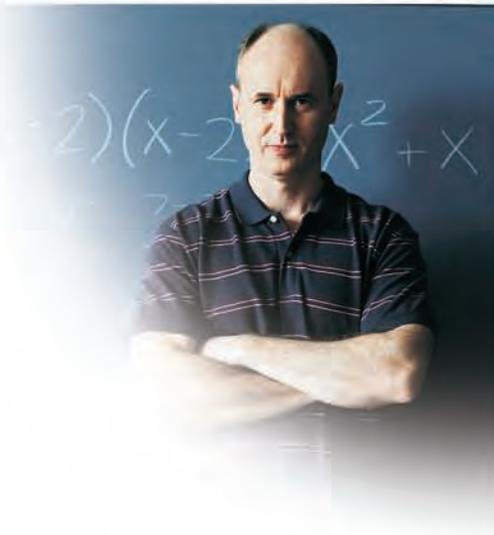


# Comprehensive Annual Financial Report

Fiscal Year Ended June 30, 2005



Washoe County School District  
Reno, Nevada



# Washoe County School District **Comprehensive Annual Financial Report**

Fiscal Year Ended June 30, 2005



Prepared By:  
Business & Financial Services Division

**Gary Kraemer, CPA**  
Chief Financial Officer

**Thomas Ciesynski, CPA**  
Chief Accountant

**Michael Schroeder, CPA**  
Senior Budget Analyst

**Rob Luna**  
Grant Fiscal Administrator

**Gail Carson**  
Senior Accountant

**Jill Murdock**  
Senior Accountant

**Stephen Ashorn**  
Budget Analyst

**Tracy Hodge**  
Grant Accountant

# Washoe County School District Superintendent & Board of Trustees



**Paul Dugan**  
Superintendent



**Dan Carne**  
Board of Trustees  
President



**Lezlie Porter**  
Board of Trustees  
Vice President



**Jody Ruggiero**  
Board of Trustees  
Clerk



**Nancy Hollinger**  
Board of Trustees  
Member



**Galen "Mitch" Mitchell**  
Board of Trustees  
Member



**Barbara Price**  
Board of Trustees  
Member



**Jonnie Pullman**  
Board of Trustees  
Member

**WASHOE COUNTY SCHOOL DISTRICT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2005**

TABLE OF CONTENTS

	<u>PAGE NO.</u>
<b>I. INTRODUCTORY SECTION</b>	
Letter of Transmittal	i-vi
List of Principal Officials	vii
Organizational Chart	viii
Certificate of Excellence in Financial Reporting	ix
 <b>II. FINANCIAL SECTION</b>	
<b>Independent Auditor's Report</b>	1-2
 <b>Management's Discussion and Analysis</b>	 3-15
 <b><u>Basic Financial Statements:</u></b>	
<b>Government-wide Financial Statements:</b>	
Statement of Net Assets	16
Statement of Activities	17
 <b><u>Fund Financial Statements:</u></b>	
<b>Governmental Funds:</b>	
Balance Sheet	18-19
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Assets	20
Statement of Revenues, Expenditures and Changes in Fund Balances	21-24
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance to the Statement of Activities	25
Statement of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	
General Fund	26
Major Special Revenue Fund:	
Special Education Fund	27
 <b>Proprietary Funds:</b>	
Statement of Net Assets	28
Statement of Revenues, Expenses and Changes in Fund Net Assets	29
Statement of Cash Flows	30
 <b>Fiduciary Funds:</b>	
Statement of Fiduciary Net Assets	31
Statement of Changes in Fiduciary Net Assets	32

**WASHOE COUNTY SCHOOL DISTRICT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2005**

TABLE OF CONTENTS

<b>Notes to Financial Statements</b>	33-55
<b><u>Combining and Individual Fund Statements and Schedules:</u></b>	
<b>Nonmajor Governmental Funds:</b>	
Combining Balance Sheet	56
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	57
<b>Governmental Funds:</b>	
Comparative Balance Sheet – General Fund	58
Schedules of Revenues, Expenditures and Changes in Fund Balances – Budget and Actual	
General Fund	59-63
Special Revenue Funds:	
Major Special Revenue Fund: Special Education	64-65
<b>Special Revenue Funds:</b>	
<b>Nonmajor Special Revenue Funds:</b>	
Combining Balance Sheet	66-70
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	71-75
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Title I	76
Title V	77
Indian Education	78
Public Law 105-17	79
Vocational Education	80
Special Grants	81-82
Family Resource Centers	83
Adult Education	84
Class Size Reduction	85
Nutrition Services	86
Drug Free Schools	87
Early Childhood	88
Special State Appropriations	89
Remedial Education	90
Reading Improvement	91

**WASHOE COUNTY SCHOOL DISTRICT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2005**

TABLE OF CONTENTS

Twenty-First Century	92
Title II, Part A, Teacher Training	93
Title III, English Language Acquisition	94
Regional Professional Development Program	95
Education Collaborative	96
Private Foundations	97
Medicaid	98
Categorical Grants	99
Community Education	100
Gifts and Donations	101
Pre-Funded Retiree Health Benefits	102
Advanced Carpentry Project	103
Wellness	104
<b>Debt Service Fund:</b>	
<b>Major Debt Service Fund:</b>	
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	105
<b>Capital Projects Funds:</b>	
<b>Major Capital Projects Funds:</b>	
Schedule of Revenues, Expenditures and Changes in Fund Balance – Budget and Actual	
2005 Bond Rollover Fund	106-107
2003 Bond Rollover Fund	108-109
2002 Bond Rollover Fund	110
<b>Nonmajor Capital Projects Funds:</b>	
Combining Balance Sheet	111-112
Combining Statement of Revenues, Expenditures, and Changes in Fund Balance	113-114
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	
Government Services Tax Fund	115
1999 Bond Fund	116-117
1998 Bond Fund	118
1992 Bond Fund	119
Building and Sites Fund	120
Facilities Extraordinary Maintenance Fund	121
1998 Bond Extraordinary Maintenance Fund	122

**WASHOE COUNTY SCHOOL DISTRICT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2005**

TABLE OF CONTENTS

1999 Bond Extraordinary Maintenance Fund	123
--	-----

**Proprietary Funds:**

**Internal Service Funds:**

Combining Statement of Net Assets	124
Combining Statement of Revenues, Expenses, and Changes in Net Assets	125
Combining Statement of Cash Flows	126
Insurance Fund - Property and Casualty:	
Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual	127
Schedule of Cash Flows - Budget and Actual	128
Insurance Fund - Health Insurance:	
Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual	129
Schedule of Cash Flows - Budget and Actual	130
Insurance Fund - Workers' Compensation:	
Schedule of Revenues, Expenses and Changes in Net Assets - Budget and Actual	131
Schedule of Cash Flows - Budget and Actual	132

**Fiduciary Funds:**

Combining Statement of Changes in Assets and Liabilities	133
Student Activity Funds	
Schedule of Cash Receipts and Disbursements	134-135

**Capital Assets Used in the Operation of Governmental Funds:**

Comparative Schedules by Source	136
Schedule by Function and Activity	137
Schedule of Changes by Function and Activity	138

**III. STATISTICAL SECTION - Unaudited**

Table:

A	Government-wide Expenses by Function	139
B	Government-wide Revenues	140
C	General Fund Revenues, Expenditures and Fund Balance	141
D	General Fund Expenditures and Other Uses by Program	142
E	General Fund Expenditures by Function	143
F	General Fund Revenues and Other Financing Sources	

**WASHOE COUNTY SCHOOL DISTRICT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2005**

TABLE OF CONTENTS

	144
by Source	
G General Fund Revenues and Other Financing Sources	145
by Major Category	146
H Local Tax Support Per Pupil	147
I Property Tax Levies and Collections for All Governments	148
J Assessed and Estimated Actual Value of Taxable Property	149
K Property Tax Rates Per \$100 Assessed Valuation – All Direct and Overlapping Governments	150
L Principal Taxpayers in Washoe County	151
M Computation of Legal Debt Margin	152
N Ratio of Debt Service Expenditures to Total General Fund Expenditures	153
O Ratio of General Obligation Bonded Debt to Assessed Value and General Obligation Bonded Debt per Capita	154
P Computation of General Obligation Direct and Overlapping Debt	155
Q Demographic Statistics	156
R Property Values and Construction Activity	157
S Insurance Coverages and Limits	

**IV. COMPLIANCE SECTION**

Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	158-159
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	160-161
Schedule of Expenditures of Federal Awards	162-165
Notes to the Schedule of Expenditures of Federal Awards	166
Schedule of Findings and Questioned Costs	167
Summary Schedule of Prior Audit Findings	168
 Independent Accountant's Report on Nevada Revised Statute 354.6241	 169

**WASHOE COUNTY SCHOOL DISTRICT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2005**

TABLE OF CONTENTS

Auditor's Comments:	
Statute Compliance	170
Progress on Prior Year Statute Compliance	170
Prior Year Recommendations	170
Current Year Recommendations	170

# Introductory

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# Section

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



# Washoe County School District

425 East Ninth Street • P.O. Box 30425  
Reno, Nevada 89520-3425  
Phone (775) 348-0200 • Fax (775) 348-0304  
Website: [www.washoe.k12.nv.us](http://www.washoe.k12.nv.us)

## Board of Trustees

Dan Carne, President  
Nancy Hollinger

Lezlie Porter, Vice President  
Galen "Mitch" Mitchell  
Barbara Price  
Paul Dugan, Superintendent

Jody Ruggiero, Clerk  
Jonnie Pullman

September 30, 2005

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

The comprehensive annual financial report of the Washoe County School District (the "District") for the fiscal year ended June 30, 2005, is hereby submitted. Nevada Revised Statutes (NRS) 354.624 requires the District to issue an annual report on its financial position and activities and that this report be audited by an independent firm of certified public accountants. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with District management. The report has been prepared by the Business and Financial Services Division and to the best of our knowledge and belief; the data contained in the report is accurate in all material respects and presents fairly the financial position of the various funds of this organization, including all disclosures necessary to understand the District's activities.

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 complements this letter of transmittal and should be read in conjunction with it.

## INTERNAL CONTROLS

The District maintains an internal control structure, which uses policies and procedures established by the Business and Financial Services Division to provide reasonable assurance that specific entity objectives (e.g., compliance with legal requirements) will be achieved, that proper recording of financial transactions are made, and that assets will be safeguarded in the public interest. The District has an Internal Audit Department, which reports administratively to the Superintendent. The department has full and independent access to the Audit Committee of the Board of Trustees and is authorized to review all areas of the District with full, free, and unrestricted access to all activities, records, property, and personnel as may be required.

The concept of reasonable assurance recognizes that the cost of control should not exceed the benefits likely to be derived and that the evaluation of such costs and benefits requires estimates and judgments made by management. We believe the District's internal accounting controls provide reasonable assurance of proper recording and disclosure of financial transactions and adequately safeguards assets.

## AUDIT

This report has been audited by Kafoury, Armstrong & Co. and their unqualified opinion is presented on the first page of the financial section. An audit is performed to provide reasonable assurance that these financial statements are free from material misstatements. This conclusion is

reached after performance of various tests of financial transactions and disclosures. Tests were also performed on the internal control structure and its compliance with applicable laws and regulations, including those related to federal award programs. Testing was not sufficient to support an opinion, but the audit did not disclose material internal control weaknesses. These reports are included in the compliance section and were made in accordance with the Single Audit requirements for federal agencies.

The financial statements in this report have been prepared in conformity with generally accepted accounting principals (GAAP) as applied to governmental audits. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. Additionally, this report has been prepared using the guidelines recommended by the Government Finance Officers Association of the United States and Canada, in the publication entitled Government Accounting, Auditing and Financial Reporting (GAAFR), Using the GASB 34 Model, 2001.

## **REPORT PRESENTATION**

The Comprehensive Annual Financial Report is presented in four sections: introductory, financial, statistical and compliance. The introductory section includes this transmittal letter, a list of District officials, an organization chart and a Certificate of Achievement for Excellence in Financial Reporting. The financial section includes the Report of Independent Auditors, the MD&A, the basic financial statements, required supplementary information and the combining and individual fund statements and schedules. The statistical section includes selected financial and demographic information, generally presented on a multi-year basis. The compliance section includes information pertaining to the Single Audit Act, as well as the external auditor's reports and comments.

## **REPORTING ENTITY**

The District was organized as a result of legislation enacted in 1956. The District provides a full range of elementary and secondary educational services including local, state, and federal programs. As with all school districts in Nevada, its boundaries are conterminous with the County. During fiscal year 2004-05, the District operated sixty-one elementary schools, fifteen middle schools, and twelve high schools. Additionally, the District operates one special education facility, two alternative high schools, and an occupational education center. The District employed approximately 7,300 employees and served 62,073 students during the year. The governing board of the District consists of seven members elected by the public for four-year terms. The Board of Trustees believe that our mission is to provide each student the opportunity to achieve his or her potential through a superior education in a safe and challenging environment in order to develop responsible and productive citizens for our diverse and rapidly changing community.

The Board of Trustees is ultimately accountable for the fiscal matters of the District. The Superintendent of Schools is responsible to the Board of Trustees for the general efficiency of the school system, including personnel, finance, administration and instruction, student services, and all other phases of District operations. In addition, the Superintendent develops policy for constructive relations between schools and the community, and assures programs are responsive to current and future student needs, and compatible with community expectations.

This report includes all funds of the primary government unit, the District. The District does not have any component units or legally separate entities. Control by or dependence on the District was determined on the basis of budget adoption, outstanding debt secured by revenues or general obligations of the District, or by obligation of the District to finance any deficits that occur. Based on these criteria, there are no other organizations or entities included in the financial statements.

## **ECONOMIC CONDITION AND OUTLOOK**

The District is located in the northwestern part of the State of Nevada in the boundaries designated as Washoe County. The County itself is the second largest (population wise) in the State covering an area of 6,600 square miles with the county seat in the City of Reno. Other cities included in the County are Gerlach, Sparks, Wadsworth and Incline Village at Lake Tahoe.

The economy of Nevada is heavily dependent upon a tourist industry based on legalized casino gambling. Gaming has been legal in Nevada since 1931 and is regulated and controlled by the State. Different forms of legal gaming have been authorized or are being considered by many states, including California. As such, the diversification of Nevada's job base continues to be a high priority throughout the State.

Washoe County continues to be one of the most diversified in Nevada. The Reno/Sparks area is a principal manufacturing and distribution center for the Western United States with industrial space of nearly 56 million square feet. New and improved industrial and business parks offer sites at a wide range of prices, with easy access to existing freeways, railroads and the airport. The ease of transportation access has also contributed to tourism with the growth of ski resorts, golf courses, a National Bowling Stadium, and expanded convention facilities throughout the region. Washoe County also hosts a number of significant events each year including the Reno Rodeo, Hot August Nights Classic Cars, the Reno/Tahoe PGA Golf Tournament, the National Championship Air Races, and the Great Reno Balloon Race. Additionally, the local response to generate new business is to increase emphasis on special events and concentrate on outdoor activities that involve Lake Tahoe, Pyramid Lake, the Sierra mountains and the vast open space.

It is this quality of life coupled with low taxes, no personal or corporate income tax that makes northern Nevada appealing to companies looking to relocate their operations to this area.

The forecasted population of Washoe County at the end of the 2004-05 fiscal period is 383,453, which reflects a 31.9% increase over the 1995-96 population of 290,754. Over the last year, the County population grew by 6.5%. The annual labor force of the County is estimated at 208,235 at the end of June 2005, and the unemployment rate was established at a fiscal year average of 3.9% compared to 4.1% last year. This can be compared to the United States unemployment rate of 5.3% for the same period.

Other indicators of the economy in the County are reflected in taxable retail sales that increased .34% compared to the 9.64% increase in the prior year. Air traffic in Reno is up 3.63%, while gross income from gaming was up .52%. Additionally, sales of existing homes increased 2.44% while new building permits were at 15,500 compared to 13,633 in the prior year.

In summary, Nevada and Washoe County's economy has experienced positive growth and improvement, when compared to similar statistics in recent business cycles. Additionally, the 2005 legislature dealt with a very difficult property tax relief cap situation. Even with this situation, the legislature was able to increase school district funding over the next two years of the biennium.

## **CHALLENGES FACING THE DISTRICT**

The District's enrollment growth flattened this year when our official enrollment numbers showed only a .5% increase, or 293 students. Over the past 10 years, the average rate of enrollment growth has been 3.1%. The immediate impact to the budget from the unanticipated loss of state per-pupil revenue was swiftly and smoothly dealt with by the Superintendent, Board of Trustees, Budget Technical Team, Executive Cabinet, and others. To determine the cause for such a

surprising development, will take a longer period of time. A demographic study group has been formed to address enrollment growth issues. Because a similar shortfall occurred in Clark County as well, we may be facing a change in the demographics of our District.

The 2005 Nevada State Legislature passed a measure limiting the growth in assessed valuation. Because the district's capital improvement plan depends on assessed valuation growth, and the property taxes that flow from that growth to fund future bond sales our ability to meet future capital and renewal needs may be impacted. At this writing, the precise impact has not yet been determined. Needless to say, any decline in potential bond proceeds from earlier projections is a concern.

Another recent development may also have a potentially negative impact on our revenues. A "Property Tax Restraint Initiative" has been launched by advocates in the state. Organizers have begun circulating a petition to place this measure on the November 2006 ballot. Modeled after California's Proposition 13, this measure would further limit property tax revenue for school districts and other government entities. Again because the measure is new and its relation to the Nevada Plan has not been fully analyzed, its potential impact has not been identified.

On the instructional front, three issues are worthy of attention. The District continues to see a huge growth in its minority student populations. Total minority enrollment now stands at slightly more than 41%, with Hispanics comprising almost one in three students. Our English as a Second Language program now serves more than 8,000 students. Besides the challenges of meeting their educational needs (with little state or federal financial support) there are the issues of communicating effectively with those families and overcoming cultural barriers. The Board of Trustees has recently approved a Diversity Strategic Plan that sets a course for addressing such challenges. Secondly, the 2005 Nevada State Legislature appropriated funds for the expansion of full-day kindergarten. This action signals a growing awareness of the importance of quality early childhood experiences in school readiness. Finally, we continue to face the challenge of recruiting and retaining highly qualified special education teachers--a common issue across the nation.

## **FINANCIAL INFORMATION**

In fiscal year 1982-83, the District, in an effort to standardize the reporting of accounting data with its counterparts, adopted and implemented the Handbook II (Revised) accounting system which has been promulgated by the U. S. Department of Education, National Center for Education statistics, and further mandated by the Nevada Department of Education. In meeting the constant demand for educational cost information, the system standardizes resources into local, state, federal and other categories while expenditures in each fund are classified by program, function, object and responsibility center.

**Budgeting Process.** The Business and Financial Services Office develops and administers a budgeting system that serves as the primary means by which most of the financing, acquisition, spending and service-delivery activities of the District are controlled. The use of an annual operating budget is prescribed under Chapter 354 of the Nevada Revised Statutes, approved by the Board of Trustees through public hearings, and is submitted to the Nevada Tax Commission for compliance review.

Budgetary highlights and next year's budget are discussed in Management's Discussion and Analysis. Compliance with the budget and other statutory issues are discussed in the notes to the financial statements.

**Cash Management.** The District has adopted and maintains a formal policy and regulation

governing investment transactions. Cash available for investment is invested in U.S. Government securities, repurchase agreements, and the State Treasurer's Investment Pool. In addition, the District utilizes Collateralized Investment Agreements for capital project bond proceeds received in December 1998 and after. The use of these agreements has allowed the District to earn the maximum amount of bond proceeds interest permitted by law. As a standard procedure, the District schedules investment maturities with projected cash flow. In addition to short-term investments for idle cash, the District maintains its cash in an interest-bearing checking account with amounts exceeding FDIC insurance limits secured by securities held by a third party. The range of yield on investments, excluding debt service, was 1.26% to 3.63% during the fiscal year. As a result, the District earned \$4.3 million on its investments.

**Risk Management.** The District believes it has an obligation to protect itself against accidental losses, which could adversely affect its assets or prevent it from fulfilling its responsibilities to the public; and to provide this protection at the most economical cost possible. The District's risk management program addresses this obligation by using all available risk management resources and techniques including risk identification and analysis, purchase of commercial insurance, contract review, risk reduction, risk avoidance and self-insurance. Through its self-insured programs and the establishment of their corresponding funds, and the purchase of commercial insurance, the District believes it has the financial resources needed to respond to losses affecting its assets. A detail of the types of coverage and amounts is provided in the Statistical Section of this report.

**Pension and Other Postemployment Benefits.** The District contributes to a cost sharing, multiple employer, defined benefit plan administered by the Public Employees Retirement System of the State of Nevada (PERS). PERS provides retirement benefits, disability benefits and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Funding into this pension plan is done under either an employer pay or employer/employee pay contribution program. An actuary engaged by PERS determines the rates of contribution for these plans.

The District also provides for postretirement health and dental care benefits for certain retirees and their dependents. The District's current program is on a pay-as-you go basis; however the District has created a Special Revenue Pre-Funded Health Benefits Fund in anticipation of GASB 45 for Postemployment Benefits Other Than Pensions (OPEB).

Additional information on the District's pension and postemployment benefits can be found in Notes 8 and 9 in the notes to the financial statements.

## **AWARDS**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the District for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2004. This is the fourth consecutive year that the District has received this prestigious award. In order to be awarded a Certificate of Achievement, a governmental unit must publish an easily readable and efficiently organized comprehensive annual financial report. The report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for one year. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate. Prior to this award, the District only applied for the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting award and received this award for eight consecutive years.

## ACKNOWLEDGMENTS

The preparation of this report on a timely basis was made possible through the dedicated services of the entire accounting staff of the Business and Financial Services Division. Through their efforts, the report and its contents were compiled into an easily readable and efficiently organized document. Thanks also to the Print Shop for producing this document and to the staff from Kafoury, Armstrong & Co., Certified Public Accountants, for their contribution and support. Special thanks to the Board of Trustees for their direction and support provided in the planning and conducting of the financial operations of the District in a progressive and prudent manner.

Respectfully submitted,

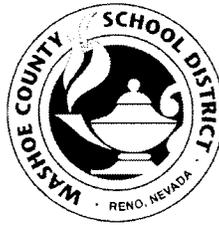


Paul S. Dugan  
Superintendent



Gary S. Kraemer, CPA  
Chief Financial Officer

# Washoe County School District Reno, Nevada



## District Officials For Fiscal Year Ended June 30, 2005

### Board Of Trustees

Dan Carne  
*President*

Lezlie Porter  
*Vice President*

Jody Ruggiero  
*Clerk*

Nancy Hollinger  
*Member*

Galen "Mitch" Mitchell  
*Member*

Barbara Price  
*Member*

Jonnie Pullman  
*Member*

### Administrative Officials

Paul Dugan  
*Superintendent*

Elisabeth Noonan, Ed.D.  
*Superintendent, Elementary Education*

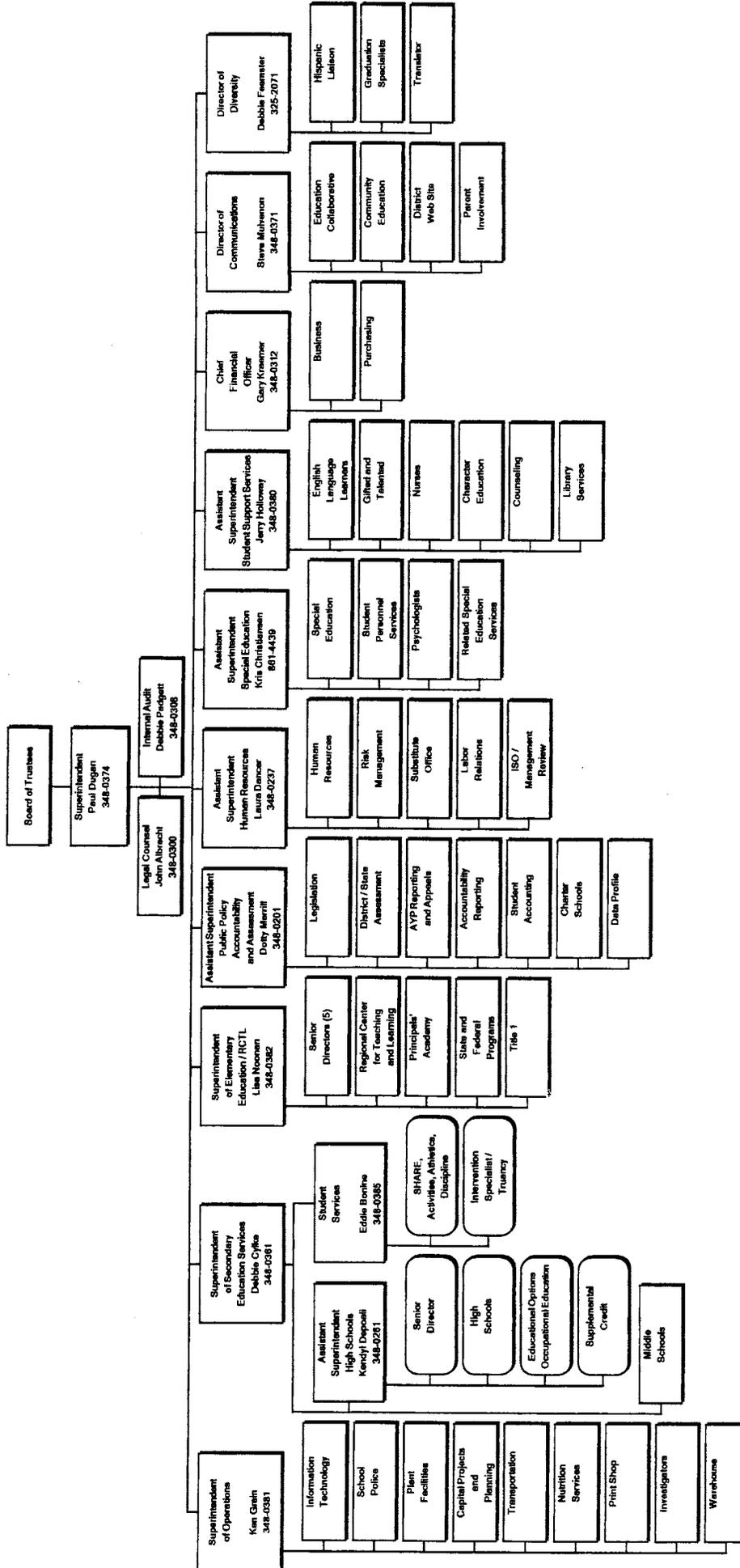
Debbie Cylke  
*Superintendent, Secondary Education*

Ken Grein  
*Superintendent of Operations*

Gary Kraemer, CPA  
*Chief Financial Officer*  
*Business & Financial Services*

# Washoe County School District Organizational Chart

## July 1, 2004 - June 30 2005



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

Washoe County School  
District, Nevada

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2004

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.



*Nancy L. Ziehl*

President

*Jeffrey R. Emery*

Executive Director

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# Financial Section

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- ✎ Independent Auditor's Report
- ✎ Management's Discussion and Analysis
- ✎ Basic Financial Statements
  - Government-Wide Financial Statements
  - Fund Financial Statements
  - Notes to Financial Statements
- ✎ Combining and Individual Fund Statements
- ✎ Capital Assets



**KAFOURY, ARMSTRONG & CO.**  
A PROFESSIONAL CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Washoe County School District, Washoe County, Nevada (the "District") as of and for the year ended June 30, 2005, which collectively comprise the District's basic financial statements as listed in the Table of Contents. These financial statements are the responsibility of the management of the District. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit 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 provides 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, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparison for the General Fund and the Special Education 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 September 30, 2005 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is 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 read in conjunction with this report in considering the results of our audit.

Management's Discussion and Analysis on pages 3 through 15 is not a required part of the basic financial statements but is supplementary information required by the 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 the District's basic financial statements. The accompanying Introductory Section, nonmajor combining and individual fund financial statements and schedules, the Schedule of Expenditures of Federal Awards (as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*) and the Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The nonmajor combining and individual fund financial 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. Accordingly, we do not express an opinion on them.

*Kafoury, Armstrong & Co.*

Reno, Nevada  
September 30, 2005

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Washoe County School District's discussion and analysis is designed to, (a) assist the reader in focusing on significant financial issues, (b) provide an overview of the District's financial activities, (c) identify changes in the District's financial position (its ability to address 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

**Financial Highlights**

- ❑ The auditor's report offers an unqualified opinion on the financial statements, the highest level of assurance that can be attained.
- ❑ Government-wide net assets increased by \$35.4 million to \$201.1 million.
- ❑ Unrestricted net assets increased or improved by \$13.1 million to \$14.1 million.
- ❑ The District's total revenues increased by \$41.3 million to \$480.3 million. The most significant revenues are local school support taxes (sales tax) at \$145.1 million, property tax (Ad Valorem) at \$126 and state aid at \$85.6 million.
- ❑ The District's total expenses increased by \$28 million to \$444.9 million. The most significant expenses were in regular instruction at \$206.9 million, operation and maintenance at \$36.9 million and special education instruction at \$37.4 million.
- ❑ Net capital assets increased to \$466 million. Major additions included \$4.7 million to acquire 65 school buses, \$2.8 million for land acquisition, \$2.8 million for School Renewal, \$2.2 million for Cold Springs Middle School (8.1% complete) and \$1.3 million for Shaw Middle School (100% complete). Depreciation expense totaling \$12.7 million is included in the government-wide statements.
- ❑ The District's general obligation bonds payable increased by \$42.1 million or 10.9%. This is the result of the issuance of \$66 million in bond rollover debt, \$23.8 million of debt payments and net refunded debt of negative \$.1 million.
- ❑ The District has an A1 bond rating with a stable outlook from Moody's Investor Service and is rated A with a stable outlook from Standard and Poor's Corporation. The stable outlook reflects the expectation that the District's financial reserves will remain at least at current levels.

**Government-wide Financial Statements**

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

The *statement of net assets* presents information on all of the District'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 District is improving or deteriorating.

The *statement of activities* presents information showing how the District'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 the related cash flows. Thus, revenues and expenses are reported in the statement for some items that will only result in cash flows in future fiscal periods.

In many government entities, the government-wide financial statements distinguish functions that are supported by taxes and intergovernmental revenues from other functions that are

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

intended to recover all or a significant portion of their costs through user fees and charges by reporting them as business-type activities. The District has no functions in the business-type category, which results in the entire statement representing governmental activities.

**Fund Financial Statements**

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

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

The focus of the governmental fund statements is on major funds. The District has 42 individual governmental funds of which the general, special education, debt service, 2002 bond rollover, 2003 bond rollover and 2005 bond rollover funds are considered major. These funds are disclosed separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances. The remaining 36 nonmajor governmental funds are combined into a single aggregated presentation in these statements. Individual fund data for each of these nonmajor funds is reported in combining statements in the supplementary information section of this report.

*Proprietary funds* are comprised of enterprise funds and internal service funds. As reported previously, the District has no business-type activities to be accounted for in enterprise funds. Internal service funds are used to accumulate and allocate costs internally among the District's various programs and functions. The District uses three internal service funds to account for its self-insurance of property and casualty, employees' health care and workers' compensation. Because internal service fund operations primarily benefit governmental funds, they are included in the governmental fund activities column in the government-wide statements.

All three internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the combining statements in the supplementary information section of this report.

*Fiduciary funds* account for resources held for other governments or individuals outside of the District. As their resources do not support District activities, they are not included in the government-wide statements.

**Notes to the Financial Statements**

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

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**Other**

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

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

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

In order to enhance analysis, comparative information is provided for assets, liabilities, net assets, revenues and expenses.

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

	<u><b>2005</b></u>	<u><b>2004</b></u>
<b>Assets</b>		
Current and other assets	\$ 294,310,898	\$ 213,408,314
Net capital assets	<u>465,974,469</u>	<u>460,504,225</u>
Total assets	760,285,367	673,912,539
<b>Liabilities</b>		
Current liabilities	102,430,933	99,060,453
Long-term liabilities	<u>456,718,343</u>	<u>409,117,560</u>
Total liabilities	559,149,276	508,178,013
<b>Net Assets</b>		
Invested in capital assets, net of related debt	127,695,444	116,714,931
Restricted	59,385,880	48,091,851
Unrestricted	<u>14,054,767</u>	<u>927,744</u>
Total net assets	<u><u>\$ 201,136,091</u></u>	<u><u>\$ 165,734,526</u></u>

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

**Net Assets:** The District's assets exceeded liabilities by \$201.1 million at June 30, 2005. The largest portion of net assets (63.5%) reflects its investment in capital assets (e.g., land, buildings, equipment and construction in progress) less any outstanding related debt used to acquire those assets. The District uses these capital assets to provide services to citizens; therefore, they are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

- An additional portion of the District's assets (29.5%) represents resources that are subject to external restrictions (statutory, bond covenants, or granting agency) on how they may be used. At June 30, 2005, the District had unrestricted net assets of \$14.1 million.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Governmental activities increased the District's net assets by \$35.4 million. These increases were the result of the excess of revenues over expenses. Key elements of the increases are noted on the following table.

**WASHOE COUNTY SCHOOL DISTRICT CHANGE IN NET ASSETS**

	<u>2005</u>	<u>2004</u>
<b>Revenues</b>		
Program revenues:		
Charges for services	\$ 8,314,770	\$ 7,820,959
Operating grants and contributions	86,721,909	75,489,897
General revenues:		
Property taxes	126,044,207	117,819,676
Local school support taxes	145,056,434	128,565,040
Government service taxes	17,260,710	15,817,100
Other taxes and fees	2,331,837	2,241,927
Unrestricted investment earnings	5,789,233	1,672,999
State aid not restricted to specific purposes	85,542,351	87,154,547
Other	3,252,207	2,439,382
Total revenues	<u>480,313,658</u>	<u>439,021,527</u>
<b>Expenses</b>		
Instruction:		
Regular instruction	206,911,454	194,831,967
Special instruction	37,356,574	34,870,606
Vocational instruction	7,310,262	7,299,838
Other instruction	5,299,761	5,263,695
Support services:		
Student support	25,372,276	21,195,379
Instructional staff support	15,787,724	15,536,807
General administration	6,632,435	6,261,080
School administration	22,674,418	21,622,401
Business support	6,060,209	4,549,010
Operation and maintenance	36,854,305	34,840,160
Student transportation	15,126,041	13,507,932
Central support	7,388,451	6,104,423
Other support	144,341	199,114
Nutrition services	14,621,816	13,853,617
Facilities Acquisition and Construction	17,700,847	17,294,160
Interest on long-term debt	18,955,978	19,132,944
Issuance costs on debt	715,201	547,483
Total expenses	<u>444,912,093</u>	<u>416,910,616</u>
Increase in net assets	<u>\$ 35,401,565</u>	<u>\$ 22,110,911</u>

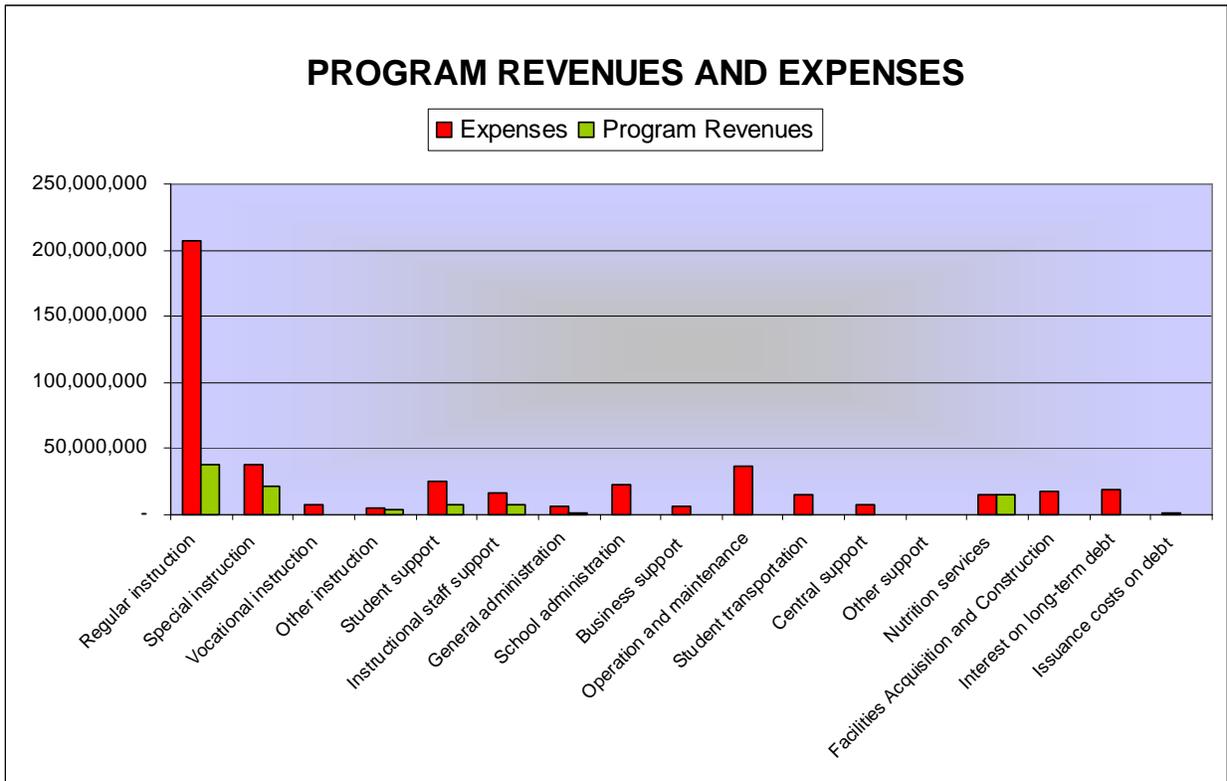
**Total Revenues:** Total revenue exceeded prior year revenue by 9.4%. General revenues, mainly comprised of taxes, state aid and investment earnings, represented 80.2% of total revenue. Program revenues are revenues directly related to service activities of a function and include charges for services, grants and contributions, and related investment earnings, when restricted for use in programs.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

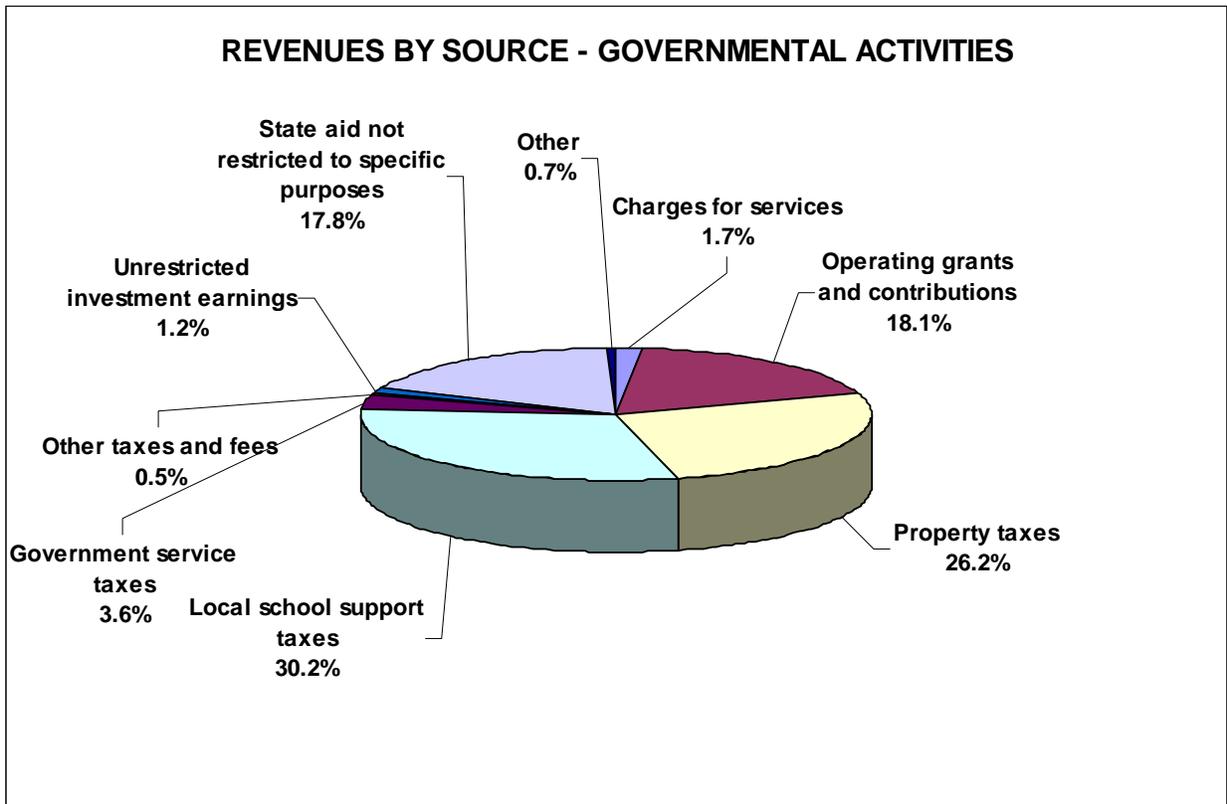
**General Revenues:** General revenues increased 8.3% from the prior fiscal year. The District experienced increases in all categories except state aid due to higher than anticipated local school support tax and property tax collections, which offset the state requirement.

**Program Revenues:** Program revenues represent 19.8% of the total revenue collected to pay costs of providing program services. Charges for services increased 6.3% and operating grants and contributions increased 14.9%.

The graph on this page demonstrates the governmental revenue expense coverage on a functional basis.



**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**



**Governmental Activities:**

- ❑ The largest and main revenue sources for the District are property taxes (Ad Valorem), local school support taxes and state aid, which comprise 74.2% of total revenues.
- ❑ Ad valorem taxes increased 7.0% from the prior year due to increased tax collections and increases in assessed valuations.
- ❑ Local school support taxes increased 12.9% due to increased taxable sales.
- ❑ State revenue, as provided in the Nevada Plan (State aid guaranteed funding), decreased (1.85%), even though the District had increased enrollments. The reduced state aid results from larger than anticipated increases in property tax and school support tax, which reduces the contribution required by the state.

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

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

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

As of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$201.9 million, an increase of \$67.6 million over the prior year. Of this total, approximately \$21.6 million, or 18%, constitutes *unreserved and undesignated fund balance*,

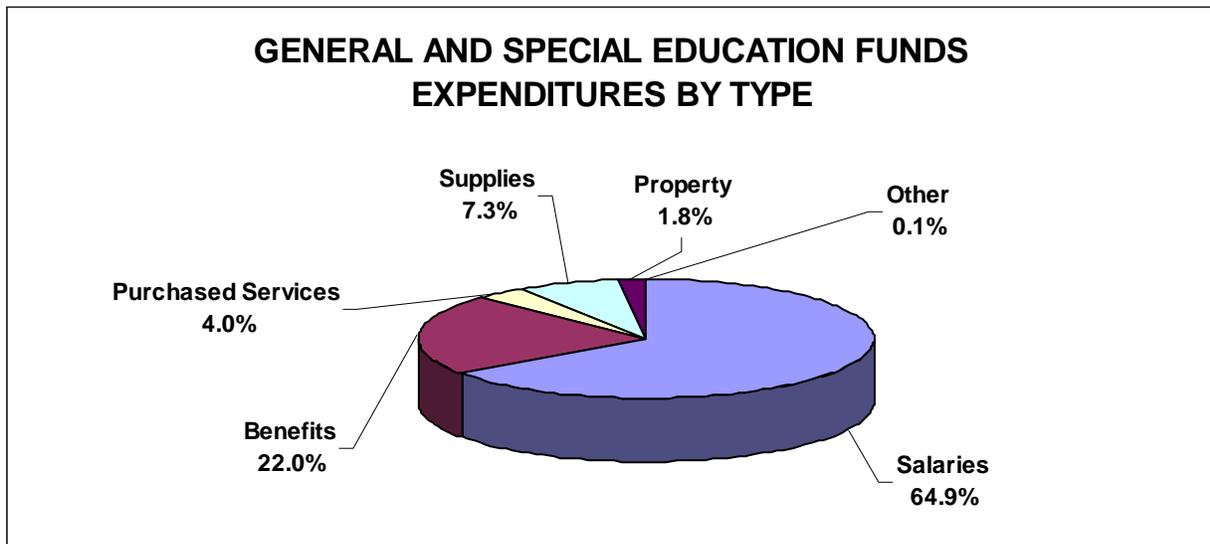
**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

which is available for spending at the District's discretion within the respective fund. The District has \$101.4 million, or 82%, *unreserved and designated fund balances* for subsequent year items. The remainder of fund balance is reserved to indicate that it is not available for spending because it has already been committed to: (1) \$33.6 million for construction contracts and encumbrances (contracts or purchase orders of the prior period), (2) \$44.2 million to pay debt service and sinking fund, and (3) \$1.1 million for inventories.

In 1993 the State Legislature enacted legislation that required the special education program (previously accounted for in the general fund) to be accounted for in a separate special revenue fund. Because of its size and relationship to the general fund, it is included in the analysis below.

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

	<u>2005</u>	<u>2004</u>
Salaries	\$ 221,100,958	\$ 210,136,837
Benefits	74,968,558	68,466,112
Purchased Services	13,536,304	12,226,074
Supplies	24,806,210	21,476,062
Property	6,008,555	4,180,405
Other	<u>263,227</u>	<u>216,802</u>
Totals	<u>\$ 340,683,812</u>	<u>\$ 316,702,292</u>



- ❑ Salaries comprise 64.9% of total expenditures. School District's by their nature are labor intensive.
- ❑ Employee benefits average 33.9% of salaries and 22.0% of total expenditures. Benefits include contributions on the behalf of employees for retirement (Public Employees' Retirement), health insurance, medicare, old age survivors disability insurance (part-time employees), life insurance and workers' compensation.
- ❑ Purchased services, supplies and property comprise 13.1% of total expenditures. Details regarding variances on a fund level are available in separate reports.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**The General Fund** is the primary operating fund of the District. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$22.7 million compared to \$12.6 million in the prior year. The total fund balance was \$24.6 million compared to \$18.9 million in the prior year. As a measure of the General Fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 7.5% of total fund expenditures while total fund balance represents 8.2% of that same amount.

The unreserved fund balance of the General Fund increased \$10.1 million. Key factors in this change are as follows:

- Total revenues of \$335.3 million exceeded prior year revenue by \$23.2 million or 7.4%, primarily due to increased property tax (7.2%), school support tax (12.8%) and government services tax (9.1%).
- Total expenditures of \$302.3 million exceeded the prior year by \$21.3 million or 7.6%. Salaries increased 5.0% as a result of District growth and movement on the salary schedules. Additionally, the District is in the second year of a two-year salary contract with all bargaining groups which provided a Cost of Living Increase (COLA's) during the fiscal year. Employee benefits exceeded the previous year by 9.5% due largely to increased costs that result from rates (i.e. retirement, medicare, workers' compensation, etc) applied to increasing salaries and a 12.6% increase in health insurance costs.
- Operating (non-salary) categories increased by \$6.4 million or 17.1% from the prior year. The largest increase was due to bus purchases for \$4.5 million to address safety issues with Carpenter buses. In addition, utility increases were \$1.1 million over the prior year. Qualified Zone Academy Bonds (QZAB) provided \$1.1 million in assistance for upgrades to at-risk schools. Audio enhancement equipment for classrooms was purchased for \$861,000. Vehicle purchases increased \$600,000. An instructional data management program was purchased for \$493,000, \$534,000 was expended for a distance learning program, and \$369,000 was utilized for snow removal and damage caused by heavy snowfall. Although these increases total \$9.5 million over the prior year, they are offset by the \$3.1 million cost in the prior year to capitalize the PLATO learning software.
- The excess of revenues over expenditures was \$33 million. Transfers to other funds were \$28.3 million. Significant transfers included \$21.5 million to the Special Education Fund, \$3.1 million to the Debt Service Fund, \$2.3 million to the Health Insurance Fund and \$1.0 million to the Pre-Funded Retiree Health Benefits Fund.

**The Special Education Fund** accounts for resources (state-aid and transfers from the General Fund) used to provide special education to eligible students. This fund has no fund balance as the District only transfers the amount needed to cover expenditures not provided by the State. Resources and expenditures totaled \$38.4 million, which exceeded the prior year by \$2.7 million or 7.5%. State aid totaling \$16.9 million and transfers from the General Fund of \$21.5 million, accounted for all the resources in the fund.

**The Debt Service Fund** has a total fund balance of \$44.2 million, all of which is reserved for the payment of debt service. The fund balance increase by \$6.2 million as a result of increased revenues of \$ 4.2 million and premiums on refunded bonds of \$2 million.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**The 2002 Rollover Capital Projects Fund** represents \$25.7 million of an estimated \$300-600 million 2002 voter approved bonds. Over the next ten years, rollover bonds will be issued for older school improvements along with the construction of new elementary and middle schools and the build-out of high schools. The rollover bonds allow the District to provide for the upkeep of existing facilities and to add new schools to address growth. This fund has a total fund balance of \$2.8 million, which consists of unspent bond proceeds and investment income. During the year \$3.1 million was expended on the completion of school construction and other costs to open this school. This bond issuance was originally dedicated to the construction of Shaw Middle School (100% complete) however this project came in under budget. Therefore, the remaining balance in this fund will be used, as needed, for existing and future bond projects of the District.

**The 2003 Rollover Capital Projects Fund** represents \$55 million of the estimated \$300-600 million 2002 voter approved ten year rollover bonds. This fund has a total fund balance of \$44.7 million, which consists of unspent bond proceeds and investment income. During the year \$10.7 million was expended on new school construction, school renewal and information technology projects. This bond issuance is dedicated to the construction of Cold Springs Middle School (8.1% complete), construction of Sepulveda Elementary School (4% complete), School Renewal Projects (73% complete) and Information Technology Projects (33% complete).

**The 2005 Rollover Capital Projects Fund** represents \$66 million of the estimated \$300-600 million 2002 voter approved ten year rollover bonds. This fund has a total fund balance of \$64.9 million, which consists of unspent bond proceeds and investment income. During the year \$2.9 million was expended on new school construction, school renewal and information technology projects. This bond issuance is dedicated to the construction of Hall Elementary School (2% complete), completion of Cold Springs Middle School (0% complete); completion of Sepulveda Elementary School (0% complete), School Renewal Projects (14% complete) and Information Technology Projects (0% complete).

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

The District's self-insured Property and Casualty, Health Insurance and Workers' Compensation Internal Service Funds has a Net Asset balance of \$12.6 million. The Health Insurance Fund has a Net Asset balance of \$10 million compared to \$2.4 million in the prior year. Additionally, the Property and Casualty Fund has a balance of \$919,771 compared to a balance in the prior year of \$604,409. The Workers' Compensation Fund finished the year with a balance of \$1.7 million compared to \$671,214 in the prior year. Insurance funds, by their nature, are very difficult to forecast. As a result, the District continues to work to maintain the proper reserves in these funds.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Prior to the beginning of the fiscal year, the District adopts its original budget on or before June 8. The District is required to amend the budget by January 1 of the fiscal year to reflect the official enrollment count. During the year, the Chief Financial Officer is authorized to transfer appropriations between accounts and funds, subject to the subsequent approval by the Board of Trustees. The District may also augment the budget by a majority vote of the Board if anticipated resources actually available during the year exceed those estimated.

The largest increase for sources was \$9.4 million from the opening fund balance (\$5.2 million for reserved or designated and \$4.2 million for unreserved). An additional \$3.2 million was recognized from State sources (\$2.5 million for enrollment increase, and \$700,000 for special

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

appropriations). The balance of the increase in sources was for \$1 million from lease proceeds and \$900,000 from other local sources.

The opening reserved or designated amounts of \$5.2 million were applied to various expenditure categories to provide for those prior year commitments. The \$4.2 million opening unreserved fund balance was used to increase the ending fund balance by \$2.8 million and increase contingency accounts by \$1.4 million.

The lease proceeds were used to purchase buses (transportation category), and the additional State and local sources provided for additional teachers for student enrollment growth, unexpected health insurance costs, retiree health insurance subsidies, mandated retirement credits, an increase to the ending fund balance of \$400,000 and other District priorities.

In addition, salary, benefits, utility and contingency savings for the year were utilized to increase the ending fund balance by \$4.9 million and fund other District needs.

**GENERAL FUND BUDGET ADJUSTMENTS**

	<b>2005 BUDGET</b>		
	<b>ORIGINAL</b>	<b>FINAL</b>	<b>DIFFERENCE</b>
<b>REVENUES</b>			
Local sources	\$ 225,898,005	\$ 226,527,835	\$ 629,830
State sources	102,784,894	105,968,383	3,183,489
Federal sources	505,000	724,628	219,628
Other sources	5,000	15,000	10,000
Total revenues	<u>329,192,899</u>	<u>333,235,846</u>	<u>4,042,947</u>
<b>OTHER FINANCING SOURCES</b>			
Capital Leases	-	1,019,287	1,019,287
FUND BALANCE, July 1	<u>9,472,251</u>	<u>18,910,561</u>	<u>9,438,310</u>
<b>TOTAL SOURCES</b>	<u>\$ 338,665,150</u>	<u>\$ 353,165,694</u>	<u>\$ 14,500,544</u>
<b>EXPENDITURES</b>			
Current:			
Regular programs	\$ 172,774,221	\$ 174,772,834	\$ 1,998,613
Vocational programs	7,853,027	7,477,575	(375,452)
Other instructional programs:	3,482,516	3,706,521	224,005
Undistributed Expenditures:			
Student support	18,410,050	19,075,319	665,269
Instructional staff support	8,141,386	8,606,750	465,364
General administration	6,956,946	7,133,985	177,039
School administration	22,344,125	22,679,132	335,007
Business support	4,107,335	4,565,086	457,751
Operation and maintenance	39,158,219	39,495,005	336,786
Student transportation	15,209,144	16,239,812	1,030,668
Central support services	7,495,831	8,920,547	1,424,716
Total expenditures	<u>305,932,800</u>	<u>312,672,566</u>	<u>6,739,766</u>
<b>OTHER FINANCING USES</b>			
Contingency	600,000	-	(600,000)
Transfers out	<u>28,584,914</u>	<u>28,837,739</u>	<u>252,825</u>
Total other financing uses	<u>29,184,914</u>	<u>28,837,739</u>	<u>(347,175)</u>
FUND BALANCE, June 30	<u>3,547,436</u>	<u>11,655,389</u>	<u>8,107,953</u>
<b>TOTAL APPLICATIONS</b>	<u>\$ 338,665,150</u>	<u>\$ 353,165,694</u>	<u>\$ 14,500,544</u>

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

Actual expenditures were 97% of the final budget and all functions are within the appropriate budgetary authority.

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** The District's investment in capital assets for its governmental activities as of June 30, 2005 amounts to \$466 million (net of accumulated depreciation). This investment in capital assets includes land, land improvements, buildings and improvements, equipment, and construction in progress. The total increase in the District's investment in capital assets for the current fiscal year was 1.2%. The major capital additions this fiscal year included:

School Buses	\$ 4.7 million	School Renewal	\$2.8 million
Land Bank	2.8	Shaw Middle School	1.3
Cold Springs Middle School	2.2		

Additional information on the District's capital assets can be found in Note 5 on pages 46-47 of this report.

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

	<u>2005</u>	<u>2004</u>
Land	\$ 31,033,509	\$ 27,938,932
Construction in progress	6,272,980	20,660,037
Buildings	405,472,361	393,150,186
Improvements other than buildings	4,588,063	4,704,889
Machinery and equipment	18,607,556	14,050,181
Total	<u>\$ 465,974,469</u>	<u>\$ 460,504,225</u>

**WASHOE COUNTY SCHOOL DISTRICT OUTSTANDING DEBT**

	<u>2005</u>	<u>2004</u>
General Obligation Bonds	\$ 427,205,000	\$ 385,155,000
Capital Lease Obligations	14,986,579	15,852,684
Qualified Zone Academy Bonds	7,268,997	7,268,997
Total	<u>\$ 449,460,576</u>	<u>\$ 408,276,681</u>

The District's outstanding debt increased by \$41.2 million during the current fiscal year primarily due to the issuance of the new rollover bonds netted with the effects of refunding debt and planned principal payments. The District also added a new capital lease during the year.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

State statute (NRS 387.400) limits the amount of general obligation debt a school district may issue to 15% of its total assessed valuation. The current limitation for the Washoe County School District is \$1.73 billion, which is significantly in excess of the District's outstanding general obligation debt. Additional information on the District's long-term debt can be found in Note 6 on pages 47-50 of this report.

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

The Washoe County School District is the second largest county school district in the State of Nevada. The District's funding primarily comes from sales taxes, property taxes, State support and government services taxes. The State funding is approved by the Legislature and is calculated after considering all other District revenues. The State revenue is expressed as a guaranteed per pupil amount which includes the sales tax revenue and 1/3 of the property tax revenue with the balance based on a contribution from the State. By guaranteeing a per pupil amount the State has provided stability to the amount of revenue the District can expect for general operating purposes.

The guaranteed basic support per pupil revenue as provided through the State's Distributive School Account (DSA) is \$4,405 for the next fiscal year. This is an increase of \$86 over the prior year. State funding for special education units will be \$34,443 per unit, an increase of \$1,996 over the prior year. These funds help continue all existing District programs and provide for increases related to cost of living adjustments to salaries, salary roll-ups, enrollment growth, utilities, gasoline and textbooks.

- ❑ The District projected enrollment growth over the prior year of 2.4% (1,230 students) to 63,604 students. Actual enrollment growth however, was .5% (301 students) to 62,374. A group has been formed to study the reasons for this unexpected decrease in the growth rate and to improve projections for the following year. The District has already approved a plan to provide for this revenue shortfall and still maintain all district programs as well as cost-of-living increases built into the budget by the legislature. Negotiations with bargaining units are still ongoing.
- ❑ The past legislature also appropriated additional funding for retiree health insurance, retirement credit for teachers working at at-risk schools and in hard to fill positions. This funding appears to be much more in line with the anticipated costs for these programs.
- ❑ Still to be determined are the exact ramifications of recently enacted property tax cap legislation. The final impact to the District's General Fund revenue and the District's bonding capacity is undetermined at this time.
- ❑ The District's increased opening fund balance for next year allowed it to increase the funding for other post employment benefits (OPEB) from \$1 million to \$3.5 million for the upcoming year. Ongoing and increased funding for this requirement will continue to be a concern to the District.
- ❑ The higher opening fund balance also allowed the District to provide an additional \$1 million to fund school improvements and \$500,000 to replace school buses.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2005**

**REQUESTS FOR INFORMATION**

This report is designed to provide a general overview of the Washoe County School District's finances for all interested parties. Questions concerning the information provided in this report or requests for additional financial information should be addressed to Gary S. Kraemer, Chief Financial Officer, P.O. Box 30425, Reno, NV 89520-3425. Effective January 1, 2006 this report will also be available on the web site at [www.washoe.k12.nv.us](http://www.washoe.k12.nv.us).

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# Basic Financial Statements

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-  Government-Wide Financial Statements
  - Statement of Net Assets
  - Statement of Activities
  
-  Fund Financial Statements
  - Governmental Funds
  - Proprietary Funds
  - Fiduciary Funds
  
-  Notes to Financial Statements

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**WASHOE COUNTY SCHOOL DISTRICT  
STATEMENT OF NET ASSETS  
JUNE 30, 2005**

**GOVERNMENTAL  
ACTIVITIES**

**ASSETS**

Current assets:		
Cash and investments	\$	246,053,905
Receivables:		
Property taxes		1,296,371
Interest		494,414
Grants		3,273,337
Miscellaneous		1,186,401
Due from other governments		28,993,680
Inventories		1,103,528
Deferred charges		10,662,468
Due from fiduciary funds		18,497
Total current assets		<u>293,082,601</u>
Noncurrent assets:		
Restricted cash		1,228,297
Capital assets:		
Land and construction in progress		37,306,489
Other capital assets, net of depreciation		428,667,980
Total noncurrent assets		<u>467,202,766</u>
Total assets		<u>760,285,367</u>

**LIABILITIES**

Current liabilities:		
Accounts payable		8,940,758
Accrued liabilities		40,064,755
Construction contracts payable		1,602,242
Interest payable		2,427,300
Due to other governments		4,146,563
Unearned revenue		1,923,895
Current portion of long-term obligations		43,325,420
Total current liabilities		<u>102,430,933</u>
Noncurrent liabilities:		
General obligation bonds payable		427,205,000
Deferred premiums		15,245,077
Arbitrage payable		56,367
Capital leases payable		22,255,576
Accrued compensated absences		20,599,730
Accrued early separation incentive stipends		3,161,055
Accrued self-insurance pending claims		11,520,958
Less: current portion of long-term obligations		(43,325,420)
Total noncurrent liabilities		<u>456,718,343</u>
Total liabilities		<u>559,149,276</u>

**NET ASSETS**

Invested in capital assets, net of related debt		127,695,444
Restricted for:		
Debt service		37,477,108
Capital projects		14,312,784
Special revenue funds		7,595,988
Unrestricted		14,054,767
Total net assets	\$	<u>201,136,091</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2005**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSES) REVENUES AND CHANGES IN NET ASSETS
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	
<b>Governmental activities:</b>				
Instruction:				
Regular instruction	\$ 206,911,454	\$ 172,569	\$ 37,596,028	\$ (169,142,857)
Special instruction	37,356,574	-	21,756,621	(15,599,953)
Vocational instruction	7,310,262	-	-	(7,310,262)
Other instruction	5,299,761	1,175,060	2,121,074	(2,003,627)
<b>Total instruction</b>	<b>256,878,051</b>	<b>1,347,629</b>	<b>61,473,723</b>	<b>(194,056,699)</b>
Support services:				
Student support	25,372,276	-	7,065,251	(18,307,025)
Instructional staff support	15,787,724	238,541	6,921,523	(8,627,660)
General administration	6,632,435	-	1,178,453	(5,453,982)
School administration	22,674,418	149,688	322,773	(22,201,957)
Business support	6,060,209	-	-	(6,060,209)
Operation and maintenance	36,854,305	-	284,044	(36,570,261)
Student transportation	15,126,041	-	375,569	(14,750,472)
Central support	7,388,451	-	81,525	(7,306,926)
Other support	144,341	-	132,307	(12,034)
Nutrition services	14,621,816	6,578,912	8,886,741	843,837
Facilities acquisition and construction	17,700,847	-	-	(17,700,847)
Interest on long-term debt	18,955,978	-	-	(18,955,978)
Amortization of issuance costs on debt	715,201	-	-	(715,201)
<b>Total support services</b>	<b>188,034,042</b>	<b>6,967,141</b>	<b>25,248,186</b>	<b>(155,818,715)</b>
<b>Total school district</b>	<b>\$ 444,912,093</b>	<b>\$ 8,314,770</b>	<b>\$ 86,721,909</b>	<b>(349,875,414)</b>
<b>General revenues:</b>				
Property taxes, levied for general purposes				82,767,269
Property taxes, levied for debt service				43,276,938
Local school support taxes				145,056,434
Government service taxes for general purposes				13,709,075
Government service taxes for capital purposes				3,551,635
Franchise taxes				286,955
Other taxes and fees				2,044,882
Unrestricted investment earnings				5,789,233
Gain on the sale of capital assets				555,128
State aid not restricted to specific purposes				85,542,351
Other local sources				2,495,545
Federal aid not restricted to specific purposes				201,534
<b>Total general revenues</b>				<b>385,276,979</b>
<b>Change in net assets</b>				<b>35,401,565</b>
<b>NET ASSETS - July 1</b>				<b>165,734,526</b>
<b>NET ASSETS - June 30</b>				<b>\$ 201,136,091</b>

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

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2005**

	GENERAL FUND	SPECIAL EDUCATION FUND	DEBT SERVICE FUND
<b>ASSETS</b>			
Cash and investments	\$ 33,869,360	\$ 4,896,533	\$ 42,695,948
Receivables:			
Property taxes	961,873	-	334,498
Interest	156,295	-	236,082
Grants	-	-	-
Miscellaneous	291,472	3,171	-
Due from other funds	645,275	-	-
Due from other governments	28,652,906	-	-
Inventories	529,770	-	-
Cash and investments - Restricted	-	-	1,228,297
	<u>\$ 65,106,951</u>	<u>\$ 4,899,704</u>	<u>\$ 44,494,825</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 4,715,832	\$ 38,455	\$ 2,800
Accrued liabilities	30,871,364	4,861,249	5,008
Construction contracts payable	-	-	-
Due to other funds	-	-	-
Due to other governments	4,062,282	-	-
Deferred revenues	820,513	-	284,159
	<u>40,469,991</u>	<u>4,899,704</u>	<u>291,967</u>
<b>FUND BALANCES</b>			
Reserved for:			
Encumbrances	1,425,869	-	-
Inventories	529,770	-	-
Construction contracts	-	-	-
Debt service	-	-	42,974,561
Sinking fund	-	-	1,228,297
Unreserved, reported in:			
General fund	22,681,321	-	-
Special revenue funds	-	-	-
Capital projects funds	-	-	-
	<u>24,636,960</u>	<u>-</u>	<u>44,202,858</u>
Total liabilities and fund balances	<u>\$ 65,106,951</u>	<u>\$ 4,899,704</u>	<u>\$ 44,494,825</u>

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

<u>2005 BOND ROLLOVER FUND</u>	<u>2003 BOND ROLLOVER FUND</u>	<u>2002 BOND ROLLOVER FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 65,417,794	\$ 46,123,296	\$ 3,037,930	\$ 26,390,509	\$ 222,431,370
-	-	-	-	1,296,371
-	-	-	32,665	425,042
-	-	-	3,273,337	3,273,337
-	-	-	192,989	487,632
-	-	-	-	645,275
-	-	-	340,774	28,993,680
-	-	-	573,758	1,103,528
-	-	-	-	1,228,297
<u>\$ 65,417,794</u>	<u>\$ 46,123,296</u>	<u>\$ 3,037,930</u>	<u>\$ 30,804,032</u>	<u>\$ 259,884,532</u>
\$ 7,190	\$ 176,282	\$ 118,721	\$ 3,688,245	\$ 8,747,525
20,271	252,692	-	4,105,242	40,115,826
502,027	949,990	70,091	80,134	1,602,242
-	-	-	626,778	626,778
-	-	-	84,281	4,146,563
-	-	-	1,610,785	2,715,457
<u>529,488</u>	<u>1,378,964</u>	<u>188,812</u>	<u>10,195,465</u>	<u>57,954,391</u>
214,645	507,397	35,948	974,404	3,158,263
-	-	-	573,758	1,103,528
5,808,379	23,618,727	608,822	442,894	30,478,822
-	-	-	-	42,974,561
-	-	-	-	1,228,297
-	-	-	-	22,681,321
-	-	-	7,022,230	7,022,230
<u>58,865,282</u>	<u>20,618,208</u>	<u>2,204,348</u>	<u>11,595,281</u>	<u>93,283,119</u>
<u>64,888,306</u>	<u>44,744,332</u>	<u>2,849,118</u>	<u>20,608,567</u>	<u>201,930,141</u>
<u>\$ 65,417,794</u>	<u>\$ 46,123,296</u>	<u>\$ 3,037,930</u>	<u>\$ 30,804,032</u>	<u>\$ 259,884,532</u>

**WASHOE COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2005**

Total Fund Balances for Governmental Funds		\$	201,930,141
<p>Amounts reported for governmental activities in the statement of net assets are different because:</p>			
<p>Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.</p>			
Land and construction in progress	\$	37,306,489	
Capital assets subject to depreciation		575,278,284	
Less accumulated depreciation		<u>(146,610,304)</u>	465,974,469
<p>Other assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds.</p>			
Deferred debt charges		9,163,245	
Debt issuance costs		3,225,275	
Less accumulated amortization		<u>(1,726,052)</u>	10,662,468
<p>Long-term liabilities, including bonds payable are not due and payable in the current period and therefore are not reported in the governmental funds.</p>			
Governmental bonds payable		(427,205,000)	
Bond premium		(17,104,925)	
Less accumulated amortization		1,859,848	
Capital leases payable		(22,255,576)	
Compensated absences		(20,599,730)	
Early separation incentive stipends		<u>(3,161,055)</u>	(488,466,438)
Interest payable			(2,427,300)
<p>Deferred revenue represents amounts that were not available to fund current expenditures and therefore are not reported in the governmental funds.</p>			
			824,704
<p>Internal service funds are used by management to charge the costs of certain activities to individual funds. Net assets of the internal service funds are reported with governmental activities.</p>			
			<u>12,638,047</u>
Total Net Assets of Governmental Activities		\$	<u><u>201,136,091</u></u>

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

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**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2005**

	<u>GENERAL FUND</u>	<u>SPECIAL EDUCATION FUND</u>	<u>DEBT SERVICE FUND</u>
<b>REVENUES</b>			
Local sources	\$ 247,752,264	\$ 358	\$ 44,754,298
State sources	86,720,804	16,881,687	-
Federal sources	772,016	-	-
Other sources	37,345	-	-
	<u>335,282,429</u>	<u>16,882,045</u>	<u>44,754,298</u>
Total revenues	<u>335,282,429</u>	<u>16,882,045</u>	<u>44,754,298</u>
<b>EXPENDITURES</b>			
Current:			
Regular programs	171,738,498	-	-
Special programs	-	32,969,463	-
Vocational programs	7,405,722	-	-
Other instructional programs	3,114,088	-	-
Adult education programs	-	-	-
Food service operations	-	-	-
Community service programs	-	-	-
Undistributed expenditures:			
Student support	18,176,981	716,576	-
Instructional staff support	8,107,339	565,171	-
General administration	6,743,139	-	-
School administration	22,382,275	138,274	-
Business support	4,040,598	-	-
Operation and maintenance	37,625,359	48,767	-
Student transportation	15,122,001	3,925,409	-
Central support	7,864,152	-	-
Other support	-	-	-
Capital outlay	-	-	-
Debt service:			
Principal	-	-	25,720,391
Interest	-	-	19,156,006
Bond issuance costs	-	-	208,649
Other	-	-	13,738
	<u>302,320,152</u>	<u>38,363,660</u>	<u>45,098,784</u>
Total expenditures	<u>302,320,152</u>	<u>38,363,660</u>	<u>45,098,784</u>
Excess (deficiency) of revenues over expenditures	<u>32,962,277</u>	<u>(21,481,615)</u>	<u>(344,486)</u>

<u>2005 BOND ROLLOVER FUND</u>	<u>2003 BOND ROLLOVER FUND</u>	<u>2002 BOND ROLLOVER FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
\$ 581,156	\$ 1,273,501	\$ 109,105	\$ 14,850,322	\$ 309,321,004
-	-	-	26,370,236	129,972,727
-	-	-	39,552,328	40,324,344
-	-	-	-	37,345
<u>581,156</u>	<u>1,273,501</u>	<u>109,105</u>	<u>80,772,886</u>	<u>479,655,420</u>
-	-	-	36,952,111	208,690,609
-	-	-	4,874,934	37,844,397
-	-	-	-	7,405,722
-	-	-	-	3,114,088
-	-	-	1,327,449	1,327,449
-	-	-	14,838,211	14,838,211
-	-	-	793,625	793,625
-	-	-	7,063,086	25,956,643
-	-	-	7,355,251	16,027,761
-	-	-	28	6,743,167
-	-	-	472,461	22,993,010
47,985	1,713,958	419,886	-	6,222,427
-	-	-	63,165	37,737,291
-	-	-	-	19,047,410
-	-	-	81,525	7,945,677
-	-	-	132,307	132,307
2,499,881	9,013,424	2,653,523	4,893,811	19,060,639
-	-	-	-	25,720,391
-	-	-	-	19,156,006
338,500	-	-	-	547,149
-	-	-	-	13,738
<u>2,886,366</u>	<u>10,727,382</u>	<u>3,073,409</u>	<u>78,847,964</u>	<u>481,317,717</u>
<u>(2,305,210)</u>	<u>(9,453,881)</u>	<u>(2,964,304)</u>	<u>1,924,922</u>	<u>(1,662,297)</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2005**

	<u>GENERAL FUND</u>	<u>SPECIAL EDUCATION FUND</u>	<u>DEBT SERVICE FUND</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Capital leases	\$ 1,019,287	\$ -	\$ -
Bonds issued	-	-	3,200,000
Proceeds of refunding bonds	-	-	22,970,000
Debt premiums	-	-	2,398,523
Payments to refunded bonds escrow agent	-	-	(25,147,135)
Transfers in	-	21,481,615	3,077,796
Transfers out	<u>(28,255,165)</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>(27,235,878)</u>	<u>21,481,615</u>	<u>6,499,184</u>
Net change in fund balances	5,726,399	-	6,154,698
<b>FUND BALANCE, July 1</b>	<u>18,910,561</u>	<u>-</u>	<u>38,048,160</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 24,636,960</u>	<u>\$ -</u>	<u>\$ 44,202,858</u>

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

2005 BOND ROLLOVER FUND	2003 BOND ROLLOVER FUND	2002 BOND ROLLOVER FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
\$ -	\$ -	\$ -	\$ -	\$ 1,019,287
62,800,000	-	-	-	66,000,000
4,393,516	-	-	-	22,970,000
-	-	-	-	6,792,039
-	-	-	-	(25,147,135)
-	-	-	1,498,000	26,057,411
-	-	-	(150,000)	(28,405,165)
67,193,516	-	-	1,348,000	69,286,437
64,888,306	(9,453,881)	(2,964,304)	3,272,922	67,624,140
-	54,198,213	5,813,422	17,335,645	134,306,001
<u>\$ 64,888,306</u>	<u>\$ 44,744,332</u>	<u>\$ 2,849,118</u>	<u>\$ 20,608,567</u>	<u>\$ 201,930,141</u>

WASHOE COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2005

Net Change in Fund Balances - Governmental Funds	\$	67,624,140
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net assets and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.		
Expenditures for capital assets	\$ 18,261,546	
Less current year depreciation	<u>(12,687,433)</u>	5,574,113
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund statements.		
Repayment of debt principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net assets and does not affect the statement of activities.		
		25,720,391
Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recorded as an expenditure in the funds when it is due and thus requires current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.		
		200,028
Because some property taxes will not be collected in time to pay for obligations of the current period, they are not considered available revenues in the governmental funds and are instead reported as deferred revenues. The changes in deferred revenue are accounted for as revenue in the statement of activities.		
		(53,651)
Some of the capital assets acquired this year were financed with capital leases. The amount financed by the leases is reported in the governmental funds as a source of financing. On the other hand, the capital leases are not revenues in the statement of activities, but rather constitute long-term liabilities in the statement of net assets.		
		(1,019,287)
In the statement of activities, only the gain or loss on the sale of capital assets is reported, whereas in the governmental funds, the entire proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balances by the net book value of the assets sold.		
		(103,869)
Issuance of long-term debt (e.g. refunding debt) provides current financial resources to the governmental funds, while the repayment of the principal consumes the current financial resources of governmental funds. The net effect of these transactions are deferred and amortized in the statement of activities.		
Bonds	(66,000,000)	
Refunding Bonds	125,000	
Deferred debt charges on refunding bonds	<u>2,052,135</u>	(63,822,865)
Costs associated with the issuance of long-term debt and any discount or premium realized at the time of incurring debt are recognized as an expenditure and other financing source or use respectively in the governmental funds. These items are accrued and deferred in the statement of activities and amortized over the life of the new debt.		
Debt issuance costs	547,149	
Current year amortization of debt issuance costs and charges	<u>(715,201)</u>	(168,052)
Current year bond premiums	(6,792,039)	
Current year amortization of bond premiums	<u>815,758</u>	(5,976,281)
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.		
Change in long-term early separation incentive stipends	(293,765)	
Change in long-term compensated absences	<u>(1,234,513)</u>	(1,528,278)
Internal service funds are used by management to charge the costs of certain insurance activities to individual funds. The change in net assets of the internal service funds is reported with governmental activities.		
		<u>8,955,176</u>
Change in Nets Assets of Governmental Activities	\$	<u><u>35,401,565</u></u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005**

	<b>BUDGET</b>		<b>ACTUAL</b>	<b>VARIANCE TO FINAL BUDGET</b>
	<b>ORIGINAL</b>	<b>FINAL</b>		
<b>REVENUES</b>				
Local sources	\$ 225,898,005	\$ 226,527,835	\$ 247,752,264	\$ 21,224,429
State sources	102,784,894	105,968,383	86,720,804	(19,247,579)
Federal sources	505,000	724,628	772,016	47,388
Other sources	5,000	15,000	37,345	22,345
	<u>329,192,899</u>	<u>333,235,846</u>	<u>335,282,429</u>	<u>2,046,583</u>
<b>EXPENDITURES</b>				
Current:				
Regular programs	172,774,221	174,772,834	171,738,498	3,034,336
Vocational programs	7,853,027	7,477,575	7,405,722	71,853
Other instructional programs	3,482,516	3,706,521	3,114,088	592,433
Undistributed expenditures:				
Student support	18,410,050	19,075,319	18,176,981	898,338
Instructional staff support	8,141,386	8,606,750	8,107,339	499,411
General administration	6,956,946	7,133,985	6,743,139	390,846
School administration	22,344,125	22,679,132	22,382,275	296,857
Business support	4,107,335	4,565,086	4,040,598	524,488
Operation and maintenance	39,158,219	39,495,005	37,625,359	1,869,646
Student transportation	15,209,144	16,239,812	15,122,001	1,117,811
Central support	7,495,831	8,920,547	7,864,152	1,056,395
	<u>305,932,800</u>	<u>312,672,566</u>	<u>302,320,152</u>	<u>10,352,414</u>
Excess of revenues over expenditures	<u>23,260,099</u>	<u>20,563,280</u>	<u>32,962,277</u>	<u>12,398,997</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital leases	-	1,019,287	1,019,287	-
Contingency	(600,000)	-	-	-
Transfers out	(28,584,914)	(28,837,739)	(28,255,165)	582,574
	<u>(29,184,914)</u>	<u>(27,818,452)</u>	<u>(27,235,878)</u>	<u>582,574</u>
Total other financing sources (uses)	<u>(29,184,914)</u>	<u>(27,818,452)</u>	<u>(27,235,878)</u>	<u>582,574</u>
Net change in fund balances	(5,924,815)	(7,255,172)	5,726,399	12,981,571
<b>FUND BALANCE, July 1</b>	<u>9,472,251</u>	<u>18,910,561</u>	<u>18,910,561</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 3,547,436</u>	<u>\$ 11,655,389</u>	<u>\$ 24,636,960</u>	<u>\$ 12,981,571</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION - SPECIAL REVENUE FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Local sources	\$ -	\$ -	\$ 358	\$ 358
State sources	16,937,334	16,872,440	16,881,687	9,247
Total revenues	<u>16,937,334</u>	<u>16,872,440</u>	<u>16,882,045</u>	<u>9,605</u>
<b>EXPENDITURES</b>				
Current:				
Special programs	33,835,198	33,476,033	32,969,463	506,570
Undistributed expenditures:				
Student support	777,551	734,933	716,576	18,357
Instructional staff support	529,471	584,758	565,171	19,587
School administration	136,589	153,030	138,274	14,756
Operation and maintenance	50,238	55,950	48,767	7,183
Student transportation	3,613,040	3,931,925	3,925,409	6,516
Total expenditures	<u>38,942,087</u>	<u>38,936,629</u>	<u>38,363,660</u>	<u>572,969</u>
Excess (deficiency) of revenues over expenditures	<u>(22,004,753)</u>	<u>(22,064,189)</u>	<u>(21,481,615)</u>	<u>582,574</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	<u>22,004,753</u>	<u>22,064,189</u>	<u>21,481,615</u>	<u>(582,574)</u>
Net change in fund balances	-	-	-	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET ASSETS  
 JUNE 30, 2005**

		<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>ASSETS</b>		
Current assets:		
Cash and investments	\$	23,622,535
Accounts receivable		698,769
Interest receivable		69,372
		<hr/>
Total assets		24,390,676
		<hr/>
<b>LIABILITIES</b>		
Current liabilities:		
Accounts payable		193,233
Accrued liabilities		5,296
Pending claims		7,821,958
Deferred revenues		33,142
		<hr/>
Total current liabilities		8,053,629
		<hr/>
Noncurrent liabilities:		
Pending claims		3,699,000
		<hr/>
Total liabilities		11,752,629
		<hr/>
<b>NET ASSETS</b>		
Unrestricted		12,638,047
		<hr/>
Total net assets	\$	12,638,047
		<hr/> <hr/>

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

**WASHOE COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN FUND NET ASSETS  
 FOR THE YEAR ENDED JUNE 30, 2005**

**GOVERNMENTAL  
 ACTIVITIES  
 INTERNAL SERVICE  
 FUNDS**

**OPERATING REVENUES:**

Charges for services		\$	50,415,096
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**OPERATING EXPENSES:**

Salaries and benefits			61,708
Employee benefits			36,743,111
Services and supplies			7,286,313

Total operating expenses			44,091,132
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Operating income			6,323,964
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**NONOPERATING REVENUES:**

Earnings on investments			283,458
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Income before transfers			6,607,422
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**TRANSFERS IN**

Transfers in			2,347,754
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Change in net assets			8,955,176
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<b>NET ASSETS - July 1</b>			<b>3,682,871</b>
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<b>NET ASSETS - June 30</b>		\$	<b>12,638,047</b>
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The notes to the financial statements are an integral part of this statement.

**WASHOE COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2005**

	<b>GOVERNMENTAL          ACTIVITIES          INTERNAL SERVICE          FUNDS</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>	
Cash Flows from Operating Activities:	
Cash received for services	\$ 50,140,787
Cash paid for salaries and benefits	(61,708)
Cash payments for employee benefits	(37,096,146)
Cash payments for claims and services	<u>(6,933,043)</u>
Net cash provided by operating activities	<u>6,049,890</u>
Cash Flows from Noncapital Financing Activities:	
Transfer from General Fund	<u>2,347,754</u>
Cash Flows from Investing Activities:	
Interest received on investments	<u>222,354</u>
Net increase in cash and cash equivalents	8,619,998
<b>Cash and investments, beginning of year</b>	<u>15,002,537</u>
<b>Cash and investments, end of year</b>	<u>\$ 23,622,535</u>
<b>RECONCILIATION OF OPERATING INCOME          TO NET CASH PROVIDED BY OPERATIONS</b>	
Operating income	\$ <u>6,323,964</u>
Adjustments to reconcile operating income to net cash provided by operations:	
Changes in assets and liabilities:	
Accounts receivable	(290,106)
Accounts payable	144,519
Accrued liabilities	(203,515)
Pending claims	59,231
Deferred revenue	<u>15,797</u>
Total adjustments	<u>(274,074)</u>
Net cash provided by operations	<u>\$ 6,049,890</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF FUDUCIARY NET ASSETS  
JUNE 30, 2005**

	<b>PRIVATE- PURPOSE TRUST FUND</b>	<b>AGENCY FUNDS</b>
<b>ASSETS</b>		
Cash and investments	\$ 716,478	\$ 7,363,789
Accounts receivable	-	31,996
Total assets	716,478	7,395,785
<b>LIABILITIES</b>		
Accrued liabilities	2,000	682,630
Due to student groups	-	6,694,660
Due to other funds	-	18,495
Total liabilities	2,000	7,395,785
<b>NET ASSETS</b>		
Reserved for scholarships	\$ 714,478	\$ -

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

**WASHOE COUNTY SCHOOL DISTRICT  
 FIDUCIARY FUNDS  
 STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
 FOR THE YEAR ENDED JUNE 30, 2005**

		<u>PRIVATE- PURPOSE TRUST FUND</u>
<b>ADDITIONS</b>		
Contributions:		
Donations	\$	27,126
Interest		<u>14,932</u>
Total additions		<u>42,058</u>
<b>DEDUCTIONS</b>		
Benefits		35,437
Administrative expenses		<u>1,083</u>
Total deductions		<u>36,520</u>
Change in net assets		5,538
<b>Net assets - July 1</b>		<u>708,940</u>
<b>Net assets - June 30</b>	\$	<u><u>714,478</u></u>

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

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# **Notes To**

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# **Financial Statements**

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

NOTE 1 – Summary of Significant Accounting Policies:

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

Reporting Entity:

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

Basic Financial Statements – Government-wide Statements

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

The government-wide financial statements (the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Interfund activities relating to services provided and used between functions are not eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

In the government-wide Statement of Net Assets, the governmental activities column is presented on a consolidated basis, and is reflected on a full accrual, economic resource basis that recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net assets are reported in three parts – invested in capital assets, net of related debt; restricted net assets; and unrestricted net assets. The District first utilizes restricted resources to finance qualifying activities, then unrestricted resources, as they are needed.

The government-wide Statement of Activities reports both the gross and net cost of each of the District's functions. The functions are also supported by the general government revenues (Ad Valorem taxes, School support taxes, Distributive School funds, Government Services Tax and interest income not legally restricted for specific programs, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and operating

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

grants. Program revenues include operating grants and contributions and investment earnings legally restricted to support a specific program. Program revenue must be directly associated with the function. Operating grants include operating-specific and discretionary grants. The net costs (by function) are normally covered by general revenue.

Basic Financial Statements – Fund Financial Statements:

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

The emphasis in the fund financial statements is on the major funds in the governmental type activity category. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth criteria for the determination of major funds. District management may electively add funds as major funds when it is determined the funds have specific community or management focus. Major individual governmental funds are reported as separate columns in the fund financial statements.

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

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

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

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

The District uses the following funds:

1. Major Funds:

**Governmental Funds:**

- **General Fund** - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund.
- **Special Education Fund** - The Special Education Fund accounts for transactions of the District relating to educational services provided to children with special needs supported by state and local sources.
- **Debt Service Fund** - The Debt Service Fund accounts for the resources accumulated and payments made for principal and interest on long-term general obligation debt, capital leases and other debt of governmental activities.
- **2002 Bond Rollover Fund** - The 2002 Bond Rollover Capital Projects Fund accounts for the 2002 Bond Rollover proceeds. The proceeds were primarily used to build a middle school.
- **2003 Bond Rollover Fund** - The 2003 Bond Rollover Capital Projects Fund accounts for the 2003 Bond Rollover proceeds. The proceeds will be used to build a new middle school and a new elementary school and to fund school renewal and information technology projects.
- **2005 Bond Rollover Fund** - The 2005 Bond Rollover Capital Projects Fund accounts for the 2005 Bond Rollover proceeds. The proceeds will be used for the completion of one middle school and one elementary school, the expansion of two high schools, the construction of one new elementary school, and to fund school renewal and information technology projects.

Additionally the District reports the following fund types:

**Proprietary Funds:**

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

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

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

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

**Fiduciary Funds:**

**Private Purpose Trust Fund** - accounts for resources legally held in trust for use for scholarships.

**Agency Funds** - account for student activity funds under the control of the respective schools in the District, employee contributions to the District's 80/5 reduced salary leave plan, and transactions related to the statewide Nevada Interscholastic Athletic Association.

**Special Revenue Funds:**

The Special Revenue Funds are used to account for proceeds of specific revenue sources (other than private purpose trust or major capital projects) that are legally restricted to expenditures for specified purposes.

**Capital Projects Funds:**

The Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by special revenues) and for major improvements to the District's existing facilities.

**Basis of Accounting/Measurement Focus:**

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

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers 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 compensated absences and claims and judgments, are recorded only when payment is due.

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

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

Proprietary Funds:

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

Fiduciary Funds:

The accounting records for the Private Purpose Trust Fund are maintained on the economic resources measurement focus and accrual basis of accounting. The accounting records for the agency funds are maintained on the accrual basis of accounting.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

Property Taxes:

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

Taxes on real property are a lien on the property and attach on July 1 (the levy date) of the year for which the taxes are levied.

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

Secured roll property taxes receivable reflect only those taxes receivable from the last two delinquent roll years. Delinquent taxes from all roll years prior to fiscal year 2003-04 have been written off.

Budgets and Budgetary Accounting:

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

- (1) Prior to April 15, the Superintendent submits to the Board of Trustees and to both the Nevada Department of Taxation and Department of Education a tentative budget for the fiscal year commencing the following July 1. The tentative budget includes proposed expenditures and the means of financing them.
- (2) Prior to the third Wednesday in May, a minimum of seven days' notice of public hearing on the final budget is published in a local newspaper. Public hearings are conducted prior to the adoption of the budget to obtain taxpayer comments.
- (3) On or before June 8, the budget is legally adopted by a majority vote of the Board of Trustees.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

- (4) On or before January 1, the Board of Trustees adopts an amended final budget reflecting any adjustments necessary as a result of the complete count of students.
- (5) NRS provides that the Board of Trustees may augment the budget at any time by a majority vote of the Board providing the Board publishes notice of intention to act in a newspaper of general circulation in the county at least three days before the date set for adoption of the resolution.
- (6) The legal level of budgetary control is at the function level for the General Fund, Special Revenue and Capital Projects Funds, and the sum of operating and non-operating expenses in the Internal Service Funds.
- (7) The Chief Financial Officer is authorized to transfer appropriations within and between funds if amounts do not exceed the original budget. The Board of Trustees is advised of the transfer and the transfer is recorded in the minutes. Augmentations in excess of the original budget require approval from the Board of Trustees.
- (8) Formal budgetary integration is employed as a management control device for the General Fund, Special Revenue Funds, Debt Service Fund, Internal Service Funds and Capital Projects Funds. Such funds have legally adopted annual budgets which lapse at year-end. The fund balance described as "Designated for Subsequent Year's Expenditures" represents that portion of the ending fund balance, which has been obligated in the 2005-06 budget. The ensuing year's budget is augmented to provide for the payment of prior year encumbrances. The prior year encumbrances, where applicable, have been included in the Original Budget column of the financial statements.
- (9) All budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all funds except for the Private Purpose Trust Fund and agency funds, which do not require budgets.

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

Cash and Investments:

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

Investments are carried at fair value as determined by quoted market prices, net of accrued interest as provided by the pool sponsors.

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

- United States bonds and debentures maturing within ten (10) years from the date of purchase.
- Certain farm loan bonds.
- Securities of the United States Treasury, United States Postal Service, or the Federal National Mortgage Association maturing within ten (10) years from the date of purchase.
- Negotiable certificates of deposit from commercial banks and insured savings and loan associations, and credit unions.
- Certain securities issued by local governments of the State of Nevada.
- Certain bankers' acceptances, commercial paper issued by a corporation organized and operating in the United States, and money market mutual funds.
- Certain obligations of state and local governments.
- State of Nevada Local Government Pool Investment Fund.
- Certain "AAA" rated mutual funds that invest in federal securities.
- Other securities expressly provided by other statutes, including repurchase agreements and collateralized investment contracts.

Statements of Cash Flows:

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

Inventories:

Inventories for the General Fund and the Nutrition Services Special Revenue Fund are maintained on a consumption basis of accounting, where items are purchased for inventory and charged to the budgetary accounts as the items are consumed. Inventories are stated at cost on a first-in, first-out basis, except for commodities, which are stated at fair value.

Capital Assets:

Capital assets, which include land, buildings, machinery and equipment, are reported in the government wide financial statements. The District defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. If purchased or constructed, all capital assets are recorded at historical cost or estimated historical

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

cost. Donated capital assets are valued at their estimated fair value as of the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

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

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

Allowance for Uncollectible Receivables:

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

Accrued Liabilities:

Accrued liabilities consist principally of teacher, administrator, and other District employee salaries and benefits relating to the school program year ended June 30, 2005, but not yet paid.

Expenditures:

Expenditure data is characterized by major program classifications pursuant to the provisions of the Handbook II (Revised) Accounting System established by the Nevada Department of Education. Below is a brief description of these program classifications.

**Regular programs** are activities designed to provide elementary and secondary students with learning experiences to prepare them as citizens, family members, and non-vocational workers.

**Special programs** are activities designed primarily to serve students having special needs. Special programs include services for the gifted and talented, mentally challenged, physically handicapped, emotionally disturbed, culturally different, learning disabled, bilingual, and special programs for other types of students at all levels.

**Vocational programs** are learning experiences that will provide individuals with the opportunity to develop the necessary knowledge, skills, and attitudes needed for occupational employment.

**Other instructional programs** are activities that provide elementary and secondary students with learning experiences in school-sponsored activities, athletics, and summer school.

**Adult education programs** are learning experiences designed to develop knowledge and skills to meet intermediate and long-range educational objectives for adults, who having completed or

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

interrupted formal schooling, have accepted adult roles and responsibilities.

**Undistributed expenditures** are charges not readily assignable to a specific program. Student and instructional staff support and overall general and administrative costs are classified as undistributed expenditures. Also included are costs of operating, maintaining, and constructing the physical facilities of the District.

**Nutrition service** programs consist of activities to provide food service to students and staff.

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

Compensated Absences:

Teachers and certain hourly employees do not receive vacation leave. For other District employees, vacation leave is earned at rates dependent on length of employment and can be accumulated to specific maximum days/hours. Employees are allowed to accumulate up to 190 sick days for future use. The District pays limited accumulated sick leave benefits to certain employees upon retirement. In proprietary funds, compensated absences are recorded when the liabilities are incurred. In governmental funds, the current portion is recorded as a payroll expenditure. The estimated long-term liability for compensated absences is accounted for in the government-wide financial statements.

Use of Estimates:

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

Reclassification of Prior Year Information:

Certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

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

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

**NOTE 3 – Cash and Investments:**

The District maintains a cash and investment pool that is available for use by all funds. At June 30, 2005 this pool is displayed by major and other governmental funds on the governmental

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

funds balance sheet as "Cash and Investments."

As of June 30, 2005, the District had the following amounts reported as cash and investments:

Government-Wide Balances:	
Pooled Cash	\$ (1,129,580)
Money Market Accounts	19,047
Non-negotiable Certificates of Deposit	450,000
Investments	<u>247,942,735</u>
	<u>247,282,202</u>
Fiduciary Funds Balances:	
Pooled Cash	1,385,607
Cash held by Student Activity Agency Fund	2,910,362
Investments	<u>3,784,298</u>
	<u>8,080,267</u>
Total Pooled Cash and Investments	<u>\$ 255,362,469</u>

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

As of June 30, 2005, the District had the following investments and maturities:

Government-Wide Balances:

	Fair Value	Less than 1	Investment Maturities (In Years)		
			1 to 4	4 to 6	6 to 10
Investments:					
State of Nevada Local Government Investment Pool	\$ 83,975,702	\$ 83,975,702 *	\$ -	\$ -	\$ -
Washoe County Investment Pool	42,389,750	11,590,445	20,378,873	6,253,396	4,167,036
Guaranteed Investment Contracts	117,506,253	117,506,253	-	-	-
U.S. Treasuries	331,000	331,000	-	-	-
U.S. Agencies	<u>3,740,030</u>	<u>2,530,000</u>	<u>-</u>	<u>-</u>	<u>1,210,030</u>
 Total Investments	 <u>\$ 247,942,735</u>	 <u>\$ 215,933,400</u>	 <u>\$ 20,378,873</u>	 <u>\$ 6,253,396</u>	 <u>\$ 5,377,066</u>

Fiduciary Fund Balances:

	Fair Value	Investment Maturities (In Years)
		Less than 1
Investments:		
State of Nevada Local Government Investment Pool	\$ 3,784,298	\$ 3,784,298 *

\* Maturities are less than 40 days.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

*Interest Rate Risk.* Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from a rise in interest rates. To limit exposure to interest rate risk, Nevada Statutes and the District's investment policy limits bankers' acceptances to 180 days maturities, repurchase agreements to 90 days, U.S. Treasuries and Agencies to less than 10 years, and commercial paper to 270 days maturity.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of its investments. State statute and the District's investment policy limit investment instruments by their credit risk. The State of Nevada LGIP and the Washoe County Investment Pool are unrated external investment pools. The Guaranteed Investment Contracts are unrated, and Moody's Investors Service rates all of the U.S. Agency investments held by the District as "AAA".

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

At June 30, 2005, the following investments exceeded 5% of the District's total:

Guaranteed Investment Contracts:

Wells Fargo	26%
Citigroup	20%

*Custodial Credit Risk - Deposits.* Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. The District's bank deposits are generally covered by FDIC insurance and are collateralized by the Office of the State Treasurer/ Nevada Collateral Pool. The District does not have a deposit policy for custodial credit risk for the deposits of the Fiduciary Funds. As of June 30, 2005, \$110,047 of the Fiduciary Funds total bank balances of \$3,205,863 was uninsured and uncollateralized and therefore exposed to custodial credit risk.

NOTE 4 – Interfund Balances and Transfers:

Interfund receivable/payable balances at June 30, 2005, are as follows:

<u>Fund</u>	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund - major fund	<u>\$ 645,275</u>	<u>\$ -</u>
Special Revenue Funds:		
Vocational Education	-	8,597
Special Grants	-	331,955
Family Resource Centers	-	38,982
Reading Improvement Grants	-	111,081
Twenty-First Century Program	-	68,363

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

Title II Part A Teacher Training	-	67,802
	-	626,780
Agency Funds:		
Nevada Interscholastic Athletic Association	-	18,495
Total	\$ 645,275	\$ 645,275

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

The purpose of the interfund balance listed above for the Agency Fund is to address an amount related to payroll charges due to the District's general fund. The District processes payroll on behalf of the fiduciary fund, after which the fiduciary fund reimburses the District for those charges.

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

Transfers between funds during the year ended June 30, 2005, are as follows:

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

Advanced Carpentry – The transfer to the Advanced Carpentry Fund from the Building and Sites Fund is to fund the construction of a student built house.

Pre-Funded Retiree Fund - The transfer to the Pre-Funded Retiree Fund from the General Fund is to increase the fund balance for this fund, which was created in the prior year.

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

Government Services Tax Fund – The transfer to the Government Services Tax Fund from the General Fund is to fund the set up of modular buildings.

Health Insurance Fund - The transfer to the Health Insurance Fund from the General Fund is for the retiree subsidy.

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund - major fund	\$ -	\$ 28,255,165
Special Revenue Funds:		
Special Education - major fund	21,481,615	-

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

Advanced Carpentry	150,000	
Pre-Funded Retiree	<u>1,000,000</u>	<u>-</u>
	<u>22,631,615</u>	<u>-</u>
Debt Service Fund – major fund	<u>3,077,796</u>	
Capital Projects Funds:		
Government Services Tax Fund	348,000	
Building and Sites	<u>-</u>	<u>150,000</u>
Total Governmental Funds	<u>26,057,411</u>	<u>-</u>
Internal Service Funds:		
Health Insurance Fund	<u>2,347,754</u>	<u>-</u>
Total	<u>\$ 28,405,165</u>	<u>\$ 28,405,165</u>

NOTE 5 – Capital Assets:

Capital asset activity for the year ended June 30, 2005 was as follows:

	July 1, 2004 Balance	Additions	Deductions	June 30, 2005 Balance
<b>Governmental Activities</b>				
Capital assets, not being depreciated				
Land	\$ 27,938,932	\$ 3,094,577	\$ -	\$ 31,033,509
Construction in progress	<u>20,660,038</u>	<u>8,103,027</u>	<u>(22,490,085)</u>	<u>6,272,980</u>
Total capital assets, not being depreciated	<u>48,598,970</u>	<u>11,197,604</u>	<u>(22,490,085)</u>	<u>37,306,489</u>
Other capital assets:				
Buildings	505,363,946	22,201,602	(69,941)	527,495,607
Improvements other than buildings	4,890,256	120,995	(3,744)	5,007,507
Machinery and equipment	<u>35,579,329</u>	<u>7,231,430</u>	<u>(35,589)</u>	<u>42,775,170</u>
Total capital assets being depreciated	<u>545,833,531</u>	<u>29,554,027</u>	<u>(109,274)</u>	<u>575,278,284</u>
Total capital assets	<u>594,432,501</u>	<u>40,751,631</u>	<u>(22,599,359)</u>	<u>612,584,773</u>
Less accumulated depreciation for:				
Buildings	(112,213,760)	(9,809,622)	135	(122,023,247)
Improvements other than buildings	(185,367)	(234,076)	-	(419,443)
Machinery and equipment	<u>(21,529,149)</u>	<u>(2,643,735)</u>	<u>5,270</u>	<u>(24,167,614)</u>
Total accumulated depreciation	<u>(133,928,276)</u>	<u>(12,687,433)</u>	<u>5,405</u>	<u>(146,610,304)</u>
Governmental activities capital assets, net	<u>\$ 460,504,225</u>	<u>\$ 28,064,198</u>	<u>\$ 22,593,954</u>	<u>\$ 465,974,469</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

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

Instruction	\$ 765,897
Student support	78,484
Instructional staff support	32,521
General administration	18,327
School administration	1,358
Business administration	49,098
Operation/maintenance	255,411
Student transportation	1,030,316
Central support	95,047
Nutrition services	24,418
Community services	88,136
Facilities acquisition and construction services	<u>10,248,420</u>
Total governmental activities depreciation expense	<u>\$12,687,433</u>

Furniture, equipment, and vehicles include equipment under capital leases, which consist of school buses and electrical retrofit with an aggregate carrying value of \$16,029,686 at June 30, 2005 (see Note 6).

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

**Advance Refunding**

On September 1, 2004, the District issued \$22,970,000 in General Obligation (Limited Tax) Refunding Bonds, Series 2004B. These proceeds were placed in an irrevocable trust with an escrow agent for the purpose of generating resources for all future debt service payments on \$23,095,000 of refunded debt. As a result, the refunded bonds are considered to be defeased and the liability for these bonds has been removed from the Statement of Net Assets. The advance refunding was undertaken to reduce total debt service payments over the next 11 years by \$828,140 and resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$920,475.

**Bonds Issued**

On March 24, 2005, Washoe County School District issued \$66,000,000 in General Obligation School Building Bonds, Series 2005A. The proceeds of the 2005A Bonds will be used for acquiring, constructing, improving and equipping school facilities.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

General long-term debt consists of the following at June 30, 2005:

Series	Date Issued	General Obligation Bonds			Balance June 30, 2005
		Date of Maturity	Interest Rate (%)	Amount Issued	
1997	09/01/97	04/01/13	4.75-5.00	\$ 25,680,000	\$ 24,715,000
1998	12/01/98	06/01/19	4.00-5.25	68,000,000	31,785,000
1999	12/01/99	06/01/20	5.00-5.875	110,200,000	17,505,000
2001A	05/01/01	06/01/20	4.25-5.25	73,865,000	73,865,000
2002	05/01/02	06/01/20	3.00-5.00	44,665,000	22,685,000
2002B	08/01/02	06/01/20	3.00-5.50	68,940,000	68,695,000
2003A	03/01/03	06/01/23	2.00-5.25	27,770,000	27,570,000
2003B	03/01/03	06/01/11	2.50-4.40	8,230,000	6,830,000
2003C	12/01/03	06/01/24	2.75-5.00	55,000,000	55,000,000
2004	01/01/04	04/01/08	2.00-4.00	11,820,000	9,585,000
2004B	09/01/04	06/01/15	5.00	22,970,000	22,970,000
2005A	03/24/05	06/01/25	4.00-5.00	66,000,000	66,000,000
Total					<u>\$427,205,000</u>

Summary of general obligation bond debt service requirements to maturity:

Year(s) Ending June 30	Principal	Interest	Total Requirements
2006	\$ 24,505,000	\$ 20,421,579	\$ 44,926,579
2007	26,570,000	19,342,509	45,912,509
2008	28,175,000	18,165,221	46,340,221
2009	24,790,000	17,092,616	41,882,616
2010	24,550,000	15,929,696	40,479,696
2011-2015	134,205,000	59,841,603	194,046,603
2016-2020	109,845,000	29,607,163	139,452,163
2021-2025	<u>54,565,000</u>	<u>7,331,298</u>	<u>61,896,298</u>
Total	<u>\$427,205,000</u>	<u>\$187,731,685</u>	<u>\$614,936,685</u>

Arbitrage Liability:

The District has determined it is liable to the Federal government (pursuant to federal tax laws) for arbitrage rebate on the proceeds of various capital project bond issues. The revenue reduction method of reporting is used whereby arbitrage rebate is recorded as a reduction of interest income. As of June 30, 2005, the liability has been estimated to be \$56,367 and is reported as a noncurrent liability in the Statement of Net Assets and as an accrued liability in each respective capital project fund. The arbitrage liability will be liquidated through the fund where excess investment earnings were earned.

Prior Years' Advance Refundings:

In prior years, the District defeased certain general obligation debt by placing the proceeds

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

of new bonds in an irrevocable trust to provide for all future debt service payments on the bonds refunded. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. As of June 30, 2005, \$95,790,000 of bonds outstanding are considered defeased.

Capital Lease Obligations:

Included in capital leases payable is a lease agreement dated January 31, 2005, in the amount of \$1,019,287 for the purpose of financing school buses and vehicles for the District. The agreement matures on January 15, 2009.

The District has various other capital leases on school buses, automobiles, a tractor and office equipment. As of June 30, 2005, the assets acquired through capital leases are as follows:

Machinery and Equipment	\$18,775,913
Less: Accumulated amortization	<u>(2,746,227)</u>
Total	<u>\$16,029,686</u>

The future minimum lease obligations and the net present value of these minimum lease payments is as follows:

Year Ending June 30,	
2006	\$ 2,662,259
2007	2,641,214
2008	2,607,516
2009	2,099,094
2010	1,777,827
2011-2015	11,899,758
2016-2019	<u>2,768,008</u>
Total minimum lease payments	26,455,676
Less: amount representing interest	<u>(4,200,100)</u>
Present value of minimum lease payments	<u>\$ 22,255,576</u>

Lease payments are made by General Fund transfers to the Debt Service Fund.

Changes in General Long-Term Obligations:

	Balance July 1, 2005	Additions	Reductions	Balance June 30, 2005	Due Within One Year
General obligation bonds	\$385,155,000	\$ 88,970,000	\$46,920,000	\$427,205,000	\$24,505,000
Deferred amounts for issuance premium	9,268,796	6,792,039	815,758	15,245,077	1,005,004
Capital lease obligations	23,131,681	1,019,287	1,895,392	22,255,576	1,988,320
Arbitrage payable	1,719,390	-	1,663,023	56,367	56,367
Early separation incentive stipends	2,867,289	934,840	641,074	3,161,055	705,241
Compensated absences	<u>19,365,216</u>	<u>16,300,002</u>	<u>15,065,488</u>	<u>20,599,730</u>	<u>15,065,488</u>
Total	<u>\$441,507,372</u>	<u>\$114,016,168</u>	<u>\$67,000,735</u>	<u>\$488,522,805</u>	<u>\$43,325,420</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

The liabilities for compensated absences and early separation incentive stipends are liquidated through the General Fund. Capital leases are generally liquidated through transfers from the General Fund to the Debt Service Fund.

The District was, in accordance with Nevada Revised Statutes 387.400, within the legal debt limit at June 30, 2005.

NOTE 7 – Fund Balance/Net Assets - Restrictions, Reservations, Designations:

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

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 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 actuarially determined, legally required, amount to be held for payment of future claim liabilities in the self-insurance funds.

Unrestricted net assets represent available financial resources of the District.

**Fund Financial Statements:**

The District records the portion of fund balance, which is legally segregated for a specific future purpose as a reserve.

Following is a list of all reserves used by the District and a description of each:

- (1) Reserved for Encumbrances: An account used to segregate a portion of fund balance for the amount of purchase orders, contracts, and other commitments which have been initiated but for which vendor performance has not been completed as of June 30.
- (2) Reserved for Inventories: An account used to segregate the portion of fund balance which is composed of inventory and, as such, is not available for other discretionary expenditures.
- (3) Reserved for Construction Contracts: An account used to segregate the portion of fund balance for the amount of construction contracts for which the District is committed, but the capital project is not yet complete.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

- (5) Reserved for Capital Projects: An account used to segregate the fund balance in accordance with Nevada Revised Statutes.
- (6) Reserved for Debt Service: An account used to segregate the fund balance for Debt Service Fund resources which is legally restricted to the payment of long-term debt principal and interest amounts maturing in future years.
- (7) Sinking Fund Reserve: An account used to segregate the portion of fund balance to redeem qualified zone academy bonds before or at their maturity.

Designations of fund balances are not legally required but are segregated for a specific purpose. The District records the following designations of unreserved fund balances:

- (1) Designated for Subsequent Year's Expenditures: This amount is the budgeted opening fund balance for the forthcoming year. Amounts in excess of the budgeted opening fund balance are shown as undesignated. The designated for subsequent year's expenditures is included in the unreserved fund balance on the balance sheet. Amounts included are as follows:

General Fund	\$ 11,107,963
Other Governmental Funds	4,831,077

- (2) Designated for Repayment Carryover of General Supply Appropriations: This account was established in 1992, which allows schools, divisions, and departments to carry over from year to year an amount not to exceed 8% of their total appropriations for the just completed fiscal year. These balances will augment 2005/2006 appropriations. The designated amount of \$3,772,588 is presented in the General Fund.

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

Plan Description. Washoe County School District contributes to the Public Employees Retirement System of the State of Nevada (PERS), a cost sharing, multiple employer, defined benefit plan administered by the Public Employees Retirement System of the State of Nevada. PERS provides retirement benefits, disability benefits, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Chapter 286 of the Nevada Revised Statutes establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. The Public Employees Retirement System of the State of Nevada 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, the District is required to contribute all amounts due under the plan. The rate for those contributions was 20.25% for regular members and 28.50% for police on all covered payroll. The second funding mechanism for providing benefits is the

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

employer/employee paid contribution plan. Under this method, employees are required to contribute a percentage of their compensation to the plan, while the District is required to match that contribution. The rate for regular employees under this plan was 10.50%.

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

The District's contribution rates and amounts on all covered payroll which are equal to the required contributions for the last three years are as follows:

<u>Fiscal Year</u>	<u>Employer Pay</u>		<u>Employee/ Employer Pay</u>		<u>Total Employer Contribution</u>
	<u>Regular</u>	<u>Police Members</u>	<u>EE</u>	<u>ER</u>	
2004-05	20.25%	28.50%	10.50%	10.50%	\$ 46,196,612
2003-04	20.25%	28.50%	10.50%	10.50%	43,246,971
2002-03	18.75%	28.50%	9.75%	9.75%	38,347,049

**NOTE 9 – Postretirement Benefits:**

In addition to the pension benefits described in Note 8, the District provides postretirement health care benefits. Pursuant to the contracts negotiated with various bargaining units, medical premiums are subsidized for certified and administrative employees who retire from the District with at least 15 years of service; and classified employees who retire from the District with at least 10 years of service; however, classified employees hired after June 30, 1999 are not eligible. The program currently has 1412 retirees who receive postretirement health care benefits. Retirees are required to contribute up to \$5,467 per year for medical, dental and vision coverage, based on their gross PERS income, the number of years since their retirement and the number of years of service with the District. The District reimburses up to 100% of the amount of validated claims for medical and dental costs incurred by pre-Medicare retirees. The District serves as a secondary carrier for retirees eligible for Medicare. Expenditures for postretirement health care benefits are recognized as retirees report claims. During the year ended June 30, 2005, expenses of \$7,164,911 were recognized for postretirement health care.

**NOTE 10 – Risk Management:**

The District is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District reports all of its risk management activities in the Internal Service Funds in accordance with Governmental Accounting Standards Board Statement Numbers 10 and 30.

Claims expenses and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported. Because actual claims liabilities depend on such complex factors as inflation, changes in legal doctrines, and damage awards, the process used in

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

computing claims liability does not necessarily result in an exact amount. Claims liabilities are re-evaluated annually by an outside actuary who takes into consideration recently settled claims, the frequency of claims, and other economic and social factors. Liabilities for incurred losses to be settled by fixed or reasonably determinable payments over a long period of time are reported at their present value using the expected future investment yield of 3.0 percent.

At June 30, 2005, the amount of this liability was \$11,520,958. This liability is determined by actuaries using all available information. Changes in the reported liability since July 1, 2003 are as follows:

	<u>Property and Casualty</u>	<u>Health Insurance</u>	<u>Workers' Compensation</u>	<u>Total</u>
Claims liability, June 30, 2003	\$ 1,710,000	\$ 5,393,651	\$ 3,142,000	\$ 10,245,651
Current year claims and changes in estimates	940,911	34,477,842	2,171,558	37,590,311
Claim payments	<u>(496,911)</u>	<u>(34,349,766)</u>	<u>(1,527,558)</u>	<u>(36,374,235)</u>
Claims liability, June 30, 2004	<u>2,154,000</u>	<u>5,521,727</u>	<u>3,786,000</u>	<u>11,461,727</u>
Current year claims and changes in estimates	1,154,451	33,835,082	1,600,884	36,590,417
Claim payments	<u>(1,006,451)</u>	<u>(34,190,851)</u>	<u>(1,333,884)</u>	<u>(36,531,186)</u>
Claims liability, June 30, 2005	<u>\$ 2,302,000</u>	<u>\$ 5,165,958</u>	<u>\$ 4,053,000</u>	<u>\$ 11,520,958</u>
Due within one year	\$ 1,112,000	\$ 5,165,958	\$ 1,544,000	\$ 7,821,958

At June 30, 2005, the Internal Service Funds held \$23,622,535 in cash and investments designated for payment of these claims.

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

General Liability, Property and Casualty Insurance - The District is self-insured for individual losses up to a maximum of \$50,000 for damage to real and personal property, \$300,000 for general liability and automobile incidents resulting in bodily injury and/or property damage claims. The District has insurance for losses above \$50,000 and \$300,000, respectively, with maximum annual coverage of approximately \$500,000,000 for property damage and coverage of \$2,000,000 per occurrence for crime, and \$10,000,000 per occurrence for wrongful acts of the Board of Trustees, and general and automobile liability.

Health Insurance - The District is self-insured for health insurance claims up to \$200,000 per calendar year per employee with a lifetime maximum of \$2,000,000.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

Workers' Compensation Insurance - The District is self-insured for individual workers' compensation claims up to \$275,000 for each accident. Accidents in excess of \$275,000 are covered by excess insurance up to State statutory limits. The District maintains an account with a market value of \$2,505,459 as of June 30, 2005 to meet its State of Nevada security deposit requirement.

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

NOTE 11 – Commitments and Contingencies:

Litigation:

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

Construction Commitments:

As of June 30, 2005, the District had the following commitments with respect to unfinished capital projects:

<u>Capital Project Description</u>	<u>Remaining Construction Commitment</u>	<u>Expected Date of Completion</u>
ADA Retrofit	\$ 223,327	October 2005
Backflow Prevention Project	162,515	September 2005
Bleacher Renovation Projects	722,732	September 2005
Carpet Replacement Projects	271,790	September 2005
Cold Springs Middle School	25,250,494	January 2007
Lemelson Elementary School	220,796	January 2007
Edison Way Building Improvements	160,776	October 2005
Fire Alarm Upgrades	249,976	December 2005
Hall Elementary School	230,658	January 2007
Outdoor Site Improvements	629,597	December 2005
Roofing Project Services	1,734,860	September 2005
School Renewal Study	60,338	October 2005
School Additions	314,008	January 2007
Shaw Middle School	108,822	December 2005
Sepulveda Elementary School	138,133	January 2007
	<u>\$ 30,478,822</u>	

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2005**

This remaining construction commitment is included in the reserve for construction contracts on the Governmental Funds Balance Sheet.

No additional financing will be required to complete construction in progress at June 30, 2005.

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# Nonmajor --- Governmental Funds

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

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2005**

	<u>SPECIAL REVENUE FUNDS</u>	<u>CAPITAL PROJECTS FUNDS</u>	<u>TOTAL</u>
<b>ASSETS</b>			
Cash and investments	\$ 13,213,449	\$ 13,177,060	\$ 26,390,509
Receivables:			
Accrued interest	-	32,665	32,665
Grants	3,273,337	-	3,273,337
Miscellaneous	192,989	-	192,989
Due from other governments	-	340,774	340,774
Inventories	573,758	-	573,758
	<u>17,253,533</u>	<u>13,550,499</u>	<u>30,804,032</u>
Total assets	\$	\$	\$
<b>LIABILITIES</b>			
Accounts payable	\$ 3,310,600	\$ 377,645	\$ 3,688,245
Accrued liabilities	4,025,101	80,141	4,105,242
Construction contracts payable	-	80,134	80,134
Due to other funds	626,778	-	626,778
Due to other governments	84,281	-	84,281
Deferred revenues	1,610,785	-	1,610,785
	<u>9,657,545</u>	<u>537,920</u>	<u>10,195,465</u>
Total liabilities			
<b>FUND BALANCES</b>			
Reserved for:			
Reserved for encumbrances	-	974,404	974,404
Reserved for inventories	573,758	-	573,758
Reserved for construction contracts	-	442,894	442,894
Unreserved:			
Designated for subsequent year's expenditures	1,448,909	-	1,448,909
Designated for retiree health benefits	3,367,318	-	3,367,318
Undesignated	2,206,003	11,595,281	13,801,284
	<u>7,595,988</u>	<u>13,012,579</u>	<u>20,608,567</u>
Total fund balances			
Total liabilities and fund balances	\$ <u>17,253,533</u>	\$ <u>13,550,499</u>	\$ <u>30,804,032</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2005**

	<u>SPECIAL REVENUE FUNDS</u>	<u>CAPITAL PROJECTS FUNDS</u>	<u>TOTAL</u>
<b>REVENUES</b>			
Local sources	\$ 9,340,649	\$ 5,509,673	\$ 14,850,322
State sources	26,370,236	-	26,370,236
Federal sources	39,552,328	-	39,552,328
	<hr/>	<hr/>	<hr/>
Total revenues	75,263,213	5,509,673	80,772,886
<b>EXPENDITURES</b>			
Current:			
Regular programs	36,952,111	-	36,952,111
Special programs	4,874,934	-	4,874,934
Adult education programs	1,327,449	-	1,327,449
Food service operations	14,838,211	-	14,838,211
Community service programs	793,625	-	793,625
Undistributed expenditures:			
Student support	7,063,086	-	7,063,086
Instructional staff support	7,355,251	-	7,355,251
General administration	28	-	28
School administration	472,461	-	472,461
Operation and maintenance	63,165	-	63,165
Central support	81,525	-	81,525
Other support	132,307	-	132,307
Capital outlay	-	4,893,811	4,893,811
	<hr/>	<hr/>	<hr/>
Total expenditures	73,954,153	4,893,811	78,847,964
Excess (deficiency) of revenues over expenditures	<hr/>	<hr/>	<hr/>
	1,309,060	615,862	1,924,922
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers in	1,150,000	348,000	1,498,000
	<hr/>	<hr/>	<hr/>
Total other financing sources (uses)	1,150,000	198,000	1,348,000
Net change in fund balances	2,459,060	813,862	3,272,922
<b>FUND BALANCE, July 1</b>	<hr/>	<hr/>	<hr/>
	5,136,928	12,198,717	17,335,645
<b>FUND BALANCE, June 30</b>	<hr/>	<hr/>	<hr/>
	\$ 7,595,988	\$ 13,012,579	\$ 20,608,567

# General --- Fund

To account for resources traditionally associated with governments which are not required to be accounted for in other funds.

**WASHOE COUNTY SCHOOL DISTRICT  
COMPARATIVE BALANCE SHEET  
GENERAL FUND  
JUNE 30, 2005  
(WITH COMPARATIVE TOTALS FOR JUNE 30, 2004)**

	<u>2005</u>	<u>2004</u>
<b>ASSETS</b>		
Cash and investments	\$ 33,869,360	\$ 19,578,605
Receivables:		
Property taxes	961,873	1,857,717
Interest	156,295	32,447
Miscellaneous	291,472	295,185
Due from other funds	645,275	1,869,297
Due from other governments	28,652,906	30,559,751
Inventories	<u>529,770</u>	<u>521,863</u>
 Total assets	 <u>\$ 65,106,951</u>	 <u>\$ 54,714,865</u>
 <b>LIABILITIES</b>		
Accounts payable	\$ 4,715,832	\$ 2,583,024
Accrued liabilities	30,871,364	31,211,664
Due to other governments	4,062,282	1,114,317
Deferred revenues	<u>820,513</u>	<u>895,299</u>
 Total liabilities	 <u>40,469,991</u>	 <u>35,804,304</u>
 <b>FUND BALANCES</b>		
Reserved for:		
Encumbrances	1,425,869	2,793,469
Inventories	529,770	521,863
Capital leases	-	2,995,000
Unreserved:		
Designated for subsequent year's expenditures	11,107,963	3,000,000
Designated for repayment carryover of general supply appropriations	3,772,588	2,733,722
Designated for negotiated employee contracts	-	1,336,543
Designated for instructional data management	-	452,018
Designated for audio enhancement	-	861,804
Undesignated	<u>7,800,770</u>	<u>4,216,142</u>
 Total fund balances	 <u>24,636,960</u>	 <u>18,910,561</u>
 Total liabilities and fund balances	 <u>\$ 65,106,951</u>	 <u>\$ 54,714,865</u>

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 225,898,005	\$ 226,527,835	\$ 247,752,264	\$ 21,224,429	\$ 223,602,442
State sources	102,784,894	105,968,383	86,720,804	(19,247,579)	87,947,806
Federal sources	505,000	724,628	772,016	47,388	572,123
Other sources	5,000	15,000	37,345	22,345	2,010
Total revenues	<u>329,192,899</u>	<u>333,235,846</u>	<u>335,282,429</u>	<u>2,046,583</u>	<u>312,124,381</u>
<b>EXPENDITURES</b>					
Current:					
Regular programs	172,774,221	174,772,834	171,738,498	3,034,336	166,316,565
Vocational programs	7,853,027	7,477,575	7,405,722	71,853	7,293,902
Other instructional programs	3,482,516	3,706,521	3,114,088	592,433	2,928,092
Undistributed Expenditures:					
Student support	18,410,050	19,075,319	18,176,981	898,338	16,023,781
Instructional staff support	8,141,386	8,606,750	8,107,339	499,411	7,443,317
General administration	6,956,946	7,133,985	6,743,139	390,846	6,240,901
School administration	22,344,125	22,679,132	22,382,275	296,857	21,024,274
Business support	4,107,335	4,565,086	4,040,598	524,488	3,600,629
Operation and maintenance	39,158,219	39,495,005	37,625,359	1,869,646	34,482,229
Student transportation	15,209,144	16,239,812	15,122,001	1,117,811	9,492,476
Central support services	7,495,831	8,920,547	7,864,152	1,056,395	6,151,381
Total expenditures	<u>305,932,800</u>	<u>312,672,566</u>	<u>302,320,152</u>	<u>10,352,414</u>	<u>280,997,547</u>
Excess of Revenues Over Expenditures	<u>23,260,099</u>	<u>20,563,280</u>	<u>32,962,277</u>	<u>12,398,997</u>	<u>31,126,834</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital leases	-	1,019,287	1,019,287	-	5,132,500
Contingency	(600,000)	-	-	-	-
Transfers out	(28,584,914)	(28,837,739)	(28,255,165)	582,574	(27,904,837)
Total other financing sources (uses)	<u>(29,184,914)</u>	<u>(27,818,452)</u>	<u>(27,235,878)</u>	<u>582,574</u>	<u>(22,772,337)</u>
Net change in fund balances	(5,924,815)	(7,255,172)	5,726,399	12,981,571	8,354,497
<b>FUND BALANCE, July 1</b>	<u>9,472,251</u>	<u>18,910,561</u>	<u>18,910,561</u>	<u>-</u>	<u>10,556,064</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 3,547,436</u>	<u>\$ 11,655,389</u>	<u>\$ 24,636,960</u>	<u>\$ 12,981,571</u>	<u>\$ 18,910,561</u>

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Ad Valorem taxes	\$ 82,614,440	\$ 82,614,440	\$ 82,793,542	\$ 179,102	\$ 77,268,419
School support taxes	125,714,965	125,714,965	145,056,434	19,341,469	128,565,040
Franchise taxes	240,000	240,000	286,955	46,955	205,259
Government services tax	12,629,600	12,829,600	13,709,075	879,475	12,563,725
Revenue in lieu of taxes	140,000	140,000	216,930	76,930	210,600
Tuition - regular day school	300,000	300,000	330,898	30,898	408,336
Tuition - summer school	510,000	510,000	631,805	121,805	576,862
Tuition - adult continuing education	50,000	122,000	212,357	90,357	-
Earnings on investments	500,000	840,830	1,030,943	190,113	369,444
Refunds	-	-	19,384	19,384	77,371
Indirect costs	950,000	950,000	1,132,554	182,554	1,030,121
Transportation	450,000	450,000	375,569	(74,431)	477,380
Reimbursements	1,129,000	1,129,000	1,245,453	116,453	1,101,210
Grant Administration	300,000	300,000	295,773	(4,227)	350,054
Other	370,000	387,000	414,592	27,592	398,621
Total local sources	225,898,005	226,527,835	247,752,264	21,224,429	223,602,442
State sources:					
Distributive school fund	102,323,894	104,790,467	85,542,351	(19,248,116)	87,154,547
Special appropriations	461,000	1,177,916	1,178,453	537	793,259
Total state sources	102,784,894	105,968,383	86,720,804	(19,247,579)	87,947,806
Federal sources:					
Forest reserve	5,000	5,000	6,136	1,136	6,344
FEMA Reimbursement	-	219,628	220,879	1,251	-
Revenue in lieu of taxes, P.L. 81-874	150,000	150,000	195,398	45,398	168,442
E-Rate refund	350,000	350,000	349,603	(397)	397,337
Total federal sources	505,000	724,628	772,016	47,388	572,123
Other sources	5,000	15,000	37,345	22,345	2,010
Total revenues	329,192,899	333,235,846	335,282,429	2,046,583	312,124,381
<b>EXPENDITURES</b>					
Current:					
Regular programs					
Instruction					
Salaries	122,413,411	121,198,852	120,631,684	567,168	115,617,929
Benefits	40,206,730	41,279,949	40,473,629	806,320	37,080,464
Purchased services	1,105,725	1,185,596	889,425	296,171	1,060,555
Supplies	8,612,499	10,795,167	9,681,962	1,113,205	8,621,872
Property	427,769	305,325	34,733	270,592	3,916,351
Other	8,087	7,945	27,065	(19,120)	19,394
Total regular programs	172,774,221	174,772,834	171,738,498	3,034,336	166,316,565

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Vocational programs					
Instruction					
Salaries	\$ 5,742,873	\$ 5,371,255	\$ 5,376,489	\$ (5,234)	\$ 5,409,428
Benefits	1,899,277	1,806,755	1,795,367	11,388	1,750,542
Purchased services	39,178	39,095	23,226	15,869	10,105
Supplies	164,198	252,969	204,562	48,407	123,629
Property	7,501	7,501	5,978	1,523	-
Other	-	-	100	(100)	198
Total vocational programs	<u>7,853,027</u>	<u>7,477,575</u>	<u>7,405,722</u>	<u>71,853</u>	<u>7,293,902</u>
Other instructional programs:					
Summer school					
Salaries	776,865	898,864	610,268	288,596	621,686
Benefits	28,280	29,115	20,537	8,578	18,710
Purchased services	17,050	17,050	8,752	8,298	10,888
Supplies	10,306	39,615	12,027	27,588	13,977
Property	2,400	2,400	-	2,400	-
Total summer school	<u>834,901</u>	<u>987,044</u>	<u>651,584</u>	<u>335,460</u>	<u>665,261</u>
Athletics					
Salaries	1,644,449	1,644,011	1,571,359	72,652	1,540,411
Benefits	169,754	191,054	205,828	(14,774)	175,991
Purchased services	693,758	692,758	611,639	81,119	487,607
Supplies	5,045	39,845	11,137	28,708	14,336
Property	-	17,200	-	17,200	-
Other	134,609	134,609	62,541	72,068	44,486
Total athletics	<u>2,647,615</u>	<u>2,719,477</u>	<u>2,462,504</u>	<u>256,973</u>	<u>2,262,831</u>
Total other instructional programs	<u>3,482,516</u>	<u>3,706,521</u>	<u>3,114,088</u>	<u>592,433</u>	<u>2,928,092</u>
Undistributed Expenditures:					
Student support					
Salaries	13,563,388	12,899,400	12,822,206	77,194	11,802,209
Benefits	4,334,347	4,407,108	4,368,444	38,664	3,893,769
Purchased services	236,688	797,478	563,721	233,757	107,004
Supplies	244,348	940,054	391,691	548,363	193,644
Property	31,249	31,249	6,683	24,566	6,485
Other	30	30	24,236	(24,206)	20,670
Total student support	<u>18,410,050</u>	<u>19,075,319</u>	<u>18,176,981</u>	<u>898,338</u>	<u>16,023,781</u>
Instructional staff support					
Salaries	5,414,932	5,488,668	5,457,817	30,851	5,047,243
Benefits	1,711,560	1,842,567	1,805,977	36,590	1,609,248
Purchased services	460,948	527,443	380,259	147,184	324,648
Supplies	509,678	717,995	455,779	262,216	456,734
Property	40,072	26,383	7,507	18,876	-
Other	4,196	3,694	-	3,694	5,444
Total instructional staff support	<u>8,141,386</u>	<u>8,606,750</u>	<u>8,107,339</u>	<u>499,411</u>	<u>7,443,317</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
General administration					
Salaries	\$ 1,927,929	\$ 1,755,571	\$ 1,746,531	\$ 9,040	\$ 1,612,127
Benefits	794,147	808,704	721,808	86,896	707,913
Purchased services	4,080,591	4,296,934	4,108,016	188,918	3,835,001
Supplies	113,244	190,501	82,852	107,649	46,806
Property	1,000	42,240	42,136	104	-
Other	40,035	40,035	41,796	(1,761)	39,054
Total general administration	6,956,946	7,133,985	6,743,139	390,846	6,240,901
School administration					
Salaries	16,974,563	16,912,423	16,846,546	65,877	16,020,613
Benefits	5,115,685	5,335,323	5,267,985	67,338	4,817,414
Purchased services	177,392	255,051	116,272	138,779	108,867
Supplies	59,585	159,435	133,654	25,781	67,868
Property	7,800	7,800	9,190	(1,390)	-
Other	9,100	9,100	8,628	472	9,512
Total school administration	22,344,125	22,679,132	22,382,275	296,857	21,024,274
Business support					
Salaries	2,691,935	2,860,418	2,806,933	53,485	2,471,212
Benefits	868,415	941,261	925,968	15,293	815,696
Purchased services	347,825	630,568	132,923	497,645	260,713
Supplies	161,665	-	142,044	(142,044)	45,760
Property	29,710	125,054	26,709	98,345	853
Other	7,785	7,785	6,021	1,764	6,395
Total business support	4,107,335	4,565,086	4,040,598	524,488	3,600,629
Operation and maintenance					
Salaries	16,187,835	15,946,091	15,822,363	123,728	15,124,754
Benefits	6,046,746	6,164,735	6,085,781	78,954	5,551,142
Purchased services	5,865,315	5,988,350	4,927,619	1,060,731	4,986,977
Supplies	10,930,791	10,568,146	10,069,162	498,984	8,740,341
Property	82,250	782,401	670,058	112,343	22,700
Other	45,282	45,282	50,376	(5,094)	56,315
Total operation and maintenance	39,158,219	39,495,005	37,625,359	1,869,646	34,482,229
Student transportation					
Salaries	6,047,062	5,673,174	5,637,601	35,573	5,345,444
Benefits	2,482,462	2,458,168	2,404,322	53,846	2,190,513
Purchased services	864,710	924,110	395,478	528,632	410,411
Supplies	1,540,504	1,890,667	1,945,869	(55,202)	1,507,496
Property	4,259,406	5,278,693	4,706,161	572,532	31,675
Other	15,000	15,000	32,570	(17,570)	6,937
Total student transportation	15,209,144	16,239,812	15,122,001	1,117,811	9,492,476

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Central support services					
Salaries	\$ 3,827,494	\$ 3,882,107	\$ 3,836,886	\$ 45,221	\$ 3,295,198
Benefits	1,092,773	1,158,706	1,150,460	8,246	964,252
Purchased services	1,992,388	2,060,484	1,094,479	966,005	309,213
Supplies	385,575	466,641	1,274,148	(807,507)	1,377,131
Property	194,871	1,349,579	499,400	850,179	200,629
Other	2,730	3,030	8,779	(5,749)	4,958
Total central support	7,495,831	8,920,547	7,864,152	1,056,395	6,151,381
Total undistributed expenditures	121,823,036	126,715,636	120,061,844	6,653,792	104,458,988
Total expenditures	305,932,800	312,672,566	302,320,152	10,352,414	280,997,547
Excess of Revenues Over Expenditures	23,260,099	20,563,280	32,962,277	12,398,997	31,126,834
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital leases	-	1,019,287	1,019,287	-	5,132,500
Contingency	(600,000)	-	-	-	-
Transfers out	(28,584,914)	(28,837,739)	(28,255,165)	582,574	(27,904,837)
Total other financing sources (uses)	(29,184,914)	(27,818,452)	(27,235,878)	582,574	(22,772,337)
Net change in fund balances	(5,924,815)	(7,255,172)	5,726,399	12,981,571	8,354,497
<b>FUND BALANCE, July 1</b>	9,472,251	18,910,561	18,910,561	-	10,556,064
<b>FUND BALANCE, June 30</b>	<u>\$ 3,547,436</u>	<u>\$ 11,655,389</u>	<u>\$ 24,636,960</u>	<u>\$ 12,981,571</u>	<u>\$ 18,910,561</u>

# Special Revenue Funds

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To account for the proceeds of specific revenue sources (other than for private-purpose trust or major capital projects) that are legally restricted to expenditure for particular purposes. Individual funds include the following:

## **Federal Projects:**

To account for transactions relating to federally assisted grant programs including: **Title I, Title V, Indian Education, Public Law 105-17 (Special Education), Vocational Education, Special Grants, Family Resource Centers, Drug Free Schools, Early Childhood LEA (Special Education), Reading Improvement, Twenty-First Century, Title II, Title III, Education Collaborative, and Medicaid.**

## **State Programs:**

To account for transactions relating to the State of Nevada funded programs including: **Special Grants, Family Resource Centers, Adult Education, Class Size Reduction, Early Childhood, Special State Funding, Remedial Education, Education Collaborative, and Regional Professional Development Program.**

## **Local Programs:**

To account for transactions relating to locally funded programs including: **Special Grants, Family Resource Centers, Education Collaborative, Private Foundations, Categorical Grants, Community Education, Gifts and Donations, Pre-Funded Retiree Health Benefits, Twenty-First Century, Advanced Carpentry, and Wellness.**

## **Special Education:**

To account for transactions of the District relating to educational services provided to children with special needs.

## **Nutrition Services:**

To account for transactions relating to the food services provided to District schools. Financing is provided by user charges and federal subsidies.

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Other	\$ -	\$ -	\$ 358	\$ 358	\$ 481
State sources:					
Distributive school account	16,937,334	16,872,440	16,881,687	9,247	15,983,978
Total revenues	16,937,334	16,872,440	16,882,045	9,605	15,984,459
<b>EXPENDITURES</b>					
Current:					
Special programs					
Instruction					
Salaries	25,085,413	24,767,126	24,453,692	313,434	23,200,439
Benefits	8,649,953	8,507,237	8,415,310	91,927	7,770,784
Purchased services	16,766	16,957	26,800	(9,843)	61,146
Supplies	75,066	176,713	72,546	104,167	68,866
Property	8,000	8,000	-	8,000	1,712
Other	-	-	1,115	(1,115)	3,360
Total special programs	33,835,198	33,476,033	32,969,463	506,570	31,106,307
Undistributed expenditures:					
Student support					
Salaries	636,659	618,958	618,943	15	541,940
Benefits	140,892	100,975	97,633	3,342	122,708
Supplies	-	15,000	-	15,000	162
Total student support	777,551	734,933	716,576	18,357	664,810
Instructional staff support					
Salaries	344,688	360,925	368,287	(7,362)	345,375
Benefits	109,943	125,993	113,418	12,575	107,865
Purchased services	66,175	71,175	71,365	(190)	70,691
Supplies	6,665	24,665	12,101	12,564	5,443
Property	2,000	2,000	-	2,000	-
Other	-	-	-	-	79
Total instructional staff support	529,471	584,758	565,171	19,587	529,453
School administration					
Salaries	104,987	106,457	106,466	(9)	101,401
Benefits	31,602	36,573	31,808	4,765	30,607
Supplies	-	10,000	-	10,000	-
Total school administration	136,589	153,030	138,274	14,756	132,008
Operations and maintenance					
Salaries	36,183	37,922	34,772	3,150	33,811
Benefits	14,055	13,028	13,995	(967)	13,147
Supplies	-	5,000	-	5,000	-
Total operations and maintenance	50,238	55,950	48,767	7,183	46,958

**WASHOE COUNTY SCHOOL DISTRICT**  
**SPECIAL EDUCATION - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Student transportation					
Salaries	\$ 2,241,832	\$ 2,549,242	\$ 2,352,115	\$ 197,127	\$ 2,005,617
Benefits	964,302	875,777	1,070,288	(194,511)	845,347
Purchased services	225,000	235,000	186,330	48,670	182,248
Supplies	181,906	271,906	316,676	(44,770)	191,997
Total student transportation	<u>3,613,040</u>	<u>3,931,925</u>	<u>3,925,409</u>	<u>6,516</u>	<u>3,225,209</u>
Total undistributed expenditures	<u>5,106,889</u>	<u>5,460,596</u>	<u>5,394,197</u>	<u>66,399</u>	<u>4,598,438</u>
Total expenditures	<u>38,942,087</u>	<u>38,936,629</u>	<u>38,363,660</u>	<u>572,969</u>	<u>35,704,745</u>
Excess (deficiency) of revenues over expenditures	<u>(22,004,753)</u>	<u>(22,064,189)</u>	<u>(21,481,615)</u>	<u>582,574</u>	<u>(19,720,286)</u>
<b>OTHER FINANCING SOURCES</b>					
Transfers in	<u>22,004,753</u>	<u>22,064,189</u>	<u>21,481,615</u>	<u>(582,574)</u>	<u>19,720,286</u>
Excess of revenues and other financing sources over expenditures	-	-	-	-	-
FUND BALANCE, July 1	-	-	-	-	-
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2005  
(Page 1 of 3)**

	<u>TITLE I</u>	<u>TITLE V</u>	<u>INDIAN EDUCATION</u>	<u>PUBLIC LAW 105-17</u>	<u>VOCATIONAL EDUCATION</u>	<u>SPECIAL GRANTS</u>
<b>ASSETS</b>						
Cash and investments	\$ 309,982	\$ 39,967	\$ 22	\$ 48,237	\$ -	\$ -
Receivables:	-					
Grants	164,777	59,825	45,111	534,581	60,901	1,041,675
Miscellaneous	-	-	-	-	-	-
Inventories	-	-	-	-	-	-
Total assets	<u>\$ 474,759</u>	<u>\$ 99,792</u>	<u>\$ 45,133</u>	<u>\$ 582,818</u>	<u>\$ 60,901</u>	<u>\$ 1,041,675</u>
<b>LIABILITIES</b>						
Accounts payable	\$ 98,841	\$ 5,955	\$ 66	\$ 231,761	\$ 50,080	\$ 228,645
Accrued liabilities	375,918	93,837	45,067	351,057	2,224	190,530
Due to other funds	-	-	-	-	8,597	331,955
Due to other governments	-	-	-	-	-	12,752
Deferred revenues	-	-	-	-	-	277,793
Total liabilities	<u>474,759</u>	<u>99,792</u>	<u>45,133</u>	<u>582,818</u>	<u>60,901</u>	<u>1,041,675</u>
<b>FUND BALANCE</b>						
Reserved for:						
Inventories	-	-	-	-	-	-
Unreserved:						
Designated for subsequent year's expenditures	-	-	-	-	-	-
Designated for retiree health benefits	-	-	-	-	-	-
Undesignated	-	-	-	-	-	-
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 474,759</u>	<u>\$ 99,792</u>	<u>\$ 45,133</u>	<u>\$ 582,818</u>	<u>\$ 60,901</u>	<u>\$ 1,041,675</u>

<u>FAMILY RESOURCE CENTERS</u>	<u>ADULT EDUCATION</u>	<u>CLASS SIZE REDUCTION</u>	<u>NUTRITION SERVICES</u>	<u>DRUG FREE SCHOOLS</u>	<u>EARLY CHILDHOOD</u>	<u>SPECIAL STATE APPROPRIATIONS</u>	<u>REMEDIAL EDUCATION</u>
\$ -	\$ 310,304	\$ 1,993,860	\$ 1,853,614	\$ 34,574	\$ 80,995	\$ 1,742,435	\$ 669,066
101,225	-	-	447,934	13,304	15,876	96,000	-
-	-	-	147,685	-	-	-	-
-	-	-	573,758	-	-	-	-
<u>\$ 101,225</u>	<u>\$ 310,304</u>	<u>\$ 1,993,860</u>	<u>\$ 3,022,991</u>	<u>\$ 47,878</u>	<u>\$ 96,871</u>	<u>\$ 1,838,435</u>	<u>\$ 669,066</u>
\$ 3,422	\$ 2,255	\$ -	\$ 209,932	\$ 12,551	\$ 8,299	\$ 1,838,435	\$ 68,548
23,981	175,240	1,993,860	194,895	30,722	46,209	-	28,155
38,981	-	-	-	-	-	-	-
-	25,353	-	-	4,605	41,571	-	-
34,841	107,456	-	220,007	-	792	-	572,363
<u>101,225</u>	<u>310,304</u>	<u>1,993,860</u>	<u>624,834</u>	<u>47,878</u>	<u>96,871</u>	<u>1,838,435</u>	<u>669,066</u>
-	-	-	573,758	-	-	-	-
-	-	-	1,194,149	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	630,250	-	-	-	-
-	-	-	2,398,157	-	-	-	-
<u>\$ 101,225</u>	<u>\$ 310,304</u>	<u>\$ 1,993,860</u>	<u>\$ 3,022,991</u>	<u>\$ 47,878</u>	<u>\$ 96,871</u>	<u>\$ 1,838,435</u>	<u>\$ 669,066</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2005**  
 (Page 2 of 3)

		<u>READING IMPROVEMENT</u>		<u>TWENTY-FIRST CENTURY</u>		<u>TITLE II PART A TEACHER TRAINING</u>		<u>TITLE III ENGLISH LANGUAGE ACQUISITION</u>		<u>REGIONAL PROFESSIONAL DEVELOPMENT PROGRAM</u>
<b>ASSETS</b>										
Cash and investments	\$	-	\$	-	\$	-	\$	121,780	\$	324,237
Receivables:										
Grants		265,690		206,561		133,560		46,973		-
Miscellaneous		-		-		-		-		-
Inventories		-		-		-		-		-
		<u>          </u>		<u>          </u>		<u>          </u>		<u>          </u>		<u>          </u>
<b>Total assets</b>	<b>\$</b>	<b><u>265,690</u></b>	<b>\$</b>	<b><u>206,561</u></b>	<b>\$</b>	<b><u>133,560</u></b>	<b>\$</b>	<b><u>168,753</u></b>	<b>\$</b>	<b><u>324,237</u></b>
<b>LIABILITIES</b>										
Accounts payable	\$	69,796	\$	111,290	\$	45,312	\$	101,230	\$	82,034
Accrued liabilities		80,414		22,984		20,447		67,523		143,516
Due to other funds		111,081		68,363		67,801		-		-
Due to other governments		-		-		-		-		-
Deferred revenues		4,399		3,924		-		-		98,687
		<u>          </u>		<u>          </u>		<u>          </u>		<u>          </u>		<u>          </u>
<b>Total liabilities</b>		<b><u>265,690</u></b>		<b><u>206,561</u></b>		<b><u>133,560</u></b>		<b><u>168,753</u></b>		<b><u>324,237</u></b>
<b>FUND BALANCE</b>										
Reserved for:										
Inventories		-		-		-		-		-
Unreserved:										
Designated for subsequent year's expenditures		-		-		-		-		-
Designated for retiree health benefits		-		-		-		-		-
Undesignated		-		-		-		-		-
		<u>          </u>		<u>          </u>		<u>          </u>		<u>          </u>		<u>          </u>
<b>Total fund balance</b>		<b><u>-</u></b>		<b><u>-</u></b>		<b><u>-</u></b>		<b><u>-</u></b>		<b><u>-</u></b>
<b>Total liabilities and fund balance</b>	<b>\$</b>	<b><u>265,690</u></b>	<b>\$</b>	<b><u>206,561</u></b>	<b>\$</b>	<b><u>133,560</u></b>	<b>\$</b>	<b><u>168,753</u></b>	<b>\$</b>	<b><u>324,237</u></b>

<u>EDUCATION COLLABORATIVE</u>	<u>PRIVATE FOUNDATIONS</u>	<u>MEDICAID</u>	<u>REGIONAL PROFESSIONAL DEVELOPMENT PROGRAM</u>	<u>CATEGORICAL GRANTS</u>	<u>COMMUNITY EDUCATION</u>	<u>GIFTS AND DONATIONS</u>
\$ 162,501	\$ 166,871	\$ 646,216	\$ -	\$ 91,367	\$ 316,562	\$ 722,914
39,344	-	-	-	-	-	-
-	-	-	-	-	-	33,729
-	-	-	-	-	-	-
<u>\$ 201,845</u>	<u>\$ 166,871</u>	<u>\$ 646,216</u>	<u>\$ -</u>	<u>\$ 91,367</u>	<u>\$ 316,562</u>	<u>\$ 756,643</u>
\$ 47,101	\$ 21,367	\$ 31,194	\$ -	\$ -	\$ 7,422	\$ 19,302
5,073	4,652	3,022	-	58,928	21,326	30,263
-	-	-	-	-	-	-
-	-	-	-	-	-	-
149,671	140,852	-	-	-	-	-
<u>201,845</u>	<u>166,871</u>	<u>34,216</u>	<u>-</u>	<u>58,928</u>	<u>28,748</u>	<u>49,565</u>
-	-	-	-	-	-	-
-	-	-	-	-	127,532	-
-	-	-	-	-	-	-
-	-	612,000	-	32,439	160,282	707,078
-	-	612,000	-	32,439	287,814	707,078
<u>\$ 201,845</u>	<u>\$ 166,871</u>	<u>\$ 646,216</u>	<u>\$ -</u>	<u>\$ 91,367</u>	<u>\$ 316,562</u>	<u>\$ 756,643</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2005**  
**(Page 3 of 3)**

	<b>PRE-FUNDED RETIREE HEALTH BENEFITS</b>	<b>ADVANCED CARPENTRY</b>	<b>WELLNESS</b>	<b>TOTAL</b>
<b>ASSETS</b>				
Cash and investments	\$ 3,359,299	\$ 122,289	\$ 96,357	\$ 13,213,449
Receivables:				
Grants	-	-	-	3,273,337
Miscellaneous	8,019		3,556	192,989
Inventories	-	-	-	573,758
	<b>Total assets</b>	<b>\$ 122,289</b>	<b>\$ 99,913</b>	<b>\$ 17,253,533</b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 6,048	\$ 9,714	\$ 3,310,600
Accrued liabilities	-	-	15,258	4,025,101
Due to other funds	-	-	-	626,778
Due to other governments	-	-	-	84,281
Deferred revenues	-	-	-	1,610,785
	<b>Total liabilities</b>	<b>6,048</b>	<b>24,972</b>	<b>9,657,545</b>
<b>FUND BALANCE</b>				
Reserved for:				
Inventories	-	-	-	573,758
Unreserved:				
Designated for subsequent year's expenditures	-	52,287	74,941	1,448,909
Designated for retiree health benefits	3,367,318	-	-	3,367,318
Undesignated	-	63,954	-	2,206,003
	<b>Total fund balance</b>	<b>116,241</b>	<b>74,941</b>	<b>7,595,988</b>
	<b>Total liabilities and fund balance</b>	<b>\$ 122,289</b>	<b>\$ 99,913</b>	<b>\$ 17,253,533</b>

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**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2005  
(Page 1 of 3)**

	<u>TITLE I</u>	<u>TITLE V</u>	<u>INDIAN EDUCATION</u>	<u>PUBLIC LAW 105-17</u>	<u>VOCATIONAL EDUCATION</u>	<u>SPECIAL GRANTS</u>
<b>REVENUES</b>						
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 539,840
State sources	-	-	-	-	-	1,095,604
Federal sources	<u>7,855,691</u>	<u>1,331,376</u>	<u>257,234</u>	<u>9,922,728</u>	<u>663,990</u>	<u>3,749,399</u>
Total revenues	<u>7,855,691</u>	<u>1,331,376</u>	<u>257,234</u>	<u>9,922,728</u>	<u>663,990</u>	<u>5,384,843</u>
<b>EXPENDITURES</b>						
Current:						
Regular programs	7,512,347	1,164,948	245,630	-	-	2,389,180
Special programs	-	-	-	4,696,826	-	-
Adult education programs	-	-	-	-	-	-
Nutrition services	-	-	-	-	-	-
Community service programs	-	-	-	-	-	-
Undistributed expenditures:						
Student support	-	-	-	4,431,652	-	1,759,837
Instructional staff support	343,344	166,428	11,604	794,250	663,990	1,032,059
General Administration	-	-	-	-	-	-
School administration	-	-	-	-	-	-
Operation and maintenance	-	-	-	-	-	-
Central support	-	-	-	-	-	81,525
Other support	-	-	-	-	-	122,242
Total expenditures	<u>7,855,691</u>	<u>1,331,376</u>	<u>257,234</u>	<u>9,922,728</u>	<u>663,990</u>	<u>5,384,843</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES:</b>						
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>FAMILY RESOURCE CENTERS</u>	<u>ADULT EDUCATION</u>	<u>CLASS SIZE REDUCTION</u>	<u>NUTRITION SERVICES</u>	<u>DRUG FREE SCHOOLS</u>	<u>EARLY CHILDHOOD</u>	<u>SPECIAL STATE APPROPRIATIONS</u>	<u>REMEDIAL EDUCATION</u>
\$ 99,846	\$ -	\$ -	\$ 6,578,912	\$ -	\$ -	\$ -	\$ -
367,930	1,906,805	16,645,515	-	-	443,208	2,584,682	1,319,279
325,849	-	-	8,886,741	278,304	178,108	-	-
<u>793,625</u>	<u>1,906,805</u>	<u>16,645,515</u>	<u>15,465,653</u>	<u>278,304</u>	<u>621,316</u>	<u>2,584,682</u>	<u>1,319,279</u>
-	-	16,645,515	-	-	410,378	2,584,682	1,319,279
-	-	-	-	-	178,108	-	-
-	1,327,449	-	-	-	-	-	-
-	-	-	14,838,211	-	-	-	-
793,625	-	-	-	-	-	-	-
-	193,418	-	-	-	-	-	-
-	-	-	-	278,304	32,830	-	-
-	-	-	-	-	-	-	-
-	322,773	-	-	-	-	-	-
-	63,165	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
<u>793,625</u>	<u>1,906,805</u>	<u>16,645,515</u>	<u>14,838,211</u>	<u>278,304</u>	<u>621,316</u>	<u>2,584,682</u>	<u>1,319,279</u>
-	-	-	627,442	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	627,442	-	-	-	-
-	-	-	1,770,715	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,398,157</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCE**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
 (Page 2 of 3)

	<u>READING IMPROVEMENT</u>	<u>TWENTY-FIRST CENTURY</u>	<u>TITLE II PART A TEACHER TRAINING</u>	<u>TITLE III ENGLISH LANGUAGE ACQUISITION</u>	<u>REGIONAL PROFESSIONAL DEVELOPMENT PROGRAM</u>
<b>REVENUES</b>					
Local sources	\$ -	\$ 9,731	\$ -	\$ -	\$ -
State sources	-	-	-	-	2,003,557
Federal sources	1,275,882	1,935,992	1,044,268	815,646	-
Total revenues	<u>1,275,882</u>	<u>1,945,723</u>	<u>1,044,268</u>	<u>815,646</u>	<u>2,003,557</u>
<b>EXPENDITURES</b>					
Current:					
Regular programs	839,034	1,448,573	-	815,646	-
Special programs	-	-	-	-	-
Adult education programs	-	-	-	-	-
Nutrition services	-	-	-	-	-
Community service programs	-	-	-	-	-
Undistributed expenditures:					
Student support	404,479	-	-	-	-
Instructional staff support	32,369	497,150	1,044,268	-	2,003,557
General Administration	-	-	-	-	-
School administration	-	-	-	-	-
Operation and maintenance	-	-	-	-	-
Central support	-	-	-	-	-
Other support	-	-	-	-	-
Total expenditures	<u>1,275,882</u>	<u>1,945,723</u>	<u>1,044,268</u>	<u>815,646</u>	<u>2,003,557</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING SOURCES:</b>					
Transfers in	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

<u>EDUCATION COLLABORATIVE</u>	<u>PRIVATE FOUNDATIONS</u>	<u>MEDICAID</u>	<u>CATEGORICAL GRANTS</u>	<u>COMMUNITY EDUCATION</u>	<u>GIFTS AND DONATIONS</u>	<u>PRE-FUNDED RETIREE HEALTH BENEFITS</u>
\$ 159,942	\$ 190,062	\$ -	\$ 504,521	\$ 322,257	\$ 637,567	\$ 58,182
3,656	-	-	-	-	-	-
261,433	-	769,687	-	-	-	-
<u>425,031</u>	<u>190,062</u>	<u>769,687</u>	<u>504,521</u>	<u>322,257</u>	<u>637,567</u>	<u>58,182</u>
145,290	166,937	157,687	471,266	173,418	350,106	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
261,431	10,000	-	2,269	-	-	-
8,245	13,125	-	1,881	-	-	-
-	-	-	28	-	-	-
-	-	-	-	149,688	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
10,065	-	-	-	-	-	-
<u>425,031</u>	<u>190,062</u>	<u>157,687</u>	<u>475,444</u>	<u>323,106</u>	<u>350,106</u>	<u>-</u>
-	-	612,000	29,077	(849)	287,461	58,182
-	-	-	-	-	-	1,000,000
-	-	612,000	29,077	(849)	287,461	1,058,182
-	-	-	3,362	288,663	419,617	2,309,136
<u>\$ -</u>	<u>\$ -</u>	<u>\$ 612,000</u>	<u>\$ 32,439</u>	<u>\$ 287,814</u>	<u>\$ 707,078</u>	<u>\$ 3,367,318</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2005  
(Page 3 of 3)**

	<u>ADVANCED CARPENTRY</u>	<u>WELLNESS</u>	<u>TOTAL</u>
<b>REVENUES</b>			
Local sources	\$ 1,248	\$ 238,541	\$ 9,340,649
State sources	-	-	26,370,236
Federal sources	-	-	39,552,328
	<hr/>	<hr/>	<hr/>
Total revenues	1,248	238,541	75,263,213
<b>EXPENDITURES</b>			
Current:			
Regular programs	112,195	-	36,952,111
Special programs	-	-	4,874,934
Adult education programs	-	-	1,327,449
Nutrition services	-	-	14,838,211
Community service programs	-	-	793,625
Undistributed expenditures:			
Student support	-	-	7,063,086
Instructional staff support	-	431,847	7,355,251
General Administration	-	-	28
School administration	-	-	472,461
Operation and maintenance	-	-	63,165
Central support	-	-	81,525
Other support	-	-	132,307
	<hr/>	<hr/>	<hr/>
Total expenditures	112,195	431,847	73,954,153
Excess (deficiency) of revenues over expenditures			
	<hr/>	<hr/>	<hr/>
	(110,947)	(193,306)	1,309,060
<b>OTHER FINANCING SOURCES:</b>			
Transfers in	150,000	-	1,150,000
	<hr/>	<hr/>	<hr/>
Net change in fund balances	39,053	(193,306)	2,459,060
<b>FUND BALANCE, July 1</b>			
	<hr/>	<hr/>	<hr/>
	77,188	268,247	5,136,928
<b>FUND BALANCE, June 30</b>			
	<hr/>	<hr/>	<hr/>
	\$ 116,241	\$ 74,941	\$ 7,595,988

**WASHOE COUNTY SCHOOL DISTRICT**  
**TITLE I - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources:					
Title I	\$ 7,957,566	\$ 8,675,924	\$ 7,855,691	\$ (820,233)	\$ 7,500,906
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	3,743,885	4,562,806	4,250,426	312,380	3,804,364
Benefits	1,151,497	1,585,797	1,433,070	152,727	1,241,948
Purchased services	859,436	861,523	672,507	189,016	670,278
Supplies	1,513,826	839,611	741,947	97,664	1,068,520
Property	361,861	9,085	9,085	-	-
Other		437,708	405,312	32,396	366,069
Total regular programs	7,630,505	8,296,530	7,512,347	784,183	7,151,179
Undistributed expenditures:					
Instructional staff support					
Salaries	270,914	282,827	267,708	15,119	288,888
Benefits	49,275	60,595	54,417	6,178	52,346
Purchased services	6,623	30,200	18,260	11,940	8,223
Other	249	5,772	2,959	2,813	270
Total undistributed expenditures	327,061	379,394	343,344	36,050	349,727
Total expenditures	7,957,566	8,675,924	7,855,691	820,233	7,500,906
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**TITLE V - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources:					
Title V	\$ 1,148,898	\$ 1,481,389	\$ 1,331,376	\$ (150,013)	\$ 1,309,081
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	396,637	832,659	780,081	52,578	749,062
Benefits	108,028	272,131	239,303	32,828	233,851
Purchased services	114,093	142,657	107,035	35,622	110,389
Supplies	365,712	39,541	32,023	7,518	74,875
Property	-	-	-	-	6,621
Other	848	6,731	6,506	225	435
Total regular programs	985,318	1,293,719	1,164,948	128,771	1,175,233
Undistributed expenditures:					
Instructional staff support					
Salaries	62,206	67,539	63,753	3,786	55,317
Benefits	13,493	17,447	15,062	2,385	11,220
Purchased services	26,311	43,107	35,136	7,971	13,828
Supplies	23,873	7,522	5,808	1,714	7,376
Other	37,697	52,055	46,669	5,386	46,107
Total undistributed expenditures	163,580	187,670	166,428	21,242	133,848
Total expenditures	1,148,898	1,481,389	1,331,376	150,013	1,309,081
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**INDIAN EDUCATION - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources:					
Title VII - Indian education program	\$ 294,468	\$ 268,663	\$ 257,234	\$ (11,429)	\$ 256,063
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	172,565	173,576	172,676	900	166,289
Benefits	64,848	57,189	56,837	352	54,690
Purchased services	23,502	21,909	15,819	6,090	19,998
Supplies	21,494	3,980	298	3,682	3,056
Other	12,059	-	-	-	546
Total regular programs	294,468	256,654	245,630	11,024	244,579
Undistributed expenditures:					
Instructional staff support					
Salaries	-	2,498	2,498	-	2,968
Other	-	9,511	9,106	405	8,516
Total undistributed expenditures	-	12,009	11,604	405	11,484
Total expenditures	294,468	268,663	257,234	11,429	256,063
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**PUBLIC LAW 105-17 - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources:					
Education of the handicapped	\$ 7,155,981	\$ 11,567,619	\$ 9,922,728	\$ (1,644,891)	\$ 7,765,181
<b>EXPENDITURES</b>					
Current:					
Special programs:					
Instruction					
Salaries	2,913,456	4,061,484	3,691,837	369,647	2,775,286
Benefits	733,617	1,138,005	1,004,989	133,016	702,964
Total special programs	3,647,073	5,199,489	4,696,826	502,663	3,478,250
Undistributed expenditures:					
Student support					
Salaries	829,930	2,012,259	1,587,389	424,870	970,637
Benefits	191,482	491,939	454,826	37,113	234,465
Purchased services	453,355	1,317,190	955,753	361,437	324,235
Supplies	384,961	780,726	567,293	213,433	979,938
Property	25,771	96,956	75,881	21,075	109,937
Other	560,737	874,810	790,510	84,300	706,646
Total student support	2,446,236	5,573,880	4,431,652	1,142,228	3,325,858
Instructional staff support					
Salaries	770,408	567,218	567,218	-	688,834
Benefits	254,842	198,914	198,914	-	238,216
Other	37,422	28,118	28,118	-	34,023
Total instructional staff support	1,062,672	794,250	794,250	-	961,073
Total undistributed expenditures	3,508,908	6,368,130	5,225,902	1,142,228	4,286,931
Total expenditures	7,155,981	11,567,619	9,922,728	1,644,891	7,765,181
Net change in fund balances	-	-	-	-	-
FUND BALANCE, July 1	-	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
VOCATIONAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources:					
Vocational education	\$ -	\$ -	\$ -	\$ -	\$ -
Federal sources:					
Vocational education	734,390	677,766	663,990	(13,776)	698,603
Total revenues	734,390	677,766	663,990	(13,776)	698,603
<b>EXPENDITURES</b>					
Current:					
Undistributed expenditures:					
Instructional staff support					
Salaries	92,045	40,050	32,022	8,028	36,497
Benefits	16,111	7,583	7,107	476	3,256
Purchased services	185,983	224,122	223,925	197	162,311
Supplies	325,060	335,667	331,079	4,588	354,512
Property	100,073	48,052	48,052	-	121,601
Other	15,118	22,292	21,805	487	20,426
Total undistributed expenditures	734,390	677,766	663,990	13,776	698,603
Total expenditures	734,390	677,766	663,990	13,776	698,603
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL GRANTS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 50,000	\$ 759,030	\$ 539,840	\$ (219,190)	\$ 831,916
State sources	226,396	1,518,060	1,095,604	(422,456)	768,455
Federal sources	3,029,032	5,313,211	3,749,399	(1,563,812)	3,172,214
Total revenues	<u>3,305,428</u>	<u>7,590,301</u>	<u>5,384,843</u>	<u>(2,205,458)</u>	<u>4,772,585</u>
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	850,709	1,307,611	1,003,326	304,285	827,058
Benefits	147,524	334,608	237,135	97,473	209,138
Purchased services	332,678	562,095	408,959	153,136	258,112
Supplies	300,628	772,707	666,765	105,942	837,396
Property	75,921	26,786	26,786	-	35,985
Other	53,302	61,130	46,209	14,921	47,012
Total regular programs	<u>1,760,762</u>	<u>3,064,937</u>	<u>2,389,180</u>	<u>675,757</u>	<u>2,214,701</u>
Undistributed expenditures:					
Student support					
Salaries	108,665	292,846	271,240	21,606	163,528
Benefits	25,127	89,122	77,963	11,159	38,074
Purchased services	35,814	655,928	599,388	56,540	236,421
Supplies	7,830	625,688	504,984	120,704	222,335
Property	183,413	275,684	275,562	122	131,376
Other	10,730	31,367	30,700	667	12,730
Total student support	<u>371,579</u>	<u>1,970,635</u>	<u>1,759,837</u>	<u>210,798</u>	<u>804,464</u>
Instructional staff support					
Salaries	322,135	891,190	388,736	502,454	583,951
Benefits	75,779	147,502	76,577	70,925	121,382
Purchased services	258,816	532,953	227,814	305,139	511,255
Supplies	177,946	208,293	159,947	48,346	205,941
Property	28,150	11,077	10,518	559	13,701
Other	37,271	559,947	168,467	391,480	43,885
Total instructional staff support	<u>900,097</u>	<u>2,350,962</u>	<u>1,032,059</u>	<u>1,318,903</u>	<u>1,480,115</u>
Other support					
Salaries	83,088	82,740	82,740	-	110,023
Benefits	22,825	37,260	37,260	-	12,837
Purchased services	12,682	514	514	-	14,255
Supplies	111,464	-	-	-	51,373
Other	4,750	1,728	1,728	-	625
Total other support	<u>234,809</u>	<u>122,242</u>	<u>122,242</u>	<u>-</u>	<u>189,113</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**SPECIAL GRANTS - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Central support					
Salaries	\$ 22,500	25,179	25,179	\$ -	\$ 21,605
Benefits	12,833	11,457	11,457	-	8,829
Purchased services	526	422	422	-	1,872
Supplies	2,322	44,467	44,467	-	32,356
Property	-	-	-	-	19,530
Total central support	38,181	81,525	81,525	-	84,192
Total undistributed expenditures	1,271,676	4,525,364	2,995,663	1,529,701	2,557,884
Total expenditures	3,305,428	7,590,301	5,384,843	2,205,458	4,772,585
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
FAMILY RESOURCE CENTERS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 100,000	\$ 108,659	\$ 99,846	\$ (8,813)	\$ 127,082
State sources	350,000	384,485	367,930	(16,555)	399,930
Federal sources	434,916	342,693	325,849	(16,844)	286,375
Total revenues	<u>884,916</u>	<u>835,837</u>	<u>793,625</u>	<u>(42,212)</u>	<u>813,387</u>
<b>EXPENDITURES</b>					
Community service programs:					
Salaries	563,212	511,619	493,702	17,917	513,947
Benefits	166,497	161,868	150,655	11,213	151,685
Purchased services	86,185	89,793	84,543	5,250	79,655
Supplies	21,184	30,842	27,314	3,528	26,408
Other	47,838	41,715	37,411	4,304	41,692
Total community service	<u>884,916</u>	<u>835,837</u>	<u>793,625</u>	<u>42,212</u>	<u>813,387</u>
Total expenditures	<u>884,916</u>	<u>835,837</u>	<u>793,625</u>	<u>42,212</u>	<u>813,387</u>
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WASHOE COUNTY SCHOOL DISTRICT  
ADULT EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources:					
High school diploma program	\$ 2,336,029	\$ 2,014,261	\$ 1,906,805	\$ (107,456)	\$ 1,954,154
<b>EXPENDITURES</b>					
Current:					
Adult education programs:					
Instruction					
Salaries	1,056,162	871,121	867,198	3,923	921,115
Benefits	202,672	199,693	199,045	648	202,748
Purchased services	96,217	135,800	123,488	12,312	87,546
Supplies	215,734	115,797	70,216	45,581	88,151
Other	77,902	71,306	67,502	3,804	69,479
Total adult education programs	1,648,687	1,393,717	1,327,449	66,268	1,369,039
Undistributed expenditures:					
Student support					
Salaries	193,724	160,000	148,506	11,494	175,291
Benefits	54,036	60,851	44,912	15,939	51,896
Supplies	278	-	-	-	-
Total student support	248,038	220,851	193,418	27,433	227,187
School administration					
Salaries	287,368	246,755	245,763	992	232,488
Benefits	80,086	77,878	77,010	868	62,506
Total school administration	367,454	324,633	322,773	1,860	294,994
Operations and maintenance					
Salaries	55,731	52,000	49,043	2,957	49,696
Benefits	16,119	23,060	14,122	8,938	13,238
Total operations and maintenance	71,850	75,060	63,165	11,895	62,934
Total undistributed expenditures	687,342	620,544	579,356	41,188	585,115
Total expenditures	2,336,029	2,014,261	1,906,805	107,456	1,954,154
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**CLASS SIZE REDUCTION - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources:					
Special appropriations	\$ 16,645,515	\$ 16,645,515	\$ 16,645,515	\$ -	\$ 15,348,617
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	12,438,843	12,438,843	12,247,727	191,116	11,346,902
Benefits	4,206,672	4,206,672	4,397,788	(191,116)	4,001,715
Total expenditures	16,645,515	16,645,515	16,645,515	-	15,348,617
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
NUTRITION SERVICES - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Regular food program	\$ 6,734,525	\$ 6,723,439	\$ 6,569,256	\$ (154,183)	\$ 6,287,306
Other	-	-	9,656	9,656	374
Federal sources:					
Special milk	2,658	2,875	2,821	(54)	2,972
National school lunch program	6,133,212	6,540,386	6,632,274	91,888	6,144,775
School breakfast program	1,487,248	1,452,044	1,386,409	(65,635)	1,354,009
Commodity foods program	-	865,237	865,237	-	884,322
Total revenues	<u>14,357,643</u>	<u>15,583,981</u>	<u>15,465,653</u>	<u>(118,328)</u>	<u>14,673,758</u>
<b>EXPENDITURES</b>					
Current:					
Food service operations:					
Salaries	5,039,067	5,220,772	4,805,824	414,948	4,520,381
Benefits	1,271,000	1,233,195	1,425,997	(192,802)	1,268,541
Purchased services	1,125,500	1,118,466	995,408	123,058	1,055,072
Supplies	6,656,893	7,869,322	7,544,346	324,976	6,991,517
Property	126,011	5,595	17,070	(11,475)	133,366
Other	54,514	35,459	49,566	(14,107)	40,758
Total expenditures	<u>14,272,985</u>	<u>15,482,809</u>	<u>14,838,211</u>	<u>644,598</u>	<u>14,009,635</u>
Net change in fund balances	<u>84,658</u>	<u>101,172</u>	<u>627,442</u>	<u>526,270</u>	<u>664,123</u>
<b>FUND BALANCE, July 1</b>	<u>1,207,764</u>	<u>1,106,592</u>	<u>1,770,715</u>	<u>(664,123)</u>	<u>1,106,592</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 1,292,422</u>	<u>\$ 1,207,764</u>	<u>\$ 2,398,157</u>	<u>\$ (137,853)</u>	<u>\$ 1,770,715</u>

**WASHOE COUNTY SCHOOL DISTRICT**  
**DRUG FREE SCHOOLS - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources:					
Safe and drug free schools act	\$ 278,779	\$ 344,890	\$ 278,304	\$ (66,586)	\$ 311,093
<b>EXPENDITURES</b>					
Current:					
Undistributed expenditures:					
Instructional staff support					
Salaries	175,432	142,903	118,816	24,087	178,100
Benefits	27,367	40,801	29,364	11,437	30,655
Purchased services	11,546	89,000	70,502	18,498	27,118
Supplies	51,085	49,218	37,961	11,257	69,577
Other	13,349	22,968	21,661	1,307	5,643
Total undistributed expenditures	278,779	344,890	278,304	66,586	311,093
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
EARLY CHILDHOOD - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources	\$ 410,571	\$ 202,520	\$ 443,208	\$ 240,688	\$ 481,928
Federal sources	582,690	495,825	178,108	(317,717)	257,737
Total revenues	993,261	698,345	621,316	(77,029)	739,665
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	203,414	294,450	294,450	-	299,649
Benefits	61,706	112,912	112,912	-	106,474
Purchased services	221,502	2,400	2,156	244	41,854
Supplies	70,122	960	860	100	3,715
Other	19,946	-	-	-	17,054
Total regular programs	576,690	410,722	410,378	344	468,746
Undistributed expenditures:					
Instructional staff support					
Salaries	6,000	4,240	4,240	-	5,183
Purchased services	-	13,320	12,900	420	8,000
Other	-	15,718	15,690	28	-
Total instructional staff support	6,000	33,278	32,830	448	13,183
Special programs:					
Instruction					
Salaries	197,439	123,653	121,795	1,858	160,849
Benefits	30,383	27,218	23,165	4,053	27,182
Total Instruction	227,822	150,871	144,960	5,911	188,031
Undistributed expenditures:					
Instructional staff support					
Salaries	126,839	27,275	13,006	14,269	28,697
Benefits	32,043	9,362	3,326	6,036	7,708
Purchased services	-	12,000	-	12,000	-
Supplies	9,953	39,515	10,511	29,004	24,176
Property	-	5,000	-	5,000	-
Other	13,914	10,322	6,305	4,017	9,124
Total special undistributed	182,749	103,474	33,148	70,326	69,705
Total special programs	410,571	254,345	178,108	76,237	257,736
Total expenditures	993,261	698,345	621,316	77,029	739,665
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**SPECIAL STATE APPROPRIATIONS - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources:					
Special appropriation	\$ 736,074	\$ 2,584,682	\$ 2,584,682	\$ -	\$ 486,000
<b>EXPENDITURES</b>					
Regular programs:					
Instruction					
Salaries	736,074	708,000	708,000	-	486,000
Benefits	-	1,876,682	1,876,682	-	-
Total regular programs	736,074	2,584,682	2,584,682	-	486,000
Total expenditures	736,074	2,584,682	2,584,682	-	486,000
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**REMEDIAL EDUCATION - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	<u>2005 BUDGET</u>		<u>2005</u>		<u>2004</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>REVENUES</b>					
State sources:					
Legislative appropriation	\$ 936,590	\$ 1,891,642	\$ 1,319,279	\$ (572,363)	\$ 204,933
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	380,799	445,951	236,039	209,912	104,024
Benefits	102,686	134,351	76,962	57,389	40,376
Purchased services	141,059	441,165	181,946	259,219	40,574
Supplies	312,046	870,175	824,332	45,843	19,959
Total expenditures	<u>936,590</u>	<u>1,891,642</u>	<u>1,319,279</u>	<u>572,363</u>	<u>204,933</u>
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WASHOE COUNTY SCHOOL DISTRICT  
READING IMPROVEMENT - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources:					
Reading grants	\$ 826,190	\$ 1,543,170	1,275,882	\$ (267,288)	\$ 1,276,346
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	580,277	523,108	430,862	92,246	534,836
Benefits	153,826	152,664	136,408	16,256	146,334
Purchased services	44,468	51,644	38,984	12,660	190,768
Supplies	15,610	265,490	230,229	35,261	253,456
Other	28,859	2,858	2,551	307	33,567
Total regular programs	823,040	995,764	839,034	156,730	1,158,961
Undistributed expenditures:					
Student support					
Salaries	-	82,616	77,896	4,720	-
Benefits	-	30,103	27,417	2,686	-
Purchased services	-	44,330	28,354	15,976	67,295
Supplies	-	22,946	4,865	18,081	36,067
Other	-	272,565	265,947	6,618	11,097
Total student support	-	452,560	404,479	48,081	114,459
Instructional staff support					
Salaries	3,082	26,746	8,106	18,640	2,867
Benefits	68	711	81	630	59
Purchased Services	-	59,486	21,643	37,843	-
Supplies	-	4,545	1,393	3,152	-
Other	-	3,358	1,146	2,212	-
Total instructional staff support	3,150	94,846	32,369	62,477	2,926
Total undistributed expenditures	3,150	547,406	436,848	110,558	117,385
Total expenditures	826,190	1,543,170	1,275,882	267,288	1,276,346
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
 TWENTY-FIRST CENTURY - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2005  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Contributions	\$ -	\$ -	\$ 9,731	\$ 9,731	\$ -
Federal sources:					
21st Century	2,136,511	2,391,023	1,935,992	(455,031)	1,568,486
Total revenues	2,136,511	2,391,023	1,945,723	(445,300)	1,568,486
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	776,565	1,026,464	894,079	132,385	620,514
Benefits	92,780	186,405	129,719	56,686	68,145
Purchased services	186,035	436,602	291,367	145,235	213,609
Supplies	80,882	156,567	108,550	48,017	52,786
Other	34,953	33,823	24,858	8,965	23,920
Total regular programs	1,171,215	1,839,861	1,448,573	391,288	978,974
Undistributed expenditures:					
Instructional staff support					
Salaries	383,422	115,381	114,152	1,229	252,918
Benefits	87,074	31,984	29,189	2,795	53,105
Purchased services	379,079	202,582	185,303	17,279	211,420
Supplies	40,129	118,391	100,511	17,880	26,848
Other	75,592	82,824	67,995	14,829	45,221
Total undistributed expenditures	965,296	551,162	497,150	54,012	589,512
Total expenditures	2,136,511	2,391,023	1,945,723	445,300	1,568,486
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
TITLE II, PART A, TEACHER TRAINING - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources:					
Title II, Part A	\$ 1,700,798	\$ 1,450,186	\$ 1,044,268	\$ (405,918)	\$ 1,245,370
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	442,975	-	-	-	161,009
Benefits	148,642	-	-	-	60,379
Total regular programs	591,617	-	-	-	221,388
Undistributed expenditures:					
Instructional staff support					
Salaries	525,998	618,866	502,263	116,603	416,748
Benefits	57,026	77,234	62,860	14,374	21,669
Purchased services	365,183	557,153	339,561	217,592	386,582
Supplies	98,902	135,970	94,133	41,837	154,435
Other	62,072	60,963	45,451	15,512	44,548
Total undistributed expenditures	1,109,181	1,450,186	1,044,268	405,918	1,023,982
Total expenditures	1,700,798	1,450,186	1,044,268	405,918	1,245,370
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
TITLE III, ENGLISH LANGUAGE ACQUISITION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources:					
Title III - English language acquisition	\$ 721,286	\$ 858,053	\$ 815,646	\$ (42,407)	\$ 492,753
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	469,468	353,774	349,480	4,294	254,259
Benefits	143,087	120,793	111,901	8,892	85,335
Purchased services	28,135	165,082	151,895	13,187	60,193
Supplies	65,993	189,815	175,378	14,437	82,955
Property	-	12,000	11,219	781	-
Other	14,603	16,589	15,773	816	10,011
Total expenditures	721,286	858,053	815,646	42,407	492,753
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
REGIONAL PROFESSIONAL DEVELOPMENT PROGRAM - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources:					
Legislative appropriation	\$ 2,518,008	\$ 2,102,244	\$ 2,003,557	\$ (98,687)	\$ 1,727,182
<b>EXPENDITURES</b>					
Current:					
Undistributed expenditures:					
Instructional staff support					
Salaries	1,087,465	949,821	930,797	19,024	915,093
Benefits	201,980	242,985	216,792	26,193	188,690
Purchased services	450,796	387,838	357,529	30,309	287,185
Supplies	691,202	444,679	425,951	18,728	263,441
Property	-	-	-	-	10,054
Other	86,565	76,921	72,488	4,433	62,719
Total expenditures	2,518,008	2,102,244	2,003,557	98,687	1,727,182
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
EDUCATION COLLABORATIVE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 254,629	\$ 254,629	\$ 159,942	\$ (94,687)	\$ 34,552
State sources	6,701	6,701	3,656	(3,045)	-
Federal sources	408,746	408,746	261,433	(147,313)	212,938
Total revenues	670,076	670,076	425,031	(245,045)	247,490
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	5,970	5,970	15,526	(9,556)	13,128
Benefits	2,030	2,030	2,111	(81)	3,319
Purchased services	151,052	151,052	44,985	106,067	4,097
Supplies	131,566	131,566	79,310	52,256	13,292
Other	-	-	3,358	(3,358)	716
Total regular programs	290,618	290,618	145,290	145,328	34,552
Undistributed expenditures:					
Student support					
Salaries	173,094	173,094	139,671	33,423	107,974
Benefits	61,060	61,060	47,620	13,440	36,203
Purchased services	79,193	79,193	46,013	33,180	39,168
Supplies	28,292	28,292	18,072	10,220	19,055
Other	13,574	13,574	10,055	3,519	10,538
Total student support	355,213	355,213	261,431	93,782	212,938
Instructional staff support					
Purchased services	10,000	10,000	8,245	1,755	-
Other support					
Salaries	4,041	4,041	1,763	2,278	-
Benefits	209	209	147	62	-
Purchased services	9,309	9,309	7,676	1,633	-
Supplies	612	612	405	207	-
Other	74	74	74	-	-
Total other support	14,245	14,245	10,065	4,180	-
Total undistributed expenditures	379,458	379,458	279,741	99,717	212,938
Total expenditures	670,076	670,076	425,031	245,045	247,490
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
PRIVATE FOUNDATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Foundations	\$ 330,914	\$ 330,914	190,062	\$ (140,852)	\$ 133,072
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	131,865	131,865	73,266	58,599	35,007
Benefits	14,950	14,950	3,669	11,281	8,852
Purchased services	28,298	28,298	11,618	16,680	10,925
Supplies	90,801	90,801	78,384	12,417	35,445
Total regular programs	265,914	265,914	166,937	98,977	90,229
Undistributed expenditures:					
Student support					
9	2,600	2,600	-	2,600	11,482
Supplies	32,400	32,400	10,000	22,400	10,058
Total student support	35,000	35,000	10,000	25,000	21,540
Instructional staff support					
Purchased Services	30,000	30,000	13,125	16,875	21,303
Total undistributed expenditures	65,000	65,000	23,125	41,875	42,843
Total expenditures	330,914	330,914	190,062	140,852	133,072
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
 MEDICAID - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2005  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	<u>2005 BUDGET</u>		<u>2005</u>		<u>2004</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>REVENUES</b>					
Federal sources:					
Medicaid	\$ 500,000	\$ 769,687	\$ 769,687	\$ -	\$ 159,192
<b>EXPENDITURES</b>					
Current:					
Regular Programs					
Instruction					
Salaries	50,000	100,000	20,974	79,026	-
Benefits	5,000	50,000	6,528	43,472	-
Purchased services	200,000	469,687	97,777	371,910	103,554
Supplies	100,000	150,000	32,408	117,592	195,604
Property	145,000	-	-	-	6,679
Total expenditures	500,000	769,687	157,687	612,000	305,837
Net change in fund balances	-	-	612,000	612,000	(146,645)
<b>FUND BALANCE, July 1</b>	-	-	-	-	146,645
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 612,000	\$ 612,000	\$ -

**WASHOE COUNTY SCHOOL DISTRICT**  
**CATEGORICAL GRANTS - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ -	\$ 517,596	\$ 504,521	\$ (13,075)	\$ 182,793
Total revenues	-	517,596	504,521	(13,075)	182,793
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	-	505,776	371,630	134,146	138,735
Benefits	-	2,820	99,636	(96,816)	39,245
Total regular programs	-	508,596	471,266	37,330	177,980
Undistributed expenditures:					
Student support					
Salaries	-	2,500	1,725	775	1,109
Benefits	-	-	544	(544)	342
Total student support	-	2,500	2,269	231	1,451
Instructional staff support					
Salaries	-	5,500	1,543	3,957	-
Benefits	-	-	338	(338)	-
Total instructional staff support	-	5,500	1,881	3,619	-
General Administration					
Salaries	-	1,000	25	975	-
Benefits	-	-	3	(3)	-
Total general administration	-	1,000	28	972	-
Total undistributed expenditures	-	9,000	4,178	4,822	1,451
Total expenditures	-	517,596	475,444	42,152	179,431
Net change in fund balances	-	-	29,077	29,077	3,362
<b>FUND BALANCE, July 1</b>		-	3,362	(3,362)	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 32,439	\$ 25,715	\$ 3,362

**WASHOE COUNTY SCHOOL DISTRICT  
COMMUNITY EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 307,500	\$ 307,500	\$ 322,257	\$ 14,757	\$ 311,620
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	120,163	120,161	87,487	32,674	108,490
Benefits	6,154	6,154	5,628	526	5,730
Purchased services	92,964	157,383	67,372	90,011	59,549
Supplies	15,008	14,258	10,899	3,359	10,438
Property	1,380	1,381	-	1,381	-
Other	11,573	11,573	2,032	9,541	6,540
Total regular programs	247,242	310,910	173,418	137,492	190,747
Undistributed expenditures:					
School administration					
Salaries	122,307	122,307	113,988	8,319	117,141
Benefits	35,414	35,414	35,700	(286)	36,027
Total undistributed expenditures	157,721	157,721	149,688	8,033	153,168
Total expenditures	404,963	468,631	323,106	145,525	343,915
Net change in fund balances	(97,463)	(161,131)	(849)	160,282	(32,295)
<b>FUND BALANCE, July 1</b>	224,995	288,663	288,663	-	320,958
<b>FUND BALANCE, June 30</b>	\$ 127,532	\$ 127,532	\$ 287,814	\$ 160,282	\$ 288,663

**WASHOE COUNTY SCHOOL DISTRICT  
 GIFTS AND DONATIONS - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2005  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 486,158	\$ 1,057,184	\$ 637,567	\$ (419,617)	\$ 656,250
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	104,700	232,370	85,791	146,579	146,290
Benefits	6,291	19,271	6,691	12,580	16,689
Purchased services	224,576	92,848	99,999	(7,151)	136,733
Supplies	109,373	712,281	138,891	573,390	304,348
Property	31,003	-	210	(210)	985
Other	10,215	414	18,524	(18,110)	16,787
Total expenditures	486,158	1,057,184	350,106	707,078	621,832
Net change in fund balances	-	-	287,461	287,461	34,418
<b>FUND BALANCE, July 1</b>	385,199	385,199	419,617	(34,418)	385,199
<b>FUND BALANCE, June 30</b>	\$ 385,199	\$ 385,199	\$ 707,078	\$ 253,043	\$ 419,617

**WASHOE COUNTY SCHOOL DISTRICT**  
**PRE-FUNDED RETIREE HEALTH BENEFITS - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 40,000	\$ 40,000	\$ 58,182	\$ 18,182	\$ 9,136
<b>OTHER FINANCING SOURCES:</b>					
Transfers in	1,000,000	1,000,000	1,000,000	-	2,300,000
Net change in fund balances	1,040,000	1,040,000	1,058,182	18,182	2,309,136
<b>FUND BALANCE, July 1</b>	2,300,000	2,309,136	2,309,136	-	-
<b>FUND BALANCE, June 30</b>	<u>\$ 3,340,000</u>	<u>\$ 3,349,136</u>	<u>\$ 3,367,318</u>	<u>\$ 18,182</u>	<u>\$ 2,309,136</u>

**WASHOE COUNTY SCHOOL DISTRICT  
 ADVANCED CARPENTRY PROJECT - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2005  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ -	\$ -	\$ 1,248	\$ 1,248	\$ -
<b>EXPENDITURES</b>					
Current:					
Regular programs:					
Instruction					
Salaries	\$ -	\$ -	\$ 8,000	\$ (8,000)	\$ -
Benefits	-	-	168	(168)	17
Purchased services	9,172	9,172	1,658	7,514	24,247
Supplies	89,347	209,501	95,344	114,157	60,492
Other	8,515	8,515	7,025	1,490	-
Total expenditures	107,034	227,188	112,195	114,993	84,756
<b>OTHER FINANCING SOURCES:</b>					
Transfers in	-	150,000	150,000	-	-
Net change in fund balances	(107,034)	(77,188)	39,053	116,241	(84,756)
<b>FUND BALANCE, July 1</b>	66,018	77,188	77,188	-	161,944
<b>FUND BALANCE, June 30</b>	\$ (41,016)	\$ -	\$ 116,241	\$ 116,241	\$ 77,188

**WASHOE COUNTY SCHOOL DISTRICT  
WELLNESS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 228,680	\$ 384,890	\$ 238,541	\$ (146,349)	\$ 236,461
<b>EXPENDITURES</b>					
Current:					
Undistributed expenditures:					
Instructional Staff Support					
Salaries	35,951	70,000	68,803	1,197	46,721
Benefits	227,157	350,000	351,437	(1,437)	241,974
Purchased services	2,372	15,000	10,355	4,645	7,598
Supplies	20,671	5,000	1,252	3,748	-
Total undistributed expenditures	286,151	440,000	431,847	8,153	296,293
Total expenditures	286,151	440,000	431,847	8,153	296,293
Net change in fund balances	(57,471)	(55,110)	(193,306)	(138,196)	(59,832)
<b>FUND BALANCE, July 1</b>	270,608	268,247	268,247	-	328,079
<b>FUND BALANCE, June 30</b>	\$ 213,137	\$ 213,137	\$ 74,941	\$ (138,196)	\$ 268,247

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# Debt Service --- Fund

To account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

**WASHOE COUNTY SCHOOL DISTRICT  
DEBT SERVICE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Ad valorem taxes	\$ 42,798,163	\$ 42,798,163	\$ 43,304,316	\$ 506,153	\$ 40,437,409
Earnings on investments	1,173,199	800,000	1,321,493	521,493	1,342,898
Net (decrease) in the fair value of investments	-	-	128,489	128,489	(1,274,630)
Total revenues	<u>43,971,362</u>	<u>43,598,163</u>	<u>44,754,298</u>	<u>1,156,135</u>	<u>40,505,677</u>
<b>EXPENDITURES</b>					
Debt service:					
Principal	25,684,017	25,720,391	25,720,391	-	23,392,727
Interest	19,006,773	19,602,416	19,156,006	446,410	19,474,379
Bond issuance costs	-	221,388	208,649	12,739	78,115
Other	100,000	100,000	13,738	86,262	9,846
Total expenditures	<u>44,790,790</u>	<u>45,644,195</u>	<u>45,098,784</u>	<u>545,411</u>	<u>42,955,067</u>
Excess (deficiency) of revenues over expenditures	<u>(819,428)</u>	<u>(2,046,032)</u>	<u>(344,486)</u>	<u>1,701,546</u>	<u>(2,449,390)</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Bonds issued	-	3,200,000	3,200,000	-	-
Proceeds of refunding bonds	-	22,970,000	22,970,000	-	11,820,000
Debt premium	-	2,398,523	2,398,523	-	278,000
Payment to refunded bonds escrow agent	-	(25,147,135)	(25,147,135)	-	(12,011,244)
Transfers in	3,050,947	3,077,796	3,077,796	-	2,147,303
Total other financing sources (uses)	<u>3,050,947</u>	<u>6,499,184</u>	<u>6,499,184</u>	<u>-</u>	<u>2,234,059</u>
Net change in fund balances	2,231,519	4,453,152	6,154,698	1,701,546	(215,331)
FUND BALANCE, July 1	<u>39,147,425</u>	<u>38,048,160</u>	<u>38,048,160</u>	<u>-</u>	<u>38,263,491</u>
FUND BALANCE, June 30	<u>\$ 41,378,944</u>	<u>\$ 42,501,312</u>	<u>\$ 44,202,858</u>	<u>\$ 1,701,546</u>	<u>\$ 38,048,160</u>

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# Capital Projects Funds

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To account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by special revenue funds).

Individual funds include the following:

**Capital Projects Funds:**

To account for costs related to the building and acquisition, construction, and improvements for schools and other District-owned properties.

**Building and Sites Fund:**

To account for various other capital projects.

**Extraordinary Maintenance Funds:**

To account for costs related to extraordinary maintenance, repair or improvement of existing facilities or facilities which replace those facilities.

**WASHOE COUNTY SCHOOL DISTRICT  
2005 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005**

	2005 BUDGET		2005	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
<b>REVENUES</b>				
Local sources:				
Earnings on investments	\$ -	\$ -	\$ 581,156	\$ 581,156
<b>EXPENDITURES</b>				
Current:				
Undistributed expenditures:				
Business support				
Purchased Services	-	-	40,408	(40,408)
Other	-	750,000	7,577	742,423
Total undistributed expenditures	-	750,000	47,985	702,015
Capital outlay, facilities acquisition, and construction:				
Land acquisition				
Purchased Services	-	10,000	3,400	6,600
Property	-	740,000	610,000	130,000
Other	-	-	4,752	(4,752)
Total land acquisition	-	750,000	618,152	131,848
Site improvement				
Purchased services	-	1,000,000	95	999,905
Architecture and engineering services				
Purchased services	-	2,483,800	1,163,155	1,320,645
Other	-	16,200	-	16,200
Total architecture and engineering services	-	2,500,000	1,163,155	1,336,845
Building acquisition and construction				
Purchased services	-	1,849,000	26,960	1,822,040
Property	-	-	4,022	(4,022)
Other	-	151,000	14,677	136,323
Total building acquisition and construction	-	2,000,000	45,659	1,954,341
Building improvement				
Purchased services	-	2,990,000	672,820	2,317,180
Supplies	-	10,000	-	10,000
Total improvement	-	3,000,000	672,820	2,327,180
Total capital outlay, facilities acquisition and construction	-	9,250,000	2,499,881	6,750,119
Debt service:				
Bond issuance costs	-	-	338,500	(338,500)
Total expenditures	-	10,000,000	2,886,366	7,113,634

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**2005 BOND ROLLOVER FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**

	2005 BUDGET		2005	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
Excess (deficiency) of revenues over expenditures	\$ -	\$ (10,000,000)	\$ (2,305,210)	\$ 7,694,790
<b>OTHER FINANCING SOURCES</b>				
Bonds issued	-	62,800,000	62,800,000	-
Bond premium	-	4,393,516	4,393,516	-
Total other financing sources	-	67,193,516	67,193,516	-
Net change in fund balances	-	57,193,516	64,888,306	7,694,790
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ 57,193,516	\$ 64,888,306	\$ 7,694,790

**WASHOE COUNTY SCHOOL DISTRICT  
2003 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ -	\$ -	\$ 1,273,501	\$ 1,273,501	\$ 648,098
<b>EXPENDITURES</b>					
Current:					
Undistributed expenditures:					
Business support					
Salaries	-	895,384	883,817	11,567	-
Benefits	-	256,400	259,064	(2,664)	-
Purchased Services	9,800	114,800	272,939	(158,139)	34,184
Supplies	102,294	102,794	14,881	87,913	3,986
Property	250,333	279,833	275,808	4,025	19,799
Other	100,000	250,789	7,449	243,340	85
Total business support	462,427	1,900,000	1,713,958	186,042	58,054
Capital outlay, facilities acquisition, and construction:					
Land acquisition					
Property	1,700,000	2,280,000	2,280,000	-	-
Site improvement					
Purchased services	48,148	650,000	95,645	554,355	246,852
Property	-	-	-	-	140
Total site improvement	48,148	650,000	95,645	554,355	246,992
Architecture and engineering services					
Purchased services	4,334,650	5,300,000	2,707,130	2,592,870	104,908
Other	-	-	5,040	(5,040)	-
Total architecture and engineering services	4,334,650	5,300,000	2,712,170	2,587,830	104,908
Building acquisition and construction					
Purchased services	15,365,948	31,143,533	653,232	30,490,301	-
Supplies	550,000	765,200	193	765,007	-
Property	1,570,000	2,019,000	-	2,019,000	-
Other	800,000	2,546,725	263,009	2,283,716	-
Total building acquisition and construction	18,285,948	36,474,458	916,434	35,558,024	-
Building improvement					
Purchased services	5,523,021	6,236,525	2,187,708	4,048,817	1,259,721
Supplies	200,000	200,000	15,667	184,333	-
Property	1,300,000	1,117,230	805,331	311,899	-
Other	40,000	40,000	469	39,531	-
Total improvement	7,063,021	7,593,755	3,009,175	4,584,580	1,259,721
Total capital outlay, facilities acquisition and construction	31,431,767	52,298,213	9,013,424	43,284,789	1,611,621

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**2003 BOND ROLLOVER FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Debt service:					
Bond issuance costs	\$ -	\$ -	\$ -	\$ -	\$ 615,177
Total expenditures	<u>31,894,194</u>	<u>54,198,213</u>	<u>10,727,382</u>	<u>43,470,831</u>	<u>2,284,852</u>
Excess (deficiency) of revenues over expenditures	<u>(31,894,194)</u>	<u>(54,198,213)</u>	<u>(9,453,881)</u>	<u>44,744,332</u>	<u>(1,636,754)</u>
<b>OTHER FINANCING SOURCES</b>					
Bonds issued	-	-	-	-	55,000,000
Bond premium	-	-	-	-	834,967
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>55,834,967</u>
Net change in fund balances	<u>(31,894,194)</u>	<u>(54,198,213)</u>	<u>(9,453,881)</u>	<u>44,744,332</u>	<u>54,198,213</u>
<b>FUND BALANCE, July 1</b>	<u>54,198,213</u>	<u>54,198,213</u>	<u>54,198,213</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 22,304,019</u>	<u>\$ -</u>	<u>\$ 44,744,332</u>	<u>\$ 44,744,332</u>	<u>\$ 54,198,213</u>

**WASHOE COUNTY SCHOOL DISTRICT  
2002 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ -	\$ -	\$ 109,105	\$ 109,105	\$ 274,429
<b>EXPENDITURES</b>					
Current:					
Undistributed expenditures:					
Business support					
Salaries	1,037,871	669,834	318,739	351,095	464,751
Benefits	307,043	157,043	95,181	61,862	137,542
Purchased Services	12,345	10,001	855	9,146	55,686
Supplies	100,000	-	5,111	(5,111)	11,723
Property	60,000	678,035	-	678,035	24,542
Other	25,000	25,000	-	25,000	10,000
Total undistributed expenditures	1,542,259	1,539,913	419,886	1,120,027	704,244
Capital outlay, facilities acquisition, and construction:					
Land acquisition					
Purchased Services	1,500	-	-	-	-
Supplies	-	-	-	-	5,000
Architecture and engineering services					
Purchased services	301,212	410,142	27,015	383,127	373,714
Building acquisition and construction					
Purchased services	1,314,126	1,209,042	341,880	867,162	16,944,571
Supplies	984,224	984,224	629,543	354,681	41,580
Property	1,560,101	1,560,101	1,554,212	5,889	335,348
Other	110,000	110,000	100,873	9,127	79,778
Total building acquisition and construction	3,968,451	3,863,367	2,626,508	1,236,859	17,401,277
Total capital outlay, facilities acquisition and construction	4,271,163	4,273,509	2,653,523	1,619,986	17,779,991
Total expenditures	5,813,422	5,813,422	3,073,409	2,740,013	18,484,235
Excess (deficiency) of revenues over expenditures	(5,813,422)	(5,813,422)	(2,964,304)	2,849,118	(18,209,806)
Net change in fund balances	(5,813,422)	(5,813,422)	(2,964,304)	2,849,118	(18,209,806)
<b>FUND BALANCE, July 1</b>	5,813,422	5,813,422	5,813,422	-	24,023,228
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 2,849,118	\$ 2,849,118	\$ 5,813,422

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR CAPITAL PROJECTS FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2005**

	<b>GOVERNMENT SERVICES TAX FUND</b>	<b>1999 BOND FUND</b>	<b>BUILDING AND SITES FUND</b>
<b>ASSETS</b>			
Cash and investments	\$ 8,646,862	\$ 2,695,159	\$ 1,007,257
Receivables:			
Interest	20,549	6,992	2,964
Due from other governments	340,774	-	-
Total assets	\$ 9,008,185	\$ 2,702,151	\$ 1,010,221
<b>LIABILITIES</b>			
Accounts payable	\$ 103,129	\$ 254,948	\$ 1,569
Accrued liabilities	23,774	30,780	-
Construction contracts payable	27,634	52,500	-
Total liabilities	154,537	338,228	1,569
<b>FUND BALANCE</b>			
Reserved for:			
Encumbrances	596,034	345,728	-
Construction contracts	442,894	-	-
Unreserved:			
Undesignated	7,814,720	2,018,195	1,008,652
Total fund balance	8,853,648	2,363,923	1,008,652
Total liabilities and fund balance	\$ 9,008,185	\$ 2,702,151	\$ 1,010,221

FACILITIES EXTRAORDINARY MAINTENANCE FUND	1998 BOND EXTRAORDINARY MAINTENANCE FUND	1999 BOND EXTRAORDINARY MAINTENANCE FUND	TOTAL
\$ 13,581	\$ 127,373	\$ 686,828	\$ 13,177,060
26	363	1,771	32,665
-	-	-	340,774
<u>\$ 13,607</u>	<u>\$ 127,736</u>	<u>\$ 688,599</u>	<u>\$ 13,550,499</u>
\$ -	\$ 13,473	\$ 4,526	\$ 377,645
-	25,587	-	80,141
-	-	-	80,134
-	39,060	4,526	537,920
8,696	23,125	821	974,404
-	-	-	442,894
<u>4,911</u>	<u>65,551</u>	<u>683,252</u>	<u>11,595,281</u>
<u>13,607</u>	<u>88,676</u>	<u>684,073</u>	<u>13,012,579</u>
<u>\$ 13,607</u>	<u>\$ 127,736</u>	<u>\$ 688,599</u>	<u>\$ 13,550,499</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR CAPITAL PROJECTS FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2005**

	<b>GOVERNMENT SERVICES TAX FUND</b>	<b>1999 BOND FUND</b>	<b>1998 BOND FUND</b>	<b>1992 BOND FUND</b>
<b>REVENUES</b>				
Local sources	\$ 3,755,707	\$ 1,027,879	\$ 409	\$ 954
<b>EXPENDITURES</b>				
Current:				
Capital outlay	1,656,566	1,533,642	5,173	87,840
Excess (deficiency) of revenues over expenditures	2,099,141	(505,763)	(4,764)	(86,886)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	348,000	-	-	-
Transfers out	-	-	-	-
Total other financing sources (uses)	348,000	-	-	-
Net change in fund balances	2,447,141	(505,763)	(4,764)	(86,886)
<b>FUND BALANCE, July 1</b>	6,406,507	2,869,686	4,764	86,886
<b>FUND BALANCE, June 30</b>	\$ 8,853,648	\$ 2,363,923	\$ -	\$ -

<u>BUILDING AND SITES FUND</u>	<u>FACILITIES EXTRAORDINARY MAINTENANCE FUND</u>	<u>1998 BOND EXTRAORDINARY MAINTENANCE FUND</u>	<u>1999 BOND EXTRAORDINARY MAINTENANCE FUND</u>	<u>TOTAL</u>
\$ 693,119	\$ 5,290	\$ 10,737	\$ 15,578	\$ 5,509,673
263,002	1,106,007	233,455	8,126	4,893,811
430,117	(1,100,717)	(222,718)	7,452	615,862
-	-	-	-	348,000
(150,000)	-	-	-	(150,000)
(150,000)	-	-	-	198,000
280,117	(1,100,717)	(222,718)	7,452	813,862
728,535	1,114,324	311,394	676,621	12,198,717
<u>\$ 1,008,652</u>	<u>\$ 13,607</u>	<u>\$ 88,676</u>	<u>\$ 684,073</u>	<u>\$ 13,012,579</u>

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENT SERVICES TAX FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Government services tax	\$ 1,900,000	\$ 1,900,000	\$ 3,551,635	\$ 1,651,635	\$ 3,253,375
Earnings on investments	-	-	196,520	196,520	61,436
Other	-	-	7,552	7,552	-
<b>Total revenues</b>	<b>1,900,000</b>	<b>1,900,000</b>	<b>3,755,707</b>	<b>1,855,707</b>	<b>3,314,811</b>
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition, and construction:					
Site improvement					
Purchased services	330,620	356,507	147,274	209,233	163,740
Supplies	-	-	-	-	440
Property	-	-	700	(700)	-
Other	-	-	401	(401)	15
<b>Total site improvement</b>	<b>330,620</b>	<b>356,507</b>	<b>148,375</b>	<b>208,132</b>	<b>164,195</b>
Architecture and engineering services					
Salaries	240,000	246,115	247,981	(1,866)	219,869
Benefits	65,100	75,520	74,908	612	65,613
Purchased services	399,979	661,465	193,872	467,593	137,037
Other	-	-	41	(41)	-
<b>Total architecture and engineering services</b>	<b>705,079</b>	<b>983,100</b>	<b>516,802</b>	<b>466,298</b>	<b>422,519</b>
Building improvement					
Purchased services	1,377,867	7,222,810	908,191	6,314,619	1,813,583
Supplies	22,211	22,211	2,222	19,989	38,092
Property	56,054	56,054	62,204	(6,150)	18,569
Other	13,825	13,825	18,772	(4,947)	51,965
<b>Total building improvement</b>	<b>1,469,957</b>	<b>7,314,900</b>	<b>991,389</b>	<b>6,323,511</b>	<b>1,922,209</b>
<b>Total capital outlay, facilities acquisition and construction</b>	<b>2,505,656</b>	<b>8,654,507</b>	<b>1,656,566</b>	<b>6,997,941</b>	<b>2,508,923</b>
<b>Total expenditures</b>	<b>2,505,656</b>	<b>8,654,507</b>	<b>1,656,566</b>	<b>6,997,941</b>	<b>2,508,923</b>
Excess (deficiency) of revenue over expenditures	(605,656)	(6,754,507)	2,099,141	8,853,648	1,610,029
<b>OTHER FINANCING SOURCES</b>					
Transfers in	-	348,000	348,000	-	-
Net change in fund balances	(605,656)	(6,406,507)	2,447,141	8,853,648	805,888
<b>FUND BALANCE, July 1</b>	<b>605,656</b>	<b>6,406,507</b>	<b>6,406,507</b>	<b>-</b>	<b>5,600,619</b>
<b>FUND BALANCE, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 8,853,648</b>	<b>\$ 8,853,648</b>	<b>\$ 6,406,507</b>

**WASHOE COUNTY SCHOOL DISTRICT  
1999 BOND FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ -	\$ -	\$ 625,852	\$ 625,852	\$ 116,567
Other	-	-	402,027	402,027	110,000
Total revenues	-	-	1,027,879	1,027,879	226,567
<b>EXPENDITURES</b>					
Current:					
Undistributed expenditures:					
Business support					
Salaries	-	-	-	-	122,179
Benefits	-	-	-	-	32,142
Purchased services	-	-	-	-	297
Total undistributed expenditures	-	-	-	-	154,618
Capital outlay, facilities acquisition, and construction:					
Land acquisition					
Property	-	-	-	-	50,906
Architecture and engineering services					
Salaries	-	-	-	-	17,087
Benefits	-	-	-	-	5,216
Purchased services	42,270	50,000	14,204	35,796	505,000
Total architecture and engineering services	42,270	50,000	14,204	35,796	527,303
Building acquisition and construction					
Salaries	-	11,029	11,029	-	10,488
Benefits	-	-	-	-	1,845
Purchased services	1,074,038	741,836	290,822	451,014	7,757,540
Supplies	190,094	570,094	424,587	145,507	1,053,628
Property	21,641	161,041	186,531	(25,490)	3,563,742
Other	-	16,000	49,025	(33,025)	-
Total building acquisition and construction	1,285,773	1,500,000	961,994	538,006	12,387,243
Building improvement					
Purchased services	2,021	1,319,686	94,424	1,225,262	1,728,354
Supplies	-	-	434	(434)	-
Property	-	-	462,586	(462,586)	1,950
Other	-	-	-	-	78
Total building improvement	2,021	1,319,686	557,444	762,242	1,730,382

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT**  
**1999 BOND FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Total capital outlay, facilities acquisition and construction	\$ 1,330,064	\$ 2,869,686	\$ 1,533,642	\$ 1,336,044	\$ 14,695,834
Total expenditures	1,330,064	2,869,686	1,533,642	1,336,044	14,850,452
Net change in fund balances	(1,330,064)	(2,869,686)	(505,763)	2,363,923	(14,623,885)
<b>FUND BALANCE, July 1</b>	1,330,064	2,869,686	2,869,686	-	17,493,571
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 2,363,923	\$ 2,363,923	\$ 2,869,686

**WASHOE COUNTY SCHOOL DISTRICT**  
**1998 BOND FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ -	\$ 32,339	\$ 409	\$ (31,930)	\$ 1,797
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition, and construction:					
Building acquisition and construction					
Purchased services	-	37,103	5,173	31,930	-
Total expenditures	-	37,103	5,173	31,930	-
Net change in fund balances	-	(4,764)	(4,764)	-	1,797
<b>FUND BALANCE, July 1</b>	-	4,764	4,764	-	2,967
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ 4,764

**WASHOE COUNTY SCHOOL DISTRICT**  
**1992 BOND FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2005**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ -	\$ 954	\$ 954	\$ -	\$ 5,837
<b>EXPENDITURES</b>					
Current:					
Capital outlay, facilities acquisition, and construction:					
Site improvement					
Purchased services	-	-	-	-	139,148
Other	-	-	-	-	15
Total site improvement	-	-	-	-	139,163
Architecture and engineering services					
Purchased services	5,061	6,656	6,656	-	206,425
Building improvement					
Purchased services	-	81,184	81,184	-	476,795
Total expenditures	5,061	87,840	87,840	-	822,383
Net change in fund balances	(5,061)	(86,886)	(86,886)	-	(816,546)
<b>FUND BALANCE, July 1</b>	5,061	86,886	86,886	-	903,432
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ 86,886

**WASHOE COUNTY SCHOOL DISTRICT  
BUILDING AND SITES FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Rental income	\$ -	\$ 300,000	\$ 50,022	\$ (249,978)	\$ 48,556
Earnings on investments	50,000	8,000	21,445	13,445	7,813
Sale of property	-	-	621,652	621,652	42,000
Total revenues	50,000	308,000	693,119	385,119	98,369
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition, and construction:					
Land acquisition					
Purchased services	-	14,500	22,650	(8,150)	9,200
Property	-	768,500	206,031	562,469	-
Other	-	-	1,496	(1,496)	-
Total land acquisition	-	783,000	230,177	552,823	9,200
Site improvement					
Purchased services	-	-	-	-	3,990
Architecture and engineering services					
Purchased services	45,000	50,000	14,225	35,775	144
Building improvement					
Purchased services	-	33,835	-	33,835	-
Supplies	-	-	12,800	(12,800)	7,052
Property	5,000	19,700	5,800	13,900	-
Total building improvement	5,000	53,535	18,600	34,935	7,052
Total expenditures	50,000	886,535	263,002	623,533	20,386
Excess (deficiency) of revenues over expenditures	-	(578,535)	430,117	1,008,652	77,983
<b>OTHER FINANCING USES:</b>					
Transfers out	-	(150,000)	(150,000)	-	-
Net change in fund balances	-	(728,535)	280,117	1,008,652	77,983
<b>FUND BALANCE, July 1</b>	-	728,535	728,535	-	650,552
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 1,008,652	\$ 1,008,652	\$ 728,535

**WASHOE COUNTY SCHOOL DISTRICT  
FACILITIES EXTRAORDINARY MAINTENANCE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ -	\$ -	\$ 5,290	\$ 5,290	\$ 10,569
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition, and construction:					
Architecture and engineering services					
Purchased services	-	-	-	-	4,464
Building improvement					
Purchased services	9,281	1,114,324	1,106,007	8,317	1,312,980
Other	-	-	-	-	14
Total building improvement	9,281	1,114,324	1,106,007	8,317	1,312,994
Total expenditures	9,281	1,114,324	1,106,007	8,317	1,317,458
Excess (deficiency) of revenue over expenditures	(9,281)	(1,114,324)	(1,100,717)	13,607	(1,306,889)
<b>OTHER FINANCING SOURCES:</b>					
Capital leases	-	-	-	-	1,782,098
Net change in fund balances	(9,281)	(1,114,324)	(1,100,717)	13,607	475,209
<b>FUND BALANCE, July 1</b>	9,281	1,114,324	1,114,324	-	639,115
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 13,607	\$ 13,607	\$ 1,114,324

**WASHOE COUNTY SCHOOL DISTRICT  
1998 BOND EXTRAORDINARY MAINTENANCE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ -	\$ -	\$ 10,737	\$ 10,737	\$ 2,888
Prior year refund	-	1,000	-	(1,000)	90,000
<b>Total revenues</b>	<b>-</b>	<b>1,000</b>	<b>10,737</b>	<b>9,737</b>	<b>92,888</b>
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition, and construction					
Site improvement					
Purchased services	-	2,000	742	1,258	-
Building acquisition and construction					
Purchased services	16,124	241,184	202,781	38,403	80,698
Supplies	14,150	19,150	-	19,150	-
Property	-	-	26,631	(26,631)	-
Other	-	-	16	(16)	-
<b>Total building acquisition and construction</b>	<b>30,274</b>	<b>260,334</b>	<b>229,428</b>	<b>30,906</b>	<b>80,698</b>
Building improvement:					
Purchased services	5,776	50,060	3,285	46,775	1,079
<b>Total expenditures</b>	<b>36,050</b>	<b>312,394</b>	<b>233,455</b>	<b>78,939</b>	<b>81,777</b>
Net change in fund balances	(36,050)	(311,394)	(222,718)	88,676	11,111
<b>FUND BALANCE, July 1</b>	<b>36,050</b>	<b>311,394</b>	<b>311,394</b>	<b>-</b>	<b>300,283</b>
<b>FUND BALANCE, June 30</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 88,676</b>	<b>\$ 88,676</b>	<b>\$ 311,394</b>

**WASHOE COUNTY SCHOOL DISTRICT  
1999 BOND EXTRAORDINARY MAINTENANCE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources:					
Earnings on investments	\$ -	\$ 2,380	\$ 15,578	\$ 13,198	\$ 6,717
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition, and construction					
Building acquisition and construction					
Purchased services	-	12,442	8,126	4,316	-
Property	-	7,558	-	7,558	-
Total building acquisition and construction	-	20,000	8,126	11,874	-
Building improvement:					
Purchased services	-	659,001	-	659,001	-
Total expenditures	-	679,001	8,126	670,875	-
Net change in fund balances	-	(676,621)	7,452	684,073	6,717
<b>FUND BALANCE, July 1</b>	-	676,621	676,621	-	669,904
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 684,073	\$ 684,073	\$ 676,621

# Internal Service Funds

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To account for transactions relating to risk management services provided to other departments of the District on a cost-reimbursement basis. The funds in this category are:

**Insurance Fund–Property and Casualty:**

To account for the self-insured Property and Casualty costs of the District.

**Insurance Fund–Health Insurance:**

To account for the self-insured Health Benefit costs of District employees.

**Insurance Fund–Workers' Compensation:**

To account for the self-insured Workers' Compensation costs of the District.

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF NET ASSETS  
JUNE 30, 2005**

	<b>INSURANCE FUND (PROPERTY CASUALTY)</b>	<b>INSURANCE FUND (HEALTH INSURANCE)</b>	<b>INSURANCE FUND (WORKERS' COMPENSATION)</b>	<b>TOTAL</b>
<b>ASSETS</b>				
Current assets:				
Cash and Investments	\$ 3,380,650	\$ 14,462,226	\$ 5,779,659	\$ 23,622,535
Accounts receivable	100	698,669	-	698,769
Accrued interest receivable	6,959	29,205	33,208	69,372
	<u>3,387,709</u>	<u>15,190,100</u>	<u>5,812,867</u>	<u>24,390,676</u>
Total assets				
<b>LIABILITIES</b>				
Current liabilities:				
Accounts payable	165,938	2,137	25,158	193,233
Accrued liabilities	-	4,171	1,125	5,296
Pending claims	1,112,000	5,165,958	1,544,000	7,821,958
Deferred revenue	-	252	32,890	33,142
	<u>1,277,938</u>	<u>5,172,518</u>	<u>1,603,173</u>	<u>8,053,629</u>
Total current liabilities				
Noncurrent liabilities:				
Pending claims	1,190,000	-	2,509,000	3,699,000
	<u>1,190,000</u>	<u>-</u>	<u>2,509,000</u>	<u>3,699,000</u>
Total liabilities				
<b>NET ASSETS</b>				
Unrestricted	919,771	10,017,582	1,700,694	12,638,047
	<u>919,771</u>	<u>10,017,582</u>	<u>1,700,694</u>	<u>12,638,047</u>
Total net assets	<u>\$ 919,771</u>	<u>\$ 10,017,582</u>	<u>\$ 1,700,694</u>	<u>\$ 12,638,047</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2005**

	<b>INSURANCE FUND (PROPERTY CASUALTY)</b>	<b>INSURANCE FUND (HEALTH INSURANCE)</b>	<b>INSURANCE FUND (WORKERS' COMPENSATION)</b>	<b>TOTAL</b>
<b>OPERATING REVENUES</b>				
Charges for services	\$ 3,262,842	\$ 43,914,108	\$ 3,238,146	\$ 50,415,096
<b>OPERATING EXPENSES</b>				
Salaries and benefits	-	61,708	-	61,708
Employee benefits	-	36,743,111	-	36,743,111
Claims and services	2,994,155	2,024,083	2,268,075	7,286,313
Total operating expenses	2,994,155	38,828,902	2,268,075	44,091,132
Operating income	268,687	5,085,206	970,071	6,323,964
<b>NONOPERATING REVENUES</b>				
Earnings on investments	46,675	177,374	59,409	283,458
Income before transfers	315,362	5,262,580	1,029,480	6,607,422
<b>TRANSFERS IN</b>				
General Fund	-	2,347,754	-	2,347,754
Change in net assets	315,362	7,610,334	1,029,480	8,955,176
<b>NET ASSETS - July 1</b>	604,409	2,407,248	671,214	3,682,871
<b>NET ASSETS - June 30</b>	\$ 919,771	\$ 10,017,582	\$ 1,700,694	\$ 12,638,047

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2003)**

	<b>INSURANCE FUND (PROPERTY CASUALTY)</b>	<b>INSURANCE FUND (HEALTH INSURANCE)</b>	<b>INSURANCE FUND (WORKERS' COMPENSATION)</b>	<b>TOTAL</b>
<b>INCREASE (DECREASE) IN CASH AND INVESTMENTS</b>				
Cash flows from operating activities:				
Cash received for services	\$ 3,264,511	\$ 43,621,685	\$ 3,254,591	\$ 50,140,787
Cash paid for salaries and benefits	-	(61,708)	-	(61,708)
Cash payments for employee benefits	-	(37,096,146)	-	(37,096,146)
Cash payments for claims and services	(2,929,558)	(2,024,083)	(1,979,402)	(6,933,043)
Net cash provided by operating activities	<u>334,953</u>	<u>4,439,748</u>	<u>1,275,189</u>	<u>6,049,890</u>
Cash flows from noncapital financing activities:				
Transfer from General Fund	-	2,347,754	-	2,347,754
Net cash provided by noncapital financing activities	<u>-</u>	<u>2,347,754</u>	<u>-</u>	<u>2,347,754</u>
Cash flows from investing activities:				
Interest received on investments	41,782	152,673	27,899	222,354
Net increase in cash and cash equivalents	376,735	6,940,175	1,303,088	8,619,998
<b>Cash and investments, July 1</b>	<u>3,003,915</u>	<u>7,522,051</u>	<u>4,476,571</u>	<u>15,002,537</u>
<b>Cash and investments, June 30</b>	<u>\$ 3,380,650</u>	<u>\$ 14,462,226</u>	<u>\$ 5,779,659</u>	<u>\$ 23,622,535</u>

**RECONCILIATION OF OPERATING  
INCOME TO NET CASH  
PROVIDED BY OPERATIONS**

Operating income	\$ 268,687	\$ 5,085,206	\$ 970,071	\$ 6,323,964
Adjustments to reconcile operating income to net cash provided by operations:				
Changes in assets and liabilities:				
Accounts receivable	1,669	(291,775)	-	(290,106)
Accounts payable	122,452	1,519	20,548	144,519
Accrued liabilities	(205,855)	1,215	1,125	(203,515)
Pending claims	148,000	(355,769)	267,000	59,231
Deferred revenue	-	(648)	16,445	15,797
Total adjustments	<u>66,266</u>	<u>(645,458)</u>	<u>305,118</u>	<u>(274,074)</u>
Net cash provided by operations	<u>\$ 334,953</u>	<u>\$ 4,439,748</u>	<u>\$ 1,275,189</u>	<u>\$ 6,049,890</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - PROPERTY AND CASUALTY  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS- BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>OPERATING REVENUES</b>					
Charges for services	\$ 3,262,842	\$ 3,262,842	\$ 3,262,842	\$ -	\$ 3,057,129
<b>OPERATING EXPENSES</b>					
General Government:					
Claims and services	3,252,062	3,631,371	2,994,155	637,216	2,840,250
Operating income	10,780	(368,529)	268,687	637,216	216,879
<b>NONOPERATING REVENUES</b>					
Earnings on investments	12,000	22,575	46,675	24,100	18,615
Total nonoperating revenues	12,000	22,575	46,675	24,100	18,615
Change in net assets	22,780	(345,954)	315,362	661,316	235,494
<b>NET ASSETS - July 1</b>	584,294	604,409	604,409	-	368,915
<b>NET ASSETS - June 30</b>	\$ 607,074	\$ 258,455	\$ 919,771	\$ 661,316	\$ 604,409

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - PROPERTY AND CASUALTY  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>INCREASE (DECREASE) IN CASH AND INVESTMENTS</b>					
Cash flows from operating activities:					
Cash received for services	\$ 3,262,842	\$ 3,262,842	\$ 3,264,511	\$ 1,669	\$ 3,055,360
Cash payments for claims and services	(2,995,562)	(3,200,571)	(2,929,558)	271,013	(2,293,994)
Net cash provided by operating activities	267,280	62,271	334,953	272,682	761,366
Cash flows from investing activities:					
Interest received on investments	12,000	22,575	41,782	19,207	18,132
Net increase in cash and cash equivalents	279,280	84,846	376,735	291,889	779,498
Cash and investments, July 1	3,003,915	3,003,915	3,003,915	-	2,224,417
Cash and investments, June 30	\$ 3,283,195	\$ 3,088,761	\$ 3,380,650	\$ 291,889	\$ 3,003,915
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATIONS</b>					
Operating income (loss)	\$ 10,780	\$ (368,529)	\$ 268,687	\$ 637,216	\$ 216,879
Adjustments to reconcile operating income to net cash provided by operations:					
Changes in assets and liabilities:					
Accounts receivable	-	-	1,669	1,669	(1,769)
Accounts payable	-	-	122,452	122,452	(102,297)
Accrued liabilities	-	-	(205,855)	(205,855)	204,553
Pending claims	256,500	430,800	148,000	(282,800)	444,000
Total adjustments	256,500	430,800	66,266	(364,534)	544,487
Net cash provided by operations	\$ 267,280	\$ 62,271	\$ 334,953	\$ 272,682	\$ 761,366

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - HEALTH INSURANCE  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>OPERATING REVENUES</b>					
Charges for services	\$ 43,202,646	\$ 43,202,646	\$ 43,914,108	\$ 711,462	\$ 39,121,737
<b>OPERATING EXPENSES</b>					
General Government:					
Salaries and benefits	49,412	49,412	61,708	(12,296)	55,773
Employee benefits	43,361,873	43,361,873	36,743,111	6,618,762	37,190,621
Services and supplies	1,544,293	1,544,293	2,024,083	(479,790)	1,586,528
Total operating expenses	44,955,578	44,955,578	38,828,902	6,126,676	38,832,922
Operating income (loss)	(1,752,932)	(1,752,932)	5,085,206	6,838,138	288,815
<b>NONOPERATING REVENUES</b>					
Earnings on investments	24,401	24,401	177,374	152,973	22,614
Income (loss) before transfers	(1,728,531)	(1,728,531)	5,262,580	6,991,111	311,429
<b>TRANSFERS IN</b>					
General Fund	2,529,214	2,347,754	2,347,754	-	3,737,248
Change in net assets	800,683	619,223	7,610,334	6,991,111	4,048,677
<b>NET ASSETS - July 1</b>	33,785	2,407,248	2,407,248	-	(1,641,429)
<b>NET ASSETS - June 30</b>	\$ 834,468	\$ 3,026,471	\$ 10,017,582	\$ 6,991,111	\$ 2,407,248

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - HEALTH INSURANCE  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>INCREASE (DECREASE) IN CASH AND INVESTMENTS</b>					
Cash flows from operating activities:					
Cash received for services	\$ 43,202,646	\$ 43,202,646	\$ 43,621,685	\$ 419,039	\$ 39,144,452
Cash paid for salaries	(49,412)	(49,412)	(61,708)	(12,296)	(55,773)
Cash payments for employee benefits	(42,440,325)	(42,440,325)	(37,096,146)	5,344,179	(37,480,242)
Cash payments for services and supplies	(1,544,293)	(1,544,293)	(2,024,083)	(479,790)	(1,586,528)
Net cash provided (used) by operating activities	(831,384)	(831,384)	4,439,748	5,271,132	21,909
Cash flows from noncapital financing activities:					
Transfer from General Fund	2,529,214	2,347,754	2,347,754	-	3,737,248
Cash flows from investing activities:					
Interest received on investments	24,401	24,401	152,673	128,272	20,359
Net increase (decrease) in cash and cash equivalents	1,722,231	1,540,771	6,940,175	5,399,404	3,779,516
<b>Cash and investments, July 1</b>	<b>7,522,051</b>	<b>7,522,051</b>	<b>7,522,051</b>	<b>-</b>	<b>3,742,535</b>
<b>Cash and investments, June 30</b>	<b>\$ 9,244,282</b>	<b>\$ 9,062,822</b>	<b>\$ 14,462,226</b>	<b>\$ 5,399,404</b>	<b>\$ 7,522,051</b>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS</b>					
Operating income (loss)	\$ (1,752,932)	\$ (1,752,932)	\$ 5,085,206	\$ 6,838,138	\$ 288,815
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations:					
Changes in assets and liabilities:					
Accounts receivable	-	-	(291,775)	(291,775)	23,619
Accounts payable	-	-	1,519	1,519	409
Accrued liabilities	-	-	1,215	1,215	(418,106)
Pending claims	921,548	921,548	(355,769)	(1,277,317)	128,076
Deferred revenue	-	-	(648)	(648)	(904)
Total Adjustments	921,548	921,548	(645,458)	(1,567,006)	(266,906)
Net cash provided (used) by operations	\$ (831,384)	\$ (831,384)	\$ 4,439,748	\$ 5,271,132	\$ 21,909

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - WORKERS' COMPENSATION  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>OPERATING REVENUES</b>					
Charges for services	\$ 3,177,082	\$ 3,338,489	\$ 3,238,146	\$ (100,343)	\$ 2,889,976
<b>OPERATING EXPENSES</b>					
General Government:					
Claims and services	2,756,435	2,855,552	2,268,075	587,477	2,650,176
Operating income (loss)	420,647	482,937	970,071	487,134	239,800
<b>NONOPERATING REVENUES</b>					
Earnings on investments	46,263	46,263	59,409	13,146	41,357
Change in net assets	466,910	529,200	1,029,480	500,280	281,157
<b>NET ASSETS - July 1</b>	973,030	671,214	671,214	-	390,057
<b>NET ASSETS - June 30</b>	\$ 1,439,940	\$ 1,200,414	\$ 1,700,694	\$ 500,280	\$ 671,214

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - WORKERS' COMPENSATION  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2005  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2004)**

	2005 BUDGET		2005		2004
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>INCREASE IN CASH AND INVESTMENTS</b>					
Cash Flows from operating activities:					
Cash received for services	\$ 3,177,082	\$ 3,338,489	\$ 3,254,591	\$ (83,898)	\$ 2,906,421
Payments for claims and services	<u>(2,214,440)</u>	<u>(2,098,352)</u>	<u>(1,979,402)</u>	<u>118,950</u>	<u>(2,002,124)</u>
Net cash provided by operating activities	<u>962,642</u>	<u>1,240,137</u>	<u>1,275,189</u>	<u>35,052</u>	<u>904,297</u>
Cash flows from investing activities:					
Interest received on investments	<u>46,263</u>	<u>46,263</u>	<u>27,899</u>	<u>(18,364)</u>	<u>42,847</u>
Net increase in cash and cash equivalents	1,008,905	1,286,400	1,303,088	16,688	947,144
<b>Cash and investments, July 1</b>	<u>4,476,571</u>	<u>4,476,571</u>	<u>4,476,571</u>	<u>-</u>	<u>3,529,427</u>
<b>Cash and investments, June 30</b>	<u>\$ 5,485,476</u>	<u>\$ 5,762,971</u>	<u>\$ 5,779,659</u>	<u>\$ 16,688</u>	<u>\$ 4,476,571</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATIONS</b>					
Operating income	\$ <u>420,647</u>	\$ <u>482,937</u>	\$ <u>970,071</u>	\$ <u>487,134</u>	\$ <u>239,800</u>
Adjustments to reconcile operating income to net cash provided by operations:					
Changes in assets and liabilities:					
Accounts payable	-	-	20,548	20,548	4,111
Accrued liabilities	-	-	1,125	1,125	(59)
Pending claims	541,995	757,200	267,000	(490,200)	644,000
Deferred revenue	<u>-</u>	<u>-</u>	<u>16,445</u>	<u>16,445</u>	<u>16,445</u>
Total adjustments	<u>541,995</u>	<u>757,200</u>	<u>305,118</u>	<u>(452,082)</u>	<u>664,497</u>
Net cash provided by operations	<u>\$ 962,642</u>	<u>\$ 1,240,137</u>	<u>\$ 1,275,189</u>	<u>\$ 35,052</u>	<u>\$ 904,297</u>

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# Fiduciary Funds

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Fiduciary funds account for activities in which the District acts in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Individual funds include the following:

**Private-Purpose Trust Fund:**

**Scholarship Trust Fund:** To account for funds contributed by individuals and entities outside the District that are used to provide scholarships to prospective college students.

**Agency Funds:**

**Student Activities Fund:** To account for student activity funds under the control of the respective schools in the District.

**80/5 Plan Fund:** To account for employee contributions to the District's 80/5 Plan.

**NIAA Fund:** To account for transactions related to the statewide Nevada Interscholastic Athletic Association.

**WASHOE COUNTY SCHOOL DISTRICT  
AGENCY FUNDS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE YEAR ENDED JUNE 30, 2005**

	<u>JUNE 30, 2004</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>JUNE 30, 2005</u>
<b>Student Activities</b>				
<b>ASSETS</b>				
Cash and investments	\$ <u>6,005,754</u>	\$ <u>15,244,560</u>	\$ <u>14,555,654</u>	\$ <u>6,694,660</u>
<b>LIABILITIES</b>				
Due to student groups	\$ <u>6,005,754</u>	\$ <u>15,244,560</u>	\$ <u>14,555,654</u>	\$ <u>6,694,660</u>
<b>80/5 Salary Plan</b>				
<b>ASSETS</b>				
Cash and investments	\$ <u>745,108</u>	\$ <u>212,159</u>	\$ <u>288,138</u>	\$ <u>669,129</u>
<b>LIABILITIES</b>				
Accrued liabilities	\$ <u>745,108</u>	\$ <u>212,159</u>	\$ <u>288,138</u>	\$ <u>669,129</u>
<b>Nevada Interscholastic Athletic Association</b>				
<b>ASSETS</b>				
Accounts receivable	\$ <u>29,497</u>	\$ <u>31,996</u>	\$ <u>29,497</u>	\$ <u>31,996</u>
<b>LIABILITIES</b>				
Accrued liabilities	\$ 8,262	\$ 143,196	\$ 137,957	\$ 13,501
Due to other funds	<u>21,235</u>	<u>18,499</u>	<u>21,239</u>	<u>18,495</u>
Total liabilities	\$ <u>29,497</u>	\$ <u>161,695</u>	\$ <u>159,196</u>	\$ <u>31,996</u>
<b>Totals - All Agency Funds</b>				
<b>ASSETS</b>				
Cash and investments	\$ 6,750,862	\$ 15,456,719	\$ 14,843,792	\$ 7,363,789
Accounts receivable	<u>29,497</u>	<u>31,996</u>	<u>29,497</u>	<u>31,996</u>
Total assets	\$ <u>6,780,359</u>	\$ <u>15,488,715</u>	\$ <u>14,873,289</u>	\$ <u>7,395,785</u>
<b>LIABILITIES</b>				
Accrued liabilities	\$ 753,370	\$ 355,355	\$ 426,095	\$ 682,630
Due to student groups	6,005,754	15,244,560	14,555,654	6,694,660
Due to other funds	<u>21,235</u>	<u>18,499</u>	<u>21,239</u>	<u>18,495</u>
Total liabilities	\$ <u>6,780,359</u>	\$ <u>15,618,414</u>	\$ <u>15,002,988</u>	\$ <u>7,395,785</u>

**WASHOE COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITY FUNDS  
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
FOR THE YEAR ENDED JUNE 30, 2005**

<u>SCHOOLS</u>	<u>BALANCE JUNE 30, 2004</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE JUNE 30, 2005</u>
<b>ELEMENTARY SCHOOLS:</b>				
Allen *	\$ 20,604	\$ 59,242	65,471	\$ 14,375
Anderson	16,294	102,347	59,558	59,083
Beasley	31,279	67,597	61,156	37,720
Beck	8,009	49,702	47,869	9,842
Bennett	11,779	31,631	32,468	10,942
Booth	41,613	67,428	63,380	45,661
Brown *	32,524	61,452	60,075	33,901
Cannan	16,670	40,745	30,492	26,923
Caughlin Ranch	14,510	105,618	86,621	33,507
Corbett *	20,132	41,915	35,774	26,273
Desert Heights	5,432	25,873	21,542	9,763
Diedrichsen	8,392	32,176	33,908	6,660
Dodson	20,233	32,985	36,321	16,897
Donner Springs	20,426	84,073	71,753	32,746
Double Diamond	30,367	113,252	114,385	29,234
Drake *	21,314	61,470	57,258	25,526
Duncan	12,243	50,919	47,037	16,125
Dunn	18,678	89,899	94,669	13,908
Elmcrest	8,847	41,992	41,083	9,756
Gomes	27,117	135,424	138,597	23,944
Gomm	15,413	76,444	80,476	11,381
Greenbrae	4,056	71,951	54,748	21,259
Hidden Valley	8,942	36,891	34,898	10,935
Huffaker	42,723	142,944	146,448	39,219
Hunsberger	19,799	173,815	157,785	35,829
Hunter Lake	41,862	40,027	30,106	51,783
Incline	53,314	192,271	224,706	20,879
Juniper	18,424	75,740	68,272	25,892
Lemmon Valley	49,828	44,747	60,498	34,077
Lenz	60,318	42,585	62,908	39,995
Lincoln Park	8,821	54,326	46,029	17,118
Loder	29,316	36,678	23,137	42,857
Mathews	28,899	62,612	33,851	57,660
Maxwell *	12,672	38,210	37,414	13,468
Melton	59,984	152,258	141,412	70,830
Mitchell *	7,275	26,413	26,287	7,401
Moss	18,778	63,035	61,986	19,827
Mount Rose	58,167	31,849	81,252	8,764
Natchez	10,121	15,263	13,628	11,756
Palmer	10,673	88,140	83,858	14,955
Peavine *	17,767	55,512	55,783	17,496
Picollo	70,637	42,379	37,788	75,228
Pleasant Valley	18,028	99,546	92,618	24,956
Risley	12,885	32,113	31,462	13,536
Sierra Vista *	5,236	45,463	25,016	25,683
Silver Lake	11,224	108,440	94,758	24,906
Smith, Alice	45,020	69,931	56,789	58,162
Smith, Kate	4,009	18,605	18,349	4,265
Smithridge	18,238	57,825	51,907	24,156
Spanish Springs	45,326	132,240	128,959	48,607
Stead *	14,265	69,934	70,316	13,883
Sun Valley *	21,934	37,980	34,011	25,903
Taylor	9,949	131,285	131,269	9,965
Towles	28,724	65,605	76,371	17,958

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITY FUNDS  
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
FOR THE YEAR ENDED JUNE 30, 2005**

<u>SCHOOLS</u>	<u>BALANCE JUNE 30, 2004</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE JUNE 30, 2005</u>
<b>ELEMENTARY SCHOOLS (CONTINUED):</b>				
Van Gorder	\$ 18,196	\$ 160,777	142,920	\$ 36,053
Verdi	14,025	49,681	51,820	11,886
Veterans	22,226	37,296	41,285	18,237
Warner	9,383	46,548	42,120	13,811
Westergard	19,788	69,095	75,070	13,813
Whitehead	26,265	67,218	64,075	29,408
Winnemucca	20,620	91,035	93,025	18,630
	<u>1,399,593</u>	<u>4,250,447</u>	<u>4,084,827</u>	<u>1,565,213</u>
Total Elementary Schools				
<b>MIDDLE SCHOOLS:</b>				
Billinghurst	154,965	155,645	162,260	148,350
Clayton	66,914	117,711	107,007	77,618
Dilworth *	35,238	69,376	67,565	37,049
Incline	53,901	124,179	141,567	36,513
Mendive	105,180	221,711	227,818	99,073
O'Brien	45,632	196,288	187,411	54,509
Pine	69,533	252,996	223,424	99,105
Shaw *	-	131,022	100,797	30,225
Sparks	74,705	64,614	72,045	67,274
Swope	43,490	198,062	189,235	52,317
Traner *	12,945	41,712	38,836	15,821
Vaughn	30,256	105,190	106,659	28,787
	<u>692,759</u>	<u>1,678,506</u>	<u>1,624,624</u>	<u>746,641</u>
Total Middle Schools				
<b>HIGH SCHOOLS:</b>				
Damonte Ranch *	158,440	644,568	535,047	267,961
Galena	589,148	1,366,276	1,402,718	552,706
Gerlach(1)	60,275	64,555	71,282	53,548
Hug*	157,886	291,388	298,146	151,128
Incline	113,042	449,018	361,675	200,385
McQueen *	613,431	1,256,217	1,207,732	661,916
North Valleys	274,897	598,860	529,140	344,617
Reed	328,133	1,261,728	1,252,371	337,490
Regional Technical Institute	53,486	115,588	122,484	46,590
Reno	555,892	1,443,337	1,340,985	658,244
Spanish Springs	328,859	754,944	702,707	381,096
Sparks	263,238	467,601	445,068	285,771
TMCC	55,946	31,041	27,884	59,103
Washoe	83,540	47,414	52,765	78,189
Wooster *	277,189	517,814	491,704	303,299
	<u>3,913,402</u>	<u>9,310,349</u>	<u>8,841,708</u>	<u>4,382,043</u>
Total High Schools				
<b>OTHER:</b>				
Administration Buiding	-	5,258	4,495	763
	<u>-</u>	<u>5,258</u>	<u>4,495</u>	<u>763</u>
TOTALS	<u>\$ 6,005,754</u>	<u>\$ 15,244,560</u>	<u>\$ 14,555,654</u>	<u>\$ 6,694,660</u>

(1) Includes E.M. Johnson Elementary

\* Audited by Internal Audit

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# Capital Assets

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# Governmental Funds

-  Schedule by Source
-  Schedule by Function and Activity
-  Schedule of Changes by Function and Activity

**WASHOE COUNTY SCHOOL DISTRICT  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
COMPARATIVE SCHEDULES BY SOURCE  
JUNE 30, 2005 AND 2004**

	<u>2005</u>	<u>2004</u>
Governmental funds capital assets:		
Land	\$ 31,033,509	\$ 27,938,932
Buildings	527,495,608	505,363,946
Improvements other than buildings	5,007,506	4,890,256
Machinery and equipment	42,775,170	35,579,329
Construction in progress	6,272,980	20,660,038
Total governmental funds capital assets	<u>\$ 612,584,773</u>	<u>\$ 594,432,501</u>
 Investments in governmental funds capital assets by source:		
General fund	\$ 145,699,817	\$ 140,568,697
Special revenue funds	3,577,141	3,140,456
Capital projects funds	462,515,396	449,905,172
Donations	792,419	818,176
Total governmental funds capital assets	<u>\$ 612,584,773</u>	<u>\$ 594,432,501</u>

WASHOE COUNTY SCHOOL DISTRICT  
 CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
 SCHEDULE BY FUNCTION AND ACTIVITY  
 JUNE 30, 2005

<u>FUNCTION AND ACTIVITY</u>	<u>LAND</u>	<u>BUILDINGS</u>	<u>IMPROVEMENTS OTHER THAN BUILDINGS</u>	<u>MACHINERY AND EQUIPMENT</u>	<u>CONSTRUCTION IN PROGRESS</u>	<u>TOTAL</u>
General Government:						
Instruction	\$ 131,639	\$ 253,565	\$ 25,603	\$ 7,130,750	\$ -	\$ 7,541,557
Student support	-	-	-	777,151	-	777,151
Instructional staff support	-	-	-	596,984	-	596,984
General administration	-	-	-	251,219	-	251,219
School administration	-	-	-	31,518	-	31,518
Business administration	-	-	-	689,907	-	689,907
Operation/maintenance	-	9,924,637	-	1,529,605	-	11,454,242
Student transportation	-	-	-	21,251,413	-	21,251,413
Central support	-	-	-	1,407,050	-	1,407,050
Other support	-	-	-	42,853	-	42,853
Nutrition services operation	-	-	-	1,525,693	-	1,525,693
Facilities acquisition and construction	30,901,870	517,317,406	4,981,904	7,541,026	6,272,980	567,015,186
Total governmental funds capital assets	\$ 31,033,509	\$ 527,495,608	\$ 5,007,507	\$ 42,775,169	\$ 6,272,980	\$ 612,584,773

**WASHOE COUNTY SCHOOL DISTRICT**  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY**  
**FOR THE YEAR ENDED JUNE 30, 2005**

<u>FUNCTION AND ACTIVITY</u>	<u>GOVERNMENTAL FUNDS CAPITAL ASSETS JULY 1, 2004</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2005</u>
General Government:				
Instruction	\$ 7,392,815	\$ 148,742	\$ -	7,541,557
Student support	448,887	328,264	-	777,151
Instructional staff support	531,026	65,958	-	596,984
General administration	209,083	42,136	-	251,219
School administration	7,954	23,564	-	31,518
Business administration	570,634	131,109	11,836	689,907
Operation and maintenance	10,807,286	651,956	5,000	11,454,242
Student transportation	16,561,333	4,706,160	16,080	21,251,413
Central support	857,200	549,850	-	1,407,050
Other support	42,853	-	-	42,853
Nutrition services	1,520,099	5,594	-	1,525,693
Facilities acquisition and construction	555,483,331	11,608,212	76,357	567,015,186
Total government funds capital assets	\$ 594,432,501	\$ 18,261,545	\$ 109,273	\$ 612,584,773

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# Statistical

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# Section

**Washoe County School District  
Washoe County, Nevada**

**Table A**

**Government-Wide Expenses by Function**

	<b>2004-05</b>	<b>2003-04</b>	<b>2002-03</b>	<b>2001-02</b>
<b>Instruction:</b>				
Regular Instruction	\$ 206,911,454	\$ 194,831,967	\$ 184,993,866	\$ 180,196,628
Special Instruction	37,356,574	34,870,606	32,001,726	30,070,560
Vocational Instruction	7,310,262	7,299,838	6,227,423	6,593,175
Other Instruction	<u>5,299,761</u>	<u>5,263,695</u>	<u>5,009,228</u>	<u>4,767,957</u>
<b>Total Instruction:</b>	<b>256,878,051</b>	<b>242,266,106</b>	<b>228,232,243</b>	<b>221,628,320</b>
<b>Support Services:</b>				
Student Support	25,372,276	21,195,379	18,448,225	17,903,382
Instructional Staff Support	15,787,724	15,536,807	15,336,683	13,329,522
General Administration	6,632,435	6,261,080	6,077,638	5,542,329
School Administration	22,674,418	21,622,401	19,965,103	18,739,572
Business support	6,060,209	4,549,010	4,218,214	3,989,647
Operation and Maintenance	36,854,305	34,840,160	33,658,260	32,528,440
Student Transportation	15,126,041	13,507,932	13,343,831	12,376,312
Central Support	7,388,451	6,104,423	4,887,624	4,709,401
Other Support	144,341	199,114	336,498	179,924
Nutrition Services	14,621,816	13,853,617	13,373,888	12,554,171
Facilities Acquisition and Construction	17,700,847	17,294,160	13,737,063	17,369,591
Interest on Long Term Debt	18,955,978	19,132,944	17,121,442	21,945,321
Issuance Costs on Debt	<u>715,201</u>	<u>547,483</u>	<u>459,603</u>	<u>216,650</u>
<b>Total Support Services:</b>	<b>188,034,042</b>	<b>174,644,510</b>	<b>160,964,072</b>	<b>161,384,263</b>
<b>Total</b>	<b><u>\$ 444,912,093</u></b>	<b><u>\$ 416,910,616</u></b>	<b><u>\$ 389,196,315</u></b>	<b><u>\$ 383,012,583</u></b>

NOTE: FY 2001-02 is the first year that District costs have been presented under GASB 34 guidelines. As such, prior years' data in this format is not available.

Source: Washoe County School District Business Office

**Washoe County School District  
Washoe County, Nevada**

**Table B**

**Government-Wide Revenues**

	<b>2004-05</b>	<b>2003-04</b>	<b>2002-03</b>	<b>2001-02</b>
<b>Program Revenues:</b>				
Charges for Services	\$ 8,314,770	\$ 7,820,959	\$ 7,877,036	\$ 7,679,075
Operating Grants and Contributions	<u>86,721,909</u>	<u>75,489,897</u>	<u>71,314,386</u>	<u>68,176,805</u>
<b>Total Program Revenues:</b>	<b>95,036,679</b>	<b>83,310,856</b>	<b>79,191,422</b>	<b>75,855,880</b>
<b>General Revenues:</b>				
Taxes	290,693,188	264,443,743	242,655,975	229,408,150
Unrestricted Investment Earnings	5,789,233	1,672,999	4,912,745	7,363,521
State Aide	85,542,351	87,154,547	78,721,232	75,088,119
Other	<u>3,252,207</u>	<u>2,439,382</u>	<u>2,942,303</u>	<u>2,037,587</u>
<b>Total General Revenues:</b>	<b>385,276,979</b>	<b>355,710,671</b>	<b>329,232,255</b>	<b>313,897,377</b>
<b>Total</b>	<b><u>\$ 480,313,658</u></b>	<b><u>\$ 439,021,527</u></b>	<b><u>\$ 408,423,677</u></b>	<b><u>\$ 389,753,257</u></b>

NOTE: FY 2001-02 is the first year that District revenues have been presented under GASB 34 guidelines. As such, prior years' data in this format is not available.

Source: Washoe County School District Business Office

**Washoe County School District**  
 Washoe County, Nevada

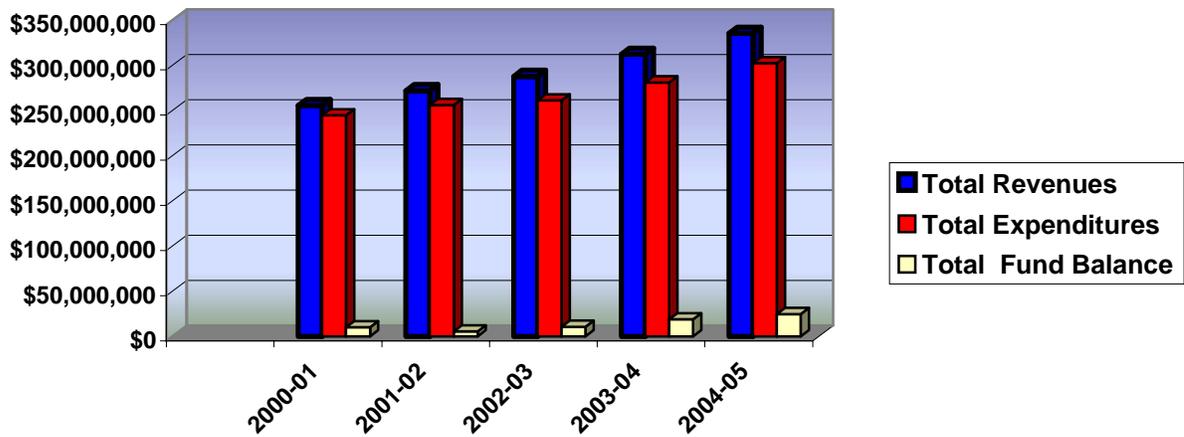
**General Fund Revenues, Expenditures and Fund Balance**  
 Last Five Fiscal Years

**Table C**

Fiscal Year	Total Revenues	Total Expenditures	Total Fund Balance
2000-01	\$ 255,354,125	\$ 244,489,008	\$ 10,063,097
2001-02	271,761,177	255,977,026	5,433,318
2002-03	287,707,834	261,039,474	10,556,064
2003-04	312,124,381	280,997,547	18,910,561
2004-05	335,282,429	302,320,152	24,636,960

Source: Washoe County School District Business Office

**Washoe County School District**  
**General Fund Revenues, Expenditures and Fund Balance**  
**Five Year History**



**Washoe County School District**

Washoe County, Nevada

**General Fund Expenditures and Other Uses by Program  
Last Ten Fiscal Years**

**Table D**

<b>Fiscal Year</b>	<b>Regular Instructional Programs</b>	<b>Vocational / Other Instructional Programs</b>	<b>Undistributed Programs - Support Services</b>	<b>Operating Transfers Out</b>	<b>Totals</b>
1995-96	\$ 109,572,287	\$ 2,015,948	\$ 66,371,757	\$ 11,500,974	\$ 189,460,966
1996-97	116,896,924	2,139,791	73,150,731	13,366,281	205,553,727
1997-98	127,475,577	2,377,196	76,523,228	15,881,458	222,257,459
1998-99	133,447,327	2,432,938	80,483,650	17,221,091	233,585,006
1999-00	141,900,693	2,426,113	90,633,452	17,526,355	252,486,613
2000-01	149,055,330	2,477,598	92,956,080	17,393,345	261,882,353
2001-02	148,089,728	9,494,286	98,393,012	20,419,591	276,396,617
2002-03	153,533,437	8,945,575	98,560,462	21,805,384	282,844,858
2003-04	166,316,565	10,221,994	104,458,988	27,904,837	308,902,384
2004-05	171,738,498	10,519,810	120,061,844	28,255,165	330,575,317

(2)

(1)

(1) Includes Debt Service

(2) Vocational programs were shown in Regular Instructional Programs prior to FY 2001-02.

Source: Washoe County School District Business Office

# Washoe County School District

Washoe County, Nevada

## General Fund Expenditures by Function Last Five Fiscal Years

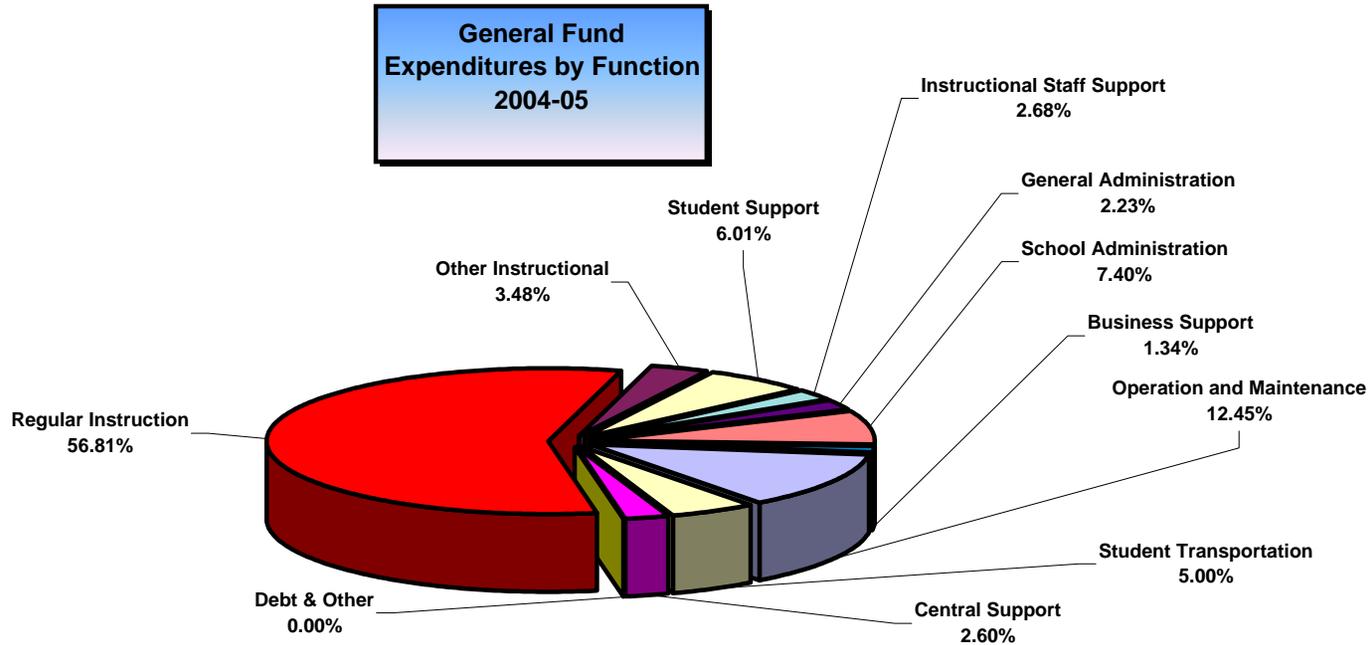
Table E

Fiscal Year	Regular Instruction	Vocational / Other Instructional	Student Support	Instructional Staff Support	General Administration	School Administration	Business Support	Operation and Maintenance	Student Transportation	Central Support Services	Debt & Other	Totals
2000-01	\$ 149,055,330	\$ 2,477,598	\$ 14,128,389	\$ 6,245,600	\$ 4,623,777	\$ 16,715,516	\$ 3,656,442	\$ 31,549,996	\$ 9,698,151	\$ 4,789,559	\$ 1,548,650	\$ 244,489,008
2001-02	148,089,728	9,494,286	14,951,115	6,684,918	5,502,641	18,175,805	3,523,634	35,662,590	9,276,802	4,615,507	-	255,977,026
2002-03	153,533,437	8,945,575	15,205,529	7,158,059	6,027,809	19,239,496	3,517,896	33,074,471	9,469,947	4,867,255	-	261,039,474
2003-04	166,316,565	10,221,994	16,023,781	7,443,317	6,240,901	21,024,274	3,600,629	34,482,229	9,492,476	6,151,381	-	280,997,547
2004-05	171,738,498	10,519,810	18,176,981	8,107,339	6,743,139	22,382,275	4,040,598	37,625,359	15,122,001	7,864,152	-	302,320,152

**Notes:** For comparison purposes, we listed the last five years.  
Beginning in FY 2001-02, all debt service payments for the District are being paid out of the Debt Service Fund.  
Vocational programs were shown in Regular Instructional Programs prior to FY 2001-02.

Source: Washoe County School District Business Office

143



**Washoe County School District**  
Washoe County, Nevada

**General Fund Revenues and Other Financing Sources by Source**  
Last Ten Fiscal Years

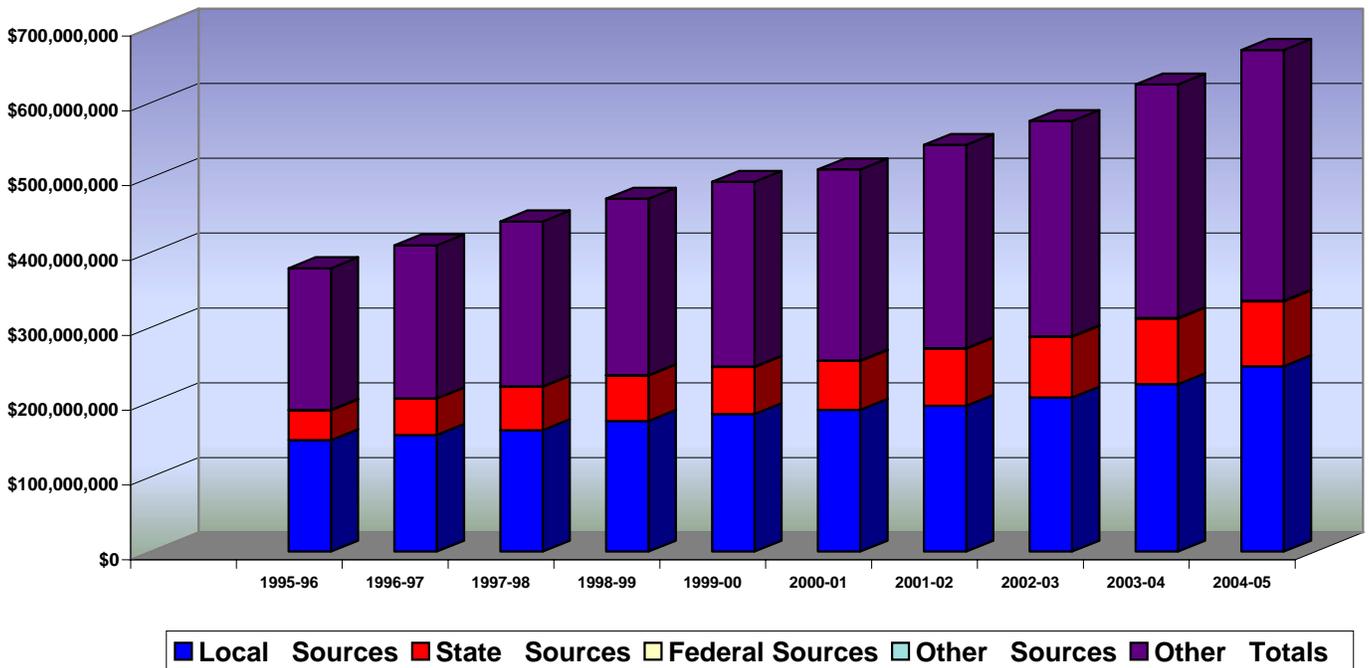
**Table F**

Fiscal Year	Local Sources	State Sources	Federal Sources	Other Sources	Totals
1995-96	\$ 148,878,489	\$ 39,965,035	\$ 515,036	\$ 1,868	\$ 189,360,428
1996-97	155,870,455	48,649,919	108,824	3,910	204,633,108
1997-98	162,195,600	58,194,507	191,787	16,343	220,598,237
1998-99	174,585,455	60,817,440	167,172	305,441	235,875,508
1999-00	183,581,627	63,148,037	155,303	188,665	247,073,632
2000-01	189,382,812	65,294,451	655,318	21,544	255,354,125
2001-02	194,662,348	76,568,120	515,713	14,996	271,761,177
2002-03	205,742,088	81,409,735	550,817	5,194	287,707,834
2003-04	223,602,442	87,947,806	572,123	2,010	312,124,381
2004-05	247,752,264	86,720,804	772,016	37,345	335,282,429

Note: Other sources excluding operating transfers-in and proceeds from capital leases.

Source: Washoe County School District Business Office

**Washoe County School District  
Revenues by Source  
Ten Year History**



**Washoe County School District**

Washoe County, Nevada

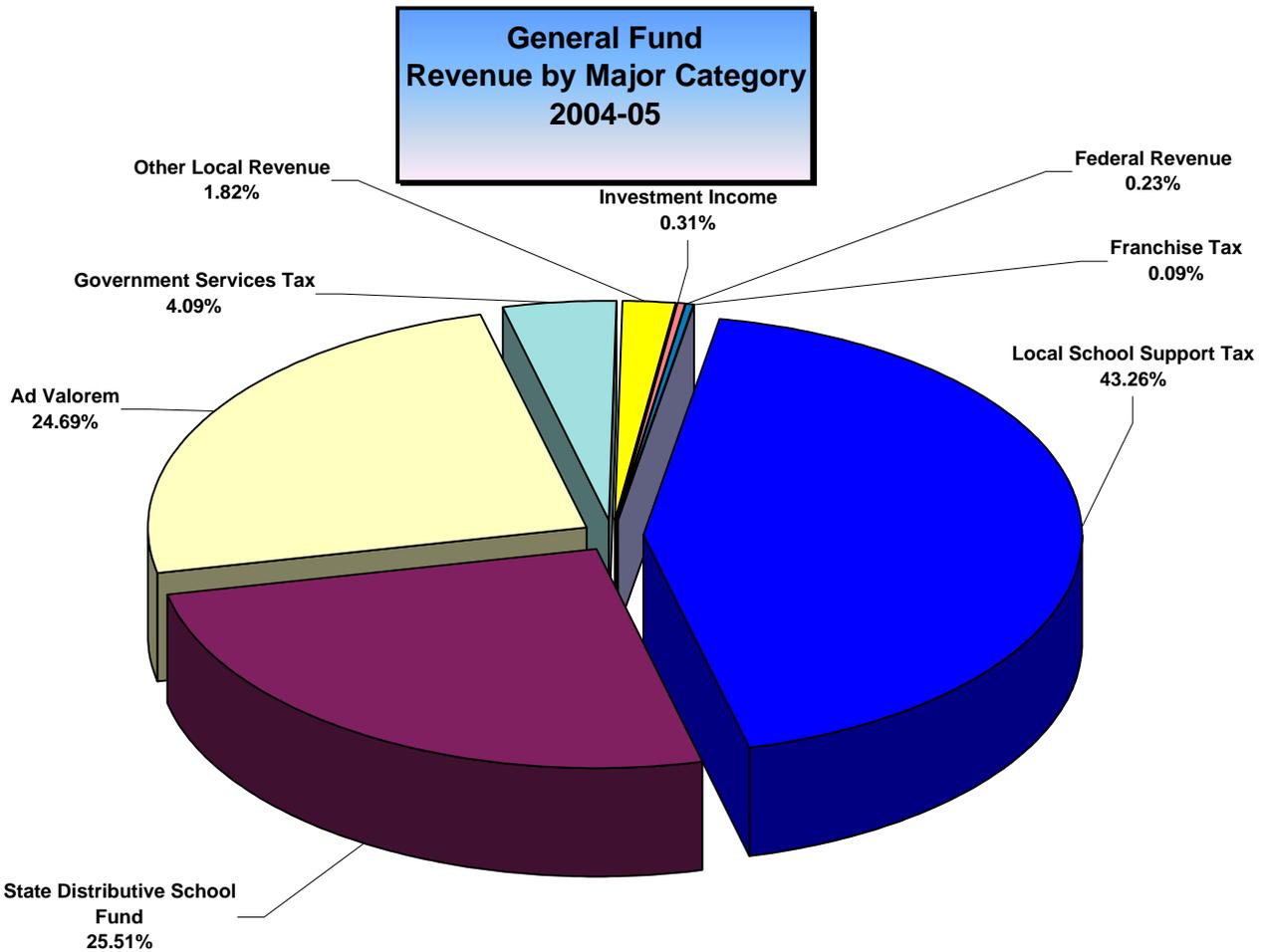
**General Fund Revenues and Other Financing Sources by Major Category**  
Last Ten Fiscal Years

**Table G**

Fiscal Year	State Distributive School Fund	Ad Valorem Taxes	Franchise Tax	Government Services Tax	Local School Support Tax (Sales Tax)	Investment Income	Federal Revenue	Other State and Local Revenue	Totals
1995-96	\$ 39,965,035	\$ 44,586,668	\$ 236,865	\$ 6,604,373	\$ 94,527,172	\$ 1,262,310	\$ 515,036	\$ 1,662,969	\$ 189,360,428
1996-97	48,649,919	48,541,046	241,072	7,172,449	97,193,220	927,976	108,824	1,798,602	204,633,108
1997-98	58,194,507	52,118,169	256,725	7,643,219	99,258,703	972,954	191,787	1,962,173	220,598,237
1998-99	60,817,440	57,148,332	303,384	7,863,772	105,775,263	1,477,680	167,172	2,322,465	235,875,508
1999-00	63,148,037	61,583,871	261,743	9,455,201	108,093,526	1,680,737	155,303	2,695,214	247,073,632
2000-01	65,294,451	64,667,692	165,560	9,662,929	110,894,639	1,589,520	655,318	2,424,016	255,354,125
2001-02	75,088,119	67,239,288	230,353	10,338,568	112,258,067	778,074	515,713	5,312,995	271,761,177
2002-03	78,721,232	72,277,614	233,187	11,303,671	116,959,363	439,873	550,817	7,222,077	287,707,834
2003-04	87,154,547	77,268,419	205,259	12,563,725	128,565,040	369,444	572,123	5,425,824	312,124,381
2004-05	85,542,351	82,793,542	286,955	13,709,075	145,056,434	1,030,943	772,016	6,091,113	335,282,429

NOTE: In years prior to fiscal year 2001-2002, the Government Services Tax was named Motor Vehicles Privilege Tax.

Source: Washoe County School District Business Office



Washoe County School District  
Washoe County, Nevada

Local Tax Support Per Pupil  
Last Ten Fiscal Years

Table H

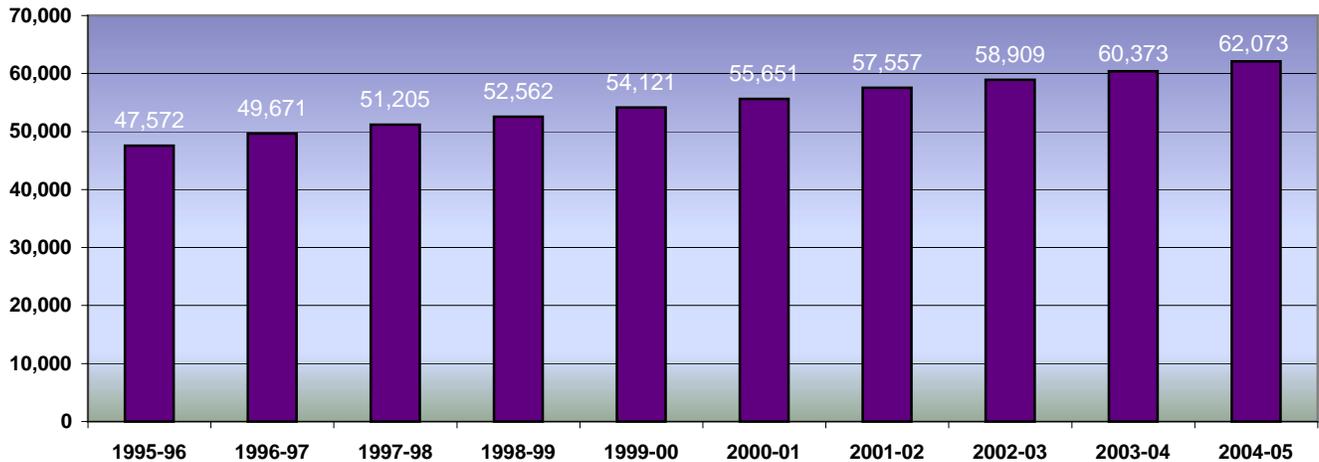
Fiscal Year	Student Enrollment	County Assessed Valuation	Assessed Value Per SE	Ad Valorem Tax	Ad Valorem Tax Per SE	School Support Tax	School Support Per SE	Government Services Tax	Government Services Tax Per SE
1995-96	47,572	\$ 5,863,539,334	\$ 123,256	\$ 44,586,668	\$ 937	\$ 94,527,172	\$ 1,987	\$ 6,604,373	\$ 139
1996-97	49,671	6,482,286,575	130,504	48,541,046	977	97,193,220	1,957	7,172,449	144
1997-98	51,205	6,948,775,738	135,705	52,118,169	1,018	99,258,703	1,938	7,643,219	149
1998-99	52,562	7,500,857,034	142,705	57,148,332	1,087	105,775,263	2,012	7,863,772	150
1999-00	54,121	8,085,545,770	149,398	61,583,871	1,138	108,093,526	1,997	9,455,201	175
2000-01	55,651	8,624,386,889	154,973	64,667,692	1,162	110,894,639	1,993	9,662,929	174
2001-02	57,557	9,096,697,594	158,047	67,239,288	1,168	112,258,067	1,950	10,338,568	180
2002-03	58,909	9,461,964,345	160,620	72,277,614	1,227	116,959,363	1,985	11,303,671	192
2003-04	60,373	10,408,837,428	172,409	77,268,419	1,280	128,565,040	2,130	12,563,725	208
2004-05	62,073	11,016,258,259	177,473	82,793,542	1,334	145,056,434	2,337	13,709,075	221

(1)

(1) Washoe County Comptroller's Office

Student Enrollment (SE): Student enrollment taken at fourth week of school.  
SE data provided by the Washoe County School District Public Policy, Accountability & Assessment.

Washoe County School District  
Student Enrollment  
Ten Year History



**Washoe County School District**

Washoe County, Nevada

**Property Tax Levies and Collections for All Governments  
Last Ten Fiscal Years**

**Table I**

Fiscal Year	Net Secured Roll Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections As Percent of Current Levy	Outstanding Delinquent Taxes	Outstanding Delinquent Taxes As Percent of Current Levy
1995-96	\$ 179,262,002	\$ 176,651,156	98.544%	\$ 2,587,295	\$ 179,238,451	99.987%	\$ 23,551	0.013%
1996-97	197,485,658	194,326,837	98.400%	3,133,578	197,460,415	99.987%	25,243	0.013%
1997-98	212,203,187	208,715,129	98.356%	3,461,206	212,176,335	99.987%	26,852	0.013%
1998-99	239,267,466	235,399,065	98.383%	3,836,627	239,235,692	99.987%	31,774	0.013%
1999-00	261,772,324	258,385,749	98.706%	3,347,773	261,733,522	99.985%	38,802	0.015%
2000-01	273,864,229	270,702,031	98.845%	3,103,462	273,805,493	99.979%	58,736	0.021%
2001-02	291,602,632	288,339,841	98.881%	3,149,270	291,489,111	99.961%	113,521	0.039%
2002-03	320,080,572	316,660,506	98.931%	3,270,228	319,930,734	99.953%	149,838	0.047%
2003-04	348,063,837	345,198,433	99.177%	2,306,549	347,504,982	99.839%	558,855	0.161%
2004-05	372,704,071	370,001,334	99.275%	-	370,001,334	99.275%	2,702,737	0.725%

Source: Washoe County Comptroller's Office

**Washoe County School District**

Washoe County, Nevada

**Assessed and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years**

**Table J**

Fiscal Year	Real Property		Personal Property		Total Property		Ratio of Assessed Value To Estimated Value
	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	Assessed Value	Estimated Actual Value	
1995-96	\$5,426,028,813	\$15,502,939,466	\$ 437,510,521	\$1,250,030,060	\$5,863,539,334	\$16,752,969,526	35.000%
1996-97	6,043,276,023	17,266,502,923	439,010,552	1,254,315,863	6,482,286,575	18,520,818,786	35.000%
1997-98	6,462,337,241	18,463,820,689	486,438,497	1,389,824,277	6,948,775,738	19,853,644,966	35.000%
1998-99	6,953,107,345	19,866,020,986	547,749,689	1,564,999,111	7,500,857,034	21,431,020,097	35.000%
1999-00	7,531,190,690	21,517,687,686	554,355,080	1,583,871,657	8,085,545,770	23,101,559,343	35.000%
2000-01	8,063,195,101	23,037,700,289	561,191,788	1,603,405,109	8,624,386,889	24,641,105,397	35.000%
2001-02	8,498,435,597	24,281,244,563	598,261,997	1,709,319,991	9,096,697,594	25,990,564,554	35.000%
2002-03	8,564,036,703	24,468,676,294	897,927,642	2,565,507,549	9,461,964,345	27,034,183,843	35.000%
2003-04	9,776,291,703	27,932,262,009	632,545,725	1,807,273,500	10,408,837,428	29,739,535,509	35.000%
2004-05	10,380,874,350	29,659,641,000	635,383,909	1,815,382,597	11,016,258,259	31,475,023,597	35.000%

Source: Washoe County Comptroller's Office

# Washoe County School District

Washoe County, Nevada

## Property Tax Rates per \$100 Assessed Valuation - All Direct and Overlapping Governments Last Ten Fiscal Years

Table K

Fiscal Year	Washoe County School District	Washoe County	State of Nevada	Total Washoe County	City of Reno	Total Washoe County	Combined Special District Tax Rate	Total City of Reno	City of Sparks	Total Washoe County	Combined Special District Tax Rate	Total City of Sparks
1995-96	1.1135	1.2443	0.1500	2.5078	0.7401	2.5078	0.0050	3.2529	0.8825	2.5078	0.0050	3.3953
1996-97	1.1135	1.2443	0.1500	2.5078	0.7534	2.5078	0.0050	3.2662	0.7071	2.5078	0.0050	3.2199
1997-98	1.0985	1.2495	0.1500	2.4980	0.8546	2.4980	0.0005	3.3531	0.7071	2.4980	0.0005	3.2056
1998-99	1.0985	1.2495	0.1500	2.4980	0.9076	2.4980	0.0005	3.4061	0.8106	2.4980	0.0005	3.3091
1999-00	1.1385	1.2495	0.1500	2.5380	0.9076	2.5380	0.0005	3.4461	0.8106	2.5380	0.0005	3.3491
2000-01	1.1385	1.2495	0.1500	2.5380	0.9076	2.5380	0.0005	3.4461	0.8106	2.5380	0.0005	3.3491
2001-02	1.1385	1.2705	0.1500	2.5590	0.9556	2.5590	0.0005	3.5151	0.8653	2.5590	0.0005	3.4248
2002-03	1.1385	1.3453	0.1500	2.6338	0.9456	2.6338	0.0005	3.5799	0.9361	2.6338	0.0005	3.5704
2003-04	1.1385	1.3817	0.1700	2.6902	0.9456	2.6902	0.0022	3.6380	0.9161	2.6902	0.0004	3.6067
2004-05	1.1385	1.3917	0.1700	2.7002	0.9456	2.7002	0.0020	3.6478	0.9161	2.7002	0.0005	3.6168

Sources: Local Government Red Book  
Ad Valorem Tax Rates, Budget Summaries for Nevada Local Governments  
Nevada Department of Taxation

**Washoe County School District**  
Washoe County, Nevada

**Principal Taxpayers in Washoe County**  
**Ten Largest for FY 2005-06**

**Table L**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>Assessed Valuation</b>	<b>Percent of Total Assessed Valuation</b>
1 DP Industrial LLC	Industrial Real Estate	\$ 98,561,828	0.82%
2 Circus Circus & Eldorado Joint Venture	Hotel / Casino	65,115,011	0.54%
3 Peppermill Casinos, Inc.	Hotel / Casino	45,885,007	0.38%
4 Washoe Medical Center, Inc.	Healthcare	39,691,839	0.33%
5 Eldorado Resorts LLC	Hotel / Casino	38,707,092	0.32%
6 International Game Technology	Gaming	34,430,254	0.29%
7 Golden Road Motor Inn, Inc.	Hotel / Casino	33,911,750	0.28%
8 Harrah's Club	Hotel / Casino	31,390,212	0.26%
9 FHR Corporation	Hotel / Casino	25,921,438	0.22%
10 Lennar Reno LLC		<u>24,131,753</u>	<u>0.20%</u>
<b>SUBTOTAL</b>		437,746,184	3.65%
<b>All Other Taxpayers</b>		<u>11,541,602,355</u>	<u>96.35%</u>
<b>TOTAL ASSESSED VALUATION</b>		<u><u>\$ 11,979,348,539</u></u>	<u><u>100.00%</u></u>

Source: Washoe County Assessor's Office

**Washoe County School District**  
Washoe County, Nevada

**Computation of Legal Debt Margin**  
June 30, 2005

Table M

Current Assessed Valuation for 2004/2005 Tax Year	<u>\$11,548,611,867</u>
Debt Limit for School Districts - 15% of Assessed Vauation	\$1,732,291,780
Total Washoe County School District Bonded Debt	<u>427,205,000</u>
Legal Debt Margin	<u>\$1,731,864,575</u>

The statutory debt limit for school districts in the State of Nevada is 15% of the assessed value of all taxable property in the county as set forth in Chapter 387.400 of the Nevada Revised Statutes.

**Washoe County School District**

Washoe County, Nevada

**Ratio of Debt Service Expenditures To Total General Fund Expenditures  
Last Ten Fiscal Years**

**Table N**

<b>Fiscal Year</b>	<b>Principal</b>	<b>Interest</b>	<b>Total Debt Service</b>	<b>Total General Fund Expenditures</b>	<b>Debt Service/ General Fund Ratio</b>
1995-96	\$ 4,985,000	\$ 13,751,480	\$ 18,736,480	\$ 177,959,992	10.53%
1996-97	6,880,000	13,405,523	20,285,523	192,187,446	10.56%
1997-98	8,455,000	12,215,475	20,670,475	206,376,001	10.02%
1998-99	9,870,000	13,850,078	23,720,078	216,363,915	10.96%
1999-00	15,325,000	19,023,514	34,348,514	234,960,258	14.62%
2000-01	17,475,000	20,293,809	37,768,809	244,489,008	15.45%
2001-02	20,028,992	19,863,055	39,892,047	255,977,026	15.58%
2002-03	22,144,229	16,407,620	38,551,849	261,039,474	14.77%
2003-04	23,392,727	19,474,379	42,867,106	280,997,547	15.26%
2004-05	25,720,391	19,156,006	44,876,397	302,320,152	14.84%

(1)

(1) This data reflects only the Principal and Interest component of Debt Service..

Source: Washoe County School District Business Office

**Washoe County School District**

Washoe County, Nevada

**Ratio of General Obligation Bonded Debt to Assessed Value and General  
Obligation Bonded Debt Per Capita  
Last Ten Fiscal Years**

**Table O**

<b>Fiscal Year</b>	<b>Population</b>	<b>Assessed Value</b>	<b>Total Bonded Debt Outstanding</b>	<b>Ratio of Bonded Debt to Assessed Value</b>	<b>Bonded Debt Per Capita</b>
1995-96	290,754	\$ 5,863,539,334	\$ 232,666,000	3.97%	\$ 800
1996-97	298,665	6,482,286,575	225,780,000	3.48%	756
1997-98	310,500	6,948,775,738	219,130,000	3.15%	706
1998-99	317,080	7,500,857,034	277,260,000	3.70%	874
1999-00	326,838	8,085,545,770	372,135,000	4.60%	1,139
2000-01	333,134	8,624,386,889	355,190,000	4.12%	1,066
2001-02	341,134	9,096,697,594	335,985,000	3.69%	985
2002-03	346,680	9,461,964,345	352,425,000	3.72%	1,017
2003-04	360,142	10,409,587,428	385,155,000	3.70%	1,069
2004-05	383,453	11,016,258,259	427,205,000	3.88%	1,114
	(1)	(2)			

Notes: Population estimates included in years prior to FY 97-98 were obtained from the Washoe County Department of Comprehensive Planning. Beginning with FY 97-98, estimates have been obtained from the Bureau of the Census, U.S. Department of Commerce.

Some assessed values included in prior year's reports reflected preliminary estimates. These amounts have been revised in this year's report and now reflect the final assessed values.

Source: (1) Bureau of the Census, U.S. Department of Commerce.  
(2) Washoe County Comptroller's Office

**Washoe County School District**  
Washoe County, Nevada

**Computation of General Obligation  
Direct and Overlapping Debt  
As of June 30, 2005**

**Table P**

<b>Name of Government Unit:</b>	<b>General Obligation Debt Outstanding</b>	<b>Present Self-Supporting General Obligation Debt</b>	<b>Percent Applicable To Washoe County*</b>	<b>Applicable Net Debt</b>
Washoe County-Governmental Fund Bonds	\$ 166,982,072	\$ 53,674,911	100%	\$113,307,161
Washoe County-Business-Type Activity Bonds	37,546,643	37,546,643	100%	-
Washoe County-Special Assessment Bonds	2,797,728	2,797,728	100%	-
Washoe County School District	427,205,000		100%	427,205,000
Reno/Sparks Convention Visitor's Authority	140,099,440	140,099,440	100%	-
City of Reno	26,720,000	-	100%	26,720,000
City of Reno-supported by specific revenues	16,705,000	16,705,000	100%	-
City of Reno supported by sales tax & room tax revenues	222,870,000	222,870,000	100%	-
Redevelopment Agency of the City of Reno	-	-	100%	-
Reno-Special Assessment Bonds (1)	15,599,808	15,599,808	100%	-
City of Sparks	3,190,000	-	100%	3,190,000
Redevelopment Agency of the City of Sparks	-	-	100%	-
Sparks-Sewer/Utility Bonds	30,907,061	30,907,061	100%	-
Incline Village GID	23,305,218	23,305,218	100%	-
Sun Valley Water District	-		100%	-
State Of Nevada	2,550,952,966	1,495,930,000	15.82%	1,055,022,966
<b>Total Direct and Overlapping Debt</b>	<b><u>\$3,664,880,936</u></b>	<b><u>\$2,039,435,809</u></b>		<b><u>\$1,625,445,127</u></b>

\* Percent applicable to Washoe County is a geographic interpretation.

(1) Special assessment bonds are not general obligations of Washoe County, or the Cities of Reno and Sparks. If, however, the special assessments collected, with all other available resources, were insufficient to meet debt service requirements of these bonds, the respective bond ordinances require that the deficiency be made up with the governments' general funds.

Source: Washoe County Comptroller's Office

# Washoe County School District

Washoe County, Nevada

## Demographic Statistics

Last Ten Fiscal Years

Table Q

Fiscal Year	Population	Per Capita Income	School Enrollment	Total Personal Income	Unemployment Rate	Total Labor Force	Construction Activity Total Value	Residential Permits Issued	Taxable Sales	Gross Income From Gaming	Total Passenger Air Traffic
1995-96	290,754	\$ 28,126	47,572	\$ 8,177,812,000	4.5%	163,700	\$ 773,527,115	2,759	\$ 4,030,257,375	\$ 1,003,003,000	6,178,441
1996-97	298,665	28,347	49,671	8,498,406,000	4.2%	166,300	754,369,874	7,642	4,228,528,576	980,778,000	6,914,216
1997-98	310,500	28,403	51,205	8,819,000,000	3.8%	170,800	813,700,946	8,744	4,359,037,576	1,009,350,000	7,047,660
1998-99	317,080	29,209	52,562	9,261,636,000	3.8%	175,200	947,247,963	9,413	4,669,485,533	1,038,805,132	6,318,665
1999-00	326,838	31,643	54,121	10,342,000,000	2.7%	183,700	1,022,515,973	9,693	4,957,234,787	1,121,396,380	5,925,944
2000-01	333,134	35,343	55,651	11,773,954,962	3.4%	180,900	1,166,876,844	10,219	5,194,146,044	1,113,289,199	5,333,101
2001-02	341,134	34,879	57,557	11,898,412,786	4.6%	186,100	1,075,616,546	9,676	5,280,706,327	1,049,151,610	4,485,369
2002-03	346,680	35,988	58,909	12,476,301,846	4.4%	198,000	1,221,547,391	11,139	5,475,601,736	1,032,987,724	4,514,225
2003-04	360,142	36,763	60,373	13,239,900,346	4.1%	203,800	1,820,038,718	13,633	6,003,368,280	1,011,657,616	4,918,829
2004-05	383,453	38,241	62,073	14,663,626,173	3.9%	208,235	1,954,854,013	15,500	6,023,436,676	1,016,864,082	5,097,170
	(1)	(2)	(3)	(2)	(2)	(2)	(5)	(5)	(6)	(7)	(4)

Source: (1) Bureau of the Census, U.S. Department of Commerce.  
 (2) State of Nevada Employment Security Department-Research & Analysis Bureau  
 (3) Washoe County School District  
 (4) Reno Airport Authority  
 (5) Washoe County Building Department; City of Reno Building Department; City of Sparks Building Department  
 (6) State of Nevada Department of Taxation  
 (7) State of Nevada Gaming Control

# Washoe County School District

Washoe County, Nevada

## Property Values and Construction Activity Last Ten Fiscal Years

Table R

Fiscal Year	Commercial Construction		Residential Construction		Miscellaneous		Property Value		
	Number of Permits	Value	Number of Permits	Value	Number of Permits	Value	Residential	Commercial	Industrial
1995-96	450	\$ 254,931,073	2,759	\$ 299,295,558	9,894	\$ 219,300,484	\$ 4,095,695,479	\$ 1,789,729,667	\$ 400,848,530
1996-97	3,142	258,873,217	7,642	462,386,040	4,372	33,110,617	4,455,026,407	1,920,041,972	467,018,226
1997-98	554	222,395,223	8,744	552,723,149	3,572	38,582,574	5,471,143,270	2,062,946,653	569,512,125
1998-99	593	245,345,315	9,413	661,945,875	2,548	39,956,773	5,874,220,839	2,196,919,746	601,523,402
1999-00	572	279,570,906	9,693	703,569,081	2,811	39,375,986	6,246,994,548	2,218,614,338	638,010,868
2000-01	508	344,200,534	10,219	787,551,366	2,545	35,124,944	6,488,637,393	2,244,740,101	679,762,127
2001-02	421	238,322,000	9,676	794,619,586	2,804	42,674,960	7,179,117,056	2,294,031,914	714,336,167
2002-03	450	216,057,447	11,139	962,923,188	2,582	42,566,756	7,885,462,769	2,099,691,893	720,840,723
2003-04	827	451,469,298	13,633	1,319,127,233	2,934	49,442,187	8,591,491,696	2,383,178,991	758,630,072
2004-05	773	423,955,210	15,500	1,477,566,666	2,979	53,332,137	9,559,292,412	2,629,470,341	805,595,192
	(1)	(1)	(1)	(1)	(1)(a)	(1)(a)	(2)(b)	(2)(b)	(2)(b)

(a) Miscellaneous permits are for remodeling, minor additions, etc., for Washoe County and the City of Sparks.

Remodeling and minor additions for the City of Reno are included in either commercial or residential categories as appropriate.

(b) These property values represent gross assessed values and will not equal the net assessed valuations provided by Nevada Department of Taxation.

Source: (1) Washoe County Building Department; City of Reno Building Department; City of Sparks Building Department  
(2) Washoe County Comptroller

**Washoe County School District**  
Washoe County, Nevada

**Insurance Coverages and Limits**  
June 30, 2005

**Table S**

Type of Coverage	Company	Limitations	Deductibles or Retentions	Annual Premium
Property	Allianz	\$100,000,000	\$50,000 / Occurrence	\$514,607
Flood	Omaha P/C Flood Pgm	\$500,000	\$1,000 or \$5,000 / Occurrence	25,433
Crime Coverage	Great American Ins.	\$2,000,000 Faithful Performace	\$10,000 / Occurrence	9,956
Boiler & Machinery	Travelers	\$50 million	\$10,000 / Accident	24,935
Errors & Omissions	Genesis	\$10,000,000 / Occurance	\$300,000 / Occurrence	Included in Gen Liab
General Liability	Genesis	\$10,000,000 / Occurance	\$300,000 / Occurrence	586,070
Auto Liability	Genesis	\$10,000,000 / Occurance	\$300,000 / Occurrence	Included in Gen Liab
Earthquake	Allianz	\$50,000,000	\$100,000 Occurrence	Included in Property
Workers' Compensation	Midwest Employers	Statutory	\$350,000 / Accident	136,974
			Total	<u><u>\$1,297,975</u></u>

Source: Washoe County School District Risk Management Office

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# Compliance & Controls

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-  Information Required Pursuant to the Single Audit Act
-  Auditor's Comments/Reports Pursuant to Nevada Revised Statutes



**KAFOURY, ARMSTRONG & CO.**  
A PROFESSIONAL CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER  
MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN  
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

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

We have audited the basic financial statements of the Washoe County School District, Washoe County, Nevada (the "District"), as of and for the year ended June 30, 2005, and have issued our report thereon dated September 30, 2005. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements caused by error or fraud in amounts that would be material in relation to the basic financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

However, we noted other matters involving the internal control over financial reporting, which we have reported to management of the District in a separate letter dated September 30, 2005.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's basic financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, Board of Trustees, 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  
September 30, 2005



**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 Board of Trustees  
of the Washoe County School District  
Washoe County, Nevada

Compliance

We have audited the compliance of the Washoe County School District, Washoe County, Nevada (the "District") 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, 2005. The District's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the District's management. Our responsibility is to express an opinion on the District's compliance based on our audit.

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 the District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the District's compliance with those requirements.

In our opinion, the District 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, 2005.

Internal Control Over Compliance

The management of the District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the District'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 and to test and report on internal control over compliance in accordance with OMB Circular A-133.

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirements of laws, regulations, contracts, and grants caused by error or fraud that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the management, Board of Trustees, 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  
September 30, 2005

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2005

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	AGENCY OR PASS-THROUGH NUMBER	FEDERAL EXPENDITURES
<b>U.S. DEPARTMENT OF EDUCATION:</b>			
<i>DIRECT PROGRAMS:</i>			
Impact Aid PL 81-874	84.041	n/a	\$ 195,398
Title IX - Indian Education	84.060A	S060A041031	257,234
Intensive English - Earmarked	84.215K	U215K040196	197,214
Smaller Learning Communities	84.215L	V215L032251	161,572
Teaching American History #1	84.215X	S215X010302	222,734
Teaching American History #2	84.215X	U215X040011	54,708
			<u>636,228</u>
21st Century Grant # 3 Urban Schools	84.287A	S287A012654-03	665,957
21st Century Grant # 2 Rural Schools	84.287B	S287B010410-03	346,430
			<u>1,012,387</u>
Title VII Bilingual Ed COW Bus	84.228S	T288S010220-03	28,570
IGRAD School Dropout Prevention	84.360A	S360A020128-04	301,889
<b>Total Direct</b>			<u>2,431,706</u>
<i>PASS THROUGH FROM STATE OF NEVADA, DEPARTMENT OF EDUCATION:</i>			
<b>Special Education Cluster</b>			
PL 105-17 - Individuals with Disabilities Ed Act	84.027	05-2715-16	9,073,065
PL 105-17 - Special Ed Case Load Reduction	84.027	05-2715-36	794,250
PL 105-17 RPDP Trainer	84.027	05-2715-106	53,698
PL 105-17 - Early Childhood Education	84.173	05-2715-56	178,108
<b>Total Special Education Cluster</b>			<u>10,099,121</u>
Title I - Basic	84.010	2005-2712-21	7,657,428
Title I - Allen School Improvement	84.010	2005-2712-146	31,746
Title I - Booth School Improvement	84.010	2005-2712-147	20,388
Title I - Cannan School Improvement	84.010	2005-2712-148	53,510
Title I - Desert Heights School Improvement	84.010	2004-2712-127	25,000
Title I - Loder School Improvement	84.010	2005-2712-149	59,799
Title I - Mathews School Improvement	84.010	2005-2712-150	22,906
Title I - Sun Valley School Improvement	84.010	2005-2712-151	56,043
Title I - Veterans School Improvement	84.010	2005-2712-152	40,809
Title I - Anderson School Recognition	84.010	2005-2712-182	20,000
Title I - Corbett School Recognition	84.010	2005-2712-183	22,500
Title I - Lincoln Park School Recognition	84.010	2005-2712-184	11,064
Title I - Maxwell School Recognition	84.010	2005-2712-185	15,429
Title I - Risley School Recognition	84.010	2005-2712-186	10,004
Title I - Sierra Vista School Recognition	84.010	2005-2712-187	4,735
Title I - Smithridge School Recognition	84.010	2005-2712-188	22,175
PL 105-17 - Project Improve Traner MS	84.010	05-2712-155	21,741
			<u>8,095,277</u>
Title I - Even Start	84.213C	2005-2712-64	150,312
Title I - Migrant Education	84.011	2005-2712-31	47,951

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2005

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	AGENCY OR PASS-THROUGH NUMBER	FEDERAL EXPENDITURES
PL 101-392 - Carl D Perkins Basic/Reserve/Non-Trad	84.048A	05-2676-16	<u>663,990</u>
Title IV - Safe & Drug-Free Schools & Community	84.186	05-2605-21	<u>278,304</u>
McKinney Homeless Education Grant	84.196	2005-2709-43	<u>78,525</u>
21st Century Community Learning Centers, Cannan ES	84.287	2005-2709-160RC	69,043
21st Century Community Learning Centers, Desert Heights ES	84.287	2005-2709-161DH	62,706
21st Century Community Learning Centers, Duncan ES	84.287	2005-2709-162GD	83,616
21st Century Community Learning Centers, Greenbrae ES	84.287	2005-2709-165GES	92,902
21st Century Community Learning Centers, Smithridge ES	84.287	2005-2709-140SE	97,051
21st Century Community Learning Centers, Warner ES	84.287	2005-2709-163GW	69,240
21st Century Community Learning Centers, Pine MS	84.287	2005-2709-164PMS	63,244
21st Century Community Learning Centers, Mathews ES	84.287C	2005-2709-152BM	70,795
21st Century Community Learning Centers, Risley ES	84.287C	2005-2709-153AR	82,351
21st Century Community Learning Centers, Traner ES	84.287C	2005-2709-151FT	97,173
21st Century Community Learning Centers, Academics Plus	84.287C	2005-2709-143	<u>84,409</u>
			<u>872,530</u>
Title V - PL 103-382 Innovative Programs	84.298	05-2713-16	226,318
Title V - Classroom Connect	84.298	05-2713-19	<u>21,551</u>
			<u>247,869</u>
Title II, Part D, Formula	84.318	05-2713-76	186,521
Title II, Part D, Competitive	84.318	05-2713-86	68,335
Title II, Part D, Competitive Ed Tech Conf.	84.318	05-2713-89	<u>103,658</u>
			<u>358,514</u>
PL 105-17 - Project Improve Bennet ES	84.323	05-2715-105	17,527
PL 105-17 - Project Improve Sparks ES	84.323	05-2715-105	<u>16,141</u>
			<u>33,668</u>
Advanced Placement Incentive	84.330	2005-2709-13	<u>12,900</u>
PL 105-79 CSRD # 3 - Greenbrae ES	84.332	2005-2712-74	12,671
PL 105-79 CSRD #4 - Corbett ES	84.332	2005-2712-80	54,793
PL 105-79 CSRD #4 - Hug HS	84.332	2005-2712-81	<u>97,582</u>
			<u>165,046</u>
Gear Up Program, 34 CRF 964 - Hug HS	84.334S	05-2678-12	<u>57,025</u>
Reading Excellence Act	84.338	04-2709-67	<u>65,859</u>
Reading First State Grant	84.357	05-2712-57	1,171,159
Reading First - RPDPA Academics	84.357	04-2712-55	32,370
Reading First Academy - Dodson ES	84.357	05-2712-198	3,564
Reading First Academy - Warner ES	84.357	05-2712-196	2,930
Reading First - AV Support	84.357	05-2712-50	47,827
Title VI PALS #2 Poulton	84.357	05-2712-54	<u>78,851</u>
			<u>1,336,701</u>
Title III, Limited English Proficiency (LEP)	84.365A	2005-270926	<u>815,646</u>
Title II, Part B, Math and Science Partnerships	84.366	04-2713-46	<u>32,942</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2005

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	AGENCY OR PASS-THROUGH NUMBER	FEDERAL EXPENDITURES
Title V PI 103-382 Innovative Programs *	84.367	05-2713-27	1,083,507
Title II, Part A *	84.367	04-2713-27	1,044,268
			<u>2,127,775</u>
Title VI - Grants for State Assessments and Related Activities	84.369	04-2713-121	124,206
Title VI PALS #1 University of Virginia	84.369	05-2713-121	39,000
			<u>163,206</u>
Total funding passed through the State of Nevada, Department of Education			<u>25,703,161</u>
<i>PASS THROUGH FROM WEST ED:</i>			
Fund for the Improvement of Education, Character Education	84.215V	4287/s03-071	<u>182,824</u>
<i>PASS THROUGH FROM YMCA:</i>			
YMCA 21st Community Learning Centers - Anderson ES	84.287	2005-2709-141	30,658
YMCA 21st Century Community Learning Centers - Donner Springs ES	84.287C	2005-2709-154DS	20,419
			<u>51,077</u>
<b>Total U.S. Department of Education</b>			<u>28,368,768</u>
*CFDA 84.367 contains \$1,083,507 transferred from Title II to Title V through "No Child Left Behind" transferability provisions.			
<b>U.S. DEPARTMENT OF AGRICULTURE:</b>			
<i>DIRECT PROGRAM:</i>			
Schools and Roads_Grants to States - Forest Reserve	10.665	n/a	<u>6,136</u>
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF GENERAL SERVICES:</i>			
Commodity Foods Program/Food Distribution Program	10.550		<u>865,237</u>
<i>PASS THROUGH FROM STATE OF NEVADA, DEPARTMENT OF EDUCATION:</i>			
<b>Child Nutrition Cluster</b>			
School Breakfast Program	10.553		1,386,409
National School Lunch Program	10.555		6,632,274
Special Milk Program	10.556		2,821
<b>Total Child Nutrition Cluster</b>			<u>8,021,504</u>
<i>PASS THROUGH FROM UNIVERSITY OF NEVADA, RENO:</i>			
Growing Green Kids: Nutrition Education	10.574	1320-153-0768	<u>4,367</u>
<b>Total U.S. Department of Agriculture</b>			<u>8,897,244</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>			
<i>PASS THROUGH FROM STATE OF NEVADA, DEPARTMENT OF HUMAN SERVICES:</i>			
JTNN - Substance Abuse and Mental Health Services	93.243	0405SIG04	15,445
JTNN - Substance Abuse and Mental Health Services - FRC	93.243	0405SIG05	22,000
			<u>37,445</u>

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2005

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	AGENCY OR PASS-THROUGH NUMBER	FEDERAL EXPENDITURES
Title IV-B FRC Coalition CY 2004	93.556	IV-B 02-05/127	31,855
Title IV-B FRC Coalition CY 2005	93.556	G-0401NV00FP	52,000
			<u>83,855</u>
Head Start - Early Childhood Leadership Institute	93.600	n/a	83,164
Title XX - Life Services COW Bus	93.667	n/a	51,591
Children's Trust Fund - Desert Heights	93.669	n/a	15,006
Children's Trust Fund - Northeast FRC	93.669	n/a	57,231
Children's Trust Fund - Ribera FRC	93.669	n/a	21,135
			<u>93,372</u>
BADA - P.O.W.E.R	93.959	05072PX	52,605
BADA - Family Strengthening	93.959	05126PX	70,000
			<u>122,605</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>472,032</u>
<b>U.S. DEPARTMENT OF JUSTICE:</b>			
<i>PASS THROUGH FROM RENO POLICE DEPARTMENT:</i>			
Police Bryne Anti-Gang Task Force	16.579	04-NC-026	36,636
<b>U.S. DEPARTMENT OF LIBRARIES AND ARCHIVES:</b>			
<i>PASS THROUGH FROM NEVADA DEPARTMENT OF MUSEUMS, LIBRARY, AND ARTS:</i>			
LSTA - Duncan Library Grant	45.310	n/a	13,463
LSTA - Natchez Library Grant	45.310	LSTA 2004-13	5,000
			<u>18,463</u>
<b>U.S. DEPARTMENT OF HOMELAND SECURITY:</b>			
<i>DIRECT PROGRAMS:</i>			
FRC Coalition Emergency Food & Shelter	83.523	589600-012	1,350
Emergency Food & Shelter	83.523	589600-012	3,681
			<u>5,031</u>
<i>PASS THROUGH FROM NEVADA DEPARTMENT OF PUBLIC SAFETY, DIVISION OF EMERGENCY MANAGEMENT:</i>			
Public Assistance Grants - Snow Emergency Declaration	97.036	FEMA-3202-EM	75,066
Public Assistance Grants - Snow Emergency Declaration	97.036	FEMA-3204-EM	145,813
			<u>220,879</u>
<b>Total U.S. Department of Homeland Security</b>			<u>225,910</u>
	<b>TOTAL</b>		<u>\$ 38,019,053</u>

WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 1 – Reporting Entity:

The accompanying Schedule of Expenditures of Federal Awards presents the expenditure activity of all federal award programs of the Washoe County School District (the "District") for the year ended June 30, 2005. The District's reporting entity is defined in Note 1 to its basic financial statements. All expenditures of federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the Schedule of Expenditures of Federal Awards.

NOTE 2 – Basis of Accounting:

The accompanying Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting. The amounts shown as expenditures of CFDA # 10.550 – *Commodity Foods Program/Food Distribution Program* represent the fair value of commodity food used by the District.

NOTE 3 – Relationship to the Basic Financial Statements:

Expenditures of Federal awards have been included in the individual funds of the District as follows:

General Fund	\$ 422,413
Special Revenue Funds	<u>37,596,640</u>
	<u>\$38,019,053</u>

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2005

**Summary of Auditor's Results:**

- Kafoury, Armstrong & Co. issued an unqualified opinion on the basic financial statements of Washoe County School District for the year ended June 30, 2005.
- The audit disclosed no instances of noncompliance which were material to the financial statements of Washoe County School District.
- No reportable conditions or material weaknesses were disclosed during the audit of the financial statements of Washoe County School District.
- Kafoury, Armstrong & Co. issued an unqualified opinion on compliance for major programs of Washoe County School District.
- Washoe County School District had three major programs for the year ended June 30, 2005, as follows:

<i>CFDA Number</i>	<i>Program Name</i>
84.357	Reading First State Grants
10.550	Food Donation
10.553/10.555/10.556	Child Nutrition Cluster

- The dollar threshold used for distinguishing between Type A and Type B programs for the year ended June 30, 2005, was \$1,140,571.
- Washoe County School District qualified as a low risk auditee for the year ended June 30, 2005 under the criteria set forth in section .530 of OMB Circular A-133.

**Findings Relating to the Financial Statements Reported in Accordance with Generally Accepted Governmental Auditing Standards (GAGAS):**

There were no such findings in relation to the financial statement audit of Washoe County School District for the year ended June 30, 2005.

**Findings and Questioned Costs for Federal Awards:**

None.

WASHOE COUNTY SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
FOR THE YEAR END JUNE 30, 2005

***Prior Year Findings and Questioned Costs for Federal Awards:***

None.



**KAFOURY, ARMSTRONG & CO.**  
A PROFESSIONAL CORPORATION  
CERTIFIED PUBLIC ACCOUNTANTS

## INDEPENDENT ACCOUNTANT'S REPORT ON NEVADA REVISED STATUTE 354.6241

To the Board of Trustees of the  
Washoe County School District  
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, 2005 (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, 2005,
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of the Washoe County School District.

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  
September 30, 2005

**WASHOE COUNTY SCHOOL DISTRICT  
AUDITOR'S COMMENTS  
JUNE 30, 2005**

STATUTE COMPLIANCE

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2 to the financial statements.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

The Washoe County School District conformed to all significant statutory constraints on its financial administration for the year ended June 30, 2004.

PRIOR YEAR RECOMMENDATIONS

There were no recommendations made in the audit report for the year ended June 30, 2004.

CURRENT YEAR RECOMMENDATIONS

We did not find any financial weaknesses of a magnitude to justify inclusion within our report. Our audit did identify recommendations to improve procedures and accountability that have been included in our management letter, dated September 30, 2005.

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