

CITY OF HENDERSON, NEVADA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2018

Note 5. Capital Assets

For the year ended June 30, 2018, capital asset activity was as follows:

	Balance July 1, 2017	Increases	Decreases	Transfers* and Reclassifications	Balance June 30, 2018
Governmental activities					
Capital assets not being depreciated or amortized					
Construction in progress	\$ 58,213,022	\$ 37,911,705		\$ (36,304,589)	\$ 59,820,138
Land	<u>188,701,224</u>	<u>976,338</u>	<u>(2,434,469)</u>		<u>187,243,093</u>
Total capital assets not being depreciated or amortized	<u>246,914,246</u>	<u>38,888,043</u>	<u>(2,434,469)</u>	<u>(36,304,589)</u>	<u>247,063,231</u>
Capital assets being depreciated or amortized					
Buildings and building improvements	340,841,033	147,914		8,936,995	349,925,942
Improvements other than buildings	387,074,202	46,703		6,093,701	393,214,606
Infrastructure	1,648,061,021	29,178,188		12,217,423	1,689,456,632
Machinery and equipment	<u>97,379,966</u>	<u>5,481,906</u>	<u>(3,150,322)</u>	<u>9,071,064</u>	<u>108,782,614</u>
Total capital assets being depreciated or amortized	<u>2,473,356,222</u>	<u>34,854,711</u>	<u>(3,150,322)</u>	<u>36,319,183</u>	<u>2,541,379,794</u>
Accumulated depreciation and amortization					
Buildings and building improvements	(100,908,266)	(4,182,750)			(105,091,016)
Improvements other than buildings	(74,512,483)	(9,091,215)			(83,603,698)
Infrastructure	(818,714,563)	(22,294,187)			(841,008,750)
Machinery and equipment	<u>(72,010,773)</u>	<u>(5,223,476)</u>	<u>2,969,962</u>	<u>(14,594)</u>	<u>(74,278,881)</u>
Total accumulated depreciation and amortization	<u>(1,066,146,085)</u>	<u>(40,791,628)</u>	<u>2,969,962</u>	<u>(14,594)</u>	<u>(1,103,982,345)</u>
Total capital assets being depreciated or amortized, net	<u>1,407,210,137</u>	<u>(5,936,917)</u>	<u>(180,360)</u>	<u>36,304,589</u>	<u>1,437,397,449</u>
Total governmental activities	<u>\$ 1,654,124,383</u>	<u>\$ 32,951,126</u>	<u>\$ (2,614,829)</u>	<u>\$</u>	<u>\$ 1,684,460,680</u>

* Includes transfers from and to proprietary funds, if any.

(Continued)

CITY OF HENDERSON, NEVADA

NOTES TO BASIC FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED JUNE 30, 2018

	Balance July 1, 2017	Increases	Decreases	Transfers* and Reclassifications	Balance June 30, 2018
Business-type activities					
Capital assets not being depreciated or amortized					
Construction in progress	\$ 35,680,830	\$ 26,463,742	\$	\$ (24,837,058)	\$ 37,307,514
Land	<u>35,912,213</u>				<u>35,912,213</u>
Total capital assets not being depreciated or amortized	<u>71,593,043</u>	<u>26,463,742</u>		<u>(24,837,058)</u>	<u>73,219,727</u>
Capital assets being depreciated or amortized					
Buildings and building improvements	178,622,002		(732,173)	15,420	177,905,249
Improvements other than buildings	1,332,736,642	13,857,385	(3,752,574)	20,066,847	1,362,908,300
Machinery and equipment	<u>45,387,962</u>	<u>498,889</u>	<u>(320,237)</u>	<u>4,740,197</u>	<u>50,306,811</u>
Total capital assets being depreciated or amortized	<u>1,556,746,606</u>	<u>14,356,274</u>	<u>(4,804,984)</u>	<u>24,822,464</u>	<u>1,591,120,360</u>
Accumulated depreciation and amortization					
Buildings and building improvements	(43,058,707)	(3,432,193)	519,999		(45,970,901)
Improvements other than buildings	(580,032,443)	(19,822,935)	3,295,378	1,309,478	(595,250,522)
Machinery and equipment	<u>(24,560,703)</u>	<u>(1,610,574)</u>	<u>320,237</u>	<u>(1,294,884)</u>	<u>(27,145,924)</u>
Total accumulated depreciation and amortization	<u>(647,651,853)</u>	<u>(24,865,702)</u>	<u>4,135,614</u>	<u>14,594</u>	<u>(668,367,347)</u>
Total capital assets being depreciated or amortized, net	<u>909,094,753</u>	<u>(10,509,428)</u>	<u>(669,370)</u>	<u>24,837,058</u>	<u>922,753,013</u>
Total business-type activities	<u>\$ 980,687,796</u>	<u>\$ 15,954,314</u>	<u>\$ (669,370)</u>	<u>\$</u>	<u>\$ 995,972,740</u>

* Includes transfers from and to governmental funds, if any.

For the year ended June 30, 2018, charges, by function, for depreciation expense were as follows:

Governmental activities	
General government	\$ 2,280,014
Judicial	380,367
Public safety	2,052,151
Public works	22,311,569
Culture and recreation	10,428,760
Internal service fund depreciation expense is charged to specific functions based on asset usage	<u>3,338,767</u>
Total depreciation expense, governmental activities	<u>\$ 40,791,628</u>
Business-type activities	
Water	\$ 11,790,107
Sewer	12,622,733
Development services	14,131
Cultural arts and tourism	116,432
Municipal golf course	<u>322,299</u>
Total depreciation expense, business-type activities	<u>\$ 24,865,702</u>

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