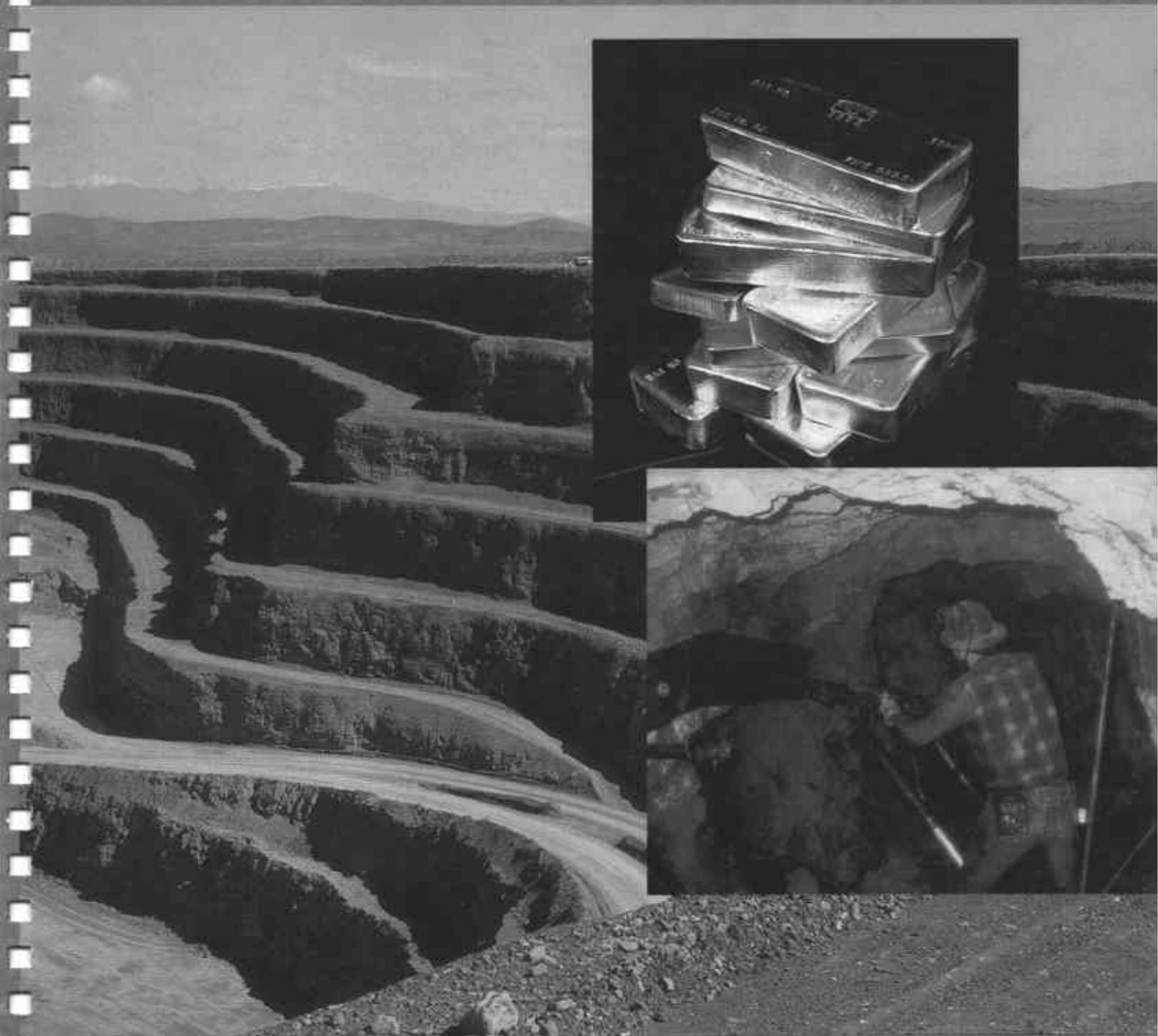


State of Nevada Comprehensive Annual Financial Report



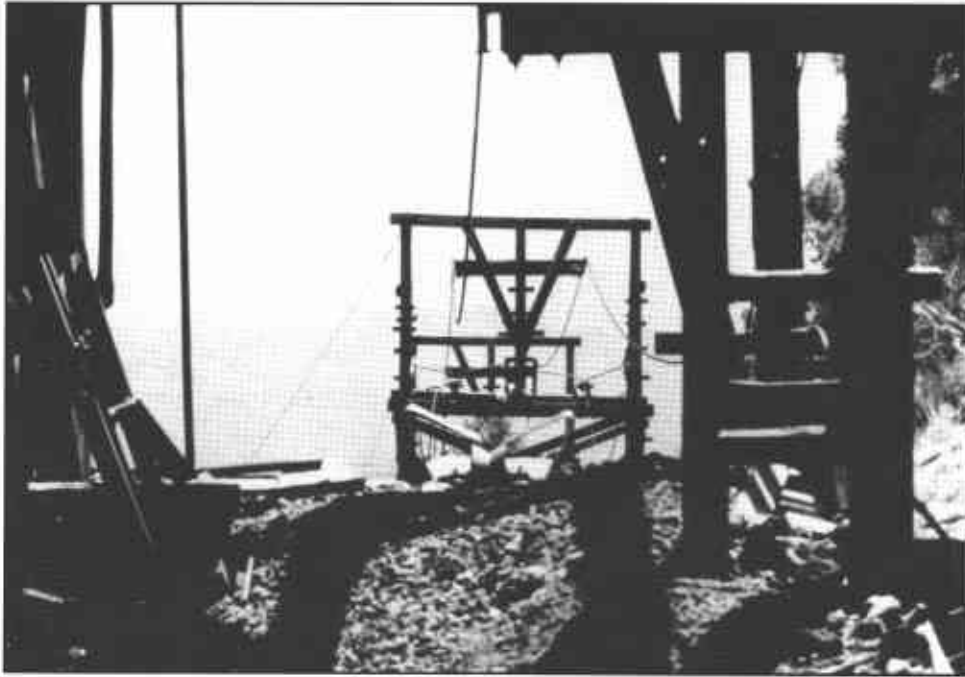
For the Fiscal Year Ended June 30, 1994 - Darrel Dalrymple, State Controller

State of Nevada

COMPREHENSIVE
ANNUAL
FINANCIAL
REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 1994

DARREL R. DAINES, STATE CONTROLLER



Many of Nevada's cities and towns owe their existence to the early mining pioneers. These aerial tramways near Pioche stand as a reminder of our mining heritage.

**Darrel Daines,
State Controller**

The State Controller is a constitutional officer elected for a four year term by the general electorate. The Controller is the ex-officio chief fiscal officer of the state and is empowered to represent the state in fiscal matters with the Federal Government. The Controller is **charged with the** responsibility of paying state obligations, paying employee salaries and maintaining the official accounting records of the state. He is responsible for demonstrating accountability to the public by preparing the Comprehensive Annual Financial **Report**.

The State Controller serves as a member of both the State Board of Finance and the State Transportation Board.

Mr. Daines is in the fourth year of his third term of office.



STATE OF NEVADA

Comprehensive Annual Financial Report For the Fiscal Year Ended June 30, 1994

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STATE OF NEVADA

OFFICE OF

STATE CONTROLLER

CARSON CITY, NEVADA 89710

(702) 687-4330

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KEN WEST

Chief Deputy Controller

DARREL DAINES
State Controller

December 22, 1994

**To the Citizens, Governor and Legislators of
the State of Nevada:**

I am pleased to present the Comprehensive Annual Financial Report for the fiscal year which started July 1, 1993, and ended June 30, 1994. The financial picture as depicted by this report shows a healthy general fund. The fund balance reached an all time high. For the first time since the fiscal emergency trust fund was created in 1991, the general fund balance is large enough to meet the "triggers" to establish this "Rainy Day" fund.

Responsibility for the accuracy, completeness and fairness of this financial presentation rests with my office as State Controller. I am confident that the information reported is accurate in all material respects; is reported in a manner which fairly presents the financial position and results of operations of the State as measured by the financial activity of the various funds; and that the necessary disclosures have been made enabling the reader to gain an understanding of the State's financial position and results of operations.

The Comprehensive Annual Financial Report (CAFR) is presented in three sections: Introductory, Financial and Statistical. The Introductory section includes this letter, organization chart, major initiatives, a report on the economic outlook and a special feature on the Nevada Division of Minerals. The Financial section includes the Auditor's opinion, general purpose financial statements, combining statements and budgetary schedules. Trend information on fiscal, social and demographic measures on a multi-year basis is included in the Statistical section.

This report has been prepared in accordance with generally accepted accounting principles (GAAP) for governments as promulgated by the Governmental Accounting Standards Board (GASB). The independent accounting firm of Kafoury, Armstrong & Co. has audited the accompanying financial statements. The audit was conducted in accordance with generally accepted auditing standards and the auditor's unqualified opinion appears first in the financial section. In addition, Nevada was honored for the sixth consecutive year in receiving the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance

Officers Association (GFOA) for the State's 1993 report. This prestigious award represents the highest form of recognition in the area of governmental financial reporting. We believe our current report continues to conform to the high standards and will be submitted to GFOA for review in their Certificate of Achievement Program.

Reporting Entity - Nevada, named the "Silver State" due to the vast quantities of silver mined from the Comstock Lode in the 1800's, is one of the eight mountain States bordered by California, Oregon, Idaho, Utah and Arizona. The State lies in the Great Basin, an arid region east of the Sierra Nevada Mountains, where the average annual rainfall is less than ten inches. Approximately 87.6 percent of the 110,000 square miles of valleys and north-south mountain ranges is under federal ownership.

The economy and the tax base of the State are dependent upon the interrelated gaming and tourism industries, as well as federal activities, mining, warehousing, manufacturing, and agriculture. Nevada has experienced one of the fastest rates of population growth in the nation. The 1990 census showed a 50% growth over 1980 and the 1995 forecast at approximately 1.5 million people shows a 25% growth over 1990. Mining activities have increased in the State as of late and as such we are featuring the Department of Business and Industry's Division of Minerals in this report.

The State has operated under a constitution approved in 1864 and provides for a full range of services. These services include education, health and social services, highway maintenance and construction, law enforcement, judicial, public safety, business regulation, and resource development. State agencies and entities included in this report are those for which the State is considered to be financially accountable. There are several occupational licensing boards where the State's accountability is limited to State officials making appointments to the boards. The State does not exercise financial or administrative control over these boards and thus they are excluded from this report.

The following State agencies issue independent financial reports:

- State Industrial Insurance System
- Public Employees' Retirement System
- Legislators' Retirement System
- Colorado River Commission
- Risk Management's Self-Insurance and Insurance Premiums Funds
- Legislative Counsel Bureau's Legislative and Contingency Funds
- Department of Museums, Library and Arts' Museums and History Dedicated Trust Fund
- Housing Division
- Rural Housing Authority
- University and Community College System of Nevada

Copies of these independently audited reports are available upon request.

Internal Controls - State management is responsible for designing and encouraging adherence to policies or controls that safeguard resources. Internal controls are designed to provide reasonable, but not absolute assurance regarding:

1. The safeguarding of assets against loss from unauthorized use or disposition, and
2. The reliability of the financial records for preparing financial Statements and maintaining accountability of assets.

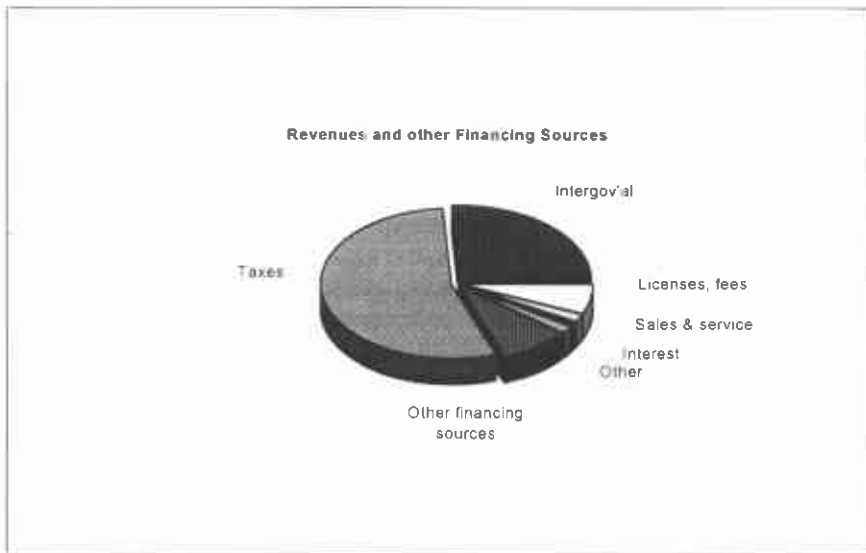
Such controls require judgment by management that the costs of control should not exceed the benefits derived. In 1993, the legislature established within the Department of Administration an internal audit group to monitor performance and internal controls.

In addition to internal controls, the State also maintains budgetary controls to ensure compliance with the biennial financial plan as enacted by the legislature through the appropriation and authorized expenditure acts. Budgetary controls also contain a system of encumbering purchase orders to ensure that appropriations are not exceeded.

General Governmental Functions - Most State financial operations are reported in governmental fund types; i.e., general fund, special revenue funds, capital projects funds and debt service funds. Following is a summary schedule of revenues for those governmental funds.

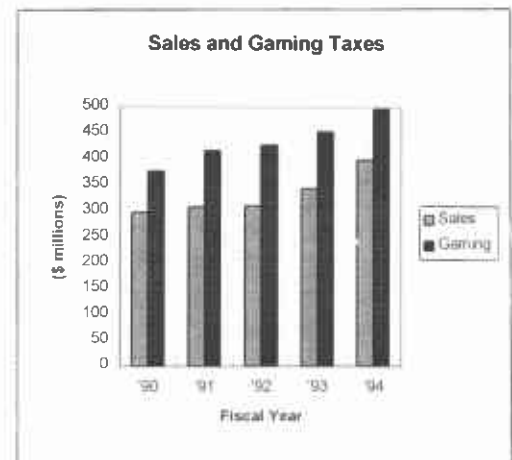
Revenues and other Financing Sources
(expressed in thousands)

	1994		1993		Increases/(Decreases)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent
Taxes	\$ 1,397,443	54.5 %	\$ 1,344,449	60.0 %	\$ 52,994	3.9 %
Intergovernmental	665,483	26.0	579,278	25.8	86,205	14.9
Licenses, fees	165,406	6.5	162,876	7.3	2,530	1.6
Sales and services	39,130	1.5	29,032	1.3	10,098	34.8
Interest	27,512	1.1	37,145	1.7	(9,633)	(25.9)
Other	48,124	1.9	57,549	2.5	(9,425)	(16.4)
Total revenues	2,343,098		2,210,329		132,769	
Other financing sources	218,791	8.5	32,062	1.4	186,729	582.4
Total revenues and other financing sources	\$ 2,561,889	100.0	\$ 2,242,391	99.9	\$ 319,498	14.2



This table reveals strong economic growth. Revenues increased by \$133 million which was not due to any new tax levies or any newly imposed revenue.

Sales and gaming taxes showed substantial growth. In fiscal '93 sales taxes grew at a six percent rate over the prior year. In fiscal '94 the growth rate jumped to 15.6%. The percentage increase in gaming was not as large, but was a substantial 9% as compared with 6% for the previous year. Gaming taxes increased \$43 million as compared to an increase of \$26 million in fiscal year 1993 and only \$10 million in fiscal year 1992.



Expenditures and other uses for general governmental funds totaled \$2.289 billion in 1994. This is a 4 million dollar decrease over fiscal year 1993. The following table shows expenditures by function, and the changes as compared to the prior year.

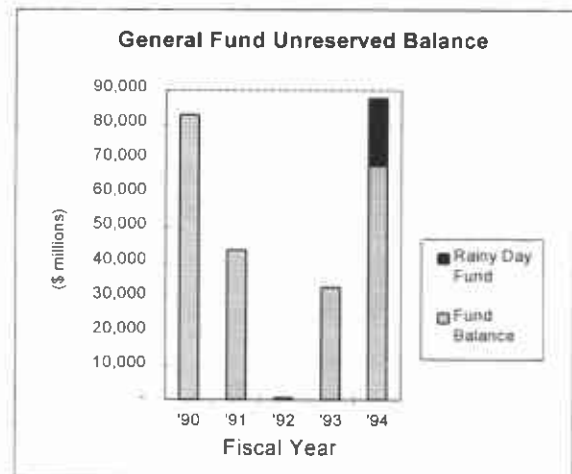
Expenditures and Other Uses

(expressed in thousands)

	1994		1993		Increases/(Decreases)	
	Amount	Percent of Total	Amount	Percent of Total	Amount	Percent
General government	\$ 64,514	2.8 %	\$ 64,104	2.8 %	\$ 410	0.6 %
Health, social services	689,218	30.1	687,893	30.0	1,325	0.2
Education	21,258	0.9	20,706	0.9	552	2.7
Law, justice, public safety	210,878	9.2	199,168	8.7	11,710	5.9
Regulation of business	54,336	2.4	59,629	2.6	(5,293)	(8.9)
Transportation	347,069	15.2	263,996	11.5	83,073	31.5
Recreation	64,586	2.8	59,961	2.6	4,625	7.7
Intergovernmental	452,345	19.8	438,051	19.1	14,294	3.3
Capital improvements	49,871	2.2	60,887	2.7	(11,016)	(18.1)
Debt service	75,817	3.3	224,377	9.8	(148,560)	(66.2)
Total expenditures	2,029,892		2,078,772		(48,880)	(2.4)
Other financing uses:						
Net transfers:						
University	229,418	10.0	196,155	8.6		
Other	30,351	1.3	19,283	0.8	11,068	57.4
Total expenditures and other uses	\$ 2,289,661	100.0	\$ 2,294,210	100.0	(\$ 4,549)	(0.2)

Total expenditures and other uses did not increase over fiscal '93. However, transportation is one function that shows a substantial increase. This increase was due to road construction financed with bond proceeds. Another function which shows a slight increase is the intergovernmental function. Ninety-four percent of these expenditures pertain to education support to local school districts.

An important indicator of fiscal health is the unreserved fund balance of the general fund. The accompanying chart depicts this balance for the past five fiscal years. Table IV in the statistical section provides a ten year comparison. Fiscal '94 is the first year for amounts to be deposited to the "Rainy Day" Fund.



Proprietary Operations - Internal Service Funds - The State operates eleven internal service funds and nine enterprise funds. The internal service funds charge and recover costs from State agencies for services such as building maintenance, printing, insurance, data processing, motor pool and others. Rates charged to State agencies for the operations of the internal service funds are adjusted in following years to offset gains and losses. In fiscal '94 these funds showed a net gain of \$11 million. A large portion, \$10.5 million, was attributed to the self-insurance fund (\$7.8 million) and the insurance premium fund (\$2.7 million). The Committee on Benefits in consultation with their actuary, implemented actions to build a reserve in the self-insurance fund that accounts for monies pertaining to the health, group life and accident insurance for State employees.

Proprietary Operations - Enterprise Funds - The enterprise funds mainly reflect the activities of:

- The Colorado River Commission supplying water to the entities in Clark County and purchasing and selling electrical power from Nevada's share of the generating facilities at Hoover Dam.
- The Housing Division providing low interest loans to low and moderate income households.
- The State Industrial Insurance System (SIIS) providing benefits of medical care, disability compensation and rehabilitation services to Nevada workers who are injured or contract a disease in the course of their employment.

Collective assets of these funds decreased by \$157 million in fiscal '94 and collective liabilities also decreased by \$203 million. A collective gain of \$101 million was recorded. These improvements from fiscal year '93 were primarily due to the improvement realized by SIIS. The system experienced a gain of \$99 million. There was also an unrealized loss of \$55 million on investments which offset part of the gain as reflected in the fund equity.

SIIS Fund Equity

	<i>(in thousands)</i>
FY '94	\$ (2,053,047)
FY '93	(2,097,124)
FY '92	(1,412,932)

The laws enacted by the 1993 Legislature and management efficiencies are proving effective. Full impact of changes, however, are not anticipated until fiscal year '95 and later.

Pension Trust Operations - The Public Employees' Retirement Board supervises a retirement system that covers most public employees of the State and its political subdivisions, as well as other public employees. The system's revenue increased 2% over fiscal '93. Expenses increased 17%, mostly due to an increase in the number of retirees and higher average compensation on which benefit payments are calculated. The System's assets increased by 10% to \$5.3 billion, while the unfunded pension benefit obligation increased 6% to \$1.9 billion. The annual actuarial valuation continues to reflect a positive trend in the funding of the system. Under the present plan and actuarial method the unfunded liability will be fully amortized over a period of 30 years from July 1, 1994.

Debt Administration - The bond ratings from Moody's Investor Service and Standard and Poors remained at Aa and AA respectively. These ratings reflect a good economic base and sound financial management. On June 30, 1994, outstanding debt was:

	<i>(in thousands)</i>
General Obligation Bonds	\$ 820,906
Highway Revenue Bonds	120,660
Mortgage Revenue Bonds	467,905
	<u>\$1,409,471</u>

Only \$458,560,000 of the \$820,906,000 General Obligation Bonds are paid through a tax levy on property. The remaining \$362,346,000 are serviced through user fees from enterprise fund operations, slot machine taxes and revenues from local governments for the Municipal Bond Bank and the Water Pollution Central Revolving Fund.

The Constitution of the State limits the aggregate principal amount of the general obligation debt to 2% of the total reported assessed value of the State. The prior 1% limitation was increased to 2% by a constitutional amendment in 1989. As of June 30, 1994, the debt limit and remaining capacity were as follows:

	<i>(in millions)</i>
Debt limit (2% of assessed value)	\$ 574.7
Less: Bonds Payable	423.3
Remaining Debt Capacity	<u>\$ 151.4</u>

Exempt from this limit are debts incurred for the protection, preservation and development of natural resources.

New bonds sold during the 1994 fiscal year were:

		<i>(in thousands)</i>
Improvement & Refunding	8/1/93	\$133,625
Natural Resources & Refunding	8/1/93B	49,715
University Refunding	11/1/93	30,300
Municipal Bond Bank - R5	12/1/93	27,250
Water Finance Bond #1-2 Ref.	12/1/93B	4,625
Municipal Bond Bank - #42 Ref.	4/1/94	61,500
Water Pollution Control	6/1/94	3,250
Highway Improvement Revenue	6/1/94	88,500
Housing Single Family Issue C	7/29/93	25,400
Housing Single Family Issue A	3/1/94	15,000
Housing Single Family Issue B	4/1/94	28,995
		<u>\$468,160</u>

Capital Projects - To keep pace with demands of the growing population and economy, the State has used its bonding capacity for a substantial capital project program. The following is a summary of major projects that are either substantially complete or still under construction.

	<i>(in millions)</i>
• Lovelock Correction Center - Medium Security Prison with over 350 cells	\$41.8
• State Office Building - Las Vegas	20.4
• Remodeled old Supreme Court Building to house the Attorney Generals' Staff	4.6
• Modular housing for Northern Nevada Correctional Center	13.4
• Highway Patrol Headquarters (Reno)	3.6
• Medical Facility - Northern Nevada Correctional Center	9.8
• Mason Valley Fish Hatchery	8.0

Not shown in the capital project funds nor in the general fixed asset account group are the efforts of the Department of Transportation in improving and maintaining our highway infrastructure. During fiscal '94 Department of Transportation spent \$41 million constructing freeways, State routes and 10 bridges. The agency also spent \$95 million reconstructing, re-paving, or rehabilitating 417 miles of roadways and 58 bridges. The expenditures for these efforts are recorded in the State highway fund, a special revenue fund.

University and Community College System of Nevada Funds (University System) - An elected nine member board of trustees supervises the operation of the University System, comprising two universities, four community colleges and a research institute. Revenues in fiscal '94 increased by \$70.9 million to \$414.7 million. Expenditures were recorded at \$577 million, an increase of \$51 million. The State support for the system increased by \$33 million to \$229 million. Shown in the Statistical Section of this report is the 10 year profile of fall enrollments. A slight increase in enrollment was experienced over fiscal '93.

Cash Management - Ensuring that cash is available for operations, cash is managed by the State Treasurer. The State Treasurer operates a cash investment pool except for monies within the pension trusts, deferred compensation, SIIS, University System, Housing and Rural Housing. Uncommitted balances are invested in collateralized repurchase agreements, collateralized certificates of deposit, negotiable certificates of deposit (top 10 U.S. banks), banker acceptance notes (only those eligible for discount with the Federal Reserve), commercial paper for US corporations (rated A-1 to P-1 or better), corporate bonds by U.S. corporations (rated A or better), and securities of the United States.

The State Treasurer also operates a separate investment pool for local governments to take advantage of the greater interest earnings through pooled investments. The type of securities purchased and the investment policies are the same as the State pool.

Risk Management - The State is self-financed against certain property and liability claims. The Risk Management Division manages a Self-Insurance Fund for group health insurance. Revenues are generated through charges to employees and departments to pay for contracted insurance and self-funded plans. The Division also manages an Insurance Premiums Fund to provide fidelity insurance, property insurance and workers' compensation. The State finances the first \$250,000 of property and contents losses and the remainder is insured up to \$500 million through commercial insurers.

Conclusion - This report continues my commitment to inform and clearly demonstrate the financial condition of the State to the citizenry and the financial community. I extend my sincere appreciation to management and the leaders of State government for their stewardship. I wish to especially thank Governor Bob Miller and John Comeaux for the section denoting the current and future major initiatives of our State government. I also thank Jim Hanna from the Department of Employment, Training and Rehabilitation for the section on the Nevada Economy. Our pictorial theme and our featured agency is the Division of Minerals in the Department of Business and Industry. We appreciate and thank the Department and staff for their pictures and their special report.

Last but not least, I commend the efforts of the accounting firm of Kafoury, Armstrong & Co., my staff and others who contributed to the production of this report.

Respectfully submitted,



Darrel R. Daines
Nevada State Controller



The old mining camp of Berlin, built just before 1900, is remarkably well preserved, and now is a state park.

Certificate of Achievement for Excellence in Financial Reporting

Presented to

State of Nevada

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 1993

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

**STATE OF NEVADA
CONSTITUTIONAL OFFICERS**



**Robert J. Miller
Governor**



**Sue Wagner
Lieutenant Governor**



**Cheryl Lau
Secretary of State**



**Robert Seale
Treasurer**

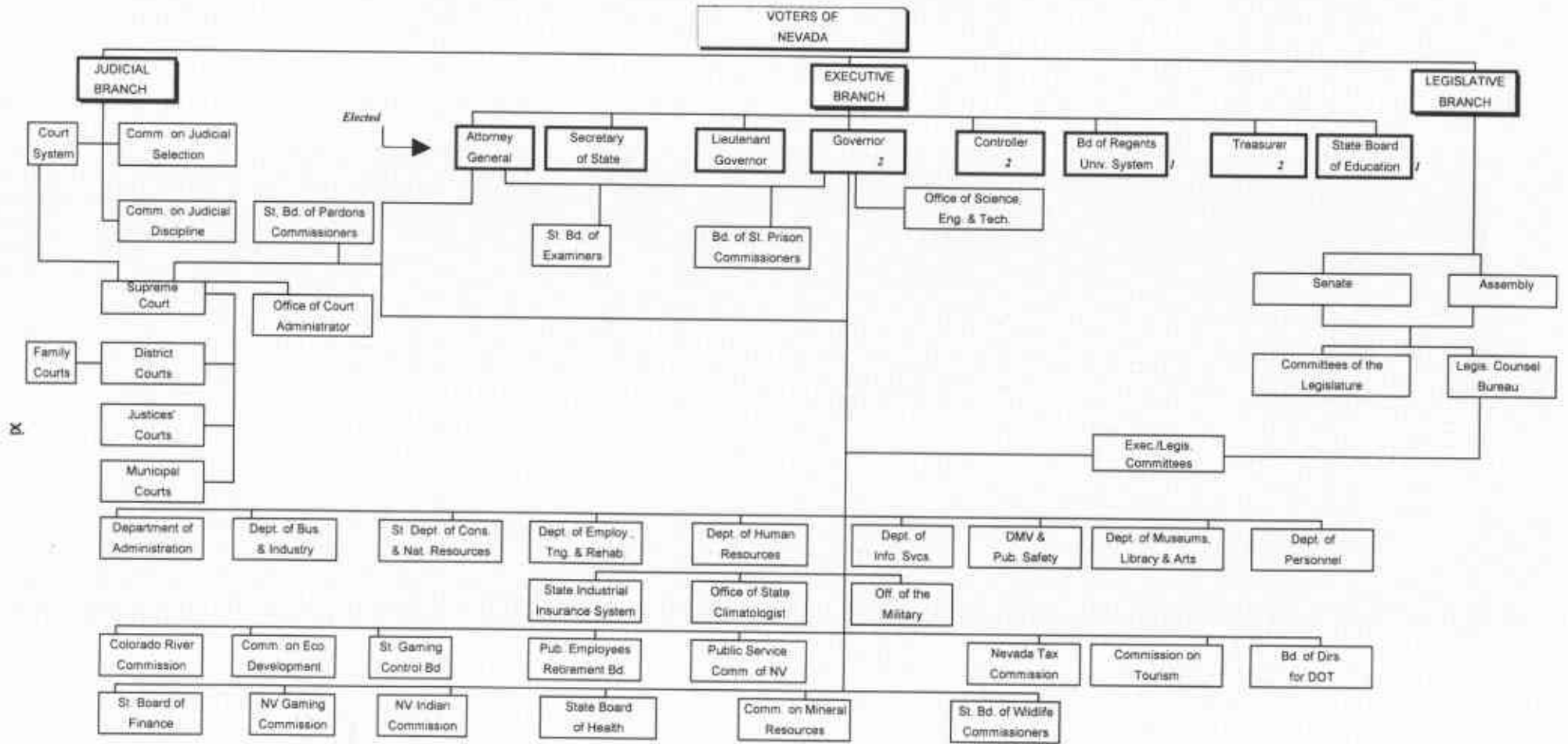


**Darrel R. Daines
Controller**



**Frankie Sue DelPapa
Attorney General**

NEVADA STATE GOVERNMENT



1 Headed by Elected Boards

2 Member of Board of Finance

Major Initiatives

John P. Comeaux
Director of Administration

Buoyed by the construction and opening of three mega-resorts in southern Nevada, fiscal 1993-94 revenues exceeded forecasts. The state began filling the fund to stabilize the operations of state government, its rainy day fund. And the new Economic Forum, charged with forecasting general fund revenues, began meeting in May. The Forum is a panel of five private sector tax and economic experts. Their forecast is binding on all branches of state government, including the Governor and the Legislature. This impartial revenue forecasting impressed the bond raters, Moody's and Standard and Poor's, who renewed Nevada's Aa/AA rating.

The 1993 Legislature approved a wide-reaching reorganization of the Executive Branch. On October 1, 1993, reorganization took effect. The Departments of Commerce, Industrial Relations, Insurance, Agriculture, and Minerals combined with the Nevada Rural Housing Authority, the Nevada Attorney for Injured Workers and the Labor Commissioner to form the Department of Business and Industry. Rehabilitation left Human Resources, joining with Employment Security to form the Department of Employment, Training and Rehabilitation. Most of the Department of General Services moved to the Department of Administration, which also gained a new internal audit division. The state's library, archives, museums, historical societies, and council on the arts combined into the Department of Museums, Library, and Arts. State government went from 47 agencies that reported directly to the Governor to 22 Cabinet-level groups.

After reorganization, the Governor and his streamlined Cabinet began a new strategic planning process. They wrote a vision, mission, philosophy, and list of goals for Nevada state government. The Executive Budget links new positions or program spending to the state's functional goals. For the full plan, see *State of Nevada Strategic Plan, Fiscal Years 1995 to 1999*. Here are the state-wide vision, mission, philosophy, and goals:

Vision

We envision a Nevada where all people have the skill and opportunities they need to achieve their individual dreams; a Nevada where people enjoy and can afford good health, are safe and secure from harm, and share a quality standard of living; a Nevada where we and future generations can enjoy our bountiful natural beauty and resources; and a Nevada whose government consistently surpasses expectations.

Mission

To provide for the highest quality of life for Nevada's citizens and visitors by ensuring the public safety, protecting the state's natural resources, promoting a strong economy, fostering an environment that is open to diversity, accepting of individual differences, and

encouraging to individual development, and providing for the welfare of those who cannot care for themselves.

This will be accomplished through a responsive and accountable government that wisely uses the resources entrusted to it.

Philosophy

Our guiding principles permeate state government. We will be open, accessible, and flexible in serving our customers – the public. We will cooperate with each other, avoiding parochial interests. We will take pride in our work, encourage professional development, and accept individual differences. We will behave with integrity and choose the ethical course of action. We will operate efficiently and spend the public's money wisely.

Goals

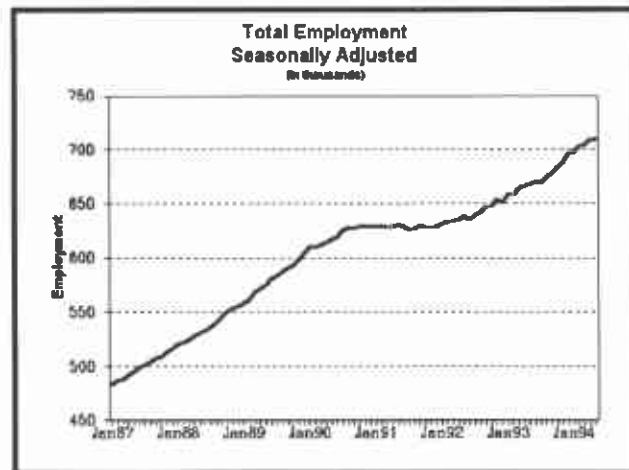
1. Develop an easily accessible, flexible, cost efficient, and responsive government.
2. Foster an environment that treats employees fairly, with dignity and respect.
3. Encourage a work environment that values innovation, team efforts, professional development, and improvement of the work process.
4. Maximize the quality of life from birth to first year in school, to ensure that each child has the necessary skills to succeed in school.
5. Ensure quality educational opportunities for all citizens.
6. Ensure that consumers receive fair treatment.
7. Optimize the business and government environment.
8. Maintain the state's leadership advantage in gaming and recreational tourism.
9. Provide a stable, equitable, and predictable tax structure.
10. Provide a social service system that motivates self-sufficiency.
11. Ensure the safety of citizens and visitors.
12. Provide for the effective development and management of natural resources while protecting the environment.
13. Provide for the effective development and management of our cultural resources, including our arts, humanities, and heritage.
14. Foster an environment that is open to diversity, and accepting of individual differences.

The Nevada Economy: 1995

Jim Hanna¹

As 1994 comes to a close, the Nevada economy continues to expand and all indications are that this pattern will continue throughout 1995. Employment, sales tax collections and gaming revenues should all see healthy gains in the year to come. In short, 1995 should be a good year economically.

To understand what's behind this optimistic forecast, it's instructive to look at the Nevada economy in recent years—especially the growth cycle that concluded in 1990. This period has some very important similarities and dissimilarities to our current expansion.



Late 1980s/Early 1990s

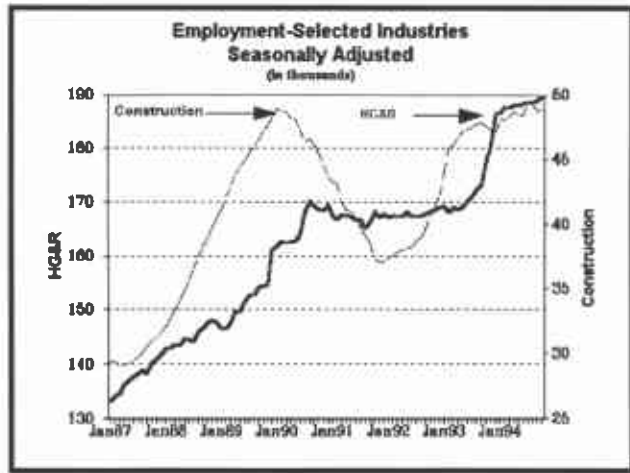
The economic boom of the latter part of the 1980s was in large part fueled by construction activities. While the construction of hotel/casinos in southern Nevada was the primary component, the State, and especially rural Nevada, also benefited from a considerable amount of mining related activities. In addition to construction fueled activities, tourism was also on the upswing as a result of an expanding national and regional economy.

The expansion part of the cycle culminated with the opening of two major hotel/casino properties in Las Vegas—the Mirage and Excalibur. While employment in gaming increased with their openings, there were corresponding layoffs in the construction sector. Optimism remained high, however, as numerous new projects were in the works.

Unfortunately, the timing of the Nevada economic boom could not have been worse. Shortly after the openings of the two major properties noted above, the national economy plunged into recession. The situation was exacerbated by the onset of the Gulf War with associated concerns about domestic terrorism, and the fact that neighboring California suffered an economic downturn more severe than the nation as a whole. The impact on Nevada is clearly seen in the above chart: after growing rapidly throughout the later half of the decade, employment growth ceased and remained flat for nearly two years. Additionally, unemployment increased during this period while gaming revenues experienced little over-the-year growth and sales tax collections saw actual declines.

The Current Expansion

In mid-1992 the Nevada economy again started growing. While California continued to experience economic problems, the national economy was on the mend. More important to Nevada was that construction was beginning on three major projects in Las Vegas: the MGM Theme Park, Luxor and Treasure Island hotel/casinos. As a result, construction employment soared and the economy as a whole expanded at a rapid rate.



Key to the outlook for 1995 is what happened at the end of 1993 when the three major projects in Las Vegas opened. The impact on hotel, gaming and recreation employment is obvious (note similar spikes in 1989 and 1990). Unlike the earlier period, however, construction employment didn't nose-dive; in fact after leveling off for several months the economy continues to add construction jobs. The major difference with the earlier period is that the national economy is expanding and the country is not at war. Even the California economy is starting to show signs that it is also slowly recovering. The result is that the Nevada economy is experiencing "back to back" expansions.

1995 Forecast

Specifics supporting a healthy economy in 1995 are plentiful. In spite of the opening of three major hotel/casinos in Las Vegas during the end of 1993 adding approximately 19,000 new jobs, vacancy rates remain at a high rate. The success of these new ventures has prompted a flurry of new construction, additions and new proposals--including massive new projects such as the MGM Grand and Primadonna Resorts' "New York-New York" project (\$300 million with 1,500 rooms); Sheraton Desert Kingdom (\$750 million with 3,500 rooms); and two efforts on the old Dunes properties (a joint venture by Mirage Resorts and Gold Strike Resorts and a larger project by Mirage Resorts) with a combined 6,000 to 7,000 rooms. While northern Nevada has taken a back seat in recent years in the tourism related expansions, times are changing. Scheduled to open in 1995 are the National Bowling Stadium and "Project C," the area's first Las Vegas style theme casino.

What this means for 1995 is that the current economic momentum will undoubtedly carry into and throughout the coming year. In fact, the magnitude of some of the

projects either under construction or planned in the near future will in all likelihood provide momentum into 1996 as well. Total job gain in 1995 is estimated at 37,000 representing a five percent increase. Gaming revenue and sales tax collections should also record respectable gains. Anticipated economic growth should be sufficient to maintain Nevada's ranking among the fastest growing states in the nation.

Potential Concerns

The one "cloud" on this optimistic forecast is the recent actions by the Federal Reserve in raising interest rates with the goal of curbing future inflationary pressures. While inflation does not appear to be a problem, the national economy continues to expand at a rate faster than the historical average (i.e., real GDP increased at an annualized rate of 3.9 percent in the third quarter of the year) and the unemployment rate continues its downward trend (5.6 percent in November). The concern among some economists is that the Fed will misjudge the inflation threat and send the economy into recession by further increases in interest rates.

While certainly a possibility, it is important to understand that such increases, if they occur, will not affect either the construction currently underway or the subsequent openings and staffing of the various projects. This is the "momentum" mentioned earlier. Higher interest rates would put a damper on future commercial ventures and would certainly have a negative impact on such things as housing starts and automobile purchases. Most of these impacts, however, would affect future years and not 1995.

1 . *The author is the Administrator of the Division of Information Development and Processing--Department of Employment, Training and Rehabilitation.*

Nevada Division of Minerals

Department of Business and Industry

By Russ Fields, Administrator

MINERAL RESOURCE DEVELOPMENT IN NEVADA

Mining, oil and geothermal energy production have played a substantial role in the development of Nevada's economy. In the case of mining, that role goes back long before statehood. The state's mineral wealth, the commitment of the industries and individuals who explore for and develop the mineral resources along with a reasonable government environment, will insure that Nevada will continue to be a major producer of minerals for many decades to come.

Economic Impacts Of Mineral Resource Development

Nearly 13,000 Nevadans work directly in the mineral resources industry and another 30,000 plus have jobs related to providing goods and services to the industry. Annual pay for the direct jobs associated with mining is the highest of any sector in the state's economy, with an average wage of \$40,000. Most of the mining jobs require a high degree of skill and training, as well as responsibility. There are many technical positions, requiring substantial education, such as geologists, biologists, hydrologists, and mining, metallurgical, chemical, geological, and electrical engineers.

Refinement of the geologic models for the bulk mineable "Carlin-type" deposits and other disseminated gold deposits, along with advances in processing techniques have provided the foundation for Nevada's nation-leading gold and silver production in the 1980s and 1990s. Gold production in 1993 was 6.7 million troy ounces with a value of \$2.4 billion, accounting for over 60 percent of U.S. gold production. If the state were a sovereign nation, it would rank third in the world in the production of gold.

Other Mineral Commodities

Gold, while by far the most important mineral commodity produced in the state from an economic standpoint, is certainly not the only Nevada mineral commodity. Nevada is blessed with a wide array of geologic environments that host a multitude of other important minerals. The state is the nation's leading producer of silver, used in photography, electronics and jewelry; barite, used in drilling fluids, bowling balls, medicines and for many other purposes; magnesite, used in steel manufacturing and as a nutritional supplement, and; lithium carbonate, a component of high quality greases and high energy batteries. Nevada mines also produce significant quantities of gypsum and specialty clays. In 1995, copper mining will resume in the Robinson District near Ely and once again Nevada will be an important producer of copper. The re-birth of the

Robinson District is one of many examples of how mines that appear to be played out can be brought back into production with the advent of new technology and changes in economics.

In addition to minerals produced from mines, Nevada also is a producer of petroleum and geothermal energy. The first attempt to find oil in Nevada was a 1,890 foot-deep dry hole in Washoe County in 1907. The first discovery of oil was made by Shell Oil Company in the Eagle Springs field in Railroad Valley, Nye County, in 1954. Since that time, over 40 million barrels of oil have been produced in the state. Exploration for new reservoirs has been constant and many geologists feel Nevada is one of the last frontiers in the United States with potential for significant new discoveries of oil and gas.

Geothermal literally means "the heat of the earth." The natural heat in the rock formations comes into contact with groundwater. The hot water, or in some cases steam, can be brought to the surface through wells drilled for this purpose and can be used as a source of energy. The most important use of this energy is in the generation of electric power. Nevada is the nation's second largest producer of electricity generated from geothermal resources. The first geothermal power plant began producing in 1983. Today there are 12 electric generating facilities in the state with the capacity to generate approximately 200 megawatts of electric power. This is roughly enough electricity to provide power to 115,000 households. Other uses of geothermal energy include food dehydration, home heating, and aquaculture, the process of growing food using the natural geothermal heat. Geothermal energy is called renewable because, if the resource is properly managed and fluids are injected back into the geothermal zones in the rock formations, those fluids can be reheated and brought to the surface again for further use.

State Government - The Division of Minerals and the Commission on Mineral Resources

Mineral resource development, led by mining, ranks as the second largest industry in Nevada in terms of revenue. Because of its importance, state government has implemented programs to encourage and promote responsible mineral development in the state.

In 1943, the Nevada Legislature created the Mining Advisory Board. Chief among the duties of the board, was the study of ways and means of furthering the mining industry and the exploration for and the development of oil and gas. The board was responsible to report to and make recommendations to the Governor, the Legislature and Nevada's representatives to Congress.

In 1977, the Legislature expanded the Mining Advisory Board to include more emphasis on oil and gas activities. The board was renamed the Oil, Gas and Mining Board and the Division of Mineral Resources was established within the Department of

Conservation and Natural Resources. The position of administrator of the Division was also created.

The 1983 Nevada Legislature, taking a more aggressive approach to the support of mineral development, approved a bill which created the Department of Minerals and the Commission on Mineral Resources. The Legislature included the following preamble in the bill:

"The legislature declares that the purpose of this act is to:

1. Benefit and promote the welfare of all the people of State of Nevada.
2. Promote the efficient, orderly and economical conduct of the various activities for the encouragement, advancement and protection of mining and the production of geothermal energy, oil and gas in this state.
3. Support, assist and encourage large and small mining interests, through the principles of private enterprise and individual initiative, in the discovery and development of the State's mineral resources.
4. Preserve an equitable and workable system of discovery and acquisition of mineral deposits and interests in and on the public lands, while retaining and defending the historic right of all citizens to free access to and across public lands for all lawful pursuits and purposes.
5. Achieve an equitable and reasonable balance between mineral and other legitimate interests in the realistic utilization of the public land and its surface and subsurface resources.
6. Study means and carry out programs to assist the operators of small mines in the acquisition of or access to milling and smelting facilities to process ore or concentrates into a marketable product."

In 1993, in a major reorganization of state government, the Governor and the Legislature established the Department of Business and Industry. Minerals, along with a number of other state agencies that work with or regulate business in the state, were placed within the Department of Business and Industry. The role of the Department is to encourage and promote business development and to conduct its regulatory activities in a fair and equitable manner. With this reorganization, the Department of Minerals was renamed the Division of Minerals.

The Nevada Division of Minerals continues its mission to encourage and promote the responsible development of Nevada's mineral resources. Programs have been established to assist the industry in identifying and meeting regulatory requirements, working for reasonable laws and regulations at the Federal level and conducting public

awareness and education programs designed to help Nevadan's understand the importance of minerals and the related economic activity. The Division also regulates the drilling and operation of oil and geothermal wells so that these resources are used wisely, safely and with limited waste or impact on other resources, such as ground water.

The Division of Minerals has a program to identify and oversee securing of hazardous conditions at mines which are no longer operating. Prior to modern land use and environmental laws, many old shafts and adits were left open when the miners completed their work. This left dangerous conditions for people who came along later for recreational or other purposes. The Division's program is not only designed to secure these sites and make them safer, but also to educate citizens about the dangers associated with abandoned mines and publicize the advice to "Stay Out, Stay Alive and Don't Vandalize!"

The regulations of the Division of Minerals are adopted by the Nevada Commission on Mineral Resources. The Commission also sets the Division's mineral related policies and advises the Director of the Department of Business and Industry, the Governor and the Legislature on matters of importance to the state related to mineral development.

Another vital role of the Division is to preserve and promote Nevada's rich mining legacy.

Early History

Nevada has been the source of great mineral wealth produced even before it became a state in 1864. The earliest known mining within the boundary of what is now the State of Nevada was conducted by Native Americans long before the arrival of Europeans. Turquoise, a semi-precious gem, was mined by Native Americans in Clark County, as was salt and gypsum. Evidence of this early mining includes digging tools which have been found at the sites and, in fact, led later miners to the mineral deposits. The first European miners were probably the Franciscan Fathers on missions from Mexico who mined for placer gold around 1776, in areas which included Clark County.

Mining Leads to Statehood

In the southern end of Nevada in 1855, Mormon settlers on their way back from southern California, discovered the Potosi mine. Lead ore, called galena, from this high grade deposit was transported to the small settlement of Las Vegas where it was smelted into lead. This was likely the first smelting of ore in Nevada.

In 1849, gold was discovered in what is now Gold Canyon, several miles east of Carson City, the state capitol. While of some interest, it was not until ten years later that this gold was traced uphill to rich veins of ore. Mysterious deposits of blue clay

were also found which were extremely rich in silver. This discovery was destined to become one of the richest silver and gold districts the world had known - the Comstock Lode. When news of the Comstock discovery spread to California, thousands of miners swarmed to Nevada. The rich discoveries offered new hope to the miners and prospectors who had been working in northern California's Mother Lode mines. As excitement about the Comstock spread across the country, Nevada received a huge influx of new citizens. The new population and the potential for 3 new votes in Congress was enough to interest President Lincoln in 1864 to seek statehood for Nevada. The wealth from precious metals production at the Comstock mines also helped the north prevail in the war between the states.

Production of silver and gold from the Comstock from 1859 to 1921 exceeded \$386 million (based on then-current metals prices). However, for a variety of reasons, production from the Comstock mines began to decline in the early 1880's and some of the mines closed.

Nevada's hearty prospectors and miners didn't stop with the Comstock. Prospectors fanned out across the state shortly after mining of the Comstock began and a number of important new Nevada mining districts were organized during the 1860's. New mines were being discovered regularly by the experienced miners from California and the Comstock. These districts included White Pine, Reese River (Austin), Tybo, Trinity, Candelaria and Battle Mountain. Many Nevada towns owe their existence to these early mining pioneers.

As these new mines began producing, Nevada's citizens and economy prospered. This period of prosperity lasted through 1880, a time when many of the mines were playing out. During those 12 years from 1868 to 1880, precious metals - gold and silver - were produced at a variety of mines throughout the state. However, during the period from 1881 to 1891, no new mines were discovered in Nevada and to add to the problem, the price of silver steadily fell. A few mines were discovered in the 1890's in Nevada, but there was nothing large enough to give the economy a boost and the state fell into an economic depression.

The Twentieth Century - A New Era

In 1900, important gold and silver mineralization was discovered at Tonopah. In the period from 1900 to 1920, the Tonopah District produced some \$15,000,000 worth of gold and silver. A railroad line from southern Nevada was built to serve the district and major facilities were constructed to process the Tonopah ores.

Prospecting in general was greatly stimulated by the success at Tonopah just as it had been after the discovery of the Comstock Lode. Soon, new mines were found at Goldfield, Manhattan, Fairview, Rawhide, Seven Troughs and Goodsprings. Until 1907, most of Nevada's important mines were for precious metals or, to a much lesser extent, lead and zinc. That was to change with the development of large new copper

mines near Ely and Yerington. Copper had become extremely important due to the development of automobiles and the electrification of America.

The copper mines near Ely and Yerington employed high volume open pit methods which relied on economy of scale to efficiently produce the relatively low grade copper ores. Techniques learned in these mines are the basis for much of the modern gold mining that is taking place in Nevada today.

Between 1907 and 1964, there were relatively few new mines discovered. Periodic increases in price and the demand for metals to fuel the war efforts during the two World Wars led miners back to old mines which could be re-worked at a profit or to new sites that could yield specialty metals like manganese.

The Modern Era - Gold

The first 100 years of Nevada's mining history is generally characterized by swings from prosperity to decline, even to depression in the late 1800's. That was to change in the mid 1960's with the discovery and development of "Carlin-Type" disseminated gold deposits. These types of deposits could not have been mined in the early days because miners did not have the technology to extract the gold. In fact, these deposits could not have been found by the old timers because the gold, existing in micron size particles within the rock, could not even be panned or seen with a magnifying glass. With a new understanding of the geology and the use of processing technology invented in the sixties by the U.S. Bureau of Mines, it became possible to find and recover the "no-see-um gold."

Nevada's mining future continues to be golden. New projects and discoveries under development ensure mining's continued strong economic presence well into the next century. New discoveries and development of oil and gas and geothermal energy will also help fuel Nevada's growth.





In the late 1800's, mining was done with hand tools and muscle power. Animals were often used to provide the power for hauling ore.

Today's miners must be able to wield a computer in addition to a pick and shovel. This autoclave operator is making sure the pressures and temperatures are normal.



New technologies have benefitted exploration. This drill rig is capable of cross country travel, eliminating the need to make roads to remote areas.



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INDEPENDENT AUDITOR'S REPORT

The Honorable Darrel R. Daines
State Controller

We have audited the accompanying general purpose financial statements of the State of Nevada as of and for the year ended June 30, 1994, as listed in the table of contents. These general purpose financial statements are the responsibility of the management of the State of Nevada. Our responsibility is to express an opinion on these general purpose financial statements based on our audit. We did not audit the financial statements of the Water Treatment Fund, Water Transmission Fund or Power Marketing Fund (collectively, the "Colorado River Commission"), the Housing Division Fund, or the Industrial Insurance Fund (State Industrial Insurance System) which statements reflect 99.7 percent of the assets and 99.0 percent of the operating revenues of the Enterprise Funds. We also did not audit the University and Community College System or the Nevada Rural Housing Authority (Rural Housing), discretely presented component units. The statements not audited by us were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Enterprise Funds, the University and Community College System Funds, and Rural Housing Funds is based solely on the reports of such other auditors.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

In our opinion, based on our audit and the reports of other auditors, such general purpose financial statements referred to above present fairly, in all material respects, the financial position of the State of Nevada as of June 30, 1994, and the results of its operations and cash flows of its proprietary fund types and non-expendable and pension trust funds for the year then ended in conformity with generally accepted accounting principles.

The report of other auditors on the financial statements of the State Industrial Insurance System (SIIS), which statements reflect 45.5 percent and 78.2 percent, respectively, of the assets and operating revenue of the Enterprise Funds, includes an explanatory paragraph emphasizing matters pertaining to the financial difficulties of SIIS. Such auditor's report on the SIIS financial statements for the year ended June 30, 1994 states:

"The financial statements [of SIIS] have been prepared assuming that SIIS will continue as a going concern. Although SIIS experienced income from underwriting activities during the year ended June 30, 1994, and the accumulated deficit decreased from \$2,097,124,000 at June 30, 1993 to \$2,053,047,000 at June 30, 1994, such accumulated deficit will need to be recovered from future revenues, operating efficiencies or from other resources to be provided to SIIS. To the extent that premiums charged in the future may not be sufficient to pay the unfunded liability for incurred but unpaid claims, adverse loss development thereon, if any, and future claims expenses, SIIS may not have sufficient resources to pay its obligations. As discussed in Note 2 to the ...[SIIS] financial statements [Notes 2B and 9 to the accompanying general purpose financial statements of the State of Nevada], [SIIS] management has implemented an action plan which it believes will improve the financial condition of the [SIIS] System".

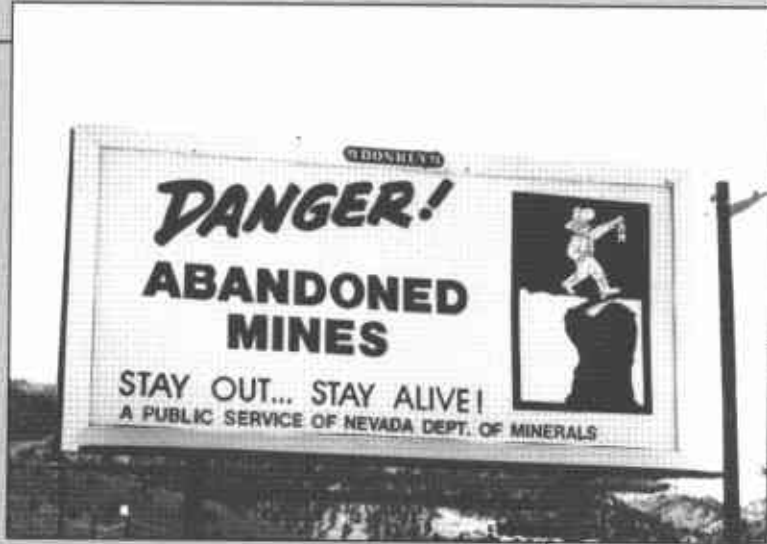
Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining and individual fund and account group financial statements and schedules listed in the foregoing table of contents, which are also the responsibility of the management of the State of Nevada, are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of the State of Nevada. Such additional information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly presented in all material respects in relation to the general purpose financial statements taken as a whole.

The statistical data listed in the statistical section of the foregoing table of contents is presented for purposes of additional analysis and is not a required part of the general purpose financial statements of the State of Nevada. Such additional information has not been subjected to the auditing procedures applied in the audit of the general purpose financial statements, and, accordingly, we express no opinion on it.



Reno, Nevada
December 22, 1994

General Purpose Financial Statements



The division of minerals' bureau of abandoned mines lands conducts an aggressive public awareness program urging people to stay away from old hazardous mine shafts. Billboards are a part of that effort.

The bureau also physically secures hazardous mine openings. Here, bureau staff and a group of Eagle Scout candidates have erected a safety fence at an abandoned mine just north of Reno.

STATE OF NEVADA

Combined Balance Sheet All Fund Types, Account Groups and Discretely Presented Component Units

June 30, 1994
(Expressed in thousands)

	Governmental Fund Types			Proprietary Fund Types		
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service
Assets and other debits						
Assets:						
Cash and pooled investments (Note 3)	\$ 287,434	\$ 281,718	\$ 15,795	\$ 99,173	\$ 133,627	\$ 28,795
Investments (Note 3)	-	136,210	-	-	555,329	-
Receivables (Note 2D)	134,963	56,055	3,574	2,017	104,189	1,104
Due from other funds (Note 2H)	20,644	13,933	3,298	11,302	4,355	7,270
Due from component units (Note 2H)	49	1	-	-	2	717
Due from primary government (Note 2H)	-	-	-	-	-	-
Interfund receivables (Note 2H)	543	2	-	-	643	635
Inventory	-	11,685	-	-	-	-
Advances to other funds (Note 2H)	4,618	33	-	-	-	-
Restricted assets (Note 7):						
Cash	-	-	-	-	44,159	-
Non-cash	-	32,422	-	-	78,581	-
Loans receivable	-	-	-	-	394,152	-
Deferred charges and other assets	12,149	1,273	-	97	77,066	93
Land	-	-	-	-	4,546	131
Structures and improvements	-	-	-	-	230,729	6,595
Furniture and equipment	-	-	-	-	61,394	22,145
Accumulated depreciation	-	-	-	-	(96,483)	(16,503)
Construction in progress	-	-	-	-	23,314	-
Other debits:						
Amount available in debt service fund (Note 4H)	-	-	-	-	-	-
Amount to be provided for ret. of debt	-	-	-	-	-	-
Total assets and other debits	<u>\$ 460,400</u>	<u>\$ 533,332</u>	<u>\$ 22,667</u>	<u>\$ 112,589</u>	<u>\$ 1,615,603</u>	<u>\$ 50,982</u>
Liabilities, equity and other credits						
Liabilities:						
Accounts payable and accruals	\$ 119,721	\$ 25,331	\$ 293	\$ 44	\$ 2,763,777	\$ 23,393
Contracts payable	-	28,464	-	8,580	-	-
Due to other funds (Note 2H)	80,935	24,520	-	981	1,404	4,420
Due to component units (Note 2H)	2,045	208	14	834	-	10
Due to primary government (Note 2H)	-	-	-	-	139	413
Interfund payables (Note 2H)	-	-	-	-	3,088	1,758
Accrued compensated absences (Note 4)	6,289	3,579	-	-	4,187	2
Deferred revenue	-	-	-	-	-	-
Notes payable (Note 4)	-	-	-	-	802,484	-
Bonds payable, other obligations (Note 4)	-	-	-	-	548	4,110
Advances from other funds (Note 2H)	-	-	-	-	8,339	1,636
Obligations under capital leases (Note 4)	-	-	-	-	-	-
Claims and judgments (Note 4)	-	-	-	-	-	-
Arbitrage rebate liability (Note 4)	5,807	32,422	-	33,569	60,656	-
Other liabilities	214,797	114,524	307	44,008	3,644,622	35,742
Total liabilities						
Equity and other credits:						
Investment in general fixed assets/plant	-	-	-	-	9,924	4,764
Contributed capital (Note 2C)	-	-	-	-	76,217	-
Retained earnings (deficit):						
Reserved (Note 2C)	-	-	-	-	(2,122,780)	10,476
Unreserved	-	-	-	-	7,620	-
Net unrealized gain on equity securities	-	-	-	-	-	-
Fund balances:						
Reserved:						
Encumbrances and contracts	1,657	173,878	-	20,023	-	-
Inventory	-	11,685	-	-	-	-
Advances	4,618	33	-	-	-	-
Balances forward	139,106	19,930	22,360	1,000	-	-
Other (Note 2C)	30,616	168,151	-	-	-	-
Unreserved:						
Designated (Note 2C)	50,000	-	-	47,558	-	-
Undesignated	19,606	45,131	-	-	-	-
Total equity and other credits	<u>245,603</u>	<u>418,808</u>	<u>22,360</u>	<u>68,581</u>	<u>(2,029,019)</u>	<u>15,240</u>
Total liabilities, equity, other credits	<u>\$ 460,400</u>	<u>\$ 533,332</u>	<u>\$ 22,667</u>	<u>\$ 112,589</u>	<u>\$ 1,615,603</u>	<u>\$ 50,982</u>

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

Exhibit 1

Fiduciary Fund Types	Account Groups		Total - (Memorandum Only) Primary Government	Component Units		Total - (Memorandum Only) Reporting Entity
	General Fixed Assets	General Long-Term Obligations		University System	Rural Housing	
\$ 451,652	\$ -0-	\$ -0-	\$ 1,298,194	\$ 197,675	\$ 1,129	\$ 1,496,998
5,681,298	-0-	-0-	6,352,637	95	-0-	6,352,932
62,143	-0-	-0-	394,045	55,980	9	420,034
81,008	-0-	-0-	141,810	-0-	-0-	141,810
-0-	-0-	-0-	769	-0-	-0-	769
-0-	-0-	-0-	-0-	3,111	-0-	3,111
7	-0-	-0-	552	-0-	-0-	552
246	-0-	-0-	13,209	3,962	-0-	17,191
7	-0-	-0-	4,658	-0-	-0-	4,658
-0-	-0-	-0-	44,159	-0-	1,408	45,567
-0-	-0-	-0-	111,003	-0-	-0-	111,003
2,729	-0-	-0-	396,881	8,414	-0-	405,295
1,791	-0-	-0-	92,469	42,173	17	134,659
3	77,722	-0-	82,402	56,382	543	139,327
-0-	358,758	-0-	596,082	445,504	3,806	1,045,192
1,148	154,360	-0-	239,047	214,989	202	454,238
(857)	-0-	-0-	(113,843)	(291,404)	(1,526)	(406,773)
-0-	186,606	-0-	209,920	51,665	-0-	261,585
-0-	-0-	22,360	22,360	-0-	-0-	22,360
-0-	-0-	824,393	824,393	-0-	54	824,447
<u>\$ 6,281,175</u>	<u>\$ 777,446</u>	<u>\$ 846,753</u>	<u>\$ 10,680,947</u>	<u>\$ 788,568</u>	<u>\$ 5,442</u>	<u>\$ 11,474,955</u>
\$ 397,713	\$ -0-	\$ -0-	\$ 3,330,272	\$ 21,679	\$ 160	\$ 3,352,111
-0-	-0-	-0-	37,044	-0-	-0-	37,044
29,550	-0-	-0-	141,810	-0-	-0-	141,810
-0-	-0-	-0-	3,111	-0-	-0-	3,111
-0-	-0-	-0-	-0-	769	-0-	769
-0-	-0-	-0-	552	-0-	-0-	552
-0-	-0-	50,310	55,156	14,879	54	70,089
135	-0-	-0-	14,192	6,792	-0-	20,984
6,749	-0-	-0-	6,749	5,879	2,848	15,476
-0-	-0-	788,915	1,591,399	66,760	-0-	1,858,159
-0-	-0-	-0-	4,658	-0-	-0-	4,658
-0-	-0-	2,464	12,439	762	-0-	13,201
-0-	-0-	96	96	-0-	-0-	96
-0-	-0-	4,968	4,968	-0-	-0-	4,968
238,917	-0-	-0-	369,371	8,282	26	377,679
<u>671,064</u>	<u>-0-</u>	<u>846,753</u>	<u>5,571,817</u>	<u>125,802</u>	<u>3,088</u>	<u>5,700,707</u>
-0-	777,446	-0-	777,446	405,906	124	1,183,476
-0-	-0-	-0-	14,688	-0-	450	15,138
-0-	-0-	-0-	76,217	-0-	-0-	76,217
-0-	-0-	-0-	(2,112,304)	-0-	963	(2,111,341)
-0-	-0-	-0-	7,620	-0-	-0-	7,620
12	-0-	-0-	195,570	2,028	-0-	197,598
246	-0-	-0-	11,931	-0-	-0-	11,931
7	-0-	-0-	4,658	-0-	-0-	4,658
-0-	-0-	-0-	159,036	-0-	-0-	159,036
5,267,958	-0-	-0-	5,490,085	214,946	-0-	5,705,031
1,066	-0-	-0-	98,644	-0-	-0-	98,644
320,802	-0-	-0-	385,539	39,884	817	426,240
<u>5,580,111</u>	<u>777,446</u>	<u>-0-</u>	<u>5,109,130</u>	<u>662,764</u>	<u>2,354</u>	<u>5,774,248</u>
<u>\$ 6,281,175</u>	<u>\$ 777,446</u>	<u>\$ 846,753</u>	<u>\$ 10,680,947</u>	<u>\$ 788,568</u>	<u>\$ 5,442</u>	<u>\$ 11,474,955</u>

STATE OF NEVADA

Combined Statement of Revenues, Expenditures and Changes in Fund Balances All Governmental Fund Types, Expendable Trust Funds and Discretely Presented Component Units

Exhibit 2

For the Fiscal Year Ended June 30, 1994

(Expressed in Thousands)

	Governmental Fund Types				Fiduciary Fund Types	Totals - (Memorandum Only)	Component Unit	Totals - (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Expendable Trust	Primary Government	Rural Housing	Reporting Entity
Revenues								
Gaming taxes, fees, licenses	\$ 482,257	\$ 14,015	\$ -0-	\$ -0-	\$ -0-	\$ 496,272	\$ -0-	\$ 496,272
Sales taxes	397,527	-0-	-0-	-0-	-0-	397,527	-0-	397,527
Intergovernmental	490,986	174,148	326	23	38,419	703,902	5,226	709,128
Other taxes	265,213	184,290	54,141	-0-	148,678	652,322	-0-	652,322
Licenses, fees and permits	65,331	100,075	-0-	-0-	688	166,094	-0-	166,094
Sales and charges for services	23,382	15,748	-0-	-0-	527	39,657	-0-	39,657
Interest, investment gain	11,978	11,975	3,098	463	18,194	45,706	21	45,727
Other	22,458	25,274	-0-	392	1,724	49,848	19	49,867
Total revenues	1,759,130	525,525	57,565	878	208,230	2,551,328	5,266	2,556,594
Current:								
General government	51,360	13,154	-0-	-0-	39	64,553	-0-	64,553
Health and social services	657,625	31,593	-0-	-0-	172,945	862,163	5,208	867,371
Education and support services	21,174	84	-0-	-0-	1,751	23,009	-0-	23,009
Law, justice and public safety	148,639	62,239	-0-	-0-	137	211,015	-0-	211,015
Regulation of business	28,273	26,063	-0-	-0-	328	54,664	-0-	54,664
Transportation	-0-	347,064	-0-	-0-	-0-	347,064	-0-	347,064
Recreation and resource development	58,519	5,145	-0-	-0-	8,971	72,635	-0-	72,635
Intergovernmental (Note 2J)	452,007	338	-0-	-0-	42,942	495,287	-0-	495,287
Capital improvements	-0-	-0-	-0-	49,871	-0-	49,871	-0-	49,871
Debt service:								
Principal	53	725	38,915	-0-	-0-	39,693	-0-	39,693
Interest, fiscal charges	10	191	35,028	-0-	-0-	35,229	-0-	35,229
Bond issue costs	-0-	45	451	-0-	-0-	496	-0-	496
Arbitrage payments	-0-	-0-	6	-0-	-0-	6	-0-	6
Advance refunding escrow	922	-0-	393	-0-	-0-	1,315	-0-	1,315
Total expenditures	1,418,582	486,641	74,793	49,871	227,113	2,257,000	5,208	2,262,208
Excess (deficiency) of revenues over expenditures	340,548	38,884	(17,228)	(48,993)	(18,883)	294,328	58	294,386
Other financing sources (uses):								
Proceeds from capital leases	21	47	-0-	-0-	-0-	68	-0-	68
Proceeds from sale of bonds	2,791	188,172	1,464	26,137	-0-	218,564	-0-	218,564
Proceeds from sale of fixed assets	88	66	-0-	-0-	-0-	154	-0-	154
Operating transfers in (Note 2G)	28,440	14,190	17,554	4,759	36,492	101,435	-0-	101,435
Transfers from component unit (Note 2G)	36	5	489	-0-	-0-	530	-0-	530
Operating transfers out (Note 2G)	(48,108)	(41,931)	(75)	(5,180)	(2,002)	(97,296)	-0-	(97,296)
Transfers to component unit (Note 2G)	(215,784)	-0-	(14)	(13,489)	(131)	(229,418)	-0-	(229,418)
Transfers to primary government (Note 2G)	-0-	-0-	-0-	-0-	-0-	-0-	(5)	(5)
Proceeds of refunding bonds	-0-	-0-	179,731	-0-	-0-	179,731	-0-	179,731
Payment to refunded bond escrow agent	-0-	-0-	(179,731)	-0-	-0-	(179,731)	-0-	(179,731)
Total other financing sources (uses)	(232,516)	160,549	19,418	12,227	34,359	(5,963)	(5)	(5,968)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	108,032	199,433	2,190	(36,766)	15,476	288,365	53	288,418
Net income (loss) enterprise fund	-0-	-0-	-0-	-0-	-0-	-0-	88	88
Fund balances/equity, July 1 (Note 2G)	135,592	219,375	20,170	105,584	262,043	742,764	2,089	744,853
Residual equity transfers (Note 2G)	1,979	-0-	-0-	(237)	(892)	850	-0-	850
Fund balances/equity, June 30	\$ 245,603	\$ 418,808	\$ 22,360	\$ 68,581	\$ 276,627	\$ 1,031,979	\$ 2,230	\$ 1,034,209

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

STATE OF NEVADA

Combined Statement of Revenues, Expenditures and Changes in Fund Balances Budget and Actual (Non-GAAP Budgetary Basis) General Fund and Special Revenue Funds

For the Fiscal Year Ended June 30, 1994
(Expressed in Thousands)

Exhibit 3

	General Fund			Special Revenue Funds			Totals (Memorandum Only)		
	Final Budget	Actual	Variance Favorable (Unfavor- able)	Final Budget	Actual	Variance Favorable (Unfavor- able)	Final Budget	Actual	Variance Favorable (Unfavor- able)
Sources of Financial Resources									
Fund balances, July 1 (Note 2E)	\$ 163,081	\$ 163,081	\$ -0-	\$ 113,817	\$ 113,817	\$ -0-	\$ 276,898	\$ 276,898	\$ -0-
Revenues:									
Sales taxes	328,971	365,295	36,324	-0-	-0-	-0-	328,971	365,295	36,324
Gaming taxes, fees, licenses	444,434	451,198	6,764	13,050	14,015	965	457,484	465,213	7,729
Federal	537,147	468,008	(69,139)	158,940	174,064	15,124	696,087	642,072	(54,015)
Other taxes	329,397	330,895	1,498	179,821	192,031	12,210	509,218	522,926	13,708
Sales, charges for services	45,183	41,498	(3,685)	17,478	17,210	(268)	62,661	58,708	(3,953)
Licenses, fees and permits	134,741	118,082	(16,659)	102,216	98,653	(3,563)	236,957	216,735	(20,222)
Interest	7,920	8,948	1,028	24,709	16,680	(8,029)	32,629	25,628	(7,001)
Other	227,933	186,045	(41,888)	17,821	27,178	9,357	245,754	213,223	(32,531)
Other financing sources:									
Proceeds from sale of bonds	-0-	-0-	-0-	112,338	100,838	(11,500)	112,338	100,838	(11,500)
Appropriated transfers in	5,863	5,863	-0-	11,296	11,296	-0-	17,159	17,159	-0-
Reversions from other funds	-0-	1,393	1,393	-0-	10	10	-0-	1,403	1,403
Total sources	2,224,670	2,140,306	(84,364)	751,486	765,792	14,306	2,976,156	2,906,098	(70,058)
Uses of Financial Resources									
Expenditures, encumbrances:									
Constitutional agencies	47,471	40,929	6,542	32,886	21,470	11,416	80,357	62,399	17,958
Finance and administration	67,888	48,457	19,431	6,913	4,608	2,305	74,801	53,065	21,736
Education	790,592	735,854	54,738	15,880	6,029	9,851	806,472	741,883	64,589
Human services	925,434	780,350	145,084	41,991	32,148	9,843	967,425	812,498	154,927
Commerce & Industry	53,723	40,862	12,861	44,218	31,938	12,280	97,941	72,800	25,141
Public Safety	152,625	135,717	16,908	78,090	61,437	16,653	230,715	197,154	33,561
Infrastructure	111,108	62,555	48,553	486,008	371,271	114,737	597,116	433,826	163,290
Special Purpose Agencies	5,536	3,183	2,353	-0-	-0-	-0-	5,536	3,183	2,353
Other financing uses:									
Debt Service Transfers	-0-	-0-	-0-	41,198	22,657	18,541	41,198	22,657	18,541
Reversions to other funds	-0-	555	(555)	-0-	1,031	(1,031)	-0-	1,586	(1,586)
Total uses	2,154,377	1,848,462	305,915	747,184	552,589	194,595	2,901,561	2,401,051	500,510
Fund balances, June 30	\$ 70,293	\$ 291,844	\$ 221,551	\$ 4,302	\$ 213,203	\$ 208,901	\$ 74,595	\$ 505,047	\$ 430,452

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

STATE OF NEVADA

Combined Statement of Revenues, Expenses and Changes in Fund Equity/Balances All Proprietary Fund Types and Similar Trust Funds

For the Fiscal Year Ended June 30, 1994
(Expressed in Thousands)

Exhibit 4

	Proprietary Fund Types		Fiduciary Fund Types		Totals (Memorandum Only)
	Enterprise	Internal Service	Non- expendable Trust	Pension Trust	
Operating Revenues					
Net premium income	\$ 419,103	\$ 86,491	\$ -0-	\$ -0-	\$ 505,594
Retirement contributions	-	-	-	395,737	395,737
Sales	80,958	5,834	-	-	86,792
Charges for services	1,135	21,832	-	-	22,767
Rental income	147	7,839	-	-	7,786
Interest, dividends	32,750	-	3,281	273,097	309,128
Investment gains	-	-	-	51,320	51,320
Other	11,475	650	3,393	2,269	17,787
Total operating revenues	545,568	122,246	6,674	722,423	1,396,911
Operating Expenses					
Salaries and benefits	42,330	14,471	-	-	56,801
Operating	87,872	13,634	-	-	101,506
Benefit payments	-	-	-	218,495	218,495
Claims expense	309,815	45,418	-	-	355,233
Materials or supplies used	1,661	3,679	-	-	5,340
Servicers' fees	1,141	-	-	-	1,141
Investment expense	-	-	-	9,300	9,300
Depreciation	8,657	3,435	-	58	12,150
Insurance premiums	-	29,969	-	-	29,969
Refunds	-	-	-	7,813	7,813
Administrative expense	5,463	-	-	2,384	7,847
Investment losses	-	-	-	24	24
Total operating expenses	456,939	110,606	-0-	238,074	805,619
Operating income (loss)	88,629	11,640	6,674	484,349	591,292
Nonoperating Revenues (Expenses)					
Interest income	47,862	425	-	-	48,287
Investment gains	13,690	-	-	-	13,690
Interest expense	(48,347)	(271)	-	-	(48,618)
Federal grants	527	3	-	-	530
Gain (loss) on disposal of assets	(232)	(292)	-	-	(524)
Other	(452)	-	-	-	(452)
Total nonoperating revenues (expenses)	13,048	(135)	-0-	-0-	12,913
Income (loss) before operating transfers	101,677	11,505	6,674	484,349	604,205
Operating Transfers					
Operating transfers in (Note 2G)	48	563	98	-	709
Operating transfers out (Note 2G)	(485)	(1,083)	(3,280)	-	(4,848)
Net income (loss)	101,240	10,985	3,492	484,349	600,066
Fund equity(deficit)/balances, July 1 (Note 2L)	(2,075,618)	5,105	46,454	4,779,189	2,755,130
Residual equity transfers (Note 2G)	-	(863)	-	-	(863)
Changes in unrealized gains	(54,641)	-	-	-	(54,641)
Contributed capital (Note 2G)	-	13	-	-	13
Fund equity(deficit)/balances, June 30	\$ (2,029,019)	\$ 15,240	\$ 49,946	\$ 5,263,538	\$ 3,299,705

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

STATE OF NEVADA

Combined Statement of Cash Flows Proprietary Fund Types and Nonexpendable Trust Funds

For the Fiscal Year Ended June 30, 1994
(Expressed in Thousands)

Exhibit 5

	Proprietary Fund Types			Totals (Memorandum Only)
	Enterprise	Internal Service	Non- expendable Trust	
Cash flows from operating activities				
Cash received from customers, other governments	\$ 491,538	\$ 2,272	\$ 3,304	\$ 497,114
Cash received from other funds	13,025	118,120	-0-	131,145
Cash received from component units	7	195	-0-	202
Cash received from mortgage loans	165,446	-0-	-0-	165,446
Cash paid to suppliers, other governments, beneficiaries	(399,063)	(77,639)	-0-	(476,702)
Cash paid to employees for services	(42,930)	(14,567)	-0-	(57,497)
Cash paid to other funds	(19,618)	(13,474)	-0-	(33,092)
Cash paid to component units	-0-	(35)	-0-	(35)
Purchase of mortgage loans	(50,506)	-0-	-0-	(50,506)
Net cash provided by operating activities	<u>157,899</u>	<u>14,872</u>	<u>3,304</u>	<u>176,075</u>
Cash flows from noncapital financing activities				
Proceeds from sale of bonds	69,395	-0-	-0-	69,395
Grants, transfers, advances received	10,178	562	100	10,840
Retirement of bonds and notes	(236,681)	-0-	-0-	(236,681)
Interest payments on bonds	(44,695)	-0-	-0-	(44,695)
Operating/equity transfers out	(484)	(1,865)	(3,253)	(5,602)
Payments for prepaid power	(8,203)	-0-	-0-	(8,203)
Other cash used for noncapital financing activities	(2,958)	-0-	-0-	(2,958)
Net cash used for noncapital financing activities	<u>(213,448)</u>	<u>(1,303)</u>	<u>(3,153)</u>	<u>(217,904)</u>
Cash flows from capital financing activities				
Proceeds from sale of bonds, assets	46,232	65	-0-	46,297
Acquisition of property, plant, equipment	(6,762)	(874)	-0-	(7,636)
Retirement of bonds/notes/mortgages	(56,646)	-0-	-0-	(56,646)
Interest paid on obligations	(9,654)	(277)	-0-	(9,931)
Other cash used for capital financing activities	(2,899)	(2,127)	-0-	(5,026)
Net cash used for capital financing activities	<u>(29,729)</u>	<u>(3,213)</u>	<u>-0-</u>	<u>(32,942)</u>
Cash flows from investing activities				
Proceeds from sale of investments	584,696	-0-	-0-	584,696
Purchase of investments	(454,478)	-0-	(1,507)	(455,985)
Interest/dividends on investments	45,395	321	3,218	48,934
Net cash provided by investing activities	<u>175,613</u>	<u>321</u>	<u>1,711</u>	<u>177,645</u>
Net increase in cash	<u>90,335</u>	<u>10,677</u>	<u>1,862</u>	<u>102,874</u>
Cash and cash equivalents, July 1	87,451	18,118	2,338	107,907
Cash in other trust and agency funds	-0-	-0-	447,452	447,452
Cash and cash equivalents, June 30	<u>\$ 177,786</u>	<u>\$ 28,795</u>	<u>\$ 451,652</u>	<u>\$ 658,233</u>
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities				
Operating income (loss)	\$ 88,629	\$ 11,640	\$ 6,674	\$ 106,943
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
Depreciation	8,657	3,435	-0-	12,092
Increase in accrued receivables and accrued revenue	(8,157)	(1,825)	(88)	(10,070)
Decrease in inventory, prepaid and deferred costs	1,071	120	-0-	1,191
Increase (decrease) in accrued int, payables and deferred rev	(25,212)	1,261	-0-	(23,951)
Principal collections	130,037	-0-	-0-	130,037
Purchase of mortgage loans	(50,506)	-0-	-0-	(50,506)
Other adjustments	13,380	241	(3,282)	10,339
Total adjustments	<u>69,270</u>	<u>3,232</u>	<u>(3,370)</u>	<u>69,132</u>
Net cash provided by operating activities	<u>\$ 157,899</u>	<u>\$ 14,872</u>	<u>\$ 3,304</u>	<u>\$ 176,075</u>
Noncash investing, capital and financing activities				
Property leased, accrued or acquired	\$ -0-	\$ 1,024	\$ -0-	\$ 1,024
Interest/dividends on investments accrued	7	156	-0-	163
Construction completed or in progress	-0-	79	-0-	79
Adjustment to advance	-0-	(25)	-0-	(25)
Other non-cash activities	232	323	-0-	555

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

STATE OF NEVADA

Combined Statement of Changes in Fund Balances University and Community College System

For the Year Ended June 30, 1994
(Expressed in Thousands)

	Current Operating Funds			
	General Operating		Auxiliary Enterprises	Total Current Operating
	Unrestricted	Restricted		
Revenues and Other Additions				
Current fund revenues	\$ 122,908	\$ 122,570	\$ 36,569	\$ 282,047
Federal grants and contracts, restricted	-0-	-0-	-0-	-0-
Private gifts, grants and contracts, restricted	-0-	-0-	-0-	-0-
Investment income, restricted	-0-	-0-	-0-	-0-
Interest on loans receivable	-0-	-0-	-0-	-0-
Student fees	-0-	-0-	-0-	-0-
Retirement of indebtedness	-0-	-0-	-0-	-0-
Realized gain on investments, net	-0-	-0-	-0-	-0-
Expended for plant facilities, including \$29,749 charged to current funds expenditures	-0-	-0-	-0-	-0-
Proceeds from notes payable	-0-	-0-	-0-	-0-
Other sources	-0-	-0-	-0-	-0-
Total revenues and other additions	122,908	122,570	36,569	282,047
Expenditures and Other Deductions				
Educational and general expenditures	322,526	104,681	-0-	427,207
Auxiliary enterprises expenditures	-0-	-0-	29,568	29,568
Indirect costs recovered	-0-	15,650	-0-	15,650
Loan administration and collection costs	-0-	-0-	-0-	-0-
Loan cancellations, write-offs and provision for bad debts	-0-	-0-	-0-	-0-
Expended for plant facilities, including noncapitalized expenditures of \$1,346	-0-	-0-	-0-	-0-
Depreciation	-0-	-0-	-0-	-0-
Retirement of indebtedness	-0-	-0-	-0-	-0-
Interest on indebtedness	-0-	-0-	-0-	-0-
Disposal of plant assets	-0-	-0-	-0-	-0-
Notes payable	-0-	-0-	-0-	-0-
Distribution of estate taxes	-0-	-0-	-0-	-0-
Extraordinary loss on advance refunding of bonds	-0-	-0-	-0-	-0-
Obligations under capital leases	-0-	-0-	-0-	-0-
Other deductions	-0-	-0-	-0-	-0-
Total expenditures and other deductions	322,526	120,331	29,568	472,425
Transfers Among Funds, Additions (Deductions)				
<i>Mandatory transfers:</i>				
Principal and interest	(265)	(24)	(1,983)	(2,272)
Student loan matching	(6)	-0-	-0-	(6)
Net transfers (voluntary)	1,665	(418)	(900)	347
Transfers from primary government (Note 2G)	196,476	-0-	-0-	196,476
Transfers to primary government (Note 2G)	(24)	-0-	-0-	(24)
Total transfers	197,846	(442)	(2,883)	194,521
Net increase (decrease) for the year	(1,772)	1,797	4,118	4,143
Fund balances, July 1	31,738	12,702	7,828	52,268
Fund balances, June 30	\$ 29,966	\$ 14,499	\$ 11,946	\$ 56,411

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

Nonoperating Funds						
Student Loan	Endowment	Plant				Total
		Unexpended Plant	Retirement of Indebtedness	Investment in Plant	Combined Plant	
\$ -0	\$ -0	\$ -0	\$ -0	\$ -0	\$ -0	\$ 282,047
199	-0	1,201	-0	-0	1,201	1,400
156	797	9,451	-0	-0	9,451	10,404
10	212	316	78	-0	394	616
184	-0	-0	-0	-0	-0	184
2	-0	4,087	-0	-0	4,087	4,089
-0	-0	421	-0	2,878	3,299	3,299
-0	2,983	-0	-0	-0	-0	2,983
-0	-0	-0	-0	81,654	81,654	81,654
-0	-0	2,332	-0	-0	2,332	2,332
32	1,024	24,248	51	380	24,679	25,735
<u>583</u>	<u>5,016</u>	<u>42,056</u>	<u>129</u>	<u>84,912</u>	<u>127,097</u>	<u>414,743</u>
-0	-0	-0	-0	-0	-0	427,207
-0	-0	-0	-0	-0	-0	29,568
-0	-0	-0	-0	-0	-0	15,650
78	-0	-0	-0	-0	-0	78
170	-0	-0	-0	-0	-0	170
-0	-0	52,763	-0	-0	52,763	52,763
-0	-0	-0	-0	34,141	34,141	34,141
-0	-0	-0	2,878	-0	2,878	2,878
-0	-0	-0	4,528	23	4,551	4,551
-0	-0	-0	-0	2,162	2,162	2,162
-0	-0	-0	-0	2,332	2,332	2,332
-0	228	-0	-0	-0	-0	228
-0	-0	-0	-0	3,054	3,054	3,054
-0	-0	-0	-0	568	568	568
53	-0	1,218	344	278	1,840	1,893
<u>301</u>	<u>228</u>	<u>53,981</u>	<u>7,750</u>	<u>42,558</u>	<u>104,289</u>	<u>577,243</u>
-0	-0	(2,612)	4,884	-0	2,272	-0
6	-0	-0	-0	-0	-0	-0
(11)	(650)	(185)	457	42	314	-0
-0	8,557	24,385	-0	-0	24,385	229,418
-0	-0	(501)	-0	-0	(501)	(525)
<u>(5)</u>	<u>7,907</u>	<u>21,087</u>	<u>5,341</u>	<u>42</u>	<u>26,470</u>	<u>228,893</u>
277	12,695	9,162	(2,280)	42,396	49,278	66,393
9,420	91,666	73,792	5,715	363,510	443,017	596,371
<u>\$ 9,697</u>	<u>\$ 104,361</u>	<u>\$ 82,954</u>	<u>\$ 3,435</u>	<u>\$ 405,906</u>	<u>\$ 492,295</u>	<u>\$ 662,764</u>

STATE OF NEVADA

Combined Statement of Current Operating Funds Revenues, Expenditures and Other Changes University and Community College System

For the Year Ended June 30, 1994
(Expressed in Thousands)

Exhibit 7

	<u>Unrestricted</u>	<u>Restricted</u>	<u>Totals (Memorandum Only)</u>
Revenues			
Tuition and fees	\$ 69,316	\$ -0-	\$ 69,316
Federal appropriation	52	-0-	52
Federal grants and contracts	12,084	63,251	75,335
State grants and contracts	1,066	13,366	14,432
Local grants and contracts	317	6,266	6,583
Private gifts, grants and contracts	6,967	20,098	27,065
Endowment income	222	1,133	1,355
Investment income	5,850	46	5,896
Sales and services of educational departments	24,106	458	24,564
Sales and services of auxiliary enterprises	33,200	-0-	33,200
Other sources	6,383	63	6,446
Total revenues	<u>159,563</u>	<u>104,681</u>	<u>264,244</u>
Expenditures and Mandatory Transfers			
<i>Educational and general:</i>			
Instruction	143,765	8,513	152,278
Research	13,310	42,939	56,249
Public service	9,216	32,365	41,581
Academic support	37,771	3,819	41,590
Institutional support	49,927	2,056	51,983
Student services	31,446	4,334	35,780
Operation and maintenance of plant	31,361	19	31,380
Scholarships and fellowships	5,730	10,636	16,366
Total educational and general expenditures	<u>322,526</u>	<u>104,681</u>	<u>427,207</u>
<i>Auxiliary enterprises:</i>			
Expenditures for food, housing and other auxiliary services	29,568	-0-	29,568
<i>Mandatory transfers:</i>			
Principal and interest	2,334	24	2,358
Student loan matching	6	-0-	6
Total expenditures and mandatory transfers	<u>354,434</u>	<u>104,705</u>	<u>459,139</u>
Other Transfers and Additions (Deductions)			
Voluntary transfers, net	765	(418)	347
Excess of restricted receipts over transfers to revenue	-0-	2,239	2,239
Transfers from primary government	196,476	-0-	196,476
Transfers to primary government	(24)	-0-	(24)
Total other transfers and additions (deductions)	<u>197,217</u>	<u>1,821</u>	<u>199,038</u>
Net increase (decrease) in fund balances	<u>\$ 2,346</u>	<u>\$ 1,797</u>	<u>\$ 4,143</u>

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

STATE OF NEVADA

Notes to Financial Statements
For the Fiscal Year Ended June 30, 1994

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Financial Statements and Reporting Entity

The accompanying financial statements of the State of Nevada (the State) have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB), except as noted below. As required by generally accepted accounting principles, these financial statements present the State and its component units, entities for which the State is considered to be financially accountable. Each discretely presented component unit is reported in a separate column in the combined financial statements to emphasize it is legally separate from the State. Each component unit has a June 30 year end.

Blended Component Units:

The Public Employees' Retirement System (PERS) is governed by a seven-member board appointed by the Governor. Although it is legally separate from the State, PERS is reported as if it were part of the primary government under the terms of GASB Statement 14.

Discretely Presented Component Units:

The University and Community College System of Nevada (University System) is governed by a Board of Regents elected by the voters. However, the University System is fiscally dependent upon the State because of appropriations from the State Legislature, the Legislative approval of the budget for those appropriations, the levying of taxes, if necessary, and the issuance of debt to support the University System. The financial statements of the University System have been prepared in conformity with generally accepted accounting principles as prescribed by the American Institute of Certified Public Accountants' Audit Guide, "Audits of Colleges and Universities," and the National Association of College and University Business Officers' publication "College and University Business Administration: Administrative Service."

The Nevada Rural Housing Authority (Rural Housing) is a separate legal entity governed by a five-member commission appointed by the Governor. Through the appointment (and removal) of the members of this commission and the approval of budgets, the State is able to impose its will on Rural Housing. Rural Housing does not have the power to levy and collect taxes or special assessments.

Complete financial statements for each of the individual component units may be obtained at that entity's administrative offices:

*Public Employees' Retirement System
Carson City, NV*

*University and Community College System of Nevada
Reno, NV*

*Nevada Rural Housing Authority
Carson City, NV*

Related Organizations:

The Governor is responsible for appointing the members of many occupational licensing boards. With the exception of the Athletic Commission and the Taxicab Authority (which are included in the State's financial statements) the State's accountability for these boards does not extend beyond making the appointments and are thus excluded from this report. The State does not exercise financial or administrative control over the excluded occupational licensing boards.

B. Basis of Presentation

The accounts of the State are organized on the basis of funds or account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, equity, revenues and expenditures or expenses. The various funds are grouped by type in the financial statements. The following fund types and account groups are used by the State:

Governmental Fund Types:

General Fund - The General Fund is the general operating fund of the State. All general tax revenues, other receipts, and other financing sources that are not allocated by law or contractual agreement to another fund are accounted for in this fund. Paid from the fund are the general operating expenditures, inter-governmental expenditures, debt service and other financing uses that are not paid through other funds.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources (other than expendable trust or major capital projects) requiring separate accounting because of legal or regulatory provisions or administrative action.

Debt Service Funds - The Debt Service Funds are used to account for the payment of principal, interest and related expenditures on long-term general and special obligation bonds, other than bonds payable from the operations of Enterprise Funds.

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

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

Proprietary Fund Types:

Enterprise Funds - Enterprise Funds are used to account for operations that provide services to citizens, financed primarily by user charges for the provision of these services; and activities where the periodic measurement of net income is thought appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the State or to other governmental units on a cost reimbursement basis.

Fiduciary Fund Types:

Trust Funds - Trust Funds are used to account for assets held in trust by the State under agreements with individuals or other entities. There are three types of Trust Funds:

Expendable Trust Funds - Both the principal and revenues earned on that principal may be expended for purposes designated by the trust agreement.

Nonexpendable Trust Funds - The principal (i.e. corpus) of the trust fund must be preserved intact. Trust restrictions preclude expenditure of the principal of the fund.

Pension Trust Funds - These funds are used to account for the activities of a State-administered multiple-employer Public Employees Retirement System (PERS) and a single-employer retirement system for State legislators (LRS).

Agency Funds - Agency Funds are used to account for assets held by the State as custodian.

Account Groups:

General Fixed Assets Account Group - This account group is established to account for all fixed assets of the State, other than those accounted for in Enterprise Funds, Internal Service Funds and Trust Funds.

General Long-Term Obligations Account Group - This account group is established to account for all long-term obligations of the State, except those required to be paid from the operations of Proprietary Fund Types, Pension Trust Funds, and Component Units.

Component Units:

The accounts of the University System are organized as follows:

Current Operating Funds - Current Operating Funds are used to account for unrestricted funds over which the governing boards retain full control in achieving the institution's purposes and restricted funds which

may be utilized only according to externally restricted purposes.

Fiduciary Funds - Fiduciary Funds are used to account for assets held by student loan and endowment funds in which the institution acts in a fiduciary capacity.

Plant Funds - Plant Funds are used to account for institutional property acquisition, renewal, replacement, debt service and investment.

Rural Housing is presented as a governmental fund type with the operating results of the proprietary fund types aggregated to a single line item on the operating statement of the governmental fund type.

C. Basis of Accounting

The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All Governmental Funds and Expendable Trust Funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases, that is, revenues and other financing sources, and decreases, that is, expenditures and other financing uses, in net current assets.

All Proprietary Funds, Nonexpendable Trust Funds and Pension Trust Funds are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with operating these funds are included on the balance sheet. Fund equity, that is, net total assets, is segregated into contributed capital and retained earnings components. Proprietary fund type operating statements present increases, for example, revenues; and decreases, for example, expenses in net total assets.

The financial statements are prepared on the modified accrual basis for Governmental Fund Types, Expendable Trust Funds and Agency Funds; and on the accrual basis for Proprietary Fund Types, Nonexpendable Trust Funds, Pension Trust Funds and the University System.

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual, that is, when they become both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period. The State considers revenues as available if they are collected within 60 days after year end. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

Those revenues susceptible to accrual are gaming revenues, sales taxes, interest revenue and charges for services. Fines and permit revenues are not susceptible to accrual because they are generally not measurable until received in cash.

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

Under the accrual basis of accounting, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred.

D. Budgetary Process

The Governor must submit his proposed budget for the Executive Branch to the State Legislature by the 10th day of each regular session, which convenes every odd-numbered year. The budget presented spans the next two fiscal years, and contains detailed estimates of revenues and expenditures. The Legislature enacts the budget through passage of the General Appropriations Act, which allows expenditures from unrestricted revenues, and the Authorized Expenditures Act, which allows expenditures from revenues collected for specific purposes. Once passed and signed, the budget becomes the State's financial plan for the next two fiscal years.

The State maintains budgetary control at the level of expenditure within each program of each department or agency. Budget increases are accomplished through augmentations, transfers of appropriations or allocations from the Legislative Interim Finance Committee. Augmentations of more than \$2,000 that would change the expenditure level approved by the Legislature by the lesser of 10 percent or \$25,000, must be approved by the Legislative Interim Finance Committee or the Legislature. Departments requiring additional funding may request an allocation from the Legislative Interim Finance Committee's Contingency Fund (an Expendable Trust Fund). Allocations totaling \$1,228,295 were made in the 1994 fiscal year. Unencumbered appropriations lapse at the end of each fiscal year, unless specific authority to carry forward is granted in the Appropriations Act. Unexpended authorized resources under the Authorized Expenditures Act are carried forward for expenditure in the next fiscal period.

Budgets are legally adopted for the General and Special Revenue Funds. The State's budget is prepared principally on a modified accrual basis, with the following exceptions:

- 1) Revenue from grants is only recognized when it is received in cash.
- 2) Cash placed in petty cash funds or outside bank accounts is considered expended for budgetary purposes.
- 3) Expenditures are only recognized if the liability is liquidated within 60 days after the fiscal year end.
- 4) Encumbrances for goods or services not received by fiscal year end are considered an expenditure of the current period, if received and paid within 60 days.
- 5) Increases in prepaid/deferred assets and inventory are considered expenditures. Increases in deferred revenue are considered revenue.
- 6) Advances to other funds are considered expenditures. Repayments of such advances are considered revenues.

Actual amounts in the budgetary comparison statements are presented on a budgetary basis. Because this basis differs from generally accepted accounting principles (GAAP), as described above, a reconciliation between the budgetary and GAAP bases is presented in Note 2E.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts and other commitments for the expenditure of funds are recorded to reserve that portion of the applicable appropriation, is employed in Governmental Fund Types. For financial statement purposes, encumbrances outstanding at June 30, for which the goods or services have not been received, are shown as a reservation of fund balance.

F. Individual Accounts

Cash and Pooled Investments - The State Treasurer manages a cash pool where all temporary cash surpluses are invested. These investments are reported on the combined balance sheet as equity in pooled investments. Earnings from these pooled investments are credited to the General Fund and to certain other funds which have specific statutory authority to receive a prorated share based on weekly cash balances. No entry is made to reduce the cash balance in each fund since the cash management pool has the same general characteristics as demand deposit accounts. Also included in this account is cash held by departments in petty cash funds and in bank accounts outside the Treasurer's cash management pool.

Cash and cash equivalents are reported in the combined statement of cash flows for Proprietary Fund Types and Nonexpendable Trust Funds. Cash equivalents are

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

reported in the combined balance sheet as "cash and pooled investments" and "restricted assets, cash."

Investments - Bonds, U.S. Government obligations and government guaranteed mortgage notes are stated at original cost, adjusted where appropriate for bond premiums or discounts, except as noted below. Premiums or discounts are amortized over the life of the issue on the straight-line method. Interest income is adjusted by amortization of premium and accretion of discount. Bonds are normally held until maturity dates to improve yields. The cost of bonds and mortgages sold is determined by specific identification. Investments of \$77,426,073 in the Deferred Compensation Fund, an Agency Fund, are stated at market value.

Marketable equity securities are stated at cost, except as noted below. Premium income on options written is deferred and recognized upon expiration, exercise or sale. The cost of marketable equity securities sold is determined on the average cost method. Dividend income on marketable equity securities is recorded as of the ex-dividend date.

Investment Securities held by the State Industrial Insurance System (SIIS) are carried at market value. Unrealized gains and losses on securities are reported as a separate component of equity. Realized gains or losses are recognized as income upon the maturity or disposition of the investment or when a decline in value is considered other than temporary. For purposes of computing gains and losses, the cost of bonds and mortgages sold is determined by specific identification. The cost of marketable equity securities sold is determined on the average cost method.

Real estate investments in the Public Employees' Retirement System, a Pension Trust Fund, are stated at cost. Additions and improvements to real estate investments are capitalized. Ordinary maintenance and repair expenses are charged to investment expense as incurred.

Short-Term investments, consisting of commercial paper and U.S. Government securities, are stated at cost which approximates market.

Receivables - The composition of receivables at June 30, 1994, is presented in Note 2D. Most licenses, fees, permits and similar revenues are not susceptible to accrual, and are recognized on a cash basis. Receivables in Proprietary Fund Types have arisen in the ordinary course of business. No allowance for uncollectible accounts has been established in any fund, as collection history has been excellent.

Interfund Transactions - The State has three types of interfund transactions:

- 1) Services rendered and employee benefit contributions are accounted for as revenues, expenditures/expenses in the funds involved.
- 2) Operating appropriations/subsidies are accounted for as operating transfers in the funds involved.
- 3) Equity contributions are accounted for as equity transfers (additions to or deductions from beginning Governmental Fund balances or Proprietary Fund equity).

The composition of interfund receivables and payables at June 30, 1994, is presented in Note 2H.

Inventories - Inventories are stated at cost on the first-in, first-out basis. Inventory in the State Highway Fund, a Special Revenue Fund, consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are consumed. The reserve for inventory of supplies is equal to the amount of inventory of supplies and recognizes that a portion of the fund balance is not available for expenditure on a budgetary basis.

Advances to other Funds - Long-term interfund advances are recorded by the advancing fund as a receivable and as a reserve to maintain the accountability and to disclose properly the amount available for appropriation (unreserved fund balance). Repayments are credited to the receivable and corresponding reductions are made in the reserve. A summary of interfund advances at June 30, 1994, is presented in Note 2H.

Fixed Assets and Depreciation - An inventory of State-owned land, buildings and equipment was developed in 1985. All fixed assets are stated at historical cost or estimated historical cost, based on acquisition of comparable property or agency records, if actual historical cost is not available. Donated fixed assets are stated at appraised fair market value at the time of donation or estimated fair market value at time of donation, based on acquisition of comparable property, if appraised fair market value is not available. Interest during construction has not been capitalized on General Fixed Assets. Certain public domain fixed assets (including highways, bridges, highway lands and rights-of-way) are not capitalized. No depreciation is provided on general fixed assets.

Enterprise Fund, Internal Service Fund and Pension Trust Fund fixed assets are stated at cost which includes net capitalized interest. They are depreciated principally on a straight-line basis over estimated useful lives ranging from 5 to 75 years for structures and improvements and 2 to 40 years for furniture and equipment.

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

In the University System, where current operating funds are used to finance plant assets, those amounts are accounted for as (1) expenditures for normal acquisition or replacement of movable equipment and library books; (2) mandatory transfers for required provisions for debt amortization and interest, and for equipment renewal and replacement; and (3) as voluntary transfers for all other cases. Property, buildings and equipment are stated at cost at the date of acquisition or fair market value at date of donation, except plant assets acquired before 1962, and library books and media acquired before 1976, which are stated at estimated original cost less accumulated depreciation computed on a straight-line basis over estimated useful lives of 40 years for buildings and 5 to 10 years for furniture and equipment.

Fund Equity - Fund Equity in the Governmental Fund Types and Fiduciary Fund Types consists of reserved fund balances, and unreserved, designated and undesignated fund balances. Fund equity in the Proprietary Fund Types consists of contributed capital, reserved retained earnings, unreserved retained earnings and net unrealized gain on equity securities. The nature of reserved and designated fund balances is explained below:

"Encumbrances and contracts" indicates assets required to meet future payment obligations.

"Inventory" indicates consumable supplies held in stock by Governmental Fund Types and Expendable Trust Funds.

"Advances" indicates assets, which have been advanced to other funds on a long-term basis.

"Balances forward" indicates unexpended funds brought forward to the next year, which are legally restricted for a specific purpose.

"Other" generally indicates assets, which because of their nature, are unavailable for expenditures. See Note 2C.

"Designated" indicates assets which have been designated by the Legislature or governing board for specific purposes. See Note 2C.

G. Memorandum Only - Total Columns

Total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations or cash flows in conformity with generally accepted accounting principles. Neither are such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 - OTHER ACCOUNTING DISCLOSURES

A. Reclassification of Funds for GAAP Reporting

The following funds have been misclassified in the statutes:

FUND NAME	GAAP CLASSIFICATION	STATUTORY CLASSIFICATION	NEVADA REVISED STATUTES (NRS) REFERENCE
Abandoned Property Trust	Agency	Trust	120A.370
Subsequent Injury	An account in Special Revenue	Trust	616.4261
Uninsured Employer's Claim	An account in Special Revenue	Trust	616.437

B. Individual Fund Deficits

Internal Service Funds

General Services Operating Fund has deficit retained earnings of \$84,098. This deficit is due to the accrual of compensated absences which will not be funded in the budget until this liability is liquidated.

Enterprise Funds

Colorado River Commission - The Water Treatment Fund recorded net income of \$768,301 for 1993-94, which decreased the fund's retained earnings deficit to \$8,873,371. The fund has contributed capital of \$1,500,000, resulting in a deficit fund equity balance of \$7,373,371. The Water Transmission Fund recorded a net loss of \$588,143, which increased the fund's retained earnings deficit to \$49,583,237. The fund has contributed capital of \$3,223,429, resulting in a deficit fund equity balance of \$46,359,808. Water users are

contractually obligated to provide revenues sufficient to cover all operation and maintenance expenses (except depreciation) plus all principal and interest requirements on outstanding debt and required deposits to reserve funds. Operating losses and retained earnings deficits are the result of not charging water users for certain recorded expenses, i.e. depreciation, amortization of debt and pre-operational expenses, and unpaid interest on federal debt added to principal. As annual retirements of debt principal progressively increase and are included in billings to water users, annual revenues will exceed recorded expenses, because principal payments are recorded as reductions of long-term debt rather than expenses. These deficits will be progressively reduced and finally

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

eliminated as the annual retirements of debt principal increase.

Nevada Magazine - The Nevada Magazine was removed from the General Fund in the fiscal year ended June 30, 1984, to be accounted for as an Enterprise Fund. A residual equity transfer (contributed capital) of \$66,849, representing the value of inventory and property, established the new fund. Although Nevada Magazine had a liability for deferred subscription revenues of \$278,774 at June 30, 1983, no cash was transferred. This resulted in a deficit beginning retained earnings of \$278,774. The retained earnings deficit is \$421,932, and the deficit equity fund balance is \$355,083 at June 30, 1994.

Marlette Lake Water System - The Marlette Lake Water System was acquired by the State in 1962 by the issuance of general obligation bonds. These bonds were serviced with general State revenues rather than revenues of the fund. The original bonded debt, along

with any additional General Fund appropriations for capital improvements to the System, have resulted in contributed capital of \$2,885,884. Operating losses and retained earnings deficit are the result of not charging water users for depreciation expense on the contributed assets, with no foreseeable change in this policy of charging users. The retained earnings deficit is \$1,575,342 at June 30, 1994.

Industrial Insurance (SIIS) - During the year ended June 30, 1994, SIIS recorded net income of \$98,718,000, and unrealized losses on equity securities of \$54,641,000, resulting in a decrease of its deficit fund equity balance to \$2,053,047,000 at June 30, 1994. Legislation was signed into law during 1993 that is anticipated to reduce future claims expense, thereby improving the overall financial condition of SIIS. See Note 9A.

C. Fund Equity

Fund balances, reserved for other and unreserved, designated fund balances are explained as follows (expressed in thousands):

	Governmental Fund Types					Total Primary Government	Component Unit	Total Reporting Entity
	General	Special Revenue	Debt Service	Capital Projects	Fiduciary Fund Types		University System	
<i>Fund balances, reserved for other:</i>								
Reserved for prepaid items	\$ 11,405	\$ 111	\$ -0-	\$ -0-	\$ -0-	\$ 11,516	\$ -0-	\$ 11,516
Reserved for noncurrent loans receivable	1,103	31,830	-0-	1,000	2,961	36,894	5,725	42,619
Reserved for fiscal emergency	18,057	-0-	-0-	-0-	-0-	18,057	-0-	18,057
Reserved for debt service	-0-	-0-	22,360	-0-	-0-	22,360	3,435	25,795
Reserved for employees' retirement system	-0-	-0-	-0-	-0-	5,263,538	5,263,538	-0-	5,263,538
Reserved for the principal portion of non-expendable trust funds	-0-	-0-	-0-	-0-	30	30	-0-	30
Reserved for endowment	-0-	-0-	-0-	-0-	33	33	104,361	104,394
Reserved for investments in municipal securities	-0-	136,210	-0-	-0-	-0-	136,210	-0-	136,210
Reserved for specific future allocations	-0-	-0-	-0-	-0-	1,386	1,386	-0-	1,386
Reserved for University System unexpended plant	-0-	-0-	-0-	-0-	-0-	-0-	82,954	82,954
Reserved for University System current operating restricted fund	-0-	-0-	-0-	-0-	-0-	-0-	14,499	14,499
Reserved for appropriations subject to reversion and for refundable federal grants	-0-	-0-	-0-	-0-	-0-	-0-	3,972	3,972
Miscellaneous	51	-0-	-0-	-0-	10	61	-0-	61
Total fund balances, reserved for other	\$ 30,616	\$ 168,151	\$ 22,360	\$ 1,000	\$ 5,267,958	\$ 5,490,085	\$ 214,946	\$ 5,705,031
<i>Unreserved, designated fund balances:</i>								
Designated for budget stabilization	\$ 50,000	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 50,000	\$ -0-	\$ 50,000
Designated for approved capital projects	-0-	-0-	-0-	47,558	-0-	47,558	-0-	47,558
Designated to preserve a portion of principal as per NRS 504.450	-0-	-0-	-0-	-0-	900	900	-0-	900
Designated by Board of Museums and History	-0-	-0-	-0-	-0-	186	186	-0-	186
Total unreserved, designated fund balances	\$ 50,000	\$ -0-	\$ -0-	\$ 47,558	\$ 1,086	\$ 98,644	\$ -0-	\$ 98,644

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

Retained earnings, reserved and changes to contributed capital are explained as follows (expressed in thousands):

	Proprietary Fund Types		Total Primary Government	Component	Total Reporting Entity
	Enterprise	Internal Service		Unit Rural Housing	
<i>Retained earnings, reserved:</i>					
Reserved for capital improvement and replacement	\$ 4,198	\$ -0-	\$ 4,198	\$ -0-	\$ 4,198
Reserved for operation and maintenance	1,066	-0-	1,066	-0-	1,066
Reserved as security for outstanding obligations	70,953	-0-	70,953	-0-	70,953
Total retained earnings, reserved	\$ 76,217	\$ -0-	\$ 76,217	\$ -0-	\$ 76,217
<i>Changes to contributed capital:</i>					
Contributed capital, July 1, 1993	\$ 9,924	\$ 5,597	\$ 15,521	\$ 450	\$ 15,971
Fixed assets purchased from federal grants	-0-	4	4	-0-	4
Fixed assets received as donations	-0-	13	13	-0-	13
Residual equity transfer to General Fund	-0-	(850)	(850)	-0-	(850)
Contributed capital, June 30, 1994	\$ 9,924	\$ 4,764	\$ 14,688	\$ 450	\$ 15,138

D. Receivables

A summary of receivables by fund type at June 30, 1994, is as follows (expressed in thousands):

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Total Primary Government	Component Units		Total Reporting Entity
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency		University System	Rural Housing	
Accounts receivable	\$ 2,269	\$ 852	\$ -0-	\$ -0-	\$ 93,344	\$ 291	\$ 125	\$ 96,881	\$ -0-	\$ 7	\$ 96,888
Taxes receivable	70,584	1,989	-0-	-0-	-0-	-0-	25	72,598	-0-	-0-	72,598
Accrued interest, dividends	5,996	27	-0-	-0-	10,790	-0-	37,114	53,927	-0-	2	53,929
Trades pending settlement	-0-	-0-	-0-	-0-	-0-	-0-	1	1	-0-	-0-	1
Intergovernmental receivables	55,964	53,187	3,574	2,017	55	813	24,078	139,688	14,798	-0-	154,486
Accounts, notes receivable	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	14,002	-0-	14,002
Accrued investment income	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-	6,648	-0-	6,648
Other receivables	150	-0-	-0-	-0-	-0-	-0-	800	950	20,532	-0-	21,482
Total	\$ 134,963	\$ 56,055	\$ 3,574	\$ 2,017	\$ 104,189	\$ 1,104	\$ 62,143	\$ 364,045	\$ 55,980	\$ 9	\$ 420,034

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

E. Budgetary Basis vs. GAAP

The accompanying Combined Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual (Non-GAAP Budgetary Basis); General Fund and Special Revenue Funds presents comparisons of the legally adopted budget with actual data on a budgetary basis. Since the budgetary and GAAP presentations of actual data differ, a reconciliation of the two is presented below (expressed in thousands):

	General Fund	Special Revenue Funds
Fund Balances (budgetary basis) June 30, 1994	\$ 291,844	\$ 213,203
Less fund balances (budgetary basis) July 1, 1993	163,081	113,817
Excess of total sources over total uses of financial resources (budgetary basis)	128,763	99,386
<i>Adjustments:</i>		
To adjust for encumbrances not recognized as expenditures	339	120
To adjust for increases and decreases in balance sheet accounts not recognized as revenues or expenditures:		
Cash and investments	1	92,210
Inventory	-0-	1,756
Notes receivable and advances	(254)	82
Liabilities	(5,224)	3,341
Residual equity transfers	(237)	-0-
To record accrual of certain revenues	2,151	174
To record accrual of certain expenditures	(17,901)	5,824
Excess (deficiencies) of revenues and other financing sources over expenditures and other financing uses (GAAP basis - budgeted funds)	107,638	202,893
To record excess (deficiency) of revenue over expenditures for nonbudgeted funding	358	(3,486)
To reclassify excess of revenues over expenditures in General Fund and budgeted as Special Revenue Fund	15	-0-
To recognize revenues and expenditures recorded in agency bank accounts and not budgeted	21	26
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses (GAAP basis)	\$ 108,032	\$ 199,433
Ending fund balance, budget basis - June 30, 1993	\$ 168,147	\$ 100,278
Equity transfers in	4,109	7,724
Prior year adjustments	(1,391)	5,990
Equity transfers out	(7,784)	(175)
Beginning fund balance, budget basis - July 1, 1993	\$ 163,081	\$ 113,817

Total fund balance on the budgetary basis in the General Fund at June 30, 1994, is composed of both restricted funds, which are not available for appropriation, and unrestricted funds as follows (expressed in thousands):

Total fund balance (budgetary basis)	\$ 291,844
Restricted Funds	(162,349)
Unrestricted fund balance (budgetary basis)	\$ 129,495

There were no expenditures in excess of appropriations or authorizations in the individual budget accounts for the year.

F. General Fixed Assets

A statement of changes in general fixed assets for the year ended June 30, 1994, is shown below (expressed in thousands):

	Land	Structures and Improvements	Furniture and Equipment	Construction in Progress	Total
Balance, July 1, 1993 (as restated)	\$ 74,319	\$ 351,956	\$ 169,779	\$ 146,847	\$ 742,901
Additions	3,405	6,889	12,360	46,603	69,257
Deletions	2	87	27,779	6,844	34,712
Balance, June 30, 1994	\$ 77,722	\$ 358,758	\$ 154,360	\$ 186,606	\$ 777,446

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

Construction in progress is composed of the following (expressed in thousands):

	Project Authorization	Expended to June 30, 1994	Committed	Required Future Financing
Prisons	\$ 94,769	\$ 75,906	\$ 3,924	None
Natural Resources	11,180	3,358	55	None
Human Resources	22,559	8,591	942	None
State Library	20,197	16,664	106	None
Other Projects	124,126	82,087	14,996	None
Totals	\$ 272,831	\$ 186,606	\$ 20,023	

G. Transfers

A summary of interfund operating transfers for the year ended June 30, 1994, is shown below (expressed in thousands):

	Transfers In	Transfers Out
General Fund	\$ 28,440	\$ 48,108
Special Revenue Funds		
State Highway	1,204	6,815
Legislative	8,820	-0-
Higher Education Capital		
Construction Funds	-0-	12,899
Municipal Bond Bank Funds	78	10,390
Other Funds	4,088	11,827
Debt Service Funds	17,534	75
Capital Projects Funds	4,759	5,180
Enterprise Funds	48	485
Internal Service Funds		
Self-Insurance	127	111
Data Processing	385	120
Other Funds	51	852
Expendable Trust Funds	36,492	2,002
Nonexpendable Trust Funds	98	3,280
Total Transfers	\$ 102,144	\$ 102,144

A summary of transfers between the Primary Government and the Component Units for the year ended June 30, 1994, is shown (expressed in thousands):

	Transfers from		Transfers to
	University System	Rural Housing	University System
General Fund	\$ 36	\$ -0-	\$ 215,784
Special Revenue Funds			
Legislative Fund	-0-	5	-0-
Debt Service Funds			
Consolidated bond interest & redemption	489	-0-	14
Capital Projects Funds			
CIP University System	-0-	-0-	13,489
Expendable Trust Funds			
Class size reduction	-0-	-0-	131
Total	\$ 525	\$ 5	\$ 229,418
Transfers from Component Units/Transfers to Primary Government	<u>\$ 530</u>		
Transfers to Component Units/Transfers from Primary Government			<u>\$ 229,418</u>

For the year ended June 30, 1994, fund equity in various funds was affected by residual equity transfers. Additions and reductions follow (expressed in thousands):

	Additions	Reductions
General Fund		
Reversions from Capital Projects Funds	\$ 237	\$ -0-
Permanent Net Proceeds Fund closed to General Fund	892	-0-
Return of contributed capital from Internal Service Fund	850	-0-
Capital Projects Funds		
Capital Projects reversions to General Fund	-0-	237
Internal Service Funds		
Receipt of contributed Capital	13	-0-
Payment of contributed Capital	-0-	13
Repayment of contributed Capital	-0-	850
Expendable Trust Funds		
Permanent Net Proceeds Fund Closed to General Fund	-0-	892
Reconciled Totals	\$ 1,992	\$ 1,992

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

H. Advances, Interfund and Due To and Due From Accounts

A summary of interfund advances at June 30, 1994, is as follows (expressed in thousands):

	Advances to Other Funds	Advances from Other Funds
General Fund	\$ 4,618	\$ -0-
Special Revenue Funds		
State Highway	33	-0-
Enterprise Funds		
CRC Power Marketing	-0-	175
Prison Industry	-0-	220
Marlette Lake Water System	-0-	153
Total Enterprise Funds	-0-	548
Internal Service Funds		
Buildings and Grounds Operating	-0-	1,242
Motor Pool	-0-	741
Purchasing	-0-	965
Data Processing	-0-	901
State Printing	-0-	261
Total Internal Service Funds	-0-	4,110
Expendable Trust Funds		
Contingency	7	-0-
Total Advances	\$ 4,658	\$ 4,658

A summary of interfund receivables and payables at June 30, 1994, is as follows (expressed in thousands):

	Interfund Receivables	Interfund Payables
General Fund	\$ 543	\$ -0-
Special Revenue Fund		
State Highway	2	-0-
Enterprise Funds		
CRC Power Marketing	-0-	120
Prison Industry	-0-	15
Marlette Lake Water System	-0-	4
Total Enterprise Funds	-0-	139
Internal Service Funds		
Buildings and Grounds Operating	-0-	76
Motor Pool	-0-	54
Purchasing	-0-	64
Data Processing	-0-	169
State Printing	-0-	50
Total Internal Service Funds	-0-	413
Expendable Trust Fund		
Contingency	7	-0-
Total	\$ 552	\$ 552

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

A summary of due from and due to other funds at June 30, 1994, is shown below (expressed in thousands):

	Due From Other Funds	Due To Other Funds		Due From Other Funds	Due To Other Funds
General Fund	\$ 20,644	\$ 80,935			
Special Revenue Funds			Internal Service Funds		
State Highway	12,551	15,525	Highway Patrol Communications	35	13
Employment Security Funds	83	262	Self-Insurance	579	14
Workers' Compensation & Safety	442	102	Buildings and Grounds Operating	162	27
Tourism Promotion	13	54	Motor Pool	161	66
Offenders' Store	156	28	General Services Communication	256	16
Colorado River Commission	113	3	Insurance Premiums	66	2,962
Legislative	71	65	General Services Operating	24	14
Higher Education Capital Construction Fund	-0-	5,000	Personnel Operating	2	51
Municipal Bond Bank Funds	153	2,301	Purchasing	4,783	1,002
Regulatory Funds	70	1,058	Data Processing	973	135
Miscellaneous Special Revenue Funds	281	122	State Printing	229	120
Total Special Revenue Funds	13,933	24,520	Total Internal Service Funds	7,270	4,420
Debt Service Funds			Trust and Agency Funds		
Consolidated Bond Interest & Redemption	3,157	-0-	Care of Sites for Radioactive Waste Disposal	89	1
Highway Revenue Bonds	141	-0-	Contingency	289	222
Total Debt Service Funds	3,298	-0-	Cleaning Up Petroleum Discharges	51	93
Capital Projects Funds			WICHE Student Loan	-0-	125
Parks Capital Project Construction	66	240	Hospital Care to Indigent Persons	69	-0-
CIP Motor Vehicle	10,173	43	Museums & History Dedicated Trust	-0-	40
CIP Human Resources	268	28	Class Size Reduction	498	-0-
CIP University System	97	40	Gift Funds	81	80
CIP General State Government	497	243	Aid Program Funds	11	28
CIP Prison System	199	342	Custodial Funds	170	378
CIP Wildlife	-0-	43	Permanent School	54	835
Miscellaneous	2	2	Public Employees Retirement	6,749	11
Total Capital Projects Funds	11,302	981	Intergovernmental	72,436	3,632
Enterprise Funds			State Agency Fund for Bonds	213	18
CRC Water Treatment	158	64	Motor Vehicle	38	14,277
CRC Water Transmission	64	82	Restitution Trust	-0-	1
CRC Power Marketing	318	-0-	Abandoned Property Trust	-0-	4,783
Housing Division	5	4	Local Government Pooled Investment	-0-	6
Industrial Insurance	3,368	1,118	State Payroll	260	5,020
Forestry Nurseries	9	5	Total Trust and Agency Funds	81,008	29,550
Prison Industry	385	113	Total	\$ 141,810	\$ 141,810
Nevada Magazine	-0-	1			
Marlette Lake Water System	48	17			
Total Enterprise Funds	4,355	1,404			

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

A summary of balances receivable or payable between the Primary Government and the University System (a Component Unit) at June 30, 1994, is shown below (expressed in thousands):

	Due from Component Units	Due to Component Units
General Fund	\$ 49	\$ 2,045
Special Revenue Funds		
State Highway	-0-	83
Employment Security Funds	-0-	41
Higher Education Capital Construction	-0-	84
Regulatory Funds	1	-0-
Total Special Revenue Funds	1	208
Debt Service Funds		
Consolidated Bond Interest & Redemption	-0-	14
Capital Projects Funds		
Parks Capital Project Construction	-0-	2
CIP University System	-0-	832
Total Capital Projects Funds	-0-	834
Enterprise Funds		
Marlette Lake Water System	2	-0-
Internal Service Funds		
Self Insurance	604	-0-
Motor Pool	17	-0-
Insurance Premiums	-0-	6
Personnel Operating	-0-	1
Purchasing	96	-0-
Data Processing	-0-	1
State Printing	-0-	2
Total Internal Service Funds	717	10
Total Due to Primary Government/Due from Component Unit	\$ 769	\$ 3,111
Total Due from Primary Government/Due to Component Unit		

I. Principal Tax Revenues

The principal taxing authorities for the State of Nevada are the Nevada Tax Commission and the Nevada Gaming Commission.

The Nevada Tax Commission was created under NRS 360.010 and is the taxing and collecting authority for sales and use taxes. The sales and use taxes are imposed at a total rate of 6.50%, with local county option up to an additional .5%, on all taxable sales and taxable items of use, and are due and payable to the Tax Commission monthly by the last day of the month following collection. The State receives 2% of the total sales with the balance distributed to the counties and school districts.

The Nevada Gaming Commission was created under NRS 463.022 and is the taxing and collecting authority for gaming taxes. The following sources account for gaming tax revenues:

Percentage Fees are the largest of several State levies on gaming. They are based upon gross revenue and are collected monthly. The fee is applied on a graduated basis at the following monthly rates:

*Three percent of the first \$50,000 of gross revenue;
four percent of the next \$84,000 of gross revenue;
and six and one quarter percent of the gross revenue
in excess of \$134,000.*

Annual State Slot Machine Taxes are levied on the number of slot machines to be operated at \$250 per machine per year. All revenue derived from this tax is paid directly to the State's educational system. **Casino Entertainment Taxes** are imposed at 10% of all amounts paid for admission, merchandise, refreshment or service while the establishment is in an entertainment status as specified in NRS 463.401. This tax must be paid monthly. **Flat Fee Collections** are levied quarterly on the number of gambling games and slot machines operated. Nonrestricted licensees (those operating more than 15 slots or any number of games) remit \$20 per quarter per machine and pay a fee at variable rates on the number of games operated as established in NRS 463.375 and NRS 463.383, respectively. Restricted licensees (those having 15 or fewer slot machines and no table gaming) remit \$61 to \$116 per quarter per machine as prescribed in NRS 463.373. **Annual License Fees** are based on the number of gambling games operated, as described in NRS 463.380 and are taxed at variable rates. Approximately ninety-five percent of this revenue is distributed to the counties. Several **Miscellaneous Collections** are authorized and consist of: Penalties and fines, manufacturer's, distributor's and slot route operator's fees, advance payments, race wire fees, pari-mutuel wagering tax and other nominal miscellaneous items. In addition to the penalty specified in NRS 463.270, the Commission is

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

given the authority under NRS 463.400 and 463.406 to assess a penalty on any licensee who willfully fails to remit any license fee or tax provided for in the gaming licensing and control statutes, except for slot machine tax. The penalty is in the amount of the license fee or tax evaded or not paid. This penalty is assessed and collected in the same manner as other gaming licensing control fees and taxes.

J. Intergovernmental Expenditures

Intergovernmental expenditures for the year ended June 30, 1994, consist of the following (expressed in thousands):

Education	\$ 465,985
Other functions	<u>29,302</u>
Total Intergovernmental	<u>\$ 495,287</u>

K. Non-Cash Transactions

The State does not record in the financial statements non-cash federal programs. In fiscal year 1994, the State participated in the following non-cash transactions:

- Issued approximately \$90 million in food stamp coupons
- Distributed approximately \$4.7 million in food commodities
- Received federal surplus property which had an original cost of approximately \$859,000. Approximately one-half went to State agencies and the balance went to local governments and non-profit organizations

L. **Fund Equity/Account Group Restatements**
In fiscal year 1994, a change was made by the State because GASB 14 required that the Nevada Rural Housing Authority be removed from the Special Revenue and Enterprise Fund Types and be presented as a discrete component unit. See Note 1A. This change has been reported in the accompanying financial statements and notes to the financial statements by restating prior year amounts, where presented, as summarized below (expressed in thousands):

	Enterprise Funds	Special Revenue Funds
Fund Equity (deficit) June 30, 1993, as previously reported	(\$2,074,270)	\$ 220,116
<i>Adjustments:</i>		
Component Unit, discretely presented	<u>(1,348)</u>	<u>(741)</u>
Fund equity, July 1, 1993, as restated	<u>(\$2,075,618)</u>	<u>\$ 219,375</u>
		Component Unit Rural Housing
Fund Equity, June 30, 1993, as previously reported		\$ -0-
Adjustments		<u>2,089</u>
Fund Equity, July 1, 1993, as restated		<u>\$ 2,089</u>
		General Fixed Assets Account Group
Total General Fixed Assets at June 30, 1993, as previously reported		\$ 743,025
<i>Adjustments:</i>		
Fixed Assets of Component Unit, discretely presented		<u>(124)</u>
Total General Fixed Assets at July 1, 1993, as restated (Note 2F)		<u>\$ 742,901</u>
		General Long-Term Obligations Account Group
Total Liabilities at June 30, 1993, as previously reported		\$ 650,209
<i>Adjustments:</i>		
Liabilities of Component Unit, discretely presented		<u>(65)</u>
Total Liabilities at July 1, 1993, as restated (Note 4B)		<u>\$ 650,144</u>

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

NOTE 3 - DEPOSITS AND INVESTMENTS

A. Balance Sheet

Amounts on the combined balance sheet relating to deposits and investments are as follows (expressed in thousands):

	Total Primary Government	Component Units	Total Reporting Entity
Cash and pooled investments	\$ 1,298,194	\$ 198,804	\$ 1,496,998
Investments	6,352,837	95	6,352,932
Restricted assets (Note 7)	155,162	1,408	156,570
Less restricted assets other than cash and investment (Note 7)	(33,343)	-0-	(33,343)
Total	\$ 7,772,850	\$ 200,307	\$ 7,973,157

B. Deposits

The Statutes of the State authorize the State Treasurer to deposit in any insured state or national bank, credit union or savings and loan association. Insured deposits are covered by the Federal Deposit Insurance Corporation. Statutes require all deposits within the custody of the State Treasurer not within the limits of insurance provided by an instrumentality of the United States to be secured by collateral composed of obligations of the United States; bonds of this State; bonds of any county, municipality or school district within this State; promissory notes secured by first deeds of trust or instruments in which the State is permitted to invest.

At June 30, 1994, deposits were held in various institutions throughout the state as follows (expressed in thousands):

	Carrying Value	Bank Balance
Primary Government:		
Insured or collateralized with securities held by the State or by an agent of the State in State's name	\$ 154,814	\$ 279,282
Deposits in the U.S. Treasury investment pool in the name of the State	242,746	242,746
Uncollateralized or collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the State's name	129,589	115,114
Total Deposits	527,149	637,142
Component Units:		
Insured or collateralized with securities held by the State or by an agent of the State in State's name	2,537	2,537
Uncollateralized or collateralized with securities held by the pledging financial institution, or by its trust department or agent but not in the State's name	(2,488)	(2,488)
Total Deposits	49	49
Total Deposits Reporting Entity	\$ 527,198	\$ 637,191

C. Investments

Statutes authorize the State to invest in United States Treasury notes, bonds, and certificates; bonds of this or of other states; bonds of certain political subdivisions of this or of other states; bonds, notes, debentures and loans if they are underwritten by or their payment is guaranteed by the United States; obligations or certificates of the Federal National Mortgage Association, the Federal Home Loan Banks, the Federal Home Loan Mortgage Corporation, the Federal Farm Credit Banks Funding Corporation or the Student Loan Marketing Association, whether or not guaranteed by the United States; farm mortgage loans fully insured and guaranteed by the Farmers Home Administration of the U.S. Department of Agriculture; negotiable certificates of deposit issued by commercial banks or insured savings and loan associations; certain banker's acceptances, commercial paper, and notes, bonds and other unconditional obligations for the payment of money issued by corporations or depository institutions organized and operating in the United States; money market mutual funds registered with the SEC, rated "AAA", or its equivalent, and invested only in securities issued by the Federal Government or in repurchase agreements fully collateralized by such securities. Limited types of repurchase agreements are proper and lawful investments of the state; generally no money of the state may be invested pursuant to a reverse-repurchase agreement. The State's Permanent School Fund is further limited by statute to the types of investments it may purchase.

Investments are made after diligent inquiry of the governmental unit and written legal opinion of the Attorney General. Investment policies of the State are reviewed at least every four months by the Board of Finance.

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

The following table (expressed in thousands) provides information about the credit and market risks associated with the State's investments at June 30, 1994. Category 1 includes investments that are insured or registered or for which the securities are held by the State or its agent in the State's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the counterparties' trust department or agent in the State's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or by its trust department or agent, but not in the State's name.

	Category			Unclassified as to Risk	Carrying Amount	Market Value
	1	2	3			
Primary Government:						
Equity securities	\$ 2,074,379	\$ -0-	\$ -0-	\$ -0-	\$ 2,074,379	\$ 2,230,523
U.S. Government securities	1,223,299	-0-	19,708	-0-	1,243,007	1,237,669
Foreign investments	320,421	-0-	-0-	-0-	320,421	409,289
Corporate bonds	142,523	-0-	-0-	-0-	142,523	142,133
Repurchase agreements	147,497	-0-	26,865	-0-	174,362	175,288
Municipal bonds	136,210	-0-	-0-	-0-	136,210	136,210
Bank acceptances	40,431	-0-	-0-	-0-	40,431	40,808
Commercial paper	80,649	-0-	-0-	-0-	80,649	80,995
Negotiable certificates of deposit	17,011	-0-	-0-	-0-	17,011	17,000
	4,182,420	-0-	46,573	-0-	4,228,993	4,469,915
Guaranteed investment contracts				1,459,353	1,459,353	1,450,546
Real estate				440,951	440,951	443,786
Mortgages				82,843	82,843	82,843
Secured loans				56,412	56,412	56,412
Repurchase agreements				20,145	20,145	20,241
Investment in limited partnerships				42,628	42,628	41,996
				2,102,332	2,102,332	2,095,824
<i>Investments held by agents in mutual funds for:</i>						
Fiduciary Funds				835,937	835,937	979,842
Enterprise Funds				1,013	1,013	1,013
Deferred Compensation				77,426	77,426	77,426
				914,376	914,376	1,058,281
Total Primary Government	4,182,420	-0-	46,573	3,016,708	7,245,701	7,624,020
Component Unit:						
Equity Securities			42,992	-0-	42,992	44,442
U. S. Government Securities			131,923	-0-	131,923	131,628
Foreign Investments			19,841	-0-	19,841	23,797
Other Investments			11	-0-	11	11
			194,767	-0-	194,767	199,878
Real Estate				5,000	5,000	3,873
<i>Investment held by agents in mutual funds for:</i>						
University System				491	491	468
Total Component Unit	-0-	-0-	194,767	5,491	200,258	204,219
Total reporting entity	\$ 4,182,420	\$ -0-	\$ 241,340	\$ 3,022,199	\$ 7,445,959	\$ 7,828,239

STATE OF NEVADA

Notes to Financial Statements
For the Fiscal Year Ended June 30, 1994

NOTE 4 - LONG-TERM OBLIGATIONS

A. Long-Term Obligations

Long-term obligations at June 30, 1994, of the Primary Government comprise the following (expressed in thousands):

	Interest Rate	Authorized	Issued	Principal and Interest in FY 1994	Principal Outstanding
GENERAL LONG-TERM OBLIGATIONS ACCOUNT GROUP					
<i>General Obligation Bonds:</i>					
Subject to Constitutional Debt Limitation	4.00-10.00%	\$ 641,334	\$ 639,854	\$ 39,131	\$ 420,850
Exempt from Constitutional Debt Limitation	3.50-9.70%	338,522	336,597	19,746	247,405
<i>Special Obligation Bonds:</i>					
Exempt from Constitutional Debt Limitation - Highway Improvement Revenue Bonds	4.00-7.00%	152,100	152,100	15,047	120,660
Total Bonds		<u>\$ 1,131,956</u>	<u>\$ 1,128,551</u>	<u>\$ 73,924</u>	<u>788,915</u>
Obligations Under Capital Leases	5.57-12.36%		<u>\$ 4,621</u>	<u>\$ 980</u>	2,464
Compensated Absences Obligations					50,310
Arbitrage Rebate Liability					4,968
Claims and Judgments					96
Total General Long-Term Obligations					<u>\$ 846,753</u>
ENTERPRISE FUNDS					
<i>Colorado River Commission:</i>					
General Obligation Bonds exempt from Constitutional Debt Limitation	3.60-10.75%	\$ 269,480	\$ 247,880	\$ 62,117	\$ 152,651
Federal Repayment Contract	3.25%	244,500	199,374	8,850	181,928
<i>Housing Division:</i>					
Mortgage Revenue Bonds	2.85-12.50%	1,250,000	963,279	217,219	467,905
Total General Obligations		<u>\$ 1,763,980</u>	<u>\$ 1,410,533</u>	<u>\$ 288,186</u>	<u>802,484</u>
Obligations Under Capital Leases			<u>\$ 16,892</u>	<u>\$ 2,769</u>	8,339
Compensated Absences Obligations					3,088
Total Enterprise Funds					<u>\$ 813,911</u>
INTERNAL SERVICE FUNDS					
Obligations Under Capital Leases	4.06-9.34%		<u>\$ 8,096</u>	<u>\$ 2,012</u>	\$ 3,550
Less Current Portion					1,914
Net Obligations Under Capital Leases					1,636
Compensated Absences Obligations					1,758
Total Internal Service Funds					<u>\$ 3,394</u>
PENSION TRUST FUNDS					
Notes Payable	10.25%		<u>\$ 6,750</u>	<u>\$ 692</u>	<u>\$ 6,749</u>

B. Changes in General Long-Term Obligations Account Group

The following is a summary of changes in General Long-Term Obligations Account Group for the fiscal year ended June 30, 1994 (expressed in thousands):

	Bonds	Obligations Under Capital Leases	Arbitrage Rebate Liability	Compensated Absences Obligations	Claims and Judgments	Total
Balance, July 1, 1993, (as restated)	\$ 586,615	\$ 3,175	\$ 5,744	\$ 54,610	\$ -0-	\$ 650,144
New obligations incurred and changes in estimates	398,765	68	152	(4,300)	96	394,781
Obligations retired	(196,465)	(779)	(928)	-	-0-	(198,172)
Obligations outstanding at June 30, 1994	<u>\$ 788,915</u>	<u>\$ 2,464</u>	<u>\$ 4,968</u>	<u>\$ 50,310</u>	<u>\$ 96</u>	<u>\$ 846,753</u>

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

C. Constitutional Debt Limitations

Section 3, Article 9, of the State Constitution (as amended) limits the aggregated principal amount of the State's public debt to two percent (2%) of the assessed valuation of the State. Exempt from this limitation are debts authorized by the legislature that are incurred for the protection and preservation, or for obtaining the benefits, of any property or natural resources within the State. At June 30, 1994, the debt limit and its unused portion are computed as follows: (expressed in thousands):

Debt limitation (2% of total assessed valuation)	\$	574,717
Less: Bonds and leases payable as of June 30, 1994, subject to limitation		<u>423,314</u>
Remaining debt capacity	\$	<u>151,403</u>

D. Property Tax Limitations

NRS 361.453, enacted by the 1979 Nevada Legislature, limits the total ad valorem tax levy for all public purposes to \$3.64 per \$100 of assessed valuation. Taxes levied for the payment of general obligation bond principal and interest enjoy a statutory priority over taxes levied for all other purposes where reduction is necessary to comply with the limitations. Assembly Bill No. 788, enacted by the 1993 Nevada Legislature levied an ad valorem tax of 15 cents on each \$100 of assessed valuation of taxable property of the fiscal year commencing July 1, 1993 and ending June 30, 1994. The proceeds of the taxes levied were appropriated to the Consolidated Bond Interest and Redemption Fund to discharge the obligations of the State.

Property taxes are levied July 1 on property values assessed by the prior January 1. Property tax billings are mailed by July 1 and are due in quarterly installments on the third Monday in August and the first Monday in October, January and March, after which time the bill is delinquent.

E. Nevada Municipal Bond Bank

General obligation bonds have been issued through the Nevada Municipal Bond Bank (a Special Revenue Fund) as authorized by NRS 350A and NRS 349.950. These bonds are subject to statutory limitation of \$800 million and are exempt from the constitutional debt limitation. Proceeds from the bonds are used to purchase the validly issued general obligation bonds of the State's local governments to finance projects related to natural resources. The State anticipates that the debt service revenue it receives from the participating local governments will be sufficient to pay the debt service requirements of the State bonds as they become due. Twenty-three projects were funded through the Nevada Municipal Bond Bank as of June 30, 1994, and total investments in local governments amounted to \$136,210,000.

F. Refunded Debt and Redemptions

On August 1, 1993, the State issued \$144,936,700 in General Obligation (Limited Tax) Bonds to partially advance refund the following:

\$3,795,000, August 1, 1986B, Library Bonds
\$6,845,000, October 1, 1987A, Building Bonds
\$6,220,000, May 1, 1987A, Prison Facilities Bonds
\$51,015,000, August 1, 1989A, Building Bonds
\$7,715,000, August 1, 1990, Prison Facilities Bonds
\$3,770,000, November 1, 1990, Forensic Center Bonds
\$22,525,000, November 1, 1991A, Capital Impr. Bonds
\$2,080,000, October 1, 1987B, Fish Hatchery and Reservoir Bonds
\$19,830,000, August 1, 1988, Lake Tahoe Preservation Bonds
\$3,175,000, November 1, 1991B, Various Purpose Bonds

The State completed the refunding to reduce its total future debt service payments by \$11,045,691, and to obtain an economic gain or present value savings of \$9,078,634.

On November 1, 1993, the State issued \$30,300,000 in General Obligation (Limited Tax) bonds to partially advance refund the following University of Nevada Bonds:

\$2,790,000, October 1, 1988, University System Projects Bonds
\$6,915,000, November 1, 1989, University System Project Bonds
\$16,860,000, December 1, 1991, University System Project Bonds

The State completed the refunding to reduce its total future debt service payments by \$1,818,890, and to obtain an economic gain or present value savings of \$1,198,761.

On December 1, 1993, the State issued \$4,625,000, in General Obligation (Limited Tax) Bonds to partially advance refund \$4,015,000, of the December 1, 1989, Board for Financing Water Projects #1 and #2. This refunding transaction was completed to reduce future debt service payments by \$226,276, and to obtain an economic gain or present value savings of \$145,237. This reduction of debt service and economic gain is passed on to the municipalities.

On November 1, 1993, the Colorado River Commission issued \$46,805,000 in State of Nevada General Obligation (Limited Tax) Bonds for the purpose of advance refunding outstanding Water Improvement Bonds in the amount of \$48,110,000. The net proceeds of \$46,041,194 (after payment of \$763,806 in underwriting fees and issuance costs) plus an additional \$4,626,893 from debt service reserve and sinking funds were used to purchase U.S. Government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the refunded bonds. As a result, all of the outstanding 1978B series bonds (total principal amount of \$36,220,000), \$8,550,000 of the 1978D series bonds, and \$3,340,000 of the series 1990 bonds are considered to be defeased and the liability for

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Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

those bonds has been removed from the Water Treatment Enterprise Fund.

The advance refunding resulted in a difference between the reacquisition prices and the net carrying amount of the old debt of \$1,841,709. This difference, reported in the accompanying financial statements net of the current years amortization of \$72,224 as a deduction from bonds payable, is being charged to operations through the year 2011 using the straight line method. The Commission completed the refunding to reduce its total debt service payments over the next 17 years by \$11,885,562, and to obtain an economic gain of \$4,519,568 (present value savings).

The following bonds of the Housing Division (an Enterprise Fund) were refunded:

On July 29, 1993, the Division refunded the 1992 C-1 and 1992 C-2 Variable Rate Bonds in the amounts of \$18,200,000 and \$7,200,000, respectively, by issuing the 1993C Single-Family Program Bonds in the amount of \$25,400,000. These transactions resulted in no significant economic gain or loss to the Division.

On July 30, 1993, the 1978 Series A, the 1980 Series A, and the 1980 Series B, Single-Family Program Variable Rate Bonds for \$56,560,000, \$24,300,000 and \$11,285,000, respectively, were defeased with funds provided by the 1993 R Single Family Bonds issued for \$77,000,000 on June 29, 1993. These transactions resulted in an economic gain to the Division of \$1,839,278.

On May 11, 1994, the Division refunded the 1992 B-1, B-2, D-1 and D-2 Variable Rate Bonds in the amounts of \$5,485,000 and \$23,510,000 respectively, by issuing the 1994 B Single-Family Program Bonds in the amount of \$28,995,000. These transactions resulted in no significant economic gain or loss to the Division.

proceeds of new bonds and other monies in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the State's financial statements. The balances still outstanding on the defeased issues at June 30, 1994, consist of the following (expressed in thousands):

Series	Outstanding
<i>Refunded Bonds:</i>	
04/01/79 Colorado River Water Acq.	\$ 36,220
12/01/82 Municipal Bond Bank 3-8	10,070
11/01/83 Municipal Bond Bank 9-12	19,185
04/01/84 Municipal Bond Bank 13	23,180
05/01/84 Colorado River Water Acquisition	2,290
03/01/85 Municipal Bond Bank 16-17	3,610
08/01/85 Municipal Bond Bank Refunding 1	1,865
12/01/85 Municipal Bond Bank 18-19	6,525
08/01/86 Municipal Bond Bank 20-23	22,325
05/01/87 Municipal Bond Bank Refunding 3	45,170
02/01/89 Municipal Bond Bank 28-31	42,035
08/01/90 Municipal Bond Bank 32	18,570
11/01/90 Municipal Bond Bank 33-35	17,685
12/01/90 Municipal Bond Bank 36	2,420
02/26/92 Municipal Bond Bank 38-39	80,771
01/12/93 Municipal Bond Bank 40-41	27,260
<i>Partially Refunded Bonds:</i>	
11/01/83 Reservoir Bonds	4,365
09/01/84 Municipal Bond Bank 14-15	2,435
02/01/85 University Refunding	19,335
12/01/85 Reservoir Bonds	12,300
08/01/86 Colorado River Water Impr.	8,550
08/01/86 Library Bonds	3,795
05/01/87 Prison Bonds	23,925
05/01/87 Hoover Uprating	65,845
10/01/87A Building Bonds	6,845
10/01/87B Fish Hatchery & Reservoir	2,080
08/01/88 Lake Tahoe Preservation	19,830
10/01/88 University System Projects	2,790
08/01/89A A Building Bonds	51,015
11/01/89 University System Projects	6,915
12/01/89 Board for Financing Water Proj 1 & 2	4,015
08/01/90 Prison Facilities Bonds	7,715
09/01/90 CRC Communications Fac	3,340
11/01/90 Forensic Center Bonds	3,770
11/01/91A Capital Improvement	22,525
11/01/91B Various Purpose	3,175
12/01/91 University Systems	16,860

In the current and prior years the State defeased certain general obligations and other bonds by placing the

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Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

G. Debt Service Requirements for Bonds

Debt service requirements (principal and interest) for all long-term bonds and notes outstanding at June 30, 1994, of the Primary Government are summarized as follows (expressed in thousands). Debt service requirements for all capital leases and installment purchases are presented in Section J of this note. No debt service requirements are presented for compensated absences obligations since the repayment dates are unknown. All amounts listed for Housing Bonds are projections and are subject to change based upon changes in the mortgage interest rate market. Actual results may vary considerably from these projections at any point in time, depending upon market rates of interest.

	For The Fiscal Year Ending June 30					
	1995	1996	1997	1998	1999	Thereafter
General Long-Term Obligations Account Group						
<i>General Obligation Bonds Serviced From:</i>						
<i>Consolidated Bond Interest and Redemption Debt Service Fund</i>						
Various General Obligation Bonds	\$ 43,794	\$ 44,738	\$ 44,881	\$ 45,867	\$ 46,313	\$ 479,110
Nevada Municipal Bond Bank Bonds (Municipal Bond Bank Fund)	14,136	16,811	17,320	12,806	12,371	133,256
University System Projects Bonds (Slot Machine Tax)	7,755	7,763	7,774	7,782	7,791	50,305
Total General Obligation Bonds	65,685	69,312	69,975	66,455	66,475	662,671
<i>Special Obligation Bonds:</i>						
<i>Highway Bonds Debt Service Fund:</i>						
Highway Improvement Revenue Bonds (Fuel Tax)	35,949	35,349	26,459	19,780	18,939	-0-
Total General Long-Term Obligations Account Group	\$ 101,634	\$ 104,661	\$ 96,434	\$ 86,235	\$ 85,414	\$ 662,671
Enterprise Funds						
<i>General Obligation Bonds Serviced From:</i>						
Colorado River Commission Bonds (user fees)	\$ 13,440	\$ 13,647	\$ 13,626	\$ 13,610	\$ 13,634	\$ 205,264
Federal Repayment Contract (user fees)	8,922	8,940	8,940	8,940	8,940	266,703
Housing Bonds (repaid housing loans)	69,820	41,465	48,126	46,675	41,212	816,999
Total Enterprise Funds	\$ 92,182	\$ 64,052	\$ 70,692	\$ 69,225	\$ 63,786	\$ 1,288,966
Pension Trust Fund						
Notes Payable Serviced from Public Employees' Retirement System of Nevada	\$ 692	\$ 7,095	\$ -0-	\$ -0-	\$ -0-	\$ -0-

H. Amount Available in Debt Service Funds

At June 30, 1994, the amount in the Highway Revenue Bonds Debt Service Fund available to service the special obligation Highway Revenue (Motor Vehicle Fuel Tax) Bonds was \$2,028,688. The amount available in the Consolidated Bond Interest and Redemption Debt Service Fund to service debt was \$20,331,488.

I. Bond Indenture Provisions

There are restrictions and limitations contained in the various bond indentures. The State is in compliance with the requirements of the bond covenants.

J. Capital Leases

The State has entered into various agreements for the lease of equipment. These leases meet the criteria for "capital leases" and are, therefore, recorded as installment purchase transactions. Assets acquired under such leases of the Primary Government at June 30, 1994, consist of the following (expressed in thousands):

	General Fixed Assets Account Group	Enterprise Funds	Internal Service Funds	Pension Trust Funds	Total
Equipment	\$ 4,524	\$ 16,892	\$ 8,096	\$ 587	\$ 30,099
Less accumulated depreciation	-0-	6,320	4,464	443	11,227
Total	\$ 4,524	\$ 10,572	\$ 3,632	\$ 144	\$ 18,872

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Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

For all capital leases and installment purchases of the Primary Government, the gross minimum lease payments and the present value of the net minimum lease payments as of June 30, 1994, follow (expressed in thousands):

<u>For the year ending June 30</u>	<u>Amount</u>
1995	\$ 6,206
1996	4,748
1997	3,573
1998	982
1999	<u>264</u>
Total payments	15,773
Less: Amount representing interest	<u>1,420</u>
	14,353
Less: Current portion for Internal Service Funds	<u>1,914</u>
Present value of net minimum leases	<u>\$ 12,439</u>

K. Arbitrage Rebate Requirement

The Tax Reform Act of 1986 imposes a rebate requirement with respect to some bonds issued by the State. Under this requirement, an amount equal to the sum of (a) the excess of the aggregate amount earned on all investments (other than certain specified exceptions) over the amount that would have been earned if all investments were invested at a rate equal to the yield on the bonds, and (b) any income earned on the excess described in (a), must be rebated to the United States Treasury, in order for the interest on the bonds to be excluded from gross income for federal income tax purposes. In accordance with the Internal Revenue Service Regulations, an arbitrage rebate liability has been calculated as of June 30, 1994. The anticipated debt service of this liability is as follows (expressed in thousands):

<u>For the year ending June 30</u>	<u>Amount</u>
1995	\$ 4,277
1996	-0-
1997	7
1998	279
1999	2
Thereafter	<u>403</u>
Total	<u>\$ 4,968</u>

L. Component Unit Obligations

Bonds, notes and capital leases payable by the University System at June 30, 1994, consist of the following (expressed in thousands):

	<u>Annual Interest Rate %</u>	<u>Final Payment Due</u>	<u>Principal Outstanding</u>
Student fee revenue bonds	3.00-8.50	2016	\$ 66,760
Notes payable	4.59-12.21	2010	5,879
Capital leases	4.79-19.56	1998	<u>762</u>
Total			<u>\$ 73,401</u>

The student fee revenue bonds are secured by tuition and fees, auxiliary enterprises revenue and certain other

revenue as defined in the bond indentures. Capital leases are various agreements for the lease of equipment. These leases meet the criteria for "capital leases" and are, therefore, recorded as installment purchase transactions.

Accrued compensated absences payable by the University System at June 30, 1994, was \$14,878,779.

Principal requirements for bonds, notes, and capital leases payable by the University System for the year's ending June 30 are as follows (expressed in thousands):

<u>Fiscal year ending June 30</u>	<u>Amount</u>
1995	\$ 3,644
1996	3,243
1997	4,154
1998	4,003
1999	4,147
Thereafter	<u>54,210</u>
Total	<u>\$ 73,401</u>

During the year ended June 30, 1994, the University System issued revenue bonds for the purpose of providing funds for the advance refunding or partial refunding of certain revenue bonds previously outstanding. The net proceeds of the Series 1993 and 1994 bond issues, together with certain funds provided by the System, were used to purchase government securities, which were deposited irrevocably in trust with an escrow agent to provide future debt service on the refunded bonds.

At June 30, 1994, debt in the amount of \$30,616,000 is considered to be extinguished through refunding of prior issues by a portion of the current issues. Sufficient proceeds were invested in state and local government securities and placed in escrow to assure the timely payment of the maturities of prior issues. Neither the debt nor the escrowed assets are reflected on the financial statements.

At June 30, 1994, Rural Housing had mortgages payable of \$2,848,000 through the year 2030, at interest rates of 6.50% to 13.25%.

Accrued compensated absences payable by Rural Housing at June 30, 1994 was \$53,731.

Debt Service requirements (principal and interest) for mortgages payable by Rural Housing for the year's ending June 30 are as follows (expressed in thousands):

<u>Fiscal Year ending June 30</u>	<u>Amount</u>
1995	\$ 254
1996	254
1997	254
1998	254
1999	255
Thereafter	<u>4,490</u>
Total	<u>\$ 5,761</u>

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Notes to Financial Statements
For the Fiscal Year Ended June 30, 1994

NOTE 5 - PENSIONS, DEFERRED COMPENSATION AND OTHER EMPLOYEE BENEFITS

The Nevada Legislature has created various plans to provide benefits to qualified employees and Legislators of the State as well as employees of other public employers. The Public Employees' Retirement Board administers the Public Employees' Retirement System of Nevada (PERS) and the Legislators' Retirement System of Nevada (LRS). A summary description of the plans follows.

A. PERS

General - All full-time state employees and full-time employees of participating local government entities in the State are members in the PERS, a defined benefit cost-sharing, multiple-employer public employees' retirement system established in 1947 by the Nevada Legislature. Any government employer in the State may elect to have its general, police and fire department employees covered by PERS.

The payroll for State employees covered by PERS, total State payroll, and covered payroll for State employees in police and fire departments for the year ended June 30, 1994, were (expressed in thousands):

	Component Units			Total Reporting Entity
	Primary Government	University System	Rural Housing	
Payroll covered by PERS	\$ 393,940	\$ 63,478	\$ 355	\$ 457,773
Total State payroll	\$ 420,506	\$ 248,807	\$ 393	\$ 669,706
State police and fire employees' payroll covered by PERS	\$ 66,490	\$ 975	\$ -0-	\$ 67,465

At June 30, 1994, the number of participating government employers was:

State and its component units	1
Cities	20
Counties	17
School districts	17
Hospitals and health care	11
Utility and irrigation districts	18
Special districts and agencies	25
Total employers	109

At June 30, 1994, the date of the most recent actuarial valuation, PERS membership consisted of:

<i>Service retirees, disability recipients and beneficiaries receiving benefits:</i>	
Regular employees	\$ 13,036
Police and firemen	1,747
Survivor benefit recipients	873
Total benefit recipients	<u>\$ 15,656</u>
<i>Inactive members vested:</i>	
Regular employees	\$ 2,432
Police and firemen	170
Total inactive members	<u>\$ 2,602</u>
<i>Active members:</i>	
Regular employees	\$ 54,673
Police and firemen	6,959
Total active members	<u>\$ 61,632</u>

Benefits - Benefits, as required by statute, are determined by the number of years of accredited service at the time of retirement and the member's highest average compensation in any 36 consecutive months. Benefit payments to which participants may be entitled under the plan include pension benefits, disability benefits and death benefits. Monthly benefit allowances for regular members are computed at 2.5% of average compensation (36 consecutive months of highest compensation) for each accredited year of service before retirement with a ceiling of 75% of the average compensation. Regular members are eligible for retirement at age 65 with 5 years of service, at age 60 with 10 years of service or at any age with 30 years of service. Police and firemen are eligible for retirement at age 65 with 5 years of accredited police and fire service, at age 55 with 10 years of accredited police and fire service, or at any age with 30 years of accredited service. A member who retired on or after July 1, 1977, or is an active member whose effective date of membership is before July 1, 1985, and who has 36 years of service, is entitled to a benefit of up to 90% of average compensation. When members are eligible for earlier retirement due to the increased service years, the ceiling limitation on monthly benefit allowances increases from the normal 75% to a maximum of 90% of average compensation. Regular members and police and firemen become fully vested as to benefits upon completion of 5 years of service.

Contributions - Member contribution rates are established by statute. Prior to July 1, 1985, each governmental employer belonging to PERS could elect one of two contribution plans. One plan provides for matching employee and employer contributions while the other plan provides for employer contributions only. From July 1, 1985, to December 31, 1990, all new employees and employees of a participating public employer who attained

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Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

ten years of accredited contributing service were required by statute to enroll in the employer-pay contribution plan.

In a lawsuit instituted by the State of Nevada Employees' Association, the Ninth U.S. Circuit Court of Appeals held the mandatory employer-pay funding mechanism unconstitutional. Beginning January 1, 1991, new employees of the State of Nevada and those of other public employees who were not under employer-pay upon the enactment of the 1985 legislation, have the option of selecting either the employee/employer or the employer-pay contribution plan.

Under the employer/employee contribution plan, the matching contribution rates are 9.31% for regular members and 12.96% for police/fire members. Contribution rates under the employer-pay plan are 18.22% for regular members and 27% for police/fire members. The actuarially determined matching contribution requirements under the employer/employee plan are 9.13% for regular members and 12.79% for police/fire members. The actuarially determined contribution requirements under the employer-pay plan are 18.39% for regular members and 27.5% for police/fire members.

The basic funding objective is a level pattern of cost as a percentage of salary throughout an employee's working lifetime. The actuary used the "entry-age-normal" cost method, which is intended to meet this objective and result in a relatively level long-term employer contribution requirement as a percentage of salary.

The State's contribution requirement for the year ended June 30, 1994 was (expressed in thousands):

	Employees' Contribution	Employers' Contribution	Total State Contribution Requirement
Primary government	\$ 19,335	\$ 58,802	\$ 78,137
<i>Component Units:</i>			
University System	2,802	9,805	12,607
Rural Housing	-	42	42
Total reporting entity	\$ 22,137	\$ 68,649	\$ 90,786
Contributions as percentages of covered payroll	5%	15%	20%
Contributions as percentages of total contributions of all participating entities of \$395,733	6%	17%	23%

Funding Status and Progress - The amount shown below as "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date.

The measure is the actuarial present value of credited projected benefits and is intended to help users assess PERS funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among PERS. The measure is independent of the actuarial funding method used to determine contributions to PERS. The pension benefit obligation was determined as part of an actuarial valuation at June 30, 1994. Although PERS annually receives an actuarial valuation indicating the contribution rates required to fund PERS on an actuarial reserve basis, contributions actually made are in accordance with the required rates established by the Nevada State Legislature. These statutory rates are increased pursuant to NRS 286.465. Significant actuarial assumptions used in the valuation include the following:

Investment Yield: 8%

Salary Increase and Payroll Growth: The actuarial cost calculations are based on an age-related salary scale in addition to an assumed inflation rate of 5% per year. The age-related salary scale, which is based on the recent salary experience of covered employees who remain in service, ranges from 5.76% at age 60 to 13.40% at age 20.

Retirement Age: Actuarial assumptions are to be based upon different rates of retirement at all ages of eligibility. The actuarial assumed retirement rates are based primarily on retirement experience during the past two fiscal years. The retirement rates vary from 20% to 100%, depending on age for 30 or more years of service for both regular and police/fire members. Further detail of retirement rates are located in the June 30, 1994, actuarial report.

Withdrawal Rates: Withdrawal rates range from 20.5% at 22 years to 2.2% at 57 years of age for regular members and 10.1% at 22 years to .8% at 52 years of age for police and firemen.

Disability Rates: The assumed rates of disability range from .03% at 22 years of age to .66% at 57 years of age for regular members and .05% at 22 years of age to .91% at 57 years of age for police and firemen.

Mortality Rates: The assumed mortality experience is projected by using the 1983 Group Annuity Mortality Table.

Presence and Age of Spouse: The assumed proportion of married employees varies by age and is based on national statistics compiled by the U.S. Social Security Administration. Additionally, it is assumed that female spouses are on the average three years younger than the male spouses.

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Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

The PERS does not make separate measurements of assets and pension benefit obligations for individual employers such as the State. The total and unfunded pension benefit obligation as of June 30, 1994, for the PERS as a whole is as follows (expressed in thousands):

	<u>Regular Members</u>	<u>Police and Firemen</u>	<u>Total</u>
<i>Pension benefit obligation:</i>			
Retirees and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	\$ 2,263,103	\$ 483,782	\$ 2,746,885
<i>Current employees:</i>			
Accumulated employee contributions including allocated investment income	162,052	25,948	188,000
Employer-financed, vested	1,809,795	411,840	2,221,635
Employer-financed, non-vested	<u>1,552,621</u>	<u>439,313</u>	<u>1,991,934</u>
Total pension benefit obligation	5,787,571	1,360,883	7,148,454
Net assets available for benefits at cost (market values \$4,723,427, \$919,585 and \$5,643,012, respectively)	<u>4,403,869</u>	<u>857,368</u>	<u>5,261,237</u>
Unfunded pension benefit obligation	<u>\$ 1,383,702</u>	<u>\$ 503,515</u>	<u>\$ 1,887,217</u>

Trend Information - Ten year historical trend information showing the PERS' progress in accumulating sufficient assets to pay benefits when due is presented in the PERS June 30, 1994, comprehensive annual financial report.

B LRS

General - All State Legislators are members in the defined benefit, single-employer public employees' retirement system established in 1967 by the Nevada Legislature. The State's payroll for Legislators covered by LRS for the year ended June 30, 1993, was \$491,670. Total payroll for the year ended June 30, 1993, was \$536,770. There was no payroll for the year ended June 30, 1994.

At January 1, 1993, LRS membership

consisted of:

Retirees and beneficiaries currently receiving benefits and terminated employees entitled to benefits but not yet receiving them.

75

Active employees:

Vested

22

Non-vested

41

63

Benefits - Benefits, as required by statute, are determined by the number of years of accredited service at the time of retirement. Service years include the entire election term whether or not the Legislature is in session. Benefit payments to which participants may be entitled under the plan include pension benefits and death benefits. Monthly benefit allowances are \$25 for each year of service up to thirty years. Contributions and investment earnings provide benefits under the system.

Legislators become fully vested as to benefits at age 60 and 8 years of service before July 1, 1985, or at age 60 and 10 years of service after July 1, 1985.

Contributions - The Legislator contribution of 15% of compensation is paid by the Legislator only when the

Legislature is in session, as required by statute. The Legislature holds sessions every two years. State statutes were amended during the 1985 Legislative session to provide for increased annual State contributions actuarially determined to be sufficient to provide LRS with funds to pay all benefits for which LRS will be liable. The annual State contribution required to meet the normal cost (\$27,200) and to amortize the unfunded actuarial liability over 32 years from January 1, 1993, (\$226,900) is \$254,100. The total contribution to LRS for the year ended June 30, 1993, was \$586,512. The contribution consisted of Legislators' contributions of \$78,312 and the actuarially computed State portion for two years of \$508,200. The State portion was 103% of annual covered payroll.

Funding Status and Progress - Actuarial valuations of the LRS are prepared every two years to determine State contributions required to fund the system on an actuarial basis. The last determination of the actuarial liability was January 1, 1993. The total unfunded accrued liability as of that date is as follows (expressed in thousands):

<i>Liability for:</i>	
Current benefit recipients	\$ 3,263
Active employees	<u>1,402</u>
Total accrued liability at latest valuation date, January 1, 1993	4,665
Net assets available for benefits at cost, January 1, 1993	<u>1,976</u>
Total unfunded accrued liability	<u>\$ 2,689</u>

This total unfunded accrued liability is to be amortized over a period of 32 years from January 1, 1993. Net assets available for benefits at June 30, 1994, were \$2,300,829 at cost (market value \$2,411,296). Market

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

value at January 1, 1993, was \$2,121,092. Due to the date of this most recent actuarial report, the total and unfunded pension benefit obligation (as discussed for PERS above) at June 30, 1994, is not determinable. LRS has used the standardized pension benefit obligation measure of financial reporting purposes in its actuarial valuation as of January 1, 1993. The unfunded pension benefit obligation as of January 1, 1993, the date of the most recent actuarial valuation, follows (expressed in thousands):

Pension Benefit Obligation:

Pensioners and beneficiaries currently receiving benefits and terminated employees not yet receiving benefits	\$ 3,835
Current employees:	
Accumulated employees contributions	175
Employer-financed vested	438
Employer-financed non-vested	61
Total pension benefit obligation	4,509
Net assets available for benefits, at book value	1,976
Unfunded pension benefit obligation	\$ 2,533

actuarial assumptions used in the valuation include the following:

Investment Yield: 8%

Salary: General salary increases and assumed growth in payroll of 6.50%

Retirement Age: Members retire at an average age of 64 years.

Mortality Rate: The assumed mortality experience is projected by using the 1983 Group Annuity Mortality Table.

Turnover: Turnover rates are based on the limited experience of the Nevada Legislators' Retirement System and turnover experience of Legislators in other states. The assumed rates project that only about 20% of the Nevada Legislators will remain in office for more than 12 years.

Trend Information - Ten-year historical trend information designed to provide information about LRS' progress made in accumulating sufficient assets to pay benefits when due is presented in the LRS June 30, 1994, annual report. Three year trend data is below.

The total pension benefit obligation of the Legislators' Retirement System differs from the total accrued actuarial liability derived from our actuarial valuation as of January 1, 1993. The difference results from the use of different actuarial cost methods to compute the two amounts. The total pension benefit obligation is determined on the basis of the projected unit credit method (as required by GASB Statement No. 5), whereas the total accrued actuarial liability is determined on the basis of the entry-age-normal-cost method. Significant

Legislator's Contribution

1994	0%
1993	15%
1992	0%

Analysis of funding progress is available as of January 1, 1993, the date of the most recent actuarial valuation. Analysis of funding progress (expressed in thousands):

Jan, 1	Net Assets Available For Benefits At Cost	Pension Benefit Obligation	Percent Funded	Unfunded Pension Benefit Obligation	Annual Covered Payroll	Unfunded Pension Benefits Obligation As % of Covered Payroll
1989	\$ 1,648	\$ 2,924	56.3	\$ 1,276	\$ 491	259.8
1991	1,780	3,899	45.7	2,119	491	431.5
1993	1,976	4,509	43.8	2,533	492	514.8

C The Judicial Retirement System

The judges and the justices of the Supreme Court have been granted special retirement provisions by various legislatures. This is a single-employer, State of Nevada, unfunded plan.

- Any justice of the Supreme Court or judge of the District Court who has served as a justice or judge of a district court in any one or more of those courts for a period or periods aggregating 22 years, and has ended such service is, after reaching the age of 60 years, entitled to receive annually from the State of Nevada, as a pension during the remainder of his life, a sum of money equal in amount to three-fourths the sum

received as a salary for his judicial services during the last year thereof, payable every two weeks from money provided by direct legislative appropriation.

- Any justice of the Supreme Court who has served as a justice or judge of a district court in any one or more of those courts for a period or periods aggregating 10 years and has ended such service is, after reaching the age of 60 years, entitled to receive annually from the State of Nevada, as a pension during the remainder of his life, a sum of money equal in amount to one-fourth the sum received as a salary for his services during the last year thereof, payable every

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

2 weeks from money provided by direct legislative appropriation.

3. Any justice of the Supreme Court who qualifies for a pension under the provisions of section 2 is entitled to receive, for each year served beyond 10 years, up to a maximum of 22 years, an additional 4.1666 percent of the sum received as a salary for his judicial services during the last year thereof, payable as provided in section 2 above.
4. Any justice who has the years of service necessary to retire but has not attained the required age may retire

at any age with a benefit actuarially reduced to the required retirement age.

The administration of the special retirement provisions has been assigned to the Clerk of the Supreme Court. The funding for these provisions is from the General Fund, at the time a judge or justice retires, without contributions required of the justices or judges. No actuarial review or valuation has been made to determine the liability incurred by the special retirement provisions. As a result, there exists an undetermined liability of the General Fund. The liability is not considered significant to the General Fund. The cost of these benefits, available for the last ten years, is as follows (in thousands):

Fiscal Year Ended June 30	District Judges' Pensions	Supreme Court Justices' Pensions	Total
1994	\$ 642	\$ 247	\$ 889
1993	568	202	770
1992	575	160	735
1991	371	145	516
1990	297	133	430
1989	213	107	320
1988	245	85	330
1987	197	74	271
1986	196	76	272
1985	136	69	205

D. State Employees' Deferred Compensation Plan

The state offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all State employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency. All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are (until paid or made available to the employee or other beneficiary) solely the property and rights of the State (without being restricted to the provisions of benefits under the plan), subject only to the claims of the State's general creditors. Participants' rights under the plan are equal to those of general creditors of the State in an amount equal to the fair market value of the deferred account for each participant. It is the opinion of the State's legal counsel that the State has no liability for losses under the plan but does have the duty of due care that would

be required of an ordinary prudent investor. At this time it is unlikely that the State will use the assets to satisfy the claims of general creditors in the future.

E. Post-Retirement Insurance Benefits

Any retiree of the State who meets the eligibility requirements for retirement as outlined in sections A through C of this note, and at the time of retirement is covered or had his dependents covered by any group insurance or medical and hospital service, has the option upon retirement to continue group insurance. NRS 287.023 establishes this benefit upon the retiree assuming the portion of the premium not covered by the State. For the year ended June 30, 1994, 2,595 retirees were covered at a cost of \$3,681,761, which represents 55% of total costs. The State allocates funds for payment of insurance benefits as a percentage of payroll. The cost of the employer contribution is recognized in the year the costs are charged. Any unused funds are carried forward to the next fiscal year. The carry-forward to fiscal year 1995 was \$182,570.

STATE OF NEVADA

Notes to Financial Statements
For the Fiscal Year Ended June 30, 1994

NOTE 6 - SEGMENT INFORMATION FOR ENTERPRISE FUNDS

A. The State has nine Enterprise Funds which provide the services described in Sections B, C, D and E. Net working capital is not shown for Housing Division and SIIS since their balance sheets cannot be classified. Segment information for the fiscal year ended June 30, 1994, is as follows (expressed in thousands):

	Colorado River Commission						Total
	Water Treat	Water Trans	Power Mkting	Housing Division	SIIS	Other	
Operating Revenues	\$ 11,811	\$ 33,356	\$ 31,684	\$ 36,898	\$ 426,481	\$ 5,338	\$ 545,568
Depreciation Expense	2,114	3,427	-0-	25	2,885	206	8,657
Operating Income (Loss)	4,341	5,293	120	29,465	49,453	(43)	88,629
Operating Grants	-0-	-0-	-0-	244	-0-	283	527
Operating Interfund Transfer In	-0-	-0-	-0-	-0-	-0-	48	48
Operating Interfund Transfers Out	-0-	(31)	-0-	(79)	(352)	(23)	(485)
Net Income (Loss)	769	(588)	53	2,311	98,718	(23)	101,240
Current Capital Contributions and Transfers	-0-	-0-	-0-	-0-	-0-	-0-	-0-
<i>Property, Plant and Equipment:</i>							
Additions and Adjustments	5,939	162	-0-	14	4,264	15	10,394
Deletions and Adjustments	115	270	-0-	184	452	214	1,235
Net Working Capital	6,187	253	32,838	n/a	n/a	1,486	40,764
Total Assets	70,021	146,265	89,003	570,265	734,721	5,328	1,615,603
<i>Bonds and Other Long-Term Liabilities:</i>							
Payable from Operating Revenues	70,196	181,929	82,630	95	11,011	693	346,554
Payable from Other Sources	5,334	5,190	3,079	467,905	47,053	-0-	528,561
Total Equity (Deficits)	(7,373)	(46,360)	789	73,262	(2,053,047)	3,710	(2,029,019)

B. Colorado River Commission

The Colorado River Commission is responsible for managing Nevada's interest in the water and power resources available from the Colorado River.

C. Nevada Housing Division

The Nevada Housing Division was created to make available additional funds to assist private enterprise and governmental agencies in providing housing facilities for low and moderate income households. The Division is currently authorized to issue its bonds, notes and other obligations in an aggregate amount not to exceed \$1,250,000,000. These funds may be used to make loans to purchase mortgage loans from mortgage lenders, and to make temporary loans and advances in anticipation of insured mortgage loans or to finance permanent mortgage loans for the construction or rehabilitation of multi-unit residential housing.

D. State Industrial Insurance System

SIIS is a separate self-supporting agency of the State, which provides insurance to employers against

liability for workers' compensation claims. SIIS also operates a rehabilitation center in Las Vegas. The Division of Industrial Relations (DIR) regulates all insurers under the Nevada Industrial Insurance Act and the Nevada Occupational Diseases Act. According to the acts, DIR's expenses are reimbursed by all insurers in the state. SIIS's share of DIR's expenses for the year ended June 30, 1994, amounted to \$11,897,000 which is included in operating expenses.

E. Other Funds

Forestry Nurseries propagates, maintains and distributes plants for conservation purposes. Prison Industry produces various products, while employing and training inmates. Nevada Magazine publishes the State magazine to promote tourism. Marlette Lake Water System operates a water distribution system

STATE OF NEVADA

Notes to Financial Statements
For the Fiscal Year Ended June 30, 1994

NOTE 7 - RESTRICTED ASSETS

The various debt service, operation and maintenance, capital improvement and construction (acquisition) funding required by bond covenants, trust indentures and the federal repayment contract are recorded as restricted assets on the Enterprise Fund, Special Revenue Fund and Component Unit balance sheets. These restricted assets are established either from bond proceeds, retained earnings, or advances from the federal government. The components of restricted assets at June 30, 1994, follow (expressed in thousands):

	Special Revenue Fund	Enterprise Funds			Component Unit		Total Reporting Entity
	Highway	Colorado River Commission	Housing Division	Total Primary Government	Rural Housing		
<i>Restricted</i>							
Cash	\$ -0-	\$ 44,159	\$ -0-	\$ 44,159	\$ 1,408		\$ 45,567
Investments	-0-	938	76,722	77,660	-0-		77,660
Interest Receivable	-0-	-0-	921	921	-0-		921
Right of Way Acquisitions	32,422	-0-	-0-	32,422	-0-		32,422
Total	\$ 32,422	\$ 45,097	\$ 77,643	\$ 155,162	\$ 1,408		\$ 156,570
<i>Restricted for:</i>							
Debt Service	\$ -0-	\$ 12,256	\$ -0-	\$ 12,256	\$ -0-		\$ 12,256
Debt Service Reserve	-0-	8,939	77,643	86,582	-0-		86,582
Replacement Reserve	-0-	4,393	-0-	4,393	-0-		4,393
Construction Reserve	32,422	16,504	-0-	48,926	-0-		48,926
Construction Reserve Esorow	-0-	938	-0-	938	-0-		938
Other and All Purpose Reserve	-0-	2,067	-0-	2,067	1,408		3,475
Total	\$ 32,422	\$ 45,097	\$ 77,643	\$ 155,162	\$ 1,408		\$ 156,570

NOTE 8 - RISK MANAGEMENT

The State of Nevada established the Self-Insurance and Insurance Premiums Funds in 1983 and 1979, respectively. Both funds are classified as Internal Service Funds. In fiscal year 1994, the State moved the property casualty insurance functions from the Insurance Premium Fund to the General Fund. The claims liability of \$95,677 in General Long-Term Obligations Account Group, \$10,580,348 in the Self-Insurance Fund, and \$4,183,373 in the Insurance Premium Fund at June 30, 1994, is based on GASB Statement No. 10, which requires that a liability for claims be reported if information received before the issuance of the financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated.

The property casualty insurance functions that are accounted for in the General Fund are financed by the State. At June 30, 1994, incurred but not reported claims liability is based upon experience trends.

The Self-Insurance Fund is financed primarily by the State for group health insurance coverage. At June 30, 1994,

incurred but not reported claims liability is based upon the actuary's estimate for the Self-Insurance Fund.

The Insurance Premiums Fund is financed by the State and third party insurers. At June 30, 1994, incurred but not reported claims liability is based upon the actuary's estimate for the Insurance Premiums Fund.

The State has a maximum exposure of \$50,000 for each general liability and fleet liability claim. It has a self-insured retention of \$200,000 for property and contents per occurrence with an aggregate annual limit of \$400,000. When the \$400,000 aggregate limit is met, the deductible per occurrence is reduced to \$50,000 and the remainder is insured up to \$100,000. Per State statute, in the event of future general liability or fleet catastrophic losses and fund coverage is exhausted, coverage would revert to the General Fund. Worker's compensation insurance is obtained from the State Industrial Insurance System, which is reported as an Enterprise Fund.

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

Interfund premiums are reported as quasi-external transactions of the General Fund, Self-Insurance Fund and Insurance Premiums Fund. All State funds participate in the insurance program. Changes in the claims liabilities were as follows (expressed in thousands):

	General Long- Term Obligations Account Group	Self Insurance Fund	Insurance Premiums Fund
	1994	1994	1994
Beginning balance	\$ -0-	\$ 10,721	\$ 5,822
Claims and changes in estimates	369	45,416	2
Claim payments	(273)	(45,557)	(1,641)
Ending balance	<u>\$ 96</u>	<u>\$ 10,580</u>	<u>\$ 4,183</u>

NOTE 9 - COMMITMENTS AND CONTINGENCIES

A. SIIS has established a liability for both reported and unreported insured events, which includes estimates of future payments of claims and related claim adjustment expenses, based on the estimated ultimate cost of settling claims. In estimating its liability for incurred but unpaid claims, SIIS considers prior experience, industry information, currently recognized trends affecting data specific to SIIS and other factors relating to worker's compensation insurance underwritten by SIIS. Because actual claim costs depend upon such factors as duration of worker disability, medical cost trends, occupational disease and inflation, the process used in computing the ultimate cost of settling claims and expense for administering claims is necessarily based on estimates. The following represents changes in the aggregate liabilities for incurred but unpaid claims (IBUC) for SIIS during the year ended June 30, 1994 (expressed in thousands):

Liability for IBUC and claim adjustment expense July 1, 1993, undiscounted	\$ 2,550,000
Incurred claims:	
Provision for insured events of the current year	539,000
Decreases in provision for insured events of prior years	(140,000)
Net change in provision for claim adjustment expenses	<u>74,000</u>
	<u>3,023,000</u>
Claims payments attributable to:	
Insured events of the current year	54,000
Insured events of prior years	<u>269,000</u>
	<u>323,000</u>
Liability for IBUC and claims adjustment expenses, June 30, 1994, undiscounted	<u>\$ 2,700,000</u>

Underwriting income totaled \$41,723,000 for the year ended June 30, 1994, compared to an underwriting loss totaling \$771,546,000 for the year ended June 30, 1993.

The 1993 Legislature passed Senate Bill 316 and Assembly Bill 374 that significantly reformed Nevada's workers' compensation system. As a result, the System had reductions in overall medical costs through the use of private managed care organizations; a decrease in the cost of permanent partial disability awards by approximately 10%; and a reduction in costs associated with vocational rehabilitation programs. This legislation also restricted the acceptance of claims with pre-existing conditions; froze the temporary total disability rate on new claims through June 30, 1995; created a fraud control unit with the Attorney General's office; and established mandatory employer deductibles of \$100 and \$1,000, based on the prior loss experience of the employer.

Management believes that the combination of changes in the claims management process and statutory changes have made a positive cash flow for fiscal year 1994 possible and has allowed SIIS to build its combined cash and investment portfolio and to decrease the unfunded claims liability.

SIIS is involved in litigation arising out of matters incident to the conduct of its insurance operations. In the opinion of management, resolution of this litigation will not have a material adverse effect on SIIS's financial position.

B. In 1977 and 1989, the State issued \$13,730,000 and \$14,755,000, respectively, in General Obligation Sewer Improvement Bonds for, and on behalf of Clark County; to date the bonds have been completely serviced by Clark County; however, the State remains contingently liable on the bonds through maturity on July 1, 2004. The amount of bonds outstanding at June 30, 1994, is \$20,040,000.

STATE OF NEVADA

Notes to Financial Statements For the Fiscal Year Ended June 30, 1994

C. The State Attorney General's Office reported that the State or its officers and employees were parties to numerous lawsuits, in addition to those described below. In view of the financial condition of the State, the State Attorney General is of the opinion that the State's financial condition will not be materially affected by this litigation, based on information known at this time.

Several of the actions pending against the State are based upon the State's (or its agents') alleged negligence in which the State must be named as a party defendant. However, there is a statutory limit to the State's liability of \$50,000 per claim. Such limitation does not apply to federal actions such as civil rights actions under 42 U.S.C. Section 1983 brought under federal law or to actions in other states. Tort claims are handled in accordance with NRS 41.

The State is a party to several lawsuits that have been filed under the federal civil rights statutes. In the district of Nevada, none of the United States district judges have ruled that the State is directly liable for damages awarded under federal civil rights statutes. However, the State is statutorily required to indemnify its officers and employees held liable in damages for acts or omissions on the part of its officers and employees occurring in the course of their public employment. Several claims may thus be filed against the State based on alleged civil rights violations by its officers and employees. Since the statutory limit of liability (discussed above) does not apply in federal civil rights cases, the potential liability of the State is not ascertainable at the present time.

The State is a party to two actions involving matters under the Fair Labor Standards Act. One is on appeal to the U.S. Court of Appeals for the Ninth Circuit after the State prevailed at trial in the U.S. District Court. The other case is pending in U.S. District Court. The State is not able to ascertain its ultimate liability in these actions at this time.

D. PERS has entered into investment funding commitments as of June 30, 1994. PERS has committed to fund \$31,832,868 in alternative investments (limited partnerships) at some future date.

E. The State is obligated by leases accounted for as operating leases. Operating leases do not give rise to property rights as capital leases do. Therefore, the results of the lease agreements are not reflected in the account groups. Lease expense for the year ended June 30, 1994, amounted to \$12,031,573. Following is a schedule of future minimum rental payments required under operating leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 1994, (expressed in thousands):

For the Year Ending June 30	Amount
1995	\$ 8,857
1996	6,615
1997	5,007
1998	3,497
1999	2,403
Thereafter	<u>6,934</u>
Total	<u>\$ 33,313</u>

F. The University System (a Component Unit) is a defendant or co-defendant in legal actions in several jurisdictions. Based on present knowledge, management believes any ultimate liability in these matters, in excess of insurance coverage, will not materially effect the financial position of the University System.

NOTE 10 - SUBSEQUENT EVENTS

PRIMARY GOVERNMENT:

General Obligation Bonds - The following bonds have been sold after June 30, 1994:

\$67,105,000 Series July 15, 1994A, General Obligation (Limited Tax) Refunding Bonds due interest only until July 15, 2004; annual installments of \$9,215,000 to \$16,370,000 plus interest at 5.40% to 5.80% through July 15, 2008, callable on or after July 15, 2004, at par plus a premium of 1.0% until July 14, 2005, and at par thereafter. Payments are to be made from the Consolidated Bond Interest and Redemption Fund. The bonds are subject to the Constitutional Debt Limitation.

\$18,796,244.70 Series July 15, 1994B, General Obligation (Limited Tax) Refunding Bonds due interest only until July 15, 2004; annual installments of \$1,515,000 to \$4,850,000 plus interest at 5.40% and 5.80% through July 15, 2008, callable on or after July 15, 2004, at par plus a premium of 1.0% until July 14, 2005, and at par thereafter. **\$6,351,244.70** of the bonds are Compounded Interest Bonds due in two installments plus interest at 6.20% to 6.30%. Payments are to be made from the Consolidated Bond Interest and Redemption Fund. The bonds are exempt from the Constitutional Debt Limitation.

STATE OF NEVADA

Notes to Financial Statements

For the Fiscal Year Ended June 30, 1994

\$23,520,000 Series October 1, 1994, General Obligation (Limited Tax) Building Bonds due in annual installments of \$740,000 to \$2,045,000, plus interest at 4.75% to 6.25% through April 1, 2013, callable on or after April 1, 2004, at par plus 1.0% until March 31, 2005, and at par thereafter. Payments are to be made from the Consolidated Bond Interest and Redemption Fund. The bonds are subject to the Constitutional Debt Limitation.

Colorado River Commission Bonds - The following bonds have been sold after June 30, 1994.

On November 3, 1994, the Colorado River Commission, an Enterprise Fund, issued \$170,380,000 in State of Nevada General Obligation (Limited Tax) Bonds for the purpose of completing improvements to the Southern Nevada Water System.

Mortgage Revenue Bonds - The following bonds have been sold after June 30, 1994.

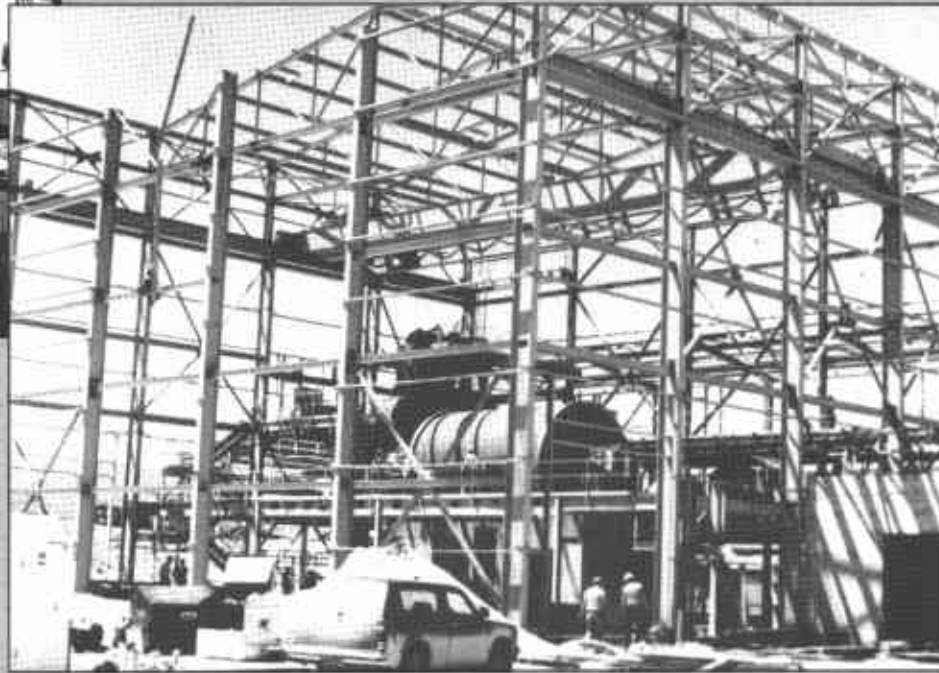
On July 6, 1994, the Housing Division, an Enterprise Fund, issued \$30,000,000 1994 Issue C Single Family Program Bonds. The last maturity of the bonds is October 1, 2026.

On September 28, 1994, the Housing Division issued \$30,000,000 1994 Issue D Single Family Program Bonds. The last maturity of the bonds is April 1, 2027.

COMPONENT UNIT:

On October 14, 1994, the University System entered into an agreement with an employee in which the employee will be paid \$1.86 million over a five year period, in exchange for the termination of his employment contract.

Combining Individual Fund & Account Group Statements & Schedules



Before a mine can produce anything, an ore body must be found. Geologists must analyze drill core to help determine the economic potential of a deposit.

After an ore body is found, and necessary permits are obtained, construction of the ore processing facilities can begin. It normally takes several years to put a large scale mine into operation.

General Fund

The General Fund is maintained to account for resources traditionally associated with government and are not accounted for in another fund.



Some of the equipment used by the mining industry is huge. Here, an electric shovel with 43 cubic yard bucket loads a 190 ton haul truck at American Barrick's Goldstrike mine.

Each haul truck has 6 tires which cost nearly \$20,000 each. They are often filled with nitrogen gas rather than air to prevent spontaneous combustion.

STATE OF NEVADA

Comparative Balance Sheet General Fund

Exhibit A-1

June 30, 1994 with comparative totals for 1993

	June 30, 1994	June 30, 1993	Increase (Decrease)
Assets			
<i>Cash and pooled investments:</i>			
Cash with treasurer	\$ 286,047,930	\$ 207,685,051	\$ 78,362,879
Cash in custody of other officials	1,386,273	1,647,239	(260,966)
<i>Receivables:</i>			
Accounts receivable	2,268,668	1,511,719	756,949
Taxes receivable	70,584,407	65,756,521	4,827,886
Accrued interest and dividends	5,996,027	5,090,279	905,748
Intergovernmental receivables	55,964,040	57,153,038	(1,188,998)
Other receivables	149,968	-0-	149,968
Due from other funds	20,644,174	30,530,005	(9,885,831)
Due from component units	49,326	62,892	(13,566)
Interfund receivables	542,525	535,212	7,313
Advances to other funds	4,617,653	5,047,861	(430,208)
<i>Other assets:</i>			
Prepaid items	11,405,226	202,551	11,202,675
Notes receivable	743,781	609,457	134,324
Total assets	\$ 460,399,998	\$ 375,831,825	\$ 84,568,173
Liabilities and Fund Balances			
<i>Liabilities:</i>			
<i>Accounts payable and accruals:</i>			
Accounts payable	\$ 90,622,621	\$ 83,339,859	\$ 7,282,762
Accrued payroll and related liabilities	18,056,733	17,340,690	716,043
Intergovernmental payables	11,042,705	8,374,994	2,667,711
Due to other funds	80,934,615	119,106,511	(38,171,896)
Due to component units	2,044,984	2,260,172	(215,188)
Deferred revenue	6,288,937	5,780,100	508,837
Other liabilities	5,806,631	4,037,674	1,768,957
Total liabilities	214,797,226	240,240,000	(25,442,774)
<i>Fund balances:</i>			
<i>Reserved:</i>			
Encumbrances and contracts	1,656,968	1,357,293	299,675
Advances	4,617,653	5,047,861	(430,208)
Balances forward	139,106,362	95,232,943	43,873,419
Other	30,616,312	1,221,531	29,394,781
<i>Unreserved:</i>			
Designated for budget stabilization	50,000,000	32,732,197	17,267,803
Undesignated	19,605,477	-0-	19,605,477
Total fund balances	245,602,772	135,591,825	110,010,947
Total liabilities and fund balances	\$ 460,399,998	\$ 375,831,825	\$ 84,568,173

STATE OF NEVADA

Comparative Statement of Revenues, Expenditures and Changes in Fund Balance General Fund

Exhibit A-2

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	June 30, 1984	June 30, 1993	Increase (Decrease)
Revenues			
Gaming taxes, fees, licenses	\$ 482,256,932	\$ 440,070,065	\$ 42,186,867
Sales taxes	397,526,948	343,604,472	53,922,476
Intergovernmental	490,986,333	444,046,722	46,939,611
Other taxes	265,213,237	320,072,707	(54,859,470)
Licenses, fees and permits	65,331,262	78,567,765	(13,236,503)
Sales and charges for services	23,381,899	15,320,591	8,061,308
Interest	11,975,654	6,916,914	5,058,740
Other	22,457,524	21,865,971	591,553
Total revenues	1,759,129,789	1,670,465,207	88,664,582
Expenditures			
<i>Current:</i>			
General government	51,359,692	46,273,472	5,086,220
Health and social services	657,625,093	652,987,555	4,637,538
Education and support services	21,173,710	20,623,295	550,415
Law, justice and public safety	148,638,983	147,776,642	862,341
Regulation of business	28,273,256	28,356,547	(83,291)
Recreation and resource development	58,519,933	54,764,884	3,755,049
Intergovernmental	452,006,799	435,605,537	16,401,262
<i>Debt service:</i>			
Principal	53,050	463,362	(410,312)
Interest	9,646	33,430	(23,784)
Arbitrage payments	921,700	-	921,700
Total expenditures	1,418,581,862	1,386,884,724	31,697,138
Excess of revenues over expenditures	340,547,927	283,580,483	56,967,444
Other Financing Sources (Uses)			
Proceeds from capital leases	21,131	96,761	(75,630)
Proceeds from sale of bonds	2,791,459	-	2,791,459
Proceeds from sale of fixed assets	87,797	52,180	35,617
Operating transfers in	28,440,029	28,616,427	(176,398)
Transfer from component unit	36,502	516,000	(479,498)
Operating transfers out	(48,108,621)	(56,692,141)	8,583,520
Transfer to component unit	(215,784,674)	(196,024,320)	(19,760,354)
Total other financing sources (uses)	(232,516,377)	(223,435,093)	(9,081,284)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	108,031,550	60,145,390	47,886,160
Fund balances, July 1	135,591,825	80,122,422	55,469,403
Residual equity transfers	1,979,397	(4,675,987)	6,655,384
Fund balances, June 30	\$ 245,602,772	\$ 135,591,825	\$ 110,010,947

Special Revenue Funds

Special Revenue Funds account for the receipt and use of specific revenues that are legally restricted for particular purposes.



The two main types of mining are underground and open pit. Underground mining is selected when the ore occurs in deep narrow veins. Open pit mining is the choice when the ore is more dispersed. At some mines, both underground and open pit techniques are used.

SPECIAL REVENUE FUNDS

State Highway Accounts for financial transactions relating to maintenance, regulation, and construction of public highways funded through vehicle fuel taxes, federal funds, and other charges. (NRS 408.235)

Employment Security Funds Accounts for the administration of employment training programs for unemployment compensation claimants, employment security laws and unemployment compensation laws. (NRS 612.601, 612.605, 612.615)

Workers' Compensation and Safety Records assessments on insurers for compensation of injured workers and administration of regulations for employee safety. Assesses self-insurers to pay claims against insolvent self-insured employers. Accounts for compensation benefits to physically impaired employees from a subsequent injury in the course of employment. Accounts for injury claims of an employee of an uninsured employer. (NRS 616.423, 616.2925, 616.4261, 616.437)

Tourism Promotion Accounts for room taxes and other monies designated for the support of the Commission on Tourism. (NRS 231.250)

Offenders' Store Accounts for activities of stores and coffee shops used by offenders. Earnings, except interest, must be expended for the welfare and benefit of all offenders. (NRS 209.221)

Colorado River Commission Accounts for all general administrative activity, costs of engineering studies, analysis, and efforts necessary in the development of sources of water or power from the Colorado River. Records the purchase and sale of lands for the development of the Fort Mojave Valley. (NRS 538.191, 321.520)

Legislative Accounts for the operation of the legislature and Legislative Counsel Bureau. (NRS 218.085)

Higher Education Construction Funds Accounts for first \$5,000,000 and 20% of the annual slot machine tax that is designated for capital construction and payment of principal and interest of construction bonds for higher education, respectively. (NRS 463.385)

Municipal Bond Bank Funds Accounts for revenues and expenditures associated with buying local government bonds with proceeds of State General Obligation Bonds, and accounts for finance of construction of water treatment works and implementation of pollution control projects. (NRS 349.952, 350A.190, 445.053)

Regulatory Funds Accounts for receipts and expenditures for investigations charged to gaming license applicants and subsequent cash transactions, enforcement of regulations on manufactured housing, marketing and enforcement of milk and cream products, legal judgements against real estate licensees, examining financial records and assets of authorized insurers, the supervision and regulation of public utilities, and regulation of taxicabs. (NRS 463.331, 463.332, 489.491, 584.460, 645.842, 679B.300, 703.147, 706.8825)

Miscellaneous Special Revenue Funds Accounts for receipts and costs related to compensation of victims of crime, licensing private investigators, unfair trade practices, racketeering, Consumer Advocate, inspection of capital improvement projects, substance abuse education and enforcement. (NRS 217.260, 228.096, 207.415, 228.310, 341.146, 458.400)

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STATE OF NEVADA

Combining Balance Sheet Special Revenue Funds

June 30, 1994 with comparative totals for 1993

	State Highway	Employment Security Funds	Workers' Compensation and Safety	Tourism Promotion	Offenders' Store	Colorado River Commission
Assets						
<i>Cash and pooled investments:</i>						
Cash with treasurer	\$ 204,330,203	\$ 3,361,378	\$ 15,087,761	\$ 1,838,272	\$ 512,425	\$ 2,375,079
Cash in custody of other officials	2,959,562	5,104,612	300	-0-	-0-	250
Investments	-0-	-0-	-0-	-0-	-0-	-0-
<i>Receivables:</i>						
Accounts receivable	136,250	12,567	28,494	554	76,073	40,955
Taxes receivable	1,839,885	-0-	-0-	-0-	-0-	-0-
Accrued interest and dividends	-0-	26,530	-0-	-0-	-0-	-0-
Intergovernmental receivables	12,864,396	1,173,868	-0-	29,813	-0-	24,874
Due from other funds	12,550,675	83,009	441,945	13,179	156,391	113,476
Due from component units	-0-	-0-	-0-	-0-	-0-	-0-
Interfund receivables	2,212	-0-	-0-	-0-	-0-	-0-
Inventory	11,028,866	-0-	-0-	-0-	328,336	-0-
Advances to other funds	33,191	-0-	-0-	-0-	-0-	-0-
Restricted assets (non-cash)	32,421,807	-0-	-0-	-0-	-0-	-0-
<i>Other assets:</i>						
Prepaid items	84,000	980,882	-0-	-0-	-0-	-0-
Notes receivable	171,278	-0-	-0-	-0-	-0-	-0-
Total assets	\$ 278,422,325	\$ 10,742,846	\$ 15,558,500	\$ 1,881,818	\$ 1,073,225	\$ 2,554,634
Liabilities and Fund Balances						
<i>Liabilities:</i>						
<i>Accounts payable and accruals:</i>						
Accounts payable	\$ 3,227,328	\$ 447,468	\$ 4,266,906	\$ 380,180	\$ 159,878	\$ 44,873
Accrued payroll	4,584,173	1,308,429	273,603	33,091	52,267	51,104
Intergovernmental payables	8,710,486	3,715	-0-	-0-	-0-	-0-
Contracts payable	28,464,338	-0-	-0-	-0-	-0-	-0-
Due to other funds	15,525,292	262,433	102,045	54,320	27,998	2,537
Due to component units	83,587	40,666	-0-	-0-	-0-	-0-
Deferred revenue	552,571	130,000	-0-	2,307	-0-	-0-
<i>Other liabilities:</i>						
Payable from restricted assets	32,421,807	-0-	-0-	-0-	-0-	-0-
	93,569,582	2,192,711	4,642,554	469,898	240,143	98,514
<i>Fund balances:</i>						
<i>Reserved:</i>						
Encumbrances and contracts	172,973,010	328,347	115,317	1,221	4,247	2,092
Inventory	11,028,866	-0-	-0-	-0-	328,336	-0-
Advances	33,191	-0-	-0-	-0-	-0-	-0-
Other	121,671	-0-	-0-	-0-	-0-	-0-
<i>Unreserved:</i>						
Undesignated	696,005	8,221,788	10,800,629	1,410,699	500,499	2,454,028
Total fund balances	184,852,743	8,550,135	10,915,946	1,411,920	833,082	2,456,120
Total liabilities and fund balances	\$ 278,422,325	\$ 10,742,846	\$ 15,558,500	\$ 1,881,818	\$ 1,073,225	\$ 2,554,634

Legislative	Higher Education Capital Cons. Funds	Municipal Bond Bank	Regulatory Funds	Miscellaneous Special Revenue Funds	Total All Funds	
					1994	1993 Restated
\$ 3,033,770	\$ 16,098,793	\$ 15,223,305	\$ 9,082,456	\$ 2,162,117	\$ 273,105,559	\$ 164,715,999
285,731	-0-	-0-	261,791	-0-	8,612,246	6,864,891
-0-	-0-	136,210,000	-0-	-0-	136,210,000	52,925,000
9,856	-0-	259	546,759	9	851,776	945,275
-0-	149,563	-0-	-0-	-0-	1,989,448	474,306
-0-	-0-	-0-	-0-	-0-	26,530	75,103
5,381	-0-	38,854,648	3,486	231,053	53,187,519	44,571,873
71,124	-0-	152,689	69,811	280,944	13,933,243	20,368,718
-0-	-0-	-0-	804	-0-	804	-0-
-0-	-0-	-0-	-0-	-0-	2,212	2,212
327,637	-0-	-0-	-0-	-0-	11,684,839	9,928,949
-0-	-0-	-0-	-0-	-0-	33,191	35,403
-0-	-0-	-0-	-0-	-0-	32,421,807	29,158,078
26,919	-0-	-0-	9,891	-0-	1,101,692	23,633
-0-	-0-	-0-	-0-	-0-	171,278	515,735
<u>\$ 3,760,418</u>	<u>\$ 16,248,356</u>	<u>\$ 190,440,901</u>	<u>\$ 9,974,998</u>	<u>\$ 2,674,123</u>	<u>\$ 533,332,144</u>	<u>\$ 330,605,175</u>
\$ 203,247	\$ -0-	\$ 47,984	\$ 355,150	\$ 185,531	\$ 9,318,545	\$ 9,502,565
287,641	-0-	-0-	503,723	118,168	7,212,199	7,006,715
-0-	-0-	86,105	-0-	-0-	8,800,306	7,157,494
-0-	-0-	-0-	-0-	-0-	28,464,338	13,253,212
64,479	5,000,050	2,300,584	1,057,971	121,718	24,519,427	41,960,787
-0-	84,246	-0-	-0-	-0-	208,499	-0-
-0-	-0-	-0-	2,833,133	60,860	3,578,871	3,191,468
-0-	-0-	-0-	-0-	-0-	32,421,807	29,158,078
<u>555,367</u>	<u>5,084,296</u>	<u>2,434,673</u>	<u>4,749,977</u>	<u>486,277</u>	<u>114,523,992</u>	<u>111,230,319</u>
413,650	-0-	-0-	29,131	11,000	173,878,015	82,018,804
327,637	-0-	-0-	-0-	-0-	11,684,839	9,928,949
-0-	-0-	-0-	-0-	-0-	33,191	35,403
26,919	-0-	187,932,246	-0-	-0-	188,080,836	84,675,315
<u>2,436,845</u>	<u>11,164,060</u>	<u>73,982</u>	<u>5,195,890</u>	<u>2,176,846</u>	<u>45,131,271</u>	<u>42,716,385</u>
<u>3,205,051</u>	<u>11,164,060</u>	<u>188,006,228</u>	<u>5,225,021</u>	<u>2,187,846</u>	<u>418,808,152</u>	<u>219,374,856</u>
<u>\$ 3,760,418</u>	<u>\$ 16,248,356</u>	<u>\$ 190,440,901</u>	<u>\$ 9,974,998</u>	<u>\$ 2,674,123</u>	<u>\$ 533,332,144</u>	<u>\$ 330,605,175</u>

STATE OF NEVADA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Special Revenue Funds

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	State Highway	Employment Security Funds	Workers' Compensation and Safety	Tourism Promotion	Offenders' Store	Colorado River Commission
Revenues						
Gaming taxes, fees, licenses	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Intergovernmental	136,885,407	28,025,097	1,062,362	-0-	-0-	-0-
Other taxes	153,966,617	4,184,581	13,501,274	5,785,047	-0-	-0-
Licenses, fees and permits	86,997,851	-0-	147,062	55,785	-0-	-0-
Sales and charges for services	8,558,270	371,033	4,837	89	5,007,866	873,868
Interest	5,589,690	148,682	885,518	-0-	18,712	102,444
Gain on sale of muni securities	-0-	-0-	-0-	-0-	-0-	-0-
Other	21,772,689	623,318	859,456	-0-	7,486	25,926
Total revenues	413,770,524	33,352,711	16,460,509	5,840,921	5,034,064	1,002,238
Expenditures						
<i>Current:</i>						
General government	-0-	-0-	-0-	-0-	-0-	-0-
Health and social services	-0-	31,593,249	-0-	-0-	-0-	-0-
Education and support services	-0-	-0-	-0-	-0-	-0-	-0-
Law, justice and public safety	54,937,764	-0-	-0-	-0-	4,431,731	-0-
Regulation of business	-0-	-0-	12,075,292	-0-	-0-	-0-
Transportation	347,063,739	-0-	-0-	-0-	-0-	-0-
Recreation, resource development	-0-	-0-	-0-	4,243,521	-0-	900,855
Intergovernmental	-0-	-0-	-0-	-0-	-0-	-0-
<i>Debt service:</i>						
Principal	669,829	-0-	-0-	-0-	-0-	-0-
Interest	179,391	-0-	-0-	-0-	-0-	-0-
Bond issue costs	-0-	-0-	-0-	-0-	-0-	-0-
Total expenditures	402,850,723	31,593,249	12,075,292	4,243,521	4,431,731	900,855
Excess (deficiency) of revenues over expenditures	10,919,801	1,759,462	4,385,217	1,597,400	602,333	101,383
Other Financing Sources (Uses)						
Proceeds from capital leases	4,866	-0-	-0-	-0-	-0-	-0-
Proceeds from sale of bonds	88,500,000	-0-	-0-	-0-	-0-	-0-
Proceeds from sale of fixed assets	43,143	10,970	12,344	-0-	-0-	-0-
Operating transfers in	1,203,948	101,259	-0-	23,449	-0-	-0-
Transfer from component unit	-0-	-0-	-0-	-0-	-0-	-0-
Operating transfers out	(6,815,019)	(350,159)	(4,845,546)	(963,995)	(445,996)	-0-
Total other financing sources (uses)	82,936,938	(237,930)	(4,833,202)	(940,546)	(445,996)	-0-
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	93,856,739	1,521,532	(447,985)	656,854	156,337	101,383
Fund balances, July 1	90,996,004	7,028,603	11,363,931	755,066	676,745	2,354,737
Residual equity transfers	-0-	-0-	-0-	-0-	-0-	-0-
Fund balances, June 30	\$ 184,852,743	\$ 8,550,135	\$ 10,915,946	\$ 1,411,920	\$ 833,082	\$ 2,456,120

Exhibit B-2

Legislative	Higher Education Capital Cons. Funds	Municipal Bond Bank	Regulatory Funds	Miscellaneous Special Revenue Funds	Total All Funds	
					1994	1993 (Restated)
\$ -0-	\$ 14,014,705	\$ -0-	\$ -0-	\$ -0-	\$ 14,014,705	\$ 13,014,217
-0-	-0-	8,000,634	114,506	-0-	174,146,096	140,684,552
-0-	-0-	-0-	6,052,008	-0-	184,289,617	172,712,843
415	-0-	-0-	9,055,922	3,817,876	100,074,911	84,307,806
770,140	-0-	-0-	162,462	-0-	15,748,585	13,711,575
-0-	-0-	5,119,278	68,756	42,082	11,975,162	20,603,041
-0-	-0-	-0-	-0-	-0-	-0-	9,920,805
276,969	-0-	566,070	105,447	1,037,018	25,274,379	14,747,264
<u>1,047,524</u>	<u>14,014,705</u>	<u>13,745,962</u>	<u>16,359,301</u>	<u>4,896,976</u>	<u>525,525,455</u>	<u>469,701,995</u>
11,080,372	-0-	73,785	-0-	1,999,798	13,153,955	17,831,578
-0-	-0-	-0-	-0-	-0-	31,593,249	30,230,317
-0-	84,246	-0-	-0-	-0-	84,246	83,561
-0-	-0-	-0-	-0-	2,869,534	62,239,029	51,487,901
-0-	-0-	-0-	13,967,577	-0-	26,062,869	31,271,799
-0-	-0-	-0-	-0-	-0-	347,063,739	263,986,275
-0-	-0-	-0-	-0-	-0-	5,144,376	5,195,809
-0-	-0-	338,109	-0-	-0-	338,109	2,444,962
46,787	-0-	-0-	8,773	-0-	725,389	955,700
9,338	-0-	-0-	2,333	-0-	191,062	253,049
-0-	-0-	45,251	-0-	-0-	45,251	-0-
<u>11,136,497</u>	<u>84,246</u>	<u>457,145</u>	<u>13,968,683</u>	<u>4,869,332</u>	<u>486,641,274</u>	<u>403,750,961</u>
(10,068,973)	13,930,459	13,288,837	2,360,618	27,644	38,884,181	65,951,014
42,145	-0-	-0-	-0-	-0-	47,011	31,168
-0-	-0-	99,672,019	-0-	-0-	188,172,019	31,974,782
-0-	-0-	-0-	25	300	66,782	4,266
8,819,824	-0-	77,556	2,508,941	1,454,696	14,189,673	21,264,658
5,000	-0-	-0-	-0-	-0-	5,000	5,000
-0-	(12,899,236)	(10,399,891)	(5,174,120)	(47,408)	(41,931,370)	(197,260,543)
<u>8,866,969</u>	<u>(12,899,236)</u>	<u>89,359,684</u>	<u>(2,665,154)</u>	<u>1,407,588</u>	<u>160,549,115</u>	<u>(143,980,869)</u>
(1,222,004)	1,031,223	102,648,521	(304,536)	1,435,232	199,433,286	(78,029,655)
4,427,055	10,132,837	65,357,707	5,529,557	752,614	219,374,856	297,888,150
-0-	-0-	-0-	-0-	-0-	-0-	(483,639)
<u>\$ 3,205,051</u>	<u>\$ 11,164,060</u>	<u>\$ 188,006,228</u>	<u>\$ 5,225,021</u>	<u>\$ 2,187,846</u>	<u>\$ 418,808,152</u>	<u>\$ 219,374,856</u>



A geologist collects a sample from an underground mine.

Debt Service Funds

Debt Service Funds account for the payment of principal and interest on state bonds.



Nevada's reclamation standards are among the most stringent in the country. A backhoe operator skillfully recontours an exploration road so it can be reseeded.

A barrel cactus growing at a mine site is saved for replanting.

DEBT SERVICE FUNDS

Consolidated Bond Interest and Redemption - Accumulates monies for the payment of principal and interest on the General Obligation Bonds of the State. Bonds have been issued for the following purposes: (NRS 349.090)

Purpose	Issued	Final Maturity	Outstanding Balance 6/30/94
Purchase of Municipal Securities	\$ 160,320,000	2014	\$ 136,210,000
Capital Construction, Acquisition and Renovation	508,800,000	2013	357,955,000
University Projects	131,874,000	2011	64,395,000
Recreation and Resource Development	140,392,000	2013	89,670,000
Various Purposes	23,885,000	2011	20,025,000
	<u>\$ 965,271,000</u>		<u>\$ 668,255,000</u>

Highway Revenue Bonds - Accumulates monies for the payment of principal and interest on the Highway Revenue Bonds of the State: (NRS 349.300)

Highway Improvement (Motor Vehicle Fuel Tax)	\$ 152,100,000	1997	\$ 120,660,000
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Some issues have been partially refunded by various refunding issues.

STATE OF NEVADA

Combining Balance Sheet Debt Service Funds

Exhibit C-1

June 30, 1994 with comparative totals for 1993

	Cons Bond Interest and Redemption	Highway Revenue Bonds	Total Both Funds	
			1994	1993
Assets				
<i>Cash and pooled investments:</i>				
Cash with treasurer	\$ 13,805,368	\$ 1,976,991	\$ 15,782,357	\$ 13,070,868
Cash in custody of other officials	12,921	-0-	12,921	1,572,332
Intergovernmental receivables	3,573,723	-0-	3,573,723	4,241,834
Due from other funds	3,157,066	141,180	3,298,246	2,327,583
Total assets	\$ 20,549,076	\$ 2,118,171	\$ 22,667,247	\$ 21,212,617
Liabilities and Fund Balances				
<i>Liabilities:</i>				
<i>Accounts payable and accruals:</i>				
Accounts payable	\$ -0-	\$ -0-	\$ -0-	\$ 2,015
Matured interest payable	7,921	-0-	7,921	445,483
Matured bonds payable	5,000	-0-	5,000	240,000
Interest payable	190,998	89,483	280,481	-0-
Due to other funds	-0-	-0-	-0-	355,258
Due to component units	13,669	-0-	13,669	-0-
Total liabilities	217,588	89,483	307,071	1,042,756
<i>Fund balances:</i>				
Reserved for debt service	20,331,488	2,028,688	22,360,176	20,169,861
Total liabilities and fund balances	\$ 20,549,076	\$ 2,118,171	\$ 22,667,247	\$ 21,212,617

STATE OF NEVADA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Debt Service Funds

Exhibit C-2

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	Cons Bond Interest and Redemption	Highway Revenue Bonds	Total Both Funds	
			1994	1993
Revenues				
Intergovernmental	\$ 326,334	\$ -0-	\$ 326,334	\$ 250,404
Taxes	39,305,378	14,835,760	54,141,138	54,974,236
Interest	3,097,890	-0-	3,097,890	7,208,161
Total revenues	42,729,602	14,835,760	57,565,362	62,432,801
Expenditures				
<i>Debt service:</i>				
Principal	26,195,000	12,720,000	38,915,000	35,850,000
Interest, fiscal charges	32,701,726	2,326,560	35,028,286	46,783,271
Bond issue costs	450,521	-0-	450,521	-0-
Arbitrage payments	6,393	-0-	6,393	158,435
Advance refunding escrow	392,772	-0-	392,772	139,880,644
Total expenditures	59,746,412	15,046,560	74,792,972	222,672,350
Deficiency of revenues over expenditures	(17,016,810)	(210,800)	(17,227,610)	(160,239,549)
Other Financing Sources (Uses)				
Proceeds from sale of bonds	-0-	1,463,967	1,463,967	-0-
Operating transfers in	17,554,336	-0-	17,554,336	165,317,114
Transfer from component unit	488,512	-0-	488,512	-0-
Operating transfers out	(75,221)	-0-	(75,221)	-0-
Transfer to component unit	(13,669)	-0-	(13,669)	-0-
Proceeds of refunding bonds	179,730,698	-0-	179,730,698	-0-
Payment to refunded bond escrow agent	(179,730,698)	-0-	(179,730,698)	-0-
Total other financing sources	17,953,958	1,463,967	19,417,925	165,317,114
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	937,148	1,253,167	2,190,315	5,077,565
Fund balances, July 1	19,394,340	775,521	20,169,861	15,092,296
Fund balances, June 30	\$ 20,331,488	\$ 2,028,688	\$ 22,360,176	\$ 20,169,861

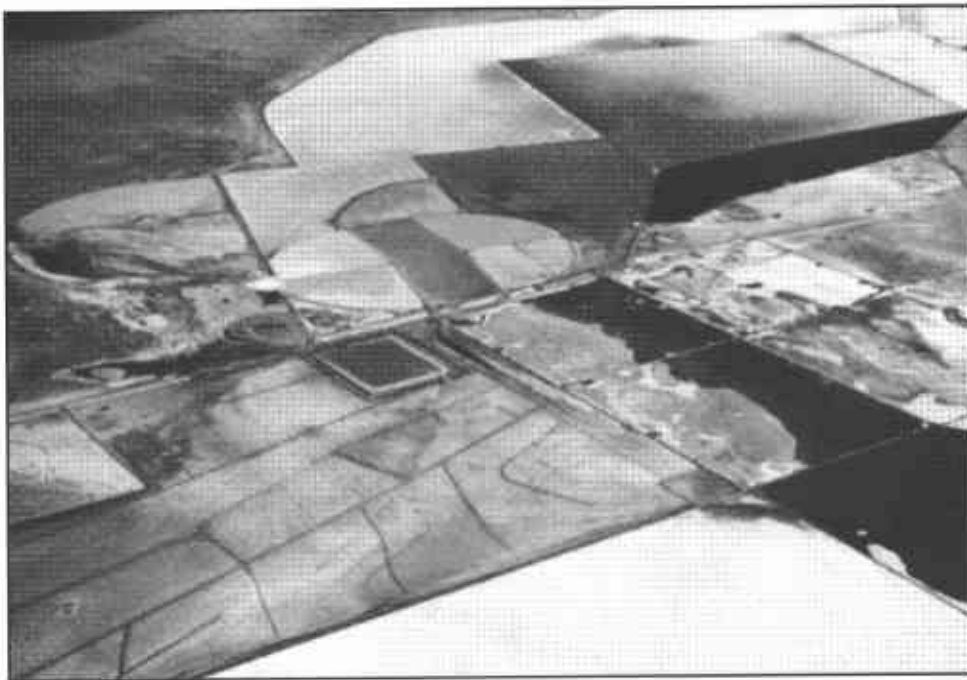
Capital Projects Funds

Capital Projects Funds account for the monies used in acquisition and construction of major capital facilities.



A blast at a specialty aggregate mine loosens the material before mining. This aggregate is used mainly for making cinder blocks and landscaping.

Depending on the type and richness of the ore, it is either milled or leached. The reusable leach pads at the Smoky Valley Common Operation are very efficient for extracting gold.



Nevada is a leading producer of lithium carbonate. At this operation, near Silverpeak, lithium rich brines are pumped to large evaporating ponds.

CAPITAL PROJECTS FUNDS

Parks Capital Project Construction - Accounts for the Parks improvements program approved and funded by the legislature for the Division of State Parks of the Department of Conservation and Natural Resources. (NRS 407.065)

Capital Improvement Program - Motor Vehicle Accounts for capital improvement projects for the Motor Vehicle Department as approved and funded by the legislature. (NRS 341.146)

Capital Improvement Program - Human Resources Accounts for capital improvement projects for the Department of Human Resources that have been approved and funded by the legislature. (NRS 341.146)

Capital Improvement Program - University System Accounts for capital improvement projects for the University and Community College System as approved and funded by the legislature. (NRS 341.146)

Capital Improvement Program - General State Government Accounts for capital improvement projects for general government that have been approved and funded by the legislature. (NRS 341.146)

Capital Improvement Program - Special Projects To account for asbestos removal and master plan projects of the Public Works Board. (NRS 341.146)

Capital Improvement Program - Prison System Accounts for capital improvement projects for the Prison System that have been approved and funded by the legislature. (NRS 341.146)

Capital Improvement Program - Military Accounts for capital improvement projects for the Department of the Military that have been approved and funded by the legislature. (NRS 341.146)

Capital Improvement Program - Wildlife Accounts for capital improvement projects for the Department of Wildlife that have been approved and funded by the legislature. (NRS 341.146)

Miscellaneous - Accounts for capital improvement projects which are not directed by the Public Works Board.

STATE OF NEVADA

Combining Balance Sheet Capital Projects Funds

June 30, 1994 with comparative totals for 1993

	Parks Capital Project Construction	CIP Motor Vehicle	CIP Human Resources	CIP University System	CIP Gen. State Gov't.
Assets					
Cash with treasurer	\$ 7,968,117	\$ 472,214	\$ 4,677,714	\$ 37,867,295	\$ 31,784,281
<i>Receivables:</i>					
Accounts receivable	-0-	-0-	-0-	-0-	-0-
Intergovernmental receivable	17,281	-0-	-0-	-0-	-0-
Due from other funds	66,681	10,172,975	267,816	97,500	496,725
Prepaid expenses	96,484	-0-	-0-	-0-	-0-
Total assets	<u>\$ 8,148,563</u>	<u>\$ 10,645,189</u>	<u>\$ 4,945,530</u>	<u>\$ 37,964,795</u>	<u>\$ 32,281,006</u>
Liabilities and Fund Balances					
<i>Liabilities:</i>					
<i>Accounts payable and accruals:</i>					
Accounts payable	\$ 4,562	\$ 380	\$ -0-	\$ 29,469	\$ 1,153
Intergovernmental payables	27	-0-	-0-	7	21
<i>Contracts payable:</i>					
Contracts payable	352,474	642,048	2,747	2,098,586	1,513,018
Retention payable	42,920	239,073	32,350	1,566,916	1,475,301
Due to other funds	240,119	42,900	28,019	40,379	242,559
Due to component units	2,500	-0-	-0-	831,508	-0-
Deposits	-0-	-0-	-0-	33,397,932	141,087
Total liabilities	<u>642,602</u>	<u>924,401</u>	<u>63,116</u>	<u>37,964,795</u>	<u>3,373,139</u>
<i>Fund balances:</i>					
<i>Reserved:</i>					
Encumbrances and contracts	55,276	4,081,406	942,436	-0-	10,943,031
Other	-0-	-0-	-0-	-0-	-0-
<i>Unreserved:</i>					
Designated for approved capital projects	7,450,685	5,639,382	3,939,978	-0-	17,964,836
Total fund balances	<u>7,505,961</u>	<u>9,720,788</u>	<u>4,882,414</u>	<u>-0-</u>	<u>28,907,867</u>
Total liabilities and fund balances	<u>\$ 8,148,563</u>	<u>\$ 10,645,189</u>	<u>\$ 4,945,530</u>	<u>\$ 37,964,795</u>	<u>\$ 32,281,006</u>

Exhibit D-1

CIP Special Projects	CIP Prison System	CIP Military	CIP Wildlife	Miscellaneous	Total all Funds	
					1994	1993
\$ 42,620	\$ 11,876,348	\$ 107,673	\$ 4,222,182	\$ 154,066	\$ 99,172,510	\$ 123,889,511
-0-	-0-	-0-	-0-	-0-	-0-	1,010
-0-	-0-	-0-	2,000,000	-0-	2,017,281	3,000,000
-0-	198,717	-0-	-0-	1,957	11,302,371	56,258,515
-0-	-0-	-0-	-0-	-0-	96,484	-0-
<u>\$ 42,620</u>	<u>\$ 12,075,065</u>	<u>\$ 107,673</u>	<u>\$ 6,222,182</u>	<u>\$ 156,023</u>	<u>\$ 112,588,646</u>	<u>\$ 183,149,036</u>
\$ -0-	\$ 7,555	\$ 540	\$ -0-	\$ -0-	\$ 43,659	\$ 7,113
-0-	14	-0-	-0-	-0-	69	-0-
-0-	400,936	3,648	16,919	93,532	5,123,908	6,585,967
-0-	99,261	-0-	-0-	-0-	3,455,821	3,915,630
-0-	342,235	-0-	42,654	1,957	980,822	7,857,165
-0-	-0-	-0-	-0-	-0-	834,006	-0-
30,226	-0-	-0-	-0-	-0-	33,569,245	59,199,476
<u>30,226</u>	<u>850,001</u>	<u>4,188</u>	<u>59,573</u>	<u>95,489</u>	<u>44,007,530</u>	<u>77,565,351</u>
-0-	3,923,788	9,917	67,013	-0-	20,022,867	37,532,925
-0-	-0-	-0-	1,000,000	-0-	1,000,000	3,000,000
<u>12,394</u>	<u>7,301,276</u>	<u>93,568</u>	<u>5,095,596</u>	<u>60,534</u>	<u>47,558,249</u>	<u>65,050,760</u>
<u>12,394</u>	<u>11,225,064</u>	<u>103,485</u>	<u>6,162,609</u>	<u>60,534</u>	<u>68,581,116</u>	<u>105,583,685</u>
<u>\$ 42,620</u>	<u>\$ 12,075,065</u>	<u>\$ 107,673</u>	<u>\$ 6,222,182</u>	<u>\$ 156,023</u>	<u>\$ 112,588,646</u>	<u>\$ 183,149,036</u>

STATE OF NEVADA

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Capital Projects Funds**

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	<u>Parks Capital Project Construction</u>	<u>CIP Motor Vehicle</u>	<u>CIP Human Resources</u>	<u>CIP University System</u>	<u>CIP Gen.State Gov't.</u>
Revenues					
Intergovernmental	\$ 23,265	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Interest	-0-	-0-	49,738	-0-	-0-
Other	6	3,157	-0-	-0-	97,816
Total revenues	<u>23,271</u>	<u>3,157</u>	<u>49,738</u>	<u>-0-</u>	<u>97,816</u>
Expenditures					
Capital improvements	3,932,663	4,994,102	4,206,316	-0-	23,732,352
Total expenditures	<u>3,932,663</u>	<u>4,994,102</u>	<u>4,206,316</u>	<u>-0-</u>	<u>23,732,352</u>
Deficiency of revenues over expenditures	<u>(3,909,392)</u>	<u>(4,990,945)</u>	<u>(4,156,578)</u>	<u>-0-</u>	<u>(23,634,536)</u>
Other Financing Sources (Uses)					
Proceeds from sale of bonds	10,280,825	-0-	-0-	13,488,865	-0-
Operating transfers in	627,401	-0-	267,490	-0-	-0-
Operating transfers out	(2,406,370)	(135,313)	(270,533)	-0-	(1,292,071)
Transfer to component unit	-0-	-0-	-0-	(13,488,865)	-0-
Total other financing sources (uses)	<u>8,501,856</u>	<u>(135,313)</u>	<u>(3,043)</u>	<u>-0-</u>	<u>(1,292,071)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	<u>4,592,464</u>	<u>(5,126,258)</u>	<u>(4,159,621)</u>	<u>-0-</u>	<u>(24,926,607)</u>
Fund balances, July 1	3,150,455	14,847,046	9,042,035	-0-	53,834,474
Residual equity transfers	<u>(236,958)</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Fund balances, June 30	<u>\$ 7,505,961</u>	<u>\$ 9,720,788</u>	<u>\$ 4,882,414</u>	<u>\$ -0-</u>	<u>\$ 28,907,867</u>

Exhibit D-2

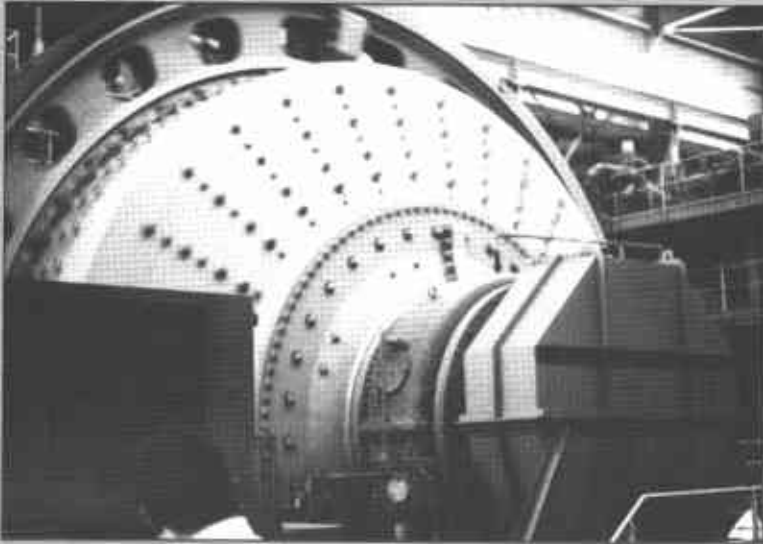
CIP Special Projects	CIP Prison System	CIP Military	CIP Wildlife	Miscellaneous	Total all Funds	
					1994	1993
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 23,265	\$ 454,054
-0-	404,569	-0-	-0-	8,256	462,563	2,398,636
-0-	291,201	-0-	-0-	9	392,189	42,638
-0-	695,770	-0-	-0-	8,265	878,017	2,895,328
-0-	7,770,707	64,012	2,202,612	2,967,960	49,870,724	60,887,361
-0-	7,770,707	64,012	2,202,612	2,967,960	49,870,724	60,887,361
-0-	(7,074,937)	(64,012)	(2,202,612)	(2,959,695)	(48,992,707)	(57,992,033)
-0-	-0-	-0-	2,367,346	-0-	26,137,036	-0-
-0-	441,770	30,886	553,439	2,837,802	4,758,788	27,179,115
-0-	(959,711)	-0-	(107,500)	(8,256)	(5,179,754)	(8,383,184)
-0-	-0-	-0-	-0-	-0-	(13,488,865)	-0-
-0-	(517,941)	30,886	2,813,285	2,829,546	12,227,205	18,795,931
-0-	(7,592,878)	(33,126)	610,673	(130,149)	(36,765,502)	(39,196,102)
12,394	18,818,051	136,611	5,551,936	190,683	105,583,685	145,449,839
-0-	(109)	-0-	-0-	-0-	(237,067)	(670,052)
\$ 12,394	\$ 11,225,064	\$ 103,485	\$ 6,162,609	\$ 60,534	\$ 68,581,116	\$ 105,583,685



Conveyor belts deliver different types of ore to separate stockpiles at this operation in central Nevada.

Enterprise Funds

Enterprise Funds account for operations that are financed and operated in a manner similar to private businesses. The intent of the state is that the cost of providing goods and services be financed or recovered primarily through user charges.



This large mill grinds the ore to the fineness of talcum powder. Such fine grinding makes it possible to recover a higher percentage of the mineral, in this case, gold.

In addition to miners and geologists, mining companies employ all sorts of people. Here a group of reclamation specialists discuss a new seed mix.



Modern underground mining is done with powerful mechanized equipment, a far cry from the pick and shovel days a hundred years ago.

ENTERPRISE FUNDS

Colorado River Commission Water Treatment Accounts for the operations of the Alfred Merritt Smith Water Treatment Facility, which is integrated with the federal facilities, and operated as the Southern Nevada Water System, a utility supplying water to five retailing entities in Clark County, Nevada. (NRS 538.211)

Colorado River Commission Water Transmission Accounts for the federal portion of the Southern Nevada Water System. (NRS 538.211)

Colorado River Commission Power Marketing Accounts for Nevada's share of the cost of uprating the generating facilities at Hoover Dam, which was financed through the sale of bonds. It is used to record purchases and sales of power and other power marketing related activities. (NRS 538.211)

Housing Division Accounts for the state program which sells bonds to assist private lenders in providing low interest housing loans to low and moderate income households. (NRS 319.170)

Industrial Insurance Accounts for the operations of the State Industrial Insurance System. The program provides statutory

benefits of medical care, disability compensation and rehabilitation service for workers who are injured or contract an occupational disease in the course of their employment. (NRS 616.425)

Forestry Nurseries Accounts for the self-supporting operation of State nurseries. The nurseries propagate, maintain and distribute plants for conservation purposes. (NRS 528.100)

Prison Industry Accounts for a self-supporting program of job training through the employment of inmates in farming and manufacturing. NRS 209.189)

Nevada Magazine Accounts for the enterprise operation of the publication, Nevada Magazine. The magazine is published to promote tourism. (NRS 231.290)

Marlette Lake Water System Accounts for the costs of operating the State-owned Marlette Lake Water System. The system is financed by water sales to the State Buildings and Grounds Division, Carson City, Storey County and the Lakeview Property Owner's Association. (NRS 331.180).

STATE OF NEVADA

Combining Balance Sheet Enterprise Funds

June 30, 1994 with comparative totals for 1993

	Colorado River Commission				
	Water Treatment	Water Transmission	Power Marketing	Housing Division	Industrial Insurance
Assets					
<i>Cash and pooled investments:</i>					
Cash with treasurer	\$ 164,020	\$ 404,099	\$ 146,485	\$ 281,454	\$ 130,596,000
Cash in custody of other officials	-	-	-	50,854	1,074,000
Investments	-	-	-	83,317,905	472,011,000
<i>Receivables:</i>					
Accounts receivable	1,058,338	3,642,053	2,386,593	-	85,832,075
Accrued interest and dividends	-	-	8,693	4,736,816	6,044,000
Intergovernmental receivables	-	-	-	-	-
Due from other funds	157,572	64,322	317,891	5,225	3,367,925
Due from component units	-	-	-	-	-
Inventory	114,838	-	-	-	-
<i>Restricted assets:</i>					
Cash	10,656,136	6,299,393	27,203,878	-	-
Non-cash	-	-	938,216	77,642,699	-
Mortgage loans receivable	-	-	-	394,151,911	-
<i>Deferred charges and other assets:</i>					
Prepaid expenses	549,364	539,328	7,038,954	-	612,000
Deferred charges	684,611	-	382,378	9,015,689	-
Other assets	-	-	50,580,215	-	7,614,000
Land	100	275,483	-	45,157	3,779,000
Structures and improvements	33,559,328	177,827,034	-	893,301	15,165,000
Furniture and equipment	26,617,358	7,153,433	-	268,028	25,031,000
Accumulated depreciation	(26,855,203)	(49,939,922)	-	(144,408)	(16,405,000)
Construction in progress	23,313,934	-	-	-	-
Total assets	\$ 70,020,396	\$ 146,265,223	\$ 89,003,303	\$ 570,264,631	\$ 734,721,000
Liabilities and Fund Equity					
<i>Liabilities:</i>					
<i>Accounts payable and accruals:</i>					
Accounts payable	\$ 656,060	\$ 2,880,989	\$ 2,376,117	\$ 1,302,044	\$ 3,586,097
Unpaid benefits	-	-	-	-	2,725,000,000
Interest payable	-	-	-	27,695,690	-
Intergovernmental payables	-	-	-	-	-
Due to other funds	64,237	81,853	208	4,676	1,117,903
Interfund payables	-	-	120,000	-	-
Accrued compensated absences	-	-	-	95,453	2,730,000
Deferred revenue	1,143,702	2,543,534	10,002	-	-
<i>Bonds, other obligations:</i>					
Bonds payable	70,195,515	-	82,455,000	467,904,553	-
Federal repayment contract	-	181,928,540	-	-	-
Advances from general fund	-	-	174,881	-	-
Obligations under capital leases	-	-	-	-	8,281,000
<i>Other liabilities:</i>					
Payable from restricted assets	5,332,567	5,190,115	3,078,517	-	-
Deposits	-	-	-	-	43,022,000
Other liabilities	1,686	-	-	-	4,031,000
Total liabilities	77,393,767	192,625,031	88,214,725	497,002,416	2,787,768,000
<i>Fund equity:</i>					
Contributed capital	1,500,000	3,223,429	-	-	-
<i>Retained earnings:</i>					
Reserved	3,427,593	1,086,874	749,111	70,952,918	-
Unreserved	(12,300,964)	(50,670,111)	39,467	2,309,297	(2,060,667,000)
Net unrealized gain on equity securities	-	-	-	-	7,620,000
Total fund equity (deficit)	(7,373,371)	(46,359,808)	788,578	73,262,215	(2,053,047,000)
Total liabilities and fund equity	\$ 70,020,396	\$ 146,265,223	\$ 89,003,303	\$ 570,264,631	\$ 734,721,000

Exhibit E-1

Forestry Nurseries	Prison Industry	Nevada Magazine	Marlette Lake Water System	Total All Funds	
				1994	1993 (Restated)
\$ 130,151	\$ 611,337	\$ 98,992	\$ 69,486	\$ 132,502,024	\$ 2,592,315
-0-	-0-	40	-0-	1,124,894	29,033,069
-0-	-0-	-0-	-0-	555,328,905	714,676,318
3,636	330,931	89,701	855	93,344,182	85,793,441
-0-	-0-	-0-	-0-	10,789,509	11,932,692
40,000	-0-	-0-	15,201	55,201	15,741
9,068	384,832	244	47,705	4,354,784	11,255,187
-0-	-0-	-0-	1,707	1,707	575
50,629	454,292	22,872	-0-	642,631	682,559
-0-	-0-	-0-	-0-	44,159,407	55,825,627
-0-	-0-	-0-	-0-	78,580,915	86,105,557
-0-	-0-	-0-	-0-	394,151,911	473,683,039
-0-	-0-	49,258	20	8,788,924	7,909,326
-0-	-0-	-0-	-0-	10,082,678	11,337,775
-0-	-0-	-0-	-0-	58,194,215	59,449,978
-0-	20,579	-0-	425,742	4,546,061	4,546,061
-0-	2,157,601	-0-	1,127,077	230,729,341	230,693,395
112,717	710,653	57,739	1,443,526	61,394,454	57,747,893
(66,383)	(1,408,417)	(53,107)	(1,610,373)	(96,482,813)	(88,562,286)
-0-	-0-	-0-	-0-	23,313,934	17,838,435
<u>\$ 279,818</u>	<u>\$ 3,261,808</u>	<u>\$ 265,739</u>	<u>\$ 1,520,946</u>	<u>\$ 1,615,602,864</u>	<u>\$ 1,772,556,697</u>
\$ 53,032	\$ 160,673	\$ 55,574	\$ 11,402	\$ 11,081,988	\$ 15,579,795
-0-	-0-	-0-	-0-	2,725,000,000	2,750,000,000
-0-	-0-	-0-	-0-	27,695,690	34,082,804
-0-	70	-0-	-0-	70	8,300
4,708	113,017	1,102	16,685	1,404,389	662,393
-0-	15,000	-0-	4,319	139,319	134,261
41,659	120,447	74,882	25,132	3,087,573	3,064,681
-0-	-0-	489,264	-0-	4,186,502	4,410,387
-0-	-0-	-0-	-0-	620,555,068	793,916,650
-0-	-0-	-0-	-0-	181,928,540	184,819,853
-0-	220,000	-0-	152,866	547,747	689,936
-0-	58,029	-0-	-0-	8,339,029	7,601,041
-0-	-0-	-0-	-0-	13,601,199	14,474,919
-0-	-0-	-0-	-0-	43,022,000	38,725,000
-0-	-0-	-0-	-0-	4,032,686	4,126
<u>99,399</u>	<u>687,236</u>	<u>620,822</u>	<u>210,404</u>	<u>3,644,621,800</u>	<u>3,848,174,146</u>
68,382	2,179,590	66,849	2,885,884	9,924,134	9,924,134
-0-	-0-	-0-	-0-	76,216,496	73,528,726
112,037	394,982	(421,932)	(1,575,342)	(2,122,779,566)	(2,221,331,309)
-0-	-0-	-0-	-0-	7,620,000	62,261,000
<u>180,419</u>	<u>2,574,572</u>	<u>(355,083)</u>	<u>1,310,542</u>	<u>(2,029,018,936)</u>	<u>(2,075,617,449)</u>
<u>\$ 279,818</u>	<u>\$ 3,261,808</u>	<u>\$ 265,739</u>	<u>\$ 1,520,946</u>	<u>\$ 1,615,602,864</u>	<u>\$ 1,772,556,697</u>

STATE OF NEVADA

Combining Statement of Revenues, Expenses and Changes in Fund Equity Enterprise Funds

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	Colorado River Commission			
	Water Treatment	Water Transmission	Power Marketing	Housing Division
Operating Revenues				
Net premium income	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Sales	11,798,105	33,340,340	31,564,355	-
Charges for services	13,394	15,229	120,000	-
Rental income	-	-	-	95,534
Interest, dividends	-	-	-	32,749,684
Other	-	-	-	4,052,745
Total operating revenues	11,811,499	33,355,569	31,684,355	36,897,963
Operating Expenses				
Salaries and benefits	-	-	-	834,823
Operating	5,357,308	24,635,618	31,564,355	5,431,565
Claims expense	-	-	-	-
Materials or supplies used	-	-	-	-
Services' fees	-	-	-	1,140,800
Depreciation	2,113,520	3,427,488	-	25,483
Administrative expense	-	-	-	-
Total operating expenses	7,470,828	28,063,106	31,564,355	7,432,671
Operating income (loss)	4,340,673	5,292,463	120,000	29,465,292
Nonoperating Revenues (Expenses)				
Interest income	461,253	359,571	52,974	10,929,669
Investment gain	-	-	-	103,938
Interest expense	(3,951,193)	(6,061,421)	-	(38,326,674)
Federal grants	-	-	-	243,627
Loss on disposal of assets	-	(147,743)	-	(25,874)
Other	(82,432)	-	(120,000)	-
Total nonoperating revenues (expenses)	(3,572,372)	(5,849,593)	(67,026)	(27,075,314)
Income (loss) before operating transfers and extraordinary item	768,301	(557,130)	52,974	2,389,978
Operating Transfers				
Operating transfers in	-	-	-	-
Operating transfers out	-	(31,013)	-	(78,967)
Extraordinary Item				
Loss on early bond purchases	-	-	-	-
Net income (loss)	768,301	(588,143)	52,974	2,311,011
Fund equity (deficit), July 1	(8,141,672)	(45,771,665)	735,604	70,951,204
Residual equity transfers	-	-	-	-
Changes in unrealized gains	-	-	-	-
Contributed capital	-	-	-	-
Fund equity (deficit), June 30	\$ (7,373,371)	\$ (46,359,808)	\$ 788,578	\$ 73,262,215

Exhibit E-2

Industrial Insurance	Forestry Nurseries	Prison Industry	Nevada Magazine	Marietta Lake Water System	Total All Funds	
					1994	1993 (Restated)
\$ 419,103,000	\$ -0	\$ -0	\$ -0	\$ -0	\$ 419,103,000	\$ 378,146,000
-0	172,166	2,522,814	1,281,750	278,848	80,958,178	73,688,210
-0	-0	337,251	648,944	-0	1,134,818	987,648
-0	-0	52,082	-0	-0	147,616	120,663
-0	-0	-0	-0	-0	32,749,684	41,240,123
7,378,000	11,218	31,569	1,452	-0	11,474,984	8,880,533
<u>426,481,000</u>	<u>183,384</u>	<u>2,943,516</u>	<u>1,932,146</u>	<u>278,848</u>	<u>545,568,280</u>	<u>502,863,177</u>
39,753,000	201,286	866,398	585,556	88,683	42,329,746	40,652,704
19,112,000	159,691	977,605	533,488	100,956	87,872,584	84,143,344
309,815,000	-0	-0	-0	-0	309,815,000	1,078,522,000
-0	29,453	1,088,852	542,933	-0	1,661,238	1,659,515
-0	-0	-0	-0	-0	1,140,800	1,351,239
2,885,000	15,604	118,168	5,145	86,813	8,657,221	8,460,372
5,462,986	-0	-0	-0	-0	5,462,986	5,475,000
<u>377,027,986</u>	<u>406,034</u>	<u>3,051,023</u>	<u>1,667,122</u>	<u>256,452</u>	<u>456,939,575</u>	<u>1,220,264,174</u>
<u>49,453,014</u>	<u>(222,650)</u>	<u>(107,507)</u>	<u>265,024</u>	<u>22,396</u>	<u>88,628,705</u>	<u>(717,400,997)</u>
36,031,000	-0	27,398	-0	-0	47,861,865	55,998,362
13,586,000	-0	-0	-0	-0	13,689,938	21,499,781
-0	-0	(7,567)	-0	-0	(48,346,855)	(61,771,609)
-0	283,057	-0	-0	-0	526,684	379,758
-0	(13,415)	(38,038)	(3,611)	(3,578)	(232,259)	-0
-0	(249,573)	-0	-0	-0	(452,005)	(241,140)
<u>49,617,000</u>	<u>20,069</u>	<u>(18,207)</u>	<u>(3,611)</u>	<u>(3,578)</u>	<u>13,047,368</u>	<u>15,865,152</u>
<u>99,070,014</u>	<u>(202,581)</u>	<u>(125,714)</u>	<u>261,413</u>	<u>18,818</u>	<u>101,876,073</u>	<u>(701,535,845)</u>
-0	-0	48,028	-0	-0	48,028	46,851
(352,014)	(15,539)	-0	-0	(7,055)	(484,588)	(440,624)
<u>-0</u>	<u>-0</u>	<u>-0</u>	<u>-0</u>	<u>-0</u>	<u>-0</u>	<u>(2,899,208)</u>
<u>98,718,000</u>	<u>(218,120)</u>	<u>(77,686)</u>	<u>261,413</u>	<u>11,763</u>	<u>101,239,513</u>	<u>(704,828,826)</u>
<u>(2,097,124,000)</u>	<u>398,539</u>	<u>2,652,258</u>	<u>(816,496)</u>	<u>1,298,779</u>	<u>(2,075,617,449)</u>	<u>(1,394,448,655)</u>
-0	-0	-0	-0	-0	-0	8,000,000
(54,641,000)	-0	-0	-0	-0	(54,641,000)	15,605,000
-0	-0	-0	-0	-0	-0	55,032
<u>\$ (2,053,047,000)</u>	<u>\$ 180,419</u>	<u>\$ 2,574,572</u>	<u>\$ (355,083)</u>	<u>\$ 1,310,542</u>	<u>\$ (2,029,018,936)</u>	<u>\$ (2,075,617,449)</u>

STATE OF NEVADA

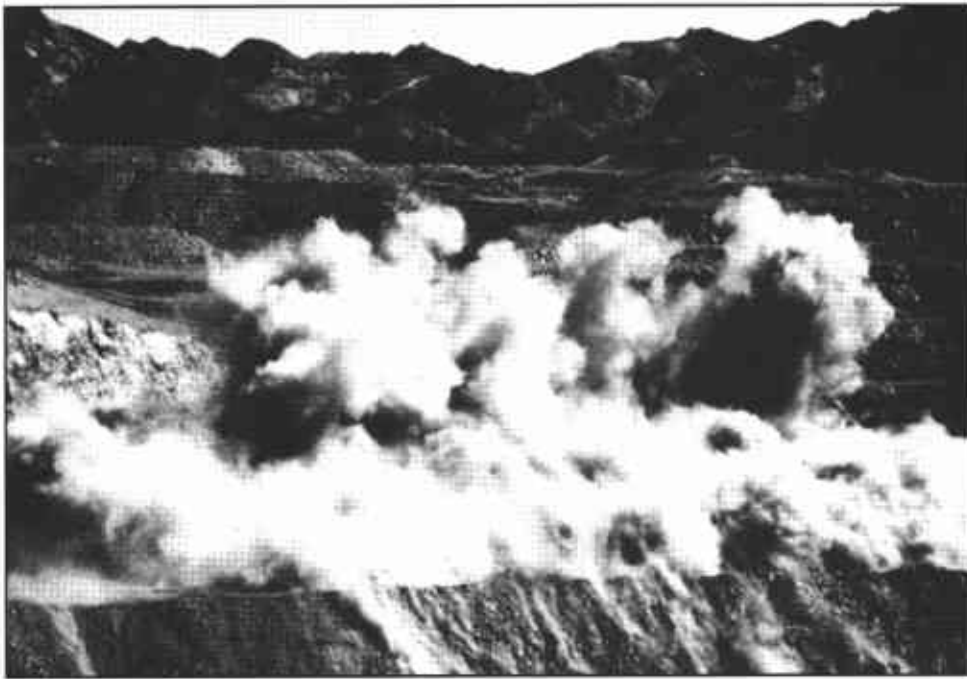
Combining Statement of Cash Flows Enterprise Funds

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	Colorado River Commission			
	Water Treatment	Water Transmission	Power Marketing	Housing Division
Cash flows from operating activities				
Cash received from customers	11,253,974	\$ 33,148,322	\$ 32,122,651	\$ -0-
Cash received from other funds	-0-	15,189	-0-	900
Cash received from component unit	-0-	-0-	-0-	-0-
Cash received from mortgage loans	-0-	-0-	-0-	165,445,775
Cash paid to suppliers, other governments and beneficiaries	(5,466,227)	(24,014,021)	(24,960,873)	(1,545,416)
Cash paid to employees for services	-0-	-0-	-0-	(806,310)
Cash paid to other funds	(446,118)	(428,576)	-0-	(109,188)
Purchase of mortgage loans	-0-	-0-	-0-	(50,505,920)
Net cash provided by (used for) operating activities	<u>5,341,629</u>	<u>8,720,914</u>	<u>7,161,778</u>	<u>112,479,841</u>
Cash flows from noncapital financing activities				
Proceeds from sale of bonds	-0-	-0-	-0-	69,395,000
Grants, transfers, advances received	-0-	-0-	-0-	1,911,383
Retirement of bonds and notes	-0-	-0-	(1,485,000)	(235,196,072)
Interest payments on bonds	-0-	-0-	-0-	(44,694,813)
Operating/equity transfers out	-0-	(31,013)	-0-	(78,967)
Payments for prepaid power	-0-	-0-	(8,203,307)	-0-
Other cash used for noncapital financing activities	-0-	-0-	(9,272)	(2,714,232)
Net cash provided by (used for) noncapital financing activities	<u>-0-</u>	<u>(31,013)</u>	<u>(9,697,579)</u>	<u>(211,377,701)</u>
Cash flows from capital financing activities				
Proceeds from sale of bonds, equipment	46,231,282	-0-	-0-	900
Acquisition of property, plant, and equipment	(5,939,184)	(162,074)	-0-	(14,445)
Retirement of bonds/notes/mortgages	(53,857,698)	(2,788,557)	-0-	-0-
Interest paid on obligations	(3,550,170)	(8,097,273)	-0-	-0-
Reduction in advances/cap leases	-0-	-0-	(120,000)	-0-
Net cash used for capital financing activities	<u>(17,115,770)</u>	<u>(9,047,904)</u>	<u>(120,000)</u>	<u>(13,545)</u>
Cash flows from investing activities				
Proceeds from sale of investments	-0-	-0-	5,193,211	340,581,882
Purchase of investments	-0-	-0-	(4,978,858)	(252,253,941)
Interest/dividends on investments	571,828	354,137	1,313,921	10,768,240
Net cash provided by investing activities	<u>571,828</u>	<u>354,137</u>	<u>1,528,274</u>	<u>99,096,181</u>
Net increase (decrease) in cash	(11,202,313)	(3,866)	(1,127,527)	184,776
Cash and cash equivalents, July 1	22,022,469	6,707,358	28,477,890	147,532
Cash and cash equivalents, June 30	<u>\$ 10,820,156</u>	<u>\$ 6,703,492</u>	<u>\$ 27,350,363</u>	<u>\$ 332,308</u>
Reconciliation of operating income (loss) to net cash provided by operating activities				
Operating income (loss)	\$ 4,340,673	\$ 5,292,463	\$ 120,000	\$ 29,465,292
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities				
Depreciation	2,113,520	3,427,488	-0-	25,483
Decrease (increase) in accrued interest and receivables	(33,398)	(421,521)	438,295	560,443
Decrease (increase) in Inventory, prepaid and deferred costs	(5,883)	(246,504)	-0-	1,273,907
Increase (decrease) in accrued interest, payables and deferred revenue	(1,073,283)	668,988	(434,326)	373,687
Principal collections	-0-	-0-	-0-	130,037,048
Purchase of mortgage loans	-0-	-0-	-0-	(50,505,920)
Prepayments for power	-0-	-0-	7,037,809	-0-
Other adjustments	-0-	-0-	-0-	1,249,901
Total adjustments	<u>1,000,956</u>	<u>3,428,451</u>	<u>7,041,778</u>	<u>83,014,549</u>
Net cash provided by (used for) operating activities	<u>\$ 5,341,629</u>	<u>\$ 8,720,914</u>	<u>\$ 7,161,778</u>	<u>\$ 112,479,841</u>
Noncash investing, capital and financing activities				
Equipment leased or donated	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Real estate in foreclosure	-0-	-0-	-0-	-0-
Interest/dividends on investments accrued	-0-	-0-	-0-	-0-
Loss on disposal of assets	-0-	147,743	-0-	25,874

Exhibit E-3

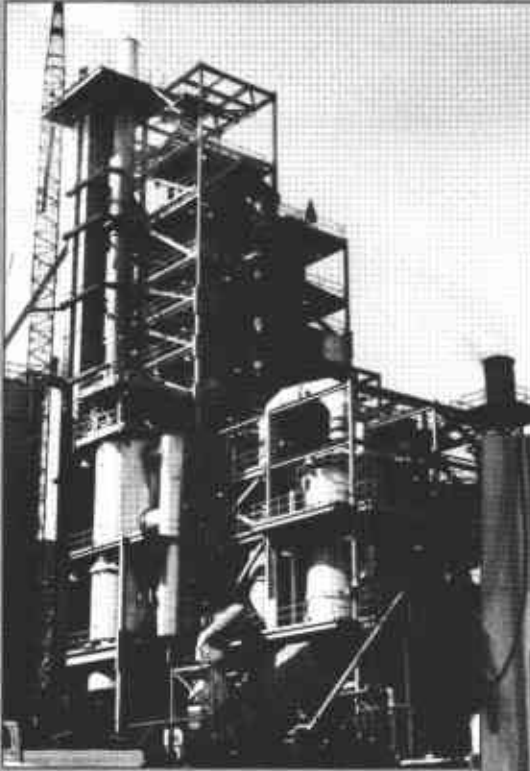
Industrial Insurance	Forestry Nurseries	Prison Industry	Nevada Magazine	Marlette Lake Water System	Total All Funds	
					1994	1993 (Restated)
\$ 412,095,947	\$ 162,965	\$ 1,209,009	\$ 1,468,914	\$ 76,313	\$ 491,538,095	\$ 455,501,506
10,858,053	13,066	1,710,149	261,165	165,934	13,024,456	2,285,058
-0-	-0-	-0-	-0-	7,464	7,464	-0-
-0-	-0-	-0-	-0-	-0-	165,445,775	105,542,985
(340,970,180)	(179,897)	(911,944)	(966,463)	(47,723)	(399,062,744)	(510,807,355)
(40,346,000)	(197,607)	(889,535)	(599,235)	(90,904)	(42,929,591)	(39,112,513)
(17,310,806)	(61,701)	(1,072,170)	(114,539)	(75,262)	(19,618,360)	(1,925,966)
-0-	-0-	-0-	-0-	-0-	(50,505,920)	(8,020,084)
24,327,014	(263,174)	45,509	49,842	35,822	157,899,175	3,463,631
-0-	-0-	-0-	-0-	-0-	69,395,000	122,265,000
8,000,000	243,057	24,014	-0-	-0-	10,178,454	726,742
-0-	-0-	-0-	-0-	-0-	(236,681,072)	(295,089,301)
-0-	-0-	-0-	-0-	-0-	(44,694,813)	(52,841,803)
(352,014)	(15,539)	-0-	-0-	(7,055)	(484,588)	(450,624)
-0-	-0-	-0-	-0-	-0-	(8,203,307)	(9,410,864)
-0-	(234,277)	-0-	-0-	-0-	(2,957,781)	(1,455,827)
7,647,986	(6,759)	24,014	-0-	(7,055)	(213,448,107)	(236,256,677)
-0-	-0-	-0-	-0-	-0-	46,232,182	9,710,936
(631,000)	-0-	(14,700)	-0-	-0-	(6,761,403)	(4,662,080)
-0-	-0-	-0-	-0-	-0-	(56,646,255)	(4,859,501)
-0-	-0-	(6,780)	-0-	-0-	(9,654,223)	(10,409,316)
(2,711,000)	-0-	(66,012)	-0-	(2,131)	(2,899,143)	(2,595,783)
(3,342,000)	-0-	(87,492)	-0-	(2,131)	(29,728,842)	(12,815,744)
238,921,000	-0-	-0-	-0-	-0-	584,696,093	583,296,868
(197,245,000)	-0-	-0-	-0-	-0-	(454,477,799)	(383,088,382)
32,360,000	-0-	26,668	-0-	-0-	45,394,794	59,044,607
74,036,000	-0-	26,668	-0-	-0-	175,613,088	259,253,093
102,669,000	(269,933)	8,699	49,842	26,636	90,335,314	13,644,303
29,001,000	400,084	602,638	49,190	42,850	87,451,011	73,806,708
\$ 131,670,000	\$ 130,151	\$ 611,337	\$ 99,032	\$ 69,486	\$ 177,786,325	\$ 87,451,011
\$ 49,453,014	\$ (222,650)	\$ (107,507)	\$ 265,024	\$ 22,396	\$ 88,628,705	\$ (717,400,997)
2,885,000	15,604	118,168	5,145	66,813	8,657,221	8,460,372
(8,619,000)	(5,168)	(24,358)	(23,020)	(29,137)	(8,156,864)	1,237,081
-0-	(914)	64,365	(13,763)	-0-	1,071,208	(201,076)
(24,484,000)	(50,046)	(5,159)	(183,545)	(24,250)	(25,211,934)	644,768,530
-0-	-0-	-0-	-0-	-0-	130,037,048	63,103,512
-0-	-0-	-0-	-0-	-0-	(50,505,920)	(7,951,946)
-0-	-0-	-0-	-0-	-0-	7,037,809	6,372,545
5,092,000	-0-	-0-	1	-0-	6,341,902	5,075,610
(25,126,000)	(40,524)	153,016	(215,182)	13,426	69,270,470	720,864,628
\$ 24,327,014	\$ (263,174)	\$ 45,509	\$ 49,842	\$ 35,822	\$ 157,899,175	\$ 3,463,631
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 1,138
-0-	-0-	-0-	-0-	-0-	-0-	537,000
-0-	-0-	7,030	-0-	-0-	7,030	-0-
-0-	13,415	38,038	3,611	3,578	232,259	-0-



A blast at an open pit mine loosens the rock so it can be easily loaded on to the haul trucks.

Internal Service Funds

Internal Service Funds account for the financing of goods and services provided to state agencies and other governments on a cost reimbursement basis.



Nevada's miners have had to be innovative to continue meeting new challenges. This fluid bed roaster is used to pre-treat highly carbonaceous gold ore that would otherwise not be economical to process.

After all the combined efforts of the employees at this mine, the result is a spectacular gold pour. Nevada's gold mines produced 6,700,000 ounces in 1993.



After mining, the ore must be crushed before either milling or heap leaching takes place. Normally, the primary crusher reduces the mined ore to sizes smaller than 4 inches. The secondary crusher breaks the ore down to sizes less than one half inch.

INTERNAL SERVICE FUNDS

Information Services (Highway Patrol) Communications Accounts for the costs of operation of the State communication system. Such costs are billed to user agencies and include depreciation on equipment. (NRS 233F.148)

Self-Insurance Accounts for monies received and disbursed under a plan of self-insured group life, accident or health insurance for State employees. (NRS 287.0435)

Buildings and Grounds Operating Accounts for the costs of maintenance, housekeeping and security of most State buildings. Such costs are recovered through a rental fee to occupying agencies. (NRS 331.101)

Motor Pool Accounts for costs of operating and maintaining State-owned vehicles. Costs are billed to user agencies and include depreciation on equipment. (NRS 336.110)

(General Services) Communications Accounts for the cost of operating telephone and mail services for State agencies in Carson City, Reno, Las Vegas and Elko. Costs are recovered through service charges to user agencies. (NRS 331.103)

Insurance Premiums Provides central accounting of the costs of providing fidelity insurance, property insurance, workers compensation, etc. Costs are financed by charges to State agencies. (NRS 331.187)

General Services Operating Provides central accounting of the costs of providing administrative and accounting services to various divisions of the Department of Administration. The services are financed through assessment and charges to the various divisions. (NRS 232.219).

Personnel Operating Accounts for the costs of administering the State personnel system. Operations are financed by assessments charged to user agencies. (NRS 284.110)

Purchasing Records the costs of providing purchasing services to State agencies and other governmental units. The operation is financed by an administrative charge on purchase orders and warehouse orders. (NRS 333.120)

Information Services (Data Processing) Accounts for the cost of designing, programming, maintaining data processing software and operation of the central computer facility. The operations are financed through charges to customer agencies and include depreciation on equipment. (NRS 242.211)

State Printing Accounts for the operation of the state printing facilities. The operation is financed by sales to State agencies and includes depreciation on equipment. (NRS 344.090)

STATE OF NEVADA

Combining Balance Sheet Internal Service Funds

June 30, 1994 with comparative totals for 1993

	Highway Patrol Communications	Self- Insurance	Buildings and Grounds Operating	Motor Pool	General Services Communication
Assets					
<i>Current assets:</i>					
<i>Cash and pooled investments:</i>					
Cash with treasurer	\$ 171,776	\$ 13,249,708	\$ 1,676,944	\$ 954,768	\$ 102,401
Cash in custody of other officials	-0-	-0-	-0-	-0-	-0-
<i>Receivables:</i>					
Accounts receivable	1,724	10,673	366	96,058	9,106
Intergovernmental receivables	817	252,198	3,921	1,239	6,104
Due from other funds	34,925	578,737	161,467	160,786	256,208
Due from component units	-0-	603,820	33	16,645	519
Inventory	-0-	-0-	-0-	-0-	-0-
Prepaid expenses	-0-	-0-	-0-	-0-	92,958
Total current assets	209,242	14,695,136	1,842,731	1,229,496	467,296
<i>Property:</i>					
Land	15,000	-0-	-0-	-0-	-0-
Buildings	131,602	-0-	1,873,341	1,047,746	-0-
Improvements other than buildings	-0-	-0-	411,061	13,650	-0-
Furniture and equipment	1,626,035	594,602	559,193	4,936,023	265,179
Accumulated depreciation	(1,078,785)	(68,746)	(688,043)	(3,654,445)	(155,906)
Construction in progress	-0-	-0-	-0-	-0-	-0-
Total property	693,852	525,856	2,155,552	2,342,974	109,271
Total assets	\$ 903,094	\$ 15,220,992	\$ 3,998,283	\$ 3,572,470	\$ 576,567
Liabilities and Fund Equity					
<i>Current liabilities:</i>					
<i>Accounts payable and accruals:</i>					
Accounts payable	\$ 14,643	\$ 10,697,226	\$ 144,179	\$ 20,251	\$ 96,894
Accrued payroll and related liabilities	22,557	32,165	144,271	24,123	27,698
Current portion, long-term obligations	-0-	-0-	-0-	-0-	-0-
Intergovernmental payables	4,968	75	6,968	1,083	11,169
Due to other funds	12,584	14,186	27,533	66,140	15,635
Due to component units	-0-	-0-	-0-	-0-	79
Interfund payables	-0-	-0-	76,318	53,411	-0-
Accrued compensated absences	56,089	56,106	323,666	80,405	61,593
Deferred revenue	1,500	-0-	-0-	-0-	-0-
Total current liabilities	112,341	10,799,758	722,935	245,413	213,068
<i>Long-term liabilities:</i>					
<i>Advances:</i>					
Advances from general fund	-0-	-0-	1,242,126	707,444	-0-
Advances from trust fund	-0-	-0-	-0-	-0-	-0-
Advances from special revenue fund	-0-	-0-	-0-	33,191	-0-
Lease obligations	-0-	-0-	-0-	-0-	-0-
Total long-term liabilities	-0-	-0-	1,242,126	740,635	-0-
Total liabilities	112,341	10,799,758	1,965,061	986,048	213,068
<i>Fund equity:</i>					
Contributed capital	210,295	12,682	398,651	2,325,163	26,482
Retained earnings (deficit)	580,458	4,408,552	1,634,571	261,259	337,017
Total fund equity (deficit)	790,753	4,421,234	2,033,222	2,586,422	363,499
Total liabilities and fund equity	\$ 903,094	\$ 15,220,992	\$ 3,998,283	\$ 3,572,470	\$ 576,567

Exhibit F-1

Insurance Premiums	General Services Operating	Personnel Operating	Purchasing	Data Processing	State Printing	Total All Funds	
						1994	1993
\$ 7,894,414	\$ 33,583	\$ 1,020,006	\$ 2,545,107	\$ 592,491	\$ 553,771	\$ 28,794,969	\$ 18,117,426
-0-	100	-0-	-0-	200	75	375	375
-0-	-0-	625	172,105	740	52	291,449	34,905
1	-0-	-0-	545,764	1,361	1,212	812,617	673,248
65,706	24,370	2,239	4,783,430	972,919	228,700	7,269,487	6,513,452
-0-	-0-	-0-	95,604	-0-	-0-	716,621	44,481
-0-	-0-	-0-	191,154	13,768	430,516	635,438	784,887
-0-	-0-	-0-	-0-	-0-	-0-	92,958	63,567
<u>7,960,121</u>	<u>58,053</u>	<u>1,022,870</u>	<u>8,333,164</u>	<u>1,581,479</u>	<u>1,214,326</u>	<u>38,613,914</u>	<u>26,232,341</u>
-0-	-0-	-0-	115,954	-0-	-0-	130,954	130,954
-0-	-0-	-0-	1,087,566	1,432,154	597,932	6,170,341	6,095,381
-0-	-0-	-0-	-0-	-0-	-0-	424,711	360,989
44,488	-0-	597,442	509,375	10,830,720	2,182,285	22,145,342	23,507,013
(7,498)	-0-	(501,849)	(828,285)	(7,624,815)	(1,894,538)	(16,502,912)	(15,527,682)
-0-	-0-	-0-	-0-	-0-	-0-	-0-	97,497
<u>36,990</u>	<u>-0-</u>	<u>95,593</u>	<u>884,610</u>	<u>4,638,059</u>	<u>885,679</u>	<u>12,368,436</u>	<u>14,664,152</u>
<u>\$ 7,997,111</u>	<u>\$ 58,053</u>	<u>\$ 1,118,463</u>	<u>\$ 9,217,774</u>	<u>\$ 6,219,538</u>	<u>\$ 2,100,005</u>	<u>\$ 50,982,350</u>	<u>\$ 40,896,493</u>
\$ 4,468,533	\$ 7,714	\$ 30,426	\$ 4,839,366	\$ 262,275	\$ 68,505	\$ 20,650,012	\$ 20,786,070
4,231	37,228	156,566	40,306	232,930	83,928	806,003	831,921
-0-	-0-	-0-	-0-	1,840,067	73,283	1,913,350	1,715,328
-0-	76	-0-	44	-0-	164	24,547	16,884
2,961,595	14,138	51,376	1,002,481	134,847	119,677	4,420,192	2,840,494
6,440	-0-	592	-0-	395	2,368	9,874	5,646
-0-	-0-	-0-	63,481	169,393	50,154	412,757	406,833
5,031	82,995	334,974	59,541	476,464	220,695	1,757,559	1,927,839
-0-	-0-	-0-	-0-	-0-	-0-	1,500	-0-
<u>7,445,830</u>	<u>142,151</u>	<u>573,934</u>	<u>6,005,219</u>	<u>3,116,371</u>	<u>618,774</u>	<u>29,995,794</u>	<u>28,531,015</u>
-0-	-0-	-0-	965,144	901,473	253,719	4,069,906	4,357,925
-0-	-0-	-0-	-0-	-0-	7,338	7,338	11,006
-0-	-0-	-0-	-0-	-0-	-0-	33,191	35,403
-0-	-0-	-0-	-0-	1,504,445	131,857	1,636,302	2,855,715
-0-	-0-	-0-	965,144	2,405,918	392,914	5,746,737	7,260,049
<u>7,445,830</u>	<u>142,151</u>	<u>573,934</u>	<u>6,970,363</u>	<u>5,522,289</u>	<u>1,011,688</u>	<u>35,742,531</u>	<u>35,791,064</u>
-0-	-0-	-0-	1,128,661	62,251	599,461	4,763,646	5,597,616
551,281	(84,098)	544,529	1,118,750	634,998	488,856	10,476,173	(492,187)
<u>551,281</u>	<u>(84,098)</u>	<u>544,529</u>	<u>2,247,411</u>	<u>697,249</u>	<u>1,088,317</u>	<u>15,239,819</u>	<u>5,105,429</u>
<u>\$ 7,997,111</u>	<u>\$ 58,053</u>	<u>\$ 1,118,463</u>	<u>\$ 9,217,774</u>	<u>\$ 6,219,538</u>	<u>\$ 2,100,005</u>	<u>\$ 50,982,350</u>	<u>\$ 40,896,493</u>

STATE OF NEVADA

Combining Statement of Revenues, Expenses and Changes in Fund Equity Internal Service Funds

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	Highway Patrol Communications	Self- Insurance	Buildings and Grounds Operating	Motor Pool	General Services Communication
Operating Revenues					
Net premium income	\$ -0-	\$ 73,424,609	\$ -0-	\$ -0-	\$ -0-
Sales	-0-	-0-	-0-	56,343	1,340
Charges for services	653,072	-0-	605,103	-0-	4,543,305
Rental income	157,210	-0-	5,702,188	1,742,832	-0-
Other	19	355,075	1,275	60,654	2,450
Total operating revenues	810,301	73,779,684	6,308,566	1,859,829	4,547,095
Operating Expenses					
Salaries and benefits	453,854	576,178	2,528,170	450,012	614,198
Operating	331,293	310,200	3,523,551	347,223	3,764,303
Claims expense	-0-	45,416,109	-0-	-0-	-0-
Materials or supplies used	-0-	-0-	-0-	521,344	-0-
Depreciation	115,081	236,972	148,243	572,349	40,901
Insurance premiums	-0-	19,874,455	-0-	-0-	-0-
Total operating expenses	900,228	66,413,914	6,199,964	1,890,928	4,419,402
Operating income (loss)	(89,927)	7,365,770	108,602	(31,099)	127,693
Nonoperating Revenues (Expenses)					
Interest income	-0-	425,049	-0-	-0-	-0-
Interest expense	-0-	-0-	-0-	-0-	-0-
Federal grants	-0-	-0-	-0-	-0-	-0-
Gain (loss) on disposal of assets	(30,917)	(23,015)	(27,213)	17,971	(9,389)
Total nonoperating revenues (expenses)	(30,917)	402,034	(27,213)	17,971	(9,389)
Income (loss) before operating transfers	(120,844)	7,767,804	81,389	(13,128)	118,304
Operating Transfers					
Operating transfers in	-0-	126,617	13,439	8,638	-0-
Operating transfers out	(49,848)	(111,477)	(59,804)	(25,885)	(127,271)
Net income (loss)	(170,692)	7,782,944	35,024	(30,375)	(8,967)
Fund equity (deficit), July 1	961,445	(3,374,392)	1,998,198	2,616,797	372,466
Residual equity transfers	-0-	-0-	-0-	-0-	-0-
Contributed capital	-0-	12,682	-0-	-0-	-0-
Fund equity (deficit), June 30	\$ 790,753	\$ 4,421,234	\$ 2,033,222	\$ 2,586,422	\$ 363,499

Exhibit F-2

Insurance Premiums	General Services Operating	Personnel Operating	Purchasing	Data Processing	State Printing	Total All Funds	
						1994	1993
\$ 13,066,401	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 86,491,010	\$ 83,402,504
-0-	-0-	176	2,662,791	-0-	3,113,396	5,834,046	6,862,613
-0-	710,117	4,547,656	1,484,458	8,913,653	174,560	21,631,924	19,667,084
-0-	-0-	-0-	36,276	-0-	-0-	7,638,506	7,837,721
71,764	-0-	25,005	133,323	640	100	650,305	447,647
<u>13,138,165</u>	<u>710,117</u>	<u>4,572,837</u>	<u>4,316,848</u>	<u>8,914,293</u>	<u>3,288,056</u>	<u>122,245,791</u>	<u>118,217,569</u>
83,554	589,706	2,772,869	721,225	4,074,067	1,607,621	14,471,454	14,575,085
116,082	84,072	1,543,508	366,382	2,593,641	653,294	13,633,549	12,347,153
1,964	-0-	-0-	-0-	-0-	-0-	45,418,073	53,718,339
-0-	-0-	-0-	2,307,749	107,495	742,556	3,679,144	4,655,899
11,137	-0-	70,029	66,808	2,058,476	114,611	3,434,607	3,212,231
10,094,894	-0-	-0-	-0-	-0-	-0-	29,969,349	27,826,529
<u>10,307,631</u>	<u>673,778</u>	<u>4,386,406</u>	<u>3,462,164</u>	<u>8,833,679</u>	<u>3,118,082</u>	<u>110,606,176</u>	<u>116,335,236</u>
2,830,534	36,339	186,431	854,684	80,614	169,974	11,639,615	1,882,333
-0-	-0-	-0-	-0-	-0-	-0-	425,049	219,509
-0-	-0-	(389)	(15,814)	(236,038)	(19,215)	(271,456)	(358,779)
-0-	-0-	-0-	3,348	-0-	-0-	3,348	-0-
(16,747)	-0-	(72,796)	(13,972)	(95,571)	(20,429)	(292,078)	(233,218)
<u>(16,747)</u>	<u>-0-</u>	<u>(73,185)</u>	<u>(26,438)</u>	<u>(331,609)</u>	<u>(39,644)</u>	<u>(135,137)</u>	<u>(372,488)</u>
2,813,787	36,339	113,246	828,246	(250,995)	130,330	11,504,478	1,509,845
-0-	10,035	-0-	19,712	384,903	-0-	563,344	604,126
(125,117)	(32,008)	(78,820)	(268,905)	(119,924)	(84,373)	(1,083,432)	(327,615)
2,888,670	14,366	34,426	579,053	13,984	45,957	10,984,390	1,786,356
(2,124,707)	(98,464)	510,103	2,518,358	683,265	1,042,360	5,105,429	4,151,988
(12,682)	-0-	-0-	(850,000)	-0-	-0-	(862,682)	(832,915)
-0-	-0-	-0-	-0-	-0-	-0-	12,682	-0-
<u>\$ 551,281</u>	<u>\$ (84,098)</u>	<u>\$ 544,529</u>	<u>\$ 2,247,411</u>	<u>\$ 697,249</u>	<u>\$ 1,088,317</u>	<u>\$ 15,239,819</u>	<u>\$ 5,105,429</u>

STATE OF NEVADA

Combining Statement of Cash Flows Internal Service Funds

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	Highway Patrol Communications	Self- Insurance	Buildings and Grounds Operating	Motor Pool	General Services Communication
Cash flows from operating activities					
Cash received from customers	\$ 153,529	\$ 324,466	\$ 205,338	\$ 9,654	\$ 209,145
Cash received from other funds	626,939	73,054,762	6,131,956	1,768,662	4,369,019
Cash received from component units	-0-	-0-	1,563	102,508	4,895
Cash paid to suppliers, and other governments	(244,447)	(65,641,557)	(3,022,615)	(400,823)	(3,587,580)
Cash paid to employees for services	(449,305)	(549,318)	(2,531,912)	(440,785)	(600,474)
Cash paid to other funds	(108,950)	(102,449)	(549,260)	(483,726)	(232,673)
Cash paid to component units	-0-	-0-	-0-	-0-	(222)
Net cash provided by (used for) operating activities	(22,234)	7,085,904	235,070	555,490	162,110
Cash flows from noncapital financing activities					
Grants, transfers, advances received	-0-	126,617	5,939	8,758	-0-
Operating/equity transfers out	(49,848)	(111,477)	(56,397)	(23,793)	(123,678)
Net cash provided by (used for) noncapital financing activities	(49,848)	15,140	(50,458)	(15,035)	(123,678)
Cash flows from capital financing activities					
Proceeds from sale of assets	325	-0-	-0-	44,423	-0-
Acquisition of property, plant, and equipment	(88,189)	-0-	(107,223)	(325,252)	(8,196)
Interest paid on obligations	-0-	-0-	-0-	-0-	-0-
Reduction in advances/capital leases	-0-	-0-	(102,636)	(53,411)	-0-
Net cash used for capital financing activities	(87,864)	-0-	(209,859)	(334,240)	(8,196)
Cash flows from investing activities					
Interest/dividends on investments	-0-	321,253	-0-	-0-	-0-
Net cash provided by investing activities	-0-	321,253	-0-	-0-	-0-
Net increase (decrease) in cash	(159,946)	7,422,297	(25,247)	206,215	30,236
Cash and cash equivalents, July 1	331,722	5,827,411	1,702,191	748,553	72,165
Cash and cash equivalents, June 30	\$ 171,776	\$ 13,249,708	\$ 1,676,944	\$ 954,768	\$ 102,401
Reconciliation of operating income (loss) to net cash provided by operating activities					
Operating income (loss)	\$ (89,927)	\$ 7,365,770	\$ 108,602	\$ (31,099)	\$ 127,693
Adjustments to reconcile operating income (loss) to net cash provided by operating activities					
Depreciation	115,081	236,972	148,243	572,349	40,901
Decrease (increase) in accrued interest and receivables	(31,333)	(504,253)	31,363	(73,662)	37,036
Decrease (increase) in inventory and prepaid expenses	-0-	-0-	-0-	-0-	(29,391)
Increase (decrease) in accrued interest, payables and deferred revenue	(17,835)	(116,382)	(92,815)	5,669	(18,732)
Other adjustments	1,780	103,797	39,677	82,233	4,603
Total adjustments	67,693	(279,866)	126,468	586,589	34,417
Net cash provided by (used for) operating activities	\$ (22,234)	\$ 7,085,904	\$ 235,070	\$ 555,490	\$ 162,110
Noncash investing, capital and financing activities					
Equipment leased or accrued	\$ -0-	\$ -0-	\$ -0-	\$ 15,734	\$ -0-
Interest/dividends on investments accrued	-0-	155,746	-0-	-0-	-0-
Construction completed or in progress	-0-	-0-	-0-	-0-	-0-
Adjustment to advance	-0-	-0-	-0-	-0-	-0-
Loss on disposal of assets	30,917	23,015	27,213	-0-	9,389
Equipment acquired through contributed capital	-0-	12,682	-0-	-0-	-0-

Exhibit F-3

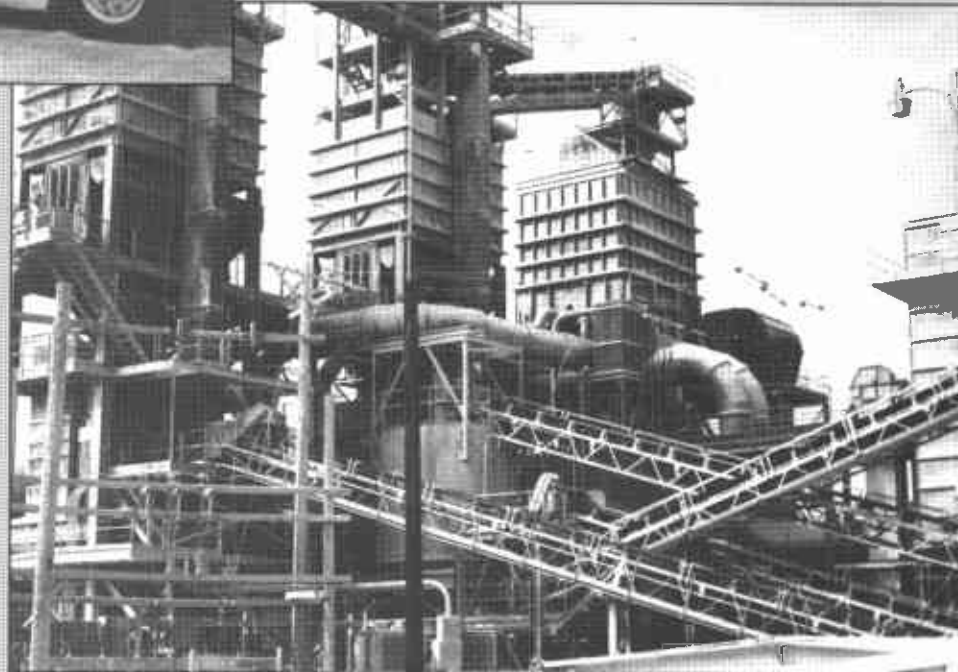
Insurance Premiums	General Services Operating	Personnel Operating	Purchasing	Data Processing	State Printing	Total All Funds	
						1994	1993
\$ 166	\$ -0-	\$ 624,935	\$ 646,873	\$ 37,213	\$ 60,760	\$ 2,272,079	\$ 4,513,200
13,194,426	718,300	3,947,199	2,251,559	8,680,611	3,376,343	118,119,776	116,821,123
-0-	-0-	-0-	86,188	-0-	-0-	195,154	270,546
(916,739)	(5,152)	(449,574)	(687,476)	(1,992,988)	(690,165)	(77,639,116)	(85,846,880)
(96,150)	(572,999)	(2,783,540)	(835,271)	(4,039,369)	(1,657,721)	(14,566,844)	(14,395,287)
(9,227,836)	(76,470)	(1,132,669)	(185,555)	(565,819)	(807,828)	(13,473,335)	(15,127,298)
(20,383)	-0-	(1,474)	-0-	(1,670)	(11,615)	(35,364)	(43,973)
<u>2,933,384</u>	<u>63,679</u>	<u>194,877</u>	<u>1,276,318</u>	<u>2,117,978</u>	<u>269,774</u>	<u>14,872,350</u>	<u>6,191,631</u>
1,500	-0-	-0-	21,787	397,121	-0-	561,722	593,119
(958,032)	(30,096)	(78,820)	(246,493)	(119,924)	(66,383)	(1,864,941)	(341,572)
<u>(956,532)</u>	<u>(30,096)</u>	<u>(78,820)</u>	<u>(224,706)</u>	<u>277,197</u>	<u>(66,383)</u>	<u>(1,303,219)</u>	<u>251,547</u>
-0-	-0-	-0-	20,000	300	-0-	65,048	59,238
(40,614)	-0-	(18,027)	(28,506)	(258,300)	-0-	(874,307)	(2,072,593)
-0-	-0-	(389)	-0-	(258,766)	(17,820)	(276,975)	(332,046)
-0-	-0-	(8,221)	(21,181)	(1,879,297)	(61,861)	(2,126,607)	(1,738,969)
<u>(40,614)</u>	<u>-0-</u>	<u>(26,637)</u>	<u>(29,687)</u>	<u>(2,396,063)</u>	<u>(79,681)</u>	<u>(3,212,841)</u>	<u>(4,084,370)</u>
-0-	-0-	-0-	-0-	-0-	-0-	321,253	407,529
-0-	-0-	-0-	-0-	-0-	-0-	321,253	407,529
1,936,238	33,583	89,420	1,021,925	(888)	123,710	10,877,543	2,766,337
<u>5,958,176</u>	<u>100</u>	<u>830,586</u>	<u>1,523,182</u>	<u>593,579</u>	<u>430,136</u>	<u>18,117,801</u>	<u>15,351,464</u>
<u>\$ 7,884,414</u>	<u>\$ 33,683</u>	<u>\$ 1,020,006</u>	<u>\$ 2,545,107</u>	<u>\$ 592,691</u>	<u>\$ 553,846</u>	<u>\$ 28,795,344</u>	<u>\$ 18,117,801</u>
<u>\$ 2,830,534</u>	<u>\$ 36,339</u>	<u>\$ 186,431</u>	<u>\$ 854,684</u>	<u>\$ 80,614</u>	<u>\$ 169,974</u>	<u>\$ 11,639,615</u>	<u>\$ 1,882,333</u>
11,137	-0-	70,029	66,808	2,058,476	114,611	3,434,607	3,212,231
57,927	(1,231)	(703)	(1,305,692)	(184,251)	150,119	(1,824,680)	8,046,844
-0-	-0-	-0-	235,959	3,728	(90,236)	120,058	189,801
(797,629)	20,448	(60,880)	2,338,249	33,822	(32,490)	1,261,425	(1,575,990)
831,415	8,123	-0-	(913,690)	125,591	(42,204)	241,325	(5,563,388)
<u>102,850</u>	<u>27,340</u>	<u>8,446</u>	<u>421,634</u>	<u>2,037,364</u>	<u>99,800</u>	<u>3,232,735</u>	<u>4,309,298</u>
<u>\$ 2,933,384</u>	<u>\$ 63,679</u>	<u>\$ 194,877</u>	<u>\$ 1,276,318</u>	<u>\$ 2,117,978</u>	<u>\$ 269,774</u>	<u>\$ 14,872,350</u>	<u>\$ 6,191,631</u>
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 991,545	\$ 16,971	\$ 1,024,250	\$ 1,227,985
-0-	-0-	-0-	-0-	-0-	-0-	155,746	51,949
-0-	-0-	-0-	78,998	-0-	-0-	78,998	166,692
-0-	-0-	-0-	(25,237)	-0-	-0-	(25,237)	(4,326,979)
16,747	-0-	72,796	13,972	95,571	20,429	310,049	225,184
-0-	-0-	-0-	-0-	-0-	-0-	12,682	-0-



Nevada's state precious gem stone, the black fire opal, is found at this mine and others near Denio, but virtually no where else in the world. Some of the opal has brilliant red, blue, and green "fire".

Trust & Agency Funds

Trust and Agency Funds account for resources which are held in fiduciary or agency capacity.



Nevada's mines produce much more than gold and silver. At the Premier Magnesite mine, different blends of magnesium oxide await shipment. Industrial minerals such as gypsum, clays, and the aggregate produced at this facility make possible the roads, bridges and construction materials we all need. These minerals are the bedrock of our society.

TRUST AND AGENCY FUNDS

Unemployment Compensation Records the financial activity associated with paying unemployment compensation benefits. (NRS 612.585)

Care of Sites for Radioactive Waste Disposal Accounts for receipts for the care of sites for the disposal of radioactive waste. (NRS 459.231)

Contingency Accounts for funding allocated from the Interim Finance Committee and expended for contingencies as recommended by the Board of Examiners. (NRS 353.266)

Cleaning Up Petroleum Discharges Accounts for fees collected and claims paid because of use, storage or discharge of petroleum. (NRS 590.830)

WICHE Student Loan Accounts for loans and stipends to students for professional and graduate training where such education could not be provided by an institution within the State. (NRS 397.063)

Hospital Care to Indigent Persons Accounts for taxes levied to provide care to indigent persons hospitalized from motor vehicle accidents; and for taxes received and payments to counties for supplemental medical assistance to indigent persons. (NRS 428.175)

Museums and History Dedicated Trust Accounts for private funding such as donations, gifts, and grants used to purchase items of historical interest according to the restrictions specified by the donors. (NRS 381.0031)

Class-Size Reduction Accounts for funding to be used to reduce the pupil-teacher ratio per class in kindergarten through grade 12, with priority given to the earliest grades. (NRS 388.730)

Rural Rehabilitation Trust Accounts for loans for farm projects (NRS 561.405)

Gift Funds Account for gifts and grants received by the Department of Human Resources (NRS 232.355), the Commission for the Preservation of

Wild Horses (NRS 504.450), the Department of Conservation and Natural Resources (NRS 232.070), the Commission on Equal Rights (NRS 233.155), the State Board of Education (NRS 385.095), the State Library and Archives (NRS 378.090) and the Division of State Parks (NRS 407.075).

Aid Program Funds Accounts for three trust activities: Net proceeds of minerals taxes held for special use (NRS 362.172); fees collected from owners of mobile home parks to provide mobile home lot rent assistance to low-income mobile home owners (NRS 118B.215) and the residual activity, including repayments from local governments, of emergency distributions of supplemental city-county relief tax (NRS 354.5988, repealed by Chapter 491, Statutes of Nevada 1991, at page 1452).

Custodial Funds Accounts for three trust activities: Estates escheated to the State in absence of legal heirs and used for educational purposes (NRS 154.140); survivor benefits held in trust for children receiving welfare services (NRS 422.253); personal property held in trust for prisoners pending their release (NRS 209.241) and to benefit destitute offenders (NRS 209.383).

Henry Wood Christmas This fund was established on behalf of the late Henry Wood to provide Christmas gifts to orphans.

Permanent School Accounts for certain property and the proceeds derived from the property, escheated estates, and fines collected under penal laws of the State which are permanent assets of the fund. Earnings on the assets are to be used for education. (State Constitution, Article 11, Section 3)

Public Employees' Retirement Accounts for revenue and expenses according to the regulations of the Public Employee's Retirement System which includes provisions for police officers' and fire fighters' retirement. (NRS 286.220)

Legislators' Retirement Accounts for revenues and expenses according to the regulations of the Legislators' Retirement System. (NRS 218.2375)

Deferred Compensation Accounts for the activity of the deferred compensation plan adopted under the provisions of Internal Revenue Service Code, Section 457, for State employees. (NRS 287.330)

Intergovernmental Accounts for receipts and disbursements made on behalf of local governments. (NRS 353.254)

State Agency Fund for Bonds Accounts for surety bonds or deposits held by the State. (NRS 353.251)

Motor Vehicle Accounts for taxes and fees collected by the Department of Motor Vehicles pending distribution to counties and other funds. (NRS 482.180)

Restitution Trust Accounts for money received from parolees making restitution. (NRS 213.126)

Social Security Revolving Accounts for payments to the Secretary of Treasury of contributions made according to the Social Security Act and State statutes. (NRS 287.200)

Abandoned Property Trust Accounts for personal property received from holders, such as banks and businesses, after it is legally presumed to be abandoned. Cash in excess of \$100,500 at fiscal year-end is credited to the General Fund. (NRS 120A.370)

Local Government Pooled Investment Accounts for receipts and disbursements of cash received from local governments to take advantage of greater interest earnings through pooled investments. (NRS 355.167)

State Payroll Accounts for payroll and payroll deductions such as income tax withholding, insurance deductions, credit union deductions, etc. (NRS 227.130)

STATE OF NEVADA

Combining Balance Sheet Trust and Agency Funds

June 30, 1994 with comparative totals for 1993

	Expendable Trust Funds					
	Unemployment Compensation	Care of Sites for Radioactive Waste Disposal	Contingency	Cleaning Up Petroleum Discharges	WICHE Student Loan	Hospital Care to Indigent Persons
Assets						
<i>Cash and pooled investments:</i>						
Cash with treasurer	\$ -0-	\$ 7,337,990	\$ 6,669,204	\$ 1,839,906	\$ 589,977	\$ 3,010,116
Cash in custody of other officials	240,795,221	-	-	-	-	-
Investments	-	-	-	-	-	-
<i>Receivables:</i>						
Accounts receivable	103,468	-	-	150	-	-
Taxes receivable	-	-	-	24,501	-	-
Accrued interest and dividends	-	-	-	-	-	-
Trades pending settlement	-	-	-	-	-	-
Intergovernmental receivables	-	-	89,600	-	-	561,359
Other receivables	-	-	-	-	-	-
Due from other funds	-	89,262	288,653	50,888	-	69,309
Interfund receivables	-	-	7,338	-	-	-
Inventory	-	-	-	-	-	-
Advances to other funds	-	-	7,317	-	-	-
Notes receivable	-	-	-	-	2,548,869	-
Other assets	-	-	-	-	-	-
Land	-	-	-	-	-	-
Furniture and equipment	-	-	-	-	-	-
Accumulated depreciation	-	-	-	-	-	-
Total assets	\$ 240,898,689	\$ 7,427,252	\$ 7,062,112	\$ 1,915,445	\$ 3,138,846	\$ 3,640,784
Liabilities And Fund Balances						
<i>Liabilities:</i>						
<i>Accounts payable and accruals:</i>						
Accounts payable	\$ -0-	\$ -0-	\$ 2,788	\$ 53,848	\$ -0-	\$ -0-
Accrued payroll and related liabilities	-	-	-	-	-	-
Intergovernmental payables	-	-	-	-	-	141
Trades pending settlement	-	-	-	-	-	-
Due to other funds	-	1,291	222,252	92,831	124,662	-
Deferred revenue	-	-	-	-	-	-
Notes payable	-	-	-	-	-	-
Lease obligations	-	-	-	-	-	-
<i>Other liabilities:</i>						
Deposits	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
Total liabilities	-0-	1,291	225,040	146,679	124,662	141
<i>Fund balances:</i>						
<i>Reserved:</i>						
Encumbrances and contracts	-	3,343	-	-	-	-
Inventory	-	-	-	-	-	-
Advances	-	-	7,317	-	-	-
Other	-	-	975,600	-	2,548,869	-
<i>Unreserved:</i>						
<i>Designated:</i>						
Principal preservation	-	-	-	-	-	-
Museum projects	-	-	-	-	-	-
Undesignated	240,898,689	7,422,618	5,854,155	1,768,766	465,315	3,640,643
Total fund balances	240,898,689	7,425,961	6,837,072	1,768,766	3,014,184	3,640,643
Total liabilities and fund balances	\$ 240,898,689	\$ 7,427,252	\$ 7,062,112	\$ 1,915,445	\$ 3,138,846	\$ 3,640,784

Expendable Trust Funds						Nonexpendable Trust Funds	
Museums and History Dedicated Trust	Class-Size Reduction	Rural Rehabilitation Trust	Gift Funds	Aid Program Funds	Custodial Funds	Henry Wood Christmas	Permanent School
\$ -0	\$ 7,168,477	\$ 60,639	\$ 2,218,790	\$ 670,428	\$ 2,258,483	\$ 51,180	\$ 4,149,188
84,884	-0	-0	-0	-0	76,665	-0	-0
1,170,176	-0	-0	11,500	-0	-0	-0	45,385,806
21,326	-0	-0	339	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	1,390	848,080
-0	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	143,500	73,287	-0	288,755
-0	-0	-0	1,579	-0	35,642	-0	-0
-0	497,916	-0	81,298	10,897	170,025	-0	54,110
-0	-0	-0	-0	-0	-0	-0	-0
245,757	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	-0
-0	-0	179,847	-0	-0	-0	-0	120
-0	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	2,977
-0	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	-0
<u>\$ 1,522,143</u>	<u>\$ 7,666,393</u>	<u>\$ 240,486</u>	<u>\$ 2,313,506</u>	<u>\$ 1,024,825</u>	<u>\$ 2,614,102</u>	<u>\$ 52,570</u>	<u>\$ 50,729,036</u>
\$ 32,284	\$ -0	\$ -0	\$ 134,255	\$ 693	\$ 100,530	\$ -0	\$ -0
-0	-0	-0	2,058	2,826	-0	-0	-0
-0	-0	-0	1,787	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	-0
40,468	-0	-0	80,039	28,242	377,777	-0	835,386
131,875	-0	3,195	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	1,403,624	-0	-0
<u>204,627</u>	<u>-0</u>	<u>3,195</u>	<u>218,139</u>	<u>31,761</u>	<u>1,881,931</u>	<u>-0</u>	<u>835,386</u>
-0	-0	-0	-0	-0	8,529	-0	-0
245,757	-0	-0	-0	-0	-0	-0	-0
-0	-0	-0	-0	-0	-0	-0	-0
42,974	-0	179,847	-0	643,500	-0	30,000	-0
-0	-0	-0	900,000	-0	-0	-0	-0
185,517	-0	-0	-0	-0	-0	-0	-0
843,268	7,666,393	57,444	1,195,367	349,564	723,642	22,570	49,893,650
<u>1,317,516</u>	<u>7,666,393</u>	<u>237,291</u>	<u>2,095,367</u>	<u>993,064</u>	<u>732,171</u>	<u>52,570</u>	<u>49,893,650</u>
<u>1,522,143</u>	<u>\$ 7,666,393</u>	<u>\$ 240,486</u>	<u>\$ 2,313,506</u>	<u>\$ 1,024,825</u>	<u>\$ 2,614,102</u>	<u>\$ 52,570</u>	<u>\$ 50,729,036</u>

Combining Balance Sheet
Trust and Agency Funds

June 30, 1994 with comparative totals for 1993

	Pension Trust Funds		Agency Funds			
	Public Employees' Retirement	Legislators' Retirement	Deferred Compensation	Inter-governmental	State Agency Fund for Bonds	Motor Vehicle
Assets						
Cash and pooled investments:						
Cash with treasurer	\$ -0-	\$ -0-	\$ -0-	\$ 6,634,321	\$ 11,912,462	\$ 28,924,725
Cash in custody of other officials	3,132,185	-0-	211,627	-0-	110,471,980	2,467,769
Investments	5,223,747,660	2,298,997	77,426,073	-0-	25,738,000	-0-
Receivables:						
Accounts receivable	-0-	-0-	-0-	-0-	-0-	-0-
Taxes receivable	-0-	-0-	-0-	-0-	-0-	-0-
Accrued interest and dividends	33,825,604	10,025	-0-	-0-	-0-	-0-
Trades pending settlement	-0-	1,124	-0-	-0-	-0-	-0-
Intergovernmental receivables	22,919,006	-0-	-0-	-0-	-0-	-0-
Other receivables	-0-	-0-	392,957	-0-	-0-	369,449
Due from other funds	6,749,022	-0-	-0-	72,436,084	211,894	38,144
Interfund receivables	-0-	-0-	-0-	-0-	-0-	-0-
Inventory	-0-	-0-	-0-	-0-	-0-	-0-
Advances to other funds	-0-	-0-	-0-	-0-	-0-	-0-
Notes receivable	-0-	-0-	-0-	-0-	-0-	-0-
Other assets	720,741	-0-	-0-	-0-	-0-	-0-
Land	-0-	-0-	-0-	-0-	-0-	-0-
Furniture and equipment	1,147,613	-0-	-0-	-0-	-0-	-0-
Accumulated depreciation	(856,811)	-0-	-0-	-0-	-0-	-0-
Total Assets	\$ 5,291,385,020	\$ 2,310,146	\$ 78,030,657	\$ 79,070,405	\$ 148,334,336	\$ 31,800,087
Liabilities And Fund Balances						
Liabilities:						
Accounts payable and accruals:						
Accounts payable	\$ 3,621,191	\$ 9,317	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Accrued payroll and related liabilities	-0-	-0-	-0-	-0-	-0-	-0-
Intergovernmental payables	-0-	-0-	-0-	75,346,228	-0-	14,184,692
Trades pending settlement	15,310,923	-0-	-0-	-0-	-0-	-0-
Due to other funds	10,874	-0-	-0-	3,632,190	18,043	14,276,593
Deferred revenue	-0-	-0-	-0-	-0-	-0-	-0-
Notes payable	6,749,039	-0-	-0-	-0-	-0-	-0-
Lease obligations	-0-	-0-	-0-	-0-	-0-	-0-
Other liabilities:						
Deposits	-0-	-0-	-0-	-0-	148,298,880	3,317,715
Other liabilities	4,456,173	-0-	78,030,657	91,987	17,413	21,087
Total liabilities	30,148,200	9,317	78,030,657	79,070,405	148,334,336	31,800,087
Fund balances:						
Reserved:						
Encumbrances and contracts	-0-	-0-	-0-	-0-	-0-	-0-
Inventory	-0-	-0-	-0-	-0-	-0-	-0-
Advances	-0-	-0-	-0-	-0-	-0-	-0-
Other	5,261,236,820	2,300,829	-0-	-0-	-0-	-0-
Unreserved:						
Designated:						
Principal preservation	-0-	-0-	-0-	-0-	-0-	-0-
Museum projects	-0-	-0-	-0-	-0-	-0-	-0-
Undesignated	-0-	-0-	-0-	-0-	-0-	-0-
Total fund balances	5,261,236,820	2,300,829	-0-	-0-	-0-	-0-
Total liabilities and fund balances	\$ 5,291,385,020	\$ 2,310,146	\$ 78,030,657	\$ 79,070,405	\$ 148,334,336	\$ 31,800,087

Agency Funds					Total all Funds	
Restitution Trust	Social Security Revolving	Abandoned Property Trust	Local Gov't Pooled Investment	State Payroll	1994	1993
\$ 549,722	\$ 472	\$ 5,017,490	\$ 654	\$ 5,147,372	\$ 94,411,596	\$ 88,035,140
-0-	-0-	-0-	-0-	-0-	357,240,331	332,257,365
-0-	-0-	-0-	285,519,816	-0-	5,661,298,028	5,126,840,684
-0-	-0-	-0-	-0-	-0-	125,283	58,525
-0-	-0-	-0-	-0-	-0-	24,501	11,863
-0-	-0-	-0-	2,428,764	-0-	37,113,863	34,037,502
-0-	-0-	-0-	-0-	-0-	1,124	6,037,720
-0-	-0-	-0-	-0-	2,764	24,078,271	25,358,122
-0-	-0-	-0-	-0-	103	799,730	314,576
-0-	-0-	-0-	-0-	260,163	81,007,665	76,056,607
-0-	-0-	-0-	-0-	-0-	7,338	3,669
-0-	-0-	-0-	-0-	-0-	245,757	213,748
-0-	-0-	-0-	-0-	-0-	7,317	10,986
-0-	-0-	-0-	-0-	-0-	2,728,836	2,870,552
-0-	-0-	451,630	-0-	619,041	1,791,412	2,324,045
-0-	-0-	-0-	-0-	-0-	2,977	2,977
-0-	-0-	-0-	-0-	-0-	1,147,613	1,015,454
-0-	-0-	-0-	-0-	-0-	(856,811)	(798,980)
<u>\$ 549,722</u>	<u>\$ 472</u>	<u>\$ 5,469,120</u>	<u>\$ 287,949,234</u>	<u>\$ 6,029,443</u>	<u>\$ 6,261,174,831</u>	<u>\$ 5,694,648,355</u>
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 3,954,906	\$ 4,824,703
-0-	-0-	-0-	-0-	964,994	969,878	6,580
-0-	472	-0-	287,943,393	139	377,476,852	349,000,482
-0-	-0-	-0-	-0-	-0-	15,310,923	40,545
535	-0-	4,783,499	5,841	5,019,731	29,550,254	30,241,817
-0-	-0-	-0-	-0-	-0-	135,070	28,635
-0-	-0-	-0-	-0-	-0-	6,749,039	6,749,254
-0-	-0-	-0-	-0-	-0-	-0-	90,848
-0-	-0-	-0-	-0-	-0-	151,616,595	141,320,172
549,187	-0-	685,621	-0-	44,579	85,300,328	74,659,052
<u>549,722</u>	<u>472</u>	<u>5,469,120</u>	<u>287,949,234</u>	<u>6,029,443</u>	<u>671,063,845</u>	<u>606,962,088</u>
-0-	-0-	-0-	-0-	-0-	11,872	4,642
-0-	-0-	-0-	-0-	-0-	245,757	213,748
-0-	-0-	-0-	-0-	-0-	7,317	10,986
-0-	-0-	-0-	-0-	-0-	5,267,958,439	4,829,320,038
-0-	-0-	-0-	-0-	-0-	900,000	900,000
-0-	-0-	-0-	-0-	-0-	185,517	304,394
-0-	-0-	-0-	-0-	-0-	320,802,084	256,932,459
<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>5,590,110,986</u>	<u>5,087,686,267</u>
<u>\$ 549,722</u>	<u>\$ 472</u>	<u>\$ 5,469,120</u>	<u>\$ 287,949,234</u>	<u>\$ 6,029,443</u>	<u>\$ 6,261,174,831</u>	<u>\$ 5,694,648,355</u>

STATE OF NEVADA

Combining Statement of Revenues, Expenditures and Changes in Fund Balances Expendable Trust Funds

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	Unemployment Compensation	Care of Sites for Radioactive Waste Disposal	Contingency	Cleaning Up Petroleum Discharges	WICHE Student Loan	Hospital Care to Indigent Persons
Revenues						
Intergovernmental	\$ 38,157,192	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 261,617
Taxes	134,602,172	-0-	-0-	6,990,950	-0-	6,450,715
Licenses, fees and permits	-0-	100,809	-0-	242,682	-0-	-0-
Sales and charges for services	-0-	1,500	-0-	-0-	-0-	-0-
Interest, investment gain	16,189,754	347,965	-0-	110,194	137,021	206,502
<i>Other:</i>						
Donations	-0-	-0-	-0-	-0-	-0-	-0-
Fines	-0-	-0-	-0-	-0-	1,228	-0-
Other	-0-	-0-	-0-	-0-	37,425	-0-
Total revenues	188,949,118	450,074	-0-	7,343,826	175,674	6,918,834
Expenditures						
<i>Current:</i>						
General government	-0-	-0-	39,388	-0-	-0-	-0-
Health and social services	167,228,331	53,493	-0-	-0-	-0-	3,759,130
Education and support services	-0-	-0-	-0-	-0-	678,722	-0-
Law, justice and public safety	-0-	-0-	-0-	-0-	-0-	-0-
Regulation of business	-0-	-0-	-0-	-0-	-0-	-0-
Recreation and resource development	-0-	-0-	-0-	8,879,566	-0-	-0-
Intergovernmental	4,805,039	-0-	-0-	-0-	-0-	2,535,385
Total expenditures	172,033,370	53,493	39,388	8,879,566	678,722	6,294,515
Excess (deficiency) of revenues over expenditures	16,915,748	396,581	(39,388)	(1,535,740)	(503,048)	624,319
Other Financing Sources (Uses)						
Operating transfers in	-0-	-0-	-0-	-0-	181,267	-0-
Operating transfers out	-0-	(260,818)	(1,228,295)	(295,227)	-0-	(1,500)
Transfer to component unit	-0-	-0-	-0-	-0-	-0-	-0-
Total other financing sources (uses)	-0-	(260,818)	(1,228,295)	(295,227)	181,267	(1,500)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	16,915,748	135,763	(1,267,683)	(1,830,967)	(321,781)	622,819
Fund balances, July 1	223,982,941	7,290,198	8,104,755	3,599,733	3,335,965	3,017,824
Residual equity transfers	-0-	-0-	-0-	-0-	-0-	-0-
Fund balances, June 30	\$ 240,898,689	\$ 7,425,961	\$ 6,837,072	\$ 1,768,766	\$ 3,014,184	\$ 3,640,643

Exhibit G-2

Museums and History Dedicated Trust	Class-Size Reduction	Rural Rehabilitation Trust	Gift Funds	Aid Program Funds	Custodial Funds	Total All Funds	
						1994	1993
\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ 38,418,809	\$ 65,950,000
-0-	-0-	-0-	634,031	-0-	-0-	148,677,868	114,077,662
-0-	-0-	150	-0-	345,093	-0-	688,534	1,864,946
525,658	-0-	-0-	-0-	-0-	-0-	527,158	546,912
102,443	853,675	9,988	94,373	46,768	95,783	18,194,466	19,813,832
249,975	-0-	-0-	133,401	-0-	-0-	383,376	1,927,427
-0-	-0-	-0-	-0-	-0-	-0-	1,228	985
-0-	-0-	-0-	-0-	-0-	1,301,536	1,338,961	648,442
878,076	853,675	10,138	861,805	391,861	1,397,319	208,230,400	204,830,206
-0-	-0-	-0-	-0-	-0-	-0-	39,388	18,948
-0-	-0-	-0-	680,069	-0-	1,223,934	172,944,957	221,148,216
1,033,050	-0-	-0-	39,549	-0-	-0-	1,751,321	1,649,869
-0-	-0-	-0-	-0-	-0-	137,080	137,080	92,934
-0-	-0-	-0-	-0-	327,856	-0-	327,856	44,343
-0-	-0-	326	91,149	-0-	-0-	8,971,041	8,641,650
-0-	35,528,258	-0-	-0-	73,684	-0-	42,942,366	36,141,661
1,033,050	35,528,258	326	810,767	401,540	1,361,014	227,114,009	267,737,621
(154,974)	(34,674,583)	9,812	51,038	(9,679)	36,305	(18,883,609)	(62,907,415)
-0-	35,974,662	-0-	-0-	-0-	335,923	36,491,852	26,286,369
-0-	-0-	(2,844)	(4,938)	(9,592)	(198,383)	(2,001,597)	(3,187,751)
-0-	(130,680)	-0-	-0-	-0-	-0-	(130,680)	-0-
-0-	35,843,982	(2,844)	(4,938)	(9,592)	137,540	34,359,575	23,098,618
(154,974)	1,169,399	6,968	46,100	(19,271)	173,845	15,475,966	(39,808,797)
1,472,490	6,496,994	230,323	2,049,267	1,904,665	558,326	262,043,481	303,189,685
-0-	-0-	-0-	-0-	(892,330)	-0-	(892,330)	(1,337,407)
\$ 1,317,516	\$ 7,666,393	\$ 237,291	\$ 2,095,367	\$ 993,064	\$ 732,171	\$ 278,627,117	\$ 262,043,481

STATE OF NEVADA

**Combining Statement of Revenues, Expenses and Changes in Fund Balances
Nonexpendable Trust Funds**

Exhibit G-3

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	<u>Henry Wood Christmas</u>	<u>Permanent School</u>	<u>Total All Funds</u>	
			<u>1994</u>	<u>1993</u>
Operating Revenues				
Interest, dividends	\$ 1,390	\$ 3,279,838	\$ 3,281,228	\$ 3,247,374
<i>Other:</i>				
Fines	-0-	3,101,691	3,101,691	2,567,553
Land sales/miscellaneous	-0-	290,492	290,492	238,922
Total operating revenues	<u>1,390</u>	<u>6,672,021</u>	<u>6,673,411</u>	<u>6,073,849</u>
Operating Transfers				
Operating transfers in	2,540	95,830	98,370	87,365
Operating transfers out	-0-	(3,279,837)	(3,279,837)	(3,245,590)
Net operating transfers	<u>2,540</u>	<u>(3,184,007)</u>	<u>(3,181,467)</u>	<u>(3,158,225)</u>
Net income	3,930	3,488,014	3,491,944	2,915,624
Fund balances, July 1	<u>48,640</u>	<u>46,405,636</u>	<u>46,454,276</u>	<u>43,538,652</u>
Fund balances, June 30	<u>\$ 52,570</u>	<u>\$ 49,893,650</u>	<u>\$ 49,946,220</u>	<u>\$ 46,454,276</u>

STATE OF NEVADA

**Combining Statement of Cash Flows
Nonexpendable Trust Funds**

Exhibit G4

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	<u>Henry Wood Christmas</u>	<u>Permanent School</u>	<u>Total All Funds</u>	
			<u>1994</u>	<u>1993</u>
Cash flows from operating activities				
Cash received from other governments	\$ -0-	\$ 3,304,321	\$ 3,304,321	\$ 2,828,621
Cash paid to beneficiaries	-0-	-0-	-0-	(80,460)
Net cash provided by operating activities	<u>-0-</u>	<u>3,304,321</u>	<u>3,304,321</u>	<u>2,748,161</u>
Cash flows from noncapital financing activities				
Operating/equity transfers in	-0-	100,414	100,414	155,246
Operating/equity transfers out	-0-	(3,253,242)	(3,253,242)	(8,262,958)
Net cash used for noncapital financing activities	<u>-0-</u>	<u>(3,152,828)</u>	<u>(3,152,828)</u>	<u>(8,107,712)</u>
Cash flows from investing activities				
Proceeds from sale of investments	-0-	-0-	-0-	6,042,117
Purchase of investments	-0-	(1,506,563)	(1,506,563)	(12,112,966)
Interest/dividends on investments	1,783	3,215,754	3,217,537	3,148,433
Net cash provided by (used for) investing activities	<u>1,783</u>	<u>1,709,191</u>	<u>1,710,974</u>	<u>(2,922,416)</u>
Net increase (decrease) in cash	<u>1,783</u>	<u>1,860,684</u>	<u>1,862,467</u>	<u>(8,281,967)</u>
Cash and cash equivalents, July 1	<u>49,397</u>	<u>2,288,504</u>	<u>2,337,901</u>	<u>10,619,868</u>
Cash and cash equivalents, June 30	<u>\$ 51,180</u>	<u>\$ 4,149,188</u>	<u>\$ 4,200,368</u>	<u>\$ 2,337,901</u>
Reconciliation of operating income to net cash provided by (used for) operating activities				
Operating income	\$ 1,390	\$ 6,672,021	\$ 6,673,411	\$ 6,073,849
Adjustments to reconcile operating income to net cash provided by (used for) operating activities				
Decrease in accrued receivables and accrued revenue	-0-	(87,862)	(87,862)	69,462
Increase (decrease) in accrued payables	-0-	-0-	-0-	(147,777)
Operating interest	(1,390)	(3,279,838)	(3,281,228)	(3,247,373)
Total adjustments	<u>(1,390)</u>	<u>(3,367,700)</u>	<u>(3,369,090)</u>	<u>(3,325,688)</u>
Net cash provided by (used for) operating activities	<u>\$ -0-</u>	<u>\$ 3,304,321</u>	<u>\$ 3,304,321</u>	<u>\$ 2,748,161</u>

STATE OF NEVADA

Combining Statement of Revenues, Expenses and Changes in Fund Balances Pension Trust Funds

Exhibit G-5

For the Fiscal Year Ended June 30, 1994 with comparative totals for 1993

	Public Employees' Retirement	Legislators' Retirement	Total All Funds	
			1994	1993
Operating Revenues				
Retirement contributions	\$ 395,732,605	\$ 4,693	\$ 395,737,298	\$ 383,518,120
Interest, dividends	272,932,198	164,465	273,096,663	206,830,656
Investment gains	51,320,273	-0-	51,320,273	119,198,707
Other	2,268,962	-0-	2,268,962	1,734,877
Total operating revenues	722,254,038	169,158	722,423,196	711,282,360
Operating Expenses				
Benefit payments	218,186,607	308,296	218,494,903	184,855,098
Investment expense	9,300,095	-0-	9,300,095	8,973,756
Depreciation	57,830	-0-	57,830	42,345
Refunds	7,804,697	8,190	7,812,887	6,835,674
Administrative expense	2,382,614	1,767	2,384,381	2,460,772
Investment Losses	-0-	23,961	23,961	-0-
Total operating expenses	237,731,843	342,214	238,074,057	203,167,645
Net income (loss)	484,522,195	(173,056)	484,349,139	508,114,715
Fund balances, July 1	4,776,714,625	2,473,885	4,779,188,510	4,271,073,795
Fund balances, June 30	\$ 5,261,236,820	\$ 2,300,829	\$ 5,263,537,649	\$ 4,779,188,510

STATE OF NEVADA

**Combining Statement of Changes in Assets and Liabilities
Agency Funds**

For the Fiscal Year Ended June 30, 1994

Exhibit G-6
Page 1 of 2

	Balance July 1, 1993	Additions	Deletions	Balance June 30, 1994
Deferred Compensation				
Assets				
Cash in custody of other officials	\$ 305,366	\$ 5,962	\$ 99,701	\$ 211,627
Investments	65,663,844	14,359,820	2,597,591	77,426,073
Other receivables	1,990	392,967	1,990	392,957
Total assets	\$ 65,971,200	\$ 14,758,739	\$ 2,699,282	\$ 78,030,657
Liabilities				
Other liabilities	\$ 65,971,200	\$ 14,758,739	\$ 2,699,282	\$ 78,030,657
Intergovernmental				
Assets				
Cash with treasurer	\$ 7,050,040	\$ 899,649,535	\$ 900,065,254	\$ 6,634,321
Intergovernmental receivables	153	-	153	-
Due from other funds	63,471,754	72,436,084	63,471,754	72,436,084
Total assets	\$ 70,521,947	\$ 972,085,619	\$ 963,537,161	\$ 79,070,405
Liabilities				
Intergovernmental payables	\$ 66,545,792	\$ 865,777,650	\$ 856,977,214	\$ 75,346,228
Due to other funds	3,938,813	42,188,482	42,495,105	3,632,190
Other liabilities	37,342	702,226	647,581	91,987
Total liabilities	\$ 70,521,947	\$ 908,668,358	\$ 900,119,900	\$ 79,070,405
State Agency Fund for Bonds				
Assets				
Cash with treasurer	\$ 9,664,476	\$ 4,603,975	\$ 2,355,989	\$ 11,912,462
Cash in custody of other officials	106,080,460	25,118,413	20,726,893	110,471,980
Investments	21,668,000	5,525,000	1,455,000	25,738,000
Due from other funds	226,224	211,894	226,224	211,894
Total assets	\$ 137,639,160	\$ 35,459,282	\$ 24,764,106	\$ 148,334,336
Liabilities				
Due to other funds	\$ 8,722	\$ 286,113	\$ 276,792	\$ 18,043
Deposits	137,614,499	34,819,062	24,134,681	148,298,880
Other liabilities	15,939	2,869	1,395	17,413
Total liabilities	\$ 137,639,160	\$ 35,108,044	\$ 24,412,868	\$ 148,334,336
Motor Vehicle				
Assets				
Cash with treasurer	\$ 27,893,318	\$ 273,286,709	\$ 272,255,302	\$ 28,924,725
Cash in custody of other officials	2,516,551	125,180	173,962	2,467,769
Other receivables	272,298	1,679,474	1,582,323	369,449
Due from other funds	8,141	38,144	8,141	38,144
Total assets	\$ 30,690,308	\$ 275,129,507	\$ 274,019,728	\$ 31,800,087
Liabilities				
Intergovernmental payables	\$ 12,995,739	\$ 100,219,158	\$ 99,030,205	\$ 14,184,692
Due to other funds	13,972,709	170,731,031	170,427,147	14,276,593
Deposits	3,705,673	213,555	601,513	3,317,715
Other liabilities	16,187	2,341,349	2,336,449	21,087
Total liabilities	\$ 30,690,308	\$ 273,505,093	\$ 272,395,314	\$ 31,800,087
Restitution Trust				
Assets				
Cash with treasurer	\$ 420,293	\$ 536,631	\$ 407,202	\$ 549,722
Liabilities				
Due to other funds	\$ 7,093	\$ 23,755	\$ 30,313	\$ 535
Other liabilities	413,200	506,463	370,476	549,187
Total liabilities	\$ 420,293	\$ 530,218	\$ 400,789	\$ 549,722

STATE OF NEVADA

Combining Statement of Changes in Assets and Liabilities Agency Funds

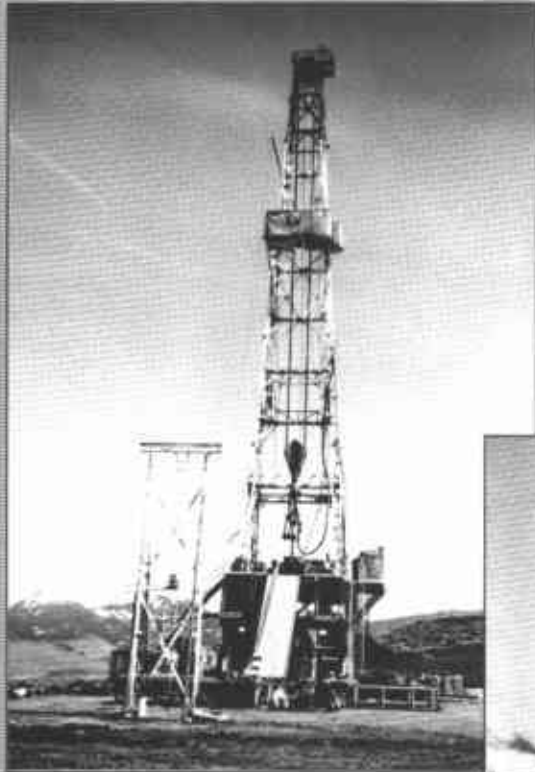
Exhibit G-6
Page 2 of 2

For the Fiscal Year Ended June 30, 1994

	Balance July 1, 1993	Additions	Deletions	Balance June 30, 1994
Social Security Revolving				
Assets				
Cash with treasurer	\$ 472	\$ -0-	\$ -0-	\$ 472
Liabilities				
Intergovernmental payables	\$ 472	\$ -0-	\$ -0-	\$ 472
Abandoned Property Trust				
Assets				
Cash with treasurer	\$ 4,457,449	\$ 6,825,262	\$ 6,265,221	\$ 5,017,490
Other assets	1,328,671	-0-	877,041	451,630
Total assets	\$ 5,786,120	\$ 6,825,262	\$ 7,142,262	\$ 5,469,120
Liabilities				
Due to other funds	\$ 3,692,417	\$ 5,035,424	\$ 3,944,342	\$ 4,783,499
Other liabilities	2,093,703	6,562,202	7,970,284	685,621
Total liabilities	\$ 5,786,120	\$ 11,597,626	\$ 11,914,626	\$ 5,469,120
Local Government Pooled Investment				
Assets				
Cash with treasurer	\$ 320	\$ 6,128,980,678	\$ 6,128,980,344	\$ 654
Investments	267,782,828	5,579,332,264	5,561,595,276	285,519,816
Accrued interest	1,653,615	2,428,764	1,653,615	2,428,764
Total assets	\$ 269,436,763	\$ 11,710,741,706	\$ 11,692,229,235	\$ 287,949,234
Liabilities				
Intergovernmental payables	\$ 269,432,067	\$ 568,380,123	\$ 549,868,797	\$ 287,943,393
Due to other funds	4,696	5,841	4,696	5,841
Total liabilities	\$ 269,436,763	\$ 568,385,964	\$ 549,873,493	\$ 287,949,234
State Payroll				
Assets				
Cash with treasurer	\$ 4,117,788	\$ 418,224,706	\$ 417,195,122	\$ 5,147,372
Intergovernmental receivables	495	2,849	580	2,764
Other receivables	428	188	513	103
Due from other funds	15,181	417,154,244	416,909,262	260,163
Other assets	542,078	619,041	542,078	619,041
Total assets	\$ 4,675,970	\$ 836,001,028	\$ 834,647,555	\$ 6,029,443
Liabilities				
Accrued payroll and related liabilities	\$ 50	\$ 239,883,966	\$ 238,919,022	\$ 964,994
Intergovernmental payable	17,049	139	17,049	139
Due to other funds	4,635,269	108,645,774	108,261,312	5,019,731
Other liabilities	23,602	68,746,729	68,725,752	44,579
Total liabilities	\$ 4,675,970	\$ 417,276,608	\$ 415,923,135	\$ 6,029,443
Totals - All Agency Funds				
Assets				
Cash with treasurer	\$ 53,604,156	\$ 7,732,107,496	\$ 7,727,524,434	\$ 58,187,218
Cash in custody of other officials	108,902,377	25,249,555	21,000,556	113,151,376
Investments	355,114,672	5,599,217,084	5,565,647,867	388,683,889
Accrued interest	1,653,615	2,428,764	1,653,615	2,428,764
Intergovernmental receivables	648	2,849	733	2,764
Other receivables	274,716	2,072,619	1,584,826	762,509
Due from other funds	63,721,300	489,840,366	480,615,381	72,946,285
Other assets	1,870,749	619,041	1,419,119	1,070,671
Total assets	\$ 585,142,233	\$ 13,851,537,774	\$ 13,799,446,531	\$ 637,233,476
Liabilities				
Accrued payroll	\$ 50	\$ 239,883,966	\$ 238,919,022	\$ 964,994
Intergovernmental payables	348,991,119	1,534,377,070	1,505,893,265	377,474,924
Due to other funds	26,259,719	326,916,420	325,439,707	27,736,432
Deposits	141,320,172	35,032,617	24,736,194	151,616,595
Other liabilities	68,571,173	93,620,577	82,751,219	79,440,531
Total liabilities	\$ 585,142,233	\$ 2,229,830,650	\$ 2,177,739,407	\$ 637,233,476

General Fixed Asset Account Group

General Fixed Asset Account Group records fixed assets acquired or constructed for general government purposes.



Nevada's oil industry produced nearly 2 million barrels from 65 wells in 1993. Many oil experts feel that Nevada has excellent potential for additional discoveries and production. All of Nevada's oil production comes from Railroad Valley, about halfway between Tonopah and Ely and from Pine Valley, between Carlin and Eureka.

STATE OF NEVADA

Schedule of General Fixed Assets - By Sources

Exhibit H-1

June 30, 1994

General Fixed Assets

Land	\$ 77,722,423
Buildings	315,913,648
Improvements other than buildings	42,845,002
Furniture and equipment	154,359,349
Construction in progress	<u>186,605,718</u>
Total General Fixed Assets	<u>\$ 777,446,140</u>

Investments in General Fixed Assets From

General obligation bonds	\$ 305,383,902
Federal grants	38,308,465
General fund revenues	269,057,896
Special revenue fund revenues	148,923,534
Gifts	<u>15,772,343</u>
Total Investment in General Fixed Assets	<u>\$ 777,446,140</u>

STATE OF NEVADA

Schedule of General Fixed Assets - By Function

Exhibit H-2

June 30, 1994

Function	Land	Buildings	Improvements Other Than Buildings	Equipment	Total
General government	\$ 10,406,649	\$ 45,514,872	\$ 584,485	\$ 7,014,865	\$ 63,520,871
Education, support services	963,059	8,406,302	16,398	3,344,503	12,730,262
Health, social services	2,453,691	43,438,308	2,747,788	15,006,845	63,646,632
Law, justice, public safety	1,331,828	181,519,333	7,885,873	35,088,589	225,825,623
Recreation, resource development	62,158,311	9,551,679	31,270,150	18,516,111	121,496,251
Transportation	393,885	27,483,154	340,308	70,781,945	98,999,292
Regulation of business	15,000	-0-	-0-	4,606,491	4,621,491
Total General Fixed Assets Allocated to Function	\$ 77,722,423	\$ 315,913,648	\$ 42,845,002	\$ 154,359,349	590,840,422
Construction in progress					186,605,718
Total General Fixed Assets					\$ 777,446,140

Schedule of Changes in General Fixed Assets - By Function

Exhibit H-3

For the Fiscal Year Ended June 30, 1994

Function	General Fixed Assets June 30, 1993	Additions*	Deductions*	General Fixed Assets June 30, 1994
General government	\$ 64,277,490	\$ 851,319	\$ 1,607,938	\$ 63,520,871
Education, support services	13,184,101	177,263	631,102	12,730,262
Health, social services	67,475,670	1,984,679	5,813,717	63,646,632
Law, justice, public safety	224,863,276	8,869,592	7,907,245	225,825,623
Recreation, resource development	119,760,014	5,195,010	3,458,773	121,496,251
Transportation	100,253,511	5,302,992	6,557,211	98,999,292
Regulation of business	6,240,281	274,099	1,892,889	4,621,491
Construction in progress	146,846,665	46,602,761	6,843,708	186,605,718
Total General Fixed Assets	\$ 742,901,008	\$ 69,257,715	\$ 34,712,583	\$ 777,446,140

*Additions and deductions columns include \$2,453,669 in fixed assets that were transferred among functions during the year.



The abandoned mines program has distributed thousands of brochures explaining some of the dangers in and around old mines. Falling, rotten ladders, and old explosives are a few of the potential hazards.

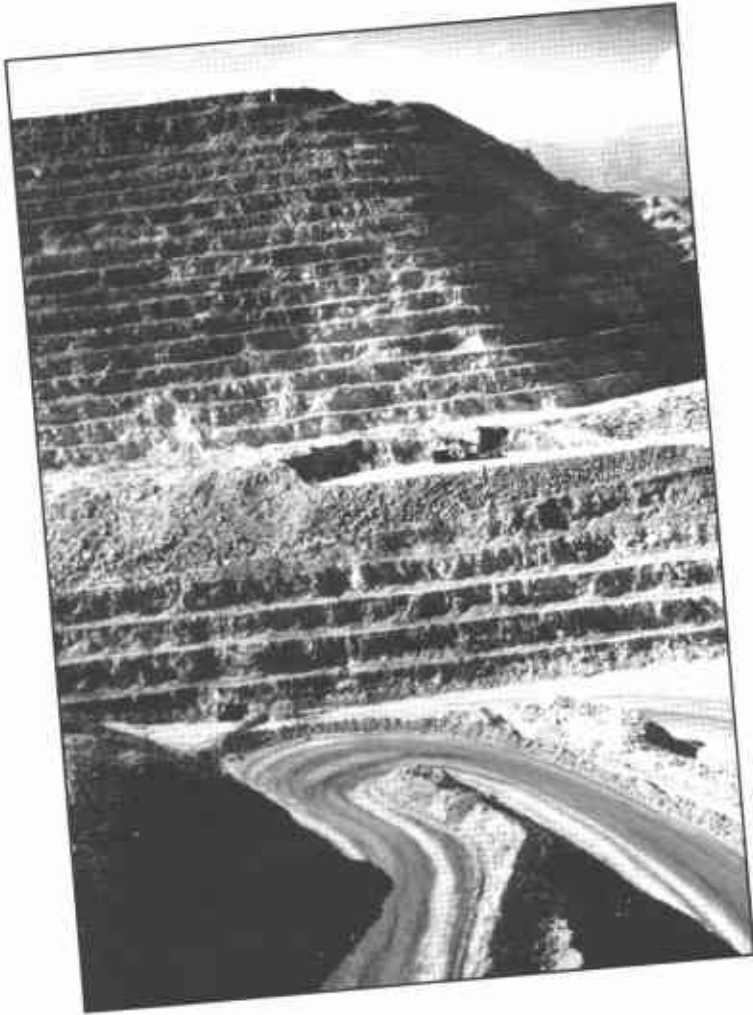
Budgetary Schedules

These Budgetary schedules demonstrate compliance with the legally adopted budget (NON-GAAP basis).



A flow test is conducted at the geothermal facility at Steamboat, just south of Reno. Other uses of geothermal heat include onion and garlic processing, aquaculture, and direct home heating. Some mines even use geothermal fluids to pre-heat their process solutions.

Nevada currently has 12 commercial geothermal electrical generation facilities with a combined capacity of approximately 200 megawatts. The largest plant is in Dixie Valley.



Most of Nevada's mines use the open pit method. Large equipment and efficient materials handling makes this type of mining economical.

DEFINITIONS

Resources on a budgetary basis consist of Beginning Budget Balances, Appropriations and Other Authorizations.

Appropriations represent the authority to spend the revenues of the General Fund or Highway Fund that are not otherwise restricted to expenditure in a particular budget account. Appropriations to other funds are shown as transfers.

Other Authorizations represent the budgeted amount of money which must be accounted for and expended from the listed budget account.

Total Authority represents the sum of planned resources. In the operating budget accounts, it is also the limit on expenditures.

Expenditures and Transfers represent the actual amount of expenditures and transfers which occurred during the fiscal year.

Unrealized Authority represents the difference between the actual and budgeted resources.

Lapsed Spending Authority represents amounts which are either reverted to the fund of origin or become available for re-appropriation within the fund where the budget account is reported.

STATE OF NEVADA

Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
 All General Fund Budgets (Expressed in thousands)

Exhibit I-1
 Page 1 of 7

For the Fiscal Year Ended June 30, 1994

Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forward to New Year
GENERAL FUND UNRESTRICTED	\$ 77,871	\$ (1,019,115)	\$ 1,011,537	\$ 70,293	\$ -0-	\$ (61,547)	\$ (15,713)	\$ 147,553
CONSTITUTIONAL AGENCIES								
<i>Executive Branch</i>								
Attorney General Admin Acct	8	5,854	5,004	10,866	10,366	38	378	84
Commission for Women	3	-0-	12	15	2	4	-0-	9
Controller	-0-	1,914	-0-	1,914	1,844	-0-	70	-0-
Crime Prevention	-0-	85	1	86	77	-0-	9	-0-
Ethics Commission	-0-	84	-0-	84	70	-0-	14	-0-
Extradition Clerk	-0-	780	55	835	822	10	3	-0-
Governor's Mansion	-0-	171	-0-	171	149	22	-0-	-0-
Governor's Office	-0-	1,185	13	1,198	1,136	-0-	62	-0-
Investigations & Enforcements	121	-0-	600	721	64	77	-0-	580
Lieutenant Governor	-0-	229	-0-	229	212	-0-	17	-0-
Secretary of State	-0-	1,706	640	2,346	2,295	-0-	51	-0-
Securities Division	-0-	1,073	6	1,079	922	-0-	157	-0-
SIIS Fraud	-0-	-0-	1,630	1,630	1,451	6	173	-0-
Special Fund	-0-	100	151	251	159	55	24	13
Special Services-Sec of State	1,639	-0-	1,500	3,139	632	35	-0-	2,472
State Treasurer	-0-	553	300	853	818	5	30	-0-
Technology Advisor	-0-	-0-	209	209	-0-	159	-0-	50
Washington Office	-0-	-0-	219	219	219	-0-	-0-	-0-
<i>Judicial Branch</i>								
Admin Office of the Courts	142	-0-	757	899	661	69	-0-	169
Board of Pardons	-0-	13	-0-	13	13	-0-	-0-	-0-
Dist Judges/Widows' Pensions	-0-	642	-0-	642	642	-0-	-0-	-0-
District Judges Salaries	-0-	4,497	-0-	4,497	4,383	-0-	114	-0-
District Judges Travel	32	-0-	82	114	71	2	-0-	41
Judicial Discipline	-0-	44	20	64	41	-0-	23	-0-
Judicial Education	385	-0-	368	753	255	33	-0-	465
Judicial Records	532	-0-	368	900	427	33	-0-	440
Judicial Selection	-0-	5	3	8	7	-0-	1	-0-
Justices/Widows' Pensions	-0-	248	-0-	248	248	-0-	-0-	-0-
Law Library	-0-	758	20	778	775	-0-	3	-0-
Law Library Gift Fund	2	-0-	8	10	-0-	4	-0-	6
Retired Justice Duty	109	-0-	143	252	39	13	-0-	200
Supreme Court	16	1,227	2,564	3,807	3,488	127	176	16
<i>Legislative Branch</i>								
Appropriations	-0-	8,629	-0-	8,629	8,629	-0-	-0-	-0-
Legislative Retirement Admin	-0-	12	-0-	12	12	-0-	-0-	-0-
Total Constitutional Agencies	2,989	29,809	14,673	47,471	40,929	692	1,305	4,545
FINANCE & ADMINISTRATION								
<i>Administration</i>								
1989 Projects-Asbestos Abatement	134	-0-	-0-	134	134	-0-	-0-	-0-
1989 Projects-Advanced Planning	2	-0-	-0-	2	-0-	-0-	2	-0-
1989 Projects-Prison Misc	9	-0-	-0-	9	2	-0-	-0-	7
Budget Division	-0-	1,407	337	1,744	1,366	-0-	370	8
Clear Creek Youth Center	-0-	119	127	246	214	-0-	32	-0-
Commodity Food Program	401	-0-	1,775	2,176	1,486	192	-0-	498
Controlled Substance Grants	96	-0-	35	131	11	25	-0-	95
Deferred Compensation	-0-	-0-	26	26	1	25	-0-	-0-
Emergency Fund	400	-0-	-0-	400	38	-0-	-0-	362
Executive Bill Drafting	100	-0-	30	130	100	-0-	-0-	30
General Bond Obligation	-0-	-0-	291	291	270	-0-	-0-	21
General Fund Salary Adjustment	104	4,107	(3,101)	1,110	-0-	-0-	-0-	1,110
Hearings Division	-0-	-0-	1,916	1,916	1,859	15	42	-0-
Insurance & Loss Prevention	833	-0-	1,539	2,372	1,321	98	-0-	953
Internal Audit	-0-	377	-0-	377	284	-0-	93	-0-
Merit Award Board	-0-	-0-	5	5	1	-0-	-0-	4
Public Works Board	-0-	907	16	923	894	-0-	29	-0-
Retired Emp Group Insurance	54	-0-	4,285	4,339	4,037	119	-0-	183
Roof Maintenance Reserve	241	-0-	120	361	7	75	-0-	279
School Plan Checking	26	-0-	150	176	101	51	-0-	24
Silicosis & Disabled Pensions	3,747	-0-	200	3,947	262	24	-0-	3,661
State Claims	861	-0-	-0-	861	515	-0-	-0-	346
Statutory Contingency	719	-0-	141	860	389	-0-	-0-	471
Surplus Property	132	-0-	160	292	147	27	-0-	118
Workmans Comp Hearing Reserve	-0-	-0-	307	307	46	261	-0-	-0-
<i>Taxation</i>								
Department of Taxation	427	7,613	2,844	10,884	10,053	627	62	142
Estate Tax Credits	1,577	-0-	28,823	30,400	22,088	6,344	-0-	1,968
Sr Citizen Property Tax Rebates	4	2,493	-0-	2,497	2,310	-0-	-0-	187

STATE OF NEVADA

Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
All General Fund Budgets (Expressed in thousands)

For the Fiscal Year Ended June 30, 1994

Exhibit I-1
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Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forwarded to New Year
Personnel								
Unemployment Compensation Fund	260	-0-	712	972	521	15	-0-	436
Total Finance and Administration	10,127	17,023	40,738	67,888	48,457	7,898	630	10,903
EDUCATION								
<i>Education</i>								
Adult Basic Education	19	236	1,793	2,048	1,697	282	-0-	69
AIDS Education	8	-0-	296	304	206	93	-0-	5
Care of Handicapped	3	1,057	1,242	2,302	2,100	18	184	-0-
Class-Size Red Appropriation	-0-	25,323	-0-	25,323	25,323	-0-	-0-	-0-
Discretionary Grants	94	-0-	610	704	591	40	-0-	73
Distributive School Fund	-0-	340,358	77,493	417,851	378,357	3,284	-0-	36,210
Drug Abuse Education	1	-0-	2,017	2,018	1,972	44	-0-	2
Early Childhood Education	8	-0-	2,119	2,127	1,840	285	-0-	2
ECIA - Chapter 1	15	-0-	17,644	17,859	16,825	798	-0-	36
ECIA - Chapter 2	14	-0-	2,406	2,420	2,275	139	-0-	6
Education Administration	-0-	1,032	24	1,056	1,027	2	27	-0-
Education Personnel Testing	20	-0-	15	35	20	12	-0-	3
Education Support Services	25	-0-	832	857	797	42	-0-	18
Educ for Handicapped - Tch Trng	3	-0-	195	198	89	107	-0-	2
Educ for Handicapped Act	10	-0-	11,371	11,381	8,839	2,531	-0-	11
Job Training Partnership Act	-0-	-0-	587	587	559	28	-0-	-0-
Other State Education Programs	17	6	41	64	15	12	2	35
PGM Enhancements	-0-	1,000	67	1,067	1,000	-0-	67	-0-
Professional Standards	8	456	-0-	464	430	-0-	34	-0-
Proficiency Testing	-0-	260	47	307	275	11	14	7
School Lunch	559	190	22,319	23,068	22,190	564	-0-	314
Student Incentive Grants	3	-0-	429	432	431	-0-	-0-	1
Teacher Training - ESL	1	-0-	107	108	106	1	-0-	1
Title II EESA	6	-0-	950	956	927	17	-0-	12
Vocational Education	17	549	5,810	6,376	5,942	343	70	21
<i>University & Community College System</i>								
Ag Extension Service	-0-	3,898	1,191	5,089	5,061	26	2	-0-
Agri Experiment Station	-0-	4,305	1,115	5,420	5,420	-0-	-0-	-0-
Athletics - UNLV	-0-	1,183	-0-	1,183	1,183	-0-	-0-	-0-
Athletics - UNR	-0-	1,141	-0-	1,141	1,141	-0-	-0-	-0-
Business Center North	-0-	1,324	-0-	1,324	1,324	-0-	-0-	-0-
Business Center South	-0-	1,092	-0-	1,092	1,092	-0-	-0-	-0-
Collegiate License Plate Acct	-0-	-0-	2	2	-0-	1	-0-	1
Computing Center	-0-	7,955	-0-	7,955	7,955	-0-	-0-	-0-
Desert Research Institute	-0-	2,085	658	2,743	2,593	149	1	-0-
No Nevada Community College	-0-	4,289	740	5,029	4,950	79	-0-	-0-
Radiation Safety Board - North	-0-	-0-	240	240	240	-0-	-0-	-0-
Radiation Safety Board - South	-0-	-0-	126	126	120	6	-0-	-0-
School of Medical Sciences	-0-	11,080	2,087	13,167	12,910	256	1	-0-
So Nevada Community College	-0-	19,990	6,051	26,041	25,069	972	-0-	-0-
Statewide Program - UNLV	-0-	511	-0-	511	505	-0-	6	-0-
Statewide Program - UNR	-0-	3,782	-0-	3,782	3,782	-0-	-0-	-0-
Student Loans	-0-	30	-0-	30	29	-0-	1	-0-
Truckee Meadows Comm College	-0-	12,239	2,933	15,172	15,092	80	-0-	-0-
University Improvements	-0-	-0-	3,316	3,316	945	2,371	-0-	-0-
University of Nevada-Las Vegas	-0-	57,745	23,252	80,997	79,603	1,394	-0-	-0-
University of Nevada-Reno	-0-	51,767	19,358	71,125	71,121	4	-0-	-0-
University Press	-0-	488	-0-	488	487	-0-	1	-0-
University System Admin	-0-	1,794	69	1,863	1,863	-0-	-0-	-0-
UNS - Special Projects	-0-	192	2,150	2,342	2,342	-0-	-0-	-0-
Western NV Community College	-0-	7,328	1,369	8,697	8,637	60	-0-	-0-
<i>W.I.C.H.E. Administration</i>								
Wiche Administration	-0-	189	-0-	189	173	-0-	16	-0-
Wiche Loan Fd Appropriation	-0-	306	-0-	306	306	-0-	-0-	-0-
<i>Museums, Library & Arts</i>								
Art in Public Works	-0-	-0-	74	74	44	-0-	-0-	30
Comstock Historic District	-0-	60	-0-	60	57	-0-	3	-0-
Comstock Historic District Gifts	2	-0-	-0-	2	1	-0-	-0-	1
Cultural Resource Program	-0-	-0-	2,500	2,500	5	-0-	-0-	2,495
Fourth Ward School Restoration	1	-0-	-0-	1	-0-	-0-	-0-	1
Historic Preservation	1	115	401	517	414	91	12	-0-
Lost City Museum	-0-	193	68	261	240	1	20	-0-
Museum Library & Arts Admin	-0-	67	-0-	67	67	-0-	-0-	-0-
Museums and History	-0-	105	617	722	531	183	8	-0-
Nevada Historical Society	1	379	59	439	409	21	9	-0-
Railroad Depot - East Ely	-0-	-0-	75	75	48	8	19	-0-
State Archives	-0-	274	23	297	285	12	-0-	-0-

STATE OF NEVADA

**Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
All General Fund Budgets (Expressed in thousands)**

Exhibit I-1

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For the Fiscal Year Ended June 30, 1994

Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forwarded to New Year
State Arts Council	68	417	701	1,186	1,087	56	-0-	43
State Library	13	1,857	942	2,812	2,582	138	65	27
State Library - CLAN	16	-0-	242	258	195	17	-0-	46
State Library - Literacy	3	57	102	162	147	15	-0-	-0-
State Museum, Carson City	8	707	294	1,009	959	29	15	6
State Museum, Las Vegas	-0-	562	42	604	582	-0-	22	-0-
V & T Railroad Museum	-0-	155	309	464	425	7	32	-0-
Total Education	944	570,128	219,520	790,592	735,854	14,629	631	39,478
HUMAN SERVICES								
<i>Human Resources</i>								
Health Resources Cost Review	-0-	-0-	175	175	44	131	-0-	-0-
Hospital Tax Account	20,944	-0-	71,421	92,365	50,505	2,659	-0-	39,201
Human Resources-Director's Office	25	130	8,835	8,990	6,202	1,982	96	710
Nevada Commission on Sports	14	-0-	11	25	-0-	11	-0-	14
Purchase of Social Services	-0-	-0-	14,002	14,002	13,699	282	-0-	21
<i>Health Division</i>								
Aid to Counties	-0-	575	64	639	639	-0-	-0-	-0-
Cancer Control Registry	7	39	117	163	107	34	5	17
Child Health Services	3	2,700	2,188	4,891	4,027	4	839	21
Communicable Disease Control	-0-	377	497	874	819	46	9	-0-
Community Health Services	8	161	1,348	1,515	1,432	68	15	-0-
Consumer Protection	-0-	603	1,564	2,167	1,904	88	175	-0-
Emergency Medical Services	1	423	315	739	619	99	21	-0-
Family Planning Project	40	-0-	426	466	435	26	-0-	5
Health Facilities	-0-	63	2,047	2,110	1,741	80	63	226
Health Facilities - Admin Penalty	21	-0-	30	51	1	25	-0-	25
Health Officer	-0-	424	652	1,076	971	42	63	-0-
Immunization Program	63	859	1,956	2,878	2,341	460	2	75
Laboratory & Research	-0-	703	1,017	1,720	1,627	88	5	-0-
Radiological Health	-0-	175	763	938	807	59	72	-0-
Sexually Trans Disease Control	-0-	183	1,838	2,021	1,847	162	12	-0-
Special Children's Clinic	-0-	2,871	665	3,536	3,345	29	162	-0-
Vital Statistics	-0-	447	314	761	711	14	36	-0-
WIC Food Supplement	46	-0-	16,112	16,158	14,480	1,667	-0-	11
<i>Aging Services</i>								
Aging Services	5	1,280	5,828	7,113	6,452	559	90	12
Senior Services Program	-0-	95	3,429	3,524	3,047	407	8	62
<i>Mental Hygiene/Mental Retardation</i>								
Community Training Center	-0-	1,397	1,214	2,611	2,569	42	-0-	-0-
Desert Developmental Center	-0-	6,597	5,513	12,110	11,700	189	221	-0-
Facility for Mental Offender	-0-	2,700	205	2,905	2,768	4	130	3
Mental Health Institute	-0-	9,147	2,360	11,507	10,453	70	984	-0-
Mental Retardation Home Care	-0-	354	-0-	354	325	-0-	29	-0-
MH/MR Regional Training	-0-	45	-0-	45	41	-0-	4	-0-
Mntl Hygiene-Mntl Retardation	-0-	919	186	1,105	959	83	60	3
Residential Placement	-0-	578	419	997	963	19	15	-0-
Rural Clinics	-0-	3,041	1,400	4,441	3,923	2	516	-0-
So Nev Adult Mental Health Svc	-0-	12,055	1,733	13,788	13,043	100	645	-0-
Southern MH/MR Food Service	-0-	-0-	845	845	755	90	-0-	-0-
Sierra Developmental Center	-0-	5,030	4,915	9,945	9,218	53	674	-0-
<i>Welfare</i>								
Aid to Dependent Children	-0-	24,665	25,555	50,220	46,895	1,879	-0-	1,446
Assistance to Aged and Blind	-0-	3,708	-0-	3,708	3,471	-0-	-0-	237
Child Support Enforcement Prog	90	-0-	25,701	25,791	22,576	2,397	248	570
Community Services Block Grant	-0-	-0-	2,784	2,784	1,970	814	-0-	-0-
Emergency Assistance	311	-0-	735	1,046	424	622	-0-	-0-
Employment and Training	-0-	1,727	2,488	4,215	3,627	127	-0-	461
Energy Assistance - Welfare	6	-0-	4,247	4,253	3,399	819	-0-	35
Food Stamp Program	-0-	3,761	3,812	7,573	6,966	280	-0-	327
Homeless Grants	-0-	-0-	344	344	172	172	-0-	-0-
Homemaking Services	1	-0-	1,535	1,536	1,497	39	-0-	-0-
Indochinese Refugee	8	-0-	711	719	432	271	16	-0-
Nevada Medicaid	11,255	117,131	314,481	442,867	383,518	56,461	66	2,822
Petroleum Overcharge Rebate	395	-0-	640	1,035	328	583	-0-	124
Safety Seat Program	10	-0-	116	126	59	55	-0-	12
Weatherization - Welfare	13	-0-	1,573	1,586	1,054	526	-0-	6
Welfare Administration	245	11,010	16,045	27,300	23,970	1,957	1,254	119
<i>Child & Family Services</i>								
Alternative Placement	-0-	1,426	668	2,094	1,894	199	1	-0-
Caliente Youth Center	-0-	3,297	333	3,630	3,560	18	52	-0-
Chapter 1 - Special Education	21	181	1,940	2,142	1,646	403	4	89
Chapter I & II Education Program	11	-0-	145	156	136	4	-0-	16

STATE OF NEVADA

Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
All General Fund Budgets (Expressed in thousands)

Exhibit I-1

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For the Fiscal Year Ended June 30, 1994

Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forwarded to New Year
Child Abuse & Neglect	5	-0-	296	301	168	127	-0-	6
Child Care Services	1	204	364	569	530	32	7	-0-
Children's Trust Account	416	-0-	522	938	463	71	-0-	404
Children, Youth & Family Admin	129	2,912	7,957	10,998	10,341	257	312	88
Domestic Violence	151	-0-	1,372	1,523	1,200	21	-0-	302
Farm Acct - Youth Training Ctr	11	-0-	18	29	1	13	-0-	15
No NV Child & Adolescent Svcs	-0-	1,410	2,523	3,933	3,592	104	237	-0-
Probation Subsidies	23	-0-	243	266	167	95	-0-	4
So Nev Child & Adoles Svc	-0-	4,174	3,837	8,011	6,721	630	660	-0-
So NV Children's Home	-0-	447	146	593	440	61	92	-0-
Youth Community Services	65	10,553	13,707	24,325	23,809	560	-0-	156
Youth Corrections Services	43	1,226	152	1,421	1,362	1	33	5
Youth Training Center	1	4,544	261	4,806	4,756	20	29	1
Other Human Resources								
Indian Commission	-0-	96	2	98	86	-0-	12	-0-
Public Defender	-0-	442	745	1,187	1,133	27	26	1
Employment, Training & Rehab								
Comm for Nat'l & Comm Svcs	-0-	-0-	143	143	55	87	-0-	1
D.E.T.R. Director's Office	-0-	-0-	218	218	201	16	-0-	1
Drug Commission	-0-	14	99	113	112	-0-	1	-0-
E, T & R Administration	-0-	-0-	1,503	1,503	1,297	206	-0-	-0-
Equal Employ Opportunity - Fed	58	-0-	472	530	463	47	1	19
Equal Rights Commission	-0-	507	6	513	472	1	39	1
Occ Information Coordinator	175	-0-	343	518	269	20	-0-	229
State Job Training Office	32	-0-	15,747	15,779	11,778	3,840	-0-	161
Rehabilitation								
Alcoholism & Drug Rehab	100	2,399	7,363	9,862	9,499	213	2	148
Attendant Care	-0-	670	-0-	670	652	-0-	18	-0-
Blind Business Enterprise	1,195	-0-	1,373	2,568	675	38	-0-	1,855
Community Based Services	1	-0-	1,647	1,648	948	700	-0-	-0-
Developmental Disabilities	-0-	-0-	522	522	412	110	-0-	-0-
Disability Adjudication	2	-0-	4,629	4,631	4,474	155	-0-	2
Hearing Devices Program	254	-0-	1,109	1,363	755	287	-0-	321
Hire Handicapped	-0-	128	70	198	168	-0-	2	28
Services to the Blind	-0-	674	1,843	2,517	2,390	121	4	2
Social Security Admin/Voc Rehab	84	11	727	822	406	320	6	90
Traumatic Head Injury Program	-0-	279	-0-	279	276	-0-	3	-0-
Vocational Rehabilitation	87	1,006	8,271	9,364	8,346	688	-0-	330
Total Human Services	36,376	252,573	636,485	925,434	780,350	86,168	8,076	50,840

COMMERCE & INDUSTRY

Business & Industry

Agri Registration/Enforcement	48	-0-	672	720	459	6	-0-	255
Agricultural Product	66	-0-	150	216	145	14	-0-	57
Alfalfa Seed Research	40	-0-	20	60	35	4	-0-	21
Apiary Inspection	12	-0-	10	22	9	3	-0-	10
Athletic Commission	24	223	50	297	236	6	31	24
Attorney for Injured Workers	-0-	-0-	1,319	1,319	1,303	-0-	16	-0-
Beef Council	18	-0-	229	247	208	13	-0-	26
Bond Reclamation	101	-0-	450	551	2	245	-0-	304
Business & Industry Admin	13	36	164	213	138	68	7	-0-
Consumer Affairs	-0-	418	254	672	610	24	38	-0-
Consumer Affairs Restitution	27	-0-	200	227	25	174	-0-	28
Disability Advocacy	1	-0-	399	400	250	150	-0-	-0-
Employee Mgmt Relations Board	-0-	105	3	108	103	2	3	-0-
Energy Conservation	219	-0-	976	1,195	578	522	-0-	95
Fin Institutions Investigation	106	-0-	146	252	50	2	-0-	200
Financial Institutions	-0-	1,106	11	1,117	935	-0-	182	-0-
Financial Institutions Audit	2	-0-	59	61	57	-0-	-0-	4
Gas Pollution Standards	92	-0-	253	345	252	-0-	-0-	93
Grazing Board Contributors	6	-0-	37	43	11	25	-0-	7
High School Rodeo Association	-0-	17	-0-	17	17	-0-	-0-	-0-
Hospital Patients Commission	73	-0-	106	179	95	-0-	-0-	84
Insect Abatement	45	-0-	6	51	4	-0-	-0-	47
Insurance Cost Stabilization	104	-0-	177	281	150	37	-0-	94
Insurance Education & Research	347	-0-	133	480	114	6	-0-	360
Insurance Fraud	108	-0-	562	670	573	1	-0-	96
Insurance Recovery	40	-0-	-0-	40	-0-	-0-	-0-	40
Insurance Division	94	803	1,530	2,427	2,189	46	162	30
Labor Commissioner	-0-	696	3	699	690	-0-	9	-0-
Livestock Inspection	415	-0-	723	1,138	760	61	-0-	317
Low Income Housing Trust Fund	2,215	-0-	2,428	4,643	115	(88)	-0-	4,616
Mentally Ill Advocacy	1	62	653	716	265	440	11	-0-
Minerals	178	-0-	692	870	661	63	-0-	146

STATE OF NEVADA

Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
All General Fund Budgets (Expressed in thousands)

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For the Fiscal Year Ended June 30, 1994

Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forwarded To New Year
NAIC Fees	31	-0-	22	53	17	1	-0-	35
Nevada Jr. Livestock Show Board	-0-	27	-0-	27	27	-0-	-0-	-0-
Plant Industry	-0-	1,114	547	1,661	1,597	19	19	26
Post Secondary Educ Comm	-0-	154	74	228	224	3	1	-0-
Predatory Animal/Rodent Control	-0-	413	23	436	432	-0-	4	-0-
Real Estate Administration	-0-	1,111	182	1,293	1,173	6	114	-0-
Real Estate Investigation	9	-0-	6	15	4	2	-0-	9
Rural Housing Authority	19	-0-	702	721	499	218	-0-	4
Sheep Commission	9	-0-	12	21	14	1	-0-	6
Telemarketing	1,050	-0-	1,100	2,150	1,216	585	99	250
Unclaimed Property	-0-	120	255	375	368	7	-0-	-0-
Veterinary Medical Services	-0-	559	34	593	589	4	-0-	-0-
Woolgrower Predatory Animal	40	-0-	23	63	15	2	-0-	46
Gaming Control								
Gaming Control Board	-0-	16,903	2,733	19,636	18,455	768	413	-0-
Gaming Control-Forfeiture Act	53	-0-	250	303	37	213	-0-	53
Economic Development & Tourism								
Comm on Economic Development	37	2,211	110	2,358	2,211	13	87	47
Film Division	-0-	101	362	463	425	36	-0-	2
Rural Community Development	293	54	2,242	2,589	2,108	367	13	101
Small Bus Revital & Fed Procure	15	83	364	462	412	23	2	25
Total Commerce and Industry	5,951	26,316	21,456	53,723	40,862	4,092	1,211	7,558
PUBLIC SAFETY								
Prisons								
Carlin Conservation Camp	-0-	749	65	814	748	-0-	66	-0-
Ely Conservation Camp	-0-	782	40	822	789	1	32	-0-
Ely State Prison	-0-	14,476	(23)	14,453	13,950	5	498	-0-
Humboldt Conservation Camp	-0-	766	43	809	753	-0-	56	-0-
Indian Springs Conservation Camp	-0-	1,162	4	1,166	1,113	-0-	53	-0-
Jean Conservation Camp	-0-	646	(11)	635	530	-0-	105	-0-
Lovelock Correctional Center	-0-	80	-0-	80	75	-0-	5	-0-
Medical Care	-0-	20,012	378	20,390	20,234	90	66	-0-
Nevada State Prison	-0-	9,745	826	10,571	10,330	84	157	-0-
Nevada Women's Correctional Ctr	-0-	2,723	94	2,817	2,721	2	94	-0-
No Nevada Correctional Center	-0-	10,672	239	10,911	10,773	-0-	138	-0-
Ploche Conservation Camp	-0-	678	83	761	714	6	41	-0-
Prison Administration	14	5,803	522	6,339	6,184	69	74	12
Prison One-Shot Appro 85 Legis	93	-0-	-0-	93	33	-0-	1	59
Prison Warehouse	-0-	-0-	7,728	7,728	4,490	3,147	91	-0-
Restitution Center - North	-0-	99	610	709	648	11	50	-0-
Restitution Center - South	-0-	286	334	620	589	31	-0-	-0-
Silver Springs Conservation Camp	-0-	758	(87)	671	625	3	43	-0-
So Desert Correctional Center	-0-	12,128	545	12,673	12,102	20	551	-0-
So Nevada Correctional Center	-0-	7,143	(146)	6,997	6,619	9	369	-0-
Stewart Conservation Camp	-0-	740	63	803	772	-0-	31	-0-
Tonopah Conservation Camp	-0-	791	21	812	774	2	36	-0-
Wells Conservation Camp	-0-	787	16	803	783	1	19	-0-
Motor Vehicles & Public Safety								
Appropriations	-0-	323	-0-	323	323	-0-	-0-	-0-
Criminal History Repository	-0-	-0-	1,844	1,844	1,517	197	-0-	130
Emergency Management	14	186	208	408	314	40	22	32
Emergency Mgmt Assistance	-0-	-0-	709	709	511	98	-0-	100
Emergency Mgmt-Federal Grants	115	-0-	1,213	1,328	793	463	-0-	72
Emergency Response Commission	286	-0-	655	941	445	123	-0-	373
Fingerprint	43	-0-	1,316	1,359	1,213	22	-0-	124
Fire Marshall	-0-	210	433	643	576	33	34	-0-
Forfeitures	581	-0-	724	1,305	850	41	-0-	414
Haz Mat Training Center	442	-0-	770	1,212	714	13	-0-	485
Highway Safety Plan & Admin	-0-	41	565	606	419	183	4	-0-
Investigations	4	3,555	11	3,570	3,535	-0-	35	-0-
Justice Assistance Act	6	-0-	3,849	3,855	2,547	1,308	-0-	-0-
Motor Vehicle Pollution Control	2,678	-0-	5,552	8,230	4,625	369	-0-	3,236
Narcotics Control	276	-0-	1,316	1,592	1,373	194	-0-	25
Parole & Probation	32	15,114	2,292	17,438	16,385	396	641	16
Parole Board	-0-	631	-0-	631	572	-0-	59	-0-
Parolee Loan Account	1	-0-	9	10	2	2	1	5
POST	-0-	58	885	943	655	270	18	-0-
Salvage/Wreckers/Body Shops	148	-0-	183	331	118	59	-0-	154
Traffic Safety	-0-	-0-	1,942	1,942	1,096	846	-0-	-0-
Veteran's Affairs	65	538	225	828	785	14	8	21
Veterans Home Account	-0-	-0-	100	100	-0-	100	-0-	-0-
Total Public Safety	4,798	111,682	36,145	152,625	135,717	8,252	3,398	5,258

STATE OF NEVADA

Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
All General Fund Budgets (Expressed in thousands)

Exhibit I-1

Page 6 of 7

For the Fiscal Year Ended June 30, 1994

Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forwarded to New Year
INFRASTRUCTURE								
Conservation & Natural Resources								
Adjudication Emergency	3	-0-	3	6	-0-	3	-0-	3
Air Quality	30	-0-	1,790	1,820	1,325	145	-0-	350
Antelope Middle Reese Reserve	12	-0-	3	15	5	-0-	-0-	10
Baker & Lehman	1	-0-	-0-	1	-0-	-0-	-0-	1
Carey Act - State Lands	3	-0-	20	23	2	19	-0-	2
Carico Creek	1	-0-	-0-	1	-0-	-0-	-0-	1
Carson Valley Ground Water	8	-0-	6	14	5	-0-	-0-	9
Channel Clearance	50	-0-	50	100	50	-0-	-0-	50
Chemical Hazard Prevention	-0-	-0-	382	382	208	53	-0-	121
Colorado River Valley	18	-0-	4	22	1	-0-	-0-	21
Conservation & Nat Res Admin	-0-	366	3	369	336	-0-	33	-0-
Conservation Districts	-0-	96	-0-	96	91	-0-	5	-0-
Currant Creek	6	-0-	-0-	6	-0-	-0-	-0-	6
Diamond Valley Ground Water	3	-0-	4	7	3	-0-	-0-	4
Duckwater Creek	27	-0-	8	35	14	4	-0-	17
Eagle Valley	48	-0-	67	115	57	11	-0-	47
Environmental Commission	-0-	1	23	24	17	7	-0-	-0-
Environmental Protection Admin	121	-0-	1,259	1,380	1,189	172	-0-	19
Fish Lake Valley Artesian	33	-0-	6	39	1	1	-0-	37
Flood Control Rev Fund	250	-0-	-0-	250	3	-0-	-0-	247
Flood Repairs & Disaster Rel	50	-0-	-0-	50	-0-	-0-	-0-	50
Forest Fire Suppression	140	700	1,725	2,565	1,313	1,236	5	11
Forestry Admin	-0-	1,698	727	2,425	2,324	90	10	1
Forestry Honor Camps	-0-	5,194	588	5,782	5,223	68	491	-0-
Forestry Inter-Gov Agreements	46	-0-	2,382	2,428	2,200	161	-0-	67
Groundwater Recharge Projects	83	-0-	30	113	10	13	-0-	90
Habitat Mitigation	302	-0-	310	612	-0-	285	-0-	317
Hazardous Waste - Beattie Site	-0-	-0-	2,379	2,379	-0-	970	-0-	1,409
Hazardous Waste Management	8,861	-0-	14,750	23,611	4,017	11,384	-0-	8,210
High Level Nuclear Waste	1,605	35	5,611	7,251	5,254	85	13	1,899
Honey Lake Valley	9	-0-	2	11	-0-	1	-0-	10
Humboldt Water District	87	-0-	196	283	190	12	-0-	81
Kingston Creek	3	-0-	-0-	3	-0-	-0-	-0-	3
Las Vegas Basin Water Dist	165	-0-	390	555	350	7	-0-	198
Lemon Valley	28	-0-	8	36	7	-0-	-0-	29
Mason Valley Ground Water	13	-0-	7	20	3	-0-	-0-	17
Mining Cooperative Fund	29	-0-	100	129	93	-0-	-0-	36
Muddy River	20	-0-	9	29	8	-0-	-0-	21
Muddy River Springs	13	-0-	2	15	1	-0-	-0-	14
Natural Heritage	75	-0-	202	277	119	72	-0-	86
Nevada Tahoe Regional Planning	-0-	4	18	22	2	17	3	-0-
Pahrnanagat Lake	20	-0-	21	41	18	-0-	-0-	23
Pahrump Artesian Basin	83	-0-	19	102	66	2	-0-	34
Paradise Valley Groundwater	8	-0-	3	11	4	-0-	-0-	7
Parks Cap Improv Appropriation	-0-	439	-0-	439	439	-0-	-0-	-0-
Smith Valley Artesian Basin	15	-0-	6	21	3	-0-	-0-	18
State Climatologist	-0-	26	-0-	26	24	-0-	2	-0-
State Lands	-0-	361	254	615	509	38	68	-0-
State Parks	346	2,765	2,250	5,361	4,755	13	83	510
Steptoe Valley Water Basin	24	-0-	6	30	3	1	-0-	26
Storage Tank Management	175	-0-	650	825	-0-	613	-0-	212
Tahoe Bond Sale	4,396	-0-	300	4,696	1,451	126	-0-	3,119
Tahoe Mitigation	-0-	-0-	1,225	1,225	7	274	-0-	944
Tahoe Regional Planning Agency	-0-	711	33	744	699	-0-	45	-0-
Tahoe Water System	-0-	-0-	47	47	1	36	-0-	10
Truckee Meadows/Sun Valley	20	-0-	8	28	19	1	-0-	8
Upper White River	7	-0-	4	11	1	-0-	-0-	10
USGS Co-op	522	-0-	1,500	2,022	1,001	632	-0-	389
Warm Springs Ground Water	10	-0-	4	14	2	1	-0-	11
Warm Springs/Winnemucca Creek	38	-0-	8	46	1	-0-	-0-	45
Water and Mining	860	330	5,087	6,277	3,675	1,803	-0-	799
Water Dist Rev Fund	30	-0-	-0-	30	-0-	-0-	-0-	30
Waste Mgt & Fed Facilities	1,035	-0-	8,324	9,359	5,705	1,702	-0-	1,952
Water Planning	12	239	22	273	250	-0-	17	6
Water Planning - Cap Improvement	3	-0-	160	163	1	137	-0-	25
Water Resources	-0-	2,694	75	2,769	2,637	1	124	7
Water Resources Legal Costs	311	-0-	-0-	311	49	-0-	-0-	262
Water Rights Surveyors	50	-0-	8	58	16	-0-	-0-	42
Well Driller's License	39	-0-	35	74	44	2	-0-	28
Wildlife	2,085	601	14,116	16,802	13,394	1,521	36	1,851
Wildlife-Boating Program	1,252	-0-	3,133	4,385	2,848	257	-0-	1,280
Wildlife-Trout Management	477	-0-	525	1,002	512	14	-0-	476
Total Infrastructure	23,961	16,260	70,887	111,108	62,555	22,000	935	25,618

STATE OF NEVADA

**Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
All General Fund Budgets (Expressed in thousands)**

*Exhibit I-1
Page 7 of 7*

For the Fiscal Year Ended June 30, 1994

Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forwarded to New Year
SPECIAL PURPOSE AGENCIES								
<i>Military</i>								
Adjutant General Construction	48	60	1,932	2,040	120	1,882	17	21
Military	11	1,082	2,268	3,361	2,929	299	64	69
National Guard Benefits	-0-	45	-0-	45	45	-0-	-0-	-0-
Civil Air Patrol	5	-0-	85	90	89	-0-	-0-	1
Total Special Purpose Agencies	64	1,187	4,285	5,536	3,183	2,181	81	91
TOTAL GENERAL FUND	\$ 163,081	\$ 5,863	\$ 2,055,726	\$ 2,224,670	\$ 1,847,907	\$ 84,365	\$ 554	\$ 291,844

STATE OF NEVADA

**Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
All Special Revenue Fund Budgets
(Expressed in Thousands)**

For the Fiscal Year Ended June 30, 1994

Exhibit I-2
Page 1 of 2

Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forwarded to New Year
CONSTITUTIONAL AGENCIES								
<i>Executive Branch</i>								
Consumer Advocate	183	-0-	1,061	1,254	971	-0-	-0-	283
Private Detective	54	-0-	199	253	160	9	-0-	84
Racketeering-Prosecution Acct	5	-0-	-0-	5	-0-	-0-	-0-	5
Unfair Trade Practices	30	-0-	150	180	28	129	-0-	23
Municipal Bond Bank Revenue	-0-	-0-	17,341	17,341	9,405	7,902	-0-	34
<i>Legislative Fund</i>								
Audit Contingency Account	2	-0-	91	93	67	-0-	-0-	26
Legislative Council Bureau	3,738	8,451	1,394	13,583	10,666	60	6	2,851
Nevada Legislative Interim	-0-	177	-0-	177	173	-0-	-0-	4
Total Constitutional Agencies	4,022	8,628	20,236	32,886	21,470	8,100	6	3,310
FINANCE & ADMINISTRATION								
<i>Administration</i>								
Public Works Inspection	3	-0-	2,584	2,587	2,037	510	-0-	40
Hwy Fd Appropriation-Tax, Budget	-0-	862	-0-	862	862	-0-	-0-	-0-
Victims of Crime	448	-0-	3,016	3,464	1,709	182	-0-	1,573
Total Finance & Administration	451	862	5,600	6,913	4,608	692	-0-	1,613
EDUCATION								
<i>University & College System</i>								
Higher Ed Cap Construction	-0-	-0-	5,000	5,000	5,000	-0-	-0-	-0-
Higher Ed Sp Cap Construction	10,651	-0-	229	10,880	1,029	(965)	-0-	10,816
Total Education	10,651	-0-	5,229	15,880	6,029	(965)	-0-	10,816
HUMAN SERVICES								
<i>Employment Security Division</i>								
Claimant Employment Program	2,180	-0-	4,308	6,488	3,615	123	-0-	2,750
Employment Security Division	4	-0-	30,966	30,970	28,372	2,583	-0-	15
Employment Security Special FD	3,688	-0-	845	4,533	161	203	-0-	4,169
Total Human Services	5,872	-0-	36,119	41,991	32,148	2,909	-0-	6,934
COMMERCE & INDUSTRY								
<i>Business and Industry</i>								
Dairy Commission	276	-0-	1,091	1,367	870	29	-0-	488
Educ Research & Recov	451	-0-	-0-	451	204	-0-	-0-	247
Enforcement-Industrial Safety	-0-	-0-	3,091	3,091	2,793	298	-0-	-0-
Industrial Relations	-0-	-0-	3,034	3,034	2,672	362	-0-	-0-
Insurance Examiners	1,684	-0-	3,289	4,973	3,408	653	-0-	912
Insurance Insolvency Fund	2,250	-0-	433	2,683	6	22	-0-	2,655
Manufactured Housing	106	-0-	536	642	492	3	-0-	147
Mfg Housing-Education/Recovery	579	-0-	86	665	24	-0-	-0-	641
Mine Inspection	-0-	-0-	604	604	592	12	-0-	-0-
Mobile Home Parks	10	-0-	130	140	118	11	-0-	11
Preventative Safety	-0-	-0-	1,393	1,393	1,145	248	-0-	-0-
Real Estate Education/Research	263	-0-	312	575	44	-0-	-0-	531
Self Insured Workers Comp	-0-	-0-	164	164	135	29	-0-	-0-
Taxicab Authority	1,100	-0-	2,759	3,859	2,511	5	-0-	1,343
Water Projects Interest/Redemp	3	-0-	653	656	640	9	-0-	7
<i>Gaming Control Board</i>								
Gaming Investigation Revolving	2	-0-	3,921	3,923	2,419	489	1,013	2
<i>Public Service Commission</i>								
Administrative Fines	156	-0-	86	242	110	45	-0-	87
Public Service Commission Regulatory	632	2,326	6,184	9,142	8,548	28	-0-	568
<i>Economic Development and Tourism</i>								
Commission on Tourism	753	-0-	5,861	6,614	5,207	(4)	-0-	1,411
Total Commerce & Industry	8,265	2,326	33,627	44,218	31,838	2,237	1,013	9,030
PUBLIC SAFETY								
<i>Prisons</i>								
Offender's Store Fund	332	-0-	5,093	5,425	4,865	59	-0-	501
<i>Department of Motor Vehicles and Public Safety</i>								
Administrative Services	-0-	5,838	84	5,722	5,552	4	166	-0-
Automation	-0-	2,399	196	2,595	2,388	26	181	-0-
Bicycle Safety Program	56	-0-	124	180	94	32	-0-	54
Commercial Drivers License	-0-	768	246	1,012	795	207	10	-0-
Director's Office - DMV/PS	4	1,869	220	2,093	1,947	56	86	4
DMV Highway Safety Grants Acct	158	-0-	1,018	1,176	666	311	-0-	199
Drivers License	-0-	5,441	641	6,082	5,782	125	175	-0-
Hazardous Materials	-0-	906	73	979	828	59	92	-0-
Highway Patrol	-0-	16,239	967	17,206	17,054	47	72	33

STATE OF NEVADA

**Schedule of Departmental Resources and Uses, Non-GAAP Budgetary Basis
All Special Revenue Fund Budgets**
(Expressed in Thousands)

For the Fiscal Year Ended June 30, 1994

Exhibit I-2

Page 2 of 2

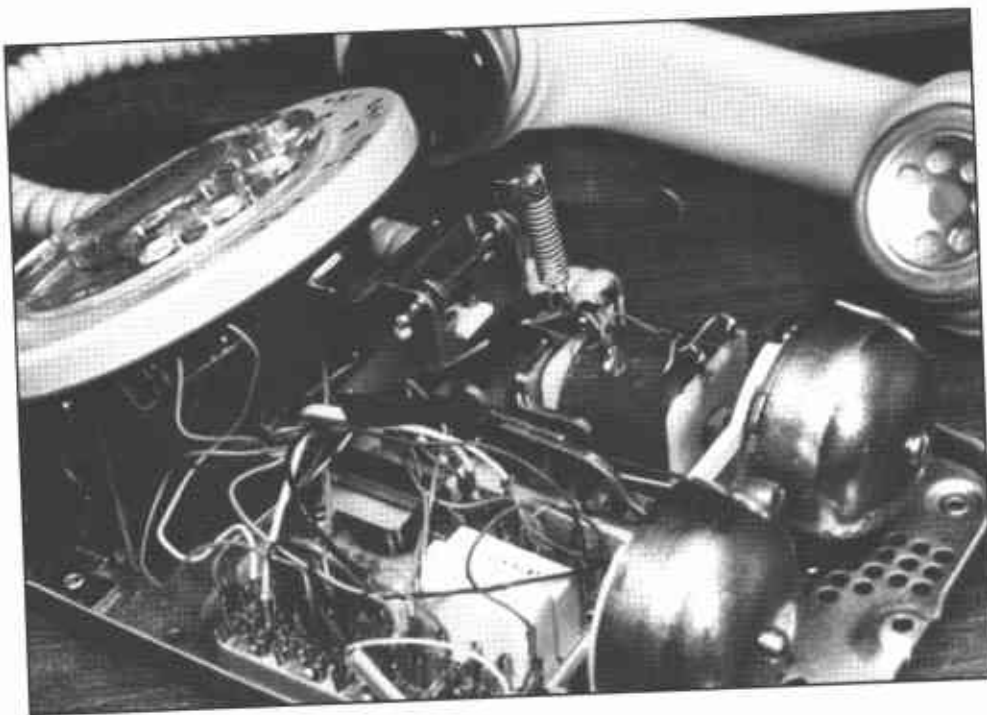
Department	Balance Forwarded	Appropriations	Other Authorizations	Total Spending Authority	Expenditures and Transfers	Unrealized Spending Authority	Lapsed Spending Authority	Balances Forwarded to New Year
Highway Patrol Special	5,545	-0-	10,556	16,101	9,872	414	-0-	6,015
Motor Carrier	-0-	2,042	128	2,170	2,093	43	34	-0-
Motorcycle Safety Program	202	-0-	214	416	128	1	-0-	289
Records Search	50	-0-	4,360	4,410	582	4	3,775	49
Registration	-0-	7,819	473	8,292	7,948	14	330	-0-
Salary Adjustment-DMV	-0-	1	-0-	1	1	-0-	-0-	-0-
Substance Abuse ED,PRV,ENF,TRT	-0-	-0-	25	25	4	-0-	-0-	21
Verification of Insurance	2,170	-0-	2,035	4,205	1,040	73	2,092	1,000
Total Public Safety	<u>8,517</u>	<u>43,120</u>	<u>26,453</u>	<u>78,090</u>	<u>61,437</u>	<u>1,475</u>	<u>7,013</u>	<u>8,165</u>
INFRASTRUCTURE								
<i>Conservation & Natural Resources</i>								
State Revolving Fund	1,256	-0-	21,611	22,867	10,271	8,710	-0-	3,886
Grants to Water Purveyors	-0-	-0-	7,824	7,824	338	-0-	-0-	7,486
<i>Department of Transportation</i>								
Bond Construction	7,939	-0-	100,000	107,939	30,353	11,500	-0-	66,086
Highway Fund-Unrestricted	64,400	(382,284)	324,532	6,648	2,344	(49,628)	(39,491)	93,423
Highway Fund Salary Adjustment	-0-	314	(314)	-0-	-0-	-0-	-0-	-0-
Transportation Administration	112	338,330	2,635	341,077	327,086	-0-	13,991	-0-
<i>Colorado River Commission</i>								
Colorado River Commission	517	-0-	778	1,295	664	151	-0-	480
CRC Research & Development	289	-0-	420	709	199	145	-0-	365
Fort Mojave Developmental Fund	1,526	-0-	425	1,951	16	326	-0-	1,609
Total Infrastructure	<u>76,039</u>	<u>(43,640)</u>	<u>457,911</u>	<u>490,310</u>	<u>371,271</u>	<u>(28,796)</u>	<u>(25,500)</u>	<u>173,335</u>
OTHER FINANCING USES								
<i>Debt Service Transfers</i>								
Highway Fund Revenue Bonds	-0-	-0-	33,377	33,377	14,836	-0-	18,541	-0-
Higher Ed Special Cap Construction	-0-	-0-	7,821	7,821	7,821	-0-	-0-	-0-
Total Debt Service Transfers	<u>-0-</u>	<u>-0-</u>	<u>41,198</u>	<u>41,198</u>	<u>22,657</u>	<u>-0-</u>	<u>18,541</u>	<u>-0-</u>
Total for Special Revenue Funds	<u>\$ 113,817</u>	<u>\$ 11,296</u>	<u>\$ 626,373</u>	<u>\$ 751,486</u>	<u>\$ 551,558</u>	<u>\$ (14,348)</u>	<u>\$ 1,073</u>	<u>\$ 213,203</u>

Statistical Section



One of the Nevada Department of Business and Industry, Division of Minerals' functions is to conduct mineral education workshops for teachers. Teachers have the opportunity to visit mines and see first hand the many aspects of mining operations.

A favorite activity among teachers for taking back to their classrooms is "chocolate chip cookie mining." The chocolate chips represent the mineral commodity. After the cookie is "mined" it has to be "reclaimed."



The importance of mineral resources may not be obvious to everyone, but nearly everything is dependent on minerals. An ordinary telephone, for example, requires more than 35 different minerals to make. A color TV requires even more.

STATE OF NEVADA

General Governmental Expenditures and Other Uses by Function * General Governmental Revenues and Other Resources by Source * For the Last Ten Fiscal Years (Expressed in Thousands) (Unaudited)

General Governmental Expenditures and Other Uses by Function

Table I

Fiscal Year Ended June 30

	1985	1986	1987	1988	1989	1990	1991	1992	1993	1994
Expenditures:										
General government	\$ 55,066	\$ 51,818	\$ 65,205	\$ 32,652	\$ 57,003	\$ 53,419	\$ 57,570	\$ 59,103	\$ 64,104	\$ 64,514
Health, social service	181,617	210,174	230,856	251,150	310,321	376,083	443,895	649,672	687,893	689,218
Education and support	252,337	222,248	234,644	24,716	21,720	18,035	18,518	19,292	20,706	21,258
Law, justice, and public safety	83,776	92,896	98,930	112,533	121,667	151,532	170,516	192,471	199,168	210,878
Regulation of business	29,658	31,306	34,509	37,608	39,388	43,197	48,839	58,000	59,629	54,336
Transportation	173,165	211,035	204,030	180,055	213,566	252,439	216,554	240,888	263,996	347,069
Recreation, resource development	52,916	62,258	58,631	47,410	65,985	60,592	58,363	61,586	59,961	64,586
Intergovernmental	-	-	-	-	314,152	365,740	464,566	470,408	438,051	452,345
Capital Improvements	2,292	6,283	20,304	53,177	35,225	48,719	50,249	48,645	60,887	49,871
Debt Service	28,791	29,662	40,591	49,645	57,457	67,231	74,142	73,638	224,377	75,817
Other Uses:										
Net Transfers:										
University	-0-	102,667	108,142	118,691	128,786	222,644	168,613	276,773	196,155	228,757
Other	3,612	(8,430)	5,601	(1,721)	829	(10,153)	447	23,487	19,283	30,351
Total expenditures and other uses	\$ 863,230	\$ 1,011,915	\$ 1,101,443	\$ 905,916	\$ 1,366,099	\$ 1,649,478	\$ 1,772,272	\$ 2,173,963	\$ 2,294,210	\$ 2,289,000

General Governmental Revenues and Other Resources by Source

Table II

Fiscal Year Ended June 30

	1985	1986	1987	1988	1989	1990	1991	1992	1993	1994
Revenues:										
Gaming taxes	\$ 224,160	\$ 230,143	\$ 250,565	\$ 306,236	\$ 332,074	\$ 377,194	\$ 416,546	\$ 426,621	\$ 453,084	\$ 496,272
Sales taxes	159,216	171,981	191,310	216,296	246,064	297,578	307,945	310,770	343,604	397,527
Intergovernmental	269,563	317,924	293,089	289,350	319,166	364,080	419,231	519,068	579,278	665,483
Other taxes	129,288	134,008	155,214	207,708	221,101	280,480	305,448	484,726	547,761	503,644
Licenses, fees and permits	54,774	69,727	80,793	96,300	111,587	120,757	115,572	147,620	162,876	165,406
Charges for service and sales	35,825	36,175	35,707	20,649	21,042	24,164	24,879	27,709	29,032	39,130
Interest income	33,608	30,194	33,179	37,118	40,649	48,156	46,424	36,922	37,145	27,512
Other	11,650	21,238	20,953	29,592	34,307	33,343	28,569	42,410	57,549	48,124
Other Resources:										
Net proceeds from debt financing	8,946	62,713	99,824	66,137	80,126	114,600	100,293	180,216	32,006	218,637
Other	-0-	-0-	-0-	-0-	-0-	-0-	213	67	56	154
Total revenues and other resources	\$ 927,030	\$ 1,074,103	\$ 1,160,634	\$ 1,269,386	\$ 1,406,116	\$ 1,660,352	\$ 1,765,120	\$ 2,176,129	\$ 2,242,391	\$ 2,561,889

* Includes General, Special Revenue, Debt Service and Capital Project Funds.

STATE OF NEVADA

State Collected Gaming Taxes and Sales Taxes General Fund Expenditures and Unreserved Fund Balance

For the Last Ten Fiscal Years (Expressed in Thousands) (Unaudited)

State Collected Gaming Taxes and Sales Taxes

Table III

Fiscal Yr Ended June 30	GAMING TAXES			SALES TAXES			
	Gross Taxable Gaming Revenues	State Collections Gaming Taxes	State Share Gaming Taxes	Gross Taxable Sales	Gross Sales Tax Revenues	State General Fund Revenues	Sales Taxes Collected for Local Governments
1985	\$ 3,228,406	\$ 243,838	\$ 241,959	\$ 7,968,086	\$ 463,171	\$ 159,152	\$ 304,019
1986	3,366,087	249,967	246,963	8,600,683	498,982	171,945	327,037
1987	3,709,273	271,404	269,449	9,583,447	556,238	191,310	364,928
1988	4,073,283	308,589	306,236	10,806,016	637,992	226,983	411,009
1989	4,433,770	334,369	332,074	12,334,591	725,453	260,517	464,936
1990	4,911,178	379,561	377,194	14,091,551	832,912	297,578	535,334
1991	5,411,475	418,912	416,545	14,514,119	858,093	307,945	550,148
1992	5,570,752	428,934	426,621	14,437,144	942,850	310,770	632,080
1993	5,871,840	455,182	453,084	15,665,903	1,071,886	343,604	728,282
1994	6,397,278	498,709	496,272	17,985,467	1,229,728	397,527	832,201

Sources: Nevada Gaming Control Board
State Department of Taxation

General Fund Expenditures and Unreserved Fund Balance

Table IV

	1985	1986	1987	1988	1989	1990	1991	1992	1993	1994
Expenditures	\$555,576	\$ 564,485	\$ 609,668	\$731,940	\$ 813,089	\$ 959,327	\$1,136,595	\$ 1,382,077	\$ 1,386,788	\$ 1,418,582
Unreserved fund balance	69,948	86,717	55,517	87,088	56,618	82,831	43,393	583	32,732	69,606
"Rainy" day fund ***										18,057

* The Legislature meets every odd year and appropriates a portion of the ending balance for operations and one-time expenditures.

** In 1988 a change in accounting was made to record a medicaid liability.

*** The 1991 Legislature established a fiscal emergency trust fund (rainy day) for 40% of the unreserved fund balance that exceeds 10% of appropriations.

STATE OF NEVADA

Average Combined Tax Rates and State Levy Assessed Value of Taxable Property

For the Last Ten Fiscal Years

Average Combined Tax Rates and State Levy

Table V

Fiscal Year	Tax Rates					Tax Levy State Gov't
	Clark County	Washoe County	15 Other Counties	Average Rate in State	State Gov't	
1985-86	2.2628	1.9910	1.8428	2.1093	0.0200	\$ 2,757,165
1986-87	2.4322	1.9827	1.8112	2.1900	0.0200	2,884,493
1987-88	2.4699	2.3284	2.0361	2.3433	0.0470	7,309,550
1988-89	2.5081	2.5672	2.0033	2.4140	0.0646	10,853,517
1989-90	2.6668	2.7704	2.2145	2.5888	0.1010	18,771,251
1990-91	2.6836	2.9142	2.3701	2.6634	0.1180	24,226,913
1991-92	2.7438	3.1609	2.4962	2.7770	0.1370	30,904,428
1992-93	2.7719	3.2389	2.5884	2.8277	0.1440	34,979,018
1993-94	2.8043	3.2863	2.5919	2.8550	0.1500	39,199,474
1994-95	2.8111	3.3265	2.5942	2.8661	0.1500	42,442,059

Per \$100 of assessed value - State constitutional limit on combined tax rate is \$5.00 per \$100 of assessed value for any individual's combined property tax rate. Spending caps passed by the Legislature effective in 1981-82 lowered the limit. The limits may fluctuate dependent upon sales tax population and voter approved overrides.

The responsibility for collecting the levied taxes lies with the 17 counties. Property taxes have been a stable revenue source as historically the outstanding delinquent taxes have been minimal. The two largest counties have for the past ten years had less than the 1/2 of 1 percent of the current levy as outstanding delinquent taxes at the end of the collection period.

Source: Department of Taxation

Assessed Value of Taxable Property

(Expressed in Thousands)

Table VI

Fiscal Year	Assessed Value (1)				Market Value
	Clark County	Washoe County	15 Other Counties	Total State	Total State
1985-86	\$ 7,518,167	\$ 3,481,962	\$ 2,785,694	\$ 13,785,823	\$ 39,388,066
1986-87	7,788,187	3,656,732	2,977,545	14,422,464	41,287,040
1987-88	8,361,685	3,934,200	3,256,351	15,552,236	44,434,960
1988-89	9,085,929	4,103,366	3,611,815	16,801,110	40,003,171
1989-90	9,980,576	4,391,118	4,213,702	18,585,396	53,101,131
1990-91	11,294,875	4,558,300	4,678,107	20,531,282	58,660,805
1991-92	12,964,606	4,700,274	4,893,097	22,557,977	64,451,362
1992-93	14,267,549	4,908,661	5,114,774	24,290,984	69,402,811
1993-94	15,574,486	5,179,851	5,378,646	26,132,983	74,665,666
1994-95	17,107,695	5,440,391	5,746,620	28,294,706	80,842,017

Assessed value is approximately 35% of cash market value; valuations for fiscal year 1994-95 are available at June 30, 1994.

(1) Excludes redevelopment valuation

Source: Department of Taxation

STATE OF NEVADA

Ten Largest Taxable Property Owners Constitutional Debt Limit

June 30, 1994 (Unaudited)

Ten Largest Taxable Property Owners Expressed in Thousands

Table VII

Taxpayer	Assessed Valuation	Percentage of Total Assessed Valuation
Nevada Power Company	\$ 420,742	1.48 %
Mirage Resorts Inc. (Las Vegas)	389,514	1.38
Sierra Pacific Power Company	365,544	1.29
Circus Circus Properties (Reno, Las Vegas)	357,197	1.26
Hilton Hotel Corporation - (Reno, Las Vegas)	296,277	1.05
Ceasars Palace Realty Corp. (Lake Tahoe & Las Vegas)	178,321	0.63
Embassy Suites Inc. (Holiday Inn-Reno, Tahoe, Las Vegas)	169,433	0.60
The Boyd Group (Las Vegas)	132,738	0.47
Central Telephone Company	127,844	0.45
Southwest Gas Corporation	109,972	0.39
Totals	\$ 2,547,582	9.00 %

Source: Department of Taxation

Constitutional Debt Limit

Table VIII

Fiscal Year ended June 30	1 % or 2 % Assessed Valuation (2)	Bonds & Leases Payable Subject to Limit	Unused Debt Limit
1985	\$ 137,858	\$ 48,890	\$ 88,968
1986	144,225	47,235	96,990
1987	158,627	90,870	67,757
1988	171,357	99,605	71,752
1989 (1)	378,528	100,820	277,708
1990	418,444	204,368	214,076
1991	459,570	226,955	232,615
1992	494,964	415,050	79,914
1993	531,426	404,005	127,421
1994	574,717	423,314	151,403

Bonds subject to limit at June 30, 1994:

Series	Outstanding
University System Project	\$ 5,810
Library Bonds	3,320
Prison Bonds	6,350
Building Bonds	2,605
University Projects	1,075
Building Bonds	35,065
University System	23,430
Prison Bonds	9,280
Forensic Center Bonds	4,420
Capital Improvement	142,250
University Projects	3,780
Prison Refunding	19,540
Improvement Refunding	133,625
University Refunding	30,300
Various Leases	2,464
	\$ 423,314

(1) Constitutional limit raised from 1% to 2% with voter approval on May 2, 1989

(2) Assessed Values include redevelopment assessed values of: 1987 - \$310,475; 1988 - \$334,554; 1989 - \$341,008; 1990 - \$390,903; 1991 - \$420,536; 1992 - \$457,241; 1993 - \$438,299; 1994 - \$441,165

STATE OF NEVADA

Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capita

Last ten Fiscal Years (Unaudited)

Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Expenditures

Table IX

(Expressed in thousands)

Fiscal Year Ended June 30	Principal	Interest, Fiscal Charges (3)	Total Debt Service (1)	Total General Expenditures (2)	Ratio of Debt Svc to Gen Expenditures
1985	\$ 4,690	\$ 17,133	\$ 21,823	\$ 863,230	2.53%
1986	5,485	16,150	21,635	1,011,915	2.14
1987	6,885	18,500	25,385	1,101,443	2.30
1988	9,460	23,295	32,755	905,916	3.62
1989	11,720	24,877	36,597	1,366,099	2.68
1990	16,425	30,585	47,010	1,649,478	2.85
1991	18,373	36,661	55,034	1,772,272	3.11
1992	19,991	35,075	55,066	2,173,963	2.53
1993	19,630	43,827	63,457	2,294,210	2.77
1994	26,195	33,159	59,354	2,289,661	2.59

(1) Excludes general obligation bonds reported in Enterprise Funds, and revenue bonds

(2) Includes General, Special Revenue, Debt Service Funds, and Capital Project Funds.

(3) Excludes advance refunding escrow expenditures

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt per Capita

Table X

Fiscal Year Ended June 30	Population	Assessed Value (3)	Gross Bonded Debt (1)	Less Debt Service Fund	Debt Payable From Fees and Enterprise Fund Revenues (2)	Net Bonded Debt	Net Bonded Debt to Assessed Value %	Net Bonded Debt Per Capita
1985	956	\$ 13,785,823	\$ 457,915	\$ 500	\$ 430,710	26,705	0.19	27
1986	993	14,422,483	528,112	1,629	486,342	40,141	0.28	40
1987	1,034	15,552,235	484,245	471	378,635	87,139	0.56	84
1988	1,096	16,801,110	484,000	1,705	360,895	101,400	0.60	92
1989	1,162	18,585,397	534,855	2,624	415,413	116,818	0.63	100
1990	1,237	20,531,282	633,783	4,893	402,540	228,550	1.10	183
1991	1,296	22,557,977	684,460	7,972	442,380	234,108	1.03	185
1992	1,342	24,290,984	826,230	14,202	387,351	424,677	1.74	316
1993	1,398	26,132,983	703,450	19,349	278,820	405,281	1.55	290
1994	1,493	28,294,706	820,906	20,331	353,256	447,319	1.58	300

(1) Excludes 1977 and 1989 Sewer Improvement Bonds serviced by Clark County, but includes Municipal Bond Bank debt.

(2) Includes University G.O. Bonds paid from gaming taxes;
Muni Bond Bank Bonds paid by local governments;
and Colorado River G.O. Bonds paid by user fees.

(3) Excludes redevelopment agency valuations

STATE OF NEVADA

Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bond Coverage Mortgage Revenue Bond Coverage (Housing Division Revenues)

Last Ten Fiscal Years (Unaudited)
(Expressed in thousands)

Highway Improvement Revenue (Motor Vehicle Fuel Tax) Bonds Coverage

Table XI

Fiscal Year Ended June 30	Gross Revenue	Expenditures	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1985	\$ 201,083	\$ 193,252	\$ 7,831	\$ 5,000	\$ 1,353	\$ 6,353	1.23
1986	263,200	234,705	28,495	5,000	913	5,913	4.82
1987	268,687	229,004	39,683	12,000	2,155	14,155	2.80
1988	236,504	211,536	24,968	12,260	2,620	14,880	1.68
1989	269,592	249,901	19,691	15,760	3,349	19,109	1.03
1990	314,587	295,820	18,767	15,760	2,587	18,347	1.02
1991	282,078	264,388	17,690	15,760	1,684	17,444	1.01
1992	314,156	296,363	17,793	14,760	2,145	16,905	1.05
1993	332,174	319,761	12,413	16,220	3,115	19,335	0.64
1994	425,828	409,671	16,157	12,720	2,327	15,047	1.07

Gross revenue reflects the resources of the Department of Transportation Special Revenue Fund and Highway Revenue Debt Service Fund.

Mortgage Revenue Bond Coverage (Housing Division Revenues)

Table XII

Fiscal Year Ended June 30	Gross (1) Resources	(2) Uses	Net Resources Available for Debt Service	Debt Service Requirements ⁽³⁾			Coverage
				Principal	Interest	Total	
1985	\$ 70,545	\$ 5,052	\$ 65,493	\$ 11,846	\$ 49,040	\$ 60,886	1.08
1986	87,589	7,152	80,437	78,793	58,966	137,759	0.58
1987	97,007	3,655	93,352	38,566	55,805	94,371	0.99
1988	85,970	5,050	80,920	39,371	52,283	91,654	0.88
1989	93,934	3,987	89,947	38,227	50,720	88,947	1.01
1990	94,259	4,014	90,245	50,372	52,166	102,538	0.88
1991	103,442	4,372	99,070	79,950	58,221	138,171	0.72
1992	161,282	5,448	155,834	114,858	57,556	172,414	0.90
1993	168,152	8,597	159,555	87,617	51,135	138,752	1.15
1994	213,621	7,512	206,109	178,892	38,327	217,219	0.95

(1) Gross Resources are operating revenues, nonoperating revenues, transfers in and principal collections.

(2) Uses are operating expenses, nonoperating expenses, transfers out less interest expense and less depreciation.

(3) Principal requirements represent principal outlays.

STATE OF NEVADA

Colorado River Commission General Obligation /Revenue Bonded Debt Coverage

Last Ten Fiscal Years (Unaudited)

Colorado River Commission General Obligation/Revenue Bonded Debt Coverage

(Expressed in thousands)

Table XIII

Fiscal Year Ended June 30	Gross (1) Revenues	(2) Expenses	Net Revenue Available For Debt service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1985	\$ 7,689	\$ 2,316	\$ 5,373	\$ 1,300	\$ 3,873	\$ 5,173	1.04
1986	7,715	2,489	5,226	1,375	3,961	5,336	0.98
1987	9,209	3,023	6,186	1,670	4,285	5,955	1.04
1988	9,472	3,235	6,237	1,700	4,583	6,283	0.99
1989	9,944	3,657	6,287	1,805	4,462	6,267	1.00
1990	9,996	3,713	6,283	1,925	4,353	6,278	1.00
1991	10,886	4,290	6,596	2,183	4,385	6,568	1.00
1992	10,986	4,388	6,592	2,170	4,302	6,472	1.02
1993	11,915	4,411	7,504	3,020	4,514	7,534	1.00
1994	12,273	5,551	6,722	3,028	3,951	6,979	0.96

(1) Gross revenues include operating revenues and nonoperating revenues of Water Treatment Fund.

(2) Expenses include operating expense, non-operating expenses, reserve requirements, less depreciation.

STATE OF NEVADA

Disposable Per Capita Income

Population

(Unaudited)

Disposable Per Capita Income

Table XIV

Calendar Year	United States	California	Nevada	Nevada's Per Capita as % of U.S. Per Capita	Nevada's Per Capita Rank
1970	\$ 3,484	\$ 4,131	\$ 4,425	\$ 127	5
1980	8,424	9,876	9,714	115	5
1984	11,257	12,998	11,799	105	12
1985	11,862	13,715	12,409	105	12
1986	12,489	14,384	13,179	106	12
1987	13,143	15,138	13,896	106	11
1988	14,457	16,131	15,533	107	11
1989	15,291	16,721	16,802	110	9
1990	16,173	17,690	17,584	109	15
1991	16,729	18,115	18,149	108	13
1992	17,593	18,669	19,081	108	14
1993	18,124	19,071	19,786	109	8

Source: Survey of Current Business, August '94
Published by U.S. Department of Commerce

Population

Table XV

Year	Clark County	Washoe County	15 Other Counties	Total State
1970	273,288	121,068	94,382	488,738
1980	463,087	193,623	143,798	800,508
1985	562,280	224,580	168,860	955,720
1986	587,760	232,270	173,090	993,120
1987	616,650	238,360	179,980	1,034,990
1988	661,690	244,890	189,420	1,096,000
1989	708,750	251,580	202,010	1,162,340
1990	770,280	257,120	209,500	1,236,900
1991	820,840	262,260	214,810	1,297,910
1992	856,350	265,660	221,930	1,343,940
1993	898,020	271,770	228,970	1,398,760
1994	971,680	282,630	238,690	1,493,000

Sources: U.S. Department of Commerce, Bureau of Census, 1970, 1980, 1990;
Nevada State Demographer for all other years as estimated for July 1,

STATE OF NEVADA

Public School Enrollment University and Community College Enrollment

Last Ten Fiscal Years

Public School Enrollment

Table XVI

		Fall Enrollment									
Grades		1985	1986	1987	1988	1989	1990	1991	1992	1993	1994
Primary (through 6)		82,758	87,914	94,241	101,476	110,301	120,335	126,555	131,469	138,829	146,976
Secondary (7 through 12)		72,190	73,324	74,112	74,998	76,533	80,981	85,255	81,377	96,971	103,771
Total		154,948	161,238	168,353	176,474	186,834	201,316	211,810	222,846	235,800	250,747
County											
Clark		91,446	95,412	100,027	105,151	111,460	121,984	129,233	136,188	145,327	156,348
Washoe		32,414	33,721	34,538	35,183	36,662	38,486	40,028	42,061	43,715	45,752
All other		31,088	32,105	33,788	36,140	38,712	40,846	42,549	44,597	46,758	48,647
Total		154,948	161,238	168,353	176,474	186,834	201,316	211,810	222,846	235,800	250,747

Source: Nevada Department of Education

University and Community College Enrollment

Table XVII

		Full Time Equivalent Students at Fall Enrollment									
		1985	1986	1987	1988	1989	1990	1991	1992	1993	1994
Universities											
UNR (Reno)		7,068	7,159	7,497	7,743	7,772	8,299	8,821	9,212	9,155	9,392
UNLV (Las Vegas)		7,381	7,773	8,593	9,624	10,835	12,141	13,108	12,944	12,885	13,211
University Subtotal		14,449	14,932	16,090	17,367	18,607	20,440	21,929	22,156	22,040	22,603
Community Colleges (CC)											
Southern Nevada CC		3,550	3,692	4,179	4,492	5,024	5,402	6,253	7,426	7,137	7,111
Northern Nevada CC		463	466	474	538	590	800	828	933	906	933
Truckee Meadows CC		2,387	2,566	2,627	2,883	3,036	3,283	3,515	3,718	3,726	3,594
Western Nevada CC		1,007	1,125	1,162	1,372	1,478	1,646	1,726	1,765	1,810	1,847
Community College Subtotal		7,407	7,849	8,442	9,285	10,128	11,131	12,322	13,842	13,579	13,485
University, CC Total		21,856	22,781	24,532	26,652	28,735	31,571	34,251	35,998	35,619	36,088

Source: University of Nevada System

STATE OF NEVADA

Average Annual Employment Deposits in Financial Institutions

Last Ten Calendar Years (Expressed in Thousands)

Average Annual Employment

Table XVIII

	1985	1986	1987	1988	1989	1990	1991	1992	1993	1994*
Labor Force Statistics:										
Total Nevada labor force	521.0	532.0	557.0	586.0	602.0	667.0	693.0	715	746.0	778.0
Unemployment	42.0	32.0	35.0	30.0	30.0	33.0	38.0	47	54.0	43.8
Unemploy. rate	8.0	6.0	6.3	5.2	5.0	4.9	5.5	6.6	7.2	5.6
U.S. average unemployment rate	7.2	7.0	6.2	5.5	5.3	5.5	6.7	7.4	6.8	6.2
Industrial Base Statistics:**										
Total Non-agriculture	446.4	468.1	500.2	537.8	581.2	620.9	628.7	638.7	670.0	707.6
Goods producing	51.9	56.3	61.5	72.3	84.0	87.3	79.0	78.2	88.0	92.9
Services producing	394.5	411.8	438.7	465.5	497.2	533.6	549.7	560.5	582.0	614.7

Source: Nevada Department of Employment Security

* Average through September, 1994

** Reflects employment by place of work. Does not necessarily coincide with the labor force concept. Includes multiple job holders.

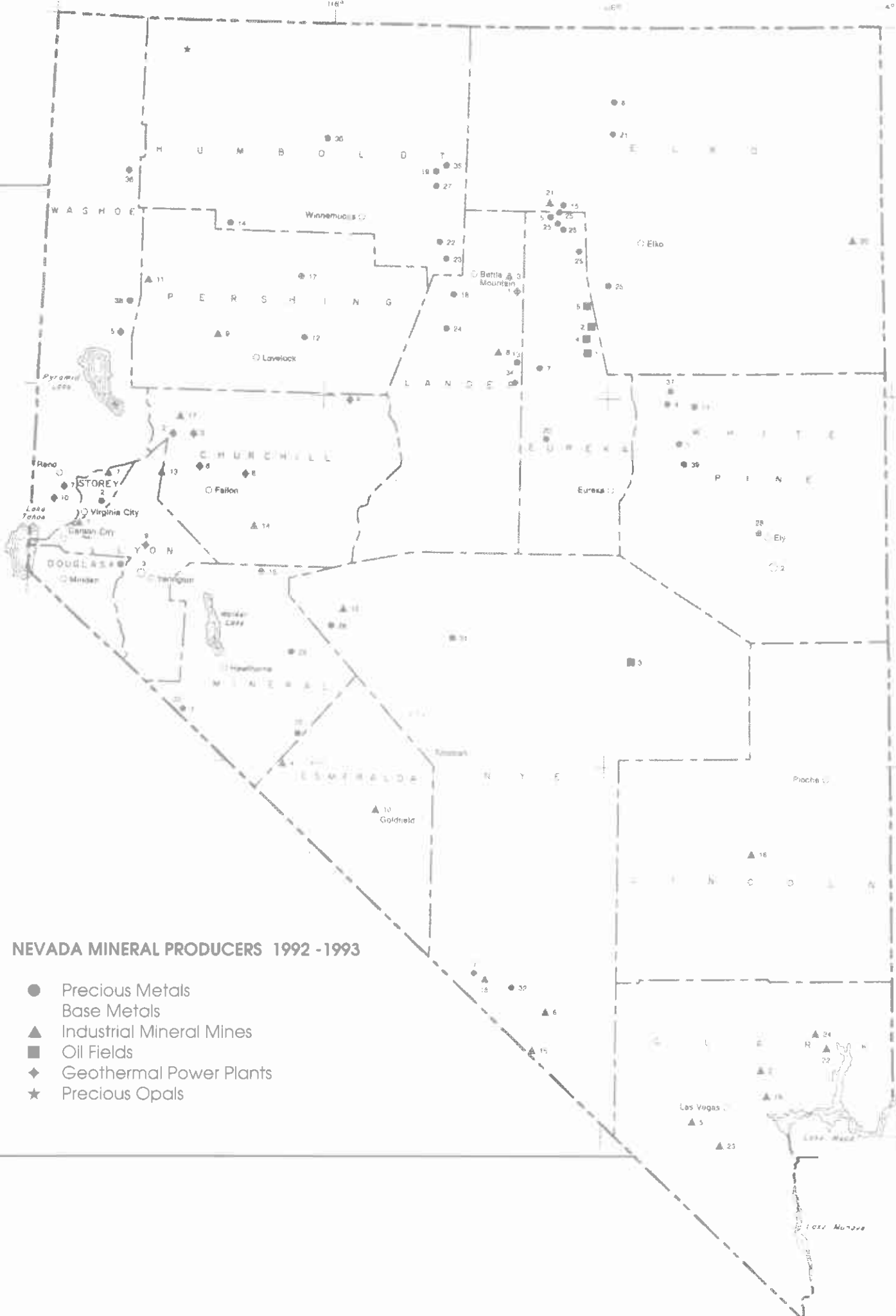
Deposits in Financial Institutions

Table XIX

	1985	1986	1987	1988	1989	1990	1991	1992	1993	1994*
National banks	\$ 2,928,813	\$ 3,738,800	\$ 3,855,300	\$ 3,766,784	\$ 4,719,400	\$ 5,127,985	\$ 4,986,756	\$ 4,709,023	\$ 4,483,190	\$ 4,034,917
State savings and loans	2,163,097	2,229,544	2,298,461	1,214,190	1,189,081	837,620	64,796	59,391	-0-	-0-
State banks	1,791,958	2,177,014	2,479,433	2,733,243	3,109,450	3,781,807	4,097,570	5,393,290	5,598,690	5,801,079
Thrift companies	118,483	137,143	2,187	867	1,835	1,432	1,208	1,185	743	-0-
State credit unions	105,823	121,087	140,200	156,574	165,763	328,075	367,586	390,733	430,347	456,917
Total deposits in financial institutions	\$ 7,108,174	\$ 8,403,588	\$ 8,575,581	\$ 7,871,658	\$ 9,185,529	\$ 10,076,899	\$ 9,517,914	\$ 10,553,622	\$ 10,512,970	\$ 10,292,913

Source: Department of Commerce, Financial Institutions Division

* Data for 1994, reported as of June 30, 1994



NEVADA MINERAL PRODUCERS 1992 - 1993

- Precious Metals
Base Metals
- ▲ Industrial Mineral Mines
- Oil Fields
- ◆ Geothermal Power Plants
- ★ Precious Opals

