



# WASHOE COUNTY

Integrity Communication Service

[www.washoecounty.us](http://www.washoecounty.us)

## STAFF REPORT

**BOARD MEETING DATE:** December 11, 2018

**DATE:** Tuesday, December 11, 2018

**TO:** Board of County Commissioners

**FROM:** Nancy Parent, Washoe County Clerk  
784-7287, [nparent@washoecounty.us](mailto:nparent@washoecounty.us)

**THROUGH:** Nancy Parent, Washoe County Clerk

**SUBJECT:** Acknowledge the communications and reports received by the Clerk on behalf of the Board of County Commissioners.

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### **SUMMARY**

This matter is brought to the Board's attention to publicly set forth on the record various communications and reports received by the Clerk on behalf of the Board of County Commissioners.

### **Washoe County Strategic Objective supported by this item:**

Regional and Community Leadership

### **PREVIOUS ACTION**

None.

### **BACKGROUND**

None.

### **FISCAL IMPACT**

None.

### **RECOMMENDATION**

Acknowledge the communications and reports received by the Clerk on behalf of the Board of County Commissioners.

### **POSSIBLE MOTION**

"Move to acknowledge of the communications and reports received by the Clerk on behalf of the Board of County Commissioners.

**AGENDA ITEM #** \_\_\_\_\_

## **COMMUNICATIONS AND REPORTS**

**December 11, 2018**

The following communications and reports were received, duly noted, and ordered placed on file with the Clerk:

### **COMMUNICATIONS:**

- A. Letter from the Washoe County Treasurer to the Washoe County Board of County Commissioners dated November 19, 2018, to serve as notice to Commissioners the Washoe County District Board of Health determined at their October 25, 2018 meeting the Environmental Oversight Trust account was no longer needed. The staff report for said item was also included.

### **MONTHLY STATEMENT:**

- A. Office of the Washoe County Treasurer, Monthly Statement for Month Ending September 30, 2018.

### **ANNUAL FINANCIAL REPORT:**

- A. Verdi Television Maintenance District, Verdi, Nevada, Financial Statements for the Year Ended June 30, 2018.
- B. Washoe County School District, Comprehensive Annual Financial Report, Fiscal Year Ended June 30, 2018.
- C. Western Regional Water Commission, Financial Statements, June 30, 2018.

OFFICE OF THE WASHOE COUNTY TREASURER

Tammi Davis, Treasurer

1001 E 9<sup>TH</sup> St – D140  
P O Box 30039  
Reno NV 89520-3039

November 19, 2018

BOARD OF COUNTY COMMISSIONERS  
WASHOE COUNTY  
RENO, NEVADA

RE: WASHOE COUNTY HEALTH DEPARTMENT ENVIRONMENTAL OVERSIGHT  
ACCOUNT

Honorable Commissioners:

The Washoe County District Board of Health determined at their October 25, 2018 meeting the Environmental Oversight Trust account was no longer needed. On November 5, 2018, the funds in the amount of \$108,426.11 were deposited into the Washoe County's main bank account and accounted for in the Washoe County Health fund Environmental Health account 172400-485300. The Washoe County Health District Environmental Oversight Bank account was officially closed on November 9, 2018.

Respectfully,

  
Brenda Mathers, Acting Chief Deputy Treasurer

CC: Anna Heenan, Health Department  
Samantha Pierce, Internal Auditor

**STAFF REPORT**  
**BOARD MEETING DATE: October 25, 2018**

**TO:** District Board of Health  
**FROM:** Anna Heenan, Administrative Health Services Officer  
328-2417, [aheenan@washoecounty.us](mailto:aheenan@washoecounty.us)  
**SUBJECT:** Approval of a staff recommendation for the Board to give direction to the County Treasurer to close the Environmental Health Oversight account ending in 3027 held at the Bank of America and further direction to deposit the funds in the Health District Environmental Health account 172400-485300

**SUMMARY**

Approval of a staff recommendation for the Board to give direction to the County Treasurer to close the Environmental Health Oversight account ending in 3027 held at the Bank of America and further direction to deposit the funds in the Health District Environmental Health account 172400-485300.

**District Health Strategic Priorities supported by this item:**

- 5. Financial Stability:** Enable the Health District to make long-term commitments in areas that will positively impact the community's health by growing reliable sources of income.

**PREVIOUS ACTION**

No previous action specific to this request.

**BACKGROUND**

Due to the County Treasurer's Office moving banking services from Bank of America to Wells Fargo, the County Departments, including the Health District, have been reviewing accounts that are with Bank of America. The Health District has one checking account that is outside the County checking account and it is for the Environmental Health Division.

At the July 26, 1995 and September 27, 1995 District Board of Health meeting the board approved a settlement agreement for a Tank Farm Litigation with the Settling Defendants (multiple firms) and Golden Gate Petroleum in the amounts of \$150,000 and \$3,000 respectively. The settlement agreements both contain similar provisions whereby a trust account was to be established with the Washoe County Treasurer and said funds and the interest thereon shall be utilized for payment of future oversight activities at the site during the remediation period. Given the settlement agreements the County Treasurer established the District Health/Environmental Oversight account with Bank of America.

The Washoe County Health District has received notification from the Chief of the Bureau of Corrective Actions, Nevada Division of Environmental Protection and the Project Manager that the State does not envision any further assistance or involvement from the Health District with the Sparks Tank Farm (NDEP Facility ID# D-000084, Sparks Solvent/Fuel Site).



The checking account has not had any activity in the last seven years and the average interest on the account is \$1.81 a month. Pursuant to Washoe County Code 15.190.5 we are required each month to turn into the County Treasurer an account reconciliation. The cost to complete this reconciliation is greater than the average monthly interest earnings. Alternative investment vehicles were explored but it was determined that the funds would have to be locked up for years to earn enough interest to offset the cost of maintaining the checking account and then the funds would not be available for use.

Given that the bank accounts have to be closed with Bank of America and given that the Health District is no longer obligated to pay for remediation issues or future litigation at the Tank Farm sight it is being requested that the Bank of America account be closed and the funds be deposited in the Washoe County Health Fund Environmental Health account 172400-485300.

#### **FISCAL IMPACT**

The Health District Environmental Health Division revenue in account 172400-485300 will be increased approximately \$108,425, which is the anticipated final balance of the account.

#### **RECOMMENDATION**

Staff recommends that the Board give direction to the County Treasurer to close the Environmental Health Oversight account ending in 3027 held at the Bank of America and further direction to deposit the funds in the Health District Environmental Health account 172400-485300.

#### **POSSIBLE MOTION**

Move to approve staff recommendation to give direction to the County Treasurer to close the Environmental Health Oversight account ending in 3027 held at the Bank of America and further direction to deposit the funds in the Health District Environmental Health account 172400-485300.

**OFFICE OF THE WASHOE COUNTY TREASURER**  
**Tammi Davis, Treasurer**

1001 E 9<sup>TH</sup> St - D140  
P O Box 30039  
Reno NV 89520-3039

**MONTHLY STATEMENT OF WASHOE COUNTY TREASURER FOR  
MONTH ENDING SEPTEMBER 30, 2018**

**BOARD OF COUNTY COMMISSIONERS  
WASHOE COUNTY  
RENO, NEVADA**

RE: NRS 354.280

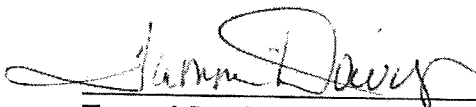
Honorable Commissioners:

I hereby submit this summary record of the source and amount of all receipts, apportionments to, payments from and balances in all funds and separate accounts as required by referenced statute. Detail information for these funds is available in my office.

Beginning Balance	Ending Cash Balance
\$ 20,658,823.87	\$ 44,834,655.60

INVESTMENTS (Reported at Market - All Groups)
\$ 544,209,387.93

Unapportioned Funds (Secured & Unsecured)	Washoe County	Other Agencies	Restricted Funds	Total
	\$ 15,259,724.58	\$ 24,756,307.00	\$ 8,705,233.39	\$48,721,264.97

  
\_\_\_\_\_  
Tammi Davis, Treasurer

**VERDI TELEVISION MAINTENANCE DISTRICT  
VERDI, NEVADA**



**Financial Statements**

**For the Year Ended**

**June 30, 2018**



**Kevin J. Pikero & Associates, Inc.**  
Certified Public Accountants  
235 West Pueblo Street  
Reno, Nevada

# VERDI TELEVISION MAINTENANCE DISTRICT

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# KEVIN J. PIKERO & ASSOCIATES, INC.

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Certified Public Accountants  
235 West Pueblo Street  
Reno, Nevada

(775) 746-2900

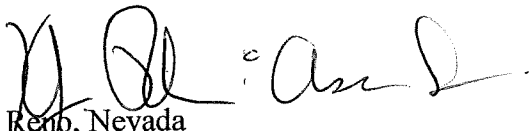
## **Report of Independent Certified Public Accountant**

To the Board of Trustees of  
Verdi Television Maintenance District  
Verdi, Nevada

Management is responsible for the accompanying financial statements of Verdi Television Maintenance District, which comprise the statement of assets, liabilities, and fund equity as of June 30, 2018, with comparative totals as of June 30, 2017, and the related statement of revenues, expenses, and changes of fund equity – budget and actual, and the statement of cash flows for the years then ended, and the related notes to the financial statements in accordance with accounting principles generally accepted in the United States of America. I have performed a compilation engagement in accordance with the Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. I did not audit or review the financial statements nor was I required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, I do not express an opinion, a conclusion nor provide any form of assurance on these financial statements.

These financial statements have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than generally accepted accounting principles, as described in Note 1 to the financial statements.

Management has omitted the management's discussion and analysis information that is required to be presented for the purposes of additional analysis. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context.

  
Reno, Nevada  
October 26, 2018

**VERDI TELEVISION MAINTENANCE DISTRICT**  
**Statement of Assets, Liabilities and Fund Equity (Modified Cash Basis)**  
**June 30, 2018**  
**(With comparative totals for 2017)**

**ASSETS**

	<u>2018</u>	<u>2017</u>
Current Assets		
Cash and cash equivalents	\$ 751,556	\$ 744,856
Property and Equipment		
Building and improvements	52,699	52,699
Machinery and equipment	<u>589,227</u>	<u>589,227</u>
	641,926	641,926
Less: accumulated depreciation	<u>( 477,537)</u>	<u>( 447,659)</u>
Total Property and Equipment	<u>164,389</u>	<u>194,267</u>
Total Assets	\$ <u>915,945</u>	\$ <u>939,123</u>

**LIABILITIES AND FUND EQUITY**

Current Liabilities	\$ -	\$ -
Fund Equity - Unrestricted	<u>915,945</u>	<u>939,123</u>
Total Liabilities and Fund Equity	\$ <u>915,945</u>	\$ <u>939,123</u>

**VERDI TELEVISION MAINTENANCE DISTRICT**

## Statement of Revenues, Expenses and Changes in Fund Equity (Modified Cash Basis)

For Year Ended June 30, 2018  
(With comparative totals for 2017)

	2018			2017
	Budget	Actual	Favorable (Unfavorable)	
Operating Revenues				
Rental income	\$ 600	\$ 600	\$ -	\$ 600
Operating Expenses				
Advertising	200	112	88	127
Bookkeeping & professional	36,000	36,000	-	36,000
Depreciation	30,000	29,878	122	29,388
Donations	5,000	5,000	-	5,000
Equipment rental	-	-	-	6,356
Insurance	4,500	4,216	284	4,040
Legal and accounting	1,950	2,000	( 50)	1,750
Rent	6,500	6,319	181	8,113
Repairs and maintenance	45,000	48,008	( 3,008)	78,287
Special equipment	60,000	-	60,000	-
Utilities	4,700	7,787	( 3,087)	4,311
Total Operating Expenses	<u>193,850</u>	<u>139,320</u>	54,530	<u>173,372</u>
Operating Gain (Loss)	( 193,250)	( 138,720)	54,530	( 172,772)
Non-Operating Revenue				
Tax revenue	<u>103,093</u>	<u>115,542</u>	<u>12,449</u>	<u>135,705</u>
Net Income (Loss)	<u>(\$ 90,157)</u>	( 23,178)	<u>\$ 66,979</u>	( 37,067)
Fund Equity – Beginning of Year		<u>939,123</u>		<u>976,190</u>
Fund Equity – End of Year		<u>\$ 915,945</u>		<u>\$ 939,123</u>

See accountant's compilation report and accompanying notes.

**VERDI TELEVISION MAINTENANCE DISTRICT**

## Statement of Cash Flows (Modified Cash Basis)

For Years Ended June 30, 2018

(With comparative totals for 2017)

	2018			
	<u>Budget</u>	<u>Actual</u>	<u>Favorable (Unfavorable)</u>	<u>2017</u>
<b>Cash Flows from Operating Activities</b>				
Cash received from rents	\$ 600	\$ 600	\$ -	\$ 600
Cash paid for goods and Services	( 163,850)	( 109,442)	54,408	( 143,984)
Net cash provided (used) operating activities	( 163,250)	( 108,842)	54,408	( 143,384)
<b>Cash Flows from Capital and Related Financing Activities</b>				
Purchase of fixed assets	-	-	-	-
<b>Cash Flows from Investing Activities</b>				
Tax revenue received	103,093	115,542	12,449	135,705
Net Increase (Decrease) In Cash	( 60,157)	6,700	66,857	( 28,106)
Cash Balance, Beginning of Year	766,226	744,856	( 21,370)	772,962
Cash Balance, End of Year	<u>\$ 706,069</u>	<u>\$ 751,556</u>	<u>\$ 45,487</u>	<u>\$ 744,856</u>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>				
Operating income (loss)		(\$ 138,720)		(\$ 172,772)
<b>Adjustments to reconcile Operating loss to net cash provided by operating activities</b>				
Depreciation		29,878		29,388
Net Cash (Used) Provided by Operating Activities		<u>(\$ 108,842)</u>		<u>(\$ 143,384)</u>

See accountant's compilation report and accompanying notes.



**VERDI TELEVISION MAINTENANCE DISTRICT**

## Notes to Financial Statements

June 30, 2018

**1. SUMMARY OF ACCOUNTING POLICIES****Reporting Entity**

The financial statements present the financial position, results of operations, changes in fund equity and cash flows for the Verdi Television Maintenance District, which is under the jurisdiction of the Verdi Television Maintenance District's Board of Trustees. The District was created and operates under Chapter 318 of the Nevada Revised Statutes. The District is fiscally independent of all other government entities and has no component units nor is it a component unit of another entity.

The District provides television rebroadcast services for the people living within the District and is managed by five trustees elected by popular vote. The Board does not have the power to levy taxes.

The Board annually certifies the amount of money necessary to maintain equipment and property of the District. The revenues, which the District is entitled to receive, is established by the Nevada Revised Statutes.

**Fund Accounting**

The accounts of the Verdi Television Maintenance District are organized into one fund, an Enterprise Fund. The measurement focus of an Enterprise Fund is to determine net income and, as such, the Verdi Television Maintenance District accounting records are maintained on the cash basis of accounting. This basis recognizes assets, liabilities, net assets/fund equity, revenues and expenditures/expenses which they result from cash transactions with a provision for depreciation. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

The Enterprise Funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprise – 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 has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

**VERDI TELEVISION MAINTENANCE DISTRICT**

## Notes to Financial Statements

June 30, 2018

**1. SUMMARY OF ACCOUNTING POLICIES (Continued)****Fixed Assets**

**Valuation** – The basis for valuing the District's capital assets has primarily been historical cost.

**Depreciation** – Depreciation is calculated using the straight-line method over the estimated useful lives of fixed assets. Total depreciation for years ended 2018 and 2017 is \$29,878 and \$29,388, respectively.

**Use of Estimates**

The preparation of financial statements requires management to make estimates and assumptions that affect the reported assets and liabilities and the reported amounts of revenues and expenses for the year ended June 30, 2018. These estimates are based on management's knowledge and experience and due to their prospective nature, actual results could differ from those estimates.

**Economic Dependency**

The District receives funds from the County based on an estimated resident population as of July 1 for each year. If the population base in Verdi should significantly decrease, the revenues of the District would decrease correspondingly.

**Budgets Policies**

The Verdi Television District is exempt from certain budget requirements under Nevada Revised Statutes which would ordinarily require the submission of a tentative budget each year. The petition for exemption must be submitted to the Nevada Department of Taxation on or before March 1 each year to be effective for the succeeding fiscal year. Thus the Verdi Television District is in compliance with the Local Government Budget Act within the Nevada Revised Statutes.

**VERDI TELEVISION MAINTENANCE DISTRICT**

## Notes to Financial Statements

June 30, 2018

**1. SUMMARY OF ACCOUNTING POLICIES (Continued)**

1. The Budget is adopted on a basis consistent with generally accepted accounting principles (GAAP). All appropriations lapse at year end.
2. Budget amounts may be transferred if amounts do not exceed the original budget. Budget augmentations in excess of original budgetary amounts may be implemented by including the augmentation in the next quarterly report to the Department of Taxation, Budget transfers and augmentations must be approved by the Board of Trustees.
3. In accordance with State Statute and the Nevada Administrative Code, actual expenses may not exceed the sum of budgeted operating and non-operating expenses.

There were no amendments to the 2017-2018 budget during the year.

**Summary of Accounting Basis Used in Financial Statements:**

The accompanying financial statements are presented on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Accounting principles generally accepted in the United States of America require all revenue and accounts receivable to be recorded in the period in which revenue is earned, and expenses and accounts payable to be recorded in the period in which they are incurred. In the accompanying financial statements, certain revenue has been recorded when cash is received, and certain expenses have been recorded when cash is disbursed.

**Cash**

The District maintains all of its cash accounts with the Washoe County Treasurer in Reno, Nevada. The carrying amount is the same as the amount on deposit with the Washoe County Treasurer. The treasurer obtains collateral held in the name of the District.

	<u>2018</u>	<u>2017</u>
Carrying amount	<u>\$ 751,556</u>	<u>\$ 744,856</u>
On deposit with County Treasurer	<u>\$ 751,556</u>	<u>\$ 744,856</u>

**VERDI TELEVISION MAINTENANCE DISTRICT**

## Notes to Financial Statements

June 30, 2018

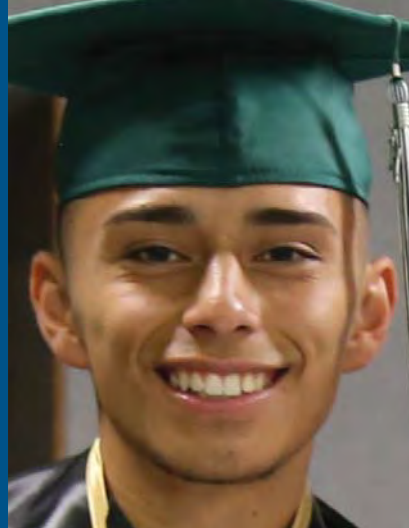
**2. PROPERTY AND EQUIPMENT**

	<u>2018</u>	<u>2017</u>
Building and improvements	\$ 52,699	\$ 52,699
Machinery and equipment	<u>589,227</u>	<u>589,227</u>
	641,926	641,926
Less: accumulated depreciation	<u>( 477,537)</u>	<u>( 447,659)</u>
Total Property and Equipment	<u>\$ 164,389</u>	<u>\$ 194,267</u>

**3. SUBSEQUENT EVENTS**

The District did not have any subsequent events through October 26, 2018, which is the date the financial statements were available to be issued for events requiring recording or disclosure in the financial statements for the year ended June 30, 2018.

*Every Child,  
By Name and Face,  
To Graduation*



Washoe County  
School District

# Comprehensive Annual Financial Report

Washoe County School District: Reno, NV | Fiscal Year ended June 30, 2018



# Washoe County School District Reno, Nevada

## Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2018



Prepared By:  
Office of Business & Financial Services

**Mark Mathers**  
Chief Financial Officer

**Michael Schroeder, CPA**  
Budget Director

**Gail Carson, CPA**  
Controller

**Andrea Sullivan**  
Director of Procurement & Contracts

**Robert Carson**  
Accounting Manager

**Jill Murdock**  
Financial Systems Manager

**Rob Luna**  
Grant Fiscal Administrator

**Lisa Mae Woods**  
Payroll Manager

**Jodi Quilici**  
Bond Accountant

**Kyle Rodriguez**  
Senior Accountant



# Washoe County School District Superintendent & Board of Trustees



**Traci Davis, Ed.S.**  
Superintendent



**Katy Simon Holland**  
Board of Trustees  
President



**Malena Raymond**  
Board of Trustees  
Vice President



**John Mayer**  
Board of Trustees  
Clerk



**Dr. Debra Feemster**  
Board of Trustees  
Member



**Verónica Frenkel, M.A.**  
Board of Trustees  
Member



**Scott Kelley**  
Board of Trustees  
Member



**Dr. Angela Taylor**  
Board of Trustees  
Member

# WASHOE COUNTY SCHOOL DISTRICT

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

### FISCAL YEAR ENDED JUNE 30, 2018

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# WASHOE COUNTY SCHOOL DISTRICT

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# WASHOE COUNTY SCHOOL DISTRICT

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# WASHOE COUNTY SCHOOL DISTRICT

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

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# WASHOE COUNTY SCHOOL DISTRICT

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**WASHOE COUNTY SCHOOL DISTRICT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2018**

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# **Introductory Section**

**Comprehensive Annual Financial Report**

# Introductory Section

- ♦ Letter of Transmittal
- ♦ Board of Trustees and Administrative Officials
- ♦ Organizational Chart
- ♦ Certificate of Achievement for Excellence in Financial Reporting









**Washoe County School District**

425 East Ninth Street \* P.O. Box 30425 \* Reno, NV 89520-3425  
Phone (775) 348-0200 \* (775) 348-0304 \* [www.washoeschools.net](http://www.washoeschools.net)

Board of Trustees: Katy Simon Holland, President \* Malena Raymond, Vice President \* John Mayer, Clerk  
\* Debra Feemster \* Verónica Frenkel \* Scott Kelley \* Angela Taylor \* Traci Davis, Superintendent

October 29, 2018

**TO THE CITIZENS AND THE HONORABLE BOARD OF TRUSTEES OF THE WASHOE COUNTY SCHOOL DISTRICT**

The Comprehensive Annual Financial Report (CAFR) of the Washoe County School District (the "District") for the fiscal year ended June 30, 2018, is hereby submitted in accordance with Nevada Revised Statutes (NRS) 354.624. This report represents the District's compliance with State law, which requires the District to provide for an annual audit of its financial statements by an independent firm of certified public accountants, conducted in accordance with generally accepted auditing standards.

This report consists of management's representations concerning the finances of the Washoe County School District. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with District's management. To provide a reasonable basis for making these representations, the District maintains a comprehensive internal control structure that uses policies and procedures established by the Office of Business and Financial Services and is designed to compile sufficient reliable information for the preparation of the financial statements. This CAFR has been prepared by the Office of Business and Financial Services and to the best of our knowledge and belief the data contained in the report is accurate in all material respects and presents fairly the financial position of the various funds of this organization, including all disclosures necessary to understand the District's activities.

The District's financial statements have been audited by the accounting firm of Eide Bailly LLP, Certified Public Accountants. The goal of the independent audit is to provide reasonable assurance that the financial statements of the District for the fiscal year are free of material misstatements. The audit was designed and conducted to meet the requirements set forth in state statutes. Based upon the audit Eide Bailly has issued an unmodified ("clean") opinion on the District's financial statements for the year ended June 30, 2018. The Independent Auditor's Report is located on pages 1-3 in the financial section of this report.

Generally accepted accounting principles also require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The District's MD&A begins on page 4 immediately following the Independent Auditor's Report.

The CAFR is presented in four sections:

- 1. Introductory Section** – the Introductory Section is unaudited and includes this letter of transmittal, the District's organizational chart, list of principal officials and the GFOA Certificate of Achievement for fiscal year 2016-2017.
- 2. Financial Section** – the Financial Section includes the Independent Auditor's Report, Management's Discussion and Analysis (MD&A), the basic financial statements and related footnotes, combining and individual statements for major and non-major funds and other schedules that provide detailed information relative to the basic financial statements.



**3. Statistical Section** - the Statistical Section is unaudited and includes selected financial and demographic information, generally presented on a multi-year basis.

**4. Compliance Section** - the Compliance Section includes the annual Single Audit Report by the independent auditor on the District's compliance with the provisions of the Single Audit Act of 1984 (as amended in 1996) and the U.S. Office of Management and Budget (OMB) Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Also included are the Schedule of Expenditures of Federal Awards and the Schedule of Findings and Questioned Costs. Additionally, the auditor's report on the internal control structure and compliance with laws and regulations is included as required by Government Auditing Standards.

### **Profile of Washoe County School District**

#### *History, Population, and Geography*

Prior to the creation of the Washoe County School District, there were 17 separate school districts within the County lines. Most had only one school per district but the two largest Districts – Reno School District and Sparks School District – had more. Between 1912 and 1955 fifteen schools were built in Reno/Sparks; ten remain in use today as schools, administrative offices, or other business dwellings.

Area districts throughout the state were consolidated into countywide districts as a result of legislation enacted in 1956 that created school districts with boundaries coterminous with the state's sixteen counties and Carson City. As such, all public educational services provided by the District are restricted to the boundaries of Washoe County. With an enrollment of 63,914 students, Washoe County School District is the 59<sup>th</sup> largest school district in the nation.

Washoe County, located in the northwestern part of the State of Nevada, is the second most populous county (467,417 in 2018) in the State of Nevada covering an area of 6,342 square miles with the county seat in the City of Reno. Other communities in the county are Gerlach, Sparks, Wadsworth and Incline Village at Lake Tahoe.

#### *Structure*

The governing board of the District consists of seven trustees – five represent political divisions of the county and two are “at-large”. Members are elected by the public for overlapping four-year terms to serve as the stewards and guardians of the District's values, vision, mission and resources. The legal power, duties and responsibilities of the Board of Trustees are defined by NRS and Board Policy.

The superintendent of schools is responsible to the Board of Trustees for the general efficiency of the school system including instruction, student services, personnel, finance, administration and all other phases of District operations. In addition, the superintendent develops policy for constructive relations between schools and the community, and assures programs are responsive to current and future student needs, and compatible with community expectations. The District is focused on creating an education system where all students achieve academic success, develop personal and civic responsibility, and achieve career and college readiness for the 21st century.

The deputy superintendent reports directly to the superintendent and is responsible for academic programs and performance, and student services such as English learners, gifted and talented education, and special education. Most of the District's 93 schools are organized into five geographically aligned performance areas and one special area related to turnaround schools.

Each area contains 14 – 16 feeder-aligned schools and is overseen by an area superintendent under the chief school performance officer. In addition, the District has four options schools that are overseen by the chief student support services officer.

Also reporting directly to the superintendent are the chief financial officer, chief operations officer, chief communications and community engagement officer, chief human resources officer, and chief of staff. The chief financial officer is responsible for the business functions of the District including budgeting; vendor and employee payments; purchasing, contracting and warehousing; and financial systems and process improvement. The chief operations officer oversees facilities management and capital projects; nutrition services and transportation; and mail and print services. The chief human resources officer is responsible for overseeing the hiring and employment of approximately 7,430 regularly scheduled employees and 1,499 substitutes.

District facilities include 62 elementary schools, one K-12 school, 14 middle schools, 14 comprehensive high schools; one adult achievement high school, four alternative schools, and one school for medically fragile students. The District also sponsors eight charter schools.

#### *Local economy*

Historically, the economy of Nevada has been heavily dependent upon a tourist industry based on legalized casino gambling. Gaming has been legal in Nevada since 1931 and is regulated and controlled by the state. Different forms of legal gaming have been authorized or are being considered by many states, including California. However, the State of Nevada, and Northern Nevada particularly, has made great strides in diversifying the economy since the economic recovery that began in 2012-13.

Due to Washoe County's favorable climate, close proximity to major markets in the western U.S. and low tax structure, the general economy of Washoe County has experienced strong growth since the peak of the Great Recession in 2011. New businesses moving into the area continue to create jobs for residents of Washoe County. Just east of Sparks, the construction and start of work at Tesla and Panasonic has provided over 4,000 local jobs and will support close to 10,000 jobs when complete. Switch has just completed the largest data center building in the world (1.3 million square feet) and Apple continues to expand its own data center.

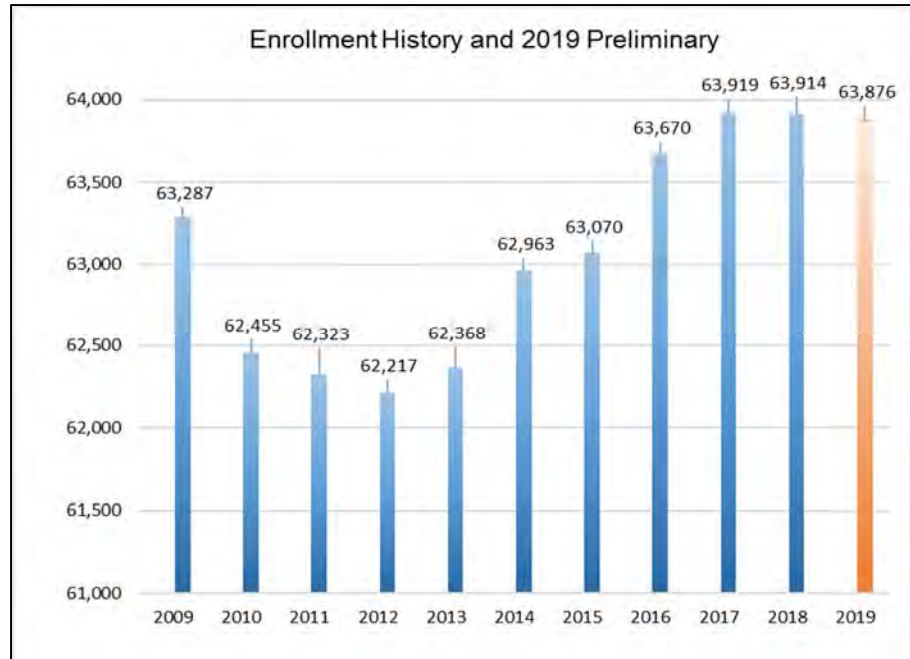
The influx of companies, and startup of many others, has resulted in a strong recovery as exhibited by virtually any measure of economic growth:

- Since June 2010, total employment has increased by more than 46,000 jobs to 238,780 at the end of June 2018. Many economists expect total employment to increase by an additional 25,000 to 30,000, a major increase for a labor market this size.
- As a result, the unemployment rate for the County is 3.5%, compared to 11.1% in 2012.
- The median household effective buying income for Washoe County in 2017 was \$48,320, which is higher than Nevada and the nation.
- The 90-day average of median sales price of single family homes of \$384,950, as reported by the County Assessor, represented an all-time high for the County.
- Taxable sales in Washoe County increased by 6.8% in Fiscal Year 2017-18 to \$8.5 billion.

### *Student enrollment*

The ongoing recovery of the economy and increased population resulted in a modest increase in student enrollment from 2013 through 2017. In 2018, enrollment essentially remained the same as 2017. A historical graph of the District's enrollment is presented here.

The relative flatness in recent school enrollment can be attributed to various factors. There appears to be a



demographic shift to smaller household sizes and there is evidence that school districts in Northern Nevada are seeing declines in elementary school aged children. Many of the recent workforce that have moved to the region may consist of temporary workers and workers that have chosen not to relocate their families or do not have children. In addition, charter schools have seen an increase in their enrollment, which has somewhat negated the trend of enrollment increases at the District. Thus, while the total population of the County has increased, a corresponding increase in school aged children has not necessarily followed.

## **Long-Term Financial Planning**

### *Capital Asset Needs and Maintenance*

For several decades, Washoe County School District suffered from a lack of funding sources for construction of new schools to address growth in the region and for rehabilitation and repairs of existing schools. The inability to issue bonds between 2012 and 2015 meant a lack of funding for capital needs, including construction and repairs and maintenance. Enrollment growth continued to strain the capacity of existing schools and as of June 30, 2018, 26 schools were over capacity. The median age of our schools is 41 years.

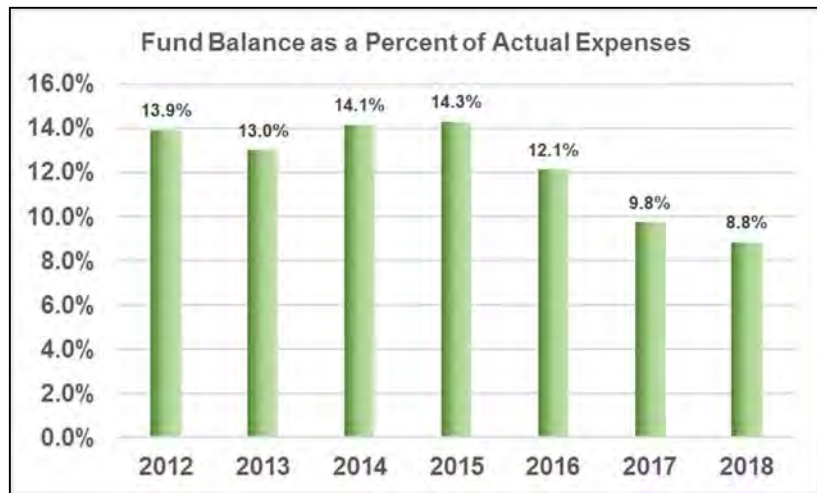
Recognizing the critical need for repairs and expansion of schools, in November 2016, Washoe County voters approved a ballot question (WC-1) that increased the sales and use tax within the county by 0.54%, with revenues restricted to capital needs. The increased sales and use tax generated \$43.8 million in fiscal year 2018, and these revenues have already provided funding for construction of a 22-classroom addition to Damonte Ranch High School. In November 2017, the first bonds pledging the new WC-1 sales and use tax were sold at a face amount of \$200 million. These bond proceeds are providing the funding for the construction of two new middle schools and one new elementary school.

The Capital Projects Department of the District prepares a long-term capital improvement plan for the construction of new schools and core school improvements and repairs. All told, property tax collections dedicated to debt, and sales and use tax revenues are projected to provide for the funding of more than \$1 billion in capital improvements over the next eight to ten years.

### *Operating budget*

The fiscal year 2019 budget was adopted by the Board of Trustees on May 22, 2018. This was the second consecutive budget that included major reductions to District programs, in order to achieve financial sustainability. The fiscal year 2018 budget included approximately \$20 million of one-time solutions and \$20.5 million in ongoing reductions and shifts of expenses to other funds to close the funding gap.

The fiscal year 2019 budget includes more than \$9 million in ongoing reductions to departments' base budgets and savings from anticipated vacancies; as well as further cost reductions of \$3 million and a reduction of 46 positions. The District's fund balance as of June 30, 2018 represented 8.8% of actual expenses, which is within the Board's new fund balance policy.



### **Major Initiatives**

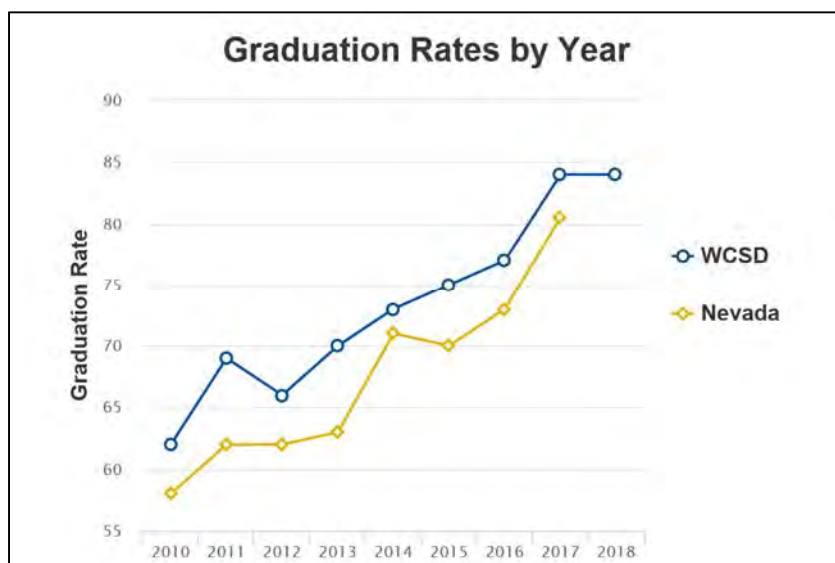
The District's "*Envision WCSD 2020 - Investing in our Future*" strategic plan sets the vision, mission, core beliefs, goals and metrics for the school district through 2020. The strategic plan was updated in 2017. Five goals are established in the plan:

- Goal 1 - To ensure annual student academic growth through a system of curriculum, instruction, and assessment that is aligned, rigorous, and relevant. Instruction will be designed to meet the needs of every child in our diverse student population.
- Goal 2 - To develop and retain highly effective personnel who are driven to support students and their academic success as well as the success of the District. The Washoe County School District will accomplish this goal through recruitment, selection, professional development, and training.
- Goal 3 - To engage family, staff, Trustees, and community members in strong relationships, provide meaningful opportunities to increase their educational expertise and trust, and to share responsibility for student success.
- Goal 4 - Provide and continuously improve operational systems that are effective, efficient, transparent, and accountable by using meaningful structures and processes.
- Goal 5 - To ensure our schools are safe, secure, supportive, and welcoming environments where students and staff are able to succeed academically and professionally at the highest possible levels.

For each of these five goals, quantitative objectives are set in the strategic plan and are measured and reported to the Board of Trustees.

### *Graduation Rates – 90% by 2020*

Ensuring that all WCSD students graduate from high school ready for college and highly-skilled careers lies at the heart of the District's strategic plan *Envision WCSD 2020—Investing In Our Future*. Specifically, the District has a goal of reaching 90% graduation rate by the year 2020. Through innovative programs designed to provide significant support to students and schools, tremendous



support of school staff, students, parents, guardians, and the community at large we are continuing to progress toward our goal. For the sixth consecutive year, students in WCSD have posted the highest graduation rate in district history as the Class of 2018 reached an 84.4% graduation rate with nine of our high schools exceeding 90%.

Achievement gaps for different ethnicities have also been narrowed, with all groups achieving higher graduation rates in 2018. Once again this year, about half of our graduates earned advanced/honors diplomas.

### *Building and Repairing Schools*

As noted previously, for more than a decade, the District faced a lack of funding to repair and build schools. With the passage of a county ballot measure to increase the sales and use tax by 0.54%, three new schools have broken ground and are scheduled to be completed by the opening of school in August 2019. These schools are an elementary school in South Reno, a middle school in Sun Valley, and a middle school in Spanish Springs. This is in addition to the completion of the expansion of Damonte Ranch High School. Other facilities and schools either in the planning or construction phase include a new middle school in the Arrowcreek area, expansion of the District's nutrition services facility, a new high school in the Wildcreek area, and a new elementary school in the North Valleys area. The District has also made a commitment to repair and upgrade existing schools and has budgeted more than \$20 million for this purpose. Major repairs completed or in process include a new cooling system at Gomes Elementary School, new roofs at Verdi and Smithridge elementary schools, and new boilers at several schools.

### *Safety*

As part of its ongoing commitment to fostering a safe and healthy environment on every school campus, the WCSD Board of Trustees continues to work closely with the members of the Safe and Healthy Schools Commission to evaluate policies and ensure the District is complying with local, state, and federal safety standards designed to protect the lives of students and staff members. In addition, the District has added perimeter fencing and single point entry at school sites and is currently working on upgrading the 800 megahertz radio systems used during emergencies. More than \$1 million was spent in the last year on these physical upgrades.

### *Priority Based Budgeting*

For many years, the District has faced budget deficits for the General Fund, the District's primary operating fund, and it has relied on an incremental budgeting approach to prepare its annual operating budget. This has resulted in the use of one-time solutions to resolve the budget gap, including the use of reserves to cover the shortfall. The Superintendent and Board of Trustees recognize that new budgeting approaches and financial practices are necessary to address these issues; as a result, in January 2018, the Board approved use of a new budgeting approach, priority based budgeting.

By asking the question “what matters most for the success of the organization”, priority based budgeting (PBB) can help free up resources to reallocate dollars to those programs with the greatest alignment to the agency's goals. Unlike traditional incremental budgeting approaches, which tend to continue funding all the same programs it funded the previous year, PBB identifies the services and programs that offer the highest value and continues to provide funding for them while reducing service levels or costs for lower value programs. This approach is recognized as a “best practice” by the International City/County Managers Association (ICMA), Government Finance Officers Association (GFOA) and Alliance for Innovation. Washoe County School District is the first school district in the nation to contract with the firm of ResourceX, formerly the Center for Priority Based Budgeting, to complete this process.

## **Relevant Financial Policies**

### *Key Financial Policies*

In March 2018, the Board of Trustees approved major revisions to two existing Board policies related to finances, and adoption of a new policy regarding budgetary compliance and periodic financial reporting. Key tenets of the District's financial policies include:

- Minimum Balance of General Fund – establishes a minimum unrestricted fund balance for the General Fund of 8% to 10% of total appropriations.
- Replenishment of Fund Balance – requires a plan to replenish the General Fund's balance if the District fails to meet the above minimum target balance.
- General Fund Contingency Balance – sets a minimum amount to be budgeted for unanticipated needs of 0.25% of total appropriations.
- Minimum Balance of Other Funds – establishes minimum target fund balances for other governmental funds and minimum target cash balances for proprietary funds.
- Structurally Balanced Budget – requires the District to maintain a structurally balanced budget for the General Fund, in which recurring revenues are equal to or greater than recurring expenses, beginning no later than the Fiscal Year 2020-21 budget and ongoing thereafter.
- Requires a long-term financial plan once the District achieves a structurally balanced budget and requires annual revenue forecasting.
- Budgeting – requires quantitative analysis to drive budgetary decisions, including benchmarking, calculation of academic return on investment, root cause analysis, and program and policy analysis.
- Public engagement and communications with stakeholders in the budget process is required.



- Monthly and quarterly reporting – requires monthly monitoring of funds' cash balances, monthly reporting of General Fund expenses and revenues to the Board of Trustees, and distribution of quarterly unaudited financial statements to the Board of Trustees.
- New and Expanded Programs – requires development of quantitative outcome measures to evaluate new or expanded programs on a pilot basis, and a formal sunset review.

#### *Internal controls*

In addition to the comprehensive internal control policies and procedures established and used by the Office of Business and Financial Services, the District has an Internal Audit Department which reports functionally to the Board of Trustees. The department has full and independent access to the Audit Committee of the Board of Trustees and is authorized to review all areas of the District with full, free, and unrestricted access to all activities, records, property, and personnel as may be required.

We believe the District's internal accounting controls provide reasonable assurance of proper recording and disclosure of financial transactions and adequately safeguards assets.

### **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the District for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2017. This is the seventeenth consecutive year that the District has received this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. The report must satisfy both generally accepted accounting principles and applicable legal requirements. A Certificate of Achievement is valid for one year. We believe that our current CAFR continues to meet the Certificate of Achievement program requirements and we are submitting it to GFOA to determine its eligibility for another certificate. Prior to this award, the District only applied for the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting award and received this award for eight consecutive years.

Washoe County School District received the Award for Outstanding Achievement in Popular Annual Financial Reporting from the Government Finance Officers Association of the United States and Canada (GFOA) for the fiscal year ended June 30, 2017 for the second consecutive year. The Award for Outstanding Achievement in Popular Annual Financial Reporting is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government popular reports. To receive this award a governmental unit must publish a Popular Annual Financial Report, whose contents conform to program standards of creativity, presentation, understandability, and reader appeal. An award is valid for one year. We believe our current report continues to conform to the Popular Annual Financial Reporting requirements, and we are submitting it to GFOA for consideration.

The Government Finance Officers Association of the United States and Canada (GFOA) presents an award for Best Practices in School Budgeting to entities fulfilling the requirements. The District has implemented many of these new budget processes and has applied for this award for its annual budget for the fiscal year beginning July 1, 2017, however the GFOA has not completed its review.



The District was awarded the Achievement of Excellence in Procurement Award by the National Procurement Institute, Incorporated. This is the twenty-first year (seventeenth consecutive) the District has received this award representing organizational excellence in procurement, innovation, professionalism, e-procurement, productivity and leadership attributes. The Washoe County School District is one of just five governmental agencies in Nevada and one of only 26 school districts in the United States and Canada to receive the award this year.

The preparation of this report on a timely basis was made possible through the dedicated services of the entire accounting staff of the Office of Business and Financial Services, notably Controller Gail Carson, who is retiring this year. Through their efforts, the report and its contents were compiled into an easily readable and efficiently organized document. Thanks also to the print shop for producing this document and to the staff from Eide Bailly LLP, Certified Public Accountants, for their contribution and support. Special thanks to the Board of Trustees for their direction and support provided in the planning and conducting of the financial operations of the District in a progressive and prudent manner.

Respectfully submitted,



Traci Davis  
Superintendent



Mark Mathers  
Chief Financial Officer

# **Washoe County School District Reno, Nevada**



## **District Officials as of June 30, 2018**

### **Board of Trustees**

**Katy Simon Holland**  
President

**Malena Raymond**  
Vice President

**John Mayer**  
Clerk

**Dr. Debra Feemster**  
Member

**Verónica Frenkel, M.A.**  
Member

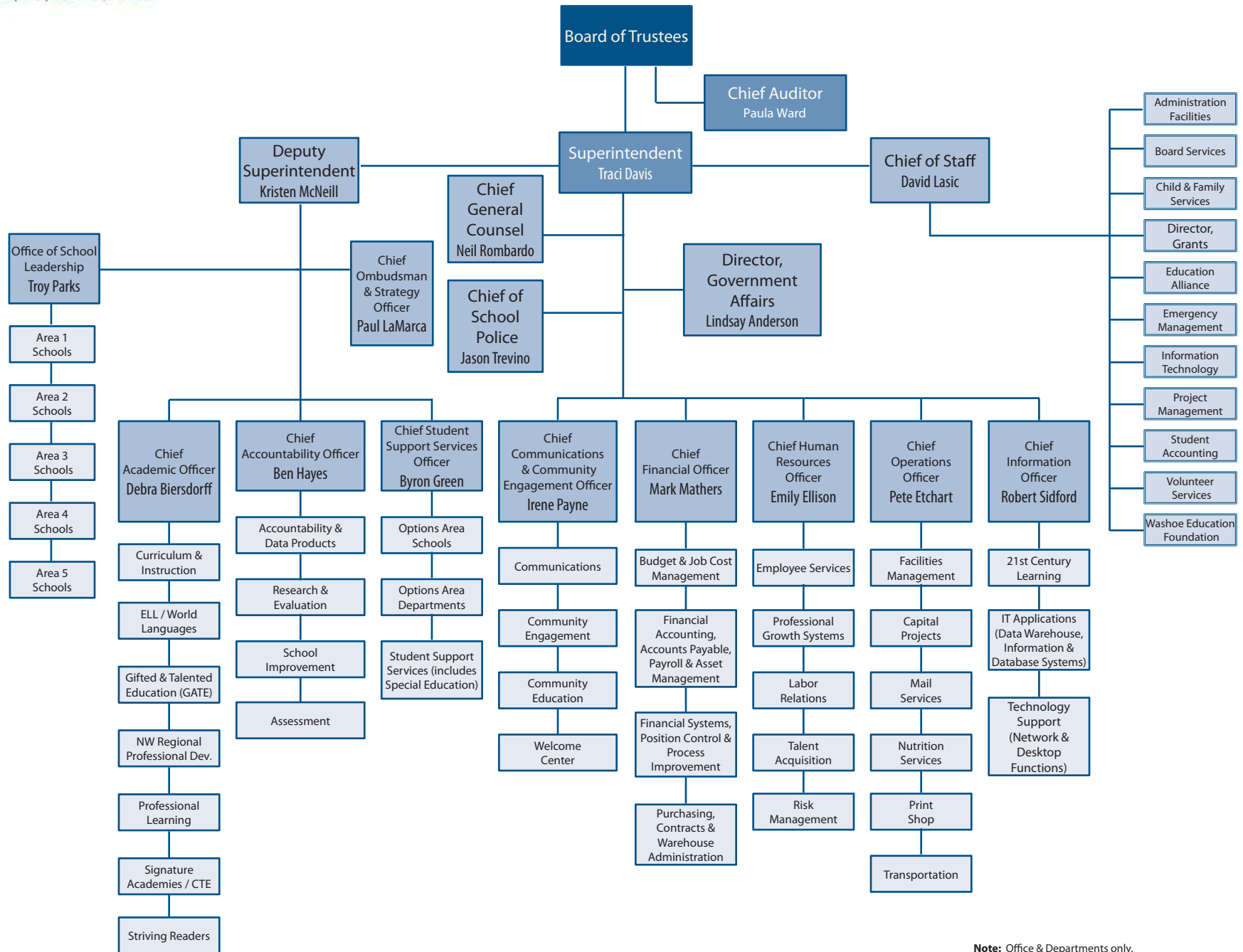
**Scott Kelley**  
Member

**Dr. Angela Taylor**  
Member

### **Administrative Officials**

**Traci Davis, Ed.S.**  
Superintendent

**Mark Mathers**  
Chief Financial Officer  
Business & Financial Services



**Note:** Office & Departments only.  
Divisions may be found on Department websites



Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting**

Presented to

**Washoe County School District  
Nevada**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**June 30, 2017**

*Christopher P. Morrell*

Executive Director/CEO



# **Financial Section**

**Comprehensive Annual Financial Report**

# Financial Section

- ♦ Independent Auditor's Report
- ♦ Management's Discussion and Analysis







## Independent Auditor's Report

To the Board of Trustees  
Washoe County School District  
Reno, Nevada

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Washoe County School District (the "District") as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2018, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary



comparison for the General Fund and Special Education Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Correction of an Error**

As discussed in Note 13 to the financial statements, certain errors occurred in the determination or classification of payments to satisfy employee contribution requirements in the adoption, as of July 1, 2016, of GASB Statement No. 82, *Pension Issues – An amendment of GASB Statements No. 67, No. 68, and No. 73*, resulting in the overstatement of amounts previously reported for deferred outflows of resources and net pension liability-related amounts for the year ended June 30, 2017, and were discovered by management during the current year based on communications from the Public Employees' Retirement System of Nevada (PERS), including a restated Schedule of Employer Allocations for GASB 82 Implementation. Accordingly, amounts for deferred outflows of resources and net pension liability-related amounts, have resulted in a restatement of net position as of July 1, 2017. Our opinions are not modified with respect to this matter.

### **Change in Accounting Principle**

As discussed in Notes 1 and 13 to the financial statements, the District has adopted the provisions of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which has resulted in a restatement of the net position as of July 1, 2017. Our opinions are not modified with respect to this matter.

### **Other Matters**

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 22, the Schedule of the District's Proportionate Share of the Net Pension Liability on page 86, the Schedule of District Contributions to Public Employees' Retirement System of the State of Nevada on page 87, the Schedules of Changes in the District's Net Other Postemployment Benefits Liability and Related Ratios on pages 88 through 90, and the Schedule of District Contributions for Other Postemployment Benefits on page 91, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's financial statements. The introductory section, combining and individual fund statements and schedules, Schedules of Capital Assets Used in the Operation of Governmental Funds, and statistical section are presented for purposes of additional analysis and are not a required part of the financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and is not a required part of the financial statements.

The combining and individual fund statements and schedules, Schedules of Capital Assets Used in the Operation of Governmental Funds, and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and schedules and the Schedule of Expenditures of Federal Awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

#### **Report on Summarized Comparative Information**

We have previously audited, in accordance with accounting standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2017 and 2016 and have issued our report thereon dated October 31, 2017 and October 21, 2016, respectively, which expressed an unmodified opinion on the respective financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information. The summarized comparative information presented in the basic financial statements as of and for the year ended June 30, 2017 and 2016, is consistent with the audited financial statements from which it has been derived.

The combining and individual fund statements and schedules related to the 2017 and 2016 financial statements are presented for purposes of additional analysis and were derived from and relate directly to the underlying accounting and other records used to prepare the 2017 and 2016 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2017 and 2016 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. The individual fund financial statements and schedules are consistent in relation to the basic financial statements from which they have been derived.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued a report dated October 29, 2018 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Reno, Nevada  
October 29, 2018

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Washoe County School District's discussion and analysis is designed to (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the District's financial activities, (c) identify changes in the District's financial position (its ability to address subsequent years' challenges), (d) identify any material deviations from the financial plan (the approved budget), and (e) identify individual fund issues or concerns.

We encourage readers to read this information in conjunction with the transmittal letter, financial statements and notes to gain a more complete picture of the information presented.

**Financial Highlights**

- ❑ The District's total revenues increased over the prior year by \$43.8 million to \$708.1 million. The District saw property taxes increase by \$6.3 million, local school support taxes (sales tax) by \$6.2 million, government services taxes (motor vehicle fees) by \$2.4 million, WC-1 sales tax revenue by \$33.7 million, and investment earnings by \$3.5 million.
- ❑ The District's total expenses increased by \$2.8 million to \$677.0 million. The most significant expenses were in regular instruction at \$233.5 million, special education instruction at \$92.6 million, other instruction (primarily grants) at \$63.7 million and operation and maintenance at \$48 million.
- ❑ The District's General Fund deficit (the shortfall in revenues compared to expenses and other uses) significantly declined from \$10.8 million last fiscal year to \$2.4 million in the current fiscal year.
- ❑ Capital assets net of depreciation increased by \$63.9 million to \$745.9 million.
- ❑ Fiscal year 2018 was the first full fiscal year that the District received revenues from the 0.54% sales and use tax approved by County voters in November 2016 for school capital projects; a total of \$43.8 million was received. In November 2017, the District sold \$200 million of general obligation bonds that pledged this new revenue source to pay for the new construction of three schools.
- ❑ The District's general obligation bonds payable increased by \$192.7 million or 37.6% as the result of issuing \$258.3 million in school improvement and refunding bond debt, offset by debt payments and defeasance of \$65.6 million.
- ❑ Government-wide net position decreased by \$160.7 million to -\$414.9 million. The negative net position is largely due to reporting requirements of Government Accounting Standards Board (GASB) Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions* and GASB Statement No. 82 *Pension Issues, an amendment of GASB Statements No. 67, No. 68 and No. 73*, which requires the District to record the net liability of retiree health benefits and its proportionate share of the net pension liability of the Public Employee's Retirement System of Nevada (PERS), respectively.
- ❑ Unrestricted net position decreased by \$238.3 million to -\$817.0 million. Factors contributing to this include a net increase in the governmental activities pension liability of \$42.3 million, a net increase in the other post-employment benefit liability of \$157.0 million, and a net increase in bonds payable by \$217.1 million. Increases in cash and investments of \$157.4 million and receivables from other governments of \$13.6 million partially offset the decreases.

**Government-wide Financial Statements**

The *government-wide financial statements* are designed to provide an overview of the District's finances in a manner similar to a private-sector business.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

The *Statement of Net Position* presents information on all the District's assets, deferred outflows, liabilities, and deferred inflows with the net difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

The *Statement of Activities* presents information showing how the District's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods.

Both government-wide financial statements distinguish functions that are supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*).

### **Fund Financial Statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District's funds can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

*Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide statements described above. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. To provide a better understanding of the relationship between the fund statements and the government-wide statements, both the governmental funds balance sheet and governmental funds statement of revenues, expenditures and changes in fund balance provide reconciliations between the two statement types.



The focus of the governmental fund statements is on major funds. A fund may qualify as a major fund if the revenues or expenditures, assets or liabilities meet specific criteria when compared to similar funds or the government as a whole. In addition, the District may elect to report funds as major even when they do not meet the criteria; this is generally done for public interest.

The District has 46 individual governmental funds of which the General, Debt Service and 2017C Sales Tax Revenue Bond funds qualify as major funds. The District has elected to report 15 additional funds – Special Education, Debt Service - WC1, and all other funds used for reporting transactions associated with a bond issuance – as major. These funds are disclosed separately

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

in the governmental funds balance sheet and/or in the governmental funds statement of revenues, expenditures and changes in fund balance. The remaining 28 non-major governmental funds are combined into a single aggregated presentation in these statements. Individual fund data for each of the non-major funds is reported in combining statements in the supplementary information section of this report.

*Proprietary funds* are comprised of enterprise funds and internal service funds. Enterprise funds are used to report an activity where a fee is charged to external users. The District's sole enterprise fund, the Nutrition Services Enterprise Fund, is used to account for the nutrition services operation of the District. Internal service funds are used to accumulate and allocate costs internally among the District's various programs and functions. The District uses three internal service funds to account for its self-insurance of property and casualty, employees' health care and workers' compensation. Because internal service fund operations primarily benefit governmental funds, they are included in the governmental activities column in the government-wide statements.



The proprietary fund financial statements present all three internal service funds in a single, aggregated column along with the enterprise fund in a separate column. Individual fund data for the internal service funds and the enterprise fund is provided in the combining statements in the supplementary information section of this report.

*Fiduciary funds* account for resources held for other governments or individuals outside of the District. As their resources do not support District activities, they are not included in the government-wide statements. The District has two agency funds: the Student Activity Funds for schools in the District and the Nevada Interscholastic Athletic Association for all school districts in Nevada. Additionally, the District has two trust funds: the Private Purpose Scholarship Trust Fund and the Other Postemployment Benefits (OPEB) Trust Fund. Additional information on the OPEB Trust Fund is in Note 9 on pages 72-80 of this report.

### **Notes to the Financial Statements**

The notes provide descriptions of the accounting and finance-related policies underlying amounts in the financial statements, more detail about or explanations of amounts in the financial statements, and additional information necessary to understand the District's activities.

### **Other**

*Supplementary information*, including combining and individual fund statements and schedules providing budget to actual and prior year comparisons, is presented after the government-wide financial statements. These schedules test compliance with budgetary constraints and management directives to enhance accountability at the fund and function level.

Statistical information is provided on a ten-year basis, as available, for trend and historical analysis.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

To enhance analysis, comparative information is provided for assets, deferred outflows, liabilities, deferred inflows, net position, revenues and expenses.

**WASHOE COUNTY SCHOOL DISTRICT'S NET POSITION**

	Governmental activities		Business-type activities		Total	
	2018	2017	2018	2017	2018	2017
<b>Assets</b>						
Current and other assets \$	548,292,335	\$ 360,615,582	\$ 6,831,708	\$ 6,330,377	\$ 555,124,043	\$ 366,945,959
Net capital assets	743,303,046	679,542,545	2,616,512	2,505,230	745,919,558	682,047,775
Total assets	1,291,595,381	1,040,158,127	9,448,220	8,835,607	1,301,043,601	1,048,993,734
<b>Deferred Outflows</b>						
Deferred pension outflows	115,467,391	184,580,717	1,766,935	2,137,558	117,234,326	186,718,275
Deferred OPEB outflows	26,181,682	-	806,913	-	26,988,595	-
Deferred debt charges	21,692,174	19,921,865	-	-	21,692,174	19,921,865
Total deferred outflows	163,341,247	204,502,582	2,573,848	2,137,558	165,915,095	206,640,140
<b>Liabilities</b>						
Current liabilities	146,610,224	134,565,420	1,385,724	1,455,863	147,995,948	136,021,283
Long-term liabilities	1,626,525,540	1,287,778,346	14,298,351	8,521,884	1,640,823,891	1,296,300,230
Total liabilities	1,773,135,764	1,422,343,766	15,684,075	9,977,747	1,788,819,839	1,432,321,513
<b>Deferred Inflows</b>						
Deferred pension inflows	64,681,521	76,383,038	776,411	911,873	65,457,932	77,294,911
Deferred OPEB inflows	26,876,184	-	673,477	-	27,549,661	-
Deferred revenues	17,179	233,893	-	-	17,179	233,893
Total deferred inflows	91,574,884	76,616,931	1,449,888	911,873	93,024,772	77,528,804
<b>Net Position</b>						
Net investment in capital assets	230,621,904	253,125,985	2,616,512	2,505,230	233,238,416	255,631,215
Restricted	168,899,070	68,830,420	-	-	168,899,070	68,830,420
Unrestricted	(809,294,994)	(576,256,393)	(7,728,407)	(2,421,685)	(817,023,401)	(578,678,078)
Total net position \$	\$(409,774,020)	\$(254,299,988)	\$(5,111,895)	\$ 83,545	\$(414,885,915)	\$(254,216,443)

For more detailed information see the government-wide statement of net position and the notes to the financial statements.

**Net position.** The District's total liabilities and deferred inflows exceeded total assets and deferred outflows by \$414.9 million at June 30, 2018 - a \$160.7 million decrease of net position from June 30, 2017. There are many changes within the funds that impact the net position, however, the net increase in pension benefits and OPEB liabilities – approximately \$42.3 million and \$157.0 million, respectively – easily account for the decrease in the government-wide statement. The largest portion of net position, -\$817.0 million, reflects negative unrestricted net position due to the pension benefits and OPEB liabilities.

The District's investment in capital assets (e.g. land, buildings, equipment and construction in progress) less any outstanding related debt used to acquire those assets accounts for 56.2% of net position. These capital assets are used to provide services to citizens; therefore, they are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

An additional portion of the District's assets, 40.7%, represents resources that are subject to external restrictions (statutory, bond covenants, or granting agency) on how they may be used. Restricted net position increased by \$100.1 million during the fiscal year primarily due to increased WC1 sales tax revenues and restricted cash in the debt service funds, and reclassification of investments for OPEB from the OPEB Trust Fund to a non-fiduciary fund of the District as required by GASB Statement No. 74 *Financial Reporting for Postemployment Benefits Other Than Pension Plans*.



**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

**Revenues and expenses** of the District are depicted by type of activity in the following table. Total revenues increased by \$43.8 million – \$43.2 million in governmental activities and \$0.6 million in business-type activities. Total expenses increased by \$2.4 million in governmental activities and \$0.4 million in business-type activities.

**WASHOE COUNTY SCHOOL DISTRICT'S STATEMENT OF ACTIVITIES**

	<u>Governmental activities</u>		<u>Business-type activities</u>		<u>Total</u>	
	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>	<u>2018</u>	<u>2017</u>
<b>Revenues</b>						
Program revenues						
Charges for services	\$ 362,047	\$ 322,432	\$ 5,621,234	\$ 5,307,846	\$ 5,983,281	\$ 5,630,278
Operating grants and contributions	117,673,391	135,571,248	19,153,088	18,833,405	136,826,479	154,404,653
Capital grants and contributions	50,000	896,151	-	52,818	50,000	948,969
General revenues						
Property taxes	160,554,786	154,285,623	-	-	160,554,786	154,285,623
Local school support taxes	198,072,854	181,682,201	-	-	198,072,854	181,682,201
Prior year refund - school support taxes	(8,940,689)	-	-	-	(8,940,689)	-
WC1 sales tax revenue	43,781,973	10,145,752	-	-	43,781,973	10,145,752
Government services taxes	22,562,907	20,177,492	-	-	22,562,907	20,177,492
Franchise taxes	288,011	193,040	-	-	288,011	193,040
Unrestricted investment earnings	5,685,768	2,190,293	-	-	5,685,768	2,190,293
State aid not restricted to specific purposes	130,502,725	128,259,530	-	-	130,502,725	128,259,530
Other	12,709,826	6,358,640	-	-	12,709,826	6,358,640
Total revenues	\$ 683,303,599	\$ 640,082,402	\$ 24,774,322	\$ 24,194,069	\$ 708,077,921	\$ 664,276,471
<b>Expenses</b>						
Instruction						
Regular instruction	\$ 233,549,611	\$ 226,475,054	\$ -	\$ -	\$ 233,549,611	\$ 226,475,054
Special instruction	92,569,058	87,896,895	-	-	92,569,058	87,896,895
Vocational instruction	8,566,133	9,361,869	-	-	8,566,133	9,361,869
Other instruction	63,705,467	79,857,162	-	-	63,705,467	79,857,162
Adult education instruction	1,316,388	1,404,779	-	-	1,316,388	1,404,779
Community services instruction	654,569	650,232	-	-	654,569	650,232
Co-curricular instruction	3,960,386	3,705,083	-	-	3,960,386	3,705,083
Support services						
Instruction	13,213	465	-	-	13,213	465
Student support	32,804,876	32,068,797	-	-	32,804,876	32,068,797
Instructional staff support	15,652,591	17,037,673	-	-	15,652,591	17,037,673
General administration	6,757,817	6,983,366	-	-	6,757,817	6,983,366
School administration	36,169,643	36,768,243	-	-	36,169,643	36,768,243
Central services	28,634,187	26,664,795	-	-	28,634,187	26,664,795
Operation and maintenance	48,013,350	47,241,870	-	-	48,013,350	47,241,870
Student transportation	18,692,812	18,045,075	-	-	18,692,812	18,045,075
Other support	16,005	57,996	-	-	16,005	57,996
Community services operations	12	128	-	-	12	128
Nutrition services	-	-	24,176,889	23,736,302	24,176,889	23,736,302
Facilities	37,600,299	36,610,769	-	-	37,600,299	36,610,769
Interest on long-term debt	23,700,061	19,477,664	-	-	23,700,061	19,477,664
Issuance costs on debt	429,753	126,697	-	-	429,753	126,697
Total expenses	652,806,231	650,434,612	24,176,889	23,736,302	676,983,120	674,170,914
Transfers	34,279,184	-	-	-	34,279,184	-
Increase (decrease) in net position	64,776,552	(10,352,210)	597,433	457,767	65,373,985	(9,894,443)
Net position, beginning	(254,299,989)	(243,947,779)	83,545	(374,222)	(254,216,444)	(244,322,001)
Prior period restatement	(220,250,583)	-	(5,792,873)	-	(226,043,456)	-
Net position, ending (as restated)	\$ (409,774,020)	\$ (254,299,989)	\$ (5,111,895)	\$ 83,545	\$ (414,885,915)	\$ (254,216,444)

*For more detailed information see the government-wide statement of net position and the notes to the financial statements.*

**Governmental activities.** Governmental activities contributed \$64.8 million to net position as a result of revenues exceeding expenses, however a -\$220.3 million prior period adjustment due to the implementation of GASB Statements 75 and 82 resulted in an overall decrease of \$155.5

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

million to the District's net position for fiscal year 2018. Key elements of the changes are noted on the following table and graphs.

*Revenues*

Total revenues increased from fiscal year 2017 by 6.8%. Revenues are divided into program revenues and general revenues in the following table. Program revenues are revenues directly related to service activities of a function and include charges for services, operating and capital grants and contributions, and related investment earnings, when restricted for use in programs.

**GOVERNMENTAL ACTIVITIES – CHANGES IN REVENUES**

	Governmental activities			
	2018	2017	Inc / (Dec) from 2017	% Inc / (Dec) from 2017
<b>Revenues</b>				
Program revenues				
Charges for services	\$ 362,047	\$ 322,432	\$ 39,615	12.3
Operating grants and contributions	117,673,391	135,571,248	(17,897,857)	(13.2)
Capital grants and contributions	50,000	896,151	(846,151)	(94.4)
General revenues				
Property taxes	160,554,785	154,285,623	6,269,162	4.1
Local school support taxes	198,072,854	181,682,201	16,390,653	9.0
Local school support taxes - refund prior year	(8,940,689)	-	(8,940,689)	-
WC1 sales tax revenue	43,781,973	10,145,752	33,636,221	331.5
Government services taxes	22,562,907	20,177,492	2,385,415	11.8
Franchise taxes	288,011	193,040	94,971	49.2
Unrestricted investment earnings	5,685,768	2,190,293	3,495,475	159.6
State aid not restricted to specific purposes	130,502,725	128,259,530	2,243,195	1.7
Other	12,709,826	6,358,640	6,351,186	99.9
Total revenues	\$ 683,303,598	\$ 640,082,402	\$ 43,221,196	6.8

Program revenues represent 17.3% of the total revenues and are used to pay costs of providing program services; they decreased by \$18.7 million compared to last year. The 12.3% increase in charges for services is due to increasing enrollment in summer school programs. Operating grants and contributions decreased \$17.9 million or 13.2% due to decreased funding for other state and federal programs. Capital grants and contributions decreased by \$0.8 million or 94.4% due to project completion in the prior year.

General revenues of governmental activities comprise 82.7% of total revenues and are used to pay the costs of providing non-program services and operations. General revenues increased 12.3% from the prior fiscal year, with increases in all categories.

- ❑ The largest and main general revenue sources for the District are local school support taxes of \$198.1 million, partially offset by a prior year adjustment decrease of \$8.9 million due to a sales tax refund to AT&T, property taxes of \$160.6 million and state aid not restricted to specific purposes of \$130.5 million. These revenues represent 70.3% of total governmental revenues for the current fiscal year.
- ❑ Local school support taxes increased 9.0% due to increases in sales tax collections in Nevada as a result of continued economic improvement.
- ❑ Ad Valorem (property) taxes increased 4.1% from the prior year due to higher property tax collections and increases in assessed valuations.
- ❑ State revenue, as provided in the Nevada Plan (State aid guaranteed funding), increased 1.7%. The Nevada Plan provides funding for school districts at the per pupil funding rate of \$5,677 in fiscal year 2018 (compared to \$5,658 in fiscal year 2017) – less local school

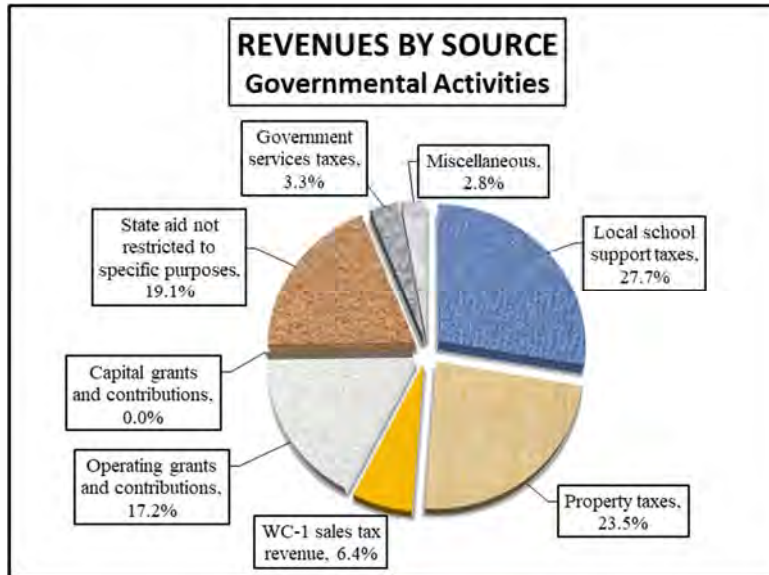


# **WASHOE COUNTY SCHOOL DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

support taxes and one-third of general fund property taxes. Increases in local taxes decreased state aid by approximately \$9.5 million.

- ❑ Government services taxes increased 11.8% due to higher motor vehicle tax collections.

Revenues by source for governmental activities are shown here:



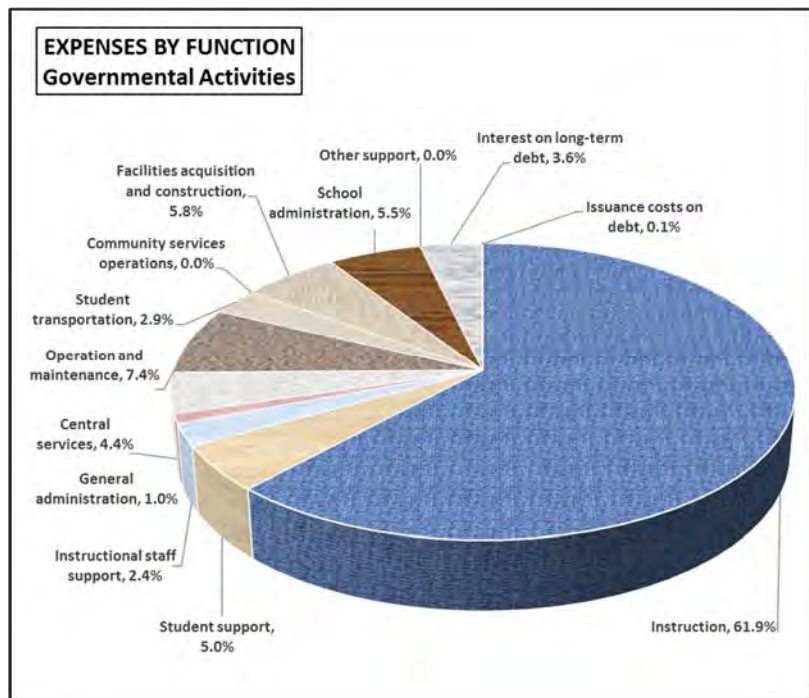
## *Expenses*

Total expenses by function are shown in the accompanying graph. In addition, changes by amount and percentage are shown in the table on the next page.

Instruction expenditures account for 61.9% of all governmental fund expenses with 80.7% of instruction dollars spent for regular and special instruction.

The remaining 38.1% of total governmental fund expenses are used to support the students and instructional staff and operate and maintain the District. The largest support expenditures were operation and maintenance at 7.4%, school administration at 5.5%, facilities acquisition and construction at 5.8%, and student support at 5.0%.

Total instruction costs decreased 1.2% from the prior fiscal year due to decreased funding in other instruction programs, vocational instruction programs, and adult education instruction.



**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

Other instruction program expenses decreased by \$16.1 million or 20.2% primarily because full day kindergarten funding was transferred to the general fund by the Nevada Department of Education. Expenditures in certain state grant programs such as Victory and Zoom also decreased slightly due to the carry-over funding from the prior year.

Interest on long-term debt increased by \$5.9 million or 30.5% primarily from the issuance of \$200 million of general obligation bonds that pledge WC-1 sales tax revenues. Operation and maintenance expenses, student support, facilities, and student transportation expenses also increased slightly over last year.

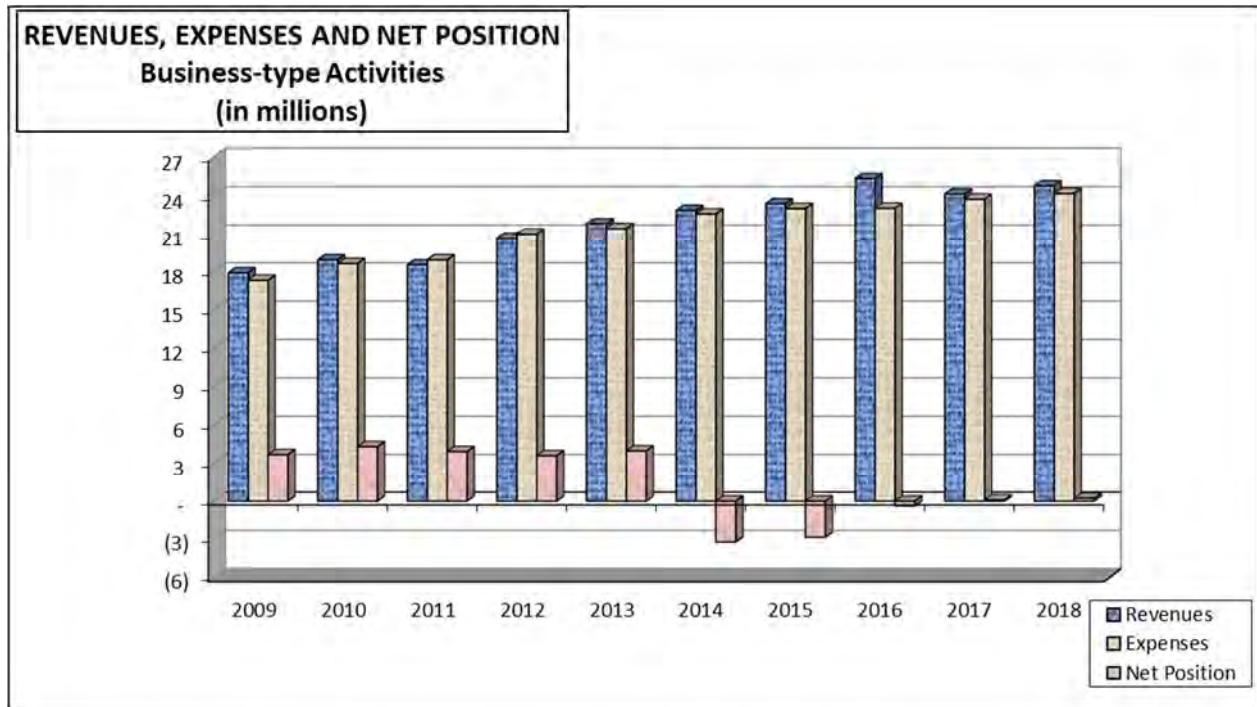
**GOVERNMENTAL ACTIVITIES – CHANGES IN EXPENSES BY FUNCTION**

<b>Expenses</b>	<b>2018</b>	<b>2017</b>	<b>Inc / (Dec) from 2017</b>	<b>% Inc / (Dec) from 2017</b>
Instruction				
Regular instruction	\$ 233,549,611	\$ 226,475,054	\$ 7,074,557	3.1
Special instruction	92,569,058	87,896,895	4,672,163	5.3
Vocational instruction	8,566,133	9,361,869	(795,736)	(8.5)
Other instruction	63,705,467	79,857,162	(16,151,695)	(20.2)
Adult education instruction	1,316,388	1,404,779	(88,391)	(6.3)
Community services instruction	654,569	650,232	4,337	0.7
Co-curricular instruction	3,960,386	3,705,083	255,303	6.9
Total instruction	<u>404,321,612</u>	<u>409,351,074</u>	<u>(5,029,462)</u>	<u>(1.2)</u>
Support services				
Instruction	13,213	465	12,748	2,741.5
Student support	32,804,876	32,068,797	736,079	2.3
Instructional staff support	15,652,591	17,037,673	(1,385,082)	(8.1)
General administration	6,757,817	6,983,366	(225,549)	(3.2)
School administration	36,169,643	36,768,243	(598,600)	(1.6)
Central services	28,634,187	26,664,795	1,969,392	7.4
Operation and maintenance	48,013,350	47,241,870	771,480	1.6
Student transportation	18,692,812	18,045,075	647,737	3.6
Other support	16,005	57,996	(41,991)	(72.4)
Community services operations	12	128	(116)	(90.6)
Facilities	37,600,299	36,610,771	989,528	2.7
Interest on long-term debt	23,700,061	19,477,664	4,222,397	21.7
Issuance costs on debt	429,753	126,697	303,056	239.2
Total support services	<u>248,484,619</u>	<u>241,083,540</u>	<u>7,401,079</u>	<u>3.1</u>
Total expenses	<u>\$ 652,806,231</u>	<u>\$ 650,434,614</u>	<u>\$ 2,371,617</u>	<u>0.4</u>

**Business-type activities.** Business-type activities consist solely of the District's Nutrition Services Enterprise Fund. A prior period adjustment decrease of \$5.8 million was recorded in fiscal year 2018 for the implementation of GASB Statements 75 and 82. Current fiscal year activity increased net position by \$0.6 million. Total revenues for nutrition services are comprised of charges for services 22.7%, federal subsidies 69.7%, commodity food products 7.3%, state matching funds 0.2%, and contributions and donations 0.1%. The majority of expenses are for food and supplies and salaries and benefits to conduct the District's nutrition services operation.

# **WASHOE COUNTY SCHOOL DISTRICT MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

A ten-year history of fund activity follows:



## **FINANCIAL ANALYSIS OF THE DISTRICT'S MAJOR FUNDS**

The Washoe County School District uses fund accounting and budgetary integration to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the Washoe County School District's governmental funds is to provide information on current inflows, outflows, and balances of spendable resources. Such information is useful in assessing the District's current funding requirements. In particular, unassigned fund balance may serve as a useful measure of net resources available for spending at the end of the fiscal year.

The District's governmental funds reported combined ending fund balances of \$406.1 million, an increase of \$190.3 million from the prior year. Of this total, \$1.3 million or 0.3% is *nonspendable fund balance* (inventories and prepaids), \$362.3 million or 89.2% is *restricted fund balance* (constrained, typically by creditors, grantors, contributors, laws or legislation, to being used for a specific purpose), \$2.9 million or 0.7% is *committed fund balance* (constrained by action by the Board of Trustees to be used for a specific purpose), \$10.4 million or 2.6% is *assigned fund balance* (amounts intended to be used for a specific purpose), and \$29.2 million or 7.2% is



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FOR THE FISCAL YEAR ENDED JUNE 30, 2018**

*unassigned fund balance* (available for any purpose). A detailed discussion of the fund balance reporting is provided in Note 7 on pages 65-67 of this report.

In 1993, the Nevada State Legislature enacted legislation that requires the special education program (previously accounted for in the General Fund) to be accounted for in a separate special revenue fund. Although reported separately, any deficiencies of revenues under expenditures in the Special Education Fund are compensated for by transfer of monies from the General Fund. Transfers from the General Fund to cover special education expenditures in fiscal year 2018 were \$41.6 million. This is an increase of 8.5% over 2017. State funding increased by \$3.2 million or 12.4% as a new formula was enacted by the 2017 Legislature. Expenses for all functions of special education, except transportation, increased due to the increase in the number of students qualifying for special education services and the District's increased emphasis on providing additional support to this student population. Because of the size and relationship of the Special Education Fund to the General Fund, it is included in the analysis below.

**GENERAL AND SPECIAL EDUCATION FUNDS  
EXPENDITURES BY TYPE**

	<u>2018</u>	<u>2017</u>
Salaries	\$ 314,392,528	\$ 303,349,787
Benefits	129,222,400	123,752,796
Purchased services	18,486,946	15,307,763
Supplies	18,811,686	20,921,405
Property	4,001,852	732,222
Other	<u>1,861,252</u>	<u>1,078,732</u>
Totals	<u>\$ 486,776,664</u>	<u>\$ 465,142,705</u>

- ❑ Salaries comprise 64.6% of total expenditures. School districts by their nature are labor intensive.
- ❑ Employee benefits averaged 41.1% of salaries and 26.6% of total expenditures. Benefits include contributions on behalf of employees for retirement (Public Employees' Retirement System and Social Security), health insurance, Medicare, old age survivor's disability insurance (part-time employees), life insurance, workers' compensation, and other post-employment benefits.
- ❑ Purchased services, supplies, property and other comprise 8.8% of total expenditures. Details regarding variances on a fund level are available in separate reports.

**General Fund.** At the end of the current fiscal year, the total fund balance was \$40.9 million compared to \$43.3 million in the prior year. The nonspendable fund balance increased \$0.1 million from fiscal year 2017 to \$1.3 million. Due to a change in approach on how the fund balance is assigned, the assigned fund balance was \$10.4 million compared to \$42.1 million in the previous year; however, the unassigned fund balance increased from zero in the previous year to \$29.2 million. Importantly, the District's General Fund deficit (the shortfall in revenues compared to expenses and other uses) significantly declined from \$10.0 million last fiscal year to \$2.4 million in the current fiscal year.



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As a measure of the General Fund's liquidity, it may be useful to compare total fund balance to total fund expenditures. This year's total fund balance represents 8.8% of total fund expenditures as compared to 10.8% in the prior fiscal year.

Listed below are the key factors in fund balance changes during the fiscal year.

- ❑ Total revenues of \$456.4 million increased from the prior year revenue by \$22.7 million or 5.2%. Increases of 9.0% in local school support taxes, 4.3% in ad valorem taxes, and 11.8% in government services taxes were partially offset by decreases in other minor categories.
- ❑ Total expenditures of \$416.0 million increased from the prior year by \$15.2 million or 3.8%. Increases of \$11.4 million, or 3.1%, were incurred in salaries and benefits due to scheduled step increases and negotiated cost of living increases by all our bargaining groups, and a 2% increase in health insurance premiums.
- ❑ Operating (non-salary) categories increased by \$3.8 million or 10.6% from the prior year due to increases in capital asset expenses of \$3.3 million and purchased services costs of \$2.6 million. These were partially offset by decreases in supplies of \$1.9 million. Significant savings in supplies were experienced across a broad base of categories; capital asset purchases increased because of buying school buses and other district vehicles; and purchased services increased as software licenses purchased from another fund in the prior year were paid from this fund.
- ❑ The excess of revenues over expenditures was \$40.4 million. There were no transfers in. Transfers out to other funds were \$46.0 million and included \$41.6 million to the Special Education Fund, \$2.7 million to the Debt Service Fund and \$1.7 million to the Health Insurance Fund.



**The Special Education Fund** accounts for resources (state-aid and transfers from the General Fund) used to provide special education to eligible students. This fund has no fund balance as the District transfers only the amount needed to cover expenditures not covered by State funding. Resources and expenditures totaled \$70.8 million, an increase from the prior year of \$6.5 million, or 10.0%. All fund resources were from State aid of \$29.2 million and transfers from the General Fund of \$41.6 million.

**The Debt Service Fund** has a total fund balance of \$61.9 million, all of which is restricted for the payment of debt service. The fund balance increased by \$32.8 million as a result of issuing refunding bonds and increased property tax collections. Costs to defease debt and increases in principal and interest payments partially offset the increases.

**The Debt Service – WC1 Fund** is used to account for revenues and expenditures relating to the additional sales tax approved by voters during the 2016 election. The one-half percent sales and use tax increase became effective April 1, 2017. At June 30, 2018 the ending fund balance was

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\$26.1 million. Fiscal year 2018 revenues of \$43.8 million were offset by expenses of \$2.9 million and \$25 million of transfers to the WC1 Sales Tax Revenue Fund.

**The WC1 Sales Tax Revenue Fund** is used to account for capital projects paid for with funds generated by the November 2016 WC-1 ballot measure imposing a sales and use tax of 0.54% to fund capital projects for the acquisition, construction, repair and renovation of school facilities. Monies received that exceed the amount needed for payment of debt service and any required reserve may be used for pay-as-you-go projects. During fiscal year 2018, \$25 million was transferred into this fund from the Debt Service – WC1 Fund. Expenditures of approximately \$7.8 million included \$7.4 million for student housing, including the expansion of Damonte Ranch High School, and \$0.4 million for support services facility upgrades. At June 30, 2018, the ending fund balance was \$17.2 million.



**The 2017C Sales Tax Revenue Bond Fund** is used to account for bond proceeds of the first series of bonds that pledge the WC-1 Sales Tax Revenues for bond principal and interest payments. To date the District has issued one series of bonds in the amount of \$200 million. During fiscal year 2018 expenditures of approximately \$36.2 million included \$34 million for the partial construction of two new middle schools and one new elementary school (16% expended), \$16 thousand for support services facility upgrades (3% expended), and \$2.2 million for bond issuance costs. The ending fund balance on June 30, 2018 of \$181.0 million consists of unspent bond funds and investment income.

**Rollover bond funds** are funds received from issuing approximately \$551 million in voter-approved bonds between 2002 and 2012 without increasing the tax rate to citizens. This measure expired in 2012 and the District was without a source of funding for capital improvement and construction for three years. Nevada legislators, during the 2015 legislative session, authorized districts to continue to issue additional bonds under the 2002 voter approved initiative for 10 more years. These new issues, named **Extended Bond Rollover Funds**, will provide approximately \$350 million to address ongoing maintenance and improvement needs.

The rollover bonds have allowed the District to provide, in part, for the upkeep of existing facilities, improvements (including technology infrastructure upgrades) to older existing schools, and construction of new schools, when needed, to address increases in student enrollment. Individual rollover funds are as follows:

**The 2017B Extended Bond Rollover Fund** issuance in April 2017 for \$15 million is being used primarily for student housing in the form of school design, facility upgrades, advanced planning, site acquisition and capital renewal. During fiscal year 2018 expenditures of approximately \$2.3

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million included \$1.1 million for student housing (14% expended), \$14 thousand for safety and security (6% expended), \$0.1 million for support services facility upgrades (24% expended), \$56 thousand for advanced planning (37% expended), \$0.5 million for site acquisitions (10% expended), and \$0.4 million for capital renewal (10% expended). The ending fund balance on June 30, 2018 of \$13.9 million consists of unspent bond proceeds and investment income.

**The 2017A Extended Bond Rollover Fund** issuance in February 2017 for \$55 million is being used primarily for student housing in the form of high school additions and school design, safety and security, facility upgrades, advance planning, site acquisitions, capital renewal, and program administration. During fiscal year 2018 expenditures of approximately \$22.9 million included \$2.3 million for student housing (45% expended), \$37 thousand for safety and security (3% expended), \$0.4 million for support services facility upgrades (35% expended), \$8.5 million for site acquisitions (100% expended), \$11.3 million for capital renewal (57% expended), and \$0.3 million for program administration. The ending fund balance on June 30, 2018 of \$33.3 million consists of unspent bond proceeds and investment income.

**The 2016B Extended Bond Rollover Fund** issuance in November 2016 for \$15 million is being used primarily for student housing in the form of school design, site acquisitions, and advance planning. During fiscal year 2018 expenditures of approximately \$8.9 million included \$7.4 million for student housing (80% expended), \$194 thousand for advance planning (20% expended), and \$1.2 million for site acquisitions (26% expended). The ending fund balance on June 30, 2018 of \$5.8 million consists of unspent bond proceeds and investment income.

**The 2016A Extended Bond Rollover Fund** issuance in February 2016 for \$20 million is being used primarily for safety and security projects, student housing and overcrowding relief, advance planning, and various capital renewal projects. During fiscal year 2018 expenditures of



approximately \$7.9 million included \$0.4 million for student housing and overcrowding relief (74% expended), \$130 thousand for safety and security (18% expended), \$0.5 million for support services facility upgrades (30% expended), \$0.3 million for advance planning (96% expended), \$2.0 million for revitalizations (99% expended), \$3.7 million for capital renewal projects (67% expended), \$0.2 million for educational options (52% expended), and \$0.7 million for program administration. The

ending fund balance on June 30, 2018 of \$7.2 million consists of unspent bond proceeds and investment income.

**The 2013 Bond Rollover Fund** issuance in October 2012 for \$45 million is being used primarily for revitalizations and various capital renewal projects. During fiscal year 2018 expenditures of approximately \$7.8 million included \$119 thousand for technology upgrades (99.8% expended), \$371 thousand for revitalizations (99.9% expended), and \$7.3 million for capital renewal projects (87% expended). The ending fund balance on June 30, 2018 of \$4.5 million consists of unspent bond proceeds and investment income.



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**The 2012 Bond Rollover Fund** issuance in November 2011 for \$45 million is being used primarily for revitalizations and various capital renewal projects. During fiscal year 2018 expenditures of approximately \$4.7 million included \$2.0 thousand for technology (100% expended), \$2.4 million for school revitalizations, including \$1.3 million for signature academies (100% expended), approximately \$1.1 million for capital renewal (99.5% expended), and \$1.2 million for program administration. The ending fund balance on June 30, 2018 of \$0.5 million consists of unspent bond proceeds and investment income.

**The 2011B Bond Rollover Fund** issuance in July 2011 for \$35 million is being used primarily for technology upgrades, revitalizations and various capital renewal projects. During fiscal year 2018 expenditures of approximately \$155 thousand included \$82 thousand for revitalizations (99.9% expended) and \$73 thousand for various capital renewal projects (100% expended). The ending fund balance on June 30, 2018 of \$8 thousand consists of unspent bond proceeds and investment income.

**The 2010 Washoe County Recovery Zone Economic Development Bond (RZEDB)** issuance in April 2010 for \$10.515 million is being used for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County. During fiscal year 2018 expenditures of approximately \$31 thousand were for revitalizations (99.9% expended). The ending fund balance on June 30, 2018 of \$525 consists of unspent bond proceeds and investment income.

**The 2009B Washoe County Recovery Zone Economic Development Bond (RZEDB)** issuance in November 2009 for \$15 million is being used primarily for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County. During fiscal year 2018 expenditures of approximately \$1.1 million included \$0.8 million for revitalizations (98.5% expended) and \$0.3 million for capital renewal projects (100% expended). The ending fund balance on June 30, 2018 of \$65 thousand consists of unspent bond proceeds and investment income.

**The 2009B City of Reno Recovery Zone Economic Development Bond (RZEDB) Fund** issuance in November 2009 for \$21.9 million is being used primarily for revitalization/infrastructure improvements and capital renewal projects for schools located within Reno city limits. During fiscal year 2018 expenditures of approximately \$0.2 million included \$19 thousand for revitalization (100% expended), and \$0.2 million for capital renewal projects (99.8% expended). The \$13 thousand ending fund balance on June 30, 2018 consists of unspent bond proceeds and investment income.

**The 2009 Bond Rollover Fund** bond issuance for \$45 million has been used for revitalization of existing elementary schools, upgrades to information technology hardware/software, and capital renewal projects such as roofing and paving. During fiscal year 2018 expenditures totaled approximately \$34 thousand for information technology projects (100% expended). This fund was fully expended as of June 30, 2018.

**The 2007 Bond Rollover Fund** bond issuance for \$65 million was primarily used for construction of Depoali Middle School, the continued renovation of the District's existing facilities, acquisition of mobile classrooms and various technology upgrades. During fiscal year 2018 expenditures totaled approximately \$145 thousand for capital renewal (100% expended). This fund was fully expended as of June 30, 2018.



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



The District's self-insured Property and Casualty, Health Insurance, and Workers' Compensation Internal Service Funds have a combined net position balance of \$56.6 million, an increase of \$33.2 million from fiscal year 2017. The Property and Casualty Fund had an ending net position of \$2.8 million compared to \$3.5 million in the prior year; the Health Insurance Fund had an ending net position of \$51.9 million compared to the \$17.0 million in the prior

year; and the Workers' Compensation Fund had an ending net position \$1.9 million compared to \$2.9 million in the prior year. The decrease in the net position in the Property and Casualty Fund is primarily due to claims/costs from floods. The increase in net position for the Health Insurance Fund is a result of a transfer of funds from the Other Post-Employment Benefits Trust Fund, increased insurance reimbursements for large dollar claims, and an increase in insurance premiums. The decrease in net position in the Worker's Compensation fund is primarily due to increased claims and costs. As insurance funds, by their nature, are very difficult to forecast, the District continues to work to maintain the proper reserves in these funds.

The District's Nutrition Services Enterprise Fund has an ending net position of -\$5.1 million compared to \$83.5 thousand in the prior year. Current year operating activities increased the net position by \$597.4 thousand and a prior period adjustment of -\$5.8 million for the implementation of GASB Statements 75 and 82 decreased the net position. Additional factors concerning the finances in this fund were addressed in the discussion of the District's business-type activities.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

Prior to the beginning of the fiscal year, the District adopts its original budget on or before June 8. Because of a legislative year, the District can adopt an amended final budget within 30 days of the legislative adjournment. The District is also required to amend the budget by January 1 of the fiscal year to reflect the first quarter average daily enrollment count. During the year, the Chief Financial Officer is authorized to transfer appropriations between accounts and funds, subject to the subsequent approval by the Board of Trustees. The District may also augment the budget by a majority vote of the Board if anticipated resources become available during the year that exceed those estimated.

**Original Budget compared to Final Budget.** There were no net changes to revenues between the original adopted budget and final adjusted budget for fiscal year 2018.

The District augmented the budget on December 12, 2017 to reflect an increase in opening fund balances and medium-term note proceeds for fleet purchases. These sources were used to

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increase appropriations by \$6.5 million, which included an increase for purchase of vehicles by \$3.5 million and interest due on property tax refunds of \$1.6 million. The contingency account was increased by \$3.2 million.

The District also augmented the fiscal year 2018 General Fund budget on June 26, 2018. Specifically, local school support taxes were increased \$3.7 million which reduced the State distributive school account (DSA) per pupil funding by the same amount. Therefore, expenditures were not increased but were modified to reflect transfers and alignment with anticipated costs.

**Final Budget compared to Actual Results.** General Fund revenues were \$2.0 million lower than the Final Budget, a variance of only 0.4%. Major variances among local sources were government services taxes (+\$1.8 million), school support taxes (+\$2.4 million), refund of prior year school support taxes (-\$8.9 million) and property taxes (-\$1.2 million). The net growth in local sources reflects the strong economy in the region. Distributive school account revenues were \$5.2 million higher than the final budget, due in part to increased school support taxes which are offset by lower state support, and declining enrollment throughout the year.

**GENERAL FUND BUDGET COMPARISON**

	2018 BUDGET			VARIANCE TO FINAL BUDGET
	ORIGINAL	FINAL	ACTUAL	
<b>REVENUES</b>				
Local sources	\$ 320,828,024	\$ 324,480,396	\$ 319,074,062	\$ (5,406,334)
State sources	136,826,554	133,174,182	136,684,502	3,510,320
Federal sources	716,000	716,000	615,980	(100,020)
Total revenues	458,370,578	458,370,578	456,374,544	(1,996,034)
<b>OTHER FINANCING SOURCES</b>				
Medium-term financing	-	3,100,000	3,100,000	-
Proceeds from sale of property	85,000	85,000	55,923	(29,077)
FUND BALANCE, July 1	34,667,158	43,304,157	43,304,157	-
<b>TOTAL SOURCES</b>	<u>\$ 493,122,736</u>	<u>\$ 504,859,735</u>	<u>\$ 502,834,624</u>	<u>\$ (2,025,111)</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	\$ 215,900,183	\$ 217,450,322	\$ 210,469,065	\$ 6,981,257
Special programs	5,433,908	5,483,765	4,985,316	498,449
Vocational programs	6,255,723	5,668,631	5,608,081	60,550
Other instructional programs	13,296,874	13,713,467	12,946,055	767,412
Co-curricular programs	4,064,154	4,929,107	3,920,051	1,009,056
Undistributed expenditures				-
Student support	33,276,564	32,475,552	31,766,681	708,871
Instructional staff support	15,756,870	15,982,833	15,195,251	787,582
General administration	12,845,715	14,480,629	6,154,378	8,326,251
School administration	36,652,582	36,150,904	35,297,243	853,661
Central services	23,931,604	23,782,337	23,053,603	728,734
Operation and maintenance	49,182,888	49,291,727	46,969,177	2,322,550
Student transportation	16,436,124	20,079,355	19,621,614	457,741
Total expenditures	433,033,189	439,488,629	415,986,515	23,502,114
<b>OTHER FINANCING USES</b>				
Contingency	833,965	4,055,702	-	4,055,702
Transfers out	47,991,997	47,998,293	45,965,403	2,032,890
Total other financing uses	48,825,962	52,053,995	45,965,403	6,088,592
FUND BALANCE, June 30	11,263,585	13,317,111	40,882,706	(27,565,595)
<b>TOTAL APPLICATIONS</b>	<u>\$ 493,122,736</u>	<u>\$ 504,859,735</u>	<u>\$ 502,834,624</u>	<u>\$ 2,025,111</u>

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Total expenditures were \$23.5 million lower than budgeted. The District achieved significant salary savings (\$6.5 million) due to vacancies in teaching positions; in many of these cases, teaching positions were filled by a substitute teacher on a long-term basis, which carries a lower cost. Due to the large number of employees, the District has experienced vacancy savings for several years. Other notable savings included: textbook purchases (\$1.9 million), which were ordered but not received as of June 30 and thus remained encumbered; lower costs for purchased services and supplies, which totaled \$4.2 million; and the budgeting of \$7.9 million for property tax refunds, which did not materialize. The District also had savings of \$2.0 million in transfers out to the Special Education Fund, which largely reflects vacancy savings for special education staff, and savings of \$4.1 million in the Contingency account, which was unspent.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** The District's investment in capital assets for its governmental and business-type activities as of June 30, 2018 amounts to \$745.9 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, machinery and equipment, and construction in progress. The \$63.9 million increase in the District's net capital assets for the current fiscal year was 9.4%.

**WASHOE COUNTY SCHOOL DISTRICT CAPITAL ASSETS  
(Net of Depreciation)**

	<u>2018</u>	<u>2017</u>
<b>Governmental Activities</b>		
Land	\$ 60,460,009	\$ 38,933,306
Construction in progress	64,784,765	24,739,675
Buildings	573,226,567	571,514,395
Improvements other than buildings	22,091,314	21,562,293
Machinery and equipment	22,740,391	22,792,876
Total	<u>\$ 743,303,046</u>	<u>\$ 679,542,545</u>
<b>Business-type Activities</b>		
Construction in progress	\$ 55,176	\$ -
Buildings	1,112,442	1,165,030
Machinery and equipment	1,448,894	1,340,200
	<u>\$ 2,616,512</u>	<u>\$ 2,505,230</u>

Major capital additions this fiscal year included:

School updates	\$ 8.9 million	Machinery/Equipment	6.0 million
Air quality, electrical, plumbing	6.4 million	Site and parking lots	3.9 million
Construction in progress	40.9 million	Signature academies	7.9 million
Land	21.5 million		

Depreciation expense totaling \$30.8 million is included in the government-wide statements. Additional information on the District's capital assets can be found in Note 5 on page 62 of this report.

**Debt administration.** The District's outstanding debt increased by a net amount of \$193.5 million, or 37.5%, during the current fiscal year as a result of issuing \$200 million of sales tax revenue

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bonds that pledge the 0.54% WC-1 sales tax, issuing \$58.3 million of refunding bonds, and making scheduled principal payments.

**WASHOE COUNTY SCHOOL DISTRICT OUTSTANDING DEBT**

	<u><b>2018</b></u>	<u><b>2017</b></u>
General obligation bonds	\$ 704,835,000	\$ 512,120,000
Medium-term debt	4,887,475	4,112,880
Total	<u><u>\$ 709,722,475</u></u>	<u><u>\$ 516,232,880</u></u>

State statute (NRS 387.400) limits the amount of general obligation debt a school district may issue to 15% of its total assessed valuation. The fiscal year 2018 debt limit for the Washoe County School District is \$2.4 billion, which is significantly greater than the District's outstanding general obligation debt.

The District's general obligation bond rating from Moody's Investor Service was downgraded from Aa3 to A1. Moody's primary rationale for the downgrade was the weakening of the district's fund balance because of its ongoing structural deficit. Standard and Poor's Corporation maintained its AA rating with a stable outlook. Additional information on the District's long-term debt can be found in Note 6 on pages 63-65 of this report.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGET**

The Washoe County School District is the second largest county school district in the State of Nevada. The District's funding primarily comes from sales taxes, property taxes, State support, and government services taxes. The State funding is approved by the Legislature and is calculated after considering all other District revenues. Known as the "Nevada Plan", State revenue is expressed as a guaranteed per pupil amount which includes sales tax revenue and one-third of the general fund property tax revenue, with the balance contributed from the State. By guaranteeing a per pupil amount the State provides stability to the amount of revenue the District can expect for general operating purposes.

Since the Great Recession, Washoe County's economy has improved significantly due in part to improving national economic trends, but also due to development of nearby large-scale industrial parks and the decision by Tesla, Apple, Switch and other corporations to locate major facilities in the region. Going forward, the County's economy likely will continue to be linked to the national economy but also will be influenced by local factors such as the tourism and gaming industry, continued commercial and industrial development in the region, and the availability and cost of housing.

The District continues to face a budgetary structural deficit in its General Fund. On February 27, 2018, District staff provided the Board of Trustees with a forecast of anticipated resources (revenues and opening fund balances) and applications (expenditures and ending fund balances). Staff estimated a structural deficit of \$19.1 million. Faced with this deficit, the budget process for fiscal year 2019 utilized several new approaches and techniques to successfully reduce the District's budget deficit to \$7.5 million. New budgeting techniques used by the District included:

- a complete review of historical expenses incurred by departments against appropriations, which resulted in resetting department budgets downward by \$5.2 million;



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- an analysis of historical salary savings that accrue due to vacancies incurred during the year, which resulted in budget reductions of \$4.0 million;
- cost benchmarking analysis against peer school districts; and
- calculation of the academic return on investment of certain programs.

In addition, in January 2018, the District began implementing a new budgeting process called priority-based budgeting, which uses a quantitative scoring and review process that matches programs and their results to the agency's stated priorities. The District intends to use the full results of this process for the fiscal year 2020 budget.

On May 22, 2018, the Board approved the Final Budget, which was submitted to the State Department of Taxation. General Fund revenues total \$463.3 million, while General Fund expenditures and other financing uses equal \$470.8 million, resulting in a deficit of \$7.5 million. This shortfall is covered using a portion of the available fund balance of the General Fund. The total District budget, including all funds but net of interfund transfers, provides for funding of \$912.9 million for operating costs, debt service and capital improvement projects.

## **REQUESTS FOR INFORMATION**

This report is designed to provide a general overview of the Washoe County School District's finances for all interested parties. Questions concerning the information provided in this report or requests for additional financial information should be addressed to:

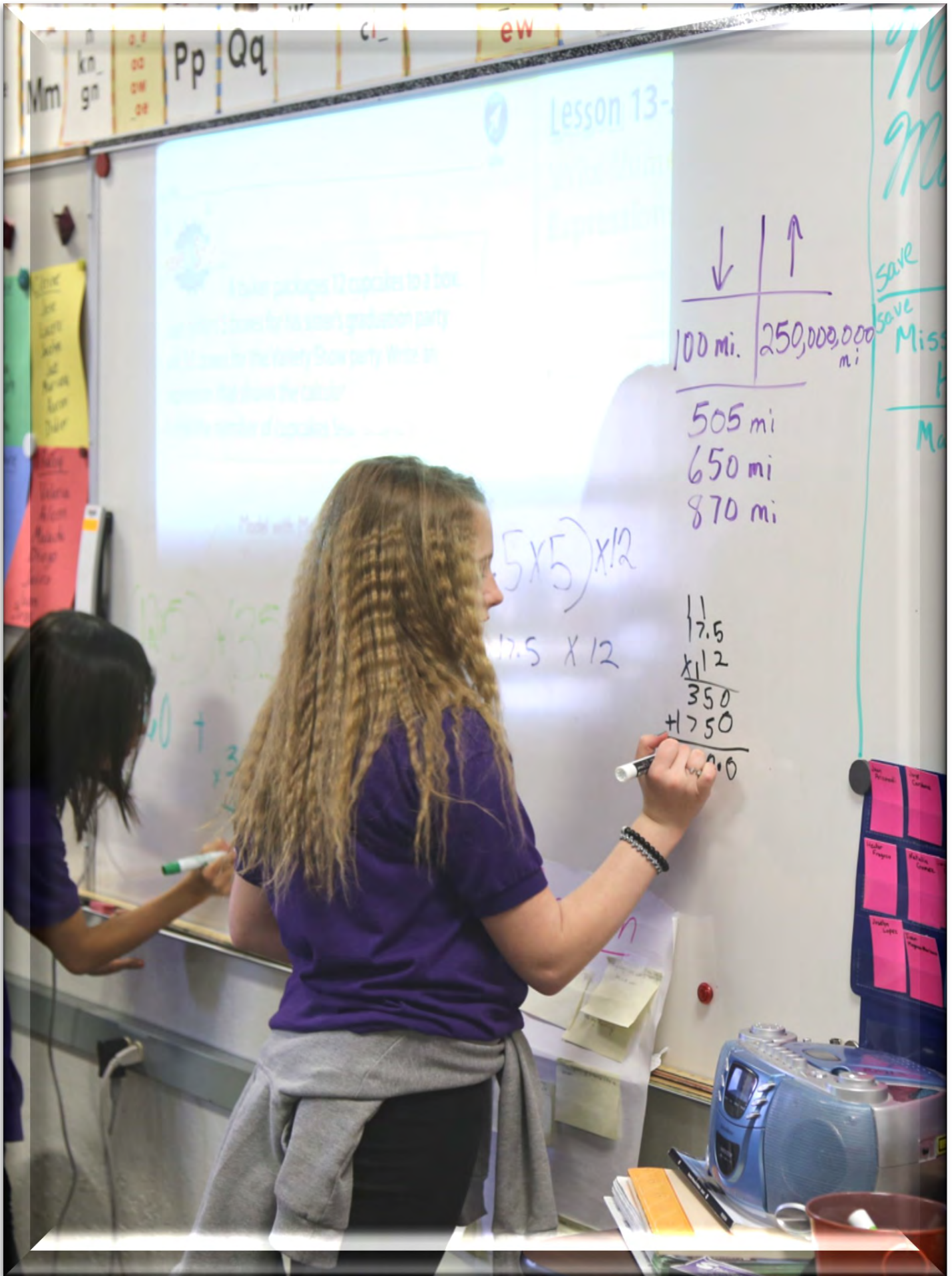
Washoe County School District  
C/O Chief Financial Officer  
P.O. Box 30425  
Reno, NV 89520-3425

By December 31, 2018 this report will be available at [www.washoeschools.net](http://www.washoeschools.net).



# Basic Financial Statements

- ♦ **Government-wide Financial Statements**
  - ♦ Statement of Net Position
  - ♦ Statement of Activities
- ♦ **Fund Financial Statements**
  - ♦ Governmental Funds
  - ♦ Proprietary Funds
  - ♦ Fiduciary Funds



**WASHOE COUNTY SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2018**

	<b>GOVERNMENTAL ACTIVITIES</b>	<b>BUSINESS-TYPE ACTIVITIES</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Current assets			
Cash and investments	\$ 408,185,523	\$ 3,107,419	\$ 411,292,942
Investments - restricted for OPEB	34,279,184	-	34,279,184
Receivables			
Property taxes	3,591,814	-	3,591,814
Interest	497,239	-	497,239
Grants	12,776,694	-	12,776,694
Miscellaneous	4,214,537	3,079,752	7,294,289
Due from other governments	55,192,405	-	55,192,405
Prepays	510,749	1,165	511,914
Inventories	1,250,196	643,372	1,893,568
Total current assets	<u>520,498,341</u>	<u>6,831,708</u>	<u>527,330,049</u>
Noncurrent assets			
Restricted cash	27,793,994	-	27,793,994
Capital assets			
Land and construction in progress	125,244,774	55,176	125,299,950
Other capital assets, net of depreciation	618,058,272	2,561,336	620,619,608
Total noncurrent assets	<u>771,097,040</u>	<u>2,616,512</u>	<u>773,713,552</u>
Total assets	<u>1,291,595,381</u>	<u>9,448,220</u>	<u>1,301,043,601</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred outflows of resources related to pension	115,467,391	1,766,935	117,234,326
Deferred outflows of resources related to OPEB	26,181,682	806,913	26,988,595
Deferred debt retirement charges	21,692,174	-	21,692,174
Total deferred outflows of resources	<u>163,341,247</u>	<u>2,573,848</u>	<u>165,915,095</u>
Total assets and deferred outflows of resources	<u>1,454,936,628</u>	<u>12,022,068</u>	<u>1,466,958,696</u>

**(CONTINUED)**

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



**WASHOE COUNTY SCHOOL DISTRICT  
STATEMENT OF NET POSITION  
JUNE 30, 2018**

	<b>GOVERNMENTAL ACTIVITIES</b>	<b>BUSINESS-TYPE ACTIVITIES</b>	<b>TOTAL</b>
<b>LIABILITIES</b>			
Current liabilities			
Accounts payable	\$ 6,059,497	\$ 71,159	\$ 6,130,656
Construction contracts payable	20,006,803	55,176	20,061,979
Accrued liabilities	38,231,687	838,570	39,070,257
Interest payable	4,441,733	-	4,441,733
Due to other governments	563,297	-	563,297
Unearned revenue	1,865,669	420,819	2,286,488
Current portion of long-term obligations	75,441,538	-	75,441,538
Total current liabilities	<u>146,610,224</u>	<u>1,385,724</u>	<u>147,995,948</u>
Noncurrent liabilities			
General obligation bonds payable	772,719,073	-	772,719,073
Other long-term debt payable	4,887,475	-	4,887,475
Accrued compensated absences	32,433,448	-	32,433,448
Accrued self-insurance pending claims	15,722,266	-	15,722,266
Net pension liability	725,766,105	8,340,554	734,106,659
Net OPEB liability	150,438,711	5,957,797	156,396,508
Less: current portion of long-term obligations	(75,441,538)	-	(75,441,538)
Total noncurrent liabilities	<u>1,626,525,540</u>	<u>14,298,351</u>	<u>1,640,823,891</u>
Total liabilities	<u>1,773,135,764</u>	<u>15,684,075</u>	<u>1,788,819,839</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Deferred inflows of resources related to pension	64,681,521	776,411	65,457,932
Deferred inflows of resources related to OPEB	26,876,184	673,477	27,549,661
Deferred revenues	17,179	-	17,179
Total deferred inflows of resources	<u>91,574,884</u>	<u>1,449,888</u>	<u>93,024,772</u>
Total liabilities and deferred inflows of resources	<u>1,864,710,648</u>	<u>17,133,963</u>	<u>1,881,844,611</u>
<b>NET POSITION</b>			
Net investment in capital assets	230,621,904	2,616,512	233,238,416
Restricted for			
Debt service	83,273,141	-	83,273,141
Capital projects	29,007,402	-	29,007,402
Self-insurance activities	56,618,527	-	56,618,527
Unrestricted	(809,294,994)	(7,728,407)	(817,023,401)
Total net position	<u>\$ (409,774,020)</u>	<u>\$ (5,111,895)</u>	<u>\$ (414,885,915)</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

FUNCTIONS/PROGRAMS	EXPENSES	PROGRAM REVENUES	
		CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS
<b>Governmental activities</b>			
Instruction			
Regular instruction	\$ 233,549,611	\$ -	\$ 18,992,775
Special instruction	92,569,058	-	44,211,584
Vocational instruction	8,566,133	-	2,717,697
Other instruction	63,705,467	362,047	48,196,642
Adult education instruction	1,316,388	-	1,291,876
Community services instruction	654,569	-	642,347
Co-curricular instruction	3,960,386	-	-
Total instruction	404,321,612	362,047	116,052,921
Support services			
Instruction	13,213	-	13,039
Student support	32,804,876	-	434,593
Instructional staff support	15,652,591	-	104,195
General administration	6,757,817	-	454,797
School administration	36,169,643	-	-
Central services	28,634,187	-	3,112
Operation and maintenance	48,013,350	-	14,129
Student transportation	18,692,812	-	594,973
Other support	16,005	-	1,632
Community services operations	12	-	-
Facilities	37,600,299	-	-
Interest on long-term debt	23,700,061	-	-
Issuance costs on debt	429,753	-	-
Total support services	248,484,619	-	1,620,470
Total governmental activities	652,806,231	362,047	117,673,391
<b>Business-type activities</b>			
Nutrition services	24,176,889	5,621,234	19,153,088
Total business-type activities	24,176,889	5,621,234	19,153,088
Total school district	\$ 676,983,120	\$ 5,983,281	\$ 136,826,479

**General revenues**

Property taxes, levied for general purposes  
Property taxes, levied for debt service  
Local school support taxes  
Prior year refund - school support taxes  
WC1 sales tax revenues  
Government service taxes for general purposes  
Government service taxes for capital purposes  
Franchise taxes  
Unrestricted investment earnings  
State aid not restricted to specific purposes  
State aid special appropriations  
Other local sources  
Federal aid not restricted to specific purposes

**Transfers**

Total general revenues and transfers

Change in net position

**NET POSITION, July 1 - as originally stated**

**Prior period adjustment - implementation of GASB 75,82**

**NET POSITION, July 1 - as restated**

**NET POSITION, June 30**

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

PROGRAM REVENUES		NET (EXPENSES) REVENUES AND CHANGES IN NET POSITION		
CAPITAL				
GRANTS AND CONTRIBUTIONS		GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
\$	-	\$ (214,556,836)	\$	-
	-	(48,357,474)	-	(48,357,474)
	-	(5,848,436)	-	(5,848,436)
50,000	(15,096,778)	-	-	(15,096,778)
-	(24,512)	-	-	(24,512)
-	(12,222)	-	-	(12,222)
-	(3,960,386)	-	-	(3,960,386)
50,000	(287,856,644)	-	-	(287,856,644)
-	(174)	-	-	(174)
-	(32,370,283)	-	-	(32,370,283)
-	(15,548,396)	-	-	(15,548,396)
-	(6,303,020)	-	-	(6,303,020)
-	(36,169,643)	-	-	(36,169,643)
-	(28,631,075)	-	-	(28,631,075)
-	(47,999,221)	-	-	(47,999,221)
-	(18,097,839)	-	-	(18,097,839)
-	(14,373)	-	-	(14,373)
-	(12)	-	-	(12)
-	(37,600,299)	-	-	(37,600,299)
-	(23,700,061)	-	-	(23,700,061)
-	(429,753)	-	-	(429,753)
-	(246,864,149)	-	-	(246,864,149)
50,000	(534,720,793)	-	-	(534,720,793)
-	-	597,433	-	597,433
-	-	597,433	-	597,433
\$ 50,000	(534,720,793)	597,433	-	(534,123,360)
	105,249,358	-	-	105,249,358
	55,305,428	-	-	55,305,428
	198,072,854	-	-	198,072,854
	(8,940,689)	-	-	(8,940,689)
	43,781,973	-	-	43,781,973
	17,921,072	-	-	17,921,072
	4,641,835	-	-	4,641,835
	288,011	-	-	288,011
	5,685,768	-	-	5,685,768
	130,502,725	-	-	130,502,725
	6,181,777	-	-	6,181,777
	6,206,915	-	-	6,206,915
	321,134	-	-	321,134
	34,279,184	-	-	34,279,184
	599,497,345	-	-	599,497,345
	64,776,552	597,433	-	65,373,985
	(254,299,989)	83,545	-	(254,216,444)
	(220,250,583)	(5,792,873)	-	(226,043,456)
	(474,550,572)	(5,709,328)	-	(480,259,900)
\$	(409,774,020)	(5,111,895)	\$	(414,885,915)

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

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2018  
(Page 1 of 2)**

	<b>GENERAL FUND</b>	<b>SPECIAL EDUCATION FUND</b>	<b>DEBT SERVICE FUND</b>	<b>DEBT SERVICE - WC1 FUND</b>
<b>ASSETS</b>				
Cash and investments	\$ 18,038,231	\$ 5,268,507	\$ 33,011,104	\$ 14,722,720
Receivables				
Property taxes	2,350,036	-	1,241,778	-
Interest	33,627	-	195,856	93,108
Grants	-	-	-	-
Miscellaneous	1,083,437	33,484	-	-
Due from other funds	8,021,189	-	-	-
Due from other governments	43,387,278	-	-	11,298,621
Prepays	33,260	-	-	-
Inventories	1,250,196	-	-	-
Restricted cash with fiscal agent	-	-	27,793,994	-
Total assets	<u>\$ 74,197,254</u>	<u>\$ 5,301,991</u>	<u>\$ 62,242,732</u>	<u>\$ 26,114,449</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 2,847,895	\$ 398,458	\$ -	\$ -
Construction contracts payable	-	-	-	-
Accrued liabilities	28,931,982	4,903,533	-	-
Due to other funds	-	-	-	-
Due to other governments	543,499	-	1,863	-
Funds received in advance	16,693	-	-	-
Total liabilities	<u>32,340,069</u>	<u>5,301,991</u>	<u>1,863</u>	<u>-</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	<u>974,479</u>	<u>-</u>	<u>320,222</u>	<u>-</u>
<b>FUND BALANCE</b>				
Nonspendable	1,283,456	-	-	-
Restricted	-	-	61,920,647	26,114,449
Committed	-	-	-	-
Assigned	10,417,754	-	-	-
Unassigned	<u>29,181,496</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>40,882,706</u>	<u>-</u>	<u>61,920,647</u>	<u>26,114,449</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 74,197,254</u>	<u>\$ 5,301,991</u>	<u>\$ 62,242,732</u>	<u>\$ 26,114,449</u>

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

<b>WC1 SALES TAX REVENUE FUND</b>	<b>2017C SALES TAX REVENUE BOND FUND</b>	<b>2017B EXTENDED BOND ROLLOVER FUND</b>	<b>2017A EXTENDED BOND ROLLOVER FUND</b>	<b>2016B EXTENDED BOND ROLLOVER FUND</b>	<b>2016A EXTENDED BOND ROLLOVER FUND</b>
\$ 17,254,445	\$ 192,880,211	\$ 14,887,139	\$ 36,855,322	\$ 6,957,337	\$ 9,106,045
-	-	-	-	-	-
13,003	223	24,940	52,030	-	14,069
-	-	-	-	-	-
2,219	-	-	840	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 17,269,667</u>	<u>\$ 192,880,434</u>	<u>\$ 14,912,079</u>	<u>\$ 36,908,192</u>	<u>\$ 6,957,337</u>	<u>\$ 9,120,114</u>
\$ -	\$ 11,809	\$ 46,133	\$ 435,404	\$ 3,977	\$ 21,012
51,859	11,804,876	935,291	2,974,909	1,197,087	1,930,916
-	-	-	159,075	-	-
-	-	-	-	-	-
-	17,935	-	-	-	-
-	-	-	-	-	-
<u>51,859</u>	<u>11,834,620</u>	<u>981,424</u>	<u>3,569,388</u>	<u>1,201,064</u>	<u>1,951,928</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
17,217,808	181,045,814	13,930,655	33,338,804	5,756,273	7,168,186
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>17,217,808</u>	<u>181,045,814</u>	<u>13,930,655</u>	<u>33,338,804</u>	<u>5,756,273</u>	<u>7,168,186</u>
<u>\$ 17,269,667</u>	<u>\$ 192,880,434</u>	<u>\$ 14,912,079</u>	<u>\$ 36,908,192</u>	<u>\$ 6,957,337</u>	<u>\$ 9,120,114</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2018  
(Page 2 of 2)**

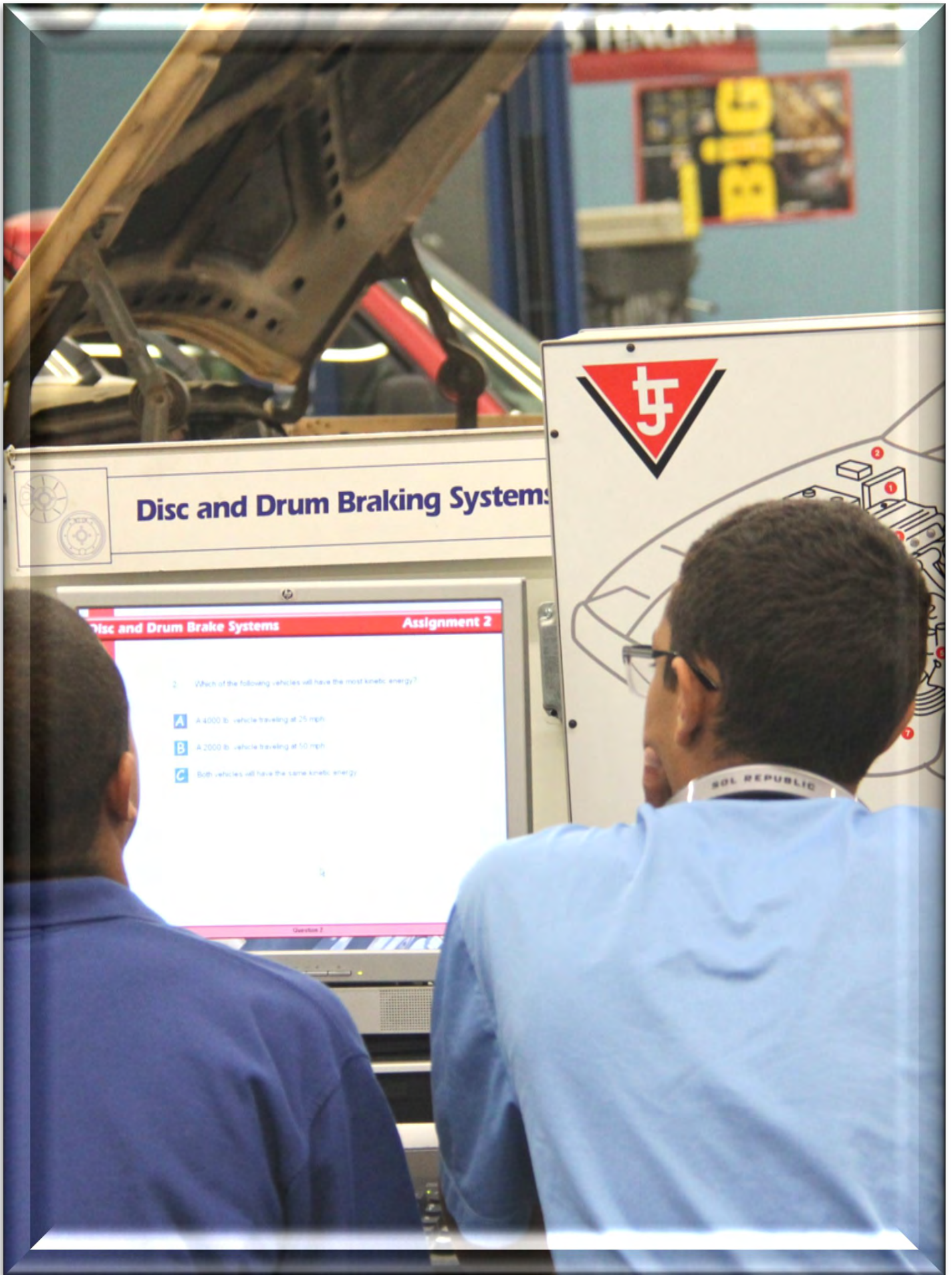
	<b>2013 BOND ROLLOVER FUND</b>	<b>2012 BOND ROLLOVER FUND</b>	<b>2010 WASHOE COUNTY RZEDB FUND</b>	<b>2009B WASHOE COUNTY RZEDB FUND</b>
<b>ASSETS</b>				
Cash and investments	\$ 5,522,877	\$ 618,028	\$ 525	\$ 137,791
Receivables				
Property taxes	-	-	-	-
Interest	9,267	1,783	-	-
Grants	-	-	-	-
Miscellaneous	-	59	-	-
Due from other funds	-	-	-	-
Due from other governments	-	-	-	-
Prepays	-	-	-	-
Inventories	-	-	-	-
Restricted cash with fiscal agent	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 5,532,144</u>	<u>\$ 619,870</u>	<u>\$ 525</u>	<u>\$ 137,791</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 138,259	\$ 107,065	\$ -	\$ 55,586
Construction contracts payable	904,460	20,544	-	17,655
Accrued liabilities	-	-	-	-
Due to other funds	-	-	-	-
Due to other governments	-	-	-	-
Funds received in advance	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>1,042,719</u>	<u>127,609</u>	<u>-</u>	<u>73,241</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE</b>				
Nonspendable	-	-	-	-
Restricted	4,489,425	492,261	525	64,550
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>4,489,425</u>	<u>492,261</u>	<u>525</u>	<u>64,550</u>
Total liabilities, deferred inflows of resources and fund balance	<u>\$ 5,532,144</u>	<u>\$ 619,870</u>	<u>\$ 525</u>	<u>\$ 137,791</u>

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

2009B CITY OF RENO RZEDB FUND	2011B BOND ROLLOVER FUND	2007 BOND ROLLOVER FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 31,126	\$ 22,156	\$ 5,997	\$ 14,744,994	\$ 370,064,555
-	-	-	-	3,591,814
-	-	-	17,889	455,795
-	-	-	12,776,694	12,776,694
-	-	-	2,076,009	3,196,048
-	-	-	-	8,021,189
-	-	-	463,519	55,149,418
-	-	-	477,489	510,749
-	-	-	-	1,250,196
-	-	-	-	27,793,994
<u>\$ 31,126</u>	<u>\$ 22,156</u>	<u>\$ 5,997</u>	<u>\$ 30,556,594</u>	<u>\$ 482,810,452</u>
\$ -	\$ -	\$ -	\$ 1,924,819	\$ 5,990,417
18,585	14,492	5,997	39,300	19,915,971
-	-	-	4,200,188	38,194,778
-	-	-	8,021,189	8,021,189
-	-	-	-	563,297
-	-	-	1,848,976	1,865,669
<u>18,585</u>	<u>14,492</u>	<u>5,997</u>	<u>16,034,472</u>	<u>74,551,321</u>
-	-	-	897,487	2,192,188
-	-	-	27,489	1,310,945
12,541	7,664	-	10,704,244	362,263,846
-	-	-	2,920,391	2,920,391
-	-	-	-	10,417,754
-	-	-	(27,489)	29,154,007
<u>12,541</u>	<u>7,664</u>	<u>-</u>	<u>13,624,635</u>	<u>406,066,943</u>
<u>\$ 31,126</u>	<u>\$ 22,156</u>	<u>\$ 5,997</u>	<u>\$ 30,556,594</u>	<u>\$ 482,810,452</u>

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





## Disc and Drum Braking Systems

### Disc and Drum Brake Systems

#### Assignment 2

2. Which of the following vehicles will have the most kinetic energy?

- ☐ A 4000 lb. vehicle traveling at 25 mph
- ☐ B A 2000 lb. vehicle traveling at 50 mph
- ☐ C Both vehicles will have the same kinetic energy.

Question 2

**WASHOE COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
JUNE 30, 2018**

Total fund balances for governmental funds	\$	406,066,943
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Amounts reported for governmental activities in the Statement of Net Position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.

Land and construction in progress	\$ 124,994,969	
Capital assets subject to depreciation	1,042,823,774	
Less accumulated depreciation	<u>(424,765,502)</u>	
		743,053,241

Other deferred outflows used in governmental activities are not financial resources and therefore are not reported in the governmental funds.

Deferred debt charges	39,422,172	
Less accumulated amortization	<u>(17,729,998)</u>	
		21,692,174

Deferred inflows and outflows of resources related to pension are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pension	115,225,386	
Deferred inflows of resources related to pension	<u>(64,590,157)</u>	
		50,635,229

Deferred inflows and outflows of resources related to OPEB are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pension	26,154,534	
Deferred inflows of resources related to pension	<u>(26,847,653)</u>	
		(693,119)

Long-term liabilities, including bonds payable and net pension benefit liability are not due and payable in the current period and therefore are not reported in the governmental funds.

Governmental bonds payable	(704,835,000)	
Bond premium	(85,471,881)	
Less accumulated amortization	17,587,808	
Other long-term debt payable	(4,887,475)	
Net pension liability	(724,663,349)	
Net OPEB liability	(150,219,933)	
Compensated absences	<u>(32,433,448)</u>	
		(1,684,923,278)

Interest payable		(4,441,733)
------------------	--	-------------

Unavailable revenues represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.	2,217,996
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Internal service funds are used by management to charge the costs of certain activities to individual funds. Net position of the internal service funds are reported with governmental activities.	<u>56,618,527</u>
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Total net position of governmental activities	\$	<u><u>(409,774,020)</u></u>
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The notes to the financial statements are an integral part of this statement.

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2018  
(Page 1 of 2)**

	<b>GENERAL FUND</b>	<b>SPECIAL EDUCATION FUND</b>	<b>DEBT SERVICE FUND</b>	<b>DEBT SERVICE - WC1 FUND</b>
<b>REVENUES</b>				
Local sources	\$ 319,074,062	\$ -	\$ 57,384,090	\$ 43,860,798
State sources	136,684,502	29,185,152	-	-
Federal sources	615,980	-	-	-
Total revenues	<u>456,374,544</u>	<u>29,185,152</u>	<u>57,384,090</u>	<u>43,860,798</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	210,469,065	-	-	-
Special programs	4,985,316	70,790,149	-	-
Vocational programs	5,608,081	-	-	-
Other instructional programs	12,946,055	-	-	-
Adult education programs	-	-	-	-
Community services programs	-	-	-	-
Co-curricular programs	3,920,051	-	-	-
Undistributed expenditures				
Instruction	-	-	-	-
Student support	31,766,681	-	-	-
Instructional staff support	15,195,251	-	-	-
General administration	6,154,378	-	-	-
School administration	35,297,243	-	-	-
Central services	23,053,603	-	-	-
Operation and maintenance	46,969,177	-	-	-
Student transportation	19,621,614	-	-	-
Food service operations	-	-	-	-
Capital outlay	-	-	-	-
Debt service				
Principal	-	-	32,205,405	-
Interest	-	-	22,632,776	2,892,101
Bond issuance costs	-	-	429,753	-
Other	-	-	13,500	-
Total expenditures	<u>415,986,515</u>	<u>70,790,149</u>	<u>55,281,434</u>	<u>2,892,101</u>
Excess (deficiency) of revenues over expenditures	<u>40,388,029</u>	<u>(41,604,997)</u>	<u>2,102,656</u>	<u>40,968,697</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Bonds issued	-	-	-	-
Refunding bonds issued	-	-	58,320,000	-
Medium-term financing	3,100,000	-	-	-
Proceeds from sale of property	55,923	-	-	-
Bond premiums	-	-	9,708,204	-
Payments to refunded bonds escrow agent	-	-	(40,099,313)	-
Transfers in	-	41,604,997	2,720,387	-
Transfers out	(45,965,403)	-	-	(25,000,000)
Total other financing sources (uses)	<u>(42,809,480)</u>	<u>41,604,997</u>	<u>30,649,278</u>	<u>(25,000,000)</u>
Net change in fund balance	(2,421,451)	-	32,751,934	15,968,697
<b>FUND BALANCE, July 1</b>	<u>43,304,157</u>	<u>-</u>	<u>29,168,713</u>	<u>10,145,752</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 40,882,706</u>	<u>\$ -</u>	<u>\$ 61,920,647</u>	<u>\$ 26,114,449</u>

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

<b>WC1 SALES TAX REVENUE FUND</b>	<b>2017C SALES TAX REVENUE BOND FUND</b>	<b>2017B EXTENDED BOND ROLLOVER FUND</b>	<b>2017A EXTENDED BOND ROLLOVER FUND</b>	<b>2016B EXTENDED BOND ROLLOVER FUND</b>	<b>2016A EXTENDED BOND ROLLOVER FUND</b>
\$ 27,963	\$ 1,658,556	\$ 223,149	\$ 711,029	\$ 140,613	\$ 179,007
-	-	-	-	-	-
-	-	-	-	-	-
27,963	1,658,556	223,149	711,029	140,613	179,007
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	2,160,776	-	306,896	-	706,657
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,810,155	34,015,775	2,251,448	22,558,986	8,851,478	7,208,471
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
7,810,155	36,176,551	2,251,448	22,865,882	8,851,478	7,915,128
(7,782,192)	(34,517,995)	(2,028,299)	(22,154,853)	(8,710,865)	(7,736,121)
-	200,000,000	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	15,563,809	-	-	-	-
-	-	-	-	-	-
25,000,000	-	-	-	-	-
-	-	-	-	-	-
25,000,000	215,563,809	-	-	-	-
17,217,808	181,045,814	(2,028,299)	(22,154,853)	(8,710,865)	(7,736,121)
-	-	15,958,954	55,493,657	14,467,138	14,904,307
\$ 17,217,808	\$ 181,045,814	\$ 13,930,655	\$ 33,338,804	\$ 5,756,273	\$ 7,168,186

(CONTINUED)

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

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2018  
(Page 2 of 2)**

	<b>2013 BOND ROLLOVER FUND</b>	<b>2012 BOND ROLLOVER FUND</b>	<b>2010 WASHOE COUNTY RZEDB FUND</b>	<b>2009B WASHOE COUNTY RZEDB FUND</b>
<b>REVENUES</b>				
Local sources	\$ 99,299	\$ 14,763	\$ 3,073	\$ 10,622
State sources	-	-	-	-
Federal sources	-	-	-	-
Total revenues	<u>99,299</u>	<u>14,763</u>	<u>3,073</u>	<u>10,622</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	-	-	-	-
Special programs	-	-	-	-
Vocational programs	-	-	-	-
Other instructional programs	-	-	-	-
Adult education programs	-	-	-	-
Community services programs	-	-	-	-
Co-curricular programs	-	-	-	-
Undistributed expenditures				
Instruction	-	-	-	-
Student support	-	-	-	-
Instructional staff support	-	-	-	-
General administration	-	-	-	-
School administration	-	-	-	-
Central services	-	1,197,230	-	-
Operation and maintenance	-	-	-	-
Student transportation	-	-	-	-
Food service operations	-	-	-	-
Capital outlay	7,841,569	3,474,484	30,962	1,074,657
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Bond issuance costs	-	-	-	-
Other	-	-	-	-
Total expenditures	<u>7,841,569</u>	<u>4,671,714</u>	<u>30,962</u>	<u>1,074,657</u>
Excess (deficiency) of revenues over expenditures	<u>(7,742,270)</u>	<u>(4,656,951)</u>	<u>(27,889)</u>	<u>(1,064,035)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Bonds issued	-	-	-	-
Refunding bonds issued	-	-	-	-
Medium-term financing	-	-	-	-
Proceeds from sale of property	-	-	-	-
Bond premiums	-	-	-	-
Payments to refunded bonds escrow agent	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(7,742,270)	(4,656,951)	(27,889)	(1,064,035)
<b>FUND BALANCE, July 1</b>	<u>12,231,695</u>	<u>5,149,212</u>	<u>28,414</u>	<u>1,128,585</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 4,489,425</u>	<u>\$ 492,261</u>	<u>\$ 525</u>	<u>\$ 64,550</u>

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

2009B CITY OF RENO RZEDB FUND	2011B BOND ROLLOVER FUND	2009 BOND ROLLOVER FUND	2007 BOND ROLLOVER FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ 958	\$ 496	\$ -	\$ 761	\$ 8,463,014	\$ 431,852,253
-	-	-	-	41,649,215	207,518,869
-	-	-	-	43,635,483	44,251,463
958	496	-	761	93,747,712	683,622,585
-	-	-	-	18,980,511	229,449,576
-	-	-	-	15,300,531	91,075,996
-	-	-	-	2,717,697	8,325,778
-	-	-	-	48,196,642	61,142,697
-	-	-	-	1,291,876	1,291,876
-	-	-	-	642,347	642,347
-	-	-	-	-	3,920,051
-	-	-	-	13,039	13,039
-	-	-	-	380,225	32,146,906
-	-	-	-	104,195	15,299,446
-	-	-	-	510,264	6,664,642
-	-	-	-	-	35,297,243
-	-	-	-	501,670	27,926,832
-	-	-	-	14,129	46,983,306
-	-	-	-	-	19,621,614
-	-	-	-	1,632	1,632
176,348	155,141	34,297	145,440	4,728,272	100,357,483
-	-	-	-	-	32,205,405
-	-	-	-	-	25,524,877
-	-	-	-	-	429,753
-	-	-	-	-	13,500
176,348	155,141	34,297	145,440	93,383,030	738,333,999
(175,390)	(154,645)	(34,297)	(144,679)	364,682	(54,711,414)
-	-	-	-	-	200,000,000
-	-	-	-	-	58,320,000
-	-	-	-	-	3,100,000
-	-	-	-	-	55,923
-	-	-	-	-	25,272,013
-	-	-	-	-	(40,099,313)
-	-	-	-	-	69,325,384
-	-	-	-	-	(70,965,403)
-	-	-	-	-	245,008,604
(175,390)	(154,645)	(34,297)	(144,679)	364,682	190,297,190
187,931	162,309	34,297	144,679	13,259,953	215,769,753
\$ 12,541	\$ 7,664	\$ -	\$ -	\$ 13,624,635	\$ 406,066,943

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



**WASHOE COUNTY SCHOOL DISTRICT**  
**RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED JUNE 30, 2018**

Net change in fund balances - governmental funds \$ 190,297,190

Amounts reported for governmental activities in the Statement of Activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities.

Expenditures for capital assets	\$ 95,183,706	
Less current year depreciation	<u>(30,546,625)</u>	
		64,637,081

Repayment of debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities. 32,205,405

Interest on long-term debt in the Statement of Activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due and thus requires current financial resources. In the Statement of Activities, however, interest expense is recognized as the interest accrues, regardless of when it is due. (1,993,655)

Because some revenues will not be collected in time to pay for obligations of the current period, they are not considered available revenues in the governmental funds and are instead reported as deferred inflows. The changes in deferred inflows are accounted for as revenue in the Statement of Activities. (318,986)

In the Statement of Activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balances by the net book value of the assets sold. (1,126,385)

Issuance of long-term debt (e.g. refunding debt) provides current financial resources to the governmental funds, while the repayment of the principal consumes the current financial resources of governmental funds. The net effect of these transactions are deferred and amortized in the Statement of Activities.

Bonds issued	(224,705,000)	
Refunding bonds issued	(33,615,000)	
Payment of bond principal	<u>35,725,000</u>	
		(222,595,000)

Costs associated with the issuance of long-term debt and any discount or premium realized at the time of incurring debt are recognized as an expenditure and other financing source or use respectively in the governmental funds. These items are accrued and deferred in the Statement of Activities and amortized over the life of the new debt.

Retirement costs	4,374,313	
Current year amortization of retirement charges	<u>(2,604,004)</u>	
		1,770,309

Current year bond premiums	(25,272,013)	
Current year amortization of bond premiums	<u>6,422,475</u>	
		(18,849,538)

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. Conversely, some expenses reported in the Statement of Activities last year are reported as expenditures in the governmental funds this year.

Change in long-term compensated absences	\$ (1,095,356)	
Change in other postemployment benefits net asset	<u>(4,123,564)</u>	
		\$ (5,218,920)

District pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability is measured a year before the District's report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pensions, is reported in the Statement of Activities.

District pension contributions	48,868,825	
Pension expense	<u>(53,214,199)</u>	
		(4,345,374)

Internal service funds are used by management to charge the costs of certain insurance activities to individual funds. The change in net position of the internal service funds is reported with governmental activities.

		<u>33,414,425</u>
Change in net position of governmental activities		\$ <u><u>64,776,552</u></u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
Local sources	\$ 320,828,024	\$ 324,480,396	\$ 319,074,062	\$ (5,406,334)
State sources	136,826,554	133,174,182	136,684,502	3,510,320
Federal sources	716,000	716,000	615,980	(100,020)
Total revenues	<u>458,370,578</u>	<u>458,370,578</u>	<u>456,374,544</u>	<u>(1,996,034)</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	215,900,183	217,450,322	210,469,065	6,981,257
Special programs	5,433,908	5,483,765	4,985,316	498,449
Vocational programs	6,255,723	5,668,631	5,608,081	60,550
Other instructional programs	13,296,874	13,713,467	12,946,055	767,412
Co-curricular programs	4,064,154	4,929,107	3,920,051	1,009,056
Undistributed expenditures				
Student support	33,276,564	32,475,552	31,766,681	708,871
Instructional staff support	15,756,870	15,982,833	15,195,251	787,582
General administration	12,845,715	14,480,629	6,154,378	8,326,251
School administration	36,652,582	36,150,904	35,297,243	853,661
Central services	23,931,604	23,782,337	23,053,603	728,734
Operation and maintenance	49,182,888	49,291,727	46,969,177	2,322,550
Student transportation	16,436,124	20,079,355	19,621,614	457,741
Total expenditures	<u>433,033,189</u>	<u>439,488,629</u>	<u>415,986,515</u>	<u>23,502,114</u>
Excess (deficiency) of revenues over (under) expenditures	<u>25,337,389</u>	<u>18,881,949</u>	<u>40,388,029</u>	<u>21,506,080</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Medium-term financing	-	3,100,000	3,100,000	-
Proceeds from sale of property	85,000	85,000	55,923	(29,077)
Contingency	(833,965)	(4,055,702)	-	4,055,702
Transfers out	(47,991,997)	(47,998,293)	(45,965,403)	2,032,890
Total other financing sources (uses)	<u>(48,740,962)</u>	<u>(48,868,995)</u>	<u>(42,809,480)</u>	<u>6,059,515</u>
Net change in fund balance	(23,403,573)	(29,987,046)	(2,421,451)	27,565,595
<b>FUND BALANCE, July 1</b>	<u>34,667,158</u>	<u>43,304,157</u>	<u>43,304,157</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 11,263,585</u>	<u>\$ 13,317,111</u>	<u>\$ 40,882,706</u>	<u>\$ 27,565,595</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION - SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
State sources	\$ 27,177,533	\$ 29,150,397	\$ 29,185,152	\$ 34,755
<b>EXPENDITURES</b>				
Current				
Special programs	71,032,175	72,800,313	70,790,149	2,010,164
Excess (deficiency) of revenues over expenditures	(43,854,642)	(43,649,916)	(41,604,997)	2,044,919
<b>OTHER FINANCING SOURCES</b>				
Transfers in	43,643,620	43,649,916	41,604,997	(2,044,919)
Net change in fund balance	(211,022)	-	-	-
<b>FUND BALANCE, July 1</b>	211,022	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -

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

**WASHOE COUNTY SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF NET POSITION  
JUNE 30, 2018**

	<b>BUSINESS-TYPE ACTIVITIES NUTRITION SERVICES ENTERPRISE FUND</b>	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>ASSETS</b>		
Current assets		
Cash and investments	\$ 3,107,419	\$ 38,120,968
Investments - restricted for OPEB	-	34,279,184
Accounts receivable	3,079,752	1,018,489
Interest receivable	-	41,444
Inventories	643,372	-
Prepays	1,165	-
Due from other governments	-	42,987
	<hr/>	<hr/>
Total current assets	6,831,708	73,503,072
	<hr/>	<hr/>
Capital assets		
Construction in progress	55,176	249,805
Buildings and improvements	1,213,573	-
Machinery and equipment	3,477,008	-
Less: Allowance for depreciation	(2,129,245)	-
	<hr/>	<hr/>
Total capital assets	2,616,512	249,805
	<hr/>	<hr/>
Total assets	9,448,220	73,752,877
	<hr/>	<hr/>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred outflows of resources related to pension	1,766,935	242,005
Deferred outflows of resources related to OPEB	806,913	27,148
	<hr/>	<hr/>
Total deferred outflow of resources	2,573,848	269,153
	<hr/>	<hr/>
Total assets and deferred outflows of resources	12,022,068	74,022,030
	<hr/>	<hr/>
<b>LIABILITIES</b>		
Current liabilities		
Accounts payable	71,159	69,080
Construction contracts payable	55,176	90,832
Accrued liabilities	838,570	36,909
Pending claims	-	11,134,727
Unearned revenues	420,819	-
	<hr/>	<hr/>
Total current liabilities	1,385,724	11,331,548
	<hr/>	<hr/>
Noncurrent liabilities		
Pending claims	-	4,587,539
Net pension liability	8,340,554	1,102,756
Net OPEB liability	5,957,797	218,778
	<hr/>	<hr/>
Total noncurrent liabilities	14,298,351	5,909,073
	<hr/>	<hr/>
Total liabilities	15,684,075	17,240,621
	<hr/>	<hr/>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows of resources related to pension	776,411	91,364
Deferred inflows of resources related to OPEB	673,477	28,531
Unavailable revenues	-	42,987
	<hr/>	<hr/>
Total deferred inflows of resources	1,449,888	162,882
	<hr/>	<hr/>
Total liabilities and deferred inflows of resources	17,133,963	17,403,503
	<hr/>	<hr/>
<b>NET POSITION</b>		
Net investment in capital assets	2,616,512	249,805
Restricted for OPEB	-	34,279,184
Unrestricted	(7,728,407)	22,089,538
	<hr/>	<hr/>
Total net position	\$ (5,111,895)	\$ 56,618,527
	<hr/>	<hr/>

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

**WASHOE COUNTY SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>BUSINESS-TYPE ACTIVITIES NUTRITION SERVICES ENTERPRISE FUND</b>	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>OPERATING REVENUES</b>		
Local sources	\$ 5,621,234	\$ 85,226,182
<b>OPERATING EXPENSES</b>		
Food and supplies	11,143,714	-
Salaries and benefits	11,039,738	465,833
Employee benefits	-	81,188,233
Claims and services	-	6,427,853
Purchased services	1,243,062	-
Depreciation	241,327	-
Other	509,048	-
Total operating expenses	24,176,889	88,081,919
Operating (loss)	(18,555,655)	(2,855,737)
<b>NONOPERATING REVENUES</b>		
Federal subsidies	17,256,930	-
Commodity revenues	1,812,663	-
State matching funds	68,995	-
Contributions and donations	14,500	-
Earnings on investments	-	350,959
Total nonoperating revenues	19,153,088	350,959
Income (loss) before transfers	597,433	(2,504,778)
<b>TRANSFERS</b>		
Transfers in	-	35,919,203
Change in net position	597,433	33,414,425
<b>NET POSITION, July 1 - as originally stated</b>	83,545	23,423,378
<b>Prior period adjustment - implementation of GASB 75,82</b>	(5,792,873)	(219,276)
<b>NET POSITION, July 1 - as restated</b>	(5,709,328)	23,204,102
<b>NET POSITION, June 30</b>	\$ (5,111,895)	\$ 56,618,527

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

**WASHOE COUNTY SCHOOL DISTRICT  
PROPRIETARY FUNDS  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>BUSINESS-TYPE ACTIVITIES NUTRITION SERVICES ENTERPRISE FUND</b>	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities		
Cash received for services	\$ 5,978,127	\$ 85,629,485
Cash paid for salaries and benefits	(11,021,148)	(455,120)
Cash payments for employee benefits	-	(80,381,745)
Cash payments for claims and services	-	(6,374,105)
Cash paid for food and supplies	(9,199,148)	-
Cash payments for purchased services	(1,243,062)	-
Cash payments for other	(509,048)	-
	<u>(15,994,279)</u>	<u>(1,581,485)</u>
Net cash provided (used) by operating activities		
Cash flows from capital and related financing activities		
Purchase of equipment	(352,609)	(249,805)
Cash flows from noncapital financing activities		
Federal reimbursements	17,256,930	-
State matching funds	68,995	-
Contributions and donation	14,500	-
Transfers in	-	35,919,203
	<u>17,340,425</u>	<u>35,919,203</u>
Net cash provided by noncapital financing activities		
Cash flows from investing activities		
Interest received on investments	-	328,935
Net increase in cash and cash equivalents	993,537	34,416,848
<b>Cash and investments, beginning of year</b>	<u>2,113,882</u>	<u>37,983,304</u>
<b>Cash and investments, end of year</b>	<u><u>\$ 3,107,419</u></u>	<u><u>\$ 72,400,152</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH (USED) BY OPERATIONS</b>		
Operating (loss)	\$ (18,555,655)	\$ (2,855,737)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations		
Depreciation	241,327	-
Commodity revenues	1,812,663	-
Non-cash pension liability adjustment	35,981	13,242
Non-cash OPEB liability adjustment	49,338	6,272
Changes in assets and liabilities		
Accounts receivable	367,787	403,303
Inventories	110,040	-
Prepays	14,379	-
Accounts payable	(47,692)	12,818
Construction contracts payable	55,176	90,832
Accrued liabilities	(66,729)	(4,703)
Pending claims	-	752,488
Unearned revenues	(10,894)	-
	<u>2,561,376</u>	<u>1,274,252</u>
Total adjustments		
Net cash (used) by operations	<u><u>\$ (15,994,279)</u></u>	<u><u>\$ (1,581,485)</u></u>

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



**WASHOE COUNTY SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF FIDUCIARY NET POSITION  
JUNE 30, 2018**

	<b>PRIVATE- PURPOSE SCHOLARSHIP TRUST FUND</b>	<b>OTHER POST- EMPLOYMENT BENEFITS TRUST FUND</b>	<b>AGENCY FUNDS</b>
<b>ASSETS</b>			
Cash and investments			
Cash	\$ 1,107,293	\$ 248,546	\$ 4,790,683
Investment in state pool	-	-	4,006,245
RBIF participation units	-	23,757,455	-
Accounts receivable	-	-	89,374
Total assets	<u>1,107,293</u>	<u>24,006,001</u>	<u>8,886,302</u>
<b>LIABILITIES</b>			
Accrued liabilities	25,400	-	89,374
Due to student groups	-	-	8,796,928
Total liabilities	<u>25,400</u>	<u>-</u>	<u>8,886,302</u>
<b>NET POSITION</b>			
Assets held in trust	<u>\$ 1,081,893</u>	<u>\$ 24,006,001</u>	<u>\$ -</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>PRIVATE- PURPOSE SCHOLARSHIP TRUST FUND</b>	<b>OTHER POST- EMPLOYMENT BENEFITS TRUST FUND</b>
<b>ADDITIONS</b>		
Earnings on investments	\$ 14,863	\$ 4,977,195
Donations	75,354	-
Total additions	90,217	4,977,195
<b>DEDUCTIONS</b>		
Benefits	-	9,085,661
Other	89,065	34,279,184
Total deductions	89,065	43,364,845
Change in net position	1,152	(38,387,650)
<b>NET POSITION, July 1</b>	1,080,741	62,393,651
<b>NET POSITION, June 30</b>	\$ 1,081,893	\$ 24,006,001

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

# **Notes to Financial Statements**

The notes provide required disclosures and information necessary to understand the District's activities.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**NOTE 1 – Summary of Significant Accounting Policies:**

The accompanying financial statements of the Washoe County School District, Washoe County, Nevada (the "District") have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of existing Government and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

**Reporting Entity:**

The District is organized under terms of legislation enacted in 1956 creating the countywide school districts. The governing board consists of seven members elected by the voters in the district for four-year terms, and has authority to adopt and administer budgets. The District receives funding from Local, State, and Federal government sources and must comply with the related requirements of these funding source entities. However, the District is not included in any other governmental "reporting entity," since trustees are elected by the public, it is a legally separate government and it is fiscally independent of any other governmental entity. In addition, the District is not financially accountable for any other entity.

**Implementation of GASB Statement No. 75**

As of July 1, 2017, the District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The implementation of this standard improves the usefulness of information about and improves accounting and financial reporting for postemployment benefits other than pensions (other postemployment benefits or OPEB). The effect of the implementation of this standard on beginning net position is disclosed in Note 13 to the financial statements and the additional disclosures required by this standard are included in Note 9.

**Basic Financial Statements – Government-Wide Statements:**

The basic financial statements include both government-wide (based on the District as a whole) and fund financial statements. The reporting focus is on either the District as a whole or major individual funds and nonmajor funds in the aggregate (within the fund financial statements).

The government-wide financial statements (the Statement of Net Position and the Statement of Activities) report information on all of the nonfiduciary activities of the District. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. For the most part, the effect of interfund activity has been removed from these statements. Interfund activities relating to services provided and used between functions are not eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

In the government-wide Statement of Net Position, the consolidated financial position of the District is presented at year-end, in separate columns, for both governmental and business-type activities, and is reflected on a full accrual, economic resource basis that recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts – net investment in capital assets; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities, then unrestricted resources, as they are needed.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by the general revenues (Ad Valorem taxes, School Support taxes, Distributive School funds, Government Services Tax and interest income not legally restricted for specific programs, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and operating grants. Program revenues include charges for services, operating grants and contributions, capital grants and contributions, and investment earnings legally restricted to support a specific program. Program revenue must be directly associated with the function. Operating grants include operating-specific and discretionary grants. The net costs (by function) are normally covered by general revenue.

Basic Financial Statements – Fund Financial Statements:

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses. District resources are allocated to and accounted for in individual funds based upon the purposes for which they are intended and the means by which spending activities are controlled. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

The emphasis in the fund financial statements is on the major funds in the governmental and business-type activity categories. Nonmajor governmental funds are summarized into a single column. GASB Statement No. 34 *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments* sets forth criteria for the determination of major funds. District management may electively add funds as major funds when it is determined the funds have specific community or management focus. Major individual governmental and business-type funds are reported as separate columns in the fund financial statements.

The focus of the governmental funds' measurement in the fund statements is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

The focus for proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses. The generally accepted accounting principles applicable are those similar to businesses in the private sector.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

The District's internal service funds are presented in the proprietary fund's financial statements. Because the principal users of the internal services are the District's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the costs of these services are reported in the appropriate functional activity.

The District's fiduciary funds are presented in the fiduciary fund financial statements by type. Since, by definition, these assets are held for the benefit of third parties and cannot be used to address activities or obligations of the District, these funds are not incorporated into the government-wide statements.

The District uses the following funds:

Major Funds:

**Governmental Funds:**

- **General Fund** – The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund.
- **Special Education Fund** – The Special Education Fund accounts for transactions of the District relating to educational services provided to children with special needs supported by state and local sources. The revenues of the fund consist of distributions from the State of Nevada Distributive School Account. Expenses not covered by the State are covered by a transfer from the General Fund.
- **Debt Service Fund** – The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt and other debt of governmental activities.
- **Debt Service – WC1 Fund** – The Debt Service – WC1 Fund accounts for the resources accumulated from the sales tax increase approved by the voters of Washoe County in 2016 and payments made for principal and interest on long-term general obligation debt.
- **WC1 Sales Tax Revenue Fund** – The WC1 Sales Tax Revenue Capital Projects Fund accounts for the resources accumulated from the sales tax increase approved by the voters of Washoe County in 2016. The proceeds will be used for pay-as-you-go capital projects.
- **2017C Sales Tax Revenue Bond Fund** – The 2017C Sales Tax Revenue Bond Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds will be used for school design, site acquisitions and planning.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

- **2017B Extended Bond Rollover Fund** – The 2017B Extended Bond Rollover Capital Projects Fund accounts for the proceeds of this issuance. The proceeds will be used for upgrades and capital renewal projects at existing facilities, new school design, and site acquisitions.
- **2017A Extended Bond Rollover Fund** – The 2017A Extended Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds will be used for new school design, site acquisitions and planning, an addition to an existing high school, and upgrades and capital renewal projects at existing facilities.
- **2016B Extended Bond Rollover Fund** – The 2016B Extended Bond Rollover Capital Projects Fund accounts for the proceeds of this issuance. The proceeds will be used for school design, site acquisitions and planning.
- **2016A Extended Bond Rollover Fund** – The 2016A Extended Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds will be used primarily for safety and security projects, student housing and overcrowding relief, advanced planning, and various capital renewal projects.
- **2013 Bond Rollover Fund** – The 2013 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds will be used primarily for capital renewal projects, technology, and revitalization/infrastructure improvements at schools located within Washoe County.
- **2012 Bond Rollover Fund** – The 2012 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds will be used primarily for revitalization/infrastructure improvements and capital renewal projects.
- **2010 Washoe County Recovery Zone Economic Development Bond (RZEDB) Fund** – The 2010 Washoe County RZEDB Fund accounts for the proceeds of this bond issuance. The proceeds are being used for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County.
- **2009B Washoe County Recovery Zone Economic Development Bond (RZEDB) Fund** – The 2009 Washoe County RZEDB Fund accounts for the proceeds of this bond issuance. The proceeds are being used primarily for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County.
- **2009B City of Reno Recovery Zone Economic Development Bond (RZEDB) Fund** – The 2009 City of Reno RZEDB Fund accounts for the proceeds of this bond issuance. The proceeds are being used primarily for revitalization/infrastructure improvements and capital renewal projects for schools located within Reno city limits.



**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

- **2011B Bond Rollover Fund** – The 2011B Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds will be used primarily for revitalization/infrastructure improvements and capital renewal projects.
- **2009 Bond Rollover Fund** – The 2009 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds are being used for the construction of a new elementary school, school renewal projects and information technology projects.
- **2007 Bond Rollover Fund** – The 2007 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds are being used for new school construction, school renewal projects and information technology projects.

**Proprietary Funds:**

- **Enterprise Fund** – The District's sole enterprise fund, the Nutrition Services Enterprise Fund, is used to account for the nutrition services operation of the District.

Additionally, the District reports the following fund types:

**Internal Service Funds:**

- The Internal Service Funds account for the financing of services provided by one department to other departments of the District on a cost-reimbursement basis. Currently, there are three District Internal Service Funds:

**Property and Casualty** – accounts for self-insurance claims and fees to provide property and liability insurance.

**Health Insurance** – accounts for the self-funded health plan and other contractual health insurance plans.

**Workers' Compensation** – accounts for the self-insurance claims and fees to provide workers' compensation.

**Fiduciary Funds:**

- **Private Purpose Scholarship Trust Fund** – accounts for resources legally held in trust for use for scholarships.
- **Other Postemployment Benefits (OPEB) Trust Fund** – accounts for resources legally held in trust to fund postemployment benefit costs paid by the District.
- **Agency Funds** – account for student activity funds under the control of the respective schools in the District, and transactions related to the statewide Nevada Interscholastic Athletic Association.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

Measurement Focus/Basis of Accounting:

The measurement focus describes the types of transactions and events that are reported in a fund's operating statement. Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue when all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers all non-grant revenues to be available if they are collected within 60 days of the end of the current fiscal period and grant revenues to be available if they are collected within 80 days of the end of the current fiscal period. Grant revenues have been extended due to the increased period required to collect revenues from the state and Federal Government. When revenues are due but will not be collected within the availability period, the receivable is recorded and an offsetting deferred inflow of resources account is established. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Most major sources of revenue reported in governmental funds are susceptible to accrual under the modified accrual basis of accounting. Below is a summary of revenue recognition policies for all major revenue sources.

Type of Revenue	Accrued When Measurable and Available	Recognized When Received	Accrued When Earned
AD VALOREM TAXES	X		
LOCAL SCHOOL SUPPORT TAXES	X		
GOVERNMENT SERVICES TAXES	X		
DISTRIBUTIVE SCHOOL FUND	X		
INTEREST			X
GRANTS-IN-AID	X		
MISCELLANEOUS REVENUE		X	

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

Proprietary Funds:

Proprietary Funds are accounted for on a flow of economic resources measurement focus and use the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Accrued liabilities include provisions for claims reported and claims incurred but not reported. The provision for reported claims is determined by estimating the amount which will ultimately be paid. The provision for claims incurred but not yet reported is estimated based on District experience since the inception of the program.

Fiduciary Funds:

The accounting records for the Private Purpose Scholarship Trust Fund and the Other Postemployment Benefits Trust Fund are maintained on the economic resources measurement focus and accrual basis of accounting. Contributions are recognized in the Other Postemployment Benefits Trust Fund in the period in which the contributions are due and the District has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. The accounting records for the agency funds do not have a measurement focus and are maintained on the accrual basis of accounting.

Property Taxes:

All real property in Washoe County is assigned a parcel number in accordance with state law, with each parcel being subject to physical reappraisal every five years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The valuation of the property and its improvements is being assessed at 35 percent of "taxable value" as defined by statute. The amount of tax levied is developed by multiplying the assessed value by the tax rate applicable to the area in which the property is located. The maximum tax rate was established in the State Constitution at \$5 per \$100 of assessed valuation; however, as a result of legislative action the tax rate has been further limited to \$3.64 per \$100 of assessed value except in cases of severe financial emergency as defined in NRS 354.705.

Taxes on real property are a lien on the property and attach on July 1 (the levy date) of the year for which the taxes are levied. Taxes may be paid in four installments payable on the third Monday in August and the first Mondays in October, January, and March to the Treasurer of Washoe County in which the District is located. Penalties are assessed if a taxpayer fails to pay an installment within ten days of the installment due date. After a two-year waiting period, if taxes remain unpaid, a tax deed is issued conveying the property to the County with a lien for back taxes and accumulated charges. Redemption may be made by the owner and such persons as described by statute by paying all back taxes and accumulated penalties, interest, and costs before sale.

Taxes on personal property, other than mobile and manufactured homes, are calculated using values derived from Personal Property Declarations submitted to the Washoe County Assessor's Office by business and aircraft owners. The Assessor's Office is required to estimate the value of the personal property if owners or their agents fail to declare personal property. Business personal property and aircraft taxes are billed in monthly cycles beginning in September and continuing through April of each tax year. Each bill is due upon receipt and delinquent after 30 days. The Treasurer's Office is responsible for conducting seizure and sale of property when there is an ongoing delinquency. The County is allowed to deduct eight percent of personal property tax collections as a commission, prior to distributing collections to taxing entities.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

Secured roll property taxes receivable reflect only those taxes receivable from the last two delinquent roll years. Delinquent taxes from all roll years prior to fiscal year 2016-17 have been written off.

Budgets and Budgetary Accounting:

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- (1) Prior to April 15, the Superintendent submits to the Board of Trustees and to both the Nevada Department of Taxation and Department of Education, a tentative budget for the fiscal year commencing the following July 1. The tentative budget includes proposed expenditures and the means of financing them.
- (2) Prior to the third Wednesday in May, a minimum of seven days' notice of public hearing on the final budget is published in a local newspaper. Public hearings are conducted prior to the adoption of the budget to obtain taxpayer comments.
- (3) On or before June 8, the budget is legally adopted by a majority vote of the Board of Trustees.
- (4) On or before January 1, the Board of Trustees adopts an amended final budget reflecting any adjustments necessary as a result of the complete count of students.
- (5) NRS provides that the Board of Trustees may augment the budget for a fund that receives property tax revenues at any time by a majority vote of the Board provided the Board publishes notice of intention to act, in a newspaper of general circulation in the county at least three days before the date set for adoption of the resolution. Augmentations of other funds require that the governing body adopt a resolution by majority vote at a regular meeting and submit the resolution to the Nevada Department of Taxation.
- (6) The legal level of budgetary control is at the function level for the General Fund, Special Revenue Funds and Capital Projects Funds, and the sum of operating and non-operating expenses in the Enterprise and Internal Service Funds. State statute does not require that debt service payments be limited by the budget.
- (7) The Chief Financial Officer is authorized to transfer appropriations within and between funds if amounts do not exceed the original budget. The Board of Trustees is advised of the transfer and the transfer is recorded in the minutes.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

- (8) Formal budgetary integration is employed as a management control device for the General Fund, Special Revenue Funds, Debt Service Fund, Enterprise Fund, Internal Service Funds and Capital Projects Funds. Such funds have legally adopted annual budgets which lapse at year-end. The ensuing year's budget is augmented to provide for the payment of prior year encumbrances. The prior year encumbrances, where applicable, have been included in the Original Budget column of the financial statements.
- (9) All budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all funds except for the Private Purpose Scholarship Trust Fund and Agency Funds, which do not require budgets.

All budgets presented in the accompanying supplementary information reflect the original budget and final budget (which has been adjusted for legally authorized revisions of the annual budgets during the year). Appropriations, except encumbrances and unexpended grant appropriations, lapse at the end of each fiscal year.

Cash and Investments:

Cash balances from all funds are combined and, to the extent practicable, invested as permitted by law. The District voluntarily participates in the State of Nevada Local Government Investment Pool (LGIP) and Washoe County's external investment pool. Interest earned on investments is allocated to certain funds pursuant to Nevada Revised Statutes.

Investments are recorded at fair value in accordance with GASB Statement No. 72, *Fair Value Measurements and Application*. Accordingly, the change in fair value of investments is recognized as an increase or decrease to investment assets and investment income.

Pursuant to NRS 355.170 and 355.175, the District may invest in the following types of securities:

- United States bonds and debentures maturing within ten (10) years from the date of purchase.
- Certain farm loan bonds.
- Obligations of an agency or instrumentality of the United State of America or a corporation sponsored by the government, maturing within ten (10) years from the date of purchase.
- Negotiable certificates of deposit from commercial banks and insured savings and loan associations, and credit unions.
- Certain securities issued by local governments of the State of Nevada.
- Certain bankers' acceptances, commercial paper issued by a corporation organized and operating in the United States, and money market mutual funds.
- Certain obligations of state and local governments.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

- State of Nevada Local Government Investment Pool.
- Certain “AAA” rated mutual funds that invest in federal securities.
- Other securities expressly provided by other statutes, including repurchase agreements and collateralized investment contracts.

Statements of Cash Flows:

For purposes of the statements of cash flows, the District considers all short-term highly liquid instruments purchased with an original maturity of three months or less to be cash equivalents.

Inventories:

Inventories for the General Fund and the Nutrition Services Enterprise Fund are maintained on a consumption basis of accounting, where items are purchased for inventory and charged to the budgetary accounts as the items are consumed. Inventories are stated at cost for the General Fund and the lower of cost or market for the Nutrition Services Enterprise Fund, except for inventories of commodities which are stated at market value, using the first-in, first-out (FIFO) method of valuation.

Capital Assets:

Capital assets, including land, buildings, machinery and equipment, are reported in the government-wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. If purchased or constructed, all capital assets are recorded at historical cost or estimated historical cost. Donated capital assets are valued at their acquisition value as of the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the assets' lives are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are constructed.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Building/Land Improvements	7 - 50
Vehicles/Buses	8 - 10
Machinery and Equipment	5 - 20

Allowance for Uncollectible Receivables:

The District has not established an allowance for uncollectible receivables since prior experience has shown that uncollectible receivables are not significant.

Accrued Liabilities:

Accrued liabilities consist principally of teacher, administrator, and other District employee salaries and benefits relating to the school program year ended June 30, 2018, but not yet paid.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

Pensions:

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employees' Retirement System of the State of Nevada (PERS) Base Plan (Base Plan) and additions to/deductions from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows and Deferred Inflows of Resources:

In addition to assets, the Statement of Net Position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District reports amounts related to pensions, other postemployment benefits, and deferred debt retirement charges on the government-wide Statement of Net Position and amounts related to pensions and other postemployment benefits on the proprietary funds' Statement of Net Position as deferred outflows of resources.

In addition to liabilities, the Statement of Net Position and Balance Sheets report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The District reports amounts related to pensions, other postemployment benefits, and deferred revenues on the Government-wide Statement of Net Position and unavailable revenues on the Governmental Funds Balance Sheet as deferred inflows of resources. The District reports amounts related to pensions, other postemployment benefits, and unavailable revenues on the proprietary funds' Statement of Net Position as deferred inflows of resources.

Expenditures:

Expenditure data is characterized by major program classifications pursuant to the provisions of the National Center for Education Statistics handbook entitled *Financial Accounting for Local and State School Systems* as modified by the State of Nevada. Below is a brief description of these program classifications.

**Regular programs** are activities that provide students in prekindergarten through grade 12 with learning experiences to prepare them for further education or training and for responsibilities as citizens, family members, and workers.

**Special programs** include activities for elementary and secondary students (prekindergarten through grade 12) receiving special education and related services. These services are related to mental retardation, orthopedic impairment, emotional disturbance, developmental delay, specific learning disabilities, multiple disabilities, hearing impairment, other health impairments, visual impairments including blindness, autism, deaf-blindness, traumatic brain injury, and speech or language impairments. Special programs include students receiving services related to gifted and talented programs.



**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**Vocational programs** are activities delivered through traditional comprehensive and vocational-technical high schools or recognized charter schools that prepare students to meet challenging academic standards as well as industry skill standards while preparing students for broad-based careers and further education beyond high school.

**Other instructional programs** are activities that provide students in prekindergarten through grade 12 with learning experiences in English for speakers of other languages, alternative and at-risk education programs, remedial programs, summer school programs, and other instructional programs.

**Adult education programs** are activities that develop knowledge and skills to meet immediate and long-range educational objectives of adults who, having completed or interrupted formal schooling, have accepted adult roles and responsibilities. Programs include activities to foster the development of fundamental tools of learning; prepare students for a postsecondary career; prepare students for postsecondary education programs; upgrade occupational competence; prepare students for a new or different career; develop skills and appreciation for special interests; or enrich the aesthetic qualities of life.

**Community services programs** are activities not directly related to the provision of educational services in the District. These include services such as community recreation programs, civic activities, public libraries, programs of custody and care of children and community welfare activities provided by the District for the community as a whole or some segment of the community.

**Co-curricular programs** are activities that add to a student's educational experience but are not related to educational activities. These include events and activities that take place outside the traditional classroom such as student government, athletics, band, choir, clubs, and honors societies.

**Undistributed expenditures** are those which are not allocated to any single program. Student and instructional staff support and overall general and administrative costs are classified as undistributed expenditures. Also included are costs of operating, maintaining, and constructing the physical facilities of the District.

Compensated Absences:

Teachers and certain hourly employees do not receive vacation leave. For other District employees, vacation leave is earned at rates dependent on length of employment and can be accumulated to specific maximum days/hours. The District pays limited accumulated sick leave benefits to certain employees upon separation. In proprietary funds, compensated absences are recorded when the liabilities are incurred. In governmental funds, the current portion is recorded as a payroll expenditure only if it has matured as a result of employees who have terminated as of June 30. The current portion is defined as those benefits expected to be paid in the subsequent twelve months. The estimated long-term liability for compensated absences is accounted for in the government-wide financial statements.

**WASHOE COUNTY SCHOOL DISTRICT  
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Comparative Data:

Comparative total data for the prior year has been presented to provide an understanding of the changes in the financial position and operations. It has been provided to add comparability but is not considered full disclosure of transactions for fiscal year 2017. Such information can only be obtained by referring to the audited financial statements for that year. Certain amounts in the prior year statements have been reclassified when feasible to conform to current year presentation.

**NOTE 2 – Compliance with Nevada Revised Statutes and Nevada Administrative Code:**

The District conformed to all significant statutory constraints on its financial administration during the year.

**NOTE 3 – Cash and Investments:**

The District maintains a cash and investment pool that is available for use by all funds. At June 30, 2018 this pool is displayed by major and other governmental funds on the Governmental Funds Balance Sheet and on the Enterprise Fund Statement of Net Position as "Cash and Investments."

As of June 30, 2018, the District had the following amounts reported as cash and investments:

Government-Wide Balances:

Pooled cash	\$ 23,043,956
Investments	<u>450,322,164</u>
	<u>\$473,366,120</u>

Fiduciary Fund Balances:

Cash held by Student Activity Fund Agency Fund	\$ 4,790,683
Cash held by OPEB Trust Fund	248,546
Investments	<u>28,870,993</u>
	<u>\$ 33,910,222</u>
	<u><u>\$507,276,342</u></u>

Except for financial reporting purposes, the cash and investments balances in the Fiduciary Funds are not normally considered part of the District's pooled cash and investments. These amounts represent cash and investments held in an agency capacity by the District and cannot be used in the District's normal operations.

The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District does not have any investments that are measured using Level 2 or Level 3 inputs.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
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As of June 30, 2018, the District had the following recurring fair value measurements, except those measured at cost as identified below:

Government-Wide Balances:

	Fair Value	Fair Value Measurements Using		
		Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Investments:				
Money Market Mutual Fund	\$210,274,373	\$210,274,373	\$ -	\$ -
U.S. Treasuries	10,764,093	10,764,093	-	-
U.S. Agencies	7,080,705	7,080,705	-	-
Asset-Backed Corporate Securities	5,349,909	5,349,909	-	-
Corporate Securities	6,021,702	6,021,702	-	-
Certificates of Deposit (at cost)	3,919,870	3,919,870	-	-
	243,410,652	<u>\$243,410,652</u>	<u>\$ -</u>	<u>\$ -</u>
Investments not Classified by Level:				
State of Nevada Local Government Investment Pool	123,116,462			
State of Nevada Local Government Investment Pool-Workers Comp	2,493,240			
Washoe County Investment Pool	47,022,626			
Retirement Benefits Investment Fund	34,279,184			
Total Investments	<u>\$450,322,164</u>			

Fiduciary Fund Balances:

Investments:	
Retirement Benefits Investment Fund	\$ 23,757,455
State of Nevada Local Government Investment Pool	<u>5,113,538</u>
Total Investments	<u>\$ 28,870,993</u>

Investments categorized as Level 1 are valued using prices quoted in active markets for those investments.

The District is a voluntary participant in the State of Nevada Local Government Investment Pool (LGIP) which has regulatory oversight from the Board of Finance of the State of Nevada. The District's investment in the LGIP is equal to its original investment plus monthly allocation of interest income, and realized and unrealized gains and losses, which is the same as the value of the pool shares. The District's investment in the LGIP is reported at fair value. Fair value is determined on a daily basis. Nevada Revised Statutes (NRS 355.170) set forth acceptable investments for Nevada local governments.

The District is a voluntary participant in the Washoe County Investment Pool which has regulatory oversight from the Board of County Commissioners. The District's investment in the Washoe County Investment Pool is equal to its original investment plus or minus monthly allocation of interest income, and realized and unrealized gains and losses, which is the same as the value of the pool shares. The District's investment in the Washoe County Investment Pool is reported at fair value. Fair value is determined on a monthly basis. Nevada Revised Statutes (NRS 355.170) set forth acceptable investments for Nevada local governments.

**WASHOE COUNTY SCHOOL DISTRICT  
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The District, through the OPEB Trust Board, is a voluntary participant in the Retirement Benefits Investment Fund (RBIF) which has regulatory oversight from the Public Employees' Retirement Board of the State of Nevada. The District's investment in RBIF is equal to its original investment plus monthly allocation of interest income, and realized and unrealized gains and losses, according to their proportional share in the fund. The District's investment in the RBIF is reported at fair value. Fair value is determined on a monthly basis. Nevada Revised Statutes (NRS 355.170) set forth acceptable investments for Nevada local governments.

As of June 30, 2018, the District had the following investments and maturities:

Government-Wide Balances:

	Fair Value	Investment Maturities (In Years)			
		Less than 1	1 to 4	4 to 6	6 to 10
Investments:					
Money Market Mutual Fund	\$ 210,274,373	\$ 210,274,373	\$ -	\$ -	\$ -
State of Nevada Local Government Investment Pool	123,116,462	123,116,462 *	-	-	-
State of Nevada Local Government Investment Pool-Workers Comp	2,493,240	2,493,240 *	-	-	-
Washoe County Investment Pool	47,022,626	10,858,308	32,787,735	1,998,759	1,377,824
Restricted Investments	34,279,184	34,279,184	-	-	-
U.S. Treasuries	10,764,093	5,894,463	4,869,630	-	-
U.S. Agencies	7,080,705	2,380,945	4,699,760	-	-
Asset-Backed Corporate Securities	5,349,909	775,291	4,574,618	-	-
Corporate Securities	6,021,702	2,974,421	3,047,281	-	-
Certificates of Deposit (at cost)	3,919,870	-	3,919,870	-	-
Total Investments	<u>\$ 450,322,164</u>	<u>\$ 393,046,687</u>	<u>\$ 53,898,894</u>	<u>\$ 1,998,759</u>	<u>\$ 1,377,824</u>

Fiduciary Fund Balances:

	Fair Value
Investments:	
Retirement Benefits Investment Fund	\$ 23,757,455 **
State of Nevada Local Government Investment Pool	<u>5,113,538 *</u>
Total Investments	<u>\$ 28,870,993</u>

\* Average weighted maturity of 310 days.

\*\* Average weighted maturity is unavailable.

**Interest Rate Risk.** Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from a rise in interest rates. To limit exposure to interest rate risk, Nevada Statutes and the District's investment policy limits bankers' acceptances to 180 days maturities, repurchase agreements to 90 days, U.S. Treasuries and Agencies to less than 10 years, and commercial paper to 270 days maturities. The District's investment in U.S. Agencies consists of securities issued by the Federal National Mortgage Association, Federal Home Loan Mortgage Corporation, Federal Farm Credit Bank, and Federal Home Loan Bank. Since investments in these agencies are in many cases backed by assets such as mortgages, they are subject to prepayment risk. The District's investments in all other mortgage-backed securities are also subject to prepayment risk.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of its investments. The State of Nevada Local Government Investment Pool (LGIP), the Washoe County Investment Pool, and the Retirement Benefits Investment Fund are unrated external investment pools. Nevada Statutes and the District's investment policy limit investment in money market mutual funds and asset-backed securities to the "AAA" rating (or equivalent) by a nationally recognized statistical rating organization. All of the District's money market mutual funds and asset-backed securities investments are rated by nationally recognized statistical rating organizations as "AAA".

*Concentration of Credit Risk.* To limit exposure to concentrations of credit risk, the District's investment policy limits investment in bankers' acceptance notes to 15%, repurchase agreements to 25%, commercial paper to 20%, and money market mutual funds to 25%, of the entire portfolio on the date of purchase.

*Custodial Credit Risk – Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. The District's bank deposits are generally covered by FDIC insurance and are collateralized by the Office of the State Treasurer/ Nevada Collateral Pool.

The State of Nevada Local Government Investment Pool (LGIP) is an unrated external investment pool administered by the Office of the State Treasurer, with oversight by the State of Nevada Board of Finance. Investment in LGIP is carried at fair value, which is the same as the value of the pool shares and determined monthly by Bank of New York Mellon.

The Washoe County Board of Commissioners administers and is responsible for the Washoe County Investment Pool in accordance with NRS 355.175. The external investment pool is not registered with the SEC as an investment company. Public Financial Management, LLC determines the fair value of the investment pool monthly. Washoe County has not provided or obtained any legally binding guarantees during the year to support the value of shares. Each participant's share is equal to their original investment plus or minus monthly allocations of interest income and realized and unrealized gains and losses.

The Retirement Benefits Investment Fund (RBIF) is an external pool administered by a board that consists of the same Governor appointed individuals who serve on the Public Employees' Retirement Board. The Board is responsible for administering the Pool in accordance with NRS 355.220(2). The external investment pool is not registered with the SEC as an investment company. Bank of New York Mellon determines the fair value of the investment pool monthly. Each participant acts as fiduciary for its particular share of the Pool. RBIF allocates earnings (which include realized and unrealized gain or loss, interest, and other income) and expenses (both administrative and investment) to each participant according to their proportional share in the Pool. This investment pool is available only to the OPEB Trust Fund (a fiduciary fund of the District).

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**NOTE 4 – Interfund Balances and Transfers:**

Interfund receivable/payable balances at June 30, 2018 are as follows:

Receivable Fund	Payable Fund	Amount
General Fund - major fund	Other Governmental Funds	\$ 8,021,189
Total		<u>\$ 8,021,189</u>

The purpose of the interfund balance listed above is to address nonmajor Special Revenue Funds which are reimbursement-type funds that would otherwise have negative cash balances at the end of the year.

Interfund transfers are reported as other financing sources or uses, as appropriate, in all funds other than Proprietary Funds, where they are reported as transfers.

Transfers between funds during the year ended June 30, 2018, are as follows:

	Transfers In:				
	Special Education Fund	Debt Service Fund	Capital Projects Fund	Internal Service Fund	Total
Transfers Out:					
General Fund	\$ 41,604,997	\$ 2,720,387	\$ -	\$ 1,640,019	\$ 45,965,403
Debt Service Funds	-	-	25,000,000	-	25,000,000
OPEB Trust Fund	-	-	-	34,279,184	34,279,184
Total	<u>\$ 41,604,997</u>	<u>\$ 2,720,387</u>	<u>\$ 25,000,000</u>	<u>\$ 35,919,203</u>	<u>\$ 105,244,587</u>

**Special Education Fund** – The transfer to the Special Education Fund from the General Fund is to supplement State funds received for Special Education.

**Debt Service Fund** – The transfer to the Debt Service Fund from the General Fund is for repayment of non-general obligation debt.

**Capital Projects Fund** – The transfer to the WC1 Sales Tax Revenue Fund from the Debt Service Fund is for pay-as-you-go construction projects.

**Internal Service Funds** – The transfer to the Health Insurance Fund from the General Fund is to cover retiree health care costs. The transfer to the Health Insurance Fund from the OPEB Trust Fund is to transfer the portion of investments related to the Nevada Public Employees' Benefits Plan (NPEBP) out of the OPEB Trust Fund due to the adoption of Governmental Accounting Standards Board (GASB) Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans. For additional information about this transfer and the standard see Note 9.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**NOTE 5 – Capital Assets:**

Capital asset activity for the year ended June 30, 2018 was as follows:

	July 1, 2017 Balance	Increases	Decreases	June 30, 2018 Balance
<b>Governmental Activities</b>				
Capital assets, not being depreciated				
Land	\$ 38,933,306	\$ 21,526,703	\$ -	\$ 60,460,009
Construction in progress	24,739,675	67,092,282	(27,047,192)	64,784,765
Total capital assets not being depreciated	<u>63,672,981</u>	<u>88,618,985</u>	<u>(27,047,192)</u>	<u>125,244,774</u>
Other capital assets				
Buildings	896,590,514	24,839,550	-	921,430,064
Improvements other than buildings	33,708,714	2,212,747	-	35,921,461
Machinery and equipment	82,138,533	5,705,784	(2,372,068)	85,472,249
Total capital assets being depreciated	<u>1,012,437,761</u>	<u>32,758,081</u>	<u>(2,372,068)</u>	<u>1,042,823,774</u>
Total capital assets	<u>1,076,110,742</u>	<u>121,377,066</u>	<u>(29,419,260)</u>	<u>1,168,068,548</u>
Less accumulated depreciation for				
Buildings	(325,076,119)	(23,127,378)	-	(348,203,497)
Improvements other than buildings	(12,146,421)	(1,683,726)	-	(13,830,147)
Machinery and equipment	(59,345,657)	(5,735,521)	2,349,320	(62,731,858)
Total accumulated depreciation	<u>(396,568,197)</u>	<u>(30,546,625)</u>	<u>2,349,320</u>	<u>(424,765,502)</u>
Governmental activities capital assets, net	<u>\$ 679,542,545</u>	<u>\$ 90,830,441</u>	<u>\$ (27,069,940)</u>	<u>\$ 743,303,046</u>
<b>Business-Type Activities</b>				
Capital assets, not being depreciated				
Construction in progress	\$ -	\$ 55,176	\$ -	\$ 55,176
Total capital assets not being depreciated	<u>-</u>	<u>55,176</u>	<u>-</u>	<u>55,176</u>
Other capital assets				
Buildings	1,213,573	-	-	1,213,573
Machinery and equipment	3,173,143	303,865	-	3,477,008
Total capital assets	<u>4,386,716</u>	<u>303,865</u>	<u>-</u>	<u>4,690,581</u>
Less accumulated depreciation for				
Buildings	(52,588)	(48,543)	-	(101,131)
Machinery and equipment	(1,828,899)	(199,215)	-	(2,028,114)
Total accumulated depreciation	<u>(1,881,487)</u>	<u>(247,758)</u>	<u>-</u>	<u>(2,129,245)</u>
Business-type activities capital assets, net	<u>\$ 2,505,229</u>	<u>\$ 111,283</u>	<u>\$ -</u>	<u>\$ 2,616,512</u>

Depreciation was charged to the functions/programs of the District as follows:

**Governmental activities:**

Instruction	\$ 137,422
Student support	57,185
Instructional staff support	35,958
General administration	3,059
School administration	2,770
Central support	435,936
Operation/maintenance	315,876
Student transportation	2,581,985
Other support	863
Facilities	26,975,571
Total governmental activities depreciation expense	<u>\$ 30,546,625</u>

**Business-type activities:**

Nutrition services operations	\$ 241,327
Total business-type activities depreciation expense	<u>\$ 241,327</u>



**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**NOTE 6 – General Long-Term Obligations:**

**Bonds Issued:**

On November 21, 2017 the District issued \$200,000,000 in General Obligation School Improvement Bonds Series 2017C. The term is thirty years with an interest rate of 3.125%-5%. Interest payments began in April of 2018. Principal payments begin in October of 2020. The proceeds will be used for new school construction and existing school improvement projects.

On November 21, 2017 the District issued \$58,320,000 in General Obligation Refunding Bonds Series 2017D. The term is thirteen years with an interest rate of 4%-5%. Interest payments began in June of 2018. Principal payments begin in June of 2020. Net proceeds of \$33,615,000 were used for the refunding of \$35,725,000 of Series 2011A and 2011B bonds. The refunding was undertaken to reduce total debt service payments by \$4,469,738 and resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$3,535,831. The remaining proceeds of \$24,705,000 were used for the refunding of \$26,955,000 of Series 2009B bonds. The refunding was undertaken to reduce total debt service payments by \$1,086,628 and resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$1,001,578. The escrow funded by the refunding bonds and related premium was used only to secure the principal related to \$26,955,000, (exclusive of related call premiums) of the Series 2009B bonds, which will mature on June 1, 2024. The interest related to these maturities is not secured by this escrow. Rather, it will be paid from the existing stream of revenues. Interest on a portion of the newly issued refunding bonds will be paid from proceeds of the escrow until the aforementioned prior bonds are called for redemption. This technique, which is generally referred to as a "crossover refunding," results in economic savings to the District similar to a normal refunding, but does not meet the accounting definition of a legal defeasance of debt, in which case the defeased debt and the related escrow accounts would have been removed. Until such time as the escrow is used to repay the principal of the refunding bonds, such amounts will be reported in the 2009B City of Reno RZEDB Fund and the 2009B Washoe County RZEDB Fund. As of June 30, 2018, \$26,955,000 of these amounts remained outstanding.

**WASHOE COUNTY SCHOOL DISTRICT**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2018**

General long-term debt consists of the following at June 30, 2018:

General Obligation Bonds					
Series	Date Issued	Date of Maturity	Interest Rate (%)	Amount Issued	Balance June 30, 2018
2009	02/18/09	06/01/29	4.322%	45,000,000	5,210,000
2009B	11/12/09	06/01/24	3.141%	36,930,000	31,885,000
2010A	04/01/10	04/01/25	3.104%	10,515,000	7,515,000
2010D	05/26/10	05/01/27	3.797%	3,550,000	2,800,000
2010E	10/06/10	06/01/27	2.811%	5,415,000	4,415,000
2010F	10/06/10	06/01/23	3.538%	41,515,000	23,265,000
2011A	07/06/11	06/01/31	3.00-5.00%	43,450,000	4,180,000
2011B	11/17/11	06/01/31	3.00-5.00%	45,000,000	4,090,000
2012A	03/20/12	06/01/26	3.00-5.00%	71,855,000	65,005,000
2012C	10/02/12	04/01/33	2.00-4.00%	45,000,000	42,710,000
2013	10/10/13	05/01/21	2.200%	18,085,000	12,285,000
2014A	07/15/14	06/01/26	5.000%	40,000,000	40,000,000
2014B	07/15/14	06/01/20	2.00-5.00%	9,145,000	1,680,000
2015A	03/31/15	06/01/29	3.00-5.00%	45,375,000	45,375,000
2016A	12/31/15	06/01/36	2.00-5.00%	59,215,000	59,215,000
2016B	11/10/16	05/01/37	3.00-5.00%	15,000,000	15,000,000
2017A	02/09/17	06/01/37	4.00-5.00%	55,000,000	55,000,000
2017B	04/05/17	04/01/37	3.25-5.00%	26,885,000	26,885,000
2017C	11/21/17	04/01/48	3.125-5.00%	200,000,000	200,000,000
2017D	11/21/17	06/01/31	4.00-5.00%	58,320,000	58,320,000
Total					<u>\$ 704,835,000</u>

Notes Payable					
Series	Date Issued	Date of Maturity	Interest Rate (%)	Amount Issued	Balance June 30, 2018
US Bank	06/01/15	06/01/19	1.41%	2,325,000	593,593
Zion	04/26/16	05/01/20	1.35%	3,100,000	1,570,000
Zion	08/04/17	08/01/21	1.76%	3,100,000	2,723,882
					<u>\$ 4,887,475</u>

Summary of general long-term debt service requirements to maturity:

Year(s) Ending June 30,	Principal	Interest	Total Requirements
2019	34,069,874	30,727,386	\$ 64,797,260
2020	40,859,739	29,412,197	70,271,936
2021	46,123,434	27,604,691	73,728,125
2022	48,314,428	25,518,156	73,832,584
2023	49,470,000	23,241,923	72,711,923
2024-2028	205,985,000	80,644,970	286,629,970
2029-2033	102,040,000	43,983,288	146,023,288
2034-2038	62,115,000	27,889,766	90,004,766
2039-2043	58,140,000	17,882,519	76,022,519
2044-2048	62,605,000	6,239,899	68,844,899
Total	<u>\$ 709,722,475 *</u>	<u>\$ 313,144,795</u>	<u>\$ 1,022,867,270</u>

\*Principal amounts shown exclude bond premiums.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**Defeasance of Debt:**

The District defeased certain general obligation debt by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the bonds refunded. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. As of June 30, 2018, \$89,410,000 of bonds outstanding are considered defeased.

**Changes in General Long-Term Obligations:**

	Balance July 1, 2017	Additions	Reductions	Balance June 30, 2018	Due Within One Year
General obligation bonds	\$ 512,120,000	\$ 258,320,000	\$ 65,605,000	\$ 704,835,000	\$ 31,935,000
Deferred amounts for issuance of premium	49,034,535	25,272,013	6,422,475	67,884,073	4,772,915
Notes payable	4,112,880	3,100,000	2,325,405	4,887,475	2,134,874
Pending claims	14,969,778	75,565,168	74,812,680	15,722,266	11,134,727
Compensated absences	31,338,092	26,358,209	25,262,853	32,433,448	25,464,022
Total	<u>\$ 611,575,285</u>	<u>\$ 388,615,390</u>	<u>\$ 174,428,413</u>	<u>\$ 825,762,262</u>	<u>\$ 75,441,538</u>

The liabilities for compensated absences are typically liquidated through the General Fund.

The District was, in accordance with Nevada Revised Statute 387.400, within the legal debt limit at June 30, 2018.

**NOTE 7 – Fund Balance/Net Position:**

**Government-Wide Financial Statements:**

The government-wide Statement of Net Position utilizes a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted. The net investment in capital assets is capital assets less accumulated depreciation and related debt outstanding that relates to the acquisition, construction, or improvement of capital assets.

Restricted assets are assets that have third-party (statutory, bond covenant or granting agency) limitation on their use. Restricted assets are classified by function, debt service, capital projects, or self-insurance activities.

The amount restricted for capital projects consists of unspent grants, donations, and debt proceeds with third party restrictions for use on specific projects or programs. Net position restricted for self-insurance activities represents the net position of the self-insurance funds, which are legally restricted for the purposes for which the funds were established.

Unrestricted net position represents available financial resources of the District.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**Fund Financial Statements:**

In accordance with GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the governmental fund financial statements report the following classifications of fund balance:

Nonspendable – Amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes because of constitutional provisions, enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.

Committed – Amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to resolutions passed by the Board of Trustees, the District's highest level of decision making authority. A similar action is required to remove or modify committed fund balance and authorized expenditures reduce committed fund balance.

Assigned – Amounts that the District intends to use for a specific purpose, but do not meet the definitions of restricted or committed fund balance. Under the District's policy, adopted by the Board of Trustees, the District has delegated the authority to assign fund balance to the Chief Financial Officer or Superintendent.

It is the desire of the District to maintain adequate General Fund balance to maintain liquidity for unanticipated needs. The Board of Trustees has adopted a policy to establish a contingency account with a minimum fund balance of .25% of total appropriations (including transfers out) that shall not exceed 3% of total appropriations (excluding transfers out).

Unassigned – All other spendable amounts in the General Fund or deficits in other governmental funds.

A minimum ending fund balance policy has been adopted by the Board of Trustees for the General Fund. A minimum unrestricted (committed, assigned, unassigned) ending fund balance of 8% to 10% of total expenditures (including transfers out), less capital outlay shall be included in the budget each fiscal year.

When an expenditure is incurred for purposes for which both restricted and unrestricted amounts are available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned amounts are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally, unassigned funds, as needed, unless the Board of Trustees has provided otherwise in its commitment or assignment actions.

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As of June 30, 2018, fund balances are composed of the following.

	General Fund	Major Debt Service Funds	Major Capital Projects Funds	Other Funds	Total
Fund balances					
Nonspendable					
Inventory	\$ 1,250,196	\$ -	\$ -	\$ -	\$ 1,250,196
Prepays	33,260	-	-	27,489	60,749
Total nonspendable fund balance	<u>1,283,456</u>	<u>-</u>	<u>-</u>	<u>27,489</u>	<u>1,310,945</u>
Restricted for					
Non-expendable	-	-	-	482,715	482,715
Student housing	-	-	182,779,928	-	182,779,928
Technology/infrastructure	-	-	121,696	-	121,696
Safety and security	-	-	3,238,912	-	3,238,912
Support services facilities	-	-	2,843,591	-	2,843,591
Advanced planning	-	-	1,412,089	-	1,412,089
Site acquisition	-	-	10,776,500	-	10,776,500
School revitalization	-	-	692,600	-	692,600
Capital renewal	-	-	18,405,726	-	18,405,726
Administration of capital projects	-	-	3,079,858	-	3,079,858
Other capital projects	-	-	-	8,965,933	8,965,933
Unallocated interest	-	-	1,089,651	-	1,089,651
Debt service reserve	-	88,035,096	-	-	88,035,096
Wellness	-	-	-	786,164	786,164
Other purposes	-	-	-	469,432	469,432
Unallocated capital projects	-	-	39,083,955	-	39,083,955
Total restricted fund balance	<u>-</u>	<u>88,035,096</u>	<u>263,524,506</u>	<u>10,704,244</u>	<u>362,263,846</u>
Committed to					
Medicaid fund	-	-	-	1,071,570	1,071,570
Other capital projects	-	-	-	1,848,821	1,848,821
Total committed fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,920,391</u>	<u>2,920,391</u>
Assigned to					
Encumbrances	2,626,109	-	-	-	2,626,109
Subsequent year's expenditures	7,502,659	-	-	-	7,502,659
Carryover of general supply appropriations	288,986	-	-	-	288,986
Total assigned fund balance	<u>10,417,754</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>10,417,754</u>
Unassigned	<u>29,181,496</u>	<u>-</u>	<u>-</u>	<u>(27,489)</u>	<u>29,154,007</u>
Total fund balances	<u>\$ 40,882,706</u>	<u>\$ 88,035,096</u>	<u>\$ 263,524,506</u>	<u>\$ 13,624,635</u>	<u>\$ 406,066,943</u>

**NOTE 8 – Defined Benefit Pension Plan:**

**Plan Description:**

The District contributes to the Public Employees' Retirement System of the State of Nevada (PERS). PERS administers a cost-sharing, multiple-employer, defined benefit public employees' retirement system which includes both regular and police/fire members. PERS was established by the Nevada Legislature in 1947, effective July 1, 1948. PERS is administered to provide a reasonable base income to qualified employees who have been employed by a public employer and whose earnings capacities have been removed or substantially impaired by age or disability.

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Benefits Provided:

Benefits, as required by the Nevada Revised Statutes (NRS or statute), are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering PERS on or after January 1, 2010 and July 1, 2015. Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed as 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering PERS on or after January 1, 2010, there is a 2.5% service time factor, and for regular members entering PERS on or after July 1, 2015, there is a 2.25% factor. PERS offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death.

Post-retirement increases are provided by authority of NRS 286.575 - .579.

Vesting:

Regular members are eligible for retirement at age 65 with five years of service, at age 60 with 10 years of service, or at any age with thirty years of service. Regular members entering PERS on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 62 with 10 years of service, or any age with thirty years of service. Regular members who entered the System on or after July 1, 2015, are eligible for retirement at age 65 with 5 years of service, or at age 62 with 10 years of service or at age 55 with 30 years of service or any age with 33 1/3 years of service.

Police/Fire members are eligible for retirement at age 65 with five years of service, at age 55 with ten years of service, at age 50 with twenty years of service, or at any age with twenty-five years of service. Police/Fire members entering PERS on or after January 1, 2010, are eligible for retirement at 65 with five years of service, or age 60 with ten years of service, or age 50 with twenty years of service, or at any age with thirty years of service. Only service performed in a position as a police officer or firefighter may be counted towards eligibility for retirement as police/fire accredited service.

The normal ceiling limitation on monthly benefits allowances is 75% of average compensation. However, a member who has an effective date of membership before July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Both regular and police/fire members become fully vested as to benefits upon completion of five years of service.

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Contributions:

The authority for establishing and amending the obligation to make contributions and member contribution rates, is set by statute. New hires, in agencies which did not elect the Employer-Pay Contribution (EPC) plan prior to July 1, 1983, have the option of selecting one of two contribution plans. One plan provides for matching employee and employer contributions, while the other plan provides for employer-pay contributions only. Under the matching Employee/Employer Contribution plan a member may, upon termination of service for which contribution is required, withdraw employee contributions which have been credited to their account. All membership rights and active service credit in the System are canceled upon withdrawal of contributions from the member's account. If EPC was selected, the member cannot convert to the Employee/Employer Contribution plan.

PERS' basic funding policy provides for periodic contributions at a level pattern of cost as a percentage of salary throughout an employee's working lifetime in order to accumulate sufficient assets to pay benefits when due.

PERS receives an actuarial valuation on an annual basis indicating the contribution rates required to fund PERS on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by the Nevada Legislature. These statutory rates are increased/decreased pursuant to NRS 286.421 and 286.450.

The actuary funding method used is the Entry Age Normal Cost Method. It is intended to meet the funding objective and result in a relatively level long-term contributions requirement as a percentage of salary.

For the fiscal years ended June 30, 2017 and June 30, 2018, the Statutory Employer/employee matching rate for Regular members was 14.50%; the rate was 20.75% for Police/Fire in both years. The Employer-pay contribution (EPC) rate was 28.00% for Regular members and 40.50% for Police/Fire for both years.

The District's contributions were \$49,527,541 and \$49,544,071 (restated) for the years ended June 30, 2018 and 2017, respectively.

PERS Investment Policy:

PERS' policies which determine the investment portfolio target asset allocation are established by the PERS Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of the System.

The following was the PERS Board adopted policy target asset allocation as of June 30, 2017:

Asset Class	Target Allocation	Long-Term Geometric Expected Real Rate of Return
Domestic Equity	42%	5.50%
International Equity	18%	5.75%
Domestic Fixed Income	30%	0.25%
Private Markets	10%	6.80%

As of June 30, 2017, PERS' long-term inflation assumption was 2.75%.



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Net Pension Liability:

At June 30, 2018, the District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions in PERS pension plan relative to the total contributions of all participating PERS employers and members. At June 30, 2017, the District's proportion was 5.51966 percent, which was a decrease of .04968 from its proportion measured as of June 30, 2016.

Pension Liability Discount Rate Sensitivity:

The following presents the net pension liability of the District as of June 30, 2017, calculated using the discount rate of 7.50%, as well as what the District's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current discount rate:

	1% Decrease in Discount Rate (6.50%)	Discount Rate (7.50%)	1% Increase in Discount Rate (8.50%)
Net Pension Liability	\$1,109,764,311	\$734,106,661	\$422,117,102

Pension Plan Fiduciary Net Position:

Detailed information about the pension plan's fiduciary net position is available in the PERS Comprehensive Annual Financial Report, available on the PERS website.

Actuarial Assumptions:

The District's net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation Rate	2.75%
Payroll Growth	5.00%
Investment Rate of Return	7.50%
Productivity Pay Increase	0.50%
Projected Salary Increases	Regular: 4.25% to 9.15%, depending on service Police/Fire: 4.55% to 13.90%, depending on service Rates include inflation and productivity increases
Consumer Price Index	2.75%
Other Assumptions	Same as those used in the June 30, 2016 funding actuarial valuation

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Mortality rates for healthy individuals were based on the Headcount-Weighted RP-2014 Healthy Annuitant Table projected to 2020 with Scale MP-2016, set forward one year for spouses and beneficiaries. For ages less than 50, mortality rates are based on the Headcount-Weighted RP-2014 Employee Mortality Tables. Those mortality rates are adjusted by the ratio of the mortality rate for healthy annuitants at age 50 to the mortality rate for employees at age 50. The mortality rates are then projected to 2020 with Scale MP-2016. Mortality rates for disabled individuals were based on the Headcount-Weighted RP-2014 Disabled Retiree Table, set forward four years. Mortality rates for pre-retirement individuals were based on the Headcount-Weighted RP-2014 Employee Table, projected to 2020 with Scale MP-2016. The additional projection of 6 years is a provision made for future mortality improvement.

Actuarial assumptions used in the June 30, 2017 valuation were based on the results of the experience review completed in 2017.

The discount rate used to measure the total pension liability was 7.50% as of June 30, 2017. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the pension plan's fiduciary net position at June 30, 2017, was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2017.

Changes in assumptions include changes in the inflation rate and consumer price index from 3.50% to 2.75%, changes in the investment rate of return from 8.00% to 7.50%, changes in the productivity pay increase from 0.75% to 0.50%, and changes in the projected salary increases. In addition, the mortality rates are now based on the Headcount-Weighted RP-2014 Mortality Tables rather than the RP-2000 Mortality Tables.

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions:

For the year ended June 30, 2018, the District recognized pension expense of \$53,922,140. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 48,172,240
Changes in assumptions or other inputs	48,700,990	-
Net difference between projected and actual earnings on pension plan investments	4,766,425	-
Changes in proportion	14,239,369	-
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	17,285,692
District contributions subsequent to the measurement date	49,527,542	-
	<u>\$ 117,234,326</u>	<u>\$ 65,457,932</u>

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The \$49,527,542 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2019.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) is 6.39 years.

Other estimated amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year ended June 30:</u>	
2019	\$ (11,792,854)
2020	18,667,706
2021	(1,875,364)
2022	(11,557,130)
2023	6,364,246
Thereafter	2,442,248

Additional Information:

Additional information is located in the PERS Comprehensive Annual Financial Report (CAFR) available on the PERS website at [www.nvpers.org](http://www.nvpers.org) under Quick Links – Publications.

**NOTE 9 – Postemployment Benefits Other Than Pensions:**

Plan Descriptions:

The District contributes to a single-employer defined benefit healthcare plan, Washoe County School District Retiree Health Benefits Plan (WCSDRHP). The WCSDRHP is administered through the Washoe County School District OPEB Trust Fund (Trust). The measurement focus of this plan is its net OPEB liability.

The District also provides OPEB for certain former employees through the Nevada Public Employees' Benefits Plan (NPEBP), an agent multiple employer defined benefit plan. NPEBP is administered by the State of Nevada, and as such, is not considered a "plan" for Washoe County's external financial reporting purposes. The measurement focus of this arrangement is the total OPEB liability associated with participating former District employees.

The District also sponsors one single-employer defined benefit life insurance plan, WCSD Retiree Life Insurance Plan, which makes available various levels of life insurance to eligible retired employees at a reduced blended rate cost. The WCSD Retiree Life Insurance Plan is administered through the Washoe County School District OPEB Trust Fund (Trust). The measurement focus of this plan is its net OPEB liability.

Washoe County School District Retiree Health Benefits Plan (WCSDRHP):

Benefit provisions for the WCSDRHP is established pursuant to NRS 287.023 and amended through negotiations between the District and the respective employee associations. NRS 288.150 assigns the authority to establish benefit provisions to the Board of Trustees.

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The WCSDRHP explicitly subsidizes medical insurance premiums, pursuant to the contracts negotiated with various employee associations, for employees who retire from the District with at least 15 years of service. However, classified employees hired after June 30, 1999, certified employees who retire after August 31, 2006, and administrative employees who retire after June 30, 2006 are not eligible for explicit premium subsidies. The District's cost for providing explicit subsidies is capped for the different groups at various percentages of General Fund property tax revenues, which is projected to grow 3.0% and was \$1.6 million for fiscal year 2018. However, under NRS 287.023, eligible retirees may participate in the plan with blended rates, thereby benefitting from an implicit subsidy. Retirees contribute up to \$10,183 per year for medical, dental and vision coverage, based on the number of years since their retirement and the number of years of service with the District. The District reimburses up to 100% of the amount of validated claims for medical and dental costs incurred by pre-Medicare retirees. The District serves as a secondary carrier for retirees eligible for Medicare. Expenditures for postemployment health care benefits are recognized as retirees report claims.

For WCSDRHP, contribution requirements of the plan members and the District are established and may be amended through negotiations between the District and the employee associations. The contribution to the OPEB Trust Fund is determined by the District and based on projected pay-as-you-go financing requirements and actuarial studies contracted for by the District. For fiscal year 2018, the District did not contribute to the OPEB trust to benefit WCSDRHP. During the year, medical claims and premiums for other elected coverages of \$5,000,000 were paid out of the OPEB Trust Fund for WCSDRHP retirees.

The number of participants as of July 1, 2016, the most recent full actuarial valuation date, are as follows:

	<u>WCSDRHP</u>
Active Employees	6,863
Retirees and surviving spouses	<u>1,015</u>
Total participants	<u><u>7,878</u></u>

**Nevada Public Employees' Benefits Plan (NPEBP):**

Benefit provisions for NPEBP are established pursuant to NRS 287.023 and subject to amendment by the State of Nevada, each biannual legislative session.

In prior fiscal years, under the NPEBP plan, pursuant to NRS 287.023, retirees had the option to participate in the District's program for postemployment health care benefits or to join the Public Employees' Benefit Program (PEBP) offered by the State of Nevada. District retirees not receiving PEBP benefits as of November 30, 2008 are no longer allowed to participate in NPEBP. For the remaining eligible retirees, local governments are required to pay the same portion of the cost of coverage for those persons participating in PEBP that the State of Nevada pays for those persons retired from state service who have continued to participate in the plan. As of July 1, 2016, the most recent full actuarial valuation date, 1,164 retirees were utilizing this benefit. The subsidy paid directly to PEPB by the OPEB Trust Fund for this coverage for the year ended June 30, 2018 was \$3,370,903. Amounts paid per retiree ranged from \$2 to \$1,151. Amounts contributed by retirees are paid directly to the State of Nevada and, as such, are not available.

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For NPEBP, benefit requirements of the plan members and the District are established and may be amended by the state legislature. The contribution is determined by the District and based on projected pay-as-you-go financing requirements and actuarial studies contracted for by the District. NRS 287.023 sunsetted the option to join PEBP for District employees who were not receiving PEPB benefits by November 30, 2008.

Governmental Accounting Standards Board (GASB) Statement No. 74, Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans, which was effective for fiscal years beginning after June 15, 2016, makes changes to the financial reporting for OPEB plans administered through trusts which meet certain criteria. Because the PEBP is administered by the State of Nevada, it is not considered a "plan" for GASB Statement No. 74 purposes, and any assets accumulated for OPEB purposes are to be reported as assets of the employer. As of June 30, 2018, \$34.3 million of assets have been accumulated, and are included in the Health Insurance Fund. The assets are restricted solely for payment of the OPEB obtained through PEBP and are not subject to the claims of the District's creditors. See Note 3, Cash and Investments.

WCSD Retiree Life Insurance Plan:

Benefit provisions for the WCSD Retiree Life Insurance Plan are established pursuant to NRS 287.023 and amended through negotiations between the District and the respective employee associations. NRS 288.150 assigns the authority to establish benefit provisions to the Board of Trustees.

Any employee who has Basic Life and Accidental Death and Disability (AD&D) insurance while active and retires from the District while drawing PERS at the time of his/her retirement is eligible to continue this insurance at retirement regardless of the number of years of service with the District, as long as the retiree pays the premium. All future eligible retirees (not available to spouses of retirees) can obtain the following Basic Life and AD&D coverage:

- Administrative - \$200,000
- Certified - \$40,000
- Classified - \$40,000
- Confidential Classified (as defined by the District) - \$50,000

This coverage is reduced 50% at age 70. The amount of the benefit is dependent on when an employee retired and is subject to coverage adjustments based on bargaining results.

For WCSD Retiree Life Insurance Plan, contribution requirements of the plan members and the District are established and may be amended through negotiations between the District and the employee associations. Retirees pay 100% of the pay-as-you-go premiums based on a blended rate that blends active participants and retirees. For actuarial valuation purposes, the District's contribution requirements for retirees relate to the implicit subsidy that results from using the blended rates and is determined in actuarial studies contracted for by the District. Because retirees pay 100% of the pay-as-you-go premiums for their insurance coverage and the District has no future obligations to retirees or others with respect to this Plan, the District has elected, beginning in fiscal year 2011-12, to not contribute any further money to this Plan.

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The number of participants as of July 1, 2016, the most recent full actuarial valuation date, are as follows:

	WCSD Retiree Life Insurance Plan
Active Employees	6,863
Retirees and surviving spouses	2,519
Total participants	<u>9,382</u>

Actuarial Methods and Assumptions:

The District's net OPEB liability for each plan was measured as of June 30, 2018, and the total OPEB liabilities used to calculate their respective net OPEB liability were determined by actuarial valuations for each plan as of July 1, 2016, with the amounts rolled forward to June 30, 2018. The total OPEB liability for the PEBP Arrangement was measured as of June 30, 2018, and was determined based on an actuarial valuation as of July 1, 2016, with the amounts rolled forward to June 30, 2018.

The total OPEB liability in the actuarial valuation for each plan was determined using the following actuarial assumptions and other inputs applied to all periods included in the measurement, unless otherwise specified:

	WCSDRHP	NPEBP	WCSD Retiree Life Insurance Plan
Inflation	3.00%	3.00%	3.00%
Salary increases	3.50%	n/a	3.50%
Investment rate of return	4.57%	4.57%	4.57%
Healthcare cost trend rates		n/a	
Pre-65 retirees	6.5% initial	7.50% initial, 4.75% ultimate	6.5% initial
Post-65 retirees	5.5% initial	8.25% initial, 5.00% ultimate	5.5% initial
Medicare subsidy		Medicare subsidy level (once eligible) is approximately 40% of non-Medicare subsidy level	
	n/a		n/a

Mortality rates were based on the RP-2014 generational tables using Scale MP-2016 applied on a gender specific basis.

The July 1, 2016 actuarial valuation used the Nevada Public Employees Retirement System (PERS) termination rates from PERS' 2015 experience study and used retirement rates that were in use prior to the 2015 experience study.

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*Investment rate of return.* The investment rate of return of 4.57%, net of investment expenses, was selected by the plans and by the District for the PEBP Arrangement. This is based on the investment policy of the State of Nevada's Retiree Benefits Investment Fund (RBIF), where the plans and the District invest their assets to fund their OPEB liabilities. This rate is derived from RBIF's investment policy (shown in the table below) and includes a 2.50% long-term inflation assumption.

Asset Class	Asset Allocation
Foreign Developed Equity	21%
U.S. Fixed Income	30%
U.S. Large Cap Equity	49%

*Discount Rate.* The discount rate should be the single rate that reflects the long-term rate of return on OPEB plan investments that are expected to be used to finance the payment of benefits, to the extent that plan assets are projected to cover the benefit payments. The discount rate used to measure the total OPEB liability was 4.57% for both plans and for the PEBP Arrangement.

The projection of cash flows used to determine the discount rate assumed that contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability.

	WCSDRHP Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balances at July 1, 2017	\$ 84,821,121	\$ 23,279,682	\$ 61,541,439
Changes for the year			
Service cost	1,596,000	-	1,596,000
Interest cost	3,834,849	-	3,834,849
Changes in benefit terms	-	-	-
Differences between expected and actual experience	-	-	-
Changes in assumption or other inputs	(2,395,102)	-	(2,395,102)
(Other changes, separately identified if significant)	-	-	-
Contributions - employer	-	-	-
Net investment income	-	1,670,293	(1,670,293)
Benefit payments	(6,640,019)	(5,000,000)	(1,640,019)
Administrative expense	-	-	-
Net changes	(3,604,272)	(3,329,707)	(274,565)
Balance at June 30, 2018	\$ 81,216,849	\$ 19,949,975	\$ 61,266,874



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	NPEBP Increase (Decrease)
	Total OPEB Liability
Balance at July 1, 2017	\$ 63,503,148
Changes for the year	
Service cost	-
Interest cost	2,823,405
Changes in benefit terms	-
Differences between expected and actual experience	
Changes in assumption or other inputs	(1,632,541)
(Other changes, separately identified if significant)	
Contributions - employer	-
Net investment income	-
Benefit payments	(3,370,903)
Administrative expense	-
Net changes	(2,180,039)
Balance at June 30, 2018	\$ 61,323,109

	WCSD Retiree Life Insurance Plan Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balances at July 1, 2017	\$ 37,455,912	\$ 4,334,415	\$ 33,121,497
Changes for the year			
Service cost	1,000,007	-	1,000,007
Interest cost	1,735,198	-	1,735,198
Changes in benefit terms	-	-	-
Differences between expected and actual experience	-	-	-
Changes in assumption or other inputs	(1,616,169)	-	(1,616,169)
(Other changes, separately identified if significant)	-	-	-
Contributions - employer	-	-	-
Net investment income	-	434,007	(434,007)
Benefit payments	(714,758)	(714,758)	-
Administrative expense	-	-	-
Net changes	404,278	(280,751)	685,029
Balance at June 30, 2018	\$ 37,860,190	\$ 4,053,664	\$ 33,806,526

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*Sensitivity of the OPEB liabilities to changes in the discount rate.* The following presents the net OPEB liabilities of the District's plans and the total OPEB liability for the PEBP Arrangement, as well as what each plan's net OPEB liability, or the PEBP Arrangement's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.57 percent) or 1-percentage-point higher (5.57 percent) than the current discount rate:

	1% Decrease in Discount Rate 3.57%	Current Discount Rate 4.57%	1% Increase in Discount Rate 5.57%
WCSDRHP - Net OPEB Liability	\$ 49,115,788	\$ 61,266,874	\$ 75,021,320
NPEBP - Total OPEB Liability	49,160,870	61,323,109	75,090,178
WCSD Retiree Life Insurance Plan - Net OPEB Liability	27,101,663	33,806,526	41,396,109

*Sensitivity of the OPEB liabilities to changes in the healthcare cost trend rates.* The following presents the net OPEB liabilities of the District plans and the total OPEB liability for the PEBP Arrangement, as well as what each plan's net OPEB liability, or the PEBP Arrangement's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

WCSDRHP			
	1% Decrease in Healthcare Costs Trend Rate (6.50% decreasing to 5.50%)	Current Healthcare Costs Trend Rate (6.50%)	1% Increase in Healthcare Costs Trend Rate (6.50% increasing to 7.50%)
Net OPEB Liability	\$ 52,916,273	\$ 61,266,874	\$ 72,199,110

NPEBP			
	1% Decrease in Healthcare Costs Trend Rate (6.50% decreasing to 5.50%)	Current Healthcare Costs Trend Rate (6.50%)	1% Increase in Healthcare Costs Trend Rate (6.50% increasing to 7.50%)
Total OPEB Liability	\$ 52,964,769	\$ 61,323,109	\$ 72,265,359

WCSD Retiree Life Insurance Plan			
	1% Decrease in Healthcare Costs Trend Rate (6.50% decreasing to 5.50%)	Current Healthcare Costs Trend Rate (6.50%)	1% Increase in Healthcare Costs Trend Rate (6.50% increasing to 7.50%)
Net OPEB Liability	\$ 25,489,275	\$ 33,806,526	\$ 40,141,511

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

*OPEB plan fiduciary net position.* Detailed information about the OPEB plans' fiduciary net position is available in the separately issued Washoe County School District OPEB Trust financial report.

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB:**

For the year ended June 30, 2018, the District recognized OPEB expense of \$2,758,599 for the WCSRHP, \$3,570,388 for the NPEBP, and \$4,284,611 for the WCSD Retiree Life Insurance Plan. At June 30, 2018, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	WCSRHP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 9,540,788
Changes of assumptions/inputs	-	9,559,026
Net difference between projected and actual investments	-	516,086
Total	<u>\$ -</u>	<u>\$ 19,615,900</u>

	NPEBP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 2,810,188
Changes of assumptions	12,982,965	1,462,479
Net difference between projected and actual earnings	-	1,446,264
Total	<u>\$ 12,982,965</u>	<u>\$ 5,718,931</u>

	WCSD Retiree Life Insurance Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 626,618
Changes of assumptions	14,005,629	1,447,812
Net difference between projected and actual earnings	-	140,403
Total	<u>\$ 14,005,629</u>	<u>\$ 2,214,833</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	WCSDRHP	NPEBP	WCSD Retiree Life Insurance Plan
2019	\$ (2,651,054)	\$ 727,446	\$ 1,548,266
2020	(2,651,054)	727,446	1,548,266
2021	(2,651,054)	727,446	1,548,266
2022	(2,484,605)	1,045,489	1,583,284
2023	(2,480,420)	1,168,523	1,592,121
Thereafter	(6,697,713)	2,867,684	3,970,593
Total	<u>\$ (19,615,900)</u>	<u>\$ 7,264,034</u>	<u>\$ 11,790,796</u>

**NOTE 10 – Risk Management:**

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District reports all of its risk management activities in the Internal Service Funds in accordance with GASB Statements No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues* and No. 30, *Risk Financing Omnibus an amendment of GASB Statement No. 10*.

Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in computing claims liability does not necessarily result in an exact amount. Claims liabilities are re-evaluated annually by an outside actuary who takes into consideration recently settled claims, the frequency of claims, and other economic and social factors. Liabilities for incurred losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using the expected future investment yield of 4.0 percent.

At June 30, 2018, the amount of this liability was \$15,722,266. This liability is determined by actuaries using all available information.

Changes in the reported liability since July 1, 2016 are as follows:

	Property & Casualty	Health Insurance	Workers' Compensation	Total
Claims liability, July 1, 2016	\$ 1,829,000	\$ 8,160,802	\$ 4,002,000	\$ 13,991,802
Current year claims and changes in estimates	1,710,231	68,831,067	2,296,353	72,837,651
Claims payments	(920,231)	(68,986,091)	(1,953,353)	(71,859,675)
Claims liability, June 30, 2017	2,619,000	8,005,778	4,345,000	14,969,778
Current year claims and changes in estimates	584,571	72,516,504	2,464,093	75,565,168
Claims payments	(839,571)	(71,710,016)	(2,263,093)	(74,812,680)
Claims liability, June 30, 2018	<u>\$ 2,364,000</u>	<u>\$ 8,812,266</u>	<u>\$ 4,546,000</u>	<u>\$ 15,722,266</u>
Due within one year	<u>\$ 932,517</u>	<u>\$ 8,812,266</u>	<u>\$ 1,389,944</u>	<u>\$ 11,134,727</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

At June 30, 2018, the Internal Service Funds held \$38,120,968 in cash and investments available for payment of these claims.

The District combines both self-insurance and commercial insurance to protect against risks. There was no significant reduction in those insurance coverages purchased by the District from the previous year. Settled claims have not exceeded the commercial coverage in any of the past three years. The following is a detail of coverage:

Property, General Liability, and Casualty Insurance – The District is self-insured for individual losses with a deductible of \$75,000 for damage to real and personal property, \$100,000 for flood coverage, except in a High Hazard which is \$500,000, 2% of the value of the property for earthquakes, and \$400,000 for general liability and automobile incidents resulting in bodily injury and/or property damage liability claims. Maximum annual coverage is approximately \$500,000,000 for property coverage and coverage of \$5,000,000 per occurrence for crime with a \$50,000 deductible. Also \$15,000,000 per occurrence for wrongful acts of the Board of Trustees and general and automobile liability.

Health Insurance – The District is self-insured for health insurance claims up to \$400,000 per calendar year per employee.

Workers' Compensation Insurance – The District is self-insured for individual workers' compensation claims up to \$600,000 for each accident. Accidents in excess of \$600,000 are covered by excess insurance up to State statutory limits. Also covered under this program is employer liability coverage for \$1,000,000 for each accident, \$1,000,000 for each employee for disease, \$1,000,000 aggregate, and is subject to the \$600,000 self-insurance retention.

The District maintains an account with a market value of \$2,493,240 as of June 30, 2018 to meet its State of Nevada security deposit requirement.

The Property and Casualty, Health Insurance and Workers' Compensation Funds charge the District's insured funds monthly premiums.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**NOTE 11 – Commitments and Contingencies:**

**Construction Commitments:**

As of June 30, 2018, the District had the following commitments, which represent the District's significant encumbrances, with respect to unfinished capital projects:

	Remaining Construction Commitment	Expected Date Of Completion
2017 Sales Tax Revenue Bond		
Infrastructure Projects	\$126,626,851	6/30/2019
School Design	2,168,726	3/31/2019
	128,795,577	
WC1 Sales Tax Revenue Fund		
Office Expansion Projects	131,878	9/30/2019
Infrastructure Projects	57,613	9/30/2019
	189,491	
2011B Rollover Bonds		
Window Replacement Projects	7,664	12/31/2018
2009B-RZEDB-Reno		
Window Replacement Projects	12,541	12/31/2018
2009B-RZEDB-Washoe Co.		
CCTV Projects	28,331	12/31/2018
2012 Rollover Bonds		
CCTV Projects	40,000	12/31/2018
Door Hardware Replacement Projects	52,675	3/31/2019
Paving Projects	1,068	12/31/2018
Roofing Projects	12,395	12/31/2018
Signature Academies Projects	1,740	12/31/2018
Carpentry/Painting Projects	3,447	9/30/2018
	111,325	
2016A Extended Bond Rollover		
Boiler Projects	1,061,473	12/31/2018
Infrastructure Projects	1,112,850	3/31/2019
HVAC/Plumbing Projects	1,443,033	12/31/2018
Mobile Projects	148,677	9/30/2018
Signature Academies Projects	225,797	12/31/2018
Security Projects	558,980	12/31/2018
	4,550,810	
2016B Extended Bond Rollover		
School Design	1,893,535	12/31/2018
High School Master Plan Projects	54,600	12/31/2018
Land Acquisition Projects	13,267	3/31/2019
Infrastructure Projects	1,927,763	3/31/2019
Elementary School Master Plan Projects	17,800	12/31/2018
	3,906,965	

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

2017A Extended Bond Rollover		
Carpentry/Painting Projects	\$136,920	12/31/2018
ADA Update Projects	5,793	12/31/2018
Athletic Surfaces Projects	235,000	9/30/2018
Infrastructure Projects	357,870	3/31/2019
Energy Performance Projects	1,514,339	9/30/2018
Fire Alarm Update Projects	2,325	3/31/2019
Flooring Replacement Projects	353,545	12/31/2018
Roofing Projects	801,093	12/31/2018
Fencing Projects	1,700	12/31/2018
Security Projects	205,000	12/31/2018
HVAC/Plumbing Projects	998	6/30/2019
	<u>3,614,583</u>	
2017B Extended Bond Rollover		
School Design	2,543,735	3/31/2019
Asbestos Projects	101,529	12/31/2018
Infrastructure Projects	2,589,548	3/31/2018
HVAC/Plumbing Projects	1,814,428	12/31/2018
Window Replacement Projects	93,195	12/31/2018
	<u>7,142,435</u>	
2011 Rollover Bonds		
ADA Update Projects	13,905	12/31/2018
Asbestos Projects	13,617	12/31/2018
Infrastructure Projects	158,637	12/31/2018
School Revitalization Projects	4,465	9/30/2018
Carpentry/Painting Projects	86,722	9/30/2018
Roofing Projects	463,257	12/31/2018
Fire Alarm Update Projects	441,397	3/31/2019
Flooring Replacement Projects	156,783	12/31/2018
Electrical Projects	44,000	12/31/2018
Window Replacement Projects	116,771	12/31/2018
	<u>1,499,554</u>	
Nutrition Services		
Dishwasher Replacement Projects	87,024	3/31/2019
Nonmajor Funds		
Infrastructure Projects	132,119	3/31/2019
HVAC/Plumbing Projects	46,200	12/31/2018
Flooring Replacement Projects	92,388	12/31/2018
Energy Conservation Projects	88,195	9/30/2018
	<u>358,902</u>	
	<u>\$ 150,305,202</u>	

Currently, no additional financing is required to complete construction on the projects above.



**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

Litigation:

The District is a defendant in various legal actions. The amount of liability or loss, if any, arising from such legal actions cannot be reasonably estimated at the present time. It is the opinion of management and legal counsel of the District that none of these cases would have a material impact upon the financial condition of the District.

The District receives a portion of the property tax revenues collected by Washoe County. Washoe County is currently the defendant in various lawsuits with property owners disputing the County Assessor's valuation methods used for property within the Lake Tahoe Basin. The County intends to vigorously defend the Assessor's valuations; however, the outcome of these lawsuits is not presently determinable. An adverse ruling could result in a rollback of property values and subsequent rebates to property owners including the portion collected on behalf of the District. The impact on the District's financial condition cannot be reasonably estimated.

**NOTE 12 – State of Nevada Tax Abatements:**

For the fiscal year ended June 30, 2018, Washoe County School District revenues were reduced by a total amount of \$6,936,337 under agreements entered into by the State of Nevada.

Aviation Tax Abatement (NRS 360.753) – Partial abatements from personal property and sales & use taxes are available to companies that locate or expand their business in Nevada. The personal property tax abatement can be up to 50% for 20 years on the taxes due on tangible personal property, and the sales & use tax abatement reduces the applicable tax rate to 2% for a similar 20-year period, a near 75% reduction. For fiscal year ending June 30, 2018, the total amount abated for the District was \$198,785.

Data Centers Abatement (NRS 360.754) – Partial abatements from personal property and sales & use taxes are available to companies that establish or expand data centers. The personal property tax abatements can be up to 20 years. For fiscal year ending June 30, 2018, the total amount abated for the District was \$2,761,068.

Renewable Energy (NRS 701A.370) – Partial abatements from personal property and sales & use taxes are available to renewable energy facilities. For fiscal year ending June 30, 2018, the total amount abated for the District was \$2,797.

Standard Abatement (NRS 374.357) – Partial abatements for eligible machinery or equipment used by certain new or expanded businesses are available to companies who intend to locate in the State. The abatement is available on the tax imposed for not more than two years. For Fiscal Year ended June 30, 2018, the Total Standard Abatement Amount for the District was \$3,973,687.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2018**

**NOTE 13 – Prior Period Adjustment and Adoption of New Standard:**

During 2018, the District identified misstatements in the June 30, 2017 financial statements related to the determination or classification of payments to satisfy employee contribution requirements in the adoption, as of July 1, 2016, of GASB Statement No. 82, *Pension Issues – An amendment of GASB Statements No. 67, No. 68, and No. 73*. Based on the restated Schedule of Employer Allocations for GASB 82 Implementation provided by the Public Employee's Retirement System of Nevada (PERS), beginning net position was restated as of July 1, 2017 to report the previous overstatement of the balances reported for deferred outflows of resources, and net pension-liability amounts at June 30, 2017.

As of July 1, 2017, the District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The implementation of this standard requires governments to calculate and report the cost, obligations, deferred outflows of resources, and deferred inflows of resources associated with other postemployment benefits in their financial statements, including additional footnote disclosures and required supplementary information. Beginning net position was restated to retroactively report the beginning total OPEB liability and deferred outflows of resources related to contributions made after the measurement date.

	Governmental Activities	Business-Type Activities
Net position at June 30, 2017, as previously reported	\$ (254,299,989)	\$ 83,545
Restatement of deferred outflows of resources, net pension-liability amounts	<u>(37,867,651)</u>	<u>(17,850)</u>
Net position at June 30, 2017, restated for correction of error	(292,167,640)	65,695
Total OPEB liability at June 30, 2017	(187,566,961)	(5,978,678)
Deferred outflows of resources related to changes in assumptions	21,313,665	837,307
Deferred inflows of resources related to differences between expected and actual experience and net difference between projected and actual investments	<u>(16,129,636)</u>	<u>(633,652)</u>
Net position at July 1, 2017, as restated	<u>\$ (474,550,572)</u>	<u>\$ (5,709,328)</u>



# **Required Supplementary Information**

- ♦ Schedule of the District's Proportionate Share of the Net Pension Liability
- ♦ Schedule of the District Contributions to Public Employee's Retirement System of the State of Nevada
- ♦ Schedule of Changes in Net Other Postemployment Benefits Liability and Related Ratios
- ♦ Schedule of District Contributions Other Postemployment Benefits

**WASHOE COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2018**

**Schedule of the District's Proportionate Share of the Net Pension Liability  
Last Ten Fiscal Years\***

	2017	2016	2015	2014
District's proportionate share of the net pension liability	5.51966%	5.56934%	5.44943%	5.56601%
District's proportionate share of the net pension liability	\$ 734,106,661	\$ 749,473,531	\$ 624,474,359	\$ 580,088,054
District's covered payroll	\$ 350,448,613	\$ 334,502,049	\$ 323,606,402	\$ 323,300,787
District's proportionate share of the net pension liability as a percentage of its covered payroll	209.48%	224.06%	192.97%	179.43%
Plan fiduciary net position as a percentage of the total pension liability	74.42%	72.23%	75.13%	76.30%

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until ten years of data is available, the District will present information only for those years for which information is available.

**WASHOE COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2018**

**Schedule of District Contributions to  
Public Employees' Retirement System of the State of Nevada  
Last Ten Fiscal Years\***

	2018	2017	2016	2015
Statutorily required contribution	\$ 49,527,541	\$ 49,544,071	\$ 47,219,803	\$ 41,923,411
Contributions in relation to the statutorily required contribution	\$ 49,527,541	\$ 49,544,071	\$ 47,219,803	\$ 41,923,411
Contribution (deficiency) excess	\$ -	\$ -	\$ -	\$ -
District's covered payroll	\$ 350,264,576	\$ 350,448,613	\$ 334,502,049	\$ 323,606,402
Contributions as a percentage of covered payroll	14.14%	14.14%	14.12%	12.96%

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until ten years of data is available, the District will present information only for those years for which information is available.

**WASHOE COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2018**

**Schedule of Changes in Net Other Postemployment Benefits Liability and Related Ratios  
Last Ten Fiscal Years\***

WCSDRHP	
	2018
Total OPEB liability	
Service cost	\$ 1,596,000
Interest	3,834,849
Changes in benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions	(2,395,102)
Benefit payments	(6,640,019)
Net change in total OPEB liability	(3,604,272)
Total OPEB liability - beginning	84,821,121
Total OPEB liability - ending (a)	\$ 81,216,849
Plan fiduciary net position	
Contributions - employer	\$ -
Net investment income	1,670,293
Benefit payments	(5,000,000)
Administrative expense	-
Net change in plan fiduciary net position	(3,329,707)
Plan fiduciary net position - beginning	23,279,682
Plan fiduciary net position - ending (b)	\$ 19,949,975
District's net OPEB liability - ending (a) - (b)	\$ 61,266,874
Plan fiduciary net position as a percentage of the total OPEB liability	24.56%
Covered payroll	\$ 307,473,000
District's net OPEB liability as a percentage of covered payroll	19.93%

\* GASB Statement No. 75 requires ten years of information to be presented in this table. However, until ten years of data is available, the District will present information only for those years for which information is available.

**WASHOE COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2018**

**Schedule of Changes in Net Other Postemployment Benefits Liability and Related Ratios  
Last Ten Fiscal Years\***

WCSD Retiree Life Insurance Plan

	2018
Total OPEB liability	
Service cost	\$ 1,000,007
Interest	1,735,198
Changes in benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions	(1,616,169)
Benefit payments	(714,758)
Net change in total OPEB liability	404,278
Total OPEB liability - beginning	37,455,912
Total OPEB liability - ending (a)	<u>\$ 37,860,190</u>
Plan fiduciary net position	
Contributions - employer	\$ -
Net investment income	434,007
Benefit payments	(714,758)
Administrative expense	-
Net change in plan fiduciary net position	(280,751)
Plan fiduciary net position - beginning	4,334,415
Plan fiduciary net position - ending (b)	<u>\$ 4,053,664</u>
District's net OPEB liability - ending (a) - (b)	<u>\$ 33,806,526</u>
Plan fiduciary net position as a percentage of the total OPEB liability	10.71%
Covered payroll	\$ 307,473,000
District's net OPEB liability as a percentage of covered payroll	10.99%

\* GASB Statement No. 75 requires ten years of information to be presented in this table. However, until ten years of data is available, the District will present information only for those years for which information is available.



**WASHOE COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2018**

**Schedule of Changes in Net Other Postemployment Benefits Liability and Related Ratios  
Last Ten Fiscal Years\***

NPEBP	
	2018
Total OPEB liability	
Service cost	\$ -
Interest	2,823,405
Changes in benefit terms	-
Differences between expected and actual experience	-
Changes in assumptions	(1,632,541)
Benefit payments	(3,370,903)
Net change in total OPEB liability	(2,180,039)
Total OPEB liability - beginning	63,503,148
Total OPEB liability - ending (a)	\$ 61,323,109
 Covered payroll	N/A
 District's net OPEB liability as a percentage of covered payroll	N/A

\* GASB Statement No. 75 requires ten years of information to be presented in this table. However, until ten years of data is available, the District will present information only for those years for which information is available.

**WASHOE COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2018**

**Schedule of District Contributions for Other Postemployment Benefits  
Last Ten Fiscal Years\***

WCSDRHP

	2018
Actuarially determined contribution	\$ 5,439,527
Contributions in relation to the actuarially determined contribution	5,000,000
Contribution deficiency (excess)	<u>\$ 439,527</u>
Covered payroll	\$ 307,473,000
Contributions as a percentage of covered payroll	1.63%

\* GASB Statement No. 75 requires ten years of information to be presented in this table. However, until ten years of data is available, the District will present information only for those years for which information is available.

WCSD Retiree Life Insurance Plan

	2018
Actuarially determined contribution	\$ 3,068,289
Contributions in relation to the actuarially determined contribution	714,758
Contribution deficiency (excess)	<u>\$ 2,353,531</u>
Covered payroll	\$ 307,473,000
Contributions as a percentage of covered payroll	0.23%

\* GASB Statement No. 75 requires ten years of information to be presented in this table. However, until ten years of data is available, the District will present information only for those years for which information is available.

# **Nonmajor Governmental Funds**

- ♦ Combining Balance Sheet
- ♦ Combining Statement of Revenues, Expenditures and Changes in Fund Balance

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2018**

	<b>SPECIAL REVENUE FUNDS</b>	<b>CAPITAL PROJECTS FUNDS</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Cash and investments	\$ 6,318,844	\$ 8,426,150	\$ 14,744,994
Receivables			
Interest	3,498	14,391	17,889
Grants	12,776,694	-	12,776,694
Miscellaneous	1,725,922	350,087	2,076,009
Due from other governments	-	463,519	463,519
Prepays	477,489	-	477,489
	<u>21,302,447</u>	<u>9,254,147</u>	<u>30,556,594</u>
Total assets	\$ 21,302,447	\$ 9,254,147	\$ 30,556,594
<b>LIABILITIES</b>			
Accounts payable	\$ 1,810,557	\$ 114,262	\$ 1,924,819
Construction contracts payable	-	39,300	39,300
Accrued liabilities	4,099,832	100,356	4,200,188
Due to other funds	8,021,189	-	8,021,189
Grant funds received in advance	1,848,976	-	1,848,976
	<u>15,780,554</u>	<u>253,918</u>	<u>16,034,472</u>
Total liabilities	15,780,554	253,918	16,034,472
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Unavailable revenues	863,191	34,296	897,487
	<u>863,191</u>	<u>34,296</u>	<u>897,487</u>
<b>FUND BALANCE</b>			
Non-spendable	27,489	-	27,489
Restricted	1,738,311	8,965,933	10,704,244
Committed	2,920,391	-	2,920,391
Unassigned	(27,489)	-	(27,489)
	<u>4,658,702</u>	<u>8,965,933</u>	<u>13,624,635</u>
Total fund balance	4,658,702	8,965,933	13,624,635
Total liabilities, deferred inflows of resources and fund balance	\$ 21,302,447	\$ 9,254,147	\$ 30,556,594

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>SPECIAL REVENUE FUNDS</b>	<b>CAPITAL PROJECTS FUNDS</b>	<b>TOTAL</b>
<b>REVENUES</b>			
Local sources	\$ 3,002,122	\$ 5,460,892	\$ 8,463,014
State sources	41,649,215	-	41,649,215
Federal sources	43,635,483	-	43,635,483
	<hr/>	<hr/>	<hr/>
Total revenues	88,286,820	5,460,892	93,747,712
	<hr/>	<hr/>	<hr/>
<b>EXPENDITURES</b>			
Current			
Regular programs	18,980,511	-	18,980,511
Special programs	15,300,531	-	15,300,531
Vocational programs	2,717,697	-	2,717,697
Other instructional programs	48,196,642	-	48,196,642
Adult education programs	1,291,876	-	1,291,876
Community services programs	642,347	-	642,347
Undistributed expenditures			
Instruction	13,039	-	13,039
Student support	380,225	-	380,225
Instructional staff support	104,195	-	104,195
General administration	510,264	-	510,264
Central services	464,158	37,512	501,670
Operation and maintenance	14,129	-	14,129
Food services operations	1,632	-	1,632
	<hr/>	<hr/>	<hr/>
Total current expenditures	88,617,246	37,512	88,654,758
	<hr/>	<hr/>	<hr/>
Capital outlay	222,475	4,505,797	4,728,272
	<hr/>	<hr/>	<hr/>
Total expenditures	88,839,721	4,543,309	93,383,030
	<hr/>	<hr/>	<hr/>
Net change in fund balance	(552,901)	917,583	364,682
	<hr/>	<hr/>	<hr/>
<b>FUND BALANCE, July 1</b>	5,211,603	8,048,350	13,259,953
	<hr/>	<hr/>	<hr/>
<b>FUND BALANCE, June 30</b>	\$ 4,658,702	\$ 8,965,933	\$ 13,624,635
	<hr/>	<hr/>	<hr/>

# **General Fund**

To account for and report all financial resources not accounted for and reported in another fund.

**WASHOE COUNTY SCHOOL DISTRICT  
COMPARATIVE BALANCE SHEET  
GENERAL FUND  
JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2017)**

	<u>2018</u>	<u>2017</u>
<b>ASSETS</b>		
Cash and investments	\$ 18,038,231	\$ 32,459,112
Receivables		
Property taxes	2,350,036	2,695,374
Interest	33,627	22,471
Miscellaneous	1,083,437	1,136,653
Due from other funds	8,021,189	11,513,946
Due from other governments	43,387,278	34,044,872
Prepays	33,260	15,580
Inventories	<u>1,250,196</u>	<u>1,179,160</u>
Total assets	<u>\$ 74,197,254</u>	<u>\$ 83,067,168</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 2,847,895	\$ 2,293,662
Accrued liabilities	28,931,982	28,423,520
Due to other governments	543,499	7,725,818
Unearned revenues	<u>16,693</u>	<u>12,432</u>
Total liabilities	<u>32,340,069</u>	<u>38,455,432</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Unavailable revenues	<u>974,479</u>	<u>1,307,579</u>
<b>FUND BALANCE</b>		
Nonspendable	1,283,456	1,194,740
Assigned	10,417,754	42,109,417
Unassigned	<u>29,181,496</u>	<u>-</u>
Total fund balance	<u>40,882,706</u>	<u>43,304,157</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 74,197,254</u>	<u>\$ 83,067,168</u>

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources	\$ 320,828,024	\$ 324,480,396	\$ 319,074,062	\$ (5,406,334)	\$ 304,953,413
State sources	136,826,554	133,174,182	136,684,502	3,510,320	128,259,530
Federal sources	716,000	716,000	615,980	(100,020)	502,675
Total revenues	458,370,578	458,370,578	456,374,544	(1,996,034)	433,715,618
<b>EXPENDITURES</b>					
Current					
Regular programs	215,900,183	217,450,322	210,469,065	6,981,257	199,427,308
Special programs	5,433,908	5,483,765	4,985,316	498,449	5,156,975
Vocational programs	6,255,723	5,668,631	5,608,081	60,550	6,398,112
Other instructional programs	13,296,874	13,713,467	12,946,055	767,412	13,438,927
Co-curricular programs	4,064,154	4,929,107	3,920,051	1,009,056	3,654,032
Undistributed expenditures					
Student support	33,276,564	32,475,552	31,766,681	708,871	31,318,268
Instructional staff support	15,756,870	15,982,833	15,195,251	787,582	16,580,390
General administration	12,845,715	14,480,629	6,154,378	8,326,251	6,167,302
School administration	36,652,582	36,150,904	35,297,243	853,661	36,029,691
Central services	23,931,604	23,782,337	23,053,603	728,734	20,738,078
Operation and maintenance	49,182,888	49,291,727	46,969,177	2,322,550	46,036,134
Student transportation	16,436,124	20,079,355	19,621,614	457,741	15,861,129
Total expenditures	433,033,189	439,488,629	415,986,515	23,502,114	400,806,346
Excess of revenues over expenditures	25,337,389	18,881,949	40,388,029	21,506,080	32,909,272
<b>OTHER FINANCING SOURCES (USES)</b>					
Medium-term financing	-	3,100,000	3,100,000	-	-
Proceeds from sale of property	85,000	85,000	55,923	(29,077)	53,846
Contingency	(833,965)	(4,055,702)	-	4,055,702	-
Transfers in	-	-	-	-	39,096
Transfers out	(47,991,997)	(47,998,293)	(45,965,403)	2,032,890	(42,989,789)
Total other financing sources (uses)	(48,740,962)	(48,868,995)	(42,809,480)	6,059,515	(42,896,847)
Net change in fund balance	(23,403,573)	(29,987,046)	(2,421,451)	27,565,595	(9,987,575)
<b>FUND BALANCE, July 1</b>	34,667,158	43,304,157	43,304,157	-	53,291,732
<b>FUND BALANCE, June 30</b>	<u>\$ 11,263,585</u>	<u>\$ 13,317,111</u>	<u>\$ 40,882,706</u>	<u>\$ 27,565,595</u>	<u>\$ 43,304,157</u>



**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Ad valorem taxes	\$ 106,699,130	\$ 106,699,130	\$ 105,531,582	\$ (1,167,548)	\$ 101,226,035
School support taxes	192,019,989	195,672,361	198,072,854	2,400,493	181,682,201
School support taxes - refund prior year	-	-	(8,940,689)	(8,940,689)	-
Franchise taxes	250,000	250,000	288,011	38,011	193,040
Government services tax	16,123,905	16,123,905	17,921,072	1,797,167	16,024,869
Revenue in lieu of taxes	185,000	185,000	180,800	(4,200)	190,818
Tuition - regular day school	296,000	296,000	301,619	5,619	298,314
Tuition - summer school	61,000	61,000	60,428	(572)	24,118
Earnings on investments	420,000	420,000	510,671	90,671	328,210
Refunds	15,000	15,000	-	(15,000)	10,177
Indirect costs	1,700,000	1,700,000	1,688,281	(11,719)	1,556,371
Transportation	565,000	565,000	594,973	29,973	622,776
Reimbursements	1,500,000	1,500,000	1,493,680	(6,320)	1,512,331
Other	993,000	993,000	1,370,780	377,780	1,284,153
Total local sources	320,828,024	324,480,396	319,074,062	(5,406,334)	304,953,413
State sources					
Distributive school fund	131,826,554	125,313,266	130,502,725	5,189,459	128,259,530
Special appropriations	5,000,000	7,860,916	6,181,777	(1,679,139)	-
Total state sources	136,826,554	133,174,182	136,684,502	3,510,320	128,259,530
Federal sources					
Forest reserve	31,000	31,000	30,495	(505)	9,695
Revenue in lieu of taxes, P.L. 81-874	185,000	185,000	185,964	964	134,373
E-Rate refund	500,000	500,000	399,521	(100,479)	358,607
Total federal sources	716,000	716,000	615,980	(100,020)	502,675
Total revenues	458,370,578	458,370,578	456,374,544	(1,996,034)	433,715,618
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	144,296,509	146,540,935	143,406,922	3,134,013	134,427,954
Benefits	60,645,103	59,917,954	59,734,498	183,456	55,815,943
Purchased services	2,276,609	2,314,789	2,014,248	300,541	1,857,699
Supplies	8,319,473	8,307,271	5,198,242	3,109,029	7,224,446
Property	284,789	284,790	40,291	244,499	47,415
Other	77,700	84,583	74,864	9,719	53,851
Total regular programs	215,900,183	217,450,322	210,469,065	6,981,257	199,427,308
Special programs					
Instruction					
Salaries	3,068,303	3,127,147	2,843,270	283,877	3,012,506
Benefits	1,356,273	1,255,247	1,212,632	42,615	1,286,631
Purchased services	23,830	23,533	34,513	(10,980)	29,263
Supplies	108,788	113,093	6,404	106,689	44,352
Other	-	-	1,588	(1,588)	7,064
Total instruction	4,557,194	4,519,020	4,098,407	420,613	4,379,816

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
Instructional staff support					
Salaries	\$ 506,880	\$ 582,444	\$ 560,824	\$ 21,620	\$ 527,623
Benefits	203,864	222,348	221,563	785	207,189
Purchased services	146,316	147,896	100,295	47,601	41,053
Supplies	19,654	12,057	4,227	7,830	1,294
Total instructional staff support	876,714	964,745	886,909	77,836	777,159
Total special programs	5,433,908	5,483,765	4,985,316	498,449	5,156,975
Vocational programs					
Instruction					
Salaries	4,058,305	3,686,106	3,642,483	43,623	4,130,410
Benefits	1,825,019	1,557,217	1,555,447	1,770	1,764,403
Purchased services	9,500	35,397	35,146	251	33,736
Supplies	126,473	146,512	136,769	9,743	159,694
Property	1,000	1,000	-	1,000	-
Other	700	700	3,380	(2,680)	2,001
Total instruction	6,020,997	5,426,932	5,373,225	53,707	6,090,244
Instructional staff support					
Salaries	163,909	170,152	165,345	4,807	214,984
Benefits	64,083	64,313	64,439	(126)	87,318
Purchased services	3,950	4,450	2,251	2,199	2,994
Supplies	2,784	2,784	2,701	83	2,452
Other	-	-	120	(120)	120
Total instructional staff support	234,726	241,699	234,856	6,843	307,868
Total vocational programs	6,255,723	5,668,631	5,608,081	60,550	6,398,112
Other instructional programs					
Instruction					
Salaries	7,913,530	9,019,213	8,305,621	713,592	8,647,301
Benefits	3,294,902	3,281,087	3,308,552	(27,465)	3,444,887
Purchased services	13,500	9,904	10,187	(283)	27,570
Supplies	702,165	34,966	11,529	23,437	17,575
Total instruction	11,924,097	12,345,170	11,635,889	709,281	12,137,333
Instructional staff support					
Salaries	673,738	682,060	683,518	(1,458)	671,555
Benefits	268,326	259,047	258,515	532	257,182
Purchased services	331,971	331,971	314,884	17,087	299,154
Supplies	98,742	95,219	53,249	41,970	73,703
Total instructional staff support	1,372,777	1,368,297	1,310,166	58,131	1,301,594
Total other instructional programs	13,296,874	13,713,467	12,946,055	767,412	13,438,927

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Co-curricular programs					
Instruction					
Salaries	\$ 2,233,790	\$ 2,356,904	\$ 2,030,224	\$ 326,680	\$ 1,936,063
Benefits	127,759	127,167	112,137	15,030	97,740
Total instruction	2,361,549	2,484,071	2,142,361	341,710	2,033,803
Student support					
Salaries	154,087	159,710	154,737	4,973	159,486
Benefits	54,950	54,508	54,481	27	55,574
Total student support	209,037	214,218	209,218	5,000	215,060
Instructional staff support					
Salaries	-	-	466	(466)	-
Benefits	-	-	37	(37)	-
Purchased services	521,775	522,400	416,623	105,777	391,538
Supplies	4,433	3,841	11,584	(7,743)	27,832
Other	63,544	63,544	77,636	(14,092)	117,030
Total instructional staff support	589,752	589,785	506,346	83,439	536,400
Student transportation					
Salaries	330,514	669,568	440,677	228,891	327,645
Benefits	212,828	596,361	355,319	241,042	235,811
Purchased services	360,474	375,104	266,130	108,974	305,313
Total student transportation	903,816	1,641,033	1,062,126	578,907	868,769
Total co-curricular programs	4,064,154	4,929,107	3,920,051	1,009,056	3,654,032
Undistributed expenditures					
Student support					
Salaries	22,699,575	22,163,313	21,928,034	235,279	21,586,044
Benefits	9,661,620	9,346,676	9,309,218	37,458	9,109,148
Purchased services	717,200	744,869	263,047	481,822	293,467
Supplies	195,869	217,894	235,901	(18,007)	283,565
Other	2,300	2,800	30,481	(27,681)	46,044
Total student support	33,276,564	32,475,552	31,766,681	708,871	31,318,268
Instructional staff support					
Salaries	9,738,937	9,969,251	9,497,442	471,809	10,476,474
Benefits	3,715,276	3,782,416	3,803,912	(21,496)	4,061,265
Purchased services	1,464,705	1,461,125	829,051	632,074	872,148
Supplies	814,353	749,337	1,059,066	(309,729)	1,136,907
Property	17,999	15,599	-	15,599	9,495
Other	5,600	5,105	5,780	(675)	24,101
Total instructional staff support	15,756,870	15,982,833	15,195,251	787,582	16,580,390

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
General administration					
Salaries	\$ 3,814,995	\$ 3,848,823	\$ 3,853,201	\$ (4,378)	\$ 3,889,364
Benefits	1,787,519	1,826,664	1,677,834	148,830	1,491,707
Purchased services	630,749	631,059	358,959	272,100	461,668
Supplies	314,905	285,993	195,130	90,863	237,262
Property	6,000	6,000	-	6,000	-
Other	6,291,547	7,882,090	69,254	7,812,836	87,301
Total general administration	12,845,715	14,480,629	6,154,378	8,326,251	6,167,302
School administration					
Salaries	26,015,983	25,789,717	25,427,124	362,593	25,930,086
Benefits	10,174,990	9,710,146	9,747,083	(36,937)	9,937,917
Purchased services	293,012	483,127	76,774	406,353	67,104
Supplies	154,997	154,314	43,617	110,697	83,352
Property	3,000	3,000	-	3,000	5,850
Other	10,600	10,600	2,645	7,955	5,382
Total school administration	36,652,582	36,150,904	35,297,243	853,661	36,029,691
Central services					
Salaries	12,090,018	12,026,807	11,817,481	209,326	11,757,174
Benefits	4,660,987	4,455,542	4,500,367	(44,825)	4,451,386
Purchased services	6,088,433	6,001,021	5,996,986	4,035	3,760,256
Supplies	460,130	666,931	123,312	543,619	121,328
Property	16,870	16,870	54,745	(37,875)	45,186
Other	615,166	615,166	560,712	54,454	602,748
Total central services	23,931,604	23,782,337	23,053,603	728,734	20,738,078
Operation and maintenance					
Salaries	22,690,130	22,951,713	22,637,107	314,606	22,205,846
Benefits	9,961,777	9,308,397	9,379,760	(71,363)	9,204,625
Purchased services	6,638,567	6,906,815	6,181,287	725,528	5,817,588
Supplies	9,803,771	10,036,009	8,575,220	1,460,789	8,643,423
Property	12,043	12,043	59,058	(47,015)	49,408
Other	76,600	76,750	136,745	(59,995)	115,244
Total operation and maintenance	49,182,888	49,291,727	46,969,177	2,322,550	46,036,134
Student transportation					
Salaries	9,472,862	9,591,586	9,456,251	135,335	9,336,872
Benefits	4,026,860	3,660,765	3,919,838	(259,073)	3,958,281
Purchased services	785,479	1,106,445	724,464	381,981	785,993
Supplies	1,666,924	1,716,560	1,657,844	58,716	1,188,139
Property	472,249	3,992,249	3,847,758	144,491	574,868
Other	11,750	11,750	15,459	(3,709)	16,976
Total student transportation	16,436,124	20,079,355	19,621,614	457,741	15,861,129
Total undistributed expenditures	188,082,347	192,243,337	178,057,947	14,185,390	172,730,992
Total expenditures	433,033,189	439,488,629	415,986,515	23,502,114	400,806,346
Excess of revenues over expenditures	25,337,389	18,881,949	40,388,029	21,506,080	32,909,272

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>OTHER FINANCING SOURCES (USES)</b>					
Medium-term financing	\$ -	\$ 3,100,000	\$ 3,100,000	\$ -	\$ -
Proceeds from sale of property	85,000	85,000	55,923	(29,077)	53,846
Contingency	(833,965)	(4,055,702)	-	4,055,702	-
Transfers in	-	-	-	-	39,096
Transfers out	(47,991,997)	(47,998,293)	(45,965,403)	2,032,890	(42,989,789)
Total other financing sources (uses)	(48,740,962)	(48,868,995)	(42,809,480)	6,059,515	(42,896,847)
Net change in fund balance	(23,403,573)	(29,987,046)	(2,421,451)	27,565,595	(9,987,575)
<b>FUND BALANCE, July 1</b>	34,667,158	43,304,157	43,304,157	-	53,291,732
<b>FUND BALANCE, June 30</b>	<u>\$ 11,263,585</u>	<u>\$ 13,317,111</u>	<u>\$ 40,882,706</u>	<u>\$ 27,565,595</u>	<u>\$ 43,304,157</u>

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEARS ENDED JUNE 30, 2017 AND 2016)**

	<u>2018</u>	<u>2017</u>	<u>2016</u>
<b>REVENUES</b>			
Local sources	\$ 319,074,062	\$ 304,953,413	\$ 292,481,483
State sources	136,684,502	128,259,530	134,836,971
Federal sources	<u>615,980</u>	<u>502,675</u>	<u>995,019</u>
Total revenues	<u>456,374,544</u>	<u>433,715,618</u>	<u>428,313,473</u>
<b>EXPENDITURES</b>			
Current			
Regular programs	210,469,065	199,427,308	199,255,819
Special programs	4,985,316	5,156,975	5,657,811
Vocational programs	5,608,081	6,398,112	6,116,359
Other instructional programs	12,946,055	13,438,927	14,117,851
Co-curricular programs	3,920,051	3,654,032	3,631,308
Undistributed expenditures			
Student support	31,766,681	31,318,268	29,398,572
Instructional staff support	15,195,251	16,580,390	15,889,423
General administration	6,154,378	6,167,302	6,201,991
School administration	35,297,243	36,029,691	34,779,573
Central services	23,053,603	20,738,078	22,259,046
Operation and maintenance	46,969,177	46,036,134	46,180,970
Student transportation	<u>19,621,614</u>	<u>15,861,129</u>	<u>18,229,285</u>
Total expenditures	<u>415,986,515</u>	<u>400,806,346</u>	<u>401,718,008</u>
Excess of revenues over expenditures	<u>40,388,029</u>	<u>32,909,272</u>	<u>26,595,465</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Medium-term financing	3,100,000	-	3,100,000
Proceeds from sale of property	55,923	53,846	91,235
Transfers in	-	39,096	-
Transfers out	<u>(45,965,403)</u>	<u>(42,989,789)</u>	<u>(37,701,518)</u>
Total other financing sources (uses)	<u>(42,809,480)</u>	<u>(42,896,847)</u>	<u>(34,510,283)</u>
Net change in fund balance	(2,421,451)	(9,987,575)	(7,914,818)
<b>FUND BALANCE, July 1</b>	<u>43,304,157</u>	<u>53,291,732</u>	<u>61,206,550</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 40,882,706</u>	<u>\$ 43,304,157</u>	<u>\$ 53,291,732</u>

# **Special Revenue Funds**

To account for and report the proceeds of specific revenue sources (other than for private-purpose trust or major capital projects) that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. This includes federal, state and local programs.

The Special Education Fund is used to account for transactions of the District relating to educational services provided to children with special needs.

### **Major Special Revenue Fund:**

**Special Education Fund:** used to account for transactions of the District relating to educational services provided to children with special needs.

### **Nonmajor Special Revenue Funds**

**E-Rate Fund:** To account for revenues received from the Universal Service Schools and Libraries Program, commonly known as “E-rate”, which provides discounts to help eligible schools and libraries obtain affordable telecommunication and internet access.

**Title I:** To account for financial assistance from Title I of the Elementary and Secondary Education Act (ESSA) for local educational agencies and schools with high numbers or high percentages of children from low-income families.

**Federal—Other Agency Grants:** To account for federal grants which pass through other agencies.

**Direct Federal Grants:** To account for federal grants provided directly by U.S. government agencies.

**Federal Special Education:** To account for federal pass through grants authorized by the Individual with Disabilities Education Act (IDEA). These funds are used to provide special education services to qualifying students.

**Vocational Education:** To account for Nevada Department of Education grants to provide programs for vocational, career and technical education.

**Federal, Nevada DOE:** To account for Federal grants for various purposes.

**Family Resource Centers:** To account for Nevada Health and Human Services grants to operate family resource centers, whose purpose is to provide basic needs assistance to families and students.

**Adult Education:** To account for Nevada Department of Education grants to operate an adult high school diploma program for adults who are no longer eligible for educational services in a traditional high school.

**Class Size Reduction:** To account for Nevada Department of Education program to reduce class sizes in grades K through 3 by providing funds for additional teachers, as authorized by NRS 388.720.

**Early Childhood:** To account for Nevada Department of Education grant to operate early childhood education programs for pre-kindergarten students.

**PERS and Financial Incentives:** To account for Nevada Department of Education grants to purchase retirement credits for qualifying teachers working in at-risk schools, as authorized by NRS 391.165.

**Special State Appropriations:** To account for Nevada Department of Education grants for various purposes. Examples are: Zoom schools, for schools with high percentages of English language learners; Victory schools, and Read by Grade 3.

**Twenty-First Century:** To account for Federal pass-through grants for after school programs.



**Title II Part A - Teacher Training:** To account for Federal pass-through grants to provide professional development / training opportunities for teachers, administrators and support staff.

**Title III - English Language Acquisition:** To account for Federal pass-through grants to provide supplemental services specifically targeted to students who are currently not fluent in the English language.

**Regional Professional Development Program:** To account for State funding to Washoe County School District, acting as the fiscal agent, to operate professional development programs at the five school districts that comprise the Northwest Regional Professional Development Program, as authorized by NRS 391A.120.

**Education Alliance:** To account for revenues for this 501(c)3 organization, as the District acts as the fiscal agent. This partnership exists to enhance community involvement in the schools.

**Private Foundations:** To account for non-public funded grants / non-governmental grants.

**Medicaid:** To account for Federal reimbursement for Medicaid eligible services to students.

**Other State Agencies:** To account for State grants from state agencies other than the Nevada Department of Education.

**Federal Other State Agencies:** To account for Federal grants which pass through state agencies other than the Nevada Department of Education.

**Categorical Grants:** To account for small grants provided by community organizations, such as a Parent Teacher Organization (PTO) and local businesses for specific goods and / or services.

**Gifts and Donations:** To account for non-public gifts and donations to the school district.

**Wellness:** To account for the District's Wellness Program for employees.



**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Distributive school account	\$ 27,177,533	\$ 29,150,397	\$ 29,185,152	\$ 34,755	\$ 25,977,345
<b>EXPENDITURES</b>					
Current					
Special programs					
Instruction					
Salaries	32,300,123	32,759,766	31,409,058	1,350,708	28,782,660
Benefits	13,327,326	12,416,393	13,521,046	(1,104,653)	12,039,292
Purchased services	72,305	147,389	63,740	83,649	209
Supplies	17,614	64,449	32,075	32,374	16,236
Other	-	849,866	851,238	(1,372)	-
Total instruction	45,717,368	46,237,863	45,877,157	360,706	40,838,397
Student support					
Salaries	9,330,389	10,098,695	9,272,074	826,621	8,634,499
Benefits	3,551,824	3,477,681	3,468,425	9,256	3,293,877
Purchased services	548,054	632,903	345,366	287,537	196,725
Supplies	140,430	254,100	104,722	149,378	113,978
Other	10,000	10,000	1,350	8,650	750
Total student support	13,580,697	14,473,379	13,191,937	1,281,442	12,239,829
Instructional staff support					
Salaries	1,550,983	1,451,197	1,436,059	15,138	1,486,319
Benefits	602,894	536,671	539,456	(2,785)	584,222
Purchased services	-	258,800	258,800	-	972
Supplies	-	25,000	-	25,000	963
Total instructional staff support	2,153,877	2,271,668	2,234,315	37,353	2,072,476
General administration					
Salaries	407,998	385,365	390,275	(4,910)	392,810
Benefits	146,660	142,833	144,066	(1,233)	147,230
Supplies	300	15,300	299	15,001	483
Other	190	190	-	190	-
Total general administration	555,148	543,688	534,640	9,048	540,523
School administration					
Salaries	348,527	412,052	414,587	(2,535)	347,597
Benefits	137,695	165,670	164,048	1,622	133,957
Purchased services	500	500	-	500	-
Supplies	-	15,000	-	15,000	-
Total school administration	486,722	593,222	578,635	14,587	481,554
Central services					
Salaries	66,610	118,631	118,382	249	57,138
Benefits	27,681	39,340	38,722	618	23,064
Purchased services	10,000	175,712	160,000	15,712	3,410
Supplies	-	5,000	-	5,000	1,054
Other	-	30,000	30,000	-	120
Total central services	104,291	368,683	347,104	21,579	84,786

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
Operation and maintenance					
Salaries	\$ 49,877	\$ 45,706	\$ 45,732	\$ (26)	\$ 44,261
Benefits	21,968	23,748	21,757	1,991	20,988
Supplies	-	2,000	-	2,000	-
Total operation and maintenance	71,845	71,454	67,489	3,965	65,249
Student transportation					
Salaries	4,472,684	4,557,348	4,455,634	101,714	4,367,116
Benefits	2,329,435	2,192,900	2,109,248	83,652	2,043,159
Purchased services	333,150	263,150	34,195	228,955	59,903
Supplies	1,226,958	1,226,958	1,359,795	(132,837)	1,543,367
Total student transportation	8,362,227	8,240,356	7,958,872	281,484	8,013,545
Total expenditures	71,032,175	72,800,313	70,790,149	2,010,164	64,336,359
(Deficiency) of revenues (under) expenditures	(43,854,642)	(43,649,916)	(41,604,997)	2,044,919	(38,359,014)
<b>OTHER FINANCING SOURCES</b>					
Transfers in	43,643,620	43,649,916	41,604,997	(2,044,919)	38,359,014
Net change in fund balance	(211,022)	-	-	-	-
<b>FUND BALANCE, July 1</b>	211,022	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2018  
(Page 1 of 3)**

	<b>ERATE PROCEEDS</b>	<b>TITLE I</b>	<b>FEDERAL - OTHER AGENCY GRANTS</b>	<b>DIRECT FEDERAL GRANTS</b>
<b>ASSETS</b>				
Cash and investments	\$ 1,205,216	\$ -	\$ 336,683	\$ -
Receivables				
Interest	1,984	-	-	-
Grants	-	2,959,062	184,984	540,467
Miscellaneous	963,462	1,604	39	649
Prepays	450,000	954	-	4,744
	<u>450,000</u>	<u>954</u>	<u>-</u>	<u>4,744</u>
Total assets	\$ <u>2,620,662</u>	\$ <u>2,961,620</u>	\$ <u>521,706</u>	\$ <u>545,860</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 16,205	\$ 145,986	\$ 13,912	\$ 10,412
Accrued liabilities	4,961	464,035	11,048	182,401
Due to other funds	-	2,351,599	-	353,047
Grant funds received in advance	-	-	496,746	-
	<u>-</u>	<u>-</u>	<u>496,746</u>	<u>-</u>
Total liabilities	<u>21,166</u>	<u>2,961,620</u>	<u>521,706</u>	<u>545,860</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	750,675	-	112,516	-
	<u>750,675</u>	<u>-</u>	<u>112,516</u>	<u>-</u>
<b>FUND BALANCE</b>				
Non-spendable	-	954	-	4,744
Restricted	-	-	(112,516)	-
Committed	1,848,821	-	-	-
Unassigned	-	(954)	-	(4,744)
	<u>-</u>	<u>(954)</u>	<u>-</u>	<u>(4,744)</u>
Total fund balance	<u>1,848,821</u>	<u>-</u>	<u>(112,516)</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balance	\$ <u>2,620,662</u>	\$ <u>2,961,620</u>	\$ <u>521,706</u>	\$ <u>545,860</u>

<b>FEDERAL SPECIAL EDUCATION</b>	<b>VOCATIONAL EDUCATION</b>	<b>FEDERAL, NEVADA DOE</b>	<b>FAMILY RESOURCE CENTERS</b>	<b>ADULT EDUCATION</b>	<b>CLASS SIZE REDUCTION</b>
\$ -	\$ -	\$ -	\$ -	\$ -	1,448,731
-	-	-	-	-	-
752,799	215,852	868,416	75,079	259,021	-
4,337	37	342	724	126	5,932
-	-	-	-	-	-
<u>\$ 757,136</u>	<u>\$ 215,889</u>	<u>\$ 868,758</u>	<u>\$ 75,803</u>	<u>\$ 259,147</u>	<u>\$ 1,454,663</u>
\$ 73,695	\$ 89,018	\$ 130,463	\$ 8,185	\$ 25	\$ -
457,331	47,443	202,549	16,524	61,966	1,454,663
226,110	79,428	535,746	51,094	197,156	-
-	-	-	-	-	-
<u>757,136</u>	<u>215,889</u>	<u>868,758</u>	<u>75,803</u>	<u>259,147</u>	<u>1,454,663</u>
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$ 757,136</u>	<u>\$ 215,889</u>	<u>\$ 868,758</u>	<u>\$ 75,803</u>	<u>\$ 259,147</u>	<u>\$ 1,454,663</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2018  
(Page 2 of 3)**

	<b>EARLY CHILDHOOD</b>	<b>SPECIAL STATE APPROPRIATIONS</b>	<b>TWENTY-FIRST CENTURY</b>	<b>TITLE II PART A TEACHER TRAINING</b>
<b>ASSETS</b>				
Cash and investments	\$ -	\$ -	\$ -	\$ -
Receivables				
Interest	-	-	-	-
Grants	98,438	4,173,584	588,003	262,880
Miscellaneous	52	725	786	265
Prepays	-	2,953	-	-
	<u>-</u>	<u>2,953</u>	<u>-</u>	<u>-</u>
Total assets	\$ <u>98,490</u>	\$ <u>4,177,262</u>	\$ <u>588,789</u>	\$ <u>263,145</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 4,584	\$ 971,232	\$ 35,428	\$ 15
Accrued liabilities	43,210	567,829	21,350	66,460
Due to other funds	50,696	2,206,363	532,011	196,670
Grant funds received in advance	-	431,838	-	-
	<u>-</u>	<u>431,838</u>	<u>-</u>	<u>-</u>
Total liabilities	98,490	4,177,262	588,789	263,145
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE</b>				
Non-spendable	-	2,953	-	-
Restricted	-	-	-	-
Committed	-	-	-	-
Unassigned	-	(2,953)	-	-
	<u>-</u>	<u>(2,953)</u>	<u>-</u>	<u>-</u>
Total fund balance	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balance	\$ <u>98,490</u>	\$ <u>4,177,262</u>	\$ <u>588,789</u>	\$ <u>263,145</u>

<b>TITLE III ENGLISH LANGUAGE ACQUISITION</b>	<b>REGIONAL PROFESSIONAL DEVELOPMENT PROGRAM</b>	<b>EDUCATION ALLIANCE</b>	<b>PRIVATE FOUNDATIONS</b>	<b>MEDICAID</b>	<b>OTHER STATE AGENCIES</b>
\$ -	\$ -	\$ 143,423	\$ 758,281	\$ 636,711	\$ 16,110
-	-	-	-	-	-
278,940	882,645	-	156,907	-	22,550
114	117	-	737	718,079	-
1,057	2,561	-	10,600	4,620	-
<u>\$ 280,111</u>	<u>\$ 885,323</u>	<u>\$ 143,423</u>	<u>\$ 926,525</u>	<u>\$ 1,359,410</u>	<u>\$ 38,660</u>
\$ 3,087	\$ 101,466	\$ 2,790	\$ 14,244	\$ 131,689	\$ 4,726
27,221	146,111	-	53,594	156,151	19,542
249,803	637,746	-	-	-	-
-	-	-	858,687	-	14,392
<u>280,111</u>	<u>885,323</u>	<u>2,790</u>	<u>926,525</u>	<u>287,840</u>	<u>38,660</u>
-	-	-	-	-	-
1,057	2,561	-	10,600	4,620	-
-	-	140,633	-	-	-
-	-	-	-	1,071,570	-
<u>(1,057)</u>	<u>(2,561)</u>	<u>-</u>	<u>(10,600)</u>	<u>(4,620)</u>	<u>-</u>
-	-	140,633	-	1,071,570	-
<u>\$ 280,111</u>	<u>\$ 885,323</u>	<u>\$ 143,423</u>	<u>\$ 926,525</u>	<u>\$ 1,359,410</u>	<u>\$ 38,660</u>

(CONTINUED)



**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2018  
(Page 3 of 3)**

	<b>FEDERAL OTHER STATE AGENCIES</b>	<b>CATEGORICAL GRANTS</b>	<b>GIFTS AND DONATIONS</b>	<b>WELLNESS</b>
<b>ASSETS</b>				
Cash and investments	\$ -	\$ 45,952	\$ 920,515	\$ 807,222
Receivables				
Interest	-	-	-	1,514
Grants	457,067	-	-	-
Miscellaneous	123	17,591	10,048	33
Prepays	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 457,190	\$ 63,543	\$ 930,563	\$ 808,769
	<hr/>	<hr/>	<hr/>	<hr/>
<b>LIABILITIES</b>				
Accounts payable	\$ 30,512	\$ -	\$ 278	\$ 22,605
Accrued liabilities	72,958	16,230	6,255	-
Due to other funds	353,720	-	-	-
Grant funds received in advance	-	47,313	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	457,190	63,543	6,533	22,605
	<hr/>	<hr/>	<hr/>	<hr/>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>FUND BALANCE</b>				
Non-spendable	-	-	-	-
Restricted	-	-	924,030	786,164
Committed	-	-	-	-
Unassigned	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balance	-	-	924,030	786,164
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities, deferred inflows of resources, and fund balance	\$ 457,190	\$ 63,543	\$ 930,563	\$ 808,769
	<hr/>	<hr/>	<hr/>	<hr/>

**TOTAL**

\$	6,318,844
	3,498
	12,776,694
	1,725,922
	<u>477,489</u>
\$	<u><u>21,302,447</u></u>

\$	1,810,557
	4,099,832
	8,021,189
	<u>1,848,976</u>
	<u>15,780,554</u>

863,191

	27,489
	1,738,311
	2,920,391
	<u>(27,489)</u>

4,658,702

\$	<u><u>21,302,447</u></u>
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**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2018  
(Page 1 of 3)**

	<u>ERATE PROCEEDS</u>	<u>TITLE I</u>	<u>FEDERAL - OTHER AGENCY GRANTS</u>	<u>DIRECT FEDERAL GRANTS</u>
<b>REVENUES</b>				
Local sources	\$ 20,321	\$ -	\$ -	\$ -
State sources	-	-	-	-
Federal sources	<u>212,781</u>	<u>14,446,861</u>	<u>472,253</u>	<u>5,865,711</u>
Total revenues	<u>233,102</u>	<u>14,446,861</u>	<u>472,253</u>	<u>5,865,711</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	-	-	-	-
Special programs	-	-	-	-
Vocational programs	-	-	-	-
Other instructional programs	-	14,446,861	584,769	5,865,711
Adult education programs	-	-	-	-
Community services programs	-	-	-	-
Undistributed expenditures				
Instruction	-	-	-	-
Student support	-	-	-	-
Instructional staff support	-	-	-	-
General administration	-	-	-	-
Central services	461,046	-	-	-
Operation and maintenance	-	-	-	-
Food services operations	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total current expenditures	<u>461,046</u>	<u>14,446,861</u>	<u>584,769</u>	<u>5,865,711</u>
Capital outlay	<u>172,475</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>633,521</u>	<u>14,446,861</u>	<u>584,769</u>	<u>5,865,711</u>
Net change in fund balance	(400,419)	-	(112,516)	-
<b>FUND BALANCE, July 1</b>	<u>2,249,240</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 1,848,821</u>	<u>\$ -</u>	<u>\$ (112,516)</u>	<u>\$ -</u>

<b>FEDERAL SPECIAL EDUCATION</b>	<b>VOCATIONAL EDUCATION</b>	<b>FEDERAL, NEVADA DOE</b>	<b>FAMILY RESOURCE CENTERS</b>	<b>ADULT EDUCATION</b>	<b>CLASS SIZE REDUCTION</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	1,365,470	-	332,268	1,291,876	18,541,050
10,355,384	-	3,736,101	-	-	-
10,355,384	1,365,470	3,736,101	332,268	1,291,876	18,541,050
-	-	-	-	-	18,541,050
10,355,384	-	-	-	-	-
-	1,365,470	672,179	-	-	-
-	-	2,840,954	-	-	-
-	-	-	-	1,291,876	-
-	-	-	332,268	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
10,355,384	1,365,470	3,513,133	332,268	1,291,876	18,541,050
-	-	-	-	-	-
10,355,384	1,365,470	3,513,133	332,268	1,291,876	18,541,050
-	-	222,968	-	-	-
-	-	(222,968)	-	-	-
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2018  
(Page 2 of 3)**

	<b>EARLY CHILDHOOD</b>	<b>PERS AND FINANCIAL INCENTIVES</b>	<b>SPECIAL STATE APPROPRIATIONS</b>	<b>TWENTY-FIRST CENTURY</b>
<b>REVENUES</b>				
Local sources	\$ -	\$ -	\$ -	\$ -
State sources	698,933	114,444	16,306,672	-
Federal sources	-	-	-	2,231,886
Total revenues	<u>698,933</u>	<u>114,444</u>	<u>16,306,672</u>	<u>2,231,886</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	-	-	-	-
Special programs	-	-	1,785,264	-
Vocational programs	-	-	-	-
Other instructional programs	698,933	114,444	14,521,408	2,231,886
Adult education programs	-	-	-	-
Community services programs	-	-	-	-
Undistributed expenditures				
Instruction	-	-	-	-
Student support	-	-	-	-
Instructional staff support	-	-	-	-
General administration	-	-	-	-
Central services	-	-	-	-
Operation and maintenance	-	-	-	-
Food services operations	-	-	-	-
Total current expenditures	<u>698,933</u>	<u>114,444</u>	<u>16,306,672</u>	<u>2,231,886</u>
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>698,933</u>	<u>114,444</u>	<u>16,306,672</u>	<u>2,231,886</u>
Net change in fund balance	-	-	-	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<b>TITLE II PART A TEACHER TRAINING</b>	<b>TITLE III ENGLISH LANGUAGE ACQUISITION</b>	<b>REGIONAL PROFESSIONAL DEVELOPMENT PROGRAM</b>	<b>EDUCATION ALLIANCE</b>	<b>PRIVATE FOUNDATIONS</b>	<b>MEDICAID</b>
\$ -	\$ -	\$ -	\$ 235,048	\$ 1,494,261	\$ -
-	-	2,552,587	-	-	-
1,239,338	1,121,597	-	-	-	2,668,558
1,239,338	1,121,597	2,552,587	235,048	1,494,261	2,668,558
-	-	-	-	-	-
-	-	-	-	-	2,942,657
-	-	-	-	-	-
1,239,338	1,121,597	2,552,587	-	1,401,846	-
-	-	-	-	-	-
-	-	-	-	42,415	-
-	-	-	-	-	-
-	-	-	180,680	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,239,338	1,121,597	2,552,587	180,680	1,444,261	2,942,657
-	-	-	-	50,000	-
1,239,338	1,121,597	2,552,587	180,680	1,494,261	2,942,657
-	-	-	54,368	-	(274,099)
-	-	-	86,265	-	1,345,669
\$ -	\$ -	\$ -	\$ 140,633	\$ -	\$ 1,071,570

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2018  
(Page 3 of 3)**

	<b>OTHER STATE AGENCIES</b>	<b>FEDERAL, OTHER STATE AGENCIES</b>	<b>CATEGORICAL GRANTS</b>	<b>GIFTS AND DONATIONS</b>
<b>REVENUES</b>				
Local sources	\$ -	\$ -	\$ 417,469	\$ 380,226
State sources	445,915	-	-	-
Federal sources	-	1,285,013	-	-
Total revenues	<u>445,915</u>	<u>1,285,013</u>	<u>417,469</u>	<u>380,226</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	-	-	412,535	26,926
Special programs	-	209,243	-	7,983
Vocational programs	-	680,048	-	-
Other instructional programs	445,915	130,393	-	-
Adult education programs	-	-	-	-
Community services programs	-	265,329	-	2,335
Undistributed expenditures				
Instruction	-	-	-	13,039
Student support	-	-	-	199,545
Instructional staff support	-	-	4,934	99,261
General administration	-	-	-	-
Central services	-	-	-	3,112
Operation and maintenance	-	-	-	14,129
Food services operations	-	-	-	1,632
Total current expenditures	<u>445,915</u>	<u>1,285,013</u>	<u>417,469</u>	<u>367,962</u>
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>445,915</u>	<u>1,285,013</u>	<u>417,469</u>	<u>367,962</u>
Net change in fund balance	-	-	-	12,264
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>911,766</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 924,030</u>

<u>WELLNESS</u>		<u>TOTAL</u>	
\$	454,797	\$	3,002,122
	-		41,649,215
	-		43,635,483
	<u>454,797</u>		<u>88,286,820</u>
	-		18,980,511
	-		15,300,531
	-		2,717,697
	-		48,196,642
	-		1,291,876
	-		642,347
	-		13,039
	-		380,225
	-		104,195
	510,264		510,264
	-		464,158
	-		14,129
	-		1,632
	<u>510,264</u>		<u>88,617,246</u>
	-		222,475
	<u>510,264</u>		<u>88,839,721</u>
	(55,467)		(552,901)
	<u>841,631</u>		<u>5,211,603</u>
\$	<u><u>786,164</u></u>	\$	<u><u>4,658,702</u></u>



**WASHOE COUNTY SCHOOL DISTRICT  
 ERATE PROCEEDS - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2018  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ -	\$ -	\$ 20,321	\$ 20,321	\$ 26,514
Federal sources	-	-	212,781	212,781	1,434,595
Total revenues	-	-	233,102	233,102	1,461,109
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	57,392	57,392	44,611	12,781	48,062
Benefits	19,879	19,879	14,382	5,497	15,689
Purchased services	70,000	70,000	-	70,000	2,050,465
Supplies	190,918	1,143,494	402,053	741,441	304,961
Property	-	-	-	-	55,460
Total current expenditures	338,189	1,290,765	461,046	829,719	2,474,637
Capital outlay, facilities acquisition and construction					
Architecture and engineering					
Purchased services	-	-	-	-	22,639
Other	-	-	-	-	1,186
Total architecture and engineering	-	-	-	-	23,825
Building improvements					
Salaries	-	1,535	1,535	-	1,959
Benefits	-	614	614	-	783
Purchased services	74,886	78,362	78,362	-	20,462
Supplies	3,964	7,964	7,964	-	18,141
Property	-	84,000	84,000	-	942,156
Total building improvements	78,850	172,475	172,475	-	983,501
Total capital outlay, facilities acquisition and construction	78,850	172,475	172,475	-	1,007,326
Total expenditures	417,039	1,463,240	633,521	829,719	3,481,963
Net change in fund balance	(417,039)	(1,463,240)	(400,419)	1,062,821	(2,020,854)
<b>FUND BALANCE, July 1</b>	417,039	2,249,240	2,249,240	-	4,270,094
<b>FUND BALANCE, June 30</b>	\$ -	\$ 786,000	\$ 1,848,821	\$ 1,062,821	\$ 2,249,240



**WASHOE COUNTY SCHOOL DISTRICT  
TITLE I - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources	\$ 15,750,000	\$ 16,624,859	\$ 14,446,861	\$ (2,177,998)	\$ 13,743,872
<b>EXPENDITURES</b>					
Current					
Other Instructional programs					
Instruction					
Salaries	2,805,608	3,575,838	3,104,848	470,990	3,276,740
Benefits	1,259,115	1,346,818	912,154	434,664	966,337
Purchased services	137,369	110,187	108,378	1,809	99,636
Supplies	2,774,176	2,285,504	2,262,281	23,223	2,174,377
Other	147,451	157,234	157,038	196	94,600
Total instruction	7,123,719	7,475,581	6,544,699	930,882	6,611,690
Student support					
Salaries	270,832	267,441	247,956	19,485	211,121
Benefits	96,981	138,480	92,357	46,123	74,997
Purchased services	88,548	79,246	71,413	7,833	66,176
Supplies	16,898	56,038	54,870	1,168	13,918
Other	2,562	12,196	11,950	246	303
Total student support	475,821	553,401	478,546	74,855	366,515
Instructional staff support					
Salaries	1,407,462	1,884,807	1,619,443	265,364	1,736,527
Benefits	606,187	686,819	558,039	128,780	486,551
Purchased services	530,762	829,466	754,530	74,936	335,584
Supplies	198,020	178,143	131,592	46,551	127,870
Other	8,262	16,500	7,448	9,052	2,909
Total instructional staff support	2,750,693	3,595,735	3,071,052	524,683	2,689,441
General administration					
Salaries	1,859,311	1,496,198	1,334,999	161,199	1,441,059
Benefits	860,042	701,734	516,670	185,064	526,448
Purchased services	133,227	65,151	49,623	15,528	85,712
Supplies	30,253	41,084	33,656	7,428	20,391
Other	122,296	96,308	72,255	24,053	92,906
Total general administration	3,005,129	2,400,475	2,007,203	393,272	2,166,516
School administration					
Salaries	729,700	1,050,673	1,009,927	40,746	714,756
Benefits	300,302	489,495	404,836	84,659	282,945
Total school administration	1,030,002	1,540,168	1,414,763	125,405	997,701

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
TITLE I - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
Central services					
Salaries	\$ 367,970	\$ 309,574	\$ 294,145	\$ 15,429	\$ 289,801
Benefits	154,731	158,645	115,535	43,110	113,380
Purchased services	161,489	87,000	51,079	35,921	89,503
Supplies	79,934	36,187	20,704	15,483	20,535
Other	600,512	468,093	449,135	18,958	398,790
Total central services	1,364,636	1,059,499	930,598	128,901	912,009
Total expenditures	15,750,000	16,624,859	14,446,861	2,177,998	13,743,872
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
FEDERAL - OTHER AGENCY GRANTS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Federal sources	\$ 625,000	\$ 1,118,042	\$ 472,253	\$ (645,789)	\$ 385,243
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	201,756	159,000	147,503	11,497	166,500
Benefits	84,083	73,086	67,496	5,590	66,284
Supplies	1,113	1,000	-	1,000	-
Total instruction	286,952	233,086	214,999	18,087	232,784
Student support					
Salaries	65,560	227,340	64,641	162,699	54,493
Benefits	20,017	33,846	16,550	17,296	11,706
Purchased services	29,070	75,118	45,138	29,980	21,344
Supplies	213,614	313,147	24,728	288,419	54,357
Other	861	5,353	700	4,653	343
Total student support	329,122	654,804	151,757	503,047	142,243
Instructional staff support					
Salaries	-	-	-	-	3,000
Central services					
Other	8,926	8,610	7,783	827	7,216
Student transportation					
Purchased services	-	221,542	210,230	11,312	-
Total expenditures	625,000	1,118,042	584,769	533,273	385,243
Net change in fund balance	-	-	(112,516)	(112,516)	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ (112,516)	\$ (112,516)	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
DIRECT FEDERAL GRANTS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Federal sources	\$ 8,500,000	\$ 9,272,933	\$ 5,865,711	\$ (3,407,222)	\$ 6,063,078
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	-	61,667	61,576	91	48,506
Benefits	-	5,443	5,443	-	3,409
Purchased services	7,221	4,224	4,224	-	3,085
Supplies	6,996	7,678	7,678	-	36,057
Other	2,912	2,920	2,920	-	2,234
Total instruction	17,129	81,932	81,841	91	93,291
Student support					
Salaries	394,248	619,846	508,604	111,242	457,708
Benefits	171,391	274,750	219,774	54,976	193,041
Purchased services	268,776	268,965	158,387	110,578	205,415
Supplies	61,321	30,577	22,660	7,917	15,169
Other	-	26,532	-	26,532	4
Total student support	895,736	1,220,670	909,425	311,245	871,337
Instructional staff support					
Salaries	1,283,192	3,701,678	2,443,142	1,258,536	2,250,361
Benefits	549,889	897,952	586,474	311,478	644,866
Purchased services	450,425	172,398	165,126	7,272	171,900
Supplies	380,811	12,551	9,419	3,132	379,482
Property	6,707	-	-	-	-
Other	80,914	50,000	49,712	288	55,340
Total instructional staff support	2,751,938	4,834,579	3,253,873	1,580,706	3,501,949
Central services					
Salaries	419,097	723,074	584,879	138,195	533,415
Benefits	169,915	246,829	180,411	66,418	185,201
Purchased services	3,572,181	1,312,006	691,378	620,628	721,508
Supplies	54,963	20,836	8,138	12,698	4,594
Other	614,741	832,677	155,436	677,241	147,483
Total central services	4,830,897	3,135,422	1,620,242	1,515,180	1,592,201
Student transportation					
Purchased services	4,300	330	330	-	4,300
Total expenditures	8,500,000	9,272,933	5,865,711	3,407,222	6,063,078
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
FEDERAL SPECIAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Federal sources	\$ 10,202,719	\$ 10,355,384	\$ 10,355,384	\$ -	\$ 11,131,952
<b>EXPENDITURES</b>					
Current					
Special programs					
Instruction					
Salaries	5,466,224	6,087,591	6,087,591	-	6,331,937
Benefits	2,486,331	2,397,795	2,397,795	-	2,514,484
Purchased services	553	-	-	-	-
Supplies	91,026	116,133	116,133	-	102,670
Total instruction	8,044,134	8,601,519	8,601,519	-	8,949,091
Student support					
Salaries	466,933	512,809	512,809	-	483,887
Benefits	235,324	242,330	242,330	-	246,419
Purchased services	-	-	-	-	2,800
Other	783,210	268,269	268,269	-	809,519
Total student support	1,485,467	1,023,408	1,023,408	-	1,542,625
Instructional staff support					
Salaries	157,119	165,858	165,858	-	66,310
Benefits	29,159	44,655	44,655	-	5,519
Purchased services	677	6,825	6,825	-	700
Total instructional staff support	186,955	217,338	217,338	-	72,529
Central services					
Salaries	118,986	127,702	127,702	-	117,599
Benefits	56,221	47,112	47,112	-	47,354
Other	296,783	332,402	332,402	-	307,985
Total central services	471,990	507,216	507,216	-	472,938
Student transportation					
Purchased services	14,173	5,903	5,903	-	15,600
Total current expenditures	10,202,719	10,355,384	10,355,384	-	11,052,783
Capital outlay, facilities acquisition and construction					
Site improvement					
Purchased services	-	-	-	-	47,701
Property	-	-	-	-	31,468
Total capital outlay, facilities acquisition and construction	-	-	-	-	79,169
Total expenditures	10,202,719	10,355,384	10,355,384	-	11,131,952
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
VOCATIONAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources	\$ 1,555,000	\$ 1,369,018	\$ 1,365,470	\$ (3,548)	\$ 1,370,121
<b>EXPENDITURES</b>					
Current					
Vocational programs					
Instruction					
Salaries	97,589	154,583	154,084	499	154,503
Benefits	47,395	49,066	48,800	266	46,009
Purchased services	53,430	90,359	90,359	-	40,195
Supplies	569,579	442,511	442,505	6	660,694
Property	155,832	117,652	117,651	1	56,220
Other	-	3,715	3,715	-	2,335
Total instruction	923,825	857,886	857,114	772	959,956
Student support					
Salaries	-	107,294	107,289	5	-
Benefits	-	42,618	42,599	19	-
Total student support	-	149,912	149,888	24	-
Instructional staff support					
Salaries	76,841	115,662	114,948	714	127,203
Benefits	37,227	43,568	41,560	2,008	24,629
Purchased services	72,953	26,410	26,410	-	34,781
Supplies	9,385	9,645	9,645	-	3,285
Total instructional staff support	196,406	195,285	192,563	2,722	189,898
Central services					
Other	46,805	-	-	-	-
Student transportation					
Purchased services	287,964	165,935	165,905	30	170,267
Total current expenditures	1,455,000	1,369,018	1,365,470	3,548	1,320,121
Capital outlay, facilities acquisition and construction					
Building improvement					
Purchased services	100,000	-	-	-	50,000
Total expenditures	1,555,000	1,369,018	1,365,470	3,548	1,370,121
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -



**WASHOE COUNTY SCHOOL DISTRICT  
FEDERAL, NEVADA DOE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources	\$ 3,371,422	\$ 4,988,397	\$ 3,736,101	\$ (1,252,296)	\$ 3,367,069
<b>EXPENDITURES</b>					
Current					
Vocational programs					
Instruction					
Supplies	80,130	15,000	15,000	-	146,001
Property	-	21,000	20,763	237	-
Total instruction	80,130	36,000	35,763	237	146,001
Instructional staff support					
Salaries	261,170	347,185	345,560	1,625	271,219
Benefits	98,064	108,197	97,302	10,895	88,501
Purchased services	161,550	167,310	167,310	-	175,789
Supplies	4,360	122	122	-	8,293
Property	6,225	-	-	-	5,039
Total instructional staff support	531,369	622,814	610,294	12,520	548,841
Central services					
Other	20,658	21,913	21,273	640	21,359
Student transportation					
Purchased services	5,000	4,849	4,849	-	1,655
Total vocational programs	637,157	685,576	672,179	13,397	717,856
Other instructional programs					
Instruction					
Salaries	806,362	1,198,750	932,953	265,797	772,958
Benefits	375,335	550,332	383,451	166,881	325,918
Purchased services	-	20,000	4,655	15,345	7,407
Supplies	97,146	335,898	160,461	175,437	215,561
Total instruction	1,278,843	2,104,980	1,481,520	623,460	1,321,844
Student support					
Salaries	472,999	502,970	440,019	62,951	426,948
Benefits	180,317	190,732	172,888	17,844	159,660
Purchased services	245,474	482,188	247,335	234,853	232,651
Supplies	103,488	139,925	113,072	26,853	114,621
Other	23,500	14,600	14,176	424	30,290
Total student support	1,025,778	1,330,415	987,490	342,925	964,170
Instructional staff support					
Salaries	38,314	311,910	169,016	142,894	163,827
Benefits	15,216	126,403	63,407	62,996	27,441
Purchased services	138,694	4,500	3,708	792	112,437
Supplies	58,710	81,854	36,835	45,019	85,225
Total instructional staff support	250,934	524,667	272,966	251,701	388,930

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
FEDERAL, NEVADA DOE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
General administration					
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 18,464
Benefits	-	-	-	-	9,031
Total general administration	-	-	-	-	27,495
Central services					
Other	74,428	97,420	89,221	8,199	76,207
Operation and maintenance					
Salaries	-	-	-	-	420
Purchased services	-	3,900	2,134	1,766	3,683
Total operation and maintenance	-	3,900	2,134	1,766	4,103
Student transportation					
Purchased services	14,697	18,471	7,623	10,848	11,555
Total other instructional programs	2,644,680	4,079,853	2,840,954	1,238,899	2,794,304
Total current expenditures	3,281,837	4,765,429	3,513,133	1,252,296	3,512,160
Capital outlay, facilities acquisition and construction					
Site improvement					
Purchased services	-	-	-	-	8,292
Building improvement					
Purchased services	79,585	-	-	-	69,585
Property	10,000	-	-	-	-
Total building improvement	89,585	-	-	-	69,585
Total capital outlay, facilities acquisition and construction	89,585	-	-	-	77,877
Total expenditures	3,371,422	4,765,429	3,513,133	1,252,296	3,590,037
Net change in fund balance	-	222,968	222,968	-	(222,968)
<b>FUND BALANCE, July 1</b>	-	(222,968)	(222,968)	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ (222,968)

**WASHOE COUNTY SCHOOL DISTRICT  
FAMILY RESOURCE CENTERS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
State sources	\$ 328,000	\$ 347,031	\$ 332,268	\$ (14,763)	\$ 336,080
<b>EXPENDITURES</b>					
Current					
Community services programs					
Central services					
Other	10,471	6,742	6,314	428	10,078
Community services operations					
Salaries	222,039	219,481	214,427	5,054	227,803
Benefits	83,289	76,685	74,642	2,043	82,481
Purchased services	9,844	33,355	26,353	7,002	10,311
Supplies	2,357	10,768	10,532	236	5,407
Total community services operations	317,529	340,289	325,954	14,335	326,002
Total expenditures	328,000	347,031	332,268	14,763	336,080
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -



**WASHOE COUNTY SCHOOL DISTRICT  
ADULT EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources	\$ 1,375,000	\$ 1,395,086	\$ 1,291,876	\$ (103,210)	\$ 1,388,333
<b>EXPENDITURES</b>					
Current					
Adult education programs					
Instruction					
Salaries	143,375	340,304	286,469	53,835	317,608
Benefits	61,665	50,635	44,810	5,825	38,707
Purchased services	41,406	1,450	686	764	1,775
Supplies	34,777	15,220	11,850	3,370	41,731
Other	1,826	900	900	-	-
Total instruction	283,049	408,509	344,715	63,794	399,821
Student support					
Salaries	225,207	187,128	187,055	73	180,329
Benefits	100,196	81,639	79,681	1,958	77,526
Total student support	325,403	268,767	266,736	2,031	257,855
Instructional staff support					
Salaries	-	21,000	18,900	2,100	17,707
Benefits	-	940	778	162	734
Purchased services	1,477	5,000	300	4,700	4,732
Supplies	2,200	17,710	13,405	4,305	17,432
Total instructional staff support	3,677	44,650	33,383	11,267	40,605
General administration					
Salaries	-	12,480	5,441	7,039	-
Benefits	-	559	432	127	-
Total general administration	-	13,039	5,873	7,166	-
School administration					
Salaries	365,808	313,013	303,615	9,398	351,690
Benefits	146,029	120,211	111,677	8,534	131,970
Purchased services	181,165	182,820	182,820	-	181,164
Total school administration	693,002	616,044	598,112	17,932	664,824
Central services					
Other	44,568	-	-	-	-
Operation and maintenance					
Salaries	18,755	28,670	28,120	550	18,316
Benefits	3,046	11,207	10,748	459	2,974
Total operation and maintenance	21,801	39,877	38,868	1,009	21,290

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**ADULT EDUCATION - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
Student transportation					
Purchased services	\$ 3,500	\$ 4,200	\$ 4,189	\$ 11	\$ 3,938
Total expenditures	1,375,000	1,395,086	1,291,876	103,210	1,388,333
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WASHOE COUNTY SCHOOL DISTRICT**  
**CLASS SIZE REDUCTION - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources	\$ 18,549,140	\$ 18,541,050	\$ 18,541,050	\$ -	\$ 22,013,216
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	12,805,977	13,055,134	13,055,134	-	15,357,983
Benefits	5,743,163	5,485,916	5,485,916	-	6,655,233
Total expenditures	18,549,140	18,541,050	18,541,050	-	22,013,216
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
EARLY CHILDHOOD - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
State sources	\$ 725,000	\$ 715,285	\$ 698,933	\$ (16,352)	\$ 657,916
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	452,557	392,005	387,810	4,195	435,620
Benefits	189,722	147,195	144,200	2,995	167,039
Purchased services	571	-	-	-	257
Total instruction	642,850	539,200	532,010	7,190	602,916
Instructional staff support					
Salaries	-	85,336	81,710	3,626	-
Benefits	-	35,485	29,949	5,536	-
Purchased services	1,600	264	264	-	-
Total instructional staff support	1,600	121,085	111,923	9,162	-
Central services					
Other	80,550	55,000	55,000	-	55,000
Total expenditures	725,000	715,285	698,933	16,352	657,916
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -



**WASHOE COUNTY SCHOOL DISTRICT**  
**PERS AND FINANCIAL INCENTIVES - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
State sources	\$ 200,000	\$ 122,200	\$ 114,444	\$ (7,756)	\$ 252,562
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Benefits	200,000	122,200	114,444	7,756	252,562
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -



**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL STATE APPROPRIATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources	\$ 28,057,050	\$ 19,158,569	\$ 16,306,672	\$ (2,851,897)	\$ 19,922,821
<b>EXPENDITURES</b>					
Current					
Special programs					
Instruction					
Salaries	1,506,402	441,993	441,993	-	753,871
Benefits	691,247	186,161	186,161	-	322,674
Total instruction	2,197,649	628,154	628,154	-	1,076,545
Student support					
Salaries	430,751	405,950	405,950	-	315,133
Benefits	206,940	155,701	155,701	-	104,387
Purchased services	462,820	155,462	155,462	-	262,444
Supplies	132,850	429,397	429,397	-	113,437
Property	-	-	-	-	12,060
Other	4,343	6,938	6,938	-	2,925
Total student support	1,237,704	1,153,448	1,153,448	-	810,386
Instructional staff support					
Salaries	-	3,600	3,600	-	-
Benefits	-	62	62	-	-
Total instructional staff support	-	3,662	3,662	-	-
Total special programs	3,435,353	1,785,264	1,785,264	-	1,886,931
Other instructional programs					
Instruction					
Salaries	7,365,922	5,598,798	4,643,599	955,199	6,702,496
Benefits	3,412,862	2,046,038	1,713,299	332,739	2,198,471
Purchased services	43,757	41,468	13,549	27,919	23,750
Supplies	5,132,349	2,479,459	2,033,203	446,256	3,574,009
Property	19,300	-	-	-	9,240
Other	144,750	130,958	130,700	258	79,889
Total Instruction	16,118,940	10,296,721	8,534,350	1,762,371	12,587,855
Student support					
Salaries	84,951	704,823	704,369	454	650,657
Benefits	42,622	57,442	54,558	2,884	59,451
Purchased services	1,651,540	1,827,436	1,785,653	41,783	920,050
Supplies	-	4,251	2,230	2,021	10,204
Total student support	1,779,113	2,593,952	2,546,810	47,142	1,640,362
Instructional staff support					
Salaries	1,119,815	1,860,409	1,498,089	362,320	1,211,880
Benefits	461,044	343,084	306,828	36,256	279,543
Purchased services	1,678,405	1,788,760	1,196,775	591,985	876,280
Supplies	2,543,679	131,799	124,012	7,787	621,478
Property	-	75,881	75,881	-	-
Other	1,158	-	-	-	949
Total instructional staff support	5,804,101	4,199,933	3,201,585	998,348	2,990,130

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL STATE APPROPRIATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
General administration					
Salaries	\$ -	\$ 89,159	\$ 79,657	\$ 9,502	\$ 64,802
Benefits	-	8,370	7,743	627	11,862
Purchased services	103,205	16,507	16,507	-	57,600
Supplies	22,301	33,315	31,765	1,550	14,149
Total general administration	125,506	147,351	135,672	11,679	148,413
Central services					
Salaries	62,474	35,000	34,250	750	25,566
Benefits	18,364	17,028	14,146	2,882	9,765
Other	31,787	-	-	-	-
Total central services	112,625	52,028	48,396	3,632	35,331
Operation and maintenance					
Salaries	-	-	-	-	810
Student transportation					
Purchased services	116,263	83,320	54,595	28,725	65,860
Food services operations					
Salaries	-	-	-	-	1,980
Total other instructional programs	24,056,548	17,373,305	14,521,408	2,851,897	17,470,741
Total current expenditures	27,491,901	19,158,569	16,306,672	2,851,897	19,357,672
Capital outlay, facilities acquisition and construction					
Building improvement					
Purchased services	513,649	-	-	-	505,608
Supplies	41,500	-	-	-	36,459
Property	-	-	-	-	20,244
Other	10,000	-	-	-	2,838
Total capital outlay, facilities acquisition and construction	565,149	-	-	-	565,149
Total expenditures	28,057,050	19,158,569	16,306,672	2,851,897	19,922,821
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**READING IMPROVEMENT - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources	\$ -	\$ -	\$ -	\$ -	907,770
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Supplies	-	-	-	-	864,172
Instructional staff support					
Salaries	-	-	-	-	4,284
Benefits	-	-	-	-	74
Purchased services	-	-	-	-	11,945
Total instructional staff support	-	-	-	-	16,303
Central services					
Other	-	-	-	-	27,295
Total expenditures	-	-	-	-	907,770
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	-

**WASHOE COUNTY SCHOOL DISTRICT  
 TWENTY-FIRST CENTURY - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2018  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Federal sources	\$ 2,200,000	\$ 3,145,647	\$ 2,231,886	\$ (913,761)	\$ 2,186,508
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	1,146,336	1,853,372	1,307,612	545,760	1,285,782
Benefits	262,961	345,850	231,305	114,545	230,189
Purchased services	198,370	196,466	151,306	45,160	175,049
Supplies	45,698	162,555	108,618	53,937	88,700
Total instruction	1,653,365	2,558,243	1,798,841	759,402	1,779,720
Student Support					
Supplies	-	8,343	8,337	6	-
Instructional staff support					
Purchased services	36,058	1,700	1,600	100	24,470
Central services					
Salaries	228,029	152,778	135,608	17,170	168,549
Benefits	84,481	60,689	50,820	9,869	62,524
Purchased services	18,816	103,733	69,396	34,337	10,173
Supplies	24,225	33,917	29,825	4,092	-
Other	79,296	97,184	71,857	25,327	65,744
Total central services	434,847	448,301	357,506	90,795	306,990
Student transportation					
Purchased services	15,730	49,060	15,379	33,681	21,400
Food services operations					
Purchased services	60,000	80,000	50,223	29,777	53,928
Total expenditures	2,200,000	3,145,647	2,231,886	913,761	2,186,508
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**TITLE II, PART A, TEACHER TRAINING - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Federal sources	\$ 1,600,000	\$ 1,444,577	\$ 1,239,338	\$ (205,239)	\$ 1,581,518
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instructional staff support					
Salaries	666,154	692,058	611,006	81,052	803,493
Benefits	269,900	248,071	229,759	18,312	245,361
Purchased services	328,884	135,843	49,726	86,117	260,756
Supplies	41,491	17,646	11,589	6,057	32,475
Other	9,516	3,500	357	3,143	8,681
Total instructional staff support	1,315,945	1,097,118	902,437	194,681	1,350,766
Central services					
Salaries	158,962	208,084	208,752	(668)	132,782
Benefits	66,085	88,944	86,255	2,689	53,207
Purchased services	-	3,900	1,026	2,874	-
Other	59,008	46,531	40,868	5,663	44,763
Total central services	284,055	347,459	336,901	10,558	230,752
Total expenditures	1,600,000	1,444,577	1,239,338	205,239	1,581,518
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**TITLE III, ENGLISH LANGUAGE ACQUISITION - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources	\$ 1,000,000	\$ 1,191,476	\$ 1,121,597	\$ (69,879)	\$ 843,183
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	419,486	458,000	453,430	4,570	378,096
Benefits	226,731	241,128	228,759	12,369	193,808
Supplies	70,290	196,865	196,860	5	25,450
Total instruction	716,507	895,993	879,049	16,944	597,354
Student support					
Salaries	46,485	38,622	38,622	-	37,093
Benefits	24,650	20,691	19,649	1,042	18,896
Purchased services	1,300	567	-	567	-
Supplies	-	1,202	-	1,202	-
Total student support	72,435	61,082	58,271	2,811	55,989
Instructional staff support					
Salaries	-	64,450	47,288	17,162	45,170
Benefits	-	24,536	15,891	8,645	12,508
Purchased services	149,995	112,460	90,305	22,155	95,037
Supplies	35,769	9,554	8,748	806	20,617
Other	-	98	98	-	-
Total instructional staff support	185,764	211,098	162,330	48,768	173,332
Central services					
Other	25,294	23,303	21,947	1,356	16,508
Total expenditures	1,000,000	1,191,476	1,121,597	69,879	843,183
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -



**WASHOE COUNTY SCHOOL DISTRICT  
REGIONAL PROFESSIONAL DEVELOPMENT PROGRAM - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
State sources	\$ 3,000,000	\$ 2,619,276	\$ 2,552,587	\$ (66,689)	\$ 3,243,818
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Purchased services	28,986	-	-	-	21,050
Supplies	66,395	-	-	-	56,395
Total instruction	95,381	-	-	-	77,445
Instructional staff support					
Salaries	1,199,693	1,414,726	1,384,350	30,376	1,733,163
Benefits	509,388	495,442	481,727	13,715	518,019
Purchased services	639,909	386,450	374,810	11,640	661,862
Supplies	460,926	313,702	302,746	10,956	248,327
Property	-	5,113	5,113	-	-
Other	5,136	3,843	3,841	2	4,561
Total instructional staff support	2,815,052	2,619,276	2,552,587	66,689	3,165,932
Central services					
Other	79,967	-	-	-	-
Student transportation					
Purchased services	9,600	-	-	-	441
Total expenditures	3,000,000	2,619,276	2,552,587	66,689	3,243,818
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
EDUCATION ALLIANCE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources	\$ 250,000	\$ 321,313	\$ 235,048	\$ (86,265)	\$ 216,508
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Student support					
Salaries	10,800	-	10,533	(10,533)	13,562
Benefits	858	-	244	(244)	301
Purchased services	-	-	7,486	(7,486)	12,144
Supplies	238,342	321,313	28,664	292,649	29,307
Other	-	-	133,753	(133,753)	164,746
Total expenditures	250,000	321,313	180,680	140,633	220,060
Net change in fund balance	-	-	54,368	54,368	(3,552)
<b>FUND BALANCE, July 1</b>	89,817	86,265	86,265	-	89,817
<b>FUND BALANCE, June 30</b>	<u>\$ 89,817</u>	<u>\$ 86,265</u>	<u>\$ 140,633</u>	<u>\$ 54,368</u>	<u>\$ 86,265</u>

**WASHOE COUNTY SCHOOL DISTRICT  
PRIVATE FOUNDATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources	\$ 3,500,000	\$ 2,366,388	\$ 1,494,261	\$ (872,127)	\$ 2,116,986
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	580,841	163,322	111,933	51,389	189,675
Benefits	98,805	20,404	15,138	5,266	32,158
Purchased services	21,544	21	-	21	20,835
Supplies	26,284	29,954	24,323	5,631	21,483
Other	-	-	-	-	75,000
Total instruction	727,474	213,701	151,394	62,307	339,151
Student support					
Salaries	500,000	131,078	93,995	37,083	42,853
Benefits	100,000	47,383	26,165	21,218	10,481
Purchased services	357,985	88,070	84,883	3,187	274,591
Supplies	466,514	86,951	65,392	21,559	159,897
Property	82,036	1,000	-	1,000	91,690
Other	70,332	39,612	16,926	22,686	35,534
Total student support	1,576,867	394,094	287,361	106,733	615,046
Instructional staff support					
Salaries	167,379	311,402	205,633	105,769	204,792
Benefits	78,245	116,705	78,639	38,066	77,795
Purchased services	101,383	95,321	65,422	29,899	74,845
Supplies	238,673	237,471	183,150	54,321	290,634
Property	29,308	-	-	-	30,236
Other	239	539	539	-	-
Total instructional staff support	615,227	761,438	533,383	228,055	678,302
General administration					
Salaries	291,767	246,229	218,473	27,756	228,998
Benefits	98,334	84,388	77,958	6,430	68,306
Purchased services	41,072	23,362	22,235	1,127	58,277
Supplies	38,203	27,699	26,399	1,300	30,508
Other	-	2,714	537	2,177	975
Total general administration	469,376	384,392	345,602	38,790	387,064
Operation and maintenance					
Purchased services	-	50,000	49,300	700	-
Supplies	-	289,800	-	289,800	-
Total operation and maintenance	-	339,800	49,300	290,500	-
Student transportation					
Purchased services	18,900	37,496	34,806	2,690	38,703
Total other instructional programs	3,407,844	2,130,921	1,401,846	729,075	2,058,266

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
PRIVATE FOUNDATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
Community services programs					
Community services operations					
Salaries	\$ -	\$ 22,429	\$ -	\$ 22,429	\$ -
Benefits	-	5,021	-	5,021	-
Purchased services	31,973	51,695	20,126	31,569	18,189
Supplies	54,518	99,244	18,390	80,854	14,944
Other	5,665	7,078	3,899	3,179	15,587
Total community services programs	92,156	185,467	42,415	143,052	48,720
Total current expenditures	3,500,000	2,316,388	1,444,261	872,127	2,106,986
Capital outlay, facilities acquisition and construction					
Site improvement					
Purchased services	-	49,500	49,500	-	10,000
Supplies	-	500	500	-	-
Total site improvement	-	50,000	50,000	-	10,000
Total expenditures	3,500,000	2,366,388	1,494,261	872,127	2,116,986
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**FULL DAY KINDERGARTEN - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
State sources	\$ -	\$ -	\$ -	\$ -	\$ 11,619,478
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	-	-	-	-	7,753,043
Benefits	-	-	-	-	3,866,435
Total expenditures	-	-	-	-	11,619,478
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
MEDICAID - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources	\$ 2,500,000	\$ 2,300,000	\$ 2,668,558	\$ 368,558	\$ 3,106,007
<b>EXPENDITURES</b>					
Current					
Special programs					
Instruction					
Salaries	348,684	-	-	-	147,546
Benefits	94,204	-	-	-	132,100
Purchased services	8,000	-	-	-	3,730
Supplies	18,000	-	-	-	34,185
Total instruction	468,888	-	-	-	317,561
Student support					
Salaries	114,312	515,962	390,984	124,978	483,727
Benefits	32,833	232,833	160,074	72,759	191,840
Purchased services	162,570	141,900	242,439	(100,539)	126,038
Supplies	351,118	394,834	281,520	113,314	312,844
Property	-	-	55,454	(55,454)	-
Other	-	-	393	(393)	1,279
Total student support	660,833	1,285,529	1,130,864	154,665	1,115,728
Instructional staff support					
Salaries	94,018	771,018	842,222	(71,204)	731,764
Benefits	32,295	380,142	315,036	65,106	264,888
Purchased services	773,000	397,362	358,266	39,096	570,347
Supplies	60,064	51,814	49,950	1,864	148,462
Other	1,549	6,849	5,000	1,849	-
Total instructional staff support	960,926	1,607,185	1,570,474	36,711	1,715,461
General administration					
Salaries	-	2,000	4,888	(2,888)	540
Benefits	-	-	122	(122)	27
Purchased services	90,000	90,000	56,430	33,570	94,564
Other	100,000	108,000	42,714	65,286	161,738
Total general administration	190,000	200,000	104,154	95,846	256,869
Central services					
Salaries	151,703	114,180	98,557	15,623	170,773
Benefits	5,650	5,920	34,520	(28,600)	58,517
Purchased services	279,000	50,854	(27,996)	78,850	277,797
Supplies	21,000	20,000	1,934	18,066	11,279
Other	62,000	62,000	30,150	31,850	61,247
Total central services	519,353	252,954	137,165	115,789	579,613
Total expenditures	2,800,000	3,345,668	2,942,657	403,011	3,985,232
Net change in fund balance	(300,000)	(1,045,668)	(274,099)	771,569	(879,225)
<b>FUND BALANCE, July 1</b>	300,000	1,045,668	1,345,669	300,001	2,224,894
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 1,071,570	\$ 1,071,570	\$ 1,345,669

**WASHOE COUNTY SCHOOL DISTRICT  
OTHER STATE AGENCY GRANTS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources	\$ 50,000	\$ 480,149	\$ 445,915	\$ (34,234)	\$ 683,087
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Supplies	-	20,702	20,656	46	-
Other	-	750	750	-	-
Total instruction	-	21,452	21,406	46	-
Student support					
Salaries	-	68,056	63,097	4,959	417,096
Benefits	-	27,078	26,122	956	183,012
Purchased services	10,000	3,000	3,000	-	7,080
Supplies	1,596	38,447	32,599	5,848	30,007
Other	-	5,000	-	5,000	-
Total student support	11,596	141,581	124,818	16,763	637,195
Instructional staff support					
Salaries	-	58,660	47,133	11,527	10,640
Benefits	-	2,750	1,546	1,204	179
Purchased services	16,938	12,116	8,526	3,590	24,231
Supplies	15,666	1,066	965	101	8,616
Other	4,667	975	-	975	1,154
Total instructional staff support	37,271	75,567	58,170	17,397	44,820
Central services					
Other	1,133	1,242	1,214	28	1,072
Operations and maintenance					
Purchased services	-	240,307	240,307	-	-
Total expenditures	50,000	480,149	445,915	34,234	683,087
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -





**WASHOE COUNTY SCHOOL DISTRICT  
FEDERAL, OTHER STATE AGENCIES- SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources	\$ 1,450,000	\$ 1,642,657	\$ 1,285,013	\$ (357,644)	\$ 1,321,654
<b>EXPENDITURES</b>					
Current					
Special programs					
Student support					
Purchased services	211,664	269,351	209,243	60,108	123,066
Vocational programs					
Instruction					
Salaries	419,009	495,544	379,416	116,128	418,606
Benefits	200,195	180,377	163,509	16,868	182,175
Purchased services	1,050	500	37	463	15
Supplies	5,250	10,800	6,073	4,727	1,106
Other	-	-	-	-	32
Total instruction	625,504	687,221	549,035	138,186	601,934
Instructional staff support					
Salaries	82,661	32,750	24,966	7,784	49,072
Benefits	31,617	12,240	9,621	2,619	18,280
Purchased services	93,300	84,300	76,524	7,776	75,861
Supplies	2,500	-	-	-	-
Total instructional staff support	210,078	129,290	111,111	18,179	143,213
Central services					
Other	23,745	32,700	19,902	12,798	20,766
Student transportation					
Purchased services	2,000	1,000	-	1,000	-
Property	26,000	-	-	-	-
Total student transportation	28,000	1,000	-	1,000	-
Total vocational programs	887,327	850,211	680,048	170,163	765,913
Other instructional programs					
Instructional staff support					
Purchased services	-	7,000	-	7,000	-
Central services					
Salaries	-	3,680	3,680	-	32,298
Benefits	-	3,987	3,987	-	12,869
Total central services	-	7,667	7,667	-	45,167

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
FEDERAL, OTHER STATE AGENCIES- SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Operation and maintenance					
Salaries	\$ 69,964	\$ 74,741	\$ 71,928	\$ 2,813	\$ 60,269
Benefits	42,900	45,609	40,310	5,299	34,931
Purchased services	536	76,950	2,220	74,730	456
Supplies	6,199	15,215	8,268	6,947	7,363
Other	584	-	-	-	584
Total operation and maintenance	120,183	212,515	122,726	89,789	103,603
Total other instructional programs	120,183	227,182	130,393	96,789	148,770
Community services programs					
Central services					
Other	8,284	9,728	8,721	1,007	7,292
Community services operations					
Salaries	154,347	187,620	166,631	20,989	157,967
Benefits	52,654	66,895	61,400	5,495	57,066
Purchased services	11,691	20,476	18,491	1,985	11,197
Supplies	3,550	11,194	10,086	1,108	6,795
Other	300	-	-	-	430
Total community services operations	222,542	286,185	256,608	29,577	233,455
Total community services programs	230,826	295,913	265,329	30,584	240,747
Total current expenditures	1,450,000	1,642,657	1,285,013	357,644	1,278,496
Capital outlay, facilities acquisition and construction					
Site improvement					
Purchased services	-	-	-	-	43,158
Total expenditures	1,450,000	1,642,657	1,285,013	357,644	1,321,654
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**CATEGORICAL GRANTS - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 405,000	\$ 462,767	\$ 417,469	\$ (45,298)	\$ 392,378
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	330,000	457,585	344,608	112,977	316,539
Benefits	70,000	-	67,927	(67,927)	72,069
Total regular programs	400,000	457,585	412,535	45,050	388,608
Undistributed expenditures					
Instructional staff support					
Salaries	3,000	3,182	4,424	(1,242)	3,213
Benefits	2,000	2,000	510	1,490	557
Total instructional staff support	5,000	5,182	4,934	248	3,770
Total expenditures	405,000	462,767	417,469	45,298	392,378
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**COMMUNITY EDUCATION - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
<b>OTHER FINANCING (USES)</b>					
Transfers out	-	-	-	-	(39,096)
Net change in fund balance	-	-	-	-	(39,096)
<b>FUND BALANCE, July 1</b>	-	-	-	-	39,096
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WASHOE COUNTY SCHOOL DISTRICT  
GIFTS AND DONATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 600,000	\$ 809,520	\$ 380,226	\$ (429,294)	\$ 291,599
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	792	-	5,195	(5,195)	14,274
Benefits	355	-	197	(197)	289
Purchased services	-	-	4,337	(4,337)	7,119
Supplies	129,759	120,274	16,497	103,777	24,734
Other	-	-	700	(700)	394
Total regular programs	130,906	120,274	26,926	93,348	46,810
Special programs					
Instruction					
Purchased services	-	-	-	-	735
Supplies	17,129	12,300	7,971	4,329	10,868
Total instruction	17,129	12,300	7,971	4,329	11,603
Instructional staff support					
Supplies	12	12	12	-	-
Total special programs	17,141	12,312	7,983	4,329	11,603
Community services programs					
Community services operations					
Purchased services	-	-	2,025	(2,025)	318
Supplies	17,877	19,105	310	18,795	1,934
Other	-	-	-	-	160
Total community services programs	17,877	19,105	2,335	16,770	2,412
Undistributed expenditures					
Instruction					
Supplies	-	15,027	13,039	1,988	-
Student support					
Salaries	38,000	-	14,582	(14,582)	12,422
Benefits	1,239	-	1,116	(1,116)	1,047
Purchased services	8,000	-	93,978	(93,978)	97,663
Supplies	314,454	464,019	89,719	374,300	64,222
Other	-	-	150	(150)	3,520
Total student support	361,693	464,019	199,545	264,474	178,874

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GIFTS AND DONATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Instructional staff support					
Salaries	\$ -	\$ 28,669	\$ 69,688	\$ (41,019)	\$ 64,115
Benefits	-	40,655	1,137	39,518	1,076
Purchased services	-	-	3,089	(3,089)	1,516
Supplies	33,170	66,009	3,186	62,823	172
Other	-	-	22,161	(22,161)	-
Total instructional staff support	33,170	135,334	99,261	36,072	66,879
General administration					
Other	-	-	-	-	2,647
Central services					
Purchased services	-	-	100	(100)	1,464
Supplies	14,402	3,769	3,012	757	9,182
Total central services	14,402	3,769	3,112	657	10,646
Operation and maintenance					
Purchased services	-	-	11,140	(11,140)	1,290
Supplies	24,811	38,048	2,989	35,059	5,488
Other	-	-	-	-	630
Total operation and maintenance	24,811	38,048	14,129	23,919	7,408
Food services operations					
Supplies	-	1,632	1,632	-	14,522
Total undistributed expenditures	434,076	657,829	330,718	327,110	280,976
Total expenditures	600,000	809,520	367,962	441,557	341,801
Net change in fund balance	-	-	12,264	12,263	(50,202)
<b>FUND BALANCE, July 1</b>	961,968	911,766	911,766	-	961,968
<b>FUND BALANCE, June 30</b>	<u>\$ 961,968</u>	<u>\$ 911,766</u>	<u>\$ 924,030</u>	<u>\$ 12,263</u>	<u>\$ 911,766</u>

**WASHOE COUNTY SCHOOL DISTRICT  
WELLNESS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources	\$ 476,474	\$ 476,474	\$ 454,797	\$ (21,677)	\$ 430,755
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
General administration					
Salaries	54,897	54,897	39,406	15,491	54,050
Benefits	25,338	25,338	11,649	13,689	25,213
Purchased services	660,625	725,755	377,576	348,179	445,246
Supplies	5,180	5,180	80,968	(75,788)	102,890
Other	-	-	665	(665)	-
Total expenditures	746,040	811,170	510,264	300,906	627,399
Net change in fund balance	(269,566)	(334,696)	(55,467)	279,229	(196,644)
<b>FUND BALANCE, July 1</b>	776,501	841,631	841,631	-	1,038,275
<b>FUND BALANCE, June 30</b>	\$ 506,935	\$ 506,935	\$ 786,164	\$ 279,229	\$ 841,631

# **Debt Service Funds**

To account for and report financial resources that are restricted, committed, or assigned to expenditures for principal and interest.



**WASHOE COUNTY SCHOOL DISTRICT  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources					
Ad valorem taxes	\$ 55,211,257	\$ 55,211,257	\$ 55,455,088	\$ 243,831	\$ 53,049,837
Earnings on investments	1,789,977	1,789,977	2,185,218	395,241	1,979,710
Net increase in fair value of investments	-	-	(256,216)	(256,216)	(441,986)
Total revenues	57,001,234	57,001,234	57,384,090	382,856	54,587,561
<b>EXPENDITURES</b>					
Debt service					
Principal	32,201,287	32,205,405	32,205,405	-	31,433,537
Interest	22,216,290	21,985,645	22,632,776	(647,131)	21,149,462
Bond issuance costs	-	429,753	429,753	-	126,697
Other	5,486,000	5,474,537	13,500	5,461,037	42,608
Total expenditures	59,903,577	60,095,340	55,281,434	4,813,906	52,752,304
Excess of revenues over expenditures	(2,902,343)	(3,094,106)	2,102,656	5,196,762	1,835,257
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds of refunding bonds	-	58,320,000	58,320,000	-	11,885,000
Premium on bonds sold	-	9,708,204	9,708,204	-	2,437,019
Payment to refunded bonds escrow agent	-	(68,276,335)	(40,099,313)	28,177,022	(14,469,684)
Transfers in	2,708,358	2,720,469	2,720,387	(82)	2,990,759
Total other financing sources (uses)	2,708,358	2,472,338	30,649,278	28,176,940	2,843,094
Net change in fund balance	(193,985)	(621,768)	32,751,934	33,373,702	4,678,351
<b>FUND BALANCE, July 1</b>	28,840,931	29,168,713	29,168,713	-	24,490,362
<b>FUND BALANCE, June 30</b>	\$ 28,646,946	\$ 28,546,945	\$ 61,920,647	\$ 33,373,702	\$ 29,168,713

**WASHOE COUNTY SCHOOL DISTRICT  
DEBT SERVICE - WC1 FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources					
WC-1 Sales tax revenue	\$ 35,000,000	\$ 43,662,801	\$ 43,781,973	\$ 119,172	\$ 10,145,752
Earnings on investments	-	-	313,020	313,020	-
Net increase in fair value of investments	-	-	(234,195)	(234,195)	-
Total revenues	35,000,000	43,662,801	43,860,798	197,997	10,145,752
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Building improvements					
Property	30,000,000	-	-	-	-
Debt service					
Interest	-	2,892,101	2,892,101	-	-
Other	-	99,999	-	99,999	-
Total debt service	-	2,992,100	2,892,101	99,999	-
Total expenditures	30,000,000	2,992,100	2,892,101	99,999	-
Excess of revenues over expenditures	5,000,000	40,670,701	40,968,697	297,996	10,145,752
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	-	(40,200,000)	(25,000,000)	15,200,000	-
Net change in fund balance	5,000,000	470,701	15,968,697	15,497,996	10,145,752
<b>FUND BALANCE, July 1</b>	<b>2,916,667</b>	<b>10,145,752</b>	<b>10,145,752</b>	<b>-</b>	<b>-</b>
<b>FUND BALANCE, June 30</b>	<b>\$ 7,916,667</b>	<b>\$ 10,616,453</b>	<b>\$ 26,114,449</b>	<b>\$ 15,497,996</b>	<b>\$ 10,145,752</b>

# Capital Projects Funds

To account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays, including the acquisition or construction of capital facilities and other capital assets (other than those financed by special revenue funds).

Individual funds include the following:

## **Capital Projects Funds:**

To account for costs related to the building and acquisition, construction, and improvements for schools and other District-owned properties.

## **Government Services Tax Fund:**

To account for capital projects funded with Government Services Taxes per NRS 387.328.

## **Building and Sites Fund:**

To account for various other capital projects per NRS 387.177.

## **AB299 Indian Colony Fund:**

To account for school renewal projects funded with sales tax revenue provided by Assembly Bill 299 passed in 2005.

**WASHOE COUNTY SCHOOL DISTRICT  
WC1 SALES TAX REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018**

	2018 BUDGET		2018	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
<b>REVENUES</b>				
Local sources				
Earnings on investments	\$ -	\$ -	\$ 27,963	\$ 27,963
<b>EXPENDITURES</b>				
Capital outlay, facilities acquisition and construction				
Architecture and engineering services				
Salaries	-	10,000	145	9,855
Benefits	-	5,000	58	4,942
Purchased services	-	1,000,000	371,717	628,283
Other	-	50,000	1,855	48,145
Total architecture and engineering services	-	1,065,000	373,775	691,225
Site improvement				
Salaries	-	10,000	-	10,000
Benefits	-	5,000	-	5,000
Purchased services	-	400,000	-	400,000
Total site improvement	-	415,000	-	415,000
Building improvements				
Salaries	-	95,000	87,200	7,800
Benefits	-	40,000	34,866	5,134
Purchased services	-	7,893,400	6,545,968	1,347,432
Supplies	-	2,572,600	751,076	1,821,524
Property	-	118,000	17,270	100,730
Other	-	1,000	-	1,000
Total building improvements	-	10,720,000	7,436,380	3,283,620
Total expenditures	-	12,200,000	7,810,155	4,389,845
Excess (deficiency) of revenues over expenditures	-	(12,200,000)	(7,782,192)	4,417,808
<b>OTHER FINANCING SOURCES</b>				
Transfers in	-	40,200,000	25,000,000	15,200,000
Net change in fund balance	-	28,000,000	17,217,808	19,617,808
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ 28,000,000	\$ 17,217,808	\$ 19,617,808

**WASHOE COUNTY SCHOOL DISTRICT  
2017C SALES TAX REVENUE BOND FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018**

	2018 BUDGET		2018	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
<b>REVENUES</b>				
Local sources				
Earnings on investments	\$ -	\$ -	\$ 1,658,556	\$ 1,658,556
<b>EXPENDITURES</b>				
Current				
Undistributed expenditures				
Central services				
Other	-	2,160,776	2,160,776	-
Capital outlay, facilities acquisition and construction				
Land acquisition				
Salaries	-	75,000	-	75,000
Benefits	-	50,000	-	50,000
Purchased Services	-	650,000	-	650,000
Property	-	25,900,000	10,421,438	15,478,562
Other	-	1,000,000	-	1,000,000
Total land acquisition	-	27,675,000	10,421,438	17,253,562
Architecture and engineering services				
Purchased services	-	2,321,224	68,134	2,253,090
Other	-	10,000	4,310	5,690
Total architecture and engineering services	-	2,331,224	72,444	2,258,780
Building acquisition and construction				
Salaries	-	150,000	79,323	70,677
Benefits	-	75,000	31,825	43,175
Purchased services	-	155,885,000	21,908,327	133,976,673
Supplies	-	1,020,000	5,931	1,014,069
Property	-	1,000,000	6,976	993,024
Other	-	2,500,000	1,489,511	1,010,489
Total building acquisition and construction	-	160,630,000	23,521,893	137,108,107
Site improvement				
Purchased services	-	350,000	-	350,000
Supplies	-	50,000	-	50,000
Total site improvement	-	400,000	-	400,000
Building improvements				
Purchased services	-	1,070,000	-	1,070,000
Supplies	-	50,000	-	50,000
Total building improvements	-	1,120,000	-	1,120,000
Total capital outlay, facilities acquisition and construction	-	192,156,224	34,015,775	158,140,449
Total expenditures	-	194,317,000	36,176,551	158,140,449
Excess (deficiency) of revenues over expenditures	-	(194,317,000)	(34,517,995)	159,799,005

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
2017C SALES TAX REVENUE BOND FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>2018 BUDGET</u>		<u>2018</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>OTHER FINANCING SOURCES</b>				
Bonds issued	\$ -	\$ 200,000,000	\$ 200,000,000	\$ -
Bond premiums	-	15,563,809	15,563,809	-
Total other financing sources	-	215,563,809	215,563,809	-
Net change in fund balance	-	21,246,809	181,045,814	159,799,005
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ 21,246,809</u>	<u>\$ 181,045,814</u>	<u>\$ 159,799,005</u>

**WASHOE COUNTY SCHOOL DISTRICT  
2017B EXTENDED BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ 223,149	\$ 223,149	\$ 38,135
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Other	-	-	-	-	156,802
Capital outlay, facilities acquisition and construction					
Land acquisition					
Salaries	-	5,000	210	4,790	-
Benefits	-	2,000	84	1,916	-
Purchased services	-	307,500	123,964	183,536	-
Property	-	3,248,978	379,176	2,869,802	-
Other	-	50,000	-	50,000	-
Total land acquisition	-	3,613,478	503,434	3,110,044	-
Architecture and engineering services					
Salaries	-	17,000	8,956	8,044	-
Benefits	-	8,000	3,582	4,418	-
Purchased services	302,834	6,754,879	1,339,828	5,415,051	20,735
Other	-	225,000	24,825	200,175	-
Total architecture and engineering services	302,834	7,004,879	1,377,191	5,627,688	20,735
Building acquisition and construction					
Salaries	-	4,019	4,019	-	-
Benefits	-	1,608	1,608	-	-
Purchased services	-	551,295	17,498	533,797	-
Total building acquisition and construction	-	556,922	23,125	533,797	-
Site improvement					
Salaries	-	-	49	(49)	-
Benefits	-	-	19	(19)	-
Purchased services	-	180,000	-	180,000	-
Total site improvement	-	180,000	68	179,932	-
Building improvements					
Salaries	-	18,000	25,967	(7,967)	-
Benefits	-	8,300	10,387	(2,087)	-
Purchased services	-	2,947,375	311,276	2,636,099	-
Supplies	-	25,000	-	25,000	-
Other	-	5,000	-	5,000	-
Total building improvements	-	3,003,675	347,630	2,656,045	-
Total capital outlay, facilities acquisition and construction	302,834	14,358,954	2,251,448	12,107,506	20,735
Total expenditures	302,834	14,358,954	2,251,448	12,107,506	177,537
Excess (deficiency) of revenues over expenditures	(302,834)	(14,358,954)	(2,028,299)	12,330,655	(139,402)

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**2017B EXTENDED BOND ROLLOVER FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>OTHER FINANCING SOURCES</b>					
Bonds issued	\$ -	\$ -	\$ -	\$ -	\$ 15,000,000
Bond premiums	-	-	-	-	1,098,356
Total other financing sources	-	-	-	-	16,098,356
Net change in fund balance	(302,834)	(14,358,954)	(2,028,299)	12,330,655	15,958,954
<b>FUND BALANCE, July 1</b>	<u>302,834</u>	<u>15,958,954</u>	<u>15,958,954</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ 1,600,000</u>	<u>\$ 13,930,655</u>	<u>\$ 12,330,655</u>	<u>\$ 15,958,954</u>



**WASHOE COUNTY SCHOOL DISTRICT  
2017A EXTENDED BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ 711,029	\$ 711,029	\$ 18,467
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	1,757,062	569,600	198,614	370,986	-
Benefits	742,938	224,000	62,976	161,024	-
Purchased services	-	4,914	1,843	3,071	-
Property	-	43,975	43,463	512	6,026
Other	-	-	-	-	561,478
Total current expenditures	2,500,000	842,489	306,896	535,593	567,504
Capital outlay, facilities acquisition and construction					
Land acquisition					
Purchased Services	54,500	15,256	15,256	-	-
Property	1,710,000	8,468,088	8,468,088	-	100,000
Other	50,000	350	350	-	100
Total land acquisition	1,814,500	8,483,694	8,483,694	-	100,100
Architecture and engineering services					
Salaries	-	7,500	-	7,500	-
Benefits	-	5,000	-	5,000	-
Purchased services	1,448,800	11,367,000	2,672,502	8,694,498	11,370
Other	70,000	80,000	62,046	17,954	122,985
Total architecture and engineering services	1,518,800	11,459,500	2,734,548	8,724,952	134,355
Site improvement					
Salaries	10,000	24,500	35,747	(11,247)	291
Benefits	5,000	11,000	15,276	(4,276)	117
Purchased services	1,064,000	1,871,591	145,501	1,726,090	40,214
Supplies	20,000	100,000	-	100,000	-
Other	1,000	5,000	-	5,000	-
Total site improvement	1,100,000	2,012,091	196,524	1,815,567	40,622
Building improvements					
Salaries	165,000	245,000	218,765	26,235	45,270
Benefits	82,000	102,000	86,529	15,471	18,108
Purchased services	14,524,923	15,534,923	10,154,029	5,380,894	2,932,488
Supplies	129,188	1,243,960	136,963	1,106,997	66,066
Property	125,000	775,000	547,934	227,066	95,651
Other	45,000	45,000	-	45,000	-
Total building improvements	15,071,111	17,945,883	11,144,220	6,801,663	3,157,583
Total capital outlay, facilities acquisition and construction	19,504,411	39,901,168	22,558,986	17,342,182	3,432,660
Total expenditures	22,004,411	40,743,657	22,865,882	17,877,775	4,000,164
Excess (deficiency) of revenues over expenditures	(22,004,411)	(40,743,657)	(22,154,853)	18,588,804	(3,981,697)

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**2017A EXTENDED BOND ROLLOVER FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>OTHER FINANCING SOURCES</b>					
Bonds issued	\$ -	\$ -	\$ -	\$ -	\$ 55,000,000
Bond premiums	-	-	-	-	4,475,354
Total other financing sources	-	-	-	-	59,475,354
Net change in fund balance	(22,004,411)	(40,743,657)	(22,154,853)	18,588,804	55,493,657
<b>FUND BALANCE, July 1</b>	30,822,611	55,493,657	55,493,657	-	-
<b>FUND BALANCE, June 30</b>	\$ 8,818,200	\$ 14,750,000	\$ 33,338,804	\$ 18,588,804	\$ 55,493,657

**WASHOE COUNTY SCHOOL DISTRICT  
2016B EXTENDED BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ 140,613	\$ 140,613	\$ 3,210
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Other	-	-	-	-	277,762
Capital outlay, facilities acquisition and construction					
Land acquisition					
Salaries	-	6,000	2,605	3,395	231
Benefits	-	3,000	1,042	1,958	92
Purchased Services	194,135	392,135	565,913	(173,778)	250,641
Property	-	619,943	-	619,943	-
Other	-	10,000	350	9,650	750
Total land acquisition	194,135	1,031,078	569,910	461,168	251,714
Architecture and engineering services					
Salaries	-	16,000	9,466	6,534	498
Benefits	-	8,000	3,691	4,309	199
Purchased services	7,163,453	9,816,060	6,957,464	2,858,596	1,950,229
Other	5,000	505,000	442,683	62,317	-
Total architecture and engineering services	7,168,453	10,345,060	7,413,304	2,931,756	1,950,926
Building acquisition and construction					
Purchased services	-	3,091,000	868,264	2,222,736	-
Total capital outlay, facilities acquisition and construction	7,362,588	14,467,138	8,851,478	5,615,660	2,202,640
Total expenditures	7,362,588	14,467,138	8,851,478	5,615,660	2,480,402
Excess (deficiency) of revenues over expenditures	(7,362,588)	(14,467,138)	(8,710,865)	5,756,273	(2,477,192)
<b>OTHER FINANCING SOURCES</b>					
Bonds issued	-	-	-	-	15,000,000
Bond premiums	-	-	-	-	1,944,330
Total other financing sources	-	-	-	-	16,944,330
Net change in fund balance	(7,362,588)	(14,467,138)	(8,710,865)	5,756,273	14,467,138
<b>FUND BALANCE, July 1</b>	7,362,588	14,467,138	14,467,138	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 5,756,273	\$ 5,756,273	\$ 14,467,138

**WASHOE COUNTY SCHOOL DISTRICT  
2016A EXTENDED BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ 135,000	\$ 179,007	\$ 44,007	\$ 83,072
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	450,000	650,000	475,392	174,608	-
Benefits	200,000	295,340	228,263	67,077	-
Purchased services	-	79,660	3,002	76,658	-
Supplies	161,223	46,029	-	46,029	4,205
Property	-	106	-	106	124,894
Other	10,000	-	-	-	-
Total current expenditures	821,223	1,071,135	706,657	364,478	129,099
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Salaries	-	4,000	1,048	2,952	7,983
Benefits	-	1,000	419	581	1,215
Purchased services	1,184,072	1,583,072	735,646	847,426	1,487,626
Other	50,000	150,000	120,367	29,633	28,611
Total architecture and engineering services	1,234,072	1,738,072	857,480	880,592	1,525,435
Site improvement					
Salaries	-	19,000	18,932	68	8,198
Benefits	-	9,000	7,573	1,427	3,280
Purchased services	930,014	1,252,014	466,137	785,877	379,561
Supplies	10,000	95,000	-	95,000	-
Total site improvement	940,014	1,375,014	492,642	882,372	391,039
Building improvements					
Salaries	75,000	150,000	146,152	3,848	67,184
Benefits	30,000	55,000	59,006	(4,006)	26,874
Purchased services	8,626,673	9,603,573	4,987,573	4,616,000	2,472,315
Supplies	318,300	423,300	109,351	313,949	299,218
Property	553,213	623,213	556,267	66,946	344,616
Total building improvements	9,603,186	10,855,086	5,858,349	4,996,737	3,210,207
Total capital outlay, facilities acquisition and construction	11,777,272	13,968,172	7,208,471	6,759,701	5,126,681
Total expenditures	12,598,495	15,039,307	7,915,128	7,124,179	5,255,780
Net change in fund balance	(12,598,495)	(14,904,307)	(7,736,121)	7,168,186	(5,172,708)
<b>FUND BALANCE, July 1</b>	12,598,495	14,904,307	14,904,307	-	20,077,015
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 7,168,186	\$ 7,168,186	\$ 14,904,307

**WASHOE COUNTY SCHOOL DISTRICT**  
**2013 BOND ROLLOVER FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ 59,391	\$ 59,391	\$ 31,341
Refunds	-	-	39,908	39,908	33,035
Total revenues	-	-	99,299	99,299	64,376
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	-	-	-	-	861,777
Benefits	-	-	-	-	218,441
Purchased services	-	-	-	-	4,315
Property	-	-	-	-	60,501
Total current expenditures	-	-	-	-	1,145,034
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	371,029	978,029	327,769	650,260	647,233
Other	80,000	80,000	31,565	48,435	57,413
Total architecture and engineering services	451,029	1,058,029	359,334	698,695	704,646
Site improvement					
Salaries	-	34,000	29,094	4,906	27,049
Benefits	-	12,000	11,638	362	10,819
Purchased services	128,980	2,187,980	1,289,454	898,526	1,020,048
Supplies	25,000	25,000	-	25,000	1,716
Total site improvement	153,980	2,258,980	1,330,186	928,794	1,059,632
Building improvements					
Salaries	25,000	315,000	286,089	28,911	456,793
Benefits	10,000	120,000	109,249	10,751	179,415
Purchased services	5,119,226	8,096,980	5,477,155	2,619,825	10,713,249
Supplies	251,806	273,706	172,355	101,351	528,957
Property	-	108,000	107,126	874	412,810
Other	-	1,000	75	925	-
Total building improvements	5,406,032	8,914,686	6,152,049	2,762,637	12,291,224
Total capital outlay, facilities acquisition and construction	6,011,041	12,231,695	7,841,569	4,390,126	14,055,502
Total expenditures	6,011,041	12,231,695	7,841,569	4,390,126	15,200,536
Net change in fund balance	(6,011,041)	(12,231,695)	(7,742,270)	4,489,425	(15,136,160)
<b>FUND BALANCE, July 1</b>	6,011,041	12,231,695	12,231,695	-	27,367,855
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 4,489,425	\$ 4,489,425	\$ 12,231,695

**WASHOE COUNTY SCHOOL DISTRICT**  
**2012 BOND ROLLOVER FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ 9,152	\$ 14,763	\$ 5,611	\$ 11,757
Refunds	-	-	-	-	1,712
Total revenues	-	9,152	14,763	5,611	13,469
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	-	818,000	813,269	4,731	107,716
Benefits	-	226,813	230,524	(3,711)	50,064
Purchased services	12,966	75,189	49,886	25,303	25,068
Supplies	985	101,762	94,942	6,820	126,839
Property	-	15,000	6,995	8,005	9,206
Other	-	1,948	1,614	334	2,195
Total current expenditures	13,951	1,238,712	1,197,230	41,482	321,088
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	77,960	147,960	112,935	35,025	342,189
Other	-	23,000	21,720	1,280	12,346
Total architecture and engineering services	77,960	170,960	134,655	36,305	354,535
Site improvement					
Salaries	-	97	97	-	7,920
Benefits	-	39	39	-	3,168
Purchased services	61,154	99,980	99,980	-	239,697
Total site improvement	61,154	100,116	100,116	-	250,785
Building improvements					
Salaries	-	71,000	94,337	(23,337)	158,818
Benefits	-	30,000	37,625	(7,625)	63,527
Purchased services	2,462,099	3,182,546	2,873,532	309,014	4,959,570
Supplies	1,135	337,267	227,692	109,575	221,785
Property	-	27,763	6,527	21,236	20,894
Total building improvements	2,463,234	3,648,576	3,239,713	408,863	5,424,594
Total capital outlay, facilities acquisition and construction	2,602,348	3,919,652	3,474,484	445,168	6,029,914
Total expenditures	2,616,299	5,158,364	4,671,714	486,650	6,351,002
Net change in fund balance	(2,616,299)	(5,149,212)	(4,656,951)	492,261	(6,337,533)
<b>FUND BALANCE, July 1</b>	2,616,299	5,149,212	5,149,212	-	11,486,745
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 492,261	\$ 492,261	\$ 5,149,212

**WASHOE COUNTY SCHOOL DISTRICT**  
**2010 WASHOE COUNTY RECOVERY ZONE ECONOMIC DEVELOPMENT BOND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ -	\$ -	\$ 1,706
Refunds	-	3,073	3,073	-	-
Total revenues	-	3,073	3,073	-	1,706
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	25,303	25,603	25,078	525	34,960
Building improvements					
Salaries	-	-	-	-	27,149
Benefits	-	-	-	-	10,860
Purchased services	-	490	490	-	69,775
Supplies	3,111	5,394	5,394	-	564,067
Total building improvements	3,111	5,884	5,884	-	671,851
Total expenditures	28,414	31,487	30,962	525	706,811
Net change in fund balance	(28,414)	(28,414)	(27,889)	525	(705,105)
<b>FUND BALANCE, July 1</b>	28,414	28,414	28,414	-	733,519
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 525	\$ 525	\$ 28,414

**WASHOE COUNTY SCHOOL DISTRICT**  
**2009B WASHOE COUNTY RECOVERY ZONE ECONOMIC DEVELOPMENT BOND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ 10,622	\$ 10,622	\$ -	\$ 8,375
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	8,635	21,189	17,065	4,124	70,442
Other	-	3,134	3,134	-	4,806
Total architecture and engineering services	8,635	24,323	20,199	4,124	75,248
Building improvements					
Salaries	-	31,000	27,091	3,909	26,093
Benefits	-	11,500	10,651	849	10,437
Purchased services	106,499	548,684	521,456	27,228	394,503
Supplies	-	244,162	215,722	28,440	41,355
Property	68,580	279,538	279,538	-	189,050
Total building improvements	175,079	1,114,884	1,054,458	60,426	661,438
Total expenditures	183,714	1,139,207	1,074,657	64,550	736,686
Net change in fund balance	(183,714)	(1,128,585)	(1,064,035)	64,550	(728,311)
<b>FUND BALANCE, July 1</b>	183,714	1,128,585	1,128,585	-	1,856,896
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 64,550	\$ 64,550	\$ 1,128,585



**WASHOE COUNTY SCHOOL DISTRICT**  
**2009B CITY OF RENO RECOVERY ZONE ECONOMIC DEVELOPMENT BOND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ 958	\$ 958	\$ -	\$ 1,466
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	7,812	12,029	12,029	-	61,489
Other	-	405	405	-	1,353
Total architecture and engineering services	7,812	12,434	12,434	-	62,842
Building improvements					
Purchased services	14,834	176,455	163,914	12,541	120,346
Total expenditures	22,646	188,889	176,348	12,541	183,188
Net change in fund balance	(22,646)	(187,931)	(175,390)	12,541	(181,722)
<b>FUND BALANCE, July 1</b>	22,646	187,931	187,931	-	369,653
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 12,541	\$ 12,541	\$ 187,931

**WASHOE COUNTY SCHOOL DISTRICT  
2011B BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ 496	\$ 496	\$ -	\$ 2,904
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	-	-	-	-	249,448
Benefits	-	-	-	-	92,819
Purchased services	-	-	-	-	1,850
Total current expenditures	-	-	-	-	344,117
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	3,640	2,210	2,210	-	20,443
Other	-	2,652	2,652	-	25,470
Total architecture and engineering services	3,640	4,862	4,862	-	45,913
Site improvement					
Purchased services	-	-	-	-	9,617
Building improvements					
Salaries	-	1,496	1,496	-	3,041
Benefits	-	598	598	-	1,217
Purchased services	146,455	155,659	147,995	7,664	248,925
Supplies	-	190	190	-	400,751
Total building improvements	146,455	157,943	150,279	7,664	653,934
Total capital outlay, facilities acquisition and construction	150,095	162,805	155,141	7,664	709,464
Total expenditures	150,095	162,805	155,141	7,664	1,053,581
Net change in fund balance	(150,095)	(162,309)	(154,645)	7,664	(1,050,677)
<b>FUND BALANCE, July 1</b>	150,095	162,309	162,309	-	1,212,986
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 7,664	\$ 7,664	\$ 162,309

**WASHOE COUNTY SCHOOL DISTRICT**  
**2009 BOND ROLLOVER FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ -	\$ -	551
Refunds	-	-	-	-	33,110
Total revenues	-	-	-	-	33,661
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Property	-	-	-	-	33,110
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	-	-	-	-	6,308
Building improvements					
Salaries	-	-	-	-	232
Benefits	-	-	-	-	71
Purchased services	5,224	5,224	5,224	-	136,629
Supplies	29,073	29,073	29,073	-	53,503
Property	-	-	-	-	39,368
Total building improvements	34,297	34,297	34,297	-	229,803
Total capital outlay, facilities acquisition and construction	34,297	34,297	34,297	-	236,111
Total expenditures	34,297	34,297	34,297	-	269,221
Net change in fund balance	(34,297)	(34,297)	(34,297)	-	(235,560)
<b>FUND BALANCE, July 1</b>	34,297	34,297	34,297	-	269,857
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ 34,297

**WASHOE COUNTY SCHOOL DISTRICT  
2008 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ -	\$ -	\$ -
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Other	-	-	-	-	178
Building improvements					
Purchased services	-	-	-	-	391
Supplies	-	-	-	-	3,499
Total building improvements	-	-	-	-	3,890
Total expenditures	-	-	-	-	4,068
Net change in fund balance	-	-	-	-	(4,068)
<b>FUND BALANCE, July 1</b>	-	-	-	-	4,068
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
2007 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ 761	\$ 761	\$ -	\$ 5,752
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	720	1,672	1,672	-	103,086
Other	-	3,395	3,395	-	1,390
Total architecture and engineering services	720	5,067	5,067	-	104,476
Building improvements					
Salaries	-	4,151	4,151	-	6,944
Benefits	-	1,660	1,660	-	2,777
Purchased services	138,469	132,508	132,508	-	842,655
Supplies	-	2,054	2,054	-	603,587
Total building improvements	138,469	140,373	140,373	-	1,455,963
Total expenditures	139,189	145,440	145,440	-	1,560,439
Net change in fund balance	(139,189)	(144,679)	(144,679)	-	(1,554,687)
<b>FUND BALANCE, July 1</b>	139,189	144,679	144,679	-	1,699,366
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ 144,679



**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR CAPITAL PROJECTS FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2018**

	<b>GOVERNMENT SERVICES TAX FUND</b>	<b>BUILDING AND SITES FUND</b>	<b>2005 AB299 INDIAN COLONY FUND</b>	<b>TOTAL</b>
<b>ASSETS</b>				
Cash and investments	\$ 7,292,859	\$ 593,256	\$ 540,035	\$ 8,426,150
Receivables				
Interest	12,526	952	913	14,391
Miscellaneous	187	349,900	-	350,087
Due from other governments	459,081	4,438	-	463,519
Total assets	<u>\$ 7,764,653</u>	<u>\$ 948,546</u>	<u>\$ 540,948</u>	<u>\$ 9,254,147</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 99,214	\$ 690	\$ 14,358	\$ 114,262
Construction contracts payable	39,300	-	-	39,300
Accrued liabilities	100,356	-	-	100,356
Total liabilities	<u>238,870</u>	<u>690</u>	<u>14,358</u>	<u>253,918</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Unavailable revenues	29,858	4,438	-	34,296
<b>FUND BALANCE</b>				
Restricted	<u>7,495,925</u>	<u>943,418</u>	<u>526,590</u>	<u>8,965,933</u>
Total liabilities and fund balance	<u>\$ 7,764,653</u>	<u>\$ 948,546</u>	<u>\$ 540,948</u>	<u>\$ 9,254,147</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR CAPITAL PROJECTS FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>GOVERNMENT SERVICES TAX FUND</b>	<b>BUILDING AND SITES FUND</b>	<b>2005 AB299 INDIAN COLONY FUND</b>	<b>TOTAL</b>
<b>REVENUES</b>				
Local sources	\$ 4,839,228	\$ 141,780	\$ 479,884	\$ 5,460,892
<b>EXPENDITURES</b>				
Current				
Undistributed				
Central services	37,512	-	-	37,512
Capital outlay, facilities acquisition and construction				
Capital outlay	4,188,766	52,676	264,355	4,505,797
Total expenditures	4,226,278	52,676	264,355	4,543,309
Net change in fund balances	612,950	89,104	215,529	917,583
<b>FUND BALANCE, July 1</b>	6,882,975	854,314	311,061	8,048,350
<b>FUND BALANCE, June 30</b>	\$ 7,495,925	\$ 943,418	\$ 526,590	\$ 8,965,933



**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENT SERVICES TAX FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Government services tax	\$ 3,740,000	\$ 3,740,000	\$ 4,641,835	\$ 901,835	\$ 4,152,623
Earnings on investments	-	-	103,106	103,106	48,841
Other	-	-	94,287	94,287	63,574
Total revenues	3,740,000	3,740,000	4,839,228	1,099,228	4,265,038
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	61,339	1,000	96	904	80
Benefits	27,329	500	8	492	3
Purchased services	75,250	73,750	28,613	45,137	5,664
Supplies	17,750	17,750	8,673	9,077	4,834
Other	2,000	2,000	122	1,878	-
Total current expenditures	183,668	95,000	37,512	57,488	10,581
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Salaries	1,014,067	1,040,900	917,384	123,516	914,915
Benefits	370,099	370,374	311,119	59,255	318,559
Purchased services	479,959	1,121,546	585,964	535,582	310,135
Supplies	8,000	32,800	9,729	23,071	18,454
Property	50,000	-	-	-	7,834
Other	43,000	37,000	23,326	13,674	19,993
Total architecture and engineering services	1,965,125	2,602,620	1,847,522	755,098	1,589,890
Site improvement					
Salaries	-	1,600	1,022	578	1,556
Benefits	-	800	409	391	622
Purchased services	433,826	482,319	176,706	305,613	564,022
Supplies	5,000	-	-	-	3,576
Property	6,098	5,864	5,864	-	-
Other	2,000	2,000	-	2,000	500
Total site improvement	446,924	492,583	184,001	308,582	570,276

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENT SERVICES TAX FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
Building improvements					
Salaries	\$ 75,000	\$ 153,688	\$ 137,609	\$ 16,079	\$ 126,116
Benefits	25,000	57,215	55,030	2,185	50,447
Purchased services	1,542,144	2,859,346	1,930,585	928,761	898,793
Supplies	187,000	99,955	33,807	66,148	138,483
Property	-	5,500	-	5,500	-
Other	-	2,060	212	1,848	1,653
Total building improvements	<u>1,829,144</u>	<u>3,177,764</u>	<u>2,157,243</u>	<u>1,020,521</u>	<u>1,215,492</u>
Total capital outlay, facilities acquisition and construction	<u>4,241,193</u>	<u>6,272,967</u>	<u>4,188,766</u>	<u>2,084,201</u>	<u>3,375,658</u>
Total expenditures	<u>4,424,861</u>	<u>6,367,967</u>	<u>4,226,278</u>	<u>2,141,689</u>	<u>3,386,239</u>
Net change in fund balance	(684,861)	(2,627,967)	612,950	3,240,917	878,799
<b>FUND BALANCE, July 1</b>	<u>4,483,861</u>	<u>6,882,975</u>	<u>6,882,975</u>	<u>-</u>	<u>6,004,176</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 3,799,000</u>	<u>\$ 4,255,008</u>	<u>\$ 7,495,925</u>	<u>\$ 3,240,917</u>	<u>\$ 6,882,975</u>

**WASHOE COUNTY SCHOOL DISTRICT  
BUILDING AND SITES FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>REVENUES</b>					
Local sources					
Rental income	\$ 100,000	\$ 100,000	\$ 129,568	\$ 29,568	\$ 114,189
Earnings on investments	-	7,840	10,516	2,676	7,696
Refunds	-	1,696	1,696	-	-
Total revenues	100,000	109,536	141,780	32,244	121,885
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Salaries	-	-	-	-	2,974
Benefits	-	-	-	-	1,190
Purchased services	51,102	62,683	20,282	42,401	20,083
Other	5,000	14,000	8,935	5,065	759
Total architecture and engineering services	56,102	76,683	29,217	47,466	25,006
Building acquisition and construction					
Property	-	350,000	100	349,900	-
Site improvement					
Purchased services	38,232	92,232	-	92,232	25,355
Supplies	5,000	25,000	-	25,000	-
Total site improvement	43,232	117,232	-	117,232	25,355
Building improvements					
Purchased services	109,210	78,359	23,359	55,000	362,959
Supplies	85,000	206,576	-	206,576	25,954
Property	-	35,000	-	35,000	-
Total building improvements	194,210	319,935	23,359	296,576	388,913
Total expenditures	293,544	863,850	52,676	811,174	439,274
Net change in fund balance	(193,544)	(754,314)	89,104	843,418	(317,389)
<b>FUND BALANCE, July 1</b>	293,544	854,314	854,314	-	1,171,703
<b>FUND BALANCE, June 30</b>	\$ 100,000	\$ 100,000	\$ 943,418	\$ 843,418	\$ 854,314

**WASHOE COUNTY SCHOOL DISTRICT  
2005 AB299 INDIAN COLONY FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	2018 BUDGET		2018		2017
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Revenue in lieu of taxes	\$ -	\$ 491,000	\$ 473,865	\$ (17,135)	\$ 491,599
Earnings on investments	-	3,248	6,019	2,771	1,462
Total revenues	-	494,248	479,884	(14,364)	493,061
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Operations and maintenance					
Supplies	-	-	-	-	182,000
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	-	50,000	-	50,000	-
Site improvement					
Purchased services	-	60,262	10,262	50,000	-
Supplies	-	10,000	-	10,000	-
Total site improvement	-	70,262	10,262	60,000	-
Building improvements					
Purchased services	170,000	335,974	224,961	111,013	-
Supplies	-	33,330	23,389	9,941	-
Property	-	5,743	5,743	-	-
Total building improvements	170,000	375,047	254,093	120,954	-
Total capital outlay, facilities acquisition and construction	170,000	495,309	264,355	230,954	-
Total expenditures	170,000	495,309	264,355	230,954	182,000
Net change in fund balance	(170,000)	(1,061)	215,529	216,590	311,061
<b>FUND BALANCE, July 1</b>	491,599	311,061	311,061	-	-
<b>FUND BALANCE, June 30</b>	\$ 321,599	\$ 310,000	\$ 526,590	\$ 216,590	\$ 311,061



# **Enterprise Fund**

## **Nutrition Services Fund:**

To account for transactions relating to the food services provided to schools and other locations. Financing is provided by user charges and federal subsidies.

**WASHOE COUNTY SCHOOL DISTRICT  
NUTRITION SERVICES ENTERPRISE FUND  
STATEMENT OF NET POSITION  
JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2017)**

	<u>2018</u>	<u>2017</u>
<b>ASSETS</b>		
Current assets		
Cash and investments	\$ 3,107,419	\$ 2,113,882
Receivables	3,079,752	3,447,539
Inventories	643,372	753,412
Prepays	1,165	15,544
Total current assets	<u>6,831,708</u>	<u>6,330,377</u>
Capital assets		
Construction in progress	55,176	-
Buildings and improvements	1,213,573	1,213,573
Machinery and equipment	3,477,008	3,173,143
Less: Allowance for depreciation	<u>(2,129,245)</u>	<u>(1,881,486)</u>
Total capital assets	<u>2,616,512</u>	<u>2,505,230</u>
Total assets	<u>9,448,220</u>	<u>8,835,607</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Deferred outflows of resources related to pension	1,766,935	2,137,558
Deferred outflows of resources related to OPEB	<u>806,913</u>	<u>-</u>
Total deferred outflows of resources	<u>2,573,848</u>	<u>2,137,558</u>
Total assets and deferred outflows of resources	<u>12,022,068</u>	<u>10,973,165</u>
<b>LIABILITIES</b>		
Current liabilities		
Accounts payable	71,159	118,851
Construction contracts payable	55,176	-
Accrued liabilities	838,570	905,299
Unearned revenues	<u>420,819</u>	<u>431,713</u>
Total current liabilities	<u>1,385,724</u>	<u>1,455,863</u>
Noncurrent liabilities		
Net pension liability	8,340,554	8,521,884
Net OPEB liability	<u>5,957,797</u>	<u>-</u>
Total noncurrent liabilities	<u>14,298,351</u>	<u>8,521,884</u>
Total liabilities	<u>15,684,075</u>	<u>9,977,747</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred inflows of resources related to pension	776,411	911,873
Deferred inflows of resources related to OPEB	<u>673,477</u>	<u>-</u>
Total deferred inflows of resources	<u>1,449,888</u>	<u>911,873</u>
Total liabilities and deferred inflows of resources	<u>17,133,963</u>	<u>10,889,620</u>
<b>NET POSITION</b>		
Net investment in capital assets	2,616,512	2,505,230
Unrestricted	<u>(7,728,407)</u>	<u>(2,421,685)</u>
Total net position	<u>\$ (5,111,895)</u>	<u>\$ 83,545</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NUTRITION SERVICES ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 5,891,601	\$ 5,891,601	\$ 5,621,234	\$ (270,367)	\$ 5,307,846
<b>OPERATING EXPENSES</b>					
Food and supplies	12,318,958	12,318,958	11,143,714	1,175,244	11,007,944
Salaries and benefits	10,897,941	10,897,941	11,039,738	(141,797)	10,710,008
Purchased services	1,504,862	1,504,862	1,243,062	261,800	1,328,761
Depreciation	290,355	305,355	241,327	64,028	232,073
Other	482,381	482,381	509,048	(26,667)	457,516
Total operating expenses	25,494,497	25,509,497	24,176,889	1,332,608	23,736,302
Operating (loss)	(19,602,896)	(19,617,896)	(18,555,655)	1,062,241	(18,428,456)
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Federal subsidies	18,268,626	18,268,626	17,256,930	(1,011,696)	17,113,621
Federal grant	-	-	-	-	64,564
Commodity revenue	1,527,862	1,527,862	1,812,663	284,801	1,632,529
State matching funds	-	-	68,995	68,995	75,509
Other food service revenue	76,735	76,735	-	(76,735)	-
Contributions and donations	-	15,000	14,500	(500)	-
Total nonoperating revenues	19,873,223	19,888,223	19,153,088	(735,135)	18,886,223
Change in net position	270,327	270,327	597,433	327,106	457,767
<b>NET POSITION, July 1 - as originally stated</b>	(1,885,670)	(1,885,670)	83,545	1,969,215	(374,222)
<b>Prior period adjustment - implementation of GASB 75,82</b>	-	-	(5,792,873)	(5,792,873)	-
<b>NET POSITION, July 1 - as restated</b>	(1,885,670)	(1,885,670)	(5,709,328)	(3,823,658)	(374,222)
<b>NET POSITION, June 30</b>	<u>\$ (1,615,343)</u>	<u>\$ (1,615,343)</u>	<u>\$ (5,111,895)</u>	<u>\$ (3,496,552)</u>	<u>\$ 83,545</u>



**WASHOE COUNTY SCHOOL DISTRICT  
NUTRITION SERVICES ENTERPRISE FUND  
SCHEDULE OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<u>2018</u>	<u>2017</u>
<b>INCREASE (DECREASE) IN CASH AND INVESTMENTS</b>		
Cash flows from operating activities		
Cash received for services	\$ 5,978,127	\$ 4,940,915
Cash paid for salaries and benefits	(11,021,148)	(10,155,481)
Cash paid for food and supplies	(9,199,148)	(10,410,991)
Cash payments for purchased services	(1,243,062)	(1,328,761)
Cash payments for other	(509,048)	(457,516)
	<u>(15,994,279)</u>	<u>(17,411,834)</u>
Net cash (used) by operating activities		
Cash flows from capital and related financing activities		
Purchase of equipment	(352,609)	(229,611)
Cash flows from noncapital financing activities		
Federal reimbursements	17,256,930	17,178,185
State matching funds	68,995	75,509
Contributions and donations	14,500	-
	<u>17,340,425</u>	<u>17,253,694</u>
Net cash provided by noncapital financing activities		
Net increase (decrease) in cash and cash equivalents	993,537	(387,751)
<b>Cash and investments, July 1</b>	<u>2,113,882</u>	<u>2,501,633</u>
<b>Cash and investments, June 30</b>	<u><u>\$ 3,107,419</u></u>	<u><u>\$ 2,113,882</u></u>
<b>RECONCILIATION OF OPERATING (LOSS) TO NET CASH (USED) BY OPERATING ACTIVITIES</b>		
Operating (loss)	\$ (18,555,655)	\$ (18,428,456)
Adjustments to reconcile operating (loss) to net cash (used) by operating activities		
Depreciation	241,327	232,073
Commodity revenue	1,812,663	1,632,529
Non-cash pension liability adjustment	35,981	2,140
Non-cash OPEB liability adjustment	49,338	-
Changes in assets and liabilities		
Accounts receivable	367,787	(302,113)
Inventories	110,040	253,049
Prepays	14,379	(14,870)
Accounts payable	(47,692)	(1,273,755)
Construction contracts payable	55,176	-
Accrued liabilities	(66,729)	552,387
Unearned revenue	(10,894)	(64,818)
	<u>2,561,376</u>	<u>1,016,622</u>
Total adjustments		
Net cash (used) by operating activities	<u><u>\$ (15,994,279)</u></u>	<u><u>\$ (17,411,834)</u></u>



# Internal Service Funds

To account for transactions relating to risk management services provided to other departments of the District on a cost reimbursement basis. The funds in this category are:

## **Insurance Fund - Property and Casualty:**

To account for the self-insured property and casualty costs of the District.

## **Insurance Fund - Health Insurance:**

To account for the self-insured health benefit costs of District employees.

## **Insurance Fund - Workers' Compensation:**

To account for the self-insured workers' compensation costs of the District.

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET POSITION  
JUNE 30, 2018**

	<b>INSURANCE FUND - PROPERTY CASUALTY</b>	<b>INSURANCE FUND - HEALTH INSURANCE</b>	<b>INSURANCE FUND - WORKERS' COMPENSATION</b>	<b>TOTAL</b>
<b>ASSETS</b>				
Current assets				
Cash and investments	\$ 5,035,517	\$ 26,130,217	\$ 6,955,234	\$ 38,120,968
Investments - restricted for OPEB	-	34,279,184	-	34,279,184
Accounts receivable	-	1,018,402	87	1,018,489
Interest receivable	7,635	22,581	11,228	41,444
Due from other governments	42,987	-	-	42,987
Total current assets	<u>5,086,139</u>	<u>61,450,384</u>	<u>6,966,549</u>	<u>73,503,072</u>
Capital assets				
Construction in progress	<u>249,805</u>	<u>-</u>	<u>-</u>	<u>249,805</u>
Total assets	<u>5,335,944</u>	<u>61,450,384</u>	<u>6,966,549</u>	<u>73,752,877</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred outflows of resources related to pension	-	146,293	95,712	242,005
Deferred outflows of resources related to OPEB	<u>-</u>	<u>19,833</u>	<u>7,315</u>	<u>27,148</u>
Total deferred outflows of resources	<u>-</u>	<u>166,126</u>	<u>103,027</u>	<u>269,153</u>
Total assets and deferred outflows of resources	<u>5,335,944</u>	<u>61,616,510</u>	<u>7,069,576</u>	<u>74,022,030</u>
<b>LIABILITIES</b>				
Current liabilities				
Accounts payable	24,497	44,583	-	69,080
Construction contracts payable	90,832	-	-	90,832
Accrued liabilities	-	26,754	10,155	36,909
Pending claims	<u>932,517</u>	<u>8,812,266</u>	<u>1,389,944</u>	<u>11,134,727</u>
Total current liabilities	<u>1,047,846</u>	<u>8,883,603</u>	<u>1,400,099</u>	<u>11,331,548</u>
Noncurrent liabilities				
Pending claims	1,431,483	-	3,156,056	4,587,539
Net pension liability	-	604,907	497,849	1,102,756
Net OPEB liability	<u>-</u>	<u>156,573</u>	<u>62,205</u>	<u>218,778</u>
Total noncurrent liabilities	<u>1,431,483</u>	<u>761,480</u>	<u>3,716,110</u>	<u>5,909,073</u>
Total liabilities	<u>2,479,329</u>	<u>9,645,083</u>	<u>5,116,209</u>	<u>17,240,621</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Deferred inflows of resources related to pension	-	38,667	52,697	91,364
Deferred inflows of resources related to OPEB	-	19,801	8,730	28,531
Unavailable revenue	<u>42,987</u>	<u>-</u>	<u>-</u>	<u>42,987</u>
Total deferred inflows of resources	<u>42,987</u>	<u>58,468</u>	<u>61,427</u>	<u>162,882</u>
Total liabilities and deferred inflows of resources	<u>2,522,316</u>	<u>9,703,551</u>	<u>5,177,636</u>	<u>17,403,503</u>
<b>NET POSITION</b>				
Net investment in capital assets	249,805	-	-	249,805
Restricted for OPEB	-	34,279,184	-	34,279,184
Unrestricted	<u>2,563,823</u>	<u>17,633,775</u>	<u>1,891,940</u>	<u>22,089,538</u>
Total net position	<u>\$ 2,813,628</u>	<u>\$ 51,912,959</u>	<u>\$ 1,891,940</u>	<u>\$ 56,618,527</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>INSURANCE FUND - PROPERTY CASUALTY</b>	<b>INSURANCE FUND - HEALTH INSURANCE</b>	<b>INSURANCE FUND - WORKERS' COMPENSATION</b>	<b>TOTAL</b>
<b>OPERATING REVENUES</b>				
Local sources	\$ 2,402,015	\$ 80,696,685	\$ 2,127,482	\$ 85,226,182
<b>OPERATING EXPENSES</b>				
Salaries and benefits	-	465,833	-	465,833
Employee benefits	-	81,188,233	-	81,188,233
Claims and services	3,148,603	60,162	3,219,088	6,427,853
Total operating expenses	3,148,603	81,714,228	3,219,088	88,081,919
Operating loss	(746,588)	(1,017,543)	(1,091,606)	(2,855,737)
<b>NONOPERATING REVENUES</b>				
Earnings on investments	59,093	196,837	95,029	350,959
Loss before transfers	(687,495)	(820,706)	(996,577)	(2,504,778)
<b>TRANSFERS</b>				
Transfers in	-	35,919,203	-	35,919,203
Change in net position	(687,495)	35,098,497	(996,577)	33,414,425
<b>NET POSITION, July 1 - as originally stated</b>	3,501,123	16,973,632	2,948,623	23,423,378
<b>Prior period adjustment - implementation of GASB 75,82</b>	-	(159,170)	(60,106)	(219,276)
<b>NET POSITION, July 1 - as restated</b>	3,501,123	16,814,462	2,888,517	23,204,102
<b>NET POSITION, June 30</b>	\$ 2,813,628	\$ 51,912,959	\$ 1,891,940	\$ 56,618,527

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2018**

	<b>INSURANCE FUND - PROPERTY CASUALTY</b>	<b>INSURANCE FUND - HEALTH INSURANCE</b>	<b>INSURANCE FUND - WORKERS' COMPENSATION</b>	<b>TOTAL</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>				
Cash flows from operating activities				
Cash received for services	\$ 2,406,035	\$ 81,095,968	\$ 2,127,482	\$ 85,629,485
Cash paid for salaries and benefits	-	(455,120)	-	(455,120)
Cash payments for employee benefits	-	(80,381,745)	-	(80,381,745)
Cash payments for claims and services	(3,339,859)	(16,236)	(3,018,010)	(6,374,105)
Net cash provided (used) by operating activities	(933,824)	242,867	(890,528)	(1,581,485)
Cash flows from capital and related financing activities				
Purchase of equipment	(249,805)	-	-	(249,805)
Cash flows from noncapital financing activities				
Transfers in	-	35,919,203	-	35,919,203
Cash flows from investing activities				
Interest received on investments	54,605	186,130	88,200	328,935
Net increase (decrease) in cash and cash equivalents	(1,129,024)	36,348,200	(802,328)	34,416,848
<b>Cash and investments, July 1</b>	6,164,541	24,061,201	7,757,562	37,983,304
<b>Cash and investments, June 30</b>	\$ 5,035,517	\$ 60,409,401	\$ 6,955,234	\$ 72,400,152
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating (loss)	\$ (746,588)	\$ (1,017,543)	\$ (1,091,606)	\$ (2,855,737)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities				
Non-cash pension liability adjustment	-	10,116	3,126	13,242
Non-cash OPEB liability adjustment	-	3,763	2,509	6,272
Changes in assets and liabilities				
Accounts receivable	4,020	399,283	-	403,303
Accounts payable	(27,088)	43,926	(4,020)	12,818
Construction contracts payable	90,832	-	-	90,832
Accrued liabilities	-	(3,166)	(1,537)	(4,703)
Pending claims	(255,000)	806,488	201,000	752,488
Total adjustments	(187,236)	1,260,410	201,078	1,274,252
Net cash provided (used) by operating activities	\$ (933,824)	\$ 242,867	\$ (890,528)	\$ (1,581,485)

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - PROPERTY AND CASUALTY  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 1,914,615	\$ 1,914,615	\$ 1,914,722	\$ 107	\$ 1,914,615
Refunds	100,000	487,293	487,293	-	275,456
Operating revenues	2,014,615	2,401,908	2,402,015	107	2,190,071
<b>OPERATING EXPENSES</b>					
General government					
Claims and services	3,350,668	4,484,859	3,148,603	1,336,256	3,851,325
Operating (loss)	(1,336,053)	(2,082,951)	(746,588)	1,336,363	(1,661,254)
<b>NONOPERATING REVENUES</b>					
Earnings on investments	31,400	47,827	59,093	11,266	39,777
Change in net position	(1,304,653)	(2,035,124)	(687,495)	1,347,629	(1,621,477)
<b>NET POSITION, July 1</b>	3,170,652	3,501,123	3,501,123	-	5,122,600
<b>NET POSITION, June 30</b>	\$ 1,865,999	\$ 1,465,999	\$ 2,813,628	\$ 1,347,629	\$ 3,501,123

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - PROPERTY AND CASUALTY  
SCHEDULE OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<u>2018</u>	<u>2017</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities		
Cash received for services	\$ 2,406,035	\$ 3,236,051
Cash payments for claims and services	<u>(3,339,859)</u>	<u>(4,794,872)</u>
Net cash (used) by operating activities	(933,824)	(1,558,821)
Cash flows from capital and related financing activities		
Purchase of equipment	<u>(249,805)</u>	<u>-</u>
Cash flows from investing activities		
Interest received on investments	<u>54,605</u>	<u>38,792</u>
Net (decrease) in cash and cash equivalents	(1,129,024)	(1,520,029)
<b>Cash and investments, July 1</b>	<u>6,164,541</u>	<u>7,684,570</u>
<b>Cash and investments, June 30</b>	<u>\$ 5,035,517</u>	<u>\$ 6,164,541</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating (loss)	\$ <u>(746,588)</u>	\$ <u>(1,661,254)</u>
Adjustments to reconcile operating (loss)		
Accounts receivable	4,020	1,045,980
Accounts payable	(27,088)	(1,361,116)
Construction contracts payable	90,832	(372,431)
Pending claims	<u>(255,000)</u>	<u>790,000</u>
Total adjustments	<u>(187,236)</u>	<u>102,433</u>
Net cash (used) by operating activities	<u>\$ (933,824)</u>	<u>\$ (1,558,821)</u>



**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - HEALTH INSURANCE  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET POSITION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>OPERATING REVENUES</b>					
Local sources					
Charges for services	\$ 77,451,227	\$ 77,451,227	\$ 72,364,119	\$ (5,087,108)	\$ 72,045,723
Refunds	2,079,441	2,079,441	3,332,566	1,253,125	1,419,377
Reimbursements	-	-	5,000,000	5,000,000	5,370,346
Total revenues	79,530,668	79,530,668	80,696,685	1,166,017	78,835,446
<b>OPERATING EXPENSES</b>					
General government					
Salaries and benefits	495,757	495,757	465,833	29,924	471,283
Employee benefits	83,761,160	83,761,160	81,188,233	2,572,927	75,055,175
Services and supplies	15,832	15,832	60,162	(44,330)	362,274
Total operating expenses	84,272,749	84,272,749	81,714,228	2,558,521	75,888,732
Operating income (loss)	(4,742,081)	(4,742,081)	(1,017,543)	3,724,538	2,946,714
<b>NONOPERATING REVENUES</b>					
Earnings on investments	66,914	66,914	196,837	129,923	95,386
Income (loss) before transfers	(4,675,167)	(4,675,167)	(820,706)	3,854,461	3,042,100
<b>TRANSFERS</b>					
Transfers in	6,640,019	6,640,019	35,919,203	29,279,184	1,640,016
Change in net position	1,964,852	1,964,852	35,098,497	33,133,645	4,682,116
<b>NET POSITION, July 1 - as originally stated</b>	8,098,979	16,973,632	16,973,632	-	12,291,516
<b>Prior period adjustment - implementation of GASB 75,82</b>	-	-	(159,170)	(159,170)	-
<b>NET POSITION, July 1 - as restated</b>	8,098,979	16,973,632	16,814,462	(159,170)	12,291,516
<b>NET POSITION, June 30</b>	<u>\$ 10,063,831</u>	<u>\$ 18,938,484</u>	<u>\$ 51,912,959</u>	<u>\$ 32,974,475</u>	<u>\$ 16,973,632</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - HEALTH INSURANCE  
SCHEDULE OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<u>2018</u>	<u>2017</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities		
Cash received for services	\$ 81,095,968	\$ 78,889,740
Cash paid for salaries and benefits	(455,120)	(475,544)
Cash payments for employee benefits	(80,381,745)	(75,210,199)
Cash payments for services and supplies	(16,236)	(390,959)
	<u>242,867</u>	<u>2,813,038</u>
Net cash provided by operating activities		
Cash flows from noncapital financing activities		
Transfers in	<u>35,919,203</u>	<u>1,640,016</u>
Cash flows from investing activities		
Interest received on investments	<u>186,130</u>	<u>87,927</u>
Net increase in cash and cash equivalents	36,348,200	4,540,981
<b>Cash and investments, July 1</b>	<u>24,061,201</u>	<u>19,520,220</u>
<b>Cash and investments, June 30</b>	<u><u>\$ 60,409,401</u></u>	<u><u>\$ 24,061,201</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>		
Operating income (loss)	\$ <u>(1,017,543)</u>	\$ <u>2,946,714</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Non-cash pension liability adjustment	10,116	(10,422)
Non-cash OPEB liability adjustment	3,763	-
Changes in assets and liabilities		
Accounts receivable	399,283	54,294
Accounts payable	43,926	(28,685)
Accrued liabilities	(3,166)	6,161
Pending claims	<u>806,488</u>	<u>(155,024)</u>
Total adjustments	<u>1,260,410</u>	<u>(133,676)</u>
Net cash provided by operating activities	<u><u>\$ 242,867</u></u>	<u><u>\$ 2,813,038</u></u>

**WASHOE COUNTY SCHOOL DISTRICT**  
**INSURANCE FUND - WORKERS' COMPENSATION**  
**SCHEDULE OF REVENUES, EXPENSES AND**  
**CHANGES IN NET POSITION - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 1,984,749	\$ 2,136,175	\$ 2,127,482	\$ (8,693)	\$ 2,106,992
<b>OPERATING EXPENSES</b>					
General government					
Claims and services	3,027,162	3,147,864	3,219,088	(71,224)	3,065,709
Operating (loss)	(1,042,413)	(1,011,689)	(1,091,606)	(79,917)	(958,717)
<b>NONOPERATING REVENUES</b>					
Earnings on investments	9,000	78,542	95,029	16,487	54,428
Change in net position	(1,033,413)	(933,147)	(996,577)	(63,430)	(904,289)
<b>NET POSITION, July 1 - as originally stated</b>	3,048,889	2,948,623	2,948,623	-	3,852,912
<b>Prior period adjustment - implementation of GASB 75,82</b>	-	-	(60,106)	(60,106)	-
<b>NET POSITION, July 1 - as restated</b>	3,048,889	2,948,623	2,888,517	(60,106)	3,852,912
<b>NET POSITION, June 30</b>	<u>\$ 2,015,476</u>	<u>\$ 2,015,476</u>	<u>\$ 1,891,940</u>	<u>\$ (123,536)</u>	<u>\$ 2,948,623</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - WORKERS' COMPENSATION  
SCHEDULE OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<u>2018</u>	<u>2017</u>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities		
Cash received for services	\$ 2,127,482	\$ 2,106,992
Payments for claims and services	<u>(3,018,010)</u>	<u>(2,713,738)</u>
Net cash (used) by operating activities	(890,528)	(606,746)
Cash flows from investing activities		
Interest received on investments	<u>88,200</u>	<u>52,585</u>
Net (decrease) in cash and cash equivalents	(802,328)	(554,161)
<b>Cash and investments, July 1</b>	<u>7,757,562</u>	<u>8,311,723</u>
<b>Cash and investments, June 30</b>	<u>\$ 6,955,234</u>	<u>\$ 7,757,562</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES</b>		
Operating (loss)	\$ <u>(1,091,606)</u>	\$ <u>(958,717)</u>
Adjustments to reconcile operating (loss) to net cash provided by operating activities		
Non-cash pension liability adjustment	3,126	4,434
Non-cash OPEB liability adjustment	2,509	-
Changes in assets and liabilities		
Accounts receivable	-	(84)
Accounts payable	(4,020)	3,934
Accrued liabilities	(1,537)	687
Pending claims	<u>201,000</u>	<u>343,000</u>
Total adjustments	<u>201,078</u>	<u>351,971</u>
Net cash (used) by operating activities	<u>\$ (890,528)</u>	<u>\$ (606,746)</u>



# Fiduciary Funds

To account for activities in which the District acts in a trustee capacity or as an agent for individuals, private organizations, other governments and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Individual funds include the following:

## **Other Post-Employment Benefits (OPEB) Trust Fund:**

To account for funds used to pay for healthcare and life insurance costs for qualified District retirees.

## **Student Activities Agency Funds:**

To account for student activity funds under the control of the respective schools in the District.

## **NIAA Agency Fund:**

To account for transactions related to the statewide Nevada Interscholastic Athletic Association.

**WASHOE COUNTY SCHOOL DISTRICT**  
**OTHER POSTEMPLOYMENT BENEFITS (OPEB) TRUST FUND**  
**STATEMENT OF PLAN NET POSITION**  
**JUNE 30, 2018**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2017)**

	<u>2018</u>	<u>2017</u>
<b>ASSETS</b>		
Cash and investments		
Cash	\$ 248,546	\$ 1,326,452
RBIF participation units	<u>23,757,455</u>	<u>61,067,199</u>
Total assets	<u>24,006,001</u>	<u>62,393,651</u>
<b>LIABILITIES</b>		
Accounts payable	<u>-</u>	<u>-</u>
<b>NET POSITION</b>	<u>\$ 24,006,001</u>	<u>\$ 62,393,651</u>

**WASHOE COUNTY SCHOOL DISTRICT  
OTHER POSTEMPLOYMENT BENEFITS (OPEB) TRUST FUND  
SCHEDULE OF CHANGES IN PLAN NET POSTION - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)**

	<b>2018 BUDGET</b>		<b>2018</b>		<b>2017</b>
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>	<b>ACTUAL</b>
<b>ADDITIONS</b>					
Earnings on investments	\$ 1,000,000	\$ 1,000,000	\$ 4,977,195	\$ 3,977,195	\$ 7,049,946
<b>DISBURSEMENTS</b>					
Plan benefits	9,400,000	9,400,000	9,085,661	314,339	9,436,080
Transfers out	-	-	34,279,184	(34,279,184)	-
Total disbursements	9,400,000	9,400,000	43,364,845	(33,964,845)	9,436,080
Change in net position	(8,400,000)	(8,400,000)	(38,387,650)	(29,987,650)	(2,386,134)
<b>NET POSITION, July 1</b>	<u>56,379,785</u>	<u>56,379,785</u>	<u>62,393,651</u>	<u>6,013,866</u>	<u>64,779,785</u>
<b>NET POSITION, June 30</b>	<u>\$ 47,979,785</u>	<u>\$ 47,979,785</u>	<u>\$ 24,006,001</u>	<u>\$ (23,973,784)</u>	<u>\$ 62,393,651</u>



**WASHOE COUNTY SCHOOL DISTRICT  
AGENCY FUNDS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE YEAR ENDED JUNE 30, 2018**

	<u>BALANCE</u> <u>JULY 1, 2017</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2018</u>
<b>Student Activities</b>				
ASSETS				
Cash and investments	\$ 8,708,010	\$ 16,307,868	\$ 16,218,950	\$ 8,796,928
LIABILITIES				
Due to student groups	\$ 8,708,010	\$ 16,307,868	\$ 16,218,950	\$ 8,796,928
<b>Nevada Interscholastic Athletic Association</b>				
ASSETS				
Accounts receivable	\$ 198,654	\$ 477,271	\$ 586,551	\$ 89,374
LIABILITIES				
Accrued liabilities	\$ 198,654	\$ 89,374	\$ 198,654	\$ 89,374
<b>Totals - All Agency Funds</b>				
ASSETS				
Cash and investments	\$ 8,708,010	\$ 16,307,868	\$ 16,218,950	\$ 8,796,928
Accounts receivable	198,654	477,271	586,551	89,374
Total assets	\$ 8,906,664	\$ 16,785,139	\$ 16,805,501	\$ 8,886,302
LIABILITIES				
Accrued liabilities	\$ 198,654	\$ 89,374	\$ 198,654	\$ 89,374
Due to student groups	8,708,010	16,307,868	16,218,950	8,796,928
Total liabilities	\$ 8,906,664	\$ 16,397,242	\$ 16,417,604	\$ 8,886,302

**WASHOE COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITY FUNDS  
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018**

<b>SCHOOLS</b>	<b>BALANCE JULY 1, 2017</b>	<b>ADDITIONS</b>	<b>DEDUCTIONS</b>	<b>BALANCE JUNE 30, 2018</b>
<b>ELEMENTARY SCHOOLS</b>				
Allen	\$ 12,788	\$ 9,968	\$ 11,950	\$ 10,806
Anderson	7,721	18,309	14,062	11,968
Beasley	36,819	60,548	59,294	38,073
Beck	62,795	76,132	74,563	64,364
Bennett	37,541	53,650	47,206	43,985
Booth	8,985	21,499	16,402	14,082
Brown	50,839	117,011	117,669	50,181
Cannan	21,334	27,358	29,319	19,373
Caughlin Ranch	12,802	61,367	58,342	15,827
Corbett	16,485	37,545	36,684	17,346
Desert Heights	14,392	26,126	25,757	14,761
Diedrichsen	35,449	71,814	61,457	45,806
Dodson	18,754	17,409	19,487	16,676
Donner Springs	16,443	61,511	64,914	13,040
Double Diamond	58,177	97,759	97,950	57,986
Drake	10,614	18,920	18,364	11,170
Duncan	19,452	31,056	27,454	23,054
Dunn	36,466	57,692	55,497	38,661
Elmcrest	29,052	31,605	29,702	30,955
Gomes	36,761	115,980	112,732	40,009
Gomm	27,093	91,264	92,715	25,642
Greenbrae	12,063	63,838	63,638	12,263
Hall	26,824	156,331	142,608	40,547
Hidden Valley	20,593	42,899	39,741	23,751
Huffaker	36,060	83,969	79,301	40,728
Hunsberger	111,857	121,405	123,492	109,770
Hunter Lake	18,471	37,829	39,952	16,348
Incline	38,367	96,973	105,025	30,315
Juniper	36,497	101,554	91,317	46,734
Lemelson	11,791	40,618	43,639	8,770
Lemmon Valley	40,490	74,481	52,020	62,951
Lenz	45,468	67,874	70,955	42,387
Lincoln Park	22,859	13,860	15,908	20,811
Loder	8,509	24,602	21,981	11,130
Mathews	37,074	26,553	25,615	38,012
Maxwell	23,541	54,322	58,014	19,849
Melton	12,839	73,258	69,598	16,499
Mitchell	13,720	26,852	27,566	13,006
Moss	11,904	26,792	22,156	16,540
Mount Rose	83,101	110,746	106,047	87,800
Natchez	17,799	10,044	10,244	17,599
Palmer	38,974	68,155	65,089	42,040
Peavine	16,057	30,761	28,304	18,514
Picollo	77,089	37,604	40,922	73,771
Pleasant Valley	28,299	48,141	52,898	23,542
Risley	13,858	21,227	20,464	14,621
Sepulveda	55,300	196,375	187,455	64,220
Silver Lake	51,644	72,044	72,882	50,806
Smith, Alice	67,344	60,312	53,318	74,338
Smith, Kate	9,862	25,719	22,698	12,883
Smithridge	14,119	43,936	39,245	18,810
Spanish Springs	55,961	117,968	120,455	53,474
Stead	32,380	64,824	60,626	36,578
Sun Valley	39,477	35,717	42,010	33,184
Taylor	43,455	115,732	122,793	36,394
Towles	7,770	16,545	15,943	8,372
Van Gorder	30,662	95,004	93,661	32,005
Verdi	13,109	48,702	51,642	10,169
Veterans	6,646	19,572	18,830	7,388
Warner	14,824	28,098	27,440	15,482

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITY FUNDS  
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
FOR THE YEAR ENDED JUNE 30, 2018**

<b>SCHOOLS</b>	<b>BALANCE JULY 1, 2017</b>	<b>ADDITIONS</b>	<b>DEDUCTIONS</b>	<b>BALANCE JUNE 30, 2018</b>
<b>ELEMENTARY SCHOOLS (CONTINUED)</b>				
Westergard	\$ 23,533	\$ 69,556	\$ 78,986	\$ 14,103
Whitehead	36,238	60,770	60,295	36,713
Winnemucca	30,730	114,169	112,450	32,449
Total elementary schools	1,907,920	3,750,254	3,668,743	1,989,431
<b>MIDDLE SCHOOLS</b>				
Billinghurst	64,170	248,096	252,352	59,914
Clayton	61,248	85,800	102,234	44,814
Cold Springs	65,631	231,728	219,692	77,667
Depoali	139,838	358,819	344,275	154,382
Dilworth	23,077	105,917	104,039	24,955
Incline	111,408	70,808	78,386	103,830
Mendive	59,828	263,312	249,431	73,709
O'Brien	55,527	86,509	83,123	58,913
Pine	85,043	245,316	251,033	79,326
Shaw	66,634	121,926	126,774	61,786
Sparks	51,086	82,773	77,942	55,917
Swope	42,700	213,343	213,404	42,639
Traner	27,652	54,704	63,253	19,103
Vaughn	15,039	44,992	39,988	20,043
Total middle schools	868,881	2,214,043	2,205,926	876,998
<b>HIGH SCHOOLS</b>				
Academy of Arts, Careers & Tech	131,511	252,576	256,184	127,903
Damonte Ranch	717,119	1,236,393	1,216,982	736,530
Galena	796,467	1,055,534	1,081,229	770,772
Gerlach K-12 (1)	14,287	14,189	8,463	20,013
Hug	297,703	341,531	375,368	263,866
Incline	111,272	334,598	290,701	155,169
McQueen	598,825	961,357	1,016,564	543,618
North Star Online School	2,307	6,004	5,950	2,361
North Valleys	436,068	819,004	873,055	382,017
Reed	371,752	1,256,674	1,174,813	453,613
Reno	799,047	1,363,462	1,324,330	838,179
Rise Academy	168,874	49,735	66,754	151,855
Spanish Springs	685,198	1,364,597	1,323,339	726,456
Sparks	300,020	462,387	467,914	294,493
TMCC	43,735	58,843	59,384	43,194
Washoe Innovations	36,352	19,666	15,884	40,134
Washoe Inspire Academy	2,477	5,863	5,440	2,900
Wooster	341,407	690,130	709,851	321,686
Total high schools	5,854,421	10,292,543	10,272,205	5,874,759
<b>OTHER</b>				
Administration Building	169	1,036	686	519
Gifted and Talented	69,270	30,819	51,061	49,028
The Nevada Registry	2,117	15,718	16,616	1,219
Transportation Employee Fund	5,232	3,455	3,713	4,974
Total other funds	76,788	51,028	72,076	55,740
<b>TOTALS</b>	<b>\$ 8,708,010</b>	<b>\$ 16,307,868</b>	<b>\$ 16,218,950</b>	<b>\$ 8,796,928</b>

(1) Includes E.M. Johnson Elementary



# **Capital Assets Governmental Funds**

Schedules of sources, functions and activities of capital assets used in the operation of governmental funds.

**WASHOE COUNTY SCHOOL DISTRICT**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE BY SOURCE**  
**JUNE 30, 2017**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2017)**

	<u>2018</u>	<u>2017</u>
Governmental funds capital assets		
Land	\$ 60,460,009	\$ 38,933,306
Buildings	921,430,063	896,590,514
Improvements other than buildings	35,921,461	33,708,714
Machinery and equipment	85,472,250	82,138,533
Construction in progress	64,534,960	24,739,675
Total governmental funds capital assets	<u>\$ 1,167,818,743</u>	<u>\$ 1,076,110,742</u>
Investments in governmental funds capital assets by source		
General fund	\$ 174,469,280	\$ 171,728,818
Special revenue funds	18,845,434	18,670,777
Capital projects funds	971,862,841	883,062,959
Donations	981,749	988,749
Contributed assets	1,659,439	1,659,439
Total governmental funds capital assets	<u>\$ 1,167,818,743</u>	<u>\$ 1,076,110,742</u>

This schedule presents only the capital asset balances related to the governmental funds. Accordingly the capital assets reported in the internal service funds and the enterprise fund are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net position. The capital assets of the enterprise fund are reported separately under business-type activities.

**WASHOE COUNTY SCHOOL DISTRICT  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE BY FUNCTION AND ACTIVITY  
JUNE 30, 2018**

<b>FUNCTION AND ACTIVITY</b>	<b>LAND</b>	<b>BUILDINGS</b>	<b>IMPROVEMENTS OTHER THAN BUILDINGS</b>
General government			
Instruction	\$ 131,639	\$ 309,028	\$ 135,553
Student support	-	101,727	-
Instructional staff support	-	-	-
General administration	-	-	-
School administration	-	-	-
Central services	-	50,000	160,009
Operation and maintenance	-	10,404,109	14,910
Student transportation	-	-	-
Other support	-	-	-
Community services operations	-	-	-
Facilities	<u>60,328,370</u>	<u>910,565,199</u>	<u>35,610,989</u>
Total governmental funds capital assets	<u>\$ 60,460,009</u>	<u>\$ 921,430,063</u>	<u>\$ 35,921,461</u>

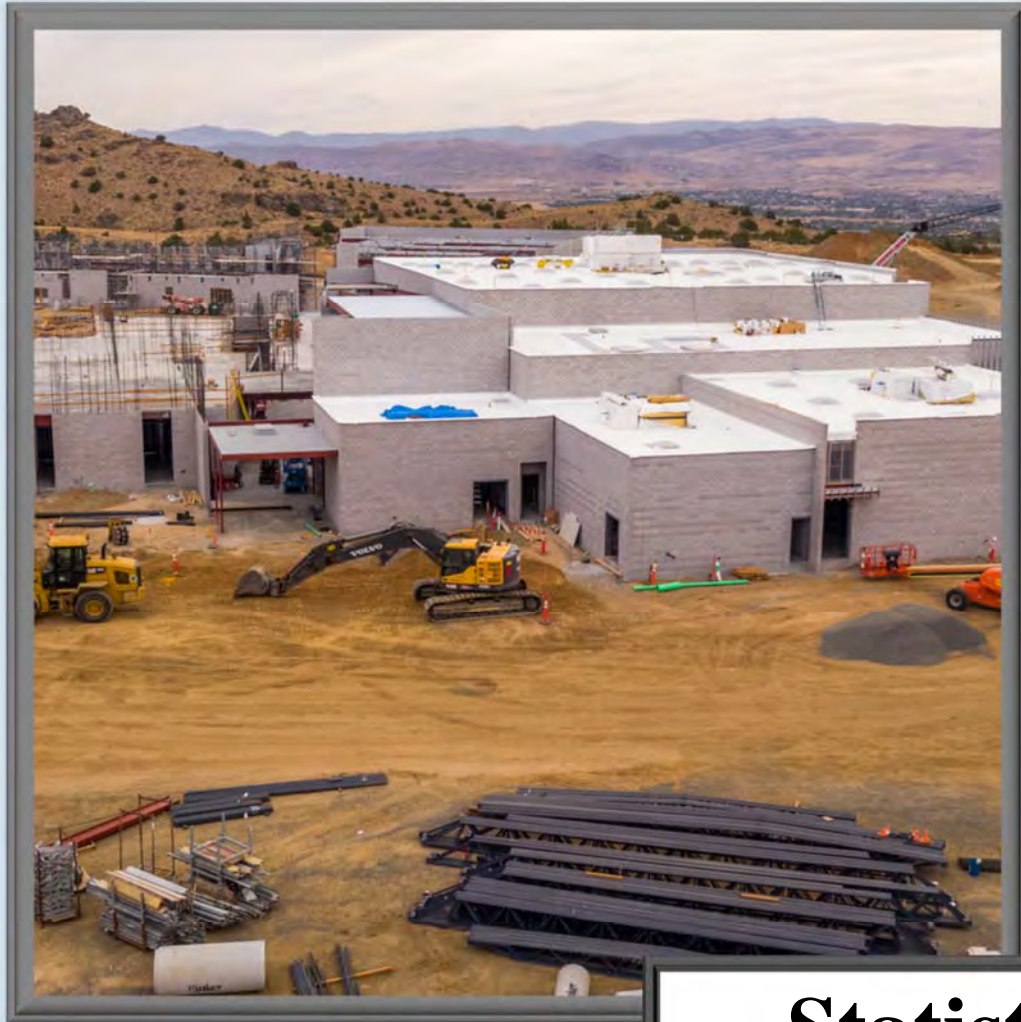
This schedule presents only the capital asset balances related to the governmental funds. Accordingly the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets on internal service funds are included as governmental activities in the statement of net position. The capital assets of the enterprise fund are reported separately under business-type activities.

<u>MACHINERY AND EQUIPMENT</u>	<u>CONSTRUCTION IN PROGRESS</u>	<u>TOTAL</u>
\$ 7,195,390	\$ -	\$ 7,771,610
1,174,883	-	1,276,610
1,012,930	-	1,012,930
141,810	-	141,810
76,554	-	76,554
6,006,680	-	6,216,689
2,578,034	-	12,997,053
40,475,677	-	40,475,677
12,950	-	12,950
12,779	-	12,779
<u>26,784,563</u>	<u>64,534,960</u>	<u>1,097,824,081</u>
\$ <u><u>85,472,250</u></u>	\$ <u><u>64,534,960</u></u>	\$ <u><u>1,167,818,743</u></u>



**WASHOE COUNTY SCHOOL DISTRICT  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY  
FOR THE YEAR ENDED JUNE 30, 2018**

<b>FUNCTION AND ACTIVITY</b>	<b>GOVERNMENTAL FUNDS CAPITAL ASSETS JULY 1, 2017</b>	<b>ADDITIONS</b>	<b>DEDUCTIONS</b>	<b>GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2018</b>
General government				
Instruction	\$ 7,683,673	\$ 191,961	\$ 104,024	\$ 7,771,610
Student support	1,337,971	55,454	116,815	1,276,610
Instructional staff support	944,958	80,994	13,022	1,012,930
General administration	147,960	-	6,150	141,810
School administration	76,554	-	-	76,554
Central services	6,365,539	133,553	282,402	6,216,690
Operations and maintenance	13,100,558	70,769	174,274	12,997,053
Student transportation	37,631,810	3,847,758	1,003,891	40,475,677
Other support	12,950	-	-	12,950
Community services operations	12,779	-	-	12,779
Facilities	<u>1,008,795,990</u>	<u>90,891,413</u>	<u>1,863,323</u>	<u>1,097,824,080</u>
Total governmental funds capital assets	\$ <u>1,076,110,742</u>	\$ <u>95,271,902</u>	\$ <u>3,563,901</u>	\$ <u>1,167,818,743</u>



# **Statistical Section**

**Comprehensive Annual Financial Report**

# Statistical Section

This section presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

## Tables

### **Financial Trends**

**1.1-1.5**

Provides trend information to assist in understanding how the District's financial performance and well-being have changed over time.

### **Revenue Capacity**

**2.1-2.5**

Information to assist in understanding the District's most significant local revenue sources.

### **Debt Capacity**

**3.1-3.4**

Information assessing the affordability of the District's current levels of outstanding debt and the ability to issue additional debt in the future

### **Demographic and Economic Information**

**4.1-4.2**

Indicators to assist in understanding the environment within which the District's financial activities take place.

### **Operating Information**

**5.1-5.5**

Service and infrastructure data to assist in understanding how the information in the District's financial report relates to the services and activities provided.

Sources: Unless otherwise noted, the information in these tables is derived from the Comprehensive Annual Financial Report for the relevant year.

**Washoe County School District**  
**Net Position by Component**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2009	2010	2011	2012
<b>Governmental activities</b>				
Net investment in capital assets	\$ 174,502,710	\$ 172,508,687	\$ 210,091,401	\$ 260,357,416
Restricted	130,837,182	138,439,390	108,417,840	64,376,524
Unrestricted	43,165,344	56,704,911	56,692,790	55,643,471
<b>Total governmental activities net position</b>	<b>\$ 348,505,236</b>	<b>\$ 367,652,988</b>	<b>\$ 375,202,031</b>	<b>\$ 380,377,411</b>
<b>Business-type activities</b>				
Invested in capital assets	\$ 396,799	\$ 633,724	\$ 551,185	\$ 758,582
Unrestricted	3,304,626	3,693,147	3,387,368	2,856,429
<b>Total business-type activities net position</b>	<b>\$ 3,701,425</b>	<b>\$ 4,326,871</b>	<b>\$ 3,938,553</b>	<b>\$ 3,615,011</b>
<b>Primary government</b>				
Net investment in capital assets	\$ 174,899,509	\$ 173,142,411	\$ 210,642,586	\$ 261,115,998
Restricted	130,837,182	138,439,390	108,417,840	64,376,524
Unrestricted	46,469,970	60,398,058	60,080,158	58,499,900
<b>Total primary government net position</b>	<b>\$ 352,206,661</b>	<b>\$ 371,979,859</b>	<b>\$ 379,140,584</b>	<b>\$ 383,992,422</b>

Source: Washoe County School District Business Office

Table 1.1					
2013	2014	2015	2016	2017	2018
\$ 258,002,941	\$ 261,907,184	\$ 272,308,952	\$ 254,317,380	\$ 253,125,985	\$ 230,621,904
57,197,706	47,007,427	36,431,366	53,113,369	68,830,420	168,899,070
58,304,931	75,771,373	(556,721,442)	(551,378,528)	(576,256,393)	(809,294,994)
<u>\$ 373,505,578</u>	<u>\$ 384,685,984</u>	<u>\$ (247,981,124)</u>	<u>\$ (243,947,779)</u>	<u>\$ (254,299,988)</u>	<u>\$ (409,774,020)</u>
\$ 654,166	\$ 735,381	\$ 1,320,171	\$ 2,509,309	\$ 2,505,230	\$ 2,616,512
3,333,302	3,528,613	(4,144,817)	(2,883,531)	(2,421,685)	(7,728,407)
<u>\$ 3,987,468</u>	<u>\$ 4,263,994</u>	<u>\$ (2,824,646)</u>	<u>\$ (374,222)</u>	<u>\$ 83,545</u>	<u>\$ (5,111,895)</u>
\$ 258,657,107	\$ 262,642,565	\$ 273,629,123	\$ 256,826,689	\$ 255,631,215	\$ 233,238,416
57,197,706	47,007,427	36,431,366	53,113,369	68,830,420	168,899,070
61,638,233	79,299,986	(560,866,259)	(554,262,059)	(578,678,078)	(817,023,401)
<u>\$ 377,493,046</u>	<u>\$ 388,949,978</u>	<u>\$ (250,805,770)</u>	<u>\$ (244,322,001)</u>	<u>\$ (254,216,443)</u>	<u>\$ (414,885,915)</u>

**Washoe County School District**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2009	2010	2011	2012
<b>Expenses</b>				
Governmental activities				
Instruction				
Regular instruction	\$ 255,214,934	\$ 215,922,516	\$ 200,910,500	\$ 200,264,098
Special instruction	51,095,105	67,093,235	66,119,459	68,295,149
Vocational instruction	7,408,013	8,289,052	8,192,784	7,806,131
Other instruction	6,478,515	50,408,402	62,794,001	63,005,870
Adult education instruction	-	1,600,284	1,951,707	1,681,826
Community services instruction	-	856,533	757,579	683,470
Co-curricular instruction	-	3,422,601	3,447,205	3,326,243
Total instruction	320,196,567	347,592,623	344,173,235	345,062,787
Support services				
Instruction	-	293,830	339,215	369,003
Student support	34,798,496	25,696,965	24,832,719	25,514,214
Instructional staff support	24,778,616	12,090,308	12,117,988	12,527,939
General administration	10,209,601	5,652,249	5,267,326	8,059,481
School administration	31,301,763	31,075,074	29,682,847	30,191,975
Central services	18,357,475	23,144,740	20,817,610	22,785,807
Operation and maintenance	50,175,497	48,294,122	45,840,239	44,000,876
Student transportation	21,974,038	15,454,876	15,173,028	15,986,162
Other support	313,763	11,137	2,079,234	5,469,586
Community services operations	231,969	402,769	388,674	367,507
Facilities	26,315,951	31,261,928	30,214,091	27,017,690
Interest on long-term debt	24,090,170	25,395,984	24,139,763	24,979,128
Issuance costs on debt	1,151,957	1,093,095	1,364,618	1,551,900
Total support services	243,699,296	219,867,077	212,257,352	218,821,268
Unallocated refund of Incline Village property taxes	-	-	15,000,000	-
Unallocated refund Reno Redevelopment Agency taxes	-	-	-	1,510,218
Total governmental activities	563,895,863	567,459,700	571,430,587	565,394,273
Business-type activities				
Nutrition services	17,334,964	18,643,773	18,937,409	20,990,682
Total school district	\$ 581,230,827	\$ 586,103,473	\$ 590,367,996	\$ 586,384,955

Table 1.2

	2013	2014	2015	2016	2017	2018
\$	203,039,073	\$ 202,164,369	\$ 209,934,957	\$ 214,780,578	\$ 226,475,054	\$ 233,549,609
	70,040,933	70,688,102	75,345,629	79,499,043	87,896,895	92,569,058
	7,523,944	7,707,218	8,168,435	8,825,943	9,361,869	8,566,134
	56,227,740	59,991,625	72,649,037	71,691,653	79,857,162	63,705,467
	1,710,970	1,399,916	1,601,507	1,376,984	1,404,779	1,316,388
	718,007	713,573	651,169	673,217	650,232	654,568
	3,442,863	3,439,536	3,689,717	3,675,047	3,705,083	3,960,386
	<u>342,703,530</u>	<u>346,104,339</u>	<u>372,040,451</u>	<u>380,522,465</u>	<u>409,351,074</u>	<u>404,321,610</u>
	65,647	40,012	35,809	38,960	465	13,213
	26,391,167	26,750,927	27,993,022	29,079,179	32,068,797	32,804,876
	13,863,389	15,016,809	15,515,544	15,848,393	17,037,673	15,652,591
	7,184,894	6,607,856	6,616,360	6,507,319	6,983,366	6,757,817
	30,557,090	31,634,200	33,643,481	34,306,095	36,768,243	36,169,643
	21,977,892	22,955,128	24,305,036	23,116,811	26,664,795	28,634,187
	43,669,194	44,424,777	46,298,563	46,626,235	47,241,870	48,013,351
	16,343,945	16,275,534	17,220,986	16,708,557	18,045,075	18,692,813
	15,163	16,095	14,661	48,144	57,996	16,005
	379,000	406,056	407,503	22,487	128	12
	31,355,510	28,191,360	36,470,169	36,782,176	36,610,768	37,600,299
	24,191,181	21,457,547	18,438,955	18,868,661	19,477,664	23,700,061
	1,712,640	304,156	874,016	383,214	126,697	429,753
	<u>217,706,712</u>	<u>214,080,457</u>	<u>227,834,105</u>	<u>228,336,231</u>	<u>241,083,537</u>	<u>248,484,621</u>
	-	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>560,410,242</u>	<u>560,184,796</u>	<u>599,874,556</u>	<u>608,858,696</u>	<u>650,434,611</u>	<u>652,806,231</u>
	<u>21,425,623</u>	<u>22,581,085</u>	<u>23,006,828</u>	<u>23,028,584</u>	<u>23,736,302</u>	<u>24,176,889</u>
\$	<u>581,835,865</u>	<u>\$ 582,765,881</u>	<u>\$ 622,881,384</u>	<u>\$ 631,887,280</u>	<u>\$ 674,170,913</u>	<u>\$ 676,983,120</u>

(CONTINUED)

**Washoe County School District**  
**Changes in Net Position**  
**Last Ten Fiscal Years**  
**(accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2009	2010	2011	2012
<b>Program revenues</b>				
Governmental activities				
Charges for services				
Other instruction	\$ 1,038,137	\$ 544,918	\$ 1,410,373	\$ 1,019,344
Instructional staff support	390,408	-	-	-
General administration	-	389,397	-	-
School administration	162,438	-	-	-
Community services instruction	205,767	335,279	433,266	292,642
Operating grants and contributions	105,300,822	107,415,696	115,193,329	110,574,297
Capital grants and contributions	-	-	-	-
Total governmental activities program revenues	107,097,572	108,685,290	117,036,968	111,886,283
Business-type activities				
Charges for services	5,968,280	5,381,119	4,933,054	4,915,788
Operating grants and contributions	11,949,457	13,562,465	13,616,037	15,751,352
Capital grants and contributions	-	-	-	-
Total business-type activities revenues	17,917,737	18,943,584	18,549,091	20,667,140
Total primary government revenues	\$ 125,015,309	\$ 127,628,874	\$ 135,586,059	\$ 132,553,423
<b>Net (expense)/revenue</b>				
Governmental activities	\$ (456,798,291)	\$ (458,774,410)	\$ (454,393,619)	\$ (453,507,990)
Business-type activities	582,773	299,811	(388,318)	(323,542)
Total primary government net expense	\$ (456,215,518)	\$ (458,474,599)	\$ (454,781,937)	\$ (453,831,532)
<b>General revenues and other changes in net position</b>				
Governmental activities				
Taxes				
Property taxes	\$ 170,321,918	\$ 167,348,704	\$ 153,694,307	\$ 143,197,553
Local school support taxes	120,369,201	127,099,100	128,788,689	139,461,236
Government service taxes	16,643,570	15,321,249	14,560,297	14,029,845
WC1 Revenues	-	-	-	-
Other sources	7,608,186	6,476,613	10,587,927	8,463,102
Unrestricted investment earnings	9,476,546	4,954,850	6,630,982	11,712,091
State aid not restricted to specific purposes	143,080,662	156,389,169	143,954,130	141,063,550
State aid special appropriations	-	-	527,290	444,427
ARRA - State fiscal stabilization	21,869,831	-	-	-
Franchise taxes	364,469	332,477	365,707	311,566
State portion of Incline Village property taxes	-	-	2,833,333	-
Transfers	-	-	-	-
Total governmental activities	489,734,383	477,922,162	461,942,662	458,683,370
Business-type activities				
Transfers	-	325,635	-	-
Total primary government revenues	\$ 489,734,383	\$ 478,247,797	\$ 461,942,662	\$ 458,683,370
<b>Changes in net position</b>				
Governmental activities	\$ 32,936,092	\$ 19,147,752	\$ 7,549,043	\$ 5,175,380
Business-type activities	582,773	625,446	(388,318)	(323,542)
Total primary government	\$ 33,518,865	\$ 19,773,198	\$ 7,160,725	\$ 4,851,838



Table 1.2

2013		2014		2015		2016		2017		2018	
\$	834,977	\$	594,090	\$	419,795	\$	374,777	\$	322,432	\$	362,047
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	411,964		388,428		314,331		-		-		-
	103,105,680		110,842,870		124,163,127		124,865,058		135,571,248		117,673,391
	-		-		6,895,801		1,622,405		896,151		50,000
	<u>104,352,621</u>		<u>111,825,388</u>		<u>131,793,054</u>		<u>126,862,240</u>		<u>136,789,831</u>		<u>118,085,438</u>
	5,009,770		5,108,301		5,114,179		5,013,414		5,307,846		5,621,234
	16,788,310		17,749,310		18,265,743		19,467,673		18,833,405		19,100,270
	-		-		-		147,921		52,818		52,818
	<u>21,798,080</u>		<u>22,857,611</u>		<u>23,379,922</u>		<u>24,629,008</u>		<u>24,194,069</u>		<u>24,774,322</u>
\$	<u>126,150,701</u>	\$	<u>134,682,999</u>	\$	<u>155,172,976</u>	\$	<u>151,491,248</u>	\$	<u>160,983,900</u>	\$	<u>142,859,760</u>
\$	(456,057,621)	\$	(448,359,408)	\$	(468,081,502)	\$	(481,996,456)	\$	(513,644,780)	\$	(534,720,793)
	<u>372,457</u>		<u>276,526</u>		<u>373,094</u>		<u>1,600,424</u>		<u>457,767</u>		<u>597,433</u>
\$	<u>(455,685,164)</u>	\$	<u>(448,082,882)</u>	\$	<u>(467,708,408)</u>	\$	<u>(480,396,032)</u>	\$	<u>(513,187,013)</u>	\$	<u>(534,123,360)</u>
\$	137,794,245	\$	138,249,491	\$	142,690,871	\$	149,875,357	\$	154,285,623	\$	160,554,786
	143,443,676		151,070,968		160,841,132		172,555,705		181,682,201		189,132,165
	14,439,303		15,379,022		17,066,962		18,911,815		20,177,492		22,562,907
	-		-		-		-		10,145,752		43,781,973
	9,084,202		8,943,405		15,100,481		7,381,887		6,358,640		6,528,049
	2,255,594		3,068,710		2,373,947		2,867,979		2,190,293		5,685,768
	141,463,298		148,966,152		144,117,760		134,836,971		128,259,530		130,502,725
	438,428		-		-		187,425		-		6,181,777
	-		-		-		-		-		-
	267,042		198,246		393,128		262,662		193,040		288,011
	-		-		-		-		-		-
	-		-		-		(850,000)		-		34,279,184
	<u>449,185,788</u>		<u>465,875,994</u>		<u>482,584,281</u>		<u>486,029,801</u>		<u>503,292,571</u>		<u>599,497,345</u>
	-		-		-		850,000		-		-
\$	<u>449,185,788</u>	\$	<u>465,875,994</u>	\$	<u>482,584,281</u>	\$	<u>486,879,801</u>	\$	<u>503,292,571</u>	\$	<u>599,497,345</u>
\$	(6,871,833)	\$	17,516,586	\$	14,502,779	\$	4,033,345	\$	(10,352,209)	\$	64,776,552
	<u>372,457</u>		<u>276,526</u>		<u>373,094</u>		<u>2,450,424</u>		<u>457,767</u>		<u>597,433</u>
\$	<u>(6,499,376)</u>	\$	<u>17,793,112</u>	\$	<u>14,875,873</u>	\$	<u>6,483,769</u>	\$	<u>(9,894,442)</u>	\$	<u>65,373,985</u>

**Washoe County School District**  
**Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2009	2010	2011 *	2012
<b>General fund</b>				
Reserved	\$ 3,624,998	\$ 2,822,180	\$ -	\$ -
Unreserved	53,180,043	61,710,700	-	-
Nonspendable	-	-	1,108,844	1,074,806
Assigned	-	-	70,548,331	58,382,806
Unassigned	-	-	-	-
<b>Total general fund</b>	<b>\$ 56,805,041</b>	<b>\$ 64,532,880</b>	<b>\$ 71,657,175</b>	<b>\$ 59,457,612</b>
<b>All other governmental funds</b>				
Reserved	\$ 103,186,619	\$ 90,860,701	\$ -	\$ -
Unreserved reported in				
Special revenue funds	11,089,587	4,394,767	-	-
Capital projects funds	77,107,155	86,521,977	-	-
Non-spendable	-	-	-	-
Restricted	-	-	134,001,940	151,961,079
Committed	-	-	-	-
Unassigned	-	-	-	-
<b>Total all other governmental funds</b>	<b>\$ 191,383,361</b>	<b>\$ 181,777,445</b>	<b>\$ 134,001,940</b>	<b>\$ 151,961,079</b>
<b>Total governmental funds</b>	<b>\$ 248,188,402</b>	<b>\$ 246,310,325</b>	<b>\$ 205,659,115</b>	<b>\$ 211,418,691</b>

Fluctuations in all other governmental fund balance reserved and unreserved amounts primarily reflect financing, construction in progress and completion of large capital projects.

\* The format for reporting Fund Balances changed per GASB 54 for Fiscal Year Ended June 30, 2011.

Source: Washoe County School District Business Office

Table 1.3

2013	2014	2015	2016	2017	2018
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
1,097,001	1,201,475	1,141,214	1,126,938	1,194,740	1,283,456
52,005,844	57,508,193	60,065,336	52,164,794	42,109,417	10,417,754
-	-	-	-	-	29,181,496
<b>\$ 53,102,845</b>	<b>\$ 58,709,668</b>	<b>\$ 61,206,550</b>	<b>\$ 53,291,732</b>	<b>\$ 43,304,157</b>	<b>\$ 40,882,706</b>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	-	-	-	-	-
-	-	374,513	31,393	24,954	27,489
146,547,999	124,236,349	102,049,359	98,834,258	168,870,687	362,263,846
2,286,133	4,315,361	2,843,324	6,534,084	3,594,909	2,920,391
-	-	(41,020)	(31,393)	(24,954)	(27,489)
<b>\$ 148,834,132</b>	<b>\$ 128,551,710</b>	<b>\$ 105,226,176</b>	<b>\$ 105,368,342</b>	<b>\$ 172,465,596</b>	<b>\$ 365,184,237</b>
<b>\$ 201,936,977</b>	<b>\$ 187,261,378</b>	<b>\$ 166,432,726</b>	<b>\$ 158,660,074</b>	<b>\$ 215,769,753</b>	<b>\$ 406,066,943</b>

**Washoe County School District**  
**Changes in Fund Balances of Governmental Funds**  
**Last Ten Fiscal Years**  
**(modified accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2009	2010	2011	2012
<b>Revenues</b>				
Local sources	\$ 325,570,132	\$ 324,664,593	\$ 318,889,279	\$ 319,751,134
State sources	210,879,096	215,449,306	203,695,579	198,285,165
Federal sources	56,883,485	45,264,459	53,123,315	51,105,481
<b>Total revenues</b>	<b>593,332,713</b>	<b>585,378,358</b>	<b>575,708,173</b>	<b>569,141,780</b>
<b>Expenditures</b>				
Current				
Regular programs	257,809,827	218,542,060	203,716,213	202,018,378
Special programs	51,831,651	68,224,241	67,145,848	68,916,627
Vocational programs	7,501,464	8,418,594	8,320,821	7,855,055
Other instructional programs	4,408,490	52,361,058	64,073,815	63,506,376
Adult education programs	1,098,957	1,651,604	1,990,893	1,685,583
Community services programs	938,856	884,001	766,830	686,443
Co-curricular programs	-	3,532,363	3,501,320	3,348,603
Undistributed expenditures				
Instruction	-	303,553	346,751	373,350
Student support	35,069,594	25,923,410	25,209,150	25,684,422
Instructional staff support	24,911,810	12,169,686	12,277,373	12,781,966
General administration	10,223,323	5,737,648	5,316,382	20,905,866
School administration	31,600,900	31,584,124	30,116,636	30,448,382
Central services	18,384,237	24,726,262	21,679,439	23,117,800
Operation and maintenance	50,598,979	48,859,813	46,267,691	44,251,184
Student transportation	20,516,229	14,908,326	16,484,167	16,950,972
Other support	315,279	-	-	-
Community services operations	229,920	414,448	394,001	368,501
Capital projects	10,358,602	11,666,683	6,480,102	2,426,370
Capital outlay	73,219,024	37,999,224	34,688,316	35,944,513
Debt service				
Principal	32,747,389	43,609,116	47,411,206	110,007,810
Interest	24,035,406	25,444,338	24,351,047	23,965,066
Bond issuance costs	629,331	455,566	540,294	1,631,113
Other	11,698	142,169	2,078,371	5,468,723
<b>Total expenditures</b>	<b>656,440,966</b>	<b>637,558,287</b>	<b>623,156,666</b>	<b>702,343,103</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(63,108,253)</b>	<b>(52,179,929)</b>	<b>(47,448,493)</b>	<b>(133,201,323)</b>
<b>Other financing sources (uses)</b>				
Medium-term financing	-	870,000	2,192,000	-
Refunding bonds issued	-	13,700,000	41,515,000	84,170,000
Bonds issued	45,000,000	50,995,000	5,815,000	81,920,000
Proceeds from sale of property	245,070	28,533	50,630	36,801
Debt premiums	338,162	1,022,133	4,954,986	15,979,501
Payments to refunded bonds escrow agent	-	(14,570,000)	(46,104,110)	(41,826,272)
Transfers in	38,580,485	35,608,717	39,489,238	40,062,823
Transfers out	(40,288,250)	(37,352,531)	(41,115,462)	(41,381,954)
<b>Total other financing sources (uses)</b>	<b>43,875,467</b>	<b>50,301,852</b>	<b>6,797,282</b>	<b>138,960,899</b>
<b>Net change in fund balances</b>	<b>\$ (19,232,786)</b>	<b>\$ (1,878,077)</b>	<b>\$ (40,651,211)</b>	<b>\$ 5,759,576</b>
<b>Debt service as a percentage of non-capital expenditures</b>	0.11%	0.10%	0.44%	1.07%

Source: Washoe County School District Business Office

Table 1.4

	2013	2014	2015	2016	2017	2018
\$	310,310,099	\$ 320,160,290	\$ 338,203,315	\$ 354,514,970	\$ 378,316,043	\$ 431,852,253
	196,437,298	210,413,611	218,881,894	208,651,831	215,724,307	207,518,869
	44,528,106	47,365,385	52,405,864	53,006,386	46,575,124	44,251,463
	<b>551,275,503</b>	<b>577,939,286</b>	<b>609,491,073</b>	<b>616,173,187</b>	<b>640,615,474</b>	<b>683,622,585</b>
	203,099,470	204,603,083	208,236,763	217,754,591	221,875,942	229,449,576
	70,063,629	71,123,835	74,830,611	80,657,485	86,552,949	91,075,996
	7,505,963	7,762,473	8,108,560	8,914,745	9,202,002	8,325,778
	55,876,283	59,173,865	72,719,743	72,707,531	78,079,041	61,142,697
	1,711,432	1,389,707	1,597,031	1,393,257	1,388,333	1,291,876
	719,144	717,283	638,144	676,053	627,959	642,347
	3,445,742	3,458,609	3,655,940	3,631,308	3,654,032	3,920,051
	51,661	39,561	34,976	38,550	-	13,039
	26,393,892	26,982,399	27,749,025	29,742,637	31,717,202	32,146,906
	13,955,814	15,062,955	15,288,870	15,958,351	16,651,039	15,299,446
	8,115,528	6,552,168	6,546,562	6,574,176	6,797,348	6,664,642
	30,544,087	31,878,885	33,418,288	34,779,573	36,029,691	35,297,243
	21,670,695	22,770,428	23,660,661	24,100,339	26,208,458	27,926,832
	43,244,624	44,503,416	45,719,668	46,185,766	46,225,542	46,983,306
	15,492,620	18,324,390	18,196,338	18,229,285	15,861,129	19,621,614
	-	-	-	-	14,522	1,632
	377,242	408,325	400,170	-	-	-
	7,413,336	-	-	-	-	-
	46,993,699	25,693,028	36,087,891	31,339,057	40,652,507	100,357,483
	26,178,943	30,245,627	32,544,072	32,013,930	31,433,537	32,205,405
	24,879,900	23,384,244	21,835,990	21,113,454	21,149,462	25,524,877
	934,216	304,156	874,016	383,214	126,697	429,753
	14,300	15,232	13,798	47,281	42,608	13,500
	<b>608,682,220</b>	<b>594,393,669</b>	<b>632,157,117</b>	<b>646,240,583</b>	<b>674,290,000</b>	<b>738,333,999</b>
	<b>(57,406,717)</b>	<b>(16,454,383)</b>	<b>(22,666,044)</b>	<b>(30,067,396)</b>	<b>(33,674,526)</b>	<b>(54,711,414)</b>
	2,325,000	2,325,000	2,372,277	3,100,000	-	3,100,000
	-	18,085,000	94,520,000	39,215,000	11,885,000	58,320,000
	45,000,000	-	-	20,000,000	85,000,000	200,000,000
	77,845	532,996	96,783	91,235	53,846	55,923
	2,027,194	-	16,158,776	10,084,238	9,955,059	25,272,013
	-	(17,796,643)	(109,758,444)	(47,705,710)	(14,469,684)	(40,099,313)
	41,302,969	42,868,310	43,273,641	36,061,499	41,388,869	69,325,384
	(42,808,005)	(44,235,879)	(44,825,641)	(38,551,518)	(43,028,885)	(70,965,403)
	<b>47,925,003</b>	<b>1,778,784</b>	<b>1,837,392</b>	<b>22,294,744</b>	<b>90,784,205</b>	<b>245,008,604</b>
\$	<b>(9,481,714)</b>	<b>(14,675,599)</b>	<b>(20,828,652)</b>	<b>(7,772,652)</b>	<b>57,109,679</b>	<b>190,297,190</b>
	0.17%	0.06%	0.15%	0.07%	0.03%	0.07%

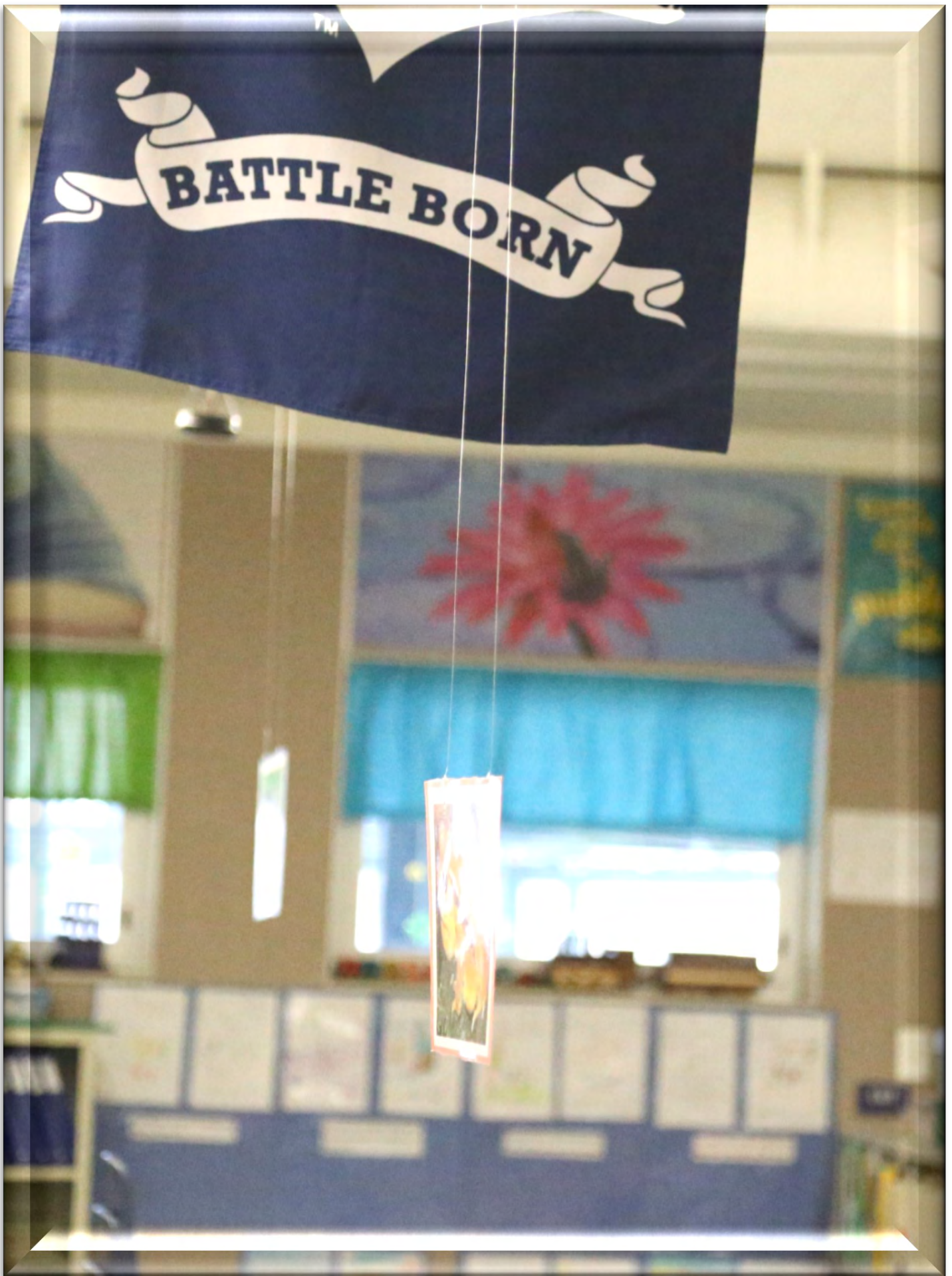
**Washoe County School District  
Major Governmental Revenues By Source  
Last Ten Fiscal Years  
(modified accrual basis of accounting)**

<b>Fiscal Year Ended June 30,</b>		<b>General Fund State Distributive School Fund</b>		<b>General Fund Ad Valorem Taxes</b>		<b>General Fund Franchise Tax</b>		<b>General Fund Government Services Tax</b>		<b>General Fund Local School Support Tax (Sales Tax)</b>
2009	\$	143,080,662	\$	110,021,656	\$	364,469	\$	13,219,509	\$	120,369,201
2010		156,389,169		109,168,786		332,477		12,163,806		127,099,100
2011		143,954,130		101,306,516		365,707		11,566,263		128,788,689
2012		141,063,550		94,218,811		311,566		11,144,014		139,461,236
2013		141,463,298		90,605,814		267,042		11,468,837		143,443,676
2014		148,966,152		91,124,296		198,246		12,216,118		151,070,968
2015		144,117,760		94,277,316		393,128		13,554,500		160,841,132
2016		134,836,971		98,255,572		262,662		15,021,923		172,555,705
2017		128,259,530		101,226,035		193,040		16,024,869		181,682,201
2018		130,502,725		105,531,582		288,011		17,921,072		189,132,165

Source: Washoe County School District Business Office

Table 1.5

<b>General Fund Investment Income</b>	<b>General Fund ARRA State Fiscal Stabilization</b>	<b>Debt Service Fund Ad Valorem Taxes</b>	<b>Debt Service Fund Sales Taxes</b>	<b>Capital Projects Fund Government Services Tax</b>	<b>Special Revenue Fund State Distributive School Fund</b>
\$ 1,883,405	\$ 21,869,831	\$ 58,121,673	\$ -	\$ 3,424,061	\$ 22,892,682
876,542	-	57,629,191	-	3,157,443	22,866,600
513,922	-	53,348,510	-	2,994,034	22,911,657
309,057	-	49,472,378	-	2,885,831	22,826,832
216,610	-	47,585,889	-	2,970,466	22,866,361
249,524	-	47,791,419	-	3,162,904	23,778,972
279,774	-	48,960,291	-	3,512,462	24,428,767
516,909	-	52,083,754	-	3,889,892	25,977,346
328,210	-	53,049,837	10,145,752	4,152,623	25,977,345
510,671	-	55,455,088	43,781,973	4,641,835	29,185,152





**Washoe County School District  
Washoe County, Nevada  
Principal Property Taxpayers  
Current Year and Nine Years Ago  
(amounts expressed in thousands)**

Table 2.1

Taxpayer	2018			2009		
	Assessed Valuation	Rank	Percent of Total Assessed Valuation	Assessed Valuation	Rank	Percent of Total Assessed Valuation
Peppermill Casinos, Inc.	\$ 101,824	1	0.61%	\$ 110,390	1	0.64%
Apple Inc	72,172	2	0.43%	-	-	-
Icon Reno Property Owner Pool 3 NE	65,939	3	0.40%	-	-	-
Golden Road Motor Inn, Inc.	47,140	4	0.28%	41,405	4	0.24%
Circus Circus & Eldorado Joint Venture	44,560	5	0.27%	61,502	3	0.36%
MPT of Reno LLC	38,666	6	0.23%	-	-	-
Northwest Mutual Life Ins	24,888	7	0.15%	-	-	-
AGNL Slots LLC	24,622	8	0.15%	-	-	-
Lennar Reno LLC	24,581	9	0.15%	-	-	-
Hyatt Equities LLC	24,407	10	0.15%	-	-	-
International Game Technology	-	-	-	40,708	5	0.24%
Grand Sierra Operating Corporation	-	-	-	79,942	2	0.47%
Prologis NA3 LLC	-	-	-	31,478	6	0.18%
Harrah's Club	-	-	-	29,541	7	0.17%
Eldorado Resorts LLC	-	-	-	28,271	8	0.16%
PNK (Reno) LLC	-	-	-	28,111	9	0.16%
Reno Retail Company LLC	-	-	-	26,720	10	0.16%
<b>SUBTOTAL</b>	<b>468,799</b>		<b>2.82%</b>	<b>478,068</b>		<b>2.78%</b>
All other taxpayers	16,136,671		97.18%	16,728,943		97.22%
<b>TOTAL ASSESSED VALUATION</b>	<b>\$ 16,605,470</b>		<b>100.00%</b>	<b>\$ 17,207,011</b>		<b>100.00%</b>

Source: Washoe County Comptroller's Office

**Washoe County School District**  
**Washoe County, Nevada**  
**Property Tax Rates Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**(tax rates per \$100 assessed valuation)**

	Fiscal Year Ended June 30,			
	2009	2010	2011	2012
<b>Washoe County</b>				
Operating rate	0.9629	0.9612	0.9611	0.9806
Voter approved				
Child protective services	0.0400	0.0400	0.0400	0.0400
Regional animal services	0.0300	0.0300	0.0300	0.0300
Senior services	0.0100	0.0100	0.0100	0.0100
Library expansion	0.0200	0.0200	0.0200	0.0200
Legislative overrides				
Indigent insurance	0.0150	0.0150	0.0150	0.0150
Indigent health	0.0800	0.0800	0.0750	0.0700
Capital acquisition	0.0500	0.0500	0.0500	0.0500
Youth services	0.0077	0.0077	0.0088	0.0088
Detention center	0.0774	0.0774	0.0774	0.0774
SCCRT loss	-	-	-	0.0050
Family court	0.0192	0.0192	0.0192	0.0192
AB 104 Fair share tax	0.0272	0.0272	0.0272	0.0272
Debt service	0.0523	0.0540	0.0580	0.0385
<b>Total Washoe County direct rate</b>	<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>
State of Nevada	0.1700	0.1700	0.1700	0.1700
Washoe County School District	1.1385	1.1385	1.1385	1.1385
<b>Total Washoe County unincorporated area</b>	<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>
<b>Cities</b>				
City of Reno	0.9456	0.9456	0.9456	0.9456
City of Sparks	0.9161	0.9161	0.9161	0.9161
<b>Fire Districts</b>				
North Lake Tahoe Fire Protection District	0.5226	0.5275	0.5389	0.5525
Sierra Fire Protection District	0.5200	0.5200	0.5200	0.5200
Truckee Meadows Fire Protection District	0.4713	0.4713	0.4713	0.4713
<b>General Improvement Districts</b>				
Gerlach	-	0.2500	0.2500	0.2998
Incline Village	0.0741	0.0755	0.0806	0.1129
Palomino Valley	0.4885	0.4885	0.4885	0.4885
<b>Other Special Districts</b>				
Sun Valley Water & Sanitation District	0.1329	0.1457	0.1736	0.1736
Truckee Meadows Underground Water	0.0005	0.0004	0.0005	-

Source: Washoe County Comptroller's Office

Table 2.2

2013	2014	2015	2016	2017	2018
0.9891	1.0037	1.0277	0.9993	1.0005	1.0204
0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
0.0100	0.0100	0.0100	0.0100	0.0100	0.0100
0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
0.0150	0.0150	0.0150	0.0150	0.0150	0.0150
0.0600	0.0600	0.0600	0.0600	0.0600	0.0600
0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
0.0095	0.0062	0.0087	0.0087	0.0075	0.0075
0.0774	0.0774	0.0774	0.0774	0.0774	0.0774
0.0050	-	-	-	-	-
0.0192	0.0192	0.0192	0.0192	0.0192	0.0192
0.0272	0.0272	0.0272	0.0272	0.0272	0.0272
0.0393	0.0330	0.0065	0.0349	0.0349	0.0150
<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>
0.1700	0.1700	0.1700	0.1700	0.1700	0.1700
1.1385	1.1385	1.1385	1.1385	1.1385	1.1385
<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>
0.9598	0.9598	0.9598	0.9598	0.9598	0.9598
0.9161	0.9161	0.9598	0.9598	0.9598	0.9598
0.6414	0.6291	0.6291	0.6291	0.6291	0.6291
0.5400	0.5400	0.5400	0.5400	-	-
0.5400	0.5400	0.5400	0.5400	0.5400	0.5400
0.2998	0.2998	0.2998	0.2998	0.2998	0.2998
0.1153	0.1105	0.1157	0.1269	0.1183	0.1182
0.4198	0.4198	0.4198	0.4198	0.4198	0.4198
0.1836	0.1836	0.1836	0.1836	0.1836	0.1928
-	-	-	-	-	-

**Washoe County School District**  
**Washoe County, Nevada**  
**Assessed and Estimated Actual Value of Taxable Property**  
**Last Ten Fiscal Years**  
**(amounts expressed in thousands)**

<b>Fiscal Year Ended June 30,</b>	<b>Real Property Assessed Value</b>				<b>Personal Property Assessed Value</b>
	<b>Residential</b>	<b>Commercial</b>	<b>Industrial</b>	<b>Other</b>	
2009	\$ 12,389,860	\$ 3,598,911	\$ 1,096,143	\$ 2,430,308	\$ 738,274
2010	10,680,846	3,779,799	1,092,343	1,475,332	748,403
2011	9,426,219	3,489,578	1,022,668	1,584,556	636,184
2012	8,665,389	3,306,237	996,407	1,329,717	636,409
2013	8,336,767	3,402,688	986,821	1,374,092	612,022
2014	8,419,073	3,330,546	985,955	1,286,207	713,824
2015	9,389,234	3,383,703	1,030,067	1,172,158	688,878
2016	10,337,704	3,375,615	1,076,473	265,551	712,632
2017	11,076,405	3,304,064	1,160,133	661,272	769,547
2018	11,570,501	3,306,481	1,251,392	308,633	1,004,680

Source: Washoe County Comptroller's Office

Table 2.3

Total					
Less: Exempt Property	Taxable Assessed Value	Estimated Actual Assessed Value	Assessed Value To Taxable Value	Total Direct Tax Rate	
\$ 3,046,485	\$ 17,207,011	\$ 49,162,889	\$ 35.00%	\$ 1.3917	
2,677,247	15,099,476	43,141,360	35.00%	1.3917	
2,500,354	13,658,851	39,025,289	35.00%	1.3917	
2,258,785	12,675,374	36,215,354	35.00%	1.3917	
2,422,281	12,290,109	35,114,597	35.00%	1.3917	
2,417,652	12,317,953	35,194,151	35.00%	1.3917	
2,471,984	13,192,056	37,691,586	35.00%	1.3917	
2,471,049	13,296,926	37,991,217	35.00%	1.3917	
2,437,350	14,534,071	41,525,917	35.00%	1.3917	
2,464,215	14,977,472	42,792,777	35.00%	1.3917	

**Washoe County School District  
Washoe County, Nevada  
Property Tax Levies and Collections  
Last Ten Fiscal Years  
(dollars expressed in thousands)**

**Table 2.4**

<b>Fiscal Year Ended June 30,</b>	<b>Net Secured Roll Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent of Levy Collected</b>	<b>Delinquent Tax Collections</b>	<b>Total Tax Collections</b>	<b>Total Collections As Percent of Current Levy</b>	<b>Outstanding Delinquent Taxes</b>	<b>Outstanding Delinquent Taxes As Percent of Current Levy</b>
2009	\$ 514,531	\$ 504,268	98.01%	\$ 10,259	\$ 514,527	100.00%	4	0.00%
2010	504,823	495,281	98.11%	9,535	504,816	100.00%	7	0.00%
2011	458,717	451,994	98.53%	6,717	458,711	100.00%	6	0.00%
2012	422,799	416,849	98.59%	5,933	422,782	100.00%	17	0.00%
2013	411,058	405,977	98.76%	5,055	411,032	99.99%	26	0.01%
2014	411,260	407,469	99.08%	3,773	411,242	100.00%	18	0.00%
2015	424,115	421,125	99.30%	2,960	424,085	99.99%	30	0.01%
2016	440,185	438,074	99.52%	1,982	440,056	99.97%	129	0.03%
2017	452,327	449,930	99.47%	1,893	451,823	99.89%	504	0.11%
2018	473,365	471,229	99.55%	-	471,229	99.55%	-	0.00%

Source: Washoe County Comptroller's Office

**Washoe County School District**  
**Washoe County, Nevada**  
**Taxable Sales**  
**Last Ten Fiscal Years**  
**(dollars expressed in thousands)**

**Table 2.5**

<b>Fiscal Year Ended June 30,</b>		<b>Taxable Sales</b>	<b>Percent Change</b>	<b>Local School Support Tax Rate</b>
2009	\$	5,707,791	-16.4%	2.25%
2010		5,176,982	-9.3%	2.60%
2011		5,282,935	2.0%	2.60%
2012		5,522,605	4.5%	2.60%
2013		5,824,726	5.5%	2.60%
2014		6,370,685	9.4%	2.60%
2015		6,817,589	7.0%	2.60%
2016		7,550,467	10.7%	2.60%
2017		7,989,009	5.8%	2.60%
2018		8,531,252	6.8%	2.60%

Source: State of Nevada Department of Taxation

**Washoe County School District  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

**Table 3.1**

<b>Fiscal Year Ended June 30,</b>	<b>General Obligation Bonds</b>	<b>Other Long-term Debt</b>	<b>Total Primary Government</b>	<b>Percentage of Personal Income <sup>(a)</sup></b>	<b>Per Capita <sup>(a)</sup></b>
2009	\$ 515,520,000	\$ 18,507,845	\$ 534,027,845	3.09%	\$ 1,278.43
2010	524,700,000	16,713,729	541,413,729	3.11%	1,282.88
2011	499,265,019	16,209,523	515,474,542	2.84%	1,213.13
2012	536,634,812	9,861,713	546,496,525	2.93%	1,273.65
2013	556,144,487	10,942,770	567,087,257	2.89%	1,307.46
2014	528,339,786	9,527,143	537,866,929	2.86%	1,231.81
2015	506,497,714	7,080,348	513,578,062	2.69%	1,156.69
2016	501,048,963	6,646,418	507,695,381	2.52%	1,125.09
2017	561,154,535	4,112,880	565,267,415	2.66%	1,231.14
2018	772,719,073	4,887,475	777,606,548	3.45%	1,663.62

Source: Washoe County School District Business Office

Source information for this report  
Washoe County School District

(a) See Schedule 4.1 for population and personal income data



**Washoe County School District  
Ratios of General Bonded Debt  
Last Ten Fiscal Years**

**Table 3.2**

<b>Fiscal Year Ended June 30,</b>	<b>General Obligation Bonds</b>	<b>Less Restricted For Debt Service</b>	<b>Net General Bonded Debt</b>	<b>Ratio of Net Bonded Debt to Percentage Assessed Property Value <sup>(a)</sup></b>	<b>Per Capita <sup>(b)</sup></b>
2009	\$ 515,520,000	\$ 71,992,297	\$ 443,527,703	0.90%	\$ 1,061.78
2010	524,700,000	67,681,909	457,018,091	1.06%	1,082.91
2011	499,265,019	48,580,421	450,684,598	1.15%	1,060.65
2012	536,634,812	16,336,935	520,297,877	1.44%	1,212.59
2013	556,144,487	18,025,890	538,118,597	1.53%	1,240.67
2014	528,339,786	21,652,344	506,687,442	1.44%	1,160.41
2015	506,497,714	19,518,262	486,979,452	1.29%	1,096.78
2016	501,048,963	22,892,431	478,156,532	1.26%	1,059.63
2017	561,154,535	36,396,504	524,758,031	1.26%	1,142.91
2018	772,719,073	83,273,141	689,445,932	1.61%	1,475.01

Source: Washoe County School District Business Office

Source Information for this report

Washoe County School District

(a) See Schedule 2.3 for taxable property value

(b) See Schedule 4.1 for population and personal income data

**Washoe County School District  
Legal Debt Margin Information  
Last Ten Fiscal Years**

**Table 3.3**

<b>Fiscal Year Ended June 30,</b>	<b>Debt Limit for School Districts</b>	<b>Total Net Debt Applicable to Limit</b>	<b>Legal Debt Margin</b>	<b>Total Net Debt Applicable to the Limit as a Percentage of Debt Limit</b>
2009	\$ 2,659,385,485	\$ 515,520,000	\$ 2,143,865,485	19.38%
2010	2,335,848,390	524,700,000	1,811,148,390	22.46%
2011	2,096,403,009	499,265,019	1,597,137,990	23.82%
2012	1,939,391,752	536,634,812	1,402,756,940	27.67%
2013	1,873,743,043	556,144,487	1,317,598,556	29.68%
2014	1,874,538,690	528,339,786	1,346,198,904	28.19%
2015	2,023,140,113	506,497,714	1,516,642,399	25.04%
2016	2,184,820,086	501,048,963	1,683,771,123	22.93%
2017	2,356,349,630	561,154,535	1,795,195,095	23.81%
2018	2,356,349,630	772,719,073	1,583,630,557	32.79%

**Legal debt margin calculation for fiscal year ended June 30, 2018**

Current assessed valuation for 2017/2018 tax year	\$ 15,432,327,199
Redevelopment agencies	<u>276,670,335</u>
Total assessed value	15,708,997,534
General obligation debt limit (15%)	2,356,349,630
Less: Outstanding general obligation debt	<u>772,719,073</u>
Legal debt margin	<u><u>\$ 1,583,630,557</u></u>

Note: The statutory debt limit for school districts in the State of Nevada is 15% of the assessed value of all taxable property in the county as set forth in Chapter 387.400 of the Nevada Revised Statutes.

Source: Washoe County School District Business Office, JNA Consulting

**Washoe County School District**  
**Washoe County, Nevada**  
**General Obligation Direct and Overlapping Debt**  
**As of June 30, 2018**  
**(amounts expressed in thousands)**

Table 3.4

	<u>General Obligation Debt Outstanding</u>	<u>Present Self-Supporting General Obligation Debt</u>	<u>Percent Applicable To Washoe County(a)</u>	<u>Applicable Net Debt</u>
<b>Direct debt</b>				
Washoe County School District	\$ 709,722	\$ -	100%	\$ 709,722
<b>Overlapping</b>				
Washoe County				
Governmental Activity Bonds	96,720	-	100%	96,720
Revenue Bonds	36,456	36,456	100%	-
Special Assessment Bonds	4,660	4,660	100%	-
Reno/Sparks Convention Visitor's Authority	103,587	103,587	100%	-
City of Reno	41,780	-	100%	41,780
City of Reno-supported by specific revenues	357,096	357,096	100%	-
Reno-Special Assessment Bonds	10,916	10,916	100%	-
Sparks-Sewer/Utility Bonds	37,567	37,567	100%	-
Incline Village General Improvement District	6,967	6,967	100%	-
State of Nevada	1,358,070	296,840	14.09%	154,833
<b>Total overlapping debt</b>	<u>2,053,819</u>	<u>854,089</u>		<u>293,333</u>
<b>Total General Obligation Direct and Overlapping Debt</b>	<u>\$ 2,763,541</u>	<u>\$ 854,089</u>		<u>\$ 1,003,055</u>

Source: Washoe County Comptroller's Office

(a) Based on fiscal year 2017-2018 assessed valuation in the respective jurisdiction.

**Washoe County School District**  
**Washoe County, Nevada**  
**Demographic and Economic Statistics**  
**Last Ten Fiscal Years**  
**(dollars expressed in thousands)**

<b>Fiscal Year Ended June 30,</b>	<b>Population</b>	<b>Per Capita Income</b>	<b>Median Age</b>	<b>School Enrollment*</b>	<b>Total Personal Income</b>	<b>Unemployment Rate</b>
2009	417,722	\$ 41	36.4	63,310	\$ 17,286,483	11.6%
2010	422,029	41	37.0	62,452	17,409,987	13.6%
2011	424,912	43	37.2	62,324	18,121,519	13.2%
2012	429,079	43	37.0	62,220	18,656,484	12.3%
2013	433,731	45	37.6	62,424	19,627,834	9.8%
2014	436,647	43	37.6	62,986	18,832,669	7.2%
2015	444,008	43	37.4	63,108	19,077,494	6.4%
2016	451,248	45	37.5	63,670	20,164,911	6.4%
2017	459,142	46	37.5	63,919	21,265,239	4.0%
2018	467,417	48	37.9	63,914	22,549,907	4.2%

Source: Washoe County Comptroller's Office

\* Washoe County School District

Table 4.1

<b>Total Labor Force</b>	<b>Construction Activity Total Value</b>	<b>Number of New Family Units</b>	<b>Taxable Sales</b>	<b>Gross Income From Gaming</b>	<b>Total Passenger Air Traffic</b>
224,089 \$	85,657	103 \$	5,707,791 \$	867,198	3,979,015
221,954	55,952	36	5,176,982	788,509	3,777,701
225,481	67,721	55	5,282,936	751,467	3,795,421
222,532	95,876	83	5,522,605	738,152	3,561,557
219,550	126,468	74	5,824,726	741,038	3,514,421
206,624	203,086	120	6,370,685	744,962	3,312,839
213,773	246,628	255	6,817,589	765,248	3,297,642
213,923	231,742	320	7,550,467	789,359	3,563,818
223,409	301,127	378	7,989,009	738,373	3,819,896
239,119	345,710	481	8,531,253	779,347	4,128,476

**Washoe County School District  
Washoe County, Nevada  
Principal Employers  
Current Year and Nine Years Ago**

**Table 4.2**

<b>Employer</b>	<b>December, 2017</b>			<b>December, 2008</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percent of Total County Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percent of Total County Employment</b>
Washoe County School District	7500-7999	1	3.31%	8500-8999	1	4.17%
University of Nevada, Reno	4500-4999	2	2.03%	4500-4999	2	2.26%
Renown Medical Center	3000-3499	3	1.39%	2000-2499	5	1.07%
Washoe County	2500-2999	4	1.17%	3000-3499	3	1.55%
Peppermill Hotel Casino - Reno	2000-2499	5	0.96%	2000-2499	6	1.07%
Grand Sierra Resort	2000-2499	6	0.96%	-	-	-
Silver Legacy Resort Casino	2000-2499	7	0.96%	1500-1999	7	0.83%
Atlantis Casino Resort	1500-1999	8	0.75%	1500-1999	9	0.83%
International Game Technology PLC	1500-1999	9	0.75%	2500-2999	4	1.31%
St. Mary's Regional Medical Center	1500-1999	10	0.75%	1500-1999	10	0.83%
City of Reno	-	-	-	1500-1999	8	0.83%
<b>Total County covered employment</b>	<b>234,378</b>			<b>219,501</b>		

Source: Washoe County Comptroller's Office



**Washoe County School District  
Operating Statistics  
Last Ten Fiscal Years**

<b>Fiscal Year Ended June 30,</b>	<b>Enrollment</b>	<b>Governmental Funds Operating Expenditures (b)</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Primary Government Expenses (c)</b>	<b>Cost per Pupil</b>
2009	63,287	\$ 656,440,966	\$ 10,372	10.71%	\$ 563,895,863	\$ 8,910
2010	62,445	637,558,287	10,210	-1.56%	567,459,700	9,087
2011	62,323	507,607,330	8,145	-20.23%	571,430,587	9,169
2012	62,217	522,899,508	8,404	3.19%	565,394,273	9,087
2013	62,368	502,267,826	8,053	-4.18%	560,410,242	8,986
2014	62,963	514,751,382	8,175	1.52%	560,184,796	8,897
2015	63,070	540,801,350	8,575	4.88%	599,874,556	9,511
2016	63,670	561,343,647	8,816	2.82%	608,858,696	9,563
2017	63,919	580,885,189	9,088	3.08%	650,434,611	10,176
2018	63,914	579,802,981	9,072	-0.18%	655,526,626	10,256

(a) Meals served restated in FY09 (and all prior years) to include breakfast and lunch meals.

(b) Based on expenses reported on governmental funds statement of revenue, expenditures and changes in fund balances net of capital outlays and debt service; Gov Stmt of R, E & FB

(c) Based on expenses reported in the government-wide statement of activities (governmental activities only)

Source: Washoe County School District Business Office



Table 5.1

<b>Percentage Change</b>	<b>Districtwide Teaching Staff</b>	<b>Pupil- Teacher Ratio</b>	<b>Number of Students Receiving Free or Reduced Priced Meals</b>	<b>Percentage of Students Receiving Free or Reduced Priced Meals</b>	<b>Total Meals Served (a)</b>
5.64%	3,765	16.8	22,049	34.84%	5,995,436
1.99%	3,580	17.4	27,346	43.79%	6,076,114
0.90%	3,360	18.5	26,573	42.64%	6,056,079
-0.89%	3,441	18.1	24,587	39.52%	6,501,013
-1.12%	3,587	17.4	27,039	43.35%	6,826,340
-0.98%	3,646	17.3	26,767	42.51%	7,014,053
6.90%	3,693	17.1	29,041	46.05%	7,050,851
0.54%	4,077	15.6	30,934	48.58%	7,516,638
6.41%	4,249	15.0	30,194	47.24%	7,208,184
0.79%	4,140	15.4	29,363	45.94%	7,102,620



**Washoe County School District  
Teacher Salary Schedules  
Last Ten Fiscal Years**

**Table 5.2**

<b>Fiscal Year Ended June 30,</b>	<b>Minimum Salary</b>	<b>Maximum salary</b>
2009	32,820	70,697
2010	32,656	70,344
2011	32,656	70,344
2012	32,289	69,553
2013	32,289	69,553
2014	32,289	69,553
2015	32,773	70,596
2016	32,404	71,332
2017	33,933	72,862
2018	35,463	74,392

Source: Washoe County School District Human Resources

**Washoe County School District**  
**Full Time Equivalent Employees by Function**  
**Last Ten Years**

	Fiscal Year Ended June 30,			
	2009	2010	2011	2012
<b>Function</b>				
Instruction	4,260	3,936	3,557	3,730
Student support	423	498	455	489
Instructional staff support	279	313	295	271
General administration	60	63	81	84
School administration	371	370	366	384
Business administration	198	198	196	209
Operation and maintenance	532	522	492	483
Student transportation	337	317	312	361
Nutrition services operations	211	231	229	230
Community services operations	17	19	21	19
Land & building acquisition, improvement	17	17	17	16
<b>Total full time equivalent employees</b>	<b>6,705</b>	<b>6,484</b>	<b>6,021</b>	<b>6,276</b>

Note: Full time equivalent employees do not include substitutes, student activity workers, athletic coaches, or temporary employees.

Source: Washoe County School District Business Office

**Table 5.3**

2013	2014	2015	2016	2017	2018
3,949	4,033	4,061	4,282	4,487	4,140
557	570	584	604	608	581
299	291	350	357	353	316
106	116	116	118	117	104
419	425	428	435	448	408
229	227	240	235	246	240
508	493	498	507	520	501
361	400	414	426	424	409
245	243	255	249	260	254
21	21	18	16	10	11
15	14	21	16	16	14
<u>6,709</u>	<u>6,833</u>	<u>6,985</u>	<u>7,245</u>	<u>7,489</u>	<u>6,978</u>

**Washoe County School District  
Capital Asset Information  
Last Ten Fiscal Years**

	Fiscal Year Ended June 30,			
	2009	2010	2011	2012
<b>Elementary Schools</b>				
Sites	64	64	64	64
Square feet	2,845,877	2,854,743	2,854,461	2,858,781
Base capacity	32,105	32,105	31,179	32,214
<b>Middle Schools</b>				
Sites	13	14	14	14
Square feet	1,259,306	1,453,875	1,445,669	1,456,689
Base capacity	11,544	12,954	12,544	12,893
<b>High Schools</b>				
Sites	15	15	15	14
Square feet	2,565,478	2,635,603	2,635,603	2,638,484
Base capacity	20,016	20,016	20,175	19,939
<b>Administrative</b>				
Sites	7	7	7	7
Square feet	223,426	224,546	234,266	234,266
<b>Transportation</b>				
Sites	3	3	3	3
Square feet	48,020	48,020	48,020	48,020
Buses	300	301	321	331
<b>Nutrition</b>				
Sites	1	1	1	1
Square feet	26,997	26,997	26,997	26,997

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\*\*Opportunity School & Academy of Arts, Careers & Technology, square footage tracking separated from Other in 2007-08

^Includes Picollo which is a K-12 school

Source: Washoe County School District Plant Facilities

Table 5.4

2013	2014	2015	2016	2017	2018
64	64	64	64	64	64
2,865,173	2,904,479	2,924,807	2,926,574	2,939,558	2,977,980
32,214	36,857	36,857	36,262	36,262	36,262
14	14	14	14	14	14
1,456,689	1,455,252	1,457,100	1,461,138	1,459,698	1,459,698
12,893	13,410	13,410	13,459	13,459	13,459
14	14	14	15	15	15
2,641,418	2,634,584	2,680,953	2,681,406	2,681,356	2,717,037
19,939	19,643	19,643	20,139	20,139	20,139
7	7	7	7	7	7
234,266	234,266	234,266	236,233	236,233	236,233
3	3	3	3	3	3
48,020	48,020	48,020	48,020	48,020	48,020
316	339	332	345	345	359
1	1	1	1	1	1
26,997	26,997	26,997	27,897	27,897	27,897

**Washoe County School District  
Capacity Information  
School year 2017-2018**

**Table 5.5**

<b>Elementary Schools</b>	<b>Year Built</b>	<b>Age</b>	<b>Square Footage</b>	<b>Enrollment (a)</b>	<b>Capacity</b>	<b>Enrollment to Capacity Ratio</b>
Allen, Lois (STYR 60/20)	1991	27	55,328	555	598	93%
Anderson (STYR – 45/15)	1955	63	35,327	424	408	104%
Beasley, Bud (MTYR)	1995	23	64,677	817	784	104%
Beck, Jessie	1958	60	34,999	582	531	110%
Bennett, Esther	1998	20	59,634	536	718	75%
Booth, Libby C (STYR-60/20)	1956	62	37,619	434	530	82%
Brown	1989	29	65,146	861	638	135%
Cannan (STYR –60/20)	1961	57	42,513	520	598	87%
Caughlin Ranch	1990	28	51,549	588	639	92%
Corbett (STYR-60/20)	1959	59	38,026	524	512	102%
Desert Heights	1994	24	63,393	478	750	64%
Diedrichsen, Lloyd	1981	37	41,018	422	531	79%
Dodson, Edwin S	1982	36	43,034	418	564	74%
Donner Springs	1996	22	62,959	645	750	86%
Double Diamond (MTYR)	2002	16	65,022	917	710	129%
Drake, Florence	1960	58	33,899	283	512	55%
Duncan, Glenn (STYR-60/20)	1957	61	38,871	418	534	78%
Dunn, Katherine	1981	37	45,999	549	639	86%
Elmcrest	1959	59	39,165	414	496	83%
Gerlach K-12	1956	62	47,994	22	140	16%
Gomes, Nancy (MTYR)	1981	37	45,043	579	501	116%
Gomm, Roy	1966	52	38,598	474	531	89%
Greenbrae	1955	63	35,389	387	392	99%
Hall, Jesse (STYR-60/20)	2006	12	62,710	647	701	92%
Hidden Valley	1989	29	55,673	380	684	56%
Huffaker (STYR-45/15)	1989	29	49,489	486	603	81%
Hunsberger, Ted	1997	21	60,943	752	750	100%
Hunter Lake	1955	63	33,023	417	435	96%
Incline Elementary	2003	15	71,646	322	684	47%
Juniper, Lena	1964	54	35,927	550	603	91%
Lemelson	1949	69	35,265	419	461	91%
Lemmon Valley	1964	54	48,561	617	699	88%
Lenz, Elizabeth	1981	37	44,306	475	514	92%
Lincoln Park	1957	61	35,513	349	496	70%
Loder, Echo (STYR-60/20)	1957	61	38,004	555	632	88%
Mathews, Bernice (MTYR)	1997	21	60,503	590	677	87%
Maxwell, Alice	1958	60	37,473	542	496	109%
Melton, Rollan	2002	16	57,653	515	710	73%
Mitchell, Robert	1937	81	39,426	385	392	98%
Moss, Marvin	1992	26	57,768	579	718	81%
Mount Rose	1911	107	41,902	491	406	121%
Natchez	1972	46	21,451	157	305	51%
Palmer, Virginia	1981	37	45,043	542	512	106%
Peavine	1955	63	27,790	374	413	91%
Piccollo, (STYR-60/20)	1975	43	47,755	112	121	93%
Pleasant Valley	1964	54	38,010	455	564	81%
Risley, Agnes	1964	54	35,758	430	530	81%
Sepulveda, Miguel (MTRY)	2006	12	64,558	829	701	118%
Silver Lake	1989	29	53,345	558	584	96%
Smith, Alice L (MTYR)	1990	28	63,344	757	699	108%
Smith, Kate M	1963	55	24,959	311	278	112%
Smithridge	1965	53	47,332	696	640	109%
Spanish Springs (STYR-60/20)	1994	24	61,187	864	750	115%
Stead	1958	60	44,907	733	718	102%
Sun Valley (STYR-60/20)	1951	67	50,555	681	662	103%
Taylor, Alyce (MTYR)	1990	28	54,835	738	639	115%
Towles, Mamie	1965	53	32,785	326	497	66%

(CONTINUED)



**Washoe County School District  
Capacity Information  
School year 2017-2018**

Table 5.5

<b>Elementary Schools (Continued)</b>	<b>Year Built</b>	<b>Age</b>	<b>Square Footage</b>	<b>Enrollment (a)</b>	<b>Capacity</b>	<b>Enrollment to Capacity Ratio</b>
Van Gorder (MTYR)	2000	18	60,535	835	750	111%
Verdi	1962	56	24,470	280	342	82%
Veterans (STYR-60/20)	1948	70	38,152	423	512	83%
Warner, Grace	1964	54	34,330	408	496	82%
Westergard, George	1989	29	53,353	682	584	117%
Whitehead, Jerry	1986	32	43,196	544	531	102%
Winnemucca (STYR-60/20)	1994	24	59,343	678	767	88%
<b>TOTAL ELEMENTARY SCHOOLS</b>		<b>44 *</b>	<b>2,977,980</b>	<b>33,331</b>	<b>36,262</b>	<b>92%</b>
<b>Middle Schools</b>	<b>Year Built</b>	<b>Age</b>	<b>Square Footage</b>	<b>Enrollment (a)</b>	<b>Capacity</b>	<b>Enrollment to Capacity Ratio</b>
Billinghurst, B.D.	1990	28	118,311	922	1,082	85%
Clayton, Archie	1965	53	76,658	778	831	94%
Cold Springs	2006	12	142,003	980	1,409	70%
Depoali	2009	9	187,127	1,251	1,320	95%
Dilworth, George L.	1961	57	77,852	679	740	92%
Incline	1981	37	57,573	213	489	44%
Mendive, Lou	1995	23	122,339	1,044	1,072	97%
O'Brien, William	1976	42	112,176	808	1,074	75%
Pine, Edward L.	1976	42	112,176	1,010	1,096	92%
Shaw, Yvonne	2004	14	129,716	955	1,072	89%
Sparks	1965	53	83,221	750	836	90%
Swope, Darrell C.	1966	52	83,220	780	853	91%
Traner, Fred W.	1961	57	79,573	802	749	107%
Vaughn, E. Otis	1956	62	77,753	594	836	71%
<b>TOTAL MIDDLE SCHOOLS</b>		<b>39 *</b>	<b>1,459,698</b>	<b>11,566</b>	<b>13,459</b>	<b>86%</b>
<b>High Schools</b>	<b>Year Built</b>	<b>Age</b>	<b>Square Footage</b>	<b>Enrollment (a)</b>	<b>Capacity</b>	<b>Enrollment to Capacity Ratio</b>
AACT	2010	8	101,624	576	792	73%
Damonte Ranch	2003	15	287,897	1,737	1,597	109%
Galena	1992	26	207,369	1,508	1,692	89%
Turning Point (Glenn Hare)	1990	28	19,804	29	64	45%
Hug, Procter R.	1968	50	218,577	1,486	1,645	90%
Incline	1968	50	108,513	271	784	35%
Innovations	1992	26	22,794	119	165	72%
Inspire	1986	32	16,957	157	200	79%
McQueen, Robert	1982	36	215,754	1,741	1,601	109%
North Valley	2001	17	295,009	2,032	2,061	99%
Reed, Edward C	1974	44	253,063	2,046	2,127	96%
Reno	1951	67	279,520	1,674	1,965	85%
Spanish Springs	2001	17	304,124	2,364	2,160	109%
Sparks	1951	67	176,074	1,187	1,492	80%
Wooster, Earl	1962	56	209,958	1,666	1,794	93%
<b>TOTAL HIGH SCHOOLS</b>		<b>36 *</b>	<b>2,717,037</b>	<b>18,593</b>	<b>20,139</b>	<b>92%</b>

\* Total is average age by type

(a) Not included in enrollment are Northstar Online School or TMCC Magnet.





# **Compliance & Controls**

**Comprehensive Annual Financial Report**

# Compliance & Controls

- ♦ Information required pursuant to the Single Audit Act
- ♦ Auditor's comments/reports pursuant to Nevada Revised Statutes





**Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance  
and Other Matters Based on an Audit of Financial Statements Performed in Accordance with  
*Government Auditing Standards***

To the Board of Trustees  
Washoe County School District  
Reno, Nevada

We have audited, 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, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Washoe County School District (the District), as of June 30, 2018, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 29, 2018.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying schedule of findings and questioned costs, we identified a deficiency in internal control that we consider to be a material weakness.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying schedule of findings and questioned costs as Finding 2018-A to be a material weakness.

A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

**The District's Response to Findings**

The District's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Reno, Nevada  
October 29, 2018



## **Independent Auditor's Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance Required by the Uniform Guidance**

To the Board of Trustees  
Washoe County School District  
Reno, Nevada

### **Report on Compliance for Each Major Federal Program**

We have audited the Washoe County School District's (the District) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on the District's major federal programs for the year ended June 30, 2018. The District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

#### **Management's Responsibility**

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

#### **Auditor's Responsibility**

Our responsibility is to express an opinion on the compliance for the District's major federal programs based on our audit of the types of compliance requirements referred to above. 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 the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the 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 District'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 on compliance for each major federal program. However, our audit does not provide a legal determination of the District's compliance.

### **Opinion on Each Major Federal Program**

In our opinion, the District complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal programs for the year ended June 30, 2018.

### **Report on Internal Control over Compliance**

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements

that could have a direct and material effect on the major federal programs to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a compliance requirement will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Reno, Nevada  
October 29, 2018



**WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

<b>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE</b>	<b>FEDERAL CFDA NUMBER</b>	<b>AGENCY OR PASS-THROUGH NUMBER</b>	<b>FEDERAL EXPENDITURES</b>	<b>AMOUNTS PASSED THROUGH TO SUBRECIPIENTS</b>
<b>U.S. DEPARTMENT OF EDUCATION</b>				
<i>DIRECT PROGRAMS:</i>				
Impact Aid	84.041	n/a	\$ 185,964	\$ -
Indian Education Grants to Local Educational Agencies	84.060	S060A171031	166,220	-
School Safety National Activities, Project PEACE	84.184M	S184M140024	912,317	-
School Safety National Activities, School Emergency Response to Violence, Project SERV	84.184S	S184S170004	12,580	-
Teacher and School Leader Incentive Grants, TIF 4	84.374B	S374B120008	4,774,593	153,470
Total Direct Programs			6,051,674	153,470
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF EDUCATION:</i>				
Special Education Cluster (IDEA)				
Special Education Grants to States, IDEA Local Plan	84.027	18-639-16000	10,113,747	-
Special Education Grants to States, Immersion Training	84.027	17-667-16000	6,825	-
			10,120,572	-
Special Education Preschool Grants - Early Childhood Education	84.173	18-665-16000	234,812	-
Total Special Education Cluster (IDEA)			10,355,384	-
Title I, Part A, Basic, Grants to Local Education Agencies	84.010	18-633-16000	13,384,697	-
Title I, Part A, 1003 School Improvement, Desert Heights	84.010	18-624-16000	201,767	-
Title I, Part A, 1003 School Improvement, Duncan	84.010	18-624-16000	25,853	-
Title I, Part A, 1003 School Improvement, Loder	84.010	18-624-16000	25,853	-
Title I, Part A, 1003 School Improvement, Mathews	84.010	18-624-16000	25,853	-
Title I, Part A, 1003 School Improvement, Natchez	84.010	18-624-16000	160,207	-
Title I, Part A, 1003 School Improvement, Veterans	84.010	18-624-16000	25,853	-
Title I, Part A, 1003 School Improvement, Inspire	84.010	18-624-16000	25,853	-
Title I, Part A, 1003 School Improvement, Vaughn	84.010	18-624-16000	92,534	-
Title I, Part A, 1003 School Improvement, Hug	84.010	18-624-16000	192,952	-
Title I, Part A, 1003 School Improvement, enCompass	84.010	18-624-16000	150,724	-
Title I, Part A, 1003 School Improvement, Mariposa Charter	84.010	18-624-16000	25,000	-
			14,337,146	-
Title I, Part D, Delinquent	84.013	18-650-16000	109,717	-
Career and Technical Education, Carl D Perkins Basic Grant	84.048	18-631-16000	672,178	-
School Safety National Activities, School Climate Transformation	84.184F	18-682-16000	16,728	-
School Safety National Activities, Grants to States for Emergency Management (GSEM)	84.184Q	18-683-16000	2,134	-
Education for Homeless Children and Youth	84.196A	18-688-16000	119,236	-
21st Century Community Learning Centers, District	84.287	18-770-16000	293,590	-
21st Century Community Learning Centers, Allen ES	84.287	18-770-16000	114,642	-
21st Century Community Learning Centers, Anderson ES	84.287	18-770-16000	106,511	-
21st Century Community Learning Centers, Booth ES	84.287	18-770-16000	107,121	-
21st Century Community Learning Centers, Cannan ES	84.287	18-770-16000	118,656	-
21st Century Community Learning Centers, Corbett ES	84.287	18-770-16000	103,200	-
21st Century Community Learning Centers, Desert Heights ES	84.287	18-770-16000	119,638	-
21st Century Community Learning Centers, Donner Springs ES	84.287	18-770-16000	111,400	-
21st Century Community Learning Centers, Duncan ES	84.287	18-770-16000	118,041	-
21st Century Community Learning Centers, Elmcrest ES	84.287	18-770-16000	101,733	-
21st Century Community Learning Centers, Greenbrae ES	84.287	18-770-16000	109,987	-
21st Century Community Learning Centers, Lemelson ES	84.287	18-770-16000	120,162	-
21st Century Community Learning Centers, Loder ES	84.287	18-770-16000	110,294	-
21st Century Community Learning Centers, Mathews ES	84.287	18-770-16000	123,044	-
21st Century Community Learning Centers, Mitchell ES	84.287	18-770-16000	107,136	-
21st Century Community Learning Centers, Kate Smith ES	84.287	18-770-16000	118,034	-
21st Century Community Learning Centers, Sun Valley ES	84.287	18-770-16000	133,326	-
21st Century Community Learning Centers, Clayton MS	84.287	18-770-16000	115,372	-
			2,231,887	-

**WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

<b>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE</b>	<b>FEDERAL CFDA NUMBER</b>	<b>AGENCY OR PASS-THROUGH NUMBER</b>	<b>FEDERAL EXPENDITURES</b>	<b>AMOUNTS PASSED THROUGH TO SUBRECIPIENTS</b>
Gaining Early Awareness and Readiness for Undergraduate Programs, GEAR UP	84.334S	18-610-16000	\$ 246,531	\$ -
Title III, English Language Acquisition Grants, English Language Learners	84.365A	18-658-16000	1,059,146	-
Title III, English Language Acquisition Grants, Immigrant Education	84.365A	18-659-16000	62,451	-
			1,121,597	-
Title II, Part A, Supporting Effective Instruction State Grant	84.367	18-709-16000	1,239,338	-
Preschool Development Grants, Nevada Ready! Pre-K Education	84.419A	18-795-16000	1,797,565	-
Title IV-A, Student Support and Academic Enrichment	84.424A	18-715-16000	11,631	-
Total U.S. Department of Education funding passed through the State of Nevada Department of Education			32,261,072	-
<i>PASS THROUGH FROM THE UNIVERSITY OF NEVADA, RENO:</i>				
Gaining Early Awareness and Readiness for Undergraduate Programs, GEAR UP 1320-113-00AA	84.334	UNR-17-14	7,667	-
Total U.S. Department of Education funding passed through the University of Nevada, Reno			7,667	-
Total U.S. Department of Education			38,320,413	153,470
<b>U.S. DEPARTMENT OF AGRICULTURE:</b>				
<i>DIRECT PROGRAMS:</i>				
Forest Service Schools and Roads Cluster				
Schools and Roads Grants to States - Forest Reserve	10.665	n/a	30,495	-
Total Direct Programs			30,495	-
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF HEALTH AND HUMAN SERVICES:</i>				
Supplemental Nutrition Assistance Program (SNAP) Cluster				
SNAP - Supplemental Nutrition Assistance Program	10.561	OUT1812	47,309	-
Total Supplemental Nutrition Assistance Program (SNAP) Cluster			47,309	-
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF AGRICULTURE:</i>				
Child Nutrition Cluster				
National School Lunch Program (Commodities) **	10.555	n/a	1,707,196	-
National School Lunch Program	10.555	n/a	11,734,538	-
			13,441,734	-
School Breakfast Program	10.553	n/a	4,938,416	-
Total Child Nutrition Cluster			18,380,150	-
Fresh Fruit and Vegetable Program	10.582	n/a	583,977	-
Total U.S. Department of Agriculture funding passed through the State of Nevada Department of Agriculture			18,964,127	-
Total U.S. Department of Agriculture			19,041,931	-

\*\* Amounts shown as expenditures represent the value of commodity foods used by the District.

**WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

<b>FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE</b>	<b>FEDERAL CFDA NUMBER</b>	<b>AGENCY OR PASS-THROUGH NUMBER</b>	<b>FEDERAL EXPENDITURES</b>	<b>AMOUNTS PASSED THROUGH TO SUBRECIPIENTS</b>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>				
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF HEALTH AND HUMAN SERVICES:</i>				
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances, System of Care	93.104	SOC-3646-FY18-SE03	\$ 209,243	\$ -
Title IV-B, Promoting Safe and Stable Families	93.556	93556-17-023	67,208	-
Community-Based Child Abuse Prevention Grant, Children's Trust Fund	93.590	n/a	150,811	-
Total U.S. Department of Health and Human Services funding passed through the State of Nevada, Department of Health and Human Services			427,262	-
<i>PASS THROUGH FROM THE UNIVERSITY OF NEVADA, RENO:</i>				
Head Start, Early Head Start Expansion	93.600	UNR 18-13	222,331	-
<i>PASS THROUGH FROM THE CATHOLIC CHARITIES OF SOUTHERN NEVADA:</i>				
Refugee and Entrant Assistance State Administered Programs Refugee School Impact Grant	93.566	RSIG2018-WCSD	13,689	-
<i>PASS THROUGH FROM WASHOE COUNTY:</i>				
Title IV-E Foster Care	93.658	n/a	210,230	-
Total U.S. Department of Health and Human Services			873,512	-
<b>U.S. DEPARTMENT OF HOMELAND SECURITY:</b>				
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF PUBLIC SAFETY:</i>				
Disaster Grants - Public Disasters (Presidentially Declared Disasters) Federal Emergency Management Agency (FEMA), January 2017 Flood	97.036	DR-4303	104,676	-
Total U.S. Department of Homeland Security			104,676	-
<b>U.S. DEPARTMENT OF JUSTICE:</b>				
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF EDUCATION:</i>				
National Institute of Justice Research, Evaluation and Development Grants Social Worker and Other Licensed Mental Health Professional	16.560	18-617-16000	2,344	-
Total U.S. Department of Justice			2,344	-
<b>U.S. DEPARTMENT OF TRANSPORTATION:</b>				
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF TRANSPORTATION:</i>				
Highway Planning and Construction Cluster				
Highway Planning and Construction Safe Routes to School	20.205	PR255-17-063	112,458	-
Safe Routes to School, Set Aside	20.205	PR397-17-063	10,268	-
Total Highway Planning and Construction Cluster			122,726	-
Total U.S. Department of Transportation			122,726	-
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<b>\$ 58,465,602</b>	<b>\$ 153,470</b>

See accompanying notes.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2018**

**NOTE 1 – Basis of Presentation:**

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Washoe County School District (the “District”) for the year ended June 30, 2018, and is presented on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of the Uniform Guidance. The District received federal awards both directly from federal agencies and indirectly through pass-through entities. Federal financial assistance provided to a subrecipient is treated as an expenditure when it is paid to the subrecipient.

**NOTE 2 – Significant Accounting Policies:**

Both governmental and proprietary fund types account for the District’s federal grant activity. Expenditures in the schedule of expenditures of federal awards are recognized on the modified accrual basis – when they become a demand on current available financial resources. The District’s summary of significant accounting policies is presented in Note 1 in the District’s basic financial statements.

The District has not elected to use the 10% de minimis cost rate.

**NOTE 3 – Consolidation of School Safety and National Activities Programs:**

Programs under the School Safety and National Activities Programs are shown in the Schedule of Expenditures and Federal Awards separately due to the variety of pass through departments and direct programs from which they originate. The total amount of federal expenditures for the year ended June 30, 2018 related to School Safety National Activities CFDA # 84.184 is \$943,759.

**NOTE 4 – Costs related to the Federal Emergency Relief Funding (FEMA)**

The District incurred \$104,676 in the year ended June 30, 2017, related to Federal Emergency Management Agency (FEMA) Public Disasters from the January 2017 flood. These costs were approved by FEMA in the year ended June 30, 2018 and are recorded on the Schedule of Expenditures of Federal Awards for the year ended June 30, 2018.

**WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2018**

***SECTION I - SUMMARY OF AUDITOR'S RESULTS***

**Financial Statements**

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	Yes
Significant deficiency(ies) identified that are not considered to be material weaknesses?	No
Noncompliance material to financial statements noted?	No

**Federal Awards**

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified that are not considered to be material weaknesses?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 200.516 of the Uniform Guidance?	No

Identification of major program:

<u>Name of Federal Program or Cluster</u>	<u>CFDA Number(s)</u>
Child Nutrition Cluster	10.555/10.553
Twenty-First Century Community Learning Centers	84.287
Teacher and School Leader Incentive Grants	84.374
Preschool Development Grants	84.419

Dollar threshold used to distinguish between type A and type B programs:	\$1,774,370
--	-------------

Auditee qualified as low-risk auditee?	No
--	----

**WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2018**

***SECTION II – Financial Statement Findings:***

**Finding 2018-A – Material Weakness**

<i>Criteria:</i>	Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the key components of an effective system of internal control over financial reporting is accurate recording of interest payments.
<i>Condition:</i>	The District did not properly account for an interest payment during the current year.
<i>Effect:</i>	Failure to appropriately record interest expense could result in misstatements to the financial statements.
<i>Cause:</i>	Interest expense was understated because a payment was not recorded and thus a cash account was overstated for the amount of the payment.
<i>Recommendation:</i>	We recommend the District's staff add a step to ensure all interest expense is accurately calculated.
<i>Views of Responsible Officials:</i>	Management agrees with this finding.

**WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2018**

***SECTION III – Findings and Questioned Costs for Federal Awards:***

There were no federal award findings noted.

**2017-A      Amortization of Bond Premiums and Discounts  
Significant Deficiency**

*Finding Occurred:*

Washoe County School District's bond amortization premium amortization was understated because the amount of amortization was not being accurately calculated for bonds that had been retired.

Corrected





To the Board of Trustees  
Washoe County School District  
Reno, Nevada

In connection with our audit of the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Washoe County School District (the District) as of and for the year ended June 30, 2018, and the related notes to the financial statements, nothing came to our attention that caused us to believe that the District failed to comply with the specific requirements of Nevada Revised Statutes cited below. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the District's noncompliance with the requirements of Nevada Revised Statutes cited below, insofar as they relate to accounting matters.

### **Statute Compliance**

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2 to the financial statements.

### **Progress on Prior Year Statute Compliance**

The Washoe County School District conformed to all significant statutory constraints on its financial administration for the year ended June 30, 2017.

### **Prior Year Recommendations**

The status of the prior year audit findings is included in the Summary Schedule of Prior Audit Findings under separate cover.

### **Current Year Recommendations**

The current year recommendation is included in the accompanying Schedule of Findings and Questioned Costs.

A handwritten signature in black ink that reads "Eide Bailly LLP".

Reno, Nevada  
October 29, 2018

Management's Response to Auditor's Findings:  
Corrective Action Plan  
June 30, 2018

Prepared by Management of  
Washoe County School District



**Washoe County School District**

425 East Ninth Street \* P.O. Box 30425 \* Reno, NV 89520-3425  
Phone (775) 348-0200 \* (775) 348-0304 \* [www.washoeschools.net](http://www.washoeschools.net)

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Board of Trustees: Katy Simon Holland, President \* Malena Raymond, Vice President \* John Mayer, Clerk  
\* Debra Feemster \* Verónica Frenkel \* Scott Kelley \* Angela Taylor \* Traci Davis, Superintendent

Corrective Action Plan for the Schedule of Findings and Questioned Costs:

Finding 2018-A

Interest expense was understated as a result of not recording a disbursement from the crossover refunding bonds escrow account. Accounting for escrow transactions is specific to crossover refunding bonds and a short-term requirement. This transaction was recorded prior to preparation of the Comprehensive Annual Financial Report so the financial statements are correctly stated for the fiscal year. In addition, management has added reconciliation of the escrow account to our standard procedures to ensure this does not occur again.

This corrective action has been completed.

WESTERN REGIONAL  
WATER COMMISSION

*Financial Statements*

JUNE 30, 2018



SchettlerMacy  
& Associates LLC

CERTIFIED PUBLIC ACCOUNTANTS

# WESTERN REGIONAL WATER COMMISSION

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## INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of the  
Western Regional Water Commission  
Reno, Nevada

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities and the General Fund of the Western Regional Water Commission (Commission) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements, as listed in the table of contents.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### *Opinions*

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and the General Fund of the Western Regional Water Commission as of June 30, 2018, and the respective changes in its financial position and the budgetary comparison for the General Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### *Other Matters*

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 7 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Reporting Required by Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 27, 2018, on our consideration of the Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Commission's internal control over financial reporting and compliance.

*Schettler Macy & Associates, LLC*

Reno, Nevada  
September 27, 2018

# WESTERN REGIONAL WATER COMMISSION

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2018

As management of the Western Regional Water Commission (Commission), we offer readers of the Commission's financial statements this narrative overview and analysis of the financial activities of the Commission for the fiscal year ended June 30, 2018. We encourage readers to read the information presented here in conjunction with additional information that we have furnished in the Commission's financial statements, which follow this narrative.

The Commission was created on April 1, 2008 upon passage of 2007 Nevada Legislature Senate Bill 487 to improve water resource planning at the regional level and facilitate coordinated resource management among the four then existing public water purveyors of Washoe County (Truckee Meadows Water Authority, Washoe County Water Resources, Sun Valley General Improvement District and South Truckee Meadows General Improvement District).

A cooperative agreement was entered into upon the creation of the Commission among the following member agencies at the time: the cities of Reno and Sparks, the South Truckee Meadows General Improvement District, the Sun Valley General Improvement District, the Truckee Meadows Water Authority, and Washoe County, to form a Joint Powers Authority to operate the Commission.

On December 31, 2014, the Truckee Meadows Water Authority assumed the assets and obligations of the Washoe County and South Truckee Meadows General Improvement District water utilities. Washoe County is still in existence and plays an integral part in the cooperative agreement; however, the South Truckee Meadows General Improvement District has been dissolved. To this end, the Commission is directed by a Board of Trustees composed of members from each of the original governing agencies, excluding the South Truckee Meadows General Improvement District.

### **Financial Highlights**

- The Commission's Government-wide net position increased by \$119 thousand to \$1.27 million.
- The Commission's General Fund reported an increase in fund balance of \$120 thousand to \$1.30 million.



# WESTERN REGIONAL WATER COMMISSION

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2018

### Governmental Activities:

- General revenues increased by \$41 thousand or 3% from the prior year.
- Expenses decreased by nearly \$94 thousand or 6% from the prior year.

### Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Commission's basic financial statements. The Commission's basic financial statements consist of three components; the 1) Government-wide financial statements, 2) Fund financial statements and 3) Notes to the financial statements.

### Government-Wide Financial Statements

The government-wide financial statements are designed to provide the reader with a broad overview of the Commission's finances, similar in format to a financial statement of a private-sector business.

The *Statement of Net Position* presents information on all of the Commission's assets, plus deferred outflows of resources, less liabilities, less deferred inflows of resources, with the balance reported as the net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Commission is improving or deteriorating.

The *Statement of Activities* presents information showing how the Commission's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods.

### Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Commission uses fund accounting to ensure and reflect compliance (or non-compliance) with finance-related legal requirements, such as the Nevada Revised Statutes (NRS) and the Commission's regulations.

# WESTERN REGIONAL WATER COMMISSION

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2018

Unlike the government-wide financial statements, fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year.

The Commission's General Fund is a governmental fund. Governmental funds focus on how assets can be readily converted into cash, and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using an accounting method called *modified accrual accounting* that provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the Commission's programs.

### Notes to Financial Statements

The notes to the financial statements provide additional information which is essential for a full understanding of the information provided in the government-wide and fund financial statements.

### Government-Wide Financial Analysis

The following is a summary of the Commission's government-wide Statement of Net Position as of June 30, 2018 and 2017:

#### WESTERN REGIONAL WATER COMMISSION NET POSITION

	<u>2018</u>	<u>2017</u>
<b>Assets</b>		
Current assets	<u>\$ 1,497,118</u>	<u>\$ 1,441,663</u>
<b>Liabilities</b>		
Current liabilities	198,179	264,128
Long-term liabilities	<u>32,839</u>	<u>30,261</u>
	<u>231,018</u>	<u>294,389</u>
<b>Net Position</b>		
Unrestricted	<u>\$ 1,266,100</u>	<u>\$ 1,147,274</u>

# WESTERN REGIONAL WATER COMMISSION

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## MANAGEMENT'S DISCUSSION AND ANALYSIS JUNE 30, 2018

### Governmental Activities

The Commission's governmental activities for the years ended June 30, 2018 and 2017 are presented in the following table:

	2018	2017
<b>Revenues</b>		
General revenues:		
Water surcharge fees	\$ 1,489,557	\$ 1,448,757
Earnings on investments	2,282	1,944
Total Revenues	<u>1,491,839</u>	<u>1,450,701</u>
<b>Expenses</b>		
Services and supplies	<u>1,373,013</u>	<u>1,467,010</u>
Total Expenses	<u>1,373,013</u>	<u>1,467,010</u>
Change in Net Position	118,826	(16,309)
Net Position, July 1	<u>1,147,274</u>	<u>1,163,583</u>
Net Position, June 30	<u>\$ 1,266,100</u>	<u>\$ 1,147,274</u>

### Economic Factors / Next Year's Budget / Other Significant Matters

Overall, revenue was 3% more than the previous fiscal year, which is expected based on the recent growth and development in Washoe County. In the opinion of management, revenue is sufficient and will continue to be stable since member purveyors regularly monitor water rates to insure an acceptable level of cash flow for operations. As a result, a consistent and stable source of revenue should continue to provide sufficient financial resources for the Commission to achieve its desired goals and objectives.

# WESTERN REGIONAL WATER COMMISSION

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## MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2018

Unrestricted net position as of June 30, 2018 was \$1.27 million, whereas operating expenses in the June 30, 2019 budget are only \$694 thousand, or 30% of the total budget. All other budgeted expenses relate to projects and can be managed in a way that aligns with remaining resources and expected future revenues.

### REQUESTS FOR INFORMATION

This report is designed to provide an overview of the Commission's finances for those with an interest in this area. Questions concerning any of the information found in this report or requests for additional information should be directed to:

Western Regional Water Commission  
c/o Washoe County Community Services Department  
1001 E. Ninth Street  
Reno, NV 89512

## FINANCIAL STATEMENTS

# WESTERN REGIONAL WATER COMMISSION

## STATEMENT OF NET POSITION

JUNE 30, 2018

(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2017)

	GOVERNMENTAL ACTIVITIES	
	2018	2017
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and investments	\$ 1,134,402	\$ 1,089,769
Accounts receivable	357,907	348,521
Due from other governments	-	10
Interest receivable	4,809	3,363
<b>Total Current Assets</b>	<b>1,497,118</b>	<b>1,441,663</b>
<b>LIABILITIES AND NET POSITION</b>		
<b>Current Liabilities</b>		
Accounts payable	31,404	31,074
Accrued salaries payable	6,832	6,578
Due to other governments	159,943	226,476
<b>Total Current Liabilities</b>	<b>198,179</b>	<b>264,128</b>
<b>Accrued Compensated Absences</b>	<b>32,839</b>	<b>30,261</b>
<b>Total Liabilities</b>	<b>231,018</b>	<b>294,389</b>
<b>Net Position, Unrestricted</b>	<b>\$ 1,266,100</b>	<b>\$ 1,147,274</b>

See accompanying notes.

# WESTERN REGIONAL WATER COMMISSION

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## STATEMENT OF ACTIVITIES

YEAR ENDED JUNE 30, 2018

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2017)

	<u>2018</u>	<u>2017</u>
<b>Program Expenses</b>		
Services and supplies	<u>\$ 1,373,013</u>	<u>\$ 1,467,010</u>
<b>General Revenues</b>		
Water surcharge fees	1,489,557	1,448,757
Unrestricted investment earnings	<u>2,282</u>	<u>1,944</u>
Total General Revenues	<u>1,491,839</u>	<u>1,450,701</u>
 Change in Net Position	 118,826	 (16,309)
 <b>Net Postion - July 1</b>	 <u>1,147,274</u>	 <u>1,163,583</u>
 <b>Net Position - June 30</b>	 <u><u>\$ 1,266,100</u></u>	 <u><u>\$ 1,147,274</u></u>

See accompanying notes.

# WESTERN REGIONAL WATER COMMISSION

## GOVERNMENTAL FUND BALANCE SHEET

JUNE 30, 2018

(WITH COMPARATIVE TOTALS AS OF JUNE 30, 2017)

	GENERAL FUND	
	2018	2017
<b>ASSETS</b>		
Cash and investments	\$ 1,134,402	\$ 1,089,769
Accounts receivable	357,907	348,521
Due from other governments	-	10
Interest receivable	4,809	3,363
Total Assets	<u>\$ 1,497,118</u>	<u>\$ 1,441,663</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 31,404	\$ 31,074
Accrued salaries payable	6,832	6,578
Due to other governments	159,943	226,476
Total Liabilities	<u>198,179</u>	<u>264,128</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Unavailable revenue - surcharge fees	<u>3,333</u>	<u>2,413</u>
<b>FUND BALANCE</b>		
Assigned to subsequent year's budget	792,163	865,163
Unassigned	503,443	309,959
Total Fund Balance	<u>1,295,606</u>	<u>1,175,122</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$ 1,497,118</u>	<u>\$ 1,441,663</u>

See accompanying notes.



# WESTERN REGIONAL WATER COMMISSION

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## RECONCILIATION OF THE GOVERNMENTAL FUND BALANCE SHEET TO THE STATEMENT OF NET POSITION JUNE 30, 2018

<b>Fund Balance - Governmental Fund</b>	\$ 1,295,606
---	--------------

Amounts reported for governmental activities in the  
Statement of Net Position are different because:

Accrued compensated absences reported in the Statement of Net Position are not due and payable in the current period and therefore are not reported in the governmental fund.	(32,839)
--	----------

Revenues that are not available to pay for current expenditures and therefore are not reported in the governmental fund.	<u>3,333</u>
--	--------------

<b>Net Position - Governmental Activities</b>	<u><u>\$ 1,266,100</u></u>
---	----------------------------

*See accompanying notes.*

# WESTERN REGIONAL WATER COMMISSION

GOVERNMENTAL FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE  
YEAR ENDED JUNE 30, 2018  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2017)

	GENERAL FUND	
	2018	2017
REVENUES		
Water surcharge fees	\$ 1,488,637	\$ 1,447,837
Earnings on investments	2,282	1,944
	<u>1,490,919</u>	<u>1,449,781</u>
EXPENDITURES		
Services and supplies	<u>1,370,435</u>	<u>1,464,771</u>
Net Change in Fund Balance	120,484	(14,990)
FUND BALANCE, July 1	<u>1,175,122</u>	<u>1,190,112</u>
FUND BALANCE, June 30	<u>\$ 1,295,606</u>	<u>\$ 1,175,122</u>

See accompanying notes.

# WESTERN REGIONAL WATER COMMISSION

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## RECONCILIATION OF THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE TO THE STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2018

<b>Net Change in Fund Balance - Governmental Fund</b>	<b>\$ 120,484</b>
---	-------------------

Amounts reported for governmental activities in the  
Statement of Activities are different because:

The change in accrued compensated absences is reported in the Statement of Activities. This does not require the use of current financial resources and therefore is not reported as an expenditure in the governmental fund.	(2,578)
--	---------

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental fund.	920
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<b>Change in Net Position of Governmental Activities</b>	<b><u>\$ 118,826</u></b>
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*See accompanying notes.*

# WESTERN REGIONAL WATER COMMISSION

## STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL - GENERAL FUND YEAR ENDED JUNE 30, 2018 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2017)

	2018			2017
	Original And Final Budget	Actual	Variance To Final Budget	Actual
<b>REVENUES</b>				
Water surcharge fees	\$ 1,394,568	\$ 1,488,637	\$ 94,069	\$ 1,447,837
Grant revenue	40,000	-	(40,000)	-
Earnings on investments	25,195	2,282	(22,913)	1,944
	<u>1,459,763</u>	<u>1,490,919</u>	<u>31,156</u>	<u>1,449,781</u>
<b>EXPENDITURES</b>				
Services and supplies	<u>2,324,926</u>	<u>1,370,435</u>	<u>954,491</u>	<u>1,464,771</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(865,163)	120,484	985,647	(14,990)
<b>FUND BALANCE, July 1</b>	<u>1,278,077</u>	<u>1,175,122</u>	<u>(102,955)</u>	<u>1,190,112</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 412,914</u>	<u>\$ 1,295,606</u>	<u>\$ 882,692</u>	<u>\$ 1,175,122</u>

See accompanying notes.

# WESTERN REGIONAL WATER COMMISSION

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

### NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

#### *Reporting Entity*

The Western Regional Water Commission (Commission) was created on April 1, 2008 upon passage of 2007 Nevada Legislature Senate Bill 487 to improve water resource planning at the regional level and facilitate coordinated resource management among the public water purveyors of Washoe County. Previously, the four water purveyors consisted of the Truckee Meadows Water Authority, Washoe County Water Resources, Sun Valley General Improvement District and South Truckee Meadows General Improvement District. However, as of December 31, 2014, Washoe County Water Resources and South Truckee Meadows General Improvement District merged with the Truckee Meadows Water Authority.

A cooperative agreement was entered into upon the creation of the Commission by the following member agencies at the time: the cities of Reno and Sparks, the South Truckee Meadows General Improvement District, the Sun Valley General Improvement District, the Truckee Meadows Water Authority, and Washoe County, to form a Joint Powers Authority to operate the Commission. The Commission is currently directed by a Board of Trustees comprised of members from each of the original governing agencies, excluding the South Truckee Meadows General Improvement District.

#### *Measurement Focus, Basis of Accounting and Financial Statement Presentation*

The basic financial statements include both government-wide and fund financial statements.

#### *Government-Wide Statements*

The government-wide Statement of Net Position is presented on a full accrual, economic resource basis that recognizes all long-term assets as well as long-term debt and obligations.

The government-wide Statement of Activities reports both the gross and net cost of each of the Commission's functions. The functions are also supported by the general government revenues. The Statement of Activities reduces gross expenses by related program revenues and operating grants. The Statement of Activities is also presented on a full accrual basis

# WESTERN REGIONAL WATER COMMISSION

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

where revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of when the related cash flows take place.

### *Fund Financial Statements*

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when measurable and available (susceptible to accrual). Interest and surcharges are accrued when their receipt occurs within sixty days after the end of the accounting period so as to be measurable and available. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, certain expenditures are recorded only when payment is due.

The General Fund is the Commission's sole fund; therefore, it accounts for all financial resources of the general government.

### *Accounts Receivable*

Accounts receivable arise from water surcharge fees. No allowance for doubtful accounts is required as all receivables are considered to be fully collectible (also see Note 6).

### *Compensated Absences*

As described in Note 6, the Commission entered into an agreement with Washoe County on November 8, 2008 to retain the services of certain assigned County employees to perform duties of the Commission. The Commission interprets this agreement to obligate the Commission to pay any applicable accrued vacation and sick pay for its assigned employees upon their termination. Accordingly, since the payroll reimbursement payments from the Commission to the County are exclusive of these termination payments, the Commission's policy is to provide for this obligation in their financial statements in the same manner as if the assigned employees were deemed to be actual employees of the Commission.

Earned vacation and compensatory time may each be accumulated up to a maximum of 240 hours. The earned vacation and compensatory time is payable upon termination and the liability is reported at the employees' current rate of pay.

# WESTERN REGIONAL WATER COMMISSION

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

Sick leave is only applicable for payout after 10 years of employment. Personnel are paid sick leave upon termination on half of the total accumulated hours in excess of 300 hours up to a maximum payout of 800 hours at 100% of an employee's then existing pay rate.

### *Revenue*

The Commission is funded by imposing a 1.5% surcharge fee on customer water bills. The surcharge fee is collected by each non-exempt water purveyor and supplier of water within the Washoe County planning area and remitted to the Commission.

### *Use of Estimates*

The preparation of financial statements in conformity with generally accepted accounting principles (GAAP) requires management to make estimates and assumptions that affect the reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

### *Prior Year Information*

The basic financial statements include certain prior-year summarized information, but which is not at the level of detail required for a presentation in conformity with GAAP. Accordingly, such information should be read in conjunction with the Commission's financial statements for the year ended June 30, 2017, from which the summarized information was derived. Certain amounts presented in the prior year data may be reclassified to be consistent with the current year's presentation.

## NOTE 2 – BUDGETS AND BUDGETARY ACCOUNTING

The Commission adheres to the *Local Government Budget and Finance Act* incorporated within the statutes of the State of Nevada, which includes the following major procedures to establish the budgetary data which is reflected in these financial statements:

1. Prior to April 15, the Commission's Board of Trustees (the "Board") files a tentative budget with the Nevada Department of Taxation for the fiscal year beginning the following July 1. The tentative budget includes proposed expenditures and the means of financing them.

# WESTERN REGIONAL WATER COMMISSION

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

2. Prior to June 1, at a public hearing, the Board indicates changes, if any, to be made to the tentative budget and adopts a final budget by the favorable vote of a majority of the Board's members.
3. The Commission's Program Manager is authorized to transfer appropriations between accounts within the Water Management Fund. Augmentations in excess of the original budget require approval from the Board.
4. Formal budgetary integration is employed as a management control device for the Commission's General Fund. The budget is legally adopted, and its annual appropriations lapse at year-end.
5. Budgeted appropriations may not be exceeded by actual expenditures of the various programs in the budgeted governmental fund (the General Fund).
6. All budgets are adopted on a basis consistent with GAAP. The accompanying financial statements reflect the Original Budget and the Final Budget in one columnar presentation as there were no adjustments made to the Original Budget.

### NOTE 3 – CASH IN COUNTY TREASURY

Cash at June 30, 2018 consisted of the following:

Cash in County Treasury	<u>\$1,134,402</u>
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The Commission maintains all of its cash and investments with the Washoe County Treasurer in an investment pool. The Treasurer allocates interest to participants based upon their average balances. Required disclosure information regarding categorization of investments and other deposit and investment risk disclosures can be found in the County's financial statements. The Washoe County financial statements may be obtained by contacting the Office of the Comptroller at 1001 E. Ninth Street, Room D-200, Reno, NV 89512. The Investment Committee oversees the Washoe County Treasurer's investments and policies.



# WESTERN REGIONAL WATER COMMISSION

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

Investments held in the County's investment pool are available on demand and are stated at fair value in accordance with GASB 72. The fair value of the Commission's position in the pool equals the value of the pool shares.

*Interest Rate Risk* – Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from the rise in interest rates. To limit exposure to interest rate risk, the Nevada Revised Statutes limits bankers' acceptances to 180 days maturities, repurchase agreements to 90 days, U.S. Treasuries and Agencies to less than 10 years, and commercial paper to 270 days.

*Credit Risk* – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of its investments. In accordance with Nevada Revised Statutes, the Commission limits its investment instruments by their credit risk. The Washoe County Investment Pool is an unrated external investment pool.

### NOTE 4 – LONG-TERM LIABILITIES

The following is a summary of long-term liability activity of the Commission for the year ended June 30, 2018:

	<u>June 30, 2017</u>	<u>Additions</u>	<u>Reductions</u>	<u>June 30, 2018</u>	<u>Amount Due Within One Year</u>
Compensated absences	<u>\$ 30,261</u>	<u>\$ 2,578</u>	<u>\$ -</u>	<u>\$ 32,839</u>	<u>\$ -</u>

### NOTE 5 – NET POSITION AND FUND BALANCE

#### *Net Position*

Equity is classified as net position in the government-wide financial statements. Net position is categorized as invested in capital assets (net of related debt), restricted and unrestricted.

Net position is reported as restricted when there are limitations imposed on their use either through legislation or through external restrictions imposed by creditors or laws or regulations of other governments.

# WESTERN REGIONAL WATER COMMISSION

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

As of June 30, 2018, the Commission's net position was comprised of:

- *Unrestricted Net Position* – Net position of the Commission which is not restricted for any project or other purpose.

### *Fund Balance*

The Commission has adopted Governmental Accounting Standards Board (GASB) Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, which establishes standards for fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds.

The Commission reports the following classifications:

*Non-spendable* – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

*Restricted* – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

*Committed* – amounts that can be used only for specific purposes determined by a formal action of the Board. The Board is the highest level of decision-making authority for the Commission. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board.

*Assigned* – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the Board's adopted policy, only the Board may assign amounts for specific purposes.

Appropriated assigned fund balance is an appropriation of existing fund balance to eliminate a projected budgetary deficit in the subsequent year's budget in an amount no greater than the projected excess of expected expenditures over expected revenues.

*Unassigned* – the residual classification for the General Fund.

# WESTERN REGIONAL WATER COMMISSION

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

When both restricted and unrestricted resources are available for use, it is the Board's policy to use externally restricted resources first, then unrestricted resources – committed, assigned, and unassigned – as needed, unless the Board has provided for otherwise in its commitment or assignment actions.

### NOTE 6 – RELATED PARTY TRANSACTIONS

On November 8, 2008, the Commission entered into an agreement with Washoe County ("County") whereby the County will provide to the Commission, on a contractual and reimbursable basis, services of employees from the County's Community Services Department (assigned employees), who have historically been fully dedicated to supporting and performing the duties associated with planning and implementation of regional water matters. Assigned employees retain all rights and status of Washoe County employees.

The Commission reimburses the County for all actual costs for the services provided by the assigned employees, including wages, hours, compensatory time, sick leave, special sick leave, annual leave, insurance premiums, worker's compensation insurance, and all other benefits the County currently provides or may provide in the future. Reimbursable future obligations of the Commission include compensated absences, but do not include postemployment benefits. Total costs reimbursed by the Commission to the County for these services were \$352,752 for the year ended June 30, 2018.

In addition to the services provided by the assigned employees, routine and general administrative activities in support of the Commission's mission are provided by other personnel of the County. Total costs reimbursed by the Commission to the County for these services were \$79,321 for the year ended June 30, 2018.

As discussed in Note 1, the Commission derives its revenue from a surcharge on customer water bills within the region collected by water purveyors in Washoe County. Some members of the governing bodies of the purveyors are also members of the Commission's Board of Trustees. Total water surcharge revenues for the year ended June 30, 2018 were \$1,488,637, which includes accounts receivable of \$357,907.

# WESTERN REGIONAL WATER COMMISSION

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## NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2018

### NOTE 7 – COMMITMENTS

On May 16, 2013, the Commission entered into an interlocal agreement with Truckee Meadows Water Authority (TMWA) to implement plans to manage and maximize the yield of regional water supplies in furtherance of the Truckee River Operating Agreement (TROA). Part of the TROA provides that Reno, Sparks and Washoe County agree to provide 6,700 acre-feet of water rights for water quality purposes. TMWA is actively engaged in the water rights market in the ordinary course of its operation of the public water system. Through this agreement the Commission intends to budget Regional Water Management Fund monies up to \$2,700,000 to reimburse TMWA for costs incurred to purchase these water rights. Title of the water rights purchased under this agreement shall be conveyed to Reno, Sparks and Washoe County as tenants in common with undivided 1/3 interest each. Total costs for purchases made under this agreement through June 30, 2018 were \$2,638,009.

This agreement shall terminate in the event of a) thirty days written notice by either party; b) non-appropriation by the Commission; or c) upon expenditure of the \$2,700,000 as discussed above.

### NOTE 8 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through September 27, 2018, the date the financial statements were available to be issued. The Commission has determined there are no material transactions that have not been disclosed.

## COMPLIANCE SECTION



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

To the Board of Trustees of the  
Western Regional Water Commission  
Reno, Nevada

We have audited, in accordance with the 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, the financial statements of the governmental activities and the General Fund of the Western Regional Water Commission (the Commission) as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements and have issued our report thereon dated September 27, 2018.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Commission's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control. Accordingly, we do not express an opinion on the effectiveness of the Commission's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

## **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Commission's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, 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 or other matters that are required to be reported under *Government Auditing Standards*.

## **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Schettler Macy & Associates, LLC*

Reno, Nevada  
September 27, 2018

# WESTERN REGIONAL WATER COMMISSION

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## AUDITOR'S COMMENTS

JUNE 30, 2018

### STATUTE COMPLIANCE

#### *Current Year*

The Commission complied with all significant statutory constraints on its financial administration during the year.

#### *Prior Year*

During the prior year, the Commission complied with all significant statutory constraints on its financial administration.

### AUDIT RECOMMENDATIONS

#### *Current Year*

We did not note any financial weaknesses of a magnitude to justify inclusion within our report.

#### *Prior Year*

There were no prior year recommendations related to financial statement weaknesses of a magnitude to justify inclusion within the audit report.



## Smith, Catherine

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**From:** Cardinal, Sophia  
**Sent:** Thursday, October 25, 2018 12:06 PM  
**To:** Smith, Catherine  
**Cc:** Hutchins, Ben; Smitherman, Jim; Wessel, Chris; Purgitt, Jennifer  
**Subject:** File as Public Record - Western Regional Water Commission FY18 Audit Report and FS  
**Attachments:** WRWC - 2018 FS - Final.pdf

Hi, Cathy!

Last week the Western Regional Water Commission approved its FY2017/18 audit report and financial statements. As such, in accordance with NRS 354.624(6), can you please file the attached document as public record?

Thanks very much!

Sophie



**Sophia Cardinal, CPA**

Sr. Accountant | Community Services Department – Finance & Admin Division

[SCardinal@washoecounty.us](mailto:SCardinal@washoecounty.us) | Office: 775.954.4643

PO Box 11130, Reno, NV 89520-0027



Have some kudos to share about a Community Services Department employee or experience? Email: [CSDSuperstars@washoecounty.us](mailto:CSDSuperstars@washoecounty.us)

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**From:** Cardinal, Sophia  
**Sent:** Wednesday, October 18, 2017 2:09 PM  
**To:** Smith, Catherine  
**Cc:** Hutchins, Ben; Smitherman, Jim; Wessel, Chris  
**Subject:** File as Public Record - Western Regional Water Commission FY17 Audit Report and FS

Hi, Cathy!

Earlier this morning, the Western Regional Water Commission approved its FY2016/17 audit report and financial statements. As such, in accordance with NRS 354.624(6), can you please file the attached document as public record?

Hope you are doing well, and thanks so much. ☺

Sophie

**Sophia Cardinal, CPA**

Senior Accountant

Washoe County Community Services Department

775-954-4643

[SCardinal@washoecounty.us](mailto:SCardinal@washoecounty.us)

1001 E. Ninth Street, Reno, NV 89512



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