COUNTY OF NEVADA
ANNUAL FINANCIAL REPORT
AS OF JUNE 30, 2001
WITH
INDEPENDENT AUDITOR'S REPORT

SMITH AND NEWELL
CERTIFIED PUBLIC ACCOUNTANTS
1425 BUTTE HOUSE ROAD, SUITE B
YUBA CITY, CALIFORNIA 95993

COUNTY OF NEVADA
ANNUAL FINANCIAL REPORT
JUNE 30, 2001

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FINANCIAL SECTION

SMITH & NEWELL

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying general purpose financial statements of the County of Nevada, California as of and for the year ended June 30, 2001, as listed in the table of contents. These general purpose financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these general purpose 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 general purpose financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the general purpose financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall general purpose financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of the County of Nevada, California as of June 30, 2001, and the results of its operations and the cash flows of its proprietary fund types 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 October 26, 2001 on our consideration of the County of Nevada, California's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Governmental Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

Our audit was performed for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying supplementary information, including the Schedule of Expenditures of Federal Awards is presented for additional analysis as required by U.S. Office of Management and Budget Circular A133, Audits of States, Local Governments and Non-Profit Organizations, and is not a required part of the general purpose financial statements. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

Smith & Newell

Smith & Newell, CPAs
Yuba City, California
October 26, 2001

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

COUNTY OF NEVADA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
JUNE 30, 2001

	Governmental Fund Types				Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Totals (Memorandum Only)
	General	Special Revenue	Debt Service	Capital Projects	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long-Term Debt	
ASSETS AND OTHER DEBITS										
Cash and investments (Note 4)	$ 4,389,025	$ 9,924,409	$ 98,400	$ 1,056,831	$ 7,186,161	$ 2,519,796	$ 66,231,204	$ -	$ -	$ 91,405,826
Imprest cash	22,685	100	-	-	1,000	-	-	-	-	23,785
Accounts receivable	7,085,441	1,699,569	-	884,840	600,214	416,747	-	-	-	10,686,811
Taxes receivable	2,023,570	377,745	-	-	-	-	6,395,275	-	-	8,796,590
Due from other funds (Note 11)	42,877	91,943	-	-	-	-	-	-	-	134,820
Loans receivable	-	1,412,454	-	-	-	-	-	-	-	1,412,454
Prepaid expenses	-	77,514	-	-	-	-	-	-	-	77,514
Inventory	-	196,701	-	-	40,417	-	-	-	-	237,118
Advance to other funds (Note 11)	250,000	-	-	-	-	625,000	535,835	-	-	1,410,835
Deposits	-	-	-	-	-	41,310	-	-	-	41,310
Restricted assets:										
Cash and investments (Note 5)	-	-	2,312,329	-	10,019,776	-	426,970	-	-	12,759,075
Interest receivable	2,617	-	-	-	6,345	-	-	-	-	8,962
Fixed assets, net (Note 6)	-	-	-	-	8,819,720	1,488,468	-	54,982,976	-	65,291,164
Bond issue cost - net of accumulated amortization	-	-	-	-	590,347	-	-	-	-	590,347
Other debits:										
Amount available for retirement of long-term debt	-	-	-	-	-	-	-	-	2,410,729	2,410,729
Amount to be provided for retirement of long-term debt	-	-	-	-	-	-	-	-	24,111,669	24,111,669
Total Assets	$ 13,816,215	$ 13,780,435	$ 2,410,729	$ 1,941,671	$ 27,263,980	$ 5,091,321	$ 73,589,284	$ 54,982,976	$ 26,522,398	$219,399,009
LIABILITIES, FUND EQUITY AND OTHER CREDITS										
LIABILITIES										
Accounts payable	$ 1,585,612	$ 1,655,208	$ -	$ 1,932	$ 560,387	$ 177,700	$ -	$ -	$ -	$ 3,980,839
Accrued payroll and benefits	715,422	203,263	-	-	28,465	2,565	-	-	-	949,715
Due to other funds (Note 11)	-	134,820	-	-	-	-	-	-	-	134,820
Deferred revenue	-	381,204	-	-	20,526	-	-	-	-	401,730
Customer deposits	-	-	-	-	29,149	-	-	-	-	29,149
Advance from other funds (Note 11)	-	119,211	-	625,000	253,000	-	413,624	-	-	1,410,835
Tax losses reserve equity	-	-	-	-	-	-	867,974	-	-	867,974
Accrued claims payable (Note 12)	-	-	-	-	-	1,334,897	-	-	-	1,334,897
Liability for compensated absences (Notes 7 & 8)	-	-	-	-	96,837	6,221	-	-	4,057,558	4,160,616
Certificates of participation (Notes 7 & 8)	-	-	-	-	20,045,000	-	-	-	21,395,000	41,440,000
Special assessment debt with government obligation (Note 7)	-	-	-	-	-	-	-	-	934,000	934,000
Loans payable (Notes 7 & 8)	-	-	-	-	557,036	-	-	-	135,840	692,876
Closure/postclosure costs (Note 8)	-	-	-	-	12,114,644	-	-	-	-	12,114,644
Agency obligations	-	-	-	-	-	-	31,121,635	-	-	31,121,635
Total Liabilities	2,301,034	2,493,706	-	626,932	33,705,044	1,521,383	32,403,233	-	26,522,398	99,573,730
FUND EQUITY AND OTHER CREDITS										
Net assets held in trust for pool participants	-	-	-	-	-	-	41,186,051	-	-	41,186,051
Contributed capital (Note 1H)	-	-	-	-	6,301,247	1,290,800	-	-	-	7,592,047
Investment in general fixed assets	-	-	-	-	-	-	-	54,982,976	-	54,982,976
Retained earnings										
Unreserved	-	-	-	-	(12,742,311)	2,279,138	-	-	-	(10,463,173)
Fund balance										
Reserved (Note 1L)	1,779,113	2,249,647	2,410,729	721,590	-	-	-	-	-	7,161,079
Unreserved										
Designated (Note 1L)	3,619,742	-	-	-	-	-	-	-	-	3,619,742
Undesignated	6,116,326	9,037,082	-	593,149	-	-	-	-	-	15,746,557
Total Fund Equity	11,515,181	11,286,729	2,410,729	1,314,739	(6,441,064)	3,569,938	41,186,051	54,982,976	-	119,825,279
Total Liabilities and Fund Equity	$ 13,816,215	$ 13,780,435	$ 2,410,729	$ 1,941,671	$ 27,263,980	$ 5,091,321	$ 73,589,284	$ 54,982,976	$ 26,522,398	$219,399,009

The accompanying notes are an integral part of these financial statements.

COUNTY OF NEVADA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2001

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
REVENUES					
Taxes and assessments	$ 17,472,289	$ 1,461,147	$ -	$ -	$ 18,933,436
Licenses and permits	463,502	1,382,118	-	-	1,845,620
Intergovernmental	37,024,335	14,512,928	-	3,884,821	55,422,084
Use of money and property	1,446,256	540,751	140,537	72,821	2,200,365
Fines and forfeitures	2,377,435	3,355	-	443,768	2,824,558
Charges for services	8,168,672	7,576,619	-	25	15,745,316
Other revenues	1,430,432	193,403	607	8,133	1,632,575
Total Revenues	68,382,921	25,670,321	141,144	4,409,568	98,603,954
EXPENDITURES					
Current:					
General government	10,022,813	-	3,000	-	10,025,813
Public ways and facilities	-	9,333,162	-	-	9,333,162
Public protection	22,195,391	29,008	-	-	22,224,399
Health and sanitation	13,524,311	4,196,507	-	-	17,720,818
Public assistance	15,755,091	8,883,718	-	-	24,638,809
Education	46,405	1,893,755	-	-	1,940,160
Capital outlay	1,221,687	388,937	-	4,059,505	5,670,129
Debt service	-	4,368	2,251,605	-	2,255,973
Total Expenditures	62,765,698	24,729,455	2,254,605	4,059,505	93,809,263
Excess (Deficiency) of Revenues Over Expenditures	5,617,223	940,866	(2,113,461)	350,063	4,794,691
OTHER FINANCING SOURCES (USES)					
Debt proceeds	302,934	-	-	-	302,934
Operating transfers in	721,200	1,770,690	2,084,889	518,000	5,094,779
Operating transfers out	(4,052,364)	(740,377)	-	(355,137)	(5,147,878)
Total Other Financing Sources (Uses)	(3,028,230)	1,030,313	2,084,889	162,863	249,835
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	2,588,993	1,971,179	(28,572)	512,926	5,044,526
Fund Equity - Beginning of Year	8,908,880	9,340,000	2,439,301	798,313	21,486,494
Prior period adjustment	(33,159)	-	-	-	(33,159)
Fund Equity - Beginning of Year, Restated	8,875,721	9,340,000	2,439,301	798,313	21,453,335
Residual equity transfers	50,467	1,139	-	3,500	55,106
Change in reserves	-	(25,589)	-	-	(25,589)
Fund Equity - End of Year	$ 11,515,181	$ 11,286,729	$ 2,410,729	$ 1,314,739	$ 26,527,378

The accompanying notes are an integral part of these financial statements.

COUNTY OF NEVADA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2001

	General Fund			Special Revenue Funds			Debt Service Funds		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Taxes and assessments	$ 16,799,356	$ 17,472,289	$ 672,933	$ 1,068,800	$ 1,461,147	$ 392,347	$ -	$ -	$ -
Licenses and permits	486,452	463,502	(22,950)	1,450,363	1,382,118	(68,245)	-	-	-
Intergovernmental	37,853,465	37,024,335	(829,130)	18,422,452	14,512,928	(3,909,524)	-	-	-
Use of money and property	780,482	1,446,256	665,774	345,464	540,751	195,287	97,000	140,537	43,537
Fines and forfeitures	2,412,347	2,377,435	(34,912)	2,932	3,355	423	-	-	-
Charges for services	7,718,372	8,168,672	450,300	11,297,798	7,576,619	(3,721,179)	-	-	-
Other revenues	1,260,557	1,430,432	169,875	575,427	193,403	(382,024)	-	607	607
Total Revenues	67,311,031	68,382,921	1,071,890	33,163,236	25,670,321	(7,492,915)	97,000	141,144	44,144
EXPENDITURES									
Current:									
General government	12,535,650	10,022,813	2,512,837	-	-	-	7,368	3,000	4,368
Public ways and facilities	-	-	-	11,668,410	9,333,162	2,335,248	-	-	-
Public protection	21,882,620	22,195,391	(312,771)	30,096	29,008	1,088	-	-	-
Health and sanitation	16,229,536	13,524,311	2,705,225	9,342,117	4,196,507	5,145,610	-	-	-
Public assistance	17,540,258	15,755,091	1,785,167	10,028,314	8,883,718	1,144,596	-	-	-
Education	51,296	46,405	4,891	1,935,132	1,893,755	41,377	-	-	-
Capital outlay	1,727,795	1,221,687	506,108	4,072,764	388,937	3,683,827	-	-	-
Debt service	-	-	-	185,766	4,368	181,398	2,182,898	2,251,605	(68,707)
Contingency	-	-	-	-	-	-	15,569	-	15,569
Total Expenditures	69,967,155	62,765,698	7,201,457	37,262,599	24,729,455	12,533,144	2,205,835	2,254,605	(48,770)
Excess (Deficiency) of Revenues Over Expenditures	(2,656,124)	5,617,223	8,273,347	(4,099,363)	940,866	5,040,229	(2,108,835)	(2,113,461)	(4,626)
OTHER FINANCING SOURCES (USES)									
Debt proceeds	234,292	302,934	68,642	-	-	-	-	-	-
Operating transfers in	3,372,116	721,200	(2,650,916)	1,618,986	1,770,690	151,704	2,085,898	2,084,889	(1,009)
Operating transfers out	(3,312,072)	(4,052,364)	(740,292)	(2,891,128)	(740,377)	2,150,751	-	-	-
Total Other Financing Sources (Uses)	294,336	(3,028,230)	(3,322,566)	(1,272,142)	1,030,313	2,302,455	2,085,898	2,084,889	(1,009)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	$ (2,361,788)	2,588,993	$ 4,950,781	$ (5,371,505)	1,971,179	$ 7,342,684	$ (22,937)	(28,572)	$ (5,635)
Fund Equity - Beginning of Year		8,908,880			9,340,000			2,439,301	
Prior period adjustment		(33,159)			-			-	
Fund Equity - Beginning of Year, Restated		8,875,721			9,340,000			2,439,301	
Residual equity transfers		50,467			1,139			-	
Change in reserves		-			(25,589)			-	
Fund Equity - End of Year		$ 11,515,181			$ 11,286,729			$ 2,410,729	

The accompanying notes are an integral part of these financial statements.

COUNTY OF NEVADA

COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY - BUDGET AND ACTUAL
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2001

	Capital Projects Funds			Totals (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES						
Taxes and assessments	$ -	$ -	$ -	$ 17,868,156	$ 18,933,436	$ 1,065,280
Licenses and permits	-	-	-	1,936,815	1,845,620	(91,195)
Intergovernmental	4,311,309	3,884,821	(426,488)	60,587,226	55,422,084	(5,165,142)
Use of money and property	44,000	72,821	28,821	1,266,946	2,200,365	933,419
Fines and forfeitures	416,000	443,768	27,768	2,831,279	2,824,558	(6,721)
Charges for services	-	25	25	19,016,170	15,745,316	(3,270,854)
Other revenues	125,000	8,133	(116,867)	1,960,984	1,632,575	(328,409)
Total Revenues	4,896,309	4,409,568	(486,741)	105,467,576	98,603,954	(6,863,622)
EXPENDITURES						
Current:						
General government	720,015	-	720,015	13,263,033	10,025,813	3,237,220
Public ways and facilities	-	-	-	11,668,410	9,333,162	2,335,248
Public protection	-	-	-	21,912,716	22,224,399	(311,683)
Health and sanitation	-	-	-	25,571,653	17,720,818	7,850,835
Public assistance	-	-	-	27,568,572	24,638,809	2,929,763
Education	-	-	-	1,986,428	1,940,160	46,268
Capital outlay	5,638,507	4,059,505	1,579,002	11,439,066	5,670,129	5,768,937
Debt service	-	-	-	2,368,664	2,255,973	112,691
Contingency	1,197,249	-	1,197,249	1,212,818	-	1,212,818
Total Expenditures	7,555,771	4,059,505	3,496,266	116,991,360	93,809,263	23,182,097
Excess (Deficiency) of Revenues Over Expenditures	(2,659,462)	350,063	3,009,525	(11,523,784)	4,794,691	16,318,475
OTHER FINANCING SOURCES (USES)						
Debt proceeds	-	-	-	234,292	302,934	68,642
Operating transfers in	518,000	518,000	-	7,595,000	5,094,779	(2,500,221)
Operating transfers out	(401,482)	(355,137)	46,345	(6,604,682)	(5,147,878)	1,456,804
Total Other Financing Sources (Uses)	116,518	162,863	46,345	1,224,610	249,835	(974,775)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	$ (2,542,944)	512,926	$ 3,055,870	$(10,299,174)	5,044,526	$ 15,343,700
Fund Equity - Beginning of Year		798,313			21,486,494	
Prior period adjustment		-			(33,159)	
Fund Equity - Beginning of Year, Restated		798,313			21,453,335	
Residual equity transfers		3,500			55,106	
Change in reserves		-			(25,589)	
Fund Equity - End of Year		$ 1,314,739			$ 26,527,378	

The accompanying notes are an integral part of these financial statements.

COUNTY OF NEVADA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY/NET ASSETS
ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

	Proprietary Fund Types		Fiduciary Fund Types	
	Enterprise Funds	Internal Service Funds	Investment Trust Fund	Totals (Memorandum Only)
OPERATING REVENUES				
Charges for services	$ 6,242,675	$ 1,971,336	$ -	$ 8,214,011
Fares	347,235	-	-	347,235
Rents and charges	90,198	954,542	-	1,044,740
Fuel sales	549,514	-	-	549,514
Other revenues	-	1,597,429	-	1,597,429
Total Operating Revenues	7,229,622	4,523,307	-	11,752,929
OPERATING EXPENSES				
Salaries and benefits	1,491,450	143,853	-	1,635,303
Fuel	537,695	260,961	-	798,656
Maintenance and repairs	334,159	157,720	-	491,879
Parts and supplies	10,236	32,467	-	42,703
Outside services	5,123,502	474,878	-	5,598,380
Administration and office	264,228	65,105	-	329,333
Utilities	32,041	-	-	32,041
Insurance	33,981	1,383,888	-	1,417,869
Benefits paid	-	1,666,493	-	1,666,493
Depreciation	323,371	474,927	-	798,298
Rentals and lease payments	39,660	2,365	-	42,025
Miscellaneous expenses	11,482	-	-	11,482
Total Operating Expenses	8,201,805	4,662,657	-	12,864,462
Operating Income (Loss)	(972,183)	(139,350)	-	(1,111,533)
NON-OPERATING REVENUES (EXPENSES)				
Taxes	2,324,765	-	-	2,324,765
Franchises	223,222	-	-	223,222
Intergovernmental revenues	357,178	-	-	357,178
Interest income	1,079,731	169,817	-	1,249,548
Other revenues	412,727	-	-	412,727
Gain (Loss) on sale of fixed assets	-	11,255	-	11,255
Interest expense	(1,554,517)	-	-	(1,554,517)
Bond amortization	(29,891)	-	-	(29,891)
Net contributions	-	-	4,900,233	4,900,233
Net withdrawals	-	-	(9,134)	(9,134)
Total Non-Operating Revenue (Expenses)	2,813,215	181,072	4,891,099	7,885,386
Net Income (Loss) before Operating Transfers	1,841,032	41,722	4,891,099	6,773,853
OTHER FINANCING SOURCES (USES)				
Operating transfers in	45,485	-	-	45,485
Operating transfers out	-	-	-	-
Total Other Financing Sources (Uses)	45,485	-	-	45,485
Net Income (Loss)	1,886,517	41,722	4,891,099	6,819,338
Fund Equity/Net Assets - Beginning of Year	(8,379,524)	3,250,331	36,294,952	31,165,759
Contributed capital	51,943	277,885	-	329,828
Fund Equity/Net Assets - End of Year	$ (6,441,064)	$ 3,569,938	$ 41,186,051	$ 38,314,925

The accompanying notes are an integral part of these financial statements.

COUNTY OF NEVADA
COMBINED STATEMENT OF CASH FLOWS
ALL PROPRIETARY FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2001

	Enterprise Funds	Internal Service Funds	Totals (Memorandum Only)
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	$ 7,134,922	$ 4,429,252	$ 11,564,174
Cash paid to suppliers	(6,650,879)	(4,774,059)	(11,424,938)
Cash paid to employees	(1,532,438)	(143,765)	(1,676,203)
Net Cash Provided (Used) by Operating Activities	(1,048,395)	(488,572)	(1,536,967)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Non-operating revenues	3,317,895	-	3,317,895
Transfers in (out)	45,485	-	45,485
Increase (Decrease) in due to (from) other funds	(19,819)	(100,000)	(119,819)
Increase (Decrease) in advance from (to) other funds	250,000	-	250,000
Increase (Decrease) in customer deposits	3,703	-	3,703
Net Cash Provided (Used) by Noncapital Financing Activities	3,597,264	(100,000)	3,497,264
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Acquisition of capital assets	(67,824)	(305,867)	(373,691)
Principal paid on debt	(475,262)	-	(475,262)
Interest paid on debt	(1,554,517)	-	(1,554,517)
Net Cash Provided (Used) by Capital and Related Financing Activities	(2,097,603)	(305,867)	(2,403,470)
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	1,073,963	169,817	1,243,780
Net Cash Provided (Used) by Investing Activities	1,073,963	169,817	1,243,780
Net Increase (Decrease) in Cash and Cash Equivalents	1,525,229	(724,622)	800,607
Cash and Cash Equivalents at Beginning of Year	15,681,708	3,244,418	18,926,126
Cash and Cash Equivalents at End of Year	$ 17,206,937	$ 2,519,796	$ 19,726,733
OPERATING INCOME (LOSS)	$ (972,183)	$ (139,350)	$ (1,111,533)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Depreciation	323,371	474,927	798,298
(Increase) Decrease in accounts receivable	(113,222)	(94,055)	(207,277)
(Increase) Decrease in inventory	(7,133)	-	(7,133)
Increase (Decrease) in accounts payable	(101,633)	(138,128)	(239,761)
Increase (Decrease) in accrued payroll and benefits	(32,367)	(2,421)	(34,788)
Increase (Decrease) in compensated absences	(8,621)	2,509	(6,112)
Increase (Decrease) in deferred revenues	18,522	-	18,522
Increase (Decrease) in claims payable	-	(592,054)	(592,054)
Increase (Decrease) in closure/post closure	(155,129)	-	(155,129)
Total Adjustments	(76,212)	(349,222)	(425,434)
Net Cash Provided (Used) by Operating Activities	$ (1,048,395)	$ (488,572)	$ (1,536,967)

The accompanying notes are an integral part of these financial statements.

NOTES TO FINANCIAL STATEMENTS

The notes provided in the Financial Section of this report are considered an integral and essential part of adequate disclosure and fair presentation of this report. The notes include a Summary of Significant Accounting Policies and other necessary disclosure of pertinent matters relating to financial position. The notes provide significant insight into the financial statements and are conjunctive to understanding the rational for presentation of the financial statements and information contained in this document.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. The Reporting Entity

The County operates under an Administrator-Board of Supervisors form of government and provides the following services: public safety, highways and streets, sanitation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services.

The accounting methods and procedures adopted by the County conform to generally accepted accounting principles as applied to governmental entities. These financial statements present the government 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, although legally separate entities, are, in substance, part of the government's operations. Blended component units are an extension of the County and so data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, are reported in a separate column in the combined financial statements to emphasize they are legally separate from the County.

Blended Component Units. Blended component units include:

Special Revenue Funds:
- Special assessment funds (2)
- Special districts governed by the Board of Supervisors (29)
- Sanitation districts (13)
- Nevada County Housing Authority

Debt Service Funds:
- Nevada County Finance Authority

Enterprise Funds:
- Eastern Nevada County Solid Waste
- Western Nevada County Solid Waste
- Transportation fund
- Airpark

The component unit's governing body is substantially the same as the primary government, hence, these units are presented by blending them with the primary government. Separate financial statements of the Nevada County Housing Authority and the Nevada County Finance Authority can be obtained by contacting the County of Nevada, Administrative Department.

Discretely Presented Component Units. There are no component units of the County which meet the criteria for discrete presentation.

B. Description of Funds and Account Groups

The accounts of the County are organized on the basis of funds or account groups, each of which is considered to be a separate set of self-balancing accounts which are comprised of each fund's assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and for individual funds based upon the purpose for which they are to be spent and the means by which spending activities are controlled. The County's financial activities are accounted for in the following fund types and account groups:

GOVERNMENT FUND TYPES

Governmental Funds are those through which most governmental functions of the County are controlled. The acquisition, use, and balances of the County's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through Governmental Funds. The measurement focus is based upon determination of changes in financial position, rather than upon net income determination. The following are the County's Governmental Fund types:

General Fund - The General Fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund.

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

Debt Service Funds - Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds and Account Groups (Continued)

GOVERNMENT FUND TYPES (CONTINUED)

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition of major capital facilities (other than those financed by proprietary funds).

PROPRIETARY FUND TYPES

Proprietary Funds are used to account for the County's ongoing organizations and activities which are similar to those often found in the private sector. The measurement focus is based upon determination of net income and capital maintenance. The following are the County's Proprietary Fund types:

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 (expenses including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

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

FIDUCIARY FUND TYPES

Trust and Agency Funds - Trust and Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for other governments, and/or other funds. Agency Funds are custodial in nature (assets equal liabilities), and do not involve measurement of results of operations.

ACCOUNT GROUPS

Account groups are used to establish accounting control and accountability for the County's General Fixed Assets and General Long-Term Debt. The following are the County's account groups:

General Fixed Assets Account Group - The General Fixed Assets Account Group is used to account for all fixed assets except those related to specific proprietary funds.

General Long-Term Debt Account Group - The General Long-Term Debt Account Group is used to account for the long-term portion of compensated absences liability, bonds and notes payable and capital lease obligations.

C. Basis of Accounting

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

All Governmental Funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decrease (i.e., expenditures and other financing uses) in net current assets. The modified accrual basis of accounting is used by all Governmental Funds. Revenues are recognized in the accounting period in which they become available and measurable. The primary revenue sources susceptible to accrual are property taxes, sales tax, intergovernmental revenues, rent, investment income and charges for services. The primary revenue sources not susceptible to accrual are licenses and permits, fines and forfeitures, and certain miscellaneous revenues. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. One exception to this rule is that principal and interest on general long-term debt is recognized when due.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

All Proprietary Funds are accounted for on a flow of economic resources measurement focus. With this focus, all assets and all liabilities associated with the operation of these funds are included on the balance sheet. Fund equity (i.e., net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund operating statements present increase (e.g. revenues) and decreases (e.g., expenses) in net total assets. The accrual basis of accounting is used for all Proprietary Funds. Their revenues are recognized when they are earned and expenses are recognized when the related fund liability is incurred.

Pursuant to Governmental Accounting Standards Board (GASB) Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting, all Financial Accounting Standards Board (FASB) statements and authoritative pronouncements issued before November 30, 1989 are applied to proprietary operations unless they conflict with GASB pronouncements. The County has elected not to apply FASB statements subsequent to November 30, 1989.

Fiduciary funds account for assets held by the County as a trustee or as an agent for other governmental units, which include the school districts, and/or other funds, private organizations and independent local districts. Fiduciary funds include expendable trust funds and agency funds. Operations of expendable trust funds are accounted for in essentially the same manner as governmental funds. Agency funds are custodial in nature and do not involve measurement of results of operations. The Investment Trust fund is accounted for in essentially the same manner as the Proprietary funds.

D. Budgetary Data

General Budget Policies

By State law, the County Board of Supervisors must approve a tentative budget no later than June 30 of each year, and adopt a final budget no later than August 30. A public hearing must be conducted to receive comments prior to adoption.

From the effective date of the budget, which is adopted and controlled at the departmental level, the amounts stated therein as proposed expenditures become appropriations to the various County departments. However, the legal level of control is the fund level. The Board of Supervisors may amend the budget by resolution during the fiscal year. Department heads may, upon approval, make transfers from one object or purpose to another within the same budget unit. All other budget amendments must be approved by the Board of Supervisors. It is this final revised budget that is presented in the general purpose financial statements.

A balanced operating budget is adopted each fiscal year for the General, Special Revenue, Debt Service, and Capital Projects Funds. The budget is adopted on a basis substantially consistent with generally accepted accounting principles except that special revenue funds and debt service funds as noted in Note 3, either did not have budgets adopted or expenditures exceeded the adopted budget.

Individual fund budgetary comparisons are not presented at the detail budget unit level due to their excessive length. A separate publication presenting this information is available.

Encumbrances

Encumbrance accounting is employed as an extension of the budgetary process. This method records purchase orders, contracts and other commitments for the expenditure of funds in order to reserve that portion of the applicable appropriation. Encumbrances carry over at year-end as reserved fund balances.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Cash and Investments

The County pools cash and investments with the County Treasurer. Each funds' portion of this pool is displayed on the combined balance sheet as cash and investments.

The County follows the provisions of Governmental Accounting Standards Board (GASB) Statement No. 31, Accounting and Financial Reporting for Certain Investment Pools, which require governmental entities to report certain investments at fair value in the balance sheet and recognize the corresponding change in the fair value of investments in the year in which the change occurred.

For purposes of the statement of cash flows, the proprietary funds consider all highly liquid investments (including restricted assets) with a maturity of three months or less and pooled cash to be cash equivalents.

F. Inventory

Inventory is valued at cost and consists of expendable supplies held for consumption. The cost is recorded as an expenditure at the time individual inventory items are purchased. Reported inventories are equally offset by a fund balance reserve which indicates that they do not constitute "available spendable resources" even though they are a component of net current assets.

G. Fixed Assets

General fixed assets have been acquired for general governmental purposes. Assets purchased are recorded as expenditures in the governmental funds and capitalized at cost in the General Fixed Assets Account Group. All purchased fixed assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Contributed fixed assets are recorded as general fixed assets at estimated fair market value at the time received.

Fixed assets consisting of certain improvements ("infrastructure") other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems, have not been capitalized. Such assets normally are immovable and of value only to the County. Therefore, the purpose of stewardship for capital expenditures is satisfied without recording these assets.

No depreciation has been provided on general fixed assets. Interest has been capitalized on self-constructed assets. Property, plant and equipment owned by proprietary funds of the County are stated at cost or estimated fair market value. Depreciation has been provided over the estimated useful lives using the straight-line depreciation method.

The estimated useful lives of proprietary fund fixed assets are as follows:

Structures: 5 to 30 years	Equipment: 3 to 10 years	Vehicles: 2 to 10 years

Interest is capitalized on proprietary fund assets acquired with tax-exempt debt. The amount of interest to be capitalized is calculated by offsetting interest expense incurred from the date of the borrowing until completion of the project, with interest earned on invested proceeds over the same period.

The County had adopted the accounting policy of not capitalizing "infrastructure" general fixed assets (road, bridges, curbs and gutter, streets and sidewalks, drainage system, lighting systems and similar assets) that are immovable and of value only to the County.

Grants, entitlements, or shared revenues received by proprietary funds which are restricted for the acquisition or construction of capital assets are recorded as contributed capital.

H. Contributed Capital

The County records grants, entitlements, or shared revenue received by proprietary funds which are reserved for the acquisition or construction of capital assets as contributed capital.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I. Self-Insurance

The County provides public liability and unemployment under self-insured plans. The liability for actual claims and incurred but not reported claims has been provided for in such plans. Management believes the estimates are adequate.

J. Accumulated Compensated Absences

It is the County's policy to permit employees to accumulate a limited amount of earned but unused vacation, sick leave and personal leave, which will be paid to employees upon separation from County service. The various County bargaining units each have different arrangements regarding the maximum hours that may be accumulated and the percentage of the value of sick leave which will be paid upon retirement or termination. Details on these arrangements may be obtained from the County of Nevada Auditor Controller.

K. Interfund Transactions

Following is a description of the four basic types of interfund transactions made during the year and the related accounting policies:

1. Quasi-external (charges for current services) - transactions for services rendered or facilities provided. These transactions are recorded as revenues in the receiving fund and expenditures in the disbursing fund.

2. Reimbursements (expenditure transfers) - transactions to reimburse a fund for specific expenditures incurred for the benefit of another fund. These transactions are recorded as expenditures in the disbursing fund and a reduction of expenditures in the receiving fund.

3. Residual equity transfers - transactions recording equity contributions and distributions between funds. The receiving fund records such transactions as an addition to fund balance, if it is a Governmental Fund, or a capital contribution, if it is a Proprietary Fund. The disbursing fund records the transfer as a reduction of fund balance, retained earnings, or contributed capital.

4. Operating Transfers - all other interfund transactions which allocate resources from one fund to another fund. These transactions are recorded as operating transfers in and out.

L. Reserves and Designations of Fund Equity

The County records reserves to indicate that a portion of the fund equity is legally segregated for a specific future use. The remaining portion is unreserved fund balance.

Portions of unreserved fund balance may be designated to indicate tentative plans for financial resource utilization in a future period, such as for general contingencies or debt service. Such plans or intent are subject to change and may never be legally authorized or result in expenditures.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Reserves and Designations of Fund Equity (Continued)

Following is a description of all reserves and designations used by the County at June 30, 2001:

General Fund:	
Reserved:	
Imprest cash	$ 22,685
Encumbrances	1,756,428
Total Reserved	$ 1,779,113
Designated:	
Realignment	$ 300,000
COP lease payment	43,133
General	1,876,609
Special project	200,000
Vacation	500,00
Classification study	700,000
Total Designated	$ 3,619,742
Special Revenue:	
Reserved:	
Imprest cash	$ 100
Inventory	196,701
Encumbrances	655,206
Long-term receivables	1,397,640
Total Reserved	$ 2,249,647
Debt Service:	
Reserved:	
Debt service	$ 2,410,729
Total Reserved	$ 2,410,729
Capital Projects:	
Reserved:	
Encumbrances	$ 721,590
Total Reserved	$ 721,590

M. Property Tax Revenue

Property taxes, including tax rates, are regulated by the State and are locally administered by the County. The County is responsible for assessing, collecting and distributing property taxes in accordance with state law. Liens on real property are established January 1 for the ensuing fiscal year. The property tax is levied as of July 1 on all taxable property located in the County. Secured property taxes are due in two equal installments on November 1 and February 1 and are delinquent after December 10 and April 10, respectively. Additionally, supplemental property taxes are levied on a pro rata basis when changes in assessed valuation occur due to sales transactions or the completion of construction.

Property taxes are accrued as receivables in the period when they are levied. Property tax revenues are recognized when they become available. "Available" means due, or past due, and receivable within the current period and collected or expected to be collected soon enough thereafter to be used to pay liabilities for the current period.

All general property taxes are allocated by the County Auditor-Controller's office, using the Alternative Method of Tax Apportionment ("Teeter"). The method of allocation used by the County is subject to review by the State of California.

The Apportioned Tax Resources fund property taxes receivable of $6,395,275 is delinquent taxes which are considered collectible by the Tax Collector. After funding of the tax loss reserve account, the County General fund will receive any excess amounts collected. The General fund will not recognize these taxes until they become available to fund current operations.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Receivables

Accounts receivable are not shown net of an allowance for doubtful accounts since all material amounts are considered fully collectible by management.

Twelve monthly billing cycles are included in the Enterprise funds. Unbilled charges at June 30, 2001, are not included and the fluctuation from year to year is not regarded as material.

O. Grant Revenues

Certain grant revenues are recognized when specific related expenditures have been incurred. In other grant programs, monies are virtually unrestricted as to purpose of expenditure and are only revocable for failure to comply with prescribed compliance requirements. These revenues are recognized at the time of receipt, or earlier if susceptible to accrual criteria is met. Cash received prior to incurrence of the related expenditure is recorded as deferred revenue.

P. Use of Estimates

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

Q. Total Columns on Combined Statements - Overview

Total Columns on the Combined Statements - Overview are captioned "Memorandum Only" to indicate they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. The elimination of interfund transactions have not been made in the aggregation of this data.

NOTE 2: DEFICIT FUND BALANCE/RETAINED EARNINGS

Due to expenditures in excess of revenues the following individual funds had deficit fund balances/retained earnings as of June 30, 2001 as follows:

Special Revenue Funds	
Community Development Agency	$ 188,671
County Service Area 24	250
SD Z8 Cascade Shores O&M	52,411
Enterprise Funds	
Western Nevada County Solid Waste Disposal	14,021,916

The deficit fund balance in the Western County Solid Waste Disposal fund resulted from the recognition of closure and post closure costs related to the landfill site. Note 8 contains further discussion of the closure and post closure costs.

NOTE 3: EXCESS OF EXPENDITURES OVER APPROPRIATIONS

For the fiscal year ended June 30, 2001 the County incurred expenditures over appropriations in individual funds as follows:

Fund	Appropriations	Expenditures/ Transfers Out	Excess of Expenditures Over Appropriations
Special Districts Governed by the Board of Supervisors			
Hobert Mills Road Self Help Improvement	$ 16,467	$ 16,704	$ 237
Subtotal - Special Districts Governed by the Board	16,467	16,704	237
Housing and Community Services:			
CDBG Grant 97-STBG-1173	-	18,326	18,326
CDBG Truckee Rehab '92	2,042	19,020	16,978
CHRP-O Rehab Program	-	23	23
CSBG Grant 98-1627	-	474	474
CSBG 99F-1926	-	170	170
DOE 99C-1223	-	139	139
ECIP/VOX Energy Crisis Program	-	74	74
LIHEAP 00B-1223	65,686	97,868	32,182
LIHEAP 98B-1024	-	78	78
LIHEAP 99-B-1123	-	217	217
Residential Rehab 94 STBG	1,823	13,494	11,671
Subtotal - Housing and Community Services	79,015	149,878	70,863
Total Special Revenue	95,482	166,582	71,100
Debt Service:			
1991 County Facilities Project	-	68,777	68,777
Total Debt Service	-	68,777	68,777
Totals	$ 95,482	$ 235,359	$ 139,877

NOTE 4: CASH AND INVESTMENTS

Cash and investments of the County are recorded in the various funds at June 30, 2001 as follows:

General Fund	$ 4,411,963
Special Revenue Funds	9,924,255
Debt Service Fund	2,410,729
Capital Projects Funds	1,056,831
Enterprise Funds	17,206,937
Internal Service Funds	2,519,796
Trust and Agency	66,658,174
Total Cash and Investments Reported on the Financial Statements at June 30, 2001	104,188,685
Plus outstanding warrants	14,944,562
Total Cash and Investments per County Treasurer at June 30, 2001	$ 119,133,247

Cash and investments were comprised of the following at June 30, 2001:

Cash on Hand	$ 1,630,856
Deposits	11,853,571
Investments	105,648,820
Total Cash and Investments per County Treasurer at June 30, 2001	$ 119,133,247

The County follows the practice of pooling cash and investments of all funds with the County Treasurer except for restricted funds required to be held by outside fiscal agents and imprest funds.

Interest income from pooled investments is allocated (1) to those funds which are required by law or administrative action to receive interest and (2) the Proprietary Funds. Interest is allocated on a quarterly basis based on the average daily cash balance in each fund. Cash balance is determined by the amortized cost basis of accounting. Interest income from cash and investments with fiscal agent is credited directly to the related fund.

NOTE 4: CASH AND INVESTMENTS (CONTINUED)

Deposits

The California Government Code requires California banks and savings and loan associations to secure local governmental agency's deposits by pledging government securities as collateral. The market value of pledged securities must equal at least 110 percent of an agency's deposits. California's law also allows financial institutions to secure an agency's deposits by pledging first trust deed mortgage notes having a value of 150 percent of an agency's total deposits. The agency may waive collateral requirements for deposits which are fully insured up to $100,000 by federal deposit insurance.

At year end, the carrying amount of the County's cash deposits (including amounts in checking and non-negotiable certificates of deposit) was $11,853,571and was entirely insured or collateralized.

Investments

In accordance with Government Code Section 53601, the County may invest in the following types of investments:

Bonds issued by the State of California and/or any local agency within the State of California
Securities of the U.S. Government, or its agencies
Certificates of Deposit (or Time Deposit) placed with commercial banks and/or savings and loan companies
Negotiable Certificates of Deposit
Bankers Acceptances
Commercial Acceptances
Local Agency Investment Fund (State Pool) Demand Deposits
Repurchase Agreements (Repos)
Passbook Savings Account Demand Deposits
Reverse Repurchase Agreements
Medium Term Corporate Notes
Mutual Funds holding the above allowable investments

Derivative Financial Products

Derivative financial products are contracts whose value depends on, or derives from, the value of an underlying asset, reference rate, or index. Rates are directly tied to various indexes. Therefore, the interest rate realized on these investments may lag or be inverse to market conditions and may cause a subsequent decline in market value. At June 30, 2001, the County had not invested in derivative financial products.

Reverse Repurchase Agreements

State statutes permit the County to enter into reverse repurchase agreements, that is, a sale of securities with a simultaneous agreement to repurchase them in the future at the same price plus a contract rate of interest. However, the County's investment policy does not allow for investment in repurchase agreements and at no time during the fiscal year did the County borrow funds through the use of reverse repurchase agreements.

Credit Risk, Carrying Amount and Fair Value of Investments

Investments that are represented by specific identifiable securities are classified as to credit risk by category. Category 1 includes investments that are insured or registered or for which collateral is held by the County or its agent in the County's name. Category 2 includes uninsured and unregistered investments for which the securities are held by the broker or dealer or its trust department, but not in the County's name. Category 3 includes uninsured and unregistered investments for which securities are held by the broker or dealer or by its trust department or agent but not in the County's name.

The County held no Category 2 or 3 investments at June 30, 2001.

NOTE 4: CASH AND INVESTMENTS (CONTINUED)

Credit Risk, Carrying Amount and Fair Value of Investments (Continued)

At June 30, 2001, the County's investment balances were as follows:

	Maturity Date	Coupon Rate	Category 1	Carrying Amount	Fair Value	Par Value
Bankers Acceptance	07/01-12/01	3.72-4.85%	$ 16,862,195	$ 16,862,195	$ 16,979,629	$ 17,105,793
Federal Agency Obligations	07/01-05/06	3.864-7.38%	46,199,827	46,199,827	46,541,747	46,450,000
Commercial Paper	07/01-09/01	3.64-4.69%	25,781,716	25,781,716	25,862,849	25,960,000
LIR Government Agency Fund	-	-	3,505,520	3,505,520	3,505,520	3,505,520
Total Categorized Investments			$ 92,349,258	92,349,258	92,889,745	93,021,313
Plus cash with fiscal agent (restricted cash)				12,759,075	12,759,075	12,759,075
Total Investments				$ 105,108,333	$ 105,648,820	$ 105,780,388

In accordance with GASB 31, the County's investments have been adjusted to fair value. Fair value is based on quoted market prices which are determined monthly. The pool has not provided or obtained any legally binding guarantees during the period to support the value of the investments. The Nevada Treasury Oversight Committee is the regulatory oversight for the pool. A copy of their annual report is available at the Nevada County Administrator's office. The fair value of each participant in the pool is the same as the value of pool share. Participants in the pool include involuntary participants such as special districts and school districts for which there are legal provisions regarding their investment in the Nevada County Treasury.

NOTE 5: RESTRICTED CASH AND INVESTMENTS

A description of amounts held as restricted cash and investments follows:

	Fair Value
Debt Service Funds	
Certificates of Participation - 1991 County Facilities Project	
Funds set aside for the retirement of the 1991 County Facilities Project COP	$ 631,748
Certificates of Participation - Government Center	
Funds set aside for the retirement of the Government Center COP	1,680,581
Total Debt Service Funds	2,312,329
Enterprise Funds	
Customer Deposits	
The County instituted a deposit requirement beginning July 1, 1990, for all commercial customers using the landfill. The deposit is in the form of a dual signature passbook account (customer and County signatures required).	$ 24,527
Certificates of Participation - Western Nevada County Solid Waste	
Pursuant to the issuance of the COP - Western Nevada County Solid Waste, net proceeds were provided to establish reserve, installment payment and project funds.	9,995,249
Total Enterprise Funds	10,019776
Trust and Agency Funds	
Mello Roos Bonds	
Funds set aside for retirement of the Mello Roos bonds	291,324
County Trusts	
Amounts held in trust and agency funds restricted for various specific purposes	135,646
Total Trust and Agency Funds	426,970
Total Restricted Cash and Investments	$ 12,759,075

NOTE 5: RESTRICTED CASH AND INVESTMENTS (CONTINUED)

Credit Risk, Carrying Amount and Fair Value of Investments Held as Restricted Cash and Investments were as follows:

	Category 1	Carrying Amount	Fair Value
Federal Agency Obligations	$ 10,626,997	$ 10,626,997	$ 10,626,997
Total Categorized Restricted Investments	$ 10,626,997	10,626,997	10,626,997
Cash in Bank - Checking		79,676	79,676
Cash in Bank - Savings		24,527	24,527
Certificate of Deposit		55,969	55,969
Investment Agreement		1,680,581	1,680,581
Total Restricted Investments		12,467,750	12,467,750
Restricted Cash and Cash Equivalents		291,325	291,325
Total Restricted Cash and Investments		$ 12,759,075	$ 12,759,075

NOTE 6: FIXED ASSETS

Changes in the General Fixed Assets account group, during the year ended June 30, 2001, were as follows:

	Balance July 1, 2000	Additions and Adjustments	Retirements and Adjustments	Balance June 30, 2001
Land	$ 2,631,321	$ -	$ -	$ 2,631,321
Structures and improvements	37,801,544	235,823	-	38,037,367
Equipment	8,785,964	1,078,249	479,237	9,384,976
Construction in progress	1,001,995	3,927,317	-	4,929,312
Totals	$ 50,220,824	$ 5,241,389	$ 479,237	$ 54,982,976

Proprietary fund type fixed assets at June 30, 2001, consisted of the following:

	Enterprise Funds	Internal Service Funds
Land	$ 513,522	$ -
Land improvements	6,584,339	-
Structures and improvements	2,010,940	-
Equipment	1,937,788	4,152,162
Total	11,046,589	4,152,162
Less: Allowance for depreciation	(2,226,869)	(2,663,694)
Net Fixed Assets	$ 8,819,720	$ 1,488,468

NOTE 7: GENERAL LONG-TERM DEBT ACCOUNT GROUP

At June 30, 2001, the general long-term debt consisted of the following:

	Balance July 1, 2000	Additions	Retirements	Balance June 30, 2001
Compensated Absences	$ 3,091,266	$ 966,292	$ -	$ 4,057,558
Certificates of Participation	22,310,000	-	915,000	21,395,000
Special Assessment Debt with Government Obligation	1,226,000	-	292,000	934,000
Loans Payable	142,872	-	7,032	135,840
Totals	$ 26,770,138	$ 966,292	$ 1,214,032	$ 26,522,398

NOTE 7: GENERAL LONG-TERM DEBT ACCOUNT GROUP (CONTINUED)

Compensated Absences:

The liability for compensated absences is the accrued liability for earned but unused vacation and sick leave which will be paid to employees upon separation from County services. There is no fixed payment schedule for compensated absences. At June 30, 2001, the balance was $4,057,558.

Certificates of Participation:

1993 Jail and Government Center Refunding Project

On April 1, 1993, the County issued the 1993 Certificates of Participation in the amount of $22,645,000 and entered into a "Plan of Refunding" to provide for the defeasance of the CSAC Finance Corporation Nevada County Project Fixed Rate Certificates of Participation, which were originally issued as Series 1986 Certificates of Participation, the "1986 Certificates".

The Plan of Refunding provides that the County lease certain facilities to the Nevada County Finance Authority "the Authority" pursuant to a site lease between the County, as Lessor, and the Authority, as Lessee. The Authority has leased the leased property back to the County pursuant to a Project Lease, "the Lease". The Lease property consists of the County's Eric Rood Administration Building and a portion of its Central Jail Facility.

The Certificates evidence the undivided and proportionate interest of the registered owners in lease payments paid by the County to the Authority pursuant to the Lease. Pursuant to an Assignment Agreement dated as of April 1, 1993, by and between the Authority and First Interstate Bank the "Trustee", the Authority has assigned to the Trustee, for the benefit of the Owners of the Certificates, all of the Authority's rights to receive Lease Payments and substantially all of the other rights, title and interest of the Authority under the terms of the Lease. At June 30, 2001, the fair value balance held by the fiscal agent was $1,680,581.

Annual principal payments are through 2019 with semi-annual interest payments due on April 1 and October 1. The Certificates carry interest between 4.6 and 5.875 percent. At June 30, 2001, the principal balance outstanding was $18,835,000.

1991 County Facilities COPs

On December 1, 1991, the County issued the 1991 Certificates of Participation in the amount of $4,760,000, and entered into an agreement with Nevada County Building Company, the "Corporation", and Bankers Trust Company of California, the "Trustee".

The County has leased certain sites and the existing facilities to the Corporation pursuant to a Site and Facilities Lease dated as of December 1, 1992, between the County, as lessor, and the Corporation, as lessee. The Corporation has leased the sites back to the County, together with the improvements to be made and new facilities to be constructed pursuant to a Lease/Purchase Agreement dated as of December 1, 1991, between the County, as Lessee, and the Corporation as Lessor.

The Certificates evidence the proportionate interests of the Owners in lease payments and in prepayments, paid by the County to the Corporation pursuant to the Lease. Pursuant to an Assignment Agreement dated as of December 1, 1991, by and between the Corporation and Trustee, the Corporation has assigned to the Trustee, for the benefit of the Owners of the Certificates, all of the Corporation's rights under the Site Lease, all of the Corporation's rights to receive Lease Payments scheduled to be paid by the County under and pursuant to the Lease, and substantially all of the other rights, title and interest of the Corporation under the terms of the Lease.

At June 30, 2001, the fair value balance held by the fiscal agent was $631,748. Annual principal payments are through 2006 with semi-annual interest payments due on April 1 and October 1. Annual interest ranges from 4.8 to 6.5 percent. At June 30, 2001, the principal balance was $2,560,000.

NOTE 7: GENERAL LONG-TERM DEBT ACCOUNT GROUP (CONTINUED)

The annual requirements to amortize both certificates of participation outstanding as of June 30, 2001 are as follows:

Year Ending June 30	Principal	Interest	Total
2002	$ 960,000	$ 1,215,992	$ 2,175,992
2003	1,010,000	1,160,285	2,170,285
2004	1,070,000	1,100,583	2,170,583
2005	1,135,000	1,036,703	2,171,703
2006	1,195,000	968,425	2,163,425
Thereafter	16,025,000	6,968,943	22,993,943
Total	$ 21,395,000	$ 12,450,931	$ 33,845,931

Special Assessment Debt with Government Obligation:

Facilities and improvements constructed by Special Assessment Districts Governed by the Board of Supervisors are financed by bond issues authorized under either the Improvement Bond Act of 1911 or the Improvement Bond Act of 1915. A separate series of bonds is issued for each project to be financed. Funds to pay principal and interest on these bonds are provided by assessments against the property owners' parcels benefitting from the projects. Failure to pay such assessments results in foreclosure and sale of the property involved. The County is obligated for any 1915 Act Bonds. At June 30, 2001, the principal balance was $934,000.

The annual requirements to amortize all special assessment debt with government obligation outstanding as of June 30, 2001, are as follows:

Year Ending June 30	Principal	Interest	Total
2002	$ 307,000	$ 54,573	$ 361,573
2003	57,000	41,260	98,260
2004	61,000	37,160	98,160
2005	66,000	32,735	98,735
2006	71,000	27,960	98,960
Thereafter	372,000	64,208	436,208
Total	$ 934,000	$ 257,896	$ 1,191,896

Loans Payable:

Sanitation District No. 1 Facilities Rehabilitation Loan

During the 1995/96 fiscal year, a $170,874 loan was received from the State Water Resources Covered Board to be used for the Nevada County Sanitation District No. 1 (Cascade Shores) facilities rehabilitation. Annual principal and interest payments are through 2015. The loan carries interest at 3.03 percent. At June 30, 2001, the principal balance was $135,840.

The annual requirements to amortize both loans outstanding as of June 30, 2001, are as follows:

Year Ending June 30	Principal	Interest	Total
2002	$ 7,250	$ 4,211	$ 11,461
2003	7,475	3,986	11,461
2004	7,707	3,754	11,461
2005	7,946	3,515	11,461
2006	8,192	3,269	11,461
Thereafter	97,270	17,340	114,610
Total	$ 135,840	$ 36,075	$ 171,915

NOTE 8: PROPRIETARY FUND LONG-TERM DEBT

At June 30, 2001, the proprietary fund long-term debt consisted of the following:

	Balance July 1, 2000	Additions and Adjustments	Retirements	Balance June 30, 2001
Compensated Absences	$ 109,170	$ 17,478	$ 23,590	$ 103,058
Certificates of Participation	20,485,000	-	440,000	20,045,000
Loans Payable	592,298	-	35,262	557,036
Closure/Post Closure Costs	12,269,773	-	155,129	12,114,644
Totals	$ 33,456,241	$ 17,478	$ 653,981	$ 32,819,738

Compensated Absences:

The liability for compensated absences is the accrued liability for earned but unused vacation and sick leave which will be paid to employees upon separation from County services. There is no fixed payment schedule for compensated absences. At June 30, 2001, the balance was $103,058.

Certificates of Participation:

On March 28, 1992, $23,110,000 of term certificates of participation were issued for the purpose of financing certain improvements to the Western Nevada County Solid Waste Management System. Security for the payments to the holders is principally derived from the revenues of the system. The term certificates bear interest between 6 and 7.5 percent and mature in 2022. At June 30, 2001, the principal balance outstanding was $20,045,000. Costs associated with the issuance of these certificates are amortized over the term of the bonds on a straight-line basis. At June 30, 2001, the unamortized balance was $590,345.

At June 30, 2001, the County had $9,995,249 of unspent bond proceeds and interest earnings held in cash with fiscal agent accounts. The Board of Supervisors is currently evaluating options regarding the use or disposition of these funds.

The debt coverage ratio was 189 percent. Based on this calculation the County was in compliance with the original covenant requiring the County to set rates which are sufficient to yield Net Revenues, as defined by the debt agreement, equal to 115 percent of the debt service.

The annual requirements to amortize all bonds outstanding as of June 30, 2001 are as follows:

Year Ending June 30	Principal	Interest	Total
2002	$ 470,000	$ 1,493,138	$ 1,963,138
2003	505,000	1,459,063	1,964,063
2004	540,000	1,422,450	1,962,450
2005	580,000	1,383,300	1,963,300
2006	620,000	1,341,250	1,961,250
Thereafter	17,330,000	12,111,388	29,441,388
Total	$ 20,045,000	$ 19,210,589	$ 39,255,589

Loans Payable:

NEV-3-94-L-1

During the 1994/95 fiscal year, a $42,800 loan was received from the State of California Department of Transportation to be used for matching funds for the Federal Airport Improvement Program. Annual principal and interest payments are through 2002. The loan carries interest at 5.9449 percent. At June 30, 2001, the principal balance was $13,826.

NEV-3-95-L-2

During the 1995/96 fiscal year, a $258,500 loan was received from the State of California Department of Transportation to be used for matching funds for the Federal Airport Improvement Program. Annual principal and interest payments are through 2010. The loan carries interest at 6.0629 percent. At June 30, 2001, the principal balance was $197,610.

NOTE 8: PROPRIETARY FUND LONG-TERM DEBT (CONTINUED)

Loans Payable (Continued):

Airport Loan

During the 1998/99 fiscal year, a $360,000 loan was received from the State of California Department of Transportation to be used for matching funds for the Federal Airport Improvement Program. Annual principal and interest payments are through 2016. The loan carries interest at 5.0498 percent. At June 30, 2001, the principal balance was $345,600.

The annual requirements to amortize all loans outstanding as of June 30, 2001 are as follows:

Year Ending June 30	Principal	Interest	Total
2002	$ 37,080	$ 30,254	$ 67,334
2003	37,715	28,161	65,876
2004	33,379	26,029	59,408
2005	35,774	24,162	59,936
2006	38,168	22,164	60,332
Thereafter	374,920	103,274	478,194
Total	$ 557,036	$ 234,044	$ 791,080

Closure/Post Closure Costs

State and federal laws and regulations require that the County of Nevada place a final cover on, and perform certain maintenance and monitoring functions at the landfill site. Such laws and regulations require post closure maintenance and monitoring for thirty years after the date of closure and that a closure plan be accepted and approved by the California Integrated Waste Management Board. The County's landfill closure plan was approved by the California Integrated Waste Management Board in June 1999.

The estimated liability for landfill Closure and Post Closure care costs is $12,114,644 ($-0- and $12,114,644 respectively) as of June 30, 2001. The estimated total cost of landfill Post Closure care is based on the amount that would be paid if all equipment, facilities, and services required to monitor and maintain the landfill were acquired as of June 30, 2001. However, the actual cost of post closure care may be higher due to inflation, changes in technology or changes in landfill laws and regulations.

The County established a pledge of revenue to demonstrate financial responsibility for post closure maintenance in accordance with Sections 18.283 and 18.290 of the California Code of Regulations.

NOTE 9: DEFINED BENEFIT PENSION PLAN

A. Plan Description

The County contributes to the California Public Employees Retirement System (PERS), an agent multiple-employer public employee defined benefit pension 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 P Street - Sacramento CA 95814.

B. Funding Policy

Active plan members in PERS are required to contribute 7 percent (9 percent for safety employees) 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 actuarial methods and assumptions used are those adopted by the PERS Board of Administration. The required employer contribution rate for fiscal year 2000/2001 was 0.0 percent for miscellaneous employees and 0.0 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.

NOTE 9: DEFINED BENEFIT PENSION PLAN (CONTINUED)

C. Annual Pension Cost

For fiscal year 2000/2001, the County's annual pension cost of $28,489 for PERS was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 1997, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included (a) 8.25 percent investment rate of return (net of administrative expenses), (b) projected annual salary increases that vary by duration of service. Both (a) and (b) included an inflation component of 3.5 percent. The actuarial value of PERS assets was determined using techniques that smooth the effects of short term volatility in the market value of investments over a four-year period (smoothed market value). PERS unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll on a closed basis.

D. Three Year Trend Information for PERS

Fiscal Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
June 30, 1999	$ 2,055,353	100%	-
June 30, 2000	719,925	100%	-
June 30, 2001	28,489	100%	-

E. Funded Status of Plan

Miscellaneous Plan:

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Status	Annual Covered Payroll	UAAL As a % of Payroll
June 30, 1997	$ 78,175,297	$ 89,374,436	($ 11,199,139)	114.3%	$ 21,520,729	(52.039%)
June 30, 1998	84,237,486	107,791,888	(23,554,402)	128.0%	22,364,427	(105.321%)
June 30, 1999	93,026,418	123,521,373	(30,494,955)	132.8%	25,285,377	(120.603%)

Safety Plan:

Valuation Date	Entry Age Normal Accrued Liability	Actuarial Value of Assets	Unfunded Liability (Excess Assets)	Funded Status	Annual Covered Payroll	UAAL As a % of Payroll
June 30, 1997	$ 18,206,643	$ 21,480,710	($ 3,274,067)	118.0%	$ 2,976,482	(109.998%)
June 30, 1998	20,136,849	25,320,729	(5,183,880)	125.7%	2,995,491	(173.056%)
June 30, 1999	22,183,746	28,388,871	(6,205,125)	128.0%	3,419,051	(181.487%)

NOTE 10: EMPLOYEE BENEFITS

Post-Employment Benefits

The County has agreed by resolution to pay post-employment health insurance benefits for certain retirees who have retired from employment with the county. These benefits are financed on a pay-as-you-go basis. At June 30, 2001, 280 retired employees were covered and the cost of this coverage for the year ended June 30, 2001 was $459,681.

457 Plan

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all permanent County employees and permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

NOTE 10: EMPLOYEE BENEFITS (CONTINUED)

457 Plan (Continued)

Pursuant to changes in August, 1996, of IRC Section 457, in January, 1997, the County formally established a trust in which all assets and income of the 457 plan were placed. The assets, all property and rights purchased with such amounts, and all income attributable to such amounts, property, or rights are held in trust for the exclusive benefit of the participants and their beneficiaries. These assets are no longer the property of the County, and as such are no longer subject to the claims of the County's general creditors. As a result, the assets of the 457 plan are not reflected in the County financial statements.

NOTE 11: INTERFUND TRANSACTIONS

Operating Transfers

The following is a summary of operating transfers by fund type as of June 30, 2001.

	Operating Transfers In	Operating Transfers Out
General	$ 721,200	$ 4,052,364
Special Revenue	1,770,690	740,377
Debt Service	2,084,889	-
Capital Projects	518,000	355,137
Enterprise	45,485	-
Trust and Agency	13,098	5,484
Total	$ 5,153,362	$ 5,153,362

Residual Equity Transfers

The following is a summary of residual equity transfers by fund type as of June 30, 2001:

	Residual Equity Transfers In	Residual Equity Transfers Out
General	$ 50,467	$ -
Special Revenue	1,139	-
Capital Projects	3,500	-
Trust and Agency	-	55,106
Total	$ 55,106	$ 55,106

Interfund Receivables and Payables

All interfund receivables and payable balances are reflected in the financial statements as due from/to other funds for current balances and advances to/from the funds for non current fund balances.

The following is a summary of the amounts due from and due to other funds by fund type as of June 30, 2001:

	Due From Other Funds	Due To Other Funds
General	$ 42,623	$ -
Special Revenue	-	42,623
Total	$ 42,623	$ 42,623

NOTE 11: INTERFUND TRANSACTIONS (CONTINUED)

Interfund Receivables and Payables (Continued)

The following is a summary of advances to and advances from other funds by fund type as of June 30, 2001:

	Advance to Other Funds	Advance from Other Funds
General	$ 250,000	$ -
Special Revenue	-	119,211
Capital Projects	-	625,000
Enterprise	-	253,000
Internal Services	625,000	-
Trust and Agency	535,835	413,624
Total	$ 1,410,835	$ 1,410,835

NOTE 12: 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 its uninsured risks of loss for public liability, unemployment and worker's compensation health, dental and vision. The County is a member of the California State Association of Counties of California Excess Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for Counties. Should actual losses 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.

As of July 1, 1997, the County is no longer self insured for Workers Comp. 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. Under this program, the Risk Management Funds provide coverage for up to a maximum of $125,000 for each workers compensation claim, $100,000 for each general liability claim and $10,000 for each unemployment claim. Should actual losses among participants be greater than anticipated, the County will be assessed its prorate share of the deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its prorate share of the excess. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

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, 2001 the Risk Management Fund's fund equity was $1,817,231. The claims liability of $1,334,897 reported in the funds at June 30, 2001 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.

Estimates of the liabilities for incurred (both reported and unreported) but unpaid claims are actuarially determined. Liabilities are based on the estimated cost of settling the claims.

Changes in the County's claims liability amount for the fiscal years June 30, 2000 and 2001 were:

Fiscal Year Ended	Balance at Beginning of Fiscal Year	Current Year Claims and Changes in Estimates	Claim Payments	Balance at End of Fiscal Year
2000	$ 2,152,035	$ -	$ 225,084	$ 1,926,951
2001	1,926,951	-	592,054	1,334,897

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 13: JOINT AGENCIES

The CSAC Excess Insurance Authority is a joint powers authority organized for the purpose to develop and fund excess insurance programs for member counties. The Authority operates public entity risk pools for workers' compensation, comprehensive liability, property, medical malpractice, and 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.

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.

NOTE 14: SEGMENT INFORMATION FOR ENTERPRISE FUNDS

The County maintains four enterprise funds which provide solid waste services for Eastern and Western Nevada County, transportation services and special aviation services.

Segment information for the year ended June 30, 2001 is as follows:

	Eastern Nevada County Solid Waste Disposal	Western Nevada County Solid Waste Disposal	Transportation	Airpark	Total
Operating Revenues	$ 1,046,429	$ 5,172,511	$ 357,686	$ 652,996	$ 7,229,622
Depreciation	-	70,564	205,320	47,487	323,371
Operating Income (Loss)	(240,870)	1,888,141	(2,310,601)	(308,853)	(972,183)
Operating Grants/Entitlements	13,799	80,456	247,436	15,487	357,178
Operating Transfers					
In	-	-	5,485	40,000	45,485
(Out)	-	-	-	-	-
Tax Revenues	119,095	270,211	1,888,068	47,391	2,324,765
Net Income (Loss)	66,944	2,177,820	(150,091)	(253,641)	1,841,032
Property, Plant and Equipment:					
Additions	2,935	-	6,228	61,596	70,759
Net Working Capital	835,072	6,494,654	(129,026)	17,714	7,218,414
Total Assets	839,302	18,497,468	364,654	7,562,556	27,263,980
Long Term Debt	-	32,182,513	70,536	813,468	33,066,517
Contributed Capital	-	51,943	-	-	51,943
Total Equity	835,072	(14,021,916)	58,071	6,687,709	(6,441,064)

NOTE 15: COMMITMENTS AND CONTINGENCIES

Contingencies

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.

Construction Commitments

At June 30, 2001, the county had ongoing construction contracts of $6,814,720 outstanding, of which $5,067,212 had been paid leaving remaining construction commitments of $1,747,508.

NOTE 16: MELLO ROOS BONDS PAYABLE

The County has no obligation to pay any principal or interest on the Mello Roos Bonds. The following data is included for information only.

In December 1990, $9,070,000 bonds pursuant to the Mello Roos Community Facilities Act of 1982, the "Bonds" were issued for the purpose of providing funds to pay costs of acquisition of public improvements and to prepay the outstanding assessment liens within the Community Facilities District No. 1 1990-1 (Wildwood Estates Subdivision).

NOTE 16: MELLO ROOS BONDS PAYABLE (CONTINUED)

In early 1994, after terminating the infrastructure project financed with Bond proceeds for, among other reasons, lack of development activity, the County made a tender offer through which it acquired $4,145,000 principal amount of Bonds using remaining construction funds pursuant to an amendment to the Bond Indenture to which a substantial proportion of then-bond owners consented. The acquired Bonds were canceled.

After completion of the tender offer, the County still had approximately $500,000 of construction funds remaining, which were combined with proceeds of sales of lots to make Restructured Payments pursuant to the Bank Forbearance Agreement. An additional $105,000 of bond principal was redeemed as part of the restructured payments.

At June 30, 2001, the balance held by the fiscal agent was $291,324. The Bonds carry interest between 7.5 and 8.4 percent. At June 30, 2001, the principal outstanding was $4,810,000.

NOTE 17: PRIOR PERIOD ADJUSTMENTS

General Fund

A prior period adjustment was required to correct a prior year misstatement of revenue. This adjustment corrected a prior year overstatement of revenue of $33,159.

SUPPLEMENTARY INFORMATION

SPECIAL REVENUE FUNDS

Special Revenues Funds are used to account for the proceeds of specific revenue sources (other than expendable trusts or for major capital projects) that are legally restricted to expenditure for particular purposes.

COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2001

	Fish and Game	Road	Housing Authority	Energy Conservation	Community Development Agency	Property Maintenance/ Nuisance Abatement	Public Library	Child Support Services	Recycled Oil	Special Assessment Funds	Special Districts Governed by the Board	Sanitation Districts	Housing and Community Services	Totals
ASSETS														
Cash and investments	$ 44,611	$ 2,647,803	$ 30,544	$ 5	$ 45,543	$ 19,154	$ 870,513	$ 346,691	$ 34,671	$ 198,765	$ 542,212	$ 4,513,376	$ 630,521	$ 9,924,409
Imprest cash	-	100	-	-	-	-	-	-	-	-	-	-	-	100
Accounts receivable	-	209,157	127	-	325,513	-	95,822	665,286	485	-	-	206,320	196,859	1,699,569
Taxes receivable	-	251,245	-	-	-	-	126,500	-	-	-	-	-	-	377,745
Due from other funds	-	-	91,943	-	-	-	-	-	-	-	-	-	-	91,943
Loans receivable	-	-	-	-	-	-	-	-	-	-	-	-	1,412,454	1,412,454
Prepaid expenses	-	-	77,514	-	-	-	-	-	-	-	-	-	-	77,514
Inventory	-	196,701	-	-	-	-	-	-	-	-	-	-	-	196,701
Total Assets	$ 44,611	$ 3,305,006	$ 200,128	$ 5	$ 371,056	$ 19,154	$ 1,092,835	$ 1,011,977	$ 35,156	$ 198,765	$ 542,212	$ 4,719,696	$ 2,239,834	$ 13,780,435
LIABILITIES AND FUND EQUITY														
LIABILITIES														
Accounts payable	$ -	$ 240,801	$ 24,467	$ -	$ 111,967	$ -	$ 98,289	$ 575,786	$ 21,470	$ -	$ 32,347	$ 293,039	$ 257,042	$ 1,655,208
Accrued payroll and benefits	-	64,756	-	-	66,556	-	18,812	35,395	-	-	-	17,744	-	203,263
Due to other funds	-	-	134,820	-	-	-	-	-	-	-	-	-	-	134,820
Due to other governmental agencies	-	-	-	-	381,204	-	-	-	-	-	-	-	-	381,204
Advance from other funds	-	-	-	-	-	-	-	-	-	-	-	119,211	-	119,211
Total Liabilities	-	305,557	159,287	-	559,727	-	117,101	611,181	21,470	-	32,347	429,994	257,042	2,493,706
FUND EQUITY														
Reserved	810	439,997	-	-	124,760	-	40,668	74,114	-	-	-	171,658	1,397,640	2,249,647
Unreserved														
Undesignated	43,801	2,559,452	40,841	5	(313,431)	19,154	935,066	326,682	13,686	198,765	509,865	4,118,044	585,152	9,037,082
Total Fund Equity	44,611	2,999,449	40,841	5	(188,671)	19,154	975,734	400,796	13,686	198,765	509,865	4,289,702	1,982,792	11,286,729
Total Liabilities and Fund Equity	$ 44,611	$ 3,305,006	$ 200,128	$ 5	$ 371,056	$ 19,154	$ 1,092,835	$ 1,011,977	$ 35,156	$ 198,765	$ 542,212	$ 4,719,696	$ 2,239,834	$ 13,780,435

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

	Fish and Game	Road	Housing Authority	Energy Conservation	Community Development Agency	Property Maintenance/ Nuisance Abatement	Public Library	Child Support Services	Recycled Oil	Special Assessment Funds	Special Districts Governed by the Board	Sanitation Districts	Housing and Community Services	Totals
REVENUES														
Taxes and assessments	$ -	$ 28,000	$ -	$ -	$ 13,752	$ -	$ 1,399,135	$ -	$ -	$ -	$ 20,260	$ -	$ -	$ 1,461,147
License and permits	-	34,448	-	-	1,347,670	-	-	-	-	-	-	-	-	1,382,118
Intergovernmental	-	8,396,367	1,110,878	-	290,575	-	292,229	3,505,992	34,466	-	46,464	-	835,957	14,512,928
Use of money and property	2,720	95,024	5,982	121	9,418	1,193	40,862	22,456	485	11,711	27,749	283,046	39,984	540,751
Fines and forfeitures	2,101	-	-	-	354	900	-	-	-	-	-	-	-	3,355
Charges for services	-	1,716,687	-	-	1,466,376	-	59,738	9,557	-	-	224,685	4,067,874	31,702	7,576,619
Other revenues	315	18,172	11,299	8	80,612	135	6,667	13,847	205	1,397	6,039	33,737	20,970	193,403
Total Revenues	5,136	10,288,698	1,128,159	129	3,208,757	2,228	1,798,631	3,551,852	35,156	13,108	325,197	4,384,657	928,613	25,670,321
EXPENDITURES														
Current:														
Public ways and facilities	-	8,739,688	-	-	-	-	-	-	21,470	-	186,918	385,086	-	9,333,162
Public protection	3,044	-	-	-	-	25,964	-	-	-	-	-	-	-	29,008
Health and sanitation	-	-	-	-	-	-	-	-	-	-	-	4,196,507	-	4,196,507
Public assistance	-	-	1,145,536	-	4,554,956	-	-	3,151,056	-	-	-	-	32,170	8,883,718
Education	-	-	-	-	-	-	1,893,755	-	-	-	-	-	-	1,893,755
Capital outlay	-	78,158	-	-	-	-	10,049	-	-	-	-	300,730	-	388,937
Debt service	-	-	-	118	-	-	-	-	-	-	-	4,250	-	4,368
Total Expenditures	3,044	8,817,846	1,145,536	118	4,554,956	25,964	1,903,804	3,151,056	21,470	-	186,918	4,886,573	32,170	24,729,455
Excess (Deficiency) of Revenues Over Expenditures	2,092	1,470,852	(17,377)	11	(1,346,199)	(23,736)	(105,173)	400,796	13,686	13,108	138,279	(501,916)	896,443	940,866
OTHER FINANCING SOURCES (USES)														
Operating transfers in	-	-	21,760	-	1,157,528	25,500	565,902	-	-	-	-	-	-	1,770,690
Operating transfers out	-	-	(21,760)	-	-	-	-	-	-	-	-	-	(718,617)	(740,377)
Total Other Financing Sources (Uses)	-	-	-	-	1,157,528	25,500	565,902	-	-	-	-	-	(718,617)	1,030,313
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	2,092	1,470,852	(17,377)	11	(188,671)	1,764	460,729	400,796	13,686	13,108	138,279	(501,916)	177,826	1,971,179
Fund Equity - Beginning of Year	42,519	1,554,186	58,218	(6)	-	17,390	513,866	-	-	185,657	371,586	4,791,618	1,804,966	9,340,000
Residual equity transfer	-	-	-	-	-	-	1,139	-	-	-	-	-	-	1,139
Change in reserves	-	(25,589)	-	-	-	-	-	-	-	-	-	-	-	(25,589)
Fund Equity - End of Year	$ 44,611	$ 2,999,449	$ 40,841	$ 5	$ (188,671)	$ 19,154	$ 975,734	$ 400,796	$ 13,686	$ 198,765	$ 509,865	$ 4,289,702	$ 1,982,792	$ 11,286,729

COUNTY OF NEVADA

COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS -
SPECIAL ASSESSMENT FUNDS
JUNE 30, 2001

	Assets		Fund Equity	
	Cash and Investments	Total Assets	Fund Balance Unreserved and Undesignated	Total Fund Equity
Glenbrook	$ 164,293	$ 164,293	$ 164,293	$ 164,293
Wildwood Estates	34,472	34,472	34,472	34,472
Totals	$ 198,765	$ 198,765	$ 198,765	$ 198,765

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
SPECIAL REVENUE FUNDS -
SPECIAL ASSESSMENT FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

	Revenues			Expenditures		Excess (Deficiency) of Revenues Over Expenditures	Fund Equity - Beginning of Year	Fund Equity - End of Year
	Use of Money and Property	Other Revenues	Total Revenues	Public Ways and Facilities	Total Expenditures			
Glenbrook	$ 9,680	$ 1,155	$ 10,835	$ -	$ -	$ 10,835	$ 153,458	$ 164,293
Wildwood Estates	2,031	242	2,273	-	-	2,273	32,199	34,472
Totals	$ 11,711	$ 1,397	$ 13,108	$ -	$ -	$ 13,108	$ 185,657	$ 198,765

COUNTY OF NEVADA

COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS -
SPECIAL DISTRICTS GOVERNED BY
THE BOARD OF SUPERVISORS
JUNE 30, 2001

	Assets				Liabilities			Fund Equity			
	Cash and Investments	Accounts Receivable	Due from Other Funds	Total Assets	Accounts Payable	Due to Other Funds	Total Liabilities	Reserved Fund Equity	Unreserved and Undesignated Fund Equity	Total Fund Equity	Total Liabilities and Fund Equity
County Service Area 1 A, Zone 1	$ 79,829	$ -	$ -	$ 79,829	$ 599	$ -	$ 599	$ -	$ 79,230	$ 79,230	$ 79,829
County Service Area 1 A, Zone 2	9,564	-	-	9,564	151	-	151	-	9,413	9,413	9,564
County Service Area 1 A, Zone 3	17,190	-	-	17,190	87	-	87	-	17,103	17,103	17,190
County Service Area 2	15,234	-	-	15,234	93	-	93	-	15,141	15,141	15,234
County Service Area 12	18,730	-	-	18,730	12,336	-	12,336	-	6,394	6,394	18,730
County Service Area 12, Zone 2	16,583	-	-	16,583	23	-	23	-	16,560	16,560	16,583
County Service Area 13, Zone 1	5,311	-	-	5,311	146	-	146	-	5,165	5,165	5,311
County Service Area 13, Zone 2	3,891	-	-	3,891	334	-	334	-	3,557	3,557	3,891
County Service Area 13, Zone 3	2,225	-	-	2,225	19	-	19	-	2,206	2,206	2,225
County Service Area 14	44,833	-	-	44,833	638	-	638	-	44,195	44,195	44,833
County Service Area 14, Zone 2	123	-	-	123	-	-	-	-	123	123	123
County Service Area 14, Zone 4	2,256	-	-	2,256	40	-	40	-	2,216	2,216	2,256
County Service Area 18	2,259	-	-	2,259	145	-	145	-	2,114	2,114	2,259
County Service Area 21	28,497	-	-	28,497	324	-	324	-	28,173	28,173	28,497
County Service Area 22, Zone 1	23,832	-	-	23,832	91	-	91	-	23,741	23,741	23,832
County Service Area 22, Zone 2	306	-	-	306	290	-	290	-	16	16	306
County Service Area 22, Zones 1 & 2	1,828	-	-	1,828	7	-	7	-	1,821	1,821	1,828
County Service Area 24	53	-	-	53	303	-	303	-	(250)	(250)	53
County Service Area 24, Zone 2 Fire	14,810	-	-	14,810	52	-	52	-	14,758	14,758	14,810
County Service Area 24, Zone 2 Road	45,725	-	-	45,725	184	-	184	-	45,541	45,541	45,725
County Service Area 31	6,284	-	-	6,284	474	-	474	-	5,810	5,810	6,284
Hobart Mills Road Self Help Improvement	11,826	-	-	11,826	11,756	-	11,756	-	70	70	11,826
Perm Road Div. - Blue Tent	3,306	-	-	3,306	-	-	-	-	3,306	3,306	3,306
Perm Road Div. - Canyon Creek	19,299	-	-	19,299	96	-	96	-	19,203	19,203	19,299
Perm Road Div. - Greenwood Forest	22,312	-	-	22,312	127	-	127	-	22,185	22,185	22,312
Perm Road Div. - Hidden Glen	26,934	-	-	26,934	181	-	181	-	26,753	26,753	26,934
Perm Road Div. - Hillsdale Court	13,730	-	-	13,730	209	-	209	-	13,521	13,521	13,730
Perm Road Div. - Perimeter Road	68,843	-	-	68,843	3,594	-	3,594	-	65,249	65,249	68,843
Perm Road Div. - Ski Town II	36,599	-	-	36,599	48	-	48	-	36,551	36,551	36,599
Totals	$ 542,212	$ -	$ -	$ 542,212	$ 32,347	$ -	$ 32,347	$ -	$ 509,865	$ 509,865	$ 542,212

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
SPECIAL REVENUE FUNDS -
SPECIAL DISTRICTS GOVERNED BY THE BOARD OF SUPERVISORS
FOR THE YEAR ENDED JUNE 30, 2001

	Revenues						Expenditures		Excess (Deficiency) of Revenues Over Expenditures	Fund Equity - Beginning of Year	Fund Equity - End of Year
	Taxes and Assessments	Inter-governmental	Use of money and property	Charges for services	Other Revenues	Total Revenues	Public Ways and Facilities	Total Expenditures			
County Service Area 1 A, Zone 1	$ 13,535	$ 46,310	$ 2,832	$ -	$ 504	$ 63,181	$ 10,601	$ 10,601	$ 52,580	$ 26,650	$ 79,230
County Service Area 1 A, Zone 2	1,797	35	524	2,678	66	5,100	3,881	3,881	1,219	8,194	9,413
County Service Area 1 A, Zone 3	2,976	59	921	1,094	118	5,168	1,655	1,655	3,513	13,590	17,103
County Service Area 2	1,952	60	907	-	107	3,026	1,845	1,845	1,181	13,960	15,141
County Service Area 12	-	-	1,955	14,928	143	17,026	37,582	37,582	(20,556)	26,950	6,394
County Service Area 12, Zone 2	-	-	847	3,941	113	4,901	576	576	4,325	12,235	16,560
County Service Area 13, Zone 1	-	-	347	2,292	38	2,677	3,323	3,323	(646)	5,811	5,165
County Service Area 13, Zone 2	-	-	165	3,317	25	3,507	1,952	1,952	1,555	2,002	3,557
County Service Area 13, Zone 3	-	-	58	2,358	14	2,430	566	566	1,864	342	2,206
County Service Area 14	-	-	2,074	25,408	297	27,779	10,670	10,670	17,109	27,086	44,195
County Service Area 14, Zone 2	-	-	8	-	1	9	31	31	(22)	145	123
County Service Area 14, Zone 4	-	-	195	-	18	213	1,573	1,573	(1,360)	3,576	2,216
County Service Area 18	-	-	46	1,598	2,401	4,045	1,931	1,931	2,114	-	2,114
County Service Area 21	-	-	1,527	10,120	194	11,841	5,151	5,151	6,690	21,483	28,173
County Service Area 22, Zone 1	-	-	1,234	6,199	163	7,596	2,084	2,084	5,512	18,229	23,741
County Service Area 22, Zone 2	-	-	11	494	2	507	491	491	16	-	16
County Service Area 22, Zones 1 & 2	-	-	114	-	13	127	136	136	(9)	1,830	1,821
County Service Area 24	-	-	21	982	1	1,004	1,333	1,333	(329)	79	(250)
County Service Area 24, Zone 2 Fire	-	-	901	-	105	1,006	903	903	103	14,655	14,758
County Service Area 24, Zone 2 Road	-	-	2,439	8,882	314	11,635	2,734	2,734	8,901	36,640	45,541
County Service Area 31	-	-	651	38,140	41	38,832	35,013	35,013	3,819	1,991	5,810
Hobart Mills Road Self Help Improvement	-	-	238	16,466	70	16,774	16,704	16,704	70	-	70
Perm Road Div. - Blue Tent	-	-	197	-	23	220	62	62	158	3,148	3,306
Perm Road Div. - Canyon Creek	-	-	1,008	4,891	132	6,031	1,931	1,931	4,100	15,103	19,203
Perm Road Div. - Greenwood Forest	-	-	1,108	13,520	154	14,782	11,231	11,231	3,551	18,634	22,185
Perm Road Div. - Hidden Glen	-	-	1,546	2,977	188	4,711	2,034	2,034	2,677	24,076	26,753
Perm Road Div. - Hillsdale Court	-	-	636	11,970	90	12,696	6,215	6,215	6,481	7,040	13,521
Perm Road Div. - Perimeter Road	-	-	3,250	47,538	452	51,240	24,000	24,000	27,240	38,009	65,249
Perm Road Div. - Ski Town II	-	-	1,989	4,892	252	7,133	710	710	6,423	30,128	36,551
Totals	$ 20,260	$ 46,464	$ 27,749	$ 224,685	$ 6,039	$ 325,197	$ 186,918	$ 186,918	$ 138,279	$ 371,586	$ 509,865

COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS -
SANITATION DISTRICTS
JUNE 30, 2001

	Assets				Liabilities				Fund Equity			
	Cash and Investments	Accounts Receivable	Due From Other Funds	Total Assets	Accounts Payable	Salaries and Benefits Payable	Advance From Other Funds	Total Liabilities	Reserved	Unreserved and Undesignated	Total Fund Equity	Total Liabilities and Fund Equity
Lake of the Pines Assessment	$ 218	$ -	$ -	$ 218	$ -	$ -	$ -	$ -	$ -	$ 218	$ 218	$ 218
Lake of the Pines II Assessment	53,864	-	-	53,864	-	-	-	-	-	53,864	53,864	53,864
No. San Juan Sewer Assessment	10,563	-	-	10,563	-	-	-	-	-	10,563	10,563	10,563
Penn Valley, Zone 6 O & M Assessment	103,535	-	-	103,535	19,383	-	55,000	74,383	-	29,152	29,152	103,535
SD Z1 Lake Wildwood O & M	2,102,201	-	-	2,102,201	101,947	-	-	101,947	-	2,000,254	2,000,254	2,102,201
SD Z2 Lake of the Pines O & M	1,967,940	1,296	-	1,969,236	71,678	-	-	71,678	-	1,897,558	1,897,558	1,969,236
SD Z4 No. San Juan O & M	62,247	-	-	62,247	4,870	-	-	4,870	-	57,377	57,377	62,247
SD Z5 Gold Creek O & M	60,096	-	-	60,096	912	-	-	912	-	59,184	59,184	60,096
SD Z6 Penn Valley Sewer Assessment	87,725	-	-	87,725	-	-	-	-	-	87,725	87,725	87,725
SD Z7 Mt. Lake Estates O & M	44,932	-	-	44,932	1,216	-	-	1,216	-	43,716	43,716	44,932
SD Z8 Casade Shores O & M	18,400	-	-	18,400	6,600	-	64,211	70,811	-	(52,411)	(52,411)	18,400
SD Z9 Eden Ranch O & M	1,655	-	-	1,655	1,003	-	-	1,003	-	652	652	1,655
Waste water Mgmt System - Western	-	205,024	-	205,024	85,430	17,744	-	103,174	171,658	(69,808)	101,850	205,024
Totals	$ 4,513,376	$ 206,320	$ -	$ 4,719,696	$ 293,039	$ 17,744	$ 119,211	$ 429,994	$ 171,658	$ 4,118,044	$ 4,289,702	$ 4,719,696

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
SPECIAL REVENUE FUNDS -
SANITATION DISTRICTS
FOR THE YEAR ENDED JUNE 30, 2001

	Revenues				Expenditures					Excess (Deficiency) of Revenues Over Expenditures	Fund Equity - Beginning of Year	Fund Equity - End of Year
	Use of Money and Property	Charges for Services	Other Revenues	Total Revenues	Public Ways and Facilities	Health and Sanitation	Capital Outlay	Debt Service	Total Expenditures			
Lake of the Pines Assessment	$ -	$ -	$ 1	$ 1	$ -	$ -	$ -	$ -	$ -	$ 1	$ 217	$ 218
Lake of the Pines II Assessment	5,653	-	673	6,326	249,221	-	-	-	249,221	(242,895)	296,759	53,864
No. San Juan Sewer Assessment	557	4,365	75	4,997	398	-	-	4,250	4,648	349	10,214	10,563
Penn Valley, Zone 6 O & M Assessment	8,053	142,416	795	151,264	-	163,249	1,984	-	165,233	(13,969)	43,121	29,152
SD Z1 Lake Wildwood O & M	134,361	722,010	15,253	871,624	-	1,089,878	21,872	-	1,111,750	(240,126)	2,240,380	2,000,254
SD Z2 Lake of the Pines O & M	117,523	636,419	14,887	768,829	-	815,838	9,794	-	825,632	(56,803)	1,954,361	1,897,558
SD Z4 No. San Juan O & M	5,105	27,973	497	33,575	-	32,272	48,462	-	80,734	(47,159)	104,536	57,377
SD Z5 Gold Creek O & M	3,290	6,380	425	10,095	-	7,254	196	-	7,450	2,645	56,539	59,184
SD Z6 Penn Valley Sewer Assessment	3,292	110,713	637	114,642	126,157	-	-	-	126,157	(11,515)	99,240	87,725
SD Z7 Mt. Lake Estates O & M	2,527	9,055	317	11,899	-	10,177	207	-	10,384	1,515	42,201	43,716
SD Z8 Casade Shores O & M	2,413	57,552	165	60,130	-	90,323	465	-	90,788	(30,658)	(21,753)	(52,411)
SD Z9 Eden Ranch O & M	272	8,520	12	8,804	9,310	-	187	-	9,497	(693)	1,345	652
Waste water Mgmt System - Western	-	2,342,471	-	2,342,471	-	1,987,516	217,563	-	2,205,079	137,392	(35,542)	101,850
Totals	$ 283,046	$ 4,067,874	$ 33,737	$ 4,384,657	$ 385,086	$ 4,196,507	$ 300,730	$ 4,250	$ 4,886,573	$ (501,916)	$ 4,791,618	$ 4,289,702

COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS -
HOUSING AND COMMUNITY SERVICES
JUNE 30, 2001

	Assets				Liabilities			Fund Equity			
	Cash and Investments	Accounts Receivable	Loans Receivable	Total Assets	Accounts Payable	Due To Other Funds	Total Liabilities	Reserved	Unreserved and Undesignated	Total Fund Equity	Total Liabilities and Fund Equity
CDBG 94-97 Rehab-94 STBG 810	$ 178	$ -	$ -	$ 178	$ -	$ -	$ -	$ -	$ 178	$ 178	$ 178
CDBG 97-00 Rehab 97-STBG-1129	712	-	-	712	-	-	-	-	712	712	712
CDBG Grant 97-STBG-1173	13	-	-	13	-	-	-	-	13	13	13
CDBG Rehab Revolving Loan	262,903	31,702	-	294,605	-	-	-	-	294,605	294,605	294,605
CDBG Truckee Rehab '92	19,932	-	283,805	303,737	18,614	-	18,614	283,805	1,318	285,123	303,737
CDBG TECH 98-STBG-1285	-	-	-	-	-	-	-	-	-	-	-
CDBG 98-STBG-1280	32,639	-	-	32,639	-	-	-	-	32,639	32,639	32,639
CHRP-O Rehab Program	-	-	-	-	-	-	-	-	-	-	-
Community Grant Development Repay	129,926	-	317,144	447,070	-	-	-	317,144	129,926	447,070	447,070
CSBG 2001	38,999	37,856	-	76,855	60,502	-	60,502	-	16,353	16,353	76,855
CSBG Grant 00F-2127	346	-	-	346	-	-	-	-	346	346	346
CDBG Grant 98-EDBG-576	3,423	-	-	3,423	3,400	-	3,400	-	23	23	3,423
CSBG Grant 98F-1627	9	-	-	9	-	-	-	-	9	9	9
CSBG Grant 99F-1926	1	-	-	1	-	-	-	-	1	1	1
DOE Grant 99C-1223	1	-	-	1	-	-	-	-	1	1	1
ECIP/WX Energy Crisis Program	-	-	-	-	-	-	-	-	-	-	-
HOME Grant 98-343	27,493	119,000	266,270	412,763	161,307	-	161,307	251,456	-	251,456	412,763
LIHEAP 2001	46,033	-	-	46,033	-	-	-	-	46,033	46,033	46,033
LIHEAP-ECF 003-1278	24,321	6,976	-	31,297	-	-	-	-	31,297	31,297	31,297
LIHEAP 00B-1223	267	-	-	267	-	-	-	-	267	267	267
LIHEAP 98B-1024	-	-	-	-	-	-	-	-	-	-	-
LIHEAP 99B-1123	1	-	-	1	-	-	-	-	1	1	1
Mortgage Credit Certificate Program	25,249	1,325	-	26,574	131	-	131	-	26,443	26,443	26,574
Residential Rehab 93-STBG 765	665	-	226,009	226,674	-	-	-	226,009	665	226,674	226,674
Residential Rehab 94 STBG	17,359	-	319,226	336,585	13,088	-	13,088	319,226	4,271	323,497	336,585
Weatherization DOE 00C-1323	51	-	-	51	-	-	-	-	51	51	51
Totals	$ 630,521	$ 196,859	$ 1,412,454	$ 2,239,834	$ 257,042	$ -	$ 257,042	$ 1,397,640	$ 585,152	$ 1,982,792	$ 2,239,834

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
SPECIAL REVENUE FUNDS -
HOUSING AND COMMUNITY SERVICES
FOR THE YEAR ENDED JUNE 30, 2001

	Revenues					Expenditures						
	Inter-governmental	Use of Money and Property	Charges for Services	Other Revenues	Total Revenues	Public Assistance	Total Expenditures	Excess (Deficiency) of Revenues Over Expenditures	Other Financing Sources (Uses) Operating Transfers In (Out)	Excess (Deficiency) of Revenue and Other Financing Sources over Expenditures and Other Financing Uses	Fund Equity - Beginning of Year	Fund Equity - End of Year
CDBG 94-97 Rehab-94 STBG 810	$ -	$ 177	$ -	$ 18	$ 195	$ -	$ -	$ 195	$ -	$ 195	$ (17)	$ 178
CDBG 97-00 Rehab 97-STBG-1129	30,489	240	-	15	30,744	233	233	30,511	(33,000)	(2,489)	3,201	712
CDBG Grant 97-STBG-1173	-	574	-	1	575	-	-	575	(18,326)	(17,751)	17,764	13
CDBG Rehab Revolving Loan	-	16,668	31,702	1,861	50,231	-	-	50,231	(74,590)	(24,359)	318,964	294,605
CDBG Truckee Rehab '92	-	-	-	5,165	5,165	18,614	18,614	(13,449)	(406)	(13,855)	298,978	285,123
CDBG TECH 98-STBG-1285	35,000	-	-	-	35,000	-	-	35,000	(35,000)	-	-	-
CDBG 98-STBG-1280	38,553	-	-	193	38,746	-	-	38,746	(6,107)	32,639	-	32,639
CHRP-O Rehab Program	-	1	-	-	1	-	-	1	(23)	(22)	22	-
Community Grant Development Repay	-	11,051	-	1,023	12,074	-	-	12,074	(75,771)	(63,697)	510,767	447,070
CSBG 2001	136,663	393	-	231	137,287	-	-	137,287	(120,934)	16,353	-	16,353
CSBG Grant 00F-2127	65,602	1,998	-	41	67,641	-	-	67,641	(108,000)	(40,359)	40,705	346
CDBG Grant 98-EDBG-576	10,606	237	-	21	10,864	235	235	10,629	(10,999)	(370)	393	23
CSBG Grant 98F-1627	-	48	-	11	59	-	-	59	(474)	(415)	424	9
CSBG Grant 99F-1926	-	9	-	-	9	-	-	9	(170)	(161)	162	1
DOE Grant 99C-1223	-	8	-	-	8	-	-	8	(139)	(131)	132	1
ECIP/WX Energy Crisis Program	-	-	-	3	3	-	-	3	(74)	(71)	71	-
HOME Grant 98-343	266,270	1,562	-	173	268,005	-	-	268,005	(24,210)	243,795	7,661	251,456
LIHEAP 2001	45,573	188	-	272	46,033	-	-	46,033	-	46,033	-	46,033
LIHEAP-ECF 003-1278	120,622	939	-	144	121,705	-	-	121,705	(90,408)	31,297	-	31,297
LIHEAP 00B-1223	72,476	2,637	-	38	75,151	-	-	75,151	(97,868)	(22,717)	22,984	267
LIHEAP 98B-1024	-	4	-	-	4	-	-	4	(78)	(74)	74	-
LIHEAP 99B-1123	-	11	-	-	11	-	-	11	(217)	(206)	207	1
Mortgage Credit Certificate Program	-	1,499	-	9,264	10,763	-	-	10,763	(6,599)	4,164	22,279	26,443
Residential Rehab 93-STBG 765	-	468	-	46	514	-	-	514	(406)	108	226,566	226,674
Residential Rehab 94 STBG	-	912	-	2,450	3,362	13,088	13,088	(9,726)	(406)	(10,132)	333,629	323,497
Weatherization DOE 00C-1323	14,103	360	-	-	14,463	-	-	14,463	(14,412)	51	-	51
Totals	$ 835,957	$ 39,984	$ 31,702	$ 20,970	$ 928,613	$ 32,170	$ 32,170	$ 896,443	$ (718,617)	$ 177,826	$ 1,804,966	$ 1,982,792

DEBT SERVICE FUNDS

Debt Service Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

COUNTY OF NEVADA
COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
JUNE 30, 2001

	1991 County Facilities Project	Finance Authority	Government Debt Service	Totals
ASSETS				
Cash and investments	$ -	$ 87,850	$ 10,550	$ 98,400
Restricted Assets:				
Cash and investments	631,748	1,680,581	-	2,312,329
Total Assets	$ 631,748	$ 1,768,431	$ 10,550	$ 2,410,729
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Accounts payable	$ -	$ -	$ -	$ -
Total Liabilities	-	-	-	-
FUND EQUITY				
Reserved	631,748	1,768,431	10,550	2,410,729
Total Fund Equity	631,748	1,768,431	10,550	2,410,729
Total Liabilities and Fund Equity	$ 631,748	$ 1,768,431	$ 10,550	$ 2,410,729

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
DEBT SERVICE FUNDS
JUNE 30, 2001

	1991 County Facilities Project	Finance Authority	Government Debt Service	Totals
REVENUES				
Use of money and property	$ 33,906	$ 104,656	$ 1,975	$ 140,537
Other revenues	-	534	73	607
Total Revenues	33,906	105,190	2,048	141,144
EXPENDITURES				
Current:				
General government	-	3,000	-	3,000
Debt service	68,777	1,666,207	516,621	2,251,605
Total Expenditures	68,777	1,669,207	516,621	2,254,605
Excess (Deficiency) of Revenues Over Expenditures	(34,871)	(1,564,017)	(514,573)	(2,113,461)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	1,568,268	516,621	2,084,889
Operating transfers out	-	-	-	-
Total Other Financing Sources (Uses)	-	1,568,268	516,621	2,084,889
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	(34,871)	4,251	2,048	(28,572)
Fund Equity - Beginning of Year	666,619	1,764,180	8,502	2,439,301
Fund Equity - End of Year	$ 631,748	$ 1,768,431	$ 10,550	$ 2,410,729

CAPITAL PROJECTS FUNDS

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

COUNTY OF NEVADA
COMBINING BALANCE SHEET
CAPITAL PROJECTS FUNDS
JUNE 30, 2001

	Criminal Justice Temporary Facilities Construction	Courthouse Temporary Construction	Gazebo Picnic Area	Juvenile Hall Facility	Totals
ASSETS					
Cash and investments	$ 242,363	$ 349,649	$ 1,137	$ 463,682	$ 1,056,831
Accounts receivable	-	-	-	884,840	884,840
Total Assets	$ 242,363	$ 349,649	$ 1,137	$ 1,348,522	$ 1,941,671
LIABILITIES AND FUND EQUITY					
LIABILITIES					
Accounts payable	$ -	$ -	$ -	$ 1,932	$ 1,932
Advance to other funds	-	-	-	625,000	625,000
Total Liabilities	-	-	-	626,932	626,932
FUND EQUITY					
Reserved	-	-	-	721,590	721,590
Unreserved					
Undesignated	242,363	349,649	1,137	-	593,149
Total Fund Equity	242,363	349,649	1,137	721,590	1,314,739
Total Liabilities and Fund Equity	$ 242,363	$ 349,649	$ 1,137	$ 1,348,522	$ 1,941,671

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

	Criminal Justice Temporary Facilities Construction	Courthouse Temporary Construction	Gazebo Picnic Area	Juvenile Hall Facility	Totals
REVENUES					
Intergovernmental	$ -	$ -	$ -	$ 3,884,821	$ 3,884,821
Use of money and property	13,509	23,557	67	35,688	72,821
Fines and forfeitures	221,860	221,908	-	-	443,768
Charges for service	-	-	-	25	25
Other revenues	1,704	2,624	8	3,797	8,133
Total Revenues	237,073	248,089	75	3,924,331	4,409,568
EXPENDITURES					
Capital outlay	62	132,126	-	3,927,317	4,059,505
Total Expenditures	62	132,126	-	3,927,317	4,059,505
Excess (Deficiency) of Revenues Over Expenditures	237,011	115,963	75	(2,986)	350,063
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	-	-	518,000	518,000
Operating transfers out	(218,715)	(136,422)	-	-	(355,137)
Total Other Financing Sources (Uses)	(218,715)	(136,422)	-	518,000	162,863
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	18,296	(20,459)	75	515,014	512,926
Fund Equity - Beginning of Year	224,067	370,108	1,062	203,076	798,313
Residual equity transfer	-	-	-	3,500	3,500
Fund Equity - End of Year	$ 242,363	$ 349,649	$ 1,137	$ 721,590	$ 1,314,739

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 (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or where the governing body has decided that periodic determination of net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

COUNTY OF NEVADA
COMBINING BALANCE SHEET
ENTERPRISE FUNDS
JUNE 30, 2001

	Eastern Nevada County Solid Waste	Western Nevada County Solid Waste	Transportation	Airpark	Totals
ASSETS					
Current Assets					
Cash and investments	$ 839,302	$ 6,325,674	$ 11,287	$ 9,898	$ 7,186,161
Imprest cash	-	800	-	200	1,000
Accounts receivable	-	480,524	80,905	38,785	600,214
Inventory	-	-	14,829	25,588	40,417
Total Current Assets	839,302	6,806,998	107,021	74,471	7,827,792
Restricted Assets:					
Cash and investments	-	10,019,776	-	-	10,019,776
Interest receivable	-	6,345	-	-	6,345
Total Restricted Assets	-	10,026,121	-	-	10,026,121
Fixed Assets, net	-	1,074,002	257,633	7,488,085	8,819,720
Total Fixed Assets	-	1,074,002	257,633	7,488,085	8,819,720
Other Assets					
Bond issue cost - net of accumulated amortization	-	590,347	-	-	590,347
Total Other Assets	-	590,347	-	-	590,347
Total Assets	$ 839,302	$ 18,497,468	$ 364,654	$ 7,562,556	$ 27,263,980
LIABILITIES AND FUND EQUITY					
LIABILITIES					
Current Liabilities					
Accounts payable	$ 4,230	$ 303,723	$ 217,128	$ 35,306	$ 560,387
Accrued payroll and benefits	-	8,621	16,919	2,925	28,465
Deferred revenue	-	-	2,000	18,526	20,526
Total Current Liabilities	4,230	312,344	236,047	56,757	609,378
Restricted Current Liabilities					
Customer deposits	-	24,527	-	4,622	29,149
Total Restricted Current Liabilities	-	24,527	-	4,622	29,149
Long-term Liabilities					
Advances from other funds	-	-	-	253,000	253,000
Liability for compensated absences	-	22,869	70,536	3,432	96,837
Certificates of participation	-	20,045,000	-	-	20,045,000
Loans payable	-	-	-	557,036	557,036
Closure/postclosure costs	-	12,114,644	-	-	12,114,644
Total Long-Term Liabilities	-	32,182,513	70,536	813,468	33,066,517
Total Liabilities	4,230	32,519,384	306,583	874,847	33,705,044
FUND EQUITY					
Contributed capital	-	(1,877)	257,633	6,045,491	6,301,247
Retained earnings					
Unreserved	835,072	(14,020,039)	(199,562)	642,218	(12,742,311)
Total Fund Equity	835,072	(14,021,916)	58,071	6,687,709	(6,441,064)
Total Liabilities and Fund Equity	$ 839,302	$ 18,497,468	$ 364,654	$ 7,562,556	$ 27,263,980

COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

	Eastern Nevada County Solid Waste	Western Nevada County Solid Waste	Transportation	Airpark	Totals
OPERATING REVENUES					
Charges for services	1,046,429	5,172,511	10,451	13,284	6,242,675
Fares	-	-	347,235	-	347,235
Rents and charges	-	-	-	90,198	90,198
Fuel sales	-	-	-	549,514	549,514
Total Operating Revenues	1,046,429	5,172,511	357,686	652,996	7,229,622
OPERATING EXPENSES					
Salaries and benefits	-	429,129	917,366	144,955	1,491,450
Fuel	-	18,665	136,715	382,315	537,695
Maintenance and repairs	2,935	8,840	314,570	7,814	334,159
Parts and supplies	-	6,025	1,918	2,293	10,236
Outside services	1,276,209	2,598,100	973,846	275,347	5,123,502
Administration and office	8,155	120,201	66,167	69,705	264,228
Utilities	-	15,182	2,567	14,292	32,041
Insurance	-	-	29,726	4,255	33,981
Depreciation	-	70,564	205,320	47,487	323,371
Rentals and lease payments	-	17,664	20,092	1,904	39,660
Miscellaneous expenses	-	-	-	11,482	11,482
Total Operating Expenses	1,287,299	3,284,370	2,668,287	961,849	8,201,805
Operating Income (Loss)	(240,870)	1,888,141	(2,310,601)	(308,853)	(972,183)
NON-OPERATING REVENUES (EXPENSES)					
Taxes	119,095	270,211	1,888,068	47,391	2,324,765
Franchises	123,035	100,187	-	-	223,222
Intergovernmental revenues	13,799	80,456	247,436	15,487	357,178
Interest income	46,004	1,020,687	7,956	5,084	1,079,731
Other revenues	5,881	373,067	17,050	16,729	412,727
Interest expense	-	(1,525,038)	-	(29,479)	(1,554,517)
Bond amortization	-	(29,891)	-	-	(29,891)
Total Non-operating Revenue (Expenses)	307,814	289,679	2,160,510	55,212	2,813,215
Net Income (Loss) before Operating Transfers	66,944	2,177,820	(150,091)	(253,641)	1,841,032
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	-	5,485	40,000	45,485
Operating transfers out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	5,485	40,000	45,485
Net Income (Loss)	66,944	2,177,820	(144,606)	(213,641)	1,886,517
Fund Equity - Beginning of Year	768,128	(16,251,679)	202,677	6,901,350	(8,379,524)
Contributed capital	-	51,943	-	-	51,943
Fund Equity - End of Year	$ 835,072	$(14,021,916)	$ 58,071	$ 6,687,709	$ (6,441,064)

COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
JUNE 30, 2001

	Eastern Nevada County Solid Waste	Western Nevada County Solid Waste	Transportation	Airpark	Totals
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	$ 1,047,247	$ 5,095,863	$ 314,375	$ 677,437	$ 7,134,922
Cash paid to suppliers	(1,283,851)	(3,048,171)	(1,526,485)	(792,372)	(6,650,879)
Cash paid to employees	-	(469,907)	(916,552)	(145,979)	(1,532,438)
Net Cash Provided (Used) by Operating Activities	(236,604)	1,577,785	(2,128,662)	(260,914)	(1,048,395)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Non-operating revenues	261,810	823,921	2,152,557	79,607	3,317,895
Transfers in (out)	-	-	5,485	40,000	45,485
Increase (Decrease) in due to (from) other funds	-	-	(19,819)	-	(19,819)
Increase (Decrease) in advance from (to) other funds	-	-	-	250,000	250,000
Increase (Decrease) in customer deposits	-	3,633	-	70	3,703
Net Cash Provided (Used) by Noncapital Financing Activities	261,810	827,554	2,138,223	369,677	3,597,264
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Acquisition of capital assets	-	-	(6,228)	(61,596)	(67,824)
Principal paid on debt	-	(440,000)	-	(35,262)	(475,262)
Interest paid on debt	-	(1,525,038)	-	(29,479)	(1,554,517)
Net Cash Provided (Used) by Capital and Related Financing Activities	-	(1,965,038)	(6,228)	(126,337)	(2,097,603)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest on investments	46,004	1,014,921	7,954	5,084	1,073,963
Net Cash Provided (Used) by Investing Activities	46,004	1,014,921	7,954	5,084	1,073,963
Net Increase (Decrease) in Cash and Cash Equivalents	71,210	1,455,222	11,287	(12,490)	1,525,229
Cash and Cash Equivalents at Beginning of Year	768,092	14,891,028	-	22,588	15,681,708
Cash and Cash Equivalents at End of Year	$ 839,302	$ 16,346,250	$ 11,287	$ 10,098	$ 17,206,937
OPERATING INCOME (LOSS)	$ (240,870)	$ 1,888,141	$ (2,310,601)	$ (308,853)	$ (972,183)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Depreciation	-	70,564	205,320	47,487	323,371
(Increase) Decrease in accounts receivable	818	(76,644)	(43,311)	5,915	(113,222)
(Increase) Decrease in inventory	-	-	(2,393)	(4,740)	(7,133)
Increase (Decrease) in accounts payable	3,448	(108,365)	21,509	(18,225)	(101,633)
Increase (Decrease) in accrued payroll and benefits	-	(17,188)	(12,147)	(3,032)	(32,367)
Increase (Decrease) in compensated absences	-	(23,590)	12,961	2,008	(8,621)
Increase (Decrease) in deferred revenue	-	(4)	-	18,526	18,522
Increase (Decrease) in closure/post closure	-	(155,129)	-	-	(155,129)
Total Adjustments	4,266	(310,356)	181,939	47,939	(76,212)
Net Cash Provided (Used) by Operating Activities	$ (236,604)	$ 1,577,785	$ (2,128,662)	$ (260,914)	$ (1,048,395)

INTERNAL SERVICE FUNDS

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

COUNTY OF NEVADA
COMBINING BALANCE SHEET
INTERNAL SERVICE FUNDS
JUNE 30, 2001

	Fleet Management	Workers Compensation	Vision Insurance	Unemployment Insurance	Liability Insurance	Dental Insurance	Totals
ASSETS							
Current Assets							
Cash and investments	$ 103,786	$ 771,963	$ 47,884	$ 352,668	$ 1,091,473	$ 152,022	$ 2,519,796
Accounts receivable	224,376	4,026	1,198	-	182,995	4,152	416,747
Advance to other funds	-	-	-	-	625,000	-	625,000
Deposits	-	-	7,310	-	-	34,000	41,310
Total Current Assets	328,162	775,989	56,392	352,668	1,899,468	190,174	3,602,853
Fixed Assets, net	1,488,468	-	-	-	-	-	1,488,468
Total Assets	$ 1,816,630	$ 775,989	$ 56,392	$ 352,668	$ 1,899,468	$ 190,174	$ 5,091,321
LIABILITIES AND FUND EQUITY							
LIABILITIES							
Current Liabilities							
Accounts payable	$ 55,137	$ 65,591	$ 14,799	$ 12,697	$ 8,514	$ 20,962	$ 177,700
Accrued payroll and benefits	2,565	-	-	-	-	-	2,565
Accrued claims payable	-	351,357	-	123,540	860,000	-	1,334,897
Total Current Liabilities	57,702	416,948	14,799	136,237	868,514	20,962	1,515,162
Long-term Liabilities							
Liability for compensated absences	6,221	-	-	-	-	-	6,221
Total Long-Term Liabilities	6,221	-	-	-	-	-	6,221
Total Liabilities	63,923	416,948	14,799	136,237	868,514	20,962	1,521,383
FUND EQUITY							
Contributed capital	1,290,800	-	-	-	-	-	1,290,800
Retained earnings							
Unreserved	461,907	359,041	41,593	216,431	1,030,954	169,212	2,279,138
Total Fund Equity	1,752,707	359,041	41,593	216,431	1,030,954	169,212	3,569,938
Total Liabilities and Fund Equity	$ 1,816,630	$ 775,989	$ 56,392	$ 352,668	$ 1,899,468	$ 190,174	$ 5,091,321

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2001

	Fleet Management	Workers Compensation	Vision Insurance	Unemployment Insurance	Liability Insurance	Dental Insurance	Totals
OPERATING REVENUES							
Charges for services	$ 110	$ 1,017,950	$ 164,347	$ 98,340	$ 125,255	$ 565,334	$ 1,971,336
Rent and charges	954,542	-	-	-	-	-	954,542
Other revenues	5,379	9,906	340	33,165	1,547,550	1,089	1,597,429
Total Operating Revenues	960,031	1,027,856	164,687	131,505	1,672,805	566,423	4,523,307
OPERATING EXPENSES							
Salaries and benefits	143,853	-	-	-	-	-	143,853
Fuel	260,961	-	-	-	-	-	260,961
Maintenance and repairs	157,720	-	-	-	-	-	157,720
Parts and supplies	31,299	-	-	-	1,168	-	32,467
Outside services	53,255	65,771	22,029	3,727	291,443	38,653	474,878
Administration and office	56,836	4,636	-	-	3,633	-	65,105
Insurance	76	1,044,550	(28)	(46)	339,336	-	1,383,888
Benefits paid	-	-	135,348	99,038	903,943	528,164	1,666,493
Depreciation	474,927	-	-	-	-	-	474,927
Rentals and lease payments	2,365	-	-	-	-	-	2,365
Total Operating Expenses	1,181,292	1,114,957	157,349	102,719	1,539,523	566,817	4,662,657
Operating Income (Loss)	(221,261)	(87,101)	7,338	28,786	133,282	(394)	(139,350)
NON-OPERATING REVENUE (EXPENSES)							
Interest income	12,685	48,326	3,392	21,136	73,337	10,941	169,817
Gain (Loss) on sale of fixed assets	11,255	-	-	-	-	-	11,255
Total Non-Operating Revenue (Expenses)	23,940	48,326	3,392	21,136	73,337	10,941	181,072
Income (Loss) before Operating Transfers	(197,321)	(38,775)	10,730	49,922	206,619	10,547	41,722
OTHER FINANCING SOURCES (USES)							
Operating transfers in	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Net Income (Loss)	(197,321)	(38,775)	10,730	49,922	206,619	10,547	41,722
Fund Equity - Beginning of Year	1,672,143	397,816	30,863	166,509	824,335	158,665	3,250,331
Contributed capital	277,885	-	-	-	-	-	277,885
Fund Equity - End of Year	$ 1,752,707	$ 359,041	$ 41,593	$ 216,431	$ 1,030,954	$ 169,212	$ 3,569,938

COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
JUNE 30, 2001

	Fleet Management	Workers Compensation	Vision Insurance	Unemployment Insurance	Liability Insurance	Dental Insurance	Totals
CASH FLOWS FROM OPERATING ACTIVITIES							
Cash received from customers	$ 883,023	$ 1,023,830	$ 163,489	$ 131,505	$ 1,665,134	$ 562,271	$ 4,429,252
Cash paid to suppliers	(527,722)	(1,400,814)	(166,477)	(120,719)	(1,978,096)	(580,231)	(4,774,059)
Cash paid to employees	(143,765)	-	-	-	-	-	(143,765)
Net Cash Provided (Used) by Operating Activities	211,536	(376,984)	(2,988)	10,786	(312,962)	(17,960)	(488,572)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Increase (Decrease) in advance from (to) other funds	-	-	-	-	(100,000)	-	(100,000)
Net Cash Provided (Used) by Noncapital Financing Activities	-	-	-	-	(100,000)	-	(100,000)
CASH FLOWS FROM CAPITAL RELATED FINANCING ACTIVITIES							
Acquisition of capital assets	(305,867)	-	-	-	-	-	(305,867)
Net Cash Provided (Used) by Capital and Related Financing Activities	(305,867)	-	-	-	-	-	(305,867)
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest on investments	12,685	48,326	3,392	21,136	73,337	10,941	169,817
Net Cash Provided (Used) by Investing Activities	12,685	48,326	3,392	21,136	73,337	10,941	169,817
Net Increase (Decrease) in Cash and Cash Equivalents	(81,646)	(328,658)	404	31,922	(339,625)	(7,019)	(724,622)
Cash and Cash Equivalents at Beginning of Year	185,432	1,100,621	47,480	320,746	1,431,098	159,041	3,244,418
Cash and Cash Equivalents at End of Year	$ 103,786	$ 771,963	$ 47,884	$ 352,668	$ 1,091,473	$ 152,022	$ 2,519,796
OPERATING INCOME (LOSS)	$ (221,261)	$ (87,101)	$ 7,338	$ 28,786	$ 133,282	$ (394)	$ (139,350)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES							
Depreciation	474,927	-	-	-	-	-	474,927
(Increase) Decrease in accounts receivable	(77,008)	(4,026)	(1,198)	-	(7,671)	(4,152)	(94,055)
Increase (Decrease) in accounts payable	34,790	65,500	(9,128)	12,697	(228,573)	(13,414)	(138,128)
Increase (Decrease) in accrued payroll and benefits	(2,421)	-	-	-	-	-	(2,421)
Increase (Decrease) in compensated absences	2,509	-	-	-	-	-	2,509
Increase (Decrease) in claims payable	-	(351,357)	-	(30,697)	(210,000)	-	(592,054)
Total Adjustments	432,797	(289,883)	(10,326)	(18,000)	(446,244)	(17,566)	(349,222)
Net Cash Provided (Used) by Operating Activities	$ 211,536	$ (376,984)	$ (2,988)	$ 10,786	$ (312,962)	$ (17,960)	$ (488,572)

AGENCY FUNDS

Agency Funds are custodial in nature and do not present results of operations or have a measurement focus. Agency funds are accounted for using the modified accrual basis of accounting. These funds are used to account for assets that the government holds for others in an agency capacity.

COUNTY OF NEVADA
COMBINING BALANCE SHEET
TRUST AND AGENCY FUNDS
JUNE 30, 2001

	Agency Funds	Investment Trust Fund	Total Trust and Agency
ASSETS			
Cash and investments	$ 25,336,477	$ 40,894,727	$ 66,231,204
Taxes receivable	6,395,275	-	6,395,275
Advance to other funds	535,835	-	535,835
Restricted assets			
Cash and investments	135,646	291,324	426,970
Total Assets	$ 32,403,233	$ 41,186,051	$ 73,589,284
LIABILITIES AND FUND EQUITY			
LIABILITIES			
Advance from other funds	$ 413,624	$ -	$ 413,624
Tax losses reserve	867,974	-	867,974
Agency obligations	31,121,635	-	31,121,635
Total Liabilities	32,403,233	-	32,403,233
FUND EQUITY			
Net assets held in trust for pool participants	-	41,186,051	41,186,051
Total Fund Equity	-	41,186,051	41,186,051
Total Liabilities and Fund Equity	$ 32,403,233	$ 41,186,051	$ 73,589,284

COUNTY OF NEVADA
COMBINING BALANCE SHEET
AGENCY FUNDS
JUNE 30, 2001

	Accrued Trust Funds	County Departmental Agency Funds	Total Agency Funds
ASSETS			
Cash and investments	$ 4,442,599	$ 20,893,878	$ 25,336,477
Taxes receivable	6,395,275	-	6,395,275
Advance to other funds	-	535,835	535,835
Restricted assets:			
Cash and investments	-	135,646	135,646
Total Assets	$ 10,837,874	$ 21,565,359	$ 32,403,233
LIABILITIES			
LIABILITIES			
Advance from other funds	-	413,624	413,624
Tax loss reserve	867,974	-	867,974
Agency obligations	9,969,900	21,151,735	31,121,635
Total Liabilities	$ 10,837,874	$ 21,565,359	$ 32,403,233

COUNTY OF NEVADA

COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2001

	Balance June 30, 2000	Additions	Deductions	Balance June 30, 2001
Accrued Trust Funds				
ASSETS				
Cash and investments	$ 984,037	$ 3,458,562	$ -	$ 4,442,599
Taxes receivable	5,815,006	580,269	-	6,395,275
Total Assets	$ 6,799,043	$ 4,038,831	$ -	$ 10,837,874
LIABILITIES				
Due to other funds	$ 510,278	$ -	$ 510,278	$ -
Tax losses reserve	14,289	853,685	-	867,974
Agency obligations	6,274,476	3,695,424	-	9,969,900
Total Liabilities	$ 6,799,043	$ 4,549,109	$ 510,278	$ 10,837,874
County Departmental Agency Funds				
ASSETS				
Cash and investments	$ 14,950,387	$ 5,943,491	$ -	$ 20,893,878
Advance to other funds	123,211	412,624	-	535,835
Restricted assets				
Cash and investments	116,206	19,440	-	135,646
Total Assets	$ 15,189,804	$ 6,375,555	$ -	$ 21,565,359
LIABILITIES				
Advance from other funds	$ -	$ 413,624	$ -	$ 413,624
Agency obligations	15,189,804	5,961,931	-	21,151,735
Total Liabilities	$ 15,189,804	$ 6,375,555	$ -	$ 21,565,359
Total Agency				
ASSETS				
Cash and investments	$ 15,934,424	$ 9,402,053	$ -	$ 25,336,477
Taxes receivable	5,815,006	580,269	-	6,395,275
Advance to other funds	123,211	412,624	-	535,835
Restricted assets				
Cash and investments	116,206	19,440	-	135,646
Total Assets	$ 21,988,847	$ 10,414,386	$ -	$ 32,403,233
LIABILITIES				
Due to other funds	$ 510,278	$ -	$ 510,278	$ -
Advance from other funds	-	413,624	-	413,624
Tax losses reserve	14,289	853,685	-	867,974
Agency obligations	21,464,280	9,657,355	-	31,121,635
Total Liabilities	$ 21,988,847	$ 10,924,664	$ 510,278	$ 32,403,233

COUNTY OF NEVADA
COMBINING STATEMENT OF NET ASSETS
INVESTMENT TRUST FUND
JUNE 30, 2001

	Independent Districts	School Districts	School Districts Debt Service	Courts and Jury/Witness	Local Transportation Authority	Total Investment Trust Fund
ASSETS						
Cash and investments	$ 8,888,864	$ 28,199,616	$ 98,141	$ 1,328,099	$ 2,380,007	$ 40,894,727
Restricted assets						
Cash and investments	291,324	-	-	-	-	291,324
Total Assets	$ 9,180,188	$ 28,199,616	$ 98,141	$ 1,328,099	$ 2,380,007	$ 41,186,051
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Advance from other funds	$ -	$ -	$ -	$ -	$ -	$ -
Total Liabilities	-	-	-	-	-	-
FUND EQUITY						
Net assets held in trust for pool participants	9,180,188	28,199,616	98,141	1,328,099	2,380,007	41,186,051
Total Fund Equity	9,180,188	28,199,616	98,141	1,328,099	2,380,007	41,186,051
Total Liabilities and Fund Equity	$ 9,180,188	$ 28,199,616	$ 98,141	$ 1,328,099	$ 2,380,007	$ 41,186,051

COUNTY OF NEVADA
COMBINING STATEMENT OF CHANGES IN NET ASSETS
INVESTMENT TRUST FUND
FOR THE FISCAL YEAR ENDING JUNE 30, 2001

	Independent Districts	School Districts	School Districts Debt Service	Courts and Jury/Witness	Local Transportation Authority	Total Investment Trust Fund
NON-OPERATING REVENUES (EXPENSES)						
Net contributions	$ 1,310,449	$ 3,155,322	$ 58,519	$ -	$ 375,943	$ 4,900,233
Net withdrawls	-	-	-	(9,134)	-	(9,134)
Total Non-Operating Revenues (Expenses)	1,310,449	3,155,322	58,519	(9,134)	375,943	4,891,099
Increase (Decrease) in Net Assets	1,310,449	3,155,322	58,519	(9,134)	375,943	4,891,099
Beginning net assets held in trust for pool participants	7,869,739	25,044,294	39,622	1,337,233	2,004,064	36,294,952
Ending net assets held in trust for pool participants	$ 9,180,188	$ 28,199,616	$ 98,141	$ 1,328,099	$ 2,380,007	$ 41,186,051

COUNTY OF NEVADA
COMBINING STATEMENT OF CASH AND INVESTMENTS
TRUST AND AGENCY FUNDS
JUNE 30, 2001

Fund #	Fund Description		
	AGENCY FUNDS		
	Accrued Trusts		
170	Apportioned Tax Resources	$ (6,433,316)	
301	Unapportioned Taxes	100,705	
309	Payroll Clearing - General	160,477	
468	Public Safety Augmentation	50,993	
480	Health/Welfare Local Trust	5,514,713	
640	Tax Losses Reserve	867,974	
649	Motor Vehicle License Fee	4,181,053	
	Total Accrued Trusts		4,442,599
	County Departmental Agency Funds		
303's	**General Trusts**	9,425,155	
	Sheriff Administration		
503	Estate of William McGee	2,744	
523	Estate of M. McPhillips	5,975	
526	Estate of T.J. Mogford	4,379	
529	Estate of M.M. Skibinski	3,393	
530	Estate of James Leo Adams	6,193	
531	Estate of Thomas Mat Costellow	4,565	
532	Estate of Lauramae Schmidt	8,339	
533	Estate of Jack F. Myers	8,607	
534	Estate of Harold Joyce	17,359	
535	Estate of Nadia K. Eagles	38,367	
536	Estate of Thomas F. Roberts	505	
537	Estate of Leif Hansen	61	
538	Estate of Grace McCollough	2,351	
540	Estate of Ralph Ellis	53,050	
549	Estate of Mahew Motlow	3,592	
556	Estate of Howard E. Flint	40,833	
558	Estate of Carol Woods	1,313	
564	Estate of Frances L. Rose	2,047	
566	Estate of Alma G. Cumins	33,244	
574	Estate of Agnes Cobeldick	28,078	
576	Estate of Timothy S. Garfield	3,287	
577	Estate of Joan A. Prince	1,125	
787	Estate of Kenneth A. Lowen	13,387	
793	Estate of James Paul Allen	857	
873	Estate of Dennis R. Collins	519	
874	Estate of Wilber O. Wright	384	
	Subtotal Sheriff Administration	284,554	

COUNTY OF NEVADA
COMBINING STATEMENT OF CASH AND INVESTMENTS
TRUST AND AGENCY FUNDS
JUNE 30, 2001

Fund #	Fund Description	
	County Departmental Agency Funds (Continued)	
	Sheriff - Jail	
305	Sheriff - Bails and Fees	$ 13,649
306	Sheriff - Civil	24,205
324	Correctional Training - Sheriff	18,617
339	Inmate Welfare Fund	72,911
450	Federal Asset Forfeiture Fund	223,645
453	Fingerprint Identification	321,071
456	Crime Prevention	858
642	Law Enforcement Services Fund	668,617
646	Local Law Enforcement Grant	153,409
679	Sheriff's K-9 Unit Program	923
680	State Asset Forfeiture Fund	84,999
	Subtotal Sheriff - Jail	1,582,904
	Transportation	
400	Road Impact Fees	4,364
401	Road Mitigation Area 1	77,040
402	Road Mitigation Area 2	37,004
403	Road Mitigation Area 3	76,140
404	Road Mitigation Area 4	14,152
405	Road Mitigation Area 5	130,541
406	Road Mitigation Area 6	5,467
407	Road Mitigation Area 7	75,535
408	Road Mitigation Area 8	621,999
410	Stonebridge Estates/Terra Alta	1
419	You Bet Road - Maintenance	15,137
791	Donner Spitz Inn Snow Removal	124
	Subtotal Transportation	1,057,504
	Joint Powers	
528	CSA - Vehicle Abatement	54,007
774	N. Sierra Air Quality Management District	634,385
	Subtotal Joint Powers	688,392
	General Trusts - Interest Bearing	
160	Facilities Capital Acquisition	502,454
161	Recreation Capital Acquisition	17,135
176	Nevada County Children and Families First	1,183,212
186	Community Facilities District 1990-1 Wildwood	965,534
209	Penn Valley Sewer Special Reserve	70,929
307	Tax Collectors	653,148
312	Special Assessment Fund	630,117

COUNTY OF NEVADA
COMBINING STATEMENT OF CASH AND INVESTMENTS
TRUST AND AGENCY FUNDS
JUNE 30, 2001

Fund #	Fund Description		
	County Departmental Agency Funds (Continued)		
	General Trusts - Interest Bearing (Continued)		
315	State Fund	$ 1,436	
320	N.I.D. Federal Loan	29,169	
322	Building Dept Trust Fund	1,336,036	
323	Correctional Training - Probation	18,555	
326	Recorder - VRIP	10,774	
335	Health - VRIP	52,071	
342	Estimated Tax Deposits	244,607	
346	Medically Indigent Adult	2,760	
347	Truckee Redevelopment	61,481	
349	Augmentation Fund	1	
358	Spay and Neuter Fund	41,362	
376	Building Inspection Reserve	23,972	
387	Lake of the Pines II Res	379,221	
395	Emergency Hazardous Matls	20,812	
411	Law Library	44,127	
412	Truckee Animal Shelter	4,019	
413	IRS 125 - Dependent Care	2,776	
432	Lake Wildwood Estates Fm 89-01	2,611	
451	Property Forfeiture	1,952	
452	Probation Asset Forfeiture	1,888	
454	D.A. Asset Forfeiture Fund	9,385	
455	D.A. Auto Insurance Fraud	36,513	
479	T/C Cash Difference Fund	28	
486	Dispute Resolution Program	27,514	
560	Estates of Deceased Persons	534	
573	Res 93544 - Septic Deposits - EH	2,202	
590	Birchville Project	33,436	
603	Tobacco Education Program	55,262	
623	Managed Care Trust - Mental	394,277	
626	Nevada City Quimby Fund	252,434	
627	Grass Valley Quimby Fund	139,468	
628	Twin Ridges Quimby Fund	43,720	
641	LEA Assistance Grant	17,971	
655	Excess Incentives - Family Support	20,956	
785	Transit Risk Management Trust	39,590	
786	Hazardous Materials Emergency Response Team	116,157	
794	TANF - Probation	363,763	
	Subtotal General Trusts - Interest Bearing	7,855,369	
	Total County Departmental Agency Funds		20,893,878
	Total Agency Funds		$ 25,336,477

COUNTY OF NEVADA
COMBINING STATEMENT OF CASH AND INVESTMENTS
TRUST AND AGENCY FUNDS
JUNE 30, 2001

Fund #	Fund Description		
	INVESTMENT TRUST FUND		
Various	Independent Districts	$ 8,888,864	
Various	School Districts	28,199,616	
Various	School Districts Debt Service	98,141	
	Courts and Jury/Witness		
112	Court Operations	1,316,320	
589	Hansen V Iacopi	2	
656	Lifetime Adopt V Adoption.com	518	
657	Smith V Inch #65428	309	
659	Truckee Donner PUD V Donner Lk	2,256	
795	St TCII 2% Automation	8,694	
	Subtotal Courts	1,328,099	
	Local Transportation Authority		
316	Trans (LTF) Ped/Bike Facilities	150,881	
317	Trans (LTG) Nevada County	314,618	
318	Trans (LTF) Grass Valley	107,734	
319	Trans (LFT) Nevada City	16,011	
327	Transportation Comm Planning	225,952	
328	Regional Trans Mit Fee - RTMF	1,909	
357	Transit Assistance Fund	38,315	
485	Trans (LTF) Town of Truckee	264,312	
492	RSTP - Regional Surface Trans Program	1,260,275	
	Subotal Local Transportation	2,380,007	
	Total Investment Trust Fund		$ 40,894,727

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

COUNTY OF NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

Federal Program/Pass Through Program Title	CFDA Number	Federal Pass-Through Grantor Number	Receipts or Revenues Recognized	Disbursements Expenditures
U.S. Department of Agriculture				
Passed through State Department of Social Services:				
Food Stamps	10.551	-	$ 1,394,000	$ 1,415,695
State Administrative Matching Grants for Food Stamp Program	10.561	-	475,355	475,355
Passed through State Department of Health Services:				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	-	198,620	222,238
Passed through State Department of Education:				
School Breakfast Program	10.553	-	7,533	6,864
National School Lunch Program	10.555	-	11,449	10,437
Passed through State Controller's Office:				
Schools and Roads - Grants to Counties	10.666	-	125,478	125,478
Total U.S. Department of Agriculture			2,212,435	2,256,067
U.S. Department of Defense				
Direct Program:				
Payments to States in Lieu of Real Estate Taxes	12.112	-	100,957	100,957
Total U.S. Department of Defense			100,957	100,957
Department of Education				
Passed through State Department of Alcohol and Drug Programs:				
Safe and Drug Free Schools and Communities - State Grants	84.186	-	19,450	19,450
Total Department of Education			19,450	19,450
U.S. Department of Justice				
Passed through State Office of Criminal Justice Planning:				
Byrne Formula Grant Program	16.579	DC-99-100290	45,193	-
Byrne Formula Grant Program	16.579	DC-00-110290	145,730	184,470
Subtotal 16.579			190,923	184,470
Violence Against Women Formula Grants	16.588	VV-97010290	9,573	20,773
Violence Against Women Formula Grants	16.588	VV-99020290	41,471	52,617
Violence Against Women Formula Grants	16.588	VV-0030290	21,279	57,643
Subtotal 16.588			72,323	131,033
Juvenile Accountability Incentive Block Grant	16.523	IP-99010290	3,162	9,878
Juvenile Accountability Incentive Block Grant	16.523	IP-00010290	-	1,635
Subtotal 16.523			3,162	11,513

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

Federal Program/Pass Through Program Title	CFDA Number	Federal Pass-Through Grantor Number	Receipts or Revenues Recognized	Disbursements Expenditures
U.S. Department of Justice (continued)				
Local Law Enforcement Block Grants Program	16.592	98LBVX4237	$ -	$ 52,242
Local Law Enforcement Block Grants Program	16.592	99LBVX7727	-	52,528
Subtotal 16.592			-	104,770
Total U.S. Department of Justice			266,408	431,786
U.S. Department of Health and Human Services				
Passed through State Department of Community Services and Development:				
Low Income Home Energy Assistance	93.568	00B-1223	72,476	71,036
Low Income Home Energy Assistance	93.568	00E-1278	120,622	96,320
Low Income Home Energy Assistance	93.568	01B-5023	45,573	45,573
Subtotal 93.568			238,671	212,929
Community Services Block Grant	93.569	00F-2127	65,602	106,596
Community Services Block Grant	93.569	01F-4027	136,663	96,663
Subtotal 93.569			202,265	203,259
Passed through State Department of Social Services:				
Promoting Safe and Stable Families	93.556	-	119,654	119,654
Temporary Assistance for Needy Families	93.558	-	3,829,742	3,829,742
Child Support Enforcement	93.563	-	2,574,156	2,041,208
Child Welfare Services - State Grant	93.645	-	376,340	376,340
Foster Care - Title IV-E	93.658	-	930,945	930,945
Adoption Assistance	93.659	-	251,824	251,824
Social Services Block Grant	93.667	-	2,762	2,762
Refugee and Entrant Assistance - State Administered Programs	93.566	-	3,256	3,256
Independent Living	93.674	-	66,848	66,848
Adoption Incentive Payments	93.603	-	2,839	2,839
Passed through State Department of Alcohol and Drug Programs:				
Block Grant for Prevention and Treatment of Substance Abuse	93.959	SAPT	583,191	585,421
Passed through State Department of Health Services:				
Childhood Lead Poisoning Prevention Projects	93.197	-	2,312	11,363
Immunization Grants	93.268	-	13,967	18,144
Medical Assistance Program	93.778	CHDP	22,604	31,608
Medical Assistance Program	93.778	EPSDT	4,173	1,665
Medical Assistance Program	93.778	Foster Care	12,177	20,303
Medical Assistance Program	93.778	TMC	66,817	78,377
Medical Assistance Program	93.778	MAA	6,597	1,624
Medical Assistance Program	93.778	Medi-Cal Outreach	7,956	83,926
Subtotal 93.778			120,324	217,503

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

Federal Program/Pass Through Program Title	CFDA Number	Federal Pass-Through Grantor Number	Receipts or Revenues Recognized	Disbursements Expenditures
U.S. Department of Health and Human Services (continued)				
HIV Care Formula Grants	93.917	-	$ 93,783	$ 92,090
HIV Care Formula Grants	93.917	HOPWA	15,012	25,617
Subtotal 93.917			108,795	117,707
Preventative Health and Health Services Block Grant	93.991	314 (d)	5,571	5,571
Maternal and Child Health Services Block Grant to the States	93.994	MCH	114,216	120,539
Maternal and Child Health Services Block Grant to the States	93.994	Title XIX	34,683	32,588
Maternal and Child Health Services Block Grant to the States	93.994	Title XIX	1,029	-
Subtotal 93.994			149,928	153,127
Family Planning - Services	93.217	Title X	91,585	92,963
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect and Exploitation	93.041	EA 00010290	11,373	29,877
Passed through State Department of Aging:				
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	-	52,714	52,858
Passed throught State Department of Mental Health Services:				
Block Grants for Community Mental Health Services	93.958	SAMSHA	62,107	61,332
Total Department of Health and Human Services			9,801,169	9,387,472
Department of Housing and Urban Development				
Passed through State Department of Housing and Community Development				
Community Development Block Grants/State's Program	14.228	97-STBG-1129	30,489	35,463
Community Development Block Grants/State's Program	14.228	98-EDBG-576	10,606	9,074
Community Development Block Grants/State's Program	14.228	97-STBG-1173	-	17,290
Community Development Block Grants/State's Program	14.228	98-STBG-1280	38,553	40,826
Community Development Block Grants/State's Program	14.228	98-STBG-1285	-	25,359
Community Development Block Grants/State's Program	14.228	99-STBG-1419	432	431
Community Development Block Grants/State's Program	14.228	00-STBG-1524	315	314
Subtotal 14.228			80,395	128,757
HOME Investment Partnerships Program	14.239	98-HOME-0343	266,270	348,970
Section 8 Rental Voucher Program	14.855	-	947,065	1,007,412
Section 8 Rental Certificate Program	14.857	-	163,813	124,891
Total Department of Housing and Urban Development			1,457,543	1,610,030
U.S. Department of Transportation				
Passed through State Department of Transportation:				
Highway Planning and Construction	20.205	BRLO-5917(019)	41,694	41,694
Total U.S. Department of Transportation			41,694	41,694

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2001

Federal Program/Pass Through Program Title	CFDA Number	Federal Pass-Through Grantor Number	Receipts or Revenues Recognized	Disbursements Expenditures
U.S. Department of Energy				
Passed through State Department of Community Services and Development				
Weatherization Assistance for Low-Income Persons	81.042	00C-1323	$ 14,103	$ 14,198
Total U.S. Department of Energy			14,103	14,198
Total			$ 13,913,759	$ 13,861,654

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2001

1. GENERAL

The accompanying Schedule of Federal Financial Assistance presents the activity of all federal financial assistance programs of the County of Nevada. The County of Nevada reporting entity is defined in Note 1 to the County's general purpose financial statements. All federal financial assistance received directly from federal agencies as well as federal financial assistance passed through other government agencies are included on the schedule.

2. BASIS OF ACCOUNTING

The accompanying Schedule of Federal Financial Assistance is presented using the cash basis of accounting, which recognizes revenue when received and expenditures when paid. This in some instances results in differences from the amounts reported in the financial statements.

3. OFFICE OF CRIMINAL JUSTICE PLANNING DISCLOSURE

The following represents expenditures for the Byrne Formula Grant Program (CFDA Number 16.579):

	Budget	Current Year Actual	Balance
DC 00110290			
Personal Services	$ 96,638	$ 96,638	$ -
Operating Expense	89,528	87,832	1,696
Equipment	-	-	-
Total	$ 186,166	$ 184,740	$ 1,696

The following represents expenditures for the Violence Against Women Formula Grants (CFDA Number 16.588):

	Budget	Prior Year Actual	Current Year Actual	Balance
VV 97010290				
Personal Services	$ 260,644	$ 254,982	$ 5,093	$ 569
Operating Expense	78,738	64,344	11,258	3,136
Equipment	52,975	48,496	4,422	57
Total	$ 392,357	$ 367,822	$ 20,773	$ 3,762

	Budget	Prior Year Actual	Current Year Actual	Balance
VV 99020290				
Personal Services	$ 98,732	$ 52,776	$ 40,525	$ 5,431
Operating Expense	22,844	7,639	12,092	3,113
Total	$ 121,576	$ 60,415	$ 52,617	$ 8,544

	Budget	Current Year Actual	Balance
VV 0003290			
Personal Services	$ 102,076	$ 49,265	$ 52,811
Operating Expense	19,500	8,378	11,122
Total	$ 121,576	$ 57,643	$ 63,933

The following represents expenditures for the Juvenile Accountability Incentive Block Grant (CFDA Number 16.523):

	Budget	Prior Year Actual	Current Year Actual	Balance
IP-99010290				
Personal Services	$ 17,989	$ 512	$ 8,479	$ 8,998
Operating Expense	11,187	46	1,399	9,742
Total	$ 29,176	$ 558	$ 9,878	$ 18,740

3. OFFICE OF CRIMINAL JUSTICE PLANNING DISCLOSURE (CONTINUED)

	Budget	Current Year Actual	Balance
IP-00010290			
Personal Services	$ 25,804	$ 1,505	$ 24,299
Operating Expense	809	130	679
Total	$ 26,613	$ 1,635	$ 24,978

	Budget	Prior Year Actual	Current Year Actual	Balance
SR-97020290				
Personal Services	$ 146,032	$ 120,072	$ 25,721	$ 239
Operating Expense	87,432	55,990	28,608	2,834
Equipment	57,313	45,043	11,277	993
Total	$ 290,777	$ 221,105	$ 65,606	$ 4,066

	Budget	Current Year Actual	Balance
SR00030290			
Personal Services	$ 58,931	$ 39,144	$ 19,787
Operating Expense	41,069	16,361	24,708
Total	$ 100,000	$ 55,505	$ 44,495

4. DEPARTMENT OF COMMUNITY SERVICES AND DEVELOPMENT DISCLOSURE

The following pages represent Supplemental Schedules of Revenues and Expenditures for the Community Services and Development grant awards.

COUNTY OF NEVADA

SUPPLEMENTAL STATEMENT OF REVENUES AND EXPENDITURES
CSD CONTRACT NO. 00F-2127 (CSBG)
FOR THE PERIOD JULY 1, 2000 THROUGH JUNE 30, 2001

	July 1, 2000 through Dec 31, 2000	Jan 1, 2001 through June 30, 2001	Total Reported
REVENUES			
Grant revenues	-	65,602	65,602
Total Revenues	-	65,602	65,602
EXPENDITURES			
Administration:			
Salaries and wages	-	44,379	44,379
Fringe benefits	-	12,627	12,627
Facilities	-	5,112	5,112
Travel	-	1,237	1,237
Consumable supplies	-	2,323	2,323
Other costs	-	3,693	3,693
Total Administration	-	69,371	69,371
Program:			
Sub-contractors	-	37,225	37,225
Total Program	-	37,225	37,225
Total Expenditures	-	106,596	106,596
Revenues Over (Under) Expenditures	-	(40,994)	(40,994)

COUNTY OF NEVADA

SUPPLEMENTAL STATEMENT OF REVENUES AND EXPENDITURES
CSD CONTRACT NO.00B-1223 (ECIP)
FOR THE PERIOD JULY 1, 2000 THROUGH JUNE 30, 2001

	July 1, 2000 through Dec 31, 2000	Jan 1, 2001 through June 30, 2001	Total Reported
REVENUES			
Grant revenues	33,828	38,648	72,476
Total Revenues	33,828	38,648	72,476
EXPENDITURES			
Administration:			
Salaries and wages	741	3,306	4,047
Fringe benefits	399	733	1,132
Facilities	260	-	260
Telephone - communications	164	-	164
Travel	77	-	77
Office Supplies	496	-	496
Other costs	1,301	-	1,301
Total Administration	3,438	4,039	7,477
Program:			
Training	-	146	146
Travel	-	1,932	1,932
Outreach	3,063	-	3,063
Dwelling	-	1,460	1,460
Equipment	-	818	818
Wx materials	-	9,852	9,852
Labor	-	9,593	9,593
Storage	-	2,424	2,424
Vehicular insurance	-	1,257	1,257
Transportation to job site	-	555	555
Maintenance/repair	-	526	526
Miscellaneous	-	1,021	1,021
A-16 activities	-	2,211	2,211
WPO payments	28,701	-	28,701
Total Program	31,764	31,795	63,559
Total Expenditures	35,202	35,834	71,036
Revenues Over (Under) Expenditures	(1,374)	2,814	1,440

COUNTY OF NEVADA

SUPPLEMENTAL STATEMENT OF REVENUES AND EXPENDITURES
CSD CONTRACT NO. 01B-5023 (ECIP)
FOR THE PERIOD JULY 1, 2000 THROUGH JUNE 30, 2001

	July 1, 2000 through Dec 31, 2000	Jan 1, 2001 through June 30, 2001	Total Reported
REVENUES			
Grant revenues	-	45,573	45,573
Total Revenues	-	45,573	45,573
EXPENDITURES			
Administration:			
Salaries and wages	-	4,927	4,927
Fringe benefits	-	2,000	2,000
Facilities	-	700	700
Travel	-	217	217
Miscellaneous	-	262	262
A-16 activities	-	9,828	9,828
Total Administration	-	17,934	17,934
Program:			
Outreach	-	3,480	3,480
WPO payments	-	24,159	24,159
Total Administration	-	27,639	27,639
Total Expenditures	-	45,573	45,573
Revenues Over (Under) Expenditures	-	-	-

COUNTY OF NEVADA

SUPPLEMENTAL STATEMENT OF REVENUES AND EXPENDITURES
CSD CONTRACT NO. 00E-1278 (ECIP)
FOR THE PERIOD JULY 1, 2000 THROUGH JUNE 30, 2001

	July 1, 2000 through Dec 31, 2000	Jan 1, 2001 through June 30, 2001	Total Reported
REVENUES			
Grant revenues	-	120,622	120,622
Total Revenues	-	120,622	120,622
EXPENDITURES			
Administration:			
Salaries and wages	-	3,821	3,821
Fringe benefits	-	1,138	1,138
Facilities	-	975	975
Utilities	-	570	570
Telephone - communications	-	244	244
Travel	-	570	570
Office supplies	-	570	570
Miscellaneous	-	241	241
A-16 activies	-	13,548	13,548
Total Administration	-	21,677	21,677
Program:			
Outreach	-	8,400	8,400
WPO payments	-	66,243	66,243
Total Program	-	74,643	74,643
Total Expenditures	-	96,320	96,320
Revenues Over (Under) Expenditures	-	24,302	24,302

COUNTY OF NEVADA

SUPPLEMENTAL STATEMENT OF REVENUES AND EXPENDITURES
CSD CONTRACT NO. 01F-4027 (CSBG)
FOR THE PERIOD JULY 1, 2000 THROUGH JUNE 30, 2001

	July 1, 2000 through Dec 31, 2000	Jan 1, 2001 through June 30, 2001	Total Reported
REVENUES			
Grant revenues	136,663	-	136,663
Total Revenues	136,663	-	136,663
EXPENDITURES			
Administration:			
Salaries and wages	46,324	-	46,324
Fringe benefits	9,511	-	9,511
Facilities	5,077	-	5,077
Travel	696	-	696
Office supplies	3,202	-	3,202
Other costs	3,153	-	3,153
Total Administration	67,963	-	67,963
Program:			
Sub-contractors	28,700	-	28,700
Total Program	28,700	-	28,700
Total Expenditures	96,663	-	96,663
Revenues Over (Under) Expenditures	40,000	-	40,000

COUNTY OF NEVADA

SUPPLEMENTAL STATEMENT OF REVENUES AND EXPENDITURES
CSD CONTRACT NO. DOE 00C-1323 (DOE)
FOR THE PERIOD JULY 1, 2000 THROUGH JUNE 30, 2001

	July 1, 2000 through Dec 31, 2000	Jan 1, 2001 through June 30, 2001	Total Reported
REVENUES			
Grant revenues	14,103	-	14,103
Total Revenues	14,103	-	14,103
EXPENDITURES			
Administration:			
Salaries and wages	705	-	705
Total Administration	705	-	705
Program:			
Audit Costs	160	-	160
Public liability insurance	124	-	124
Standard program operations	11,250	-	11,250
Outreach	483	-	483
Intake	350	-	350
Client education	329	-	329
Health and safety	426	-	426
Training and technical assistance	371	-	371
Total Program	13,493	-	13,493
Total Expenditures	14,198	-	14,198
Revenues Over (Under) Expenditures	(95)	-	(95)

OTHER REPORTS AND SCHEDULES

SMITH & NEWELL

CERTIFIED PUBLIC ACCOUNTANTS

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

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

We have audited the general purpose financial statements of the County of Nevada, California as of and for the year ended June 30, 2001, and have issued our report thereon dated October 26, 2001. We conducted our audit in accordance with auditing standards generally accepted in the United States of America applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the County of Nevada, California's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the County of Nevada, California's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of County of Nevada in a separate report dated October 26, 2001.

This report is intended solely for the information and use of management, others within the organization, the Board of Supervisors and Federal awarding agencies and is not intended and should not be used by anyone other than these specified parties.

Smith & Newell

Smith & Newell, CPAs
Yuba City, California
October 26, 2001

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

SMITH & NEWELL

CERTIFIED PUBLIC ACCOUNTANTS

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

Compliance

We have audited the compliance of the County of Nevada, California with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended June 30, 2001. County of Nevada, California's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County of Nevada, California's management. Our responsibility is to express an opinion of the County of Nevada's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County of Nevada, California's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on County of Nevada, California's compliance with those requirements.

In our opinion, the County of Nevada, California complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2001.

Internal Control Over Compliance

The management of County of Nevada, California is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County of Nevada, California's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of management, others within the organization, the Board of Supervisors and Federal awarding agencies and is not intended and should not be used by anyone other than these specified parties.

Smith & Newell

Smith & Newell, CPAs
Yuba City, California
October 26, 2001

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COUNTY OF NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2001

I. Summary of Audit Results

1. Type of report issued on the financial statements - Unqualified

2. Reportable conditions in internal control disclosed by the audit of the financial statements and any such conditions that are material weaknesses - None

3. Disclosure of any noncompliance which are material to the financial statements - None

4. Disclosure of any reportable conditions in internal control over major programs and any such conditions that are material weaknesses - None

5. Type of report issued on compliance for major programs - Unqualified

6. Disclosure of any audit findings which are required to be reported under Section 510(a) - See Sections II and III

7. Major programs are as follows: 10.551; 10.561; 10.665; 14.239; 16.588; 93.563 and 93.658

8. $415,850 was used as the threshold to distinguish between Type A and Type B programs

9. Did the County qualify as a low-risk audit under Section 530? - Yes

II. Findings related to the financial statements which are required to be reported in accordance with GAGAS

None

III. Findings and questioned costs for Federal Awards which includes findings as defined in Section 510(a)

None