



WASHOE COUNTY

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STAFF REPORT

BOARD MEETING DATE: *April 28, 2026*

DATE: April 1, 2026

TO: Board of County Commissioners

FROM: Janet Tennant, Senior Fiscal Analyst
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Lori Cooke, Division Director Budget
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THROUGH: Abbe Yacoben, Chief Financial Officer and
David Solaro, Assistant County Manager

SUBJECT: Recommendation to acknowledge a [\$860,000] net zero cross-functional budget appropriation transfer from the Public Works function to the Judicial function within the Capital Improvements Fund as allowed per NRS 354.5989005(5)(b); net fiscal impact [\$-0-]. Acknowledgement of this cross-functional appropriation transfer will transfer expenditure authority from Major Maintenance Replacement (IO 20457) to Downtown Courts North Tower Boiler Failure (PW920376). Finance. (All Commission Districts.)

SUMMARY

Acknowledgement of a \$860,000 net zero cross-functional budget appropriation transfer to establish budget authority in the Judicial function within the Capital Improvements Fund for replacement of two boilers at 1 South Sierra Street.

Washoe County Strategic Objective supported by this item: Fiscal Sustainability

PREVIOUS ACTION

On January 20, 2026 the Board approved an augmentation to the Capital Improvements Fund in the amount of \$749,042.12 for revenue and expenditure authority for the West Hills Rehabilitation project; and acknowledged a \$300,000 cross-functional appropriation transfer from various functions to Public Works within the Capital Improvement Fund to increase expenditure authority for Major Maintenance Replacement.

On May 20, 2025, the Board of County Commissioners (Board) approved the FY 2026 Final Budget and approved the 5-Year Capital Improvement Plan.

AGENDA ITEM # _____

BACKGROUND

The Capital Improvement Plan (CIP) is a five-year plan for capital improvements and includes a listing of possible project needs. The CIP generally contains capital projects that are \$100,000 or larger and have a life-span of more than one year, as part of the reporting requirements of the State and under Board of County Commissioner policies.

In March 2026, the CIP Committee approved a project for emergency replacement of two Cleaver-Brooks FLX-200 boilers that were installed in 1996. Boiler 1 has functionally failed and is non-operational due to a coil/tube rupturing. Boiler 2 remains operational but is of identical age and runtime is expected to fail within 12 months. The boiler system is beyond its typical service life of 25 years. The failure of Boiler 1 has expedited the project for emergency replacement. The boilers service a facility that includes courtrooms, judicial chambers, holding areas, and public access spaces.

Replacement of 2 boiler systems include modern high-efficiency condensing boilers, and associated systems, controls, and code compliance upgrades.

FISCAL IMPACT

Sufficient budget authority exists within the Capital Improvement Fund (F402). Acknowledgement of a FY26 net zero cross-functional appropriation transfer will recognize the budget adjustment in the fiscal table below, transferring \$860,000 from the Public Works function to the Judicial function.

FY26 Net-Zero Cross-Functional Appropriation Transfer:

<u>Account Number</u>	<u>Function</u>		<u>Description</u>	<u>Amount of Increase/(Decrease)</u>
IO 20457	Public Works	- 781080	Construction Contracts	\$ (860,000)
PW920376	Judicial	- 781080	Construction Contracts	\$ 860,000

RECOMMENDATION

It is recommended to acknowledge a [\$860,000] cross-functional appropriation transfer from the Public Works function to the Judicial function within the Capital Improvements Fund as allowed per NRS 354.5989005(5)(b); net fiscal impact [\$-0-].

Acknowledgement of this cross-functional appropriation transfer will increase expenditure authority for Downtown Courts North Boiler Failure (PW920376).

POSSIBLE MOTION

Should the Board agree with Staff’s recommendation, a possible motion would be: “move to acknowledge a [\$860,000] cross-functional appropriation transfer from the Public Works function to the Judicial function within the Capital Improvements Fund as allowed per NRS 354.5989005(5)(b); net fiscal impact [\$-0-]. Acknowledgement of this cross-functional appropriation transfer will increase expenditure authority for Downtown Courts North Boiler Failure (PW920376).”