



Las Vegas

Agenda Item No.: 56.

**AGENDA SUMMARY PAGE**  
**CITY COUNCIL MEETING OF DECEMBER 20, 2006**

**DEPARTMENT: FINANCE AND BUSINESS SERVICES**

**DIRECTOR: MARK R. VINCENT**

Consent  Discussion

**SUBJECT:**

Discussion and possible action on the City of Las Vegas Comprehensive Annual Financial Report (CAFR) for Fiscal Year 2006.

**Fiscal Impact:**

No Impact

Augmentation Required

Budget Funds Available

Amount:

Funding Source:

Dept./Division: Finance and Business Services

**PURPOSE/BACKGROUND:**

NRS 354.624 requires an annual audit of the City be conducted by an independent public accounting firm. It further requires the audit report and the CAFR be presented to the governing body with the recommendations and the summary of narrative comments. The audit was conducted by KPMG LLP. The City received an unqualified opinion.

**RECOMMENDATION:**

Receive the audit report and provide guidance for any management actions.

**BACKUP DOCUMENTATION:**

Submitted after meeting - hardcopy of PowerPoint presentation by Mark Vincent

Motion made by GARY REESE to Approve the Report

Passed For: 7; Against: 0; Abstain: 0; Did Not Vote: 0; Excused: 0

LOIS TARKANIAN, LAWRENCE WEEKLY, LARRY BROWN, OSCAR B. GOODMAN, GARY REESE, STEVE WOLFSON, STEVEN D. ROSS; (Against-None); (Abstain-None); (Did Not Vote-None); (Excused-None)

Minutes:

MARK VINCENT, Director of Finance and Business Services, outlined the information under the Purpose/Background section. He added that as part of the new rules implemented several years ago, a Basic Financial Statement that reports cash and cash equivalents, approximately \$508 million for this year, is now included. But this amount is sometimes misinterpreted, especially during election years, as available cash. But in reality, as depicted on the slide, only about ten percent (\$48 million) of the \$508 million is available for general purposes. The remaining revenues are earmarked for other purposes.

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He commented that overall this was a good year. Net assets are coming in at about \$2.7 billion. The fund balance grew at a rate of almost 20 percent, which is much faster than expected. He recommended approval.

MAYOR GOODMAN questioned why the expenditures are so much under budget. MR. VINCENT answered that it appears to be large, but, with an approximate \$430 million budget, it only represents about five percent reduction under budget. This is mainly attributed to prudent financing and planning for unforeseen events.