



WASHOE COUNTY, NEVADA

Single Audit Report

For the Fiscal Year Ended June 30, 2025



Cover photo courtesy of Brian Beffort

**WASHOE COUNTY, NEVADA
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR
ENDED JUNE 30, 2025**

*Prepared by the Washoe County Comptroller's Department
Cathy Hill, Comptroller*



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**WASHOE COUNTY, NEVADA
SINGLE AUDIT REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2025**

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Independent Auditor's Report

To the Honorable Board of Commissioners
Washoe County, Nevada
Reno, Nevada

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washoe County, Nevada (the "County") as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washoe County, Nevada as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund, the Child Protective Services Fund, and the Other Restricted Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of County's share of net pension liability, the schedule of County contributions – pension, the schedule of changes in other postemployment benefits liability and related ratios, the schedule of County contributions – OPEB, and the notes to the required supplementary information be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, 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 December 9, 2025, on our consideration of the County'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 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 County'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 County's internal control over financial reporting and compliance.

The image shows a handwritten signature in black ink that reads "Eric Sully LLP". The signature is written in a cursive, professional style.

Reno, Nevada
December 9, 2025

**WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025**

As management of Washoe County (the County), we offer readers of the County's financial statements this narrative overview and analysis of the financial activities of the County for the Fiscal Year ended June 30, 2025. 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

- Ad Valorem taxes increased \$20.6 million and investment earnings increased \$9.8 million from the previous year.
- Interest income in the General Fund increased \$3.2 million from the prior year.
- Fiscal year 2025 recognized an increase in public safety expenditures predominantly associated with increased costs and medical expenditures at the Sheriff's Office.
- In the County's General Fund, salaries and benefits increased \$28.8 million; this increase is associated with the completion of a Korn Ferry classification study, cost-of-living adjustments, merit increases and filled positions.
- Washoe County's outstanding debt decreased by of \$11.59 million due to regularly scheduled principal payments, discounts, premiums and deferred charges on refunding. The current debt limitation for the County is \$2.9 billion.
- Ending net position in both the Governmental and Business-Type Activities increased \$97.8 million due to the continued growth in the economy and an increase in the investment earnings that was recorded for FY25.
- General Fund unassigned fund balance increased by \$9.4 million including unrealized gains of \$6.8 million.
- Washoe County implemented GASB Statement No. 101, Compensated Absences.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Washoe County's basic financial statements. The County's financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to the basic financial statements. This report also contains supplementary information intended to provide additional detail in support of the financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide a broad overview of Washoe County's finances in a manner similar to a private-sector business.

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

The Statement of Activities presents information showing how the County's net position changed during the current 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 related cash flows. Thus, revenues and expenditures are reported for some items that will not result in cash flows until future fiscal periods, such as uncollected taxes and earned but unused vacation leave.

Both of the government-wide financial statements distinguish functions of the County that are principally 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). The governmental activities of the County include general government, administration of justice, public works, public safety, health and

WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025
(CONTINUED)

sanitation, welfare, culture and recreation, and community support. The business-type activities of the County include a sewer utility, golf courses, and building permit activities.

The government-wide financial statements also include one legally separate fire protection district for which the County is financially accountable. Financial information for this component unit is reported separately from the financial information for Washoe County itself.

The government-wide financial statements can be found in the basic financial statements section of this report.

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. Washoe County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. Each of the County's funds can be classified as either governmental, proprietary, or fiduciary.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. 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 can be useful for gauging the County's near-term financial requirements.

Since the focus of governmental funds is narrower than that of the government-wide financial statements, both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate comparison between governmental funds and governmental activities. These reconciliations are included with the basic financial statements in this report.

The County maintains twenty-three individual governmental funds. The governmental funds financial statements provide separate details for the General Fund, Child Protective Services Fund, Other Restricted Fund, and Capital Improvements Fund which are considered to be major funds. Data from the remaining governmental funds are combined into a single aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of combining statements in the non-major governmental funds section of this report.

The County adopts an annual appropriated budget for each of its governmental funds. A budgetary comparison is provided for each of the County's governmental funds to demonstrate compliance with the budget. The budgetary comparison statement for the General Fund, Child Protective Services Fund, and the Other Restricted Fund are presented with the basic financial statements. The budgetary comparisons for all other governmental funds are included in the fund financial statements and schedules included as supplementary information.

Proprietary Funds. The County maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Washoe County uses enterprise funds to account for a sewer utility, golf courses and building permit activities. Internal service funds are an accounting device used to accumulate and allocate costs internally among the County's various functions. The County uses internal service funds to account for its fleet of vehicles and for self-insurance activities including liability insurance, workers' compensation and group health insurance. Because these activities predominantly benefit governmental rather than business-type functions, they are included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, but in more detail. The proprietary fund financial statements provide separate information for the Utilities Fund, which is considered to be a major fund. The remaining funds are combined into a single, aggregated presentation. All internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the remaining enterprise and internal service funds is provided in the form of combining statements in the applicable sections of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside of the County. Fiduciary funds are not included in the government-wide financial statements because the resources of

**WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025
(CONTINUED)**

those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

Notes to the Basic Financial Statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found in this report following the basic financial statements.

Other Information. Following the notes in this report, required supplementary information is presented concerning the County's progress in funding its obligations to provide retiree health benefits and pensions. Other information, including combining and individual fund statements and schedules are presented after the basic financial statements, notes and required supplementary information. In addition, unaudited statistical information is provided on a ten-year basis, as available, for trend analysis and to provide historical perspective.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The County's assets and deferred outflows of resources exceeded liabilities and deferred inflows by \$771.4 million at June 30, 2025. This resulted primarily from the increases in both the Governmental Activities and the Business-Type Activities. These factors are discussed in more detail in the notes to the financial statements.

**Washoe County's Net Position
(in Thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Assets						
Current and other assets	\$ 677,748	\$ 665,298	\$ 169,329	\$ 166,513	\$ 847,077	\$ 831,811
Net capital assets	561,229	517,392	265,930	238,665	827,159	756,057
Total assets	1,238,977	1,182,690	435,259	405,178	1,674,236	1,587,868
Deferred outflows of resources	316,787	305,215	4,563	4,911	321,350	310,126
Liabilities						
Current liabilities	97,773	125,731	14,284	9,613	112,057	135,344
Noncurrent liabilities due within one year	67,713	58,993	2,759	1,985	70,472	60,978
Noncurrent liabilities due in more than one year	846,012	883,876	56,621	49,701	902,633	933,577
Total liabilities	1,011,498	1,068,600	73,664	61,299	1,085,162	1,129,899
Deferred inflows of resources	136,984	92,687	2,000	1,810	138,984	94,497
Net position						
Net investment in capital assets	472,264	430,897	217,730	199,324	689,994	630,221
Restricted	330,480	305,790	3,750	4,213	334,230	310,003
Unrestricted	(395,462)	(410,069)	142,678	143,443	(252,784)	(266,626)
Total net position	\$ 407,282	\$ 326,618	\$ 364,158	\$ 346,980	\$ 771,440	\$ 673,598

The largest portion of the County's net position remains its investment in capital assets (e.g., land, buildings, equipment and construction in progress), less any outstanding debt used to acquire them. Capital assets are used to provide services to citizens and therefore are not regarded as being available to fund future spending. Similarly, though they are reported net of related debt, the capital assets themselves will not be used to liquidate these obligations.

Restricted net position of \$334.2 million is an increase of \$24.2 million from the prior year, and represents resources that are subject to external restrictions (statutes, bond covenants, or granting agencies) on how they may be used. Additional details concerning these restrictions are provided in the notes to the financial statements.

**WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025
(CONTINUED)**

Unrestricted net position represents resources that can be used to meet the County's other obligations to citizens and creditors, though these resources may not be in spendable form. It is not uncommon for governments to report negative net position, particularly in the governmental activities column. Unrestricted net position deficits commonly arise because governments have long-term liabilities that they fund on a pay-as-you-go basis, appropriating resources annually as payments come due rather than accumulating assets in advance. Washoe County's deficit in unrestricted net position for governmental activities is \$395.5 million in the current year as a result of the continuing impact of GASB 68 and GASB 75.

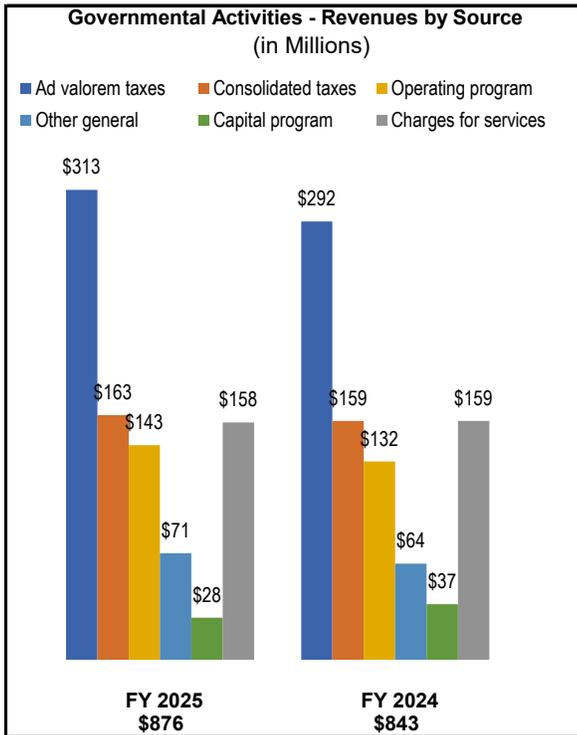
The unrestricted net position of the County's business-type activities of \$142.7 million may not be used to fund governmental activities.

**Washoe County Changes In Net Position
(in Thousands)**

	Governmental Activities		Business-type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program revenues:						
Charges for services	\$ 157,666	\$ 159,188	\$ 27,716	\$ 28,666	\$ 185,382	\$ 187,854
Operating grants, interest and contributions	143,506	132,262	29	512	143,535	132,774
Capital grants, interest and contributions	27,638	36,602	6,149	8,792	33,787	45,394
General revenues:						
Ad valorem taxes	312,917	292,339	-	-	312,917	292,339
Consolidated taxes	162,944	158,901	-	-	162,944	158,901
Other intergovernmental	52,535	51,607	-	-	52,535	51,607
Investment earnings	18,856	12,302	7,826	4,595	26,682	16,897
Total revenues	876,062	843,201	41,720	42,565	917,782	885,766
Expenses:						
General government	153,467	125,921	-	-	153,467	125,921
Judicial	118,862	113,894	-	-	118,862	113,894
Public safety	263,376	252,093	-	-	263,376	252,093
Public works	38,040	40,335	-	-	38,040	40,335
Health and sanitation	37,692	36,416	-	-	37,692	36,416
Welfare	149,376	152,058	-	-	149,376	152,058
Culture and recreation	31,582	31,203	-	-	31,582	31,203
Community support	477	367	-	-	477	367
Interest/fiscal charges	2,526	3,836	-	-	2,526	3,836
Utilities	-	-	17,793	17,790	17,793	17,790
Golf courses	-	-	3,287	198	3,287	198
Building permits	-	-	3,462	4,231	3,462	4,231
Total Expenses	795,398	756,123	24,542	22,219	819,940	778,342
Change in net position	80,664	87,078	17,178	20,346	97,842	107,424
Net position, July 1	326,618	239,540	346,980	326,634	673,598	566,174
Net position, June 30	\$ 407,282	\$ 326,618	\$ 364,158	\$ 346,980	\$ 771,440	\$ 673,598

Governmental Activities. Governmental activities increased the County's net position at June 30th by \$80.7 million. This increase was largely driven due to the increase in revenues from ad valorem taxes, money received from the federal government due to grants, opioid settlements and unrealized investment gains.

**WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025
(CONTINUED)**

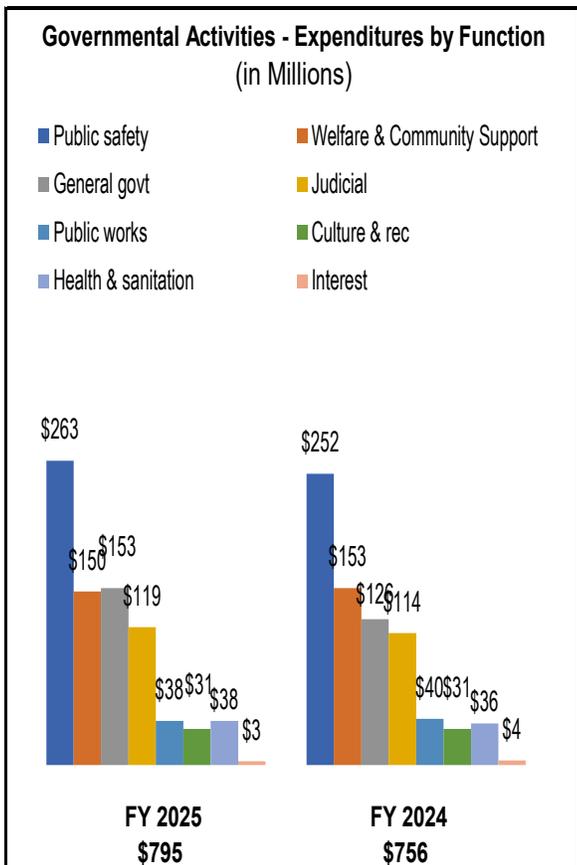


Revenues for ad valorem taxes were \$21 million (7%) higher than FY24. Consolidated sales taxes (received from the State) increased by \$4 million (3%). Ad valorem taxes and consolidated taxes make up 54% of revenues from governmental activities.

Operating program revenues increased \$10 million (9%) when compared to the prior year. The Federal and State governments provided funds for homelessness and Opioid settlements in the 2025 fiscal year to assist local governments in responding to these regional issues. Also the Federal government passed the American Rescue Plan Act (ARPA/SLFRF) that allocated approximately \$92 million to Washoe County in which half of that amount was received in FY24 and was encumbered by December 31, 2024.

Other general revenues increased \$7 million (12%) when compared to the prior year mainly due to unrealized investment gains for the fiscal year. Other general revenues include sales and other taxes, intergovernmental revenues, and unrestricted investment earnings.

Capital program revenues decreased \$9 million compared to fiscal year 2024. These revenues are subject to fluctuation and such variation is not unusual.



Expenditures for governmental activities increased by \$39 million (5%) compared to the prior year, primarily the result of increases in expenditures that occurred in FY25 associated with salary adjustments, ARPA/SLFRF and pension/OPEB costs. Total expenditures for public safety, general government, judicial, culture and recreation and health & sanitation increased the most during the year.

Judicial costs increased by \$5 million (4%) compared to the prior year because of costs associated with salary adjustments, ARPA/SLFRF, court expansion/upgrade projects, and in the pension/OPEB costs.

Public safety costs increased by \$11 million (4%) compared to the prior year, in part due to increased program activity levels and costs associated with salary adjustments, ARPA/SLFRF projects and PERS funding.

Total expenditures in general government increased \$27 million (22%) for this fiscal year mainly because of the recognition of GASB 87/96 for leases and software subscriptions.

Health and sanitation costs increased by \$1 million (4%) compared to the prior year, in large part due to increased program activities due to the salary adjustments and ARPA/SLFRF funding available for FY25.

Culture and recreation remained flat when compared to the prior year.

**WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
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(CONTINUED)**

Business-type Activities. Net position for FY25 of \$364.2 million for business-type activities is \$17.2 million more than FY24. This increase is due to the net impact of total revenues minus expenses being positive year over year.

Total operating revenues for business-type activities for FY25 are down by \$0.8 million when compared to FY24. This was partially due to an increase in utility fees for FY25 of \$0.9 million with an offset of decreased building permits and fees of \$1.7 million. Unrealized investment gains for FY25 for the Utility Fund was recorded at \$1.8 million which the department has no control over this revenue. There was also an increase in nonoperating revenues which includes unrealized investment earnings for the Business-type Funds of an increase of \$3.1 million when compared to last year.

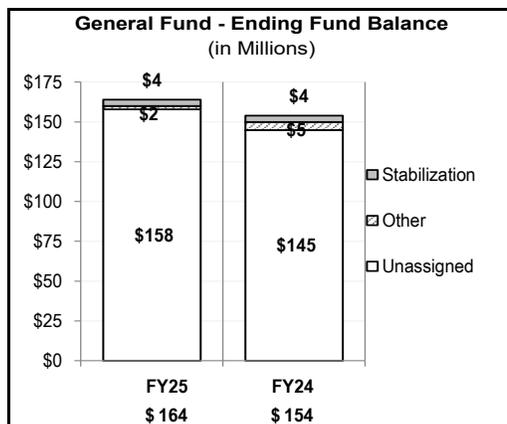
Increases in operating expenses for business-type activities for FY25 was \$2.3 million higher when compared to FY24. The majority of this increase was within the golf business. A budgeted payment was made in the amount of \$3 million to fund the Youth Golf foundation Wildcreek project "Development Agreement." In the Utilities fund, salaries and benefits increased by \$0.2 million due to cost of living adjustments, merit increases and retirement costs. Services and supplies increased by \$0.5 million. Depreciation increased by \$0.5 million. FY25 investment earnings was \$1.2 million higher than FY24 due to the higher earnings. Hookup fees came in at \$4.0 million lower than FY24 and was offset by an increase in capital contributions from contractors in the amount of \$1.3 million.

FINANCIAL ANALYSIS – GOVERNMENTAL FUNDS

As noted earlier, Washoe County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's funding requirements. In particular, unassigned fund balance can provide a useful measure of net resources available for discretionary use since they represent fund balance which has not been limited to use for a particular purpose by either an external party or the County itself.

At June 30, 2025, Washoe County's governmental funds reported combined fund balances of \$478.0 million, an increase of \$41.0 million in comparison to the prior year. This increase is primarily due to the increases in General Fund, Other Restricted Fund, Capital Improvements Fund and Other Governmental Funds. The increases were in General Fund of \$9.4 million, Other Restricted Fund of \$6.6 million, Capital Improvements Fund of \$20.8 million and Other Governmental Funds of \$9.9 million increase in fund balance. Unassigned General Fund balance of \$157.7 million is 33% of the total governmental fund balance. The remainder of fund balance is either nonspendable (not in spendable form or legally required to be maintained intact); or restricted, committed or assigned for particular purposes. Fund balances are discussed in greater detail in note 13.



General Fund. The General Fund is the County's primary operating fund. Total fund balance was increased \$9.4 Million (6%) for the year. An increase of \$40.6 million (10%) in expenses associated with increased contracted services for the American Rescue Plan Act (ARPA/SLFRF) and increases in the GASB 87/96 leases and software subscriptions, cost of living adjustments, merit increases, PERS costs and additional FTE (Full Time Equivalent). This increase in expenses were offset by an increase in revenues of \$28 million (6%). The revenue increase is attributed in part to an increase in ad valorem and consolidated taxes which together consists of 77% of general fund revenue. Ad valorem taxes increased \$17.1 million (7%) over prior year and consolidated taxes increased by \$4.0 million (3%) over prior year. Other revenues which include investment earnings increased \$9 million when compared to the prior year.

The stabilization portion of fund balance represents funds reserved for the mitigation of the effects of emergencies or natural disaster, as authorized by Nevada Revised Statutes 354.6115. Stabilization funding levels are set by the Board of County Commissioners, and the balance is included in restricted fund balance. On April 28, 2015, the Board

WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025
(CONTINUED)

of County Commissioners approved a policy change in stabilization funding, from a percentage of expenditures to a minimum amount of \$3 million committed. For FY20, the BCC on May 12, 2020 authorized the stabilization funding of \$3 million to be used for the unexpected COVID-19 expenditures. For FY21 the stabilization funding was replenished back to \$3 million. In FY22, the stabilization amount was increased \$1 million for a total balance of \$4 million and remains there for FY25.

Other fund balances include non-spendable, restricted, committed assigned and unassigned amounts. Restricted fund balance of \$5.1 million is mainly restricted for debt service and Stabilization reserves. The committed and assigned fund balance of \$0.7 million is for major contracts and purchase orders extending into the following fiscal year.

Child Protective Services Fund. The Child Protective Services Fund, a major fund managed by the Human Services Agency, accounts for resources specifically appropriated to protect against the neglect, abandonment and abuse of children in Washoe County. Federal and state grants are the primary funding sources, and together made up 75% of the revenue for the year. Other revenue and ad valorem taxes are contributing 14% while service fees are contributing 11%. Expenditures include personnel costs, as well as, expenditures for child protection and placement, including emergency shelter, professional services, foster care, adoption subsidies, referral services, and other operating services and supplies.

Ending fund balance of \$11.0 million decreased \$5.7 million (34%) from prior year primarily due to an increase in expenditures for salary adjustments and PERS costs and a decrease in federal grants. Restricted fund balance consists primarily of donations and private foundation grants to support related expenditures. The remainder of the fund balance is committed for the support of child protective programs.

Other Restricted Fund. The Other Restricted Fund, a major fund, accounts for various specific resources restricted for specified purposes consistent with legal and operating requirements. Resources include: ad valorem tax apportionments for Cooperative Extension support, car rental fees for the Reno baseball stadium debt, justice court administrative assessments for court projects, fees and donations for Wilbur D. May Center support, Opioid settlements and grants and restricted donations for General Fund departments. Ending fund balance of \$51.8 million increased \$6.6 million or 15% from the prior year due to increased federal grant revenue for ARPA/SLFRF related expenditures and Opioid settlements.

Capital Improvements Fund. The Capital Improvements Fund, a major fund, accounts for resources that are derived from financing proceeds, grants, special assessments, transfers and investment earnings, which are appropriated for various major capital projects. Ending fund balance of \$121.9 million increased \$20.8 million or 21% from the prior year, primarily due to the federal funding for projects from the American Rescue Plan Act (ARPA/SLFRF).

Proprietary Funds. Proprietary fund statements provide the same type of information found in the government-wide financial statements, but in greater detail and at the individual fund level. They are accounted for using the full accrual basis of accounting; therefore, no reconciliation is required to the government-wide statements.

Utilities Fund. The Utilities Fund, a major fund, was established to account for County-owned and operated water and sewer systems in the unincorporated areas of the County. Change in FY25 net position of the fund increased \$20.3 million. When compared to the prior year's net position, the amount increased is \$1.2 million. An increase of \$0.9 million from operating revenue activities and the collection of \$1.3 million in contributions from contractors with an offset in a \$4.0 million decrease in hookup fees. There was a net increase in the fair value of investments of \$1.8 million and an increase of \$0.1 million in operating expenses.

General Fund Budgetary Highlights

Original budget compared to final budget. On December 10, 2024 with the Board of County Commissioners approval of the Annual Comprehensive Financial Report for the period ending June 30, 2024 an augmentation to the General Fund budget of \$3.7 million was approved for purchase orders extending into the following fiscal year for services and supplies and capital outlay.

**WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025
(CONTINUED)**

Final budget compared to actual results. Overall, revenues were \$20.7 million higher and varied from the budget by 4% for the year due to increased ad valorem tax revenue and higher investment earnings when compared to the prior fiscal year. Overall expenditures were lower for the year and varied 3% from the final budget.

There was a 3% favorable variance to final budget in the Culture and Recreation function mainly attributable to lower than planned spending for services and supplies.

There was a -1% unfavorable variance to final budget in the Welfare function mainly attributable to higher than planned spending for services and supplies.

There was an 6% favorable variance to final budget in the General Government function mainly attributable to lower than planned spending for capital outlay.

CAPITAL ASSETS

The County's investment in capital assets (net of depreciation) for its governmental and business-type activities totaled \$827.2 million at year end, as summarized below.

**Washoe County Capital Assets (Net of Depreciation)
(in Thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land,use rights	\$ 159,058	\$ 158,221	\$ 8,536	\$ 8,372	\$ 167,594	\$ 166,593
Plant capacity	-	-	825	825	825	825
Construction in progress	117,005	83,456	64,682	55,170	181,687	138,626
Land improvements	16,823	15,335	1,966	2,131	18,789	17,466
Building/improvements	131,015	139,567	33,022	34,179	164,037	173,746
Infrastructure	72,643	70,737	155,665	136,660	228,308	207,397
Equipment	29,883	32,122	626	641	30,509	32,763
Software	843	1,152	25	45	868	1,197
Intangible right-to-use assets	33,959	16,802	-	-	33,959	16,802
Plant capacity, depreciable	-	-	583	642	583	642
Total	\$ 561,229	\$ 517,392	\$ 265,930	\$ 238,665	\$ 827,159	\$ 756,057

Capital assets related to governmental activities increased \$43.8 million in comparison to the prior year, primarily due to the net effect of current year depreciation of \$29.3 million and the increase in CIP assets.

Capital assets related to business-type activities increased \$27.3 million in comparison to the prior year. This is primarily due to the construction of a new sewer plant being built.

Additional information on the County's capital assets can be found in note 6.

OUTSTANDING DEBT

At June 30, 2025, the County's outstanding bonded debt totaled \$120.4 million. Of this amount, \$50.1 million is general obligation debt backed by the full faith and credit of the County recognized in Governmental Activities, and \$1.1 million is special assessment debt for which the County is liable in the event of default by property owners subject to the assessment. The remainder of the County's \$21.0 million debt consists of revenue bonds secured solely by specified revenue sources.

**WASHOE COUNTY, NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2025
(CONTINUED)**

**Washoe County Outstanding Debt
(in Thousands)**

	Governmental Activities		Business-Type Activities		Total	
	2025	2024	2025	2024	2025	2024
General Obligation Bonds	\$ 50,050	\$ 59,205	\$ 48,200	\$ 39,342	\$ 98,250	\$ 98,547
Revenue Bonds	21,050	24,515	-	-	21,050	24,515
Special Assessment Bonds	1,078	1,314	-	-	1,078	1,314
Total	\$ 72,178	\$ 85,034	\$ 48,200	\$ 39,342	\$ 120,378	\$ 124,376

Outstanding debt related to governmental activities decreased when compared to the prior year due to regularly scheduled principal payments, discounts, premiums and deferred charges on refunding.

Outstanding debt for business-type activities increased \$8.9 million from prior year due to the final installment in FY25 for debt on the cost of building a new sewer plant.

State Statute (NRS 244A.059) limits the amount of general obligation debt a government entity may issue to 10% of its total assessed valuation. The current limitation for the County is \$3.1 billion, which is \$2.9 billion in excess of the County's outstanding general obligation debt.

Additional information regarding the County's long-term debt can be found in notes 9, 10, and 11 to the financial statements.

ECONOMIC FACTORS

Washoe County received over \$91 million in American Rescue Plan Act (ARPA/SLFRF) funds. At the end of the fiscal year over \$90 million of these funds were committed to the allowable categories of Public Health, Negative Economic Impact, Administration, resulting in over 116 projects being funded.

As recognized by Moody's Ratings review of the County's financial status supported by the County's maintenance of its favorable position and positive operations and its continuation of diversifying its tax base, Washoe County's long term rating by Moody's Ratings has been upgraded to each of its bond offerings.

The demand for housing continues to increase. The Washoe County housing market, according to Zillow.com has increased by 4.4% over the past year, with the median price being \$552,588. In conjunction with the increased pricing of the housing market and the expansion of Tahoe Reno Industrial Center, according to the Bureau of Labor Statistics, as of June 2025, the unemployment rate was 4.6%.

REQUESTS FOR INFORMATION

This report is designed to provide a general overview of the County's finances for all interested parties. Questions concerning the information provided in this report or requests for additional financial information should be addressed to the Washoe County Comptroller, 1001 E. 9th Street, Room D-200, Reno, NV 89512. This report will also be available on the County's web site (www.washoecounty.gov/comptroller/). Truckee Meadows Fire Protection District is included in this report as a discretely presented component unit. This entity issues its own separately audited financial statements, which is filed at the Washoe County Clerk's Office, 1001 E. 9th Street, Room A-150, Reno, Nevada 89512.



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BASIC FINANCIAL STATEMENTS

BASIC FINANCIAL STATEMENTS

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WASHOE COUNTY, NEVADA
STATEMENT OF NET POSITION
JUNE 30, 2025

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Fire Protection District
Assets				
Cash and investments (Note 3)	\$ 562,754,706	\$ 140,054,497	\$ 702,809,203	\$ 19,193,249
Restricted cash and investments (Note 4)	785,060	1,487,481	2,272,541	2,318,674
Accounts receivable	12,059,725	1,694,202	13,753,927	5,067,177
Consolidated tax receivable	33,934,477	-	33,934,477	179,822
Property taxes receivable	2,055,543	-	2,055,543	-
Other taxes receivable	10,545,825	-	10,545,825	-
Interest receivable	2,032,585	508,428	2,541,013	77,893
Opioid receivable (Note 5)	3,260,673	-	3,260,673	-
Due from other governments	37,024,472	3,529,307	40,553,779	8,503,495
Internal balances	(22,017,175)	22,017,175	-	-
Inventory	330,118	-	330,118	-
Deposits and other assets (Note 5)	163,541	4,248	167,789	121,149
Long-term restricted cash and investments (Note 4)	3,892,000	-	3,892,000	-
Long-term assets (Note 5)	30,927,092	33,922	30,961,014	-
Capital Assets: (Note 6)				
Nondepreciable	276,063,416	74,043,152	350,106,568	15,114,950
Capital assets, net of accumulated depreciation	254,980,597	191,886,856	446,867,453	31,256,267
Subscription assets, net of accumulated amortization	8,457,969	-	8,457,969	35,673
Right-to-use assets, net of accumulated amortization	21,726,671	-	21,726,671	465,692
Total Assets	<u>1,238,977,295</u>	<u>435,259,268</u>	<u>1,674,236,563</u>	<u>82,334,041</u>
Deferred Outflows of Resources				
Deferred charge on refunding	348,303	-	348,303	-
Deferred outflows of resources - Debt	-	13,878	13,878	-
Deferred outflows of resources - Pensions (Note 14)	238,407,525	3,345,098	241,752,623	27,881,146
Deferred outflows of resources - Other post employment benefits (OPEB) (Note 15)	78,030,822	1,204,375	79,235,197	4,085,249
Total Deferred Outflows of Resources	<u>316,786,650</u>	<u>4,563,351</u>	<u>321,350,001</u>	<u>31,966,395</u>
Liabilities				
Accounts payable	18,037,482	625,712	18,663,194	5,584,677
Accrued salaries and benefits	27,387,939	229,189	27,617,128	-
Contracts/retention payable	896,738	9,119,422	10,016,160	257,478
Tax refund payable (Note 7)	40,845	-	40,845	-
Interest payable	433,882	385,446	819,328	38,269
Due to other governments	8,705,725	885,905	9,591,630	1,007,223
Other liabilities (Note 7)	6,852,785	817,937	7,670,722	15,537
Unearned revenue (Note 8)	35,417,270	2,237,387	37,654,657	606,044
Noncurrent Liabilities:				
Due within one year (Note 10)	67,713,150	2,758,802	70,471,952	5,662,205
Due in more than one year, payable from restricted assets (Note 10)	3,892,000	-	3,892,000	-
Due in more than one year				
Net pension liability (Note 14)	592,049,476	8,474,385	600,523,861	59,091,342
OPEB liability (Note 15)	126,833,063	1,957,619	128,790,682	4,045,637
Other liabilities (Note 10)	123,238,168	46,172,413	169,410,581	21,980,019
Total Liabilities	<u>1,011,498,523</u>	<u>73,664,217</u>	<u>1,085,162,740</u>	<u>98,288,431</u>
Deferred Inflows of Resources				
Deferred inflows of resources - Pensions (Note 14)	60,877,689	825,556	61,703,245	7,721,844
Deferred inflows of resources - OPEB (Note 15)	76,106,017	1,174,667	77,280,684	3,142,202
Total Deferred Inflows of Resources	<u>136,983,706</u>	<u>2,000,223</u>	<u>138,983,929</u>	<u>10,864,046</u>
Net Position				
Net investment in capital assets	472,263,929	217,730,125	689,994,054	31,928,116
Restricted for:				
General government	53,347,109	-	53,347,109	-
Judicial	14,398,684	-	14,398,684	-
Public safety	25,336,689	2,652,013	27,988,702	2,156,727
Public works	256,748	-	256,748	-
Health and sanitation	15,892,658	-	15,892,658	-
Welfare	25,264,396	-	25,264,396	-
Culture and recreation	4,066,523	-	4,066,523	-
Debt service	10,054,053	1,097,857	11,151,910	407,971
Capital projects	139,059,655	-	139,059,655	-
Claims	42,803,202	-	42,803,202	1,506,611
Unrestricted (deficit)	(395,461,930)	142,678,184	(252,783,746)	(30,851,466)
Total Net Position	<u>\$ 407,281,716</u>	<u>\$ 364,158,179</u>	<u>\$ 771,439,895</u>	<u>\$ 5,147,959</u>

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

WASHOE COUNTY, NEVADA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Program Revenues

Functions/Programs	Expenses	Indirect Expenses Allocation	Charges for Services	Operating Grants, Interest, Contributions	Capital Grants, Interest, Contributions
Primary Government					
Governmental Activities:					
General government	\$ 153,466,648	\$ (7,152,606)	\$ 94,359,636	\$ 21,911,862	\$ 606,063
Judicial	118,862,298	-	9,015,106	7,777,405	531,108
Public safety	263,375,993	791,237	6,012,019	19,892,559	2,832,173
Public works	38,040,182	569,161	11,639,716	5,478,045	17,402,485
Health and sanitation	37,692,042	2,505,906	14,698,592	13,956,488	2,893,081
Welfare	149,376,418	3,206,080	18,600,011	68,612,314	177,253
Culture and recreation	31,581,672	80,222	3,339,870	5,878,700	3,196,661
Community support	477,041	-	-	-	-
Interest on long-term debt	2,526,441	-	-	-	-
Total Governmental Activities	795,398,735	-	157,664,950	143,507,373	27,638,824
Business-type Activities:					
Utilities	17,793,473	-	24,929,734	29,300	6,148,663
Golf courses	3,286,565	-	282,152	-	-
Building and Safety	3,462,277	-	2,503,865	-	-
Total Business-type Activities	24,542,315	-	27,715,751	29,300	6,148,663
Total Primary Government	\$ 819,941,050	\$ -	\$ 185,380,701	\$ 143,536,673	\$ 33,787,487
Component Unit:					
Governmental Activities:					
Truckee Meadows Fire Protection District	\$ 56,554,580	\$ -	\$ 1,534,315	\$ 1,052,635	\$ 5,570,891
Debt service	438,282	-	-	-	-
Total Governmental Activities	56,992,862	-	1,534,315	1,052,635	5,570,891
Business-type Activities:					
Ambulance service	5,720,970	-	5,961,567	11,760	586,464
Total Component Unit	\$ 62,713,832	\$ -	\$ 7,495,882	\$ 1,064,395	\$ 6,157,355

General Revenues:

Ad valorem taxes

Unrestricted intergovernmental revenues:

Consolidated taxes

LGTA sales taxes

Infrastructure sales tax

Other taxes and intergovernmental revenues

Other miscellaneous

Unrestricted investment earnings/ losses

Reimbursements

Total General Revenues

Change in Net Position

Net Position, Beginning of year, as Originally Reported

Restatement (Note 20)

Net Position, Beginning of Year, as restated

Net Position, June 30

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

Net (Expense) Revenue and Changes in Net Position

Primary Government			Component Unit
Governmental Activities	Business-type Activities	Total	Truckee Meadows Fire Protection District Total
\$ (29,436,481)	\$ -	\$ (29,436,481)	
(101,538,679)	-	(101,538,679)	
(235,430,479)	-	(235,430,479)	-
(4,089,097)	-	(4,089,097)	-
(8,649,787)	-	(8,649,787)	-
(65,192,920)	-	(65,192,920)	-
(19,246,663)	-	(19,246,663)	-
(477,041)	-	(477,041)	-
(2,526,441)	-	(2,526,441)	-
(466,587,588)	-	(466,587,588)	-
	13,314,224	13,314,224	
	(3,004,413)	(3,004,413)	
	(958,412)	(958,412)	
-	9,351,399	9,351,399	
(466,587,588)	9,351,399	(457,236,189)	
			\$ (48,396,739)
			(438,282)
			(48,835,021)
			838,821
			(47,996,200)
312,916,852	-	312,916,852	27,820,852
162,944,143	-	162,944,143	11,676,827
20,506,418	-	20,506,418	1,885,357
15,385,602	-	15,385,602	-
16,642,827	-	16,642,827	398,007
-	-	-	245,344
18,855,532	7,826,687	26,682,219	1,244,355
-	-	-	7,302,324
547,251,374	7,826,687	555,078,061	50,573,066
80,663,786	17,178,086	97,841,872	2,576,866
326,617,930	346,980,093	673,598,023	3,463,202
-	-	-	(892,109)
326,617,930	346,980,093	673,598,023	2,571,093
\$ 407,281,716	\$ 364,158,179	\$ 771,439,895	\$ 5,147,959

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

**WASHOE COUNTY, NEVADA
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2025**

	<u>General Fund</u>	<u>Child Protective Services Fund</u>	<u>Other Restricted Fund</u>
Assets			
Cash and investments (Note 3)	\$ 150,539,206	\$ 9,914,319	\$ 82,570,874
Restricted cash and investments (Note 4)	750,000	-	-
Accounts receivable	1,894,264	44,450	892,485
Consolidated tax receivable	33,934,477	-	-
Property taxes receivable	1,706,079	60,163	15,043
Other taxes receivable	6,678,652	-	494,925
Interest receivable	953,986	-	53,320
Opioid receivable (Note 5)	-	-	33,923,310
Due from other funds	93,632	-	-
Due from other governments	6,735,353	7,824,906	4,823,081
Deposits and prepaid items	183	-	13,788
	<hr/>	<hr/>	<hr/>
Total Assets	\$ 203,285,832	\$ 17,843,838	\$ 122,786,826
Liabilities			
Accounts payable	\$ 6,863,912	\$ 671,575	\$ 1,550,634
Accrued salaries and benefits	22,360,730	1,704,290	627,626
Contracts/retention payable	-	-	-
Tax refunds payable (Note 7)	40,845	-	-
Due to other funds	-	-	-
Due to other governments	2,626,929	156,534	92,165
Due to others (Note 7)	-	-	-
Deposits (Note 7)	4,891,193	-	113,280
Other liabilities (Note 7)	813,058	10,085	-
Unearned revenue (Note 8)	-	-	33,216,764
	<hr/>	<hr/>	<hr/>
Total Liabilities	37,596,667	2,542,484	35,600,469
Deferred Inflows of Resources (Note 8)			
Unavailable revenue - grants and other revenue	761,891	4,263,323	35,354,765
Unavailable revenue - property taxes	1,378,359	48,607	12,154
	<hr/>	<hr/>	<hr/>
Total Deferred Inflows of Resources	2,140,250	4,311,930	35,366,919
Fund Balances (Note 13)			
Nonspendable	183	-	13,788
Restricted	5,124,216	238,892	36,137,494
Committed	-	10,750,532	7,671,663
Assigned	686,261	-	18,151
Unassigned	157,738,255	-	7,978,342
	<hr/>	<hr/>	<hr/>
Total Fund Balances	163,548,915	10,989,424	51,819,438
	<hr/>	<hr/>	<hr/>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 203,285,832	\$ 17,843,838	\$ 122,786,826
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The notes to the financial statements are an integral part of this statement.

<u>Capital Improvements Fund</u>	<u>Other Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ 123,516,388	\$ 128,372,306	\$ 494,913,093
-	35,060	785,060
-	2,107,159	4,938,358
-	-	33,934,477
-	274,258	2,055,543
-	3,372,248	10,545,825
424,328	380,163	1,811,797
-	-	33,923,310
-	-	93,632
4,226,021	13,192,757	36,802,118
-	164,219	178,190
<u>\$ 128,166,737</u>	<u>\$ 147,898,170</u>	<u>\$ 619,981,403</u>
\$ 2,815,000	\$ 4,157,570	\$ 16,058,691
5,219	2,534,148	27,232,013
858,598	38,140	896,738
-	-	40,845
-	93,632	93,632
-	5,813,823	8,689,451
-	16,150	16,150
-	505,206	5,509,679
-	45,030	868,173
-	2,200,506	35,417,270
<u>3,678,817</u>	<u>15,404,205</u>	<u>94,822,642</u>
2,622,496	2,443,544	45,446,019
-	225,956	1,665,076
<u>2,622,496</u>	<u>2,669,500</u>	<u>47,111,095</u>
-	164,219	178,190
121,865,424	79,406,128	242,772,154
-	45,188,378	63,610,573
-	5,065,740	5,770,152
-	-	165,716,597
<u>121,865,424</u>	<u>129,824,465</u>	<u>478,047,666</u>
<u>\$ 128,166,737</u>	<u>\$ 147,898,170</u>	<u>\$ 619,981,403</u>

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

WASHOE COUNTY, NEVADA
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET POSITION
JUNE 30, 2025

Fund Balances - Governmental Funds	\$	478,047,666
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 governmental funds.		
Governmental capital assets	\$ 1,446,205,281	
Less accumulated depreciation	<u>(943,326,099)</u>	502,879,182
Intangible right-to-used assets capital outlay expenditures which were capitalized	46,722,237	
Less amortization expense for intangible right-to-use assets	<u>(12,763,408)</u>	33,958,829
Deferred Outflows of resources are not available to pay for current period expenditures, and, therefore are not reported in the governmental funds.		
Deferred Outflows - PERS Pension	238,407,525	
Deferred Outflows - OPEB Pension	78,030,822	
Deferred Charge on Refunding	<u>348,303</u>	316,786,650
Other assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.		
Prepaid bond insurance	224,455	224,455
Other liabilities are not due and payable in the current period and therefore are not reported in governmental funds.		
Tax refund payable	(40,845)	
Other liabilities	(50,427)	
Accreted Interest	<u>(18,161,295)</u>	(18,252,567)
Long-term liabilities, including bonds payable and accrued interest, are not due and payable in the current period and therefore are not reported in governmental funds.		
Governmental bonds payable	(66,617,844)	
Bond premiums, discounts and charge on refundings	(5,560,390)	
Accrued interest payable	(433,882)	
Pollution remediation obligation	(4,120,000)	
Net Pension Liability	(592,049,476)	
Net OPEB Liability	(126,833,063)	
Intangible right to use asset - leases	(8,457,969)	
Intangible right to use asset - software subscriptions	(21,726,670)	
Compensated absences	<u>(43,211,326)</u>	(869,010,620)
Deferred inflows of resources related to pensions and other post-employment benefits (OPEB) are applicable to future periods and, therefore, are not reported in the governmental funds.		
Deferred Inflows - pension	(60,877,689)	
Deferred Inflows - other postemployment benefits	<u>(76,106,017)</u>	(136,983,706)
Revenues that were not available to fund current expenditures and therefore are not reported in governmental funds.		
		47,111,095
Internal service funds are used by management to charge the costs of certain activities to individual funds. Net position of internal service funds is reported with governmental activities.		
Total net position of internal service funds	74,537,907	
Internal balances receivable from business-type activities	<u>1,202,873</u>	75,740,780
Governmental funds report allocations of indirect expenses to enterprise funds. However, in the Statement of Activities indirect expenses are eliminated.		
		<u>(23,220,048)</u>
Total Net Position of Governmental Activities	\$	<u><u>407,281,716</u></u>

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



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WASHOE COUNTY, NEVADA
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025

	<u>General Fund</u>	<u>Child Protective Services Fund</u>	<u>Other Restricted Fund</u>
Revenues			
Taxes:			
Ad valorem	\$ 259,273,223	\$ 8,993,947	\$ 2,248,547
Car rental fee	-	-	2,222,939
Residential construction tax	-	-	-
Other taxes	662,654	-	-
Special assessments	-	-	-
Licenses and permits	14,490,574	-	-
Intergovernmental revenues	192,460,327	44,555,770	46,355,386
Charges for services	27,944,315	5,380,051	4,510,749
Fines and forfeitures	7,495,633	-	2,783,182
Miscellaneous	21,519,700	862,375	11,053,099
Total Revenues	<u>523,846,426</u>	<u>59,792,143</u>	<u>69,173,902</u>
Expenditures			
Current:			
General government	58,958,287	-	2,873,366
Judicial	105,992,548	-	10,235,369
Public safety	212,294,049	-	14,829,330
Public works	19,753,688	-	1,164,854
Health and sanitation	-	-	2,458,473
Welfare	2,206,511	78,043,639	4,550,130
Culture and recreation	21,240,128	-	1,531,870
Community support	432,810	-	-
Intergovernmental	4,735,209	-	2,247,943
Capital outlay	23,318,278	-	-
Debt Service:			
Principal	7,268,272	-	-
Interest	-	-	-
Debt service fees and other fiscal charges	-	-	-
Total Expenditures	<u>456,199,780</u>	<u>78,043,639</u>	<u>39,891,335</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>67,646,646</u>	<u>(18,251,496)</u>	<u>29,282,567</u>
Other Financing Sources (Uses)			
Proceeds from asset disposition	24	-	3,135
Refunding payment to property owners	-	-	-
Intangible right to use asset	22,133,906	-	-
Transfer to Utility Fund	(26,968)	-	-
Transfer to Risk Mgmt	(1,595,524)	-	-
Transfers in	1,027,260	12,585,763	10,000
Transfers out	(79,789,167)	-	(22,733,349)
Total Other Financing Sources (Uses)	<u>(58,250,469)</u>	<u>12,585,763</u>	<u>(22,720,214)</u>
Net Change in Fund Balances	9,396,177	(5,665,733)	6,562,353
Fund Balances, July 1	<u>154,152,738</u>	<u>16,655,157</u>	<u>45,257,085</u>
Fund Balances, June 30	<u>\$ 163,548,915</u>	<u>\$ 10,989,424</u>	<u>\$ 51,819,438</u>

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

	Capital Improvements Fund	Other Nonmajor Governmental Funds	Total Governmental Funds
\$	-	\$ 40,778,759	\$ 311,294,476
	-	-	2,222,939
	-	392,077	392,077
	-	856,104	1,518,758
	-	313,316	313,316
	-	7,145,570	21,636,144
	14,885,712	48,769,706	347,026,901
	-	20,447,916	58,283,031
	-	-	10,278,815
	<u>10,615,821</u>	<u>16,701,625</u>	<u>60,752,620</u>
	<u>25,501,533</u>	<u>135,405,073</u>	<u>813,719,077</u>
	-	780,054	62,611,707
	-	-	116,227,917
	-	29,647,647	256,771,026
	-	19,978,027	40,896,569
	-	35,057,003	37,515,476
	-	61,772,272	146,572,552
	-	4,241,184	27,013,182
	-	-	432,810
	-	7,988,601	14,971,753
	43,373,003	1,643,379	68,334,660
	-	11,819,316	19,087,588
	-	2,692,577	2,692,577
	-	50,257	50,257
	<u>43,373,003</u>	<u>175,670,317</u>	<u>793,178,074</u>
	<u>(17,871,470)</u>	<u>(40,265,244)</u>	<u>20,541,003</u>
	-	91,247	94,406
	-	(181,618)	(181,618)
	-	-	22,133,906
	-	-	(26,968)
	-	-	(1,595,524)
	38,623,524	89,533,228	141,779,775
	-	(39,257,259)	(141,779,775)
	<u>38,623,524</u>	<u>50,185,598</u>	<u>20,424,202</u>
	<u>20,752,054</u>	<u>9,920,354</u>	<u>40,965,205</u>
	<u>101,113,370</u>	<u>119,904,111</u>	<u>437,082,461</u>
\$	<u>121,865,424</u>	<u>\$ 129,824,465</u>	<u>\$ 478,047,666</u>

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

**WASHOE COUNTY, NEVADA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Net Change in Fund Balances - Governmental Funds \$ 40,965,205

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

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is depreciated over their estimated useful lives.

Expenditures for capital assets	\$ 73,284,979	
Sale/disposition of assets	(2,651,869)	
Less current year depreciation/amortization	<u>(28,441,686)</u>	42,191,424

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in governmental funds.

Donated capital assets	1,109,901	
Change in unavailable revenue	<u>(4,088,596)</u>	(2,978,695)

Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the Statement of Net Position. Repayment of bond principle is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Position. This is the amount by which bonds issued exceeded repayments:

Bond principal payments		20,571,015
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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.

Amortization of bond premium	1,036,808	
Amortization of deferred charge on refunding	(71,594)	
Amortization of bond prepaid insurance	(26,701)	
Change in L/T Leases	(1,053,338)	
Change in L/T Subscriptions	(21,080,568)	
Change in compensated absences	(6,007,443)	
Change in remediation obligation	308,336	
Change in pension expense	(17,519,384)	
Change in OPEB expense	21,594,631	
Change in accrued interest payable	110,298	
Change in accreted interest capital appreciation bonds	<u>(1,430,230)</u>	(24,139,185)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of internal service funds is reported with governmental activities.

Change in net position of internal service funds	4,654,968	
Internal charges reported in business activities	<u>(600,946)</u>	<u>4,054,022</u>
Change in Net Position of Governmental Activities		<u>\$ 80,663,786</u>

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



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WASHOE COUNTY, NEVADA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Ad valorem	\$ 259,941,144	\$ 259,941,144	\$ 259,273,223	\$ (667,921)
Other taxes	665,000	665,000	662,654	(2,346)
Licenses and permits	14,967,049	14,967,049	14,490,574	(476,475)
Intergovernmental revenues	189,119,914	189,119,914	192,460,327	3,340,413
Charges for services	26,343,770	26,343,770	27,944,315	1,600,545
Fines and forfeitures	8,158,708	8,158,708	7,495,633	(663,075)
Miscellaneous	3,984,305	3,984,305	21,519,700	17,535,394
Total Revenues	<u>503,179,890</u>	<u>503,179,890</u>	<u>523,846,426</u>	<u>20,666,535</u>
Expenditures by Function and Activity				
General Government:				
Legislative	1,247,157	1,188,232	1,057,887	130,345
Executive	6,858,320	7,451,128	6,637,612	813,516
Elections	5,682,534	5,708,268	4,673,067	1,035,202
Finance	19,491,294	19,713,718	19,064,783	648,936
Other General Government	37,126,691	37,015,496	56,927,116	(19,911,621)
Total General Government	<u>70,405,996</u>	<u>71,076,842</u>	<u>88,360,465</u>	<u>(17,283,624)</u>
Judicial:				
District Attorney	34,180,543	34,570,950	34,538,045	32,905
District Court	30,385,990	30,852,162	30,557,911	294,252
Public Defense	25,062,188	24,609,327	24,605,369	3,958
Justice Courts	16,334,713	16,423,585	16,259,198	164,387
Undesignated Judicial	2,043,798	757,072	32,025	725,047
Total Judicial	<u>108,007,232</u>	<u>107,213,096</u>	<u>105,992,548</u>	<u>1,220,549</u>
Public Safety:				
Sheriff and Detention	156,074,052	173,138,792	174,812,880	(1,674,088)
Medical Examiner	6,569,757	6,612,054	6,272,148	339,905
County Manager	2,739,742	4,806,729	4,507,694	299,035
Juvenile Services	19,873,176	19,879,970	18,382,291	1,497,680
Protective Services	10,617,489	9,207,337	8,912,636	294,702
Undesignated Public Safety	6,958,322	5,497	-	5,497
Total Public Safety	<u>202,832,538</u>	<u>213,650,379</u>	<u>212,887,649</u>	<u>762,730</u>
Public Works:				
Community Services Department (CSD)	19,872,485	20,718,193	19,999,731	718,462
Undesignated-Public Works	285,750	-	-	-
Total Public Works	<u>20,158,235</u>	<u>20,718,193</u>	<u>19,999,731</u>	<u>718,462</u>
Welfare:				
Human Services	2,146,808	2,183,688	2,206,511	(22,823)
Undesignated-Welfare	36,843	-	-	-
Total Welfare	<u>2,183,651</u>	<u>2,183,688</u>	<u>2,206,511</u>	<u>(22,823)</u>
Culture and Recreation:				
Library	12,573,606	12,684,044	12,220,717	463,327
CSD - Regional Parks and Open Space	9,096,716	9,523,529	9,319,909	203,621
Undesignated-Culture & Recreation	411,380	-	-	-
Total Culture and Recreation	<u>22,081,702</u>	<u>22,207,573</u>	<u>21,540,625</u>	<u>666,947</u>

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

(CONTINUED)

WASHOE COUNTY, NEVADA
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2025

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Community Support	\$ 381,383	\$ 520,114	\$ 477,041	\$ 43,073
Intergovernmental	5,174,839	5,174,839	4,735,209	439,630
Total Expenditures	431,225,576	442,744,725	456,199,780	(13,455,056)
Excess (Deficiency) of Revenues Over (Under) Expenditures	71,954,314	60,435,165	67,646,646	7,211,480
Other Financing Sources (Uses)				
Surplus supplies sales	-	-	24	24
Intangible right to use assets	-	-	22,133,906	22,133,906
Contingency	(12,500,000)	(1,665,142)	-	1,665,142
Transfers in	746,168	876,091	1,027,260	151,169
Transfers out	(78,361,487)	(81,400,060)	(81,411,659)	(11,599)
Total Other Financing Sources (Uses)	(90,115,319)	(82,189,111)	(58,250,469)	23,938,642
Net Change in Fund Balances	(18,161,005)	(21,753,946)	9,396,177	31,150,123
Fund Balances, July 1	123,888,504	97,960,895	154,152,738	56,191,843
Fund Balances, June 30	\$ 105,727,499	\$ 76,206,949	\$ 163,548,915	\$ 87,341,966

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

**WASHOE COUNTY, NEVADA
CHILD PROTECTIVE SERVICES FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Ad valorem	\$ 9,022,194	\$ 9,022,194	\$ 8,993,947	\$ (28,247)
Licenses and Permits:				
Day care licenses	45,000	45,000	-	(45,000)
Intergovernmental Revenues:				
Federal grants	27,914,030	31,745,479	22,764,469	(8,981,010)
State grants	19,449,285	22,361,788	21,791,301	(570,487)
Charges for Services:				
Service fees	6,261,631	6,261,631	5,380,051	(881,580)
Miscellaneous:				
Contributions and donations	-	80,675	80,675	-
Other	445,571	838,071	780,200	(57,871)
Surplus equipment sales		-	1,500	1,500
Total Revenues	<u>63,137,711</u>	<u>70,354,838</u>	<u>59,792,143</u>	<u>(10,562,695)</u>
Expenditures				
Welfare Function:				
Salaries and wages	27,634,419	30,066,973	29,338,797	728,176
Employee benefits	14,997,520	16,221,942	15,479,567	742,375
Services and supplies	36,651,407	40,280,750	32,993,507	7,287,243
Capital outlay	119,200	274,200	231,768	42,432
Total Expenditures	<u>79,402,546</u>	<u>86,843,865</u>	<u>78,043,639</u>	<u>8,800,226</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(16,264,835)</u>	<u>(16,489,027)</u>	<u>(18,251,496)</u>	<u>(1,762,469)</u>
Other Financing Sources (Uses)				
Transfers In:				
Indigent Tax Levy Fund	12,585,763	12,585,763	12,585,763	-
Net Change in Fund Balances	<u>(3,679,072)</u>	<u>(3,903,264)</u>	<u>(5,665,733)</u>	<u>(1,762,469)</u>
Fund Balances, July 1	<u>15,463,812</u>	<u>15,688,004</u>	<u>16,655,157</u>	<u>967,153</u>
Fund Balances, June 30	<u>\$ 11,784,740</u>	<u>\$ 11,784,740</u>	<u>\$ 10,989,424</u>	<u>\$ (795,316)</u>

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

**WASHOE COUNTY, NEVADA
OTHER RESTRICTED FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Ad valorem	\$ 2,255,548	\$ 2,255,548	\$ 2,248,547	\$ (7,001)
Car rental	2,050,820	2,050,820	2,222,939	172,119
Intergovernmental revenues:				
Federal grants	19,321,173	93,886,026	42,595,034	(51,290,992)
Federal narcotics forfeitures	110,800	110,800	53,873	(56,927)
State grants	1,456,321	3,858,431	2,779,084	(1,079,347)
Local contributions	909,320	909,320	927,395	18,075
Charges for Services:				
General Government:				
Recorder fees	402,000	402,000	352,685	(49,315)
Map fees	96,000	96,000	82,740	(13,260)
Assessor commissions	923,275	923,275	1,069,431	146,156
Other	6,000	6,000	28,155	22,155
Judicial	1,416,500	1,416,500	1,308,073	(108,427)
Public Safety	1,128,213	1,128,213	1,234,614	106,401
Public Works	110,695	110,695	93,301	(17,394)
Culture and Recreation	345,000	345,000	341,750	(3,250)
Fines and Forfeitures:				
Court fines	2,719,190	3,835,675	2,777,282	(1,058,393)
Forfeitures/bail	80,100	80,100	5,900	(74,200)
Miscellaneous:				
Investment earnings	35,250	97,433	3,137,554	3,040,121
Net increase (decrease) in the fair value of investments	-	670,583	288,216	(382,367)
Contributions and donations	300,000	11,994,961	840,815	(11,154,146)
Other	3,395,233	5,176,831	6,786,514	1,609,683
Total Revenues	<u>37,061,438</u>	<u>129,354,211</u>	<u>69,173,902</u>	<u>(60,180,309)</u>
Expenditures				
General Government Function:				
County Manager:				
Salaries and wages	-	204,778	38,539	166,239
Employee benefits	-	105,403	18,523	86,880
Services and supplies	-	10,397,458	190,647	10,206,811
Capital outlay	-	-	-	-
	<u>-</u>	<u>10,707,639</u>	<u>247,709</u>	<u>10,459,930</u>
Assessor:				
Salaries and wages	245,503	245,503	209,362	36,141
Employee benefits	125,403	125,403	99,588	25,815
Services and supplies	402,369	3,637,842	558,740	3,079,102
Capital outlay	150,000	150,000	-	150,000
	<u>923,275</u>	<u>4,158,748</u>	<u>867,690</u>	<u>3,291,058</u>
Clerk:				
Services and supplies	6,050	162,012	12,530	149,482
Registrar of Voters:				
Services and supplies	-	638,777	711,968	(73,191)
Capital outlay	-	279,600	179,865	99,735
	<u>\$ -</u>	<u>\$ 918,377</u>	<u>\$ 891,833</u>	<u>\$ 26,544</u>
				(CONTINUED)

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

**WASHOE COUNTY, NEVADA
OTHER RESTRICTED FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Budget</u>
	<u>Original</u>	<u>Final</u>		
Recorder:				
Salaries and wages	\$ 114,280	\$ 114,280	\$ 110,727	\$ 3,553
Employee benefits	49,578	49,578	49,261	317
Services and supplies	273,142	3,964,492	266,822	3,697,670
	<u>437,000</u>	<u>4,128,350</u>	<u>426,810</u>	<u>3,701,540</u>
Technology Services:				
Services and supplies	96,000	228,020	-	228,020
Community Development:				
Services and supplies	-	3,377	3,377	-
Opioid Settlements:				
Salaries and wages	-	79,363	67,923	11,440
Employee benefits	-	31,287	29,117	2,170
Services and supplies	-	1,483,634	22,531	1,461,103
	<u>-</u>	<u>1,594,284</u>	<u>119,571</u>	<u>1,474,713</u>
SLFRF COVID Recovery:				
Salaries and wages	255,064	255,064	(181,434)	436,498
Employee benefits	135,077	135,077	122,732	12,345
Services and supplies	-	4,325,723	362,548	3,963,175
Capital outlay	-	-	-	-
	<u>390,141</u>	<u>4,715,864</u>	<u>303,846</u>	<u>4,412,018</u>
Total General Government Function	<u>1,852,466</u>	<u>26,616,671</u>	<u>2,873,366</u>	<u>23,743,305</u>
Judicial Function:				
District Court:				
Salaries and wages	1,083,997	1,438,652	888,524	550,128
Employee benefits	617,273	743,395	463,291	280,104
Services and supplies	1,647,425	13,105,031	1,103,850	12,001,181
Capital outlay	308,874	326,799	19,716	307,083
	<u>3,657,569</u>	<u>15,613,877</u>	<u>2,475,381</u>	<u>13,138,496</u>
District Attorney:				
Salaries and wages	2,891,024	3,812,331	2,571,509	1,240,822
Employee benefits	1,673,110	2,002,499	1,442,996	559,503
Services and supplies	270,444	2,405,416	739,385	1,666,031
Capital outlay	-	-	-	-
	<u>4,834,578</u>	<u>8,220,246</u>	<u>4,753,890</u>	<u>3,466,356</u>
Justice Courts:				
Reno Justice Court:				
Salaries and wages	62,076	54,595	129,886	(75,291)
Employee benefits	-	-	6,656	(6,656)
Services and supplies	897,327	4,629,788	916,779	3,713,009
	<u>959,403</u>	<u>4,684,383</u>	<u>1,053,321</u>	<u>3,631,062</u>
Sparks Justice Court:				
Salaries and wages	12,415	15,000	-	15,000
Employee benefits	-	-	-	-
Services and supplies	194,016	1,003,006	127,990	875,016
	<u>206,431</u>	<u>1,018,006</u>	<u>127,990</u>	<u>890,016</u>

(CONTINUED)

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

**WASHOE COUNTY, NEVADA
OTHER RESTRICTED FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Budget</u>
	<u>Original</u>	<u>Final</u>		
Incline Justice Court:				
Services and supplies	\$ 24,252	\$ 100,780	\$ 24,721	\$ 76,059
Wadsworth Justice Court:				
Salaries and wages	3,104	8,000	-	8,000
Employee benefits	-	-	-	-
Services and supplies	48,504	257,481	30,797	226,684
	<u>51,608</u>	<u>265,481</u>	<u>30,797</u>	<u>234,684</u>
Incline Constable:				
Services and supplies	24,252	-	-	-
Neighborhood Justice Center:				
Services and supplies	24,252	150,000	183,184	(33,184)
SLFRF COVID Recovery:				
Salaries and wages	1,185,798	1,185,798	974,826	210,972
Employee benefits	604,225	604,225	273,195	331,030
Services and supplies	-	954,670	338,064	616,606
	<u>1,790,023</u>	<u>2,744,693</u>	<u>1,586,085</u>	<u>1,158,608</u>
Undesignated:				
Services and supplies	-	116,370	-	116,370
Total Judicial Function	<u>11,572,368</u>	<u>32,913,836</u>	<u>10,235,369</u>	<u>22,678,467</u>
Public Safety Function:				
Sheriff:				
Salaries and wages	2,848,103	4,783,969	3,980,083	803,886
Employee benefits	1,880,105	2,571,813	2,189,384	382,429
Services and supplies	340,013	19,215,169	3,434,233	15,780,936
Capital outlay	-	858,614	531,683	326,931
	<u>5,068,221</u>	<u>27,429,565</u>	<u>10,135,383</u>	<u>17,294,182</u>
Medical Examiner:				
Salaries and wages	83,870	479,056	182,982	296,074
Employee benefits	48,420	227,928	60,882	167,046
Services and supplies	126,700	1,171,491	266,845	904,646
Capital outlay	-	-	73,789	(73,789)
	<u>258,990</u>	<u>1,878,475</u>	<u>584,498</u>	<u>1,293,977</u>
Fire Suppression:				
Salaries and wages	-	19,247	-	19,247
Juvenile Services:				
Salaries and wages	511,108	511,108	353,366	157,742
Employee benefits	170,945	170,946	149,343	21,603
Services and supplies	311,159	2,728,211	971,205	1,757,006
	<u>993,212</u>	<u>3,410,265</u>	<u>1,473,914</u>	<u>1,936,351</u>
Emergency Management:				
Salaries and wages	62,572	83,674	55,875	27,799
Employee benefits	34,278	34,278	30,397	3,881
Services and supplies	-	1,216,903	762,719	454,184
	<u>96,850</u>	<u>1,334,855</u>	<u>848,991</u>	<u>485,864</u>
Alternative Sentencing:				
Salaries and wages	340,408	714,922	337,117	377,805
Employee benefits	205,254	394,542	200,464	194,078
Services and supplies	-	1,007,601	315,436	692,165
	<u>\$ 545,662</u>	<u>\$ 2,117,065</u>	<u>\$ 853,017</u>	<u>\$ 1,264,048</u>

(CONTINUED)

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

**WASHOE COUNTY, NEVADA
OTHER RESTRICTED FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Budget</u>
	<u>Original</u>	<u>Final</u>		
SLFRF COVID Recovery:				
Salaries and wages	\$ 161,540	\$ 110,408	\$ 137,445	\$ (27,037)
Employee benefits	90,733	62,512	64,140	(1,628)
Services and supplies	-	1,528,511	731,942	796,569
	<u>252,273</u>	<u>1,701,431</u>	<u>933,527</u>	<u>767,904</u>
Total Public Safety Function	<u>7,215,208</u>	<u>37,890,903</u>	<u>14,829,330</u>	<u>23,061,573</u>
Public Works Function:				
CSD - Public Works:				
Salaries and wages	93,993	45,243	-	45,243
Employee benefits	52,548	26,298	4,794	21,504
Services and supplies	920,773	1,084,174	896,190	187,984
Capital outlay	-	-	8,870	(8,870)
	<u>1,067,314</u>	<u>1,155,715</u>	<u>909,854</u>	<u>245,861</u>
SLFRF COVID Recovery:				
Services and supplies	-	350,000	255,000	95,000
Total Public Works Function	<u>1,067,314</u>	<u>1,505,715</u>	<u>1,164,854</u>	<u>340,861</u>
Health and Sanitation Function:				
Opioid Settlements:				
Services and supplies	-	3,009,786	1,374,593	1,635,193
SLFRF COVID Recovery:				
Services and supplies	-	1,169,780	1,024,649	145,131
West Hills Rehabilitation				
Services and supplies	-	-	9,242	(9,242)
Capital outlay	-	-	49,989	(49,989)
Total West Hills Rehabilitation	<u>-</u>	<u>-</u>	<u>59,231</u>	<u>(59,231)</u>
Total Health and Sanitation Function	<u>-</u>	<u>4,179,566</u>	<u>2,458,473</u>	<u>1,721,093</u>
Welfare Function:				
Opioid Settlements:				
Services and supplies	-	1,000,000	392,214	607,786
SLFRF COVID Recovery:				
Salaries and wages	-	-	529,478	(529,478)
Employee benefits	-	-	(27,507)	27,507
Services and supplies	-	8,714,701	3,539,537	5,175,164
Capital outlay	-	-	116,408	(116,408)
Total SLFRF COVID Recovery	<u>-</u>	<u>8,714,701</u>	<u>4,157,916</u>	<u>4,556,785</u>
Total Welfare Function	<u>-</u>	<u>9,714,701</u>	<u>4,550,130</u>	<u>5,164,571</u>
Culture and Recreation Function:				
Library:				
Services and supplies	-	103,157	42,532	60,625
Capital outlay	-	-	58,510	(58,510)
	<u>-</u>	<u>103,157</u>	<u>101,042</u>	<u>2,115</u>
CSD - Regional Parks and Open Space:				
Salaries and wages	51,562	51,562	53,026	(1,464)
Employee benefits	34,346	34,346	34,619	(273)
Services and supplies	609,259	741,010	29,053	711,957
Capital outlay	-	-	-	-
	<u>695,167</u>	<u>826,918</u>	<u>116,698</u>	<u>710,220</u>

(CONTINUED)

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

**WASHOE COUNTY, NEVADA
OTHER RESTRICTED FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Budget</u>
	<u>Original</u>	<u>Final</u>		
May Center:				
Salaries and wages	354,129	354,128	285,772	68,356
Employee benefits	117,281	117,281	97,975	19,306
Services and supplies	421,805	896,370	267,220	629,150
	<u>893,215</u>	<u>1,367,779</u>	<u>650,967</u>	<u>716,812</u>
SLFRF COVID Recovery:				
Services and supplies	-	1,863,637	652,395	1,211,242
Capital outlay	-	-	10,768	(10,768)
	<u>-</u>	<u>1,863,637</u>	<u>663,163</u>	<u>1,200,474</u>
Total Culture and Recreation Function	<u>\$ 1,588,382</u>	<u>\$ 4,161,491</u>	<u>\$ 1,531,870</u>	<u>\$ 2,629,621</u>
Intergovernmental:				
Cooperative Extension apportionment	<u>\$ 2,255,548</u>	<u>\$ 2,255,548</u>	<u>\$ 2,247,943</u>	<u>\$ 7,605</u>
Total Expenditures	<u>25,551,286</u>	<u>119,238,431</u>	<u>39,891,335</u>	<u>79,347,096</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>11,510,152</u>	<u>10,115,780</u>	<u>29,282,567</u>	<u>19,166,787</u>
Other Financing Sources (Uses)				
Proceeds from asset disposition	-	-	3,135	3,135
Transfers In:				
General Fund	-	10,000	10,000	-
Transfers Out:				
General Fund	-	(129,922)	(281,092)	(151,170)
Debt Service Fund	(2,050,820)	(2,050,820)	(2,278,000)	(227,180)
Capital Improvement Fund	(17,516,512)	(44,426,612)	(20,174,257)	24,252,355
Total Other Financing Sources (Uses)	<u>(19,567,332)</u>	<u>(46,597,354)</u>	<u>(22,720,214)</u>	<u>23,877,140</u>
Net Change in Fund Balances	<u>(8,057,180)</u>	<u>(36,481,574)</u>	<u>6,562,353</u>	<u>43,043,927</u>
Fund Balances, July 1	<u>12,673,014</u>	<u>41,097,408</u>	<u>45,257,085</u>	<u>4,159,677</u>
Fund Balances, June 30	<u>\$ 4,615,834</u>	<u>\$ 4,615,834</u>	<u>\$ 51,819,438</u>	<u>\$ 47,203,604</u>

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

WASHOE COUNTY, NEVADA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2025

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental</u>
	<u>Utilities</u>	<u>Nonmajor</u>		<u>Activities</u>
	<u>Fund</u>	<u>Enterprise</u>	<u>Total</u>	<u>Internal Service</u>
		<u>Funds</u>		<u>Funds</u>
Assets				
Current Assets:				
Cash and investments (Note 3)	\$ 130,066,171	\$ 9,988,326	\$ 140,054,497	\$ 67,841,609
Restricted cash and investments (Note 4)	1,487,481	-	1,487,481	-
Accounts receivable	1,630,716	63,486	1,694,202	7,197,310
Interest receivable	473,001	35,427	508,428	220,787
Note receivable	4,248	-	4,248	-
Due from other governments	3,529,307	-	3,529,307	131,553
Due from other funds	-	-	-	14,857
Inventory	-	-	-	330,118
Other assets	-	-	-	25,353
	<u>137,190,924</u>	<u>10,087,239</u>	<u>147,278,163</u>	<u>75,761,587</u>
Noncurrent Assets:				
Restricted cash and investments (Note 4)	-	-	-	3,892,000
Long-term receivables and other assets (Note 5)	33,922	-	33,922	-
Capital Assets: (Note 6)				
Nondepreciable:				
Land	7,927,575	608,353	8,535,928	-
Plant capacity	-	825,150	825,150	-
Construction in progress	64,682,074	-	64,682,074	3,948,620
Depreciable:				
Land improvements	3,089,732	3,963,358	7,053,090	-
Buildings and improvements	59,513,628	1,258,356	60,771,984	24,990
Infrastructure	216,321,271	-	216,321,271	-
Equipment	1,576,639	236,170	1,812,809	49,488,674
Software	822,000	254,630	1,076,630	-
Plant, well capacity	2,368,822	-	2,368,822	-
Intangible	-	-	-	551,767
Less accumulated depreciation	(92,153,075)	(5,364,675)	(97,517,750)	(29,532,136)
	<u>264,182,588</u>	<u>1,781,342</u>	<u>265,963,930</u>	<u>28,373,915</u>
Total Noncurrent Assets				
	<u>401,373,512</u>	<u>11,868,581</u>	<u>413,242,093</u>	<u>104,135,502</u>
Deferred Outflows of Resources				
Deferred outflows of resources related to pensions	1,838,350	1,506,748	3,345,098	-
Deferred outflows of resources related to OPEB	673,499	530,876	1,204,375	-
Deferred outflows of resources related to Debt	13,878	-	13,878	-
	<u>2,525,727</u>	<u>2,037,624</u>	<u>4,563,351</u>	<u>-</u>
Liabilities				
Current Liabilities:				
Accounts payable	591,189	34,523	625,712	1,978,789
Accrued salaries and benefits	126,776	102,413	229,189	155,926
Compensated absences (Notes 9,10)	335,907	208,716	544,623	374,833
Contracts/retention payable	9,119,422	-	9,119,422	-
Interest payable	385,446	-	385,446	-
Due to other governments	840,935	42,778	883,713	123
Unearned revenue (Note 8)	188,110	2,051,469	2,239,579	-
Other liabilities (Note 7)	813,937	4,000	817,937	474,931
Notes, bonds, intangible right of use assets (Notes 9,10,11)	2,214,179	-	2,214,179	-
Pending claims (Note 16)	-	-	-	15,183,490
	<u>14,615,901</u>	<u>2,443,899</u>	<u>17,059,800</u>	<u>18,168,092</u>

(CONTINUED)

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

**WASHOE COUNTY, NEVADA
PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2025**

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities Internal Service Funds</u>
	<u>Utilities Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	
Noncurrent Liabilities: (Notes 9,10,11,16)				
Compensated absences	\$ 115,157	\$ 71,552	\$ 186,709	\$ 128,503
Other long term liabilities - Pensions	4,690,031	3,784,354	8,474,385	-
Other long term liabilities - OPEB	1,094,721	862,898	1,957,619	-
Notes, bonds, intangible right of use assets (Notes 9,10,11)	45,985,704	-	45,985,704	-
Pending claims	-	-	-	7,409,000
Pending claims payable from restricted cash	-	-	-	3,892,000
Total Noncurrent Liabilities	<u>51,885,613</u>	<u>4,718,804</u>	<u>56,604,417</u>	<u>11,429,503</u>
Total Liabilities	<u>66,501,514</u>	<u>7,162,703</u>	<u>73,664,217</u>	<u>29,597,595</u>
Deferred Inflows of Resources				
Deferred inflows of resources related to pensions	442,383	383,173	825,556	-
Deferred inflows of resources related to OPEB	656,886	517,781	1,174,667	-
Total Deferred Inflows of Resources	<u>1,099,269</u>	<u>900,954</u>	<u>2,000,223</u>	<u>-</u>
Net Position				
Net investment in capital assets	215,948,783	1,781,342	217,730,125	24,481,915
Restricted for future claims	-	-	-	42,803,202
Restricted for debt service	1,097,857	-	1,097,857	-
Restricted for public safety	-	2,463,903	2,463,903	-
Unrestricted	119,251,816	1,597,303	120,849,119	7,252,790
Total Net Position	<u>\$ 336,298,456</u>	<u>\$ 5,842,548</u>	<u>342,141,004</u>	<u>\$ 74,537,907</u>
Indirect expenses reported in the Statement of Revenues, Expenses and Changes in Net Position are not reported in the Statement of Activities to enhance comparability between governments that allocate indirect expenses and those that do not.			23,220,048	
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(1,202,873)	
Net Position of Business-type Activities			<u>\$ 364,158,179</u>	

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

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Business-type Activities - Enterprise Funds</u>			Governmental Activities Internal Service Funds
	<u>Utilities Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	
Operating Revenues				
Charges for Services:				
Utility fees	\$ 24,246,071	\$ -	\$ 24,246,071	\$ -
Golf course fees	-	164,494	164,494	-
Building permits and fees	-	2,480,855	2,480,855	-
Insurance premiums	-	-	-	78,484,579
Services to other funds	3,795	-	3,795	-
Equipment service billings	-	-	-	13,517,616
Other	679,868	129,688	809,556	-
Miscellaneous	-	10,980	10,980	6,928,238
Total Operating Revenues	<u>24,929,734</u>	<u>2,786,017</u>	<u>27,715,751</u>	<u>98,930,433</u>
Operating Expenses				
Salaries and wages	2,169,274	2,021,455	4,190,729	2,723,519
Employee benefits	719,799	724,711	1,444,510	1,479,248
Services and supplies	8,577,597	4,332,848	12,910,445	93,376,590
Depreciation/amortization	5,786,697	54,524	5,841,221	4,437,094
Total Operating Expenses	<u>17,253,367</u>	<u>7,133,538</u>	<u>24,386,905</u>	<u>102,016,451</u>
Operating Income (Loss)	<u>7,676,367</u>	<u>(4,347,521)</u>	<u>3,328,846</u>	<u>(3,086,018)</u>
Nonoperating Revenues (Expenses)				
Investment earnings	3,905,087	399,540	4,304,627	1,873,069
Net increase (decrease) in the fair value of investments	3,258,908	263,152	3,522,060	1,596,385
Federal grants	-	-	-	544,177
Gain (loss) on asset disposition	29,300	-	29,300	179,528
Interest/bond issuance costs	(770,834)	-	(770,834)	-
Other nonoperating revenue	-	-	-	322,508
Total Nonoperating Revenues (Expenses)	<u>6,422,461</u>	<u>662,692</u>	<u>7,085,153</u>	<u>4,515,667</u>
Income (Loss) Before Capital Contributions, and Transfers	<u>14,098,828</u>	<u>(3,684,829)</u>	<u>10,413,999</u>	<u>1,429,649</u>
Capital Contributions				
Hookup fees	4,017,686	-	4,017,686	-
Contributions	2,130,977	-	2,130,977	1,617,305
Total Capital Contributions	<u>6,148,663</u>	<u>-</u>	<u>6,148,663</u>	<u>1,617,305</u>
Transfers				
Transfers in	26,968	-	26,968	1,608,014
Transfers out	(12,490)	-	(12,490)	-
Total Transfers	<u>14,478</u>	<u>-</u>	<u>14,478</u>	<u>1,608,014</u>
Change in Net Position	<u>20,261,969</u>	<u>(3,684,829)</u>	<u>16,577,140</u>	<u>4,654,968</u>
Net Position, July 1	<u>316,036,487</u>	<u>9,527,377</u>	<u>325,563,864</u>	<u>69,882,939</u>
Net Position, June 30	<u>\$ 336,298,456</u>	<u>\$ 5,842,548</u>	<u>\$ 342,141,004</u>	<u>\$ 74,537,907</u>
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			600,946	
Change in Net Position of Business-type Activities			<u>\$ 17,178,086</u>	

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



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**WASHOE COUNTY, NEVADA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities Internal Service Funds</u>
	<u>Utilities Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from customers	\$ 24,009,054	\$ 3,658,968	\$ 27,668,022	\$ 39,151,532
Cash received from other funds	3,795	-	3,795	54,045,513
Cash received from others	-	117,658	117,658	7,206,098
Cash payments for personnel costs	(3,176,274)	(3,085,096)	(6,261,370)	(4,135,161)
Cash payments for services and supplies	(8,331,443)	(4,221,533)	(12,552,976)	(93,084,325)
Cash payments from program loans	3,224	-	3,224	-
Other operating receipts	666,641	-	666,641	-
Net Cash Provided (Used) by Operating Activities	<u>13,174,997</u>	<u>(3,530,003)</u>	<u>9,644,994</u>	<u>3,183,657</u>
Cash Flows From Noncapital Financing Activities:				
Federal grants	-	-	-	544,177
Surplus equipment sales	-	-	-	39,300
Transfers from other funds	-	-	-	1,595,524
Net Cash Provided (Used) by Noncapital Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,179,001</u>
Cash Flows From Capital and Related Financing Activities				
Financing Activities:				
Hookup fees	4,087,924	-	4,087,924	-
Other capital contributions	(273)	-	(273)	-
Proceeds from asset disposition	-	-	-	248,464
Proceeds from debt issued	10,718,305	-	10,718,305	-
Principal paid on financing	(1,860,007)	-	(1,860,007)	-
Interest paid on financing	(695,855)	-	(695,855)	-
Proceeds from asset disposition	29,300	-	29,300	-
*Acquisition of capital assets	(28,127,600)	-	(28,127,600)	(3,552,769)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(15,848,206)</u>	<u>-</u>	<u>(15,848,206)</u>	<u>(3,304,305)</u>
Cash Flows From Investing Activities:				
Investment earnings (loss)	7,047,214	663,201	7,710,415	3,322,673
Deferred revenue - interest	360,528	-	360,528	-
Net Cash Provided (Used) by Investing Activities	<u>7,407,742</u>	<u>663,201</u>	<u>8,070,943</u>	<u>3,322,673</u>
Transfers In (Out)				
General Fund	26,968	-	26,968	-
Equipment Services Fund	(12,490)	-	(12,490)	-
Net Cash Provided (Used) by transfers	<u>14,478</u>	<u>-</u>	<u>14,478</u>	<u>-</u>
Net Increase (Decrease) in Cash and Cash Equivalents	4,749,011	(2,866,802)	1,882,209	5,381,026
Cash and Cash Equivalents, July 1	<u>126,804,641</u>	<u>12,855,128</u>	<u>139,659,769</u>	<u>66,352,583</u>
Cash and Cash Equivalents, June 30	<u>\$ 131,553,652</u>	<u>\$ 9,988,326</u>	<u>\$ 141,541,978</u>	<u>\$ 71,733,609</u>

(CONTINUED)

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

**WASHOE COUNTY, NEVADA
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025**

	<u>Business-type Activities - Enterprise Funds</u>			<u>Governmental Activities Internal Service Funds</u>
	<u>Utilities Fund</u>	<u>Nonmajor Enterprise Funds</u>	<u>Total</u>	
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ 7,676,367	\$ (4,347,521)	\$ 3,328,846	\$ (3,086,018)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization	5,786,900	54,524	5,841,424	4,437,094
Net pension expense	153,175	123,909	277,084	-
Net other postemployment benefits expense	(535,590)	(450,121)	(985,711)	-
Program loan interest	972	-	972	-
Construction in progress write -offs	658,897	-	658,897	-
Other nonoperating revenue	-	-	-	283,208
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	(87,281)	6,198	(81,083)	1,122,121
Due from other funds	-	-	-	(14,857)
Due from other governments	(140,495)	-	(140,495)	(10,786)
Notes receivable	2,252	-	2,252	-
Inventory	-	-	-	68,520
Other assets	-	-	-	6,647
Increase (decrease) in:				
Accounts payable	(140,117)	16,533	(123,584)	92,388
Accrued salaries and benefits	21,610	(6,167)	15,443	15,173
Compensated absences	73,604	(6,551)	67,053	52,433
Deferred revenue	-	52,004	52,004	-
Due to other governments	(272,829)	42,778	(230,051)	35
Other liabilities	(27,303)	-	(27,303)	199,209
Pending claims	-	-	-	18,490
Unearned revenue	4,835	984,411	989,246	-
Total Adjustments	5,498,630	817,518	6,316,148	6,269,675
Net Cash Provided (Used) by Operating Activities	<u>\$ 13,174,997</u>	<u>\$ (3,530,003)</u>	<u>\$ 9,644,994</u>	<u>\$ 3,183,657</u>
*Acquisition of Capital Assets Financed by Cash	\$ 28,127,600	\$ -	\$ 28,127,600	\$ 3,552,769
Capital asset value acquisition correction	-	-	-	179,528
Capital transferred from other funds	12,490	-	12,490	1,629,795
Capital Contributions received	2,130,977	-	2,130,977	-
Increase/(decrease) in liabilities	3,506,425	-	3,506,425	(193,732)
Total Acquisition of Capital Assets	<u>\$ 33,777,492</u>	<u>\$ -</u>	<u>\$ 33,777,492</u>	<u>\$ 5,168,360</u>

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

**WASHOE COUNTY
FIDUCIARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2025**

	Other Post Employment Benefit Trust Funds	Investment Trust Funds	Custodial Funds
Assets			
Current Assets:			
Cash and cash equivalents (Note 3)	\$ 2,698,981	\$ 237,406,234	\$ 37,877,734
Unrealized gain/loss	85,046	(2,698,644)	-
Investments - State of Nevada RBIF	440,519,502	-	-
Accounts receivable	-	489,511	57,523
Property tax receivable	-	-	3,725,943
Interest receivable	8,558	841,725	-
Financial assurances	-	-	39,103
Due from other governments	-	28,975,177	17,601,682
Total Current Assets	<u>443,312,087</u>	<u>265,014,003</u>	<u>59,301,985</u>
Liabilities			
Current Liabilities:			
Accounts payable	2,500	77,481	7,123,026
Accrued salaries and benefits	1,228	40,431	-
Due to other governments	-	5,407,100	11,992,959
Due to others	5,121,462	-	216,382
Due to other funds	-	14,857	-
Total Current Liabilities	<u>5,125,190</u>	<u>5,539,869</u>	<u>19,332,367</u>
Deferred Inflows of Resources			
Deferred inflows of resources related to revenue	<u>6,524</u>	<u>641,576</u>	<u>3,725,943</u>
Net Position			
Restricted for:			
Postemployment benefits other than pensions	438,180,373	-	-
Pool participants	-	258,832,558	-
Individuals, organizations, and other governments	-	-	36,243,675
Total Net Position	<u>\$ 438,180,373</u>	<u>\$ 258,832,558</u>	<u>\$ 36,243,675</u>

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

WASHOE COUNTY, NEVADA
FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED JUNE 30, 2025

	Other Post Employment Benefits Trust Funds	Investment Trust Funds	Custodial Funds
ADDITIONS			
Public transit tax	\$ -	\$ 46,155,868	\$ -
Taxes	-	-	499,559,275
Intergovernmental revenues	18,724,372	114,383,563	81,973,331
Licenses and permits	-	-	4,120
Charges for services	-	5,312,206	70,038
Fines and forfeitures	-	-	39,056,275
Miscellaneous			
Insurance premiums	4,959,869	-	-
Water surcharge	-	1,937,746	-
Reimbursements	3,946,501	10,031,275	-
Net increase (decrease) in the fair value of investments	22,756,578	5,015,779	-
Investments:			
Investment earnings	23,954,232	7,650,336	2,975
Investment costs	(111,222)	(100,790)	-
Building Income	-	-	84,750
Rental Income	-	445,624	-
Contributions	-	204,214	355,428
Other	-	10,825,475	22,086,794
Total Additions	<u>74,230,330</u>	<u>201,861,296</u>	<u>643,192,986</u>
DEDUCTIONS			
Salaries and wages	-	5,868,480	-
Services and supplies	92,909	179,870,620	8,000,134
Miscellaneous			
Payment to other agencies	33,125,907	18,835,642	615,282,713
Beneficiary payments	-	-	16,433,394
Total Deductions	<u>33,218,816</u>	<u>204,574,742</u>	<u>639,716,241</u>
Net increase (decrease) in fiduciary net position	41,011,514	(2,713,446)	3,476,745
Net Position, July 1	<u>397,168,859</u>	<u>261,546,004</u>	<u>32,766,930</u>
Net Position, June 30	<u>\$ 438,180,373</u>	<u>\$ 258,832,558</u>	<u>\$ 36,243,675</u>

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



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**NOTES TO THE
FINANCIAL STATEMENTS /
REQUIRED SUPPLEMENTARY
INFORMATION**

**NOTES TO THE FINANCIAL STATEMENTS
and
REQUIRED SUPPLEMENTARY INFORMATION**

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WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Washoe County (County) was incorporated in 1861 and is a municipality of the State of Nevada (State) governed by a five-member elected Board of County Commissioners (BCC). The major operations of Washoe County include various tax assessments and collections, judicial functions, law enforcement, certain public health and welfare functions, road maintenance, parks, libraries, and various administrative activities.

The accompanying financial statements of the County and its discretely presented component unit 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 the existing Governmental and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

A. Reporting Entity

These financial statements present the County and its component unit. Component units are legally separate organizations for which the County is financially accountable. The County currently has one discretely presented component unit, Truckee Meadows Fire Protection District (TMFPD).

Truckee Meadows Fire Protection District was formed pursuant to Chapter 474 of the Nevada Revised Statutes (NRS) and levies taxes to provide emergency medical services, structural and wildland fire suppression services, and watershed protection to the unincorporated areas of the County within TMFPD's boundaries.

Prior to July 1, 2012, Truckee Meadows Fire Protection District was considered a blended component unit of Washoe County. Although TMFPD is a legally separate organization, Washoe County is financially accountable, as defined in governmental accounting standards generally accepted in the United States of America, for Truckee Meadows Fire Protection District. Financial accountability was determined primarily by the Board of County Commissioners' participation as the governing body of TMFPD. As of July 1, 2012, Washoe County has no financial benefit or burden relationship with the TMFPD and, as such, TMFPD has been reclassified from blended component unit to discretely present component unit.

For the discretely presented component unit, the BCC is also the Board of Fire Commissioners and thus could impose their will on TMFPD. However, the County does not have a financial benefit or burden relationship with TMFPD and support activities between the County and TMFPD are reimbursed under the terms of an interlocal agreement.

Separate financial statements for TMFPD are filed at the Washoe County Clerk's Office, 1001 E. 9th Street Room A-150, Reno, Nevada 89512.

B. Basic Financial Statements – Government-wide Statements

The basic financial statements include both government-wide and fund financial statements. The reporting focus is on either the County overall reporting government or major individual funds and nonmajor funds in the aggregate. Both the government-wide and fund financial statements categorize primary activities as either governmental or business-type.

The County has one discretely presented component unit which is presented in a separate column in the government-wide statements.

The government-wide financial statements (Statement of Net Position and Statement of Activities) report information on all nonfiduciary activities of the County and its component unit. The County maintains an overhead cost allocation that is charged to operating funds based on an indirect cost analysis. This indirect cost allocation is eliminated through a separate column on the Statement of Activities to provide full-cost information for the various functions. 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. Governmental activities, which normally are supported by taxes and intergovernmental revenue, are reported separately from business-type activities, which rely to a significant extent on user fees and service charges for support.

In the government-wide Statement of Net Position, both governmental and business-type activities are presented on a consolidated basis by column and are reflected on a full accrual, economic resources basis, which recognizes all long-term assets as well as long-term debt and obligations. The County's net position is reported in three parts – net investment in capital assets, restricted net position and unrestricted net position.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions and business-type activities. Functions are also supported by general revenues (property and consolidated taxes, certain intergovernmental

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

revenues, investment earnings not legally restricted for specific programs, etc.). The Statement of Activities reduces gross expenses (including depreciation and amortization) by related program revenues. Program revenues include charges to customers or applicants for goods, services, or privileges provided; operating grants, interest and contributions; and capital grants, interest and contributions, including special assessments and investment earnings legally restricted to support specific programs. Program revenue must be directly associated with the function or business-type activity. Operating grants include operating-specific and discretionary grants while capital grants reflect capital-specific grants. The net costs (by function or business-type activity) are normally covered by general revenue.

C. Basic Financial Statements - Fund Financial Statements

The financial transactions of the County are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts. 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 fund financial statements is on major funds in either governmental or business-type activity categories. Nonmajor funds by category are aggregated into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of the assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and business-type categories combined) for the determination of major funds. County management may electively add funds as major funds, when it is determined the funds have specific community or management focus. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The County's internal service funds are presented in the proprietary funds financial statements. Because principal users of internal services are the County'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 County's fiduciary funds are presented in the fiduciary funds financial statements by type. Since, by definition, these assets are held for the benefit of a third party and cannot be used to address activities or obligations of the County, these funds are not incorporated into the government-wide statements.

The County reports the following major governmental funds:

The **General Fund** is the County's primary operating fund. It accounts for all financial resources except those accounted for in another fund.

The **Child Protective Services Fund** accounts for ad valorem taxes, grants and other revenue sources specifically appropriated to protect against the neglect, abandonment and abuse of children.

The **Other Restricted Fund** accounts for various specific resources restricted for specified purposes consistent with legal and operating requirements. Resources include: ad valorem tax apportionments for Cooperative Extension support, car rental tax for the Reno baseball stadium, court administrative assessments for court projects, and grants and restricted resources for various County departments.

Capital Improvements Fund resources are derived from financing proceeds, grants, special assessments, transfers and investment earnings, which are appropriated for various major capital projects

The County reports the following major enterprise funds:

The **Utilities Fund** accounts for reclaimed water, recharge water, wastewater and flood control utilities.

The County reports the following additional fund types:

Internal Service Funds provide for property and liability claims against the County, unemployment claims, workers' compensation claims for disability, medical and rehabilitation expenses and related costs associated with on-the-job injuries, benefits and healthcare for active and retired employees, and vehicle purchases and maintenance services provided to County departments.

Investment Trust Fund accounts for commingled pooled assets held in trust for special districts, and agencies, which use the County treasury as their depository.

Custodial Funds are custodial in nature and use the economic resources measurement focus. The funds account for assets held by the County as an agent for various local governments, special districts and individuals. Included are funds for apportioned property and sales taxes, shared revenues and other financial resources for schools, special districts, boards, and other state and

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

city agencies; funds held for wards of the Public Guardian; unclaimed assets of decedents; social security, insurance and support payments for children in the welfare system; bonds posted with the District Court; funds held for inmates housed at the County jail; unapportion taxes for other local governments; contributions from property owners for payment of no-commitment special assessment debt; water planning fees collected from regional water customers; and assets held on behalf of special districts, boards and other miscellaneous agencies.

Other Postemployment Benefit Trust Funds accounts for assets held in an irrevocable trust for the dedication of providing retirement health benefits to eligible retirees.

Interfund Activity

Interfund activity is reported as loans, services provided, reimbursements or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination for government-wide financial statement consolidation. Services provided, deemed at or near market rates, are treated as revenues and expenditures/expenses. Indirect cost allocations for support services/overhead are recorded as revenue and expense in the fund financial statements and are eliminated through a separate column in the government-wide Statement of Activities. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost. Transfers between governmental or proprietary funds are netted as part of the reconciliation to the government-wide financial statements.

During the course of operations, the County has activity between the funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column. Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

D. Measurement Focus and Basis of Accounting

The measurement focus indicates the type of resources being measured such as current financial resources or economic resources. Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized and reported in the financial statements. It 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. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of 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 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. The focus is upon determination of financial position and changes in financial position (sources, uses and balances of financial resources) rather than upon net income. 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 County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. When revenues are due but will not be collected within 60 days after year-end, the receivable is recorded and an offsetting deferred inflow of resources 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. General capital asset acquisitions are reported as expenditures in the government funds. Issuance of long-term debt is reported as other financing sources.

Governmental revenues susceptible to accrual include: ad valorem taxes, interest, grant revenues, contractual service charges and other revenues collected and distributed by the State. State distributions include consolidated taxes, government services taxes, and motor vehicle fuel taxes. Construction taxes, licenses and permits, fines, and other charges for services are recognized as revenue when they are received.

Proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The focus is upon determination of operating income, changes in net position, financial position, and cash flows, similar to businesses in the private sector. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses and depreciation of capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The Investment Trust funds and custodial funds are reported using the economic resources measurement focus and the accrual basis of accounting.

E. Financial Statement Amounts

Cash and Investments

The County manages a commingled cash and investment pool for the County, Regional Transportation Commission, the Washoe County Nevada OPEB Trust, the Truckee River Flood Management Authority and other local entities. The investment pool operates in accordance with appropriate state laws and County policy. Each fund's share in the pool is displayed in the accompanying financial statements as cash and investments. Interest is allocated to the various funds based on each fund's average cash and investment balance where it is legally required to do so. Investment earnings for all other funds are credited to the General Fund, as provided by NRS 355.170–175. In addition to the cash and investment pool, certain cash deposits and investments are held separately by several County funds and reported accordingly. Investments are reported at fair value in accordance with GASB 72 and changes in fair value are included in investment income.

For purposes of the statement of cash flows presented for proprietary funds, cash equivalents are defined as short-term, highly liquid investments, generally with original maturities of three months or less. Since all cash in proprietary funds is pooled with the rest of the County's cash and is available upon demand, all cash and investments in those funds are considered cash equivalents.

Accounts Receivables

The County recognizes no allowances for doubtful accounts as management deems the accounts are collectable based on historical experience.

Prepays

The County recognizes the Consumption Method for prepaids as it gives a more accurate measure of financial activity and resource flow. This method records the prepaid as an asset when purchased and recognizes an expenditure only when the item is actually used or consumed.

Restricted Assets

Restricted assets consist of cash and investments that are restricted in their use by bond covenants or other external agreements. They consist of remaining bond proceeds for specific capital projects, debt service obligations, a workers' compensation deposit required by State Statute and an operating reserve required under the terms of a federal grant.

Inventories

Inventories for proprietary funds are valued at the lower of cost or market on a first-in, first-out basis. For governmental funds, the County charges consumable supplies as expenditures against appropriations at the time of purchase. Any inventories of such supplies at June 30 are not material to the individual funds and are not recognized in these financial statements.

Capital Assets

Capital assets, which include land, land use rights, buildings, equipment, software and other intangibles, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Assets are recorded at historical cost or estimated historical cost. Donated capital assets, donated works of arts and similar items, and capital assets received in a service concession arrangement are reported at acquisition value. The County's capitalization level for infrastructure and intangible assets, including internally generated software, is \$100,000 and \$10,000 for all other classifications of capital assets. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

Land and construction in progress are not depreciated. Other capital assets are generally depreciated/amortized using the straight-line method over the following estimated useful lives:

	<u>YEARS</u>
Land Improvements	3-40
Building Improvements	5-40
Infrastructure	10-75
Equipment	5-20
Software and other intangibles	3-75

However, in the proprietary funds, a per-unit of production method of depreciation may be used where it is deemed a more realistic reflection of the loss of economic value for the assets being used.

Intangible right-to-use assets are considered to be either leases according to GASB 87 - "Leases" or software subscriptions according to GASB 96 - "Subscription-Based Information Technology Arrangements (SBITAs)" and have a definite useful life. They are amortized over an estimated life (shorter of the term or the useful life) that follows the Washoe county capital asset policy. Intangible right-to-use assets are reported with other capital assets and subscription assets and lease liabilities are reported with long-term debt on the statement of net position.

As used in these statements, accumulated depreciation includes amortization of Intangible right-to-use assets.

Intangible Right-to-use Assets

The County has recorded Intangible right-to-use assets as a result of implementing GASB 87, "Leases" and GASB 96, "Subscription-Based Information Technology Arrangements (SBITAs)". The Intangible right-to-use assets are initially measured at an amount equal to the initial measurement of the related lease liability at the present value of payments expected to be made during the lease term plus any lease payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The Intangible right-to-use assets are amortized on a straight-line basis over the shorter of the lease term or the useful life of the related leases.

The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases. The County monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability. Intangible right-to-use assets are reported with other capital assets and subscription liabilities are reported with long-term debt on the statement of net position.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position and Balance Sheet will sometimes report a separate section for deferred outflows of resources. This separate financial statement element represents a consumption of net assets that applies to a future period(s). The County has three types of deferred outflows of resources: 1.) the deferred charge on refunding reported in the government-wide Statement of Net Position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt, 2.) the County reports an amount related to pensions on the government-wide financial statements and 3.) the County reports an amount related to other postemployment benefits on the government-wide financial statements.

In addition to liabilities, the Statement of Net Position and Balance Sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period(s) and will not be recognized as an inflow of resources (revenue) until that time. The County has four types of deferred inflows of resources: 1.) amounts which arise only under a modified accrual basis of accounting that qualify for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in governmental funds balance sheets. The governmental funds report unavailable revenues from several sources including: property taxes, special assessments, and grant reimbursements, 2.) amounts related to leases on the government wide financial statements, 3.) amounts related to pensions on the government wide financial statement. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available and 4.) amounts related to other postemployment benefits on the government wide financial statement.

Long-term Obligations, Bond Discounts and Issuance Costs

In government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type in the Statement of Net Position. Bond premiums and discounts and any prepaid bond insurance, if applicable, are

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Prepaid bond insurance costs are reported as deferred charges and amortized over the term of the related debt. Debt issuance costs are expensed during the current period.

In fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

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, benefits (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits

The County provides other postemployment benefits (OPEB) for eligible employees through the Washoe County Retiree Health Benefit Program (RHBP), a single-employer defined benefit OPEB plan, and participates in the State of Nevada's Public Employees Benefit Plan, which is treated as a single-employer defined benefit OPEB plan for financial reporting purposes. Both plans are administered through the Washoe County, Nevada OPEB Trust (Trust), an irrevocable trust established on May 11, 2010 by the BCC. The Trust is a multiple employer trust and was created to fund and account for the participating employers' costs of retiree healthcare benefits pursuant to NRS 287.017. The County's net OPEB liability is measured as of June 30, 2024, and the total OPEB liabilities used to calculate the net OPEB liability are determined by actuarial valuations as of July 1, 2024, with the amounts rolled back to June 30, 2024.

Equity Classifications

In government-wide statements and in proprietary fund statements, equity is classified as net position and displayed in three components:

- Net investment in capital assets – Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets net of unspent financing proceeds.
- Restricted net position – Consists of equity with constraints placed on the use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
- Unrestricted net position – All other equity that does not meet the definition of "restricted" or "net investment in capital assets."

In governmental fund financial statements, fund balances are classified based primarily on the extent to which the County is bound to observe constraints imposed on the use of the resources in the funds as follows:

- Nonspendable fund balances – Consist of amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash, for example, inventories and prepaid amounts. It also includes the long-term amount of loans and notes receivable, if any.
- Restricted fund balances – Consist of amounts with constraints placed on their use either by (a) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (b) law through constitutional provisions or enabling legislation.
- Committed fund balances – Consist of resource balances with constraints imposed by formal action of the BCC through ordinance, resolution or public meeting item approval that specifically state the revenue source and purpose of the commitment. The choice of action type taken by the BCC is frequently directed by State Statutes and procedures so that any of the three types of actions noted above are considered equally binding for the BCC. Commitments can only be modified or rescinded through the same type of BCC action used to impose the restraint. Commitments can also include

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resources to meet major contractual obligations required by their nature and/or size to be approved by the BCC. These generally include major construction contracts of \$100,000 and over as well as other types of large contracts.

- Assigned fund balances – Consist of resource balances intended to be used for specific purposes by authorized County management that do not meet the criteria to be classified as restricted or committed. For governmental funds, excluding the General Fund, BCC approved resolutions authorizing the creation of the fund establish the specific purposes for which fund balances are assigned. In the General Fund, the assigned fund balance includes encumbrances approved by authorized County management that have been approved by the BCC for re-appropriation in the subsequent year. Authorized County management includes the County Manager, Assistant County Manager and elected or appointed department directors in accordance with County Ordinances and State Statutes. The assigned fund balance may also include amounts necessary to fund budgetary shortfalls in the next fiscal year from unassigned resources as approved by the BCC as part of the annual budget submitted to the State.
- Unassigned fund balances – Consist of all resource balances in the General Fund not contained in other classifications. For other governmental funds, the unassigned classification is used only to report a deficit balance resulting from specific purposes for which amounts had been restricted, committed or assigned.

Net Position and Fund Balance Flow Assumptions

When outlays for a particular purpose are funded from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources, a flow assumption must be made about the order in which the resources are considered to be applied. The County's Fund Balance Policy states that when both restricted and unrestricted resources are available for expenditure, restricted resources should be spent first unless legal requirements disallow it. When outlays are incurred for purposes for which amounts in any unrestricted fund balance classification could be used, committed funds are to be spent first, assigned funds second, and unassigned funds last.

Budgetary Stabilization

It is the County's policy to maintain a fund balance of \$4 million, for the purpose of budgetary stabilization. NRS 354.6115 authorizes the creation of a fund to stabilize operation of local governments and mitigate effects of natural disaster. The intent of this policy is to include a portion of the General Fund budgeted ending fund balance that will be committed to stabilization pursuant to NRS 354.6115. Fund balance that is committed to stabilization can be used only after approval by the BCC when unanticipated declines in the major revenue sources (consolidated and property tax revenues) are sustained for at least six months and decline from budget by 2.5% or greater as well as when unbudgeted expenditures are incurred due to a declared emergency or natural disaster. In the case of a natural disaster, the BCC must declare the emergency and State Statutes further constrain the use of these stabilization funds to specific types of outlays. In fiscal year 2018, the BCC approved using the stabilization fund balance of \$3 million to help rebuild infrastructure damages caused by the FEMA declared flooding of January and February 2017. Through the budget process for FY20, the County had replenished the General Fund stabilization reserve to the \$3 million policy. The COVID-19 pandemic, that hit the county in March 2020, resulted in County management declaring an emergency on March 16, 2020, resulting in the authorization of use of the \$3 million Stabilization Fund to pay for unexpected costs associated with the COVID-19 pandemic. On May 18, 2021, the BCC approved to replenish the General Fund stabilization reserve back to \$3 million. In FY22, the stabilization amount was increased by \$1 million for a total balance of \$4 million.

Program Revenues

Amounts reported as program revenues include 1.) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2.) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All County taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property Taxes

All real property in the County is subject to physical reappraisal every five years. Annual adjustments are made to the assessed valuation to reflect general changes in property values. The assessed valuation of the property and its improvements is computed at 35% of "taxable value" as defined by State Statute. Taxable value is defined as full cash value for land, replacement cost less straight-line depreciation for land improvements, and statutory depreciation for personal property. The maximum depreciation allowed is 75% of replacement cost.

Tax rates are levied by the BCC immediately after the Nevada Tax Commission has certified the combined tax rate and are then submitted to the County Treasurer for collection. The tax rate levied is for the current fiscal year, July 1 to June 30, and the taxes are considered a lien against real property attaching on July 1. The tax for fiscal year 2024 was due and payable on the third

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Monday in August 2023. Taxes may be paid in four installments on the third Monday in August and the first Mondays in October, January, and March. No provision for uncollectible amounts has been established since management does not anticipate any material collection loss in the year assessed, in respect to delinquent balances.

Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the State of Nevada Department of Taxation and the tax rates. The major classifications of personal property are commercial and mobile homes. In the County, taxes on motor vehicles are collected by a state agency and remitted to the County based on statutory formulas.

Compensated Absences

In proprietary funds, compensated absences are recorded when the liabilities are incurred. In governmental funds, the current portion is recorded as an expenditure. The long-term portion is accounted for in the governmental activities column of the government-wide Statement of Net Position.

The current portion of compensated absences is defined as benefits actually paid or accrued because of employees terminating employment by June 30. Agreements with various employee associations provide for payment of total accrued compensatory and vacation time in all cases. Accumulated sick leave benefits are payable to terminated employees who have accumulated a set number of hours up to a specified maximum, depending on the particular employee association.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Implementation of GASB Statement No. 101

As of July 1, 2024, the County adopted GASB Statement No. 101, "*Compensated Absences*". The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures.

Truckee Meadows Fire Protection District (TMFPD)

As of July 1, 2024, TMFPD adopted GASB Statement No. 101, "*Compensated Absences*". The primary objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The effect of the implementation of this standard on beginning net position is disclosed in Note 20.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

Annual budgets are adopted on a basis consistent with GAAP for all funds except trust and custodial funds, which do not require budgets. All annual appropriations lapse at fiscal year-end.

The County adheres to the Local Government Budget Act (NRS 354.470-626) incorporated within State Statutes and the procedures set by the Nevada Department of Taxation (NDT) to establish the budgetary data reflected in these financial statements. The BCC adopts the budget on or before June 1 and files it with the NDT.

The legal level of budgetary control is at the function level for each of the governmental funds and by the combined operating and non-operating expenses in proprietary funds. Statutes do not require that capital outlay, debt service payments and certain other non-cash transactions normally reflected in the balance sheet of proprietary funds be limited by the budget.

All budget amounts presented in these financial statements and schedules reflect the budget as amended by legally authorized revisions during the year. Original budgets are provided for the General Fund and major special revenue funds in compliance with reporting requirements. The Comptroller or Budget Manager may approve budget adjustments within a function. Budget

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adjustments between functions or funds may be approved by the Comptroller or Budget Manager with BCC notification. Adjustments that affect fund balance, increase original budget or affect the contingency account require BCC approval.

Encumbrance accounting is employed in governmental and proprietary funds. In governmental funds, encumbrances, which include purchase orders and contracts awarded for which goods and services have not been received at year-end, are reappropriated in the subsequent year and are reported as restricted, committed or assigned fund balances, as appropriate. An augmentation of \$117 million for encumbrances and restricted resources that have multiple year budgets was reappropriated in the new fiscal year.

Augmentations from beginning fund balance or previously unbudgeted resources for governmental funds in the current fiscal year were \$7.7 million. There are no augmentations in the current year for enterprise funds.

Compliance

Management believes that the County conformed to all significant statutory and administrative code constraints on its financial administration during the fiscal year. A negative balance of (\$17,283,624) appears on the General Fund under the Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual under the Total General Government Expenditures and is allowed under NRS 354.626 section J as the County had no operational control for long term obligation under a lease or contract due to the implementation of GASB 87 and 96. A negative balance of (\$22,823) appears on the General Fund under the Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual under the Total Welfare Expenditures and is allowed under NRS 354.626 section (e) Contracts between a local government and an employee covering professional services to be performed within 24 months following the date of such contract or contracts entered into between local government employers and employee organizations. A negative amount (\$557,097) appears on the Truckee River Flood Management Infrastructure Fund under the Public Safety Expenditures and this negative amount reported above is allowed under NRS 354.626 section 2 (k) – “The receipt by a local government of increased revenue that: (1) was not anticipated in the preparation of the final budget of the local government; and (2) is required by statute to be remitted to another governmental entity.” A negative variance of (\$216,640) appears in the Debt Service fund and a negative variance of (\$253,380) appears in the Special Assessment Debt Service Fund. These two negative amounts reported are allowed under the above listed NRS and NRS 354.626 section 1 “No governing body or member...in excess of the amounts appropriated for the function, other than bond repayments, medium-term obligation repayments and any other long-term contract expressly authorized by law.”

Business-Type Activities

All areas are in compliance.

Truckee Meadows Fire Protection District (TMFPD)

Actual expenditures of the District’s General Fund Debt Service Function exceeded the statutory limit by \$153,760 which appears to be a violation of NRS354.626. However, this an allowed exception under NRS 354.626.

Actual expenses of the District’s Emergency Medical Services exceeded the statutory limit by \$456,548 which appears to be a violation of NRS354.626. However, this an allowed exception under NAC 354.481.

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

NOTE 3 – CASH AND INVESTMENTS

In accordance with Nevada Revised Statutes (NRS), the County’s cash is deposited with insured banks and insured credit unions and those deposits that are not within the limits of insurance must be secured by collateral. At year end, the County’s carrying amount of deposits was \$55,796,098 and the bank balance was \$29,335,825. The difference between the carrying amount and bank balance results from outstanding checks and deposits not yet reflected in the banks’ records.

Custodial Credit Risk – Deposits

All deposits are subject to custodial credit risk, which is the risk that the County’s deposits may not be returned to it in the event of a bank failure. Bank balances were covered by the Federal Depository Insurance Corporation, the Securities Investor Protection Corporation, collateral held by the County’s agent in the County’s name or by collateral held by depositories in the name of the Nevada Collateral Pool and were not exposed to custodial credit risk. According to NRS 356.020, all monies deposited by a County Treasurer that are not within the limits of insurance provided by an instrumentality of the United States must be secured by collateral composed of the same types of securities allowed for investments which are identified below. The County participates

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in the State of Nevada Collateral Pool which requires depositories to maintain as collateral acceptable securities having a fair market value of at least 102 percent of the amount of the uninsured balances of the public money held by the depository. Under NRS 356.360, the State Treasurer manages and monitors all collateral for all public monies deposited by members of the pool.

Investments

The County has a formal investment policy (August 2023) that, in the opinion of management, is designed to ensure conformity with NRS and seeks to limit exposure to investment risks.

NRS 355.172 requires the County Treasurer or his agent to take physical possession of securities purchased as an investment by the County in the name of the County. If the securities purchased are subject to repurchase by the seller, the County may, in lieu of the requirement of possession, obtain a fully perfected, first-priority security interest having a fair market value equal to or greater than the repurchase price of the securities.

Investments are recorded at fair value. Earnings and/or losses on investments are allocated to certain funds based on average daily cash balances.

As of June 30, 2025, the County had the following investments and maturities:

	INVESTMENT MATURITIES (IN YEARS)				
	Fair Value	Less than 1	1 to 4	4 to 6	6 to 10
Investments:					
Money Market Mutual Funds	\$ 26,217,882	\$ 26,217,882	\$ -	\$ -	-
U.S. Treasury Notes	134,858,978	52,100,458	40,061,758	30,294,431	12,402,331
NV Local Government Investment Pool-ARPA	43,540,764	43,540,764	-	-	-
NV Local Government Investment Pool	6,787,980	6,787,980	-	-	-
NV Retirement Benefit Investment Fund (OPEB Trust)	440,519,502	440,519,502	-	-	-
U.S. Agency Bonds/Notes/MBS/CMO	411,895,570	87,898,655	172,177,156	111,871,978	39,947,781
Asset Backed Securities/Collateralized Mortgage Obligations	165,662,283	17,523,074	87,511,732	47,219,090	13,408,387
Corporate Notes/Commercial Paper	161,095,464	74,336,742	62,168,171	24,590,551	-
Total Investments	1,390,578,423	748,925,057	361,918,817	213,976,050	65,758,499
Total Cash (includes TMFPD)	55,796,098	55,796,098	-	-	-
Total Cash and Investments¹	\$ 1,446,374,521	\$ 804,721,155	\$ 361,918,817	\$ 213,976,050	\$ 65,758,499

¹Total cash and investments include restricted cash, purchased interest, Truckee Meadows Fire Protection District, the NV Local Government Investment Pools and the Retirement Benefits Investment Fund.

The NV Local Government Investment Pools (LGIP) and LGIP (ARPA) are unrated external pools regulated by Nevada Revised Statute 355, administered by the State Treasurer with oversight by the State of Nevada Board of Finance. The County deposits monies with the State Treasurer to be pooled with monies of other local governments for investment in the local government pooled investment fund. The County's investment in the LGIP is equal to its original investment plus monthly allocation of interest income and realized/unrealized gains and losses, which is the same as the value of the pool shares. As of June 30, 2025, Washoe County's balance in LGIP was \$50,328,744 and had a weighted maturity of 49.5 days.

The State of Nevada Retirement Benefits Investment Fund (RBIF) is also an unrated external investment pool. The OPEB Trust's investment in the RBIF is reported at its net proportional share of RBIF's underlying portfolio (U.S. stocks, international stocks, and U.S. bonds) at June 30, 2025. Bank of New York Mellon determines the fair value of the investment pool monthly. Investments in the RBIF are classified as cash and investments in the Statements of Fiduciary Net Position; they can be withdrawn once per month, with five business days written notice, in an amount equal to the original investment plus or minus the monthly allocation of interest and dividend income and realized and unrealized gains and losses. The RBIF allocates earnings (which include realized and unrealized gain or loss, interest, dividends, and other income) and expenses (both administrative and investment) to each participant according to their proportional share in the RBIF. All money deposited into the RBIF is at the Trust's discretion. Complete financial information on the RBIF as of June 30, 2025 can be obtained by contacting the Retirement Benefits Investment Board, 693 W. Nye Lane, Carson City, Nevada, 89703.

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. This risk can be reduced by diversifying the durations of the fixed-income investments that are held at a given time. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy requires twelve to eighteen months of projected cash flow to be in investments maturing in one year or less. Investments maturing in less than one year at June 30,

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2025 were 52% of the County's total cash and investments. The County's strategic investment plan seeks to obtain the desired average maturity of 2 to 4 years. The weighted average maturity at June 30, 2025, was 1.63 years.

The County invests in the following types of securities that are, considered to be highly sensitive to interest rate changes:

<u>Investment</u>	<u>Fair Market Value</u>	<u>% of Total</u>
<u>U.S. Agency Mortgage Backed Securities and Collateralized Mortgage Obligations</u> When interest rates fall, mortgages are refinanced and paid off early and the reduced stream of future interest payments diminish fair value.	\$ 165,355,518	11.9%
<u>Callable U.S. Agency and Corporate Note Securities</u> On specified dates the issuer can call the security. Because they are subject to early repayment, the fair value of these securities is more sensitive in a period of declining interest rates.	87,429,437	6.3%
Total	\$ 252,784,955	

Credit Risk

NRS allows investments in obligations of the U.S. Treasury and U.S. agencies, municipal bonds issued by local governments of the State, corporate bonds rated "A" or better by a nationally recognized rating service, commercial paper rated "A-1," "P-1" or better by a nationally recognized rating service, repurchase agreements, certificates of deposit, money market mutual funds rated "AAA" by a nationally recognized rating service or other securities in which banking institutions may legally invest.

As of June 30, 2025, the County's investments are rated as follows:

<u>S&P Rating</u>	<u>Money Market Mutual Funds</u>	<u>U.S. Treasury Securities</u>	<u>U.S. Agencies</u>	<u>Corporate Notes/ Commercial Paper</u>	<u>Asset Backed Securities/ Collateralized Mortgage Obligations</u>	<u>NV Local Government Investment Pool</u>	<u>RBIF</u>	<u>Fair Value</u>
AAAm	\$ 23,792,245	-	-	-	-	-	-	\$ 23,792,245
AAA	-	-	16,135,020	-	119,525,469	-	-	135,660,489
AA+	-	86,467,078	395,760,550	17,550,521	-	-	-	499,778,149
AA	-	-	-	5,209,724	-	-	-	5,209,724
AA-	-	-	-	14,001,858	-	-	-	14,001,858
A-2	-	-	-	9,997,600	-	-	-	9,997,600
A+	-	-	-	4,990,342	-	-	-	4,990,342
A	-	-	-	53,199,183	-	-	-	53,199,183
A-	-	-	-	5,124,077	-	-	-	5,124,077
A-1+	-	48,391,900	-	14,951,970	2,426,941	-	-	65,770,811
A-1	-	-	-	30,953,300	-	-	-	30,953,300
BBB+	-	-	-	5,116,889	-	-	-	5,116,889
Unrated	2,425,637	-	-	-	43,709,873	50,328,744	440,519,502	536,983,756
	\$ 26,217,882	\$ 134,858,978	\$ 411,895,570	\$ 161,095,464	\$ 165,662,283	\$ 50,328,744	440,519,502	\$ 1,390,578,423

Concentration of Credit Risk

The investment portfolio shall be diversified to eliminate the risk of loss resulting from an over concentration of assets in a specific maturity, a specific issuer or a specific class of securities. Maturities selected shall provide for stability of income and reasonable liquidity. Diversification strategies shall be determined and revised periodically by the Investment Committee.

Investment maturities for funds shall be scheduled to coincide with projected cash flow needs, taking into account large routine expenditures (payroll, bond payments) as well as considering sizable blocks of anticipated revenue (property tax apportionment, consolidated tax distributions). Any known, but non-routine, expenses and revenues will also be considered.

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As of June 30, 2025, the following investments exceeded 5% of the County's total:

FFCB	6.9%
U.S. Treasury Securities	15.0%
FHLB	8.4%

External Investment Pool

Pooled investments are carried at fair value determined by quoted market prices, net of accrued interest. All pooled investments are physically collateralized and held by Wells Fargo Bank.

The County administers an external investment pool combining County money with voluntary investments from Truckee Meadows Fire Protection District, Regional Transportation Commission, Western Regional Water Commission, Washoe County, Nevada OPEB Trust, Truckee River Flood Management Authority, the Library Investment Fund, and the Deferred Compensation Fund. The BCC has overall responsibility for investment of County funds, including the Investment Trust Fund, in accordance with NRS 355.175. The Washoe County Chief Investment Official is the Washoe County Treasurer, under authority delegated by the BCC. The Investment Committee, created by Washoe County Code Section 15.220, has been delegated the investment decision making authority in the County and serves also in an advisory capacity to the Treasurer and BCC. The external investment pool is not registered with the SEC as an investment company Buckhead Capital Management determines the fair value of the County investments monthly. The County has not provided or obtained any legally binding guarantees during the period to support the value of shares.

The participants' share and redemption value are calculated using the same method. Each participant's share is equal to their investment plus or minus the monthly allocation of net income, realized and unrealized gains and losses. The determination of realized gains and losses is independent of the determination of the net change in the fair value of investments. Gains and losses of the current period include unrealized amounts from prior periods.

Investments held in the external investment pool on June 30, 2025 were:

Investment Type	Fair Value	Principal Amount/ No. of Shares	Rate	Maturity Dates
U. S. Treasury Securities	\$ 134,858,978	\$ 138,900,000	.00 - 4.375%	07/01/2025-05/15/203
NV Local Government Investment Pool	50,328,744	50,328,744	0	7/1/2025
Fed Agency Bonds/Notes	411,895,570	422,578,453	.375 - 5.40%	07/21/2025-09/10/203
Money Market Funds	26,217,882	23,630,690	4.18%	7/1/2025
Asset Backed Securities/Collateralized Mortgage	165,662,283	164,381,559	.720 - 6.220%	01/15/2026-03/21/203
Corporate Notes/Commercial Paper	161,095,464	159,992,000	.750 - 5.350%	11/13/2025-05/12/203
Total Investments in Pool	\$ 950,058,921			

Note: Contains purchased interest

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External Investment Pool
Statement of Net Position as of June 30, 2025

Assets:		FY2025
Cash	\$	29,786,532
Investments:		
Money Market Mutual Funds		26,217,882
U.S. Treasury Securities		134,858,978
NV Local Government Investment Pool		6,787,980
NV Local Government Investment Pool-ARPA		43,540,764
U.S. Agency Securities		411,895,570
Collateralized Mortgage Obligations/Asset Backed Securities		165,662,282
Corporate Notes		161,095,464
Interest Receivable		<u>3,460,632</u>
Total Assets	\$	<u><u>983,306,084</u></u>
Net Position:		
Internal participants	\$	726,221,841
Component Units:		
Truckee Meadows Fire Protection District		21,534,928
External participants		<u>235,549,315</u>
Total Net Position Held in Trust for Pool Participants (\$1.00/par)	\$	<u><u>983,306,084</u></u>

External Investment Pool
Statement of Changes in Net Position for the Year Ended June 30, 2025

Additions:		FY25
Investment earnings	\$	31,082,543
Net realized gain (loss) on investments		3,956,247
Net increase (decrease) in fair value of investments		<u>21,606,761</u>
Increase in net position resulting from operations		56,645,551
Net capital share transactions		<u>29,212,668</u>
Change in Net Position		27,432,883
Net Position, July 1		<u>955,873,201</u>
Net Position, June 30	\$	<u><u>983,306,084</u></u>

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Investments are recorded at fair value and the following table shows the Fair Value Measurements used:

Investments Measured at Fair Value June 30, 2025			
	Total	Fair Value Measurement Using:	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)
Investments by fair value level			
Debt securities			
Money Market Mutual Funds	\$ 26,217,882	\$	\$ 26,217,882.00
U.S. Treasury Securities	134,858,978	134,858,978	-
U.S. Agency Securities	411,895,570	145,521,280	266,374,290
Collateralized Mortgage Obligations/Asset Backed Securities	165,662,283	-	165,662,283
Corporate Notes/Commercial Paper/Municipalities	161,095,464	-	161,095,464
Total investments by fair value level	<u>\$ 899,730,177</u>	<u>\$ 280,380,258</u>	<u>\$ 593,132,037</u>
Investments not required to be measured at fair value:			
NV Local Government Investment Pool	6,787,980		
NV Local Government Investment Pool-ARPA	43,540,764		
NV Retirement Benefit Investment Fund	440,519,502		
Total Investments	<u>\$ 1,390,578,423</u>		

Debt and equity securities classified in level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities. Investments categorized as Level 2 are valued at fair value based on the observable market prices on the underlying assets held by the pool or fund less liabilities. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable assets, liabilities, or a group of assets and liabilities.

Truckee Meadows Fire Protection District (TMFPD)

Truckee Meadows Fire Protection District is a voluntary participant in the Washoe County Investment Pool (WCIP) and had cash of \$54,068 and investments of \$21,457,855 as of June 30, 2025.

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NOTE 4 – RESTRICTED CASH AND INVESTMENTS

Restricted cash and investments include amounts restricted for future debt service and reserves as required by bond covenants and ordinances; reserves restricted for projects for the HUD Neighborhood Stabilization Program; and reserves restricted for workers' compensation claims pursuant to NRS 616B.300. Restricted cash and investments at June 30, 2025, were as follows:

	<u>Debt Service and Reserves</u>	<u>Projects</u>	<u>Claims</u>	<u>Total</u>
<u>Governmental Funds and Governmental Activities</u>				
General Fund	\$ 750,000	\$ -	\$ -	\$ 750,000
Indigent Tax Levy Fund	-	35,060	-	35,060
Total Governmental Funds	750,000	35,060	-	785,060
Internal Service Funds:				
Risk Management Fund	-	-	3,892,000	3,892,000
Total Governmental Activities	750,000	35,060	3,892,000	4,677,060
<u>Proprietary Funds and Business-type Activities</u>				
Utilities Fund	1,487,481	-	-	1,487,481
Total Restricted Cash and Investments	\$ 2,237,481	\$ 35,060	\$ 3,892,000	\$ 6,164,541

Truckee Meadows Fire Protection District (TMFPD)

Truckee Meadows Fire Protection District (TMFPD) had restricted cash and investments in the amount of \$446,240 in the Debt Service fund for the payment of principal and interest on bond issues. Restricted cash and investments of \$1,872,434 in the Capital Projects fund is restricted bond proceeds for the construction of an "apparatus bay".

NOTE 5 – LONG-TERM ASSETS, DEPOSITS AND OTHER ASSETS

Governmental Activities

Long-term assets, deposits and other assets, in governmental funds total \$30,927,092, which includes \$30,662,637 in long term opioid settlements and \$3,260,673 in opioid settlements as a short-term receivable and \$224,455 in prepaid bond insurance and \$40,000 in deposits were recorded as long-term assets. \$163,541 is recorded as a deposit and other assets.

Business-type Activities

Long-term assets in business-type activities include \$33,922 in long-term receivables in the Utilities Fund.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2025 was as follows:

	<u>07/01/24</u>	<u>Increases</u>	<u>Decreases</u>	<u>06/30/25</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land	158,221,351	836,646	-	159,057,997
Construction in Progress	83,456,134	39,516,739	5,967,453	117,005,420
Total capital assets not being depreciated	<u>241,677,485</u>	<u>40,353,385</u>	<u>5,967,453</u>	<u>276,063,417</u>
Capital assets being depreciated:				
Land improvements	74,824,945	3,256,432	-	78,081,377
Buildings / Improvements	348,111,243	308,453	-	348,419,696
Infrastructure	639,093,230	11,152,994	-	650,246,224
Equipment	122,774,049	8,409,263	6,420,541	124,762,771
Software	22,002,807	-	-	22,002,807
Other	25,140,098	22,133,906	-	47,274,004
Total capital assets being depreciated	<u>1,231,946,372</u>	<u>45,261,048</u>	<u>6,420,541</u>	<u>1,270,786,879</u>
Less accumulated depreciation for:				
Land improvements	59,489,833	1,768,506	-	61,258,339
Buildings / Improvements	208,545,573	8,859,391	-	217,404,964
Infrastructure	568,356,311	9,246,791	-	577,603,102
Equipment	90,651,849	7,846,053	3,617,904	94,879,998
Software	20,850,632	309,433	-	21,160,065
Other	8,337,666	4,977,509	-	13,315,175
Total accumulated depreciation	<u>956,231,864</u>	<u>33,007,683</u>	<u>3,617,904</u>	<u>985,621,643</u>
Net capital assets being depreciated	<u>275,714,508</u>	<u>12,253,365</u>	<u>2,802,637</u>	<u>285,165,236</u>
Governmental activities capital assets, net	<u>517,391,993</u>	<u>52,606,750</u>	<u>8,770,090</u>	<u>561,228,653</u>

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

* Intangible right-to-use assets activity for the Governmental Funds for the year ended June 30, 2025 was as follows:

	<u>Balance</u> <u>July 1, 2024</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>June 30, 2025</u>
Intangible right-to-use assets being amortized				
Leased equipment	\$ 3,017,542	\$ 222,185	\$ -	\$ 3,239,727
Leased office space	11,927,533	831,153	-	12,758,686
Leased land/other	353,786	-	-	353,786
Software Subscriptions	9,289,470	21,080,568	-	30,370,038
Total right-to-use leased assets	<u>24,588,331</u>	<u>22,133,906</u>	<u>-</u>	<u>46,722,237</u>
Less accumulated amortization for:				
Leased equipment	1,543,673	594,991	-	2,138,664
Leased office space	3,468,734	1,933,046	-	5,401,780
Leased land/other	182,970	170,816	-	353,786
Software Subscriptions	2,590,522	6,052,845	-	8,643,367
Total accumulated amortization	<u>\$ 7,785,899</u>	<u>\$ 8,751,698</u>	<u>\$ -</u>	<u>\$ 16,537,597</u>

Intangible right-to-use assets activity for the Internal Service Fund for the year ended June 30, 2025 was as follows:

Intangible right-to-use assets being amortized				
Leased equipment	\$ 551,767	\$ -	\$ -	\$ 551,767
Total right-to-use assets	<u>551,767</u>	<u>-</u>	<u>-</u>	<u>551,767</u>
Less accumulated amortization for:				
Leased equipment	551,767	-	-	551,767
Total accumulated amortization	<u>\$ 551,767</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 551,767</u>
Total of governmental activities intangible right-to-use assets:				
Leased equipment	\$ 3,569,309	\$ 222,185	\$ -	\$ 3,791,494
Leased office space	11,927,533	831,153	-	12,758,686
Leased land/other	353,786	-	-	353,786
Software Subscriptions	9,289,470	21,080,568	-	30,370,038
Total right-to-use leased assets	<u>\$ 25,140,098</u>	<u>\$ 22,133,906</u>	<u>\$ -</u>	<u>\$ 47,274,004</u>
Less accumulated amortization for:				
Leased equipment	\$ 2,095,440	\$ 594,991	\$ -	\$ 2,690,431
Leased office space	3,468,734	1,933,046	-	5,401,780
Leased land/other	182,970	170,816	-	353,786
Software Subscriptions	2,590,522	6,052,845	-	8,643,367
Total accumulated amortization	<u>\$ 8,337,666</u>	<u>\$ 8,751,698</u>	<u>\$ -</u>	<u>\$ 17,089,364</u>

Depreciation/Amortization expense was charged to functions/programs for the governmental activities for FY25 as follows:

Governmental Activities:	
General government	\$ 10,641,616
Judicial	1,811,270
Public safety	5,856,274
Public works	10,617,633
Health and sanitation	286,622
Welfare	1,330,157
Culture and recreation	<u>2,464,111</u>
Total Depreciation/Amortization Expense - Governmental Activities	<u>\$ 33,007,683</u>

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

	<u>Beginning Balances</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
<u>Capital Assets - Business-type Activities</u>				
Capital assets not being depreciated:				
Land and land use rights	\$ 8,371,856	\$ 164,072	\$ -	\$ 8,535,928
Plant capacity	825,150	-	-	825,150
Construction in progress	55,169,841	52,594,695	43,082,462	64,682,074
Total capital assets not being depreciated	64,366,847	52,758,767	43,082,462	74,043,152
Capital assets being depreciated:				
Land improvements	7,053,090	-	-	7,053,090
Buildings/improvements	60,771,984	-	-	60,771,984
Infrastructure	192,972,590	23,348,681	-	216,321,271
Equipment	1,744,299	93,611	25,101	1,812,809
Software	1,076,630	-	-	1,076,630
Plant, well capacity	2,368,822	-	-	2,368,822
Total capital assets being depreciated	265,987,415	23,442,292	25,101	289,404,606
Less accumulated depreciation for:				
Land improvements	4,921,930	165,231	-	5,087,161
Buildings/improvements	26,593,011	1,157,103	-	27,750,114
Infrastructure	56,313,035	4,343,365	-	60,656,400
Equipment	1,103,026	96,443	12,609	1,186,860
Software	1,031,698	19,858	-	1,051,556
Plant, well capacity	1,726,438	59,221	-	1,785,659
Total accumulated depreciation	91,689,138	5,841,221	12,609	97,517,750
Net capital assets being depreciated	174,298,277	17,601,071	12,492	191,886,856
Business-type activities capital assets, net	\$ 238,665,124	\$ 70,359,838	\$ 43,094,954	\$ 265,930,008

Depreciation expense was charged to functions/programs for business activities for FY25 as follows:

Business-Type Activities:	
Utilities	\$ 5,786,698
Building and safety	20,058
Golf courses	34,465
Total Depreciation Expense - Business-type Activities	\$ 5,841,221

Net capital assets at June 30, 2025, for the discretely presented component unit (TMFPD) were:

	<u>Truckee Meadows Fire Protection District Governmental</u>	<u>Truckee Meadows Fire Protection District Business-Type</u>
<u>Net Capital Assets</u>		
Capital assets not being depreciated	\$ 15,114,950	\$ -
Capital assets being depreciated, net	29,417,751	1,838,516
Net subscription assets	501,365	-
Capital assets, net	\$ 45,034,066	\$ 1,838,516

Depreciation/amortization expense of \$2,092,315 was charged to the public safety function of the governmental activities and \$213,513 was charged to the public safety function of the business-type activities.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

NOTE 7 – COMMITMENTS, CONTINGENCIES, AND OTHER LIABILITIES

Commitments

The County utilizes encumbrance accounting to identify fund commitments. Major commitments, generally contracts in excess of \$100,000, are entered into for construction projects or longer-term service arrangements that can span several years.

Construction in progress and major commitments for governmental activities and business-type activities are:

	<u>CIP Balance</u> <u>June 30, 2025</u>	<u>Major</u> <u>Commitments</u>
<u>Governmental Funds and Governmental Activities</u>		
Major Governmental Funds:		
General Fund:		
Service contracts	\$ -	\$ 2,346,569
Child Protective Services		
Case management and support services	-	4,889
Other Restricted		
Service contracts	-	9,337,125
	<u> </u>	<u> </u>
Total Major Governmental Funds	\$ -	\$ 11,688,583
	<u> </u>	<u> </u>
Nonmajor Governmental Funds:		
Special Revenue Funds:		
Service contracts	-	2,113,843
Case management and support services	-	42,824
	<u> </u>	<u> </u>
Total Special Revenue Funds	\$ -	\$ 2,156,667
	<u> </u>	<u> </u>
Internal Service Funds:		
Service contracts	-	1,453,620
Vehicles and equipment	3,948,620	486,087
	<u> </u>	<u> </u>
Total Internal Service Funds	\$ 3,948,620	\$ 1,939,707
	<u> </u>	<u> </u>
Capital Projects Funds:		
Building infrastructure projects	20,587,786	34,833,546
Parks and open space projects	7,833,399	-
Public safety communications, technology	24,461,710	-
Community services projects	57,823,740	-
Technology improvements	2,350,165	-
	<u> </u>	<u> </u>
Total Capital Projects Funds	\$ 113,056,800	\$ 34,833,546
	<u> </u>	<u> </u>
Total Governmental Funds / Governmental Activities	\$ 117,005,420	\$ 50,618,503
	<u> </u>	<u> </u>
<u>Business-Type Funds:</u>		
Utility/Building and Safety		
Service contracts	64,682,074	-
Building infrastructure projects	-	23,345,053
	<u> </u>	<u> </u>
Total Business-Type Funds	\$ 64,682,074	\$ 23,345,053
	<u> </u>	<u> </u>

Contingencies

The County is involved in various lawsuits. The outcome of these lawsuits is not presently determinable; however, management does not anticipate that they would materially impact the financial position of the County.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

The County is contingently liable on the following Reno-Sparks Convention & Visitors Authority (RSCVA) bonds:

RSCVA Refunding Bonds, Series 2021A	\$ 50,140,000
Total RSCVA Bonds	\$ 50,140,000

Although the County is contingently liable for the general obligation bonds of RSCVA in the event of a default, it is anticipated that RSCVA resources would be reallocated to retire the bonds. Therefore, management believes that the likelihood of the County assuming the debt is remote.

Other Liabilities

Governmental Activities

Other liabilities in governmental activities consist in the General Fund of deposits of \$4,891,193, tax refunds of \$40,845 and \$813,058 in purchasing card clearing transactions for a total of \$5,745,096 in the General Fund. There is \$10,085 in Child Protective Services Fund and \$113,280 in Other Restricted Fund for customer and security deposits. There is \$45,030 in other nonmajor governmental funds consisting of \$36,958 in the Animal Services Fund, \$965 in the Senior Services Fund, and \$7,107 in the Special Assessment Debt Service Fund. There is \$16,150 in the Other Nonmajor Governmental Funds due to others. There are deposits of \$505,206 in the Other Nonmajor Government Funds associated with the Roads fund and there is \$474,931 recorded in the Health Benefits Fund, an internal service fund.

Business-type Activities

Other liabilities in business-type activities include \$817,937 for customer deposits consisting of \$813,937 in the Utilities Fund and \$4,000 in the Building and Safety Fund.

Truckee Meadows Fire Protection District (TMFPD)

On June 23, 2020, TMFPD entered into an Interlocal Agreement to provide for financing, development, operation, and management of the Washoe County Regional Communications P25 Radio System. Under the terms of the agreement, TMFPD has committed to paying for an allocated portion of Washoe County’s debt obligation to upgrade the existing radio communication system to address new technology requirement and aging/availability issues, radio coverage, and mutual aid interconnection. TMFPD paid Washoe County \$69,215 during the fiscal year ending June 30, 2025. TMFPD’s remaining payments to Washoe County for their portion of the debt is \$540,820 in principal and \$85,528 in interest and \$31,502 in reserve with average annual payments of \$65,785 over the remaining term of 10 years.

On February 4, 2025, the District entered into an amendment to the Interlocal Agreement to provide for financing, development, operation, and management of the Washoe County Regional Communications P25 System. Under this amendment, the District has committed to paying for an allocated portion of Washoe County’s increased debt obligation for increased construction costs. Under the terms of the amendment, the District will pay Washoe County \$92,154 in fiscal year 2025/2026 and \$86,075 in fiscal year 2026/2027 for a total commitment of \$178,229.

As of June 30, 2025, the District has entered into three Memorandums of Understanding (MOU) with Apple Inc for the design, pre-construction, and construction of a fire station. Under the terms of the MOUs, the District is required to build a new fire station. The District and Apple Inc have mutually agree upon design professionals, contractors, and associated costs. Apple Inc will provide reimbursement to the District for costs to design and build the fire station except for the portion related to an expanded scope to include three additional bedrooms and one additional apparatus bay. MOU Phase #1 provides for a limit of \$192,000 for project design and pre-construction and \$20,000 for other fees for reimbursement. MOU Phase #2, including amendments, provides for a limit of \$2,084,300 for architecture, design and project management and \$80,000 for applications and permits. MOU Phase #3 provides for a limit of \$362,852.50 for professional consulting services, \$16,328,109 for construction costs, and \$192,782 for a power line extension. Amounts in excess of these costs may not be reimbursed.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

NOTE 8 – UNEARNED REVENUE AND DEFERRED INFLOWS OF RESOURCES

Unearned revenue in connection with resources that have been received, but not yet earned is reported as a liability for governmental activities.

Deferred inflows of resources represent an acquisition of net position that applies to a future period or periods and so will not be recognized as an inflow of resources (revenue) until that time. Governmental funds reported \$47.1 million in deferred inflows of resources related to unavailable revenue.

At the end of the current fiscal year, major components of unavailable and unearned revenue reported for governmental funds were as follows:

	<u>General Fund</u>	<u>Child Protective Services Fund</u>	<u>Other Restricted Fund</u>	<u>Capital Improvements Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Liabilities						
Unearned revenue:						
Grants revenue	\$ -	\$ -	\$ 33,216,764	\$ -	\$ 2,200,506	\$ 35,417,270
Total Unearned Revenue	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 33,216,764</u>	<u>\$ -</u>	<u>\$ 2,200,506</u>	<u>\$ 35,417,270</u>
Deferred Inflows of Resources						
Unavailable revenue:						
Grants and other revenue	761,891	4,263,323	35,354,765	2,622,496	2,443,544	45,446,019
Ad valorem taxes	\$ 1,378,359	\$ 48,607	\$ 12,154	\$ -	\$ 225,956	\$ 1,665,076
Total Unavailable Revenue	<u>\$ 2,140,250</u>	<u>\$ 4,311,930</u>	<u>\$ 35,366,919</u>	<u>\$ 2,622,496</u>	<u>\$ 2,669,500</u>	<u>\$ 47,111,095</u>

Unearned revenue in business-type activities amounts to \$2,237,387, which consists of \$188,110 for water rights leases and unearned utility revenue in the Utilities Fund and of \$2,020,000 for unearned permit fees and plan checks fee revenue in the Building and Safety fund and \$29,277 in the Golf Fund.

Discretely Presented Component Unit

At the end of the current fiscal year, Truckee Meadows Fire Protection District had unearned revenue in their General Fund of \$89,498 and in the Capital Projects Fund of \$516,546 for a total of \$606,044 for FY25.

At the end of the current fiscal year, Truckee Meadows Fire Protection District had unavailable revenue in their General Fund of \$2,506,186, Emergency Fund of \$250,413 and Capital Projects Fund of \$18,894 for a total of \$2,775,493 for FY25.

NOTE 9 – LONG-TERM OBLIGATIONS

Current Refundings

Washoe County had no refundings for the current fiscal year ending June 30, 2025.

Bond Redemptions

The County called \$70,000 in special assessment bonds for early redemption as funds were made available from the early payoff of special assessments.

Defeasance/Early Extinguishment of Debt

The County defeased certain general obligation debt by placing funds from unspent bond proceeds, existing resources and the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on certain previously issued bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the County's financial statements.

As of June 30, 2025, the County had no remaining balances for the defeased portion of past bond issues.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

Revenue Bonds

The County has pledged specific revenues to repay bonds in governmental and business-type activities.

Governmental Activities

The County has pledged 15% of the consolidated tax revenue receipts for the repayment of various General Obligation Revenue bonds consisting of the Refunding Bonds Series 2022B, issued between fiscal years 2004 and 2022; Medical Examiner Building Bonds Series 2015A; Safety Refunding 2016B, Nevada Shared Radio System Bonds 2020 and Building and Park Refunding 2020B. The total principal and interest remaining to be paid on the bonds is \$34,288,430 payable through fiscal year 2036. For the current year, principal and interest paid from pledged revenues for the bonds totaled \$6,635,031 and pledged revenues totaled \$24,441,622.

The County has pledged future infrastructure sales tax revenues to repay \$22.8 million in Flood Control Series 2021B and Sales Tax Revenue Refunding Series 2016A bonds. Proceeds from the bonds provided financing for expansion of, and improvements to, the flood control system. The bonds are intended to be paid solely from infrastructure tax revenues and are payable through fiscal year 2036. Annual principal and interest payments on the bonds are expected to require as much as 17% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$17,358,075. For the current year, principal and interest paid for the bonds totaled \$2,488,225 and pledged revenues totaled \$15,385,602.

The County has pledged future car rental fees to repay the direct placements of \$18.5 million of Senior Lien Car Rental Revenue bonds and \$10.0 million Subordinate Lien Car Rental Fee Capital Appreciation Revenue Bonds (Minor League Baseball Stadium Project) Series 2008. Proceeds from the bonds provided financing to acquire, improve, equip, operate, and maintain within the County a minor league baseball stadium project. The direct placement bonds are intended to be paid solely from car rental fee revenues and are payable through fiscal year 2050. Annual principal and interest payments on the bonds are expected to require 100% of the car rental fee revenue. The total principal and interest remaining to be paid on the Senior Lien Car Rental Fee Revenue Bonds is \$5.9 million. For the current year, principal and interest paid for the Senior Lien bonds totaled \$1,832,544 and pledged revenues totaled \$2,222,939. Total principal and interest at June 30, 2025, on the Subordinate Lien Car Rental Fee Capital Appreciation Revenue Bonds is \$28 million. For the current fiscal year, a principal payment of \$441,437 was paid on the bonds on December 1, 2024.

Business-Type Activities

The County has pledged future utility customer revenues and connection fees and investment earnings, net of specified operating expenses, to repay \$17.4 million in direct borrowing utility system revenue bonds issued in fiscal year 2015. Proceeds from the bonds provided financing for expansion of, and improvements to, the utility system. The direct borrowing bonds are intended to be paid solely from utility customer net revenues and are payable through fiscal year 2027.

On December 31, 2014, in connection with the divestment of the water operations, the County amended the bond ordinances authorizing the outstanding general obligation (limited tax) sewer bonds to pledge the net revenues of the Utilities Fund excluding water reserves.

The County authorized up to \$50 million of bonds through the State of Nevada Revolving Fund Program (SRF). On May 27, 2020, the County issued \$27 million of maximum principal bonds payable through fiscal year 2050. On January 13, 2022, the County issued \$23 million of maximum principal bonds and made draws during FY22 of \$83,408, FY23 of \$12,198,287 and one final draw for FY25 of \$10,718,305. On October 8, 2024, the County issued \$23 million of maximum principal bonds payable through fiscal year 2052.

Principal and interest on the Sewer Bonds are payable from the pledged revenues of the Utilities Fund. There is no impact on the ad valorem tax rate so long as net pledged revenues are sufficient to pay debt service. Annual principal and interest payments on the sewer bonds are expected to require as much as 16% of the utility's net revenues. The total principal and interest remaining to be paid on the sewer bonds is \$58,759,882. For the current year, principal and interest paid for the sewer and water bonds totaled \$2,555,864. Net pledged revenues totaled \$21,043,072.

Special Assessment Debt

Special assessment bonds are issued to finance improvements that benefit taxpayers in the defined area. Bonds are repaid from assessments levied against these taxpayers and are secured by their real property. In case of deficiencies, the County's General Fund and taxing power further secure all bonds (NRS 271.495). There were no delinquent special assessments outstanding as of June 30, 2025.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

The County has pledged future assessment revenues levied on special assessment districts throughout the County to repay \$10.3 million in various local improvement bonds issued between fiscal years 2007 and 2011. Proceeds from the bonds provided financing for improvements in roads, water and sewer infrastructure in the various districts. The bonds are intended to be paid solely from assessment revenues and are payable through fiscal year 2032. Annual principal and interest payments on the bonds are expected to require as much as 71% of the assessment revenues. The total principal and interest remaining to be paid on the bonds is \$1,213,760. For the current year, principal and interest paid for the bonds totaled \$281,907 and pledged revenues totaled \$396,017.

Legal Debt Margin

The statutory Washoe County debt limit is 10% of the assessed value of all taxable property in Washoe County, as set forth in Chapter 244A.059 of the Nevada Revised Statutes. For the fiscal year ended June 30, 2025, the Legal Debt Margin is \$2.9 billion.

Conduit Debt Obligations

The County has issued several series of revenue bonds for public and private sector activity in the public interest. The public sector revenue bonds are for the cost of constructing and maintaining certain streets and highways in the County. The revenue bonds are paid solely from certain taxes on motor vehicle fuel collected in the County. Private sector revenue bonds have been used for water and gas facilities and hospital facilities. The revenue bonds are paid solely from the revenue derived from the projects for which they were issued. The public and private revenue bonds do not become liabilities of the County under any condition and are therefore excluded from the County's financial statements except for the Reno-Sparks Convention & Authority (RSCVA) debt. (See note 7)

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

Outstanding balances at June 30, 2025 follow:

	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Principal Outstanding</u>
Public Sector			
Reno-Sparks Convention & Visitors Authority (RSCVA)			
RSCVA Refunding bonds, Series 2021A	4/6/2021	\$ 65,760,000	\$ 50,140,000
Regional Transportation Commission:			
Highway Revenue Bonds Series 2010E	12/16/2010	\$ 58,775,000	\$ 58,775,000
Highway Revenue Bonds Series 2010F	12/16/2010	5,385,000	5,385,000
Sales Tax Improvement Bonds Series 2010H	12/16/2010	20,000,000	20,000,000
Highway Revenue Bonds Series 2018	12/20/2018	183,235,000	149,155,000
Highway Revenue Bonds Series 2019	12/19/2019	56,235,000	46,435,000
Subtotal Public Sector		<u>\$ 389,390,000</u>	<u>\$ 329,890,000</u>
Sierra Pacific Power Company d/b/a NV Energy:			
Gas and Water Facilities Refunding Revenue Bonds			
Publicly Held:			
Series 2016B	2/12/2024	\$ 60,230,000	\$ 60,230,000
Series 2016C, 2016F & 2016G	2/12/2024	125,000,000	125,000,000
Subtotal Public Sector		<u>185,230,000</u>	<u>185,230,000</u>
Privately Held:			
Nevada Gas Facilities Refunding Revenue Bonds, Series 2016A	4/15/2022	58,700,000	58,700,000
Nevada Water Facilities Refunding Revenue Bonds, Series 2016D & 2016E	4/15/2022	50,000,000	50,000,000
Subtotal Private Sector		<u>\$ 108,700,000</u>	<u>\$ 108,700,000</u>
Total Conduit Debt		<u>\$ 293,930,000</u>	<u>\$ 293,930,000</u>

Intangible Right-to-use Assets

The related leases are discussed in the Leases subsection of this note. The intangible right-to-use assets are amortized over the terms (shorter of the lease term or the useful life) of the related leases.

Leases

The County has entered into multiple agreements to lease office space, land and equipment under various lease agreements. The lease agreements qualify as other than short-term leases under GASB 87 and therefore have been recorded at the present value of the future minimum lease payments as of the date of their inception. Washoe County used a discount rate of 3.36%, based on the Washoe County's construction borrowing rate at lease agreement date. The multiple lease agreements commenced on different dates, ranging in terms from three years to eleven years. Total lease payments in fiscal year 2025 were composed of principal payments of \$2,698,853 and interest payments of \$163,268 for a total of \$2,862,121.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

Future minimum lease obligations and the net present value of the minimum lease as of June 30, 2025, were as follows:

Year Ending June 30,	Office Space, Land		Equipment		Total	
	Principal Payments	Interest Payments	Principal Payments	Interest Payments	Principal Payments	Interest Payments
2026	2,202,013	149,183	604,107	13,105	2,806,120	162,288
2027	1,587,614	141,569	186,205	9,457	1,773,819	151,026
2028	1,086,930	127,031	82,635	5,466	1,169,565	132,497
2029	481,513	83,353	30,296	2,123	511,809	85,476
2030	439,162	79,637	-	2	439,162	79,639
2031	439,162	79,637	-	-	439,162	79,637
2032	439,162	79,638	-	-	439,162	79,638
2033	439,161	79,638	-	-	439,161	79,638
2034	439,161	154,285	-	-	439,161	154,285
2035	848	151	-	-	848	151
Totals	\$ 7,554,726	\$ 974,122	\$ 903,243	\$ 30,153	\$ 8,457,969	\$ 1,004,275

Subscription-Based Information Technology Arrangements (SBITAs)

The County has entered into subscription-based information technology arrangements (SBITAs) and is defined as a contract that conveys control of the right to use another party's information technology (IT) software. These SBITAs results in a right-to-use subscription asset (an intangible asset) under GASB 96 and therefore have been recorded at the present value of the future minimum payments as of the date of their inception. Washoe County used a discount rate for FY25 of 3.36%, based on Washoe County's construction borrowing rate at the subscription agreement date. The software subscription agreements commenced on different dates and have a term of three to five years. Total payments in fiscal year 2025 were composed of principal payments of \$4,569,438 and interest payments of \$264,826 for a total of \$4,834,264.

Future minimum lease obligations and the net present value of the minimum lease as of June 30, 2025, were as follows:

Year Ending June 30,	Right-to-use Subscription Asset	
	Principal Payments	Interest Payments
2026	\$ 6,326,942	\$ 460,441
2027	4,646,725	390,830
2028	4,200,524	367,987
2029	4,138,408	363,133
2030	2,414,071	211,827
Totals	\$ 21,726,671	\$ 1,794,217

Compensated Absences

The liability for compensated absences is included in noncurrent liabilities on the government-wide Statement of Net Position under GASB 101. The liability will be liquidated primarily by the General Fund for governmental activities and by the Utilities Fund for business-type activities. In fiscal year 2025, 82% of compensated absences for governmental activities were paid by the General Fund, and in business-type activities, 56% were paid by the Utilities Fund.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

Outstanding balances at June 30, 2025 is as follows:

	Governmental Activities	Business-type Activities	Total
Washoe County:			
Vacation	\$ 21,180,104	\$ 379,912	\$ 21,560,016
Sick Leave	13,782,058	197,601	13,979,659
Compensatory Leave	8,128,126	143,365	8,271,491
Benefits	624,374	10,454	634,828
Total Compensated Absences	\$ 43,714,662	\$ 731,332	\$ 44,445,994

Net Other Postemployment Benefits Obligation

Prior to May 11, 2010, when the County established the Washoe County, Nevada OPEB Trust (Note 15), the County financed their net other postemployment benefits obligation on the pay-as-you-go basis with the funds accumulated in the Pre-Funded Retiree Health Benefits Fund. Currently, the OPEB Trust is funded primarily from the General Fund.

Due to other Governments – Business Type Activities

The Utilities Fund has a liability to an outside government agency in the amount of \$14,341 which is not due within 12 months.

Pollution Remediation Obligation

The pollution remediation activities of the Central Truckee Meadows Remediation District (CTMRD) are paid for through an annual charge billed directly to residents and businesses within its boundaries. Accordingly, the CTMRD's pollution remediation obligation is limited to the net position accumulated by the fund for payment of future remediation related expenditures. All of the assets of CTMRD are held for remediation and are offset by a long-term liability for remediation. As of June 30, 2025, the remediation liability in the statement of net position held in CTMRD was \$4,120,000.

Claims and Judgments

The claims and judgments liability of \$26,484,490 consists of pending property and liability claims, workers' compensation claims, and unprocessed health benefits claims. These claims will be liquidated through the Risk Management and Health Benefits Internal Service Funds (Note 16). The Risk Management and Health Benefits Funds finance the payment of claims by charging other funds based on management's assessment of the relative insurance risk that should be assumed by individual funds or as needed, through transfers from the General Fund.

Discretely Presented Component Unit:

General obligation bonds

Truckee Meadow Fire Protection District (TMFPD) issued \$5,252,0000 of capital improvement revenue bonds in the year ended June 30, 2025. The net proceeds of \$5,199,480 (including \$52,520 in origination fees) were deposited in the capital projects fund to provide funds for the construction of an apparatus bay and fire station projects. These bonds will be repaid from all legally available funds of the District, including its capital projects fund and its general fund. The bonds have an interest rate of 3.11% and are payable over the next 25 years.

Truckee Meadow Fire Protection District (TMFPD) issued general obligation bonds to provide funds for the acquisition and construction of major capital facilities and equipment. General obligation bonds are direct obligations and pledge the full faith and credit of TMFPD and are additional secured by a pledge of 15% of certain proceeds of liquor taxes, tobacco taxes, real property transfer taxes, basic governmental services tax and basic and supplemental sales taxes. During the fiscal year 2025, principal and interest paid on the bonds totaled \$685,393 and pledged revenues totaled \$1,751,524.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

TMFPD General obligation bonds outstanding on June 30, 2025, are as follows:

	Issue Date	Final Payment Date	Interest Rate	Original Amount	Principal Outstanding June 30, 2025	Principal Due in 2025-2026
Direct Placement: General Obligations:						
TMFPD Medium-term Equipment Bonds Series 2020	03/2020	03/2030	1.50%	\$ 4,415,000	\$ 2,300,000	\$ 444,000
TMFPD Capital Improvement Bonds Series 2020	10/2020	06/2035	1.53%	2,100,000	1,443,000	135,000
Direct Placement: Revenue Bonds:						
TMFPD Capital Improvement Bonds Series 2024	12/2024	06/2049	3.11%	5,252,000	5,179,000	148,000
Publically Offered: General Obligations:						
TMFPD Capital Improvement Bonds Series 2021	07/2021	06/2046	2.0% - 4.0%	7,000,000	6,190,000	215,000
Total General Obligation Bonds				\$ 18,767,000	15,112,000	\$ 942,000
Premiums					372,273	
Total Bonds Payable					\$ 15,484,273	

TMFPD outstanding medium-term equipment bonds related to governmental activities of \$2,300,000 contain a provision that in an event of default, the bond owner may institute legal proceedings against TMFPD and the interest rate may be increased to 1.92% annually.

TMFPD governmental activities liability of \$10,351,029 for compensated absences is included in their noncurrent liabilities on the government-wide Statement of Net Position. TMFPD compensated absences are generally liquidated from the TMFPD General Fund. The amount of \$4,272,519 is due within one year.

TMFPD Business-type activities liability of \$314,469 for compensated absences is included in their noncurrent liabilities on the government-wide Statement of Net Position. These compensated absences are generally liquidated from the Emergency Medical Services Enterprise Fund. The amount \$252,978 is due within one year.

TMFPD claims and judgments liability of \$983,977 mainly consisted of workers' compensation claims. These claims will be liquidated through TMFPD Workers Compensation Fund (Note 16). The TMFPD Workers' Compensation Fund finances the payment of claims through transfers from the TMFPD General Fund. The amount of \$57,591 is due within one year.

Interest expense of \$302,430 was recorded by TMFPD for FY25.

At June 30, 2017, the net other postemployment benefit liability for Sierra Fire Protection District (SFPD) was merged into the TMFPD's OPEB Trust. SFPD provides other postemployment benefits through the Sierra Fire Protection District Retiree Group Medical Plan, a single-employer defined benefit plan, which was administered through the Washoe County, Nevada OPEB Trust (Trust), an irrevocable trust (Note 15). Contributions to the Trust are now made from TMFPD General Fund and are established each year through the annual budget process by the District's Board of Fire Commissioners

Leases

As of June 30, 2025, Truckee Meadow Fire Protection District (TMFPD) entered into two related agreements to lease commercial space. The two leases are for adjoining spaces. TMFPD has recognized an initial right to use asset of \$502,970 and a lease liability of \$502,970 related to these agreements at commencement. TMFPD is required to make annual principal and interest payments of \$8,371. The payments are increased annually by the Consumer Price Index (CPI) for all Urban Customers. Increases may not be less than 2.5% nor more than 7% annually. During the fiscal year, TMFPD recorded \$37,278 in amortization expense and \$686 in interest expense for the right to commercial space. TMFPD used a discount rate of 2.6% and 2.8% under the terms of the leases, based on the CPI two months prior to dates of the agreements. One lease commenced on December 15, 2024 and the other on May 1, 2025. The leases are for a term of five years.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

Future minimum lease obligations and the net present value of the minimum lease as of June 30, 2025, were as follows:

Year Ending June 30,	Principal Payments	Interest Payments
2026	99,821	\$ 1,464
2027	102,500	\$ 1,503
2028	105,252	\$ 1,543
2029	108,123	\$ 1,540
2030	55,484	435
Totals \$	471,180	\$ 6,485

IT Subscriptions

As of June 30, 2025, Truckee Meadow Fire Protection District (TMFPD) has one subscription-based information technology arrangements for human resources software. TMFPD is required to make principal and interest payments of \$32,793 for the year ended June 30, 2025. During the fiscal year, TMFPD recorded \$35,664 in amortization expense and \$1,265 in interest expense for the IT subscription.

Future minimum lease obligations and net present value of the minimum lease as of June 30, 2024, were as follows:

Year Ending June 30,	Principal Payments	Interest Payments
2026	37,296	\$ 1,632
	37,296	\$ 1,632

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

NOTE 10 – LONG-TERM OBLIGATIONS ACTIVITY

	<u>Date of Issue</u>	<u>Maturity Date</u>	<u>Interest Rate</u>	<u>Original Note / Issue</u>
GOVERNMENTAL ACTIVITIES				
General Obligation Bonds				
Ad Valorem:				
Various Purpose Refunding Series 2022A	01/2022	03/2030	5.00	\$ 14,130,000
Total Ad Valorem Bonds				
Revenue: (Note 9)				
Refunding Bonds Series 2022B	01/2022	03/2027	5.00	10,735,000
Medical Examiner Bldg 2015	08/2015	03/2035	2.0 - 5.0	12,000,000
Public Safety Refunding Series 2016B	03/2016	03/2036	2.0 - 5.0	9,800,000
Notes from direct borrowings and direct placements:				
Building and Parks Bonds Refunding Series 2020B	10/2020	11/2029	1.35	9,695,000
NSRS Series 2020	09/2020	08/2035	2.0 - 5.0	9,135,000
Flood Control Refunding Bonds 2021	07/2021	12/2035	2.0 - 5.0	11,500,000
Total General Obligation Revenue Bonds				
Total General Obligation Bonds				
Revenue Bonds (Note 9)				
Notes from direct borrowings and direct placements:				
Senior Lien Car Rental Fee Series 2008 **	02/2008	12/2027	Variable	18,500,000
Subordinate Lien Car Rental Fee Series 2008****	02/2008	12/2053	7.00	9,999,845
Revenue:				
Sales Tax Revenue Refunding Series 2016A	03/2016	12/2028	3.0 - 5.0	11,305,000
Total Revenue Bonds				
Special Assessment Bonds (with governmental commitment) (Note 9)				
SAD 37: Spanish Spring Sewer Phase 1a	05/2007	05/2027	4.35	728,813
SAD 39: Lightning W Water System	06/2009	05/2029	7.18	999,268
SAD 32: Spanish Springs Valley Ranches Roads	12/2011	11/2031	3.48	8,592,787
Total Special Assessment Debt				
Unamortized Bond Premium				
Total Unamortized Bond Premium and Discounts	N/A	N/A	N/A	N/A
Total Bonds Payable				
Other Liabilities - (Note 9)				
Compensated Absences	N/A	N/A	N/A	N/A
Remediation Obligation	N/A	N/A	N/A	N/A
Claims and Judgments	N/A	N/A	N/A	N/A
Intangible Right To Use Assets	N/A	N/A	N/A	N/A
Subscriptions*****	N/A	N/A	N/A	N/A
Prepaid Insurance	N/A	N/A	N/A	N/A
Accreted Interest	N/A	N/A	N/A	N/A
Total Other Liabilities				
Total Governmental Activities				

Principal Outstanding June 30, 2024	Additions/ Issued	Reduction/ Principal Matured / Called	Principal Outstanding June 30, 2025	Principal Due in 2025-2026
\$ 9,855,000	\$ -	\$ 2,340,000	\$ 7,515,000	\$ 2,460,000
<u>9,855,000</u>	<u>-</u>	<u>2,340,000</u>	<u>7,515,000</u>	<u>2,460,000</u>
5,605,000	-	2,795,000	2,810,000	1,810,000
7,840,000	-	600,000	7,240,000	630,000
7,485,000	-	540,000	6,945,000	550,000
6,831,000	-	1,089,000	5,742,000	1,101,000
7,765,000	-	500,000	7,265,000	530,000
10,105,000	-	635,000	9,470,000	665,000
<u>45,631,000</u>	<u>-</u>	<u>6,159,000</u>	<u>39,472,000</u>	<u>5,286,000</u>
<u>55,486,000</u>	<u>-</u>	<u>8,499,000</u>	<u>46,987,000</u>	<u>7,746,000</u>
6,984,000	-	1,502,200	5,481,800	1,675,600
8,357,787	-	441,437	7,916,350	65,624
6,295,000	-	1,140,000	5,155,000	1,195,000
<u>21,636,787</u>	<u>-</u>	<u>3,083,637</u>	<u>18,553,150</u>	<u>2,936,224</u>
27,654	-	8,734	18,920	10,854
34,724	-	7,353	27,371	2,276
1,251,996	-	220,593	1,031,403	146,937
<u>1,314,374</u>	<u>-</u>	<u>236,680</u>	<u>1,077,694</u>	<u>160,067</u>
6,597,198	-	1,036,808	5,560,390	-
<u>6,597,198</u>	<u>-</u>	<u>1,036,808</u>	<u>5,560,390</u>	<u>-</u>
85,034,359	-	12,856,125	72,178,234	10,842,291
37,654,786	38,325,439	32,265,563	43,714,662	32,554,307
4,428,335	1,522,880	1,831,215	4,120,000	-
26,466,000	1,858,000	1,839,510	26,484,490	15,183,490
10,103,484	1,053,338	2,698,853	8,457,969	2,806,120
6,698,948	21,080,568	6,052,845	21,726,671	6,326,942
141,201	-	141,201	-	-
16,731,065	1,430,230	-	18,161,295	-
<u>102,223,819</u>	<u>65,270,455</u>	<u>44,829,187</u>	<u>122,665,087</u>	<u>56,870,859</u>
\$ <u>187,258,178</u>	\$ <u>65,270,455</u>	\$ <u>57,685,312</u>	\$ <u>194,843,321</u>	\$ <u>67,713,150</u>

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

NOTE 10 – LONG-TERM OBLIGATIONS ACTIVITY (CONTINUED)	Date of Issue	Maturity Date	Interest Rate	Original Note / Issue
BUSINESS-TYPE ACTIVITIES ***				
General Obligation Bonds				
Revenue: (Note 9)				
Utilities Fund:				
Notes from direct borrowings:				
Sewer Refunding 2015REF	08/2015	07/2026	2.34	\$ 17,386,176
SRF Loan 2020	05/2020	01/2050	1.69	27,000,000
SRF Loan 2022 (CW2202)	01/2022	01/2052	1.47	23,000,000
Total General Obligation Bonds				
Other Liabilities (Note 9)				
Compensated Absences	N/A	N/A	N/A	N/A
Total Business-Type Activities				
Total Washoe County Obligations				

* Bonds that were refunded during FY 2022

** Interest on the variable-rate senior lien car rental bonds is equal to the greater of: (1) the minimum rate of 3% per annum and (2) the sum of (a) 70% of the swap rate plus (b) 2.22% for each of the reset periods. The rate maximum is 6.5% for December 1, 2012 - November 30, 2017, 7.5% December 1, 2017 - November 30, 2022 and 8% for December 1, 2022- November 30, 2027. The current interest rate is 3.56% with a reset date of December 1, 2022.

*** Business-type debt is expected to be retired primarily through operations.

**** Interest is compounded thereon on June 1 and December 1 of each year commencing on December 1, 2012 at 7% until the final compounded amount is paid or payment has been provided therefor.

***** Washoe County implemented GASB Statement 96 - Subscription-Based Information Technology Arrangements, effective July 1, 2022. Beginning Long-term liability activity as of July 1, 2022 has been restated to recognize the beginning values of intangible right to use assets.

DISCRETELY PRESENTED COMPONENT UNIT:

Truckee Meadows Fire Protection District (Note 9)	Date of Issue	Maturity Date	Interest Rate	Original Note / Issue
General Obligation Bonds				
Revenue: (Note 9)				
TMFPD Fund:				
Notes from direct borrowings:				
TMFPD Medium-term Equipment Bonds Series 2020	03/2020	03/2030	1.50	\$ 4,415,000
TMFPD Capital Improvement Bonds Series 2020	10/2020	06/2035	1.53	2,100,000
TMFPD Capital Improvement Bonds Series 2024	12/2024	06/2049	3.11	5,252,000
Publically Offered: General Obligations:				
TMFPD Capital Improvement Bonds Series 2021	07/2021	06/2046	2.0% - 4.0%	7,000,000
Total General Obligation Bonds				
Unamortized Bond Premium	N/A	N/A	N/A	N/A
Total Unamortized Bond Premium and Discounts				
Total Bonds Payable				
Other Liabilities - (Note 9)				
Compensated Absences	N/A	N/A	N/A	N/A
Claims and Judgments	N/A	N/A	N/A	N/A
Subscription Liabilities	N/A	N/A	N/A	N/A
Leases	N/A	N/A	N/A	N/A
Total Other Liabilities				
Total Truckee Meadows Fire Protection District Activities				

Principal Outstanding June 30, 2024	Additions/ Issued	Reduction/ Principal Matured / Called	Principal Outstanding June 30, 2025	Principal Due in 2025-2026
\$ 1,650,702	\$ -	\$ 710,009	\$ 940,693	\$ 726,722
25,409,187	-	785,605	24,623,582	798,938
12,281,695	10,718,305	364,392	22,635,608	688,519
<u>39,341,584</u>	<u>10,718,305</u>	<u>1,860,006</u>	<u>48,199,883</u>	<u>2,214,179</u>
664,279	480,338	413,285	731,332	544,623
40,005,863	11,198,643	2,273,291	48,931,215	2,758,802
<u>\$ 227,264,041</u>	<u>\$ 76,469,098</u>	<u>\$ 59,958,603</u>	<u>\$ 243,774,536</u>	<u>\$ 70,471,952</u>

Principal Outstanding June 30, 2024 As Restated	Additions/ Issued	Reduction/ Principal Matured / Called	Principal Outstanding June 30, 2025	Principal Due in 2025-2026
\$ 2,737,000	\$ -	\$ 437,000	\$ 2,300,000	\$ 444,000
1,576,000	-	133,000	1,443,000	135,000
-	5,252,000	73,000	5,179,000	148,000
6,400,000	-	210,000	6,190,000	215,000
<u>10,713,000</u>	<u>5,252,000</u>	<u>853,000</u>	<u>15,112,000</u>	<u>942,000</u>
390,071	-	17,798	372,273	-
390,071	-	17,798	372,273	-
<u>11,103,071</u>	<u>5,252,000</u>	<u>870,798</u>	<u>15,484,273</u>	<u>942,000</u>
10,305,361	4,044,731	3,684,594	10,665,498	4,525,497
942,853	56,699	15,575	983,977	57,591
68,824	-	31,528	37,296	37,296
-	502,970	31,790	471,180	99,831
<u>11,317,038</u>	<u>4,604,400</u>	<u>3,763,487</u>	<u>12,157,951</u>	<u>4,720,215</u>
<u>\$ 22,420,109</u>	<u>\$ 9,856,400</u>	<u>\$ 4,634,285</u>	<u>\$ 27,642,224</u>	<u>\$ 5,662,215</u>

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

NOTE 11 – DEBT SERVICE REQUIREMENTS

The annual requirements to amortize outstanding debt are as follows:

Governmental Activities - Primary Government

Year Ended June 30,	General Obligation Bonds		Revenue Bonds		Notes from Direct Borrowings and Direct Placements****		Special Assessment Debt	
	Principal*	Interest**	Principal*	Interest	Principal*	Interest***	Principal*	Interest
2026	5,450,000	955,264	1,195,000	227,875	4,037,224	1,110,418	160,067	37,377
2027	3,375,000	711,864	1,255,000	166,625	5,288,911	963,451	164,478	31,563
2028	2,470,000	571,414	1,320,000	102,250	4,457,683	837,095	159,592	25,326
2029	2,575,000	472,714	1,385,000	34,625	2,987,810	2,061,438	168,800	19,470
2030	2,675,000	368,707	-	-	2,294,244	2,065,048	168,252	13,316
2031-2035	7,235,000	853,981	-	-	10,484,980	10,681,895	256,505	9,013
2036-2040	730,000	24,637	-	-	3,623,582	12,264,518	-	-
2041-2045	-	-	-	-	1,508,491	14,986,509	-	-
2046-2050	-	-	-	-	1,192,225	17,067,775	-	-
2051-2055	-	-	-	-	-	-	-	-
2056-2060	-	-	-	-	-	-	-	-
Total	\$ 24,510,000	\$ 3,958,581	\$ 5,155,000	531,375	\$ 35,875,150	\$ 62,038,147	\$ 1,077,694	\$ 136,065

Business-type Activities - Primary Government *****

Year Ended June 30,	Notes from Direct Borrowings	
	Principal*	Interest
2026	2,214,179	760,785
2027	1,725,146	721,785
2028	1,535,272	695,184
2029	1,559,756	670,701
2030	1,584,632	645,825
2031-2035	8,310,477	2,841,806
2036-2040	8,994,980	2,157,303
2041-2045	9,736,150	1,416,133
2046-2050	10,538,703	613,581
2051-2055	2,000,587	36,896
Total	\$ 48,199,882	\$ 10,559,999

*Principal amounts shown exclude discounts and premiums.

**Interest on the variable-rate flood control bonds is calculated at the current rate of 0.8141%.

***Interest on the variable-rate senior lien car rental bonds is calculated at the current rate of 3.56%.

**** Includes the following bond issues:

- Flood Control Series 2021B (\$11.5M)
- Building and Parks Bonds Refunding Series 2020-B (\$9.7M)
- Senior Lien Rental Fee Series 2008 (\$18.5M)
- Subordinate Lien Car Rental Fee Series (\$9.9M)
- NSRS Series 2020 (\$9.135M)

***** Sewer Bonds (SRF Loan) was authorized for \$23 million. One draw of \$83,408 was issued in FY22, and two draws totaling \$12,198,287 were issued in FY23. No draws were issued during FY24. One final draw of \$10,718,305.51 was made in FY25.

Includes the following bond issues:

- GO Revenue Sewer Refunding Bond (\$17.4M)
- Sewer Bonds (SRF Loan) (\$27M)
- Go (Limited Tax) Sewer Bond (\$23.0M)

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

Governmental Activities-Component Unit (TMFPD)

Year Ended	Notes from Direct Borrowings	
	Principal*	Interest
June 30,		
2026	942,000	372,628
2027	967,000	350,653
2028	991,000	327,988
2029	1,017,000	304,632
2030	1,041,000	280,554
2031-2035	3,062,000	1,124,737
2036-2040	2,617,000	786,022
2041-2045	2,961,000	443,170
2046-2050	1,514,000	90,099
Total	<u>\$ 15,112,000</u>	<u>\$ 4,080,483</u>

NOTE 12 – INTERFUND ACTIVITY

Interfund transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them or, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due or, (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

Interfund transfers for the year ended June 30, 2025

<u>Transfers from:</u>	<u>Transfers to:</u>	<u>Amount</u>
General Fund	Nonmajor Governmental Funds	\$ 66,720,460
	Child Protective Services	-
	Other Restricted Funds	10,000
	Capital Improvement Fund	<u>13,058,708</u>
	Subtotal	<u>79,789,168</u>
Other Restricted Funds	General Fund	281,092
Other Restricted Funds	Capital Improvement Fund	20,174,257
Child Protective Services	Nonmajor Governmental Funds	-
Other Restricted Funds	Nonmajor Governmental Funds	2,278,000
	Subtotal - Unrestricted Funds	<u>22,733,349</u>
Capital Funds	Nonmajor Governmental Funds	872,650
Nonmajor Governmental Funds	General Fund	746,168
Health Fund	Capital Improvement Fund	2,256,352
Library Expansion Fund	Capital Improvement Fund	2,174,069
Indigent Taxy Levy Fund	Child Protective Services	12,585,763
Indigent Taxy Levy Fund	Capital Improvement Fund	87,488
Nonmajor Governmental Funds	Nonmajor Governmental Funds	20,534,768
	Subtotal - Nonmajor Funds	<u>39,257,258</u>
	Subtotal Governmental Funds	<u>141,779,775</u>
General Fund	Utilities	26,968
General Fund	Risk Management	<u>1,595,524</u>
	Subtotal Proprietary Funds	<u>1,622,492</u>
Total Transfers In/Out		<u>\$ 143,402,267</u>

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Due From / Due to Other Funds

	<u>Fund</u>	<u>DUE FROM OTHER FUNDS</u>	<u>DUE TO OTHER FUNDS</u>
<u>General Fund</u>			
Major Fund - General Fund	Non-Major Fund - Enhanced 911	\$ 93,632	\$ 0
<u>Special Revenue Funds Group</u>			
Non-Major Fund - Enhanced 911	Major Fund - General Fund	0	93,632
<u>Internal Services Funds Group</u>			
Health Benefits Fund	Deferred Comp Administration	14,857	0
<u>Fiduciary Funds Group</u>			
Deferred Comp Administration	Health Benefits Fund	0	14,857
Total Due From/Due to Other Funds		\$ 108,489	\$ 108,489

NOTE 13 – FUND BALANCES / NET POSITION

Government-wide Financial Statements

The government-wide Statement of Net Position utilizes a proprietary presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted.

Restricted resources have externally imposed (statutory, bond covenant, contract or grantor) limitations on their use. Restricted resources are classified either by function, debt service, capital projects, or claims. Resources restricted by function relate to net resources of governmental and enterprise funds whose use is legally limited by outside parties for a specific purpose. The restriction for debt service represents resources legally restricted by State Statute or bond covenants for future debt service requirements of both principal and interest. 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 claims represents the amount legally required to be held for payment of future claims in the self-insurance funds. The government-wide Statement of Net Position reports \$330,479,717 of restricted net resources for Governmental Activities, all of which is externally imposed.

Unrestricted net position represents available financial resources of the County.

Fund Financial Statements

Governmental Funds

Governmental fund balances are classified as nonspendable, restricted, committed, assigned and/or unassigned based primarily on the extent to which the County is bound to observe constraints imposed on the use of the resources of the funds.

WASHOE COUNTY, NEVADA
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(CONTINUED)

Fund balances classification by County function and purpose consist of the following:

<u>Fund Balances</u>	<u>Major Governmental Funds</u>				<u>Nonmajor Governmental Funds</u>	<u>Total</u>
	<u>General Fund</u>	<u>Child Protective Services Fund</u>	<u>Other Restricted Fund</u>	<u>Capital Improvement Fund</u>		
Nonspendable:						
Prepaid items	\$ 183	\$ -	\$ 13,788	\$ -	\$ 164,219	\$ 178,190
Restricted for:						
Assessors, Clerk and Recorder technology	\$ -	\$ -	\$ 7,441,287	\$ -	\$ -	\$ 7,441,287
Administrative programs	-	-	3,051,183	-	-	3,051,183
Court programs and expansion	-	-	14,398,684	-	-	14,398,684
Regional flood control project	-	-	-	-	3,420,327	3,420,327
Regional public safety communications and training	-	-	-	-	13,184,247	13,184,247
Other public safety programs	-	-	8,137,154	-	223,644	8,360,798
Public works programs	-	-	243,071	121,865,424	-	122,108,495
Regional health services and programs	-	-	-	-	15,892,658	15,892,658
Groundwater remediation	-	-	-	-	1,756,304	1,756,304
Parks and recreation programs	-	-	692,663	-	8,765,439	9,458,102
Library expansion	-	-	-	-	3,336,415	3,336,415
Programs for seniors	-	-	-	-	92,828	92,828
Adult, indigent and children support services	-	238,892	-	-	19,909,916	20,148,808
Technology upgrades	-	-	-	-	967,112	967,112
County facility improvement projects	-	-	-	-	2,702,753	2,702,753
Parks and open space projects	-	-	-	-	3,000,840	3,000,840
Incline Village property tax settlement	-	-	-	-	-	-
Intergovernmental	4,374,216	-	2,889	-	-	4,377,105
Debt service	750,000	-	2,170,563	-	6,153,645	9,074,208
Total Restricted	5,124,216	238,892	36,137,494	121,865,424	79,406,128	242,772,154
Committed to:						
Regional flood control project	-	-	-	-	-	-
Administrative programs	-	-	7,267,913	-	-	7,267,913
Technology upgrades	-	-	-	-	-	-
Animal control and services	-	-	-	-	8,293,776	8,293,776
Roadways	-	-	-	-	259,648	259,648
Groundwater remediation	-	-	-	-	2,347,148	2,347,148
Park maintenance and improvement	-	-	403,750	-	-	403,750
Library expansion	-	-	-	-	1,131,451	1,131,451
Marijuana Establishments	-	-	-	-	1,309,551	1,309,551
Adult, indigent and children support services	-	10,750,532	-	-	25,973,078	36,723,610
Programs for seniors	-	-	-	-	5,873,726	5,873,726
Total Committed	-	10,750,532	7,671,663	-	45,188,378	63,610,573
Assigned to:						
Roadways	-	-	-	-	5,065,740	5,065,740
General Fund encumbrances reappropriated for various functional departments	686,261	-	18,151	-	-	704,412
Total Assigned	686,261	-	18,151	-	5,065,740	5,770,152
Unassigned	157,738,255	-	7,978,342	-	-	165,716,597
Total Fund Balances	\$ 163,548,915	\$ 10,989,424	\$ 51,819,438	\$ 121,865,424	\$ 129,824,465	\$ 478,047,666

Proprietary Funds

The net position of business-type funds and internal service funds are categorized as net investment in capital assets, restricted and unrestricted as described for the government-wide financial statements.

Fiduciary Funds

Net position held in trust for pool participants in the Statement of Fiduciary Net Position represent cash and investments held in trust for other agencies participating in the County's investment pool.

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Discretely Presented Component Unit:

Fund Balances	Major Governmental Funds			Nonmajor Governmental Funds	Total
	General Fund	Emergency Fund	Capital Improvement Fund		
	Fund	Fund	Fund		
Nonspendable:					
Prepaid items	\$ 28,029	\$ -	\$ 93,120	\$ -	\$ 121,149
Restricted for:					
Public safety programs	-	1,906,314	1,048,283	-	2,954,597
Debt service	-	-	-	446,240	446,240
Total Restricted	-	1,906,314	1,048,283	446,240	3,400,837
Committed to:					
Public safety/works programs	-	-	6,555,597	-	6,555,597
Assigned to:					
Budget shortfall	3,073,174	-	-	-	3,073,174
Equipment purchases	24,212	-	-	-	24,212
Professional services	3,900	-	-	-	3,900
Compensated absences buyout	53,918	-	-	-	53,918
Total Assigned	3,155,204	-	-	-	3,155,204
Unassigned	4,648,490	-	-	-	4,648,490
Total Fund Balances	\$ 7,831,723	\$ 1,906,314	\$ 7,697,000	\$ 446,240	\$ 17,881,277

NOTE 14 – DEFINED BENEFIT PENSION PROGRAM

Plan Description

The County and one discretely presented component unit, Truckee Meadows Fire Protection District (TMFPD), contribute to the Public Employees' Retirement System of the State of Nevada (PERS), 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 earning capacities have been removed or substantially impaired by age or disability.

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 2.50% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this service time factor is 2.67% of average compensation. For members entering PERS on or after January 1, 2010 through June 30, 2015, the factor is 2.50%. For members entering PERS on or after July 1, 2015, the factor is 2.25%. 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 the retiree's death.

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

Vesting

Regular members entering PERS prior to January 1, 2010 are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, or at any age with thirty years of service. Regular members entering PERS on or after January 1, 2010 through June 30, 2015 are eligible for retirement at age 65 with five years of service, at age 62 with ten years of service, or at any age with thirty years of service. Regular members entering PERS on or after July 1, 2015 are eligible for retirement at age

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65 with five years of service, at age 62 with ten years of service, at age 55 with 30 years of service, or at any age with 33 1/3 years of service.

Police/Fire members entering PERS prior to January 1, 2010 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 through June 30, 2015 are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, at 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. Police/Fire members entering PERS on or after July 1, 2015 are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, at age 50 with twenty years of service, at age 55 with thirty years of service, or at any age with 33 1/3 years of 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.

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 and active service credit in PERS are canceled upon withdrawal of contributions from the member's account. If the EPC plan was elected, the member cannot convert to the Employee/Employer Contribution plan and cannot withdraw these contributions. 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 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. These contribution rates are applied to PERS-eligible compensation components and charged to the same Funds or programs where the compensation is incurred.

The actuarial 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 contribution requirement as a percentage of salary.

For the fiscal year ended June 30, 2025, the statutory employer/employee matching rate was 17.50% for Regular Members and 25.75% for Police/Fire. The Employer-Pay contribution (EPC) rate was 33.50% for Regular Members and 50.00% for Police/Fire.

The County's total pension contributions for the fiscal year ended June 30, 2025 were \$107,907,234. Under Nevada Revised Statutes, one-half of the total employer-paid contributions (\$53,953,617) are deemed to be from employers and one-half (\$53,953,617) is deemed to be from employees (through salary schedule reductions).

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 PERS.

The following was the PERS Board adopted policy target asset allocation as of June 30, 2024:

Asset Class	Target Allocation	Long-Term Geometric Expected Real Rate of Return
U.S. Stocks	42%	5.50%
International Stocks	18%	5.50%
U.S. Bonds	28%	2.25%
Private Markets	6%	6.65%
Short-term Investments	6%	0.50%

As of June 30, 2024, PERS' long-term inflation assumption was 2.50%.

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Net Pension Liability

The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of employer contributions to PERS relative to the total employer contributions of all participating PERS employers and members for the period ended June 30, 2024. The County's proportion was 3.32371%, which was a decrease of 0.02128 from its proportion measured at June 30, 2023.

Pension Liability Discount Rate Sensitivity

The following presents the net pension liability of the County as of June 30, 2024, calculated using the discount rate of 7.25%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.25%) or 1-percentage point higher (8.25%) than the current discount rate:

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
Net Pension Liability	\$ 965,715,079	\$ 600,523,861	\$ 299,237,141

Pension Plan Fiduciary Net Position

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

Actuarial Assumptions

The County's net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by PERS' actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, as reported by PERS, applied to all periods included in the measurement:

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(CONTINUED)

Inflation Rate	2.50%
Productivity Pay Increases	0.50%
Investment Rate of Return	7.25%
Projected Salary Increases	Regular: 4.20% to 9.10%, depending on service Police/Fire: 4.60% to 14.50%, depending on service Rates include inflation and productivity increases
Mortality:	
Healthy	Regular: Pub-2010 General Healthy Retiree Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 30% for males and 15% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020 (ages 45 and over). Police/Fire: Pub-2010 Safety Healthy Retiree Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 30% for males and 5% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020 (ages 45 and over).
Disabled	Regular: Pub-2010 Non-Safety Disabled Retiree Amount-Weighted Mortality Table (separate tables for males and females) with rates increased by 20% for males and 15% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020. Police/Fire: Pub-2010 Safety Disabled Retiree Amount-Weighted Mortality Table (separate tables for males and females) with rates increased by 30% for males and 10% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020.
Beneficiaries	Pub-2010 Contingent Survivor Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 15% for males and 30% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020 (ages 45 and over).
Pre-Retirement	Regular: Pub-2010 General Employee Amount-Weighted Above-Median Mortality Table (separate tables for males and females) projected generationally with the two-dimensional monthly improvement scale MP-2020. Police/Fire: Pub-2010 Safety Employee Amount-Weighted Above-Median Mortality Table (separate tables for males and females) projected generationally with the two-dimensional monthly improvement scale MP-2020.
Other Assumptions	Same as those used in PERS' June 30, 2024 funding actuarial valuation.

Actuarial assumptions used in the June 30, 2024 valuation were based on the results of the experience study covering the period from July 1, 2016 to June 30, 2020.

The discount rate used to measure the total pension liability was 7.25% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed plan contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's fiduciary net position at June 30, 2024 was projected to be available to make all projected future benefit payments for current plan members. 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, 2024.

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

For the year ended June 30, 2025, the County recognized pension expense of \$71,195,094 excluding employer-paid deemed member contributions. At June 30, 2025, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

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	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 127,398,995	\$ -
Changes of assumptions or other inputs	38,749,563	-
Net difference between projected and actual earnings on pension plan investments	-	59,159,336
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	21,650,448	2,543,909
County contributions subsequent to the measurement date	53,953,617	-
Total	\$ 241,752,623	\$ 61,703,245

\$53,953,617 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2026.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) determined at July 1, 2023 (the beginning of the measurement period ended June 30, 2024) is 5.64 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:

Year Ended June 30,		
2026	\$	23,180,482
2027		79,408,825
2028		11,432,140
2029		2,872,037
2030		9,202,280
Thereafter		-
Total	\$	126,095,764

The following is the reconciliation of the June 30, 2025 net pension liability:

Beginning Net Pension Liability	\$ 610,557,986
Pension Expense	71,195,094
Employer Contributions	(47,796,037)
New Net Deferred Inflows/Outflows	(4,647,203)
Recognition of Prior Deferred (Inflows)/Outflows	(28,785,979)
Ending Net Pension Liability	\$ 600,523,861

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Additional Information

The PERS Annual Comprehensive Financial Report (ACFR) is available on the PERS website at www.nvpers.org under Quick Links – Publications.

Discretely Presented Component Units

On March 27, 2012 the Board of Fire Commissioners approved an interlocal agreement transferring operations of the Sierra Fire Protection District (SFPD) to TMFPD. As of June 30, 2012, all SFPD employees were transferred to TMFPD and, therefore, SFPD no longer contributes to PERS. The employees remained participants of PERS and their accounts were transferred to TMFPD.

On July 1, 2012 all TMFPD employees were covered under the employer pay contribution plan method. Prior to July 1, 2012, the benefits for TMFPD plan members are funded under one of two methods. Under the employer pay contribution plan, TMFPD is required to contribute all amounts due under the plan. The second funding mechanism for providing benefits is the employer/employee paid contribution plan. Under this method, employees are required to contribute a percentage of their compensation to the plan, while TMFPD is required to match that contribution. The contribution requirements of plan members and the TMFPD are established by Chapter 286 of NRS and may only be amended through legislation.

TMFPD's contributions to PERS were \$5,347,231 for the year ended June 30, 2025.

At June 30, 2025, TMFPD reported a liability for its proportionate share of PERS' net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. TMFPD's proportion of the net pension liability was based on TMFPD's share of contributions to PERS' pension plan relative to the total contributions of all participating PERS employers and members for the period ended June 30, 2024. TMFPD's proportion was 0.32705%, which is a decrease of 0.01612 from its proportion measured at June 30, 2023.

The following presents the net pension liability of TMFPD as of June 30, 2025, calculated using the discount rate of 7.25%, as well as what TMFPD's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.25%) or 1-percentage point higher (8.25%) than the current discount rate:

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
Net Pension Liability	\$ 95,026,032	\$ 59,091,342	\$ 29,444,832

For the year ended June 30, 2025, TMFPD recognized pension expense of \$8,523,026.

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At June 30, 2025, TMFPD reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 12,536,017	\$ -
Changes in assumptions or other inputs	3,812,944	
Net difference between projected and actual earnings on pension plan investments		5,821,258
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	6,184,954	1,900,586
District contributions subsequent to the measurement date	5,347,231	-
Total	\$ 27,881,146	\$ 7,721,844

\$5,347,231 reported as deferred outflows of resources related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a reduction of TMFPD's net pension liability in the year ended June 30, 2026.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) determined at July 1, 2023 (the beginning of the measurement period ended June 30, 2024) is 5.64 years.

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

Year Ended June 30,	
2026	\$ 3,472,229
2027	9,143,914
2028	1,435,128
2029	66,219
2030	694,581
Total	\$ 14,812,071

Additional Information

The PERS Annual Comprehensive Financial Report (ACFR) is available on the PERS website at www.nvpers.org under Quick Links – Publications

NOTE 15 - OTHER POSTEMPLOYMENT BENEFITS

Plan Descriptions and Eligibility

The County provides other postemployment benefits (OPEB) for eligible employees through the Retiree Health Benefit Program (RHBP), a single-employer defined benefit OPEB plan, and participates in the State of Nevada's Public Employees Benefit Plan, which is treated as a single-employer defined benefit plan for financial reporting purposes. Both plans are funded through the Washoe County, Nevada OPEB Trust (Trust), an irrevocable trust established on May 11, 2010 by the BCC. The Trust is a multiple employer trust and was created to fund and account for the participating employers' costs of retiree healthcare benefits pursuant to NRS 287.017. Complete financial statements of the Trust may be obtained by writing to: OPEB Trust, c/o Washoe County Comptroller's Office, 1001 E. Ninth Street, Bldg. D-200, Reno, Nevada, 89512. The measurement focus of these plans is their net OPEB liabilities.

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The County contributes to its OPEB plans annually, generally based on the actuarially determined contribution amount for each plan. The contributions are ratably allocated to all County Funds and programs that have salary expense.

Additionally, Truckee Meadow Fire Protection District (TMFPD), a discretely presented component unit, provides OPEB for eligible employees through the Truckee Meadows Fire Protection District Retiree Group Medical Plan (RGMP), a single-employer defined benefit plan. As of July 1, 2016, the Sierra Fire Protection District (SFPD) Retiree Group Medical Plan was consolidated into the TMFPD RGMP, and SFPD's retirees are provided OPEB through the TMFPD RGMP. Since July 1, 2010 both of these plans have been administered through the Trust. The measurement focus of this plan is its net OPEB liability.

Washoe County Retiree Health Benefit Program (RHBP)

In accordance with NRS 287.010, the BCC adopted the RHBP to provide postemployment benefits to eligible employees upon retirement. Retirees are offered medical, prescription, vision, life, and dental insurance for themselves and their dependents. Retirees can choose between two self-funded group health plans (PPO and HDHP), and a fully insured PPO plan.

All employees hired before July 1, 2010 who retire from County employment and receive monthly payments under PERS are eligible to participate in the RHBP. In addition, employees hired before this date who have terminated employment prior to retirement may enroll in the RHBP upon commencing retirement if the County is that individual's last public employer.

As of June 30, 2024, the measurement date of the RHBP's last actuarial valuation, the following persons were covered by the terms of the plan:

Active employees	2,752
Retirees and surviving spouses	1,934
Total Participants	4,686

For eligible retirees, the County pays a portion of the retiree's premium based on years of County service. Benefits are provided under two contribution "tiers": Tier 1 includes employees hired prior to various exclusion dates between 1997 and 1999, as stipulated in employee association contracts, and Tier 2 includes all employees hired after the Tier 1 exclusion dates, but before July 1, 2010. Retired plan members and beneficiaries currently receiving benefits are required to contribute specified amounts monthly toward the cost of health insurance premiums depending on their respective tier. Retirees pay 100% of the premium for dependent coverage. Retiree premiums reflect an implicit subsidy as a result of NRS 287.023, which requires commingling of the claims experience of both active and retired employee and covered dependents in determining the premiums.

For Tier 1 retirees, the retiree's contribution is determined as follows, except for the cost of dental benefits which is 100% paid for by the retiree, regardless of years of County service:

Years of Service	Tier 1 Retiree Contribution
Less than 10	100%
10 but less than 15	50%
15 but less than 20	25%
20 or more	0%

For Tier 2 retirees, the retiree's contribution is the monthly premium amount less a County-paid premium subsidy stipulated in employee association contracts. For retirees of any age not enrolled in Medicare, the County's monthly subsidy during fiscal year 2025 depends on years of full-time service and ranged from a minimum of \$136 for five years to a maximum of \$745 for 20 or more years. For retirees age 65 and over and enrolled in Medicare, the County's monthly subsidy ranged from \$75 to \$303 based on years of service.

The County is required by employee association agreements to contribute, at a minimum, the amount necessary to fund current retiree health plan premium costs plus the actuarially determined "normal cost". These agreements can only be amended through a negotiation process between the County and the employee associations. The BCC approves the retiree health benefit contribution amount annually, which is based on the actuarially determined contribution amount for the year. In fiscal year 2025, the County budgeted and contributed \$16,204,623.

State of Nevada's Public Employees' Benefits Plan (PEBP)

NRS 287.023 allowed County retirees to join the State's PEBP through September 1, 2008, at the County's expense. It is closed to existing County employees. Eligibility and subsidy requirements are governed by statutes of the State and can only be amended

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through legislation. PEBP is administered by a nine-member governing board and provides medical, dental, prescription, vision, life, and accident insurance for retirees.

Contribution requirements in the form of a premium subsidy are assessed by the PEBP Board annually. The County is required to provide a subsidy for their eligible retirees that have elected to join PEBP. The subsidy for this plan is based on years of service with the County as a proportionate share of the retiree's total years of PERS service, and in fiscal year 2025 ranged from a minimum of \$1 monthly to a maximum of \$1,090 monthly.

Additionally, the BCC approves an annual contribution amount based on the actuarially determined contribution amount for the year. In fiscal year 2025, the County budgeted and contributed \$31,133.

As of June 30, 2024, the measurement date of the PEBP Plan's last actuarial valuation, there were 269 former County employees enrolled in the PEBP.

TMFPD Retiree Group Medical Plan (TMFPD RGMP)

Prior to July 1, 2000, TMFPD provided health insurance benefits to retired employees through a single-employer defined benefit plan. At June 30, 2000, ten retirees were participating in the TMFPD RGMP. On July 1, 2000, pursuant to an Interlocal Agreement for Fire Services and Consolidation, TMFPD operations were transferred to the City of Reno (City) and the City accepted liability for the ten retirees under this plan. In accordance with the Interlocal Agreement, for those employees who transferred employment to the City and retired prior to June 30, 2012 or during the term of the Interlocal Agreement, TMFPD pays a proportionate share of employees' retiree health benefit costs based on service earned prior to July 1, 2000. Health benefits under the City's plan include medical, prescription, vision, dental and life insurance.

The Interlocal Agreement was terminated on June 30, 2012, and TMFPD assumed responsibility for its own fire district operations as of July 1, 2012. As of June 30, 2012, in preparation of standing up the new fire operations, 11 former Reno firefighters transferred to TMFPD with the provision that TMFPD would provide retiree health benefits for those 11 employees. Any former TMFPD employees remaining employed by the City as of July 1, 2012 retained retiree health benefits with the City and the City retained the liability for those employees. Employees hired by TMFPD prior to July 1, 2014 are eligible for retiree health benefits through the TMFPD RGMP. Benefits under the new TMFPD RGMP, a single-employer defined benefit plan, include health, dental, vision and prescription coverage. Eligible retirees who retire from TMFPD will be required to pay for 50% of the retirees' health insurance premium and 100% of the cost of coverage for their families. Eligibility requirements, benefit levels, employee contributions, and employer contributions may be amended by the mutual agreement of the TMFPD and the TMFPD Fire Fighters' Association.

As of July 1, 2010, TMFPD became a participating employer in the Washoe County, Nevada OPEB Trust, and the TMFPD RGMP is administered through that Trust.

As of June 30, 2024, the measurement date of the plan's last actuarial valuation, participation in the TMFPD RGMP was as follows:

Active employees	191
Retirees and surviving spouses	53
Total Participants	244

The TMFPD RGMP also includes former employees of the Sierra Fire Protection District (SFPD). TMFPD and SFPD consolidated as of July 1, 2016; prior to that date, health insurance benefits for SFPD retirees were provided through the TMFPD RGMP, but the liability for the payment of SFPD's retiree health benefits was retained by SFPD. As a result of the consolidation, TMFPD assumed this liability.

In fiscal year 2025, TMFPD budgeted and contributed \$2,488,616.

Actuarial Methods and Assumptions

Each plan's net OPEB liability was measured as of June 30, 2024, 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, 2024.

Actuarial valuations include projections of the sharing of benefit-related costs that are based on labor association agreements and an established pattern of practice. 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:

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	<u>RHBP</u>	<u>PEBP Plan</u>	<u>TMFPD RGMP</u>
Inflation	2.50%	2.50%	2.50%
Salary increases:			
0-4 years of service	5% plus COLA	n/a	7.50%
5+ years of service	2.50%	n/a	2.50%
Investment rate of return	5.75%	5.75%	5.75%
Healthcare cost trend rates:			
Pre-65 retirees	7.25% initial, 3.45% ultimate	7.25% initial, 3.45% ultimate	7.25% initial, 3.45% ultimate
Post-65 retirees	6.25% initial, 3.45% ultimate	6.25% initial, 3.45% ultimate	6.25% initial, 3.45% ultimate
Medicare subsidy	n/a	Medicare subsidy level (once eligible) is approximately 40% of non-Medicare subsidy level	n/a

Mortality rates for the RHBP and the TMFPD RGMP plans were based on the Pub-2010 mortality tables and the PEBP plan was based on the PubG-2010 mortality tables; all as published by the Society of Actuaries in January 2019.

The actuarial valuations for the TMFPD RGMP used the Nevada Public Employees Retirement System (PERS) demographic assumptions from PERS' 2021 experience study. The RHBP used an experience study of the plan to determine demographic assumptions for retirement and withdrawal rate assumptions.

Investment rate of return. The investment rate of return of 5.75%, net of investment expenses, was selected by the plans. This is based on the investment policy of the State of Nevada's Retiree Benefits Investment Fund (RBIF), where the plans 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.

<u>Asset Class</u>	<u>Asset Allocation</u>
U. S. Stocks	42.5%
International Stocks	17.5%
U. S. Bonds	28.0%
Short-term Investments	12.0%

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 5.75% for all plans.

The projection of cash flows used to determine the discount rate for the RHBP and the PEBP Plan assumed that County contributions will be made at rates equal to the actuarially determined contribution rates, which has been the County's pattern of contributions over the past several years. Based on those assumptions, the RHBP's and the PEBP Plan's Fiduciary Net Positions are projected to be available to make all projected future benefit payments of current plan members and administrative expenses of the plans.

For the TMFPD RGMP, the projection of cash flows used to determine the discount rate reflects the District's decision to implement in fiscal year 2019 a funding policy intended to maintain the funded percentage for the RGMP Total OPEB Liability of at least 80%. The RGMP's actuary determined that the detailed depletion date projections outlined in GASB 74 and 75 will show that the Fiduciary Net Position of the RGMP are always projected to be sufficient to cover benefit payments and administrative expenses.

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Changes in OPEB Liabilities

	RHBP		
	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balances at June 30, 2024			
<i>Measurement date of June 30, 2023</i>	\$ 491,239,799	\$ 334,865,057	\$ 156,374,742
Changes for the year:			
Service cost	5,095,153	-	5,095,153
Interest on the total OPEB liability	27,878,898	-	27,878,898
Changes of benefit terms	-	-	-
Differences between actual and expected experience	(5,101,076)	-	(5,101,076)
Changes of assumptions	12,458,491	-	12,458,491
Benefit payments	(23,294,655)	(23,294,655)	-
Contributions - employer	-	18,249,364	(18,249,364)
Contributions - other	-	542,037	(542,037)
Net investment income	-	49,354,868	(49,354,868)
Administrative expense	-	(43,936)	43,936
Net Changes	17,036,811	44,807,678	(27,770,867)
Balances at June 30, 2025			
<i>Measurement date of June 30, 2024</i>	\$ 508,276,610	\$ 379,672,735	\$ 128,603,875

	PEBP Plan		
	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balances at June 30, 2024			
<i>Measurement date of June 30, 2023</i>	\$ 3,105,607	\$ 2,762,094	\$ 343,513
Changes for the year:			
Interest on the total OPEB liability	172,120	-	172,120
Differences between actual and expected experience	(10,788)	-	(10,788)
Changes of assumptions	50,869	-	50,869
Benefit payments	(227,589)	(227,589)	-
Contributions - employer	-	42,565	(42,565)
Net investment income	-	350,278	(350,278)
Administrative expense	-	(23,936)	23,936
Net Changes	(15,388)	141,318	(156,706)
Balances at June 30, 2025			
<i>Measurement date of June 30, 2024</i>	\$ 3,090,219	\$ 2,903,412	\$ 186,807

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	TMFPD RGMP Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	(a)	(b)	(a) - (b)
Balances at June 30, 2024 <i>Measurement date of June 30, 2023</i>	\$ 17,628,956	\$ 11,630,966	\$ 5,997,990
Changes for the year:			
Service cost	1,002,037	-	1,002,037
Interest on the total OPEB liability	1,066,257	-	1,066,257
Changes of benefit terms	-	-	-
Differences between actual and expected experience	(1,298,621)	-	(1,298,621)
Changes of assumptions	416,984	-	416,984
Benefit payments	(177,264)	(177,264)	-
Contributions - employer	-	1,320,400	(1,320,400)
Net investment income	-	1,843,545	(1,843,545)
Administrative expense	-	(24,935)	24,935
Net Changes	1,009,393	2,961,746	(1,952,353)
Balances at June 30, 2025 <i>Measurement date of June 30, 2024</i>	\$ 18,638,349	\$ 14,592,712	\$ 4,045,637

Sensitivity of the OPEB liabilities to changes in the discount rate. The following presents the net OPEB liabilities of the plans, as well as what each plan's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.75 percent) or 1-percentage-point higher (6.75 percent) than the current discount rate:

	1% Decrease in Discount Rate 4.75%	Current Discount Rate 5.75%	1% Increase in Discount Rate 6.75%
Washoe County			
RHBP - Net OPEB Liability	\$ 192,474,095	\$ 128,603,875	\$ 75,648,064
PEBP - Net OPEB Liability	\$ 453,618	\$ 186,807	\$ (43,580)
TMFPD			
RGMP - Net OPEB Liability	\$ 6,336,347	\$ 4,045,637	\$ 2,148,104

Sensitivity of the OPEB liabilities to changes in the healthcare cost trend rates. The following presents the net OPEB liabilities of the plans, as well as what each plan's net 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:

	RHBP		
	1% Decrease in Healthcare Costs Trend Rate	Current Healthcare Costs Trend Rate	1% Increase in Healthcare Costs Trend Rate
	(6.25% initial, 2.45% ultimate)	(7.25% initial, 3.45% ultimate)	(8.25% initial, 4.45% ultimate)
Net OPEB Liability	\$ 71,273,990	\$ 128,603,875	\$ 198,626,677
PEBP Plan			
	1% Decrease in Healthcare Costs Trend Rate	Current Healthcare Costs Trend Rate	1% Increase in Healthcare Costs Trend Rate
	(6.25% initial, 2.45% ultimate)	(7.25% initial, 3.45% ultimate)	(8.25% initial, 4.45% ultimate)
Net OPEB Liability	\$ (47,132)	\$ 186,807	\$ 453,018

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	TMFPD RGMP		
	1% Decrease in Healthcare Costs Trend Rate	Current Healthcare Costs Trend Rate	1% Increase in Healthcare Costs Trend Rate
	(6.25% initial, 2.45% ultimate)	(7.25% initial, 3.45% ultimate)	(8.25% initial, 4.45% ultimate)
Net OPEB Liability	\$ 1,970,673	\$ 4,045,637	\$ 6,593,658

OPEB plans fiduciary net position. Detailed information about the OPEB plans' fiduciary net position is available in the separately issued Washoe County, Nevada 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, 2025, the County recognized OPEB expense of (\$6,331,325) for the RHBP and (\$13,261) for the PEBP Plan. TMFPD recognized OPEB expense of \$1,171,764. The net fiscal year 2025 OPEB expense for the reporting entity was \$(5,172,822). At June 30, 2025, the County and TMFPD reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	RHBP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 50,540,950	\$ 28,068,092
Changes of assumptions	12,458,491	18,784,268
Net difference between projected and actual earnings on OPEB plan investments	-	30,230,859
Contributions made subsequent to the measurement date	16,204,623	-
Total	\$ 79,204,064	\$ 77,083,219

	PEBP Plan	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual earnings on OPEB plan investments	\$ -	\$ 197,465
Contributions made subsequent to the measurement date	31,133	-
Total	\$ 31,133	\$ 197,465

	Deferred Outflows of Resources	Deferred Inflows of Resources
Totals - Washoe County OPEB plans	\$ 79,235,197	\$ 77,280,684

	TMFPD RGMP	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 814,894	\$ 1,702,336
Changes of assumptions	781,739	393,256
Net difference between projected and actual earnings on OPEB plan investments	-	1,046,610
Contributions made subsequent to the measurement date	2,488,616	-
Total - TMFPD OPEB plan	\$ 4,085,249	\$ 3,142,202

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For Washoe County, \$16,235,756 reported as deferred outflows of resources related to both its OPEB plans resulting from employer contributions to the plans subsequent to the plans' measurement dates will be recognized as a reduction of the County's net OPEB liability in the year ended June 30, 2025.

For TMFPD, \$2,488,616 reported as deferred outflows of resources related to its OPEB plan resulting from employer contributions subsequent to the measurement date of its plan will be recognized as a reduction of TMFPD's net OPEB liability in the year ended June 30, 2025.

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

<u>Year ended June 30:</u>	<u>RHBP</u>	<u>PEBP Plan</u>	<u>TMFPD RGMP</u>
2026	\$ (18,630,525)	\$ (91,881)	\$ (375,255)
2027	(4,975,777)	16,548	(62,558)
2028	806,732	(75,359)	(369,356)
2029	5,190,097	(46,773)	(224,885)
2030	2,191,672	-	(101,659)
Thereafter	1,334,023	-	(411,856)
Total	<u>\$ (14,083,778)</u>	<u>\$ (197,465)</u>	<u>\$ (1,545,569)</u>

Truckee Meadow Fire Protection District (TMFPD) - Changes to Plan after Measurement Date

As of July 1, 2024, after the measurement date of June 30, 2024, Truckee Meadow Fire Protection District (TMFPD) approved collective bargaining agreements that changed the employer portion paid for retiree health premiums. Under the new agreements, eligible retirees who retire from TMFPD will be required to pay for 0% to 40% of the retirees' health insurance premium and 100% of the cost of coverage for their families. The changes in benefit terms will be included in the financial statements ending June 30, 2026.

NOTE 16 - RISK MANAGEMENT

In 1981, the County started self-funding its workers' compensation obligations. Since then, the County has increased the number of programs where the self-funding is practiced and the proportion of the loss exposure which it self-funds. Currently, the County self-funds portions of its fiscal responsibility related to exposures of loss from torts; theft of, damage to, or destruction of assets; errors or omissions; and health insurance claims.

Two internal service funds have been established to account for these programs:

The Risk Management Fund accounts for costs related to general liability, auto liability, workers' compensation, property coverage and unemployment compensation. Except for unemployment compensation, these costs are covered through a combination of self-funding and insurance purchased from outside carriers.

The Health Benefits Fund accounts for life, medical, prescription, dental and vision insurance programs. The plans contained within the Health Benefits Fund are handled through contracts with an external claims administrator, a preferred provider organization for medical services and through the purchase of various insurance plans, including a fully-insured medical and prescription plan.

At any time, there are a number of lawsuits and unresolved disputes involving the County, which are administered by the Risk Management Division. These items are reviewed by the Risk Management Division with input from the District Attorney's Office and the appropriate third party administrator. They set the values to the extent a value is determinable. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, including the effects of specific incremental claim adjustment expenses, salvage and subrogation. Allocated claim adjustment expenses are included. Annually, an aggregate value is placed on all claims through the performance of an actuarial study.

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The values set by the actuary for both short and long-term liabilities are as follows:

	<u>Current</u>	<u>Long-Term</u>	<u>Total</u>
Pending Claims:			
Property and liability claims	\$ 992,000	\$ 2,589,000	\$ 3,581,000
Workers' compensation claims	6,540,000	8,712,000	15,252,000
Unprocessed Health Benefits Fund claims	<u>7,651,490</u>	<u>-</u>	<u>7,651,490</u>
Total Pending Claims	<u>\$ 15,183,490</u>	<u>\$ 11,301,000</u>	<u>\$ 26,484,490</u>

The level of insurance coverage purchased by the County for property-related claims ranges from \$500,000 to a policy limit of \$500 million, depending on the incident. Deductibles generally range from \$2,500 to \$50,000. Liability and workers' compensation claims are self-insured up to \$1.5 million each; insurance policies are in place for losses greater than this amount. There were no settled claims in excess of insurance coverage in the current fiscal year or the three prior fiscal years.

Many items involving the Risk Management Fund do not specifically fall within the criteria used by the actuary for evaluation. Such items include contract disputes and noninsurance items. Currently, there is a net position of \$24,344,735 in the Risk Management Fund for claims that fall into areas not recognized in the actuarial studies and possible catastrophic losses that exceed parameters of the actuarial studies, in addition to the claims that are evaluated by the actuary. The net position amount is restricted for the payment of claims per NRS 354.6215.

The County's exposure for the self-funded portion of health insurance claims is limited to \$375,000 per claim each year. Stop-loss insurance is in place for claims above this amount. Currently, there is a net position of \$18,458,467 in the Health Benefits Fund for claims in excess of amounts projected by the actuary. The net position amount is restricted for the payment of claims per NRS 354.6215.

Claims liability and activity for the Risk Management and the Health Benefits Funds for the fiscal years ending June 30 were as follows:

	<u>Risk Management</u>		<u>Health Benefits</u>	
	<u>Fund</u>		<u>Fund</u>	
Claims Liability/Activity:				
Claims Liability, June 30, 2023	\$	16,979,000	\$	5,733,000
Claims and changes in estimates		5,808,401		51,182,997
Claim payments		<u>(4,889,401)</u>		<u>(48,347,997)</u>
Claims Liability, June 30, 2024		17,898,000		8,568,000
Claims and changes in estimates		5,913,167		59,031,378
Claim payments		<u>(4,978,167)</u>		<u>(59,947,888)</u>
Claims Liability, June 30, 2025	\$	<u>18,833,000</u>	\$	<u>7,651,490</u>

The non-discounted amount of unpaid claims in the Risk Management Fund at June 30 is \$19,637,000. The interest rate used for discounting was 2.5%.

Discretely Presented Component Units

The Truckee Meadows Fire Protection District (TMFPD), discretely presented component unit, does not participate in the Washoe County Risk Management or Health Benefits Funds.

The Truckee Meadows Fire Protection District (TMFPD) is exposed, as are all entities, to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The Truckee Meadows Fire Protection District is fully insured for property and auto loss and liability with a \$1,000 to \$2,500 deductible. This Truckee Meadows Fire Protection District is covered up to a policy limit per occurrence of \$10,000,000 and \$20,000,000 annual aggregate in excess liability coverage. The Truckee Meadows Fire Protection District's policy contains various sub-limits established for earthquake, flood, equipment breakdown, errors and omissions and other items.

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During the term of the Reno/Truckee Meadows Fire Protection Truckee Meadows Fire Protection District Interlocal Agreement, workers' compensation was fully insured with the City of Reno's self-funded workers' compensation plan. Due to the termination of the Agreement, as of July 1, 2012, the Truckee Meadows Fire Protection District is no longer self-funded with the City of Reno but has purchased a guaranteed workers compensation insurance plan. However, the Truckee Meadows Fire Protection District is still required to pay workers' compensation claims costs to the City of Reno for those years the Truckee Meadows Fire Protection District was self-funded through the City of Reno's workers' compensation plan.

During the fiscal year ended June 30, 2004, the Truckee Meadows Fire Protection District and the City of Reno instituted a "pay as you go" system for workers' compensation claims. The Truckee Meadows Fire Protection District shared the combined losses with the Reno Fire Department (RFD). The Truckee Meadows Fire Protection District established the Workers' Compensation Fund to account for this program. The Truckee Meadows Fire Protection District brought out all workers' compensation liability for all claims incurred prior to July 1, 2012. Claims incurred prior to fiscal year 2012 remain the liability of the City of Reno under the buyout agreement. TMFPD will remain responsible for future Heart and Lung related workers' compensation claims on a "pay as you go" system.

Claims liability and activity for the past two years ending June 30 were as follows:

		TMFPD Workers' Compensation Fund
Claims Liability/Activity:		
Claims Liability, July 1, 2023	\$	753,966
Claims and changes in estimates		215,062
Claims payments		<u>(26,175)</u>
Claims Liability, June 30, 2024		942,853
Claims and changes in estimates		56,699
Claims payments		<u>(15,575)</u>
Claims Liability, June 30, 2025	\$	<u><u>983,977</u></u>

NOTE 17 – JOINT VENTURES

Truckee Meadows Water Authority

The Truckee Meadows Water Authority (TMWA) is a joint powers authority formed in November 2000, pursuant to a Cooperative Agreement among the Cities of Reno and Sparks and Washoe County (Members). TMWA was formed in order to purchase water assets and undertake water utility operations of Sierra Pacific Power Company, a Nevada corporation, and to develop, manage and maintain supplies of water for the ongoing benefit of the Truckee Meadows community. TMWA has issued bonds that do not constitute an obligation of the Cities of Reno or Sparks, the County, or the State.

Under the terms of the Cooperative Agreement, TMWA's Board of Directors has the power to periodically assess the Members directly for budgets and for the satisfaction of any liabilities imposed against TMWA. Since TMWA's formation no such assessments have been made. The arrangement is considered a joint venture with no equity interest recorded in the County's financial statements because no explicit and measurable equity interest is deemed to exist. The County appoints two directors of a seven-member governing body.

Separate audited financial statements and information for the joint venture are available by contacting the Authority's Chief Financial Officer at P.O. Box 30013, Reno, NV 89520-3013.

Truckee River Flood Management Authority

The Truckee River Flood Management Authority (TRFMA) is a joint powers authority formed in March 2011, pursuant to a Cooperative Agreement among the Cities of Reno and Sparks and Washoe County (Members). The governing body of each Member appoints two directors who must be elected officials of the Member's governing body. The TRFMA was formed in order to regulate and control waters of the Truckee River that flow through their territories to reduce or mitigate flooding for the ongoing benefit of the Truckee Meadows community.

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The primary source of revenue for the TRFMA consists of the net revenues of the Infrastructure Tax pledged by the County to support the TRFMA. The Infrastructure Tax is collected by the State of Nevada Department of Taxation and remitted to the County pursuant to procedures established in NRS Chapter 377B that restricts spending of these proceeds to projects for the management of floodplains, the prevention of floods or facilities relating to public safety. Net revenues consist of the balance remaining after paying or reserving for County obligations for existing flood project related debt.

Under the terms of the Cooperative Agreement, the TRFMA Board of Directors has the power to periodically impose, assess, levy, collect and enforce fees, rates, and charges in an amount sufficient for services or facilities, or both services and facilities and to discharge any debt instruments or financing agreements. No such assessments have been made since the TRFMA's formation. The arrangement is considered a joint venture with no equity interest recorded in the County's financial statements because no explicit and measurable equity interest is deemed to exist.

NOTE 18 – TAX ABATEMENTS

State of Nevada Tax Abatements

For the fiscal year ended June 30, 2025, Washoe County tax revenues were reduced by a total amount of \$1,800,630 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, 2025, the total amount abated for Washoe County was \$403,316.
- 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 abatement can be up to 20 years. For fiscal year ending June 30, 2025, the total amount abated for Washoe County was \$1,397,030.
- Renewable Energy (NRS 701A.370) – Partial abatements from property and local sales and use taxes imposed on renewable energy facilities. For fiscal year ending June 30, 2025, the total amount abated for Washoe County was \$284.
- Standard Abatement (NRS 360.750)
 - Local Sales and Use Tax Abatement – A partial abatement of sales and use taxes is available to qualified companies that locate or expand their business in Nevada. The tax abatement is on the gross receipts from the sale, and the storage, use of other consumption, of eligible capital equipment. The abatement reduces the sales and use tax rate to 2%. The approved business is eligible for tax abatements for a two-year period beginning the date the abatement becomes effective.
 - Modified Business Tax Abatement – A partial abatement of the Modified Business Tax is available to qualified companies that locate or expand their business in Nevada. The current tax imposed on each employer is at the rate of 1.475% on taxable wages over \$50,000 in a quarter. A business may qualify for a partial abatement of up to 50% of the amount of the business tax due during the first four years of operations.
 - Personal Property Tax Abatement – A partial abatement from personal property tax is available to qualified companies that locate or expand their business in Nevada. This tax abatement can be up to 50% of the tax due for 10 years beginning from when the abatement becomes effective. The applicant must apply for abatement not more than one year before the business begins to develop for expansion of operations in Nevada.
 - Real Property Tax Abatement for Recycling – A partial abatement of real property (land and buildings) tax is available for businesses and facilities using recycled material that have as a primary purpose the conservation of energy or the substitution of fossil sources for other sources of energy. To qualify, the business must be in the primary trade of recycling at least 50% of raw material or an intermediate product onsite; or converting the energy derived from recycled material into electricity. Qualifying businesses can receive a partial abatement of up to 50% of the tax due on real property for not more 10 years beginning from when the abatement becomes effective.

For fiscal year ended June 30, 2025, there was no standard amount abated for Washoe County. Truckee Meadow Fire Protection District's tax revenues were reduced by \$44,917 under agreements entered into by the State Nevada. The state agreements include a partial abatement of one or more of personal property and local sales and use taxes imposed on aircraft, components of aircraft and other personal property used for certain purposes related to aircraft, a partial abatement of one or more of property and local sales and use taxes imposed on a new or expanded data center and on renewable energy facilities, and use taxes imposed on eligible machinery or equipment used by certain new or expanded businesses.

WASHOE COUNTY, NEVADA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2025
(CONTINUED)

NOTE 19 – SUBSEQUENT EVENTS

Washoe County

On August 24, 2025, the State of Nevada responded to a ransomware cyberattack. This attack resulted in the disruption of statewide services, leading to the suspension of various state services. These disruptions included the financial processing and reporting of collected taxes, such as C-tax or consolidated taxes. Consequently, this affected the timely revenue reporting of Washoe County.

NOTE 20 – ACCOUNTING CHANGES

Discretely Presented Component Units

Restatement

The District implemented GASB Statement 101, *Compensated Absences* which required the restatement of beginning net position related to compensated absences liabilities.

The impact to beginning net position for the year ended June 30, 2025 was as follows:

	Net Position/ Fund Balance Beginning of Year As Previously Reported	Implementation of New Standard	Net Position/ Fund Balance Beginning of Year as restated
Government-Wide			
Governmental Activities	\$ 364,112	\$ (878,958)	\$ (514,846)
Business-Type Activities	<u>3,099,090</u>	<u>(13,151)</u>	<u>3,085,939</u>
Total Primary Government	\$ 3,463,202	\$ (892,109)	\$ 2,571,093
Proprietary Funds			
Major Fund: Emergency Fund	<u>\$ 3,099,090</u>	<u>\$ (13,151)</u>	<u>\$ 3,085,939</u>

**WASHOE COUNTY, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

SCHEDULE OF COUNTY'S SHARE OF NET PENSION LIABILITY – PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEVADA (PERS) – LAST TEN PLAN YEARS* (See Note 1 to RSI.)

Plan Year	County's portion of the net pension liability	County's proportionate share of the net pension liability	County's covered payroll	County's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total pension liability
2024	3.32371%	\$ 600,523,867	\$ 259,585,176	231.34%	78.11%
2023	3.34499%	610,557,986	234,110,877	260.80%	76.16%
2022	3.16449%	571,345,671	209,466,988	272.76%	75.12%
2021	3.12501%	284,979,162	201,250,710	141.60%	86.51%
2020	3.05590%	425,636,603	189,036,361	225.16%	77.04%
2019	3.03172%	413,343,294	187,433,424	220.53%	76.46%
2018	3.04017%	414,611,133	180,876,924	229.22%	75.24%
2017	3.08066%	409,723,194	171,171,726	239.36%	74.42%
2016	3.00375%	404,218,415	170,699,917	236.80%	72.20%
2015	3.04481%	348,917,793	159,308,921	219.02%	75.10%

SCHEDULE OF COUNTY'S CONTRIBUTIONS – PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEVADA (PERS) – LAST TEN FISCAL YEARS*

Fiscal Year	Statutorily required contribution	Contributions in relation to the statutorily required contribution	Contribution (deficiency) excess	Covered payroll	Contributions as a percentage of covered payroll
2025	\$ 53,953,617	\$ 53,953,617	\$ -	\$ 284,518,003	18.96%
2024	48,351,019	48,351,019	-	259,585,176	18.63%
2023	38,960,023	38,960,023	-	234,110,877	16.64%
2022	34,906,809	34,906,809	-	209,466,988	16.66%
2021	32,733,943	32,733,943	-	201,250,710	16.27%
2020	31,979,801	31,979,801	-	189,036,361	16.92%
2019	29,179,819	29,179,819	-	187,433,424	15.57%
2018	28,199,821	28,199,821	-	180,876,924	15.59%
2017	26,816,677	26,816,677	-	171,171,726	15.67%
2016	25,638,494	25,638,494	-	170,699,917	15.02%

**WASHOE COUNTY, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

SCHEDULES OF CHANGES IN THE OPEB LIABILITY AND RELATED RATIOS*

Washoe County Retirees Health Benefits Plan:

	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB liability								
Service cost	\$ 5,095,153	\$ 4,854,356	\$ 3,877,260	\$ 3,764,330	\$ 5,646,136	\$ 5,455,204	\$ 6,700,000	\$ 6,473,000
Interest	27,878,898	28,127,424	22,076,351	21,660,363	29,103,076	28,019,923	31,567,000	30,059,000
Changes of benefit terms	-	-	7,528,783	-	-	-	-	-
Differences between expected and actual experience	(5,101,076)	(28,998,830)	86,894,125	-	(896,459)	-	1,484,000	-
Changes of assumptions	12,458,491	13,307,829	3,852,748	-	(123,584,517)	-	(6,570,000)	-
Benefit payments	(23,294,655)	(20,452,605)	(19,501,311)	(17,137,807)	(16,335,205)	(14,912,577)	(16,825,000)	(13,601,066)
Other changes	-	-	-	-	-	-	(172,517)	-
Net Change in total OPEB liability	17,036,811	(3,161,826)	104,727,956	8,286,886	(106,066,969)	18,562,550	16,183,483	22,930,934
Total OPEB liability - beginning	491,239,799	494,401,625	389,673,669	381,386,783	487,453,752	468,891,202	452,707,719	429,776,785
Total OPEB liability - ending (a)	\$ 508,276,610	\$ 491,239,799	\$ 494,401,625	\$ 389,673,669	\$ 381,386,783	\$ 487,453,752	\$ 468,891,202	\$ 452,707,719
Plan fiduciary net position								
Employer contributions	\$ 18,249,364	\$ 6,810,652	\$ 10,952,060	\$ 16,898,159	\$ 20,188,000	\$ 22,956,281	\$ 22,988,364	\$ 25,306,206
Other contributions	542,037	523,799	473,658	917,267	458,977	1,704,664	3,144,797	1,877,007
Net investment income	49,354,868	39,297,333	(32,415,407)	75,006,695	17,131,267	18,504,570	16,871,288	21,244,206
Benefit payments	(23,294,655)	(20,452,605)	(19,501,311)	(17,137,807)	(16,335,205)	(16,303,362)	(16,825,000)	(13,601,066)
Administrative expenses	(43,936)	(101,503)	(23,043)	(40,141)	(54,574)	(79,845)	(15,690)	(27,416)
Net change in plan fiduciary net position	44,807,678	26,077,676	(40,514,043)	75,644,173	21,388,465	26,782,308	26,163,759	34,798,937
Plan fiduciary net position - beginning	334,865,057	308,787,381	349,301,424	273,657,251	252,268,786	225,486,478	199,322,719	164,523,782
Plan fiduciary net position - ending (b)	\$ 379,672,735	\$ 334,865,057	\$ 308,787,381	\$ 349,301,424	\$ 273,657,251	\$ 252,268,786	\$ 225,486,478	\$ 199,322,719
RHBP net OPEB liability - ending (a) - (b)	128,603,875	156,374,742	185,614,244	40,372,245	107,729,532	235,184,966	243,404,724	253,385,000
Plan fiduciary net position as a percentage of the total OPEB liability	74.70%	68.17%	62.46%	89.64%	71.75%	51.75%	48.09%	44.03%
Covered-employee payroll	\$ 272,775,273	\$ 248,444,482	\$ 220,504,669	\$ 209,749,623	\$ 196,212,842	\$ 196,656,571	\$ 189,686,766	\$ 181,731,903
RHBP's net OPEB liability as a percentage of covered-employee payroll	47.15%	62.94%	84.18%	19.25%	54.90%	119.59%	128.32%	139.43%

PEBP Plan:

	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB liability								
Service cost	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	172,120	175,652	191,553	195,487	228,043	231,538	255,702	256,838
Differences between expected and actual experience	(10,788)	-	(65,856)	-	123,541	-	(9,159)	-
Changes of assumptions	50,869	-	(149,120)	-	(468,540)	-	240,944	-
Benefit payments	(227,589)	(246,266)	(259,778)	(267,940)	(299,400)	(280,454)	(281,687)	(264,731)
Net Change in total OPEB liability	(15,388)	(70,614)	(283,201)	(72,453)	(416,356)	(48,916)	205,800	(7,893)
Total OPEB liability - beginning	3,105,607	3,176,221	3,459,422	3,531,875	3,948,231	3,997,147	3,791,347	3,799,240
Total OPEB liability - ending	\$ 3,090,219	\$ 3,105,607	\$ 3,176,221	\$ 3,459,422	\$ 3,531,875	\$ 3,948,231	\$ 3,997,147	\$ 3,791,347
Plan fiduciary net position								
Employer contributions	\$ 42,565	\$ 23,459	\$ 70,606	\$ 101,841	\$ 102,159	\$ 94,719	\$ 99,636	\$ 43,000
Net investment income	350,278	326,845	(282,396)	691,084	180,349	189,515	231,540	303,279
Benefit payments	(227,589)	(246,266)	(259,778)	(267,940)	(299,400)	(280,454)	(281,687)	(264,731)
Administrative expenses	(23,936)	(33,788)	(21,396)	(23,678)	(21,510)	(22,122)	(14,221)	(14,702)
Net change in plan fiduciary net position	141,318	70,250	(492,964)	501,307	(38,402)	(18,342)	35,268	66,846
Plan fiduciary net position - beginning	2,762,094	2,691,844	3,184,808	2,683,501	2,721,903	2,740,245	2,704,977	2,638,131
Plan fiduciary net position - ending (b)	\$ 2,903,412	\$ 2,762,094	\$ 2,691,844	\$ 3,184,808	\$ 2,683,501	\$ 2,721,903	\$ 2,740,245	\$ 2,704,977
PEBP net OPEB liability - ending (a) - (b)	186,807	343,513	484,377	274,614	848,374	1,226,328	1,256,902	1,086,370
Plan fiduciary net position as a percentage of the total OPEB liability	93.95%	88.94%	84.75%	92.06%	75.98%	68.94%	68.56%	71.35%

Note: The PEBP Plan is closed to existing County employees. Only retirees who meet certain criteria may participate. There is no payroll associated with the participants, so covered-employee payroll disclosures are not applicable.

*GASB Statement No. 75 requires ten years of information to be presented in these tables. However, until ten years of data is compiled, the County will present information only for those years for which information is available.

**WASHOE COUNTY, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

SCHEDULE OF COUNTY CONTRIBUTIONS – OPEB*

Washoe County Retirees Health Benefits Plan:

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 15,043,328	\$ 16,204,623	\$ 18,249,364	\$ 6,810,652	\$ 10,952,060	\$ 20,378,275	\$ 20,188,000	\$ 23,147,000	\$ 23,088,000
Contributions in relation to the actuarially determined contribution	16,204,623	18,249,364	6,810,652	10,952,060	16,898,159	20,188,000	22,956,281	22,988,364	25,306,206
Other contributions	3,946,501	3,091,667	4,688,484	2,673,820	2,600,406	1,760,602	1,704,719	3,144,797	1,877,007
Contribution deficiency (excess)	\$ (5,107,796)	\$ (5,136,408)	\$ 6,750,228	\$ (6,815,228)	\$ (8,546,505)	\$ (1,570,327)	\$ (4,473,000)	\$ (2,986,161)	\$ (4,095,213)
Covered-employee payroll	\$ 299,996,845	\$ 272,775,273	\$ 247,958,991	\$ 220,504,669	\$ 209,749,623	\$ 196,212,842	\$ 196,656,571	\$ 189,686,766	\$ 181,731,903
Contributions as a percentage of covered-employee payroll	6.72%	7.82%	4.64%	6.18%	9.30%	11.19%	12.54%	13.78%	14.96%

Notes to Schedule

Valuation date July 1, 2024

Methods and assumptions used to determine contribution amount:

Actuarial cost method Entry Age Normal
 Amortization method Level percentage of payroll, closed
 Remaining amortization period 17 years
 Asset valuation method Market value
 Inflation 2.5%
 Healthcare costs trend rate 7.25% initial, 3.45% ultimate

Salary increases 7.5% each of first 4 years, and 2.5% thereafter

Investment rate of return 5.75%, net of OPEB plan investment expense

Mortality PUB-2010, Amount Weighted, Above Median, General and Safety Mortality tables split by Male/Female, Employee/Retiree, and Health/Disabled. Projected generationally from the 2010 base year using the MP-2020 projection scale. Male healthy retiree rates increased by 30% (30% for Deputies), and female healthy retiree rates increased by 15% (5% for Deputies). Male disabled retiree rates increased by 20% (30% for Deputies), and female disabled retiree rates increased by 15% (10% for Deputies).

PEBP Plan:

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 17,511	\$ 31,133	\$ 42,565	\$ 23,459	\$ 70,606	\$ 101,841	\$ 102,159	\$ 93,834	\$ 99,636
Contributions in relation to the actuarially determined contribution	31,133	42,565	23,459	70,606	101,841	102,159	94,719	99,636	43,000
Contribution deficiency (excess)	\$ (13,622)	\$ (11,432)	\$ 19,106	\$ (47,147)	\$ (31,235)	\$ (318)	\$ 7,440	\$ (5,802)	\$ 56,636

Notes to Schedule

Valuation date July 1, 2024

Methods and assumptions used to determine contribution amount:

Actuarial cost method Entry Age Normal
 Amortization method Level dollar amount, closed
 Remaining amortization period 17 years
 Asset valuation method Market value
 Inflation 2.50%
 Healthcare costs trend rate 7.25% initial, 3.45% ultimate

Salary increases n/a

Investment rate of return 5.75% of OPEB plan investment expense

Mortality Pub-2010, Amount Weighted, Above Median, General Mortality tables split by Male/Female, Employee/Retiree, and Healthy/Disabled. Projected generationally from the 2010 base year using the MP-2020 projection scale. Male retiree rates increased by 30%, and female retirees rates increased by 15%.

*GASB Statement No. 75 requires ten years of information to be presented in this schedule. However, until 10 years of data is compiled, the County will present information only for those years for which information is available.

**WASHOE COUNTY, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

NOTE 1 – COUNTY CONTRIBUTIONS TO PERS

In fiscal year 2018, the Nevada Public Employees’ Retirement System (PERS) implemented Governmental Accounting Standards Board Statement No. 82, *Pension Issues – an amendment of GASB Statements No. 67, No. 68, and No. 73*. As a result of this implementation, and under Nevada Revised Statutes, one-half of the total employer-paid contributions are deemed to be from employers and one-half is deemed to be from employees (through salary schedule reductions). Accordingly, beginning with fiscal year 2016, the amount of the statutorily required contribution presented reflects only the employer portion of the employer-paid contributions, and excludes employer-paid member contributions.

Actuarial Assumptions

The County’s net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by PERS’ actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, as reported by PERS, applied to all periods included in the measurement:

Inflation Rate	2.50%
Productivity Pay Increases	0.50%
Investment Rate of Return	7.25%
Projected Salary Increases	Regular: 4.20% to 9.10%, depending on service Police/Fire: 4.60% to 14.50%, depending on service Rates include inflation and productivity increases
Mortality: Healthy	Regular: Pub-2010 General Healthy Retiree Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 30% for males and 15% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020 (ages 45 and over). Police/Fire: Pub-2010 Safety Healthy Retiree Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 30% for males and 5% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020 (ages 45 and over).
Disabled	Regular: Pub-2010 Non-Safety Disabled Retiree Amount-Weighted Mortality Table (separate tables for males and females) with rates increased by 20% for males and 15% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020. Police/Fire: Pub-2010 Safety Disabled Retiree Amount-Weighted Mortality Table (separate tables for males and females) with rates increased by 30% for males and 10% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020.
Beneficiaries	Pub-2010 Contingent Survivor Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 15% for males and 30% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020 (ages 45 and over).
Pre-Retirement	Regular: Pub-2010 General Employee Amount-Weighted Above-Median Mortality Table (separate tables for males and females) projected generationally with the two-dimensional monthly improvement scale MP-2020. Police/Fire: Pub-2010 Safety Employee Amount-Weighted Above-Median Mortality Table (separate tables for males and females) projected generationally with the two-dimensional monthly improvement scale MP-2020.
Other Assumptions	Same as those used in PERS' June 30, 2024 funding actuarial valuation.

NOTE 2 – TMFPD COVERED PAYROLL AND NET OPEB LIABILITY

The covered payroll for active plan members for the TMFPD RGMP OPEB plan reported on the next page reflects changes in the current labor agreement to make all District employees hired between April 1, 2012 and July 1, 2014 eligible for retiree health benefits, and to require all retirees to enroll in Medicare at age 65. The total OPEB liability shown for TMFPD also includes the

**WASHOE COUNTY, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

District's proportionate share of the liability, based on service earned prior to July 1, 2000 for the remaining 32 employees who transferred employment to the City and retired during the term of the Interlocal Agreement. All amounts include amounts previously presented separately for the Sierra Fire Protection District, which was consolidated into TMFPD as of July 1, 2016.

Discretely Presented Component Unit

SCHEDULE OF TRUCKEE MEADOWS FIRE PROTECTION DISTRICT'S NET PENSION LIABILITY – PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEVADA (PERS) – LAST TEN PLAN YEARS*

Plan Year	TMFPD's portion of the net pension liability	TMFPD's proportionate share of the net pension liability	TMFPD's covered payroll	TMFPD's proportionate share of the net pension liability as a percentage of its covered payroll	Plan fiduciary net position as a percentage of the total net pension liability
2024	0.32705%	\$ 59,091,342	\$ 20,555,984	287.47%	78.11%
2023	0.34317%	62,638,259	19,320,634	324.20%	76.16%
2022	0.31037%	56,037,045	16,497,784	339.66%	75.12%
2021	0.28293%	25,801,019	14,612,697	176.57%	86.51%
2020	0.25331%	35,281,344	12,985,484	271.70%	77.04%
2019	0.24089%	32,847,974	11,759,724	279.33%	76.46%
2018	0.23531%	32,090,988	11,003,348	291.65%	75.24%
2017	0.21270%	28,288,166	9,712,107	291.27%	74.42%
2016	0.21696%	29,197,203	9,271,513	314.91%	72.23%
2015	0.22129%	25,358,762	8,435,593	300.62%	75.13%

SCHEDULE OF TRUCKEE MEADOWS FIRE PROTECTION DISTRICT'S CONTRIBUTIONS – PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEVADA (PERS) – LAST TEN FISCAL YEARS*

**WASHOE COUNTY, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

Fiscal Year	Statutorily required contribution	Contributions in relation to the		Contribution (deficiency) excess	Covered payroll	Contributions as a percentage of covered payroll
		statutorily required contribution	statutorily required contribution			
2025	\$ 5,347,231	\$ 5,347,231	\$ -	\$ 22,677,701	23.58%	
2024	4,706,766	4,706,766	-	20,555,984	22.90%	
2023	3,972,705	3,972,705	-	19,320,634	20.56%	
2022	3,414,171	3,414,171	-	16,497,784	20.69%	
2021	2,961,304	2,961,304	-	14,612,697	20.27%	
2020	2,639,769	2,639,769	-	12,985,484	20.33%	
2019	2,293,573	2,293,573	-	11,759,724	19.50%	
2018	2,156,034	2,156,034	-	11,003,348	19.59%	
2017	1,896,920	1,896,920	-	9,712,107	19.53%	
2016	1,835,776	1,835,776	-	9,271,513	19.80%	

*GASB Statement No. 68 requires ten years of information to be presented in this table. However, until 10 years of data is compiled, the County will present information only for those years for which information is available.

SCHEDULES OF CHANGES IN THE OPEB LIABILITY AND RELATED RATIOS*

	2024	2023	2022	2021	2020	2019	2018	2017
Total OPEB liability								
Service cost	\$ 1,002,037	\$ 972,851	\$ 619,298	\$ 604,193	\$ 538,625	\$ 520,411	\$ 417,213	\$ 405,061
Interest	1,066,257	962,750	822,087	802,893	671,333	613,936	501,045	455,572
Changes of benefit terms	-	-	756,058	-	-	-	-	-
Differences between expected and actual experience	(1,298,621)	-	600,538	(914,105)	817,675	-	(27,487)	-
Changes of assumptions	416,984	-	(547,072)	-	861,777	-	2,295,853	-
Benefit payments	(177,264)	(152,444)	(163,648)	(184,624)	(176,377)	(214,991)	(215,174)	(230,891)
Net Change in total OPEB liability	1,009,393	1,783,157	2,087,261	308,357	2,713,033	919,356	2,971,450	629,742
Total OPEB liability - beginning	17,628,956	15,845,799	13,758,538	13,450,181	10,737,148	9,817,792	6,846,342	6,216,600
Total OPEB liability - ending (a)	\$ 18,638,349	\$ 17,628,956	\$ 15,845,799	\$ 13,758,538	\$ 13,450,181	\$ 10,737,148	\$ 9,817,792	\$ 6,846,342
Plan fiduciary net position								
Employer contributions	\$ 1,320,400	\$ 1,300,000	\$ 850,000	\$ 750,000	\$ 651,000	\$ 463,000	\$ -	\$ -
Net investment income	1,843,545	1,285,317	(965,903)	1,983,264	418,050	450,938	435,094	591,731
Benefit payments	(177,264)	(152,444)	(163,648)	(184,624)	(176,377)	(214,991)	(215,174)	(230,891)
Administrative expenses	(24,935)	(52,551)	(22,396)	(35,106)	(39,115)	(34,449)	(15,693)	(16,744)
Net change in plan fiduciary net position	2,961,746	2,380,322	(301,947)	2,513,534	853,558	664,498	204,227	344,096
Plan fiduciary net position - beginning	11,630,966	9,250,644	9,552,591	7,039,057	6,185,499	5,521,001	5,316,774	4,972,678
Plan fiduciary net position - ending (b)	\$ 14,592,712	\$ 11,630,966	\$ 9,250,644	\$ 9,552,591	\$ 7,039,057	\$ 6,185,499	\$ 5,521,001	\$ 5,316,774
TMFPD RGMP net OPEB liability - ending (a) - (b)	4,045,637	5,997,990	6,595,155	4,205,947	6,411,124	4,551,649	4,296,791	1,529,568
Plan fiduciary net position as a percentage of the total OPEB liability	78.29%	65.98%	58.38%	69.43%	52.33%	57.61%	56.23%	77.66%
Covered-employee payroll	\$ 26,249,767	\$ 23,665,044	\$ 22,776,688	\$ 19,759,972	\$ 16,408,769	\$ 16,004,299	\$ 15,660,842	\$ 13,199,783
TMFPD RGMP's net OPEB liability as a percentage of covered-employee payroll	15.41%	25.35%	28.96%	21.29%	39.07%	28.44%	27.44%	11.59%

**WASHOE COUNTY, NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2025**

SCHEDULE OF TRUCKEE MEADOWS FIRE PROTECTION DISTRICT'S CONTRIBUTIONS – OPEB*

	2025	2024	2023	2022	2021	2020	2019	2018	2017
Actuarially determined contribution	\$ 1,720,326	\$ 2,031,446	\$ 1,987,902	\$ 1,219,612	\$ 1,441,459	\$ 1,113,849	\$ 1,037,004	\$ 650,895	\$ 405,061
Contributions in relation to the actuarially determined contribution	2,488,616	1,320,400	1,300,000	850,000	750,000	651,000	463,000	-	-
Contribution deficiency (excess)	<u>(768,290)</u>	<u>711,046</u>	<u>687,902</u>	<u>369,612</u>	<u>691,459</u>	<u>462,849</u>	<u>574,004</u>	<u>650,895</u>	<u>405,061</u>
Covered-employee payroll	\$ 29,442,360	\$ 26,249,767	\$ 23,665,044	\$ 22,776,688	\$ 19,759,972	\$ 16,408,769	\$ 16,004,299	\$ 15,660,842	\$ 13,199,783
Contributions as a percentage of covered-employee payroll	8.45%	5.03%	5.49%	3.73%	3.80%	3.97%	2.89%	0.00%	0.00%

Notes to Schedule

Valuation date	July 1, 2022
Methods and assumptions used to determine contribution amount:	
Actuarial cost method	Entry Age Normal
Amortization method	Level dollar amount, closed
Remaining amortization period	8 years
Asset valuation method	Market value
Inflation	2.35%
Healthcare costs trend rate	5.5% initial, 3.7% ultimate
Salary increases	First two years after valuation: 12.0% each of first 4 years of service, and 4.5% thereafter Years 3+ after valuation: 9.3% each of first 4 years of service, and 2.35% thereafter
Investment rate of return	5.75%, net of OPEB plan investment expense
Mortality	PUB-2010, Amount Weighted, Above Median, Safety Mortality tables split by Male/Female, Employee/Retiree, and Health/Disabled. Projected generationally from the 2010 base year using the MP-2020 projection scale. Male healthy retiree rates increased by 30%, and female healthy retiree rates increased by 5%. Male disabled retiree rates increased by 30%, and female disabled retiree rates increased by 10%.

*GASB Statement No. 75 requires ten years of information to be presented in these schedules. However, until 10 years of data is compiled, the County will present information only for those years for which information is available.



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COMPLIANCE SECTION

COMPLIANCE SECTION

Page

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. C-2

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*. C-4

Schedule of Expenditures of Federal Awards C-8

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AUDITOR’S COMMENTS SECTION

Auditor’s Comments C-31



**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 Honorable Board of Commissioners
Washoe County, Nevada
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 (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washoe County, Nevada (the “County”), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the County’s basic financial statements and have issued our report thereon dated December 9, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing 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 County’s internal control. Accordingly, we do not express an opinion on the effectiveness of the County’s internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control 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 certain items that we consider to be material weaknesses and significant deficiencies.

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 item 2025-002 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. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs as item 2025-001 to be a significant deficiency.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County'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 financial statements. 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*.

County's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Questioned Costs. The County's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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 County'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 County's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The image shows a handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Reno, Nevada
December 9, 2025



**Independent Auditor’s Report on Compliance for Each Major Federal Program;
Report on Internal Control Over Compliance; and Report on the Schedule of Expenditures
of Federal Awards Required by the Uniform Guidance**

The Honorable Board of Commissioners
Washoe County
Reno, Nevada

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Washoe County’s compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of Washoe County’s major federal programs for the year ended June 30, 2025. Washoe County’s major federal programs are identified in the summary of auditor’s results section of the accompanying schedule of findings and questioned costs.

In our opinion, Washoe County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2025.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); 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). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor’s Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Washoe County and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified and unmodified opinions on compliance for each major federal program. Our audit does not provide a legal determination of Washoe County’s compliance with the compliance requirements referred to above.

Other Matter – Federal Expenditures Not Included in the Compliance Audit

Washoe County’s basic financial statements include the operations of the Truckee Meadows Fire Protection District (the District), a discretely presented component unit, which expended \$1,454,973 in federal awards which is not included in Washoe County’s schedule of expenditures of federal awards during the year ended June 30, 2025. Our compliance audit, described in the “Opinion on Each Major Federal Program” does not include the operations of the District because the District engaged other auditors to perform an audit of compliance.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to Washoe County’s federal programs.

Auditor’s Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Washoe County’s compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Washoe County’s compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Washoe County’s compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Washoe County’s internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances 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 Washoe County’s internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as discussed below we did identify certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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 a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-003 to be a material weakness.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2025-004 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on Washoe County's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Washoe County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washoe County as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise Washoe County's basic financial statements. We issued our report thereon dated December 9, 2025, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Eide Bailly LLP

Reno, Nevada
February 3, 2026

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass- Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Agriculture (USDA):				
Direct Programs:				
Law Enforcement Agreements	10.704	21-LE-11041700-005	7,973 \$	-
Passed through Nevada Department of Agriculture:				
National School Lunch Program (School Lunch)	10.555	R-2400-09	65,260	-
National School Lunch Program (School Lunch)	10.555	E053	5,506	-
Total Child Nutrition Cluster			70,766	-
Passed through Nevada Department of Health and Human Services, Health Division:				
Special Supplemental Nutrition Program for Women, Infants and Children (WIC Program)	10.557	SG-2025-00724-1	1,029,594	-
Special Supplemental Nutrition Program for Women, Infants and Children (WIC Program)	10.557	UNKNOWN	447,936	-
Total			1,477,530	-
Passed through Nevada Division of Welfare and Supportive Services:				
SNAP Cluster:				
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (Supplemental Nutrition Assistance Program State Administrative Match)	10.561	UNR-24-98	17,008	-
State Administrative Matching Grants for the Supplemental Nutrition Assistance Program (Supplemental Nutrition Assistance Program State Administrative Match)	10.561	UNR-25-52	54,644	-
Total SNAP Cluster			71,652	-
Passed through Nevada Department of Agriculture:				
Child Nutrition Discretionary Grants Limited Availability	10.579	FND23EQ25	6,550	-
Total U.S. Department of Agriculture			1,634,471	-
U.S. Department of Housing and Urban Development (HUD):				
Direct Programs:				
Economic Development Initiative, Community Project Funding, and Miscellaneous grants	14.251	B-22-CP-NV-0629	256,564	-
Continuum of Care Program	14.267	NV0095L9T012308	181,792	-
Continuum of Care Program	14.267	NV0179L9T012300	120,939	-
Continuum of Care Program	14.267	NV0137D9T012304	3,750	-
Continuum of Care Program	14.267	NV0095L9T012207	42,444	-
Continuum of Care Program	14.267	NV0044L9T012213	5,700	-
Continuum of Care Program	14.267	NV0137D9T012203	25,992	-
Continuum of Care Program	14.267	NV0121L9T012306	30,000	-
Total Continuum of Care Program			410,617 \$	-

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass-Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Housing and Urban Development (HUD)(continued):				
Community Development Block Grant Cluster Entitlement/Special Purpose Grants:				
Community Development Block Grants/Entitlement Grants (Community Development Block Grant program for Entitlement Communities)	14.218	UNKNOWN	\$ 27,542	-
Program Income				
Community Development Block Grants/Entitlement Grants (Community Development Block Grant program for Entitlement Communities)	14.218	UNKNOWN	37,663	-
Program Income			65,205	-
			732,386	-
Total Community Development Block Grant Cluster Entitlement/Special Purpose Grants:				
Total U.S. Department of Housing and Urban Development				
U.S. Department of the Interior (DOI):				
Passed through Nevada Division of State Parks:				
Outdoor Recreation Acquisition, Development and Planning	15.916	P22AP00419-00	161,512	-
Outdoor Recreation Acquisition, Development and Planning	15.916	32-00372	184,934	-
			346,446	-
Total U.S. Department of Interior (DOI)				
U.S. Department of Justice (DOJ):				
Direct Programs:				
FBI Child Exploitation Task Force	16.000	UNKNOWN	17,374	-
FBI Child Exploitation Task Force	16.000	281D-LV-C37135	5,010	-
			22,384	-
Total FBI Child Exploitation Task Force				
Veterans Treatment Court Discretionary Grant Program	16.043	15PBJA-23-GG-05276-VTCX	149,689	-
Crime Victim Assistance/Discretionary Grants	16.582	020-V3-GX-0131	13,228	-
State Criminal Alien Assistance Program	16.606		16,110	-
State Criminal Alien Assistance Program	16.606	15PBJA-20-RR-00118	14,126	-
State Criminal Alien Assistance Program	16.606	15PBJA-22-RR-05075	32,881	-
State Criminal Alien Assistance Program	16.606	15PBJA-21-RR-04998	117,102	-
Total State Criminal Alien Assistance Program			180,219	-
DNA Backlog Reduction Program	16.741	15PBJA-23-GG-01328-DNAX	96,742	-
DNA Backlog Reduction Program	16.741	15PBJA-22-GG-01690-DNAX	347,291	-
			444,033	-
Total DNA Backlog Reduction Program				
Criminal and Juvenile Justice and Mental Health Collaboration Program	16.745	15-PBJA-23-GG-01471-MENT	\$ 53,584	-

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass-Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Justice (DOJ) (continued):				
Second Chance Act Reentry Initiative	16.812	15PBJA-23-GG-02433-SCAX	\$ 117,938	\$ 70,445
Equitable Sharing Program	16.922	UNKNOWN	54,726	-
Program Income	16.922	UNKNOWN	80,035	-
Equitable Sharing Program	16.922	M-25-D48-O-000063	4,656	-
Equitable Sharing Program	16.922	M-25-D48-O-000066	6,098	-
Total Equitable Sharing Program			145,515	-
Byrne Discretionary Community Project Grants	16.753	15-PBJA-23-GG-01471-MENT	25,843	-
DNA Capacity Enhancement for Backlog Reduction (CEBR)	16.036	15-PBJA-24-GG-02698-DNAX	24,377	-
Passed through Reno Police Department:				
Edward Byrne Memorial Justice Assistance Grant Program (Byrne JAG Program)	16.738	15PBJA-21-GG-01710-JAGX	22,897	-
Edward Byrne Memorial Justice Assistance Grant Program (Byrne JAG Program)	16.738	15PBJA-22-GG-02180-JAGX	37,573	-
Edward Byrne Memorial Justice Assistance Grant Program (Byrne JAG Program)	16.738	15PBJA-23-GG-03654-JAGX	22,064	-
Edward Byrne Memorial Justice Assistance Grant Program (Byrne JAG Program)	16.738	15PBJA-23-GG-03654-JAGX	57,367	-
Edward Byrne Memorial Justice Assistance Grant Program (Byrne JAG Program)	16.738	21-JAG-28	16,923	-
Edward Byrne Memorial Justice Assistance Grant Program (Byrne JAG Program)	16.738	21-JAG-22	1,019	-
Edward Byrne Memorial Justice Assistance Grant Program (Byrne JAG Program)	16.738	22-JAG-26	36,891	-
Total Edward Byrne Memorial Justice Assistance Grant Program (Byrne JAG Program)			194,734	-
Passed through National Children's Alliance:				
Improving the Investigation and Prosecution of Child Abuse and the Regional and Local Children's Advocacy Centers	16.758	RENO_NV_CHCORE25	51,610	-
Children's Advocacy Centers	16.758		92,524	-
Total Children's Advocacy Centers			144,134	-
Passed through Nevada Department of Health and Human Services, Child and Family Services Division:				
Juvenile Justice and Delinquency Prevention	16.540		55,575	-
Juvenile Justice and Delinquency Prevention	16.540		50,000	-
Total Juvenile Justice and Delinquency Prevention			105,575	-
Crime Victim Assistance	16.575	16675-23-046	180,868	-
Crime Victim Assistance	16.575	UNKNOWN	11,687	-
Crime Victim Assistance	16.575	16575-21-055	55,011	-
Crime Victim Assistance	16.575	16575-23-047	234,394	-
Crime Victim Assistance	16.575	16575-23-048	17,348	-
Crime Victim Assistance	16.575	16575-21-054	59,958	-
Total Crime Victim Assistance			559,266	-
Passed through Las Vegas Metropolitan Police Department:				
Missing Children's Assistance	16.543	15PJDP-23-GK-05181-M	\$ 29,256	\$ -

(CONTINUED)

See Notes to Schedule of Federal Awards

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass-Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Justice (DOJ) (continued):				
Passed through Nevada Department of Public Safety, Office of Criminal Justice Assistance:				
Residential Substance Abuse Treatment for State Prisoners	16.593	21-RSAT-04	\$ 29,997	\$ -
Residential Substance Abuse Treatment for State Prisoners	16.593	20-RSAT-04	27,607	-
Total Residential Substance Abuse Treatment for State Prisoners			57,604	-
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	22-FSI-03	11,005	-
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	23-FSI-03	52,546	-
Total Paul Coverdell Forensic Sciences Improvement Grant Program			63,551	-
Passed through Nevada Office of the Attorney General:				
Violence Against Women Formula Grants	16.588	UNKNOWN	17,777	-
Violence Against Women Formula Grants	16.588	2025-VAWA-39	143,517	-
Violence Against Women Formula Grants	16.588	2024-VAWA-39	188,165	-
Total Violence Against Women Formula Grants			349,459	-
Passed through Office of Community Oriented Policing Services (COPS):				
Public Safety Partnership and Community Policing Grants	16.710	15JCOPS-23-GG-01836-LEMH	25,988	-
Total U.S. Department of Justice (DOJ)			2,706,377	70,445
U.S. Department of Transportation (DOT):				
Direct Programs:				
Passed through Nevada Division of State Parks:				
Recreational Trails Program	20.219	2021-10	7,911	-
Passed through Nevada Department of Public Safety, Office of Traffic Safety:				
Highway Safety Cluster:				
State and Community Highway Safety	20.600	TS-2024-WC DA-00077	40,500	-
State and Community Highway Safety	20.600	TS-2024-WCSO-00161	3,040	-
State and Community Highway Safety	20.600	JF-2025-WCSO-00063	15,558	-
State and Community Highway Safety	20.600	JF-2024-WCSO-00019	5,929	-
State and Community Highway Safety	20.600	TS-2025-WCDA-71	26,491	-
State and Community Highway Safety	20.600	TSEP-2025-WCSO-00040	8,446	-
Total State and Community Highway Safety			99,964	-
National Priority Safety Programs	20.616	GPR1NY74XPQ5	64,977	-
National Priority Safety Programs	20.616	TS-2024-WC DA-00077	21,224	-
National Priority Safety Programs	20.616	TS-2025-WCDA-71	203,987	-
National Priority Safety Programs	20.616	TS-2024-WashoeAltSent-00071	13,825	-
National Priority Safety Programs	20.616	TS-2025-WashoeAltSent-37	42,467	-
National Priority Safety Programs	20.616	JF-2025-WCSO-00063	6,466	-
Total National Priority Safety Programs			352,746	-
Total Highway Safety Cluster			452,710	-
			\$	(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass-Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Transportation (DOT) (continued):				
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	JF-2024-WCSO-00019	\$ 6,332	\$ -
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	JF-2025-WCSO-00063	17,942	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	TS-2024-WCSO-00067	6,642	-
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	TSEP-2025-WCSO-00041	7,311	-
Total Minimum Penalties for Repeat Offenders for Driving While Intoxicated			38,227	-
Total U.S. Department of Transportation (DOT)				
498,848				
Department of the Treasury:				
Direct Programs:				
COVID-19 - Emergency Rental Assistance Program	21.023	SLT-0124	425,983	-
Local Assistance and Tribal Funds				
Program Income	21.032	OCM-LATCF	497,065	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	UNKNOWN	17,504,634	4,436,345
Program Income	21.027	24WCWHR01	583,321	-
Total Direct COVID-19 - Coronavirus State and Local Fiscal Recovery Funds			18,087,955	4,436,345
Passed through Nevada Department of Business and Industry Housing Division:				
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	UNKNOWN	14,188,381	-
Passed through Nevada Department of Health and Human Services Aging and Disability Services Division:				
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	16-000-71-FRFX-24	142,898	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	16-000-02-FRFX-24	177,237	-
Total Passed through Nevada Department of Health and Human Services Aging and Disability Services Division:			320,135	-
Passed through Nevada Department of Health and Human Services Health Division:				
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SG 26143	40,119	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SG 26149	910,341	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SG 26068	2,256,352	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SG 26290-1	134,234	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SG-2024-00058	3,601,759	-
Total passed through Nevada Department of Health and Human Services Health Division			6,942,805	-
Passed through Supreme Court of Nevada:				
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	CMS2JD	175,000	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRF2JDCRC	16,689	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	22AGLCG01	200,000	-
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	SLFRF2JDPF	22,720	-
Total passed through Supreme Court of Nevada:			414,409	-
Total COVID-19 - Coronavirus State and Local Fiscal Recovery Funds				
38,953,685				
Total Department of the Treasury				
\$ 40,876,733				
\$ 4,436,345				
(CONTINUED)				

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass-Through Number	Expenditures	Payments to Subrecipients
Institute of Museum and Library Services: Passed through Nevada State Library, Archives and Public Records: Grants to States	45.310	2023-05	\$ 64,177	\$ -
U.S. Environmental Protection Agency (EPA): Direct Programs: Air Pollution Control Program Support	66.001	EPA-CEP-01	148,330	-
Air Pollution Control Program Support	66.001	A-00905425-0	487,044	-
Total Air Pollution Control Program Support			<u>635,374</u>	-
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	5A-98T66001-0	36,813	-
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	5X-98T56001-0	66,795	-
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities Relating to the Clean Air Act	66.034	PM-97T06501-0	97,124	-
Surveys, Studies, Research, Investigations, Demonstrations, and Special Purpose Activities In-kind Costs	66.034	PM-98T59101-0	54,728	-
Total Special Purpose Activities Relating to the Clean Air Act			<u>255,460</u>	-
State Information Grants	66.608	OS-84029301-1	133,615	-
Passed through Nevada Department of Conservation and Natural Resources, Division of Environmental Protection: State Public Water System Supervision	66.432	DEP 24-002	125,000	-
Leaking Underground Storage Tank Trust Fund Corrective Action Program (Leaking UST Corrective Action Program)	66.804	DEP #22-017 WCHD	100,000	-
Total U.S. Environmental Protection Agency			<u>1,249,448</u>	-
U.S. Department of Energy: Direct Programs: Energizing Rural Communities Prize	81.000	UNKNOWN	62,611	-
Energy Efficiency and Conservation Block Grant Program (EECBG)	81.128	IA-000000812	63,850	-
Total U.S. Department of Energy			<u>126,461</u>	-
U.S. Department of Health and Human Services (HHS): Passed through National Association of County and City Health Officials: Medical Reserve Corps Small Grant Program	93.008	MRC 24-0443	5,000	-
Passed through Nevada Office of Analytics: Injury Prevention and Control Research and State and Community Based Programs (National Center for Injury Prevention and Control)	93.136	SG1417	9,478	-

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass-Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Health and Human Services (HHS) (continued):				
Passed through Nevada Director's Office:				
Social Services Block Grant (SSBG Program)	93.667	DO 1486	\$ 663,807	\$ -
Passed through Nevada Aging and Disability Services Division:				
Family Planning-Services (FP Services)	93.217	6FHPA096051-04-02	348,488	-
Family Planning-Services (FP Services)	93.217	6 FHPA006601-03-01	370,652	-
Family Planning-Services (FP Services)	93.217	5 FHPA006601-04-00	46,499	-
Total Family Planning-Services (FP Services)			765,639	-
Aging Cluster:				
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	16-000-07-1H1-24	3,521	-
Program Income	93.045	16-000-07-1H1-24	2,603	-
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	16-000-04-2H-24	145,029	-
Program Income	93.045	16-000-04-2H-24	5,406	-
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	16-000-04-2H-25	425,828	-
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	16-000-07-1H1-25	105,160	-
Program Income	93.045	16-000-07-1H1-25	84,122	-
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	16-000-04-2H-25	21,448	-
Special Programs for the Aging-Title III, Part C-Nutrition Services	93.045	16-000-66-1C6X-25	34,354	-
Total Special Programs for the Aging-Title III, Part C-Nutrition Services			827,471	-
Nutrition Services Incentive Program (NSIP)	93.053	16-000-57-NX-24	118,919	-
Nutrition Services Incentive Program (NSIP)	93.053	16-000-57-NX-23	90,881	-
Total Nutrition Services Incentive Program (NSIP)			209,800	-
Total Aging Cluster			1,037,271	-
Passed through Nevada Department of Health and Human Services Health Division:				
Public Health Emergency Preparedness (PERLC: PREPAREDNESS AND EMERGENCY RESPONSE	93.069	SG-2025-00453	61,735	-
LEARNING CENTER PERLC Supporting PHEP; awards other than PHEP Cooperative agreement not recorded under 93074)				
Public Health Emergency Preparedness (PERLC: PREPAREDNESS AND EMERGENCY RESPONSE	93.069	SG-2025-00377	875,698	-
LEARNING CENTER PERLC Supporting PHEP; awards other than PHEP Cooperative agreement not recorded under 93074)				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	UNKNOWN	262	-
(Tuberculosis Prevention and Control and Laboratory Program)				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	SG 26902	55,970	-
(Tuberculosis Prevention and Control and Laboratory Program)				
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	SG-2025-00796	53,882	-
(Tuberculosis Prevention and Control and Laboratory Program)				
Total Project Grants and Cooperative Agreements for Tuberculosis Control Programs			\$ 110,115	\$ -

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass-Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Health and Human Services (HHS) (continued):				
Injury Prevention and Control Research and State and Community Based Programs (National Center for Injury Prevention and Control)	93.136	SG26448	\$ 28,284	\$ -
Injury Prevention and Control Research and State and Community Based Programs (National Center for Injury Prevention and Control)	93.136	SG-2025-00542	129,303	-
Injury Prevention and Control Research and State and Community Based Programs (National Center for Injury Prevention and Control)	93.136	SG 26855	13,938	-
Injury Prevention and Control Research and State and Community Based Programs (National Center for Injury Prevention and Control)	93.136	5 NU17CE010122-03-00	52,231	-
Injury Prevention and Control Research and State and Community Based Programs (National Center for Injury Prevention and Control)	93.136	SG-2025-00547	70,185	-
Total Injury Prevention and Control Research and State and Community Based Programs			293,941	-
Substance Abuse and Mental Health Services-Projects of Regional and National Significance (PRNS)	93.243	1H79TI081956-01	90,752	-
Immunization Cooperative Agreements	93.268	SG 25871-2	8,204	-
Immunization Cooperative Agreements	93.268	SG-2025-00530	292,016	-
Immunization Cooperative Agreements	93.268	SG 26299-1	157,492	-
Immunization Cooperative Agreements	93.268	SG 26306-1	245,060	-
Immunization Cooperative Agreements	93.268	SG-2024-00282-1	151,247	-
Immunization Cooperative Agreements	93.268	UNKNOWN	26,199	-
Immunization Cooperative Agreements	93.268	SG-2025-00712	8,404	-
Immunization Cooperative Agreements	93.268	SG-2025-00844	8,557	-
Immunization Cooperative Agreements	93.268	SG-2025-00845	47,096	-
Immunization Cooperative Agreements	93.268	SG-2025-00847	48,261	-
Total Immunization Cooperative Agreements			992,535	-
Adult Viral Hepatitis Prevention and Control	93.270	SG 26218	5,424	-
Adult Viral Hepatitis Prevention and Control	93.270	SG-2024-00550	52,813	-
Total Adult Viral Hepatitis Prevention and Control			58,237	-
Passed through Nevada Department of Health and Human Services Health Division (continued):				
National State Based Tobacco Control Programs (National Tobacco Control Program)	93.387	SG-2024-00366	102,861	-
			102,861	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	SG-2024-00035-3	65,797	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	SG 26482	286,490	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	SG-2025-00662	75,902	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	SG-2024-00034	15,209	-
Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	SG 26387	4,252	-
Total Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)			\$ 447,650	\$ -

(CONTINUED)

See Notes to Schedule of Federal Awards

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass- Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Health and Human Services (HHS) (Continued):				
National Bioterrorism Hospital Preparedness Program (HPP)	93.889	SG-2025-00383	\$ 447,749	-
National Bioterrorism Hospital Preparedness Program (HPP)	93.889	SG-2025-00613	1,224	-
National Bioterrorism Hospital Preparedness Program (HPP)	93.889	SG-2025-00614	1,799	-
National Bioterrorism Hospital Preparedness Program (HPP)	93.889	SG-2025-00617	2,835	-
National Bioterrorism Hospital Preparedness Program (HPP)	93.889	SG-2025-00482	61,505	-
National Bioterrorism Hospital Preparedness Program (HPP)	93.889	SG-2025-00616	31	-
National Bioterrorism Hospital Preparedness Program (HPP)	93.889	SG-2024-00190-1	8,515	-
Total National Bioterrorism Hospital Preparedness Program (HPP)			523,658	-
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer				
Early Detection Programs (National Breast and Cervical Cancer Early Detection Program NBCCEDP)	93.919	UNKNOWN	11,422	-
HIV Prevention Activities-Health Department Based (HIV Prevention Program)				
HIV Prevention Activities-Health Department Based (HIV Prevention Program)	93.940	SG 26074-3	45,490	-
HIV Prevention Activities-Health Department Based (HIV Prevention Program)	93.940	SG-2025-00658	300,852	-
HIV Prevention Activities-Health Department Based (HIV Prevention Program)	93.940	SG-2025-00657	74,955	-
Total HIV Prevention Activities-Health Department Based (HIV Prevention Program)			421,298	-
Block Grants for Community Mental Health Services				
Block Grants for Community Mental Health Services	93.958	SG 26080	22,133	-
Block Grants for Community Mental Health Services	93.958	SG-2025-00670	85,265	-
Total Block Grants for Community Mental Health Services			107,398	-
Community Based Child Abuse Prevention (CBCAP)				
Community Based Child Abuse Prevention (CBCAP)	93.590	93590-22-002	16,813	-
Community Based Child Abuse Prevention (CBCAP)	93.590	93590-21-218	88,068	-
Total Community Based Child Abuse Prevention (CBCAP)			104,881	-
Preventive Health Services-Sexually Transmitted Diseases Control Grants				
Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	SG-2024-00111	141,442	-
Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	SG-2025-00862	28,667	-
Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	SG-2024-00042-1	202,878	-
Total Preventive Health Services-Sexually Transmitted Diseases Control Grants			372,987	-
Preventive Health and Health Services Block Grant				
Preventive Health and Health Services Block Grant	93.991	SG-2025-00690	29,945	-
Preventive Health and Health Services Block Grant	93.991	SG 26461-1	14,212	-
Total Preventive Health and Health Services Block Grant			44,157	-
Maternal and Child Health Services Block Grant to the States (MCH Block Grants)				
Maternal and Child Health Services Block Grant to the States (MCH Block Grants)	93.994	SG-2025-00572	68,688	-
Maternal and Child Health Services Block Grant to the States (MCH Block Grants)	93.994	SG 26408	19,269	-
Total Maternal and Child Health Services Block Grant to the States (MCH Block Grants)			87,957	-
Passed through Nevada Department of Health and Human Services Child and Family Services Division:				
Maternal and Child Health Federal Consolidated Programs	93.110	93110-23-101	79,285	-
Adoption Incentive Payments	93.603	93603-23-102	10,315	-
Adoption Incentive Payments	93.603	AI-13-013	43,591	-
Total Adoption Incentive Payments			53,906	-
Children's Justice Grants to States	93.643	93643-23-0003	15,000	\$ -

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass-Through Number	Expenditures	Payments to Subrecipients
<u>U.S. Department of Health and Human Services (HHS) (continued):</u>				
Foster Care-Title IV-E	93.658	UNKNOWN	\$ 9,994,474	\$ 412,494
Adoption Assistance	93.659	UNKNOWN	9,308,535	-
Social Services Block Grant (SSBG Program)	93.667	16-000-02-L9W-25	50,960	-
Chafee Foster Care Independence Program (CFCIP; Independent Living Program)	93.674	93674-24-003	252,756	-
Passed through Nevada Department of Health and Human Services Child and Family Services Division:				
Promoting Safe and Stable Families	93.556	93556-20-303	20,772	-
Promoting Safe and Stable Families	93.556	93556-23-028	4,620	-
Promoting Safe and Stable Families	93.556	93556-24-027	60,500	-
Promoting Safe and Stable Families	93.556	93556-24-029	67,090	-
Promoting Safe and Stable Families	93.556	93556-24-103	7,671	-
Promoting Safe and Stable Families	93.556	93556-23-103	1,325	-
Promoting Safe and Stable Families	93.556	93556-24-030	197,192	-
Promoting Safe and Stable Families	93.556	93556-24-028	51,893	-
Total Promoting Safe and Stable Families			411,063	-
Stephanie Tubbs Jones Child Welfare Services Program	93.645	93645-24-002	44,178	-
Passed through National Environmental Health Association:				
Food and Drug Administration-Research (General Grant Funding Program 93103)	93.103	G-BM&A-202109-00834	28,388	-
Food and Drug Administration-Research (General Grant Funding Program 93103)	93.103	G-OACB-202109-00840	99,349	-
Food and Drug Administration-Research (General Grant Funding Program 93103)	93.103	G-202410-06093	2,764	-
Food and Drug Administration-Research (General Grant Funding Program 93103)	93.103	G-OAME-202310-04823	18,000	-
Food and Drug Administration-Research (General Grant Funding Program 93103)	93.103	G-OATR-202310-04828	1,665	-
Total Food and Drug Administration-Research (General Grant Funding Program 93103)			150,167	-
Passed through Nevada Division of Welfare and Supportive Services:				
Temporary Assistance for Needy Families	93.558	TANF2502	1,587,817	-
Child Support Enforcement Program Income	93.563	UNKNOWN	3,834,720	-
Total Child Support Enforcement	93.563	UNKNOWN	9,638	-
Grant to States for Access and Visitation Programs	93.597	UNKNOWN	30,881	-
Passed through Centers for Medicare & Medicaid Services:				
Medicare-Prescription Drug Coverage (Medicare Part D)	93.770	CMS-10156	544,177	-
Passed through Nevada System of Higher Education, Board of Regents:				
Childhood Lead Poisoning Prevention Projects, State and Local Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197	GR17000	8,608	-

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title <u>U.S. Department of Health and Human Services (HHS) (continued):</u>	Assistance Listing Number	Award or Pass- Through Number	Expenditures	Payments to Subrecipients
DHHS Community Project Funding	93.493	CE1HS46509	\$ 2,299,067	\$ -
CDC Workforce Development	93.967	SG 26356	259,872	-
CDC Workforce Development	93.967	SG-2025-00759	350,573	-
Total CDC Workforce Development			610,445	-
Opioid STR	93.788	SG-2025-00824	366,761	-
Opioid STR	93.788	SG-2025-00817	26,191	-
Total Opioid STR			392,952	-
Total U.S. Department of Health and Human Services (HHS)			36,867,105	412,494
<u>Executive Office of the President, Office of National Drug Control Policy:</u>				
Passed through Las Vegas Metropolitan Police Department:				
High Intensity Drug Trafficking Areas Program (HIDTA)	95.001	G23NV0001A	58,603	-
High Intensity Drug Trafficking Areas Program (HIDTA)	95.001	G24NV0001A	146,176	-
High Intensity Drug Trafficking Areas Program (HIDTA)	95.001	G24NV0001A	37,003	-
Total High Intensity Drug Trafficking Areas Program (HIDTA)			241,782	-
Passed through Nevada High Intensity Drug Trafficking Area:				
High Intensity Drug Trafficking Areas Program (HIDTA)	95.001	G22NV0001A	13,522	-
Total Executive Office of the President, Office of National Drug Control Policy			255,304	-
<u>U.S. Department of Homeland Security (DHS):</u>				
Passed through Nevada Department of Public Safety Division of Emergency Management:				
Hazard Mitigation Grant Program	97.039	97039.22	196,581	-
Emergency Management Performance Grant (EMPG)	97.042	EMF-2023-EP-00004	11,745	-
Emergency Management Performance Grant (EMPG)	97.042	EMF-2024-EP-05007	86,272	-
Total Emergency Management Performance Grant (EMPG)			98,017	-
Homeland Security Grant Program (SLCGP)	97.137	UNKNOWN	36,187	-
Homeland Security Grant Program (SLCGP)	97.137	9713722	44,000	-
Total Homeland Security Grant Program (SLCGP)			80,187	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	2020-SS-00056	89,184	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	97067.20-2000	11,064	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	97067.22	143,933	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	EMW-2023-SS-00044	337,627	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	EMW-2022-SS-0019-S01	11,337	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	97067.23	175,460	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	97067.23-3100	6,288	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	97067.20-3000	9,274	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	97067.23	83,208	-
Total U.S. Department of Homeland Security (DHS)			\$ 83,208	\$ -

(CONTINUED)

WASHOE COUNTY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 FOR THE YEAR ENDED JUNE 30, 2025

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Assistance Listing Number	Award or Pass- Through Number	Expenditures	Payments to Subrecipients
U.S. Department of Homeland Security (DHS) (continued):				
Homeland Security Grant Program (HSGP and THSGP)	97.067	19-3000	\$ 141,250	\$ -
Homeland Security Grant Program (HSGP and THSGP)	97.067	EMW-2022-SS-00019	166,000	-
Homeland Security Grant Program (HSGP and THSGP)	97.067	97067.24	146,211	-
Total Homeland Security Grant Program (HSGP and THSGP)			<u>1,320,836</u>	<u>-</u>
Total U.S. Department of Homeland Security			<u>1,695,621</u>	<u>-</u>
Total Federal Financial Assistance			<u>\$ 87,053,377</u>	<u>\$ 4,919,284</u>

**WASHOE COUNTY, NEVADA
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE 1 – REPORTING ENTITY

The Washoe County reporting entity is defined in Note 1 to its basic financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies, is included in the schedule. The information is presented in accordance with the 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). Because the schedule presents only a selected portion of the operations of Washoe County, it is not intended to and does not present the financial position, changes in net position or fund balance, or cash flows of Washoe County.

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

The Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting, except for subrecipient expenditures which are recorded on the cash basis. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. The County has not elected to use the 10% de minimis indirect cost rate.

NOTE 3 – NONCASH EXPENDITURES

The expenditures reported include noncash items as follows:

National School Lunch Program (School Lunch Program [10.555])

Expenditures of \$70,766 for this program represent the dollar value of food commodities served at the County’s juvenile detention facilities. The value of commodities is determined by the U.S. Department of Agriculture.

Surveys, Studies, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act (66.034)

The expenditures include \$255,460 representing the value of sample analyses obtained at no charge to Washoe County.

NOTE 4 – PROGRAM INCOME

Expenditures reported include income received by the grantee, directly generated by grant-supported activity, and includes the following programs:

PROGRAM	ASSISTANCE LISTING NUMBER	AMOUNT
Community Development Block Grants/Entitlement Grants	14.218	\$ 65,205
Equitable Sharing Program	16.922	80,035
Local Assistance and Tribal Funds	21.032	497,065
COVID-19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	583,321
Special Programs for the Aging-Title III	93.045	92,131
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	262
Family Planning Services	93.217	348,488
Child Support Enforcement	93.563	9,638
Total Program Income		<u>\$ 1,676,145</u>

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025**

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	Yes
Significant deficiencies identified?	Yes
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs:	
Material weaknesses identified?	Yes
Significant deficiencies identified?	Yes
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 Uniform Guidance 2 CFR 200.516?	Yes

Identification of major programs:

<u>Name of Federal Program</u>	<u>Federal Assistance Listing Number</u>
Coronavirus State and Local Fiscal Recovery Funds	21.027
Child Support Services	93.563
Homeland Security Grant Program	97.067
Dollar threshold used to distinguish between Type A and Type B programs:	\$2,611,601
Auditee qualified as a low-risk auditee?	No

WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025

Section II - Financial Statement Findings

**2025-001: Subscription-Based Information Technology Arrangements
Significant Deficiency**

Criteria: Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. Proper reconciliation and recording of GASB Statement No. 96, *Subscription-based Information Technology Arrangements* is a key component of effective internal control over financial reporting.

Condition: Management prepares the annual comprehensive financial statements and did not appropriately record principal payments on subscription-based information technology arrangement liabilities.

Cause: The County did not have adequate internal controls to ensure subscription-based information technology arrangements were reconciled accurately at year end, with respect to financial reporting.

Effect: The following are uncorrected misstatements:

Governmental Activities:

- Principal payments were overstated and beginning net position was understated by \$1,483,407

Recommendation: We recommend the County enhance internal controls to ensure subscription-based information technology arrangements are properly recorded.

Views of Responsible Officials: Management agrees with this finding.

**2025-002: Federal Grant Revenue
Material Weakness**

Criteria: Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. Ensuring federal grant revenue is recorded in the appropriate period and meet the criteria for recognition is a key component of effective internal control over financial reporting.

Condition: Management prepares the annual comprehensive financial statements and did not appropriately record federal grant revenue in the correct period.

Cause: The County did not have adequate internal controls to ensure federal grant revenues were appropriately recorded.

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025**

Effect: The following adjustments were made:

Governmental Activities:

- Accounts receivable was understated by \$2,299,067
- Federal grant revenue was understated by \$2,299,067

Capital Improvements Fund:

- Accounts receivable was understated by \$2,299,067
- Unavailable revenue (DIR) was understated by \$2,299,067

Recommendation: We recommend the County enhance internal controls to ensure accounts receivable, unavailable revenue and federal grant revenue are appropriately recorded.

Views of Responsible Officials: Management agrees with this finding.

Section III – Federal Award Findings and Questioned Costs

**2025-003: U.S. Department of Treasury
COVID-19, Coronavirus State and Local Fiscal Recovery Fund, 21.027**

**Subrecipient Monitoring
Material Weakness in Internal Control over Compliance**

Grant Award Number: Affects all awards passed through U.S. Department of Treasury.

Criteria: Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) section 200.332 requires that:

Pass-through entities must identify the dollar amount made available under each Federal award and the Assistance Listing Number at time of disbursement.

Pass-through entities must have a mechanism in place to track whether a single audit was required of the subrecipient and to verify the subrecipient took timely and appropriate action on all deficiencies and that they issued a management decision on audit findings pertaining to the Federal award.

Condition: For five transactions tested the assistance listing number was not communicated to the subrecipient at the time of disbursement. For all six subrecipients tested there was no monitoring in place to track single audits of the subrecipients to ensure they were monitored or reviewed when required.

Cause: The Office of the County Manager did not have adequate internal controls to ensure subrecipient monitoring requirements were followed.

Effect: Noncompliance at the subrecipient level may occur and not be detected by the County.

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025**

Questioned Costs: None.

Context/Sampling: A nonstatistical sample of 27 out of 180 subrecipient transactions were selected for testing. A nonstatistical sample of 6 out of 37 subrecipients were selected for testing.

Repeat Finding from Prior Year(s): Yes, prior year finding 2024-004.

Recommendation: We recommend the County Managers office enhance internal controls to ensure subrecipient monitoring requirements are followed.

Views of Responsible Officials: Management agrees with the finding.

**2025-004: U.S. Department of Treasury
COVID-19, Coronavirus State and Local Fiscal Recovery Fund (CSLFRF), 21.027**

**Reporting
Significant Deficiency in Internal Control over Compliance**

Grant Award Number: Affects all awards passed through U.S. Department of Treasury.

Criteria: The *OMB Compliance Supplement* requires that reports submitted to the federal awarding agency include all activity of the reporting period, are supported by applicable accounting or performance records, and are fairly presented in accordance with governing requirements.

Washoe County must submit quarterly *Project and Expenditure Reports* that contain CSLFRF costs incurred during the covered period to the Treasury Office of Inspector General. Critical information includes:

- Current period obligation
- Cumulative obligation
- Current period expenditure
- Cumulative expenditure
- Revenue loss calculation validation
- Capital expenditures – quantifiable objective criteria: The recipient has the required written justification in their grant file if the total of the capital expenditures costs in a project is greater than \$1 million and less than \$10 million; or, the recipient submitted the required justification to Treasury if (1) a project has total capital expenditures enumerated by Treasury in the Final Rule; or (2) the total of a projects capital expenditures costs is greater than \$1 million for capital expenditures not enumerated by Treasury in the Final Rule.

Condition: The Office of the County Manager did not have adequate internal controls to ensure reporting requirements were met. For two of the quarterly reports selected, information reported did not have underlying support that tied to the reported amounts for current period expenditures and cumulative expenditures.

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2025**

Cause: The Office of the County Manager did not have adequate internal controls to ensure proper documentation was maintained for reporting requirements.

Effect: Amounts reported to the Department of Treasury for program expenditures may not agree to underlying support.

Questioned Costs: None.

Context/Sampling: A nonstatistical sample of two out of four quarterly reports were selected for testing.

Repeat Finding from Prior Year(s): Yes, prior year finding 2024-005.

Recommendation: We recommend the Office of the County Manager enhance internal controls to ensure appropriate documentation to support reporting is maintained.

Views of Responsible Officials: Management agrees with the finding.



Corrective Action Plan for Audit Finding

Date: 12/9/2025
Division: Comptroller's Department

Corrective Action Plan

Audit Report Number:
Finding Number: 2025-001
Finding: The County did not have adequate internal controls to ensure subscription-based information technology arrangements were reconciled accurately at year-end, with respect to financial reporting
Corrective Action Taken or To Be Taken: Software subscriptions for the current fiscal year will be reviewed by management prior to fiscal year end.

If already taken,
date of completion:

If to be taken, estimated
date of completion: January 2026

Agency Response

Does the Agency Agree with finding?: Yes No Partially

If No or Partial, Please
explain reason(s) why:

Additional Comments:

Division Responsible for Corrective Action Plan

Name, Title: Cathy Hill, Comptroller
Address or Mailstop: 1001 E. Ninth St.
City, State, Zip Code: Reno, NV 89512
Phone Number: (775) 328-2552
Email: chill@washoecounty.gov

Reviewed and Approved



Signature of Comptroller

December 9, 2025

Date:



Date: 12/9/2025
Division: Comptroller's Department

Corrective Action Plan

Audit Report Number:
Finding Number: 2025-002
Finding: The County did not have adequate internal controls to ensure federal grant revenues were appropriately recorded
Corrective Action Taken or To Be Taken: Federal revenue for the current fiscal year will be reviewed by management prior to fiscal year end.

If already taken, date of completion:
If to be taken, estimated date of completion: January 2026

Agency Response

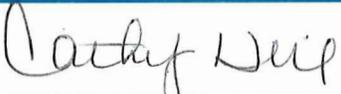
Does the Agency Agree with finding?: Yes No Partially

If No or Partial, Please explain reason(s) why:
Additional Comments:

Division Responsible for Corrective Action Plan

Name, Title: Cathy Hill, Comptroller
Address or Mailstop: 1001 E. Ninth St.
City, State, Zip Code: Reno, NV 89512
Phone Number: (775) 328-2552
Email: chill@washoecounty.gov

Reviewed and Approved



Signature of Comptroller

December 9, 2025

Date:



Date: 1/21/2026
Division: Office of the County Manager

Corrective Action Plan

Audit Report Number:
Finding Number: 2025-003
Finding: The Office of the County Manager did not have adequate internal controls to ensure subrecipient monitoring requirements were followed.
Corrective Action Taken or To Be Taken: Subrecipient monitoring for the current fiscal year will be reviewed by management prior to fiscal year end.

If already taken, date of completion:
If to be taken, estimated date of completion: January 2026

Agency Response

Does the Agency Agree with finding?: Yes No Partially

If No or Partial, Please explain reason(s) why:

Additional Comments:

Division Responsible for Corrective Action Plan

Name, Title: Abbe Yacoben, Chief Financial Officer
Address or Mailstop: 1001 E. Ninth St., Bldg A
City, State, Zip Code: Reno, NV 89512
Phone Number: (775) 325-8243
Email: ayacoben@washoecounty.gov

Reviewed and Approved


Signature of Chief Financial Officer

January 21, 2026
Date:



Date: 1/21/2026
Division: Office of the County Manager

Corrective Action Plan

Audit Report Number:
Finding Number: 2025-004
Finding: The Office of the County Manager did not have adequate internal controls to ensure proper documentation was maintained for reporting requirements.
Corrective Action Taken or To Be Taken: Proper documentation for the current fiscal year will be reviewed by management prior to fiscal year end.

If already taken, date of completion:
If to be taken, estimated date of completion: January 2026

Agency Response

Does the Agency Agree with finding?: Yes No Partially

If No or Partial, Please explain reason(s) why:

Additional Comments:

Division Responsible for Corrective Action Plan

Name, Title: Abbe Yacoben, Chief Financial Officer
Address or Mailstop: 1001 E. Ninth St., Bldg A
City, State, Zip Code: Reno, NV 89512
Phone Number: (775) 325-8243
Email: ayacoben@washoecounty.gov

Reviewed and Approved


Signature of Chief Financial Officer

January 21, 2026
Date:



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AUDITOR'S COMMENTS

AUDITOR'S COMMENTS

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Auditor's Comments

To the Honorable Board of Commissioners
Washoe County, Nevada
Reno, Nevada

In connection with our audit of the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Washoe County, Nevada (the County) as of and for the year ended June 30, 2025, and the related notes to the financial statements, nothing came to our attention that caused us to believe that the County 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 County'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 County conformed to all significant statutory constraints on its financial administration for the year ended June 30, 2024.

Prior Year Recommendations

See the Summary Schedule of Prior Year Audit Findings under separate cover.

Current Year Recommendations

The current year's recommendations are reported in the Schedule of Findings and Questioned Costs.

A handwritten signature in black ink that reads "Eide Bailly LLP".

Reno, Nevada
December 9, 2025