following procedures to establish, modify, and control the budgetary data presented in the financial statements:

- a. Prior to April 15, the Town submits to the Nevada State Department of Taxation the tentative budget for the next fiscal year, commencing on July 1. The budget, as submitted, contains the proposed expenditures and means of financing them.
- b. The Nevada State Department of Taxation notifies the Town of its acceptance of the budget.
- c. Public hearings are conducted on the third Thursday in May.
- d. After all changes have been noted and hearings closed, the Town adopts the budget on or before June 1.
- e. Whenever such an action does not increase the total appropriation for any fiscal year and is not in conflict with other statutory provisions, the Town may transfer appropriations within any function or program or between functions or programs within a fund, if:
 1. The governing body is advised of the action at the next regular meeting; and
 2. The action is recorded in the official minutes of the meeting.
- f. Increases to a fund’s budget (augmentations) other than by transfers must be approved by the Town Board.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

C. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)

1. Budgetary Information (Continued)

- g. Statutory regulations require budget control to be exercised at the function level within the General Fund or at the fund level for other funds.
- h. There were no budgets augmentations for the year ended June 30, 2008.
- i. All appropriations lapse at the end of the fiscal year. Encumbrances are re-appropriated in the ensuing fiscal year.

D. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS

1. Deposits and Investments

The Town's cash and investments are held under the custody of the County Treasurer of Nye County, Nevada. This is required by Nevada Revised Statutes. Detailed information concerning collateral to cover deposits is contained in the annual financial report of Nye County, Nevada.

Investments made by the Nye County Treasurer from funds of the Town are a part of a pooled investment fund. Monthly interest is apportioned to the Town based on the average balance invested. Risk categories for invested funds are contained in the annual financial report of Nye County.

Pursuant to policy established by the Nye County Treasurer in accordance with Nevada Revised Statutes Chapter 355.168, the Town has elected to be a part of the Nye County Treasurer's Investment Pool. Any local government within Nye County whose money is held under the custody of the Nye County Treasurer may invest its money with the investment 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 A3a)**

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

D. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

1. Deposits and Investments (Continued)

Interest is apportioned to the Town 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 pool balance as of June 30, 2008.

A reconciliation of cash and investments as shown on the Statement of Net Assets follows:

Cash on hand	\$ 520,361
Carrying amount of cash and investments	<u>9,576,565</u>
Total	<u>\$10,096,926</u>
Cash and cash equivalents	\$ 9,722,478
Restricted cash	<u>374,448</u>
Total	<u>\$10,096,926</u>

2. Receivables

Receivables as of June 30, 2008 are as follows:

	<u>General</u>	<u>Road</u>	<u>Fairgrounds Room Tax</u>	<u>Capital Projects</u>	<u>Enterprise fund</u>	<u>Other Nonmajor funds</u>	<u>Total</u>
Receivables:							
Interest receivable	\$ 21,703	\$ 6,112	\$ 8,380	\$ 11,058	\$ 14,597	\$ 30,646	\$ 92,496
Delinquent taxes	117,796	0	0	0	0	4,359	122,155
Room tax receivable	0	0	11,643	0	0	21,831	33,474
Due from other governments	186,109	70,315	0	0	0	62,619	319,043
Gross receivables	0	0	0	0	5,785,194	0	5,785,194
Less: allowance for Uncollectibles	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(4,844,488)</u>	<u>0</u>	<u>(4,844,488)</u>
 Net Total receivables	 <u>\$ 325,608</u>	 <u>\$ 76,427</u>	 <u>\$ 20,023</u>	 <u>\$ 11,058</u>	 <u>\$ 955,303</u>	 <u>\$ 119,455</u>	 <u>\$1,507,874</u>

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

D. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

3. Capital Assets

A summary of changes in capital assets for the year ended June 30, 2008 follows:

Governmental Activities:

	<u>Balance</u> <u>June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2008</u>
Capital assets not being depreciated:				
Land	\$ 1,452,355	\$1,165,655	\$ 0	\$ 2,618,010
Capital assets being depreciated:				
Building	2,668,553	5,350	0	2,673,903
Equipment	3,478,333	770,309	0	4,248,642
Total capital assets being depreciated	<u>6,146,886</u>	<u>775,659</u>	<u>0</u>	<u>6,922,545</u>
Less accumulated depreciation for:				
Building	1,192,092	71,324	0	1,263,416
Equipment	1,715,077	396,062	0	2,111,139
Total accumulated depreciation	<u>2,907,169</u>	<u>467,386</u>	<u>0</u>	<u>3,374,555</u>
Total capital assets being depreciated, net	<u>3,239,717</u>	<u>308,273</u>	<u>0</u>	<u>3,547,990</u>
Governmental activities assets, net	<u>\$ 4,692,072</u>	<u>\$1,473,928</u>	<u>\$ 0</u>	<u>\$ 6,166,000</u>

Business-type Activities:

	<u>Balance</u> <u>June 30, 2007</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2008</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	1,157,714	264,841	0	1,422,555
Total capital assets being depreciated	<u>1,637,714</u>	<u>264,841</u>	<u>0</u>	<u>1,902,555</u>
Less accumulated depreciation for:				
Building	130,667	16,000	0	146,667
Equipment	878,823	97,281	0	976,104
Total accumulated depreciation	<u>1,009,490</u>	<u>113,281</u>	<u>0</u>	<u>1,122,771</u>
Total capital assets being depreciated, net	<u>628,224</u>	<u>151,560</u>	<u>0</u>	<u>779,784</u>
Business-type activities assets, net	<u>\$ 748,224</u>	<u>\$ 151,560</u>	<u>\$ 0</u>	<u>\$ 899,784</u>

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

D. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

3. Capital Assets (Continued)

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

Governmental activities:

General government	\$ 65,274
Public safety	308,996
Public works	1,601
Culture and recreation	<u>91,515</u>
	<u>\$ 467,386</u>

Business activities:

Ambulance	<u>\$ 113,281</u>
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Construction commitments:

The Town has no active construction projects as of June 30, 2008.

4. Deferred Revenue

Delinquent taxes receivable not collected within sixty days after year end are recorded as deferred revenue as they are not available to pay liabilities of the current period. Deferred taxes in the General Fund were \$105,166. Deferred taxes in the Swimming Pool Fund were \$3,888.

5. Long -term Debt

Medium-Term Obligation Fire-Rescue Service

The Town obtained a loan from the United States Department of Agriculture (USDA). The loan proceeds are being repaid at an annual interest rate of 4.5% over a ten year period with payments of \$39,910 annually.

The debt is being repaid from General Fund tax revenues. Pursuant to loan requirements, the Town must set aside \$3,910 per year, for ten years, to cover the interest and principal payment in the event the Town cannot make complete principal and interest payments. If all loan payments have been met at the end of the ten year period this loan reserve will be available to the Town to spend at its discretion. At June 30, 2008, the Debt Service fund had an ending fund balance of \$32,885. As of June 30, 2008 the required reserve was \$27,370.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

D. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

5. Long -term Debt (Continued)

Annual debt service requirements to maturity for the loan as of June 30, 2008 are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 36,147	\$ 3,763
2010	37,773	2,137
2011	<u>9,713</u>	<u>437</u>
	<u>\$ 83,633</u>	<u>\$ 6,337</u>

Medium-Term Obligation Note

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 4.060% 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, 2008 are as follows:

<u>Year Ended June 30,</u>	<u>Principal</u>	<u>Interest</u>
2009	\$ 34,439	\$ 11,064
2010	35,837	9,666
2011	37,292	8,211
2012	38,806	6,697
2013	40,382	5,121
2014-2015	<u>85,749</u>	<u>5,257</u>
	<u>\$272,505</u>	<u>\$ 46,016</u>

During the year ended June 30, 2008, the following changes occurred in long-term debt:

Governmental Activities:

	Balance	Net	Balance
	<u>July 1, 2007</u>	<u>Additions</u> <u>(Reductions)</u>	<u>June 30, 2008</u>
Accrued compensated absences	\$ 176,695	\$ (12,774)	\$ 163,921
Notes payable	425,204	<u>(69,066)</u>	356,138
Total	<u>\$ 601,899</u>	<u>\$ (81,840)</u>	<u>\$ 520,059</u>

Business Type Activities:

Accrued compensated absences	<u>\$ 69,841</u>	<u>\$ (18,364)</u>	<u>\$ 51,477</u>
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TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

D. DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS (Continued)

6. Interfund Transfers

Interfund operating transfers are made from one fund to another fund to support expenditures in accordance with the authority established for the individual funds. Transfers between fund types during the year ended June 30, 2008 were:

	<u>Transfers In</u>	<u>Transfer Out</u> General <u>Fund</u>
Ambulance Debt	\$ <u>89,323</u>	\$ <u>89,323</u>

7. Restricted Assets Accounts

Cash in the Ambulance Enterprise Fund is restricted for the purchase of equipment.

Cash - Ambulance \$ 374,448

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

E. OTHER INFORMATION

1. 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 joined together with other local governments in the Nevada Public Agency Insurance Pool (NPAIP), a public entity risk pool currently operating as a common risk management and insurance program for member local governments. The Town pays an annual premium to NPAIP for its property, casualty, crimes, and machinery insurance coverage. NPAIP is self-sustaining through member premiums and reinsures through commercial companies for claims in excess of \$200,000 property/crime/ and equipment breakdown; casualty \$500,000 each and every insured event. As a participatory member, the maintenance deductible is \$2,000 for each insured event.

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 from a commercial insurance carrier.

2. Contingent Liabilities

Grants

Amounts received or receivable from grantor agencies are subject to audit and adjustment by those agencies. 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 pending actions against the Town. The ultimate outcome and economic impact to the Town cannot be determined at this time. The Town has reserved \$300,000 in the General Fund for potential claims and judgments.

TOWN OF PAHRUMP, NEVADA
NOTES TO FINANCIAL STATEMENTS (Continued)
JUNE 30, 2008

E. OTHER INFORMATION (Continued)

3. Pension Plan

Plan Description. The Town of Pahrump is a public employer contributing to the Public Employee Retirement System of the State of Nevada (PERS), a cost sharing multi-employer defined benefit pension plan. The Plan is administered by the State of Nevada Retirement System.

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

Monthly benefit allowances for members are computed at 2.5% for each accredited year of service prior to July 1, 2001 and 2.67% thereafter, to a maximum of 30 years, times average compensation. PERS offers several alternatives to the unmodified service retirement allowance which, in general, allows the retired employee to accept a reduced service retirement allowance payable monthly during his/her life and various optional monthly payments to a named beneficiary after his/her death. Regular members are eligible for retirement at age 65 with five years of service, age 60 with 10 years of service, or any age with 30 years of service. Police and firemen are eligible for retirement at age 65 with five years of accredited police and fire service or age 55 with 10 years of service or at age 50 with 20 years of accredited police and fire service. Benefits fully vest with 5 years of service.

Financial statements for the Plan are available by calling (775) 687-4200 or writing to:

Public Employees' Retirement System of Nevada
693 W. Nye Lane
Carson City, NV 89703-1599

Funding Policy. Contribution rates are established by NRS 286.410. The Town's contributions are based on the actuarially determined statutory rate. The Town is obligated to contribute all amounts due under the Plan. The contribution rate during 2007-2008 was 20.25 percent of payroll for regular employees and 33.5 percent for police and fireman. The contribution requirement for the year ended June 30, 2008 was \$709,357. The contributions were equal to the required contributions for the year. Contributions for the years ended June 30, 2007 and 2006 were \$583,657 and \$466,776, respectively, which equaled the determined contribution requirement.

The Town has no liability for unfunded obligations of the system as provided by Nevada Revised Statutes Chapter 286.110.

4. Other Post-employment Benefits

In addition to the pension benefits described in Note 3, the Town provides a subsidy for postretirement health care benefits, in accordance with NRS 287.023, to all retired employees who enroll with the Nevada Public Employees' Benefits Program. As of June 30, 2008, there were retirees belonging to this program. Enrolled retirees pay monthly premiums for health insurance benefits directly to the program, while the Town is required to subsidize the partial or total cost of the premium based incrementally on a retiree's number of years of service with the Town. Fiscal year 2008 represents the third year of mandated compliance with NRS 287.023. Expenditures for postretirement health care benefits are recognized on a monthly basis and total \$ for the 2007-08 fiscal year.

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For the year ended June 30, 2008

**GENERAL, ROAD, FAIRGROUNDS
AND CAPITAL PROJECTS
(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

To account for gas tax money received for road maintenance.

3/10 FAIRGROUNDS ROOM TAX

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

CAPITAL PROJECTS FUND

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

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For the year ended June 30, 2008

**TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND
COMPARATIVE BALANCE SHEETS
June 30, 2008 and 2007**

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 1,936,232	\$ 1,904,807
Interest receivable	21,703	19,340
Taxes receivable	117,796	80,486
Prepaid insurance	124,521	-
Prepaid legal	10,000	-
Due from other governments	186,109	262,408
Due from other funds	<u>35,643</u>	<u>-</u>
 Total assets	 <u>\$ 2,432,004</u>	 <u>\$ 2,267,041</u>
<u>Liabilities</u>		
Accounts payable	\$ 108,817	\$ 112,467
Accrued payroll	141,148	102,735
Deferred tax revenue	<u>105,166</u>	<u>65,925</u>
 Total liabilities	 <u>355,131</u>	 <u>281,127</u>
<u>Fund Balance</u>		
Reserved for:		
Claims and judgments	300,000	100,000
Unreserved:		
Designated for subsequent year	1,049,636	1,348,963
Designated for Fire Tanker replacement	-	250,000
Designated for Pahrump Senior Center	-	65,000
Undesignated	<u>727,237</u>	<u>221,951</u>
 Total fund balance	 <u>2,076,873</u>	 <u>1,985,914</u>
 Total liabilities and fund balance	 <u>\$ 2,432,004</u>	 <u>\$ 2,267,041</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007
	Budget	Actual		
Revenues:				
Taxes	\$ 2,403,221	\$ 2,412,719	\$ 9,498	\$ 2,089,654
Fines and fees	25,000	43,973	18,973	55,940
Licenses and permits	400,000	403,321	3,321	403,255
Intergovernmental	963,000	802,156	(160,844)	883,579
Other	100,000	103,355	3,355	124,097
Total revenues	<u>3,891,221</u>	<u>3,765,524</u>	<u>(125,697)</u>	<u>3,556,525</u>
Expenditures:				
Current:				
General government	2,343,000	1,985,180	357,820	1,657,031
Public safety	2,113,950	1,581,788	532,162	1,420,412
Culture and recreation	55,500	18,274	37,226	33,102
Contingency	60,000	-	60,000	-
Total expenditures	<u>4,572,450</u>	<u>3,585,242</u>	<u>987,208</u>	<u>3,110,545</u>
Excess (deficiency) of revenues over expenditures	(681,229)	180,282	861,511	445,980
Other financing sources (uses):				
Operating transfers out	(99,323)	(89,323)	10,000	(99,323)
Net change in fund balance	(780,552)	90,959	871,511	346,657
Fund balance:				
Beginning of year	<u>1,439,600</u>	<u>1,985,914</u>	<u>546,314</u>	<u>1,639,257</u>
End of year	<u>\$ 659,048</u>	<u>\$ 2,076,873</u>	<u>\$ 1,417,825</u>	<u>\$ 1,985,914</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND
SCHEDULE OF REVENUES COMPARED TO BUDGET
YEAR ENDED JUNE 30, 2008

(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007
	Budget	Actual		
Revenues:				
Property taxes	\$ 2,403,221	\$ 2,412,719	\$ 9,498	\$ 2,089,654
Fines and fees	25,000	43,973	18,973	55,940
Licenses and permits:				
Franchise fees	145,000	149,876	4,876	141,694
Gaming licenses	245,000	240,825	(4,175)	241,751
Liquor licenses	10,000	12,620	2,620	19,810
Total licenses and permits	400,000	403,321	3,321	403,255
Intergovernmental:				
Consolidated tax	963,000	785,805	(177,195)	883,579
Grants	-	16,351	16,351	-
Total intergovernmental	963,000	802,156	(160,844)	883,579
Other:				
Investment income	90,000	89,173	(827)	100,641
Rental	500	860	360	2,580
Donations	4,500	4,500	-	-
Miscellaneous	5,000	8,822	3,822	20,876
Total other	100,000	103,355	3,355	124,097
Total revenues	3,891,221	3,765,524	(125,697)	3,556,525

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - GENERAL FUND
SCHEDULE OF EXPENDITURES COMPARED TO BUDGET
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007
	Budget	Actual		
Expenditures:				
General government:				
Administration				
Salaries and wages	\$ 430,000	\$ 364,824	\$ 65,176	\$ 334,143
Employee benefits	195,500	144,482	51,018	134,867
Services and supplies	470,000	435,852	34,148	308,877
Capital outlay	75,000	11,753	63,247	3,828
Total administration	<u>1,170,500</u>	<u>956,911</u>	<u>213,589</u>	<u>781,715</u>
Buildings and grounds:				
Salaries and wages	467,000	466,591	409	380,642
Employee benefits	190,500	190,851	(351)	160,447
Services and supplies	350,000	270,953	79,047	277,347
Capital outlay	165,000	99,874	65,126	56,880
Total buildings and grounds	<u>1,172,500</u>	<u>1,028,269</u>	<u>144,231</u>	<u>875,316</u>
Total general government	<u>2,343,000</u>	<u>1,985,180</u>	<u>357,820</u>	<u>1,657,031</u>
Public safety:				
Fire department:				
Salaries and wages	1,012,000	801,982	210,018	694,690
Employee benefits	532,500	380,893	151,607	310,131
Services and supplies	344,450	171,714	172,736	188,923
Capital outlay	225,000	227,199	(2,199)	226,668
Total public safety	<u>2,113,950</u>	<u>1,581,788</u>	<u>532,162</u>	<u>1,420,412</u>
Culture and recreation:				
Television:				
Services and supplies	20,500	8,627	11,873	11,940
Arena and fair activities:				
Services and supplies	30,000	9,647	20,353	21,162
Capital outlay	5,000	-	5,000	-
Total arena and fair activities	<u>35,000</u>	<u>9,647</u>	<u>25,353</u>	<u>21,162</u>
Total culture and recreation	<u>55,500</u>	<u>18,274</u>	<u>37,226</u>	<u>33,102</u>
Contingency	<u>60,000</u>	<u>-</u>	<u>60,000</u>	<u>-</u>
Total expenditures	<u>\$ 4,572,450</u>	<u>\$ 3,585,242</u>	<u>\$ 987,208</u>	<u>\$ 3,110,545</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - ROAD SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 514,894	\$ 628,137
Interest receivable	6,112	7,665
Due from other governments	<u>70,315</u>	<u>48,426</u>
 Total assets	 <u>\$ 591,321</u>	 <u>\$ 684,228</u>
<u>Liabilities</u>		
Accounts payable	\$ 591,321	\$ 684,228
<u>Fund Balance</u>		
Unreserved-undesignated	<u>-</u>	<u>-</u>
 Total liabilities and fund balance	 <u>\$ 591,321</u>	 <u>\$ 684,228</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - ROAD SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Intergovernmental:				
Gas tax \$1.75	\$ 325,000	\$ 289,076	\$ (35,924)	\$ 273,039
Other:				
Investment income	<u>-</u>	<u>23,751</u>	<u>23,751</u>	<u>39,261</u>
Total revenues	325,000	312,827	(12,173)	312,300
Expenditures:				
Public works:				
Services and supplies	<u>325,000</u>	<u>312,827</u>	<u>12,173</u>	<u>312,300</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>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - 3/10 FAIR GROUNDS ROOM TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 1,070,137	\$ 1,409,322
Interest receivable	8,380	10,585
Room taxes receivable	<u>11,643</u>	<u>-</u>
Total assets	<u>\$ 1,090,160</u>	<u>\$ 1,419,907</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ 4,396</u>	<u>\$ 1,177</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	780,992	1,339,512
Undesignated	<u>304,772</u>	<u>79,218</u>
Total fund balance	<u>1,085,764</u>	<u>1,418,730</u>
Total liabilities and fund balance	<u>\$ 1,090,160</u>	<u>\$ 1,419,907</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - 3/10 FAIR GROUNDS ROOM TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 150,000	\$ 165,735	\$ 15,735	\$ 168,605
Intergovernmental:				
Grant income	1,100,000	649,648	(450,352)	-
Other:				
Investment income	<u>25,000</u>	<u>35,823</u>	<u>10,823</u>	<u>54,268</u>
Total revenues	<u>1,275,000</u>	<u>851,206</u>	<u>(423,794)</u>	<u>222,873</u>
Expenditures:				
Community support:				
Services and supplies	-	31,648	(31,648)	18,655
Capital outlay	<u>2,575,000</u>	<u>1,152,524</u>	<u>1,422,476</u>	<u>-</u>
Total expenditures	<u>2,575,000</u>	<u>1,184,172</u>	<u>1,390,828</u>	<u>18,655</u>
Excess (deficiency) of revenues over expenditures	(1,300,000)	(332,966)	967,034	204,218
Fund balance:				
Beginning of year	<u>1,339,512</u>	<u>1,418,730</u>	<u>79,218</u>	<u>1,214,512</u>
End of year	<u>\$ 39,512</u>	<u>\$ 1,085,764</u>	<u>\$ 1,046,252</u>	<u>\$ 1,418,730</u>

**TOWN OF PAHRUMP, NEVADA
MAJOR FUND - CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007**

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 1,227,477	\$ 1,179,211
Interest receivable	<u>11,058</u>	<u>10,948</u>
 Total assets	 <u>\$ 1,238,535</u>	 <u>\$ 1,190,159</u>
<u>Liabilities</u>		
Accounts payable	\$ <u> -</u>	\$ <u> -</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	935,159	1,190,159
Undesignated	<u>303,376</u>	<u> -</u>
 Total fund balance	 <u>1,238,535</u>	 <u>1,190,159</u>
 Total liabilities and fund balance	 <u>\$ 1,238,535</u>	 <u>\$ 1,190,159</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Other:				
Investment income	\$ 45,000	\$ 48,376	\$ 3,376	\$ 58,832
Expenditures:				
Capital projects	<u>1,300,000</u>	<u>-</u>	<u>1,300,000</u>	<u>155,500</u>
Excess (deficiency) of revenues over expenditures	(1,255,000)	48,376	1,303,376	(96,668)
Fund balance:				
Beginning of year	<u>1,331,827</u>	<u>1,190,159</u>	<u>(141,668)</u>	<u>1,286,827</u>
End of year	<u>\$ 76,827</u>	<u>\$ 1,238,535</u>	<u>\$ 1,161,708</u>	<u>\$ 1,190,159</u>

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For the year ended June 30, 2008

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
COMPARATIVE STATEMENTS OF NET ASSETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Current assets:		
Pooled cash and investments	\$ 1,508,085	\$ 1,503,752
Interest receivable	14,597	11,375
Accounts receivable, net of allowance for uncollectibles	<u>640,706</u>	<u>559,967</u>
Total current assets	<u>2,163,388</u>	<u>2,075,094</u>
Restricted assets:		
Cash	<u>374,448</u>	<u>305,539</u>
Fixed assets:		
Land	120,000	120,000
Building	480,000	480,000
Vehicles	1,098,448	833,607
Equipment	324,107	324,107
Less accumulated depreciation	<u>(1,122,771)</u>	<u>(1,009,490)</u>
Total fixed assets, net of depreciation	<u>899,784</u>	<u>748,224</u>
 Total assets	 <u>3,437,620</u>	 <u>3,128,857</u>
<u>Liabilities</u>		
Accounts payable	12,426	50,635
Accrued payroll	81,145	58,485
Compensated absences	<u>51,477</u>	<u>69,841</u>
 Total liabilities	 <u>145,048</u>	 <u>178,961</u>
<u>Net assets</u>		
Invested in capital assets, net of related debt	899,784	748,224
Reserved for capital assets	374,448	305,539
Unreserved	<u>2,018,340</u>	<u>1,896,133</u>
 Total net assets	 <u>\$ 3,292,572</u>	 <u>\$ 2,949,896</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - AMBULANCE ENTERPRISE FUND
SCHEDULE OF REVENUES, EXPENSES,
AND CHANGES IN NET ASSETS - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Charges for services:				
Ambulance fees, net of contractual adjustments	\$ 3,025,736	\$ 3,062,844	\$ 37,108	\$ 2,883,585
Expenses:				
Salaries and wages	1,245,000	989,907	255,093	1,051,772
Employee benefits	638,500	570,386	68,114	489,899
Services and supplies	713,000	255,058	457,942	285,302
Depreciation	150,000	113,281	36,719	111,080
Bad debt	733,741	917,774	(184,033)	452,055
Total expenses	<u>3,480,241</u>	<u>2,846,406</u>	<u>633,835</u>	<u>2,390,108</u>
Operating income (loss)	<u>(454,505)</u>	<u>216,438</u>	<u>670,943</u>	<u>493,477</u>
Non-operating revenue (expense):				
Grants	60,000	60,000	-	60,000
Investment income	20,000	66,238	46,238	61,313
Miscellaneous	1,000	-	(1,000)	-
Total other income	<u>81,000</u>	<u>126,238</u>	<u>45,238</u>	<u>121,313</u>
Net income (loss)	<u>\$ (373,505)</u>	342,676	<u>\$ 716,181</u>	614,790
Net assets:				
Beginning of year		<u>2,949,896</u>		<u>2,335,106</u>
End of year		<u>\$ 3,292,572</u>		<u>\$ 2,949,896</u>

TOWN OF PAHRUMP, NEVADA
MAJOR FUND - AMBULANCE ENTERPRISE FUND
SCHEDULE OF CASH FLOWS
YEARS ENDED JUNE 30, 2008 AND 2007

	2008	2007
Cash flows from operating activities:		
Cash received from customers	\$ 2,064,331	\$ 2,480,727
Cash paid for services and supplies	(293,267)	(255,581)
Cash paid for employees and benefits	(1,555,997)	(1,535,128)
Net cash (used) by operating activities	<u>215,067</u>	<u>690,018</u>
Cash flows from capital and related financing activities:		
Purchase of fixed assets	(264,841)	-
Grants - Nye County	60,000	240,000
Net cash provided by capital and related financing activities	<u>(204,841)</u>	<u>240,000</u>
Cash flows from investing activities:		
Interest received	63,016	53,947
Net (decrease) in cash	73,242	983,965
Cash:		
Beginning of year	1,809,291	825,326
End of year	<u>\$ 1,882,533</u>	<u>\$ 1,809,291</u>
Reconciliation of operating (loss) to net cash (used) by operating activities:		
Operating income (loss)	\$ 216,438	\$ 493,477
Adjustments to reconcile operating (loss) to net cash (used) by operating activities:		
Depreciation	113,281	111,080
Changes in assets and liabilities:		
(Increase) decrease in prepaids	-	9,966
(Increase) decrease in accounts receivable	(80,739)	49,197
Increase (decrease) in accounts payable	(38,209)	19,755
Increase (decrease) in accrued payroll	22,660	(963)
Increase (decrease) in compensated absences	(18,364)	7,506
Total adjustments	<u>(1,371)</u>	<u>196,541</u>
Net cash (used) by operating activities	<u>\$ 215,067</u>	<u>\$ 690,018</u>

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For the year ended June 30, 2008

NON MAJOR GOVERNMENTAL FUNDS

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

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For the year ended June 30, 2008

TOWN OF PAHRUMP, NEVADA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2008

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
<u>Assets</u>				
Pooled cash and investments	\$ 3,140,061	\$ 32,885	\$ 292,707	\$3,465,653
Interest receivable	27,688	-	2,958	30,646
Delinquent taxes receivable	4,359	-	-	4,359
Room tax receivable	21,831	-	-	21,831
Due from other governments	62,619	-	-	62,619
	<u>3,256,558</u>	<u>32,885</u>	<u>295,665</u>	<u>\$3,585,108</u>
Total assets	<u>\$ 3,256,558</u>	<u>\$ 32,885</u>	<u>\$ 295,665</u>	<u>\$3,585,108</u>
<u>Liabilities</u>				
Accounts payable	\$ 50,860	\$ -	\$ -	\$ 50,860
Accrued payroll	21,163	-	-	21,163
Deferred interest	757	-	-	757
Deferred taxes	3,888	-	-	3,888
Due to other funds	35,643	-	-	35,643
	<u>112,311</u>	<u>-</u>	<u>-</u>	<u>112,311</u>
Total liabilities	<u>112,311</u>	<u>-</u>	<u>-</u>	<u>112,311</u>
<u>Fund Balance</u>				
Reserved for debt service	-	32,885	-	32,885
Unreserved:				
Designated for subsequent year	2,239,230	-	262,986	2,502,216
Undesignated	905,017	-	32,679	937,696
	<u>3,144,247</u>	<u>32,885</u>	<u>295,665</u>	<u>3,472,797</u>
Total fund balance	<u>3,144,247</u>	<u>32,885</u>	<u>295,665</u>	<u>3,472,797</u>
Total liabilities and fund balance	<u>\$ 3,256,558</u>	<u>\$ 32,885</u>	<u>\$ 295,665</u>	<u>\$3,585,108</u>

**TOWN OF PAHRUMP, NEVADA
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2008**

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
Revenues:				
Taxes	\$ 401,952	\$ -	\$ -	\$ 401,952
Licenses and permits	278,300	-	-	278,300
Intergovernmental	273,270	-	243,946	517,216
Charges for services	256,024	-	-	256,024
Other	114,213	-	18,682	132,895
	<u>1,323,759</u>	<u>-</u>	<u>262,628</u>	<u>1,586,387</u>
Total revenues				
Expenditures:				
Current:				
General government	207,871	-	-	207,871
Public works	211,694	-	-	211,694
Culture and recreation	199,333	-	-	199,333
Community support	563,211	-	-	563,211
Health and sanitation	5,785	-	-	5,785
Capital projects	-	-	387,420	387,420
Debt service:				
Principal	-	67,685	-	67,685
Interest	-	17,728	-	17,728
	<u>-</u>	<u>85,413</u>	<u>-</u>	<u>85,413</u>
Total expenditures	<u>1,187,894</u>	<u>85,413</u>	<u>387,420</u>	<u>1,660,727</u>
Excess (deficiency) of revenues over expenditures	135,865	(85,413)	(124,792)	(74,340)
Other financing sources (uses)				
Operating transfers in	-	89,323	-	89,323
	<u>-</u>	<u>89,323</u>	<u>-</u>	<u>89,323</u>
Net change in fund balance	135,865	3,910	(124,792)	14,983
Fund balance:				
Beginning of year	<u>3,008,382</u>	<u>28,975</u>	<u>420,457</u>	<u>3,457,814</u>
End of year	<u>\$ 3,144,247</u>	<u>\$ 32,885</u>	<u>\$ 295,665</u>	<u>\$ 3,472,797</u>

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For the year ended June 30, 2008

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, 3/10 Tourism, 2/10 Economic Development, 1/10 Parks and 1/10 Arena are used to account for room tax revenues.

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

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.

Pahrump Airport Fund is used to account for grant money for the airport.

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

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For the year ended June 30, 2008

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2008
(With Comparative Totals for June 30, 2007)

Page 1 of 2

	Pahrump Business License	Swimming Pool	State Room Tax	3/10 Tourism Room Tax
<u>Assets</u>				
Pooled cash and investments	\$ 191,345	\$ 412,958	\$ 89,731	\$ 691,260
Interest receivable	1,693	3,868	827	7,208
Delinquent taxes receivable	-	4,359	-	-
Room tax receivable	-	-	2,426	11,642
Due from other governments	-	11,519	-	-
Total assets	<u>\$ 193,038</u>	<u>\$ 432,704</u>	<u>\$ 92,984</u>	<u>\$ 710,110</u>
<u>Liabilities</u>				
Accounts payable	\$ 2,068	\$ 7,517	\$ -	\$ 13,930
Accrued payroll	7,305	13,858	-	-
Deferred interest	-	-	-	-
Deferred taxes	-	3,888	-	-
Due to other funds	-	-	-	-
Total liabilities	<u>9,373</u>	<u>25,263</u>	<u>-</u>	<u>13,930</u>
<u>Fund Balance</u>				
Unreserved:				
Designated for subsequent year	183,665	407,441	89,913	645,992
Designated for Joint Town/County Fiber Project	-	-	-	-
Undesignated	-	-	3,071	50,188
Total fund balance	<u>183,665</u>	<u>407,441</u>	<u>92,984</u>	<u>696,180</u>
Total liabilities and fund balance	<u>\$ 193,038</u>	<u>\$ 432,704</u>	<u>\$ 92,984</u>	<u>\$ 710,110</u>

2/10 Economic Development Room Tax	1/10 Parks Room Tax	1/10 Arena Room Tax	Fall Festival	Pahrump Cemetery	Pahrump Cemetery Perpetual	Pahrump Airport
\$ 117,449	\$ 176,051	\$ 155,725	\$ 121,759	\$ 36,907	\$ 107,216	\$ -
1,011	1,563	1,366	-	292	961	-
-	-	-	-	-	-	-
3,881	1,941	1,941	-	-	-	-
-	-	-	-	-	-	51,100
<u>\$ 122,341</u>	<u>\$ 179,555</u>	<u>\$ 159,032</u>	<u>\$ 121,759</u>	<u>\$ 37,199</u>	<u>\$ 108,177</u>	<u>\$ 51,100</u>
\$ 460	\$ 9,927	\$ -	\$ -	\$ 253	\$ -	\$ 14,700
-	-	-	-	-	-	-
-	-	-	-	-	-	757
-	-	-	-	-	-	-
-	-	-	-	-	-	35,643
<u>460</u>	<u>9,927</u>	<u>-</u>	<u>-</u>	<u>253</u>	<u>-</u>	<u>51,100</u>
89,913	166,723	147,849	121,759	1,127	106,552	-
-	-	-	-	-	-	-
<u>31,968</u>	<u>2,905</u>	<u>11,183</u>	<u>-</u>	<u>35,819</u>	<u>1,625</u>	<u>-</u>
<u>121,881</u>	<u>169,628</u>	<u>159,032</u>	<u>121,759</u>	<u>36,946</u>	<u>108,177</u>	<u>-</u>
<u>\$ 122,341</u>	<u>\$ 179,555</u>	<u>\$ 159,032</u>	<u>\$ 121,759</u>	<u>\$ 37,199</u>	<u>\$ 108,177</u>	<u>\$ 51,100</u>

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For the year ended June 30, 2008

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

JUNE 30, 2008

(With Comparative Totals for June 30, 2007)

Page 2 of 2

	Parks Impact Fee	Fire Impact Fee	Totals 2008	Totals 2007
<u>Assets</u>				
Pooled cash and investments	\$ 669,930	\$ 369,730	\$ 3,140,061	\$ 2,988,909
Interest receivable	5,614	3,285	27,688	22,834
Delinquent taxes receivable	-	-	4,359	2,739
Room tax receivable	-	-	21,831	34,158
Due from other governments	-	-	62,619	17,664
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 675,544</u>	<u>\$ 373,015</u>	<u>\$ 3,256,558</u>	<u>\$ 3,066,304</u>
<u>Liabilities</u>				
Accounts payable	\$ -	\$ 2,005	\$ 50,860	\$ 42,636
Accrued payroll	-	-	21,163	12,630
Deferred interest	-	-	757	401
Deferred taxes	-	-	3,888	2,255
Due to other funds	-	-	35,643	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>-</u>	<u>2,005</u>	<u>112,311</u>	<u>57,922</u>
<u>Fund Balance</u>				
Unreserved:				
Designated for subsequent year	261,428	16,868	2,239,230	2,084,845
Designated for Joint Town/County Fiber Project	-	-	-	112,500
Undesignated	414,116	354,142	905,017	811,037
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total fund balance	<u>675,544</u>	<u>371,010</u>	<u>3,144,247</u>	<u>3,008,382</u>
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balance	<u>\$ 675,544</u>	<u>\$ 373,015</u>	<u>\$ 3,256,558</u>	<u>\$ 3,066,304</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

Page 1 of 2

	Pahrump Business License	Swimming Pool	State Room Tax	3/10 Tourism Room Tax
Revenues:				
Taxes	\$ -	\$ 91,222	\$ 34,522	\$ 165,736
Licenses and permits	113,825	-	-	-
Intergovernmental	-	61,576	-	-
Charges for services	-	15,107	-	-
Other	<u>7,308</u>	<u>16,244</u>	<u>3,352</u>	<u>28,770</u>
 Total revenues	 <u>121,133</u>	 <u>184,149</u>	 <u>37,874</u>	 <u>194,506</u>
 Expenditures:				
General government	177,031	-	-	-
Public works	-	-	-	-
Culture and recreation	-	152,817	-	-
Community support	-	-	42,803	104,318
Health and sanitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total expenditures	 <u>177,031</u>	 <u>152,817</u>	 <u>42,803</u>	 <u>104,318</u>
 Excess (deficiency) of revenues over expenditures	 <u>(55,898)</u>	 <u>31,332</u>	 <u>(4,929)</u>	 <u>90,188</u>
 Other financing sources (uses)				
Operating transfers in	-	-	-	-
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total other financing sources (uses)	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>-</u>
 Net change in fund balance	 (55,898)	 31,332	 (4,929)	 90,188
 Fund balance:				
Beginning of year	<u>239,563</u>	<u>376,109</u>	<u>97,913</u>	<u>605,992</u>
 End of year	 <u>\$ 183,665</u>	 <u>\$ 407,441</u>	 <u>\$ 92,984</u>	 <u>\$ 696,180</u>

2/10 Economic Development Room Tax	1/10 Parks Room Tax	1/10 Arena Room Tax	Fall Festival	Pahrump Cemetery	Pahrump Cemetery Perpetual	Pahrump Airport
\$ 55,236	\$ 27,618	\$ 27,618	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	-	211,694
-	-	-	218,847	16,445	5,625	-
<u>6,193</u>	<u>6,803</u>	<u>5,542</u>	<u>-</u>	<u>1,110</u>	<u>4,000</u>	<u>-</u>
<u>61,429</u>	<u>34,421</u>	<u>33,160</u>	<u>218,847</u>	<u>17,555</u>	<u>9,625</u>	<u>211,694</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	211,694
-	46,516	-	-	-	-	-
184,563	-	-	231,527	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,785</u>	<u>-</u>	<u>-</u>
<u>184,563</u>	<u>46,516</u>	<u>-</u>	<u>231,527</u>	<u>5,785</u>	<u>-</u>	<u>211,694</u>
<u>(123,134)</u>	<u>(12,095)</u>	<u>33,160</u>	<u>(12,680)</u>	<u>11,770</u>	<u>9,625</u>	<u>-</u>
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-	-
<u>(123,134)</u>	<u>(12,095)</u>	<u>33,160</u>	<u>(12,680)</u>	<u>11,770</u>	<u>9,625</u>	<u>-</u>
<u>245,015</u>	<u>181,723</u>	<u>125,872</u>	<u>134,439</u>	<u>25,176</u>	<u>98,552</u>	<u>-</u>
<u>\$ 121,881</u>	<u>\$ 169,628</u>	<u>\$ 159,032</u>	<u>\$ 121,759</u>	<u>\$ 36,946</u>	<u>\$ 108,177</u>	<u>\$ -</u>

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For the year ended June 30, 2008

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

Page 2 of 2

	Parks Impact Fee	Fire Impact Fee	Totals 2008	Totals 2007
Revenues:				
Taxes	\$ -	\$ -	\$ 401,952	\$ 380,978
Licenses and permits	95,669	68,806	278,300	581,876
Intergovernmental	-	-	273,270	176,888
Charges for services	-	-	256,024	285,314
Other	<u>22,160</u>	<u>12,731</u>	<u>114,213</u>	<u>133,410</u>
 Total revenues	 <u>117,829</u>	 <u>81,537</u>	 <u>1,323,759</u>	 <u>1,558,466</u>
 Expenditures:				
General government	-	30,840	207,871	121,505
Public works	-	-	211,694	108,543
Culture and recreation	-	-	199,333	127,229
Community support	-	-	563,211	494,841
Health and sanitation	<u>-</u>	<u>-</u>	<u>5,785</u>	<u>6,960</u>
 Total expenditures	 <u>-</u>	 <u>30,840</u>	 <u>1,187,894</u>	 <u>859,078</u>
 Excess (deficiency) of revenues over expenditures	 <u>117,829</u>	 <u>50,697</u>	 <u>135,865</u>	 <u>699,388</u>
 Other financing sources (uses)				
Operating transfers in	-	-	-	10,000
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Total other financing sources (uses)	 <u>-</u>	 <u>-</u>	 <u>-</u>	 <u>10,000</u>
 Net change in fund balance	 117,829	 50,697	 135,865	 709,388
 Fund balance:				
Beginning of year	<u>557,715</u>	<u>320,313</u>	<u>3,008,382</u>	<u>2,298,994</u>
End of year	<u>\$ 675,544</u>	<u>\$ 371,010</u>	<u>\$ 3,144,247</u>	<u>\$ 3,008,382</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP BUSINESS LICENSE SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 191,345	\$ 243,642
Interest receivable	<u>1,693</u>	<u>1,673</u>
 Total assets	 <u>\$ 193,038</u>	 <u>\$ 245,315</u>
<u>Liabilities</u>		
Accounts payable	\$ 2,068	\$ 2,281
Accrued payroll	<u>7,305</u>	<u>3,471</u>
 Total liabilities	 <u>9,373</u>	 <u>5,752</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	183,665	185,625
Undesignated	<u>-</u>	<u>53,938</u>
 Total fund balance	 <u>183,665</u>	 <u>239,563</u>
 Total liabilities and fund balance	 <u>\$ 193,038</u>	 <u>\$ 245,315</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP BUSINESS LICENSE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Licenses and permits	\$ 135,000	\$ 113,825	\$ (21,175)	\$ 124,675
Other:				
Investment income	<u>5,000</u>	<u>7,308</u>	<u>2,308</u>	<u>9,368</u>
Total revenues	<u>140,000</u>	<u>121,133</u>	<u>(18,867)</u>	<u>134,043</u>
Expenditures:				
General government:				
Salaries and wages	110,000	113,337	(3,337)	76,475
Employee benefits	53,500	50,520	2,980	29,556
Services and supplies	28,000	13,174	14,826	12,071
Capital outlay	<u>20,000</u>	<u>-</u>	<u>20,000</u>	<u>3,403</u>
Total expenditures	<u>211,500</u>	<u>177,031</u>	<u>34,469</u>	<u>121,505</u>
Excess (deficiency) of revenues over expenditures	(71,500)	(55,898)	15,602	12,538
Fund balance:				
Beginning of year	<u>185,625</u>	<u>239,563</u>	<u>53,938</u>	<u>227,025</u>
End of year	<u>\$ 114,125</u>	<u>\$ 183,665</u>	<u>\$ 69,540</u>	<u>\$ 239,563</u>

**TOWN OF PAHRUMP, NEVADA
NONMAJOR - SWIMMING POOL SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007**

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 412,958	\$ 367,736
Interest receivable	3,868	3,221
Delinquent property taxes	4,359	2,739
Due from other governments	<u>11,519</u>	<u>17,664</u>
 Total assets	 <u>\$ 432,704</u>	 <u>\$ 391,360</u>
<u>Liabilities</u>		
Accounts payable	\$ 7,517	\$ 3,837
Accrued payroll	13,858	9,159
Deferred taxes	<u>3,888</u>	<u>2,255</u>
 Total liabilities	 <u>25,263</u>	 <u>15,251</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	407,441	308,268
Undesignated	<u>-</u>	<u>67,841</u>
 Total fund balance	 <u>407,441</u>	 <u>376,109</u>
 Total liabilities and fund balance	 <u>\$ 432,704</u>	 <u>\$ 391,360</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SWIMMING POOL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Property taxes	\$ 83,509	\$ 91,222	\$ 7,713	\$ 70,246
Intergovernmental:				
Consolidated tax	74,925	61,576	(13,349)	68,809
Charges for services:				
Pool receipts	20,000	15,107	(4,893)	18,228
Other:				
Miscellaneous	-	-	-	189
Investment income	5,000	16,244	11,244	15,356
Total other	5,000	16,244	11,244	15,545
 Total revenues	 183,434	 184,149	 715	 172,828
Expenditures:				
Culture and recreation:				
Salaries and wages	88,000	68,118	19,882	58,739
Employee benefits	12,000	9,471	2,529	7,173
Services and supplies	70,500	56,551	13,949	45,190
Capital outlay	275,000	18,677	256,323	4,524
 Total expenditures	 445,500	 152,817	 292,683	 115,626
 Excess (deficiency) of revenues over expenditures	 (262,066)	 31,332	 293,398	 57,202
Fund balance:				
Beginning of year	308,268	376,109	67,841	318,907
 End of year	 \$ 46,202	 \$ 407,441	 \$ 361,239	 \$ 376,109

TOWN OF PAHRUMP, NEVADA
NONMAJOR - STATE ROOM TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 89,731	\$ 96,071
Interest receivable	827	868
Room tax receivable	<u>2,426</u>	<u>2,474</u>
 Total assets	 <u>\$ 92,984</u>	 <u>\$ 99,413</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ -</u>	<u>\$ 1,500</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	89,913	90,825
Undesignated	<u>3,071</u>	<u>7,088</u>
 Total fund balance	 <u>92,984</u>	 <u>97,913</u>
 Total liabilities and fund balance	 <u>\$ 92,984</u>	 <u>\$ 99,413</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - STATE ROOM TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 40,000	\$ 34,522	\$ (5,478)	\$ 33,696
Other:				
Investment income	<u>2,000</u>	<u>3,352</u>	<u>1,352</u>	<u>4,492</u>
Total revenues	42,000	37,874	(4,126)	38,188
Expenditures:				
Community support:				
Services and supplies	<u>53,000</u>	<u>42,803</u>	<u>10,197</u>	<u>22,100</u>
Excess (deficiency) of revenues over expenditures	(11,000)	(4,929)	6,071	16,088
Fund balance:				
Beginning of year	<u>90,825</u>	<u>97,913</u>	<u>7,088</u>	<u>81,825</u>
End of year	<u>\$ 79,825</u>	<u>\$ 92,984</u>	<u>\$ 13,159</u>	<u>\$ 97,913</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 3/10 TOURISM ROOM TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 691,260	\$ 586,751
Interest receivable	7,208	7,243
Room tax receivable	<u>11,642</u>	<u>23,630</u>
 Total assets	 <u>\$ 710,110</u>	 <u>\$ 617,624</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ 13,930</u>	<u>\$ 11,632</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	645,992	502,906
Undesignated	<u>50,188</u>	<u>103,086</u>
 Total fund balance	 <u>696,180</u>	 <u>605,992</u>
 Total liabilities and fund balance	 <u>\$ 710,110</u>	 <u>\$ 617,624</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 3/10 TOURISM ROOM TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 200,000	\$ 165,736	\$ (34,264)	\$ 168,606
Other:				
Investment income	<u>15,000</u>	<u>28,770</u>	<u>13,770</u>	<u>37,598</u>
Total revenues	215,000	194,506	(20,494)	206,204
Expenditures:				
Community support:				
Service and supplies	<u>342,000</u>	<u>104,318</u>	<u>237,682</u>	<u>188,118</u>
Excess (deficiency) of revenues over expenditures	(127,000)	90,188	217,188	18,086
Fund balance:				
Beginning of year	<u>502,906</u>	<u>605,992</u>	<u>103,086</u>	<u>587,906</u>
End of year	<u>\$ 375,906</u>	<u>\$ 696,180</u>	<u>\$ 320,274</u>	<u>\$ 605,992</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 2/10 ECONOMIC DEVELOPMENT ROOM TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 117,449	\$ 241,020
Interest receivable	1,011	2,293
Room tax receivable	<u>3,881</u>	<u>4,050</u>
 Total assets	 <u>\$ 122,341</u>	 <u>\$ 247,363</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ 460</u>	<u>\$ 2,348</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	89,913	43,352
Designated for Joint Town/County Fiber Project	-	112,500
Undesignated	<u>31,968</u>	<u>89,163</u>
 Total fund balance	 <u>121,881</u>	 <u>245,015</u>
 Total liabilities and fund balance	 <u>\$ 122,341</u>	 <u>\$ 247,363</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 2/10 ECONOMIC DEVELOPMENT ROOM TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 75,000	\$ 55,236	\$ (19,764)	\$ 54,514
Other:				
Investment income	<u>5,000</u>	<u>6,193</u>	<u>1,193</u>	<u>12,123</u>
Total revenues	80,000	61,429	(18,571)	66,637
Expenditures:				
Community support:				
Services and supplies	<u>235,000</u>	<u>184,563</u>	<u>50,437</u>	<u>52,474</u>
Excess (deficiency) of revenues over expenditures	(155,000)	(123,134)	31,866	14,163
Fund balance:				
Beginning of year	<u>155,852</u>	<u>245,015</u>	<u>89,163</u>	<u>230,852</u>
End of year	<u>\$ 852</u>	<u>\$ 121,881</u>	<u>\$ 121,029</u>	<u>\$ 245,015</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 1/10 PARKS ROOM TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 176,051	\$ 178,576
Interest receivable	1,563	1,501
Room tax receivable	<u>1,941</u>	<u>2,002</u>
 Total assets	 <u>\$ 179,555</u>	 <u>\$ 182,079</u>
 <u>Liabilities</u>		
Accounts payable	<u>\$ 9,927</u>	<u>\$ 356</u>
 <u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	166,723	155,941
Undesignated	<u>2,905</u>	<u>25,782</u>
 Total fund balance	 <u>169,628</u>	 <u>181,723</u>
 Total liabilities and fund balance	 <u>\$ 179,555</u>	 <u>\$ 182,079</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 1/10 PARKS ROOM TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 40,000	\$ 27,618	\$ (12,382)	\$ 26,958
Other:				
Investment income	<u>3,000</u>	<u>6,803</u>	<u>3,803</u>	<u>7,427</u>
Total revenues	<u>43,000</u>	<u>34,421</u>	<u>(8,579)</u>	<u>34,385</u>
Expenditures:				
Culture and recreation:				
Service and supplies	-	33,489	(33,489)	11,603
Capital outlay	<u>185,000</u>	<u>13,027</u>	<u>171,973</u>	<u>-</u>
Total expenditures	<u>185,000</u>	<u>46,516</u>	<u>138,484</u>	<u>11,603</u>
Excess (deficiency) of revenues over expenditures	(142,000)	(12,095)	129,905	22,782
Fund balance:				
Beginning of year	<u>155,941</u>	<u>181,723</u>	<u>25,782</u>	<u>158,941</u>
End of year	<u>\$ 13,941</u>	<u>\$ 169,628</u>	<u>\$ 155,687</u>	<u>\$ 181,723</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 1/10 ARENA ROOM TAX SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 155,725	\$ 122,729
Interest receivable	1,366	1,141
Room tax receivable	<u>1,941</u>	<u>2,002</u>
 Total assets	 <u>\$ 159,032</u>	 <u>\$ 125,872</u>
<u>Liabilities</u>		
Accounts payable	\$ <u>-</u>	\$ <u>-</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	147,849	98,094
Undesignated	<u>11,183</u>	<u>27,778</u>
 Total fund balance	 <u>159,032</u>	 <u>125,872</u>
 Total liabilities and fund balance	 <u>\$ 159,032</u>	 <u>\$ 125,872</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - 1/10 ARENA ROOM TAX SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Taxes:				
Room tax	\$ 33,000	\$ 27,618	\$ (5,382)	\$ 26,958
Other:				
Investment income	<u>1,000</u>	<u>5,542</u>	<u>4,542</u>	<u>6,820</u>
Total revenues	<u>34,000</u>	<u>33,160</u>	<u>(840)</u>	<u>33,778</u>
Expenditures:				
Culture and recreation:				
Services and supplies	5,000	-	5,000	-
Capital outlay	<u>125,000</u>	<u>-</u>	<u>125,000</u>	<u>-</u>
Total expenditures	<u>130,000</u>	<u>-</u>	<u>130,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(96,000)	33,160	129,160	33,778
Fund balance:				
Beginning of year	<u>98,094</u>	<u>125,872</u>	<u>27,778</u>	<u>92,094</u>
End of year	<u>\$ 2,094</u>	<u>\$ 159,032</u>	<u>\$ 156,938</u>	<u>\$ 125,872</u>

**TOWN OF PAHRUMP, NEVADA
NONMAJOR - FALL FESTIVAL SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007**

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 121,759	\$ 134,184
Interest receivable	<u> -</u>	<u> 255</u>
Total assets	<u>\$ 121,759</u>	<u>\$ 134,439</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	\$ 121,759	\$ 134,439
Undesignated	<u> -</u>	<u> -</u>
Total fund balance	<u>\$ 121,759</u>	<u>\$ 134,439</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - FALL FESTIVAL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Charges for services:				
Event sales/fees	\$ 350,000	\$ 218,847	\$ (131,153)	\$ 251,486
Other:				
Investment income	-	-	-	1,995
Total revenues	350,000	218,847	(131,153)	253,481
Expenditures:				
Community support:				
Services and supplies	300,000	231,527	68,473	232,149
Excess (deficiency) of revenues over expenditures	50,000	(12,680)	(62,680)	21,332
Other financing sources (uses):				
Operating transfers in	5,000	-	(5,000)	-
Net change in fund balance	55,000	(12,680)	(67,680)	21,332
Fund balance:				
Beginning of year	163,107	134,439	(28,668)	113,107
End of year	\$ 218,107	\$ 121,759	\$ (96,348)	\$ 134,439

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP CEMETERY SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 36,907	\$ 26,753
Interest receivable	<u>292</u>	<u>2</u>
	<u>\$ 37,199</u>	<u>\$ 26,755</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ 253</u>	<u>\$ 1,579</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	1,127	11,216
Undesignated	<u>35,819</u>	<u>13,960</u>
Total fund balance	<u>36,946</u>	<u>25,176</u>
Total liabilities and fund balance	<u>\$ 37,199</u>	<u>\$ 26,755</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP CEMETERY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Charges for services:				
Cemetery receipts	\$ 6,000	\$ 16,445	\$ 10,445	\$ 10,452
Other:				
Investment income	-	1,110	1,110	246
Total revenue	6,000	17,555	11,555	10,698
Expenditures:				
Health and sanitation:				
Services and supplies	15,000	5,785	9,215	6,960
Capital outlay	6,000	-	6,000	-
Total expenditures	21,000	5,785	15,215	6,960
Excess (deficiency) of revenues over expenditures	(15,000)	11,770	26,770	3,738
Other financing sources (uses):				
Operating transfers in	10,000	-	(10,000)	10,000
Net change in fund balance	(5,000)	11,770	16,770	13,738
Fund balance:				
Beginning of year	11,438	25,176	13,738	11,438
End of year	<u>\$ 6,438</u>	<u>\$ 36,946</u>	<u>\$ 30,508</u>	<u>\$ 25,176</u>

**TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP CEMETERY PERPETUAL SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007**

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 107,216	\$ 97,673
Interest receivable	<u>961</u>	<u>879</u>
 Total assets	 <u>\$ 108,177</u>	 <u>\$ 98,552</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	\$ 106,552	\$ 97,883
Undesignated	<u>1,625</u>	<u>669</u>
 Total fund balance	 <u>\$ 108,177</u>	 <u>\$ 98,552</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP CEMETERY PERPETUAL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Charges for services:				
Cemetery receipts	\$ 6,000	\$ 5,625	\$ (375)	\$ 5,148
Other:				
Investment income	<u>3,000</u>	<u>4,000</u>	<u>1,000</u>	<u>4,521</u>
Total revenues	9,000	9,625	625	9,669
Expenditures:				
Health and sanitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	9,000	9,625	625	9,669
Fund balance:				
Beginning of year	<u>97,883</u>	<u>98,552</u>	<u>669</u>	<u>88,883</u>
End of year	<u>\$ 106,883</u>	<u>\$ 108,177</u>	<u>\$ 1,294</u>	<u>\$ 98,552</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP AIRPORT SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ -	\$ 19,401
Interest receivable	-	103
Due from other governments	<u>51,100</u>	<u>-</u>
 Total assets	 <u>\$ 51,100</u>	 <u>\$ 19,504</u>
<u>Liabilities</u>		
Accounts payable	\$ 14,700	\$ 19,103
Deferred interest	757	401
Due to other funds	<u>35,643</u>	<u>-</u>
 Total liabilities	 51,100	 19,504
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	<u>-</u>	<u>-</u>
 Total liabilities and fund balance	 <u>\$ 51,100</u>	 <u>\$ 19,504</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PAHRUMP AIRPORT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Intergovernmental:				
Grants	\$ 211,338	\$ 211,694	\$ 356	\$ 108,079
Other:				
Interest	-	-	-	464
Total revenues	211,338	211,694	356	108,543
Expenditures:				
Public works:				
Services and supplies	227,127	211,694	15,433	108,543
Excess (deficiency) of revenues over expenditures	(15,789)	-	15,789	-
Fund balance:				
Beginning of year	15,789	-	(15,789)	-
End of year	\$ -	\$ -	\$ -	\$ -

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PARKS IMPACT FEE SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 669,930	\$ 555,251
Interest receivable	<u>5,614</u>	<u>2,464</u>
 Total assets	 <u>\$ 675,544</u>	 <u>\$ 557,715</u>
<u>Liabilities</u>		
Accounts payable	\$ <u>-</u>	\$ <u>-</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	261,428	291,428
Undesignated	<u>414,116</u>	<u>266,287</u>
 Total fund balance	 <u>675,544</u>	 <u>557,715</u>
 Total liabilities and fund balance	 <u>\$ 675,544</u>	 <u>\$ 557,715</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - PARKS IMPACT FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Licenses and permits	\$ 300,000	\$ 95,669	\$ (204,331)	\$ 275,601
Other				
Interest	<u>5,000</u>	<u>22,160</u>	<u>17,160</u>	<u>20,403</u>
 Total revenues	 <u>305,000</u>	 <u>117,829</u>	 <u>(187,171)</u>	 <u>296,004</u>
Expenditures:				
General government:				
Services and supplies	100,000	-	100,000	-
Capital outlay	<u>800,000</u>	<u>-</u>	<u>800,000</u>	<u>-</u>
 Total expenditures	 <u>900,000</u>	 <u>-</u>	 <u>900,000</u>	 <u>-</u>
 Excess (deficiency) of revenues over expenditures	 (595,000)	 117,829	 712,829	 296,004
Fund balance:				
Beginning of year	<u>596,711</u>	<u>557,715</u>	<u>(38,996)</u>	<u>261,711</u>
End of year	<u>\$ 1,711</u>	<u>\$ 675,544</u>	<u>\$ 673,833</u>	<u>\$ 557,715</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - FIRE IMPACT FEE SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 369,730	\$ 319,122
Interest receivable	<u>3,285</u>	<u>1,191</u>
Total assets	<u>\$ 373,015</u>	<u>\$ 320,313</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ 2,005</u>	<u>\$ -</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	16,868	164,868
Undesignated	<u>354,142</u>	<u>155,445</u>
Total fund balance	<u>371,010</u>	<u>320,313</u>
Total liabilities and fund balance	<u>\$ 373,015</u>	<u>\$ 320,313</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - FIRE IMPACT FEE SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Licenses and permits	\$ 250,000	\$ 68,806	\$ (181,194)	\$ 181,600
Other				
Investment income	<u>5,000</u>	<u>12,731</u>	<u>7,731</u>	<u>12,408</u>
Total revenues	255,000	81,537	(173,463)	194,008
Expenditures:				
General government:				
Capital outlay	<u>500,000</u>	<u>30,840</u>	<u>469,160</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(245,000)	50,697	295,697	194,008
Fund balance:				
Beginning of year	<u>281,305</u>	<u>320,313</u>	<u>39,008</u>	<u>126,305</u>
End of year	<u>\$ 36,305</u>	<u>\$ 371,010</u>	<u>\$ 334,705</u>	<u>\$ 320,313</u>

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For the year ended June 30, 2008

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.

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For the year ended June 30, 2008

**TOWN OF PAHRUMP, NEVADA
NONMAJOR - DEBT SERVICE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 and 2007**

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 32,885	\$ 28,941
Interest receivable	<u>-</u>	<u>34</u>
Total assets	<u>\$ 32,885</u>	<u>\$ 28,975</u>
<u>Fund Balance</u>		
Reserved for debt service	<u>\$ 32,885</u>	<u>\$ 28,975</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Other				
Investment income	\$ 500	\$ -	\$ (500)	\$ 255
Expenditures:				
Debt service:				
Principal	67,685	67,685	-	64,200
Interest	<u>17,728</u>	<u>17,728</u>	-	<u>21,213</u>
Total expenditures	<u>85,413</u>	<u>85,413</u>	-	<u>85,413</u>
Excess (deficiency) of revenues over expenditures	(84,913)	(85,413)	(500)	(85,158)
Other financing sources (uses):				
Operating transfers in	<u>89,323</u>	<u>89,323</u>	-	<u>93,233</u>
Net changes in fund balance	4,410	3,910	(500)	8,075
Fund balance:				
Beginning of year	<u>25,310</u>	<u>28,975</u>	<u>3,665</u>	<u>20,900</u>
End of year	<u>\$ 29,720</u>	<u>\$ 32,885</u>	<u>\$ 3,165</u>	<u>\$ 28,975</u>

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For the year ended June 30, 2008

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.

Vehicle Fire Fund is used to account for vehicle acquisition of the Town.

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For the year ended June 30, 2008

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

June 30, 2008

(With Comparative Actual Amounts for Year Ended June 30, 2007)

	Special Ad Valorem	TV Construction	Arena	Vehicle Fire	Totals 2008	Totals 2007
<u>Assets</u>						
Pooled cash and investments	\$ 81,038	\$ 58,037	\$ 47,484	\$ 106,148	\$ 292,707	\$ 416,508
Interest receivable	<u>2,022</u>	<u>523</u>	<u>413</u>	<u>-</u>	<u>2,958</u>	<u>3,949</u>
Total assets	<u>\$ 83,060</u>	<u>\$ 58,560</u>	<u>\$ 47,897</u>	<u>\$ 106,148</u>	<u>\$ 295,665</u>	<u>\$ 420,457</u>
<u>Liabilities</u>						
Accounts payable	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Fund Balance</u>						
Unreserved:						
Designated for subsequent year	83,060	28,872	44,906	106,148	262,986	343,305
Undesignated	<u>-</u>	<u>29,688</u>	<u>2,991</u>	<u>-</u>	<u>32,679</u>	<u>77,152</u>
Total fund balance	<u>83,060</u>	<u>58,560</u>	<u>47,897</u>	<u>106,148</u>	<u>295,665</u>	<u>420,457</u>
Total liabilities and fund balance	<u>\$ 83,060</u>	<u>\$ 58,560</u>	<u>\$ 47,897</u>	<u>\$ 106,148</u>	<u>\$ 295,665</u>	<u>\$ 420,457</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - CAPITAL PROJECTS FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	Special Ad Valorem	TV Construction	Arena	Vehicle Fire	Totals 2008	Totals 2007
Revenues:						
Intergovernmental	\$ 243,946	\$ -	\$ -	\$ -	\$ 243,946	\$ 30,084
Charge for services	-	-	-	-	-	4,040
Other	<u>8,503</u>	<u>2,188</u>	<u>7,991</u>	<u>-</u>	<u>18,682</u>	<u>26,538</u>
Total revenues	252,449	2,188	7,991	-	262,628	60,662
Expenditures:						
Capital projects	<u>387,420</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>387,420</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(134,971)	2,188	7,991	-	(124,792)	60,662
Other financing sources (uses):						
Operating transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(3,910)</u>
Net changes in fund balance	(134,971)	2,188	7,991	-	(124,792)	56,752
Fund balance:						
Beginning of year	<u>218,031</u>	<u>56,372</u>	<u>39,906</u>	<u>106,148</u>	<u>420,457</u>	<u>363,705</u>
End of year	<u>\$ 83,060</u>	<u>\$ 58,560</u>	<u>\$ 47,897</u>	<u>\$ 106,148</u>	<u>\$ 295,665</u>	<u>\$ 420,457</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL AD VALOREM CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 81,038	\$ 216,462
Interest receivable	<u>2,022</u>	<u>1,569</u>
Total assets	<u>\$ 83,060</u>	<u>\$ 218,031</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	\$ 83,060	\$ 170,143
Undesignated	<u>-</u>	<u>47,888</u>
Total fund balance	<u>\$ 83,060</u>	<u>\$ 218,031</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - SPECIAL AD VALOREM CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Intergovernmental:				
Other	\$ 35,000	\$ 33,826	\$ (1,174)	\$ 30,084
Grants	<u>210,120</u>	<u>210,120</u>	<u>-</u>	<u>-</u>
	<u>245,120</u>	<u>243,946</u>	<u>(1,174)</u>	<u>30,084</u>
Other:				
Investment income	<u>5,000</u>	<u>8,503</u>	<u>3,503</u>	<u>7,804</u>
Total revenues	<u>250,120</u>	<u>252,449</u>	<u>2,329</u>	<u>37,888</u>
Expenditures:				
Capital projects:				
Capital outlay	<u>410,120</u>	<u>387,420</u>	<u>22,700</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(160,000)	(134,971)	25,029	37,888
Fund balance:				
Beginning of year	<u>170,143</u>	<u>218,031</u>	<u>47,888</u>	<u>180,143</u>
End of year	<u>\$ 10,143</u>	<u>\$ 83,060</u>	<u>\$ 72,917</u>	<u>\$ 218,031</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - TV CONSTRUCTION CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 58,037	\$ 55,862
Interest receivable	<u>523</u>	<u>510</u>
Total assets	<u>\$ 58,560</u>	<u>\$ 56,372</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	\$ 28,872	\$ 40,214
Undesignated	<u>29,688</u>	<u>16,158</u>
Total fund balance	<u>\$ 58,560</u>	<u>\$ 56,372</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - TV CONSTRUCTION CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Other:				
Investment income	\$ 1,500	\$ 2,188	\$ 688	\$ 2,658
Expenditures:				
Capital projects				
Capital outlay	<u>40,000</u>	<u>-</u>	<u>40,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	(38,500)	2,188	40,688	2,658
Fund balance:				
Beginning of year	<u>40,214</u>	<u>56,372</u>	<u>16,158</u>	<u>53,714</u>
End of year	<u>\$ 1,714</u>	<u>\$ 58,560</u>	<u>\$ 56,846</u>	<u>\$ 56,372</u>

**TOWN OF PAHRUMP, NEVADA
NONMAJOR - ARENA CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007**

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 47,484	\$ 39,553
Interest receivable	<u>413</u>	<u>353</u>
Total assets	<u>\$ 47,897</u>	<u>\$ 39,906</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	\$ 44,906	\$ 36,810
Undesignated	<u>2,991</u>	<u>3,096</u>
Total Fund balance	<u>\$ 47,897</u>	<u>\$ 39,906</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - ARENA CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Other:				
Investment income	\$ 1,000	\$ 1,696	\$ 696	\$ 1,815
Donations	100	-	(100)	-
Rent	<u>2,000</u>	<u>6,295</u>	<u>4,295</u>	<u>4,381</u>
 Total revenues	 3,100	 7,991	 4,891	 6,196
Expenditures:				
Capital projects				
Capital outlay	<u>35,000</u>	<u>-</u>	<u>35,000</u>	<u>-</u>
 Excess (deficiency) of revenues over expenditures	 (31,900)	 7,991	 39,891	 6,196
Fund balance:				
Beginning of year	<u>36,810</u>	<u>39,906</u>	<u>3,096</u>	<u>33,710</u>
 End of year	 <u>\$ 4,910</u>	 <u>\$ 47,897</u>	 <u>\$ 42,987</u>	 <u>\$ 39,906</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - VEHICLE FIRE CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2008 AND 2007

	2008	2007
<u>Assets</u>		
Pooled cash and investments	\$ 106,148	\$ 104,631
Interest receivable	<u> -</u>	<u> 1,517</u>
Total assets	<u>\$ 106,148</u>	<u>\$ 106,148</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ -</u>	<u>\$ -</u>
<u>Fund Balance</u>		
Unreserved:		
Designated for subsequent year	106,148	96,138
Undesignated	<u> -</u>	<u> 10,010</u>
Total fund balance	<u>106,148</u>	<u>106,148</u>
Total liabilities and fund balance	<u>\$ 106,148</u>	<u>\$ 106,148</u>

TOWN OF PAHRUMP, NEVADA
NONMAJOR - VEHICLE FIRE CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
YEAR ENDED JUNE 30, 2008
(With Comparative Actual Amounts for Year Ended June 30, 2007)

	2008		Variance- Positive (Negative)	2007 Actual
	Budget	Actual		
Revenues:				
Charges for services:				
Fire collections	\$ -	\$ -	\$ -	\$ 4,040
Other:				
Investment income	-	-	-	9,880
Total revenues	-	-	-	13,920
Expenditures:				
Capital projects:				
Capital outlay	-	-	-	-
Excess (deficiency) of revenues over expenditures	-	-	-	13,920
Other financing sources (uses):				
Operating transfers out	-	-	-	(3,910)
Net change in fund balance	-	-	-	10,010
Fund balance:				
Beginning of year	96,138	106,148	10,010	96,138
End of year	<u>\$ 96,138</u>	<u>\$ 106,148</u>	<u>\$ 10,010</u>	<u>\$ 106,148</u>

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For the year ended June 30, 2008

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 NEVADA REVISED STATUTES

Honorable Members of the Town Board
Town of Pahrump
Pahrump, Nevada

I have audited 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, 2008, which collectively comprise the Town's basic financial statements and have issued my report thereon dated January 22, 2009. I conducted my audit in accordance with auditing standards generally accepted in the United States of America.

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 Section 5 (a) (1) through (5) (II) and NRS 354.6113 failed to comply with the express purposes required by NRS 354.6241 Section 1 (a), (b), (c), (d), (e), and (f) and NRS 354.6113 Section 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 Statute (NRS) 354.624 Section 4.

As required by Nevada Revised Statutes (NRS) 354.6113 Section 4, a schedule of capital projects activity is included in the attached Appendix B.

This report is intended for the information of the Honorable Board of Trustees, management, others within the Town, and the Nevada Department of Taxation. However, this report is a matter of public record and its distribution is not limited.



Las Vegas, Nevada
January 22, 2009

THE TOWN OF PAHRUMP, NEVADA
APPENDIX A
SCHEDULE OF BUSINESS LICENSE FEES
JUNE 30, 2008

Nevada Revised Statutes Chapter 354.5989 - The Town may adopt new business license fees only if the revenue from its fees is less than a calculated maximum prescribed by the statute. During the year ended June 30, 2008 the Town did not increase the annual business license fee, and therefore, is in compliance with the statute.

THE TOWN OF PAHRUMP, NEVADA
APPENDIX B
SCHEDULE OF CAPITAL PROJECTS ACTIVITY
JUNE 30, 2008

The following are responses to requirements of NRS 354.6113.

NRS 354.6113.4 requires that the audit specifically identify the fund and:

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

Response

Expenditures were as follows:

Ad Valorem Capital Projects – Fire Equipment	\$ 387,420
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2. Specify the amount of money that will be deposited in the fund for the next fiscal year.

Response

The following sources are planned to be deposited into the funds:

Capital Projects Fund	
Interest	\$ 45,000
TV Construction	
Interest	\$ 2,500
Special Ad Valorem	
Taxes	\$ 32,000
Interest	\$ 5,000
Arena Capital Projects	
Rent	\$ 4,500
Interest	\$ 1,000
Vehicle Capital Projects	
Interest	\$ 5,000

THE TOWN OF PAHRUMP, NEVADA
APPENDIX B
SCHEDULE OF CAPITAL PROJECTS ACTIVITY
JUNE 30, 2008
PAGE 2

3. Specify any 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

Fire Improvements	\$ 250,000
Parks Improvments	<u>750,000</u>
	<u>\$1,000,000</u>

T.V. Construction Capital Projects

Transmitter	<u>\$ 25,000</u>
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Ad Valorem Capital Projects

Projects	<u>\$ 250,000</u>
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Arena Capital Projects	<u>\$ 45,000</u>
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4. Identify any planned accumulation of the money in the fund.

Response

The Town does not plan to accumulate any fund balance.