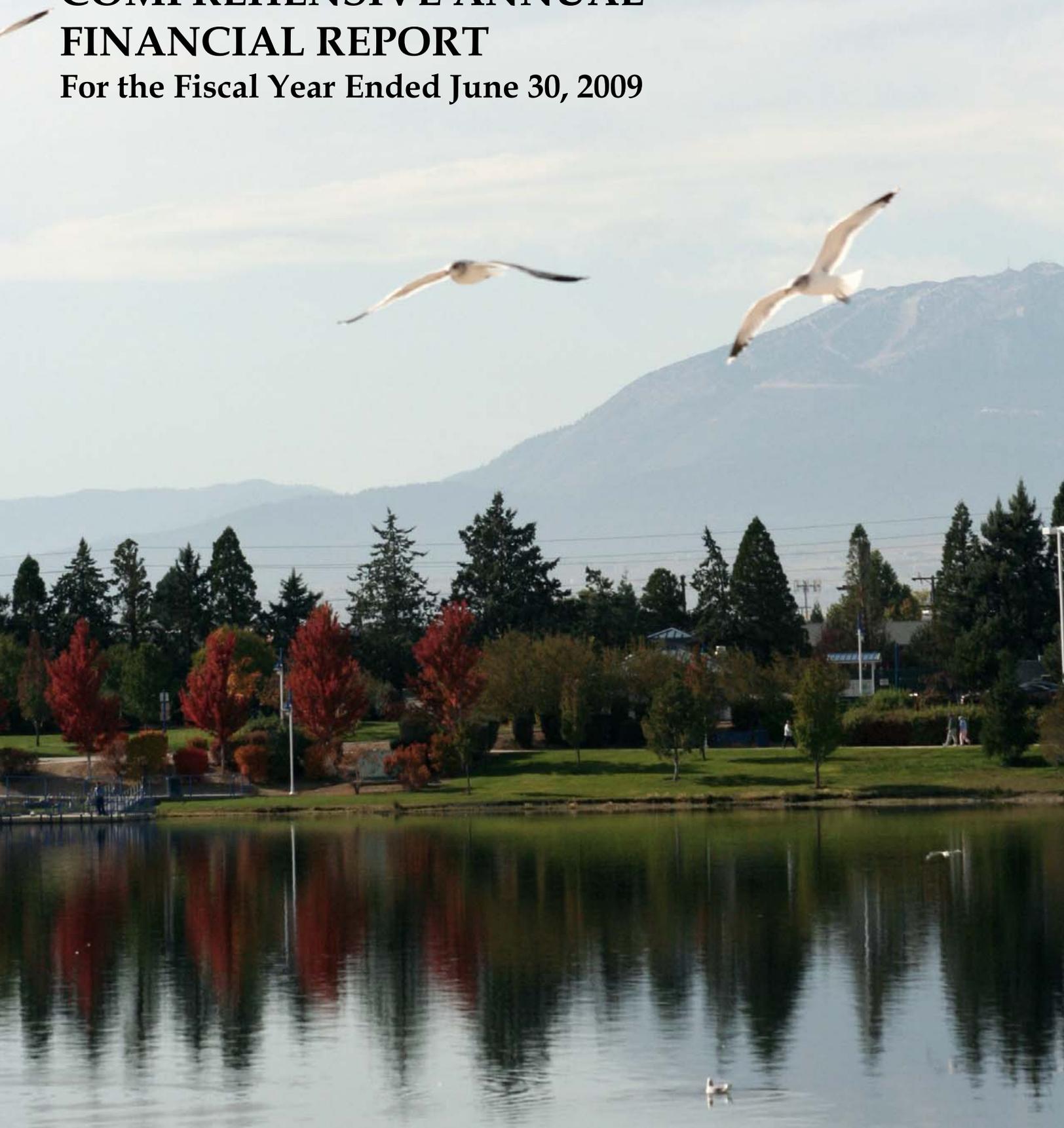
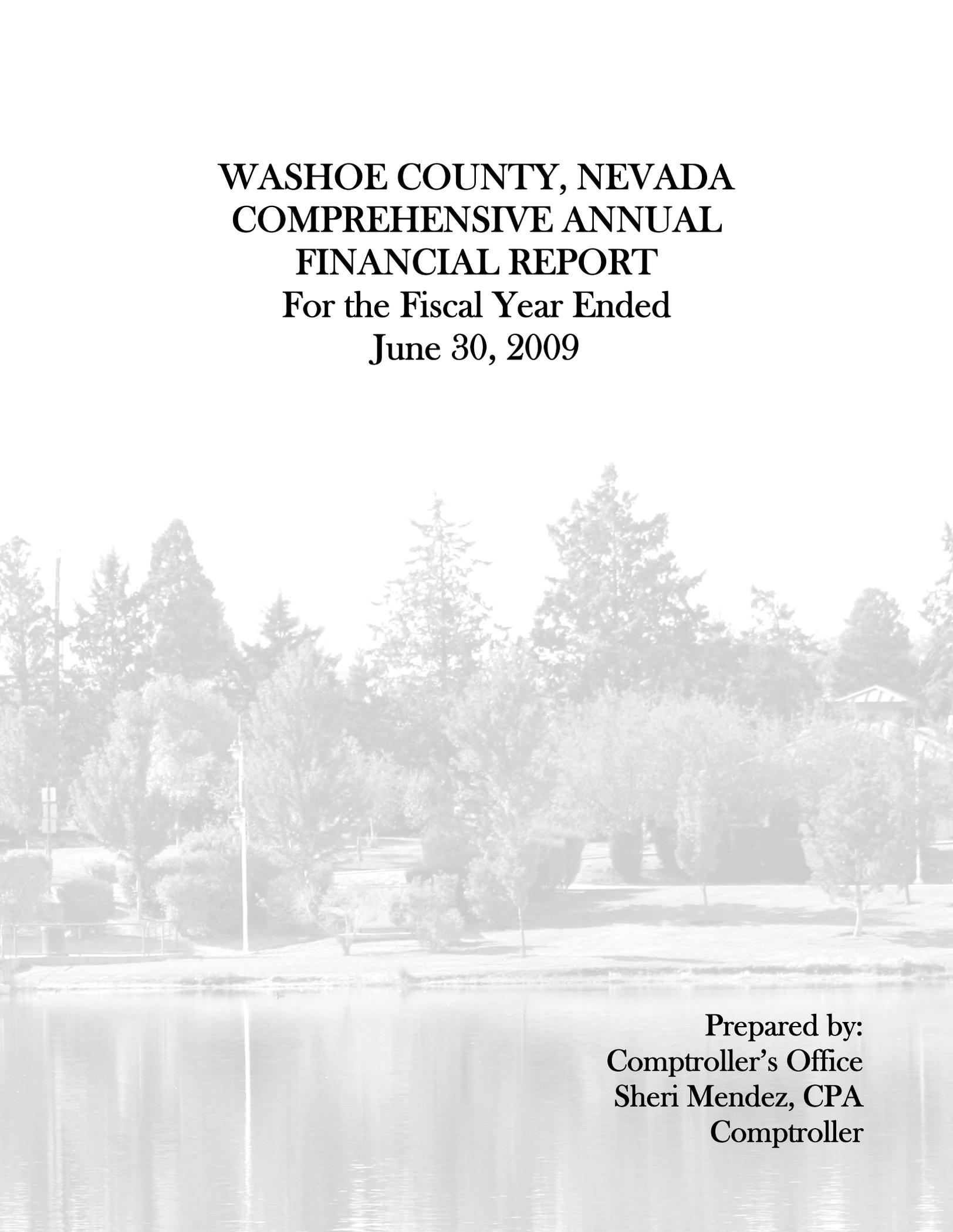


WASHOE COUNTY, NEVADA

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 2009





**WASHOE COUNTY, NEVADA
COMPREHENSIVE ANNUAL
FINANCIAL REPORT
For the Fiscal Year Ended
June 30, 2009**

**Prepared by:
Comptroller's Office
Sheri Mendez, CPA
Comptroller**

**WASHOE COUNTY, NEVADA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION	
Letter of Transmittal	ii
Board of County Commissioners.....	vi
Listing of County Officials.....	vii
Organization Chart.....	viii
Certificate of Achievement for Excellence in Financial Reporting	ix
FINANCIAL SECTION	
Independent Auditor's Report	2
Management's Discussion and Analysis	4
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	15
Statement of Activities	16
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	18
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets	19
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual – General Fund – By Function and Activity	22
Statement of Revenues, Expenditures and Changes in Fund Balances – Pre-Funded Retiree Health Benefits Fund – Budget and Actual.....	24
Statement of Net Assets – Proprietary Funds	25
Statement of Revenues, Expenses and Changes in Net Assets – Proprietary Funds.....	27
Statement of Cash Flows – Proprietary Funds	29
Statement of Fiduciary Net Assets	31
Statement of Changes in Fiduciary Net Assets	32
Notes to the Financial Statements:	
Note 1 - Summary of Significant Accounting Policies	34
Note 2 - Stewardship, Compliance, and Accountability	38
Note 3 - Accounting Changes and Restatements.....	40
Note 4 - Cash and Investments	41
Note 5 - Restricted Cash and Investments	45
Note 6 - Long-Term Assets	45
Note 7 - Capital Assets.....	46
Note 8 - Termination Benefits, Other Liabilities and Contingencies.....	47
Note 9 - Deferred/Unearned Revenue.....	48
Note 10 - Long-Term Obligations	49
Note 11 - Long-Term Obligations Activity.....	54
Note 12 - Debt Service Requirements	58
Note 13 - Interfund Balances, Loans and Transfers	60
Note 14 - Fund Balance/Net Assets	60
Note 15 - Pension Program	61
Note 16 - Other Postemployment Benefits	62
Note 17 - Risk Management.....	70
Note 18 - Joint Ventures.....	71
Note 19 - Subsequent Events.....	72
Required Supplementary Information:	
Schedule of Funding Progress – Other Postemployment Benefits	73

**WASHOE COUNTY, NEVADA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

TABLE OF CONTENTS

	PAGE
Combining and Individual Fund Statements and Schedules:	
Nonmajor Governmental Funds:	
Combining Balance Sheet	75
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	76
General Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	78
Special Revenue Funds:	
Combining Balance Sheet – Nonmajor Special Revenue Funds	96
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	
Nonmajor Special Revenue Funds	100
Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:	
Health Fund	104
Indigent Tax Levy Fund	106
Child Protective Services Fund	107
Senior Services Fund	108
May Foundation Fund	109
Enhanced 911 Fund	110
Stabilization Fund	111
Library Expansion Fund	112
Animal Services Fund	113
Regional Public Safety Training Center Fund	114
Truckee River Flood Management Infrastructure Fund	115
Regional Communications System Fund	116
Central Truckee Meadows Remediation District Fund	117
Other Restricted Fund	118
Truckee Meadows Fire Protection District – General Fund	120
Truckee Meadows Fire Protection District – Stabilization Fund	121
Truckee Meadows Fire Protection District – Pre-Funded Retiree Health Benefits Fund	122
Truckee Meadows Fire Protection District – Emergency Fund	123
Sierra Fire Protection District – General Fund	124
Sierra Fire Protection District – Pre-Funded Retiree Health Benefits Fund	125
Sierra Fire Protection District – Emergency Fund	126
Debt Service Funds:	
Combining Balance Sheet – Nonmajor Debt Service Funds	128
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	
Nonmajor Debt Service Funds	129
Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:	
Debt Service Fund	130
Special Assessment Debt Service Fund	132
Truckee Meadows Fire Protection District – Debt Service Fund	133
Capital Projects Funds:	
Nonmajor Capital Projects Funds:	
Combining Balance Sheet	135
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	137
Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual:	
Parks Capital Projects Fund	139
Capital Improvements Fund	140
Capital Facilities Tax Fund	142
Infrastructure Fund	143
Stormwater Impact Fee Fund	144
Truckee Meadows Fire Protection District – Construction Fund	145

**WASHOE COUNTY, NEVADA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

TABLE OF CONTENTS

	PAGE
Enterprise Funds:	
Major Enterprise Fund:	
Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual – Water Resources Fund	147
Schedule of Cash Flows – Budget and Actual – Water Resources Fund	149
Nonmajor Enterprise Funds:	
Combining Statement of Net Assets	151
Combining Statement of Revenues, Expenses and Changes in Net Assets	152
Combining Statement of Cash Flows.....	153
Golf Course Fund:	
Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual	155
Schedule of Cash Flows – Budget and Actual	156
Building and Safety Fund:	
Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual	157
Schedule of Cash Flows – Budget and Actual	158
South Truckee Meadows General Improvement District:	
Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual	159
Schedule of Cash Flows – Budget and Actual	160
Internal Service Funds:	
Combining Statement of Net Assets.....	163
Combining Statement of Revenues, Expenses and Changes in Net Assets	164
Combining Statement of Cash Flows.....	165
Risk Management Fund:	
Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual.....	167
Schedule of Cash Flows – Budget and Actual	168
Health Benefits Fund:	
Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual.....	169
Schedule of Cash Flows – Budget and Actual	170
Equipment Services Fund:	
Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual.....	171
Schedule of Cash Flows – Budget and Actual	172
Truckee Meadows Fire Protection District – Workers Compensation Fund:	
Schedule of Revenues, Expenses and Changes in Net Assets – Budget and Actual.....	174
Schedule of Cash Flows – Budget and Actual	175
Fiduciary Funds:	
Combining Statement of Changes in Assets and Liabilities – Agency Funds	178
 STATISTICAL SECTION	
Financial Trends:	
Schedule 1.1, Net Assets by Component, Last Nine Fiscal Years	S-2
Schedule 1.2, Changes in Net Assets, Last Nine Fiscal Years	S-4
Schedule 1.3, Fund Balances, Governmental Funds, Last Ten Fiscal Years.....	S-6
Schedule 1.4, Changes in Fund Balances, Governmental Funds, Last Ten Fiscal Years.....	S-7
Schedule 1.5, Tax Revenues by Source, Governmental Funds, Last Ten Fiscal Years	S-9
 Revenue Capacity:	
Schedule 2.1, Assessed and Estimated Actual Value of Taxable Property, Last Ten Fiscal Years	S-10
Schedule 2.2, Direct and Overlapping Property Tax Rates, Last Ten Fiscal Years.....	S-11
Schedule 2.3, Principal Property Tax Payers, Fiscal Year 2008 and 1999	S-12
Schedule 2.4, Property Tax Levies and Collections for All Governments, Last Ten Fiscal Years	S-13
 Debt Capacity:	
Schedule 3.1, Ratios of Outstanding Debt by Type, Last Ten Fiscal Years	S-14
Schedule 3.2, Legal Debt Margin Computation, Last Ten Fiscal Years	S-15
Schedule 3.3, General Obligation Direct and Overlapping Debt.....	S-16
Schedule 3.4, Pledged Revenue Coverage, Last Ten Fiscal Years	S-17

**WASHOE COUNTY, NEVADA
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE FISCAL YEAR ENDED JUNE 30, 2009**

TABLE OF CONTENTS

	PAGE
Demographic and Economic Information:	
Schedule 4.1, Demographic and Economic Statistics, Last Ten Fiscal Years.....	S-18
Schedule 4.2, Principal Employers Current Year and Nine Years Ago	S-19
Operating Information:	
Schedule 5.1, Full-Time Equivalent Washoe County Employees by Function, Last Ten Fiscal Years.....	S-20
Schedule 5.2, Operating Indicators by Function/Program, Last Ten Fiscal Years.....	S-21
Schedule 5.3, Capital Assets Statistics by Function/Program, Last Ten Fiscal Years.....	S-24
 COMPLIANCE SECTION	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards	C-2
Report on Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133.....	C-4
Schedule of Expenditures of Federal Awards	C-6
Notes to Schedule of Expenditures of Federal Awards	C-16
Schedule of Findings and Questioned Costs	C-17
Summary Schedule of Prior Audit Findings.....	C-28
Auditor's Comments:	
Independent Accountant's Report on Nevada Revised Statute 354.6241	C-34
Statute Compliance	C-35
Progress on Prior Year Statute Compliance	C-35
Current Year Recommendations	C-35
Nevada Revised Statutes 354.6115	C-35



INTRODUCTORY SECTION



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

INTRODUCTORY SECTION

Page

Comptroller’s Letter of Transmittal..... ii

Board of County Commissioners vi

Listing of County Officials vii

Organization Chart viii

Certificate of Achievement for Excellence in Financial Reporting..... ix



October 23, 2009

To the Honorable Board of County Commissioners and the Citizens of Washoe County, Nevada:

The comprehensive annual financial report of Washoe County, Nevada, for the fiscal year ended June 30, 2009, is hereby submitted. Nevada Revised Statutes (NRS) 354.624 requires the County to provide for an annual audit by independent certified public accountants in accordance with generally accepted auditing standards in the United States.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based on a comprehensive framework of internal controls established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements. Management asserts that, to the best of our knowledge, the information in this report is accurate in all material respects and presents fairly the financial position of the various funds and component units of Washoe County, including all disclosures necessary to understand the County's activities.

Kafoury, Armstrong, & Co., Certified Public Accountants, have audited Washoe County's financial statements for the year ended June 30, 2009, and have issued an unqualified ("clean") opinion. The independent auditor's report is located on the first page of the financial section.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

PROFILE OF THE GOVERNMENT

Washoe County was incorporated in 1861 and is a political subdivision of the State of Nevada. A five-member Board of County Commissioners (BCC) elected by constituents within their district for a 4-year term governs the County. The County covers an area of 6,600 square miles in the northwest section of the state, bordering California and Oregon. The county seat is the City of Reno, the third largest city in Nevada. Other communities in Washoe County are Sparks and Incline Village, at Lake Tahoe.

The County provides an array of mandated services including property appraisal and assessment; tax collection; criminal prosecution; presiding over civil, criminal, domestic and juvenile court cases; death investigations; temporary financial assistance, health care assistance and indigent burials; communicable disease control; and child protection and placement services. Regional services include adult and juvenile detention; parks and libraries; senior services; forensic services, water, sewer and flood control; animal services; emergency management and regional public safety training. Other community services include patrol and criminal investigation; fire protection; snow removal and street repair; business licensing; and land use planning and permitting. Administrative and internal support services include management, human resources, community relations, finance, technology services, internal audit, fleet operations, purchasing, and risk management.

This report includes the financial activities of three component units: South Truckee Meadows General Improvement District, Truckee Meadows Fire Protection District, and Sierra Fire Protection District. Component units are legally separate entities for which the County is financially accountable. The Washoe County BCC functions as the governing bodies for these entities.

LOCAL ECONOMIC CONDITION AND OUTLOOK

Local Economy: A number of ongoing issues continue to affect the local economy, mainly due to the weak housing market and lagging consumer demand. The economic slowdown, under way since 2007, has resulted in higher unemployment, higher costs due to inflation, and weakened economic prospects.

At June 30, 2009, the County's unemployment rate was 11.5 percent, an increase of 5.4 percentage points from the previous year's rate of 6.4 percent, and 2 percentage points above the national average of 9.5 percent. Washoe County's labor force totaled 225,600 in June 2009, an increase of 300 from the prior year. Unemployment increased to 26,845 in 2009 from 14,474 in 2008. While all industries saw a reduction in employment during the year, the most significant declines were 33.3 percent in the construction industry, 11.3 percent in leisure and hospitality, 9.6 percent in professional and business services and 7.7 percent in manufacturing.

While the national economic downturn is having a significant effect on the region, there are factors in place that have helped to lessen the impact. The region, once known primarily for its gaming and tourism, has made significant efforts to diversify the economy. Though gaming, tourism and hospitality continue to be a mainstay of the County's economy, significant

expansion has occurred in the manufacturing, transportation, industrial, technology, professional and business services, and retail industries.

Washoe County has many factors attractive to business, including a liberal tax structure and strategic location. Nevada has no corporate or personal state income tax, franchise tax, unitary tax, inventory tax, inheritance or estate tax. The Reno-Sparks area is within second-day delivery to every major western city and minutes from California, the world's sixth largest market. An excellent transportation network exists with an international airport, two major interstate highways, as well as major rail transportation providing freight and passenger service. The airport is designated an international port of entry and is served by most major scheduled airlines as well as charter carriers and cargo airlines. The combination of location, transportation network and warehousing space all contribute to business growth. In 2008, Forbes Fortune Small Business Report ranked Reno-Sparks 54th among the top 100 places to live and launch a business in America. The 2009 State Business Tax Climate Index ranked Nevada 3rd in the nation for its business-friendly tax climate.

Efforts to diversify the economy have increased the emphasis on the area's natural attractions, including Lake Tahoe and Pyramid Lake. Lake Tahoe is one of the most spectacular lakes in the world. It is the largest Alpine lake in North America and is linked to Pyramid Lake by the Truckee River, as it winds its way through 105 miles of scenic beauty in the Truckee River Basin. A nationally acclaimed kayaking course was recently completed on the Truckee River in downtown Reno and an additional kayak park opened in neighboring Sparks. The Sierra Nevada Mountains feature Alpine and Nordic skiing at 18 major resorts, all within an hour's drive of Reno. The Tahoe Rim Trail, a 165-mile path encircling the Tahoe Basin was recognized nationally as one of 50 Millennium Legacy Trails. Rand-McNally, in recent years, has rated Washoe County as one of the top family outdoor recreational areas in the nation. Sporting goods giants, Cabela's and Scheels, have recently built retail stores in the area to outfit sporting enthusiasts and attract visitors to these popular entertainment and shopping destinations.

Additionally, the area offers a diverse array of entertainment and special events that appeal to individuals and groups. Downtown Reno is home to a newly completed 9,100 seat minor-league baseball stadium. The ballpark is home to the Triple-A Reno Aces baseball team. The area is also home to Hot August Nights, recognized as the top classic car event in the nation, the Great Reno Balloon Races, the Reno Rodeo, and the National Championship Air Races. The area also hosts the American Bowling Congress and Women's International Bowling Congress on alternate years and the Reno-Tahoe Open, a Professional Golf Association (PGA) sanctioned tournament. The arts are well represented by the Reno Philharmonic and Chamber Orchestras, ballet, opera and Artown. Artown is a month-long event held in July that is noted by the National Endowment for the Arts as one of the country's most comprehensive festivals.

Economic Outlook: Washoe County's near-term outlook depends heavily on economic issues both inside and outside of the region. The nationwide credit crisis is affecting business investment and consumer spending and local businesses are not able to maintain employment levels. The subprime mortgage crisis has hit Nevada especially hard due to unprecedented growth and employment opportunities in previous years which increased the demand for housing. When the economy began its decline, home construction and housing markets collapsed, resulting in lost jobs and declining home values. In Washoe County an estimated 48 percent of local homeowners have mortgages with negative equity. Foreclosures have risen to 1 in every 131 homes in Reno and 1 in every 93 homes in Sparks. As a result of these conditions, the County has experienced slower growth, higher unemployment, a decrease in consumer spending and the associated rate of growth in sales taxes. It is anticipated this slowdown will continue into 2010, and possibly 2011. The following information (excluding component units) is useful in assessing the County's economic condition.

The County's largest revenue source, property taxes, increased 6 percent in the current fiscal year but is projected to decline in FY 2010 by 3 percent. The downward price pressures caused by the collapse in demand and home foreclosures have resulted in a decline in assessed values and an increase in delinquencies. Adding to the decline will be newly enacted legislation which will redirect 4 cents of the County's property tax rate to the State beginning in the 2010 fiscal year. Additionally, the legislation also requires that 5 cents of the property tax rate already dedicated to capital facilities and improvements be redirected to the State. The County shares this dedicated portion with the cities of Reno and Sparks. Another 2.5 cents of property tax that is currently dedicated to the County's indigent population is also being diverted to the State. With the County's overlapping property tax rate currently at the cap of \$3.64 per \$100 of assessed value, a property tax increase is not an option. The County's individual tax rate of \$1.3917 per \$100 in assessed valuation has remained unchanged over the last five fiscal years.

Consolidated taxes, consisting of sales, cigarette, liquor, real property transfer and government services taxes (a tax on the value of vehicles), are the second greatest revenue source for the County. This tax source has been most affected by the economic downturn, continuing its unprecedented 28 month decline with revenues decreasing 16 percent in FY 2009. Major impacts on sales tax revenue have been reduced sales of appliances and home furnishings related to the decline in home sales and improvements, and decreased automobile sales. Consolidated tax revenues for FY 2010 are projected to be 10 percent lower than FY 2009 receipts. In addition, the Nevada State Legislature has imposed an additional 1 percent sales tax collection fee that the County must pay to the State in FY 2010. To make up some of the lost revenue, enabling legislation was passed that would allow the BCC to impose an additional 1 cent government services tax for vehicle registration. The BCC has decided not to use this option to help offset the State's decision to redirect County revenue at this time.

Gaming, tourism and feeder services remain predominant industries in Washoe County. Gaming revenues are not a significant source of County revenues, as they are primarily allocated to the State, however, they can be an indicator of economic conditions. Total gaming revenues in Washoe County decreased 13 percent in FY 2009.

Recognizing the magnitude of the challenge to balance the 2009/10 budget, the BCC formed the Budget Policy Committee to develop budget principles and guidelines to be used for budget reduction choices and develop a sound fiscal plan to balance the budget. Opportunities to restructure and reduce specific services and costs have been determined based on the principles and strategies of the Committee.

The recommended governmental expenditures budget for the 2009/10 fiscal year is \$57 million or 9 percent less than the 2008/09 budget with approximately 500 authorized positions unfunded county-wide. The budget reductions were based on the BCC's priorities and were met with a combination of labor cost concessions, programmatic budget reductions, and strategic use of financial reserves. The impacts are substantial and represent structural changes that cut across all departments. The County has, and will continue, taking steps to minimize the impact by researching service delivery alternatives, performing regional services studies, identifying revenue opportunities, implementing cost reduction efforts through conservative budgeting, and reevaluating capital project spending.

Washoe County continues to be one of the most fiscally responsible local governments in the State. The County adheres, with no exceptions, to the practice of adopting a final balanced budget with no deficit spending. For more than a decade, the County has not increased the General Fund budget by more than the combined increases in population and the Consumer Price Index, even during the economic boom. As a result of the County's careful management of reserves and proactive management of the downturn, Standard and Poor's upgraded Washoe County's outstanding general obligation bond rating from AA- to AA. These strategies and the incorporation of citizen priorities into the budget process will enable the County to continue to provide critical services during the economic downturn.

MAJOR PROGRAMS/INITIATIVES

The BCC has identified seven strategic priorities to meet the mission and vision of the County (see page vi). The annual budget serves as the financial plan for County operations and is aligned with the BCC's strategic priorities. Some of the programs Washoe County has initiated and/or completed during the 2009 fiscal year to support those priorities are:

- Received the 2009 Project of the Year Award from the American Public Works Association in the environmental category for the Crystal Bay Water Quality Improvement Project.
- Provided about \$26 million annually in public assistance to the needy. In addition, the County has provided \$2.5 million of cash and in-kind services to the City of Reno to support their Community Assistance Center and homeless issues.
- Acquired 121 acres of new open space to provide a buffer between the wild lands and urban growth.
- Received the County Leadership in Conservation Award for the Regional Open Space and Natural Resource Management Program.
- Supported regional efforts to build a Triple-A baseball stadium by authorizing use of a 2 cent rental car tax as a funding source as enabled by the Nevada State Legislature.
- Financially supported both the Sierra Spirit and Reno-Tahoe shuttles for the downtown Reno and Lake Tahoe areas, respectively.
- Continued work on the Truckee River Flood Control project with work on ecosystem restoration involving creation of wetlands, restoration of abandoned gravel pits, revegetation of riparian and upland areas and lessening of downstream flood dangers.
- Recognized as one of five counties nationwide for its best practices in facility management.
- Recognized as one of only 34 counties in the country to receive a national award for purchasing practices, and one of only six government agencies in the U.S. to receive it for all 14 years since its inception.

Many of the programs and projects listed above will continue into future years. Proposed new debt financing in the FY 2010 budget for major capital projects includes \$10.7 million for the Sparks Justice Court and \$12.8 million for a special assessment district improvement project.

RELEVANT FINANCIAL POLICIES

Capital Project Financing: The County has a five-year capital improvement plan (CIP) for maintaining existing infrastructure and building or acquiring new facilities to meet demands from growth, legal mandates, and health and safety issues. The plan links the County's physical development planning with fiscal planning. While the plan covers a five-year period, it is updated annually to reflect ongoing changes as new projects are added, existing projects modified, and completed projects deleted from the plan document. The plan is a policy guide and is not intended to replace future County budget decisions.

Debt Management: The County prepares a formal Debt Management Policy annually. The Policy helps ensure a sound debt position and that credit quality is protected by providing information on the County's ability to afford existing debt, authorized future debt and proposed future debt. Bond ratings for Washoe County are among the highest of any Northern Nevada local government due to strong management and financial performance. The County's current bond ratings from two of the principal rating agencies for municipal debt are "AA" from Standard and Poor's and "Aa2" from Moody's.

Risk Management: The County's Risk Management Division administers all liability claims filed against the County and manages the workers' compensation program. Workers' compensation and liability are self-insured programs. Workers' compensation has a self-insured retention of \$1.5 million. Liability claims have a self-insured retention of \$1.5 million per occurrence with excess liability coverage of \$5 million. Property is insured with \$10,000 - \$50,000 deductibles.

Health Benefits: The County provides access to comprehensive health benefits for employees, dependents and retirees through a self-funded health plan and contractual health insurance plans. This program, managed by the Department of Human Resources, offers two medical plans, the self-funded plan and a health maintenance organization. It also offers dental, vision, and life insurance plans. A third party administrator is used to pay claims.

Postemployment health benefits for eligible employees are provided through the Retiree Health Benefit Program and the State of Nevada's Public Employee Benefit Plan (PEBP). Currently, costs are financed on a pay-as-you-go basis with transfers from the General Fund to the Health Benefits Fund. The County implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for the fiscal year ended June 30, 2008. The County intends to establish a trust fund and transfer assets accumulated in the Pre-Funded Retiree Health Benefits Fund to the trust for payment of future retiree health benefits in the 2010 fiscal year. Additional information on postemployment benefits can be found in Note 16 of the notes to the financial statements.

Pension Program: The employees of the County are covered by the State of Nevada Public Employees' Retirement System (PERS). The County does not exercise any control over the PERS plan and is not liable for any unfunded obligations. PERS is governed by the Public Employees' Retirement Board and consists of seven members appointed by the Governor.

Cash Management: The County manages its investments under a formal investment policy that stipulates the approved investment categories and maturity limits. The objectives of the policy are safety of the principal, maintenance of liquidity, and attainment of a market rate of return. Allowable investments for public funds are additionally restricted by state statute (NRS 355.170), and generally include obligations of the United States government, certain federal government agencies and certificates of deposit. The County contracts with financial management advisors to manage a significant portion of the County's investment portfolio and utilizes money market funds to invest temporarily idle cash.

AWARDS

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Washoe County for its comprehensive annual financial report for the fiscal year ended June 30, 2008. This was the 27th consecutive year that the County has achieved this prestigious award. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

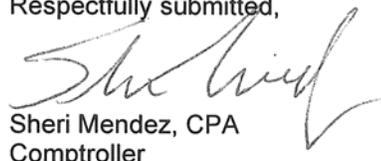
A Certificate of Achievement is valid for a period of one year only. We believe that our current comprehensive annual financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

Additionally, the County is the recipient of the Distinguished Budget Presentation Award from the Government Finance Officers Association for its annual budget document for the year beginning July 1, 2008. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document had to be judged proficient as a policy document, a financial plan, an operations guide, and a communications device.

ACKNOWLEDGEMENTS

The preparation of this report and timely issuance could not have been accomplished without the efficient and dedicated services of the Comptroller's entire staff. More particularly, Cynthia Washburn, Chief Deputy Comptroller; Mary Solorzano, Senior Accountant; Darlene Frazer, CPA, Marilyn Urbani, Dan North and Sarbani Majumdar, Accountants; Mayla Kent, CPA, Senior Business Analyst; Michelle Glodt-Mikoliczyk, Account Clerk, and Sandra McGarva, Administrative Secretary Supervisor. Thanks also to the Reprographics Department for their efforts and expertise in producing this document; the Community Relations Department for providing valuable information included in this letter; the cooperation and assistance of all County departments, and to the staff from Kafoury, Armstrong & Co., Certified Public Accountants, the County's independent auditors. Special thanks to County Manager, Katy Simon, Finance Director, John Sherman, CPA, and the Board of County Commissioners for their leadership and support in the planning and conducting of the financial operations of the County in a responsible and progressive manner.

Respectfully submitted,



Sheri Mendez, CPA
Comptroller

WASHOE COUNTY BOARD OF COMMISSIONERS



Robert Larkin,
District Four

Bonnie Weber,
Vice Chair
District Five



Kitty Jung,
District Three



David Humke,
Chair
District Two



John Breternitz,
District One

Washoe County is home to Lake Tahoe, one of the most beautiful places on earth; to the majestic Sierra Nevada mountains; to the life-giving Truckee River; to vast open ranges and blue sky; to pastoral ranches and to friendly, vibrant communities including the cities of Reno and Sparks.

Vision Statement

Our vision is that by preserving and enhancing our high quality of life, Washoe County will remain a healthy, safe and compelling place in which to live, work, recreate, visit and invest.

Mission Statement

The mission of Washoe County is to provide efficient, effective and high quality public services through:

- **Excellent regional services,**
- **Open, informed and collaborative decision-making,**
- **Valued staff that is accessible and accountable,**
- **Quality, sustainable facilities and infrastructure,**
- **Responsible growth management; and**
- **Preservation of our natural resources, open spaces and magnificent natural landscape.**

Our service role in fulfillment of this mission includes, but is not limited to, justice and public safety, health and sanitation, social services, culture and recreation, elections and administrative services, and public works.

Strategic Priorities

- **Improve public safety, security, health**
- **Promote financial accountability of Washoe County**
- **Preserve and enhance our quality of life**
- **Provide excellent public services**
- **Improve regional collaboration**
- **Develop our workforce**
- **Support a healthy economy**

**WASHOE COUNTY, NEVADA
LISTING OF COUNTY OFFICIALS
AS OF JUNE 30, 2009**

Elected Officials

District 1: Commissioner	John Breternitz
District 2: Chair, Board of County Commissioners	David Humke
District 3: Commissioner	Kitty Jung
District 4: Commissioner	Robert Larkin
District 5: Vice Chair, Board of County Commissioners	Bonnie Weber
County Assessor	Joshua Wilson
County Clerk	Amy Harvey
County Recorder	Kathryn L. Burke
County Treasurer	Bill Berrum
District Attorney	Richard A. Gammick
Incline Village/Crystal Bay Constable	Joe Kubo
Public Administrator	Donald L. Cavallo
Sheriff	Mike Haley

Other County Officials

County Manager	Katy Simon
Assistant County Manager	John Berkich
Assistant County Manager	Dave Childs
Alternate Public Defender	Jennifer Lunt
Alternative Sentencing Chief	Joseph Ingraham
Chief Medical Examiner/Coroner	Dr. Ellen Clark
Comptroller	Sheri Mendez
Director of:	
Building and Safety	Don Jeppson
Community Development	Adrian Freund
Community Relations	Kathy Carter
Cooperative Extension	Frank Flavin
Finance	John Sherman
Human Resources (Acting Director)	Katey Fox
Juvenile Services	Mike Pomi
Law Library	Vacant
Library	Arnie Maurins
Management Services	John Slaughter
Public Works	Dan St. John
Purchasing (Acting)	Mike Sullens
Regional Parks and Open Space	Doug Doolittle
Senior Services	Grady Tarbutton
Social Services	Kevin Schiller
Technology Services	Cory Casazza
Truckee River Flood Management Project	Naomi Duerr
Water Resources	Rosemary Menard
District Health Officer	Dr. Mary Anderson
Internal Audit Manager	Bill Mikawa
Labor Relations Manager	Vacant
Public Defender	Jeremy Bosler
Public Guardian	Susan DeBoer
Registrar of Voters	Daniel Burk

Washoe County, Nevada Organization Chart

Washoe County Citizens

Board of County Commissioners

County Manager

Katy Simon

Assistant County Manager

Dave Childs

Assistant County Manager

John Berkich

Office of the County Manager

Courts¹

DISTRICT COURTS
FAMILY COURTS
JUVENILE SERVICES – Mike Pomi
JUSTICE COURTS
LAW LIBRARY⁵ – Vacant

Elected Departments¹

ASSESSOR – Joshua Wilson
CLERK – Amy Harvey
DISTRICT ATTORNEY – Richard Gammick
INCLINE VILLAGE/CRYSTAL BAY
CONSTABLE – Joe Kubo
PUBLIC ADMINISTRATOR – Don Cavallo
RECORDER – Kathryn Burke
SHERIFF – Mike Haley
TREASURER – Bill Berrum

Departments Appointed by Other Boards¹

DISTRICT HEALTH – Dr. Mary Anderson
Administrative Services – Eileen Coulombe
Air Quality – Andy Goodrich
Community and Clinical Health – Mary Ann Brown *Acting*
Environmental Health – Bob Sack
EPI Center – Dr. Randy Todd
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT²
SIERRA FIRE PROTECTION DISTRICT²
COOPERATIVE EXTENSION – Frank Flavin

Building and Safety
Don Jeppson

Community Development
Adrian Freund

Public Works
Dan St. John

Roads
Engineering
Capital Projects
Facility Management
Property Management
General Services
Animal Services
Equipment Services
Image & Records Mgmt.
Reprographics & Mail Svcs.

Human Resources
Katey Fox (Acting)

Regional Parks/Open Space
Doug Doolittle

Water Resources
Rosemary Menard

Water Resource Planning
Engineering
Finance & Customer Service
Operations & Maintenance

Alternative Sentencing Div
Joseph Ingraham

Medical Examiner/Coroner
Dr. Ellen Clark

Public Defender
Jeremy Bosler

Alternate Public Defender
Jennifer Lunt

Senior Services
Grady Tarbutton

Social Services
Kevin Schiller

Public Guardian
Susan DeBoer

Library³
Arnie Maurins

Labor Relations
Vacant

Finance
John Sherman

Budget Division
Comptroller's Office
Purchasing Division
Risk Management Division

Registrar of Voters
Dan Burk

Technology Services
Cory Casazza

WINnet
Telecommunications

Truckee River Flood Management Dept⁴
Naomi Duerr

Community Relations
Kathy Carter

Internal Audit
Bill Mikawa

Management Services Division
John Slaughter

Commissioner Support
Community Support
Emergency Management
Fire Services
Government Affairs
Organizational Effectiveness



1-County Manager is Liaison

2-Board of County Commissioners sits as Board of Fire Commissioners

3-Director appointed by Library Board of Trustees

4-Director appointed by Truckee River Flood Management Project Committee

5-Director appointed by Law Library Board of Trustees

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Washoe County
Nevada

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2008

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



A handwritten signature in black ink, appearing to read "K. L. R.", is written above the title "President".

President

A handwritten signature in black ink, appearing to read "Jeffrey R. Emen", is written above the title "Executive Director".

Executive Director



This Page Intentionally Left Blank



FINANCIAL SECTION



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

FINANCIAL SECTION

Page

Independent Auditor's Report	2
Management's Discussion and Analysis.....	4
Basic Financial Statements	
Government-Wide Financial Statements	15
Fund Financial Statements	18
Notes to the Financial Statements	34
Required Supplementary Information	73
Combining and Individual Fund Statements and Schedules.....	75



Independent Auditor's Report

To the Honorable Board of Commissioners of
Washoe County, Nevada

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Washoe County, Nevada (the "County"), as of and for the year ended June 30, 2009, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of Washoe County. Our responsibility is to express opinions on these financial statements based on our audit.

We did not audit:

Government-Wide Financial Statements

- the financial statements of the South Truckee Meadows General Improvement District, which represents 5.2 percent of the assets, 6.7 percent of the net assets and 2.2 percent of the revenues of the business-type activities

Fund Financial Statements

- the financial statements of the South Truckee Meadows General Improvement District Fund, which represent 7.0 percent of the assets, 8.7 percent of the net assets and fund balances, and less than one percent of the revenues and additions of the aggregate remaining fund information.

Those financial statements were audited by another auditor whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the above-mentioned fund is based on the report of the other auditor.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the report of the other auditor provide a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Washoe County, Nevada, as of June 30, 2009, and the respective changes in financial position and cash flows, where applicable, thereof and the respective

budgetary comparison for the General Fund and the Pre-Funded Retiree Health Benefits Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated October 23, 2009 on our consideration of Washoe County's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis and the Schedule of Funding Progress - Other Postemployment Benefits on pages 4 through 13 and 73, respectively, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Washoe County's basic financial statements. The accompanying Introductory Section, nonmajor combining and individual fund statements and schedules, statistical section, and the Schedule of Expenditures of Federal Awards (as required by the U.S. Office of Management and Budget Circular A-133, *Audits of States and Local Governments and Non-Profit Organizations*), are presented for purposes of additional analysis and are not a required part of the basic financial statements. The nonmajor combining and individual fund statements and schedules, and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Kafoury, Armstrong & Co.

Reno, Nevada
October 23, 2009

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009**

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

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

All amounts, unless otherwise indicated, are expressed in thousands of dollars.

FINANCIAL HIGHLIGHTS

The auditor's report offers an unqualified opinion on the financial statements, the highest opinion that can be attained.

Cash and investments of \$443.8 million are available to meet liabilities due within one year of \$85.6 million. This is a conservative measure of cash and investments available to pay current obligations. The County's cash ratio is 5.1, meaning that the County has more than 5 times the cash and investments available to meet current obligations. Last year's cash ratio was 5.2.

Net capital assets increased \$92.7 million to \$1.1 billion. The current year increases include land of \$15.3 million, buildings and improvements of \$3.5 million, and new infrastructure of \$103 million. Depreciation expense totaled \$54.1 million.

Outstanding bonded debt and certificates of participation decreased from \$347.6 million to \$329.5 million. New debt of \$21.5 million was issued, offset by \$39.6 million in principal payments. Outstanding debt is \$1.3 billion below the legal debt limit. Standard & Poor's service raised its long-term and underlying rating to AA from AA- on Washoe County's general obligation bonds.

Total net assets increased by \$99.7 million over prior year to \$1.2 billion. The County's investment in capital assets exceeds related debt by \$913 million. Restricted net assets increased from \$167.7 to \$179.5 million and are 15% of total net assets. Unrestricted net assets decreased from \$131.1 million in the prior year to \$112.4 million in the current year. Business-type unrestricted net assets of \$99.8 million are generally not used to fund other operations.

Total revenue increased 13% to \$642.7 million. Program revenues of \$291 million made up 45% of the total, an increase of 39% over prior year. General revenues, before transfers, decreased 2% to \$351.8 million.

The County's primary revenue sources are ad valorem and consolidated taxes. These two revenue sources comprise 35% and 13% of countywide revenues, respectively. Ad valorem taxes increased by 6% from the prior year due to increased real and personal property assessed valuations, offset by abatements based on statutory tax bill caps. Property tax rates did not increase from the prior year. Consolidated taxes declined 16% or \$15.5 million, primarily reflecting a reduction in taxable sales and real property transfer taxes driven in part by the slowdown in the housing market and new construction.

Capital program revenues increased by \$81.3 million primarily due to a \$100 million capital contribution from developers in the Water Resources Fund.

Total expenses were \$543.1 million, a decrease of 1% countywide from prior year. Governmental activities made up 93% of the total expenses and were approximately level with prior year. Increased costs related to a special termination program, increased net obligations for other postemployment benefits and recognition of a pollution remediation liability were offset by budgeted expense reductions and a non-recurring payment to other agencies in the prior year. Expenses for business-type activities decreased by \$6.1 million primarily due to payments to other agencies in the prior year.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements which are comprised of government-wide financial statements, fund financial statements and accompanying notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

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

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

The Statement of Net Assets presents information on all of the County's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets 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 expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods, such as uncollected taxes or 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, judicial, public works, public safety, health and sanitation, welfare, culture and recreation and community support. The business-type activities of the County include water and sewer utilities, golf courses and building permits.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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 may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented in the governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The County maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the major funds which include the General Fund and the Pre-Funded Retiree Health Benefits Fund. Data from the remaining funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements elsewhere in 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 statements for the General Fund and the Pre-Funded Retiree Health Benefits Fund are presented with the basic financial statements; the budgetary comparisons for all governmental funds are included in the fund financial statements.

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. The County uses enterprise funds to account for water and sewer utilities, golf courses and building permits. 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.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate details for the Water Resources Fund, which is a major fund. Data from the remaining funds are combined into a single, aggregated presentation. All internal services 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 elsewhere in this report.

Fiduciary funds. Fiduciary funds account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of 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.

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

Notes To The 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.

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

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Washoe County Net Assets*

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008**	2009	2008
Assets						
Current and other assets	\$ 361,966	\$ 363,323	\$ 156,237	\$ 148,913	\$ 518,203	\$ 512,236
Net capital assets	739,998	745,412	409,124	311,023	1,149,122	1,056,435
Total Assets	1,101,964	1,108,735	565,361	459,936	1,667,325	1,568,671
Liabilities						
Current liabilities	30,079	28,722	6,819	8,567	36,898	37,289
Long-term liabilities	311,672	306,899	113,905	119,288	425,577	426,187
Total Liabilities	341,751	335,621	120,724	127,855	462,475	463,476
Net Assets						
Invested in capital assets, net of related debt	576,616	572,750	336,359	233,614	912,975	806,364
Restricted	170,975	163,355	8,515	4,376	179,490	167,731
Unrestricted	12,622	37,009	99,763	94,091	112,385	131,100
Total Net Assets	\$ 760,213	\$ 773,114	\$ 444,637	\$ 332,081	\$ 1,204,850	\$ 1,105,195

*For more detailed information see the Government-wide Statement of Net Assets and Notes to the Financial Statements.

**In 2008 the Central Truckee Meadow Remediation District (CTMRD) was reported as a business-type activity within the Water Resources Fund. In 2009, it was reported as a governmental activity. The 2008 amounts reported above have been adjusted to report CTMRD as a governmental activity.

Net Assets: Net assets may serve over time as a useful indicator of a government's financial position. The County's assets exceeded liabilities by \$1.2 billion at June 30, 2009, an increase of 9% over the prior year.

The largest portion of net assets (76%) reflects investment in capital assets (e.g., land, buildings, equipment and construction in progress) less any related outstanding debt used to acquire those assets. Net investment in capital assets rose by \$106.6 million over the prior year primarily due to a \$100 million capital asset contribution in the Water Resources Fund. Outstanding capital related debt decreased as scheduled principal payments were not offset by major new debt issuances for capital projects due to the budget shortfall reduction programs that deferred many planned capital projects. Washoe County uses these capital assets to provide services to citizens; therefore, they are not generally available for future spending. Although investment in capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since capital assets would not generally be used to liquidate related debt.

An additional portion of Washoe County's net assets (15%) represents resources that are subject to external restrictions (statutes, bond covenants, or granting agencies) on how they may be used. Restricted net assets increased by \$11.8 million from prior year primarily for debt service and self-insurance claim reserves.

Unrestricted net assets of \$112.4 million may be used to meet the County's other ongoing obligations to citizens and creditors. The decrease of \$18.7 million in unrestricted net assets from the prior year is primarily due to increased debt and other long term liabilities that are not capital related.

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

Washoe County Changes In Net Assets

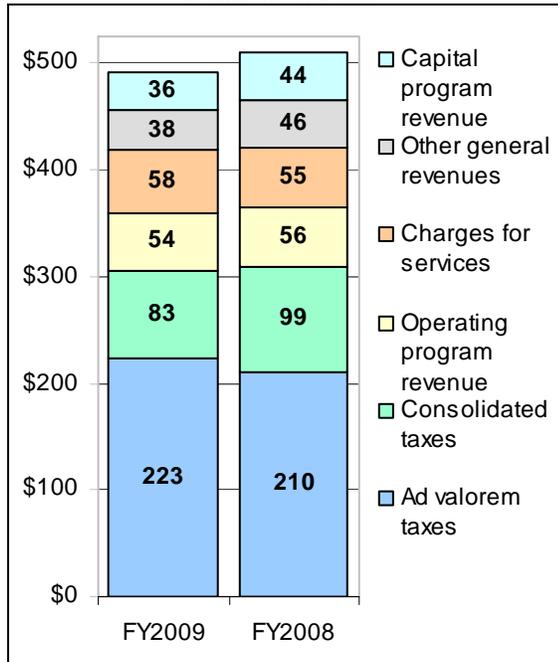
	Governmental Activities		Business-type Activities		Total	
	2009	2008	2009	2008	2009	2008
Revenues:						
Program Revenues:						
Charges for services	\$ 57,968	\$ 55,306	\$ 33,514	\$ 34,703	\$ 91,482	\$ 90,009
Operating grants, interest and contributions	54,398	55,506	34	612	54,432	56,118
Capital grants, interest and contributions	34,590	43,987	110,484	19,796	145,074	63,783
General Revenues:						
Ad valorem taxes	223,457	210,184	-	-	223,457	210,184
Consolidated taxes	83,070	98,567	-	-	83,070	98,567
Other intergovernmental	21,231	27,787	-	-	21,231	27,787
Unrestricted investment earnings	7,906	9,586	4,741	4,877	12,647	14,463
Other	9,334	8,972	2,019	20	11,353	8,992
Total Revenues	491,954	509,895	150,792	60,008	642,746	569,903
Expenses:						
General government	99,921	93,781	-	-	99,921	93,781
Judicial	58,766	58,415	-	-	58,766	58,415
Public safety	161,395	152,410	-	-	161,395	152,410
Public works	41,722	39,397	-	-	41,722	39,397
Health and sanitation	27,858	27,861	-	-	27,858	27,861
Welfare	64,048	66,193	-	-	64,048	66,193
Culture and recreation	38,364	53,447	-	-	38,364	53,447
Community support	1,662	1,555	-	-	1,662	1,555
Interest/fiscal charges	11,028	11,267	-	-	11,028	11,267
Utilities	-	-	34,699	40,232	34,699	40,232
Golf courses	-	-	1,757	1,741	1,757	1,741
Building permits	-	-	1,871	2,441	1,871	2,441
Total Expenses	504,764	504,326	38,327	44,414	543,091	548,740
Increase in Net Assets Before Transfers	(12,810)	5,569	112,465	15,594	99,655	21,163
Transfers	(91)	(240)	91	240	-	-
Change in Net Assets	(12,901)	5,329	112,556	15,834	99,655	21,163
Net Assets, July 1	773,114	767,785	332,081	316,247	1,105,195	1,084,032
Net Assets, June 30	\$ 760,213	\$ 773,114	\$ 444,637	\$ 332,081	\$ 1,204,850	\$ 1,105,195

Changes in Net Assets. The County's net assets increased \$99.7 million during the current fiscal year driven by capital program revenues for utilities. Total revenues of \$642.7 million exceeded prior year revenue by 13%. General revenues, mainly comprised of various taxes and investment earnings, represent 55% of total revenue, a decline from 63% in the prior year. General revenues decreased 2% from the prior fiscal year to \$352 million with the largest decrease from consolidated taxes which declined by 16%. Program revenues are directly related to service activities of a function and include charges for services, operating and capital grants and contributions, and related investment earnings when restricted for use in programs. Total program revenues of \$291 million increased by 39%, or \$81.1 million, from the prior year primarily due to a \$100 million capital contribution in utility activities. Total expenses of \$543.1 million decreased 1% over the prior year primarily in utility activities and in the culture and recreation function due to non-recurring payments to other agencies in the prior year. Other functional increases were largely due to increased personnel costs.

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

Governmental Activities. Governmental activities decreased the County's net assets by \$12.9 million. The two largest revenue sources are ad valorem and consolidated taxes, which together comprise 62% of governmental activity revenue.

**Governmental Activities -
Revenues by Source
In Millions of Dollars**



Ad valorem taxes increased by 6% from the prior year due to increased real and personal property assessed valuations, offset by abatements based on statutory tax bill caps. There was no increase in the tax rate.

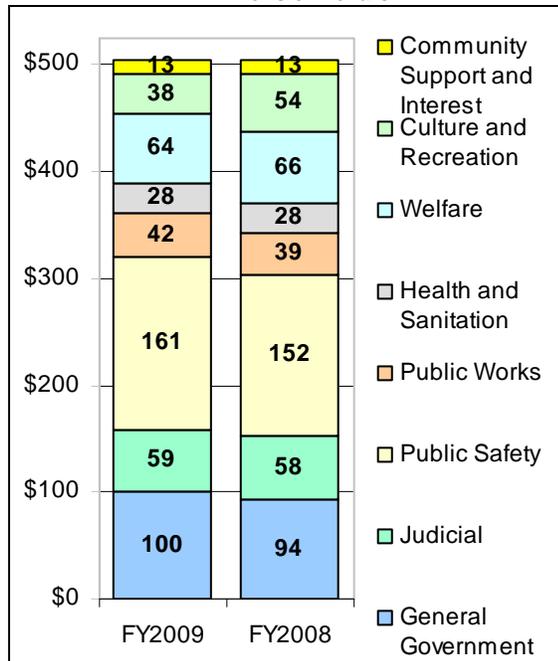
Consolidated sales taxes, received from the State, declined by 16% in the current year reflecting a reduction in taxable sales and real property transfer taxes driven in part by the slowdown in the housing market and new construction.

Operating program revenue decreased by 2% due in part to lower investment income. Charges for services increase of 5% were realized primarily in public safety and welfare activities. These increases resulted from a combination of higher activity levels plus increased fees.

Other general revenues, including miscellaneous taxes, licenses, fees, and investment earnings decreased \$8 million from the prior year due to lower intergovernmental revenue and reduced investment earnings.

Capital program revenue decreased \$8 million due to fewer roads built and contributed to the County by developers and other agencies.

**Governmental Activities -
Expenses by Function
In Millions of Dollars**



Increases for most functional areas were driven by personnel costs as other costs were reduced to help offset revenue declines for consolidated and other state shared taxes.

The largest functions are public safety and general government, which together comprise 52% of governmental activities expenses.

The public safety increase of 6% from the prior year was due to increased personnel costs. The increase in general government was primarily due to costs associated with special termination benefits and increased OPEB related costs.

The public works increase includes increased expense for maintenance (non-capital) projects and payment to local agencies for shared road maintenance under a new Interlocal agreement.

The culture and recreation functional expense decrease was from a non-recurring payment to other agencies in the prior year.

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

**Governmental Activities -
Program Revenues as a Percent of Expenses
by Function**

	<u>FY2009</u>	<u>FY2008</u>
General Government	30%	28%
Judicial	27%	24%
Public Safety	15%	18%
Public Works	34%	82%
Health and Sanitation	57%	55%
Welfare	54%	47%
Culture and Recreation	31%	17%
Community Support	6%	2%

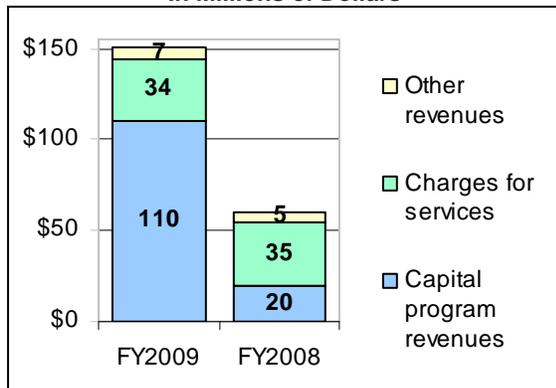
Program revenues for governmental activities provided an average of 29% towards costs of providing program services, a decrease from 30% in the prior year.

Decreases in program revenue/expense coverage in public works resulted from decreased contributions for capital projects.

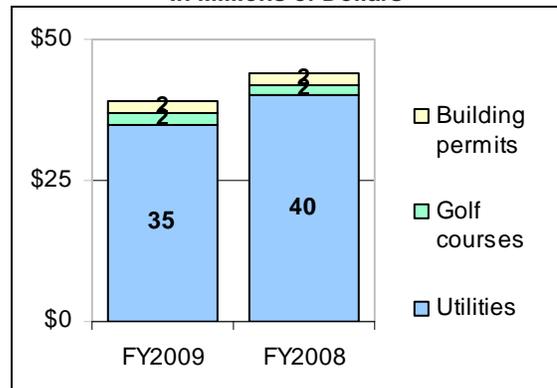
The increase in program revenue/expense coverage in culture and recreation was due to the payment in the prior year, of \$22.1 million, mostly from bond proceeds, to the City of Reno for construction of a baseball stadium.

Business-type Activities. Capital related program revenues increased by \$90 million over prior year primarily due to a \$100 contribution in the Water Resources Fund. Charges for services decreased by 3% primarily from reduced fees in utilities and golf courses.

**Business-Type Activities – Revenues by Source
In Millions of Dollars**



**Business-Type Activities – Expenses by Program
In Millions of Dollars**



Utilities expenses decreased by \$5 million from the prior year primarily due to a non-recurring \$5.2 million payment to other agencies for sewer capacity and interlocal agreements in the prior year.

**Business-Type Activities -
Program Revenues as a Percent of Expenses**

	<u>FY2009</u>	<u>FY2008</u>
Utilities	406%	128%
Golf courses	92%	91%
Building permits	76%	88%

Building permits activities declined \$0.6 million from the prior year as staff reductions and other adjustments were made to match the declining building activity.

MAJOR FUNDS FINANCIAL ANALYSIS

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

Governmental Funds: The focus of Washoe County's governmental funds is to provide information on current inflows, outflows and balances of spendable resources. Such information is useful in assessing the County's current funding requirements. Unreserved fund balance serves as a useful measure of net resources available for appropriation at the end of the fiscal year.

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

Current year governmental fund combined ending fund balances of \$266.6 million reflect a decrease of \$16.4 million from the prior year. Unreserved fund balance of \$199.6 million is available for appropriation. Of that amount, \$192.8 million has been designated by the Board as a resource for FY 2010 budget and \$5.2 million will be reappropriated for FY 2009 commitments. The remainder of fund balance is reserved to indicate that it is not available for appropriation, due to statutory or regulatory restrictions: (1) \$16.8 million for debt service, (2) \$44.7 million for unspent bond proceeds, grants, donations, and inventory and (3) \$5.5 million for self-insurance claims.

The **General Fund** is the County's primary operating fund. At the end of the current fiscal year total fund balance was \$37.1 million, a decrease of \$6.2 million from the prior year. Reserved fund balance decreased by \$0.6 million primarily due to decreased debt reserve requirements. Unreserved fund balance of \$28.9 million decreased \$5.6 from prior year due to a decrease in revenues.

Budget reduction adjustments affecting staff levels and expenditures were made throughout the year to offset the impact of a revenue shortfall caused by a greater than anticipated decline. A program of special termination benefits was offered to address expected continued revenue declines in the next fiscal year, partially funded by employee voluntary wage concessions. Additional discussion can be found in the General Fund Budgetary Highlights section.

As a measure of the General Fund's liquidity, it is useful to compare both unreserved fund balance and total fund balance to the total of expenditures and other financing uses. Unreserved and total fund balance represents 9.2% and 11.8%, respectively, of expenditures plus other financing uses as compared to 11% and 13.8%, respectively, in the prior year.

Key factors in the decrease in total fund balance are as follows:

- Revenues of \$306.9 million decreased \$8.4 million or 3% under prior year, primarily due to lower consolidated taxes and other shared state revenues.
- Ad valorem tax revenue exceeded prior year revenue by \$9.6 million. The 6% increase in ad valorem tax revenues over prior year reflects a 0.0037 cent increase in the General Fund rate combined with increases in real property assessed valuation offset by tax abatements due to legislation.
- Total intergovernmental revenues decreased by \$15.1 million. Consolidated tax decreased \$14.4 million or 16% from the prior year reflecting a slowdown in residential construction and in taxable sales which also adversely affected other shared tax revenues. Federal and state grant revenues were \$0.4 million or 5% under prior year largely due to the timing of public safety grant programs. The total award level for federal and state grants increased by \$3.5 million over the prior year.
- Investment earnings decreased by \$1.4 million due to lower interest income as well as lower realized and unrealized gains on investments.
- Expenditures of \$289.3 million increased \$2.2 million or 1% over the prior year. This increase included \$4.7 million for special termination benefits. Before the special termination program, expenditures decreased by \$2.5 million or 1%. Personnel costs of \$206.4 million, excluding the special termination benefits, decreased from the prior year by 1% as a result of staff reductions, voluntary wage concessions and other budget shortfall reduction programs. Personnel costs comprise 73% of expenditures in the General Fund.
- Revenues exceeded expenditures by \$17.7 million. Other financing sources and uses were a net use of \$23.9 million, primarily for transfers to other funds for support of operations and debt service.

The **Pre-Funded Retiree Health Benefits Fund** accounts for resources accumulated to pay future retiree health benefit premiums for eligible employees. The Fund has an unreserved fund balance of \$62.2 million. Transfers of \$2.3 million from the General Fund and investment income of \$2.8 million provided resources for the fund. The County implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, for the fiscal year ended June 30, 2008. However, the assets in this fund cannot be used to reduce the unfunded actuarial accrued liability until transferred to a separate irrevocable trust fund. The County is in the process of establishing a trust fund and transferring all assets in the 2010 fiscal year.

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

The **Water Resources Fund** was established to account for county-owned and operated water and sewer systems in the unincorporated areas of Washoe County. The Washoe County Department of Water Resources is the only organization in

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

Nevada that provides integrated water resource services for water supply, wastewater treatment, effluent reuse, flood management, flood early warning and water resource planning.

Effective July 1, 2008, the County elected to account for the activities of the Central Truckee Meadows Remediation District (CTMRD) in a newly-created special revenue fund; the District's activities were previously accounted for as part of the Water Resources Fund. Prior year amounts and beginning net assets presented in the Water Resources Fund financial statements have been restated to reflect this change in accounting for the CTMRD.

Cash increased by \$7.1 million during the year as a result of positive cash flow from operations. Capital assets increased \$108 million, chiefly as the result of contributions from developers totaling \$104 million. This total included the acceptance by the Board of County Commissioners of the Fish Springs Water Importation Project, which was dedicated to the County by Fish Springs Ranch, LLC. The project consists of infrastructure assets with a total value of \$100 million.

Operating revenues of \$27.9 million were 2% lower than the prior year, primarily due to the loss of \$1 million in water surcharge fees. Water surcharge fees were previously collected by the Regional Water Planning Commission, which was accounted for as part of the Water Resources Fund; these fees are now collected by the Western Regional Water Commission, a fiduciary fund. Operating expenses of \$28.3 million were 2.5% higher than the prior year, due to increased depreciation and an increase in staff time devoted to operations rather than capital projects.

Net non-operating revenues of \$3.8 million are \$8.4 million higher than the prior year. The recovery in the current year for embezzlement losses recognized in the prior year accounted for \$2 million of this increase. The balance of the increase resulted primarily from non-recurring charges in the prior year, including payments of \$2.4 million to the Truckee Meadows Water Authority and the City of Reno for connecting to their water and sewer systems, and the transfer of \$2.8 million from the Water Resources Fund to the newly-formed Western Regional Water Commission.

GENERAL FUND BUDGETARY HIGHLIGHTS

During the year the Board of County Commissioners (BCC) revised the County budget several times to reduce the impact of anticipated shortfalls in intergovernmental revenues, primarily in consolidated taxes and other state shared revenues in the General Fund. The budget shortfall reduction actions addressed both the current fiscal year and the upcoming budget for fiscal year 2009/2010 with a targeted reduction of \$47 million. Programs to reduce the anticipated revenue shortfall included reductions in General Fund department operating expenditures, deferral of capital projects requiring General Fund transfers, and reductions in operating support transfers to other funds. In addition, the BCC authorized voluntary special termination incentives to reduce the number of lay-offs that would be required to meet the targeted reductions. State budgetary procedures authorize the BCC to approve augmentations and transfers (or sweeps) of original budget authority within the funds but does not provide for reductions of expenditure budgets. Therefore, the budget shortfall reduction changes from original budget were swept to a special budget shortfall reduction category within current expenditures for reporting purposes.

The \$8.1 million increase in revenues between original and final budget includes grants and donations received and approved during the year with a corresponding increase in expenditures. Total budgeted expenditures increased by \$8.8 million from the original budget. The change in budgeted expenditures included \$7.9 million for new grants and donations, \$0.9 million from contingency and transfers.

The \$2.4 million net increase to the budget shortfall reduction account included an increase of \$4.5 million for early termination benefits offset by \$6.9 million reductions in departments' operating expenditures across all functional categories based on the strategic priorities of the BCC which places public safety as a top priority. Expenditure reductions included reduced personnel costs related to wage concessions by most of the employee's associations as well as department's programs for meeting the reduced revenues. Contingency funds were reduced by \$0.8 million during the year and moved to expenditure budgets for special projects and for payment of interest on tax refunds.

Total revenues in the General Fund were under final budget by \$18.4 million or 6%. The budget variance was led by intergovernmental revenues which were \$16.8 million or 14% under budget. The major budget variance was \$7.6 million below budget for consolidated taxes reflecting a slowdown in residential construction and in taxable sales. These economic factors also contributed to below budget variance of \$2.6 million in charges for services related to recorder's fees, parks fees and other fees impacted by the slower economy. Federal grant variances to budget are primarily due to grants having federal fiscal years or awards for multiple year projects. Favorable budget variances were realized for fines and forfeits of \$1.1 million chiefly for delinquent property tax penalties.

Total expenditures in the General Fund were 9% or \$28.9 million below final budget. Excluding the budget shortfall reduction category, expenditures were \$26.5 or 8% under budget with expenditure variances by type of 45% for capital outlay, 17% for services and supplies and 3% for personnel costs. These savings came from hiring freezes, project deferrals and other

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

departmental actions to meet the expected revenue shortfall. The favorable budget variance for services and supplies and for capital outlay is also partially due to the multiple year budgets for many grants and reserved projects.

Functions represent the legal level of budgetary control for appropriations per NRS 354.626. All functional categories of current expenditures were below final budget. The large variances to budget for general government and public safety functional activities are primarily related to grants and other restricted funds that support multiple year projects.

CAPITAL ASSETS

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2009, is \$1.1 billion (net of accumulated depreciation), as summarized below. The increase in investment in capital assets for the current fiscal year of 9% was due to developer contributions in the Water Resources Fund, including \$100 million for the Fish Springs Water Importation Project. Outstanding commitments for capital expenditures totaled \$14.6 million as of year end.

Washoe County Capital Assets (Net of Depreciation)

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 184,898	\$ 172,726	\$ 17,599	\$ 14,444	\$ 202,497	\$ 187,170
Construction in progress	12,670	19,058	11,159	34,625	23,829	53,683
Land improvements	26,269	24,467	2,942	2,540	29,211	27,007
Building/improvements	227,590	224,379	53,500	53,251	281,090	277,630
Infrastructure	247,681	264,769	313,544	193,485	561,225	458,254
Equipment	40,445	39,555	938	1,090	41,383	40,645
Intangibles	445	458	9,442	11,588	9,887	12,046
Total	\$ 739,998	\$ 745,412	\$ 409,124	\$ 311,023	\$ 1,149,122	\$ 1,056,435

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

DEBT ADMINISTRATION

At June 30, 2009, Washoe County had total outstanding bonded debt and certificates of participation of \$329.5 million. Of this amount, \$77.4 million is general obligation debt backed by the full faith and credit of the County, \$197.9 million of general obligation bonds additionally secured by specified revenue sources, and \$3.3 million of 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 debt represents revenue bonds and certificates of participation secured solely by specified revenue sources.

Washoe County Outstanding Debt

	Governmental Activities		Business-Type Activities		Total	
	2009	2008	2009	2008	2009	2008
G.O. Bonds	\$ 75,280	\$ 84,755	\$ 2,153	\$ 2,818	\$ 77,433	\$ 87,573
G.O. Revenue Backed Bonds	89,657	101,882	108,206	112,029	197,863	213,911
Special Assessment Bonds	3,348	2,613	-	-	3,348	2,613
Revenue Bonds	46,490	37,060	-	-	46,490	37,060
Certificates of Participation	4,400	6,450	-	-	4,400	6,450
Total	\$ 219,175	\$ 232,760	\$ 110,359	\$ 114,847	\$ 329,534	\$ 347,607

Washoe County's current fiscal year outstanding debt decreased \$18.1 million as a result of \$39.6 million in principal payments, offset by \$21.5 million in new debt issued. New debt issued consists of \$1 million in local improvement bonds for water system improvements, and \$10.5 million general obligation (limited tax) refunding bonds series 2009B issued for a current refunding of \$10.2 million in public safety bonds series 1996. Also issued were drawdowns of \$10 million for authorized \$11 million subordinate car rental bonds for a minor league baseball stadium project. The subordinate bonds are on a drawdown basis with the outstanding balance at June 30, 2009, of \$10 million.

**WASHOE COUNTY
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2009
(CONTINUED)**

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 Washoe County is \$1.7 billion, which is \$1.3 billion in excess of Washoe County's outstanding general obligation debt.

During the current year, general obligation debt issued by the County received insured ratings of AA by Standard and Poor's and Aa2 by Moody's. In February 2009, Standard & Poor's service raised its long-term and underlying rating to AA from AA- on Washoe County's general obligation bonds, affecting \$204.1 million in the County's general obligation debt.

Additional information regarding the County's long-term debt can be found in Notes 10, 11, and 12 to the financial statements.

ECONOMIC FACTORS

The FY 2010 budget assumes a continued unprecedented economic decline precipitated by the collapse of the housing market. Washoe County's unemployment rate rose to 11.5% at June 30, 2009, up from 6.4% in the prior year. The increase in unemployment coupled with the housing downturn has led to a contraction in consumption and has pushed taxable sales to double-digit monthly declines. The following budget data for FY 2010 excludes component units.

Property taxes are the greatest single source of governmental fund revenues comprising 49% of governmental fund budgeted revenues or \$199.4 million. This reflects a budgeted decrease of 3% from the prior year, reflecting a 12% decrease in assessed valuation partially mitigated by legislation known as the Abatement Act, which capped real property tax billing increases during the housing boom. The property tax rate remains constant at \$1.3917 per \$100 assessed valuation. Consolidated taxes, largely made up of sales taxes, are the County's second greatest revenue source. Due to the evaporation of home equity combined with high unemployment, it is anticipated that consolidated taxes will continue to decline by 10% from the prior year.

For FY 2010, the decreased revenue projections due to the continued economic decline led to a 7% reduction in the General Fund expenditure budget from FY 2009 estimates. Fund balance in the General Fund is budgeted at 8% of appropriations. Appropriations for contingencies were increased from the FY 2009 budget of \$1 million to \$3 million in FY 2010.

Total personnel costs, excluding termination benefits, are budgeted to decrease by 1% in FY 2010 with salaries and wages decreasing by 3% as a result of 2.5% salary concessions by employee associations and reductions in force. The decrease was offset by benefit costs increasing by 4% due to health insurance and retirement benefit increases. Full time equivalent positions (FTE's) per 1,000 of population continue to decline from a high of 8.3 in FY 2001 to 7.27 FTE's in FY 2010. Due to the budget reduction measures in both fiscal years 2009 and 2010, over 500 authorized positions were defunded and will remain unfilled throughout FY 2010. Total capital outlay is budgeted at \$97.4 million. Major budgeted projects include the Truckee River Flood Management Project, parks, open space and land, building projects, and roads.

REQUESTS FOR INFORMATION

This report is designed to provide a general overview of Washoe 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 Washoe County Comptroller, P.O. Box 11130, Reno, NV 89520-0027. Effective January 1, this report will also be available on the web site at www.washoecounty.us/finance/CAFR2009.htm Truckee Meadows Fire Protection District (TMFPD), South Truckee Meadows General Improvement District (STMGID) and Sierra Fire Protection District are included in this report as component units. These entities issue separate audited financial statements that are filed at the Washoe County Clerk's Office, Washoe County Courthouse, Court Street and South Virginia, Reno, Nevada.



This Page Intentionally Left Blank



BASIC FINANCIAL STATEMENTS



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

BASIC FINANCIAL STATEMENTS

	<u>Page</u>
Government-wide Financial Statements	
Statement of Net Assets	15
Statement of Activities	16
Fund Financial Statements	
Governmental Funds	18
Proprietary Funds	25
Fiduciary Funds	31



This Page Intentionally Left Blank

WASHOE COUNTY
STATEMENT OF NET ASSETS
JUNE 30, 2009

	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
Assets			
Cash and investments (Note 4)	\$ 273,226,085	\$ 92,934,135	\$ 366,160,220
Restricted cash and investments (Notes 4,5)	32,570,168	45,095,238	77,665,406
Accounts receivable	2,143,403	3,437,498	5,580,901
Consolidated tax receivable	13,321,603	-	13,321,603
Property taxes receivable	5,738,677	-	5,738,677
Other taxes receivable	8,798,477	-	8,798,477
Interest receivable	1,536,989	635,285	2,172,274
Due from other governments	20,141,604	1,529,569	21,671,173
Internal balances	(5,440,410)	5,440,410	-
Inventory	435,093	163,224	598,317
Deposits and other assets	1,036,556	8,310	1,044,866
Restricted assets (Notes 4,5)	1,803,000	6,164,760	7,967,760
Long-term assets (Note 6)	6,654,826	828,567	7,483,393
Capital Assets: (Note 7)			
Land and construction in progress	197,567,951	28,758,076	226,326,027
Other capital assets net of depreciation	542,430,406	380,366,073	922,796,479
Total Assets	<u>1,101,964,428</u>	<u>565,361,145</u>	<u>1,667,325,573</u>
Liabilities			
Accounts payable	9,519,889	778,830	10,298,719
Accrued salaries and benefits (Note 8)	7,721,600	231,233	7,952,833
Contracts/retention payable	3,702,312	197,192	3,899,504
Interest payable	2,194,346	2,285,103	4,479,449
Due to other governments	1,622,555	1,353,302	2,975,857
Other liabilities (Note 8)	2,171,650	1,180,314	3,351,964
Unearned revenue (Note 9)	3,147,222	-	3,147,222
Noncurrent Liabilities: (Notes 10,11,12,16)			
Due within one year	43,948,384	5,511,255	49,459,639
Due in more than one year, payable from restricted assets	1,803,000	-	1,803,000
Due in more than one year	265,920,187	109,186,529	375,106,716
Total Liabilities	<u>341,751,145</u>	<u>120,723,758</u>	<u>462,474,903</u>
Net Assets (Note 14)			
Invested in capital assets, net of related debt	576,615,466	336,359,152	912,974,618
Restricted for:			
General government	8,107,707	-	8,107,707
Judicial	3,724,584	-	3,724,584
Public safety	48,393,633	316,369	48,710,002
Public works	416,248	-	416,248
Health and sanitation	341,225	-	341,225
Welfare	15,127,728	-	15,127,728
Culture and recreation	1,974,408	-	1,974,408
Debt service	17,794,312	8,198,562	25,992,874
Capital projects	49,707,754	-	49,707,754
Claims	25,387,759	-	25,387,759
Unrestricted	12,622,459	99,763,304	112,385,763
Total Net Assets	<u>\$ 760,213,283</u>	<u>\$ 444,637,387</u>	<u>\$ 1,204,850,670</u>

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

**WASHOE COUNTY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2009**

Functions/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants, Interest, Contributions	Capital Grants, Interest, Contributions
Primary Government				
Governmental Activities:				
General government	\$ 99,921,483	\$ 21,509,202	\$ 2,511,071	\$ 5,566,641
Judicial	58,766,288	8,117,168	2,842,169	4,876,651
Public safety	161,395,104	12,578,950	9,484,470	2,636,516
Public works	41,722,026	3,287,825	110,850	10,862,923
Health and sanitation	27,857,746	5,655,533	8,353,637	1,789,578
Welfare	64,048,221	4,757,324	27,835,381	2,292,860
Culture and recreation	38,363,584	2,062,098	3,160,966	6,564,611
Community support	1,661,739	-	99,667	-
Interest on long-term debt	11,028,218	-	-	-
Total Governmental Activities	504,764,409	57,968,100	54,398,211	34,589,780
Business-type Activities:				
Utilities	34,699,492	30,478,519	34,219	110,484,424
Golf courses	1,756,729	1,616,564	-	-
Building permits	1,870,622	1,418,762	-	-
Total Business-type Activities	38,326,843	33,513,845	34,219	110,484,424
Total Primary Government	\$ 543,091,252	\$ 91,481,945	\$ 54,432,430	\$ 145,074,204

General Revenues:

 Ad valorem taxes

 Unrestricted intergovernmental revenues:

 Consolidated taxes

 LGTA sales taxes

 Infrastructure sales tax

 Other intergovernmental revenues

 Other miscellaneous

 Unrestricted investment earnings

 Gain on sales of capital assets

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets, July 1, As Restated (Note 3)

Net Assets, June 30

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

**Net (Expense) Revenue and
Changes in Net Assets**

Governmental Activities	Business-type Activities	Total
\$ (70,334,569)	\$ -	\$ (70,334,569)
(42,930,300)	-	(42,930,300)
(136,695,168)	-	(136,695,168)
(27,460,428)	-	(27,460,428)
(12,058,998)	-	(12,058,998)
(29,162,656)	-	(29,162,656)
(26,575,909)	-	(26,575,909)
(1,562,072)	-	(1,562,072)
(11,028,218)	-	(11,028,218)
(357,808,318)	-	(357,808,318)
-	106,297,670	106,297,670
-	(140,165)	(140,165)
-	(451,860)	(451,860)
-	105,705,645	105,705,645
(357,808,318)	105,705,645	(252,102,673)
223,457,233	-	223,457,233
83,069,992	-	83,069,992
10,318,194	-	10,318,194
7,041,028	-	7,041,028
3,871,921	-	3,871,921
9,307,045	2,019,089	11,326,134
7,905,667	4,741,381	12,647,048
26,563	-	26,563
(90,415)	90,415	-
344,907,228	6,850,885	351,758,113
(12,901,090)	112,556,530	99,655,440
773,114,373	332,080,857	1,105,195,230
\$ 760,213,283	\$ 444,637,387	\$ 1,204,850,670

**WASHOE COUNTY
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2009**

	<u>General Fund</u>	<u>Pre-Funded Retiree Health Benefits Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets				
Cash and investments (Note 4)	\$ 31,178,797	\$ 61,971,743	\$ 130,223,490	\$ 223,374,030
Restricted cash and investments (Notes 4,5)	1,421,577	-	31,148,591	32,570,168
Accounts receivable	1,200,942	-	827,134	2,028,076
Consolidated tax receivable	12,313,612	-	1,007,991	13,321,603
Property taxes receivable	4,124,813	-	1,613,864	5,738,677
Other taxes receivable	3,426,058	-	5,372,419	8,798,477
Interest receivable	481,585	267,871	636,333	1,385,789
Due from other governments	3,785,119	-	16,293,627	20,078,746
Inventory	-	-	221,957	221,957
Deposits	18,865	-	382,241	401,106
Total Assets	\$ 57,951,368	\$ 62,239,614	\$ 187,727,647	\$ 307,918,629
Liabilities				
Accounts payable	\$ 4,170,642	\$ -	\$ 3,972,550	\$ 8,143,192
Accrued salaries and benefits (Note 8)	6,287,886	-	1,377,030	7,664,916
Contracts/retention payable	12,500	-	3,689,812	3,702,312
Due to other governments	459,004	-	1,060,225	1,519,229
Other liabilities (Note 8)	2,071,547	-	100,103	2,171,650
Deferred/unearned revenue (Note 9)	7,845,490	-	10,265,154	18,110,644
Total Liabilities	20,847,069	-	20,464,874	41,311,943
Fund Balances (Note 14)				
Reserved for:				
Debt service	1,421,577	-	15,399,022	16,820,599
Projects	6,829,790	-	37,680,993	44,510,783
Claims	-	-	5,488,152	5,488,152
Inventory	-	-	221,957	221,957
Unreserved, reported in:				
General Fund	28,852,932	-	-	28,852,932
Special Revenue Funds	-	62,239,614	62,277,837	124,517,451
Capital Projects Funds	-	-	46,194,812	46,194,812
Total Fund Balances	37,104,299	62,239,614	167,262,773	266,606,686
Total Liabilities/Fund Balances	\$ 57,951,368	\$ 62,239,614	\$ 187,727,647	\$ 307,918,629

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

**WASHOE COUNTY
RECONCILIATION OF THE BALANCE SHEET
OF GOVERNMENTAL FUNDS TO THE
STATEMENT OF NET ASSETS
JUNE 30, 2009**

Fund Balances - Governmental Funds \$ 266,606,686

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets and long-term assets used in governmental activities are not financial resources and therefore are not reported in governmental funds.

Governmental capital assets	\$ 1,201,837,763	
Less accumulated depreciation/amortization	<u>(470,503,610)</u>	731,334,153

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

Deferred bond costs		2,650,772
---------------------	--	-----------

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	(214,775,364)	
Bond premiums, discounts and deferred charge on refundings	(2,003,754)	
Capital leases payable	(4,740,464)	
Accrued Interest payable	(2,194,346)	
Arbitrage payable	(734,017)	
Net OPEB obligation	(36,690,226)	
Remediation obligation	(7,239,113)	
Compensated absences	<u>(26,335,759)</u>	(294,713,043)

Deferred revenues that were not available to fund current expenditures and therefore are not reported in governmental funds.		14,963,422
--	--	------------

Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of internal service funds are reported with governmental activities.

Total net assets of internal service funds	44,811,703	
Internal balances receivable from business-type activities	<u>1,355,540</u>	46,167,243

Governmental funds report allocations of indirect expenses to enterprise funds. However, in the statement of activities indirect expenses are eliminated.		<u>(6,795,950)</u>
---	--	--------------------

Total Net Assets of Governmental Activities		<u><u>\$ 760,213,283</u></u>
---	--	------------------------------

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

**WASHOE COUNTY
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>General Fund</u>	<u>Pre-Funded Retiree Health Benefits Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues				
Taxes:				
Ad valorem	\$ 161,406,754	\$ -	\$ 61,028,399	\$ 222,435,153
Residential construction tax	-	-	96,720	96,720
Car rental fee	-	-	1,257,149	1,257,149
Other taxes	816,272	-	-	816,272
Special assessments	-	-	843,039	843,039
Licenses and permits	7,278,517	-	3,896,782	11,175,299
Intergovernmental revenues	106,316,062	-	57,755,560	164,071,622
Charges for services	11,910,845	-	12,632,075	24,542,920
Fines and forfeits	10,124,839	-	667,115	10,791,954
Miscellaneous	9,083,719	2,799,498	11,122,379	23,005,596
Total Revenues	306,937,008	2,799,498	149,299,218	459,035,724
Expenditures				
Current:				
General government	65,050,748	47,750	-	65,098,498
Judicial	55,271,970	-	356,633	55,628,603
Public safety	113,356,050	-	33,692,574	147,048,624
Public works	17,959,864	-	-	17,959,864
Health and sanitation	1,707,191	-	20,826,766	22,533,957
Welfare	13,867,102	-	47,424,538	61,291,640
Culture and recreation	16,993,529	-	7,205,576	24,199,105
Community support	1,661,739	-	-	1,661,739
Intergovernmental	3,412,882	-	14,377,763	17,790,645
Capital outlay	-	-	31,635,012	31,635,012
Debt Service:				
Principal	-	-	24,872,851	24,872,851
Interest	-	-	11,593,731	11,593,731
Debt service fees and other fiscal charges	-	-	360,192	360,192
Total Expenditures	289,281,075	47,750	192,345,636	481,674,461
Excess (Deficiency) of Revenues Over (Under) Expenditures	17,655,933	2,751,748	(43,046,418)	(22,638,737)
Other Financing Sources (Uses)				
Debt and refunding bonds issued (Note 9)	-	-	21,489,103	21,489,103
Bond premium	-	-	73,382	73,382
Proceeds from asset disposition	24,327	-	126,210	150,537
Refunding payment to escrow agent	-	-	(10,436,314)	(10,436,314)
Transfers in	36,195	2,326,085	45,927,044	48,289,324
Transfers out	(23,934,273)	-	(29,366,835)	(53,301,108)
Total Other Financing Sources (Uses)	(23,873,751)	2,326,085	27,812,590	6,264,924
Net Change in Fund Balances	(6,217,818)	5,077,833	(15,233,828)	(16,373,813)
Fund Balances, July 1, As Restated (Note 3)	43,322,117	57,161,781	182,496,601	282,980,499
Fund Balances, June 30	\$ 37,104,299	\$ 62,239,614	\$ 167,262,773	\$ 266,606,686

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

**WASHOE COUNTY
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, 2009**

Net Change in Fund Balances - Governmental Funds	\$	(16,373,813)
Amounts reported for governmental activities in the statement of net assets 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	\$ 28,826,590	
Less current year depreciation	<u>(41,649,423)</u>	(12,822,833)
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in governmental funds.		
Donated capital assets	12,162,149	
Change in unavailable deferred revenue	<u>8,416,634</u>	20,578,783
Bond proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net assets. Repayment of bond principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. This is the amount by which bonds issued exceeded repayments:		
Bonds and loans issued	(21,489,103)	
Bond premium	(73,382)	
Issuance costs	242,741	
Deferred charge on refunding	216,314	
Bond principal payments	33,023,987	
Principal payments capital leases	<u>2,068,864</u>	13,989,421
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	272,821	
Amortization of bond discount	(4,228)	
Amortization of deferred charge on refunding	(82,657)	
Amortization of bond issuance costs	(246,889)	
Change in long-term compensated absences	(382,948)	
Change in net OPEB obligation	(19,127,231)	
Change in remediation obligation	(644,030)	
Change in arbitrage payable	(222,096)	
Change in accrued interest payable	719,123	
Transfers of assets to proprietary funds	(57,555)	
Disposition of capital assets	<u>(3,129,010)</u>	(22,904,700)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net (expense) of internal service funds is reported with governmental activities.		
Change in net assets of internal service funds	4,597,774	
Internal charges reported in business activities	<u>34,278</u>	<u>4,632,052</u>
Change in Net Assets of Governmental Activities	\$	<u><u>(12,901,090)</u></u>

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

**WASHOE COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes:				
Ad valorem	\$ 162,213,944	\$ 162,213,944	\$ 161,406,754	\$ (807,190)
Other taxes	815,815	815,815	816,272	457
Licenses and permits	6,729,227	6,729,227	7,278,517	549,290
Intergovernmental revenues	115,116,055	123,080,418	106,316,062	(16,764,356)
Charges for services	14,661,417	14,493,404	11,910,845	(2,582,559)
Fines and forfeits	9,045,572	9,071,222	10,124,839	1,053,617
Miscellaneous	8,716,422	8,946,023	9,083,719	137,696
Total Revenues	317,298,452	325,350,053	306,937,008	(18,413,045)
Expenditures by Function and Activity				
Current:				
General Government:				
Legislative	614,900	860,400	586,989	273,411
Executive	3,478,481	3,173,485	3,088,394	85,091
Elections	2,907,822	2,834,822	2,807,848	26,974
Finance	14,277,394	14,296,494	12,753,064	1,543,430
Other General Government	49,746,369	52,702,112	45,814,453	6,887,659
Total General Government	71,024,966	73,867,313	65,050,748	8,816,565
Judicial:				
District Courts	16,873,612	16,756,905	16,239,665	517,240
District Attorney	21,661,728	21,572,066	19,598,244	1,973,822
Law Library	919,892	850,892	856,123	(5,231)
Public Defense	10,693,160	10,843,160	10,710,203	132,957
Justice Courts	8,126,899	7,920,943	7,571,969	348,974
Constables	236,321	303,379	295,766	7,613
Total Judicial	58,511,612	58,247,345	55,271,970	2,975,375
Public Safety:				
Sheriff and Detention	96,691,379	100,010,590	91,909,671	8,100,919
Medical Examiner	2,111,493	2,244,829	1,931,045	313,784
Fire Suppression	249,284	249,284	240,346	8,938
Juvenile Services	15,149,560	15,275,848	14,421,207	854,641
Protective Services	4,415,701	6,520,605	4,853,781	1,666,824
Total Public Safety	118,617,417	124,301,156	113,356,050	10,945,106
Public Works:				
Public Works	19,316,789	19,051,248	17,959,864	1,091,384
Health and Sanitation:				
Water Planning	1,810,191	1,707,191	1,707,191	-
Welfare:				
Social Services	13,979,583	13,941,675	13,867,102	74,573

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BY FUNCTION AND ACTIVITY
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Culture and Recreation:				
Library	\$ 11,655,017	\$ 10,957,691	\$ 10,599,455	\$ 358,236
Regional Parks and Open Space	7,713,830	6,997,670	6,394,074	603,596
Total Culture and Recreation	19,368,847	17,955,361	16,993,529	961,832
Community Support	2,475,182	2,428,482	1,661,739	766,743
Budget Shortfall Reduction	-	2,435,254	-	2,435,254
Intergovernmental	4,226,394	4,226,394	3,412,882	813,512
Total Expenditures	309,330,981	318,161,419	289,281,075	28,880,344
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,967,471	7,188,634	17,655,933	10,467,299
Other Financing Sources (Uses)				
Proceeds from asset disposition	-	-	24,327	24,327
Transfers in	8,816,195	8,835,195	36,195	(8,799,000)
Transfers out	(27,753,441)	(27,839,975)	(23,934,273)	3,905,702
Contingency	(1,000,000)	(153,623)	-	153,623
Total Other Financing Sources (Uses)	(19,937,246)	(19,158,403)	(23,873,751)	(4,715,348)
Net Change in Fund Balances	(11,969,775)	(11,969,769)	(6,217,818)	5,751,951
Fund Balance, July 1	34,564,388	34,564,382	43,322,117	8,757,735
Fund Balance, June 30	\$ 22,594,613	\$ 22,594,613	\$ 37,104,299	\$ 14,509,686

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

**WASHOE COUNTY
PRE-FUNDED RETIREE HEALTH BENEFITS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance to Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Miscellaneous:				
Investment earnings	\$ 1,800,000	\$ 1,800,000	\$ 1,825,076	\$ 25,076
Net increase (decrease) in the fair value of investments	-	-	974,422	974,422
Total Revenues	<u>1,800,000</u>	<u>1,800,000</u>	<u>2,799,498</u>	<u>999,498</u>
Expenditures				
Current:				
General government	<u>50,250</u>	<u>50,250</u>	<u>47,750</u>	<u>2,500</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,749,750	1,749,750	2,751,748	1,001,998
Other Financing Sources (Uses)				
Transfers:				
General Fund	<u>5,990,000</u>	<u>5,990,000</u>	<u>2,326,085</u>	<u>(3,663,915)</u>
Net Change in Fund Balances	7,739,750	7,739,750	5,077,833	(2,661,917)
Fund Balances, July 1	<u>55,802,790</u>	<u>55,802,790</u>	<u>57,161,781</u>	<u>1,358,991</u>
Fund Balances, June 30	<u>\$ 63,542,540</u>	<u>\$ 63,542,540</u>	<u>\$ 62,239,614</u>	<u>\$ (1,302,926)</u>

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

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
JUNE 30, 2009**

	Business-type Activities - Enterprise Funds			Governmental Activities Internal Service
	Water Resources Fund	Other Enterprise Funds	Total	
Assets				
Current Assets:				
Cash and investments (Note 4)	\$ 77,874,295	\$ 15,059,840	\$ 92,934,135	\$ 49,852,055
Restricted cash and investments (Notes 4,5)	44,935,741	159,497	45,095,238	-
Accounts receivable	3,119,995	317,503	3,437,498	-
Reimbursements receivable	-	-	-	115,327
Interest receivable	567,474	67,811	635,285	151,200
Due from other governments	1,529,569	-	1,529,569	62,858
Inventory	131,783	31,441	163,224	213,136
Deposits	-	-	-	268,212
Other assets	8,310	-	8,310	367,238
Total Current Assets	128,167,167	15,636,092	143,803,259	51,030,026
Noncurrent Assets:				
Restricted cash and investments (Notes 4,5)	6,164,760	-	6,164,760	1,803,000
Long-term receivables (Note 6)	105,548	-	105,548	-
Long-term assets (Note 6)	-	-	-	4,004,054
Deferred issuance cost (Note 6)	706,457	16,562	723,019	-
Capital Assets: (Note 7)				
Land and nondepreciable assets	16,759,037	839,614	17,598,651	-
Construction in progress	10,899,221	260,204	11,159,425	-
Land improvements	1,404,588	4,048,109	5,452,697	-
Buildings and improvements	64,051,042	1,335,551	65,386,593	34,024
Infrastructure	351,233,166	24,830,212	376,063,378	-
Equipment	2,665,453	1,652,082	4,317,535	23,950,456
Intangibles	11,457,526	1,043,227	12,500,753	-
Less accumulated depreciation	(68,177,304)	(15,177,579)	(83,354,883)	(15,320,276)
Total Noncurrent Assets	397,269,494	18,847,982	416,117,476	14,471,258
Total Assets	525,436,661	34,484,074	559,920,735	65,501,284
Liabilities				
Current Liabilities:				
Accounts payable	704,901	73,929	778,830	1,376,697
Accrued salaries and benefits	184,483	46,750	231,233	56,684
Compensated absences (Notes 10,11)	641,501	151,155	792,656	184,511
Contracts/retention payable	176,278	20,914	197,192	-
Interest payable	2,240,284	44,819	2,285,103	-
Due to other governments	1,343,152	10,150	1,353,302	103,326
Other liabilities (Note 8)	1,153,211	27,103	1,180,314	-
Notes, bonds, leases payable (Notes 10,11,12)	4,511,293	207,306	4,718,599	-
Pending claims (Note 17)	-	-	-	6,238,000
Total Current Liabilities	10,955,103	582,126	11,537,229	7,959,218

(CONTINUED)

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF NET ASSETS
JUNE 30, 2009**

	Business-type Activities - Enterprise Funds			Governmental Activities Internal Service
	Water Resources Fund	Other Enterprise Funds	Total	
Noncurrent Liabilities: (Notes 10,11,12)				
Compensated absences	\$ 126,586	\$ 29,827	\$ 156,413	\$ 36,409
Notes, bonds, leases payable	106,655,823	2,227,293	108,883,116	-
Due to other governments	147,000	-	147,000	-
Pending claims	-	-	-	10,890,954
Pending claims payable from restricted cash	-	-	-	1,803,000
Total Noncurrent Liabilities	<u>106,929,409</u>	<u>2,257,120</u>	<u>109,186,529</u>	<u>12,730,363</u>
Total Liabilities	<u>117,884,512</u>	<u>2,839,246</u>	<u>120,723,758</u>	<u>20,689,581</u>
Net Assets (Note 14)				
Invested in capital assets, net of related debt	319,962,331	16,396,821	336,359,152	8,664,204
Restricted for public safety	-	316,369	316,369	-
Restricted for debt service	8,039,065	159,497	8,198,562	-
Restricted for claims	-	-	-	25,387,759
Unrestricted	<u>79,550,753</u>	<u>14,772,141</u>	<u>94,322,894</u>	<u>10,759,740</u>
Total Net Assets	<u>\$ 407,552,149</u>	<u>\$ 31,644,828</u>	<u>439,196,977</u>	<u>\$ 44,811,703</u>

Indirect expenses reported in the Statement of Revenues,
Expenses and Changes in Net Assets are not reported in
the Statement of Activities to enhance comparability
between governments that allocate indirect expenses
and those that do not.

Adjustment to reflect the consolidation of internal
service fund activities related to enterprise funds.

	6,795,950
	<u>(1,355,540)</u>
Net Assets of Business-type Activities	<u>\$ 444,637,387</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 ASSETS
FOR THE YEAR ENDED JUNE 30, 2009**

	Business-type Activities - Enterprise Funds			Governmental Activities Internal Service Funds
	Water Resources Fund	Other Enterprise Funds	Total	
Operating Revenues				
Charges for Services:				
Utility fees	\$ 27,903,523	\$ 2,574,996	\$ 30,478,519	\$ -
Golf course fees	-	1,616,564	1,616,564	-
Building permits and fees	-	1,418,762	1,418,762	-
Self insurance fees	-	-	-	38,852,438
Equipment service billings	-	-	-	8,202,009
Miscellaneous	-	-	-	842,965
Total Operating Revenues	<u>27,903,523</u>	<u>5,610,322</u>	<u>33,513,845</u>	<u>47,897,412</u>
Operating Expenses				
Salaries and wages	5,471,141	1,869,834	7,340,975	1,794,202
Employee benefits	2,036,161	642,626	2,678,787	666,110
Services and supplies	11,920,562	1,991,886	13,912,448	45,277,486
Depreciation/amortization	8,858,677	1,155,427	10,014,104	2,438,250
Total Operating Expenses	<u>28,286,541</u>	<u>5,659,773</u>	<u>33,946,314</u>	<u>50,176,048</u>
Operating Income (Loss)	<u>(383,018)</u>	<u>(49,451)</u>	<u>(432,469)</u>	<u>(2,278,636)</u>
Nonoperating Revenues (Expenses)				
Investment earnings	5,939,720	703,972	6,643,692	1,740,307
Miscellaneous	34,219	5,820	40,039	-
Federal grant	-	-	-	63,026
Gain (loss) on asset disposition	-	-	-	94,153
Interest/bond issuance costs	(4,206,667)	(139,584)	(4,346,251)	-
Embezzlement recovery	2,013,269	-	2,013,269	-
Total Nonoperating Revenues (Expenses)	<u>3,780,541</u>	<u>570,208</u>	<u>4,350,749</u>	<u>1,897,486</u>
Income (Loss) Before Capital Contributions and Transfers	<u>3,397,523</u>	<u>520,757</u>	<u>3,918,280</u>	<u>(381,150)</u>
Capital Contributions				
Hookup fees	2,453,224	31,972	2,485,196	-
Contributions	105,040,682	183,528	105,224,210	21,691
Federal/state grants	908,571	-	908,571	-
Total Capital Contributions	<u>108,402,477</u>	<u>215,500</u>	<u>108,617,977</u>	<u>21,691</u>

(CONTINUED)

**WASHOE COUNTY
 PROPRIETARY FUNDS
 STATEMENT OF REVENUES, EXPENSES
 AND CHANGES IN NET ASSETS
 FOR THE YEAR ENDED JUNE 30, 2009**

	Business-type Activities - Enterprise Funds			Governmental Activities Internal Service Funds
	Water Resources Fund	Other Enterprise Funds	Total	
Transfers				
Transfers in	\$ 76,784	\$ -	\$ 76,784	\$ 4,957,233
Transfers out	(22,233)	-	(22,233)	-
Total Transfers	54,551	-	54,551	4,957,233
Change in Net Assets	111,854,551	736,257	112,590,808	4,597,774
Net Assets, July 1, As Restated (Note 3)	295,697,598	30,908,571		40,213,929
Net Assets, June 30	\$ 407,552,149	\$ 31,644,828		\$ 44,811,703
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.			(34,278)	
Change in Net Assets of Business-type Activities			\$ 112,556,530	

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

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009**

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water Resources Fund	Other Enterprise Funds	Total	Internal Service Funds
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from customers	\$ 23,437,200	\$ 5,582,212	\$ 29,019,412	\$ 9,452,115
Cash received from other funds	3,262,615	8,250	3,270,865	37,755,699
Cash received from others	881,576	-	881,576	931,943
Cash received from embezzlement recovery	2,013,269	-	2,013,269	-
Cash payments for personnel costs	(7,505,526)	(2,585,103)	(10,090,629)	(2,525,544)
Cash payments for services and supplies:				
Paid to other funds	-	(1,312,584)	(1,312,584)	-
Paid to others	(11,040,003)	(676,855)	(11,716,858)	(46,882,081)
Net Cash Provided (Used) by Operating Activities	<u>11,049,131</u>	<u>1,015,920</u>	<u>12,065,051</u>	<u>(1,267,868)</u>
Cash Flows From Noncapital Financing Activities:				
Federal grants	-	-	-	63,026
Contributions	-	5,820	5,820	-
Loans to other funds	564,502	-	564,502	-
Transfers from other funds	76,784	-	76,784	4,935,000
Net Cash Provided (Used) by Noncapital Financing Activities	<u>641,286</u>	<u>5,820</u>	<u>647,106</u>	<u>4,998,026</u>
Cash Flows From Capital and Related Financing Activities:				
Proceeds from asset disposition	-	-	-	86,526
Cash received from federal/state grants	1,032,057	-	1,032,057	-
Contributions from others	1,904,326	31,972	1,936,298	-
Principal paid on financing	(4,342,885)	(174,564)	(4,517,449)	-
Interest paid on financing	(4,708,083)	(128,347)	(4,836,430)	-
**Acquisition of capital assets	(4,550,608)	(722,264)	(5,272,872)	(1,144,021)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(10,665,193)</u>	<u>(993,203)</u>	<u>(11,658,396)</u>	<u>(1,057,495)</u>
Cash Flows From Investing Activities:				
Investment earnings	6,093,889	739,916	6,833,805	1,716,597
*Proceeds from assets held for resale	-	-	-	1,369,995
*Equipment supply deposit paid	-	-	-	(1,600,318)
Net Cash Provided (Used) by Investing Activities	<u>6,093,889</u>	<u>739,916</u>	<u>6,833,805</u>	<u>1,486,274</u>
Net Increase (Decrease) in Cash and Cash Equivalents	7,119,113	768,453	7,887,566	4,158,937
Cash and Cash Equivalents, July 1, As Restated (Note 3)	<u>121,855,683</u>	<u>14,450,884</u>	<u>136,306,567</u>	<u>47,496,118</u>
Cash and Cash Equivalents, June 30	<u>\$ 128,974,796</u>	<u>\$ 15,219,337</u>	<u>\$ 144,194,133</u>	<u>\$ 51,655,055</u>

(CONTINUED)

**WASHOE COUNTY
PROPRIETARY FUNDS
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009**

	Business-type Activities - Enterprise Funds			Governmental Activities
	Water Resources Fund	Other Enterprise Funds	Total	Internal Service Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (383,018)	\$ (49,451)	\$ (432,469)	\$ (2,278,636)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization	8,858,677	1,155,427	10,014,104	2,438,250
Construction in progress write off	523,844	-	523,844	-
Contributed inventory	47,158	-	47,158	-
Facilities rental revenue	21,059	-	21,059	-
Other non-operating revenue	13,160	-	13,160	-
Embezzlement recovery	2,013,269	-	2,013,269	-
*Imputed rental expense	-	-	-	164,173
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	(226,834)	(17,746)	(244,580)	91,550
Other receivables	-	-	-	343,049
Due from other governments	(104,500)	-	(104,500)	(56,903)
Inventory	(41,066)	(10,212)	(51,278)	33,726
Other assets	-	-	-	(287,862)
Increase (decrease) in:				
Accounts payable	206,015	2,459	208,474	207,373
Accrued salaries and benefits	2,373	(13,353)	(10,980)	(17,880)
Compensated absences	(597)	(59,290)	(59,887)	(47,352)
Due to other governments	249,108	10,150	259,258	(40,768)
Other liabilities	(129,517)	(2,064)	(131,581)	(192,684)
Pending claims	-	-	-	(1,623,904)
Total Adjustments	11,432,149	1,065,371	12,497,520	1,010,768
Net Cash Provided (Used) by Operating Activities	<u>\$ 11,049,131</u>	<u>\$ 1,015,920</u>	<u>\$ 12,065,051</u>	<u>\$ (1,267,868)</u>

***Noncash investing, capital and financing activities:**

During the current fiscal year, the Equipment Services Fund entered into equipment rental agreements requiring cash deposits totaling \$1,600,318. Deposits remaining from prior year rental agreements total \$2,114,168. These deposits are considered to be equivalent to noninterest bearing loans. Interest income and rental expense of \$164,173 have been imputed to give accounting recognition to these transactions. Lease deposits totaling \$1,345,720 were forfeited to acquire the leased assets and subsequently sold during the year at a gain of \$24,275. Non cash transfers of capital assets from the Water Resources Fund to the Equipment Services Fund totaled \$22,233.

****Acquisition of Capital Assets**

Financed by Cash	\$ 4,550,608	\$ 722,264	\$ 5,272,872	\$ 1,144,021
Capital contributions received	104,993,524	183,528	105,177,052	21,691
Capital transferred from other funds	-	-	-	22,233
Increase/(decrease) in accounts, contracts, retention, and notes payable	(2,399,235)	20,914	(2,378,321)	(299,157)
Increase/(decrease) in other liabilities	32,979	-	32,979	-
Capitalized interest	556,987	-	556,987	-
Total Acquisition of Capital Assets	<u>\$ 107,734,863</u>	<u>\$ 926,706</u>	<u>\$ 108,661,569</u>	<u>\$ 888,788</u>

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

**WASHOE COUNTY
FIDUCIARY FUNDS
STATEMENT OF FIDUCIARY NET ASSETS
JUNE 30, 2009**

	Investment Trust Fund	Agency Funds
Assets		
Cash and investments (Note 4)	\$ 94,128,814	\$ 28,374,956
Financial assurances	-	2,202,379
Accounts receivable	-	279,209
Property taxes receivable	-	8,914,709
Interest receivable	497,417	-
Total Assets	94,626,231	39,771,253
Liabilities		
Due to others/governments	-	39,771,253
Net Assets		
Held in trust for pool participants	\$ 94,626,231	\$ -

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

WASHOE COUNTY
FIDUCIARY FUNDS
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009

	Investment Trust Fund
Additions	
Investment earnings:	
Interest	\$ 3,377,295
Net increase in the fair value of investments	1,966,911
Contributions to pooled investments	169,263,167
Total Additions	174,607,373
Deductions	
Distributions from pooled investments	174,031,774
Change in Net Assets	575,599
Net Assets, July 1	94,050,632
Net Assets, June 30	\$ 94,626,231

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



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



Washoe County, Nevada

Many Communities. One County.

“Dedicated to Excellence in Public Service”

NOTES TO THE FINANCIAL STATEMENTS and REQUIRED SUPPLEMENTARY INFORMATION

	<u>Page</u>
Note 1 – Summary of Significant Accounting Policies	34
Note 2 – Stewardship, Compliance, and Accountability.....	38
Note 3 – Accounting Changes and Restatements	40
Note 4 – Cash and Investments	41
Note 5 – Restricted Cash and Investments	45
Note 6 – Long-Term Assets.....	45
Note 7 – Capital Assets	46
Note 8 – Termination Benefits, Other Liabilities and Contingencies	47
Note 9 – Deferred/Unearned Revenue	48
Note 10 – Long-Term Obligations.....	49
Note 11 – Long-Term Obligations Activity	54
Note 12 – Debt Service Requirements	58
Note 13 – Interfund Balances, Loans and Transfers.....	60
Note 14 – Fund Balance/Net Assets.....	60
Note 15 – Pension Program	61
Note 16 – Other Postemployment Benefits.....	62
Note 17 – Risk Management	70
Note 18 – Joint Ventures	71
Note 19 – Subsequent Events	72
RSI – Schedule of Funding Progress – Other Postemployment Benefits	73

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Washoe County was incorporated in 1861 and is a municipality of the State of Nevada governed by a five-member elected Board of County Commissioners. 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 component units 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 units. Component units are legally separate organizations for which the County is financially accountable. In the case of South Truckee Meadows General Improvement District, Truckee Meadows Fire Protection District, and Sierra Fire Protection District, financial accountability is determined primarily by the Board of County Commissioners' participation as the governing body of these entities. As the governing body, the Board can impose its will on significant aspects of the operations of these entities. The following component units are "blended" or included within the financial statements of Washoe County.

South Truckee Meadows General Improvement District was formed in 1981 pursuant to Chapter 318 of the Nevada Revised Statutes (NRS) to furnish water, storm drainage and sanitary sewer facilities to individuals within its geographic boundaries.

Truckee Meadows Fire Protection District levies taxes and, through equal monthly installments, pays its share of fire services in accordance with an interlocal agreement with the City of Reno.

On July 1, 2008, the Sierra Fire Protection District (SFPD) was formed pursuant to Chapter 474 of the NRS. SFPD was previously operated under an interlocal agreement between the State of Nevada, Sierra Fire Protection District and Washoe County under Chapter 473 of the NRS. The new District levies taxes to provide emergency medical services, structural and wildland fire suppression services, and watershed protection to the unincorporated areas of Washoe County within the District's boundaries.

Separate financial statements for the three districts are filed at the Washoe County Clerk's Office, 75 Court Street, Room 131, Reno, Nevada.

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 as a whole 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 government-wide financial statements (Statement of Net Assets and Statement of Activities) report information on all nonfiduciary activities of the County and its component units. For the most part, the effect of interfund activity, including indirect cost allocations, has been removed from these statements. Interfund activities relating to services provided and used between functions are not eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned. 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 Assets, 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 assets are reported in three parts – invested in capital assets, net of related debt, restricted net assets and unrestricted net assets. The County first utilizes restricted resources to finance qualifying activities, then unrestricted resources as they are needed.

The government-wide Statement of Activities reports both the gross and net cost of each of the County's functions and business-type activities. Functions are also supported by general revenues (property and consolidated taxes, certain intergovernmental revenues, investment earnings not legally restricted for specific programs, etc.). The Statement of Activities reduces gross expenses (including depreciation) 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

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

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 that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. 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 summarized 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 fund 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 uses the following funds:

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 required to be accounted for in another fund.

The **Pre-Funded Retiree Health Benefits Fund** accounts for resources to pay for retiree medical costs.

The County reports the following major enterprise fund:

The **Water Resources Fund** accounts for water planning, flood control and operations of the County's water and sewer systems.

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, employee benefits, employee retirement healthcare, and vehicle purchases and maintenance services provided to County departments. The Truckee Meadows Fire Protection District Workers Compensation Fund, a component unit, accounts for workers' compensation claims for disability, medical and rehabilitation expenses and related costs associated with on-the-job injuries related to District employees.

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

Agency Funds are custodial in nature and do not involve measurement of results of operations. 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 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; social security benefits held on behalf of senior citizens; funds held for inmates housed at the County jail; employees' payroll deductions such as insurance, taxes, and credit union; unapportioned taxes for other local governments; contributions from property owners for payment of no-commitment special assessment debt; financial assurances for corrective action requirements of property owners; water planning fees collected from regional water customers; and assets held on behalf of special districts, boards and other miscellaneous agencies.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

D. Measurement Focus, Basis of Accounting

The measurement focus describes the types of transactions and events that are reported in a fund's operating statement. Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized and reported in the financial statements. 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, as are the proprietary fund and trust fund financial statements. The focus is upon determination of operating income, changes in net assets, 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 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. 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. Agency funds have no measurement focus but are reported using the accrual basis of accounting.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

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 revenue account is established. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to OPEB, compensated absences and claims and judgments, are recorded only when payment is due.

Governmental revenues susceptible to accrual are ad valorem taxes, interest, grant revenues and 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 charges for services are recognized as revenue when they are received.

E. Financial Statement Amounts:

1. Cash and Investments

Washoe County manages a common cash and investment pool for the County, Regional Transportation Commission, Washoe County School District 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 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.

2. 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, and a worker's compensation deposit required by state statute.

3. Property Taxes Receivable

All real property in Washoe 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

**WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)**

is computed at 35% of "taxable value" as defined by 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 County Commissioners immediately after the Nevada Tax Commission has certified the combined tax rate and are then submitted to the 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 FY 2009 was due and payable on the third Monday in August 2008. 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 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 Department of Taxation and the tax rates. The major classifications of personal property are commercial and mobile homes. In Washoe County, taxes on motor vehicles are collected by a state agency and remitted to the County based on statutory formulas.

4. Inventories

Inventories for proprietary funds are valued at the lower of cost or market on a first-in, first-out basis. Truckee Meadows Fire Protection District General Fund inventories are valued at base cost per the terms of the contract with the City of Reno. For all other governmental funds, Washoe 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.

5. Capital Assets

Capital assets, which include land, buildings, equipment 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. Contributed assets are recorded at their estimated fair market value at the date of donation. The County's capitalization level for infrastructure assets 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. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Generally, capital assets are depreciated using the straight-line method over the following estimated useful lives:

	<u>YEARS</u>
Buildings	25-40
Improvements	10-25
Equipment	5-10
Vehicles	2-15
Stormwater and Wastewater Lines and Pump Stations	10-75
Other Infrastructure	10-75

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.

6. 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 Statement of Net Assets. Bond premiums and discounts, as well as issuance costs, are 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. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

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.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

7. 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 column of the government-wide Statement of Net Assets.

The current portion of compensated absences is defined as those benefits actually paid or accrued as a result of employees who have terminated employment by June 30. Agreements with various employees' 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.

8. 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 upon consolidation. Services provided, deemed at or near market rates, are treated as revenues and expenditures/expenses. Indirect cost allocations for support services are revenue and expense in the fund financial statements and are eliminated 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 government-wide financial statements.

9. Equity Classifications

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

- Invested in capital assets, net of related debt – 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 assets – Consists of net assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- Unrestricted net assets – All other net assets that do not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

In fund financial statements, governmental fund equity is classified as fund balance. Fund balance is further classified as reserved and unreserved. Reservations of fund balance consist of amounts that are not available for appropriation or are legally restricted by outside parties for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change. Proprietary fund equity is classified the same as the government-wide statements.

10. Reclassifications

Certain amounts in the prior year statements have been reclassified for comparison purposes to conform with current year presentation.

NOTE 2 – STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Budgetary Information

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

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

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 other 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 amended budget which has been adjusted for legally authorized revisions of the annual budgets during the year. Original budgets are provided for the General Fund and major special revenue fund in compliance with reporting requirements. The Finance Director may approve budget adjustments within a function. Budget adjustments between functions or funds may be approved by the Finance Director with Board notification. Adjustments that affect fund balance or increase the original budget require Board approval.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

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 a designation of fund balance.

Augmentations from beginning fund balance and previously unbudgeted resources increased the fund appropriations by \$15.1 million from encumbrances and reserves for projects that were reappropriated in the new fiscal year.

Compliance

The County conformed to all significant statutory and administrative code constraints on its financial administration during the year with the following exceptions:

The actual uncommitted fund balance in the Enhanced 911 Fund for the fiscal year ended June 30, 2009 of \$1,119,321 is \$119,321 over the statutory limit of \$1,000,000 per NRS 244A.7645 subsection 4. The NRS states: "If the balance in the fund created pursuant to subsection 3 which has not been committed for expenditure exceeds \$1,000,000 at the end of any fiscal year, the board of county commissioners shall reduce the amount of the surcharge imposed during the next fiscal year by the amount necessary to ensure that the unencumbered balance in the fund at the end of the next fiscal year does not exceed \$1,000,000." Based on the requirements of NRS 244A.7645, management is required to reduce the rate in the next fiscal year to address the violation.

The administrative assessment fees collected by the Courts are restricted for special usage by the Courts within a 2 to 5 year time frame. Funds not used or committed after that time frame must be transferred to the General Fund. As of June 30, 2009, a total of \$1,080,610 remains un-committed and in excess of the time frames established by the respective NRS but were not transferred to the General Fund by the Courts as required. The Courts have been accruing administrative assessment funds for the purchase, implementation and support of a new case management system. The funds necessary for purchase of that system are expected to be committed in FY 2009/2010 and will rectify the compliance issue noted above.

Debt service expenditures in the Special Assessment Debt Service Fund and Truckee Meadows Fire Protection District Debt Service Fund exceed budget appropriations by \$47,630 and \$100, respectively. Although those appear to be potential violations of NRS 354.626, over expenditures occurred as a result of debt service repayments, which are an exception to the requirements under the statute for over expenditure. Adequate resources were available to fund debt service.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 3 – ACCOUNTING CHANGES AND RESTATEMENTS

During the year, certain accounting changes were made that required the restatement of fund balances and net assets as shown and discussed below:

Restatements to Fund Balances/Net Assets

	July 1, 2008, As Previously Reported	Restatements	July 1, 2008, As Restated
Governmental Funds and Governmental Activities			
Major Funds:			
General Fund	\$ 43,322,117	\$ -	\$ 43,322,117
Pre-Funded Retiree Health Benefits Fund	57,161,781	-	57,161,781
Total Major Fund Balances	100,483,898	-	100,483,898
Nonmajor Funds:			
Special revenue funds	63,718,167	7,873,672	71,591,839
Debt service funds	9,201,872	-	9,201,872
Capital projects funds:	102,981,479	(1,278,589)	101,702,890
Total Nonmajor Fund Balances	175,901,518	6,595,083	182,496,601
Total Governmental Fund Balances	276,385,416	6,595,083	282,980,499
Governmental Activities:			
Capital assets net of accumulated depreciation	735,181,402	-	735,181,402
Long-term liabilities	(279,479,925)	(6,595,083)	(286,075,008)
Other adjustments	(507,711)	-	(507,711)
Internal service funds	41,535,191	-	41,535,191
Total Governmental Activities	496,728,957	(6,595,083)	490,133,874
Total Governmental Activities Net Assets	773,114,373	-	773,114,373
Proprietary Funds and Business-type Activities			
Major Funds:			
Water Resources Fund	306,249,116	(10,551,518)	295,697,598
Nonmajor Enterprise Funds	30,908,571	-	30,908,571
Total Proprietary Fund Net Assets	337,157,687	(10,551,518)	326,606,169
Business-type Activities:			
Other adjustments	5,474,688	-	5,474,688
Business-type Activities Net Assets	342,632,375	(10,551,518)	332,080,857
Total Net Assets	\$ 1,115,746,748	\$ (10,551,518)	\$ 1,105,195,230

Restatements during the year included: (a) the Central Truckee Meadows Remediation District (CTMRD) special revenue fund was created to account for remediation of water quality previously reported in the Water Resources Fund; (b) the Baseball Stadium Fund which was previously reported in a capital projects fund was reclassified as a special revenue fund due to a change in the activities in the fund; and (c) the County implemented Governmental Accounting Standards Board (GASB) Statement 49 *Accounting and Financial Reporting for Pollution Remediation Obligations*, which required a change in the treatment of capital assets for remediation and the recognition of a long term liability.

Capital assets of \$3,956,435, associated with the CTMRD, were transferred from the Water Resources fund to the Governmental Activities in conjunction with the transfer to the special revenue fund noted in (a) above. These assets were written off in accordance with the requirements of GASB 49. The net impact on the restatement of capital assets associated with changes (a) and (c) for Governmental Activities was zero.

Cash and cash equivalents at July 1, 2008 in the Water Resources Fund on the Statement of Cash Flows have been restated by \$6,852,087 to \$121,855,683 due to the move of the CTMRD to a special revenue fund as noted in (a) above.

Additionally, beginning fund balances have been restated in nonmajor special revenue and capital projects funds where funds have been combined.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 4 – CASH AND INVESTMENTS

Deposits

In accordance with Nevada Revised Statutes (NRS), the County's cash is deposited with insured banks and insured credit unions. All money deposited by the County that is not within the limits of insurance must be secured by collateral. At year end, Washoe County's carrying amount of deposits was \$17,791,613 and the bank balance was \$19,045,112. 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. The bank balance was covered by federal depository insurance, the Securities Investor Protection Corporation, collateral held by Washoe County's agent in the County's name or by collateral held by depositories in the name of the Nevada Collateral Pool, and was not exposed to custodial credit risk. The County does not have a formal policy relating to custodial credit risk, but follows NRS. According to NRS 356.020, all monies deposited by a county treasurer that is 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 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 that, in the opinion of management, is designed to insure conformity with NRS and seeks to limit exposure to investment risks. Pursuant to NRS 355.170, Washoe County may invest in the following types of securities:

- Obligations of the United States, or an agency or instrumentality of the United States, or a corporation sponsored by the government, maturing within ten (10) years from the date of purchase.
- Time certificates of deposit from commercial banks and insured savings and loan associations within the State of Nevada, and certain farm loan bonds.
- Certain securities issued by local governments of the State of Nevada and other securities expressly provided by other statutes, including repurchase agreements.
- Money market mutual funds that are registered with the Securities and Exchange Commission, are AAA rated, and invest only in securities of the Federal Government or fully collateralized repurchase agreements.
- Commercial paper issued by a corporation organized and operating in the United States or by a depository institution licensed by the United States or any state operating in the United States that is rated by a nationally recognized rating service as "A-1," "P-1" or its equivalent, or better, provided the aggregate value does not exceed 20 percent of the total portfolio.
- Notes, bonds and other unconditional obligations for the payment of money issued by corporations organized and operating in the United States that have a remaining term to maturity of no more than 5 years and are rated by a nationally recognized rating service as "A" or its equivalent, or better.

NRS 355.172 requires the Treasurer or his agent to take physical possession of securities purchased as an investment by the County in the name of Washoe 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 on investments are allocated to certain funds based on average daily cash balances.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

As of June 30, 2009, 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					
U.S. Treasuries	\$ 120,022,644	\$ 5,958,486	\$ 106,097,062	\$ 6,118,440	\$ 1,848,656
U.S. Agencies	219,726,316	38,108,910	138,612,812	17,676,664	25,327,930
Collateralized Mortgage Obligations	18,353,753	-	-	-	18,353,753
Corporate Note - TLGP	37,854,850	-	37,854,850	-	-
Corporate Note	28,414,839	-	28,414,839	-	-
Money Market Mutual Funds	132,133,141	132,133,141	-	-	-
Total Investments	556,505,543	176,200,537	310,979,563	23,795,104	45,530,339
Total Cash	17,791,613	17,791,613	-	-	-
Total Cash and Investments¹	\$ 574,297,156	\$ 193,992,150	\$ 310,979,563	\$ 23,795,104	\$ 45,530,339

¹Total cash and investments include restricted cash.

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, 2009 were 30.7% 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 average maturity at June 30, 2009, was 2.6 years.

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

Investment	Fair Market Value	% of Total Investments
<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.	\$ 51,600,855	9.3%
<u>U.S. Agency Callable Step-Up-Notes</u> - On specified dates, the issuer can call the security. If the security is not called, the interest rate is increased by a specified amount. Prevailing interest rates may go up faster than the increase in the coupon interest rate.	4,281,651	0.8%
<u>U.S. Agency Callable 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.	40,313,276	7.2%
Total	\$ 96,195,782	17.3%

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 of Nevada, 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. County policy does not further restrict these investments.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

As of June 30, 2009, the County's investments are rated as follows:

Investment Type	QUALITY RATING BY STANDARD & POOR'S						Unrated
	Fair Value	AAA	AAA _m	AA+	AA-	A+	
U.S. Treasuries	\$ 120,022,644	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 120,022,644
U.S. Agencies	219,726,316	219,726,316	-	-	-	-	-
Collateralized Mortgage Obligations	18,353,753	18,353,753	-	-	-	-	-
Corporate Note - TLGP	37,854,850	37,854,850	-	-	-	-	-
Corporate Note	28,414,839	-	-	7,756,392	9,909,912	10,748,535	-
Money Market Mutual Funds	132,133,141	-	132,133,141	-	-	-	-
Total Investments	\$ 556,505,543	\$ 275,934,919	\$ 132,133,141	\$ 7,756,392	\$ 9,909,912	\$ 10,748,535	\$ 120,022,644

Concentration of Credit Risk

The County's investment policy places no limit on amounts invested in direct obligations of the U.S. Treasury and securities backed by the full faith and credit of the U.S. government, while placing the following limits per issuer on all other securities: Federal Agency Securities, 25%; Federal Agency Mortgage Backed Securities, 15%; Money Market Funds, 45%; corporate bonds and notes, 25%; obligations issued by local governments of the State of Nevada, 25% and commercial paper, 20%.

At June 30, 2009, the following investments exceeded 5% of the County's total:

Federal Home Loan Banks	6.4%
Fannie Mae	11.2%
Freddie Mac	22.3%

Pooled Investments

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 Bank of New York, except for Money Market Mutual Funds.

Washoe County administers an external investment pool combining Washoe County money with voluntary investments from Washoe County School District, Regional Transportation Commission, Nevada Works, TRWQSA Joint Venture, Western Regional Water Commission, and the Library Investment, Deferred Compensation and Southwest Point Arrowcreek Funds. The Board of County Commissioners 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 Board of County Commissioners. The Investment Committee, created by Washoe County Code Section 15.220, has been delegated the investment decision making authority in Washoe County and serves also in an advisory capacity to the Treasurer and Board of County Commissioners. The external investment pool is not registered with the SEC as an investment company. Public Financial Management, LLC determines the fair value of Washoe 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 monthly allocation of interest 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 for the previous year(s) as well as the current year.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

Investment held in the external investment pool at June 30, 2009, were:

Investment Type	Fair Value	Principal Amount/ No. of Shares	Rate	Maturity Dates
U.S. Treasury	\$ 120,022,644	\$ 117,630,000	0.9 - 8.8%	December 17, 2009 - May 15, 2017
U.S. Agency Securities	219,726,316	213,828,810	1.4 - 7.0%	July 7, 2009 - February 20, 2018
Collateralized Mortgage Obligations	18,353,753	17,964,152	3.0 - 4.0%	August 1, 2017 - March 1, 2018
Corporate Note - TLGP	37,854,850	37,260,000	0.7 - 3.25%	March 15, 2011 - June 22, 2012
Corporate Note	28,414,839	27,440,000	4.4 - 5.9%	July 20, 2010 - January 31, 2013
Money Market Mutual Funds	124,239,864	124,239,864	Variable	July 1, 2009
Total Pooled Investments	\$ 548,612,266			

External Investment Pool
Statement of Net Assets
June 30, 2009

Assets:	
Investments in Securities:	
U.S. Treasury	\$ 120,022,644
U.S. Agency Securities	219,726,316
Collateralized Mortgage Obligations	18,353,753
Corporate Note - TLGP	37,854,850
Corporate Note	28,414,839
Money Market Mutual Funds	124,239,864
Interest Receivable	2,666,289
Total Assets	\$ 551,278,555
Net Assets:	
Internal participants	456,652,324
External participants	94,626,231
Total Net Assets Held in Trust for Pool Participants (\$1.00/par)	\$ 551,278,555

External Investment Pool
Statement of Changes in Net Assets for the
Year Ended June 30, 2009

Additions:	
Investment earnings	\$ 18,881,322
Net realized gain (loss) on investments	3,773,017
Net increase (decrease) in fair value of investments	6,162,275
Increase in net assets resulting from operations	28,816,614
Net capital share transactions	(11,671,623)
Change in Net Assets	17,144,991
Net Assets, July 1	534,133,564
Net Assets, June 30	\$ 551,278,555

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 5 – RESTRICTED CASH AND INVESTMENTS

Major Governmental Funds

The restricted cash and investments balance of \$1,421,577 in the General Fund is restricted pursuant to bond covenants; \$750,000 reserves for the baseball stadium debt, \$460,756 restricted for the 2004 \$11.9 million Building and Parking Garage Bonds and \$210,821 restricted for the 2006 \$25.3 million Parks Bond Series.

Nonmajor Special Revenue Funds

The Truckee River Flood Management Infrastructure Fund has cash of \$4,270,028 restricted by bond covenants; \$700,519 restricted for debt service and \$3,569,509 held in trust as security for the County's obligations associated with Certificates of Participation relating to the Regional Public Safety Training Center. Restricted cash of \$804,568 in the Other Restricted Fund is restricted by bond covenant, for debt service.

Nonmajor Capital Projects Funds

The restricted cash of \$10,229,226 in the Parks Capital Projects Fund is restricted for parks and open space projects as specified by bond ordinances. Restricted cash of \$15,844,769 in the Capital Facilities Fund represents remaining bond proceeds that are restricted by bond ordinance for the construction of the Sparks Justice Court Facility.

Major Enterprise Funds

The current restricted cash and investments balance of \$44,935,741 in the Water Resources Fund consists of \$40,836,718 remaining bond proceeds restricted by bond covenants for capital projects and \$4,099,023, restricted by bond covenant, for debt service. Non-current restricted cash and investments of \$6,164,760 are restricted pursuant to the Water Sewer Series 2005 bond ordinance.

Nonmajor Enterprise Funds

The Golf Course Fund has restricted cash of \$159,497 for the payment of the next maturing installments of principal and interest on the Golf Course Series 1997 bond issue.

Internal Service Funds

Cash of \$1,803,000 is restricted in the Risk Management Fund for a workers' compensation deposit to insure the payment of claims pursuant to NRS 616B.300.

NOTE 6 – LONG-TERM ASSETS

Governmental Funds

Long-term assets in governmental funds include \$2,650,772 in deferred bond issuance costs.

Internal Service Funds

Long-term assets in internal service funds includes \$3,446,274 in refundable lease agreement deposits and \$557,780 prepaid lease expense, all relating to leased equipment in the Equipment Services Fund.

Enterprise Funds

Long-term assets in enterprise funds include \$723,019 in deferred bond issuance costs and \$105,548 in long term receivables.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 7 – CAPITAL ASSETS

	<u>Beginning Balances *</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balances</u>
Governmental Activities:				
Capital assets, not being depreciated:				
Land	\$ 172,726,128	\$ 12,295,181	\$ 123,700	\$ 184,897,609
Construction in progress	19,058,100	20,713,522	27,101,280	12,670,342
Total capital assets not being depreciated	<u>191,784,228</u>	<u>33,008,703</u>	<u>27,224,980</u>	<u>197,567,951</u>
Capital assets being depreciated:				
Land improvements	50,261,143	4,523,931	301,274	54,483,800
Buildings/improvements	301,138,666	11,696,123	47,864	312,786,925
Infrastructure	564,813,492	8,450,786	3,025,930	570,238,348
Equipment	83,233,598	9,764,032	2,768,215	90,229,415
Intangibles	515,804	-	-	515,804
Total capital assets being depreciated	<u>999,962,703</u>	<u>34,434,872</u>	<u>6,143,283</u>	<u>1,028,254,292</u>
Less accumulated depreciation for:				
Land improvements	25,793,914	2,481,626	60,294	28,215,246
Buildings/improvements	76,759,870	8,448,266	11,713	85,196,423
Infrastructure	300,044,296	24,488,253	1,975,593	322,556,956
Equipment	43,679,107	8,716,927	2,611,696	49,784,338
Intangibles	58,028	12,895	-	70,923
Total accumulated depreciation	<u>446,335,215</u>	<u>44,147,967</u>	<u>4,659,296</u>	<u>485,823,886</u>
Net capital assets being depreciated	<u>553,627,488</u>	<u>(9,713,095)</u>	<u>1,483,987</u>	<u>542,430,406</u>
Governmental activities capital assets, net	<u>\$ 745,411,716</u>	<u>\$ 23,295,608</u>	<u>\$ 28,708,967</u>	<u>\$ 739,998,357</u>
Business-type Activities:				
Capital assets not being depreciated:				
Land	\$ 14,443,866	\$ 3,154,785	-	\$ 17,598,651
Construction in progress	34,624,527	4,241,805	27,706,907	11,159,425
Total capital assets not being depreciated	<u>49,068,393</u>	<u>7,396,590</u>	<u>27,706,907</u>	<u>28,758,076</u>
Capital assets being depreciated:				
Land improvements	4,859,558	623,024	29,885	5,452,697
Buildings/improvements	63,325,184	2,061,409	-	65,386,593
Infrastructure	248,675,247	127,388,131	-	376,063,378
Equipment	4,466,934	127,546	276,945	4,317,535
Intangibles	14,252,821	-	1,752,068	12,500,753
Total capital assets being depreciated	<u>335,579,744</u>	<u>130,200,110</u>	<u>2,058,898</u>	<u>463,720,956</u>
Less accumulated depreciation for:				
Land improvements	2,319,404	220,864	29,885	2,510,383
Buildings/improvements	10,073,799	1,813,287	-	11,887,086
Infrastructure	55,190,631	7,329,285	-	62,519,916
Equipment	3,377,276	256,545	254,712	3,379,109
Intangibles	2,664,266	477,833	83,710	3,058,389
Total accumulated depreciation	<u>73,625,376</u>	<u>10,097,814</u>	<u>368,307</u>	<u>83,354,883</u>
Net capital assets being depreciated	<u>261,954,368</u>	<u>120,102,296</u>	<u>1,690,591</u>	<u>380,366,073</u>
Business-type activities capital assets, net	<u>\$ 311,022,761</u>	<u>\$ 127,498,886</u>	<u>\$ 29,397,498</u>	<u>\$ 409,124,149</u>

* Beginning balances as restated (Note 3)

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

Depreciation expense was charged to functions/programs for the primary government as follows:

Governmental Activities:	
General government	\$ 3,298,532
Judicial	1,960,496
Public safety	7,272,170
Public works	24,985,685
Health and sanitation	232,861
Welfare	557,750
Culture and recreation	3,341,929
Capital assets held by internal service funds charged to functions based on their usage of assets	<u>2,438,250</u>
Total Depreciation Expense - Governmental Activities	<u><u>\$ 44,087,673</u></u>
Business-Type Activities:	
Utilities	\$ 9,730,205
Golf courses	266,333
Building and Safety	<u>17,566</u>
Total Depreciation Expense - Business-type Activities	<u><u>\$ 10,014,104</u></u>

The increase in accumulated depreciation includes depreciation expense and adjustments for reclassification of assets of \$60,294 for governmental activities and \$83,710 for business-type activities.

	<u>Balance</u> <u>June 30, 2009</u>	<u>Remaining</u> <u>Commitment</u>
Construction in Progress and Commitments:		
Parks and open space projects	\$ 4,309,521	\$ 3,168,783
Regional flood control projects	3,607,382	2,692,427
Regional communications system projects	1,095,035	4,486,247
Judicial system & facilities projects	995,962	1,312,392
Others including General Fund projects	<u>2,662,442</u>	<u>1,634,200</u>
Governmental Construction In Progress	<u><u>\$ 12,670,342</u></u>	<u><u>\$ 13,294,049</u></u>

In addition, the Water Resources Fund has entered into contracts for the construction of water related projects with outstanding balances of \$1,334,555.

NOTE 8 – TERMINATION BENEFITS, OTHER LIABILITIES AND CONTINGENCIES

Termination Benefits

During the year, Washoe County offered voluntary termination incentives to address an expected budget shortfall due to declining revenues in the current fiscal year and in fiscal year 2009/2010. Voluntary termination incentives included the following options:

- Retiree medical service credit in the Washoe County Retiree Health Benefit Program of up to 5 years
- Delayed retirement allowance for the purpose of eligibility for retiree medical benefits
- Increased sick leave payout
- Purchase of service credit in the Public Employees Retirement System
- Voluntary severance pay of up to 3 months base pay

Washoe County management also notified employees of a plan for involuntary termination to meet the expected budget shortfalls, with a severance payment of 1 to 3 months of base pay, depending on years of service. As of June 30, 2009, 148 employees agreed to voluntary termination and 27 employees were involuntarily terminated due to budget reductions. Additional voluntary terminations under the plan are expected in the 2009/2010 fiscal year. However, additional involuntary reductions in force are not anticipated.

**WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)**

Governmental Activities

Total costs for non-healthcare related termination benefits under the above plans during the year were \$4,801,544 in governmental funds and \$9,097 in internal service funds. Accrued salaries and benefits as of June 30, 2009 include \$362,794 for these termination benefits.

The increase in the Actuarial Accrued Liability attributed to additional service credits for healthcare related termination benefits in the Washoe County Retiree Health Benefit Program was \$2 million. (Note 16)

Business-type Activities

Total costs in proprietary funds for non-healthcare related termination benefits were \$16,655.

Other Liabilities

Governmental Activities

Other liabilities in governmental activities in the General Fund consists of deposits and amounts due to others of \$2,074,547 for seized property forfeitures, contingent fees, bail and other customer funds. Of this amount, \$855,137 is for deposits and bail related to pending court cases, and \$916,656 represents refundable deposits for park facilities and developer performance guarantees.

Business-type Activities

Other liabilities in business-type activities in the Water Resources Fund include \$458,289 for developer connection fee credits and \$464,557 for inspection deposits.

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.

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

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

Series 1999B General Obligation Bonds - Various Purpose Recreational Facility Bonds	\$ 2,505,000
Series January 2000 Bonds	32,149,882
Series June 1, 2001 Refunding Bonds	<u>92,250,000</u>
Total RSCVA Bonds	<u><u>\$ 126,904,882</u></u>

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, the likelihood of Washoe County assuming the debt is remote.

NOTE 9 –DEFERRED/UNEARNED REVENUE

Governmental funds defer revenue recognition in connection with resources that have been received, but not yet earned. Governmental funds also report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

At the end of the current fiscal year, major components of deferred and unearned revenue reported were as follows:

	<u>General Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total</u>
Unearned:			
Federal payments in lieu of taxes	\$ 3,147,222	\$ -	\$ 3,147,222
Unavailable:			
Ad valorem taxes	3,195,590	1,270,643	4,466,233
Special assessments	-	3,738,239	3,738,239
Grants and other revenue	1,502,678	5,256,272	6,758,950
Total Deferred/Unearned Revenue	<u>\$ 7,845,490</u>	<u>\$ 10,265,154</u>	<u>\$ 18,110,644</u>

NOTE 10 – LONG-TERM OBLIGATIONS

New Financing

On June 12, 2009, Washoe County issued \$999,268 in Local Improvement Bonds Series 2009 on behalf of Special Assessment District (SAD) No. 39 (Lightning W Water System). The proceeds will be used to finance the cost of water system improvements. Bonds will be retired annually through 2029, commencing November 1, 2009. Interest is payable on May 1 and November 1, commencing November 1, 2009. The bonds are special obligations of the County, payable from the assessment levied in SAD 39 and the County's Surplus and Deficiency Fund. The County's General Fund and taxing power further secure the Bonds. The interest rate on the Bonds is 7.18%.

Advance and Current Refundings

On March 31, 2009, Washoe County issued \$10,540,000 of General Obligation (Limited Tax) Refunding Bonds Series 2009B. The proceeds were used for a current refunding of \$10,220,000 of outstanding General Obligation Public Safety Bonds Series 1996 and to pay the bond cost of issuance. Bond principal will be retired annually through 2017, commencing May 1, 2010. Interest is payable on November 1 and May 1, commencing on November 1, 2009. The Bonds constitute direct and general obligations of the County, and the full faith and credit of the County is pledged for the payment of principal and interest, subject to Nevada constitutional and statutory limitations regarding the aggregate amount of ad valorem taxes. Interest rates on the bonds range from 3% to 4.2%. The bonds are rated AA by Standard and Poor's and Aa2 by Moody's.

The refunding bonds were issued at a premium of \$73,382. The bond proceeds were deposited in an escrow account controlled by U.S. Bank. The amount deposited, \$10,436,314, is deemed to be sufficient to meet the debt service provisions of the refunded bonds. The reacquisition price exceeded the net carrying amount of the old debt by \$216,314. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is the same as the life of the new debt issued. This refunding was undertaken to reduce total debt service payments over the next 8 years by \$496,632 and resulted in an economic gain (difference between the present values of the old and new debt service payments) of \$430,683. The refunded bonds are considered to be defeased and the liability relating to the refunded portion of the bonds has been removed from the governmental activities column of the statement of net assets.

On March 31, 2009, the County defeased \$9,445,000 of the \$24,375,000 in outstanding General Obligation Parks Bonds Series 2006. The partial refunding was financed with \$10,451,226 of unexpended Parks Bonds proceeds and deposited in an irrevocable escrow account controlled by U.S. Bank. The reacquisition price exceeded the net carrying amount of the defeased debt by \$1,006,226. The amount deposited is deemed to be sufficient to meet the debt service provisions of the refunded bonds. The refunding was undertaken to reduce total debt service payments by \$3,985,695 over the next 27 years. The refunded bonds are considered to be defeased and the liability relating to the refunded portion of the bonds has been removed from the governmental activities column of the statement of net assets.

Bonds Authorized and Unissued

On February 26, 2008, the Board of County Commissioners authorized the issuance of Subordinate Lien Car Rental Fee Capital Appreciation Revenue Bonds (Minor League Baseball Stadium Project) Series 2008 in the maximum principal amount of \$11,000,000, for the purpose of financing, within the County, a minor league baseball stadium project. At June 30, 2009, bonds totaling \$9,999,845 have been issued, leaving a remaining authorized and unissued balance of \$1,000,155.

On May 12, 2009, the Board of County Commissioners authorized the issuance of \$3,900,000 General Obligation (Limited Tax) Refunding Bonds (additionally secured by pledged revenues) Series 2009A, for the purpose of refunding various outstanding bonds secured by consolidated tax pledged revenues.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

On May 12, 2009, the Board of County Commissioners authorized the issuance of \$5,090,000 General Obligation (Limited Tax) Medium-Term Refunding Bonds Series 2009C, for the purpose of refunding various outstanding bonds.

On May 12, 2009, the Board of County Commissioners authorized the issuance of \$1,565,000 General Obligation (Limited Tax) Golf Course Refunding Bonds (additionally secured by pledged revenues) Series 2009D, for the purpose of refunding certain outstanding golf course bonds secured by an irrevocable pledge of all or a portion of the net revenues of the golf course facilities.

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. Delinquent special assessments of \$3,758 were outstanding as of June 30, 2009.

The County has pledged future assessment revenues levied on special assessment districts throughout the county to repay \$5.5 million in various local improvement bonds issued from 1999 through 2009. Proceeds from the bonds provided financing for improvements in roads, water and sewer in the various districts. The bonds are intended to be paid solely from assessment revenues and are payable through 2029. Annual principal and interest payments on the bonds are expected to require as much as 99% of the assessment revenues. The total principal and interest remaining to be paid on the bonds is \$5,016,906. For the current year, principal and interest paid for the bonds totaled \$371,347, and pledged revenues totaled \$525,782.

Special Assessment District No. 23 (SAD 23) Southwest Pointe/Arrow Creek, SAD 23 has outstanding debt of \$4,530,000. Washoe County is only acting as an agent for these bonds and is not liable for the debt.

Bond Redemptions

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

Prior Defeased Debt Outstanding

In prior years, the County defeased certain general obligation debt by placing the proceeds of new bonds in an irrevocable trust to provide for all future debt service payments on the old 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, prior year defeased debt consists of the Consolidated Jail Facility Bonds - Partial Refunding, Series July 15, 1986 with a remaining balance of \$5,565,000.

Revenue Bonds

The county has pledged specific revenues to repay bonds in governmental and business 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 Facility Bonds Series 2001A; Office Building Bonds Series 2002A; Library Building Bonds Series 2004; Building and Parking Garage Bonds Series 2004; Public Safety Bonds Series 2006; and Parks Bonds Series 2006, issued from 2002 through 2006. The total principal and interest remaining to be paid on the bonds is \$108,283,030, payable through 2036. For the current year, principal and interest paid for the bonds totaled \$15,499,255, and pledged revenues totaled \$11,518,074.

The County has pledged future infrastructure sales tax revenues to repay \$42.9 million in Flood Control Series 2006 and Sales Tax Series 1998 flood control 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 2036. Annual principal and interest payments on the bonds are expected to require as much as 43% of the pledged revenues. The total principal and interest remaining to be paid on the bonds is \$63,694,417. For the current year, principal and interest paid for the bonds totaled \$2,732,691, and pledged revenues totaled \$7,041,028.

The County has pledged future car rental fees to repay \$29.5 million in car rental fee revenue bonds issued in February 2008. Proceeds from the bonds provided financing to acquire, improve, equip, operate and maintain within the County a minor league baseball stadium project. The bonds are intended to be paid solely from car rental fee revenues and are payable through 2058. 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 bonds is \$124,918,999. For the current year, principal and interest paid for the bonds totaled \$1,173,744, and pledged revenues totaled \$1,257,149.

Business-type activities

The County has pledged future utility customer revenues and connection fees and investment earnings, net of specified operating expenses, to repay \$120.6 million in utility system revenue bonds issued from 1997 through 2006. Proceeds from the

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

bonds provided financing for expansion of, and improvements to, the utility system. The bonds are intended to be paid solely from utility customer net revenues and are payable through 2035. Annual principal and interest payments on the bonds are expected to require as much as 85% of the utility's net revenues. The total principal and interest remaining to be paid on the bonds is \$167,633,487. For the current year, principal and interest paid for the bonds totaled \$8,277,781, and net pledged revenues totaled \$16,632,103.

The County has pledged future net golf course revenues derived from the operation and use of certain golf course facilities to repay \$3 million in Golf Course Series 1997 revenue bonds. Proceeds from the bonds provided financing for the acquisition, improvement and equipment for golf course facilities. Annual principal and interest payments on the bonds are expected to require as much as 79% of the golf course net revenues and are payable through 2018. The total principal and interest remaining to be paid on the bonds is \$2,166,926. For the current year, principal and interest paid for the bonds totaled \$239,617, and net pledged revenues totaled \$320,172.

Conduit Debt Obligations

The County has issued several series of revenue bonds for private activity in the public interest. They have been for water and gas facilities, colleges, and hospital facilities. The revenue bonds, which are paid solely from the revenue derived from the projects for which they were issued, do not become liabilities of the County under any conditions, and are therefore excluded from the County's financial statements. Outstanding balances at June 30, 2009 follow:

	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Principal Outstanding</u>
Renown Health (Washoe Medical Center):			
Hospital Revenue Bonds, Series 2001A	10/15/2001	\$ 33,875,000	\$ 33,875,000
Sierra Nevada College:			
Economic Development Revenue Bonds, Series 2005	4/1/2005	11,200,000	11,100,000
Sierra Pacific Power Company d/b/a NV Energy:			
Gas and Water Facilities Refunding Revenue Bonds Series 2006A, 2006B and 2006C	11/22/2006	218,500,000	218,500,000
Water Facilities Refunding Revenue Bonds Series 2007A & 2007B	4/27/2007	<u>80,000,000</u>	<u>80,000,000</u>
Total Conduit Debt		<u>\$ 343,575,000</u>	<u>\$ 343,475,000</u>

Capital Leases

Building leases consist of a lease purchase agreement for the Regional Training Complex. The following is an analysis of assets acquired under capital leases as of June 30, 2009:

Asset Description:	Governmental Fund Assets
Buildings	\$ 15,117,369
Less: Accumulated Amortization/Depreciation	<u>(2,872,051)</u>
Total Lease/Purchases	<u>\$ 12,245,318</u>

The future minimum lease payments for the capital lease are:

Year Ending			
June 30,	Principal	Interest	Total
2010	2,150,000	161,288	2,311,288
2011	<u>2,250,000</u>	<u>54,844</u>	<u>2,304,844</u>
Totals	<u>\$ 4,400,000</u>	<u>\$ 216,132</u>	<u>\$ 4,616,132</u>

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

Operating Leases

Washoe County leases office space, land, equipment and water rights under various operating lease agreements. Total lease payments in FY 2009 were \$3,266,146. Future minimum payments for these leases are:

<u>Year Ending June 30,</u>	<u>Land, Space, Water Rights</u>	<u>Equipment</u>	<u>Total</u>
2010	\$ 1,595,815	\$ 847,839	\$ 2,443,654
2011	1,386,496	485,418	1,871,914
2012	740,113	336,235	1,076,348
2013	261,568	170,523	432,091
2014	110,135	22,178	132,313
2015-2019	46,360	-	46,360
Totals	\$ 4,140,487	\$ 1,862,193	\$ 6,002,680

Compensated Absences

The liability for compensated absences is included in noncurrent liabilities on the government-wide Statement of Net Assets. The liability will be liquidated primarily by the General Fund for governmental activities and by the Water Resources Fund for business-type activities. In FY 2009, 80% of governmental funds' compensated absences were paid by the General Fund, and in enterprise funds, 77% were paid by the Water Resources Fund. Truckee Meadows Fire Protection District's (TMFPD) compensated absences are generally liquidated from the TMFPD General Fund. Sierra Fire Protection District's (SFPD) compensated absences are generally liquidated from the SFPD General Fund.

Outstanding balances at June 30, 2009 follow:

	<u>Governmental Funds</u>	<u>Enterprise Funds</u>	<u>Total</u>
Washoe County:			
Vacation	\$ 11,400,436	\$ 440,690	\$ 11,841,126
Sick Leave	7,716,538	304,057	8,020,595
Compensatory	5,103,916	191,917	5,295,833
Benefits	318,862	12,405	331,267
Total County Funds	24,539,752	949,069	25,488,821
Component Units:			
Truckee Meadows FPD	1,468,254	-	1,468,254
Sierra FPD	548,673	-	548,673
Total Component Units	2,016,927	-	2,016,927
Total Compensated Absences	\$ 26,556,679	\$ 949,069	\$ 27,505,748

Net Other Postemployment Benefits Obligation

In fiscal year 2008, the County and its component units implemented GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other than Pensions*. This statement required the County and component units to calculate and record a net other postemployment benefit obligation. At June 30, 2009, the net other postemployment benefit liability for the County was \$34,947,099. Currently, the County finances their liability on the pay-as-you-go basis with funds accumulated in the Pre-Funded Retiree Health Benefits Fund for this purpose. In fiscal year 2010, the County intends to establish an irrevocable health benefits trust to pay retiree medical premiums.

At June 30, 2009, the net other postemployment benefit liability for Truckee Meadows Fire Protection District (TMFPD) and Sierra Fire Protection District (SFPD) was \$1,240,440 and \$502,687, respectively. TMFPD finances the liability on the pay-as-you-go basis with funds accumulated in the TMFPD Pre-Funded Retiree Health Benefits Fund. SFPD finances the liability on the pay-as-you-go basis with funds accumulated in the SFPD Pre-Funded Retiree Health Benefits Fund.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

Arbitrage

Section 148 of the Internal Revenue Code requires issuers of most types of tax-exempt bonds to rebate investment earnings in excess of bond yield to the federal government in installment payments made at least once every five years, with the final installment made when the last bond in the issue is redeemed.

The arbitrage liability of \$734,017 for governmental activities debt consists of \$507,715 for the Sparks Justice Court Facilities Bonds Series 2004, which will be due after September 21, 2009, and \$226,302 for the Parks Bonds Series 2006, which will be due after October 18, 2011. The liabilities for governmental activities will be liquidated through the Capital Facilities Fund for the Series 2004 bonds and through the Parks Construction Fund for the Series 2006 bonds. The arbitrage liability of \$343,254 for business-type activities relates to the Water and Sewer Bonds Series 2005; this liability will be liquidated through the Water Resources Fund and will be due after December 20, 2010.

Remediation Obligation

In fiscal year 2009, the County implemented GASB Statement No. 49, *Accounting and Financial Reporting for Pollution Remediation Obligations*. This statement requires that governments calculate and record a liability for the estimated cost of pollution remediation obligations. A pollution remediation obligation is an obligation to address the current or potential detrimental effects of existing pollution by participating in remediation activities. 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 the District's boundaries. Accordingly, the CTMRD's pollution remediation obligation is limited to the net assets accumulated by the fund for payment of future remediation-related expenditures. All of the assets in the Central Truckee Meadows Remediation District (CTMRD) are held for remediation and are offset by a long-term liability for remediation. Long-term liabilities for July 1, 2008, have been restated to include \$6,595,083 for remediation obligations. As of June 30, 2009, the remediation liability for net assets held in CTMRD was \$ 7,239,113.

Claims and Judgments

The claims and judgments liability of \$18,931,954 includes pending property and liability claims, worker's compensation claims, and unprocessed health benefits claims. These claims consist of \$14,027,000 generally liquidated through the Risk Management and Health Benefits internal service funds and \$4,904,954 liquidated through Truckee Meadows Fire Protection District Workers Compensation Fund (see Note 17). 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. The TMFPD Workers Compensation Fund finances the payment of claims through transfers from the TMFPD General Fund.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 11 - LONG-TERM OBLIGATIONS ACTIVITY

	Date of Issue	Maturity Date	Interest Rate
**			
GOVERNMENTAL ACTIVITIES			
General Obligation Bonds			
Ad Valorem:			
Public Safety	12/1/1996	6/1/2017	4.8 - 8.25 %
Library, Parks & Open Space Series 2001	5/15/2001	5/1/2026	4.2 - 6.5
Library, Parks & Open Space Series 2002B	10/1/2002	5/1/2030	3.0 - 5.0
Jail Forward Refunding Series 2003	6/3/2003	9/1/2010	4.0 - 5.0
Animal Control Shelter Series 2003A	8/5/2003	6/1/2030	3.0 - 4.625
Various Purpose Refunding Series 2009B	3/31/2009	5/1/2017	3.0 - 4.2
Total Ad Valorem Supported Bonds			
Medium-Term:			
Various Purpose Series June 1, 1999	6/1/1999	6/1/2009	3.8 - 4.6
Property Acquisition Series 2000A	8/1/2000	8/1/2010	4.5 - 4.8
Antelope Valley Road Special Assessment Series 2001B	12/1/2001	11/1/2011	3.0 - 4.5
Sparks Justice Court Facility Series 2004	9/22/2004	7/1/2014	2.9 - 3.7
Edison Way Property Series 2007	3/28/2007	3/1/2017	3.83
Truckee Meadows Fire Protection District (a component unit)			
Various Purpose Series June 1, 1999	6/1/1999	6/1/2009	3.8 - 4.6
Total Medium-Term Bonds			
Revenue: (Note 10)			
Facility Series 2001A	12/1/2001	11/1/2026	4.0 - 5.5
Office Building Series 2002A	10/1/2002	1/1/2027	3.0 - 5.0
Library Building Series 2004	3/1/2004	3/1/2025	3.5 - 5.0
Building and Parking Garage Series 2004	12/8/2004	1/1/2025	3.75 - 5.0
Public Safety Series 2006	4/12/2006	3/1/2036	4.0 - 4.5
Flood Control Series 2006	5/18/2006	12/1/2035	Variable
Parks Series 2006	10/18/2006	3/1/2036	4.0 - 5.0
Total General Obligation Revenue Bonds			
Total General Obligation Bonds			
Revenue Bonds (Note 10)			
Sales Tax Series 1998	12/1/1998	12/1/2028	4.0 - 5.1
Senior Lien Car Rental Fee Series 2008	2/26/2008	12/1/2027	Variable
Subordinate Lien Car Rental Fee Series 2008	2/26/2008	12/1/2057	7.0
Total Revenue Bonds			
Special Assessment Bonds (with governmental commitment) - Note 10			
Calle de la Plata-\$274,171, Matterhorn Blvd-\$537,251, Osage/Placerville-\$146,659	10/21/1999	10/1/2009	5.75
Cold Springs Sewer Refunding	10/15/2003	7/1/2016	2.0 - 4.0
Mt. Rose Sewer Phase 1	11/12/2004	11/1/2024	4.55
Rhodes Road - \$116,141, Evergreen Hills Dr-\$240,587	2/25/2005	11/1/2014	3.8
Spearhead Way/Running Bear Drive	4/28/2006	5/1/2016	4.29
Spanish Spring Sewer Phase 1a	5/16/2007	5/1/2027	4.35
Lightning W Water System	6/12/2009	5/1/2029	7.18
Total Special Assessment Debt			
Less Deferred amounts			
Unamortized Bond Premium	N/A	N/A	N/A
Unamortized Bond Discounts/Deferred Refunding Charge	N/A	N/A	N/A
Total Deferred amounts			

<u>Original Note/ Issue</u>	<u>Principal Outstanding July 1, 2008</u>	<u>Additions/ Issued</u>	<u>Reduction/ Principal Matured/ Called</u>	<u>Principal Outstanding</u>	<u>Principal Due in 2009-2010</u>
\$ 19,000,000	\$ 11,215,000	\$ -	\$ 11,215,000	\$ -	\$ -
22,785,000	19,100,000	-	655,000	18,445,000	695,000
15,515,000	13,515,000	-	390,000	13,125,000	405,000
16,725,000	7,845,000	-	2,485,000	5,360,000	2,615,000
10,750,000	9,575,000	-	255,000	9,320,000	265,000
10,540,000	-	10,540,000	-	10,540,000	1,135,000
	<u>61,250,000</u>	<u>10,540,000</u>	<u>15,000,000</u>	<u>56,790,000</u>	<u>5,115,000</u>
7,030,000	785,000	-	785,000	-	-
14,000,000	6,585,000	-	2,085,000	4,500,000	2,195,000
1,327,290	597,192	-	140,773	456,419	146,019
13,900,000	11,135,000	-	1,440,000	9,695,000	1,485,000
4,645,000	4,243,000	-	404,000	3,839,000	419,000
1,300,000	160,000	-	160,000	-	-
	<u>23,505,192</u>	<u>-</u>	<u>5,014,773</u>	<u>18,490,419</u>	<u>4,245,019</u>
16,620,000	14,270,000	-	460,000	13,810,000	485,000
19,260,000	16,065,000	-	725,000	15,340,000	590,000
3,280,000	3,280,000	-	50,000	3,230,000	155,000
11,900,000	10,710,000	-	450,000	10,260,000	470,000
12,500,000	12,070,000	-	240,000	11,830,000	245,000
21,000,000	20,636,919	-	379,577	20,257,342	396,822
25,305,000	24,850,000	-	9,920,000	14,930,000	-
	<u>101,881,919</u>	<u>-</u>	<u>12,224,577</u>	<u>89,657,342</u>	<u>2,341,822</u>
	<u>186,637,111</u>	<u>10,540,000</u>	<u>32,239,350</u>	<u>164,937,761</u>	<u>11,701,841</u>
21,915,000	18,510,000	-	520,000	17,990,000	545,000
18,500,000	18,500,000	-	-	18,500,000	396,500
11,000,000	50,010	9,949,835	-	9,999,845	-
	<u>37,060,010</u>	<u>9,949,835</u>	<u>520,000</u>	<u>46,489,845</u>	<u>941,500</u>
958,081	40,000	-	29,000	11,000	11,000
1,085,000	595,000	-	80,000	515,000	60,000
1,281,308	1,040,000	-	50,000	990,000	50,000
356,728	204,999	-	30,979	174,020	27,359
109,000	87,000	-	15,000	72,000	9,000
728,813	646,128	-	59,658	586,470	20,730
999,268	-	999,268	-	999,268	31,267
	<u>2,613,127</u>	<u>999,268</u>	<u>264,637</u>	<u>3,347,758</u>	<u>209,356</u>
N/A	2,458,264	73,382	272,821	2,258,825	-
N/A	(125,642)	(216,314)	(86,885)	(255,071)	-
	<u>2,332,622</u>	<u>(142,932)</u>	<u>185,936</u>	<u>2,003,754</u>	<u>-</u>

(CONTINUED)

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 11 - LONG-TERM OBLIGATIONS ACTIVITY (CONTINUED)

	Date of Issue	Maturity Date	** Interest Rate
GOVERNMENTAL ACTIVITIES (Continued)			
Capital Lease/Notes Obligations			
Certificates of Participation Series 2000	9/1/2000	9/1/2010	4.4 - 5.25 %
Note payable/North Valley Sports Complex Effluent	4/1/2001	6/1/2021	6.0
Total Capital Lease/Notes Obligations			
Other Liabilities - Note 10			
Compensated absences	N/A	N/A	N/A
Net other postemployment benefits obligation	N/A	N/A	N/A
Arbitrage	N/A	N/A	N/A
Remediation obligation	N/A	N/A	N/A
Claims and judgments	N/A	N/A	N/A
Total Other Liabilities			
Total Governmental Activities			
BUSINESS-TYPE ACTIVITIES *			
General Obligation Debt			
Medium-Term:			
Water Resources Fund:			
Water Series 2001B	12/1/2001	11/1/2011	3.0 - 4.5
Revenue: (Note 10)			
Water Resources Fund:			
Water Sewer Series 1997	6/4/1997	2/15/2017	5.0 - 6.5
Lemmon Valley Sewer Series 1997	8/13/1997	1/1/2018	3.33
Sewer Series 2000A & 2000B	6/30/2000	1/1/2020	3.7
Sewer Series 2001	2/2/2001	7/1/2021	3.125
Sewer Series 2004	6/11/2004	1/1/2024	3.213
Water Series 2005	6/17/2005	1/1/2025	2.81
Water and Sewer Series 2005	12/21/2005	1/1/2035	4.0 - 5.0
Spanish Springs Sewer Series 2005A	8/25/2006	7/1/2026	2.931
Storm Sewer Series 2006	11/1/2006	1/1/2026	4.224
Golf Course Fund:			
Golf Course Series 1997	9/1/1997	9/1/2017	4.75 - 5.4
Total General Obligation Revenue Bonds			
Total General Obligation Bonds			
Less Deferred amounts			
Unamortized Bond Premium	N/A	N/A	N/A
Unamortized Bond Discounts/Deferred Refunding Charge	N/A	N/A	N/A
Total Deferred amounts			
Leases/Notes			
Golf Course Fund:			
Note payable/Sierra Sage Golf Course Effluent	4/1/2001	6/1/2021	6.0
Other Liabilities - Note 10			
Compensated Absences	N/A	N/A	N/A
Due to other governments	N/A	N/A	N/A
Arbitrage	N/A	N/A	N/A
Total Business-Type Activities			
Total Washoe County Obligations			

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

** Interest on the variable-rate flood control bonds is equal to the sum of BMA (Bond Market Association) Swap Rate plus 0.70%. Drawdowns are 1) 05/18/2007 \$16,560,000 current interest 4.363% and 2) 01/18/2007 \$4,440,000 current interest rate 4.34%. Interest rate for both drawdowns will be reset May 1, 2011.

<u>Original Note/ Issue</u>	<u>Principal Outstanding July 1, 2008</u>	<u>Additions/ Issued</u>	<u>Reduction/ Principal Matured/ Called</u>	<u>Principal Outstanding</u>	<u>Principal Due in 2009-2010</u>
\$ 16,950,000	\$ 6,450,000	\$ -	\$ 2,050,000	\$ 4,400,000	\$ 2,150,000
464,126	359,328	-	18,864	340,464	20,022
	<u>6,809,328</u>	<u>-</u>	<u>2,068,864</u>	<u>4,740,464</u>	<u>2,170,022</u>
N/A	26,221,083	20,351,827	20,016,231	26,556,679	22,179,950
N/A	17,562,995	27,449,429	8,322,198	36,690,226	-
N/A	511,921	222,096	-	734,017	507,715
N/A	6,595,083	644,030	-	7,239,113	-
N/A	20,555,858	587,096	2,211,000	18,931,954	6,238,000
	<u>71,446,940</u>	<u>49,254,478</u>	<u>30,549,429</u>	<u>90,151,989</u>	<u>28,925,665</u>
	<u>306,899,138</u>	<u>70,600,649</u>	<u>65,828,216</u>	<u>311,671,571</u>	<u>43,948,384</u>
6,262,710	<u>2,817,808</u>	<u>-</u>	<u>664,227</u>	<u>2,153,581</u>	<u>688,981</u>
3,720,000	1,745,000	-	155,000	1,590,000	165,000
1,249,137	739,978	-	63,489	676,489	65,622
2,310,000	755,444	-	51,048	704,396	52,954
21,000,000	17,151,394	-	1,039,081	16,112,313	1,071,806
3,000,000	2,690,254	-	130,976	2,559,278	135,217
14,463,000	13,548,069	-	631,580	12,916,489	649,452
65,000,000	62,860,000	-	1,180,000	61,680,000	1,240,000
6,500,000	6,370,963	-	263,775	6,107,188	271,564
4,600,000	4,303,272	-	163,709	4,139,563	170,697
3,000,000	<u>1,865,000</u>	<u>-</u>	<u>145,000</u>	<u>1,720,000</u>	<u>155,000</u>
	<u>112,029,374</u>	<u>-</u>	<u>3,823,658</u>	<u>108,205,716</u>	<u>3,977,312</u>
	<u>114,847,182</u>	<u>-</u>	<u>4,487,885</u>	<u>110,359,297</u>	<u>4,666,293</u>
N/A	2,278,195	-	93,630	2,184,565	-
N/A	(13,867)	-	(1,500)	(12,367)	-
	<u>2,264,328</u>	<u>-</u>	<u>92,130</u>	<u>2,172,198</u>	<u>-</u>
997,170	756,530	-	29,564	726,966	52,306
N/A	1,008,956	863,230	923,117	949,069	792,656
N/A	247,000	-	100,000	147,000	-
N/A	163,689	179,565	-	343,254	-
	<u>119,287,685</u>	<u>1,042,795</u>	<u>5,632,696</u>	<u>114,697,784</u>	<u>5,511,255</u>
	<u>\$ 426,186,823</u>	<u>\$ 71,643,444</u>	<u>\$ 71,460,912</u>	<u>\$ 426,369,355</u>	<u>\$ 49,459,639</u>

** 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 20, 2022 and 8% for December 1, 2022- November 30, 2027. Current interest rate is 5.02% with a reset date of December 1, 2012.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 12 - DEBT SERVICE REQUIREMENTS

The annual requirements to amortize the following outstanding debt:

Year Ended June 30,	General Obligation Ad Valorem Debt		General Obligation Non-Ad Valorem Debt		Special Assessment Debt	
	Principal*	Interest	Principal*	Interest	Principal*	Interest
Governmental Activities - Primary Government						
2010	\$ 5,115,000	\$ 2,616,055	\$ 6,586,841	\$ 4,636,196	\$ 209,356	\$ 160,045
2011	5,370,000	2,362,245	6,851,991	4,350,916	191,728	159,666
2012	2,745,000	2,197,278	4,728,961	4,113,430	200,218	151,336
2013	2,850,000	2,092,466	4,747,406	3,924,970	215,950	142,312
2014	2,965,000	1,975,225	4,946,008	3,728,668	220,937	132,473
2015-2019	13,795,000	7,785,246	21,750,375	15,829,542	903,462	519,917
2020-2024	12,070,000	4,778,531	23,643,548	11,111,459	838,729	309,850
2025-2029	10,235,000	1,711,163	19,596,831	5,653,451	567,378	93,549
2030-2034	1,645,000	79,663	9,480,115	2,464,394	-	-
2035-2039	-	-	5,815,685	381,958	-	-
2040-2044	-	-	-	-	-	-
2045-2049	-	-	-	-	-	-
2050-2054	-	-	-	-	-	-
2055-2058	-	-	-	-	-	-
	<u>56,790,000</u>	<u>25,597,872</u>	<u>108,147,761</u>	<u>56,194,984</u>	<u>3,347,758</u>	<u>1,669,148</u>
Business-type Activities - Primary Government						
2010	-	-	4,666,293	4,624,359	-	-
2011	-	-	4,846,167	4,440,056	-	-
2012	-	-	5,028,465	4,260,194	-	-
2013	-	-	4,427,645	4,089,736	-	-
2014	-	-	4,601,142	3,916,202	-	-
2015-2019	-	-	24,976,123	16,808,377	-	-
2020-2024	-	-	23,524,906	11,961,094	-	-
2025-2029	-	-	16,553,556	7,680,592	-	-
2030-2034	-	-	17,655,000	3,754,500	-	-
2035-2039	-	-	4,080,000	204,000	-	-
	<u>-</u>	<u>-</u>	<u>110,359,297</u>	<u>61,739,110</u>	<u>-</u>	<u>-</u>
Total	\$ <u>56,790,000</u>	\$ <u>25,597,872</u>	\$ <u>218,507,058</u>	\$ <u>117,934,094</u>	\$ <u>3,347,758</u>	\$ <u>1,669,148</u>

*Principal amounts shown exclude discounts and premiums.

<u>Revenue Bonds</u>		<u>Lease/Notes</u>		<u>Total Debt</u>	
<u>Principal*</u>	<u>Interest</u>	<u>Principal*</u>	<u>Interest</u>	<u>Principal*</u>	<u>Interest</u>
\$ 941,500	\$ 1,794,918	\$ 2,170,022	\$ 181,271	\$ 15,022,719	\$ 9,388,485
1,025,700	1,749,270	2,271,250	73,599	15,710,669	8,695,696
1,110,900	1,698,956	22,554	17,450	8,807,633	8,178,450
1,091,784	1,648,008	23,938	16,066	8,929,078	7,823,822
1,180,458	1,593,703	25,407	14,598	9,337,810	7,444,667
7,606,948	7,140,726	152,426	47,598	44,208,211	31,323,029
10,804,795	5,199,156	74,867	5,141	47,431,939	21,404,137
14,069,105	3,732,874	-	-	44,468,314	11,191,037
2,266,880	8,670,395	-	-	13,391,995	11,214,452
1,881,967	10,925,548	-	-	7,697,652	11,307,506
1,566,274	13,395,972	-	-	1,566,274	13,395,972
1,295,976	16,161,765	-	-	1,295,976	16,161,765
1,071,626	19,290,177	-	-	1,071,626	19,290,177
575,932	13,931,457	-	-	575,932	13,931,457
<u>46,489,845</u>	<u>106,932,925</u>	<u>4,740,464</u>	<u>355,723</u>	<u>219,515,828</u>	<u>190,750,652</u>
-	-	52,306	52,976	4,718,599	4,677,335
-	-	44,741	39,485	4,890,908	4,479,541
-	-	47,486	36,740	5,075,951	4,296,934
-	-	50,400	33,826	4,478,045	4,123,562
-	-	53,492	30,733	4,654,634	3,946,935
-	-	320,915	100,213	25,297,038	16,908,590
-	-	157,626	10,824	23,682,532	11,971,918
-	-	-	-	16,553,556	7,680,592
-	-	-	-	17,655,000	3,754,500
-	-	-	-	4,080,000	204,000
<u>-</u>	<u>-</u>	<u>726,966</u>	<u>304,797</u>	<u>111,086,263</u>	<u>62,043,907</u>
<u>\$ 46,489,845</u>	<u>\$ 106,932,925</u>	<u>\$ 5,467,430</u>	<u>\$ 660,520</u>	<u>\$ 330,602,091</u>	<u>\$ 252,794,559</u>

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

NOTE 13 – INTERFUND BALANCES, LOANS AND TRANSFERS

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, (2) move receipts restricted to debt service from the funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (3) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

Interfund transfers for the year ended June 30, 2009

<u>Transfers from:</u>	<u>Transfers to:</u>	<u>Amount</u>
General Fund	Pre-Funded Retiree Health Benefits Fund	\$ 2,326,085
	Water Resources Fund	76,784
	Nonmajor Governmental Funds	17,946,404
	Internal Service Funds	<u>3,585,000</u>
	Subtotal	23,934,273
Nonmajor Governmental Funds	General Fund	36,195
	Nonmajor Governmental Funds	27,980,640 (a)
	Internal Service Funds	<u>1,350,000</u>
	Subtotal	29,366,835
Water Resources Fund	Internal Service Funds	<u>22,233</u>
Total Transfers In / Out		<u>\$ 53,323,341</u>

Significant transfers during the year of a non routine nature included: (a) \$10,451,226 for the transfer of unexpended Parks Bonds proceeds from the Parks Capital Projects Fund to the Debt Service Fund to partially defease the General Obligation Parks Bonds, Series 2006.

NOTE 14 – FUND BALANCES / NET ASSETS

Government-wide Financial Statements

The government-wide Statement of Net Assets utilizes a net asset presentation. Net assets are categorized as investment in capital assets, net of related debt, restricted and unrestricted. Related debt is the debt outstanding that relates to the acquisition, construction, or improvement of capital assets.

Restricted assets are assets which have third-party (statutory, bond covenant or granting agency) limitations on their use. Restricted assets are classified either by function, debt service, capital projects, or claims. Assets restricted by function relate to net assets of governmental and enterprise funds whose use is legally limited by outside parties for a specific purpose. The restriction for debt service represents assets legally restricted by 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 assets restricted for claims represent the amount legally required to be held for payment of future claims in the self-insurance funds. The government-wide statement of net assets reports \$179,490,289 of restricted net assets, all of which is externally imposed.

Unrestricted net assets represent available financial resources of the County.

Fund Financial Statements

Governmental Funds

Governmental funds report fund balance reservations to isolate the portion of fund balance that is not an available current financial resource due to legal or third party restrictions on spending or amounts not available for subsequent year's appropriations.

Fund balances in debt service funds are reserved for future debt service requirements of both principal and interest. Reserves for projects relate to amounts legally restricted by outside parties for a specific project or program and may be reappropriated in the subsequent year. The reserve for future claims is the amount required to pay for future claims in the self-insurance funds

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

pursuant to NRS 354.6215. Fund balance reserved for inventory reflects the balance of inventory on hand at the end of the year and is not available for future spending.

In the individual fund statements included in supplemental information, unreserved fund balance is broken down between designated and undesignated. Designations of unreserved fund balance for future years' expenditures reflect County management's intended use of otherwise available current financial resources. Amounts designated for encumbrances are limited to actual ending fund balance less the budgeted beginning fund balance for the subsequent fiscal year. In funds with insufficient ending fund balance, designations of fund balance for encumbrances are limited to available fund balance in excess of the amount designated for future years' expenditures and are available for reappropriation in the subsequent year.

Unreserved fund balances in governmental funds consist of the following:

<u>Fund</u>	<u>Designated</u>		<u>Undesignated</u>	<u>Total</u>
	<u>Future Years Expenditures</u>	<u>Encumbrances</u>		
General Fund	\$ 28,852,932	\$ -	\$ -	\$ 28,852,932
Pre-Funded Retiree Health Benefits Fund				
Nonmajor Special Revenue Funds	58,736,939	2,258,236	1,282,662	62,277,837
Nonmajor Capital Projects Funds	42,937,871	2,943,292	313,649	46,194,812
Totals	\$ 130,527,742	\$ 5,201,528	\$ 1,596,311	\$ 137,325,581

Fiduciary Funds

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

NOTE 15 - PENSION PROGRAM

Plan Description

Washoe County and Sierra Fire Protection District (SFPD), a component unit, contribute to the Public Employees Retirement System of the State of Nevada (PERS), a cost-sharing multiple employer defined benefit pension plan. PERS provides retirement benefits, disability benefits and death benefits, including annual cost-of-living adjustments, to plan members and beneficiaries. Chapter 286 of the Nevada Revised Statutes established the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. PERS issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, NV 89703-1599 or by calling (775) 687-4200.

Funding Policy

Benefits for plan members are funded under one of two methods. Under the employer pay contribution plan method, the County and SFPD are required to contribute all amounts due under the plan.

The second method for providing benefits, used only by employee members of SFPD, is the employer/employee paid contribution plan. Under this method, employees are required to contribute a percentage of their compensation to the Plan, while the SFPD is required to match that contribution.

The contribution requirements of plan members and the County are established by Chapter 286 of the Nevada Revised Statutes. The funding mechanism may only be amended through legislation.

**WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)**

The County's contribution rates and amounts contributed for the last three years are as follows:

Fiscal Year	Employer Pay Contribution Rate		Employee/Employer Pay Contribution Rate		Total Contribution
	Regular Members	Police/ Fire	Regular Members	Police/ Fire	
2008-09	20.50%	33.50%	10.50%	17.25%	\$ 42,302,707
2007-08	20.50%	33.50%	10.50%	17.25%	43,011,794
2006-07	19.75%	32.00%	10.50%	16.50%	39,537,590

Actuarial Information

Actuarial valuations are prepared annually by the independent actuary for PERS, with the most recent actuarial valuations prepared as of June 30, 2008. The actuarial cost method used in the valuation is the entry age normal cost method. The actuarial method used for valuing assets is as follows:

The actuarial value of assets is equal to the prior year's actuarial value of assets plus net new money (contributions minus benefit payments and administrative expenses), expected investment return, and 20% of each of the previous five years' gain/(losses) due to investment return greater/(less) than expected. The actuarial value of assets is further limited to be not less than 80% or greater than 120% of market value.

The unfunded actuarial accrued liability is being amortized by level percentage-of-payroll payments over a period of 30 years from July 1, 2008. Under the level percentage-of-payroll amortization method, the dollar amounts of calculated amortization payments increase in direct proportion to the assumed payroll growth rates of 6.5% per year for regular employees and 8.0% per year for police and firefighters. These payroll growth rates are based on 3.5% inflation.

NOTE 16 - OTHER POSTEMPLOYMENT BENEFITS

The County provides other postemployment benefits (OPEB) for eligible employees through the Retiree Health Benefit Program, a single employer defined benefit OPEB plan, and participates in the State of Nevada's Public Employee Benefit Plan (PEBP), an agent multiple-employer defined benefit OPEB plan.

Washoe County Retiree Health Benefit Program

Plan Description

In accordance with NRS 287.010, the Board of County Commissioners adopted the Retiree Health Insurance Plan to provide postemployment benefits to eligible employees upon retirement. Retirees are offered medical, prescription, vision, life insurance, and dental for themselves and their dependents. Retirees can choose between the Self Funded Group Health Plan (SFGHP) and an HMO Plan. The benefit formula is based upon years of service. Tier 1 employees, as defined in the eligibility section below, will receive a County paid benefit of 50% of the retiree's health benefit premium with 10 years of service, 75% with 15 years, and 100% with 20 or more years. Retirees must pay the full premiums for dental and dependent coverage. Eligibility requirements, benefit levels, employee contributions, and employer contributions are governed by the County for their health benefits plan and can be amended through the County's collective bargaining agreements with employee groups. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan. The Plan does not issue a separate report. Currently, the County finances the Plan on a pay-as-you-go basis with transfers from the General Fund to the Health Benefits Fund.

Eligibility

As of June 30, 2009, all employees who retire from County employment and receive monthly payments under the PERS are eligible to participate in the Retiree Health Insurance Plan. Retiree 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. Tier 2 includes all employees hired after the tier 1 exclusion dates. Under NRS 287.023, tier 2 employees are allowed to join the State PEBP plan and the County is required to pay a subsidy. In 2005, County agreed to pay tier 2 employees the same portion of benefit premiums they would be required to pay to PEBP had such formerly excluded employees retired from the County and applied for benefits with the PEBP. The actuarial valuation includes the value of the expected County paid benefits for tier 2 employees remaining in the County's benefit plan.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

Funding Policy

The County implemented GASB No. 45 prospectively for the fiscal year ended June 30, 2008. The County established a funding policy of its retiree health plan liabilities in 1997 and established the Pre-Funded Retiree Health Benefits Fund to accumulate a sufficient fund balance for payment of future retiree health benefits. The amount of contributions each year is equal to an amount to fund current retiree health plan premium costs plus an amount to fund the annual "normal cost" for active employees. The "normal cost" is an actuarially determined amount representing the cost associated with one year of service for currently active employees. The normal cost is reduced to reflect the portion of the current retiree premium payments that have already been contributed through the funding of normal cost in prior years. This funding is also known as pay-as-you-go retiree payments plus normal cost funding. These contributions, accumulated with interest, will be used in the future to pay the County's portion of retiree health premiums for future retirees.

During the current fiscal year, the County transferred \$2,326,085 to the Pre-Funded Retiree Health Benefits Fund to fund future retiree health benefits. Various employee associations waived the requirement for the County to fund the normal cost in fiscal year 2008/2009 only. At June 30, 2009, the fund balance available for future benefits is \$62,239,614. The assets in this fund cannot be used to reduce the unfunded actuarial accrued liability until transferred to a separate irrevocable trust fund. The County intends to establish a trust fund in the 2010 fiscal year.

Annual OPEB Cost and Net OPEB Obligation

The County had an actuarial valuation performed for the Plan as of July 1, 2008. The valuation was done to determine the funded status of the Plan as well as the County's annual required contribution (ARC) for the fiscal year ended June 30, 2009. As of June 30, 2009, the Plan was zero percent funded. For fiscal year 2009, the County's employer contribution, including the value of the Plan's implicit rate subsidy, for retirees' benefits was \$7,767,253 for 1,079 eligible participants with 164 dependents. Retirees' contributions totaled \$2,247,773. The County's contribution was financed on the pay-as-you-go basis with funds accumulated in the Health Benefits Fund for this purpose.

Fiscal Year Ended June 30,	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2008	\$ 23,562,000	\$ 7,162,000	30.40%	\$ 16,400,000
2009	25,720,000	7,767,000	30.20%	34,353,000

The net OPEB obligation as of June 30, 2009 was calculated as follows:

Determination of Annual Required Contribution:	
Normal cost	\$ 14,403,000
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	11,198,000
Annual Required Contribution (ARC)	\$ 25,601,000
Determination of Net OPEB Obligation:	
Annual Required Contribution	\$ 25,601,000
Interest on Net OPEB Obligation	754,000
Adjustment to ARC	(635,000)
Annual OPEB Cost	25,720,000
Retiree Benefit Payments Paid by County	(7,767,000)
Contributions Made to Trust	-
Increase (decrease) in Net OPEB Obligation	17,953,000
Net OPEB Obligation Beginning of Year	16,400,000
Net OPEB Obligation End of Year	\$ 34,353,000

**WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)**

Funded Status and Funding Progress

Actuarial Accrued Liability (AAL)	\$ 276,684,000
Actuarial Value of Plan assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 276,684,000
Funded Ratio (Actual Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members as of June 30, 2009)	\$ 181,854,748
UAAL as a Percentage of Covered Payroll	152.15%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the Plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of Plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the Plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2008, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.6% interest rate on investments and an annual healthcare cost trend rate beginning at 9% for fiscal year 2009, and declining by 1% per year for five years, to an ultimate trend of 5% for the 2014 fiscal year and beyond. The actuarial value of assets was not determined as the County has not advance-funded its obligation. The Plan's unfunded actuarial accrued liability is being amortized as a level percentage of projected payroll over 30 years on an open basis. It was assumed the County's payroll would increase 3.5% per year for the purpose of amortization.

State of Nevada's Public Employee Benefit Plan (PEBP)

Plan Description and Eligibility

NRS 287.023 allows retired employees of governmental entities within the State of Nevada to join the State's Public Employee Benefit Program (PEBP), an agent multiple-employer defined benefit OPEB plan administered by a nine member governing board. PEBP provides medical, prescription, vision, life and accident insurance, and dental for retirees. Retirees can choose between a self funded preferred provider organization (PPO) and a health maintenance organization (HMO) plan. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan and no financial reports are issued.

Eligibility and subsidy requirements are governed by statutes of the State of Nevada and can only be amended through legislation. The statutes were revised with an effective date of November 30, 2008, to create new participation limitations so that only active members of PEBP can elect coverage after retirement. Based on the statute revision, former County employees and retirees must have retired and joined PEBP by September 1, 2008 to elect PEBP membership. Consequently, no employees retiring from the County on or after September 1, 2008 will be eligible to participate in the PEBP plan as a retiree at the County's expense.

Funding Policy

The County implemented GASB No. 45 prospectively for the fiscal year ended June 30, 2008. The County is required to provide a subsidy for their retirees that have elected to join PEBP. The subsidy is paid on the pay-as-you-go basis. Contribution requirements for plan members and the participating employers are assessed by PEBP Board annually. The unsubsidized non-state retiree share plan rates in effect for the 2009 fiscal year ranged from \$323 (high deductible/with Medicare) to \$736 (low deductible/without Medicare) per month for retirees. The subsidy depends on years of service and ranges from a minimum of \$103 for 5 years of service to a maximum of \$564 for 20 or more years of service. Subsidies for retiree premiums participating in the State PEBP are paid directly to the State when due. The County's obligation for subsidies is limited to payment of the statutorily required contribution.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

Annual OPEB Cost and Net OPEB Obligation

The County had an actuarial valuation performed for the Plan as of June 30, 2008, and an additional roll-forward valuation for the 2009 fiscal year. The valuation was done to determine the funded status of the Plan as well as the County's annual required contribution (ARC). As of June 30, 2009, the Plan was zero percent funded. For fiscal year 2009, the County's employer contribution for retirees' benefits was \$428,838 for 287 eligible participants. The County's contribution was financed on the pay-as-you-go basis with PEBP subsidy payments paid directly to PEBP.

Fiscal Year Ended June 30,	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2008	\$ 633,732	\$ 284,124	44.83%	\$ 349,608
2009	673,329	428,838	63.69%	594,099

The net OPEB obligation as of June 30, 2009 was calculated as follows:

Determination of Annual Required Contribution:	
Normal cost	\$ -
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	678,008
Annual Required Contribution (ARC)	\$ 678,008
Determination of Net OPEB Obligation:	
Annual Required Contribution	\$ 678,008
Interest on Net OPEB Obligation	16,082
Adjustment to ARC	(20,761)
Annual OPEB Cost	673,329
Retiree Benefit Payments Paid by County	(428,838)
Contributions Made to Trust	-
Increase (decrease) in Net OPEB Obligation	244,491
Net OPEB Obligation Beginning of Year	349,608
Net OPEB Obligation End of Year	\$ 594,099

Funded Status and Funding Progress

Actuarial Accrued Liability (AAL)	\$ 9,717,075
Actuarial Value of Plan assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 9,717,075
Funded Ratio (Actual Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members as of June 30, 2008)	n/a
UAAL as a Percentage of Covered Payroll	n/a

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2008, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.6% interest rate on investments and an annual healthcare cost trend rate beginning at 10% for first year, and declining by .5% per year to an ultimate trend of 5% for the tenth year and beyond. The Actuarial Accrued Liability (AAL) is the actuarial present value of benefits attributed to employee service rendered prior to the valuation date. The AAL equals the present value of benefits multiplied by a fraction equal to service to date over service at expected retirement. The Normal Cost is the actuarial present value of benefits attributed to one year of service. This equals the present value of benefits divided by service at expected retirement. Since retirees are not accruing any more service, their normal cost is zero. In determining the Annual Required Contribution, the Unfunded AAL is amortized as a level dollar amount over 30 years on an open basis.

Truckee Meadows Fire Protection District Retiree Group Medical Plan

Plan Description and eligibility

Prior to July 1, 2000, Truckee Meadows Fire Protection District (TMFPD), a component unit, provided health insurance benefits to retired employees through a single-employer defined benefit plan. At June 30, 2000, ten retirees were participating in TMFPD health benefits program. On July 1, 2000, pursuant to an Interlocal Agreement for Fire Services and Consolidation, fire district operations were transferred to the City of Reno. In accordance with the Interlocal Agreement, TMFPD pays a proportionate share of employees' retiree health benefit costs based on service earned prior to July 1, 2000 for those employees who transferred employment to the City of Reno. Health benefits include medical, vision, dental and drug coverage. The Plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the Plan and no financial reports are issued.

Eligible retirees are allowed coverage in the City of Reno's health and life benefit programs. The exact coverage depends on the retirees' union membership. Local #731 retirees prior to age 65 or eligibility for Medicare are required to pay for 40% of their benefits as well as 40% of the benefits of their spouse. Thereafter, retirees are required to pay for 50% of their coverage and 100% of their spouse's coverage. Local #39 retirees prior to age 65 or eligibility for Medicare are required to pay for 25% of their coverage if they have at least 15 but less than 30 years of service and 0% if they have over 30 years of service. There is no coverage after age 65 and spouses are not covered.

Funding policy

TMFPD implemented GASB No. 45 prospectively for the fiscal year ended June 30, 2008. The TMFPD Pre-Funded Retiree Health Benefits Fund is used to accumulate a sufficient fund balance for payment of future retiree health benefits. The amount of contributions each year are generally equal to the "normal cost", which is the present value of future benefits attributed to one year of service, plus a payment towards the Unfunded Actuarial Liability. This funding is also known as pay-as-you-go retiree payments plus normal cost funding.

During the current fiscal year, \$125,000 was transferred to the TMFPD Pre-Funded Retiree Health Benefits Fund from the TMFPD General Fund. The estimated actuarial liability as of July 1, 2006 was \$4,374,648. At June 30, 2009, the fund balance available for future benefits is \$5,089,291 or 104% of the estimated actuarial liability. The assets in this fund cannot be used to reduce the unfunded actuarial accrued liability until transferred to a separate irrevocable trust fund.

Annual OPEB Cost and Net OPEB Obligation

TMFPD had an actuarial valuation performed for the Plan as of July 1, 2006, and additional roll-forward valuations as of July 1, 2007 and July 1, 2008. The valuations were done to determine the funded status of the Plan as well as TMFPD's annual required contribution (ARC) for the fiscal year ended June 30, 2009. As of June 30, 2009, the Plan was zero percent funded. For fiscal year 2009, the TMFPD employer contribution paid to the City of Reno for retirees' benefits was \$119,882 for 25 eligible participants.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

Fiscal Year Ended June 30,	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2008	\$ 690,000	\$ 120,178	17.42%	\$ 569,822
2009	790,500	119,882	15.17%	1,240,440

The net OPEB obligation as of June 30, 2009 was calculated as follows:

Determination of Annual Required Contribution:	
Normal cost at year end	\$ 143,300
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	647,200
Annual Required Contribution (ARC)	\$ 790,500
Determination of Net OPEB Obligation:	
Annual Required Contribution	\$ 790,500
Interest on Net OPEB Obligation	-
Adjustment to ARC	-
Annual OPEB Cost	790,500
Retiree Benefit Payments Paid by District	(119,882)
District Contributions Made to Trust	-
Increase in Net OPEB Obligation	670,618
Net OPEB Obligation Beginning of Year	569,822
Net OPEB Obligation End of Year	\$ 1,240,440

Funded Status and Funding Progress

Actuarial Accrued Liability (AAL)	\$ 4,374,648
Actuarial Value of Plan assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 4,374,648
Funded Ratio (Actual Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members as of June 30, 2009)	n/a
UAAL as a Percentage of Covered Payroll	n/a

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far in the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2006 actuarial valuation, the Projected Unit Benefit Cost Method was used. Significant actuarial assumptions used were a 5.5% effective annual discount rate and an initial 12.5% health cost trend for fiscal year 2007, reduced by 1.5% per year until it reaches 5% for fiscal year 2012 and thereafter. Roll-forward valuations were done as of July 1, 2007 and July 1, 2008, for the 2007/2008 and 2008/2009 fiscal years, respectively. The Actuarial Accrued Liability (AAL) is the actuarial present value of benefits attributed to employee service rendered prior to the valuation date. The AAL equals the present value of benefits multiplied by a fraction equal to service date over service at expected retirement. The Normal Cost is the actuarial present value of benefits attributed to one year of service. This equals present value of benefits divided by service at expected retirement. The plan's unfunded actuarial accrued liability is being amortized as a level dollar over a ten year amortization period on an open basis.

Sierra Fire Protection District Retiree Group Medical Plan

Plan Description

As of July 1, 2006, the District provides health insurance benefits to eligible retired employees who transferred from State service on July 1, 2006, through the Sierra Fire Protection District Retiree Group Medical Plan. The plan is a single-employer defined benefit other post employment benefit (OPEB) plan administered by Benefit Resource Group. As of June 30, 2009, there were 4 employees who retired from the District. The District pays prefunding of the service costs or other associated costs of the future obligation of health benefits to retiring District employees and has set aside \$398,861 as of June 30, 2009 for this purpose.

Eligibility

In accordance with Nevada Revised Statutes, the Board of Washoe County Commissioners acting as ex-officio Board of Fire Commissioners for the Sierra Fire Protection District (District) entered into an agreement between the District and the Sierra Fire Fighters Association for retiree health insurance. Eligible employees who retire from District employment and receive monthly payments under the Public Employees Retirement System (PERS) of Nevada are allowed coverage in the District's health benefit programs. Health benefits include medical, vision, dental and drug coverage. The District pays 50% of the cost of health premiums of retirees who transferred to the District as of July 1, 2006 and retire directly from the District with 10 or more years of service with the Nevada Division of Forestry or the District. Retirees are responsible for the remaining 50% of the health premiums. Eligibility requirements, benefit levels, employee contributions, and employer contributions may be amended by the mutual agreement of the Sierra Fire Protection District and the Sierra Fire Fighters Association, I.A.F.F. Local 3895.

Funding Policy

The District implemented GASB No. 45 prospectively for the fiscal year ended June 30, 2008. An actuarial valuation of retiree health and life benefits was completed as of July 1, 2007, using the Projected Unit Benefit Cost Method. During the current fiscal year, the District transferred \$124,200 to the Pre-Funded Retiree Health Benefits Fund to fund future retiree health benefits. The estimated actuarial liability as of July 1, 2007 was \$1,296,221. The Plan's unfunded actuarial accrued liability is being amortized as a level dollar over a ten year amortization period on an open basis. The net assets available for benefits at June 30, 2009 were \$398,861, or 27.8% of the estimated actuarial liability. The assets in this fund cannot be used to reduce the unfunded actuarial accrued liability until transferred to a separate irrevocable trust fund. No stand-alone financial reports have been issued for the District's Post-Employment Health Care Benefits Plan.

Annual OPEB Cost and Net OPEB Obligation

SFPD had an actuarial valuation performed for the Plan as of July 1, 2006, and additional roll-forward valuations as of July 1, 2007 and July 1, 2008. The valuations were done to determine the funded status of the Plan as well as SFPD's annual required contribution (ARC) for the fiscal year ended June 30, 2009. As of June 30, 2009, the Plan was zero percent funded. For fiscal year 2009, SFPD paid benefits of \$6,478 for 4 eligible participants.

Fiscal Year Ended June 30,	Annual OPEB Cost	Employer Contribution	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
2008	\$ 243,565	-	0.00%	\$ 243,565
2009	265,600	6,478	2.44%	502,687

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

The net OPEB obligation as of June 30, 2009 was calculated as follows:

<hr/>	
Determination of Annual Required Contribution:	
Normal cost at year end	\$ 79,600
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	186,000
Annual Required Contribution (ARC)	\$ 265,600
<hr/>	
Determination of Net OPEB Obligation:	
Annual Required Contribution	\$ 265,600
Interest on Net OPEB Obligation	-
Adjustment to ARC	-
Annual OPEB Cost	265,600
Retiree Benefit Payments Paid by District	(6,478)
District Contributions Made to Trust	-
Increase in Net OPEB Obligation	259,122
Net OPEB Obligation Beginning of Year	243,565
Net OPEB Obligation End of Year	\$ 502,687
<hr/>	

Funded Status and Funding Progress

Actuarial Accrued Liability (AAL)	\$ 1,296,221
Actuarial Value of Plan assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 1,296,221
<hr/>	
Funded Ratio (Actual Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members as of June 30, 2009)	\$ 2,610,906
UAAL as a Percentage of Covered Payroll	49.65%
<hr/>	

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far in the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the July 1, 2007 actuarial valuation, the Projected Unit Benefit Cost Method was used. Significant actuarial assumptions used were a 5% effective annual discount rate and an initial 9% health cost trend for fiscal year 2007, reduced by 1% per year until it reaches 5% for fiscal year 2012 and thereafter. A roll-forward valuation was done as of July 1, 2008, for the 2008/2009 fiscal year. The Actuarial Accrued Liability (AAL) is the actuarial present value of benefits attributed to employee service rendered prior to the valuation date. The AAL equals the present value of benefits multiplied by a fraction equal to service date over service at expected retirement. The Normal Cost is the actuarial present value of benefits attributed to one year of service. This

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

equals present value of benefits divided by service at expected retirement. The Plan's unfunded actuarial accrued liability is being amortized as a level dollar over a ten year amortization period on an open basis.

NOTE 17 - RISK MANAGEMENT

Washoe County currently self-funds its fiscal responsibility related to exposures of loss from torts; theft of, damage to, or destruction of assets; and errors or omissions. Since 1981, when Washoe County started self-funding its workers' compensation obligation, it has increased the number of programs where self-funding is practiced and the proportion of the loss exposure which it self-funds.

Two funds were 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. The property program combines self-funding with insurance purchased from outside carriers with a \$10,000 to \$50,000 deductible. The Health Benefits Fund accounts for life insurance, medical, prescription, dental and vision 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.

Annually, 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 Manager, with input from the District Attorney's Office and the appropriate third party administrator, to set 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.

The values set by the actuary for both short and long-term liabilities, using a 75% confidence level, are as follows:

	<u>Current</u>	<u>Long-Term</u>	<u>Total</u>
Pending Claims:			
Property and liability claims	\$ 1,399,000	\$ 2,543,000	\$ 3,942,000
Workers' compensation claims	2,423,000	5,246,000	7,669,000
Unprocessed Health Benefits Fund claims	<u>2,416,000</u>	<u>-</u>	<u>2,416,000</u>
Total Pending Claims	<u>\$ 6,238,000</u>	<u>\$ 7,789,000</u>	<u>\$ 14,027,000</u>

Many items involving the Risk Management Fund do not specifically fall within the criteria used by the actuaries for evaluation. Such items include contract disputes and noninsurance items. In the 1980's, management declared their intention to have \$1,000,000 of net assets in the Fund available for claims that fall into areas not recognized in the actuarial studies, or for possible catastrophic losses that exceed parameters of the actuarial studies. Currently, there is a net asset balance of \$18,298,758.

The level of insurance coverage purchased this year by the County remains the same as the previous year. There were no settlements in excess of insurance coverage in any of the three prior fiscal years. 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 Fund</u>	<u>Health Benefits Fund</u>
Claims Liability/Activity:		
Claims Liability, June 30, 2007	\$ 15,182,000	\$ 1,700,000
Claims and changes in estimates	1,717,831	20,607,017
Claim payments	<u>(3,077,831)</u>	<u>(20,004,017)</u>
Claims Liability, June 30, 2008	13,822,000	2,303,000
Claims and changes in estimates	831,093	21,268,987
Claim payments	<u>(3,042,093)</u>	<u>(21,155,987)</u>
Claims Liability, June 30, 2009	<u>\$ 11,611,000</u>	<u>\$ 2,416,000</u>

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

The nondiscounted carrying amount of unpaid claims in the Risk Management Fund at June 30 is \$13,122,000. The interest rate used for discounting was 4%.

South Truckee Meadows General Improvement District, a component unit, is a participant in Washoe County's property insurance program and self-insurance program for general liability.

Truckee Meadows Fire Protection District (TMFPD) and Sierra Fire Protection District (SFPD), component units, are 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. TMFPD and SFPD have joined together with similar public agencies throughout the State of Nevada to create a pool, Nevada Public Agency Insurance Pool (NPAIP), under the Nevada Interlocal Cooperation Act. Property and liability is fully insured with NPAIP. Each District pays an annual premium and specific deductibles, as necessary, to the Pool for its general insurance coverage. The Pool is considered a self-sustaining risk pool that provides coverage for its members up to \$10 million per event and a \$13 million general aggregate per member. Property, crime and equipment breakdown coverage is provided to its members up to \$300 million per loss with various sublimits established for earthquake, flood, equipment breakdown, and money and securities.

SFPD has joined together with a Nevada public agencies insurance pool, Public Agency Compensation Trust (PACT), in order to pool workers' compensation risk in a common public agencies risk management and insurance program. The PACT is considered a self-sustaining risk pool that will provide coverage based on established statutory limits. SFPD pays an annual premium to the PACT to fully fund the workers' compensation liability based on payroll costs.

TMFPD's workers' compensation is fully insured with City of Reno's self-funded workers' compensation plan. During the fiscal year ended June 30, 2004, TMFPD and the City of Reno instituted a "pay as you go" system for workers' compensation claims. TMFPD shares the combined losses with the Reno Fire Department (RFD). Each year, TMFPD is assigned the portion of paid losses corresponding to the ratio of employees originally transferred from TMFPD to the total number of current RFD employees. The ratio applied to TMFPD for fiscal year ended June 30, 2009 was approximately 26%. TMFPD established the Workers' Compensation Fund to account for this program.

The liability for workers' compensation claims was determined through an actuarial valuation performed for TMFPD as of December 31, 2007. Using a 70% probability level set by the actuary, claims of \$4,904,954 were determined to be long-term in nature. The nondiscounted carrying amount of unpaid claims was \$8,380,000. The interest rate used for discounting was 5%. Allocated loss adjustment expense is included in the actuarial calculation. Under the plan, TMFPD and the City of Reno self-insure up to a maximum of \$2.5 million for each workers' compensation claim. Claims incurred prior to fiscal year 2004 remain the liability of City of Reno under the guaranteed payment plan in effect prior to July 1, 2003.

Claims' liability and activity for the fiscal years ending June 30 were as follows:

	TMFPD
Claims Liability/Activity:	
Claims Liability, June 30, 2007	\$ 3,743,441
Claims and changes in estimates	1,268,000
Claim payments	(580,583)
Claims Liability, June 30, 2008	4,430,858
Claims and changes in estimates	1,486,000
Claim payments	(1,011,904)
Claims Liability, June 30, 2009	\$ 4,904,954

There were no settled claims in excess of insurance coverage in the three prior fiscal years for any of the County's component units.

NOTE 18 – JOINT VENTURES

Local Government Oversight Committee Joint Venture (Truckee River Water Quality Settlement Agreement)

Washoe County and the Cities of Reno and Sparks have entered into a joint venture for the purchase of water rights pursuant to the Truckee River Water Quality Settlement Agreement (TRWQSA) dated October 10, 1996. Parties to the TRWQSA are Washoe County, City of Reno, City of Sparks, United States Department of the Interior (DOI), U.S. Department of Justice, U.S.

WASHOE COUNTY
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2009
(CONTINUED)

Environmental Protection Agency, Nevada Division of Environmental Protection and the Pyramid Lake Paiute Tribe of Indians (Tribe).

The agreement settled and dismissed pending litigation by the Tribe relating to the expansion of the Truckee Meadows Water Reclamation Facility (TMWRF), which is operated by the Cities of Reno and Sparks. It allows Reno and Sparks to use the sewage plant's full capacity in exchange for the expenditure of \$24,000,000 (\$12,000,000 by DOI and \$12,000,000 by the joint venture) for the acquisition of Truckee River water rights. As of June 30, 2009, the joint venture's expenditures totaled \$11,005,000. The remaining expenditures of \$995,000 are expected to be completed from existing financial resources, without further contributions from the joint venture participants.

Washoe County is responsible for administration of the joint venture. Water rights will be jointly managed by Washoe County, Reno, Sparks and DOI. The arrangement is considered a joint venture with no equity interest because no explicit and measurable equity interest is deemed to exist. All equity is reserved for purchase of water rights and is therefore unavailable to the entities. Each entity (Washoe County, Reno and Sparks) will own an undivided and equal interest in the property and water rights purchased. The County's proportionate share of the water rights and related property purchases are included in capital assets when purchased. Assets of \$3,588,689 have been recorded as of June 30, 2009.

Separate audited financial statements and information for the joint venture are available by contacting the Washoe County Department of Water Resources, 4930 Energy Way, Reno, NV 89502.

Truckee Meadows Water Authority

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

The arrangement is considered a joint venture with no equity interest recorded on Washoe County's balance sheet as of June 30, 2009, because no explicit and measurable equity interest is deemed to exist. The County appoints one director 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.

NOTE 19 - SUBSEQUENT EVENTS

On July 8, 2009, Washoe County issued \$89,567,000 of Highway Revenue (Motor Vehicle Fuel Tax) Bonds Series 2009, at the request of the Regional Transportation Commission (RTC). The proceeds will be used to finance the costs of constructing and maintaining certain streets and highways in the County; funding a reserve fund for the Bonds; and paying the cost of issuance. The Bonds constitute special, limited obligations of Washoe County, payable solely from and secured by an irrevocable pledge of the Net Pledged Revenues, derived primarily from certain taxes on motor vehicle fuel collected by RTC. The Bonds shall not be considered or held to be a general obligation of the County or RTC. Owners of the Bonds may not look to any other funds or account other than those specifically pledge to the payment of the Bonds.

On July 20, 2009, the Nevada State Board of Equalization issued a verbal decision that nearly 9,000 Incline Village/Crystal Bay property owners were entitled to have their fiscal year 2007 property values rolled back to fiscal year 2003 property values which would result in property tax refunds. A written decision was to follow the State Board of Equalization's verbal decision within 60 days, and upon issuance of the written decision the County would have 30 days to appeal. On October 6, 2009, prior to the release of the written decision and the County's ability to appeal, a District Court decision was handed down ordering the Washoe County Treasurer to issue refunds to the affected property owners. As of the issuance of this report, legal remedies available to the County are yet to be determined, and the fiscal impact of the District Court order could not be estimated due to the complexity of Nevada property tax law.

**WASHOE COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2009**

SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFITS

Washoe County Retiree Health Benefit Program

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(a / b) Funded Ratio	(b - a) Accrued Liability (UAAL)	(c) Covered Payroll	[(b - a) / c] UAAL as a Percent of Covered Payroll
July 1, 2007	\$ -	\$ 245,970,000	0.00%	\$ 245,970,000	\$ 186,318,077	132.02%
July 1, 2008	-	276,684,000	0.00%	276,684,000	181,854,748	152.15%

Washoe County - State of Nevada's Public Employee Benefit Plan (PEBP)

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(a / b) Funded Ratio	(b - a) Accrued Liability (UAAL)	(c) Covered Payroll	[(b - a) / c] UAAL as a Percent of Covered Payroll
June 30, 2008	\$ -	\$ 9,717,075	0.00%	\$ 9,717,075	n/a	n/a

Truckee Meadows Fire Protection District Retiree Group Medical Plan

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(a / b) Funded Ratio	(b - a) Accrued Liability (UAAL)	(c) Covered Payroll	[(b - a) / c] UAAL as a Percent of Covered Payroll
July 1, 2006	\$ -	\$ 4,374,648	0.00%	\$ 4,374,648	n/a	n/a

Sierra Fire Protection District Retiree Group Medical Plan

Actuarial Valuation Date	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(a / b) Funded Ratio	(b - a) Accrued Liability (UAAL)	(c) Covered Payroll	[(b - a) / c] UAAL as a Percent of Covered Payroll
July 1, 2007	\$ -	\$ 1,296,221	0.00%	\$ 1,296,221	\$ 2,610,906	49.65%

The County and its component units implemented GASB Statement No. 45 prospectively for the fiscal year ended June 30, 2008. Information for prior years is not available.



This Page Intentionally Left Blank



**NONMAJOR
GOVERNMENTAL
FUNDS**



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

NONMAJOR GOVERNMENTAL FUNDS

Page

Combining Balance Sheet75

Combining Statement of Revenues, Expenditures and Changes in Fund Balances.....76

**WASHOE COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2009**

	Special Revenue Funds	Debt Service Funds	Capital Projects Funds	Total
Assets				
Cash and investments	\$ 64,791,906	\$ 10,242,518	\$ 55,189,066	\$ 130,223,490
Restricted cash and investments	5,074,596	-	26,073,995	31,148,591
Accounts receivable	291,487	-	535,647	827,134
Consolidated tax receivable	1,007,991	-	-	1,007,991
Property taxes receivable	1,220,874	205,197	187,793	1,613,864
Other taxes receivable	1,634,180	3,738,239	-	5,372,419
Interest receivable	244,941	8,164	383,228	636,333
Due from other governments	11,604,964	-	4,688,663	16,293,627
Inventory	221,957	-	-	221,957
Deposits	72,438	-	309,803	382,241
Total Assets	\$ 86,165,334	\$ 14,194,118	\$ 87,368,195	\$ 187,727,647
Liabilities				
Accounts payable	\$ 3,709,750	\$ 1,317	\$ 261,483	\$ 3,972,550
Accrued salaries and benefits	1,377,030	-	-	1,377,030
Contracts/retention payable	64,348	-	3,625,464	3,689,812
Due to other governments	961,405	-	98,820	1,060,225
Other liabilities	77,522	22,581	-	100,103
Deferred/unearned revenue	1,524,995	3,902,076	4,838,083	10,265,154
Total Liabilities	7,715,050	3,925,974	8,823,850	20,464,874
Fund Balances				
Reserved for:				
Debt service	5,130,878	10,268,144	-	15,399,022
Projects	5,331,460	-	32,349,533	37,680,993
Claims	5,488,152	-	-	5,488,152
Inventory	221,957	-	-	221,957
Unreserved:				
Designated/encumbrances	2,258,236	-	3,049,101	5,307,337
Designated/future years expenditures	58,736,939	-	42,937,871	101,674,810
Undesignated	1,282,662	-	207,840	1,490,502
Total Fund Balances	78,450,284	10,268,144	78,544,345	167,262,773
Total Liabilities/Fund Balances	\$ 86,165,334	\$ 14,194,118	\$ 87,368,195	\$ 187,727,647

**WASHOE COUNTY
NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Special Revenue Funds</u>	<u>Debt Service Funds</u>	<u>Capital Projects Funds</u>	<u>Total</u>
Revenues				
Taxes:				
Ad valorem	\$ 45,820,184	\$ 7,810,155	\$ 7,398,060	\$ 61,028,399
Residential construction tax	-	-	96,720	96,720
Car rental fee	1,257,149	-	-	1,257,149
Special assessments	-	363,665	479,374	843,039
Licenses and permits	1,541,077	-	2,355,705	3,896,782
Intergovernmental revenues	51,445,815	-	6,309,745	57,755,560
Charges for services	12,626,768	-	5,307	12,632,075
Fines and forfeits	667,115	-	-	667,115
Miscellaneous	4,424,646	266,900	6,430,833	11,122,379
Total Revenues	117,782,754	8,440,720	23,075,744	149,299,218
Expenditures				
Current:				
Judicial	356,633	-	-	356,633
Public safety	33,692,574	-	-	33,692,574
Health and sanitation	20,826,766	-	-	20,826,766
Welfare	47,424,538	-	-	47,424,538
Culture and recreation	7,205,576	-	-	7,205,576
Intergovernmental	11,711,030	-	2,666,733	14,377,763
Capital Outlay	-	-	31,635,012	31,635,012
Debt Service:				
Principal	-	24,872,851	-	24,872,851
Interest	-	11,593,731	-	11,593,731
Debt service fees and other fiscal charges	1,500	294,432	64,260	360,192
Total Expenditures	121,218,617	36,761,014	34,366,005	192,345,636
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,435,863)	(28,320,294)	(11,290,261)	(43,046,418)
Other Financing Sources (Uses)				
Debt issued	9,949,835	-	999,268	10,949,103
Refunding bonds issued	-	10,540,000	-	10,540,000
Bond premium	-	73,382	-	73,382
Refunding payment to escrow agent	-	(10,436,314)	-	(10,436,314)
Proceeds from asset disposition	126,210	-	-	126,210
Transfers in	13,908,546	29,209,498	2,809,000	45,927,044
Transfers out	(13,690,283)	-	(15,676,552)	(29,366,835)
Total Other Financing Sources (Uses)	10,294,308	29,386,566	(11,868,284)	27,812,590
Net Change in Fund Balances	6,858,445	1,066,272	(23,158,545)	(15,233,828)
Fund Balances, July 1, As Restated	71,591,839	9,201,872	101,702,890	182,496,601
Fund Balances, June 30	\$ 78,450,284	\$ 10,268,144	\$ 78,544,345	\$ 167,262,773



This Page Intentionally Left Blank



**GENERAL
FUND**



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

GENERAL FUND

To account for all financial resources except those required to be accounted for in other funds.

Revenues Include:

Taxes
Licenses and Permits
Intergovernmental Revenues
Charges for Services
Fines and Forfeits
Miscellaneous Revenues

Expenditures by Function:

General Government
Judicial
Public Safety
Public Works
Health and Sanitation
Welfare
Culture and Recreation
Community Support

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem:				
General	\$ 141,782,374	\$ 141,012,101	\$ (770,273)	\$ 132,558,062
Detention facility	11,520,304	11,452,210	(68,094)	10,810,403
Indigent insurance program	2,232,583	2,219,401	(13,182)	2,095,577
China Springs support	1,144,725	1,138,912	(5,813)	1,075,315
Family Court	2,856,645	2,840,851	(15,794)	2,681,644
AB 104	2,677,313	2,743,279	65,966	2,580,487
County option-motor vehicle fuel tax (\$.01)	465,815	523,574	57,759	527,998
Room tax	350,000	292,698	(57,302)	341,794
Total Taxes	163,029,759	162,223,026	(806,733)	152,671,280
Licenses and Permits:				
Business:				
General business licenses	840,390	831,520	(8,870)	895,932
Electric/telecom business licenses	2,737,600	3,533,644	796,044	3,167,344
Liquor licenses	270,000	273,555	3,555	253,989
Local gaming licenses	850,000	674,962	(175,038)	841,120
Sanitation franchise fees	274,000	326,842	52,842	289,635
Cable television franchise fees	675,000	856,102	181,102	864,752
County gaming licenses	320,000	285,888	(34,112)	278,310
Gaming licenses - AB 104	450,857	256,546	(194,311)	547,189
Nonbusiness:				
Marriage affidavits	310,000	237,972	(72,028)	274,806
Mobile home permits	730	227	(503)	257
Other	650	1,259	609	2,762
Total Licenses and Permits	6,729,227	7,278,517	549,290	7,416,096
Intergovernmental Revenues:				
Federal grants	17,090,452	7,106,178	(9,984,274)	7,430,467
Federal payments in lieu of taxes	2,233,470	3,115,127	881,657	1,932,519
Federal/state narcotics forfeitures	20,000	168,740	148,740	60,661
Federal incarceration charges	2,600,000	2,928,058	328,058	2,574,605
Federal reimbursements	35,000	-	(35,000)	-
State grants	361,290	319,618	(41,672)	375,298
State Shared Revenues:				
Motor vehicle fuel tax: (1.25 cents)	1,797,256	2,015,083	217,827	2,022,664
Motor vehicle fuel tax (1.75 cents)	1,166,411	1,315,411	149,000	1,270,288
Motor vehicle fuel tax (3.6/2.35 cents)	1,788,897	2,139,751	350,854	2,114,507
State gaming licenses	160,000	149,836	(10,164)	154,829
Real property transfer tax - AB 104	665,191	440,315	(224,876)	554,335
SCCRT / GST - AB 104 Makeup	10,024,257	9,404,598	(619,659)	11,151,233
Consolidated taxes	84,373,000	76,787,162	(7,585,838)	91,174,372
State extraditions	55,000	48,154	(6,846)	61,431
Local contributions	710,194	378,031	(332,163)	557,779
Total Intergovernmental Revenues	123,080,418	106,316,062	(16,764,356)	121,434,988

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Charges for Services:				
General Government:				
Clerk fees	\$ 144,000	\$ 140,491	\$ (3,509)	\$ 122,276
Recorder fees	2,970,000	2,418,620	(551,380)	2,714,593
Map fees	153,800	288,330	134,530	263,781
Assessor commissions	2,620,000	2,201,888	(418,112)	2,300,931
Building and zoning fees	158,000	148,494	(9,506)	130,026
Other	2,889,694	707,054	(2,182,640)	2,404,843
Subtotal General Government	8,935,494	5,904,877	(3,030,617)	7,936,450
Judicial:				
Clerk court fees	530,000	554,430	24,430	530,890
Other	822,635	838,194	15,559	786,584
Subtotal Judicial	1,352,635	1,392,624	39,989	1,317,474
Public Safety:				
Police:				
Sheriff fees	556,000	531,586	(24,414)	524,871
Other	1,473,690	1,915,844	442,154	1,659,119
Corrections	180,850	132,212	(48,638)	123,961
Protective services	225,000	320,790	95,790	257,150
Subtotal Public Safety	2,435,540	2,900,432	464,892	2,565,101
Public Works	735,500	741,944	6,444	966,396
Welfare	205,000	252,429	47,429	253,579
Culture and Recreation:				
Swimming pool	41,312	49,572	8,260	72,420
Other	787,923	668,967	(118,956)	928,396
Subtotal Culture and Recreation	829,235	718,539	(110,696)	1,000,816
Total Charges for Services	14,493,404	11,910,845	(2,582,559)	14,039,816
Fines and Forfeits:				
Fines:				
Library	125,650	134,479	8,829	100,155
Court	3,831,577	3,632,718	(198,859)	3,773,250
Penalties	3,390,995	4,646,327	1,255,332	3,403,674
Forfeits/bail	1,723,000	1,711,315	(11,685)	1,698,869
Total Fines and Forfeits	9,071,222	10,124,839	1,053,617	8,975,948

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Miscellaneous:				
Investment earnings	\$ 5,219,000	\$ 3,773,601	\$ (1,445,399)	\$ 4,356,013
Net increase (decrease) in the fair value of investments	-	1,477,129	1,477,129	2,249,231
Rents and royalties	34,000	52,950	18,950	36,300
Contributions and donations	288,101	237,057	(51,044)	738,177
Other	3,404,922	3,542,982	138,060	3,375,964
Total Miscellaneous	8,946,023	9,083,719	137,696	10,755,685
Total Revenues	325,350,053	306,937,008	(18,413,045)	315,293,813
Expenditures by Function and Activity				
Current:				
General Government Function:				
Legislative:				
County Commissioners:				
Salaries and wages	329,035	301,226	27,809	321,197
Employee benefits	105,855	102,853	3,002	102,529
Services and supplies	425,510	182,910	242,600	150,016
Subtotal Legislative	860,400	586,989	273,411	573,742
Executive:				
County Manager:				
Administration:				
Salaries and wages	775,411	747,678	27,733	804,273
Employee benefits	220,157	210,931	9,226	225,649
Services and supplies	147,604	156,874	(9,270)	193,776
	1,143,172	1,115,483	27,689	1,223,698
Manager Grants Division:				
Services and supplies	-	-	-	49,361
Community Relations:				
Salaries and wages	431,523	402,827	28,696	489,703
Employee benefits	138,466	141,690	(3,224)	164,041
Services and supplies	329,297	306,246	23,051	327,357
	899,286	850,763	48,523	981,101
Management Services:				
Salaries and wages	407,262	396,366	10,896	476,735
Employee benefits	141,120	140,493	627	160,509
Services and supplies	358,862	361,340	(2,478)	425,323
	907,244	898,199	9,045	1,062,567

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Internal Audit:				
Salaries and wages	\$ 165,697	\$ 165,003	\$ 694	\$ 144,891
Employee benefits	52,042	51,778	264	43,997
Services and supplies	6,044	7,168	(1,124)	19,287
	<u>223,783</u>	<u>223,949</u>	<u>(166)</u>	<u>208,175</u>
Subtotal Executive	<u>3,173,485</u>	<u>3,088,394</u>	<u>85,091</u>	<u>3,524,902</u>
Elections:				
Registrar of Voters:				
Salaries and wages	1,193,503	1,298,349	(104,846)	509,877
Employee benefits	153,999	142,594	11,405	148,203
Services and supplies	1,420,460	1,327,630	92,830	249,254
Capital outlay	66,860	39,275	27,585	131,816
Subtotal Elections	<u>2,834,822</u>	<u>2,807,848</u>	<u>26,974</u>	<u>1,039,150</u>
Finance:				
Finance Department:				
Administration:				
Salaries and wages	161,255	157,819	3,436	161,819
Employee benefits	49,450	48,248	1,202	49,522
Services and supplies	1,697	1,250	447	3,630
	<u>212,402</u>	<u>207,317</u>	<u>5,085</u>	<u>214,971</u>
Comptroller:				
Salaries and wages	1,286,258	1,288,001	(1,743)	1,257,867
Employee benefits	446,216	451,778	(5,562)	436,384
Services and supplies	61,712	44,014	17,698	90,546
	<u>1,794,186</u>	<u>1,783,793</u>	<u>10,393</u>	<u>1,784,797</u>
Budget Division:				
Salaries and wages	574,241	569,257	4,984	663,069
Employee benefits	200,608	186,793	13,815	221,230
Services and supplies	21,909	17,700	4,209	26,594
	<u>796,758</u>	<u>773,750</u>	<u>23,008</u>	<u>910,893</u>
Collections Division:				
Salaries and wages	366,374	364,468	1,906	366,801
Employee benefits	136,902	134,302	2,600	134,608
Services and supplies	27,982	24,633	3,349	25,534
	<u>531,258</u>	<u>523,403</u>	<u>7,855</u>	<u>526,943</u>
Subtotal Finance Department	<u>3,334,604</u>	<u>3,288,263</u>	<u>46,341</u>	<u>3,437,604</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Treasurer:				
Salaries and wages	\$ 1,401,021	\$ 1,357,287	\$ 43,734	\$ 1,435,984
Employee benefits	516,345	498,646	17,699	508,862
Services and supplies	944,056	923,057	20,999	792,124
	<u>2,861,422</u>	<u>2,778,990</u>	<u>82,432</u>	<u>2,736,970</u>
Assessor:				
Salaries and wages	4,522,726	4,364,920	157,806	4,819,524
Employee benefits	1,497,680	1,462,478	35,202	1,627,148
Services and supplies	891,933	308,300	583,633	532,111
Capital outlay	1,188,129	550,113	638,016	-
	<u>8,100,468</u>	<u>6,685,811</u>	<u>1,414,657</u>	<u>6,978,783</u>
Subtotal Finance	<u>14,296,494</u>	<u>12,753,064</u>	<u>1,543,430</u>	<u>13,153,357</u>
Other:				
Purchasing:				
Salaries and wages	505,190	496,918	8,272	594,916
Employee benefits	172,482	171,274	1,208	202,005
Services and supplies	27,497	19,193	8,304	24,435
	<u>705,169</u>	<u>687,385</u>	<u>17,784</u>	<u>821,356</u>
Human Resources:				
Salaries and wages	1,356,679	1,251,238	105,441	1,488,029
Employee benefits	414,891	396,343	18,548	470,217
Services and supplies	722,937	483,248	239,689	565,640
	<u>2,494,507</u>	<u>2,130,829</u>	<u>363,678</u>	<u>2,523,886</u>
Clerk:				
Salaries and wages	1,158,379	1,138,774	19,605	1,170,232
Employee benefits	434,509	430,491	4,018	439,237
Services and supplies	99,326	72,190	27,136	103,663
Capital outlay	-	-	-	10,500
	<u>1,692,214</u>	<u>1,641,455</u>	<u>50,759</u>	<u>1,723,632</u>
Recorder:				
Salaries and wages	1,385,414	1,352,204	33,210	1,384,820
Employee benefits	484,961	478,017	6,944	479,248
Services and supplies	2,964,994	368,709	2,596,285	268,647
Capital outlay	280,000	147,000	133,000	65,120
	<u>5,115,369</u>	<u>2,345,930</u>	<u>2,769,439</u>	<u>2,197,835</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Technology Services:				
Administration:				
Salaries and wages	\$ 3,527,510	\$ 3,468,105	\$ 59,405	\$ 3,575,141
Employee benefits	1,166,829	1,143,900	22,929	1,147,966
Services and supplies	1,475,061	1,714,347	(239,286)	1,629,470
Capital outlay	35,533	73,681	(38,148)	7,128
	<u>6,204,933</u>	<u>6,400,033</u>	<u>(195,100)</u>	<u>6,359,705</u>
Telecommunications:				
Salaries and wages	643,739	620,511	23,228	604,715
Employee benefits	219,785	222,252	(2,467)	212,103
Services and supplies	310,308	262,116	48,192	261,619
Capital outlay	1,034	1,034	-	-
	<u>1,174,866</u>	<u>1,105,913</u>	<u>68,953</u>	<u>1,078,437</u>
Geographic Information Systems:				
Salaries and wages	1,347,444	1,334,113	13,331	1,353,111
Employee benefits	424,988	414,841	10,147	424,322
Services and supplies	1,545,858	871,529	674,329	771,035
	<u>3,318,290</u>	<u>2,620,483</u>	<u>697,807</u>	<u>2,548,468</u>
Infrastructure Preservation:				
Services and supplies	1,996,920	1,442,672	554,248	1,945,113
Capital outlay	164,210	383,825	(219,615)	232,713
	<u>2,161,130</u>	<u>1,826,497</u>	<u>334,633</u>	<u>2,177,826</u>
WINnet Service Center:				
Salaries and wages	1,014,448	1,018,817	(4,369)	1,136,155
Employee benefits	361,478	344,901	16,577	373,404
Services and supplies	851,958	508,689	343,269	927,649
Capital outlay	-	-	-	8,007
	<u>2,227,884</u>	<u>1,872,407</u>	<u>355,477</u>	<u>2,445,215</u>
Subtotal Technology Services	<u>15,087,103</u>	<u>13,825,333</u>	<u>1,261,770</u>	<u>14,609,651</u>
General Services:				
Administration:				
Salaries and wages	958,558	939,808	18,750	979,858
Employee benefits	393,545	381,094	12,451	393,803
Services and supplies	1,116,281	895,293	220,988	1,029,337
	<u>2,468,384</u>	<u>2,216,195</u>	<u>252,189</u>	<u>2,402,998</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Facilities Services:				
Salaries and wages	\$ 2,607,513	\$ 2,499,243	\$ 108,270	\$ 2,647,210
Employee benefits	923,436	895,155	28,281	942,189
Services and supplies	10,138,156	8,804,241	1,333,915	9,067,109
Capital outlay	683,036	219,213	463,823	122,954
	<u>14,352,141</u>	<u>12,417,852</u>	<u>1,934,289</u>	<u>12,779,462</u>
Subtotal General Services	<u>16,820,525</u>	<u>14,634,047</u>	<u>2,186,478</u>	<u>15,182,460</u>
Community Development:				
Salaries and wages	1,984,722	1,987,302	(2,580)	2,006,158
Employee benefits	633,074	628,409	4,665	608,336
Services and supplies	669,429	605,809	63,620	881,669
	<u>3,287,225</u>	<u>3,221,520</u>	<u>65,705</u>	<u>3,496,163</u>
Accrued Benefits:				
Salaries and wages	3,250,000	2,838,774	411,226	1,964,702
Employee benefits	4,250,000	4,489,180	(239,180)	26,638
	<u>7,500,000</u>	<u>7,327,954</u>	<u>172,046</u>	<u>1,991,340</u>
Subtotal Other	<u>52,702,112</u>	<u>45,814,453</u>	<u>6,887,659</u>	<u>42,546,323</u>
Total General Government Function	<u>73,867,313</u>	<u>65,050,748</u>	<u>8,816,565</u>	<u>60,837,474</u>
Judicial Function:				
District Courts:				
Administration:				
Salaries and wages	1,082,925	1,079,280	3,645	1,081,893
Employee benefits	358,806	351,868	6,938	343,618
Services and supplies	542,247	485,019	57,228	464,418
Capital outlay	20,000	43,853	(23,853)	-
	<u>2,003,978</u>	<u>1,960,020</u>	<u>43,958</u>	<u>1,889,929</u>
General Jurisdiction:				
Salaries and wages	3,464,248	3,428,525	35,723	3,484,047
Employee benefits	1,258,837	1,228,665	30,172	1,247,193
Services and supplies	1,479,633	1,419,004	60,629	1,492,528
	<u>6,202,718</u>	<u>6,076,194</u>	<u>126,524</u>	<u>6,223,768</u>
Family Court:				
Salaries and wages	3,305,327	3,289,113	16,214	3,298,060
Employee benefits	1,154,708	1,044,322	110,386	1,073,105
Services and supplies	565,556	501,831	63,725	476,562
	<u>5,025,591</u>	<u>4,835,266</u>	<u>190,325</u>	<u>4,847,727</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Pre-trial Services:				
Salaries and wages	\$ 1,332,966	\$ 1,343,631	\$ (10,665)	\$ 1,340,376
Employee benefits	435,769	428,419	7,350	426,734
Services and supplies	51,489	30,719	20,770	44,486
	<u>1,820,224</u>	<u>1,802,769</u>	<u>17,455</u>	<u>1,811,596</u>
Specialty Courts Division:				
Salaries and wages	499,954	514,407	(14,453)	505,175
Employee benefits	196,325	172,512	23,813	169,511
Services and supplies	1,008,115	878,497	129,618	822,732
	<u>1,704,394</u>	<u>1,565,416</u>	<u>138,978</u>	<u>1,497,418</u>
Subtotal District Courts	<u>16,756,905</u>	<u>16,239,665</u>	<u>517,240</u>	<u>16,270,438</u>
District Attorney:				
Criminal Division:				
Salaries and wages	8,726,515	8,576,566	149,949	8,543,003
Employee benefits	2,956,987	2,932,591	24,396	2,849,351
Services and supplies	899,758	783,009	116,749	927,311
	<u>12,583,260</u>	<u>12,292,166</u>	<u>291,094</u>	<u>12,319,665</u>
CARES/SART:				
Salaries and wages	49,219	49,052	167	42,592
Employee benefits	17,324	17,254	70	14,941
Services and supplies	299,218	203,397	95,821	261,077
	<u>365,761</u>	<u>269,703</u>	<u>96,058</u>	<u>318,610</u>
Family Support Enforcement:				
Salaries and wages	3,226,964	2,537,300	689,664	3,428,453
Employee benefits	1,219,576	928,258	291,318	1,277,072
Services and supplies	359,956	135,561	224,395	219,196
Capital outlay	-	-	-	17,840
	<u>4,806,496</u>	<u>3,601,119</u>	<u>1,205,377</u>	<u>4,942,561</u>
Civil Division:				
Salaries and wages	2,496,479	2,377,573	118,906	2,531,445
Employee benefits	780,167	738,827	41,340	782,028
Services and supplies	153,782	115,360	38,422	105,128
	<u>3,430,428</u>	<u>3,231,760</u>	<u>198,668</u>	<u>3,418,601</u>
Grants and Designated:				
Services and supplies	137,706	55,682	82,024	74,604
Capital outlay	22,407	22,407	-	-
	<u>160,113</u>	<u>78,089</u>	<u>82,024</u>	<u>74,604</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Drug Forfeitures:				
Salaries and wages	\$ 100,016	\$ 81,888	\$ 18,128	\$ 94,975
Employee benefits	34,996	28,988	6,008	33,485
Services and supplies	90,996	14,531	76,465	69,097
	<u>226,008</u>	<u>125,407</u>	<u>100,601</u>	<u>197,557</u>
Subtotal District Attorney	<u>21,572,066</u>	<u>19,598,244</u>	<u>1,973,822</u>	<u>21,271,598</u>
Law Library:				
Salaries and wages	418,444	424,497	(6,053)	436,566
Employee benefits	146,088	145,792	296	141,717
Services and supplies	286,360	285,834	526	424,417
	<u>850,892</u>	<u>856,123</u>	<u>(5,231)</u>	<u>1,002,700</u>
Public Defense:				
Public Defender:				
Salaries and wages	4,902,653	4,913,544	(10,891)	4,751,823
Employee benefits	1,580,177	1,541,524	38,653	1,514,406
Services and supplies	806,061	748,929	57,132	796,700
	<u>7,288,891</u>	<u>7,203,997</u>	<u>84,894</u>	<u>7,062,929</u>
Alternative Public Defender:				
Salaries and wages	1,245,558	1,260,027	(14,469)	1,212,478
Employee benefits	403,359	387,180	16,179	381,034
Services and supplies	162,771	134,869	27,902	97,548
	<u>1,811,688</u>	<u>1,782,076</u>	<u>29,612</u>	<u>1,691,060</u>
Conflict Counsel:				
Services and supplies	1,742,581	1,724,130	18,451	422,848
Subtotal Public Defense	<u>10,843,160</u>	<u>10,710,203</u>	<u>132,957</u>	<u>9,176,837</u>
Justice Courts:				
Incline Justice Court:				
Salaries and wages	243,187	238,668	4,519	302,484
Employee benefits	80,902	81,785	(883)	84,379
Services and supplies	105,788	94,481	11,307	80,239
	<u>429,877</u>	<u>414,934</u>	<u>14,943</u>	<u>467,102</u>
Reno Justice Court:				
Salaries and wages	3,293,933	3,206,730	87,203	3,128,001
Employee benefits	1,062,312	1,035,124	27,188	1,013,575
Services and supplies	555,286	464,068	91,218	519,468
Capital outlay	48,000	48,000	-	-
	<u>4,959,531</u>	<u>4,753,922</u>	<u>205,609</u>	<u>4,661,044</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Sparks Justice Court:				
Salaries and wages	\$ 1,440,805	\$ 1,384,809	\$ 55,996	\$ 1,376,003
Employee benefits	472,777	452,727	20,050	456,534
Services and supplies	377,025	337,265	39,760	328,709
	<u>2,290,607</u>	<u>2,174,801</u>	<u>115,806</u>	<u>2,161,246</u>
Wadsworth Justice Court:				
Salaries and wages	178,226	162,504	15,722	158,725
Employee benefits	47,583	56,226	(8,643)	48,061
Services and supplies	15,119	9,582	5,537	7,235
	<u>240,928</u>	<u>228,312</u>	<u>12,616</u>	<u>214,021</u>
Subtotal Justice Courts	<u>7,920,943</u>	<u>7,571,969</u>	<u>348,974</u>	<u>7,503,413</u>
Incline Constable:				
Salaries and wages	182,601	177,878	4,723	112,406
Employee benefits	40,586	40,948	(362)	40,427
Services and supplies	80,192	76,940	3,252	55,989
Subtotal Incline Constable	<u>303,379</u>	<u>295,766</u>	<u>7,613</u>	<u>208,822</u>
Total Judicial Function	<u>58,247,345</u>	<u>55,271,970</u>	<u>2,975,375</u>	<u>55,433,808</u>
Public Safety Function:				
Police:				
Sheriff				
Sheriff Operations:				
Salaries and wages	4,392,155	4,050,733	341,422	4,106,192
Employee benefits	1,902,265	1,782,348	119,917	1,792,757
Services and supplies	563,256	425,995	137,261	423,895
	<u>6,857,676</u>	<u>6,259,076</u>	<u>598,600</u>	<u>6,322,844</u>
Grants Division:				
Salaries and wages	3,260,882	848,458	2,412,424	385,823
Employee benefits	-	203,082	(203,082)	79,639
Services and supplies	4,149,928	1,720,094	2,429,834	1,343,640
Capital outlay	2,562,774	1,106,381	1,456,393	538,991
	<u>9,973,584</u>	<u>3,878,015</u>	<u>6,095,569</u>	<u>2,348,093</u>
Administration:				
Salaries and wages	4,841,310	4,256,178	585,132	4,183,713
Employee benefits	1,694,206	1,633,569	60,637	1,562,613
Services and supplies	1,797,568	1,435,039	362,529	1,350,398
	<u>8,333,084</u>	<u>7,324,786</u>	<u>1,008,298</u>	<u>7,096,724</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Detectives:				
Salaries and wages	\$ 2,858,769	\$ 3,060,015	\$ (201,246)	\$ 2,779,427
Employee benefits	1,260,393	1,369,240	(108,847)	1,296,389
Services and supplies	317,214	290,682	26,532	307,741
	<u>4,436,376</u>	<u>4,719,937</u>	<u>(283,561)</u>	<u>4,383,557</u>
Patrol:				
Salaries and wages	12,555,439	13,059,849	(504,410)	12,726,742
Employee benefits	5,538,587	5,587,396	(48,809)	5,580,708
Services and supplies	2,560,764	2,259,754	301,010	2,228,505
Capital outlay	201,666	-	201,666	43,116
	<u>20,856,456</u>	<u>20,906,999</u>	<u>(50,543)</u>	<u>20,579,071</u>
Subtotal Sheriff	<u>50,457,176</u>	<u>43,088,813</u>	<u>7,368,363</u>	<u>40,730,289</u>
Detention Facility:				
Salaries and wages	27,312,425	27,433,546	(121,121)	27,049,869
Employee benefits	13,080,689	12,715,939	364,750	12,637,527
Services and supplies	9,160,300	8,655,223	505,077	8,520,181
Capital outlay	-	16,150	(16,150)	15,795
	<u>49,553,414</u>	<u>48,820,858</u>	<u>732,556</u>	<u>48,223,372</u>
Subtotal Sheriff and Detention	<u>100,010,590</u>	<u>91,909,671</u>	<u>8,100,919</u>	<u>88,953,661</u>
Medical Examiner:				
Salaries and wages	1,156,122	1,073,799	82,323	1,168,213
Employee benefits	362,109	320,364	41,745	353,100
Services and supplies	684,854	497,633	187,221	280,808
Capital outlay	41,744	39,249	2,495	104,677
	<u>2,244,829</u>	<u>1,931,045</u>	<u>313,784</u>	<u>1,906,798</u>
Subtotal Police	<u>102,255,419</u>	<u>93,840,716</u>	<u>8,414,703</u>	<u>90,860,459</u>
Fire Suppression:				
Salaries and wages	-	-	-	6,056
Employee benefits	6,000	8,303	(2,303)	10,539
Services and supplies	243,284	232,043	11,241	287,948
Capital outlay	-	-	-	126,363
	<u>249,284</u>	<u>240,346</u>	<u>8,938</u>	<u>430,906</u>
Juvenile Services:				
Administration				
Salaries and wages	614,792	591,953	22,839	567,679
Employee benefits	204,399	201,034	3,365	189,722
Services and supplies	406,670	301,350	105,320	348,582
	<u>1,225,861</u>	<u>1,094,337</u>	<u>131,524</u>	<u>1,105,983</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Probation Services:				
Salaries and wages	\$ 2,949,216	\$ 2,974,698	\$ (25,482)	\$ 2,910,164
Employee benefits	1,347,134	1,328,480	18,654	1,318,783
Services and supplies	455,994	351,088	104,906	391,312
	<u>4,752,344</u>	<u>4,654,266</u>	<u>98,078</u>	<u>4,620,259</u>
Grants Division:				
Salaries and wages	137,745	150,806	(13,061)	187,021
Employee benefits	81,762	75,264	6,498	87,287
Services and supplies	665,321	308,094	357,227	282,770
	<u>884,828</u>	<u>534,164</u>	<u>350,664</u>	<u>557,078</u>
Detention:				
Salaries and wages	3,851,974	3,770,970	81,004	3,748,835
Employee benefits	1,245,245	1,232,375	12,870	1,228,343
Services and supplies	352,703	300,100	52,603	296,819
	<u>5,449,922</u>	<u>5,303,445</u>	<u>146,477</u>	<u>5,273,997</u>
Early Intervention Services:				
Salaries and wages	2,036,558	1,964,791	71,767	2,165,701
Employee benefits	715,479	698,952	16,527	764,561
Services and supplies	210,856	171,252	39,604	212,176
	<u>2,962,893</u>	<u>2,834,995</u>	<u>127,898</u>	<u>3,142,438</u>
Subtotal Juvenile Services	<u>15,275,848</u>	<u>14,421,207</u>	<u>854,641</u>	<u>14,699,755</u>
Protective Services:				
Alternative Sentencing:				
Salaries and wages	650,214	479,008	171,206	353,399
Employee benefits	181,028	203,144	(22,116)	149,868
Services and supplies	93,957	69,463	24,494	52,764
	<u>925,199</u>	<u>751,615</u>	<u>173,584</u>	<u>556,031</u>
Emergency Management:				
Salaries and wages	380,386	160,279	220,107	161,720
Employee benefits	103,601	45,772	57,829	45,897
Services and supplies	1,649,202	1,160,466	488,736	941,188
Capital outlay	732,769	49,152	683,617	-
	<u>2,865,958</u>	<u>1,415,669</u>	<u>1,450,289</u>	<u>1,148,805</u>
Public Administrator:				
Salaries and wages	686,954	683,553	3,401	693,235
Employee benefits	236,448	238,316	(1,868)	235,973
Services and supplies	64,044	50,215	13,829	53,361
	<u>987,446</u>	<u>972,084</u>	<u>15,362</u>	<u>982,569</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Public Guardian:				
Salaries and wages	\$ 1,224,612	\$ 1,219,361	\$ 5,251	\$ 1,203,719
Employee benefits	422,277	423,909	(1,632)	414,293
Services and supplies	95,113	71,143	23,970	200,821
Capital outlay	-	-	-	21,038
	<u>1,742,002</u>	<u>1,714,413</u>	<u>27,589</u>	<u>1,839,871</u>
Subtotal Protective Services	<u>6,520,605</u>	<u>4,853,781</u>	<u>1,666,824</u>	<u>4,527,276</u>
Total Public Safety Function	<u>124,301,156</u>	<u>113,356,050</u>	<u>10,945,106</u>	<u>110,518,396</u>
Public Works Function:				
Public Works Administration:				
Salaries and wages	454,139	465,064	(10,925)	442,554
Employee benefits	155,373	147,940	7,433	141,213
Services and supplies	78,937	45,915	33,022	125,874
	<u>688,449</u>	<u>658,919</u>	<u>29,530</u>	<u>709,641</u>
Infrastructure Preservation:				
Salaries and wages	-	-	-	3,470
Employee benefits	-	-	-	48
Services and supplies	12,169	71,035	(58,866)	165,354
Capital outlay	2,077,155	1,891,000	186,155	4,029,661
	<u>2,089,324</u>	<u>1,962,035</u>	<u>127,289</u>	<u>4,198,533</u>
Public Works Projects Administration:				
Salaries and wages	505,850	477,411	28,439	540,217
Employee benefits	166,818	157,535	9,283	179,774
Services and supplies	31,558	25,185	6,373	37,138
	<u>704,226</u>	<u>660,131</u>	<u>44,095</u>	<u>757,129</u>
Roads:				
Salaries and wages	4,452,367	4,299,171	153,196	4,508,414
Employee benefits	1,768,847	1,719,931	48,916	1,820,564
Services and supplies	5,145,883	5,999,552	(853,669)	5,272,923
Capital outlay	-	-	-	14,422
	<u>11,367,097</u>	<u>12,018,654</u>	<u>(651,557)</u>	<u>11,616,323</u>
Engineering:				
Salaries and wages	1,521,018	1,433,796	87,222	1,634,935
Employee benefits	516,783	495,742	21,041	551,234
Services and supplies	1,524,150	565,040	959,110	664,246
Capital outlay	640,201	165,547	474,654	282,320
	<u>4,202,152</u>	<u>2,660,125</u>	<u>1,542,027</u>	<u>3,132,735</u>
Total Public Works Function	<u>19,051,248</u>	<u>17,959,864</u>	<u>1,091,384</u>	<u>20,414,361</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Health and Sanitation Function:				
Services and supplies	\$ 1,707,191	\$ 1,707,191	\$ -	\$ 1,910,756
Welfare Function:				
Social Services Administration:				
Salaries and wages	806,669	772,831	33,838	844,611
Employee benefits	329,263	296,349	32,914	320,288
Services and supplies	28,563	20,818	7,745	20,990
	<u>1,164,495</u>	<u>1,089,998</u>	<u>74,497</u>	<u>1,185,889</u>
Direct Assistance:				
General Assistance:				
Salaries and wages	7,584	-	7,584	-
Employee benefits	24,653	-	24,653	-
Services and supplies	827,014	859,175	(32,161)	818,430
	<u>859,251</u>	<u>859,175</u>	<u>76</u>	<u>818,430</u>
Medical Assistance Indigent:				
Salaries and wages	1,895,450	1,821,093	74,357	1,834,985
Employee benefits	636,547	650,163	(13,616)	635,078
Services and supplies	9,385,932	9,446,673	(60,741)	8,958,194
	<u>11,917,929</u>	<u>11,917,929</u>	<u>-</u>	<u>11,428,257</u>
Subtotal Direct Assistance	<u>12,777,180</u>	<u>12,777,104</u>	<u>76</u>	<u>12,246,687</u>
Total Welfare Function	<u>13,941,675</u>	<u>13,867,102</u>	<u>74,573</u>	<u>13,432,576</u>
Culture and Recreation Function:				
Library Administration:				
Salaries and wages	6,749,016	6,835,037	(86,021)	7,349,431
Employee benefits	2,543,755	2,335,209	208,546	2,477,205
Services and supplies	1,367,824	1,278,189	89,635	2,032,398
Capital outlay	-	-	-	22,133
	<u>10,660,595</u>	<u>10,448,435</u>	<u>212,160</u>	<u>11,881,167</u>
Library Grants Division:				
Services and supplies	297,096	151,020	146,076	168,915
Subtotal Library	<u>10,957,691</u>	<u>10,599,455</u>	<u>358,236</u>	<u>12,050,082</u>
Regional Parks and Open Space:				
Administration:				
Salaries and wages	646,351	636,675	9,676	799,705
Employee benefits	227,283	225,668	1,615	282,077
Services and supplies	170,398	104,430	65,968	224,083
	<u>1,044,032</u>	<u>966,773</u>	<u>77,259</u>	<u>1,305,865</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Planning and Development:				
Salaries and wages	\$ 307,498	\$ 305,525	\$ 1,973	\$ 310,127
Employee benefits	103,903	107,737	(3,834)	103,520
Services and supplies	201,164	131,185	69,979	295,710
Capital outlay	-	-	-	1,015
	<u>612,565</u>	<u>544,447</u>	<u>68,118</u>	<u>710,372</u>
Recreation Programs:				
Salaries and wages	62,203	67,742	(5,539)	284,488
Employee benefits	19,526	20,720	(1,194)	88,714
Services and supplies	9,254	7,570	1,684	36,515
	<u>90,983</u>	<u>96,032</u>	<u>(5,049)</u>	<u>409,717</u>
Parks Operations:				
Salaries and wages	2,629,982	2,510,930	119,052	2,676,652
Employee benefits	879,618	845,719	33,899	755,815
Services and supplies	1,518,536	1,241,926	276,610	1,445,734
Capital outlay	-	-	-	14,500
	<u>5,028,136</u>	<u>4,598,575</u>	<u>429,561</u>	<u>4,892,701</u>
Infrastructure Preservation:				
Services and supplies	164,290	134,841	29,449	190,804
Capital outlay	57,664	53,406	4,258	148,725
	<u>221,954</u>	<u>188,247</u>	<u>33,707</u>	<u>339,529</u>
Subtotal Parks	<u>6,997,670</u>	<u>6,394,074</u>	<u>603,596</u>	<u>7,658,184</u>
Total Culture and Recreation Function	<u>17,955,361</u>	<u>16,993,529</u>	<u>961,832</u>	<u>19,708,266</u>
Community Support Function:				
Services and supplies	<u>2,428,482</u>	<u>1,661,739</u>	<u>766,743</u>	<u>1,555,008</u>
Budget Shortfall Reduction:				
Services and supplies	<u>2,435,254</u>	<u>-</u>	<u>2,435,254</u>	<u>-</u>

(CONTINUED)

**WASHOE COUNTY
GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Intergovernmental Expenditures:				
Indigent Insurance Program	\$ 2,232,583	\$ 2,219,401	\$ 13,182	\$ 2,095,456
China Springs Youth Facility	65,918	65,918	-	65,918
Reno/Sparks Apportionment	1,109,677	1,109,676	1	1,084,455
Public Health Levy	800,000	-	800,000	-
Ethics Commission Assessment	18,216	17,887	329	16,848
Total Intergovernmental Expenditures	4,226,394	3,412,882	813,512	3,262,677
Total Expenditures	318,161,419	289,281,075	28,880,344	287,073,322
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,188,634	17,655,933	10,467,299	28,220,491
Other Financing Sources (Uses)				
Proceeds from asset disposition	-	24,327	24,327	161,420
Transfers:				
Special Revenue Funds	55,195	36,195	(19,000)	1,000,000
Internal Service Funds	8,780,000	-	(8,780,000)	-
Special Revenue Funds	(17,799,922)	(13,893,970)	3,905,952	(19,101,869)
Debt Service Funds	(6,069,519)	(6,069,519)	-	(7,596,381)
Capital Projects Funds	(309,000)	(309,000)	-	(836,540)
Enterprise Funds	(76,534)	(76,784)	(250)	(213,750)
Internal Service Funds	(3,585,000)	(3,585,000)	-	-
Contingency	(153,623)	-	153,623	-
Total Other Financing Sources (Uses)	(19,158,403)	(23,873,751)	(4,715,348)	(26,587,120)
Net Change in Fund Balances	(11,969,769)	(6,217,818)	5,751,951	1,633,371
Fund Balances, July 1	34,564,382	43,322,117	8,757,735	41,688,746
Fund Balances, June 30	\$ 22,594,613	\$ 37,104,299	\$ 14,509,686	\$ 43,322,117



This Page Intentionally Left Blank



SPECIAL REVENUE FUNDS



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes. The General Funds of Truckee Meadows Fire Protection District and Sierra Fire Protection District, component units, are classified as special revenue funds for financial reporting purposes.

Nonmajor Special Revenue Funds:

Page

Health Fund

To account for grants, user fees and other revenue sources specifically dedicated to on-going health programs and services. 104

Indigent Tax Levy Fund

To account for ad valorem tax revenues and investment earnings specifically appropriated to provide medical assistance to the indigent. 106

Child Protective Services Fund

To account for ad valorem taxes, grants and other revenue sources specifically appropriated to protect against the neglect, abandonment and abuse of children 107

Senior Services Fund

To account for grants, charges for services and ad valorem taxes specifically appropriated to provide services for senior citizens. 108

May Foundation Fund

To account for the operations of the May Museum, the May Arboretum and the Great Adventure at Rancho San Rafael Park. 109

Enhanced 911 Fund

To account for Enhanced 911 fees specifically appropriated for the enhancement of the telephone system for reporting emergencies..... 110

Stabilization Fund

To stabilize the operations of Washoe County by providing funds, subject to statutory limitations, if total actual general fund revenues fall short of total budgeted revenues..... 111

Library Expansion Fund

To account for ad valorem taxes and investment earnings specifically appropriated to fund expansion of the library system. 112

Animal Services Fund

To account for ad valorem taxes and related investment earnings specifically appropriated to operate a regional animal services shelter and to provide regional field enforcement operations 113

Regional Public Safety Training Center Fund

To account for the operations and management of a public safety training center for the benefit of local public safety agencies 114

Truckee River Flood Management Infrastructure Fund

To account for resources derived from 0.125% infrastructure sales tax and related investment earnings specifically appropriated to fund the Truckee River Flood Management Project and related debt service 115

(Continued)

Nonmajor Special Revenue Funds (continued):

Page

Regional Communication System Fund

To account for the development, operations and management of the regional communications system for the benefit of participating public safety and non-public safety agencies 116

Central Truckee Meadows Remediation District Fund

To account for resources derived from remediation fees and related investment earnings specifically appropriated for the remediation of the quality of water in the Central Truckee Meadows Remediation District 117

Other Restricted Fund

To account 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, and court administrative assessments for court projects 118

Truckee Meadows Fire Protection District – General Fund

A component unit. To account for ad valorem taxes, consolidated taxes and other revenue sources specifically appropriated to fund fire protection to unincorporated areas of Washoe County. 120

Truckee Meadows Fire Protection District – Stabilization Fund

A component unit. To stabilize the operations of the fire district by providing funds, subject to statutory limitations, if total actual TMFPD general fund revenues fall short of total budgeted revenues. 121

Truckee Meadows Fire Protection District – Pre-Funded Retiree Health Benefits Fund

A component unit. To account for resources designated to pay for retiree medical costs 122

Truckee Meadows Fire Protection District – Emergency Fund

A component unit. To account for resources designated for unforeseen emergencies..... 123

Sierra Fire Protection District – General Fund

A component unit. To account for ad valorem taxes, consolidated taxes and other revenue sources specifically appropriated to fund fire protection to unincorporated areas of Washoe County 124

Sierra Fire Protection District – Pre-Funded Retiree Health Benefits Fund

A component unit. To account for resources designated to pay for retiree medical costs 125

Sierra Fire Protection District – Emergency Fund

A component unit. To account for resources designated for unforeseen emergencies..... 126



This Page Intentionally Left Blank

**WASHOE COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2009**

	<u>Health Fund</u>	<u>Indigent Tax Levy Fund</u>	<u>Child Protective Services Fund</u>	<u>Senior Services Fund</u>	<u>May Foundation Fund</u>
Assets					
Cash and investments	\$ 1,770,798	\$ 4,128,258	\$ 3,970,975	\$ 819,437	\$ 550,966
Restricted cash and investments	-	-	-	-	-
Accounts receivable	39,702	-	-	-	-
Consolidated tax receivable	-	-	-	-	-
Property taxes receivable	-	302,999	150,347	37,623	-
Other taxes receivable	-	-	-	-	-
Interest receivable	-	27,616	-	-	-
Due from other governments	963,534	-	10,294,621	169,783	-
Inventory	-	-	-	-	-
Deposits	-	-	-	-	-
Total Assets	<u>\$ 2,774,034</u>	<u>\$ 4,458,873</u>	<u>\$ 14,415,943</u>	<u>\$ 1,026,843</u>	<u>\$ 550,966</u>
Liabilities					
Accounts payable	\$ 109,742	\$ 1,234,582	\$ 1,408,718	\$ 98,848	\$ 6,343
Accrued salaries and benefits	396,304	-	430,491	65,080	18,607
Contracts/retention payable	-	-	-	-	-
Due to other governments	32,363	637,313	35,984	3,339	-
Deposits	-	-	-	22,270	50,472
Deferred/unearned revenue	248,191	241,350	206,761	171,736	-
Total Liabilities	<u>786,600</u>	<u>2,113,245</u>	<u>2,081,954</u>	<u>361,273</u>	<u>75,422</u>
Fund Balances					
Reserved for:					
Debt Service	-	-	-	-	-
Projects	341,225	-	100,984	105,040	103,268
Claims	-	-	-	-	-
Inventory	-	-	-	-	-
Unreserved:					
Designated/encumbrances	-	-	268,508	-	1,067
Designated/future years expenditures	1,646,209	2,345,628	11,964,497	560,530	371,209
Undesignated	-	-	-	-	-
Total Fund Balances	<u>1,987,434</u>	<u>2,345,628</u>	<u>12,333,989</u>	<u>665,570</u>	<u>475,544</u>
Total Liabilities/ Fund Balances	<u>\$ 2,774,034</u>	<u>\$ 4,458,873</u>	<u>\$ 14,415,943</u>	<u>\$ 1,026,843</u>	<u>\$ 550,966</u>

<u>Enhanced 911 Fund</u>	<u>Stabilization Fund</u>	<u>Library Expansion Fund</u>	<u>Animal Services Fund</u>	<u>Regional Public Safety Training Center Fund</u>	<u>Truckee River Flood Management Infrastructure Fund</u>
\$ 1,073,496	\$ 2,250,000	\$ 769,055	\$ 4,003,158	\$ 410,972	\$ 18,859,946
-	-	-	-	-	4,270,028
146,512	-	-	60,096	-	11,901
-	-	-	-	-	-
-	-	74,850	116,235	-	-
-	-	-	-	-	1,137,107
4,320	-	5,459	16,026	2,209	88,092
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	35,000
<u>\$ 1,224,328</u>	<u>\$ 2,250,000</u>	<u>\$ 849,364</u>	<u>\$ 4,195,515</u>	<u>\$ 413,181</u>	<u>\$ 24,402,074</u>
\$ 49,027	\$ -	\$ 26,976	\$ 36,662	\$ 9,936	\$ 200,046
-	-	40,516	56,588	8,554	30,207
-	-	-	-	-	-
54,055	-	-	-	-	-
-	-	-	-	-	4,780
-	-	59,539	136,032	-	-
<u>103,082</u>	<u>-</u>	<u>127,031</u>	<u>229,282</u>	<u>18,490</u>	<u>235,033</u>
-	-	-	-	-	4,270,028
-	-	-	25,157	-	-
-	-	-	-	-	-
-	-	-	-	-	-
1,925	-	-	2,375	2,331	362,742
1,119,321	2,250,000	722,333	3,938,701	392,360	19,534,271
-	-	-	-	-	-
<u>1,121,246</u>	<u>2,250,000</u>	<u>722,333</u>	<u>3,966,233</u>	<u>394,691</u>	<u>24,167,041</u>
<u>\$ 1,224,328</u>	<u>\$ 2,250,000</u>	<u>\$ 849,364</u>	<u>\$ 4,195,515</u>	<u>\$ 413,181</u>	<u>\$ 24,402,074</u>

(CONTINUED)

**WASHOE COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2009**

	Regional Communications System Fund	Central Truckee Meadows Remediation District Fund	Other Restricted Fund	TMFPD General Fund	TMFPD Stabilization Fund
Assets					
Cash and investments	\$ 1,221,585	\$ 7,441,416	\$ 4,528,155	\$ 2,758,602	\$ 521,844
Restricted cash and investments	-	-	804,568	-	-
Accounts receivable	-	33,276	-	-	-
Consolidated tax receivable	-	-	-	820,021	-
Property taxes receivable	-	-	37,623	294,562	-
Other taxes receivable	-	-	269,095	168,106	-
Interest receivable	5,275	34,293	-	18,501	2,344
Due from other governments	51,505	-	-	-	-
Inventory	-	-	-	221,957	-
Deposits	37,438	-	-	-	-
Total Assets	\$ 1,315,803	\$ 7,508,985	\$ 5,639,441	\$ 4,281,749	\$ 524,188
Liabilities					
Accounts payable	\$ 120,899	\$ 109,384	\$ 45,470	\$ 5,633	\$ -
Accrued salaries and benefits	9,587	6,782	-	-	-
Contracts/retention payable	-	64,348	-	-	-
Due to other governments	-	89,358	47,397	61,506	-
Deposits	-	-	-	-	-
Deferred/unearned revenue	20,942	25,971	29,938	225,443	-
Total Liabilities	151,428	295,843	122,805	292,582	-
Fund Balances					
Reserved for:					
Debt Service	-	-	860,850	-	-
Projects	-	-	4,655,786	-	-
Claims	-	-	-	-	-
Inventory	-	-	-	221,957	-
Unreserved:					
Designated/encumbrances	181,337	1,319,643	-	58,464	-
Designated/future years expenditures	983,038	5,893,499	-	3,107,012	517,091
Undesignated	-	-	-	601,734	7,097
Total Fund Balances	1,164,375	7,213,142	5,516,636	3,989,167	524,188
Total Liabilities/ Fund Balances	\$ 1,315,803	\$ 7,508,985	\$ 5,639,441	\$ 4,281,749	\$ 524,188

TMFPD Pre-Funded Retiree Health Benefits Fund	TMFPD Emergency Fund	SFPD General Fund	SFPD Pre-Funded Retiree Health Benefits Fund	SFPD Emergency Fund	Total
\$ 5,066,291	\$ 981,901	\$ 2,267,952	\$ 397,099	\$ 1,000,000	\$ 64,791,906
-	-	-	-	-	5,074,596
-	-	-	-	-	291,487
-	-	187,970	-	-	1,007,991
-	-	206,635	-	-	1,220,874
-	-	59,872	-	-	1,634,180
23,000	-	16,044	1,762	-	244,941
-	-	125,521	-	-	11,604,964
-	-	-	-	-	221,957
-	-	-	-	-	72,438
<u>\$ 5,089,291</u>	<u>\$ 981,901</u>	<u>\$ 2,863,994</u>	<u>\$ 398,861</u>	<u>\$ 1,000,000</u>	<u>\$ 86,165,334</u>
\$ -	\$ -	\$ 247,484	\$ -	\$ -	\$ 3,709,750
-	-	314,314	-	-	1,377,030
-	-	-	-	-	64,348
-	-	90	-	-	961,405
-	-	-	-	-	77,522
-	-	159,092	-	-	1,524,995
-	-	720,980	-	-	7,715,050
-	-	-	-	-	5,130,878
-	-	-	-	-	5,331,460
5,089,291	-	-	398,861	-	5,488,152
-	-	-	-	-	221,957
-	-	59,844	-	-	2,258,236
-	950,000	1,541,240	-	900,000	58,736,939
-	31,901	541,930	-	100,000	1,282,662
<u>5,089,291</u>	<u>981,901</u>	<u>2,143,014</u>	<u>398,861</u>	<u>1,000,000</u>	<u>78,450,284</u>
<u>\$ 5,089,291</u>	<u>\$ 981,901</u>	<u>\$ 2,863,994</u>	<u>\$ 398,861</u>	<u>\$ 1,000,000</u>	<u>\$ 86,165,334</u>

**WASHOE COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Health Fund</u>	<u>Indigent Tax Levy Fund</u>	<u>Child Protective Services Fund</u>	<u>Senior Services Fund</u>	<u>May Foundation Fund</u>
Revenues					
Taxes:					
Ad valorem	\$ -	\$ 11,824,548	\$ 5,917,629	\$ 1,479,410	\$ -
Car rental fee	-	-	-	-	-
Licenses and permits	1,315,734	-	25,344	-	-
Intergovernmental revenues	6,714,422	-	27,386,367	1,447,916	-
Charges for services	1,705,816	204,402	4,273,762	629,819	299,800
Fines and forfeits	-	-	-	-	-
Miscellaneous	1,269	325,272	38,000	207,049	315,821
Total Revenues	<u>9,737,241</u>	<u>12,354,222</u>	<u>37,641,102</u>	<u>3,764,194</u>	<u>615,621</u>
Expenditures					
Current:					
Judicial	-	-	-	-	-
Public safety	-	-	-	-	-
Health and sanitation	18,548,176	-	-	-	-
Welfare	-	11,359,509	36,065,029	-	-
Culture and recreation	-	-	-	4,109,160	815,620
Intergovernmental	-	-	-	-	-
Debt Service:					
Debt service fees and other fiscal charges	-	-	-	-	-
Total Expenditures	<u>18,548,176</u>	<u>11,359,509</u>	<u>36,065,029</u>	<u>4,109,160</u>	<u>815,620</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(8,810,935)</u>	<u>994,713</u>	<u>1,576,073</u>	<u>(344,966)</u>	<u>(199,999)</u>
Other Financing Sources (Uses)					
Proceeds from asset disposition	-	-	-	-	-
Debt issued	-	-	-	-	-
Transfers in	9,451,463	-	1,570,183	306,000	331,700
Transfers out	-	-	(400,000)	-	-
Total Other Financing Sources (Uses)	<u>9,451,463</u>	<u>-</u>	<u>1,170,183</u>	<u>306,000</u>	<u>331,700</u>
Net Change in Fund Balances	640,528	994,713	2,746,256	(38,966)	131,701
Fund Balances, July 1, As Restated	<u>1,346,906</u>	<u>1,350,915</u>	<u>9,587,733</u>	<u>704,536</u>	<u>343,843</u>
Fund Balances, June 30	<u>\$ 1,987,434</u>	<u>\$ 2,345,628</u>	<u>\$ 12,333,989</u>	<u>\$ 665,570</u>	<u>\$ 475,544</u>

<u>Enhanced 911 Fund</u>	<u>Stabilization Fund</u>	<u>Library Expansion Fund</u>	<u>Animal Services Fund</u>	<u>Regional Public Safety Training Center Fund</u>	<u>Truckee River Flood Management Infrastructure Fund</u>
\$ -	\$ -	\$ 2,958,761	\$ 4,560,635	\$ -	\$ -
-	-	-	-	-	-
-	-	-	175,077	-	-
-	-	-	-	-	7,041,028
1,736,947	-	-	117,987	686,685	-
-	-	-	-	-	-
37,073	-	65,076	320,199	94,045	1,155,099
<u>1,774,020</u>	<u>-</u>	<u>3,023,837</u>	<u>5,173,898</u>	<u>780,730</u>	<u>8,196,127</u>
-	-	-	-	-	-
1,182,606	-	-	4,428,917	764,661	2,873,677
-	-	-	-	-	-
-	-	2,280,796	-	-	-
-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,500</u>
<u>1,182,606</u>	<u>-</u>	<u>2,280,796</u>	<u>4,428,917</u>	<u>764,661</u>	<u>2,875,177</u>
-	-	-	-	-	-
591,414	-	743,041	744,981	16,069	5,320,950
-	-	-	-	-	-
-	-	-	-	-	-
-	-	(845,830)	-	-	(5,046,766)
<u>-</u>	<u>-</u>	<u>(845,830)</u>	<u>-</u>	<u>-</u>	<u>(5,046,766)</u>
591,414	-	(102,789)	744,981	16,069	274,184
<u>529,832</u>	<u>2,250,000</u>	<u>825,122</u>	<u>3,221,252</u>	<u>378,622</u>	<u>23,892,857</u>
\$ <u>1,121,246</u>	\$ <u>2,250,000</u>	\$ <u>722,333</u>	\$ <u>3,966,233</u>	\$ <u>394,691</u>	\$ <u>24,167,041</u>

(CONTINUED)

**WASHOE COUNTY
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009**

	Regional Communications System Fund	Central Truckee Meadows Remediation District Fund	Other Restricted Fund	TMFPD General Fund	TMFPD Stabilization Fund
Revenues					
Taxes:					
Ad valorem	\$ -	\$ -	\$ 1,479,620	\$ 11,744,477	\$ -
Car rental fee	-	-	1,257,149	-	-
Licenses and permits	-	-	-	18,377	-
Intergovernmental revenues	1,339,108	-	-	5,916,515	-
Charges for services	-	2,495,685	143,925	11,843	-
Fines and forfeits	-	-	667,115	-	-
Miscellaneous	191,695	400,964	4,198	279,506	24,491
Total Revenues	1,530,803	2,896,649	3,552,007	17,970,718	24,491
Expenditures					
Current:					
Judicial	-	-	356,633	-	-
Public safety	1,451,814	-	-	14,916,061	394
Health and sanitation	-	2,278,590	-	-	-
Welfare	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Intergovernmental	-	-	11,711,030	-	-
Debt Service:					
Debt service fees and other fiscal charges	-	-	-	-	-
Total Expenditures	1,451,814	2,278,590	12,067,663	14,916,061	394
Excess (Deficiency) of Revenues Over (Under) Expenditures	78,989	618,059	(8,515,656)	3,054,657	24,097
Other Financing Sources (Uses)					
Proceeds from asset disposition	-	-	-	20,710	-
Debt issued	-	-	9,949,835	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	(1,298,487)	(4,975,000)	-
Total Other Financing Sources (Uses)	-	-	8,651,348	(4,954,290)	-
Net Change in Fund Balances	78,989	618,059	135,692	(1,899,633)	24,097
Fund Balances, July 1, As Restated	1,085,386	6,595,083	5,380,944	5,888,800	500,091
Fund Balances, June 30	\$ 1,164,375	\$ 7,213,142	\$ 5,516,636	\$ 3,989,167	\$ 524,188

TMFPD Pre-Funded Retiree Health Benefits Fund	TMFPD Emergency Fund	SFPD General Fund	SFPD Pre-Funded Retiree Health Benefits Fund	SFPD Emergency Fund	TOTAL
\$ -	\$ -	\$ 5,855,104	\$ -	\$ -	\$ 45,820,184
-	-	-	-	-	1,257,149
-	-	6,545	-	-	1,541,077
-	-	1,600,459	-	-	51,445,815
-	-	320,097	-	-	12,626,768
-	-	-	-	-	667,115
238,070	-	703,633	23,186	-	4,424,646
<u>238,070</u>	<u>-</u>	<u>8,485,838</u>	<u>23,186</u>	<u>-</u>	<u>117,782,754</u>
-	-	-	-	-	356,633
123,730	18,099	7,926,137	6,478	-	33,692,574
-	-	-	-	-	20,826,766
-	-	-	-	-	47,424,538
-	-	-	-	-	7,205,576
-	-	-	-	-	11,711,030
-	-	-	-	-	1,500
<u>123,730</u>	<u>18,099</u>	<u>7,926,137</u>	<u>6,478</u>	<u>-</u>	<u>121,218,617</u>
<u>114,340</u>	<u>(18,099)</u>	<u>559,701</u>	<u>16,708</u>	<u>-</u>	<u>(3,435,863)</u>
-	-	105,500	-	-	126,210
-	-	-	-	-	9,949,835
125,000	1,000,000	-	124,200	1,000,000	13,908,546
-	-	(1,124,200)	-	-	(13,690,283)
<u>125,000</u>	<u>1,000,000</u>	<u>(1,018,700)</u>	<u>124,200</u>	<u>1,000,000</u>	<u>10,294,308</u>
239,340	981,901	(458,999)	140,908	1,000,000	6,858,445
<u>4,849,951</u>	<u>-</u>	<u>2,602,013</u>	<u>257,953</u>	<u>-</u>	<u>71,591,839</u>
<u>\$ 5,089,291</u>	<u>\$ 981,901</u>	<u>\$ 2,143,014</u>	<u>\$ 398,861</u>	<u>\$ 1,000,000</u>	<u>\$ 78,450,284</u>

**WASHOE COUNTY
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Licenses and permits	\$ 1,340,550	\$ 1,315,734	\$ (24,816)	\$ 1,419,771
Intergovernmental Revenues:				
Federal grants	6,797,766	5,267,624	(1,530,142)	5,604,943
State grants	809,530	786,401	(23,129)	907,973
Other	695,000	660,397	(34,603)	739,391
Charges for Services:				
Health and sanitation	1,857,659	1,705,816	(151,843)	2,108,927
Miscellaneous:				
Contributions and donations	-	500	500	21,020
Other	-	769	769	40,231
Total Revenues	11,500,505	9,737,241	(1,763,264)	10,842,256
Expenditures				
Health and Sanitation Function:				
Public Health Administration:				
Salaries and wages	2,133,466	1,754,170	379,296	1,766,612
Employee benefits	884,719	604,653	280,066	621,850
Services and supplies	281,038	166,301	114,737	191,474
Total Public Health Administration	3,299,223	2,525,124	774,099	2,579,936
Air Quality Management:				
Salaries and wages	1,484,556	1,338,310	146,246	1,435,204
Employee benefits	460,026	418,344	41,682	465,971
Services and supplies	501,704	312,466	189,238	297,646
Capital outlay	165,850	65,702	100,148	148,878
Total Air Quality Management	2,612,136	2,134,822	477,314	2,347,699
Community/Clinic Health Services:				
Salaries and wages	3,863,460	4,064,344	(200,884)	4,693,357
Employee benefits	1,543,281	1,336,058	207,223	1,587,178
Services and supplies	1,511,485	1,260,811	250,674	1,393,558
Total Community/Clinic Health Services	6,918,226	6,661,213	257,013	7,674,093
Environmental Health Services:				
Salaries and wages	3,600,916	3,390,729	210,187	3,681,444
Employee benefits	1,170,600	1,101,837	68,763	1,188,732
Services and supplies	1,372,098	850,277	521,821	771,347
Total Environmental Health Services	6,143,614	5,342,843	800,771	5,641,523

(CONTINUED)

**WASHOE COUNTY
HEALTH FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Epidemiological Public Health Preparedness:				
Salaries and wages	\$ 1,249,135	\$ 1,082,992	\$ 166,143	\$ 1,088,538
Employee benefits	405,548	336,275	69,273	347,149
Services and supplies	622,658	369,214	253,444	378,485
Capital outlay	404,326	95,693	308,633	39,286
Total Epidemiological Public Health Preparedness	<u>2,681,667</u>	<u>1,884,174</u>	<u>797,493</u>	<u>1,853,458</u>
Total Expenditures	<u>21,654,866</u>	<u>18,548,176</u>	<u>3,106,690</u>	<u>20,096,709</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,154,361)	(8,810,935)	1,343,426	(9,254,453)
Other Financing Sources (Uses)				
Transfers:				
General Fund	<u>9,693,500</u>	<u>9,451,463</u>	<u>(242,037)</u>	<u>9,972,651</u>
Net Change in Fund Balances	(460,861)	640,528	1,101,389	718,198
Fund Balances, July 1	<u>600,729</u>	<u>1,346,906</u>	<u>746,177</u>	<u>628,708</u>
Fund Balances, June 30	<u>\$ 139,868</u>	<u>\$ 1,987,434</u>	<u>\$ 1,847,566</u>	<u>\$ 1,346,906</u>

**WASHOE COUNTY
INDIGENT TAX LEVY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 11,909,772	\$ 11,824,548	\$ (85,224)	\$ 11,183,995
Charges for Services:				
Reimbursements	136,300	204,402	68,102	132,937
Miscellaneous:				
Investment earnings	306,521	187,341	(119,180)	290,667
Net increase (decrease) in the fair value of investments	-	137,931	137,931	144,241
Total Revenues	12,352,593	12,354,222	1,629	11,751,840
Expenditures				
Welfare Function:				
Services and supplies	14,519,220	11,359,509	3,159,711	13,685,167
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,166,627)	994,713	3,161,340	(1,933,327)
Fund Balances, July 1	2,166,627	1,350,915	(815,712)	3,284,242
Fund Balances, June 30	\$ -	\$ 2,345,628	\$ 2,345,628	\$ 1,350,915

**WASHOE COUNTY
CHILD PROTECTIVE SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 5,941,886	\$ 5,917,629	\$ (24,257)	\$ 5,586,791
Licenses and Permits:				
Day care licenses	25,000	25,344	344	27,045
Intergovernmental Revenues:				
Federal grants	15,246,137	14,340,586	(905,551)	14,490,069
State grants	16,042,136	13,045,781	(2,996,355)	12,792,354
Charges for Services:				
Reimbursements	4,797,100	4,273,762	(523,338)	3,080,338
Miscellaneous:				
Contributions and donations	41,759	36,613	(5,146)	32,432
Other	-	1,387	1,387	64,991
Total Revenues	42,094,018	37,641,102	(4,452,916)	36,074,020
Expenditures				
Welfare Function:				
Child Protective Services:				
Salaries and wages	17,509,915	12,451,537	5,058,378	12,587,798
Employee benefits	4,594,793	4,456,220	138,573	4,267,129
Services and supplies	5,582,558	3,713,932	1,868,626	4,097,136
Capital outlay	109,600	19,600	90,000	19,600
Total Child Protective Services	27,796,866	20,641,289	7,155,577	20,971,663
Child Care Services:				
Salaries and wages	649,473	646,688	2,785	637,072
Employee benefits	233,625	207,321	26,304	219,639
Services and supplies	36,895	23,633	13,262	30,047
Total Child Care Services	919,993	877,642	42,351	886,758
Emergency Shelter Care:				
Services and supplies	17,529,325	14,546,098	2,983,227	14,707,899
Total Expenditures	46,246,184	36,065,029	10,181,155	36,566,320
Excess (Deficiency) of Revenues Over (Under) Expenditures	(4,152,166)	1,576,073	5,728,239	(492,300)
Other Financing Sources (Uses)				
Transfers:				
General Fund	1,478,722	1,478,722	-	1,381,861
Capital Improvements Fund	91,461	91,461	-	-
Debt Service Fund	(400,000)	(400,000)	-	(400,000)
Total Other Financing Sources (Uses)	1,170,183	1,170,183	-	981,861
Net Change in Fund Balances	(2,981,983)	2,746,256	5,728,239	489,561
Fund Balances, July 1	9,587,733	9,587,733	-	9,098,172
Fund Balances, June 30	\$ 6,605,750	\$ 12,333,989	\$ 5,728,239	\$ 9,587,733

**WASHOE COUNTY
SENIOR SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 1,487,221	\$ 1,479,410	\$ (7,811)	\$ 1,396,693
Intergovernmental Revenues:				
Federal grants	1,426,903	1,247,335	(179,568)	1,318,158
State and local grants	252,595	200,581	(52,014)	281,450
Charges for Services:				
Senior law project fees	66,000	74,890	8,890	71,390
Program income	199,700	213,257	13,557	205,758
Other	318,000	341,672	23,672	303,089
Miscellaneous:				
Contributions and donations	136,857	132,789	(4,068)	92,195
Reimbursements	58,000	44,907	(13,093)	63,741
Other	18,400	29,353	10,953	21,224
Total Revenues	3,963,676	3,764,194	(199,482)	3,753,698
Expenditures				
Culture and Recreation Function:				
Salaries and wages	2,055,171	2,073,340	(18,169)	2,054,741
Employee benefits	767,838	711,982	55,856	747,084
Services and supplies	1,640,997	1,323,838	317,159	1,262,456
Capital outlay	-	-	-	67,294
Total Expenditures	4,464,006	4,109,160	354,846	4,131,575
Excess (Deficiency) of Revenues Over (Under) Expenditures	(500,330)	(344,966)	155,364	(377,877)
Other Financing Sources (Uses)				
Transfers:				
General Fund	306,000	306,000	-	356,216
Net Change in Fund Balances	(194,330)	(38,966)	155,364	(21,661)
Fund Balances, July 1	747,674	704,536	(43,138)	726,197
Fund Balances, June 30	\$ 553,344	\$ 665,570	\$ 112,226	\$ 704,536

**WASHOE COUNTY
MAY FOUNDATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Charges for Services:				
Admissions	\$ 201,000	\$ 190,865	\$ (10,135)	\$ 211,456
Concessions	60,000	59,480	(520)	62,389
Facility fees	46,000	49,455	3,455	47,183
Miscellaneous:				
Contributions and donations	315,821	315,821	-	329,636
Total Revenues	622,821	615,621	(7,200)	650,664
Expenditures				
Culture and Recreation Function:				
Salaries and wages	492,869	464,880	27,989	512,761
Employee benefits	123,259	128,581	(5,322)	127,576
Services and supplies	373,158	222,159	150,999	268,192
Capital outlay	30,624	-	30,624	22,388
Total Expenditures	1,019,910	815,620	204,290	930,917
Excess (Deficiency) of Revenues Over (Under) Expenditures	(397,089)	(199,999)	197,090	(280,253)
Other Financing Sources (Uses)				
Transfers:				
General Fund	331,700	331,700	-	400,741
Net Change in Fund Balances	(65,389)	131,701	197,090	120,488
Fund Balances, July 1	281,497	343,843	62,346	223,355
Fund Balances, June 30	\$ 216,108	\$ 475,544	\$ 259,436	\$ 343,843

**WASHOE COUNTY
ENHANCED 911 FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Charges for Services:				
Enhanced 911 fees	\$ 1,750,443	\$ 1,736,947	\$ (13,496)	\$ 857,114
Miscellaneous:				
Investment earnings	15,000	23,513	8,513	19,379
Net increase (decrease) in the fair value of investments	-	13,560	13,560	11,417
Total Revenues	<u>1,765,443</u>	<u>1,774,020</u>	<u>8,577</u>	<u>887,910</u>
Expenditures				
Public Safety Function:				
Services and supplies	1,408,922	1,182,606	226,316	860,090
Capital outlay	300,000	-	300,000	150,188
Total Expenditures	<u>1,708,922</u>	<u>1,182,606</u>	<u>526,316</u>	<u>1,010,278</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	56,521	591,414	534,893	(122,368)
Fund Balances, July 1	<u>182,054</u>	<u>529,832</u>	<u>347,778</u>	<u>652,200</u>
Fund Balances, June 30	<u>\$ 238,575</u>	<u>\$ 1,121,246</u>	<u>\$ 882,671</u>	<u>\$ 529,832</u>

**WASHOE COUNTY
STABILIZATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Expenditures				
General Government Function:				
Services and supplies	\$ 2,250,000	\$ -	\$ 2,250,000	\$ -
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,250,000)	-	2,250,000	-
Other Financing Sources (Uses)				
Transfers:				
General Fund	-	-	-	(1,000,000)
Net Change in Fund Balances	(2,250,000)	-	2,250,000	(1,000,000)
Fund Balances, July 1	2,250,000	2,250,000	-	3,250,000
Fund Balances, June 30	\$ -	\$ 2,250,000	\$ 2,250,000	\$ 2,250,000

**WASHOE COUNTY
LIBRARY EXPANSION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 2,973,943	\$ 2,958,761	\$ (15,182)	\$ 2,793,359
Miscellaneous:				
Investment earnings	30,000	38,176	8,176	43,800
Net increase (decrease) in the fair value of investments	10,000	26,900	16,900	8,452
Total Revenues	3,013,943	3,023,837	9,894	2,845,611
Expenditures				
Culture and Recreation Function:				
Salaries and wages	1,354,730	1,226,889	127,841	1,274,860
Employee benefits	479,355	429,815	49,540	449,221
Services and supplies	903,648	583,192	320,456	24,607
Capital outlay	95,000	40,900	54,100	-
Total Expenditures	2,832,733	2,280,796	551,937	1,748,688
Excess (Deficiency) of Revenues Over (Under) Expenditures	181,210	743,041	561,831	1,096,923
Other Financing Sources (Uses)				
Transfers:				
Debt Service Fund	(845,783)	(845,830)	(47)	(792,605)
Net Change in Fund Balances	(664,573)	(102,789)	561,784	304,318
Fund Balances, July 1	854,607	825,122	(29,485)	520,804
Fund Balances, June 30	\$ 190,034	\$ 722,333	\$ 532,299	\$ 825,122

**WASHOE COUNTY
ANIMAL SERVICES FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 4,458,164	\$ 4,560,635	\$ 102,471	\$ 4,286,527
Licenses and Permits:				
Animal licenses	123,800	175,077	51,277	156,147
Charges for Services:				
Animal services	110,000	117,987	7,987	124,850
Miscellaneous:				
Investment earnings	85,000	108,479	23,479	125,708
Net increase (decrease) in the fair value of investments	25,000	63,447	38,447	46,427
Contributions and donations	11,893	19,008	7,115	588,520
Other	191,000	129,265	(61,735)	232,927
Total Revenues	5,004,857	5,173,898	169,041	5,561,106
Expenditures				
Public Safety Function:				
Salaries and wages	2,022,479	1,936,529	85,950	1,880,835
Employee benefits	738,230	703,737	34,493	703,308
Services and supplies	2,427,349	1,436,986	990,363	1,781,520
Capital outlay	1,530,912	351,665	1,179,247	146,774
Total Expenditures	6,718,970	4,428,917	2,290,053	4,512,437
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,714,113)	744,981	2,459,094	1,048,669
Other Financing Sources (Uses)				
Transfers:				
General Fund	-	-	-	400
Debt Service Fund	-	-	-	(570,694)
Total Other Financing Sources (Uses)	-	-	-	(570,294)
Net Change in Fund Balances	(1,714,113)	744,981	2,459,094	478,375
Fund Balances, July 1	2,492,516	3,221,252	728,736	2,742,877
Fund Balances, June 30	\$ 778,403	\$ 3,966,233	\$ 3,187,830	\$ 3,221,252

**WASHOE COUNTY
REGIONAL PUBLIC SAFETY TRAINING CENTER FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Charges for Services:				
Training fees - partner agencies	\$ 675,352	\$ 675,954	\$ 602	\$ 645,387
Training fees - workshops	30,000	10,731	(19,269)	21,160
Miscellaneous:				
Investment earnings	30,000	21,187	(8,813)	24,280
Net increase (decrease) in the fair value of investments	-	12,803	12,803	12,954
Rental income	25,000	14,631	(10,369)	38,302
Other	45,000	45,424	424	95,841
Total Revenues	<u>805,352</u>	<u>780,730</u>	<u>(24,622)</u>	<u>837,924</u>
Expenditures				
Public Safety Function:				
Salaries and wages	272,826	268,633	4,193	265,480
Employee benefits	93,738	92,577	1,161	90,549
Services and supplies	474,120	403,451	70,669	423,923
Capital outlay	137,150	-	137,150	-
Total Expenditures	<u>977,834</u>	<u>764,661</u>	<u>213,173</u>	<u>779,952</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(172,482)	16,069	188,551	57,972
Fund Balances, July 1	<u>374,042</u>	<u>378,622</u>	<u>4,580</u>	<u>320,650</u>
Fund Balances, June 30	<u>\$ 201,560</u>	<u>\$ 394,691</u>	<u>\$ 193,131</u>	<u>\$ 378,622</u>

WASHOE COUNTY
TRUCKEE RIVER FLOOD MANAGEMENT INFRASTRUCTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Intergovernmental Revenues:				
Infrastructure sales tax - NRS 377B.100	\$ 8,260,540	\$ 7,041,028	\$ (1,219,512)	\$ 8,385,747
Miscellaneous:				
Investment earnings	1,020,000	621,231	(398,769)	768,960
Net increase (decrease) in the fair value of investments	-	331,029	331,029	271,292
Other	-	202,839	202,839	224,695
Total Revenues	9,280,540	8,196,127	(1,084,413)	9,650,694
Expenditures				
Public Safety Function:				
Salaries and wages	1,020,836	963,659	57,177	698,051
Employee benefits	304,702	287,207	17,495	194,093
Services and supplies	3,119,040	1,622,811	1,496,229	1,450,692
Capital outlay	20,000	-	20,000	22,559
Total Public Safety Function	4,464,578	2,873,677	1,590,901	2,365,395
Debt Service:				
Debt service fees	-	1,500	(1,500)	1,500
Bond issuance costs	1,204,100	-	1,204,100	-
Total Debt Service	1,204,100	1,500	1,202,600	1,500
Total Expenditures	5,668,678	2,875,177	2,793,501	2,366,895
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,611,862	5,320,950	1,709,088	7,283,799
Other Financing Sources (Uses)				
Flood control bonds issued	60,000,000	-	(60,000,000)	-
Transfers:				
Debt Service Fund	(8,947,351)	(5,046,766)	3,900,585	(5,053,524)
Infrastructure Fund	(76,500,000)	-	76,500,000	-
Total Other Financing Sources (Uses)	(25,447,351)	(5,046,766)	20,400,585	(5,053,524)
Net Change in Fund Balances	(21,835,489)	274,184	22,109,673	2,230,275
Fund Balances, July 1	23,892,857	23,892,857	-	21,662,582
Fund Balances, June 30	\$ 2,057,368	\$ 24,167,041	\$ 22,109,673	\$ 23,892,857

WASHOE COUNTY
REGIONAL COMMUNICATIONS SYSTEM FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Intergovernmental Revenues:				
Federal grants	\$ 2,218,869	\$ -	\$ (2,218,869)	\$ -
Local contributions	1,339,068	1,339,108	40	1,204,658
Miscellaneous:				
Investment earnings	59,500	37,183	(22,317)	61,401
Net increase (decrease) in the fair value of investments	-	19,331	19,331	31,848
Reimbursements	1,114,284	135,181	(979,103)	583
Other	-	-	-	365
Total Revenues	4,731,721	1,530,803	(3,200,918)	1,298,855
Expenditures				
Public Safety Function:				
Salaries and wages	391,341	372,941	18,400	366,809
Employee benefits	120,594	125,203	(4,609)	124,058
Services and supplies	699,915	513,844	186,071	607,483
Capital outlay	3,795,408	439,826	3,355,582	955,767
Total Expenditures	5,007,258	1,451,814	3,555,444	2,054,117
Excess (Deficiency) of Revenues Over (Under) Expenditures	(275,537)	78,989	354,526	(755,262)
Fund Balances, July 1	1,028,393	1,085,386	56,993	1,840,648
Fund Balances, June 30	\$ 752,856	\$ 1,164,375	\$ 411,519	\$ 1,085,386

**WASHOE COUNTY
CENTRAL TRUCKEE MEADOWS REMEDIATION DISTRICT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009**

	2009		
	Budget	Actual	Variance
Revenues			
Charges for Services:			
Remediation fees	\$ 2,501,000	\$ 2,495,685	\$ (5,315)
Miscellaneous:			
Investment earnings	204,000	250,880	46,880
Net increase (decrease) in the fair value of investments	-	150,084	150,084
Total Revenues	<u>2,705,000</u>	<u>2,896,649</u>	<u>191,649</u>
Expenditures			
Health and Sanitation Function:			
Salaries and wages	357,571	287,159	70,412
Employee benefits	107,353	82,975	24,378
Services and supplies	4,949,089	1,908,456	3,040,633
Capital outlay	<u>5,005,000</u>	<u>-</u>	<u>5,005,000</u>
Total Expenditures	<u>10,419,013</u>	<u>2,278,590</u>	<u>8,140,423</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(7,714,013)	618,059	8,332,072
Other Financing Sources (Uses)			
Transfers:			
Water Resources Fund	<u>11,000,000</u>	<u>-</u>	<u>(11,000,000)</u>
Net Change in Fund Balances	3,285,987	618,059	(2,667,928)
Fund Balances, July 1, As Restated	<u>-</u>	<u>6,595,083</u>	<u>6,595,083</u>
Fund Balances, June 30	<u>\$ 3,285,987</u>	<u>\$ 7,213,142</u>	<u>\$ 3,927,155</u>

**WASHOE COUNTY
OTHER RESTRICTED FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 1,491,221	\$ 1,479,620	\$ (11,601)	\$ 1,396,693
Car rental fee	1,350,000	1,257,149	(92,851)	1,397,168
Charges for services	140,400	143,925	3,525	147,645
Fines and Forfeits:				
Administrative assessments	607,000	667,115	60,115	648,603
Miscellaneous:				
Investment earnings	50,000	4,198	(45,802)	56,079
Net increase (decrease) in the fair value of investments	-	-	-	38,723
Total Revenues	3,638,621	3,552,007	(86,614)	3,684,911
Expenditures				
General Government Function:				
Cooperative Extension:				
Salaries and wages	-	-	-	453,577
Employee benefits	-	-	-	144,640
Services and supplies	-	-	-	751,613
Total General Government Function	-	-	-	1,349,830
Judicial Function:				
Justice Courts Administrative Assessments:				
Salaries and wages	250,000	16,696	233,304	-
Services and supplies	1,776,630	304,012	1,472,618	266,706
Capital outlay	1,005,000	35,925	969,075	20,000
Total Judicial Function	3,031,630	356,633	2,674,997	286,706
Intergovernmental:				
Cooperative Extension apportionment	1,687,329	1,471,936	215,393	-
City of Reno Baseball Stadium	10,239,094	10,239,094	-	22,056,096
Total Intergovernmental	11,926,423	11,711,030	215,393	22,056,096
Debt Service:				
Debt service fees	1,500	-	1,500	-
Bond issuance cost	-	-	-	348,647
Total Debt Service	1,500	-	1,500	348,647
Total Expenditures	14,959,553	12,067,663	2,891,890	24,041,279
Excess (Deficiency) of Revenues Over (Under) Expenditures	(11,320,932)	(8,515,656)	2,805,276	(20,356,368)

(CONTINUED)

**WASHOE COUNTY
OTHER RESTRICTED FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Other Financing Sources (Uses)				
Proceeds from bond issuance	\$ 9,949,835	\$ 9,949,835	\$ -	\$ 18,550,010
Bond premium	-	-	-	392,922
Transfers:				
General Fund	(55,195)	(36,195)	19,000	-
Debt Service Fund	(1,297,486)	(1,262,292)	35,194	(89,861)
Capital Facilities Fund	-	-	-	(120,000)
Total Other Financing Sources (Uses)	8,597,154	8,651,348	54,194	18,733,071
Net Change in Fund Balances	(2,723,778)	135,692	2,859,470	(1,623,297)
Fund Balances, July 1, As Restated	3,777,579	5,380,944	1,603,365	7,004,241
Fund Balances, June 30	\$ 1,053,801	\$ 5,516,636	\$ 4,462,835	\$ 5,380,944

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 11,423,555	\$ 11,744,477	\$ 320,922	\$ 11,039,111
Licenses and Permits:				
Gaming licenses - AB 104	42,064	18,377	(23,687)	40,208
Intergovernmental Revenues:				
Real property transfer tax - AB 104	41,962	31,540	(10,422)	40,733
SCCR tax - AB 104	781,586	673,666	(107,920)	819,388
Consolidated tax	5,970,852	5,111,309	(859,543)	6,027,943
Other	114,000	100,000	(14,000)	114,005
Charges for Services:				
Building and zoning fees	5,000	11,843	6,843	41,456
Miscellaneous:				
Investment earnings	115,000	150,481	35,481	230,404
Net increase (decrease) in the fair value of investments	-	129,025	129,025	101,990
Other	5,000	-	(5,000)	204,697
Total Revenues	18,499,019	17,970,718	(528,301)	18,659,935
Expenditures				
Public Safety Function:				
Fire:				
Salaries and wages	99,430	61,506	37,924	68,494
Employee benefits	50,000	26,247	23,753	38,456
Services and supplies	15,117,044	14,828,308	288,736	14,366,523
Total Expenditures	15,266,474	14,916,061	350,413	14,473,473
Excess (Deficiency) of Revenues Over (Under) Expenditures	3,232,545	3,054,657	(177,888)	4,186,462
Other Financing Sources (Uses)				
Proceeds from asset disposition	-	20,710	20,710	49,319
Transfers:				
TMFPD Emergency Fund	(1,000,000)	(1,000,000)	-	-
TMFPD Pre-Funded Retiree Health Benefits Fund	(125,000)	(125,000)	-	(773,334)
TMFPD Construction Fund	(2,500,000)	(2,500,000)	-	(3,100,000)
TMFPD Workers Compensation Fund	(1,350,000)	(1,350,000)	-	(1,268,000)
Contingency	(350,000)	-	350,000	-
Total Other Financing Sources (Uses)	(5,325,000)	(4,954,290)	370,710	(5,092,015)
Net Change in Fund Balances	(2,092,455)	(1,899,633)	192,822	(905,553)
Fund Balances, July 1, As Restated	5,362,321	5,888,800	526,479	6,794,353
Fund Balances, June 30	\$ 3,269,866	\$ 3,989,167	\$ 719,301	\$ 5,888,800

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT STABILIZATION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Miscellaneous:				
Investment earnings	\$ 15,000	\$ 15,966	\$ 966	\$ 18,909
Net increase (decrease) in the fair value of investments	-	8,525	8,525	8,113
Total Revenues	15,000	24,491	9,491	27,022
Expenditures				
Public Safety Function:				
Fire:				
Services and supplies	508,069	394	507,675	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(493,069)	24,097	517,166	27,022
Fund Balances, July 1	493,069	500,091	7,022	473,069
Fund Balances, June 30	\$ -	\$ 524,188	\$ 524,188	\$ 500,091

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT PRE-FUNDED RETIREE HEALTH BENEFITS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Revenues				
Miscellaneous:				
Investment earnings	\$ 150,000	\$ 155,647	\$ 5,647	\$ 171,792
Net increase (decrease) in the fair value of investments	-	82,423	82,423	66,124
Total Revenues	<u>150,000</u>	<u>238,070</u>	<u>88,070</u>	<u>237,916</u>
Expenditures				
Public Safety Function:				
Fire:				
Retiree insurance premiums	<u>250,000</u>	<u>123,730</u>	<u>126,270</u>	<u>120,178</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(100,000)	114,340	214,340	117,738
Other Financing Sources (Uses)				
Transfers:				
TMFPD General Fund	<u>125,000</u>	<u>125,000</u>	<u>-</u>	<u>773,334</u>
Net Change in Fund Balances	<u>25,000</u>	<u>239,340</u>	<u>214,340</u>	<u>891,072</u>
Fund Balances, July 1	<u>4,802,213</u>	<u>4,849,951</u>	<u>47,738</u>	<u>3,958,879</u>
Fund Balances, June 30	<u>\$ 4,827,213</u>	<u>\$ 5,089,291</u>	<u>\$ 262,078</u>	<u>\$ 4,849,951</u>

**WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT EMERGENCY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009**

	2009		
	Budget	Actual	Variance
Expenditures			
Public Safety Function:			
Fire:			
Payments to other agencies	\$ 1,000,000	\$ 18,099	\$ 981,901
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,000,000)	(18,099)	981,901
Other Financing Sources (Uses)			
Transfers:			
TMFPD General Fund	1,000,000	1,000,000	-
Net Changes in Fund Balances	-	981,901	981,901
Fund Balances, July 1	-	-	-
Fund Balances, June 30	\$ -	\$ 981,901	\$ 981,901

WASHOE COUNTY
SIERRA FIRE PROTECTION DISTRICT GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 5,800,000	\$ 5,855,104	\$ 55,104	\$ 4,430,816
Licenses and Permits:				
Gaming licenses - AB 104	14,982	6,545	(8,437)	12,603
Intergovernmental Revenues:				
Federal grants	-	-	-	873,702
Real property transfer tax - AB 104	14,946	11,234	(3,712)	12,767
SCCRT / GST - AB 104 Makeup	250,000	239,930	(10,070)	256,830
Consolidated taxes	1,300,000	1,171,521	(128,479)	1,364,336
Local contributions	114,696	177,774	63,078	260,170
Charges for services:				
Building and zoning fees	2,500	1,297	(1,203)	11,749
Hazardous fuels reduction	-	318,800	318,800	-
Miscellaneous:				
Investment earnings	56,000	96,595	40,595	116,652
Net increase (decrease) in the fair value of investments	-	63,547	63,547	43,032
Other	545,000	543,491	(1,509)	543,287
Total Revenues	8,098,124	8,485,838	387,714	7,925,944
Expenditures				
Public Safety Function:				
Fire:				
Salaries and wages	4,485,381	4,554,966	(69,585)	4,036,977
Employee benefits	1,946,527	1,715,892	230,635	1,527,609
Services and supplies	1,422,200	1,400,656	21,544	2,127,993
Capital outlay	885,272	254,623	630,649	1,252,419
Total Expenditures	8,739,380	7,926,137	813,243	8,944,998
Excess (Deficiency) of Revenues Over (Under) Expenditures	(641,256)	559,701	1,200,957	(1,019,054)
Other Financing Sources (Uses)				
Proceeds from asset disposition	-	105,500	105,500	4,085
Transfers:				
SFPD Pre-Funded Retiree Health Benefits Fund	(124,200)	(124,200)	-	(124,200)
SFPD Emergency Fund	(1,000,000)	(1,000,000)	-	-
Total Other Financing Sources (Uses)	(1,124,200)	(1,018,700)	105,500	(120,115)
Net Change in Fund Balances	(1,765,456)	(458,999)	1,306,457	(1,139,169)
Fund Balances, July 1	2,602,013	2,602,013	-	3,741,182
Fund Balances, June 30	\$ 836,557	\$ 2,143,014	\$ 1,306,457	\$ 2,602,013

WASHOE COUNTY
SIERRA FIRE PROTECTION DISTRICT PRE-FUNDED RETIREE HEALTH BENEFITS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Revenues				
Miscellaneous:				
Investment earnings	\$ 5,000	\$ 9,815	\$ 4,815	\$ 7,474
Net increase (decrease) in the fair value of investments	-	4,326	4,326	1,844
Other	-	9,045	9,045	-
Total Revenues	<u>5,000</u>	<u>23,186</u>	<u>18,186</u>	<u>9,318</u>
Expenditures				
Public Safety Function:				
Fire:				
Retiree insurance premiums	<u>100,000</u>	<u>6,478</u>	<u>93,522</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(95,000)	16,708	111,708	9,318
Other Financing Sources (Uses)				
Transfers:				
SFPD General Fund	<u>124,200</u>	<u>124,200</u>	<u>-</u>	<u>124,200</u>
Net Change in Fund Balances	29,200	140,908	111,708	133,518
Fund Balances, July 1	<u>248,635</u>	<u>257,953</u>	<u>9,318</u>	<u>124,435</u>
Fund Balances, June 30	<u>\$ 277,835</u>	<u>\$ 398,861</u>	<u>\$ 121,026</u>	<u>\$ 257,953</u>

**WASHOE COUNTY
SIERRA FIRE PROTECTION DISTRICT EMERGENCY FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009**

	2009		
	Budget	Actual	Variance
Expenditures			
Public Safety Function:			
Fire:			
Payments to other agencies	\$ 1,000,000	\$ -	\$ 1,000,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,000,000)	-	1,000,000
Other Financing Sources (Uses)			
Transfers:			
TMFPD General Fund	1,000,000	1,000,000	-
Net Changes in Fund Balances	-	1,000,000	1,000,000
Fund Balances, July 1	-	-	-
Fund Balances, June 30	\$ -	\$ 1,000,000	\$ 1,000,000



DEBT SERVICE FUNDS



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

DEBT SERVICE FUNDS

Debt service funds are used to account for the accumulation of resources for payment of long-term debt principal and interest.

Page

Nonmajor Debt Service Funds:

Debt Service Fund

To account for ad valorem taxes specifically apportioned and appropriated for the retirement of ad valorem supported debt principal and interest, as well as payment of debt supported by other legal resources transferred from various governmental funds 130

Special Assessment Debt Service Fund

To account for assessments, penalties, investment income and other resources to retire debt issued for improvements benefiting those properties against which the special assessments are levied 132

- District 21 – Cold Springs: sewer treatment plant (includes bond reserve fund)
- District 25 – Calle De La Plata: road project
- District 26 – Matterhorn Drive: road project
- District 27 – Osage Road/Placerville: road project
- District 29 – Mt. Rose: sewer project
- District 30 – Antelope Valley Road: road project
- District 31 – Spearhead Way/Running Bear Drive
- District 35 – Rhodes Road: road project
- District 36 – Evergreen Drive: road project
- District 37 – Spanish Springs Sewer Phase 1a
- District 39 – Lightning W Water System

Truckee Meadows Fire Protection District – Debt Service Fund

A component unit. To account for the accumulation of resources for payment of long-term debt principal and interest 133

**WASHOE COUNTY
NONMAJOR DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2009**

	<u>Debt Service Fund</u>	<u>Special Assessment Debt Service Fund</u>	<u>TMFPD Debt Service Fund</u>	<u>Total</u>
Assets				
Cash and investments	\$ 8,925,471	\$ 1,285,879	\$ 31,168	\$ 10,242,518
Property taxes receivable	205,197	-	-	205,197
Other taxes receivable	-	3,738,239	-	3,738,239
Interest receivable	-	8,164	-	8,164
Total Assets	<u>\$ 9,130,668</u>	<u>\$ 5,032,282</u>	<u>\$ 31,168</u>	<u>\$ 14,194,118</u>
Liabilities				
Accounts payable	\$ -	\$ 1,317	\$ -	\$ 1,317
Assessments refundable	-	22,581	-	22,581
Deferred revenue	<u>163,837</u>	<u>3,738,239</u>	<u>-</u>	<u>3,902,076</u>
Total Liabilities	<u>163,837</u>	<u>3,762,137</u>	<u>-</u>	<u>3,925,974</u>
Fund Balances				
Reserved for debt service	<u>8,966,831</u>	<u>1,270,145</u>	<u>31,168</u>	<u>10,268,144</u>
Total Liabilities/Fund Balances	<u>\$ 9,130,668</u>	<u>\$ 5,032,282</u>	<u>\$ 31,168</u>	<u>\$ 14,194,118</u>

**WASHOE COUNTY
NONMAJOR DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Debt Service Fund</u>	<u>Special Assessment Debt Service Fund</u>	<u>TMFPD Debt Service Fund</u>	<u>Total</u>
Revenues				
Taxes:				
Ad valorem	\$ 7,810,155	\$ -	\$ -	\$ 7,810,155
Special assessments	-	363,665	-	363,665
Miscellaneous	<u>7,971</u>	<u>258,929</u>	-	<u>266,900</u>
Total Revenues	<u>7,818,126</u>	<u>622,594</u>	-	<u>8,440,720</u>
Expenditures				
Debt Service:				
Principal	24,307,441	405,410	160,000	24,872,851
Interest	11,457,052	129,319	7,360	11,593,731
Bond issuance cost	184,481	-	-	184,481
Debt service fees and other fiscal charges	<u>62,000</u>	<u>47,851</u>	<u>100</u>	<u>109,951</u>
Total Expenditures	<u>36,010,974</u>	<u>582,580</u>	<u>167,460</u>	<u>36,761,014</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(28,192,848)</u>	<u>40,014</u>	<u>(167,460)</u>	<u>(28,320,294)</u>
Other Financing Sources (Uses)				
Refunding bonds issued	10,540,000	-	-	10,540,000
Bond premium	73,382	-	-	73,382
Refunding payment to escrow agent	(10,436,314)	-	-	(10,436,314)
Transfers in	<u>29,209,498</u>	-	-	<u>29,209,498</u>
Total Other Financing Sources (Uses)	<u>29,386,566</u>	-	-	<u>29,386,566</u>
Net Change in Fund Balances	1,193,718	40,014	(167,460)	1,066,272
Fund Balances, July 1	<u>7,773,113</u>	<u>1,230,131</u>	<u>198,628</u>	<u>9,201,872</u>
Fund Balances, June 30	<u>\$ 8,966,831</u>	<u>\$ 1,270,145</u>	<u>\$ 31,168</u>	<u>\$ 10,268,144</u>

**WASHOE COUNTY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 7,786,214	\$ 7,810,155	\$ 23,941	\$ 7,939,735
Intergovernmental Revenues:				
TRWQSA bond payments	-	-	-	4,289,316
Miscellaneous:				
Investment earnings	19,500	7,871	(11,629)	14,622
Other	289,260	100	(289,160)	100
Total Revenues	<u>8,094,974</u>	<u>7,818,126</u>	<u>(276,848)</u>	<u>12,243,773</u>
Expenditures				
Debt Service:				
General Obligation Bonds:				
Ad Valorem Supported Debt:				
Principal	4,780,000	4,780,000	-	4,550,000
Interest	2,951,941	2,694,288	257,653	3,178,145
Bond issuance cost	181,975	184,481	(2,506)	-
Debt service fees	8,649	3,620	5,029	4,907
Total Ad Valorem Supported Debt	<u>7,922,565</u>	<u>7,662,389</u>	<u>260,176</u>	<u>7,733,052</u>
Medium-Term Financing:				
Principal	4,714,000	4,714,000	-	6,567,000
Interest	812,642	812,642	-	1,027,923
Debt service fees	1,864	1,432	432	1,864
Total Medium-Term bonds	<u>5,528,506</u>	<u>5,528,074</u>	<u>432</u>	<u>7,596,787</u>
Revenue-Backed:				
Principal	13,538,753	12,224,577	1,314,176	6,848,810
Interest	9,214,023	5,594,655	3,619,368	4,786,573
Debt service fees	84,593	51,248	33,345	2,518
Total Revenue-Backed Bonds	<u>22,837,369</u>	<u>17,870,480</u>	<u>4,966,889</u>	<u>11,637,901</u>
Total General Obligation Bonds	<u>36,288,440</u>	<u>31,060,943</u>	<u>5,227,497</u>	<u>26,967,740</u>
Revenue Bonds:				
Principal	520,000	520,000	-	500,000
Interest	2,403,184	2,072,751	330,433	920,487
Debt service fees	2,000	3,700	(1,700)	500
Total Revenue Bonds	<u>2,925,184</u>	<u>2,596,451</u>	<u>328,733</u>	<u>1,420,987</u>
Capital Leases/Notes:				
Principal	2,067,774	2,068,864	(1,090)	1,977,774
Interest	283,805	282,716	1,089	378,553
Debt service fees	2,000	2,000	-	2,000
Total Capital Lease/Note Obligations	<u>2,353,579</u>	<u>2,353,580</u>	<u>(1)</u>	<u>2,358,327</u>
Total Expenditures	<u>41,567,203</u>	<u>36,010,974</u>	<u>5,556,229</u>	<u>30,747,054</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(33,472,229)</u>	<u>(28,192,848)</u>	<u>5,279,381</u>	<u>(18,503,281)</u>

(CONTINUED)

**WASHOE COUNTY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Other Financing Sources (Uses)				
Refunding bonds issued	\$ 10,540,000	\$ 10,540,000	\$ -	\$ -
Bond premium	73,382	73,382	-	-
Refunding payment to escrow agent	(10,436,314)	(10,436,314)	-	-
Transfers:				
General Fund	6,069,519	6,069,519	-	7,596,381
Library Expansion Fund	845,783	845,830	47	792,605
Animal Services Fund	-	-	-	570,694
Truckee River Flood Management Infrastructure Fund	8,947,351	5,046,766	(3,900,585)	5,053,524
Child Protective Services Fund	400,000	400,000	-	400,000
Other Restricted Fund	1,297,486	1,262,292	(35,194)	89,861
Capital Facilities Fund	4,057,457	4,054,679	(2,778)	4,057,411
Parks Capital Projects Fund	11,550,000	11,530,412	(19,588)	-
Total Other Financing Sources (Uses)	33,344,664	29,386,566	(3,958,098)	18,560,476
Net Change in Fund Balances	(127,565)	1,193,718	1,321,283	57,195
Fund Balances, July 1	7,775,179	7,773,113	(2,066)	7,715,918
Fund Balances, June 30	\$ 7,647,614	\$ 8,966,831	\$ 1,319,217	\$ 7,773,113

WASHOE COUNTY
SPECIAL ASSESSMENT DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Special assessments	\$ 411,000	\$ 363,665	\$ (47,335)	\$ 425,208
Miscellaneous:				
Investment earnings	38,700	41,325	2,625	47,044
Net increase (decrease) in the fair value of investments	-	18,232	18,232	18,087
Assessment interest	161,550	162,117	567	177,138
Penalties	20,050	37,255	17,205	35,755
Total Revenues	<u>631,300</u>	<u>622,594</u>	<u>(8,706)</u>	<u>703,232</u>
Expenditures				
Debt Service:				
Special Assessment Bonds:				
Principal	340,410	405,410	(65,000)	445,987
Interest	133,883	129,319	4,564	146,455
Debt service fees	56,657	47,851	8,806	43,283
Assessment refunds	4,000	-	4,000	2,930
Total Expenditures	<u>534,950</u>	<u>582,580</u>	<u>(47,630)</u>	<u>638,655</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	96,350	40,014	(56,336)	64,577
Other Financing Sources (Uses)				
Transfers:				
Capital Improvements Fund	-	-	-	22,906
Net Change in Fund Balances	<u>96,350</u>	<u>40,014</u>	<u>(56,336)</u>	<u>87,483</u>
Fund Balances, July 1	<u>1,319,485</u>	<u>1,230,131</u>	<u>(89,354)</u>	<u>1,142,648</u>
Fund Balances, June 30	<u>\$ 1,415,835</u>	<u>\$ 1,270,145</u>	<u>\$ (145,690)</u>	<u>\$ 1,230,131</u>

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Expenditures				
Debt Service:				
General Obligation Bonds:				
Non-Ad Valorem Supported Debt:				
Principal	\$ 160,000	\$ 160,000	\$ -	\$ 150,000
Interest	7,360	7,360	-	14,110
Debt service fees	-	100	(100)	100
Total Expenditures	<u>167,360</u>	<u>167,460</u>	<u>(100)</u>	<u>164,210</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(167,360)	(167,460)	(100)	(164,210)
Fund Balances, July 1	<u>198,628</u>	<u>198,628</u>	-	<u>362,838</u>
Fund Balances, June 30	<u>\$ 31,268</u>	<u>\$ 31,168</u>	<u>\$ (100)</u>	<u>\$ 198,628</u>



This Page Intentionally Left Blank



CAPITAL PROJECTS FUNDS



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

CAPITAL PROJECTS FUNDS

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds.

Page

Nonmajor Capital Projects Funds:

Parks Capital Projects Fund

Resources are derived from residential construction taxes, grants, financing proceeds and related investment earnings, which are legally restricted to the improvement, expansion and acquisition of new and existing parks139

Capital Improvements Fund

Resources are derived from financing proceeds, special assessments, transfers and investment earnings, which are appropriated for various major capital projects.....140

Capital Facilities Tax Fund

Resources are derived from capital facilities ad valorem taxes and investment earnings. Proceeds are restricted for the purchase, renovation and repayment of financing of capital assets.....142

Infrastructure Fund

Resources are derived from .125% infrastructure sales tax. The sales tax and related investment earnings are appropriated for various flood control and public safety projects and principal and interest on debt issued for eligible projects.....143

Stormwater Impact Fee Fund

Resources are from impact fees levied on residential and commercial developers. The fees and investment earnings are used for construction of stormwater detention and drainage facilities144

Truckee Meadows Fire Protection District Construction Fund

A component unit. Resources are derived from ad valorem taxes and are used for the acquisition or construction of fire equipment and facilities145

**WASHOE COUNTY
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2009**

	Parks Capital Projects Fund	Capital Improvements Fund	Capital Facilities Tax Fund	Infrastructure Fund
Assets				
Cash and investments	\$ 19,641,819	\$ 18,456,183	\$ 6,803,290	\$ 5,598,911
Restricted cash and investments	10,229,226	-	15,844,769	-
Accounts receivable	-	535,647	-	-
Property taxes receivable	-	-	187,793	-
Interest receivable	144,029	78,830	100,261	30,557
Due from other governments	3,922,071	766,592	-	-
Deposits	3,994	200,000	-	-
Total Assets	\$ 33,941,139	\$ 20,037,252	\$ 22,936,113	\$ 5,629,468
Liabilities				
Accounts payable	\$ -	\$ -	\$ 675	\$ -
Contracts/retention payable	312,650	756,597	-	2,556,217
Due to other governments	-	-	95,226	-
Deferred revenue	3,922,071	766,592	149,420	-
Total Liabilities	4,234,721	1,523,189	245,321	2,556,217
Fund Balances				
Reserved for projects	15,968,290	240,126	15,844,769	296,348
Unreserved:				
Designated/encumbrances	-	684,412	1,195,578	559,578
Designated/future years expenditures	13,738,128	17,589,525	5,650,445	2,217,325
Undesignated	-	-	-	-
Total Fund Balances	29,706,418	18,514,063	22,690,792	3,073,251
Total Liabilities/Fund Balances	\$ 33,941,139	\$ 20,037,252	\$ 22,936,113	\$ 5,629,468

Stormwater Impact Fee Fund	TMFPD Construction Fund	Total
\$ 256,026	\$ 4,432,837	\$ 55,189,066
-	-	26,073,995
-	-	535,647
-	-	187,793
9,658	19,893	383,228
-	-	4,688,663
-	105,809	309,803
<u>\$ 265,684</u>	<u>\$ 4,558,539</u>	<u>\$ 87,368,195</u>
\$ 233,291	\$ 27,517	\$ 261,483
-	-	3,625,464
-	3,594	98,820
-	-	4,838,083
<u>233,291</u>	<u>31,111</u>	<u>8,823,850</u>
-	-	32,349,533
-	609,533	3,049,101
32,393	3,710,055	42,937,871
-	207,840	207,840
<u>32,393</u>	<u>4,527,428</u>	<u>78,544,345</u>
<u>\$ 265,684</u>	<u>\$ 4,558,539</u>	<u>\$ 87,368,195</u>

**WASHOE COUNTY
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2009**

	Parks Capital Projects Fund	Capital Improvements Fund	Capital Facilities Tax Fund	Infrastructure Fund
Revenues				
Taxes:				
Ad valorem	\$ -	\$ -	\$ 7,398,060	\$ -
Residential construction tax	96,720	-	-	-
Special assessments	-	479,374	-	-
Licenses and permits	-	2,355,705	-	-
Intergovernmental	5,108,799	1,200,946	-	-
Charges for services	-	-	-	-
Miscellaneous	2,006,427	901,791	991,390	2,263,038
Total Revenues	7,211,946	4,937,816	8,389,450	2,263,038
Expenditures				
Intergovernmental	-	-	2,666,733	-
Capital Outlay:				
General government function	-	905,194	133,789	-
Judicial function	-	2,154,602	318,165	-
Public safety function	-	1,118,505	-	9,017,479
Public works function	-	3,479,931	-	-
Health and sanitation function	-	856,195	-	-
Welfare function	-	2,091	-	-
Culture and recreation function	8,441,775	618,167	-	-
Debt Service:				
Debt service fees and other fiscal charges	3,000	59,760	1,500	-
Total Expenditures	8,444,775	9,194,445	3,120,187	9,017,479
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,232,829)	(4,256,629)	5,269,263	(6,754,441)
Other Financing Sources (Uses)				
Debt issued	-	999,268	-	-
Transfers in	-	309,000	-	-
Transfers out	(11,530,412)	(91,461)	(4,054,679)	-
Total Other Financing Sources (Uses)	(11,530,412)	1,216,807	(4,054,679)	-
Net Change in Fund Balances	(12,763,241)	(3,039,822)	1,214,584	(6,754,441)
Fund Balances, July 1, As Restated	42,469,659	21,553,885	21,476,208	9,827,692
Fund Balances, June 30	\$ 29,706,418	\$ 18,514,063	\$ 22,690,792	\$ 3,073,251

Stormwater Impact Fee Fund	TMFPD Construction Fund	Total
\$ -	\$ -	\$ 7,398,060
-	-	96,720
-	-	479,374
-	-	2,355,705
-	-	6,309,745
5,307	-	5,307
<u>122,361</u>	<u>145,826</u>	<u>6,430,833</u>
<u>127,668</u>	<u>145,826</u>	<u>23,075,744</u>
-	-	2,666,733
-	-	1,038,983
-	-	2,472,767
-	1,984,300	12,120,284
-	-	3,479,931
2,604,819	-	3,461,014
-	-	2,091
-	-	9,059,942
-	-	<u>64,260</u>
<u>2,604,819</u>	<u>1,984,300</u>	<u>34,366,005</u>
<u>(2,477,151)</u>	<u>(1,838,474)</u>	<u>(11,290,261)</u>
-	-	999,268
-	2,500,000	2,809,000
-	-	<u>(15,676,552)</u>
-	2,500,000	<u>(11,868,284)</u>
<u>(2,477,151)</u>	<u>661,526</u>	<u>(23,158,545)</u>
<u>2,509,544</u>	<u>3,865,902</u>	<u>101,702,890</u>
<u>\$ 32,393</u>	<u>\$ 4,527,428</u>	<u>\$ 78,544,345</u>

**WASHOE COUNTY
PARKS CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Residential construction tax	\$ 103,400	\$ 96,720	\$ (6,680)	\$ 228,782
Intergovernmental Revenues:				
Federal grants	11,852,931	2,687	(11,850,244)	-
State grants	6,746,476	4,965,024	(1,781,452)	277,727
Other	-	141,088	141,088	-
Miscellaneous:				
Investment earnings	946,815	1,248,226	301,411	1,681,802
Net increase (decrease) in the fair value of investments	57,300	685,611	628,311	738,182
Contributions and donations	5,050	5,050	-	243,128
Other	-	67,540	67,540	2,059
Total Revenues	19,711,972	7,211,946	(12,500,026)	3,171,680
Expenditures				
Capital Outlay:				
Culture and Recreation Function:				
District One	2,122,245	6,836	2,115,409	6,994
District Two	2,289,326	87,732	2,201,594	1,896,858
District Three	244,604	142,150	102,454	8,112
District Four	993,174	152,989	840,185	141,648
Special projects	11,573,804	1,351,592	10,222,212	221,228
Bond projects	29,621,592	6,700,476	22,921,116	852,717
Total Capital Outlay	46,844,745	8,441,775	38,402,970	3,127,557
Debt Service:				
Service fees	3,000	3,000	-	3,000
Total Expenditures	46,847,745	8,444,775	38,402,970	3,130,557
Excess (Deficiency) of Revenues Over (Under) Expenditures	(27,135,773)	(1,232,829)	25,902,944	41,123
Other Financing Sources (Uses)				
Transfers:				
Debt Service Fund	(11,550,000)	(11,530,412)	19,588	-
General Fund	-	-	-	102,180
Total Other Financing Sources (Uses)	(11,550,000)	(11,530,412)	19,588	102,180
Net Change in Fund Balances	(38,685,773)	(12,763,241)	25,922,532	143,303
Fund Balances, July 1	42,512,883	42,469,659	(43,224)	42,326,356
Fund Balances, June 30	\$ 3,827,110	\$ 29,706,418	\$ 25,879,308	\$ 42,469,659

**WASHOE COUNTY
CAPITAL IMPROVEMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Special assessments	\$ -	\$ 479,374	\$ 479,374	\$ -
Licenses and permits	1,701,000	2,355,705	654,705	2,111,597
Intergovernmental Revenues:				
Federal grants	4,503,761	752,706	(3,751,055)	863,341
State grants	4,583,820	312,631	(4,271,189)	193,825
Local contributions	-	135,609	135,609	64,133
Miscellaneous:				
Investment earnings	542,800	597,924	55,124	1,043,540
Net increase (decrease) in the fair value of investments	-	296,665	296,665	549,874
Contributions and donations	-	-	-	908,500
Other	-	7,202	7,202	100,000
Total Revenues	11,331,381	4,937,816	(6,393,565)	5,834,810
Expenditures				
Capital Outlay:				
General Government Function:				
Tax collection system	1,109,388	766,790	342,598	80,704
Tenant improvements	550,000	110,073	439,927	-
Other	592,870	28,331	564,539	1,583,214
Total General Government Function	2,252,258	905,194	1,347,064	1,663,918
Judicial Function:				
SART/CARES Building	304,800	304,800	-	1,155,582
District Court remodel	1,455,571	1,410,092	45,479	278,075
Other	705,274	439,710	265,564	2,376,968
Total Judicial Function	2,465,645	2,154,602	311,043	3,810,625
Public Safety Function:				
Detention Center improvements	2,394,460	675,325	1,719,135	9,695,265
Other	3,542,924	443,180	3,099,744	995,199
Total Public Safety Function	5,937,384	1,118,505	4,818,879	10,690,464
Public Works Function:				
Underground utilities	9,884,347	1,798,406	8,085,941	349,727
Water quality improvements	6,296,166	1,418,305	4,877,861	334,155
SAD32 Spanish Springs road	7,500,000	-	7,500,000	-
Other	4,844,583	263,220	4,581,363	999,358
Total Public Works Function	28,525,096	3,479,931	25,045,165	1,683,240
Health and Sanitation Function:				
SAD39 Lightning W water	1,005,500	855,880	149,620	564,502
SAD34 Riverdale water	2,000,000	-	2,000,000	-
Other	101,252	315	100,937	19,388
Total Health and Sanitation Function	3,106,752	856,195	2,250,557	583,890

(CONTINUED)

**WASHOE COUNTY
CAPITAL IMPROVEMENTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Welfare Function:				
South Center office building	\$ 200,000	\$ 1,015	\$ 198,985	\$ 105,976
Other	2,418	1,076	1,342	59,169
Total Welfare Function	202,418	2,091	200,327	165,145
Culture and Recreation Function:				
Park and recreation improvements	818,537	416,262	402,275	433,017
Library projects	204,939	201,905	3,034	145,301
Total Culture and Recreation Function	1,023,476	618,167	405,309	578,318
Total Capital Outlay	43,513,029	9,134,685	34,378,344	19,175,600
Debt Service:				
Debt service fees	-	1,500	(1,500)	3,000
Bond issuance costs	64,500	58,260	6,240	-
Total Debt Service	64,500	59,760	4,740	3,000
Total Expenditures	43,577,529	9,194,445	34,383,084	19,178,600
Excess (Deficiency) of Revenues Over (Under) Expenditures	(32,246,148)	(4,256,629)	27,989,519	(13,343,790)
Other Financing Sources (Uses)				
Special assessment bonds issued	10,570,000	999,268	(9,570,732)	-
Transfers:				
General Fund	309,000	309,000	-	734,360
Other Restricted Fund	-	-	-	120,000
Special Assessment Debt Service Fund	-	-	-	(22,906)
Child Protective Services Fund	(91,461)	(91,461)	-	-
Total Other Financing Sources (Uses)	10,787,539	1,216,807	(9,570,732)	831,454
Net Change in Fund Balances	(21,458,609)	(3,039,822)	18,418,787	(12,512,336)
Fund Balances, July 1, As Restated	21,842,132	21,553,885	(288,247)	34,066,221
Fund Balances, June 30	\$ 383,523	\$ 18,514,063	\$ 18,130,540	\$ 21,553,885

**WASHOE COUNTY
CAPITAL FACILITIES TAX FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Taxes:				
Ad valorem	\$ 7,433,607	\$ 7,398,060	\$ (35,547)	\$ 6,983,449
Miscellaneous:				
Investment earnings	650,000	642,444	(7,556)	763,762
Net increase (decrease) in the fair value of investments	-	348,946	348,946	296,400
Total Revenues	8,083,607	8,389,450	305,843	8,043,611
Expenditures				
Intergovernmental:				
State of Nevada apportionment	892,033	884,645	7,388	-
Reno/Sparks apportionment	1,796,970	1,782,088	14,882	1,916,608
Total Intergovernmental	2,689,003	2,666,733	22,270	1,916,608
Capital Outlay:				
General Government Function:				
Facilities improvements	136,867	133,789	3,078	613,188
Judicial Function:				
Court facilities	32,726,588	318,165	32,408,423	333,855
Total Capital Outlay	32,863,455	451,954	32,411,501	947,043
Debt Service:				
Service Fees	302,883	1,500	301,383	1,500
Total Expenditures	35,855,341	3,120,187	32,735,154	2,865,151
Excess (Deficiency) of Revenues Over (Under) Expenditures	(27,771,734)	5,269,263	33,040,997	5,178,460
Other Financing Sources (Uses)				
Sparks Justice Court bonds issued	10,000,000	-	(10,000,000)	-
Transfers:				
Debt Service Fund	(4,057,457)	(4,054,679)	2,778	(4,057,411)
Total Other Financing Sources (Uses)	5,942,543	(4,054,679)	(9,997,222)	(4,057,411)
Net Change in Fund Balances	(21,829,191)	1,214,584	23,043,775	1,121,049
Fund Balances, July 1	21,842,432	21,476,208	(366,224)	20,355,159
Fund Balances, June 30	\$ 13,241	\$ 22,690,792	\$ 22,677,551	\$ 21,476,208

**WASHOE COUNTY
INFRASTRUCTURE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Revenues				
Intergovernmental Revenues:				
State grants	\$ -	\$ -	\$ -	4,775,000
Miscellaneous:				
Investment earnings	270,000	291,786	21,786	275,063
Net increase (decrease) in the fair value of investments	-	189,951	189,951	72,255
Contributions and donations	1,781,301	1,781,301	-	-
Total Revenues	<u>2,051,301</u>	<u>2,263,038</u>	<u>211,737</u>	<u>5,122,318</u>
Expenditures				
Capital Outlay:				
Public Safety Function:				
Truckee River flood control	88,295,266	9,017,479	79,277,787	4,945,410
Excess (Deficiency) of Revenues Over (Under) Expenditures	(86,243,965)	(6,754,441)	79,489,524	176,908
Other Financing Sources (Uses)				
Transfers:				
Truckee River Flood Management Infrastructure Fund	76,500,000	-	(76,500,000)	-
Net Change in Fund Balances	(9,743,965)	(6,754,441)	2,989,524	176,908
Fund Balances, July 1	<u>9,827,692</u>	<u>9,827,692</u>	<u>-</u>	<u>9,650,784</u>
Fund Balances, June 30	<u>\$ 83,727</u>	<u>\$ 3,073,251</u>	<u>\$ 2,989,524</u>	<u>\$ 9,827,692</u>

**WASHOE COUNTY
STORMWATER IMPACT FEE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Charges for Services:				
Impact fees	\$ 75,000	\$ 5,307	\$ (69,693)	\$ 36,772
Miscellaneous:				
Investment earnings	100,000	78,099	(21,901)	94,561
Net increase (decrease) in the fair value of investments	-	44,262	44,262	40,439
Total Revenues	<u>175,000</u>	<u>127,668</u>	<u>(47,332)</u>	<u>171,772</u>
Expenditures				
Capital Outlay:				
Health and Sanitation Function:				
Southeast Truckee Meadows	<u>2,662,772</u>	<u>2,604,819</u>	<u>57,953</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,487,772)	(2,477,151)	10,621	171,772
Fund Balances, July 1	<u>2,487,772</u>	<u>2,509,544</u>	<u>21,772</u>	<u>2,337,772</u>
Fund Balances, June 30	<u>\$ -</u>	<u>\$ 32,393</u>	<u>\$ 32,393</u>	<u>\$ 2,509,544</u>

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT CONSTRUCTION FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	2009			2008
	Budget	Actual	Variance	Actual
Revenues				
Miscellaneous:				
Investment earnings	\$ 100,000	\$ 113,097	\$ 13,097	\$ 130,180
Net increase (decrease) in the fair value of investments	-	32,564	32,564	36,854
Reimbursement	-	165	165	550
Total Revenues	100,000	145,826	45,826	167,584
Expenditures				
Capital Outlay:				
Public safety function	5,717,129	1,984,300	3,732,829	1,818,638
Excess (Deficiency) of Revenues Over (Under) Expenditures	(5,617,129)	(1,838,474)	3,778,655	(1,651,054)
Other Financing Sources (Uses)				
Transfers:				
TMFPD General Fund	2,500,000	2,500,000	-	3,100,000
Contingency	(50,000)	-	50,000	-
Total Other Financing Sources (Uses)	2,450,000	2,500,000	50,000	3,100,000
Net Change in Fund Balances	(3,167,129)	661,526	3,828,655	1,448,946
Fund Balances, July 1	3,643,046	3,865,902	222,856	2,416,956
Fund Balances, June 30	\$ 475,917	\$ 4,527,428	\$ 4,051,511	\$ 3,865,902



ENTERPRISE FUNDS



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

ENTERPRISE FUNDS

Enterprise funds are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises—where the intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

Major Enterprise Funds:

Page

Water Resources Fund

Established on April 1, 1983, the fund accounts for water planning, flood control and operations of county-owned or operated water and sewer systems, including the related capital assets and depreciation.....147

Nonmajor Enterprise Funds:

Golf Course Fund

Established on July 1, 1982, the fund accounts for operations of two county golf courses – Washoe and Sierra Sage, including related capital assets and depreciation.....155

Building and Safety Fund

Established on July 1, 2001, the fund accounts for issuance of building permits and other fees directly related to building and development in the county, including related capital assets and depreciation.157

South Truckee Meadows General Improvement District

A component unit. Established in 1981, the fund accounts for operations of the district water services, including related capital assets and depreciation.159

**WASHOE COUNTY
WATER RESOURCES FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Operating Revenues				
Charges for Services:				
Water charges - regular	\$ 14,046,855	\$ 13,892,750	\$ (154,105)	\$ 13,845,200
Water charges - STMGID	1,588,449	1,555,424	(33,025)	1,414,948
Stormwater charges	499,389	499,812	423	496,579
Sewer charges	8,778,302	9,226,638	448,336	8,766,743
Water surcharge fees	-	-	-	1,011,531
Services to other funds	1,707,191	1,707,191	-	1,910,756
Inspection	255,765	216,899	(38,866)	394,674
Developer design fees	45,000	19,601	(25,399)	34,010
Other	1,228,220	785,208	(443,012)	587,293
Total Operating Revenues	28,149,171	27,903,523	(245,648)	28,461,734
Operating Expenses				
Salaries and wages	5,530,702	5,471,141	59,561	4,774,948
Employee benefits	1,924,482	2,036,161	(111,679)	2,078,633
Services and supplies	14,760,498	11,920,562	2,839,936	13,472,963
Depreciation/amortization	10,443,057	8,858,677	1,584,380	7,279,012
Total Operating Expenses	32,658,739	28,286,541	4,372,198	27,605,556
Operating Income (Loss)	(4,509,568)	(383,018)	4,126,550	856,178
Nonoperating Revenues (Expenses)				
Investment earnings	3,286,000	3,816,994	530,994	5,052,005
Net increase (decrease) in the fair value of investments	-	2,122,726	2,122,726	1,481,108
Gain (loss) on asset disposition	-	-	-	(14,184)
Facilities rental	22,000	21,059	(941)	20,482
Interest/bond issuance costs	(4,746,492)	(4,206,667)	539,825	(3,712,338)
Payments to other agencies	-	-	-	(5,195,356)
Other nonoperating revenue (expense)	(86,460)	13,160	99,620	-
Embezzlement recovery (loss)	-	2,013,269	2,013,269	(2,214,250)
Total Nonoperating Revenues (Expenses)	(1,524,952)	3,780,541	5,305,493	(4,582,533)
Income (Loss) Before Capital Contributions and Transfers	(6,034,520)	3,397,523	9,432,043	(3,726,355)

(CONTINUED)

**WASHOE COUNTY
WATER RESOURCES FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Capital Contributions				
Federal grants	\$ 204,350	\$ 315,434	\$ 111,084	\$ 207,085
State grants	614,731	593,137	(21,594)	193,054
Water hook-up fees	3,692,539	1,387,070	(2,305,469)	2,905,132
Sewer hook-up fees	2,357,784	1,026,254	(1,331,530)	4,630,984
Reclaimed hook-up fees	604,250	39,900	(564,350)	644,934
Stormwater hook-up fees	243,965	-	(243,965)	163,757
Contributions from contractors	106,980,275	104,209,894	(2,770,381)	8,110,042
Contributions from SAD 39	-	830,788	830,788	564,502
Total Capital Contributions	114,697,894	108,402,477	(6,295,417)	17,419,490
Transfers				
General Fund	76,534	76,784	250	-
Central Truckee Meadows Remediation District	(11,000,000)	-	11,000,000	-
South Truckee Meadows General Improvement District	-	-	-	(8,750)
Equipment Services Fund	-	(22,233)	(22,233)	(203,222)
Total Transfers	(10,923,466)	54,551	10,978,017	(211,972)
Change in Net Assets	\$ 97,739,908	111,854,551	\$ 14,114,643	13,481,163
Net Assets, July 1, As Restated		295,697,598		282,216,435
Net Assets, June 30		\$ 407,552,149		\$ 295,697,598

**WASHOE COUNTY
WATER RESOURCES FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from customers	\$ 23,324,546	\$ 23,437,200	\$ 112,654	\$ 23,649,998
Cash received from STMGID	1,588,449	1,555,424	(33,025)	1,414,948
Cash received from water surcharge fees	-	-	-	1,011,531
Cash received from services to other funds	1,707,191	1,707,191	-	1,910,756
Cash received from inspection and other	1,505,985	861,975	(644,010)	829,106
Cash received from developer design fees	45,000	19,601	(25,399)	34,010
Cash received from embezzlement recovery	-	2,013,269	2,013,269	-
Cash payments for personnel costs	(7,455,184)	(7,505,526)	(50,342)	(6,738,564)
Cash payments for services and supplies	(14,760,498)	(11,040,003)	3,720,495	(15,700,771)
Cash payments for embezzlement loss	-	-	-	(1,618,450)
Net Cash Provided (Used) by Operating Activities	<u>5,955,489</u>	<u>11,049,131</u>	<u>5,093,642</u>	<u>4,792,564</u>
Cash Flows From Noncapital Financing Activities:				
Transfer from General Fund	76,534	76,784	250	-
Transfer to Central Truckee Meadows Remediation District	(11,000,000)	-	11,000,000	-
Payment to Western Regional Water Comm	-	-	-	(2,751,994)
Inter-fund loan to SAD 39	-	564,502	564,502	(564,502)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(10,923,466)</u>	<u>641,286</u>	<u>11,564,752</u>	<u>(3,316,496)</u>
Cash Flows From Capital and Related Financing Activities:				
Proceeds from debt issued	-	-	-	467,376
Cash received from federal grants	204,350	418,675	214,325	221,430
Cash received from state grants	614,731	613,382	(1,349)	25,490
Hookup fees/water rights dedications	6,898,538	1,904,326	(4,994,212)	8,348,088
Principal paid on financing	(4,342,885)	(4,342,885)	-	(4,065,447)
Interest paid on financing	(4,705,801)	(4,708,083)	(2,282)	(4,812,218)
Bond issuance/refunding	(40,691)	-	40,691	-
** Acquisition of capital assets	<u>(28,716,982)</u>	<u>(4,550,608)</u>	<u>24,166,374</u>	<u>(12,513,217)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(30,088,740)</u>	<u>(10,665,193)</u>	<u>19,423,547</u>	<u>(12,328,498)</u>
Cash Flows From Investing Activities:				
Investment earnings	<u>3,199,540</u>	<u>6,093,889</u>	<u>2,894,349</u>	<u>6,580,460</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(31,857,177)</u>	<u>7,119,113</u>	<u>38,976,290</u>	<u>(4,271,970)</u>
Cash and Cash Equivalents, July 1	<u>129,993,534</u>	<u>121,855,683</u>	<u>(8,137,851)</u>	<u>126,127,653</u>
Cash and Cash Equivalents, June 30	<u>\$ 98,136,357</u>	<u>\$ 128,974,796</u>	<u>\$ 30,838,439</u>	<u>\$ 121,855,683</u>

(CONTINUED)

**WASHOE COUNTY
WATER RESOURCES FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (4,509,568)	\$ (383,018)	\$ 4,126,550	\$ 856,178
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/amortization	10,443,057	8,858,677	(1,584,380)	7,279,012
Construction in progress write off	-	523,844	523,844	1,217,761
Contributed inventory	-	47,158	47,158	39,367
Facilities rental revenue	22,000	21,059	(941)	20,482
Other non-operating revenue (expense)	-	13,160	13,160	-
Embezzlement recovery (loss)	-	2,013,269	2,013,269	(1,618,450)
Payments to other agencies	-	-	-	(2,443,362)
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(226,834)	(226,834)	593,660
Due from other governments	-	(104,500)	(104,500)	(1,027,725)
Inventory	-	(41,066)	(41,066)	13,027
Other assets	-	-	-	13,800
Increase (decrease) in:				
Accounts payable	-	206,015	206,015	(56,262)
Accrued salaries and benefits	-	2,373	2,373	51,432
Compensated absences	-	(597)	(597)	63,585
Due to other governments	-	249,108	249,108	15,586
Other liabilities	-	(129,517)	(129,517)	(225,527)
Total Adjustments	10,465,057	11,432,149	967,092	3,936,386
Net Cash Provided (Used) by Operating Activities	\$ 5,955,489	\$ 11,049,131	\$ 5,093,642	\$ 4,792,564

Noncash capital and financing activities:

Noncash transfers of capital assets to the Equipment Services Fund totaled \$22,233.

****Acquisition of Capital Assets**

Financed by Cash	\$ 28,716,982	\$ 4,550,608	\$ 24,166,374	\$ 12,513,217
Capital contributions received	106,980,275	104,993,524	1,986,751	8,635,177
Increase (decrease) in contracts/retention payable	-	(2,399,235)	2,399,235	(365,438)
Increase (decrease) in due to other governments	-	32,979	(32,979)	374,752
Capitalized interest	-	556,987	(556,987)	1,136,968
Total Acquisition of Capital Assets	\$ 135,697,257	\$ 107,734,863	\$ 27,962,394	\$ 22,294,676

**WASHOE COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2009**

	Golf Course Fund	Building and Safety Fund	South Truckee Meadows GID Fund	Total
Assets				
Current Assets:				
Cash and investments	\$ 893,512	\$ 477,986	\$ 13,688,342	\$ 15,059,840
Restricted cash and investments	159,497	-	-	159,497
Accounts receivable	-	-	317,503	317,503
Interest receivable	4,218	1,917	61,676	67,811
Inventory	31,441	-	-	31,441
Total Current Assets	1,088,668	479,903	14,067,521	15,636,092
Noncurrent Assets:				
Deferred issuance cost	16,562	-	-	16,562
Capital Assets:				
Land and nondepreciable assets	173,000	-	666,614	839,614
Construction in progress	-	-	260,204	260,204
Land improvements	3,987,922	-	60,187	4,048,109
Buildings and improvements	1,335,551	-	-	1,335,551
Infrastructure	-	-	24,830,212	24,830,212
Equipment	1,335,614	139,778	176,690	1,652,082
Intangibles	825,150	-	218,077	1,043,227
Less accumulated depreciation	(4,444,264)	(86,804)	(10,646,511)	(15,177,579)
Total Noncurrent Assets	3,229,535	52,974	15,565,473	18,847,982
Total Assets	4,318,203	532,877	29,632,994	34,484,074
Liabilities				
Current Liabilities:				
Accounts payable	67,790	6,139	-	73,929
Accrued salaries and benefits	20,707	26,043	-	46,750
Compensated absences	41,451	109,704	-	151,155
Contracts/retention payable	-	-	20,914	20,914
Interest payable	44,819	-	-	44,819
Due to other governments	10,150	-	-	10,150
Other liabilities	50	-	27,053	27,103
Notes, bonds, leases payable	207,306	-	-	207,306
Total Current Liabilities	392,273	141,886	47,967	582,126
Noncurrent Liabilities:				
Compensated absences	8,179	21,648	-	29,827
Notes, bonds, leases payable	2,227,293	-	-	2,227,293
Total Noncurrent Liabilities	2,235,472	21,648	-	2,257,120
Total Liabilities	2,627,745	163,534	47,967	2,839,246
Net Assets				
Invested in capital assets	778,374	52,974	15,565,473	16,396,821
Restricted for public safety	-	316,369	-	316,369
Restricted for debt service	159,497	-	-	159,497
Unrestricted	752,587	-	14,019,554	14,772,141
Total Net Assets	\$ 1,690,458	\$ 369,343	\$ 29,585,027	\$ 31,644,828

**WASHOE COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Golf Course Fund</u>	<u>Building and Safety Fund</u>	<u>South Truckee Meadows GID Fund</u>	<u>Total</u>
Operating Revenues				
Charges for Services:				
Utility fees	\$ -	\$ -	\$ 2,574,996	\$ 2,574,996
Golf course fees	1,616,564	-	-	1,616,564
Building permits and fees	-	1,418,762	-	1,418,762
Total Operating Revenues	1,616,564	1,418,762	2,574,996	5,610,322
Operating Expenses				
Salaries and wages	645,016	1,224,818	-	1,869,834
Employee benefits	211,520	431,106	-	642,626
Services and supplies	490,645	182,157	1,319,084	1,991,886
Depreciation/Amortization	266,333	17,566	871,528	1,155,427
Total Operating Expenses	1,613,514	1,855,647	2,190,612	5,659,773
Operating Income (Loss)	3,050	(436,885)	384,384	(49,451)
Nonoperating Revenues (Expenses)				
Investment earnings	44,967	31,764	627,241	703,972
Contributions	5,820	-	-	5,820
Interest/bond issuance costs	(139,584)	-	-	(139,584)
Total Nonoperating Revenues (Expenses)	(88,797)	31,764	627,241	570,208
Income (Loss) Before Capital Contributions	(85,747)	(405,121)	1,011,625	520,757
Capital Contributions				
Hookup fees	-	-	31,972	31,972
Contributions	35,864	-	147,664	183,528
Total Capital Contributions	35,864	-	179,636	215,500
Change in Net Assets	(49,883)	(405,121)	1,191,261	736,257
Net Assets, July 1	1,740,341	774,464	28,393,766	30,908,571
Net Assets, June 30	\$ 1,690,458	\$ 369,343	\$ 29,585,027	\$ 31,644,828

**WASHOE COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009**

	Golf Course Fund	Building and Safety Fund	South Truckee Meadows GID Fund	Total
Increase (Decrease) In Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from customers	\$ 1,616,564	\$ 1,410,512	\$ 2,555,136	\$ 5,582,212
Cash received from other funds	-	8,250	-	8,250
Cash payments for personnel costs	(880,396)	(1,704,707)	-	(2,585,103)
Cash payments for services and supplies:				
Paid to Water Resources Fund	-	-	(1,312,584)	(1,312,584)
Paid to others	(484,357)	(183,498)	(9,000)	(676,855)
Net Cash Provided (Used) by Operating Activities	<u>251,811</u>	<u>(469,443)</u>	<u>1,233,552</u>	<u>1,015,920</u>
Cash Flows From Noncapital Financing Activities:				
Contributions	<u>5,820</u>	<u>-</u>	<u>-</u>	<u>5,820</u>
Cash Flows From Capital and Related Financing Activities:				
Contributions	-	-	31,972	31,972
Principal paid on financing	(174,564)	-	-	(174,564)
Interest paid on financing	(128,347)	-	-	(128,347)
*Acquisition of capital assets	(34,807)	-	(687,457)	(722,264)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(337,718)</u>	<u>-</u>	<u>(655,485)</u>	<u>(993,203)</u>
Cash Flows From Investing Activities:				
Investment earnings	<u>47,139</u>	<u>36,955</u>	<u>655,822</u>	<u>739,916</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(32,948)	(432,488)	1,233,889	768,453
Cash and Cash Equivalents, July 1	<u>1,085,957</u>	<u>910,474</u>	<u>12,454,453</u>	<u>14,450,884</u>
Cash and Cash Equivalents, June 30	<u>\$ 1,053,009</u>	<u>\$ 477,986</u>	<u>\$ 13,688,342</u>	<u>\$ 15,219,337</u>

(CONTINUED)

**WASHOE COUNTY
NONMAJOR ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Golf Course Fund</u>	<u>Building and Safety Fund</u>	<u>South Truckee Meadows GID Fund</u>	<u>Total</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ 3,050	\$ (436,885)	\$ 384,384	\$ (49,451)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/Amortization	266,333	17,566	871,528	1,155,427
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	-	(17,746)	(17,746)
Inventory	(10,212)	-	-	(10,212)
Increase (decrease) in:				
Accounts payable	6,300	(1,341)	(2,500)	2,459
Accrued salaries and benefits	389	(13,742)	-	(13,353)
Compensated absences	(24,249)	(35,041)	-	(59,290)
Due to other governments	10,150	-	-	10,150
Deposits	-	-	(2,114)	(2,114)
Other liabilities	50	-	-	50
Total Adjustments	<u>248,761</u>	<u>(32,558)</u>	<u>849,168</u>	<u>1,065,371</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 251,811</u>	<u>\$ (469,443)</u>	<u>\$ 1,233,552</u>	<u>\$ 1,015,920</u>
*Acquisition of Capital Assets				
Financed by Cash				
Capital contributions received	\$ 34,807	\$ -	\$ 687,457	\$ 722,264
Increase (decrease) in contracts/retention payable	35,864	-	147,664	183,528
	<u>-</u>	<u>-</u>	<u>20,914</u>	<u>20,914</u>
Total Acquisition of Capital Assets	<u>\$ 70,671</u>	<u>\$ -</u>	<u>\$ 856,035</u>	<u>\$ 926,706</u>

**WASHOE COUNTY
GOLF COURSE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Operating Revenues				
Charges for Services:				
Golf courses	\$ 1,767,011	\$ 1,567,787	\$ (199,224)	\$ 1,528,406
Other	60,939	48,777	(12,162)	54,094
Total Operating Revenues	<u>1,827,950</u>	<u>1,616,564</u>	<u>(211,386)</u>	<u>1,582,500</u>
Operating Expenses				
Salaries and wages	662,817	645,016	17,801	653,654
Employee benefits	214,951	211,520	3,431	214,913
Services and supplies	648,606	490,645	157,961	490,834
Depreciation/amortization	265,696	266,333	(637)	231,017
Total Operating Expenses	<u>1,792,070</u>	<u>1,613,514</u>	<u>178,556</u>	<u>1,590,418</u>
Operating Income (Loss)	<u>35,880</u>	<u>3,050</u>	<u>(32,830)</u>	<u>(7,918)</u>
Nonoperating Revenues (Expenses)				
Investment earnings	28,840	29,494	654	39,306
Net increase (decrease) in the fair value of investments	30,500	15,473	(15,027)	23,013
Contributions	5,820	5,820	-	-
Interest/bond issuance costs	<u>(142,758)</u>	<u>(139,584)</u>	<u>3,174</u>	<u>(150,172)</u>
Total Nonoperating Revenues (Expenses)	<u>(77,598)</u>	<u>(88,797)</u>	<u>(11,199)</u>	<u>(87,853)</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(41,718)</u>	<u>(85,747)</u>	<u>(44,029)</u>	<u>(95,771)</u>
Capital Contributions				
Public Works Construction	<u>-</u>	<u>35,864</u>	<u>35,864</u>	<u>165,320</u>
Transfers In (Out)				
General Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>213,750</u>
Change in Net Assets	<u>\$ (41,718)</u>	<u>(49,883)</u>	<u>\$ (8,165)</u>	<u>283,299</u>
Net Assets, July 1		<u>1,740,341</u>		<u>1,457,042</u>
Net Assets, June 30		<u>\$ 1,690,458</u>		<u>\$ 1,740,341</u>

**WASHOE COUNTY
GOLF COURSE FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from customers	\$ 1,827,950	\$ 1,616,564	\$ (211,386)	\$ 1,582,500
Cash payments for personnel costs	(877,768)	(880,396)	(2,628)	(863,508)
Cash payments for services and supplies	(648,606)	(484,357)	164,249	(573,735)
Net Cash Provided (Used) by Operating Activities	<u>301,576</u>	<u>251,811</u>	<u>(49,765)</u>	<u>145,257</u>
Cash Flows From Noncapital Financing Activities:				
Cash received from contributions	5,820	5,820	-	-
Transfers from General Fund	-	-	-	213,750
Net Cash Provided (Used) by Noncapital and Related Financing Activities	<u>5,820</u>	<u>5,820</u>	<u>-</u>	<u>213,750</u>
Cash Flows From Capital and Related Financing Activities:				
Principal paid on financing	(184,716)	(174,564)	10,152	(177,420)
Interest paid on financing	(139,126)	(128,347)	10,779	(148,533)
* Acquisition of capital assets	(398,000)	(34,807)	363,193	(212,555)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(721,842)</u>	<u>(337,718)</u>	<u>384,124</u>	<u>(538,508)</u>
Cash Flows From Investing Activities:				
Investment earnings	28,840	47,139	18,299	62,992
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(385,606)</u>	<u>(32,948)</u>	<u>352,658</u>	<u>(116,509)</u>
Cash and Cash Equivalents, July 1	<u>1,078,532</u>	<u>1,085,957</u>	<u>7,425</u>	<u>1,202,466</u>
Cash and Cash Equivalents, June 30	<u>\$ 692,926</u>	<u>\$ 1,053,009</u>	<u>\$ 360,083</u>	<u>\$ 1,085,957</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ 35,880	\$ 3,050	\$ (32,830)	\$ (7,918)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/Amortization	265,696	266,333	637	231,017
Change in assets and liabilities:				
(Increase) decrease in inventory	-	(10,212)	(10,212)	(11,058)
Increase (decrease) in:				
Accounts payable	-	6,300	6,300	(71,843)
Accrued salaries and benefits	-	389	389	3,238
Compensated absences	-	(24,249)	(24,249)	1,821
Due to other governments	-	10,150	10,150	-
Other liabilities	-	50	50	-
Total Adjustments	<u>265,696</u>	<u>248,761</u>	<u>(16,935)</u>	<u>153,175</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 301,576</u>	<u>\$ 251,811</u>	<u>\$ (49,765)</u>	<u>\$ 145,257</u>
*Acquisition of Capital Assets Financed by Cash				
Capital contributions received	\$ 398,000	\$ 34,807	\$ 363,193	\$ 212,555
Total Acquisition of Capital Assets	<u>\$ 398,000</u>	<u>\$ 70,671</u>	<u>\$ 327,329</u>	<u>\$ 377,875</u>

**WASHOE COUNTY
BUILDING AND SAFETY FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Operating Revenues				
Charges for Services:				
Building permits	\$ 2,540,000	\$ 1,317,438	\$ (1,222,562)	\$ 1,923,490
Washoe County/TRPA	145,000	81,853	(63,147)	121,606
Other	15,000	11,221	(3,779)	17,784
Miscellaneous:				
Reimbursements	-	8,250	8,250	-
Total Operating Revenues	2,700,000	1,418,762	(1,281,238)	2,062,880
Operating Expenses				
Salaries and wages	1,500,129	1,224,818	275,311	1,528,464
Employee benefits	499,199	431,106	68,093	531,627
Services and supplies	790,645	182,157	608,488	604,280
Depreciation/amortization	15,000	17,566	(2,566)	15,553
Total Operating Expenses	2,804,973	1,855,647	949,326	2,679,924
Operating Income (Loss)	(104,973)	(436,885)	(331,912)	(617,044)
Nonoperating Revenues (Expenses)				
Investment earnings	53,560	20,663	(32,897)	48,468
Net increase (decrease) in the fair value of investments	-	11,101	11,101	28,480
Total Nonoperating Revenues (Expenses)	53,560	31,764	(21,796)	76,948
Change in Net Assets	\$ (51,413)	(405,121)	\$ (353,708)	(540,096)
Net Assets, July 1		774,464		1,314,560
Net Assets, June 30		\$ 369,343		\$ 774,464

**WASHOE COUNTY
BUILDING AND SAFETY FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from customers	\$ 2,700,000	\$ 1,410,512	\$ (1,289,488)	\$ 2,073,026
Cash received from other funds	-	8,250	8,250	-
Cash payments for personnel costs	(1,999,328)	(1,704,707)	294,621	(2,069,312)
Cash payments for services and supplies	(790,645)	(183,498)	607,147	(651,343)
Net Cash Provided (Used) by Operating Activities	<u>(89,973)</u>	<u>(469,443)</u>	<u>(379,470)</u>	<u>(647,629)</u>
Cash Flows From Capital and Related Financing Activities:				
Acquisition of capital assets	-	-	-	(9,500)
Cash Flows From Investing Activities:				
Investment earnings	55,000	36,955	(18,045)	82,279
Net Increase (Decrease) in Cash and Cash Equivalents	(34,973)	(432,488)	(397,515)	(574,850)
Cash and Cash Equivalents, July 1	<u>716,286</u>	<u>910,474</u>	<u>194,188</u>	<u>1,485,324</u>
Cash and Cash Equivalents, June 30	<u>\$ 681,313</u>	<u>\$ 477,986</u>	<u>\$ (203,327)</u>	<u>\$ 910,474</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (104,973)	\$ (436,885)	\$ (331,912)	\$ (617,044)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	15,000	17,566	2,566	15,553
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	-	-	10,146
Increase (decrease) in:				
Accounts payable	-	(1,341)	(1,341)	(47,063)
Accrued salaries and benefits	-	(13,742)	(13,742)	40
Compensated absences	-	(35,041)	(35,041)	(9,261)
Total Adjustments	<u>15,000</u>	<u>(32,558)</u>	<u>(47,558)</u>	<u>(30,585)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (89,973)</u>	<u>\$ (469,443)</u>	<u>\$ (379,470)</u>	<u>\$ (647,629)</u>

WASHOE COUNTY
SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Operating Revenues				
Charges for Services:				
Water charges	\$ 2,341,065	\$ 2,448,161	\$ 107,096	\$ 2,442,525
Annexation fees	20,000	4,500	(15,500)	18,210
Other	135,806	122,335	(13,471)	134,916
Total Operating Revenues	<u>2,496,871</u>	<u>2,574,996</u>	<u>78,125</u>	<u>2,595,651</u>
Operating Expenses				
Services and supplies:				
Water Resources Fund billings	1,540,164	1,312,584	227,580	1,333,060
Reimbursements	75,000	6,500	68,500	65,432
Depreciation	880,135	871,528	8,607	811,808
Total Operating Expenses	<u>2,495,299</u>	<u>2,190,612</u>	<u>304,687</u>	<u>2,210,300</u>
Operating Income (Loss)	<u>1,572</u>	<u>384,384</u>	<u>382,812</u>	<u>385,351</u>
Nonoperating Revenues (Expenses)				
Investment earnings	369,232	403,945	34,713	472,791
Net increase (decrease) in the fair value of investments	-	223,296	223,296	203,602
Payment to other agencies	(1,972,670)	-	1,972,670	-
Total Nonoperating Revenues (Expenses)	<u>(1,603,438)</u>	<u>627,241</u>	<u>2,230,679</u>	<u>676,393</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(1,601,866)</u>	<u>1,011,625</u>	<u>2,613,491</u>	<u>1,061,744</u>
Capital Contributions				
Hookup fees	250,000	31,972	(218,028)	276,710
Contributions	50,000	147,664	97,664	185,065
Federal grants	-	-	-	120,000
Total Capital Contributions	<u>300,000</u>	<u>179,636</u>	<u>(120,364)</u>	<u>581,775</u>
Transfers				
Water Resources Fund	-	-	-	8,750
Change in Net Assets	<u>\$ (1,301,866)</u>	<u>1,191,261</u>	<u>\$ 2,493,127</u>	<u>1,652,269</u>
Net Assets, July 1		<u>28,393,766</u>		<u>26,741,497</u>
Net Assets, June 30		<u>\$ 29,585,027</u>		<u>\$ 28,393,766</u>

WASHOE COUNTY
SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from customers	\$ 2,496,871	\$ 2,555,136	\$ 58,265	\$ 2,614,553
Cash payments for services and supplies:				
Paid to Water Resources Fund	(1,540,164)	(1,312,584)	227,580	(1,333,061)
Paid to others	(75,000)	(9,000)	66,000	(64,141)
Cash payments to other agencies	(1,972,670)	-	1,972,670	-
Net Cash Provided (Used) by Operating Activities	<u>(1,090,963)</u>	<u>1,233,552</u>	<u>2,324,515</u>	<u>1,217,351</u>
Cash Flows From Capital and Related Financing Activities:				
Hookup fees	250,000	31,972	(218,028)	276,710
*Acquisition of capital assets	(3,333,193)	(687,457)	2,645,736	(745,053)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(3,083,193)</u>	<u>(655,485)</u>	<u>2,427,708</u>	<u>(468,343)</u>
Cash Flows From Investing Activities:				
Investment earnings	369,232	655,822	286,590	661,530
Net Increase (Decrease) in Cash and Cash Equivalents	(3,804,924)	1,233,889	5,038,813	1,410,538
Cash and Cash Equivalents, July 1	<u>12,268,297</u>	<u>12,454,453</u>	<u>186,156</u>	<u>11,043,915</u>
Cash and Cash Equivalents, June 30	<u>\$ 8,463,373</u>	<u>\$ 13,688,342</u>	<u>\$ 5,224,969</u>	<u>\$ 12,454,453</u>

(CONTINUED)

WASHOE COUNTY
SOUTH TRUCKEE MEADOWS GENERAL IMPROVEMENT DISTRICT
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ 1,572	\$ 384,384	\$ 382,812	\$ 385,351
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation/Amortization	880,135	871,528	(8,607)	811,808
Payments to other agencies	(1,972,670)	-	1,972,670	-
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	(17,746)	(17,746)	21,015
Increase (decrease) in:				
Accounts payable	-	(2,500)	(2,500)	1,290
Deposits	-	(2,114)	(2,114)	(2,113)
Total Adjustments	(1,092,535)	849,168	1,941,703	832,000
Net Cash Provided (Used) by Operating Activities	<u>\$ (1,090,963)</u>	<u>\$ 1,233,552</u>	<u>\$ 2,324,515</u>	<u>\$ 1,217,351</u>
*Acquisition of Capital Assets				
Financed by Cash				
Contributions from developers	\$ 3,333,193	\$ 687,457	\$ 2,645,736	\$ 745,053
Contributions from other governments	-	147,664	(147,664)	120,565
Transfer from Water Resources Fund	-	-	-	184,500
Increase (decrease) in contracts/retention payable	-	-	-	8,750
Increase (decrease) in contracts/retention payable	-	20,914	(20,914)	-
Total Acquisition of Capital Assets	<u>\$ 3,333,193</u>	<u>\$ 856,035</u>	<u>\$ 2,477,158</u>	<u>\$ 1,058,868</u>



INTERNAL SERVICE FUNDS



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the County, or to other agencies, on a cost-reimbursement basis.

Page

Risk Management Fund

To account for revenues received for providing the county with property and liability insurance, workers' compensation and unemployment compensation insurance.167

Health Benefits Fund

To account for the self-insured health plan and other contractual health insurance plans.169

Equipment Services Fund

To account for revenues received for maintaining and purchasing automobiles and other vehicles and specialized large equipment for use by other county departments.171

Truckee Meadows Fire Protection District – Workers' Compensation Fund

A component unit. To account for annual costs and future liabilities for workers' compensation costs attributable to the district.174

**WASHOE COUNTY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF NET ASSETS
JUNE 30, 2009**

	Risk Management Fund	Health Benefits Fund	Equipment Services Fund	TMFPD Workers Compensation Fund	Total
Assets					
Current Assets:					
Cash and investments	\$ 28,001,101	\$ 9,622,151	\$ 6,444,255	\$ 5,784,548	\$ 49,852,055
Reimbursements receivable	-	115,327	-	-	115,327
Interest receivable	95,213	28,139	-	27,848	151,200
Due from other governments	-	62,858	-	-	62,858
Inventory	-	-	213,136	-	213,136
Deposits	-	-	268,212	-	268,212
Other assets	96,180	-	271,058	-	367,238
Total Current Assets	28,192,494	9,828,475	7,196,661	5,812,396	51,030,026
Noncurrent Assets:					
Restricted cash and investments	1,803,000	-	-	-	1,803,000
Long-term prepaids	-	-	557,780	-	557,780
Long-term deposits	-	-	3,446,274	-	3,446,274
Capital Assets:					
Buildings and improvements	-	-	34,024	-	34,024
Equipment	-	-	23,950,456	-	23,950,456
Less accumulated depreciation	-	-	(15,320,276)	-	(15,320,276)
Total Noncurrent Assets	1,803,000	-	12,668,258	-	14,471,258
Total Assets	29,995,494	9,828,475	19,864,919	5,812,396	65,501,284
Liabilities					
Current Liabilities:					
Accounts payable	42,746	1,114,833	219,118	-	1,376,697
Accrued salaries and benefits	6,609	4,442	45,633	-	56,684
Compensated absences	30,385	6,945	147,181	-	184,511
Due to other governments	-	-	-	103,326	103,326
Pending claims	3,822,000	2,416,000	-	-	6,238,000
Total Current Liabilities	3,901,740	3,542,220	411,932	103,326	7,959,218
Noncurrent Liabilities:					
Compensated absences	5,996	1,370	29,043	-	36,409
Pending claims	5,986,000	-	-	4,904,954	10,890,954
Pending claims payable from restricted cash	1,803,000	-	-	-	1,803,000
Total Noncurrent Liabilities	7,794,996	1,370	29,043	4,904,954	12,730,363
Total Liabilities	11,696,736	3,543,590	440,975	5,008,280	20,689,581
Net Assets					
Invested in capital assets	-	-	8,664,204	-	8,664,204
Restricted for claims	18,298,758	6,284,885	-	804,116	25,387,759
Unrestricted	-	-	10,759,740	-	10,759,740
Total Net Assets	\$ 18,298,758	\$ 6,284,885	\$ 19,423,944	\$ 804,116	\$ 44,811,703

**WASHOE COUNTY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS
FOR THE YEAR ENDED JUNE 30, 2009**

	Risk Management Fund	Health Benefits Fund	Equipment Services Fund	TMFPD Workers Compensation Fund	Total
Operating Revenues					
Charges for Services:					
Self insurance fees	\$ 7,171,126	\$ 31,681,312	\$ -	\$ -	\$ 38,852,438
Equipment service billings	-	-	8,202,009	-	8,202,009
Miscellaneous	489,266	353,699	-	-	842,965
Total Operating Revenues	7,660,392	32,035,011	8,202,009	-	47,897,412
Operating Expenses					
Salaries and wages	225,121	129,777	1,439,304	-	1,794,202
Employee benefits	68,332	47,451	550,327	-	666,110
Services and supplies	2,006,099	38,367,782	3,417,605	1,486,000	45,277,486
Depreciation	-	-	2,438,250	-	2,438,250
Total Operating Expenses	2,299,552	38,545,010	7,845,486	1,486,000	50,176,048
Operating Income (Loss)	5,360,840	(6,509,999)	356,523	(1,486,000)	(2,278,636)
Nonoperating Revenues (Expenses)					
Investment earnings	727,246	186,568	164,173	177,248	1,255,235
Net increase (decrease) in the fair value of investments	296,720	101,854	-	86,498	485,072
Federal grant	-	63,026	-	-	63,026
Gain (loss) on asset disposition	-	-	94,153	-	94,153
Total Nonoperating Revenues (Expenses)	1,023,966	351,448	258,326	263,746	1,897,486
Income (Loss) Before Capital Contributions and Transfers	6,384,806	(6,158,551)	614,849	(1,222,254)	(381,150)
Capital Contributions					
Contributions from other funds	-	-	21,691	-	21,691
Transfers					
General Fund	-	3,585,000	-	-	3,585,000
Water Resources Fund	-	-	22,233	-	22,233
TMFPD General Fund	-	-	-	1,350,000	1,350,000
Total Transfers	-	3,585,000	22,233	1,350,000	4,957,233
Change in Net Assets	6,384,806	(2,573,551)	658,773	127,746	4,597,774
Net Assets, July 1	11,913,952	8,858,436	18,765,171	676,370	40,213,929
Net Assets, June 30	\$ 18,298,758	\$ 6,284,885	\$ 19,423,944	\$ 804,116	\$ 44,811,703

**WASHOE COUNTY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009**

	Risk Management Fund	Health Benefits Fund	Equipment Services Fund	TMFPD Workers Compensation Fund	Total
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows From Operating Activities:					
Cash received from customers	\$ -	\$ 9,452,115	\$ -	\$ -	\$ 9,452,115
Cash received from other funds	7,171,126	22,382,564	8,202,009	-	37,755,699
Cash received from others	578,244	353,699	-	-	931,943
Cash payments for:					
Personnel costs	(300,405)	(201,249)	(2,023,890)	-	(2,525,544)
Services and supplies	(4,281,366)	(37,824,860)	(3,706,618)	(1,069,237)	(46,882,081)
Net Cash Provided (Used) by Operating Activities	<u>3,167,599</u>	<u>(5,837,731)</u>	<u>2,471,501</u>	<u>(1,069,237)</u>	<u>(1,267,868)</u>
Cash Flows From Noncapital Financing Activities:					
Federal grant	-	63,026	-	-	63,026
Transfers from General Fund	-	3,585,000	-	-	3,585,000
Transfers from TMFPD General Fund	-	-	-	1,350,000	1,350,000
Net Cash Provided (Used) by Noncapital Financing Activities	<u>-</u>	<u>3,648,026</u>	<u>-</u>	<u>1,350,000</u>	<u>4,998,026</u>
Cash Flows From Capital and Related Financing Activities:					
Proceeds from asset disposition	-	-	86,526	-	86,526
*Acquisition of capital assets	-	-	(1,144,021)	-	(1,144,021)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>(1,057,495)</u>	<u>-</u>	<u>(1,057,495)</u>
Cash Flows From Investing Activities:					
Investment earnings	1,079,622	365,511	-	271,464	1,716,597
**Proceeds from assets held for resale	-	-	1,369,995	-	1,369,995
**Equipment supply deposits paid	-	-	(1,600,318)	-	(1,600,318)
Net Cash Provided (Used) by Investing Activities	<u>1,079,622</u>	<u>365,511</u>	<u>(230,323)</u>	<u>271,464</u>	<u>1,486,274</u>
Net Increase (Decrease) in Cash and Cash Equivalents	4,247,221	(1,824,194)	1,183,683	552,227	4,158,937
Cash and Cash Equivalents, July 1	<u>25,556,880</u>	<u>11,446,345</u>	<u>5,260,572</u>	<u>5,232,321</u>	<u>47,496,118</u>
Cash and Cash Equivalents, June 30	<u>\$ 29,804,101</u>	<u>\$ 9,622,151</u>	<u>\$ 6,444,255</u>	<u>\$ 5,784,548</u>	<u>\$ 51,655,055</u>

(CONTINUED)

**WASHOE COUNTY
INTERNAL SERVICE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2009**

	Risk Management Fund	Health Benefits Fund	Equipment Services Fund	TMFPD Workers Compensation Fund	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Operating income (loss)	\$ 5,360,840	\$ (6,509,999)	\$ 356,523	\$ (1,486,000)	\$ (2,278,636)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Depreciation	-	-	2,438,250	-	2,438,250
**Imputed rental expense	-	-	164,173	-	164,173
Change in assets and liabilities:					
(Increase) decrease in:					
Accounts receivable	88,978	2,572	-	-	91,550
Reimbursements receivable	-	343,049	-	-	343,049
Due from other governments	-	430	-	(57,333)	(56,903)
Inventory	-	-	33,726	-	33,726
Other assets	(3)	-	(287,859)	-	(287,862)
Increase (decrease) in:					
Accounts payable	(23,496)	429,922	(199,053)	-	207,373
Accrued salaries and benefits	797	(20,218)	1,541	-	(17,880)
Compensated absences	(7,749)	(3,803)	(35,800)	-	(47,352)
Due to other governments	(40,768)	-	-	-	(40,768)
Other liabilities	-	(192,684)	-	-	(192,684)
Pending claims	(2,211,000)	113,000	-	474,096	(1,623,904)
Total Adjustments	(2,193,241)	672,268	2,114,978	416,763	1,010,768
Net Cash Provided (Used) by Operating Activities	<u>\$ 3,167,599</u>	<u>\$ (5,837,731)</u>	<u>\$ 2,471,501</u>	<u>\$ (1,069,237)</u>	<u>\$ (1,267,868)</u>

****Noncash investing, capital, and financing activities:**

During the current fiscal year, the Equipment Services Fund entered into equipment rental agreements requiring cash deposits totaling \$1,600,318. Deposits remaining from prior year rental agreements total \$2,114,168. These deposits are considered to be equivalent to noninterest bearing loans. Interest income and rental expense of \$164,173 have been imputed to give accounting recognition to these transactions. Lease deposits totaling \$1,345,720 were forfeited to acquire the leased assets and subsequently sold during the year at a gain of \$24,275.

***Acquisition of Capital Assets**

Financed by Cash	\$	-	\$	1,144,021	\$	-	\$	1,144,021
Capital contributions received	-	-	-	21,691	-	-	-	21,691
Capital transferred from other funds	-	-	-	22,233	-	-	-	22,233
Increase (decrease) in accounts payable	-	-	-	(299,157)	-	-	-	(299,157)
Total Acquisition of Capital Assets	<u>\$</u>	<u>-</u>	<u>\$</u>	<u>888,788</u>	<u>\$</u>	<u>-</u>	<u>\$</u>	<u>888,788</u>

**WASHOE COUNTY
RISK MANAGEMENT FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Operating Revenues				
Charges for Services:				
Workers' compensation collections	\$ 3,482,899	\$ 3,482,238	\$ (661)	\$ 3,146,504
Unemployment premiums	200,525	199,930	(595)	161,639
Property and liability billings	3,460,916	3,488,958	28,042	3,108,597
Miscellaneous:				
Subrogation recoveries	55,000	86,084	31,084	51,120
Other	30,000	403,182	373,182	240,012
Total Operating Revenues	7,229,340	7,660,392	431,052	6,707,872
Operating Expenses				
Salaries and wages	321,408	225,121	96,287	314,302
Employee benefits	94,668	68,332	26,336	94,238
Services and supplies:				
Workers' compensation program	2,201,500	1,962,527	238,973	2,033,233
Workers' compensation pending claims change	2,501,000	(1,512,000)	4,013,000	(1,402,000)
Unemployment compensation program	200,525	196,771	3,754	231,676
Property and liability program	2,456,697	1,982,614	474,083	1,956,988
Property/liability pending claims change	299,000	(699,000)	998,000	42,000
Self insurance - general	79,811	75,187	4,624	32,943
Total Operating Expenses	8,154,609	2,299,552	5,855,057	3,303,380
Operating Income (Loss)	(925,269)	5,360,840	6,286,109	3,404,492
Nonoperating Revenues (Expenses)				
Investment earnings	380,650	727,246	346,596	917,666
Net increase (decrease) in the fair value of investments	-	296,720	296,720	303,778
Total Nonoperating Revenues (Expenses)	380,650	1,023,966	643,316	1,221,444
Income (Loss) Before Transfers	(544,619)	6,384,806	6,929,425	4,625,936
Transfers				
General Fund	(5,000,000)	-	5,000,000	-
Change in Net Assets	\$ (5,544,619)	6,384,806	\$ 11,929,425	4,625,936
Net Assets, July 1		11,913,952		7,288,016
Net Assets, June 30		\$ 18,298,758		\$ 11,913,952

**WASHOE COUNTY
RISK MANAGEMENT FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from outside	\$ 30,000	\$ 578,244	\$ 548,244	\$ 211,401
Cash received from other funds	7,199,340	7,171,126	(28,214)	6,416,740
Cash payments for personnel costs	(416,076)	(300,405)	115,671	(421,493)
Cash payments for workers' compensation	(2,201,500)	(1,988,940)	212,560	(2,059,564)
Cash payments for unemployment compensation	(200,525)	(237,539)	(37,014)	(210,961)
Cash payments for property and liability	(2,456,697)	(1,981,837)	474,860	(1,985,685)
Cash payments for services and supplies	(79,811)	(73,050)	6,761	(27,246)
Net Cash Provided (Used) by Operating Activities	<u>1,874,731</u>	<u>3,167,599</u>	<u>1,292,868</u>	<u>1,923,192</u>
Cash Flows From Noncapital Financing Activities:				
Transfer to General Fund	(5,000,000)	-	5,000,000	-
Cash Flows From Investing Activities:				
Investment earnings	380,650	1,079,622	698,972	1,192,139
Net Increase (Decrease) in Cash and Cash Equivalents	(2,744,619)	4,247,221	6,991,840	3,115,331
Cash and Cash Equivalents, July 1	<u>24,691,759</u>	<u>25,556,880</u>	<u>865,121</u>	<u>22,441,549</u>
Cash and Cash Equivalents, June 30	<u>\$ 21,947,140</u>	<u>\$ 29,804,101</u>	<u>\$ 7,856,961</u>	<u>\$ 25,556,880</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (925,269)	\$ 5,360,840	\$ 6,286,109	\$ 3,404,492
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	88,978	88,978	(79,732)
Other assets	-	(3)	(3)	(2,538)
Increase (decrease) in:				
Accounts payable	-	(23,496)	(23,496)	(46,793)
Accrued salaries and benefits	-	797	797	(522)
Compensated absences	-	(7,749)	(7,749)	(12,430)
Due to other governments	-	(40,768)	(40,768)	20,715
Pending claims	2,800,000	(2,211,000)	(5,011,000)	(1,360,000)
Total Adjustments	<u>2,800,000</u>	<u>(2,193,241)</u>	<u>(4,993,241)</u>	<u>(1,481,300)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,874,731</u>	<u>\$ 3,167,599</u>	<u>\$ 1,292,868</u>	<u>\$ 1,923,192</u>

**WASHOE COUNTY
HEALTH BENEFITS FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Operating Revenues				
Charges for Services:				
Group insurance collections	\$ 30,280,000	\$ 28,298,412	\$ (1,981,588)	\$ 29,216,294
Premium reimbursements	3,507,000	3,267,567	(239,433)	2,956,642
COBRA payments	235,000	115,333	(119,667)	101,567
Miscellaneous:				
Other	160,000	353,699	193,699	266,872
Total Operating Revenues	34,182,000	32,035,011	(2,146,989)	32,541,375
Operating Expenses				
Salaries and wages	161,869	129,777	32,092	138,322
Employee benefits	60,083	47,451	12,632	45,414
Services and supplies:				
Insurance claims	21,233,000	21,155,987	77,013	20,004,017
Insurance premiums	17,711,200	16,552,864	1,158,336	15,241,912
Other	514,094	658,931	(144,837)	112,901
Total Operating Expenses	39,680,246	38,545,010	1,135,236	35,542,566
Operating Income (Loss)	(5,498,246)	(6,509,999)	(1,011,753)	(3,001,191)
Nonoperating Revenues (Expenses)				
Investment earnings	306,390	186,568	(119,822)	537,452
Net increase (decrease) in the fair value of investments	-	101,854	101,854	203,948
Federal grant	-	63,026	63,026	189,088
Total Nonoperating Revenues (Expenses)	306,390	351,448	45,058	930,488
Income (Loss) Before Transfers	(5,191,856)	(6,158,551)	(966,695)	(2,070,703)
Transfers				
General Fund	3,585,000	3,585,000	-	-
General Fund	(3,780,000)	-	3,780,000	-
Total Transfers	(195,000)	3,585,000	3,780,000	-
Change in Net Assets	\$ (5,386,856)	(2,573,551)	\$ 2,813,305	(2,070,703)
Net Assets, July 1		8,858,436		10,929,139
Net Assets, June 30		\$ 6,284,885		\$ 8,858,436

**WASHOE COUNTY
HEALTH BENEFITS FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from customers	\$ 3,742,000	\$ 9,452,115	\$ 5,710,115	\$ 9,047,454
Cash received from other funds	30,280,000	22,382,564	(7,897,436)	23,021,827
Cash received from others	160,000	353,699	193,699	266,872
Cash payments for personnel costs	(221,952)	(201,249)	20,703	(163,766)
Cash payments for health claims/premiums	(38,944,200)	(37,162,469)	1,781,731	(34,487,500)
Cash payments for services and supplies	(514,094)	(662,391)	(148,297)	(105,724)
Net Cash Provided (Used) by Operating Activities	<u>(5,498,246)</u>	<u>(5,837,731)</u>	<u>(339,485)</u>	<u>(2,420,837)</u>
Cash Flows From Noncapital Financing Activities:				
Federal grant	-	63,026	63,026	295,026
Transfers from General Fund	3,585,000	3,585,000	-	-
Transfers to General Fund	(3,780,000)	-	3,780,000	-
Net Cash Provided (Used) by Noncapital Financing Activities	<u>(195,000)</u>	<u>3,648,026</u>	<u>3,843,026</u>	<u>295,026</u>
Cash Flows From Investing Activities:				
Investment earnings (loss)	<u>306,390</u>	<u>365,511</u>	<u>59,121</u>	<u>716,303</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(5,386,856)	(1,824,194)	3,562,662	(1,409,508)
Cash and Cash Equivalents, July 1	<u>11,027,717</u>	<u>11,446,345</u>	<u>418,628</u>	<u>12,855,853</u>
Cash and Cash Equivalents, June 30	<u>\$ 5,640,861</u>	<u>\$ 9,622,151</u>	<u>\$ 3,981,290</u>	<u>\$ 11,446,345</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (5,498,246)	\$ (6,509,999)	\$ (1,011,753)	\$ (3,001,191)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Change in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	-	2,572	2,572	16,483
Reimbursements receivable	-	343,049	343,049	(238,360)
Due from other governments	-	430	430	(3,691)
Increase (decrease) in:				
Accounts payable	-	429,922	429,922	162,606
Accrued salaries and benefits	-	(20,218)	(20,218)	22,126
Compensated absences	-	(3,803)	(3,803)	(2,156)
Other liabilities	-	(192,684)	(192,684)	20,346
Pending claims	-	113,000	113,000	603,000
Total Adjustments	<u>-</u>	<u>672,268</u>	<u>672,268</u>	<u>580,354</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (5,498,246)</u>	<u>\$ (5,837,731)</u>	<u>\$ (339,485)</u>	<u>\$ (2,420,837)</u>

**WASHOE COUNTY
EQUIPMENT SERVICES FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	2009			2008
	Budget	Actual	Variance	Actual
Operating Revenues				
Charges for Services:				
Equipment service billings	\$ 8,717,222	\$ 8,202,009	\$ (515,213)	\$ 8,013,893
Miscellaneous:				
Other	1,500	-	(1,500)	4,856
Total Operating Revenues	8,718,722	8,202,009	(516,713)	8,018,749
Operating Expenses				
Salaries and wages	1,481,840	1,439,304	42,536	1,483,949
Employee benefits	570,685	550,327	20,358	557,136
Services and supplies	4,496,307	3,417,605	1,078,702	4,268,126
Depreciation	2,512,000	2,438,250	73,750	2,573,363
Total Operating Expenses	9,060,832	7,845,486	1,215,346	8,882,574
Operating Income (Loss)	(342,110)	356,523	698,633	(863,825)
Nonoperating Revenues (Expenses)				
Investment earnings	120,000	164,173	44,173	151,350
Gain (loss) on asset disposition	225,000	94,153	(130,847)	434,759
Total Nonoperating Revenues (Expenses)	345,000	258,326	(86,674)	586,109
Income (Loss) Before Capital Contributions and Transfers	2,890	614,849	611,959	(277,716)
Capital Contributions				
Contributions from other funds	-	21,691	21,691	178,113
Transfers				
Water Resources Fund	-	22,233	22,233	203,222
Change in Net Assets	\$ 2,890	658,773	\$ 655,883	103,619
Net Assets, July 1		18,765,171		18,661,552
Net Assets, June 30		\$ 19,423,944		\$ 18,765,171

**WASHOE COUNTY
EQUIPMENT SERVICES FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash received from other funds	\$ 8,717,222	\$ 8,202,009	\$ (515,213)	\$ 8,013,893
Cash received from others	1,500	-	(1,500)	4,856
Cash payments for personnel costs	(2,052,525)	(2,023,890)	28,635	(1,997,419)
Cash payments for services and supplies	<u>(4,496,307)</u>	<u>(3,706,618)</u>	<u>789,689</u>	<u>(4,167,377)</u>
Net Cash Provided (Used) by Operating Activities	<u>2,169,890</u>	<u>2,471,501</u>	<u>301,611</u>	<u>1,853,953</u>
Cash Flows From Capital and Related Financing Activities:				
Proceeds from asset disposition	225,000	86,526	(138,474)	283,237
*Acquisition of capital assets	<u>(2,369,000)</u>	<u>(1,144,021)</u>	<u>1,224,979</u>	<u>(1,490,101)</u>
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(2,144,000)</u>	<u>(1,057,495)</u>	<u>1,086,505</u>	<u>(1,206,864)</u>
Cash Flows From Investing Activities:				
Investment Earnings	120,000	-	(120,000)	-
**Proceeds from assets held for sale	-	1,369,995	1,369,995	1,559,920
**Equipment supply deposit received	1,746,651	-	(1,746,651)	-
**Equipment supply deposit paid	<u>(2,328,868)</u>	<u>(1,600,318)</u>	<u>728,550</u>	<u>(1,845,956)</u>
Net Cash Provided (Used) by Investing Activities	<u>(462,217)</u>	<u>(230,323)</u>	<u>231,894</u>	<u>(286,036)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(436,327)</u>	<u>1,183,683</u>	<u>1,620,010</u>	<u>361,053</u>
Cash and Cash Equivalents, July 1	<u>3,809,188</u>	<u>5,260,572</u>	<u>1,451,384</u>	<u>4,899,519</u>
Cash and Cash Equivalents, June 30	<u>\$ 3,372,861</u>	<u>\$ 6,444,255</u>	<u>\$ 3,071,394</u>	<u>\$ 5,260,572</u>

(CONTINUED)

**WASHOE COUNTY
EQUIPMENT SERVICES FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)**

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (342,110)	\$ 356,523	\$ 698,633	\$ (863,825)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	2,512,000	2,438,250	(73,750)	2,573,363
**Imputed rental expense	-	164,173	164,173	151,350
Change in assets and liabilities:				
(Increase) decrease in:				
Inventory	-	33,726	33,726	14,878
Prepaid lease expense	-	(287,859)	(287,859)	(152,542)
Increase (decrease) in:				
Accounts payable	-	(199,053)	(199,053)	87,063
Accrued salaries and benefits	-	1,541	1,541	15,110
Compensated absences	-	(35,800)	(35,800)	28,556
Total Adjustments	2,512,000	2,114,978	(397,022)	2,717,778
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,169,890</u>	<u>\$ 2,471,501</u>	<u>\$ 301,611</u>	<u>\$ 1,853,953</u>

****Noncash investing, capital, and financing activities:**

During the current fiscal year, the Equipment Services Fund entered into equipment rental agreements requiring cash deposits totaling \$1,600,318. Deposits remaining from prior year rental agreements total \$2,114,168. These deposits are considered to be equivalent to noninterest bearing loans. Interest income and rental expense of \$164,173 have been imputed to give recognition to these transactions. Lease deposits totaling \$1,345,720 were forfeited to acquire the leased assets and subsequently sold during the year at a gain of \$24,275.

***Acquisition of Capital Assets**

Financed by Cash	\$ 2,369,000	\$ 1,144,021	\$ 1,224,979	\$ 1,490,101
Capital contributions received	-	21,691	(21,691)	178,113
Capital transferred from other funds	-	22,233	(22,233)	203,222
Increase (decrease) in accounts payable	-	(299,157)	299,157	114,240
Total Acquisition of Capital Assets	<u>\$ 2,369,000</u>	<u>\$ 888,788</u>	<u>\$ 1,480,212</u>	<u>\$ 1,985,676</u>

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT WORKERS COMPENSATION FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN NET ASSETS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Operating Expenses				
Service and supplies:				
Claims	\$ 1,486,000	\$ 1,486,000	\$ -	\$ 1,268,000
Operating Income (Loss)	(1,486,000)	(1,486,000)	-	(1,268,000)
Nonoperating Revenues (Expenses)				
Investment earnings	150,000	177,248	27,248	170,112
Net increase (decrease) in the fair value of investments	-	86,498	86,498	64,078
Total Nonoperating Revenues (Expenses)	150,000	263,746	113,746	234,190
Income (Loss) Before Transfers	(1,336,000)	(1,222,254)	113,746	(1,033,810)
Transfers				
TMFPD General Fund	1,350,000	1,350,000	-	1,268,000
Change in Net Assets	\$ 14,000	127,746	\$ 113,746	234,190
Net Assets, July 1		676,370		442,180
Net Assets, June 30		\$ 804,116		\$ 676,370

WASHOE COUNTY
TRUCKEE MEADOWS FIRE PROTECTION DISTRICT WORKERS COMPENSATION FUND
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2009
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2008)

	<u>2009</u>			<u>2008</u>
	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>	<u>Actual</u>
Increase (Decrease) in Cash and Cash Equivalents				
Cash Flows From Operating Activities:				
Cash payments for workers' compensation	\$ (500,000)	\$ (1,069,237)	\$ (569,237)	\$ (521,082)
Cash Flows From Noncapital Financing Activities:				
Transfers from TMFPD General Fund	1,350,000	1,350,000	-	1,268,000
Cash Flows From Investing Activities:				
Investment earnings	150,000	271,464	121,464	227,774
Net Increase (Decrease) in Cash and Cash Equivalents	1,000,000	552,227	(447,773)	974,692
Cash and Cash Equivalents, July 1	<u>5,220,629</u>	<u>5,232,321</u>	<u>11,692</u>	<u>4,257,629</u>
Cash and Cash Equivalents, June 30	<u>\$ 6,220,629</u>	<u>\$ 5,784,548</u>	<u>\$ (436,081)</u>	<u>\$ 5,232,321</u>
 Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities				
Operating income (loss)	\$ (1,486,000)	\$ (1,486,000)	-	\$ (1,268,000)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Increase (decrease) in:				
Due to other governments	-	(57,333)	(57,333)	59,501
Pending claims	986,000	474,096	(511,904)	687,417
Total Adjustments	986,000	416,763	(569,237)	746,918
Net Cash Provided (Used) by Operating Activities	<u>\$ (500,000)</u>	<u>\$ (1,069,237)</u>	<u>\$ (569,237)</u>	<u>\$ (521,082)</u>



FIDUCIARY FUNDS



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

FIDUCIARY FUNDS

Fiduciary funds are used to account for assets held in a trustee or agency capacity for others and which cannot be used to support the County's own programs.

Agency Funds:

Intergovernmental

Accounts for taxes and fees, such as property tax, sales tax, consolidated tax, fuel tax, and fines collected by the county on behalf of local governments.

Public Guardian/Administrator Trust Funds

Account for assets belonging to wards of the public guardian and unclaimed assets of decedents.

Children's Trust Fund

Accounts for monies received from social security, insurance, child support or other sources on behalf of children receiving welfare services.

Court Trust

Accounts for District Court cash bonds.

Senior Services Trust

Accounts for social security benefits of senior citizen clients for which Washoe County serves as representative payee.

Sheriff's Trust

Accounts for the commissary fund, inmate fund, and other miscellaneous funds administered by the County Sheriff's Department.

Payroll Revolving

Accounts for payment of payroll and payroll deductions such as income tax withholding, insurance deductions, credit union deductions, etc.

Treasurer Unapportioned

Accounts for other local governments' share of unapportioned property taxes.

Southwest Pointe Arrowcreek

Accounts for collections of special assessments from property owners in District No. 23. Washoe County is not obligated in any manner for debt incurred on capital improvements to the properties.

(CONTINUED)

Fiduciary Funds (continued):

Financial Assurances

Accounts for assets held by the County as performance guarantees.

Western Regional Water Commission

Accounts for the assets of the Western Regional Water Commission arising from the collection of water planning fees from regional water customers.

Other Agency

Accounts for assets held for special districts and boards, Regional Transportation Commission, deferred compensation, Public Safety Training Center, TRWQSA joint venture, and other miscellaneous agencies.

**WASHOE COUNTY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Balance July 1, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2009</u>
Intergovernmental				
Assets:				
Cash and investments	\$ 5,362,907	\$ 290,843,817	\$ 284,838,298	\$ 11,368,426
Property taxes receivable	<u>4,683,051</u>	<u>5,123,739</u>	<u>2,397,274</u>	<u>7,409,516</u>
Total Assets	<u>\$ 10,045,958</u>	<u>\$ 295,967,556</u>	<u>\$ 287,235,572</u>	<u>\$ 18,777,942</u>
Liabilities:				
Due to other governments	<u>\$ 10,045,958</u>	<u>\$ 295,967,556</u>	<u>\$ 287,235,572</u>	<u>\$ 18,777,942</u>
Public Guardian/Administrator				
Assets:				
Cash and investments	<u>\$ 4,311,602</u>	<u>\$ 3,069,830</u>	<u>\$ 4,025,732</u>	<u>\$ 3,355,700</u>
Liabilities:				
Due to others	<u>\$ 4,311,602</u>	<u>\$ 3,069,830</u>	<u>\$ 4,025,732</u>	<u>\$ 3,355,700</u>
Children's Trust Fund				
Assets:				
Cash and investments	<u>\$ 350,788</u>	<u>\$ 1,201,401</u>	<u>\$ 1,090,246</u>	<u>\$ 461,943</u>
Liabilities:				
Due to others	<u>\$ 350,788</u>	<u>\$ 1,201,401</u>	<u>\$ 1,090,246</u>	<u>\$ 461,943</u>
Court Trust				
Assets:				
Cash and investments	<u>\$ 4,451,403</u>	<u>\$ 684,174</u>	<u>\$ 461,353</u>	<u>\$ 4,674,224</u>
Liabilities:				
Due to others	<u>\$ 4,451,403</u>	<u>\$ 684,174</u>	<u>\$ 461,353</u>	<u>\$ 4,674,224</u>
Senior Services Trust				
Assets:				
Cash and investments	<u>\$ 19,629</u>	<u>\$ 414,524</u>	<u>\$ 401,577</u>	<u>\$ 32,576</u>
Liabilities:				
Due to others	<u>\$ 19,629</u>	<u>\$ 414,524</u>	<u>\$ 401,577</u>	<u>\$ 32,576</u>
Sheriff's Trust				
Assets:				
Cash and investments	<u>\$ 1,061,922</u>	<u>\$ 14,462,302</u>	<u>\$ 14,912,442</u>	<u>\$ 611,782</u>
Liabilities:				
Due to others	<u>\$ 1,061,922</u>	<u>\$ 14,462,302</u>	<u>\$ 14,912,442</u>	<u>\$ 611,782</u>
Payroll Revolving				
Assets:				
Cash and investments	<u>\$ 3,606,275</u>	<u>\$ 257,735,537</u>	<u>\$ 257,851,176</u>	<u>\$ 3,490,636</u>
Liabilities:				
Due to others	<u>\$ 3,606,275</u>	<u>\$ 257,735,537</u>	<u>\$ 257,851,176</u>	<u>\$ 3,490,636</u>
Treasurer Unapportioned				
Assets:				
Cash and investments	\$ 607,960	\$ 603,852,407	\$ 603,188,718	\$ 1,271,649
Accounts receivable	<u>8,276</u>	<u>45,756</u>	<u>39,892</u>	<u>14,140</u>
Total Assets	<u>\$ 616,236</u>	<u>\$ 603,898,163</u>	<u>\$ 603,228,610</u>	<u>\$ 1,285,789</u>
Liabilities:				
Due to other governments	<u>\$ 616,236</u>	<u>\$ 603,898,163</u>	<u>\$ 603,228,610</u>	<u>\$ 1,285,789</u>

(CONTINUED)

**WASHOE COUNTY
AGENCY FUNDS
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2009**

	<u>Balance July 1, 2008</u>	<u>Additions</u>	<u>Deductions</u>	<u>Balance June 30, 2009</u>
Southwest Pointe Arrowcreek SAD 23				
Assets:				
Cash and investments	\$ 2,021,662	\$ 2,377,155	\$ 2,140,526	\$ 2,258,291
Liabilities:				
Due to others	\$ 2,021,662	\$ 2,377,155	\$ 2,140,526	\$ 2,258,291
Financial Assurances				
Assets:				
Cash and investments	\$ 241,070	\$ 140,547	\$ 115,382	\$ 266,235
Financial assurances	2,072,932	350,044	220,597	2,202,379
Total Assets	\$ 2,314,002	\$ 490,591	\$ 335,979	\$ 2,468,614
Liabilities:				
Due to others	\$ 2,314,002	\$ 490,591	\$ 335,979	\$ 2,468,614
Western Regional Water Commission				
Assets:				
Accounts Receivable	\$ 367,571	\$ 1,198,225	\$ 1,301,686	\$ 264,110
Liabilities:				
Due to others	\$ 367,571	\$ 1,198,225	\$ 1,301,686	\$ 264,110
Other Agencies:				
Assets:				
Cash and investments	\$ 662,279	\$ 579,057	\$ 657,842	\$ 583,494
Accounts receivable	1,084	105	230	959
Property taxes receivable	1,011,429	1,086,974	593,210	1,505,193
Due from other governments	25,600	9,600	35,200	-
Total Assets	\$ 1,700,392	\$ 1,675,736	\$ 1,286,482	\$ 2,089,646
Liabilities:				
Due to others/governments	\$ 1,700,392	\$ 1,675,736	\$ 1,286,482	\$ 2,089,646
Totals, Agency Funds:				
Assets:				
Cash and investments	\$ 22,697,497	\$ 1,175,360,751	\$ 1,169,683,292	\$ 28,374,956
Financial assurances	2,072,932	350,044	220,597	2,202,379
Accounts receivable	376,931	1,244,086	1,341,808	279,209
Property taxes receivable	5,694,480	6,210,713	2,990,484	8,914,709
Due from other governments	25,600	9,600	35,200	-
Total Assets	\$ 30,867,440	\$ 1,183,175,194	\$ 1,174,271,381	\$ 39,771,253
Liabilities:				
Due to others/governments	\$ 30,867,440	\$ 1,183,175,194	\$ 1,174,271,381	\$ 39,771,253



**STATISTICAL
SECTION
(unaudited)**



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

STATISTICAL SECTION

This part of the County's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the Management's Discussion and Analysis, financial statements and note disclosures, says about the government's overall financial health.

Schedules

Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.1.1 – 1.5

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant local revenue source, ad valorem taxes.....2.1 – 2.4

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.3.1 – 3.4

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.4.1 – 4.2

Operating Information

These schedules contain service and capital asset data to help the reader understand how the information in the County's financial report relates to the services provided and the activities performed.....5.1 – 5.3

Sources:

Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial Reports for the relevant year. Washoe County implemented GASB Statement 34 in Fiscal Year 2001; schedules presenting government-wide information begin in that year.

WASHOE COUNTY
NET ASSETS BY COMPONENT LAST NINE FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	Fiscal Year Ended June 30,								
	2001	2002	2003	2004	2005	2006	2007	2008 ³	2009
Governmental Activities									
Invested in capital assets ¹ , net of related debt	\$ 161,028	\$ 194,221	\$ 222,671	\$ 252,654	\$ 512,205	\$ 515,565	\$ 533,139	\$ 572,750	\$ 576,616
Restricted	49,433	66,110	83,767	103,275	110,398	146,510	172,141	163,355	170,975
Unrestricted	46,010	43,592	39,642	45,120	72,505	58,471	62,505	37,009	12,622
Total Governmental Activities Net Assets	\$ 256,471	\$ 303,923	\$ 346,080	\$ 401,049	\$ 695,108	\$ 720,546	\$ 767,785	\$ 773,114	\$ 760,213
Business-type Activities									
Invested in capital assets, net of related debt	\$ 111,374	\$ 132,099	\$ 145,919	\$ 168,260	\$ 179,370	\$ 209,240	\$ 224,364	\$ 233,614	\$ 336,359
Restricted	3,952	3,614	2,939	3,733	10,469	11,309	11,264	4,376	8,515
Unrestricted	19,599	21,099	36,938	43,387	41,041	57,467	89,627	94,091	99,763
Total Business-type Activities Net Assets	\$ 134,925	\$ 156,812	\$ 185,796	\$ 215,380	\$ 230,880	\$ 278,016	\$ 325,255	\$ 332,081	\$ 444,637
Primary Government									
Invested in capital assets, net of related debt	\$ 272,402	\$ 326,320	\$ 368,590	\$ 420,914	\$ 691,575	\$ 724,805	\$ 757,503	\$ 806,364	\$ 912,975
Restricted	53,385	69,724	86,706	107,008	120,867	157,819	183,405	167,731	179,490
Unrestricted	65,609	64,691	76,580	88,507	113,546	115,938	152,132	131,100	112,385
Total Primary Government Net Assets ²	\$ 391,396	\$ 460,735	\$ 531,876	\$ 616,429	\$ 925,988	\$ 998,562	\$ 1,093,040	\$ 1,105,195	\$ 1,204,850

Information is presented on the accrual basis of accounting.

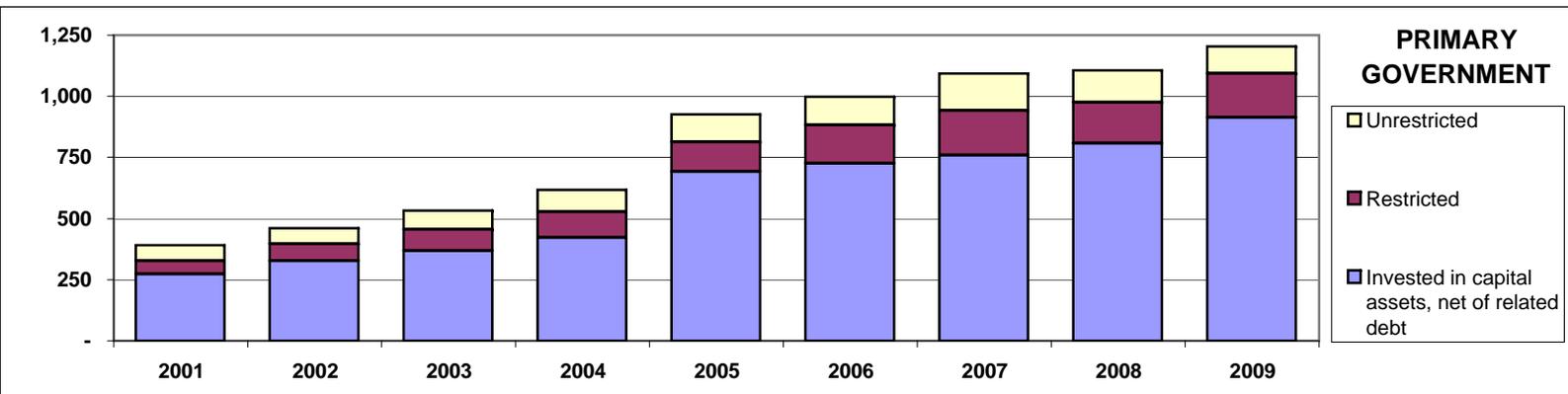
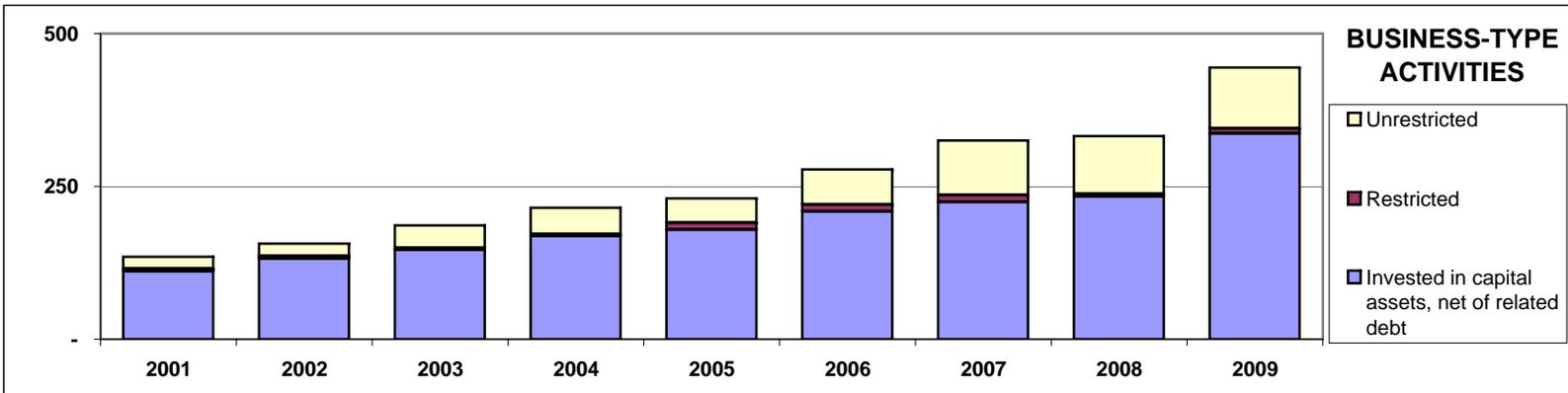
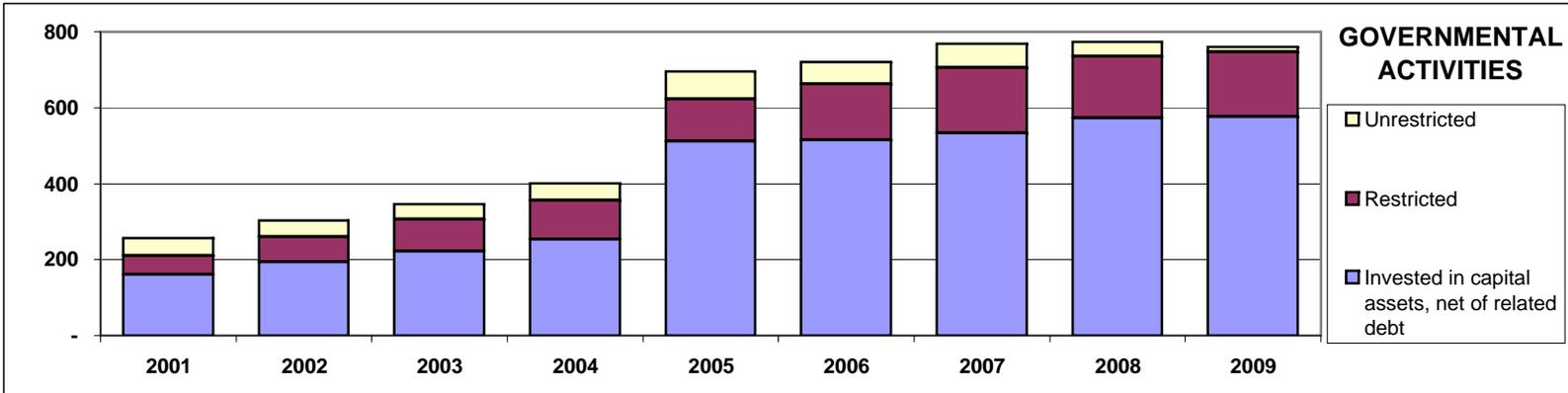
¹ Capital Assets include land, infrastructure, construction in progress, buildings and improvements and equipment.

² Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted only when an external party, such as grantors, contributors, state or federal government, places a restriction on how resources may be used, or through enabling legislation enacted by the County.

³ In 2008 the Central Truckee Meadow Remediation District (CTMRD) was reported as a business-type activity within the Water Resources Fund. In 2009, it was reported as a governmental activity. The 2008 amounts have been adjusted to report CTMRD as a governmental activity.

**WASHOE COUNTY
NET ASSETS TREND BY COMPONENT LAST NINE FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)**

5 - 3



**WASHOE COUNTY
CHANGES IN NET ASSETS LAST NINE FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)**

Fiscal Year Ended June 30,

	2001	2002	2003	2004	2005	2006	2007	2008	2009
Expenses									
Governmental Activities									
General government	\$ 44,007	\$ 54,357	\$ 49,482	\$ 52,812	\$ 59,613	\$ 66,386	\$ 71,933	\$ 93,781	\$ 99,921
Judicial	37,558	39,704	42,100	43,646	56,078	56,811	55,170	58,415	58,766
Public safety	88,969	92,593	100,742	102,936	117,840	123,110	139,435	152,410	161,395
Public works	17,072	15,137	19,386	17,421	38,039	34,488	35,365	39,397	41,722
Health and sanitation	15,322	16,882	18,328	17,302	19,459	24,218	26,052	27,861	27,858
Welfare	28,346	32,359	37,153	43,359	48,918	52,603	59,761	66,193	64,048
Culture and recreation	19,206	23,189	23,481	24,491	25,606	43,296	32,019	53,447	38,364
Community support	752	641	702	506	575	854	1,468	1,555	1,662
Interest on long-term debt	7,850	8,038	8,735	8,970	9,348	9,146	10,601	11,267	11,028
Total Governmental Activities Expenses	259,082	282,900	300,109	311,443	375,476	410,912	431,804	504,326	504,764
Business-type Activities									
Utilities	16,466	17,472	20,016	22,483	43,584	26,322	31,522	40,232	34,699
Golf courses	1,966	2,227	2,178	2,099	2,038	1,844	1,824	1,741	1,757
Building permits	-	2,432	2,398	2,864	3,007	3,160	3,229	2,441	1,871
Toxicology	710	-	-	-	-	-	-	-	-
Total Business-type Activities Expenses	19,142	22,131	24,592	27,446	48,629	31,326	36,575	44,414	38,327
Total Primary Government Expenses	\$ 278,224	\$ 305,031	\$ 324,701	\$ 338,889	\$ 424,105	\$ 442,238	\$ 468,379	\$ 548,740	\$ 543,091
Program Revenues									
Governmental Activities									
Charges for Services									
General government	\$ 8,445	\$ 9,732	\$ 8,933	\$ 10,104	\$ 11,116	\$ 14,339	\$ 15,373	\$ 20,940	\$ 21,509
Judicial	5,775	5,545	6,186	6,387	6,293	7,043	7,251	7,999	8,117
Public safety	8,924	6,838	7,320	7,410	7,917	10,795	10,859	11,275	12,579
Other	10,280	6,772	8,410	11,758	11,632	12,486	15,240	15,092	15,763
Operating grants, interest and contributions	17,415	25,315	34,094	37,219	50,523	51,465	50,382	55,506	54,398
Capital grants, interest and contributions	13,712	42,739	25,353	16,191	23,262	19,449	33,858	43,987	34,590
Total Governmental Activities Program Revenues	64,551	96,941	90,296	89,069	110,743	115,577	132,963	154,799	146,956
Business-type Activities									
Charges for Services									
Utilities	13,918	15,656	18,142	23,131	23,904	27,418	31,988	31,057	30,478
Golf courses	1,791	1,842	1,595	1,812	1,666	1,650	1,713	1,583	1,617
Building permits	-	3,789	3,954	4,031	3,682	2,461	1,958	2,063	1,419
Other	510	-	-	-	-	-	-	-	-

(CONTINUED)

WASHOE COUNTY
CHANGES IN NET ASSETS LAST NINE FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

Fiscal Year Ended June 30,

	2001	2002	2003	2004	2005	2006	2007	2008	2009
Business-type Activities (continued)									
Operating grants, interest and contributions	\$ 1,575	\$ 266	\$ 335	\$ 80	\$ 383	\$ 193	\$ 564	\$ 612	\$ 34
Capital grants, interest and contributions	16,299	21,927	28,570	27,637	32,980	45,418	42,552	19,796	110,484
Total Business-type Activities Program Revenues	34,093	43,480	52,596	56,691	62,615	77,140	78,775	55,111	144,032
Total Primary Government Program Revenues	\$ 98,644	\$ 140,421	\$ 142,892	\$ 145,760	\$ 173,358	\$ 192,717	\$ 211,738	\$ 209,910	\$ 290,988
Net (Expense)/Revenue									
Governmental activities	\$ (194,531)	\$ (185,959)	\$ (209,813)	\$ (222,374)	\$ (264,733)	\$ (295,335)	\$ (298,841)	\$ (349,527)	\$ (357,808)
Business-type activities	14,951	21,349	28,004	29,245	13,986	45,814	42,200	10,697	105,705
Total Primary Government Net (Expense) Revenue	\$ (179,580)	\$ (164,610)	\$ (181,809)	\$ (193,129)	\$ (250,747)	\$ (249,521)	\$ (256,641)	\$ (338,830)	\$ (252,103)
General Revenues and Other Changes in Net Assets									
Governmental Activities									
Taxes and Intergovernmental									
Ad valorem	\$ 114,045	\$ 120,562	\$ 136,626	\$ 150,358	\$ 162,041	\$ 174,728	\$ 197,335	\$ 210,184	\$ 223,457
Consolidated	74,972	76,632	80,673	89,951	100,674	109,656	107,152	98,567	83,070
Other intergovernmental	27,380	28,083	27,977	23,726	25,935	26,250	26,578	27,787	21,231
Unrestricted investment earnings	5,960	4,094	3,020	591	4,634	2,684	7,567	9,586	7,906
Other	2,886	3,362	3,308	12,514	14,954	7,686	7,673	8,972	9,334
Transfers	(534)	678	365	203	200	(231)	(225)	(240)	(91)
Total Governmental Activities	224,709	233,411	251,969	277,343	308,438	320,773	346,080	354,856	344,907
Business-type Activities									
Ad valorem taxes	327	330	327	324	-	-	-	-	-
Unrestricted investment earnings	270	882	1,019	142	1,642	1,002	4,719	4,877	4,741
Other	(267)	4	-	76	72	88	95	20	2,019
Transfers	534	(678)	(365)	(203)	(200)	232	225	240	91
Total Business-type Activities	864	538	981	339	1,514	1,322	5,039	5,137	6,851
Total Primary Government									
General Revenues and Transfers	\$ 225,573	\$ 233,949	\$ 252,950	\$ 277,682	\$ 309,952	\$ 322,095	\$ 351,119	\$ 359,993	\$ 351,758
Change in Net Assets									
Governmental activities	\$ 30,178	\$ 47,452	\$ 42,156	\$ 54,969	\$ 43,705	\$ 25,438	\$ 47,239	\$ 5,329	\$ (12,901)
Business-type activities	15,815	21,887	28,985	29,584	15,500	47,136	47,239	15,834	112,556
Total Primary Government Change in Net Assets	\$ 45,993	\$ 69,339	\$ 71,141	\$ 84,553	\$ 59,205	\$ 72,574	\$ 94,478	\$ 21,163	\$ 99,655

Note: Information is presented on the accrual basis of accounting.

WASHOE COUNTY
FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008 ¹	2009
General Fund										
Reserved	\$ 4,196	\$ 5,069	\$ 4,733	\$ 5,066	\$ 7,689	\$ 5,031	\$ 5,693	\$ 6,716	\$ 8,818	\$ 8,251
Unreserved	23,588	23,725	27,314	30,232	31,231	50,462	47,064	34,973	34,504	28,853
Total General Fund	<u>\$ 27,784</u>	<u>\$ 28,794</u>	<u>\$ 32,047</u>	<u>\$ 35,298</u>	<u>\$ 38,920</u>	<u>\$ 55,493</u>	<u>\$ 52,757</u>	<u>\$ 41,689</u>	<u>\$ 43,322</u>	<u>\$ 37,104</u>
All Other Governmental Funds										
Reserved	\$ 15,579	\$ 33,979	\$ 20,047	\$ 34,549	\$ 50,606	\$ 16,849	\$ 62,548	\$ 60,358	\$ 68,917	\$ 58,790
Unreserved, reported in:										
Special Revenue Funds	21,849	29,367	33,653	43,010	51,551	61,363	81,292	102,232	118,587	124,518
Capital Projects Funds	56,396	70,190	90,497	93,013	86,589	110,841	70,629	72,244	52,154	46,195
Total All Other Governmental Funds ²	<u>\$ 93,824</u>	<u>\$ 133,536</u>	<u>\$ 144,197</u>	<u>\$ 170,572</u>	<u>\$ 188,746</u>	<u>\$ 189,053</u>	<u>\$ 214,469</u>	<u>\$ 234,834</u>	<u>\$ 239,658</u>	<u>\$ 229,503</u>
Total All Governmental Funds	<u>\$ 121,608</u>	<u>\$ 162,330</u>	<u>\$ 176,244</u>	<u>\$ 205,870</u>	<u>\$ 227,666</u>	<u>\$ 244,546</u>	<u>\$ 267,226</u>	<u>\$ 276,523</u>	<u>\$ 282,980</u>	<u>\$ 266,607</u>

9 - 9

Note: Information is presented on the modified accrual basis of accounting.

¹ Unreserved fund balance for fiscal year 2008 has been restated for fund classification changes including \$1,279 from capital projects to special revenue funds and \$6,595 additional in special revenue funds for activities previously reported in a business fund.

² Fluctuations in all other governmental fund balance reserved and unreserved amounts primarily reflect financing, construction in progress and completion of large capital projects.

**WASHOE COUNTY
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)**

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008 ²	2009
Revenues										
Taxes	\$ 113,490	\$ 117,991	\$ 123,338	\$ 139,147	\$ 152,961	\$ 165,924	\$ 178,084	\$ 200,277	\$ 211,760	\$ 225,448
Licenses and permits	8,143	8,786	7,154	7,536	8,119	9,856	10,080	10,831	11,183	11,175
Intergovernmental revenues	120,023	125,772	136,153	142,368	160,194	184,062	193,486	188,517	187,393	164,072
Charges for services	11,866	11,424	13,386	17,013	18,099	18,678	19,886	23,224	22,149	24,543
Fines and forfeits	6,580	6,155	6,904	7,265	7,809	7,610	8,623	8,740	9,625	10,792
Miscellaneous	11,908	16,738	11,215	10,691	5,715	15,511	12,381	22,671	26,101	23,006
Total Revenues	272,010	286,866	298,150	324,020	352,897	401,641	422,540	454,260	468,211	459,036
Expenditures										
Current										
General government	38,069	41,921	44,045	45,729	47,092	53,836	59,397	64,567	62,187	65,098
Judicial	33,018	35,977	37,899	39,919	41,775	44,650	48,885	52,673	55,721	55,628
Public safety	79,975	84,471	88,630	90,566	94,790	107,430	117,947	132,386	144,779	147,048
Public works	18,530	16,932	16,121	17,782	17,716	15,979	17,962	19,145	20,414	17,960
Health and sanitation ¹	13,653	14,187	14,981	15,373	16,106	18,699	22,435	23,496	22,008	22,534
Welfare	26,056	28,041	30,658	35,015	42,757	47,080	50,308	56,964	63,684	61,292
Culture and recreation	15,699	17,630	18,637	20,022	20,323	22,044	25,578	41,048	26,519	24,199
Community support	908	752	641	702	506	571	836	1,469	1,555	1,662
Intergovernmental	2,425	9,105	3,992	3,493	5,674	6,573	4,453	4,865	5,179	17,791
Capital outlay	20,402	35,805	27,807	43,218	34,086	74,765	51,880	51,850	52,070	31,635
Debt Service										
Principal	7,610	9,704	9,699	10,719	14,397	13,837	15,350	16,508	21,040	24,873
Interest	6,073	5,578	7,527	8,102	9,004	8,619	9,230	10,171	10,452	11,594
Other	1,824	1,559	590	1,041	540	547	437	445	416	360
Total Expenditures	264,242	301,662	301,227	331,681	344,766	414,630	424,698	475,587	486,024	481,674
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,768	(14,796)	(3,077)	(7,661)	8,131	(12,989)	(2,158)	(21,327)	(17,813)	(22,638)

S - 7

WASHOE COUNTY
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008 ²	2009
Other Financing Sources (Uses)										
Debt issued	\$ 1,088	\$ 56,287	\$ 18,854	\$ 58,460	\$ 19,170	\$ 27,438	\$ 29,169	\$ 35,119	\$ 18,943	\$ 21,489
Debt premium (discount)	-	257	176	1,835	(3)	409	(75)	468	-	73
Proceeds from asset disposition	-	-	2	1,077	4,696	7,028	485	371	215	151
Transfers in	27,431	30,897	32,839	33,017	47,137	43,851	63,118	71,442	43,639	48,289
Transfers out	(32,643)	(33,460)	(34,881)	(39,495)	(56,436)	(50,189)	(67,858)	(76,777)	(45,121)	(53,301)
Other	-	1,538	-	(17,607)	(899)	-	-	-	-	(10,436)
Total Other Financing Sources (Uses)	(4,124)	55,519	16,990	37,287	13,665	28,537	24,839	30,623	17,676	6,265
Net Change in Fund Balances	\$ 3,644	\$ 40,723	\$ 13,913	\$ 29,626	\$ 21,796	\$ 15,548	\$ 22,681	\$ 9,296	\$ (137)	\$ (16,373)
Debt Service as a Percentage of Noncapital Expenditures	6%	6%	7%	7%	8%	6%	7%	7%	7%	8%

5
-

Note: Information is presented on the modified accrual basis of accounting.

¹ The Truckee River Flood Management Infrastructure Fund was reclassified from Health and sanitation to Public safety in fiscal year 2007/2008.

² The net change in fund balances for fiscal year 2007/2008 is before the restatement of \$6,595 added to fund balance for the Central Truckee Meadows Remediation District special previously reported in a business fund.

WASHOE COUNTY
TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	Fiscal Year Ended June 30,										Change, 2000-2009
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	
Ad Valorem ¹	\$ 108,902	\$ 114,208	\$ 120,532	\$ 136,706	\$ 150,550	\$ 162,031	\$ 174,549	\$ 196,746	\$ 208,839	\$ 222,435	104.3%
Residential Construction ²	883	1,123	1,250	1,229	998	1,110	825	547	229	97	-89.0%
Special Assessment ³	2,887	1,834	698	396	347	643	478	713	425	843	-70.8%
Other ⁴	818	826	858	816	1,066	2,140	2,232	2,271	2,267	2,073	153.4%
	<u>\$ 113,490</u>	<u>\$ 117,991</u>	<u>\$ 123,338</u>	<u>\$ 139,147</u>	<u>\$ 152,961</u>	<u>\$ 165,924</u>	<u>\$ 178,084</u>	<u>\$ 200,277</u>	<u>\$ 211,760</u>	<u>\$ 225,448</u>	98.7%

Note: Information is provided on the modified accrual basis of accounting.

¹ The increase in ad valorem taxes represents area population growth and increased property values. The County's property tax rates have remained fairly stable (see Schedule 2.2).

² Decreases in construction tax revenues from prior years is due to the continued slowdown in residential construction.

³ The change in Special Assessment taxes corresponds to the change in Special Assessment debt outstanding.

⁴ The increase in Other Taxes is mainly due to the imposition of a new car rental tax to finance construction of a baseball stadium.

WASHOE COUNTY
ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Real Property Assessed Value										
Residential	\$ 4,899,515	\$ 5,345,618	\$ 5,779,329	\$ 6,097,744	\$ 6,914,968	\$ 7,359,180	\$ 8,112,575	\$ 9,503,764	\$ 10,767,225	\$ 12,389,860
Commercial	2,188,844	2,224,629	2,266,553	1,995,268	2,146,658	2,401,256	2,629,471	2,898,745	3,317,724	3,598,911
Industrial	599,318	645,829	716,567	690,536	734,470	760,477	805,595	900,363	973,242	1,096,143
Other	979,713	1,014,684	930,450	1,130,859	1,411,793	1,361,320	1,490,866	1,600,955	1,885,497	2,563,994
Personal Property Assessed Value	554,355	561,192	598,262	897,928	632,546	635,384	596,491	703,276	691,628	539,444
Less: Tax Exempt Property	1,136,199	1,167,565	1,194,463	1,350,371	1,431,598	1,501,359	1,655,650	1,861,784	2,529,824	2,981,341
Total Assessed Value	\$ 8,085,546	\$ 8,624,387	\$ 9,096,698	\$ 9,461,964	\$ 10,408,837	\$ 11,016,258	\$ 11,979,348	\$ 13,745,319	\$ 15,105,492	\$ 17,207,011
Estimated Actual Assessed Value	\$ 23,101,560	\$ 24,641,106	\$ 25,990,566	\$ 27,034,183	\$ 29,739,534	\$ 31,475,023	\$ 34,226,709	\$ 39,272,340	\$ 43,158,549	\$ 49,162,889
Assessed Value to Taxable Value	35%	35%	35%	35%	35%	35%	35%	35%	35%	35%
Total Direct Tax Rate	1.2495	1.2495	1.2705	1.3453	1.3817	1.3917	1.3917	1.3917	1.3917	1.3917

9 - 10

Source: Washoe County Assessor

Note: Pursuant to NRS 361.227, real property is valued at taxable value, determined by calculating the full cash value (market value) of land and estimated replacement cost of improvements less appropriate depreciation. Taxable assessed value is 35% of estimated actual value. Real property is reappraised at least every five years. Property not reappraised is revalued annually using various approved methods.

**WASHOE COUNTY
DIRECT AND OVERLAPPING PROPERTY TAX RATES LAST TEN FISCAL YEARS
(TAX RATES PER \$100 ASSESSED VALUATION)**

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Washoe County										
Operating Rate	.8402	.8401	.8567	.9217	.9167	.9231	.9231	.9401	.9592	.9629
Voter Approved										
Child Protective Services	.0400	.0400	.0400	.0400	.0400	.0400	.0400	.0400	.0400	.0400
Regional Animal Services	-	-	-	-	.0300	.0300	.0300	.0300	.0300	.0300
Senior Services	.0100	.0100	.0100	.0100	.0100	.0100	.0100	.0100	.0100	.0100
Library Expansion	.0200	.0200	.0200	.0200	.0200	.0200	.0200	.0200	.0200	.0200
Legislative Overrides										
Indigent Insurance	.0150	.0150	.0150	.0150	-	.0150	.0150	.0150	.0150	.0150
Indigent Health	.0900	.0900	.0850	.0800	.0900	.1000	.1000	.0950	.0800	.0800
Capital Acquisition	.0500	.0500	.0500	.0500	.0500	.0500	.0500	.0500	.0500	.0500
Youth Services	.0043	.0044	.0048	.0070	.0084	.0083	.0083	.0077	.0077	.0077
Detention Center	.0774	.0774	.0774	.0774	.0774	.0774	.0774	.0774	.0774	.0774
SCCRT Loss	-	-	-	-	.0150	-	-	-	-	-
Family Court	.0192	.0192	.0192	.0192	.0192	.0192	.0192	.0192	.0192	.0192
AB 104 Fair Share Tax	.0272	.0272	.0272	.0272	.0272	.0272	.0272	.0272	.0272	.0272
Debt Service	.0562	.0562	.0652	.0778	.0778	.0715	.0715	.0601	.0560	.0523
Total, Washoe County Direct Rate	1.2495	1.2495	1.2705	1.3453	1.3817	1.3917	1.3917	1.3917	1.3917	1.3917
State of Nevada	.1500	.1500	.1500	.1500	.1700	.1700	.1700	.1700	.1700	.1700
Washoe County School District	1.1385	1.1385	1.1385	1.1385	1.1385	1.1385	1.1385	1.1385	1.1385	1.1385
Total, Washoe County Unincorporated Area	2.5380	2.5380	2.5590	2.6338	2.6902	2.7002	2.7002	2.7002	2.7002	2.7002
Cities										
City of Reno	.9076	.9076	.9556	.9456	.9456	.9456	.9456	.9456	.9456	.9456
City of Sparks	.8106	.8106	.8653	.9361	.9161	.9161	.9161	.9161	.9161	.9161
Fire Districts										
North Lake Tahoe Fire Protection District	.4964	.5025	.5068	.5101	.5227	.4746	.5118	.5070	.5142	.5226
Sierra Fire Protection District	.3800	.4200	.4200	.4200	.4200	.4200	.4200	.4200	.4200	.5200
Truckee Meadows Fire Protection District	.4813	.4813	.4813	.4813	.4813	.4713	.4713	.4713	.4713	.4713
General Improvement Districts										
Incline Village	.0588	.0588	.0682	.0695	.0741	.0730	.0702	.0687	.0711	.0741
Palomino Valley	.3600	.3646	.3970	.3965	.4230	.4353	.4168	.4270	.4270	.4885
South Truckee Meadows	.1094	.1329	.1216	.1125	.1007	-	-	-	-	-
Other Special Districts										
Lemmon Valley Underground Water Basin	-	-	-	-	.0022	.0020	.0019	.0017	.0012	-
Sun Valley Water & Sanitation District	.1004	.1004	.1084	.1137	.1243	.1329	.1329	.1329	.1329	.1329
Truckee Meadows Underground Water	.0005	.0005	.0005	.0005	.0004	.0005	.0005	.0004	.0004	.0005

**WASHOE COUNTY
PRINCIPAL PROPERTY TAX PAYERS FISCAL YEARS 2009 AND 2000
(AMOUNTS EXPRESSED IN THOUSANDS)**

Tax Payer	2009			2000		
	Valuation	Rank	Percent of Total Assessed Valuation	Valuation	Rank	Percent of Total Assessed Valuation
Peppermill Casinos, Inc.	\$ 110,390	1	0.64%	\$ 51,896	6	0.64%
Grand Sierra Operating Corporation	79,942	2	0.47%	-	-	-
Circus Circus & Eldorado Joint Venture	61,502	3	0.36%	83,062	2	1.03%
Golden Road Motor Inn, Inc.	41,405	4	0.24%	-	-	-
International Game Technology	40,708	5	0.24%	-	-	-
Prologis NA3 LLC	31,478	6	0.18%	-	-	-
Harrah's Club	29,541	7	0.17%	39,776	10	0.49%
Eldorado Resorts LLC	28,271	8	0.16%	43,066	9	0.53%
PNK (Reno) LLC	28,111	9	0.16%	-	-	-
Reno Retail Company LLC	26,720	10	0.16%	-	-	-
Sierra Pacific Power Company	-	-	-	182,220	1	2.25%
Sparks Nugget, Inc.	-	-	-	67,217	3	0.83%
Dermody Industrial Group	-	-	-	61,331	4	0.76%
Nevada Bell	-	-	-	55,665	5	0.69%
Circus Circus Casinos, Inc.	-	-	-	49,838	7	0.62%
Reno Hilton Resort Corporation	-	-	-	44,936	8	0.56%
Total, Ten Largest Taxpayers	478,068		2.78%	679,007		8.40%
Total, Other Taxpayers	16,728,943		97.22%	7,406,539		91.60%
Total, Assessed Valuations	\$ 17,207,011		100.00%	\$ 8,085,546		100.00%

S - 12

Source: Washoe County Assessor's Office

Note: The chart represents the ten largest parcel assessments based on property-owning taxpayers in the County and the respective taxable assessed values of such parcels for the fiscal years indicated. According to the Washoe County Assessor's Office, a determination of the largest parcel assessments can be made only by manually reviewing individual assessment records. Therefore, it is possible that an owner of several parcels may have an aggregate assessed value that is larger than those listed above. No independent investigation has been made of, and consequently there can be no representation as to the financial condition of the taxpayers listed above, or that such taxpayers will continue to maintain their status as major taxpayers based on the assessed valuation of their property in the County.

WASHOE COUNTY
PROPERTY TAX LEVIES AND COLLECTIONS FOR ALL GOVERNMENTS LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Net Secured Roll Taxes Levied	\$ 261,772	\$ 273,864	\$ 291,603	\$ 320,081	\$ 348,064	\$ 372,704	\$ 404,224	\$ 446,362	\$ 480,945	\$ 514,531
Current Year										
Tax Collections	258,386	270,702	288,340	316,661	345,198	370,001	401,305	442,446	472,860	504,268
Percent of Taxes Levied	98.71%	98.85%	98.88%	98.93%	99.18%	99.27%	99.28%	99.12%	98.32%	98.01%
Delinquent Tax Collections	3,345	3,121	3,214	3,376	2,811	2,648	2,853	3,611	5,623	-
Totals to Date										
Tax Collections	261,731	273,823	291,554	320,037	348,009	372,649	404,158	446,057	478,483	504,268
Percent of Taxes Levied	99.98%	99.99%	99.98%	99.99%	99.98%	99.99%	99.98%	99.93%	99.49%	98.01%

Source: Washoe County Treasurer's Office

Note: Property tax levies have increased an average of 8% per year over the past 10 years led by development growth and increased property values. The increase in fiscal year 2006/07 included the addition of Sierra Fire Protection District, a new component unit. The current year tax collections dropped in fiscal year 2008/2009 to 98%, the lowest level since 1995. The increase in delinquent taxes is the direct result of the housing market slowdown followed by mortgage foreclosures and developer bankruptcies.

WASHOE COUNTY
RATIOS OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Governmental Activities										
Net General Bonded Debt										
General obligation bonds	\$ 68,594	\$ 101,686	\$ 113,119	\$ 146,186	\$ 151,409	\$ 166,392	\$ 183,868	\$ 204,578	\$ 186,477	\$ 164,938
Less restricted resources	4,311	4,689	4,403	5,143	5,977	6,621	7,419	8,202	8,604	9,638
Total General Bonded Debt	64,283	96,997	108,716	141,043	145,432	159,771	176,449	196,376	177,873	155,300
Percentage of Actual Property Value ¹	0.28%	0.39%	0.42%	0.52%	0.49%	0.51%	0.52%	0.50%	0.41%	0.32%
Per Capita ²	\$ 188	\$ 275	\$ 302	\$ 378	\$ 379	\$ 403	\$ 431	\$ 472	\$ 424	\$ 363
Other Governmental Activities Debt										
Revenue Bonds	21,915	21,560	21,185	20,790	21,575	20,940	19,486	19,010	37,060	46,490
Capital Leases/Notes	114	90	635	532	443	410	394	377	359	340
Certificates of Participation	-	16,950	16,950	15,390	13,755	12,050	10,270	8,410	6,450	4,400
Special Assessment Bonds	6,894	3,924	2,313	2,178	1,677	2,798	2,526	2,924	2,613	3,348
Total Other Governmental Activities Debt	28,923	42,524	41,083	38,890	37,450	36,198	32,676	30,721	46,482	54,578
Business-type Activities										
Utility bonds	7,133	11,561	28,486	34,589	33,749	35,287	109,792	116,580	112,982	108,639
Golf course bonds	2,895	2,755	2,605	2,495	2,380	2,260	2,135	2,005	1,865	1,720
Capital leases/notes	1,536	1,400	2,065	1,944	1,846	862	829	794	757	727
Total Business-type Activities	11,564	15,716	33,156	39,028	37,975	38,409	112,756	119,379	115,604	111,086
Total primary government ³	\$ 104,770	\$ 155,237	\$ 182,955	\$ 218,961	\$ 220,857	\$ 234,378	\$ 321,881	\$ 346,476	\$ 339,959	\$ 320,964
Percentage of personal income	0.85%	1.19%	1.37%	1.57%	1.47%	1.46%	1.82%	1.81%	1.91%	1.73%
Per capita ²	\$ 306	\$ 439	\$ 509	\$ 587	\$ 576	\$ 591	\$ 787	\$ 833	\$ 811	\$ 749

Note: details regarding Washoe County's outstanding debt can be found in the notes to the financial statements.

¹ See **Washoe County Assessed and Estimated Actual Value of Taxable Property** on Schedule 2.1 for taxable property value data.

² Population and personal income data can be found in Schedule 4.1, **Washoe County Demographic and Economic Statistics**. Per capita amounts are not expressed in thousands.

³ Includes net general bonded debt, other governmental activities debt, and business-type activities debt.

**WASHOE COUNTY
LEGAL DEBT MARGIN COMPUTATION LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)**

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Debt limit	\$ 808,555	\$ 862,439	\$ 909,670	\$ 946,196	\$ 1,040,883	\$ 1,101,625	\$ 1,197,935	\$ 1,374,532	\$ 1,510,549	\$ 1,720,701
Total net debt subject to limitation	167,317	267,592	305,869	276,131	320,843	304,404	409,186	437,011	412,262	382,579
Legal Debt Margin	\$ 641,238	\$ 594,847	\$ 603,801	\$ 670,065	\$ 720,040	\$ 797,221	\$ 788,749	\$ 937,521	\$ 1,098,287	\$ 1,338,122
Total net debt subject to limitation as a percentage of debt limit	21%	31%	34%	29%	31%	28%	34%	32%	27%	22%

Legal Debt Margin Calculation for Fiscal Year Ended June 30, 2009

Assessed value of taxable property for fiscal year ended June 30, 2009	\$ 17,207,011
Debt limit (10% of Assessed Valuation)	\$ 1,720,701
Debt applicable to limit	
Governmental activities	\$ 214,775
Business-type activities	110,359
Reno-Sparks Convention and Visitors' Authority	126,905
Total Bonded Debt	452,039
Less: Special assessment bonds	3,348
Special revenue bond:	46,490
Amount available for repayment of general obligation bonds	19,622
Total net debt subject to debt limitation	382,579
Legal Debt Margin	\$ 1,338,122

S - 15

Note: The statutory county debt limit is 10% of the assessed value of all taxable property in the County, as set forth in Chapter 244A.059 of the Nevada Revised Statutes. The statutory debt limit for recreational bonds issued by the Reno-Sparks Convention and Visitors Authority (RSCVA) is further limited to 3% of the total assessed valuation by Nevada Revised Statutes 244A.453 and 244A.655. RSCVA's total outstanding recreational debt of \$126,905 is below the 3% limit of \$516,210.

WASHOE COUNTY
GENERAL OBLIGATION DIRECT AND OVERLAPPING DEBT JUNE 30, 2009
(AMOUNTS EXPRESSED IN THOUSANDS)

Name of Government Unit	General Obligation Debt Outstanding	Presently Self-Supporting General Obligation Debt	Percent Applicable*	Applicable Net Debt
Direct				
Washoe County				
Governmental Activity Bonds	\$ 164,938	\$ -	100%	\$ 164,938
Special Assessment Bonds ¹	3,348	3,348	100%	-
Total Direct Debt	168,286	3,348		164,938
Overlapping				
Washoe County School District	515,520	-	100%	515,520
Reno-Sparks Convention and Visitors Authority	126,905	126,905	100%	-
City of Reno	57,690	-	100%	57,690
City of Reno supported by specific revenue	400,136	400,136	100%	-
Reno - Special Assessment Bonds ¹	23,530	23,530	100%	-
City of Sparks	7,725	-	100%	7,725
Sparks - Sewer and Utility Bonds	55,347	55,347	100%	-
Incline Village General Improvement District	24,409	24,409	100%	-
State of Nevada	2,315,460	727,545	11.99%	190,391
Total Overlapping Debt	3,526,722	1,357,872		771,326
Total General Obligation Direct and Overlapping Debt	\$ 3,695,008	\$ 1,361,220		\$ 936,264

S - 16

*Based on fiscal year 2008-09 assessed valuation in the respective jurisdiction.

¹Special assessment bonds are not general obligations of Washoe County, or of the Cities of Reno and Sparks. If, however, the special assessments collected with all other available resources were insufficient to meet debt service requirements on these bonds, the respective bond ordinances require that the deficiency be made up with the government's general fund.

**WASHOE COUNTY
PLEDGED REVENUE COVERAGE LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)**

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Special Assessment Bonds ¹										
Pledged Revenue	\$ 4,285	\$ 2,171	\$ 515	\$ 400	\$ 346	\$ 411	\$ 546	\$ 440	\$ 524	\$ 455
Expenses/Expenditures	1,831	708	309	203	89	79	77	55	41	42
Net Revenue Available for Debt Service	2,454	1,463	206	197	257	332	469	385	483	413
Debt Service Requirements										
Principal	1,639	2,970	1,611	135	750	517	381	330	311	265
Interest	1,208	364	210	132	89	92	159	100	118	107
Total Debt Service Requirements	2,847	3,334	1,821	267	839	609	540	430	429	372
Coverage Ratios	0.86	0.44	0.11	0.74	0.31	0.54	0.87	0.89	1.13	1.11
Sales Tax Revenue Bonds ²										
Pledged Revenue	6,063	6,367	6,486	6,686	7,410	8,261	8,507	9,313	8,386	7,041
Expenses/Expenditures	2,942	1,226	3,839	6,293	629	6,925	1,312	1,402	2,367	2,875
Net Revenue Available for Debt Service	3,121	5,141	2,647	393	6,781	1,336	7,195	7,911	6,019	4,166
Debt Service Requirements										
Principal	-	355	375	395	415	435	455	475	500	520
Interest	1,048	1,041	1,026	1,011	995	978	960	941	921	899
Total Debt Service Requirements	1,048	1,396	1,401	1,406	1,410	1,413	1,415	1,416	1,421	1,419
Coverage Ratios	2.98	3.68	1.89	0.28	4.81	0.95	5.09	5.59	4.24	2.94
Car Rental Fee Revenue Bonds ³										
Pledged Revenue	-	-	-	-	286	1,295	1,371	1,367	1,397	1,257
Expenses/Expenditures	-	-	-	-	-	-	1	-	251	-
Net Revenue Available for Debt Service	-	-	-	-	286	1,295	1,370	1,367	1,146	1,257
Debt Service Requirements										
Principal	-	-	-	-	-	200	999	1	-	-
Interest	-	-	-	-	-	37	27	-	-	1,174
Total Debt Service Requirements	-	-	-	-	-	237	1,026	1	-	1,174
Coverage Ratios	-	-	-	-	-	5.46	1.34	1,367.00	-	1.07

Note: Coverage ratios are calculated on numbers rounded to two decimal places.

¹ Pledged revenue for Special Assessment Bonds includes assessments, assessment forfeitures, interest and penalties. Additional details regarding bonds for various assessment districts can be found in the Notes 10, 11 and 12. Coverage ratios are impacted by timing differences. Cash balances are adequate for debt service. Remaining cash at June 30, 2009 in the Special Assessment Debt Service Fund is \$904.

² Pledged revenue for the Sales Tax Revenue Bonds represents pledged sales tax collections at the rate of 0.125% of taxable sales. Sales tax revenues are accounted for in the Truckee River Flood Management Infrastructure Fund. The bonds are payable solely from pledged sales tax revenue. Unspent sales tax revenues total \$24,163 at June 30, 2009.

³ Pledged revenue for the Baseball Stadium Revenue Bonds (2004 - 2007) consists of a 2% short-term car rental fee, paid in full June 2007. Rental fees are accounted for in the Baseball Stadium Fund. Senior and Subordinate Car Rental Lien Revenue bonds were issued February 2008 and are payable solely from pledged rental fee revenues. Unspent car rental fee revenues total \$805 at June 30, 2009.

**WASHOE COUNTY
DEMOGRAPHIC AND ECONOMIC STATISTICS LAST TEN FISCAL YEARS
(DOLLARS EXPRESSED IN THOUSANDS)**

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Population ¹	333,566	353,271	359,423	373,233	383,453	396,844	409,085	418,061	423,833	428,195
Total Personal Income ²	\$ 12,322,546	\$ 13,139,838	\$ 13,273,476	\$ 13,900,375	\$ 15,532,986	\$ 16,700,497	\$ 17,510,758	\$ 18,378,021	\$ 17,803,397	\$ 18,550,337
Per Capita Income ²	\$ 37	\$ 37	\$ 37	\$ 37	\$ 41	\$ 42	\$ 43	\$ 44	\$ 42	\$ 43
Median Age ³	37.3	35.6	35.6	35.8	35.1	36.1	36.5	34.5	36.5	36.4
School Enrollment ⁴	54,121	55,673	57,404	58,908	60,411	62,098	62,390	63,044	63,635	63,310
Unemployment Rate (Percent) ⁵	3.7	4.5	4.9	4.6	4.2	4.0	4.0	4.6	6.8	11.5
Total Labor Force ⁵	194,700	200,500	203,300	204,700	207,900	209,500	216,600	223,600	225,300	225,600
Construction Activity-Total Value ⁶	\$ 255,052	\$ 290,589	\$ 294,356	\$ 305,249	\$ 345,640	\$ 368,356	\$ 307,686	\$ 225,085	\$ 202,519	\$ 85,407
Number of New Family Units ⁶	1,001	1,270	1,324	1,217	1,009	1,113	851	557	240	103
Taxable Sales ⁷	\$ 4,957,235	\$ 5,194,146	\$ 5,292,179	\$ 5,481,583	\$ 6,023,437	\$ 6,687,447	\$ 7,268,593	\$ 7,202,641	\$ 6,823,701	\$ 5,707,791
Gross Income Gaming Revenue ⁸	\$ 1,111,327	\$ 1,113,289	\$ 1,049,152	\$ 1,032,988	\$ 1,011,658	\$ 1,016,864	\$ 1,072,937	\$ 1,069,608	\$ 996,615	\$ 867,202
Total Passenger Air Traffic ⁹	5,951,344	5,332,507	4,485,369	4,514,225	4,918,829	5,097,170	5,149,700	5,014,382	4,841,257	3,979,015

Sources:

- ¹ Population as of July 1 of the fiscal year. Source: Nevada State Demographer; Washoe County Community Development, Demographic Information 2008-2009
- ² U.S. Department of Commerce, Bureau of Economic Analysis; Washoe County Community Development Demographic Information 2008-2009
- ³ United States Census Report, U. S. Census Bureau 2000; Nevada State Demographer 2001 - 2007; Demographics USA 2008; Center for Regional Studies, University of Nevada, Reno, 2009
- ⁴ Washoe County School District
- ⁵ Total represents the average labor force during the fiscal year. Nevada State Department of Employment, Training and Rehabilitation (DETR)
- ⁶ Washoe County Building and Safety Department
- ⁷ Nevada State Department of Taxation
- ⁸ Nevada State Gaming Control Board
- ⁹ Reno/Tahoe International Airport (RTIA)

**WASHOE COUNTY
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO**

<u>Employer</u>	<u>December, 2008</u>			<u>December, 1999</u>		
	<u>Employees¹</u>	<u>Rank</u>	<u>Percentage of Total County Employment³</u>	<u>Employees¹</u>	<u>Rank</u>	<u>Percentage of Total County Employment³</u>
Washoe County School District	8,500 - 8,999	1	4.17%	6,000 - 6,499	1	3.46%
University of Nevada - Reno	4,500 - 4,999	2	2.26%	3,000 - 3,499	2	1.80%
Washoe County	3,000 - 3,499	3	1.55%	2,500 - 2,999	4	1.52%
International Game Technology	2,500 - 2,999	4	1.31%	-	-	-
Renown Medical Center / Washoe Medical Center ²	2,000 - 2,499	5	1.07%	2,000 - 2,499	7	1.24%
Peppermill Hotel Casino - Reno	2,000 - 2,499	6	1.07%	-	-	-
Silver Legacy Resort Casino	1,500 - 1,999	7	0.83%	2,500 - 2,999	5	1.52%
City of Reno	1,500 - 1,999	8	0.83%	-	-	-
Atlantis Casino Resort	1,500 - 1,999	9	0.83%	-	-	-
St. Mary's	1,500 - 1,999	10	0.83%	-	-	-
Eldorado Hotel & Casino	-	-	-	2,000 - 2,499	6	1.24%
Circus Circus Casinos, Inc.-Reno	-	-	-	2,000 - 2,499	9	1.24%
Harrah's - Reno	-	-	-	2,000 - 2,499	8	1.24%
Reno Hilton	-	-	-	2,500 - 2,999	3	1.52%
Sparks Nugget, Inc.	-	-	-	2,000 - 2,499	10	1.24%
Total Washoe County Covered Employment ³	210,082			180,745		

S - 19

¹ Nevada Revised Statutes Chapter 612 stipulate that actual employment for individual employers may not be published.

² In 2007, Washoe Medical Center became Renown Medical Center.

³ Each of the two years reflect respective 4th quarter (December) information compiled by the Nevada Department of Employment, Training and Rehabilitation, Division of Labor Marketing. Percentages were calculated using midpoint range.

**WASHOE COUNTY
FULL-TIME EQUIVALENT WASHOE COUNTY EMPLOYEES BY FUNCTION
LAST TEN FISCAL YEARS**

Function/Program	Fiscal Year Ended June 30,									
	2000	2001 ¹	2002	2003 ²	2004	2005	2006	2007	2008	2009
General government	670.5	458.1	457.3	471.0	448.6	455.5	465.6	483.8	459.3	413.2
Judicial	254.0	440.7	450.0	482.2	483.9	491.5	497.6	520.8	521.2	498.9
Public safety	796.0	851.8	876.1	914.1	879.1	891.3	964.5	1,007.9	1,069.4	1,070.7
Public works	120.5	123.5	124.0	127.0	110.0	116.0	115.0	119.0	111.0	104.0
Health and sanitation	198.5	183.6	185.9	190.0	189.1	198.5	205.5	207.9	186.2	169.6
Welfare	137.0	175.4	186.8	192.0	204.2	213.0	231.1	251.5	260.5	249.8
Culture and recreation	234.5	211.1	211.5	319.3	364.6	428.3	438.5	437.8	363.2	283.8
Utilities	70.0	85.4	84.4	86.5	82.8	86.8	93.2	94.1	95.4	84.4
Golf courses	n/r	n/r	n/r	n/r	28.6	28.6	21.9	24.9	19.9	18.9
Building permits	n/r	n/r	n/r	n/r	28.0	31.0	31.0	29.0	20.0	14.0
Total	2,481.0	2,529.6	2,576.0	2,782.1	2,818.9	2,940.5	3,063.9	3,176.7	3,106.1	2,907.3

Function/Program % of Total	2000	2001 ¹	2002	2003 ²	2004	2005	2006	2007	2008	2009
General government	27%	18%	18%	17%	16%	15%	15%	15%	15%	14%
Judicial	10%	18%	18%	17%	17%	17%	16%	16%	17%	17%
Public safety	32%	34%	34%	33%	31%	30%	31%	32%	34%	37%
Public works	5%	5%	5%	5%	4%	4%	4%	4%	3%	3%
Health and sanitation	8%	7%	7%	7%	7%	7%	7%	6%	6%	6%
Welfare	6%	7%	7%	7%	7%	7%	8%	8%	8%	9%
Culture and recreation	9%	8%	8%	11%	13%	15%	14%	14%	12%	10%
Utilities	3%	3%	3%	3%	3%	3%	3%	3%	3%	3%
Golf courses	-	-	-	-	1%	1%	1%	1%	1%	1%
Building permits	-	-	-	-	1%	1%	1%	1%	1%	0%

Washoe County full-time equivalent employee totals continued to decline in fiscal year 2008/2009 due to budget shortfall reduction programs including delays in filling open positions and reductions in force. The Building Permits program continued to reduce staff positions to adjust to the building slowdown.

Source: Prior to fiscal year 2004-Washoe County Finance Department/Budget Division. Starting in fiscal year 2004-Washoe County Human Resource system.

n/r - Prior to fiscal year 2004, Golf course staff reported in Culture and recreation function, Building permits staff reporting in General government.

¹ In fiscal year ended June 30, 2001, staff from the District Attorney's Department was reclassified from the General Government to the Judicial function.

² Prior to fiscal year ending June 30, 2003, seasonal park employees were not included in the FTE count.

**WASHOE COUNTY
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Function/Program										
Judicial ¹										
District Court Cases Filed										
Criminal	2,345	3,046	3,214	3,033	3,059	3,025	3,150	3,232	3,008	n/r
Civil	3,698	3,410	3,535	4,397	4,087	4,028	3,956	4,104	4,219	n/r
Family	7,632	7,532	7,837	9,862	10,146	10,185	11,139	12,307	12,060	n/r
Juvenile	1,425	2,273	5,525	5,199	4,772	4,779	2,720	2,558	2,287	n/r
District Court Cases Disposed										
Criminal	n/r	232	2,553	2,659	2,783	2,864	2,974	3,050	3,058	n/r
Civil	n/r	n/r	1,236	2,971	3,088	2,831	2,644	2,690	2,369	n/r
Family	n/r	n/r	2,910	9,837	9,211	9,565	9,226	7,884	7,939	n/r
Juvenile	n/r	n/r	2,193	2,142	3,167	4,080	4,306	5,552	5,650	n/r
Justice Courts Cases Filed										
Criminal	10,650	10,648	10,324	9,973	9,295	9,877	10,306	11,293	11,423	11,852
Civil	22,920	24,106	25,624	26,028	25,733	25,451	22,204	23,211	23,403	22,389
Traffic and parking violations	43,413	41,051	55,845	62,753	56,185	55,835	57,337	61,949	62,850	64,121
Justice Courts Cases Disposed										
Criminal	n/r	2,166	8,058	10,066	9,589	7,452	8,736	9,062	9,715	11,710
Civil	n/r	4,446	10,563	12,541	12,674	14,261	13,398	12,803	16,799	18,766
Traffic and parking violations	n/r	5,208	45,159	43,289	36,107	38,732	40,968	44,709	47,528	53,068
Public Safety ²										
Police										
Arrests (Valley and Incline)	3,606	3,814	3,660	3,497	3,488	3,496	3,239	3,694	4,716	4,510
Citations issued	6,745	7,531	8,724	6,996	8,686	9,093	6,291	12,802	12,800	12,835
Alarms	1,265	1,149	1,204	1,274	814	2,367	1,472	2,151	2,600	2,533
Crime lab analysis requests	n/r	n/r	n/r	n/r	10,802	8,708	9,138	12,965	10,384	9,600
Warrants processed	2,162	2,227	n/r	3,733	2,234	2,403	2,122	2,175	2,832	2,771
Detention										
Bookings	23,264	23,829	23,303	23,158	23,262	23,861	25,000	27,468	27,351	26,778
Civil protective custody	3,045	2,804	3,025	3,137	3,138	2,819	2,800	2,771	2,957	2,827
Average daily population	972	1,006	1,055	1,044	1,072	1,073	1,087	1,169	1,090	1,072
Animal Services ³										
Calls for service responded to	6,089	6,330	6,657	6,571	10,669	10,385	26,180	33,430	34,534	31,712
Number of animals impounded	4,200	3,773	4,314	4,049	6,649	6,571	12,929	12,756	13,116	11,463

S - 21

(CONTINUED)

**WASHOE COUNTY
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

		Fiscal Year Ended June 30, 2009									
		2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Health and Sanitation ²											
	Permitted Food Establishments	2,720	2,866	2,947	3,285	3,154	3,153	3,169	3,277	3,321	3,329
	Air quality permits issued	1,100	1,156	1,184	1,130	1,138	1,175	1,296	1,282	1,301	1,370
	Birth certificates issued	10,849	11,711	11,493	12,339	12,521	12,931	13,404	16,229	15,394	13,395
	Death certificates issued	20,905	22,027	22,974	24,856	22,978	24,980	24,904	24,143	24,259	23,913
Welfare ²											
Adult Services											
	Nursing home bed days	96,815	97,481	95,508	93,915	91,926	110,968	97,579	97,361	84,305	94,055
	Clinic accepts	4,263	4,244	4,002	3,563	4,251	3,639	3,243	2,089	1,608	1,828
	Emergency room accepts	2,977	3,002	3,076	2,149	3,096	2,380	2,916	3,943	4,554	2,952
	Total general assistance applications	4,813	5,792	6,491	5,727	4,849	3,687	3,923	3,971	4,768	4,184
	Clients receiving general assistance	2,374	2,665	2,396	2,516	1,402	941	1,120	1,264	1,309	1,274
Children's Services ⁴											
	Number of children in legal custody	254	284	553	870	921	955	987	991	973	831
	Average length of stay in paid foster care (days)	52	52	58	195	225	277	278	483	468	544
	Number of adoptions finalized	n/r	n/r	n/r	43	75	107	100	136	119	120
	Number of adoption subsidies	n/r	n/r	n/r	342	415	490	563	727	737	811
	Number of child welfare reports received	6,159	5,680	6,273	6,288	6,211	6,729	6,967	6,716	7,373	6,777
	Number of child welfare investigations	6,724	2,657	2,831	2,328	2,483	2,271	2,252	2,935	2,995	2,496
Culture and Recreation ²											
Parks and Recreation											
	Golf courses - total rounds of golf	92,351	79,620	73,895	66,228	66,559	54,602	61,496	71,579	64,531	67,792
	Aquatics - pool attendance	39,378	44,887	35,231	34,030	29,015	23,176	26,824	51,292	47,000	14,677
	Regional park attendance ('000s)	2,137	2,197	3,171	3,131	3,142	3,160	2,955	2,837	3,000	3,806
Library											
	Visitors to libraries ('000s)	1,256	1,383	1,562	1,393	1,271	1,260	1,323	1,659	1,668	1,750
	Volumes in collection('000s)	752	793	804	830	859	920	941	978	959	916
	Total volumes borrowed('000s)	1,619	1,730	1,835	1,888	1,938	1,933	2,148	2,310	2,254	2,226
Senior Services											
	Number of unduplicated clients served	5,224	5,279	5,575	5,575	5,742	6,029	6,081	6,115	6,149	4,444
Utilities/Water ²											
Water											
	Customer count	9,778	12,068	13,227	14,579	16,110	18,087	19,635	20,855	21,643	22,036
	Average daily consumption (thousands of gallons)	6,232	7,111	7,953	8,870	10,227	11,004	11,058	12,709	12,153	12,877
	Peak daily consumption (thousands of gallons)	12,290	15,321	14,142	16,787	17,810	22,973	22,571	22,307	26,191	25,491
Wastewater											
	Customer count	7,499	9,229	10,692	12,227	14,093	15,067	16,464	17,989	19,086	19,552

(CONTINUED)

WASHOE COUNTY
 OPERATING INDICATORS BY FUNCTION/PROGRAM
 LAST TEN FISCAL YEARS

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Building Permits ²										
Commercial construction	323	243	243	204	225	173	233	208	235	260
Residential construction	1,001	1,270	1,324	1,217	1,010	1,204	949	677	350	137
Miscellaneous	2,384	2,117	2,456	2,091	2,212	2,144	2,310	1,944	1,637	1,189

n/r = Not Reported

Sources/Notes:

¹ Uniform System for Judicial Records, Nevada AOC, Planning & Analysis Division

² Various Washoe County Departments

³ Effective July 1, 2003 Washoe County consolidated field operations with the City of Sparks.

Effective July 1, 2005 Washoe County consolidated animal shelter and field operations with the City of Reno.

⁴ The increase reflects integration of state and local child welfare services.

Effective January 6, 2003 Washoe County assumed full responsibility for all local child welfare programs.

**WASHOE COUNTY
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Function/Program										
General Government										
Information Technology										
Business applications	82	n/r	193	193	195	185	182	176	119	123
Networked buildings	n/r	n/r	109	109	127	134	137	141	137	137
Network cabling (miles)	n/r	n/r	206	206	512	512	590	820	1,310	1,310
Network wireless coverage (square miles)	n/r	n/r	n/r	n/r	450	400	400	425	400	400
Network personal computers	2,043	n/r	2,379	2,379	2,997	3,167	3,350	3,450	3,350	3,627
Equipment Services										
Vehicles	n/r	956	929	896	947	1,000	1,005	1,017	1,017	1,001
Judicial										
District courts/justice courts	12	12	12	12	12	12	10	10	10	10
District courts/justice courts locations	6	6	6	6	6	6	6	6	6	6
Public Safety										
Paid/volunteer fire stations	19	16	16	16	16	16	15	25	25	24
Juvenile services facilities	2	2	2	2	2	2	2	2	2	2
Sheriffs detention center/substations	3	3	3	3	3	3	3	3	3	3
Sheriffs patrol aircraft (helicopters)	3	3	3	3	3	3	3	3	3	3
Sheriffs patrol/search and rescue boats (in excess of 20 feet)	3	3	3	3	3	3	3	3	3	2
Crime lab	1	1	1	1	1	1	1	1	1	1
Regional emergency operations / training center	n/r	n/r	2	2	2	2	2	2	2	2
Public Works										
Paved streets (miles)	635	635	643	670	680	685	690	696	707	708
Unpaved streets (miles)	404	404	404	404	404	405	405	405	405	358
Traffic signals	21	14	14	14	14	14	14	17	17	17
Bridges	76	76	77	79	79	79	79	73	73	73

S - 24

**WASHOE COUNTY
CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS**

	Fiscal Year Ended June 30,									
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009
Culture and Recreation										
Libraries	10	11	11	11	11	13	13	13	13	13
Major/regional parks	13	13	13	13	13	13	13	13	13	13
Community/neighborhood parks	25	27	33	33	33	33	33	35	36	37
Developed park acreage	1,305	1,309	4,163	4,163	1,753	1,753	1,756	1,756	1,810	2,451
Undeveloped park acreage	3,671	3,671	4,868	4,868	5,905	5,942	5,943	6,377	7,854	7,380
Special use facilities	4	4	4	4	4	4	5	5	5	5
Playgrounds	35	37	42	42	43	43	44	48	50	51
Golf courses	2	2	2	2	2	2	2	2	2	2
Swimming pools/waterpark	2	2	2	2	2	2	3	3	3	3
Camping sites	64	64	64	64	64	64	64	64	64	64
Sheltered group picnic facilities	27	29	33	33	38	38	39	43	44	57
Regional shooting facilities	1	1	1	1	1	1	1	2	2	2
Baseball fields	25	26	26	26	30	30	30	33	33	33
Soccer fields	14	15	15	15	18	18	18	22	26	26
Tennis courts	22	22	22	22	22	22	22	22	22	22
Volleyball courts	5	5	7	8	8	8	8	8	8	8
Historical buildings/museums	3	3	3	3	3	3	4	5	5	6
Amphitheaters	3	3	3	3	3	3	3	4	4	4
Arboretum and botanical garden	1	1	1	1	1	1	1	1	1	1
Specialized childrens' facility	1	1	2	2	2	3	3	3	3	3
Established bicycle paths (miles)	20	20	20	20	20	20	20	20	20	20
Hiking trails (miles)	25	25	30	35	35	36	37	41	45	45
Bike moto cross facility	1	1	1	1	1	1	1	1	1	1
Horse arenas	5	5	5	5	5	5	5	5	5	5
Skateboard parks	1	4	4	4	4	4	4	4	4	4
Utilities										
Water										
Water mains (miles)	252	273	298	318	325	327	380	472	560	568
Wastewater										
Storm sewers (miles)	186	201	214	224	231	231	250	262	276	285

5 - 25

n/r = not reported

Sources: Washoe County capital asset records and departments



This Page Intentionally Left Blank



COMPLIANCE SECTION



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

COMPLIANCE SECTION

	<u>Page</u>
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 Compliance with Requirements Applicable to Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133.	C - 4
Schedule of Expenditures of Federal Awards.....	C - 6
Notes to Schedule of Expenditures of Federal Awards.....	C - 16
Schedule of Findings and Questioned Costs.....	C - 17
Summary Schedule of Prior Audit Findings	C - 28



KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

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 of
Washoe County, Nevada

We have audited the basic financial statements of Washoe County, Nevada (the "County") as of and for the year ended June 30, 2009, and have issued our report thereon dated October 23, 2009. Our report was modified to include a reference to other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Other auditors audited the financial statements of the South Truckee Meadows General Improvement District as described in our report on Washoe County's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by the other auditor.

Internal Control over Financial Reporting:

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

A control deficiency 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 misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the entity's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the County's financial statements that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or a combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement on the financial statements will not be prevented or detected by the County's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters:

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the Board of Commissioners, others within the organization, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kafoury, Armstrong & Co.

Reno, Nevada
October 23, 2009



KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

**Independent Auditor's Report on Compliance with Requirements
Applicable to Each Major Program and on Internal Control over
Compliance in Accordance with OMB Circular A-133**

To the Honorable Board of Commissioners
Washoe County, Nevada

Compliance:

We have audited the compliance of Washoe County, Nevada with the types of compliance requirements described in the *U. S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2009. Washoe County, Nevada's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Washoe County, Nevada's management. Our responsibility is to express an opinion on Washoe County, Nevada's compliance based on our audit. As described in our report dated October 23, 2009, portions of the audit of the basic financial statements were performed by other auditors, whose reports were furnished to us.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Washoe County, Nevada's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Washoe County, Nevada's compliance with those requirements.

In our opinion, Washoe County, Nevada complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2009. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements that is required to be reported in accordance with OMB Circular A-133 and which is described in the accompanying Schedule of Findings and Questioned Costs as item 09-2.

Internal Control over Compliance:

The management of Washoe County, Nevada is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Washoe County, Nevada's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Washoe County, Nevada's internal control over compliance.

Our consideration of the internal control over compliance was for the limited purpose described in the preceding paragraph and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be significant deficiencies.

A *control deficiency* in an entity's internal control over compliance 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 noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control. We consider the deficiencies in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 09-1 and 09-3 to be significant deficiencies.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control. We do not consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs to be material weaknesses.

Washoe County, Nevada's responses to the findings identified in our audit are included in the accompanying Schedule of Findings and Questioned Costs. We did not audit Washoe County, Nevada's responses and, accordingly, we express no opinion on them.

This report is intended solely for the information and use of management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Kafoury, Armstrong & Co.

Reno, Nevada
October 23, 2009

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009
<u>U.S. Department of Agriculture:</u>			
Direct Programs:			
Rural Development, Forestry, and Communities (Rural Development Through Forestry)	10.672	07-DG-11051900-008	\$ 339,082
Child Nutrition Cluster:			
Passed through State Department of Education:			
School Breakfast Program	10.553	--	\$ 32,826
National School Lunch Program (School Lunch Program)	10.555	--	<u>59,452</u> 92,278
Emergency Food Assistance Cluster:			
Passed through State Department of Administration:			
Emergency Food Assistance Program (Administrative Costs)	10.568	--	<u>15,000</u>
Emergency Food Assistance Program (Food Commodities)	10.569	--	<u>10,227</u>
Amount Provided to Subrecipients			<u>2,306</u>
			<u>12,533</u> 27,533
C Schools and Roads Cluster:			
Passed through State Controller:			
Schools and Roads Grants to States	10.665	--	29,102
Passed through Nevada Division of Forestry:			
Cooperative Forestry Assistance	10.664	USDA/UF/CPG07/#05	10,372
Passed through Nevada Department of Health and Human Services:			
Special Supplemental Nutrition Program for Women, Infants and Children (WIC Program)	10.557	HD 8086-1	263,331
Special Supplemental Nutrition Program for Women, Infants and Children (WIC Program)	10.557	HD 09077	<u>867,584</u> 1,130,915
Total U.S. Department of Agriculture			<u>1,629,282</u>
<u>U.S. Department of Commerce:</u>			
Passed through State Department of Public Safety Division of Emergency Management:			
Public Safety Interoperable Communications Grant Program (PSIC)	11.555	1155507	<u>210,970</u>

(CONTINUED)

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009	
<u>Executive Office of the President, Office of National Drug Control Policy:</u>				
Passed through Las Vegas Metropolitan Police Department:				
High Intensity Drug Trafficking Area (HIDTA)	07	17PNVP501Z	\$ 28,407	
High Intensity Drug Trafficking Area (HIDTA)	07	GO9NV0001A	33,239	
High Intensity Drug Trafficking Area (HIDTA)	07	I8NVP501Z	19,895	
High Intensity Drug Trafficking Area (HIDTA)	07	L8PNVP501Z	42,319	<u>123,860</u>
<u>U.S. Department of Health and Human Services:</u>				
Direct Programs:				
Family Planning-Services	93.217	6FPHPA090003-40-03	649,078	
Amount Provided to Subrecipients			115,000	
Program Income			114,836	878,914
Immunization Cluster:				
Passed through Nevada Department of Health and Human Services:				
Immunization Grants	93.268	HD 08227-1	186,532	
Immunization Grants	93.268	HD 09141	159,147	
Program Income			352,096	697,775
TANF Cluster:				
Passed through State Division of Child and Family Services:				
Temporary Assistance for Needy Families (TANF)	93.558	--	430,000	
Passed through Nevada State Division of Welfare and Supportive Services:				
Temporary Assistance for Needy Families (TANF)	93.558	--	1,756,345	2,186,345
Aging Cluster:				
Passed through State Division for Aging Services:				
Special Programs for the Aging- Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	16-000-05-BX-09	114,285	
Program Income			87,839	
Special Programs for the Aging- Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	16-000-02-BX-09	23,484	
Program Income			450	
Special Programs for the Aging- Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	16-000-11-BX-09	147,942	
Program Income			2,789	
Special Programs for the Aging- Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	16-000-13-BX-09	82,556	
Special Programs for the Aging- Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	16-000-06-BX-09	73,693	
Program Income			1,335	
Special Programs for the Aging- Title III, Part B-Grants for Supportive Services and Senior Centers	93.044	16-000-24-BX-09	27,000	
			<u>561,373</u>	

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009	
<u>U.S. Department of Health and Human Services (continued):</u>				
Aging Cluster (continued):				
Passed through State Division for Aging Services (continued):				
Special Programs for the Aging- Title III, Part C-Nutrition Services Program Income	93.045	16-000-04-2X-08	\$ 91,189 10,562	
Special Programs for the Aging- Title III, Part C-Nutrition Services Program Income	93.045	16-000-04-2X-09	234,310 30,272	
Special Programs for the Aging- Title III, Part C-Nutrition Services Program Income	93.045	16-000-07-1X-08	46,469 17,521	
Special Programs for the Aging- Title III, Part C-Nutrition Services Program Income	93.045	16-000-07-1X-09	159,069 61,391	
Special Programs for the Aging- Title III, Part C-Nutrition Services	93.045	16-000-66-1X-08	599	
			<u>651,382</u>	
Nutrition Services Incentive Program	93.053	16-000-57-NX-08	37,250	
Nutrition Services Incentive Program	93.053	16-000-57-NX-09	39,767	
Nutrition Services Incentive Program	93.053	--	11,941	
			<u>88,958</u>	\$ 1,301,713
Research and Development Cluster:				
Passed through State Division for Aging Services:				
Centers For Medicare and Medicaid Services (CMS) Research, Demonstrations and Evaluations (CMS Research)	93.779	16-000-13-KX-08		4,622
Passed through National Association of County and City Health Officials:				
Medical Reserve Corps Small Grant Program	93.008	MRC 08 0443		1,499
Passed through Nevada Department of Health and Human Services:				
Public Health Emergency Preparedness	93.069	HD 08158-2	197,611	
Public Health Emergency Preparedness	93.069	HD 08159-2	138,892	
Public Health Emergency Preparedness	93.069	HD 09094	628,459	
Public Health Emergency Preparedness	93.069	HD 09094-1	29,425	994,387
Child Support Enforcement Program Income	93.563	--	3,014,650 15,572	3,030,222
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	HD 08220	35,316	
Project Grants and Cooperative Agreements for Tuberculosis Control Programs Program Income	93.116	HD 09147	32,067 27,606	94,989

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009	
<u>U.S. Department of Health and Human Services (continued):</u>				
Passed through Nevada Department of Health and Human Services (continued):				
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 08067	\$ 126,004	
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 09031-01	24,506	
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 08203	13,305	
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 09162	10,499	
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 08204	13,305	
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 09163	10,498	
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 08205	9,145	
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 09164-1	6,913	
Centers for Disease Control and Prevention- Investigations and Technical Assistance	93.283	HD 09161	<u>7,414</u>	\$ 221,589
Community-Based Child Abuse Prevention Grants	93.590	--		84,397
National Bioterrorism Hospital Preparedness Program	93.889	HD 08131-4	26,469	
National Bioterrorism Hospital Preparedness Program	93.889	HD 08131-3	4,938	
National Bioterrorism Hospital Preparedness Program	93.889	HD 08216	32,712	
National Bioterrorism Hospital Preparedness Program	93.889	HD 09043	40,560	
National Bioterrorism Hospital Preparedness Program	93.889	HD 09085	<u>160,441</u>	265,120
Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	93.919	--		5,385
HIV Prevention Activities-Health Department Based (HIV Prevention Program)	93.940	--	27,718	
HIV Prevention Activities-Health Department Based (HIV Prevention Program)	93.940	HD 09151	14,474	
HIV Prevention Activities-Health Department Based (HIV Prevention Program)	93.940	HD 1472-1	217,152	
Amount Provided to Subrecipients			100,538	
HIV Prevention Activities-Health Department Based (HIV Prevention Program)	93.940	HD 1472-2	161,421	
Amount Provided to Subrecipients			<u>73,612</u>	594,915
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance (HIV/AIDS Surveillance)	93.944	HD 08149	38,207	
Human Immunodeficiency Virus (HIV)/Acquired Immunodeficiency Virus Syndrome (AIDS) Surveillance (HIV/AIDS Surveillance)	93.944	HD 09119	<u>40,811</u>	79,018
Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	HD 08152	54,431	
Preventive Health Services-Sexually Transmitted Diseases Control Grants	93.977	HD 09135	62,478	
Program Income			<u>49,933</u>	166,842

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009
<u>U.S. Department of Health and Human Services (continued):</u>			
Passed through Nevada Department of Health and Human Services (continued):			
Social Services Block Grant	93.667	--	\$ 25,602
Passed through State Division of Child and Family Services:			
Promoting Safe and Stable Families	93.556	IVB3145/17SFY0709033	5,200
Adoption Incentive Payments	93.603	AI3229/31-SFY07-001	\$ 36,460
Adoption Incentive Payments	93.603	A13229/31-SFY09-008	<u>4,312</u> 40,772
Children's Justice Grants to States	93.643	CJA3145/11SFY0809021	28
Child Welfare Services-State Grants	93.645	--	90,000
Foster Care-Title IV-E	93.658	--	8,077,145
ARRA Foster Care-Title IV-E	93.658	--	<u>243,503</u> 8,320,648
Adoption Assistance	93.659	--	2,979,906
ARRA Adoption Assistance	93.659	--	<u>227,526</u> 3,207,432
Social Services Block Grant	93.667	--	246,653
Chafee Foster Care Independence Program	93.674	CH3229/32SFY08-10020	216,814
Grants to States for Access and Visitation Programs	93.597	0701NVSAPV	10,065
Grants to States for Access and Visitation Programs	93.597	0801NVSAPV	<u>20,155</u> 30,220
Special Programs for the Aging-Title III, Part D-Disease Prevention and Health Promotion Services	93.043	16-000-32-DX-09	13,470
Special Programs for the Aging-Title IV-and Title II- Discretionary Projects	93.048	16-000-93-KX-09	10,865
Special Programs for the Aging-Title IV-and Title II- Discretionary Projects	93.048	16-000-13-KX-08	<u>6,383</u> 17,248
National Family Caregiver Support	93.052	16-000-13-EX-09	33,165
National Family Caregiver Support	93.052	16-000-45-EX-09	<u>34,641</u> 67,806
Passed through Centers for Medicare & Medicaid Services:			
Medicare-Prescription Drug Coverage (Medicare Part D)	93.770	CMS-10156	<u>63,027</u>
Total U.S. Department of Health and Human Services			<u>22,952,652</u>

C - 10

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009	
<u>U.S. Department of Homeland Security:</u>				
Homeland Security Cluster:				
Passed through the City of Las Vegas:				
Citizen Corps	97.053	CCP-06.01	\$ 5,447	
Passed through State Department of Public Safety Division of Emergency Management:				
Pre-Disaster Mitigation (PDM) Grants	97.067	97017L7	35,302	
Homeland Security Grant Program	97.067	97067CL7	31,507	
Homeland Security Grant Program	97.067	97067HE7	135,210	
Homeland Security Grant Program	97.067	97067HL6	310,970	
Homeland Security Grant Program	97.067	97067HL7	562,002	
Homeland Security Grant Program	97.067	97067HL8	320,164	
Homeland Security Grant Program	97.067	97067HLS	204,985	
Homeland Security Grant Program	97.067	97067LL6	1,008,209	
Homeland Security Grant Program	97.067	97067LL7	171,289	
			<u>2,779,638</u>	\$ 2,785,085
Passed through State Department of Public Safety Division of Emergency Management:				
Emergency Management Performance Grant (EMPG)	97.042	9704208	44,871	
Emergency Management Performance Grant (EMPG)	97.042	9704209	69,496	114,367
Disaster Assistance Projects	97.088	FEMA-1629-DR-NV		<u>7,837</u>
Total U.S. Department of Homeland Security				<u>2,907,289</u>
<u>U.S. Department of Housing and Urban Development:</u>				
Direct Programs:				
Housing Counseling Assistance Program	14.169	HC-0998-046		11,231
Community Development Block Grants/Brownsfields Economic Development Initiative (BEDI; Section 19)	14.246	B-04-SP-NV-0450		157,068
Shelter Plus Care	14.238	NV01C501001	-	
Amount Provided to Subrecipients			71,716	
Shelter Plus Care	14.238	NV01C601001	-	
Amount Provided to Subrecipients			<u>27,951</u>	99,667
CDBG-State-Administered Small Cities Program Cluster:				
Community Development Block Grants/State's Program	14.228	--	-	
Program Income			350	
Amount Provided to Subrecipients			<u>214,215</u>	<u>214,565</u>
Total U.S. Department of Housing and Urban Development				<u>482,531</u>

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

(CONTINUED)

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009
<u>U.S. Department of the Interior:</u>			
Direct Programs:			
Recreation Resource Management	15.225	LO9AC15351	\$ 3,002,072
Passed through Lahontan National Fish Hatchery Complex:			
Fish and Wildlife Coordination Act (FWCA)	15.517	842409J010	26,418
Hunter Education and Safety Program	15.626	--	4,903
Total U.S. Department of the Interior			3,033,393
<u>U.S. Department of Justice:</u>			
Direct Programs:			
Federal Drug Forfeiture Program	16	UNKNOWN	\$ 176,769
Federal Drug Forfeiture Program-Non cash	16	UNKNOWN	8,000
			<u>184,769</u>
Crime Victim Assistance Program Income	16.575	3145/20-SFY07-09-098	37,400
			<u>3,025</u>
			40,425
Edward Byrne Memorial State and Local Law Enforcement Assistance Descretionary Grants Program	16.580	2008-DD-BX-0414	38,356
State Criminal Alien Assistance Program (SCAAP)	16.606	2008-AP-BX-1055	466,551
Bulletproof Vest Partnership Program	16.607	--	25,862
Juvenile Mentoring Program Amount Provided to Subrecipients	16.726	2008-JU-FX-0023	-
			108,521
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2007-CD-BX-007	54,358
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2008-CD-BX-0089	18,367
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	2008-DN-BX-K046	100,044
			<u>172,769</u>
Congressionally Recommended Awards	16.753	2008-DD-BX-0367	180,650
Passed through City of Reno Police Department:			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2005-DJ-BX-1070	12,558
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2007-DJ-BX-1445	56,108
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2008-DJ-BX-0344	25,884
Edward Byrne Memorial Justice Assistance Grant Program	16.738	07-JAG-32	14,620
			<u>109,170</u>
Public Safety Partnership and Community Policing Grants ("COPS" Grants)	16.710	2007CKWX0318	5,748
Public Safety Partnership and Community Policing Grants ("COPS" Grants)	16.710	08-METH-10	55,544
			<u>61,292</u>

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

(CONTINUED)

**WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009**

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009
<u>U.S. Department of Justice (continued):</u>			
Passed through State Department of Public Safety, Office of Criminal Justice Assistance:			
Community Prosecution and Project Safe Neighborhoods	16.609	07-PSN/GC-2	\$ 51,348
Paul Coverdell Forensic Sciences Improvement Grant Program	16.742	08-PC-03	71,285
Juvenile Accountability Incentive Block Grants (JABG) Program Income	16.523	--	\$ 61,535 <u>9,968</u> 71,503
Juvenile Justice and Delinquency Prevention-Allocation to States (State Formula Grants)	16.540	FFY 2008	43,592
Juvenile Justice and Delinquency Prevention-Allocation to States (State Formula Grants) Amount Provided to Subrecipients	16.540	--	15,789 <u>15,000</u> 74,381
Crime Victim Assistance	16.575	3145/20-SF07-09-097	79,854
Title V-Delinquency Prevention Program	16.548	--	9,188
Passed through Join Together of Northern Nevada:			
Enforcing Underage Drinking Laws Program	16.727	--	7,298
Passed through Las Vegas Metropolitan Police Department:			
Missing Children's Assistance	16.543	--	<u>7,531</u>
Total U.S. Department of Justice			<u>1,760,753</u>
<u>U.S. Department of Labor:</u>			
WIA Cluster:			
Passed through The Children's Cabinet: ARRA-WIA Youth Activities	17.259	--	<u>3,584</u>
<u>U.S. Department of Transportation:</u>			
Highway Safety Cluster:			
Passed through State of Nevada Department of Public Safety, Office of Traffic Safety:			
State and Community Highway Safety	20.600	28-K8-18-2	94,759
State and Community Highway Safety	20.600	28-JF-1.22	15,367
State and Community Highway Safety Program Income	20.600	28-K8-18-16	64,958 12,780
State and Community Highway Safety	20.600	29-JF-1.19	57,273
State and Community Highway Safety	20.600	29-TR-2.4	<u>7,996</u> 253,133

(CONTINUED)

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009	
<u>U.S. Department of Transportation (continued):</u>				
Highway Planning and Construction Cluster:				
Passed through State Department of Transportation:				
Recreation Trails Program	20.219	FY 2005-08.1	\$ 100,000	
Recreation Trails Program	20.219	2008-07	100,000	
Recreation Trails Program	20.219	2008-25	83,448	
Passed through State Department of Conservation and Natural Resources, Division of State Parks:				
Recreation Trails Program	20.219	FY 2006-17	69,700	
Recreation Trails Program	20.219	FY2007-12	985	
			354,133	
Passed through State Department of Transportation:				
Highway Planning and Construction	20.205	S-WA-9	256,556	
Highway Planning and Construction	20.205	PR164-08-805	74,256	
Highway Planning and Construction	20.205	P263-08-802	39,235	
			370,047	\$ 724,180
Passed through State Emergency Response Commission:				
Interagency Hazardous Material Public Sector Training and Planning Grants (Hazardous Materials Emergency Preparedness Training and Planning Grants (HMEP))	20.703	08-HMEP-16-02	3,646	
Interagency Hazardous Material Public Sector Training and Planning Grants (Hazardous Materials Emergency Preparedness Training and Planning Grants (HMEP))	20.703	09-HMEP-16-01	4,231	
Amount Provided to Subrecipients			12,942	20,819
Total U.S. Department of Transportation			998,132	
<u>Department of the Treasury:</u>				
Passed through Nevada Department of Business and Industry Housing Division				
National Foreclosure Mitigation Counseling Program (NFMC)	21	PL110-161		140,286
<u>General Services Administration:</u>				
Passed through United States Military (DRMO Surplus):				
Donation of Federal Surplus Personal Property	39.003	--	230,166	
Passed through Fallon Navy Air Base:				
Donation of Federal Surplus Personal Property	39.003	--	228,056	458,222

C - 14

(CONTINUED)

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

WASHOE COUNTY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2009

	CFDA Number	Project / Pass-through Grantor's Number	Expenditures 2009	
<u>National Foundation on the Arts and the Humanities:</u>				
Passed through Nevada State Library and Archives:				
Grants to States	45.310	LSTA 2007-08	\$ 9,000	
Grants to States	45.310	2008-33	55,716	
Grants to States	45.310	2008-24	32,688	
Grants to States	45.310	45310-0820	1,942	<u>99,346</u>
<u>U.S. Environmental Protection Agency:</u>				
Direct Programs:				
Air Pollution Control Program Support	66.001	A-00905408-1	91,198	
Air Pollution Control Program Support	66.001	A-00905409-0	<u>381,053</u>	472,251
Surveys, Studies, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act In-kind Costs	66.034	PM-98963101-0	9,589 32,621	
Surveys, Studies, Investigations, Demonstrations and Special Purpose Activities Relating to the Clean Air Act In-kind Costs	66.034	PM-98963101-2	90,335 <u>12,431</u>	144,976
Congressionally Mandated Projects (Congressional Earmarks)	66.202	XP-97963701-2	41,027	
Congressionally Mandated Projects (Congressional Earmarks)	66.202	XP-96909501-2	27,987	
Congressionally Mandated Projects (Congressional Earmarks)	66.202	XP-97963701-1	<u>34,233</u>	103,247
Passed through State Department of Conservation and Natural Resources, Division of Environmental Protection:				
State Public Water System Supervision	66.432	DEP 07-033		70,000
Surveys, Studies, Investigations, Demonstrations, and Training Grants and Cooperative Agreements-Section 14(b)(3) of the Clean Water Act	66.436	DEP 07-035		2,409
State and Tribal Underground Storage Tanks Program (UST Program)	66.804	DEP 06-006-01		11,201
Leaking Underground Storage Tank Trust Fund Program	66.805	--		<u>63,823</u>
Total U.S. Environmental Protection Agency				<u>867,907</u>
Total Expenditures of Federal Awards				\$ <u><u>35,668,207</u></u>

C - 15

The notes to the Schedule of Expenditures of Federal Awards are an integral part of this schedule.

WASHOE COUNTY
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2009

NOTE 1 – REPORTING ENTITY

The accompanying Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Washoe County but does not include federal financial assistance programs of the County's blended component units. 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 are included in the schedule.

NOTE 2 – BASIS OF ACCOUNTING

The Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting.

NOTE 3 – NONCASH EXPENDITURES

The expenditures reported include noncash items as follows:

Federal Drug Forfeiture Program (No CFDA)

Expenditures of \$8,000 for this program represent the dollar value of a vehicle received from the United States Marshal's Service. The value of the vehicle was determined using estimated fair market value.

National School Lunch Program (School Lunch Program (10.555))

Expenditures of \$5,483 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.

Emergency Food Assistance Program (Food Commodities (10.569))

Expenditures of \$12,533 for this program represent the dollar value of food commodities distributed to eligible recipients during the year. The value of commodities is determined by the U.S. Department of Agriculture.

Donation of Federal Surplus Personal Property (39.003)

Expenditures of \$458,222 for this program represent the dollar value of items received from the Defense Reutilization and Marketing Office (DRMO). The value of the items received was determined by the DRMO.

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

The expenditures include \$45,052 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, totaling \$798,325 and includes the following programs:

PROGRAM	CFDA NUMBER	AMOUNT
Community Development Block Grants/State's Program	14.228	\$ 350
Juvenile Accountability Incentive Block Grants	16.523	9,968
Crime Victim Assistance	16.575	3,025
State and Community Highway Safety	20.600	12,780
Special Programs for the Aging Title III, Part B	93.044	92,413
Special Programs for the Aging Title III, Part C	93.045	119,746
Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	27,606
Family Planning Services	93.217	114,836
Immunization Grants	93.268	352,096
Child Support Enforcement	93.563	15,572
Preventive Health Services Sexually Transmitted Diseases Control Grants	93.977	49,933
Total Program Income		<u>\$ 798,325</u>

WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2009

Section I - Summary of Auditor's Results:

- Kafoury, Armstrong & Co. issued an unqualified opinion on the financial statements of Washoe County, Nevada for the year ended June 30, 2009.
- No significant deficiencies or material weaknesses were disclosed during the audit of the financial statements.
- The audit disclosed no instances of noncompliance, which were material to the financial statements of Washoe County, Nevada.
- Significant deficiencies, not identified as material weaknesses, in the internal control over major federal award programs were disclosed.
- Kafoury, Armstrong & Co. issued an unqualified opinion on compliance for major federal award programs of Washoe County, Nevada.
- Audit findings, relative to major federal award programs for Washoe County, Nevada, which are required to be reported under section .510(a) of OMB Circular A-133 are included on the following pages.
- Washoe County had eight major programs for the year ended June 30, 2009, as follows:
 - Special Supplemental Nutrition Program for Women, Infants, and Children (WIC) —CFDA 10.557
 - Public Safety Interoperable Communications Grant Program — CFDA 11.555
 - Recreation Resource Management — CFDA 15.225
 - Immunization Grants — CFDA 93.268
 - Public Health Emergency Preparedness — CFDA 93.069
 - Temporary Assistance for Needy Families (TANF) — CFDA 93.558
 - Foster Care — Title IV-E — CFDA 93.658
 - Adoption Assistance — CFDA 93.659
- The dollar threshold used to distinguish between Type A and Type B programs for the year ended June 30, 2009 was \$1,070,046.
- Washoe County qualified as a low risk auditee for the year ended June 30, 2009 under the criteria set forth in section .530 of OMB Circular A-133.

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2009**

Section II – Findings and Questioned Costs for Federal Awards:

U.S. Department of Health and Human Services:

Finding 09-1:

Foster Care, CFDA 93.658
ARRA Foster Care, CFDA 93.658
Adoption Assistance, CFDA 93.659
ARRA Adoption Assistance, CFDA 93.659
Temporary Assistance for Needy Families (TANF), CFDA 93.558

Grant Award Number: Affects the grant awards included under CFDA's 93.658, 93.659, and 93.558, passed through the Nevada Division of Child and Family Services, on the Schedule of Expenditures of Federal Awards.

Criteria and Condition: As noted in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, amounts charged to federal programs must be for allowable costs. To be allowable under Federal awards, costs must be necessary and reasonable for the performance and administration of the Federal award, and be adequately documented.

During our testing of the Report/Requests for administrative costs for the quarter ended December 31, 2008, a calculation error was identified in the supporting spreadsheets. The error resulted in nominal overstatements of TANF, Foster Care and Adoption Assistance administrative expenditures.

During our testing of the supporting spreadsheets for that same report, we identified a formula error which resulted in a \$10,000 understatement of TANF expenditures.

Questioned Costs: None.

Context: The conditions noted above appear to be systemic problems.

Effect: Unallowable costs may have been charged to the Federal programs.

Cause: Review procedures for the Report/Request for Funds supporting schedules were not sufficient to identify preparation errors.

Recommendation: We recommend that the County enhance the review process related to the Report/Request for Funds to ensure only allowable costs are charged to the Federal program.

Management's Response: See management's response on page C - 19



WASHOE COUNTY

"Dedicated to Excellence in Public Service"

DEPARTMENT OF SOCIAL SERVICES

350 S. CENTER STREET
POST OFFICE BOX 11130
RENO, NEVADA 89520-0027
PHONE: (775) 785-5641
FAX: (775) 785-5640

October 7, 2009

TO: Diane Cormeaux, Administrator
Division of Child and Family Services

FROM: Terri Humes, Fiscal Manager *TH*

Subject: Finding 09-1 Foster Care, CFDA 93.658; ARRA Foster Care, CFDA 93.658; Adoption Assistance, CFDA 93.659; ARRA Adoption Assistance, CFDA 93.659; and TANF, CFDA 93.558

CRITERIA AND CONDITION

As noted in OMB A-87, Cost Principles for State, Local and Indian Tribal Governments, amounts charged to federal programs must be for allowable costs. To be allowable under Federal awards, costs must be necessary and reasonable for the performance and administration of the Federal award, and be adequately documented.

During testing of the Reports/Requests for Funds for administrative costs for the quarter ended December 31, 2008, a calculation error was identified in the supporting spreadsheets. The error resulted in nominal variances of TANF, Foster Care and Adoption Assistance administrative expenditures.

During testing of the supporting spreadsheets for that same report, a formula error which resulted in a \$10,000 understatement of TANF expenditures.

DEPARTMENT RESPONSE

The Department does not view this as a systemic problem but an isolated incidence. Because this was an isolated instance, it should be noted as so in the finding. Under Section 510 of A-133, it states that the Auditor shall include information to provide proper perspective of judging the prevalence and consequences of the questioned costs.

In reviewing the findings, the net effect of the Request for Funds for administrative costs resulted in minimal variances based on the inconsistencies of the methodology between the two cost centers in calculating the percentages.

The net effect of excluding the \$10,000 in the TANF calculations resulted in under-billing for of TANF reimbursements. Since the Department exceeded the reimbursable amount allowed by the Interlocal Agreement between the State and Washoe County, there was no fiscal impact.

The expectation that massive spreadsheets with multiple calculations to determine eligible costs for each benefiting program without data entry errors is unrealistic. For this reason, the Department recently received proposals from vendors to develop and implement an automated cost allocation plan.

CORRECTIVE ACTION

The automated cost allocation plan will interface directly with SAP to calculate and distribute the eligible costs to the correct program. It is anticipated work will begin on the automated plan later this month.

cc: Sheri Mendez, Comptroller
Kafoury, Armstrong and Company

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2009**

Section II – Findings and Questioned Costs for Federal Awards (continued):

U.S. Department of Health and Human Services:

Finding 09-2:

Temporary Assistance for Needy Families (TANF), CFDA 93.558

Grant Award Number: Affects the grant award included under CFDA 93.558, passed through the Nevada Department of Human Resources, Welfare Division, on the Schedule of Expenditures of Federal Awards.

Criteria and Condition: As noted in Nevada Division of Welfare and Supportive Services TANF Emergency Assistance (EA) Program Desk Guide, an application is considered complete when it sufficiently describes the child's or child's family profile, including (a) household members, (b) resources, (c) TANF EA information (d) services to be provide, (e) certification with date and worker signature, and (f) separate area for eligibility determination with date and signature of eligibility specialist. Additionally, it states that an application which lacks sufficient information to make an eligibility decision, as determined by the eligibility specialist, cannot be considered for emergency services or assistance. Finally, it states that if, during the initial certification process, service to meet a child's emergency will extend beyond a four-month duration, it will be considered TANF assistance and not billable to TANF-EA.

During our testing over eligibility for TANF-EA we reviewed applications for a sample of cases included in a Report/Request for Reimbursement, and identified an instance where a case worker failed to document the TANF-EA eligibility information for a child. The case worker performed an initial assessment at the hospital when the child was born, and at that time partially completed the eligibility application. The assessment was initiated due to the fact that the child had siblings placed in long-term foster care with the County. At that time the application was filled out solely for case management support, as the child was expected to be in the hospital for several weeks and foster care would not be needed until his release. When the child was subsequently released from the hospital and placed in foster care, the application form was not updated to document the expected length of services to meet the TANF-EA eligibility requirement, or to document that a TANF-EA eligibility determination was made by the case worker.

Questioned Costs: None reported.

Context: The condition appears to be an isolated instance.

Effect: Unallowable costs may have been charged to the Federal program.

Cause: Existing policies related to the documentation of TANF eligibility were not adhered to.

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2009**

Section II – Findings and Questioned Costs for Federal Awards (continued):

Recommendation: We recommend that the County reinforce compliance with existing policies related to the documentation of TANF eligibility.

Management 's Response: See management's response on page C - 23



WASHOE COUNTY

"Dedicated to Excellence in Public Service"

DEPARTMENT OF SOCIAL SERVICES

350 S. CENTER STREET
POST OFFICE BOX 11130
RENO, NEVADA 89520-0027
PHONE: (775) 785-5641
FAX: (775) 785-5640

October 7, 2009

TO: Diane Comeaux, Administrator
Division of Child and Family Services

Romaine Gilliland, Administrator
Department of Health and Human Services
Division of Welfare and Supportive Services

FROM: Terri Humes, Fiscal Manager *TH*

Subject: Finding 09-2 TANF, CFDA 93.558

CRITERIA AND CONDITION

As noted in Nevada Division of Welfare and Supportive Services TANF Emergency Assistance (EA) Program Desk Guide, an application is considered complete when it sufficiently describes the child's or child's family profile, including (a) household members, (b) resources, (c) TANF EA information, (d) services to provide, (e) certification with date and worker signature, and (f) separate area for eligibility determination with date and signature of eligibility specialist. Additionally, it states that an application which lacks sufficient information to make an eligibility decision, as determined by the eligibility specialist, cannot be considered for emergency services or assistance. Finally it states that if during the initial certification process, service to meet a child's emergency will extend beyond a four-month duration, it will be considered TANF assistance and not billable to TANF-EA.

During testing of eligibility for TANF-EA applications for a sample of cases included in a Report/Request for Reimbursement, a case worker failed to document the TANF-EA eligibility information for a child.

DEPARTMENT RESPONSE

The child in question was born on July 22, 2008. At the time the TANF application submitted indicated only case management services were required. The child was in the hospital, not in a paid placement. The referral indicated the child was born at 30 weeks and was on a respirator but otherwise doing fine. The child remained in the

hospital for two months and was then placed into foster care. The Eligibility Specialist did not request a new TANF application from the worker, as required. Assuming the placement would be less than four months because the siblings were placed with relatives, TANF-EA was billed. TANF was billed \$5,086.80 for the child's placement costs for 120 days from September 22, 2008 until January 19, 2009. This amount was deducted from the June 2009 Report/Request for Funds.

CORRECTIVE ACTION

This is an isolated instance. Management has talked with staff regarding the need to ensure an updated eligibility application is submitted whenever a child is placed in a paid placement, regardless of the report date.

Cc: Sheri Mendez, Comptroller
Kafoury, Armstrong and Company

**WASHOE COUNTY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2009**

Section II – Findings and Questioned Costs for Federal Awards (continued):

U.S. Department of Health and Human Services:

Finding 09-3:

Adoption Assistance, CFDA 93.659
ARRA Adoption Assistance, CFDA 93.659

Grant Award Number: Affects the grant awards included under CFDA 93.659 on the Schedule of Expenditures of Federal Awards.

Criteria and Condition: As noted in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, amounts charged to federal programs must be for allowable costs. To be allowable under Federal awards, costs must be necessary and reasonable for the performance and administration of the Federal award, and be adequately documented.

During our testing of the Title IV-E Subsidized Adoptions costs included on the Report/Request for Funds for the month ended March 31, 2009, we noted that the Request did not reconcile to the IV-E Monthly Expenditure Detail, which shows the detail of the subsidy payments made for individual children. It was determined that monthly payments of \$850 to subsidize the adoption of a 17 year-old child had been terminated in December 2008 when the adoptive parents reported to the County case worker that they were no longer providing support for the child. That information was not communicated to the person responsible for maintaining the schedule that supports the Report/Request for Funds; therefore the County continued to request reimbursement for subsidy amounts that were no longer being paid out.

Questioned Costs: None reported.

Context: The condition noted above appears to be a systemic problem.

Effect: Unallowable costs were charged to the Federal program.

Cause: Although procedures were in place to make financial adjustments for the Report/Request for Funds to reflect changes in case status, the review and reconciliation procedures over the Report/Request for Funds were not sufficient to identify variances from amounts paid out for subsidies to the amounts requested for reimbursement on those reports.

Recommendation: We recommend that the County enhance channels of communication between the case workers and the grant accountants, and develop a reconciliation process for the Report/Request for Funds to ensure only allowable costs are charged to the Federal program.

Management's Response: See management's response on page C - 26



WASHOE COUNTY

"Dedicated to Excellence in Public Service"

DEPARTMENT OF SOCIAL SERVICES

350 S. CENTER STREET
POST OFFICE BOX 11130
RENO, NEVADA 89520-0027
PHONE: (775) 785-5641
FAX: (775) 785-5640

October 7, 2009

TO: Diane Comeaux, Administrator
Division of Child and Family Services

FROM: Terri Humes, Fiscal Manager *YH*

Subject: Finding 09-3 Adoption Assistance, CFDA 93.659; ARRA Adoption Assistance CFDA 93.659

CRITERIA AND CONDITION

As noted in OMB A-87, Cost Principles for State, Local and Indian Tribal Governments, amounts charged to federal programs must be for allowable costs. To be allowable under Federal awards, costs must be necessary and reasonable for the performance and administration of the Federal award, and be adequately documented.

During testing of the Title IVE Subsidized Adoption costs included on the Report/Request for Funds for the month ended March 31, 2009,, the Request did not reconcile to the IVE Monthly Expenditure Detail, which shows the detail of the subsidy payments made for individual children. Monthly payments of \$850.00 to subsidize the adoption of a 17 year-old child had been terminated in December 2008 when the adoptive parents reported to the County case worker that they were no longer providing support for the child. The information was not communicated to the person responsible for maintaining the schedule that supports the Report/Request for Funds; therefore the County continued to request reimbursement for subsidy amounts that were no longer being paid out.

DEPARTMENT RESPONSE

The Department agrees this incidence was a systemic problem. The over billing for three months in the amount of \$2,550 was reversed on the June 2009 Title IVE Request for Funds.

CORRECTIVE ACTION

The Eligibility Unit is now required to reconcile to a monthly report generated from UNITY, the Statewide Automated Child Welfare Information System, to ensure the Request for Reimbursement agrees with the amounts actually paid to adoptive parents.

Cc: Sheri Mendez, Comptroller
Kafoury, Armstrong and Company

**WASHOE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009**

Finding Relating to the Financial Statements:

Finding 08-1

Finding Summary:

Generally accepted accounting principles require that changes in depreciation resulting from a change in the estimated useful lives of capital assets be accounted for prospectively.

Washoe County extended the useful lives of certain assets in the Water Resources Department and recalculated depreciation from the dates the capital assets were placed in service using the extended lives, rather than applying the change in estimated useful lives prospectively. This resulted in a reduction in accumulated depreciation of approximately \$2,000,000. To correct this, the County decreased current year depreciation by the same amount.

To improve the County's accounting for capital assets, a number of Department of Waster Resources' assets were removed from the system and re-entered in a different module of the financial reporting system. When the assets were re-entered, they were entered using the useful lives in place at that time, although a number of the assets' useful lives had been modified in prior years. This resulted in a reduction in accumulated depreciation at the beginning of the year. To adjust for this and balance to the calculated ending accumulated depreciation, the County decreased the calculated current year depreciation by approximately \$2,000,000.

Auditor's

Recommendation:

We recommended the County manually enter or override the beginning accumulated depreciation amounts whenever the useful lives of assets are changed.

Current Status:

Corrective action has been taken. The County has established procedures to verify and reconcile beginning and ending balances both before and after converting any financial statement data and any differences noted will be corrected.

**WASHOE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009**

Finding Relating to the Financial Statements (continued):

Finding 08-2

Finding Summary:

Internal controls should be in place to ensure that amounts paid for intangible assets are adequately supported and that an item(s) of at least equal value is received in exchange.

During the year ended June 30, 2008, the County discovered that a long time employee of the Water Resources Department had authorized approximately \$2.2 million in purchases for well capacity, an intangible capital asset, from companies he had created that had no well capacity to sell. The transactions were processed through the County's financial reporting system and many were approved by multiple levels of management.

There were no internal control procedures in place to validate, after the fact, the receipt and authenticity of intangible assets by someone other than the person initiating the purchase.

Auditor's

Recommendation:

We recommend the County re-evaluate the internal controls in place surrounding intangible assets to ensure that intangible assets purchased are bona-fide and substantiated. We also recommend the County consider taking legal action against and seek restitution from the former employee.

Current Status:

Corrective action has been taken. The County has implemented procedures to obtain third party verification of ownership, existence and value of intangible assets. Upon finalization of a transaction, the County has implemented procedures to ensure the transfer of ownership and/or rights is obtained.

**WASHOE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009**

Findings and Questioned Costs for Federal Awards:

U.S. Department of Health and Human Services:

Finding 08-3:

Immunization Grants, CFDA 93.268

Grant Award Number: Affects the grant awards included under CFDA 93.268 on the Schedule of Expenditures of Federal Awards.

Finding Summary: As noted in the OMB Circular A-133, program income must be correctly determined, recorded, and used in accordance with the program requirements. 45 CFR 92 provides that a subgrantee must maintain records that adequately identify the source and application of Federal funds, including program income.

During testing of program income received for immunization services, amounts included on the daily deposit sheets could not be reconciled to the supporting documentation. The County uses four separate codes on the cash register to identify the type of payment received from each client, including: cash, credit card, Medicaid billing, or non-payment (Balance Due). We examined the total, by code, on the daily register tapes and attempted to tie the amount coded as cash receipts to the amount included on the daily deposit sheet as cash; the amounts coded to credit card receipts to the daily credit machine reports; the amounts coded to Medicaid billing to the daily Medifax reports; and the amounts coded to Balance Due to supporting Balance Due forms that are completed by the clerk, with a copy given to the client. For five out of six days tested, the amounts included on the daily deposit sheet were not supported by the register tapes or the other relevant supporting documents for one or more payment categories. It was noted that there may be instances when the register tape would not tie to the support, such as a Medicaid billing initiated by the client subsequent to the date of service. The County did not have policies or procedures in place requiring the reconciliation of the variances. During our testing adequate evidence was not available to support or reconcile the variances.

Auditor's

Recommendation: We recommend that the County prepare a reconciliation of the daily register tapes to the supporting documentation for each charge code and investigate variances to ensure all cash receipts are being included as program income.

Current Status:

Corrective action has been taken. The department has implemented electronic cash receipting within the Insight clinic database. The cash receipting system is used for daily reconciliations that are reviewed by program managers. All variances are investigated and reported to the Administrative Health Services Officer.

**WASHOE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009**

Findings and Questioned Costs for Federal Awards (continued):

U.S. Department of Health and Human Services:

Finding 08-4:

Adoption Assistance, CFDA 93.659

Grant Award Number: Affects the grant award included under CFDA 93.659 on the Schedule of Expenditures of Federal Awards.

Criteria and Condition: As noted in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, amounts charged to federal programs must be for allowable costs. To be allowable under Federal awards, costs must be necessary and reasonable for the performance and administration of the Federal award, and be adequately documented.

During our testing of the Report/Requests for Funds for case management costs for the quarter ended March 31, 2008, a transposition error was identified in the supporting spreadsheets. The error resulted in an overstatement of the Adoption Assistance expenditures.

Auditor's

Recommendation: We recommend that the County enhance the review process related to the Report/Request for Funds for this grant to ensure only allowable costs are charged to the Federal program.

Current Status:

Corrective action has been partially implemented. The eligibility Supervisor will continue to review reports and will expand the review procedures in the coming year. In addition, the department is seeking bids for a cost allocation system that will interface with the current financial system and eliminate redundant, error prone data entry.

**WASHOE COUNTY
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2009**

Findings and Questioned Costs for Federal Awards (continued):

U.S. Department of Health and Human Services:

Finding 07-2:

Temporary Assistance for Needy Families (TANF), CFDA 93.558

Grant Award Number: Affects the grant award included under CFDA 93.558 on the Schedule of Expenditures of Federal Awards.

Criteria and Condition: As noted in OMB Circular A-87, *Cost Principles for State, Local and Indian Tribal Governments*, amounts charged to federal programs must be for allowable costs. To be allowable under Federal awards, costs must be necessary and reasonable for the performance and administration of the Federal award, and be adequately documented.

During our testing of the Report/Requests for Funds for case management costs for the quarter ended March 31, 2007, a footing error was identified in the supporting spreadsheets in which two amounts were captured twice. Additionally, while testing the support for that Request, we noted two other instances where costs were improperly included twice. The net of those errors resulted in an overstatement of the TANF EA expenditures.

Auditor's

Recommendation: We recommend that the County review and modify the design of the supporting worksheets, and enhance the review process related to the Report/Request for Funds for this grant to ensure only allowable costs are charged to the Federal program.

Current Status: Corrective action has been partially implemented. The eligibility Supervisor will continue to review reports and will expand the review procedures in the coming year. In addition, the department is seeking bids for a cost allocation system that will interface with the current financial system and eliminate redundant, error prone data entry.



AUDITOR'S COMMENTS AND REPORTS



Washoe County, Nevada

Many Communities. One County.

"Dedicated to Excellence in Public Service"

AUDITOR'S COMMENTS AND REPORTS

Page

Independent Accountant's Report on Nevada Revised Statute 354.6241	C - 34
Statute Compliance	C - 35
Progress on Prior Year Statute Compliance	C - 35
Prior Year Recommendations.....	C - 35
Current Year Recommendations	C - 35
NRS 354.6115	C - 35



KAFOURY, ARMSTRONG & CO.
A PROFESSIONAL CORPORATION
CERTIFIED PUBLIC ACCOUNTANTS

Independent Accountant's Report on
Nevada Revised Statute 354.6241

To the Honorable Board of Commissioners of
Washoe County, Nevada

We have reviewed the assertion provided by management in accordance with Nevada Revised Statute 354.624 (5)(a):

- The identified funds are being used expressly for the purposes for which they were created,
- The funds are administered in accordance with accounting principles generally accepted in the United States of America,
- The reserved fund balances/net assets in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2009 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau),
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements,
- The funds conform to significant statutory and regulatory constraints on its financial administration during the year ended June 30, 2009 (except as previously noted under statute compliance),
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of Washoe County, Nevada.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on the assertion. Accordingly, we do not express such an opinion.

Based on our review, nothing came to our attention that caused us to believe that the assertion provided by management referred to above is not fairly stated in all material respects.

Kafoury, Armstrong & Co.

Reno, Nevada
October 23, 2009

AUDITOR'S COMMENTS

STATUTE COMPLIANCE

The required disclosure on compliance with the Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2 to the financial statements.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

The following action was taken during 2007-2008 relating to statute violations reported in the June 30, 2008 audit report:

- The Enhanced 911 Fund's uncommitted ending fund balance was in excess of the statutory limit at June 30, 2008 and also at June 30, 2009. The Board of County Commissioners will reduce the 911 surcharge further during 2009-2010 to bring the fund into compliance.
- Actual expenditures at June 30, 2008 exceeded budgeted appropriations in three instances. All of these instances were covered under the exceptions to the over-expenditure criteria of NRS 354.626. Efforts were made during the 2008-2009 year to ensure that actual expenditures did not exceed budgeted appropriations, however, as set forth in Note 2; instances of over-expenditure were again noted.

PRIOR YEAR RECOMMENDATIONS

There was a recommendation made in the audit report for the year ended June 30, 2008, related to communication between the County and two of its blended components units. Communication on the part of the County improved during the 2008-2009 year.

CURRENT YEAR RECOMMENDATIONS

Our current year recommendations are included in the Schedule of Findings and Questioned Costs.

NRS 354.6115

- The financial statements of the Stabilization Fund are located in this report.
- As noted above, compliance with Nevada Revised Statutes is contained in Note 2 to the financial statements.



This Page Intentionally Left Blank