County of Nevada
State of California

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2011

Malakoff Diggins State Historic Park
Nevada City

Marcia L. Salter
Auditor-Controller

Photographs by Cynthia Soszka

The Malakoff Diggins State Historic Park is the site of the largest hydraulic mine in California, and is located approximately 26 miles outside of downtown Nevada City.

Hydraulic mining was the process of forcing water under high pressure and directed through hoses and nozzles called monitors (shown above) to wash away mountain sides. This process allowed miners to process greater quantities of ore in search of gold.

Malakoff Diggins State Historic Park
http://www.parks.ca.gov/

COUNTY OF NEVADA, CALIFORNIA

COMPREHENSIVE
ANNUAL FINANCIAL REPORT

For the Year Ended June 30, 2011

COUNTY OF NEVADA
Auditor-Controller's Office

Marcia L. Salter
Auditor-Controller

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- **County Elected and Appointed Officials**
- **Organizational Chart**

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State of California
COUNTY OF NEVADA

MARCIA L. SALTER – Auditor-Controller

Auditor-Controller
950 Maidu Avenue
Nevada City CA 95959

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Fax: (530) 265-9843
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December 30, 2011

To the Honorable Board of Supervisors and the Citizens of the County of Nevada:

The Comprehensive Annual Financial Report (CAFR) of the County of Nevada for the fiscal year ended June 30, 2011 is hereby submitted in compliance with Sections 25250 & 25253 of the Government Code of the State of California. These statutes require all general-purpose local governments to issue an annual report on the financial position and activities of that government. The report must be presented in conformance with generally accepted accounting principles (GAAP) and must be audited by an independent firm of certified public accountants in conformance with generally accepted auditing standards (GAAS). The financial statements contained in this CAFR meet these requirements.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Since the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The financial statements contained in this CAFR have been audited by Smith & Newell, a Professional Corporation of Certified Public Accountants. Their audit was performed in accordance with GAAS. The auditors have concluded, based on their audit, that the financial statements combined with the accompanying footnotes present fairly, in all material respects, the financial condition of Nevada County as of June 30, 2011. A copy of their report is located at the front of the financial section of this CAFR. In planning and performing the audit of the financial statements, Smith & Newell considered the internal control structure of the County in order to determine appropriate audit procedures. During this review, no required reportable conditions were noted; however, several opportunities to strengthen internal control and operating efficiency were recommended. This information was presented in a letter to the Board of Supervisors and management.

Management is required by GAAP to provide a management discussion and analysis (MD&A) in conjunction with financial statement reporting. The purpose of the MD&A is to introduce the basic financial statements and to provide an analytical overview of the financial activities of the County. The MD&A can be found immediately following the report of the independent auditors.

In addition to the annual audit of this CAFR, the County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984, the 1996 amendments to that act, and the US Office of Management and Budget Circular A-133, *"Audits of States, Local Governments and Non-Profit Organizations."* Information related to the single audit, including the schedule of expenditures of federal awards, findings and recommendations, and the auditors' report on the internal control and compliance with applicable laws and regulations are presented, in a separate publication.

PROFILE OF THE COUNTY OF NEVADA

General Information

With an area of about 978 square miles, the County of Nevada is situated in the gold country of northern California. The County is located about 45 miles northeast of Sacramento, 130 miles northeast of San Francisco, and 12 miles southwest of Reno, Nevada. It is bordered by Sierra County to the north, Yuba County to the west, Placer County to the south, and the State of Nevada to the east.

County Government

Nevada County was organized by an act of the legislature, approved May 18, 1851. Before that time it had been a part of Yuba County, but the growth of population and business following the gold rush of 1849-50 plus the distance of the courts for trial of important criminal and civil business, resulted in the move for a separate county organization.

The County is a general law county and is governed by a five-member Board of Supervisors, elected to serve four-year terms. Each is elected from one of the five supervisorial districts of the County. Supervisors from District 3 and 4 are elected in gubernatorial election years (2006, 2010 etc) while supervisors from Districts 1, 2 and 5 are elected in presidential years (2008, 2012 etc.). District boundaries are adjusted after every federal census to equalize district population as closely as possible.

The Board of Supervisors is the legislative and executive body of County government and also serves as the governing body of the Nevada County Sanitation District No.1 and the Nevada County Housing Authority. In addition, members of the Board represent the County on numerous intergovernmental bodies. In its legislative duties the Board adopts ordinances, resolutions and rules within the limits prescribed by State law and is responsible for seeing that all Federal and State mandated functions are properly discharged.

As an executive body, the Board determines annual budget allocation; approves contracts for public improvement projects and other specialized services; conducts public hearings on matters such as zoning appeals and planning issues; provides for the compensation of all County officials and employees; creates offices, boards and commissions as needed, appointing members and fixing the terms of office; directs an annual audit of all County accounts, books, and records; provides policy direction to the County Executive Officer for the operation and administration of County departments; and exercises executive authority for the provision of local government services to County residents.

The remaining elected officials are the Assessor, the Auditor-Controller, the Clerk-Recorder, the District Attorney, the Sheriff and the Treasurer-Tax Collector. The County Executive Officer (CEO) is appointed by the Board to run the day-to-day operations of the County.

County Services

The County, with an average 836 full-time equivalent employees, provides a full range of services to its residents including public safety protection; corrections and probation; construction and maintenance of roads, bridges and other infrastructure; health services; public assistance programs; sanitation services; environmental services; libraries; and a variety of other general governmental services. Every resident of the County, directly or indirectly, benefits from these services. Most services performed by the County are provided for all residents, regardless of whether those residents live in cities or unincorporated areas. The County prides itself on being innovative in the delivery of services to its citizens. The following is a sampling of recently deployed service enhancements:

- Working with 21 other libraries in the North Net Library System, the library delivered audio and e-books free to library cardholders through a subscription service called Overdrive's Library ToGo.
- Social Services – Veterans Services created a new support center providing Veterans with access to computers, internet, phones, and faxes to conduct research and locate community resources.

- Behavioral Health in collaboration with the Tahoe Truckee Unified School District and Nevada Joint Union High School District created a Teen Suicide Prevention Program.
- Social Services - Child Welfare Services created a 22 minute DVD titled "It's in Your Hands Now" intended to educate parents entering the child welfare system.
- Information Services – Geographic Information Systems (GIS) Division launched a new web application for internal users called "Employee Map Portal" and for the public users "My Neighborhood" application.

Accounting Information

The accounts of the County are organized on the basis of funds, each of which is considered a separate entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which the spending activities are controlled.

The governmental reporting entity consists of the County and its component units. Component units are legally separate organizations for which the Board of Supervisors is financially accountable or other organizations for which the nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The following blended component units are considered to be part of the primary government for reporting purposes: Nevada County Sanitation District, the Nevada County Housing Authority, the Nevada County Finance Authority, Special Districts governed by the Board, and Special Assessment Debt with County commitment. Note 1 of the Notes to the Financial Statements contains additional information on these entities.

Budgetary Process

The County is required by State law to adopt a balanced budget by July 1 of each fiscal year. The process begins in February with budget instructions issued to departments by the County Executive Officer (CEO). Department heads are responsible for preparing and managing their budgets. The County Executive Office reviews departmental projections for expense and income accuracy, consistency with budget policies, and planned attainment of the County's goals and objectives. As a recommending body to the CEO, a Budget Subcommittee is appointed, whose members provide a comprehensive review of department requests for service levels, funding, and staffing. The subcommittee consists of two members of the Board of Supervisors. Also serving as advisors are the elected Auditor-Controller, the County Executive Officer and the Deputy County Executive Officer. The Board of Supervisors is responsible for adopting the budget, after considering it as a whole, and gauging its success in reflecting County goals and priorities for the community. After adoption of the budget, the County Executive Office staff reviews and monitors revenues and expenditures quarterly and assists departments in fiscal management as necessary.

The County Auditor-Controller is responsible for monitoring and reporting expenditures within budgeted appropriations. Budget information is presented for the general and special revenue funds. This budget data is prepared on the modified accrual basis consistent with comparable actual amounts. Budgets are also adopted for the enterprise and internal service funds. Budget appropriations represent original amounts adjusted by budget transfers and appropriation amendments. Encumbrance accounting is utilized during the year for budget control purposes. However, encumbrances outstanding at year-end do not constitute expenditures or liabilities, but rather reserves of fund balances. Unencumbered budget appropriations lapse at the end of the fiscal year.

The CEO may approve transfers of appropriations between major objects of expenditure within the same service budget unit (SBU) and fund. The Board must approve amendments or transfers of appropriations between SBUs within any fund and supplemental appropriations necessary and normally financed by unanticipated revenues during the year. Any deficiency of budgeted revenues and other financing sources over expenditures and other financing uses is financed by beginning available fund balances.

LOCAL ECONOMY

Population

The 2011 estimated population figures, as provided by the California Department of Finance for the County, are 99,111. This is up slightly from 2010 with about 67% or 66,614 of the residents living in the unincorporated areas. The Town of Truckee is the largest of the three cities within the County, with approximately 16,212 residents in 2011. The City of Grass Valley is the second largest city within the boundaries of the County with a population of 12,883. Nevada City serves as the County seat with a population of 3,121.

Labor Force

The County's 2011 labor force totaled 50,170, a decrease of 2.4 % from 2010 figures. Nevada County's unemployment rate in June 2011 was 11.4 %, a decrease of 0.1% from June 2010. California's statewide rate was 12.1 % for the same June time period.

Housing

According to the California Association of Realtors, approximately 1,514 homes in Nevada County were sold in the calendar year 2010. Prices remain impacted by the general housing market trends, and prices of local homes sold declined by 13.5% to a median price of $240,000 as of October 2011. The Grass Valley area has shown the largest one-year decrease of 19.1% with the median home price dropping from $215,000 to $174,000.

Property Tax Collection and Apportionment

Property taxes levied countywide (secured, unsecured and unitary) dropped in fiscal year 2010-11 to $156,418,097. This was a 7.12% decrease over the previous fiscal year total of $168,411,039. The Auditor-Controller calculates the local property tax bills based on assessed values as provided by the Assessor. The Treasurer-Tax Collector then distributes the tax bills and is charged with the collection. In fiscal year 2010-11, the Auditor-Controller apportioned the revenue as follows:

- Nevada County General Fund: 14.0%
- Schools: 56.2%
- Special Districts: 19.6%
- Cities: 10.2%

Debt Administration

Contained within the County's tax code area are numerous municipalities, school districts and special-purpose districts providing public services. These entities have outstanding bonds issued in the form of general obligation bonds.

Direct debt constitutes debt directly issued by the County while overlapping debt constitutes that portion of the debt issued by different public entities within the same tax code area as the County's. The County is not responsible for overlapping debt of the other local agencies.

The County has $73,250,199 in direct debt outstanding as of June 30, 2011. This includes the 2001 Certificates of Participation, capital leases, special assessment debt, loans payable, compensated absences, accrued claims payable and landfill post closure. This amount also includes the Sanitation District's State Revolving Fund loans for three major plant upgrades.

RELEVANT FINANCIAL POLICIES

Budget Policies

The Board of Supervisors adopted several policies to guide the preparation of the budget. The following are several key items:

- Every effort will be made to provide same level service as the prior year. This may require the reorganization or streamlining of current resources.
- There will be no unfunded positions included in the budget. All vacancies will be reviewed for need and potential elimination. Revenue contingent positions that lose their State and Federal funding will be eliminated first before other cuts are enacted.
- The budget will only use reserve funds for emergency and one-time expenditures or for purposes designated to fund. Every effort will be used to preserve reserve funds.
- There will be a high level of fiscal discipline by the Department Heads, Budget Subcommittee, County Executive Office and Board of Supervisors. Every effort will be made to maximize County assets, achieve a high level of funding for employee retirement promises, evaluate cost per service item and develop and maintain contracts with vendors within Nevada County.

Fund Balance Policies

The Board of Supervisors took the first step in establishing a comprehensive fund balance policy for the County's General fund in June 2011. In an effort to maintain the County's credit rating and meet seasonal cash flow shortfalls, the Board has established and committed to maintain a minimum unrestricted fund balance in the General Fund equal to two months of annual revenue within the Discretionary Revenue category as defined in the adopted budget.

Long-term Financial Planning

The County's long term financial planning has focused on the capital and infrastructure improvements needs of Facilities and Roads. Each year a five-year Road Maintenance and Capital Improvement Plan (CIP) is prepared for and approved by the County Board of Supervisors. The CIP is a plan for short range and long-range plans to improve or rehabilitate the 562 miles of County-owned roads. While the CIP covers a five-year planning period, it is updated each year to reflect ongoing changes as new projects are added, existing projects modified, and completed projects deleted from the plan document. The 2011 CIP represents a five-year $60 million program from 2010 through 2015. The funding for the CIP projects is a mix of Federal, State and local sources and subject to availability.

The County's Capital Facilities Master Plan is reviewed and updated on a periodic basis. The current plan was presented and adopted by the Board in 2008. An updated plan is being prepared for presentation in early 2012. The plan document contains a facilities condition assessment of all buildings, the life expectancy of systems and finishes, and the priority of identified projects. The plan provides information on future facility needs and estimated costs. The County has designated a portion of the General Fund's available fund balance to build toward the funding for future projects. The County was able in the prior year to take advantage of the real estate conditions and purchase two parcels for future facility needs. Negotiations were under way late last fiscal year on a potential property to house the County's Public Works corporation yard. The purchase of the property was finalized in August 2011.

Major Initiatives

Over the past several years, the County management has taken a pragmatic approach in its efforts to seek and implement a new form of service delivery for those County services befitting that model. The primary service model is based upon contracting with a qualified independent service provider. The most prevalent service area that has transferred to this model has been in the mental health services. The County is currently delivering the majority of its Behavioral Health program services through contracted independent providers. This past year, additional areas of service have transitioned to this model. The two newest service areas under contract are the Animal Shelter services, managed and operated by a not-for-profit provider and the Solid Waste McCourtney Road Transfer Station, functioning under a for-profit

service contractor. In addition, the County had contracted with Consolidated Area Housing Authority of Sutter County to manage the Section 8 voucher program beginning in January of 2011 and as of July 1st permanently transferred the entire program with the formal approval of HUD. The County is currently considering a move to privatize the entire Western Solid Waste operations to a fully independently managed operation under a franchise agreement.

The success of this change in service delivery has provided the County with a means to control a portion of its largest expenditure category, the salaries and benefits of its workforce, while still maintaining the level and quality of services. Staffing levels have gone from a high of 1,055 in 2001-02 to 777 authorized positions for the 2011-12 adopted budget. During the economic downturn, overall County staff reductions have been a primary cost savings mechanism; which, in addition to the successfully negotiated reductions in retirement benefits for new employees within certain bargaining groups, has provided the needed expenditure reductions to support the effort to maintain the County's core services to its citizens.

Other Factors Affecting Financial Condition

California local governments are particularly vulnerable to State and Federal budgetary difficulties. The State of California acts as a pass-through entity for much of the County's program revenues. The State's slow economic recovery and its struggle to reduce its deficit continue to trouble local governments. The California Legislative Analyst's Office recently estimated that a $20 billion short-fall exists for next year's State budget. The current trend is for the realignment of certain programs. While this promotes local control for the service delivery, there is a question as to whether an adequate flow of funds will be available in the future to support the shift of the programs. This is of great concern with the potential impact on the County budget to provide the funding required for such realigned services and other mandated programs.

The County seems to lag behind in economic recovery cycles. Unemployment remains high and the real estate market continues to struggle in terms of housing prices, housing sales, home foreclosures and new construction. The housing sector crisis remains at the forefront and continues to plague the real estate market recovery. The drop in property values has greatly affected the County's largest discretionary revenue source of the General Fund. The fiscal year 2011-12 Recommended Budget included an estimated no growth in property tax revenues from the prior year and this estimate has now been determined to be a 2.7% reduction. This will have an impact on the budget of the 2011-12 fiscal year and those beyond. Though slight, the sales tax revenues are beginning to show increases. This increase is a welcome sign to an otherwise dismal revenue picture.

Throughout the economic crisis of the past several years, the County has maintained its proactive approach and made strategic adjustments to ensure it remains fiscally solvent. The General Fund reserves, purposely set aside during the past years when double-digit growth was realized, continue to provide some cushion while waiting out the extended economic recovery.

Awards

The Government Finance Officers Association of the United States and Canada awarded the Certificate of Achievement for Excellence in Financial Reporting to the County of Nevada for its CAFR covering the fiscal year ended June 30, 2010. The Certificate of Achievement is a prestigious national award, recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR whose contents conform to program standards. Such CAFRs must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for a period of one year only. This is the fourth year we have received this esteemed award. We believe our current CAFR continues to meet the Certificate of Achievement program requirements, and we are submitting our application for the Certificate for this year.

Acknowledgments

The preparation of this Comprehensive Annual Financial Report was possible with the combined efforts of numerous individuals. I wish to express my sincere appreciation to my staff in the Auditor-Controller's Office for their concerted effort and commitment to the timely preparation and review of this report. I would like to thank all the departments and agencies who contributed financial information to this report along with our independent auditors, Smith & Newell and staff, for their assistance and guidance in producing this CAFR. In addition, I would like to thank the Board of Supervisors and the County Executive Office for their fiscal stewardship and prudent management of the financial operations of the County.

Respectfully Submitted,

Marcia L. Salter
Auditor-Controller

Certificate of Achievement for Excellence in Financial Reporting

Presented to

County of Nevada
California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

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.

Linda C. Davidson

President

Jeffrey R. Esser

Executive Director

COUNTY OF NEVADA
County Officials
For the Year Ended June 30, 2011

ELECTED OFFICIALS

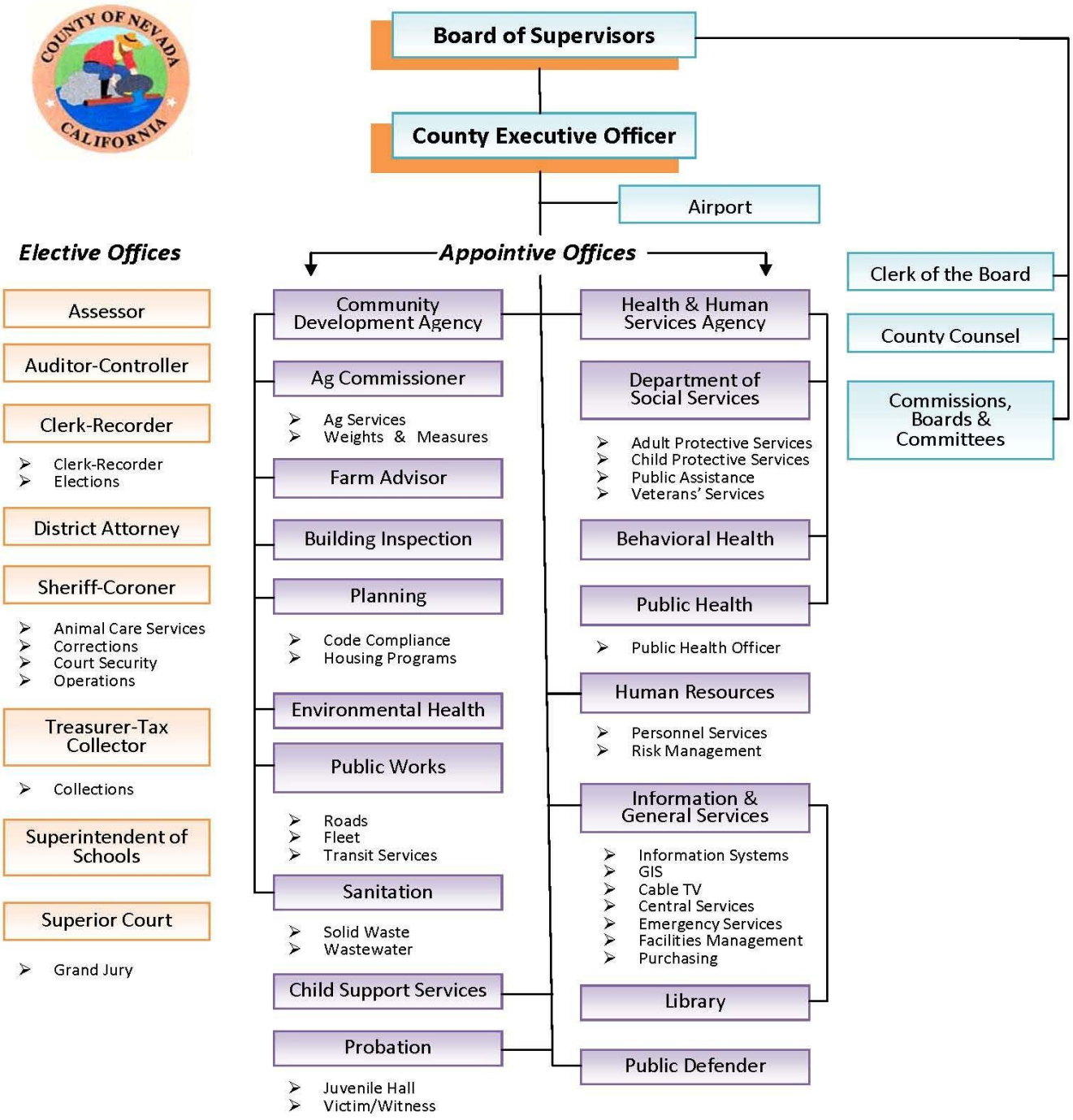
Supervisor, District 1	Nate Beason
Supervisor, District 2	Ed Scofield
Supervisor, District 3	Terry Lamphier
Supervisor, District 4	Wm. Hank Weston
Supervisor, District 5	Ted Owens

Assessor	Sue Horne
Auditor-Controller	Marcia Salter
Clerk-Recorder	Gregory Diaz
District Attorney	Clifford Newell
Sheriff-Coroner/Public Administrator	Keith Royal
Treasurer-Tax Collector	Tina Vernon

DEPARTMENT DIRECTORS/ADMINISTRATORS

Agricultural Commissioner	Jeff Pylman
Behavioral Health Director	Michael Heggarty
Building Director	Brian Washko
Chief Information Officer	Steve Monaghan
Chief Probation Officer	Doug Carver
Child Support Director	Tex Ritter
Clerk of the Board	Cathy Thompson
Community Development Agency Director	Steve DeCamp
County Counsel	Michael Jameson
County Executive Officer	Rick Haffey
Environmental Health Director	Wesley Nicks
Health & Human Services Director	Jeff Brown
Human Resources Director	Gayle Satchwell
Librarian	Mary Ann Trygg
Planning Director	Jory Stewart
Public Defender	Donald Lown Jr.
Public Health Officer	Karen Milman, M.D.
Public Works Director	Douglas Farrell
Social Services Director	Alison Lehman

Nevada County Government Organization



FINANCIAL SECTION

- **Independent Auditor's Report**
- **Management's Discussion and Analysis**
- **Basic Financial Statements**
- **Required Supplementary Information**
- **Combining and Individual Fund Statements and Schedules**

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisors and Grand Jury
County of Nevada
Nevada City, California

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County of Nevada, California (County), as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the County as of June 30, 2011, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated December 28, 2011, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The Management Discussion and Analysis and the Required Supplementary Information as listed in the table of contents are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

1425 BUTTE HOUSE ROAD YUBA CITY, CA 95993 TEL: (530) 673-9790 FAX: (530) 673-1305

To the Board of Supervisors and Grand Jury
County of Nevada
Nevada City, California

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining and individual fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements, and in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Smith & Newell CPA's
Yuba City, California
December 28, 2011

Management's Discussion and Analysis
(Unaudited)

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COUNTY OF NEVADA
Management's Discussion and Analysis
Required Supplementary Information

This section of the County of Nevada's (County's) comprehensive annual financial report provides an overview and analysis of the County's financial activities for the fiscal year ended June 30, 2011. Please read it in conjunction with the transmittal letter at the front of this report and the County's basic financial statements following this section.

FINANCIAL HIGHLIGHTS

- The assets of the governmental activities of the County exceeded its liabilities at the close of the 2010-2011 fiscal year by $349,441,147 (net assets). Of this amount, $26,325,293 (unrestricted net assets) may be used to fund programs for citizens and debt obligations to creditors, $40,759,140 is restricted for specific purposes (restricted net assets), and $282,356,714 is invested in capital assets, net of related debt.

- The County's total net assets increased by $11,527,415. The governmental activities net assets at the close of the 2010-2011 fiscal were $315,190,109 and the business-type activities net assets were $34,251,038.

- As of June 30, 2011, the County's governmental funds reported combined ending fund balances of $63,267,250 an increase of $3,190,193 or 5.3% in comparison with the prior year's ending fund balance. Amounts available for spending include *restricted, committed, assigned and unassigned fund balance,* totaling $63,073,039. Of this amount, $40,370,892 is restricted by law or externally imposed requirements, and $4,145,545 is committed for specific purposes.

- At the end of the fiscal year, the fund balance for the General Fund was $21,532,100, or 40.2% of the total General Fund expenditures for the year.

- The County's total long-term debt decreased from $75,594,765 to $73,250,199. This $2,344,566 or 3.1 % decrease was related to scheduled payments on the Certificates of Participation and loans payable.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements comprise three components: 1**) Government-wide** financial statements, 2) **Fund** financial statements, and 3) **Notes** to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

Government-wide Financial Statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

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

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

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues *(governmental activities)* from other functions that are intended to recover all or a portion of their costs through user fees and charges *(business-type activities)*. The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, education and recreation. The business-type activities of the County include Western Nevada County Solid Waste, Eastern Nevada County Solid Waste, the Sanitation District, Transit Services, and the Airport.

Component units are included in our basic financial statements and consist of legally separate entities for which the County is financially accountable and that have substantially the same board as the County or provide services entirely to the County. The County's component units are: Nevada County Sanitation District, Nevada County Housing Authority, Nevada County Finance Authority, Special Districts governed by the Board, and Special Assessment Debt with County Commitment.

The government-wide financial statements can be found on pages 20-21 of this report.

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

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

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

The County maintains one hundred fifty-five individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund and other major governmental funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual and grouped fund data for the non-major governmental funds are provided in the form of *combining statements* elsewhere in this report.

The governmental fund financial statements can be found on pages 22-25 of this report.

Proprietary funds are maintained in two ways. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. *Internal service funds* are used to accumulate and allocate costs internally among the County's various functions. The County maintains thirty-six individual proprietary funds. The Western Nevada County Solid Waste, Eastern Nevada County Solid Waste, the Airport, Transit Services and Sanitation District are used for business-type activity. The County uses internal service funds to account for its Fleet Management, Vision Insurance, Unemployment Insurance, Liability Insurance, Dental Insurance and Central Services. As these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Western Nevada County Solid Waste, the Airport and the Sanitation District are considered to be major funds of the County and are presented individually. The County's non-major enterprise funds and the six internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for each of these nonmajor enterprise and internal service funds are provided in the form of *combining statements* elsewhere in this report.

The proprietary fund financial statements can be found on pages 26-30 of this report.

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

The fiduciary fund financial statements can be found on pages 31-32 of this report.

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

The notes can be found on pages 33-70 of this report.

Required Supplementary Information consists of funding progress schedules for the County Defined Benefit Pension Plan and Other Post Employment Benefit Plan; the County's General Fund budgetary schedule to demonstrate compliance with the County's adopted budget; the budgetary comparison schedules for all Major Funds, and infrastructure assets reported using the modified approach to account for the County's road subsystem.

Required supplementary information can be found on pages 71-81 of this report.

Combining and individual fund statements and schedules referred to earlier provide information for nonmajor governmental funds, nonmajor enterprise funds, internal service funds, and fiduciary funds and are presented immediately following the required supplementary information.

Combining and individual fund statements and schedules can be found on pages 82-133 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve as a useful indicator of the County's financial position over time. On June 30, 2011, the County's assets exceeded its liabilities by $349,441,147.

County's Net Assets
June 30, 2011 and 2010

	Governmental Activities		Business-Type Activities		Total	
	2011	**2010**	**2011**	**2010**	**2011**	**2010**
Current and other assets	81,975,385	78,668,174	23,774,926	22,277,952	105,750,311	100,946,126
Capital Assets	266,370,042	264,184,886	60,092,256	59,420,706	326,462,298	323,605,592
Total Assets	348,345,427	342,853,060	83,867,182	81,698,658	432,212,609	424,551,718
Long-term liabilities	25,590,591	25,430,393	47,659,608	49,894,417	73,250,199	75,324,810
Other liabilities	7,564,727	9,478,719	1,956,536	1,834,457	9,521,263	11,313,176
Total Liabilities	33,155,318	34,909,112	49,616,144	51,728,874	82,771,462	86,637,986
Net Assets:						
Invested in capital assets, net of related debt	250,376,233	248,400,614	31,980,481	29,861,732	282,356,714	278,262,346
Restricted	40,759,140	40,542,205	0	0	40,759,140	40,542,205
Unrestricted	24,054,736	19,001,129	2,270,557	108,052	26,325,293	19,109,181
Total Net Assets	315,190,109	307,943,948	34,251,038	29,969,784	349,441,147	337,913,732

Of the County's total net assets of $349,441,147, approximately 7.5% or $26,325,293 are unrestricted net assets that may be used to fund County programs for citizens and obligations to creditors. 80.8% or $282,356,714 of the County's net assets reflect its investment in capital assets (e.g., land, buildings, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The remaining portion of the County's net assets, $40,759,140 or 11.7%, represents resources that are externally restricted on how they may be used.

The Governmental activities unrestricted net assets increased by $5,053,607 or 2.7% over the prior year. The increase was due to an increase in accounts receivable and a decrease in salaries and benefits subject to accrual.

The Business-Type Activities unrestricted balance reflects a $2,162,505 increase over the prior year. The increase resulted from Western Solid Waste completing a portion of its post closure activity reducing the associated liability and the Sanitation District's increase in current assets.

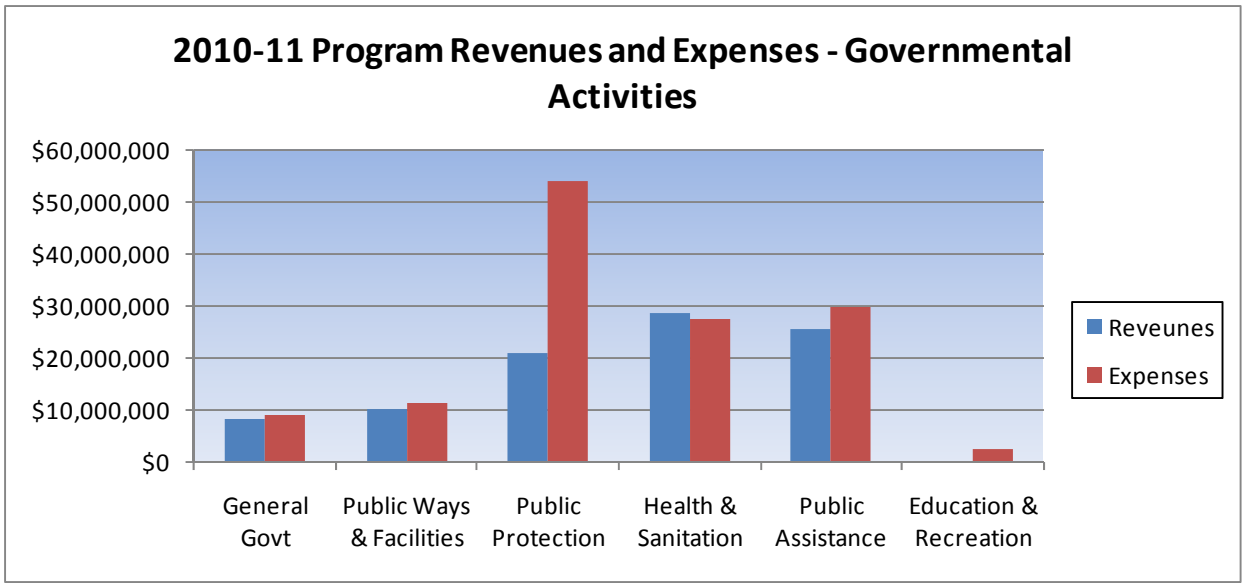
There was an overall increase of $11,527,415, or 3.4%, over the prior year's net assets. This amount is attributable to the increase in unrestricted net assets and the increase in capital assets of both the Governmental and Business-Type activities.

The following table shows the revenue, expenses and changes in net assets for governmental and business-type activities:

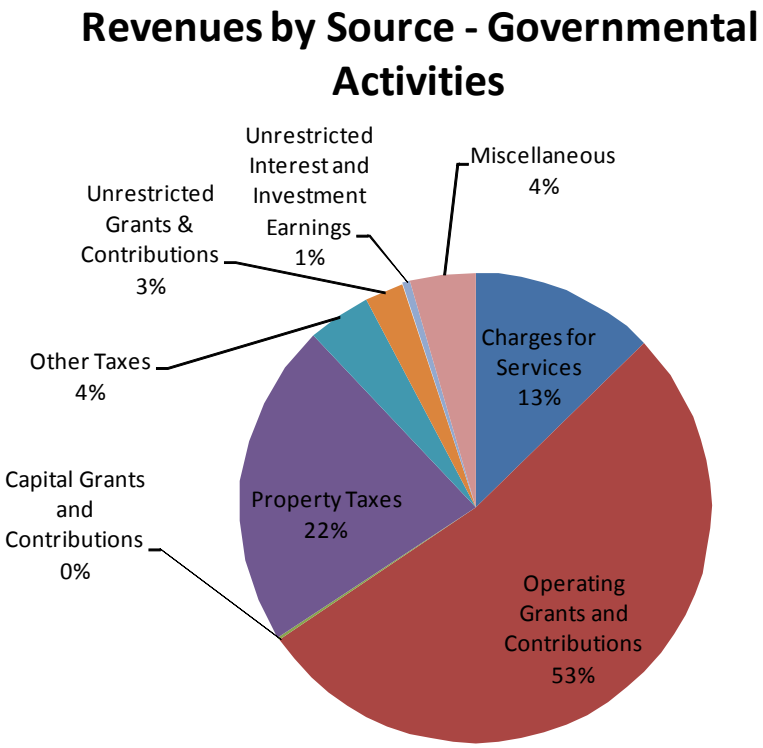
County's Change in Net Assets
June 30, 2011 and 2010

	Governmental Activities		Business-Type Activities		TOTAL		Percent
	2011	2010	2011	2010	2011	2010	Change
Revenues							
Program revenues:							
Charges for Services	18,092,809	17,670,888	15,215,830	14,641,867	33,308,639	32,312,755	3.1%
Operating Grants and Contributions	75,229,137	72,351,303	1,126,440	1,127,304	76,355,577	73,478,607	3.9%
Capital Grants and Contributions	335,142	628,556	1,775,682	258,381	2,110,824	886,937	138.0%
General Revenues:							
Property Taxes	31,655,023	34,186,337	6,960	6,804	31,661,983	34,193,141	-7.4%
Other Taxes	6,221,759	6,026,912	1,043,574	1,687,160	7,265,333	7,714,072	-5.8%
Unrestricted Grants & Contributions	3,830,282	3,684,748			3,830,282	3,684,748	3.9%
Unrestricted Interest and Investment Earnings	737,446	449,987	179,490	125,785	916,936	575,772	59.3%
Miscellaneous	6,384,673	5,127,865	384,583	515,918	6,769,256	5,643,783	19.9%
Total Revenues	142,486,271	140,126,596	19,732,559	18,363,219	162,218,830	158,489,815	2.4%
Expenses:							
General Government	8,709,767	10,244,690			8,709,767	10,244,690	-15.0%
Public Ways and Facilities	11,125,921	10,401,753			11,125,921	10,401,753	7.0%
Public Protection	53,744,616	53,962,729			53,744,616	53,962,729	-0.4%
Health and Sanitation	27,399,803	24,897,645			27,399,803	24,897,645	10.0%
Public Assistance	29,493,151	29,362,237			29,493,151	29,362,237	0.4%
Education	2,236,503	2,386,595			2,236,503	2,386,595	-6.3%
Recreation	130,174	72,454			130,174	72,454	79.7%
Interest on long-term debt	729,736	768,465			729,736	768,465	-5.0%
Eastern Nevada County Solid Waste			164,274	147,527	164,274	147,527	11.4%
Western Nevada County Solid Waste			6,105,160	6,114,100	6,105,160	6,114,100	-0.1%
Transit Services			2,801,101	3,229,143	2,801,101	3,229,143	-13.3%
Airport			1,362,731	1,167,371	1,362,731	1,167,371	16.7%
Sanitation District			6,627,209	7,083,467	6,627,209	7,083,467	-6.4%
Total Expenses	133,569,671	132,096,568	17,060,475	17,741,608	150,630,146	149,838,176	0.5%
Change in net assets before transfers	8,916,600	8,030,028	2,672,084	621,611	11,588,684	8,651,639	33.9%
Transfers	(1,670,439)	(252,205)	1,670,439	252,205	0	0	
Change in net assets	7,246,161	7,777,823	4,342,523	873,816	11,588,684	8,651,639	33.9%
Prior Period adjustments	0	329,957	(61,269)		(61,269)	329,957	-118.6%
Net Assets 7/1	307,943,948	299,836,168	29,969,784	29,095,968	337,913,732	328,932,136	2.7%
Net Assets 06/30	315,190,109	307,943,948	34,251,038	29,969,784	349,441,147	337,913,732	3.4%

The following chart presents a comparison of expenses by function and the associated program revenues for governmental activities:



Revenues among Governmental activities totaled $142,486,271 for the fiscal year ended 2010-11. The chart below presents the percentage of total revenues by source for Governmental activities:



Key elements of the increase/decrease in *revenues* in the governmental activities:

- Charges for services had an overall increase of $421,921, or 2.4% from the prior year. Increased revenues in this area are attributed to increased elections-services charges for the November 2010 General Election in the amount of $255,110, increased recording fees of $151,316, and increased revenues for mental health triage services provided for neighboring Placer County.

- There was an overall decrease in the property tax category of $2,531,314, or -7.4%. Current secured taxes decreased $1,746,152 or -8.1% due to continued declining home values and assessment reductions. Property tax in lieu of VLF fees decreased $812,609, or -8.7%. This revenue reduction is associated with the decline in property values.

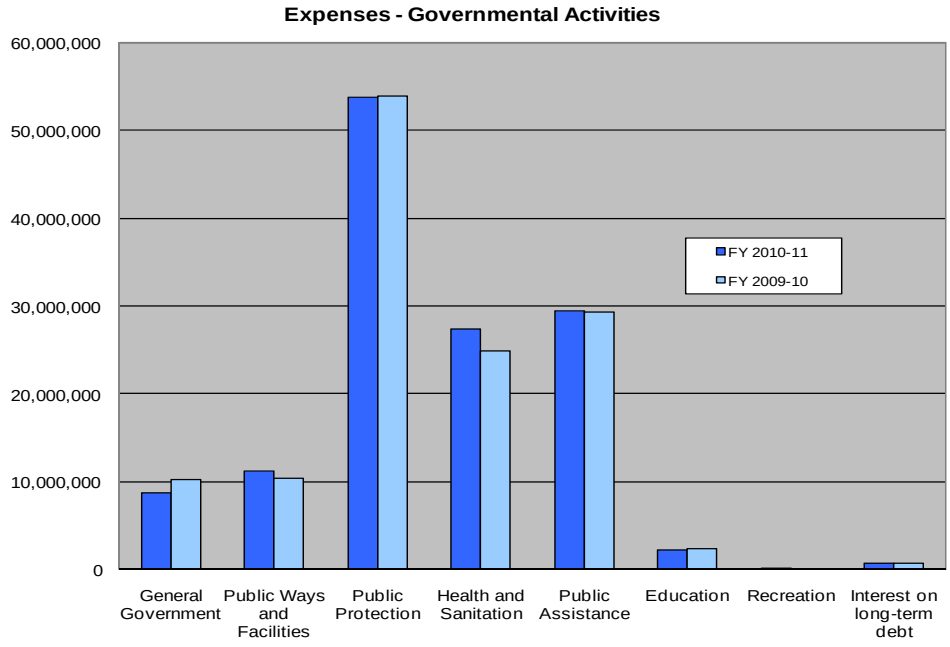
- Sales and Use taxes increased $166,400, or 4.2%, indicating a slight increase in consumer spending over the prior year.

- Operating grants, which includes unrestricted grants, increased 4% from the prior year. American Recovery and Reinvestment (ARRA) dollars helped fund subsidized employment programs in Health and Human Services and road overlay projects in Public Works. State and Federal funds for Public Assistance increased $2,381,922 due to increased Social Services assistance payments.

- Interest and Investment earnings increased $287,459. Although interest earnings remained relatively flat, the County experienced a 63% increase, or $118,001 in the fair market value of investments, and an increase in rental income as a result of leasing the County's animal shelter facility.

- The miscellaneous revenue category increased by $1,256,808, or 24.5% largely due to insurance recoveries for the defense and settlement costs associated with a County lawsuit.

Expenses among Governmental activities totaled $133,569,671 for the fiscal year ended 2010-11. The chart below presents the two-year comparison of the total expenses by function for Governmental activities.



Key elements of the increase/decrease in *expenses* in the governmental activities:

- The General Government category decreased by 15% or $1,534,923. The decrease in expenses resulted from reductions in staffing and related salary and benefit costs in the amount of $590,300. Expenses for services and supplies were also significantly reduced by $374,319 due to a drop off in election costs from the prior year June primary election, decreased utility costs, and decreased professional services.

- The Public Ways category increased expenses by 7%, or $724,168. The increase reflects the cost of services provided by the County's internal service funds.

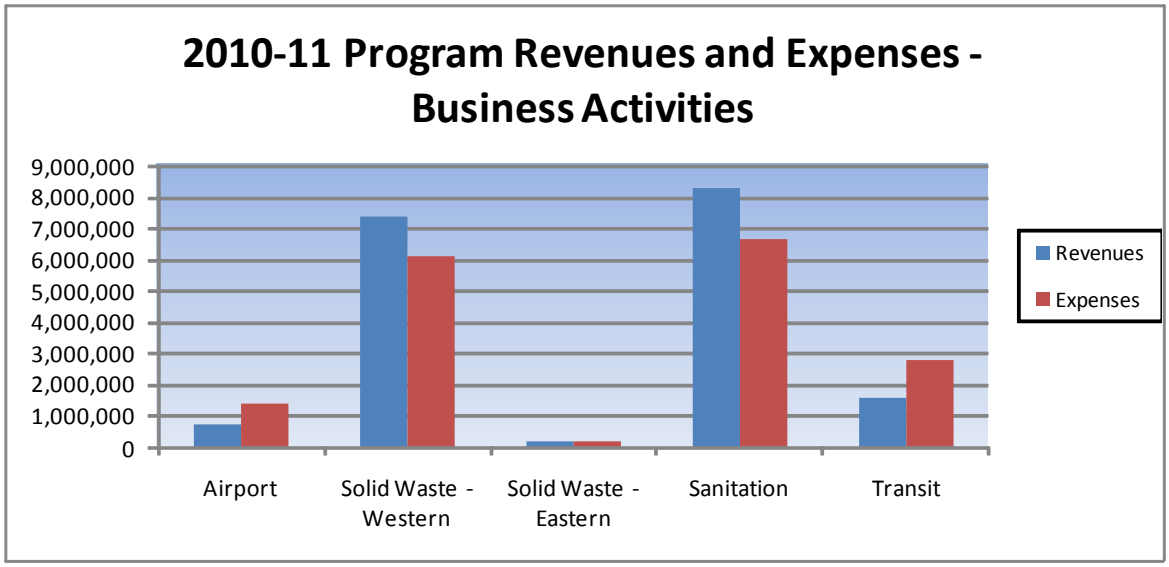
- The Public Protection category experienced a decrease of $218,113 in expenses. The decrease was due to a one-time transfer out of $480,900 in grant revenues in the prior year, a decrease in salary and benefit cost, and increased reimbursements from other program areas for services provided. These reductions offset the $1,114,778 increase in expenses for the Darkhorse development sewer infrastructure project.

- The Health and Sanitation program area increased expenses by $2,502,158, or 10%, due to expansion of adult and children's services in Behavioral Health made possible from Mental Health Service Act funding. This included training and implementation for a new Behavioral Health electronic health records system, and increased psychiatric service-provider contracts.

- The Education category decreased expenses by $150,092 with reduced salary and benefit expenses for Library and Farm Advisor services. These reductions more than offset the increased services and supplies cost for Library services including the $25,450 cost of the online catalog.

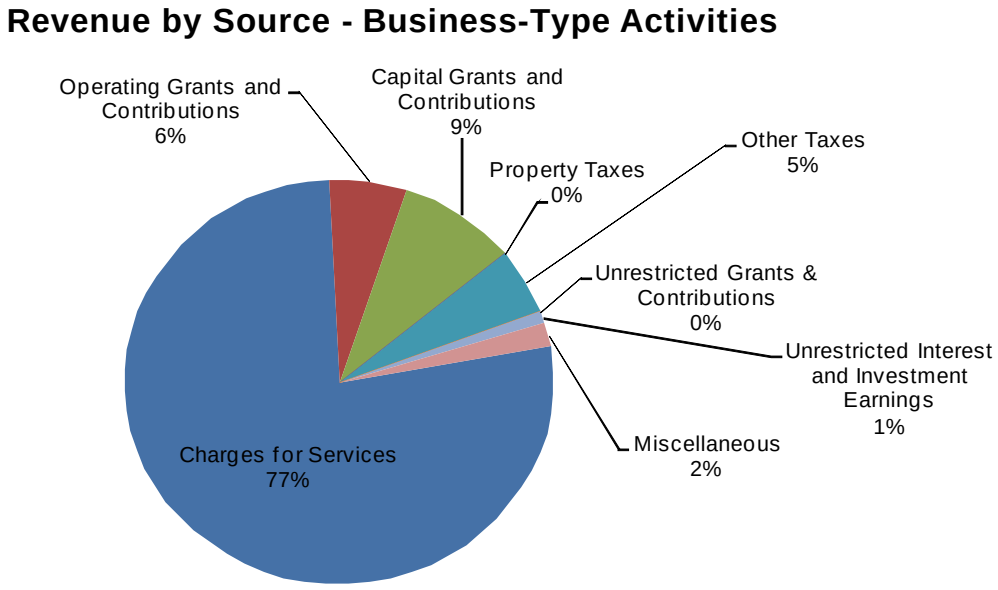
- The Recreation category increased expenses by $57,720, or 80%. Funding was provided for two park projects in Grass Valley, along with a Chicago Park School improvement project to the gym, field, and outdoor courts. These projects totaled $67,435.

The following chart displays expenses and the associated program revenues by function for the Business-type activities:



Revenues among Business-type activities totaled $19,732,559 for the year ended 2010-11.

The chart below presents the percentage of total revenues by source for Business-Type activities:



Key elements of the increase/decrease in revenues in the business-type activities:

- Charges for services increased $573,693 or 3.9% due to increases in the level of services provided by Western Solid Waste and the Sanitation District.

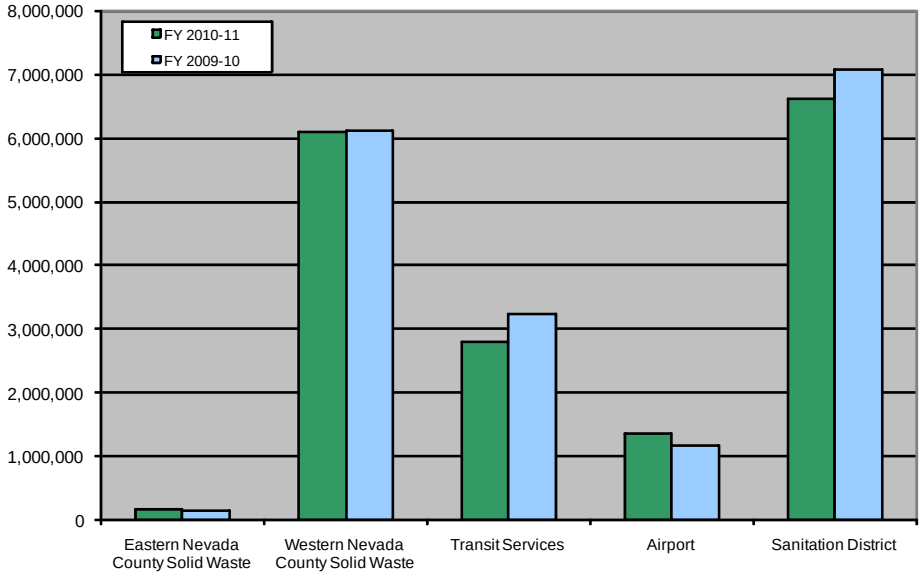
- Capital Grants and Contributions increased 587% or $1,517,301 primarily due to the Sanitation District's acceptance of the $963,000 Darkhorse collection system contribution and the State Water Resources Control Board capital grant of $389,762 for the Cascade Shore treatment plant upgrade.

- The Other Taxes category decreased $643,586 or 38%. Reduced Transit service levels resulted in decreased operating costs, which limited recognition of Local Transportation Funding.

- Miscellaneous revenues decreased 25.5% or $131,335. The Airport had received one-time revenues of $122,342 in the prior year for the sale of assets.

Expenses among Business-type activities for the year ended 2010-11 totaled $17,060,475 in comparison to the year ended 2009-10 which totaled $17,741,608, resulting in an overall decrease of 3.8%.

Expenses - Business-Type Activities



Key elements of the increase/decrease in *expenses* in the business-type activities:

- Western Nevada County Solid Waste expenses decreased $8,940 or 11% compared to the prior year. Salary and benefit reductions of $958,642 were offset with increases in professional services of $1,006,162 due to the contracting of the transfer station services.

- Airport operating expenses increased $195,360 or 16.7% over the prior year. The increase is primarily associated with the professional services related to the rehabilitation, repair and marking of an airport runway and the associated taxiways.

- Transit expenses decreased $428,042 or 13.3% under the prior year. There was a $151,371 decrease in salaries and benefits and a $222,770 decrease in paratransit services to offset reduced sales tax revenues.

- Sanitation District operating expenses decreased $456,258 or 6.4% under the prior year. Decreases in salary and benefit expenses of $244,323, service and supply expense of $250,142 and a one-time payment of fines of $334,073 in the prior year were offset with increases in depreciation and reimbursement expense.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental funds. The general government functions are contained in the General Fund, Special Revenue, Debt Service, and Capital Project Funds. Included in these funds are the special districts governed by the Board of Supervisors. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *total fund balance less the nonspendable portion* may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

Governmental Funds
Combined Balance Sheet
June 30, 2011 and 2010

	2011	2010	Variance	Change
Total Assets	82,704,448	79,969,636	3.42%	2,734,812
Total Liabilities	19,437,198	19,892,579	-2.29%	-455,381
Fund Balance				
General Fund				
Nonspendable	82,288	57,182	43.91%	25,106
Restricted	11,308	16,584	-31.81%	-5,276
Committed	3,967,000	5,277,000	-24.82%	-1,310,000
Assigned	17,471,504	14,184,086	23.18%	3,287,418
Unassigned				
Special Revenue Funds				
Nonspendable	111,923	109,808	1.93%	2,115
Restricted	40,359,584	40,022,808	0.84%	336,776
Committed	178,545	67,406	164.88%	111,139
Assigned	1,677,485	815,779	105.63%	861,706
Unassigned	-592,387	-473,596	25.08%	-118,791
Total Fund Balance	63,267,250	60,077,057	5.31%	3,190,193
Total Liabilities and Fund Balance	82,704,448	79,969,636	3.42%	2,734,812

As of June 30, 2011, the County's governmental funds reported combined ending fund balances in the amount of $63,267,250, an increase of 5.3% or $3,190,193 in comparison with the prior year's ending fund balance. The components of total fund balance are as follows (for more information see Note 12 – Fund Balances):

Nonspendable fund balance, $194,211, are amounts that are not spendable in form, or are legally or contractually required to be maintained intact, and are made up of: 1) prepaid expenses of $57,182, 2) Imprest cash accounts of $25,390, 3) Inventory of $110,653, and 4) Advances to other funds of $986.

Restricted fund balance, $40,370,892, consists of amounts with externally imposed constraints put on their use by creditors, grantors, contributions, laws, regulations or enabling legislation. Examples of restrictions on funds are those for: 1) Road improvement projects, whereby Highway Users Taxes of $2,929,853, Federal Forest Reserve funds of $1,171,908, State Exchange funds of $258,899 and State Proposition 1B funds of $1,612,571 are restricted in the Road Fund; 2) debt service reserve requirements of $3,273,187; and 3) amounts restricted for legislatively realigned Health & Human Service programs of $7,128,109.

Committed fund balance, $4,145,545, are amounts established by the Board of Supervisors for a specified purpose before fiscal year-end, requires board action to appropriate, and survives budget. The General Fund general reserve of $3,967,000 is included in this amount.

Assigned fund balance, $19,148,989, formerly designations, is established by the Board of Supervisors for specified purpose and requires board action to appropriate, and may expire at any time. Included in this balance is $6,170,000 for Information Systems Infrastructure; also $1,150,000 for equipment replacement.

Unassigned fund balance of ($592,387) represents the Health and Human Services Agency fund where expenditures exceeded revenues and available fund balance.

Approximately $63,073,039 of the total fund balances is available to meet the County's current and future needs. The Board of Supervisors may designate a portion of the spendable fund balance in the current year within the constraints applied to the various categories of fund balance. Spendable fund balances are available for appropriation at any time, with the exception of the general reserve portion of the committed fund balance which can only be decreased at the time the budget is adopted except in cases of a legally declared emergency.

The General Fund is the chief operating fund of the County. At June 30, 2011, the total fund balance was $21,532,100, an increase of $1,997,248 from the prior fiscal year. The nonspendable portion of fund balance was $82,288, and the spendable portion was $21,449,812, an increase of $1,972,142 from the prior year spendable balance of $19,477,670.

As a measure of the General Fund's liquidity, it is useful to compare both total fund balance and spendable fund balance to total fund expenditures. The total fund balance equates to 40.2% of total General Fund expenditures while spendable fund balance equates to 40.0% of total General Fund expenditures. Of the General Fund spendable fund balance, $11,308, or .1% is restricted, and $3,967,000 or 18.5% is committed.

The following provides explanations of revenues by source that changed significantly over the prior year:

Revenues Classified By Source
General Fund

Revenue Type	FY 2011 Amount	Percent of Total	FY 2010 Amount	Percent of Total	Increase (Decrease) Amount	Percentage of Change
Taxes and Assessments	35,066,651	64.34%	37,587,850	68.20%	-2,521,199	-6.71%
License and Permits	1,156,171	2.12%	1,153,069	2.09%	3,102	0.27%
Fines and Forfeitures	3,239,074	5.94%	3,259,227	5.91%	-20,153	-0.62%
Use of Money and Property	423,647	0.78%	330,076	0.60%	93,571	28.35%
Intergovernmental	5,035,274	9.24%	3,251,756	5.90%	1,783,518	54.85%
Charges for Service	8,257,632	15.15%	8,332,621	15.12%	-74,989	-0.90%
Other Revenues	1,320,629	2.42%	1,196,242	2.17%	124,387	10.40%
Total	54,499,078	100.00%	55,110,841	100.00%	-611,763	-1.11%

Taxes and Assessments – The decrease in this category is a combination of factors. The current secured tax category showed a significant decrease of $1,745,103, down from $23,176,665 in 2009-10 and $21,431,562 in 2010-11. Additionally, property tax in lieu of VLF decreased 8.77% or $812,609 due to negative growth in assessed values. Property transfer taxes also declined $23,229, or -4.16% as a result of fewer real estate transactions.

Use of Money and Property – Interest and investment earnings within this category decreased slightly, $5,133, or -7.8%, due to very low available market interest rate returns on investments, while rents and concessions increased by $56,924.

Intergovernmental – There was a significant increase in this category of $1,783,518, or 54.9% due to several factors: 1) the General Fund received $373,291 of ARRA grant funds for an energy retrofit and upgrade to the HVAC unit for the County jail, 2) the Elections Department received $332,713 of State election reimbursement for the June 2010 general election, 3) the General fund received $175,218 of MVLF excess dollars for the period of 06/07 through 09/10, and 4) the Probation Department received $242,965 of additional Title IV-E dollars. Another contributing factor to the increase in this category was the recognition of Sheriff special revenue funds into the General Fund due to an accounting change.

Other Revenues – The 10.4% or $124,387 increase in this category is attributable to $38,343 of energy rebates and revenue of $50,000 of recreation mitigation funds allocated for park improvement projects within the County.

The following provides an explanation of expenditures by function that changed significantly over the prior year:

Expenditures by Function
General Fund

Expenditures by Function	FY 2011 Amount	Percent of Total	FY 2010 Amount	Percent of Total	Increase (Decrease) Amount	Percentage of Change
General government	7,403,961	13.82%	8,876,376	16.14%	-1,472,415	-16.59%
Public protection	43,779,423	81.71%	43,813,060	79.68%	-33,637	-0.08%
Public Assistance	247,510	0.46%	343,722	0.63%	-96,212	-27.99%
Education	87,480	0.16%	117,394	0.21%	-29,914	-25.48%
Capital outlay	2,041,466	3.81%	1,829,156	3.33%	212,310	11.61%
Debt Service	17,560	0.03%	9,982	0.02%	7,578	75.92%
Total	53,577,400	100.00%	54,989,690	100.00%	-1,412,290	-2.57%

General government – The $1,472,415 or 16.59% overall decrease in expenditures in this category is across various activities. There was a decrease in general government salaries and benefits of $590,300 or 4.2% primarily due to staff reductions during the year. Services and supplies expenditures decreased by $374,419 or 6.3% in the categories of Software & Licenses and Professional Services. A one-time reduction in State Maintenance of Effort payment in the amount of $174,660 due to a prior year Court audit adjustment. Reimbursement for internal services provided to other County departments increased $376,630 or 4%.

Public Assistance – The key factor in this 28% or $96,212 decrease for this category was primarily due to a decrease in salaries and benefits costs in the amount $79,685 or 35.4% as a result of staff reductions. Additionally there was reduction in grants awarded to various service provider organizations in the amount $10,539 or 10.7%.

Education – The 25.5% or $29,914 decrease in education expenditures were attributed to two areas. Salaries and benefits decreased by $15,673 or 29.1% due to reduction in staff hours. Secondly, there was a reduction in services provided in the amount of $14,529 or 46.9%.

Capital outlay - Capital outlay increased by 11.6% or $212,310 due to the energy efficiency upgrade to County facilities.

Other Major Funds Highlights

The Road Fund is used to account for the activities associated with the construction and maintenance of county roads and bridges. The Road Fund's fund balance increased by $1,228,765 or 19.1%. The Highway Users Tax Account revenues were up $1,492,411 due to a new distribution based on Section 2103 of the Streets & Highway Code. Funds remain available for future project expenditures.

The Community Development Agency (CDA) Fund is used to account for Planning, Building, Environmental Health and Code Enforcement department activities. Overall expenditures decreased by 3.2% or $191,170. The area of Public Protection decreased $447,674 mainly in the area of salaries and benefits within Building inspection and Planning. Health and sanitation expenditures increased $256,504 due to the consolidation of Vector Control activities within the Environmental Health operating account.

The Human Services Agency Fund is used to account for the majority of the Public Health, Behavioral Health and Social Service programs. The net decrease in fund balance was $118,495 bringing the total fund balance to a deficit of $(592,047). The reduction of fund balance was attributed to increased expenditures in Behavioral Health for Mental Health Services Act (MHSA) programs for which offsetting revenue is to be recognized.

The Health and Welfare Realignment Fund is used to account for direct allocations from the State for sales tax revenues dedicated to certain Health, Mental Health and Social Service programs. The fund balance increased by $566,401 or 8.6%. Total Realignment funding used by the Behavioral Health department was less in total compared to the prior year.

Proprietary funds. The County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Western Nevada County Solid Waste at June 30, 2011 amounted to a deficit of $3,739,023. The deficit reflects the total liability for the cost of monitoring the closed landfill per regulatory requirements. The cost of post closure activity is met through annual parcel charges. Though the unrestricted net assets remain in a deficit, the enterprise operation did reduce the deficit in Net Assets by $1,664,088.

The unrestricted net assets of the Airport enterprise operation increased to $164,098 for the fiscal year ending June 30, 2011, largely due to the reduction in loans payable.

The Sanitation District increased its unrestricted net assets by $937,152 over the prior year, primarily with increased current assets in the form of cash and investment reserves held for debt service.

GENERAL FUND BUDGETARY HIGHLIGHTS

The difference between the original budget and the final amended budget resulted in $2,183,908 net increase in appropriations (excluding other financing sources and uses). Explanations of significant changes for this increase are as follows:

- $377,334 was the result of an increase in the General Government budget category. The most significant amendment was an increase in the Capital facilities project budget for the relocation of the Treasurer-Tax Collector and Assessor offices within the County administration building.

- $321,103 was the result of an increase in the Public Protection budget category. A majority of the increase was a result of additional grant funds to the Sheriff's office providing support for the Narcotics Task force program to the local police departments.

- The Capital Outlay for Capital Facilities Projects increased by $803,672 related to the energy efficiency upgrade of the County administration and jail facilities.

At fiscal year end, actual revenues were slightly lower than the budgetary estimate by $1,062,235, or 1.9% and expenditures were also under the budgetary estimates by $3,040,880 or 5.4%. The excess of revenues over expenditures increased the General Fund's fund balance $1,978,645.

Additional information on the General Fund and other major funds budget can be found on pages 74-81.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets The County's investment in capital assets for its governmental and business-type activities as of June 30, 2011 amounted to $326,462,298 (net of accumulated depreciation). This investment in capital assets includes land, infrastructure, buildings and improvements, equipment and software.

County's Capital Assets
(Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total		Variance
	2011	2010	2011	2010	2011	2010	
Land and Easements	103,641,982	103,642,638	3,593,251	3,593,251	107,235,233	107,235,889	0.00%
Infrastructure (Road Sys)	104,574,649	102,256,680	0	0	104,574,649	102,256,680	2.27%
Infrastructure	19,166,023	19,391,189	52,604,864	47,824,741	71,770,887	67,215,930	6.78%
Structures and Improvements	31,439,952	31,656,466	1,683,961	1,773,803	33,123,913	33,430,269	-0.92%
Construction in Progress	1,907,342	2,674,095	1,257,564	4,881,324	3,164,906	7,555,419	-58.11%
Equipment	5,408,656	4,236,172	952,616	1,347,587	6,361,272	5,583,759	13.92%
Intangible Assets	231,438	327,646	0	0	231,438	327,646	-29.36%
Total	**266,370,042**	**264,184,886**	**60,092,256**	**59,420,706**	**326,462,298**	**323,605,592**	**0.88%**

Land and Easements – The land and easements of Governmental entities decreased slightly due to the net change of the sale and purchase of land.

Infrastructure – The increase in infrastructure for Business-Type activities is directly related to the completion of the Cascade Shores Treatment facility and the acceptance of the Darkhorse sewer collection system into the Sanitation District.

Construction in Progress – Governmental construction in progress experienced an overall decrease of 58.11% largely due to a 23% decrease in road, bridge and sidewalk improvement projects in the construction stage. Projects that were in progress in the prior year and are now completed have been reclassified to appropriate asset categories. The decrease in Business-Type construction in progress is related to the completion of the Cascade Shores Treatment facility.

Intangible Assets – The decrease in intangible assets is attributed to depreciation and no new software was purchased during the year.

Additional information on the County's capital assets can be found in Note 4 on pages 49-51 of this report.

Long-term debt. At June 30, 2011, the County had total debt outstanding of $73,250,199.

County's Outstanding Debt
Certificates of Participation, Notes Payable, Capital Lease Obligations, Compensated Absences

	Governmental Activities		Business-Type Activities		Total		Variance
	2011	2010	2011	2010	2011	2010	
Certificate of Participation	11,020,000	12,000,000	6,679,084	7,186,274	17,699,084	19,186,274	-7.8%
Accrued Claims Liability	1,341,185	1,395,367			1,341,185	1,395,367	-3.9%
Loans	4,662,330	3,441,053	28,143,111	29,597,852	32,805,441	33,038,905	-0.7%
Special Assessment Debt	288,000	299,000	21,000	23,000	309,000	322,000	-4.0%
Landfill Post Closure			12,364,705	12,900,477	12,364,705	12,900,477	-4.2%
Capital Leases	23,479	44,219			23,479	44,219	-46.9%
Compensated Absences	5,199,223	5,378,852	242,877	292,407	5,442,100	5,671,259	-4.0%
OPEB Obligation	3,056,374	2,836,902	208,831	199,362	3,265,205	3,036,264	7.5%
Total	**25,590,591**	**25,395,393**	**47,659,608**	**50,199,372**	**73,250,199**	**75,594,765**	**-3.1%**

The County's total outstanding debt decreased by $2,344,566 or 3.1%, during the fiscal year. The key factors for the decrease were payments of the annual scheduled principal payments on the Certificates of Participation in the amount of $1,525,000 and payments on loan obligations in the amount of $1,625,690. Capital lease liabilities decreased due to scheduled principal payments on both Sheriff vehicles and postage equipment. The increase in the County's Net OPEB Obligation (NOO) of $228,941 was the result of the actuarially determined County contribution rate of 6.3% being under-collected due to staffing reductions and associated wages that occurred in 10/11.

Additional information on the County's long-term debt can be found in Note 7 on pages 54-59 of this report.

Infrastructure Assets Reported Under the Modified Approach

The County is using the modified approach to account for the maintained road system. This method is in-lieu of the depreciation method used for all other assets. The County has set their average Pavement Condition Index (PCI) rating at 62. The rating must be achieved for each three year assessment period. The June 30, 2011 average PCI rate was 66 which meets the requirement.

Road System Infrastructure Assets Using Modified Approach
Summary Activity for Fiscal Year ending June 30, 2011

Expenditures	Capital Improvements	Preservation Maintenance	General Maintenance	Total Cost
Planned	1,750,000	2,395,000	3,875,000	8,020,000
Actual	1,695,652	2,410,866	3,929,722	8,036,240
Difference	-54,348	15,866	54,722	16,240

The delay of capital improvement projects as a result of State processing delays contributed to the 3.1% difference in the planned to actual expenditures for capital improvements.

Planned preservation maintenance expenditures were increased due to more overlay projects; additionally, costs for snow removal increased as a result of heavy winter storms.

Additional information on the County's use of the Modified Approach can be found in Required Supplementary Information (RSI) on page 72 and 73 of this report.

Economic Factors and Next Year's Budget for FY 2011-12

The fiscal year 2011-12 adopted budget for all County funds totals $172,850,342, a 5% decrease when compared to the prior year. The General Fund 2011-12 is $61,525, 241, a decrease of $49,195.

The extended economic slowdown continues to impact the County on many fronts. The following factors were considered as the budget for fiscal year 2011-12 was prepared.

- The fiscal year 2011-12 budget reflected no growth for property tax related revenues to the County. This includes secured, unsecured, and unitary as well as the property transfer tax and supplemental property tax revenues.
    - The annual adjustment of property base year values is tied to the consumer price index (inflationary) factor, and historically, the factor has been 2%. The Statewide inflationary factor for 2011 resulted in a .753% increase in assessed values. The Assessor has continued to review and reassess Nevada County property values. The total reassessments have resulted in a negative growth rate in the unincorporated areas of -2.7% of secured assessed values for 2011-12 to reflect the current fair market value.
- The fiscal year 2011-12 budget contemplates a slight increase in the sales and use tax revenue stream. This has a direct effect on the 1/8% sales tax revenue source for the Library fund, the Health and Human Services Realignment program revenues, as well as other County programs with a direct share of various State allocations based on sales tax collections.
- The continued slow down in the construction sector has reduced the service requests in the Building Inspection and Planning departments which are primarily fee supported. The budget for Building Inspection has stayed flat while the Planning department budget has been reduced 14.8% from the prior year. Service demands will be closely monitored in the fee revenue areas in the upcoming year and corresponding budget adjustments will occur as necessary.

The 2011-12 budget documents are available on the County's website: *www.mynevadacounty.com* .

Request for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Nevada County Auditor-Controller, Marcia L. Salter, 950 Maidu Avenue, Nevada City CA 95959. This entire report is available online at *http://new.mynevadacounty.com/auditor/*

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Basic Financial Statements

- **Government-Wide Financial Statements**

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COUNTY OF NEVADA
Statement of Net Assets
June 30, 2011

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and investments	$ 47,056,112	$ 21,966,916	$ 69,023,028
Accounts receivable (net of allowance)	4,338,325	685,997	5,024,322
Taxes receivable	912,299	-	912,299
Due from other governmental agencies	13,717,752	77,070	13,794,822
Due from other agencies	8,230,739	-	8,230,739
Internal balances	391,085	(391,085)	-
Inventory	176,622	36,092	212,714
Deposits	35,000	-	35,000
Prepaid costs	67,029	4,647	71,676
Restricted cash and investments	2,138,500	1,115,924	3,254,424
Deferred charges	-	279,365	279,365
Loans receivable	4,911,922	-	4,911,922
Capital assets:			
Non-depreciable	210,123,973	4,850,815	214,974,788
Depreciable, net	56,246,069	55,241,441	111,487,510
Total capital assets	266,370,042	60,092,256	326,462,298
Total Assets	348,345,427	83,867,182	432,212,609
LIABILITIES			
Accounts payable	5,531,151	506,906	6,038,057
Accrued salaries and benefits	1,030,175	55,872	1,086,047
Accrued interest payable	179,123	448,479	627,602
Deposits payable	312,489	34,888	347,377
Due to other governmental agencies	17,884	-	17,884
Arbitrage rebate payable	103,922	-	103,922
Unearned revenue	354,983	910,391	1,265,374
Assistance program loan	35,000	-	35,000
Long-term liabilities:			
Due within one year	7,350,188	2,848,261	10,198,449
Due in more than one year	18,240,403	44,811,347	63,051,750
Total Liabilities	33,155,318	49,616,144	82,771,462
NET ASSETS			
Invested in capital assets, net of related debt	250,376,233	31,980,481	282,356,714
Restricted for:			
General government	4,354,629	-	4,354,629
Public protection	4,954,630	-	4,954,630
Public ways and facilities	11,614,181	-	11,614,181
Health and sanitation	14,295,922	-	14,295,922
Public assistance	4,916,075	-	4,916,075
Education	14,858	-	14,858
Recreation and culture	608,845	-	608,845
Unrestricted	24,054,736	2,270,557	26,325,293
Total Net Assets	$315,190,109	$ 34,251,038	$349,441,147

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

COUNTY OF NEVADA
Statement of Activities
For the Year Ended June 30, 2011

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Governmental activities:				
General government	$ 8,709,767	$ 6,881,565	$ 1,251,020	$ 211,494
Public ways and facilities	11,125,921	1,517,645	8,760,600	-
Public protection	53,744,616	7,195,596	13,589,866	108,087
Health and sanitation	27,399,803	2,345,892	26,043,647	15,561
Public assistance	29,493,151	53,261	25,432,715	-
Education	2,236,503	98,850	151,289	-
Recreation	130,174	-	-	-
Interest on long-term debt	729,736	-	-	-
Total Governmental Activities	133,569,671	18,092,809	75,229,137	335,142
Business-type activities:				
Eastern Nevada County Solid Waste	164,274	161,867	-	-
Western Nevada County Solid Waste	6,105,160	7,258,011	82,693	-
Transit Services	2,801,101	331,846	1,022,355	216,250
Airport	1,362,731	520,937	21,392	206,670
Sanitation District	6,627,209	6,943,169	-	1,352,762
Total Business-Type Activities	17,060,475	15,215,830	1,126,440	1,775,682
Total	$150,630,146	$ 33,308,639	$ 76,355,577	$ 2,110,824
General revenues:				
Taxes:				
Property taxes				
Sales and use taxes				
Property transfer taxes				
Transient occupancy taxes				
Timber yield taxes				
Aircraft taxes				
Franchise taxes				
Transportation taxes				
Other taxes				
Grants and contributions - unrestricted				
Tobacco settlement				
Interest and investment earnings				
Miscellaneous				
Insurance recovery				
Transfers				
Total General Revenues and Transfers				
Change in Net Assets				
Net Assets - Beginning				
Prior period adjustments				
Net Assets - Beginning, Restated				
Net Assets - Ending				

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

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
$ (365,688)	$ -	$ (365,688)
(847,676)	-	(847,676)
(32,851,067)	-	(32,851,067)
1,005,297	-	1,005,297
(4,007,175)	-	(4,007,175)
(1,986,364)	-	(1,986,364)
(130,174)	-	(130,174)
(729,736)	-	(729,736)
(39,912,583)	-	(39,912,583)
-	(2,407)	(2,407)
-	1,235,544	1,235,544
-	(1,230,650)	(1,230,650)
-	(613,732)	(613,732)
-	1,668,722	1,668,722
-	1,057,477	1,057,477
(39,912,583)	1,057,477	(38,855,106)
31,655,023	6,960	31,661,983
4,175,230	-	4,175,230
558,138	-	558,138
257,137	16,306	273,443
10,704	432	11,136
71,793	42,202	113,995
1,041,684	-	1,041,684
77,878	984,634	1,062,512
29,195	-	29,195
3,830,282	-	3,830,282
860,744	-	860,744
737,446	179,490	916,936
2,816,711	384,583	3,201,294
2,707,218	-	2,707,218
(1,670,439)	1,670,439	-
47,158,744	3,285,046	50,443,790
7,246,161	4,342,523	11,588,684
307,943,948	29,969,784	337,913,732
-	(61,269)	(61,269)
307,943,948	29,908,515	337,852,463
$315,190,109	$ 34,251,038	$349,441,147

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Basic Financial Statements

- **Fund Financial Statements**

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COUNTY OF NEVADA
Balance Sheet
Governmental Funds
June 30, 2011

	General Fund	Road	Community Development Agency	Human Services Agency
ASSETS				
Cash and investments	$ 9,367,278	$ 6,611,698	$ 868,615	$ 30,228
Accounts receivable (net of allowance)	708,712	732	118,040	336,805
Due from other governmental agencies	2,052,176	955,464	286,215	7,971,791
Due from other agencies	8,230,739	-	-	-
Taxes receivable	688,299	-	-	-
Due from other funds	3,279,733	432,989	378,394	1,273,496
Inventory	-	110,653	-	-
Prepaid costs	57,182	-	-	-
Restricted cash and investments	-	-	-	-
Advances to other funds	986	-	-	-
Loans receivable	-	-	-	-
Total Assets	$ 24,385,105	$ 8,111,536	$ 1,651,264	$ 9,612,320
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 531,764	$ 197,149	$ 58,537	$ 1,923,989
Accrued salaries and benefits	614,864	50,596	75,753	215,490
Deposits payable	-	8,213	260,529	43,747
Due to other governmental agencies	-	-	-	17,884
Due to other funds	420,722	200,946	25,759	2,048,403
Deferred revenue	1,258,228	-	228,788	5,725,321
Unearned revenue	27,427	-	68,023	229,533
Assistance program loan	-	-	-	-
Total Liabilities	2,853,005	456,904	717,389	10,204,367
Fund Balances:				
Nonspendable	82,288	110,653	360	340
Restricted	11,308	7,543,979	-	-
Committed	3,967,000	-	-	-
Assigned	17,471,504	-	933,515	-
Unassigned	-	-	-	(592,387)
Total Fund Balances	21,532,100	7,654,632	933,875	(592,047)
Total Liabilities and Fund Balances	$ 24,385,105	$ 8,111,536	$ 1,651,264	$ 9,612,320

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

Health and Welfare Realignment	Other Governmental Funds	Total
$ 6,394,268	$ 19,886,746	$ 43,158,833
-	443,531	1,607,820
770,128	1,681,978	13,717,752
-	-	8,230,739
-	224,000	912,299
1,355,006	1,138,144	7,857,762
-	-	110,653
-	-	57,182
-	2,138,500	2,138,500
-	-	986
-	4,911,922	4,911,922
$ 8,519,402	$ 30,424,821	$ 82,704,448
$ -	$ 505,119	$ 3,216,558
-	62,289	1,018,992
-	-	312,489
-	-	17,884
1,391,293	3,085,658	7,172,781
-	96,174	7,308,511
-	30,000	354,983
-	35,000	35,000
1,391,293	3,814,240	19,437,198
-	570	194,211
7,128,109	25,687,496	40,370,892
-	178,545	4,145,545
-	743,970	19,148,989
-	-	(592,387)
7,128,109	26,610,581	63,267,250
$ 8,519,402	$ 30,424,821	$ 82,704,448

COUNTY OF NEVADA
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets - Governmental Activities
June 30, 2011

Total Fund Balance - Total Governmental Funds	$ 63,267,250
Amounts reported for governmental activities in the statement of net assets are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheets.	265,538,121
Other long term assets are not available to pay for current period expenditures and therefore, are not reported in the funds or are reported as deferred in the governmental funds.	
Deferred revenue	7,308,511
Interest payable on long-term debt does not require the use of current financial resources and, therefore, is not accrued as a liability in the governmental funds balance sheets.	(179,123)
Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.	
Certificates of participation	(11,020,000)
Bonds payable	(288,000)
Loans payable	(4,662,330)
Capital leases payable	(23,479)
Compensated absences	(5,121,253)
Net OPEB obligation	(3,016,167)
Arbitrage rebate payable	(103,922)
Internal service funds are used by management to charge the cost of certain activities, such as insurance and equipment maintenance and operations, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net assets.	3,490,501
Net Assets of Governmental Activities	$315,190,109

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

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COUNTY OF NEVADA
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2011

	General Fund	Road	Community Development Agency	Human Services Agency
REVENUES				
Taxes and assessments	$ 35,066,651	$ 77,878	$ 16,306	$ -
Licenses and permits	1,156,171	24,458	1,314,108	-
Fines and forfeitures	3,239,074	-	8,858	211
Use of money and property	423,647	28,522	8,409	4,769
Intergovernmental	5,035,274	9,531,851	781,375	38,371,365
Charges for services	8,257,632	767,108	1,662,233	1,191,908
Other revenues	1,320,629	13,192	33,351	483,427
Total Revenues	54,499,078	10,443,009	3,824,640	40,051,680
EXPENDITURES				
Current:				
General government	7,403,961	-	-	-
Public ways and facilities	-	8,657,859	-	-
Public protection	43,779,423	-	3,355,836	-
Health and sanitation	-	-	2,429,502	20,395,663
Public assistance	247,510	-	-	25,222,669
Education	87,480	-	-	-
Recreation	-	-	-	-
Debt service:				
Principal	15,517	-	-	-
Interest and other charges	2,043	-	-	-
Capital outlay	2,041,466	2,488,352	-	67,470
Total Expenditures	53,577,400	11,146,211	5,785,338	45,685,802
Excess of Revenues Over (Under) Expenditures	921,678	(703,202)	(1,960,698)	(5,634,122)
OTHER FINANCING SOURCES (USES)				
Transfers in	6,975,185	1,931,967	2,460,634	5,515,627
Transfers out	(7,291,841)	-	-	-
Issuance of debt	1,392,226	-	-	-
Total Other Financing Sources (Uses)	1,075,570	1,931,967	2,460,634	5,515,627
Net Change in Fund Balances	1,997,248	1,228,765	499,936	(118,495)
Fund Balances - Beginning	19,534,852	6,425,867	433,939	(473,552)
Fund Balances - Ending	$ 21,532,100	$ 7,654,632	$ 933,875	$ (592,047)

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

Health and Welfare Realignment	Other Governmental Funds	Total
$ -	$ 1,435,701	$ 36,596,536
-	9,936	2,504,673
-	307,768	3,555,911
9,772	244,514	719,633
5,715,907	18,023,969	77,459,741
-	1,315,501	13,194,382
-	1,839,463	3,690,062
5,725,679	23,176,852	137,720,938
-	529,560	7,933,521
-	672,919	9,330,778
-	4,776,899	51,912,158
-	4,216,821	27,041,986
-	3,779,970	29,250,149
-	2,048,149	2,135,629
-	130,174	130,174
-	1,161,948	1,177,465
-	730,243	732,286
-	7,941	4,605,229
-	18,054,624	134,249,375
5,725,679	5,122,228	3,471,563
127,268	7,822,870	24,833,551
(5,286,546)	(13,928,760)	(26,507,147)
-	-	1,392,226
(5,159,278)	(6,105,890)	(281,370)
566,401	(983,662)	3,190,193
6,561,708	27,594,243	60,077,057
$ 7,128,109	$ 26,610,581	$ 63,267,250

COUNTY OF NEVADA
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Government-Wide Statement of Activities - Governmental Activities
For the Year Ended June 30, 2011

Net Change in Fund Balances - Total Governmental Funds	$ 3,190,193
Amounts reported for governmental activities in the Statement of Activities are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.	
Expenditures for capital outlay	4,605,229
Depreciation expense	(2,474,454)
Various adjustments affecting capital assets (including sales, trade-ins, and contributions)	205,043
Governmental funds only report the disposal of assets to the extent proceeds are received from the sale. In the statement of activities, a gain or loss is reported for each disposal. This is the net cost of the capital assets disposed. Proceeds from the sale of capital assets were $17,348.	(29,043)
Debt proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	
Principal retirements	1,177,465
Proceeds from issuance of debt	(1,392,226)
Some revenues reported in the statement of activities will not be collected for several months after the County's year end and do not provide current financial resources and therefore are not reported as revenues in the governmental funds.	
Change in deferred revenue	1,846,243
Some expenses reported in the statement of activities, do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds.	
Change in net OPEB obligation	(216,799)
Change in compensated absences payable	188,484
Change in accrued interest on long-term debt	2,550
Internal service funds are used by management to charge the cost of certain activities, such as insurance and equipment maintenance and operations, to individual funds. The net revenue (expense) of certain internal services funds is reported with governmental activities.	143,476
Change in Net Assets of Governmental Activities	$ 7,246,161

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

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COUNTY OF NEVADA
Statement of Net Assets
Proprietary Funds
June 30, 2011

	Business-Type Activities - Enterprise Funds			
	Western Nevada County Solid Waste	Airport	Sanitation District	Other Enterprise Funds
ASSETS				
Current Assets:				
Cash and investments	$ 13,868,109	$ 155,315	$ 6,809,279	$ 1,134,213
Accounts receivable (net of allowance)	427,794	35,460	187,888	34,855
Due from other governmental agencies	54,027	21,951	-	1,092
Due from other funds	1,918	-	1,397,258	-
Prepaid costs	-	4,647	-	-
Inventory	-	36,092	-	-
Deposits	-	-	-	-
Total Current Assets	14,351,848	253,465	8,394,425	1,170,160
Noncurrent Assets:				
Restricted cash and investments	1,115,924	-	-	-
Deferred charges	279,365	-	-	-
Capital assets:				
Non-depreciable	760,156	2,038,295	1,640,649	411,715
Depreciable, net	879,924	2,246,534	51,527,189	587,794
Total Noncurrent Assets	3,035,369	4,284,829	53,167,838	999,509
Total Assets	17,387,217	4,538,294	61,562,263	2,169,669
LIABILITIES				
Current Liabilities:				
Accounts payable	365,595	30,079	50,247	60,985
Accrued salaries and benefits	14,315	4,507	24,354	12,696
Accrued interest payable	28,437	6,033	414,009	-
Deposits payable	28,989	2,000	3,899	-
Due to other funds	33,753	1,305	1,439,051	38,260
Unearned revenue	-	12,204	-	898,187
Compensated absences payable	22,304	12,394	94,306	50,291
Certificates of participation	537,190	-	-	-
Special assessment bonds	-	-	2,000	-
Loans payable	-	23,478	1,454,710	-
Accrued claims payable	-	-	-	-
Closure/postclosure costs	648,388	-	-	3,200
Total Current Liabilities	1,678,971	92,000	3,482,576	1,063,619

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

Totals	Governmental Activities Internal Service Funds
$ 21,966,916	$ 3,897,279
685,997	2,730,505
77,070	-
1,399,176	440,745
4,647	9,847
36,092	65,969
-	35,000
24,169,898	7,179,345
1,115,924	-
279,365	-
4,850,815	-
55,241,441	831,921
61,487,545	831,921
85,657,443	8,011,266
506,906	2,314,593
55,872	11,183
448,479	-
34,888	-
1,512,369	1,012,533
910,391	-
179,295	49,338
537,190	-
2,000	-
1,478,188	-
-	1,341,185
651,588	-
6,317,166	4,728,832

Continued (Page 1 of 2)

COUNTY OF NEVADA
Statement of Net Assets
Proprietary Funds
June 30, 2011

	Business-Type Activities - Enterprise Funds			
	Western Nevada County Solid Waste	Airport	Sanitation District	Other Enterprise Funds
LIABILITIES (CONTINUED)				
Noncurrent Liabilities:				
Advances from other funds	-	-	986	-
Compensated absences payable	-	11,337	52,245	-
Certificates of participation	6,141,894	-	-	-
Special assessment bonds	-	-	19,000	-
Loans payable	-	117,388	26,547,535	-
Closure/postclosure costs	11,599,990	-	-	113,127
Net OPEB obligation	65,305	9,508	80,511	53,507
Total Noncurrent Liabilities	17,807,189	138,233	26,700,277	166,634
Total Liabilities	19,486,160	230,233	30,182,853	1,230,253
NET ASSETS				
Invested in capital assets, net of related debt	1,640,080	4,143,963	25,196,929	999,509
Unrestricted	(3,739,023)	164,098	6,182,481	(60,093)
Total Net Assets	$ (2,098,943)	$ 4,308,061	$ 31,379,410	$ 939,416

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Net Assets of Business-Type Activities

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

Totals	Governmental Activities Internal Service Funds
986	-
63,582	28,632
6,141,894	-
19,000	-
26,664,923	-
11,713,117	-
208,831	40,207
44,812,333	68,839
51,129,499	4,797,671
31,980,481	1,365,562
2,547,463	1,848,033
34,527,944	$ 3,213,595
(276,906)	
$ 34,251,038	

Continued (Page 2 of 2)

COUNTY OF NEVADA
Statement of Revenues, Expenses, and Changes in Net Assets
Proprietary Funds
For the Year Ended June 30, 2011

	Business-Type Activities - Enterprise Funds			
	Western Nevada County Solid Waste	Airport	Sanitation District	Other Enterprise Funds
OPERATING REVENUES				
Charges for services	$ 7,258,011	$ 13,820	$ 6,943,169	$ 493,713
Fuel sales	-	507,117	-	-
Total Operating Revenues	7,258,011	520,937	6,943,169	493,713
OPERATING EXPENSES				
Salaries and benefits	563,512	252,561	1,888,613	1,028,189
Services and supplies	4,220,111	732,867	1,528,579	1,221,442
Benefit and claim expense	5,384	-	14,837	-
Other charges	268,448	60,862	162,399	137,613
Expense transfers	286,473	401	298,033	71,752
Closure/post closure expense	121,431	-	-	1,152
Depreciation	169,806	305,920	2,041,520	351,552
Total Operating Expenses	5,635,165	1,352,611	5,933,981	2,811,700
Operating Income (Loss)	1,622,846	(831,674)	1,009,188	(2,317,987)
NON-OPERATING REVENUES (EXPENSES)				
Taxes and assessments	-	65,900	-	984,634
Forfeitures and penalties	-	-	-	-
Intergovernmental revenues	82,693	228,062	389,762	1,238,605
Interest income	119,563	764	53,143	6,020
Other revenues	83,412	281,558	10,530	9,083
Insurance recovery	-	-	-	-
Interest expense	(399,037)	(5,191)	(575,773)	-
Amortization	(25,590)	-	-	-
Total Non-Operating Revenues (Expenses)	(138,959)	571,093	(122,338)	2,238,342
Income (Loss) Before Contributions and Transfers	1,483,887	(260,581)	886,850	(79,645)
Capital contribution	-	-	963,000	-
Transfers in	-	-	1,670,439	-
Transfers out	-	-	-	-
Change in Net Assets	1,483,887	(260,581)	3,520,289	(79,645)
Total Net Assets - Beginning	(3,582,830)	4,568,642	27,859,121	1,080,330
Prior period adjustment	-	-	-	(61,269)
Total Net Assets - Beginning, Restated	(3,582,830)	4,568,642	27,859,121	1,019,061
Total Net Assets - Ending	$ (2,098,943)	$ 4,308,061	$ 31,379,410	$ 939,416

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in Net Assets of the Business-Type Activities

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

Totals	Governmental Activities Internal Service Funds
$ 14,708,713	$ 6,909,229
507,117	-
15,215,830	6,909,229
3,732,875	902,005
7,702,999	5,019,133
20,221	3,144,030
629,322	393,344
656,659	123,724
122,583	-
2,868,798	289,756
15,733,457	9,871,992
(517,627)	(2,962,763)
1,050,534	-
-	10,850
1,939,122	-
179,490	17,813
384,583	45,992
-	2,707,218
(980,001)	(217)
(25,590)	-
2,548,138	2,781,656
2,030,511	(181,107)
963,000	-
1,670,439	3,157
-	-
4,663,950	(177,950)
	3,391,545
	-
	3,391,545
	$ 3,213,595
(321,427)	
$ 4,342,523	

COUNTY OF NEVADA
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2011

	Business-Type Activities - Enterprise Funds			
	Western Nevada County Solid Waste	Airport	Sanitation District	Other Enterprise Funds
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	$ 7,392,051	$ 520,712	$ 6,794,508	$ 460,566
Payments to suppliers	(5,297,427)	(774,804)	(2,071,360)	(1,438,112)
Payments to employees	(639,931)	(261,277)	(1,953,569)	(1,078,650)
Net Cash Provided (Used) by Operating Activities	1,454,693	(515,369)	2,769,579	(2,056,196)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Grants and other receipts	114,368	584,533	400,292	2,391,567
Transfers from other funds	-	-	-	-
Transfers to other funds	-	-	(6,715)	-
Interfund loans received	15,537	722	274,797	-
Interfund loans made	-	-	(315,472)	-
Interfund loans repaid	-	-	(175,390)	(13,313)
Interfund loan repayments received	9,916	60	244,849	2,015
Net Cash Provided (Used) by Noncapital Financing Activities	139,821	585,315	422,361	2,380,269
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	-	-	(561,864)	(281,406)
Proceeds from sale of capital assets	10,395	-	266	-
Principal paid on capital debt	(545,000)	(24,291)	(1,698,512)	-
Interest paid on capital debt	(363,044)	(7,780)	(369,693)	-
Net Cash Provided (Used) for Capital and Related Financing Activities	(897,649)	(32,071)	(2,629,803)	(281,406)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends	119,563	764	53,143	6,020
Net Cash Provided (Used) by Investing Activities	119,563	764	53,143	6,020
Net Increase (Decrease) in Cash and Cash Equivalents	816,428	38,639	615,280	48,687
Balances - Beginning of the Year	14,167,605	116,676	6,193,999	1,085,526
Balances - End of the Year	$ 14,984,033	$ 155,315	$ 6,809,279	$ 1,134,213

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

	Governmental Activities
Totals	**Internal Service Funds**
$ 15,167,837	$ 6,918,587
(9,581,703)	(6,564,271)
(3,933,427)	(924,814)
1,652,707	(570,498)
3,490,760	56,842
-	3,157
(6,715)	-
291,056	861,391
(315,472)	(75,748)
(188,703)	(14,147)
256,840	58,809
3,527,766	890,304
(843,270)	(198,711)
10,661	30,573
(2,267,803)	(5,223)
(740,517)	(217)
(3,840,929)	(173,578)
179,490	17,813
179,490	17,813
1,519,034	164,041
21,563,806	3,733,238
$ 23,082,840	$ 3,897,279

Continued (Page 1 of 2)

COUNTY OF NEVADA
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2011

	Business-Type Activities - Enterprise Funds			
	Western Nevada County Solid Waste	Airport	Sanitation District	Other Enterprise Funds
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	$ 1,622,846	$ (831,674)	$ 1,009,188	$ (2,317,987)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	169,806	305,920	2,041,520	351,552
Decrease (increase) in:				
Accounts receivable	133,121	2,772	(148,661)	(33,147)
Prepaid costs	-	1,160	-	-
Inventory	-	4,783	-	-
Increase (decrease) in:				
Accounts payable	140,687	13,383	(67,512)	(6,648)
Accrued salaries and benefits	(38,963)	(8,673)	(74,030)	(38,825)
Deposits payable	919	-	-	-
Unearned revenue	-	(2,997)	-	-
Compensated absences payable	(38,716)	(654)	4,065	(14,225)
Claims payable	-	-	-	-
Closure/post closure	(536,267)	-	-	495
Net OPEB obligation	1,260	611	5,009	2,589
Net Cash Provided (Used) by Operating Activities	$ 1,454,693	$ (515,369)	$ 2,769,579	$ (2,056,196)
NONCASH INVESTING, CAPITAL, AND FINANCING ACTIVITIES				
Contribution of capital assets	$ -	$ -	$ 2,640,154	$ -
Amortization of deferred reacquisition costs	37,810	-	-	-
Amortization of issuance costs and discounts	25,590	-	266,059	-

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

Totals	Governmental Activities Internal Service Funds
$ (517,627)	$ (2,962,763)
2,868,798	289,756
(45,915)	9,358
1,160	11,732
4,783	9,441
79,910	2,148,969
(160,491)	(34,336)
919	-
(2,997)	-
(49,530)	8,846
-	(54,182)
(535,772)	-
9,469	2,681
$ 1,652,707	$ (570,498)
$ 2,640,154	$ -
37,810	-
291,649	-

Continued (Page 2 of 2)

COUNTY OF NEVADA
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2011

	Investment Trust Funds	Agency
ASSETS		
Cash and investments	$ 71,712,007	$ 2,455,485
Restricted cash and investments	-	285,969
Accounts receivable	1,565,509	-
Taxes receivable	-	11,082,767
Total Assets	73,277,516	13,824,221
LIABILITIES		
Accounts payable	199,581	-
Due to other agencies	-	8,230,739
Agency obligations	-	5,593,482
Total Liabilities	199,581	13,824,221
NET ASSETS		
Net assets held in trust for investment pool participants	$ 73,077,935	$ -

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

COUNTY OF NEVADA
Statement of Changes in Fiduciary Net Assets
Fiduciary Funds
For the Year Ended June 30, 2011

	Investment Trust Funds
ADDITIONS	
Contributions:	
Contributions to investment pool	$ 350,130,614
Net investment income:	
Interest income	364,036
Net investment income	364,036
Total Additions	350,494,650
DEDUCTIONS	
Distributions from investment pool	342,267,993
Total Deductions	342,267,993
Change in Net Assets	8,226,657
Net Assets - Beginning	64,851,278
Net Assets - Ending	$ 73,077,935

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

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Basic Financial Statements

- **Notes to Basic Financial Statements**

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NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of County of Nevada (County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

A. Reporting Entity

The County operates under an Administrator-Board of Supervisors form of government and provides various services on a county wide basis including law and justice, education, detention, social, health, road construction, road maintenance, transportation, elections and records, communications, planning, zoning and tax collection.

As required by GAAP, these financial statements present the County and its component units, entities for which the government is considered to be financially accountable.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the County's operations and, therefore, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, would be reported in a separate column in the government-wide financial statements to emphasize it is legally separate from the government.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the Board of Supervisors. The financial statements of the individual component units may be obtained by writing to the County of Nevada, Auditor-Controller's Office, 950 Maidu Avenue, Nevada City, CA 95959, www.mynevadacounty.com/auditor.

The blended component units' governing bodies are substantively the same as the governing body of the primary government. Component units that are blended into the reporting activity types of the County's report are presented below:

Special Revenue Funds:

Nevada County Housing Authority
Special Districts Governed by the Board of Supervisors

Debt Service Funds:

Special Assessment Debt with County Commitment
Nevada County Finance Authority

Enterprise Funds:

Sanitation District

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net assets and statement of activities display information on all of the nonfiduciary activities of the County and its blended component units. These statements include the financial activities of the overall government, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which are normally supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the County's business-type activities and each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Certain indirect costs, which cannot be identified and broken down, are included in the program expense reported for individual functions and activities. Program revenues include (1) charges paid by the recipients of goods and services offered by the program, (2) operating grants and contributions, and (3) capital grants and contributions. Taxes and other items not properly included among program revenues are presented instead as general revenues.

Fund Financial Statements

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis is placed on major funds within the governmental and proprietary categories; each is displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds. A fund is considered major if it is the primary operating fund of the County or meets the following criteria:

- Total assets, liabilities, revenues or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and

- Total assets, liabilities, revenues or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

The County reports the following major governmental funds:

- The General Fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as public protection, public ways and facilities, health and sanitation, public assistance, education, and recreation services.

- The Road Fund is a special revenue fund used to account for the revenues and expenditures for streets and road expansion.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

- The Community Development Agency Fund is a special revenue fund used to account for the operation of community development programs.

- The Human Services Agency Fund is a special revenue fund used to account for revenues and expenditures for human service programs.

- The Health and Welfare Realignment Fund is a special revenue fund used to account for revenues and expenditures for public and mental health and social services programs.

The County reports the following major proprietary funds:

- The Western Nevada County Solid Waste Fund is an enterprise fund used to account for activity related to providing customers with solid waste management and billing for services provided by the County.

- The Airport Fund is an enterprise fund used to account for activity related to the County Airport and billing for services provided by the County.

- The Sanitation District Fund is an enterprise fund used to account for activity related to providing customers with sanitation management and billing for services provided by the County.

The County reports the following additional fund types:

- Internal Service Funds account for the County's fleet maintenance and self insurance programs which provide services to other departments on a cost reimbursement basis.

- The Investment Trust Funds account for the assets of legally separate entities that deposit cash with the County Treasurer. The assets of these funds are held in trust for other agencies and are part of the County's external pool. The external investment pool is made up of five separate funds; Special Districts governed by Local Boards, School Districts, School Districts Debt Service, Courts and Jury/Witness and Local Transportation Authority. The County is obligated to disburse monies from these funds on demand.

- Agency Funds account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the County, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency funds maintained by the County include two separate components.

  Accrued Trust Funds - Accounts for property tax receipts awaiting apportionment to other local government agencies and investment earnings awaiting apportionment to other local government agencies.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Basis of Presentation (Continued)

Fund Financial Statements (Continued)

County Departmental Agency - Accounts for all assets under the control of County departments which are held in a fiduciary capacity.

C. Basis of Accounting and Measurement Focus

The government-wide and proprietary funds financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements, and donations. Under the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

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

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are considered susceptible to accrual and are accrued when their receipt occurs within sixty days after the end of the fiscal year. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the various functions of the governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as other financing sources.

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting and Measurement Focus (Continued)

Fiduciary funds include trust funds and agency funds. All trust funds are reported using the economic measurement focus and the accrual basis of accounting. Agency funds are reported using the accrual basis of accounting to recognize receivables and payables.

D. Non-Current Governmental Assets/Liabilities

Non-current governmental assets and liabilities, such as capital assets and long-term liabilities, are reported in the governmental activities column in the government-wide statement of net assets.

E. Cash, Cash Equivalents and Investments

The County sponsors an investment pool that is managed by the County Treasurer. The Treasurer invests on behalf of most funds of the County and external participants in accordance with the California State Government Code and the County's investment policy.

Investment transactions are recorded on the trade date. Investments are reported at fair value which is determined using selected bases annually. The fair value represents the amount the County could reasonably expect to receive for an investment in a current sale between a willing buyer and seller. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Corporate notes are valued by the safekeeping institution and by the County brokerage firm. Cash deposits are reported at carrying amount which reasonably estimates fair value. Managed funds not listed on an established market are reported at the estimated fair value as determined by the respective fund managers based on quoted sales prices of the underlying securities.

Participant's equity in the investment pool is determined by the dollar amount of participant deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Amortized premiums and accreted discounts, accrued interest, and realized gains and losses, net of expenses, are apportioned to pool participants every quarter. This method differs from the fair value method used to value investments in these financial statements, as unrealized gains or losses are not apportioned to pool participants. During the fiscal year ended June 30, 2011, the County Treasurer has not entered into any legally binding guarantees to support the value of participant equity in the investment pool.

Income from pooled investments is allocated to the individual funds or external participants based on the fund or participant's average daily cash balance at quarter end in relation to the total pool investments. Interest income earned in agency funds where there are no interest earnings requirements are assigned to the General Fund per County policy. Income from non-pooled investments is recorded based on the specific investments held by the fund. The interest income is recorded in the fund that earned the interest.

For purposes of the accompanying statement of cash flows, the County considers all highly liquid investments with a maturity of three months or less when purchased, including cash with fiscal agents and restricted cash, and their equity in the County Treasurer's investment pool, to be cash equivalents.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F. Restricted Cash and Investments

Restricted assets in the governmental funds represents cash and investments held in the Finance Authority for debt service ($2,138,500). Restricted assets in the proprietary funds represent cash and investments held in the Western Nevada County Solid Waste fund for debt service ($1,115,924).

In addition, the Agency funds reflect cash and investments held for various restricted purposes as restricted cash of $285,969.

G. Receivables

Accounts Receivable

Accounts receivable for governmental activities consist mainly of taxes, grants, and interest. Accounts receivable in business-type activities consist mainly of user fees and interest earnings. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

Proposition 1A Borrowing by the State of California

Under the provisions of Proposition 1A and as part of the 2009-10 budget package passed by the California state legislature on July 28, 2009, the State of California borrowed 8% of the amount of property tax revenue, including those property taxes associated with the in-lieu motor vehicle license fee, the triple flip in lieu sales tax, and supplemental property tax, apportioned to cities, counties and special districts (excluding redevelopment agencies). The state is required to repay this borrowing plus interest by June 30, 2013. After repayment of this initial borrowing, the California legislature may consider only one additional borrowing within a ten-year period. The amount of this borrowing pertaining to the Special Districts Governed by the Board of Supervisors was $3,061.

This borrowing by the State of California was recognized as a receivable in the accompanying financial statements. Under the modified accrual basis of accounting, the borrowed tax revenues are not permitted to be recognized as revenue in the governmental fund financial statements until the tax revenues are received from the State of California (expected to be fiscal year 2012-13). In the government-wide financial statements, the tax revenues were recognized in the fiscal year for which they were levied (fiscal year 2009-10).

H. Other Assets

Inventory

Inventories are stated at average cost for governmental and proprietary funds. Inventory recorded by governmental funds includes materials and supplies for roads. Governmental fund inventories are recorded as expenditures at the time the inventory is consumed. Inventory recorded by proprietary funds includes supplies for internal service funds. Proprietary fund inventories are recorded as expenses at the time the inventory is consumed.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Other Assets (Continued)

Prepaid Costs

Payments made for services that will benefit periods beyond June 30, 2011, are recorded as prepaid costs. Prepaids in governmental funds are equally offset by nonspendable fund balance to indicate that portion of fund balance is not in spendable form.

I. Loans Receivable

For the purpose of the governmental fund financial statements, special revenue fund expenditures relating to long-term loans receivable arising from mortgage subsidy programs are charged to operations upon funding and the loans receivable are recorded. The balance of the long-term receivable includes loans that may be forgiven if certain terms and conditions of the loans are met.

J. Capital Assets

Capital assets, including public domain (infrastructure such as roads, bridges, sidewalks, sewer, and similar items), are defined by the County as assets with a cost of more than $5,000 for equipment and $50,000 for structures and infrastructure and an estimated useful life of more than one year. Capital assets are recorded at historical or estimated historical cost if actual historical cost is unavailable. Contributed capital assets are recorded at their estimated fair market value at the date of donation.

The County has elected to use the modified approach to report its maintained road system. Under the modified approach depreciation is not reported for this system and all expenditures, except for betterments and major improvements made to the system, are expensed.

The County manages its maintained road system using the Metropolitan Transportation Commission's Pavement Management program (Program) and accounts for them using the modified approach. The Program establishes a Pavement Condition Index (PCI) on a scale from zero to one hundred (0-100) for each road segment being maintained by the Department of Public Works. The Program has defined the pavement of roads with PCIs of 40 or better to be in a "Fair" or better condition and roads with a PCI of 55 or better to be in a "Good" or better condition. The system-wide average PCI number for all paved or chip sealed roads in the County maintained road system is calculated on a weighted by section, road area basis. The amount that an individual road section's condition contributes to the overall system average rating is proportionate to the amount of the total systems' surfaced area that the individual segment contains. It is the County's policy relative to maintaining the maintained road system to keep an average PCI rating of 62. This rating must be achieved over a three year period.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

J. Capital Assets (Continued)

Capital assets used in operations are depreciated or amortized using the straight line method over the assets estimated useful life in the government-wide financial statements. The range of estimated useful lives by type of asset is as follows:

Depreciable Asset	Estimated Lives
Equipment	2-25 years
Structures and improvements	5-50 years
Infrastructure (except for the maintained road system)	20-75 years
Intangibles (Computer Software)	5 years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

K. Property Tax

The State of California's (State) Constitution Article XIIIA provides that the combined maximum property tax rate on any given property may not exceed 1 percent of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100 percent of market value, as defined by Article XIIIA, and may be adjusted by no more than 2 percent per year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1 percent tax levy among the County, cities, school districts, and other districts.

The County of Nevada is responsible for assessing, collecting, and distributing property taxes in accordance with State law. Property taxes are levied on both secured (real property) and unsecured (personal property other than land and buildings) property. Supplemental property taxes are assessed upon transfer of ownership in property or completion of new construction.

The County levies, bills, and collects taxes as follows:

	Secured	Unsecured
Valuation/lien dates	January 1	January 1
Due dates	November 1 (1st installment) February 1 (2nd installment)	July 1
Delinquent dates	December 10 (1st installment) April 10 (2nd installment)	August 31

The County of Nevada apportions secured property tax revenue in accordance with the alternate methods of distribution, the "Teeter Plan", as described by Sections 4701 through 4717 of the California Revenue and Taxation code. Under the Teeter Plan, the County Auditor-Controller, an elected official is authorized to pay 100 percent of the property taxes billed (secured, supplemental, and debt service) to the taxing agencies within the County. The County recognizes property tax revenues in the period for which the taxes are levied. Previously, such taxes were allocated and paid as the taxes were collected.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Property Tax (Continued)

To fund the advances, the County borrowed from its pooled cash and investments. The advances are secured by delinquent taxes receivable and will be repaid as delinquencies plus penalties (10 percent) and interest (18 percent) are collected. As of June 30, 2011, the outstanding net borrowing totaled $8,230,739 and was recorded as a reduction of cash in the General fund.

L. Interfund Transactions

Interfund transactions are reflected as either loans, services provided or used, reimbursements or transfers.

Loans reported as receivables and payables are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans) as appropriate and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances". Advances between funds, as reported in the fund financial statements, are offset by a nonspendable fund balance account in applicable governmental funds to indicate that they are not in spendable form.

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. These services provide information on the net cost of each government function and therefore are not eliminated in the process of preparing the government-wide statement of activities.

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are reflected as expenditures or expenses in the reimbursing fund and reductions to expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between funds are netted as part of the reconciliation to the government-wide presentation.

M. Unearned Revenue/Deferred Revenue

Unearned revenue is recorded for assets recognized in connection with a transaction before the earnings process is complete. Those assets are offset by a corresponding liability for unearned revenue.

Deferred revenue is recorded under the modified accrual basis of accounting when revenue which has been earned during the current period has met the measurable criteria but has not met the available criteria.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Compensated Absences

It is the County's policy to permit employees to accumulate a limited amount of earned but unused vacation or personal paid leave. An unlimited amount of sick leave may be accrued in accordance with each bargaining unit's MOU and, upon separation from County's service, will either be paid to employees or converted to PERS service credit. In the government-wide financial statements the accrued compensated absences is recorded as an expense and related liability, with the current portion estimated based on historical trends. In the governmental fund financial statements the expenditures and liabilities related to those obligations are recognized only when they mature. In the proprietary funds the accrued compensated absences is recorded as an expense and related liability in the year earned. The County includes its share of social security and medicare taxes payable on behalf of the employees in the accrual for compensated absences.

O. Estimates

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

P. Implementation of Governmental Accounting Standards Board Statements

GASB Statement No. 54

For the fiscal year ended June 30, 2011, the County implemented Governmental Accounting Standards Board Statement No. 54 (GASB 54), " Fund Balance Reporting and Governmental Fund Type Definitions". The requirements of this statement are effective for financial statement periods beginning after June 15, 2010.

GASB 54 enhances the usefulness of fund balance information by providing clearer fund balance classifications and by clarifying the existing governmental fund type definitions. It establishes fund balance classifications based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in the governmental funds. The initial distinction in reporting fund balance information is identifying amounts that are considered nonspendable. This Statement provides for additional classification as restricted, committed, assigned and unassigned based on the relative strength of the constraints that control how specific amounts can be spent.

GASB 54 also provides guidance for classifying and disclosing information on stabilization amounts. The definitions of the General fund, special revenue fund type, capital projects fund type, debt service fund type, and permanent fund type are also clarified by the provisions in this statement.

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Restatement of Net Assets

Adjustments resulting from errors or a change to comply with provisions of the accounting standards are treated as adjustments to prior periods. Accordingly, the County reports these changes as restatements of beginning net assets. During the current year adjustments to net assets were required to correct a prior year misstatement of capital assets and unearned revenue. The capital assets adjustment in business-type activities and the transit fund was due to prior year construction in progress that was not capitalized. The unearned revenue adjustment in business-type activities and the transit fund was due to unearned revenue incorrectly recognized in the prior year.

The impact of the restatements on the net assets on the business-type financial statements as previously reported is presented below:

	Business-Type Activities
Net Assets, June 30, 2010, as previously reported	$ 29,969,784
Adjustment associated with:	
Correction of capital assets	67,589
Correction of unearned revenue	(128,858)
Total Adjustments	(61,269)
Net Assets, July 1, 2010, as restated	$ 29,908,515

The impact of the restates on the net assets on the fund financial statements as previously reported is presented below:

	Other Enterprise Funds
Net Assets, June 30, 2010, as previously reported	$ 1,080,330
Adjustment associated with:	
Correction of capital assets	67,589
Correction of unearned revenue	(128,858)
Total Adjustments	(61,269)
Net Assets, July 1, 2010, as restated	$ 1,019,061

B. Deficit Fund Balance/Net Assets

The following major special revenue fund had a deficit fund balance:

The Human Services Agency fund had a fund balance deficit of $592,047 due to expenditures in excess of revenues and transfers.

NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)

B. Deficit Fund Balance/Net Assets (Continued)

The following major enterprise fund had deficit net assets:

The Western Nevada County Solid Waste fund had a net asset deficit of $2,098,943, due to the post closure liability of $12,248,378. The County has established a pledge of revenues consisting of parcel charges to demonstrate financial responsibility for postclosure maintenance in accordance with California Code of Regulations.

C. Rebatable Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. During the current year, the County performed calculations of excess investment earnings on various bonds and financing and at June 30, 2011, a liability of $103,922 has been recorded in the government-wide financial statements for governmental activities.

D. Gann Spending Limitation

Under Article XIIIB of the California Constitution (the Gann Spending Limitation), the County is restricted as to the amount of annual appropriations from proceeds of taxes, and if proceeds of taxes exceed allowed appropriations, the excess must either be refunded to the State Controller or returned to the taxpayers through revised tax rates, revised fee schedules or other refund arrangements.

NOTE 3: CASH AND INVESTMENTS

The County Treasurer manages, in accordance with California Government Code Section 53600, funds deposited in the investment pool by the County, all County school districts, various districts, and some cities within the County. The County investment pool is not registered with the Securities and Exchange Commission as an investment company. California Government Code and the County's investment policy govern the investment pool activity. The objectives of the policy are in order of priority, safety, liquidity, yield and public trust. The pool attempts to match maturities with planned outlays and maximize the return on investment over various market cycles. Yield is considered only after safety and credit quality have been met, consistent with limiting risk and prudent investment principles.

The Board of Supervisors monitor and review the management of the public funds maintained in the investment pool in accordance with Article 6 Section 27131 of the California Government Code. The Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the Board of Supervisors and the investment pool participants every month. The report covers the type of investments in the pool, maturity dates, par value, actual cost and fair value. All cash and investments with the exception of deposits and investments with fiscal agents are considered part of the investment pool.

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

The County sponsored investment pool includes both internal and external participants. The portion of the pool attributable to external pool participants, which are considered involuntary participants, are included in the primary government as an Investment Trust Fund which does not have separate financial reports. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer. The net asset value of involuntary participation in the investment pool totaled $71,712,007 at June 30, 2011.

A. Financial Statement Presentation

As of June 30, 2011, the County's cash and investments are reported in the financial statements as follows:

Primary government	$ 72,277,452
Investment trust fund	71,712,007
Agency funds	2,741,454
Total Cash and Investments	$ 146,730,913

As of June 30, 2011, the County's cash and investments consisted of the following:

Cash:	
Cash on hand	$ 2,863,276
Deposits in Treasurer's Pool (less outstanding warrants)	17,686,913
Total Cash in County Pool	20,550,189
Deposits with fiscal agents	478,108
Total Cash	21,028,297
Investments:	
In Treasurer's Pool	122,640,331
Total Investments in County Pool	122,640,331
Investments with fiscal agents	3,062,285
Total Investments	125,702,616
Total Cash and Investments	$ 146,730,913

B. Cash

At year end, the carrying amount of the County's cash deposits (including amount in checking accounts, money market accounts and deposits with fiscal agents) was $18,165,021 and the bank balance was $28,672,961. The difference between the bank balance and the carrying amount represents outstanding warrants and deposits in transit. In addition, the County had cash on hand of $2,863,276.

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

B. Cash (Continued)

Custodial Credit Risk For Deposits - Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The County's investment policy requires that deposits in banks must meet the requirements of the California Government Code. Under this code, deposits of more than $250,000 must be collateralized at 105 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The first $250,000 of the County's deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits more than the $250,000 insured amount are collateralized. The County's investment policy does not further limit its deposits.

C. Investments

Under the provisions of the County's investment policy and the California Government Code, the County may invest or deposit in the following:

Banker's Acceptances
Commercial Paper
Local Agency Investment Fund
Medium Term Corporate Notes
Money Market Funds
Negotiable Certificates of Deposit
Repurchase Agreements
Securities of the Federal Government or its Agencies.

Interest Rate Risk - Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the County manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The County limits its exposure to interest rate risk inherent in its portfolio by limiting individual maturities to 5 years or less.

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

As of June 30, 2011, the County had the following investments, all of which had a maturity of 5 years or less:

Investment Type	Interest Rates	Maturities 0-1 year	Maturities 1-5 years	Fair Value	Weighted Average Maturity (Years)
Pooled Investments					
Government Agencies	0.18-3.00%	$ 10,009,450	70,156,550	80,166,000	2.39
Municipal Bonds	2.00%	6,261,155	-	6,261,155	0.92
Medium Term Notes	3.50%	-	5,151,000	5,151,000	1.12
Negotiable CD's	.34-.53%	9,996,500	-	9,996,500	0.54
LAIF	Variable	11,065,676	-	11,065,676	-
Certificates of Deposit	.18-.20%	10,000,000	-	10,000,000	0.17
Total Pooled Investments		47,332,781	75,307,550	122,640,331	1.62
Investments Held by Fiscal Agents					
Government Agencies	5.00%	923,785	-	923,785	1.88
IXIS	5.91%	2,138,500	-	2,138,500	-
Total Investments Held By Fiscal Agents		3,062,285	-	3,062,285	0.57
Total Investments		$ 50,395,066	$75,307,550	$125,702,616	0.73

Credit Risk - Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code or the County's investment policy, and the actual rating as of year end for each investment type.

Investment Type	Minimum Legal Rating	Standard & Poor's Rating	Moody's Rating	% of Portfolio
Federal Farm Credit Bank	N/A	AA+	Aaa	15.94%
Federal Home Loan Bank	N/A	AA+	Aaa	23.93%
Federal Home Loan Bank	N/A	AAA	Aaa	0.72%
Federal Home Loan Mortgage	N/A	AA+	Aaa	19.93%
Federal National Mortgage Assoc.	N/A	AA+	Aaa	3.98%
Municipal Bonds	A	SP-1+	NA	4.98%
Medium Term Notes	A	AA+	Aa2	4.10%
Negotiable CDs	N/A	A-1	P-1	7.95%
Certificates of Deposit	N/A	Unrated	Unrated	7.96%
LAIF	N/A	Unrated	Unrated	8.80%
IXIS	N/A	Unrated	Unrated	1.70%
Total				100%

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

C. Investments (Continued)

Custodial Credit Risk for Investments - Custodial credit risk for investments is the risk that, in the event of the failure of a depository institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. To mitigate the custodial credit risk the County requires that all of its managed investments be held in the name of the County. At June 30, 2011, the County's investment pool had no securities exposed to custodial credit risk.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. State law and the investment policy of the County contain limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) at June 30, 2011, that represent 5 percent or more of total County investments are as follows:

Investment Type	Amount Invested	Percentage of Investments
Federal Farm Credit Bank	20,038,350	15.94%
Federal Home Loan Mortgage Corporation	25,046,450	19.93%
Federal Home Loan Bank	30,081,200	24.65%
Negotiable CD's	9,996,500	7.95%
Certificates of Deposit	10,000,000	7.96%

D. Investment in External Investment Pools

Investment in Local Agency Investment Fund - The County of Nevada is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code and is managed by the Treasurer of the State of California. The Local Investment Advisory Board (LAIF Board) has oversight responsibility for LAIF. The LAIF Board consists of five members as designated by State statute.

Investments in LAIF are available on demand and are stated at amortized cost, which approximates fair value. The fair value of the County's position in the pool is the same as the value of the pooled shares. At June 30, 2011 the County's investment position in LAIF was $11,065,676. The total amount invested by all public agencies in LAIF on that day was $66,489,270,508. Of that amount, 94.99% is invested in non-derivative financial products and 5.01% in structured notes and asset-backed securities.

E. County Investment Pool Condensed Financial Information

The following are condensed statements of net assets and changes in net assets for the Treasurer's pool at June 30, 2011:

	Internal Participants	External Participants	Total Pool
Statement of Net Assets			
Cash on hand	$ 2,863,276	$ -	$ 2,863,276
Deposits (Less outstanding warrants)	17,686,913	-	17,686,913
Investments	50,928,324	71,712,007	122,640,331
Other assets	-	1,565,509	1,565,509
Other liabilities	-	(199,581)	(199,581)
Net Assets at June 30, 2011	$ 71,478,513	$ 73,077,935	$ 144,556,448

NOTE 3: CASH AND INVESTMENTS (CONTINUED)

E. County Investment Pool Condensed Financial Information (Continued)

The following are condensed statements of net assets and changes in net assets for the Treasurer's pool at June 30, 2011: (Continued)

	Internal Participants	External Participants	Total Pool
Statement of Changes in Net Assets			
Net assets at July 1, 2010	$ 68,488,884	$ 64,851,278	$ 133,340,162
Net changes in investments by pool participants	2,989,629	8,226,657	11,216,286
Net Assets at June 30, 2011	$ 71,478,513	$ 73,077,935	$ 144,556,448

NOTE 4: CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2011, was as follows:

Governmental Activities

	Balance July 1, 2010	Additions	Retirements	Adjustments/ Transfers	Balance June 30, 2011
Capital Assets, Not Being Depreciated:					
Land and easements	$103,642,638	$ 9,760	($ 10,416)	$ -	$103,641,982
Infrastructure (maintained road system)	102,256,680	1,624,826	-	693,143	104,574,649
Construction in progress	2,674,095	383,320	-	(1,150,073)	1,907,342
Total Capital Assets, Not Being Depreciated	208,573,413	2,017,906	(10,416)	(456,930)	210,123,973
Capital Assets, Being Depreciated:					
Infrastructure	31,909,060	139,870	-	146,218	32,195,148
Structures and Improvements	49,915,017	643,987	-	119,352	50,678,356
Equipment	16,332,914	2,213,671	(840,684)	184,909	17,890,810
Software	1,391,638	-	-	-	1,391,638
Total Capital Assets, Being Depreciated	99,548,629	2,997,528	(840,684)	450,479	102,155,952
Less Accumulated Depreciation For:					
Infrastructure	(12,517,871)	(511,254)	-	-	(13,029,125)
Structures and Improvements	(18,258,551)	(979,853)	-	-	(19,238,404)
Equipment	(12,096,742)	(1,176,895)	791,483	-	(12,482,154)
Software	(1,063,992)	(96,208)	-	-	(1,160,200)
Total Accumulated Depreciation	(43,937,156)	(2,764,210)	791,483	-	(45,909,883)
Total Capital Assets, Being Depreciated, Net	55,611,473	233,318	(49,201)	450,479	56,246,069
Governmental Activities Capital Assets, Net	$264,184,886	$2,251,224	($ 59,617)	($ 6,451)	$266,370,042

NOTE 4: CAPITAL ASSETS (CONTINUED)

Business-Type Activities

	Balance July 1, 2010	Additions	Retirements	Adjustments/ Transfers	Balance June 30, 2011
Capital Assets, Not Being Depreciated:					
Land and easements	$ 3,593,251	$ -	$ -	$ -	$ 3,593,251
Construction in progress	4,881,324	238,986	-	(3,862,746)	1,257,564
Total Capital Assets, Not Being Depreciated	8,474,575	238,986	-	(3,862,746)	4,850,815
Capital Assets, Being Depreciated:					
Infrastructure	65,698,970	3,071,535	-	3,930,335	72,700,840
Structures and Improvements	3,685,829	71,114	-	-	3,756,943
Equipment	3,734,249	101,789	(147,775)	-	3,688,263
Total Capital Assets, Being Depreciated	73,119,048	3,244,438	(147,775)	3,930,335	80,146,046
Less Accumulated Depreciation For:					
Infrastructure	(17,874,229)	(2,221,747)	-	-	(20,095,976)
Structures and Improvements	(1,912,026)	(160,956)	-	-	(2,072,982)
Equipment	(2,386,662)	(486,095)	137,110	-	(2,735,647)
Total Accumulated Depreciation	(22,172,917)	($2,868,798)	137,110	-	(24,904,605)
Total Capital Assets, Being Depreciated, Net	50,946,131	375,640	(10,665)	3,930,335	55,241,441
Business-type Activities Capital Assets, Net	$ 59,420,706	$ 614,626	($ 10,665)	$ 67,589	$ 60,092,256

Depreciation

Depreciation expense was charged to governmental functions as follows:

General government	$ 558,909
Public Ways and facilities	891,724
Public Protection	826,614
Health and sanitation	111,073
Public assistance	24,629
Education	61,505
Subtotal Governmental funds	2,474,454
Depreciation on capital assets held by the County's internal service funds are charged to the various functions based on their usage of the assets	289,756
Total Depreciation Expense – Governmental Functions	$ 2,764,210

NOTE 4: CAPITAL ASSETS (CONTINUED)

Depreciation (Continued)

Depreciation expense was charged to business-type functions as follows:

Western Nevada County Solid Waste	$ 169,806
Airport	305,920
Sanitation District	2,041,520
Transit	351,552
Total Depreciation Expense - Business-Type Functions	$ 2,868,798

Construction in Progress

Construction in progress for governmental activities related primarily to work performed on Magnolia Road, McCourtney Road, Dog Bar Road, Empire Street, Red Dog Road, Thermoplastic Safety, Lime Kiln Road, Hirschdale Bridges, Maybert Bridge, Purdon Bridge rehabilitation, and Newton and Empress Bike Path. Construction in progress for the business-type activities related primarily to work performed on Lake Wildwood treatment facility upgrade, airport runway, MRTS redesign, and transit transfer facility improvements.

NOTE 5: INTERFUND TRANSACTIONS

Due To/From Other Funds

During the course of operations, transactions occur between funds to account for goods received or services rendered. These receivables and payables are classified as due from or due to other funds. In addition, when funds overdraw their share of pooled cash, the receivables and payables are also classified as due from or due to other funds. The following are due from and due to balances as of June 30, 2011:

	Due From Other Funds	Due To Other Funds
General fund	$ 3,279,733	$ 420,722
Road	432,989	200,946
Community Development Agency	378,394	25,759
Human Services Agency	1,273,496	2,048,403
Health and Welfare Realignment	1,355,006	1,391,293
Nonmajor Governmental funds	1,138,144	3,085,658
Western Nevada County Solid Waste	1,918	33,753
Airport	-	1,305
Sanitation District	1,397,258	1,439,051
Nonmajor Enterprise Funds	-	38,260
Internal Service Funds	440,745	1,012,533
Total	$ 9,697,683	$ 9,697,683

NOTE 5: INTERFUND TRANSACTIONS (CONTINUED)

Advances To/From Other Funds

Advances to/from other funds are non-current interfund loans and are offset by a nonspendable fund balance account in applicable governmental funds to indicate they are not in spendable form. The following are advances to/from other funds as of June 30, 2011:

	Advance to Other Funds	Advance from Other Funds
General fund	$ 986	$ -
Sanitation District	-	986
Total	$ 986	$ 986

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, reimbursement of various County operations and re-allocations of special revenues. The following are the interfund transfer balances as of June 30, 2011:

	Transfer In	Transfer Out
General fund	$ 6,975,185	$ 7,291,841
Road	1,931,967	-
Community Development Agency	2,460,634	-
Human Services Agency	5,515,627	-
Health and Welfare Realignment	127,268	5,286,546
Nonmajor Governmental funds	7,822,870	13,928,760
Sanitation District	1,670,439	-
Internal Service funds	3,157	-
Total	$ 26,507,147	$ 26,507,147

NOTE 6: UNEARNED/DEFERRED REVENUE

At June 30, 2011, components of unearned and deferred revenue were as follows:

	Unearned	Deferred	Total
General Fund			
State, Federal and other agency grant revenue receivable	$ -	$ 75,124	$ 75,124
State mandated costs receivable	-	1,144,328	1,144,328
Law enforcement services	-	37,944	37,944
Microfilm surcharge	-	832	832
Federal grant advance received	27,427	-	27,427
Community Development Agency			
Building inspection fees prior to completion of earning requirements	33,603	-	33,603
Plan/Site review fees prior to completion of earning requirements	34,420	-	34,420
Plan/Site review fees receivable	-	38,539	38,539
Environmental health fees receivable	-	56,343	56,343
State mandated claims receivable	-	133,906	133,906
Human Services Agency			
State and other agency grant revenue receivable	-	3,680,695	3,680,695
State mandated claims receivable	-	2,044,626	2,044,626
State grant advances received	229,553	-	229,553
Non Major Governmental Funds			
State, Federal and other grant revenue receivable	-	57,529	57,529
State mandated claims receivable	-	1,154	1,154
Loans receivable - Prop 1A	-	3,061	3,061
Attorney fee revenue receivable	-	34,430	34,430
Local grant advance received	30,000	-	30,000
Airport			
Tiedown and hangar pre payments	12,204	-	12,204
Non Major Enterprise Funds			
Nevada County Transportation Commission allocation	898,187	-	898,187
Total	$ 1,265,394	$ 7,308,511	$ 8,573,905

NOTE 7: LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2011:

Type of Indebtedness	Balance July 1, 2010	Additions/ Adjustments	Retirements/ Adjustments	Balance June 30, 2011	Amounts Due Within One Year
Governmental Activities					
Certificates of Participation	$ 12,000,000	$ -	$ 980,000	$ 11,020,000	$ 1,010,000
Special Assessment Bonds with County Commitment	299,000	-	11,000	288,000	12,000
Loans	3,441,053	1,392,226	170,949	4,662,330	237,216
Accrued claims liability	1,395,367	215,000	269,182	1,341,185	1,341,185
Capital Lease	44,219	-	20,740	23,479	8,604
Compensated Absences	5,378,852	5,654,037	5,833,666	5,199,223	4,741,183
Net OPEB Obligation	2,836,902	3,085,767	2,866,295	3,056,374	-
Total Governmental Activities	$ 25,395,393	$ 10,347,030	$ 10,151,832	$ 25,590,591	$ 7,350,188
Business-Type Activities					
Certificates of Participation	$ 7,640,000	$ -	$ 545,000	$ 7,095,000	$ 575,000
Less: deferred reacquisition costs	(453,726)	-	37,810	(415,916)	(37,810)
Certificates of Participation, Net	7,186,274	-	507,190	6,679,084	537,190
Special Assessment Bonds with County Commitment	23,000	-	2,000	21,000	2,000
Loans	32,256,024	-	1,720,800	30,535,224	1,731,620
Less: Unamortized Discount	(2,658,172)	-	266,059	(2,392,113)	(253,432)
Loans, Net	29,597,852	-	1,454,741	28,143,111	1,478,188
Closure/Post-Closure	12,900,477	122,583	658,355	12,364,705	651,588
Compensated Absences	292,407	330,083	379,613	242,877	179,295
Net OPEB Obligation	199,362	133,225	123,756	208,831	-
Total Business-Type Activities	$50,199,372	$ 585,891	$ 3,125,655	$ 47,659,608	$ 2,848,261

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for these funds are included as part of the above totals for governmental activities. Estimated claims are liquidated by charges for services collected through individual internal service funds. The capital lease liability is liquidated by lease payments made by the departments leasing the equipment. Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred. The net other postemployment benefit obligation for the governmental activities is generally liquidated by the fund where the accrued liability occurred.

Special assessment bonds with County commitment are not a direct responsibility of the County. Principal and interest payments are funded from the collection of special assessments. For the governmental activities, the debt is accounted for in the Special Assessment Debt with County Commitment Component Unit debt service fund. For the business-type activities, the debt is accounted for in the Sanitation District component unit enterprise fund. The County is obligated for special assessment debt only to the extent of special assessments collected.

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Individual issues of debt payable outstanding at June 30, 2011, are as follows:

Type of Indebtedness	Maturity	Interest Rates	Annual Principal Installments	Original Issue Amount	Outstanding June 30, 2011
Governmental Activities					
Certificates of Participation:					
2001 Certificates of Participation Defease 1991 and 1993 Certificates of Participation financing the acquisition and construction of the County Administration building and the County jail.	2020	4.05%-5.25%	$880,000 - $1,660,000	$21,385,000	$ 11,020,000
Total Certificates of Participation				21,385,000	11,020,000
Special Assessment Bonds with County Commitment:					
County Service Area 22 Assessment District Limited Obligation Improvement Bonds Construct improvements.	2026	2.25%-5.50%	$9,908 - $25,000	329,908	288,000
Total Special Assessment Bonds With County Commitment				329,908	288,000
Loans:					
Crown Point Building Loan Finance the acquisition of the Crown Point building	2025	4.75%-6.75%	$52,000 - $120,000	3,210,000	2,553,226
Laura Wilcox Building Loan Finance acquisition of the Laura Wilcox building	2025	4.99%	$13,400 - $34,200	880,000	716,878
California Energy Commission Loan Finance energy upgrades to the County Administration building and the County jail.	2025	3.00%	$29,258 - $61,041	1,392,226	1,392,226
Total Loans				5,482,226	4,662,330
Total Governmental Activities				$27,197,134	$ 15,970,330

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Type of Indebtedness	Maturity	Interest Rates	Annual Principal Installments	Original Issue Amount	Outstanding June 30, 2011
Business-Type Activities					
Certificates of Participation:					
2002 Refunding Certificates of Participation					
Refund the 1991 certificates of participation which were used for landfill closure costs	2021	2.30%-5.00%	$475,000 - $900,000	$11,415,000	$ 7,095,000
Total Certificates of Participation				11,415,000	7,095,000
Special Assessment Bonds with County Commitment:					
USDA Rural Development Bond					
Construct improvements in the North San Juan Sewer Assessment District	2018	5.00%	$1,000 - $3,000	76,130	21,000
Total Special Assessment Bonds With County Commitment				76,130	21,000
Loans:					
California Airport Loan					
Finance the construction of an above ground aircraft fuel storage and dispensing system.	2017	4.28%	$17,215 - $30,519	360,000	140,866
State Water Resources Control Board					
Finance the acquisition and construction of Cascade Shores Wastewater system improvements.	2029	0.00%	$16,958	339,164	305,248
SWRCB Revolving Loan					
Finance modifications to the Cascade Shores Wastewater collection system	2016	3.10%	$8,445 - $11,116	170,367	52,336
Banc of America Leasing and Capital, LLC					
Finance acquisition and construction of the Lake of the Pines Zone 2 wastewater system improvements	2026	3.55%	$73,529	2,500,000	2,279,412
Banc of America Leasing and Capital, LLC					
Finance acquisition and construction of the Lake Wildwood Zone 1 wastewater system improvements	2026	3.55%	$29,412	1,000,000	911,765
State Water Resources Control Board					
Finance acquisition and construction of the Lake Wildwood Zone 1 wastewater system improvements	2027	2.20%	$492,213 - $739,310	12,122,824	10,713,313

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Type of Indebtedness	Maturity	Interest Rates	Annual Principal Installments	Original Issue Amount	Outstanding June 30, 2011
State Water Resources Control Board					
Finance acquisition and construction of the Lake of the Pines Zone 2 wastewater system improvements	2028	0.00%	$948,204	18,964,071	16,132,284
Total Loans				35,456,426	30,535,224
Total Business-Type Activities				$46,947,556	$ 37,651,224

Following is a schedule of debt payment requirements of governmental activities and business-type activities to maturity for long-term debt, excluding compensated absences that have indefinite maturities, capital leases which are reported in Note 9, net OPEB obligation which is reported in Note 14, accrued claims liability which is reported in Note 15, and landfill post closure costs which are reported in Note 10.

Governmental Activities

Year Ended June 30	Certificates of Participation Principal	Interest	Total
2012	$ 1,010,000	$ 507,760	$ 1,517,760
2013	1,055,000	465,801	1,520,801
2014	1,090,000	415,429	1,505,429
2015	1,155,000	361,551	1,516,551
2016	1,200,000	308,685	1,508,685
2017-2021	5,510,000	601,492	6,111,492
Total	$ 11,020,000	$ 2,660,718	$ 13,680,718

Year Ended June 30	Special Assessment Bonds with County Commitment Principal	Interest	Total
2012	$ 12,000	$ 15,318	$ 27,318
2013	13,000	14,661	27,661
2014	13,000	13,979	26,979
2015	14,000	13,270	27,270
2016	15,000	12,509	27,509
2017-2021	86,000	49,370	135,370
2022-2026	110,000	22,550	132,550
2027-2031	25,000	688	25,688
Total	$ 288,000	$ 142,345	$ 430,345

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Governmental Activities (Continued)

Year Ended June 30	Loans Principal	Loans Interest	Loans Total
2012	$ 237,216	$ 212,883	$ 450,099
2013	252,566	186,014	438,580
2014	263,283	175,297	438,580
2015	274,473	164,106	438,579
2016	286,076	152,503	438,579
2017-2021	1,625,014	567,883	2,192,897
2022-2026	1,723,702	187,951	1,911,653
Total	$ 4,662,330	$ 1,646,637	$ 6,308,967

Business-Type Activities

Year Ended June 30	Certificates of Participation Principal	Certificates of Participation Interest	Certificates of Participation Total
2012	$ 575,000	$ 341,244	$ 916,244
2013	595,000	317,094	912,094
2014	620,000	290,319	910,319
2015	655,000	259,319	914,319
2016	680,000	229,025	909,025
2017-2021	3,970,000	616,475	4,586,475
Total	$ 7,095,000	$ 2,053,476	$ 9,148,476

Year Ended June 30	Special Assessment Bonds with County Commitment Principal	Special Assessment Bonds with County Commitment Interest	Special Assessment Bonds with County Commitment Total
2012	$ 2,000	$ 1,000	$ 3,000
2013	2,000	900	2,900
2014	2,000	800	2,800
2015	3,000	675	3,675
2016	3,000	525	3,525
2017-2021	9,000	675	9,675
Total	$ 21,000	$ 4,575	$ 25,575

NOTE 7: LONG-TERM LIABILITIES (CONTINUED)

Business-Type Activities (Continued)

Year Ended June 30	Loans			
	Principal	Interest	Service Charge	Total
2012	$ 1,731,619	$ 248,503	$ 107,133	$ 2,087,255
2013	1,743,507	233,511	101,868	2,078,886
2014	1,755,659	218,371	96,487	2,070,517
2015	1,768,082	203,079	90,988	2,062,149
2016	1,780,781	187,632	85,368	2,053,781
2017-2021	8,949,616	710,016	338,111	9,997,743
2022-2026	9,278,699	333,077	177,856	9,789,632
2027-2031	3,527,261	28,496	22,213	3,577,970
Total	$ 30,535,224	$ 2,162,685	$ 1,020,024	$ 33,717,933

NOTE 8: ASSISTANCE PROGRAM LOAN

The County received a loan from the Nevada County Association of Realtors for the purpose of providing cash flow assistance for the County's first time homebuyers down payment assistance program. The loan is a short-term loan to be repaid from reimbursements received from the State of California Department of Housing and Community Development HOME Program. The balance outstanding as of June 30, 2011, was $35,000.

Short-term debt activity for the year ended June 30, 2011, was as follows:

Beginning Balance	$ 35,000
Additions	25,000
Reductions	(25,000)
Ending Balance	$ 35,000

NOTE 9: LEASES

Operating Leases

The County leases office buildings and equipment under non-cancellable operating leases. Total costs for these leases was $976,159 for the year ended June 30, 2011. The future minimum lease payments are as follows:

Year Ended June 30	Lease Obligations
2012	$ 919,624
2013	489,948
2014	158,105
2015	81,674
2016	8,509
2017-2021	32,342
Total	$ 1,690,202

NOTE 9: LEASES (CONTINUED)

Capital Leases

The County has entered into certain capital lease agreements under which the related equipment will become the property of the County when all terms of the lease agreements are met.

	Stated Interest Rate	Present Value Of remaining Payments at June 30, 2011
Governmental activities	5.90% - 11.91%	$ 23,479
Total		$ 23,479

Equipment and related accumulated depreciation under capital lease are as follows:

	Governmental Activities
Equipment	$ 64,359
Less: Accumulated depreciation	(33,248)
Net Value	$ 31,111

As of June 30, 2011, capital lease annual amortization is as follows:

Year Ended June 30	Governmental Activities
2012	$ 9,816
2013	8,267
2014	7,578
Total Requirements	25,661
Less Interest	(2,182)
Present Value of Remaining Payments	$ 23,479

NOTE 10: CLOSURE/POST CLOSURE

The County is responsible for two closed solid waste landfill sites. State and federal laws and regulations require the County to place a final cover on its landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the landfill sites for thirty years after closure. GASB Statement No. 18 requires a portion of these closure and postclosure care costs be reported as an operating expense in each period based on landfill capacity used as of each statement of net assets date. Since the landfills are no longer accepting waste, the entire estimated expense and liability have been reported.

NOTE 10: CLOSURE/POST CLOSURE (CONTINUED)

As of June 30, 2011, the County's estimated remaining liability for post closure maintenance costs for the closed landfills was $12,364,705. This estimate is are based on the amount that would be paid if all equipment, facilities, and services required to close and/or monitor the landfills were acquired as of June 30, 2011. Actual costs may be higher due to inflation, change in technology, or changes in regulations. The County has applied the annual inflation factor to the liability each year and has reduced the liability by actual expenses incurred.

The County is required by the California Code of Regulations to demonstrate financial responsibility for postclosure maintenance costs. The County has met this requirement for the McCourtney Road landfill through a pledge of annual parcel charges. A pledge of the remaining fund balance for the Hirschdale landfill is pending approval by the California Integrated Waste Management Board.

NOTE 11: NET ASSETS

The government-wide and proprietary fund financial statements utilize a net assets presentation. Net assets are categorized as invested in capital assets (net of related debt), restricted, and unrestricted.

- Invested in capital assets, net of related debt – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

- Restricted net assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects, debt service requirements and other special revenue fund purposes.

- Unrestricted net assets – All other net assets that do not meet the definition of "restricted" or "invested in capital assets, net of related debt."

When both restricted and unrestricted net assets are available, it is considered that restricted resources are used first, followed by the unrestricted resources.

NOTE 12: FUND BALANCES

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2011, fund balance for governmental funds is made up of the following:

- Nonspendable fund balance - includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example: inventories and prepaid amounts.

NOTE 12: FUND BALANCES (CONTINUED)

- Restricted fund balance - includes amounts that can be spent for specific purposes stipulated by external resource providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.

- Committed fund balance - includes amounts that can only be used for the specific purposes determined by a formal action of the County's highest level of decision-making authority, the Board of Supervisors. Commitments may be changed or lifted only by the County taking the same formal action that imposed the constraint originally (for example: resolution and ordinance).

- Assigned fund balance - comprises amounts intended to be used by the County for specific purposes that are neither restricted nor committed. Intent is expressed by (1) the Board of Supervisors or (b) a body (for example: a budget or finance committee) or official to which the Board of Supervisors has delegated the authority to assign amounts to be used for specific purposes.

- Unassigned fund balance - is the residual classification for the General Fund and includes all amounts not contained in the other classifications. Unassigned amounts are technically available for any purpose. In other governmental funds, if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes, that fund would report a negative unassigned fund balance.

The Board of Supervisors establishes, modifies or rescinds fund balance commitments and assignments by passage of an ordinance or resolution. This is done through adoption of the budget and subsequent budget amendments that occur throughout the year.

The Board of Supervisors has adopted a fund balance policy for financial statement reporting. The policy establishes procedures for reporting fund balance classifications, establishes prudent reserve requirements and establishes a hierarchy of fund balance expenditures. The policy also provides for the County to establish and maintain a minimum unrestricted fund balance in the General Fund equal to two months of annual revenue within the Discretionary Revenue category as defined in the budget. The minimum unrestricted fund balance may be recognized within the committed, assigned, or unassigned classifications.

When both restricted and unrestricted resources are available for use, it is considered that restricted resources are used first, followed by the unrestricted committed, assigned and unassigned resources as they are needed.

The fund balances for all major and nonmajor governmental funds as of June 30, 2011, were distributed as follows:

	General	Road	Community Development Agency	Human Services Agency	Health and Welfare Realignment	Other Governmental Funds	Total
Nonspendable							
Imprest cash	$ 24,120	$ -	$ 360	$ 340	$ -	$ 570	$ 25,390
Inventory	-	110,653	-	-	-	-	110,653
Prepaids	57,182	-	-	-	-	-	57,182
Advances to other funds	986	-	-	-	-	-	986
Subtotal	82,288	110,653	360	340	-	570	194,211

NOTE 12: FUND BALANCES (CONTINUED)

The fund balances for all major and nonmajor governmental funds as of June 30, 2011, were distributed as follows: (Continued)

	General	Road	Community Development Agency	Human Services Agency	Health and Welfare Realignment	Other Governmental Funds	Total
Restricted For:							
General government	$ -	$ -	$ -	$ -	$ -	$4,264,346	$ 4,264,346
Public protection	11,308	-	-	-	-	4,815,231	4,826,539
Public ways and facilities	-	7,543,979	-	-	-	3,959,549	11,503,528
Health and sanitation	-	-	-	-	7,128,109	7,116,238	14,244,347
Public Assistance	-	-	-	-	-	4,908,429	4,908,429
Education	-	-	-	-	-	14,858	14,858
Recreation and culture	-	-	-	-	-	608,845	608,845
Subtotal	11,308	7,543,979	-	-	7,128,109	25,687,496	40,370,892
Committed to:							
General government	3,967,000	-	-	-	-	178,545	4,145,545
Subtotal	3,967,000	-	-	-	-	178,545	4,145,545
Assigned to:							
General government	17,361,783	-	-	-	-	185	17,361,968
Public protection	102,768	-	891,115	-	-	166,949	1,160,832
Health and sanitation	-	-	42,400	-	-	12,079	54,479
Public assistance	6,953	-	-	-	-	7,646	14,599
Education	-	-	-	-	-	557,111	557,111
Subtotal	17,471,504	-	933,515	-	-	743,970	19,148,989
Unassigned	-	-	-	(592,387)	-	-	(592,387)
Total	$21,532,100	$7,654,632	$ 933,875	($ 592,047)	$7,128,109	$26,610,581	$63,267,250

NOTE 13: EMPLOYEES' RETIREMENT PLAN

A. Plan Description

The County contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit plan. PERS provides retirement and disability benefits, annual cost of living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by statute. Copies of PERS' annual financial report may be obtained from their executive office – 400 Q Street, Lincoln Plaza East, Sacramento, CA 95811.

NOTE 13: EMPLOYEES' RETIREMENT PLAN (CONTINUED)

B. Funding Policy

Miscellaneous plan members are required to contribute 8 percent of their annual covered salary. Safety plan members are required to contribute 9 percent of their annual covered salary. The County is required to contribute the actuarially determined remaining amounts necessary to fund the benefits for its members. The County has committed to contribute a portion of the required employee contribution in addition to their own required contributions. The actuarial methods and assumptions used are those adopted by the PERS Board of Administration. The required employer contribution rate for fiscal year 2010/2011 was 19.688 percent for miscellaneous employees and 32.769 percent for safety employees. The contribution requirements of the plan are established by State statute and the employer contribution rate is established and may be amended by PERS. The County is required to contribute the remaining amounts necessary to fund the benefits of its members using the actuarial basis adopted by the PERS Board of Administrators.

C. Annual Pension Cost

For fiscal year 2010/2011, the County's annual pension cost of $8,612,056 for the miscellaneous plan and $1,977,312 for the safety plan was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 2008, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 7.75 percent investment rate of return (net of administrative expenses), (b) projected annual salary increases of 3.25 percent to 14.45 percent for miscellaneous plan and 3.25 percent to 14.45 percent for safety plan, depending on age, service, and type of employment, and (c) 3.25 percent per year cost of living adjustment. Both (a) and (b) included an inflation component of 3.00 percent. The actuarial value of PERS assets was determined using techniques that smooth the effect of short term volatility in the market value of investments over a three-year period (smoothed market value). PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis. Initial unfunded liabilities are amortized over a closed period that depends on the plan's date of entry into PERS. Subsequent plan amendments are amortized as a level percentage of pay over a closed 20 year period. The tables below present three year trend information.

Miscellaneous:

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2009	$ 8,420,982	100%	-
June 30, 2010	8,949,433	100%	-
June 30, 2011	8,612,056	100%	-

Safety:

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 2009	$ 1,850,007	100%	-
June 30, 2010	1,949,073	100%	-
June 30, 2011	1,977,312	100%	-

NOTE 13: EMPLOYEES' RETIREMENT PLAN (CONTINUED)

D. Funded Status and Funding Progress

As of June 30, 2010, the most recent actuarial valuation date, the miscellaneous plan was 75.9 percent funded. The actuarial accrued liability for benefits was $319,732,395, and the actuarial value of assets was $242,799,994, resulting in an unfunded actuarial accrued liability (UAAL) of $76,932,401. The covered payroll (annual payroll of active employees covered by the plan) was $48,510,139, and the ratio of the UAAL to the covered payroll was 158.6 percent.

The safety plan had less than 100 active members in at least one valuation since June 30, 2003, therefore it is required to participate in a risk pool and does not present individual plan funded status. Information on the safety plan side fund funding is presented as RSI following the notes to the financial statements.

The schedule of funding progress, presented as RSI following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

NOTE 14: OTHER POSTEMPLOYMENT BENEFITS (OPEB)

A. Plan Description

The County of Nevada provides, under a defined benefit plan, retiree healthcare benefits to qualifying employees retiring directly from the County. The benefit level is determined by date of hire and length of service. The County has contracted for medical coverage to be provided through an agent multiple-employer CalPERS Healthcare (PEMHCA) plan.

The County pays the least expensive available plan single premium up to Medicare eligible age for retirees with more than 20 years of County Service. Employees hired before July 1, 2000, with less than 20 years of County service at retirement, receive a fixed stipend amount. After reaching Medicare eligible age, the County also pays 80% of the least expensive Medicare supplemental plan single premium for all retirees hired before July 1, 2000 and for employees hired after July 1, 2000 with 20 years of County service. For safety employees with disability retirement, the County pays 100% of the least expensive medical single premium for life.

Employees Hired On or After July 1, 2008—Employees hired on or after July 1, 2008, and who retire from the County, the County will continue to provide access to medical insurance coverage for those employees who retire from employment with the County and who constitute "annuitants" as defined by the Public Employees Medical and Hospital Care Act (PEMHCA) only.

B. Funding Policy

The minimum employer contribution requirement is a per participant amount contributed by the County and which is established and amended by the plan administrators, the CalPERS Board of Trustees, for the PEMHCA plan. The fixed stipend amount is a negotiated benefit between the County and the various employee bargaining groups.

NOTE 14: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

B. Funding Policy (Continued)

The County had initially adopted a 5-year phase-in funding plan for the Annual Required Contribution (ARC). The actuarially determined ARC amount represents the level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a closed period not to exceed thirty years. The 2007-08 contribution was equal to 5% of annual covered payroll and was equal to the pay-as-you-go cost plus 20% between the full pre-funding ARC and the pay-as-you-go. The second year was 40% of the difference and each proceeding year increasing equally to reach the 100% full funding after 5 years.

With the results of the most recent actuarial study as of June 30, 2008, the County has revised their funding plan and annual contributions beginning in 2009-10. The contribution rate for 2009-10 and for each proceeding year will be equal to 6.3% of annual covered payroll to fully fund the ARC each year.

The County has established an irrevocable trust with CalPERS - California Employers' Retiree Benefit Trust Fund (CERBT) to deposit the contributions above the current year pay-as-you-go portion. CERBT issues a publicly available financial report including GASB 43 disclosure information in the aggregate with the other CERBT participating employers. That report may be obtained by contacting CalPERS, P.O. Box 942703, Sacramento, CA 94229-2703.

C. Annual OPEB Cost and Net OPEB Obligation

The County's OPEB cost (expense) is calculated based on the annual required contribution of the employer (ARC). The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess). (The following table shows the County's annual OPEB cost for the year, the amount actually contributed to the plan, and the resulting net OPEB obligation.)

Annual required contribution	$ 3,195,000
Interest on prior year net OPEB obligation	214,000
Amortization of prior year net OPEB obligation	(190,000)
Annual OPEB Cost	3,219,000
Contributions made:	
Pay as you go contribution	(1,665,059)
Funding of full ARC Contribution	(1,325,000)
Increase in net OPEB obligation	228,941
Net OPEB Obligation - Beginning of Year	3,036,264
Net OPEB Obligation - End of Year	$ 3,265,205

NOTE 14: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

C. Annual OPEB Cost and Net OPEB Obligation (Continued)

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and prior two years are as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
6/30/09	$ 4,132,000	69.0%	$ 3,216,177
6/30/10	3,104,000	105.7%	3,036,264
6/30/11	3,219,000	92.9%	3,265,205

The quantifications of costs set forth above should not be interpreted in any way as vesting such benefits: rather the disclosures are made solely to comply with the County's reporting obligations under GASB 45, as the County understands these obligations.

D. Funded Status and Funding Progress

The unfunded actuarial accrued liability is being amortized as a level percentage of payroll over a closed 30 year period beginning July 1, 2007. The funded status of the plan as of June 30, 2010 (the most recent actuarial valuation date), was as follows:

Actuarial accrued liability (AAL)	$ 40,383,000
Actuarial value of plan assets	4,037,000
Unfunded actuarial accrued liability (UAAL)	$ 36,346,000
Funded ratio (actuarial value of plan assets/AAL)	9.9%
Covered payroll (active plan members)	$ 48,447,000
UAAL as a percentage of covered payroll	75.0%

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

NOTE 14: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

E. Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In the June 30, 2010, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 7.05% discount rate, and annual healthcare cost trends for HMO and PPO that start with 9.7% and 10.5%, respectively, and declines to 5.0% over ten years for both plan types. The actuarial assumptions included an annual 3.0% inflation rate and a 3.25% per annum aggregate payroll increases.

NOTE 15: RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has Risk Management Funds (Internal Service Funds) to account for and finance self-insured risks of loss for public liability, unemployment, dental, and vision. The County is a member of the California State Association of Counties Excess Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for Counties. Should actual loss among participants be greater than anticipated, the County will be assessed its pro rata share of the deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its pro rata share of the excess.

The County is a member of the County Supervisors Association of California Excess Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for Counties. The Authority is solvent. Under this program, the Risk Management Funds provide coverage for up to a maximum of $100,000 for each general liability claim, and $10,000 for each unemployment claim.

Should actual loss among participants be greater than anticipated, the County will be assessed its prorata share of the deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its prorata share of the excess. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

Actual claims unpaid as of June 30, 2011, including any estimates for incurred but not reported (IBNR) amounts, constitute claims payable. The claims liability at June 30, 2011, was as follows:

Unemployment	$ 507,185
Liability	834,000
Total	$ 1,341,185

NOTE 15: RISK MANAGEMENT (CONTINUED)

All funds of the County participate in the program and make payments to the Risk Management Funds based on estimates of the amounts needed to pay prior and current year claims. At June 30, 2011, the Risk Management Fund's fund equity was $601,071. The claims liability of $1,341,185 reported in the funds at June 30, 2011, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to 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 determined.

Changes in the County's claims liability amount for the fiscal years 2009, 2010, and 2011 were as follows:

	Balance at Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Claims Payments	Balance at End of Fiscal Year
2009	$ 841,191	$ 1,892,972	$ 1,715,708	$ 1,018,455
2010	1,018,455	1,876,925	1,500,013	1,395,367
2011	1,395,367	1,682,201	1,736,383	1,341,185

The ultimate settlement of specific claims against the County cannot presently be determined and no provision for any other liability that may result has been made in the financial statements.

NOTE 16: OTHER INFORMATION

A. Construction Commitments

The County had active construction projects as of June 30, 2011, including County Facility improvements, road safety improvements, sidewalk preservation and improvements and upgrades to existing wastewater treatment plants to comply with new regulatory requirements. At year end the County's commitments with contractors were as follows:

Project	Spent-to-Date	Remaining Commitment
County facility improvements	$ 98 233	$ 142,073
Road infrastructure	361,889	359,474
Darkhorse infrastructure	426,357	272,298
Wastewater treatment facility upgrades	582,860	450,934
Leachate tank plans	4,748	5,253
Anasazi software	255,857	382,090
Total	$ 1,729,944	$ 1,612,122

The wastewater treatment projects are financed with long-term debt to be repaid from special assessments.

NOTE 16: OTHER INFORMATION (CONTINUED)

B. Contingent Liabilities

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

The County is involved in several lawsuits. Due to the nature of the cases, County Counsel is unable to estimate at this time the probability of favorable or unfavorable outcomes. Therefore, no provision has been made in the financial statements for a loss contingency.

C. Subsequent Events

On July 5, 2011, the County completed the issuance of Refunding Certificates of Participation in the amount of $8,610,000 at the rate of 3.54%. This was a refunding of the 2001 Refunding COPs.

On August 17, 2011, the Board of Supervisors approved the purchase of 39.26 acres of land in the amount of $1,010,000 to be used for the relocation of the County's corporation yard. The transaction was completed and property transferred on August 30, 2011.

As of July 1, 2011, the County of Nevada transferred the Section 8 Housing Choice Vouchers Assistance program of the Nevada County Housing Authority to the Regional Housing Authority of Sutter and Nevada Counties.

Management has evaluated events subsequent to June 30, 2011 through December 28, 2011, the date on which the financial statements were available for issuance. Management has determined no other subsequent events requiring disclosure have occurred.

D. Joint Agencies

The CSAC Excess Insurance Authority is a joint powers authority organized for the purpose of developing and funding excess insurance programs for member counties. The Authority operates public entity risk pools for workers' compensation, comprehensive liability, property, and medical malpractice, and the pool purchases excess insurance and services for members. The Authority is under the control and direction of a board of directors consisting of representatives of the fifty member counties. There is no significant financial interest or ongoing financial responsibility on the part of the County with this Authority.

Complete audited financial statements for CSAC Excess Insurance Authority can be obtained from the Authority's office at 3017 Gold Canal Drive, Suite 300, Rancho Cordova, California 95670.

Required Supplementary Information
(Unaudited)

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COUNTY OF NEVADA
Required Supplementary Information
For the Year Ended June 30, 2011

1. SCHEDULE OF FUNDING PROGRESS - PENSION

The Schedule of Funding Progress - Pension presents a consolidated snapshot of the County's ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan's level of assets to liabilities, an important indicator to determine the financial health of the pension plan. The closer the plan is to a 100% funded status, the better position it will be in to meet all of its future liabilities.

Miscellaneous Plan:

The table below shows a three-year analysis of the most recent actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Miscellaneous Plan.

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Ratios		Annual Covered Payroll	UAAL as a % of Payroll
				Actuarial Value	Market Value		
June 30, 2008	$248,063,046	$197,968,605	$ 50,094,441	79.8%	92.3%	$ 45,650,537	109.7%
June 30, 2009	301,107,683	228,631,554	72,476,129	75.9%	55.2%	50,418,956	143.7%
June 30, 2010	319,732,395	242,799,994	76,932,401	75.9%	59.6%	48,510,139	158.6%

Safety Plan:

The County specific funding information is no longer available for the Safety Plan. The County's Safety Plan participates in a risk sharing pool with other safety plans. Participation was required as of June 30, 2003 (when CalPERS set up risk sharing pools) since the plan had less than 100 active members at that time.

At the time that the County's Safety Plan was pooled with other agencies, the Plan's existing UAAL was placed in a "side fund" separate from the rest of the pool and for which the County is responsible for paying off the remaining unfunded liability. The side fund is amortized at a fixed interest rate of 7.75% and has been assigned a set payment schedule. As of June 30, 2010, the County's unfunded debt balance should be $5,191,759.

Funding information is available on a pooled-basis only and can be obtained upon request to the County or directly from CalPERS, P.O. Box 942709, Sacramento, CA 94229-2709.

2. SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The Schedule of Funding Progress - Other Postemployment Benefits provides a consolidated snapshot of the County's ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan's level of assets to liabilities, an important indicator to determine the financial health of the OPEB plan. The closer the plan is to a 100% funded status, the better position it will be in to meet all of its future liabilities.

The table below shows a three year analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Other Post-Employment Benefit Plan.

2. SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Unfunded AAL (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage Of Covered Payroll
June 30, 2006	$ -	$ 35,208,000	$ 35,208,000	-	$ 41,158,000	85.5 %
June 30, 2008	608,000	29,999,000	29,391,000	2.0%	43,877,000	61.7%
June 20, 2010	4,037,000	40,383,000	36,346,000	10.0%	46,922,000	77.5%

3. INFRASTRUCTURE ASSETS REPORTED USING THE MODIFIED APPROACH

The County's infrastructure assets are recorded at historical cost in the government-wide financial statements as required by the Governmental Accounting Standards Board (GASB) Statement No. 34. The County has elected to use the modified approach to report its maintained road system. Infrastructure assets reported under the modified approach are not subject to depreciation per GASB Statement No. 34.

The County manages its maintained road system using the Metropolitan Transportation Commission's Pavement Management program (Program) and accounts for them using the modified approach. The Program establishes a Pavement Condition Index (PCI) on a scale from zero to one hundred (0-100) for each road segment being maintained by the Department of Public Works. The Program has defined the pavement of roads with PCIs of 40 or better to be in a "Fair" or better condition and roads with a PCI of 55 or better to be in a "Good" or better condition. The system-wide average PCI number for all paved or chip sealed roads in the County maintained road system is calculated on a weighted by section, road area basis. The amount that an individual road section's condition contributes to the overall system average rating is proportionate to the amount of the total systems surfaced area that the individual segment contains. It is the County's policy relative to maintaining the maintained road system to keep an average PCI rating of 62. This rating must be achieved over a three year period.

One third of the County maintained roads are assessed each year, with a complete condition assessment calculated every three years. As of June 30, 2011, the County's road system was rated at a PCI of 66. The last complete condition assessment was completed in fiscal year 2009 with an average PCI rating of 65 The overall condition of the County maintained roads declined slightly from the fiscal year 2006 average PCI rating of 66.7. The history of the condition assessments is provided below.

	Year 1	Year 2	Year 3	3 Year Average
2009	65	66	64	65.0
2006	68	67	65	66.7

3. INFRASTRUCTURE ASSETS REPORTED USING THE MODIFIED APPROACH (CONTINUED)

For the year ended June 30, 2011, actual maintenance and preservation costs were $6,340,588, which was $70,588 or 1% more than estimated. The increase was due to increase in overlay projects maintenance and increase in snow removal costs. A five year history of planned to actual maintenance and preservation costs is provided in the following table.

	Maintenance & Preservation Cost		
Fiscal Year	Estimated Costs	Actual Costs	Variance
2007	$ 3,112,954	$ 5,652,819	($ 2,539,865)
2008	2,581,563	6,134,322	(3,552,759)
2009	9,525,400	8,177,280	1,348,120
2010	8,882,400	6,253,914	2,628,486
2011	6,270,000	6,340,588	(70,588)

COUNTY OF NEVADA
Required Supplementary Information
Budgetary Comparison Schedule - Budgetary Basis
General Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	$ 36,275,070	$ 35,245,070	$ 35,066,651	$ (178,419)
Licenses and permits	1,172,063	1,172,063	1,156,171	(15,892)
Fines and forfeitures	3,562,153	3,562,153	3,239,074	(323,079)
Use of money and property	323,906	371,906	423,647	51,741
Intergovernmental	3,402,203	4,893,834	5,035,274	141,440
Charges for services	8,745,623	8,841,056	8,257,632	(583,424)
Other revenues	1,344,997	1,475,231	1,320,629	(154,602)
Total Revenues	54,826,015	55,561,313	54,499,078	(1,062,235)
EXPENDITURES				
Current:				
General government:				
Board of supervisors	1,046,356	1,054,681	1,053,805	876
Annual audit	27,193	27,193	27,193	-
County executive officer	1,267,834	1,260,926	1,111,844	149,082
Assessor	2,531,338	2,513,430	2,280,495	232,935
Auditor-controller	1,451,722	1,460,018	1,459,986	32
Treasurer-tax collector	1,101,110	1,109,453	998,877	110,576
Purchasing	285,642	299,396	294,633	4,763
Collections	233,191	231,128	214,058	17,070
Uses and sources	(8,515,002)	(8,323,983)	(8,875,499)	551,516
Trial court funding	1,443,572	1,268,912	1,252,014	16,898
Provision for contingencies	150,000	211,206	-	211,206
Building debt financing	1,690	1,690	1,690	-
County counsel	819,928	834,137	792,505	41,632
Personnel services	852,505	840,131	832,857	7,274
Elections	1,188,840	1,272,593	1,272,131	462
Facilities management	2,530,103	2,417,450	2,252,240	165,210
Capital facility projects	148,176	293,750	239,399	54,351
Economic development	185,311	294,811	211,489	83,322
Assessment appeals board	16,840	16,840	15,616	1,224
General services admin	45,361	44,168	13,129	31,039
Insurance	80,002	75,809	72,054	3,755
Historical landmarks	498	498	361	137
Information systems	1,402,939	1,470,901	1,413,805	57,096
Geographic information	365,326	368,373	368,365	8
Surveying	73,526	72,564	58,598	13,966
Cable TV services	48,481	43,741	42,316	1,425
Total General Government	8,782,482	9,159,816	7,403,961	1,755,855
Public protection:				
Court security	807,989	829,145	814,743	14,402
Grand jury	97,777	97,777	89,069	8,708
Subtotal Public Protection	905,766	926,922	903,812	23,110

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COUNTY OF NEVADA
Required Supplementary Information
Budgetary Comparison Schedule - Budgetary Basis
General Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
EXPENDITURES				
Public protection (continued):				
District attorney	3,386,144	3,443,414	3,458,961	(15,547)
Public defender services	1,956,864	1,999,641	1,861,381	138,260
Conflict indigent defense	482,539	509,703	509,571	132
Sheriff administrative support services	14,477,126	14,682,080	14,361,830	320,250
Department of corrections	9,512,818	9,324,075	9,029,648	294,427
Inmate medical services	1,725,877	1,725,877	1,719,145	6,732
Sheriff Truckee operations	2,391,831	2,377,020	2,314,746	62,274
Juvenile hall	2,782,592	2,783,892	2,886,307	(102,415)
Probation department	4,015,702	4,164,855	3,893,930	270,925
Ag services	579,550	573,794	554,655	19,139
Weights and measures	139,123	138,621	110,682	27,939
Clerk recorder	595,899	595,899	693,293	(97,394)
Emergency services	591,443	567,479	482,742	84,737
Animal control	953,063	1,004,168	998,720	5,448
Total Public Protection	44,496,337	44,817,440	43,779,423	1,038,017
Public assistance:				
Community services	68,427	71,411	63,958	7,453
Victim witness	223,731	327,709	183,552	144,157
Total Public Assistance	292,158	399,120	247,510	151,610
Education:				
Farm advisor	110,950	110,605	87,480	23,125
Total Education	110,950	110,605	87,480	23,125
Debt service:				
Sheriff administrative support services	17,453	17,453	17,560	(107)
Total Debt Service	17,453	17,453	17,560	(107)
Capital outlay:				
Capital facilities projects	673,125	1,476,797	1,476,797	-
Information systems	-	64,224	64,211	13
Sheriff administrative support services	11,867	440,840	412,930	27,910
Department of corrections	50,000	50,000	37,898	12,102
Emergency management	-	81,985	49,630	32,355
Total Capital Outlay	734,992	2,113,846	2,041,466	72,380
Total Expenditures	54,434,372	56,618,280	53,577,400	3,040,880
Excess of Revenues Over (Under) Expenditures	391,643	(1,056,967)	921,678	1,978,645

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COUNTY OF NEVADA
Required Supplementary Information
Budgetary Comparison Schedule - Budgetary Basis
General Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
OTHER FINANCING SOURCES (USES)				
Transfers in	7,099,226	7,126,278	6,975,185	(151,093)
Transfers out	(7,130,869)	(7,926,905)	(7,291,841)	635,064
Issuance of debt	-	1,159,245	1,392,226	232,981
Total Other Financing Sources (Uses)	(31,643)	358,618	1,075,570	716,952
Net Change in Fund Balances	360,000	(698,349)	1,997,248	2,695,597
Fund Balances - Beginning	19,534,852	19,534,852	19,534,852	-
Fund Balances - Ending	$ 19,894,852	$ 18,836,503	$ 21,532,100	$ 2,695,597

Continued (Page 3 of 3)

COUNTY OF NEVADA
Required Supplementary Information
Budgetary Comparison Schedule - Budgetary Basis
Road - Major Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	$ 57,000	$ 57,000	$ 77,878	$ 20,878
Licenses and permits	60,000	60,000	24,458	(35,542)
Use of money and property	10,401	10,401	28,522	18,121
Intergovernmental	9,406,584	9,406,584	9,531,851	125,267
Charges for services	791,783	791,783	767,108	(24,675)
Other revenues	-	-	13,192	13,192
Total Revenues	10,325,768	10,325,768	10,443,009	117,241
EXPENDITURES				
Current:				
Public ways and facilities	8,491,646	8,634,411	8,657,859	(23,448)
Capital outlay	4,957,000	5,768,911	2,488,352	3,280,559
Total Expenditures	13,448,646	14,403,322	11,146,211	3,257,111
Excess of Revenues Over (Under) Expenditures	(3,122,878)	(4,077,554)	(703,202)	3,374,352
OTHER FINANCING SOURCES (USES)				
Transfers in	2,433,717	2,433,717	1,931,967	(501,750)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	2,433,717	2,433,717	1,931,967	(501,750)
Net Change in Fund Balance	(689,161)	(1,643,837)	1,228,765	2,872,602
Fund Balances - Beginning	6,425,867	6,425,867	6,425,867	-
Fund Balances - Ending	$ 5,736,706	$ 4,782,030	$ 7,654,632	$ 2,872,602

COUNTY OF NEVADA
Required Supplementary Information
Budgetary Comparison Schedule - Budgetary Basis
Community Development Agency - Major Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	$ 15,000	$ 15,000	$ 16,306	$ 1,306
Licenses and permits	1,091,006	1,126,006	1,314,108	188,102
Fines and forfeitures	28,000	28,000	8,858	(19,142)
Use of money and property	10,200	10,200	8,409	(1,791)
Intergovernmental	796,044	868,545	781,375	(87,170)
Charges for services	1,668,330	1,858,100	1,662,233	(195,867)
Other revenues	2,354	12,738	33,351	20,613
Total Revenues	3,610,934	3,918,589	3,824,640	(93,949)
EXPENDITURES				
Current:				
Public protection	3,491,553	3,942,265	3,355,836	586,429
Health and sanitation	2,210,805	2,512,752	2,429,502	83,250
Total Expenditures	5,702,358	6,455,017	5,785,338	669,679
Excess of Revenues Over (Under) Expenditures	(2,091,424)	(2,536,428)	(1,960,698)	575,730
OTHER FINANCING SOURCES (USES)				
Transfers in	2,083,553	2,473,764	2,460,634	(13,130)
Transfers out	(3,840)	(3,840)	-	3,840
Total Other Financing Sources (Uses)	2,079,713	2,469,924	2,460,634	(9,290)
Net Change in Fund Balance	(11,711)	(66,504)	499,936	566,440
Fund Balances - Beginning	433,939	433,939	433,939	-
Fund Balances - Ending	$ 422,228	$ 367,435	$ 933,875	$ 566,440

COUNTY OF NEVADA
Required Supplementary Information
Budgetary Comparison Schedule - Budgetary Basis
Human Services Agency - Major Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Fines and forfeitures	$ 640	$ 640	$ 211	$ (429)
Use of money and property	-	-	4,769	4,769
Intergovernmental	38,411,133	38,705,926	38,371,365	(334,561)
Charges for services	630,720	630,720	1,191,908	561,188
Other revenues	18,232	420,221	483,427	63,206
Total Revenues	39,060,725	39,757,507	40,051,680	294,173
EXPENDITURES				
Current:				
Health and sanitation	19,622,184	21,300,672	20,395,663	905,009
Public assistance	26,549,049	26,579,022	25,222,669	1,356,353
Capital outlay	177,067	314,090	67,470	246,620
Total Expenditures	46,348,300	48,193,784	45,685,802	2,507,982
Excess of Revenues Over (Under) Expenditures	(7,287,575)	(8,436,277)	(5,634,122)	2,802,155
OTHER FINANCING SOURCES (USES)				
Transfers in	7,444,878	7,838,741	5,515,627	(2,323,114)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	7,444,878	7,838,741	5,515,627	(2,323,114)
Net Change in Fund Balance	157,303	(597,536)	(118,495)	479,041
Fund Balances - Beginning	(473,552)	(473,552)	(473,552)	-
Fund Balances - Ending	$ (316,249)	$ (1,071,088)	$ (592,047)	$ 479,041

COUNTY OF NEVADA
Required Supplementary Information
Budgetary Comparison Schedule - Budgetary Basis
Health And Welfare Realignment - Major Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ -	$ -	$ 9,772	$ 9,772
Intergovernmental	5,430,438	5,602,865	5,715,907	113,042
Total Revenues	5,430,438	5,602,865	5,725,679	122,814
EXPENDITURES				
Current:				
Health and sanitation	34	34	-	34
Total Expenditures	34	34	-	34
Excess of Revenues Over (Under) Expenditures	5,430,404	5,602,831	5,725,679	122,848
OTHER FINANCING SOURCES (USES)				
Transfers in	127,268	127,268	284,662	157,394
Transfers out	(6,960,581)	(7,541,970)	(5,443,940)	2,098,030
Total Other Financing Sources (Uses)	(6,833,313)	(7,414,702)	(5,159,278)	2,255,424
Net Change in Fund Balance	(1,402,909)	(1,811,871)	566,401	2,378,272
Fund Balances - Beginning	6,561,708	6,561,708	6,561,708	-
Fund Balances - Ending	$ 5,158,799	$ 4,749,837	$ 7,128,109	$ 2,378,272

Reconciliation of Net Changes in Fund Balances - Budgetary to GAAP Basis:

Net Change in Fund Balances - Budgetary Basis	$ 566,401
The amount reported in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances was different because:	
The 10% shift out to other funds is included in transfers out for budgetary purposes, but is a reduction of transfers in for financial reporting purposes.	
Transfers in	157,394
Transfers out	(157,394)
Net Change in Fund Balances - Statement of Revenues, Expenditures, and Changes in Fund Balances	$ 566,401

Reconciliation of Fund Balances - Budgetary to GAAP Basis:

Fund Balances - Ending - Budgetary Basis	$ 7,128,109
Cumulative effect of reclassification of 10% shift	-
Fund Balances - Ending - GAAP Basis	$ 7,128,109

COUNTY OF NEVADA
Note to Required Supplementary Information
For the Year Ended June 30, 2011

BUDGETARY BASIS OF ACCOUNTING

In accordance with the provisions of Sections 29000 and 29143, inclusive, of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares a budget for each fiscal year on or before August 30. Budgeted expenditures are enacted into law through the passage of an Appropriation Ordinance. This ordinance mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

The following procedures are performed by the County in establishing the budgetary data reflected in the financial statements:

(1) The County Executive Officer submits to the Board of Supervisors a recommended draft budget for the fiscal year commencing the following July 1. The budget includes recommended expenditures and the means of financing them.

(2) The Board of Supervisors reviews the recommended budget at regularly scheduled meetings, which are open to the public. The Board also conducts a public hearing on the recommended budget to obtain comments from interested persons.

(3) Prior to July 1, the budget is adopted through the passage of a resolution.

(4) From the effective date of the budget, which is adopted and controlled at the service budget unit, the amounts stated therein, as recommended expenditures become appropriations to the various County service budget units. The Board of Supervisors may amend the budget by motion during the fiscal year. The County Administrative Officer may authorize transfers from one object or purpose to another within the same service budget unit.

(5) Formal budgetary integration is employed as a management control device during the year. The County presents a comparison of annual budgets to actual results for the County's General, Special Revenue and Debt Service funds. The amounts reported on the budgetary basis are generally on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

The County uses an encumbrance system as an extension of normal budgetary accounting for the general and other governmental funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year end are recorded as reservations of fund balance since they do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward in the ensuing year's budget.

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Combining and Individual Fund Statements and Schedules

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Nonmajor Governmental Funds

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COUNTY OF NEVADA
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2011

	Special Revenue Funds	Debt Service Funds	Totals
ASSETS			
Cash and investments	$ 19,749,512	$ 137,234	$ 19,886,746
Restricted cash and investments	-	2,138,500	2,138,500
Accounts receivable	443,531	-	443,531
Due from other governmental agencies	1,681,978	-	1,681,978
Taxes receivable	224,000	-	224,000
Due from other funds	1,138,144	-	1,138,144
Loans receivable	4,911,922	-	4,911,922
Total Assets	$ 28,149,087	$ 2,275,734	$ 30,424,821
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	$ 505,119	$ -	$ 505,119
Accrued salaries and benefits	62,289	-	62,289
Due to other funds	3,085,658	-	3,085,658
Deferred revenue	96,174	-	96,174
Unearned revenue	30,000	-	30,000
Loans payable	35,000	-	35,000
Total Liabilities	3,814,240	-	3,814,240
Fund Balances:			
Nonspendable	570	-	570
Restricted	23,411,762	2,275,734	25,687,496
Committed	178,545	-	178,545
Assigned	743,970	-	743,970
Total Fund Balances	24,334,847	2,275,734	26,610,581
Total Liabilities and Fund Balances	$ 28,149,087	$ 2,275,734	$ 30,424,821

COUNTY OF NEVADA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2011

	Special Revenue Funds	Debt Service Funds	Totals
REVENUES			
Taxes and assessments	$ 1,435,701	$ -	$ 1,435,701
Licenses and permits	9,936	-	9,936
Fines and forfeitures	307,768	-	307,768
Use of money and property	117,117	127,397	244,514
Intergovernmental	18,023,969	-	18,023,969
Charges for services	1,286,606	28,895	1,315,501
Other revenues	1,839,463	-	1,839,463
Total Revenues	23,020,560	156,292	23,176,852
EXPENDITURES			
Current:			
General government	517,626	11,934	529,560
Public ways and facilities	669,836	3,083	672,919
Public protection	4,776,899	-	4,776,899
Health and sanitation	4,216,821	-	4,216,821
Public assistance	3,779,970	-	3,779,970
Education	2,048,149	-	2,048,149
Recreation	130,174	-	130,174
Debt service:			
Principal	-	1,161,948	1,161,948
Interest and other charges	-	730,243	730,243
Capital outlay	7,941	-	7,941
Total Expenditures	16,147,416	1,907,208	18,054,624
Excess of Revenues Over (Under) Expenditures	6,873,144	(1,750,916)	5,122,228
OTHER FINANCING SOURCES (USES)			
Transfers in	6,043,457	1,779,413	7,822,870
Transfers out	(13,901,839)	(26,921)	(13,928,760)
Total Other Financing Sources (Uses)	(7,858,382)	1,752,492	(6,105,890)
Net Change in Fund Balances	(985,238)	1,576	(983,662)
Fund Balances - Beginning	25,320,085	2,274,158	27,594,243
Fund Balances - Ending	$ 24,334,847	$ 2,275,734	$ 26,610,581

Nonmajor Governmental Funds

- **Special Revenue Funds**

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COUNTY OF NEVADA
Nonmajor Special Revenue Funds

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. Nonmajor special revenue funds used by the County are listed below:

- **FISH AND GAME**
  The fund provides for expenditures, which are used for the protection and propagation of fish and game. Revenues are from the County's share of fines collected for violations of fish and game laws.

- **CHILD SUPPORT SERVICES**
  The fund provides for services to establish paternity, obtains and enforces court orders for child support, collects and distributes payments, and provides community outreach about those services for the benefit of minor children.

- **RECYCLED OIL BLOCK GRANT**
  The fund was established to record funds received from the State for the California Oil Recycling Enhancement Act to implement the collection of used oil at the County transfer station.

- **PROBATION FIRE INSURANCE ADMIN GRANT**
  The fund provides for the administration of the insurance claims relating to the Probation Department Fire on March 20, 2002.

- **MOTOR VEHICLE LICENSE**
  The fund is used to deposit all Motor Vehicle License Fees in accordance with Measure F passed by voters in March 1996.

- **PUBLIC LIBRARY**
  The fund finances public library services for 3 branches and 2 stations located in the unincorporated and incorporated areas within the County.

- **INET MAINTENANCE**
  The fund was established for cable franchise agreements that provide payment of grants to support the development of an institutional network (INET) to purchase equipment and to support public, educational and governmental television programming.

- **WORKERS' COMPENSATION**
  The fund provides claims management and pays the premium costs for workers' compensation.

- **NONMAJOR HUMAN SERVICE AGENCY**

  PROPOSITION 36 SACPA
  The fund was established for the deposit of Proposition 36 funds to allow the Human Services Agency to proceed with the Substance Abuse and Crime Prevention Act Plan.

  CBFRP COMMUNITY BASED FAMILY PROGRAM
  The fund was established to develop and implement a county-wide system of community based family resource services.

  NEVADA COUNTY CO ALCO PC 1463.16
  The fund was established per Penal Code 1463.16 for the County's Alcohol Program Plan which is submitted to the State Department of Alcohol and Drug Programs.

- **NONMAJOR HUMAN SERVICE AGENCY (CONTINUED)**

DRUG EDUCATION TRUST
The fund was established per Health and Safety Code 11372.7 to maintain a drug program fund, amounts to be deposited into the fund shall be allocated by the administrator of the County's Drug Program.

ALCOHOL EDUCATION PG PC 1463.25
The fund was established per Penal Code 1463.25 pursuant to Vehicle Code Section 23196 and utilized pursuant to Health and Safety Code Section 11802, amounts deposited into the fund shall be allocated by the administrator of the County's Drug Program.

EMERGENCY MEDICAL SERVICES
The fund was established to support emergency medical services pursuant to Chapter 2.5, Division 2.5 of the Health and Safety Code.

LOCAL BIOTERRORISM PREPAREDNESS
The fund accounts for funding from CA. Dept. of Health Services for public health emergency preparedness including pandemic influenza and other potential emergencies.

CHILDREN'S TRUST AB-2994
The fund was established pursuant to Assembly Bill 2994 for child abuse prevention and treatment services.

HEALTH - VRIP
The fund provides for the Vital Records Improvement Program.

HPP - H1N1 - CDC PHER
To track receipt and expenditure of Federal H1N1 supplemental funds for Public Health Emergency Response (PHER), Local Hospital Preparedness Program (HPP) for vaccination, antiviral distribution/dispensing and administration, epidemiology, laboratory, surveillance and other associated pandemic preparedness and response activities.

- **ADMINISTRATION**

FOREST RESERVES
The fund provides for disbursement of Title III funds at the County's discretion as long as the projects meet the requirements established in the law. Examples of authorized uses are: search, rescue and emergency services to reimburse a County or Sheriff's department for services performed on Federal lands; easement purchases to provide access to public lands; forest related educational opportunities and fire prevention planning.

DRYDEN WILSON
The fund provides for the distribution of a gift from the Dryden J. Wilson Trust. The gift is to be used for the furtherance and preservation of open space land and other recreational uses. The remaining $50,000 has been allocated for the acquisition of parkland in the North San Juan Area of the County.

- **ADMINISTRATION (CONTINUED)**

WILDWOOD ESTATES ESCROW ACCOUNT
The fund is used to capture the monies received and disbursed pursuant to the Net Sale Proceeds Agreements for the Wildwood Estates Bond Counsel and Financial Advisor Agreement.

COMMUNITY FACILITIES DISTRICT #1990-1 WILDWOOD ESTATES
The fund accounts for the restricted proceeds of certain amounts related to the workout plan of Wildwood Estates and related infrastructure.

WILDWOOD ESTATES MELLO-ROOS
The fund accounts for special taxes and bonds used to finance development projects in Wildwood Estates.

CRIMINAL JUSTICE TEMPORARY FACILITY CONSTRUCTION
The fund provides for Criminal Justice construction projects pursuant to Government Code Section 761010.

COURTHOUSE TEMPORARY CONSTRUCTION
The fund provides for courthouse construction projects pursuant to Government Code Section 76100.

PUBLIC SAFETY AUGMENT
The fund provides for the receipting of and disbursement of Public Safety Augmentation Funds (Proposition 172), according to the agreed upon allocations per County resolution.

DISPUTE RESOLUTION
The Dispute Resolution Programs Act of 1986 provided for the local establishment and funding of informal dispute resolution. The County is authorized to allocate up to $8 from filing fees in superior, municipal and justice court actions to generate new revenues for these local programs.

- **COMMUNITY DEVELOPMENT AGENCY**

PROPERTY MAINTENANCE/NUISANCE ABATEMENT
This fund was established to deposit building code, fire code, zoning fines and is for the ongoing abatement of violations under regulatory authority in order to improve the quality of life and resolve safety issues within neighborhoods. Nuisance abatement is often a component of problem oriented or community policing programs.

RECREATION MITIGATION
Funds setup for deposit of fees for the purpose of developing new or rehabilitating existing neighborhood or community park or recreation facilities.

VECTOR CONTROL
Grant funds to be used to prevent the spread of disease through tick, flea and mosquito borne vectors. Coordinate mosquito fish giveaways, surveillance and abatement programs.

- **COMMUNITY DEVELOPMENT AGENCY (CONTINUED)**

  LEA GRANT FUND
  Fund setup to track Grants funds used for enforcement of solid waste facilities permit and inspection activities.

  ENVIRONMENTAL HEALTH PENALTIES
  Fund setup for deposit of fines and penalties related to underground storage tanks and tracks expenditures exclusively related to enforcement.

  CAPITAL FACILITY MITIGATION
  Fund setup for the receipt and disbursement of Capital Facility Mitigation fees collected under CEQA statutes from subdivisions for fair-share contributions.

- **DISTRICT ATTORNEY**

  DUI LAB FEES
  To pay the costs of performing analysis of blood, breath or urine for alcohol content or the presence of drugs and the related costs for criminal lab services. Funded by a fee collected for the conviction of specific Vehicle Code Sections.

  ASSET FORFEITURE
  The fund was established to hold proceeds from property seized.

  ENVIRONMENTAL ENFORCEMENT
  Funds to be used to support environmental enforcement activities, including litigation, training and related expenses.

- **PROBATION**

  DOMESTIC VIOLENCE PROGRAM
  This fund was established by statute for the deposit of fee per marriage license issued by the County Clerk-Recorder to be used to fund domestic violence shelter-based programs.

  CORRECTIONAL TRAINING
  The fund was established for training of eligible juvenile counselors and probation officers to improve the level of competence of such staff. Such application and approval is governed by regulation and procedures established by the Board, subject to the availability of funds.

  WARD WELFARE FUND
  This fund was established by statute for the deposit of any funds received from a telephone company that is attributable to the use of pay telephones which are primarily used by confined wards while incarcerated, and to be used for the benefit, education and welfare of the wards detained.

  ASSET FORFEITURE
  This fund was established to hold proceeds for property seized.

- **PROBATION (CONTINUED)**

  YOUTHFUL OFFENDER BLOCK GRANT
  Fund established to track the revenues and expenditures related to the Youthful Offender Block Grant allocation. The fund is to be used to provide the appropriate rehabilitative, intervention and supervision services.

  JJCPA
  To provide for front-line law enforcement services specific to juveniles as part of the Juvenile Justice Crime Prevention Act.

- **RECORDER**
  The fund provides for repository of official and vital records for the County and files or records a variety of documents, maintains a record of those documents for posterity, and makes certified copies available to the public.

- **SHERIFF**

  AUTOMATED WARRANT SYSTEM
  The fund was established to track vehicle code 40508.5 fines for development and operation of the automated warrant system.

  SHERIFF ANTI-DRUG GRANT
  The fund was established to record revenues and expenses associated with anti-drug investigations and prosecutions.

  CIVIL FEE - AB709
  The fund was established per Assembly Bill 709, funds to be used for implementation, maintenance and purchase of equipment and furnishings for Sheriff-Civil.

  ATTACHMENT ASSESSMENT FEE
  The fund was established per Government Code Section 26746, funds to be used for County's cost for vehicle fleet replacement and equipment for the Sheriff.

  JUSTICE ASSISTANCE GRANT
  This fund was established to track revenues and expenditures related to grant objectives.

  RURAL & SMALL COUNTIES LAP (LOCAL ASSISTANCE PROGRAM)
  Grant funds to be used for paying expenses related to law enforcement.

  CORRECTIONAL TRAINING
  The fund was established for training of eligible corrections officers to improve the level of competence of such staff. Such application and approval is governed by regulation and procedures established by the Board, subject to the availability of funds.

  LDFF - LOCAL DETENTION FACILITY FUND
  Allocation from State for the operation, renovation, remodeling and construction of local detention facilities. Fees charged to outside agencies if no appropriation.

- **SHERIFF (CONTINUED)**

INMATE WELFARE FUND
The fund was created by statute primarily for the benefit, education and welfare of the inmates confined within the jail.

ANIMAL HEALTH FUND
The fund was established to provide treatment for stray animals that could become adoptable with reasonable efforts, Food & Agriculture Code 17005.

SPAY AND NEUTER FUND
The fund is utilized as a collection for donations and large animal spay and neuter deposit fees that are to be used for the spay and neuter program, public education and administration of the program.

KREA SPAY AND NEUTER PROGRAM FUND
The fund was established for a voucher program with set dollar amounts to help defray the costs to the public and ensure dogs and cats are spayed and neutered. The Estate of Nickolaus Krea made a donation for the specific purpose of spaying and neutering dogs and cats.

FEDERAL ASSET FORFEITURE FUND
The fund was established to hold proceeds from property seized until a Federal court order allocates the distribution per Code Section 11489.

FINGERPRINT IDENTIFICATION
Fund was established for the enhancement of fingerprint facilities funded by monies levied from fines, fee and forfeitures on criminal offenses. Monies are to be used only for the purchase, lease, operation, including personnel and related costs, and maintenance of automated fingerprint equipment, or for the reimbursement to agencies that had previously performed any of these functions.

LAW ENFORCEMENT SERVICES
Also known as the Citizens for Public Safety grant (COPS). These funds are allocated to the Sheriff - Jail (12.5%) for county jail construction and operations, the District Attorney (12.5%) for the prosecution of criminals and 75% to the County and the cities within the County local front line law enforcement services.

GC76104.6 ST DNA ACT
The fund was established to collect fines from the DNA Penalty Assessment (Proposition 69). These funds are used for Administrative costs; collection of samples; processing/analysis/tracking and storage of DNA crime scene samples; equipment; software and other.

ANTI-DRUG ABUSE/GANG DIVERSION
This fund was established per Health and Safety Code. Funds are a portion of State Asset Forfeiture distributions and are to used solely to fund programs designed to combat drug abuse and divert gang activity.

- **SHERIFF (CONTINUED)**

  STATE ASSET FORFEITURE
  The fund was established to hold proceeds from property seized until a State court order allocates the distribution per Code Section 11489.

- **HOUSING AUTHORITY**
  These funds provide Section 8 rental assistance vouchers to very low-income seniors, disabled persons, families and individuals, to ensure safe, affordable housing.

- **SPECIAL DISTRICTS GOVERNED BY THE BOARD OF SUPERVISORS**
  These funds support a number of special purpose district funds administered by the Department of Transportation. Funding is provided by tax levies and service charges.

- **PUBLIC WORKS**
  The fund provides for the construction and maintenance of county roads, along with transportation planning activities.

- **HOUSING AND COMMUNITY SERVICES**
  The fund provides for the securing of State and Federal grants for affordable housing, economic development, energy assistance, community facilities and various low-income community services.

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COUNTY OF NEVADA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	Fish and Game	Child Support Services	Recycled Oil Block Grant	Probation Fire Insurance Admin Grant
ASSETS				
Cash and investments	$ 35,302	$ 585,852	$ 38,680	$ 154,299
Accounts receivable	-	34,430	-	-
Due from other governmental agencies	-	-	3,224	-
Taxes receivable	-	-	-	-
Due from other funds	-	22,379	-	-
Loans receivable	-	-	-	-
Total Assets	$ 35,302	$ 642,661	$ 41,904	$ 154,299
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 75	$ 4,440	$ 895	$ -
Accrued salaries and benefits	-	37,703	-	-
Due to other funds	-	2,508	1,854	65,849
Deferred revenue	-	34,430	-	-
Unearned revenue	-	-	-	-
Loans payable	-	-	-	-
Total Liabilities	75	79,081	2,749	65,849
Fund Balances:				
Nonspendable	-	300	-	-
Restricted	35,122	396,436	39,155	-
Committed	-	-	-	88,450
Assigned	105	166,844	-	-
Total Fund Balances	35,227	563,580	39,155	88,450
Total Liabilities and Fund Balances	$ 35,302	$ 642,661	$ 41,904	$ 154,299

Motor Vehicle License	Public Library	Inet Maintenance	Workers' Compensation	Nonmajor Human Service Agency	Administration	Community Development Agency	District Attorney
$ 209,935	$ 397,863	$ 122,767	$ 189,472	$ 7,282,806	$ 1,254,259	$ 2,362,760	$ 40,996
-	11,258	7,425	276,413	656	-	325	-
-	-	-	-	149,300	950,034	1,729	-
-	224,000	-	-	-	-	-	-
288,926	-	-	175,610	395,361	-	-	-
-	-	-	-	-	-	-	-
$ 498,861	$ 633,121	$ 130,192	$ 641,495	$ 7,828,123	$ 2,204,293	$ 2,364,814	$ 40,996
$ -	$ 53,363	$ -	$ 5,249	$ 173,487	$ -	$ 75,995	$ 2,160
-	17,901	-	-	-	-	-	-
377,711	4,477	-	84,404	649,936	849,122	19,557	-
-	-	-	-	-	-	-	-
-	-	30,000	-	-	-	-	-
-	-	-	-	-	-	-	-
377,711	75,741	30,000	89,653	823,423	849,122	95,552	2,160
-	270	-	-	-	-	-	-
121,150	-	9,912	551,842	6,992,621	1,355,171	2,269,262	38,836
-	-	90,095	-	-	-	-	-
-	557,110	185	-	12,079	-	-	-
121,150	557,380	100,192	551,842	7,004,700	1,355,171	2,269,262	38,836
$ 498,861	$ 633,121	$ 130,192	$ 641,495	$ 7,828,123	$ 2,204,293	$ 2,364,814	$ 40,996

Continued (Page 1 of 2)

COUNTY OF NEVADA
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	Probation	Recorder	Sheriff	Housing Authority
ASSETS				
Cash and investments	$ 513,435	$ 553,717	$ 2,050,568	$ -
Accounts receivable	68,751	8	19,617	-
Due from other governmental agencies	-	-	151,565	-
Taxes receivable	-	-	-	-
Due from other funds	-	-	-	-
Loans receivable	-	-	-	-
Total Assets	$ 582,186	$ 553,725	$ 2,221,750	$ -
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ 13,222	$ 455	$ 3,386	$ -
Accrued salaries and benefits	-	-	-	-
Due to other funds	242,710	106,765	389,376	-
Deferred revenue	-	-	-	-
Unearned revenue	-	-	-	-
Loans payable	-	-	-	-
Total Liabilities	255,932	107,220	392,762	-
Fund Balances:				
Nonspendable	-	-	-	-
Restricted	326,254	446,505	1,828,988	-
Committed	-	-	-	-
Assigned	-	-	-	-
Total Fund Balances	326,254	446,505	1,828,988	-
Total Liabilities and Fund Balances	$ 582,186	$ 553,725	$ 2,221,750	$ -

Special Districts Governed by the Board of Supervisors	Public Works	Housing and Community Services	Totals
$ 1,254,778	$ 2,597,668	$ 104,355	$ 19,749,512
8,552	16,096	-	443,531
-	-	426,126	1,681,978
-	-	-	224,000
-	-	255,868	1,138,144
3,061	-	4,908,861	4,911,922
$ 1,266,391	$ 2,613,764	$ 5,695,210	$ 28,149,087
$ -	$ 4,223	$ 168,169	$ 505,119
-	-	6,685	62,289
30,911	47	260,431	3,085,658
3,061	-	58,683	96,174
-	-	-	30,000
-	-	35,000	35,000
33,972	4,270	528,968	3,814,240
-	-	-	570
1,232,419	2,609,494	5,158,595	23,411,762
-	-	-	178,545
-	-	7,647	743,970
1,232,419	2,609,494	5,166,242	24,334,847
$ 1,266,391	$ 2,613,764	$ 5,695,210	$ 28,149,087

Continued (Page 2 of 2)

COUNTY OF NEVADA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2011

	Fish and Game	Child Support Services	Recycled Oil Block Grant	Probation Fire Insurance Admin Grant
REVENUES				
Taxes and assessments	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Fines and forfeitures	2,629	-	-	-
Use of money and property	181	3,554	137	838
Intergovernmental	-	3,753,977	68,118	-
Charges for services	-	104,747	-	-
Other revenues	-	2,464	-	-
Total Revenues	2,810	3,864,742	68,255	838
EXPENDITURES				
Current:				
General government	-	-	-	214
Public ways and facilities	-	-	-	-
Public protection	3,239	3,676,954	-	-
Health and sanitation	-	-	31,188	-
Public assistance	-	-	-	-
Education	-	-	-	-
Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	3,239	3,676,954	31,188	214
Excess of Revenues Over (Under) Expenditures	(429)	187,788	37,067	624
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	(65,849)
Total Other Financing Sources (Uses)	-	-	-	(65,849)
Net Change in Fund Balance	(429)	187,788	37,067	(65,225)
Fund Balances - Beginning	35,656	375,792	2,088	153,675
Fund Balances - Ending	$ 35,227	$ 563,580	$ 39,155	$ 88,450

Motor Vehicle License	Public Library	Inet Maintenance	Workers' Compensation	Nonmajor Human Service Agency	Administration	Community Development Agency	District Attorney
$ -	$ 1,401,944	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	-	-	-	-	-
-	-	-	-	-	172,021	93,449	-
318	16,189	200	1,176	37,617	6,470	15,723	180
-	110,590	-	-	3,854,848	5,363,437	19,023	-
-	98,850	22,675	-	50,315	-	550	6,656
-	91,481	43,989	486,345	929,464	23,767	12,064	24,162
318	1,719,054	66,864	487,521	4,872,244	5,565,695	140,809	30,998
-	-	63,971	405,952	-	1,292	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	602,537	47,612	33,900
-	-	-	-	4,153,686	-	31,947	-
-	-	-	-	-	-	-	-
-	2,048,149	-	-	-	-	-	-
-	-	-	-	-	36,446	93,728	-
-	-	7,941	-	-	-	-	-
-	2,048,149	71,912	405,952	4,153,686	640,275	173,287	33,900
318	(329,095)	(5,048)	81,569	718,558	4,925,420	(32,478)	(2,902)
1,915,139	565,902	-	-	86,831	-	6,716	-
(1,909,603)	-	-	-	(316,685)	(4,980,758)	(1,734,307)	-
5,536	565,902	-	-	(229,854)	(4,980,758)	(1,727,591)	-
5,854	236,807	(5,048)	81,569	488,704	(55,338)	(1,760,069)	(2,902)
115,296	320,573	105,240	470,273	6,515,996	1,410,509	4,029,331	41,738
$ 121,150	$ 557,380	$ 100,192	$ 551,842	$ 7,004,700	$ 1,355,171	$ 2,269,262	$ 38,836

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COUNTY OF NEVADA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended June 30, 2011

	Probation	Recorder	Sheriff	Housing Authority
REVENUES				
Taxes and assessments	$ -	$ -	$ -	$ -
Licenses and permits	9,936	-	-	-
Fines and forfeitures	4,120	-	35,549	-
Use of money and property	2,480	836	10,094	701
Intergovernmental	594,847	-	678,834	1,733,094
Charges for services	-	256,809	48,819	-
Other revenues	2,529	-	154,338	7,514
Total Revenues	613,912	257,645	927,634	1,741,309
EXPENDITURES				
Current:				
General government	-	-	-	-
Public ways and facilities	-	-	-	-
Public protection	2,553	235,782	174,322	-
Health and sanitation	-	-	-	-
Public assistance	14,056	-	-	2,054,292
Education	-	-	-	-
Recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	16,609	235,782	174,322	2,054,292
Excess of Revenues Over (Under) Expenditures	597,303	21,863	753,312	(312,983)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	1,076
Transfers out	(530,531)	-	(931,444)	(1,076)
Total Other Financing Sources (Uses)	(530,531)	-	(931,444)	-
Net Change in Fund Balance	66,772	21,863	(178,132)	(312,983)
Fund Balances - Beginning	259,482	424,642	2,007,120	312,983
Fund Balances - Ending	$ 326,254	$ 446,505	$ 1,828,988	$ -

Special Districts Governed by the Board of Supervisors	Public Works	Housing and Community Services	Totals
$ 33,757	$ -	$ -	$ 1,435,701
-	-	-	9,936
-	-	-	307,768
6,359	12,737	1,327	117,117
377	-	1,846,824	18,023,969
374,281	322,904	-	1,286,606
8,552	31,103	21,691	1,839,463
423,326	366,744	1,869,842	23,020,560
-	-	46,197	517,626
426,944	242,892	-	669,836
-	-	-	4,776,899
-	-	-	4,216,821
-	-	1,711,622	3,779,970
-	-	-	2,048,149
-	-	-	130,174
-	-	-	7,941
426,944	242,892	1,757,819	16,147,416
(3,618)	123,852	112,023	6,873,144
-	-	3,467,793	6,043,457
-	(22,364)	(3,409,222)	(13,901,839)
-	(22,364)	58,571	(7,858,382)
(3,618)	101,488	170,594	(985,238)
1,236,037	2,508,006	4,995,648	25,320,085
$ 1,232,419	$ 2,609,494	$ 5,166,242	$ 24,334,847

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COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Fish and Game - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Fines and forfeitures	$ 3,722	$ 3,722	$ 2,629	$ (1,093)
Use of money and property	110	110	181	71
Total Revenues	3,832	3,832	2,810	(1,022)
EXPENDITURES				
Current:				
Public protection	4,160	4,160	3,239	921
Total Expenditures	4,160	4,160	3,239	921
Excess of Revenues Over (Under) Expenditures	(328)	(328)	(429)	(101)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balance	(328)	(328)	(429)	(101)
Fund Balances - Beginning	35,656	35,656	35,656	-
Fund Balances - Ending	$ 35,328	$ 35,328	$ 35,227	$ (101)

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Child Support Services - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 1,812	$ 1,812	$ 3,554	$ 1,742
Intergovernmental	4,368,597	4,368,597	3,753,977	(614,620)
Charges for services	-	-	104,747	104,747
Other revenues	-	-	2,464	2,464
Total Revenues	4,370,409	4,370,409	3,864,742	(505,667)
EXPENDITURES				
Current:				
Public protection	4,241,813	4,241,813	3,676,954	564,859
Capital outlay	128,596	128,596	-	128,596
Total Expenditures	4,370,409	4,370,409	3,676,954	693,455
Excess of Revenues Over (Under) Expenditures	-	-	187,788	187,788
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balance	-	-	187,788	187,788
Fund Balances - Beginning	375,792	375,792	375,792	-
Fund Balances - Ending	$ 375,792	$ 375,792	$ 563,580	$ 187,788

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Recycled Oil Block Grant - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 150	$ 150	$ 137	$ (13)
Intergovernmental	28,278	31,502	68,118	36,616
Total Revenues	28,428	31,652	68,255	36,603
EXPENDITURES				
Current:				
Health and sanitation	28,428	31,652	31,188	464
Total Expenditures	28,428	31,652	31,188	464
Excess of Revenues Over (Under) Expenditures	-	-	37,067	37,067
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balance	-	-	37,067	37,067
Fund Balances - Beginning	2,088	2,088	2,088	-
Fund Balances - Ending	$ 2,088	$ 2,088	$ 39,155	$ 37,067

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Probation Fire Insurance Admin Grant - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 700	$ 700	$ 838	$ 138
Total Revenues	700	700	838	138
EXPENDITURES				
Current:				
General government	214	214	214	-
Total Expenditures	214	214	214	-
Excess of Revenues Over (Under) Expenditures	486	486	624	138
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(74,926)	(74,926)	(65,849)	9,077
Total Other Financing Sources (Uses)	(74,926)	(74,926)	(65,849)	9,077
Net Change in Fund Balance	(74,440)	(74,440)	(65,225)	9,215
Fund Balances - Beginning	153,675	153,675	153,675	-
Fund Balances - Ending	$ 79,235	$ 79,235	$ 88,450	$ 9,215

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Motor Vehicle License - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ -	$ -	$ 318	$ 318
Total Revenues	-	-	318	318
EXPENDITURES				
Current:				
General government	-	-	-	-
Total Expenditures	-	-	-	-
Excess of Revenues Over (Under) Expenditures	-	-	318	318
OTHER FINANCING SOURCES (USES)				
Transfers in	-	1,826,254	1,915,139	88,885
Transfers out	(112,546)	(1,938,800)	(1,909,603)	29,197
Total Other Financing Sources (Uses)	(112,546)	(112,546)	5,536	118,082
Net Change in Fund Balance	(112,546)	(112,546)	5,854	118,400
Fund Balances - Beginning	115,296	115,296	115,296	-
Fund Balances - Ending	$ 2,750	$ 2,750	$ 121,150	$ 118,400

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Public Library - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	$ 1,332,716	$ 1,332,716	$ 1,401,944	$ 69,228
Use of money and property	17,000	17,000	16,189	(811)
Intergovernmental	67,071	115,647	110,590	(5,057)
Charges for services	89,200	89,200	98,850	9,650
Other revenues	31,690	94,940	91,481	(3,459)
Total Revenues	1,537,677	1,649,503	1,719,054	69,551
EXPENDITURES				
Current:				
Education	2,028,184	2,140,010	2,048,149	91,861
Total Expenditures	2,028,184	2,140,010	2,048,149	91,861
Excess of Revenues Over (Under) Expenditures	(490,507)	(490,507)	(329,095)	161,412
OTHER FINANCING SOURCES (USES)				
Transfers in	565,902	565,902	565,902	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	565,902	565,902	565,902	-
Net Change in Fund Balance	75,395	75,395	236,807	161,412
Fund Balances - Beginning	320,573	320,573	320,573	-
Fund Balances - Ending	$ 395,968	$ 395,968	$ 557,380	$ 161,412

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Inet Maintenance - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 300	$ 300	$ 200	$ (100)
Charges for services	20,160	34,407	22,675	(11,732)
Other revenues	60,800	60,800	43,989	(16,811)
Total Revenues	81,260	95,507	66,864	(28,643)
EXPENDITURES				
Current:				
General government	73,025	87,272	63,971	23,301
Capital outlay	-	7,941	7,941	-
Total Expenditures	73,025	95,213	71,912	23,301
Excess of Revenues Over (Under) Expenditures	8,235	294	(5,048)	(5,342)
OTHER FINANCING SOURCES (USES)				
Transfers in	2,880	2,880	-	(2,880)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	2,880	2,880	-	(2,880)
Net Change in Fund Balance	11,115	3,174	(5,048)	(8,222)
Fund Balances - Beginning	105,240	105,240	105,240	-
Fund Balances - Ending	$ 116,355	$ 108,414	$ 100,192	$ (8,222)

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Workers' Compensation - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 1,000	$ 1,000	$ 1,176	$ 176
Other revenues	39,500	301,530	486,345	184,815
Total Revenues	40,500	302,530	487,521	184,991
EXPENDITURES				
Current:				
General government	40,500	324,780	405,952	(81,172)
Total Expenditures	40,500	324,780	405,952	(81,172)
Excess of Revenues Over (Under) Expenditures	-	(22,250)	81,569	103,819
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Change in Fund Balance	-	(22,250)	81,569	103,819
Fund Balances - Beginning	470,273	470,273	470,273	-
Fund Balances - Ending	$ 470,273	$ 448,023	$ 551,842	$ 103,819

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Nonmajor Human Services Agency - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 14,382	$ 14,382	$ 37,617	$ 23,235
Intergovernmental	2,701,196	3,082,505	3,854,848	772,343
Charges for services	19,200	19,200	50,315	31,115
Other revenue	270,423	270,423	929,464	659,041
Total Revenues	3,005,201	3,386,510	4,872,244	1,485,734
EXPENDITURES				
Current:				
Health and sanitation	4,134,505	5,295,690	4,153,686	1,142,004
Total Expenditures	4,134,505	5,295,690	4,153,686	1,142,004
Excess of Revenues Over (Under) Expenditures	(1,129,304)	(1,909,180)	718,558	2,627,738
OTHER FINANCING SOURCES (USES)				
Transfers in	68,079	123,506	86,831	(36,675)
Transfers out	(287,952)	(370,505)	(316,685)	53,820
Total Other Financing Sources (Uses)	(219,873)	(246,999)	(229,854)	17,145
Net Changes in Fund Balance	(1,349,177)	(2,156,179)	488,704	2,644,883
Fund Balances - Beginning	6,515,996	6,515,996	6,515,996	-
Fund Balances - Ending	$ 5,166,819	$ 4,359,817	$ 7,004,700	$ 2,644,883

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Administration - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Fines and forfeitures	$ 199,000	$ 199,000	$ 172,021	$ (26,979)
Use of money and property	3,938	3,938	6,470	2,532
Intergovernmental	5,046,825	5,344,926	5,363,437	18,511
Other revenue	21,400	21,400	23,767	2,367
Total Revenues	5,271,163	5,569,264	5,565,695	(3,569)
EXPENDITURES				
Current:				
General government	4,037	11,537	1,292	10,245
Public protection	573,893	605,656	602,537	3,119
Recreation	46,848	46,848	36,446	10,402
Total Expenditures	624,778	664,041	640,275	23,766
Excess of Revenues Over (Under) Expenditures	4,646,385	4,905,223	4,925,420	20,197
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(4,681,155)	(4,968,218)	(4,980,758)	(12,540)
Total Other Financing Sources (Uses)	(4,681,155)	(4,968,218)	(4,980,758)	(12,540)
Net Changes in Fund Balance	(34,770)	(62,995)	(55,338)	7,657
Fund Balances - Beginning	1,410,509	1,410,509	1,410,509	-
Fund Balances - Ending	$ 1,375,739	$ 1,347,514	$ 1,355,171	$ 7,657

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Community Development Agency - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Fines and forfeitures	$ 47,500	$ 47,500	$ 93,449	$ 45,949
Use of money and property	9,798	9,798	15,723	5,925
Intergovernmental	17,900	17,900	19,023	1,123
Charges for services	14,000	14,000	550	(13,450)
Other revenue	4,026	4,026	12,064	8,038
Total Revenues	93,224	93,224	140,809	47,585
EXPENDITURES				
Current:				
Public protection	3,197,070	3,551,385	47,612	3,503,773
Health and sanitation	252,800	60,800	31,947	28,853
Recreation	302,669	341,024	93,728	247,296
Total Expenditures	3,752,539	3,953,209	173,287	3,779,922
Excess of Revenues Over (Under) Expenditures	(3,659,315)	(3,859,985)	(32,478)	3,827,507
OTHER FINANCING SOURCES (USES)				
Transfers in	190,000	-	6,716	6,716
Transfers out	-	(57,268)	(1,734,307)	(1,677,039)
Total Other Financing Sources (Uses)	190,000	(57,268)	(1,727,591)	(1,670,323)
Net Changes in Fund Balance	(3,469,315)	(3,917,253)	(1,760,069)	2,157,184
Fund Balances - Beginning	4,029,331	4,029,331	4,029,331	-
Fund Balances - Ending	$ 560,016	$ 112,078	$ 2,269,262	$ 2,157,184

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
District Attorney - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 130	$ 130	$ 180	$ 50
Intergovernmental	6,000	6,000	-	(6,000)
Charges for services	10,284	10,284	6,656	(3,628)
Other revenue	22,000	22,000	24,162	2,162
Total Revenues	38,414	38,414	30,998	(7,416)
EXPENDITURES				
Current:				
Public protection	32,284	32,284	33,900	(1,616)
Total Expenditures	32,284	32,284	33,900	(1,616)
Excess of Revenues Over (Under) Expenditures	6,130	6,130	(2,902)	(9,032)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Changes in Fund Balance	6,130	6,130	(2,902)	(9,032)
Fund Balances - Beginning	41,738	41,738	41,738	-
Fund Balances - Ending	$ 47,868	$ 47,868	$ 38,836	$ (9,032)

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Probation - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Licenses and permits	$ 8,927	$ 9,936	$ 9,936	$ -
Fines and forfeitures	3,574	4,121	4,120	(1)
Use of money and property	1,037	1,037	2,480	1,443
Intergovernmental	452,127	588,517	594,847	6,330
Other revenue	5,270	5,270	2,529	(2,741)
Total Revenues	470,935	608,881	613,912	5,031
EXPENDITURES				
Current:				
Public protection	5,350	5,350	2,553	2,797
Public assistance	12,501	14,057	14,056	1
Total Expenditures	17,851	19,407	16,609	2,798
Excess of Revenues Over (Under) Expenditures	453,084	589,474	597,303	7,829
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(423,313)	(656,096)	(530,531)	125,565
Total Other Financing Sources (Uses)	(423,313)	(656,096)	(530,531)	125,565
Net Changes in Fund Balance	29,771	(66,622)	66,772	133,394
Fund Balances - Beginning	259,482	259,482	259,482	-
Fund Balances - Ending	$ 289,253	$ 192,860	$ 326,254	$ 133,394

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Recorder - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ -	$ -	$ 836	$ 836
Charges for services	222,600	272,600	256,809	(15,791)
Total Revenues	222,600	272,600	257,645	(14,955)
EXPENDITURES				
Current:				
Public protection	334,049	353,250	235,782	117,468
Total Expenditures	334,049	353,250	235,782	117,468
Excess of Revenues Over (Under) Expenditures	(111,449)	(80,650)	21,863	102,513
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Changes in Fund Balance	(111,449)	(80,650)	21,863	102,513
Fund Balances - Beginning	424,642	424,642	424,642	-
Fund Balances - Ending	$ 313,193	$ 343,992	$ 446,505	$ 102,513

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Sheriff - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Fines and forfeitures	$ 40,000	$ 40,000	$ 35,549	$ (4,451)
Use of money and property	6,600	6,600	10,094	3,494
Intergovernmental	1,039,800	867,300	678,834	(188,466)
Charges for services	34,750	34,750	48,819	14,069
Other revenue	182,840	182,840	154,338	(28,502)
Total Revenues	1,303,990	1,131,490	927,634	(203,856)
EXPENDITURES				
Current:				
Public protection	331,391	231,845	174,322	57,523
Total Expenditures	331,391	231,845	174,322	57,523
Excess of Revenues Over (Under) Expenditures	972,599	899,645	753,312	(146,333)
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(1,191,538)	(1,151,921)	(931,444)	220,477
Total Other Financing Sources (Uses)	(1,191,538)	(1,151,921)	(931,444)	220,477
Net Changes in Fund Balance	(218,939)	(252,276)	(178,132)	74,144
Fund Balances - Beginning	2,007,120	2,007,120	2,007,120	-
Fund Balances - Ending	$ 1,788,181	$ 1,754,844	$ 1,828,988	$ 74,144

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Housing Authority - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 800	$ 800	$ 701	$ (99)
Intergovernmental	1,859,176	1,859,176	1,733,094	(126,082)
Other revenue	1,334	1,334	7,514	6,180
Total Revenues	1,861,310	1,861,310	1,741,309	(120,001)
EXPENDITURES				
Current:				
Public assistance	1,886,927	2,054,292	2,054,292	-
Total Expenditures	1,886,927	2,054,292	2,054,292	-
Excess of Revenues Over (Under) Expenditures	(25,617)	(192,982)	(312,983)	(120,001)
OTHER FINANCING SOURCES (USES)				
Transfers in	250	2,750	1,076	(1,674)
Transfers out	(250)	(1,076)	(1,076)	-
Total Other Financing Sources (Uses)	-	1,674	-	(1,674)
Net Changes in Fund Balance	(25,617)	(191,308)	(312,983)	(121,675)
Fund Balances - Beginning	312,983	312,983	312,983	-
Fund Balances - Ending	$ 287,366	$ 121,675	$ -	$ (121,675)

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Special Districts Governed by the Board of Supervisors -
Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Taxes and assessments	$ 38,700	$ 38,700	$ 33,757	$ (4,943)
Use of money and property	3,345	3,345	6,359	3,014
Intergovernmental	393	393	377	(16)
Charges for services	366,679	366,679	374,281	7,602
Other revenues	-	-	8,552	8,552
Total Revenues	409,117	409,117	423,326	14,209
EXPENDITURES				
Current:				
Public ways and facilities	513,545	530,036	426,944	103,092
Total Expenditures	513,545	530,036	426,944	103,092
Excess of Revenues Over (Under) Expenditures	(104,428)	(120,919)	(3,618)	117,301
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-
Net Changes in Fund Balance	(104,428)	(120,919)	(3,618)	117,301
Fund Balances - Beginning	1,236,037	1,236,037	1,236,037	-
Fund Balances - Ending	$ 1,131,609	$ 1,115,118	$ 1,232,419	$ 117,301

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Public Works - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 6,702	$ 6,702	$ 12,737	$ 6,035
Charges for services	190,000	310,000	322,904	12,904
Other revenue	28,000	28,000	31,103	3,103
Total Revenues	224,702	344,702	366,744	22,042
EXPENDITURES				
Current:				
Public ways and facilities	147,922	267,922	242,892	25,030
Total Expenditures	147,922	267,922	242,892	25,030
Excess of Revenues Over (Under) Expenditures	76,780	76,780	123,852	47,072
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
Transfers out	(435,312)	(435,312)	(22,364)	412,948
Total Other Financing Sources (Uses)	(435,312)	(435,312)	(22,364)	412,948
Net Changes in Fund Balance	(358,532)	(358,532)	101,488	460,020
Fund Balances - Beginning	2,508,006	2,508,006	2,508,006	-
Fund Balances - Ending	$ 2,149,474	$ 2,149,474	$ 2,609,494	$ 460,020

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Housing and Community Services - Nonmajor Special Revenue Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 805	$ 805	$ 1,327	$ 522
Intergovernmental	1,906,757	3,688,499	1,846,824	(1,841,675)
Other revenue	200,804	200,804	21,691	(179,113)
Total Revenues	2,108,366	3,890,108	1,869,842	(2,020,266)
EXPENDITURES				
Current:				
General government	449,230	528,355	46,197	482,158
Public assistance	1,717,701	3,419,864	1,711,622	1,708,242
Total Expenditures	2,166,931	3,948,219	1,757,819	2,190,400
Excess of Revenues Over (Under) Expenditures	(58,565)	(58,111)	112,023	170,134
OTHER FINANCING SOURCES (USES)				
Transfers in	215,750	215,750	3,467,793	3,252,043
Transfers out	(157,180)	(137,180)	(3,409,222)	(3,272,042)
Total Other Financing Sources (Uses)	58,570	78,570	58,571	(19,999)
Net Changes in Fund Balance	5	20,459	170,594	150,135
Fund Balances - Beginning	4,995,648	4,995,648	4,995,648	-
Fund Balances - Ending	$ 4,995,653	$ 5,016,107	$ 5,166,242	$ 150,135

Nonmajor Governmental Funds

- **Debt Service Funds**

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COUNTY OF NEVADA
Nonmajor Debt Service Funds

Debt Service Funds are used to account for and report financial resources that are restricted, committed or assigned to expenditure for principal and interest. Nonmajor debt service funds used by the County are listed below:

- **GOVERNMENT DEBT SERVICE**
  Fund accounts for other financing requirements of the County, including for Laura Wilcox Memorial building. Amounts are transferred into, and payments made out of, this fund.

- **SPECIAL ASSESSMENT DEBT WITH COUNTY COMMITMENT**
  These funds were established to administer bonds issued by the County of Nevada on behalf of the County Service Area 22 Assessment District under the Improvement Bond Act of 1915.

- **FINANCE AUTHORITY**
  Fund accounts for finance and refinance of any real or personal property for the benefit of Nevada County. The Finance Authority is the lessor for the County's Certificates of Participation, and makes debt service payments on behalf of the County.

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COUNTY OF NEVADA
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2011

	Government Debt Service	Special Assessment Debt With County Commitment	Finance Authority	Totals
ASSETS				
Cash and investments	$ -	$ 117,636	$ 19,598	$ 137,234
Restricted cash and investments	-	-	2,138,500	2,138,500
Total Assets	$ -	$ 117,636	$ 2,158,098	$ 2,275,734
LIABILITIES AND FUND BALANCES				
Liabilities:				
Due to other funds	$ -	$ -	$ -	$ -
Total Liabilities	-	-	-	-
Fund Balances:				
Restricted	-	117,636	2,158,098	2,275,734
Total Fund Balances	-	117,636	2,158,098	2,275,734
Total Liabilities and Fund Balances	$ -	$ 117,636	$ 2,158,098	$ 2,275,734

COUNTY OF NEVADA
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended June 30, 2011

	Government Debt Service	Special Assessment Debt With County Commitment	Finance Authority	Totals
REVENUES				
Use of money and property	$ -	$ 561	$ 126,836	$ 127,397
Charges for services	-	28,895	-	28,895
Total Revenues	-	29,456	126,836	156,292
EXPENDITURES				
Current:				
General government	245	-	11,689	11,934
Public ways & facilities	-	3,083	-	3,083
Debt service:				
Principal	33,039	11,000	1,117,909	1,161,948
Interest and other charges	37,014	15,921	677,308	730,243
Total Expenditures	70,298	30,004	1,806,906	1,907,208
Excess of Revenues Over (Under) Expenditures	(70,298)	(548)	(1,680,070)	(1,750,916)
OTHER FINANCING SOURCES (USES)				
Transfers in	70,298	26,921	1,682,194	1,779,413
Transfers out	-	(26,921)	-	(26,921)
Total Other Financing Sources (Uses)	70,298	-	1,682,194	1,752,492
Net Change in Fund Balance	-	(548)	2,124	1,576
Fund Balances - Beginning	-	118,184	2,155,974	2,274,158
Fund Balances - Ending	$ -	$ 117,636	$ 2,158,098	$ 2,275,734

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Government Debt Service - Nonmajor Debt Service Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ -	$ -	$ -	$ -
Total Revenues	-	-	-	-
EXPENDITURES				
Current:				
General government	245	245	245	-
Debt service:				
Principal	33,039	33,039	33,039	-
Interest and other charges	37,014	37,014	37,014	-
Total Expenditures	70,298	70,298	70,298	-
Excess of Revenues Over (Under) Expenditures	(70,298)	(70,298)	(70,298)	-
OTHER FINANCING SOURCES (USES)				
Transfers in	70,298	70,298	70,298	-
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	70,298	70,298	70,298	-
Net Changes in Fund Balance	-	-	-	-
Fund Balances - Beginning	-	-	-	-
Fund Balances - Ending	$ -	$ -	$ -	$ -

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Special Assessment Debt with County Commitment -
Nonmajor Debt Service Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 363	$ 363	$ 561	$ 198
Charges for services	29,138	29,138	28,895	(243)
Total Revenues	29,501	29,501	29,456	(45)
EXPENDITURES				
Current:				
Public ways and facilities	2,603	4,056	3,083	973
Debt service:				
Principal	11,000	11,000	11,000	-
Interest and other charges	15,921	15,921	15,921	-
Total Expenditures	29,524	30,977	30,004	973
Excess of Revenues Over (Under) Expenditures	(23)	(1,476)	(548)	928
OTHER FINANCING SOURCES (USES)				
Transfers in	29,138	29,138	26,921	(2,217)
Transfers out	(29,138)	(29,138)	(26,921)	2,217
Total Other Financing Sources (Uses)	-	-	-	-
Net Changes in Fund Balance	(23)	(1,476)	(548)	928
Fund Balances - Beginning	118,184	118,184	118,184	-
Fund Balances - Ending	$ 118,161	$ 116,708	$ 117,636	$ 928

COUNTY OF NEVADA
Budgetary Comparison Schedule - Budgetary Basis
Finance Authority - Nonmajor Debt Service Fund
For the Year Ended June 30, 2011

	Original Budget	Final Budget	Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive (Negative)
REVENUES				
Use of money and property	$ 126,900	$ 126,900	$ 126,836	$ (64)
Total Revenues	126,900	126,900	126,836	(64)
EXPENDITURES				
Current:				
General government	13,962	13,962	11,689	2,273
Debt service:				
Principal	1,117,909	1,117,909	1,117,909	-
Interest and other charges	677,308	677,308	677,308	-
Total Expenditures	1,809,179	1,809,179	1,806,906	2,273
Excess of Revenues Over (Under) Expenditures	(1,682,279)	(1,682,279)	(1,680,070)	2,209
OTHER FINANCING SOURCES (USES)				
Transfers in	1,682,279	1,682,279	1,682,194	(85)
Transfers out	-	-	-	-
Total Other Financing Sources (Uses)	1,682,279	1,682,279	1,682,194	(85)
Net Changes in Fund Balance	-	-	2,124	2,124
Fund Balances - Beginning	2,155,974	2,155,974	2,155,974	-
Fund Balances - Ending	$ 2,155,974	$ 2,155,974	$ 2,158,098	$ 2,124

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Nonmajor Proprietary Funds

- **Enterprise Funds**

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COUNTY OF NEVADA
Nonmajor Enterprise Funds

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

- **EASTERN NEVADA COUNTY SOLID WASTE**
  Fund accounts for the solid waste support services in Eastern Nevada County. Includes administration of refuse collection franchise in Eastern Nevada County. Fees collected from property owners in unincorporated Eastern Nevada County and used for residential refuse collection, recycling, and disposal activities. Also used to administer the Hirschdale Landfill closure and provide post-closure monitoring services.

- **TRANSIT SERVICES**
  Fund accounts for administration and delivery of public transit and paratransit services, primarily in Western Nevada County. Includes the Gold Country Stage, a fixed-route system serving Western Nevada County, and administers a contract for provision of specialized paratransit services for disabled persons. Also used to account for participation in the Truckee-North Tahoe Transportation management Association, a public-private partnership working to improve transportation in the Truckee-Tahoe area.

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COUNTY OF NEVADA
Combining Statement of Net Assets
Nonmajor Enterprise Funds
June 30, 2011

	Eastern Nevada County Solid Waste	Transit Services	Totals
ASSETS			
Current Assets:			
Cash and investments	$ 260,100	$ 874,113	$ 1,134,213
Accounts receivable (net of allowance)	-	34,855	34,855
Due from other governmental agencies	-	1,092	1,092
Total Current Assets	260,100	910,060	1,170,160
Noncurrent Assets:			
Capital assets:			
Non-depreciable	26,409	385,306	411,715
Depreciable, net	-	587,794	587,794
Total Noncurrent Assets	26,409	973,100	999,509
Total Assets	286,509	1,883,160	2,169,669
LIABILITIES			
Current Liabilities:			
Accounts payable	-	60,985	60,985
Accrued salaries and benefits	-	12,696	12,696
Due to other funds	-	38,260	38,260
Unearned revenue	-	898,187	898,187
Compensated absences payable	-	50,291	50,291
Closure/postclosure costs	3,200	-	3,200
Total Current Liabilities	3,200	1,060,419	1,063,619
Noncurrent Liabilities:			
Closure/postclosure costs	113,127	-	113,127
Net OPEB obligation	-	53,507	53,507
Total Noncurrent Liabilities	113,127	53,507	166,634
Total Liabilities	116,327	1,113,926	1,230,253
NET ASSETS			
Invested in capital assets, net of related debt	26,409	973,100	999,509
Unrestricted	143,773	(203,866)	(60,093)
Total Net Assets	$ 170,182	$ 769,234	$ 939,416

COUNTY OF NEVADA
Combining Statement of Revenues, Expenses, and Changes in Net Assets
Nonmajor Enterprise Funds
For the Year Ended June 30, 2011

	Eastern Nevada County Solid Waste	Transit Services	Totals
OPERATING REVENUES			
Charges for services	$ 161,867	$ 331,846	$ 493,713
Operating Revenues	161,867	331,846	493,713
OPERATING EXPENSES			
Salaries and benefits	-	1,028,189	1,028,189
Services and supplies	160,868	1,060,574	1,221,442
Other charges	2,254	135,359	137,613
Expense transfers	-	71,752	71,752
Closure/post closure expense	1,152	-	1,152
Depreciation	-	351,552	351,552
Operating Expenses	164,274	2,647,426	2,811,700
Operating Income (Loss)	(2,407)	(2,315,580)	(2,317,987)
NON-OPERATING REVENUE (EXPENSES)			
Taxes and assessments	-	984,634	984,634
Intergovernmental revenues	-	1,238,605	1,238,605
Interest income	1,337	4,683	6,020
Other revenues	-	9,083	9,083
Total Non-Operating Revenues (Expenses)	1,337	2,237,005	2,238,342
Income (Loss) Before Transfers	(1,070)	(78,575)	(79,645)
Transfers in	-	-	-
Transfers out	-	-	-
Change in Net Assets	(1,070)	(78,575)	(79,645)
Net Assets - Beginning	171,252	909,078	1,080,330
Prior period adjustment	-	(61,269)	(61,269)
Net Assets - Beginning, Restated	171,252	847,809	1,019,061
Net Assets - Ending	$ 170,182	$ 769,234	$ 939,416

COUNTY OF NEVADA
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Year Ended June 30, 2011

	Eastern Nevada County Solid Waste	Transit Services	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers	$ 161,867	$ 298,699	$ 460,566
Payments to suppliers	(163,914)	(1,274,198)	(1,438,112)
Payments to employees	-	(1,078,650)	(1,078,650)
Net Cash Provided (Used) by Operating Activities	(2,047)	(2,054,149)	(2,056,196)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Grants and other receipts	-	2,391,567	2,391,567
Interfund loans repaid	(292)	(13,021)	(13,313)
Interfund loans repayments received	-	2,015	2,015
Net Cash Provided (Used) for Noncapital Financing Activities	(292)	2,380,561	2,380,269
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	-	(281,406)	(281,406)
Net Cash Provided (Used) for Capital and Related Financing Activities	-	(281,406)	(281,406)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest and dividends (expense)	1,337	4,683	6,020
Net Cash Provided (Used) by Investing Activities	1,337	4,683	6,020
Net Increase (Decrease) in Cash and Cash Equivalents	(1,002)	49,689	48,687
Balances - Beginning of the Year	261,102	824,424	1,085,526
Balances - End of the Year	$ 260,100	$ 874,113	$ 1,134,213
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Operating income (loss)	$ (2,407)	$ (2,315,580)	$ (2,317,987)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	-	351,552	351,552
Decrease (Increase) in:			
Accounts receivable	-	(33,147)	(33,147)
Increase (Decrease) in:			
Accounts payable	(135)	(6,513)	(6,648)
Accrued salaries and benefits	-	(38,825)	(38,825)
Compensated absences payable	-	(14,225)	(14,225)
Closure/post closure	495	-	495
Net OPEB obligation	-	2,589	2,589
Net Cash Provided (Used) by Operating Activities	$ (2,047)	$ (2,054,149)	$ (2,056,196)

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Internal Service Funds

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COUNTY OF NEVADA
Internal Service Funds

Internal service funds are used to account for the financing of good or services provided by one department or agency to other departments on a cost-reimbursement basis. Internal Service Funds used at the County are listed below:

- **FLEET MANAGEMENT**
  The fund accounts for the management of a program to ensure that both current and future vehicle needs are met for all County departments.

- **VISION INSURANCE**
  The fund accounts for the vision insurance component of the self-insurance services provided to County employees.

- **UNEMPLOYMENT INSURANCE**
  The fund accounts for the management of unemployment insurance for the County's self-funded plan.

- **LIABILITY INSURANCE**
  The fund accounts for the services related to the protection of the County from general liability exposures. It provides claims management services, and pays the premium costs for general liability insurance.

- **CENTRAL SERVICES**
  The fund accounts for printing, copier, mail, pool car scheduling, answering the County information line, and scanning services provided to County departments and outside agencies.

- **DENTAL INSURANCE**
  The fund accounts for the dental insurance component of the self-insurance services provided to County employees.

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COUNTY OF NEVADA
Combining Statement of Net Assets
Internal Service Funds
June 30, 2011

	Fleet Management	Vision Insurance	Unemployment Insurance	Liability Insurance
ASSETS				
Current Assets:				
Cash and investments	$ 1,666,269	$ 68,316	$ 567,544	$ 1,424,354
Accounts receivable	2,661	5,136	-	2,707,218
Due from other funds	429,394	-	-	-
Prepaid costs	-	-	-	-
Inventory	65,969	-	-	-
Deposits	-	-	-	-
Total Current Assets	2,164,293	73,452	567,544	4,131,572
Noncurrent Assets:				
Capital assets:				
Depreciable, net	830,321	-	-	-
Total Noncurrent Assets	830,321	-	-	-
Total Assets	2,994,614	73,452	567,544	4,131,572
LIABILITIES				
Current Liabilities:				
Accounts payable	159,265	12,940	-	2,100,425
Accrued salaries and benefits	10,486	-	-	-
Due to other funds	113,003	1,986	2,830	886,692
Compensated absences payable	49,188	-	-	-
Accrued claims payable	-	-	507,185	834,000
Total Current Liabilities	331,942	14,926	510,015	3,821,117
Noncurrent Liabilities:				
Compensated absences payable	28,632	-	-	-
Net OPEB obligation	37,860	-	-	-
Total Noncurrent Liabilities	66,492	-	-	-
Total Liabilities	398,434	14,926	510,015	3,821,117
NET ASSETS				
Invested in capital assets, net of related debt	830,321	-	-	533,641
Unrestricted	1,765,859	58,526	57,529	(223,186)
Total Net Assets	$ 2,596,180	$ 58,526	$ 57,529	$ 310,455

Central Services	Dental Insurance	Totals
$ 12,986	$ 157,810	$ 3,897,279
40	15,450	2,730,505
11,351	-	440,745
9,847	-	9,847
-	-	65,969
-	35,000	35,000
34,224	208,260	7,179,345
1,600	-	831,921
1,600	-	831,921
35,824	208,260	8,011,266
10,686	31,277	2,314,593
697	-	11,183
5,600	2,422	1,012,533
150	-	49,338
-	-	1,341,185
17,133	33,699	4,728,832
-	-	28,632
2,347	-	40,207
2,347	-	68,839
19,480	33,699	4,797,671
1,600	-	1,365,562
14,744	174,561	1,848,033
$ 16,344	$ 174,561	$ 3,213,595

COUNTY OF NEVADA
Combining Statement of Revenues, Expenses, and Changes in Net Assets
Internal Service Funds
For the Year Ended June 30, 2011

	Fleet Management	Vision Insurance	Unemployment Insurance	Liability Insurance
OPERATING REVENUES				
Charges for services	$ 3,865,341	$ 214,941	$ 713,439	$ 574,904
Total Operating Revenues	3,865,341	214,941	713,439	574,904
OPERATING EXPENSES				
Salaries and benefits	844,412	-	-	-
Services and supplies	2,467,647	17,493	226,170	1,816,525
Benefit and claim expense	-	150,173	135,585	2,046,126
Other charges	127,422	3,727	2,723	192,700
Expense transfers	53,592	-	-	-
Depreciation	285,893	-	-	-
Total Operating Expenses	3,778,966	171,393	364,478	4,055,351
Operating Income (Loss)	86,375	43,548	348,961	(3,480,447)
NON-OPERATING REVENUE (EXPENSES)				
Forfeitures and penalties	10,850	-	-	-
Interest income	7,956	230	2,729	5,984
Other revenues	12,189	-	-	33,068
Insurance recovery	-	-	-	2,707,218
Interest expense	-	-	-	-
Total Non-Operating Revenues (Expenses)	30,995	230	2,729	2,746,270
Income (Loss) Before Transfers	117,370	43,778	351,690	(734,177)
Transfers in	3,157	-	-	-
Transfers out	-	-	-	-
Change in Net Assets	120,527	43,778	351,690	(734,177)
Net Assets - Beginning	2,475,653	14,748	(294,161)	1,044,632
Net Assets - Ending	$ 2,596,180	$ 58,526	$ 57,529	$ 310,455

Central Services	Dental Insurance	Totals
$ 604,155	$ 936,449	$ 6,909,229
604,155	936,449	6,909,229
57,593	-	902,005
427,641	63,657	5,019,133
-	812,146	3,144,030
54,513	12,259	393,344
70,132	-	123,724
3,863	-	289,756
613,742	888,062	9,871,992
(9,587)	48,387	(2,962,763)
-	-	10,850
212	702	17,813
735	-	45,992
-	-	2,707,218
(217)	-	(217)
730	702	2,781,656
(8,857)	49,089	(181,107)
-	-	3,157
-	-	-
(8,857)	49,089	(177,950)
25,201	125,472	3,391,545
$ 16,344	$ 174,561	$ 3,213,595

COUNTY OF NEVADA
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2011

	Fleet Management	Vision Insurance	Unemployment Insurance	Liability Insurance
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from customers	$ 3,864,385	$ 213,351	$ 726,457	$ 575,122
Payments to suppliers	(2,537,391)	(173,054)	(633,660)	(1,742,125)
Payments to employees	(865,479)	-	-	-
Net Cash Provided (Used) by Operating Activities	461,515	40,297	92,797	(1,167,003)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Grants and other receipts	23,039	-	-	33,068
Transfers from other funds	3,157	-	-	-
Interfund loans received	30,123	538	2,302	826,783
Interfund loans made	(75,748)	-	-	-
Interfund loans repaid	(8,473)	-	-	-
Interfund loan repayments received	41,355	-	-	-
Net Cash Provided (Used) for Noncapital Financing Activities	13,453	538	2,302	859,851
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of capital assets	(198,711)	-	-	-
Proceeds from sale of capital assets	30,573	-	-	-
Principal paid on capital debt	-	-	-	-
Interest paid on capital debt	-	-	-	-
Net Cash Provided (Used) for Capital and Related Financing Activities	(168,138)	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and dividends	7,956	230	2,729	5,984
Net Cash Provided (Used) by Investing Activities	7,956	230	2,729	5,984
Net Increase (Decrease) in Cash and Cash Equivalents	314,786	41,065	97,828	(301,168)
Balances - Beginning of the Year	1,351,483	27,251	469,716	1,725,522
Balances - End of the Year	$ 1,666,269	$ 68,316	$ 567,544	$ 1,424,354

Central Services	Dental Insurance	Totals
$ 604,237	$ 935,035	$ 6,918,587
(592,584)	(885,457)	(6,564,271)
(59,335)	-	(924,814)
(47,682)	49,578	(570,498)
735	-	56,842
-	-	3,157
-	1,645	861,391
-	-	(75,748)
(5,674)	-	(14,147)
17,454	-	58,809
12,515	1,645	890,304
-	-	(198,711)
-	-	30,573
(5,223)	-	(5,223)
(217)	-	(217)
(5,440)	-	(173,578)
212	702	17,813
212	702	17,813
(40,395)	51,925	164,041
53,381	105,885	3,733,238
$ 12,986	$ 157,810	$ 3,897,279

Continued (Page 1 of 2)

COUNTY OF NEVADA
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended June 30, 2011

	Fleet Management	Vision Insurance	Unemployment Insurance	Liability Insurance
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating income (loss)	$ 86,375	$ 43,548	$ 348,961	$ (3,480,447)
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	285,893	-	-	-
Decrease (Increase) in:				
Accounts receivable	(956)	(1,590)	13,018	218
Prepaid costs	-	-	-	-
Inventory	9,441	-	-	-
Increase (Decrease) in:				
Accounts payable	101,829	(1,661)	-	2,098,226
Accrued salaries and benefits	(32,394)	-	-	-
Compensated absences payable	8,813	-	-	-
Claims payable	-	-	(269,182)	215,000
Net OPEB obligation	2,514	-	-	-
Net Cash Provided (Used) by Operating Activities	$ 461,515	$ 40,297	$ 92,797	$ (1,167,003)

Central Services	Dental Insurance	Totals
$ (9,587)	$ 48,387	$ (2,962,763)
3,863	-	289,756
82	(1,414)	9,358
11,732	-	11,732
-	-	9,441
(52,030)	2,605	2,148,969
(1,942)	-	(34,336)
33	-	8,846
-	-	(54,182)
167	-	2,681
$ (47,682)	$ 49,578	$ (570,498)

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Fiduciary Funds

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COUNTY OF NEVADA
Fiduciary Funds

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. Fiduciary funds include investment trust funds and agency funds.

- **INVESTMENT TRUST FUNDS**
  The assets of these funds are held in trust for other agencies and are part of the County's external pool. The external investment pool is made up of five separate funds; Special Districts governed by Local Boards, School Districts, School Districts Debt Service, Courts and Jury/Witness and Local Transportation Authority. The County is obligated to disburse monies from these funds on demand.

- **AGENCY FUNDS**
  To account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the County, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency funds maintained by the County include two separate components.

  Accrued Trust Funds - Accounts for property tax receipts awaiting apportionment to other local governmental agencies and investment earnings awaiting apportionment to other local government agencies.

  County Departmental Agency Funds - Accounts for all assets under the control of County departments which are held in a fiduciary capacity.

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COUNTY OF NEVADA
Combining Statement of Fiduciary Net Assets
Investment Trust Funds
June 30, 2011

	Independent Districts	School Districts	Debt Service	Courts and Jury/Witness
ASSETS				
Cash and investments	$ 23,599,104	$ 35,703,366	$ 773,070	$ 1,168,971
Accounts receivable	172,717	-	-	-
Total Assets	23,771,821	35,703,366	773,070	1,168,971
LIABILITIES				
Accounts payable	123,072	-	-	-
Total Liabilities	123,072	-	-	-
NET ASSETS				
Net assest held in trust for investment pool participants	$ 23,648,749	$ 35,703,366	$ 773,070	$ 1,168,971

Local Transportation Authority	Total Investment Trust Funds
$ 10,467,496	$ 71,712,007
1,392,792	1,565,509
11,860,288	73,277,516
76,509	199,581
76,509	199,581
$ 11,783,779	$ 73,077,935

COUNTY OF NEVADA
Combining Statement of Changes in Fiduciary Net Assets
Investment Trust Funds
For the Year Ended June 30, 2011

	Independent Districts	School Districts	Debt Service	Courts and Jury/Witness
ADDITIONS				
Contributions:				
Contributions to investment pool	$ 85,741,173	$244,085,667	$ 6,062,152	$ 4,358,980
Net investment income:				
Interest income	109,813	206,542	3,574	7,322
Net investment income	109,813	206,542	3,574	7,322
Total Additions	85,850,986	244,292,209	6,065,726	4,366,302
DEDUCTIONS				
Distributions from investment pool	82,562,148	244,911,449	5,993,123	4,589,450
Total Deductions	82,562,148	244,911,449	5,993,123	4,589,450
Change in Net Assets	3,288,838	(619,240)	72,603	(223,148)
Net Assets - Beginning	20,359,911	36,322,606	700,467	1,392,119
Net Assets - Ending	$ 23,648,749	$ 35,703,366	$ 773,070	$ 1,168,971

Local Transportation Authority	Total Investment Trust Funds
$ 9,882,642	$350,130,614
36,785	364,036
36,785	364,036
9,919,427	350,494,650
4,211,823	342,267,993
4,211,823	342,267,993
5,707,604	8,226,657
6,076,175	64,851,278
$ 11,783,779	$ 73,077,935

COUNTY OF NEVADA
Combining Statement of Assets and Liabilities
Agency Funds
June 30, 2011

	Accrued Trust Funds	County Departmental Agency Funds	Total Agency Funds
ASSETS			
Cash and investments	$ 698,020	$ 1,757,465	$ 2,455,485
Restricted cash and investments	59,173	226,796	285,969
Taxes receivable	11,082,767	-	11,082,767
Total Assets	$ 11,839,960	$ 1,984,261	$ 13,824,221
LIABILITIES			
Due to other agencies	$ 8,230,739	$ -	$ 8,230,739
Agency obligations	3,609,221	1,984,261	5,593,482
Total Liabilities	$ 11,839,960	$ 1,984,261	$ 13,824,221

COUNTY OF NEVADA
Combining Statement of Changes in Assets and Liabilities
Agency Funds
For the Year Ended June 30, 2011

	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
ACCRUED TRUST FUNDS				
ASSETS				
Cash and investments	$ 243,334	$ 8,230,739	$ 7,776,053	$ 698,020
Restricted cash and investments	59,163	10	-	59,173
Taxes receivable	12,850,457	-	1,767,690	11,082,767
Total Assets	$ 13,152,954	$ 8,230,749	$ 9,543,743	$ 11,839,960
LIABILITIES				
Due to other agencies	$ 10,145,996	$ 8,230,739	$ 10,145,996	$ 8,230,739
Agency obligations	3,006,958	602,263	-	3,609,221
Total Liabilities	$ 13,152,954	$ 8,833,002	$ 10,145,996	$ 11,839,960
COUNTY DEPARTMENTAL AGENCY FUNDS				
ASSETS				
Cash and investments	$ 1,974,160	$ -	$ 216,695	$ 1,757,465
Restricted cash and investments	186,856	39,940	-	226,796
Total Assets	$ 2,161,016	$ 39,940	$ 216,695	$ 1,984,261
LIABILITIES				
Agency obligations	$ 2,161,016	$ -	$ 176,755	$ 1,984,261
Total Liabilities	$ 2,161,016	$ -	$ 176,755	$ 1,984,261
TOTAL FIDUCIARY FUNDS				
ASSETS				
Cash and investments	$ 2,217,494	$ 8,230,739	$ 7,992,748	$ 2,455,485
Restricted cash and investments	246,019	39,950	-	285,969
Taxes receivable	12,850,457	-	1,767,690	11,082,767
Total Assets	$ 15,313,970	$ 8,270,689	$ 9,760,438	$ 13,824,221
LIABILITIES				
Due to other agencies	$ 10,145,996	$ 8,230,739	$ 10,145,996	$ 8,230,739
Agency obligations	5,167,974	602,263	176,755	5,593,482
Total Liabilities	$ 15,313,970	$ 8,833,002	$ 10,322,751	$ 13,824,221

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STATISTICAL SECTION

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COUNTY OF NEVADA
Statistical Section

This part of the County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

- **Financial Trends**

  These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

- **Revenue Capacity**

  These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.

- **Debt Capacity**

  These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

- **Demographic and Economic Information**

  These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.

- **Operating Information**

  These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.

Sources: Unless otherwise stated, the information in this section is derived from the comprehensive annual financial reports for the relevant year. The County implemented Governmental Accounting Standards Board Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, in FY 2002-03; schedules presenting the government-wide activities include information beginning from that year.

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COUNTY OF NEVADA
Net Assets by Component
Last Nine Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	2002/2003	2003/2004	2004/2005	2005/2006
Governmental Activities				
Invested in capital assets, net of related debt	$ 232,657,259	$ 232,785,139	$ 233,807,949	$ 237,770,629
Restricted	3,864,404	31,297,665	37,995,142	39,102,881
Unrestricted	38,043,501	7,289,217	7,894,253	9,932,618
Total Governmental Activities Net Assets	$ 274,565,164	$ 271,372,021	$ 279,697,344	$ 286,806,128
Business-Type Activities				
Invested in capital assets, net of related debt	$ 8,541,197	$ 7,656,180	$ 8,608,896	$ 10,949,954
Unrestricted	1,277,886	(1,692,003)	(519,455)	142,603
Total Business-Type Activities Net Assets	$ 9,819,083	$ 5,964,177	$ 8,089,441	$ 11,092,557
Primary Government				
Invested in capital assets, net of related debt	$ 241,198,456	$ 240,441,319	$ 242,416,845	$ 248,720,583
Restricted	3,864,404	31,297,665	37,995,142	39,102,881
Unrestricted	39,321,387	5,597,214	7,374,798	10,075,221
Total Primary Government Net Assets	$ 284,384,247	$ 277,336,198	$ 287,786,785	$ 297,898,685

2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
$ 238,955,459	$ 240,377,169	$ 245,044,668	$ 248,400,614	$ 250,376,233
40,643,025	38,274,175	36,273,724	40,542,205	40,759,140
14,297,129	15,395,845	18,517,776	19,001,129	24,054,736
$ 293,895,613	$ 294,047,189	$ 299,836,168	$ 307,943,948	$ 315,190,109
$ 17,773,325	$ 25,611,733	$ 30,433,338	$ 29,861,732	$ 31,980,481
650,031	(654,360)	(1,337,370)	108,052	2,270,557
$ 18,423,356	$ 24,957,373	$ 29,095,968	$ 29,969,784	$ 34,251,038
$ 256,728,784	$ 265,988,902	$ 275,478,006	$ 278,262,346	$ 282,356,714
40,643,025	38,274,175	36,273,724	40,542,205	40,759,140
14,947,160	14,741,485	17,180,406	19,109,181	26,325,293
$ 312,318,969	$ 319,004,562	$ 328,932,136	$ 337,913,732	$ 349,441,147

COUNTY OF NEVADA
Changes in Net Assets
Last Nine Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	2002/2003	2003/2004	2004/2005	2005/2006
Expenses				
Governmental Activities:				
General government	$ 25,291,032	$ 11,633,754	$ 8,938,435	$ 11,249,361
Public ways and facilities	7,262,903	6,810,806	6,312,601	8,513,880
Public protection	28,820,570	40,081,096	43,150,103	45,190,677
Health and sanitation	13,579,832	16,297,053	16,151,498	18,470,443
Public assistance	31,787,977	21,127,891	21,271,351	22,393,216
Education	2,343,855	2,734,576	2,471,046	2,865,584
Recreation	-	-	11,126	51,729
Interest on long-term debt	850,537	1,006,952	757,523	855,225
Total Governmental Activities Expenses	109,936,706	99,692,128	99,063,683	109,590,115
Business-type Activities				
Eastern Nevada County Solid Waste	1,397,691	151,529	345,238	111,396
Western Nevada County Solid Waste	4,857,721	8,487,113	5,971,008	6,538,648
Transit Services	3,123,973	2,958,054	2,874,082	3,088,462
Airport	897,783	946,411	1,035,399	1,137,542
Sanitation District	4,915,869	3,068,942	3,331,819	4,037,253
Total Business-Type Activities Expenses	15,193,037	15,612,049	13,557,546	14,913,301
Total Primary Government Expenses	$125,129,743	$115,304,177	$112,621,229	$124,503,416
Program Revenues				
Governmental Activities:				
Charges for services:				
General government	$ 10,813,766	$ 9,237,614	$ 6,338,047	$ 6,232,111
Public ways and facilities	1,602,653	1,461,163	1,240,364	1,440,008
Public protection	2,867,404	6,253,050	6,121,598	6,364,587
Health and sanitation	511,121	1,892,426	2,269,265	2,267,470
Public assistance	3,101,448	51,856	57,583	47,007
Education	74,551	82,294	92,298	94,848
Recreation	-	-	-	-
Operating grants and contributions	53,575,635	51,931,440	55,728,641	58,599,661
Capital grants and contributions	1,437,252	-	-	2,296,519
Total Governmental Activities Program Revenues	73,983,830	70,909,843	71,847,796	77,342,211
Business-Type Activities:				
Charges for services:				
Eastern Nevada County Solid Waste	1,101,826	93,225	98,145	102,312
Western Nevada County Solid Waste	6,377,927	7,270,335	7,400,950	7,753,931
Transit Services	390,174	333,453	309,693	480,601
Airport	636,150	545,262	548,488	618,549
Sanitation District	4,115,772	2,159,899	3,818,931	3,509,905
Operating grants and contributions	566,522	2,396,154	2,787,415	2,633,921
Capital grants and contributions	-	242,664	-	2,179,464
Total Business-Type Activities Program Revenues	13,188,371	13,040,992	14,963,622	17,278,683
Total Primary Government Program Revenues	$ 87,172,201	$ 83,950,835	$ 86,811,418	$ 94,620,894

2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
$ 12,221,901	$ 13,734,811	$ 11,873,042	$ 10,244,690	$ 8,709,767
10,077,775	10,455,997	13,050,854	10,401,753	11,125,921
46,998,768	52,982,684	54,426,072	53,962,729	53,744,616
17,680,812	21,056,211	23,587,615	24,897,645	27,399,803
23,173,587	25,413,676	28,112,397	29,362,237	29,493,151
2,541,343	3,015,545	2,810,750	2,386,595	2,236,503
237,357	245,653	98,885	72,454	130,174
832,300	917,161	814,289	768,465	729,736
113,763,843	127,821,738	134,773,904	132,096,568	133,569,671
135,640	127,515	132,499	147,527	164,274
6,935,822	7,369,951	6,781,889	6,114,100	6,105,160
3,253,773	3,858,023	4,294,101	3,229,143	2,801,101
1,282,831	1,441,091	1,279,836	1,167,371	1,362,731
4,502,075	5,191,420	5,335,583	7,083,467	6,627,209
16,110,141	17,988,000	17,823,908	17,741,608	17,060,475
$129,873,984	$145,809,738	$152,597,812	$149,838,176	$150,630,146
$ 5,497,348	$ 5,999,606	$ 6,838,658	$ 6,910,899	$ 6,881,565
3,089,154	2,730,449	1,329,674	1,155,673	1,517,645
4,814,608	5,240,057	7,253,963	7,362,448	7,195,596
1,836,658	1,759,838	1,878,192	2,089,343	2,345,892
37,445	59,647	62,241	57,250	53,261
100,167	99,526	88,588	95,275	98,850
476	1,914	-	-	-
56,087,452	63,672,782	72,853,677	72,351,303	75,229,137
54,876	-	-	628,556	335,142
71,518,184	79,563,819	90,304,993	90,650,747	93,657,088
108,592	112,302	116,398	125,700	161,867
7,978,217	7,711,070	7,259,068	6,930,479	7,258,011
476,213	519,658	568,657	389,444	331,846
807,131	773,809	683,797	574,064	520,937
6,551,985	5,969,966	6,462,994	6,622,180	6,943,169
475,587	1,039,974	1,846,635	1,127,304	1,126,440
1,380,188	75,636	1,464,457	258,381	1,775,682
17,777,913	16,202,415	18,402,006	16,027,552	18,117,952
$ 89,296,097	$ 95,766,234	$108,706,999	$106,678,299	$111,775,040

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COUNTY OF NEVADA
Changes in Net Assets
Last Nine Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	2003/2004	2003/2004	2004/2005	2005/2006
Net (Expense)/Revenue[1]				
Governmental activities	$ (35,952,876)	$ (28,782,285)	$ (27,215,887)	$ (32,247,904)
Business-type activities	(2,004,666)	(2,571,057)	1,406,076	2,365,382
Total Primary Government Net Expense	$ (37,957,542)	$ (31,353,342)	$ (25,809,811)	$ (29,882,522)
General Revenues and Other Changes in Net Assets				
Governmental Activities				
Taxes				
Property taxes	$ 15,608,675	$ 16,319,630	$ 18,086,143	$ 27,749,937
Sales and use taxes	4,705,748	5,019,179	5,161,912	5,174,027
Property transfer taxes	1,002,984	1,263,945	1,613,064	1,391,798
Transient occupancy taxes	250,195	261,467	177,605	209,216
Timber yield taxes	102,177	90,609	79,126	79,308
Aircraft taxes	35,292	25,160	33,347	39,497
Franchise taxes	-	-	-	-
Transportation taxes	-	-	-	-
Other taxes	120,836	16,477	16,186	47,251
Grants and contributions - unrestricted	-	-	-	-
Tobacco settlement	-	-	-	-
Motor vehicle in-lieu taxes	13,045,388	-	6,370,271	-
Interest and investment earnings	1,361,759	706,775	967,696	1,133,058
Miscellaneous	5,388,965	2,311,607	3,021,371	2,822,437
Insurance recovery	-	-	-	-
Gain (loss) on disposal/sale of capital assets	(80,753)	(1,824,704)	-	-
Transfers	-	(194,839)	-	(51,765)
Total Governmental Activities	41,541,266	23,995,306	35,526,721	38,594,764
Business-Type Activities				
Taxes				
Property taxes	2,156	-	4,316	4,746
Transient occupancy taxes	15,970	16,690	11,293	13,013
Timber yield taxes	4,121	-	-	-
Aircraft taxes	34,505	40,357	37,052	32,060
Transportation taxes	-	-	-	-
Other taxes	2,146,743	-	-	-
Interest and investment earnings	367,769	101,956	305,818	391,775
Miscellaneous	305,627	176,546	352,469	813,121
Gain (loss) on disposal/sale of capital assets	(49,445)	-	-	-
Capital contribution	16,163	-	-	-
Transfers	-	194,839	-	51,765
Total Business-Type Activities	2,843,609	530,388	710,948	1,306,480
Total Primary Government	$ 44,384,875	$ 24,525,694	$ 36,237,669	$ 39,901,244

[1] Net expense is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and general revenues. Numbers in parentheses are net expenses, indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program.

2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
$ (42,245,659)	$ (48,257,919)	$ (44,468,911)	$ (41,445,821)	$ (39,912,583)
1,667,772	(1,785,585)	578,098	(1,714,056)	1,057,477
$ (40,577,887)	$ (50,043,504)	$ (43,890,813)	$ (43,159,877)	$ (38,855,106)
$ 31,516,285	$ 33,565,001	$ 34,221,104	$ 34,186,337	$ 31,655,023
5,532,663	5,065,713	4,250,561	4,008,830	4,175,230
974,171	673,351	521,261	581,367	558,138
275,728	285,205	184,889	277,712	257,137
61,133	52,232	45,658	12,434	10,704
46,546	82,318	82,535	75,404	71,793
969,903	1,013,065	1,049,170	1,032,693	1,041,684
69,309	62,727	125,683	8,742	77,878
33,718	41,288	25,162	29,730	29,195
4,402,323	4,396,990	3,886,412	3,684,748	3,830,282
955,670	1,017,403	1,117,967	932,217	860,744
-	-	-	-	-
2,412,223	2,441,133	1,403,888	449,987	737,446
2,724,014	1,032,807	2,125,888	2,233,034	2,816,711
-	-	1,331,391	1,962,614	2,707,218
-	800,986	(38,760)	-	-
(381,600)	(660,365)	-	(252,205)	(1,670,439)
49,592,086	49,869,854	50,332,809	49,223,644	47,158,744
7,009	6,723	6,864	6,804	6,960
16,796	17,920	11,455	17,140	16,306
-	-	1,841	501	432
40,871	48,611	53,661	47,008	42,202
2,442,000	2,631,864	2,318,377	1,622,511	984,634
-	-	-	-	-
1,167,496	1,251,801	480,930	125,785	179,490
1,172,322	1,712,677	797,649	515,918	384,583
-	-	19,072	-	-
-	-	-	-	-
381,600	660,365	-	252,205	1,670,439
5,228,094	6,329,961	3,689,849	2,587,872	3,285,046
$ 54,820,180	$ 56,199,815	$ 54,022,658	$ 51,811,516	$ 50,443,790

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COUNTY OF NEVADA
Changes in Net Assets
Last Nine Fiscal Years
(Accrual Basis of Accounting)

	Fiscal Year			
	2003/2004	2003/2004	2004/2005	2005/2006
Change in Net Assets				
Governmental activities	$ 5,588,390	$ (4,786,979)	$ 8,310,834	$ 6,346,860
Business-type activities	838,943	(2,040,669)	2,117,024	3,671,862
Total Primary Government	$ 6,427,333	$ (6,827,648)	$ 10,427,858	$ 10,018,722

2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
$ 7,346,427	$ 1,611,935	$ 5,863,898	$ 7,777,823	$ 7,246,161
6,895,866	4,544,376	4,267,947	873,816	4,342,523
$ 14,242,293	$ 6,156,311	$ 10,131,845	$ 8,651,639	$ 11,588,684

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COUNTY OF NEVADA
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2001/2002	2002/2003	2003/2004	2004/2005
General Fund				
Reserved	$ 2,796,757	$ 1,352,840	$ 775,788	$ 808,498
Unreserved	11,973,483	11,914,079	9,094,403	10,465,538
Total General Fund	$ 14,770,240	$ 13,266,919	$ 9,870,191	$ 11,274,036
All Other Governmental Funds				
Reserved	$ 4,880,754	$ 5,653,048	$ 5,174,723	$ 5,156,484
Unreserved, reported in:				
Special revenue funds	9,799,670	23,196,620	26,321,052	32,838,658
Capital projects funds	(344,539)	-	-	-
Total All Other Governmental Funds	$ 14,335,885	$ 28,849,668	$ 31,495,775	$ 37,995,142

	Fiscal Year
	2010/2011
General Fund	
Nonspendable	$ 82,288
Restricted	11,308
Committed	3,967,000
Assigned	17,471,504
Total General Fund	$ 21,532,100
All Other Governmental Funds	
Nonspendable	$ 111,923
Restricted	40,359,584
Committed	178,545
Assigned	1,677,485
Unassigned	(592,387)
Total All Other Governmental Funds	$ 41,735,150

Notes: In FY 2010-11 the County implemented GASB 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned.

The implementation of GASB Statement 34 in fiscal year 2003 resulted in the reclassification of funds from fiduciary to governmental in accordance with the expanded definition of governmental fund types. These and other changes necessitated by the implementation of GASB Statement 34 make the information prior to and after the implementation incomparable.

2005/2006	2006/2007	2007/2008	2008/2009	2009/2010
$ 1,150,883	$ 685,415	$ 367,172	$ 557,619	$ 294,709
11,373,937	15,271,699	18,363,975	19,085,430	19,240,143
$ 12,524,820	$ 15,957,114	$ 18,731,147	$ 19,643,049	$ 19,534,852
$ 6,175,208	$ 6,529,825	$ 7,319,385	$ 9,149,909	$ 9,849,187
32,927,673	34,113,200	30,954,790	27,123,815	30,693,018
-	-	-	-	-
$ 39,102,881	$ 40,643,025	$ 38,274,175	$ 36,273,724	$ 40,542,205

COUNTY OF NEVADA
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(Modified Accrual Basis of Accounting)

	Fiscal Year			
	2001/2002	2002/2003	2003/2004	2004/2005
Revenues				
Taxes and assessments	$ 19,705,093	$ 21,469,815	$ 22,905,858	$ 25,088,257
Licenses and permits	2,166,166	2,225,703	2,774,001	2,874,129
Fines and forfeitures	2,415,210	2,305,652	2,501,164	2,309,855
Use of money and property	1,992,882	1,257,561	737,365	910,938
Intergovernmental	55,952,099	66,165,210	56,088,533	62,113,922
Charges for services	17,778,546	14,314,796	13,662,339	10,863,316
Other revenues	3,852,985	5,388,965	2,315,425	3,113,455
Total Revenues	103,862,981	113,127,702	100,984,685	107,273,872
Expenditures				
Current:				
General government	9,391,872	23,918,121	11,621,634	8,073,099
Public ways and facilities	9,688,155	8,735,672	7,066,320	7,057,898
Public protection	22,452,884	28,452,202	38,980,426	41,882,092
Health and sanitation	17,876,014	13,362,630	16,142,128	15,997,064
Public assistance	27,642,882	30,919,280	21,345,769	21,158,790
Education	2,103,661	2,310,954	2,654,324	2,442,534
Recreation	-	-	-	11,126
Debt service				
Principal	3,406,505	1,495,425	1,325,751	1,359,618
Interest and other charges	1,191,075	850,537	807,979	766,252
Capital outlay	9,271,333	960,649	2,963,833	655,983
Total Expenditures	103,024,381	111,005,470	102,908,164	99,404,456
Excess of Revenues Over (Under) Expenditures	838,600	2,122,232	(1,923,479)	7,869,416
Other Financial Sources (Uses)				
Transfers in	5,593,541	17,262,307	23,912,010	25,848,038
Transfers out	(6,039,372)	(17,262,307)	(24,322,269)	(25,855,413)
Issuance of debt	23,425	68,671	-	26,682
Insurance recovery	-	-	-	-
Sale of capital assets	-	-	-	-
Refunding bond proceeds	21,007,538	-	-	-
Payments to refunding agents	(18,844,986)	-	-	-
Total Other Financial Sources (Uses)	1,740,146	68,671	(410,259)	19,307
Net Change in Fund Balances	$ 2,578,746	$ 2,190,903	$ (2,333,738)	$ 7,888,723
Debt Service as a Percentage of Noncapital Expenditures	4.90%	2.13%	2.13%	2.15%

Note: The implementation of GASB Statement 34 in fiscal year 2003 resulted in the reclassification of funds from fiduciary to governmental in accordance with the expanded definition of governmental fund types. These and other changes necessitated by the implementation of GASB Statement 34 make the information prior to and after the implementation incomparable.

2005/2006	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
$ 34,611,724	38,448,420	39,775,603	39,411,193	38,932,966	$ 36,596,536
3,022,441	2,679,837	2,820,297	2,470,330	2,289,461	2,504,673
2,413,690	2,608,195	3,082,100	3,178,606	3,662,504	3,555,911
1,069,389	2,270,340	2,299,709	1,328,532	542,009	719,633
58,565,763	59,710,966	67,333,232	72,146,019	76,952,882	77,459,741
10,660,695	11,413,424	11,011,305	12,851,550	12,463,056	13,194,382
2,932,392	4,535,271	2,749,331	3,243,855	3,151,720	3,690,062
113,276,094	121,666,453	129,071,577	134,630,085	137,994,598	137,720,938
10,282,276	11,762,482	12,661,374	11,287,807	9,813,116	7,933,521
7,866,131	9,314,841	9,157,960	11,624,090	9,118,838	9,330,778
44,681,028	46,847,156	51,447,097	53,021,722	53,417,366	51,912,158
18,385,159	17,636,022	20,727,217	23,364,784	24,883,675	27,041,986
22,377,705	23,178,066	25,151,091	27,836,926	29,375,562	29,250,149
2,810,092	2,516,991	2,888,369	2,708,731	2,334,443	2,135,629
51,729	237,357	245,653	98,885	72,454	130,174
1,743,241	1,049,571	1,044,532	1,084,036	1,120,531	1,177,465
826,604	894,794	866,739	824,567	779,445	732,286
5,915,357	3,514,952	4,621,251	5,195,159	4,904,362	4,605,229
114,939,322	116,952,232	128,811,283	137,046,707	135,819,792	134,249,375
(1,663,228)	4,714,221	260,294	(2,416,622)	2,174,806	3,471,563
28,485,767	26,169,015	29,394,303	28,648,057	22,533,042	24,833,551
(28,554,016)	(26,240,706)	(30,083,150)	(28,672,801)	(22,539,440)	(26,507,147)
4,090,000	329,908	32,750	-	29,262	1,392,226
-	-	-	1,331,391	1,962,614	-
-	-	800,986	21,426	-	-
-	-	-	-	-	-
-	-	-	-	-	-
4,021,751	258,217	144,889	1,328,073	1,985,478	(281,370)
$ 2,358,523	$ 4,972,438	$ 405,183	$ (1,088,549)	$ 4,160,284	$ 3,190,193
2.36%	1.71%	1.54%	1.45%	1.45%	1.47%

COUNTY OF NEVADA
Assessed Value and Actual Value of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Secured Real Property	Unsecured Personal Property	Total Secured and Unsecured[2]	Less: Exemptions	Total Taxable Assessed Value[1]	Total Direct Tax Rate
2001/2002	7,896,507,808	230,969,058	8,127,476,866	264,939,154	7,862,537,712	1.00%
2002/2003	8,833,385,724	255,954,266	9,089,339,990	212,058,149	8,877,281,841	1.00%
2003/2004	9,593,595,384	251,989,513	9,845,584,897	328,852,728	9,516,732,169	1.00%
2004/2005	10,489,020,503	245,890,683	10,734,911,186	354,262,482	10,380,648,704	1.00%
2005/2006	11,378,385,878	255,638,057	11,634,023,935	359,974,676	11,274,049,259	1.00%
2006/2007	12,798,167,869	310,443,412	13,108,611,281	407,602,510	12,701,008,771	1.00%
2007/2008	14,435,619,000	335,221,841	14,770,840,841	421,389,982	14,349,450,859	1.00%
2008/2009	15,784,303,555	363,067,090	16,147,370,645	429,377,178	15,717,993,467	1.00%
2009/2010	16,769,888,355	391,003,163	17,160,891,518	506,420,290	16,654,471,228	1.00%
2010/2011	15,537,324,628	394,380,861	15,931,705,489	496,557,370	15,435,148,119	1.00%

[1] Article XIIIA, added to the California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value that appeared on the Assessor's 1975-76 assessment roll. Thereafter, full cash value can be increased to reflect:

a) annual inflation up to 2 percent;
b) current market value at time of ownership change;
c) market value for new construction.

[2] Includes aircrafts

Note: Estimated actual value of taxable property cannot easily be determined as property in the County is not reassessed annually, reassessment normally occurs when ownership changes.

Source: Nevada County Auditor-Controller's Office

COUNTY OF NEVADA
Direct and Overlapping Property Tax Rates[1]
Last Ten Fiscal Years

Fiscal Year	Basic Countywide Rate[2]	Schools	Special Districts	Total Rate
2001/2002	1.00000	0.02960	0.05710	1.08670
2002/2003	1.00000	0.05680	0.04350	1.10030
2003/2004	1.00000	0.04230	0.05530	1.09760
2004/2005	1.00000	0.03640	0.05960	1.09600
2005/2006	1.00000	0.08770	0.03280	1.12050
2006/2007	1.00000	0.08140	0.02670	1.10810
2007/2008	1.00000	0.07410	0.02480	1.09890
2008/2009	1.00000	0.01370	0.08640	1.10010
2009/2010	1.00000	0.07500	0.02840	1.10340
2010/2011	1.00000	0.08480	0.03500	1.11980

[1] On June 6, 1978, Californa voters approved a constitutional amendment to Article XIIIA of the California Constitution, commonly known as Proposition 13, that limits the taxing power of California public agencies. Legislation to implement Article XIIIA (Statutes of 1978, Chapter 292 as amended) provides that notwithstanding any other law, local agencies may not levy property taxes except to pay debt service on indebtedness approved by voters prior to July 1, 1978 or any bonded indebtedness for the acquisition or improvement of real property approved on or after July 1, 1978 by two-thirds of the voting public.

[2] Proposition 13 allows each county to levy a maximum of $1 per $100 of full cash value. Full cash value is equivalent to assessed value persuant to Statutes of 1978, Senate Bill 1656.

Source: Nevada County Auditor-Controller annual tax rate schedule prepared in accordance with Government Code Section 29100

COUNTY OF NEVADA
Principal Property Tax Payers
Current Year and Nine Years Ago

Fiscal Year 2010/2011			Fiscal Year 2001/2002		
Taxpayer	**Amount**	**Percentage of Total**	**Taxpayer**	**Amount**	**Percentage of Total**
Secured Taxes			**Secured Taxes**		
Old Greenwood, LLC et al	$ 994,783	0.54%	Truckee Land, LLC	$ 219,537	0.23%
Tahoe Club Company LLC	937,367	0.51%	Western/Kienow, LP et al	214,391	0.23%
Gray's Station, LLC	903,844	0.49%	Tektronix, Inc.	209,398	0.22%
PK II Pinecreek, LP et al	349,456	0.19%	GVSC, LLC	128,470	0.14%
Billage at Gray's Crossing LP TH	268,699	0.15%	Sierra Pacific Industries	112,387	0.12%
Old Greenwood, LLC	244,143	0.13%	Coyote Moon, LLC	95,619	0.10%
Federal National Mortgage Assn	233,367	0.13%	Albertson's, Inc. Association	70,516	0.07%
Hidden Lake Properties Inc.	211,582	0.11%	Gateway at Donner Pass, Ltd.	69,335	0.07%
Gateway at Donner Pass, LP	209,147	0.11%	Gold Country Ranch, Inc	68,462	0.07%
Joerger Associates LLC et al	207,991	0.11%	Fowler Center	66,893	0.07%
Total	$4,560,379	2.47%	**Total**	$1,255,008	1.32%
Total Secured Taxes Levied		$184,260,769	**Total Secured Taxes Levied**		$94,784,809
Unsecured Taxes			**Unsecured Taxes**		
Cequel III Communications, LLC	$ 128,371	3.07%	Grass Valley Group (US), Inc.	$ 106,104	3.87%
Tahoe Donner Prop Owners Assoc.	125,158	3.00%	USA Media Group, LLC	99,886	3.64%
Boreal Ridge Corp.	92,372	2.21%	Boreal Ridge, Corp.	89,143	3.25%
Comcast of California IX Inc.	81,368	1.95%	TCI Cablevision of California, Inc.	74,576	2.72%
Truckee Meadows Water Authority	67,974	1.63%	Tahoe Donner Prop Owners Assoc.	56,842	2.07%
Raley's Supermarket Inc.	55,095	1.32%	Innovative Metal Fabrication, Inc.	50,600	1.84%
TDMC LLC c/o Canavan Gerald A	50,191	1.20%	Manuel Brothers, Inc.	43,259	1.58%
Grass Valley, Inc.	49,956	1.20%	Robinson Enterprises, Inc.	40,287	1.47%
Teichert A & Son	48,990	1.17%	Teichert A & Son	40,269	1.47%
Safeway, Inc.	45,646	1.09%	Raley's Supermarket, Inc.	37,608	1.37%
Total	$ 745,121	17.85%	**Total**	$ 638,574	23.28%
Total Unsecured Taxes Levied		$ 4,174,830	**Total Unsecured Taxes Levied**		$ 2,743,323
Public Utility Taxes			**Public Utility Taxes**		
Pacific Gas & Electric	$1,718,691	62.52%	Pacific Gas & Electric	$1,165,114	49.89%
Pacific Bell Telephone Co	327,022	11.90%	Pacific Bell	504,140	21.59%
Southwest Gas	225,006	8.18%	Sierra Pacific Power Co.	216,977	9.29%
Sierra Pacific Power	178,304	6.49%	Southwest Gas, Corp.	123,270	5.28%
Celico Partnership	58,574	2.13%	Union Pacific Railroad Company	60,020	2.57%
AT & T Mobility, LLC	47,929	1.74%	MCI Worldcom Network Services	50,759	2.17%
T-Mobile	23,049	0.84%	Verizon California, Inc.	38,814	1.66%
Sprint Telephony PCS, LP	15,276	0.56%	Cingular	26,412	1.13%
AT & T Communications	13,949	0.51%	SFPP, LP	25,210	1.08%
Level 3 Communications Serv Inc.	9,410	0.34%	Genuity Solutions, Inc.	21,637	0.93%
Total	$2,617,210	95.20%	**Total**	$2,232,353	95.60%
Total Public Utility Taxes Levied		$ 2,749,100	**Total Public Utility Taxes Levied**		$ 2,335,172

Source: Nevada County Treasurer-Tax Collector

COUNTY OF NEVADA
Property Tax Levies and Collections
Last Ten Fiscal Years

Fiscal Year	Taxes Levied for the Fiscal Year			Collections within the Fiscal Year of the Levy		Tax Levies Moved to the Delinquent Roll[2]	Percent Delinquent
	Secured Tax	Unsecured Tax	Total Tax[1]	Amount[1]	Percent of Levy		
2001/2002	94,784,809	2,743,323	97,528,132	95,341,702	97.76%	2,186,431	2.24%
2002/2003	103,919,577	2,729,577	106,649,154	104,402,124	97.89%	2,247,029	2.11%
2003/2004	111,853,346	2,736,467	114,589,813	112,631,407	98.29%	1,958,407	1.71%
2004/2005	125,662,768	2,981,802	128,644,570	126,440,754	98.29%	2,203,816	1.71%
2005/2006	148,443,185	3,403,715	151,846,900	148,913,026	98.07%	2,933,874	1.93%
2006/2007	167,956,273	3,514,488	171,470,761	166,516,529	97.11%	4,954,232	2.89%
2007/2008	182,095,672	3,764,991	185,860,663	179,050,648	96.34%	6,810,016	3.66%
2008/2009	191,210,832	4,351,995	195,562,827	186,806,518	95.52%	8,756,309	4.48%
2009/2010	194,439,225	4,150,289	198,589,514	190,738,711	96.05%	7,850,803	3.95%
2010/2011	184,260,769	4,174,830	188,435,599	182,498,292	96.85%	5,937,307	3.15%

[1]The levy and collection amounts include special assessments, penalties, cost, and any applicable interest. They do not include supplemental taxes. Also, the levy is based on the equalized roll and all escaped assessments and assessor's roll corrections processed within the fiscal year.

[2]This reflects the current levies unpaid at year end. Currently, the County's property tax system does not have the ability to track delinquent collections by the respective year of the levy.

Source: County of Nevada Auditor's and Tax Collector's Office District Summary Reports

COUNTY OF NEVADA
Ratios of Net Obligation Bonded Debt to Assessed Value and Net General Obligation Bonded Debt Per Capita
Last Ten Fiscal Years

	Governmental Activities					Business-Type Activities	
Fiscal Year	Capital Leases	Certficates of Participation	Special Assessment Bonds	Loans	Total[3]	Certficates of Participation	Special Assessment Debt and Bonds Payable
2001/2002	56,176	21,385,000	-	-	21,441,176	30,990,000	621,000
2002/2003	90,492	19,925,000	-	-	20,015,492	10,990,000	535,000
2003/2004	56,156	18,630,000	-	-	18,686,156	10,550,000	478,000
2004/2005	59,216	17,290,000	-	-	17,349,216	10,100,000	417,000
2005/2006	50,259	15,630,000	-	4,026,634	19,706,893	9,640,000	306,000
2006/2007	33,577	14,730,000	329,908	3,893,757	18,987,242	9,165,000	234,000
2007/2008	48,378	13,850,000	320,000	3,752,254	17,970,632	8,675,000	172,000
2008/2009	29,762	12,940,000	310,000	3,601,554	16,881,316	8,170,000	100,000
2009/2010	44,218	12,000,000	299,000	3,441,053	15,784,271	7,640,000	23,000
2010/2011	23,478	11,020,000	288,000	4,662,331	15,993,809	7,095,000	21,000

[1] See Demographic and Economic Indicators schedule for personal income and population data.
[2] See Assessed Value and Actual Value of Taxable Property schedule for property value data.
[3] Includes bonds, notes, certificates of participation, loans and capital leases. Does not include compensated absences, net pension obligations, landfill postclosure costs or claims and judgements.
[4] Amount available for repayment of debt - deposits with agents.

n/a - information is not available

Source: County of Nevada Audited Financial Statements

Loans	Total[3]	Total Primary Government	Less: Amounts Restricted to Repaying Principal[4]	Total	Percentage of Personal Income[1]	Percentage of Actual Value of Taxable Property[2]	Net Bonded Debt per Capita[1]
648,546	32,259,546	53,700,722	(23,171,930)	30,528,792	0.10%	0.39%	321.49
788,345	12,313,345	32,328,837	(3,181,651)	29,147,186	0.11%	0.33%	302.56
562,260	11,590,260	30,276,416	(3,107,181)	27,169,235	0.12%	0.29%	278.24
618,541	11,135,541	28,484,757	(3,107,956)	25,376,801	0.14%	0.24%	257.12
1,072,182	11,018,182	30,725,075	(3,108,472)	27,616,603	0.13%	0.24%	277.86
23,953,580	33,352,580	52,339,822	(3,117,296)	49,222,526	n/a	0.39%	497.07
34,727,112	43,574,112	61,544,744	(3,111,909)	58,432,835	n/a	0.41%	590.48
33,293,307	41,563,307	58,444,623	(3,160,548)	55,284,075	n/a	0.35%	560.00
32,256,025	39,919,025	55,703,296	(3,175,985)	52,527,311	n/a	0.32%	531.85
30,535,223	37,651,223	53,645,032	(3,225,435)	50,419,597	n/a	0.33%	508.72

COUNTY OF NEVADA
Legal Debt Margin Information
Last Ten Fiscal Years

	Fiscal Year			
	2001/2002	2002/2003	2003/2004	2004/2005
Total assessed value of all real and personal property[1]	$ 7,862,537,712	$ 8,877,281,841	$ 9,516,732,169	$ 10,380,648,704
Debt limit percentage [2]	1.25%	1.25%	1.25%	1.25%
Total debt limit	98,281,721	110,966,023	118,959,152	129,758,109
Amount applicable to debt limit				
General Bonded Debt [3]	53,700,722	32,328,837	30,276,416	28,484,757
Less: Resources Restricted to Repaying Principal	(23,171,930)	(3,181,651)	(3,107,181)	(3,107,956)
Total Net Debt Applicable to Limit	30,528,792	29,147,186	27,169,235	25,376,801
Legal debt margin [4]	$ 67,752,929	$ 81,818,837	$ 91,789,917	$ 104,381,308
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	31.06%	26.27%	22.84%	19.56%

[1] Assessed value is equal to full cash value.

[2] The legal debt limit is 1.25% of assessed valuation.

[3] General bonded debt includes bonds, notes, certificates of participation, loans and capital leases. Does not include compensated absences, net pension obligations, landfill postclosure costs or claims and judgments.

[4] Legal debt margin is computed by subtracting the County legal general obligation bonded debt from the legal debt limit.

Source: County of Nevada Audited Financial Statements

2005/2006	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
$ 11,274,049,259	$ 12,701,008,771	$ 14,349,450,859	15,717,993,467	16,654,471,228	15,435,148,119
1.25%	1.25%	1.25%	1.25%	1.25%	1.25%
140,925,616	158,762,610	179,368,136	196,474,918	208,180,890	192,939,351
30,725,075	52,339,822	61,544,744	58,444,623	55,703,296	53,645,032
(3,108,472)	(3,117,296)	(3,111,909)	(3,160,548)	(3,175,985)	(3,225,435)
27,616,603	49,222,526	58,432,835	55,284,075	52,527,311	50,419,597
$ 113,309,013	$ 109,540,084	$ 120,935,301	$ 141,190,843	$ 155,653,579	$ 142,519,754
19.60%	31.00%	32.58%	28.14%	25.23%	26.13%

COUNTY OF NEVADA
Demographic and Economic Indicators
Last Ten Fiscal Years

Fiscal Year	Population	Per Capita Personal Income	Personal Income	Civilian Labor Force	Unemployment Rate	Percentage of Population Over 65
2001/2002	94,960	31,294	2,975,115,000	48,450	4.5%	n/a
2002/2003	96,334	32,136	3,092,595,000	48,430	4.7%	n/a
2003/2004	97,647	33,957	3,309,043,000	48,830	5.2%	n/a
2004/2005	98,698	35,134	n/a	49,730	5.4%	n/a
2005/2006	99,392	37,020	n/a	50,560	4.3%	n/a
2006/2007	99,026	n/a	n/a	51,200	4.7%	n/a
2007/2008	98,959	n/a	n/a	51,570	6.7%	n/a
2008/2009	98,721	n/a	n/a	50,630	11.5%	n/a
2009/2010	98,764	n/a	n/a	51,410	11.5%	n/a
2010/2011	99,111	n/a	n/a	50,170	11.4%	n/a

n/a - information is not available

Note: Population information for fiscal year 2009/10 adjusted per available data from State of California Department of Finance, Census 2010.

Sources: Nevada County Economic & Fiscal Indicator Review Report
State of California Employment Development Department - Labor Market Information Division - www.labormarketinfo.edd.ca.gov
County of Nevada Annual Budget Book

COUNTY OF NEVADA
Labor Force and Employment
Current Year and Nine Years Ago

Fiscal Year 2010/2011			Fiscal Year 2001/2002		
Industry Title	**Percentage**	**Number of Employees**	**Industry Title**	**Percentage**	**Number of Employees**
Government	21.52%	6,030	Government	19.51%	5,880
Education and Health Services	14.27%	4,000	Education and Health Services	11.82%	3,560
Retail Trade	13.27%	3,720	Retail Trade	14.28%	4,300
Leisure and Hospitality	15.27%	4,280	Leisure and Hospitality	13.35%	4,020
Natural Resources, Mining & Construction	7.63%	2,140	Natural Resources, Mining & Construction	11.72%	3,530
Professional and Business Services	8.78%	2,460	Professional and Business Services	8.53%	2,570
Manufacturing	6.03%	1,690	Manufacturing	6.21%	1,870
Financial Activities	5.03%	1,410	Financial Activities	5.81%	1,750
Other Services	3.85%	1,080	Other Services	3.75%	1,130
Transportation, Warehousing & Utilities	1.43%	400	Transportation, Warehousing & Utilities	1.79%	540
Wholesale Trade	1.39%	390	Wholesale Trade	1.53%	460
Information	1.21%	340	Information	1.33%	400
Farming	0.32%	90	Farming	0.37%	110
Total, All Industries	100.00%	28,030	Total, All Industries	100.00%	30,120

Source: http://www.labormarketinfo.edd.ca.gov

COUNTY OF NEVADA
Full-Time Equivalent County Government Employees by Function
Last Ten Fiscal Years

Function/Program	As of June 30, 2002	2003	2004	2005
Public Protection	442.25	427.80	420.80	418.75
Health and Sanitation	125.50	130.50	123.95	105.10
Public Assistance	144.50	146.00	132.50	125.00
Education	37.75	39.85	34.20	29.45
Public Ways and Facilities	126.35	127.60	128.60	129.10
General Government	177.50	179.30	166.30	161.80
Total Full-Time Equivalent Employees	1,053.85	1,051.05	1,006.35	969.20

Source: Fiscal year beginning authorized personnel staffing resolution (unamended)

2006	2007	2008	2009	2010	2011
421.00	416.50	430.25	414.15	396.15	368.80
108.65	102.65	101.15	105.35	95.95	85.05
125.50	127.50	129.00	129.50	126.70	125.70
29.85	30.10	29.60	29.60	26.35	20.63
116.60	121.10	123.10	122.10	121.40	100.00
171.10	172.80	173.30	175.30	146.25	136.08
972.70	970.65	986.40	976.00	912.80	836.26

COUNTY OF NEVADA
Operating Indicators by Function
Last Ten Fiscal Years

Function/Program	Fiscal Year 2001/2002	2002/2003	2003/2004	2004/2005
Public Protection				
Jail Bookings	n/a	n/a	5,430	5,519
Average Daily Population	140	159	177	184
Health and Sanitation				
Economic services/support				
Program - Unduplicated Cases Mental Health				
(Adults in Nevada County)	666	595	475	383
Public Ways and Facilities				
Centerline Mile of Road Maintained				
County	565	565	561	561
State	129	129	129	129
Airport				
Based Aircraft	n/a	n/a	n/a	n/a
Takeoffs and Landings	n/a	n/a	n/a	n/a

n/a - information is not available

Sources: Nevada County Sheriff
Human Services Agency
Department of Transportation and Sanitation
Nevada County Airport

2005/2006	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
5,620	5,775	5,391	5,048	4,802	4,673
179	167	167	199	194	186
253	249	465	713	556	670
562	562	562	562	562	563
129	133	133	133	133	133
150	150	150	150	150	135
20,000	20,000	20,000	20,000	20,000	15,000

COUNTY OF NEVADA
Capital Asset Statistics by Function
Last Ten Fiscal Years

Function/Program	Fiscal Year 2001/2002	2002/2003	2003/2004	2004/2005
Public Protection				
Correction facility capacities	223	223	223	250
Public Ways and Facilities				
Traffic Signals	6	6	2	2
Bridges	71	71	71	71
Active vehicles in vehicle replacement plan	n/a	n/a	149	149
Airports				
Number of runways	1	1	1	1

n/a - information is not available

Sources: Nevada County Sheriff
Department of Transportation and Sanitation
Nevada County Airport

2005/2006	2006/2007	2007/2008	2008/2009	2009/2010	2010/2011
250	250	250	280	274	274
2	2	2	2	2	2
71	71	71	71	71	71
149	143	143	148	140	135
1	1	1	1	1	1

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