COUNTY OF NEVADA
ANNUAL FINANCIAL REPORT
AS OF JUNE 30, 2002
WITH
INDEPENDENT AUDITOR'S REPORT

SMITH & NEWELL

CERTIFIED PUBLIC ACCOUNTANTS

COUNTY OF NEVADA
ANNUAL FINANCIAL REPORT
AS OF JUNE 30, 2002
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CERTIFIED PUBLIC ACCOUNTANTS
1425 BUTTE HOUSE ROAD, SUITE B
YUBA CITY, CALIFORNIA 95993

COUNTY OF NEVADA
ANNUAL FINANCIAL REPORT
JUNE 30, 2002

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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, 2002, 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, 2002, 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 November 6, 2002 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
November 6, 2002

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, 2002

	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)	$ 11,966,966	$ 11,651,874	$ 94,615	$ 799,087	$ 8,376,537	$ 1,691,412	$ 59,056,759	$ -	$ -	$ 93,637,250
Imprest cash	22,685	100	-	-	1,200	-	-	-	-	23,985
Accounts receivable	4,261,025	3,218,289	-	-	785,839	397,002	-	-	-	8,662,155
Taxes receivable	2,017,702	-	-	-	-	-	5,382,120	-	-	7,399,822
Due from other funds (Note 11)	-	9,968	-	-	3,347	-	161,798	-	-	175,113
Loans receivable	-	1,533,850	-	-	-	-	-	-	-	1,533,850
Prepaid expenses	3,733	80,884	-	-	1,404	-	-	-	-	86,021
Inventory	-	184,983	-	-	57,392	-	-	-	-	242,375
Advance to other funds (Note 11)	710,311	-	-	-	-	1,100,000	657,193	-	-	2,467,504
Deposits	-	-	-	-	-	41,310	-	-	-	41,310
Restricted assets:										
Cash and investments (Note 5)	-	-	2,186,191	-	21,015,781	-	173,835	-	-	23,375,807
Interest receivable	-	-	-	-	1,295	-	-	-	-	1,295
Fixed assets, net (Note 6)	-	-	-	-	9,330,050	1,810,244	-	65,127,699	-	76,267,993
Bond issue cost - net of accumulated amortization	-	-	-	-	1,070,131	-	-	-	-	1,070,131
Other debits:										
Amount available for retirement of long-term debt	-	-	-	-	-	-	-	-	2,280,806	2,280,806
Amount to be provided for retirement of long-term debt	-	-	-	-	-	-	-	-	23,966,874	23,966,874
Total Assets	$ 18,982,422	$ 16,679,948	$ 2,280,806	$ 799,087	$ 40,642,976	$ 5,039,968	$ 65,431,705	$ 65,127,699	$ 26,247,680	$ 241,232,291
LIABILITIES, FUND EQUITY AND OTHER CREDITS										
LIABILITIES										
Accounts payable	$ 2,769,228	$ 2,561,382	$ -	$ 43,626	$ 814,670	$ 344,398	$ -	$ -	$ -	$ 6,533,304
Accrued payroll and benefits	728,510	221,862	-	-	29,912	2,502	-	-	-	982,786
Due to other funds (Note 11)	3,370	9,945	-	-	1,120	-	160,678	-	-	175,113
Due to other government agencies	-	243,244	-	-	-	-	-	-	-	243,244
Deferred revenue	711,074	416,227	-	-	23,643	-	-	-	-	1,150,944
Customer deposits	-	708,459	-	-	30,042	-	-	-	-	738,501
Advance from other funds (Note 11)	-	119,211	-	1,100,000	834,669	-	413,624	-	-	2,467,504
Tax losses reserve equity	-	-	-	-	-	-	937,430	-	-	937,430
Accrued claims payable (Note 12)	-	-	-	-	-	1,012,965	-	-	-	1,012,965
Liability for compensated absences (Notes 7 & 8)	-	-	-	-	75,987	2,447	-	-	4,056,914	4,135,348
Capital leases payable (Notes 7 & 8)	-	-	-	-	-	-	-	-	56,176	56,176
Certificates of participation (Notes 7 & 8)	-	-	-	-	30,990,000	-	-	-	21,385,000	52,375,000
Special assessment debt with government obligation (Note 7)	-	-	-	-	-	-	-	-	621,000	621,000
Loans payable (Notes 7 & 8)	-	-	-	-	519,956	-	-	-	128,590	648,546
Closure/postclosure costs (Note 8)	-	-	-	-	12,002,933	-	-	-	-	12,002,933
Agency obligations	-	-	-	-	-	-	23,206,853	-	-	23,206,853
Total Liabilities	4,212,182	4,280,330	-	1,143,626	45,322,932	1,362,312	24,718,585	-	26,247,680	107,287,647
FUND EQUITY AND OTHER CREDITS										
Net assets held in trust for pool participants	-	-	-	-	-	-	40,713,120	-	-	40,713,120
Contributed capital (Note 1H)	-	-	-	-	6,336,185	1,556,291	-	-	-	7,892,476
Investment in general fixed assets	-	-	-	-	-	-	-	65,127,699	-	65,127,699
Retained earnings										
Unreserved	-	-	-	-	(11,016,141)	2,121,365	-	-	-	(8,894,776)
Fund balance										
Reserved (Note 1L)	2,796,757	2,599,948	2,280,806	-	-	-	-	-	-	7,677,511
Unreserved										
Designated (Note 1L)	4,069,742	-	-	-	-	-	-	-	-	4,069,742
Undesignated	7,903,741	9,799,670	-	(344,539)	-	-	-	-	-	17,358,872
Total Fund Equity	14,770,240	12,399,618	2,280,806	(344,539)	(4,679,956)	3,677,656	40,713,120	65,127,699	-	133,944,644
Total Liabilities and Fund Equity	$ 18,982,422	$ 16,679,948	$ 2,280,806	$ 799,087	$ 40,642,976	$ 5,039,968	$ 65,431,705	$ 65,127,699	$ 26,247,680	$ 241,232,291

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, 2002

	General	Special Revenue	Debt Service	Capital Projects	Totals (Memorandum Only)
REVENUES					
Taxes and assessments	$ 18,318,705	$ 1,386,388	$ -	$ -	$ 19,705,093
Licenses and permits	868,470	1,297,696	-	-	2,166,166
Intergovernmental	39,953,890	15,542,147	-	456,062	55,952,099
Use of money and property	1,122,158	401,011	436,583	33,130	1,992,882
Fines and forfeitures	2,003,642	21,770	-	389,798	2,415,210
Charges for services	9,413,329	8,365,217	-	-	17,778,546
Other revenues	1,979,433	1,861,352	-	12,200	3,852,985
Total Revenues	73,659,627	28,875,581	436,583	891,190	103,862,981
EXPENDITURES					
Current:					
General government	9,383,247	-	8,625	-	9,391,872
Public ways and facilities	-	9,688,155	-	-	9,688,155
Public protection	22,205,321	247,563	-	-	22,452,884
Health and sanitation	13,394,596	4,481,418	-	-	17,876,014
Public assistance	17,023,909	10,618,973	-	-	27,642,882
Education	63,648	2,040,013	-	-	2,103,661
Capital outlay	4,764,537	1,789,710	-	2,717,086	9,271,333
Debt service	-	254,606	4,342,973	-	4,597,579
Total Expenditures	66,835,258	29,120,438	4,351,598	2,717,086	103,024,380
Excess (Deficiency) of Revenues Over Expenditures	6,824,369	(244,857)	(3,915,015)	(1,825,896)	838,601
OTHER FINANCING SOURCES (USES)					
Debt proceeds	23,425	-	-	-	23,425
Operating transfers in	1,139,950	2,331,051	1,622,540	500,000	5,593,541
Operating transfers out	(4,733,860)	(973,305)	-	(332,207)	(6,039,372)
Proceeds of refunding bonds	-	-	21,007,538	-	21,007,538
Payment to refunding bond escrow agent	-	-	(18,844,986)	-	(18,844,986)
Total Other Financing Sources (Uses)	(3,570,485)	1,357,746	3,785,092	167,793	1,740,146
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	3,253,884	1,112,889	(129,923)	(1,658,103)	2,578,747
Fund Equity - Beginning of Year	11,515,181	11,286,729	2,410,729	1,314,739	26,527,378
Residual equity transfers	1,175	-	-	(1,175)	-
Fund Equity - End of Year	$ 14,770,240	$ 12,399,618	$ 2,280,806	$ (344,539)	$ 29,106,125

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 (BUDGETARY BASIS)
ALL GOVERNMENTAL FUND TYPES
FOR THE YEAR ENDED JUNE 30, 2002

	General Fund			Budgeted Special Revenue Funds			Totals (Memorandum Only)		
	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)	Budget	Actual	Variance Favorable (Unfavorable)
REVENUES									
Taxes and assessments	$ 18,074,432	$ 18,318,705	$ 244,273	$ 1,214,865	$ 1,386,388	$ 171,523	$ 19,289,297	$ 19,705,093	$ 415,796
Licenses and permits	748,573	868,470	119,897	1,322,275	1,297,696	(24,579)	2,070,848	2,166,166	95,318
Intergovernmental	39,850,575	39,953,890	103,315	17,835,479	15,469,327	(2,366,152)	57,686,054	55,423,217	(2,262,837)
Use of money and property	1,207,425	1,122,158	(85,267)	322,639	394,199	71,560	1,530,064	1,516,357	(13,707)
Fines and forfeitures	2,227,778	2,003,642	(224,136)	2,300	21,770	19,470	2,230,078	2,025,412	(204,666)
Charges for services	7,270,073	9,413,329	2,143,256	12,067,992	8,199,588	(3,868,404)	19,338,065	17,612,917	(1,725,148)
Other revenues	1,494,567	1,979,433	484,866	802,208	1,610,136	807,928	2,296,775	3,589,569	1,292,794
Total Revenues	70,873,423	73,659,627	2,786,204	33,567,758	28,379,104	(5,188,654)	104,441,181	102,038,731	(2,402,450)
EXPENDITURES									
Current:									
General government	10,788,743	9,383,247	1,405,496	-	-	-	10,788,743	9,383,247	1,405,496
Public ways and facilities	-	-	-	12,711,982	9,555,566	3,156,416	12,711,982	9,555,566	3,156,416
Public protection	22,367,594	22,205,321	162,273	162,557	247,563	(85,006)	22,530,151	22,452,884	77,267
Health and sanitation	15,786,742	13,394,596	2,392,146	8,621,222	4,481,418	4,139,804	24,407,964	17,876,014	6,531,950
Public assistance	16,884,884	17,023,909	(139,025)	11,549,459	10,230,156	1,319,303	28,434,343	27,254,065	1,180,278
Education	62,876	63,648	(772)	2,107,574	2,040,013	67,561	2,170,450	2,103,661	66,789
Capital outlay	5,242,547	4,764,537	478,010	4,911,518	1,789,710	3,121,808	10,154,065	6,554,247	3,599,818
Debt service	-	-	-	33,922	9,606	24,316	33,922	9,606	24,316
Total Expenditures	71,133,386	66,835,258	4,298,128	40,098,234	28,354,032	11,744,202	111,231,620	95,189,290	16,042,330
Excess (Deficiency) of Revenues Over Expenditures	(259,963)	6,824,369	7,084,332	(6,530,476)	25,072	6,555,548	(6,790,439)	6,849,441	13,639,880
OTHER FINANCING SOURCES (USES)									
Debt proceeds	234,292	23,425	(210,867)	-	-	-	234,292	23,425	(210,867)
Operating transfers in	3,013,217	1,139,950	(1,873,267)	2,476,760	2,331,051	(145,709)	5,489,977	3,471,001	(2,018,976)
Operating transfers out	(4,975,648)	(4,733,860)	241,788	(1,406,693)	(830,273)	576,420	(6,382,341)	(5,564,133)	818,208
Total Other Financing Sources (Uses)	(1,728,139)	(3,570,485)	(1,842,346)	1,070,067	1,500,778	430,711	(658,072)	(2,069,707)	(1,411,635)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	$ (1,988,102)	3,253,884	$ 5,241,986	$ (5,460,409)	1,525,850	$ 6,986,259	$ (7,448,511)	4,779,734	$ 12,228,245
Fund Equity - Beginning of Year		11,515,181			10,208,603			21,723,784	
Residual equity transfers		1,175			-			1,175	
Fund Equity - End of Year		$ 14,770,240			$ 11,734,453			$ 26,504,693	

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

COUNTY OF NEVADA

COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY ALL PROPRIETARY FUND TYPES FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Proprietary Fund Types		
	Enterprise Funds	Internal Service Funds	Totals (Memorandum Only)
OPERATING REVENUES			
Charges for services	$ 6,656,474	$ 2,355,263	$ 9,011,737
Fares	423,008	-	423,008
Rents and charges	131,980	1,198,047	1,330,027
Fuel sales	620,289	-	620,289
Other revenues	-	391,489	391,489
Total Operating Revenues	7,831,751	3,944,799	11,776,550
OPERATING EXPENSES			
Salaries and benefits	1,767,445	149,175	1,916,620
Fuel	541,191	197,125	738,316
Maintenance and repairs	353,199	153,095	506,294
Parts and supplies	32,889	38,129	71,018
Outside services	5,392,882	523,201	5,916,083
Administration and office	480,530	75,506	556,036
Utilities	37,930	-	37,930
Insurance	55,817	1,572,324	1,628,141
Benefits paid	-	1,054,765	1,054,765
Depreciation	284,986	442,128	727,114
Rentals and lease payments	65,554	2,526	68,080
Miscellaneous expenses	41,666	-	41,666
Total Operating Expenses	9,054,089	4,207,974	13,262,063
Operating Income (Loss)	(1,222,338)	(263,175)	(1,485,513)
NON-OPERATING REVENUES (EXPENSES)			
Taxes	2,405,656	-	2,405,656
Intergovernmental revenues	1,001,229	31,513	1,032,742
Interest income	957,570	75,495	1,033,065
Other revenues	5,479	-	5,479
Gain (Loss) on sale of fixed assets	-	14,012	14,012
Interest expense	(1,520,744)	-	(1,520,744)
Bond amortization	(32,024)	-	(32,024)
Total Non-Operating Revenue (Expenses)	2,817,166	121,020	2,938,186
Net Income (Loss) before Operating Transfers	1,594,828	(142,155)	1,452,673
OTHER FINANCING SOURCES (USES)			
Operating transfers in	191,871	-	191,871
Operating transfers out	(50,000)	-	(50,000)
Total Other Financing Sources (Uses)	141,871	-	141,871
Net Income (Loss)	1,736,699	(142,155)	1,594,544
Fund Equity - Beginning of Year	(6,441,064)	3,569,938	(2,871,126)
Contributed capital	24,409	249,873	274,282
Fund Equity - End of Year	$ (4,679,956)	$ 3,677,656	$ (1,002,300)

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, 2002

	Enterprise Funds	Internal Service Funds	Totals (Memorandum Only)
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	$ 7,649,243	$ 3,964,544	$ 11,613,787
Cash paid to suppliers	(7,306,839)	(3,771,905)	(11,078,744)
Cash paid to employees	(1,786,848)	(153,012)	(1,939,860)
Net Cash Provided (Used) by Operating Activities	(1,444,444)	39,627	(1,404,817)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Non-operating revenues	3,412,364	-	3,412,364
Transfers in (out)	141,871	-	141,871
Increase (Decrease) in due to (from) other funds	(2,227)	31,513	29,286
Increase (Decrease) in advance from (to) other funds	581,669	(475,000)	106,669
Increase (Decrease) in customer deposits	893	-	893
Net Cash Provided (Used) by Noncapital Financing Activities	4,134,570	(443,487)	3,691,083
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Proceeds from debt	11,415,000	-	11,415,000
Acquisition of capital assets	(770,907)	(500,019)	(1,270,926)
Principal paid on debt	(507,080)	-	(507,080)
Interest paid on debt	(1,603,178)	-	(1,603,178)
Net Cash Provided (Used) by Capital and Related Financing Activities	8,533,835	(500,019)	8,033,816
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest on investments	962,620	75,495	1,038,115
Net Cash Provided (Used) by Investing Activities	962,620	75,495	1,038,115
Net Increase (Decrease) in Cash and Cash Equivalents	12,186,581	(828,384)	11,358,197
Cash and Cash Equivalents at Beginning of Year	17,206,937	2,519,796	19,726,733
Cash and Cash Equivalents at End of Year	$ 29,393,518	$ 1,691,412	$ 31,084,930
OPERATING INCOME (LOSS)	$ (1,222,338)	$ (263,175)	$ (1,485,513)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES			
Depreciation	284,986	442,128	727,114
(Increase) Decrease in accounts receivable	(185,625)	19,745	(165,880)
(Increase) Decrease in prepaid expenses	(1,404)	-	(1,404)
(Increase) Decrease in inventory	(16,975)	-	(16,975)
Increase (Decrease) in accounts payable	267,457	166,698	434,155
Increase (Decrease) in accrued payroll and benefits	1,447	(63)	1,384
Increase (Decrease) in compensated absences	(20,850)	(3,774)	(24,624)
Increase (Decrease) in deferred revenues	3,117	-	3,117
Increase (Decrease) in claims payable	-	(321,932)	(321,932)
Increase (Decrease) in closure/post closure	(111,711)	-	(111,711)
Total Adjustments	220,442	302,802	523,244
Net Cash Provided (Used) by Operating Activities	$ (1,001,896)	$ 39,627	$ (962,269)

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

COUNTY OF NEVADA
COMBINED STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Investment Trust Fund
NON-OPERATING REVENUES (EXPENSES)	
Contributions to investment pool	8,634,307
Distributions from investment pool	(9,107,238)
Total Non-Operating Revenue (Expenses)	(472,931)
Net Income (Loss) before Operating Transfers	(472,931)
OTHER FINANCING SOURCES (USES)	
Operating transfers in	-
Operating transfers out	-
Total Other Financing Sources (Uses)	-
Net Income (Loss)	(472,931)
Net Assets - Beginning of Year	41,186,051
Net Assets - End of Year	$ 40,713,120

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

The financial statements of the County have been prepared in conformity with accounting principles generally accepted in the United States of America. The County applies all Government Accounting Standards Board (GASB) Pronouncements. In addition the County applies all Financial Accounting Standards Board (FASB Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements.

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 under the criteria set by Governmental Accounting Standards Board (GASB) Statement No. 14.

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. Each component unit has a June 30th year end.

Blended Component Units. 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, the Nevada County Finance Authority, and Sanitation District No. 1 can be obtained by contacting the County of Nevada, Administrative Department. The following component units are governed by the County Board of Supervisors.

Special Revenue Funds:
- Special assessment funds (2)
- Special districts governed by the Board of Supervisors (31)
- 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

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

Government Funds use the current financial measurement focus. Only current assets and current liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available resources during a given period.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds and Account Groups (Continued)

GOVERNMENT FUND TYPES (CONTINUED)

Government funds include the following 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.

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 accounted for on a flow of economic resources measurement focus. The accounting objectives are determination of net income, financial position, and cash focus. All assets and liabilities are included on its balance sheet. Proprietary fund equity is segregated into contributed capital and retained earnings.

Proprietary Funds include the following fund types:

Enterprise Funds - Enterprise Funds are used to account for operations (a) 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 (b) where the governing body had decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

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

Fiduciary Funds account for assets held by the government in a trustee capacity or as an agent on behalf of others.

Fiduciary Funds include the following fund types:

Agency Funds - Agency Funds are custodial in nature 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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.

Modified Accrual Basis of Accounting

The County uses the modified accrual basis of accounting for governmental fund types and agency funds. The modified accrual basis of accounting recognizes revenues when both "measurable and available". Measurable means the amount can be determined. Available means collectible within the current period or soon enough thereafter to pay current liabilities. Also, under the modified accrual basis of accounting, expenditures are recorded when the related fund liability is incurred, except for general long term principal and interest which are reported as expenditures in the year due.

Major revenue sources susceptible to accrual include: sales and use taxes, hotel/motel taxes, property taxes, franchise fees, special assessments, intergovernmental revenues, and investment income.

Accrual Basis of Accounting

The accrual basis of accounting is used in proprietary fund types and the investment trust fund. The accrual basis of accounting recognizes revenues when earned. Expenses are recorded when incurred.

The investment trust funds are used to account for assets on the external investment pool, the assets are not the County's but are assets of the entities that participate in the County's pool. Investment trust funds are accounted for in essentially the same manner as the Proprietary funds, using the same measurement focus and basis of accounting.

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.

Encumbrances

Encumbrances are commitments of County funds, as opposed to expenditures, and are recorded so as to set aside that portion of fund balance not available for future expenditure. Encumbrances outstanding at year end are not charged to appropriations of the year in which the encumbrances were incurred. Payments of these outstanding encumbrances during the ensuing year are charged to expenditures.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Budgetary Data (Continued)

Budget Basis of Accounting

The County legally adopts budgets for the General and Special Revenue funds and employs formal budgetary integration as a management control device during the year. Budgets are generally adopted on a basis consistent with generally accepted accounting principles (GAAP) and consistent with the basis used for financial reporting. For the year ended June 30, 2002, the County did not adopt annual budgets for the following individual Special Revenue funds:

	Revenues/ Transfers In	Expenditures/ Transfers Out
Special Districts Governed by the Board of Supervisors		
County Service Area 14, Zone 2	$ 3	$ 30
Perm. Road Division - Altair	6,550	551
Perm. Road Division - Ridgeview	3,208	825
Sanitation Districts		
Lake of the Pines II Assessment	200,894	254,688
No. San Juan Sewer Assessment	11,269	10,627
Penn Valley Sewer Assessment	147,748	110,868
Housing and Community Services		
CDBG Rehab 92 Truckee	723	319,933
CDBG Rehab 94 STBG 810	7	-
CDBG Rehab 98 STBG 1280	904	33,459
Residential Rehab 93 STBG 765	(29)	573
Residential Rehab 94 STBG 810	42,290	70,146
LIHEAP 00E-1278	73,778	104,960
Mortgage Credit Certificate Program	9,132	2,778
Total	$ 496,477	$ 909,438

Actual revenues and expenditures can be compared with related budget amounts with the following reconciliation:

	Special Revenue
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses (Budgetary Basis)	$ 1,525,850
Adjustments:	
To adjust revenues for funds not budgeted	496,477
To adjust expenditures for funds not budgeted	(909,438)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses (GAAP Basis)	$ 1,112,889

The County adopts project (versus annual) budgets (which can span a number of years) for the Capital Project funds. The Debt Service funds budgets are adopted when the debt issuances are authorized.

E. Cash and Investments

The County pools cash and investments with the County Treasurer. The pooled funds are invested in accordance with the County of Nevada's Investment Policy established pursuant to State law. All monies not required for immediate expenditure are invested or deposited to earn maximum yield consistent with safety and liquidity. Interest income from pooled investments is allocated to: 1) Those funds which are required by law or administrative action to receive interest; and, 2) Proprietary Funds. Interest is allocated on a quarterly basis based on the daily aggregate cash balance in each fund. The cash balance is determined by the amortized cost basis of accounting.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Cash and Investments (Continued)

The pool has not provided or obtained any legally binding guarantees during the period to support the value of the investments. The Nevada County Treasury Oversight Committee is the regulatory oversight for the pool. A copy of their annual report is available at the Nevada County Treasurer-Tax Collector's office. The fair value of each participant is the same as the value of the pool share. Participants in the pool involve involuntary participants such as special districts and school districts for which there are legal provisions regarding their investment in the Nevada County Treasury.

Investments are reported in the accompanying balance sheet at fair value which is determined using selected bases annually. Short term investment are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Cash deposits are reported as carrying amount which reasonably estimates fair value. Managed funds not listed on an established market are reported at the estimated fair value as determined by the respective fund managers based on quoted sales prices of the underlying securities.

Under Section 53601 of the California Government Code, as amended, the collateral underlying a County's investments must be "delivered" to the County. If U.S. Treasury Bills are used as the underlying collateral, delivery may be made by book entry only. For all other collateral, the security must be physically delivered, either to the County or to a third-party custodial agent.

Under California Senate Bill No. 2115, passed by the California Legislature in 1986, when a bank is used as a third-party custodial agent, the bank is permitted to maintain the underlying securities in either a "Trust Department", or a "Safekeeping Department". All of the County's investments except for cash with fiscal agent, as described in Note 4, are maintained in the "Safekeeping Departments" of applicable banks.

In accordance with GASB Statement No. 9, the County has presented a Combined Statement of Cash Flows for the Proprietary Funds. For the purpose of this statement, cash equivalents are defined as all highly liquid investments with an original maturity of three months or less and pooled cash and investments.

F. Inventory

Inventory is valued at cost. Inventory consists of expendable supplies held for consumption. 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. Loans Receivable

The County participates in the Community Development Grant Revolving Loan Program (CDBG) and the Home Investment Partnership Program (HOME). The programs are federally funded and provide for assistance to individuals and businesses. Loans have been made to qualified individuals and businesses located within the County of Nevada. The balances at June 30, 2002 were $1,074,978 for CDBG loans and $458,872 for HOME loans. These loan balances are considered deferred until actual repayment. They are therefore recorded as deferred revenue.

H. Fixed Assets

General Fixed Assets: General fixed assets included in the General Fixed Assets Account Group have been acquired for governmental purposes. Assets purchased are recorded as expenditures in the Governmental Funds and capitalized at cost in the General Fixed Asset Account Group. Certain assets are recorded as estimated historical cost. Contributed fixed assets are recorded at their estimated market value at time of receipt.

Public domain (infrastructure) general fixed assets consisting of certain improvements other than buildings, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems, and lighting systems, have not been capitalized. Such assets are immovable and of value only to the County.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H. Fixed Assets (Continued)

Assets in the General Fixed Assets Account Group are not depreciated. Interest incurred during construction is not capitalized on general fixed assets. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated property, plant and equipment are valued at their estimated fair value on the date donated. Estimated historical costs were arrived at by a variety of methods including the use of factors and comparative sales.

Assets in proprietary funds are depreciated on the straight-line method over their estimated useful lives, which range from two to fifty years. Upon retirement or other disposition of property and equipment, the cost and related accumulated depreciation are removed from the respective accounts and any gains or losses are included in operations.

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.

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

The County accrues a liability for compensated absences (unpaid annual leave, sick leave, and compensatory time which meets the criteria in accordance with GASB Code Section C60.10).

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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

L. Reserves and Designations of Fund Equity (Continued)

Such plans or intent are subject to change and may never be legally authorized or result in expenditures.

Following is a description of all reserves and designations used by the County at June 30, 2002:

	Reserves	Designations
General Fund:		
Reserved for imprest cash	$ 22,685	$ -
Reserved for encumbrances	2,774,072	-
Designated for realignment	-	300,000
Designated for COP lease payment	-	43,133
Designated for general	-	1,876,609
Designated for special project	-	400,000
Designated for leave liability	-	1,000,000
Designated for technology	-	450,000
Total General Fund	$ 2,796,757	$ 4,069,742
Special Revenue:		
Reserved for imprest cash	$ 100	$ -
Reserved for inventory	321,961	-
Reserved for encumbrances	881,015	-
Reserved for long-term receivables	1,396,872	-
Total Special Revenue Funds	$ 2,599,948	$ -
Debt Service:		
Reserved for debt service	$ 2,280,806	$ -
Total Debt Service Funds	$ 2,280,806	$ -

M. Property Tax Revenue

The County's property taxes are levied on July 1 (unsecured roll) and October 1 (secured roll) on assessed values established on the lien date of the previous January for all taxable property located within the County.

Property is reappraised from the 1975-76 base year value to current full value upon either (1) a change in ownership or (2) new construction, as of the date of such transaction or completion of construction (only the newly constructed portion of the property is reappraised).

Taxes are due in one installment (unsecured roll) on billing and are subject to late payment penalties if paid after August 31, or two installments (secured roll) due November 1 and March 1, and again subject to late payment penalties if paid after December 10 and April 10, respectively.

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. This period was 60 days from the end of the fiscal year.

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 $5,382,120 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, 2002, 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

The following individual funds had deficit fund balances/retained earnings as of June 30, 2002 as follows:

Special Revenue Funds	
SD Zone 8 Cascade Shores O&M	$ 77,756
SD Zone 9 Eden Ranch O&M	6,189
CDBG Rehab 92 Truckee	34,087
CDBG Rehab 01 STBG 1603	1,210
CSBG Grant 02F-4227	28,816
LIHEAP 02B-5174	6,786
Capital Projects Funds	
Juvenile Hall Facility	1,027,602
Enterprise Funds	
Western Nevada County Solid Waste Disposal	13,068,410

The deficit fund balance in the CDBG, CSBG, and LIHEAP Special Revenue funds resulted from expenditures incurred but the reimbursing grant revenues not accrued because they did not meet the available definition at June 30, 2003.

The deficit fund balance in the Juvenile Hall Facility Capital Projects fund resulted from the construction incurred but the reimbursing grant revenues not accrued because they did not meet the available definition at June 30, 2003.

The deficit retained earnings 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, 2002 the County incurred expenditures over appropriations in individual Special Revenue funds as follows:

Special Revenue Funds	Appropriations	Expenditures/ Transfers Out	Excess of Expenditures Over Appropriations
Public Library	$ 2,182,438	$ 2,308,175	$ 125,737
Special Districts Governed by the Board of Supervisors Hobart Mills Road Self Help Improvement	16,467	16,635	168
Housing and Community Services: Community Development Grant Repay	12,600	46,301	33,701
Total Special Revenue	$ 2,211,505	$ 2,371,111	$ 159,606

NOTE 4: CASH AND INVESTMENTS

Cash and investments of the County are recorded in the various funds at June 30, 2002 as follows:

General Fund	$ 11,966,966
Special Revenue Funds	11,651,874
Debt Service Fund	2,280,806
Capital Projects Funds	799,087
Enterprise Funds	29,392,318
Internal Service Funds	1,691,412
Trust and Agency	59,230,594
Total Cash and Investments Reported on the Financial Statements at June 30, 2002	117,013,057
Plus outstanding warrants	15,215,916
Total Cash and Investments per County Treasurer at June 30, 2002	$ 132,228,973

Cash and investments were comprised of the following at June 30, 2002:

Cash on Hand	$ 778,939
Deposits	35,635,173
Investments	95,814,861
Total Cash and Investments per County Treasurer at June 30, 2002	$ 132,228,973

The County maintains a cash and investment pool that is available for use by all funds. Each fund's portion is displayed on the combined balance sheet as cash and investments.

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 $35,635,173 and the bank balance was $15,635,173. Of the bank balance, $227,255 was covered by federal depository insurance and $15,407,918 is uninsured and collateralized (i.e. collateralized with securities held by the pledging financial institution at 110 percent of the deposits, in accordance with the State of California Government Code, deemed to be held in the County's name).

NOTE 4: CASH AND INVESTMENTS (CONTINUED)

Investments

Statutes authorize the County to invest in obligations of the U.S. Treasury, agencies and instrumentalities, bonds issued by the County, commercial paper of "prime" quality of the highest ranking or of the highest letter and numerical rating as provided for by Moody's Investor Services, Inc. or Standard and Poor's Corporation, bankers' acceptances, corporate notes, certificates of deposit of nationally or state-chartered banks or savings and loan associations, repurchase and reverse repurchase agreements.

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, 2002, 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 collateralized with securities held by the County or by its agent in the County's name. Category 2 includes uninsured and uncollateralized investments for which the securities are held by the counterparty's trust department or agent in the County's name. Category 3 includes uninsured and uncollateralized investments for which the securities are held by the counterparty or its trust department or agent, but not in the County's name.

The County held not Category 2 or 3 investments at June 30, 2002.

At June 30, 2002, the County's investment balances (including restricted assets) were as follows:

	Maturity Date	Coupon Rate	Category 1	Fair Value
Investments Subject to Categorization				
Bankers Acceptance	07/02-09/02	1.71-2.05%	$ 11,997,040	$ 11,997,040
Federal Agency Obligations	11/02-05/07	2.05-5.75%	39,384,327	39,384,327
Commercial Paper	07/02	1.72-1.82%	17,989,420	17,989,420
LIR Government Agency Fund	-	-	3,068,267	3,068,267
Total Investments Subject to Categorization			$ 72,439,054	72,439,054
Investments Not Subject to Categorization				
Cash with fiscal agent (restricted cash)				23,375,807
Total Investments				$ 95,814,861

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 - 2001 Refinancing Project Funds set aside for reserve funds	$ 2,186,191
Total Debt Service Funds	2,186,191
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).	$ 30,042
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.	20,985,739
Total Enterprise Funds	$ 21,015,781
Trust and Agency Funds	
Mello Roos Bonds Funds set aside for retirement of the Mello Roos bonds	$ 6,149
County Trusts Amounts held in trust and agency funds restricted for various specific purposes	167,686
Total Trust and Agency Funds	$ 173,835
Total Restricted Cash and Investments	$ 23,375,807

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

	Fair Value
Federal Agency Obligations	$ 23,158,175
Cash in Bank - Checking	110,411
Cash in Bank - Savings	30,042
Certificate of Deposit	57,275
Investment Agreement	19,904
Total Restricted Cash and Investments	$ 23,375,807

NOTE 6: FIXED ASSETS

Changes in the General Fixed Assets account group, during the year ended June 30, 2002, were as follows:

	Balance July 1, 2001	Additions and Adjustments	Retirements and Adjustments	Balance June 30, 2002
Land	$ 2,631,321	$ 863,599	$ 24,409	$ 3,470,511
Structures and improvements	38,037,367	11,998,250	19,924	50,015,693
Equipment	9,384,976	2,689,149	432,630	11,641,495
Construction in progress	4,929,312	2,716,021	7,645,333	-
Totals	$ 54,982,976	$ 18,267,019	$ 8,122,296	$ 65,127,699

NOTE 6: FIXED ASSETS (CONTINUED)

Proprietary fund type fixed assets at June 30, 2002, consisted of the following:

	Enterprise Funds	Internal Service Funds
Land	$ 539,931	$ -
Land improvements	6,696,864	-
Structures and improvements	2,097,705	-
Equipment	2,474,574	4,525,590
Total	11,809,074	4,525,590
Less: Allowance for depreciation	(2,479,024)	(2,715,346)
Net Fixed Assets	$ 9,330,050	$ 1,810,244

NOTE 7: GENERAL LONG-TERM DEBT ACCOUNT GROUP

At June 30, 2002 the general long-term debt consisted of the following:

	Balance July 1, 2001	Additions	Retirements	Balance June 30, 2002
Compensated Absences Payable				
General	$ 4,057,558	$ -	$ 644	$ 4,056,914
Total Compensated Absences Payable	4,057,558	-	644	4,056,914
Capital Leases Payable				
General	$ -	77,342	21,166	56,176
Total Capital Leases Payable	4,057,558	77,342	21,810	4,113,090
Certificates of Participation				
Debt Service Funds:				
Finance Authority	$ 18,835,000	$ -	$ 18,835,000	$ -
Government Debt Service	2,560,000	-	2,560,000	-
Government Refunding	-	21,385,000	-	21,385,000
Total Certificates of Participation	21,395,000	21,385,000	21,395,000	21,385,000
Special Assessment Debt with Government Obligation				
Special Revenue Funds:				
Lake of the Pines II Assessment	$ 245,000	$ -	$ 245,000	$ -
No. San Juan Sewer Assessment	44,000	-	8,000	36,000
Penn Valley Sewer Assessment	645,000	-	60,000	585,000
Total Special Assessment Debt with Government Obligation	934,000	-	313,000	621,000
Loan Payable				
Special Revenue Funds:				
SD Zone 8 Cascade Shores O&M	$ 135,840	$ -	$ 7,250	$ 128,590
Total Loan Payable	$ 135,840	$ -	$ 7,250	$ 128,590
Total General Obligation Debt	$ 26,522,398	$ 21,462,342	$ 21,737,060	$ 26,247,680

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, 2002, the balance was $4,056,914.

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

Capital Leases:

The County has entered into various capital leases for software, vehicles, and survey equipment. At the conclusion of these leases, title to the assets passes to the County. The total cost of assets under capital leases at June 30, 2002, was $77,342.

The minimum lease payments under capital leases together with the present value of the net minimum lease payments as of June 30, 2002 are as follows:

Year Ending June 30	Principal	Interest	Total
2003	$ 20,125	$ 4,060	$ 24,185
2004	21,845	2,340	24,185
2005	9,383	535	9,918
2006	4,823	119	4,942
Total	$ 56,176	$ 7,054	$ 63,230

Certificates of Participation:

On December 1, 2001 the County issued $21,385,000 in refunding certificates of participation with an interest rate of 3.00 to 4.50 percent. The proceeds were used to (i) refinance the 1991 County Facilities COPs with an outstanding balance of $2,200,000 and an interest rate of 4.80 to 6.50 percent and the 1993 Jail and Government Center Refunding COPs with an outstanding balance of $18,235,000 and an interest rate of 4.60 to 5.875 percent; (ii) fund a reserve for the certificates; and (iii) pay the costs incurred in connection with the execution and delivery of the certificates. The net proceeds were approximately $21,007,538 (after payment of underwriter's discount of $192,465, cost of issuance of $385,485 plus original issue premium of $176,437 and interest earnings of $24,051). A portion of the proceeds were deposited in an escrow fund and invested in certain securities and held in cash to prepay the 1991 certificates, plus the accrued but unpaid interest. A portion of the proceeds were deposited in an escrow fund and invested in certain securities and held in cash to prepay the 1993 certificates on January 16, 2002, at a prepayment price equal to 101 percent of the principal evidenced by the 1993 certificates, plus the accrued but unpaid interest.

The County refunded the 1991 and the 1993 certificates of deposit to reduce its total debt service payments over the next 18 years by $1,874,228. The economic benefit (difference between the present values of the debt service payments on the old and new debt) will be approximately $1,354,746.

The Certificates evidence direct, fractional undivided interests of the owners thereof in the base rental payments to be made by the County of Nevada, for the use of certain real property pursuant to a lease agreement dated as of December 1, 2001, by and between the County, as lessee and the Nevada County Finance Authority as lessor. The property consists of the County's Eric Rood Administration and the 230 bed County Jail.

Interest is payable semiannually on April 1 and October 1 of each year, commencing on April 1, 2002. The annual requirements to amortize the certificates of participation outstanding as of June 30, 2002, are as follows:

Year Ending June 30	Principal	Interest	Total
2003	$ 1,460,000	$ 843,973	$ 2,303,973
2004	1,295,000	802,648	2,097,648
2005	1,340,000	763,123	2,103,123
2006	1,660,000	718,123	2,378,123
2007	900,000	679,160	1,579,160
Thereafter	14,730,000	5,062,212	19,792,212
Total	$ 21,385,000	$ 8,869,239	$ 30,254,239

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

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, 2002, the principal balance was $621,000.

The annual requirements to amortize all special assessment debt with government obligation outstanding as of June 30, 2002, are as follows:

Year Ending June 30	Principal	Interest	Total
2003	$ 57,000	$ 40,960	$ 97,960
2004	61,000	36,860	97,860
2005	66,000	32,435	98,435
2006	71,000	27,660	98,660
2007	72,000	22,685	94,685
Thereafter	294,000	38,823	332,823
Total	$ 621,000	$ 199,423	$ 820,423

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, 2002, the principal balance was $128,590.

The annual requirements to amortize both loans outstanding as of June 30, 2002, are as follows:

Year Ending June 30	Principal	Interest	Total
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
2007	8,446	3,015	11,461
Thereafter	88,824	14,325	103,149
Total	$ 128,590	$ 31,864	$ 160,454

NOTE 8: PROPRIETARY FUND LONG-TERM DEBT

The following is a summary of Proprietary Fund long-term debt transactions of the County for the year ended June 30, 2002:

	Balance July 1, 2001	Additions	Retirements	Balance June 30, 2002
Enterprise Funds				
Compensated Absences Payable				
Western Nevada County Solid Waste	$ 22,869	$ 5,547	$ -	$ 28,416
Transportation	70,536	-	29,298	41,238
Airpark	3,432	2,901	-	6,333
Total Long Term Compensated Absences Payable	96,837	8,448	29,298	75,987
Certificates of Participation				
Western Nevada County Solid Waste	$ 20,045,000	$ 11,415,000	$ 470,000	$ 30,990,000
Total Certificates of Participation Payable	20,045,000	11,415,000	470,000	30,990,000
Loans Payable				
Airpark	$ 557,036	$ -	$ 37,080	$ 519,956
Total Loans Payable	557,036	-	37,080	519,956
Closure/Post Closure Liability				
Western Nevada County Solid Waste	$ 12,114,644	$ -	$ 111,711	$ 12,002,933
Total Closure/Post Closure Liability	12,114,644	-	111,711	12,002,933
Total Enterprise Fund Debt	32,813,517	11,423,448	648,089	43,588,876
Less Current Portion				(20,037,715)
Total Long Term Enterprise Fund Debt Payable				$ 23,551,161
Internal Service Funds				
Compensated Absences Payable				
Fleet Management	$ 6,221	$ -	$ 3,774	$ 2,447
Total Compensated Absences Payable	6,221	-	3,774	2,447
Total Proprietary Debt Payable	$ 32,819,738	$ 11,423,448	$ 651,863	43,591,323
Less Current Portion				(20,037,715)
Total Long Term Proprietary Debt				$ 23,553,608

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, 2002, the liability for total compensated absences accrued for proprietary funds was $78,434.

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, 2002, the principal balance outstanding was $19,575,000. Costs associated with the issuance of these certificates are amortized over the term of the bonds on a straight-line basis. At June 30, 2002, the unamortized balance of the bond issue cost was $560,456.

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

Certificates of Participation (Continued):

On May 1, 2002, the County issued $11,415,000 in refunding certificates of participation with an interest rate of 2.5 to 4.75 percent. The proceeds will be used along with funds released from prior certificates of participation trust agreement to (i) refund the certificates of participation presently outstanding in the aggregate principal amount of $19,575,000, (ii) fund a reserve fund for the certificates, and (iii) pay the costs incurred in connection with the execution and delivery of the certificates. The net proceeds were approximately $11,186,945 (after payment of underwriter's discount of $197,756 and original issue premium of $69,261 plus accrued interest of $38,962). All proceeds were deposited into an escrow account and reflected in the Nevada County Solid Waste Enterprise fund. The proceeds will be used to prepay the prior certificates on July 1, 2002, at a prepayment price equal to 101 percent of the principal evidenced by the prior certificates, plus the accrued but unpaid interest.

The County will refund the prior certificates of deposit to reduce its total debt service payments over the next 20 years by $17,976,168. The economic benefit (difference between the present values of the debt service payments on the old and new debt) will be approximately $11,973,613.

The certificates evidence direct, fractional undivided interests of the owners thereof in the installment payments and the interest thereon, to be made by the County of Nevada pursuant to the installment purchase agreement by and between the County and the Nevada County Finance Authority. The installment payments and the interest thereon, are payable from the income and revenue received by the County from the operation of its Western Nevada County Solid Waste System remaining after the payment of maintenance and operation costs of the Solid Waste System.

Interest is payable semiannually on June 1 and December 1 of each year, commencing on December 1, 2002. The annual requirements to amortize the certificates of participation outstanding as of June 30, 2002 are as follows:

Year Ending June 30	Principal	Interest	Total
2003	$ 20,000,000	$ 1,983,037	$ 21,983,037
2004	440,000	473,044	913,044
2005	450,000	462,924	912,924
2006	460,000	450,549	910,549
2007	475,000	436,749	911,749
Thereafter	9,165,000	3,625,270	12,790,270
Total	$ 30,990,000	$ 7,431,573	$ 38,421,573

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, 2002, the principal balance was $6,656.

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, 2002, the principal balance was $182,100.

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, 2002, the principal balance was $331,200.

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

Loans Payable (Continued):

The annual requirements to amortize all loans outstanding as of June 30, 2002 are as follows:

Year Ending June 30	Principal	Interest	Total
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
2007	40,562	20,032	60,594
Thereafter	334,358	83,242	417,600
Total	$ 519,956	$ 203,790	$ 723,746

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 post closure care costs is $12,002,933 as of June 30, 2002. The estimated total cost of landfill 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, 2002. 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 2001/2002 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 2001/2002, the County's annual pension cost was equal to the County's required and actual contributions. The required contribution was determined as part of the June 30, 1999, 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, 2000	719,925	100%	-
June 30, 2001	28,489	100%	-
June 30, 2002	-	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, 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%)
June 30, 2000	101,935,271	137,528,219	(35,592,948)	134.9%	27,399,827	(129.902%)

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, 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%)
June 30, 2000	23,879,403	31,345,807	(7,466,404)	131.3%	3,571,184	(209.074%)

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, 2002, 299 retired employees were covered and the cost of this coverage for the year ended June 30, 2002 was $571,328.

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, 2002.

	Operating Transfers In	Operating Transfers Out
General	$ 1,139,950	$ 4,733,860
Special Revenue	2,331,051	973,305
Debt Service	1,622,540	-
Capital Projects	500,000	332,207
Enterprise	191,871	50,000
Trust and Agency	450,000	146,040
Total	$ 6,235,412	$ 6,235,412

Residual Equity Transfers

The following is a summary of residual equity transfers by fund type as of June 30, 2002:

	Residual Equity Transfers In	Residual Equity Transfers Out
General	$ 1,175	$ -
Capital Projects	-	1,175
Total	$ 1,175	$ 1,175

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, 2002:

	Due From Other Funds	Due To Other Funds
General	$ -	$ 3,370
Special Revenue	9,968	9,945
Enterprise	3,347	1,120
Trust and Agency	161,798	160,678
Total	$ 175,113	$ 175,113

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, 2002:

	Advance to Other Funds	Advance from Other Funds
General	$ 710,311	$ -
Special Revenue	-	119,211
Capital Projects	-	1,100,000
Enterprise	-	834,669
Internal Services	1,100,000	-
Trust and Agency	657,193	413,624
Total	$ 2,467,504	$ 2,467,504

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, 2002 the Risk Management Fund's fund equity was $1,523,762. The claims liability of $1,012,965 reported in the funds at June 30, 2002 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, 2001 and 2002 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
2001	$ 1,926,951	$ -	$ 592,054	$ 1,334,897
2002	1,334,897	732,833	1,054,765	1,012,965

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, 2002 is as follows:

	Eastern Nevada County Solid Waste Disposal	Western Nevada County Solid Waste Disposal	Transportation	Airpark	Total
Operating Revenues	$ 1,078,374	$ 5,535,755	$ 426,532	$ 791,090	$ 7,831,751
Depreciation	-	77,714	160,474	46,798	284,986
Operating Income (Loss)	(251,973)	1,273,199	(2,546,915)	(139,197)	(1,664,886)
Operating Grants/Entitlements	8,216	68,713	910,993	13,307	1,001,229
Operating Transfers					
In	-	-	41,871	150,000	191,871
(Out)	-	-	(50,000)	-	(50,000)
Tax Revenues	131,482	284,208	1,943,103	46,863	2,405,656
Net Income (Loss)	(83,952)	953,506	307,639	36,657	1,213,850
Property, Plant and Equipment:					
Additions	2,000	94,998	561,384	112,525	770,907
Net Working Capital	749,120	7,314,163	205,074	74,843	8,343,200
Total Assets	792,667	30,304,692	1,109,086	7,926,856	40,133,301
Long Term Debt	-	43,021,349	497,907	904,289	44,423,545
Total Equity	775,529	(13,068,410)	365,710	6,724,366	(5,202,805)

NOTE 15: OTHER INFORMATION

A. 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.

The State of California Family Support Division conducted an audit of Child Support excess incentive funds. Since the audit had not been finalized no provision has been made in the financial statements for a loss contingency.

The Eastern Nevada County Solid Waste landfill is an inactive landfill located between Highway 80 and Hirschdale Road on the east side of the community of Hirschdale. The landfill site was leased to Truckee Sanitary District for a period of time for use as a sanitary landfill. The landfill site is approximately 3 acres in size and located on County property, with the exception of the eastern most edge which was located on adjacent Forest Service land. The County is in the process of acquiring this strip of land from the Forest Service.

NOTE 15: OTHER INFORMATION (CONTINUED)

A. Contingencies (Continued)

Responsibility for the landfill stays with the property owner, not the operator. The landfill falls under the requirements of illegal or abandoned landfills of Title 27 of the California Code of Regulations. As such, the landfill must be investigated, permitted for closure, and closed under these regulations. The investigations include determining the waste footprint (completed), preparing a topographic survey of the landfill (completed), performing groundwater monitoring (completed), and determining if landfill gas is present in the waste mass (to be performed). The closure permitting is performed by preparing a final closure and postclosure maintenance plan that describes and discusses the site history environment, current conditions, proposed engineered approach for final closure, closure costs, postclosure maintenance to be performed, and postclosure maintenance and inspection cost estimates. The County is scheduled to begin preparation of the final closure and postclosure maintenance plan in spring 2003. After the plan is approved by the regional Water Quality Control Board, the California Integrated Waste Management Board, and the County Department of Environmental Health, the County may contract with a contractor to perform the closure construction work or may elect to use County road crew, as available, to perform the construction work. The County is unable to estimate at this time the cost of this closure/postclosure. Therefore no provision has been made in the financial statements for any potential liability.

B. Construction Commitments

At June 30, 2002, the County had ongoing construction contracts of $124,644 outstanding.

C. Subsequent Event

On July 1, 2002, the County invested in a Tax Revenue Anticipation Note (TRAN) for $5,000,000. The interest rate on the Tax Revenue Anticipation Note is 3.00 percent and is to be repaid by June 25, 2003. All proceeds will be held in the Government Investment Corporation (GIC).

D. New Reporting Standard

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34 "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments". This Statement establishes new financial reporting requirements for state and local governments throughout the United States. When implemented, it will require new information and restructure much of the information that governments have presented in the past. Comparability with reports issued in all prior years will be affected. The County is required to implement this standard for the fiscal year ending June 30, 2003.

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, 2002

	Fish and Game	Road	Housing Authority	Energy Conservation	Community Development Agency	Property Maintenance/ Nuisance Abatement	Public Library	Child Support Services	Recycled Oil	Substance Abuse Crime Prevention	Probation Fire Insurance Claim	Ward Welfare	Glenbrook Assessment District
ASSETS													
Cash and investments	$ 42,877	$ 2,268,054	$ 434,486	$ 6	$ 1,397,265	$ 31,389	$ 958,908	$ 2,952	$ 22,039	$ 469,859	$ 409,554	$ 178	$ 169,544
Imprest cash	-	100	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable	-	927,678	99,820	-	234,910	120,000	247,391	449,910	-	2,203	-	-	-
Due from other funds	-	2,189	6,686	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	80,884	-	-	-	-	-	-	-	-	-	-
Inventory	-	184,983	-	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 42,877	$ 3,383,004	$ 621,876	$ 6	$ 1,632,175	$ 151,389	$ 1,206,299	$ 452,862	$ 22,039	$ 472,062	$ 409,554	$ 178	$ 169,544
LIABILITIES AND FUND EQUITY													
LIABILITIES													
Accounts payable	$ 12	$ 233,712	$ 161,330	$ -	$ 135,712	$ -	$ 75,180	$ 58,290	$ 117	$ 128,253	$ 385	$ -	$ -
Accrued payroll and benefits	-	64,852	-	-	72,995	-	22,841	42,303	-	-	-	-	-
Due to other funds	-	2,189	6,686	-	-	-	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	-	-	243,244	-	-	-	-	-	-	-	-
Deferred revenue	-	-	316,227	-	-	-	100,000	-	-	-	-	-	-
Customer deposits	-	-	-	-	708,459	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	12	300,753	484,243	-	1,160,410	-	198,021	100,593	117	128,253	385	-	-
FUND EQUITY													
Reserved	300	640,228	-	-	203,224	-	117,977	47,315	15,271	-	-	-	-
Unreserved													
Undesignated	42,565	2,442,023	137,633	6	268,541	151,389	890,301	304,954	6,651	343,809	409,169	178	169,544
Total Fund Equity	42,865	3,082,251	137,633	6	471,765	151,389	1,008,278	352,269	21,922	343,809	409,169	178	169,544
Total Liabilities and Fund Equity	$ 42,877	$ 3,383,004	$ 621,876	$ 6	$ 1,632,175	$ 151,389	$ 1,206,299	$ 452,862	$ 22,039	$ 472,062	$ 409,554	$ 178	$ 169,544

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COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Wildwood Estates Assessment District	County Service Area 1 A, Zone 1	County Service Area 1 A, Zone 2	County Service Area 1 A, Zone 3	County Service Area 2	County Service Area 12, Zone 1	County Service Area 12, Zone 2	County Service Area 13, Zone 1	County Service Area 13, Zone 2	County Service Area 13, Zone 3	County Service Area 14, Zone 1	County Service Area 14, Zone 2	County Service Area 14, Zone 4
ASSETS													
Cash and investments	$ 35,573	$ 96,430	$ 18,023	$ 18,878	$ 16,100	$ 10,206	$ 14,819	$ 7,045	$ 5,499	$ 2,765	$ 37,432	$ 96	$ 2,264
Imprest cash	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 35,573	$ 96,430	$ 18,023	$ 18,878	$ 16,100	$ 10,206	$ 14,819	$ 7,045	$ 5,499	$ 2,765	$ 37,432	$ 96	$ 2,264
LIABILITIES AND FUND EQUITY													
LIABILITIES													
Accounts payable	$ -	$ 2,578	$ 485	$ 339	$ 98	$ 819	$ 2,330	$ 1	$ 386	$ 91	$ 1,964	$ -	$ -
Accrued payroll and benefits	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Customer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	-	2,578	485	339	98	819	2,330	1	386	91	1,964	-	-
FUND EQUITY													
Reserved	-	-	-	-	-	-	-	-	-	-	-	-	-
Unreserved													
Undesignated	35,573	93,852	17,538	18,539	16,002	9,387	12,489	7,044	5,113	2,674	35,468	96	2,264
Total Fund Equity	35,573	93,852	17,538	18,539	16,002	9,387	12,489	7,044	5,113	2,674	35,468	96	2,264
Total Liabilities and Fund Equity	$ 35,573	$ 96,430	$ 18,023	$ 18,878	$ 16,100	$ 10,206	$ 14,819	$ 7,045	$ 5,499	$ 2,765	$ 37,432	$ 96	$ 2,264

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COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2002

	County Service Area 18	County Service Area 21	County Service Area 22, Zone 1	County Service Area 22, Zone 2	County Service Area 22, Zones 1 & 2	County Service Area 24, Zone 1	County Service Area 24, Zone 2 Fire	County Service Area 24, Zone 2 Road	County Service Area 31	Hobart Mills Road Self Help Improvement	Perm Road Division - Altair	Perm Road Division - Blue Tent	Perm Road Division - Canyon Creek
ASSETS													
Cash and investments	$ 2,593	$ 37,578	$ 14,133	$ 88	$ 1,790	$ 695	$ 14,513	$ 28,005	$ 10,261	$ 10	$ 6,098	$ 3,234	$ 23,311
Imprest cash	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 2,593	$ 37,578	$ 14,133	$ 88	$ 1,790	$ 695	$ 14,513	$ 28,005	$ 10,261	$ 10	$ 6,098	$ 3,234	$ 23,311
LIABILITIES AND FUND EQUITY													
LIABILITIES													
Accounts payable	$ 101	$ 470	$ 1,064	$ 23	$ -	$ 1	$ 130	$ 786	$ 1,084	$ 10	$ 99	$ -	$ 192
Accrued payroll and benefits	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Customer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	101	470	1,064	23	-	1	130	786	1,084	10	99	-	192
FUND EQUITY													
Reserved	-	-	-	-	-	-	-	-	-	-	-	-	-
Unreserved													
Undesignated	2,492	37,108	13,069	65	1,790	694	14,383	27,219	9,177	-	5,999	3,234	23,119
Total Fund Equity	2,492	37,108	13,069	65	1,790	694	14,383	27,219	9,177	-	5,999	3,234	23,119
Total Liabilities and Fund Equity	$ 2,593	$ 37,578	$ 14,133	$ 88	$ 1,790	$ 695	$ 14,513	$ 28,005	$ 10,261	$ 10	$ 6,098	$ 3,234	$ 23,311

Continued (Page 3 of 7)

COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2002

	Perm Road Division - Greenwood	Perm Road Division - Hidden Glen	Perm Road Division - Hillsdale Court	Perm Road Division - Perimeter	Perm Road Division - Ridgeview	Perm Road Division - Ski Town II	Lake of the Pines Assessment	Lake of the Pines II Assessment	No. San Juan Sewer Assessment	Penn Valley Sewer Assessment	SD Zone 1 Lake Wildwood O & M	SD Zone 2 Lake of the Pines O & M	SD Zone 4 No. San Juan O & M
ASSETS													
Cash and investments	$ 35,174	$ 17,403	$ 27,891	$ 73,088	$ 2,512	$ 16,342	$ 218	$ 70	$ 11,205	$ 124,605	$ 1,764,165	$ 2,019,333	$ 66,858
Imprest cash	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	200,643	-	-	-	99,400	4,673
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 35,174	$ 17,403	$ 27,891	$ 73,088	$ 2,512	$ 16,342	$ 218	$ 200,713	$ 11,205	$ 124,605	$ 1,764,165	$ 2,118,733	$ 71,531
LIABILITIES AND FUND EQUITY													
LIABILITIES													
Accounts payable	$ 52	$ 254	$ 203	$ 4,059	$ 129	$ 1,476	$ -	$ 200,643	$ -	$ -	$ 420,486	$ 151,838	$ 7,591
Accrued payroll and benefits	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Customer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	52	254	203	4,059	129	1,476	-	200,643	-	-	420,486	151,838	7,591
FUND EQUITY													
Reserved	-	-	-	-	-	-	-	-	-	-	-	-	-
Unreserved													
Undesignated	35,122	17,149	27,688	69,029	2,383	14,866	218	70	11,205	124,605	1,343,679	1,966,895	63,940
Total Fund Equity	35,122	17,149	27,688	69,029	2,383	14,866	218	70	11,205	124,605	1,343,679	1,966,895	63,940
Total Liabilities and Fund Equity	$ 35,174	$ 17,403	$ 27,891	$ 73,088	$ 2,512	$ 16,342	$ 218	$ 200,713	$ 11,205	$ 124,605	$ 1,764,165	$ 2,118,733	$ 71,531

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COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2002

	SD Zone 5 Gold Creek O & M	SD Zone 6 Penn Valley O & M	SD Zone 7 Mt. Lake Estates O & M	SD Zone 8 Cascade Shores O & M	SD Zone 9 Eden Ranch O & M	Wastewater Management System	CDBG Rehab 92 Truckee	CDBG Rehab 94 STBG 810	CDBG Rehab 97 STBG 1129	CDBG Rehab 97 STBG 1173	CDBG Rehab 98 STBG 1280	CDBG Rehab 00 STBG 1524	CDBG Rehab 01 STBG 1603
ASSETS													
Cash and investments	$ 63,221	$ 112,362	$ 47,608	$ 3,267	$ 225	$ -	$ 898	$ 185	$ 739	$ -	$ 84	$ -	$ -
Imprest cash	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable	1,648	17,068	1,746	3,910	1,574	510,342	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	1,093	-	-	-	-	-	-	-
Loans receivable	-	-	-	-	-	-	124,509	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 64,869	$ 129,430	$ 49,354	$ 7,177	$ 1,799	$ 511,435	$ 125,407	$ 185	$ 739	$ -	$ 84	$ -	$ -
LIABILITIES AND FUND EQUITY													
LIABILITIES													
Accounts payable	$ 2,913	$ 27,695	$ 2,531	$ 16,812	$ 6,414	$ 398,883	$ 159,494	$ -	$ -	$ -	$ -	$ -	$ 1,210
Accrued payroll and benefits	-	-	-	-	-	18,871	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	1,070	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Customer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Advance from other funds	-	55,000	-	64,211	-	-	-	-	-	-	-	-	-
Total Liabilities	2,913	82,695	2,531	81,023	6,414	418,824	159,494	-	-	-	-	-	1,210
FUND EQUITY													
Reserved	-	-	-	-	-	163,807	124,509	-	-	-	-	-	-
Unreserved													
Undesignated	61,956	46,735	46,823	(73,846)	(4,615)	(71,196)	(158,596)	185	739	-	84	-	(1,210)
Total Fund Equity	61,956	46,735	46,823	(73,846)	(4,615)	92,611	(34,087)	185	739	-	84	-	(1,210)
Total Liabilities and Fund Equity	$ 64,869	$ 129,430	$ 49,354	$ 7,177	$ 1,799	$ 511,435	$ 125,407	$ 185	$ 739	$ -	$ 84	$ -	$ -

Continued (Page 5 of 7)

COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2002

	CDBG Tech 99 STBG 141	CDBG Econ 98 EDBG 576	CDBG Rehab Revolving Loan	Community Development Grant Repay	Residential Rehab 93 STBG 765	Residential Rehab 94 STBG 810	CSBG Grant 98F-1627	CSBG Grant 99F-1926	CSBG Grant 00F-2127	CSBG Grant 01F-4027	CSBG Grant 02F-4227	DOE Grant 99C-1223	DOE Grant 00C-1323
ASSETS													
Cash and investments	$ 43	$ -	$ 333,622	$ 112,869	$ 504	$ 37,882	$ -	$ -	$ -	$ 40	$ 73,431	$ -	$ -
Imprest cash	-	-	-	-	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	191,383	-	-	-	-	-	-	-	2,115	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Loans receivable	-	-	136,978	297,008	226,009	290,474	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 43	$ -	$ 661,983	$ 409,877	$ 226,513	$ 328,356	$ -	$ -	$ -	$ 40	$ 75,546	$ -	$ -
LIABILITIES AND FUND EQUITY													
LIABILITIES													
Accounts payable	$ -	$ -	$ 47,883	$ 150	$ 441	$ 32,715	$ -	$ -	$ -	$ -	$ 104,362	$ -	$ -
Accrued payroll and benefits	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Due to other governmental agencies	-	-	-	-	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Customer deposits	-	-	-	-	-	-	-	-	-	-	-	-	-
Advance from other funds	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	47,883	150	441	32,715	-	-	-	-	104,362	-	-
FUND EQUITY													
Reserved	-	-	5,434	297,008	226,009	290,474	-	-	-	-	9,520	-	-
Unreserved													
Undesignated	43	-	608,666	112,719	63	5,167	-	-	-	40	(38,336)	-	-
Total Fund Equity	43	-	614,100	409,727	226,072	295,641	-	-	-	40	(28,816)	-	-
Total Liabilities and Fund Equity	$ 43	$ -	$ 661,983	$ 409,877	$ 226,513	$ 328,356	$ -	$ -	$ -	$ 40	$ 75,546	$ -	$ -

Continued (Page 6 of 7)

COUNTY OF NEVADA
COMBINING BALANCE SHEET
SPECIAL REVENUE FUNDS
JUNE 30, 2002

	DOE Grant 02C-1423	HOME Grant 98-343	LIHEAP 99B-1123	LIHEAP 00B-1223	LIHEAP 00E-1278	LIHEAP 01B-5023	LIHEAP 01X-6024	LIHEAP 02B-5174	Mortgage Credit Certificate Program	Totals
ASSETS										
Cash and investments	$ 116	$ 26	$ -	$ -	$ 25,231	$ 13,402	$ 15,563	$ 5,670	$ 31,472	$ 11,651,874
Imprest cash	-	-	-	-	-	-	-	-	-	100
Accounts receivable	-	93,750	-	-	-	-	6,800	-	1,325	3,218,289
Due from other funds	-	-	-	-	-	-	-	-	-	9,968
Loans receivable	-	458,872	-	-	-	-	-	-	-	1,533,850
Prepaid expenses	-	-	-	-	-	-	-	-	-	80,884
Inventory	-	-	-	-	-	-	-	-	-	184,983
Total Assets	$ 116	$ 552,648	$ -	$ -	$ 25,231	$ 13,402	$ 22,363	$ 5,670	$ 32,797	$ 16,679,948
LIABILITIES AND FUND EQUITY										
LIABILITIES										
Accounts payable	$ -	$ 93,901	$ -	$ -	$ 25,116	$ 13,340	$ 22,293	$ 12,456	$ -	$ 2,561,382
Accrued payroll and benefits	-	-	-	-	-	-	-	-	-	221,862
Due to other funds	-	-	-	-	-	-	-	-	-	9,945
Due to other governmental agencies	-	-	-	-	-	-	-	-	-	243,244
Deferred revenue	-	-	-	-	-	-	-	-	-	416,227
Customer deposits	-	-	-	-	-	-	-	-	-	708,459
Advance from other funds	-	-	-	-	-	-	-	-	-	119,211
Total Liabilities	-	93,901	-	-	25,116	13,340	22,293	12,456	-	4,280,330
FUND EQUITY										
Reserved	-	458,872	-	-	-	-	-	-	-	2,599,948
Unreserved										
Undesignated	116	(125)	-	-	115	62	70	(6,786)	32,797	9,799,670
Total Fund Equity	116	458,747	-	-	115	62	70	(6,786)	32,797	12,399,618
Total Liabilities and Fund Equity	$ 116	$ 552,648	$ -	$ -	$ 25,231	$ 13,402	$ 22,363	$ 5,670	$ 32,797	$ 16,679,948

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY

SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2002

	Fish and Game	Road	Housing Authority	Energy Conservation	Community Development Agency	Property Maintenance/ Nuisance Abatement	Public Library	Child Support Services	Recycled Oil	Substance Abuse Crime Prevention	Probation Fire Insurance Claim	Ward Welfare	Glenbrook Assessment District
REVENUES													
Taxes and assessments	$ -	$ -	$ -	$ -	$ 13,230	$ -	$ 1,336,841	$ -	$ -	$ -	$ -	$ -	$ -
License and permits	-	35,100	-	-	1,262,596	-	-	-	-	-	-	-	-
Intergovernmental	-	7,245,577	1,224,635	-	646,376	-	323,051	4,428,375	32,898	503,945	-	-	-
Use of money and property	1,699	86,021	13,989	1	12,560	1,025	40,621	18,039	691	9,075	2,326	3	5,251
Fines and forfeitures	2,643	-	-	-	17,044	2,083	-	-	-	-	-	-	-
Charges for services	-	2,194,770	-	-	1,589,284	-	63,416	23,773	-	-	-	65	-
Other revenues	-	42,119	6,970	-	881,638	-	10,888	2,125	-	2,203	425,000	110	-
Total Revenues	4,342	9,603,587	1,245,594	1	4,422,728	3,108	1,774,817	4,472,312	33,589	515,223	427,326	178	5,251
EXPENDITURES													
Current:													
Public ways and facilities	-	9,224,306	-	-	-	-	-	-	-	-	-	-	-
Public protection	6,088	-	-	-	-	26,551	-	-	25,353	171,414	18,157	-	-
Health and sanitation	-	-	-	-	-	-	-	-	-	-	-	-	-
Public assistance	-	-	1,041,890	-	5,243,808	-	-	3,742,610	-	-	-	-	-
Education	-	-	-	-	-	-	2,040,013	-	-	-	-	-	-
Capital outlay	-	286,873	-	-	107,387	-	268,162	778,229	-	-	-	-	-
Debt service	-	9,606	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	6,088	9,520,785	1,041,890	-	5,351,195	26,551	2,308,175	4,520,839	25,353	171,414	18,157	-	-
Excess (Deficiency) of Revenues Over Expenditures	(1,746)	82,802	203,704	1	(928,467)	(23,443)	(533,358)	(48,527)	8,236	343,809	409,169	178	5,251
OTHER FINANCING SOURCES (USES)													
Operating transfers in	-	-	20,568	-	1,588,903	155,678	565,902	-	-	-	-	-	-
Operating transfers out	-	-	(127,480)	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	(106,912)	-	1,588,903	155,678	565,902	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	(1,746)	82,802	96,792	1	660,436	132,235	32,544	(48,527)	8,236	343,809	409,169	178	5,251
Fund Equity - Beginning of Year	44,611	2,999,449	40,841	5	(188,671)	19,154	975,734	400,796	13,686	-	-	-	164,293
Fund Equity - End of Year	$ 42,865	$ 3,082,251	$ 137,633	$ 6	$ 471,765	$ 151,389	$ 1,008,278	$ 352,269	$ 21,922	$ 343,809	$ 409,169	$ 178	$ 169,544

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COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY

SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2002

	Wildwood Estates Assessment District	County Service Area 1 A, Zone 1	County Service Area 1 A, Zone 2	County Service Area 1 A, Zone 3	County Service Area 2	County Service Area 12, Zone 1	County Service Area 12, Zone 2	County Service Area 13, Zone 1	County Service Area 13, Zone 2	County Service Area 13, Zone 3	County Service Area 14, Zone 1	County Service Area 14, Zone 2	County Service Area 14, Zone 4
REVENUES													
Taxes and assessments	$ -	$ 14,541	$ 1,955	$ 3,184	$ 2,082	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License and permits	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-	-	-	-
Use of money and property	1,101	2,958	550	677	590	300	659	228	174	99	1,305	3	83
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-
Charges for services	-	46,086	11,035	1,094	-	14,928	3,941	2,292	3,317	1,858	25,464	-	-
Other revenues	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	1,101	63,585	13,540	4,955	2,672	15,228	4,600	2,520	3,491	1,957	26,769	3	83
EXPENDITURES													
Current:													
Public ways and facilities	-	48,963	5,415	3,519	1,811	12,235	8,671	641	1,935	1,489	35,496	30	35
Public protection	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	-	48,963	5,415	3,519	1,811	12,235	8,671	641	1,935	1,489	35,496	30	35
Excess (Deficiency) of Revenues Over Expenditures	1,101	14,622	8,125	1,436	861	2,993	(4,071)	1,879	1,556	468	(8,727)	(27)	48
OTHER FINANCING SOURCES (USES)													
Operating transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	1,101	14,622	8,125	1,436	861	2,993	(4,071)	1,879	1,556	468	(8,727)	(27)	48
Fund Equity - Beginning of Year	34,472	79,230	9,413	17,103	15,141	6,394	16,560	5,165	3,557	2,206	44,195	123	2,216
Fund Equity - End of Year	$ 35,573	$ 93,852	$ 17,538	$ 18,539	$ 16,002	$ 9,387	$ 12,489	$ 7,044	$ 5,113	$ 2,674	$ 35,468	$ 96	$ 2,264

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COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY

SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2002

	County Service Area 18	County Service Area 21	County Service Area 22, Zone 1	County Service Area 22, Zone 2	County Service Area 22, Zones 1 & 2	County Service Area 24, Zone 1	County Service Area 24, Zone 2 Fire	County Service Area 24, Zone 2 Road	County Service Area 31	Hobart Mills Road Self Help Improvement	Perm Road Division - Altair	Perm Road Division - Blue Tent	Perm Road Division - Canyon Creek
REVENUES													
Taxes and assessments	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 4,910
License and permits	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-	-	-	-
Use of money and property	92	1,216	782	6	67	12	542	1,221	437	99	88	123	792
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-
Charges for services	1,598	10,628	6,199	517	-	1,068	-	8,920	38,382	16,466	6,462	-	-
Other revenues	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Revenues	1,690	11,844	6,981	523	67	1,080	542	10,141	38,819	16,565	6,550	123	5,702
EXPENDITURES													
Current:													
Public ways and facilities	1,312	2,909	17,653	474	98	136	917	28,463	35,452	16,635	551	195	1,786
Public protection	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	1,312	2,909	17,653	474	98	136	917	28,463	35,452	16,635	551	195	1,786
Excess (Deficiency) of Revenues Over Expenditures	378	8,935	(10,672)	49	(31)	944	(375)	(18,322)	3,367	(70)	5,999	(72)	3,916
OTHER FINANCING SOURCES (USES)													
Operating transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	378	8,935	(10,672)	49	(31)	944	(375)	(18,322)	3,367	(70)	5,999	(72)	3,916
Fund Equity - Beginning of Year	2,114	28,173	23,741	16	1,821	(250)	14,758	45,541	5,810	70	-	3,306	19,203
Fund Equity - End of Year	$ 2,492	$ 37,108	$ 13,069	$ 65	$ 1,790	$ 694	$ 14,383	$ 27,219	$ 9,177	$ -	$ 5,999	$ 3,234	$ 23,119

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COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY

SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2002

	Perm Road Division - Greenwood	Perm Road Division - Hidden Glen	Perm Road Division - Hillsdale Court	Perm Road Division - Perimeter	Perm Road Division - Ridgeview	Perm Road Division - Ski Town II	Lake of the Pines Assessment	Lake of the Pines II Assessment	No. San Juan Sewer Assessment	Penn Valley Sewer Assessment	SD Zone 1 Lake Wildwood O & M	SD Zone 2 Lake of the Pines O & M	SD Zone 4 No. San Juan O & M
REVENUES													
Taxes and assessments	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License and permits	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-	-	-	-
Use of money and property	1,055	749	745	2,873	35	699	-	251	438	2,585	70,709	71,199	2,334
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-
Charges for services	13,520	2,977	14,453	48,802	3,173	4,892	-	-	10,831	145,163	734,385	639,795	28,140
Other revenues	-	-	-	-	-	-	-	200,643	-	-	-	7,894	-
Total Revenues	14,575	3,726	15,198	51,675	3,208	5,591	-	200,894	11,269	147,748	805,094	718,888	30,474
EXPENDITURES													
Current:													
Public ways and facilities	1,638	13,330	1,031	47,895	825	27,276	-	9,688	10,627	110,868	-	-	-
Public protection	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-	-	-	1,119,239	643,052	23,911
Public assistance	-	-	-	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	342,430	6,499	-
Debt service	-	-	-	-	-	-	-	245,000	-	-	-	-	-
Total Expenditures	1,638	13,330	1,031	47,895	825	27,276	-	254,688	10,627	110,868	1,461,669	649,551	23,911
Excess (Deficiency) of Revenues Over Expenditures	12,937	(9,604)	14,167	3,780	2,383	(21,685)	-	(53,794)	642	36,880	(656,575)	69,337	6,563
OTHER FINANCING SOURCES (USES)													
Operating transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	12,937	(9,604)	14,167	3,780	2,383	(21,685)	-	(53,794)	642	36,880	(656,575)	69,337	6,563
Fund Equity - Beginning of Year	22,185	26,753	13,521	65,249	-	36,551	218	53,864	10,563	87,725	2,000,254	1,897,558	57,377
Fund Equity - End of Year	$ 35,122	$ 17,149	$ 27,688	$ 69,029	$ 2,383	$ 14,866	$ 218	$ 70	$ 11,205	$ 124,605	$ 1,343,679	$ 1,966,895	$ 63,940

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COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY

SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2002

	SD Zone 5 Gold Creek O & M	SD Zone 6 Penn Valley O & M	SD Zone 7 Mt. Lake Estates O & M	SD Zone 8 Cascade Shores O & M	SD Zone 9 Eden Ranch O & M	Wastewater Management System	CDBG Rehab 92 Truckee	CDBG Rehab 94 STBG 810	CDBG Rehab 97 STBG 1129	CDBG Rehab 97 STBG 1173	CDBG Rehab 98 STBG 1280	CDBG Rehab 00 STBG 1524	CDBG Rehab 01 STBG 1603
REVENUES													
Taxes and assessments	$ 3,080	$ 2,700	$ 1,150	$ 1,560	$ 1,155	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License and permits	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-	-	-	-	3,704	-
Use of money and property	1,983	4,958	1,643	1,096	212	-	(114)	7	27	-	904	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-
Charges for services	3,300	144,169	9,590	58,306	7,216	2,424,942	-	-	-	-	-	-	-
Other revenues	-	19,198	-	500	-	9,959	837	-	-	-	-	-	-
Total Revenues	8,363	171,025	12,383	61,462	8,583	2,434,901	723	7	27	-	904	3,704	-
EXPENDITURES													
Current:													
Public ways and facilities	-	-	-	-	13,850	-	-	-	-	-	-	-	-
Public protection	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and sanitation	5,591	153,442	9,276	82,767	-	2,444,140	-	-	-	-	-	-	-
Public assistance	-	-	-	-	-	-	319,338	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	130	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	5,591	153,442	9,276	82,897	13,850	2,444,140	319,338	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	2,772	17,583	3,107	(21,435)	(5,267)	(9,239)	(318,615)	7	27	-	904	3,704	-
OTHER FINANCING SOURCES (USES)													
Operating transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	(595)	-	-	(13)	(33,459)	(3,704)	(1,210)
Total Other Financing Sources (Uses)	-	-	-	-	-	-	(595)	-	-	(13)	(33,459)	(3,704)	(1,210)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	2,772	17,583	3,107	(21,435)	(5,267)	(9,239)	(319,210)	7	27	(13)	(32,555)	-	(1,210)
Fund Equity - Beginning of Year	59,184	29,152	43,716	(52,411)	652	101,850	285,123	178	712	13	32,639	-	-
Fund Equity - End of Year	$ 61,956	$ 46,735	$ 46,823	$ (73,846)	$ (4,615)	$ 92,611	$ (34,087)	$ 185	$ 739	$ -	$ 84	$ -	$ (1,210)

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COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY

SPECIAL REVENUE FUNDS

FOR THE YEAR ENDED JUNE 30, 2002

	CDBG Tech 99 STBG 141	CDBG Econ 98 EDBG 576	CDBG Rehab Revolving Loan	Community Development Grant Repay	Residential Rehab 93 STBG 765	Residential Rehab 94 STBG 810	CSBG Grant 98F-1627	CSBG Grant 99F-1926	CSBG Grant 00F-2127	CSBG Grant 01F-4027	CSBG Grant 02F-4227	DOE Grant 99C-1223	DOE Grant 00C-1323
REVENUES													
Taxes and assessments	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
License and permits	-	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	29,872	144	388,816	-	-	-	-	-	-	23,337	72,610	-	-
Use of money and property	131	25	11,461	8,958	(29)	592	1	-	9	892	821	-	1
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	-	-	-	-	-
Other revenues	-	-	8,572	-	-	41,698	358	-	-	-	-	-	-
Total Revenues	30,003	169	408,849	8,958	(29)	42,290	359	-	9	24,229	73,431	-	1
EXPENDITURES													
Current:													
Public ways and facilities	-	-	-	-	-	-	-	-	-	-	-	-	-
Public protection	-	-	-	-	-	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-	-	-	-	-	-
Public assistance	-	-	8,786	460	-	69,479	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-	-	-	-
Debt service	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	8,786	460	-	69,479	-	-	-	-	-	-	-
Excess (Deficiency) of Revenues Over Expenditures	30,003	169	400,063	8,498	(29)	(27,189)	359	-	9	24,229	73,431	-	1
OTHER FINANCING SOURCES (USES)													
Operating transfers in	-	-	-	-	-	-	-	-	-	-	-	-	-
Operating transfers out	(29,960)	(192)	(80,568)	(45,841)	(573)	(667)	(368)	(1)	(355)	(40,542)	(102,247)	(1)	(52)
Total Other Financing Sources (Uses)	(29,960)	(192)	(80,568)	(45,841)	(573)	(667)	(368)	(1)	(355)	(40,542)	(102,247)	(1)	(52)
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	43	(23)	319,495	(37,343)	(602)	(27,856)	(9)	(1)	(346)	(16,313)	(28,816)	(1)	(51)
Fund Equity - Beginning of Year	-	23	294,605	447,070	226,674	323,497	9	1	346	16,353	-	1	51
Fund Equity - End of Year	$ 43	$ -	$ 614,100	$ 409,727	$ 226,072	$ 295,641	$ -	$ -	$ -	$ 40	$ (28,816)	$ -	$ -

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COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED JUNE 30, 2002

	DOE Grant 02C-1423	HOME Grant 98-343	LIHEAP 99B-1123	LIHEAP 00B-1223	LIHEAP 00E-1278	LIHEAP 01B-5023	LIHEAP 01X-6024	LIHEAP 02B-5174	Mortgage Credit Certificate Program	Totals
REVENUES										
Taxes and assessments	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 1,386,388
License and permits	-	-	-	-	-	-	-	-	-	1,297,696
Intergovernmental	16,044	206,352	-	-	72,820	157,206	160,750	5,635	-	15,542,147
Use of money and property	72	2,389	-	7	958	2,074	1,627	35	1,094	401,011
Fines and forfeitures	-	-	-	-	-	-	-	-	-	21,770
Charges for services	-	-	-	-	-	-	-	-	-	8,365,217
Other revenues	-	192,602	-	-	-	-	-	-	8,038	1,861,352
Total Revenues	16,116	401,343	-	7	73,778	159,280	162,377	5,670	9,132	28,875,581
EXPENDITURES										
Current:										
Public ways and facilities	-	-	-	-	-	-	-	-	-	9,688,155
Public protection	-	-	-	-	-	-	-	-	-	247,563
Health and sanitation	-	-	-	-	-	-	-	-	-	4,481,418
Public assistance	-	192,602	-	-	-	-	-	-	-	10,618,973
Education	-	-	-	-	-	-	-	-	-	2,040,013
Capital outlay	-	-	-	-	-	-	-	-	-	1,789,710
Debt service	-	-	-	-	-	-	-	-	-	254,606
Total Expenditures	-	192,602	-	-	-	-	-	-	-	29,120,438
Excess (Deficiency) of Revenues Over Expenditures	16,116	208,741	-	7	73,778	159,280	162,377	5,670	9,132	(244,857)
OTHER FINANCING SOURCES (USES)										
Operating transfers in	-	-	-	-	-	-	-	-	-	2,331,051
Operating transfers out	(16,000)	(1,450)	(1)	(274)	(104,960)	(205,251)	(162,307)	(12,456)	(2,778)	(973,305)
Total Other Financing Sources (Uses)	(16,000)	(1,450)	(1)	(274)	(104,960)	(205,251)	(162,307)	(12,456)	(2,778)	1,357,746
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	116	207,291	(1)	(267)	(31,182)	(45,971)	70	(6,786)	6,354	1,112,889
Fund Equity - Beginning of Year	-	251,456	1	267	31,297	46,033	-	-	26,443	11,286,729
Fund Equity - End of Year	$ 116	$ 458,747	$ -	$ -	$ 115	$ 62	$ 70	$ (6,786)	$ 32,797	$ 12,399,618

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, 2002

	1991 County Facilities Project	Finance Authority	Government Debt Service	Totals
ASSETS				
Cash and investments	$ -	$ 83,377	$ 11,238	$ 94,615
Restricted Assets:				
Cash and investments	-	2,186,191	-	2,186,191
Total Assets	$ -	$ 2,269,568	$ 11,238	$ 2,280,806
LIABILITIES AND FUND EQUITY				
LIABILITIES				
Accounts payable	$ -	$ -	$ -	$ -
Total Liabilities	-	-	-	-
FUND EQUITY				
Reserved	-	2,269,568	11,238	2,280,806
Total Fund Equity	-	2,269,568	11,238	2,280,806
Total Liabilities and Fund Equity	$ -	$ 2,269,568	$ 11,238	$ 2,280,806

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
DEBT SERVICE FUNDS
JUNE 30, 2002

	1991 County Facilities Project	Finance Authority	Government Debt Service	Totals
REVENUES				
Use of money and property	$ 54,666	$ 381,229	$ 688	$ 436,583
Total Revenues	54,666	381,229	688	436,583
EXPENDITURES				
Current:				
General government	-	8,625	-	8,625
Debt service	686,414	3,388,577	267,982	4,342,973
Total Expenditures	686,414	3,397,202	267,982	4,351,598
Excess (Deficiency) of Revenues Over Expenditures	(631,748)	(3,015,973)	(267,294)	(3,915,015)
OTHER FINANCING SOURCES (USES)				
Operating transfers in	-	1,354,558	267,982	1,622,540
Operating transfers out	-	-	-	-
Proceeds of refunding bonds	-	21,007,538	-	21,007,538
Payment to refunding bond escrow agent	-	(18,844,986)	-	(18,844,986)
Total Other Financing Sources (Uses)	-	3,517,110	267,982	3,785,092
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	(631,748)	501,137	688	(129,923)
Fund Equity - Beginning of Year	631,748	1,768,431	10,550	2,410,729
Fund Equity - End of Year	$ -	$ 2,269,568	$ 11,238	$ 2,280,806

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, 2002

	Criminal Justice Temporary Facilities Construction	Courthouse Temporary Construction	Gazebo Picnic Area	Juvenile Hall Facility	Totals
ASSETS					
Cash and investments	$ 239,609	$ 446,387	$ -	$ 113,091	$ 799,087
Total Assets	$ 239,609	$ 446,387	$ -	$ 113,091	$ 799,087
LIABILITIES AND FUND EQUITY					
LIABILITIES					
Accounts payable	$ -	$ 2,933	$ -	$ 40,693	$ 43,626
Advance from other funds	-	-	-	1,100,000	1,100,000
Total Liabilities	-	2,933	-	1,140,693	1,143,626
FUND EQUITY					
Unreserved					
Undesignated	239,609	443,454	-	(1,027,602)	(344,539)
Total Fund Equity	239,609	443,454	-	(1,027,602)	(344,539)
Total Liabilities and Fund Equity	$ 239,609	$ 446,387	$ -	$ 113,091	$ 799,087

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND EQUITY
CAPITAL PROJECTS FUNDS
FOR THE YEAR ENDED JUNE 30, 2002

	Criminal Justice Temporary Facilities Construction	Courthouse Temporary Construction	Gazebo Picnic Area	Juvenile Hall Facility	Totals
REVENUES					
Intergovernmental	$ -	$ -	$ -	$ 456,062	$ 456,062
Use of money and property	7,708	14,617	38	10,767	33,130
Fines and forfeitures	194,589	195,209	-	-	389,798
Other revenues	12,200	-	-	-	12,200
Total Revenues	214,497	209,826	38	466,829	891,190
EXPENDITURES					
Capital outlay	122	943	-	2,716,021	2,717,086
Total Expenditures	122	943	-	2,716,021	2,717,086
Excess (Deficiency) of Revenues Over Expenditures	214,375	208,883	38	(2,249,192)	(1,825,896)
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	-	-	500,000	500,000
Operating transfers out	(217,129)	(115,078)	-	-	(332,207)
Total Other Financing Sources (Uses)	(217,129)	(115,078)	-	500,000	167,793
Excess (Deficiency) of Revenues and Other Financing Sources Over Expenditures and Other Financing Uses	(2,754)	93,805	38	(1,749,192)	(1,658,103)
Fund Equity - Beginning of Year	242,363	349,649	1,137	721,590	1,314,739
Residual equity transfer	-	-	(1,175)	-	(1,175)
Fund Equity - End of Year	$ 239,609	$ 443,454	$ -	$ (1,027,602)	$ (344,539)

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, 2002

	Eastern Nevada County Solid Waste	Western Nevada County Solid Waste	Transit Services	Airport	Totals
ASSETS					
Current Assets					
Cash and investments	$ 766,233	$ 7,309,614	$ 94,077	$ 206,613	$ 8,376,537
Imprest cash	-	1,000	-	200	1,200
Accounts receivable	25	328,501	335,901	121,412	785,839
Due from other funds	-	1,119	32	2,196	3,347
Prepaid expenses	-	-	-	1,404	1,404
Inventory	-	-	20,533	36,859	57,392
Total Current Assets	766,258	7,640,234	450,543	368,684	9,225,719
Restricted Assets:					
Cash and investments	-	21,011,421	-	4,360	21,015,781
Interest receivable	-	1,295	-	-	1,295
Total Restricted Assets	-	21,012,716	-	4,360	21,017,076
Fixed Assets, net	26,409	1,091,286	658,543	7,553,812	9,330,050
Total Fixed Assets	26,409	1,091,286	658,543	7,553,812	9,330,050
Other Assets					
Bond issue cost - net of accumulated amortization	-	1,070,131	-	-	1,070,131
Total Other Assets	-	1,070,131	-	-	1,070,131
Total Assets	$ 792,667	$ 30,814,367	$ 1,109,086	$ 7,926,856	$ 40,642,976
LIABILITIES AND FUND EQUITY					
LIABILITIES					
Current Liabilities					
Accounts payable	$ 17,138	$ 313,944	$ 227,840	$ 255,748	$ 814,670
Accrued payroll and benefits	-	11,007	15,629	3,276	29,912
Due to other funds	-	1,120	-	-	1,120
Deferred revenue	-	-	2,000	21,643	23,643
Total Current Liabilities	17,138	326,071	245,469	280,667	869,345
Restricted Current Liabilities					
Customer deposits	-	25,682	-	4,360	30,042
Total Restricted Current Liabilities	-	25,682	-	4,360	30,042
Long-term Liabilities					
Advances from other funds	-	-	456,669	378,000	834,669
Liability for compensated absences	-	28,416	41,238	6,333	75,987
Certificates of participation	-	30,990,000	-	-	30,990,000
Loans payable	-	-	-	519,956	519,956
Closure/postclosure costs	-	12,002,933	-	-	12,002,933
Total Long-Term Liabilities	-	43,021,349	497,907	904,289	44,423,545
Total Liabilities	17,138	43,373,102	743,376	1,189,316	45,322,932
FUND EQUITY					
Contributed capital	-	51,357	257,633	6,027,195	6,336,185
Retained earnings					
Unreserved	775,529	(12,610,092)	108,077	710,345	(11,016,141)
Total Fund Equity	775,529	(12,558,735)	365,710	6,737,540	(4,679,956)
Total Liabilities and Fund Equity	$ 792,667	$ 30,814,367	$ 1,109,086	$ 7,926,856	$ 40,642,976

COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2002

	Eastern Nevada County Solid Waste	Western Nevada County Solid Waste	Transit Services	Airport	Totals
OPERATING REVENUES					
Charges for services	1,078,374	5,535,755	3,524	38,821	6,656,474
Fares	-	-	423,008	-	423,008
Rents and charges	-	-	-	131,980	131,980
Fuel sales	-	-	-	620,289	620,289
Total Operating Revenues	1,078,374	5,535,755	426,532	791,090	7,831,751
OPERATING EXPENSES					
Salaries and benefits	-	595,463	1,000,667	171,315	1,767,445
Fuel	-	15,377	132,489	393,325	541,191
Maintenance and repairs	-	21,001	320,683	11,515	353,199
Parts and supplies	-	7,141	24,207	1,541	32,889
Outside services	1,320,548	2,892,818	1,129,722	49,794	5,392,882
Administration and office	9,799	166,328	79,297	225,106	480,530
Utilities	-	14,040	3,293	20,597	37,930
Insurance	-	3,916	47,646	4,255	55,817
Depreciation	-	77,714	160,474	46,798	284,986
Rentals and lease payments	-	25,767	38,746	1,041	65,554
Miscellaneous expenses	-	443	36,223	5,000	41,666
Total Operating Expenses	1,330,347	3,820,008	2,973,447	930,287	9,054,089
Operating Income (Loss)	(251,973)	1,715,747	(2,546,915)	(139,197)	(1,222,338)
NON-OPERATING REVENUES (EXPENSES)					
Taxes	131,482	284,208	1,943,103	46,863	2,405,656
Intergovernmental revenues	8,216	68,713	910,993	13,307	1,001,229
Interest income	28,323	919,606	5,368	4,273	957,570
Other revenues	-	69	3,219	2,191	5,479
Interest expense	-	(1,493,138)	-	(27,606)	(1,520,744)
Bond amortization	-	(32,024)	-	-	(32,024)
Total Non-operating Revenue (Expenses)	168,021	(252,566)	2,862,683	39,028	2,817,166
Net Income (Loss) before Operating Transfers	(83,952)	1,463,181	315,768	(100,169)	1,594,828
OTHER FINANCING SOURCES (USES)					
Operating transfers in	-	-	41,871	150,000	191,871
Operating transfers out	-	-	(50,000)	-	(50,000)
Total Other Financing Sources (Uses)	-	-	(8,129)	150,000	141,871
Net Income (Loss)	(83,952)	1,463,181	307,639	49,831	1,736,699
Fund Equity - Beginning of Year	835,072	(14,021,916)	58,071	6,687,709	(6,441,064)
Prior period adjustment	24,409	-	-	-	24,409
Fund Equity - Beginning of Year, Restated	859,481	(14,021,916)	58,071	6,687,709	(6,416,655)
Fund Equity - End of Year	$ 775,529	$ (12,558,735)	$ 365,710	$ 6,737,540	$ (4,679,956)

COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS
ENTERPRISE FUNDS
JUNE 30, 2002

	Eastern Nevada County Solid Waste	Western Nevada County Solid Waste	Transit Services	Airport	Totals
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from customers	$ 1,078,349	$ 5,687,778	$ 171,536	$ 711,580	$ 7,649,243
Cash paid to suppliers	(1,317,439)	(3,690,869)	(1,807,298)	(491,233)	(7,306,839)
Cash paid to employees	-	(587,530)	(1,031,255)	(168,063)	(1,786,848)
Net Cash Provided (Used) by Operating Activities	(239,090)	1,409,379	(2,667,017)	52,284	(1,444,444)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Non-operating revenues	139,698	352,990	2,857,315	62,361	3,412,364
Transfers in (out)	-	-	(8,129)	150,000	141,871
Increase (Decrease) in due to (from) other funds	-	1	(32)	(2,196)	(2,227)
Increase (Decrease) in advance from (to) other funds	-	-	456,669	125,000	581,669
Increase (Decrease) in customer deposits	-	1,155	-	(262)	893
Net Cash Provided (Used) by Noncapital Financing Activities	139,698	354,146	3,305,823	334,903	4,134,570
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Proceeds from debt	-	11,415,000	-	-	11,415,000
Acquisition of capital assets	(2,000)	(94,998)	(561,384)	(112,525)	(770,907)
Principal paid on debt	-	(470,000)	-	(37,080)	(507,080)
Interest paid on debt	-	(1,562,398)	-	(40,780)	(1,603,178)
Net Cash Provided (Used) by Capital and Related Financing Activities	(2,000)	9,287,604	(561,384)	(190,385)	8,533,835
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest on investments	28,323	924,656	5,368	4,273	962,620
Net Cash Provided (Used) by Investing Activities	28,323	924,656	5,368	4,273	962,620
Net Increase (Decrease) in Cash and Cash Equivalents	(73,069)	11,975,785	82,790	201,075	12,186,581
Cash and Cash Equivalents at Beginning of Year	839,302	16,346,250	11,287	10,098	17,206,937
Cash and Cash Equivalents at End of Year	$ 766,233	$ 28,322,035	$ 94,077	$ 211,173	$ 29,393,518
OPERATING INCOME (LOSS)	$ (251,973)	$ 1,715,747	$ (2,546,915)	$ (139,197)	$ (1,222,338)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Depreciation	-	77,714	160,474	46,798	284,986
(Increase) Decrease in accounts receivable	(25)	152,023	(254,996)	(82,627)	(185,625)
(Increase) Decrease in prepaid expenses	-	-	-	(1,404)	(1,404)
(Increase) Decrease in inventory	-	-	(5,704)	(11,271)	(16,975)
Increase (Decrease) in accounts payable	12,908	10,221	10,712	233,616	267,457
Increase (Decrease) in accrued payroll and benefits	-	2,386	(1,290)	351	1,447
Increase (Decrease) in compensated absences	-	5,547	(29,298)	2,901	(20,850)
Increase (Decrease) in deferred revenue	-	-	-	3,117	3,117
Increase (Decrease) in closure/post closure	-	(111,711)	-	-	(111,711)
Total Adjustments	12,883	136,180	(120,102)	191,481	220,442
Net Cash Provided (Used) by Operating Activities	$ (239,090)	$ 1,851,927	$ (2,667,017)	$ 52,284	$ (1,001,896)

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, 2002

	Fleet Management	Workers Compensation	Vision Insurance	Unemployment Insurance	Liability Insurance	Dental Insurance	Totals
ASSETS							
Current Assets							
Cash and investments	$ 160,335	$ 474,125	$ 67,629	$ 361,134	$ 482,319	$ 145,870	$ 1,691,412
Accounts receivable	244,095	285	522	-	152,073	27	397,002
Advance to other funds	-	-	-	-	1,100,000	-	1,100,000
Deposits	-	-	7,310	-	-	34,000	41,310
Total Current Assets	404,430	474,410	75,461	361,134	1,734,392	179,897	3,229,724
Fixed Assets, net	1,810,244	-	-	-	-	-	1,810,244
Total Assets	$ 2,214,674	$ 474,410	$ 75,461	$ 361,134	$ 1,734,392	$ 179,897	$ 5,039,968
LIABILITIES AND FUND EQUITY							
LIABILITIES							
Current Liabilities							
Accounts payable	$ 55,831	$ 156,045	$ 18,064	$ 4,302	$ 81,109	$ 29,047	$ 344,398
Accrued payroll and benefits	2,502	-	-	-	-	-	2,502
Accrued claims payable	-	-	-	163,965	849,000	-	1,012,965
Total Current Liabilities	58,333	156,045	18,064	168,267	930,109	29,047	1,359,865
Long-term Liabilities							
Liability for compensated absences	2,447	-	-	-	-	-	2,447
Total Long-Term Liabilities	2,447	-	-	-	-	-	2,447
Total Liabilities	60,780	156,045	18,064	168,267	930,109	29,047	1,362,312
FUND EQUITY							
Contributed capital	1,556,291	-	-	-	-	-	1,556,291
Retained earnings							
Unreserved	597,603	318,365	57,397	192,867	804,283	150,850	2,121,365
Total Fund Equity	2,153,894	318,365	57,397	192,867	804,283	150,850	3,677,656
Total Liabilities and Fund Equity	$ 2,214,674	$ 474,410	$ 75,461	$ 361,134	$ 1,734,392	$ 179,897	$ 5,039,968

COUNTY OF NEVADA

COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND EQUITY
INTERNAL SERVICE FUNDS
FOR THE YEAR ENDED JUNE 30, 2002

	Fleet Management	Workers Compensation	Vision Insurance	Unemployment Insurance	Liability Insurance	Dental Insurance	Totals
OPERATING REVENUES							
Charges for services	$ -	$ 1,418,773	$ 172,535	$ 105,577	$ 101,256	$ 557,122	$ 2,355,263
Rents and charges	1,198,047	-	-	-	-	-	1,198,047
Other revenues	3,225	15	7,310	-	380,939	-	391,489
Total Operating Revenues	1,201,272	1,418,788	179,845	105,577	482,195	557,122	3,944,799
OPERATING EXPENSES							
Salaries and benefits	149,175	-	-	-	-	-	149,175
Fuel	197,125	-	-	-	-	-	197,125
Maintenance and repairs	153,095	-	-	-	-	-	153,095
Parts and supplies	38,129	-	-	-	-	-	38,129
Outside services	72,564	83,437	20,885	4,813	291,032	50,470	523,201
Administration and office	47,838	9,267	253	41,824	(23,676)	-	75,506
Insurance	102	1,383,982	-	-	188,240	-	1,572,324
Benefits paid	-	-	144,908	95,905	282,272	531,680	1,054,765
Depreciation	442,128	-	-	-	-	-	442,128
Rentals and lease payments	2,526	-	-	-	-	-	2,526
Total Operating Expenses	1,102,682	1,476,686	166,046	142,542	737,868	582,150	4,207,974
Operating Income (Loss)	98,590	(57,898)	13,799	(36,965)	(255,673)	(25,028)	(263,175)
NON-OPERATING REVENUE (EXPENSES)							
Intergovernmental revenues	30,000	-	-	-	1,513	-	31,513
Interest income	8,712	17,222	2,005	13,401	27,489	6,666	75,495
Gain (Loss) on sale of fixed assets	14,012	-	-	-	-	-	14,012
Total Non-Operating Revenue (Expenses)	52,724	17,222	2,005	13,401	29,002	6,666	121,020
Income (Loss) before Operating Transfers	151,314	(40,676)	15,804	(23,564)	(226,671)	(18,362)	(142,155)
OTHER FINANCING SOURCES (USES)							
Operating transfers in	-	-	-	-	-	-	-
Operating transfers out	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-
Net Income (Loss)	151,314	(40,676)	15,804	(23,564)	(226,671)	(18,362)	(142,155)
Fund Equity - Beginning of Year	1,752,707	359,041	41,593	216,431	1,030,954	169,212	3,569,938
Contributed capital	249,873	-	-	-	-	-	249,873
Fund Equity - End of Year	$ 2,153,894	$ 318,365	$ 57,397	$ 192,867	$ 804,283	$ 150,850	$ 3,677,656

COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
JUNE 30, 2002

	Fleet Management	Workers Compensation	Vision Insurance	Unemployment Insurance	Liability Insurance	Dental Insurance	Totals
CASH FLOWS FROM OPERATING ACTIVITIES							
Cash received from customers	$ 1,181,553	$ 1,422,529	$ 180,521	$ 105,577	$ 513,117	$ 561,247	$ 3,964,544
Cash paid to suppliers	(510,685)	(1,737,589)	(162,781)	(110,512)	(676,273)	(574,065)	(3,771,905)
Cash paid to employees	(153,012)	-	-	-	-	-	(153,012)
Net Cash Provided (Used) by Operating Activities	517,856	(315,060)	17,740	(4,935)	(163,156)	(12,818)	39,627
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES							
Non-operating revenues	30,000	-	-	-	1,513	-	31,513
Increase (Decrease) in advance from (to) other funds	-	-	-	-	(475,000)	-	(475,000)
Net Cash Provided (Used) by Noncapital Financing Activities	30,000	-	-	-	(473,487)	-	(443,487)
CASH FLOWS FROM CAPITAL RELATED FINANCING ACTIVITIES							
Acquisition of capital assets	(500,019)	-	-	-	-	-	(500,019)
Net Cash Provided (Used) by Capital and Related Financing Activities	(500,019)	-	-	-	-	-	(500,019)
CASH FLOWS FROM INVESTING ACTIVITIES							
Interest on investments	8,712	17,222	2,005	13,401	27,489	6,666	75,495
Net Cash Provided (Used) by Investing Activities	8,712	17,222	2,005	13,401	27,489	6,666	75,495
Net Increase (Decrease) in Cash and Cash Equivalents	56,549	(297,838)	19,745	8,466	(609,154)	(6,152)	(828,384)
Cash and Cash Equivalents at Beginning of Year	103,786	771,963	47,884	352,668	1,091,473	152,022	2,519,796
Cash and Cash Equivalents at End of Year	$ 160,335	$ 474,125	$ 67,629	$ 361,134	$ 482,319	$ 145,870	$ 1,691,412
OPERATING INCOME (LOSS)	$ 98,590	$ (57,898)	$ 13,799	$ (36,965)	$ (255,673)	$ (25,028)	$ (263,175)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO CASH PROVIDED (USED) BY OPERATING ACTIVITIES							
Depreciation	442,128	-	-	-	-	-	442,128
(Increase) Decrease in accounts receivable	(19,719)	3,741	676	-	30,922	4,125	19,745
Increase (Decrease) in accounts payable	694	90,454	3,265	(8,395)	72,595	8,085	166,698
Increase (Decrease) in accrued payroll and benefits	(63)	-	-	-	-	-	(63)
Increase (Decrease) in compensated absences	(3,774)	-	-	-	-	-	(3,774)
Increase (Decrease) in claims payable	-	(351,357)	-	40,425	(11,000)	-	(321,932)
Total Adjustments	419,266	(257,162)	3,941	32,030	92,517	12,210	302,802
Net Cash Provided (Used) by Operating Activities	$ 517,856	$ (315,060)	$ 17,740	$ (4,935)	$ (163,156)	$ (12,818)	$ 39,627

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, 2002

	Agency Funds	Investment Trust Fund	Total Trust and Agency
ASSETS			
Cash and investments	$ 18,751,408	$ 40,305,351	$ 59,056,759
Taxes receivable	5,382,120	-	5,382,120
Due from other funds	1,249	160,549	161,798
Advance to other funds	413,624	243,569	657,193
Restricted assets			
Cash and investments	167,686	6,149	173,835
Total Assets	$ 24,716,087	$ 40,715,618	$ 65,431,705
LIABILITIES AND FUND EQUITY			
LIABILITIES			
Due to other funds	$ 158,180	$ 2,498	$ 160,678
Advance from other funds	413,624	-	413,624
Tax losses reserve	937,430	-	937,430
Agency obligations	23,206,853	-	23,206,853
Total Liabilities	24,716,087	2,498	24,718,585
FUND EQUITY			
Net assets held in trust for pool participants	-	40,713,120	40,713,120
Total Fund Equity	-	40,713,120	40,713,120
Total Liabilities and Fund Equity	$ 24,716,087	$ 40,715,618	$ 65,431,705

COUNTY OF NEVADA
COMBINING BALANCE SHEET
AGENCY FUNDS
JUNE 30, 2002

	Accrued Trust Funds	County Departmental Agency Funds	Total Agency Funds
ASSETS			
Cash and investments	$ 6,319,009	$ 12,432,399	$ 18,751,408
Taxes receivable	5,382,120	-	5,382,120
Due from other funds	-	1,249	1,249
Advance to other funds	-	413,624	413,624
Restricted assets:			
Cash and investments	-	167,686	167,686
Total Assets	$ 11,701,129	$ 13,014,958	$ 24,716,087
LIABILITIES			
LIABILITIES			
Due to other funds	$ -	$ 158,180	$ 158,180
Advance from other funds	-	413,624	413,624
Tax loss reserve	937,430	-	937,430
Agency obligations	10,763,699	12,443,154	23,206,853
Total Liabilities	$ 11,701,129	$ 13,014,958	$ 24,716,087

COUNTY OF NEVADA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2002

	Balance June 30, 2001	Additions	Deductions	Balance June 30, 2002
Accrued Trust Funds				
ASSETS				
Cash and investments	$ 4,442,599	$ 1,876,410	$ -	$ 6,319,009
Taxes receivable	6,395,275	-	1,013,155	5,382,120
Total Assets	$ 10,837,874	$ 1,876,410	$ 1,013,155	$ 11,701,129
LIABILITIES				
Tax losses reserve	$ 867,974	$ 69,456	$ -	$ 937,430
Agency obligations	9,969,900	1,806,954	1,013,155	10,763,699
Total Liabilities	$ 10,837,874	$ 1,876,410	$ 1,013,155	$ 11,701,129
County Departmental Agency Funds				
ASSETS				
Cash and investments	$ 20,893,878	$ -	$ 8,461,479	$ 12,432,399
Due from other funds	-	1,249	-	1,249
Advance to other funds	535,835	-	122,211	413,624
Restricted assets				
Cash and investments	135,646	32,040	-	167,686
Total Assets	$ 21,565,359	$ 33,289	$ 8,583,690	$ 13,014,958
LIABILITIES				
Due to other funds	$ -	$ 158,180	$ -	$ 158,180
Advance from other funds	413,624	-	-	413,624
Agency obligations	21,151,735	-	8,708,581	12,443,154
Total Liabilities	$ 21,565,359	$ 158,180	$ 8,708,581	$ 13,014,958
Total Agency				
ASSETS				
Cash and investments	$ 25,336,477	$ 1,876,410	$ 8,461,479	$ 18,751,408
Taxes receivable	6,395,275	-	1,013,155	5,382,120
Due from other funds	-	1,249	-	1,249
Advance to other funds	535,835	-	122,211	413,624
Restricted assets				
Cash and investments	135,646	32,040	-	167,686
Total Assets	$ 32,403,233	$ 1,909,699	$ 9,596,845	$ 24,716,087
LIABILITIES				
Due to other funds	$ -	$ 158,180	$ -	$ 158,180
Advance from other funds	413,624	-	-	413,624
Tax losses reserve	867,974	69,456	-	937,430
Agency obligations	31,121,635	1,806,954	9,721,736	23,206,853
Total Liabilities	$ 32,403,233	$ 2,034,590	$ 9,721,736	$ 24,716,087

COUNTY OF NEVADA
COMBINING STATEMENT OF NET ASSETS
INVESTMENT TRUST FUND
JUNE 30, 2002

	Independent Districts	School Districts	School Districts Debt Service	Courts and Jury/Witness	Local Transportation Authority	Total Investment Trust Fund
ASSETS						
Cash and investments	$ 7,844,880	$ -	$ 75,361	$ 1,476,785	$ 2,427,253	$ 40,305,351
Due from other funds	-	$ 28,481,072	-	160,549	-	160,549
Advance to other funds	-	-	-	-	243,569	243,569
Restricted assets						
Cash and investments	6,149	-	-	-	-	6,149
Total Assets	$ 7,851,029	$ 28,481,072	$ 75,361	$ 1,637,334	$ 2,670,822	$ 40,715,618
LIABILITIES AND FUND BALANCE						
LIABILITIES						
Due to other funds	$ -	$ -	$ -	$ 2,498	$ -	$ 2,498
Total Liabilities	-	-	-	2,498	-	2,498
FUND EQUITY						
Net assets held in trust for pool participants	7,851,029	28,481,072	75,361	1,634,836	2,670,822	40,713,120
Total Fund Equity	7,851,029	28,481,072	75,361	1,634,836	2,670,822	40,713,120
Total Liabilities and Fund Equity	$ 7,851,029	$ 28,481,072	$ 75,361	$ 1,637,334	$ 2,670,822	$ 40,715,618

COUNTY OF NEVADA
COMBINING STATEMENT OF CHANGES IN NET ASSETS
INVESTMENT TRUST FUND
FOR THE FISCAL YEAR ENDING JUNE 30, 2002

	Independent Districts	School Districts	School Districts Debt Service	Courts and Jury/Witness	Local Transportation Authority	Total Investment Trust Fund
NON-OPERATING REVENUES (EXPENSES)						
Contributions to investment pool	$ 2,589,985	$ 4,675,824	$ 28,819	$ 322,841	$ 1,016,838	$ 8,634,307
Distributions from investment pool	(3,919,144)	(4,394,368)	(51,599)	(16,104)	(726,023)	(9,107,238)
Total Non-Operating Revenues (Expenses)	(1,329,159)	281,456	(22,780)	306,737	290,815	(472,931)
Increase (Decrease) in Net Assets	(1,329,159)	281,456	(22,780)	306,737	290,815	(472,931)
Beginning 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
Ending net assets held in trust for pool participants	$ 7,851,029	$ 28,481,072	$ 75,361	$ 1,634,836	$ 2,670,822	$ 40,713,120

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

COUNTY OF NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2002

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	-	$ 1,524,000	$ 1,550,550
State Administrative Matching Grants for Food Stamp Program	10.561	-	416,532	416,532
Passed through State Department of Health Services:				
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	-	246,088	278,886
Passed through State Department of Education:				
School Breakfast Program	10.553	-	8,082	8,787
National School Lunch Program	10.555	-	12,351	13,467
Passed through State Controller's Office:				
Schools and Roads - Grants to Counties	10.665	-	298,389	298,389
Total U.S. Department of Agriculture			2,505,442	2,566,611
U.S. Department of Defense				
Direct Program:				
Payments to States in Lieu of Real Estate Taxes	12.112	-	150,503	150,503
Total U.S. Department of Defense			150,503	150,503
Department of Education				
Passed through State Department of Alcohol and Drug Programs:				
Safe and Drug Free Schools and Communities - State Grants	84.186	-	19,442	19,442
Total Department of Education			19,442	19,442
U.S. Department of Justice				
Direct Program				
Public Safety Partnership and Community Policing Grants	16.710	02-GP-CX-0123	3,500	3,500
Passed through State Office of Criminal Justice Planning:				
Byrne Formula Grant Program	16.579	DC-00-110290	38,740	-
Byrne Formula Grant Program	16.579	DC-01-120290	115,614	168,698
Subtotal 16.579			154,354	168,698
Violence Against Women Formula Grants	16.588	VV-97010290	12,118	-
Violence Against Women Formula Grants	16.588	VV-99020290	20,282	-
Violence Against Women Formula Grants	16.588	VV-00030290	66,900	104,458
Subtotal 16.588			99,300	104,458
Juvenile Accountability Incentive Block Grant	16.523	IP-99010290	6,226	-
Juvenile Accountability Incentive Block Grant	16.523	IP-00010290	3,558	14,070
Subtotal 16.523			9,784	14,070

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, 2002

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	$ 103,229	$ -
Passed through State Board of Corrections				
Violent Offender Incarceration and Truth in Sentencing Incentive Grants	16.586	106-98	1,340,902	1,535,033
Total U.S. Department of Justice			1,711,069	1,825,759
U.S. Department of Health and Human Services				
Passed through State Department of Community Services and Development:				
Low Income Home Energy Assistance	93.568	00E-1278	72,820	90,972
Low Income Home Energy Assistance	93.568	01B-5023	157,206	157,206
Low Income Home Energy Assistance	93.568	02B-5174	5,635	5,635
Subtotal 93.568			235,661	253,813
Community Services Block Grant	93.569	01F-4027	23,337	45,212
Community Services Block Grant	93.569	02F-4227	72,610	46,424
Subtotal 93.569			95,947	91,636
Passed through State Department of Social Services:				
Promoting Safe and Stable Families	93.556	-	79,525	79,525
Temporary Assistance for Needy Families	93.558	-	3,494,120	3,494,120
Child Support Enforcement	93.563	-	2,972,374	2,927,245
Child Welfare Services - State Grant	93.645	-	438,382	438,382
Foster Care - Title IV-E	93.658	-	1,182,114	1,182,134
Adoption Assistance	93.659	-	338,631	338,631
Refugee and Entrant Assistance - State Administered Programs	93.566	-	3,280	3,280
Independent Living	93.674	-	85,271	85,271
Adoption Incentive Payments	93.603	-	5,420	5,420
Passed through State Department of Alcohol and Drug Programs:				
Block Grant for Prevention and Treatment of Substance Abuse	93.959	SAPT	570,858	611,956
Passed through State Department of Health Services:				
Childhood Lead Poisoning Prevention Projects	93.197	-	11,363	11,363
Immunization Grants	93.268	-	21,941	19,960
Medical Assistance Program	93.778	CHDP	46,430	38,967
Medical Assistance Program	93.778	Foster Care	13,389	13,389
Medical Assistance Program	93.778	TMC	36,481	28,005
Medical Assistance Program	93.778	Medi-Cal Outreach	39,016	-
Subtotal 93.778			135,316	80,361

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, 2002

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	-	$ 55,201	$ 79,809
HIV Care Formula Grants	93.917	HOPWA	26,490	27,357
Subtotal 93.917			81,691	107,166
Preventative Health and Health Services Block Grant	93.991	314 (d)	4,105	5,427
Maternal and Child Health Services Block Grant to the States	93.994	MCH	42,718	37,794
Maternal and Child Health Services Block Grant to the States	93.994	Title XIX	34,229	34,229
Subtotal 93.994			76,947	72,023
Family Planning - Services	93.217	Title X	18,025	61,427
Special Programs for the Aging - Title VII, Chapter 3 - Programs for Prevention of Elder Abuse, Neglect and Exploitation	93.041	EA 00010290	56,870	106,516
Passed through State Department of Aging:				
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	-	56,536	56,536
Passed throught State Department of Mental Health Services:				
Block Grants for Community Mental Health Services	93.958	SAMSHA	66,068	57,157
Total Department of Health and Human Services			10,030,445	10,089,349
Department of Housing and Urban Development				
Passed through State Department of Housing and Community Development				
Community Development Block Grants/State's Program	14.228	98-EDBG-576	144	-
Community Development Block Grants/State's Program	14.228	98-STBG-1285	-	7,506
Community Development Block Grants/State's Program	14.228	99-STBG-1419	29,450	29,450
Community Development Block Grants/State's Program	14.228	00-STBG-1524	3,389	4,709
Community Development Block Grants/State's Program	14.228	01-STBG-1603	-	1,648
Subtotal 14.228			32,983	43,313
HOME Investment Partnerships Program	14.239	98-HOME-0343	206,352	206,352
Section 8 Rental Voucher Program	14.855	-	1,224,635	1,121,788
Total Department of Housing and Urban Development			1,463,970	1,371,453
U.S. Department of Transportation				
Passed through State Department of Transportation:				
Highway Planning and Construction	20.205	BRLO-5917(019)	47,470	51,996
Highway Planning and Construction	20.205	BRLO-5917(027)	3,112	3,112
Highway Planning and Construction	20.205		22,123	22,123
Subtotal 20.205			72,705	77,231
Formula Grants for Other than Urbanized Areas	20.509		104,414	-
Total U.S. Department of Transportation			177,119	77,231

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, 2002

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	$ -	$ 52
Weatherization Assistance for Low-Income Persons	81.042	02C-1423	16,044	16,000
Total U.S. Department of Energy			16,044	16,052
Total			$ 16,074,034	$ 16,116,400

See accompanying Notes to Schedule of Expenditures of Federal Awards

COUNTY OF NEVADA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2002

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 01120290			
Personal Services	$ 93,397	$ 93,397	$ -
Operating Expense	86,061	75,301	10,760
Total	$ 179,458	$ 168,698	$ 10,760

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

	Budget	Prior Year Actual	Current Year Actual	Current Year Balance
VV 0003290				
Personal Services	$ 138,276	$ 49,265	$ 89,011	$ -
Operating Expense	23,825	8,378	15,447	-
Total	$ 162,101	57,643	$ 104,458	$ -

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

	Budget	Prior Year Actual	Current Year Actual	Balance
IP-00010290				
Personal Services	$ 22,895	$ 1,505	$ 12,712	$ 8,678
Operating Expense	3,718	130	1,358	2,230
Total	$ 26,613	$ 1,635	$ 14,070	$ 10,908

The following represent expenditures for the State Department of Criminal Justice Grants:

	Budget	Current Year Actual	Balance
SR-01040290			
Personal Services	$ 68,009	$ 29,479	$ 38,530
Operating Expense	26,991	7,660	19,331
Equipment	5,000	4,890	110
Total	$ 100,000	$ 42,029	$ 57,971

COUNTY OF NEVADA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2002

3. OFFICE OF CRIMINAL JUSTICE PLANNING DISCLOSURE (CONTINUED)

	Budget	Prior Year Actual	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	$ -

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, 2002, and have issued our report thereon dated November 6, 2002. 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 November 6, 2002.

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
November 6, 2002

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, 2002. 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, 2002.

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, CPAs
Yuba City, California
November 6, 2002

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COUNTY OF NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2002

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; 10.557; 10.561; 12.112; 16.586 and 93.558
8. $483,492 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